

**STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED AND NINE MONTHS ENDED DECEMBER 31, 2021**

(in INR million)

Sr. No	Particulars	Nine months ended		Quarter ended		Year ended	
		December 31, 2021	December 31, 2020	December 31, 2021	September 30, 2021	December 31, 2020	
		(Unaudited) Refer note 3	(Unaudited) Refer note 4	(Unaudited) Refer note 3	(Unaudited)	(Unaudited) Refer note 4	(Audited)
	<b>Income</b>						
1	Revenue from operations	80,239.45	49,626.06	29,243.87	32,703.79	21,959.40	67,965.24
2	Other income (refer note 8)	14,565.81	16,047.46	7,216.92	1,937.51	7,325.76	19,151.90
3	<b>Total Income (1+2)</b>	<b>94,805.26</b>	<b>65,673.52</b>	<b>36,460.79</b>	<b>34,641.30</b>	<b>29,285.16</b>	<b>87,117.14</b>
4	<b>Expenses</b>						
	Cost of raw materials and components consumed	60,498.23	27,916.27	23,594.99	25,884.60	10,747.09	38,385.70
	Purchase of traded goods	9,583.32	12,096.02	4,154.64	3,531.46	7,271.89	14,824.92
	Changes in inventories of traded goods, finished goods and work-in-progress	(5,190.82)	2,536.00	(3,367.85)	(3,998.23)	1,402.19	4,294.53
	Employee benefits expense	5,744.73	5,547.12	1,861.79	1,906.16	1,749.22	7,501.82
	Finance costs	834.28	1,044.43	321.63	248.99	334.61	1,338.16
	Depreciation and amortisation expense	5,065.99	3,090.07	2,238.07	1,618.80	1,019.56	3,972.97
	Other expenses	16,340.39	10,935.39	7,298.24	4,444.71	5,256.66	13,843.47
	<b>Total expenses</b>	<b>92,876.12</b>	<b>63,165.30</b>	<b>36,101.51</b>	<b>33,636.49</b>	<b>27,781.22</b>	<b>84,161.57</b>
5	<b>Profit before exceptional items (3-4)</b>	<b>1,929.14</b>	<b>2,508.22</b>	<b>359.28</b>	<b>1,004.81</b>	<b>1,503.94</b>	<b>2,955.57</b>
6	Exceptional Items	-	-	-	-	-	-
7	<b>Profit before tax (5-6)</b>	<b>1,929.14</b>	<b>2,508.22</b>	<b>359.28</b>	<b>1,004.81</b>	<b>1,503.94</b>	<b>2,955.57</b>
8	<b>Tax expenses:</b>						
	Current tax	350.67	533.92	53.34	190.78	279.74	727.77
	Deferred tax charge / (credit)	1,427.45	-	350.22	362.75	-	(5,341.94)
9	<b>Profit / (Loss) for the period / year (7-8)</b>	<b>151.02</b>	<b>1,974.30</b>	<b>(44.28)</b>	<b>451.28</b>	<b>1,224.20</b>	<b>7,569.74</b>
10	Other Comprehensive Income						
A	Items that will not be reclassified to profit or loss						
	(a) Remeasurement of defined benefit plans	77.94	(211.55)	25.98	25.98	(70.51)	103.93
	(b) Income tax relating to items that will not be reclassified to profit or loss	(27.24)	-	(9.08)	(9.08)	-	(36.32)
B	Items that may be reclassified to profit or loss						
	(a) Deferred gain / (loss) on cash flow hedges	1,322.37	(3,166.49)	1,034.25	1,397.29	(1,242.88)	(1,202.07)
	(b) Income tax relating to items that will be reclassified to profit or loss	(462.09)	-	(361.41)	(488.27)	-	420.05
	<b>Other Comprehensive income / (loss) (A+B)</b>	<b>910.98</b>	<b>(3,378.04)</b>	<b>689.74</b>	<b>925.92</b>	<b>(1,313.39)</b>	<b>(714.41)</b>
11	<b>Total comprehensive income / (loss) for the period / year (9+10)</b>	<b>1,062.00</b>	<b>(1,403.74)</b>	<b>645.46</b>	<b>1,377.20</b>	<b>(89.19)</b>	<b>6,855.33</b>
12	Paid-up equity share capital (Face value of INR 10 each)	7,240.45	7,240.45	7,240.45	7,240.45	7,240.45	7,240.45
13	Earnings per equity share (not annualised)						
	(a) Basic earnings per share (INR)	0.21	2.73	(0.06)	0.62	1.69	10.45
	(b) Diluted earnings per share (INR)	0.21	2.73	(0.06)	0.62	1.69	10.45
14	Debt Equity Ratio	0.48	0.38	0.48	0.23	0.38	0.30
15	Debt Service Coverage Ratio (DSCR) (not annualised)	2.70	1.65	1.33	1.85	1.28	1.98
16	Interest Service Coverage Ratio (not annualised)	3.31	3.40	2.12	5.04	5.49	3.21
17	Current ratio	0.85	0.80	0.85	0.92	0.80	1.06
18	Long term debt* to working capital ratio (No of Times)	(0.98)	(1.02)	(0.98)	(2.64)	(1.02)	3.74
19	Current liability ratio (No of times)	0.77	0.71	0.77	0.72	0.71	0.68
20	Total debts to total assets ratio (No of times)	0.18	0.15	0.18	0.10	0.15	0.14
21	Debtors turnover ratio (No of times) (Annualised)	59.30	15.33	64.83	58.90	20.35	35.21
22	Inventory turnover ratio (No of times) (Annualised)	4.61	3.79	5.20	6.17	5.19	3.95
23	Operating margin (%)	3.44%	7.16%	2.33%	3.83%	8.37%	6.32%
24	Net profit margin (%)	0.19%	3.98%	-0.15%	1.38%	5.57%	11.14%

