

May 30, 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: Audited financial results for the quarter and year ended March 31, 2020 –
Compliance of Regulation 33 of SEBI (LODR) Regulations, 2015**

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 audited standalone and consolidated financial results of the Company for the year ended March 31, 2020.

In this regard, we enclose herewith a copy of the audited standalone and consolidated financial results of the Company for the year ended March 31, 2020 along with the auditors' report with an unmodified opinion thereon which was duly taken on record by the Board.

The Board meeting commenced at 11:00 A.M and concluded at 3:25 P.M

Further, pursuant to Regulation 33(3)(d) of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, we would like to state that the joint Statutory Auditors, i.e M/s. Brahmayya & Co, and M/s. Deloitte Haskins & Sells LLP have issued the Auditors Report with unmodified opinion on the Audited Standalone and Consolidated Financial Statements for the year ended March 31, 2020.

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

Thank you,

Yours faithfully,

For Amara Raja Batteries Limited



M R Rajaram
Company Secretary

Encl.: as above

Statement of Standalone and Consolidated Financial Results for the Quarter and Year ended March 31, 2020

Srl. No.	Particulars	Standalone				Consolidated					
		Quarter ended		Year ended		Quarter ended		Year ended			
		31.03.2020 (Refer Note 8)	31.12.2019 Unaudited	31.03.2019 (Refer Note 8)	Audited	31.03.2020 (Refer Note 8)	31.12.2019 Unaudited	31.03.2019 (Refer Note 8)	Audited		
1	Income										
	(a) Revenue from operations	1,581.39	1,747.81	1,566.73	6,839.46	1,581.39	1,747.52	1,566.73	6,839.17	6,793.11	6,793.11
	(b) Other income	14.11	12.76	6.32	55.05	14.11	12.76	6.32	55.05	46.77	46.77
	Total income	1,595.50	1,760.57	1,573.05	6,894.51	1,595.50	1,760.28	1,573.05	6,894.22	6,839.88	6,839.88
2	Expenses										
	(a) Cost of materials consumed	1,001.03	1,111.27	1,016.21	4,219.07	1,001.03	1,111.27	1,016.21	4,219.07	4,603.06	4,603.06
	(b) Purchases of stock-in-trade	43.97	33.88	37.11	175.89	44.00	33.88	37.11	175.92	170.18	170.18
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(38.10)	(17.84)	(31.64)	52.17	(38.15)	(18.10)	(31.64)	51.86	(129.14)	(129.14)
	(d) Employee benefits expense	93.68	94.41	81.52	385.18	93.92	94.57	81.68	385.81	345.39	345.39
	(e) Finance costs	3.03	2.90	1.85	12.19	3.03	2.90	1.85	12.19	6.95	6.95
	(f) Depreciation and amortisation expense	75.95	76.45	68.32	300.74	75.95	76.45	68.32	300.74	261.20	261.20
	(g) Other expenses	237.66	242.14	221.43	908.59	236.79	242.20	221.53	907.97	852.13	852.13
	Total expenses	1,417.22	1,543.21	1,394.80	6,053.83	1,416.87	1,543.17	1,395.06	6,053.56	6,109.77	6,109.77
3	Profit before tax (1-2)	178.28	217.36	178.25	840.68	178.93	217.11	177.99	840.66	730.11	730.11
4	Tax expense										
	(a) Current tax	48.70	58.34	56.33	231.64	48.70	58.34	56.33	231.64	238.78	238.78
	(b) Deferred tax	(7.07)	(5.39)	2.58	(51.78)	(7.07)	(5.39)	2.58	(51.78)	8.10	8.10
	Tax expense	41.63	52.95	58.91	179.86	41.63	52.95	58.91	179.86	246.88	246.88
5	Net Profit after tax (3-4)	136.65	164.41	119.34	660.82	137.30	164.16	119.08	660.80	483.23	483.23
6	Other comprehensive income										
	(i) Items that will not be reclassified to profit or loss										
	(a) Remeasurements of the defined benefit plans	(1.22)	0.12	0.22	(2.87)	(1.22)	0.12	0.22	(2.87)	(0.17)	(0.17)
	(b) Equity instruments through other comprehensive income (FVTOCI)	(3.66)	(1.48)	0.27	(6.53)	(3.66)	(1.48)	0.27	(6.53)	0.07	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)	-	(0.02)	(0.02)
	Total other comprehensive income / (loss) (i)+(ii)	(4.88)	(1.36)	0.49	(9.40)	(4.85)	(1.39)	0.47	(9.40)	(0.12)	(0.12)
7	Total comprehensive income (5+6)	131.77	163.05	119.83	651.42	132.45	162.77	119.55	651.40	483.11	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
9	Reserves (excluding revaluation reserves) as per Balance Sheet										
	Earnings per share (of ₹ 1/- each) (for the period - not annualised)										
10		8.00	9.63	6.99	38.69	8.04	9.61	6.97	38.69	28.29	28.29
	- Basic and diluted										

