

Price Waterhouse Chartered Accountants LLP

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Grindwell Norton Limited

Report on the Audit of Standalone Financial Results

Opinion

1. We have audited the standalone annual financial results of Grindwell Norton Limited (hereinafter referred to as the 'Company') for the year ended March 31, 2020 and the standalone statement of assets and liabilities and the standalone statement of cash flows as at and for the year ended on that date, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, ('Listing Regulations').
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial results:
 - i. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
 - ii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards prescribed under Section 133 of the Companies Act, 2013 (the "Act") and other accounting principles generally accepted in India, of net profit and other comprehensive income and other financial information of the Company for the year ended March 31, 2020 and the standalone statement of assets and liabilities and the standalone statement of cash flows as at and for the year ended on that date.

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the Standalone Financial Results' section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements 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 Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

4. We draw your attention to Note 7 to the stand-alone financial results which explains the uncertainties and the management's assessment of the financial impact due to the lock-downs and other restrictions and conditions related to the COVID-19 pandemic situation, for which a definitive assessment of the impact in the subsequent period is dependent upon circumstances as they evolve. Our opinion is not modified in respect of this matter.

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Price Waterhouse (a Partnership Firm) Converted into Price Waterhouse Chartered Accountants LLP (a Limited Liability Partnership with LLP identity no: LLPINAAC-5001) with effect from July 25, 2014. Post its conversion to Price Waterhouse Chartered Accountants LLP, its ICAI registration number is 012754N/N500016 (ICAI registration number before conversion was 012754N)


Price Waterhouse Chartered Accountants LLP

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To the Board of Directors of Grindwell Norton Limited
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Board of Directors' Responsibilities for the Standalone Financial Results

5. These Standalone financial results have been prepared on the basis of the standalone annual financial statements. The Company's Board of Directors are responsible for the preparation and presentation of these standalone financial results that give a true and fair view of the net profit and other comprehensive income and other financial information of the Company and the standalone statement of assets and liabilities and the standalone statement of cash flows 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 Board of Directors of the Company are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of 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 accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements 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 the standalone financial results by the Directors of the Company, as aforesaid.
6. In preparing the standalone financial results, the Board of Directors of the Company are responsible for assessing the ability of the Company 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.
7. The Board of Directors of the Company are responsible for overseeing the financial reporting process of the Company.

Auditor's Responsibilities for the Audit of the Standalone Financial Results

8. Our objectives are to obtain reasonable assurance about whether the standalone financial results 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 these standalone financial results.
 9. 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 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. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls. (Refer paragraph 12 below).
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
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Price Waterhouse Chartered Accountants LLP

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To the Board of Directors of Grindwell Norton Limited
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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 standalone 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 Company to cease to continue as a going concern.
 - Evaluate the overall presentation, structure and content of the standalone financial results, including the disclosures, and whether the standalone financial results represent the underlying transactions and events in a manner that achieves fair presentation.
10. We communicate with those charged with governance of the Company 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.

Other Matters

11. The Financial Results include the results for the quarter ended March 31, 2020, being the balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year, which are neither subject to limited review nor audited by us.
12. The standalone annual financial results dealt with by this report has been prepared for the express purpose of filing with stock exchanges. These results are based on and should be read with the audited standalone financial statements of the Company for the year ended March 31, 2020 on which we issued an unmodified audit opinion vide our report dated May 20, 2020.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: 012754N/ N500016
Chartered Accountants



Sachin Parekh
Partner
Membership Number - 107038
UDIN - 20107038AAAABC9715

Place - Mumbai
Date - May 20, 2020

GRINDWELL NORTON LIMITED

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CIN – L26593MH1950PLC008163

AUDITED STANDALONE FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2020

(Rs. in Lakhs)

| | | Quarter ended | | | Year Ended | |
|----|---|------------------------------|---------------------------|------------------------------|-------------------------|-------------------------|
| | | 31-03-2020 (Refer Note 3) | 31-12-2019 (Unaudited) | 31-03-2019 (Refer Note 3) | 31-03-2020 (Audited) | 31-03-2019 (Audited) |
| 1 | Income | | | | | |
| | (a) Gross Sales and Service Income | 35,589 | 39,707 | 39,512 | 153,994 | 155,199 |
| | (b) Other Operating Income | 179 | 324 | 366 | 1,241 | 1,486 |
| | Revenue from Operations (a+b) | 35,768 | 40,031 | 39,878 | 155,235 | 156,685 |
| | (c) Other Income | 1,400 | 955 | 1,117 | 4,617 | 3,767 |
| | Total Income | 37,168 | 40,986 | 40,995 | 159,852 | 160,452 |
| 2 | Expenses | | | | | |
| | (a) Cost of materials consumed | 14,653 | 13,735 | 16,048 | 60,712 | 64,748 |
| | (b) Purchases of Stock-in-Trade | 2,295 | 2,826 | 3,335 | 12,237 | 10,912 |
| | (c) Changes in inventories of finished goods, work-in-progress and stock-in-trade | (343) | 2,080 | (715) | 29 | (2,907) |
| | (d) Employee benefits expense | 5,351 | 4,648 | 4,615 | 20,181 | 18,954 |
| | (e) Depreciation and amortisation expenses | 1,370 | 1,386 | 1,062 | 5,466 | 4,222 |
| | (f) Power & Fuel (Refer note 5) | 1,455 | 2,289 | 1,628 | 6,653 | 6,312 |
| | (g) Finance costs | 143 | 96 | 67 | 428 | 148 |
| | (h) Other expenses | 6,595 | 8,075 | 8,606 | 30,209 | 32,753 |
| | Total Expenses | 31,519 | 35,135 | 34,646 | 135,915 | 135,142 |
| 3 | Profit before tax (1 - 2) | 5,649 | 5,851 | 6,349 | 23,937 | 25,310 |
| 4 | Tax expense | | | | | |
| | (a) Current Tax | 1,681 | 1,567 | 2,086 | 6,584 | 8,845 |
| | (b) Deferred Tax | (498) | (149) | 188 | (942) | 81 |
| 5 | Net Profit for the period (3 - 4) | 4,466 | 4,433 | 4,075 | 18,295 | 16,384 |
| 6 | Other comprehensive income, net of income tax | | | | | |
| | A. Items that will not be reclassified to profit or loss | (1,370) | (30) | 528 | (1,464) | 528 |
| | B. Items that will be reclassified to profit or loss | - | - | - | - | - |
| | Total other comprehensive income, net of income tax | (1,370) | (30) | 528 | (1,464) | 528 |
| 7 | Total comprehensive income for the period (5 +/- 6) | 3,096 | 4,403 | 4,603 | 16,831 | 16,912 |
| 8 | Paid-up equity share capital (Face value Rs.5/- per share) | 5,536 | 5,536 | 5,536 | 5,536 | 5,536 |
| 9 | Reserves and Surplus excluding Other Reserves as per balance sheet of previous accounting year | - | - | - | - | 91,900 |
| 10 | Earnings per equity share of Rs 5/- each (not annualised): | | | | | |
| | (a) Basic (in Rs.) | 4.03 | 4.00 | 3.68 | 16.52 | 14.80 |
| | (b) Diluted (in Rs.) | 4.03 | 4.00 | 3.68 | 16.52 | 14.80 |
| | See accompanying notes to the financial results | | | | | |



