

**Unaudited Interim Condensed Consolidated
Financial Statement**

30 June 2022



Polycab India Limited

Unaudited Interim Condensed Consolidated Financial Statements for the three months period ended 30 June 2022

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B S R & Co. LLP

Chartered Accountants

14th Floor, Central B Wing and North C Wing,
Nesco IT Park 4, Nesco Center,
Western Express Highway,
Goregaon (East), Mumbai - 400 063

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Report on Review of Unaudited Interim Condensed Consolidated Financial Statements

To the Board of Directors of Polycab India Limited

Opinion

We have reviewed the accompanying unaudited condensed consolidated interim financial statements of Polycab India Limited ("the Parent"), its subsidiaries as listed in paragraph below (the Parent and its subsidiaries together referred to as 'the Group') and its joint venture, which comprise the unaudited interim condensed consolidated balance sheet as at 30 June 2022, the unaudited interim condensed consolidated statement of profit and loss (including other comprehensive income) for the quarter then ended, the unaudited interim condensed consolidated statement of cash flows and the unaudited interim condensed consolidated statement of changes in equity for the period then ended and a summary of the significant accounting policies and other selected explanatory information (herein after referred to as "the Statement"). The Parent's Board of Directors is responsible for the preparation and fair presentation of the Statement in accordance with the accounting principles generally accepted in India, including the recognition and measurement principles laid down in Indian Accounting Standards (Ind AS) 34, Interim Financial Reporting as specified under section 133 of the Companies Act, 2013 ('the Act') read with relevant rules issued thereunder. Our responsibility is to express a conclusion on the Statement based on our review.

The Statement includes the financial statements of the following entities:

Sr.No	Name of the Company	Relationship
1	Dowells Cable Accessories Private Limited	Subsidiary
2	Tirupati Reels Private Limited	Subsidiary
3	Steel Matrix Private Limited	Subsidiary
4	Polycab USA LLC	Wholly owned subsidiary
5	Polycab Australia Pty Ltd	Wholly owned subsidiary
6	Polycab Electricals & Electronics Private Limited	Wholly owned subsidiary
7	Silvan Innovations Labs Private Limited	Wholly owned subsidiary
8	Uniglobus Electricals & Electronics Private Limited	Wholly owned subsidiary
9	Polycab Support Force Private Limited	Wholly owned subsidiary
10	Techno Electromech Private Limited	Joint Venture

Scope of Review

We conducted our review in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons 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 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.

B S R & Co. (a partnership firm with Registration No. BA61223) converted into B S R & Co. LLP
(a Limited Liability Partnership with LLP Registration No. AAB-B181) with effect from October 14, 2013

Registered Office:

14th Floor, Central B Wing and North C Wing, Nesco IT Park 4, Nesco Center,
Western Express Highway, Goregaon (East), Mumbai - 400063

**Report on Review of Unaudited Interim Condensed Consolidated Financial Statements
(Continued)**

Conclusion

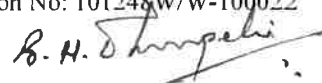
Based on our review conducted as above and based on the consideration of audit reports of the other auditors referred to below in the Other Matters paragraph, nothing has come to our attention that causes us to believe that the accompanying Statement are not prepared, in all material aspects, in accordance with Ind AS 34, Interim Financial Reporting prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder.

Other Matters

We did not review the interim financial statements of nine subsidiary Companies included in the unaudited condensed consolidated interim financial statements, whose interim financial statements reflect the Group's share of total assets (before consolidation adjustments) of Rs 1,982.78 million as at 30 June 2022 and total revenues (before consolidation adjustments) of Rs 793.20 million, total net profit after tax (net) (before consolidation adjustments) of Rs 51.01 million and total comprehensive income (net) (before consolidation adjustments) of Rs 58.66 million, for the quarter ended 30 June 2022 and for the period from 1 April 2022 to 30 June 2022 and cash inflow (net) (before consolidation adjustments) of Rs 45.59 million for the period from 1 April 2022 to 30 June 2022, as considered in the consolidated unaudited financial statements. The consolidated unaudited financial statements also include the Group's share of net (loss) after tax (net) of Rs 12.79 million and total comprehensive loss (net) of Rs 12.52 million for the quarter ended 30 June 2022, as considered in the Statement, in respect of one joint venture, whose interim financial statements have not been reviewed by us. These interim financial statements have been audited by other auditors whose reports have been furnished to us by the management and our report on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and joint venture, is based solely on the reports of the other auditors and the procedures performed by us as stated in Scope of Review above.

Our opinion on the unaudited quarterly consolidated financial statements is not modified in respect of the above matter with respect to our reliance on the work done and the reports of the other auditors.

For **B S R & Co. LLP**
Chartered Accountants
Firm's Registration No: 101248W/W-100022



Bhavesh Dhupelia
Partner

Membership No: 042070
UDIN: 22042070ANEREN7504

Mumbai
19 July 2022

Polycab India Limited
Unaudited Interim Condensed Consolidated Balance Sheet as at 30 June 22



	Notes	As at 30 Jun 22 (Unaudited)	(₹ million) As at 31 Mar 22 (Audited)
ASSETS			
Non-current assets			
Property, plant and equipment	3	16,184.97	16,170.25
Capital work-in-progress	3	3,977.36	3,754.50
Right of use assets	4	328.01	351.36
Other intangible assets	5	179.82	183.40
Goodwill		46.22	46.22
Investment accounted for using the equity method	6A	79.84	92.63
Financial assets			
(a) Trade receivables		746.93	799.31
(b) Other financial assets		50.63	166.52
Non-current tax assets (net)		258.11	479.46
Deferred tax assets (net)		0.09	0.09
Other non-current assets		891.30	663.96
		22,743.28	22,707.69
Current assets			
Inventories	8	25,769.72	21,996.47
Financial assets			
(a) Investments	6B	3,567.00	7,640.51
(b) Trade receivables		8,822.33	12,963.94
(c) Cash and cash equivalents	7	610.34	1,216.91
(d) Bank balance other than cash and cash equivalents		2,559.75	2,854.27
(e) Loans		118.99	126.80
(f) Other financial assets		2,183.17	504.54
Other current assets		3,988.63	4,107.92
		47,619.93	51,411.36
Total assets		70,363.21	74,119.05
EQUITY AND LIABILITIES			
Equity			
(a) Equity share capital		1,496.06	1,494.43
(b) Other equity		54,053.39	53,942.98
		55,549.45	55,437.41
Non-controlling interests		278.64	250.70
		55,828.09	55,688.11
Liabilities			
Non-current liabilities:			
Financial liabilities			
(a) Borrowings	9A	34.03	29.74
(b) Lease liabilities		223.59	244.76
Other non-current liabilities		223.28	207.05
Provisions		286.65	264.27
Deferred tax liabilities (net)		232.05	271.84
		999.60	1,017.66
Current liabilities:			
Financial liabilities			
(a) Borrowings	9B	806.11	801.61
(b) Lease liabilities		105.19	105.37
(c) Trade payables	10		
Total outstanding dues of micro enterprises and small enterprises		568.07	588.24
Total outstanding dues of creditors other than micro enterprises and small enterprises		7,976.86	11,587.06
(d) Other financial liabilities		415.76	686.10
Other current liabilities		2,961.10	3,231.59
Provisions		272.24	253.80
Current tax liabilities (net)		430.19	159.52
		13,535.52	17,413.29
Total equity and liabilities		70,363.21	74,119.06
Corporate information and summary of significant accounting policies	1 & 2		
Contingent liabilities and commitments	17		
Other notes to accounts	18 to 25		

The accompanying notes are an integral part of the unaudited interim condensed consolidated financial statements.

As per our report of even date
For B S R & Co. LLP
Chartered Accountants
ICAI Firm Registration No. 101248W/W-100022

For and on behalf of the Board of Directors of
Polycab India Limited
CIN : L31300GJ1996PLC114183

sd/-
Bhavesh Dhupelia
Partner
Membership No. 042070

sd/-
Inder T. Jaisinghani
Chairman & Managing Director
DIN : 00309108

sd/-
Nikhil R. Jaisinghani
Whole Time Director
DIN : 00742771

sd/-
Bharat A. Jaisinghani
Whole Time Director
DIN : 00742995

Place: Mumbai
Date: 19 July 2022

sd/-
Gandharv Tongia
Chief Financial Officer
Membership No. 402854

Place: Mumbai
Date: 19 July 2022

sd/-
Manita Gonsalves
Company Secretary
Membership No. A18321

Unaudited Interim Condensed Consolidated Statement of Profit & Loss for three months period ended 30 June 22

(₹ million)

	Notes	Three months period ended 30 Jun 22 (Unaudited)	Three months period ended 30 Jun 21 (Unaudited) Restated
INCOME			
Revenue from operations	11	27,365.57	18,552.28
Other income	12	443.47	239.68
Total income		27,809.04	18,791.96
EXPENSES			
Cost of materials consumed		20,874.44	16,916.60
Purchases of stock-in-trade		1,517.87	1,261.99
Changes in inventories of finished goods, stock-in-trade and work-in-progress		(2,140.43)	(4,227.21)
Project bought outs and subcontracting cost		271.91	244.54
Employee benefits expense		1,100.92	938.93
Finance costs	13	84.32	97.68
Depreciation and amortisation expense		509.85	492.81
Other expenses	14	2,629.94	2,075.41
Total expenses		24,848.82	17,800.75
Profit before share of profit/(loss) of joint venture		2,960.22	991.21
Share of profit/(loss) of joint venture (net of tax)		(12.79)	(21.40)
Profit before tax		2,947.43	969.81
Income tax expenses			
Current tax		733.03	263.81
Adjustment of tax relating to earlier periods		-	(30.55)
Deferred tax (credit)/charge		(11.06)	(0.61)
Total tax expense		721.97	232.65
Profit for the period from continuing operations		2,225.46	737.16
Profit before tax from discontinued operations	16	-	12.18
Tax expense on discontinued operations		-	3.28
Profit for the period from discontinued operations		-	15.46
Profit for the period		2,225.46	752.62
Other comprehensive income			
Items that will not be reclassified to profit or loss			
Re-measurement gains / (losses) on defined benefit plans		(16.37)	(48.48)
Income tax relating to items that will not be reclassified to Profit or Loss		4.10	12.20
Items that will be reclassified to profit or loss			
Exchange difference on translation of foreign operations		1.94	(0.33)
Effective portion of gains/ (losses) on hedging instrument in cash flow hedges		(97.87)	12.77
Income tax relating to items that will be reclassified to Profit or Loss		24.63	(3.21)
Other comprehensive income for the period, net of tax		(83.57)	(27.05)
Total comprehensive income for the period, net of tax		2,141.89	725.57
Profit/(loss) from continuing operations for the period attributable to:			
Equity shareholders of parent company		2,197.57	724.39
Non controlling interests		27.89	12.77
		2,225.46	737.16
Profit/(loss) from discontinued operations for the period attributable to:			
Equity shareholders of parent company		-	15.46
Non controlling interests		-	-
		-	15.46
Other comprehensive income attributable to:			
Equity shareholders of parent company		(83.62)	(27.05)
Non controlling interests		0.05	-
		(83.57)	(27.05)
Total comprehensive Income attributable to:			
Equity shareholders of parent company		2,113.95	712.80
Non controlling interests		27.94	12.77
		2,141.89	725.57

Unaudited Interim Condensed Consolidated Statement of Profit & Loss for three months period ended 30 June 22

	Notes	Three months period ended 30 Jun 22	Three months period ended 30 Jun 21 Restated
Earnings per share (not annualised)	15		
Continuing Operations			
Basic (₹)		14.70	4.86
Diluted (₹)		14.65	4.84
Discontinuing Operations			
Basic (₹)		-	0.10
Diluted (₹)		-	0.10
Continuing Operations and Discontinuing Operations			
Basic (₹)		14.70	4.96
Diluted (₹)		14.65	4.94
Weighted average equity shares used in computing earnings per equity share			
Basic		149,487,381	149,137,399
Diluted		149,998,492	149,807,682
Corporate information and summary of significant accounting policies	1 & 2		
Contingent liabilities and commitments	17		
Other notes to accounts	18 to 25		

The accompanying notes are an integral part of the unaudited interim condensed consolidated financial statements.

As per our report of even date
For B S R & Co. LLP
 Chartered Accountants
 ICAI Firm Registration No. 101248W/W-100022

For and on behalf of the Board of Directors of
Polycab India Limited
 CIN : L31300GJ1996PLC114183

sd/-
Bhavesh Dhupelia
 Partner
 Membership No. 042070

sd/-
Inder T. Jaisinghani
 Chairman & Managing Director
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 Whole Time Director
 DIN : 00742771

sd/-
Bharat A. Jaisinghani
 Whole Time Director
 DIN : 00742995

Place: Mumbai
 Date: 19 July 2022

sd/-
Gandharv Tongia
 Chief Financial Officer
 Membership No. 402854

Place: Mumbai
 Date: 19 July 2022

sd/-
Manita Gonsalves
 Company Secretary
 Membership No. A18321

Unaudited Interim Condensed Consolidated Statement of Changes in Equity for three months period ended 30 June 22

A) Equity Share Capital

	(₹ million)	
	30 Jun 22	31 Mar 22
Balance at the beginning of the period	1,494.43	1,491.19
Issue of equity shares on exercise of employee stock options	1.63	3.24
Balance at the end of the period	1,496.06	1,494.43

B) Other Equity

	Attributable to owners of the Company							Attributable to Non Controlling Interest	Total Other Equity	
	Share application money pending allotment	Reserves & Surplus				Items of Other comprehensive income				Total attributable to owners of the Company
		Securities Premium	General Reserve	ESOP outstanding	Retained Earnings	Effective portion of Cash Flow Hedges	Foreign Currency translation reserve			
As at 1 Apr 2021	4.96	7,318.10	614.00	286.92	37,824.28	-	(0.05)	46,048.21	188.29	46,236.50
Profit after tax for the three months period ended	-	-	-	-	724.39	-	-	724.39	12.77	737.16
Profit after tax from discontinued operations for the three months period ended	-	-	-	-	15.46	-	-	15.46	-	15.46
Items of OCI for the three months period ended, net of tax	-	-	-	-	-	-	-	-	-	-
Re-measurement gains / (losses) on defined benefit plans	-	-	-	-	(36.28)	-	-	(36.28)	-	(36.28)
Exchange difference on translation of foreign operations	-	-	-	-	-	-	(0.33)	(0.33)	-	(0.33)
Designated cash flow hedges	-	-	-	-	-	9.56	-	9.56	-	9.56
Share-based payments to employees	-	-	-	26.01	-	-	-	26.01	-	26.01
Exercise of employee stock option	12.59	-	-	(12.59)	-	-	-	-	-	-
Amount received on exercise of employee stock options	15.97	-	-	-	-	-	-	15.97	-	15.97
Issue of equity shares on exercise of employee stock options	(29.42)	29.03	-	-	-	-	-	(0.39)	-	(0.39)
As at 30 Jun 2021	4.10	7,347.13	614.00	300.34	38,527.85	9.56	(0.38)	46,802.60	201.06	47,003.66
Profit after tax for the nine months	-	-	-	-	7,640.85	-	-	7,640.85	74.30	7,715.15
Profit after tax from discontinued operations for the nine months	-	-	-	-	705.07	-	-	705.07	-	705.07
Items of OCI for the nine months, net of tax	-	-	-	-	-	-	-	-	-	-
Re-measurement gains / (losses) on defined benefit plans	-	-	-	-	48.02	-	-	48.02	(0.04)	47.98
Exchange difference on translation of foreign operations	-	-	-	-	-	-	(11.83)	(11.83)	-	(11.83)
Effective portion of gains/ (losses) on hedging instrument in cash flow hedges	-	-	-	-	-	(9.13)	-	(9.13)	-	(9.13)
Shares Issued during the period	-	-	-	-	-	-	-	-	0.25	0.25
Final equity dividend	-	-	-	-	(1,491.60)	-	-	(1,491.60)	-	(1,491.60)
Share-based payments to employees	-	-	-	141.83	-	-	-	141.83	-	141.83
Transfer on account of employee stock options not exercised	-	-	1.00	(1.00)	-	-	-	-	-	-
Exercise of employee stock option	97.63	-	-	(97.63)	-	-	-	-	-	-
Amount received on exercise of employee stock options	116.91	-	-	-	-	-	-	116.91	-	116.91
Acquisition of non-controlling interest	-	-	-	-	3.10	-	-	3.10	(24.87)	(21.77)
Issue of equity shares on exercise of employee stock options	(210.66)	207.82	-	-	-	-	-	(2.84)	-	(2.84)
As at 31 Mar 2022	7.98	7,554.95	615.00	343.54	45,433.29	0.43	(12.21)	53,942.98	250.70	54,193.68
Profit after tax for the three months period ended	-	-	-	-	2,197.57	-	-	2,197.57	27.89	2,225.46
Items of OCI for the three months period ended, net of tax	-	-	-	-	-	-	-	-	-	-
Re-measurement gains / (losses) on defined benefit plans	-	-	-	-	(12.27)	-	-	(12.27)	0.05	(12.22)
Exchange difference on translation of foreign operations	-	-	-	-	-	-	1.94	1.94	-	1.94
Effective portion of gains/ (losses) on hedging instrument in cash flow hedges	-	-	-	-	-	(73.24)	-	(73.24)	-	(73.24)
Final equity dividend	-	-	-	-	(2,094.49)	-	-	(2,094.49)	-	(2,094.49)
Share-based payments to employees	-	-	-	26.61	-	-	-	26.61	-	26.61
Exercise of employee stock option	66.12	-	-	(66.12)	-	-	-	-	-	-
Amount received on exercise of employee stock options	65.91	-	-	-	-	-	-	65.91	-	65.91
Issue of equity shares on exercise of employee stock options	(132.28)	130.66	-	-	-	-	-	(1.62)	-	(1.62)
As at 30 Jun 2022	7.73	7,685.61	615.00	304.03	45,524.10	(72.81)	(10.27)	54,053.39	278.64	54,332.03

The accompanying notes are an integral part of the unaudited interim condensed consolidated financial statements.

As per our report of even date

For B S R & Co. LLP

Chartered Accountants

ICAI Firm Registration No. 101248W/W-100022

sd/-

Bhavesh Dhupelia

Partner

Membership No. 042070

Place: Mumbai

Date: 19 July 2022

For and on behalf of the Board of Directors of

Polycab India Limited

CIN : L31300GJ1996PLC114183

sd/-

Inder T. Jaisinghani

Chairman & Managing Director

DIN : 00309108

sd/-

Gandharv Tongia

Chief Financial Officer

Membership No. 402854

sd/-

Nikhil R. Jaisinghani

Whole Time Director

DIN : 00742771

Place: Mumbai

Date: 19 July 2022

sd/-

Bharat A. Jaisinghani

Whole Time Director

DIN : 00742995

sd/-

Manita Gonsalves

Company Secretary

Membership No. A18321

Unaudited Interim Condensed Consolidated Statement of Cash flows for the three months period ended 30 June 2022

	Three months period ended 30 Jun 22 (Unaudited)	Three months period ended 30 Jun 21 (Unaudited) Restated
	(₹ million)	
Profit before tax from continuing operations	2,947.43	969.81
Profit before tax from discontinued operations	-	12.18
Adjustments to reconcile profit before tax to net cash flows	218.25	750.70
Movements in working capital	(4,977.23)	(2,683.48)
Income tax paid (including TDS) (net of refunds)	(241.01)	(633.48)
Net cash flows generated form / (used in) operating activities	(2,052.56)	(1,584.27)
Net cash flows generated form / (used in) investing activities	3,541.49	(802.00)
Net cash flows generated form / (used in) financing activities	(2,095.48)	747.69
Net increase / (decrease) in cash and cash equivalents	(606.55)	(1,638.58)
Cash and cash equivalents at the beginning of the period	1,216.89	2,378.87
Cash and cash equivalents at the period end	610.34	740.29

Unaudited Interim Condensed Consolidated Statement of Cash flows for the three months period ended 30 June 2022

	Three months period ended 30 Jun 22 (Unaudited)	Three months period ended 30 Jun 21 (Unaudited)
	(₹ million)	
Balances with banks		
In current accounts	265.17	452.16
Deposits with original maturity of less than 3 months	344.55	299.40
Cash in hand	0.62	1.16
Cash and cash equivalents	610.34	752.72
Cash Credit from banks (Secured)	-	(12.43)
Cash and cash equivalents in Cash Flow Statement	610.34	740.29

Corporate Information and summary of significant accounting policies	1 & 2
Contingent liabilities and commitments	17
Other notes to accounts	18 to 25

The accompanying notes are an integral part of the unaudited interim condensed consolidated financial statements.

