

Suresh Surana & Associates LLP

Chartered Accountants
308-309, A wing,
Technopolis Knowledge Park,
Mahakali Caves Road,
Andheri (East), Mumbai- 400 093.
Maharashtra, India.

Bagaria & Co LLP

Chartered Accountants
701 Stanford, S V Road,
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Maharashtra, India.

Independent Auditors' Review Report on Unaudited Standalone Financial Results for the Quarter ended 30 June, 2024 of Piramal Enterprises Limited pursuant to the Regulation 33 and Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended.

Review report to

**The Board of Directors of
Piramal Enterprises Limited**

1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of Piramal Enterprises Limited ("the Company") for the quarter ended 30 June, 2024 attached herewith (the "Statement") being submitted by the Company pursuant to the requirements of Regulation 33 and Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").
2. This Statement which is the responsibility of the Company's management and approved by the Company's Board of Directors has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 ("Ind AS 34") "Interim Financial Reporting" prescribed under Section 133 of the Companies Act 2013 ("the Act") as amended, read with relevant rules issued thereunder, the circulars, guidelines and directions issued by the Reserve Bank of India ("the RBI") from time to time ("the RBI guidelines") and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under Section 143(10) of the Act and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Based on our review conducted and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the aforesaid Indian Accounting Standards specified under Section 133 of the Act, as amended read with relevant rules issued thereunder and other recognised accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Regulation 33 and Regulation 52 of listing Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Suresh Surana & Associates LLP**Chartered Accountants**

Firm Reg. No. 121750W /W-100010


Santosh Maller

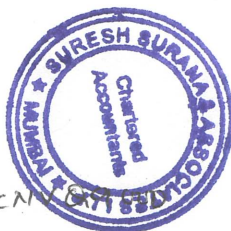
Partner

Membership No.: 143824

UDIN: 24143824 BkCNYG71881005

Place: Mumbai

Date: 13 August, 2024

**For Bagaria & Co. LLP****Chartered Accountants**

Firm Reg No: 113447W / W-100019


Rahul Bagaria

Partner

Membership No.: 145377

UDIN: 24145377 BkHXYG8595

Place: Mumbai

Date: 13 August, 2024



Piramal Enterprises Limited
Statement Of Unaudited Standalone Financial Results for the Quarter Ended 30th June, 2024

