

Price Waterhouse Chartered Accountants LLP

Review Report

The Board of Directors
M/s. Grindwell Norton Limited
5th Level, Leela Business Park,
Andheri Kurla Road,
Marol, Andheri (East)
Mumbai -400059

1. We have reviewed the unaudited consolidated financial results of Grindwell Norton Limited (the “Parent”), its subsidiary (the parent and its subsidiary hereinafter referred to as the “Group”) and joint venture entity [(refer Note 4a on the Statement)] for the quarter ended June 30, 2020 which are included in the accompanying ‘Unaudited Consolidated Financial Results for the Quarter ended June 30, 2020’ (the “Statement”). The Statement is being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the “Listing Regulations”), which has been initialled by us for identification purposes.
2. This Statement, which is the responsibility of the Parent’s Management and has been approved by the Parent’s Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 “Interim Financial Reporting” (“Ind AS 34”), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 “Review of Interim Financial Information Performed by the Independent Auditor of the Entity”, issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

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.

4. The Statement includes the results of the subsidiary company, Saint Gobain Ceramics Materials Bhutan Private Limited and a joint venture entity SG Shinagawa Refractories India Private Limited.



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Registered office and Head Office: Sucheta Bhawan, 11A Vishnu Digambar Marg, New Delhi – 110002

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

Grindwell Norton Limited
Consolidated financial results
Quarter ended June 30, 2020
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5. Based on our review conducted and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement has not been prepared in all material respects in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. We draw your attention to Note 5 to the Statement, regarding management's assessment of the impact on the financial results due to restrictions related to Covid-19 pandemic. Further, as stated in the said Note, Management continues to monitor changes for any material impact as the situation evolves. Our conclusion is not modified in respect of this matter.
7. The consolidated unaudited financial results includes the financial results of one subsidiary which have not been reviewed by their auditors, whose financial results reflect total revenue of Rs. 379 lakhs, net loss of Rs. 36 lakhs and total comprehensive income of Rs. 36 lakhs (loss) for the quarter ended June 30, 2020. The consolidated unaudited financial results also includes the Group's share of net profit after tax of Rs. 6 lakhs and total comprehensive income of Rs. 6 lakhs for the quarter ended June 30, 2020 in respect of one joint venture entity based on their financial information which have not been reviewed by their auditors. According to the information and explanations given to us by the Management, these financial results are not material to the Group. Our conclusion on the Statement is not modified in respect of the above matter.

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



Sachin Parekh
Partner

Membership Number: 107038

UDIN: 20107038AAAACG8909

Mumbai
Date: August 4, 2020

GRINDWELL NORTON LIMITED

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Tel.: 022-40212121 * Fax: 022-40212102 * Email: sharecmpt.gno@saint-gobain.com * Website: www.grindwellnorton.co.in
CIN – L26593MH1950PLC008163

UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2020

(Rs. in Lakhs)

