

Redington Limited (formerly Redington (India) Limited)**Notes to the Statement of Standalone / Consolidated Financial Results for the Quarter / Financial year ended March 31, 2023**

1. The above financial results have been reviewed by the Audit Committee on May 15, 2023 and approved by the Board of Directors of Redington Limited (the "Company") at their meeting held on May 16, 2023. The Standalone and Consolidated Financial Results for the year ended March 31, 2023 has been audited and for the Quarter ended March 31, 2023 has been reviewed by statutory auditors.
2. The above financial results comprise the financial results of the Company and its subsidiaries (collectively referred to as the 'Group') and the Group's interest in its associate.
3. The figures for Quarter ended March 31, 2023, and March 31, 2022 are the balancing figures between the audited figures in respect of the financial year ended March 31, 2023 and March 31, 2022 respectively, and published year to date figures for the 9 months ended December 31, 2022 and December 31, 2021 respectively, which were subjected to limited review by the statutory auditors (Refer Note 4c).
4.
 - a. The above financial results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India and in compliance with Regulation 33 and Regulation 52 read with Regulation 63(2) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations").
 - b. The figures of the previous periods have been regrouped / reclassified, wherever necessary, to conform to current period's classification.
 - c. The Ind AS financial results of the Group for the Quarter and Nine Months ended December 31, 2021 and year ended March 31, 2022 were reviewed / audited by M/s BSR & Co LLP Chartered Accountants, the predecessor auditor who have expressed an unmodified review conclusion/ opinion.
5. Disclosure of reportable segments have been made in a manner consistent with internal reporting to the Managing Director who is the Chief Operating Decision Maker ("CODM") for the Group, in line with provisions of Ind AS 108, *Operating Segment*. During the quarter ended June 30, 2022 the Company had revised the reporting segments as "SISA" (Singapore, India & South Asia) and "ROW" (Rest of the World) (previously reported as "India" and "Overseas"), in line with the revised internal reporting. Accordingly, the previous period figures have been restated to conform to the revised segment presentation.
6. During the quarter ended March 31, 2023:
 - a. The Company has invested ₹2.50 Cr (25,00,000 Equity shares of ₹10 each) in Redserv Global Solutions Limited ("RGSL"), a wholly owned subsidiary of the Company.
 - b. The Company has invested ₹79.99 Cr (28,88,086 Equity shares of face value ₹10 at a Premium of ₹267 per share) in Proconnect Supply Chain Solutions Limited, a wholly owned subsidiary of the Company.
 - c. RGSL has acquired the India Branch operations of Redington Gulf FZE, a wholly owned step-down subsidiary of the Company.
 - d. The Board of Directors at its meeting held on February 1, 2023, considered, and approved the 'Redington Limited – Share Based Employee Benefit Scheme, 2023 for grant of Restricted Stock Units (RSU) to eligible employees of the Group, subject to shareholders' approval.
7. Consequent to the approval of the Board of Directors for transfer of Automated Distribution Centre's (ADC) in Chennai and Kolkata during the year to Proconnect Supply Chain Solutions Limited, a wholly owned subsidiary company, the Company has assessed that the criteria for classification of the above mentioned assets as "held for sale" has been met under Indian Accounting Standard (IND AS) 105, Non-Current Assets Held for Sale and Discontinued Operations and accordingly, such assets are carried at lower of carrying amount or fair value less costs to sell.



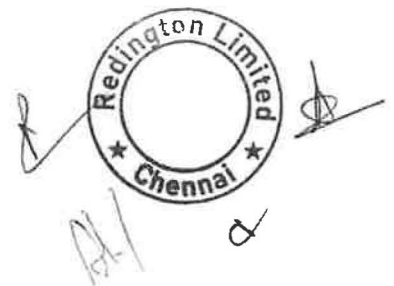
Subsequent to the quarter / year ended March 31, 2023, the company transferred ADC (Automated Distribution Centre) at Chennai to Proconnect Supply Chain Solutions Limited, a wholly owned subsidiary of the Company on April 26, 2023 for ₹39.50 Cr (Includes Land, Building & other assets).

8. During the current year, the three-year cumulative consumer price index in Turkey exceeded 100%. Consequently, the provisions of Ind AS 29, "Financial Reporting in Hyperinflationary Economies", has been applied with effect from April 1, 2022, in respect of step-down subsidiaries having "Turkish Lira" as functional currency. The impact on the consolidated financial results is not significant.