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Particulars	Standalone		Consolidated	
	As at 31.03.2020	As at 31.03.2019	As at 31.03.2020	As at 31.03.2019
	Audited	Audited	Audited	Audited
ASSETS				
Non-current assets				
(a) Property, plant and equipment	1,647.61	1,809.05	1,647.61	1,809.05
(b) Right-of-use assets	178.48	-	178.48	-
(c) Capital work-in-progress	732.58	233.88	732.58	233.88
(d) Other intangible assets	3.13	3.71	3.13	3.71
(e) Intangible assets under development	94.44	80.86	94.44	80.86
(f) Financial assets				
(i) Investments	13.92	20.16	13.35	19.88
(ii) Other financial assets	6.33	6.95	6.36	6.95
(g) Income tax assets (net)	26.21	21.48	26.21	21.48
(h) Other non-current assets	74.99	115.78	74.99	115.78
Total - Non-current assets	2,777.69	2,291.87	2,777.15	2,291.59
Current assets				
(a) Inventories	1,142.69	1,061.42	1,143.00	1,061.42
(b) Financial assets				
(i) Investments	142.25	0.30	142.25	0.30
(ii) Trade receivables	636.28	768.58	636.30	768.58
(iii) Cash and cash equivalents	32.60	50.15	32.62	50.23
(iv) Bank balances other than (iii) above	51.91	21.60	51.91	21.60
(v) Other financial assets	11.53	8.59	11.53	8.60
(c) Other current assets	205.64	293.43	205.64	293.38
Total current assets	2,222.90	2,204.07	2,223.25	2,204.11
Total Assets	5,000.59	4,495.94	5,000.40	4,495.70
EQUITY AND LIABILITIES				
Equity				
(a) Equity share capital	17.08	17.08	17.08	17.08
(b) Other equity	3,638.53	3,318.24	3,638.23	3,317.96
Total equity	3,655.61	3,335.32	3,655.31	3,335.04
Liabilities				
Non-current liabilities				
(a) Financial liabilities				
(i) Borrowings	34.34	46.80	34.34	46.80
(ii) Lease liabilities (Refer note 6)	21.67	-	21.67	-
(b) Provisions	83.75	69.46	83.77	69.46
(c) Deferred tax liabilities (net)	44.13	95.91	44.13	95.91
(d) Other Non-current liabilities	59.13	45.98	59.13	45.98
Total - Non-current liabilities	243.02	258.15	243.04	258.15
Current liabilities				
(a) Financial liabilities				
(i) Trade payables				
-Total outstanding dues of Micro enterprises and small enterprises	73.91	59.60	73.91	59.60
-Total outstanding dues of creditors other than Micro enterprises and small	540.98	450.84	541.04	450.85
(ii) Other financial liabilities	204.89	170.52	204.92	170.55
(iii) Lease liabilities (Refer note 6)	15.43	-	15.43	-
(b) Provisions	99.41	61.89	99.41	61.89
(c) Other current liabilities	167.34	159.62	167.34	159.62
Total current liabilities	1,101.96	902.47	1,102.05	902.51
Total equity and liabilities	5,000.59	4,495.94	5,000.40	4,495.70



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Standalone and Consolidated Cash Flow Statement

(₹ in crores)

