

UPL CORPORATION LIMITED

**INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 JUNE 2023**

UPL CORPORATION LIMITED

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INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2023

	30-Jun-23	31-Mar-23
	USD '000	USD '000
ASSETS		
Non-current assets		
Property, plant and equipment	362,237	369,129
Capital work in progress	38,312	35,042
Goodwill	2,504,915	2,503,715
Right of use assets	79,201	80,225
Other intangible assets	1,137,459	1,160,034
Intangible assets under development	198,947	183,682
Investment in associates and joint ventures	71,841	74,556
Investments	62,788	64,158
Trade receivables	1,558	8,070
Other financial assets	7,495	8,217
Other receivables	265,554	287,428
Non current tax assets (net)	13,111	9,886
Deferred tax assets (net)	314,042	270,492
Total non-current assets	5,057,460	5,054,634
Current assets		
Inventories	1,606,108	1,276,859
Investments	14,525	5,571
Trade receivables	1,735,868	1,845,943
Cash and cash equivalents	368,469	579,399
Other financial assets	22,541	12,287
Other receivables	305,829	312,886
Current tax assets (net)	19,685	16,662
	4,073,025	4,049,607
Assets classified as held for sale	4,939	4,827
Total current assets	4,077,964	4,054,434
TOTAL ASSETS	9,135,424	9,109,068

UPL CORPORATION LIMITED

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INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONTINUED)

AS AT 30 JUNE 2023

	30-Jun-23	31-Mar-23
	USD '000	USD '000
EQUITY AND LIABILITIES		
Equity		
Equity share capital	13,649	13,649
Perpetual subordinated capital securities	394,686	394,686
Share premium	771,680	771,680
Retained earnings	1,788,505	1,833,091
Cash flow hedge reserve	-	-
Equity Instruments through other comprehensive income	(6,268)	(6,044)
Translation reserves	(279,877)	(273,529)
Equity attributable to equity holders of the UPL Corporation Limited	2,682,375	2,733,533
Non-controlling interests (NCI)	621,392	636,709
Total equity	3,303,767	3,370,242
Non-current liabilities		
Borrowings	2,453,555	2,451,490
Lease liabilities	66,818	63,059
Provisions	26,741	27,042
Deferred tax liabilities, net	278,412	287,542
Other non-current financial liabilities	54,854	55,824
Total non-current liabilities	2,880,380	2,884,957
Current liabilities		
Borrowings	1,081,773	381,006
Lease liabilities	15,884	19,451
Trade payables	1,450,953	1,639,880
Other financial liabilities	162,714	219,085
Provisions	33,835	29,272
Other current liabilities	159,009	500,039
Current tax liabilities, net	47,109	65,136
Total current liabilities	2,951,277	2,853,869
Total liabilities	5,831,657	5,738,826
TOTAL EQUITY AND LIABILITIES	9,135,424	9,109,068

Uttam Danayah
Director

UPL CORPORATION LIMITED

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**INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (OCI)
FOR THE PERIOD ENDED 30 JUNE 2023**

	Quarter ended 30-Jun-23 USD'000	Quarter ended 30-Jun-22 USD'000
Revenue from operations	794,120	1,154,546
Other income	4,671	1,019
	<u>798,791</u>	<u>1,155,565</u>
Cost of materials and components consumed (including decrease) in inventory of finished goods, work-in-progress and traded goods and purchase of stock-in-trade)	(470,549)	(635,825)
Other expenses	(145,522)	(188,632)
Employee benefits expense	(108,230)	(122,942)
Impairment loss on trade receivables	(4,875)	(2,022)
Depreciation and amortisation expense	(50,563)	(51,793)
Exchange Difference (net) on trade receivables and trade payables	(34,214)	(24,283)
Finance costs	(69,744)	(54,002)
Finance Income	6,212	6,138
Share of (loss)/profit from equity accounted investees, net of tax	(6,188)	4,025
(Loss)/Profit before taxation	(84,882)	86,229
Income tax expense	35,726	(10,008)
(Loss)/Profit for the period	(49,156)	76,221
Other comprehensive income:		
A (i) Items that will not be reclassified subsequently to profit or loss		
Fair value loss on Financial assets at fair valued through OCI (FVTOCI)	(224)	(269)
Income tax relating to Fair value loss on Financial assets at FVTOCI	0	2
Remeasurement of defined benefit (asset)/liability	(142)	371
Income tax relating to remeasurement of defined benefit liability (asset)	(15)	3
B (i) Items that may be reclassified subsequently to profit or loss		
Cash flow hedge reserve	-	13,550
Foreign operations - foreign currency translation differences	(6,500)	(46,030)
Other comprehensive loss for the period, net of tax	(6,881)	(32,373)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	(56,037)	43,848
(LOSS)/PROFIT FOR THE PERIOD ATTRIBUTABLE TO:		
Owners of the Company	(36,280)	75,426
Non-controlling interests	(12,876)	795
	<u>(49,156)</u>	<u>76,221</u>
TOTAL COMPREHENSIVE (LOSS)/ INCOME ATTRIBUTABLE TO:		
Owners of the Company	(43,009)	45,237
Non-controlling interests	(13,028)	(1,389)
	<u>(56,037)</u>	<u>43,848</u>
Earnings per equity share		
Basic earning per share (USD)	37	(326)
Diluted earning per share (USD)	37	(326)

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INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE PERIOD ENDED 30 JUNE 2023

