

**INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM CONSOLIDATED
FINANCIAL RESULTS**

TO THE BOARD OF DIRECTORS OF APL APOLLO TUBES LIMITED

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of **APL APOLLO TUBES LIMITED** ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), for the quarter and six months ended September 30, 2020 ("the Statement") being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), 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 express a conclusion on the Statement based on our review.
3. 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 (ICAI). A review of interim financial information consists of making inquiries, primarily of Parent's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under Section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

4. The Statement includes the results of the following entities:
 - (i) The Parent Company
 - APL Apollo Limited
 - (ii) Subsidiary Companies
 - Apollo Metalex Private Limited
 - Shri Lakshmi Metal Udyog Limited
 - Blue Ocean Projects Private Limited
 - APL Apollo Tubes FZE
 - Apollo Tricoat Tubes Limited
 - Apollo Building Products Private Limited
5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of other auditors referred to in paragraph 6 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles 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.

6. We did not review the interim financial results of one subsidiary included in the consolidated unaudited financial results, whose interim financial results reflect total assets of Rupees 438.58 crores as at September 30, 2020, total revenues of Rupees 330.48 crores and Rupees 501.47 crores for the quarter and six months ended September 30, 2020 respectively, total net profit after tax of Rupees 23.81 crores and Rupees 32.77 crores for the quarter and six months ended September 30, 2020 respectively and total comprehensive income of Rupees 23.69 crores and Rupees 32.65 crores for the quarter and six months ended September 30, 2020 respectively and net cash outflows of Rupees 4.27 crores for the six months ended September 30, 2020 as considered in the Statement. These interim financial results have been reviewed by other auditors whose report has been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, is based solely on the report of the other auditors and the procedures performed by us as stated in paragraph 3 above.
7. The consolidated unaudited financial results include the unaudited interim financial results and other unaudited financial information of three subsidiaries which have not been reviewed by their auditors and have been approved and furnished to us by the Management, whose interim financial results reflect total assets of Rupees 28.38 crores as at September 30, 2020 and total revenue of NIL and NIL for the quarter and six months ended September 30, 2020, total loss after tax of Rupees 0.48 crores and Rupees 0.54 crores for the quarter and six months ended September 30, 2020 respectively and total comprehensive loss of Rupees 0.48 crores and Rupees 0.54 crores for the quarter and six months ended September 30, 2020 respectively and net cash flows of Rupees 0.26 crores for the six months ended September 30, 2020, as considered in the Statement. Our conclusion on the Statement, in so far as it relates to the affairs of these subsidiaries is based solely on such unaudited interim financial results and other unaudited financial information. In our opinion and according to the information and explanations given to us by the Management, these interim financial results are not material to the Group.

Our conclusion on the Statement in respect of matters stated in para 6 and 7 above is not modified with respect to our reliance on the work done and the reports of the other auditors and the financial results certified by the Management.

For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)

**RASHIM
TANDON**

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(RASHIM TANDON)
(Partner)

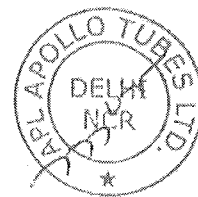
(Membership No. 95540)
(UDIN: 20095540AAAAABR3237)

Place: New Delhi
Date: October 28, 2020

APL APOLLO TUBES LIMITED
 Regd. Office: 37, Hargobind Enclave, Vikas Marg, Delhi-110092
 Statement of Consolidated Financial Results for the quarter and half year ended September 30, 2020
 CIN : I 2419901 1986PL1023441

