

# BALANCE SHEET

as at 31<sup>st</sup> March 2022

(₹ in crores)

Particulars	Note No.	As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> March 2021
<b>ASSETS</b>			
<b>1 Non-Current Assets</b>			
(a) Property, Plant and Equipment	4	1,290.01	1,023.38
(b) Right of Use Assets	5	166.52	118.67
(c) Capital Work-In-Progress	4	207.34	281.50
(d) Goodwill	6	86.34	86.34
(e) Other Intangible Assets	6	189.43	194.17
(f) Financial Assets			
(i) Investments	7	3,298.70	3,312.26
(ii) Loans	10	5.02	4.82
(iii) Other Financial Assets	12	18.74	15.15
(g) Income Tax Assets (net)	16	125.18	86.98
(h) Other Non-Current Assets	17	41.65	79.37
<b>Total Non-Current Assets</b>		<b>5,428.93</b>	<b>5,202.64</b>
<b>2 Current Assets</b>			
(a) Inventories	15	1,372.70	975.94
(b) Financial Assets			
(i) Investments	8	147.31	169.35
(ii) Trade Receivables	9	1,157.61	999.09
(iii) Cash and Cash Equivalents	14A	116.49	109.81
(iv) Bank balances other than (iii) above	14B	2.82	2.56
(v) Loans	11	17.66	16.25
(vi) Other Financial Assets	13	10.17	7.34
(c) Other Current Assets	18	170.22	140.43
<b>Total Current Assets</b>		<b>2,994.98</b>	<b>2,420.77</b>
<b>TOTAL ASSETS</b>		<b>8,423.91</b>	<b>7,623.41</b>
<b>EQUITY AND LIABILITIES</b>			
<b>EQUITY</b>			
(a) Equity Share Capital	19	50.83	50.82
(b) Other Equity	20	6,366.12	5,510.40
<b>Total Equity</b>		<b>6,416.95</b>	<b>5,561.22</b>
<b>LIABILITIES</b>			
<b>1 Non-Current Liabilities</b>			
(a) Financial Liabilities			
(i) Lease Liabilities		63.72	48.79
(ii) Other Financial Liabilities	23	19.94	13.63
(b) Provisions	25	54.69	45.02
(c) Deferred Tax Liabilities (net)	27	70.73	75.86
<b>Total Non-Current Liabilities</b>		<b>209.08</b>	<b>183.30</b>
<b>2 Current Liabilities</b>			
(a) Financial Liabilities			
(i) Borrowings	21	105.00	55.00
(ii) Trade Payables	22		
- Total Outstanding Dues of Micro Enterprises and Small Enterprises		58.88	67.04
- Total Outstanding Dues of Creditors other than Micro Enterprises and Small Enterprises		791.88	726.78
(iii) Lease Liabilities		25.55	18.54
(iv) Other Financial Liabilities	24	694.44	900.44
(b) Other Current Liabilities	28	80.32	72.66
(c) Provisions	26	33.89	16.48
(d) Current Tax Liabilities (net)	29	7.92	21.95
<b>Total Current Liabilities</b>		<b>1,797.88</b>	<b>1,878.89</b>
<b>TOTAL LIABILITIES</b>		<b>2,006.96</b>	<b>2,062.19</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>8,423.91</b>	<b>7,623.41</b>

See accompanying notes to the financial statements

1 to 57

In terms of our report attached

For DELOITTE HASKINS & SELLS LLP  
Chartered Accountants

N. K. JAIN  
Partner

BHARAT PURI  
Managing Director  
DIN: 02173566

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

M B PAREKH  
Executive Chairman  
DIN: 00180955

MANISHA SHETTY  
Company Secretary

Place: Mumbai  
Date: 18<sup>th</sup> May 2022

Place: Mumbai  
Date: 18<sup>th</sup> May 2022

# STATEMENT OF PROFIT AND LOSS

for the year ended 31<sup>st</sup> March 2022

(₹ in crores)

Particulars	Note No.	For the year ended 31 <sup>st</sup> March 2022	For the year ended 31 <sup>st</sup> March 2021
<b>INCOME</b>			
Revenue from Operations	30	8,340.17	6,216.33
Other Income	31	230.37	73.49
<b>Total Income</b>		<b>8,570.54</b>	<b>6,289.82</b>
<b>EXPENSES</b>			
Cost of Materials Consumed	32	4,174.20	2,469.53
Purchases of Stock-in-Trade		637.16	453.99
Changes in inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	33	(214.02)	(89.77)
Employee Benefits Expense	34	905.19	787.75
Finance Costs	35	26.42	16.99
Depreciation, Amortisation and Impairment Expense	36	175.12	147.10
Other Expenses	37	1,238.98	1,047.15
<b>Total Expenses</b>		<b>6,943.05</b>	<b>4,832.74</b>
<b>Profit before Exceptional Items and Tax</b>		<b>1,627.49</b>	<b>1,457.08</b>
Exceptional Items	38	-	0.45
<b>Profit before Tax</b>		<b>1,627.49</b>	<b>1,456.63</b>
<b>Tax Expense</b>			
Current Tax	48	360.95	375.05
Deferred Tax	48	(2.08)	0.12
<b>Net Tax Expense</b>		<b>358.87</b>	<b>375.17</b>
<b>Profit for the year</b>		<b>1,268.62</b>	<b>1,081.46</b>
<b>Other Comprehensive Income</b>			
<b>Items that will not be reclassified to profit or loss</b>			
Remeasurement of Defined Benefit Plan	45	(12.12)	(0.95)
Income tax relating to items that will not be reclassified to profit or loss	48	3.05	0.24
<b>Total Other Comprehensive Loss</b>		<b>(9.07)</b>	<b>(0.71)</b>
<b>Total Comprehensive Income for the year</b>		<b>1,259.55</b>	<b>1,080.75</b>
<b>Earnings Per Equity Share:</b>			
Basic (₹)	43	24.96	21.28
Diluted (₹)		24.95	21.27
See accompanying notes to the financial statements	1 to 57		

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FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

M B PAREKH  
Executive Chairman  
DIN: 00180955

MANISHA SHETTY  
Company Secretary

Place: Mumbai  
Date: 18<sup>th</sup> May 2022

Place: Mumbai  
Date: 18<sup>th</sup> May 2022

## STATEMENT OF CHANGES IN EQUITY

for the year ended 31<sup>st</sup> March 2022

(₹ in crores)

a. Equity Share Capital	
	Amount
Balance as at 1 <sup>st</sup> April 2020	50.81
Changes in equity share capital during the year	
• Issue of equity shares under Employee Stock Option Plan 2016	0.01
Balance as at 31 <sup>st</sup> March 2021	50.82
Changes in equity share capital during the year	
• Issue of equity shares under Employee Stock Option Plan 2016	0.01
Balance as at 31 <sup>st</sup> March 2022	50.83

b. Other Equity								
	Reserves and Surplus							TOTAL
	Capital Reserve on Business Combination	Securities Premium	Capital Redemption Reserve	Cash Subsidy Reserve	Share Options Outstanding Account	General Reserve	Retained Earnings	
Balance as at 1 <sup>st</sup> April 2020	0.34	23.21	0.50	0.95	10.89	1,335.38	3,042.74	4,414.01
Profit for the year	-	-	-	-	-	-	1,081.46	1,081.46
Other Comprehensive Income for the year, net of income tax	-	-	-	-	-	-	(0.71)	(0.71)
<b>Recognition of share-based payments</b>	-	2.83	-	-	14.53	-	-	17.36
Transferred to Securities Premium on Options exercised during the year	-	2.83	-	-	(2.83)	-	-	-
Amortised and exercised during the year	-	-	-	-	17.40	-	-	17.40
Lapsed during the year	-	-	-	-	(0.04)	-	-	(0.04)
Due to Business combination (refer Note 56)	(1.72)	-	-	-	-	-	-	(1.72)
Balance as at 31 <sup>st</sup> March 2021	(1.38)	26.04	0.50	0.95	25.42	1,335.38	4,123.49	5,510.40
Profit for the year	-	-	-	-	-	-	1,268.62	1,268.62
Other Comprehensive Income for the year, net of income tax	-	-	-	-	-	-	(9.07)	(9.07)
Payment of dividends	-	-	-	-	-	-	(431.93)	(431.93)
<b>Recognition of share-based payments</b>	-	20.47	-	-	7.63	-	-	28.10
Transferred to Securities Premium on Options exercised during the year	-	20.47	-	-	(20.47)	-	-	-
Amortised and exercised during the year	-	-	-	-	28.55	-	-	28.55
Lapsed during the year	-	-	-	-	(0.45)	-	-	(0.45)
Balance as at 31 <sup>st</sup> March 2022	(1.38)	46.51	0.50	0.95	33.05	1,335.38	4,951.11	6,366.12

In terms of our report attached

For DELOITTE HASKINS & SELLS LLP  
Chartered Accountants

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Partner

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FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

M B PAREKH  
Executive Chairman  
DIN: 00180955

MANISHA SHETTY  
Company Secretary  
Place: Mumbai  
Date: 18<sup>th</sup> May 2022

Place: Mumbai  
Date: 18<sup>th</sup> May 2022

## STATEMENT OF CASH FLOWS

for the year ended 31<sup>st</sup> March 2022

(₹ in crores)

	For the year ended 31 <sup>st</sup> March 2022	For the year ended 31 <sup>st</sup> March 2021
<b>A Cash Flows From Operating Activities</b>		
Profit before tax	1,627.49	1,456.63
<b>Adjustments for:</b>		
Finance costs	26.42	16.99
Interest income	(0.58)	(12.78)
Dividend income	(196.41)	(2.78)
Loss on disposal of Property, Plant and Equipment	8.19	5.85
Net gain arising on financial assets designated at FVTPL	(11.19)	(39.99)
Allowance for Doubtful Debts and Advances (net)	0.40	3.73
Exceptional Item - Impairment in value of Investments	-	0.45
Depreciation, Amortisation and Impairment Expense	175.12	147.10
Unrealised foreign exchange loss / (gain) (net)	3.90	(1.88)
Provision for Employee Benefits	14.96	7.89
Profit on buyback of shares by subsidiary	(1.11)	-
Expense recognised in respect of Equity-Settled Share-Based Payments	28.09	17.28
<b>Operating profits before Working Capital changes</b>	<b>1,675.28</b>	<b>1,598.49</b>
<b>Movements in Working Capital:</b>		
<b>(Increase) / Decrease in Operating Assets</b>		
Trade Receivables	(160.41)	(200.06)
Inventories	(396.76)	(240.47)
Non-Current Loans	(0.20)	(0.78)
Current Loans	(1.41)	(7.87)
Other Non-Current Financial Assets	(3.59)	0.02
Other Current Financial Assets	(2.83)	0.89
Other Non-Current Non Financial Assets	(20.87)	(27.80)
Other Current Non Financial Assets	(29.79)	13.39
<b>Increase / (Decrease) in Operating Liabilities</b>		
Trade Payables	54.91	296.34
Other Current Financial Liabilities	49.27	121.42
Other Non-Current Financial Liabilities	6.31	6.37
Other Current Non Financial Liabilities	8.90	(17.40)
<b>Cash generated from Operations</b>	<b>1,178.81</b>	<b>1,542.54</b>
Taxes paid (net of refunds)	(413.18)	(342.02)
<b>Net Cash generated from Operating Activities [A]</b>	<b>765.63</b>	<b>1,200.52</b>

# STATEMENT OF CASH FLOWS

for the year ended 31<sup>st</sup> March 2022

(₹ in crores)

	For the year ended 31 <sup>st</sup> March 2022	For the year ended 31 <sup>st</sup> March 2021
<b>B Cash Flows from Investing Activities</b>		
Payments for purchase of Property, Plant and Equipment, Other Intangible Assets & Capital Work-In-Progress	(315.25)	(323.97)
Proceeds from disposal of Property, Plant and Equipment & Other Intangible Assets	0.77	1.76
Net Cash outflow on acquisition / Investment in Subsidiaries	(359.95)	(2,109.95)
Proceeds from buyback of shares from subsidiary	11.28	-
Payments to purchase Investments	(30.00)	(2,898.47)
Proceeds on sale of Investments	170.24	3,634.27
(Increase) / Decrease in Bank Deposits	(0.18)	1.42
(Increase) / Decrease in Other Bank Balances	(0.08)	0.69
Interest received	0.58	12.78
Dividend received	196.41	2.78
<b>Net cash used in Investing Activities [B]</b>	<b>(326.18)</b>	<b>(1,678.69)</b>
<b>C Cash Flows from Financing Activities</b>		
Net increase in Current Borrowings	50.00	55.00
Proceeds from issue of Equity shares of the Company	0.01	0.01
Payment of Lease Liabilities	(31.26)	(24.08)
Dividends paid on Equity Shares	(431.85)	(0.69)
Interest paid	(19.67)	(11.53)
<b>Net cash (used in) / generated from Financing Activities [C]</b>	<b>(432.77)</b>	<b>18.71</b>
<b>Net increase / (decrease) in Cash and Cash Equivalents [A+B+C]</b>	<b>6.68</b>	<b>(459.46)</b>
Cash and Cash Equivalents at the beginning of the year	109.81	564.17
Unrealised loss/gain on foreign currency cash and cash equivalents	(0.05)	0.18
<b>Cash and Cash Equivalents at the beginning of the year</b>	<b>109.76</b>	<b>564.35</b>
Cash and Cash Equivalents at the end of the year (refer Note 14A)	116.49	109.81
Unrealised loss on foreign currency cash and cash equivalents	(0.05)	(0.05)
Acquisition under Business Combination (refer Note 56)	-	(4.87)
<b>Cash and Cash Equivalents at the end of the year</b>	<b>116.44</b>	<b>104.89</b>
<b>Net increase / (decrease) in Cash and Cash Equivalents</b>	<b>6.68</b>	<b>(459.46)</b>

## Notes:

The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Indian Accounting Standard (Ind AS 7) - Statement of Cash Flows.

In terms of our report attached

For **DELOITTE HASKINS & SELLS LLP**  
Chartered Accountants

**N. K. JAIN**  
Partner

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Company Secretary  
Place: Mumbai  
Date: 18<sup>th</sup> May 2022

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# Notes Forming Part of The Financial Statements

## 1 Corporate information

Pidilite Industries Limited, together with its subsidiaries are pioneers in consumer and industrial speciality chemicals in India. The equity shares of the Company are listed on BSE Ltd (BSE) and National Stock Exchange of India Ltd (NSE).

The address of its registered office is Regent Chambers, 7<sup>th</sup> Floor, Jamnalal Bajaj Marg, 208, Nariman Point, Mumbai 400 021. The address of principal place of business is Ramkrishna Mandir Road, Off Mathuradas VasANJI Road, Andheri (E), Mumbai 400 059.

## 2 Significant Accounting Policies

### 2.1 Basis of accounting and preparation of financial statements

The standalone financial statements of the Company have been prepared in accordance with the Indian Accounting Standards ("Ind AS") prescribed under Section 133 of the Companies Act, 2013 ('Act') read with Companies (Indian Accounting Standards) Rules, 2015, as amended.

The financial statements have been prepared under the historical cost convention except for the following items :

- Certain Financial Assets / Liabilities (including derivative instruments) – at Fair value
- Employee Stock Options - at Fair value

The financial statements are presented in Indian Rupees (₹) and all values are rounded to the nearest crores, except otherwise indicated.

### 2.2 Business Combination

Acquisitions of businesses are accounted for using the acquisition method. The consideration transferred in a business combination is measured at fair value, which is calculated as the sum of the acquisition-date fair values of the assets transferred by the Company, liabilities incurred by the Company to the former owners of the acquiree and the equity interest issued by the Company in exchange of control of acquiree. Acquisition-related costs are recognised in statement of profit and loss as incurred.

When the consideration transferred by the Company in a business combination includes assets or liabilities resulting from a contingent consideration arrangement, the contingent consideration is measured at its acquisition-date fair value and included as a part of the consideration transferred in a business combination. Changes in the fair value of the contingent consideration that qualify as measurement period adjustments are adjusted retrospectively, with corresponding changes against goodwill or capital reserve, as the case maybe. Measurement period adjustments are adjustments that arise from additional information obtained during the 'measurement period' (which cannot exceed one year from the acquisition date) about facts and circumstances that existed at the acquisition date. Contingent consideration that is classified as an asset or a liability is subsequently (after the measurement period) remeasured at subsequent reporting dates with the corresponding gain or loss being recognised in Statement of Profit and Loss.

In case of business combinations involving entities under common control, the above policy does not apply. Business combinations involving entities under common control are accounted for using the pooling of interests method. The net assets of the transferor entity or business are accounted at their carrying amounts on the date of the acquisition subject to necessary adjustments required to harmonise accounting policies. Retained earnings appearing in the financial statements of the transferor is aggregated with the corresponding balance appearing in the financial statements of the transferee. Identity of the reserves appearing in the financial statements of the transferor is preserved and appears in the financial statements of the transferee in the same form. Any excess or shortfall of consideration paid over share capital and reserves of transferor entity is recognised as capital reserve under equity.

### 2.3 Goodwill

Goodwill is measured as the excess of the sum of the consideration transferred over the net of acquisition-date amounts of the identifiable assets acquired and the liabilities assumed. Goodwill arising on an acquisition of a business is carried at cost as established at the date of acquisition of the business less accumulated impairment losses, if any.

For the purposes of impairment testing, goodwill is allocated to each of the Company's cash-generating units (or groups of cash-generating units) that is expected to benefit from the synergies of the combination. A cash-generating unit to which goodwill has been allocated is tested for impairment annually, or more frequently when there is an indication that the unit may be impaired. If the recoverable amount of the cash-generating unit is less than its carrying amount, the impairment loss is allocated first to reduce the carrying amount of any goodwill allocated to the unit and then to the other assets of the unit pro-rata based on the carrying amount of each assets in the unit. Any impairment loss for goodwill is recognised directly in Statement of Profit and Loss. An impairment loss recognised for goodwill is not reversed in subsequent periods.

**2.4 Revenue Recognition**

The Company recognises revenue from sale of goods, based on the terms of contract and as per the business practise; the Company determines transaction price considering the amount it expects to be entitled in exchange of transferring promised goods to the customer. Revenue is recognised when it is realized or is realizable and has been earned after the deduction of variable components such as discounts, rebates, incentives, promotional couponing and schemes. The company estimates the amount of variable components based on historical, current and forecast information available and either expected value method or most likely method, as appropriate and records a corresponding liability in other payables; the actual amounts may be different from such estimates. These differences, which have historically not been significant, are recognized as a change in management estimate in a subsequent period.

**2.4.1 Sale of Goods**

Revenue is recognised when control of the products being sold has been transferred to a customer and when there are no longer any unfulfilled obligations to the customer. This is generally on delivery to the customer but depending on individual customer terms, this can be at the time of dispatch, delivery or upon formal customer acceptance. This is considered the appropriate point where the performance obligations in our contracts are satisfied and the Company no longer has control over the inventory.

Advance received from customer before transfer of control of goods to the customer is recognised as contract liability.

**2.4.2 Dividend, Interest income and Royalty**

Dividend income from investments is recognised when the Company's right to receive dividend is established. Interest income from a financial asset is recognised on a time basis, by reference to the principal outstanding using the effective interest method provided it is probable that the economic benefits associated with the interest will flow to the Company and the amount of interest can be measured reliably. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the gross carrying amount of that financial asset.

Royalty income is recognised on an accrual basis in accordance with the substance of the relevant agreement or underlying arrangement in case of sales provided that it is probable that the economic benefits associated with the royalty shall flow to the Company and the amount of royalty can be measured reliably.

Claims / Insurance Claim etc. are accounted for when no significant uncertainties are attached to their eventual receipt.

The Company's policy for recognition of revenue (rental income) from leases is described in note 2.5.2.

**2.5 Leasing**

The company at the inception of a contract, assesses whether the contract is a lease or not lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a time in exchange for a consideration.

**2.5.1 Company as Lessee**

The Company's lease asset classes primarily consist of leases for land and buildings. The Company assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether: (i) the contract involves the use of an identified asset, (ii) the Company has substantially all of the economic benefits from use of the asset through the period of the lease and (iii) the Company has the right to direct the use of the asset.

At the date of commencement of the lease, the Company recognizes a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and low value leases. For these short-term and low value leases, the Company recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease.

Certain lease arrangements includes the options to extend or terminate the lease before the end of the lease term. ROU assets and lease liabilities includes these options when it is reasonably certain that they will be exercised.

The right-of-use assets are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses.

Right-of-use assets are depreciated from the commencement date on a straight-line basis over the shorter of the lease term or useful life of the underlying asset. Right-of-use assets are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cashflows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the Cash Generating Unit (CGU) to which the asset belongs.

The lease liability is initially measured at amortized cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates in the country of domicile of these leases. Lease liabilities are remeasured with a corresponding adjustment to the related Right-of-use asset if the Company changes its assessment if whether it will exercise an extension or a termination option.

Lease liability and ROU asset have been separately presented in the Balance Sheet and lease payments have been classified as financing activity under statement of cash flows.

**2.5.2 Company as Lessor**

Rental income from leases is recognised on a straight-line basis over the term of the relevant lease. Where the rentals are structured solely to increase in line with expected general inflation to compensate for the Company's expected inflationary cost increase, such increases are recognised in the year in which such benefits accrue.

Amounts due from lessees under finance leases are recognised as receivables at the amount of the Company's net investment in the leases. Finance lease income is allocated to accounting periods so as to reflect constant periodic rate of return of the Company's net investment outstanding in respect of the leases.

**2.6 Foreign Currencies**

The functional currency of the Company is the Indian Rupee.

At the end of each reporting period, monetary items (including financial assets and liabilities) denominated in foreign currencies are retranslated at the rates prevailing at that date. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated. Gains or losses arising from these translations are recognised in the Statement of Profit and Loss.

In respect of the foreign offices / branches, which are integral foreign operations, all revenues and expenses during the month are reported at monthly average rates. Outstanding balances in respect of monetary assets and liabilities are restated at the year end exchange rates. Outstanding balances in respect of non-monetary assets and liabilities are stated at the rates prevailing on the date of the transaction. Net gain or loss on foreign currency translation are recognised in the Statement of Profit and Loss.