Particulars	Standalone		Consolidated	
	For the year ended		For the year ended	
	31.03.2020	31.03.2019	31.03.2020	31.03.2019
	Audited	Audited	Audited	Audited
A. Cash flows from operating activities				
Profit before tax	840.68	730.37	840.66	730.11
Adjustments for:				
Depreciation and amortisation expense	300.74	261.20	300.74	261.20
(Gain) / Loss on sale of property, plant and equipment (net) / written off	(0.71)	3.48	(0.71)	3.48
Finance costs	12.19	6.95	12.19	6.95
Interest income on bank deposits	(2.95)	(2.77)	(2.95)	(2.77)
Dividend income from equity instruments designated at FVTOCI	(0.00)	(0.00)	(0.00)	(0.00)
Gain on disposal of mutual fund units	(16.57)	(5.35)	(16.57)	(5.35)
Deferred revenue recognised	(9.46)	(8.41)	(9.46)	(8.41)
Net gain arising on financial assets mandatorily measured at FVTPL	(2.18)	(0.02)	(2.18)	(0.02)
Liabilities no longer required written back	(0.67)	(3.83)	(0.67)	(3.83)
Provision for doubtful trade receivables written back	(1.77)	(1.79)	(1.77)	(1.79)
Provision for doubtful trade receivables and advances	23.60	2.67	23.60	2.67
Bad trade receivables written off (net)	0.89	0.33	0.89	0.33
Net unrealised foreign exchange gain	(19.75)	(15.50)	(19.75)	(15.52)
	283.36	236.96	283.36	236.94
Operating profit before working capital changes	1,124.04	967.33	1,124.02	967.05
Movements in working capital				
Adjustments for (increase)/decrease in operating assets:				
- Trade receivables	113.37	12.05	113.35	12.05
- Inventories	(81.27)	(11.71)	(81.58)	(11.71)
- Other assets	83.11	(119.24)	83.07	(119.20)
Adjustments for increase/(decrease) in operating liabilities:				
- Trade payables	102.05	(76.72)	102.07	(76.71)
- Other liabilities	30.03	(12.87)	30.03	(12.84)
- Provisions	41.95	24.18	41.97	24.18
	289.24	(184.31)	288.91	(184.23)
Cash generated from operations	1,413.28	783.02	1,412.93	782.82
Income taxes paid	(236.37)	(241.68)	(236.37)	(241.68)
Net cash generated from operating activities [A]	1,176.91	541.34	1,176.56	541.14
B. Cash flows from investing activities				
Purchase of property, plant and equipment	(701.38)	(528.47)	(701.38)	(528.47)
Proceeds from sale of property, plant and equipment	1.51	0.25	1.51	0.25
Investment in subsidiary	(0.29)	(0.28)	-	-
Purchase of current investments	(1,480.00)	(1,025.00)	(1,480.00)	(1,025.00)
Proceeds from sale / redemption of current investments	1,356.80	1,045.40	1,356.80	1,045.40
Bank balances not considered as cash and cash equivalents (net)	(29.47)	41.18	(29.47)	41.18
Interest received	3.18	3.78	3.18	3.78
Dividend income	0.00	0.00	0.00	0.00
Net cash (used in) investing activities [B]	(849.65)	(463.14)	(849.36)	(462.86)
C. Cash flows from financing activities				
Repayment of borrowings	(11.63)	(5.10)	(11.63)	(5.10)
Repayment of Lease liability	(15.83)	-	(15.83)	-
Finance costs (including in relation to lease liability)	(5.20)	(1.06)	(5.20)	(1.06)
Dividend paid including tax on dividend	(331.13)	(85.46)	(331.13)	(85.46)
Net cash (used in) financing activities [C]	(363.79)	(91.62)	(363.79)	(91.62)
Net increase/(decrease) in cash and cash equivalents (A+B+C)	(36.53)	(13.42)	(36.59)	(13.34)
Cash and cash equivalents at the beginning of the year	50.15	48.73	50.23	48.73
Effects of exchange rate changes on the balance of cash and cash equivalents held in foreign currencies	18.98	14.84	18.98	14.84
Cash and cash equivalents at the end of the period	32.60	50.15	32.62	50.23

Notes to Cash Flow Statement

- (a) The above Cash Flow Statements have been prepared under the "Indirect Method" as set out in the Ind AS 7 - Statement of Cash Flows.
 (b) Reconciliation of liabilities from financing activities is as under

	As at March 31, 2019	Ind AS 116 adoption	Cash flows	Non cash changes	As at March 31, 2020
Borrowings (including current portion)	58.43	-	(11.63)	-	46.80
Lease liabilities	(63.53)	-	(5.10)	-	(58.43)
	(-)	(-)	(-)	(-)	(-)

Figures in bracket pertain to the corresponding year ended March 31, 2019.



