

November 2, 2020

Listing Department  
**BSE LIMITED**

P J Towers, Dalal Street, Fort,  
Mumbai-400 001

**Code: 531335**

Listing Department

**NATIONAL STOCK EXCHANGE OF INDIA LIMITED**

Exchange Plaza, Bandra Kurla Complex,  
Bandra (E),  
Mumbai-400 051

**Code: ZYDUSWELL**

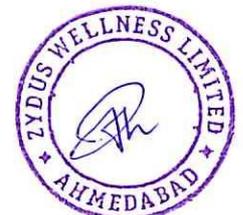
Re: **Outcome of Board Meeting**

Dear Sir,

The Board of Directors at their meeting held today i.e. November 2, 2020, based on the recommendations of Audit Committee, approved the unaudited financial results for the quarter / half year ended on September 30, 2020.

In this regard, please find enclosed the following:

1. the unaudited financial results (standalone and consolidated) for the quarter / half year ended on September 30, 2020, reviewed by the Audit Committee and taken on record by the Board of Directors pursuant to regulation 33 of the SEBI [Listing Obligations and Disclosure Requirements] Regulations, 2015 ("the **Listing Regulations**").
  2. the Limited Review Reports of Mukesh M. Shah & Co., Chartered Accountants, the Statutory Auditors of the Company certifying the limited review of the unaudited financial results (standalone and consolidated) of the Company for the quarter / half year ended on September 30, 2020 pursuant to regulation 33 of the Listing Regulations.
  3. press release proposed to be published in the newspapers in the matter of unaudited financial results for the quarter / half year ended on September 30, 2020.
- The Trading Window under SEBI Insider Trading Regulations, 2015 shall remain closed for trading till November 4, 2020 and shall reopen from November 5, 2020 for the Directors and Designated Persons.
  - The Board Meeting commenced at 10.15 a.m. and concluded at 11.25 a.m.



Please receive the information and disclosures in order.

