

**INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM  
CONSOLIDATED FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF  
GMM Pfaudler Limited**

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of **GMM Pfaudler Limited** ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group") for the quarter and six months ended September 30, 2020 ("the Statement") being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder 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 (ICAI). A review of interim financial information consists of making inquiries, primarily of Parent's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under Section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. The Statement includes the results of the following entities:
  1. GMM Pfaudler Limited- the Parent
  2. GMM Mavag AG- Subsidiary
  3. Mavag AG – Subsidiary
  4. GMM International S.a.r.l – Subsidiary (w.e.f. August 20, 2020)



5. Based on our review conducted 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 the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. The consolidated unaudited financial results includes the interim financial information of one subsidiary which has not been reviewed by their auditors, whose interim financial information reflect total assets of Rs. 1.03 million as at September 30, 2020, total revenue is nil for the quarter and six months ended September 30, 2020, total loss after tax of Rs. 0.12 million for the quarter and six months ended September 30, 2020 and total comprehensive loss of 0.12 million for the quarter and six months ended September 30, 2020 and net cash flows of Rs. 1.03 million for the six months ended September 30, 2020, as considered in the Statement. According to the information and explanations given to us by the Management, these interim financial information are not material to the Group.

Our Conclusion on the Statement is not modified in respect of our reliance on the interim financial information certified by the Management.



For DELOITTE HASKINS & SELLS  
Chartered Accountants  
(Firm's Registration No. 117365W)

*Kartikeya Raval*

Kartikeya Raval  
(Partner)  
(Membership No.106189)

UDIN: 20106189AAAAKF8755

Place: Ahmedabad  
Date: October 21, 2020

## GMM PFAUDLER LIMITED

Registered Office & Works: Vithal Udyog Nagar, Karamsad 388 325, Gujarat, India  
CIN : L29199GJ1962PLC0001171, Email ID : sales@gmmpfaudler.com, Web Site : www.gmmpfaudler.com

## CONSOLIDATED STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2020

₹ in Million

	Particulars	Consolidated					
		Quarter ended			Half Year ended		Year ended
		30.09.2020 Unaudited	30.06.2020 Unaudited	30.09.2019 Unaudited	30.09.2020 Unaudited	30.09.2019 Unaudited	31.03.2020 Audited
1	<b>Income:</b>						
	Revenue from Operations	1,862.53	1,544.34	1,530.52	3,406.87	3,033.21	5,910.72
	Other Income	20.09	27.20	2.83	47.29	16.11	57.57
	<b>Total Income</b>	<b>1,882.62</b>	<b>1,571.54</b>	<b>1,533.35</b>	<b>3,454.16</b>	<b>3,049.32</b>	<b>5,968.29</b>
2	<b>Expenses :</b>						
	a) Cost of materials consumed	806.05	492.55	561.45	1,298.60	1,341.45	2,620.30
	b) Changes in inventories of finished goods and work-in-progress	3.08	248.77	81.40	251.85	(35.30)	(76.07)
	c) Employee benefits expense	287.45	242.83	223.91	530.28	433.21	879.78
	d) Depreciation & amortization expense	61.32	59.75	51.05	121.07	93.85	211.15
	e) Labour Charges	105.22	80.86	93.08	186.08	187.27	353.89
	f) Finance cost	17.71	11.68	10.56	29.39	16.54	34.90
	g) Other Expenses	266.39	204.39	264.21	470.78	524.26	1,021.46
	<b>Total Expenses</b>	<b>1,547.22</b>	<b>1,340.83</b>	<b>1,285.66</b>	<b>2,888.05</b>	<b>2,561.28</b>	<b>5,045.41</b>
3	<b>Profit before exceptional items and tax (1-2)</b>	<b>335.40</b>	<b>230.71</b>	<b>247.69</b>	<b>566.11</b>	<b>488.04</b>	<b>922.88</b>
4	Exceptional items	-	-	-	-	-	-
5	<b>Profit Before Tax (3 ± 4)</b>	<b>335.40</b>	<b>230.71</b>	<b>247.69</b>	<b>566.11</b>	<b>488.04</b>	<b>922.88</b>
6	<b>Tax Expense:</b>						
	Current Tax	85.96	50.74	52.24	136.70	109.88	213.15
	Excess Provision for Tax relating to Prior Years	(13.87)	-	-	(13.87)	-	-
	Deferred Tax	(5.22)	(11.96)	(12.46)	(17.18)	(6.65)	(1.58)
7	<b>Profit for the period from continuing operation (5-6)</b>	<b>268.53</b>	<b>191.93</b>	<b>207.91</b>	<b>460.46</b>	<b>384.81</b>	<b>711.31</b>
8	Profit from discontinued operations	-	-	-	-	-	-
9	Tax Expenses of discontinued operations	-	-	-	-	-	-
10	<b>Profit from discontinued operations (after tax) (8-9)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
11	<b>Profit for the period (7+10)</b>	<b>268.53</b>	<b>191.93</b>	<b>207.91</b>	<b>460.46</b>	<b>384.81</b>	<b>711.31</b>
	<b>Attributable to</b>						
	Equity Holders of the parent	268.55	191.93	207.91	460.48	384.81	711.31
	Non Controlling Interest	(0.02)	-	-	(0.02)	-	-
12	<b>Other Comprehensive Income</b>						
	A) Items that will not be reclassified to profit or loss						
	i) Actuarial Gain / (Loss) on Gratuity and Pension obligations	(65.34)	10.79	(33.44)	(54.55)	(33.44)	38.79
	ii) Income tax relating to items that will not be reclassified to profit or loss	8.90	(1.75)	5.35	7.15	5.35	(7.19)
	B) Items that will be reclassified to profit or loss						
	i) Exchange difference in translating the financial statements of foreign components	12.28	10.10	4.71	22.38	5.73	77.77
	ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
13	<b>Total Comprehensive Income for the period (11+12) (Comprising Profit and Other Comprehensive Income for the period)</b>	<b>224.37</b>	<b>211.07</b>	<b>184.53</b>	<b>435.44</b>	<b>362.45</b>	<b>820.68</b>
	<b>Attributable to</b>						
	Equity Holders of the parent	224.39	211.07	184.53	435.46	362.45	820.68
	Non Controlling Interest	(0.02)	-	-	(0.02)	-	-
14	Earnings per equity share (For continuing operations) (Face Value of share ₹ 2/- each) (not annualised):						
	a) Basic & Diluted	18.37	13.13	14.22	31.50	26.33	48.66
15	Earnings per equity share (For discontinued operations) (Face Value of share ₹ 2/-) (not annualised):						
	a) Basic & Diluted	-	-	-	-	-	-
16	Earnings per equity share (For discontinued operations & continuing operations) (Face Value of share ₹ 2/-) (not annualised):						
	a) Basic & Diluted	18.37	13.13	14.22	31.50	26.33	48.66
17	Paid-up Equity Share Capital (Face Value of ₹ 2/- each)	29.23	29.23	29.23	29.23	29.23	29.23
18	Other Equity	-	-	-	-	-	3,400.04

