



PearlGlobal

PGIL/SE/2020-21/47

February 12, 2021

THE GENERAL MANAGER,
DEPARTMENT OF CORPORATE SERVICES - CRD
BSE LIMITED
1ST FLOOR, NEW TRADING RING
ROTUNDA BUILDING, P. J. TOWERS
DALAL STREET, FORT,
MUMBAI - 400 001

THE GENERAL MANAGER,
LISTING DEPARTMENT
NATIONAL STOCK EXCHANGE OF INDIA LTD.
"EXCHANGE PLAZA", PLOT NO. C- 1,
G- BLOCK,
BANDRA - KURLA COMPLEX,
BANDRA (E),
MUMBAI - 400 051
NSE - PGIL

Reg: Scrip Code: BSE-532808;

SUB: OUTCOME OF BOARD MEETING HELD ON FEBRUARY 12, 2021

Dear Sir/Madam,

In terms of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board of Directors of the Company at its meeting held today, February 12, 2021, has *inter-alia*, considered and approved the unaudited Financial Results (Standalone and Consolidated) for the third quarter and nine months ended December 31, 2020.

A copy of unaudited Financial Results (Standalone and Consolidated) for the third quarter and nine months ended December 31, 2020 along with Auditors' Limited Review Report is enclosed herewith.

The Board Meeting commenced at 04:00 PM and concluded at 06:35 PM.

The above is for your information and record.

Thanking you,

Yours faithfully,
for **Pearl Global Industries Limited**

(Sandeep Sabharwal)
Company Secretary

Encl: As above

Pearl Global Industries Limited

Corp. Office : Plot No. 51, Sector-32, Gurgaon-122001 Haryana (INDIA)
Tel.: +91-124-4651000, Fax : +91-124-4651010. Website: www.pearlglobal.com
CIN : L74899DL1989PLC036849

Regd. Office: A-3, Community Centre, Naraina Industrial Area, Phase-II, New Delhi-110028

Statement of Standalone & Consolidated Unaudited Financial Results for the Quarter & Nine Months ended 31st December, 2020

(₹ in Lakh except earning per share)