**2.7 Share-based payment transactions of the Company**

Equity-settled share-based payments to employees providing similar services are measured at the fair value of the equity instruments at the grant date.

The fair value determined at the grant date of the equity-settled share-based payments is expensed on a straight-line basis over the vesting period, based on the Company's estimate of equity instruments that will eventually vest, with a corresponding increase in equity.

**2.8 Taxation**

Income tax expense represents the sum of the tax currently payable and deferred tax.

**2.8.1 Current Tax**

The tax currently payable is based on taxable profit for the year. Taxable profit differs from 'profit before tax' as reported in the Statement of Profit and Loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The Company's current tax is calculated using applicable tax rates that have been enacted or substantively enacted by the end of the reporting period and the provisions of the Income Tax Act, 1961 and other tax laws, as applicable.

**2.8.2 Deferred Tax**

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

**2.8.3 Current and Deferred Tax for the year**

Current and deferred tax are recognised in Statement of Profit and Loss, except when they relate to items that are recognised in other Comprehensive Income or directly in equity, in which case, the current and deferred tax are also recognised in Other Comprehensive Income or directly in equity respectively.

**2.9 Property, Plant and Equipment****2.9.1 Property, Plant and Equipment acquired separately**

Freehold land is stated at cost and not depreciated. Buildings, plant and machinery, vehicles, furniture & fixtures and office equipments are stated at cost less accumulated depreciation and accumulated impairment losses.

An item of Property, Plant and Equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of Property, Plant and Equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in Statement of Profit and Loss.

**2.9.2 Capital Work-in-Progress**

Properties in the course of construction for production, supply or administrative purposes are carried at cost, less any recognised impairment loss. Cost includes professional fees and, for qualifying assets, borrowing costs capitalised in accordance with the Company's accounting policy. Such properties are classified and capitalised to the appropriate categories of Property, Plant and Equipment when completed and ready for intended use. Depreciation of these assets, on the same basis as other property assets, commences when the assets are ready for their intended use.

**2.9.3 Depreciation**

Depreciation is recognised so as to write off the cost of assets (other than Freehold Land and Capital Work-in-Progress) less their residual values over their useful lives, using the straight-line method as per the useful life prescribed in Schedule II to the Companies Act, 2013.

For certain items of Property, Plant and Equipment, the Company depreciates over estimated useful life which are different from the useful lives prescribed under Schedule II to the Companies Act, 2013 which is based upon technical assessment made by technical expert and management estimate. The management believes that these estimated useful lives are realistic and reflect fair approximation of the period over which the assets are likely to be used. The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.

The estimated useful lives are as mentioned below:

Type of Asset	Useful Life
Buildings	30 - 60 years
Plant and Machinery	6 - 25 years
Vehicles	8 - 10 years
Furniture and Fixtures	10 years
Office Equipment	3 - 6 years

**2.10 Intangible Assets****2.10.1 Intangible assets acquired separately**

Intangible assets with finite useful lives that are acquired separately are carried at cost less accumulated amortisation and accumulated impairment losses. Amortisation is recognised on a straight-line basis over their estimated useful lives. The estimated useful life and amortisation method are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on a prospective basis.

Intangible assets with indefinite useful lives that are acquired separately are carried at cost less accumulated impairment losses.

**2.10.2 Intangible assets acquired in a business combination**

Intangible assets acquired in a business combination and recognised separately from goodwill are initially recognised at their fair value at the acquisition date (which is regarded as their cost).

Subsequent to initial recognition, intangible assets acquired in a business combination are reported at cost less accumulated amortisation and accumulated impairment losses, on the same basis as intangible assets that are acquired separately.

**2.10.3 Internally generated Intangible Assets – Research and Development Expenditure**

Expenditure on research activities is recognised in Statement of Profit and Loss in the period in which it is incurred.

An internally generated intangible asset arising from development is recognised if and only if it meets the recognition criteria of intangible assets. The amount initially recognised is the sum total of expenditure incurred from the date when the intangible asset first meets the recognition criteria. Where no intangible asset can be recognised, development expenditure is recognised in Statement of Profit and Loss in the period in which it is incurred.

Subsequent to initial recognition, internally generated intangible assets are reported at cost less accumulated amortisation and accumulated impairment losses, on the same basis as intangible assets acquired separately.

**2.10.4 Useful lives of Intangible Assets**

Estimated useful lives of the Intangible Assets are as follows:

Type of Asset	Useful Life
Computer Software	6 years
Technical Knowhow	10 years
Non-Compete Fees	7 - 10 years
Copyrights	Indefinite Life
Trademark	Indefinite Life

**2.11 Impairment of Tangible and Intangible Assets other than Goodwill**

At the end of each reporting period, the Company reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). When it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash-generating unit to which the asset belongs. When a reasonable and consistent basis of allocation can be identified, corporate assets are also allocated to individual cash-generating units, or otherwise they are allocated to the smallest group of cash-generating units for which a reasonable and consistent allocation basis can be identified.

Intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for impairment at least annually, and whenever there is an indication that the asset may be impaired. Intangible assets with indefinite useful lives are tested for impairment annually at the cash-generating unit level. The assessment of indefinite useful life is reviewed annually to determine whether the indefinite life continues to be supportable. If not, the change in useful life from indefinite to finite is made on a prospective basis.

Recoverable amount is the higher of fair value less costs of disposal and value in use. If the recoverable amount of the asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised in Statement of Profit and Loss.

**2.12 Inventories**

Inventories are valued at lower of cost and net realisable value. Cost of inventories is determined on weighted average. Cost for this purpose includes cost of direct materials, direct labour, excise duty and appropriate share of overheads. Net realisable value represents the estimated selling price in the ordinary course of business less all estimated costs of completion and estimated costs necessary to make the sale.

Obsolete, defective, unserviceable and slow / non-moving stocks are duly provided for and valued at net realisable value.

**2.13 Provisions (other than Employee Benefits)**

A provision is recognised when as a result of past event, the Company has a present legal or constructive obligation which can be reliably estimated and it is probable that an outflow of economic benefit will be required to settle the obligation.

Provisions (excluding retirement benefits) are determined based on the best estimate required to settle the obligation at the balance sheet date, taking into account the risks and uncertainties surrounding the obligation. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

**2.14 Financial Instruments****2.14.1 Initial Recognition and Measurement**

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instruments. At initial recognition, financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at Fair Value Through Profit or Loss are recognised in the Statement of Profit and Loss.

**2.14.2 Subsequent measurement of Financial Assets**

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets. Debt instruments that meet conditions based on purpose of holding assets and contractual terms of instrument are subsequently measured at amortised cost using effective interest method.

All other financial assets are measured at fair value.

Income is recognised on an effective interest basis for debt instruments other than those financial assets classified as Fair Value Through Profit or Loss. Interest income is recognised in profit or loss and is included in the "Other income" line item.

**2.14.3 Impairment of Financial Assets**

The Company recognises loss allowance using expected credit loss model for financial assets which are not measured at Fair Value Through Profit or Loss. Expected credit losses are weighted average of credit losses with the respective risks of default occurring as the weights. Credit loss is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the Company expects to receive, discounted at original effective rate of interest.

For Trade receivables, the Company measures loss allowance at an amount equal to lifetime expected credit losses. The Company computes expected credit loss allowance based on a provision matrix which takes into account historical credit loss experience and adjusted for forward-looking information.

**2.14.4 Financial Liabilities and equity instruments****2.14.4.1 Classification of debt or equity**

Debt or equity instruments issued by the Company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of financial liability and equity instrument.

**2.14.4.2 Equity Instruments**

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by the Company are recognised at the proceeds received, net of direct issue costs.

**2.14.4.3 Financial Liabilities**

All financial liabilities (other than derivative financial instruments) are measured at amortised cost using effective interest method at the end of reporting periods.

**2.14.5 Derecognition of Financial Assets and Liabilities**

The Company derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire, or when the Company transfers the contractual rights to receive the cash flows of the financial asset in which substantially all the risks and rewards of ownership of the financial asset are transferred, or in which the Company neither transfers nor retains substantially all the risks and rewards of ownership of the financial asset and does not retain control of the financial asset.

The Company derecognises a financial liability (or a part of financial liability) when the contractual obligation is discharged, cancelled or expired.

**2.14.6 Derivative Financial Instruments**

The Company holds derivative financial instruments such as foreign exchange forward contracts to manage its exposure to foreign currency exchange rate risks. Also, the Company has an option to purchase and the seller has an option to sell balance stake in equity share capital of certain partly owned subsidiary(ies).

Derivatives are initially recognised at fair value at the date the contracts are entered into. Subsequent to initial recognition, these contracts are measured at fair value at the end of each reporting period and changes are recognised in Statement of Profit and Loss.

**2.15 Cash Flow Statement**

Cash flows are reported using the indirect method, whereby profit / loss before tax for the period is adjusted for the effects of transactions of non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments. Cash Flows from operating, investing and financing activities of the Company are segregated.

Cash and Cash Equivalents for the purpose of Cash Flow Statement comprise of cash at bank, cash in hand and short-term deposits with an original maturity of three months or less, as reduced by bank overdrafts.

**2.16 Segment Reporting**

The Company identifies primary segments based on the dominant source, nature of risks and returns and the internal organisation and management structure. The operating segments are the segments for which separate financial information is available and for which operating profit / loss amounts are evaluated regularly by the Chief Operating Decision Maker (CODM) in deciding how to allocate resources and in assessing performance.

The accounting policies adopted for segment reporting are in line with the accounting policies of the Company. Segment revenue, segment expenses, segment assets and segment liabilities have been identified to segments on the basis of their relationship to the operating activities of the segment. Inter-segment revenue is accounted on the basis of cost plus margins. Revenue, expenses, assets and liabilities which relate to the Company as a whole and are not allocable to segments on reasonable basis have been included under "unallocated revenue/expenses/assets/liabilities" respectively.

**2.17 Employee Benefits**

Employee benefits include Provident Fund, Superannuation Fund, Employee State Insurance Scheme, Gratuity Fund, Compensated Absences, Anniversary Awards, Premature Death Pension Scheme and Total Disability Pension Scheme.

**2.17.1 Defined Contribution Plans**

The Company's contribution to Provident Fund, Superannuation Fund, National Pension Scheme and Employee State Insurance Scheme are considered as defined contribution plans and are charged as an expense based on the amount of contribution required to be made and when services are rendered by the employees.

**2.17.2 Defined Benefit Plans**

For Defined Benefit Plans in the form of Gratuity Fund, the cost of providing benefits is determined using the Projected Unit Credit method, with actuarial valuations being carried out at each balance sheet date. Remeasurement, comprising actuarial gains and losses and the return on plan assets (excluding net interest) is reflected immediately in the Balance Sheet with a charge or credit recognised in Other Comprehensive Income in the period in which they occur. Remeasurement recognised in Other Comprehensive Income is reflected immediately in retained earnings and is not reclassified to profit or loss. Past service cost is recognised immediately for both vested and the non-vested portion. The retirement benefit obligation recognised in the Balance Sheet represents the present value of the defined benefit obligation, as reduced by the fair value of scheme assets. Any asset resulting from this calculation is limited taking into account the present value of available refunds and reductions in future contributions to the schemes.

**2.17.3 Short-Term and Other Long-Term Employee Benefits**

A liability is recognised for benefits accruing to employees in respect of wages and salaries, annual leave and sick leave in the period the related service is rendered at the undiscounted amount of the benefits expected to be paid in exchange for that service.

Liabilities recognised in respect of short-term employee benefits are measured at the undiscounted amount of the benefits expected to be paid in exchange for the related service.

Liabilities recognised in respect of other long-term employee benefits are measured at the present value of the estimated future cash outflows expected to be made by the Company in respect of services provided by employees up to the reporting date.

**2.18 Earnings per share**

The Company presents basic and diluted earnings per share ("EPS") data for its equity shares. Basic EPS is calculated by dividing the profit or loss attributable to equity shareholders of the Company by the weighted average number of equity shares outstanding during the period. Diluted EPS is determined by adjusting the profit or loss attributable to equity shareholders and the weighted average number of equity shares outstanding for the effects of all dilutive potential ordinary shares, which includes all stock options granted to employees.

The number of equity shares and potentially dilutive equity shares are adjusted retrospectively for all periods presented for any share splits and bonus shares issues including for changes effected prior to the approval of the financial statements by the Board of Directors.

**2.19 Assets held for sale**

Sale of business is classified as held for sale, if their carrying amount is intended to be recovered principally through sale rather than through continuing use. The condition for classification as held for sale is met when disposal business is available for immediate sale and the same is highly probable of being completed within one year from the date of classification as held for sale.

**2.20 Discontinued operations**

A discontinued operation is a component of the Company's business that represents a separate line of business that has been disposed of or is held for sale, or is a subsidiary acquired exclusively with a view to resale. Classification as a discontinued operation occurs upon the earlier of disposal or when the operation meets the criteria to be classified as held for sale.

**2.21 Non-current assets and disposal groups held for sale**

Assets of disposal groups that is available for immediate sale and where the sale is highly probable of being completed within one year from the date of classification are considered and classified as assets held for sale. Non-current assets and disposal groups held for sale are measured at the lower of carrying amount and fair value less costs to sell.

**3 Critical Accounting Judgements and key sources of Estimation Uncertainty**

The preparation of the Company's financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies, reported amounts of assets, liabilities, income and expenses, and accompanying disclosures, and the disclosure of contingent liabilities. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

**3.1 Key accounting judgements, assumptions and estimates**

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below:

**3.1.1 Impairment of investments in subsidiaries**

Investment in subsidiaries is measured at cost and tested for impairment annually. For impairment testing, management determines recoverable amount, using cash flow projections which take into account past experience and represent management's best estimate about future developments. Key assumptions on which management has based its determination of recoverable amount include estimated long term growth rates, weighted average cost of capital and estimated operating margins. Management obtains fair value of investments from independent valuation experts.

**3.1.2 Impairment of Goodwill and Other Intangible Assets**

Goodwill and Other Intangible Assets (i.e. trademarks and copyrights) are tested for impairment on an annual basis. Recoverable amount of cash-generating units is determined based on higher of value-in-use and fair value less cost to sell. The impairment test is performed at the level of the cash-generating unit or groups of cash-generating units which are benefitting from the synergies of the acquisition and which represents the lowest level at which the intangibles are monitored for internal management purposes.

Market related information and estimates are used to determine the recoverable amount. Key assumptions on which management has based its determination of recoverable amount include estimated long term growth rates, weighted average cost of capital and estimated operating margins. Cash flow projections take into account past experience and represent management's best estimate about future developments.

**3.1.3 Employee related provisions**

The costs of long term and short term employee benefits are estimated using assumptions by the management. These assumptions include rate of increase in compensation levels, discount rates, expected rate of return on assets and attrition rates (disclosed in Note 45).

**3.1.4 Income taxes**

Significant judgements are involved in estimating budgeted profits for the calculation of advance tax and deferred tax, and determining provision for income taxes and uncertain tax positions (disclosed in Note 48).

**3.1.5 Property, Plant and Equipment and Other Intangible Assets**

The useful lives and residual values of Company's assets are determined by the management at the time the asset is acquired. These estimates are reviewed annually by the management. The lives are based on historical experience with similar assets as well as anticipation of future events, which may impact their life, such as changes in technical or commercial obsolescence arising from changes or improvements in production or from a change in market demand of the product or service output of the asset.

**3.1.6 Leases**

The Company evaluates if an arrangement qualifies to be a lease as per the requirements of Ind AS 116. Identification of a lease requires significant judgment. The Company uses significant judgement in assessing the lease term (including anticipated renewals) and the applicable discount rate.

Ind AS 116 requires lessees to determine the lease term as the non-cancellable period of a lease adjusted with any option to extend or terminate the lease, if the use of such option is reasonably certain. The Company makes an assessment on the expected lease term on a lease-by-lease basis and thereby assesses whether it is reasonably certain that any options to extend or terminate the contract will be exercised. In evaluating the lease term, the Company considers factors such as any significant leasehold improvements undertaken over the lease term, costs relating to the termination of the lease and the importance of the underlying asset to operations taking into account the location of the underlying asset and the availability of suitable alternatives. The lease term in future periods is reassessed to ensure that the lease term reflects the current economic circumstances.

The discount rate is generally based on the incremental borrowing rate specific to the lease being evaluated or for a portfolio of leases with similar characteristics.

**3.1.7 Recent accounting pronouncements**

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. On 23<sup>rd</sup> March 2022, MCA amended the Companies (Indian Accounting Standards) Amendment Rules, 2022, as below:

**Ind AS 16 – Property Plant and Equipment –** The amendment clarifies that excess of net sale proceeds of items produced over the cost of testing, if any, shall not be recognized in the statement of profit and loss but deducted from the directly attributable costs considered as part of cost of an item of property, plant, and equipment. The effective date for adoption of this amendment is annual periods beginning on or after 1<sup>st</sup> April 2022. The Company is evaluating the amendment and its impact on financial statements.

**Ind AS 37 – Provisions, Contingent Liabilities and Contingent Assets –** The amendment specifies that the 'cost of fulfilling' a contract comprises the 'costs that relate directly to the contract'. Costs that relate directly to a contract can either be incremental costs of fulfilling that contract (examples would be direct labor, materials) or an allocation of other costs that relate directly to fulfilling contracts (an example would be the allocation of the depreciation charge for an item of property, plant and equipment used in fulfilling the contract). The effective date for adoption of this amendment is annual periods beginning on or after 1<sup>st</sup> April 2022, although early adoption is permitted. The Company is evaluating the amendment and its impact on financial statements.

(₹ in crores)

4 Property, Plant and Equipment and Capital Work-In-Progress								
							As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> March 2021
<b>Carrying Amounts</b>								
• Freehold Land							95.04	89.94
• Buildings							411.07	320.61
• Plant and Machinery							706.87	547.75
• Vehicles							5.41	4.93
• Furniture and Fixtures							29.71	25.03
• Office Equipment							41.91	35.12
Capital Work-In-Progress							1,290.01	1,023.38
<b>TOTAL</b>							<b>1,497.35</b>	<b>1,304.88</b>
<b>Gross Carrying Amount</b>								
<b>Balance as at 1<sup>st</sup> April 2020</b>	<b>84.40</b>	<b>347.54</b>	<b>1,152.34</b>	<b>19.14</b>	<b>79.71</b>	<b>123.72</b>	<b>1,806.85</b>	
Additions	6.97	70.88	175.20	1.13	3.11	14.58	271.87	
Acquisition under Business Combination (refer Note 56)	-	2.81	11.60	-	0.08	0.02	14.51	
Disposals / Adjustments	(1.43)	(0.04)	(25.64)	(4.26)	(0.54)	(8.51)	(40.42)	
<b>Balance as at 31<sup>st</sup> March 2021</b>	<b>89.94</b>	<b>421.19</b>	<b>1,313.50</b>	<b>16.01</b>	<b>82.36</b>	<b>129.81</b>	<b>2,052.81</b>	
Additions	5.10	107.56	265.89	1.64	9.98	20.94	411.11	
Disposals / Adjustments	-	(0.39)	(28.23)	(0.26)	(5.38)	(6.79)	(41.05)	
<b>Balance as at 31<sup>st</sup> March 2022</b>	<b>95.04</b>	<b>528.36</b>	<b>1,551.16</b>	<b>17.39</b>	<b>86.96</b>	<b>143.96</b>	<b>2,422.87</b>	
<b>Accumulated Depreciation and Impairment</b>								
<b>Balance as at 1<sup>st</sup> April 2020</b>	<b>-</b>	<b>(87.34)</b>	<b>(699.19)</b>	<b>(14.08)</b>	<b>(53.29)</b>	<b>(91.71)</b>	<b>(945.61)</b>	
Acquisition under Business Combination (refer Note 56)	-	(0.66)	(2.27)	-	(0.04)	(0.01)	(2.98)	
Eliminated on disposal of assets	-	-	20.20	4.08	0.45	8.08	32.81	
Depreciation expense	-	(12.58)	(84.49)	(1.08)	(4.45)	(11.05)	(113.65)	
<b>Balance as at 31<sup>st</sup> March 2021</b>	<b>-</b>	<b>(100.58)</b>	<b>(765.75)</b>	<b>(11.08)</b>	<b>(57.33)</b>	<b>(94.69)</b>	<b>(1,029.43)</b>	
Eliminated on disposal of assets	-	0.10	23.25	0.21	4.91	6.36	34.83	
Depreciation expense	-	(16.81)	(101.79)	(1.11)	(4.83)	(13.72)	(138.26)	
<b>Balance as at 31<sup>st</sup> March 2022</b>	<b>-</b>	<b>(117.29)</b>	<b>(844.29)</b>	<b>(11.98)</b>	<b>(57.25)</b>	<b>(102.05)</b>	<b>(1,132.86)</b>	
<b>Net Carrying Amount</b>								
<b>Balance as at 1<sup>st</sup> April 2020</b>	<b>84.40</b>	<b>260.20</b>	<b>453.15</b>	<b>5.06</b>	<b>26.42</b>	<b>32.01</b>	<b>861.24</b>	
Additions	6.97	70.88	175.20	1.13	3.11	14.58	271.87	
Acquisition under Business Combination (refer Note 56)	-	2.15	9.33	-	0.04	0.01	11.53	
Disposals / Adjustments	(1.43)	(0.04)	(25.64)	(4.26)	(0.54)	(8.51)	(40.42)	
Depreciation expense	-	(12.58)	(84.49)	(1.08)	(4.45)	(11.05)	(113.65)	
Depreciation Eliminated on disposal of assets	-	-	20.20	4.08	0.45	8.08	32.81	
<b>Balance as at 31<sup>st</sup> March 2021</b>	<b>89.94</b>	<b>320.61</b>	<b>547.75</b>	<b>4.93</b>	<b>25.03</b>	<b>35.12</b>	<b>1,023.38</b>	
Additions	5.10	107.56	265.89	1.64	9.98	20.94	411.11	
Disposals / Adjustments	-	(0.39)	(28.23)	(0.26)	(5.38)	(6.79)	(41.05)	
Depreciation expense	-	(16.81)	(101.79)	(1.11)	(4.83)	(13.72)	(138.26)	
Depreciation Eliminated on disposal of assets	-	0.10	23.25	0.21	4.91	6.36	34.83	
<b>Balance as at 31<sup>st</sup> March 2022</b>	<b>95.04</b>	<b>411.07</b>	<b>706.87</b>	<b>5.41</b>	<b>29.71</b>	<b>41.91</b>	<b>1,290.01</b>	

