

Statement of Standalone Unaudited Financial Results for the quarter and nine months ended December 31, 2024

(Rs. In crores)

Particulars	3 months ended December 31, 2024	Preceding 3 months ended September 30, 2024	Corresponding 3 months ended December 31, 2023	Nine months ended December 31, 2024	Corresponding nine months ended December 31, 2023	Previous year ended March 31, 2024
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
I Income						
Revenue from operations	819.04	786.30	599.03	2,362.48	1,958.21	2,679.07
Other income	4.96	18.41	22.56	25.01	37.69	53.21
Total Income	824.00	804.71	621.59	2,387.49	1,995.90	2,732.28
II Expenses						
Cost of materials consumed	644.22	683.04	458.00	1,957.72	1,384.27	1,995.35
Purchase of stock-in-trade	50.60	85.25	73.10	199.64	309.03	336.99
Changes in inventories of finished goods, work-in-progress and stock-in-trade	32.15	(88.78)	(18.86)	(102.33)	(17.28)	(18.01)
Employee benefits expense	23.66	34.72	22.50	87.95	71.43	87.06
Finance costs	7.41	7.28	7.80	21.09	24.44	31.21
Depreciation and amortisation expense	3.92	3.75	3.40	11.29	9.95	13.36
Other expenses	22.26	20.12	15.83	70.26	55.67	78.10
Total expenses	784.22	745.38	561.77	2,245.62	1,837.51	2,524.06
III Profit before tax (I - II)	39.78	59.33	59.82	141.87	158.39	208.22
IV Tax expenses						
Current tax (including earlier years)	6.53	10.33	10.35	24.49	25.24	32.95
Deferred tax (credit)/charge	(0.96)	(1.58)	(0.99)	(3.23)	0.46	(4.35)
Total tax expenses	5.57	8.75	9.36	21.26	25.70	28.60
V Profit for the period/ year (III - IV)	34.21	50.58	50.46	120.61	132.69	179.62
VI Other comprehensive Income						
Items that will not be reclassified to profit or loss						
Remeasurements of the defined benefit liabilities	(0.63)	(0.12)	0.10	(1.13)	(0.30)	(1.51)
Income tax on above items	0.22	0.04	(0.04)	0.39	0.10	0.53
Items that will be reclassified to profit or loss						
Change in fair value of hedging instruments	-	0.04	-	1.57	-	(0.98)
Income tax on above items	-	(0.02)	-	(0.55)	-	0.34
Total other comprehensive Income, net of tax	(0.41)	(0.06)	0.06	0.28	(0.20)	(1.62)
VII Total comprehensive income for the period/ year (V + VI)	33.80	50.52	50.52	120.89	132.49	178.00
VIII Paid-up equity share capital (face value of Rs. 2/- each)	14.76	13.81	13.81	14.76	13.81	13.81
IX Other equity						442.69
X Earnings per share * (in Rs.)						
Basic	4.90	7.32	7.31	17.41	19.22	26.01
Diluted	4.90	7.32	7.31	17.41	19.22	26.01

* Earning per share not annualised except for the year ended March 31, 2024



NOTES:

