

**ENKEI WHEELS (INDIA) LIMITED**

(CIN - L34300PN2009PLC133702)

Factory & Registered Office: Gat No. 1425 Village Shikrapur, Tal. Shirur, Pune
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ISO/TS
16949:2009
ISO 14001:2004

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Date: 30th July 2020.

To
Corporate Relation Department
BSE Limited, Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai- 400001.

Subject: Submission of unaudited financial results for Quarter and Six Months ended as on 30th June 2020 and statement of cash flow for six months ended as on date.

Ref: Scrip Code 533477

Dear Sir,

Pursuant to Regulation 33 of SEBI (Listing Obligation & Disclosure Requirements), 2015 we enclosed herewith unaudited financial results for Quarter and Six Months ended as on 30th June 2020 and statement of cash flow for six months ended as on date, which were reviewed by Audit Committee & approved by Board of Directors in their respective meetings held on 30th July 2020 along with Limited Review Report issued by Statutory Auditors.

This is for your information & record.

Conclusion time of meeting: ..01.... : ..20.... P.M.

Thanking You,

FOR ENKEI WHEELS (INDIA) LIMITED


SHRIKANT JOSHI
COMPANY SECRETARY
eCSIN: EA047346A000009715



Unaudited Financial Results for the Quarter and Six months Ended 30th June, 2020

(Indian Rupees in Million)

Sr No	Particulars	For the Quarter ended			Six months ended	Six months ended	For the Year ended
		30-Jun-20	31-Mar-20	30-Jun-19	30-Jun-20	30-Jun-19	31-Dec-2019 (9M)*
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
I	Income from operations						
	Revenue from Operations	107.18	671.80	1,151.04	778.98	2,209.17	2,667.58
II	Other Income	3.43	3.90	0.04	7.33	3.79	3.05
III	Total Revenue (I + II)	110.60	675.70	1,151.08	786.31	2,212.96	2,670.63
IV	Expenses						
	a) Cost of materials consumed	58.86	286.88	573.30	345.74	1,164.92	1,435.49
	b) Purchases of stock-in-trade	(0.00)	0.36	0.51	0.36	0.91	1.23
	c) Changes in inventories of finished goods, stock-in-trade and work-in-progress	10.85	122.24	73.65	133.09	34.91	(32.15)
	d) Employee benefits expense	75.13	83.76	98.58	158.89	207.88	281.00
	e) Finance Costs	13.56	68.38	16.09	81.94	23.78	44.79
	f) Depreciation and amortisation expense	52.26	52.27	55.50	104.53	105.17	177.60
	g) Consumption of stores & spares	12.34	39.81	99.65	52.15	199.83	269.08
	h) Other Expenses	61.29	165.52	270.25	226.81	513.57	759.35
	Total Expenses (IV)	284.29	819.22	1,187.53	1,103.51	2,250.98	2,936.39
V	Profit before exceptional items and tax (III-IV)	(173.69)	(143.51)	(36.45)	(317.20)	(38.02)	(265.76)
VI	Exceptional items Loss/(Income)	-	-	(21.57)	-	(154.61)	(317.18)
VII	Profit (+) / Loss (-) before tax (V-VI)	(173.69)	(143.51)	(14.88)	(317.20)	116.59	51.42
VIII	Tax Expense	(0.92)	(11.04)	38.58	(11.96)	48.76	24.17
	a) Current tax - Current year	-	-	-	-	8.74	18.91
	b) Current Tax - Prior years	-	(7.51)	0.65	(7.51)	0.65	(12.92)
	c) Mat credit - Prior years	-	-	-	-	-	(11.81)
	d) Deferred tax	(0.92)	(3.53)	37.93	(4.45)	39.37	30.00
IX	Profit (Loss) for the period (VII-VIII)	(172.77)	(132.48)	(53.46)	(305.24)	67.82	27.25
X	Other Comprehensive (Loss) / Income						
	A Items that will not be reclassified to profit or loss						
	Gain/(loss) of defined benefit obligation	(1.08)	(0.54)	(3.81)	(1.61)	(2.75)	(3.11)
	Income tax effect	0.22	0.18	1.27	0.40	0.93	1.04
	B Items that will be reclassified to profit or loss						
	Effective portion of gain/(loss) on hedging instruments in cash flow hedge	0.07	1.71	-	1.78	-	(15.77)
	Income tax effect	(0.33)	(0.57)	-	(0.90)	-	5.26
	Total Other Comprehensive (Loss) /	(1.12)	0.78	(2.54)	(0.33)	(1.82)	(12.58)
	Total Comprehensive Income for the period (IX+X)(Comprising Profit (Loss) and Other Comprehensive Income for the period)	(173.88)	(131.69)	(56.00)	(305.58)	66.00	14.68
XI	Earning per Equity share (Face Value of Rs.5/- each) (not annualised)						
	(a) Basic	(10.12)	(7.76)	(3.23)	(17.88)	4.32	1.61
	(b) Diluted	(10.12)	(7.76)	(3.23)	(17.88)	4.32	1.61

* Pursuant to order of Regional Director, Mumbai dated 19th June, 2019, the Company had changed its financial year to calendar year. Therefore, the previous Financial year of the company ended on 31st December, 2019 covered a period of only nine months from 1st April, 2019 to 31st December, 2019.