## Notes:

(₹ in crores)

a) Capital Work-In-Progress (CWIP) Ageing Schedule							
	CWIP for a period of				TOTAL		
	Less than 1 year	1-2 years	2-3 years	More than 3 years			
Projects in Progress	147.89	19.45	5.84	34.16	207.34		
	(178.24)	(68.41)	(9.65)	(25.20)	(281.50)		
Projects temporarily suspended	-	-	-	-	-		
	-	-	-	-	-		
Figures in brackets () represents previous year							
b) There are no projects under capital-work-in progress, whose completion is overdue or has exceeded its cost compared to its original plan.							
(₹ in crores)							
c) Assets given under lease included in Note 4 above are as under:							
					As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> March 2021	
<b>Carrying Amounts</b>							
• Freehold Land						14.99	17.00
• Leasehold Land						6.46	-
• Buildings						36.28	22.84
• Plant & Machinery						0.57	0.60
<b>TOTAL</b>					<b>58.30</b>	<b>40.44</b>	
<b>Gross Carrying Amount</b>							
<b>Balance as at 1<sup>st</sup> April 2020</b>	<b>13.79</b>	<b>-</b>	<b>31.32</b>	<b>-</b>	<b>-</b>	<b>45.11</b>	
Additions	3.21	-	1.71	5.44	-	10.36	
<b>Balance as at 31<sup>st</sup> March 2021</b>	<b>17.00</b>	<b>-</b>	<b>33.03</b>	<b>5.44</b>	<b>-</b>	<b>55.47</b>	
Additions	-	6.50	14.90	0.06	-	21.46	
Disposals / Adjustments	(2.01)	-	-	-	-	(2.01)	
<b>Balance as at 31<sup>st</sup> March 2022</b>	<b>14.99</b>	<b>6.50</b>	<b>47.93</b>	<b>5.50</b>	<b>-</b>	<b>74.92</b>	
<b>Accumulated Depreciation and Impairment</b>							
<b>Balance as at 1<sup>st</sup> April 2020</b>	<b>-</b>	<b>-</b>	<b>(9.03)</b>	<b>-</b>	<b>-</b>	<b>(9.03)</b>	
Depreciation expense	-	-	(1.16)	(4.84)	-	(6.00)	
<b>Balance as at 31<sup>st</sup> March 2021</b>	<b>-</b>	<b>-</b>	<b>(10.19)</b>	<b>(4.84)</b>	<b>-</b>	<b>(15.03)</b>	
Depreciation expense	-	(0.04)	(1.46)	(0.09)	-	(1.59)	
<b>Balance as at 31<sup>st</sup> March 2022</b>	<b>-</b>	<b>(0.04)</b>	<b>(11.65)</b>	<b>(4.93)</b>	<b>-</b>	<b>(16.62)</b>	
<b>Net Carrying Amount</b>							
<b>Balance as at 1<sup>st</sup> April 2020</b>	<b>13.79</b>	<b>-</b>	<b>22.29</b>	<b>-</b>	<b>-</b>	<b>36.08</b>	
Additions	3.21	-	1.71	5.44	-	10.36	
Depreciation expense	-	-	(1.16)	(4.84)	-	(6.00)	
<b>Balance as at 31<sup>st</sup> March 2021</b>	<b>17.00</b>	<b>-</b>	<b>22.84</b>	<b>0.60</b>	<b>-</b>	<b>40.44</b>	
Additions	-	6.50	14.90	0.06	-	21.46	
Disposals / Adjustments	(2.01)	-	-	-	-	(2.01)	
Depreciation expense	-	(0.04)	(1.46)	(0.09)	-	(1.59)	
<b>Balance as at 31<sup>st</sup> March 2022</b>	<b>14.99</b>	<b>6.46</b>	<b>36.28</b>	<b>0.57</b>	<b>-</b>	<b>58.30</b>	
d) Buildings includes shares of co-operative societies of ₹ 0.01 crores (₹ 0.01 crores as at 31 <sup>st</sup> March 2021)							



(₹ in crores)

5 Right of Use Assets			
	As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> March 2021	
<b>Carrying Amounts</b>			
• Leasehold Land	89.55	61.80	
• Leasehold Buildings	76.97	56.87	
<b>TOTAL</b>	<b>166.52</b>	<b>118.67</b>	
	Leasehold Land	Leasehold Buildings	<b>TOTAL</b>
<b>Gross Carrying Amount</b>			
Balance as at 1 <sup>st</sup> April 2020	41.03	92.31	133.34
Additions	23.01	20.03	43.04
Acquisition under Business Combination (refer Note 56)	0.45	-	0.45
Disposals / Adjustments	-	(7.42)	(7.42)
Balance as at 31 <sup>st</sup> March 2021	64.49	104.92	169.41
Additions	30.27	49.60	79.87
Disposals / Adjustments	-	(4.08)	(4.08)
Balance as at 31 <sup>st</sup> March 2022	94.76	150.44	245.20
<b>Accumulated Depreciation</b>			
Balance as at 1 <sup>st</sup> April 2020	(1.38)	(22.81)	(24.19)
Depreciation expense	(1.31)	(25.24)	(26.55)
Balance as at 31 <sup>st</sup> March 2021	(2.69)	(48.05)	(50.74)
Depreciation expense	(2.52)	(26.80)	(29.32)
Depreciation Eliminated on disposal of assets	-	1.38	1.38
Balance as at 31 <sup>st</sup> March 2022	(5.21)	(73.47)	(78.68)
<b>Net Carrying Amount</b>			
Balance as at 1 <sup>st</sup> April 2020	39.65	69.50	109.15
Additions	23.01	20.03	43.04
Acquisition under Business Combination (refer Note 56)	0.45	-	0.45
Disposals / Adjustments	-	(7.42)	(7.42)
Depreciation expense	(1.31)	(25.24)	(26.55)
Balance as at 31 <sup>st</sup> March 2021	61.80	56.87	118.67
Additions	30.27	49.60	79.87
Disposals / Adjustments	-	(4.08)	(4.08)
Depreciation expense	(2.52)	(26.80)	(29.32)
Depreciation Eliminated on disposal of assets	-	1.38	1.38
Balance as at 31 <sup>st</sup> March 2022	89.55	76.97	166.52

(₹ in crores)

6 Goodwill and Other Intangible Assets							
	As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> March 2021					
<b>Carrying Amounts</b>							
• Goodwill	86.34	86.34					
<b>Total Goodwill (A)</b>	<b>86.34</b>	<b>86.34</b>					
<b>Other Intangible Assets</b>							
• Trademark	157.67	157.67					
• Computer Software	15.38	16.98					
• Copyrights	4.48	4.48					
• Technical Knowhow Fees	11.90	14.87					
• Non Compete Fees	-	0.17					
<b>Total Other Intangible Assets (B)</b>	<b>189.43</b>	<b>194.17</b>					
<b>Total Intangible Assets (A)+(B)</b>	<b>275.77</b>	<b>280.51</b>					
	Goodwill	Trademark	Computer Software	Copyrights	Technical Knowhow Fees	Non Compete Fees	<b>TOTAL</b>
<b>Gross Carrying Amount</b>							
Balance as at 1 <sup>st</sup> April 2020	86.11	157.67	57.29	4.48	40.36	4.54	350.45
Additions	-	-	8.08	-	-	-	8.08
Acquisition under Business Combination (refer Note 56)	0.23	-	-	-	-	-	0.23
Balance as at 31 <sup>st</sup> March 2021	86.34	157.67	65.37	4.48	40.36	4.54	358.76
Additions	-	-	3.23	-	-	-	3.23
Disposals / Adjustments	-	-	(11.12)	-	(0.62)	-	(11.74)
Balance as at 31 <sup>st</sup> March 2022	86.34	157.67	57.48	4.48	39.74	4.54	350.25
<b>Accumulated Amortisation and Impairment</b>							
Balance as at 1 <sup>st</sup> April 2020	-	-	(44.45)	-	(22.73)	(4.17)	(71.35)
Amortisation expense	-	-	(3.94)	-	(2.76)	(0.20)	(6.90)
Balance as at 31 <sup>st</sup> March 2021	-	-	(48.39)	-	(25.49)	(4.37)	(78.25)
Amortisation expense	-	-	(4.45)	-	(2.92)	(0.17)	(7.54)
Eliminated on disposal of assets	-	-	10.74	-	0.57	-	11.31
Balance as at 31 <sup>st</sup> March 2022	-	-	(42.10)	-	(27.84)	(4.54)	(74.48)
<b>Net Carrying Amount</b>							
Balance as at 1 <sup>st</sup> April 2020	86.11	157.67	12.84	4.48	17.63	0.37	279.10
Additions	-	-	8.08	-	-	-	8.08
Acquisition under Business Combination (refer Note 56)	0.23	-	-	-	-	-	0.23
Amortisation expense	-	-	(3.94)	-	(2.76)	(0.20)	(6.90)
Balance as at 31 <sup>st</sup> March 2021	86.34	157.67	16.98	4.48	14.87	0.17	280.51
Additions	-	-	3.23	-	-	-	3.23
Disposals / Adjustments	-	-	(11.12)	-	(0.62)	-	(11.74)
Amortisation expense	-	-	(4.45)	-	(2.92)	(0.17)	(7.54)
Amortisation Eliminated on disposal of assets	-	-	10.74	-	0.57	-	11.31
Balance as at 31 <sup>st</sup> March 2022	86.34	157.67	15.38	4.48	11.90	-	275.77

The company has estimated the useful life for its copyrights and trademark as indefinite on the basis of renewal of legal rights and the management's intention to keep it perpetually.

**Goodwill, Copyrights and Trademark**

Goodwill, copyrights and trademark in the books of the Company pertain to Consumer and Bazaar business of the Company.

At the end of each reporting period, the Company reviews carrying amount of goodwill, copyrights and trademark to determine whether there is any indication that goodwill, copyrights and trademark has suffered any impairment loss. Accordingly, recoverable amount of goodwill, copyrights and trademark is arrived basis projected cashflows from Consumer and Bazaar business.

Recoverable amount of goodwill, copyrights and trademark exceeds the carrying amount of goodwill, copyrights and trademark in the books as on 31<sup>st</sup> March 2022. Further there are no external indications of impairment of goodwill, copyrights and trademark. As a result, no impairment loss on goodwill, copyrights and trademark is required to be recognised.

**Projected cashflows from Consumer and Bazaar business**

The recoverable amount of this cash-generating unit is determined based on a value in use calculation which uses cash flow projections based on financial budgets approved by the management for next year, estimates prepared for the next 4 years thereafter and a discount rate of **12.0%** per annum (11.7% per annum as at 31<sup>st</sup> March 2021).

Cash flow projections during the budget period are based on the same expected gross margins and raw materials price inflation throughout the budget period. The cash flows beyond that five-year period have been extrapolated using a steady **7%** per annum (7% per annum as at 31<sup>st</sup> March 2021) growth rate. The management believes that any reasonably possible change in the key assumptions on which recoverable amount is based would not cause the aggregate carrying amount to exceed the aggregate recoverable amount of the cash-generating unit.

The key assumptions used in the value in use calculations for Consumer and Bazaar cash-generating unit are as follows:

<b>Budgeted sales growth</b>	Sales growth is assumed at <b>12.3%</b> (CAGR) (10.8% as at 31 <sup>st</sup> March 2021) in line with current year projections. The values assigned to the assumption reflect past experience and current market scenario considering COVID-19 impact and are consistent with the managements' plans for focusing operations in these markets. The management believes that the planned sales growth per year for the next five years is reasonably achievable.
<b>Raw materials price inflation</b>	Forecast for Material cost growth CAGR higher by <b>0.2%</b> (0.2% as at 31 <sup>st</sup> March 2021) vs. sales growth, considering impact of commodity cost inflation.
<b>Other budgeted costs</b>	Commercial spends (Schemes and A&SP) have been continued at current year's % to sales. Other fixed costs are in line with the current year's growth.

7	Investments - Non-Current	As at 31 <sup>st</sup> March 2022		As at 31 <sup>st</sup> March 2021	
		Qty	₹ in crores	Qty	₹ in crores
<b>Non-Current Investments</b>					
<b>A] Investment in Equity Instruments</b>					
<b>i) Quoted:</b>					
<b>Investment in Associates (fully paid up) (at cost)</b>					
	Equity Shares of ₹ 1 each of Vinyl Chemicals (India) Ltd	74,51,540	1.18	74,51,540	1.18
<b>TOTAL Quoted (i)</b>			<b>1.18</b>		<b>1.18</b>
<b>ii) Unquoted:</b>					
<b>Investment in Subsidiaries (fully paid up) (at cost unless otherwise stated)</b>					
	• Equity Shares of USD 1 each of Pidilite International Pte Ltd	2,59,83,766	133.84	2,59,83,766	133.84
	• Equity Shares of AED 1 each of Pidilite Middle East Ltd [Impairment in value of investments ₹ 65.92 crores (₹ 65.92 crores as at 31 <sup>st</sup> March 2021)]	9,61,63,000	150.03	9,61,63,000	150.03
	• Equity Shares of BRL 1 each of Pulvitec do Brasil Industria e Comercio de Colas e Adesivos Ltda [Impairment in value of investments ₹ 110.20 crores (₹ 110.20 crores as at 31 <sup>st</sup> March 2021)]	7,43,02,867	175.04	7,43,02,867	175.04
	• Equity Shares of USD 1 each of Pidilite USA Inc	1,47,80,000	64.77	1,47,80,000	64.77
	• Equity Shares of EGP 100 each of Pidilite Industries Egypt SAE	7,396	0.54	7,396	0.54
	• Equity Shares of BIRR 100 each of Pidilite Chemical PLC [refer Note 38] [Impairment in value of investments ₹ 4.54 crores (₹ 4.54 crores as at 31 <sup>st</sup> March 2021)]	1,77,159	4.54	1,77,159	4.54
	• Equity Shares of ₹ 10 each of Fevicol Company Ltd	2,69,260	2.24	2,69,260	2.24
	• Equity Shares of ₹ 10 each of Pagel Concrete Technologies Pvt Ltd [Impairment in value of investments ₹ 0.84 crores (₹ 0.84 crores as at 31 <sup>st</sup> March 2021)]	80,000	0.84	80,000	0.84
	• Equity Shares of ₹ 10 each of Bhimad Commercial Company Pvt Ltd	10,000	0.02	10,000	0.02
	• Equity Shares of ₹ 10 each of Madhumala Ventures Pvt Ltd (formerly known as Madhumala Traders Pvt Ltd) [refer Note 53 (d)]	2,41,500	191.96	1,75,045	137.00
	• Equity Shares of ₹ 10 each of Building Envelope Systems India Ltd	50,10,000	8.88	50,10,000	8.88
	• Equity Shares of ₹ 10 each of Nina Percept Pvt Ltd	8,79,999	70.99	8,79,999	70.99
	• Equity Shares of ₹ 10 each of ICA Pidilite Pvt Ltd [refer Note 53 (f)]	32,73,124	114.68	35,94,964	125.96
	• Equity Shares of ₹ 10 each of Cipy Polyurethanes Pvt Ltd [refer Note 53 (c)]	94,166	187.78	65,816	139.01
	• Equity contribution towards 100% Membership Interest in Pidilite Ventures LLC	1	7.41	1	7.41
	• Equity Shares of ₹ 10 each of Pidilite Litokol Pvt Ltd	11,25,000	14.88	11,25,000	14.88
	• Equity Shares of ₹ 10 each of Pidilite Grupo Puma Manufacturing Ltd	4,55,000	11.71	4,55,000	11.71
	• Equity Shares of ₹ 10 each of Pidilite C Techos Walling Ltd [refer Note 53 (e)]	10,90,796	1.82	6,06,000	0.61
	• Equity Shares of ₹ 100 each of Tenax Pidilite India Pvt Ltd (formerly known as Tenax India Stone Products Pvt Ltd) [refer Note 53 (a)]	42,000	84.66	42,000	84.66
	• Equity Shares of ₹ 10 each of Pidilite Adhesives Pvt Ltd (formerly known as Huntsman Advanced Materials Solutions Private Limited) [refer Note 53 (b)]	2,74,85,798	2,196.46	2,74,85,798	2,196.46
	Less : Impairment in value of Investments		(181.49)		(181.49)
<b>TOTAL unquoted (ii)</b>			<b>3,241.60</b>		<b>3,147.94</b>
<b>Total Investment in Equity Instruments [(i)+(ii)] [A]</b>			<b>3,242.78</b>		<b>3,149.12</b>

	As at 31 <sup>st</sup> March 2022		As at 31 <sup>st</sup> March 2021	
	Qty	₹ in crores	Qty	₹ in crores
<b>B] Investment in Preference Shares (at FVTPL) (Quoted)</b>				
• Non-Cumulative Perpetual Preference shares of Kotak Mahindra Bank Ltd	3,00,00,000	15.03	3,00,00,000	15.20
<b>Total [B]</b>		15.03		15.20
<b>C] Investment in Bonds (at FVTPL) (Quoted)</b>				
• Units of Bharat Bond ETFs	2,50,000	29.25	2,50,000	27.85
<b>Total [C]</b>		29.25		27.85
<b>D] Investment in Alternative Investment Fund (at FVTPL) (Unquoted)</b>				
• Units of Fireside Ventures Investment Fund II	1,00,000	11.64	50,000	3.49
<b>Total [D]</b>		11.64		3.49
<b>E] Investment in Mutual Funds (at FVTPL) (Unquoted)</b>				
• Units of Kotak FMP Series 251 - 1265 days Direct Plan Growth	-	-	2,00,00,000	25.09
• Units of SBI Debt Fund Series C49 1178 days - Direct Plan Growth	-	-	2,00,00,000	24.02
• Units of HDFC FMP 1182D Jan 2019 (1) - Direct Growth	-	-	2,00,00,000	24.57
• Units of HDFC FMP 1126D Mar 2019 (1) - Direct Growth	-	-	2,00,00,000	24.17
• Units of IDFC FTP Series 149 (1424 days) - Direct Growth	-	-	1,50,00,000	18.75
<b>Total [E]</b>		-		116.60
<b>TOTAL [A+B+C+D+E]</b>		<b>3,298.70</b>		<b>3,312.26</b>
Aggregate carrying value of quoted investments		45.46		44.23
Aggregate market value of quoted investments		195.27		86.44
Aggregate carrying value of unquoted investments		3,253.24		3,268.03
Aggregate amount of Impairment in value of investments		181.49		181.49

8 Investments - Current	As at 31 <sup>st</sup> March 2022		As at 31 <sup>st</sup> March 2021	
	Qty	₹ in crores	Qty	₹ in crores
<b>Current Investments</b>				
<b>Investment in Mutual Funds (at FVTPL) (Unquoted)</b>				
• Units of SBI FMP Series C33 (1216 days) - Direct Growth	2,00,00,000	25.81	2,00,00,000	24.73
• Units of Kotak FMP Series 251 - 1265 days Direct Plan Growth	2,00,00,000	26.14	-	-
• Units of SBI Debt Fund Series C49 1178 days - Direct Plan Growth	2,00,00,000	25.06	-	-
• Units of HDFC FMP 1182D Jan 2019 (1) - Direct Growth	2,00,00,000	25.60	-	-
• Units of HDFC FMP 1126D Mar 2019 (1) - Direct Growth	2,00,00,000	25.18	-	-
• Units of IDFC FTP Series 149 (1424 days) - Direct Growth	1,50,00,000	19.52	-	-
• Units of Aditya Birla Sun Life FTP-Series PJ (1135 days) - Direct Growth	-	-	1,00,00,000	12.57
• Units of Aditya Birla Sun Life FTP-Series PK (1132 days) - Direct Growth	-	-	2,00,00,000	25.06
• Units of DSP BlackRock FMP S223-39M - Direct Growth	-	-	1,50,00,000	18.95
• Units of DSP BlackRock FMP S224-39M - Direct Growth	-	-	1,50,00,000	18.81
• Units of Reliance FMP XXXVII Series 12 - Direct Growth	-	-	1,00,00,000	12.64
• Units of HDFC FMP 1143D March 2018 (1) - Direct Growth - S39	-	-	1,00,00,000	12.56
• Units of IDFC FTP Series 140 Direct Plan - Growth (1145 days)	-	-	1,50,00,000	18.88
• Units of Kotak FMP Series 219 - Direct Growth	-	-	1,50,00,000	18.86
• Units of ICICI FMP Series 83 1105 D Plan F - Direct Growth	-	-	50,00,000	6.29
<b>TOTAL</b>		<b>147.31</b>		<b>169.35</b>
Aggregate carrying value of quoted investments		-		-
Aggregate market value of quoted investments		-		-
Aggregate carrying value of unquoted investments		147.31		169.35

(₹ in crores)

9 Trade Receivables			As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> March 2021
• Secured, Considered good			133.92	114.31
• Unsecured, Considered good			1,023.69	884.78
• Unsecured, Considered doubtful			36.39	34.75
• Unsecured which have Significant Increase in Credit Risk			-	-
• Unsecured, Credit Impaired			-	-
			1,194.00	1,033.84
Less: Allowance for expected credit loss			(36.39)	(34.75)
<b>TOTAL</b>			<b>1,157.61</b>	<b>999.09</b>

Trade Receivables ageing schedule							
	Not Due	Less than 6 months	6 months- 1 year	1-2 years	2-3 years	More Than 3 years	TOTAL
(i) Undisputed Trade	1,088.18	59.74	6.59	3.11	-	-	1,157.62
Receivables – considered good	(946.36)	(52.32)	(0.41)	-	-	-	(999.09)
(ii) Undisputed Trade	-	10.96	2.65	0.81	0.05	-	14.47
Receivables – considered doubtful	-	(9.26)	(1.73)	(3.55)	-	-	(14.54)
(iii) Disputed Trade	-	-	-	-	-	-	-
Receivables – considered good	-	-	-	-	-	-	-
(iv) Disputed Trade	-	0.07	0.49	2.66	5.60	13.09	21.91
Receivables – considered doubtful	-	-	(0.90)	(4.20)	(2.97)	(12.14)	(20.21)
	1,088.18	70.77	9.73	6.58	5.65	13.09	1,194.00
	(946.36)	(61.58)	(3.04)	(7.75)	(2.97)	(12.14)	(1,033.84)
							36.39
Less: Allowance for expected credit loss							(34.75)
<b>TOTAL</b>							<b>1,157.61</b>
							(999.09)

Figures in brackets () represents previous year

The Company has used a practical expedient by computing the expected credit loss allowance for trade receivables based on a provision matrix. The provision matrix takes into account historical credit loss experience and is adjusted for forward-looking information. The expected credit loss allowance is based on the ageing of the receivable days and the rates as given in the provision matrix. The provision matrix at the end of the reporting period is as follows:

Ageing	Expected Credit Loss	
	As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> March 2021
<b>Within the credit period (in days)</b>		
01-90	0.8%	0.8%
91-180	53.7%	76.3%
181-360	65.9%	64.4%
>360	84.1%	84.3%

Movement in expected credit loss allowance :		
	For the year ended 31 <sup>st</sup> March 2022	For the year ended 31 <sup>st</sup> March 2021
Balance at the beginning of the year	34.75	31.02
Movement in expected credit loss allowance on trade receivables calculated at lifetime expected credit losses	1.64	3.73
<b>Balance at the end of the year</b>	<b>36.39</b>	<b>34.75</b>

A formal credit policy has been framed and credit facilities are given to dealers within the framework of the credit policy. As per credit risk management mechanism, a policy for doubtful debt has been formulated and risk exposure related to receivables are identified based on criteria mentioned in the policy and provided for credit loss allowance.