9. Statement of Assets & Liabilities

Particulars	₹. in Crores			
	Standalone		Consolidated	
	As at March 31, 2023	As at March 31, 2022	As at March 31, 2023	As at March 31, 2022
	Audited	Audited	Audited	Audited
ASSETS				
Non-current assets				
Property, plant and equipment	152.28	25.81	275.90	147.14
Capital work-in progress	8.06	84.79	8.12	84.83
Right-of-use-assets	8.93	19.51	204.27	206.28
Investment property	-	46.44	11.37	-
Goodwill	-	-	85.00	61.70
Other intangible assets	10.48	14.56	300.89	284.96
Intangible assets under development	1.78	-	3.99	0.56
Financial assets				
Trade receivables	12.15	-	12.15	-
Investments in subsidiaries and associate	750.48	667.98	-	-
Others financial assets	0.33	1.66	22.43	18.63
Deferred tax assets (net)	21.71	23.28	45.38	38.48
Income tax assets (net)	64.03	98.32	72.16	105.08
Other non-current assets	65.99	72.93	104.03	101.85
Total non-current assets	1,096.22	1,055.28	1,145.69	1,049.51
Current assets				
Inventories	2,522.04	1,851.27	7,085.26	4,383.04
Financial assets				
Investments	-	-	34.35	-
Trade receivables	5,589.89	3,860.66	12,030.05	8,675.16
Cash and cash equivalents	185.50	873.18	1,858.85	3,289.54
Other bank balances	4.62	2.64	91.79	369.76
Loans	-	-	-	-
Other financial assets	101.10	38.10	354.21	226.89
Other current assets	230.70	185.82	683.01	414.99
Total current assets	8,634.05	6,811.87	22,137.52	17,359.38
Assets held for sale (Refer Note 7 of SEBI Notes)	45.77	-	-	7.01
Total assets	9,776.04	7,867.15	23,283.21	18,415.90
EQUITY AND LIABILITIES				
Equity				
Equity share capital	156.31	156.29	156.31	156.29
Other equity	2,950.12	2,392.53	6,771.04	5,628.66
Equity attributable to the shareholders of the Company	3,106.43	2,548.82	6,927.35	5,784.95
Non-controlling interests	-	-	365.82	322.75
Total equity	3,106.43	2,548.82	7,293.17	6,107.70
Liabilities				
Non-current liabilities				
Financial liabilities				
Borrowings	-	-	50.46	90.14
Lease liabilities	6.86	13.32	120.77	138.25
Trade payables	-	-	-	-
(A) total outstanding dues of micro enterprises and small enterprises	-	-	-	-
(B) total outstanding dues of creditors other than micro enterprises and small enterprises	2.88	6.99	2.88	6.99
Other financial liabilities	-	-	-	7.26
Provisions	34.72	31.29	176.60	155.01
Deferred tax liabilities (net)	-	-	5.52	8.47
Total non-current liabilities	44.46	51.60	356.23	406.12
Current liabilities				
Financial liabilities				
Borrowings	1,641.92	0.16	3,076.91	542.65
Lease liabilities	3.38	7.71	72.66	59.72
Trade payables	-	-	-	-
(A) total outstanding dues of micro enterprises and small enterprises	62.36	12.76	66.06	13.46
(B) total outstanding dues of creditors other than micro enterprises and small enterprises	4,404.08	4,841.15	10,905.05	10,140.74
Other financial liabilities	117.70	95.04	277.78	210.40
Other current liabilities	335.42	243.20	974.15	741.98
Provisions	3.66	3.11	44.64	26.54
Current tax liabilities (net)	56.63	63.60	216.56	166.59
Total current liabilities	6,625.15	5,286.73	15,533.81	11,902.08
Total liabilities	6,669.61	5,316.33	15,990.04	12,308.20
Total equity and liabilities	9,776.04	7,867.15	23,283.21	18,415.90