Thanking you,

Yours faithfully,

For, **ZYDUS WELLNESS LIMITED**



**DHANRAJ P. DAGAR  
COMPANY SECRETARY**



Encl.: As above

**Statement of Unaudited Results for the Quarter and Six Months Ended September 30, 2020**

| ₹ in Lakhs         |               |                    |                    |                    |                | ₹ in Lakhs         |               |                    |                    |                    |                |
|--------------------|---------------|--------------------|--------------------|--------------------|----------------|--------------------|---------------|--------------------|--------------------|--------------------|----------------|
| CONSOLIDATED       |               |                    |                    |                    |                | COMPANY            |               |                    |                    |                    |                |
| Quarter Ended      |               | Six Months Ended   |                    | Year Ended         |                | Quarter Ended      |               | Six Months Ended   |                    | Year Ended         |                |
| September 30, 2020 | June 30, 2020 | September 30, 2019 | September 30, 2020 | September 30, 2019 | March 31, 2020 | September 30, 2020 | June 30, 2020 | September 30, 2019 | September 30, 2020 | September 30, 2019 | March 31, 2020 |
| (Unaudited)        | (Unaudited)   | (Unaudited)        | (Unaudited)        | (Unaudited)        | (Audited)      | (Unaudited)        | (Unaudited)   | (Unaudited)        | (Unaudited)        | (Unaudited)        | (Audited)      |
| 34,032             | 53,618        | 31,729             | 87,650             | 92,371             | 1,73,419       |                    |               |                    |                    |                    |                |
| 167                | 119           | 874                | 286                | 2,257              | 3,263          | 2,267              | 1,068         | 3,958              | 3,335              | 7,641              | 15,351         |
| 281                | 182           | 395                | 463                | 698                | 1,071          | 48                 | 12            | 5                  | 60                 | 14                 | (8)            |
| 34,480             | 53,919        | 32,998             | 88,399             | 95,326             | 1,77,753       | 2,729              | 2,632         | 2,661              | 5,361              | 5,266              | 10,948         |
| 13,356             | 10,945        | 10,619             | 24,301             | 23,545             | 75,382         | 5,044              | 3,712         | 6,624              | 8,756              | 12,921             | 26,291         |
| 1,277              | 4,027         | 559                | 5,304              | 3,908              | 8,249          |                    |               |                    |                    |                    |                |
| 1,210              | 8,858         | 2,945              | 10,068             | 11,965             | (5,754)        |                    |               |                    |                    |                    |                |
| 4,301              | 4,243         | 3,838              | 8,544              | 7,662              | 15,601         |                    |               |                    |                    |                    |                |
| 3,083              | 3,460         | 3,511              | 6,543              | 6,996              | 13,991         |                    |               |                    |                    |                    |                |
| 649                | 642           | 382                | 1,291              | 1,417              | 2,639          |                    |               |                    |                    |                    |                |
| 5,065              | 4,914         | 5,426              | 9,979              | 14,704             | 22,426         |                    |               |                    |                    |                    |                |
| 6,278              | 8,515         | 6,171              | 14,793             | 14,928             | 28,672         |                    |               |                    |                    |                    |                |
| 35,219             | 45,604        | 33,451             | 80,823             | 85,125             | 1,61,206       |                    |               |                    |                    |                    |                |
| (799)              | 8,315         | (453)              | 7,576              | 10,201             | 16,547         |                    |               |                    |                    |                    |                |
| 9,795              | -             | 1,005              | 9,795              | 3,675              | 4,420          |                    |               |                    |                    |                    |                |
| (10,534)           | 8,315         | (1,458)            | (2,219)            | 6,526              | 12,127         |                    |               |                    |                    |                    |                |
| -                  | -             | -                  | -                  | -                  | (265)          |                    |               |                    |                    |                    |                |
| -                  | (605)         | (256)              | (605)              | (312)              | (1,780)        |                    |               |                    |                    |                    |                |
| -                  | (605)         | (256)              | (605)              | (312)              | (2,045)        |                    |               |                    |                    |                    |                |
| (10,534)           | 8,920         | (1,202)            | (1,614)            | 6,838              | 14,172         |                    |               |                    |                    |                    |                |
| (14)               | 25            | 19                 | 11                 | 14                 | 201            |                    |               |                    |                    |                    |                |
| (11)               | (1)           | -                  | (12)               | -                  | 17             |                    |               |                    |                    |                    |                |
| (25)               | 24            | 19                 | (1)                | 14                 | 218            |                    |               |                    |                    |                    |                |
| (10,559)           | 8,944         | (1,183)            | (1,615)            | 6,852              | 14,390         |                    |               |                    |                    |                    |                |
| (10,559)           | 8,944         | (1,183)            | (1,615)            | 6,852              | 14,390         |                    |               |                    |                    |                    |                |
| 6,363              | 5,766         | 5,766              | 6,363              | 5,766              | 3,40,300       |                    |               |                    |                    |                    |                |
|                    |               |                    |                    |                    | 37,500         |                    |               |                    |                    |                    |                |
| (18.14)            | 15.47         | (2.09)             | (2.79)             | 11.86              | 24.58          |                    |               |                    |                    |                    |                |
| (18.14)            | 15.47         | (2.09)             | (2.79)             | 11.86              | 24.58          |                    |               |                    |                    |                    |                |
|                    |               |                    |                    | 0.44               | 0.44           |                    |               |                    |                    |                    |                |
|                    |               |                    |                    | 1.93               | 1.87           |                    |               |                    |                    |                    |                |
|                    |               |                    |                    | 0.04               | 1.87           |                    |               |                    |                    |                    |                |
|                    |               |                    |                    | 0.65               | 1.87           |                    |               |                    |                    |                    |                |

