



IT'S TIME TO ROLL



BTL/Reg. 30/SH/SE/2020-2021

Dated: 31st July, 2020

The Secretary
BSE Ltd.
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai – 400001
(Stock Code – 542932)

The Vice-President
National Stock Exchange of India Ltd.
"Exchange Plaza",
Plot no. C/1, G. Block
Bandra-Kurla Complex, Bandra (E)
Mumbai – 400051
(Symbol – BIRLATYRE)

Sub: Outcome of a Board Meeting held on 31st July, 2020

Dear Sir / Madam,

In continuation of our letter under reference BTL/ Reg. 29/SH/SE/2020-2021 dated 28th July, 2020, we wish to inform you that the Board of Directors of the Company at its meeting held today took on record and approved the Audited Financial Statements for the year ended March 31, 2020 and the Audited Financial Results for the quarter and financial year ended March 31, 2020, as recommended by the Audit Committee. The Board of Directors also approved Unaudited Financial Results of the Company for the quarter ended 30th June, 2020, as recommended by the Audit Committee.

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose herewith the following:

- i. Statements showing the Audited Financial Results for the quarter/ year ended March 31, 2020 ;
- ii. Statements showing the Unaudited Financial Results for the quarter and three months ended 30th June, 2020 ; and

Further, in compliance with Regulation 30 read with Schedule III Part A of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please be informed that the Board of Directors at its Meeting held today decided to:

- Appoint Ms. Indrani Chakraborty as an Additional Director (Non-Executive Independent) of the Company w.e.f. 31st day of July, 2020 subject to shareholders approval in the ensuing Annual General Meeting. She is not related to any of the existing directors and her brief profile is given in the Annexure enclosed.

The Meeting commenced at 12.30 pm and concluded at 13.15 pm.

Please acknowledge the receipt.

Yours faithfully,

For Birla Tyres Limited

Rajat Arora
Company Secretary

Encl: as above

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Birla Tyres Limited
Registered & Corporate Office:
8th floor, Birla Building, 9/1 R.N. Mukherjee Road, Kolkata – 700 001
CIN - U25209WB2018PLC228915

Annexure

Information about appointment of New Director

Particulars	Details
Reason for change viz. appointment, resignation, removal, death or otherwise	Ms. Indrani Chakraborty is appointed as an Additional Director (Non-Executive Independent) on the Board w.e.f. 31st July, 2020.
Date of appointment/cessation (as applicable) & term of appointment	<u>Date of appointment of Ms. Indrani Chakraborty</u> - 31st July, 2020, subject to approval of shareholders at the upcoming Annual General Meeting.
Brief profile (in case of appointment)	Ms. Indrani Chakraborty, aged around 57 years, is a Practicing Chartered Accountant. She is a Fellow member of the Institute of Chartered Accountants of India (FCA) and a Post Graduate in Commerce from Calcutta University. Ms. Chakraborty has more than 25 years of experience in auditing with PwC network firms and has considerable experience in serving large entities (mostly listed). She has extensive experience in managing audits of companies engaged in different industries such as automotive, infrastructure and construction, industrial manufacturing, paints & chemicals, manufacturing, etc. Ms. Indrani Chakraborty is presently engaged with A. Dasgupta & Co, Chartered Accountants as a Partner.
Disclosure of relationships between directors (in case of appointment of a director).	Ms. Indrani Chakraborty is not related to any of the Promoters, Members of the Promoter Group and Directors of the Company.



INDEPENDENT AUDITOR'S REPORT ON AUDIT OF ANNUAL FINANCIAL RESULTS AND REVIEW OF QUARTERLY FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF BIRLA TYRES LIMITED

Opinion and Conclusion

We have (a) audited the Financial Results for the year ended March 31, 2020 and (b) reviewed the Financial Results for the quarter ended March 31, 2020 (refer 'Other Matters' section below), which were subject to limited review by us, both included in the accompanying "Statement of Financial Results for the Quarter and Year Ended March 31, 2020" of **BIRLA TYRES LIMITED** ("the Company"), ("the Statement"), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").

