

**Independent Auditor's Report on the Quarterly and Year to Date Audited Standalone Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

To  
The Board of Directors of  
Granules India Limited

**Report on the audit of the Standalone Financial Results****Opinion**

We have audited the accompanying statement of quarterly and year to date standalone financial results of Granules India Limited (the "Company") for the quarter and year ended March 31, 2024 ("Statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- i. is presented in accordance with the requirements of the Listing Regulations in this regard; and
- ii. gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information of the Company for the quarter ended March 31, 2024 and for the year ended March 31, 2024.

**Basis for Opinion**

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

**Management's Responsibilities for the Standalone Financial Results**

The Statement has been prepared on the basis of the standalone annual financial statements. The Board of Directors of the Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive income of the Company and other financial information in accordance with the applicable accounting standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.



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

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

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

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

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

- Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.

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



# **S.R. BATLIBOI & ASSOCIATES LLP**

Chartered Accountants

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

## **Other Matter**

The Statement includes the results for the quarter ended March 31, 2024 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2024 and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

**For S.R. BATLIBOI & ASSOCIATES LLP**

Chartered Accountants

**ICAI Firm Registration Number: 101049W/E300004**

  
per Navneet Kabra

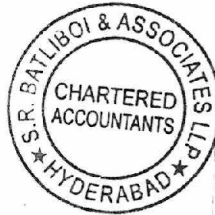
Partner

Membership No.: 102328

UDIN: 24102328BKEZLQ7862

Place: Hyderabad

Date: May 15, 2024



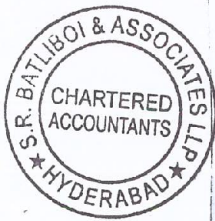


GRANULES INDIA LIMITED  
Regd Office : 2nd Floor, 3rd Block, My Home Hub  
Madhapur, Hyderabad 500 081  
CIN:L24110TG1991PLC012471

Rs in millions

Statement of Standalone Audited Results for the quarter and year ended March 31, 2024

Sl No.	Particulars	Quarter ended			Year ended	
		31-Mar-24	31-Dec-23	31-Mar-23	31-Mar-24	31-Mar-23
		Audited (refer Note 7)	Un-Audited	Audited (refer Note 7)	Audited	Audited
	<b>Income</b>					
1	Revenue from operations	9,401.91	9,844.85	10,138.75	37,550.91	39,312.00
2	Other income	34.25	6.66	25.61	57.77	99.32
3	<b>Total income (1+2)</b>	<b>9,436.16</b>	<b>9,851.51</b>	<b>10,164.36</b>	<b>37,608.68</b>	<b>39,411.32</b>
	<b>Expenses</b>					
(a)	Cost of materials consumed	4,712.53	4,716.72	5,277.15	19,271.24	20,999.28
(b)	Changes in inventories of work in progress and finished goods	(222.70)	8.27	313.55	(202.07)	615.21
(c)	Employee benefit expenses	960.37	998.72	896.57	3,806.08	3,300.71
(d)	Finance costs	197.85	197.79	141.19	719.98	386.74
(e)	Depreciation and amortisation expense	364.10	361.59	377.69	1,438.48	1,455.57
(f)	Other expenses	2,058.90	1,652.30	1,478.52	6,662.06	6,014.41
	<b>Total expenses</b>	<b>8,071.05</b>	<b>7,935.39</b>	<b>8,484.67</b>	<b>31,695.77</b>	<b>32,771.92</b>
5	<b>Profit before tax (3-4)</b>	<b>1,365.11</b>	<b>1,916.12</b>	<b>1,679.69</b>	<b>5,912.91</b>	<b>6,639.40</b>
6	<b>Tax expense</b>					
a)	Current tax	427.16	454.57	414.46	1,506.05	1,702.06
b)	Deferred tax	(34.21)	34.50	12.34	47.68	(50.51)
	<b>Total tax expense</b>	<b>392.95</b>	<b>489.07</b>	<b>426.80</b>	<b>1,553.73</b>	<b>1,651.55</b>
7	<b>Profit for the period (5-6)</b>	<b>972.16</b>	<b>1,427.05</b>	<b>1,252.89</b>	<b>4,359.18</b>	<b>4,987.85</b>
8	<b>Other comprehensive income (net of tax)</b>					
(a)	(i) items that will not be reclassified to profit or loss	(5.68)	-	9.52	(5.68)	9.52
	(ii) income tax on (i) above	1.43	-	(2.40)	1.43	(2.40)
(b)	(i) items that will be reclassified to profit or loss	108.22	(73.85)	95.19	118.33	(72.16)
	(ii) income tax on (i) above	(27.24)	18.59	(23.96)	(29.78)	18.16
	<b>Total other comprehensive income, net of tax</b>	<b>76.73</b>	<b>(55.26)</b>	<b>78.35</b>	<b>84.30</b>	<b>(46.88)</b>
9	<b>Total comprehensive income (7+8)</b>	<b>1,048.89</b>	<b>1,371.79</b>	<b>1,331.24</b>	<b>4,443.48</b>	<b>4,940.97</b>
10	Paid-up equity share capital (Face Value of Rs.1/- per share)	242.37	242.37	242.04	242.37	242.04
11	Other equity				30,867.10	26,752.57
12	Earnings per share (Face value Rs. 1/- each)					
(a)	Basic (in Rs.)	4.01	5.89	5.18	18.00	20.32
(b)	Diluted (in Rs.)	4.01	5.88	5.17	17.99	20.30
		(Not annualised)	(Not annualised)	(Not annualised)	(Annualised)	(Annualised)