10. Statement of Cash flow :

Particulars	₹. In Crores			
	Standalone		Consolidated	
	For the year ending March 31, 2023	For the year ending March 31, 2022	For the year ending March 31, 2023	For the year ending March 31, 2022
A. Cash flow from operating activities				
Profit for the year	1,071.88	935.07	1,439.39	1,314.87
Adjustments for:				
- Income tax expense recognised in profit and loss	204.32	169.33	394.08	307.49
- Depreciation and amortisation expense	26.49	30.15	155.40	141.28
- Finance costs	77.76	7.20	271.86	115.59
- Interest income	(0.25)	(9.58)	(57.30)	(42.44)
- Provision no longer required written back	-	-	(0.90)	-
- Allowance for impairment of trade receivables and other financial assets (including bad debts written off)	25.55	48.25	73.21	80.70
- Dividend income from subsidiaries	(491.93)	(452.28)	-	-
- Income received from short-term investments	(0.89)	(4.73)	(0.89)	(4.73)
- Impact on account of application of Ind AS 29	-	-	(30.58)	-
- Unrealised exchange gain (net)	(4.20)	(5.16)	(3.82)	(20.34)
- Gain on modification of leases	(0.32)	(0.09)	(0.35)	(0.09)
- Loss on change in fair value of property held for sale	-	-	-	1.16
- Loss on sale of intangible assets (net)	-	-	-	0.09
- Gain on sale of property, plant and equipment (net)	(1.49)	(2.84)	(2.00)	(3.59)
Operating profit before working capital changes	906.92	715.32	2,238.10	1,889.99
Increase in trade receivables	(1,761.52)	(1,091.60)	(2,949.26)	(1,459.95)
Increase in other assets	(99.81)	(108.46)	(368.26)	(120.37)
Increase in inventories	(670.77)	(790.59)	(2,439.48)	(1,296.63)
(Decrease) / Increase in other liabilities	110.37	0.44	363.83	(97.84)
(Decrease) / Increase in Trade payables	(399.35)	2,114.95	208.58	2,338.91
Increase in provisions	3.28	2.51	47.88	11.45
Cash generated from operations	(1,910.88)	842.57	(2,898.61)	1,265.56
Income taxes paid (net)	(175.96)	(172.47)	(334.91)	(276.36)
Net cash generated from/ (used in) operating activities	(2,086.84)	670.10	(3,233.52)	989.20
B. Cash flow from investing activities				
Payment towards acquisition of property, plant and equipment	(63.27)	(94.05)	(157.02)	(117.75)
Payment towards acquisition of other intangible assets	(1.77)	(1.54)	(5.05)	(8.08)
Proceeds from sale of property, plant and equipment and other intangible assets	5.11	4.48	13.16	6.77
Interest received	0.25	9.58	55.18	39.90
Dividend income from Subsidiaries	491.93	452.28	-	-
Income received from short-term investments	0.89	4.73	0.89	4.73
Loans settled by subsidiary	-	20.00	-	-
Purchase of short term investments	-	-	(33.32)	-
Changes in bank deposits not treated as cash and cash equivalents	0.06	(0.01)	301.83	202.91
Bank deposits of Original maturity for more than three months (Net)	-	-	0.07	-
Payment of share application money towards subsidiary	-	(28.00)	-	-
Acquisition of subsidiary, net of cash and cash equivalents acquired	(82.50)	-	0.02	(185.00)
Net cash used in investing activities	350.70	367.47	175.56	(56.52)
C. Cash flow from financing activities				
Proceeds from short-term borrowings	15,147.40	-	15,953.06	88.36
Repayment of short-term borrowings	(13,505.48)	(0.83)	(13,505.48)	(1.84)
Proceeds from long-term borrowings	-	-	0.15	83.36
Repayment of long-term borrowings	-	-	(54.10)	(14.02)
Proceeds from allotment of shares under Stock Appreciation Right Scheme, 2017	0.02	0.32	0.02	0.32
Dividends paid	(515.77)	(453.07)	(515.77)	(453.07)
Dividend paid by step-down subsidiary to non-controlling shareholders	-	-	(6.35)	(7.63)
Finance costs paid	(71.28)	(5.51)	(263.75)	(108.81)
Payment of lease liabilities	(6.43)	(8.75)	(79.14)	(67.78)
Net cash used in / (generated from) financing activities	1,048.46	(467.84)	1,528.64	(476.11)
Net increase in cash and cash equivalents	(687.68)	569.73	(1,529.32)	456.57
Cash and cash equivalents at the beginning of the year	873.18	303.45	3,271.38	2,925.26
Effect of exchange differences on restatement of foreign currency cash and cash equivalents	-	-	67.10	(110.45)
Cash and cash equivalents at the end of the year	185.50	873.18	1,809.16	3,271.38
Reconciliation of Cash and cash equivalents with the Balance Sheet				
Cash and cash equivalents at the end of the period as per Balance Sheet	185.50	873.18	1,858.85	3,289.54
Less: Bank overdrafts and cash credit facilities used for cash management purposes	-	-	49.69	18.16
Cash and cash equivalents at the end of the period	185.50	873.18	1,809.16	3,271.38