(a) Opinion on Annual Financial Results

In our opinion and to the best of our information and according to the explanations given to us, the Financial Results for the year ended March 31, 2020:

- i. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended; and
- ii. gives a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India of the net loss and total comprehensive loss and other financial information of the Company for the year then ended.

(b) Conclusion on Unaudited Financial Results for the quarter ended March 31, 2020

With respect to the Financial Results for the quarter ended March 31, 2020, based on our review conducted as stated in paragraph (b) of Auditor's Responsibilities section below, nothing has come to our attention that causes us to believe that the Financial Results for the quarter ended March 31, 2020, prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Basis for Opinion on the Audited Financial Results for the year ended March 31, 2020

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under Section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those Standards are further described in paragraph (a) of Auditor's Responsibilities section below. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("the ICAI") together with the ethical requirements that are relevant to our audit of the Financial Results for the year ended March 31, 2020 under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

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Material Uncertainty related to Going Concern

We draw attention to Note 10 of the Statement regarding preparation of the financial results of the Company on a going concern. The Company has incurred losses during the year and the networth has been fully eroded. The net current liabilities are Rs. 854.43 crore as at March 31, 2020. These conditions, along with the outcome of other matters as set forth in Note 10, indicate existence of material uncertainty, which may cast significant doubts about the Company's ability to continue as a going concern and consequently, the ability of the Company to realise its assets and discharge its liabilities in the normal course of business. However, the financial results of the Company have been prepared on a going concern basis for the reasons stated in the said Note.

Our report is not modified in respect of this matter.

Emphasis of Matter

We draw attention to Note 11 of the Statement, which state that the external borrowings from banks of Rs. 897.04 core as disclosed in Statement of Assets and Liabilities is transferred from Demerged Company in accordance with the NCLT approved scheme and that some of the banks are in the process of splitting the loan as per the NCLT approved scheme. Pending such split of loan, the company has not received any confirmations from banks for the outstanding balances as at March 31, 2020.

Our opinion is not modified in respect of this matter.

Management's Responsibilities for the Statement

This Statement which includes the Financial Results is the responsibility of the Company's Board of Directors and has been approved by them for the issuance. The Financial Results for the year ended March 31, 2020 has been compiled from the related audited financial statements. This responsibility includes the preparation and presentation of the Financial Results for the quarter and year ended March 31, 2020 that give a true and fair view of the net loss and other comprehensive loss and other financial information in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Financial Results that give a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the Financial Results, the Board of Directors are responsible for assessing the Company's ability, to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the financial reporting process of the Company.

Auditor's Responsibilities

(a) Audit of the Financial Results for the year ended March 31, 2020

Our objectives are to obtain reasonable assurance about whether the Financial Results for the year ended March 31, 2020 as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error

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and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this Financial Results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Annual Financial Results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Company to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Annual Financial Results, including the disclosures, and whether the Annual Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Annual Financial Results of the Company to express an opinion on the Annual Financial Results.

Materiality is the magnitude of misstatements in the Annual Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Annual Financial Results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Annual Financial Results.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

(b) Review of the Financial Results for the quarter ended March 31, 2020

We conducted our review of the Financial Results for the quarter ended March 31, 2020 in accordance with the Standard on Review Engagements ("SRE") 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the ICAI. A review of

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interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with SAs specified under section 143(10) of the Act and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Other Matters

- As stated in Note 2 of the Statement, the figures for the corresponding quarter ended March 31, 2019 are the balancing figures between the annual audited figures for the year then ended and the year to date figures for the 9 months period ended December 31, 2018. The predecessor auditors have not issued a separate limited review report on the results and figures for the quarter ended March 31, 2019. Our report on the Statement is not modified in respect of this matter.
- The Statement includes the results for the Quarter ended March 31, 2020 being the balancing figure between audited figures in respect of the full financial year and the year to date figures up to the third quarter of the current financial year which were subject to limited review by us. Our report on the Statement is not modified in respect of this matter.
- The previously issued financial statement of the Company for the year ended March 31, 2019 were prepared in accordance with the Companies (Accounting Standards) Rules, 2006 and were audited by the predecessor auditor (whose report dated May 28, 2019 expressed an unmodified opinion. These previously issued financial information have been adjusted to comply with Ind AS and included in this Statement as comparative financial information. The adjustments made to the previously issued financial information to comply with Ind AS have been audited by us.