Standalone statement of Assets and Liabilities :		Rs in millions	
Sl. No.	Particulars	As at March 31, 2024	As at March 31, 2023
		Audited	Audited
I	<b>ASSETS</b>		
	<b>Non-current assets</b>		
	a) Property, plant and equipment	12,560.48	12,451.04
	b) Right-of-use assets	94.75	109.58
	c) Capital work-in-progress	525.31	634.60
	d) Other intangible assets	581.48	737.34
	e) Intangible assets under development	4.06	-
	f) Financial assets		
	i) Investments	9,413.98	6,765.32
	ii) Loans	-	121.46
	iii) Others	153.77	239.88
	g) Income tax assets (net)	122.48	105.69
	h) Other non-current assets	260.74	688.13
	<b>Total non-current assets</b>	<b>23,717.05</b>	<b>21,853.04</b>
	<b>Current assets</b>		
	a) Inventories	5,786.15	5,934.14
	b) Financial assets		
	i) Trade receivables	16,331.88	13,721.88
	ii) Cash and cash equivalents	2,230.79	1,817.46
	iii) Bank balances other than cash and cash equivalents above	50.35	212.33
	iv) Loans	27.33	-
	v) Other financial assets	23.04	26.60
	c) Other current assets	1,889.68	1,467.25
	<b>Total current assets</b>	<b>26,339.22</b>	<b>23,179.66</b>
	<b>TOTAL ASSETS</b>	<b>50,056.27</b>	<b>45,032.70</b>
II	<b>EQUITY AND LIABILITIES</b>		
	<b>Equity</b>		
	a) Equity share capital	242.37	242.04
	b) Other equity	30,867.10	26,752.57
	<b>Total equity</b>	<b>31,109.47</b>	<b>26,994.61</b>
	<b>Liabilities</b>		
	<b>Non-current liabilities</b>		
	a) Financial liabilities		
	i) Borrowings	500.08	1,486.44
	ii) Lease liabilities	72.14	86.98
	b) Provisions	378.61	292.56
	c) Deferred tax liabilities (net)	310.47	234.44
	<b>Total non-current liabilities</b>	<b>1,261.30</b>	<b>2,100.42</b>
	<b>Current liabilities</b>		
	a) Financial liabilities		
	i) Borrowings	10,042.43	7,621.75
	ii) Lease liabilities	35.50	35.58
	iii) Trade payables		
	(a) Total outstanding dues of micro enterprises and small enterprises	46.79	115.15
	(b) Total outstanding dues of creditors other than micro enterprises and small enterprises	6,499.53	7,328.79
	iv) Other financial liabilities	657.98	504.11
	b) Other current liabilities	242.67	96.03
	c) Provisions	118.36	146.16
	d) Income tax liabilities (net)	42.24	90.10
	<b>Total current liabilities</b>	<b>17,685.50</b>	<b>15,937.67</b>
	<b>Total liabilities</b>	<b>18,946.80</b>	<b>18,038.09</b>
	<b>TOTAL EQUITY AND LIABILITIES</b>	<b>50,056.27</b>	<b>45,032.70</b>