Trade receivables includes receivables from Companies / firms where directors are directors / members/partners (refer Note 44).

(₹ in crores)

10 Loans - Non-Current			As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> March 2021
Unsecured, Considered good				
Loans and Advances to Employees & Others*			5.02	4.82
<b>TOTAL</b>			<b>5.02</b>	<b>4.82</b>

\*given for business purpose

11 Loans - Current			As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> March 2021
<b>Loans and Advances to Related Parties*</b> (refer Note 44)				
Unsecured, Considered good			2.22	1.91
Considered doubtful			0.33	0.33
			2.55	2.24
Less: Allowance for doubtful balances			(0.33)	(0.33)
			2.22	1.91
Loans and Advances to Employees & Others*			15.44	14.34
<b>TOTAL</b>			<b>17.66</b>	<b>16.25</b>

\*given for business purpose

12 Other Financial Assets - Non-Current			As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> March 2021
<b>Security Deposit</b>				
Unsecured, Considered good			16.62	13.13
Considered doubtful			-	-
			16.62	13.13
Fixed Deposits with Banks with original maturity of more than 12 months*			2.12	2.02
<b>Other Receivables</b>				
Unsecured, Considered good			-	-
Considered doubtful			1.74	1.74
			1.74	1.74
Less: Allowance for doubtful balances			(1.74)	(1.74)
			-	-
<b>TOTAL</b>			<b>18.74</b>	<b>15.15</b>
* Fixed Deposits under lien			2.12	2.02

13 Other Financial Assets - Current			As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> March 2021
<b>Security Deposit</b>				
Unsecured, Considered good			7.12	6.52
Considered doubtful			0.16	0.44
			7.28	6.96
Less: Allowance for doubtful balances			(0.16)	(0.44)
			7.12	6.52
Derivative assets towards Foreign Exchange Forward Contracts			0.44	0.09
Other Receivables*			2.61	0.73
<b>TOTAL</b>			<b>10.17</b>	<b>7.34</b>

\* Includes receivable on account of windmill income

(₹ in crores)

14A	Cash and Cash Equivalents	As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> March 2021
	<b>Cash and Cash Equivalents</b>		
	Cash on Hand	0.06	0.13
	Cheques on Hand	56.76	55.50
	<b>Balance with banks</b>		
	In Current Account	13.58	35.96
	In EEFC Account	21.09	18.22
	In Fixed Deposit Accounts with original maturity of 3 months or less	25.00	-
	<b>TOTAL</b>	<b>116.49</b>	<b>109.81</b>
	<b>Cash and Cash Equivalents (as per Statement of Cash Flows)</b>	<b>116.49</b>	<b>109.81</b>

14B	Bank Balances other than Cash and Cash Equivalents above	As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> March 2021
	<b>Other Bank Balance</b>		
	In Fixed Deposit Accounts with original maturity of more than 3 months but upto 12 months*	0.18	-
	<b>Earmarked Account</b>		
	Dividend Payment Bank Account	2.64	2.56
	<b>TOTAL</b>	<b>2.82</b>	<b>2.56</b>
	*Includes Fixed Deposit under lien	0.18	-

15	Inventories (at lower of cost and net realisable value)	As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> March 2021
	Raw Material and Packing Material	650.96	469.05
	Work-in-Progress	127.79	88.76
	Finished Goods	452.19	314.75
	Stock-in-Trade (acquired for trading)	132.29	94.74
	Stores and Spares	9.47	8.64
	<b>TOTAL</b>	<b>1,372.70</b>	<b>975.94</b>
	<b>Goods-in-Transit included above</b>		
	Raw Material and Packing Material	66.70	47.18
	Work-in-Progress	4.68	3.50
	Finished Goods	43.59	39.80
	Stock-in-Trade (acquired for trading)	24.29	14.75
	<b>TOTAL</b>	<b>139.26</b>	<b>105.23</b>

a. The cost of inventories recognised as an expense during the year in respect of continuing operations was ₹ 4,597.34 crores (₹ 2,833.75 crores for the year ended 31<sup>st</sup> March 2021)

b. The cost of inventories recognised as an expense includes ₹ 1.91 crores in respect of write-downs of inventory to net realisable value (₹ 0.43 crores for the year ended 31<sup>st</sup> March 2021)

c. The mode of valuation of inventories has been stated in Note 2.12

(₹ in crores)

16	Income Tax Asset (net) - Non-Current	As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> March 2021
	Advance Payment of Taxes (net of provisions ₹ 1,061.01 crores) (net of provisions ₹ 1,847.28 crores as at 31 <sup>st</sup> March 2021)	125.18	86.98
	<b>TOTAL</b>	<b>125.18</b>	<b>86.98</b>

17	Other Non-Current Assets	As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> March 2021
	Unsecured, Considered good		
	Capital Advances	20.87	51.27
	Prepaid Expenses	1.13	0.18
	Balance with Government Authorities*	19.65	27.92
	<b>TOTAL</b>	<b>41.65</b>	<b>79.37</b>

\* Includes amounts paid under protest against Sales Tax claims disputed by the Company (shown under contingent liabilities), Excise Duty rebates, GST receivable, etc.

18	Other Current Assets	As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> March 2021
	<b>Export Benefits receivable</b>		
	Unsecured, Considered good	6.67	8.59
	Considered doubtful	0.26	-
		6.93	8.59
	Less: Allowance for doubtful balances	(0.26)	-
		6.67	8.59
	<b>Balances with Government Authorities*</b>		
	Unsecured, Considered good	108.76	90.29
	Considered doubtful	0.09	0.09
		108.85	90.38
	Less: Allowance for doubtful balances	(0.09)	(0.09)
		108.76	90.29
	<b>Advances to vendors</b>		
	Unsecured, Considered good	35.10	33.06
	Considered doubtful	0.01	0.01
		35.11	33.07
	Less: Allowance for doubtful balances	(0.01)	(0.01)
		35.10	33.06
	Prepaid Expenses	19.13	7.93
	Others**	0.56	0.56
	<b>TOTAL</b>	<b>170.22</b>	<b>140.43</b>

\* Includes input tax credit, VAT / GST receivable, etc.

\*\* Mainly consists of Share Application Money

(₹ in crores)

19 Equity Share Capital		As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> March 2021	
<b>Authorised Capital:</b>				
70,00,00,000 Equity Shares of ₹ 1 each		70.00	70.00	
(70,00,00,000 Equity Shares of ₹ 1 each as at 31 <sup>st</sup> March 2021)				
<b>TOTAL</b>		<b>70.00</b>	<b>70.00</b>	
<b>Issued, Subscribed and Paid-up Capital:</b>				
50,82,88,415 Equity Shares of ₹ 1 each, fully paid up		50.83	50.82	
(50,81,53,380 Equity Shares of ₹ 1 each as at 31 <sup>st</sup> March 2021)				
<b>TOTAL</b>		<b>50.83</b>	<b>50.82</b>	
<b>a. Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period</b>				
	Number of Shares	₹ in crores		
<b>Balance as at 1<sup>st</sup> April 2020</b>	50,81,23,780	50.81		
Shares issued during the year on exercise of options under Employee Stock Option Plan - 2016	29,600	0.01		
<b>Balance as at 31<sup>st</sup> March 2021</b>	50,81,53,380	50.82		
Shares issued during the year on exercise of options under Employee Stock Option Plan - 2016	1,35,035	0.01		
<b>Balance as at 31<sup>st</sup> March 2022</b>	<b>50,82,88,415</b>	<b>50.83</b>		
<b>b. Terms / Rights attached to equity shares</b>				
The Company has only one class of equity shares having a par value of ₹ 1 per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividend in Indian rupees. The final dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.				
In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in the proportion of their shareholding.				
The Board of Directors at its meeting held on 18 <sup>th</sup> May 2022 declared a final dividend of ₹ 10.00 per equity share of ₹ 1 each, subject to approval of the shareholders at the ensuing Annual General Meeting.				
During the year ended 31 <sup>st</sup> March 2022, the Company had paid Final Dividend of ₹ 8.50 per equity share of ₹ 1 each for the financial year 2020-21.				
<b>c. Details of shareholders holding more than 5% shares in the Company:</b>				
	As at 31 <sup>st</sup> March 2022		As at 31 <sup>st</sup> March 2021	
	Number of Shares held	% of Holding	Number of Shares held	% of Holding
Shri Madhukar Balvantray Parekh	5,15,51,286	10.14	5,20,51,286	10.24
Shri Narendrakumar Kalyanji Parekh	5,42,73,688	10.68	5,42,73,688	10.68
Shri Ajay Balvantray Parekh	4,74,33,489	9.33	4,74,33,489	9.33
Shri Sushilkumar Kalyanji Parekh	-	-	4,13,97,646	8.15
Devkalyan Sales Pvt Ltd	2,62,24,280	5.16	2,62,24,280	5.16
Mrudula Sushilkumar Parekh	4,05,25,693	7.97	15,47,527	0.30
<b>d. Aggregate number of bonus shares issued, shares issued for consideration other than cash and shares bought back during the period of five years, immediately preceding the reporting date:</b>				
	As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> March 2021		
	Number of Shares	Number of Shares		
<b>Equity Shares</b>				
Buy-back of Shares	50,00,000	50,00,000		

e. Equity Shares reserved for issuance under Employee Stock Option Scheme/ Plan:					
		As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> March 2021		
		Number of Shares	Number of Shares		
Equity Shares of ₹ 1 each under Employee Stock Option Scheme - 2012		34,200	34,200		
Equity Shares of ₹ 1 each under Employee Stock Option Plan - 2016		37,34,975	38,35,210		
<b>f. Shares held by promoters as defined in the Companies Act, 2013 at the end of the year</b>					
Promoters Name	As at 31 <sup>st</sup> March 2022		As at 31 <sup>st</sup> March 2021		% change during the year
	Number of Shares held	% of Holding	Number of Shares held	% of Holding	
Narendrakumar Kalyanji Parekh	5,42,73,688	10.68	5,42,73,688	10.68	0.00
Madhukar Balvantray Parekh	5,15,51,286	10.14	5,20,51,286	10.24	(0.10)
Ajay Balvantray Parekh	4,74,33,489	9.33	4,74,33,489	9.33	0.00
Mrudula Sushilkumar Parekh	4,05,25,693	7.97	15,47,527	0.30	7.67
Sushilkumar Kalyanji Parekh	-	-	4,13,97,646	8.14	(8.14)
Kalpana Apurva Parekh	65,77,079	1.29	65,77,079	1.29	0.00
Mala Madhukar Parekh	64,98,618	1.28	95,98,618	1.89	(0.61)
Darshana Bimal Mody	57,41,535	1.13	57,41,535	1.13	0.00
Ami Ajay Parekh	55,50,120	1.09	55,50,120	1.09	0.00
Jasna Raoul Thackersey	35,76,765	0.70	35,76,765	0.70	0.00
Harish Himatlal Parekh	33,13,443	0.65	33,38,443	0.66	(0.01)
Rashmikant Himatlal Parekh	32,47,570	0.64	34,32,570	0.68	(0.04)
Apurva Narendrakumar Parekh	30,76,918	0.61	30,76,918	0.61	0.00
Neerav A Parekh	27,25,476	0.54	28,50,000	0.56	(0.02)
Amrita Ajay Parekh	19,47,130	0.38	19,47,130	0.38	0.00
Bharati Narendrakumar Parekh	17,72,323	0.35	17,72,323	0.35	0.00
Parul Harish Parekh	14,20,074	0.28	14,45,074	0.28	0.00
Kamalini Rashmikant Parekh	11,06,055	0.22	11,06,055	0.22	0.00
Harshada Harvadan Vakil	7,97,429	0.16	8,04,929	0.16	0.00
Purvee Apurva Parekh	7,93,299	0.16	7,93,299	0.16	0.00
Panna Deepak Sanghavi	6,62,391	0.13	7,39,891	0.15	(0.02)
Malay Rashmikant Parekh	4,21,286	0.08	4,51,286	0.09	(0.01)
Anuja Ankur Shah	2,53,670	0.05	1,38,670	0.03	0.02
Jimeet D Sanghavi	1,00,000	0.02	1,00,000	0.02	0.00
Urvi Malay Parekh	50,663	0.01	50,663	0.01	0.00
Harvadan Manilal Vakil	41,430	0.01	41,430	0.01	0.00
Ishita Rajiv Amersey	36,00,000	0.71	-	-	0.71
Maithili Apurva Parekh	27,59,598	0.54	32,59,598	0.64	(0.10)
Prakash Shah (Trustee of SANMP Private Beneficiary Trust)	82,00,000	1.61	82,00,000	1.61	0.00
Apurva Parekh (Trustee of NKP Family Trust)	40,00,000	0.79	40,00,000	0.79	0.00
Prakash Dharshibhai Shah (Trustee of I M Family Trust)	35,80,217	0.70	35,80,217	0.70	0.00
Ajay Balvantray Parekh (Trustee of Ruchi India Trust)	19,47,480	0.38	-	-	0.38
Malay Rashmikant Parekh (Trustee of Anuja Family Trust)	25,000	0.00*	25,000	0.00*	0.00
Malay Rashmikant Parekh (Trustee of Malay Family Trust)	12,500	0.00*	12,500	0.00*	0.00
Devkalyan Sales Private Ltd	2,62,24,280	5.16	2,62,24,280	5.16	0.00
Ishijas Chemicals Private Limited	2,49,62,038	4.91	2,48,62,038	4.89	0.02
Harton Private Limited	1,23,57,634	2.43	1,23,57,634	2.43	0.00
The Vacuum Forming Company Pvt Ltd	1,14,62,186	2.26	1,14,62,186	2.26	0.00
Pidichem Pvt Ltd	87,83,916	1.73	85,83,916	1.69	0.04
Parkem Dyes & Chemicals Pvt Ltd	14,36,510	0.28	14,36,510	0.28	0.00
Kalva Marketing And Services Ltd	13,82,628	0.27	13,82,628	0.27	0.00
Parekh Marketing Limited	8,56,700	0.17	8,56,700	0.17	0.00
Trivenikalyan Trading Pvt Ltd	4,63,040	0.09	4,63,040	0.09	0.00
<b>TOTAL</b>	<b>35,55,11,157</b>		<b>35,65,42,681</b>		

\* denoted percentage less than 0.01

(₹ in crores)

20 Other Equity		
	As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> March 2021
Capital Reserve on Business Combination	(1.38)	(1.38)
Securities Premium	46.51	26.04
Capital Redemption Reserve	0.50	0.50
Cash Subsidy Reserve	0.95	0.95
Share Options Outstanding Account	33.05	25.42
General Reserve	1,335.38	1,335.38
Retained Earnings	4,951.11	4,123.49
<b>TOTAL</b>	<b>6,366.12</b>	<b>5,510.40</b>

20.1 Capital Reserve on Business Combination		
	As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> March 2021
Balance at the beginning of the year	(1.38)	0.34
Add / (Less) : Additions / (Deductions) during the year (refer Note 56)	-	(1.72)
<b>Closing Balance</b>	<b>(1.38)</b>	<b>(1.38)</b>

Capital Reserve represents excess/short of net assets acquired in business combination. It is not available for the distribution to shareholders as dividend.

20.2 Securities Premium		
	As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> March 2021
Balance at the beginning of the year	26.04	23.21
Add : Premium on Shares issued against ESOP	20.47	2.83
<b>Closing Balance</b>	<b>46.51</b>	<b>26.04</b>

Securities Premium is created when shares are issued at premium. The Company may issue fully paid-up bonus shares to its members out of the Securities Premium, and Company can use this reserve for buy-back of shares. This reserve is utilised in accordance with the provisions of the Companies Act, 2013.

20.3 Capital Redemption Reserve		
	As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> March 2021
Balance at the beginning and end of the year	0.50	0.50

The Company has recognised Capital Redemption Reserve on buy-back of equity shares from its General Reserve. The amount in Capital Redemption Reserve is equal to the nominal amount of equity shares bought back. The reserve can be utilised in accordance with the provisions of the Companies Act, 2013.

20.4 Cash Subsidy Reserve		
	As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> March 2021
Balance at the beginning and end of the year	0.95	0.95

Cash Subsidy Reserve represents subsidies received from state government. It is not available for distribution as dividend to shareholders.

(₹ in crores)

20.5 Share Options Outstanding Account		
	As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> March 2021
Employees Stock Options Outstanding Balance at the beginning the year	56.65	16.95
Add : Options granted during the year	19.84	42.59
Less : Transferred to Securities Premium on Options exercised during the year	(20.47)	(2.83)
Less : Lapsed during the year	(1.50)	(0.06)
<b>Closing Balance (A)</b>	<b>54.52</b>	<b>56.65</b>
Deferred Employees Stock Options Cost Balance at the beginning the year	(31.23)	(6.06)
Less : Options granted during the year	(19.84)	(42.59)
Add : Amortised and exercised during the year	28.55	17.40
Add : Lapsed during the year	1.05	0.02
<b>Closing Balance (B)</b>	<b>(21.47)</b>	<b>(31.23)</b>
<b>Closing Balance (A+B)</b>	<b>33.05</b>	<b>25.42</b>

The above reserve relates to share options granted by the Company to its employees under its employee share option plan. Further information about share-based payments to employees is set out in Note 46.

20.6 General Reserve		
	As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> March 2021
Balance at the beginning and end of the year	1,335.38	1,335.38

General Reserve is created by a transfer from one component of equity to another and is not an item of Other Comprehensive Income. The same can be utilised by the Company in accordance with the provisions of the Companies Act, 2013.

20.7 Retained Earnings		
	As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> March 2021
Balance at the beginning of the year	4,123.49	3,042.74
Add : Profit for the year	1,268.62	1,081.46
Less : Payment of Final Dividend	(431.93)	-
Other Comprehensive Income for the year, net of income tax	(9.07)	(0.71)
<b>Closing Balance</b>	<b>4,951.11</b>	<b>4,123.49</b>

This Reserve represents the cumulative profits of the Company and effects of remeasurement of defined benefit obligations. This Reserve can be utilised in accordance with the provisions of the Companies Act, 2013.

(₹ in crores)

21 Borrowings - Current		
	As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> March 2021
<b>Unsecured - at amortised cost</b>		
Working Capital Demand Loan	105.00	55.00
<b>TOTAL</b>	<b>105.00</b>	<b>55.00</b>

Unsecured working capital demand loan carries interest rate of relevant benchmark rate plus applicable spread per annum (bank Base rate/relevant benchmark rate plus applicable spread per annum as at 31<sup>st</sup> March 2021).