For **DELOITTE HASKINS & SELLS**
Chartered Accountants
(Firm's Registration No. 302009E)

ABHIJIT
BANDYOPADHYA
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Digitally signed by ABHIJIT
BANDYOPADHYAY
Date: 2020.07.31 13:47:06
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Abhijit Bandyopadhyay
Partner
Membership No. 054785
UDIN: 20054785AAAACN8171

Place: Kolkata
Date: July 31, 2020

BIRLA TYRES LIMITED

Regd. Office : 9/1, R. N. Mukherjee Road, Kolkata - 700 001

Statement of Financial Results for the quarter and year ended 31st March, 2020

(Approved by the Board of Directors on 31st July, 2020 after review thereof by the Audit Committee)

Rs./Crores

Sl. No.	Particulars	Standalone				
		Current three months ended 31/03/2020 (Unaudited) (Refer Note 2)	Preceding three months ended 31/12/2019 (Unaudited) (Refer Note 6)	Corresponding three months ended in the previous year 31/03/2019 (Unaudited) (Refer Note 2 and Note 6)	Current year ended 31/03/2020 (Audited)	Previous Year ended 31/03/2019 (Audited) (Refer Note 9)
1	Income					
	a) Revenue from Operations	40.75	81.28	-	471.70	-
	b) Other Income	25.00	38.29	-	66.76	-
	Total Income [1(a) + 1(b)]	65.75	119.57	-	538.46	-
2	Expenses					
	a) Cost of Materials consumed	22.05	26.12	-	253.78	-
	b) Purchases of stock-in-trade	1.57	1.35	-	25.46	-
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	7.72	22.86	-	38.50	-
	d) Employee benefits expense	29.79	29.20	-	121.50	-
	e) Depreciation and amortisation expense	9.23	9.48	-	38.06	-
	f) Finance Costs	46.83	35.23	-	151.74	-
	g) Power and fuel	3.38	6.98	-	34.27	-
	h) Packing and carriage	2.19	4.92	-	24.00	-
	i) Other expenses	49.26	22.49	0.01	137.82	0.01
	Total Expenses [2(a) to 2(i)]	172.02	158.63	0.01	825.13	0.01
3	Profit/(Loss) before exceptional items and tax (1-2)	(106.27)	(39.06)	(0.01)	(286.67)	(0.01)
4	Exceptional items (Net)	-	-	-	-	-
5	Profit/(Loss) before tax (3+4)	(106.27)	(39.06)	(0.01)	(286.67)	(0.01)
6	Tax expense					
	a) Current tax charge / (credit)	-	-	-	-	-
	b) Deferred tax charge / (credit)	-	-	-	-	-
7	Net Profit/(Loss) for the period (5-6)	(106.27)	(39.06)	(0.01)	(286.67)	(0.01)
8	Other Comprehensive Income (net of tax expense)	(2.35)	0.01	-	(2.32)	-
9	Total Comprehensive Income (7+8)	(108.62)	(39.05)	(0.01)	(288.99)	(0.01)
10	Paid-up equity share capital (Face value Rs. 10/-per share)	142.59	142.59	0.01	142.59	0.01
11	Reserves excluding Revaluation Reserve	-	-	-	(425.66)	(0.01)
12	Earnings Per Share (EPS) (Not Annualised) [Face value of Rs.10/- per share]					
a)	Basic EPS	Rs. (7.46)	(2.74)	(11.08)	(20.11)	(11.08)
b)	Diluted EPS	Rs. (7.46)	(2.74)	(11.08)	(20.11)	(11.08)



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Statement of Assets & Liabilities

