

**Independent Auditor's Review Report**

**To**  
**The Board of Directors of**  
**Somany Home Innovation Limited**

1. We have reviewed the accompanying statement of unaudited standalone financial results of Somany Home Innovation Limited ('the Company') for the quarter ended 30<sup>th</sup> Sept, 2019 and year to date results for the period from 1<sup>st</sup> April 2019 to 30<sup>th</sup> Sept, 2019 ("the Statement"). The company is in process of listing of equity shares and voluntarily complied with Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (" the Regulations") , in preparation of this Statement. The preparation of the Statement in accordance with the recognition and measurement principles laid down in Ind AS-34, Interim Financial Reporting prescribed u/s 133 of the Companies Act, 2013 read with Rule 3 of Companies (Indian Accounting Standards) Rule, 2015 (as amended), is the responsibility of the Company's management and has been approved by the Board of Directors of the Company. The annexed financial statements for the quarter and year to date period ended 30<sup>th</sup> Sept, 2019 are prepared considering the effect of the Scheme of arrangement as stated in the foot note no. 2. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE 2410) "Review of Interim financial information performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial results are free of material misstatement. A review is limited primarily to enquiries of the Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. 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 applicable Accounting Standards i.e. India Accounting Standards ('Ind AS') prescribed u/s 133 of the Companies Act , 2013 read with relevant rules issued there under and other recognised accounting practices and policies generally accepted in India has not disclosed the information required to be disclosed in terms of the Regulation, including the manner in which it is to be disclosed, or that it contains any material misstatement.

**For LODHA & CO.**

Chartered Accountants

Firm's Registration No. 301051E

(N.K. LODHA)

Partner

M. No. 85155

Place: Gurugram

Date: 14.11.2019

UDIN: 19085155AAAAEJ7865



**SOMANY HOME INNOVATION LIMITED**

REGD. OFFICE: 2, RED CROSS PLACE, KOLKATA-700 001

WEBSITE: [WWW.SHILIGROUP.COM](http://WWW.SHILIGROUP.COM) | CIN : U74999WB2017PLC222970 | TEL: 033-22487407/5668

**PART I  
STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30th SEPTEMBER 2019**

|      |  | (Rs. in crore)                |                                  |  |
|------|--|-------------------------------|----------------------------------|--|
|      |  | Particulars                   | 3 months ended<br>30th Sept 2019 | 3 months ended<br>30th June 2019   |
|      |  | (Unaudited)                   | (Unaudited)                      | Year to date figures<br>for the current period<br>ended<br>30th September 2019 |
|      |  | Post Scheme<br>(Refer Note 2) | Post Scheme<br>(Refer Note 2)    | Year ended<br>31st March 2019  |
| I    | Revenue from operations  | 120.83                        | 102.76                           | 223.59   |
| II   | Other income   | 0.22                          | 0.41                             | 0.63   |
| III  | <b>Total income (I+II)</b>   | <b>121.05</b>                 | <b>103.17</b>                    | <b>224.22</b>  |
| IV   | <b>Expenses</b>  |                               |                                  |  |
|      | a) Cost of materials consumed  | 81.66                         | 46.63                            | -  |
|      | b) Purchases of stock-in-trade   | (6.01)                        | 17.27                            | 128.29   |
|      | c) Changes in inventories of finished goods, stock-in-trade and work-in-progress     | 13.47                         | 11.64                            | 11.26  |
|      | d) Employee benefits expense   | 2.94                          | 3.29                             | 25.11  |
|      | e) Finance cost  | 4.55                          | 4.36                             | 6.23   |
|      | f) Depreciation and amortization expense   | -                             | -                                | 0.01   |
|      | g) Power and fuel  | 29.48                         | 26.63                            | 8.91   |
|      | h) Other expenses  | -                             | -                                | -  |
|      | <b>Total expenses (IV)</b>   | <b>126.09</b>                 | <b>109.82</b>                    | <b>56.11</b>   |
| V    | <b>Profit before exceptional items and tax (III-IV)</b>                              | <b>(5.04)</b>                 | <b>(6.65)</b>                    | <b>235.91</b>  |
| VI   | <b>Exceptional item</b>  | <b>(5.04)</b>                 | <b>(6.65)</b>                    | <b>(11.69)</b>   |
| VII  | <b>Profit before tax</b>   | <b>(5.04)</b>                 | <b>(6.65)</b>                    | <b>(11.69)</b>   |
| VIII | <b>Tax expense</b>   |                               |                                  |  |
|      | a) Current tax   | -                             | -                                | -  |
|      | b) Deferred tax charge/(benefit)   | (1.04)                        | (2.46)                           | (3.50)   |
|      | <b>Tax expenses (VIII)</b>   | <b>(1.04)</b>                 | <b>(2.46)</b>                    | <b>(3.50)</b>  |
| IX   | <b>Profit for the period (VII - VIII)</b>  | <b>(4.00)</b>                 | <b>(4.19)</b>                    | <b>(8.19)</b>  |
| X    | <b>Other comprehensive income (net of tax)</b>                                       |                               |                                  |  |
|      | (A)(i) Items that will not be reclassified to profit or loss                         | 0.13                          | -                                | 0.13   |
|      | (ii) Income tax relating to items that will not be reclassified to profit or loss    | (0.05)                        | -                                | (0.05)   |
|      | (B)(i) Items that will be reclassified to profit or loss                             | -                             | -                                | -  |
|      | (ii) Income tax relating to items that will be reclassified to profit or loss        | 0.08                          | -                                | 0.08   |
|      | <b>Total other comprehensive income (X)</b>  | <b>(3.92)</b>                 | <b>(4.19)</b>                    | <b>(8.11)</b>  |
| XI   | <b>Total comprehensive income for the period (V+X)</b>                               | <b>(4.00)</b>                 | <b>(4.19)</b>                    | <b>(8.11)</b>  |
| XII  | Earnings before interest, depreciation, tax and amortization [EBIDTA] [V+X (e)+V(f)] | 2.45                          | 1.00                             | 3.45   |
| XIII | Paid-up equity share capital [face value Rs. 2/- per share] (Refer Note 2)           | 14.46                         | 14.46                            | 14.46  |
| XIV  | Other equity (excluding revaluation reserve)   |                               |                                  |  |
| XV   | Earnings per share : (of Rs. 2/- each )  |                               |                                  |  |
|      | (a) Basic (Rs.)  | (0.55)                        | (0.58)                           | (1.13)   |
|      | (b) Diluted (Rs.)  | (0.55)                        | (0.58)                           | (2.59)   |



