



# Western India Regional Council of The Institute of Chartered Accountants of India



IND-AS, Accounting Standard & IFRS Committee of WIRC of ICAI

## **Disclosures relating to COVID-19** **Compilation from results of BSE Large Cap companies (upto 23rd May, 2020)**

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## Western India Regional Council of The Institute of Chartered Accountants of India



<u>Company / Sector / Results Date</u>	<u>Extracts from Results for quarter ended 31st March, 2020</u>
<p><u>Avenue Supermarts Ltd</u> Department Stores 23rd May 2020</p>	<p>The global spread of Covid-19 has led to an uncertain and unpredictable path ahead for-all of us. Amidst the tumult of this unprecedented period, our priority has been to safeguard the health and well-being of our customers, employees and our communities while continuing our business operations. As the lockdown continues further, we are seeing reduced sales and lower footfalls in our stores. Reduction in variable costs will trail sales drop, abetted by higher cost of hygiene and sanitation at all our locations apart from higher absenteeism due to transport restrictions. The full extent to which the pandemic will impact our future financial results will depend on upcoming developments, which are highly uncertain including any new information concerning the severity of the pandemic and the action to mitigate its spread as advised by local authorities.</p>
<p><u>JSW Steel Ltd</u> Iron &amp; Steel/Interm.Products 22nd May 2020</p>	<p>1. Exceptional items for the year and quarter ended 31 March 2020 includes impairment provision of</p> <p>(i) Rs. 852 crores relating to overseas subsidiaries towards the value of investments made and loans given and interest accrued thereon based on the overall assessment of recoverable value considering increased uncertainty in restarting the Iron ore mining operations at Chile on account of COVID 19 outbreak.</p> <p>(ii) Rs. 377 crores on interest receivables from an overseas subsidiary in USA based on the assessment of recoverable value of the US operations. The said assessment includes significant assumptions such as discount rate, increase in operational performance on account of committed capital expenditure, mining production, future margins, and the likely impact of COVID 19 on the said operations; and</p> <p>(iii) Rs 80 crores towards identified items of property, plant and equipment of the Company</p> <p>2. On 11 March 2020, the World Health Organization characterized the outbreak of a strain of the new coronavirus ("COVID-19") as a pandemic. This outbreak is causing significant disturbances and slow down of economic activity. The Company's operations were impacted in the month of March 2020, due to scaling down / suspending production across all plants following nationwide lockdown announced by the Government of India in view of COVID-19. The Government of India permitted certain additional activities from 20 April 2020 in non-containment zones, subject to requisite approvals as may be required. The Company could secure the requisite approvals and has accordingly commenced operations and is gradually ramping up capacity since then.</p> <p>In assessing the recoverability of carrying amounts of Company's assets such as Investments in and loans / advances (net of impairment loss / loss allowance) to subsidiaries the Company, trade receivables, inventories etc, the Company has considered various internal and external information up to the date of approval of these financial results and concluded that they are recoverable based on the estimate of values of the businesses and assets by independent external valuers which was based on cash flow projections/implied multiple approach. In making the said projections, reliance has been placed on estimates of future prices of iron ore and coal, mineable resources, and assumptions relating to operational performance including significant improvement in capacity utilisation and margins based on forecasts of demand in local markets, and capacity expansion/availability of infrastructure facilities for mines.</p> <p>The Company has performed sensitivity analysis on the assumptions used and based on current indicators of future economic conditions, the Company expects to recover the carrying amount of these assets. The impact of the global health pandemic may be different from that estimated as at the date of approval of these financial statements and the Company will continue to closely monitor any material changes to future economic conditions.</p>
<p><u>UPL Ltd</u> Agrochemicals 22nd May 2020</p>	<p>The Ministry of Home Affairs vide order No.40-3/2020 dated 24.03.2020 notified first ever nation-wide lockdown in India to contain the outbreak of COVID 19. Due to COVID-19 situation, there have been several restrictions imposed by the Government across the globe on the travel, goods movement and transportation considering public health and safety measures. The Company's crop protection and seeds business had been classified as an 'essential commodity', at par with medical equipment / medicine, food chain, etc. As of today, all production facilities in various parts of the country remains in operation, following enhanced internal safety guidelines. The Company follows a multi-sourcing strategy for active ingredients and raw materials allowing the Company to hedge supply risks and ensure reliable supply. The Company also maintains strategic safety stocks to ensure availability of raw materials and formulated products. During this period, the Company continued sales of their products and does not expect any material adverse impact at this point of time. Considering the liquidity position as at 31st March 2020 and expectation of cash generation from operations, the Company believes that it has ability to service debt and other financing arrangements during the current financial year.</p>