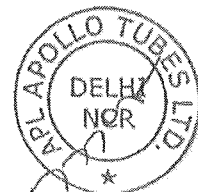
Particulars	Quarter ended	Quarter ended	Quarter ended	Half year ended	Half year ended	(Rupees in crore, except EPS)
	September 30, 2020	June 30, 2020	September 30, 2019	September 30, 2020	September 30, 2019	Year ended March 31, 2020
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
I Revenue from operations						
(a) Sale of products	2,130.30	1,079.23	1,583.81	3,209.53	3,577.42	7,426.52
(b) Other operating income	71.75	30.58	63.47	102.33	141.46	296.71
Total revenue from operations	2,202.05	1,109.81	1,647.28	3,311.86	3,718.88	7,723.23
II Other Income	10.09	4.87	4.62	14.96	9.17	22.18
III Total income (I + II)	2,212.14	1,114.68	1,651.90	3,326.82	3,728.05	7,745.41
IV Expenses						
(a) Cost of materials consumed	1,814.65	884.80	1,443.45	2,699.45	3,235.14	6,595.39
(b) Purchase of stock-in-trade (traded goods)	2.12	8.05	0.45	10.17	98.71	116.57
(c) Changes in inventories of finished goods, work-in-progress, rejection and scrap	30.94	37.83	(11.69)	68.77	(107.27)	(135.67)
(d) Employee benefits expense	33.44	28.65	35.37	62.09	65.48	142.19
(e) Finance costs	15.88	21.17	26.88	37.05	55.14	107.27
(f) Depreciation and amortisation expense	25.08	23.91	23.95	48.99	44.19	95.91
(g) Other expenses	151.82	79.41	107.72	231.23	229.85	527.41
Total expenses	2,073.93	1,083.82	1,626.13	3,157.75	3,621.24	7,449.07
V Profit before tax (III-IV)	138.21	30.86	25.77	169.07	106.81	296.34
VI Tax expense :						
(a) Current tax (net)	33.96	5.89	(3.29)	39.85	23.18	66.94
(b) Deferred tax charge / (credit) (net)	1.48	2.32	(30.77)	3.80	(28.33)	(25.31)
(c) Income tax / deferred tax (credit) / expense of earlier year	0.14	0.76	-	0.90	-	(1.29)
Total tax expense / (credit)	35.58	8.97	(34.06)	44.55	(5.15)	40.34
VII Profit for the period / year (V-VI)	102.63	21.89	59.83	124.52	111.96	256.00
VIII Other Comprehensive Income						
Add : (less) Items that will not be reclassified to profit or loss						
(a) Equity instruments through other comprehensive income	-	-	-	-	2.20	2.20
(b) Remeasurement of post employment benefit obligation	(0.73)	(0.57)	(0.06)	(1.30)	(0.12)	(2.13)
(c) Income tax relating to (b) above	0.14	0.14	0.01	0.33	0.03	0.53
Other Comprehensive Income for the period / year	(0.54)	(0.43)	(0.05)	(0.97)	2.11	0.60
IX Total Comprehensive Income for the period / year (VII+VIII)	102.09	21.46	59.78	123.55	114.07	256.60
X Profit for the period / year attributable to :						
- Owner of the Company	92.12	16.78	55.12	108.90	106.89	237.97
- Non-controlling interests	10.51	5.11	4.71	15.62	5.07	18.03
	102.63	21.89	59.83	124.52	111.96	256.00
XI Other Comprehensive Income for the period / year attributable to :						
- Owner of the Company	(0.49)	(0.43)	(0.05)	(0.92)	2.11	0.61
- Non-controlling interests	(0.05)	-	-	(0.05)	-	(0.01)
	(0.54)	(0.43)	(0.05)	(0.97)	2.11	0.60
XII Total Comprehensive Income for the period / year attributable to :						
- Owner of the Company	91.63	16.35	55.07	107.98	109.00	238.58
- Non-controlling interests	10.46	5.11	4.71	15.57	5.07	18.02
	102.09	21.46	59.78	123.55	114.07	256.60
XIII Paid up Equity Share Capital (Face value of Rupees 10 each)	24.93	24.87	24.25	24.93	24.25	24.87
XIV Other equity						1,331.28
XV Earnings per equity share (EPS) of Rupees 10 each # :						
(a) Basic (In Rupees)	37.01	6.78	24.67	43.77	46.21	97.17
(b) Diluted (In Rupees)	36.80	6.72	23.91	43.52	44.84	96.32

EPS is not annualised for the quarter and half year ended September 30, 2020, quarter ended June 2020, and quarter and half year ended September 30, 2019.