**Notes :**

- The above financial results were reviewed by the Audit Committee and then approved by the Board of Directors at their meeting held on November 2, 2020. The Statutory auditors of the Company have expressed unmodified opinion on the aforesaid result.
- The Statutory Auditors of the Company have carried out a "Limited Review" of the above financial results pursuant to Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.
- The Company operates in one segment, namely "Consumer Products".
- The Company had issued Secured Redeemable Non-Convertible Debentures (NCDs) of ₹ 150,000 lakhs. These NCDs have been secured by way of charge on specific brands. The asset cover of the said NCDs as on September 30, 2020 exceeds hundred percent of the principal amount of the NCDs. The Company obtained long term credit rating for issuance of NCDs and was assigned credit ratings of "CRISIL AA+/Stable" from CRISIL Limited and "CARE AA+/Stable" from CARE Rating Limited. There is no change in the ratings of the NCDs by any of the rating agencies during the quarter.
- Due to seasonality of some of the Group's products, Group's Revenues and Profits are skewed in favour of the first and last quarters of the financial year. Hence the performance of these quarters is not representative and cannot be generalised for other quarters.
- The Company has issued and allotted 21,22,000 and 38,46,000 Equity Shares of ₹ 10 each to Promoters group and Qualified Institutional Placement on September 19, 2020 and September 28, 2020 at an issue price of ₹ 1649 and ₹ 1690 per Equity shares respectively (including premium of ₹ 1639 and ₹ 1690 per Equity Shares). Pursuant to allotment of Equity Shares to Promoters group and Qualified Institutional Placement, the paid up share capital of the Company stands increased to ₹ 6,363 Lakhs.
- Exceptional items: a) In the process of integration and concluding the merger of the acquired entity, Company incurred various expenses towards transition service agreement (TSA), consultancy fees, stamp duties, legal and professional charges and other incidental charges. The Company would not have incurred these expenses in the normal course of business and hence these expenses are classified as Exceptional items for the quarter and six months ended September 30, 2019, and year ended March 31, 2020. b) The secured Non-Convertible debentures (NCDs) that were previously issued by the Company have been purchased by its subsidiary Company from the market aggregating to ₹ 1,10,500 lakhs during the quarter ending September 30, 2020 and are held by the subsidiary Company as at September 30, 2020. The premium amount paid towards purchase of the above NCDs by subsidiary Company are expensed off as an exceptional items in the aforesaid results.
- As per the current assessment of the situation based on the internal and external information available up to the date of approval of these financial results by the Board of Directors, the Company continues to believe that the impact of Covid-19 on its business, assets, internal financial controls, profitability and liquidity, both present and future, would be limited and there is no indication of any material impact on the carrying amounts of inventories, goodwill, intangible assets, trade receivables, investments and other financial assets. The eventual outcome of the impact of the global health pandemic may be different from those estimated as on the date of approval of these financial results and the Company will closely monitor any material changes to the economic environment and their impact on its business in the times to come.
- Figures of previous reporting periods have been regrouped/ reclassified wherever necessary to correspond with the figures of the current reporting period.