As per our report of even date

For B S R & Co. LLP

Chartered Accountants

ICAI Firm Registration No. 101248W/W-100022

sd/-

Bhavesh Dhupelia

Partner

Membership No. 042070

Place: Mumbai

Date: 19 July 2022

For and on behalf of the Board of Directors of

Polycab India Limited

CIN : L31300GJ1996PLC114183

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Inder T. Jaisinghani

Chairman & Managing Director

DIN : 00309108

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Whole Time Director

DIN : 00742771

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DIN : 00742995

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Gandharv Tongia

Chief Financial Officer

Membership No. 402854

Place: Mumbai

Date: 19 July 2022

sd/-

Manita Gonsalves

Company Secretary

Membership No. A18321

1. Corporate information

Polycab India Limited (the "Company") (CIN - L31300GJ1996PLC114183) was incorporated as 'Polycab Wires Private Limited' on 10 January 1996 at Mumbai as a private limited company under the Companies Act, 1956. The Company became a deemed public limited company under Section 43A(1) of the Companies Act, 1956, and the word 'private' was struck off from the name of the Company with effect from 30 June 2000. Thereafter, the Company was converted into a private limited company under section 43A(2A) of the Companies Act, 1956, and the word 'private' was added in the name of the Company with effect from 15 June 2001. Subsequently, the Company was converted into a public limited company, the word 'private' was struck off from the name of the Company and consequently, a fresh certificate of incorporation dated 29 August 2018 was issued by the Registrar of Companies, National Capital Territory of Delhi and Haryana ("ROC"), recording the change of the Company's name to 'Polycab Wires Limited'. Thereafter, the name of the Company was changed from 'Polycab Wires Limited' to 'Polycab India Limited', and a fresh certificate of incorporation dated 13 October 2018 was issued by the ROC. The Consolidated Financial Statements relates to Polycab India Limited ('the Parent Company') along with its subsidiaries and joint ventures (collectively referred to as 'the Group').

The registered office of the Parent Company is Unit 4, Plot Number 105, Halol Vadodara Road, Village Nurpura, Taluka Halol, Panchmahal, Gujarat 389350.

The Group is the largest manufacturer of Wires and Cables in India and fast growing player in the Fast Moving Electrical Goods (FMEG) space. The Group is also in the business of Engineering, Procurement and Construction (EPC) projects. The Group owns 23 manufacturing facilities, located across the states of Gujarat, Maharashtra, Uttarakhand, and U.T. Daman.

2. Summary of significant accounting policies**A) Basis of preparation**

These unaudited interim condensed consolidated financial statements for the three months ended 30 June 2022 ('interim financial statements') have been prepared in accordance with the accounting principles generally accepted in India, including the recognition and measurement principles laid down in Indian Accounting Standards (Ind AS) 34, Interim Financial Reporting as specified under section 133 of the Companies Act, 2013 ('the Act') read with relevant rules issued thereunder. Accordingly, the said interim financial statements do not include all the information required for a complete set of annual Ind AS financial statements and should be read in conjunction with the Group's latest annual financial statements and related notes included in the Group's Annual Report for the year ended 31 March 2022. However, selected explanatory notes are included to explain events and transactions that are significant for the understanding of the changes in the Group's financial position and performance since the latest annual financial statements.

All the amounts included in condensed financial statements are reported ₹ in million, except per share data and unless stated otherwise.

The Board of Directors approved the Consolidated Financial Statements for the three months period ended 30 June 2022 and authorised for issue on 19 July 2022.

B) Use of estimates and judgements

The preparation of the condensed financial statements requires the use of certain critical accounting estimates and judgements. It also requires the Management to exercise judgement in the process of applying the Group's accounting policies. The areas where estimates are significant to the condensed financial statements, or areas involving a higher degree of judgement or complexity, are the same as those disclosed in the Group's annual financial statements for the year ended 31 March 2022.

C) Accounting policies

The accounting policies adopted in the preparation of the interim financial statements are consistent with those followed in the preparation of the Group's latest annual financial statements and related notes included in the Group's Annual Report for the year ended 31 March 2022.

D) Recent pronouncement

Ministry of Corporate Affairs ("MCA") notifies new standard or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. During three months period ended 30 June 2022, MCA has not notified any new standards or amendments to the existing standards applicable to the Group.

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3. Property, plant and equipment

The changes in the carrying value of property, plant and equipment for the three months period ended 30 June 2022 are as follows: (₹ million)

	Freehold land	Buildings	Plant and equipments	Electrical installations	Furniture and fixtures	Office equipments	Windmill	Vehicles	Leasehold improvements	Total	Capital Work in progress
Gross carrying value (at cost)											
As at 01 Apr 2022	1,098.98	9,124.07	13,439.50	1,043.47	208.59	464.95	295.04	55.87	5.76	25,736.23	3,754.50
Additions	0.32	137.85	266.90	34.25	7.44	31.97	-	4.45	0.12	483.30	633.13
Transfer	-	-	-	-	-	-	-	-	-	-	(410.27)
Disposals/Adjustments	-	-	(0.29)	-	-	(0.32)	-	(2.39)	-	(3.00)	-
As at 30 June 2022	1,099.30	9,261.92	13,706.11	1,077.72	216.03	496.60	295.04	57.93	5.88	26,216.53	3,977.36
Accumulated depreciation											
As at 01 Apr 2022	-	1,643.03	7,026.79	408.27	91.40	257.58	110.01	25.94	2.96	9,565.98	-
Depreciation charge for the period	-	83.72	335.61	22.09	4.73	15.68	3.92	1.66	0.16	467.57	-
Disposals/Adjustment	-	-	(0.20)	-	-	(0.27)	-	(1.52)	-	(1.99)	-
As at 30 June 2022	-	1,726.75	7,362.20	430.36	96.13	272.99	113.93	26.08	3.12	10,031.56	-
Net carrying value											
As at 30 June 2022	1,099.30	7,535.17	6,343.91	647.36	119.90	223.61	181.11	31.85	2.76	16,184.97	3,977.36

The changes in the carrying value of property, plant and equipment for the year ended 31 March 2022 are as follows: (₹ million)

	Freehold land	Buildings	Plant and equipments	Electrical installations	Furniture and fixtures	Office equipments	Windmill	Vehicles	Leasehold improvements	Total	Capital Work in progress
Gross carrying value (at cost)											
As at 01 Apr 2021	1,321.15	9,211.29	13,851.23	899.20	215.02	386.59	295.04	102.68	3.44	26,285.64	990.50
Additions on account of acquisition through business combination	-	-	-	-	0.73	3.25	-	-	-	3.98	-
Additions	70.76	630.64	1,358.05	240.44	17.82	122.37	-	6.33	2.32	2,448.73	4,737.23
Transfer	-	-	-	-	-	-	-	-	-	-	(1,937.38)
Transferred to discontinued operation	(292.93)	(716.17)	(1,665.57)	(96.17)	(23.70)	(42.56)	-	(4.18)	-	(2,841.28)	(31.76)
Disposals/Adjustments	-	(1.69)	(104.21)	-	(1.28)	(4.70)	-	(48.96)	-	(160.84)	(4.09)
As at 31 Mar 2022	1,098.98	9,124.07	13,439.50	1,043.47	208.59	464.95	295.04	55.87	5.76	25,736.23	3,754.50
Accumulated depreciation											
As at 01 Apr 2021	-	1,374.57	5,866.31	346.64	77.87	219.70	94.30	42.52	2.56	8,024.47	-
Additions on account of acquisition through business combination	-	-	-	-	0.54	3.08	-	-	-	3.62	-
Depreciation charge for the year	-	343.56	1,364.60	84.93	19.48	59.54	17.11	8.87	0.40	1,898.49	-
Transferred to discontinued operation	-	(74.84)	(152.10)	(23.30)	(5.85)	(20.33)	(1.40)	(0.67)	-	(278.49)	-
Disposals/Adjustment	-	(0.26)	(52.02)	-	(0.64)	(4.41)	-	(24.78)	-	(82.11)	-
As at 31 Mar 2022	-	1,643.03	7,026.79	408.27	91.40	257.58	110.01	25.94	2.96	9,565.98	-
Net carrying value											
As at 31 Mar 2022	1,098.98	7,481.04	6,412.71	635.20	117.19	207.37	185.03	29.93	2.80	16,170.25	3,754.50

Notes:-

- (a) Capital work in progress includes machinery in transit ₹ 47.78 (31 March 2022 : ₹ Nil).
- (b) During the previous year, the Company had acquired a new office premise in Mumbai. The fit-out process and occupation of the new premise is expected in the current year.
- (c) Assets pledged and Hypothecated against borrowings:
There is a first pari passu charge by way of registered mortgage on specific immovable fixed assets at Halol and hypothecation of all movable fixed assets acquired on or after 01 April 2015.
- (d) For capital expenditures contracted but not incurred - refer note 17(B).

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4. Right of use assets

The changes in the carrying value of right of use assets for the three months period ended 30 June 2022 are as follows:

(₹ million)

	Category of ROU asset		Total
	Leasehold Land	Buildings	
Gross carrying value			
As at 01 Apr 2022	41.74	486.50	528.24
Additions	-	7.63	7.63
Disposals	-	(6.89)	(6.89)
As at 30 Jun 2022	41.74	487.24	528.98
Accumulated depreciation			
As at 01 Apr 2022	1.42	175.46	176.88
Depreciation charge for the period	0.14	30.81	30.95
Disposals	-	(6.86)	(6.86)
As at 30 Jun 2022	1.56	199.41	200.97
Net carrying value			
As at 30 Jun 2022	40.18	287.83	328.01

The changes in the carrying value of right of use assets for the year ended 31 March 2022 are as follows:

(₹ million)

	Category of ROU asset		Total
	Leasehold Land	Buildings	
Gross carrying value			
As at 01 Apr 2021	41.78	470.56	512.34
Additions	-	194.23	194.23
Disposals	(0.04)	(178.29)	(178.33)
As at 31 Mar 2022	41.74	486.50	528.24
Accumulated depreciation			
As at 01 Apr 2021	0.91	170.43	171.34
Depreciation charge for the year	0.51	147.02	147.53
Disposals	-	(141.99)	(141.99)
As at 31 Mar 2022	1.42	175.46	176.88
Net carrying value			
As at 31 Mar 2022	40.32	311.04	351.36

5. Intangible assets

The changes in the carrying value of intangible assets for the three months period ended 30 June 2022 are as follows:

(₹ million)

	Technical Knowhow	Brand	Computer Software	Total
	Gross carrying value (at cost)			
As at 01 Apr 2022	218.85	46.35	109.82	375.02
Additions	-	-	7.75	7.75
As at 30 Jun 2022	218.85	46.35	117.57	382.77
Accumulated amortization				
As at 01 Apr 2022	85.20	6.18	100.24	191.62
Amortisation charge for the period	8.15	1.16	2.02	11.33
As at 30 Jun 2022	93.35	7.34	102.26	202.95
Net carrying value				
As at 30 Jun 2022	125.50	39.01	15.31	179.82

The changes in the carrying value of intangible assets for the year ended 31 March 2022 are as follows:

(₹ million)

	Technical Knowhow	Brand	Computer Software	Total
	Gross carrying value (at cost)			
As at 01 April 2021	-	46.35	121.91	168.26
Additions on account of acquisition through business combination	212.89	-	-	212.89
Additions	5.96	-	1.70	7.66
Transferred to discontinued operation	-	-	(9.93)	(9.93)
Disposals	-	-	(3.86)	(3.86)
As at 31 Mar 2022	218.85	46.35	109.82	375.02
Accumulated amortization				
As at 01 April 2021	-	1.54	95.47	97.01
Additions on account of acquisition through business combination	60.78	-	-	60.78
Amortisation charge for the year	24.42	4.64	12.73	41.79
Transferred to discontinued operation	-	-	(4.10)	(4.10)
Disposals/ Adjustments	-	-	(3.86)	(3.86)
As at 31 Mar 2022	85.20	6.18	100.24	191.62
Net carrying value				
As at 31 Mar 2022	133.65	40.17	9.58	183.40

6. Investment**A Non-current investments**

	Face Value Per Unit	Number	30 Jun 22	Number	31 Mar 22
(₹ million)					
Investments carried at cost (Unquoted)					
Investment in Equity Instruments of Joint Venture (Fully paid-up)					
Techno Electromech Private Limited	₹ 10	4,040,000	92.63	4,040,000	118.18
Add: Share of profit / (loss) in current period			(12.79)		(25.55)
			79.84		92.63
Aggregate amount of unquoted investments - At cost			79.84		92.63

B Current Investments held for sale

	30 Jun 22	31 Mar 22
(₹ million)		
Investments measured at FVTPL (Quoted)		
Investments in Liquid/ Overnight Mutual Funds	3,567.00	7,640.51
	3,567.00	7,640.51
Aggregate amount of quoted investments - At cost	3,561.52	7,628.52
Aggregate amount of quoted investments - At market value	3,567.00	7,640.51

Refer note 16 for non-current assets held for sale and discontinued operations.

7. Cash and cash equivalents

	30 Jun 22	31 Mar 22
(₹ million)		
Cash and cash equivalents (at amortised cost)		
Balances with banks		
In current accounts	265.17	1,048.72
Deposits with original maturity of less than 3 months	344.55	167.04
Cash in hand	0.62	1.15
	610.34	1,216.91

There is no repatriation restriction with regard to cash and cash equivalents at the end of reporting period and prior periods.

8. Inventories

	30 Jun 22	31 Mar 22
(₹ million)		
Raw materials	7,009.46	5,547.49
Work-in-progress	2,681.21	2,208.54
Finished goods	12,883.68	11,182.82
Stock-in-trade	1,977.46	1,893.49
Stores and spares	279.77	264.75
Packing materials	373.47	282.55
Scrap materials	407.81	524.88
Project materials for long-term contracts	156.86	91.95
	25,769.72	21,996.47

Notes:-

- (a) The above includes goods in transit of ₹ 2,065.24 million (31 March 2022 - ₹ 317.48 million)
(b) Inventories are hypothecated with the bankers against working capital limits (refer note 9).

9. Borrowings**A Borrowings- non-current**

	Rate of Interest	Tenure end date	30 Jun 22 Gross/ Carrying Value	31 Mar 22 Gross/ Carrying Value
(₹ million)				
At amortised cost				
Rupee loan (secured)				
Indian rupee loan from HDFC Bank ⁽ⁱ⁾	9.21% fluctuating	07 June 2027	67.02	65.91
			67.02	65.91
Less: Current maturities of long-term borrowings			(32.99)	(36.17)
			34.03	29.74

⁽ⁱ⁾ Rate of Interest is calculated at Weighted average rate of interest.

Tenure end date is date of last EMI date of loan repayment schedule as on 07 June 2022.

Notes:**(a) The above loans are secured by way of**

- (i) Charges with respect to above borrowing has been created in favour of security trustee. No separate charge created for each of the borrowing.
(ii) Term Loan of Group's subsidiary Tirupati Reels Private Limited (TRPL) is secured against
(a) hypothecation of inventories, trade receivables, plant and equipments and deposits with bank (amounting ₹ 29 million).
(b) mortgage of collateral security of leasehold land.
(c) personal guarantee of certain directors and their relative at their personal capacity.

(b) Movement in borrowing schedule for the three months period ended 30 June 2022

	ECB	Rupee loan	Total
(₹ million)			
As at 01 Apr 2022	-	65.91	65.91
Add: Proceeds	-	13.76	13.76
Less: Repayments	-	(12.65)	(12.65)
As at 30 Jun 2022	-	67.02	67.02

9. Borrowings

A Borrowings- non-current

(b) Movement in borrowing schedule for the year ended 31 March 2022

	ECB	Rupee loan	(₹ million) Total
As at 01 Apr 2021	1,455.40	141.81	1,597.21
Less: Repayments	(322.05)	(75.90)	(397.95)
Less: Transferred on account of divestment	(1,133.35)	-	(1,133.35)
As at 31 Mar 2022	-	65.91	65.91

B Borrowings- current

	30 Jun 22	31 Mar 22
At amortised cost		
Cash Credit from banks (secured)	-	0.02
Short-term loan from banks (unsecured)	773.12	765.42
Current maturities of long-term borrowings	32.99	36.17
	806.11	801.61

Note:

The above loans are secured by way of

- Secured borrowings from banks are secured against pari passu first charge by way of hypothecation of inventories and receivables.
- Pari passu first charge on specific properties, plant and equipment of the Parent Company such as Daman staff quarters, Daman godown premises, factory land and building at Halol, Daman and office building at Mumbai.
- Pari passu first charge by way of hypothecation of all movable fixed assets appearing in balance sheet as on 31 March 2015.
- Pari passu second charge by way of registered mortgage on all movable assets acquired on or after 01 April 2015.

10. Trade payables

	30 Jun 22	31 Mar 22
At Amortised Cost		
Total outstanding dues of micro and small enterprises		
Trade payables - Others	568.07	588.24
	568.07	588.24
Total outstanding dues of creditors other than micro and small enterprises		
Acceptances - (refer note below (a))	2,920.21	6,364.55
Other than acceptances		
Trade payables to related parties (refer note - 18 (e), (f), (g))	159.87	171.47
Trade payables - Others (refer note below (b))	4,896.78	5,051.04
	7,976.86	11,587.06

Notes:-

- Acceptances represent amounts payable to banks on due date as per usance period of Letter of Credit (LCs) issued to raw material vendors under non-fund based working capital facility approved by Banks for the Group. The arrangements are interest-bearing. Non-fund limits are secured by first pari-passu charge over the present and future current assets of the Group.
- Others includes amount payable to vendors, employees liability and accrual of expenses that are expected to be settled in the Group's normal operating cycle or due to be settled within twelve months from the reporting date.
- For explanations on the Group's liquidity risk management process refer note 21(C).

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11. Revenue from operations

	Three months period ended 30 Jun 22	(₹ million) Three months period ended 30 Jun 21 Restated
Revenue from contracts with customers		
Revenue on Sale of Products		
Finished goods	24,701.70	16,606.25
Traded goods	1,995.15	1,032.24
Revenue from Construction Contracts	446.01	432.78
	27,142.86	18,071.27
Other operating revenue		
Job work income	2.13	0.93
Scrap sales	170.68	457.42
Total revenue from contracts with customers	27,315.67	18,529.62
Export incentives	3.53	2.43
Government grant	46.37	20.23
Total Revenue from operations	27,365.57	18,552.28

Notes:

(a) Disaggregated revenue information

	Three months period ended 30 Jun 22	(₹ million) Three months period ended 30 Jun 21 Restated
Type of Goods or Services		
Wires & Cables	23,510.80	15,990.41
Fast Moving Electrical Goods (FMEG)	3,024.37	1,918.79
Revenue from construction contracts	446.01	432.78
Others	334.49	187.64
Total revenue from contracts with customers	27,315.67	18,529.62
Location of customer		
India	25,486.98	17,397.98
Outside India	1,828.69	1,131.64
Total revenue from contracts with customers	27,315.67	18,529.62
Timing of revenue recognition		
Goods transferred at a point in time	26,866.33	18,092.24
Goods and Services transferred over a period of time	449.34	437.38
Total revenue from contracts with customers	27,315.67	18,529.62

(b) Reconciliation of the revenue from contracts with customers with the amounts disclosed in the segment information

	Three months period ended 30 Jun 22	(₹ million) Three months period ended 30 Jun 21 Restated
Total revenue from contracts with customers	27,315.67	18,529.62
Export incentives ⁽ⁱ⁾	3.53	2.43
Government grant ⁽ⁱⁱ⁾	46.37	20.23
Other income excluding finance income	321.98	106.12
Total income as per Segment (Refer note 19)	27,687.55	18,658.40

(i) Export incentive includes merchandise export from India scheme (MEIS) incentives, Remission of Duties and Taxes on Export Products Scheme (RoDTEP) and duty drawback incentives.

(ii) Government grant includes advance licence benefits and deferred income released to the statement of profit and loss on fulfilment of export obligation under the export promotion capital goods (EPCG) scheme.