GRINDWELL NORTON LIMITED

Notes:

| | |
|----|---|
| 1 | The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on May 20, 2020. |
| 2 | The above said results are prepared in accordance with the Indian Accounting Standards (Ind AS), as amended, specified under Section 133 of the Companies Act, 2013. |
| 3 | Figures for the quarter ended March 31, 2020 and March 31, 2019 are the balancing figures between audited figures for the full financial year and the published year to date figures upto third quarter of the respective financial years. |
| 4 | Effective April 1, 2019, the Company adopted Ind AS 116 "Leases" and applied the same to lease contracts existing on April 1, 2019 using the modified retrospective approach. Accordingly, the comparative figures have not been restated. This resulted in recognition of lease liability with an equivalent amount recognized as right of use of asset as of April 1, 2019. The effect of this adoption is not material on the profit for the current quarter and year ended March 31, 2020. |
| 5 | Pursuant to the judgement received in the month of December 2019 from Honourable Supreme Court of India on batch of appeals, (including where Company is one of respondents), pertaining to the year 2002-03 and onwards, the Company, considering the legal advice, has estimated and provided Rs.940 Lakhs towards additional power cost during the year. |
| 6 | The Company exercised the option permitted under section 115BAA of the Income-tax Act, 1961 during the year. Accordingly, the Company has recognised Provision for Current Tax and re-measured its net Deferred tax liabilities basis the rate prescribed in the said section. |
| 7 | Consequent to the nationwide lockdown announced by the Government of India, the Company's plants and offices were shutdown from March 23, 2020 onwards. This has had a significant adverse impact on the operations of the Company. Since the gradual easing of the lockdown from April 6, 2020, onwards, and in line with the various directives of the Government, the Company's plants have commenced operations in a phased manner. As of today, partial operations have resumed at all the manufacturing sites. However, there is an uncertainty caused by the current situation. The Company's Management has done an assessment of the situation, including the liquidity position and the recoverability and carrying value of all its assets and liabilities as at March 31, 2020, and concluded that there are no material adjustments required in the financial statements as of March 31, 2020. However, the impact assessment of COVID-19 is a continuing process given the uncertainty associated with its nature and duration. The Company will continue to monitor any material changes as the situation evolves. |
| 8 | The Segment wise information as required by Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is furnished in Annexure I. |
| 9 | Refer Annexure II and III for the Statement of Assets and Liabilities and Statement of Cash Flow respectively. |
| 10 | The financial results are available on the BSE Limited website, www.bseindia.com , National Stock Exchange of India Limited website, www.nseindia.com and on the Company's website, www.grindwellnorton.co.in |
| 11 | Dividend of Rs. 7.5/- per equity share of Rs. 5 /- each, has been recommended by the Board of Directors, in the Board meeting held on May 20, 2020, which is subject to the approval of shareholders at the ensuing Annual General Meeting. |

