

May 26, 2023

The Compliance Manager  
**BSE Limited**  
Corporate Relationship Dept.,  
Phiroze Jeejeebhoy Towers,  
Dalal Street, Mumbai 400001.  
Scrip Code: **500655**

The Manager, Listing Department  
**National Stock Exchange of India Limited**  
Exchange Plaza, Plot No. C/1, G Block,  
Bandra-Kurla Complex,  
Bandra (East), Mumbai 400 051.  
Trading Symbol: **GRWRHITECH**

Dear Sir/Madam,

**Subject: Outcome of Board Meeting held on Friday, May 26, 2023**

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Pursuant to Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”), we wish to inform you that, the Board of Directors of the Company at its meeting held today i.e., Friday, May 26, 2023, *inter-alia*, considered and approved the following matters:

1. Audited Standalone and Audited Consolidated Financial Results of the Company for the quarter and year ended March 31, 2023 along with Auditor’s Reports of the Statutory Auditors thereon.
2. Recommended the dividend of Rs. 10/- (Rupees ten only) (100%) per equity share of the face value of Rs. 10/- (Rupees ten only) for the financial year 2022-23, subject to approval of the members at the ensuing Annual General Meeting (AGM). The date of AGM and book closure for the purpose of payment of dividend will be announced in due course.



**GARWARE HI-TECH FILMS LIMITED**  
(FORMERLY: GARWARE POLYESTER LTD.)

**CORPORATE OFFICE :**

GARWARE HOUSE, 50-A, SWAMI NITYANAND MARG  
VILE PARLE (EAST), MUMBAI – 400 057.  
TEL: 0091-22-6698 8000 (15 LINES) / FAX : 0091-22-2824 8155 / 66  
WEBSITE: www.garwarehitechfilms.com  
CIN: L10889MH1957PLC010889

REGD. OFFICE: NAIGAON, P.O. WALUJ, AURANGABAD – 431 133 (INDIA)

3. Based on the recommendation of Nomination and Remuneration Committee of the Board Re-appointment of Mr. Vivekanand Heroor Kamath (DIN: 07260441) as Non-Executive, Independent Director of the Company for a second term of 5 (five) consecutive years commencing from August 8, 2023 up to August 7, 2028, not liable to retire by rotation, subject to approval by the Members of the Company through Postal Ballot

Further, in terms of BSE's Circular No. List/Comp/14/2018-19 dated June 20, 2018 and NSE's Circular No. NSE/CML/2018/24, dated June 20, 2018, regarding appointment of directors by listed companies, we hereby affirm that Mr. Vivekanand Heroor Kamath (DIN: 07260441) is not debarred from holding the office of director by virtue of any SEBI order or any other such authority.

The brief details as required under SEBI Circular No. CIR/CFD/CMD/4/2015 dated September 09, 2015 with respect to Change in directors, key managerial personnel etc. is given below:

Sr. No.	Particulars	Details of Change
		Mr. Vivekanand Heroor Kamath (DIN: 07260441)
a)	Reason for change. viz. appointment, resignation, removal, death or otherwise	Re-appointment of Mr. Vivekanand Heroor Kamath (DIN: 07260441) as Non-Executive, Independent Director of the Company for the second term of consecutive 5 (five) years. His present term will end on August 7, 2023
b)	Date of Appointment	Re-appointment for a second term of 5 (five) consecutive years with effect from August 8, 2023 up to August 7, 2028, subject to



		the approval of Members through Postal Ballot
	Term of appointment	Mr. Vivekanand Heroor Kamath (DIN: 07260441) Non-Executive, Independent Director of the Company not liable to retire by rotation.
c)	Information as required under Circular No. LIST/COMP/14/2018-19 and NSE/CML/2018/02 dated 20th June, 2018 issued by the BSE and NSE, respectively.	Mr. Vivekanand Heroor Kamath (DIN: 07260441) is not debarred from holding office of a Director by virtue of any SEBI Order or any other such authority
d)	Brief profile (in case of appointment)	Mr. Vivekanand Heroor Kamath holds a degree of BSc., DBM (IMC) CAIIB (both parts). He is a retired Banker. After considering his background and banking experience, the Board considers that it would be beneficial and desirable in the interest of the Company to avail Mr. Vivekanand Heroor Kamath's services as an Independent Director. Accordingly, it is proposed to appoint Mr. Vivekanand Heroor Kamath as an Independent Director on the Board of the Company for a Second term of 5 (five) consecutive years w.e.f. August 08, 2023, not liable to retire by rotation
e)	Disclosure of relationships between directors (in case of appointment of Director)	Mr. Vivekanand Heroor Kamath (DIN: 07260441) is not related to any Director of the Company



- Postal Ballot Notice for obtaining approval of members of the Company for re-appointment of Mr. Vivekanand Heroor Kamath (DIN: 07260441) as a Non-Executive Independent Director of the Company, for a second term of 5 (five) consecutive years commencing from August 8, 2023 up to August 7, 2028.

Appointment of Mr. Nilesh G. Shah (Membership No. FCS-4554, CP No. 2631) failing him Ms. Hetal Shah (Membership No. FCS-8063, CP No. 8964) failing her Mr. Mahesh Darji (Membership No. FCS- 7175, CP No. 2631)of M /s. Nilesh Shah and Associates, Practicing Company Secretaries, Mumbai, as Scrutinizer, for conducting the said Postal Ballot process in a fair and transparent manner.