## SOMANY HOME INNOVATION LIMITED

| STATEMENT OF ASSETS AND LIABILITIES           |             | (Rs. in crore)                               |                                       |
|---|-------------|--|---------------------------------------|
|   | Particulars | As at<br>30th September 2019<br>(Un audited) | As at<br>31st March 2019<br>(Audited) |
|   |             | Post Scheme                                  | Pre Scheme                            |
| <b>A ASSETS</b>                               |             |  |                                       |
| 1 Non-current assets                          |             |  |                                       |
| a) Property, plant and equipments             |             | 77.75  | -                                     |
| b) Capital work in progress                   |             | 2.70   | -                                     |
| c) Goodwill                                   |             | -  | -                                     |
| d) Other intangible assets                    |             | 0.63   | -                                     |
| e) Financial assets                           |             | -  | -                                     |
| i) Investments                                |             | 1.67   | 0.10                                  |
| ii) Loans                                     |             | 3.64   | 0.00                                  |
| iii) Other financial assets                   |             | -  | -                                     |
| f) Deferred tax asset (net)                   |             | 30.57  | -                                     |
| f) Current tax asset (net)                    |             | -  | -                                     |
| g) Other non-current assets                   |             | 2.33   | -                                     |
| <b>Total non-current assets</b>               |             | <b>119.29</b>                                | <b>0.10</b>                           |
| 2 Current assets                              |             |  |                                       |
| a) Inventories                                |             | 96.60  | -                                     |
| b) Financial assets                           |             | -  | -                                     |
| i) Investments                                |             | -  | -                                     |
| ii) Trade receivables                         |             | 117.41                                       | -                                     |
| iii) Cash and cash equivalents                |             | 12.44  | 0.00                                  |
| iv) Bank balance other than (iii) above       |             | 0.10   | -                                     |
| v) Loans                                      |             | 0.03   | -                                     |
| vi) Other financial assets                    |             | -  | -                                     |
| c) Other current assets                       |             | 12.29  | -                                     |
| <b>Total current assets</b>                   |             | <b>238.87</b>                                | <b>0.00</b>                           |
| <b>TOTAL ASSETS (A=1+2)</b>                   |             | <b>358.16</b>                                | <b>0.11</b>                           |
| <b>B EQUITY AND LIABILITIES</b>               |             |  |                                       |
| 1 Equity                                      |             |  |                                       |
| a) Equity share capital                       |             | 14.46  | 0.10                                  |
| b) Other equity                               |             | 59.76  | -0.18                                 |
| <b>Total equity</b>                           |             | <b>74.22</b>                                 | <b>(0.08)</b>                         |
| 2 Non-current liabilities                     |             |  |                                       |
| a) Financial liabilities                      |             |  |                                       |
| i) Borrowings                                 |             | 14.63  | -                                     |
| ii) Other financial liabilities               |             | 39.02  | -                                     |
| b) Provisions                                 |             | 1.14   | -                                     |
| c) Deferred tax liabilities (net)             |             | -  | -                                     |
| d) Other non-current liabilities              |             | 0.20   | -                                     |
| <b>Total non-current liabilities</b>          |             | <b>54.99</b>                                 | <b>-</b>                              |
| 3 Current liabilities                         |             |  |                                       |
| a) Financial liabilities                      |             |  |                                       |
| i) Borrowings                                 |             | 100.65                                       | 0.18                                  |
| ii) Trade payables                            |             | -  | -                                     |
| - Due to micro and small enterprise           |             | 12.72  | -                                     |
| - Due to others                               |             | 38.14  | -                                     |
| iii) Other financial liabilities              |             | 70.33  | 0.00                                  |
| b) Other current liabilities                  |             | 5.66   | 0.00                                  |
| c) Provisions                                 |             | 1.45   | -                                     |
| <b>Total current liabilities</b>              |             | <b>228.95</b>                                | <b>0.19</b>                           |
| <b>Total liabilities (2+3)</b>                |             | <b>283.94</b>                                | <b>0.19</b>                           |
| <b>TOTAL EQUITY AND LIABILITIES (B=1+2+3)</b> |             | <b>358.16</b>                                | <b>0.11</b>                           |



