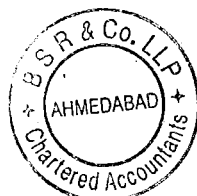


(Rs. in crores except per share data)

**Statement of Consolidated Financial Results for the Quarter and Half Year Ended 30-Sep-2019**

Particulars	Quarter ended (Unaudited)			Half Year ended (Unaudited)		Year ended (Audited)
	30-Sep-2019	30-Jun-2019	30-Sep-2018	30-Sep-2019	30-Sep-2018	31-Mar-2019
<b>Revenue</b>						
Net sales	1968	1976	1858	3944	3692	7462
Other operating income	37	46	36	83	74	211
<b>Revenue from operations (net)</b>	<b>2005</b>	<b>2022</b>	<b>1894</b>	<b>4027</b>	<b>3766</b>	<b>7673</b>
Other income	34	20	10	54	37	57
<b>Total revenue</b>	<b>2039</b>	<b>2042</b>	<b>1904</b>	<b>4081</b>	<b>3803</b>	<b>7730</b>
<b>Expenses</b>						
Cost of materials consumed	331	376	271	707	595	1290
Purchases of stock-in-trade	210	210	238	420	486	846
Changes in inventories of finished goods, work-in-progress and stock-in-trade	(3)	(27)	39	(30)	25	83
Employee benefits expense	358	381	343	739	689	1404
Finance costs	116	122	126	238	248	504
Depreciation amortisation and impairment expense	163	160	152	323	302	618
Other expenses	568	541	530	1109	1021	2066
<b>Total expenses</b>	<b>1743</b>	<b>1763</b>	<b>1699</b>	<b>3506</b>	<b>3366</b>	<b>6811</b>
<b>Profit before exceptional items and tax</b>	<b>296</b>	<b>279</b>	<b>205</b>	<b>575</b>	<b>437</b>	<b>919</b>
Exceptional items (Refer Note 8)	-	-	-	-	-	357
<b>Profit before tax</b>	<b>296</b>	<b>279</b>	<b>205</b>	<b>575</b>	<b>437</b>	<b>562</b>
Tax expense						
Current Tax	74	84	72	158	125	280
Deferred Tax	(23)	(20)	(46)	(43)	(30)	(155)
Short / (excess) provision of earlier periods*	1	(1)	-	0	-	1
<b>Total tax expense</b>	<b>52</b>	<b>63</b>	<b>26</b>	<b>115</b>	<b>95</b>	<b>126</b>
<b>Net Profit for the period</b>	<b>244</b>	<b>216</b>	<b>179</b>	<b>460</b>	<b>342</b>	<b>436</b>
Attributable to :						
- Owners of the company	244	216	179	460	342	436
- Non controlling Interest *	-	-	0	-	0	0
<b>Other Comprehensive Income</b>						
Items that will not be reclassified to profit or loss	(6)	(3)	(5)	(9)	(6)	(9)
Income tax relating to items that will not be reclassified to profit or loss	2	1	2	3	2	3
Items that will be reclassified to profit or loss	(40)	7	(125)	(33)	(198)	54
Income tax relating to items that will be reclassified to profit or loss	12	(3)	32	9	57	(15)
<b>Total other comprehensive income</b>	<b>(32)</b>	<b>2</b>	<b>(96)</b>	<b>(30)</b>	<b>(145)</b>	<b>33</b>
<b>Total Comprehensive Income</b>	<b>212</b>	<b>218</b>	<b>83</b>	<b>430</b>	<b>197</b>	<b>469</b>
Attributable to :						
- Owners of the company	212	218	83	430	197	469
- Non controlling Interest *	-	-	0	-	0	0
Paid-up equity share capital (Face value of Rs. 5 each)	84.62	84.62	84.62	84.62	84.62	84.62
Paid up Debt Capital				2174	2815	1957
Other Equity excluding Revaluation Reserves				4988	4650	4639
Networth				5073	4735	4724
Debenture Redemption Reserve				489	725	489
<b>Earnings per share (of Rs. 5/- each) before exceptional items net of taxes (not annualised for the quarter):</b>						
Basic & Diluted	14.48	12.74	10.57	27.22	20.23	42.45
<b>Earnings per share (of Rs. 5/- each) after exceptional items net of taxes (not annualised for the quarter):</b>						
Basic & Diluted	14.48	12.74	10.57	27.22	20.23	25.78
Debt Equity Ratio				1.05	1.06	1.08
Debt Service Coverage Ratio				1.23	1.80	1.19
Interest Service Coverage Ratio				3.43	2.77	2.83