| Balance Sheet                        |                                |   |                                      |                                |
|--------------------------------------|--------------------------------|---|--------------------------------------|--------------------------------|
| ₹ in Lakhs                           |                                | Particulars                                       | ₹ in Lakhs                           |                                |
| CONSOLIDATED                         |                                |   | COMPANY                              |                                |
| As at                                |                                |   | As at                                |                                |
| September<br>30, 2020<br>[Unaudited] | March<br>31, 2020<br>[Audited] |   | September<br>30, 2020<br>[Unaudited] | March<br>31, 2020<br>[Audited] |
|                                      |                                | <b>ASSETS:</b>                                    |                                      |                                |
|                                      |                                | <b>Non-current assets:</b>                        |                                      |                                |
| 18,355                               | 18,877                         | Property, plant and equipment                     | 2,020                                | 1,913                          |
| 1,570                                | 1,590                          | Right-of-use assets                               | 69                                   | 77                             |
| 422                                  | 353                            | Capital work-in-progress                          | 62                                   | 147                            |
| 3,92,002                             | 3,92,002                       | Goodwill  | 2,282                                | 2,282                          |
| 54,903                               | 54,883                         | Other intangible assets                           | -                                    | -                              |
| -                                    | -                              | Financial assets:                                 |                                      |                                |
| -                                    | -                              | Investments                                       | 3,47,126                             | 3,52,758                       |
| -                                    | -                              | Loan  | 1,12,129                             | 1,12,136                       |
| 971                                  | 977                            | Other financial assets                            | 46                                   | 51                             |
| 982                                  | 465                            | Other non-current assets                          | 730                                  | 264                            |
| 12,684                               | 12,079                         | Deferred tax assets [net]                         | 1,998                                | 1,399                          |
| -                                    | 163                            | Assets for tax [net]                              | 276                                  | 485                            |
| <b>4,81,889</b>                      | <b>4,81,389</b>                | <b>Total Non Current Assets</b>                   | <b>4,66,738</b>                      | <b>4,71,512</b>                |
|                                      |                                | <b>Current assets:</b>                            |                                      |                                |
| 20,039                               | 29,234                         | Inventories                                       | 901                                  | 1,234                          |
|                                      |                                | Financial assets:                                 |                                      |                                |
| 35,017                               | 11,041                         | Investment  | 35,017                               | -                              |
| 9,296                                | 11,820                         | Trade receivables                                 | 230                                  | 55                             |
| 8,701                                | 5,448                          | Cash and cash equivalents                         | 1,050                                | 193                            |
| 77,941                               | 2,794                          | Bank balance other than cash and cash equivalents | 71,907                               | 2,787                          |
| -                                    | -                              | Other current financial assets                    | 2,571                                | 2,542                          |
| 15,423                               | 17,242                         | Other current assets                              | 2,179                                | 1,953                          |
| <b>1,66,417</b>                      | <b>77,579</b>                  | <b>Total Current Assets</b>                       | <b>1,13,855</b>                      | <b>8,764</b>                   |
| <b>6,48,306</b>                      | <b>5,58,968</b>                | <b>Total Assets</b>                               | <b>5,80,593</b>                      | <b>4,80,276</b>                |
|                                      |                                | <b>EQUITY AND LIABILITIES:</b>                    |                                      |                                |
|                                      |                                | <b>Equity:</b>                                    |                                      |                                |
| 6,363                                | 5,766                          | Equity share capital                              | 6,363                                | 5,766                          |
| 4,36,754                             | 3,40,300                       | Other equity                                      | 4,09,823                             | 3,15,704                       |
| <b>4,43,117</b>                      | <b>3,46,066</b>                | <b>Total Equity</b>                               | <b>4,16,186</b>                      | <b>3,21,470</b>                |
|                                      |                                | <b>Liabilities:</b>                               |                                      |                                |
|                                      |                                | <b>Non-current liabilities:</b>                   |                                      |                                |
|                                      |                                | Financial liabilities:                            |                                      |                                |
| -                                    | 1,50,000                       | Borrowings  | -                                    | 1,50,000                       |
| 57                                   | 64                             | Lease liabilities                                 | 57                                   | 64                             |
| 44                                   | 51                             | Other financial liabilities                       | 42                                   | 45                             |
| 2,775                                | 2,437                          | Provisions  | 302                                  | 194                            |
| 134                                  | 168                            | Other non-current liabilities                     | -                                    | -                              |
| <b>3,010</b>                         | <b>1,52,720</b>                | <b>Total Non Current Liabilities</b>              | <b>401</b>                           | <b>1,50,303</b>                |
|                                      |                                | <b>Current liabilities:</b>                       |                                      |                                |
|                                      |                                | Financial liabilities:                            |                                      |                                |
| 1,15,544                             | 1,905                          | Borrowings  | 5,544                                | 1,630                          |
|                                      |                                | Trade payables                                    |                                      |                                |
| 797                                  | 654                            | Due to micro and small enterprises                | 13                                   | 10                             |
| 37,626                               | 48,458                         | Due to other than micro and small enterprises     | 4,533                                | 3,287                          |
| 15                                   | 14                             | Lease liabilities                                 | 15                                   | 14                             |
| 42,666                               | 4,277                          | Other financial liabilities                       | 1,53,409                             | 3,198                          |
| 3,247                                | 3,390                          | Other current liabilities                         | 370                                  | 281                            |
| 2,244                                | 1,484                          | Provisions  | 122                                  | 83                             |
| 40                                   | -                              | Current tax liabilities [net]                     | -                                    | -                              |
| <b>2,02,179</b>                      | <b>60,182</b>                  | <b>Total Current Liabilities</b>                  | <b>1,64,006</b>                      | <b>8,503</b>                   |
| <b>6,48,306</b>                      | <b>5,58,968</b>                | <b>Total Equity &amp; Liabilities</b>             | <b>5,80,593</b>                      | <b>4,80,276</b>                |