May 20, 2020

For GRINDWELL NORTON LIMITED



B. Santhanam
Managing Director
Director Identification No. 00494806

Annexure I

| GRINDWELL NORTON LIMITED | | | | | | |
|---|--|--|--|--|---------------------------------------|---------------------------------------|
| STANDALONE SEGMENT WISE REVENUE, RESULTS, ASSETS AND LIABILITIES | | | | | | |
| (Rs. in Lakhs) | | | | | | |
| | | Quarter ended 31-03-2020 (Refer Note3) | Quarter ended 31-12-2019 (Unaudited) | Quarter ended 31-03-2019 (Refer Note3) | Year ended 31-03-2020 (Audited) | Year ended 31-03-2019 (Audited) |
| 1 | Segment Revenue | | | | | |
| | (a) Abrasives | 21,944 | 23,695 | 25,340 | 92,434 | 97,525 |
| | (b) Ceramics & Plastics | 10,391 | 11,966 | 11,288 | 48,526 | 45,216 |
| | (c) Others | 3,633 | 4,534 | 3,439 | 15,205 | 14,695 |
| | Total | 35,968 | 40,195 | 40,067 | 156,165 | 157,436 |
| | Less: Inter-Segment Revenue | 200 | 164 | 189 | 930 | 751 |
| | Revenue from Operations | 35,768 | 40,031 | 39,878 | 155,235 | 156,685 |
| 2 | Segment Results | | | | | |
| | (a) Abrasives | 2,094 | 2,799 | 3,525 | 10,667 | 13,448 |
| | (b) Ceramics & Plastics (Refer note 5) | 1,559 | 1,265 | 1,603 | 7,194 | 6,786 |
| | (c) Others | 1,026 | 1,247 | 823 | 3,749 | 3,446 |
| | Total | 4,679 | 5,311 | 5,951 | 21,610 | 23,680 |
| | Less: (1) Interest | 143 | 96 | 67 | 428 | 148 |
| | (2) Other unallocable (Income)/ Expenditure (net) | (1,113) | (636) | (465) | (2,755) | (1,778) |
| | Profit Before Tax | 5,649 | 5,851 | 6,349 | 23,937 | 25,310 |
| 3a | Segment Assets | | | | | |
| | (a) Abrasives | 49,004 | 47,673 | 50,834 | 49,004 | 50,834 |
| | (b) Ceramics & Plastics | 29,530 | 29,740 | 32,944 | 29,530 | 32,944 |
| | (c) Others | 13,101 | 12,791 | 9,144 | 13,101 | 9,144 |
| | (d) Unallocated | 65,166 | 64,375 | 49,339 | 65,166 | 49,339 |
| | Total Segment Assets | 156,801 | 154,579 | 142,261 | 156,801 | 142,261 |
| 3b | Segment Liabilities | | | | | |
| | (a) Abrasives | 16,940 | 16,531 | 16,166 | 16,940 | 16,166 |
| | (b) Ceramics & Plastics | 10,300 | 9,664 | 7,906 | 10,300 | 7,906 |
| | (c) Others | 4,815 | 4,711 | 4,688 | 4,815 | 4,688 |
| | (d) Unallocated | 7,079 | 9,145 | 4,819 | 7,079 | 4,819 |
| | Total Segment Liabilities | 39,134 | 40,051 | 33,579 | 39,134 | 33,579 |



GRINDWELL NORTON LIMITED

Statement of Standalone Assets & Liabilities as at March 31, 2020

(Rs. in Lakhs)

| | As At | |
|--|-----------------------------|-----------------------------|
| | March 31, 2020 (Audited) | March 31, 2019 (Audited) |
| A Assets | | |
| Non-current Assets | | |
| Property, Plant and Equipment | 33,871 | 32,029 |
| Right-of-use-asset | 2,081 | - |
| Capital Work in Progress | 2,880 | 4,199 |
| Goodwill | 49 | 49 |
| Other Intangible Assets | 44 | 50 |
| Financial Assets | | |
| i. Investments | 18,914 | 19,085 |
| ii. Loans | 1,163 | 1,297 |
| iii. Other Financial Assets | 13 | - |
| Other Non-current Assets | 842 | 1,451 |
| | 59,857 | 58,160 |
| Current Assets | | |
| Inventories | 29,360 | 32,061 |
| Financial assets | | |
| i. Investments (in Mutual Funds) | 41,389 | 1,214 |
| ii. Trade Receivables | 20,063 | 20,198 |
| iii. Cash and Cash Equivalents | 531 | 22,846 |
| iv. Bank balances other than (iii) above | 161 | 158 |
| v. Loans | 310 | 191 |
| vi. Other financial assets | 1,267 | 2,423 |
| Other current assets | 3,863 | 5,010 |
| | 96,944 | 84,101 |
| Total Assets | 156,801 | 142,261 |
| B Equity and liabilities | | |
| Equity | | |
| Equity Share Capital | 5,536 | 5,536 |
| Other Equity | 112,131 | 103,146 |
| | 117,667 | 108,682 |
| Liabilities | | |
| Non-current Liabilities | | |
| Financial Liabilities | | |
| i. Lease liabilities | 1,086 | - |
| Provisions | 2,297 | 2,032 |
| Deferred Tax Liabilities (Net) | 1,534 | 2,720 |
| Other Non-current Liabilities | 98 | 126 |
| | 5,015 | 4,878 |
| Current Liabilities | | |
| Financial Liabilities | | |
| i. Lease liabilities | 955 | - |
| ii. Trade Payables | | |
| (a) total outstanding dues of micro enterprises and small enterprises | 222 | 215 |
| (b) total outstanding dues of creditors other than micro enterprises and small enterprises | 22,551 | 17,844 |
| ii. Other Financial Liabilities | 4,876 | 5,011 |
| Provisions | 2,372 | 1,623 |
| Current Tax Liabilities (Net) | 527 | 861 |
| Other Current Liabilities | 2,616 | 3,147 |
| | 34,119 | 28,701 |
| Total Equity and Liabilities | 156,801 | 142,261 |