Statement of standalone cash flows :		Rs in millions	
		For the year ended March 31, 2024	For the year ended March 31, 2023
		Audited	Audited
<b>Cash flow from operating activities</b>			
Profit before tax		5,912.91	6,639.40
<b>Adjustments for :</b>			
Depreciation and amortisation expense		1,438.48	1,455.57
Bad debts written off		-	0.54
Allowance for doubtful trade receivables		57.72	(29.52)
Allowance for doubtful advances		-	14.41
Loss on sale of property, plant and equipment (net)		23.20	13.82
Changes in fair value of cashflow hedges		161.08	72.85
Net gain on foreign exchange fluctuations (unrealised)		(80.41)	(98.09)
Share based compensation expense		2.82	11.91
Interest expense		719.98	386.74
Interest income		(29.30)	(46.36)
<b>Operating profit before working capital changes</b>		<b>8,206.48</b>	<b>8,421.27</b>
<b>Movements in working capital:</b>			
Increase in trade receivables		(2,568.56)	(1,453.19)
(Increase)/decrease in inventories		147.99	(26.70)
(Increase)/decrease in other assets		(435.71)	213.82
Increase/ (decrease) in trade payables, other liabilities and provisions		(610.21)	1,253.02
<b>Cash generated from operations</b>		<b>4,739.99</b>	<b>8,408.22</b>
Direct taxes paid (net of refunds)		(1,570.70)	(1,771.44)
<b>Net cash generated from operating activities</b>	<b>(A)</b>	<b>3,169.29</b>	<b>6,636.78</b>
<b>Cash flow used in investing activities</b>			
Purchase of property, plant and equipment, intangible assets including capital work-in-progress, intangible assets under development, capital advances and payables for capital goods		(1,204.78)	(2,117.93)
Proceeds from sale of property, plant and equipment		17.49	2.02
Redemption of bank deposits, net		161.43	1,995.77
Investment in subsidiaries		(2,130.00)	(900.00)
Loans repaid by subsidiaries		99.38	21.11
Loans given to subsidiaries		-	(3.85)
Interest received		26.72	38.36
<b>Net cash used in investing Activities</b>	<b>(B)</b>	<b>(3,029.76)</b>	<b>(964.52)</b>
<b>Cash flow from/(used in) financing activities</b>			
Proceeds from issuance of equity shares		31.62	27.84
Repayment of non-current borrowings		(1,016.81)	(930.86)
Proceeds from current borrowings		19,515.11	19,258.21
Repayment of current borrowings		(17,140.15)	(19,820.90)
Repayment of lease liability (including related interest)		(49.80)	(69.86)
Payment towards buyback transaction cost		-	(3,106.50)
Interest paid		(715.47)	(366.41)
Dividend paid on equity shares		(363.06)	(186.22)
<b>Net cash (used in)/generated from financing activities</b>	<b>(C)</b>	<b>261.44</b>	<b>(5,194.70)</b>
<b>Net increase in cash and cash equivalents</b>	<b>(A+B+C)</b>	<b>400.97</b>	<b>477.56</b>
Effect of exchange differences on translation of foreign currency cash and cash equivalents		12.36	(2.53)
Cash and cash equivalents at the beginning of the year		1,817.46	1,342.43
<b>Cash and cash equivalents at the end of the year</b>		<b>2,230.79</b>	<b>1,817.46</b>