APL APOLLO TUBES LIMITED
 Regd. Office: 37, Hargobind Enclave, Vikas Marg, Delhi-110092
 Statement of Assets and Liabilities as at September 30, 2020
 CIN : L74899DL1986PLC023443

Particulars	Consolidated		Standalone	
	As at September 30, 2020	As at March 31, 2020	As at September 30, 2020	As at March 31, 2020
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
(Rupees in crore)				
A. ASSETS				
(1) Non-current assets				
(a) Property plant and equipment	1,467.08	1,471.08	927.08	936.25
(b) Capital work-in-progress	41.75	10.09	23.50	6.24
(c) Right of use assets	96.11	97.06	18.01	18.46
(d) Goodwill	137.50	137.50	-	-
(e) Other intangible assets	2.40	2.73	2.09	2.39
(f) Investment in subsidiaries	-	-	394.07	394.07
(g) Financial assets	-	-	-	-
(i) Investments	1.57	1.52	1.57	1.52
(ii) Loans	-	-	120.00	75.00
(iii) Other financial assets	24.85	25.33	18.95	19.78
(h) Non-current tax assets (net)	11.42	11.50	10.24	10.19
(i) Other non-current assets	74.01	59.20	45.22	45.85
Total non-current assets	1,856.69	1,816.01	1,560.73	1,509.75
(2) Current assets				
(a) Inventories	603.98	784.18	447.22	590.27
(b) Financial assets	-	-	-	-
(i) Trade receivables	125.69	476.36	101.76	306.94
(ii) Cash and cash equivalents	3.52	44.39	2.14	38.85
(iii) Bank balances other than (ii) above	501.40	1.22	501.08	1.07
(iv) Loans	1.51	1.29	16.77	1.04
(v) Other financial assets	10.97	2.72	20.36	28.20
(c) Other current assets	154.45	138.21	116.57	96.63
Total current assets	1,401.52	1,448.37	1,205.90	1,063.00
Assets classified as held for sale	1.65	1.65	1.65	1.65
Total current assets	1,403.17	1,450.02	1,207.55	1,064.65
Total Assets	3,259.86	3,266.03	2,768.28	2,574.40
B. EQUITY AND LIABILITIES				
(1) Equity				
(i) Equity share capital	24.93	24.87	24.93	24.87
(ii) Other equity	1,407.24	1,331.28	1,303.20	1,250.37
Equity Attributable to the owners of the Company	1,432.17	1,356.15	1,328.13	1,275.24
Non-controlling interests	106.47	95.42	-	-
Total equity	1,538.64	1,451.57	1,328.13	1,275.24
(2) Non-current liabilities				
(a) Financial liabilities	-	-	-	-
(i) Borrowings	278.11	404.32	208.20	245.29
(ii) Lease liabilities	0.09	0.12	0.08	0.08
(iii) Other financial liabilities	0.95	0.72	0.75	0.72
(b) Provisions	20.02	16.16	15.20	12.73
(c) Deferred tax liabilities (net)	105.37	101.16	73.42	72.16
(d) Other non-current liabilities	72.45	67.24	48.12	44.77
Total non-current liabilities	476.99	589.72	345.77	375.75
(3) Current liabilities				
(a) Financial liabilities	-	-	-	-
(i) Borrowings	410.52	322.85	332.50	244.61
(ii) Lease liabilities	0.32	0.58	0.26	0.52
(iii) Trade payables	-	-	-	-
- total outstanding dues of micro and small enterprises	3.66	1.08	2.11	0.85
- total outstanding dues other than micro and small enterprises	688.53	763.33	649.59	586.65
(iv) Other financial liabilities	118.63	114.41	94.66	78.33
(b) Other current liabilities	14.39	17.25	12.28	11.94
(c) Provisions	1.15	1.13	0.51	0.51
(d) Current tax liabilities (net)	7.03	4.11	2.47	-
Total current liabilities	1,244.23	1,224.74	1,094.38	923.41
Total Equity and Liabilities	3,259.86	3,266.03	2,768.28	2,574.40