| Particulars | Quarter ended | | | (₹ in Crores) |
|--|---------------------------|-------------------------------|---------------------------|---------------------------------------|
| | 30.06.2024 (Unaudited) | 31.03.2024 (Refer Note 12) | 30.06.2023 (Unaudited) | Year ended 31.03.2024 (Audited) |
| Revenue from operations | | | | |
| Interest income | 489.72 | 467.04 | 371.78 | 1,735.53 |
| Dividend income | 0.02 | 62.53 | 76.20 | 161.30 |
| Fees and commission income | 11.07 | 0.03 | 0.58 | 2.01 |
| Net gain on fair value changes (Refer Note 2 (c) & 3) | - | 16.66 | 689.08 | 887.39 |
| Other operating income (Refer Note 2(a) & (b)) | 44.39 | 874.47 | 12.75 | 948.07 |
| Revenue from operations | 545.20 | 1,420.73 | 1,150.39 | 3,734.30 |
| Other income | 11.43 | 12.96 | 7.96 | 90.91 |
| Total income | 556.63 | 1,433.69 | 1,158.35 | 3,825.21 |
| Expenses | | | | |
| Finance cost | 197.01 | 204.99 | 201.40 | 745.16 |
| Fees and commission expenses | 1.88 | (0.96) | 1.15 | 10.55 |
| Net loss on fair value changes | 114.89 | - | - | - |
| Net loss on derecognition of financial instruments under amortised cost category | 263.41 | 104.76 | 127.07 | 1,048.26 |
| Impairment allowances / (reversals) on financial instruments (Refer Note 3 & 7) | (399.06) | 419.32 | (8.07) | 43.05 |
| Employee benefits expenses | 46.09 | 34.47 | 33.84 | 153.91 |
| Depreciation, amortisation and impairment (Refer Note 6) | 4.39 | 665.39 | 2.41 | 672.63 |
| Other expenses (Refer Note 3) | 44.27 | 79.11 | 71.52 | 249.91 |
| Total expenses | 272.88 | 1,507.08 | 429.32 | 2,923.47 |
| Profit / (loss) before exceptional items and tax | 283.75 | (73.39) | 729.03 | 901.74 |
| Exceptional gain/(loss) (Refer Note 5) | 12.06 | 1,311.88 | - | (365.00) |
| Profit / (loss) before tax | 295.81 | 1,238.49 | 729.03 | 536.74 |
| Tax expense | | | | |
| Current tax | 0.65 | 49.31 | 74.56 | 52.00 |
| Tax adjustment of earlier years | - | - | - | 2.31 |
| Deferred tax (credit)/charge | 67.09 | 235.64 | 77.43 | 8.38 |
| Profit / (loss) for the period / year | 67.74 | 284.95 | 151.99 | 62.69 |
| Other comprehensive income | 228.07 | 953.54 | 577.04 | 474.05 |
| (A) Items that will not be reclassified to profit or loss | | | | |
| Changes in fair values of equity instruments through Other comprehensive income | 6.75 | - | (6.91) | (6.91) |
| Remeasurement of the defined benefit plan | - | 0.33 | - | (3.19) |
| Income tax relating to items that will not be reclassified to profit or loss | (1.54) | 0.06 | (12.84) | (12.04) |
| (B) Items that will be reclassified to profit or loss | | | | |
| Changes in fair values of debt instruments through Other comprehensive income | - | (0.16) | 0.61 | - |
| Remeasurement gain/(loss) on hedge accounting | (0.02) | 0.66 | - | 0.20 |
| Income tax relating to items that will be reclassified to profit or loss | 0.00 | (0.02) | - | (0.05) |
| Total other comprehensive income net of tax | 5.19 | 0.87 | (19.14) | (21.99) |
| Total comprehensive income for the period / year | 233.26 | 954.41 | 557.90 | 452.06 |
| Paid-up Equity Share Capital (Face Value of ₹ 2/-each) | 45.10 | 44.93 | 47.73 | 44.93 |
| Other Equity | - | - | - | 21,546.63 |
| Earning per share | | | | |
| Basic (₹) | not annualised | not annualised | not annualised | 20.50 |
| Diluted (₹) | 10.14 | 42.44 | 24.18 | 20.50 |
| | 10.04 | 42.11 | 24.10 | 20.35 |


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Piramal Enterprises Limited

Piramal Ananta, Agastya Corporate Park, Opp. Fire Brigade, Kamani Junction, LBS Marg,
Kurla (West), Mumbai - 400 070 | CIN: L24110MH1947PLC005719

www.piramal.com

Statement Of Unaudited Standalone Financial Results for the Quarter Ended 30th June, 2024

- 1 The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors of Piramal Enterprises Limited ("the Company") in its meeting held on 13th August, 2024 and subjected to limited review by joint statutory auditors, pursuant to Regulation 33 and Regulation 52 of the Securities Exchange Board of India ('SEBI') (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended. The financial results of the Company have been prepared in accordance with Indian Accounting Standards prescribed under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time and other recognised accounting practices generally accepted in India along with the circulars, guidelines and direction issued by the Reserve Bank of India (RBI) from time to time.

These financial results are available on the website of the Company (www.piramalenterprises.com) and on the website of BSE limited (www.bseindia.com) and National Stock Exchange of India limited (www.nseindia.com)