A separate intimation of Postal Ballot will be given in due course.

The Board Meeting commenced at 12:30 P.M. and concluded around 1.35 P.M.

The Statutory Auditors of the Company, M/s. Manubhai & Shah LLP and M/s. Kirtane and Pandit LLP, Chartered Accountants have issued the Audit Reports with an unmodified opinion on Standalone and Consolidated Financial Results of the Company for the financial year ended March 31, 2023. In this regard, the necessary declaration as required under Regulation 33 of SEBI Listing Regulations is enclosed.



Accordingly, please find enclosed the following:

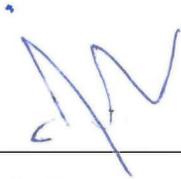
- i. Statutory Auditor's Report in respect of Audited Standalone and Consolidated Financial Results of the Company for the financial year ended March 31, 2023.
- ii. Audited Standalone and Consolidated Financial Results of the Company for the quarter and financial year ended March 31, 2023.
- iii. Declaration under Regulation 33 of SEBI Listing Regulations; and
- iv. Press release on the financial results of the Company for the quarter and financial year ended March 31, 2023.

Thanking you,

Yours faithfully,

For **Garware Hi-Tech Films Limited**

(Formerly known as Garware Polyester Limited)



Awaneesh Srivastava

**Company Secretary**  
**FCS 8513**

Encl. as stated above



**Manubhai & Shah LLP**  
Chartered Accountants  
3C Maker Bhavan No 2  
18 New Marine Lines  
Mumbai – 400020  
Email: [infomumbai@msglobal.co.in](mailto:infomumbai@msglobal.co.in)  
Tel: +91 (22) 66333558

**Kirtane & Pandit LLP**  
Chartered Accountants  
H/16, Saraswat Colony  
Sitaladevi Temple Road  
Mahim, Mumbai - 400016  
Email: [kpcamumbai@kirtanepandit.com](mailto:kpcamumbai@kirtanepandit.com)  
Tel: +91 (22) 24444119

**Independent Auditor's Report on the 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 GARWARE HI-TECH FILMS LIMITED**  
**(formerly known as GARWARE POLYESTER LIMITED)**

**Report on the Audit of the Standalone Financial Results**

**Opinion**

We have audited the accompanying statement of standalone financial results of **Garware Hi-Tech Films Limited (formerly known as Garware Polyester Limited)** (“the Company”) for the quarter and year ended 31<sup>st</sup> March, 2023 (“the Statement”), attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (“Listing Regulations”).

In our opinion and to the best of our information and according to the explanations given to us these financial results:

- i. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- ii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information for the quarter and year ended 31<sup>st</sup> March, 2023.

**Basis of Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those Standards are further described in the *Auditor’s Responsibilities for the Audit of the Standalone Financial Results* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the standalone financial results under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



## **Management's Responsibilities for the Standalone Financial Results**

These standalone financial results have been prepared on the basis of standalone annual financial statements. The Company's Board of Directors are responsible for the preparation and presentation of these standalone financial results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standard prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial results, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

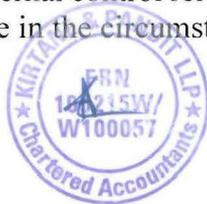
The Board of Directors are also responsible for overseeing the Company's financial reporting process.

## **Auditor's Responsibilities for the Audit of the Standalone Financial Results**

Our objectives are to obtain reasonable assurance about whether the standalone financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) of the Act,



we are also responsible for expressing our opinion through a separate report on the complete set of standalone financial statement on whether the Company has adequate internal financial controls with reference to standalone financial statements in place and the operative effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial results, including the disclosures, and whether the standalone financial results represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

### Other Matters

The standalone financial results include the results for the quarter ended 31<sup>st</sup> March, 2023 being the balancing figure between the audited figures in respect of the full financial year ended 31<sup>st</sup> March 2023 and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

#### For Manubhai & Shah LLP

Chartered Accountants

FRN: 106041W/W100136



**Laxminarayan P. Yekkali**

Partner

Membership No.: 114753

Mumbai, 26<sup>th</sup> May 2023

UDIN: 23114753BGWPLO1527



#### For Kirtane & Pandit LLP

Chartered Accountants

FRN: 105215W/W100057



**Aditya A. Kanetkar**

Partner

Membership No.: 149037

Mumbai, 26<sup>th</sup> May 2023

UDIN: 23149037BGUGJD2624



**GARWARE HI-TECH FILMS LIMITED**  
(FORMERLY KNOWN AS 'GARWARE POLYESTER LIMITED')

CIN : L10889MH1957PLC010889

Registered Office : Naigaon , Post Waluj, Aurangabad - 431133  
Corporate Office : Garware House 50-A, Swami Nityanand Marg,  
Vile Parle (E), Mumbai-400 057

Statement of Standalone Audited Financial Results for the Quarter and Year ended on 31st March, 2023.

