

GUJARAT INDUSTRIES POWER COMPANY LIMITED
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 Website : www.gipcl.com, CIN – L99999GJ1985PLC007868

**STATEMENT OF AUDITED FINANCIAL RESULTS
 FOR THE YEAR ENDED ON 31ST MARCH 2020**

[Rs. in Lakhs]

PART - I						
Sr. No.	Particulars	Quarter ended 31.03.2020 See Note No. 2	Preceding Quarter ended 31.12.2019 Unaudited	Corresponding Quarter ended 31.03.2019 See Note No. 2	Year ended 31.03.2020 Audited	Previous year ended 31.03.2019 Audited
	Income from Operations					
I	Revenue from Operation	34,250.72	35,025.86	36,418.15	1,37,882.82	1,40,735.26
II	Other Income	1,246.27	889.93	10,478.22	4,188.93	11,691.28
III	Total income (I+II)	35,496.99	35,915.79	46,896.37	1,42,071.75	1,52,426.54
	IV Expenses					
	Cost of material consumed	14,846.99	16,529.68	15,433.12	58,958.41	61,994.88
	Generation Expenses	1,783.97	3,690.97	2,389.48	13,090.95	11,228.94
	Employee benefits expenses	3,449.61	2,493.60	2,404.67	10,841.00	8,757.16
	Finance costs	1,193.44	1,292.84	1,222.03	5,072.99	5,031.63
	Depreciation and amortization expense	4,901.53	4,804.15	4,183.89	19,075.50	16,840.18
	Other expenses	2,070.85	796.71	1,338.20	4,494.91	3,937.32
	Total expenses	28,246.39	29,607.95	26,971.39	1,11,533.76	1,07,790.11
V	Profit/(Loss) before exceptional Items and tax (III-IV)	7,250.60	6,307.84	19,924.98	30,537.99	44,636.43
VI	Exceptional Items	-	-	-	-	21,808.00
VII	Profit/(Loss) before tax (V-VI)	7,250.60	6,307.84	19,924.98	30,537.99	22,828.43
VIII	Tax Expenses					
	Current Tax	1,425.08	1,084.10	7,913.02	5,460.96	9,321.56
	Deferred Tax	(366.81)	326.86	(4,272.20)	278.65	(4,133.56)
IX	Profit/(Loss) for the year (VII-VIII)	6,192.33	4,896.88	16,284.16	24,798.38	17,640.43
X	Other Comprehensive Income					
	Remeasurement of Defined Benefit Obligations	(335.76)	(15.01)	(2.60)	(380.81)	(54.61)
	Equity instruments through OCI	(2,621.80)	(67.95)	(100.83)	(2,974.84)	(1,992.60)
	(i) Items that will not be reclassified to profit or loss	(2,957.56)	(82.96)	(103.43)	(3,355.65)	(2,047.21)
	(ii) Income Tax relating to items that will not be reclassified to profit or loss	1,275.09	(37.52)	53.01	1,578.39	478.86
	Total Other Comprehensive Income (net of tax) (i) + (ii)	(1,682.47)	(120.48)	(50.42)	(1,777.26)	(1,568.35)
XI	Total Comprehensive Income for the Period (IX+X) (Comprising Profit and Other Comprehensive Income for the period)	4,509.86	4,776.40	16,233.74	23,021.12	16,072.08
XII	Earnings per equity share of Rs. 10/- each: (not annualised)					
	a) Basic (Rs.)	4.09	3.24	10.77	16.40	11.66
	b) Diluted (Rs.)	4.09	3.24	10.77	16.40	11.66

STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST MARCH 2020

[Rs. in Lakhs]

