

Ref: BM-04/BSE-NSE/Reg-30&33/FY2022-23/19

Date: February 06, 2023

To

BSE Limited

Dept. of Corporate Services

25th Floor, P J Towers,

Dalal Street,

Mumbai – 400001.

Scrip Code: 540901

National Stock Exchange of India Limited

Listing Department

Exchange Plaza, Bandra Kurla Complex,

Bandra (East)

Mumbai – 400051.

Symbol: PRAXIS

Dear Sir/Madam,

Ref.: Regulation 30 & 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Sub.: Outcome of the Board Meeting of Praxis Home Retail Limited held on Monday, February 06, 2023

Pursuant to Regulation 30 & 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 ["SEBI Listing Regulations"] read with Para A of Part A of Schedule III of the SEBI Listing Regulations, the Board of Directors of the Company at their meeting held today i.e., February 06, 2023, we enclose herewith the **Un-audited Financial Results** for the quarter and nine months ended December 31, 2022 along with **Limited Review Report** on the said Un-audited Financial Results duly issued by M/s. Singhi & Co., Chartered Accountants, the Statutory Auditors of the Company.

These un-audited financial results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held today.

The meeting of the Board of Directors commenced at 11:50 AM and concluded at 12:24 PM. The above is for your information and record.

Further to our intimation dated December 23, 2022 regarding closure of 'Trading Window' for dealing in Shares of the Company by the Designated Persons, pursuant to Clause 4 of Schedule B of the SEBI (Prohibition of Insider Trading) Regulations, 2015 ("the Regulations") and the Company's Code of Conduct for Regulating, Monitoring and Reporting of Trading by Insiders and the mandatory trading restrictions prescribed by BSE Limited Circular LIST/COMP/01/2019-20 and the National Stock Exchange of India Limited Circular Ref No: NSE/CML/2019/11, the 'Trading Window' shall open 48 hours post announcement of Un-audited Financial Results for the quarter and nine months ended December 31, 2022.

Kindly, take the same on record of your esteemed Exchange.

Thanking you,

Yours faithfully,

For PRAXIS HOME RETAIL LIMITED



SMITA CHÓWDHURY

Company Secretary & Compliance Officer

Encl: As Above



PRAXIS

HOME RETAIL LIMITED

Praxis Home Retail Limited

Regd. Office: iThink Techno campus, Jolly Board tower D, Ground floor, Kanjurmarg East, Mumbai- 400042

CIN: L52100MH2011PLC212866

(T)- 022-7106 8031; (F)- 022-7106 8032; Website: www.praxisretail.in; E-mail: investorrelations@praxisretail.in

Statement of Financial Results for the Quarter and Nine Months Ended December 31, 2022

(₹ in Lakhs)