(Rs. in Lakhs)

Sr. No.	Particulars	For the Quarter Ended			For the Year Ended	
		31.03.2023	31.12.2022	31.03.2022	31.03.2023	31.03.2022
		(Audited)*	(Unaudited)	(Audited)*	(Audited)	(Audited)
1	a) Revenue from Operations	28,794	30,899	32,754	131,124	126,396
	b) Other Income	1,691	816	1,554	4,037	3,955
	<b>Total Income</b>	<b>30,485</b>	<b>31,715</b>	<b>34,308</b>	<b>135,161</b>	<b>130,351</b>
2	<b>Expenses</b>					
	a) Cost of Materials Consumed	14,919	13,243	14,863	60,276	56,924
	b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(609)	443	(600)	(169)	(3,770)
	c) Power & Fuel	2,974	2,980	2,753	12,590	10,496
	d) Employees benefit expenses	2,323	2,429	2,607	10,017	10,424
	e) Finance Cost	416	369	435	1,531	1,715
	f) Depreciation and amortisation expense	912	785	717	3,169	2,807
	g) Other expenses	6,161	6,764	7,684	28,183	29,496
	<b>Total Expenses</b>	<b>27,096</b>	<b>27,013</b>	<b>28,459</b>	<b>115,597</b>	<b>108,092</b>
3	<b>Profit before tax (1-2)</b>	<b>3,389</b>	<b>4,702</b>	<b>5,849</b>	<b>19,564</b>	<b>22,259</b>
4	<b>Tax Expenses</b>					
	Current Tax	613	930	1,034	4,210	3,826
	Deferred Tax	112	253	469	594	2,412
	<b>Total Tax Expenses</b>	<b>725</b>	<b>1,183</b>	<b>1,503</b>	<b>4,804</b>	<b>6,238</b>
5	<b>Net Profit after tax (3-4)</b>	<b>2,664</b>	<b>3,519</b>	<b>4,346</b>	<b>14,760</b>	<b>16,021</b>
6	<b>Other comprehensive income, net of income tax items that will not be reclassified to profit or loss</b>	<b>(458)</b>	<b>(733)</b>	<b>(799)</b>	<b>114</b>	<b>348</b>
7	<b>Total comprehensive income, net of income tax</b>	<b>2,206</b>	<b>2,786</b>	<b>3,547</b>	<b>14,874</b>	<b>16,369</b>
8	<b>Paid-up Equity Share Capital ( Face value Rs. 10/- each)</b>	<b>2,323</b>	<b>2,323</b>	<b>2,323</b>	<b>2,323</b>	<b>2,323</b>
9	<b>Reserves excluding Revaluation Reserves as per Audited Balance Sheet.</b>				<b>179,017</b>	<b>166,466</b>
10	<b>Earning per share (EPS) in Rs. (Not annualised)</b>					
	a. Basic EPS (Rs.)	11.47	15.15	18.71	63.53	68.96
	b. Diluted EPS (Rs.)	11.47	15.15	18.71	63.53	68.96

## STANDALONE STATEMENT OF ASSETS &amp; LIABILITIES

Rs. in Lakhs

Sr. No	Particulars	As at 31.03.2023 Audited	As at 31.03.2022 Audited
<b>I</b>	<b>ASSETS</b>		
<b>1</b>	<b>Non-current Assets</b>		
	(a) Property, Plant and Equipment	146,435	133,873
	(b) Capital work - in - progress	1,031	9,585
	(c) Intangible assets	123	168
	(d) Intangible assets under Development	9	7
	(e) Financial Assets		
	(i) Investments	7,774	7,576
	(ii) Other financial assets	298	232
	(f) Other non - current assets	609	2,237
		<b>156,279</b>	<b>153,678</b>
<b>2</b>	<b>Current assets</b>		
	(a) Inventories	15,679	15,014
	(b) Financial Assets		
	(i) Investments	31,630	19,964
	(ii) Trade receivables	8,242	13,244
	(iii) Cash and cash equivalents	1,994	3,409
	(iv) Bank balances other than (iii) above	1,047	891
	(v) Loans	34	13
	(vi) Other financial assets	153	170
	(c) Current tax assets (Net)	-	45
	(d) Other current assets	2,696	3,981
		<b>61,475</b>	<b>56,731</b>
	<b>TOTAL ASSETS</b>	<b>217,754</b>	<b>210,409</b>
<b>II</b>	<b>EQUITY AND LIABILITIES</b>		
<b>1</b>	<b>Equity</b>		
	(a) Equity share capital	2,323	2,323
	(b) Other equity	179,017	166,466
		<b>181,340</b>	<b>168,789</b>
<b>2</b>	<b>Non-current liabilities</b>		
	(a) Financial Liabilities		
	(i) Borrowings	7,536	11,702
	(ii) Lease Liabilities	888	1,317
	(b) Deferred Tax Liabilities (Net)	4,035	3,453
	(c) Provisions	442	389
		<b>12,901</b>	<b>16,861</b>
<b>3</b>	<b>Current liabilities</b>		
	(a) Financial Liabilities		
	(i) Borrowings	6,543	6,543
	(ii) Lease Liabilities	633	625
	(iii) Trade payables dues to		
	- Micro and Small Enterprises	1,039	1,221
	- Other Than Micro and Small Enterprises	9,397	9,657
	(iv) Other Financial Liabilities	1,583	2,258
	(b) Other current liabilities	3,649	3,489
	(c) Current Tax Liability (Net)	24	-
	(d) Provisions	645	966
		<b>23,513</b>	<b>24,759</b>
	<b>TOTAL EQUITY AND LIABILITIES</b>	<b>217,754</b>	<b>210,409</b>

