

# Walker Chandiook & Co LLP

**Walker Chandiook & Co LLP**  
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## **Independent Auditor's Review Report on Standalone Unaudited Quarterly Financial Results and Year to Date Results of Cosmo Films Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)**

### **To the Board of Directors of Cosmo Films Limited**

1. We have reviewed the accompanying statement of standalone unaudited financial results ('the Statement') of Cosmo Films Limited ('the Company') for the quarter ended 31 December 2019 and the year to date results for the period 1 April 2019 to 31 December 2019, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time.
2. The 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, Interim Financial Reporting ('Ind AS 34'), prescribed under Section 133 of the Companies Act, 2013 ('the Act'), and as per the presentation requirements of SEBI Circular CIR/CFD/FAC/62/2016 dated 5 July 2016, (hereinafter referred to as 'the SEBI Circular'), 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 of interim financial information consists of making inquiries, primarily of persons 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 the 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. Accordingly, we do not express an audit opinion.



# Walker Chandiok & Co LLP

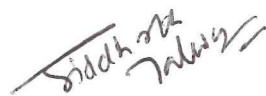
Independent Auditor's Review Report on Standalone Unaudited Quarterly Financial Results and Year to Date Results of Cosmo Films Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) (cont'd)

4. Based on our review conducted as 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 Ind AS 34, prescribed under Section 133 of the Act, and as per the presentation requirements of the SEBI Circular, and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in accordance with the requirements 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.

**For Walker Chandiok & Co LLP**

Chartered Accountants

Firm Registration No: 001076N/N500013



**Siddharth Talwar**

Partner

Membership No. 512752

UDIN: 20512752AANBD6586

**Place:** New Delhi

**Date:** 13 February 2020



**COSMO FILMS LIMITED**  
**UNAUDITED STANDALONE FINANCIAL RESULTS**

(Rs in Crores)

S.No	Particulars	3 months ended			9 months ended		Year ended
		31.12.2019	30.09.2019	31.12.2018	31.12.2019	31.12.2018	31.03.2019
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
I	<b>Income:</b>						
	a) Revenue from operations	534.44	516.42	535.64	1,558.60	1,528.04	2,050.39
	b) Other income	5.94	4.55	3.35	13.83	7.33	11.56
	<b>Total income</b>	<b>540.38</b>	<b>520.97</b>	<b>538.99</b>	<b>1,572.43</b>	<b>1,535.37</b>	<b>2,061.95</b>
II	<b>Expenses:</b>						
	a) Cost of materials consumed	352.36	357.47	395.30	1,088.28	1,159.94	1,529.82
	b) Changes in inventories of finished goods and stock-in-trade	8.63	4.63	22.31	(1.59)	9.40	15.55
	c) Employee benefit expenses	33.26	30.92	23.28	89.86	67.94	91.82
	g) Depreciation and amortisation expenses	12.49	12.21	11.73	36.91	35.54	48.03
	h) Finance costs	11.02	12.67	11.02	33.51	41.23	51.67
	i) Allowance for expected credit losses	-	-	0.25	-	0.63	0.34
	j) Other expenses	71.52	68.74	68.41	207.18	185.88	255.23
	<b>Total expenses</b>	<b>489.28</b>	<b>486.64</b>	<b>532.30</b>	<b>1,454.15</b>	<b>1,500.56</b>	<b>1,992.46</b>
III	<b>Profit before tax (I-II)</b>	<b>51.10</b>	<b>34.33</b>	<b>6.69</b>	<b>118.28</b>	<b>34.81</b>	<b>69.49</b>
IV	<b>Tax expense:</b>						
	a) Current tax	12.71	6.55	1.39	26.36	7.38	12.11
	b) Deferred tax expense/ (credit)	2.89	2.49	(3.50)	6.94	(2.32)	(1.00)
	<b>Income tax expense</b>	<b>15.60</b>	<b>9.04</b>	<b>(2.11)</b>	<b>33.30</b>	<b>5.06</b>	<b>11.11</b>
V	<b>Net Profit for the period (III-IV)</b>	<b>35.50</b>	<b>25.29</b>	<b>8.80</b>	<b>84.98</b>	<b>29.75</b>	<b>58.38</b>
VI	<b>Other comprehensive income</b>						
a)	i) Items that will not be reclassified to profit or loss	(0.01)	(0.01)	0.13	(0.02)	0.40	(0.03)
	Income tax related to above	0.01	0.01	(0.05)	0.02	(0.14)	0.01
b)	i) Items that will be reclassified to profit or loss	(5.26)	2.74	7.81	(6.31)	8.88	18.05
	Income tax related to above	1.83	(0.96)	(2.75)	2.20	(3.13)	(6.30)
	<b>Total other comprehensive (loss)/ income (net of tax)</b>	<b>(3.43)</b>	<b>1.78</b>	<b>5.14</b>	<b>(4.11)</b>	<b>6.01</b>	<b>11.73</b>
VII	<b>Total comprehensive income for the period (V+VI)</b>	<b>32.07</b>	<b>27.07</b>	<b>13.94</b>	<b>80.87</b>	<b>35.76</b>	<b>70.11</b>
VIII	<b>Paid - up equity share capital (Face Value Rs.10)</b>	<b>19.44</b>	<b>19.44</b>	<b>19.44</b>	<b>19.44</b>	<b>19.44</b>	<b>19.44</b>
IX	<b>Other equity as per balance sheet</b>						<b>675.85</b>
X	<b>Earning per share for the period (of Rs 10/- each) (not annualised)</b>						
	Basic	18.53	13.20	4.59	44.35	15.52	30.46
	Diluted	18.53	13.20	4.59	44.35	15.52	30.46