Sl. No.	Particulars	Consolidated						Standalone					
		Quarter Ended 31.12.2020 (Unaudited)	Quarter Ended 30.09.2020 (Unaudited)	Quarter Ended 31.12.2019 (Unaudited)	Nine Months Ended 31.12.2020 (Unaudited)	Nine Months Ended 31.12.2019 (Unaudited)	Year Ended 31.03.2020 (Audited)	Quarter Ended 31.12.2020 (Unaudited)	Quarter Ended 30.09.2020 (Unaudited)	Quarter Ended 31.12.2019 (Unaudited)	Nine Months Ended 31.12.2020 (Unaudited)	Nine Months Ended 31.12.2019 (Unaudited)	Year Ended 31.03.2020 (Audited)
	Revenue												
I	Revenue from Operations	36,011.95	45,069.30	35,030.13	96,613.92	1,16,665.18	1,68,512.58	19,027.80	24,614.68	15,899.40	49,966.46	57,921.58	82,533.33
II	Other Income	596.18	463.75	926.64	1,497.43	3,644.66	4,905.49	525.40	434.08	621.88	1,338.63	2,478.72	3,338.77
III	Total Income from operations (I+II)	36,608.13	45,533.05	35,956.77	98,111.35	1,20,309.84	1,73,418.07	19,553.20	25,048.76	16,521.28	51,305.09	60,400.30	85,872.10
IV	Expenses												
a)	Cost of material consumed	18,177.94	21,002.57	18,897.78	48,613.04	55,162.30	76,203.44	6,440.86	6,841.75	7,360.00	15,131.49	20,725.14	28,543.04
b)	Purchase of stock in trade	937.14	3,309.64	1,056.52	5,018.37	4,151.82	5,210.29	6,330.32	10,507.96	1,705.68	17,912.64	9,401.07	11,981.44
c)	Changes in inventories of finished goods, work in progress and stock in	(2,869.77)	211.31	(7,098.26)	(5,581.94)	(6,641.72)	(582.80)	(1,534.59)	(1,170.15)	(3,837.89)	(2,334.32)	(2,352.06)	(562.59)
d)	Employee benefits expense	10,115.16	7,724.78	10,022.63	23,573.76	29,555.32	39,325.57	3,061.39	2,906.02	3,859.05	7,435.12	11,238.79	15,017.30
e)	Finance Cost	1,080.22	978.47	1,019.05	3,001.61	2,896.11	4,201.04	601.49	592.04	615.27	1,720.64	1,823.52	2,448.45
f)	Depreciation & Amortization Expenses	1,090.44	1,111.32	1,032.78	3,277.27	3,032.76	4,204.40	425.13	432.04	441.61	1,288.33	1,309.43	1,761.66
g)	Other Expenditure	8,677.73	9,752.28	10,235.36	22,060.46	29,255.09	41,664.00	5,519.77	5,455.02	6,142.35	12,819.03	17,268.53	25,708.34
	Total expenses (IV)	37,208.86	44,090.37	35,165.86	99,962.57	1,17,411.68	1,70,225.94	20,844.37	25,564.68	16,286.07	53,972.93	59,414.42	84,897.64
V	Profit / (Loss) from Operations before exceptional Items (III-IV)	(600.73)	1,442.68	790.91	(1,851.22)	2,898.16	3,192.13	(1,291.17)	(515.92)	235.21	(2,667.84)	985.88	974.46
VI	Exceptional Items	(1,298.15)	8.87	(25.23)	(1,290.53)	(3.34)	68.72	(1,299.55)	4.80	(95.25)	(1,294.75)	(142.81)	(116.05)
VII	Profit / (Loss) before Tax (V-VI)	697.42	1,433.81	816.14	(560.69)	2,901.50	3,123.41	8.38	(520.72)	330.46	(1,373.09)	1,128.69	1,090.51
VIII	Tax Expense												
a)	Current Tax	87.83	102.87	218.56	225.70	758.35	806.43	-	-	89.49	-	469.07	447.79