## Notes:

- The above unaudited results have been reviewed by the audit Committee and approved by the Board of Directors in their meeting held on October 21, 2020.
- The Group has intimated the Stock Exchange to publish only Consolidated Financial Results and hence, the standalone financial results have not been published. However, the standalone financial results for the quarter and half year ended September 30, 2020 is available on Company's website (www.gmmpfaudler.com)

Particulars	Quarter Ended			Half Year Ended		Year Ended
	30.09.2020	30.06.2020	30.09.2019	30.09.2020	30.06.2020	31.03.2020
Revenue from operation	1,541.44	1,308.97	1,360.98	2,850.41	2,663.50	5,163.55
Profit before Tax	314.70	197.95	214.90	512.65	419.52	820.38
Profit after Tax	250.64	163.50	180.23	414.14	326.83	621.23
Other Comprehensive Income/(Loss) (Net of tax)	(1.72)	(1.73)	-	(3.45)	-	(6.90)
Total Comprehensive Income after tax	248.92	161.77	180.23	410.69	326.83	614.33

- GMM Pfaudler Ltd ("GMM" or "the Group") had announced signing of definitive agreements to acquire De Dietrich Process Systems India Pvt. Ltd's (DDPSI) Glass Lined Equipment manufacturing facility in Hyderabad on the June 30, 2020. The Company has concluded the acquisition on October 05, 2020 and have started commercial operations from October 19, 2020.
- GMM Pfaudler Limited ("GMM" or "the Group") announced on August 20, 2020 signing of definitive agreements to acquire a majority stake in the global business of its parent, the Pfaudler Group ("Pfaudler") from the private equity firm Deutsche Beteiligung AG Fund VI ("DBAG"). As per the agreements, GMM (directly and through its subsidiary Mavag AG) will acquire a 54% equity stake in the Pfaudler Group subject to fulfilment of conditions precedent.
- On 20th August 2020, Mavag AG has invested EUR 9,600 for 80% controlling stake in GMM International SARL.