**Notes:**

- The Board of Directors has declared interim dividend of Rs 15/- per equity share for the financial year 2019-20.
- The above unaudited financial results were reviewed by the Audit Committee and approved by the Board of Directors on 13th February 2020 and limited review of the same has been carried out by the statutory auditors of the Company.
- These financial results have been prepared in accordance with the recognition and measurement principles of applicable Indian Accounting Standards ('Ind AS') notified under the Companies (Indian Accounting Standards) Rules, 2015 as specified in section 133 of the Companies Act, 2013.
- The Company has adopted IND AS 116 "Leases" effective 1st April 2019, as notified by the Ministry of Corporate Affairs (MCA) in the Companies (Indian Accounting Standards) Amendment Rules, 2019 using modified retrospective method. The adoption of this standard did not have any material impact on the profit of the current period.
- The above results includes gain/(loss) due to foreign exchange rate fluctuations on foreign currency borrowings as under:

Particulars	3 months ended			9 months ended		Year ended
	31.12.2019	30.09.2019	31.12.2018	31.12.2019	31.12.2018	31.03.2019
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Revenue from operations	3.11	2.46	-	5.73	-	-
Cost of material consumed	(0.20)	0.07	-	1.54	-	2.77
Other income/(expenses)	(2.77)	(2.09)	(4.49)	(7.79)	(4.79)	(6.43)
Finance cost	(1.43)	(1.93)	0.53	(3.36)	(8.25)	(8.25)

- Tax Liability is based upon the estimated tax computation for the whole year and excess/short provision, if any will be adjusted in the last quarter.

New Delhi  
13th February 2020

ASHOK JAIPURIA  
CHAIRMAN



SIGNED FOR  
IDENTIFICATION  
PURPOSES



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

### **To the Board of Directors of Cosmo Films Limited**

1. We have reviewed the accompanying statement of unaudited consolidated financial results ('the Statement') of Cosmo Films Limited ('the Holding Company') and its subsidiaries (the Holding Company and its subsidiaries together referred to as 'the Group') (refer Annexure 1 for the list of subsidiaries included in the Statement) for the quarter ended 31 December 2019 and the consolidated year to date results for the period 1 April 2019 to 31 December 2019, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time.
2. This Statement, which is the responsibility of the Holding Company's management and approved by the Holding Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, Interim Financial Reporting ('Ind AS 34'), prescribed under section 133 of the Companies Act, 2013 ('the Act'), and as per the presentation requirements of SEBI Circular CIR/CFD/FAC/62/2016 dated 5 July 2016 (hereinafter referred to as 'the SEBI Circular'), 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 of interim financial information consists of making inquiries, primarily of persons 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 the 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. Accordingly, we do not express an audit opinion.