22 Trade Payables		
	As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> March 2021
<b>Trade Payables</b>		
Total outstanding dues of micro enterprises and small enterprises (refer Note 50)	58.88	67.04
Total outstanding dues of creditors other than micro enterprises and small enterprises	791.88	726.78
<b>TOTAL</b>	<b>850.76</b>	<b>793.82</b>

Trade Payables ageing schedule						
	Not Due	Less than 1 year	1-2 years	2-3 years	More Than 3 years	TOTAL
(i) Micro enterprises and Small enterprises (MSME)	58.88 (67.04)	-	-	-	-	58.88 (67.04)
(ii) Others	539.36 (356.59)	50.77 (96.58)	6.09 (0.13)	0.01 (0.49)	-	596.23 (453.79)
(iii) Disputed Dues - MSME	-	-	-	-	-	-
(vi) Disputed Dues - Others	-	-	-	-	-	-
(v) Unbilled Dues	195.65 (272.99)	-	-	-	-	195.65 (272.99)
<b>TOTAL</b>	<b>793.89 (696.62)</b>	<b>50.77 (96.58)</b>	<b>6.09 (0.13)</b>	<b>0.01 (0.49)</b>	<b>-</b>	<b>850.76 (793.82)</b>

Figures in brackets () represents previous year

23 Other Financial Liabilities - Non-Current		
	As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> March 2021
Employee related liabilities	-	0.30
Others*	19.94	13.33
<b>TOTAL</b>	<b>19.94</b>	<b>13.63</b>

\* Includes retention payable on capital goods

24 Other Financial Liabilities- Current		
	As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> March 2021
Unclaimed Dividend	2.64	2.56
Payables on purchase of assets	1.25	1.89
Trade / Security Deposit received	155.28	133.82
Liabilities for expenses	502.25	458.83
Liability for purchase of investment in subsidiary (refer Note 53 (a)/(b)/(c) and 56)	4.25	266.46
Employee related liabilities	15.62	16.03
Derivative liabilities towards Foreign Exchange Forward Contracts	0.60	0.64
Others*	12.55	20.21
<b>TOTAL</b>	<b>694.44</b>	<b>900.44</b>

\* Includes retention payable on capital goods

(₹ in crores)

25 Provisions - Non-Current		
	As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> March 2021
<b>Provision for Employee Benefits</b>		
Compensated Absences	50.36	41.58
Anniversary Awards	1.78	1.25
Premature Death Pension Scheme	2.13	1.82
Total Disability Pension Scheme	0.42	0.37
<b>TOTAL</b>	<b>54.69</b>	<b>45.02</b>

26 Provisions - Current		
	As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> March 2021
<b>Provision for Employee Benefits</b>		
Gratuity (net) (refer Note 45)	18.63	3.11
Compensated Absences	14.87	13.09
Anniversary Awards	0.31	0.21
Premature Death Pension Scheme	0.01	0.01
Total Disability Pension Scheme	0.07	0.06
<b>TOTAL</b>	<b>33.89</b>	<b>16.48</b>

27 Deferred Tax Liabilities (net)		
	As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> March 2021
Tax effect of items constituting Deferred Tax Assets (refer Note 48)	(30.68)	(27.21)
Tax effect of items constituting Deferred Tax Liabilities (refer Note 48)	101.41	103.07
<b>TOTAL</b>	<b>70.73</b>	<b>75.86</b>

28 Other Current Liabilities		
	As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> March 2021
Statutory remittances	67.12	58.27
Advance from customers	11.31	12.44
Other Liabilities	1.89	1.95
<b>TOTAL</b>	<b>80.32</b>	<b>72.66</b>

29 Current Tax Liabilities (net)		
	As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> March 2021
Provision for Tax (net of Advance Tax ₹ 1,053.09 crores) (net of Advance Tax ₹ 1,039.01 crores as at 31 <sup>st</sup> March 2021)	7.92	21.95
<b>TOTAL</b>	<b>7.92</b>	<b>21.95</b>



(₹ in crores)

30	Revenue from Operations	For the year ended 31 <sup>st</sup> March 2022	For the year ended 31 <sup>st</sup> March 2021
	<b>Revenue From Operations*</b>		
	Sale of Products	8,298.49	6,186.67
	<b>TOTAL (A)</b>	<b>8,298.49</b>	<b>6,186.67</b>
	<b>Other Operating Revenue</b>		
	Scrap Sales	15.20	11.14
	Export Incentives	13.89	9.29
	GST / Excise Refund	2.01	3.47
	Others	10.58	5.76
	<b>TOTAL (B)</b>	<b>41.68</b>	<b>29.66</b>
	<b>TOTAL (A+B)</b>	<b>8,340.17</b>	<b>6,216.33</b>

\* The Company disaggregated revenues from contracts with customers by customer type and by geography. The Company believes that this disaggregation best depicts how the nature, amount, timing and uncertainty of its revenues and cash flows are affected by industry, market and other economic factors. For geography wise and customer wise breakup of revenue, refer Note 42.

Further, the Company derives its revenue from the transfer of goods at a point in time for its major service lines. This is consistent with the revenue information that is disclosed for each reportable segment under Ind AS 108 'Operating Segment'.

**Reconciliation of revenue recognised with the contracted price is as follows:**

	For the year ended 31 <sup>st</sup> March 2022	For the year ended 31 <sup>st</sup> March 2021
Contracted Price	9,023.95	6,779.32
Reduction towards variable consideration components*	(725.46)	(592.65)
<b>Revenue Recognised</b>	<b>8,298.49</b>	<b>6,186.67</b>

\* The reduction towards variable consideration includes discounts, rebates, incentives, promotional couponing and schemes.

(₹ in crores)

31	Other Income	For the year ended 31 <sup>st</sup> March 2022	For the year ended 31 <sup>st</sup> March 2021
	<b>Interest on:</b>		
	Bank Deposit (at amortised cost)	0.30	3.99
	Overdue Trade Receivables	0.18	0.40
	Tax Free Bonds (at FVTPL)	-	8.29
	Others	0.10	0.10
	<b>Dividend on:</b>		
	Investments in Preference Shares (at FVTPL)	1.22	1.13
	Long-term Investments in Subsidiary / Associate (at cost)	195.19	1.65
	<b>Other Non-Operating Income:</b>		
	Windmill Income	1.78	1.35
	Royalty & Technical Knowhow Income	3.81	4.15
	Insurance claim received	3.08	7.47
	Liabilities no longer required written back	7.83	0.28
	Rental Income from Leases	1.20	2.18
	Net gain arising on financial assets designated as at FVTPL	11.19	39.54
	Profit on buyback of shares by subsidiary	1.11	-
	Miscellaneous Income	3.38	2.96
	<b>TOTAL</b>	<b>230.37</b>	<b>73.49</b>

32	Cost of Materials Consumed	For the year ended 31 <sup>st</sup> March 2022	For the year ended 31 <sup>st</sup> March 2021
	<b>Inventory at the beginning of the year</b>	<b>469.05</b>	<b>315.89</b>
	Add : Purchases	4,356.11	2,617.77
	Add : Acquisition under Business combination (refer Note 56)	-	4.92
		<b>4,825.16</b>	<b>2,938.58</b>
	Less : Inventory at the end of the year	(650.96)	(469.05)
	<b>TOTAL</b>	<b>4,174.20</b>	<b>2,469.53</b>

(₹ in crores)

33 Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade		
	For the year ended 31 <sup>st</sup> March 2022	For the year ended 31 <sup>st</sup> March 2021
<b>Inventories at the end of the year</b>		
Stock-in-Trade	132.29	94.74
Work-in-Progress	127.79	88.76
Finished Goods	452.19	314.75
<b>Total (A)</b>	<b>712.27</b>	<b>498.25</b>
<b>Acquisition under Business Combination (refer Note 56)</b>		
Work-in-Progress	-	0.06
<b>Total (B)</b>	<b>-</b>	<b>0.06</b>
<b>Inventories at the beginning of the year</b>		
Stock-in-Trade	94.74	67.91
Work-in-Progress	88.76	71.51
Finished Goods	314.75	269.00
<b>Total (C)</b>	<b>498.25</b>	<b>408.42</b>
<b>TOTAL (C+B-A)</b>	<b>(214.02)</b>	<b>(89.77)</b>

34 Employee Benefits Expense		
	For the year ended 31 <sup>st</sup> March 2022	For the year ended 31 <sup>st</sup> March 2021
Salaries and Wages	805.66	714.40
Contribution to Provident and Other Funds (refer Note 45)	49.36	41.26
Share based payments to employees (net of recovery from subsidiaries) (refer Note 46)	28.09	17.28
Staff Welfare Expenses	22.08	14.81
<b>TOTAL</b>	<b>905.19</b>	<b>787.75</b>

35 Finance Costs		
	For the year ended 31 <sup>st</sup> March 2022	For the year ended 31 <sup>st</sup> March 2021
<b>Interest expense on:</b>		
Borrowings	12.71	4.41
Lease Liability (refer Note 51)	6.75	5.46
Dealer Deposits & others	6.96	7.12
<b>TOTAL</b>	<b>26.42</b>	<b>16.99</b>

36 Depreciation, Amortisation and Impairment Expense		
	For the year ended 31 <sup>st</sup> March 2022	For the year ended 31 <sup>st</sup> March 2021
Depreciation on Property, Plant and Equipment (refer Note 4)	138.26	113.65
Depreciation on Right of Use of Assets (refer Note 5 and Note 51)	29.32	26.55
Amortisation of Other Intangible Assets (refer Note 6)	7.54	6.90
<b>TOTAL</b>	<b>175.12</b>	<b>147.10</b>

(₹ in crores)

37 Other Expenses*		
	For the year ended 31 <sup>st</sup> March 2022	For the year ended 31 <sup>st</sup> March 2021
Consumption of Stores and Spares	45.67	31.53
Clearing and Forwarding Charges	352.70	303.18
Power and Fuel	78.31	50.70
Contract Labour	116.99	99.96
Water Charges	4.58	12.93
Rent (refer Note 51)	16.47	13.34
Rates and Taxes	7.89	14.37
Insurance	15.54	9.30
License fees	0.86	0.85
Repairs :		
Buildings	12.31	9.91
Machinery	22.81	16.44
Others	23.12	17.64
	<b>58.24</b>	<b>43.99</b>
Directors' Fees	0.74	0.61
Advertisement and Publicity	169.39	140.78
Legal, Professional and Consultancy fees	42.82	40.30
Communication Expenses	6.87	5.71
Computer and Software Expenses	46.26	33.58
Printing and Stationery	2.42	2.49
Travelling and Conveyance Expenses	60.81	51.81
Bad Debts	1.52	0.27
Allowance for Doubtful Debts and advances (net)	0.40	3.73
Processing and Packing Charges	91.51	76.79
Sales Commission	4.33	4.37
Commission to non executive directors	2.00	1.89
Payments to Auditor (refer Note a)	1.33	1.29
Donations	0.82	5.00
Corporate Social Responsibility Expenses (refer Note 52)	25.36	27.70
Loss on disposal of Property, Plant and Equipment	8.19	5.85
Net Loss on Foreign Currency Transactions and Translation (refer Note 40)	13.35	2.13
Miscellaneous Expenses	63.61	62.70
<b>TOTAL</b>	<b>1,238.98</b>	<b>1,047.15</b>

\* refer Note 53 (k)

a. Details of Payments to Auditor (net of GST)		
	For the year ended 31 <sup>st</sup> March 2022	For the year ended 31 <sup>st</sup> March 2021
a) Auditors	1.24	1.04
b) Tax Matters	-	0.21
c) Other Services	0.08	0.03
d) Reimbursement of Expenses	0.01	0.01
<b>TOTAL</b>	<b>1.33</b>	<b>1.29</b>

38 Exceptional Items		
	For the year ended 31 <sup>st</sup> March 2022	For the year ended 31 <sup>st</sup> March 2021
Impairment in value of Investment in a subsidiary [refer Note 7 (A)(ii) (a)]	-	0.45
<b>TOTAL</b>	<b>-</b>	<b>0.45</b>

(₹ in crores)

39 Contingent Liabilities and Commitments		As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> March 2021
<b>A) Contingent liabilities not provided for:</b>			
1. Claims against the Company not acknowledged as debts comprise:			
a)	Income Tax demand against the Company not provided for and relating to issues of deduction and allowances in respect of which the Company is in appeal	89.97	58.72
b)	Excise Duty and Service Tax claims disputed by the Company relating to issues of classifications	24.19	21.08
c)	Sales Tax (VAT, CST, Entry Tax, LBT and GST) claims disputed by the Company relating to issues of declaration forms and classifications	174.98	156.85
d)	Other Matters (relating to disputed Electricity Duty, Gram Panchayat Tax, Open Access Charges, etc.)	2.66	3.14
2. a) Guarantees given by Banks on behalf of Government and others*			
		44.25	43.56
b) Guarantees given by Company on behalf of the Subsidiaries to Banks*			
	Pulvitec do Brasil Industria e Comercio de Colas e Adesivos Ltda	15.90	15.44
	Pidilite Bamco Ltd	3.26	3.16
	Pidilite MEA Chemicals LLC	41.23	40.04
	Pidilite Lanka Private Limited	33.28	32.32
	Bamco Supply and Services Ltd	1.10	1.07
	Pidilite East Africa Limited	7.57	-

\* Guarantees given are for business purpose.

Note: The Company, being the holding / ultimate holding company, will extend financial support to its subsidiaries as and when required.

<b>B) Commitments:</b>			
a)	Estimated amount of contracts, net of advances, remaining to be executed for the acquisition of Property, Plant and Equipment, investments and not provided for	122.11	177.93
b)	For other commitments, refer Note 47(E)(ii) for financial instruments and Note 51 for leases.		

40 The net amount of exchange differences debited to Statement of Profit and Loss is ₹ 13.35 crores (₹ 2.13 crores for the year ended 31<sup>st</sup> March 2021)

#### 41 Disclosure as per Regulation 34(3) read with Schedule 5 of Listing Regulations with the Stock Exchanges

a) Loans and Advances in the nature of loans given to subsidiaries, associates, firms / companies in which directors are interested:

Name of the Company	Relationship	As at 31 <sup>st</sup> March 2022		As at 31 <sup>st</sup> March 2021	
		Amount Outstanding	Maximum Balance Outstanding during the year	Amount Outstanding	Maximum Balance Outstanding during the year
Pagel Concrete Technologies Pvt Ltd	Subsidiary	0.33	0.33	0.33	0.33

#### Notes:

- a) Loans and Advances shown above, fall under the category of 'Loans & Advances' in the nature of loans where there is no repayment schedule and re-payable on demand.
- b) Loans and Advances referred above are not bearing any interest and are fully provided.

#### 42 Segment information

**Business Segment:** The Company operates in two business segments namely Consumer & Bazaar (C&B) and Business to Business (B2B). Consumer & Bazaar segment covers sale of products mainly to end consumers which are retail users such as carpenters, painters, plumbers, mechanics, households, students, offices, etc. Sale consists of mainly adhesives, sealants, art and craft materials and construction and paint chemicals. B2B covers sale of products to end customers which are mainly large business users. This includes Industrial Products (IP) such as adhesives, synthetic resins, organic pigments, pigment preparations, construction chemicals (projects), surfactants, etc. and caters to various industries like packaging, textiles, paints, joineries, printing inks, paper, leather, etc. Others mainly includes sale of raw materials.

Operating Segment disclosures are consistent with the information provided to and reviewed by the Managing Director (Chief Operating Decision Maker).

(₹ in crores)

Business Segments	Year 2021-22				Year 2020-21			
	Consumer & Bazaar	Business to Business	Others	Total	Consumer & Bazaar	Business to Business	Others	Total
<b>Revenue</b>								
Segment Revenue	6,579.16	1,870.73	63.70	8,513.59	4,998.16	1,282.73	38.53	6,319.42
Less : Inter Segment Revenue (at cost plus fixed margin)	(5.97)	(167.45)	-	(173.42)	(4.10)	(98.99)	-	(103.09)
<b>Net Revenue</b>	<b>6,573.19</b>	<b>1,703.28</b>	<b>63.70</b>	<b>8,340.17</b>	<b>4,994.06</b>	<b>1,183.74</b>	<b>38.53</b>	<b>6,216.33</b>
<b>Revenue based on geography</b>								
India				7,460.91				5,547.18
Outside India				879.26				669.15
<b>Segment Result</b>	<b>1,719.10</b>	<b>193.56</b>	<b>(2.16)</b>	<b>1,910.50</b>	<b>1,658.63</b>	<b>167.58</b>	<b>(1.84)</b>	<b>1,824.37</b>
Unallocable Expenses				(479.40)				(410.81)
Unallocable Income				25.82				44.95
<b>Operating Income</b>				<b>1,456.92</b>				<b>1,458.51</b>
Finance Costs				(26.42)				(16.99)
Interest / Dividend Income				196.99				15.56
<b>Profit before Exceptional Items and Tax</b>				<b>1,627.49</b>				<b>1,457.08</b>
Exceptional Items				-				(0.45)
<b>Profit Before Tax</b>				<b>1,627.49</b>				<b>1,456.63</b>
Tax Expense				(358.87)				(375.17)
<b>Profit for the year</b>				<b>1,268.62</b>				<b>1,081.46</b>
Other Comprehensive Income				(9.07)				(0.71)
<b>Total Comprehensive Income</b>				<b>1,259.55</b>				<b>1,080.75</b>
<b>The above includes:</b>								
Depreciation, Amortisation and Impairment (allocable)	75.45	44.77	-	120.22	64.92	30.03	0.97	95.92
Depreciation, Amortisation and Impairment (unallocable)				54.90				51.18
Capital Expenditure (including Capital Work-in-Progress) (allocable)	202.02	153.75	-	355.77	181.49	68.81	-	250.30
Capital Expenditure (unallocable)				14.68				86.39

There is no transaction with single external customer which amounts to 10% or more of the Company's revenue

Segment Assets & Liabilities	31 <sup>st</sup> March 2022				31 <sup>st</sup> March 2021			
	Consumer & Bazaar	Business to Business	Others	Total	Consumer & Bazaar	Business to Business	Others	Total
<b>Segment Assets</b>	<b>3,257.39</b>	<b>1,255.05</b>	<b>11.74</b>	<b>4,524.18</b>	<b>2,724.66</b>	<b>979.15</b>	<b>20.53</b>	<b>3,724.34</b>
Unallocable Assets				3,899.73				3,899.07
<b>Total Assets</b>				<b>8,423.91</b>				<b>7,623.41</b>
<b>Assets based on geography:</b>								
India				8,228.82				7,442.85
Outside India				195.09				180.56
Segment Liabilities	1,298.59	468.73	1.00	1,768.32	1,208.22	395.70	1.74	1,605.66
Unallocable Liabilities				238.64				456.53
<b>Total Liabilities</b>				<b>2,006.96</b>				<b>2,062.19</b>
<b>Other Information</b>								
<b>Capital Employed</b>				<b>6,416.95</b>				<b>5,561.22</b>

All the Non-Current Assets of the Company are located in India

**43 Earnings Per Share (EPS)**

The following reflects the Profit and Share data used in the Basic and Diluted EPS computations:

	For the year ended 31 <sup>st</sup> March 2022	For the year ended 31 <sup>st</sup> March 2021
<b>Basic:</b>		
Profit for the year (₹ in crores)	1,268.62	1,081.46
Weighted average number of equity shares in calculating basic EPS	50,81,64,425	50,81,35,294
Par value per share (₹)	1.00	1.00
Earning per share (Basic) (₹)	24.96	21.28
<b>Diluted:</b>		
Profit for the year (₹ in crores)	1,268.62	1,081.46
Weighted average number of equity shares in calculating basic EPS	50,81,64,425	50,81,35,294
Add: Effect of Employee Stock Options	3,85,070	4,19,540
Weighted average number of equity shares in calculating diluted EPS	50,85,49,495	50,85,54,834
Par value per share (₹)	1.00	1.00
Earning per share (Diluted) (₹)	24.95	21.27

**44 Related Party Disclosures**

Related Party Disclosures as required by Ind-AS 24 'Related Party Disclosures' are given below:

<b>(i) Relationships:</b>		
a.	Nitin Enterprises (upto 31 <sup>st</sup> March 2021) (refer Note 56)	Subsidiary
b.	Fevicol Company Ltd	Subsidiary
c.	Bhimad Commercial Company Pvt Ltd	Subsidiary
d.	Madhumala Ventures Pvt Ltd (Formerly known as Madhumala Traders Pvt Ltd)	Subsidiary
e.	Pagel Concrete Technologies Pvt Ltd	Subsidiary
f.	Building Envelope Systems India Ltd	Subsidiary
g.	Nina Percept Private Limited	Subsidiary
h.	Hybrid Coatings	Subsidiary
i.	Pidilite International Pte Ltd	Subsidiary
j.	Pidilite Middle East Ltd	Subsidiary
k.	Pidilite USA Inc	Subsidiary
l.	PIL Trading (Egypt) LLC	Subsidiary
m.	PT Pidilite Indonesia	Subsidiary
n.	Pidilite Speciality Chemicals Bangladesh Pvt Ltd	Subsidiary
o.	Pidilite Innovation Centre Pte Ltd	Subsidiary
p.	Pidilite Industries Egypt - SAE	Subsidiary
q.	Pidilite Bamco Ltd	Subsidiary
r.	Bamco Supply and Services Ltd	Subsidiary
s.	Pulvitec do Brasil Industria e Comercio de Colas e Adesivos Ltda	Subsidiary
t.	Pidilite MEA Chemicals LLC	Subsidiary
u.	Pidilite Industries Trading (Shanghai) Co Ltd	Subsidiary
v.	Pidilite Chemical PLC	Subsidiary
w.	Pidilite Lanka (Pvt) Ltd	Subsidiary
x.	ICA Pidilite Pvt Ltd	Subsidiary
y.	Nebula East Africa Pvt Ltd	Subsidiary
z.	Nina Lanka Construction Technologies (Pvt) Ltd	Subsidiary
aa.	Cipy Polyurethanes Pvt Ltd [refer Note 54(a)]	Subsidiary
ab.	Pidilite Ventures LLC	Subsidiary
ac.	Pidilite East Africa Limited	Subsidiary
ad.	Pidilite Grupo Puma Pvt Ltd (upto 27 <sup>th</sup> October 2021) [refer Note 53(i)]	Subsidiary
ae.	Pidilite C-Techos Pvt Ltd (upto 1 <sup>st</sup> February 2022) [refer Note 53(i)]	Subsidiary
af.	Pidilite Litokol Pvt Ltd	Subsidiary
ag.	Pidilite Grupo Puma Manufacturing Ltd	Subsidiary
ah.	Nina Percept (Bangladesh) Pvt Ltd	Subsidiary
ai.	Pidilite C-Techos Walling Ltd	Subsidiary
aj.	Tenax Pidilite India Pvt Ltd (Formerly known as Tenax India Stone Products Pvt Ltd) (w.e.f. 29 <sup>th</sup> May 2020) [refer Note 53 (a)]	Subsidiary
ak.	Pidilite Adhesives Pvt Ltd (Formerly known as Huntsman Advanced Materials Solutions Pvt Ltd) (w.e.f. 4 <sup>th</sup> November 2020) [refer Note 53 (b) & 54 (a)]	Subsidiary
al.	Vinyl Chemicals (India) Ltd	Associate
am.	Aapkapainter Solutions Private Limited (w.e.f. 3 <sup>rd</sup> November 2020) [refer Note 53(d)(i)]	Associate
an.	Kaarwan Eduventures Private Limited (w.e.f. 30 <sup>th</sup> March 2022) [refer Note 53 (d)(vi)]	Associate
ao.	Plus Call Technical Services LLC	Substantial Interest in Voting Power (Joint Venture)
ap.	Parekh Marketing Ltd	Significant Influence of KMP
aq.	Pargro Investment Pvt Ltd	Significant Influence of KMP
ar.	Kalva Marketing and Services Ltd	Significant Influence of KMP
as.	Dr. Fixit Institute of Structural Protection and Rehabilitation	Significant Influence of KMP
<b>(ii) Key Management Personnel (KMP):</b>		
a.	Shri M B Parekh	Executive Chairman
b.	Shri Bharat Puri	Managing Director
c.	Shri A B Parekh	Whole Time Director
d.	Shri A N Parekh	Whole Time Director
e.	Shri Debabrata Gupta	Whole Time Director
<b>(iii) Close member of Key Management Personnel:</b>		
a.	Smt Mala M Parekh	Wife of Executive Chairman