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<u>Bosch Ltd</u> Auto Parts & Equipment 22nd May 2020	<p>Spread of COVID-19 has affected the economic activity across the Globe including India. This impact on the business will depend upon future developments that cannot be predicted reliably at this stage. However, based on the preliminary estimates, the Company does not anticipate any major challenge in meeting its Financial obligations, on long term basis. Further, the Company does not carry any risk in the recoverability and carrying values of its assets including Property, plant and Equipment, trade receivables, inventory and investments. The Company does not anticipate any additional liability as at Balance Sheet date. However, the Company will closely monitor any material changes to future economic conditions impacting its business.</p>
<u>Bajaj Finserv Ltd</u> Holding Companies 21st May 2020	<p>The COVID-19 pandemic has resulted in a significant decrease in the economic activities across the country, on account of lockdown that started on 25 March 2020 for 21 days, which inter alia affected the business operations of Bajaj Finance Limited, a subsidiary company engaged in the business of lending, in the last week of March 2020. Further, in accordance with the RBI guidelines relating to 'COVID-19 Regulatory Package' dated March 27, 2020, Bajaj Finance Limited offered EMI moratorium to its customers based on requests as well as on a suo-moto basis.</p> <p>Estimates and associated assumptions applied in preparing these consolidated financial results, especially for determining the impairment allowance for Bajaj Finance Limited's financial assets (Loans) on a consolidated basis, are based on historical experience and other emerging/ forward looking factors on account of the pandemic. The Group believes that the factors considered are reasonable under the current circumstances. The Group has used early indicators of moratorium and delayed payment metrics observed along with an estimation of potential stress on probability of default and exposure at default due to COVID-19 situation in developing the estimates and assumptions to assess the expected credit losses on loans and has recognised an additional expected credit loss of Rs.900 crore on a consolidated basis. Given the dynamic nature of the pandemic situation, these estimates are subject to uncertainty and may be affected by the severity and duration of the pandemic. In the event the impacts are more severe or prolonged than anticipated, this will have a corresponding impact on the carrying value of financial assets, the financial position and performance of the Group.</p> <p><u>Audit Report - Emphasis of Matter</u>            We draw attention to note 6 to the Statement, relating to the consolidated financial results of Bajaj Finance Limited, a subsidiary of the Holding Company, which describes the uncertainty caused by Novel Coronavirus (COVID-19) pandemic with respect to its estimates of impairment of loans to its customers and that such estimates may be affected by the severity and duration of the pandemic. Our opinion is not modified in respect of this matter.</p>
<u>Dr Reddy's Laboratories Ltd</u> Pharmaceuticals 20th May 2020	<p>The Company considered the uncertainty relating to the COVID-19 pandemic in assessing the recoverability of receivables, goodwill, intangible assets, and certain investments. For this purpose, the Company considered internal and external sources of information up to the date of approval of these financial results. The Company has also used the principles of prudence in applying judgements, estimates and assumptions including sensitivity analysis and based on the current estimates, the Company expects to fully recover the carrying amount of receivables, goodwill, intangible assets, investments and other assets. As the outbreak continues to evolve, the Company will continue to closely monitor any material changes to future economic conditions.</p>
<u>UltraTech Cement Ltd</u> Cement & Cement Products 20th May 2020	<p>As per the directives of both the Central and State Governments in the wake of COVID-19 pandemic, the Company had suspended operations across various locations w.e.f. 23/03/2020, adversely impacting the business during the quarter. The Company has been taking various precautionary measures to protect employees and their families from COVID-19.</p> <p>The Company expects to recover the carrying amount of all its assets including inventories, receivables and loans in the ordinary course of business based on information available on current economic conditions. The Company is continuously monitoring any material changes in future economic conditions.</p> <p>Operations have been resumed in a phased manner at various locations from 20/04/2020, taking cognizance of the Governments' views around resuming manufacturing activities with controlled entry and exit facilities, and after obtaining necessary permissions in this behalf.</p>



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<b>Bajaj Auto Ltd</b> 2/3 Wheelers 20th May 2020	The Company has considered the possible effects that may result from the global health pandemic relating to COVID-19 on its operations. In developing the assumptions relating to the possible future uncertainties in the economic conditions because of this pandemic, the Company, as at the date of approval of these financial statements had used internal sources of information and market based intelligence to arrive at its estimates.  <u><b>Audit Report - Emphasis of Matter</b></u> We draw your attention to Note 5 of the Statement, which states the impact of Coronavirus disease 2019 (COVID-19) on the operations of the Company. Our opinion is not modified in respect of this matter.
<b>Bajaj Finance Ltd</b> Finance (including NBFCs) 19th May 2020	The COVID-19 pandemic has resulted in a significant decrease in the economic activities across the country, on account of lockdown that started on 24 March 2020. The lockdown also affected the Company's business operations in the last week of March 2020. Further, in accordance with the RBI guidelines relating to 'Covid-19 Regulatory Package' dated 27 March 2020, the Company offered EMI moratorium to its customers based on requests as well as on a suo-moto basis. Estimates and associated assumptions applied in preparing these financial results, especially for determining the impairment allowance for the Company's financial assets (Loans), are based on historical experience and other emerging/ forward looking factors on account of the pandemic. The Company believes that the factors considered are reasonable under the current circumstances. The Company has used early indicators of moratorium and delayed payment metrics observed along with an estimation of potential stress on probability of default and exposure at default due to Covid-19 situation in developing the estimates and assumptions to assess the impairment loss allowance on Loans. Accordingly, the Company has recognised an additional impairment of Loans of Rs.850 crore. Given the dynamic nature of the pandemic situation, these estimates are subject to uncertainty and may be affected by the severity and duration of the pandemic. In the event the impacts are more severe or prolonged than anticipated, this will have a corresponding impact on the carrying value of financial assets, the financial position and performance of the Company.  <u><b>Audit Report - Emphasis of Matter</b></u> We draw attention to note 15 to the Statement, which describes the uncertainty caused by Novel Coronavirus (COVID-19) pandemic with respect to the Company's estimates of impairment of loans to customers and that such estimates may be affected by the severity and duration of the pandemic. Our opinion is not modified in respect of this matter.
<b>Bharti Airtel Ltd</b> Telecom Services 18th May 2020	The Company has considered the possible effects that may result from the pandemic relating to COVID-19 on the financial results. In developing the assumptions relating to the possible future uncertainties in the economic conditions because of this pandemic, the Company, as at the date of approval of these financial results has used internal and external sources of information and economic forecasts. The Company has performed sensitivity analysis on the assumptions used and based on current estimates expects that there is no material impact.
<b>Cipla Ltd</b> Pharmaceuticals 13th May 2020	Due to COVID-19 situation, there have been several restrictions imposed by the Governments across the globe on the travel, goods movement and transportation considering public health and safety measures, which had some impact on the Company's supply chain during March, 2020. The Company is closely monitoring the impact of the pandemic on all aspects of its business, including how it will impact its customers, employees, vendors and business partners. The management has exercised due care, in concluding on significant accounting judgements and estimates, inter-alia, recoverability of receivables, assessment for impairment of investments, intangible assets, inventory, based on the information available to date, both internal and external, while preparing the Company's financial results as of and for the year ended 31st March, 2020.
<b>Siemens India Ltd</b> Heavy Electrical Equipment 13th May 2020	In view of the outbreak of Coronavirus (COVID-19), the factories were shut down since last week of March 2020, as per Government Order. The total expenses of Rs.200 million incurred during this period in respect of the factories were as under: i) Employee benefits expense amounting to Rs. 90 million ii) Depreciation and amortization expense amounting to Rs. 32 million iii) Other expenses amounting to Rs. 78 million