Particulars	Standalone		
	As at 31/03/2020 (Audited)	As at 31/03/2019 (Audited)	As at 22/11/2018 (Audited)
A. ASSETS			
(1) NON-CURRENT ASSETS			
(a) Property, Plant and Equipment	507.97	-	-
(b) Capital work-in-progress	775.44	-	-
(c) Right of use asset	8.95	-	-
(d) Other intangible assets	0.03	-	-
(e) Financial assets			
(i) Other financial assets	5.30	-	-
(f) Other non-current assets	66.22	-	-
Total Non-Current Assets	1,363.91	-	-
(2) CURRENT ASSETS			
(a) Inventories	76.82	-	-
(b) Financial assets			
(i) Trade receivables	115.45	-	-
(ii) Cash and cash equivalents	3.16	0.01	-
(iii) Other bank balances	16.69	-	-
(iv) Loans	0.25	-	-
(v) Other financial assets	1.25	-	0.01
(c) Other current assets	50.87	-	-
Total Current Assets	264.49	0.01	0.01
TOTAL ASSETS	1,628.40	0.01	0.01
B. EQUITY AND LIABILITIES			
(1) EQUITY			
(a) Equity share capital	142.59	0.01	0.01
(b) Other equity	-425.66	-0.01	-
Total Equity	-283.07	-0.00	0.01
(2) NON-CURRENT LIABILITIES			
(a) Financial liabilities			
(i) Borrowings (Refer Note 11)	619.55	-	-
(ii) Lease Liability	6.22	-	-
(iii) Other financial liabilities	150.64	-	-
(b) Provisions	16.14	-	-
Total Non-Current Liabilities	792.55	-	-
(3) CURRENT LIABILITIES			
(a) Financial liabilities			
(i) Borrowings (Refer Note 11)	235.98	-	-
(ii) Lease Liability	3.46	-	-
(iii) Trade payables			
Total outstanding dues of micro enterprises and small enterprises	5.80	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	267.26	-	-
(iv) Other financial liabilities	472.60	-	-
(b) Provisions	63.65	-	-
(d) Other current liabilities	70.17	0.01	-
Total Current Liabilities	1,118.92	0.01	-
TOTAL EQUITY AND LIABILITIES	1,628.40	0.01	0.01



K. S. Das

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BIRLA TYRES LIMITED

Regd. Office : 9/1, R. N. Mukherjee Road, Kolkata - 700 001

Statement of Cash Flow for the year ended 31st March, 2020

(Approved by the Board of Directors on 31st July, 2020 after review thereof by the Audit Committee)

Rs./Crores

Particulars	Period ended 31/03/2020	Period ended 31/03/2019
A. Cash Flow From Operating Activities		
Net Loss before tax	(286.67)	(0.01)
Adjustments for:		
Depreciation and amortisation	38.06	-
Provision for bad and doubtful debts charged / (written back)	22.47	-
Provision for warranty	6.73	-
Finance costs	151.74	-
Loss on sale of property, plant and equipment (net)	0.93	-
Liabilities/Provision no longer required written back	(17.55)	-
Interest income	(1.77)	-
Operating loss before working capital changes	(86.06)	(0.01)
Changes in Working Capital:		
Increase / (decrease) in Non-Current / Current financial and other liabilities/provisions	165.97	0.01
(Increase) / decrease in Non-Current / Current financial and other assets	64.13	-
(Increase) / decrease in inventories	71.37	-
Cash Generated from Operations	215.41	(0.00)
Direct Taxes paid (net of refunds)	-	-
Net cash generated from operating activities	215.41	(0.00)
B. Cash flow from Investing Activities:		
Purchase of property, plant and equipment/capital advance given	(2.48)	-
Proceeds from sale of property, plant and equipment	7.04	-
Interest received	1.77	-
Proceeds from Bank Deposit	6.53	-
Net cash used in investing activities	12.86	-
C. Cash flow from Financing Activities		
Issue Of Share Capital	-	0.01
Finance cost paid	(132.96)	-
Payment of Lease obligations	(4.74)	-
Proceed (net) from:	-	-
- Short term borrowings	72.94	-
Repayment of:	-	-
- Long term borrowings	(70.73)	-
Net cash generated from financing activities	(135.49)	0.01

Net decrease in cash and cash equivalents	92.78	0.01
Cash and cash equivalents at the beginning of the year	0.01	-
Cash and cash equivalents acquired pursuant to the scheme of arrangement (Refer note 39)	8.98	-
Less: Cash credits at the beginning of the year	-	-
Less: Cash credits transferred pursuant to the scheme of demerger (Refer note 39)	(213.27)	-
Adjusted cash & cash equivalents at the beginning of the year	(204.28)	-
Cash & cash equivalents at the end of the year	(111.50)	0.01