| GRINDWELL NORTON LIMITED | | |
|---|-------------------------|-------------------------|
| Standalone Statement of Cash Flow | | |
| (Rs. in Lakhs) | | |
| | Year ended | |
| | 31-03-2020 (Audited) | 31-03-2019 (Audited) |
| Cash flow from operating activities | | |
| Profit before tax | 23,937 | 25,310 |
| Adjustments for; | | |
| Depreciation and amortisation expenses | 5,466 | 4,222 |
| Loss on assets discarded / sold (net) | 9 | 36 |
| Gain on Redemption of Mutual Funds | (1,597) | (1,718) |
| Unrealised gain on foreign exchange | (255) | 140 |
| Dividend Income | (386) | - |
| Interest Income | (72) | (95) |
| Finance Costs | 428 | 148 |
| Share based Payments | 162 | 161 |
| Fair value gain on financial instruments at fair value through profit or loss | (570) | (105) |
| Change in operating assets and liabilities | | |
| (Increase)/Decrease in trade receivables | 648 | (3,099) |
| (Increase)/Decrease in inventories | 2,701 | (5,714) |
| (Increase)/Decrease in loans | 14 | (207) |
| (Increase)/Decrease in other financial asset | 1,109 | (1,029) |
| (Increase)/Decrease in other non-current asset | 107 | (135) |
| (Increase)/Decrease in other current asset | 1,129 | (965) |
| Increase/(Decrease) in trade payables | 4,457 | (943) |
| Increase/(Decrease) in provisions | 669 | (288) |
| Increase/(Decrease) in other non-current liabilities | (28) | (30) |
| Increase/(Decrease) in other current liabilities | (254) | 799 |
| Increase/(Decrease) in other financial liabilities | (134) | 816 |
| Cash generated from operations | 37,540 | 17,303 |
| Income taxes paid | (6,831) | (9,115) |
| Net cash inflow from operating activities | 30,709 | 8,188 |
| Cash flows from investing activities | | |
| Payments towards purchase of property, plant and equipment | (4,966) | (6,597) |
| Proceeds from Redemption of Mutual Funds (Net) | 1,597 | 1,718 |
| Proceeds from sale of property, plant and equipment | 48 | 31 |
| Purchase of Investments (Mutual Funds) | (39,757) | (500) |
| Investment in Joint Venture | (1,127) | - |
| Dividend received | 386 | - |
| Interest received | 103 | 94 |
| Net cash outflow from investing activities | (43,716) | (5,254) |
| Cash flows from financing activities | | |
| Interest paid | (428) | (148) |
| Dividend paid | (6,643) | (5,536) |
| Dividend distribution tax paid | (1,366) | (1,138) |
| Principal element of lease liabilities | (871) | - |
| Net cash inflow / (outflow) from financing activities | (9,308) | (6,822) |
| Net increase / (decrease) in cash and cash equivalents | (22,315) | (3,889) |
| Add : Cash and cash equivalents at the beginning of the financial year | 22,846 | 26,827 |
| Add: Changes in fair value gain on financial instruments at fair value through profit or loss | - | (92) |
| Cash and cash equivalents at end of the year as reported in balance sheet | 531 | 22,846 |



Price Waterhouse Chartered Accountants LLP

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Grindwell Norton Limited

Report on the Audit of Consolidated Financial Results

Opinion

1. We have audited the consolidated annual financial results of Grindwell Norton Limited (hereinafter referred to as the 'Holding Company') and its subsidiary (Holding Company and its subsidiary together referred to as "the Group"), and joint venture entity (Refer note 7a to the consolidated annual financial results) for the year ended March 31, 2020 and the consolidated statement of assets and liabilities and the consolidated statement of cash flows as at and for the year ended on that date, attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial results:
 - i. include the annual financial results of a subsidiary "Saint Gobain Ceramic Materials Bhutan Private Limited" and a joint venture entity "SG Shinagawa Refractories India Private Limited";
 - ii. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
 - iii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards prescribed under Section 133 of the Companies Act, 2013 (the "Act") and other accounting principles generally accepted in India, of net profit and other comprehensive income and other financial information of the Group and its joint venture entity for the year ended March 31, 2020 and the consolidated statement of assets and liabilities and the consolidated statement of cash flows as at and for the year ended on that date.

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the Consolidated Financial Results' section of our report. We are independent of the Group and its joint venture entity in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements 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 Code of Ethics. We believe that the audit evidence obtained by us, other than the unaudited financial statements as certified by the Management and referred to in "Other Matter" paragraph below, is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

4. We draw your attention to Note 8 to the consolidated financial results which explains the uncertainties and the management's assessment of the financial impact due to the lock-downs and other restrictions and conditions related to the COVID-19 pandemic situation, for which a definitive assessment of the impact in the subsequent period is dependent upon circumstances as they evolve. Our opinion is not modified in respect of this matter.

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Price Waterhouse (a Partnership Firm) Converted into Price Waterhouse Chartered Accountants LLP (a Limited Liability Partnership with LLP identity no: LLPINAAC-5001) with effect from July 25, 2014. Post its conversion to Price Waterhouse Chartered Accountants LLP, its ICAI registration number is 012754N/N500016 (ICAI registration number before conversion was 012754N)

Price Waterhouse Chartered Accountants LLP

INDEPENDENT AUDITORS' REPORT

To the Board of Directors of Grindwell Norton Limited

Report on the Consolidated Financial Results

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Board of Directors' Responsibilities for the Consolidated Financial Results

5. These Consolidated financial results have been prepared on the basis of the consolidated annual financial statements. The Holding Company's Board of Directors are responsible for the preparation and presentation of these consolidated financial results that give a true and fair view of the net profit and other comprehensive income and other financial information of the Group including its joint venture entity and the consolidated statement of assets and liabilities and the consolidated statement of cash flows 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 and joint venture entity are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and joint venture entity 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 accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statements 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 the consolidated financial results by the Directors of the Holding Company, as aforesaid.
6. In preparing the consolidated financial results, the respective Board of Directors of the companies included in the Group and of its joint venture entity are responsible for assessing the ability of the Group and its joint venture entity 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 the Group and its joint venture entity or to cease operations, or has no realistic alternative but to do so.
7. The respective Board of Directors of the companies included in the Group and of its joint venture entity are responsible for overseeing the financial reporting process of the Group and of its joint venture entity.

Auditor's Responsibilities for the Audit of the Consolidated Financial Results

8. Our objectives are to obtain reasonable assurance about whether the consolidated financial results 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 these consolidated financial results.
9. 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 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.