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<u>Company / Sector / Results Date</u>	<u>Extracts from Results for quarter ended 31st March, 2020</u>
<p><u>Kotak Mahindra Bank Ltd</u> Banks 13th May 2020</p>	<p>The novel coronavirus (COVID-19) pandemic continues to spread rapidly across the globe including India. On 11th March, 2020, the COVID-19 outbreak was declared a global pandemic by the World Health Organization. COVID-19 has taken its toll on not just human life but business and financial markets too, the extent of which is currently unascertainable. Various governments, civil society and many organisations, including the Bank, have introduced a variety of measures to contain the spread of the virus to protect lives and livelihood. On 24th March, 2020, the Indian government announced a strict 21-day lockdown which was further extended by 19 days and again by 14 days across the country to contain the spread of virus. There is a high level of uncertainty about the duration of the lockdown and the time required for life and business to get normal. The extent to which COVID-19 pandemic will impact the Bank's operations and financial results is dependent on the future developments, which are highly uncertain, including among many the other things, any new information concerning the severity of the pandemic and any action to contain its spread or mitigate its impact, whether government mandated or elected by the Bank.</p> <p>In accordance with the RBI guidelines relating to COVID-19 Regulatory Package dated 27th March, 2020 and 17th April, 2020, and clarification issued by RBI through Indian Bankers Association dated 6th May, 2020, the Bank is granting a moratorium on the payment of installments and I or interest, as applicable, falling due between 1st March, 2020 and 31st May, 2020 ('moratorium period') to eligible borrowers classified as Standard, even if overdue, as on 29th February, 2020. The moratorium period, wherever granted, shall be excluded by the Bank from the number of days past-due for the purpose of asset classification under RBI's Income Recognition and Asset Classification norms. The Bank holds provisions as at 31st March 2020 against the potential impact of COVID-19 based on the information available up to a point in time. The provisions held by the Bank are higher than the RBI prescribed norms.</p> <p><b>Audit Report - Emphasis of Matter</b> We draw attention to Note 5 of the accompanying Statement which describes the uncertainties due to the outbreak of novel coronavirus (COVID-19). In view of these uncertainties, the impact on the Bank's standalone financial results is significantly dependent on future developments. Our opinion is not modified in respect of this matter.</p>
<p><u>Maruti Suzuki India Ltd</u> Cars &amp; Utility Vehicles 13th May 2020</p>	<p>The Company has considered the possible effects that may result from the pandemic relating to COVID-19 on the carrying amounts of property, plant and equipment, Investments, Inventories, receivables and other current assets. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the Company, as at the date of approval of these financial results has used internal and external sources on the expected future performance of the Company. The Company has performed sensitivity analysis on the assumptions used and based on current estimates expects the carrying amount of these assets will be recovered. The impact of COVID-19 on the Company's financial results may differ from that estimated as at the date of approval of these financial results.</p>
<p><u>Godrej Consumer Products Ltd</u> Personal Products 13th May 2020</p>	<p>In view of the lockdown in many of the States/Union Territories across the country due to the outbreak of COVID pandemic, operations in many of our locations (manufacturing, warehouses, offices, etc.) are scaled down or shut down from second half of March 2020. The operations at some of our overseas locations are also shut down/ scaled down over various periods and being operated as per the local guidelines of social distancing and high hygiene standards, wherever permitted. The duration of this lockdown in various geographies is uncertain at this point in time and resumption of full-fledged operations will depend upon directives issued by the respective Government authorities. While this has adversely impacted the sales performance in various geographies, we continue to closely monitor the situation and take appropriate action, as necessary to scale up operations, in due compliance with the applicable regulations. As per our current assessment, other than the impairment recorded, no significant impact on carrying amounts of inventories, goodwill, intangible assets, trade receivables, investments and other financial assets is expected, and we continue to monitor changes in future economic conditions. The eventual outcome of the impact of the global health pandemic may be different from those estimated as on the date of approval of these financial results.</p>