Note: The above Statement of Cash flows has been prepared under the 'Indirect Method' as set out in Ind AS 7, 'Statement of Cash Flows'

**Notes:**

- The above Standalone audited financial results of Granules India Limited ("the Company") for the quarter and year ended March 31, 2024 have been reviewed by the Audit Committee on May 14, 2024 and approved by the Board of Directors at their meeting held on May 15, 2024. The Statutory Auditors have expressed an unmodified opinion on these results.
- The Standalone audited financial results of the Company have been prepared in accordance with the Indian Accounting Standards prescribed under section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder ("Ind AS") and other accounting principles generally accepted in India and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- The Company operates in one reportable business segment of Pharmaceutical products including ingredients and intermediaries.
- The Company had encountered an incident related to information security on May 24, 2023 (hereinafter referred to as "incident"), which affected some of the Company's IT assets. A ransomware group has claimed responsibility for this incident. The Company has acted decisively to control and address the impact of the incident with appropriate protocols for containment and to minimize the risk.  
The incident had a significant effect on the operations and took considerable time to address the regulatory expectations, qualifications, recertifications, and fine-tuning of the quality and production systems. This has impacted significantly the revenue and profitability of the Company for the year ended March 31, 2024.  
The Company believes that no significant legal violations have occurred because of the incident, and the known impacts on the standalone financial results for the year ended March 31, 2024, have been accounted for.  
Further, the Company has enhanced the security measures to handle the incident and reduce the likelihood of a similar occurrence in the future.
- During the year, the Company has allotted 325,960 equity shares of Rs.1/- each, fully paid up on exercise of options by employees in accordance with the Company's Employee Stock Option Scheme(s).
- The Board of Directors at their meeting held on May 15, 2024 have recommended final dividend of Rs.1.50/- per equity share of Rs.1/- each.
- The figures for the quarters ended March 31, 2024 and March 31, 2023 are the balancing numbers between audited figures in respect of the full financial years and the published unaudited year to date figures upto the end of the third quarter of the relevant financial year, which are subjected to limited review.

Place : Hyderabad  
Date : May 15, 2024



for and on behalf of the Board  
  
Dr. Krishna Prasad Chigurupati  
Chairman and Managing Director  
DIN : 00020180

**Independent Auditor's Report on the Quarterly and Year to Date Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

To  
The Board of Directors of  
Granules India Limited

**Report on the audit of the Consolidated Financial Results****Opinion**

We have audited the accompanying statement of quarterly and year to date consolidated financial results of Granules India Limited ("Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") for the quarter and year ended March 31, 2024 ("Statement"), attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations")

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- i. includes the results of the following entities

**Holding Company:**

Granules India Limited

**Subsidiaries:**

- Granules USA, Inc.
- Granules Pharmaceuticals, Inc.
- Granules Consumer Health, Inc.
- Granules Europe Limited
- Granules Life Sciences Private Limited
- Granules CZRO Private Limited

- ii. are presented in accordance with the requirements of the Listing Regulations in this regard; and  
iii. gives a true and fair view in conformity with the applicable accounting standards, and other accounting principles generally accepted in India, of the consolidated net profit and other comprehensive income and other financial information of the Group for the quarter and year ended March 31, 2024.

**Basis for Opinion**

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





**Management's Responsibilities for the Consolidated Financial Results**

The Statement has been prepared on the basis of the consolidated annual financial statements. The Holding Company's Board of Directors are responsible for the preparation and presentation of the Statement that give a true and fair view of the net profit and other comprehensive income and other financial information of the Group in accordance with the applicable accounting standards prescribed under section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of their respective companies and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Statement by the Directors of the Holding Company, as aforesaid.