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Price Waterhouse Chartered Accountants LLP

INDEPENDENT AUDITORS' REPORT

To the Board of Directors of Grindwell Norton Limited

Report on the Consolidated Financial Results

Page 3 of 4

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls. (Refer paragraph 14 below)
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
 - Conclude on the appropriateness of the Board of Director's 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 and its joint venture entity 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 and its joint venture entity to cease to continue as a going concern.
 - Evaluate the overall presentation, structure and content of the consolidated financial results, including the disclosures, and whether the consolidated financial results represent the underlying transactions and events in a manner that achieves fair presentation.
 - Obtain sufficient appropriate audit evidence regarding the financial results of the entities within the Group and its joint venture entity to express an opinion on the consolidated financial results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the consolidated financial results of which we are the independent auditors. We remain solely responsible for our audit opinion.
10. We communicate with those charged with governance of the Holding Company 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.
11. We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.

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Price Waterhouse Chartered Accountants LLP

INDEPENDENT AUDITORS' REPORT

To the Board of Directors of Grindwell Norton Limited

Report on the Consolidated Financial Results

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Other Matter

12. The consolidated financial results include the unaudited financial information of one subsidiary whose financial information reflect total assets of Rs. 5,834 lakhs and net assets of Rs. 4,524 lakhs as at March 31, 2020, total revenues of Rs. 6,591 lakhs, total net profit after tax of Rs. 457 lakhs, total comprehensive income of Rs. 457 lakhs and net cash inflow of Rs. 361 lakhs for the year ended March 31, 2020. The consolidated financial results also include the Group's share of net profit after tax of Rs. 1 lakh and total comprehensive income of Rs. 1 lakh for the year ended March 31, 2020 in respect of one joint venture entity, whose financial information has not been audited by us. These financial information are unaudited and have been furnished to us by the Management and our opinion on the consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of the subsidiary and joint venture entity, is based solely on such unaudited financial information. In our opinion and according to the information and explanations given to us by the Management, these financial information are not material to the Group.

Our opinion on the consolidated financial results is not modified in respect of the above matter with respect to our reliance on the financial information certified by Management.

13. The financial results include the results for the quarter ended March 31, 2020, being the balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year, which are neither subject to limited review nor audited by us.

14. The consolidated annual financial results dealt with by this report have been prepared for the express purpose of filing with stock exchanges. These results are based on and should be read with the audited consolidated financial statements of the Group and its joint venture entity, for the year ended March 31, 2020 on which we have issued an unmodified audit opinion vide our report dated May 20, 2020.

For Price Waterhouse Chartered Accountants LLP

Firm Registration Number: 012754N/ N500016

Chartered Accountants



Sachin Parekh

Partner

Membership Number - 107038

UDIN - 20107038AAAABDS323

Place - Mumbai

Date - May 20, 2020

GRINDWELL NORTON LIMITED

Regd. Office: Leela Business Park, 5th Level, Andheri-Kurla Road, Marol, Andheri (E), Mumbai 400 059.
Tel.: 022-40212121 * Fax: 022-40212102 * Email: sharecmpt.gno@saint-gobain.com * Website: www.grindwellnorton.co.in
CIN – L26593MH1950PLC008163

AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2020

(Rs. in Lakhs)

| | | Quarter ended | | | Year ended | |
|----|---|------------------------------|---------------------------|------------------------------|-------------------------|-------------------------|
| | | 31-03-2020 (Refer Note 3) | 31-12-2019 (Unaudited) | 31-03-2019 (Refer Note 3) | 31-03-2020 (Audited) | 31-03-2019 (Audited) |
| 1 | Income | | | | | |
| | (a) Gross Sales and Service Income | 36,407 | 40,668 | 40,161 | 156,689 | 158,288 |
| | (b) Other Operating Income | 181 | 335 | 373 | 1,268 | 1,518 |
| | Revenue from Operations (a+b) | 36,588 | 41,003 | 40,534 | 157,957 | 159,806 |
| | (c) Other Income | 967 | 900 | 1,060 | 4,037 | 3,536 |
| | Total Income | 37,555 | 41,903 | 41,594 | 161,994 | 163,342 |
| 2 | Expenses | | | | | |
| | (a) Cost of materials consumed | 14,522 | 13,367 | 15,401 | 59,304 | 62,892 |
| | (c) Purchases of Stock-in-Trade | 2,295 | 2,826 | 3,335 | 12,237 | 10,912 |
| | (d) Changes in inventories of finished goods, work-in-progress and stock-in-trade | (450) | 2,210 | (714) | (245) | (2,851) |
| | (e) Employee benefits expense | 5,426 | 4,725 | 4,696 | 20,484 | 19,258 |
| | (f) Depreciation and amortization expenses | 1,434 | 1,461 | 1,139 | 5,778 | 4,523 |
| | (g) Power & Fuel (Refer Note 5) | 1,869 | 2,711 | 2,095 | 8,376 | 8,178 |
| | (h) Finance costs | 147 | 102 | 67 | 447 | 150 |
| | (i) Other expenses | 6,894 | 8,254 | 8,948 | 31,350 | 34,236 |
| | Total Expenses | 32,137 | 35,656 | 34,967 | 137,731 | 137,298 |
| 3 | Profit before share of profit/(loss) of joint venture (1-2) | 5,418 | 6,247 | 6,627 | 24,263 | 26,044 |
| 4 | Share of net profit/(loss) of joint venture accounted for using the equity method | 6 | 4 | - | 1 | - |
| 5 | Profit before tax (3 + 4) | 5,424 | 6,251 | 6,627 | 24,264 | 26,044 |
| 6 | Tax expense | | | | | |
| | (a) Current Tax | 1,755 | 1,607 | 2,172 | 6,756 | 9,028 |
| | (b) Deferred Tax | (512) | (56) | 173 | (881) | 144 |
| 7 | Net Profit for the period (3 - 4) | 4,181 | 4,700 | 4,282 | 18,389 | 16,872 |
| 8 | Other comprehensive income, net of income tax | | | | | |
| | A. Items that will not be reclassified to profit or loss | (1,370) | (30) | 528 | (1,464) | 528 |
| | B. Items that will be reclassified to profit or loss | - | - | - | - | - |
| | Total other comprehensive income, net of income tax | (1,370) | (30) | 528 | (1,464) | 528 |
| 9 | Total comprehensive income for the period (5 +/- 6) | 2,811 | 4,670 | 4,810 | 16,925 | 17,400 |
| 10 | Net Profit Attributable to : | | | | | |
| | - Owners | 4,142 | 4,628 | 4,241 | 18,252 | 16,724 |
| | - Non Controlling interest | 39 | 72 | 41 | 137 | 148 |
| 11 | Total Comprehensive income attributable to : | | | | | |
| | - Owners | 2,772 | 4,598 | 4,769 | 16,788 | 17,252 |
| | - Non Controlling interest | 39 | 72 | 41 | 137 | 148 |
| 12 | Paid-up equity share capital (Face value Rs.5/- per share) | 5,536 | 5,536 | 5,536 | 5,536 | 5,536 |
| 13 | Reserves and Surplus excluding Other Reserves as per balance sheet of previous accounting year | - | - | - | - | 93,009 |
| 14 | Earnings per equity share of Rs 5/- each (not annualised) : | | | | | |
| | (a) Basic (in Rs.) | 3.74 | 4.18 | 3.84 | 16.48 | 15.11 |
| | (b) Diluted (in Rs.) | 3.74 | 4.18 | 3.84 | 16.48 | 15.11 |
| | See accompanying notes to the financial results | | | | | |