Continued

NOTES:

1. The above results have been reviewed by Audit Committee and subsequently approved by the Board of Directors in their respective meetings held on July 30, 2020.
2. The statutory auditors have carried out limited review of the unaudited financial results for the quarter and six months ended 30th June, 2020 and have issued an unmodified review report.
3. The statement has been prepared in accordance with Companies (Indian Accounting Standards) Rules 2015 (Ind-AS) prescribed under section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
4. The Company has single operating segment, that of automotive wheels. Accordingly, disclosure requirements as per Indian Accounting Standard (Ind AS) 108 'Operating Segment' are not applicable to the Company.
5. The company is not identified a Large Corporate as per the applicability criteria given under the SEBI circular SEBI/HO/DDHS/CIR/P/ 2018/144 dated November 26, 2018.
6. As informed earlier, the spread of COVID-19 has severely impacted businesses around the globe, including India. Company's operations and financial results for the quarter have been drastically adversely impacted by the lockdown imposed to contain the spread of COVID-19. However, after taking in to consideration guidelines issued by the concerned Government Authorities and the market demand, operational capacity has been gradually increased during the course of the quarter

The Company has evaluated its liquidity position and recoverability and carrying values of its assets and has concluded that no material adjustments are required at this stage in the financial results. The financial impact of the global health pandemic might be different from that estimated as at the date of approval of these financial results and the Company will continue to closely monitor any material changes to future economic conditions.
7. The figures of the previous period have been reclassified/regrouped, wherever found necessary.

**For and on behalf of the Board of Enkei Wheels
(India) Limited**

**Place-Shikrapur, Pune
Date- July 30, 2020**




**KAZUO SUZUKI
Managing Director
DIN : 08350372**

Unaudited statement of Assets and Liabilities as at 30th June 2020

(Indian Rupees in Million)

Particulars		As at 30-06-2020 (unaudited)	As at 31-12-2019 (Audited)
A	ASSETS		
1	Non-current assets		
	(a) Property, Plant and Equipment	1,247.95	1,315.53
	(b) Capital work-in-progress	1,475.03	1,014.01
	(c) Right-of-use assets	72.54	82.00
	(d) Financial Assets		
	(i) Other Financial Assets	20.96	20.96
	(e) Deferred tax assets (net)	28.03	24.07
	(f) Income Tax Assets (Net)	48.27	48.27
	(g) Other non-current assets	185.91	320.98
	Sub Total - Non-Current Assets	3,078.69	2,825.83
2	Current assets		
	(a) Inventories	622.40	705.53
	(b) Financial Assets		
	(i) Trade receivables	123.48	211.83
	(ii) Cash and cash equivalents	378.73	412.52
	(iii) Other Financial Assets	0.37	0.32
	(c) Current Tax Assets (net)	1.47	-
	(d) Other current assets	79.63	70.76
	Sub Total - Current Assets	1,206.08	1,400.96
	Total Assets	4,284.77	4,226.79
B	EQUITY AND LIABILITIES		
1	Equity		
	(a) Equity share capital	85.38	85.38
	(b) Other Equity	1,441.09	1,746.67
	Sub Total - Equity	1,526.47	1,832.05
2	Liabilities		
1	Non-current liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	1,470.34	1,003.53
	(ii) Trade payables	266.69	232.04
	(iii) Lease Liabilities	38.18	52.60
	(b) Provisions	4.10	2.41
2	Current Liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	560.00	380.00
	(ii) Lease Liabilities	31.64	27.84
	(iii) Trade payables		
	a. Total outstanding dues of micro enterprises and small enterprises	2.30	0.25
	b. Total outstanding dues of creditors other than small enterprises	107.15	418.97
	(iv) Other financial liabilities	262.28	248.12
	(b) Other current liabilities	7.42	16.21
	(c) Provisions	8.20	5.81
	(d) Current Tax Liabilities (net)	-	6.96
	Sub Total - Liabilities	2,758.30	2,394.74
	Total Equity and Liabilities	4,284.77	4,226.79

For and on behalf of the Board of Enkei Wheels (India) Limited

Place-Shikrapur, Pune
Date- July 30, 2020


Kazuo Suzuki
Managing Director
DIN: 08350372

Statement of Cash Flows

(Indian Rupees in Million)