12. Other income

	Three months period ended 30 Jun 22	(₹ million) Three months period ended 30 Jun 21 Restated
(a) Interest income on financial assets		
Carried at amortised cost		
Bank deposits	36.42	47.59
Others	21.65	28.31
Carried at FVTPL		
Others	0.57	4.59
(b) Income from Investments designated at FVTPL		
Gain on liquid/overnight mutual funds	62.85	51.00
Fair valuation gain on Liquid/overnight mutual funds	-	2.07

12. Other income

	Three months period ended 30 Jun 22	(₹ million) Three months period ended 30 Jun 21 Restated
(c) Fair value gain / loss on financial instruments		
Derivatives at FVTPL (refer note (i) below)	254.23	(17.26)
(d) Other non-operating income		
Exchange differences (net)	45.31	115.71
Gain on sale of property, plant and equipment	0.74	0.21
Gain on termination of Lease	-	3.18
Sundry balances written back	1.36	1.64
Miscellaneous income	20.34	2.64
	443.47	239.68

(i) Gain on fair valuation of financial instruments at FVTPL relates to foreign exchange fluctuation on forward contracts that are designated as at FVTPL account and on embedded derivatives, which have been separated. No ineffectiveness has been recognised on foreign exchange and interest rate hedges.

13. Finance costs

	Three months period ended 30 Jun 22	(₹ million) Three months period ended 30 Jun 21 Restated
Interest expense on financial liabilities at amortised cost	28.91	27.45
Interest expense on financial liabilities at FVTPL	7.53	7.94
Exchange differences regarded as an adjustment to borrowing costs	-	0.07
Other borrowing costs ⁽ⁱ⁾	47.88	62.22
	84.32	97.68

(i) Other borrowing costs would include bank commission charges, bank guarantee charges, letter of credit charges, premium on forward contract, fair value loss/(gain) on forward contracts, other ancillary costs incurred in connection with borrowings

14. Other expenses

	Three months period ended 30 Jun 22	(₹ million) Three months period ended 30 Jun 21 Restated
Consumption of stores and spares	201.78	211.83
Sub-contracting expenses	511.99	471.46
Power and fuel	367.69	278.26
Rent	15.88	13.90
Advertising and sales promotion	194.75	78.36
Brokerage and commission	73.53	68.56
Travelling and conveyance	124.13	67.61
Legal and professional fees	168.41	133.44
Freight & forwarding expenses	554.35	400.24
Sundry advances written off	-	3.98
Fair value gain / loss on derivatives at FVTPL (refer below note (a))	-	28.12
Impairment allowance for trade receivable considered doubtful	59.44	55.28
CSR expenditure	54.69	51.30
Other miscellaneous expenses	303.30	213.07
	2,629.94	2,075.41

(a) Loss on fair valuation of financial instruments at FVTPL relates to foreign exchange fluctuation on forward contracts that are designated as at FVTPL account and on embedded derivatives, which have been separated. No ineffectiveness has been recognised on foreign exchange and interest rate hedges.

15. Earnings per share

(a) Basic Earnings per share

			Three months period ended 30 Jun 22	Three months period ended 30 Jun 21
Continuing Operations				
Profit after taxation	₹ in million	A	2,197.57	724.39
Weighted average number of equity shares for basic earning per share	Number	B	149,487,381	149,137,399
Earnings per shares - Basic (one equity share of ₹ 10 each) (not annualised)	₹ per share	(A/B)	14.70	4.86

15. Earnings per share

(a) Basic Earnings per share

Discontinuing Operations			Three months period ended 30 Jun 22	Three months period ended 30 Jun 21
Profit after tax	₹ in million	A	-	15.46
Weighted average number of equity shares for basic earning per share	Number	B	149,487,381	149,137,399
Earnings per shares - Basic (one equity share of ₹ 10 each) (not annualised)	₹ per share	(A/B)	-	0.10

Continuing Operations and Discontinuing Operations			Three months period ended 30 Jun 22	Three months period ended 30 Jun 21
Profit after tax	₹ in million	A	2,197.57	739.85
Weighted average number of equity shares for basic earning per share	Number	B	149,487,381	149,137,399
Earnings per shares - Basic (one equity share of ₹ 10 each) (not annualised)	₹ per share	(A/B)	14.70	4.96

15. Earnings per share

(b) Diluted Earnings per share

			Three months period ended 30 Jun 22	Three months period ended 30 Jun 21
Weighted average number of equity shares for basic earning per share	Number	A	149,487,381	149,137,399
Effect of dilution				
Share options	Number	B	511,111	670,283
Weighted average number of equity shares adjusted for effect of dilution	Number	C=(A+B)	149,998,492	149,807,682

Continuing Operations			Three months period ended 30 Jun 22	Three months period ended 30 Jun 21
Profit after tax	₹ in million	A	2,197.57	724.39
Weighted average number of equity shares for basic earning per share	Number	B	149,998,492	149,807,682
Earnings per shares - Diluted (one equity share of ₹ 10 each) (not annualised)	₹ per share	(A/B)	14.65	4.84

Discontinuing Operations			Three months period ended 30 Jun 22	Three months period ended 30 Jun 21
Profit after tax	₹ in million	A	-	15.46
Weighted average number of equity shares for basic earning per share	Number	B	149,998,492	149,807,682
Earnings per shares - Diluted (one equity share of ₹ 10 each) (not annualised)	₹ per share	(A/B)	-	0.10

Continuing Operations and Discontinuing Operations			Three months period ended 30 Jun 22	Three months period ended 30 Jun 21
Profit after tax	₹ in million	A	2,197.57	739.85
Weighted average number of equity shares for basic earning per share	Number	B	149,998,492	149,807,682
Earnings per shares - Diluted (one equity share of ₹ 10 each) (not annualised)	₹ per share	(A/B)	14.65	4.94

16. Discontinued Operations

(₹ million)

During the FY 21-22, the Group had divested its 100% stake in Ryker Base Private Limited, a wholly-owned subsidiary, for a consideration of ₹ 1,778.92 million. Consequently, Ryker's operations including gain on disposal of Ryker of Rs ₹ 817.22 million had recognised as discontinuing operations and related comparatives were restated in accordance with the applicable Ind-AS. Statement of profit/ (loss) are prepared after elimination of intercompany transactions. Being a discontinued operation, that segment is no longer presented in the segment note.

All other notes to the financial statements mainly include amounts for continuing operations, unless otherwise mentioned.

	(₹ million)
	Three months period ended 30 Jun 21
INCOME	
Revenue from operations	342.45
Other income	23.23
Total income	365.68
EXPENSES	
Cost of materials consumed	314.05
Changes in inventories of finished goods, stock-in-trade and work-in-progress	(110.98)
Employee benefits expense	19.64
Finance cost	33.93
Depreciation and amortisation expense	28.52
Other expenses	68.34
Total expenses	353.50
Profit before tax	12.18
Income tax expenses	
Deferred tax (credit)/charge	(3.28)
Total tax expense	(3.28)
Profit for the period from discontinuing operations	15.46
Other comprehensive income	
Items that will not be reclassified to profit or loss	
Re-measurement gains / (losses) on defined benefit plans	(0.16)
Income tax relating to items that will not be reclassified to Profit or Loss	0.04
Other comprehensive income of discontinuing operations for the period, net of tax	(0.12)
Total comprehensive income of discontinuing operations for the period, net of tax	15.34

The net cash flows generated/(incurred) by Ryker Base Private Limited are as follows:

(₹ million)

	Three months period ended 30 Jun 21
Operating	(1,086.35)
Investing	(24.13)
Financing	923.32
	(187.16)

Earnings per share

	Three months period ended 30 Jun 21
Discontinuing Operations	
Basic (₹)	0.10
Diluted (₹)	0.10

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17. Contingent liabilities and commitments

(A) Contingent liabilities (to the extent not provided for)

	30 Jun 22	31 Mar 22
(i) Taxation matters		
Disputed liability in respect of sales tax /VAT demand & pending sales tax / VAT forms	0.66	1.86
Disputed liability in respect of Service tax duty demand	18.17	18.17
Disputed liability in respect of excise duty demand	8.60	8.60
Disputed liability in respect of custom duty demand	17.08	17.08
(ii) Customs Duty on Capital goods imported under Export Promotion Capital Goods Scheme, against which export obligation is to be fulfilled	48.55	46.23
(iii) Customs Duty on Raw Materials imported under Advance License, against which export obligation is to be fulfilled	200.00	190.07

Notes:

- (a) In respect of the items above, future cash outflows in respect of contingent liabilities are determinable only on receipt of judgements/decisions pending at various forums/authority. The Group doesn't expect the outcome of matters stated above to have a material adverse effect on the Group's financial conditions, result of operations or cash flows.
- (b) There is uncertainty and ambiguity in interpreting and giving effect to the guidelines of Honourable Supreme Court vide its ruling in February 2019, in relation to the scope of compensation on which the organisation and its employees need to contribute towards Provident Fund. The Group will evaluate its position and act, as clarity emerges.

(B) Commitments

	30 Jun 22	31 Mar 22
Capital commitments		
(Estimated value of contracts in capital account remaining to be executed and not provided for (net of capital advances))		
towards Property, Plant and Equipment	2,119.07	2,281.66

18. Related party disclosure

The transactions with related parties are made on terms equivalent to those that prevail in arm's length transactions. Outstanding balances at the period-end are unsecured and settlement occurs in cash or credit as per the terms of the arrangement.

(A) Enterprises where control exists

	Principal activities	Country of incorporation	Ownership interest (%)	
			30 Jun 22	31 Mar 22
(i) Joint Ventures				
Techno Electromech Private Limited (TEPL)	Manufacturing of light emitting diodes, lighting and luminaires, and LED drivers	India	50%	50%

(B) Enterprises owned or significantly influenced by key managerial personnel

- AK Enterprises (A K)
- Dowells Elektro Werke (DEW)
- Tirupati Tradelinks Private Limited (TTPL)
- Polycab Social Welfare Foundation
- EPMR Australia Pty Ltd
- Transigo Fleet LLP
- Newland Global Group Pty Ltd
- Asia Trade-Link Corporation
- T.P. Ostwal & Associates LLP
- Bootbhavani Fabricators
- S.B. Enterprise

(C) Key management personnel

(i) CMD and Whole-time director (WTD)

- Mr. Inder T. Jaisinghani Chairman and managing Director
- Mr. Ramesh T. Jaisinghani (b) Whole-time director (up to 12 May 2021)
- Mr. Ajay T. Jaisinghani (b) Whole-time director (up to 12 May 2021)
- Mr. Shyam Lal Bajaj (a) (b) Whole time director (up to 12 May 2021)
- Mr. Rakesh Talati (c) Whole-time director (w.e.f. 13 May 2021)
- Mr. Bharat A. Jaisinghani (c) Whole-time director (w.e.f. 13 May 2021)
- Mr. Nikhil R. Jaisinghani(c) Whole-time director (w.e.f. 13 May 2021)

(ii) Independent director

- Mr. R S Sharma Independent director
- Mr. T P Ostwal Independent director
- Mr. Pradeep Poddar Independent director
- Ms. Sutapa Benerjee Independent director (w.e.f. 13 May 2021)

(iii) Key management personnel (excluding CMD and WTD)

- Mr. Gandharv Tongia Chief financial officer
- Ms. Manita Gonsalves Company secretary and compliance officer

(iv) Relatives of Key management personnel

- Mr. Kunal I. Jaisinghani Son of Mr. Inder T. Jaisinghani
- Ms. Jayshri Talati Wife of Mr. Rakesh Talati

- (a) Mr. Shyam Lal Bajaj resigned from CFO position w.e.f. closing business hours 30 May 2020 and continued as a whole time director till 12 May 2021.
- (b) Resigned from Whole-time director position w.e.f. closing business hours 12 May 2021.
- (c) Appointed as Whole-time director w.e.f. 13 May 2021.

18. Related party disclosure

(D) Transactions with group companies

			(₹ million)	
			Three months period ended 30 Jun 22	Three months period ended 30 Jun 21
(i)	Sale of goods (including GST)			
	Techno Electromech Private Limited	Joint Venture	-	8.58
(ii)	Purchase of goods (including GST)			
	Techno Electromech Private Limited	Joint Venture	217.25	164.04
(iii)	Sub-contracting expense (including GST)			
	Techno Electromech Private Limited	Joint Venture	4.29	4.99
(iv)	Interest received			
	Techno Electromech Private Limited	Joint Venture	2.24	3.43
(v)	Testing charges paid (including GST)			
	Techno Electromech Private Limited	Joint Venture	0.04	0.04
(vi)	Loan given repaid			
	Techno Electromech Private Limited	Joint Venture	-	5.21

(E) Outstanding as at:

			(₹ million)	
			30 Jun 22	31 Mar 22
(i)	Loans			
	Techno Electromech Private Limited	Joint Venture	100.00	100.00
(ii)	Trade Receivables			
	Techno Electromech Private Limited	Joint Venture	33.46	33.67
(iii)	Other Receivables			
	Techno Electromech Private Limited	Joint Venture	85.19	85.19
(vi)	Interest accrued on loan given			
	Techno Electromech Private Limited	Joint Venture	2.24	2.91
(v)	Trade Payables			
	Techno Electromech Private Limited	Joint Venture	7.92	50.59

(F) Transactions with KMP:

(i) Remuneration paid or payable to:

			(₹ million)			
			30 Jun 22		30 Jun 21	31 Mar 22
			Three months period ended	Outstanding as at	Three months period ended	Outstanding as at
CMD and Whole-time director						
	Salaries, wages, bonus, commission and other benefits		54.57	30.30	40.48	103.10
	Contribution to PF, Family Pension and ESI		0.26	-	0.12	-
	ESOP Expenses		0.80	-	0.83	-
Independent director						
	Director sitting fees		1.28	-	0.96	-
	Commission		2.50	2.50	2.00	9.00
Key management personnel (excluding CMD and WTD)						
	Salaries, wages, bonus, commission and other benefits		9.47	1.59	6.14	5.00
	Contribution to PF, Family Pension and ESI		0.01	-	0.09	-
	ESOP Expenses		0.80	-	0.53	-
Remuneration to other related parties						
	Salaries, wages, bonus, commission and other benefits		0.85	0.16	2.33	0.51
	Contribution to PF, Family Pension and ESI		0.01	-	-	-

As the liabilities for gratuity and leave encashment are provided on actuarial basis for the Company as a whole, the amounts pertaining to the directors and KMP are not included above.

(ii) Transactions where KMP's are interested

			(₹ million)			
			30 Jun 22		30 Jun 21	31 Mar 22
			Three months period ended	Outstanding as at	Three months period ended	Outstanding as at
Asia Trade-Link Corporation	Sale of goods		1.55	-	-	-
Tirupati Tradelinks Private Limited	Purchase of goods		90.32	91.77	38.68	60.24
Tirupati Tradelinks Private Limited	Sub-contracting expense		-	-	0.11	-
Newland Global Group Pty Ltd	Professional fees		0.55	-	-	-
Tirupati Tradelinks Private Limited	Interest paid		-	-	-	0.07
EPMR Australia Pty Ltd	Commission paid		2.47	-	10.34	-
EPMR Australia Pty Ltd	Advertising and sales promotion		0.34	-	-	-
Dowells Elektro Werke	Other Receivables		0.05	-	-	0.05
Polycab Social Welfare Foundation	Donation		53.73	19.03	51.00	-
Transigo Fleet LLP	Professional fees		4.54	1.35	-	1.46
AK Enterprises	Reimbursement of Electricity Expense		0.21	-	-	-
AK Enterprises*	Rent paid		7.29	-	6.92	2.33
Boothbhavani Fabricators	Purchase of Plant and equipments		17.87	(11.19)	-	-
S.B. Enterprise	Purchase of Plant and equipments		9.02	5.26	-	-
S.B. Enterprise	Purchase of goods (including GST)		1.18	-	-	-
T.P. Ostwal & Associates LLP	Professional fees for tax advisory		-	-	0.14	-

*Security deposit given to AK Enterprises amounting to ₹ 6.17 million (31 March 2022 : ₹ 6.17 million).

negative amount represent advance given.

Notes to Consolidated Financial Statements for three months period ended 30 June 22

18. Related party disclosure

(G) Transactions with relatives of KMP:

Rent paid for the three months period ended and outstanding as at:

	30 Jun 22		30 Jun 21	
	Three months period ended	Outstanding as at	Three months period ended	Outstanding as at
Ms. Jayshri Talati	0.15	-	-	-

19. Segment reporting

The Group is organised into business units based on its products and services and has three reportable segments as follows:

Wire and Cable: Manufacture and sale of wires and cables.

Fast moving electrical goods (FMEG): Fans, LED lighting and luminaires, switches, switchgears, solar products, pumps, hohm, conduits and domestic appliances.

Copper : Manufacturing, selling and job work on Copper rods and wires. (Discontinued from 18 Nov 2021)

Others : It comprise of EPC business which includes design, engineering, supply of materials, survey, execution and commissioning of power distribution, rural electrification projects on a trunkway basis.

(A) The following summary describes the operations in each of the Group's reportable segments for three months period ended:

	Three months period ended 30 Jun 22					Three months period ended 30 Jun 21				
	Wires & Cables	FMEG	Others	Eliminations	Total	Wires & Cables	FMEG	Others	Eliminations	Total
Income										
External sales	23,884.75	3,051.81	750.99	-	27,687.55	16,164.58	1,918.82	575.00	-	18,658.40
Inter segment revenue	172.24	29.73	247.68	(449.65)	-	104.92	-	142.57	(247.49)	-
Total Income	24,056.99	3,081.54	998.67	(449.65)	27,687.55	16,269.50	1,918.82	717.57	(247.49)	18,658.40
Segment Results										
External	2,755.70	62.36	104.99	-	2,923.05	1,033.78	(143.30)	64.85	-	955.33
Inter segment results	17.04	2.06	19.85	(38.95)	-	33.34	-	11.43	(44.77)	-
Segment/Operating results	2,772.74	64.42	124.84	(38.95)	2,923.05	1,067.12	(143.30)	76.28	(44.77)	955.33
Un-allocated items:										
Finance income					121.49					133.56
Finance costs					84.32					97.68
Share of profit/(loss) of joint venture (Net of tax)		(12.79)			(12.79)		(1.31)			(21.40)
Profit before tax					2,947.43					969.81
Income tax expenses										
Current tax					733.03					263.81
Adjustment of tax relating to earlier period					-					(30.55)
Deferred tax (credit)/charge					(11.06)					(0.61)
Profit for the period from continuing operations					2,225.46					737.16
Profit for the period from discontinuing operations					-					15.46
Profit for the period					2,225.46					752.62
Depreciation & amortisation expenses	575.52	53.20	(118.87)	-	509.85	436.61	48.97	7.23	-	492.81
Non-cash expenses/ (Income) other than depreciation	(310.48)	5.99	2.37	-	(302.12)	199.83	12.98	15.15	-	227.95
Total cost incurred during the period to acquire segment assets (net of disposal)	689.67	326.07	28.34	-	1,044.08	704.12	69.09	1.88	-	775.09

(B) Revenue by Geography

The amount of its revenue from external customers analysed by the country, in which customers are located, are given below:

	Three months period ended 30 Jun 22	Three months period ended 30 Jun 21
Within India	25,858.86	17,526.76
Outside India	1,828.69	1,131.64
	27,687.55	18,658.40

(C) Segment assets as at:

	30 Jun 22					31 Mar 22				
	Wires & Cables	FMEG	Others	Eliminations	Total	Wires & Cables	FMEG	Others	Eliminations	Total
Segment assets	47,604.01	8,321.65	3,320.15	-	59,245.81	49,395.56	7,754.41	3,491.26	-	60,641.22
Unallocated assets:										
Investment accounted for using the equity method					79.84					92.63
Current investments					3,567.00					7,640.51
Income tax assets (net)					258.11					479.46
Deferred tax assets (net)					0.09					0.09
Cash and cash equivalents and bank balance (Including fixed deposit)					3,176.92					4,197.41
Loans					118.99					126.80
Goodwill					46.22					46.22
Other unallocable assets					3,870.23					894.71
Total assets					70,363.21					74,119.05

(D) Segment liabilities as at:

	30 Jun 22					31 Mar 22				
	Wires & Cables	FMEG	Others	Eliminations	Total	Wires & Cables	FMEG	Others	Eliminations	Total
Segment liabilities	7,284.77	1,935.82	2,588.88	-	11,809.47	10,280.46	2,697.31	2,726.23	-	15,704.00
Unallocated liabilities:										
Borrowings (Non-Current and Current, including Current Maturity)					840.14					831.35
Current tax liabilities (net)					430.19					159.52
Deferred tax liabilities (net)					232.05					271.84
Other unallocable liabilities					1,223.27					1,464.24
					14,535.12					18,430.95

(E) Non-current assets by Geography

The total of non-current assets excluding financial assets and deferred tax assets analysed by the country in which assets are located are given below:

	As at 30 Jun 22	As at 31 Mar 22
Within India	21,945.63	21,741.77
Outside India	-	-
	21,945.63	21,741.77

20. Financial Instruments and Fair Value Measurement

For the purpose of fair value disclosures, the Group has determined classes of assets and liabilities on the basis of the nature, characteristics and risk of the assets or liability are explained as in the accounting policy of the Group.