**SOMANY HOME INNOVATION LIMITED**

| <b>Cash Flow Statement (Standalone)</b>                                |  | (₹ in Crore)  |  |
|--|--|---|--|
| <b>Particulars</b>   |  | As at<br>30 September 2019<br>(Post Scheme)<br>(Refer Note No. 2) | Year ended<br>31 March 2019<br>Pre Scheme<br>(Audited) |
|  |  |   |  |
| <b>Cash flows from operating activities</b>                            |  |   |  |
| Profit before tax  |  | (11.69)   | (0.13)   |
| <b>Adjustments for:</b>  |  |   |  |
| Finance costs  |  | 6.23  | 0.01   |
| Interest income  |  | (0.11)  | -  |
| Provision for expected credit/impairment loss                          |  | 0.40  | -  |
| Bad debts written off  |  | 0.03  | -  |
| Depreciation and amortisation expenses                                 |  | 8.91  | -  |
|  |  | <b>3.77</b>   | <b>(0.12)</b>  |
| <b>Movements in working capital:</b>                                   |  |   |  |
| (Increase)/decrease in trade and other receivables                     |  | (30.53)   | (0.00)   |
| (Increase)/decrease in inventories                                     |  | 11.26   | -  |
| (Increase)/decrease in other assets                                    |  | 5.64  | -  |
| Increase/(decrease) in trade and other liabilities                     |  | 32.38   | (0.00)   |
| Increase/(decrease) in provisions                                      |  | 0.80  | -  |
|  |  | 19.55   | (0.00)   |
| <b>Cash generated from operations</b>                                  |  | <b>23.32</b>  | <b>(0.12)</b>  |
| Income taxes paid  |  | -   | -  |
| <b>Net cash generated by operating activities</b>                      |  | <b>23.32</b>  | <b>(0.12)</b>  |
| <b>Cash flows from investing activities:</b>                           |  |   |  |
| Interest received  |  | 0.10  | -  |
| Payments for property, plant and equipment                             |  | (4.65)  | -  |
| Proceeds from disposal of property, plant and equipment                |  | -   | -  |
| Movement in other bank balances  |  | (0.08)  | -  |
| <b>Net cash used in investing activities</b>                           |  | <b>(4.63)</b>   | -  |
| <b>Cash flows from financing activities:</b>                           |  |   |  |
| Proceeds from borrowings   |  | -   | 0.12   |
| Movement in short term borrowings (net)                                |  | (3.09)  | -  |
| Payment of lease liabilities   |  | (6.99)  | -  |
| Interest paid  |  | (4.87)  | (0.01)   |
| <b>Net cash used in financing activities</b>                           |  | <b>(14.95)</b>  | <b>0.11</b>  |
| <b>Net increase in cash and cash equivalents:</b>                      |  |   |  |
| Cash and cash equivalents at the beginning of the year (post demerger) |  | 3.74  | (0.01)   |
| Cash and cash equivalents at the beginning of the year                 |  | 8.70  | 0.02   |
| <b>Cash and cash equivalents at the end of the year</b>                |  | <b>12.44</b>  | <b>0.00</b>  |