GRINDWELL NORTON LIMITED

Notes:

| 1 | The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on May 20, 2020. | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
|----------------------------------|---|---------------|----------------|----------------|----------------|------------|--|------------|------------|------------|------------|------------|----------------|-------------|----------------|-----------|-----------|---------------------|---------------|---------------|---------------|----------------|----------------|--------------------------|--------------|--------------|--------------|---------------|---------------|----------------------------------|--------------|--------------|--------------|---------------|---------------|
| 2 | The above said results are prepared in accordance with the Indian Accounting Standards (Ind AS), as amended, specified under Section 133 of the Companies Act, 2013. | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 3 | Figures for the quarter ended March 31, 2020 and March 31, 2019 are the balancing figures between audited figures for the full financial year and the published year to date figures upto third quarter of the respective financial years. | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 4 | Effective April 1, 2019, the Company adopted Ind AS 116 "Leases" and applied the same to lease contracts existing on April 1, 2019 using the modified retrospective approach. Accordingly, the comparative figures have not been restated. This resulted in recognition of lease liability with an equivalent amount recognized as right of use of asset as of April 1, 2019. The effect of this adoption is not material on the profit for the quarter and year ended March 31, 2020. | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 5 | Pursuant to the judgement received in the month of December 2019 from Honourable Supreme Court of India on batch of appeals, (including where Company is one of respondents), pertaining to the year 2002-03 and onwards, the Company, considering the legal advice, has estimated and provided Rs.940 Lakhs towards additional power cost during the year. | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 6 | The Company exercised the option permitted under section 115BAA of the Income-tax Act, 1961 during the year. Accordingly, the Company has recognised Provision for Current Tax and re-measured its net Deferred tax liabilities basis the rate prescribed in the said section. | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 7a | The above consolidated Financial Results consists of Grindwell Norton Limited, its subsidiary Saint Gobain Ceramic Materials Bhutan Private Limited and its Joint Venture entity SG Shinagawa Refractories India Private Limited. The unaudited Financial Statements of the Subsidiary and Joint Venture Company, duly certified by the Management have been considered to prepare the Consolidated Financial Results. | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 7b | <p>Key numbers of Standalone Financial Results of the Company are as under:</p> <table border="1" style="width: 100%; border-collapse: collapse; text-align: center;"> <thead> <tr> <th rowspan="3">Particulars</th> <th colspan="3">Quarter ended</th> <th colspan="2">Year Ended</th> </tr> <tr> <th>31-03-2020</th> <th>31-12-2019</th> <th>31-03-2019</th> <th>31-03-2020</th> <th>31-03-2019</th> </tr> <tr> <th>(Refer Note 3)</th> <th>(Unaudited)</th> <th>(Refer Note 3)</th> <th>(Audited)</th> <th>(Audited)</th> </tr> </thead> <tbody> <tr> <td>Total Income</td> <td>37,168</td> <td>40,986</td> <td>40,995</td> <td>159,852</td> <td>160,452</td> </tr> <tr> <td>Profit before tax</td> <td>5,649</td> <td>5,851</td> <td>6,349</td> <td>23,937</td> <td>25,310</td> </tr> <tr> <td>Net Profit for the period</td> <td>4,466</td> <td>4,433</td> <td>4,075</td> <td>18,295</td> <td>16,384</td> </tr> </tbody> </table> | Particulars | Quarter ended | | | Year Ended | | 31-03-2020 | 31-12-2019 | 31-03-2019 | 31-03-2020 | 31-03-2019 | (Refer Note 3) | (Unaudited) | (Refer Note 3) | (Audited) | (Audited) | Total Income | 37,168 | 40,986 | 40,995 | 159,852 | 160,452 | Profit before tax | 5,649 | 5,851 | 6,349 | 23,937 | 25,310 | Net Profit for the period | 4,466 | 4,433 | 4,075 | 18,295 | 16,384 |
| Particulars | Quarter ended | | | Year Ended | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | 31-03-2020 | | 31-12-2019 | 31-03-2019 | 31-03-2020 | 31-03-2019 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | (Refer Note 3) | (Unaudited) | (Refer Note 3) | (Audited) | (Audited) | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Total Income | 37,168 | 40,986 | 40,995 | 159,852 | 160,452 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Profit before tax | 5,649 | 5,851 | 6,349 | 23,937 | 25,310 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Net Profit for the period | 4,466 | 4,433 | 4,075 | 18,295 | 16,384 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 8 | Consequent to the nationwide lockdown announced by the Government of India, the Company's plants and offices were shutdown from March 23, 2020 onwards. This has had a significant adverse impact on the operations of the Company. Since the gradual easing of the lockdown from April 6, 2020, onwards, and in line with the various directives of the Government, the Company's plants have commenced operations in a phased manner. As of today, partial operations have resumed at all the manufacturing sites. However, there is an uncertainty caused by the current situation. The Company's Management has done an assessment of the situation, including the liquidity position and the recoverability and carrying value of all its assets and liabilities as at March 31, 2020, and concluded that there are no material adjustments required in the financial statements as of March 31, 2020. However, the impact assessment of COVID-19 is a continuing process given the uncertainty associated with its nature and duration. The Company will continue to monitor any material changes as the situation evolves. | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 9 | The Segmentwise information as required by Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is furnished in Annexure I. | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 10 | Refer Annexure II and III for the Statement of Assets and Liabilities and Statement of Cash Flow respectively. | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 11 | The financial results are available on the BSE Limited website, www.bseindia.com, National Stock Exchange of India Limited website, www.nseindia.com and on the Company's website, www.grindwellnorton.co.in | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 12 | Dividend of Rs 7.5/- per equity share of Rs. 5/- each, has been recommended by the Board of Directors, in the Board meeting held on May 20, 2020, which is subject to the approval of shareholders at the ensuing Annual General Meeting. | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |

