

February 1, 2020

National Stock Exchange of India Limited
"Exchange Plaza",
Bandra – Kurla Complex,
Bandra East
Mumbai – 400 051
NSE Symbol: AMARAJABAT

BSE Limited
Corporate Relations Department,
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort,
Mumbai – 400 001
BSE SCRIP CODE: 500008

Dear Sirs,

Sub: Unaudited financial results and limited review report for the quarter and nine months ended December 31, 2019

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we wish to inform you that the Board of Directors of the Company at its meeting held today, have approved the unaudited standalone and consolidated financial results of the Company for the quarter and nine months ended December 31, 2019.

We enclose herewith a copy of the unaudited standalone and consolidated financial results of the Company for the quarter ended December 31, 2019 accompanied by limited review report thereon by the joint statutory auditors of the Company for your records.

The Board meeting commenced at 6:30 p.m. and concluded at 8:15 p.m.

We request you to take on record and acknowledge the same.

Thanking you,

Yours faithfully,

For Amara Raja Batteries Limited



M R Rajaram
Company Secretary

Encl.: as above

Amara Raja Batteries Limited

CIN: L31402AP1985PLC005305

Registered office: Renigunta - Cuddapah Road, Karakambadi, Tirupati - 517520, Andhra Pradesh

Tel: 91 (877) 2265000 Fax: 91 (877) 2285600

Corporate Operations Office: TERMINAL A

1-18/1/AMR/NR, Nanakramguda, Gachibowli, Hyderabad - 500032, India

Tel No. +91 40 23139000. Fax No. +91 40 23139001,

E-mail id: investorservices@amararaja.com | Website: www.amararaja.com


Statement of unaudited Standalone and Consolidated Financial Results for the quarter and nine months ended December 31, 2019

(₹ in crores)

