

Date: November 14, 2019

To,  
The Listing Compliance Department,  
BSE Limited,  
P. J. Tower, Dalal Street,  
Mumbai – 400 001

To,  
The Listing Compliance Department,  
National Stock Exchange of India Limited,  
Exchange Plaza, Bandra Kurla Complex,  
Bandra (East), Mumbai - 400051

**Ref.: PC Jeweller Limited (Scrip Code: 534809, Symbol: PCJEWELLER)**

**Sub.: Standalone & Consolidated Financial Results for the quarter and six months  
ended September 30, 2019**

Dear Sir / Madam,

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed herewith the un-audited standalone and consolidated financial results of the Company for the quarter and six months ended September 30, 2019 along with the Limited Review Reports of Statutory Auditors' thereon.

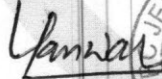
The aforesaid financial results were approved at the Board meeting commenced at 5:00 P.M. and concluded at 6:05 P.M.


Kindly take the same on record.

Thanking you.

Yours sincerely,

For **PC Jeweller Limited**

  
(VIJAY PANWAR)  
Company Secretary



**Encl.: As above**

**PC Jeweller Limited**

REGD. & CORPORATE OFF: C - 54, PREET VIHAR, VIKAS MARG, DELHI - 110 092 PH: 011 - 49714971 FAX : 011 - 49714972

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# Walker Chandiook & Co LLP

**Walker Chandiook & Co LLP**  
(Formerly Walker, Chandiook & Co)  
L-41 Connaught Circus  
New Delhi 110001  
India

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## **Independent Auditor's Review Report on Standalone Unaudited Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)**

### **To the Board of Directors of PC Jeweller Limited**

1. We have reviewed the accompanying statement of standalone unaudited financial results (the 'Statement') of PC Jeweller Limited (the 'Company') for the quarter ended 30 September 2019 and the year to date results for the period 01 April 2019 to 30 September 2019, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time. Attention is drawn to the fact that the cash flow figures for the corresponding six month period ended 30 September 2018 have been approved by the Company's Board of Directors, but have not been subjected to audit or review.
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 as per the presentation requirements of SEBI Circular CIR/CFD/FAC/62/2016 dated 5 July 2016, (hereinafter referred to as 'the SEBI Circular'), and other accounting principles generally accepted in India. 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.



# Walker Chandiook & Co LLP

## Independent Auditor's Review Report on Standalone Unaudited Quarterly Financial Results and Year to Date Results of PC Jeweller Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) (contd.)

4. As explained in note 5 to the accompanying Statement, the Company during the previous year ended 31 March 2019 had provided discounts of ₹ 513.65 crore to its export customers which had been adjusted against the revenues for the said year. The Company had initiated the process of complying with the requirements of the Master Circular on Exports of Goods and Services issued by the Reserve Bank of India and had filed the necessary applications with the appropriate authority for approval of such discounts, which is a prerequisite, under the Foreign Exchange Management Act, 1999. In the absence of such approval and material evidence related to the transaction, we are unable to comment on the impact, if any, of the same on the accompanying Statement. Our opinion for the year ended 31 March 2019 and conclusion for the quarter ended 30 June 2019 were also modified in respect of this matter.
5. Based on our review conducted as above except for the possible effects of the matter described in the previous section, 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 as per the presentation requirements of the SEBI Circular, 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 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 draw attention to note 6 to the accompanying Statement regarding the delays in receipt of proceeds denominated in foreign currency against export of goods made by the Company to its overseas customers aggregating to ₹ 1,157.98 crore beyond the timelines stipulated under the Foreign Exchange Management Act, 1999. The management of the Company has represented that the Company is in the process of regularizing the defaults and has filed the necessary applications with the appropriate authority for condonation of such delays. However, approvals for the same are awaited. Management is of the view that the possible penalties etc. which may be levied for these contraventions are likely to be condoned by the regulatory authorities. Our conclusion is not modified in respect of this matter.