STANDALONE CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2023

Rs. in Lakhs

Particulars	Year Ended	
	3/31/2023	3/31/2022
	Audited	Audited
<b>A. Cash flow from operating activities</b>		
Profit before tax	19,564	22,259
<b>Adjustments for:</b>		
<b>Add / (Less) :</b>		
Depreciation and amortisation expense	3,169	2,807
Finance cost	1,531	1,715
Interest Income	(144)	(46)
Unrealised exchange (gain) / loss	176	(104)
(Profit) / loss on sale of Property, Plant & Equipment	(362)	(1,485)
Profit on sale of investment	(263)	(351)
Dividend Income	(18)	(7)
Provision for Doubtful Advances	-	18
Sundry balances written back	(69)	(27)
Net gain on financial assets	(875)	(484)
<b>Operating profit / (loss)</b>	<b>22,709</b>	<b>24,295</b>
<b>Changes in Assets and Liabilities :</b>		
<b>(Increase) / decrease in operating assets:</b>		
Inventories	(664)	(5,600)
Trade receivables	4,847	(4,402)
Loans	(21)	39
Other financial assets	(129)	(77)
Other assets	2,924	(472)
<b>Increase / (decrease) in operating liabilities:</b>		
Trade payables	(425)	2,274
Other financial liabilities	(676)	318
Other liabilities	191	1,316
Provisions	(363)	(242)
<b>Cash generated from operations</b>	<b>28,393</b>	<b>17,449</b>
Direct taxes paid	(4,141)	(3,602)
<b>Net cash flow from operating activities (A)</b>	<b>24,252</b>	<b>13,847</b>
<b>B. Cash flow from investing activities</b>		
Purchase of Property, Plant and Equipment & Intangible Assets	(7,009)	(12,614)
Proceeds from sale of Property, Plant and Equipment	411	1,751
Interest Income	144	46
Dividend Income	18	7
Net (Investment) / Redemption of Mutual Funds	(10,519)	(3,316)
<b>Net cash flow used in investing activities (B)</b>	<b>(16,955)</b>	<b>(14,126)</b>
<b>C. Cash flow from financing activities</b>		
Finance cost	(1,531)	(1,715)
Proceeds from Long Term borrowings	2,377	8,579
(Repayments) of Long Term borrowings	(6,543)	(3,527)
Proceeds from Finance Lease	69	571
(Repayment) of Lease liability	(664)	(730)
Dividend paid	(2,323)	(2,323)
Movement in margin money deposit	(54)	(135)
Movement in unclaimed dividend account	(43)	(30)
<b>Net cash flow from / (used in) financing activities (C)</b>	<b>(8,712)</b>	<b>690</b>
<b>Net increase / (decrease) in Cash and cash equivalents (A+B+C)</b>	<b>(1,415)</b>	<b>411</b>
Cash and cash equivalents (opening as at 1st April)	3,409	2,998
Cash and cash equivalents (closing as at 31st March)	1,994	3,409

**Notes :**

- 1 The above Standalone results have been reviewed by the Audit Committee and approved and taken on record by the Board of Directors of the Company at their respective meetings held on 26th May, 2023.
- 2 The Company operates in one segment only i.e. Polyester Films and therefore, has only one reportable segment in accordance with IND AS 108 "operating segments".
- 3 The Board of Directors have recommended a final dividend of Rs.10/- per equity share of Rs.10/- each for the financial year 2022-23 subject to approval of Members in the ensuing Annual General Meeting of the company.
- 4 \* The figures of the last quarter ended March 31, 2023 and March 31, 2022 are balancing figures between audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of nine months for period ended December 31, 2022 and December 31, 2021 respectively.
- 5 Previous period figures have been regrouped and reclassified to make them comparable with the figures of the current period.



**For GARWARE HI-TECH FILMS LIMITED  
SHASHIKANT B. GARWARE  
CHAIRMAN AND MANAGING DIRECTOR  
DIN: 00943822**

**Place: Mumbai  
Date: 26th May, 2023**

**Manubhai & Shah LLP**  
Chartered Accountants  
3C Maker Bhavan No 2  
18 New Marine Lines  
Mumbai – 400020  
Email: [infomumbai@msglobal.co.in](mailto:infomumbai@msglobal.co.in)  
Tel: +91 (22) 66333558

**Kirtane & Pandit LLP**  
Chartered Accountants  
H/16, Saraswat Colony  
Sitaladevi Temple Road  
Mahim, Mumbai - 400016  
Email: [kpcamumbai@kirtanepandit.com](mailto:kpcamumbai@kirtanepandit.com)  
Tel: +91 (22) 24444119

**Independent Auditor's Report on the Quarterly and Annual 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 GARWARE HI-TECH FILMS LIMITED**  
**(formerly known as GARWARE POLYESTER LIMITED)**

**Report on the Audit of the Consolidated Financial Results**

**Opinion**

We have audited the accompanying statement of consolidated financial results of **Garware Hi-Tech Films Limited (formerly known as Garware Polyester Limited)** (“the Holding Company”) and its subsidiaries (the Holding Company and its subsidiaries together referred to as “the Group”) for the quarter and year ended on 31<sup>st</sup> March, 2023 (“the Statement”), attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (“Listing Regulations”).