\* Less than Rs. 1 crore



Ratios have been computed as follows :-

a) Debt to Equity: Debt / Net Worth

Debt: Long term borrowings (Current & Non Current Portion)

Net worth: Share Capital + Reserves & Surplus

b) Debt Service Coverage Ratio: EBIT / (Interest on term & working capital debt + Principal repayments of Long term debt)

(EBIT : Profit before Taxes +/- Exceptional Items + Interest Expense)

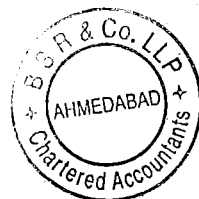
c) Interest Service Coverage Ratio: EBIT / Interest Expense

**Notes:**

- 1 The above results were reviewed by the Audit Committee and approved by the Board of Directors of the Parent Company, in their respective meetings held on 23-Oct-2019. The auditor have carried out review of the above said results. There is no qualification in the auditor's report on this statement of financial results.
- 2 The consolidated financial results include the financial results of sixteen wholly owned subsidiaries.
- 3 The Group operates in a single segment i.e Generic Formulation Business.
- 4 Consolidated Statement of Assets and Liabilities :

(Rs. in crores)

Particulars	Unaudited	Audited
	As at 30-Sep-2019	As at 31-Mar-2019
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	2731	2801
Right of use assets	149	-
Capital work-in-progress	525	479
Goodwill	336	335
Other intangible assets	4417	4612
Intangible assets under development	153	138
<b>Financial assets</b>		
Investments	2	2
Loans	2	3
Other financial assets	93	146
	97	151
Non-current tax assets (net)	96	120
Deferred tax assets (net)	407	370
Other non-current assets	30	77
<b>Sub-total - Non-current assets</b>	<b>8941</b>	<b>9083</b>
<b>Current assets</b>		
Inventories	1960	1935
<b>Financial assets</b>		
Investments	449	351
Trade receivables	1518	1436
Cash and cash equivalents	415	589
Bank balances other than cash and cash equivalents	171	227
Loans	4	4
Other financial assets	117	65
	2674	2672
Other current assets	401	431
Non-current assets held for sale*	0	0
<b>Sub-total - Current assets</b>	<b>5035</b>	<b>5038</b>
<b>TOTAL - ASSETS</b>	<b>13976</b>	<b>14121</b>

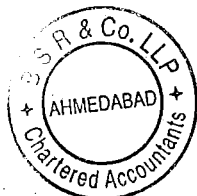


Particulars	(Rs. in crores)	
	Unaudited	Audited
	As at 30-Sep-2019	As at 31-Mar-2019
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	85	85
Other Equity	4988	4639
<b>Sub-total - Equity</b>	<b>5073</b>	<b>4724</b>
<b>Non-current liabilities</b>		
<b>Financial Liabilities</b>		
Borrowings	3957	3913
Other financial liabilities	18	15
	3975	3928
Provisions	316	289
Deferred tax liabilities (net)	-	7
Other non-current liabilities	7	7
<b>Sub-total - Non-current liabilities</b>	<b>4298</b>	<b>4231</b>
<b>Current liabilities</b>		
<b>Financial Liabilities</b>		
Borrowings	352	934
Trade payables		
Due to micro and small enterprises	10	7
Due to others	1953	2091
Other financial liabilities	1708	1523
	4023	4555
Provisions	410	414
Current tax liabilities (net)	82	79
Other current liabilities	90	118
<b>Sub-total - Current liabilities</b>	<b>4605</b>	<b>5166</b>
<b>TOTAL - EQUITY AND LIABILITIES</b>	<b>13976</b>	<b>14121</b>