b)	Deferred Tax	(533.88)	(179.56)	66.58	(964.87)	(143.80)	144.15	(533.13)	(184.44)	67.07	(965.03)	(144.86)	141.83
	Total Tax Expenses (VIII)	(446.05)	(76.69)	285.14	(739.17)	614.75	950.58	(533.13)	(184.44)	156.56	(965.03)	324.21	589.62
IX	Net Profit / (Loss) for the period (VII-VIII)	1,143.47	1,510.50	631.00	178.48	2,286.75	2,172.83	541.51	(336.28)	173.90	(408.06)	804.48	500.89
X	Total other comprehensive income for the period												
(a)	Items that will not be reclassified subsequently to profit or loss	102.45	75.69	64.54	262.51	183.59	340.22	47.31	20.26	59.36	101.36	168.12	135.15
(b)	Income Tax on items that will not be reclassified subsequently to profit and loss	(20.81)	(11.28)	(21.01)	(49.05)	(59.56)	(69.11)	(15.80)	(6.23)	(20.74)	(33.84)	(58.75)	(47.23)
(c)	Items that will be reclassified subsequently to profit or loss	(277.02)	(270.09)	283.84	105.21	969.39	1,556.22	73.71	475.65	62.35	1,139.52	49.99	(991.80)
(d)	Income Tax on items that will be reclassified subsequently to profit and loss	13.78	(140.28)	(21.79)	(332.73)	(17.47)	346.57	(24.61)	(149.58)	(21.79)	(380.42)	(17.47)	346.57
	Total Other Comprehensive Income	(181.60)	(345.96)	305.58	(14.06)	1,075.95	2,173.90	80.61	340.10	79.18	826.82	141.89	(557.31)
XI	Total comprehensive income for the period (IX+X) (Comprising profit/(loss) and other Comprehensive Income for the period)	961.87	1,164.54	836.58	164.42	3,362.70	4,346.73	622.12	3.82	253.08	418.56	946.37	(66.42)
XII	Net Profit / (Loss) for the period attributable to :												
-	Owners of the Company	1,079.80	1,436.76	522.87	214.13	2,173.19	2,156.44	-	-	-	-	-	-
-	Non Controlling Interest	63.67	73.74	8.13	(35.65)	113.56	16.39	-	-	-	-	-	-
	Other Comprehensive Income for the period attributable to												
-	Owners of the Company	(164.57)	(303.02)	297.76	37.28	1,037.79	2,047.10	-	-	-	-	-	-
-	Non Controlling Interest	(17.03)	(42.94)	7.82	(51.34)	38.16	126.80	-	-	-	-	-	-
	Total Comprehensive Income for the period attributable to												
-	Owners of the Company	915.23	1,133.74	820.63	251.41	3,210.98	4,203.55	-	-	-	-	-	-
-	Non Controlling Interest	46.64	30.80	15.95	(86.99)	151.72	143.18	-	-	-	-	-	-
XIII	Paid-up equity share capital (Face value of ₹ 10 each)	2,166.39	2,166.39	2,166.39	2,166.39	2,166.39	2,166.39	2,166.39	2,166.39	2,166.39	2,166.39	2,166.39	2,166.39
XIV	Reserves (excluding Revaluation Reserve)	-	-	-	-	-	43,649.63	-	-	-	-	-	28,421.53
XV	Earning Per Share (in ₹) (of ₹ 10 each) (not annualised)												
(a)	Basic	4.98	6.63	2.41	0.99	10.03	9.95	2.50	(1.55)	0.80	(1.88)	3.71	2.31
(b)	Diluted	4.98	6.63	2.41	0.99	10.03	9.95	2.50	(1.55)	0.80	(1.88)	3.71	2.31