\* Long term debt excludes Current maturities of Long term debt.

**SKODA Auto Volkswagen India Private Limited (Formerly known as Volkswagen India Private Limited)**  
**Registered office: E-1, MIDC Industrial Area Phase III, Nigoje Mhalunge, Kharabwadi, Chakan, Khed, Pune, Maharashtra, 410501**  
**CIN: U70102PN2007FTC133117; T: +91 02135 61000 / 331000 F: +91 02135 661049**  
**Email id: anoopkumar.pillai@skoda-vw.co.in Website: www.skoda-vw.co.in**

**Notes:**

- 1 SKODA Auto Volkswagen India Private Limited (the “Company”) is in the business of manufacturing passenger automotive cars, trading of imported cars (purchased from group companies) and spares & accessories. The Company has commenced its operations in India in February 2007.

On September 5, 2019, the Assistant Registrar of National Company Law Tribunal (NCLT), Mumbai Bench duly authenticated a scheme of Amalgamation (the ‘Scheme’) under Sections 230 to 232 of the Companies Act, 2013, which is effective from appointed date of April 01, 2019. Accordingly, Volkswagen Group Sales India Private Limited (VWGS IPL) and Skoda Auto India Private Limited (SAIPL) have been amalgamated with Volkswagen India Private Limited (VWIPL) and the name of the merged Company has been changed to “SKODA Auto Volkswagen India Private Limited”. This was a strategic decision taken by the Board whereby the Board expects to benefit from operational and economic efficiencies.

- 2 The borrowings as at December 31, 2021 include INR 7,406.48 million by issue of Commercial papers. Of these, commercial papers aggregating INR 2,500.00 million were listed on BSE as per SEBI Circular SEBI/HO/DDHS/CIR/P/2019/115 dated October 22, 2019. The Company has been legally advised that Commercial papers are not covered under the definition of “Securities” as per Companies Act, 2013. Accordingly, the Company will not be considered as a listed company in accordance with the provisions of the Companies Act, 2013.
- 3 These financial results have been reviewed and approved by the Board of Directors at its meeting held on February 11, 2022. The results for the quarter ended and nine months ended December 31, 2021 have been reviewed by the Statutory Auditors of the Company.
- 4 The Statement includes results for the quarter ended and nine months ended December 31, 2020 presented based on the information compiled by the management in accordance with IND AS, which have not been subjected to review or audit by statutory auditors.
- 5 These financial results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards, notified under Section 133 of the Companies Act, 2013 (the ‘Act’) read with Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time and other accounting principles generally accepted in India.
- 6 These financial results have been prepared in accordance with the requirements of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
- 7 Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker as defined in IND AS 108 – Operating Segments. The board of directors have been identified as the chief operating decision maker. The Company operates in a single business segment i.e., Automobile cars and parts, which has similar risks and returns. The Company is domiciled in India. The amount of its revenues from external customers broken down by location of customers is shown in the table below:

Particulars	Nine months ended		Quarter ended			Year ended
	December 31, 2021	December 31, 2020	December 31, 2021	September 30, 2021	December 31, 2020	March 31, 2021
	(Unaudited) Refer note 3	(Unaudited) Refer note 4	(Unaudited) Refer note 3	(Unaudited)	(Unaudited) Refer note 4	(Audited)
Within India	56,846.90	29,851.45	25,396.63	22,639.55	14,933.67	42,363.69
Outside India	23,392.55	19,774.61	3,847.24	10,064.24	7,025.73	25,601.55
<b>Total</b>	<b>80,239.45</b>	<b>49,626.06</b>	<b>29,243.87</b>	<b>32,703.79</b>	<b>21,959.40</b>	<b>67,965.24</b>