| Srl. No. | Particulars | Standalone Results | | | | | | Consolidated Results | | | | | | |
|----------|---|--------------------|-----------------|-----------------|-------------------|-----------------|-----------------|----------------------|-----------------|--------------------------|-------------------|--------------------------|-----------------|------------|
| | | Quarter ended | | | Nine months ended | | | Quarter ended | | | Nine months ended | | | Year ended |
| | | 31.12.2019 | 30.09.2019 | 31.12.2018 | 31.12.2019 | 31.12.2018 | 31.03.2019 | 31.12.2019 | 30.09.2019 | 31.12.2018 | 31.12.2019 | 31.12.2018 | 31.03.2019 | |
| | | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Audited | Unaudited | Unaudited | Unaudited (Refer Note 4) | Unaudited | Unaudited (Refer Note 4) | Audited | |
| 1 | Income | | | | | | | | | | | | | |
| | (a) Revenue from operations | 1,747.81 | 1,695.31 | 1,694.66 | 5,258.07 | 5,226.38 | 6,793.11 | 1,747.52 | 1,695.31 | 1,694.66 | 5,257.78 | 5,226.38 | 6,793.11 | |
| | (b) Other income | 12.76 | 17.95 | 12.50 | 40.94 | 40.45 | 46.77 | 12.76 | 17.95 | 12.50 | 40.94 | 40.45 | 46.77 | |
| | Total income | 1,760.57 | 1,713.26 | 1,707.16 | 5,299.01 | 5,266.83 | 6,839.88 | 1,760.28 | 1,713.26 | 1,707.16 | 5,298.72 | 5,266.83 | 6,839.88 | |
| 2 | Expenses | | | | | | | | | | | | | |
| | (a) Cost of materials consumed | 1,111.27 | 1,103.31 | 1,189.36 | 3,218.04 | 3,586.85 | 4,603.06 | 1,111.27 | 1,103.31 | 1,189.36 | 3,218.04 | 3,586.85 | 4,603.06 | |
| | (b) Purchases of stock-in-trade | 33.88 | 39.67 | 19.09 | 131.92 | 133.07 | 170.18 | 33.88 | 39.67 | 19.09 | 131.92 | 133.07 | 170.18 | |
| | (c) Changes in inventories of finished goods, work-in-progress and stock-in-trade | (17.84) | (56.26) | (68.98) | 90.27 | (97.50) | (129.14) | (18.10) | (56.26) | (68.98) | 90.01 | (97.50) | (129.14) | |
| | (d) Employee benefits expense | 94.41 | 98.56 | 86.61 | 291.50 | 263.71 | 345.23 | 94.57 | 98.68 | 86.61 | 291.89 | 263.71 | 345.39 | |
| | (e) Finance costs | 2.90 | 3.37 | 1.79 | 9.16 | 5.10 | 6.95 | 2.90 | 3.37 | 1.79 | 9.16 | 5.10 | 6.95 | |
| | (f) Depreciation and amortisation expense | 76.45 | 75.03 | 65.68 | 224.79 | 192.88 | 261.20 | 76.45 | 75.03 | 65.68 | 224.79 | 192.88 | 261.20 | |
| | (g) Other expenses | 242.14 | 217.75 | 215.81 | 670.93 | 630.60 | 852.03 | 242.20 | 217.87 | 215.81 | 671.18 | 630.60 | 852.13 | |
| | Total expenses | 1,543.21 | 1,481.43 | 1,509.36 | 4,636.61 | 4,714.71 | 6,109.51 | 1,543.17 | 1,481.67 | 1,509.36 | 4,636.99 | 4,714.71 | 6,109.77 | |
| 3 | Profit before tax (1-2) | 217.36 | 231.83 | 197.80 | 662.40 | 552.12 | 730.37 | 217.11 | 231.59 | 197.80 | 661.73 | 552.12 | 730.11 | |
| 4 | Tax expense | | | | | | | | | | | | | |
| | (a) Current tax | 58.34 | 55.50 | 66.19 | 182.94 | 182.45 | 238.78 | 58.34 | 55.50 | 66.19 | 182.94 | 182.45 | 238.78 | |
| | (b) Deferred tax | (5.39) | (42.52) | 0.72 | (44.71) | 5.52 | 8.10 | (5.39) | (42.52) | 0.72 | (44.71) | 5.52 | 8.10 | |
| | Tax expense | 52.95 | 12.98 | 66.91 | 138.23 | 187.97 | 246.88 | 52.95 | 12.98 | 66.91 | 138.23 | 187.97 | 246.88 | |
| 5 | Net Profit after tax (3-4) | 164.41 | 218.85 | 130.89 | 524.17 | 364.15 | 483.49 | 164.16 | 218.61 | 130.89 | 523.50 | 364.15 | 483.23 | |
| 6 | Other comprehensive income | | | | | | | | | | | | | |
| | (i) Items that will not be reclassified to profit or loss | | | | | | | | | | | | | |
| | (a) Remeasurements of the defined benefit plans | 0.12 | (0.74) | (1.23) | (1.65) | (0.39) | (0.17) | 0.12 | (0.74) | (1.23) | (1.65) | (0.39) | (0.17) | |
| | (b) Equity instruments through other comprehensive income (FVTOCI) | (1.48) | (0.56) | (0.44) | (2.87) | (0.20) | 0.07 | (1.48) | (0.56) | (0.44) | (2.87) | (0.20) | 0.07 | |
| | (ii) Items that will be reclassified to profit or loss | | | | | | | | | | | | | |
| | (a) Exchange differences in translating the financial statements of foreign subsidiary | - | - | - | - | - | - | (0.03) | - | - | (0.03) | - | (0.02) | |
| | Total other comprehensive income / (loss) [(i)+(ii)] | (1.36) | (1.30) | (1.67) | (4.52) | (0.59) | (0.10) | (1.39) | (1.30) | (1.67) | (4.55) | (0.59) | (0.12) | |
| 7 | Total comprehensive income (5+6) | 163.05 | 217.55 | 129.22 | 519.65 | 363.56 | 483.39 | 162.77 | 217.31 | 129.22 | 518.95 | 363.56 | 483.11 | |
| 8 | Paid-up equity share capital (Face value of ₹ 1/- each) | 17.08 | 17.08 | 17.08 | 17.08 | 17.08 | 17.08 | 17.08 | 17.08 | 17.08 | 17.08 | 17.08 | 17.08 | |
| 9 | Reserves (excluding revaluation reserves) as per Balance Sheet | | | | | | 3,318.24 | | | | | | 3,317.96 | |
| 10 | Earnings per share (of ₹ 1/- each) (for the period - not annualised) - Basic and Diluted (₹) | 9.63 | 12.81 | 7.66 | 30.69 | 21.32 | 28.31 | 9.61 | 12.80 | 7.66 | 30.65 | 21.32 | 28.29 | |



Notes:

- 1 These financial results were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their meetings held on February 1, 2020. These results are as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended. The statutory auditors have carried out a limited review of these results for the quarter and nine months ended December 31, 2019 and have issued an unmodified report on these results.
- 2 The Company is engaged in the manufacture and marketing of lead acid storage batteries, which in the context of Indian Accounting Standard (Ind AS) -108 Operating Segments, is considered as the operating segment of the Company.
- 3 Interim dividend of ₹ 6 per equity share of face value of ₹ 1 each approved by the Board of Directors on its meeting held on November 9, 2019 has been paid during the current quarter.
- 4 The consolidated financial results include the results of the wholly-owned subsidiary - Amara Raja Batteries Middle East (FZE) U.A.E., which subsidiary was incorporated on July 31, 2018. In the previous year, the Company had opted to publish consolidated financial results on an annual basis. Accordingly, the consolidated financial results for the quarter and nine months ended December 31, 2018 are approved by the Board of Directors of the Company but have not been subjected to review/audit.
- 5 During the immediate preceding quarter, the Company elected to exercise the option permitted under section 115BAA of Income-tax Act, 1961 as introduced by the Taxation Laws (Amendment) Act, 2019. Accordingly, the Company has recognized provision for Income-tax for the nine months ended December 31, 2019 and re-measured its deferred tax liabilities (net) based on the rate prescribed in the said Act. The full impact of this change relating to the deferred tax liabilities (net) as at March 31, 2019 has been recognized in the Statement of Profit and Loss in the immediate preceding quarter.
- 6 The Company has adopted Ind AS 116 'Leases' with the date of initial application being April 1, 2019. Ind AS 116 replaces Ind AS 17 'Leases' and related interpretation and guidance. The Company has applied Ind AS 116 using the modified retrospective approach. Right-of-use assets at April 1, 2019 for leases previously classified as operating leases were recognized and measured at an amount equal to the lease liability (adjusted for any related prepayments/accruals). As a result, the comparative information has not been restated. The Company has discounted lease payments using the incremental borrowing rate as at April 1, 2019 for measuring the lease liability. In respect of leases, previously classified as finance leases, the right-of-use asset was measured at the carrying amounts of the related finance lease asset and re-classified.