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of reports of other auditors on separate financial statements and other financial information of subsidiaries, the statement:

- i. includes results of subsidiary entities “Garware Hi-Tech Films International Limited (formerly known as Garware Polyester International Limited)” and “Global Hi-Tech Films Inc. (formerly known as Global Pet Films Inc.)”;
- ii. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- iii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards and other accounting principles generally accepted in India, of Consolidated net profit and other comprehensive income and other financial information for the quarter and year ended on 31<sup>st</sup> March, 2023.

**Basis of Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the*



*Consolidated Financial Results* section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the consolidated financial results under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us and other auditors in terms of their reports referred to in “Other Matters” paragraph below is sufficient and appropriate to provide a basis for our opinion.

### **Management’s Responsibilities for the Consolidated Financial Results**

The Holding Company’s Board of Directors are responsible for the preparation and presentation of these consolidated financial results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standard prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate records in accordance with the provisions of the Act for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial results by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial results, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are also responsible for overseeing the Company’s financial reporting process of the Group.

### **Auditor’s Responsibilities for the Audit of the Consolidated Financial Results**

Our objectives are to obtain reasonable assurance about whether the consolidated financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor’s report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial results.



As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to consolidated financial statements in place and the operative effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial results, including the disclosures, and whether the consolidated financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results/ financial information of the entities within the Group to express an opinion on the consolidated financial results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the consolidated financial results of which we are the independent auditors. For the other entities included in the consolidated financial results, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial results of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

We also performed procedures in accordance with the circular issued by the SEBI under regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.

### **Other Matters**

The consolidated financial results include the audited financial results of two subsidiaries, whose financial statement reflects Groups share of total assets of Rs 11724.54 Lakhs as at 31<sup>st</sup> March, 2023, Groups share of total revenue of Rs 13191.96 Lakhs and Rs. 55140.63 Lakhs and total net profit after tax / total comprehensive income of Rs. 509.87 Lakhs and Rs. 2953.20 Lakhs for the quarter and year ended 31<sup>st</sup> March, 2023 respectively, as considered in the consolidated financial results, which have been audited by their respective independent auditors. The independent auditors report on financial statement/ financial information of these entities have been furnished to us by the management and our opinion on the consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of these entities, is based solely on the report of such auditors and the procedures performed by us are stated in paragraph above.

Our opinion on the consolidated financial results is not modified in respect of the above matters with respect to our reliance on the work done and the report of the other auditor and the financial results/ financial information certified by the Board of Directors.

The consolidated financial results include the results for the quarter ended 31<sup>st</sup> March, 2023 being the balancing figure between the audited figures in respect of the full financial year ended 31<sup>st</sup> March 2023 and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

**For Manubhai & Shah LLP**  
*Chartered Accountants*  
FRN: 106041W/W100136



**Laxminarayan P. Yekkali**  
*Partner*  
Membership No.: 114753  
Mumbai, 26<sup>th</sup> May 2023  
UDIN: 23114753BGWPLP7774

**For Kirtane & Pandit LLP**  
*Chartered Accountants*  
FRN: 105215W/W100057



**Aditya A. Kanetkar**  
*Partner*  
Membership No.: 149037  
Mumbai, 26<sup>th</sup> May 2023  
UDIN: 23149037BGUGJE8547

**GARWARE HI-TECH FILMS LIMITED**  
**(FORMERLY KNOWN AS 'GARWARE POLYESTER LIMITED')**  
**CIN : L10889MH1957PLC010889**  
**Registered Office : Naigaon , Post Waluj, Aurangabad - 431133**  
**Corporate Office : Garware House 50-A, Swami Nityanand Marg,**  
**Vile Parle (E), Mumbai-400 057**

**Statement of Consolidated Audited Financial Results for the Quarter and Year ended on 31st March, 2023.**

(Rs. in Lakhs)

