



STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 30th JUNE 2020

(₹ in Lakhs)

Particulars	(1)	(2)	(3)	(4)	(5)
	Three Months Ended 30th June 2020	Preceding Three Months Ended 31st March 2020	Corresponding Three Months Ended 30th June 2019	Year Ended 30th June 2020	Previous Year Ended 30th June 2019
	(Audited) Refer Note 8 below	(Unaudited)	(Audited) Refer Note 8 below	(Audited)	(Audited)
1 Revenue from operations	63 453	65 605	63 764	3 00 199	2 94 685
2 Other income (Refer Note 5)	955	1 452	969	4 411	5 334
3 Total income (1+2)	64 408	67 057	64 733	3 04 610	3 00 019
4 Expenses					
a) Cost of raw and packing materials consumed	23 154	21 064	26 592	1 06 621	95 258
b) Purchases of stock-in-trade (Traded goods)	588	2 447	2 107	5 240	32 195
c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(422)	(1 618)	(2 540)	(782)	(3 773)
d) Employee benefits expense	3 810	5 020	2 653	17 329	13 384
e) Finance costs	104	243	404	607	548
f) Depreciation expense	1 320	1 175	1 281	4 788	4 978
g) Impairment losses (Refer Note 7)	----	1 388	----	1 388	----
h) Advertising & sales promotion expenses	4 109	7 474	7 019	32 830	31 331
i) Other expenses	21 183	17 377	21 452	77 202	65 365
Total expenses	53 846	54 570	58 968	2 45 223	2 39 286
5 Profit before tax (3-4)	10 562	12 487	5 765	59 387	60 733
6 Tax expense					
a) Current tax	2 829	3 648	2 113	15 670	22 185
b) Deferred tax	812	(271)	(81)	775	(1 019)
c) Prior year tax adjustments	----	----	(2 346)	(366)	(2 346)
	3 641	3 377	(314)	16 079	18 820
7 Profit for the period (5-6)	6 921	9 110	6 079	43 308	41 913
8 Other comprehensive income					
Items that will not be reclassified to profit or loss:					
Re- measurement of the defined benefit plans	(233)	93	(907)	(226)	(1 026)
Income tax effect on above	59	(24)	318	57	359
Total other comprehensive income for the period	(174)	69	(589)	(169)	(667)
9 Total other comprehensive income for the period (7+8)	6 747	9 179	5 490	43 139	41 246
10 Paid-up equity share capital (Face Value ₹ 10 per equity share)	3 246	3 246	3 246	3 246	3 246
11 Other Equity				1 12 540	87 660
12 Earnings per Share (Face value of ₹ 10 per equity share) (not annualised) :					
a) Basic	21.32	28.07	18.73	133.42	129.12
b) Diluted	21.32	28.07	18.73	133.42	129.12

See accompanying notes to the financial results

Notes:

1 Statement of Assets and Liabilities

(₹ in Lakhs)

Particulars	As at Year Ended	As at Year Ended
	30 th June 2020 (Audited)	30 th June 2019 (Audited)
Assets		
Non-current assets		
Property, plant and equipment	20 650	23 422
Capital work-in-progress	2 215	1 455
Financial assets		
(i) Loans	4 147	3 913
(ii) Other financial assets	----	40
Deferred tax assets (Net)	2 958	3 676
Non-current tax assets (Net)	13 116	13 982
Other non-current assets	6 915	6 207
Total non-current assets	50 001	52 695
Current assets		
Inventories	20 505	20 342
Financial assets		
(i) Trade receivables	16 634	18 137
(ii) Cash and cash equivalents	88 404	52 590
(iii) Bank balances other than (ii) above	1 846	1 455
(iv) Loans	632	9 916
(v) Other financial assets	2 170	2 418
Other current assets	1 884	1 999
	1 32 075	1 06 857
Non current assets held for sale	764	2 152
Total current assets	1 32 839	1 09 009
Total assets	1 82 840	1 61 704
Equity and liabilities		
Equity		
Equity share capital	3 246	3 246
Other equity	1 12 540	87 660
Total equity	1 15 786	90 906
Non-current liabilities		
Financial liabilities		
(i) Other financial liabilities	147	----
Provisions	7 402	6 550
Total non-current liabilities	7 549	6 550
Current liabilities		
Financial liabilities		
(i) Trade payables		
Dues to micro and small enterprises	617	218
Dues to others	52 516	54 631
(ii) Other financial liabilities	2 353	4 645
Provisions	500	536
Current tax liabilities (Net)	1 339	1 255
Other current liabilities	2 180	2 963
Total current liabilities	59 505	64 248
Total liabilities	67 054	70 798
Total equity and liabilities	1 82 840	1 61 704

2 Cash Flow Statement

(₹ in Lakhs)