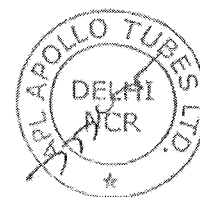


APL APOLLO TUBES LIMITED
STATEMENT OF CONSOLIDATED CASH FLOWS FOR THE HALF YEAR ENDED SEPTEMBER 30, 2020

Particulars	(Rupees in crore)	
	Half year ended September 30, 2020	Half year ended September 30, 2019
	(Unaudited)	(Unaudited) (see note below)
A. Cash flow from operating activities	169.07	106.81
Profit before tax		
<u>Adjustments for:</u>		
Depreciation and amortisation expense	48.99	44.19
Loss on sale of property, plant and equipment (net)	0.02	0.03
Finance costs	37.05	55.14
Interest income on fixed deposits	(7.05)	(1.73)
Interest income on others	(0.71)	(0.20)
Provision for slow moving inventory of spares & consumables	0.33	0.19
Government grant income	(5.15)	(4.19)
Derivatives measured at fair value through profit & loss account	(2.26)	0.77
Net unrealised foreign exchange (gain)	0.13	5.56
Provision for doubtful trade receivables written back	(0.13)	(0.15)
Share based expenses	1.86	0.11
Operating profit before working capital changes	242.15	206.53
<u>Changes in working capital:</u>		
Adjustments for (increase) / decrease in operating assets:		
Inventories	179.86	43.66
Trade receivables	348.75	225.27
Current loans and other financial assets	0.60	1.83
Non-current loans and other financial assets	0.48	(0.91)
Other current assets	(16.23)	19.23
Other non-current assets	0.43	(3.74)
Adjustments for increase / (decrease) in operating liabilities:		
Trade payables	(72.23)	(122.94)
Other current liabilities	(2.86)	(13.43)
Other current financial liabilities	0.01	(11.85)
Other non current financial liabilities	0.23	(8.85)
Other non current liabilities	5.21	9.90
Provisions (current & non-current)	2.58	2.69
Cash generated from operations	688.98	347.39
Net income tax (paid)	(37.01)	(42.60)
Net cash flow from operating activities (A)	651.97	304.79
B. Cash flow from investing activities		
Capital expenditure on property, plant and equipment (including capital advances)	(95.07)	(194.14)
Proceeds from sale of property, plant and equipment	4.29	5.26
Investment in fixed deposits	(500.18)	-
Investment in mutual funds	(0.05)	(0.25)
Investment in subsidiary	(46.20)	(127.34)
Interest received	0.96	2.95
Net cash flow (used in) investing activities (B)	(636.25)	(313.52)
C. Cash flow from financing activities		
Proceeds from non-current borrowings	141.00	63.02
Repayment of non-current borrowings	(259.25)	(85.06)
Proceeds from current borrowings	87.65	96.91
Repayment of current borrowings	-	(100.00)
Proceed from issue of share warrants	-	25.00
Proceeds from issue of equity share capital	7.85	72.00
Payment on account of lease liabilities	(0.28)	-
Finance costs	(33.56)	(64.26)
Net cash flow (used in) / from financing activities (C)	(56.59)	7.61
Net decrease in Cash and cash equivalents (A+B+C)	(40.87)	(1.12)
Add : Cash acquired on business combination	-	0.29
Cash and cash equivalents at the beginning of the year	44.39	47.80
Cash and cash equivalents at the end of the year	3.52	46.97

Note :

Cash flow for the half year ended September 30, 2019 includes effect of acquisition of Apollo Tricoat Tubes Limited.



Notes to the Statement of Consolidated Financial Results :

1. The above Consolidated Financial Results along with the comparatives have been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. The above Consolidated Financial Results for the quarter and half year ended September 30, 2020 have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on October 28, 2020.
2. The Statutory Auditors have carried out the 'Limited Review' of the Unaudited Consolidated Financial Results of the Group for the quarter and half year ended September 30, 2020 in accordance with the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
3. During the half year ended September 30, 2019, the Company completed the acquisition of a production unit (located at Chegunta, Hyderabad), of M/s Taurus Value Steel & Pipes Private Limited, a subsidiary of M/s Shankara Building Products Limited, Bangalore. The acquisition was approved by the Board of Directors of the Company in their meeting held on April 12, 2019 and completed on May 27, 2019.

Accordingly, figures for half year ended September 30, 2020 are not comparable to half year ended September 30, 2019.

4. The Board of Directors of APL Apollo Tubes Limited ('the Company') in previous year considered and approved the acquisition / investment by Shri Lakshmi Metal Udyog Limited ('SLMUL'), a wholly owned subsidiary of the Company of Apollo Tricoat Tubes Limited ('Target Entity'). Apollo Tricoat Tubes Limited, on June 17, 2019, became a subsidiary of SLMUL.

Accordingly, figures for half year ended September 30, 2020 are not comparable to half year ended September 30, 2019.