44 (iv) Transactions with Related Parties are as follows :								
(₹ in crores)								
Nature of Transaction	For the year ended 31 <sup>st</sup> March 2022				For the year ended 31 <sup>st</sup> March 2021			
	Subsidiary	Associate	KMP/ Significant Influence of KMP/Close member of KMP	Total	Subsidiary	Associate	KMP/ Significant Influence of KMP/Close member of KMP	Total
<b>a. Sales and Related Income</b>								
Parekh Marketing Ltd	-	-	92.40	92.40	-	-	50.82	50.82
Pidilite MEA Chemicals LLC	67.26	-	-	67.26	47.08	-	-	47.08
Nina Percept Private Limited	14.08	-	-	14.08	7.32	-	-	7.32
Pidilite Speciality Chemicals Bangladesh Pvt Ltd	35.70	-	-	35.70	30.23	-	-	30.23
Pidilite Lanka (Pvt) Ltd	14.58	-	-	14.58	10.07	-	-	10.07
Pidilite Industries Egypt - SAE	6.38	-	-	6.38	3.85	-	-	3.85
Pidilite USA Inc	6.94	-	-	6.94	6.07	-	-	6.07
ICA Pidilite Pvt Ltd	0.21	-	-	0.21	0.34	-	-	0.34
PIL Trading (Egypt) LLC	1.06	-	-	1.06	1.07	-	-	1.07
Pidilite Adhesives Pvt Ltd (w.e.f. 4 <sup>th</sup> November 2020)	20.16	-	-	20.16	0.07	-	-	0.07
Pidilite East Africa Ltd	6.92	-	-	6.92	0.87	-	-	0.87
Pidilite Innovation Centre Pte Ltd	0.71	-	-	0.71	0.15	-	-	0.15
Pidilite Bamco Ltd	0.16	-	-	0.16	0.24	-	-	0.24
Pulvitec Do Brasil Industria E Comercio De Colas E Adesivos Ltda	-	-	-	-	0.01	-	-	0.01
Tenax Pidilite India Pvt Ltd (w.e.f. 29 <sup>th</sup> May 2020)	0.01	-	-	0.01	-	-	-	-
<b>Sub-Total (a)</b>	<b>174.17</b>	<b>-</b>	<b>92.40</b>	<b>266.57</b>	<b>107.37</b>	<b>-</b>	<b>50.82</b>	<b>158.19</b>
<b>b. Royalty and Technical Knowhow Received</b>								
Pidilite Speciality Chemicals Bangladesh Pvt Ltd	1.93	-	-	1.93	2.01	-	-	2.01
Pidilite MEA Chemicals LLC	0.73	-	-	0.73	0.96	-	-	0.96
Pidilite Industries Egypt - SAE	0.58	-	-	0.58	0.80	-	-	0.80
Pidilite Lanka (Pvt) Ltd	0.26	-	-	0.26	0.15	-	-	0.15
Pidilite East Africa Ltd	0.15	-	-	0.15	0.02	-	-	0.02
Pidilite Bamco Ltd	0.09	-	-	0.09	0.14	-	-	0.14
Bamco Supply and Services Ltd	0.04	-	-	0.04	0.10	-	-	0.10
Nebula East Africa Pvt Ltd	0.03	-	-	0.03	0.04	-	-	0.04
<b>Sub-Total (b)</b>	<b>3.81</b>	<b>-</b>	<b>-</b>	<b>3.81</b>	<b>4.22</b>	<b>-</b>	<b>-</b>	<b>4.22</b>

Nature of Transaction	For the year ended 31 <sup>st</sup> March 2022				For the year ended 31 <sup>st</sup> March 2021			
	Subsidiary	Associate	KMP/ Significant Influence of KMP/Close member of KMP	Total	Subsidiary	Associate	KMP/ Significant Influence of KMP/Close member of KMP	Total
<b>c. Income from Services Rendered</b>								
Nina Percept Private Limited	4.33	-	-	4.33	2.34	-	-	2.34
ICA Pidilite Pvt Ltd	0.05	-	-	0.05	0.16	-	-	0.16
Pidilite Lanka (Pvt) Ltd	0.36	-	-	0.36	0.24	-	-	0.24
Pidilite MEA Chemicals LLC	0.21	-	-	0.21	0.22	-	-	0.22
Pidilite Speciality Chemicals Bangladesh Pvt Ltd	0.13	-	-	0.13	0.17	-	-	0.17
Pidilite Bamco Ltd	0.13	-	-	0.13	0.15	-	-	0.15
Pidilite Industries Egypt - SAE	0.06	-	-	0.06	0.06	-	-	0.06
Pidilite East Africa Ltd	0.08	-	-	0.08	0.07	-	-	0.07
Pulvitec Do Brasil Industria E Comercio De Colas E Adesivos Ltda	0.06	-	-	0.06	0.08	-	-	0.08
Cipy Polyurathane Pvt Ltd	0.29	-	-	0.29	0.31	-	-	0.31
Pidilite Adhesives Pvt Ltd (w.e.f. 4 <sup>th</sup> November 2020)	0.31	-	-	0.31	0.05	-	-	0.05
Pidilite C-Techos Walling Ltd	0.03	-	-	0.03	0.01	-	-	0.01
Pidilite Grupo Puma Mfg Ltd	0.13	-	-	0.13	0.10	-	-	0.10
Tenax Pidilite India Pvt Ltd (w.e.f. 29 <sup>th</sup> May 2020)	0.46	-	-	0.46	0.11	-	-	0.11
Hybrid Coatings	0.06	-	-	0.06	0.06	-	-	0.06
Building Envelope Systems India Ltd	0.06	-	-	0.06	0.06	-	-	0.06
Pidilite Innovation Centre Pte Ltd	0.01	-	-	0.01	0.01	-	-	0.01
Pidilite Litokol Pvt Ltd	0.01	-	-	0.01	0.02	-	-	0.02
Bamco Supply and Services Ltd*	-	-	-	-	0.00	-	-	0.00
<b>Sub-Total (c)</b>	<b>6.77</b>	<b>-</b>	<b>-</b>	<b>6.77</b>	<b>4.22</b>	<b>-</b>	<b>-</b>	<b>4.22</b>
* Amount is NIL (₹ 42,905 for the year ended 31 <sup>st</sup> March 2021)								
<b>d. Dividend Received</b>								
Vinyl Chemicals (India) Ltd	-	2.80	-	2.80	-	1.65	-	1.65
Pidilite Adhesives Pvt Ltd (w.e.f. 4 <sup>th</sup> November 2020)	192.40	-	-	192.40	-	-	-	-
<b>Sub-Total (d)</b>	<b>192.40</b>	<b>2.80</b>	<b>-</b>	<b>195.20</b>	<b>-</b>	<b>1.65</b>	<b>-</b>	<b>1.65</b>
<b>e. Purchase of Goods</b>								
Vinyl Chemicals (India) Ltd	-	714.00	-	714.00	-	350.19	-	350.19
Nitin Enterprises (upto 31 <sup>st</sup> March 2021)	-	-	-	-	41.75	-	-	41.75
ICA Pidilite Pvt Ltd	63.62	-	-	63.62	57.31	-	-	57.31
Hybrid Coatings	1.68	-	-	1.68	1.79	-	-	1.79
Cipy Polyurathane Pvt Ltd	10.25	-	-	10.25	3.05	-	-	3.05
Tenax Pidilite India Pvt Ltd (w.e.f. 29 <sup>th</sup> May 2020)	12.90	-	-	12.90	6.86	-	-	6.86
Pidilite Adhesives Pvt Ltd (w.e.f. 4 <sup>th</sup> November 2020)	36.72	-	-	36.72	0.43	-	-	0.43
Building Envelope Systems India Ltd	6.24	-	-	6.24	3.26	-	-	3.26
<b>Sub-Total (e)</b>	<b>131.41</b>	<b>714.00</b>	<b>-</b>	<b>845.41</b>	<b>114.45</b>	<b>350.19</b>	<b>-</b>	<b>464.64</b>
<b>f. Royalty Paid</b>								
Pidilite International Pte Ltd	0.09	-	-	0.09	-	-	-	-
<b>Sub-Total (f)</b>	<b>0.09</b>	<b>-</b>	<b>-</b>	<b>0.09</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>g. Expense for services received</b>								
Pidilite USA Inc	12.93	-	-	12.93	13.60	-	-	13.60
Pidilite Innovation Centre Pte Ltd	8.64	-	-	8.64	8.16	-	-	8.16
PT Pidilite Indonesia	0.55	-	-	0.55	0.71	-	-	0.71
Pidilite Industries Trading (Shanghai) Co Ltd	1.33	-	-	1.33	1.06	-	-	1.06
Pidilite Chemical PLC	-	-	-	-	0.02	-	-	0.02
Dr. Fxix Institute of Structural Protection and Rehabilitation	-	-	0.11	0.11	-	-	0.05	0.05
<b>Sub-Total (g)</b>	<b>23.45</b>	<b>-</b>	<b>0.11</b>	<b>23.56</b>	<b>23.55</b>	<b>-</b>	<b>0.05</b>	<b>23.60</b>



(₹ in crores)

Nature of Transaction	As at 31 <sup>st</sup> March 2022				As at 31 <sup>st</sup> March 2021			
	Subsidiary	Associate	KMP/ Significant Influence of KMP/Close member of KMP	Total	Subsidiary	Associate	KMP/ Significant Influence of KMP/Close member of KMP	Total
<b>ii Loans and advances</b>								
Pidilite Speciality Chemicals Bangladesh Pvt Ltd	0.26	-	-	0.26	0.26	-	-	0.26
Pidilite MEA Chemicals LLC	1.52	-	-	1.52	1.35	-	-	1.35
Pidilite Lanka (Pvt) Ltd	0.29	-	-	0.29	-	-	-	-
Pagel Concrete Technologies Pvt Ltd	0.33	-	-	0.33	0.33	-	-	0.33
ICA Pidilite Pvt Ltd	0.15	-	-	0.15	0.21	-	-	0.21
Pidilite Chemical PLC	-	-	-	-	0.01	-	-	0.01
Pidilite Grupo Puma Mfg Ltd	-	-	-	-	0.08	-	-	0.08
<b>Sub-Total</b>	<b>2.55</b>	<b>-</b>	<b>-</b>	<b>2.55</b>	<b>2.24</b>	<b>-</b>	<b>-</b>	<b>2.24</b>
<b>iii Trade Payables (net)</b>								
Vinyl Chemicals (India) Ltd	-	2.03	-	2.03	-	93.75	-	93.75
ICA Pidilite Pvt Ltd	9.40	-	-	9.40	8.09	-	-	8.09
Pidilite Industries Trading (Shanghai) Co Ltd	1.33	-	-	1.33	0.83	-	-	0.83
Pidilite USA Inc	1.12	-	-	1.12	0.58	-	-	0.58
Pidilite Innovation Centre Pte Ltd	0.97	-	-	0.97	0.84	-	-	0.84
PT Pidilite Indonesia	0.03	-	-	0.03	0.03	-	-	0.03
Hybrid Coatings	0.01	-	-	0.01	0.74	-	-	0.74
Building Envelope Systems India Ltd	1.73	-	-	1.73	0.55	-	-	0.55
Pidilite Litokol Pvt Ltd	0.14	-	-	0.14	0.13	-	-	0.13
Pidilite Adhesives Pvt Ltd (w.e.f. 4 <sup>th</sup> November 2020)	9.29	-	-	9.29	0.50	-	-	0.50
Tenax Pidilite India Pvt Ltd (w.e.f. 29 <sup>th</sup> May 2020)	2.20	-	-	2.20	4.51	-	-	4.51
PIL Trading (Egypt) LLC	0.46	-	-	0.46	0.19	-	-	0.19
Pidilite MEA Chemicals LLC	0.05	-	-	0.05	0.05	-	-	0.05
Cipy Polyurethanes Pvt Ltd	0.50	-	-	0.50	0.54	-	-	0.54
Nina Percept Private Limited	0.30	-	-	0.30	0.77	-	-	0.77
Pidilite East Africa Ltd	-	-	-	-	0.02	-	-	0.02
Pidilite Lanka (Pvt) Ltd	-	-	-	-	0.04	-	-	0.04
Pidilite International Pte Ltd	0.09	-	-	0.09	-	-	-	-
<b>Sub-Total</b>	<b>27.62</b>	<b>2.03</b>	<b>-</b>	<b>29.65</b>	<b>18.41</b>	<b>93.75</b>	<b>-</b>	<b>112.16</b>
<b>iv Corporate guarantee given to bank on behalf of</b>								
Puvitec do Brasil Industria e Comercio de Colas e Adesivos Ltda	15.90	-	-	15.90	15.44	-	-	15.44
Pidilite Bamco Ltd	3.26	-	-	3.26	3.16	-	-	3.16
Pidilite MEA Chemicals LLC	41.23	-	-	41.23	40.04	-	-	40.04
Pidilite Lanka Private Limited	33.28	-	-	33.28	32.32	-	-	32.32
Bamco Supply & Services Ltd	1.10	-	-	1.10	1.07	-	-	1.07
Pidilite East Africa Limited	7.57	-	-	7.57	-	-	-	-
<b>Sub-Total</b>	<b>102.34</b>	<b>-</b>	<b>-</b>	<b>102.34</b>	<b>92.03</b>	<b>-</b>	<b>-</b>	<b>92.03</b>

**45 Employee Benefits**

The Company has classified various employee benefits as under:

**(A) Defined Contribution Plans**

- (a) Provident Fund
- (b) Superannuation Fund
- (c) State Defined Contribution Plans
  - Employers' Contribution to Employees' State Insurance
  - Employers' Contribution to Employees' Pension Scheme 1995
  - Labour Welfare Fund
- (d) National Pension Scheme

The Provident Fund and the State Defined Contribution Plans are operated by the Regional Provident Fund Commissioner, the Superannuation Fund is administered by the LIC of India and National Pension Fund is administered by Pension Fund Regulatory and Development Authority (PFRDA), as applicable, for all eligible employees. Under the schemes, the Company is required to contribute a specified percentage of payroll cost to the retirement benefit schemes to fund the benefits. These funds are recognised by the Income Tax Authorities.

The Company has recognised the following amounts in the Statement of Profit and Loss:

(₹ in crores)

	For the year ended 31 <sup>st</sup> March 2022	For the year ended 31 <sup>st</sup> March 2021
(i) Contribution to Provident Fund	24.86	19.47
(ii) Contribution to Employees' Superannuation Fund	0.80	0.86
(iii) Contribution to Employees' State Insurance Scheme	0.24	0.20
(iv) Contribution to Employees' Pension Scheme 1995	9.43	9.04
(v) Contribution to National Pension Scheme	4.77	3.61
<b>TOTAL</b>	<b>40.10</b>	<b>33.18</b>
<b>(B) Defined Benefit Plans</b>		
Gratuity		
<b>(C) Other Long-Term Benefits</b>		
(a) Compensated Absences		
(b) Anniversary Awards		
(c) Premature Death Pension Scheme		
(d) Total Disability Pension Scheme		

Valuations in respect of above have been carried out by independent actuary, as at the balance sheet date, based on the following assumptions:

	Valuations as at	
	31 <sup>st</sup> March 2022	31 <sup>st</sup> March 2021
(i) Discount Rate (per annum)	7.18%	6.86%
(ii) Rate of increase in Compensation levels (per annum)	1 <sup>st</sup> yr - 8.50%, thereafter 6.50%	1 <sup>st</sup> yr - 8.50%, thereafter 6.50%
(iii) Expected Rate of Return on Assets	7.18%	6.86%
(iv) Attrition Rate	upto 5 yrs - 12.7%, 5 - 10 yrs - 5.4%, Above 10 yrs - 4.5%	upto 5 yrs - 13%, 5 - 10 yrs - 5%, Above 10 yrs - 5%
(v) Retirement Age	60 years	60 years
(vi) The expected rate of return on plan assets is determined after considering several applicable factors such as the composition of the plan assets, investment / strategy, market scenario, etc. In order to protect the capital and optimise returns within acceptable risk parameters, the plan assets are well diversified.		
(vii) The discount rate is based on the prevailing market yields of Government of India securities as at the balance sheet date for the estimated term of the obligations.		
(viii) The estimate of future salary increases considered, takes into account the inflation, seniority, promotion, increments and other relevant factors.		

Gratuity fund asset is managed by Life Insurance Corporation of India, there is no material risk that the Company would be unable to meet its gratuity liability. Also as the fund is set up as a trust, the money as a part of the trust will not flow back into the Company until the last employee of the trust is paid.

**Note on other risks:**

- Investment Risk** – The funds are invested by LIC / Kotak and they provide returns basis the prevalent bond yields, LIC on an annual basis requests for contributions to the fund, while the contribution requested may not be on the same interest rate as the bond yields provided, basis the past experience it is low risk.
- Interest Risk** – LIC does not provide market value of assets, rather maintains a running statement with interest rates declared annually – The fall in interest rate is not therefore offset by increase in value of Bonds, hence may pose a risk.
- Longevity Risk** – Since the gratuity payment happens at the retirement age of 60, longevity impact is very low at this age, hence this is a non-risk.
- Salary Risk** – The liability is calculated taking into account the salary increase, basis past experience of the Company's actual salary increases with the assumptions used, they are in line, hence this risk is low risk.

(₹ in crores)

	31 <sup>st</sup> March 2022	31 <sup>st</sup> March 2021
	Gratuity Funded	Gratuity Funded
<b>(i) Changes in Present value of Obligation</b>		
1 Present value of defined benefit obligation at the beginning of the year	101.16	87.57
2 Previous period adjustments	(0.54)	5.69
3 Current Service Cost	9.65	8.43
4 Interest Cost	6.33	5.35
5 Actuarial (Gains) / Loss arising from changes in		
- demographic assumption	-	-
- financial assumption	(2.67)	0.63
- experience adjustment	15.51	(0.67)
6 Benefits Paid	(9.18)	(5.88)
7 Acquisition under Business combination (refer Note 56)	-	0.04
<b>8 Present value of defined benefit obligation at the end of the year</b>	<b>120.26</b>	<b>101.16</b>
<b>(ii) Changes in Fair value of Plan Assets</b>		
1 Fair value of plan assets at the beginning of the year	98.05	85.74
2 Expected Return on Plan Assets	6.72	5.70
3 Actuarial Gain / (Loss)	0.72	(0.99)
4 Employer's Contributions	5.32	13.41
5 Benefits Paid	(6.53)	(5.88)
6 Benefits to be receivable from fund	(2.65)	-
7 Acquisition under Business combination (refer Note 56)	-	0.07
<b>8 Fair value of plan assets at the end of the year</b>	<b>101.63</b>	<b>98.05</b>

(₹ in crores)

	31 <sup>st</sup> March 2022	31 <sup>st</sup> March 2021
	Gratuity Funded	Gratuity Funded
<b>(iii) Net Benefit (Asset) / Liability</b>		
1 Defined benefit obligation	120.26	101.16
2 Fair value of plan assets	101.63	98.05
<b>3 Net Benefit (Asset) / Liability (refer Note 26)</b>	<b>18.63</b>	<b>3.11</b>
<b>(iv) Expenses recognised in the Statement of Profit and Loss</b>		
1 Current Service Cost	9.65	8.43
2 Interest cost on benefit obligation (net)	(0.39)	(0.35)
<b>3 Total Expenses recognized in the Statement of Profit and Loss</b>	<b>9.26</b>	<b>8.08</b>
<b>(v) Remeasurement Effects Recognised in Other Comprehensive Income for the year</b>		
1 Actuarial (Gains) / Loss arising from changes in		
- demographic assumption	-	-
- financial assumption	(2.67)	0.63
- experience adjustment	15.51	(0.67)
2 Return on plan asset	(0.72)	0.99
<b>3 Recognised in Other Comprehensive Income</b>	<b>12.12</b>	<b>0.95</b>
<b>(vi) Actual return on plan assets</b>	<b>4.85</b>	<b>4.71</b>

**(vii) Sensitivity Analysis**

Defined Benefit Obligation

**Discount Rate**

a Discount Rate - 100 basis points	129.04	108.00
b Discount Rate + 100 basis points	112.62	95.15

**Salary Increase Rate**

a Rate - 100 basis points	112.52	95.06
b Rate + 100 basis points	129.00	107.97

**Note on Sensitivity Analysis**

- Sensitivity analysis for each significant actuarial assumptions of the Company which are discount rate and salary assumptions as of the end of the reporting period, showing how the defined benefit obligation would have been affected by changes is called out in the table above.
- The method used to calculate the liability in these scenarios is by keeping all the other parameters and the data same as in the base liability calculation except for the parameters to be stressed.
- There is no change in the method from the previous period and the points / percentage by which the assumptions are stressed are same to that in the previous year.

<b>(viii) Expected Future Cashflows</b>		
Year 1	15.90	17.74
Year 2	18.92	10.24
Year 3	10.35	9.10
Year 4	10.46	8.43
Year 5	9.63	8.41
Year 6 to 10	52.63	41.67
<b>(ix) Average Expected Future Working Life (yrs)</b>	<b>11.16</b>	<b>11.15</b>



**46 Employee Stock Option Scheme****a) Details of Employee Share Options**

In the Annual General Meeting of the Company held on 24<sup>th</sup> July 2012, the shareholders approved the issue of 50,76,486 equity shares under the Scheme titled "Employee Stock Option Scheme 2012" (ESOS 2012). The Board approved Employees Stock Option Scheme covering 3,00,000 Stock options, in terms of the regulations of the Securities and Exchange Board of India. The ESOS 2012 allows the issue of options to Eligible employees of the Company. Each option comprises one underlying equity share. The exercise price of each option shall be ₹ 1/- per equity share. The options vest in the manner as specified in ESOS 2012. Options may be exercised within 5 years from the date of vesting.