Particulars	31-Mar-20	31-Mar-19
Cash and Cash Equivalents comprise:		
Cash on hand	0.04	-
Cheques on hand	0.10	-
Balances with banks on current account	3.02	0.01
Deposit with Original Maturity for less than three months	-	-
Cash credits at the end of the year	(114.66)	-
	(111.50)	0.01



BIRLA TYRES LIMITED

Regd. Office : 9/1, R. N. Mukherjee Road, Kolkata - 700 001

Statement of Financial Results for the quarter and year ended 31st March, 2020

(Approved by the Board of Directors on 31st July, 2020 after review thereof by the Audit Committee)

- 1 Other Comprehensive Income includes re-measurement gains/ (losses) on actuarial valuation of post-employment defined benefits. These items will not be reclassified to profit or loss.
- 2 The figures for the quarter ended 31st March, 2020 and 31st March, 2019 are the balancing figures between the audited figures in respect of the full financial year and the year to date figures upto the third quarter of the relevant financial year.
- 3 The Company has only one business segment, i.e "Tyres" and does not operate in any other reportable segment as per IND AS 108 - "Operating Segments".
- 4 The Scheme of Demerger between the Company and Kesoram Industries Limited ("Demerged Company") and their respective shareholders and creditors ("Scheme") was approved by the Hon'ble National Company Law Tribunal ("NCLT") on 08 November, 2019 and on filing of the scheme with Registrar of Companies, the Scheme became effective on December 04, 2019. Pursuant to the Scheme of Arrangement ("the scheme") approved by the National Company Law Tribunal ("NCLT"), all the assets and liabilities of the Tyre division of Kesoram Industries Limited ("Demerged Company") has been transferred to and vested in the Company at their respective book values on a going concern basis from 1 January, 2019 being the appointed date. Upon the effectiveness of this Scheme, the Company had issued and allotted one equity share of Rs 10 (Rupees Ten) each of the Company for every equity share of Rs 10 (Rupees Ten) each to the shareholder in the Demerged Company.

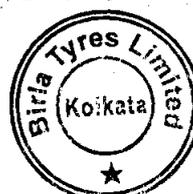
Accordingly, the Company has recognised the effect of merger and the difference of Rs 60.86 crore i.e. the excess of the value of transferred liabilities over the transferred assets pertaining to the Demerged Undertaking and received from the Demerged Company pursuant to the Scheme after taking into account the face value of the shares issued by the Company has been debited to the Retained earnings of the Company. Further, general or multipurpose borrowings of the Demerged Company has been transferred to the Company in the ratio of the value of assets transferred bears to the total value of the assets of the Company immediately before the appointed date in terms of the said scheme.

