



गार्डन रीच शिपबिल्डर्स एण्ड इंजीनियर्स लिमिटेड Garden Reach Shipbuilders & Engineers Limited

(भारत सरकार का उपक्रम, रक्षा मंत्रालय)

(A GOVERNMENT OF INDIA UNDERTAKING, MINISTRY OF DEFENCE)

CIN NO. : L35111WB1934GOI007891

SECY/GRSE/BD-69/Q3/20-21

09 Feb 2021

To,

National Stock Exchange of India Limited

Exchange Plaza, Plot No. C-1, Block G,

Bandra Kurla Complex, Bandra (E),

Mumbai – 400 051

Symbol: GRSE

BSE Limited

Floor-25, Phiroze Jeejeebhoy Towers,

Dalal Street, Fort

Mumbai – 400 001

Scrip Code: 542011

Dear Sir / Madam,

Sub: Unaudited Standalone Financial Results for the quarter and Nine Month ended 31st December, 2020 and to declare Interim dividend for the financial year 2020-21.

1. This has reference to our letter No. SECY/GRSE/BD-69/CA/26/20-21 dated 25 Jan 2021 on the subject matter of 'Intimation of Date of Board Meeting to, inter alia, consider and approve, Unaudited Standalone Financial Results for the quarter and Nine Month ended 31st December, 2020' and to declare Interim Dividend for the financial year 2020-21, if any'.

2. In terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI LODR"), please find enclosed herewith the following:

a) Unaudited Standalone Financial Results for the quarter and Nine Month ended 31st December, 2020.

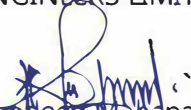
b) Limited Review Report given by the Statutory Auditors on the Unaudited Standalone Financial Results for the quarter and Nine Month ended 31st December, 2020.

3. Further, in terms of Regulation 30 and 42 of the SEBI LODR, we wish to inform you that the Board of Directors of the Company at their Meeting held on Tuesday, 9 Feb 2021 has declared an Interim Dividend for the Financial Year 2020-21 @ ₹3.85/- per equity share of face value of ₹10/- each, amounting to ₹44.10 crore out of profits of the Company for the nine months period ended 31st December, 2020. Further, the Board of Directors has fixed Thursday, 18 February, 2021 as the Record Date for determining the shareholders entitled to receive the interim dividend.

4. The aforesaid Results were taken on record by the Board of Directors at its Meeting held on 9 February, 2021. Necessary publications are also being made in English, Hindi and Local dailies.
5. The meeting commenced at 1130 Hours and concluded at 1500 Hours.
6. This is for your information and record.

Thanking You,

Yours faithfully,
For GARDEN REACH SHIPBUILDERS & ENGINEERS LIMITED



Sanjeev Mahapatra

Company Secretary and Compliance Officer
ICSI Membership No. ACS 10992

Encl: As above

Garden Reach Shipbuilders & Engineers Limited

(A Government of India Undertaking -Ministry of Defence)

(CIN : L35111WB1934GOI007891)

Registered & Corporate Office : 43/46, Garden Reach Road, Kolkata 700024.

E-mail : secygrse@vsnl.net / co.sec@grse.co.in, Website : www.grse.in, Ph : 033-24698100 to 8114, Fax : 033-24698150

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31st DECEMBER, 2020

(₹ in Lakhs)

Sr. No.	Particulars	Quarter Ended			Nine Months Ended		Year ended
		31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	31.03.2020
		(Unaudited)			(Unaudited)		Audited
	INCOME						
1	Revenue from operations	35,960.35	27,244.06	36,963.12	74,200.25	97,660.81	1,43,329.53
2	Other income	3,934.25	4,735.81	5,124.18	13,666.07	17,270.72	22,549.94
3	Total income (1+2)	39,894.60	31,979.87	42,087.30	87,866.32	1,14,931.53	1,65,879.47
	EXPENSES						
4	(a) Cost of materials consumed	16,237.07	10,705.07	18,468.81	30,308.57	50,652.58	69,169.71
	(b) Purchase of products for resale (B & D spares)	374.95	830.00	1,788.71	2,073.84	2,540.24	5,426.26
	(c) Changes in inventories of work-in- progress and scrap	328.40	445.98	(151.49)	1,111.86	(2,388.19)	(2,419.95)
	(d) Sub-contracting charges	3,833.89	1,866.48	4,202.13	7,522.08	10,693.75	17,007.21
	(e) Employee benefits expense	7,574.95	5,334.68	7,528.76	19,305.69	22,353.80	29,694.15
	(f) Finance costs	23.96	17.01	108.97	53.39	168.70	133.56
	(g) Depreciation and amortisation expense	769.70	597.15	748.87	2,132.17	2,219.72	3,008.92
	(h) Other expenses - project related	1,020.09	1,663.50	2,754.42	3,684.16	5,400.19	7,311.90
	(i) Other expenses	2,434.57	3,060.67	2,491.72	6,741.79	7,818.78	13,099.91
	Total expenses	32,597.58	24,520.54	37,940.90	72,933.55	99,459.57	1,42,431.67
5	Profit before exceptional items & tax (3 - 4)	7,297.02	7,459.33	4,146.40	14,932.77	15,471.96	23,447.80
6	Exceptional items	-	(2,074.94)	-	(2,074.94)	-	(1,060.70)
7	Profit before tax (5+6)	7,297.02	5,384.39	4,146.40	12,857.83	15,471.96	22,387.10
8	Tax expense						
	Current tax	1,980.30	1,503.61	1,101.94	3,556.41	3,885.05	5,808.78
	Deferred tax	(445.42)	111.05	94.85	(245.31)	207.26	230.15
9	Profit for the period (7-8)	5,762.14	3,769.73	2,949.61	9,546.73	11,379.65	16,348.17
10	Other comprehensive income / (loss) (net of tax) Item that will not be reclassified to profit or loss						
	Remeasurements of defined benefits plans	243.93	822.24	(242.59)	731.80	(727.78)	(1,584.81)
	Income tax relating to above item	(61.38)	(206.97)	61.06	(184.19)	183.18	398.90
11	Total comprehensive income for the period (9 +10) [comprising profit and other comprehensive income for the period]	5,944.69	4,385.00	2,768.08	10,094.34	10,835.05	15,162.26
12	Paid - up equity share capital (Face value of Rs. 10/- each)	11,455.20	11,455.20	11,455.20	11,455.20	11,455.20	11,455.20
13	Other equity excluding revaluation reserves	-	-	-	-	-	92,567.90
14	Earnings per share (Basic & Diluted) (₹) (not annualised except 31.03.2020)	5.03	3.29	2.57	8.33	9.93	14.27