Particulars	As at Year Ended	As at Year Ended
	30 th June 2020 (Audited)	30 th June 2019 (Audited)
A. Cash Flows from Operating Activities		
Profit before tax	59 387	60 733
Adjustments for:		
Depreciation expense	4 788	4 978
(Gain) / Loss on disposal of property, plant and equipment	257	(431)
Finance costs	607	548
Allowance for doubtful receivables (Net of recovery)	78	95
Interest income	(3 268)	(3 722)
Impairment of property, plant and equipment	1 388	----
Net foreign exchange loss / (gain)	(214)	458
Expense recognised in respect of equity settled share based payments	525	418
Operating profit before working capital changes	63 548	63 077
Working capital adjustments		
Decrease / (increase) in trade and other receivables	1 451	(3 315)
(Increase) in financial assets	(306)	(508)
(Increase) in inventories	(163)	(7 981)
(Increase) in other assets	(593)	(626)
(Decrease) / increase in trade and other payables	(2 325)	13 774
Increase in provisions	147	379
Cash generated from operations	61 759	64 800
Income taxes paid	(14 354)	(23 503)
Net cash generated from operating activities	47 405	41 297
B. Cash Flows from Investing Activities		
Interest received	3 912	4 441
Loans realised	9 000	9 000
Loans given	----	(9 000)
Payment to acquire property, plant and equipment	(5 102)	(1 610)
Proceeds from sale of property, plant and equipment	68	1 332
Net bank deposits (placed)	221	(72)
Changes in earmarked balances	(627)	(659)
Net cash generated from investing activities	7 472	3 432
C. Cash Flows from Financing Activities		
Dividend and dividend tax paid	(18 784)	(31 308)
Principal payment of lease liabilities	(129)	----
Interest paid on lease liabilities	(31)	----
Interest paid other than on lease liabilities	(119)	(66)
Net cash (used in) financing activities	(19 063)	(31 374)
Net increase in cash and cash equivalents	35 814	13 355
Cash and cash equivalents at the beginning of the year	52 590	39 235
Cash and cash equivalents at the end of the year	88 404	52 590

- 3 The above audited financial results for the quarter and year ended June 30, 2020 have been reviewed and recommended by the Audit Committee, and approved by the Board of Directors of the Company at their Meeting held on August 25, 2020.
- 4 The Company has adopted Ind AS 116 effective 1st July, 2019, using the modified retrospective method. The Company has applied the standard to its leases with cumulative impact recognised on the date of initial application (1st July 2019). Accordingly, previous period information has not been restated and is to that extent not comparable.
- 5 Other income for the year ended June 30, 2019, includes an amount of Rs. 1,312 lakhs being one time gain from transfer of property in the quarter ended September 30, 2018.
- 6 The Goods and Services Tax (GST) council has exempted Sanitary Pads from GST with effect from July 27, 2018 (the transition date) vide notification no. G.S.R. 667(E) dated July 28, 2018, consequently, the Company's Fem Care Category is exempt from GST with effect from the said date. Post transition date, the GST on the inputs pertaining to Fem care products is being charged directly to the statement of profit and loss. Hence, the numbers for the year ended June 30, 2019 are not comparable to that extent.
- 7 Certain Property, Plant & Equipment that had been classified as "Held for Sale" was impaired and recorded at its then fair value in the year ended June 30, 2018. In the previous quarter, the Company has, based on certain quotes obtained, reassessed the fair value of these assets and a further impairment loss amounting to Rs. 1,388 lakh has been recognized in the Statement of Profit and Loss. The company intends to dispose off the said PPE and is actively engaged in identifying a prospective buyer. These assets continue to be classified as held for sale as at June 30, 2020.
- 8 The figures of last quarter are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the relevant financial year.
- 9 The Company has identified Health and Hygiene Products as its single primary reportable segment in accordance with the requirements of Ind AS 108 - Operating Segments. Accordingly, no separate segment information has been provided.
- 10 As a result of the nationwide lockdown imposed by the Government of India in view of the Covid-19 pandemic, the operations of the Company were temporarily disrupted at its manufacturing, warehouse and distribution locations from second half of March 2020. The operations have gradually resumed in a phased manner in line with the Government directives issued from time to time. The Company's Management has evaluated the impact of this pandemic on its business operations and financial position and based on such review, there is no significant impact on the Company's assets, capital and financial resources, profitability parameters or liquidity positions as at June 30, 2020. The Management does not envisage any impact on the going concern assumption in the foreseeable future. However, the impact assessment of COVID-19 will be a continuing process given the uncertainties associated with its nature and duration.
- 11 The Board of Directors at its meeting held on August 25, 2020 have recommended a payment of final dividend of ₹ 105 per equity share of face value of ₹ 10 each for the financial year ended June 30, 2020 resulting in a dividend payout of ₹ 34 084 lakhs.
- 12 Previous period figures have been regrouped / reclassified wherever necessary.

**For and on behalf of the Board of Directors of
Procter & Gamble Hygiene and Health Care Limited**

Place : Mumbai
Date : 25th August, 2020

**Madhusudan Gopalan
Managing Director**