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<u>Bandhan Bank Ltd</u> Banks 12th May 2020	<p>The outbreak of COVID-19 pandemic across the globe and in India has contributed to a significant decline and volatility in the global and Indian financial markets and slowdown in the economic activities.</p> <p>The RBI on March 27, 2020 and April 17, 2020, announced 'COVID-19 Regulatory Package' on asset classification and provisioning. In terms of the RBI guidelines, the lending institutions have been permitted to grant a moratorium of three months on payment of all instalments/interest as applicable, falling due between March 1, 2020 and May 31, 2020 ('moratorium period'). As such, in respect of all accounts classified as standard as on February 29, 2020, even if overdue, the moratorium period, wherever granted, shall be excluded by the lending institutions from the number of days past-due for the purpose of asset classification under RBI's Income Recognition and Asset Classification norms. The Bank holds provisions as at March 31, 2020 amounting to Rs. 69,000 lakh against the potential impact of COVID-19 on standard assets based on all the available information at this point in time. This includes Rs. 6400 lakh as the minimum amount required as prescribed by Reserve Bank of India in terms of circular dated April 17, 2020; while RBI has permitted this amount to be spread over two quarters the Bank has decided to provide for the entire amount in current quarter. In addition, the Bank carries additional Standard Asset Provision on Micro Finance portfolio at 0.75% amounting to Rs. 31,000 lakh. These aforesaid provisions, held by the Bank, aggregate to Rs. 1,00,000 lakhs.</p> <p>The extent to which the COVID-19 pandemic will impact the Bank's provision on assets and future results will depend on future developments, which are highly uncertain, including, among other things, any new information concerning the severity of the COVID-19 pandemic and any action to contain its spread or mitigate its impact whether government-mandated or elected by the Bank. Given the uncertainty over the potential macro-economic condition, the impact of the global health pandemic may be different from that estimated as at the date of approval of these financial results and the Bank will continue to closely monitor any material changes to future economic conditions.</p> <p><b><u>Audit Report – Emphasis of Matter</u></b></p> <p>We draw attention to Note 09 to the Financial Results which fully describes that the Bank has recognised provision on loans to reflect the adverse business impact and uncertainties arising from the COVID 19 pandemic. Such estimates are based on current facts and circumstances and may not necessarily reflect the future uncertainties and events arising from the full impact of the COVID 19 pandemic.</p> <p>Our opinion/conclusion is not modified in respect of this matter.</p>
<u>Havells India Ltd</u> Other Elect.Equip./ Prod. 12th May 2020	<p>World Health Organisation (WHO) declared outbreak of Coronavirus Disease (COVID-19) a global pandemic on March 11, 2020. Consequent to this, Government of India declared lockdown on March 24, 2020 which has impacted the business activities of the Company. On account of this, the Company has prepared cash flow projections and also, assessed the recoverability of receivables, contract assets, factored assumptions used in annual impairment testing of goodwill and intangible assets having indefinite useful life, using the various internal and external information up to the date of approval of these financial results. On the basis of evaluation and current indicators of future economic conditions, the Company expects to recover the carrying amount of these assets and does not anticipate any impairment to these financial and non-financial assets. The Company will continue to closely monitor any material changes to future economic conditions.</p>



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<u>Company / Sector / Results Date</u>	<u>Extracts from Results for quarter ended 31st March, 2020</u>
<p>Piramal Enterprises Ltd Pharmaceuticals 11th May 2020</p>	<p><u>Estimation of uncertainty relating to COVID-19 global health pandemic:</u> In assessing the recoverability of loans, receivables, intangible assets and investments, the Company has considered Internal and external sources of information, including credit reports, economic forecasts and industry reports upto the date of approval of these standalone financial results. The Company has performed sensitivity analysis on the assumptions used and based on current indicators of future economic conditions, the carrying amount of these assets value represent the Company's best estimate of the recoverable amounts. The Company has estimated and recognised an additional expected credit loss of Rs. 303 Crs on certain financial assets, on account of the anticipated effect of the global health pandemic. As a result of uncertainties resulting from COVID-19, the impact of this pandemic may be different from those estimated as on the date of approval of these financial results and the Company will continue to monitor any changes to the future economic conditions.</p> <p><u>Audit Report - Emphasis of Matter</u> As more fully described in Note no. 5 to the statement, to assess the recoverability of certain assets, the Company has considered internal and external information upto the date of this report in respect of the current and estimated future global including Indian economic indicators consequent to the global health pandemic. The actual impact of the pandemic may be different from that considered in assessing the recoverability of these assets. Our report is not modified in respect of this matter.</p> <p><u>Audit Report - Other Matters</u> Due to the COVID-19 related lockdown, we were unable to observe the Management's year-end physical verification of inventory at certain locations amounting to Rs. 217.12 crores (Total Inventory Rs. 423.56 crores). We have performed alternate procedures to audit the existence of inventory as per the guidance provided in SA 501 "Audit Evidence – Specific Considerations for Selected Items", which includes inspection of supporting documentation relating to purchases, production, sales, results of cyclical count performed by the Management through the year and such other third party evidences where applicable, and have obtained sufficient appropriate audit evidence to issue our unmodified opinion on these Standalone Financial Results. Our report is not modified in respect of this matter.</p>
<p><u>ICICI Bank Ltd</u> Banks 09th May 2020</p>	<p>1. Since the first quarter of CY2020, the Covid-19 pandemic has impacted most of the countries, including India. This resulted in countries announcing lockdown and quarantine measures that sharply stalled economic activity. The Indian economy would be impacted by this pandemic with contraction in industrial and services output across small and large businesses. The Bank's business is expected to be impacted by lower lending opportunities and revenues in the short to medium term. The impact of the Covid-19 pandemic on Bank's results, including credit quality and provisions, remains uncertain and dependent on the spread of Covid-19, steps taken by the government and the central bank to mitigate the economic impact, steps taken by the Bank and the time it takes for economic activities to resume at normal levels. The Bank's capital and liquidity position is strong and would continue to be the focus area for the Bank during this period.</p> <p>In accordance with the regulatory package announced by the Reserve Bank of India on March 27, 2020, the Bank has extended the option of payment moratorium for all amounts falling due between March 1, 2020 and May 31, 2020 to its borrowers. In line with the RBI guidelines issued on April 17, 2020, in respect of all accounts classified as standard as on February 29, 2020, even if overdue, the moratorium period, wherever granted, shall be excluded from the number of days past-due for the purpose of asset classification.</p> <p>At March 31, 2020, the Bank has made Covid-19 related provision of Rs.2,725.00 crore. This additional provision made by the Bank is more than requirement as per the RBI guideline dated April 17, 2020.</p> <p>2. RBI through its circular 'Declaration of dividends by banks (Revised)' dated April 17, 2020, has directed that banks shall not make any further dividend payouts from the profits pertaining to FY2020 until further instructions. This is with the intent that the banks conserve capital to retain their capacity to support the economy and absorb losses in an environment of heightened uncertainty caused by Covid-19. Accordingly, the Board of Directors has not recommended dividend for FY2020.</p> <p><u>Audit Report - Emphasis of Matter</u> We draw attention to Note 2 of the Statement, which describes the uncertainties due to the outbreak of SARS-CoV-2 virus (COVID-19). In view of these uncertainties, the impact on the Bank's results is significantly dependent on future developments. Our opinion is not modified in respect of this matter.</p>