11. The Company has listed its commercial papers in the bourses of BSE and pursuant to such listing, below are the details computed based on standalone financial information of Redington Limited pursuant to Regulation 52(4) of the Listing Regulations:

Particulars	Quarter ended March 31, 2023 (Audited)	Quarter ended March 31, 2022 (Audited)	Year ended March 31, 2023 (Audited)	Year ended March 31, 2022 (Audited)
Debt service coverage ratio (no. of times) [refer note (a)]	5.50	124.80	11.09	91.57
Interest service coverage ratio (no. of times) [refer note (b)]*	5.54	1509.09	11.24	(475.00)
Debt equity ratio ** (no. of times) [refer note (c)]	0.62	(0.47)	0.62	(0.47)
Net worth [refer note (d)] (₹ in crores)	3,106.43	2548.82	3,106.43	2,548.82
Outstanding redeemable preference shares	-	-	-	-
Capital redemption reserve/ debenture redemption reserves (₹ in crores)	-	-	-	-
Earnings per share (EPS)				
(a) Basic EPS (₹)	1.60	1.58	13.72	11.98
(b) Diluted EPS (₹)	1.60	1.58	13.71	11.97
Net profit after tax (₹ in crores)	124.91	123.46	1,071.88	935.07
PAT excluding dividend income (₹ in crores)	124.91	123.46	579.95	482.79
Current ratio (no. of times) [refer note (e)]	1.30	1.29	1.30	1.29
Current liability ratio (no. of times) [refer note (f)]	0.99	0.99	0.99	0.99
Long term debt to working capital (no. of times) [refer note (g)]	-	-	-	-
Bad debts to Accounts receivable ratio (no. of times) [refer note (h)]	-	^	^	0.01
Total debts to Total assets ratio (no. of times) [refer note (i)]	0.17	^	0.17	^
Debtors turnover (no. of times) [refer note (j)]	7.12	8.64	7.47	8.10
Inventory turnover (no. of times) [refer note (k)]	13.87	18.54	15.48	17.78
Operating margin (%) [refer note (l)]	2.16%	2.15%	2.44%	2.44%
Net Profit margin (%) [refer note (m)]	1.29%	1.59%	1.64%	1.79%

^Represents value less than 0.01.



Formulae for calculation of ratios are as follows:

- (a) Debt service coverage ratio = (Profit/(loss) before tax – Dividend income + Interest expenses) / (Interest expenses + Repayment of Long-term loans during the year)
For the purpose of calculation, loans having original maturity of more than 360 days are considered as Long-term loans.
- (b) Interest service coverage ratio* = (Profit/(loss) from ordinary activities before tax – Dividend income + Interest expenses – Interest income earned on surplus funds) / (Interest expenses – Interest income earned on surplus funds).
- (c) Debt equity ratio** = (Total debt – Cash and cash equivalents – Short term investments) / (Total equity – Investments in subsidiaries)
- (d) Net worth = Equity share capital + Other equity
- (e) Current ratio = Current assets / Current liabilities
- (f) Current liabilities ratio = Current liabilities / Total liabilities
- (g) Long term debt to Working capital = Long term borrowings (including current portion of long-term borrowings) / Working capital
Working capital = Current assets (excluding Assets classified as held for sale) - Current liabilities (excluding current maturities of long term debt, interest accrued on borrowings).
- (h) Bad debts to Accounts receivable ratio = Bad debts / Trade receivables
- (i) Total debts to Total assets ratio = (Non-current borrowings + Current borrowings) / Total assets
- (j) Debtors turnover ratio (number of times) (annualized) = Revenue from operations / Average Trade receivables
- (k) Inventory turnover ratio (number of times) (annualized) = (Purchases of traded goods + Changes in inventories of traded goods) / Average Inventories
- (l) Operating margin (%) = (Profit before tax + Finance costs – Dividend income) / Revenue from operations
- (m) Net profit margin (%) = Net profit after tax excluding dividend income / Revenue from operations

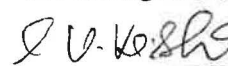
* Since interest income has been obtained from surplus funds, the same has been adjusted with interest expense for interest service coverage ratio computation.

** Debt equity ratio negative means excess Cash and cash equivalents over Total debt.

12. The Standalone and Consolidated financial results of the Company for the Quarter / Year Ended March 31, 2023, have been filed with the National Stock Exchange of India Limited (NSE) and BSE Limited (BSE) and are available in Company's website www.redingtongroup.com.

Place : Chennai
Date : May 16, 2023

For Redington Limited



S V Krishnan
Whole-time Director and
Global Chief Financial Officer