On transition to Ind AS 116, the Company recognized right-of-use asset amounting to ₹ 175.69 crores (including leases previously classified as finance lease) and a lease liability of ₹ 45.65 crores. The impact of interest expense on leases and depreciation on right-of-use assets for the quarter and nine months ended December 31, 2019 are not material to the Company.

By order of the Board



Dr. Ramachandra N. Galla
Chairman

Jayadev Galla
Vice Chairman and Managing Director

Place: Hyderabad
Date: February 1, 2020



Brahmayya & Co.
Chartered Accountants
D. No. 33-25-33B,
Govindarajulu Naidu Street,
Vijayawada - 520 002

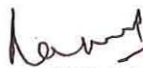
Deloitte Haskins & Sells LLP
Chartered Accountants
KRB Towers, Plot No 1 to 4 & 4A,
1st, 2nd & 3rd Floor, Jubilee Enclave,
Madhapur, Hyderabad-500 081

**INDEPENDENT AUDITORS' REVIEW REPORT ON REVIEW OF INTERIM
STANDALONE FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF
AMARA RAJA BATTERIES LIMITED**

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **Amara Raja Batteries Limited** ("the Company"), for the quarter and nine months ended December 31, 2019 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India (ICAI). A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under Section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Brahmayya & Co.
Chartered Accountants
(F.R.N. 000513S)


Karumanchi Rajaj
Partner
(Membership No. 202309)



Hyderabad, February 1, 2020
UDIN: 20202309AAAAAG4338

For Deloitte Haskins & Sells LLP
Chartered Accountants
(F.R.N. 117366W/W- 100018)


Sumit Trivedi
Partner
(Membership No. 209354)



Hyderabad, February 1, 2020
UDIN: 20209354AAAAAU2346



**INDEPENDENT AUDITORS' REVIEW REPORT ON REVIEW OF INTERIM
CONSOLIDATED FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF
AMARA RAJA BATTERIES LIMITED**

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of **Amara Raja Batteries Limited** ("the Parent") and its subsidiary (the Parent and its subsidiary together referred to as "the Group"), for the quarter and nine months ended December 31, 2019 ("the Statement") being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India (ICAI). A review of interim financial information consists of making inquiries, primarily of Parent's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under Section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

Attention is drawn to Note 4 to the Statement which states that the consolidated figures for the corresponding quarter and nine months ended December 31, 2018 as reported in the accompanying Statement have been approved by the Parent's Board of Directors, but have not been subjected to review.

4. The Statement includes the results of the wholly-owned subsidiary, Amara Raja Batteries Middle East (FZE), U.A.E.
5. Based on our review conducted and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.



6. The consolidated unaudited financial results includes the interim financial statements/ financial information of the wholly-owned subsidiary which has not been reviewed by its auditors, whose interim financial statements/ financial information reflect total revenue of ₹ 0.04 crores for the quarter and nine months ended December 31, 2019, total loss after tax of ₹ 0.21 crores and ₹ 0.63 crores for the quarter and nine months ended December 31, 2019, respectively, and Total comprehensive loss of ₹ 0.21 crores and ₹ 0.63 crores for the quarter and nine months ended December 31, 2019, respectively, as considered in the Statement. According to the information and explanations given to us by the Management, these interim financial statements / financial information are not material to the Group.

Our conclusion on the Statement is not modified in respect of our reliance on the interim financial statements / financial information certified by the Management.

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For Brahmayya & Co.
Chartered Accountants
(F.R.N. 000513S)

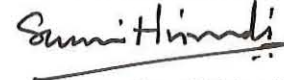


Karumanchi Rajaj
Partner
(Membership No. 202309)



Hyderabad, February 1, 2020
UDIN:20202309AAAAAH4594

For Deloitte Haskins & Sells LLP
Chartered Accountants
(F.R.N. 117366W/W- 100018)



Sumit Trivedi
Partner
(Membership No. 209354)



Hyderabad, February 1, 2020
UDIN:20209354AAAAAT6042