Sr. No.	Particular	As at 31.03.2020 Audited	As at 31.03.2019 Audited
I	ASSETS		
1	Non-current assets		
(a)	Property, Plant and Equipment	2,61,589.44	2,56,923.24
(b)	Mine Development Assets	13,336.73	5,921.99
(c)	Capital work-in-progress	467.28	16,626.53
(d)	Right of Use Assets	12,997.44	-
(e)	Other Intangible assets	406.64	390.04
(f)	Intangible assets under development	-	105.80
(g)	Financial Assets		
(i)	Investments	5,980.58	8,955.42
(ii)	Loans	4.00	4.00
(iii)	Others	12,654.67	10,317.17
(h)	Other non-current assets	8,397.29	17,046.75
	Total Non-current Assets	3,15,834.07	3,16,290.94
2	Current assets		
(a)	Inventories	16,047.39	16,557.13
(b)	Financial Assets		
(i)	Trade receivables	19,256.39	21,441.22
(ii)	Cash and cash equivalents	37,004.89	26,060.34
(iii)	Bank balances other than (ii) above	171.69	170.06
(iv)	Others	1,752.80	1,093.37
(c)	Current Tax Assets (Net)	323.67	-
(d)	Other current assets	2,589.93	1,524.84
	Total Current Assets	77,146.76	66,846.96
	Total Assets	3,92,980.83	3,83,137.90
II	EQUITY AND LIABILITIES		
1	Equity		
(a)	Equity Share capital	15,125.12	15,125.12
(b)	Other Equity	2,59,682.03	2,41,948.80
	Total Equity	2,74,807.15	2,57,073.92
2	Deferred Government Grant	5,578.64	5,921.25
	Liabilities		
3	Non-current liabilities		
(a)	Financial Liabilities		
(i)	Borrowings	38,355.71	36,658.50
(ii)	Other financial liabilities	1,572.67	791.66
(b)	Provisions	23,892.34	14,649.37
(c)	Deferred tax liabilities (Net)	23,092.44	24,258.93
(d)	Other non-current liabilities	8.20	16.74
	Total Non-current Liabilities	86,921.36	76,375.20
4	Current liabilities		
(a)	Financial Liabilities		
(i)	Borrowings	323.95	5,887.52
(ii)	Trade payables		
-	Micro and Small Enterprises	38.69	77.98
-	Other than Micro and Small Enterprises	10,918.33	14,336.85
(iii)	Other financial liabilities	10,555.90	21,647.70
(b)	Other current liabilities	2,188.35	1,081.61
(c)	Provisions	1,648.46	372.42
(d)	Current Tax Liabilities (Net)	-	363.45
	Total Current Liabilities	25,673.68	43,767.53
	Total Equity and Liabilities	3,92,980.83	3,83,137.90

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31st MARCH 2020

Rs. in Lakhs

Particulars		For the year ended 31st March 2020	For the year ended 31st March 2019
[A]	CASH FLOW FROM OPERATING ACTIVITIES		
	Net Profit before tax after exception items	30,537.99	22,828.43
	Adjustments for:		
	Depreciation	18,943.28	16,735.65
	Amortisation of Mines Development Assets	132.22	104.53
	Amortisation of Initial Mines Development Expenditure	671.23	673.46
	Finance Cost	4,319.88	4,413.18
	Unwinding of Decommissioning Liabilities	718.15	618.45
	Amortisation of Government Grant	(342.61)	(342.30)
	Loss on Extinguishment of Investment in Associate	-	21,808.00
	Unwinding of Lease Liabilities	34.96	-
	Dividend Income	(93.60)	(75.98)
	Interest Income	(2,681.99)	(1,213.10)
	Profit on Liquidation of Subsidiary	-	(12.50)
	(Profit)/Loss on sale of Property, Plant and Equipments (Net)	74.70	3.11
	Operating Profit/(Loss) before changes in working capital	52,314.21	65,540.93
	Adjustment for (Increase)/Decrease in Operating Assets		
	Inventories	509.74	(1,397.23)
	Trade Receivables	2,184.83	4,556.46
	Loans and Advances	-	0.05
	Other Assets	(1,882.52)	579.60
	Adjustment for Increase/(Decrease) in Operating Liabilities		
	Trade Payables	(3,457.81)	4,275.71
	Other Liabilities and Provisions	1,241.80	(7,499.09)
	Cash flow from operations after changes in working capital	50,910.25	66,056.43
	Net Direct Taxes (Paid)/Refunded	(5,920.84)	(4,965.58)
	Net Cash Flow from/(used in) Operating Activities	44,989.41	61,090.85
[B]	CASH FLOW FROM INVESTING ACTIVITIES		
	Purchase of Fixed Assets including CWIP & Capital Advances	(11,442.20)	(25,280.89)
	Sale of Property, Plant and Equipment	9.70	11.22
	Mining actual expenditure	(528.91)	-
	Sale of Investments	-	37.50
	Interest Received	2,343.71	1,159.54
	Dividend Received	93.60	75.98
	Bank Balances not considered as Cash and Cash Equivalents	(2,332.74)	(2,488.06)
	Net Cash Flow from/(used in) Investing Activities	(11,856.84)	(26,484.71)
[C]	CASH FLOW FROM FINANCING ACTIVITIES		
	Proceeds from Borrowings	7,750.00	13,600.00
	Repayment of Borrowings	(14,732.00)	(15,462.98)
	Net Increase/(Decrease) in Working Capital Borrowings	(5,563.57)	(2,490.42)
	Payment of Lease Liabilities	(34.47)	-
	Finance Cost Paid	(4,320.09)	(4,449.37)
	Dividend on Equity Paid	(4,386.28)	(4,083.78)
	Tax on Dividend Paid	(901.61)	(839.43)
	Net Cash Flow from/(used in) Financing Activities	(22,188.02)	(13,725.98)