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<u>HDFC Asset Management Company Ltd</u> Asset Management Cos. 09th May 2020	<p>In early 2020, the existence of a new coronavirus named SARS-CoV-2 responsible for the disease COVID-19, was confirmed and since then the virus has spread across the globe necessitating the World Health Organization (WHO) to declare it a global pandemic. The pandemic has caused disruption to businesses and economic activity which has been reflected in recent fluctuations in markets across the globe. Various governments have introduced a variety of measures to contain the spread of the virus. The Government of India announced a country wide lockdown which still continues across large swathes of the country with some variations. In this nation-wide lock-down, though most services across the nation have been suspended, some establishments like securities market intermediaries including our Company are exempt from the lock-down and therefore functional. There has been no material change in the controls or processes followed in the closing of the financial statements of the Company.</p> <p>The Company has assessed the impact of the pandemic on its operations and its assets including the value of its investments and trade receivables as at March 31, 2020. The management does not, at this juncture, believe that the impact on the value of the Company's assets is likely to be material. However, since the revenue of the Company is ultimately dependent on the value of the assets it manages, changes in market conditions and the trend of flows into mutual funds may have an impact on the operations of the Company. Since the situation is rapidly evolving, its effect on the operations of the Company may be different from that estimated as at the date of approval of these financial results. The Company will continue to closely monitor material changes in markets and future economic conditions.</p>
<u>Shree Cement Ltd</u> Cement & Cement Products 08th May 2020	<p>1. The Company's operations were affected during the quarter ended 31st March, 2020 due to lockdown announced on account of COVID-19 pandemic by State / Central Govt. Company had re-started its operations in compliance of guidelines dated 15th April 2020 issue by Govt. of India after seeking necessary permissions and approvals and following docile distancing, hygiene and other safety measures.</p> <p>2. In view of adverse impact caused due to COVID-19 pandemic. Company's Managing Director and Joint Managing Director have taken a cut in their variable remuneration for FY 2019-20 by Rs.9 crores and Rs.3.50 crores respectively as compared to previous year. This was approved by Board today in its meeting.</p>
<u>HCL Technologies Ltd</u> IT Consulting & Software 07th May 2020	<p>In view of pandemic relating to COVID -19, the group has considered internal and external information and has performed sensitivity analysis based on current estimates in assessing the recoverability of receivables, unbilled receivables, goodwill, intangible assets and other financial assets. However, the actual impact of COVID-19 on the Group's financial statements may differ from that estimated and the Company will continue to closely monitor any material changes to future economic conditions.</p>
<u>SBI Life Insurance Company Ltd</u> Life Insurance 05th May 2020	<p>The Outbreak of COVID-19 virus continue to spread across the globe including India, resulting in significant impact on global and India's economic environment including volatility in the capital markets. This outbreak was declared as global pandemic by World Health Organisation (WHO) on March 11, 2020. The Company has assessed the overall impact of this pandemic on its business and financials, including valuation of assets, policy liabilities and solvency for the year ended March 31, 2020. Based on the evaluation, the company has made additional reserve amounting to INR 600,000 thousands resulting from COVID-19 pandemic over and above the policy level liabilities calculated based on prescribed IRDAI regulations and the same have been provided for as at 31/03/2020 in the actuarial liability. The Company will continue to closely monitor any future developments relating to COVID-19 which may have any impact on its business and financial position.</p> <p><b>Audit Report - Emphasis of Matter</b></p> <p>We invite attention to Note No 5 to the standalone financial results regarding the uncertainties arising out of the outbreak of COVID-19 pandemic and the assessment made by the management on its business and financials, including valuation of assets, policy liabilities and solvency for the year ended March 31, 2020, this assessment and the outcome of the pandemic is as made by the management and is highly dependent on the circumstances as they evolve in the subsequent periods. Our Opinion is not modified on the above matter.</p> <p><b>Audit Report - Other Matters</b></p> <p>Due to the COVID-19 pandemic and the lockdown and other restrictions imposed by the Government and local administration, the audit processes were carried out based on the remote access to the extent available/feasible and necessary records made available by the management through digital medium. Our opinion is not modified in respect of the above matter.</p>