Particulars	Unaudited		Audited
	Six months ended		Year ended
	June 30, 2020	June 30, 2019	December 31, 2019
A) Cash Flow from operating activities			
Profit or (Loss) before tax for the year	(317.20)	116.59	51.42
<u>Adjusted for :</u>			
Fair valuation of long-term liabilities - realised	-	(21.76)	26.29
Interest cost - Fair valuation of long-term liabilities	7.87	1.64	11.92
(Loss)/profit on derivative transactions (net)	1.78	-	15.77
Fair valuation of defined benefit obligations	(1.61)	(2.75)	3.11
Depreciation and amortisation	104.53	105.17	177.60
Loss/(Profit) on sale of property, plant & equipment (net)	-	0.47	4.57
Finance cost (including towards lease liabilities)	74.21	22.09	44.79
Interest Income	(5.46)	(3.72)	(3.04)
Unrealised Foreign Exchange Loss (net)	18.65	42.97	97.03
Inventory written off	-	-	-
Unclaimed Balances written off/(back)	-	133.04	(289.71)
Operating profit / (loss) before working capital changes	(117.23)	393.75	139.76
<u>Adjusted for :</u>			
- (Increase)/decrease in inventories	83.14	68.17	(188.23)
- (Increase)/decrease in trade receivables	88.34	59.14	224.53
- (Increase)/decrease in other financial assets (current)	(0.05)	0.76	(0.10)
- (Increase)/decrease in other financial assets (non-current)	-	0.10	0.89
- (Increase)/decrease in other non current assets	0.81	0.02	(0.03)
- (Increase)/decrease in other current assets	(8.87)	60.46	(29.24)
- Increase/(decrease) in trade payables (current)	(309.75)	(1.90)	(7.55)
- Increase/(decrease) in trade payables (non-current)	8.11	(331.13)	(26.29)
- Increase/(decrease) in other financial liabilities	14.16	64.71	(70.68)
- Increase/(decrease) in provisions (current)	2.39	0.04	(3.01)
- Increase/(decrease) in provisions (non-current)	1.69	(0.76)	(1.15)
- Increase/(decrease) in other current liabilities	(8.79)	16.78	(42.01)
Cash generated from operations	(246.06)	330.13	(3.12)
Income tax (paid) / refund	(0.92)	(12.05)	(12.01)
Net cash flow from / (used in) operating activities (A)	(246.98)	318.09	(15.13)
B) Cash flow from investing activities			
Purchase of Fixed Assets and Capital Expenditure	(484.54)	(573.62)	(677.35)
Capital Advances	134.27	113.18	(128.39)
Sale of Fixed Assets	-	0.32	0.57
Interest Income	5.46	3.72	0.16
Net cash flow from / (used in) investing activities (B)	(344.82)	(456.41)	(805.01)
C) Cash flow from financing activities			
Proceeds from issue of share capital	-	435.29	435.29
Proceeds from short term borrowings (net)	180.00	(120.00)	180.00
Proceeds from long term borrowings	539.87	444.35	550.62
Repayment of Long term borrowings	(73.06)	(66.42)	(69.76)
Payment of Lease Liabilities	(14.60)	(6.71)	(26.62)
Finance cost	(74.21)	(22.09)	(38.71)
Net cash flow from / (used in) financing activities (C)	558.01	664.42	1,030.81
Net increase / (decrease) in cash and cash equivalents (A+B+C)	(33.79)	526.09	210.67



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Cash and cash equivalents at the beginning of the year	412.52	237.79	201.67
Effect of exchange difference on restatement of foreign currency cash and cash equivalents	-	-	-
Cash and cash equivalents at the end of the year	378.73	763.89	412.34
Reconciliation of cash and cash equivalents with the balance sheet : Cash and cash equivalents as per Balance Sheet (Refer Note 8)	378.73	763.89	412.34
* Comprises			
(a) Cash on Hand	0.23	0.28	0.13
(b) Balances with banks			
- in current accounts - Rupee accounts	45.55	165.36	59.21
-In deposit account	332.94	598.25	353.00
The accompanying notes form part of these financial statements			

Place : Pune
Date : July 30, 2020



For and on behalf of the Board of Directors
of Enkei Wheels (India) Limited

Kazuo Suzuki
(Managing Director)
(DIN : 08350372)

KIRTANE & PANDIT LLP

**Independent Auditor's Review Report on Unaudited Quarterly and Year to Date Results of Enkei Wheels (India) Ltd. for quarter and six months ended June 30, 2020
(Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended))**

**To
The Board of Directors
Enkei Wheels (India) Limited**

1. We have reviewed the accompanying statement of Unaudited Financial Results of **Enkei Wheels (India) Limited** (the "Company") for the quarter and six months ended June 30, 2020 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This statement which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34") prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on these financial statements based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures



Kirtane & Pandit LLP - Chartered Accountants

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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 of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies 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.

Emphasis of Matter

5. We draw your attention to the following:

Note 6 to the Statement of Unaudited Results for the quarter and six months ended June 30, 2020, which describes the impact of the outbreak of Coronavirus (COVID-19) on the business operations of the Company. In view of the highly uncertain economic environment, a definitive assessment of the impact on the subsequent periods is highly dependent upon circumstances as they evolve.

Our conclusion is not modified in respect of these matters.

For Kirtane & Pandit LLP

Chartered Accountants

Firm Registration No.105215W/W100057


Suhrud Lele

Partner

Membership No.: 121162

UDIN: 20121162AAAACP7465

Pune, July 30, 2020