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31st MARCH 2020

Rs. in Lakhs

Particulars		For the year ended 31st March 2020	For the year ended 31st March 2019
	Net Increase/ (Decrease) in Cash and Cash Equivalents	10,944.55	20,880.16
	Cash & Cash Equivalents at beginning of period	26,060.34	5,180.18
	Cash and Cash Equivalents at end of period	37,004.89	26,060.34
Notes:			
i.	Cash and Cash equivalents comprise of:		
	Particular	For the year ended 31st March 2020	For the year ended 31st March 2019
	Cash on Hands	1.40	1.66
	Balance with Banks	37,003.49	26,058.68
	Cash and Cash equivalents	37,004.89	26,060.34
ii.	Reconciliation of Liabilities from financial activities:		
	Long-term Borrowings		
	Opening Balance	51,390.50	51,003.48
	Cash Flows	(6,982.00)	387.02
	Closing Balance	44,408.50	51,390.50
	Short-term Borrowings		
	Opening Balance	5,887.52	10,659.03
	Cash Flows	(5,563.57)	(4,740.42)
	Foreign exchange movement	-	(31.09)
	Closing Balance	323.95	5,887.52
	Lease Liabilities		
	Opening Balance	-	-
	Addition during the year	409.02	-
	Finance Cost	34.96	-
	Cash Flows	(34.47)	-
	Closing Balance	409.51	-
iii.	The above Statement of Cash Flows has been prepared under the "Indirect Method" as set out in the Indian Accounting Standard 7 - "Statement of Cash Flows".		

Notes to the Financial Results:

- 1 The above Audited Financial Results have been reviewed and recommended by the Audit Committee and approved by the Board of Directors at their respective meetings held on 15th June, 2020.
- 2 Figures of the quarter ended 31st March 2020 and 31st March 2019 are the balancing figures between audited figures in respect of full financial year and the published year to date figures up to the third quarter ended 31st December 2019 and 31st December 2018 respectively.
- 3 During the previous financial year, the process of voluntary liquidation of GIPCL Projects & Consultancy Company Limited (GIPCO), a wholly owned subsidiary, was initiated and the affairs of GIPCO were handed over to the Liquidator. The winding up of GIPCO by the Liquidator was closed on 20th March 2019 and the final report submitted by the Liquidator to National Company Law Tribunal (NCLT), Ahmedabad for the dissolution of the Company after realising all assets and discharging all liabilities including contributories and hence, no consolidated financial results are presented by the Company. NCLT has disposed GIPCO's petition and ordered the dissolution of the Company vide its Order dated 6th January 2020.
- 4 Effective 1st April 2019, the Company has adopted Indian Accounting Standards (Ind AS) 116 "Leases" using the "Modified Retrospective Approach". The Adoption of said Ind AS did not have any impact on the retained earnings as at 1st April 2019 and there was no material impact on financial results for the quarter and year ended on 31st March 2020.
- 5 **Material Adjustment of earlier quarters of current year;**
During the quarter ended 31st March 2020, the Company has selected and applied a new accounting policy relating to recognition of expenditure on capital overhauling and major inspection of generating unit. The Company has incurred material expenditure in the current financial year, which was hitherto, immaterial. Further, in the Company's assessment such above referred expenditure to be incurred as and when required would be material and hence the Company has selected an accounting policy of capitalising such subsequent expenditure on capital overhauling/ inspections from the current financial year. The Company had incurred Rs. 4.64 lakhs, Rs. 925.69 lakhs and Rs. 168.86 lakhs in the quarters ended 30th June 2019, 30th September 2019 and 31st December 2019 respectively, which was expensed off in the statement of financial results for those quarters and year to date. On the application of new accounting policy, the expenditure charged to profit and loss in the earlier quarters has been capitalised in the last quarter of the financial year.
- 6 Due to outbreak of COVID-19 globally and in India, the Company has made initial assessment of likely adverse impact on economic environment in general and financial risks on account of COVID-19. The Company is in the business of generation of electricity which is an essential service as notified by the Ministry of Home Affairs, Government of India vide order no. 40-3/2020-DM-I (A) dated 24.03.2020. The Company has long term / medium term Power Purchase Agreement (PPA) and Memorandum of Undertaking (MOU) with the Customers and generates the electricity as per PPA and terms & conditions of MOU during the lockdown period.
The management has, at the time of approving the financial statements, assessed the potential impact of the COVID-19 on the Company. Barring any future COVID-19 related escalations, based on the current assessment, the management is of the view that impact of COVID-19 on the operations of the Company and the carrying value of its assets and liabilities is not likely to be material.
- 7 The Company has only one reportable business segment namely "Power Generation".
- 8 The Statutory Auditors have carried out an audit of the financial results for the year ended 31st March 2020 and have issued an unmodified opinion on the same.
- 9 The Board of Directors have recommended payment of Dividend of Rs. 2.90 per Equity Share(i.e. 29%) for the year ended 31st March 2020.
- 10 Figures of the previous period have been re-grouped /re-arranged wherever necessary.
- 11 The Company has designated an exclusive e-mail ID viz. investors@gipl.com for investor grievance redressal.

For Gujarat Industries Power Company Limited

**[Vatsala Vasudeva]
Managing Director**

**Place : Vadodara
Date : 15th June 2020**