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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 May 30, 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 an audit of these results for the year ended March 31, 2020 and a limited review for the quarter ended March 31, 2020 and have issued an unmodified report on these results.
- 2 First Interim dividend of ₹ 6 per equity share and Second interim dividend ₹ 5 per equity share of face value of ₹ 1 each approved by the Board of Directors at its meeting held on November 9, 2019 and circular resolution on March 9, 2020, respectively, was paid during the current year. The total dividend (including interim dividend) for FY 2019-20 amounts to ₹11 per equity share (Previous year ₹ 7.08 per equity share).
- 3 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.
- 4 The consolidated financial results include the results of the wholly-owned subsidiary - Amara Raja Batteries Middle East (FZE) U.A.E.
- 5 During the quarter ended September 30, 2019, 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 year ended March 31, 2020 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 quarter ended September 30, 2019.
- 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 year ended March 31, 2020 are not material to the Company.
- 7 The Ministry of Home Affairs vide order no. 40-3/2020-DM-I(A) dated March 24, 2020 announced a nation-wide lockdown as a measure to contain the spread of COVID 19 which was declared a global pandemic by the World Health Organisation. Owing to the lockdown, the operations of the Company were impacted due to shutting down of all plants and offices. The Company has resumed operations in a phased manner as per directives issued by the Government and is closely monitoring the impact of the pandemic on all aspects of its business. The Company is taking appropriate measures to ensure the safety and well-being of all its employees and ensuring full compliance with the directives issued by the Government in this regard.

The Management has exercised due care, in concluding on significant accounting judgements and estimates, inter-alia, recoverability of receivables, assessment for impairment of intangible assets, inventory, based on the information available to date, both internal and external, to the extent relevant, while preparing these financial results as of and for the year ended March 31, 2020. Based on the assessment of current indicators of future economic conditions, the Management does not envisage any significant impact on its financial results and financial position as on March 31, 2020. The impact assessment of COVID 19 is a continuing process given the uncertainties associated with its nature and duration, and accordingly, the eventual outcome may be different from those estimated as on the date of approval of these financial results.
- 8 The figures for the current quarter and the quarter ended March 31, 2019 are balancing figures between the audited figures of the full financial year ended March 31, 2020 and March 31, 2019, respectively, and the published year to date figures up to third quarter ended December 31, 2019 and December 31, 2018, respectively.

By order of the Board



Dr. Ramachandra N Galla
Chairman



Jayadev Galla
Vice Chairman & Managing Director

Place: Hyderabad
Date: May 30, 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' REPORT ON AUDIT OF ANNUAL STANDALONE FINANCIAL RESULTS AND REVIEW OF QUARTERLY FINANCIAL RESULTS

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

Opinion and Conclusion

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

(a) Opinion on Annual Financial Results

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

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

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

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

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

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



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Management's Responsibilities for the Statement

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

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

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

Auditor's Responsibilities

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

Our objectives are to obtain reasonable assurance about whether the Standalone Financial Results for the year ended March 31, 2020 as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this Standalone Financial Results.

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

- Identify and assess the risks of material misstatement of the Annual Standalone Financial Results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.



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- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Company to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Annual Standalone Financial Results, including the disclosures, and whether the Annual Standalone Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Annual Standalone Financial Results of the Company to express an opinion on the Annual Standalone Financial Results.

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

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

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

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

We conducted our review of the Standalone Financial Results for the quarter ended March 31, 2020 in accordance with the Standard on Review Engagements ("SRE") 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the ICAI. A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with SAs specified under section 143(10) of the Act and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Other Matters

- As stated in Note 8 of the Statement, the figures for the corresponding quarter ended March 31, 2019 are the balancing figures between the annual audited figures for the year then ended and the year to date figures for the 9 months ended December 31, 2018. We have not issued a separate limited review report on the results and figures for the quarter ended March 31, 2019. Our report on the Statement is not modified in respect of this matter.



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Brahmayya & Co.

Deloitte Haskins & Sells LLP

- The Statement includes the results for the Quarter ended March 31, 2020 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us. Our report on the Statement is not modified in respect of this matter.