Set out below, is a comparison by class of the carrying amounts and fair value of the Group's financial instruments, other than those with carrying amounts that are reasonable approximations of fair values: (₹ million)

	Carrying value		Fair value	
	30 Jun 22	31-Mar-22	30 Jun 22	31-Mar-22
Financial assets				
Measured at amortised cost				
Trade receivables	9,569.26	13,763.25	9,569.26	13,763.25
Cash and cash equivalents	610.34	1,216.91	610.34	1,216.91
Bank balance other than cash and cash equivalents (refer note h)	2,559.75	2,854.27	2,559.75	2,854.27
Loans	118.99	126.80	118.99	126.80
Other financial assets	634.56	432.22	634.56	432.22
Measured at fair value through profit or loss account (FVTPL)				
Investment in mutual funds	3,567.00	7,640.51	3,567.00	7,640.51
Derivative Assets	1,599.24	238.84	1,599.24	238.84
	18,659.14	26,272.80	18,659.14	26,272.80
Financial liabilities				
Measured at amortised cost				
Borrowings - long term including current maturities and short term	840.14	831.35	846.86	836.59
Trade payables	8,544.93	12,175.30	8,544.93	12,175.30
Creditors for capital expenditure	323.17	476.22	323.17	476.22
Obligations under lease	328.78	350.13	335.17	357.01
Other financial liabilities	69.63	71.46	69.63	71.46
Measured at fair value through profit or loss account (FVTPL)				
Derivative liabilities	22.96	138.42	22.96	138.42
	10,129.61	14,042.88	10,142.72	14,055.00

- Interest rate swaps, foreign exchange forward contracts and embedded commodity derivative are valued using valuation techniques, which employ the use of market observable inputs (closing rates of foreign currency and commodities).
- Embedded foreign currency and commodity derivatives are measured similarly to the foreign currency forward contracts and commodity derivatives. The embedded derivatives are commodity and foreign currency forward contracts which are separated from purchase contracts.
- The management assessed that cash and cash equivalents, trade receivables, trade payables, short-term borrowings, loans to related party, loans to employees, short term security deposit and other current liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.
- The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. The following methods and assumptions were used to estimate the fair values.
- The fair values of the mutual funds are based on NAV at the reporting date.
- The fair value of interest rate swaps are based on MTM bank rates as on reporting date.
- The Group enters into derivative financial instruments with various counterparties, principally financial institutions with investment grade credit ratings. Foreign exchange forward contracts are valued using valuation techniques, which employs the use of market observable inputs. The most frequently applied valuation techniques include forward pricing and swap models, using present value calculations. The models incorporate various inputs including the credit quality of counterparties, foreign exchange spot and forward rates, yield curves of the respective currencies, currency basis spreads between the respective currencies, interest rate curves. The changes in counterparty credit risk had no material effect on the hedge effectiveness assessment for derivatives designated in hedge relationships and other financial instruments recognised at fair value.
- Fixed deposit of ₹ ₹ 45.61 million (31 Mar 2022: ₹ 29 million) is restricted for withdrawal, considering it is lien against commercial arrangements.
- Non-current other financial assets includes fixed deposit having maturity period of more than 12 months of ₹ 6.83 million (31 Mar 2022: ₹ 126.23 million).

Fair value hierarchy

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, to provide an indication about the reliability of inputs used in determining fair value, the Group has classified its financial statements into three levels prescribed under the Ind AS as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

The following table provides the fair value measurement hierarchy of the Group's assets and liabilities.

20. Financial Instruments and Fair Value Measurement**Quantitative disclosures fair value measurement hierarchy for assets and liabilities as at 30 June 2022:** (₹ million)

	Date of valuation	Total	Fair value measurement using		
			Quoted prices in active markets	Significant observable inputs	Significant unobservable inputs
			(Level 1)	(Level 2)	(Level 3)
Assets measured at fair value:					
Units of mutual funds	30 Jun 22	3,567.00	3,567.00	-	-
Derivative Assets					
Embedded derivatives	30 Jun 22	1,362.44	-	1,362.44	-
Commodity contracts	30 Jun 22	236.80	-	236.80	-
Liabilities measured at fair value:					
Derivative liabilities :					
Foreign exchange forward contract	30 Jun 22	22.96	-	22.96	-

Quantitative disclosures fair value measurement hierarchy for assets and liabilities as at 31 March 2022: (₹ million)

	Date of valuation	Total	Fair value measurement using		
			Quoted prices in active markets	Significant observable inputs	Significant unobservable inputs
			(Level 1)	(Level 2)	(Level 3)
Assets measured at fair value:					
Units of mutual funds	31 Mar 22	7,640.51	7,640.51	-	-
Derivative Assets					
Embedded derivatives	31 Mar 22	196.27	-	196.27	-
Forward Contract	31 Mar 22	42.57	-	42.57	-
Liabilities measured at fair value:					
Derivative liabilities :					
Commodity contracts	31 Mar 22	138.42	-	138.42	-

The Group's policy is to recognise transfers into and transfers out of fair value hierarchy levels as of the date of the event or change in circumstances that caused the transfer. However, there were no transfers between the levels as at the end of the reporting period.

21. Financial Risk Management Objectives And Policies

The Group's principal financial liabilities, other than derivatives, comprise loans and borrowings and trade and other payables. The main purpose of these financial liabilities is to finance the Group's operations and to provide guarantees to support its operations. The Group's principal financial assets include loans, trade and other receivables, and cash and cash equivalents that derive directly from its operations. The Group also holds FVTPL investments and enters into derivative transactions.

The Group is exposed to market risk, credit risk and liquidity risk. The Board of Directors of the Group has formed a Risk Management Committee to periodically review the risk management policy of the Group so that the management manages the risk through properly defined mechanism. The Risk Management Committee's focus is to foresee the unpredictability and minimize potential adverse effects on the Group's financial performance. The Group's overall risk management procedures to minimise the potential adverse effects of financial market on the Group's performance are as follows:

(A) Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk, such as equity price risk and commodity risk. Financial instruments affected by market risk include loans and borrowings, deposits, FVTPL investments and derivative financial instruments.

(i) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Group's exposure to the risk of changes in market interest rates relates primarily to the Group's long-term debt obligations with floating interest rates. The Group is also exposed to the risk of changes in market interest rates relates due to its investments in mutual fund units in overnight funds.

The Group manages its interest rate risk by having a fixed and variable rate loans and borrowings. The Group enters into interest rate swaps for long term foreign currency borrowings, in which it agrees to exchange, at specified intervals, the difference between fixed and variable rate interest amounts calculated by reference to an agreed-upon notional principal amount. At 30 June 2022, after taking into account the effect of interest rate swaps, approximately 5% of the Group's borrowings are at a fixed rate of interest (31 March 2022: 2%). Total borrowing as on 30 June 2022 is ₹ 840.14 million (31 March 2022 ₹ 831.35 million).

21. Financial Risk Management Objectives And Policies

Interest rate sensitivity

The following table demonstrates the sensitivity to a reasonably possible change in interest rates on that portion of loans and borrowings affected, after the impact of hedge accounting. With all other variables held constant, the Group's profit before tax is affected through the impact on floating rate borrowings, as follows: (₹ million)

	Exposure to interest rate risk (Principal amount of loan)	Increase/ decrease in basis points	Effect on profit before tax- gain/ (loss)
30 Jun 2022	796.97		
Increase		+100	(7.97)
Decrease		-100	7.97
31 Mar 2022	812.36		
Increase		+100	(8.12)
Decrease		-100	8.12

(ii) Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Group's exposure to the risk of changes in foreign exchange rates relates primarily to the Group's operating activities (when revenue or expense is denominated in a foreign currency) and the Group's borrowings in foreign currency.

Derivative financial instruments

The Group enters into derivative contracts with an intention to hedge its foreign exchange price risk and interest risk. Derivative contracts which are linked to the underlying transactions are recognised in accordance with the contract terms. Such derivative financial instruments are initially recognised at fair value on the date on which a derivative contract is entered into and are subsequently re-measured at fair value. Derivatives are carried as financial assets when the fair value is positive and as financial liabilities when the fair value is negative. Any gains or losses arising from changes in the fair value of derivatives are taken directly to Statement of Profit & Loss. To some extent the Group manages its foreign currency risk by hedging transactions.

Particulars of unhedged foreign currency exposures as at the reporting date:

Currency	Currency Symbol	30 Jun 22		31 Mar 22	
		Foreign currency	Indian Rupees	Foreign currency	Indian Rupees
United States Dollar	USD	(9.98)	(786.28)	(59.45)	(4,506.67)
EURO	Euro	(2.26)	(190.32)	1.19	101.05
Pound	GBP	0.31	29.32	0.53	53.08
Swiss Franc	CHF	1.33	109.43	0.29	24.12
Japanese yen	JPY	2.56	1.48	(0.32)	(0.20)
Australian Dollar	AUD	0.17	9.34	0.43	24.58

Figures shown in bracket represent payable .

Foreign currency sensitivity

The following tables demonstrate the sensitivity to a reasonably possible change in USD, Euro, GBP, CHF, JPY and AUD exchange rates, with all other variables held constant. The impact on the Group's profit before tax is due to changes in the fair value of monetary assets and liabilities including non-designated foreign currency derivatives and embedded derivatives. Sensitivity due to unhedged Foreign Exchange Exposures is as follows:

Impact on profit before tax and equity- gain/ (loss)

Currency	Currency Symbol	30 Jun 22		31 Mar 22	
		+2%	-2%	+2%	-2%
United States Doller	USD	(15.73)	15.73	(90.13)	90.13
EURO	Euro	(3.81)	3.81	2.02	(2.02)
Pound	GBP	0.59	(0.59)	1.06	(1.06)
Swiss Franc	CHF	2.19	(2.19)	0.48	(0.48)
Japanese yen	JPY	0.03	(0.03)	(0.00)	0.00
Australian Dollar	AUD	0.19	(0.19)	0.49	(0.49)

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21. Financial Risk Management Objectives And Policies

(iii) Commodity price risk

The Group's exposure to price risk of copper and aluminium arises from :

- Trade payables of the Group where the prices are linked to LME prices, payment is therefore sensitive to changes in copper and aluminium prices quoted on LME. The provisional pricing feature (Embedded Derivatives) are classified in the balance sheet as fair value through profit or loss. The option to fix prices at future LME prices works as a natural hedge against the movement in value of inventory of copper and aluminium held by the Group. The Group also takes sell LME positions to hedge the price risk on inventory due to ongoing movement in rates quoted on LME. The Group applies fair value hedge to protect its copper and aluminium Inventory from the ongoing movement in rates.
- Purchases of copper and aluminium results in exposure to price risk due to ongoing movement in rates quoted on LME affecting the profitability and financial position of the Group. The risk management strategy is to use the buy future contracts linked to LME to hedge the variation in cash flows of highly probable future purchases. There are no outstanding buy future contracts link to LME as of 30 June 2022 and 31 March 2022.

Sensitivity analysis for unhedged exposure for the three months period ended 30 June 2022 are as follows:

Exposure of Group in Inventory

Metal	Hedge instruments	30 Jun 22			31 Mar 22		
		Exposure in Metric Tonne	Exposure in ₹ million	Impact in Profit before tax - gain/ (loss) +2% -2%	Exposure in Metric Tonne	Exposure in ₹ million	Impact in Profit before tax -gain/ (loss) +2% -2%
Copper	Embedded derivative	3,190	2,080.94	(41.62)	2,870	2,257.50	(45.15)
Aluminium	Embedded derivative	-	-	-	84	23.76	(0.48)

(B) Credit risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Group is exposed to credit risk from its operating activities (primarily trade receivables) and from its financing activities, including deposits with banks and financial institutions, foreign exchange transactions and other financial instruments.

Trade receivables and contract assets

The Group has adopted a policy of only dealing with counterparties that have sufficient credit rating. The Group's exposure and credit ratings of its counterparties are continuously monitored and the aggregate value of transactions is reasonably spread amongst the counterparties. Credit risk has always been managed through credit approvals, establishing credit limits and continuously monitoring the credit worthiness of customers to which the Group grants credit terms in the normal course of business. On account of adoption of Ind AS 109, the Group uses expected credit loss model to assess the impairment loss or gain. The Group has applied Expected Credit Loss (ECL) model for measurement and recognition of impairment losses on trade receivables. ECL has been computed as a percentage of revenue on the basis of Group's historical data of delay in collection of amounts due from customers and default by the customers along with management's estimates.

The Group has sold without recourse trade receivable under channel finance arrangement for providing credit to its dealers. Evaluation is made as per the terms of the contract i.e. if the Group does not retain any risk and rewards or control over the financial assets, then the entity derecognises such assets upon transfer of financial assets under such arrangement with the banks. Derecognition does not result in significant gain / loss to the Group in the Statement of profit and loss.

In certain cases, the Group has sold with recourse trade receivables to a bank for cash proceeds. These trade receivables have not been derecognised from the statement of financial position, because the Group retains substantially all of the risks and rewards – primarily credit risk. The amount received on transfer has been recognised as a financial liability (Refer note 9(B)). The arrangement with the bank is such that the customers remit cash directly to the bank and the bank releases the limit of facility used by the Group. The receivables are considered to be held within a held-to-collect business model consistent with the Group's continuing recognition of the receivables.

The carrying amount of trade receivables at the reporting date that have been transferred but have not been derecognised and the associated liabilities is ₹ 730.10 million (31 Mar 2022: ₹ 765.42 million).

Credit risk arising from investment in mutual funds, derivative financial instruments and other balances with banks is limited and there is no collateral held against these because the counterparties are banks and recognised financial institutions with high credit ratings assigned by the international credit rating agencies.

(C) Liquidity risk

The Group's principle sources of liquidity are cash and cash equivalents and the cash flow that is generated from operations. The Group believes that the working capital is sufficient to meet its current requirements.

Further, the Group manages its liquidity risk in a manner so as to meet its normal financial obligations without any significant delay or stress. Such risk is managed through ensuring operational cash flow while at the same time maintaining adequate cash and cash equivalents position. The management has arranged for diversified funding sources and adopted a policy of managing assets with liquidity in mind and monitoring future cash flows and liquidity on a regular basis. Surplus funds not immediately required are invested in certain financial assets (including mutual funds) which provide flexibility to liquidate at short notice and are included in current investments and cash equivalents. Besides, it generally has certain undrawn credit facilities which can be accessed as and when required, which are reviewed periodically.

The Group has developed appropriate internal control systems and contingency plans for managing liquidity risk. This incorporates an assessment of expected cash flows and availability of alternative sources for additional funding, if required.

Corporate guarantees given on behalf of Group Companies might affect the Liquidity of the Group if they are payable. However, the Group has adequate liquidity to cover the risk. (Refer note 17(A))

Maturity Analysis

The table below summarises the maturity profile of the Group's financial liabilities based on contractual undiscounted payments.

	30 Jun 22			31 Mar 22		
	< 1 year	> equal to 1 year	Total	< 1 year	> equal to 1 year	Total
Borrowings	809.93	37.00	846.93	805.38	31.27	836.65
Lease liability	148.79	302.78	451.57	148.93	311.17	460.10
Other financial liabilities	415.76	-	415.76	686.10	-	686.10
Trade payables	8,544.93	-	8,544.93	12,175.30	-	12,175.30
	9,919.41	339.78	10,259.19	13,815.71	342.44	14,158.15

The other financial liabilities includes derivative liability, for maturity analysis refer note 22(B).

22. Hedging activity and derivatives**(A) Fair value hedge of copper and aluminium price risk in inventory**

- (i) The Group enters into contracts to purchase copper and aluminium wherein the Group has the option to fix the purchase price based on LME price of copper and aluminium during a stipulated time period. Accordingly, these contracts are considered to have an embedded derivative that is required to be separated. Such feature is kept to hedge against exposure in the value of inventory of copper and aluminium due to volatility in copper and aluminium prices. The Group designates the embedded derivative in the payable for such purchases as the hedging instrument in fair value hedging of inventory. The Group designates only the spot-to-spot movement of the copper and aluminium inventory as the hedged risk. The carrying value of inventory is accordingly adjusted for the effective portion of change in fair value of hedging instrument. Hedge accounting is discontinued when the hedging instrument is settled, or when it is no longer qualifies for hedge accounting or when the hedged item is sold.
- (ii) To use the Sell future contracts linked with LME to hedge the fair value risk associated with inventory of copper and aluminium. Once the purchases are concluded and its final price is determined, the Group starts getting exposed to price risk of these inventory till the time it is not been sold. The Group's policy is to designate the copper and aluminium inventory which are already priced and which is not been sold at that point in time in a hedging relationship against Sell LME future positions based on the risk management strategy of the Group. The hedged risk is movement in spot rates.

To test the hedge effectiveness between embedded derivatives/derivatives and LME prices of copper and aluminium, the Group uses the said prices during a stipulated time period and compares the fair value of embedded derivatives/derivatives against the changes in fair value of LME price of copper and aluminium attributable to the hedged risk.

The Group has established a hedge ratio of 1:1 for the hedging relationships as the underlying embedded derivative/derivative is identical to the LME price of Copper and Aluminium.

Disclosure of effects of fair value hedge accounting on financial position:

Hedged item:

Changes in fair value of inventory attributable to change in copper and aluminium prices.

Hedging instrument:

Changes in fair value of the embedded derivative of copper and aluminium trade payables and Sell future contracts, as described above.

(B) Cash flow hedge associated with highly probable forecasted purchases of copper and aluminium:

The Group has purchases of copper and aluminium which results in exposure to price risk due to ongoing movement in rates quoted on LME which affects the profitability and financial position of the Group. The risk management strategy is to use the Buy future contracts linked to LME to hedge the variation in cash flows of highly probable future purchases. The Group designate the monthly copper and aluminium purchases as a highly probable forecasted transaction in a hedging relationship based on the risk management strategy of the Group.

As at 30 June 2022

(₹ million)

Commodity price risk	Carrying amount			Maturity date	Hedge Ratio	Balance sheet classification	Effective portion of Hedge - Gain/ (loss)	Ineffective portion of Hedge -Gain/ (loss)
	Asset-increase/ (decrease)	Liabilities-increase/ (decrease)	Equity-increase/ (decrease)					
Hedged item	Inventory of Copper and aluminium	(1,376.77)	-	-	1:1	Inventory		
	Highly probable future purchases	-	-	(97.29)	1:1	Cash flow hedge Reserve		
	Embedded derivative in trade payables of Copper and aluminium	-	(1,362.44)	-	Range within 1 to 8 months	Current financial liabilities	1,376.77	319.76
Hedging instrument	Buy Derivative Position	-	97.29	-	1:1	Current financial liabilities		
	Sell Derivative Position	-	(334.09)	-	1:1	Current financial liabilities		

The following table presents details of amounts held in effective portion of Cash Flow Hedge and the period during which these are going to be released and affecting Statement of profit and Loss - gain/ (loss)

Commodity Price risk	As at 30 Jun 22			
	Cash Flow hedge release to P&L			Total
	Less than 3 Months	3 Months to 6 Months	6 Months to 12 Months	
Buy Future Contracts- Copper	(70.59)	(15.05)	(6.34)	(91.98)
Buy Future Contracts- Aluminium	(2.24)	(2.70)	(0.37)	(5.31)
Sell Future Contracts- Copper	6.88	-	-	6.88
Sell Future Contracts- Aluminium	0.91	-	-	0.91

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22. Hedging activity and derivatives

As at 31 March 2022

Commodity price risk	Carrying amount			Maturity date	Hedge Ratio	Balance sheet classification	Effective portion of Hedge - Gain/ (loss)	Ineffective portion of Hedge -Gain/ (loss)
	Asset-increase/ (decrease)	Liabilities-increase/ (decrease)	Equity-increase/ (decrease)					
Fair Value Hedge								
Hedged item	Inventory of Copper and aluminium	(154.19)	-	-	1:1	Inventory		
	Highly probable future purchases	-	-	0.58		Cash flow hedge Reserve		
Hedging instrument	Embedded derivative in trade payables of Copper and aluminium	-	(196.27)	-	Range within 1 to 8 months 1:1	Current financial assets	154.19	(96.92)
	Buy Derivative Position	-	(0.58)	-	1:1	Current financial liabilities		
	Sell future contracts	-	139.00	-	1:1	Current financial liabilities		

The following table presents details of amounts held in effective portion of Cash Flow Hedge and the period during which these are going to be released and affecting Statement of profit and Loss - gain/ (loss) (₹ million)

Commodity Price risk	As at 31 Mar 22			
	Cash Flow hedge release to P&L			Total
	Less than 3 Months	3 Months to 6 Months	6 Months to 12 Months	
Buy Future Contracts- Copper	(139.31)	-	-	(139.31)
Buy Future Contracts- Aluminium	0.58	-	-	0.58
Sell Future Contracts- Aluminium	0.31	-	-	0.31

The Board of Directors has constituted a Risk Management Committee (RMC) to frame, implement and monitor the risk management plan of the Group which inter-alia covers risks arising out of exposure to foreign currency fluctuations. Under the guidance and framework provided by the RMC, the Group uses various derivative instruments such as foreign exchange forward, currency options and futures contracts in which the counter party is generally a bank. For the purpose of the Group's capital management, capital includes issued equity capital, securities premium and all other equity reserves attributable to the equity shareholders. The primary objective is to maximise the shareholders value.