- 8 Other income for the quarter ended September 30, 2021 and nine months ended December 31, 2021 includes discount of INR 1,929.50 million on pre-payment of deferred sales tax under the PSI Scheme (1993) of Government of India.
- 9 Contingent liability includes INR 2,299.30 million (net of provision made of INR 554.90 million) towards litigation in relation to customs duty on import of Technical Know-how during the period 2001-2006 under Technology Transfer and Trademark License Agreement dated October 1, 2001 together with interest and penalty thereon. The Company had filed an appeal before Customs, Excise & Service Tax Appellate Tribunal (“CESTAT”) against the order of Commissioner (Imports) dated March 4, 2009. CESTAT had pronounced the order in June 2013 confirming the said duty demand raised in Order-in-Original No. 47/09 (“OIO”) of Commissioner (Imports), penalty equivalent to the duty demand and appropriate interest on duty under Section 28AB of the Customs Act, 1962. The Company has filed an appeal with the Hon’ble Supreme Court of India against the aforesaid CESTAT order which has been admitted by the Hon’ble Supreme Court of India on August 16, 2013. The Hon’ble Supreme Court of India vide its order dated December 2, 2013 granted an ad-interim stay requested by the Company on a condition that INR 750.00 million be paid by the Company within three months and a bank guarantee be furnished for the balance amount within three months. The Company has made a total payment of INR 1,785.00 million over the years and furnished the required bank guarantee for balance amount. Matter is pending to be heard in Hon’ble Supreme Court of India.

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- 10 During the financial year 2019-2020, The World Health Organisation declared COVID-19 as a pandemic. Management believes that it has taken into account all the possible impacts of known events arising from COVID-19 pandemic and the resultant lockdown in the preparation of the financial results including but not limited to its assessment of liquidity and going concern, recoverable values of its property, plant and equipment, intangible assets, intangible assets under development, trade receivable and the net realisable value of other assets. However, given the effect of these lockdowns on the overall economic activity in India and in particular on the automotive industry, the impact assessment of COVID-19 on the above-mentioned financial results captions is subject to significant estimation uncertainties given its nature and duration and, accordingly, the actual impacts in future may be different from those estimated as at the date of approval of these financial results.

In view of this, the Company is carefully reviewing the demand & supply situation and re-calibrating its operations accordingly while protecting the interest of its customers, dealers and suppliers. The endeavour is to ensure optimal level of inventory at plants & dealerships in order to be prepared for a rebound in demand once the situation returns to normalcy.

- 11 During the current quarter, the Company's manufacturing facility at Chakan, Pune has received Eligibility Certificate for Ultra Mega Project under Package Scheme of Incentive 2013 ("PSI") amounting to investment of INR 46,833 million (inclusive of INR 28,617 million of previous Eligibility Certificate No. 54 dated 04 September 2010).
- 12 Additional disclosures required by Regulation 52(4) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015:

a. **Credit rating:**

Particulars	Rating agency	Rating
Commercial Papers	India Rating	A1+
Commercial Papers	ICRA Limited	A1+

b. **The outstanding redeemable preference shares:**

The preference shares outstanding as on December 31, 2021 and March 31, 2021 are INR 9,717.25 million (971,724,552 shares of INR 10 each)

c. **Capital redemption reserve:**

Capital redemption reserve as on December 31, 2021 and March 31, 2021 is INR 1,858.04 million

d. **Net worth:**

Particulars	December 31, 2021	March 31, 2021
Net worth (in INR million)	47,514.09	46,452.09

e. **Earnings per share**

Particulars	Nine months ended		Quarter ended			Year ended
	December 31, 2021	December 31, 2020	December 31, 2021	September 30, 2021	December 31, 2020	March 31, 2021
Earnings per share (in INR)	0.21	2.73	(0.06)	0.62	1.69	10.45

f. **The next due date for the payment of interest / principal and redemption of commercial papers:**

ISIN	Type	Amount (in INR million)	Due date of payment
INE04TA14188	Principal	2,000.00	24-Jan-22
INE04TA14188	Interest	13.64	24-Jan-22
INE04TA14204	Principal	2,500.00	23-Feb-22
INE04TA14204	Interest	9.60	23-Feb-22
INE04TA14196	Principal	3,000.00	25-Apr-22
INE04TA14196	Interest	12.32	25-Apr-22

**For and on behalf of the Board of Directors of  
SKODA Auto Volkswagen India Private Limited (Formerly known as Volkswagen India Private Limited)**

**Place:** Pune  
**Date:** February 11, 2022

Sarma Chillara  
Director- HR & Admin

DIN: 0009221656

Martin Mahlke  
Executive Director – Finance and  
Chief Financial Officer  
DIN: - 08420220