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

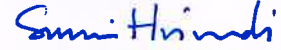


Karumanchi Rajaj
Partner
Membership No. 202354
UDIN: 20202309AAAAAZ2961



Tirupati, May 30, 2020

For DELOITTE HASKINS & SELLS LLP
Chartered Accountants
(F.R.N: 117366W/W- 100018)



Sumit Trivedi
Partner
Membership No. 209354
UDIN: 20209354AAAAFV4510

Hyderabad, May 30, 2020

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INDEPENDENT AUDITORS' REPORT ON AUDIT OF ANNUAL CONSOLIDATED FINANCIAL RESULTS AND REVIEW OF QUARTERLY FINANCIAL RESULTS

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

Opinion and Conclusion

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

(a) Opinion on Annual Consolidated Financial Results

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of the audit report of the other auditor on separate financial statements of the subsidiary referred to in the Other Matters section below, the Consolidated Financial Results for the year ended March 31, 2020:

- i. includes the results of the following entities:
 - a) Amara Raja Batteries Limited, the Parent
 - b) Amara Raja Batteries Middle East (FZE), U.A.E., wholly-owned subsidiary
- ii. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended; and
- iii. gives a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India of the consolidated net profit and consolidated total comprehensive income and other financial information of the Group for the year ended March 31, 2020.

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

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



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

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

Management's Responsibilities for the Statement

This Statement, which includes the Consolidated Financial Results is the responsibility of the Parent's Board of Directors and has been approved by them for the issuance. The Consolidated Financial Results for the year ended March 31, 2020, has been compiled from the related audited consolidated financial statements. This responsibility includes the preparation and presentation of the Consolidated Financial Results for the quarter and year ended March 31, 2020 that give a true and fair view of the consolidated net profit and consolidated other comprehensive income and other financial information of the Group in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards, prescribed under Section 133 of the Act, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations.

The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the respective financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of this Consolidated Financial Results by the Directors of the Parent, as aforesaid.

In preparing the Consolidated Financial Results, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the respective entities to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate their respective entities or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are responsible for overseeing the financial reporting process of the Group.

Auditor's Responsibilities

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

Our objectives are to obtain reasonable assurance about whether the Consolidated Financial Results for the year ended March 31, 2020 as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this Consolidated Financial Results.



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

- Identify and assess the risks of material misstatement of the Annual Consolidated Financial Results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Consolidated Financial Results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Annual Consolidated Financial Results, including the disclosures, and whether the Annual Consolidated Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- Perform procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations to the extent applicable.
- Obtain sufficient appropriate audit evidence regarding the Annual Standalone Financial Results/ Financial Information of the entities within the Group to express an opinion on the Annual Consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the Annual Consolidated Financial Results of which we are the independent auditors. For the other entities included in the Annual Consolidated Financial Results, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

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

We communicate with those charged with governance of the Parent and such other entities included in the Consolidated Financial Results of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings including any significant deficiencies in internal control that we identify during our audit.

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



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

We conducted our review of the Consolidated Financial Results for the quarter ended March 31, 2020 in accordance with the Standard on Review Engagements (SRE) 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the ICAI. A review of 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 SA specified under section 143(10) of the Act and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

The Statement includes the results of the entities as listed under paragraph (a)(i) of Opinion and Conclusion section above.

As part of our annual audit 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.

Other Matters

- As stated in Note 8 of these consolidated financial results, the consolidated figures for the corresponding quarter ended March 31, 2019 are the balancing figures between the annual audited figures for the year then ended and the year to date figures for the 9 months ended December 31, 2018. We have not issued a separate limited review report on the consolidated financial results for the quarter ended March 31, 2019.
- The Statement includes the results for the Quarter ended March 31, 2020 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us. Our report is not modified in respect of this matter.
- We did not audit the financial statements of the subsidiary included in the consolidated financial results, whose financial statements reflects total assets of ₹ 0.68 crores as at March 31, 2020 and total revenues of ₹ 1.27 crores for the year ended March 31, 2020 and total net profit after tax of ₹ 0.05 crores for the year ended March 31, 2020 and total comprehensive income of ₹ 0.05 Crores for the year ended March 31, 2020 and net cash outflows of ₹ 0.06 crores for the year ended March 31, 2020, as considered in the Statement. These financial statements have been audited by the other auditor whose report has been furnished to us by the Management and our opinion and conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of this subsidiary is based solely on the report of the auditor and the procedures performed by us as stated under Auditor's Responsibilities section above. Our report on the Statement is not modified in respect of the above matters with respect to our reliance on the work done and the report of the other auditor.

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

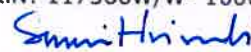


Karumanchi Rajaj
Partner
Membership No. 202309
UDIN: 20202309AAAAABA3369



Tirupati, May 30, 2020

For DELOITTE HASKINS & SELLS LLP
Chartered Accountants
(F.R.N: 117366W/W- 100018)



Sumit Trivedi
Partner

Membership No. 209354
UDIN: 20209354AAAAFW5710



Hyderabad, May 30, 2020