The Group has entered into derivative instruments not in hedging relationship by way of foreign exchange forward contracts. The notional amount of outstanding contracts and loss/(gain) on fair valuation of such contracts are given below:

	30 Jun 22	31-Mar-22
Foreign exchange forward contracts- Buy	1,591.51	3,834.67
Foreign exchange forward contracts- Sale	(3,258.35)	(6,148.67)
Fair valuation gain on foreign exchange forward contracts	22.96	(42.37)

23. Events after the reporting period

No significant adjusting event occurred between the balance sheet date and date of the approval of these financial statements by the Board of Directors of the Group requiring adjustment or disclosure.

24. Dividend

The Board of Directors at its meeting held on 10 May 2022, had proposed a final dividend of ₹ 13.00 per equity share and it was approved by shareholders at annual general meeting held on 29 June 2022. Accordingly, the Parent Company paid final dividend of ₹ 2,094.49 million during the quarter.

25. Others

Figures representing ₹ 0.00 million are below ₹ 5,000.

As per our report of even date
For B S R & Co. LLP
 Chartered Accountants
 ICAI Firm Registration No. 101248W/W-100022

For and on behalf of the Board of Directors of
Polycab India Limited
 CIN : L31300GJ1996PLC114183

sd/-
Bhavesh Dhupelia
 Partner
 Membership No. 042070

sd/-
Inder T. Jaisinghani
 Chairman & Managing Director
 DIN : 00309108

sd/-
Nikhil R. Jaisinghani
 Whole Time Director
 DIN : 00742771

sd/-
Bharat A. Jaisinghani
 Whole Time Director
 DIN : 00742995

Place: Mumbai
 Date: 19 July 2022

sd/-
Gandharv Tongia
 Chief Financial Officer
 Membership No. 402854

Place: Mumbai
 Date: 19 July 2022

sd/-
Manita Gonsalves
 Company Secretary
 Membership No. A18321

**Unaudited Interim Condensed Standalone
Financial Statement**

30 June 2022



Polycab India Limited

Unaudited Interim Condensed Standalone Financial Statements for the three months ended 30 June 2022

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B S R & Co. LLP

Chartered Accountants

14th Floor, Central B Wing and North C Wing,
Nesco IT Park 4, Nesco Center,
Western Express Highway,
Goregaon (East), Mumbai - 400 063

Telephone: +91 22 6257 1000
Fax: +91 22 6257 1010

Report on review of Unaudited Interim Condensed Standalone Financial Statements To the Board of Directors of Polycab India Limited

Opinion

We have reviewed the accompanying unaudited interim condensed standalone financial statements of Polycab India Limited ("the Company"), which comprise the unaudited interim condensed standalone balance sheet as at 30 June 2022, the unaudited interim condensed standalone statement of profit and loss (including other comprehensive income) for the quarter ended on that date, the unaudited interim condensed standalone statement of cash flows and the unaudited interim condensed standalone statement of changes in equity for the quarter ended on that date and notes to the unaudited interim condensed standalone financials, including a summary of the significant accounting policies and other selected explanatory information (herein after referred to as "the Statement"). The Company's Board of Directors is responsible for the preparation and fair presentation of the Statement in accordance with the accounting principles generally accepted in India, including the recognition and measurement principles laid down in Indian Accounting Standards (Ind AS) 34, Interim Financial Reporting as specified under section 133 of the Companies Act, 2013 ('the Act') read with relevant rules issued thereunder. Our responsibility is to express a conclusion on the Statement based on our review.

Scope of Review

We conducted our review in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons 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 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.

Conclusion

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement are not prepared, in all material aspects, in accordance with Ind AS 34, Interim Financial Reporting prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder.

For B S R & Co. LLP

Chartered Accountants

Firm's Registration No: 101248W/W-100022



Bhavesh Dhupelia

Partner

Membership No: 042070

UDIN: 22042070ANERKY2756

Mumbai
19 July 2022

Registered Office:

B S R & Co. (a partnership firm with Registration No. BA61223) converted into B S R & Co. LLP
(a Limited Liability Partnership with LLP Registration No. AAB-8181) with effect from October 14, 2013

14th Floor, Central B Wing and North C Wing, Nesco IT Park 4, Nesco Center,
Western Express Highway, Goregaon (East), Mumbai - 400063

Polycab India Limited

Unaudited Interim Condensed Standalone Balance Sheet as at 30 June 2022



(₹ million)

	Notes	As at 30 Jun 22 (Unaudited)	As at 31 Mar 22 (Audited)
ASSETS			
Non-current assets			
Property, plant and equipment	3	15,847.20	15,837.01
Capital work-in-progress	3	3,957.48	3,744.81
Right of use assets	4	322.27	345.18
Other intangible assets	5	14.78	9.01
Financial assets			
(a) Investment in Subsidiaries	6A	386.29	386.29
(b) Investment in Joint Venture	6A	105.20	105.20
(c) Trade receivables		746.51	798.90
(d) Other financial assets		42.88	158.77
Non-current tax assets (net)		148.68	369.94
Other non-current assets		873.19	651.67
		22,444.48	22,406.78
Current assets			
Inventories	8	25,150.35	21,472.95
Financial assets			
(a) Investments	6B	3,567.00	7,640.51
(b) Trade receivables		8,636.83	12,925.37
(c) Cash and cash equivalents	7	408.60	1,138.27
(d) Bank balance other than cash and cash equivalents		2,527.30	2,766.97
(e) Loans		200.08	174.11
(f) Other financial assets		2,191.48	507.32
Other current assets		3,909.98	4,040.68
		46,591.62	50,666.18
Total assets		69,036.10	73,072.96
EQUITY AND LIABILITIES			
Equity			
(a) Equity share capital		1,496.06	1,494.43
(b) Other equity		53,809.45	53,714.57
		55,305.51	55,209.00
Liabilities			
Non-current liabilities:			
Financial liabilities			
(a) Lease liabilities		219.07	239.92
Other non-current liabilities		223.28	207.05
Provisions		278.09	255.66
Deferred tax liabilities (net)		205.36	240.60
		925.80	943.23
Current liabilities:			
Financial liabilities			
(a) Borrowings	9	773.12	765.42
(b) Lease liabilities		103.28	103.34
(c) Trade payables	10		
Total outstanding dues of micro enterprises and small enterprises		578.32	636.77
Total outstanding dues of creditors other than micro enterprises and small enterprises		7,491.53	11,156.78
(d) Other financial liabilities		391.57	655.78
Other current liabilities		2,778.59	3,197.15
Provisions		271.14	252.38
Current tax liabilities (net)		417.24	153.11
		12,804.79	16,920.73
Total equity and liabilities		69,036.10	73,072.96
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Contingent liabilities and commitments	16		
Other notes to accounts	17 to 24		

The accompanying notes are an integral part of the unaudited interim condensed standalone financial statements.

As per our report of even date
For B S R & Co. LLP
 Chartered Accountants
 ICAI Firm Registration No. 101248W/W-100022

For and on behalf of the Board of Directors of
Polycab India Limited
 CIN : L31300GJ1996PLC114183

sd/-
Bhavesh Dhupelia
 Partner
 Membership No. 042070

Place: Mumbai
 Date: 19 July 2022

sd/-
Inder T. Jaisinghani
 Chairman & Managing Director
 DIN : 00309108

sd/-
Gandharv Tongia
 Chief Financial Officer
 Membership No. 402854

sd/-
Nikhil R. Jaisinghani
 Whole Time Director
 DIN : 00742771

Place: Mumbai
 Date: 19 July 2022

sd/-
Bharat A. Jaisinghani
 Whole Time Director
 DIN : 00742995

sd/-
Manita Gonsalves
 Company Secretary
 Membership No. A18321

Unaudited Interim Condensed Standalone Statement of Profit & Loss for the three months period ended 30 June 2022

(₹ million)

	Notes	Three months period ended 30 Jun 22 (Unaudited)	Three months period ended 30 Jun 21 (Unaudited)
INCOME			
Revenue from operations	11	26,987.90	18,396.50
Other income	12	442.67	262.84
Total income		27,430.57	18,659.34
EXPENSES			
Cost of materials consumed		20,799.76	16,847.55
Purchases of stock-in-trade		1,421.51	1,204.76
Changes in inventories of finished goods, stock-in-trade and work-in-progress		(2,160.88)	(4,165.07)
Project bought outs and subcontracting cost		271.91	244.54
Employee benefits expense		1,067.06	922.13
Finance costs	13	79.93	93.80
Depreciation and amortisation expense		493.43	486.66
Other expenses	14	2,569.96	2,055.62
Total expenses		24,542.68	17,689.99
Profit before tax and exceptional items		2,887.89	969.35
Exceptional items		-	-
Profit before tax		2,887.89	969.35
Income tax expenses			
Current tax		710.31	256.68
Adjustment of tax relating to earlier periods		-	(30.55)
Deferred tax (credit)/charge		(6.46)	(7.37)
Total tax expenses		703.85	218.76
Profit for the period		2,184.04	750.59
Other comprehensive income			
Items that will not be reclassified to profit or loss			
Re-measurement gains / (losses) on defined benefit plans		(16.48)	(48.32)
Income Tax relating to items that will not be reclassified to Profit or Loss		4.15	12.16
Items that will be reclassified to profit or loss			
Effective portion of gains/ (losses) on hedging instrument in cash flow hedges		(97.87)	12.77
Income tax relating to items that will be reclassified to Profit or Loss		24.63	(3.21)
Other comprehensive income for the period, net of tax		(85.57)	(26.60)
Total comprehensive income for the period, net of tax		2,098.47	723.99
Earnings per share (not annualised)			
	15		
Basic (₹)		14.61	5.03
Diluted (₹)		14.56	5.01
Weighted average equity shares used in computing earnings per equity share			
Basic		149,487,381	149,137,399
Diluted		149,998,492	149,807,682
Corporate information and summary of significant accounting policies	1 & 2		
Contingent liabilities and commitments	16		
Other notes to accounts	17 to 24		

The accompanying notes are an integral part of the unaudited interim condensed standalone financial statements.

As per our report of even date
For B S R & Co. LLP
 Chartered Accountants
 ICAI Firm Registration No. 101248W/W-100022

For and on behalf of the Board of Directors of
Polycab India Limited
 CIN : L31300GJ1996PLC114183

sd/-
Bhavesh Dhupelia
 Partner
 Membership No. 042070

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Inder T. Jaisinghani
 Chairman & Managing Director
 DIN : 00309108

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 Whole Time Director
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Place: Mumbai
 Date: 19 July 2022

sd/-
Gandharv Tongia
 Chief Financial Officer
 Membership No. 402854

Place: Mumbai
 Date: 19 July 2022

sd/-
Manita Gonsalves
 Company Secretary
 Membership No. A18321

Polycab India Limited
Unaudited Interim Condensed Standalone Statement of Changes in Equity for the three months period ended 30 June 2022
A) Equity Share Capital

	30 Jun 22	31 Mar 22
Balance at the beginning of the period	1,494.43	1,491.19
Issue of equity shares on exercise of employee stock options	1.63	3.24
Balance at the end of the period	1,496.06	1,494.43

(₹ million)

B) Other Equity

	Share application money pending allotment	Reserves & Surplus					Items of Other comprehensive income (OCI)	Total other equity
		Capital Reserve	Securities Premium	General Reserve	ESOP outstanding	Retained Earnings	Effective portion of Cash Flow Hedges	
As at 1 Apr 2021	4.96	0.13	7,318.10	650.69	286.92	37,320.31	-	45,581.11
Profit after tax for the three months period ended	-	-	-	-	-	750.59	-	750.59
Items of OCI for the three months period ended, net of tax	-	-	-	-	-	-	-	-
Re-measurement gains / (losses) on defined benefit plans	-	-	-	-	-	(36.16)	-	(36.16)
Designated cash flow hedges	-	-	-	-	-	-	9.56	9.56
Share-based payments to employees	-	-	-	-	23.52	-	-	23.52
ESOP charge recovered from group companies	-	-	-	-	2.49	-	-	2.49
Exercise of employee stock option	12.59	-	-	-	(12.59)	-	-	-
Amount received on exercise of employee stock options	15.97	-	-	-	-	-	-	15.97
Issue of equity share on exercise of employee stock options	(29.42)	-	29.03	-	-	-	-	(0.39)
As at as at 30 Jun 2021	4.10	0.13	7,347.13	650.69	300.34	38,034.74	9.56	46,346.69
Profit after tax for the nine months	-	-	-	-	-	8,562.13	-	8,562.13
Items of OCI for the nine months, net of tax	-	-	-	-	-	-	-	-
Re-measurement gains / (losses) on defined benefit plans	-	-	-	-	-	50.58	-	50.58
Effective portion of gains/ (losses) on hedging instrument in cash flow hedges	-	-	-	-	-	-	(9.13)	(9.13)
Final equity dividend	-	-	-	-	-	(1,491.60)	-	(1,491.60)
Share-based payments to employees	-	-	-	-	137.64	-	-	137.64
ESOP charge recovered from group companies	-	-	-	-	4.19	-	-	4.19
Transfer on account of employee stock options not exercised	-	-	-	1.00	(1.00)	-	-	(0.00)
Exercise of employee stock option	97.63	-	-	-	(97.63)	-	-	-
Amount received on exercise of employee stock options	116.91	-	-	-	-	-	-	116.91
Issue of equity share on exercise of employee stock options	(210.66)	-	207.82	-	-	-	-	(2.84)
As at 31 Mar 2022	7.98	0.13	7,554.95	651.69	343.54	45,155.85	0.43	53,714.57
Profit after tax for the three months period ended	-	-	-	-	-	2,184.04	-	2,184.04
Items of OCI for the three months period ended, net of tax	-	-	-	-	-	-	-	-
Re-measurement gains / (losses) on defined benefit plans	-	-	-	-	-	(12.33)	-	(12.33)
Effective portion of gains/ (losses) on hedging instrument in cash flow hedges	-	-	-	-	-	-	(73.24)	(73.24)
Final equity dividend	-	-	-	-	-	(2,094.49)	-	(2,094.49)
Share-based payments to employees	-	-	-	-	26.61	-	-	26.61
Exercise of employee stock option	66.12	-	-	-	(66.12)	-	-	-
Amount received on exercise of employee stock options	65.91	-	-	-	-	-	-	65.91
Issue of equity share on exercise of employee stock options	(132.28)	-	130.66	-	-	-	-	(1.62)
As at 30 Jun 2022	7.73	0.13	7,685.61	651.69	304.03	45,233.07	(72.81)	53,809.45

The accompanying notes are an integral part of the unaudited interim condensed standalone financial statements.

As per our report of even date

For B S R & Co. LLP

Chartered Accountants

ICAI Firm Registration No. 101248W/W-100022

sd/-

Bhavesh Dhupelia

Partner

Membership No. 042070

Place: Mumbai

Date: 19 July 2022

For and on behalf of the Board of Directors of

Polycab India Limited

CIN : L31300GJ1996PLC114183

sd/-

Inder T. Jaisinghani

Chairman & Managing Director

DIN : 00309108

sd/-

Nikhil R. Jaisinghani

Whole Time Director

DIN : 00742771

sd/-

Bharat A. Jaisinghani

Whole Time Director

DIN : 00742995

sd/-

Gandharv Tongia

Chief Financial Officer

Membership No. 402854

Place: Mumbai

Date: 19 July 2022

sd/-

Manita Gonsalves

Company Secretary

Membership No. A18321

Polycab India Limited

Unaudited Interim Condensed Standalone Statement of Cash flows for the three months period ended 30 June 2022



(₹ million)

		Three months period ended 30 Jun 22 (Unaudited)	Three months period ended 30 Jun 21 (Unaudited)
Profit before tax		2,887.89	969.35
Adjustments to reconcile profit before tax to net cash flows		182.13	677.91
Movements in working capital		(4,968.09)	(1,543.81)
Income tax paid (including TDS) (net of refunds)		(224.92)	(619.76)
Net cash flows generated form / (used in) operating activities	(A)	(2,122.99)	(516.31)
Net cash flows generated form / (used in) investing activities	(B)	3,486.38	(822.72)
Net cash flows generated form / (used in) financing activities	(C)	(2,093.06)	(135.17)
Net increase / (decrease) in cash and cash equivalents	(A+B+C)	(729.67)	(1,474.20)
Cash and cash equivalents at the beginning of the period		1,138.27	1,974.12
Cash and cash equivalents at the period end - (Refer Note 7)		408.60	499.92
Corporate Information and summary of significant accounting policies	1 & 2		
Contingent liabilities and commitments	16		
Other notes to accounts	17 to 24		

The accompanying notes are an integral part of the unaudited interim condensed standalone financial statements.

As per our report of even date

For B S R & Co. LLP

Chartered Accountants

ICAI Firm Registration No. 101248W/W-100022

sd/-

Bhavesh Dhupelia

Partner

Membership No. 042070

Place: Mumbai

Date: 19 July 2022

For and on behalf of the Board of Directors of

Polycab India Limited

CIN : L31300GJ1996PLC114183

sd/-

Inder T. Jaisinghani

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Manita Gonsalves

Company Secretary

Membership No. A18321

1. Corporate information

Polycab India Limited (the "Company") (CIN - L31300GJ1996PLC114183) was incorporated as 'Polycab Wires Private Limited' on 10 January 1996 at Mumbai as a private limited company under the Companies Act, 1956. The Company became a deemed public limited company under Section 43A(1) of the Companies Act, 1956, and the word 'private' was struck off from the name of the Company with effect from 30 June 2000. Thereafter, the Company was converted into a private limited company under section 43A(2A) of the Companies Act, 1956, and the word 'private' was added in the name of the Company with effect from 15 June 2001. Subsequently, the Company was converted into a public limited company, the word 'private' was struck off from the name of the Company and consequently, a fresh certificate of incorporation dated 29 August 2018 was issued by the Registrar of Companies, National Capital Territory of Delhi and Haryana ("ROC"), recording the change of the Company's name to 'Polycab Wires Limited'. Thereafter, the name of the Company was changed from 'Polycab Wires Limited' to 'Polycab India Limited', and a fresh certificate of incorporation dated 13 October 2018 was issued by the ROC.

The registered office of the Company is Unit 4, Plot Number 105, Halol Vadodara Road, Village Nurpura, Taluka Halol, Panchmahal, Gujarat 389350.

The Company is the largest manufacturer of Wires and Cables in India and fast growing player in the Fast Moving Electrical Goods (FMEG) space. The Company is also in the business of Engineering, Procurement and Construction (EPC) projects. The Company owns 23 manufacturing facilities, located across the states of Gujarat, Maharashtra, Uttarakhand, and U.T. Daman.