- 2 (a) Other operating income mainly includes profit on sale of Investments and recoveries made against loans / investments which were written off earlier.
- (b) During the quarter ended 31st March, 2024, the Company had sold its entire stake in Shriram Investment Holdings Pvt Ltd. for a net consideration of ₹ 1,439.89 Crores resulting in profit of ₹ 870.69 Crores which has been recorded under "Other Operating Income".
- (c) Further, during the quarter ended 30th June, 2023, the Company had sold its entire stake in Shriram Finance Limited, which was classified as FVTPL investments, for a net consideration of ₹ 4,788.58 Crores resulting in profit of ₹ 854.68 Crores which has been recorded under "Net gain / (loss) on fair value changes".
- 3 Based on review of internal and external factors, the management has reassessed the assumptions, strategy and business model pertaining to its overall exposure in Real Estate fund management business. Accordingly, the Company had recognised impairment loss / FVTPL loss / expected credit loss aggregating to ₹ 259.82 Crores during the year ended 31st March, 2024.
- 4 All the secured non-convertible debentures of the Company are fully secured by way of first pari-passu charge by hypothecation over the movable assets and specific charge over the certain receivable and investments. Further, the Company has at all times for the non-convertible debentures issued, maintained security cover as stated in the respective information memorandum which is sufficient to discharge the principal amount, interest accrued thereon and such other sums as mentioned therein.
- 5 Exceptional items include :

| Particulars | (₹ in Crores) | | |
|------------------------------------|-----------------------------------|------------------------------------|-------------------------------------|
| | For quarter ended 30th June, 2024 | For quarter ended 31st March, 2024 | For the year ended 31st March, 2024 |
| Regulatory (provisions) /reversals | 12.06 | 1,311.88 | (365.00) |

During the previous year 31st March 2024, the Company had made regulatory provision of ₹ 365.00 Crores in respect of investments in Alternative Investment Funds (AIFs) pursuant to the RBI circular dated 19th December 2023 and further clarifications vide RBI circular dated 27th March 2024. The same had been disclosed under exceptional items due to the nature and amount of provision. The Management remains confident of full recovery of the balance AIF investment.

Further during the quarter ended 30th June 2024, the Company has received ₹12.06 Crores from the redemptions of investments in AIFs which has been disclosed under "Exceptional gain/(loss)".

- 6 During the quarter ended 31st March, 2024, the Company had reviewed the underlying assumptions based on current market conditions for Fair value estimate of its Investment Property, pursuant to which an impairment loss of ₹ 660.31 Crores had been recognised.
- 7 During the quarter ended 31st March, 2024, to cover for any possible uncertainties in the near future, the Company has created additional management overlay provision on certain real estate wholesale portfolio amounting to ₹300 crores. This has been duly approved by the Sustainability and Risk Management Committee and the Board of Directors of the respective companies. The total management overlay as on 31st March, 2024 stood at ₹323 crores (including continuing provisions of ₹23 crores created in FY 2022-23)

Further, during the quarter ended 30th June, 2024, ₹ 125.27 crores has been utilised as per the policy laid down. Accordingly, as of 30th June, 2024, the management overlay stood at ₹ 197.73 crores.

- 8 The Company is primarily engaged in the business of financing and accordingly there are no separate reportable segmental information as per Ind AS 108.
- 9 Disclosures pursuant to RBI Notification - RBI/DOR/2021-22/86 DOR.STR.REC.51/21.04.048/2021-2.2 dated 24th September, 2021 on transfer of loan exposures are given below:
- (a) The Company has not acquired any loans (not in default) through assignment for the quarter ended 30th June, 2024:
- (b) The Company has not transferred any loan (not in default) through assignment during the quarter ended 30th June, 2024.
- (c) The Company has not transferred stressed loans during the quarter ended 30th June, 2024.
- (d) The Company has not acquired any stressed loan during the quarter ended 30th June, 2024.