| Sr. No. | Particulars | Quarter ended | | | 9 months ended | | Year ended |
|---------|---|---------------------------|---------------------------|---------------------------|---------------------------|---------------------------|-------------------------|
| | | 31.12.2022 (Unaudited) | 30.09.2022 (Unaudited) | 31.12.2021 (Unaudited) | 31.12.2022 (Unaudited) | 31.12.2021 (Unaudited) | 31.03.2022 (Audited) |
| 1 | Income | | | | | | |
| | a) Revenue from Operations | 10,557.18 | 10,556.92 | 12,956.02 | 31,469.99 | 29,169.16 | 39,889.22 |
| | b) Other Income | 80.34 | 627.53 | 1,445.93 | 1,879.15 | 5,712.69 | 8,214.46 |
| | Total Income | 10,637.52 | 11,184.45 | 14,401.94 | 33,349.14 | 34,881.85 | 48,103.68 |
| 2 | Expenses | | | | | | |
| | a) Purchase of Stock in trade | 4,190.77 | 4,691.11 | 11,176.52 | 13,754.22 | 22,309.35 | 28,801.83 |
| | b) Changes in Inventories of Stock in trade - (Increase) / Decrease | 1,978.81 | 2,031.55 | (3,785.07) | 5,616.09 | (5,091.86) | (5,060.51) |
| | c) Employee Benefits Expenses | 1,463.95 | 1,680.47 | 1,653.48 | 4,831.61 | 4,861.89 | 6,571.23 |
| | d) Rent including Lease Rental | 393.95 | 579.96 | 644.32 | 1,571.16 | 1,518.20 | 2,099.34 |
| | e) Finance Costs | 656.67 | 502.85 | 537.76 | 1,623.52 | 1,740.61 | 2,302.79 |
| | f) Depreciation and Amortisation expenses | 914.22 | 630.73 | 1,084.09 | 2,270.02 | 3,205.06 | 4,289.34 |
| | g) Other Expenses | 1,694.64 | 2,541.20 | 2,084.29 | 6,250.83 | 5,144.20 | 7,676.10 |
| | Total Expenses | 11,293.01 | 12,657.87 | 13,395.39 | 35,917.45 | 33,687.45 | 46,680.12 |
| 3 | Profit / (Loss) before Exceptional Items and Tax (1-2) | (655.49) | (1,473.42) | 1,006.56 | (2,568.31) | 1,194.40 | 1,423.56 |
| 4 | Exceptional Items | - | 1,724.16 | - | 1,724.16 | - | - |
| 5 | Profit / (Loss) before Tax and after Exceptional Items | (655.49) | 250.74 | 1,006.56 | (844.15) | 1,194.40 | 1,423.56 |
| 6 | Tax Expense | | | | | | |
| | a) Current Tax | - | - | - | - | - | - |
| | b) Deferred Tax Liability / (Asset) | - | - | - | - | - | - |
| | c) Earlier Years Tax | - | - | - | - | - | - |
| 7 | Profit/(Loss) for the year/period (3-4) | (655.49) | 250.74 | 1,006.56 | (844.15) | 1,194.40 | 1,423.56 |
| 8 | Other Comprehensive Income/(Loss) | | | | | | |
| | (i) Items that will not be reclassified to Profit & Loss | | | | | | |
| | (a) Remeasurements of Defined benefit plans | - | (21.71) | (5.00) | (21.71) | (30.00) | 38.48 |
| | (b) Income Tax relating to above | - | - | - | - | - | - |
| | Other Comprehensive Income/(Loss) for the year/period | - | (21.71) | (5.00) | (21.71) | (30.00) | 38.48 |
| 9 | Total Comprehensive Income/(Loss) (5+6) | (655.49) | 229.03 | 1,001.56 | (865.86) | 1,164.40 | 1,462.04 |
| 10 | Paid up Equity Share Capital (Face Value ₹ 5/- per share) | 3,765.41 | 3,765.41 | 3,765.41 | 3,765.41 | 3,765.41 | 3,765.41 |
| 11 | Other Equity | | | | | | (3,688.84) |
| 12 | Earnings per Equity Share (Face value of ₹ 5/- each) | | | | | | |
| | Basic EPS in ₹ (* not annualized for Quarter ended) | (0.87) | 0.33 | 2.26 | (1.12) | 2.70 | 2.74 |
| | Diluted EPS in ₹ (*not annualized for Quarter ended) | (0.87) | 0.33 | 2.26 | (1.12) | 2.70 | 2.74 |



PRAXIS HOME RETAIL LIMITED

CIN: L52100MH2011PLC212866

Registered Office: iThink Techno Campus, Jolly Board Tower D, Ground Floor, Kanjurmarg (East), Mumbai - 400042 IN

Tel: +91 22 6882 4900; Fax: +91 22 6882 4801; website: www.praxisretail.in; email: investorrelations@praxisretail.in

Notes:-

- 1 The above financial results have been prepared in accordance with recognition and measurement principles of the Indian Accounting Standards as prescribed under section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and the Companies (Indian Accounting Standards) Amendment Rules, 2016. Further, these financial results also have been prepared in accordance with the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, as amended.
- 2 The Company's business activity falls within a single primary business segment of "retail" and there are no separate reportable segments as per Ind AS 108 "Operating Segments". Company's operations are only confined in India.
- 3 The Company has incurred a net loss of ₹ 844.15 lakhs during the period of nine months ended December 31, 2022. Further, the entire networth of the Company has been eroded due to losses incurred and its current liabilities exceed its current assets which indicate a material uncertainty exists that may cast a significant doubt on the Company's ability to continue as a going concern. In the previous financial year, the Company has raised Equity Capital through rights issue to improve its net worth. Further, the Company is committed to improve its operational efficiency and has taken various initiatives to boost sales and reduce cost. These initiatives will yield desired results and the management is confident that the networth will turn positive in the near future and yield sustainable cash flows to meet all its obligations. Accordingly, the financial results of the Company have been prepared on a going concern basis.
- 4 The Ministry of Corporate Affairs vide notification dated July 24, 2020 and June 18, 2021, issued an amendment to Ind AS 116-Leases, by inserting a Practical Expedient w.r.t "Covid-19-Related Rent Concessions" effective from the period beginning on or after April 01, 2020. Pursuant to the above amendment, the Company has elected to apply the Practical Expedient of not assessing the rent concessions as a lease modification for all the rent concession which are granted due to Covid-19 Pandemic and has recognized the impact of such rent concession in the Statement of Profit and Loss.
Accordingly rent concession of ₹ Nil, ₹ Nil, ₹ 477.33 lakhs and ₹ 2,778.19 lakhs for the quarter ended December 31, 2022, September 30, 2022, December 31, 2021 and Year ended March 31, 2022 respectively are accounted under head other income .
- 5 Exceptional items in the Financial Results for the quarter ended September 30, 2022 and nine months ended December 31, 2022 is of ₹ 1,724.16 lakhs, which is on account of write back of liabilities, which is as approved by the Board of Directors.
- 6 Other income for the nine months ended December 31, 2022 includes ₹ 1,391.68 lakhs which is on account of change in the estimated tenure of the lease period pertaining to few stores.
- 7 9% Non-Cumulative Redeemable Preference Shares of ₹ 100/- each ("NCRPs") aggregating to Rs. 630 lakhs held by Future Enterprises Limited ("FEL") were due for redemption on December 08, 2022. However, as per the Companies Act, 2013 and rules made thereunder, the redemption of any preference shares to be made out of only profits available to be distributed as dividend, free reserves of the Company or proceeds of any fresh issue of securities. As the Company has not earned any profit during the period under review and do not have any free reserves, and no fresh issue of any securities has been planned, the Company could not redeem the NCRPs. The said NCRPs would continue as unredeemed preference capital in accounts of the Company and the same shall be redeemed at the first available opportunity.
- 8 The figures for the quarter ended December 31, 2022 and Decemebr 31, 2021 are the balancing figures between unaudited figures for the nine months ended December 31, 2022 and unaudited figures for the six months ended September 30, 2022 and between unaudited figures for the nine months ended December 31, 2021 and unaudited figures for the six months ended September 30, 2021, respectively.
- 9 Previous period/year figures have been regrouped/reclassified to make them comparable with those of current period/year.
- 10 The above results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on February 06, 2023. The results for the quarter and nine months ended December 31, 2022 have been reviewed by the statutory auditors.
- 11 The financial results will be available on the website of the Company - "www.praxisretail.in" and on the websites of BSE (www.bseindia.com) and NSE (www.nseindia.com).