2. Summary of significant accounting policies**A) Basis of preparation**

These unaudited interim condensed standalone financial statements for the three months ended 30 June 2022 ('interim financial statements') have been prepared in accordance with the accounting principles generally accepted in India, including the recognition and measurement principles laid down in Indian Accounting Standards (Ind AS) 34, Interim Financial Reporting as specified under section 133 of the Companies Act, 2013 ('the Act') read with relevant rules issued thereunder. Accordingly, the said interim financial statements do not include all the information required for a complete set of annual Ind AS financial statements and should be read in conjunction with the Company's latest annual financial statements and related notes included in the Company's Annual Report for the year ended 31 March 2022. However, selected explanatory notes are included to explain events and transactions that are significant for the understanding of the changes in the Company's financial position and performance since the latest annual financial statements.

All the amounts included in condensed financial statements are reported ₹ in million, except per share data and unless stated otherwise.

The Board of Directors approved the Standalone Financial Statements for the three months ended 30 June 2022 and authorised for issue on 19 July 2022.

B) Use of estimates and judgements

The preparation of the condensed financial statements requires the use of certain critical accounting estimates and judgements. It also requires the Management to exercise judgement in the process of applying the Company's accounting policies. The areas where estimates are significant to the condensed financial statements, or areas involving a higher degree of judgement or complexity, are the same as those disclosed in the Company's annual financial statements for the year ended 31 March 2022.

C) Accounting policies

The accounting policies adopted in the preparation of the interim financial statements are consistent with those followed in the preparation of the Company's latest annual financial statements and related notes included in the Company's Annual Report for the year ended 31 March 2022.

D) Recent pronouncement

Ministry of Corporate Affairs ("MCA") notifies new standard or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. During three months period ended 30 June 2022, MCA has not notified any new standards or amendments to the existing standards applicable to the Company.

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3. Property, plant and equipment

The changes in the carrying value of property, plant and equipment for the three months period ended 30 June 2022 are as follows:

(₹ million)

	Freehold land	Buildings	Plant and equipments	Electrical installations	Furniture and fixtures	Office equipments	Windmill	Vehicles	Leasehold improvements	Total	Capital Work in progress
Gross carrying value (at cost)											
As at 01 Apr 2022	1,054.75	9,048.05	13,264.73	1,035.12	201.04	444.35	294.99	37.78	3.42	25,384.23	3,744.81
Additions	0.32	137.85	261.97	34.25	4.65	30.18	-	2.90	-	472.12	611.14
Transfer	-	-	-	-	-	-	-	-	-	-	(398.47)
Disposals/Adjustments	-	-	(0.29)	-	-	(0.32)	-	(2.39)	-	(3.00)	-
As at 30 Jun 22	1,055.07	9,185.90	13,526.41	1,069.37	205.69	474.21	294.99	38.29	3.42	25,853.35	3,957.48
Accumulated depreciation											
As at 01 Apr 2022	-	1,629.40	7,058.06	405.45	86.94	241.31	110.05	13.12	2.89	9,547.22	-
Depreciation charge for the year	-	83.12	330.65	21.92	4.62	15.32	3.92	1.31	0.06	460.92	-
Disposals/Adjustment	-	-	(0.20)	-	-	(0.27)	-	(1.52)	-	(1.99)	-
As at 30 Jun 22	-	1,712.52	7,388.51	427.37	91.56	256.36	113.97	12.91	2.95	10,006.15	-
Net carrying value											
As at 30 Jun 22	1,055.07	7,473.38	6,137.90	642.00	114.13	217.85	181.02	25.38	0.47	15,847.20	3,957.48

The changes in the carrying value of property, plant and equipment for the year ended 31 March 2022 are as follows:

(₹ million)

	Freehold land	Buildings	Plant and equipments	Electrical installations	Furniture and fixtures	Office equipments	Windmill	Vehicles	Leasehold improvements	Total	Capital Work in progress
Gross carrying value (at cost)											
As at 01 Apr 2021	1,028.21	8,418.70	12,130.79	796.17	184.46	328.11	294.99	80.41	3.42	23,265.26	984.65
Additions	26.54	630.64	1,194.29	238.95	17.82	120.60	-	6.33	-	2,235.17	4,697.54
Transfer	-	-	-	-	-	-	-	-	-	-	(1,937.38)
Disposals/Adjustments	-	(1.29)	(60.35)	-	(1.24)	(4.36)	-	(48.96)	-	(116.20)	-
As at 31 Mar 22	1,054.75	9,048.05	13,264.73	1,035.12	201.04	444.35	294.99	37.78	3.42	25,384.23	3,744.81
Accumulated depreciation											
As at 01 Apr 2021	-	1,307.29	5,795.12	326.86	69.77	190.75	94.33	30.43	2.54	7,817.09	-
Depreciation charge for the period	-	322.34	1,310.40	78.59	17.77	54.64	15.72	7.47	0.35	1,807.28	-
Disposals/Adjustment	-	(0.23)	(47.46)	-	(0.60)	(4.08)	-	(24.78)	-	(77.15)	-
As at 31 Mar 22	-	1,629.40	7,058.06	405.45	86.94	241.31	110.05	13.12	2.89	9,547.22	-
Net carrying value											
As at 31 Mar 22	1,054.75	7,418.65	6,206.67	629.67	114.10	203.04	184.94	24.66	0.53	15,837.01	3,744.81

Notes:-

- Capital work in progress includes machinery in transit ₹ 47.78 (31 March 2022: ₹ Nil).
- During the previous year, the Company had acquired a new office premise in Mumbai. The fit-out process and occupation of the new premise is expected in the current year.
- Assets pledged and Hypothecated against borrowings:
There is a first pari passu charge by way of registered mortgage on specific immovable fixed assets at Halol and hypothecation of all movable fixed assets acquired on or after 1 April 2015.
- For capital expenditures contracted but not incurred - refer note 16(B).

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4. Right of use assets

The changes in the carrying value of right of use assets for the three months period ended 30 June 2022 are as follows:

(₹ million)

	Category of ROU asset		Total
	Leasehold Land	Buildings	
Gross carrying value			
As at 01 Apr 2022	41.74	477.94	519.68
Additions	-	7.63	7.63
Disposals/ Adjustments	-	(6.89)	(6.89)
As at 30 Jun 22	41.74	478.68	520.42
Accumulated depreciation			
As at 01 Apr 2022	1.42	173.08	174.50
Depreciation charge for the period	0.14	30.40	30.54
Disposals/ Adjustments	-	(6.89)	(6.89)
As at 30 Jun 22	1.56	196.59	198.15
Net carrying value			
As at 30 Jun 22	40.18	282.09	322.27

The changes in the carrying value of right of use assets for the year ended 31 March 2022 are as follows:

(₹ million)

	Category of ROU asset		Total
	Leasehold Land	Buildings	
Gross carrying value			
As at 01 Apr 2021	41.78	466.90	508.68
Additions	-	189.33	189.33
Disposals/ Adjustments	(0.04)	(178.29)	(178.33)
As at 31 Mar 22	41.74	477.94	519.68
Accumulated depreciation			
As at 01 Apr 2021	0.91	168.96	169.87
Depreciation charge for the year	0.51	146.10	146.61
Disposals/ Adjustments	-	(141.98)	(141.98)
As at 31 Mar 22	1.42	173.08	174.50
Net carrying value			
As at 31 Mar 22	40.32	304.86	345.18

5. Intangible assets

The changes in the carrying value of intangible assets for the three months period ended 30 June 2022 are as follows:

(₹ million)

	Computer Software
Gross carrying value (at cost)	
As at 01 Apr 2022	109.24
Additions	7.74
Disposals/ Adjustments	-
As at 30 Jun 22	116.98
Accumulated amortization	
As at 01 Apr 2022	100.23
Amortisation charge for the year	1.97
Disposals/ Adjustments	-
As at 30 Jun 22	102.20
Net carrying value	
As at 30 Jun 22	14.78

The changes in the carrying value of intangible assets for the year ended 31 March 2022 are as follows:

(₹ million)

	Computer Software
Gross carrying value (at cost)	
As at 01 April 2021	111.98
Additions	1.12
Disposals/ Adjustments	(3.86)
As at 31 Mar 22	109.24
Accumulated amortization	
As at 01 April 2021	92.40
Amortisation charge for the period	11.69
Disposals/ Adjustments	(3.86)
As at 31 Mar 22	100.23
Net carrying value	
As at 31 Mar 22	9.01

6. Investment

A Non-current investments

(₹ million)

	Face Value Per Unit	30 Jun 22		31 Mar 22	
		Number		Number	
Investments carried at cost (Unquoted)					
Investment in Equity Instruments of Subsidiaries (Fully paid-up)					
Tirupati Reels Private Limited	₹ 10	3,300,000	33.00	3,300,000	33.00
Dowells Cable Accessories Private Limited	₹ 10	5,400,000	67.67	5,400,000	67.67
Uniglobus Electricals and Electronics Private Limited	₹ 10	9,000,000	90.00	9,000,000	90.00
Polycab Australia Pty Ltd	AUS\$ 1	205,000	11.66	205,000	11.66
Polycab Support Force Pvt Ltd	₹ 10	260,000	2.60	260,000	2.60
Steel Matrix Private Limited	₹ 10	75,000	0.75	75,000	0.75
Polycab Electricals And Electronics Private Limited	₹ 10	100,000	1.00	100,000	1.00
Silvan Innovation Labs Private Limited (Equity share)	₹ 100	101,956	8.95	101,956	8.95
Silvan Innovation Labs Private Limited (0.1% Compulsorily convertible preference shares)	₹ 10	291,177	39.03	291,177	39.03
Silvan Innovation Labs Private Limited (0.1% Compulsorily convertible preference shares(Class A1))	₹ 200	1,451	2.07	1,451	2.07
Silvan Innovation Labs Private Limited (0.1% Compulsorily convertible preference shares(Class A2))	₹ 200	4,353	6.22	4,353	6.22
Silvan Innovation Labs Private Limited (0.1% Compulsorily convertible preference shares(Class A3))	₹ 200	13,236	17.02	13,236	17.02

6. Investment**A Non-current investments**

	Face Value Per Unit	Number	30 Jun 22	Number	31 Mar 22
Silvan Innovation Labs Private Limited (0.1% Compulsorily convertible preference shares(Class B)	₹ 200	10,864	28.25	10,864	28.25
Compulsorily Convertible Debentures Silvan Innovation Labs Private Limited (in nature of equity)	₹ 100	780,700	78.07	780,700	78.07
Investment in Equity Instruments of Joint Venture (Fully paid-up)			386.29		386.29
Techno Electromech Private Limited	₹ 10	4,040,000	105.20	4,040,000	105.20
			105.20		105.20
Total Non-current investments			491.49		491.49
Aggregate amount of unquoted investments - At cost			491.49		491.49

B Current Investments held for sale

	30 Jun 22	31 Mar 22
Investments measured at FVTPL (Quoted)		
Investments in Liquid/ Overnight Mutual Funds	3,567.00	7,640.51
	3,567.00	7,640.51
Aggregate amount of quoted investments - At cost	3,561.52	7,628.52
Aggregate amount of quoted investments - At market value	3,567.00	7,640.51

7. Cash and cash equivalents

	30 Jun 22	31 Mar 22
Cash and cash equivalents (at amortised cost)		
Balances with banks		
In current accounts	155.97	985.12
Deposits with original maturity of less than 3 months	252.05	152.04
Cash in hand	0.58	1.11
	408.60	1,138.27

There is no repatriation restriction with regard to cash and cash equivalents at the end of reporting period and prior periods.

8. Inventories

	30 Jun 22	31 Mar 22
Raw materials	6,706.96	5,356.31
Work-in-progress	2,654.18	2,168.67
Finished goods	12,876.97	11,179.73
Stock-in-trade	1,706.11	1,610.56
Stores and spares	268.82	258.53
Packing materials	374.77	284.10
Scrap materials	405.68	523.10
Project materials for long-term contracts	156.86	91.95
	25,150.35	21,472.95

Notes:-

(a) The above includes goods in transit of ₹ 1,737.72 million (31 March 2022 - ₹ 290.05 million)

(b) Inventories are hypothecated with the bankers against working capital limits (refer note 9).

9. Borrowings

	30 Jun 22	31 Mar 22
At amortised cost		
Short-term loan from banks (unsecured)	730.10	765.42
Short-term loan from banks (secured)	43.02	-
	773.12	765.42

Note:**(a) The above loans are secured by way of**

- Secured borrowings from banks are secured against pari passu first charge by way of hypothecation of inventories and receivables.
- Pari passu first charge on specific properties, plant and equipments of the Company such as Daman staff quarters, Daman godown premises, factory land and building at Halol and Daman and office building at Mumbai.
- Pari passu first charge by way of hypothecation of all movable fixed assets appearing in balance sheet as on 31 March 2015.
- Pari passu second charge by way of registered mortgage on all movable assets acquired on or after 1 April 2015.

10. Trade payables

	30 Jun 22	31 Mar 22
At Amortised Cost		
Total outstanding dues of micro and small enterprises		
Trade payables to related parties (refer note - 17 (e), (f), (g))	69.62	51.60
Trade payables - Others	508.70	585.17
	578.32	636.77
Total outstanding dues of creditors other than micro and small enterprises		
Acceptances - (refer note below (a))	2,656.99	6,173.58
Other than acceptances		
Trade payables to related parties (refer note - 17 (e), (f), (g))	103.49	172.09
Trade payables - Others (refer note below (b))	4,731.05	4,811.11
	7,491.53	11,156.78

(a) Acceptances represent amounts payable to banks on due date as per usance period of Letter of Credit (LCs) issued to raw material vendors under non-fund based working capital facility approved by Banks for the Company. The arrangements are interest-bearing. Non-fund limits are secured by first pari-passu charge over the present and future current assets of the Company.

(b) Others includes amount payable to vendors, employees liability and accrual of expenses that are expected to be settled in the Company's normal operating cycle or due to be settled within twelve months from the reporting date.

(c) For explanations on the Company's liquidity risk management process refer note 20(C).

11. Revenue from operations

(₹ million)

	Three months period ended 30 Jun 22	Three months period ended 30 Jun 21
Revenue from contracts with customers		
Revenue on Sale of Products		
Finished goods	24,630.47	16,535.45
Traded goods	1,708.75	971.87
Revenue from Construction Contracts	446.01	432.78
	26,785.23	17,940.10
Other operating revenue		
Job work income	0.07	0.89
Scrap sales	152.70	432.87
Total revenue from contracts with customers	26,938.00	18,373.86
Export incentives	3.53	2.41
Government grant	46.37	20.23
Total Revenue from operations	26,987.90	18,396.50

Notes:**(a) Disaggregated revenue information**

(₹ million)

	Three months period ended 30 Jun 22	Three months period ended 30 Jun 21
Type of Goods or Services		
Wires & Cables	23,461.95	16,022.29
Fast Moving Electrical Goods (FMEG)	3,030.04	1,918.79
Revenue from construction contracts	446.01	432.78
Total revenue from contracts with customers	26,938.00	18,373.86
Location of customer		
India	25,136.08	17,216.26
Outside India	1,801.92	1,157.60
Total revenue from contracts with customers	26,938.00	18,373.86
Timing of revenue recognition		
Goods transferred at a point in time	26,488.66	17,936.48
Goods and Services transferred over a period of time	449.34	437.38
Total revenue from contracts with customers	26,938.00	18,373.86

(b) Reconciliation of the revenue from contracts with customers with the amounts disclosed in the segment information

(₹ million)

	Three months period ended 30 Jun 22	Three months period ended 30 Jun 21
Total revenue from contracts with customers	26,938.00	18,373.86
Export incentives ⁽ⁱ⁾	3.53	2.41
Government grant ⁽ⁱⁱ⁾	46.37	20.23
Other income excluding finance income	320.51	129.75
Total income as per Segment (Refer note 18)	27,308.41	18,526.25

(i) Export incentive includes merchandise export from India scheme (MEIS) incentives, Remission of Duties and Taxes on Export Products (RoDTEP) and duty drawback incentives.

(ii) Government grant includes advance licence benefits and deferred income released to the statement of profit and loss on fulfilment of export obligation under the export promotion capital goods (EPCG) scheme.

12. Other income

(₹ million)

	Three months period ended 30 Jun 22	Three months period ended 30 Jun 21
(a) Interest income on financial assets		
Carried at amortised cost		
Bank deposits	35.29	47.46
Others	23.45	28.00
Carried at FVTPL		
Others	0.57	4.56
(b) Income from Investments designated at FVTPL		
Gain on liquid/overnight mutual funds	62.85	51.00
Fair valuation gain on Liquid/overnight mutual funds	-	2.07
(c) Fair value gain / loss on financial instruments		
Derivatives at FVTPL (refer note (i) below)	254.28	-
(d) Other non-operating income		
Exchange differences (net)	42.18	119.56
Gain on sale of property, plant and equipment	0.74	0.21
Gain on termination of lease	-	3.18
Sundry balances written back	1.36	1.64
Miscellaneous income	21.95	5.16
	442.67	262.84

(i) Gain on fair valuation of financial instruments at FVTPL relates to foreign exchange fluctuation on forward contracts that are designated as at FVTPL account and on embedded derivatives, which have been separated. No ineffectiveness has been recognised on foreign exchange and interest rate hedges.

13. Finance costs

(₹ million)

	Three months period ended 30 Jun 22	Three months period ended 30 Jun 21
Interest expense on financial liabilities at amortised cost	25.88	25.03
Interest expense on financial liabilities at FVTPL	7.39	7.88
Exchange differences regarded as an adjustment to borrowing costs	-	0.07
Other borrowing costs ⁽ⁱ⁾	46.66	60.82
	79.93	93.80

(i) Other borrowing costs would include bank commission charges, bank guarantee charges, letter of credit charges, premium on forward contract, fair value loss/(gain) on forward contracts, other ancillary costs incurred in connection with borrowings.

14. Other expenses

(₹ million)

	Three months period ended 30 Jun 22	Three months period ended 30 Jun 21
Consumption of stores and spares	196.53	204.69
Sub-contracting expenses	498.52	459.80
Power and fuel	361.91	274.76
Rent	14.51	13.90
Advertising and sales promotion	193.89	78.35
Brokerage and commission	73.48	68.42
Travelling and conveyance	122.62	67.38
Legal and professional fees	163.21	131.97
Freight & forwarding expenses	535.01	390.77
Sundry advances written off	-	3.98
Fair value gain / loss on derivatives at FVTPL (refer below note (a))	-	45.38
Impairment allowance for trade receivable considered doubtful	58.97	56.03
CSR expenditure	53.76	51.00
Other miscellaneous expenses	297.55	209.19
	2,569.96	2,055.62

(a) Loss on fair valuation of financial instruments at FVTPL relates to foreign exchange fluctuation on forward contracts that are designated as at FVTPL account and on embedded derivatives, which have been separated. No ineffectiveness has been recognised on foreign exchange and interest rate hedges.

15. Earnings per share**(a) Basic Earnings per share**

	Three months period ended 30 Jun 22	Three months period ended 30 Jun 21
Profit after tax	₹ in million A 2,184.04	750.59
Weighted average number of equity shares for basic earning per share	Number B 149,487,381	149,137,399
Earnings per shares - Basic (one equity share of ₹ 10 each) (not annualised)	₹ per share (A/B) 14.61	5.03

(b) Diluted Earnings per share

	Three months period ended 30 Jun 22	Three months period ended 30 Jun 21
Profit after tax	₹ in million A 2,184.04	750.59
Weighted average number of equity shares for basic earning per share	Number B 149,487,381	149,137,399
Effect of dilution		
Share options	Number C 511,111	670,283
Weighted average number of equity shares adjusted for effect of dilution	Number D=(B+C) 149,998,492	149,807,682
Earnings per shares - Diluted (one equity share of ₹ 10 each) (not annualised)	₹ per share (A/D) 14.56	5.01

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16. Contingent liabilities and commitments**(A) Contingent liabilities (to the extent not provided for)**

	30 Jun 22	31 Mar 22
(i) Outstanding corporate guarantees given on behalf of subsidiaries (Refer note 17 (E))	520.00	520.00
(ii) Taxation matters		
Disputed liability in respect of sales tax /VAT demand & pending sales tax / VAT forms	0.66	1.86
Disputed liability in respect of Service tax duty demand	18.17	18.17
Disputed liability in respect of excise duty demand	8.60	8.60
Disputed liability in respect of custom duty demand	17.08	17.08
(iii) Customs Duty on Capital goods imported under Export Promotion Capital Goods Scheme, against which export obligation is to be fulfilled	48.55	46.23
(iv) Customs Duty on Raw Materials imported under Advance License, against which export obligation is to be fulfilled	173.39	175.02

Notes:

(a) In respect of the items above, future cash outflows in respect of contingent liabilities are determinable only on receipt of judgements/decisions pending at various forums/authority. The Company doesn't expect the outcome of matters stated above to have a material adverse effect on the Company's financial conditions, result of operations or cash flows.