### For Walker Chandiook & Co LLP

Chartered Accountants

Firm Registration No: 001076N/N500013

*Rajni Mundra*

Rajni Mundra

Partner

Membership No. 058644

UDIN:

19058644AAAADN9539

Place: New Delhi

Date: 14 November 2019



PC JEWELLER LIMITED

Regd. Office: C-54, Preet Vihar, Vikas Marg, New Delhi - 110092  
CIN: L36911DL2005PLC134929, Phone: 011-49714971, Fax: 011-49714972  
Website: www.pcjeweller.com, email: investors@pcjeweller.com

PART I

Statement of standalone unaudited financial results for the quarter and six months ended 30 September 2019

(₹ in crore)

| S. no. | Particulars   | 3 months ended<br>30 September 2019 | Preceding 3<br>months ended<br>30 June 2019 | Corresponding 3<br>months ended<br>30 September 2018 | Year to date figures<br>for current period<br>ended<br>30 September 2019 | Year to date figures<br>for the previous<br>period ended<br>30 September 2018 | Previous year ended<br>31 March 2019 |
|--------|---|-------------------------------------|---|--|--|---|--------------------------------------|
|        |   | (Unaudited)                         | (Unaudited)                                 | (Unaudited)  | (Unaudited)  | (Unaudited)   | (Audited)                            |
| I      | Revenue from operations   | 1,124.75                            | 1,348.59                                    | 1,635.08   | 2,473.34   | 4,058.29  | 8,368.85                             |
| II     | Other income  | 16.00                               | 9.70  | 28.10  | 25.70  | 60.32   | 92.32                                |
| III    | <b>Total income (I+II)</b>  | <b>1,140.75</b>                     | <b>1,358.29</b>                             | <b>1,663.18</b>                                      | <b>2,499.04</b>  | <b>4,118.61</b>   | <b>8,461.17</b>                      |
| IV     | <b>Expenses</b>   |                                     |   |  |  |   |                                      |
| a)     | Cost of materials consumed  | 1,262.89                            | 1,087.28                                    | 1,630.88   | 2,350.17   | 3,770.29  | 7,925.02                             |
| b)     | Purchases of stock-in-trade   | 2.30                                | 0.56  | 1.15   | 2.86   | 1.50  | 12.41                                |
| c)     | Changes in inventories of finished goods, stock-in-trade and work-in-progress   | (328.09)                            | 53.89                                       | (270.37)   | (274.20)   | (303.93)  | (148.92)                             |
| d)     | Employee benefits expense   | 17.16                               | 22.81                                       | 29.52  | 39.97  | 56.72   | 112.40                               |
| e)     | Finance costs   | 90.93                               | 87.90                                       | 97.67  | 178.83   | 180.35  | 340.39                               |
| f)     | Depreciation and amortization expense   | 8.07                                | 10.46                                       | 4.30   | 18.53  | 8.59  | 16.75                                |
| g)     | Other expenses  | 44.42                               | 21.09                                       | 38.10  | 65.51  | 79.52   | 200.36                               |
|        | <b>Total expenses (IV)</b>  | <b>1,097.68</b>                     | <b>1,283.99</b>                             | <b>1,531.25</b>                                      | <b>2,381.67</b>  | <b>3,793.04</b>   | <b>8,458.41</b>                      |
| V      | <b>Profit before tax (III-IV)</b>   | <b>43.07</b>                        | <b>74.30</b>                                | <b>131.93</b>  | <b>117.37</b>  | <b>325.57</b>   | <b>2.76</b>                          |
| VI     | <b>Tax expense</b>  |                                     |   |  |  |   |                                      |
| a)     | Current tax   | 15.02                               | 27.05                                       | 46.70  | 42.07  | 98.13   | 23.91                                |
| b)     | Deferred tax  | (11.79)                             | (0.86)                                      | (8.49)   | (12.65)  | (8.21)  | (18.34)                              |
| VII    | <b>Profit/(loss) for the period (V - VI)</b>  | <b>39.84</b>                        | <b>48.11</b>                                | <b>93.72</b>   | <b>87.95</b>   | <b>235.65</b>   | <b>(2.81)</b>                        |
| VIII   | <b>Other comprehensive income</b>   |                                     |   |  |  |   |                                      |
| (i)    | Items that will not be reclassified to profit or loss   | -*                                  | -*  | -*   | -*   | -*  | 0.51                                 |
| (ii)   | Income-tax relating to items that will not be reclassified to profit or loss  | -*                                  | -*  | -*   | -*   | -*  | (0.18)                               |
| IX     | <b>Total comprehensive income for the period (comprising profit and other comprehensive income for the period) (VII+VIII)</b> | <b>39.84</b>                        | <b>48.11</b>                                | <b>93.72</b>   | <b>87.95</b>   | <b>235.65</b>   | <b>(2.48)</b>                        |
| X      | <b>Paid-up equity share capital (Face value Rs 10/- per share)</b>  | <b>395.00</b>                       | <b>394.65</b>                               | <b>394.65</b>  | <b>395.00</b>  | <b>394.65</b>   | <b>394.65</b>                        |
| XI     | <b>Other equity</b>   |                                     |   |  |  |   | <b>3,541.84</b>                      |
| XII    | <b>Earnings per share : (of Rs. 10/- each)</b>  | (not annualized)                    | (not annualized)                            | (not annualized)                                     | (not annualized)   | (not annualized)  | (annualized)                         |
| (a)    | Basic (Rs.)   | 1.01                                | 1.22  | 2.38   | 2.23   | 5.97  | (0.07)                               |
| (b)    | Diluted (Rs.)   | 1.01                                | 1.22  | 2.37   | 2.22   | 5.96  | (0.07)                               |