5. The Group had closed all its manufacturing plants and offices with effect from March 24, 2020 following countrywide lockdown due to Covid-19. Subsequent to the year end, the Group had resumed its operations at its Raipur plant with effect from April 22, 2020. All the remaining plants and office of the Group have resumed operations gradually over a period of time adhering to the safety norms prescribed by the Government of India.

The Group has assessed the impact of Covid-19 pandemic on its business operations and has considered relevant internal and external information available up to the date of approval of these financial statements, in determination of the recoverability and carrying value of property, plant and equipment, goodwill, inventories, and trade receivables. Based on current estimates, the Group expects the carrying amount of these assets will be recovered. The Group will continue to closely monitor any material changes to future economic conditions.

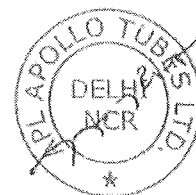
Accordingly, figures for half year ended September 30, 2020 are not comparable to half year ended September 30, 2019 and figures for the quarter ended September 30, 2020 are not comparable to quarter ended June 30, 2020.

6. The Board of Directors of the Company at its meeting held on October 28, 2020, approved a proposal for sub-division of the face value of the equity shares of the Company from the present Rupees 10 per equity share to Rupees 2 per equity share i.e. 1 equity share to be split into 5 equity shares, subject to approval of the shareholders and other regulatory approvals.
7. The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The Group will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.
8. The Group is in business of Manufacturing of ERW steel tube and pipes and hence only one reportable operating segment as per 'Ind-AS 108 : Operating Segments'.

Ghaziabad
October 28, 2020

For APL APOLLO TUBES LIMITED


SANJAY GUPTA
CHAIRMAN AND MANAGING DIRECTOR



**INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM STANDALONE
FINANCIAL RESULTS**

TO THE BOARD OF DIRECTORS OF APL APOLLO TUBES LIMITED

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **APL APOLLO TUBES LIMITED** ("the Company"), for the quarter and six months ended September 30, 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.
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), 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 express a conclusion on the Statement based on our review.
3. 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 (ICAI). A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles 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.

For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)

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TANDON**

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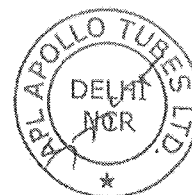
(RASHIM TANDON)
(Partner)
(Membership No. 95540)
(UDIN: 20095540AAAABQ5529)

Place: New Delhi
Date: October 28, 2020

APL APOLLO TUBES LIMITED
 Regd. Office : 37, Hargobind Enclave, Vikas Marg, Delhi - 110092
 Statement of Standalone Financial Results for the quarter and half year ended September 30, 2020
 CIN : L24899DL1986PLC073344