(b) There is uncertainty and ambiguity in interpreting and giving effect to the guidelines of Honourable Supreme Court vide its ruling in February 2019, in relation to the scope of compensation on which the organisation and its employees need to contribute towards Provident Fund. The Company will evaluate its position and act, as clarity emerges.

(B) Commitments

	30 Jun 22	31 Mar 22
Capital commitments		
(Estimated value of contracts in capital account remaining to be executed and not provided for (net of capital advances))		
towards Property, Plant and Equipment	2,010.26	2,236.78

17. Related party disclosure

The transactions with related parties are made on terms equivalent to those that prevail in arm's length transactions. Outstanding balances at the period-end are unsecured and settlement occurs in cash or credit as per the terms of the arrangement.

(A) Enterprises where control exists

	Principal activities	Country of incorporation	Ownership interest (%)	
			30 Jun 22	31 Mar 22
(i) Subsidiaries				
Tirupati Reels Private Limited (TRPL)	Manufacturers of Wooden Pallets, Outer Laggings and Cable Drums	India	55%	55%
Dowells Cable Accessories Private Limited (DCAPL)	Manufacture of electrical goods & cable accessories & equipment's	India	60%	60%
Polycab Electricals & Electronics Private Limited (PEEPL)	Engaged in the business of electrical goods, instruments, appliances and apparatus	India	100%	100%
Polycab USA LLC (PUL)	Trading business of electrical cables and wires, optical fibre cables and consumer electrical goods	USA	100%	100%
Ryker Base Private Limited (Ryker) (Ceased to be a Wholly -Owned Subsidiary w.e.f. 18 Nov 2021)	Manufacturing of Copper Rods on Job work basis	India	-	-
Polycab Australia Pty Ltd	Trading business of electrical cables and wires, optical fibre cables and consumer electrical goods	Australia	100%	100%
Polycab Support Force Private Limited (PSFPL)	Manpower services	India	100%	100%
Uniglobus Electricals and Electronics Private Limited (UEEPL)	Trading and manufacturing of, among others, cables, wires, fast moving electricals and electronics goods	India	100%	100%
Steel Matrix Private Limited	Manufacturing of steel drums and bobbins for cables and wires	India	75%	75%
Silvan Innovation Labs Private Limited (a)	Development and maintenance of business and software applications on all popular and mainframe and minicomputer platforms	India	100%	100%
(ii) Joint Ventures				
Techno Electromech Private Limited (TEPL)	Manufacturing of light emitting diodes, lighting and luminaires, and LED drivers	India	50%	50%

(a) acquired on 18 June 2021

(B) Enterprises owned or significantly influenced by key managerial personnel

AK Enterprises (A K)
Polycab Social Welfare Foundation
Transigo Fleet LLP
T.P. Ostwal & Associates LLP
Boothbhavani Fabricators
S.B. Enterprise

(C) Key management personnel**(i) CMD and Whole-time director (WTD)**

Mr. Inder T. Jaisinghani	Chairman and managing Director (CMD)
Mr. Ramesh T. Jaisinghani ^(b)	Whole-time director (up to 12 May 2021)
Mr. Ajay T. Jaisinghani ^(b)	Whole-time director (up to 12 May 2021)
Mr. Shyam Lal Bajaj ^{(a) (b)}	Whole time director (up to 12 May 2021)
Mr. Rakesh Talati ^(c)	Whole-time director (w.e.f. 13 May 2021)
Mr. Bharat A. Jaisinghani ^(c)	Whole-time director (w.e.f. 13 May 2021)
Mr. Nikhil R. Jaisinghani ^(c)	Whole-time director (w.e.f. 13 May 2021)

17. Related party disclosure

(C) Key management personnel

(ii) Independent director		
Mr. R S Sharma		Independent director
Mr. T P Ostwal		Independent director
Mr. Pradeep Poddar		Independent director
Ms. Sutapa Benerjee		Independent director (w.e.f. 13 May 2021)
(iii) Key management personnel (excluding CMD and WTD)		
Mr. Gandharv Tongia		Chief financial officer
Ms. Manita Gonsalves		Company secretary and compliance officer
(iv) Relatives of Key management personnel		
Mr. Kunal I. Jaisinghani		Son of Mr. Inder T. Jaisinghani
Ms. Jayshriben Talati		Wife of Mr. Rakesh Talati

- (a) Mr. Shyam Lal Bajaj resigned from CFO position w.e.f. closing business hours 30 May 2020 and continued as a whole time director till 12 May 2021.
 (b) Resigned from Whole-time director position w.e.f. closing business hours 12 May 2021.
 (c) Appointed as Whole-time director w.e.f. 13 May 2021.

(D) Transactions with group companies

			Three months period ended 30 Jun 22	Three months period ended 30 Jun 21
(₹ million)				
(i) Sale of goods (including GST)				
Dowells Cable Accessories Private Limited	Subsidiary		1.57	-
Ryker Base Private Limited	Subsidiary		-	354.59
Techno Electromech Private Limited	Subsidiary		-	8.58
Uniglobus Electricals and Electronics Private Limited	Subsidiary		0.00	-
Polycab Australia PTY Ltd	Subsidiary		132.31	61.79
Silvan Innovation Labs Private Limited	Subsidiary		0.32	-
(ii) Purchase of goods (including GST)				
Tirupati Reels Private Limited	Subsidiary		278.43	159.23
Dowells Cable Accessories Private Limited	Subsidiary		0.36	0.50
Uniglobus Electricals and Electronics Private Limited	Subsidiary		32.99	-
Techno Electromech Private Limited	Joint Venture		217.25	164.04
(iii) Sub-contracting expense (including GST)				
Ryker Base Private Limited	Subsidiary		-	100.31
Techno Electromech Private Limited	Joint Venture		4.29	4.99
Polycab Support Force Private Limited	Subsidiary		2.21	-
(iv) Job work Income (including GST)				
Ryker Base Private Limited	Subsidiary		-	1.00
Dowells Cable Accessories Private Limited	Subsidiary		0.07	0.50
(v) Recovery for Employee Stock Options granted				
Ryker Base Private Limited	Subsidiary		-	2.49
(vi) Reimbursement of Gas Expense				
Ryker Base Private Limited	Subsidiary		-	3.40
(vii) Commission received (including GST)				
Tirupati Reels Private Limited	Subsidiary		0.77	0.78
(viii) Rent received (including GST)				
Dowells Cable Accessories Private Limited	Subsidiary		2.06	2.06
Ryker Base Private Limited	Subsidiary		-	0.16
Uniglobus Electricals and Electronics Private Limited	Subsidiary		0.91	-
Silvan Innovation Labs Private Limited	Subsidiary		0.61	-
(ix) Interest received				
Silvan Innovations Labs Pvt. Ltd.	Subsidiary		1.46	-
Ryker Base Private Limited	Subsidiary		-	6.28
Polycab Australia PTY Ltd	Subsidiary		-	0.28
Uniglobus Electricals and Electronics Private Limited	Subsidiary		0.33	-
Techno Electromech Private Limited	Joint Venture		2.24	3.43
Polycab Support Force Private Limited	Subsidiary		0.02	-
(x) Testing charges paid (including GST)				
Techno Electromech Private Limited	Joint Venture		0.04	0.04
(xi) Other charges recovered (including GST)				
Dowells Cable Accessories Private Limited	Subsidiary		1.81	1.21
Ryker Base Private Limited	Subsidiary		-	0.52
Uniglobus Electricals and Electronics Private Limited	Subsidiary		0.88	-
Silvan Innovations Labs Pvt. Ltd.	Subsidiary		0.89	-
(xii) Investment made				
Uniglobus Electricals and Electronics Private Limited	Subsidiary		-	0.10
(xiii) Loans given				
Silvan Innovations Labs Pvt. Ltd.	Subsidiary		6.50	-
Uniglobus Electricals and Electronics Private Limited	Subsidiary		24.65	4.17
Polycab Support Force Private Limited	Subsidiary		2.50	-
(xiv) Loan given repaid				
Techno Electromech Private Limited	Joint Venture		-	5.21

17. Related party disclosure

(D) Transactions with group companies

(₹ million)

		Three months period ended 30 Jun 22	Three months period ended 30 Jun 21
(xv) Fair value Corporate guarantee			
Ryker Base Private Limited	Subsidiary	-	3.66
(xvi) Recovery of Manpower charges			
Dowells Cable Accessories Private Limited	Subsidiary	5.30	0.26
Tirupati Reels Private Limited	Subsidiary	1.13	-
Uniglobus Electricals and Electronics Private Limited	Subsidiary	0.15	4.29

(E) Outstanding of group companies

(₹ million)

		30 Jun 22	31 Mar 22
(i) Loans			
Silvan Innovations Labs Pvt. Ltd.	Subsidiary	52.00	45.50
Uniglobus Electricals and Electronics Private Limited	Subsidiary	26.61	1.95
Techno Electromech Private Limited	Joint Venture	100.00	100.00
Polycab Support Force Private Limited	Subsidiary	2.50	-
(ii) Trade Receivables			
Tirupati Reels Private Limited	Subsidiary	-	2.01
Techno Electromech Private Limited	Joint Venture	33.46	33.67
Polycab Australia PTY Ltd	Subsidiary	177.58	369.00
Uniglobus Electricals and Electronics Private Limited	Subsidiary	10.35	9.28
(iii) Other Receivables			
Tirupati Reels Private Limited	Subsidiary	1.54	-
Techno Electromech Private Limited	Joint Venture	85.19	85.19
Dowells Cable Accessories Private Limited	Subsidiary	7.22	3.06
Polycab Support Force Private Limited	Subsidiary	0.55	0.55
(iv) Interest accrued on loan given			
Silvan Innovations Labs Pvt. Ltd.	Subsidiary	0.72	0.72
Techno Electromech Private Limited	Joint Venture	2.24	2.91
Uniglobus Electricals and Electronics Private Limited	Subsidiary	0.22	0.02
Polycab Support Force Private Limited	Subsidiary	0.02	-
(v) Trade Payables			
Tirupati Reels Private Limited	Subsidiary	69.62	51.60
Dowells Cable Accessories Private Limited	Subsidiary	0.18	0.02
Polycab Support Force Private Limited	Subsidiary	2.21	0.02
Uniglobus Electricals and Electronics Private Limited	Subsidiary	33.00	0.10
Techno Electromech Private Limited	Joint Venture	7.92	50.59

Note:

Company has provided a guarantee for credit facility availed by the Tirupati Reels Private Limited amounting to ₹ 520.00 Million (31 March 2022 : ₹ 520.00 Million).

(F) Transactions with KMP:

(i) Remuneration paid or payable to:

(₹ million)

	30 Jun 22		30 Jun 21	31 Mar 22
	Three months period ended	Outstanding as at	Three months period ended	Outstanding as at
CMD and Whole-time director				
Salaries, wages, bonus, commission and other benefits	54.57	30.30	40.48	103.10
Contribution to PF, Family Pension and ESI	0.26	-	0.12	-
ESOP Expenses	0.80	-	0.83	-
Independent director				
Director sitting fees	1.28	-	0.96	-
Commission	2.50	2.50	2.00	9.00
Key management personnel (excluding CMD and WTD)				
Salaries, wages, bonus, commission and other benefits	9.47	1.59	6.14	5.00
Contribution to PF, Family Pension and ESI	0.01	-	0.09	-
ESOP Expenses	0.80	-	0.53	-
Remuneration to other related parties				
Salaries, wages, bonus, commission and other benefits	0.85	0.16	2.33	0.51
Contribution to PF, Family Pension and ESI	0.01	-	-	-

As the liabilities for gratuity and leave encashment are provided on actuarial basis for the Company as a whole, the amounts pertaining to the directors and KMP are not included above.

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17. Related party disclosure

(F) Transactions with KMP:

(ii) Transactions with enterprises owned or significantly influenced by key managerial personnel

(₹ million)

Nature of transaction	30 Jun 22		30 Jun 21	31 Mar 22
	Three months period ended	Outstanding as at	Three months period ended	Outstanding as at
Polycab Social Welfare Foundation	53.73	19.03	51.00	-
Transigo Fleet LLP	4.54	1.35	-	1.46
AK Enterprises	0.21	-	-	-
AK Enterprises*	7.29	-	6.92	2.33
Boothbhavani Fabricators	17.87	(11.19)	-	-
S.B. Enterprise	9.02	5.26	-	-
S.B. Enterprise	1.18	-	-	-
T.P. Ostwal & Associates LLP	-	-	0.14	-

*Security deposit given to AK Enterprises amounting to ₹ 6.17 million (31 March 2022 : ₹ 6.17 million).

negative amount represent advance given.

(G) Transactions with relatives of KMP:

Rent paid for the three months period ended and outstanding as at:

(₹ million)

	30 Jun 22		30 Jun 21	31 Mar 22
	Three months period ended	Outstanding as at	Three months period ended	Outstanding as at
Ms. Jayshriben Talati	0.15	-	-	-

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18. Segment reporting

The Company is organised into business units based on its products and services and has three reportable segments as follows:

Wire and Cable: Manufacture and sale of wires and cables.

Fast moving electrical goods (FMEG): Fans, LED lighting and luminaires, switches, switchgears, solar products, water heaters, conduits, hohm, pumps and domestic appliances.

Others : It comprise of EPC business which includes design, engineering, supply of materials, survey, execution and commissioning of power distribution, rural electrification projects on a trunking basis.

(A) The following summary describes the operations in each of the Company's reportable segments for Three months period ended: (₹ million)

	Three months period ended 30 Jun 22					Three months period ended 30 Jun 21				
	Wires & Cables	FMEG	Others	Eliminations	Total	Wires & Cables	FMEG	Others	Eliminations	Total
Income										
External sales	23,832.04	3,030.36	446.01	-	27,308.41	16,174.62	1,918.82	432.81	-	18,526.25
Inter segment revenue	32.60	-	-	(32.60)	-	40.60	-	-	(40.60)	-
Total Income	23,864.64	3,030.36	446.01	(32.60)	27,308.41	16,215.22	1,918.82	432.81	(40.60)	18,526.25
Segment Results										
External	2,694.40	83.60	67.66	-	2,845.66	990.82	(138.96)	78.20	-	930.06
Inter segment results	3.74	-	-	(3.74)	-	2.51	-	-	(2.51)	-
Segment/Operating results	2,698.14	83.60	67.66	(3.74)	2,845.66	993.33	(138.96)	78.20	(2.51)	930.06
Un-allocated items:										
Finance income					122.16					133.09
Finance costs					79.93					93.80
Exceptional items					-					-
Profit before tax					2,887.89					969.35
Income tax expenses										
Current tax					710.31					256.68
Adjustment of tax relating to earlier year					-					(30.55)
Deferred tax (credit)/charge					(6.46)					(7.37)
Profit for the year					2,184.04					750.59
Depreciation & amortisation expenses	454.00	38.56	0.87	-	493.43	436.71	48.97	0.98	-	486.66
Non-cash expenses/ (Income) other than depreciation	(310.48)	5.99	0.53	-	(303.96)	199.82	12.98	11.00	-	223.80
Total cost incurred during the period to acquire segment assets (net of disposal)	689.67	322.25	-	-	1,011.92	703.44	64.38	-	-	767.82

(B) Revenue by Geography

The amount of its revenue from external customers analysed by the country, in which customers are located, are given below:

	Three months period ended 30 Jun 22	Three months period ended 30 Jun 21
Within India	25,506.49	17,368.65
Outside India	1,801.92	1,157.60
	27,308.41	18,526.25

(C) Segment assets

	30 Jun 22					31 Mar 22				
	Wires & Cables	FMEG	Others	Eliminations	Total	Wires & Cables	FMEG	Others	Eliminations	Total
Segment assets	47,472.67	8,099.68	2,316.96	-	57,889.31	49,288.73	7,543.93	2,579.07	-	59,411.73
Unallocated assets:										
Investments (Non-current and Current)					4,058.49					8,132.00
Income tax assets (net)					148.68					369.94
Cash and cash equivalents and bank balance (Including fixed deposit)					2,936.30					4,025.04
Loans					200.08					174.11
Other unallocable assets					3,803.24					960.14
Total assets					69,036.10					73,072.96

(D) Segment liabilities

	30 Jun 22					31 Mar 22				
	Wires & Cables	FMEG	Others	Eliminations	Total	Wires & Cables	FMEG	Others	Eliminations	Total
Segment liabilities	7,222.23	1,851.67	2,046.89	-	11,120.79	10,323.95	2,655.57	2,221.90	-	15,201.42
Unallocated liabilities:										
Borrowings (Non-Current and Current, including Current Maturity)					773.12					765.42
Current tax liabilities (net)					417.24					153.11
Deferred tax liabilities (net)					205.36					240.60
Other unallocable liabilities					1,214.08					1,503.41
					13,730.59					17,863.96

(E) Non-current assets by Geography

The total of non-current assets excluding financial assets and deferred tax assets analysed by the country in which assets are located are given below:

	30 Jun 22	31 Mar 22
Within India	21,163.60	20,957.62
Outside India	-	-
	21,163.60	20,957.62

19. Financial Instruments and Fair Value Measurement

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risk of the assets or liability are explained as in the accounting policy of the Company.

Set out below, is a comparison by class of the carrying amounts and fair value of the Company's financial instruments, other than those with carrying amounts that are reasonable approximations of fair values: (₹ million)

	Carrying value		Fair value	
	30 Jun 22	31 Mar 22	30 Jun 22	31 Mar 22
Financial assets				
Measured at amortised cost				
Trade receivables	9,383.34	13,724.27	9,383.34	13,724.27
Cash and cash equivalents	408.60	1,138.27	408.60	1,138.27
Bank balance other than cash and cash equivalents (refer note h)	2,527.30	2,766.97	2,527.30	2,766.97
Loans	200.08	174.11	200.08	174.11
Other financial assets	635.12	427.35	635.12	427.35
Measured at fair value through profit or loss account (FVTPL)				
Investment in mutual funds	3,567.00	7,640.51	3,567.00	7,640.51
Derivative Assets	1,599.24	238.74	1,599.24	238.74
	18,320.68	26,110.22	18,320.68	26,110.22
Financial liabilities				
Measured at amortised cost				
Borrowings - long term including current maturities and short term	773.12	765.42	773.12	765.42
Trade payables	8,069.85	11,793.55	8,069.85	11,793.55
Creditors for capital expenditure	318.87	466.96	318.87	466.96
Obligations under lease	322.35	343.26	328.96	350.58
Other financial liabilities	49.69	50.40	49.69	50.40
Measured at fair value through profit or loss account (FVTPL)				
Derivative liabilities	23.01	138.42	23.01	138.42
	9,556.89	13,558.01	9,563.50	13,565.33

- Interest rate swaps, foreign exchange forward contracts and embedded commodity derivative are valued using valuation techniques, which employ the use of market observable inputs (closing rates of foreign currency and commodities).
- Embedded foreign currency and commodity derivatives are measured similarly to the foreign currency forward contracts and commodity derivatives. The embedded derivatives are commodity and foreign currency forward contracts which are separated from purchase contracts.
- The management assessed that cash and cash equivalents, trade receivables, trade payables, short-term borrowings, loans to related party, loans to employees, short term security deposit and other current liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.
- The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.
- The fair values of the mutual funds are based on NAV at the reporting date.
- The fair value of interest rate swaps are based on MTM bank rates as on reporting date.
- The Company enters into derivative financial instruments with various counterparties, principally financial institutions with investment grade credit ratings. Foreign exchange forward contracts are valued using valuation techniques, which employs the use of market observable inputs. The most frequently applied valuation techniques include forward pricing and swap models, using present value calculations. The models incorporate various inputs including the credit quality of counterparties, foreign exchange spot and forward rates, yield curves of the respective currencies, currency basis spreads between the respective currencies, interest rate curves. The changes in counterparty credit risk had no material effect on the hedge effectiveness assessment for derivatives designated in hedge relationships and other financial instruments recognised at fair value.
- Fixed deposit of ₹ ₹ 16.61 million (31 Mar 2022: ₹ Nil) is restricted for withdrawal, considering it is lien against commercial arrangements.
- Non-current other financial assets includes fixed deposit having maturity period of more than 12 months of ₹ 0.40 million (31 Mar 2022: ₹ 119.80 million).

