



**IT'S TIME TO ROLL**



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

Dated: 31<sup>st</sup> 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 31<sup>st</sup> July, 2020**

Dear Sir / Madam,

In continuation of our letter under reference BTL/ Reg. 29/SH/SE/2020-2021 dated 28<sup>th</sup> 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 30<sup>th</sup> 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 30<sup>th</sup> 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. 31<sup>st</sup> 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:  
8<sup>th</sup> floor, Birla Building, 9/1 R.N. Mukherjee Road, Kolkata – 700 001  
CIN - U25209WB2018PLC228915

**Annexure**

**Information about appointment of New Director**

<b>Particulars</b>	<b>Details</b>
<b>Reason for change viz. appointment, resignation, removal, death or otherwise</b>	Ms. Indrani Chakraborty is appointed as an Additional Director (Non-Executive Independent) on the Board w.e.f. 31st July, 2020.
<b>Date of appointment/cessation (as applicable) &amp; term of appointment</b>	<u>Date of appointment of Ms. Indrani Chakraborty</u> - 31st July, 2020, subject to approval of shareholders at the upcoming Annual General Meeting.
<b>Brief profile (in case of appointment)</b>	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.
<b>Disclosure of relationships between directors (in case of appointment of a director).</b>	Ms. Indrani Chakraborty is not related to any of the Promoters, Members of the Promoter Group and Directors of the Company.



## INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL RESULTS

### TO THE BOARD OF DIRECTORS OF BIRLA TYRES LIMITED

1. We have reviewed the accompanying Statement of Unaudited Financial Results of **BIRLA TYRES LIMITED** ("the Company"), for the quarter ended 30<sup>th</sup> June, 2020 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement 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 Institute of Chartered Accountants of India (ICAI). A review of 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 Standards on Auditing specified under section 143(10) of the Companies Act, 2013 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.
4. We draw attention to Note 6 of the Statement regarding preparation of the financial results of the Company on a going concern. The Company had incurred losses during the previous year and has continued to incur losses during the period. The networth of the Company has been fully eroded. The net current liabilities are Rs. 928.53 crore as at June 30, 2020. These conditions, along with the outcome of other matters as set forth in Note 6, 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.

5. We draw attention to Note 8 of the Statement, which state that the external borrowings from banks of Rs. 892.08 crore as disclosed in Financial information used in the preparation of the Statement, 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 June 30, 2020.

Our opinion is not modified in respect of this matter.

# Deloitte Haskins & Sells

6. Attention is drawn to Note 7 to the Statement which states that the figures for the corresponding quarter ended June 30, 2019, as reported in the accompanying Statement have been approved by the Board of Directors, but have not been subjected to our review.

Our report is not modified in respect of this matter.

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

ABHIJIT  
BANDYOPADHYAY

Digitally signed by ABHIJIT  
BANDYOPADHYAY  
Date: 2020.07.31 13:48:17  
+05'30'

**Abhijit Bandyopadhyay**  
Partner  
Membership No. 054785  
UDIN: 20054785AAAACO9192

Place: Kolkata  
Date: July 31, 2020

**BIRLA TYRES LIMITED**

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

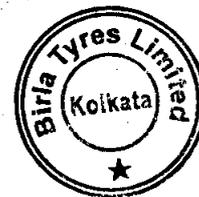
Statement of Standalone Financial Results for the quarter ended 30th June, 2020

(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 30/06/2020 (Unaudited)	Preceding three months ended 31/03/2020 (Unaudited) (Refer Note 2)	Corresponding three months ended in the previous year 30/06/2019 (Audited) (Refer Note 7)	Previous Year ended 31/03/2020 (Audited)
1	Income				
	a) Revenue from Operations	28.80	40.75	209.83	471.70
	b) Other Income	0.26	25.00	1.72	66.76
	<b>Total Income [1(a) + 1(b)]</b>	<b>29.06</b>	<b>65.75</b>	<b>211.55</b>	<b>538.46</b>
2	Expenses				
	a) Cost of Materials consumed	10.05	22.05	127.10	253.78
	b) Purchases of stock-in-trade	0.25	1.57	17.15	25.46
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	12.30	7.72	(11.40)	38.50
	d) Employee benefits expense	28.85	29.79	32.39	121.50
	e) Depreciation and amortisation expense	8.94	9.23	9.70	38.06
	f) Finance Costs	42.14	46.83	34.87	151.74
	g) Power and fuel	2.63	3.38	15.93	34.27
	h) Packing and carriage	1.14	2.19	10.68	24.00
	i) Other expenses	11.33	49.26	32.62	137.82
	<b>Total Expenses [2(a) to 2(i)]</b>	<b>117.63</b>	<b>172.02</b>	<b>269.04</b>	<b>825.13</b>
3	<b>Profit/(Loss) before exceptional items and tax (1-2)</b>	<b>(88.57)</b>	<b>(106.27)</b>	<b>(57.49)</b>	<b>(286.67)</b>
4	Exceptional items (Net)	-	-	-	-
5	<b>Profit / (Loss) before tax (3+4)</b>	<b>(88.57)</b>	<b>(106.27)</b>	<b>(57.49)</b>	<b>(286.67)</b>
6	Tax expense				
	a) Current tax charge / (credit)	-	-	-	-
	b) Deferred tax charge / (credit)	-	-	-	-
7	<b>Net Profit / (Loss) for the period (5-6)</b>	<b>(88.57)</b>	<b>(106.27)</b>	<b>(57.49)</b>	<b>(286.67)</b>
8	<b>Other Comprehensive Income (net of tax expense)</b>	<b>(0.58)</b>	<b>(2.35)</b>	<b>0.01</b>	<b>(2.32)</b>
9	<b>Total Comprehensive Income (7+8)</b>	<b>(89.15)</b>	<b>(108.62)</b>	<b>(57.48)</b>	<b>(288.99)</b>
10	Paid-up equity share capital (Face value Rs. 10/- per share)	142.59	142.59	142.59	142.59
11	Reserves excluding Revaluation Reserve	-	-	-	(425.66)
12	Earnings Per Share (EPS) (Not Annualised) [Face value of Rs. 10/- per share]				
a)	Basic EPS	Rs. (6.21)	(7.46)	(4.03)	(20.11)
b)	Diluted EPS	Rs. (6.21)	(7.46)	(4.03)	(20.11)

*K. Zia*



**BIRLA TYRES LIMITED**

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

Statement of Standalone Financial Results for the quarter ended 30th June, 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 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 in the previous year.

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 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 its plant and offices 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 the pandemic on the carrying amounts of current assets 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.
- 6 The Company has incurred losses during the previous year and has continued to incur losses during the current period, primarily due to lower business activity level and finance costs which has resulted in erosion in net worth during the year and as at June 30, 2020. The net current liabilities as at June 30, 2020 were Rs. 928.53 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. 130.64 Crore as on June 30, 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.

- 7 The figures for the corresponding three months ended June 30, 2019 are approved by the Board of Directors and were subject to special purpose audit by the auditors for inclusion in the information memorandum filed with relevant stock exchanges for listing of the equity shares of the Company.
- 8 The external borrowings from banks as recorded in the books of the Company 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.
- 9 Figures for the previous year have been regrouped/reclassified wherever necessary to conform to current period's classification.
- 10 The Statutory Auditors have carried out a Limited Review of the above unaudited financial results for the quarter ended 30th June, 2020 in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and have expressed an unmodified opinion on such financial results.

Place: Kolkata  
Date: 31st July, 2020



By Order of the Board

Kaushik Biswas  
Director