| Statement of Cash Flow  |                       |                       |                       |
|---|-----------------------|-----------------------|-----------------------|
| ₹ in Lakhs  |                       | ₹ in Lakhs            |                       |
| CONSOLIDATED  |                       | COMPANY               |                       |
| Six Months Ended  |                       | Six Months Ended      |                       |
| September<br>30, 2020   | September<br>30, 2019 | September<br>30, 2020 | September<br>30, 2019 |
| [Unaudited]   | [Unaudited]           | [Unaudited]           | [Unaudited]           |
| <b>Particulars</b>  |                       |                       |                       |
| <b>Cash flow from operating activities:</b>   |                       |                       |                       |
|   |                       | (4,525)               | (3,152)               |
| Profit/(Loss) before exceptional items and tax  | 10,201                | (2,766)               | (1,170)               |
| Operating Profit before working capital changes   | 14,256                | (2,937)               | (757)                 |
| Net cash from/ (used in) operating activities   | 19,738                | 10,939                | 16,419                |
| A. Net cash from/ (used in) investing activities  | (173)                 | 96,992                | (16,770)              |
| B. Net cash from/ (used in) financing activities  | (16,647)              | 1,04,994              | (1,108)               |
| C. Net increase in cash and cash equivalents (A+B+C)  | 2,918                 | 2,980                 | 4,298                 |
| <b>Cash and cash equivalents *</b>  |                       | 1,07,974              | 3,190                 |
| At the beginning of the period  | 21,039                |                       |                       |
| At the end of the period  | 23,957                |                       |                       |
| * Cash and cash equivalents includes cash and cash equivalents, Bank balance other than cash and cash equivalents and Investments in liquid mutual funds. |                       |                       |                       |
| By Order of the Board,<br>For Zyodus Wellness Limited,  |                       |                       |                       |
| <br>Dr. Sharvil P. Patel<br>Chairman                                     |                       |                       |                       |
| Place: Ahmedabad<br>Date: November 2, 2020  |                       |                       |                       |

**Limited Review Report on Unaudited Quarterly Standalone Financial Results of Zydus Wellness Limited pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

To,  
The Board of Directors,  
Zydus Wellness Limited  
Ahmedabad

1. We have reviewed the accompanying statement of Unaudited Standalone Financial Results of Zydus Wellness Limited ['the Company'], for the quarter and six months ended on September 30, 2020 ['the Statement'] attached herewith, being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5<sup>th</sup> July, 2016 as amended by SEBI Circular No. CIR/CFD/CMD1/44/2019 dated 29<sup>th</sup> March, 2019.
2. This statement, which is the responsibility of the Company's Management and approved by Company's the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard - 34, "Interim Financial Reporting", prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on this statement based on our review.
3. We conducted our review in accordance with the Standard on Review Engagement (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 statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides 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 causes us to believe that the accompanying Statement, prepared in accordance with applicable Ind-AS prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting practices and policies generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place: Ahmedabad

Date: November 2, 2020

UDIN: 20030190AAAAAG7671



For Mukesh M. Shah & Co  
Chartered Accountants  
Firm Regn. No. 106625W

Mukesh M. Shah  
Partner

Membership No. 030190

**Limited Review Report on Unaudited Quarterly Consolidated Financial Results of Zydus Wellness Limited pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

To,  
The Board of Directors,  
Zydus Wellness Limited  
Ahmedabad

1. We have reviewed the accompanying statement of unaudited Consolidated financial results of Zydus Wellness Limited [‘the Parent’] and its subsidiaries [the Parent and its subsidiaries together referred to as ‘the Group’] for the quarter and six month ended on September 30, 2020 [‘the Statement’] attached herewith, being submitted by the Parent pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5<sup>th</sup> July, 2016 as amended by SEBI Circular No. CIR/CFD/CMD1/44/2019 dated 29<sup>th</sup> March, 2019.
2. This statement, which is the responsibility of the Parent’s Management and approved by the Parent’s Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard - 34, “*Interim Financial Reporting*”, prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on this statement based on our review.
3. We conducted our review in accordance with the Standard on Review Engagement (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 statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

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

4. The Statement includes the financial results of the following entities:
  - a) Parent Company
    - i) Zydus Wellness Limited
  - b) Subsidiary Companies
    - i) Zydus Wellness Products Limited
    - ii) Liva Nutritions Limited
    - iii) Liva Investments Limited
    - iv) Zydus Wellness International DMCC



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 Ind-AS and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. We did not review the interim financial information of a subsidiary included in the consolidated unaudited financial results; whose interim financial information reflect total assets of ₹ 596,382 Lakhs as at September 30, 2020, total revenues of ₹ 32,351 Lakhs and ₹ 84,448 Lakhs for the quarter and six months ended September 30, 2020 respectively, total net loss after tax of ₹ 8,347 Lakhs and ₹ 7,406 Lakhs for the quarter and six months ended September 30, 2020 respectively, total comprehensive loss of ₹ 8,343 Lakhs and ₹ 7,370 Lakhs for the quarter and six months ended September 30, 2020 respectively and net cash inflows of ₹ 1,18,695 Lakhs for the six months ended September 30, 2020, as considered in the Statement. These interim financial information 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 this subsidiary is based solely on the reports of the other auditors.