**Notes:**

- (1) The above financials results of Somany Home Innovation Limited ("SHIL" or "Company") for the quarter and period ended 30th September 2019 have been approved by the Board of Directors at their meeting held on 14th November 2019.
- (2) (i)(a) The Board of Directors of the Company in its meeting held on 10th November 2017 had approved a Composite Scheme of Arrangement ("Scheme") under section 230 to 232, read with section 66 and other applicable provisions of the Companies Act 2013 and the provisions of other applicable laws, amongst the Company, Brilloca Limited (a wholly owned subsidiary of the Company) and HSIL Limited and their respective shareholders and creditors. The Scheme provides for the demerger of, (i) the Consumer Products Distribution and Marketing Undertaking ("CPDM Undertaking") and Retail Undertaking of HSIL Limited into SHIL, and (ii) the Building Products Distribution and Marketing Undertaking ("BPD M Undertaking") of HSIL Limited into Brilloca Limited. The Scheme was approved by the Hon'ble Kolkata Bench of National Company Law Tribunal vide its order dated 26th June 2019, certified copy of the order dated 2nd July 2019 was filed with Registrar of Companies, West Bengal on 5th August 2019 and accordingly the Scheme has come into effect. The Scheme is effective from the Appointed Date i.e. 1st April, 2018. Accordingly due effects of the Scheme have been incorporated.

(b) In terms of the Schemes, the 100 percent equity share capital of 5,00,000 of Rs 2/- each of the Company held by HSIL Limited stands cancelled, and existing shareholders of HSIL Limited have been issued and allotted fully paid up one equity share of SHIL of face value of Rs.2/- each for every one equity share held by them in the HSIL Limited as on the August 20th, 2019 (record date) 7,22,96,335 no. of equity shares of Rs. 2 each and Rs. 1445.93 Cr. Redited to Share Capital. In terms of the Scheme, the Company have undertaken necessary steps for listing of its equity shares allotted subject to necessary regulatory approvals including the listing approval from stock exchanges.

(c) The necessary steps and formalities in respect of completion of transfers of properties, licences, approvals including approval for division of banking facilities and investments in favour of SHIL and Brilloca Limited and modification of charges etc. are under process.

(i) As stated above, the aforesaid Scheme of the Company is with HSIL which is erstwhile holding company of SHIL. To give effect of the Scheme from Appointed Date i.e. 1st April 2018 and pursuant to the requirements of Ind AS 103 "Business Combination", the Company has accounted this Business Combination involving entities under common control using the pooling of interest method in the financial results, for prior period i.e. with effect from 1st April 2018 as per Ind AS-103

- (3) The Company has adopted Ind AS 116 "Leases" effective 1st April, 2019 as notified by the Ministry of Corporate Affairs (MCA) and applied the standard to its leases. This has resulted in recognising right of use assets and corresponding Lease liabilities. The application of Ind AS 116 did not have any significant impact in the financial results for the quarter and period.
- (4) The previous period/year figures have been rearranged /regrouped, whenever considered necessary.
- (5) The statutory auditors of the Company have carried out a limited review of the unaudited financial results for the quarter and period ended 30th September 2019.

Place : Gurugram

Date: 14th November 2019

  
Rakesh Kaul  
Whole Time Director and CEO



**Independent Auditor's Review Report**

To  
The Board of Directors of  
Somany Home Innovation Limited

1. We have reviewed the accompanying Statement of unaudited Consolidated Financial Results of Somany Home Innovation Limited ("the Parent"), which includes its subsidiaries (the Parent and its subsidiaries together referred to as 'the Group'), for the quarter ended 30<sup>th</sup> Sept, 2019 and for the period from 1<sup>st</sup> April 2019 to 30<sup>th</sup> Sept 2019 (the "Statement") attached herewith. The Parent is in process of listing of equity shares and voluntarily complied with Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("the Regulations"), in preparation of this Statement. The preparation of the Statement in accordance with the recognition and measurement principles laid down in Ind AS-34, Interim Financial Reporting prescribed u/s 133 of the Companies Act, 2013 read with Rule 3 of Companies (Indian Accounting Standards) Rule, 2015 (as amended), is the responsibility of the Company's management and has been approved by the Board of Directors of the Parent. The annexed financial statements for the quarter ended 30<sup>th</sup> Sept, 2019 and for the period from 1<sup>st</sup> April 2019 to 30<sup>th</sup> Sept 2019 are prepared considering the effect of the Scheme of arrangement as stated in the foot note no. 2. Our responsibility is to issue a report on the Statement based on our review.
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 Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, 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. 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 Standards on Auditing 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:

**Subsidiary companies**

- i. Brilloca Ltd.\*\*
- ii. Hindware Home Retail (P) Ltd.\*\*
- iii. Luxxis Heating Solutions (P) Ltd.\*\*
- iv. Halis International Limited.\$
- v. Alchemy International CooperatiefU.A.\*