- 5 Balance Sheet for the previous ended 31st March, 2019 is not comparable with current year since this includes the business of tyre segment of the demerged company.
- 6 The shares of the company were listed on 10 February, 2020 and subsequent to the same, the Company is first time publishing the financial results for the quarter and year ended March 31, 2020 after listing of equity shares and accordingly the financial results and financial information for the quarter ended December 31, 2019 and March 31, 2019 have been compiled by the management and is not been subject to any limited review or audit.
- 7 Effective April 1, 2019, the Company has adopted Ind AS 116 - Leases using the modified retrospective method. Under modified retrospective approach, the Company has recorded lease liability at the present value of the remaining lease payments, discounted at the incremental borrowing rate and the right of use asset at an amount equal to the lease liability. The adoption of this standard did not have any significant impact on the profit and earning per share for the quarter and year ended March 31, 2020.
- 8 The appearance of COVID-19 in January 2020 and its global expansion has caused the viral outbreak to be classified as a pandemic on 11 March 2020 by the World Health Organisation. Since then measures are being adopted to combat the virus which is having a significant impact not only on people but economic activity in general. As per the directives of both the Central and State Governments in the wake of COVID-19 pandemic, the operations of the Company were impacted, due to shutdown of all plants and offices (from 24 March 2020 to 2 May 2020) following nationwide lockdown by the Government of India. The Company has resumed operations in a phased manner as per directives from the Government of India. The Management has considered the possible effects, if any, that may result from of the pandemic on the business and carrying amounts of current assets and liabilities after considering internal and external sources of information including the possible future uncertainties in the global economic conditions as at the date of approval of these financial results. Given the uncertainties associated with pandemic's nature and duration, the actuals may differ from the estimates considered in these financial results. The Company continues to closely monitor the rapidly changing situation in order to successfully address possible financial and non-financial impact on the Company.
- 9 The financial statement of the Company for the year ended March 31, 2019, were audited by SINGHI & CO, Chartered Accountants, the predecessor auditor who have expressed an unqualified opinion.
- 10 The Company has incurred losses during the current year, primarily due to lower business activity level and finance costs which has resulted in erosion in net worth during the year and as at March 31, 2020. The net current liabilities as at March 31 2020 were Rs. 854.43 Crore. Further, the Company has not complied with certain financial debt covenants, defaulted in repayment of letter of credit, working capital facilities over dues and interest payable to lenders aggregating to Rs. 146.06 Crore as on March 31, 2020. The default is primarily caused to due to liquidity stretch. The aforesaid conditions indicate existence of liquidity stress and material uncertainties that may cast significant doubt on the Company's ability to continue as a going concern and consequently, the ability of the Company to realise its assets and discharge its liabilities in the normal course of business.

The Board of directors has evaluated these conditions and has advised management to take measures to improve the liquidity condition of the Company. The Company is working towards a resolution plan with the lenders, which will enable the Company to scale up its operations and meet the remaining financial obligations. The management is expecting to get the necessary approval of the stakeholders. The Company's ability to continue as a going concern is dependent on successful outcome of the above mentioned management plans. Pending implementation of the resolution plan the Promoter Group, has committed to provided continuing financial support to the Company over the next 15 months as and when necessary. Accordingly, these financial information have been prepared on the basis that the Company will continue as a going concern.

- 11 The external borrowings from banks as disclosed in statement of assets and liabilities is transferred from Demerged Company in accordance with the NCLT approved scheme as stated above. The banks are in the process of splitting the loan as per the NCLT order.
- 12 The Company has adopted Indian Accounting Standard (Ind AS) with effect from 1st April, 2019 and accordingly, these financial results have been prepared in accordance with the recognition and measurement principles as laid down in with Ind AS 101 – First-time adoption of Indian Accounting Standards, prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and the other accounting principles generally accepted in India.

Reconciliation between financial results as reported under erstwhile Indian GAAP (referred to as 'IGAAP') and Ind AS are summarised as below:



BIRLA TYRES LIMITED

Regd. Office : 9/1, R. N. Mukherjee Road, Kolkata - 700 001

Statement of Financial Results for the quarter and year ended 31st March, 2020

(Approved by the Board of Directors on 31st July, 2020 after review thereof by the Audit Committee)

Particulars	Corresponding three months ended in the previous year 31/03/2019	Previous Year ended 31/03/2019
	(Unaudited)	(Audited)
Net Profit / (Loss) as per previous GAAP	(0.01)	(0.01)
Net Profit as per Ind AS	(0.01)	(0.01)
Other comprehensive income/(loss) (net of tax)	-	-
Total comprehensive income/(loss) as per Ind AS	(0.01)	(0.01)

Reconciliation of equity as reported under IGAAP is summarised as follows:

Particulars	As at 31/03/2019	As at 22/11/2018
	(Audited)	(Audited)
Equity as reported under previous GAAP	-	-
Equity as reported under Ind AS	-	-

The Company was incorporated on 22 November, 2018 and does not have operation during the previous year ended 31 March 2019. Hence, there are Company does not have any reconciliation item to be reported as part of first time adoption of Ind AS.

- 13 The Statutory Auditors have carried out an Audit of the above financial results for the quarter and year ended 31st March, 2020 in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Place: Kolkata
Date: 31st July, 2020



By Order of the Board

Kaushik Biswas
Kaushik Biswas
Director

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