# Walker Chandiook & Co LLP

## Independent Auditor's Review Report on Consolidated Unaudited Quarterly Financial Results and Year to Date Results of Cosmo Films Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) (cont'd)

We also performed procedures in accordance with the SEBI Circular CIR/CFD/CMD1/44/2019 dated 29 March 2019 issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), to the extent applicable.

4. Based on our review conducted and procedures performed as stated in paragraph 3 above and upon consideration of the review reports of the other auditors referred to in paragraph 5 below, 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 Ind AS 34, prescribed under Section 133 of the Act, and as per the presentation requirements of the SEBI Circular and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in accordance with the requirements 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.
5. We did not review the interim financial information of one subsidiary included in the Statement, whose financial information reflects total revenues of ₹ 64.33 crores and ₹ 190.76 crores, total net profit after tax of ₹ 3.38 crores and ₹ 12.58 crores and total comprehensive income of ₹ 3.67 crores and ₹ 13.58 crores, for the quarter and nine-months period ended on 31 December 2019 respectively, as considered in the Statement. These interim financial information have been reviewed by other auditors whose review report has been furnished to us by the management, and our conclusion in so far as it relates to the amounts and disclosures included in respect of this subsidiary is based solely on the review report of such other auditors and the procedures performed by us as stated in paragraph 3 above.

Our conclusion is not modified in respect of this matter.

6. The Statement includes the interim financial information of six subsidiaries, which have not been reviewed, whose interim financial information reflect total revenues of ₹ 42.43 crores and ₹ 122.69 crores, net loss after tax of ₹ 0.93 crores and ₹ 1.80 crores and total comprehensive income of ₹ 1.82 crores and ₹ 4.07 crores for the quarter and nine-months period ended 31 December 2019 respectively, as considered in the Statement, and have been furnished to us by the Holding Company's management. Our conclusion on the Statement, and our report in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), read with SEBI Circular, in so far as it relates to the aforesaid subsidiaries, are based solely on such unaudited/unreviewed interim financial information. According to the information and explanations given to us by the management, these interim financial information are not material to the Group.

Our conclusion is not modified in respect of this matter.

### For Walker Chandiook & Co LLP

Chartered Accountants

Firm Registration No: 001076N/N500013

*Siddharth Talwar*

**Siddharth Talwar**

Partner

Membership No. 512752

UDIN: 20512752AAAABC9060

**Place:** New Delhi

**Date:** 13 February 2020



# Walker Chandiok & Co LLP

Independent Auditor's Review Report on Consolidated Unaudited Quarterly Financial Results and Year to Date Results of Cosmo Films Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) (cont'd)

## Annexure 1

### List of entities included in the Statement

- a. Cosmo Films Singapore Pte Ltd.
- b. Cosmo Films Korea Limited
- c. Cosmo Films Japan, GK
- d. Cosmo Films Inc.
- e. CF (Netherlands) Holdings Ltd B.V.
- f. CF Investment Holding Private (Thailand) Company Limited
- g. Cosmo Films Poland Sp z.o.o.