Place : Mumbai  
Date : October 21, 2020



For and on behalf of Board of Directors  
For GMM Pfaudler Limited

*(Signature)*  
Parak Patel  
Managing Director

SEGMENTWISE REVENUE, RESULTS, SEGMENT ASSETS AND LIABILITIES FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2020						
₹ in Million						
Particulars	Consolidated					
	Quarter ended			Half Year ended		Year ended
	30.09.2020 Unaudited	30.06.2020 Unaudited	30.09.2019 Unaudited	30.09.2020 Unaudited	30.09.2019 Unaudited	31.03.2020 Audited
<b>1) Segment Revenue</b>						
a) Glass line equipments	936.34	772.05	839.77	1,708.39	1,802.92	3,547.41
b) Heavy Engineering	151.27	417.21	202.41	568.48	265.11	502.16
c) Proprietary Products	774.92	355.08	488.34	1,130.00	965.18	1,861.15
<b>Net sales / Income from Operation</b>	<b>1,862.53</b>	<b>1,544.34</b>	<b>1,530.52</b>	<b>3,406.87</b>	<b>3,033.21</b>	<b>5,910.72</b>
<b>2) Segment Result:</b>						
<b>Profit before Tax and Interest</b>						
a) Glass line equipments	266.32	147.24	188.56	413.56	375.94	795.82
b) Heavy Engineering	5.13	89.05	24.36	94.18	26.10	51.76
c) Proprietary Products	102.34	28.49	90.97	130.83	165.23	247.58
<b>Total</b>	<b>373.79</b>	<b>264.78</b>	<b>303.89</b>	<b>638.57</b>	<b>567.27</b>	<b>1,095.16</b>
Less : Finance Costs	17.71	11.68	10.56	29.39	16.54	34.90
Less: Other Unallocable Expense net of Unallocable Income	20.68	22.39	45.64	43.07	62.69	137.38
<b>Total Profit before Tax</b>	<b>335.40</b>	<b>230.71</b>	<b>247.69</b>	<b>566.11</b>	<b>488.04</b>	<b>922.88</b>
<b>3) Segment Assets:</b>						
a) Glass line equipments	1,788.05	1,653.64	1,650.78	1,788.05	1,650.78	1,587.96
b) Heavy Engineering	734.44	801.68	408.94	734.44	408.94	831.60
c) Proprietary Products	2,105.38	1,758.81	2,002.50	2,105.38	2,002.50	1,920.84
Unallocable Assets	1,848.03	1,533.00	995.24	1,848.03	995.24	1,094.53
<b>Total</b>	<b>6,475.90</b>	<b>5,747.13</b>	<b>5,057.46</b>	<b>6,475.90</b>	<b>5,057.46</b>	<b>5,434.93</b>
<b>4) Segment Liabilities:</b>						
a) Glass line equipments	870.30	788.37	875.54	870.30	875.54	800.40
b) Heavy Engineering	218.50	287.60	108.45	218.50	108.45	150.18
c) Proprietary Products	982.70	681.76	913.81	982.70	913.81	822.00
Unallocable Liabilities	583.41	349.01	152.81	583.41	152.81	233.07
<b>Total</b>	<b>2,654.91</b>	<b>2,106.74</b>	<b>2,050.61</b>	<b>2,654.91</b>	<b>2,050.61</b>	<b>2,005.66</b>



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**GMM PFAUDLER LIMITED**  
**CONSOLIDATED UNAUDITED STATEMENT OF ASSETS & LIABILITIES**

₹ in Million

	Particulars	As at 30.09.2020 Unaudited	As at 31.03.2020 Audited
	<b>ASSETS</b>		
(1)	<b>Non-current assets</b>		
	(a) Property, Plant & Equipment	845.35	871.63
	(b) Right of Use Assets	189.93	220.04
	(c) Capital work-in-progress	177.36	15.99
	(d) Goodwill on Consolidation	141.08	138.76
	(e) Goodwill	59.32	59.32
	(f) Other Intangible Assets	183.05	184.50
	(g) Intangible assets under development	0.60	0.44
	(h) Financial Assets		
	(i) Investments	4.60	4.70
	(ii) Others	28.55	27.78
	(i) Non-current Tax Assets (net)	-	5.77
	(j) Deferred tax Asset(Net)	4.59	-
	(k) Other non-current assets	7.65	6.57
	<b>Total Non current assets</b>	<b>1,642.08</b>	<b>1,535.50</b>
(2)	<b>Current Assets</b>		
	(a) Inventories	977.31	1,258.24
	(b) Financial Assets		
	(i) Investments	2.23	356.63
	(ii) Trade Receivables	894.02	743.29
	(iii) Cash & Cash Equivalents	1,131.17	477.75
	(iv) Bank balances other than (iii) above	377.20	286.14
	(v) Loans	0.60	169.73
	(vi) Others	713.75	423.21
	(c) Other current assets	737.54	184.44
	<b>Total Current assets</b>	<b>4,833.82</b>	<b>3,899.43</b>
	<b>Total Assets</b>	<b>6,475.90</b>	<b>5,434.93</b>
	<b>EQUITY &amp; LIABILITIES</b>		
(1)	<b>Equity</b>		
	(a) Equity Share Capital	29.23	29.23
	(b) Other Equity	3,791.58	3,400.04
	<b>Total Equity</b>	<b>3,820.81</b>	<b>3,429.27</b>
(2)	<b>Non-Controlling Interest</b>	0.18	-
	<b>LIABILITIES</b>		
(3)	<b>Non-current liabilities</b>		
	(a) Financial Liabilities		
	(i) Borrowing	405.88	-
	(ii) Lease Liabilities	148.06	176.59
	(b) Deferred tax liabilities (Net)	30.39	50.12
	(c) Provisions	193.00	134.34
	<b>Total Non current liabilities</b>	<b>777.33</b>	<b>361.05</b>
(4)	<b>Current liabilities</b>		
	(a) Financial Liabilities		
	(i) Borrowing	-	112.26
	(ii) Lease Liabilities	58.38	55.40
	(iii) Trade payables due to		
	- Micro & Small Enterprise	15.43	20.95
	- Other than Micro & Small Enterprise	856.68	620.57
	(iv) Others	254.77	135.60
	(b) Provisions	48.13	48.18
	(c) Current Tax Liabilities (Net)	50.56	-
	(d) Other current liabilities	593.63	651.65
	<b>Total Current Liabilities</b>	<b>1,877.58</b>	<b>1,644.61</b>
	<b>Total Equity &amp; Liabilities</b>	<b>6,475.90</b>	<b>5,434.93</b>