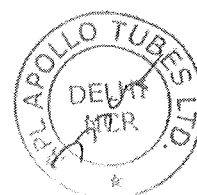
Particulars	Quarter ended	Quarter ended	Quarter ended	Half year ended	(Rupees in crore, except EPS)	
	September 30, 2020	June 30, 2020	September 30, 2019	September 30, 2020	Half year ended September 30, 2019	Year ended March 31, 2020
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
I Revenue from operations						
(a) Sale of products	1,528.24	761.77	1,245.97	2,290.01	2,835.07	5,704.40
(b) Other operating income	53.35	21.93	46.84	75.28	109.99	226.41
Total revenue from operations	1,581.59	783.70	1,292.81	2,365.29	2,945.06	5,930.81
II Other Income	12.41	6.37	5.03	18.78	12.34	27.23
III Total income (I + II)	1,594.00	790.07	1,297.84	2,384.07	2,957.40	5,958.04
IV Expenses						
(a) Cost of materials consumed	1,181.83	569.82	1,028.34	1,751.65	2,383.56	4,709.18
(b) Purchase of stock-in-trade (traded goods)	180.73	107.66	123.56	288.39	316.36	601.20
(c) Changes in inventories of finished goods, work-in-progress, rejection and scrap	34.71	15.30	13.65	50.01	(58.61)	(73.60)
(d) Employee benefits expense	19.51	16.97	23.38	36.48	45.58	92.63
(e) Finance costs	13.75	15.34	20.67	29.09	45.06	82.14
(f) Depreciation and amortisation expense	16.63	16.07	16.70	32.70	33.22	68.91
(g) Other expenses	89.21	46.27	75.01	135.48	163.16	363.79
Total expenses	1,536.37	787.43	1,301.31	2,323.80	2,928.33	5,844.25
V Profit / (loss) before tax (III-IV)	57.63	2.64	(3.47)	60.27	29.07	113.79
VI Tax expense :						
(a) Current tax (net)	14.93	0.06	(2.86)	14.99	7.21	26.35
(b) Deferred tax charge / (credit) (net)	(0.10)	0.82	(27.40)	0.72	(25.52)	(26.01)
(c) Income tax / deferred tax (credit) / expense of earlier year	-	0.75	-	0.75	-	(1.56)
Total tax expense / (credit)	14.83	1.63	(30.26)	16.46	(18.31)	(1.22)
VII Profit for the period / year (V-VI)	42.80	1.01	26.79	43.81	47.38	115.01
VIII Other Comprehensive Income						
Add : (less) Items that will not be reclassified to profit or loss						
(a) Remeasurement of post employment benefit obligation	(0.41)	(0.41)	(0.05)	(0.82)	(0.11)	(1.52)
(b) Income tax relating to above item	0.10	0.10	0.01	0.20	0.03	0.38
Other Comprehensive Income for the period / year	(0.31)	(0.31)	(0.04)	(0.62)	(0.08)	(1.14)
IX Total Comprehensive Income for the period / year (VII+VIII)	42.49	0.70	26.75	43.19	47.30	113.87
X Paid up Equity Share Capital (Face value of Rupees 10 each)	24.93	24.87	24.25	24.93	24.25	24.87
XI Other equity						1,250.37
XII Earnings per equity share (EPS) of Rupees 10 each # :						
(a) Basic (In Rupees)	17.20	0.41	11.05	17.61	19.56	46.96
(b) Diluted (In Rupees)	17.10	0.40	10.71	17.51	18.98	46.55
XIII Debenture Redemption Reserve					36.25	-
XIV Net Worth				1,328.13	1,124.29	1,275.24
XV Net Debt Equity Ratio (refer note (a) below)					0.49	0.46
XVI Debt Service Coverage Ratio (refer note (b) below)					0.35	0.43
XVII Interest Service Coverage Ratio (refer note (c) below)					1.65	2.39
(a) Net Debt to Equity : Net Debt / Average Equity (Net Debt : Non current borrowings + Current maturities of non current borrowings + Current borrowings - Cash and bank balances) (Equity : Equity Share Capital + Other Equity)						
(b) Debt Service Coverage Ratio : (Profit before tax + Depreciation + Interest on term loan) / (Interest on term loan + Repayments of term loan during the year)						
(c) Interest Service Coverage Ratio : Earnings before finance costs and taxes (EBIT) / Finance costs. (EBIT : Profit before tax + Finance costs)						

EPS is not annualised for the quarter and half year ended September 30, 2020, quarter ended June 2020, and quarter and half year ended September 30, 2019.