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<p><b>Adani Ports and Special Economic Zone Ltd</b> Marine Port &amp; Services 05th May 2020</p>	<p>The Company's management has made initial assessment of likely impact from pandemic COVID-19 on business and financial risks based on internal and external sources of information including economic forecasts, measures being under taken by Government and expected GDP growth. The management believes while the COVID 19 may adversely impact on the business in the short term, it does not anticipate material medium to long term risks to the business prospects. The Company has also considered the possible effects of COVID 19 on the carrying amounts of property plant and equipment, goodwill, intangible assets, receivables and debt covenants using reasonably available information, estimates and judgement and has determined that none of the balances require a material adjustment to their carrying values. The Company has received notices of Force Majeure wrt some construction contractors and suppliers. Similarly, the Company has also issued notices of Force Majeure to customers, suppliers and some concessioning authorities. Based on the preliminary legal evaluation of these notices, the Management does not anticipate any material economic outflow of resources.</p>
<p><b>Marico Ltd</b> Personal Products 04th May 2020</p>	<p>The Ministry of Home Affairs vide order No.40-3/2020 dated 24.03.2020 notified first ever nation-wide lockdown in India to contain the outbreak of COVID 19. As a result, the operations were temporarily disrupted at manufacturing, warehouse and distribution locations of Marico. During this period, the Company could register sales largely in the Edible Oils and Foods portfolio, which fall under essential goods category.</p>
<p><b>ICICI Lombard General Insurance Company Ltd</b> General Insurance 2nd May 2020</p>	<p>1. IRDAI vide circular no. IRDAI/NL/CIR/MOT/079/04/2020 dated April 02, 2020 and IRDAI/NL/CIR/MOT/090/04/2020 dated April 16, 2020 has stipulated that, the Policyholders whose motor vehicle third party insurance policies fell due for renewal during the period on and from March 25, 2020 up to May 03, 2020 and who are unable to make payment of their renewal premium on time in view of the prevailing situation in the country as a result of COVID-19 are allowed to make premium payment for renewal of policies to their insurers on or before May 15, 2020 to ensure continuity of the statutory motor vehicle third party insurance cover from the date on which the policy fell due for renewal, so that any valid claim triggered during the grace period can be paid.</p> <p>2. The COVID-19 has been declared a pandemic by the World Health Organization on March 11, 2020. The pandemic has led to a significant impact on the Indian Financial markets and an overall decline in the economic activities all across the world. On March 24, 2020, the Union Government of India has announced a 21-day lockdown, which was further extended by 19 days, across the country for containment of the pandemic. The Company has used the principles of prudence in applying judgments, estimates and assumptions to assess and provide for the impact of the pandemic on the Financial Statements. However, due to the uncertainties associated with the pandemic, the actual impact may not be in line with current estimates. The Company will continue to closely monitor any changes to the estimates basis future economic conditions. Further the impact assessment does not indicate any adverse impact on the ability of the company to continue as a going concern.</p>
<p><b>Reliance Industries Ltd</b> Integrated Oil &amp; Gas 30th April 2020</p>	<p>The outbreak of Coronavirus (COVID-19) pandemic globally and in India is causing significant disturbance and slowdown of economic activity. In many countries, businesses are being forced to cease or limit their operations for long or indefinite period of time. Measures taken to contain the spread of the virus, including travel bans, quarantines, social distancing, and closures of non-essential services have triggered significant disruptions to businesses worldwide, resulting in an economic slowdown.</p> <p>COVID-19 is significantly impacting business operation of the companies, by way of interruption in production, supply chain disruption, unavailability of personnel, closure / lock down of production facilities etc. On 24th March 2020, the Government of India ordered a nationwide lockdown for 21 days which further got extended till 3rd May 2020 to prevent community spread of COVID-19 in India resulting in significant reduction in economic activities. Further, during March/April 2020, there has been significant volatility in oil prices, resulting in reduction in oil prices.</p> <p>In assessing the recoverability of Company's assets such as Investments, Loans, Intangible Assets, Goodwill, Trade receivable, Inventories etc. the Company has considered internal and external information upto the date of approval of these financial results. The Company has performed sensitivity analysis on the assumptions used basis the internal and external information / indicators of future economic conditions and expect to recover the carrying amount of the assets.</p> <p>Further, in respect to Refining and Petrochemicals business, the Company has determined the non-cash inventory holding losses in the energy businesses due to dramatic drop in oil prices accompanied with unprecedented demand destruction due to Covid-19 and the same has been disclosed as Exceptional Items in the Financial Results. Impact of the same, net of current tax for the quarter and year ended 31 March 2020 is Rs. 4,245 crore (tax Rs. 899 crore).</p>



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<u>Company / Sector / Results Date</u>	<u>Extracts from Results for quarter ended 31st March, 2020</u>
<u>Axis Bank Ltd</u> Banks - Private Sector 28th April 2020	<p>1.The Reserve Bank of India, vide its circular dated 17th April, 2020, has advised that banks shall not make any further dividend payouts from profits pertaining to the financial year ended 31st March, 2020 until further instructions, with a view that banks must conserve capital in an environment of heightened uncertainty caused by COVID-19. Accordingly, the Board of Directors of the Bank at their meeting held today has not proposed any dividend for the year ended 31st March, 2020.</p> <p>2.COVID-19 virus, a global pandemic has affected the world economy including India leading to significant decline and volatility in financial markets and decline in economic activities. On 24th March, 2020, the Indian Government announced a strict 21-day lock-down which was further extended by 19 days across the country to contain the spread of the virus. The extent to which the COVID-19 pandemic will impact the Bank's provision on assets will depend on the future developments, which are highly uncertain, including among the other things any new information concerning the severity of the COVID-19 pandemic and any action to contain its spread or mitigate its impact whether government mandated or elected by the Bank.</p> <p>The RBI on 27th March, 2020 and 17th April, 2020, announced 'COVID-19 Regulatory Package' on asset classification and provisioning. In terms of the RBI guidelines, the lending institutions have been permitted to grant a moratorium of three months on payment of all instalments/interest. as applicable, falling due between 1st March, 2020 and 31st May, 2020 ('moratorium period'). As such, in respect of all accounts classified as standard as on 29th February, 2020, even if overdue, the moratorium period, wherever granted, shall be excluded by the lending institutions from the number of days past-due for the purpose of asset classification under RBI's Income Recognition and Asset Classification norms. The Bank holds provisions as at 31st March 2020 against the potential impact of COVID-19 based on the information available at this point in time. The provisions held by the Bank are in excess of the RBI prescribed norms.</p> <p><b>Audit Report - Emphasis of Matter</b></p> <p>We draw attention to Note 6 to the Statement which explains that the extent to which COVID-19 pandemic will impact the Bank's operations and financial results is dependent on future developments, which are highly uncertain. Our opinion is not modified in respect of this matter.</p>
<u>Indusind Bank Ltd</u> Banking-Private Sector 27th April 2020	<p>1. The "severe acute respiratory syndrome coronavirus 2 (SARS-CoV-2)", generally known as COVID-19, which was declared as a pandemic by the WHO on March 11, 2020, continues to spread across India and there is an unprecedented level of disruption on socio-economic front across the country. Globally, countries and businesses are under lockdown. Considering the severe health hazard associated with COVID-19 pandemic, the Government of India declared a lock down effective from March 25, 2020 which was initially till April 14, 2020 and is now extended till May 3,2020. There is a high level of uncertainty about the duration of the lockdown and the time required for things to get normal. The extent to which COVID-19 pandemic will impact the Bank's operations and financial results is dependent on the future developments, which are highly uncertain. In this backdrop, during the quarter and year ended March 31 2020, the Bank has made a counter cyclical buffer/ floating provision of Rs.260 crores.</p> <p>2. In accordance with the RBI Circulars dated March 27, 2020 and April 17, 2020 with regard to providing relief to borrowers on account of COVID-19 pandemic, the Bank offered a moratorium of loan instalments and interest payable to eligible borrowers in accordance with a Board approved policy. In respect of borrowers to whom the benefit of asset classification was extended, the Bank has made a general provision of Rs.23 crores during the quarter and year ended March 31, 2020.</p> <p>3. On April 17, 2020, the Reserve Bank of India advised banks not to make any further dividend pay-outs from the profits pertaining to the financial year ended March 31, 2020 until further instructions. Accordingly the Board of Directors of the Bank in their meeting held on April 27, 2020 has not declared any dividend out of profits for the financial year ended March 31, 2020.</p> <p><b>Audit Report - Emphasis of Matter</b></p> <p>We draw attention to Note 12 to the Statement which explains that the extent to which COVID-19 pandemic will impact the Bank's operations and financial results is dependent on future developments, which are highly uncertain. Our opinion is not modified in respect of this matter.</p>