May 20, 2020

For GRINDWELL NORTON LIMITED



B. Santhanam

B. Santhanam
Managing Director
Director Identification No. 00494806

GRINDWELL NORTON LIMITED

CONSOLIDATED SEGMENT WISE REVENUE, RESULTS, ASSETS AND LIABILITIES

(Rs. in Lakhs)

| | Quarter ended 31-03-2020 (Refer Note 3) | Quarter ended 31-12-2019 (Unaudited) | Quarter ended 31-03-2019 (Refer Note 3) | Year ended 31-03-2020 (Audited) | Year ended 31-03-2019 (Audited) |
|--|---|--|---|---------------------------------------|---------------------------------------|
| 1 Segment Revenue | | | | | |
| (a) Abrasives | 21,944 | 23,695 | 25,340 | 92,434 | 97,525 |
| (b) Ceramics & Plastics | 11,461 | 13,142 | 12,135 | 52,095 | 49,547 |
| (c) Others | 3,633 | 4,534 | 3,439 | 15,205 | 14,695 |
| Total | 37,038 | 41,371 | 40,914 | 159,734 | 161,767 |
| Less: Inter-Segment Revenue | 450 | 368 | 380 | 1,777 | 1,961 |
| Revenue from Operations | 36,588 | 41,003 | 40,534 | 157,957 | 159,806 |
| 2 Segment Results | | | | | |
| (a) Abrasives | 2,094 | 2,799 | 3,525 | 10,667 | 13,448 |
| (b) Ceramics & Plastics (Refer Note 5) | 1,716 | 1,667 | 1,881 | 7,924 | 7,522 |
| (c) Others | 1,032 | 1,251 | 823 | 3,750 | 3,446 |
| Total | 4,842 | 5,717 | 6,229 | 22,341 | 24,416 |
| Less: (1) Interest | 147 | 102 | 67 | 447 | 150 |
| (2) Other unallocable (Income)/ Expenditure (net) | (729) | (636) | (465) | (2,370) | (1,778) |
| Profit Before Tax | 5,424 | 6,251 | 6,627 | 24,264 | 26,044 |
| 3a Segment Assets | | | | | |
| (a) Abrasives | 49,004 | 47,673 | 50,834 | 49,004 | 50,834 |
| (b) Ceramics & Plastics | 32,241 | 32,839 | 35,610 | 32,241 | 35,610 |
| (c) Others | 13,101 | 12,791 | 9,144 | 13,101 | 9,144 |
| (d) Unallocated | 65,166 | 64,375 | 49,339 | 65,166 | 49,339 |
| Total Segment Assets | 159,512 | 157,678 | 144,927 | 159,512 | 144,927 |
| 3b Segment Liabilities | | | | | |
| (a) Abrasives | 16,940 | 16,531 | 16,166 | 16,940 | 16,166 |
| (b) Ceramics & Plastics | 10,362 | 9,689 | 8,077 | 10,362 | 8,077 |
| (c) Others | 4,815 | 4,711 | 4,688 | 4,815 | 4,688 |
| (d) Unallocated | 7,305 | 9,344 | 4,819 | 7,305 | 4,819 |
| Total Segment Liabilities | 39,422 | 40,275 | 33,750 | 39,422 | 33,750 |