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

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

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

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

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

- Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.



- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results/financial information of the entities within the Group of which we are the independent auditors to express an opinion on the Statement. We are responsible for the direction, supervision and performance of the audit of the financial information of such entities included in the Statement of which we are the independent auditors. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the Statement of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

We also performed procedures in accordance with the Master Circular issued by the Securities Exchange Board of India under Regulation 33 (8) of the Listing Regulations, to the extent applicable.

#### **Other Matter**

The accompanying Statement includes unaudited financial results /statements and other unaudited financial information in respect of:

- Subsidiary, whose financial statement and other financial information reflect total assets of Rs. 30.68 Mn as at March 31, 2024, and total revenues of Rs. 4.75 Mn and Rs. 24.75 Mn, total net profit after tax of Rs. 1.01 Mn and Rs. (1.32), total comprehensive income of Rs.1.01 Mn and Rs. (1.32) Mn, for the quarter and the year ended on that date respectively and net cash inflows of Rs. 21.02 Mn for the year ended March 31, 2024, whose financial statements and other financial information have not been audited by any auditor

These unaudited financial statements/ financial information have been approved and furnished to us by the Management and our opinion on the Statement, in so far as it relates to the amounts and disclosures included in respect of the subsidiary, is based solely on such unaudited financial statements/ financial information. In our opinion and according to the information and explanations given to us by the Management, these financial statements/ financial information are not material to the Group.

Our opinion on the Statement is not modified in respect of the above matters with respect to our reliance on the unaudited financial statement/financial information certified by the Management.





# **S.R. BATLIBOI & ASSOCIATES LLP**

Chartered Accountants

The Statement includes the results for the quarter ended March 31, 2024 being the balancing figures between the audited figures in respect of the full financial year ended March 31, 2024 and the published unaudited year-to-date figures up to the end of the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

**For S.R. Batliboi & Associates LLP**

Chartered Accountants

**ICAI Firm Registration Number:** 101049W/E300004

*Navneet Rai*

per Navneet Rai Kabra

Partner

Membership No.: 102328

UDIN: 24102328BKEZLR1821



Place: Hyderabad

Date: May 15, 2024.



GRANULES INDIA LIMITED  
Regd Office : 2nd Floor, 3rd Block, My Home Hub  
Madhapur, Hyderabad 500 081  
CIN:L24110TG1991PLC012471

Rs in millions

Statement of Consolidated Audited Results for the quarter and year ended March 31, 2024