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<u>Company / Sector / Results Date</u>	<u>Extracts from Results for quarter ended 31st March, 2020</u>
<u>HDFC Life Insurance Company Ltd</u> Life Insurance-Private Sector 27th April 2020	<p>1. In light of the COVID-19 outbreak and information available upto the date of approval of these standalone financial results, the company has assessed the impact on assets, including Valuation and impairment of investments, liabilities including policy liability and solvency position. Based on the evaluation, the company has made :</p> <p>a. Adequate impairment provision of the investments to the extent necessary</p> <p>b. Additional death claim provision of Rs. 4,100 lakhs as at the Balance Sheet date, this provision is over and above the policy level liability calculated based on the prescribed IRDA regulations.</p> <p>The company has also assessed its solvency position as at the Balance Sheet date is at 184%, which is above the prescribed regulatory limit of 150%. Further, based on the company's current assessment of the business operations over next one year, it expects the solvency ratio to continue to remain above the minimum level prescribed by the insurance regulator. The impact of the global health pandemic may be different from that estimated as at the date of approval of these financial statements. The company will continue to closely monitor changes to future economic conditions.</p> <p>2. The company has taken cognizance of IRDA Circular number IRDA/F&amp;A/CIR/MISC/099/04/2020 dated April 24, 2020 and has not proposed any dividend for the financial year ended March 31, 2020.</p> <p><b>Audit Report - Emphasis of Matter</b>            We draw your attention to Note 5 to the standalone financial results which explains the uncertainties and the management's assessment of the financial impact due to the lockdown and other restrictions imposed by the government and conditions related to COVID-19 pandemic situation, for which a definitive assessment of the impact is highly dependent upon the circumstances as they evolve in the subsequent period. Our opinion is not modified in the respect of this matter.</p>
<u>Ambuja Cements Ltd</u> Cement & Cement Products 27th April 2020	<p>Company's operations were impacted in the month of March 2020, due to shutdown of all plants following nationwide lockdown by the Government of India in view of COVID-19, a pandemic caused by the novel Coronavirus. The Company is monitoring the situation closely. From 20th April 2020, operations at few plants have commenced in a phased manner taking into account directives from the Government.</p>
<u>ICICI Prudential Life Insurance Company Ltd</u> Life Insurance-Private Sector 25th April 2020	<p>The Company has assessed the impact of COVID-19 on its operations as well its financial statements, including but not limited to the areas of valuation of investment assets, valuation of policy liabilities and solvency, for the year ended March 31, 2020. Further, there have been no material changes in the controls or processes followed in the financial statement closing process of the Company. The Company will continue to monitor any future changes to the business and financial statements due to COVID-19.</p>
<u>Bharti Infratel Ltd</u> Telecommunications - Equipment 23rd April 2020	<p>The Ministry of home affairs vide order No.40-3/2020 dated 24.03.2020 notified telecommunication services among the essential services which continued to operate during lock down in the crisis situation of COVID-19, which has been declared as pandemic by World Health Organisation. The passive infrastructure as well as active telecom operations of the Company's customers are covered under essential services which are actively engaged in fulfilling the surge in demand arising out of the choice exercised by almost all industries to conduct their operations remotely. Hence, the telecom industry is among the businesses that are least impacted due to COVID-19. The Company believes that thus far, there is no significant impact of COVID-19 pandemic on the financial position and performance of the Company. Further, the company is not expecting any significant change in estimates as of now as the company is running its business and operations as usual without any major disruptions.</p>
<u>ACC Ltd</u> Cement - Major 21st April 2020	<p>The COVID -19 pandemic is rapidly spreading throughout the world. ACC's plants and offices are under nationwide lockdown since March 24, 2020. As a result of lockdown the volumes for the month of March 2020 has been impacted. The Company is monitoring the situation closely and will resume operations in a phased manner taking into account directives from the Government.</p>