- vi. Haas International B.V<sup>^</sup>
- vii. QUEO Bathroom Innovations Limited<sup>#</sup>
- \*\* Subsidiary of Somany Home Innovation Limited
- \$ Subsidiary of Brilloca Ltd.
- \* Subsidiary of Halis International Limited
- <sup>^</sup>Subsidiary of Alchemy International Cooperatief U.A.
- # Subsidiary of Haas International B.V

5. Other matter

We did not review the interim unaudited financial results and other financial information in respect of six (6) subsidiaries (including step down subsidiaries), whose interim financial results/information reflect total assets of Rs.7.48 crores as at 30<sup>th</sup> Sept 2019 , total revenues of Rs.3.09 crore and Rs.5.74 cores, total net profit /loss) after tax of Rs.0.17 crore and Rs.0.25 crore and other comprehensive income of Rs. Nil and Rs. Nil for the quarter and six months period ended 30<sup>th</sup> September 2019, respectively, and cashflows (net) of (Rs.0.10 crores) for the period from 1<sup>st</sup> April 2019 to 30th Sept 2019 as considered in the statement. According to the information and explanations given to us by the Management, these interim financial results which are certified by the management and other financial information are not material to the Group.

Our conclusion on the Statement is not modified in respect of the above matter.

6. 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 Standard specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Regulation, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For LODHA & CO,  
Chartered Accountants  
Firm Registration No. 301051E

(N.K. Lodha)

Partner

Membership No: 85155

Place: Gurugram

Date: 14.11.2019

UDIN: 19085155AAAAEK4619



**SOMANY HOME INNOVATION LIMITED**

REGD. OFFICE: 2, RED CROSS PLACE, KOLKATA-700 001

WEBSITE: [WWW.SHILGROUP.COM](http://WWW.SHILGROUP.COM) | CIN : U74999WB2017PLC222970 | TEL: 033-22487407/5668

**PART I  
STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER 2019**

|      | Particulars   | 3 months ended 30th September 2019 (Unaudited) | 3 months ended 30th June 2019 (Unaudited) | Year to date figures for the current period ended 30th September 2019 (Unaudited) | (Rs. in crore) |
|------|---|--|---|---|----------------|
|      |   |  |   |   |                |
| I    | Revenue from operations   | 425.58   | 377.95                                    | 803.53  |                |
| II   | Other income  | 1.47   | 3.75                                      | 5.22  |                |
| III  | <b>Total income (I+II)</b>  | <b>427.05</b>                                  | <b>381.70</b>                             | <b>808.75</b>   |                |
| IV   | <b>Expenses</b>   |  |   |   |                |
|      | a) Purchases of stock-in-trade  | 306.11   | 236.18                                    | 542.29  |                |
|      | b) Changes in inventories of finished goods, stock-in-trade and work-in-progress      | (17.69)  | 17.37                                     | (0.32)  |                |
|      | c) Employee benefits expense  | 40.76  | 39.38                                     | 80.14   |                |
|      | d) Finance cost   | 7.46   | 7.95                                      | 15.41   |                |
|      | e) Depreciation and amortization expense  | 11.57  | 8.81                                      | 20.38   |                |
|      | f) Other expenses   | 69.81  | 63.59                                     | 133.40  |                |
|      | <b>Total expenses (IV)</b>  | <b>418.02</b>                                  | <b>373.28</b>                             | <b>791.30</b>   |                |
| V    | <b>Profit before exceptional items and tax (III-IV)</b>                               | <b>9.03</b>                                    | <b>8.42</b>                               | <b>17.45</b>  |                |
| VI   | <b>Exceptional item</b>   |  |   |   | -              |
| VII  | <b>Profit before tax</b>  | <b>9.03</b>                                    | <b>8.42</b>                               | <b>17.45</b>  |                |
| VIII | <b>Tax expense</b>  |  |   |   |                |
|      | a) Current tax  | 3.07   | 5.90                                      | 8.97  |                |
|      | b) Deferred tax charge/(benefit)  | 0.01   | (3.06)                                    | (3.05)  |                |
|      | <b>Tax expenses (VIII)</b>  | <b>3.08</b>                                    | <b>2.84</b>                               | <b>5.92</b>   |                |
| IX   | <b>Profit for the period (VII - VIII)</b>   | <b>5.95</b>                                    | <b>5.58</b>                               | <b>11.53</b>  |                |
| X    | <b>Other comprehensive income (net of tax)</b>  |  |   |   |                |
|      | (A)(i) Items that will not be reclassified to profit or loss                          | 0.41   | -   | 0.41  |                |
|      | (ii) Income tax relating to items that will not be reclassified to profit or loss     | (0.12)   | -   | (0.12)  |                |
|      | Exchange difference on translation of foreign operations                              | (0.01)   | -   | (0.01)  |                |
|      | <b>Total other comprehensive income (X)</b>   | <b>0.28</b>                                    | <b>-</b>                                  | <b>0.28</b>   |                |
| XI   | <b>Total comprehensive income for the period (IX+X)</b>                               | <b>6.23</b>                                    | <b>5.58</b>                               | <b>11.81</b>  |                |
| XII  | Earnings before interest, depreciation, tax and amortization (EBIDTA) (V+V (e)+IV(f)) | 28.06  | 25.18                                     | 53.24   |                |
| XIII | Paid-up equity share capital (face value Rs.2/- per share) (Refer Note 2)             | 14.46  | -   | 14.46   |                |
| XIV  | Other equity (excluding revaluation reserve)  | -  | -   | -   |                |
| XV   | Earnings per share : (of Rs. 2/- each )   |  |   |   |                |
|      | (a) Basic (Rs.)   | 0.82   | 0.77                                      | 1.59  |                |
|      | (b) Diluted (Rs.)   | 0.82   | 0.77                                      | 1.59  |                |