Notes to Financials Results for the quarter and nine months ended December 31, 2020:

- 1 The Standalone and Consolidated financial results have been prepared in accordance with the principles and procedures of Indian Accounting Standards ("Ind AS") as specified in section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting standards) Rules, 2015 and relevant amendments thereafter.
- 2 The above financial results have been reviewed by the Audit Committee and subsequently approved and taken on record by the Board of Directors in its meeting held on February 12, 2021. These results have been limited reviewed by the Statutory Auditors of the Company.
- 3 The standalone operations of the Company falls primarily under manufacturing of garments which is considered to be the only reportable segment by the management. For consolidated operations, the Group has primarily three operating segments (Hongkong, Bangladesh and India), which have been determined on geographical basis. The segment results are presented on geographical/consolidated basis.
- 4 The Company's/Group's operations, revenue and consequently loss during the nine months period ended December 31, 2020 were impacted due to Covid-19. Though the business operations are improving gradually, the Company/Group expects further recovery in the economic activities and revenue during the last quarter of the financial year. The Company/Group has made detailed assessment of its liquidity position for the balance period of the current year and the recoverability of carrying value of its assets. Based on current indicators of future economic conditions, the Company/Group expects to recover the carrying amount of these assets. The impact of the pandemic in the subsequent period, is highly dependent on the situations as they evolve and hence may be different from that estimated as at the date of approval of these standalone and consolidated financial results. Given the criticality associated with the nature, condition and duration of COVID-19, the effect on the Company's financial statements will be continuously made and provided for as required.
- 5 The Indian Parliament has approved the Code on Social Security, 2020 which would impact the contributions by the Company towards Provident Fund and Gratuity. The Ministry of Labour and Employment has released draft rules for the Code on Social Security, 2020 on November 13, 2020 and has invited suggestions from stakeholders which are under active consideration by the Ministry. The Company and its Indian subsidiary will assess the impact and its evaluation once the subject rules are notified and will give appropriate impact in its financial statements in the period in which, the said code becomes effective including the related rules framed thereunder to determine the financial impact are published.
- 6 Exceptional items aggregating to Rs.1,294.75 Lakh (net) in respect of Standalone financial results for the nine months ended December 31, 2020 includes the following:-
 - a) Enhanced compensation of Rs. 2,335.14 Lakh receivable by the Company, recognized on accrual basis, from National Highways Authority of India pursuant to land acquisition in October 2018 by the Central Government under National Highways Act, 1956,
 - b) Loss on sale of Property, Plant and Equipment of Rs.1,036.48 Lakh, and
 - c) Provision for Impairment of investment in wholly owned subsidiary amounting to Rs.3.91 Lakh;Further, Exceptional items aggregating to Rs.1,290.53 Lakh (net) in respect of Consolidated financial results for the nine months ended December 31, 2020 includes aforesaid exceptional items aggregating to Rs.1,294.75 Lakh (net) in respect of Standalone financial results and loss on sale of Property Plant & Equipment of Rs.4.22 Lakh in respect of one of the wholly owned subsidiary of the Company.
- 7 During the quarter ended December 31, 2020, Pearl Apparel Fashions Limited, a wholly owned subsidiary of the Company has gone into voluntarily liquidation. Accordingly, the official liquidator was appointed in October 2020. Therefore the financial information for the quarter ended December 31, 2020 was not available and hence not included in these consolidated financials results for the quarter ended December 31, 2020. The voluntarily liquidation does not have any material impact on the consolidated results as the subsidiary did not carry out any business.
- 8
 - a) Pearl Global HK Limited (PGHK), a wholly owned subsidiary of the Company, has transferred and sold entire shareholding in its subsidiary, Pearl Global FZE, Dubai, to Pearl Global Fareast Limited (PGFE), another Wholly owned subsidiary of the Company, for a consideration of USD 1,206,874, on June 1, 2020, at book value. Accordingly Pearl Global FZE is now a wholly owned subsidiary of Pearl Global Fareast Limited and remains a step down subsidiary of the Company.
 - b) Also, on 25th October, 2020, PGHK has transferred and sold entire shareholding in its subsidiary, A and B Investments, Dubai, to PGFE, for a consideration of USD 1,212,725, at book value. Accordingly, A and B Investments is now a wholly owned subsidiary of Pearl Global Fareast Limited and remains step down subsidiary of the Company.There is no financial impact of this restructuring at Consolidated accounts.
- 9 The un-audited results of the Company for the quarter and period ended December 31, 2020 are also available on the Company's website (www.pearlglobal.com) and on the website of BSE Limited (www.bseindia.com) and National Stock Exchange of India Limited (www.nseindia.com)
- 10 Previous period/ years figures have been regrouped/ reclassified, wherever necessary to confirm to the current period classification.