**COSMO FILMS LIMITED**  
**UNAUDITED CONSOLIDATED FINANCIAL RESULTS**

S.No	Particulars	3 months ended			9 months ended		(Rs in Crores)
		31.12.2019	30.09.2019	31.12.2018	31.12.2019	31.12.2018	Year ended
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
I	<b>Income:</b>						
	a) Revenue from operations	579.87	558.37	557.71	1,679.42	1,606.68	2,156.52
	b) Other income	5.22	4.50	11.30	13.37	15.57	20.15
	<b>Total income</b>	<b>585.09</b>	<b>562.87</b>	<b>569.01</b>	<b>1,692.79</b>	<b>1,622.25</b>	<b>2,176.67</b>
II	<b>Expenses:</b>						
	a) Cost of materials consumed	382.40	369.49	398.88	1,143.32	1,188.56	1,562.95
	b) Purchase of traded goods	0.20	0.31	0.24	0.66	0.66	0.92
	c) Changes in inventories of finished goods and stock-in-trade	2.65	12.03	23.59	(2.09)	2.46	12.99
	d) Employee benefit expenses	42.69	40.16	33.12	117.05	98.03	131.40
	e) Depreciation and amortisation expenses	13.64	13.33	13.25	40.29	40.14	53.76
	f) Finance costs	11.80	13.47	12.01	35.93	44.68	55.97
	g) Allowance for expected credit losses	0.49	-	0.53	0.49	0.44	0.69
	h) Other expenses	79.33	76.35	76.33	230.88	209.17	286.35
	<b>Total expenses</b>	<b>533.20</b>	<b>525.14</b>	<b>557.95</b>	<b>1,566.53</b>	<b>1,584.14</b>	<b>2,105.03</b>
III	<b>Profit before tax (I-II)</b>	<b>51.89</b>	<b>37.73</b>	<b>11.06</b>	<b>126.26</b>	<b>38.11</b>	<b>71.64</b>
IV	<b>Tax expense:</b>						
	a) Current tax	12.96	6.56	1.41	26.71	7.39	12.09
	b) Deferred tax expense/ (credit)	2.82	2.47	(3.67)	6.96	(2.82)	(1.56)
	<b>Income tax expense</b>	<b>15.78</b>	<b>9.03</b>	<b>(2.26)</b>	<b>33.67</b>	<b>4.57</b>	<b>10.53</b>
V	<b>Net Profit for the period (III-IV)</b>	<b>36.11</b>	<b>28.70</b>	<b>13.32</b>	<b>92.59</b>	<b>33.54</b>	<b>61.11</b>
VI	<b>Other comprehensive income</b>						
a)	i) Items that will not be reclassified to profit or loss	(0.01)	(0.01)	0.13	(0.02)	0.40	(0.03)
	Income tax related to above	0.01	0.01	(0.05)	0.02	(0.14)	0.01
b)	i) Items that will be reclassified to profit or loss	(2.08)	4.53	3.83	1.55	11.94	17.78
	Income tax related to above	1.80	(1.01)	(2.73)	2.21	(3.21)	(6.39)
	<b>Total other comprehensive (loss)/ income (net of tax)</b>	<b>(0.28)</b>	<b>3.52</b>	<b>1.18</b>	<b>3.76</b>	<b>8.99</b>	<b>11.37</b>
VII	<b>Total comprehensive income for the period (V+VI)</b>	<b>35.83</b>	<b>32.22</b>	<b>14.50</b>	<b>96.35</b>	<b>42.53</b>	<b>72.48</b>
VIII	<b>Paid - up equity share capital (Face Value Rs.10)</b>	<b>19.44</b>	<b>19.44</b>	<b>19.44</b>	<b>19.44</b>	<b>19.44</b>	<b>19.44</b>
IX	<b>Other equity as per balance sheet</b>						<b>660.80</b>
X	<b>Earning per share for the period (of Rs 10/- each) (not annualised)</b>						
	Basic	18.84	14.98	6.95	48.32	17.50	31.89
	Diluted	18.84	14.98	6.95	48.32	17.50	31.89