|         |   | (Rs. in crore)  |  |
|---------|---|---|--|
| PART II |   | Segment wise revenue, results, assets and liabilities (Refer Note 5)  |  |
|         | Particulars   | 3 months ended<br>30th September<br>2019<br>(Unaudited)   | Year to date figures<br>for the current period<br>ended<br>30th September 2019<br>(Unaudited)  |
| 1       | <b>Segment revenue from operation:</b><br>a) Building products<br>b) Consumer products<br>c) Retail business<br>d) Others   | 304.06<br>97.27<br>23.56<br>3.08<br><b>Total</b><br>Less : Inter segment revenue<br><b>Total income from operations</b>   | 274.59<br>78.35<br>24.41<br>2.64<br><b>427.97</b><br><b>379.99</b><br>2.04<br>4.43<br><b>425.58</b><br><b>377.95</b><br><b>803.53</b>                                      |
| 2       | <b>Segment results: Profit(+)/ loss(-) (before tax and interest from each segment)</b><br>a) Building products<br>b) Consumer products<br>c) Retail business<br>d) Others   | 18.49<br>1.87<br>(3.98)<br>0.11<br><b>Total profit before unallocable expenditure</b><br>Less: i) Finance costs<br><b>Total Profit before tax</b>                         | 19.64<br>0.54<br>(3.90)<br>0.09<br><b>16.49</b><br>7.95<br>8.42<br><b>9.03</b><br><b>17.45</b>   |
| 3       | <b>Segment assets</b><br>a) Building products<br>b) Consumer products<br>c) Retail business<br>d) Others<br><b>Total</b><br><b>Segment liabilities</b><br>a) Building products<br>b) Consumer products<br>c) Retail business<br>d) Others<br><b>Total</b> | 757.87<br>270.13<br>82.75<br>5.86<br><b>1,116.61</b><br><br>530.53<br>209.06<br>88.11<br>5.71<br><b>833.41</b><br><br>571.59<br>168.04<br>103.69<br>4.85<br><b>848.17</b> | 757.87<br>270.13<br>82.75<br>5.86<br><b>1,116.61</b><br><br>312.96<br>130.31<br>111.51<br>3.26<br><b>558.04</b><br><br>571.59<br>168.04<br>103.69<br>4.85<br><b>848.17</b> |