Fair value hierarchy

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, to provide an indication about the reliability of inputs used in determining fair value, the Company has classified its financial statements into three levels prescribed under the Ind AS as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

The following table provides the fair value measurement hierarchy of the Company's assets and liabilities.

19. Financial Instruments and Fair Value Measurement

Quantitative disclosures fair value measurement hierarchy for assets and liabilities as at 30 June 2022 :

(₹ million)

	Fair value measurement using				
	Date of valuation	Total	Quoted prices	Significant	Significant
			in active markets (Level 1)	observable inputs (Level 2)	unobservable inputs (Level 3)
Assets measured at fair value:					
Units of mutual funds	30 Jun 22	3,567.00	3,567.00	-	-
Derivative Assets					
Embedded derivatives	30 Jun 22	1,362.44	-	1,362.44	-
Commodity contracts	30 Jun 22	236.80	-	236.80	-
Liabilities measured at fair value:					
Derivative liabilities :					
Foreign exchange forward contract	30 Jun 22	23.01	-	23.01	-

Quantitative disclosures fair value measurement hierarchy for assets and liabilities as at 31 March 2022:

(₹ million)

	Fair value measurement using				
	Date of valuation	Total	Quoted prices	Significant	Significant
			in active markets (Level 1)	observable inputs (Level 2)	unobservable inputs (Level 3)
Assets measured at fair value:					
Units of mutual funds	31 Mar 22	7,640.51	7,640.51	-	-
Derivative Assets					
Embedded derivatives	31 Mar 22	196.27	-	196.27	-
Forward Contract	31 Mar 22	42.47	-	42.47	-
Liabilities measured at fair value:					
Derivative liabilities :					
Commodity contracts	31 Mar 22	138.42	-	138.42	-

The Company's policy is to recognise transfers into and transfers out of fair value hierarchy levels as of the date of the event or change in circumstances that caused the transfer. However, there were no transfers between the levels as at the end of the reporting period.

20. Financial Risk Management Objectives And Policies

The Company's principal financial liabilities, other than derivatives, comprise loans and borrowings and trade and other payables. The main purpose of these financial liabilities is to finance the Company's operations and to provide guarantees to support its operations. The Company's principal financial assets include loans, trade and other receivables, and cash and cash equivalents that derive directly from its operations. The Company also holds FVTPL investments and enters into derivative transactions.

The Company is exposed to market risk, credit risk and liquidity risk. The Board of Directors of the Company has formed a Risk Management Committee to periodically review the risk management policy of the Company so that the management manages the risk through properly defined mechanism. The Risk Management Committee's focus is to foresee the unpredictability and minimize potential adverse effects on the Company's financial performance. The Company's overall risk management procedures to minimise the potential adverse effects of financial market on the Company's performance are as follows:

(A) Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk, such as equity price risk and commodity risk. Financial instruments affected by market risk include loans and borrowings, deposits, FVTPL investments and derivative financial instruments.

(i) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's long-term debt obligations with floating interest rates. The Company is also exposed to the risk of changes in market interest rates relates due to its investments in mutual fund units in overnight funds.

The Company manages its interest rate risk by having a fixed and variable rate loans and borrowings. The Company enters into interest rate swaps for long term foreign currency borrowings, in which it agrees to exchange, at specified intervals, the difference between fixed and variable rate interest amounts calculated by reference to an agreed-upon notional principal amount. At 30 June 2022, after taking into account the effect of interest rate swaps, approximately 6% of the Company's borrowings are at a fixed rate of interest (31 March 2022: None). Total borrowings as on 30 June 2022 are ₹ 773.12 million (31 March 2022 ₹ 765.42 million).

20. Financial Risk Management Objectives And Policies

Interest rate sensitivity

The following table demonstrates the sensitivity to a reasonably possible change in interest rates on that portion of loans and borrowings affected, after the impact of hedge accounting. With all other variables held constant, the Company's profit before tax is affected through the impact on floating rate borrowings, as follows: (₹ million)

	Exposure to interest rate risk (Principal amount of loan)	Increase/ decrease in basis points	Effect on profit before tax- gain/ (loss)
30 Jun 22	730.10		
Increase		+100	(7.30)
Decrease		-100	7.30
31 Mar 22	765.42		
Increase		+100	(7.65)
Decrease		-100	7.65

(ii) Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Company's exposure to the risk of changes in foreign exchange rates relates primarily to the Company's operating activities (when revenue or expense is denominated in a foreign currency) and the Company's borrowings in foreign currency.

Derivative financial instruments

The Company enters into derivative contracts with an intention to hedge its foreign exchange price risk and interest risk. Derivative contracts which are linked to the underlying transactions are recognised in accordance with the contract terms. Such derivative financial instruments are initially recognised at fair value on the date on which a derivative contract is entered into and are subsequently re-measured at fair value. Derivatives are carried as financial assets when the fair value is positive and as financial liabilities when the fair value is negative. Any gains or losses arising from changes in the fair value of derivatives are taken directly to Statement of Profit & Loss. To some extent the Company manages its foreign currency risk by hedging transactions.

Particulars of unhedged foreign currency exposures as at the reporting date:

Currency	Currency Symbol	30 Jun 22		31 Mar 22	
		Foreign currency	Indian Rupees	Foreign currency	Indian Rupees
United States Dollar	USD	(9.42)	(743.77)	(59.15)	(4,483.64)
EURO	Euro	(0.13)	(11.12)	2.20	185.85
Pound	GBP	0.31	29.32	0.53	53.08
Swiss Franc	CHF	1.33	109.43	0.29	24.12
Japanese yen	JPY	2.56	1.48	(0.32)	(0.20)
Australian Dollar	AUD	1.91	103.49	6.13	346.52

Figures shown in bracket represent payable .

Foreign currency sensitivity

The following tables demonstrate the sensitivity to a reasonably possible change in USD, Euro, GBP, CHF, JPY and AUD exchange rates, with all other variables held constant. The impact on the Company's profit before tax is due to changes in the fair value of monetary assets and liabilities including non-designated foreign currency derivatives and embedded derivatives. Sensitivity due to unhedged Foreign Exchange Exposures is as follows:

Impact on profit before tax and equity- gain/ (loss)

Currency	Currency Symbol	30 Jun 22		31 Mar 22	
		+2%	-2%	+2%	-2%
United States Dollar	USD	(14.88)	14.88	(89.67)	89.67
EURO	Euro	(0.22)	0.22	3.72	(3.72)
Pound	GBP	0.59	(0.59)	1.06	(1.06)
Swiss Franc	CHF	2.19	(2.19)	0.48	(0.48)
Japanese yen	JPY	0.03	(0.03)	(0.00)	0.00
Australian Dollar	AUD	2.07	(2.07)	6.93	(6.93)

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20. Financial Risk Management Objectives And Policies

(iii) Commodity price risk

The Company's exposure to price risk of copper and aluminium arises from :

- Trade payables of the Company where the prices are linked to LME prices, payment is therefore sensitive to changes in copper and aluminium prices quoted on LME. The provisional pricing feature (Embedded Derivatives) are classified in the balance sheet as fair value through profit or loss. The option to fix prices at future LME prices works as a natural hedge against the movement in value of inventory of copper and aluminium held by the Company. The Company also takes sell LME positions to hedge the price risk on inventory due to ongoing movement in rates quoted on LME. The Company applies fair value hedge to protect its copper and aluminium inventory from the ongoing movement in rates.
- Purchases of copper and aluminium results in exposure to price risk due to ongoing movement in rates quoted on LME affecting the profitability and financial position of the Company. The risk management strategy is to use the buy future contracts linked to LME to hedge the variation in cash flows of highly probable future purchases. There are no outstanding buy future contracts link to LME as of 30 June 2022 and 31 March 2022.

Sensitivity analysis for unhedged exposure for the three months period ended 30 June 2022 are as follows:

Exposure of Company in Inventory

Metal	Hedge instruments	30 Jun 22				31 Mar 22			
		Exposure in Metric Tonne	Exposure in ₹ million	Impact in Profit before tax - gain/ (loss)		Exposure in Metric Tonne	Exposure in ₹ million	Impact in Profit before tax -gain/ (loss)	
				+2%	-2%			+2%	-2%
Copper	Embedded derivative	3,190	2,080.94	(41.62)	41.62	2,870	2,257.50	(45.15)	45.15
Aluminium	Embedded derivative	-	-	-	-	84	23.76	(0.48)	0.48

(B) Credit risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities (primarily trade receivables) and from its financing activities, including deposits with banks and financial institutions, foreign exchange transactions and other financial instruments.

Trade receivables and contract assets

The Company has adopted a policy of only dealing with counterparties that have sufficient credit rating. The Company's exposure and credit ratings of its counterparties are continuously monitored and the aggregate value of transactions is reasonably spread amongst the counterparties. Credit risk has always been managed through credit approvals, establishing credit limits and continuously monitoring the credit worthiness of customers to which the Company grants credit terms in the normal course of business. On account of adoption of Ind AS 109, the Company uses expected credit loss model to assess the impairment loss or gain. The Company has applied Expected Credit Loss (ECL) model for measurement and recognition of impairment losses on trade receivables. ECL has been computed as a percentage of revenue on the basis of Company's historical data of delay in collection of amounts due from customers and default by the customers along with management's estimates.

The Company has sold without recourse trade receivable under channel finance arrangement for providing credit to its dealers. Evaluation is made as per the terms of the contract i.e. if the Company does not retain any risk and rewards or control over the financial assets, then the entity derecognises such assets upon transfer of financial assets under such arrangement with the banks. Derecognition does not result in significant gain / loss to the Company in the statement of profit and loss.

In certain cases, the Company has sold with recourse trade receivables to a bank for cash proceeds. These trade receivables have not been derecognised from the statement of financial position, because the Company retains substantially all of the risks and rewards – primarily credit risk. The amount received on transfer has been recognised as a financial liability (Refer note 9). The arrangement with the bank is such that the customers remit cash directly to the bank and the bank releases the limit of facility used by the Company. The receivables are considered to be held within a held-to-collect business model consistent with the Company's continuing recognition of the receivables.

The carrying amount of trade receivables at the reporting date that have been transferred but have not been derecognised and the associated liabilities is amounting to ₹ 730.10 million (31 Mar 2022: ₹ 765.42 million).

Credit risk arising from investment in mutual funds, derivative financial instruments and other balances with banks is limited and there is no collateral held against these because the counterparties are banks and recognised financial institutions with high credit ratings assigned by the international credit rating agencies.

(C) Liquidity risk

The Company's principle sources of liquidity are cash and cash equivalents and the cash flow that is generated from operations. The Company believes that the working capital is sufficient to meet its current requirements.

Further, the Company manages its liquidity risk in a manner so as to meet its normal financial obligations without any significant delay or stress. Such risk is managed through ensuring operational cash flow while at the same time maintaining adequate cash and cash equivalents position. The management has arranged for diversified funding sources and adopted a policy of managing assets with liquidity in mind and monitoring future cash flows and liquidity on a regular basis. Surplus funds not immediately required are invested in certain financial assets (including mutual funds) which provide flexibility to liquidate at short notice and are included in current investments and cash equivalents. Besides, it generally has certain undrawn credit facilities which can be accessed as and when required, which are reviewed periodically.

The Company has developed appropriate internal control systems and contingency plans for managing liquidity risk. This incorporates an assessment of expected cash flows and availability of alternative sources for additional funding, if required.

Corporate guarantees given on behalf of Group Companies might affect the Liquidity of the Company if they are payable. However, the Company has adequate liquidity to cover the risk. (Refer note 16(A))

Maturity Analysis

The table below summarises the maturity profile of the Company's financial liabilities based on contractual undiscounted payments. (₹ million)

	30 Jun 22			31 Mar 22		
	< 1 year	> equal to 1 year	Total	< 1 year	> equal to 1 year	Total
Borrowings	773.12	-	773.12	765.42	-	765.42
Lease liability	146.59	297.87	444.46	146.59	297.87	444.46
Other financial liabilities	391.57	-	391.57	655.78	-	655.78
Trade payables	8,069.85	-	8,069.85	11,793.55	-	11,793.55
	9,381.13	297.87	9,679.00	13,361.34	297.87	13,659.21

The other financial liabilities includes derivative liability, for maturity analysis refer note 21(B).

21. Hedging activity and derivatives

(A) Fair value hedge of copper and aluminium price risk in inventory

- (i) The Company enters into contracts to purchase copper and aluminium wherein the Company has the option to fix the purchase price based on LME price of copper and aluminium during a stipulated time period. Accordingly, these contracts are considered to have an embedded derivative that is required to be separated. Such feature is kept to hedge against exposure in the value of inventory of copper and aluminium due to volatility in copper and aluminium prices. The Company designates the embedded derivative in the payable for such purchases as the hedging instrument in fair value hedging of inventory. The Company designates only the spot-to-spot movement of the copper and aluminium inventory as the hedged risk. The carrying value of inventory is accordingly adjusted for the effective portion of change in fair value of hedging instrument. Hedge accounting is discontinued when the hedging instrument is settled, or when it is no longer qualifies for hedge accounting or when the hedged item is sold.
- (ii) To use the sell future contracts linked with LME to hedge the fair value risk associated with inventory of copper and aluminium. Once the purchases are concluded and its final price is determined, the Company starts getting exposed to price risk of these inventory till the time it is not been sold. The Company's policy is to designate the copper and aluminium inventory which are already priced and which is not been sold at that point in time in a hedging relationship against sell LME future positions based on the risk management strategy of the Company. The hedged risk is movement in spot rates.

To test the hedge effectiveness between embedded derivatives/derivatives and LME prices of copper and aluminium, the Company uses the said prices during a stipulated time period and compares the fair value of embedded derivatives/derivatives against the changes in fair value of LME price of copper and aluminium attributable to the hedged risk.

The Company has established a hedge ratio of 1:1 for the hedging relationships as the underlying embedded derivative/derivative is identical to the LME price of copper and aluminium.

Disclosure of effects of fair value hedge accounting on financial position:

Hedged item:

Changes in fair value of inventory attributable to change in copper and aluminium prices.

Hedging instrument:

Changes in fair value of the embedded derivative of copper and aluminium trade payables and sell future contracts, as described above.

(B) Cash flow hedge associated with highly probable forecasted purchases of copper and aluminium:

The Company has purchases of copper and aluminium which results in exposure to price risk due to ongoing movement in rates quoted on LME which affects the profitability and financial position of the Company. The risk management strategy is to use the Buy future contracts linked to LME to hedge the variation in cash flows of highly probable future purchases. The Company designate the monthly copper and aluminium purchases as a highly probable forecasted transaction in a hedging relationship based on the risk management strategy of the Company.

As at 30 June 22

(₹ million)

Commodity price risk	Carrying amount			Maturity date	Hedge Ratio	Balance sheet classification	Effective portion of Hedge -gain/ (loss)	Ineffective portion of Hedge -gain/ (loss)
	Asset-increase/ (decrease)	Liabilities-increase/ (decrease)	Equity-increase/ (decrease)					
Fair Value Hedge								
Hedged item	Inventory of Copper and aluminium	(1,376.77)	-	-	1:1	Inventory		
	Highly probable future purchases	-	-	(97.29)	1:1	Cash flow hedge Reserve		
Hedging instrument	Embedded derivative in trade payables of Copper and aluminium	-	(1,362.44)	-	Range within 1 to 8 months	Current financial liabilities	1,376.77	319.76
	Buy Derivative Position	-	97.29	-	1:1	Current financial liabilities		
	Sell Derivative Position	-	(334.09)	-	1:1	Current financial liabilities		

The following table presents details of amounts held in effective portion of Cash Flow Hedge and the period during which these are going to be released and affecting Statement of profit and Loss -gain/ (loss)

(₹ million)

Commodity Price risk	As at 30 Jun 22			
	Cash Flow hedge release to P&L			
	Less than 3 Months	3 Months to 6 Months	6 Months to 12 Months	Total
Buy Future Contracts- Copper	(70.59)	(15.05)	(6.34)	(91.98)
Buy Future Contracts- Aluminium	(2.24)	(2.70)	(0.37)	(5.31)
Sell Future Contracts- Copper	6.88	-	-	6.88
Sell Future Contracts- Aluminium	0.91	-	-	0.91

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21. Hedging activity and derivatives

As at 31 March 2022

(₹ million)

Commodity price risk	Carrying amount			Maturity date	Hedge Ratio	Balance sheet classification	Effective portion of Hedge -gain/ (loss)	Ineffective portion of Hedge -gain/ (loss)
	Asset-increase/ (decrease)	Liabilities-increase/ (decrease)	Equity-increase/ (decrease)					
Fair Value Hedge								
Hedged item	Inventory of Copper and aluminium	(154.19)	-	-	1:1	Inventory		
	Highly probable future purchases	-	-	0.58	1:1	Cash flow hedge Reserve		
	Embedded derivative in trade payables of Copper and aluminium	-	(196.27)	-	Range within 1 to 6 months	Current financial liabilities	154.19	(96.92)
Hedging instrument	Buy Derivative Position	-	(0.58)	-	1:1	Current financial liabilities		
	Sell Derivative Position	-	139.00	-	1:1	Current financial liabilities		

The following table presents details of amounts held in effective portion of Cash Flow Hedge and the period during which these are going to be released and affecting Statement of profit and Loss -gain/ (loss) (₹ million)

Commodity Price risk	As at 31 Mar 22			
	Less than 3 Months	3 Months to 6 Months	6 Months to 12 Months	Total
Buy Future Contracts- Copper	(139.31)	-	-	(139.31)
Buy Future Contracts- Aluminium	0.58	-	-	0.58
Sell Future Contracts- Copper	-	-	-	-
Sell Future Contracts- Aluminium	0.31	-	-	0.31

The Board of Directors has constituted a Risk Management Committee (RMC) to frame, implement and monitor the risk management plan of the Company which inter-alia covers risks arising out of exposure to foreign currency fluctuations. Under the guidance and framework provided by the RMC, the Company uses various derivative instruments such as foreign exchange forward, currency options and futures contracts in which the counter party is generally a bank. For the purpose of the Company's capital management, capital includes issued equity capital, securities premium and all other equity reserves attributable to the equity shareholders. The primary objective is to maximise the shareholders value.

The Company has entered into derivative instruments not in hedging relationship by way of foreign exchange forward contracts. The notional amount of outstanding contracts and loss/(gain) on fair valuation of such contracts are given below:

	30 Jun 22	31 Mar 22
Foreign exchange forward contracts- Buy	1,591.51	3,807.07
Foreign exchange forward contracts- Sale	(3,238.25)	(6,121.16)
Fair valuation gain/ (loss) on foreign exchange forward contracts	23.01	(42.47)

22. Events after the reporting period

No significant adjusting event occurred between the balance sheet date and date of the approval of these financial statements by the Board of Directors of the Company requiring adjustment or disclosure.

23. Dividend

The Board of Directors at its meeting held on 10 May 2022, had proposed a final dividend of ₹ 13.00 per equity share and it was approved by shareholders at annual general meeting held on 29 June 2022. Accordingly, the Company paid final dividend of ₹ 2,094.49 million during the quarter.

24. Others

Figures representing ₹ 0.00 million are below ₹ 5,000.

As per our report of even date
For B S R & Co. LLP
 Chartered Accountants
 ICAI Firm Registration No. 101248W/W-100022

For and on behalf of the Board of Directors of
Polycab India Limited
 CIN : L31300GJ1996PLC114183

sd/-
Bhavesh Dhupelia
 Partner
 Membership No. 042070

sd/-
Inder T. Jaisinghani
 Chairman & Managing Director
 DIN : 00309108

sd/-
Nikhil R. Jaisinghani
 Whole Time Director
 DIN : 00742771

sd/-
Bharat A. Jaisinghani
 Whole Time Director
 DIN : 00742995

Place: Mumbai
 Date: 19 July 2022

sd/-
Gandharv Tongia
 Chief Financial Officer
 Membership No. 402854

Place: Mumbai
 Date: 19 July 2022

sd/-
Manita Gonsalves
 Company Secretary
 Membership No. A18321