Place : Mumbai
Date : February 06, 2023




Mahesh Shah
Managing Director

Singhi & Co.

Chartered Accountants

B2 – 402B, Marathon Innova, 4th Floor, Off Ganpatrao Kadam Marg, Opp. Peninsula Corporate Park, Lower Parel, Mumbai – 400013.
India

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Independent Auditor's Review Report on the quarterly and year to date Unaudited Financial Results of Praxis Home Retail Limited, pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

To the Board of Directors of Praxis Home Retail Limited

1. We have reviewed the accompanying statement of unaudited financial results of **Praxis Home Retail Limited** ('the Company') for the quarter and nine months ended December 31, 2022 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. The 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 Indian Accounting Standard 34, Interim Financial Reporting ('Ind AS 34'), prescribed under Section 133 of the Companies Act, 2013 ('the Act'), and other accounting principles generally accepted in India and is in compliance with the presentation and disclosure requirements of Regulation 33 of the Listing Regulations. 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 the Standards on Auditing specified under section 143(10) of the Act, 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 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 Ind AS 34, prescribed under Section 133 of the Act, and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in accordance with the requirements of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Material Uncertainty Related to Going Concern

5. Attention is invited to note no. 3 of the Statement which states that the Company has incurred net loss of Rs. 844.15 lakhs during the period of nine months ended December 31, 2022 and, as of that date, the Company's current liabilities exceed its current assets which indicate a material uncertainty that may cast a significant doubt on the Company's ability to continue as a going concern. However, the accounts are prepared on a going concern basis for the reasons stated in the aforesaid note.

Our conclusion is not modified in respect of this matter.



KOLKATA (HO)

NEW DELHI

CHENNAI

MUMBAI

BANGALORE

Emphasis of Matters

6. During the current quarter, tenure of a lease rental agreement entered by the Company with a related party (Lessor) got completed. In the past, the Company has given security deposits of Rs. 10,100 lakhs pursuant to such agreement. The Company still holds the possession of the assets taken by it under this agreement for its usage. The Company is following up with the lessor to recover the amount of security deposits. As, the Company believes that these receivables are secured by the assets, which are in its possession, whose value as estimated by the management is higher than the security deposits, it has considered the security deposits as secured and good and fully receivable. Hence, it has not created any provision in the nature of expected credit loss (ECL) towards such receivable amount. This has been relied upon by us.
7. Attention is invited to note no. 7 of the Statement which states that the Company could not redeem the 9% Non-Cumulative Redeemable Preference Shares of ₹ 100/- each ("NCRPs") aggregating to Rs. 630 lakhs held by Future Enterprises Limited ("FEL") which were due for redemption on December 08, 2022, for the reasons stated therein.

Our conclusion is not modified in respect of these matters.

Other Matters

8. Attention is drawn to the fact that the comparative financial results as stated in statement for the quarter and nine months ended December 31, 2021 were reviewed and for the year ended March 31, 2022 were audited by the predecessor auditor who expressed an unmodified conclusion / opinion on those financial results on January 27, 2022 and May 14, 2022 respectively. Accordingly, we, do not express any conclusion/opinion, as the case may be, on the figures reported in the financial results for the quarter and nine months ended December 31, 2021 and year ended March 31, 2022.

Our conclusion is not modified in respect of this matter.

For Singhi & Co.

Chartered Accountants

Firm Registration No: 302049E



Amit Hundia

Partner

Membership No. 120761

UDIN: 23120761BGYVTN3930

Place: Mumbai

Date: February 06, 2023