	Attributable to owners of the Company								Non-controlling interests	Total equity
	Equity share capital	Perpetual subordinated capital securities	Share premium reserve	Translation reserves	Equity instruments through other comprehensive income	Cash flow hedge reserve	Retained earnings	Total equity attributable to owners of the company		
	USD '000	USD '000	USD '000	USD '000	USD '000	USD '000	USD '000	USD '000		
At 1 April 2023	13,649	394,686	771,680	(273,529)	(6,044)	-	1,833,091	2,733,533	636,709	3,370,242
Profit for the period	-	-	-	-	-	-	(36,280)	(36,280)	(12,876)	(49,156)
Other comprehensive loss for the period	-	-	-	(6,348)	(224)	-	(157)	(6,729)	(152)	(6,881)
Total comprehensive loss for the period	-	-	-	(6,348)	(224)	-	(36,437)	(43,009)	(13,028)	(56,037)
Transactions with owners of the Company										
Contributions and distributions										
Payment of coupon on perpetual subordinated capital securities	-	-	-	-	-	-	(8,149)	(8,149)	(2,351)	(10,500)
Share based payments	-	-	-	-	-	-	-	-	62	62
Total transactions with owners of the Company	-	-	-	-	-	-	(8,149)	(8,149)	(2,289)	(10,438)
At 30 June 2023	13,649	394,686	771,680	(279,877)	(6,268)	-	1,788,505	2,682,375	621,392	3,303,767

UPL CORPORATION LIMITED
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 JUNE 2023

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	30-Jun-23	30-Jun-22
	USD '000	USD '000
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss)/profit for the period	(49,156)	76,221
<i>Adjustments for:</i>		
Depreciation and amortisation	50,563	51,793
Finance costs	69,744	54,002
Impairment loss on trade receivables	4,875	2,022
Fair value (gain) /loss on financial assets at FVTPL	(2,683)	699
Finance income	(6,212)	(6,138)
Net gain on disposal of current investments	(505)	-
Assets written off	52	11
Gain on sale of Property, Plant and Equipment	(390)	(476)
Share of loss from equity accounted investees, net of tax	6,188	(4,025)
Excess provisions in respect of earlier years written back (net)	(272)	-
Income tax (credit)/expense	(35,726)	10,008
Operating profit before working capital changes	36,478	184,117
Change in inventories	(329,249)	(250,705)
Change in trade receivables	110,290	117,110
Change in advances	18,196	59,383
Change in trade payables	(210,430)	(191,135)
Change in provisions	4,096	3,683
Change in other liabilities	(383,067)	(313,811)
Cash used in operations	(753,686)	(391,358)
Tax paid	(36,228)	(23,835)
Net cash used in operating activities	(789,914)	(415,193)

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**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (CONTINUED)
FOR THE PERIOD ENDED 30 JUNE 2023**

	30-Jun-23	30-Jun-22
	USD '000	USD '000
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of property, plant and equipment, including capital work in progress	(8,733)	(15,529)
Purchases of Intangible assets including intangible assets under development	(25,241)	(4,694)
Proceeds from sale of property, plant and equipment	943	779
Loans given	-	3
Sundry Loans received	61	-
Interest received	6,212	6,138
Purchase of investments	(3,374)	(22,657)
Sale of investments	497	-
Dividend received	266	-
<i>Net cash used in investing activities</i>	<u>(29,369)</u>	<u>(35,960)</u>
CASH FLOWS FROM FINANCING ACTIVITIES (REFER NOTE A)		
Net change in current borrowings	692,295	304,741
Interest paid and other financial charges	(62,105)	(53,780)
Payment of lease obligation	(6,114)	(7,540)
<i>Net cash generated from financing activities</i>	<u>624,076</u>	<u>243,421</u>
Net decrease in cash and cash equivalents	(195,207)	(207,732)
Cash and cash equivalents at start of period	579,399	686,827
Effect of exchange rate difference	(15,723)	(56,669)
Cash and cash equivalents at end of the period	<u><u>368,469</u></u>	<u><u>422,426</u></u>

UPL CORPORATION LIMITED
 INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (CONTINUED)
 FOR THE PERIOD ENDED 30 JUNE 2023

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NOTE A - Changes in liabilities arising from financing activities

Reconciliation between the opening and closing balance sheet for liabilities arising from financing activities.

Particulars	As at 1 April, 2023	Cash flows	Non-cash changes & others	Foreign exchange movements	As at 30 June, 2023
Borrowings					
From Bank (Unsecured)	1,933,674	131,763	1,763	-	2,067,200
From Others (Unsecured)	95,696	(64,182)	-	(125)	31,389
USD 300m 4.50% Senior Notes Due 2028	274,285	-	91	-	274,376
USD 500m 4.625% Senior Notes Due 2030	442,583	-	211	-	442,794
Working capital loan/ PCFC	72,561	624,714	1,125	-	698,400
Secured loans from bank	-	-	-	-	-
Interest paid and accrued	13,697	(62,105)	69,577	-	21,169
Lease obligation	82,510	(6,114)	6,306	-	82,702
Total	2,915,006	624,076	79,073	(125)	3,618,030

Reconciliation between the opening and closing balance sheet for liabilities arising from financing activities.

Particulars	As at 1 April, 2022	Cash flows	Non-cash changes & others	Foreign exchange movements	As at 30 June, 2022
Borrowings					
From Bank (Unsecured)	2,102,518	-	1,873	-	2,104,391
From Others (Unsecured)	2,502	-	-	(156)	2,346
USD 300m 4.50% Senior Notes Due 2028	288,984	-	91	-	289,075
USD 500m 4.625% Senior Notes Due 2030	459,462	-	211	-	459,673
Working capital loan/ PCFC	330,013	304,883	-	-	634,896
Secured loans from bank	141	(141)	-	-	-
Interest paid and accrued	12,686	(53,780)	55,613	-	14,519
Lease obligation	90,290	(7,540)	4,986	-	87,736
Total	3,286,596	243,422	62,774	(156)	3,592,636