\*Rounded off to nil

See accompanying notes to the financial results.

PART II

Segment wise revenue, results, assets and liabilities

(₹ in crore)

| S. no. | Particulars   | 3 months ended<br>30 September 2019 | Preceding 3<br>months ended<br>30 June 2019 | Corresponding 3<br>months ended<br>30 September 2018 | Year to date figures<br>for current period<br>ended<br>30 September 2019 | Year to date figures<br>for the previous<br>period ended<br>30 September 2018 | Previous year ended<br>31 March 2019 |
|--------|---|-------------------------------------|---|--|--|---|--------------------------------------|
|        |   | (Unaudited)                         | (Unaudited)                                 | (Unaudited)  | (Unaudited)  | (Unaudited)   | (Audited)                            |
| 1      | <b>Segment revenue</b>  |                                     |   |  |  |   |                                      |
|        | Net sales/income from the segment                                   |                                     |   |  |  |   |                                      |
| (a)    | Exports   | 93.51                               | 126.06                                      | 84.72  | 219.57   | 892.40  | 1,439.48                             |
| (b)    | Domestic  | 1,031.24                            | 1,222.53                                    | 1,550.36   | 2,253.77   | 3,165.89  | 6,929.37                             |
|        | <b>Total income from operations</b>                                 | <b>1,124.75</b>                     | <b>1,348.59</b>                             | <b>1,635.08</b>                                      | <b>2,473.34</b>  | <b>4,058.29</b>   | <b>8,368.85</b>                      |
| 2      | <b>Segment results</b>  |                                     |   |  |  |   |                                      |
|        | Profit/(loss) before tax and interest from each segment             |                                     |   |  |  |   |                                      |
| (a)    | Exports   | (4.89)                              | 3.97  | 23.55  | (0.92)   | 109.83  | (404.10)                             |
| (b)    | Domestic  | 141.97                              | 155.95                                      | 204.10   | 297.92   | 392.70  | 757.48                               |
|        | <b>Total profit before finance cost and unallocable expenditure</b> | <b>137.08</b>                       | <b>159.92</b>                               | <b>227.65</b>  | <b>297.00</b>  | <b>502.53</b>   | <b>353.38</b>                        |
|        | <b>Less:</b>  |                                     |   |  |  |   |                                      |
| (i)    | Finance costs   | 87.11                               | 84.88                                       | 90.08  | 171.99   | 172.46  | 333.02                               |
| (ii)   | Unallocable expenses, net   | 6.90                                | 0.74  | 5.64   | 7.64   | 4.50  | 17.60                                |
|        | <b>Net profit before tax</b>  | <b>43.07</b>                        | <b>74.30</b>                                | <b>131.93</b>  | <b>117.37</b>  | <b>325.57</b>   | <b>2.76</b>                          |
| 3      | <b>Segment assets</b>   |                                     |   |  |  |   |                                      |
| (a)    | Exports   | 1,798.78                            | 1,819.91                                    | 1,476.30   | 1,798.78   | 1,476.30  | 1,876.23                             |
| (b)    | Domestic  | 7,052.33                            | 7,066.22                                    | 7,917.54   | 7,052.33   | 7,917.54  | 7,690.25                             |
| (c)    | Unallocable   | 353.30                              | 346.59                                      | 357.48   | 353.30   | 357.48  | 347.94                               |
|        | <b>Total segment assets (refer reconciliation below)</b>            | <b>9,204.41</b>                     | <b>9,232.72</b>                             | <b>9,751.32</b>                                      | <b>9,204.41</b>  | <b>9,751.32</b>   | <b>9,914.42</b>                      |
|        | <b>Segment liabilities</b>  |                                     |   |  |  |   |                                      |
| (a)    | Exports   | 1,722.67                            | 1,740.38                                    | 1,329.84   | 1,722.67   | 2,593.49  | 2,505.90                             |
| (b)    | Domestic  | 3,300.91                            | 3,363.53                                    | 4,019.45   | 3,300.91   | 2,755.80  | 3,337.84                             |
| (c)    | Unallocable   | 168.64                              | 158.49                                      | 222.04   | 168.64   | 222.04  | 134.19                               |
|        | <b>Total segment liabilities (refer reconciliation below)</b>       | <b>5,192.22</b>                     | <b>5,262.40</b>                             | <b>5,571.33</b>                                      | <b>5,192.22</b>  | <b>5,571.33</b>   | <b>5,977.93</b>                      |