| SOMANY HOME INNOVATION LIMITED                     |             | (Rs. in crore)  |
|--|-------------|---|
| STATEMENT OF ASSETS AND LIABILITIES (CONSOLIDATED) |             |   |
|  | Particulars | As at<br>30th September 2019<br>(Un audited)<br>Post Scheme |
| <b>A ASSETS</b>                                    |             |   |
| <b>1 Non-Current Assets</b>                        |             |   |
| a) Property, plant and equipments                  |             | 186.58  |
| b) Capital work in progress                        |             | 4.70  |
| c) Other intangible assets                         |             | 1.79  |
| d) Financial assets                                |             |   |
| i) Loans   |             | 4.39  |
| e) Deferred tax asset (net)                        |             | 36.96   |
| f) Other non-current assets                        |             | 4.71  |
| <b>Total Non-Current Assets</b>                    |             | <b>239.13</b>   |
| <b>2 Current Assets</b>                            |             |   |
| a) Inventories                                     |             | 279.61  |
| b) Financial assets                                |             |   |
| i) Investments                                     |             | 0.27  |
| ii) Trade receivables                              |             | 362.51  |
| iii) Cash and cash equivalents                     |             | 21.54   |
| iv) Bank balance other than (iii) above            |             | 0.10  |
| v) Loans   |             | 0.03  |
| vi) Other financial assets                         |             | 153.04  |
| c) Other current assets                            |             | 60.38   |
| <b>Total Current Assets</b>                        |             | <b>877.48</b>   |
| <b>TOTAL ASSETS (A=1+2)</b>                        |             | <b>1,116.61</b>   |
| <b>B EQUITY AND LIABILITIES</b>                    |             |   |
| <b>1 Equity</b>                                    |             |   |
| a) Equity share capital                            |             | 14.46   |
| b) Other equity                                    |             | 253.98  |
| <b>Total Equity</b>                                |             | <b>268.44</b>   |
| <b>2 Non-Current Liabilities</b>                   |             |   |
| a) Financial liabilities                           |             |   |
| i) Borrowings                                      |             | 48.75   |
| ii) Other financial liabilities                    |             | 92.62   |
| b) Provisions                                      |             | 4.72  |
| c) Other non-current liabilities                   |             | 0.52  |
| <b>Total Non-Current Liabilities</b>               |             | <b>146.61</b>   |
| <b>3 Current Liabilities</b>                       |             |   |
| a) Financial liabilities                           |             |   |
| i) Borrowings                                      |             | 197.54  |
| ii) Trade payables                                 |             |   |
| - Due to micro and small enterprise                |             | 30.13   |
| - Due to others                                    |             | 219.72  |
| iii) Other financial liabilities                   |             | 216.81  |
| b) Other current liabilities                       |             | 20.34   |
| c) Income tax liabilities                          |             | 13.82   |
| d) Provisions                                      |             | 3.20  |
| <b>Total Current Liabilities</b>                   |             | <b>701.56</b>   |
| <b>Total Liabilities (2+3)</b>                     |             | <b>848.17</b>   |
| <b>TOTAL EQUITY AND LIABILITIES (B=1+2+3)</b>      |             | <b>1,116.61</b>   |



| SOMANY HOME INNOVATION LIMITED  |                |  |
|---|----------------|--|
| Cash Flow Statement (Consolidated)  |                | (₹ in Crore)   |
| <b>Particulars</b>  |                | As at<br>30 September 2019<br>(Post Scheme)<br>(Refer Note No. 2)<br>(Unaudited) |
| <b>Cash flows from operating activities</b>                                   |                |  |
| Profit before tax   | 17.45          |  |
| <b>Adjustments for:</b>   |                |  |
| Finance costs   | 15.41          |  |
| Interest income   | (0.05)         |  |
| Gain on disposal of property, plant and equipment                             | (0.02)         |  |
| Loss on disposal of property, plant and equipment                             | 0.23           |  |
| Net (gain) arising on current investments                                     | (0.01)         |  |
| Sundry balances and liabilities no longer required, written back              | (0.17)         |  |
| Provision for expected credit/impairment loss                                 | 3.20           |  |
| Bad debts written off   | 0.23           |  |
| Depreciation and amortisation expenses  | 20.38          |  |
|   | <b>56.65</b>   |  |
| <b>Movements in working capital:</b>  |                |  |
| (Increase)/decrease in trade and other receivables                            | (64.40)        |  |
| (Increase)/decrease in inventories  | (0.32)         |  |
| (Increase)/decrease in other assets   | 4.92           |  |
| Increase/(decrease) in trade and other liabilities                            | 133.16         |  |
| Increase/(decrease) in provisions   | 0.90           |  |
|   | <b>74.26</b>   |  |
| <b>Cash generated from operations</b>   | <b>130.91</b>  |  |
| Income taxes paid   | (38.00)        |  |
| <b>Net cash generated by operating activities</b>                             | <b>92.91</b>   |  |
| <b>Cash flows from investing activities:</b>                                  |                |  |
| Payments to acquire financial assets  | -              |  |
| Proceeds from sale of financial assets  | 0.01           |  |
| Interest received   | 0.04           |  |
| Payments for property, plant and equipment                                    | (14.89)        |  |
| Proceeds from disposal of property, plant and equipment                       | 0.17           |  |
| Movement in other bank balances   | (0.08)         |  |
| <b>Net cash used in investing activities</b>                                  | <b>(14.75)</b> |  |
| <b>Cash flows from financing activities:</b>                                  |                |  |
| Movement in short term borrowings (net)                                       | (55.18)        |  |
| Payment of lease liabilities  | (9.66)         |  |
| Interest paid   | (13.54)        |  |
| <b>Net cash used in financing activities</b>                                  | <b>(78.38)</b> |  |
| <b>Net increase in cash and cash equivalents:</b>                             | <b>(0.22)</b>  |  |
| <b>Cash and cash equivalents at the beginning of the year (post demerger)</b> | <b>21.76</b>   |  |
| Cash and cash equivalents at the beginning of the year                        | -              |  |
| <b>Cash and cash equivalents at the end of the year</b>                       | <b>21.54</b>   |  |