1. The above results of the Company have been reviewed and recommended by the Audit Committee and approved by the Board of Directors in their respective meetings held on January 22, 2025. The limited review, as required under regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 has been completed by the Statutory Auditors. These financial results have been prepared in accordance with the recognition and measurement principles of applicable Indian Accounting Standards ('Ind AS') notified under the Companies (Indian Accounting Standards) Rules, 2015, as amended, as specified in section 133 of the Companies Act, 2013.
2. Segment information has been provided under the notes forming part of the consolidated unaudited financial results for the quarter and nine months ended December 31, 2024 as per para 4 of Indian Accounting Standard (Ind AS) 108 "Operating Segments", specified under Section 133 of the Companies Act, 2013.
3. As at December 31, 2024, 1,000,000 shares of face value of Rs. 2 each, are held by Gravita Employee Welfare Trust.
4. During the current quarter ended December 31, 2024, the Company did Qualified Institutional Placement (QIP) of 47,70,537 Equity Shares of the face value of Rs. 2 each at a premium of Rs. 2,094.20 per share aggregating to Rs. 1,000 crores for certain purposes as stated in the Placement Document. Out of the above QIP proceeds, Rs 227.39 crores have been utilised for the repayment of borrowings, purchase of fixed assets and general corporate purpose and the balance has been temporarily invested, pending utilisation as on December 31, 2024.
5. During the quarter and nine months ended December 31, 2024, the Company has recognised Minimum Alternate Tax credit amounting to Rs. Nil crores and Rs 3.68 crores respectively, based on the management's estimate of future taxable profits.
6. During the previous year ended March 31, 2024, 380,500 shares of face value of Rs. 2 each of the Company, held by the Gravita Employee Welfare Trust ('the Trust'), had been sold in the open market and the proceeds from the sale of such shares, net of liability payable by the Trust, would be utilised for the welfare of the employees of the Group as per the requirement of the Trust Deed. The Company had no legal right or control towards the utilization of funds as accumulated in the Trust by sale of its investment in the open market. The Trust being an independent entity has sole responsibility / obligation to utilize the fund for the welfare of beneficiaries (employees of the Group) as per the terms of the trust deed. Ind AS 32 'Financial Statements - Presentation' requires that no gain or loss shall be recognised in profit or loss on the purchases, sale, issue or cancellation of treasury shares held by the entity or by other entities of the consolidated group. Any gain or loss on such treasury shares shall be recognised directly in other equity. Since, the shares of the Company are held by the Trust which is an independent entity, the said Ind AS 32 is not applicable to the Company. Ind AS 102 'Share-based payment' requires an entity to reflect in its profit or loss and financial position, the effects of share-based payment transactions, including expenses associated with the transactions in which share options are granted to employees.

During the previous year ended 31 March 2024, the Gravita Stock Appreciation Rights Scheme, 2017 (the 'Scheme') had been terminated. Post termination of the Scheme, the Trust has no obligation to make payment under any share-based payment scheme. The Trust will act independently and make distribution/usage of fund as per the purpose defined in the trust deed. For the aforesaid reason, the management of the Company is of the view that distribution/utilisation for the employee benefits, equivalent to appreciation, net of liability of Trust, if any, received by the Trust by selling the investment in the open market amounting to Rs. 20.67 crores, would not be recognized in Company's standalone financial results, as the transaction was not covered under Ind AS 102. The Company believes that all the appreciation on sale of such shares by the Trust pertains to the employees of the Company and will be utilised for the welfare of the employees by the Trust and there would not be any impact on the standalone financial results for the previous year ended March 31, 2024. Based on the independent legal opinion and its assessment, management of the Company is of the view that accounting treatment had been done appropriately in the standalone financial results for the previous year ended March 31, 2024.

The Employee Welfare Trust has not sold any shares of the Company in the open market during the current quarter and nine months ended December 31, 2024.

The statutory auditors of the Company have modified their review report on account of the effects of this matter on the comparability of current period figures with the corresponding figures of employee benefit expenses and total comprehensive income for the year ended March 31, 2024 presented as well as for the nine month period ended December 31, 2023.

7. During the previous year ended March 31, 2024, the Company had filed an appeal against the demand order received from the Office of the Commissioner of Customs (Preventive), Jodhpur amounting to Rs. 70.10 crore (excluding applicable interest, fine and penalty) for violating the 'pre-import conditions' as envisaged in advance authorisation licence pertaining to the period from October, 2017 to January 2019 vide notification no. 79/2017-Customs dated 17/10/2017 of The Custom Act, 1962. The management of the Company, based on its overall assessment and independent legal and tax opinion believe that the Company has a case on merit and question of law and accordingly, has contested the matter in appellate authorities. Basis above, the management of the Company is of the view that the order will not have any material impact on its standalone financial results and in case of any liability devolves on the Company, the Company will be entitled to take the credit of the tax amount. Considering all available records, facts and opinion of legal and tax counsel, the Company has not identified any adjustments in the standalone financial results.



**For and on behalf of the Board of Directors
For Gravita India Limited**

**Place: Jaipur
Date: January 22, 2025**

**Yogesh Malhotra
Whole time Director & CEO
DIN: 05332393**