**REPORTING OF SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED**

Particulars	3 months ended			9 months ended		Year ended
	31.12.2019	30.09.2019	31.12.2018	31.12.2019	31.12.2018	31.03.2019
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
<b>a) Segment revenue</b>						
Packaging films	579.32	557.80	557.23	1,676.88	1,603.34	2,152.67
Others	0.55	0.57	0.48	2.54	3.34	3.85
<b>Sub total</b>	<b>579.87</b>	<b>558.37</b>	<b>557.71</b>	<b>1,679.42</b>	<b>1,606.68</b>	<b>2,156.52</b>
Less: Inter segment revenue	-	-	-	-	-	-
<b>Total</b>	<b>579.87</b>	<b>558.37</b>	<b>557.71</b>	<b>1,679.42</b>	<b>1,606.68</b>	<b>2,156.52</b>
<b>b) Segment results</b>						
<b>Profit before tax and interest</b>						
Packaging films	67.81	53.82	24.42	170.64	86.65	134.30
Others	0.12	(0.32)	0.22	0.10	0.86	1.00
<b>Sub Total</b>	<b>67.93</b>	<b>53.50</b>	<b>24.64</b>	<b>170.74</b>	<b>87.51</b>	<b>135.30</b>
Less: Finance costs	11.80	13.47	12.01	35.93	44.68	55.97
Less: Unallocable expenses net of unallocable income	4.24	2.30	1.57	8.55	4.72	7.69
<b>Profit from ordinary activity before tax</b>	<b>51.89</b>	<b>37.73</b>	<b>11.06</b>	<b>126.26</b>	<b>38.11</b>	<b>71.64</b>
<b>c) Capital employed</b>						
<b>Segment assets</b>						
Packaging films	1,631.50	1,690.63	1,701.21	1,631.50	1,701.21	1,663.17
Others	0.77	0.81	2.28	0.77	2.28	2.26
Unallocated	290.33	249.89	118.91	290.33	118.91	207.82
<b>Total</b>	<b>1,922.60</b>	<b>1,941.33</b>	<b>1,822.40</b>	<b>1,922.60</b>	<b>1,822.40</b>	<b>1,873.25</b>
<b>Segment liabilities</b>						
Packaging films	286.16	333.97	327.90	286.16	327.90	332.07
Others	-	-	-	-	-	-
Unallocated	6.29	2.79	1.90	6.29	1.90	1.38
<b>Total</b>	<b>292.45</b>	<b>336.76</b>	<b>329.80</b>	<b>292.45</b>	<b>329.80</b>	<b>333.45</b>
<b>Segment capital employed</b>						
Packaging films	1,345.34	1,356.67	1,373.31	1,345.34	1,373.31	1,331.10
Others	0.77	0.81	2.28	0.77	2.28	2.26
Unallocated	284.04	247.10	117.01	284.04	117.01	206.44
<b>Total</b>	<b>1,630.15</b>	<b>1,604.57</b>	<b>1,492.60</b>	<b>1,630.15</b>	<b>1,492.60</b>	<b>1,539.80</b>



SIGNED FOR  
IDENTIFICATION  
PURPOSES



## Notes:

- 1 The Board of Directors has declared interim dividend of Rs 15/- per equity share for the financial year 2019-20.
- 2 The above unaudited financial results were reviewed by the Audit Committee and approved by the Board of Directors on 13th February 2020 and limited review of the same has been carried out by the statutory auditors of the Company.
- 3 These financial results have been prepared in accordance with the recognition and measurement principles of applicable Indian Accounting Standards ('Ind AS') notified under the Companies (Indian Accounting Standards) Rules, 2015 as specified in section 133 of the Companies Act, 2013.
- 4 The Group has adopted IND AS 116 "Leases" effective 1st April 2019, as notified by the Ministry of Corporate Affairs (MCA) in the Companies (Indian Accounting Standards) Amendment Rules, 2019 using modified retrospective method. The adoption of this standard did not have any material impact on the profit of the current period.
- 5 The above results includes gain/(loss) due to foreign exchange rate fluctuations on foreign currency borrowings as under:

Particulars	3 months ended			9 months ended		Year ended
	31.12.2019	30.09.2019	31.12.2018	31.12.2019	31.12.2018	31.03.2019
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Revenue from operations	3.11	2.46	-	5.73	-	-
Cost of material consumed	(0.20)	0.07	-	1.54	-	2.77
Other income/(expenses)	(3.70)	(2.22)	(4.77)	(9.54)	(4.52)	(6.02)
Finance cost	(1.43)	(1.93)	0.53	(3.36)	(8.25)	(8.25)

- 6 Key numbers of Standalone financial results are as given below. The standalone financial results are available at Company's website.

Particulars	3 months ended			9 months ended		Year ended
	31.12.2019	30.09.2019	31.12.2018	31.12.2019	31.12.2018	31.03.2019
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Income from operation	534.44	516.42	535.64	1,558.60	1,528.04	2,050.39
Profit from ordinary activity before tax	51.10	34.33	6.69	118.28	34.81	69.49
Profit from ordinary activity after tax	35.50	25.29	8.80	84.98	29.75	58.38

- 7 Tax Liability is based upon the estimated tax computation for the whole year and excess/short provision, if any will be adjusted in the last quarter.

New Delhi  
13th February 2020

ASHOK JAIPURIA  
CHAIRMAN



SIGNED FOR  
IDENTIFICATION  
PURPOSES