Reconciliation of segment assets and segment liabilities

(₹ in crore)

| Particulars                               | 3 months ended<br>30 September 2019 | Preceding 3<br>months ended<br>30 June 2019 | Corresponding 3<br>months ended<br>30 September 2018 | Year to date figures<br>for current period<br>ended<br>30 September 2019 | Year to date figures<br>for the previous<br>period ended<br>30 September 2018 | Previous year ended<br>31 March 2019 |
|---|-------------------------------------|---|--|--|---|--------------------------------------|
| Total assets for reportable segments      | 9,204.41                            | 9,232.72                                    | 9,751.32   | 9,204.41   | 9,751.32  | 9,914.42                             |
| Elimination of inter segment assets       | (1,454.87)                          | (1,501.40)                                  | (1,263.65)   | (1,454.87)   | (1,263.65)  | (2,250.38)                           |
| Total assets as per books of account      | 7,749.54                            | 7,731.32                                    | 8,487.67   | 7,749.54   | 8,487.67  | 7,664.04                             |
| Total liabilities for reportable segments | 5,192.22                            | 5,262.40                                    | 5,571.33   | 5,192.22   | 5,571.33  | 5,977.93                             |
| Elimination of inter segment liabilities  | (1,454.87)                          | (1,501.40)                                  | (1,263.65)   | (1,454.87)   | (1,263.65)  | (2,250.38)                           |
| Total liabilities as per books of account | 3,737.35                            | 3,761.00                                    | 4,307.68   | 3,737.35   | 4,307.68  | 3,727.55                             |



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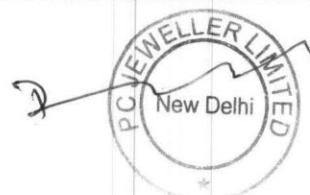
**PART III**