ESOP 2016 covering grant of 45,00,000 options (including 2,50,000 Options to be granted to Eligible Employees / Directors of the subsidiary Companies) was approved by the shareholders through Postal Ballot on 2<sup>nd</sup> April 2016. Each option comprises one underlying equity share. The exercise price shall be ₹ 1/- per option or such other higher price as may be fixed by the Board or Committee. Options to be granted under the Plan shall vest not earlier than one year but not later than a maximum of six years from the date of grant of such options. In the case of Eligible Employee who has not completed 3 years of employment as on date of the grant of Options then the Options which are due for vesting before completion of 3 years as above, shall vest as on the completion of 3 years of employment in the Company by the Employee concerned or as may be approved by the Nomination and Remuneration Committee. Vested Options will have to be exercised within 3 years from the date of respective vesting.

The following share based payment arrangements were in existence during the current & prior years:

Option Series	Number	Grant date	Vesting date	Exercise price (₹)	Fair value at grant date (₹)
1 Granted on 8 <sup>th</sup> November 2017-ESOP 2016	28,750	08.11.2017	08.11.2018	1.00	734.15
	28,750	08.11.2017	08.11.2019	1.00	734.15
2 Granted on 11 <sup>th</sup> April 2018-ESOP 2016	4,150	11.04.2018	11.04.2019	1.00	976.94
	4,150	11.04.2018	11.04.2020	1.00	976.94
3 Granted on 30 <sup>th</sup> October 2018-ESOP 2016	1,33,200	30.10.2018	30.10.2019	1.00	931.19
	1,33,200	30.10.2018	30.10.2020	1.00	931.19
	1,500	30.10.2018	30.10.2019	1.00	924.50
	1,500	30.10.2018	30.10.2020	1.00	924.50
	2,000	30.10.2018	30.10.2021	1.00	924.50
4 Granted on 23 <sup>rd</sup> January 2019-ESOP 2016	3,000	23.01.2019	23.01.2022	1.00	1,112.48
	3,000	23.01.2019	23.01.2023	1.00	1,112.48
	4,000	23.01.2019	23.01.2024	1.00	1,112.48
	1,500	23.01.2019	29.01.2021	1.00	1,127.85
	1,500	23.01.2019	29.01.2022	1.00	1,127.85
	1,500	23.01.2019	01.02.2021	1.00	1,127.85
	1,500	23.01.2019	01.02.2022	1.00	1,127.85
5 Granted on 13 <sup>th</sup> May 2019-ESOP 2016	2,500	13.05.2019	13.05.2020	1.00	1,124.69
6 Granted on 29 <sup>th</sup> January 2020-ESOP 2016	4,000	29.01.2020	31.01.2021	1.00	1,449.90
	500	29.01.2020	31.01.2021	1.00	1,444.56
	500	29.01.2020	31.01.2021	1.00	1,444.56
	2,500	29.01.2020	18.11.2022	1.00	1,433.92
	2,500	29.01.2020	18.11.2023	1.00	1,433.92
7 Granted on 5 <sup>th</sup> August 2020-ESOP 2016	5,000	05.08.2020	05.08.2022	1.00	1,318.08
	5,000	05.08.2020	05.08.2023	1.00	1,318.08
	1,400	05.08.2020	05.08.2021	1.00	1,319.96
	1,050	05.08.2020	05.08.2022	1.00	1,319.96
	1,050	05.08.2020	05.08.2023	1.00	1,319.96
8 Granted on 4 <sup>th</sup> November 2020-ESOP 2016	15,245	04.11.2020	04.11.2021	1.00	1,536.91
	15,245	04.11.2020	04.11.2022	1.00	1,536.91
	1,17,500	04.11.2020	04.11.2021	1.00	1,536.91
	1,17,500	04.11.2020	04.11.2022	1.00	1,536.91

Option Series	Number	Grant date	Vesting date	Exercise price (₹)	Fair value at grant date (₹)
9 Granted on 9 <sup>th</sup> October 2021-ESOP 2016	25,000	09.10.2021	13.10.2022	1.00	2,422.93
	25,000	09.10.2021	13.10.2023	1.00	2,422.93
10 Granted on 9 <sup>th</sup> November 2021-ESOP 2016	2,775	09.11.2021	09.11.2023	1.00	2,345.77
	2,775	09.11.2021	09.11.2024	1.00	2,345.77
	3,700	09.11.2021	09.11.2025	1.00	2,345.77
	14,100	09.11.2021	09.11.2024	2,390.75	944.34
	14,100	09.11.2021	09.11.2025	2,390.75	944.34
11 Granted on 24 <sup>th</sup> January 2022-ESOP 2016	18,800	09.11.2021	09.11.2026	2,390.75	944.34
	1,000	24.01.2022	24.01.2024	1.00	2,667.05
	1,000	24.01.2022	24.01.2025	1.00	2,667.05
12 Granted on 11 <sup>th</sup> March 2022-ESOP 2016	800	11.03.2022	11.03.2023	1.00	2,325.81
	800	11.03.2022	11.03.2024	1.00	2,325.81
	900	11.03.2022	11.03.2025	1.00	2,325.81

**b) Fair value of share options granted**

The fair value of the stock options has been estimated using Black-Scholes / Binomial model which takes into account as of grant date the exercise price and expected life of the option, the current market price of underlying stock and its expected volatility, expected dividends on stock and the risk free interest rate for the expected term of the option.

Inputs into the model	Granted on 8 <sup>th</sup> November 2017-ESOP 2016	Granted on 11 <sup>th</sup> April 2018-ESOP 2016	Granted on 30 <sup>th</sup> October 2018-ESOP 2016	Granted on 23 <sup>rd</sup> January 2019-ESOP 2016		
Share price (on the date previous to grant date)	758.55	1,000.15	961.55	1,152.80	1,152.80	1,152.80
Exercise price	1.00	1.00	1.00	1.00	1.00	1.00
<b>Date of vesting (1)</b>	<b>08.11.2018</b>	<b>11.04.2019</b>	<b>30.10.2019</b>	<b>23.01.2022</b>	<b>29.01.2021</b>	<b>01.02.2021</b>
Dividend yield (%)	0.85	0.62	2.54	0.84	0.84	0.84
Option life (no. of years)	2.50	2.50	2.50	6.00	5.02	5.02
Risk free interest rate (%)	6.69	7.09	8.01	7.56	7.49	7.49
Expected volatility (%)	22.12	21.65	23.20	24.34	23.87	23.86
<b>Date of vesting (2)</b>	<b>08.11.2019</b>	<b>11.04.2020</b>	<b>30.10.2020</b>	<b>23.01.2023</b>	<b>29.01.2022</b>	<b>01.02.2022</b>
Dividend yield (%)	0.91	0.66	3.62	0.84	0.84	0.84
Option life (no. of years)	3.50	3.50	3.50	7.00	6.02	6.03
Risk free interest rate (%)	6.64	7.28	8.02	7.58	7.56	7.56
Expected volatility (%)	24.01	23.59	23.24	24.37	24.32	24.30
<b>Date of vesting (3)</b>	<b>-</b>	<b>-</b>	<b>30.10.2021</b>	<b>23.01.2024</b>	<b>-</b>	<b>-</b>
Dividend yield (%)	-	-	4.82	0.84	-	-
Option life (no. of years)	-	-	4.50	8.00	-	-
Risk free interest rate (%)	-	-	8.15	7.65	-	-
Expected volatility (%)	-	-	24.34	24.40	-	-

Inputs into the model	Granted on 13 <sup>th</sup> May 2019-ESOP 2016		Granted on 29 <sup>th</sup> January 2020-ESOP 2016		Granted on 05 <sup>th</sup> August 2020-ESOP 2016	
Share price (on the date previous to grant date)	1,154.45	1,461.60	1,461.60	1,461.60	1,342.80	1,342.80
Exercise price	1.00	1.00	1.00	1.00	1.00	1.00
<b>Date of vesting (1)</b>	<b>13.05.2020</b>	<b>31.01.2021</b>	<b>18.11.2022</b>	<b>31.01.2021</b>	<b>05.08.2022</b>	<b>05.08.2021</b>
Dividend yield (%)	0.84	0.74	0.74	0.74	0.72	0.72
Option life (no. of years)	2.50	4.01	5.80	4.01	5.00	4.00
Risk free interest rate (%)	7.03	6.15	6.39	6.15	5.13	4.89
Expected volatility (%)	23.06	23.69	24.49	23.69	25.39	22.94
<b>Date of vesting (2)</b>	-	-	<b>18.11.2023</b>	<b>31.01.2022</b>	<b>05.08.2023</b>	<b>05.08.2022</b>
Dividend yield (%)	-	-	0.74	0.74	0.72	0.72
Option life (no. of years)	-	-	6.80	5.01	6.00	5.00
Risk free interest rate (%)	-	-	6.43	6.39	5.62	5.13
Expected volatility (%)	-	-	24.56	23.76	25.95	25.39
<b>Date of vesting (3)</b>	-	-	-	-	-	<b>05.08.2023</b>
Dividend yield (%)	-	-	-	-	-	0.72
Option life (no. of years)	-	-	-	-	-	6.00
Risk free interest rate (%)	-	-	-	-	-	5.62
Expected volatility (%)	-	-	-	-	-	25.95

Inputs into the model	Granted on 04 <sup>th</sup> November 2020-ESOP 2016		Granted on 09 <sup>th</sup> October 2021-ESOP 2016		Granted on 09 <sup>th</sup> November 2021-ESOP 2016		Granted on 24 <sup>th</sup> January 2022-ESOP 2016		Granted on 11 <sup>th</sup> March 2022-ESOP 2016	
Share price (on the date previous to grant date)	1,565.60	2,441.60	2,382.30	2,382.30	2,700.60	2,349.90				
Exercise price	1.00	1.00	2,390.75	1.00	1.00	1.00				
<b>Date of vesting (1)</b>	<b>04.11.2021</b>	<b>13.10.2022</b>	<b>09.11.2024</b>	<b>09.11.2023</b>	<b>24.01.2024</b>	<b>11.03.2023</b>				
Dividend yield (%)	0.72	0.49	0.49	0.49	0.49	0.49				
Option life (no. of years)	4.01	4.00	6.00	5.00	5.00	4.00				
Risk free interest rate (%)	4.89	5.41	6.02	5.80	6.07	5.96				
Expected volatility (%)	23.17	23.70	23.19	23.19	23.20	24.60				
<b>Date of vesting (2)</b>	<b>04.11.2022</b>	<b>13.10.2023</b>	<b>09.11.2025</b>	<b>09.11.2024</b>	<b>24.01.2025</b>	<b>11.03.2024</b>				
Dividend yield (%)	0.72	0.49	0.49	0.49	0.49	0.49				
Option life (no. of years)	5.01	5.00	7.00	6.00	6.00	5.00				
Risk free interest rate (%)	5.13	5.82	6.23	6.02	6.31	6.17				
Expected volatility (%)	25.73	23.23	23.95	23.95	23.42	23.80				
<b>Date of vesting (3)</b>	-	-	<b>09.11.2026</b>	<b>09.11.2025</b>	-	<b>11.03.2025</b>				
Dividend yield (%)	-	-	0.49	0.49	-	0.49				
Option life (no. of years)	-	-	8.00	7.00	-	6.00				
Risk free interest rate (%)	-	-	6.25	6.23	-	6.47				
Expected volatility (%)	-	-	23.90	23.90	-	23.62				

## c) Movements in Share Options during the year

	During the year ended 31 <sup>st</sup> March 2022		During the year ended 31 <sup>st</sup> March 2021	
	Options (No.s)	Weighted average exercise price per option	Options (No.s)	Weighted average exercise price per option
<b>Option outstanding at the beginning of the year</b>				
- ESOP 2016	4,19,540	₹ 1	1,70,850	₹ 1
<b>Granted during the year</b>				
- ESOP 2016	1,10,750	₹ 1,015.16	2,78,990	₹ 1
Vested during the year - ESOP 2016*	1,35,130	₹ 1	1,39,300	₹ 1
Exercised during the year - ESOP 2016**	1,35,035	₹ 1	29,600	₹ 1
<b>Lapsed during the year***</b>				
- ESOP 2016	10,515	₹ 1	700	₹ 1
<b>Options outstanding at the end of the year</b>				
- ESOP 2016	3,84,740	₹ 1	4,19,540	₹ 1
<b>Options available for grant</b>				
- ESOS 2012	34,200	₹ 1	34,200	₹ 1
- ESOP 2016	37,34,975	₹ 1	38,35,210	₹ 1
The weighted average share price at the date of exercise for stock options exercised during the year		₹ 2,461.08		₹ 1,820.83
Range of exercise price for options outstanding at the end of the year		₹ 1 - ₹ 2,390.75		₹ 1

\* Includes NIL options (Previous year 400) vested by Eligible Employees of the Subsidiary Companies

\*\* Includes NIL options (Previous year 1,100) exercised by Eligible Employees of the Subsidiary Companies

\*\*\* Lapsed due to termination of employment with the Company

**47 Financial Instruments****(A) Capital Management**

The Company manages its capital to ensure that it will be able to continue as going concern while maximising the returns to stakeholders through the optimum utilisation of the equity balance. The capital structure of the Company consists of only equity of the Company. The Company is not subject to any externally imposed capital requirements.

**(B) Categories of financial instruments**

(₹ in crores)

	As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> March 2021
<b>Financial Assets</b>		
<b>Measured at fair value through profit or loss (FVTPL)</b>		
Investments in Mutual funds, Preference Shares and Bonds	203.23	332.49
Derivative assets towards Foreign Exchange Forward Contracts	0.44	0.09
<b>Measured at amortised cost</b>		
Trade Receivables	1,157.61	999.09
Cash and Cash Equivalents	116.49	109.81
Other Bank balances	2.82	2.56
Loans	22.68	21.07
Other Financial Assets	28.47	22.40
<b>Total Financial Assets</b>	<b>1,531.74</b>	<b>1,487.51</b>
<b>Financial Liabilities</b>		
<b>Measured at fair value through profit or loss (FVTPL)</b>		
Derivative liabilities towards Foreign Exchange Forward Contracts	0.60	0.64
<b>Measured at amortised cost</b>		
Borrowings	105.00	55.00
Trade Payables	850.76	793.82
Lease Liabilities	89.27	67.33
Other Financial Liabilities	713.78	913.43
<b>Total Financial Liabilities</b>	<b>1,759.41</b>	<b>1,830.22</b>

**(C) Financial risk management objectives**

The Company's Corporate Treasury function provides services to the business, co-ordinates access to domestic and international financial markets, monitors and manages the financial risks relating to the operations of the Company through internal risk reports which analyse exposures by degree and magnitude of risks. These risks include market risk, credit risk and liquidity risk. The Company undertakes transactions denominated in foreign currencies; consequently, exposures to exchange rate fluctuations arise. Exchange rate exposures are managed within approved policy parameters utilising foreign exchange forward contracts. Compliance with policies and exposure limits is a part of Internal Financial Controls. The Company does not enter into or trade in financial instruments, including derivative financial instruments, for speculative purposes. The Corporate Treasury function reports quarterly to the Company's risk management committee, an independent body that monitors risks and policies implemented to mitigate risk exposures.

**(D) Market risk**

The Company's activities expose it primarily to the financial risk of changes in foreign currency exchange rates (see note E below). The Company enters into foreign exchange forward contracts to manage its exposure to foreign currency risk of net imports.

**(E) Foreign currency risk management**

The carrying amounts of the Company's foreign currency denominated monetary assets and monetary liabilities at the end of the reporting period are as follows:

	Foreign Currency Exposure (in FC)		Foreign Currency Exposure (₹ in crores)	
	31 <sup>st</sup> March 2022	31 <sup>st</sup> March 2021	31 <sup>st</sup> March 2022	31 <sup>st</sup> March 2021
<b>Amounts recoverable / (advance) in foreign currency on account of the following:</b>				
EUR	8,97,400.36	10,81,550.68	7.58	9.31
USD	1,97,23,942.82	1,81,31,339.20	149.33	133.32
GBP	15,929.25	(9,350.00)	0.16	(0.09)
<b>Amounts (payable) / advance in foreign currency on account of the following:</b>				
AED	2,88,560.60	2,09,539.00	0.59	0.42
AUD	29,820.00	1,820.00	0.17	0.01
CHF	(13,780.80)	(51,054.78)	(0.11)	(0.40)
EUR	(3,51,950.45)	(9,74,428.65)	(2.97)	(8.39)
GBP	(17,10,559.56)	(9,79,835.82)	(16.98)	(9.89)
JPY	(1,14,28,300.00)	(1,00,47,800.00)	(0.71)	(0.67)
SGD	-	(1,54,359.69)	-	(0.84)
USD	(4,67,77,018.15)	(2,65,45,200.80)	(354.15)	(195.19)
ZAR	64,255.58	64,255.58	0.03	0.03

**(i) Foreign currency sensitivity analysis**

The Company is mainly exposed to the USD, EUR and GBP. The following table demonstrates the sensitivity to a 2% increase or decrease in the USD, EUR and GBP against INR with all other variables held constant. The sensitivity analysis is prepared on the net unhedged exposure of the Company as at the reporting date. 2% represents management assessment of reasonably possible changes in foreign exchange rates.

	USD impact	
	For the year ended 31 <sup>st</sup> March 2022	For the year ended 31 <sup>st</sup> March 2021
<b>Impact on profit or loss for the year (a)</b>	<b>(4.10)</b>	<b>(1.24)</b>
	EUR impact	
	For the year ended 31 <sup>st</sup> March 2022	For the year ended 31 <sup>st</sup> March 2021
<b>Impact on profit or loss for the year (b)</b>	<b>0.09</b>	<b>0.02</b>
	GBP impact	
	For the year ended 31 <sup>st</sup> March 2022	For the year ended 31 <sup>st</sup> March 2021
<b>Impact on profit or loss for the year (c)</b>	<b>(0.34)</b>	<b>(0.20)</b>

- (a) This is mainly attributable to the exposure of outstanding USD receivables and payables at the end of the reporting period.  
(b) This is mainly attributable to the exposure of outstanding EUR receivables and payables at the end of the reporting period.  
(c) This is mainly attributable to the exposure of outstanding GBP receivables and payables at the end of the reporting period.

In management's opinion, the sensitivity analysis is unrepresentative of the inherent foreign exchange risk because the exposure at the end of the reporting period does not reflect the exposure during the year.

**(ii) Foreign exchange forward contracts**

It is the policy of the Company to enter into foreign exchange forward contracts to cover foreign currency payments (net of receipts) in USD and EUR. The Company enters into contracts with terms upto 90 days. The Company's philosophy does not permit any speculative calls on the currency. It is driven by conservatism which guides that we follow conventional wisdom by use of Forward contracts in respect of Trade transactions.

Regulatory Requirements: The Company does alter its hedge strategy in relation to the prevailing regulatory framework and guidelines that may be issued by RBI, FEDAI or ISDA or other regulatory bodies from time to time.

Mode of taking Cover: Based on the outstanding details of import payable and export receivable (in weekly baskets) the net trade import exposure is arrived at (i.e. Imports – Exports = Net trade exposures). The net trade import exposure arrived at is netted off with the outstanding forward cover as on date and with the surplus foreign currency balance available in EEFC A/Cs. Forward cover is obtained from bank for each of the aggregated exposures and the Trade deal is booked. The forward cover deals are all backed by actual trade underlines and settlement of these contracts on maturity are by actual delivery of the hedged currency for settling the underline hedged trade transaction.

The following table details the foreign exchange forward contracts outstanding at the end of the reporting period

Outstanding contracts	Average exchange rates (₹)		Foreign Currency	
	31 <sup>st</sup> March 2022	31 <sup>st</sup> March 2021	31 <sup>st</sup> March 2022	31 <sup>st</sup> March 2021
USD - Buy	76.07	74.48	3,23,26,444.10	1,41,21,844.00

(₹ in crores)

Outstanding contracts	Nominal Amounts		Fair value assets/ (liabilities)	
	31 <sup>st</sup> March 2022	31 <sup>st</sup> March 2021	31 <sup>st</sup> March 2022	31 <sup>st</sup> March 2021
USD - Buy	246.06	104.33	(0.16)	(0.55)

The line-items in the financial statements that include the above hedging instruments are "Other Financial Assets" of ₹ 0.44 crores (₹ 0.09 crores as at 31<sup>st</sup> March 2021) and "Other Financial Liabilities" of ₹ 0.60 crores (Rs 0.64 crores as at 31<sup>st</sup> March 2021) (refer Note: 13 and 24 respectively).

The aggregate amount of profit under foreign exchange forward contracts recognised in the Statement of Profit and Loss is ₹ 0.14 crores (loss of ₹ 2.49 crores as at 31<sup>st</sup> March 2021).

**(F) Credit risk management**

Credit risk refers to risk that a counterparty will default on its contractual obligations resulting in financial loss to the Company. Credit risk arises primarily from financial assets such as trade receivables, investment in mutual funds, derivative financial instruments, other balances with banks, loans and other receivables.

The Company has adopted a policy of only dealing with counterparties that have sufficiently high credit rating. The Company's exposure and credit ratings of its counterparties are continuously monitored and the aggregate value of transactions is reasonably spread amongst the counterparties.

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

**(G) Liquidity risk management**

Liquidity risk is the risk that the Company will encounter difficulty in raising funds to meet commitments associated with financial instruments that are settled by delivering cash or another financial asset. Liquidity risk may result from an inability to sell a financial asset quickly at close to its fair value.

The Company has an established liquidity risk management framework for managing its short term, medium term and long term funding and liquidity management requirements. The Company's exposure to liquidity risk arises primarily from mismatches of the maturities of financial assets and liabilities. The Company manages the liquidity risk by maintaining adequate funds in Cash and Cash Equivalents. The Company also has adequate credit facilities agreed with banks to ensure that there is sufficient cash to meet all its normal operating commitments in a timely and cost-effective manner.

**(i) Liquidity risk tables**

The following tables detail the Company's remaining contractual maturity for its non-derivative and derivative financial liabilities with agreed repayment periods. The tables have been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the Company will be liable to pay.

The tables include both interest and principal cash flows. To the extent that interest flows are floating rate, the undiscounted amount is derived from interest rate curves at the end of the reporting period.