Sl No.	Particulars	Quarter ended			Year ended	
		31-Mar-24	31-Dec-23	31-Mar-23	31-Mar-24	31-Mar-23
		Audited (refer Note 8)	Un-Audited	Audited (refer Note 8)	Audited	Audited
	<b>Income</b>					
1	Revenue from operations	11,757.79	11,555.84	11,955.00	45,063.67	45,119.17
2	Other income	18.72	6.52	33.78	44.02	137.80
3	<b>Total income (1+2)</b>	<b>11,776.51</b>	<b>11,562.36</b>	<b>11,988.78</b>	<b>45,107.69</b>	<b>45,256.97</b>
	<b>Expenses</b>					
(a)	Cost of materials consumed	5,465.36	5,532.54	6,039.97	22,082.21	23,526.54
(b)	Changes in inventories of work in progress and finished goods	(769.25)	(559.22)	194.81	(1,869.71)	(453.66)
(c)	Employee benefit expenses	1,516.94	1,570.07	1,266.48	5,978.57	4,722.32
(d)	Finance costs	287.56	286.46	188.00	1,058.21	559.33
(e)	Depreciation and amortisation expense	531.77	523.91	487.06	2,073.32	1,844.94
(f)	Other expenses	2,987.71	2,507.65	2,172.58	10,312.80	8,185.77
	<b>Total expenses</b>	<b>10,020.09</b>	<b>9,861.41</b>	<b>10,348.90</b>	<b>39,635.40</b>	<b>38,385.24</b>
5	<b>Profit before tax (3-4)</b>	<b>1,756.42</b>	<b>1,700.95</b>	<b>1,639.88</b>	<b>5,472.29</b>	<b>6,871.73</b>
6	<b>Tax expense</b>					
a)	Current tax	493.05	540.56	473.30	1,652.27	1,771.80
b)	Deferred tax	(33.10)	(96.13)	(29.47)	(233.08)	(66.04)
	<b>Total tax expense</b>	<b>459.95</b>	<b>444.43</b>	<b>443.83</b>	<b>1,419.19</b>	<b>1,705.76</b>
7	<b>Profit for the period (5-6)</b>	<b>1,296.47</b>	<b>1,256.52</b>	<b>1,196.05</b>	<b>4,053.10</b>	<b>5,165.97</b>
8	<b>Other comprehensive income (net of tax)</b>					
(a) (i)	items that will not be reclassified to profit or loss	(5.68)	-	9.52	(5.68)	9.52
(ii)	income tax on (i) above	1.43	-	(2.40)	1.43	(2.40)
(b) (i)	items that will be reclassified to profit or loss	125.22	(63.94)	32.09	239.03	543.76
(ii)	income tax on (i) above	(27.24)	18.59	(23.96)	(29.78)	18.16
	<b>Total other comprehensive income, net of tax</b>	<b>93.73</b>	<b>(45.35)</b>	<b>15.25</b>	<b>205.00</b>	<b>569.04</b>
9	<b>Total comprehensive income (7+8)</b>	<b>1,390.20</b>	<b>1,211.17</b>	<b>1,211.30</b>	<b>4,258.10</b>	<b>5,735.01</b>
10	Paid-up equity share capital (Face Value of Rs.1/- per share)	242.37	242.37	242.04	242.37	242.04
11	Other equity				32,013.07	28,107.05
12	Earnings per share (Face value Rs. 1/- each)					
(a)	Basic (in Rs.)	5.35	5.18	4.94	16.73	21.05
(b)	Diluted (in Rs.)	5.35	5.18	4.93	16.72	21.00
		(Not annualised)	(Not annualised)	(Not annualised)	(Annualised)	(Annualised)