Our conclusion on the Statement is not modified in respect of these matters.

7. The consolidated financial results also include the financial information of three subsidiaries included in the consolidated unaudited financial results; whose interim financial information reflect total assets of ₹ 1,301 Lakhs as at September 30, 2020, total revenues of ₹ 1,013 Lakhs and ₹ 1,835 Lakhs for the quarter and six months ended September 30, 2020 respectively, total net profit after tax of ₹ 70 Lakhs and ₹ 303 Lakhs for the quarter and six months ended September 30, 2020 respectively, total comprehensive loss of ₹ 70 Lakhs and ₹ 303 Lakhs for the quarter and six months ended September 30, 2020 respectively and net cash inflows of ₹ 141 Lakhs for the six months ended September 30, 2020, as considered in the Statement. No limited review of these financial information has been carried out by the auditors of the respective subsidiaries; however, according to the information and explanations given to us by the Management, these interim financial information have been subjected to review by the management of the respective subsidiaries. This interim financial information is not material to the Group.

Our conclusion on the Statement is not modified in respect of our reliance on the interim financial information as certified by the management.

Place: Ahmedabad

Date: November 2, 2020

UDIN: 20030190AAAAAH8405



For Mukesh M. Shah & Co  
Chartered Accountants  
Firm Regn. No. 106625W

Mukesh M. Shah  
Partner

Membership No. 030190

## Zydus Wellness Ltd., posts Total Income from operations of Rs. 3420 mn in Q2

*Ahmedabad, November 02, 2020*

For the second quarter ending September 30, 2020, Zydus Wellness Ltd., reported a growth of 9.3% in Gross Sales. The Total Income from operations was reported at Rs. 3420 million up by 4.9% y-o-y. PBT before exceptional items was down by 63.1% y-o-y to (-) 74 Million Rupees. However, the same was up by 27% before GST budgetary support that ceased for Sitarganj plant from January 2020 onwards.

During the quarter, the Company has successfully completed preferential issue and QIP issue of equity shares by raising Rs.3,499 million and Rs.6,500 million respectively from the above issuance, the proceeds of which will be used towards redemption of non-convertible debentures. As a part of strategic initiative to pare down the debt the Company has bought back its own non-convertible debentures of Rs.11,050 million which will help the Company reduce the debt burden and deleverage the balance sheet. In the process of buying back its own Non-convertible debentures, of Rs.11050 million, the Company has paid one-time debenture redemption premium of Rs.980 million which is recorded as an exceptional item in the financials for the quarter.

The completion of buy back of non-convertible debentures will result in lower interest cost and shall have a positive impact on the Earning Per Share (EPS) of the Company over a period of time.

During the quarter gone by, key brands namely, Sugar Free, Everyuth Scrub and Everyuth Peel Off, Glucon D and Nycil continued to hold strong positions in their respective categories.

The company continued to grow the categories and increase market share of its brands with new offerings and expanding its reach through e-commerce channels and building brand advocacy, during the quarter.

Glucon-D ImmunoVolt was launched to tap the heightened need of Immunity products for kids. The product is fortified with Vitamin C, Vitamin D, and Zinc to boost immunity. Complian was launched in an economical and handy 75g Sachet priced at Rs.30 per pack. Sugar Free has seen brisk sales in the e-commerce channel and has grown at more than 100% vs corresponding quarter last year on this channel. The quarter also witnessed the launch of Everyuth Aloe Vera & Cucumber Gel in the face moisturizers segment. The company also launched Nutralite Choco Spread on the e-commerce and modern trade platform. Nutralite Choco Spread is available in two healthier variants - Crunchy Quinoa & Calcium.

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