Neha




(e) Details of ratings on Security Receipts (SRs) outstanding as on 30th June, 2024.

| (₹ In Crores) | | | |
|--------------------|---|-----------------|--------------------|
| Rating | Rating Agency | Recovery Rating | Amount outstanding |
| IVR RR1 | Informetrics Valuation and Rating Private Limited | 100% - 150% | 276.25 |
| IVR RR1 | Informetrics Valuation and Rating Private Limited | 100% - 150% | 182.75 |
| IVR RR1 | Informetrics Valuation and Rating Private Limited | 100% - 150% | 11.63 |
| Grand Total | | | 470.63 |

- 10 Disclosure in terms of Regulation 52(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 for the quarter ended 30th June, 2024 is attached as per Annexure 1.
- 11 (a) As per para 4.1.17 of Non-Banking Financial Company – Housing Finance Company (Reserve Bank) Directions, 2021 ('RBI Directions'), Piramal Capital & Housing Finance Limited ('PCHFL') was required to comply with Principal Business Criteria ('PBC') for Housing Finance Companies ('HFCs'). However, PCHFL could not fulfil the PBC criteria as on 31st March, 2024.
- As per above referred RBI Directions, para 5.3, HFCs that were unable to fulfil the PBC criteria as on 31st March, 2024 were required to approach the Reserve Bank of India (RBI) for conversion of their Certificate of Registration from HFC to NBFC – Investment and Credit Companies ('NBFC-ICC'). In line with the above, the Board of Directors had approved the conversion of its Certificate of Registration from HFC to NBFC-ICC in its meeting dated 8th May, 2024 and PCHFL had submitted the application to the RBI as required under the said RBI Directions.
- PCHFL had been advised by the National Housing Bank ('NHB'), to continue compliance with the Master Directions and other circulars issued by RBI as applicable to HFCs and submit all required returns to the National Housing Bank (NHB), till the receipt of new Certification of Registration as NBFC-ICC.
- (b) The Board of Directors of the Company and PCHFL, at its respective meeting dated 8th May, 2024, approved the Composite Scheme of Arrangement ("Scheme") amongst the Company, PCHFL and their respective shareholders and creditors under Sections 230 to 232 read with Section 52 and Section 66 and other applicable provisions of the Companies Act, 2013 and the rules made thereunder ('Scheme'). The appointed date of the Scheme will be 1st April, 2024.
- The proposed Scheme is subject to various approvals, including the approval from shareholders, creditors, the National Company Law Tribunal and other regulatory/statutory approvals, as may be applicable.
- 12 The figures of the last quarter of the previous financial year are the balancing figures in respect of the audited full financial year and the published year to date figures up to the end of the third quarter of the previous financial year which were subjected to limited review by the statutory auditors.
- 13 Previous period/ year's figures have been regrouped/reclassified wherever necessary, to conform to current period classification.

For **Piramal Enterprises Limited**

Ajay G. Piramal
Chairman

13th August, 2024, Washington, U.S.A.



Statement Of Unaudited Standalone Financial Results for the Quarter Ended 30th June, 2024
Annexure 1
Disclosures in terms of Regulation 52(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

| Sr. No. | Particulars | For the quarter ended 30/06/2024 |
|---------|--|----------------------------------|
| 1 | Debt - Equity ratio [Debt Securities + Borrowings (other than debt securities) + Deposit + Subordinated debt] / Net Worth | 0.45 |
| 2 | Outstanding redeemable preference shares (quantity and Value) | Nil |
| 3 | Debenture Redemption Reserve | Nil |
| 4 | Capital Redemption Reserve | 64.53 |
| 5 | Net Worth (₹ in Crores) | 18,658.77 |
| 6 | Net Profit after tax (₹ in Crores) | 228.07 |
| 7 | Earning per share (not annualised for quarter) | |
| | Basic (₹) | 10.14 |
| | Diluted (₹) | 10.04 |
| 5 | Total debts to total assets ratio [Debt securities Borrowings (other than debt securities)+Deposits+Subordinated debts] / Total Assets | 27.44% |
| 6 | Net profit margin [Profit After Tax / Total Income] | 40.97% |
| 7 | Sector specific equivalent ratio as applicable | |
| | (A) Gross NPA (Stage 3 assets gross) ratio | 0.51% |
| | (B) Net NPA (Stage 3 assets net) ratio | 0.23% |

Debt service coverage ratio, Interest service coverage ratio, Current ratio, Long term debt to working capital, Bad debts to Account receivable ratio, Current liability ratio, Debtors turnover, Inventory turnover, Operating margin are not applicable to the Company.


Nutanand