APL APOLLO TUBES LIMITED
STATEMENT OF STANDALONE CASH FLOWS FOR THE HALF YEAR ENDED SEPTEMBER 30, 2020

Particulars	(Rupees in crore)	
	Half year ended September 30, 2020 (Unaudited)	Half year ended September 30, 2019 (Unaudited)
A. Cash flow from operating activities		
Profit before tax	60.27	29.07
Adjustments for:		
Depreciation and amortisation expense	32.70	33.22
Loss / (gain) on sale of property, plant and equipment (net)	(0.05)	0.06
Finance costs	29.09	45.06
Interest income on fixed deposits	(7.08)	(0.61)
Interest income on others	(6.59)	(5.81)
Share based expenses	1.86	0.10
Provision for slow moving inventory of spares & consumables	0.28	0.16
Provision for doubtful trade receivables written back	(0.13)	(0.15)
Derivatives measured at fair value through profit & loss account	(2.26)	(0.77)
Net unrealized foreign exchange (gain)	(0.65)	5.56
Government grant income	(4.46)	(3.40)
Operating profit before working capital changes	102.98	102.49
Changes in working capital:		
Adjustments for (increase) / decrease in operating assets:		
Inventories	142.78	71.48
Trade receivables	204.04	238.70
Current loans and other financial assets	2.86	(3.05)
Non-current loans and other financial assets	(44.17)	(49.52)
Other current assets	(19.94)	58.70
Other non-current assets	0.58	0.54
Adjustments for increase / (decrease) in operating liabilities:		
Trade payables	64.21	(115.66)
Other current liabilities	0.34	(12.58)
Other current financial liabilities	0.01	(5.52)
Other non current liabilities	3.35	1.23
Other non current financial liabilities	0.03	0.03
Provisions (current & non-current)	1.65	2.17
Cash generated from operations	458.72	289.01
Income tax (paid)	(12.58)	(28.04)
Net cash flow from operating activities (A)	446.14	260.97
B. Cash flow from investing activities		
Capital expenditure on property, plant and equipment (including capital advances)	(43.03)	(128.42)
Proceeds from sale of property, plant and equipment	4.24	5.16
Investment in mutual funds	(0.05)	(0.25)
Investment in subsidiaries	-	(1.90)
Investment in fixed deposits	(500.02)	-
Interest received		
- fixed deposits	0.29	0.45
- others	4.88	4.26
Net cash flow (used in) investing activities (B)	(533.69)	(120.70)
C. Cash flow from financing activities		
Proceeds from non-current borrowings	75.00	104.00
Proceeds from current borrowings	87.90	-
Repayment of non-current borrowings	(94.87)	(177.55)
Repayment of current borrowings	-	(92.63)
Proceed from issue of share warrants	-	25.00
Proceeds from issue of equity share capital	7.85	72.00
Payment on account of lease liabilities	(0.27)	-
Finance costs	(24.77)	(54.05)
Net cash flow from / (used in) financing activities (C)	50.84	(123.23)
Net decrease / increase in Cash and cash equivalents (A+B+C)	(36.71)	17.04
Cash and cash equivalents at the beginning of the year	38.85	24.78
Cash and cash equivalents at the end of the year	2.14	41.82



Notes to the Statement of Standalone Financial Results :

1. The above Standalone Financial Results along with the comparatives have been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. The above Standalone Financial Results for the quarter and half year ended September 30, 2020 have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on October 28, 2020.
2. The Statutory Auditors have carried out the 'Limited Review' of the Unaudited Standalone Financial Results of the Company for the quarter and half year ended September 30, 2020 in accordance with the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
3. During the half year ended September 30, 2019, the Company completed the acquisition of a production unit (located at Chegunta, Hyderabad), of M/s Taurus Value Steel & Pipes Private Limited, a subsidiary of M/s Shankara Building Products Limited, Bangalore. The acquisition was approved by the Board of Directors of the Company in their meeting held on April 12, 2019 and completed on May 27, 2019.

Accordingly, figures for half year ended September 30, 2020 are not comparable to half year ended September 30, 2019.

4. The Company had closed all its manufacturing plants and offices with effect from March 24, 2020 following countrywide lockdown due to Covid-19. Subsequent to the year end, the Company had resumed its operations at its Raipur plant with effect from April 22, 2020. All the remaining plants and office of the Company have resumed operations gradually over a period of time adhering to the safety norms prescribed by the Government of India.

The Company has assessed the impact of Covid-19 pandemic on its business operations and has considered relevant internal and external information available up to the date of approval of these financial statements, in determination of the recoverability and carrying value of property, plant and equipment, inventories, and trade receivables. Based on current estimates, the Company expects the carrying amount of these assets will be recovered. The Company will continue to closely monitor any material changes to future economic conditions.

Accordingly, figures for half year ended September 30, 2020 are not comparable to half year ended September 30, 2019 and figures for the quarter ended September 30, 2020 are not comparable to quarter ended June 30, 2020.

5. The Board of Directors of the Company at its meeting held on October 28, 2020, approved a proposal for sub-division of the face value of the equity shares of the Company from the present Rupees 10 per equity share to Rupees 2 per equity share i.e. 1 equity share to be split into 5 equity shares, subject to approval of the shareholders and other regulatory approvals.
6. The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.
7. The Company is in business of Manufacturing of ERW steel tube and pipes and hence only one reportable operating segment as per 'Ind-AS 108 : Operating Segments'.

Ghaziabad
October 28, 2020

For APL APOLLO TUBES LIMITED


SANJAY GUPTA
CHAIRMAN AND MANAGING DIRECTOR