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**GMM PFAUDLER LIMITED**  
**CONSOLIDATED UNAUDITED STATEMENT OF CASH FLOW FOR HALF YEAR ENDED SEPTEMBER 30, 2020**

₹ in Million

	Half Year Ended	
	30.09.2020 Unaudited	30.09.2019 Unaudited
<b><u>CASH FLOW FROM OPERATING ACTIVITIES</u></b>		
Profit before taxation	566.11	488.04
Adjustments for:		
Depreciation	121.07	93.85
Net (gain) / loss on sale & discarding of fixed assets	-	(0.11)
Net (gain) / loss on sale of Current Investments	-	(1.70)
Net (gain) / loss on Current Investments designated as Fair Value Through Profit or Loss	1.04	(6.02)
Interest Income	(27.11)	(1.78)
Net (gain) / loss on Non Current Investments designated as Fair Value Through Profit or Loss	0.10	0.14
Interest and financial charges	29.39	16.54
Dividend Income	-	(0.03)
Provision for doubtful debts, liquidated damages and advances	35.70	22.37
Provision for Warranty	1.68	-
Unrealised foreign exchange fluctuation loss/(gain)	17.13	5.81
Actuarial Gain / (loss) on Gratuity reclassified in OCI	(54.55)	(33.44)
<b>Operating profit before working capital changes</b>	<b>690.56</b>	<b>583.67</b>
Adjustments for :		
(Increase)/ Decrease in Inventories	280.93	(18.67)
(Increase)/ Decrease in Trade receivable, loans and other financial & Non financial assets	(362.28)	(341.67)
Increase/ (Decrease) in Trade payables, provisions and other financial & Non financial liabilities	294.47	104.03
<b>Cash generated from operations</b>	<b>903.68</b>	<b>327.36</b>
Direct Taxes paid	(66.50)	(99.55)
<b>Net cash from operating activities</b>	<b>A 837.18</b>	<b>227.81</b>
<b><u>CASH FLOW FROM INVESTING ACTIVITIES</u></b>		
Purchase of Property, Plant and Equipment, including intangible assets	(223.06)	(215.98)
Proceeds from sale of Property, Plant and Equipment	-	0.23
Proceeds from sale of current investments	353.36	53.47
Fixed deposits placed with banks (net)	(215.00)	1.27
Proceeds from Fixed deposits	-	-
Interest received	27.11	1.78
Dividend received	-	0.03
Loan repaid by related party	169.12	-
Payment towards acquisition of business	(545.37)	(272.27)
<b>Net cash used in investing activities</b>	<b>B (433.84)</b>	<b>(431.47)</b>
<b><u>CASH FLOW FROM FINANCING ACTIVITIES</u></b>		
Proceeds from Long term borrowings	460.00	-
Proceeds from Short term borrowings	100.00	-
Repayment of Short term borrowings	(212.25)	-
Payment of Lease Liabilities	(38.07)	(27.98)
Interest paid	(15.98)	(7.27)
Dividend paid	(43.62)	(36.77)
Tax on distributed profits	-	(7.51)
<b>Net cash used in financing activities</b>	<b>C 250.08</b>	<b>(79.53)</b>
<b>NET INCREASE / (DECREASE) IN CASH &amp; CASH EQUIVALENTS</b>	<b>A+B+C 653.42</b>	<b>(283.19)</b>
Cash and Cash equivalents at the beginning of the period	477.75	754.16
Cash and Cash equivalents at the end of the period	1,131.17	470.97



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