	Quarter ended			Year ended
	30-06-2020 (Unaudited)	31-03-2020 (Refer Note 3)	30-06-2019 (Unaudited)	31-03-2020 (Audited)
1 Income				
(a) Gross Sales and Service Income	23,080	36,407	40,760	156,689
(b) Other Operating Income	162	181	376	1,268
Revenue from Operations (a+b)	23,242	36,588	41,136	157,957
(c) Other Income	2,598	967	1,139	4,037
Total Income	25,840	37,555	42,275	161,994
2 Expenses				
(a) Cost of materials consumed	7,953	14,522	16,827	59,304
(b) Purchases of Stock-in-Trade	2,512	2,295	3,233	12,237
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(215)	(450)	(1,296)	(245)
(d) Employee benefits expense	4,555	5,426	5,165	20,484
(e) Depreciation and amortization expenses	1,268	1,434	1,429	5,778
(f) Power & Fuel	999	1,869	1,903	8,376
(g) Finance costs	80	147	103	447
(h) Other expenses	5,484	6,894	8,305	31,350
Total Expenses	22,636	32,137	35,669	137,731
3 Profit before share of profit/(loss) of joint venture (1-2)	3,204	5,418	6,606	24,263
4 Share of net profit/(loss) of joint venture accounted for using the equity method	6	6	-	1
5 Profit before tax (3 + 4)	3,210	5,424	6,606	24,264
6 Tax expense				
(a) Current Tax	440	1,755	2,399	6,756
(b) Deferred Tax	(60)	(512)	(84)	(881)
7 Net Profit for the period (5 - 6)	2,830	4,181	4,291	18,389
8 Other comprehensive income				
(a) Items that will not be reclassified to profit or loss	(1,514)	(1,669)	(38)	(1,795)
(b) Income tax relating to items that will not be reclassified to Profit or Loss	451	299	13	331
Total other comprehensive income, net of income tax	(1,063)	(1,370)	(25)	(1,464)
9 Total comprehensive income for the period (7 +/- 8)	1,767	2,811	4,266	16,925
10 Net Profit Attributable to :				
- Owners	2,841	4,142	4,274	18,252
- Non Controlling interest	(11)	39	17	137
11 Total Comprehensive income attributable to :				
- Owners	1,778	2,772	4,249	16,788
- Non Controlling interest	(11)	39	17	137
12 Paid-up equity share capital (Face value Rs.5/- per share)	5,536	5,536	5,536	5,536
13 Reserves and Surplus excluding Other Reserves as per balance sheet of previous accounting year	-	-	-	102,995
14 Earnings per equity share of Rs.5/- each (not annualised) :				
(a) Basic (in Rs.)	2.57	3.74	3.86	16.48
(b) Diluted (in Rs.)	2.57	3.74	3.86	16.48
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 August 4, 2020. The statutory auditors of the Company have carried out a Limited Review of the above results.																												
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	The Figures for the quarter ended March 31, 2020 are the balancing figures between audited figures for the full financial year and the published year to date figures upto nine months ended December 31, 2019.																												
4a	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.																												
4b	<p>Key numbers of Standalone Financial Results of the Company are as under:</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th rowspan="3" style="text-align: center;">Particulars</th> <th colspan="4" style="text-align: right;">(Rs. in Lakhs)</th> </tr> <tr> <th colspan="3" style="text-align: center;">Quarter ended</th> <th style="text-align: center;">Year Ended</th> </tr> <tr> <th style="text-align: center;">30-06-2020 (Unaudited)</th> <th style="text-align: center;">31-03-2020 (Refer Note 3)</th> <th style="text-align: center;">30-06-2019 (Unaudited)</th> <th style="text-align: center;">31-03-2020 (Audited)</th> </tr> </thead> <tbody> <tr> <td>Total Income</td> <td style="text-align: right;">25,638</td> <td style="text-align: right;">37,168</td> <td style="text-align: right;">41,833</td> <td style="text-align: right;">159,852</td> </tr> <tr> <td>Profit before tax</td> <td style="text-align: right;">3,244</td> <td style="text-align: right;">5,649</td> <td style="text-align: right;">6,503</td> <td style="text-align: right;">23,937</td> </tr> <tr> <td>Net Profit for the period</td> <td style="text-align: right;">2,849</td> <td style="text-align: right;">4,466</td> <td style="text-align: right;">4,212</td> <td style="text-align: right;">18,295</td> </tr> </tbody> </table>	Particulars	(Rs. in Lakhs)				Quarter ended			Year Ended	30-06-2020 (Unaudited)	31-03-2020 (Refer Note 3)	30-06-2019 (Unaudited)	31-03-2020 (Audited)	Total Income	25,638	37,168	41,833	159,852	Profit before tax	3,244	5,649	6,503	23,937	Net Profit for the period	2,849	4,466	4,212	18,295
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5	With the easing up of the lockdown announced on account of Covid pandemic, operations at all the manufacturing sites resumed partially during the quarter. However, since the lockdown continued for most part of the current quarter the market demand was subdued thereby impacting the company's financial results. The Company will continue to monitor changes for any material impact as the situation evolves.																												
6	The Segmentwise information as required by Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is furnished in Annexure I.																												
7	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																												

August 4, 2020

For GRINDWELL NORTON LIMITED



B. Santhanam
Managing Director

Director Identification No. 00494806



GRINDWELL NORTON LIMITED

CONSOLIDATED SEGMENT WISE REVENUE, RESULTS, ASSETS AND LIABILITIES

(Rs. in Lakhs)

	Quarter ended 30-06-2020 (Unaudited)	Quarter ended 31-03-2020 (Refer Note 3)	Quarter ended 30-06-2019 (Unaudited)	Year ended 31-03-2020 (Audited)
1 Segment Revenue				
(a) Abrasives	10,322	21,944	24,392	92,434
(b) Ceramics & Plastics	8,744	11,461	13,729	52,095
(c) Others	4,257	3,633	3,516	15,205
Total	23,323	37,038	41,638	159,734
Less: Inter-Segment Revenue	81	450	501	1,777
Revenue from Operations	23,242	36,588	41,136	157,957
2 Segment Results				
(a) Abrasives	(1,004)	2,094	3,246	10,667
(b) Ceramics & Plastics	1,545	1,716	2,331	7,924
(c) Others	834	1,032	730	3,750
Total	1,375	4,842	6,307	22,341
Less: (1) Interest	80	147	103	447
(2) Other unallocable (Income)/ Expenditure (net)	(1,915)	(729)	(402)	(2,370)
Profit Before Tax	3,210	5,424	6,606	24,264
3a Segment Assets				
(a) Abrasives	48,586	49,004	51,711	49,004
(b) Ceramics & Plastics	31,646	32,241	36,120	32,241
(c) Others	11,231	13,101	11,986	13,101
(d) Unallocated	65,690	65,166	58,347	65,166
Total Segment Assets	157,153	159,512	158,164	159,512
3b Segment Liabilities				
(a) Abrasives	15,034	16,940	19,862	16,940
(b) Ceramics & Plastics	9,084	10,362	10,097	10,362
(c) Others	5,396	4,815	5,114	4,815
(d) Unallocated	5,738	7,305	7,608	7,305
Total Segment Liabilities	35,252	39,422	42,681	39,422