**Statement of standalone assets and liabilities**

(₹ in crore)

| Particulars   | As at             | As at           |
|---|-------------------|-----------------|
|   | 30 September 2019 | 31 March 2019   |
|   | (Unaudited)       | (Audited)       |
| <b>ASSETS</b>   |                   |                 |
| <b>Non-current assets</b>   |                   |                 |
| a) Property, plant and equipment  | 52.74             | 59.18           |
| b) Intangible assets under development  | 0.63              | 0.45            |
| c) Right of use asset   |                   |                 |
| d) Financial assets   | 106.45            | -               |
| i) Investments  | 135.97            | 135.23          |
| ii) Loans   | 149.33            | 157.27          |
| iii) Other financial assets   | 2.14              | 3.68            |
| e) Deferred tax assets (net)  | 60.21             | 36.99           |
| f) Other non-current assets   | 3.56              | 22.86           |
| <b>Total non-current assets</b>   | <b>511.03</b>     | <b>415.66</b>   |
| <b>Current assets</b>   |                   |                 |
| a) Inventories  | 5,310.42          | 4,988.11        |
| b) Financial assets   |                   |                 |
| i) Investments  | 7.65              | 8.39            |
| ii) Trade receivables   | 1,631.42          | 1,773.00        |
| iii) Cash and cash equivalents  | 10.16             | 82.73           |
| iv) Bank balance other than (iii) above   | 148.86            | 236.15          |
| v) Loans  | 40.96             | 36.48           |
| vi) Other financial assets  | 0.02              | 47.24           |
| c) Other current assets   | 89.02             | 76.28           |
| <b>Total current assets</b>   | <b>7,238.51</b>   | <b>7,248.38</b> |
| <b>Total assets</b>   | <b>7,749.54</b>   | <b>7,664.04</b> |
| <b>EQUITY AND LIABILITIES</b>   |                   |                 |
| <b>Equity</b>   |                   |                 |
| a) Equity share capital   | 395.00            | 394.65          |
| b) Other equity   | 3,617.19          | 3,541.84        |
| <b>Total equity</b>   | <b>4,012.19</b>   | <b>3,936.49</b> |
| <b>LIABILITIES</b>  |                   |                 |
| <b>Non-current liabilities</b>  |                   |                 |
| a) Financial liabilities  |                   |                 |
| i) Borrowings   | 2.68              | 11.58           |
| ii) Lease liabilities   | 91.42             | -               |
| b) Provisions   | 45.47             | 45.00           |
| <b>Total non-current liabilities</b>  | <b>139.57</b>     | <b>56.58</b>    |
| <b>Current liabilities</b>  |                   |                 |
| a) Financial liabilities  |                   |                 |
| i) Borrowings   | 2,454.31          | 2,090.65        |
| ii) Lease liability   | 31.41             | -               |
| iii) Trade payables   |                   |                 |
| -Total outstanding dues of micro enterprises and small enterprises; and                 | 0.40              | 0.58            |
| -Total outstanding dues of creditors other than micro enterprises and small enterprises | 787.46            | 1,264.28        |
| iv) Other financial liabilities [other than those specified in item (c)]                | 73.68             | 52.39           |
| b) Other current liabilities  | 127.35            | 173.88          |
| c) Provisions   | 1.98              | 2.27            |
| d) Current tax liabilities (net)  | 121.19            | 86.92           |
| <b>Total current liabilities</b>  | <b>3,597.78</b>   | <b>3,670.97</b> |
| <b>Total liabilities</b>  | <b>3,737.35</b>   | <b>3,727.55</b> |
| <b>Total equity and liabilities</b>   | <b>7,749.54</b>   | <b>7,664.04</b> |