By Order of the Board
For Pearl Global Industries Limited



(Pulkit Seth)
Managing Director
DIN 00003044

Place : Gurugram
Date : February 12, 2021

Segment wise Revenue, Results, Assets and Liabilities (Consolidated)

(₹ in lakh)

Geographical Segment	Quarter Ended		Quarter Ended		Quarter Ended		Nine Months Ended		Nine Months		Year Ended	
	31.12.2020 (Unaudited)	%	30.09.2020 (Unaudited)	%	31.12.2019 (Unaudited)	%	31.12.2020 (Unaudited)	%	31.12.2019 (Unaudited)	%	31.03.2020 (Audited)	%
Segment Revenue												
Hong Kong	19,366.59	34.39	21,278.38	31.66	19,261.38	38.62	50,310.30	34.11	59,703.65	35.86	91,820.95	37.25
India	19,027.80	33.79	24,614.68	36.62	15,899.40	31.88	49,966.46	33.87	57,921.58	34.79	82,533.33	33.48
Bangladesh	14,779.09	26.25	17,400.12	25.89	10,629.93	21.31	38,012.94	25.77	35,858.62	21.54	54,862.36	22.17
Others	3,136.70	5.57	3,924.12	5.84	4,081.84	8.18	9,219.10	6.25	12,993.54	7.80	17,498.77	7.10
Total	56,310.18	100.00	67,217.30	100.00	49,872.55	100.00	1,47,508.80	100.00	1,66,477.39	100.00	2,46,515.41	100.00
Less: Inter Segment Revenue	20,298.24		22,147.99		14,842.42		50,894.88		49,812.21		78,002.83	
Net Segment Revenue	36,011.95		45,069.31		35,030.13		96,613.93		1,16,665.18		1,68,512.58	
Segment Results												
Profit /(Loss) before Tax and Interest												
Hong Kong	175.80	9.89	1,121.78	46.50	159.44	8.85	1,644.67	67.38	833.84	14.38	1,346.44	18.38
India	606.13	34.10	75.16	3.12	873.55	48.49	347.24	14.23	2,817.26	48.59	3,546.59	48.42
Bangladesh	701.96	39.49	1,037.33	43.00	627.53	34.83	486.41	19.93	1,545.71	26.66	1,863.10	25.44
Others	293.75	16.52	178.02	7.38	141.01	7.83	(37.39)	(1.53)	600.80	10.36	568.31	7.75
Total	1,777.64	100.00	2,412.29	100.00	1,801.53	100.00	2,440.92	100.00	5,797.61	100.00	7,324.44	100.00
Less : Interest	1,080.22		978.47		985.39		3,001.61		2,896.11		4,201.04	
Total Profit before Tax	697.42		1,433.82		816.14		(560.69)		2,901.50		3,123.40	
Segment Assets												
Hong Kong	31,299.67	24.99	31,690.53	23.73	29,809.90	23.71	31,299.67	24.99	29,809.90	23.71	35,508.37	28.35
India	56,213.07	44.88	65,232.80	48.86	57,911.24	46.06	56,213.07	44.88	57,911.24	46.06	55,691.95	44.47
Bangladesh	24,831.87	19.83	25,009.47	18.73	23,216.15	18.47	24,831.87	19.83	23,216.15	18.47	22,027.81	17.59
Others	5,490.14	4.38	5,342.73	4.00	6,160.78	4.90	5,490.14	4.38	6,160.78	4.90	5,504.42	4.39
Un-allocable Assets	7,409.34	5.92	6,244.19	4.68	8,622.67	6.86	7,409.34	5.92	8,622.67	6.86	6,498.16	5.19
Total	1,25,244.09	100.00	1,33,519.72	100.00	1,25,720.74	100.00	1,25,244.09	100.00	1,25,720.74	100.00	1,25,230.71	100.00
Segment Liabilities												
Hong Kong	3,510.17	4.76	4,701.36	5.67	3,875.89	5.14	3,510.17	4.76	3,875.89	5.14	3,973.85	5.38
India	18,633.47	25.27	19,397.20	23.38	17,252.50	22.90	18,633.47	25.27	17,252.50	22.90	17,536.66	23.74
Bangladesh	14,465.20	19.62	16,708.73	20.14	12,426.60	16.49	14,465.20	19.62	12,426.60	16.49	12,479.10	16.89
Others	1,209.52	1.64	1,676.95	2.02	1,394.60	1.85	1,209.52	1.64	1,394.60	1.85	1,449.43	1.96
Un-allocable Liabilities	35,907.47	48.70	40,479.12	48.79	40,398.41	53.62	35,907.47	48.70	40,398.41	53.62	38,437.83	52.03
Total	73,725.83	100.00	82,963.36	100.00	75,348.00	100.00	73,725.83	100.00	75,348.00	100.00	73,876.87	100.00



Independent Auditor's Review Report on Unaudited Quarterly and Year To Date Standalone Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

To

The Board of Directors of Pearl Global Industries Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results ("the Statement") of Pearl Global Industries Limited ("the Company") for the quarter ended December 31, 2020 and year to date results for the period from April 01, 2020 to December 31, 2020, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 as amended ("the Regulation"), including relevant circulars issued by SEBI from time to time ("the Circulars").
2. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors of the Company. The Statement has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 (Ind AS 34), "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 ("the Act"), as amended read with relevant rules issued thereunder, the Circulars and other accounting principles generally accepted in India. Our responsibility is to issue a report 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. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement are 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.
4. Based on our review conducted as above, nothing has come to our attention that cause us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ("Ind AS") specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in terms of the Regulation, read with the Circulars, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For B.R. Gupta & Co.