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<b>Company / Sector / Results Date</b>	<b>Extracts from Results for quarter ended 31st March, 2020</b>
Infosys Ltd Computers - Software 20th April 2020	<p><u>Estimation of uncertainties relating to the global health pandemic from COVID-19</u> The Company has considered the possible effects that may result from the pandemic relating to COVID-19 on the carrying amounts of receivables, unbilled revenues and investments in subsidiaries. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the Company, as at the date of approval of these financial statements has used internal and external sources of information including credit reports and related information and economic forecasts. The Company has performed sensitivity analysis on the assumptions used and based on current estimates expects the carrying amount of these assets will be recovered. The impact of COVID-19 on the Company's financial statements may differ from that estimated as at the date of approval of these financial statements.</p> <p><u>The Statutory Auditors of the Company in their "Report on the Audit of the Interim Consolidated Financial Statements" have communicated Expected Credit Loss as one of the KEY AUDIT MATTERS stating that the Company has also considered credit reports and other related credit information for its customers to estimate the probability of default in future and has taken into account estimates of possible effect from the pandemic relating to COVID -19 in calculating the expected credit loss.</u></p> <p><u>Excerpts from the Consolidated Financial Statements under International Financial Reporting Standards (IFRS) in Indian Rupee for the three months and year ended March 31, 2020</u></p> <p><u>Loss allowance for receivables and unbilled revenue</u> The Company determines the allowance for credit losses based on historical loss experience adjusted to reflect current and estimated future economic conditions. The group considered current and anticipated future economic conditions relating to industries the Group deals with and the countries where it operates. In calculating expected credit loss, the Group has also considered credit reports and other related credit information for its customers to estimate the probability of default in future in future and has taken into account estimates of possible effect from the pandemic relating to COVID -19.</p> <p><u>Revenue from Operations</u> The Company has evaluated the impact of COVID - 19 resulting from (i) the possibility of constraints to render services which may require revision of estimations of costs to complete the contract because of additional efforts;(ii) onerous obligations;(iii) penalties relating to breaches of service level agreements, and (iv) termination or deferment of contracts by customers. The Company has concluded that the impact of COVID - 19 is not material based on these estimates. Due to the nature of the pandemic, the Company will continue to monitor developments to identify significant uncertainties relating to revenue in future periods.</p> <p><u>Credit risk on cash and cash equivalents</u> Credit risk on cash and cash equivalents is limited as the Company generally invest in deposits with banks and financial institutions with high ratings assigned by international and domestic credit rating agencies. Ratings are monitored periodically and the Company has considered the latest available credit ratings in view of COVID - 19 as at the date of approval of these financial statements.</p> <p><u>Cash Generating Unit</u> As at March 31, 2020, the estimated recoverable amount of the CGU exceeded its carrying amount. Reasonable sensitivities in key assumptions consequent to the change in estimated future economic conditions on account of possible effects relating to Covid 19 is unlikely to cause the carrying amount to exceed the recoverable amount of the cash generating unit.</p>





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<u>Company / Sector / Results Date</u>	<u>Extracts from Results for quarter ended 31st March, 2020</u>
<p><u>HDFC Bank Ltd</u> Banks - Private Sector 18th April 2020</p>	<p>I The Reserve Bank of India, vide its circular dated April 17, 2020, has decided that banks shall not make any further dividend payouts from profits pertaining to the financial year ended March 31, 2020 until further instructions, with a view that banks must conserve capital in an environment of heightened uncertainty caused by COVID-19. Accordingly, the Board of Directors of the Bank, at their meeting held on April 18, 2020, has not proposed any final dividend for the year ended March 31, 2020.</p> <p>I The SARS-CoV-2 virus responsible for COVID-19 continues to spread across the globe and India, which has contributed to a significant decline and volatility in global and Indian financial markets and a significant decrease in global and local economic activities. On March 11, 2020, the COVID-19 outbreak was declared a global pandemic by the World Health Organization. Numerous governments and companies, including the Bank, have introduced a variety of measures to contain the spread of the virus. On March 24, 2020, the Indian government announced a strict 21-day lockdown which was further extended by 19 days across the country to contain the spread of the virus. The extent to which the COVID-19 pandemic will impact the Bank's results will depend on future developments, which are highly uncertain, including, among other things, any new information concerning the severity of the COVID-19 pandemic and any action to contain its spread or mitigate its impact whether government-mandated or elected by the Bank.</p> <p>In accordance with the RBI guidelines relating to COVID-19 Regulatory Package dated March 27, 2020 and April 17, 2020, the Bank would be granting a moratorium of three months on the payment of all instalments and / or interest, as applicable, falling due between March 1, 2020 and May 31, 2020 to all eligible borrowers classified as Standard, even if overdue, as on February 29, 2020. For all such accounts where the moratorium is granted, the asset classification shall remain stand still during the moratorium period (i.e. the number of days past-due shall exclude the moratorium period for the purposes of asset classification under the Income Recognition, Asset Classification and Provisioning norms).</p> <p>The Bank holds provisions as at March 31, 2020 against the potential impact of COVID-19 based on the information available at this point in time. The provisions held by the Bank are in excess of the RBI prescribed norms.</p> <p><b><u>Audit Report - Emphasis of Matter</u></b> We draw attention to Note 10 to the standalone financial results, which describes that the extent to which the COVID-19 Pandemic will impact the Bank's results will depend on future developments, which are highly uncertain. Our opinion is not modified in respect of this matter.</p>
<p><u>Wipro Ltd</u> Computers - Software 15th April 2020</p>	<p><b><u>Estimation uncertainty relating to the global health pandemic on COVID-19</u></b> In assessing the recoverability of receivables including unbilled receivables, contract assets and contract costs, goodwill, intangible assets, and certain investments, the Company has considered internal and external information upto the date of approval of these standalone financial results including credit reports and economic forecasts. The Company has performed sensitivity analysis on the assumptions used and based on current indicators of future economic conditions, the Company expects to recover the carrying amount of these assets. The impact of the global health pandemic may be different from that estimated as at the date of approval of these standalone financial results and the Company will continue to closely monitor any material changes to future economic conditions.</p>