Consolidated Statement of Assets and Liabilities :		Rs in millions	
Sl.No.	Particulars	As at March 31,2024 Audited	As at March 31,2023 Audited
I	<b>ASSETS</b>		
	<b>Non-current assets</b>		
	a) Property, plant and equipment	17,310.62	15,581.45
	b) Right-of-use assets	1,250.24	732.20
	c) Capital work-in-progress	2,595.43	2,280.44
	d) Other intangible assets	2,395.31	2,795.52
	e) Intangible assets under development	121.56	113.42
	f) Financial assets		
	i) Investments	215.15	212.10
	ii) Others	167.03	148.49
	g) Deferred tax assets	371.04	14.28
	h) Income tax assets (net)	291.48	111.54
	i) Other non-current assets	1,441.48	1,314.72
	<b>Total non-current assets</b>	<b>26,159.34</b>	<b>23,304.16</b>
	<b>Current assets</b>		
	a) Inventories	13,005.45	11,494.10
	b) Financial assets		
	i) Trade receivables	9,858.33	9,485.42
	ii) Cash and cash equivalents	3,811.00	2,915.57
	iii) Bank balances other than cash and cash equivalents above	52.85	212.33
	iv) Other financial assets	29.03	31.67
	c) Other current assets	2,293.82	1,602.39
	<b>Total current assets</b>	<b>29,050.48</b>	<b>25,741.48</b>
	<b>TOTAL ASSETS</b>	<b>55,209.82</b>	<b>49,045.64</b>
II	<b>EQUITY AND LIABILITIES</b>		
	<b>Equity</b>		
	a) Equity share capital	242.37	242.04
	b) Other equity	32,013.07	28,107.05
	<b>Total equity</b>	<b>32,255.44</b>	<b>28,349.09</b>
	<b>Liabilities</b>		
	<b>Non-current liabilities</b>		
	a) Financial liabilities		
	i) Borrowings	689.71	1,486.44
	ii) Lease liabilities	831.98	706.02
	b) Provisions	378.80	292.56
	c) Deferred tax liabilities (net)	230.96	76.52
	<b>Total non-current liabilities</b>	<b>2,131.45</b>	<b>2,561.54</b>
	<b>Current liabilities</b>		
	a) Financial liabilities		
	i) Borrowings	11,542.55	9,099.78
	ii) Lease liabilities	86.40	70.11
	iii) Trade payables		
	(a) Total outstanding dues of micro enterprises and small enterprises	46.79	115.15
	(b) Total outstanding dues of creditors other than micro enterprises and small enterprises	7,448.47	7,706.10
	iv) Other financial liabilities	1,262.96	719.33
	b) Other current liabilities	261.31	151.45
	c) Provisions	118.36	146.16
	d) Income tax liabilities (net)	56.09	126.93
	<b>Total current liabilities</b>	<b>20,822.93</b>	<b>18,135.01</b>
	<b>Total liabilities</b>	<b>22,954.38</b>	<b>20,696.55</b>
	<b>TOTAL EQUITY AND LIABILITIES</b>	<b>55,209.82</b>	<b>49,045.64</b>





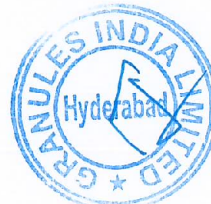
Statement of Consolidated cash flows :		Rs in millions	
		For the year ended March 31, 2024	For the year ended March 31, 2023
		Audited	Audited
<b>Cash flow from operating activities</b>			
Profit before tax		5,472.29	6,871.73
<i>Adjustments for</i>			
Depreciation and amortisation expense		2,073.32	1,844.94
Bad debts written off		24.36	0.54
Allowance for doubtful trade receivables		50.41	(5.07)
Allowance for doubtful advances		-	14.41
Loss on sale of property, plant and equipment (net)		23.20	13.71
Changes in fair value of cashflow hedges		161.08	72.85
Net gain on foreign exchange fluctuations (unrealised)		(77.42)	(91.55)
Share based payment expense		2.82	12.89
Interest expense		1,058.21	559.33
Interest income		(27.97)	(45.14)
<b>Operating profit before working capital changes</b>		<b>8,760.30</b>	<b>9,248.64</b>
<i>Movements in working capital:</i>			
Increase in trade receivables		(307.02)	(0.77)
Increase in inventories		(1,407.30)	(1,354.67)
(Increase)/decrease in other assets		(710.20)	160.68
Increase/(decrease) in trade payables, other liabilities and provisions		(38.66)	1,091.65
<b>Cash generated from operations</b>		<b>6,297.12</b>	<b>9,145.53</b>
Direct taxes paid (net of refunds)		(1,902.98)	(1,758.04)
<b>Net cash generated from operating activities</b>	<b>(A)</b>	<b>4,394.14</b>	<b>7,387.49</b>
<b>Cash flow used in investing activities</b>			
Purchase of property, plant and equipment, intangible assets including capital work-in-progress, intangible assets under development, capital advances and payables for capital goods		(3,805.76)	(4,106.77)
Proceeds from sale of property, plant and equipment		17.49	2.12
Redemption of bank deposits, net		158.93	2,034.77
Loans repaid		-	105.71
Interest received		27.74	50.54
<b>Net cash used in investing activities</b>	<b>(B)</b>	<b>(3,601.60)</b>	<b>(1,913.63)</b>
<b>Cash flow from/(used in) financing activities</b>			
Proceeds from issuance of equity shares		31.62	27.84
Repayment of Noncontrolling interest		-	(4.96)
Proceeds from non-current borrowings		189.63	-
Repayment of non current borrowings		(1,016.81)	(930.86)
Proceeds from current borrowings		19,515.11	20,280.84
Repayment of current borrowings		(17,140.15)	(19,820.90)
Repayment of lease liability (including related interest)		(113.00)	(129.48)
Payment towards buyback transaction cost		-	(3,106.50)
Interest paid		(1,026.70)	(532.66)
Dividend paid on equity shares		(363.06)	(186.22)
<b>Net cash (used in)/generated from financing activities</b>	<b>(C)</b>	<b>76.64</b>	<b>(4,402.90)</b>
<b>Net increase in cash and cash equivalents</b>	<b>(A+B+C)</b>	<b>869.18</b>	<b>1,070.96</b>
Effect of exchange differences on translation of foreign currency cash and cash equivalents		26.25	(2.53)
Cash and cash equivalents at the beginning of the year		2,915.57	1,847.14
<b>Cash and cash equivalents at the end of the year</b>		<b>3,811.00</b>	<b>2,915.57</b>
Note: The above Statement of Cash flows has been prepared under the 'Indirect Method' as set out in Ind AS 7, 'Statement of Cash Flows'			