GRINDWELL NORTON LIMITED

Statement of Consolidated Assets & Liabilities as at March 31, 2020

(Rs. in Lakhs)

| | As At | |
|--|-------------------------|-------------------------|
| | 31-03-2020 (Audited) | 31-03-2019 (Audited) |
| A Assets | | |
| Non-current Assets | | |
| Property, plant and equipment | 36,099 | 34,408 |
| Right-of-use-asset | 2,266 | - |
| Capital work-in-progress | 2,912 | 4,297 |
| Goodwill | 49 | 49 |
| Other intangible assets | 44 | 50 |
| Financial assets | | |
| i. Investments | 16,881 | 17,051 |
| ii. Loans | 1,175 | 1,310 |
| iii. Other financial assets | 12 | - |
| Deffered tax assets (Net) | 338 | 399 |
| Other non-current assets | 847 | 1,451 |
| | 60,623 | 59,015 |
| Current Assets | | |
| Inventories | 30,334 | 32,858 |
| Financial assets | | |
| i. Investments (in Mutual Funds) | 41,389 | 1,214 |
| ii. Trade Receivables | 20,503 | 20,561 |
| iii. Cash and Cash Equivalents | 1,263 | 23,217 |
| iv. Bank balances other than (iii) above | 206 | 195 |
| v. Loans | 310 | 191 |
| vi. Other financial assets | 849 | 2,076 |
| Other current assets | 4,035 | 5,600 |
| | 98,889 | 85,912 |
| Total Assets | 159,512 | 144,927 |
| B Equity and liabilities | | |
| Equity | | |
| Equity Share Capital | 5,536 | 5,536 |
| Other Equity | 113,031 | 104,255 |
| Equity attributable to owners of the Company | 118,567 | 109,791 |
| Non-Controlling Interest | 1,523 | 1,386 |
| | 120,090 | 111,177 |
| Liabilities | | |
| Non-current Liabilities | | |
| Financial liabilities | | |
| i. Lease liabilities | 1,264 | - |
| Provisions | 2,298 | 2,032 |
| Deffered tax liabilities (Net) | 1,534 | 2,720 |
| Other non-current liabilities | 97 | 125 |
| | 5,193 | 4,877 |
| Current Liabilities | | |
| Financial liabilities | | |
| i. Lease liabilities | 972 | - |
| ii. Trade payables | | |
| (a) total outstanding dues of micro enterprises and small enterprises | 222 | 215 |
| (b) total outstanding dues of creditors other than micro enterprises and small enterprises | 22,407 | 17,857 |
| iii. Other financial liabilities | 4,878 | 5,014 |
| Provisions | 2,372 | 1,623 |
| Current tax liabilities (Net) | 598 | 936 |
| Other Current Liabilities | 2,780 | 3,228 |
| | 34,229 | 28,873 |
| Total Equity and Liabilities | 159,512 | 144,927 |



| GRINDWELL NORTON LIMITED | | |
|---|-------------------------|-------------------------|
| Consolidated Statement of Cash Flow | | |
| (Rs. in Lakhs) | | |
| | Year ended | |
| | 31-03-2020 (Audited) | 31-03-2019 (Audited) |
| Cash flow from operating activities | | |
| Profit before tax | 24,264 | 26,044 |
| Adjustments for; | | |
| Depreciation and amortisation expenses | 5,778 | 4,523 |
| Loss on assets discarded / sold (net) | 9 | 36 |
| Gain on Redemption of Mutual Funds | (1,597) | (1,718) |
| Unrealised gain on foreign exchange | (255) | 140 |
| Interest Income | (72) | (95) |
| Finance Costs | 447 | 150 |
| Share based Payments | 162 | 161 |
| Fair value gain on financial instruments at fair value through profit or loss | (570) | (105) |
| Share of (Profit) / Loss of Joint Ventures | (1) | - |
| Change in operating assets and liabilities | | |
| (Increase)/Decrease in trade receivables | 571 | (3,078) |
| (Increase)/Decrease in inventories | 2,524 | (5,669) |
| (Increase)/Decrease in loans | 15 | (221) |
| (Increase)/Decrease in other financial asset | 1,200 | (1,266) |
| (Increase)/Decrease in other non-current asset | 107 | (123) |
| (Increase)/Decrease in other current asset | 1,548 | (1,003) |
| Increase/(Decrease) in trade payables | 4,300 | (1,323) |
| Increase/(Decrease) in provisions | 670 | (327) |
| Increase/(Decrease) in other non-current liabilities | (28) | (30) |
| Increase/(Decrease) in other current liabilities | (448) | 755 |
| Increase/(Decrease) in other financial liabilities | 141 | 939 |
| Cash generated from operations | 38,765 | 17,790 |
| Income taxes paid | (7,007) | (9,335) |
| Net cash inflow from operating activities | 31,758 | 8,455 |
| Cash flows from investing activities | | |
| Payments towards purchase of property, plant and equipment | (5,042) | (6,722) |
| Proceeds form Redemption of Mutual Funds (Net) | 1,597 | 1,718 |
| Proceeds from sale of property, plant and equipment | 48 | 31 |
| Purchase of Investments (Mutual Funds) | (39,757) | (500) |
| Investment in Joint Venture | (1,127) | - |
| Interest received | 75 | 94 |
| Net cash outflow from investing activities | (44,206) | (5,379) |
| Cash flows from financing activities | | |
| Interest paid | (447) | (150) |
| Dividend paid | (6,643) | (5,536) |
| Dividend distribution tax paid | (1,366) | (1,138) |
| Dividend paid to Non-Controlling Interest and tax thereon | (165) | - |
| Principal element of lease liabilities | (885) | - |
| Net cash inflow / (outflow) from financing activities | (9,506) | (6,824) |
| Net increase / (decrease) in cash and cash equivalents | (21,954) | (3,748) |
| Add : Cash and cash equivalents at the beginning of the financial year | 23,217 | 27,057 |
| Add: Changes in fair value gain on financial instruments at fair value through profit or loss | - | (92) |
| Cash and cash equivalents at end of the year as reported in balance sheet | 1,263 | 23,217 |