Notes:

- The financial results have been prepared in accordance with the Ind AS notified under the Companies (Indian Accounting Standards) Rules 2015, as amended.
- Ministry of Corporate Affairs (MCA) has exempted the companies engaged in defence production from the requirement of Segment Reporting.

(Contd. Page 2)



3. As required under clause 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, the Statutory Auditors of the Company have carried out limited review of the above Financial Results for the quarter and nine months period ended 31.12.2020.
4. On account of the spread of COVID-19, the Government of India had imposed a complete nationwide lockdown on March 24, 2020 leading to shut down of the Company's manufacturing facilities and logistics operations. The Company had resumed its manufacturing facilities post mandatory lockdown. The management is continuously and closely monitoring the developments and possible effects that may result from the current pandemic on its financial condition, liquidity and operations and is actively working to minimize the impact of this unprecedented situation. Management has estimated value of loss of production hours and quantum of non-usage of Plant & Machinery of production shops during the half year ended 30.09.2020 as ₹ 1920.22 Lakhs and ₹ 154.72 Lakhs respectively (Total ₹ 2074.94 Lakhs) which has been stated as Exceptional items in the financial statement (includes ₹ 1707.79 Lakhs due to loss of production hours and ₹ 136.64 Lakhs loss due to non-usage of Plant & Machinery for the quarter ending 30.06.2020).
5. An interim dividend of ₹ 3.85 per share for the year 2020-21 has been declared by the Board of Directors at the meeting held on 09th February, 2021.
6. The above Statement of Financial Results has been reviewed & recommended by the Audit Committee and approved by the Board of Directors at their meeting held on 09th February, 2021.
7. Figures for the previous periods/ year have been regrouped/reclassified/rearranged wherever considered necessary to make them comparable with figures of the current period.

For Mookherjee Biswas & Pathak
Chartered Accountants
Firm's Registration No - 301138E



(CA. Sudersan Mukherjee)
Partner
Membership No. 059159



For and on behalf of the Board of Directors



Rear Admiral V.K. Saxena IN (Retd.)
Chairman & Managing Director
DIN – 07696782

Place : Kolkata

Date : 09th February, 2021

Mookherjee Biswas & Pathak
Chartered Accountants

Independent Auditor's Review Report on Unaudited Financial Results pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the Quarter and Nine Months ended December 31, 2020

To
**The Board of Directors,
Garden Reach Shipbuilders & Engineers Limited,
43/46, Garden Reach Road,
Kolkata-700024**

We have reviewed the accompanying statement of unaudited financial results of **Garden Reach Shipbuilders & Engineers Limited** (the 'Company') for the quarter and nine months ended December 31, 2020 (the 'Statement') being submitted by the Company pursuant to the requirement of regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended (the "Listing Regulations").

This Statement, which is the responsibility of the Company's management and approved by the Board of Directors of the Company has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard (Ind AS) 34, "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.

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. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit, and accordingly, we do not express an audit opinion.

Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the applicable Indian Accounting Standards (Ind AS) prescribed under section 133 of the Companies Act, 2013 as amended, 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 regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

The unaudited financial results of the Company for the quarter and nine months ended December 31, 2019 was reviewed by the predecessor auditor, and they had expressed an unmodified conclusion vide their report dated February 1, 2020 on such financial results.



Also, the financial information of the Company for the year ended March 31, 2020 included in this statement, was audited by predecessor auditor and they had expressed an unmodified opinion on financial statements vide their report dated June 06, 2020.

Emphasis of Matter

We draw attention to note no. 4 of the accompanying statement of unaudited financial results for the quarter and nine months ended December 31, 2020 regarding impact of the pandemic (COVID 19) in the operation of the Company, which affected the revenue and financial performance of the Company for the reporting period. Management has assessed the potential impact of COVID 19 based on the current circumstances and expects no significant impact on the continuity of operation of the business on long term basis. However, the actual impact may be different from the estimate as at the date of approval.

Attention is also invited to the treatment of Rs 2074.94 lakhs shown as Exceptional item (Note no 4) due to loss of production hours and non-usage of Plant and machinery during the days of lockdown.

Our conclusion is not modified in respect of this matter.

For Mookherjee Biswas & Pathak
Chartered Accountants
Firm's Registration Number 301138E



(Sudersan Mukherjee)

Partner

Membership No. 059159

ICAI UDIN: 21059159AAAAAF5775



Place: Kolkata

Date: February 9, 2021