**Notes:**

- (1) The above consolidated financials results of Somany Home Innovation Limited ("SHIL" or "Company") for the quarter and period ended 30th September 2019 have been approved by the Board of Directors at their meeting held on 14th November 2019.
- (2) I (a) The Board of Directors of the Company in its meeting held on 10th November 2017 had approved a Composite Scheme of Arrangement under section 230 to 232, read with section 66 and other applicable provisions of the Companies Act 2013 and the provisions of other applicable laws, amongst the Company, Brilloca Limited (a wholly owned subsidiary of the Company) and HSIL Limited and their respective shareholders and creditors ("Scheme"). The Scheme provided for the demerger of, (i) the Consumer Products Distribution and Marketing Undertaking ("CPDM Undertaking") and Retail Undertaking of HSIL Limited into SHIL, and (ii) the Building Products Distribution and Marketing Undertaking ("BPDUM Undertaking") of HSIL Limited into Brilloca Limited. The Scheme was approved by the Hon'ble Kolkata Bench of National Company Law Tribunal vide its order dated 26th June 2019, certified copy of the order dated 22nd July 2019 was filed with Registrar of Companies, West Bengal on 5th August 2019 and accordingly the Scheme has come into effect. The Scheme is effective from the Appointed Date i.e. 1st April, 2018. Accordingly due effect of the Scheme have been incorporated.

(b) In terms of the Scheme, the 100 percent equity share capital of 5,00,000 of Rs 2/- each of the Company held by HSIL Limited stands cancelled, and existing shareholders of HSIL limited have been issued and allotted fully paid up one equity share of SHIL of face value of Rs 2/- each for every one equity share held by them in the HSIL Limited as on the August 20th, 2019 (record date) 7,22,96,395 no. of equity shares of Rs. 2 each and Rs. 1445.93 ~~21,245~~ Cr. credited to Share Capital. In terms of the Scheme, the Company have undertaken necessary steps for listing of its equity shares allotted subject to necessary regulatory approvals including the listing approval from stock exchanges.

(c) The necessary steps and formalities in respect of completion of transfers of properties, licences, approvals and investments as required under the Scheme in favour of the Company and Brilloca Limited and modification of charges etc. are under implementation.

*L.H.*

(i) As stated above, the aforesaid Scheme of the Company is with HSIL which is erstwhile holding company of SHIL. To give effect of the Scheme from Appointed Date i.e. 1st April 2018 and pursuant to the requirements of Ind AS 103 "Business Combination", the Company has accounted this Business Combination involving entities under common control using the pooling of interest method in the financial results, for prior period i.e. with effect from 1st April 2018 as per Ind AS -103.

(3) The Group has adopted Ind AS 116 "Leases" effective 1st April, 2019 as notified by the Ministry of Corporate Affairs (MCA) and applied the standard to its leases. This has resulted in recognising right of use assets and corresponding Lease liabilities. The application of Ind AS 116 did not have any significant impact in the financial results for the quarter and period.

(4) Post implementation of the Scheme, the Company has following subsidiaries: Hindware Home Retail Private Limited (Wholly owned), Brilloca limited (Wholly owned), Luxxis Heating Solutions Private Limited (99.99%).

(5) Post implementation of Scheme and transfer of CPDM undertaking, Retail Undertaking to the Company, and transfer of BPDUM Undertaking to a wholly owned subsidiary Company i.e. Brilloca Limited, the Group has identified following as reportable segments in accordance with the requirement of IND AS 108- Operating segments:

- Consumer Products: Sales and distribution of consumer products - air purifiers, air coolers, kitchen appliances, water heaters, exhaust fans, water purifiers and related products.
- Retail Business: Sales and distribution of furniture, furnishings, home decor and other related products.
- Building Products: Sales and distribution of building products - sanitary ware, faucets, UPVC and CPVC pipes, fittings and related products.

(6) One of the Subsidiary Company (i.e. Brilloca Limited ) has decided to exercise the option permitted under section 155 BAA of the income tax Act, 1961 as introduced by the taxation laws (amendment ordinance, 2019 from the current financials year), accordingly the provision for income tax and deferred tax balances have been recorded/remeasured using the new tax rate and the resultant impact have been recognised in the current periods statement of profit and loss.

(7) The previous period/year figures have been rearranged /regrouped, whenever considered necessary.

(8) The statutory auditors of the Company have carried out a limited review of the unaudited financial results for the quarter and period ended 30th September 2019.

Place : Gurugram

Date: 14th November 2019

*Neeraj*  
Neeraj Kaul  
Whole Time Directors and CEO