\* Less than Rs. 1 crore

5 Consolidated Cash Flow Statement

Particulars	(Rs. in crores)	
	Unaudited	Unaudited
	Half year ended 30-Sep-2019	Half year ended 30-Sep-2018
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
<b>PROFIT BEFORE TAX</b>	<b>575</b>	<b>437</b>
Adjustments for :		
Depreciation and amortization expense	323	302
Allowance for doubtful trade receivables (net)	1	(3)
Unrealised foreign exchange loss / (gain), net	(62)	13
Loss on sale/discard/write-off of property, plant & equipments	5	1
Net gain on sale of current investments	(15)	(25)
Finance cost	238	248
Interest income	(5)	(8)
<b>OPERATING CASHFLOWS BEFORE WORKING CAPITAL CHANGES</b>	<b>1060</b>	<b>965</b>
Adjustments for changes in working capital :		
Trade receivables, loans and other assets	(22)	(142)
Inventories	(25)	(66)
Trade payables, liabilities and provisions	(167)	218
<b>CASH GENERATED FROM OPERATIONS</b>	<b>846</b>	<b>975</b>
Direct taxes paid	(130)	(159)
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>716</b>	<b>816</b>

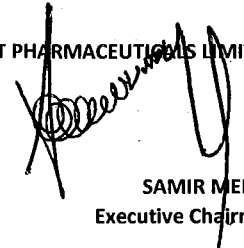


(Rs. in crores)

Particulars	Unaudited	Unaudited
	Half year ended	Half year ended
	30-Sep-2019	30-Sep-2018
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant & equipment and Intangible assets	(149)	(160)
Proceeds from sale of property, plant & equipment and Intangible assets	1	0
Net gain on sale of current investments	15	25
Purchase of investment in equity shares	-	(2)
Sale of government securities	-	15
Fixed deposits matured / (Investment in fixed deposits)	57	(61)
Interest received	7	4
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	<b>(69)</b>	<b>(179)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from long-term borrowings	550	250
Repayment of long-term borrowings	(409)	(142)
Net repayment of short term borrowings	(587)	(13)
Repayment of lease obligations	(16)	-
Dividend paid	(68)	(85)
Finance cost paid	(192)	(149)
<b>NET CASH USED IN FINANCING ACTIVITIES</b>	<b>(722)</b>	<b>(139)</b>
<b>NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(75)</b>	<b>498</b>
Effect of exchange rate changes on foreign currency cash and cash equivalents	(1)	7
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF PERIOD</b>	<b>940</b>	<b>702</b>
<b>CASH AND CASH EQUIVALENTS AT THE END OF PERIOD</b>	<b>864</b>	<b>1207</b>
<b>Note:-</b>		
<b>Cash and cash equivalents at the end of period</b>		
Cash and cash equivalents	415	515
Current investments in mutual funds	449	692
	<b>864</b>	<b>1207</b>

- 6 The listed non-convertible debentures of the Parent Company aggregating Rs. 2174 crores as on 30-Sep-2019 (previous year ended Rs. 1957 crores) are secured by way of first pari passu charge created through mortgage on certain specified immovable & movable assets and hypothecation of identified trademarks of the Parent Company and the asset cover thereof exceeds hundred percent of the principal amount of the said debentures.
- 7 Effective 01-Apr-2019, the Group has adopted Ind AS 116 Leases using modified retrospective approach. This has resulted in recognizing right of use assets and lease liability as on 01-Apr-2019. The adoption of the standard did not have any material impact to the financial results.
- 8 Exceptional items for the year ended 31-Mar-2019 relates to impairment provision of certain intangible assets, intangible assets under development and goodwill recognised with respect to the acquisition of Bio-Pharm, Inc. (merged with Torrent Pharma Inc. with effect from 01-Jan-2019) and product recalls made during the year ended 31-Mar-2019.
- 9 The figures for the corresponding previous period have been restated/regrouped wherever necessary, to make them comparable.

For TORRENT PHARMACEUTICALS LIMITED



**SAMIR MEHTA**  
Executive Chairman

Place : Ahmedabad, Gujarat  
Date : 23-Oct-2019