	(₹ in crores)				
	Less than 1 year	1-5 years	More than 5 years	Total	Carrying Amount
<b>As at 31<sup>st</sup> March 2022</b>					
<b>Variable interest rate instruments</b>					
- Borrowings	105.00	-	-	105.00	105.00
<b>Non-interest bearing</b>					
- Trade Payables	850.76	-	-	850.76	850.76
- Other Financial Liabilities	538.56	19.94	-	558.50	558.50
	1,389.32	19.94	-	1,409.26	1,409.26
- Lease Liabilities (undiscounted)	31.74	67.97	8.39	108.10	89.27
<b>Fixed interest rate instruments</b>					
- Trade/ Security Deposit received	155.28	-	-	155.28	155.28
<b>Derivative liabilities towards foreign exchange forward contracts</b>	0.60	-	-	0.60	0.60
<b>Financial guarantee contracts</b>	102.34	-	-	102.34	-
<b>As at 31<sup>st</sup> March 2021</b>					
<b>Variable interest rate instruments</b>					
- Borrowings	55.00	-	-	55.00	55.00
<b>Non-interest bearing</b>					
- Trade Payables	793.82	-	-	793.82	793.82
- Other Financial Liabilities	765.98	13.63	-	779.61	779.61
	1,559.80	13.63	-	1,573.43	1,573.43
- Lease Liabilities (undiscounted)	23.80	49.30	11.86	84.96	67.33
<b>Fixed interest rate instruments</b>					
- Trade/ Security Deposit received	133.82	-	-	133.82	133.82
<b>Derivative liabilities towards foreign exchange forward contracts</b>	0.64	-	-	0.64	0.64
<b>Financial guarantee contracts</b>	92.03	-	-	92.03	-

**(H) Fair value measurements**

This note provides information about how the Company determines fair values of various financial assets and financial liabilities.

**(i) Fair value of the Company's financial assets and financial liabilities that are measured at fair value on a recurring basis**

Some of the Company's financial assets and financial liabilities are measured at fair value at the end of each reporting period.

The following table gives information about how the fair values of these financial assets and financial liabilities are determined (in particular, the valuation technique(s) and inputs used).

Financial Assets/ Financial Liabilities	Fair value		Fair value hierarchy	Valuation technique(s) and key input(s)
	As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> March 2021		
1 Investment in Mutual Fund, Preference Shares and Bonds	<b>Various listed funds - aggregate fair value of ₹ 191.60 crores</b>	Various listed funds - aggregate fair value of ₹ 329.00 crores	Level 1	Quoted bid prices in active market
2 Derivative assets and liabilities towards foreign currency forward contracts, Alternate Investment Funds	<b>Assets - ₹ 0.44 crores Liabilities - ₹ 0.60 crores Investment funds - aggregate fair value of ₹ 11.64 crores</b>	Assets - ₹ 0.09 crores Liabilities - ₹ 0.64 crores Investment funds - aggregate fair value of ₹ 3.49 crores	Level 2	Mark to market values acquired from banks / financial institution, with whom the Company contracts.

**(ii) Financial instruments measured at amortised cost**

The carrying amount of financial assets and financial liabilities measured at amortised cost in the financial statements are a reasonable approximation of their fair values since the Company does not anticipate that the carrying amounts would be significantly different from the values that would eventually be received or settled.

(₹ in crores)

48 Taxes				
1 Deferred Tax				
		As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> March 2021	
Deferred Tax Assets		(30.68)	(27.21)	
Deferred Tax Liabilities		101.41	103.07	
<b>TOTAL</b>		<b>70.73</b>	<b>75.86</b>	
a 2021 - 2022				
Deferred Tax (Assets) / Liabilities in relation to:				
	Opening Balance	Recognised in Profit or loss	Recognised in Other Comprehensive Income	Closing balance
Property, Plant and Equipment	18.96	0.91	-	19.87
Intangible Assets	77.35	-	-	77.35
FVTPL Financial Assets	6.75	(2.56)	-	4.19
Allowance for doubtful debts	(8.75)	(0.41)	-	(9.16)
Provision for Employee Benefits	(14.22)	0.13	(3.05)	(17.14)
Share issue and buy-back costs	(1.78)	0.67	-	(1.11)
Others	(2.45)	(0.82)	-	(3.27)
<b>TOTAL</b>	<b>75.86</b>	<b>(2.08)</b>	<b>(3.05)</b>	<b>70.73</b>
b 2020 - 2021				
Deferred Tax (Assets) / Liabilities in relation to:				
Property, Plant and Equipment	18.08	0.88	-	18.96
Intangible Assets	73.07	4.28	-	77.35
FVTPL Financial Assets	4.23	2.52	-	6.75
Allowance for doubtful debts	(7.81)	(0.94)	-	(8.75)
Provision for Employee Benefits	(12.33)	(1.65)	(0.24)	(14.22)
Share issue and buy-back costs	1.48	(3.26)	-	(1.78)
Others	(0.75)	(1.71)	-	(2.45)
<b>TOTAL</b>	<b>75.97</b>	<b>0.12</b>	<b>(0.24)</b>	<b>75.86</b>
2 Income Taxes				
a Income Tax recognised in Statement of Profit and Loss				
		For the year ended 31 <sup>st</sup> March 2022	For the year ended 31 <sup>st</sup> March 2021	
<b>Current Tax</b>				
In respect of the current year		360.95	375.05	
<b>TOTAL</b>		<b>360.95</b>	<b>375.05</b>	
<b>Deferred Tax</b>				
In respect of the current year		(2.08)	0.12	
<b>TOTAL</b>		<b>(2.08)</b>	<b>0.12</b>	
<b>Income Tax expense recognised in the Statement of Profit and Loss</b>		<b>358.87</b>	<b>375.17</b>	

(₹ in crores)

b The Income Tax expense for the year can be reconciled to the accounting profit as follows:		
	For the year ended 31 <sup>st</sup> March 2022	For the year ended 31 <sup>st</sup> March 2021
<b>Profit Before Tax</b>	<b>1,627.49</b>	<b>1,456.63</b>
Income Tax Rate (%)*	25.17	25.17
Income Tax expense	409.61	366.60
Effect of income that is exempt from taxation	(1.92)	(2.06)
Effect of expenses that are not deductible in determining taxable profit	6.59	9.50
Effect of concessions (80M & Deduction for Capital Expenditure u/s 35(iv))	(50.69)	-
Effect of lower rate of tax	(0.70)	-
Others	(4.02)	1.13
<b>Income tax expense recognised in the Statement of Profit and Loss</b>	<b>358.87</b>	<b>375.17</b>

\* The Tax rate used for the above reconciliation is the corporate tax rate of 25.168% (25.168% for the year ended 31<sup>st</sup> March 2021) payable by corporate entities in India on taxable profits under Indian Tax Law.

c Income Tax recognised in Other Comprehensive Income		
	For the year ended 31 <sup>st</sup> March 2022	For the year ended 31 <sup>st</sup> March 2021
<b>Tax arising on income and expenses recognised in Other Comprehensive Income:</b>		
Re-measurement of Defined Benefit Obligation	3.05	0.24
<b>Income Tax recognised in Other Comprehensive Income</b>	<b>3.05</b>	<b>0.24</b>

49 Research & Development Expenditure		
	For the year ended 31 <sup>st</sup> March 2022	For the year ended 31 <sup>st</sup> March 2021
Capital expenditure included in Property, Plant and Equipment	5.26	1.05
Revenue expenditure charged to Statement of Profit and Loss	79.01	71.86
<b>TOTAL</b>	<b>84.27</b>	<b>72.91</b>

50 Disclosures required under Section 22 of Micro, Small and Medium Enterprise Development Act, 2006		
	For the year ended 31 <sup>st</sup> March 2022	For the year ended 31 <sup>st</sup> March 2021
(i) Principal amount remaining unpaid to any supplier as at the end of the accounting year	58.88	67.04
(ii) Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	-	-
(iii) The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day	-	-
(iv) The amount of interest due and payable for the year	-	-
(v) The amount of interest accrued and remaining unpaid at the end of the accounting year	-	-
(vi) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid	-	-
<b>TOTAL</b>	<b>58.88</b>	<b>67.04</b>

The above information regarding dues to Micro and Small Enterprises has been determined to the extent such parties have been identified on the basis of information collected by the Company. This has been relied upon by the auditors.

(₹ in crores)

51 Lease		
Impact of Ind AS 116 on the Statement of Profit and Loss :		
	For the year ended 31 <sup>st</sup> March 2022	For the year ended 31 <sup>st</sup> March 2021
Interest on lease liabilities (refer Note 35)	6.75	5.46
Depreciation of Right-of-use assets (refer Note 36)	29.32	26.55
Deferred tax (credit)	(0.46)	(0.86)
<b>Impact on the Statement of Profit and Loss</b>	<b>35.61</b>	<b>31.15</b>
Expenses related to short term lease incurred during the year (refer Note 37)	16.47	13.34

## 52 Corporate Social Responsibility Expenses

As per Section 135 of the Companies Act, 2013, a Company, meeting the applicability threshold, needs to spend at least 2% of its average net profit for the immediately preceding three financial years on corporate social responsibility (CSR) activities. The areas for CSR activities are eradication of hunger and malnutrition, promoting education, art and culture, healthcare, destitute care and rehabilitation, environment sustainability, disaster relief and rural development projects. A CSR committee has been formed by the Company as per the Act. The funds were primarily allocated to a corpus and utilized through the year on these activities which are specified in Schedule VII of the Companies Act, 2013.

	As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> March 2021
a. amount required to be spent by the Company during the year	27.19	25.88
b. amount of expenditure incurred	23.52	27.70
c. shortfall/(excess) at the end of the year (a-b)	3.67*	(1.82)
d. total of previous years gain	(1.82)	-
e. reason for shortfall	Pertains to ongoing projects	Not applicable
f. details of related party transactions	Not applicable	Not applicable
g. where a provision is made with respect to a liability incurred by entering into a contractual obligation	Not applicable	Not applicable

\*The unspent amount of ₹ 1.85 crores will be transferred to unspent CSR account within 30 days from the end of the financial year, in accordance with the Companies Act, 2013 read with the CSR Amendment Rules

## Nature of CSR activities

- To promote, carry out, support activities relating to: Education and Training including in Science and Technology, Humanities etc; Healthcare; Welfare of Children, Women, Senior Citizens, and Differently Abled Persons; Employment enhancing Vocational skills; Sanitation; Water management; Agriculture; Horticulture; Milk and Animal Health; promotion of Farmer Producer Organisation; Swachtha Initiative; promotion of Culture; Art & Craft; Conservation of Natural Resources; Promotion and development of traditional Arts & Handicrafts, Khadi and Handloom; Employment Generation and Government Scheme System; Environment Sustainability; Science & Technology; Rural Development; Animal Welfare; welfare and development measures towards reducing inequalities faced by Socially and Economically Backward groups; and such activities may include establishing, supporting and / or granting aid to institutions engaged in any of the activities referred to above.
- To conduct and support studies & research; publish and support literature, publications & promotion material; conduct and support discussions, lectures, workshops & seminars in any of the areas covered above.
- To promote, carry out, support any activities covered in Schedule VII to the Companies Act, 2013, as amended from time to time.

## 53 Other Information

- During previous year, the Company had acquired 70% stake in equity shares of Tenax Pidilite India Pvt Ltd ("Tenax") (formerly know as Tenax India Stone Products Pvt Ltd) from Tenax SPA Italy (Tenax Italy) thereby making Tenax a subsidiary of the Company on 28<sup>th</sup> May 2020. Accordingly, a liability towards acquisition (refer Note 24) had been recognised in this financial statement amounting to ₹ 15.94 crores which was paid in current year based on preconditions mentioned in the agreement.
- During previous year, the Company had acquired 100% stake in Pidilite Adhesive Private Limited (PAPL) (formerly known as Huntsman Advanced Materials Solutions Private Limited) from Huntsman Group and thereby making subsidiary of the company on 3<sup>rd</sup> November 2020. Huntsman Group is a leading global producer of differentiated organic chemical products. PAPL manufactures and sells Adhesives, Sealants and other products under well-known brands such as Araldite, Araldite Carpenter and Araseal. Huntsman group had been paid approximately 90% of the cash consideration at closing and balance approximately 10% under an earnout within 18 months if the business achieves sales revenue in-line with 2019. Accordingly, a liability towards acquisition (refer Note 24) had been recognised in the financial statement in previous year amounting to ₹ 208.31 crores which was paid in current year.
- During the financial year 2017-18, 70% shareholding in Cipy Polyurethanes Pvt Ltd (CIPY) was acquired by entering into a share purchase agreement. Pursuant to share purchase agreement, the Company had an option to purchase and the seller had an option to sell balance 30% of equity share capital of CIPY on or after expiry of 3 years from acquisition date. Accordingly, an investment of ₹ 34.60 crores was accounted in the books with corresponding derivative liability (Net) in financial year 2017-18. During previous year, seller has exercised the option to sell the balance 30% stake on 6<sup>th</sup> January 2021. A liability towards acquisition (refer Note 24) had been recognised in this financial statement amounting to ₹ 4.25 crores which will be paid once the preconditions mentioned in the agreement are met. During current year additional investment of ₹ 48 crores was recorded on transfer of balance shares.
- Madhumala Ventures Pvt Ltd (Formerly known as Madhumala Traders Pvt Ltd) (Madhumala), a wholly owned subsidiary of the Company:
  - invested an amount of ₹ 15.37 crores in current year (₹ 3.00 crores in previous year) in the Aapkapainter Solutions Private Limited (Aapkapainter). The company is engaged in providing painting and waterproofing solutions to retail consumer.
  - invested an amount of ₹ 19.15 crores in previous year in the Home Interior Désigns E.Commerce Private Limited (Livspace) by subscription to Compulsory Convertible Non-Cumulative Preference Shares. Livspace is leading home design and renovation platform of India and Southeast Asia.
  - invested an amount of ₹ 1.50 crores in current year (₹ 71.48 crores in previous year) in the Pepperfry Private Limited (formerly known as M/s. Trendsutra Platform Services Private Limited) by subscription to Non Cumulative Compulsory Convertible Debentures/Compulsory Convertible Non-Cumulative Preference Shares. Pepperfry is an online furniture chain in India.
  - invested an amount of ₹ 18.45 crores in current year (₹ 49.00 crores in previous year) in the Homevista Décor & Furnishings Pvt Ltd (HomeLane) by subscription to Equity and Compulsory Convertible Cumulative Preference Shares. HomeLane is a fast growing home interiors company backed by strong tech-stack and presence in 7 cities with 16 experience centers in India.
  - invested an amount of ₹ 1.57 crores in current year in the Conrobot Robotics Pvt Ltd by subscription to Equity Shares. The company is engaged in the business of research and development, designing, manufacturing, trading and dealing in robotic equipments etc.
  - invested an amount of ₹ 3.75 crores in current year in the Kaarwan Eduventures Private Limited by subscription to Cumulative Compulsory Convertible Preference Shares. The company is engaged in the business of Architecture, Interior and General Designing etc.
  - invested an amount of ₹ 2.00 crores in current year in the Finemake Technologies Private Limited by subscription to Preference Shares. The company is engaged in business of providing interior designing services.
  - invested an amount of ₹ 10,000 in current year in the Climacrew Private Limited by subscription to Equity Shares. The company is engaged in the business of supply of seaweed and seaweed products.

- e) During the year, the Company has invested an amount of ₹ 1.21 crores in "Pidilite C-Techos Walling Limited" (PCWL) by subscription to Equity Shares.
- f) During the year, ICA Pidilite Private Limited, subsidiary of the Company made buy back of shares from all shareholder. The company has recognised profit on buyback on shares from subsidiary amounting to ₹ 1.11 crores (refer Note 31).
- g) During the current year, the Company had paid Dividend of ₹ 8.50 per equity share of ₹ 1 each for the financial year 2020-21.
- h) The Company has taken into account external and internal information for assessing possible impact of COVID-19 on various element of its financial statements, including recoverability of its assets.
- i) During the year, on completion of winding up procedures, Pidilite Grupo Puma Private Limited (w.e.f. 27<sup>th</sup> October 2021) and Pidilite C-Techos Private Limited (w.e.f. 1<sup>st</sup> February 2022) were struck off by Registrar of Companies.
- j) The Company has not received any funds from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- k) Previous year figures have been regrouped/reclassified to make them comparable with those of current year, wherever applicable.

#### 54 Events after reporting period

- a) During the year, the Company has filed two merger applications with National Company Law Tribunal (NCLT) with respect to merger of its wholly owned subsidiaries namely Pidilite Adhesives Pvt Ltd (PAPL) and Cipy Polyurethanes Pvt Ltd (CIPY). Consequent to the filing of NCLT orders approving the mergers with Registrar of Companies, mergers have become effective from Appointed date 1<sup>st</sup> April 2022. As a result of merger being an event happening after balance sheet date, no effect of merger given in the financial statements.
- b) Proposed dividend of ₹ 10.00 per Equity Share of ₹ 1 each recommended by the Board of Directors at its meeting held on 18<sup>th</sup> May 2022. The proposed dividend is subject to approval at the ensuing Annual General Meeting of the Company and hence is not recognised as a liability.

55 Key Financial Ratios					
Ratios	Numerator	Denominator	As at 31 <sup>st</sup> March 2022	As at 31 <sup>st</sup> March 2021	% change
Current Ratio	Current Assets	Current Liabilities	1.67	1.29	29.3% #
Debt-Equity Ratio	Borrowings	Total Equity	0.02	0.01	65.5% *
Debt Service Coverage Ratio	EBITDA @	Interest on borrowings	126.83	351.43	(63.9%) *
Return on Equity Ratio	Profit After Tax (PAT)	Average Total Equity	21.18%	21.60%	(1.9%)
Inventory turnover ratio	COGS \$	Average Inventory	3.91	3.30	18.6%
Trade Receivables turnover ratio	Sale of Products	Average Trade Receivable	7.70	6.90	11.5%
Trade payables turnover ratio	COGS \$	Average Trade Payables	5.59	4.40	27.1% **
Net capital turnover ratio	Sale of Products	Working Capital (Current Assets - Current Liabilities)	6.93	11.42	(39.3%) #
Net profit ratio	Profit Before Tax (PBT)	Sale of Products	19.61%	23.60%	(16.9%)
Return on Capital employed	Profit Before Interest and Tax (PBIT)	Average Capital Employed ~	26.93%	28.81%	(6.5%)
Return on investment:					
Return on Mutual Fund	Income during the year	time weighted average of investments ***	4.42%	5.42%	(18.5%)
Return on Fixed Deposit			3.27%	3.05%	7.2%
#	on account of increase in inventory and receivable balances				
*	on account of higher working capital loan utilisation in current year				
**	on account of input cost inflation				
@	EBITDA = Profit Before Tax before exceptional items (PBT) + Finance cost + Depreciation - Other income + Net Loss on Foreign Currency Transactions and Translation				
\$	COGS = Cost of Materials Consumed + Purchases of Stock-in-Trade + Changes in inventories of Finished Goods				
~	Capital Employed = Total Equity + Borrowings + Deferred Tax Liability				
***	Investment excludes long term investments in subsidiaries				

56 Business Combination					
1 Partnership Firm merged					
Financial Year	Name of Firm	Principal activity	Date of acquisition	Proportion of voting equity interests acquired (%)	Consideration transferred (₹ in crores)
During 2020-21	Nitin Enterprises	Production of sealants	31 <sup>st</sup> March 2021	100%	17.30
(₹ in crores)					
2 Consideration transferred					
Cash					8.50
Consideration Payable					8.80
<b>TOTAL (A)</b>					<b>17.30</b>
<p>The Board of Directors at its meeting held on 29<sup>th</sup> January 2020 had approved a restructuring proposal whereby the Company shall, for operational convenience and synergies, acquire the business of wholly owned entity, Nitin Enterprises (a partnership firm having two partners which are wholly owned subsidiaries of the Company) on a slump sale basis for a cash consideration. The Company had completed the acquisition of the business of wholly owned entity, Nitin Enterprises on 31<sup>st</sup> March 2021. During previous year, the Company had made an advance payment of ₹ 8.50 crores to the seller and balance liability towards acquisition has been paid in current year amounting to ₹ 8.80 crores.</p>					
(₹ in crores)					
3 Identifiable assets acquired and liabilities assumed and capital reserve arising on date of acquisition					
Property, Plant and Equipment					11.53
Capital Work-in-Progress					0.13
Intangible Assets					
Goodwill					0.23
Right of Use Assets					0.45
Other Financial Assets - Non-Current					2.05
Other Non-Current Assets					4.17
Inventories					4.98
Trade Receivables					0.91
Cash and Cash Equivalents					4.87
Other Current Assets					0.58
<b>Total Assets Acquired (B)</b>					<b>29.90</b>
Provisions - Non-Current					0.02
Trade Payables					8.14
Other Financial Liabilities - Current					6.13
Other Current Liabilities					0.03
<b>Total Liabilities taken over (C)</b>					<b>14.32</b>
<b>Net Assets Acquired (D) = (B) - (C)</b>					<b>15.58</b>
<b>Capital Reserve (E) = (A) - (D)</b>					<b>1.72</b>

The gross contractual amounts and the fair value of trade and other receivables acquired was ₹ 0.91 crores. None of the trade and other receivables were credit impaired and it is expected that the full contractual amounts will be recoverable.

Total Capital Reserve on acquisition was ₹ 1.72 crores. The Capital Reserve on acquisition can be attributable to skilled employees, expected synergies from acquisition and other intangible assets that can not be identified separately.

Nitin Enterprises contributed ₹ NIL towards revenue from operations and Company's results. If the acquisition had occurred on 1<sup>st</sup> April 2020, revenue from operations would have been higher by ₹ 40.77 crores and profit would have been lower by ₹ 2.00 crores for the year ended 31<sup>st</sup> March 2021. In determining these amounts, it is assumed that the fair value adjustments, that arose on date of acquisition would have been same if the acquisition had occurred on 1<sup>st</sup> April 2020.

### 57 Approval of financial statement

The financial statements are approved for issue by the Audit Committee and by the Board of Directors at their respective meetings held on 18<sup>th</sup> May 2022.

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

**BHARAT PURI**  
Managing Director  
DIN: 02173566

**M B PAREKH**  
Executive Chairman  
DIN: 00180955

**MANISHA SHETTY**  
Company Secretary

Place: Mumbai  
Date: 18<sup>th</sup> May 2022