Sr. No.	Particulars	For the Quarter Ended			For the Year Ended	
		31.03.2023 (Audited)*	31.12.2022 (Unaudited)	31.03.2022 (Audited)*	31.03.2023 (Audited)	31.03.2022 (Audited)
1	a) Revenue from Operations	34,901	32,436	32,351	143,801	130,263
	b) Other Income	1,713	749	1,540	4,216	3,943
	<b>Total Income</b>	<b>36,614</b>	<b>33,185</b>	<b>33,891</b>	<b>148,017</b>	<b>134,206</b>
2	<b>Expenses</b>					
	a) Cost of Materials Consumed	15,679	14,479	15,634	64,836	59,771
	b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	1,428	240	(2,583)	1,643	(6,792)
	c) Power & Fuel	2,978	2,980	2,756	12,596	10,501
	d) Employees benefit expenses	2,888	2,969	3,082	12,187	12,285
	e) Finance Cost	465	403	457	1,699	1,824
	f) Depreciation and amortisation expense	956	795	720	3,241	2,819
	g) Other expenses	6,605	7,270	7,945	29,820	30,692
	<b>Total Expenses</b>	<b>30,999</b>	<b>29,136</b>	<b>28,011</b>	<b>126,022</b>	<b>111,100</b>
3	<b>Profit before tax (1-2)</b>	<b>5,615</b>	<b>4,049</b>	<b>5,880</b>	<b>21,995</b>	<b>23,106</b>
4	<b>Tax Expenses</b>					
	Current Tax	781	1,112	1,171	4,932	4,444
	Deferred Tax	527	(103)	197	449	1,944
	<b>Total Tax Expenses</b>	<b>1,308</b>	<b>1,009</b>	<b>1,368</b>	<b>5,381</b>	<b>6,388</b>
5	<b>Net Profit after tax (3-4)</b>	<b>4,307</b>	<b>3,040</b>	<b>4,512</b>	<b>16,614</b>	<b>16,718</b>
6	<b>Other comprehensive income, net of income tax items that will not be reclassified to profit or loss</b>	<b>(458)</b>	<b>(733)</b>	<b>(799)</b>	<b>114</b>	<b>348</b>
7	<b>Total comprehensive income, net of income tax</b>	<b>3,849</b>	<b>2,307</b>	<b>3,713</b>	<b>16,728</b>	<b>17,066</b>
8	<b>Profit attributable to :</b>					
	Owners of the parent	4,307	3,040	4,512	16,614	16,718
	Non- controlling Interest	-	-	-	-	-
9	<b>Other comprehensive income attributable to:</b>					
	Owners of the parent	(458)	(733)	(799)	114	348
	Non- controlling Interest	-	-	-	-	-
10	<b>Total comprehensive income attributable to:</b>					
	Owners of the parent	3,849	2,307	3,713	16,728	17,066
	Non- controlling Interest	-	-	-	-	-
11	<b>Paid-up Equity Share Capital ( Face value Rs. 10/- each)</b>	<b>2,323</b>	<b>2,323</b>	<b>2,323</b>	<b>2,323</b>	<b>2,323</b>
12	<b>Reserves excluding Revaluation Reserves as per Audited Balance Sheet.</b>				<b>183,259</b>	<b>168,765</b>
13	<b>Earning per share (EPS) in Rs. (Not annualised)</b>					
	a. Basic EPS (Rs.)	18.54	13.09	19.42	71.51	71.96
	b. Diluted EPS (Rs.)	18.54	13.09	19.42	71.51	71.96

## STATEMENT OF CONSOLIDATED ASSETS &amp; LIABILITIES

Rs. in Lakhs

Sr. No	Particulars	As at 31.03.2023 Audited	As at 31.03.2022 Audited
<b>I</b>	<b>ASSETS</b>		
1	<b>Non-current Assets</b>		
	(a) Property, Plant and Equipment	146,600	133,896
	(b) Capital work - in - progress	1,032	9,585
	(c ) Intangible assets	123	168
	(d ) Intangible assets under Development	9	7
	(e ) Financial Assets		
	(i) Investments	7,640	7,443
	(ii) Other financial assets	298	232
	(f) Other non - current assets	609	2,237
		<b>156,311</b>	<b>153,568</b>
2	<b>Current assets</b>		
	(a) Inventories	19,885	21,033
	(b) Financial Assets		
	(i) Investments	31,630	19,964
	(ii) Trade receivables	2,995	3,326
	(iii) Cash and cash equivalents	5,999	9,931
	(iv) Bank balances other than (iii) above	1,047	891
	(v) Loans	34	13
	(vi) Other financial assets	153	170
	(c) Current tax assets (Net)	-	45
	(d) Other current assets	3,380	4,377
		<b>65,123</b>	<b>59,750</b>
	<b>TOTAL ASSETS</b>	<b>221,434</b>	<b>213,318</b>
<b>II</b>	<b>EQUITY AND LIABILITIES</b>		
1	<b>Equity</b>		
	(a) Equity share capital	2,323	2,323
	(b) Other equity	183,259	168,765
		<b>185,582</b>	<b>171,088</b>
2	<b>Non-current liabilities</b>		
	(a) Financial Liabilities		
	(i) Borrowings	7,536	11,702
	(ii) Lease Liabilities	939	1,317
	(b) Deferred Tax Liabilities (Net)	3,172	2,734
	(c) Provisions	442	389
		<b>12,089</b>	<b>16,142</b>
3	<b>Current liabilities</b>		
	(a) Financial Liabilities		
	(i) Borrowings	6,543	6,543
	(ii) Lease Liabilities	701	625
	(iii) Trade payables dues to		
	- Micro and Small Enterprises	1,039	1,221
	- Other Than Micro and Small Enterprises	9,318	9,769
	(iv) Other Financial Liabilities	1,658	2,300
	(b) Other current liabilities	3,558	4,565
	(c) Current Tax Liability (Net)	302	99
	(d) Provisions	644	966
		<b>23,763</b>	<b>26,088</b>
	<b>TOTAL EQUITY AND LIABILITIES</b>	<b>221,434</b>	<b>213,318</b>

**CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31ST MARCH, 2023**

Rs. in Lakhs

Particulars	Year Ended	
	3/31/2023	3/31/2022
	Audited	Audited
<b>A. Cash flow from operating activities</b>		
Profit before tax	21,995	23,106
<b>Adjustments for:</b>		
<b>Add / (Less) :</b>		
Depreciation and amortisation expense	3,241	2,819
Finance cost	1,699	1,824
Interest income	(185)	(49)
Unrealised exchange (gain) / loss	15	(104)
(Profit) / loss on sale of Property, Plant & Equipment	(362)	(1,485)
Profit on sale of investment	(263)	(351)
Dividend Income	(18)	(7)
Sundry balances written back	(69)	(27)
Provision for Doubtful Advances	-	18
Net gain on financial assets	(875)	(484)
<b>Operating profit / (loss)</b>	<b>25,178</b>	<b>25,260</b>
Transfer of Foreign Currency Translation Reserve	89	(10)
<b>Changes in Assets and Liabilities :</b>		
<b>(Increase) / decrease in operating assets:</b>		
Inventories	1,148	(8,622)
Trade receivables	177	964
Loans	(21)	39
Other financial assets	(129)	(77)
Other assets	2,635	(702)
<b>Increase / (decrease) in operating liabilities:</b>		
Trade payables	(616)	2,358
Other financial liabilities	(642)	313
Other liabilities	(976)	2,162
Provisions	(363)	(242)
<b>Cash generated from operations</b>	<b>26,480</b>	<b>21,443</b>
Direct taxes paid	(4,684)	(4,219)
<b>Net cash flow from operating activities (A)</b>	<b>21,796</b>	<b>17,224</b>
<b>B. Cash flow from investing activities</b>		
Purchase of Property, Plant and Equipment & Intangible Assets	(7,046)	(12,618)
Proceeds from sale of Property, Plant and Equipment	411	1,751
Interest Income	185	49
Dividend Income	18	7
Net (Investment) / Redemption of Mutual Funds	(10,519)	(3,316)
<b>Net cash flow used in investing activities (B)</b>	<b>(16,951)</b>	<b>(14,127)</b>
<b>C. Cash flow from financing activities</b>		
Finance cost	(1,699)	(1,824)
Proceeds from Long Term borrowings	2,377	8,579
(Repayments) of Long Term borrowings	(6,543)	(3,527)
Proceeds from Finance Lease	69	571
(Repayment) of Lease liability	(722)	(730)
Dividend paid	(2,323)	(2,323)
Movement in margin money deposit	(54)	(135)
Movement in unclaimed dividend account	(43)	(30)
<b>Net cash flow from / (used in) financing activities (C)</b>	<b>(8,938)</b>	<b>581</b>
<b>Net increase / (decrease) in Cash and cash equivalents (A+B+C)</b>	<b>(4,093)</b>	<b>3,678</b>
Cash and cash equivalents (opening as at 1st April)	9,931	6,253
<b>Effects of exchange rate changes on cash and cash equivalents</b>	<b>161</b>	<b>-</b>
Cash and cash equivalents (closing as at 31st March)	<b>5,999</b>	<b>9,931</b>

**Notes :**

- 1 The above Consolidated results have been reviewed by the Audit Committee and approved and taken on record by the Board of Directors of the Company at their respective meetings held on 26th May, 2023.**
- 2 The Company operates in one segment only i.e. Polyester Films and therefore, has only one reportable segment in accordance with IND AS 108 "operating segments".**
- 3 The Board of Directors have recommended a final dividend of Rs. 10/- per equity share of Rs.10/- each for the financial year 2022-23 subject to approval of Members in the ensuing Annual General Meeting of the company.**
- 4 \* The figures of the last quarter ended March 31, 2023 and March 31, 2022 are balancing figures between audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of nine months for period ended December 31, 2022 and December 31, 2021 respectively.**
- 5 Previous period figures have been regrouped and reclassified to make them comparable with the figures of the current period.**



**For GARWARE HI-TECH FILMS LIMITED  
SHASHIKANT B. GARWARE  
CHAIRMAN AND MANAGING DIRECTOR  
DIN: 00943822**

**Place: Mumbai  
Date: 26th May, 2023**

May 26, 2023

The Compliance Manager  
**BSE Limited**  
Corporate Relationship Dept.,  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai 400001.  
Scrip Code: **500655**

The Manager, Listing Department  
**National Stock Exchange of India Limited**  
Exchange Plaza, Plot No. C/1, G Block,  
Bandra-Kurla Complex,  
Bandra (East), Mumbai 400 051.  
Trading Symbol: **GRWRHITECH**

Dear Sir/Madam,

**Subject: Declaration pursuant to Regulation 33(3)( d) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, ('SEBI Listing Regulations')**

Pursuant to Regulation 33 (3) d of SEBI Listing Regulations, we confirm that the Statutory Auditors of the Company have issued the Audit Reports (Standalone and Consolidated) with unmodified opinion on the Audited Financial Results of the Company for the year ended March 31, 2023.

This declaration is submitted for your kind information and record please.