Chartered Accountants,

Firm's Registration Number 008352N



(Deepak Agarwal)

Partner

Membership Number 073696

UDIN: 210T3696AAAAAJ5919



Place of Signature: New Delhi

Date: February 12, 2021

Independent Auditor's Review Report on Unaudited Quarterly and Year to Date Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

To
The Board of Directors of Pearl Global Industries Limited

1. We have reviewed the accompanying statement of unaudited consolidated financial results ("the Statement") of **Pearl Global Industries Limited** ("the Holding Company") and its subsidiaries (the Holding Company and its Subsidiaries together referred to as "the Group") for the quarter ended December 31, 2020 and year to date results for the period from April 01, 2020 to December 31, 2020, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Regulation"), including relevant circulars issued by SEBI from time to time ("the Circulars").
2. This Statement, which is the responsibility of the Holding Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 (Ind AS 34) "Interim Financial Reporting", prescribed under Section 133 of the Companies Act, 2013 ("the Act"), as amended read with relevant rules issued thereunder, the Circulars 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. A review of interim financial information consists of making inquiries, primarily of persons 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 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 circulars issued by the SEBI under Regulation 33 (8) of the Regulation, to the extent applicable.

4. The Statement includes the result of the entities listed in **Annexure A**.
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 the 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 (Ind AS) prescribed under Section 133 of the Act as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Regulation, read with the Circulars, 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 and other financial information of four subsidiaries included in the consolidated unaudited financial results, whose interim financial statements reflect total revenues (before eliminating of inter-company transaction of ₹ 17,034.16 Lakh & ₹ 44,029.38 Lakh) of ₹ 37,612.88 Lakh & ₹ 98,158.62 Lakh, total net profit/(loss) after tax (before eliminating of inter-company transaction of ₹ (12.22) Lakh & ₹ (12.64) Lakh) of ₹ 578.49 Lakh & ₹ 572.76 Lakh and total comprehensive income/(loss) (before eliminating of inter-company transaction of ₹ (12.22) Lakh & ₹ (12.64) Lakh) of ₹ 316.28 Lakh & ₹ (267.92) Lakh for the quarter ended December 31, 2020 and for the period from April 01, 2020 to December 31, 2020 respectively, as considered in the



consolidated unaudited financial results. These interim financial results have been reviewed by other auditors whose reports have 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 these subsidiaries, are based on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.

Further, of these subsidiaries, three subsidiaries are located outside India whose financial statements have been prepared in accordance with accounting principles generally accepted in their respective countries and those have been reviewed by other auditors under International Standard on Review Engagement (ISRE) applicable in their respective countries. The Holding Company's Management has converted the financial statements of such subsidiaries from accounting principles generally accepted in their respective countries to accounting principles generally accepted in India. Independent firm of Chartered Accountants have verified these conversion adjustments made by the Holding Company's Management in India. Our conclusion, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries located outside India is based on the report of other auditors and the report on conversion adjustments of the Independent Firm of Chartered Accountants in India.

Our conclusion on the Statement is not modified in respect of this matter with respect to our reliance on the work done and the reports as referred above.

7. The consolidated unaudited financial results does not include the interim financial result of one subsidiary for the quarter ended December 31, 2020, as the same has gone into voluntary liquidation due to the reason as explained in Note no. 7 of the Statement. According to the information and explanations given to us by the Management, financial result of this subsidiary do not have any material impact on the consolidated results of the Group. Our conclusion on the Statement is not modified in respect of this matter.

For B.R. Gupta & Co.

Chartered Accountants,
Firm Registration Number 008352N



(Deepak Agarwal)

Partner

Membership Number 073696

UDIN: 21073696AAAAAK8904



Place of Signature: Gurugram

Date: February 12, 2021

Annexure A

List of entities consolidated

S. No.	Name of the Entity
Subsidiaries held directly-Foreign	
1.	Norp Knit Industries Limited
2.	Pearl Global Fareast Limited
3.	Pearl Global (HK) Limited
Subsidiaries held directly-Domestic	
4.	Pearl Apparel Fashions Limited*
5.	Pearl Global Kaushal Vikas Limited (previously known as Pixel Industries Limited)
6.	Sbuys Ecommerce Limited
Subsidiaries held indirectly- Foreign	
1.	DSSP Global Limited
2.	PT Pinnacle Apparels
3.	Pearl Grass Creations Limited
4.	Prudent Fashions Limited
5.	Vin Pearl Global Vietnam Limited
6.	Pearl Global F.Z.E.
7.	PGIC Investment Limited
8.	Pearl Global (Chang Zhou) Textile Technology Company Limited
9.	Pearl Global Vietnam Company Limited
10.	A & B Investment Limited

* Company under liquidation, consolidated upto September 30, 2020