**Notes:**

- 1 The above consolidated audited financial results of Granules India Limited ("the Company") and its subsidiaries (together referred to as "the Group") for the quarter and year ended March 31, 2024 have been reviewed by the Audit Committee on May 14, 2024 and approved by the Board of Directors at their meeting held on May 15, 2024.
- 2 The consolidated audited financial results of the Group have been prepared in accordance with the Indian Accounting Standards prescribed under section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder ("Ind AS") and other accounting principles generally accepted in India and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- 3 The subsidiaries considered for the consolidation for the quarter and year ended March 31, 2024 are Granules USA Inc., Granules Pharmaceuticals Inc., Granules Europe Limited, Granules Life Sciences Private Limited, Granules CZRO Private Limited and Granules Consumer Health, Inc. (Step-down subsidiary) (together referred to as "Subsidiaries").
- 4 The Group operates in one reportable business segment of Pharmaceutical products including ingredients and intermediaries.
- 5 The Group had encountered an incident related to information security on May 24, 2023 (hereinafter referred to as "incident"), which affected some of the Group's IT assets. A ransomware group has claimed responsibility for this incident. The Group has acted decisively to control and address the impact of the incident with appropriate protocols for containment and to minimize the risk.  
The incident had a significant effect on the operations and took considerable time to address the regulatory expectations, qualifications, recertifications, and fine-tuning of the quality and production systems. This has impacted significantly the revenue and profitability of the Group for the year ended March 31, 2024.  
The Group believes that no significant legal violations have occurred because of the incident, and the known impacts on the consolidated financial results for the year ended March 31, 2024, have been accounted for.  
Further, the Group has enhanced the security measures to handle the incident and reduce the likelihood of a similar occurrence in the future.
- 6 During the year ended, the Group has allotted 325,960 equity shares of Rs.1/- each, fully paid up on exercise of options by employees in accordance with the Company's Employee Stock Option Scheme(s).
- 7 The Board of Directors at their meeting held on May 15, 2024 have recommended final dividend of Rs.1.50/- per equity share of Rs.1/- each.
- 8 The figures for the quarter ended March 31, 2024 and March 31, 2023 is the balancing number between audited figures in respect of the full financial years and the published unaudited year to date figures upto the end of the third quarter of the relevant financial year, which were subjected to limited review.

Place : Hyderabad  
Date : May 15, 2024



for and on behalf of the Board  
  
Dr. Krishna Prasad Chigurupati  
Chairman and Managing Director  
DIN : 00020180