Thanking you,

Yours faithfully,

For **Garware Hi-Tech Films Limited**  
(Formerly known as Garware Polyester Limited)

**T. M. Parikh****DIN: 00049287****Chairman of Audit Committee****Manubhai & Shah LLP****Kirtane & Pandit LLP****Statutory Auditor's****CORPORATE OFFICE :**

**Garware Hi-Tech Films Limited**  
 (Formerly known as Garware Polyester Limited)

**FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2023**

**Consolidated FY23 Revenue stood at Rs 1,438 crores up by 10.4% and PAT at Rs 166 crores remained stable vis-a-vis FY22**

**Consolidated Q4FY23 Revenue stood at Rs 349 crores up by 7.9% and PAT at Rs 43 crores remained stable vis-a-vis Q4FY22**

**Sun control films and speciality films during the quarter witnessed better offtake from USA and other international customers**

**Higher volume growth for paint protection films through strong marketing efforts, expanding distributors/Garware application studio (GAS) network**

**60% market share of the domestic shrink films market by providing tailored and eco-friendly solutions to the food, cosmetics, and pharma sectors**

**Proposed final dividend of Rs 10/- per share**

**Mumbai, May 26, 2023:** Garware Hi-Tech Films Limited (GHFL) (BOM: 500655 | NSE: GRWRHITECH), a global manufacturer of Sun Control Films (SCF), Paint Protection Films (PPF) and other speciality polyester films, announced results for the quarter and year ended March 31, 2023.

**Consolidated Financial Summary:**

Rs. Crores

Particulars	Quarter Ended					Full Year Ended		
	Q4FY23	Q3FY23	Q4FY22	QoQ	YoY	FY23	FY22	YoY
<b>Revenue</b>	349	324	324	7.6%	7.9%	1,438	1,303	10.4%
<b>EBITDA</b>	70	52	71	34.1%	(0.3%)	269	277	(2.9%)
<b>EBITDA %</b>	20.2%	16.2%	21.8%	-	-	18.7%	21.3%	-
<b>Cash Profit</b>	53	38	52	37.2%	0.6%	199	195	1.6%
<b>PBT</b>	56	40	59	38.7%	(4.5%)	220	231	(4.8%)
<b>PAT</b>	43	30	45	41.7%	(4.5%)	166	167	(0.6%)
<b>PAT %</b>	12.3%	9.4%	13.9%	-	-	11.6%	12.8%	-
<b>EPS</b>	18.54	13.09	19.42	-	-	71.51	71.96	-

### Dr S. B. Garware, Chairperson and Managing Director of GHFL

Commenting on the results, **Dr S B Garware, Chairman and Managing Director**, said, "We have increased our focus and efforts on distribution network expansion and marketing activities to build brand awareness and demand for our world-class PPF and SCF products. We have also engaged Boston Consulting Group (BCG) to accelerate B2C growth in the domestic market.

"For the PPF business, we are setting up B2C application studios, already associated with 65+ GAS partners and 100+ dealership networks to provide seamless service to our customers. We are running pilots with two major OEMs for the PPF pre-installation and are also in advanced talks with many other brands. We are leveraging SCF's existing established dealer and tinter network to accelerate growth in the architectural film business. A team of trained applicators from Garware Training Centre creating a market for our products. Lastly, our digitally driven awareness initiatives and influencer campaign with customers and applicators are driving greater adoption of automotive and architectural films in the domestic market".

### Business Updates:

#### Sun Control Film

The Sun Control Film business, which contributes approximately half of the company's total revenues, has applications in the automotive and architectural industries and has strong brand recognition in the US, Europe, and Middle East markets. While the capacity constraint in the SCF manufacturing facility has been alleviated by capacity expansion in FY23, capacity utilization is around 82% (based on pro-rata available capacity).

#### Paint Protection Film

GHFL is the only manufacturer of professional-grade premium Paint Protection Films in India and exports over 70% to key global markets. By leveraging the existing established distribution network of SCF and setting up asset-light application studios, GHFL sees a clear opportunity to expand the business. Increasing the share of priority segment - sedans, SUVs, MPVs - in total car sales to further drive growth.

#### Shrink Film

Recyclable and environmentally friendly, post-consumer resin (PCR) shrink films are well-accepted in the market and help customers achieve their sustainability goals. GHFL holds around 60% of the shrink film market share in India and is one of the largest manufacturers in the Indian subcontinent. The segment's share of sales increased from 11% to 16% compared to the previous quarter.

#### Revenue Growth

GHFL's presence in speciality films has helped it to grow better than the poly-film industry, which is suffering from transient demand and capacity gaps, and to show strong resilience during global macroeconomic issues.

**Margin**

While EBITDA recovered significantly compared to the sequential quarter (Q3FY23), it remained flat compared to the same quarter of the previous year. EBITDA improved due to higher PPF and shrink film volumes, offset by lower-than-expected SCF volume growth in some key markets owing to geo-political tensions and higher raw material costs in IPD products, which could not be fully passed on to domestic customers due to overcapacity.

**Debt**

GHFL continues to have nil net debt. Reduce long-term debt by Rs 50 crores, subject to approvals. Ensured a strong working capital cycle through advances from customers.

**Outlook**

Investments in PPF and new SCF lines and strong demand for recyclable shrink films would drive volume and revenue growth. These flagship products are best positioned to capture latent demand from the US, Europe, and the domestic market. In addition, the Company is evaluating various cost control initiatives to improve margins.

**About Garware Hi-Tech Films Limited**

GHFL is a global manufacturer of Sun Control Films, Paint Protection Films, and other speciality polyester films. GHFL is among the few companies in the world that has vertically integrated chips-to-films facilities at Aurangabad (India), that can produce a highly flexible product mix in its state-of-the-art facilities.

• • •

**For further information, please contact:**

Ashish Samal, DGM - Investor Relations at GHFL

Email: [ashish.samal@garwarehitech.com](mailto:ashish.samal@garwarehitech.com)

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Vikash Verma | Sumedh Desai, EY

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