See accompanying notes to the financial results



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**PART IV**  
**Standalone cash flow statement**

|             |  | (₹ in crore)                              |   |
|-------------|--|---|---|
|             |  | For the period ended<br>30 September 2019 | For the period ended<br>30 September 2018 |
| Particulars |  | (Unaudited)                               | (Unaudited)                               |
| <b>A</b>    | <b>Cash flow from operating activities:</b>                              |   |   |
|             | Profit before tax  | 117.37                                    | 325.57                                    |
|             | <b>Adjustments for:</b>  |   |   |
|             | Depreciation and amortisation  | 18.53                                     | 8.59                                      |
|             | Share based payments to employees  | 6.54                                      | 16.38                                     |
|             | Interest income on fixed deposit   | (7.26)                                    | (31.69)                                   |
|             | Interest income on loans given to subsidiaries and body corporate        | (7.42)                                    | (7.22)                                    |
|             | Net (profit)/loss on disposal of property, plant and equipment           | (0.02)                                    | 4.48                                      |
|             | Income from investments  | (0.01)                                    | (0.34)                                    |
|             | Finance costs  | 178.83                                    | 180.35                                    |
|             | Unwinding of discount on security deposits                               | (1.76)                                    | 2.73                                      |
|             | Unrealised gain on foreign exchange                                      | (42.65)                                   | (56.12)                                   |
|             | Actuarial loss forming part of other comprehensive income                | -*  | -*  |
|             | Adjustment due to fair valuation of gold loan at unfixed prices          | 7.95                                      | 4.06                                      |
|             | Fair valuation adjustment of forwards contracts                          | 0.18                                      | (1.52)                                    |
|             | Straight lining of lease expense   | -   | 1.87                                      |
|             | Provision for impairment of loan to subsidiary                           | 4.52                                      | -   |
|             | Provision for expected credit loss for trade receivables                 | 24.11                                     | -   |
|             | <b>Operating profit before working capital changes</b>                   | <b>298.91</b>                             | <b>447.14</b>                             |
|             | <b>Adjustments for:</b>  |   |   |
|             | (Increase)/decrease in inventories                                       | (322.31)                                  | 30.13                                     |
|             | Decrease in financial assets   | 40.50                                     | 9.16                                      |
|             | Increase in non-financial assets   | (9.61)                                    | (2.66)                                    |
|             | Decrease/(increase) in trade receivables                                 | 177.08                                    | (76.98)                                   |
|             | Decrease in trade payables   | (490.49)                                  | (1,596.36)                                |
|             | (Decrease)/increase in financial liabilities                             | (14.32)                                   | 36.91                                     |
|             | (Decrease)/increase in non-financial liabilities                         | (45.40)                                   | 12.87                                     |
|             | Increase in provisions   | 0.18                                      | 0.66                                      |
|             | <b>Cash used in operating activities</b>                                 | <b>(365.46)</b>                           | <b>(1,139.13)</b>                         |
|             | Direct taxes paid  | (7.80)                                    | (11.00)                                   |
|             | <b>Net cash used in operating activities</b>                             | <b>(373.26)</b>                           | <b>(1,150.13)</b>                         |
| <b>B</b>    | <b>Cash flow from investing activities:</b>                              |   |   |
|             | Purchase of property, plant and equipment including capital advances     | (0.92)                                    | (2.50)                                    |
|             | Proceeds from disposal of property, plant and equipment                  | 0.08                                      | 0.15                                      |
|             | Redemption of current investments, net                                   | 0.75                                      | 5.03                                      |
|             | Investment in shares of subsidiary                                       | (0.05)                                    | -   |
|             | Loans repaid/(given to) by body corporate including subsidiary companies | 7.94                                      | (43.46)                                   |
|             | Interest received  | 8.37                                      | 33.66                                     |
|             | Redemption of fixed deposits, net  | 94.55                                     | 467.93                                    |
|             | <b>Net cash generated from investing activities</b>                      | <b>110.72</b>                             | <b>460.81</b>                             |
| <b>C</b>    | <b>Cash flow from financing activities:</b>                              |   |   |
|             | Repayment of long term loans   | (8.90)                                    | (39.47)                                   |
|             | Proceeds from allotment of employee stock options                        | 0.21                                      | 0.16                                      |
|             | Proceeds of short term borrowings, net                                   | 363.66                                    | 677.36                                    |
|             | Interest paid  | (165.00)                                  | (173.31)                                  |
|             | <b>Net cash generated from financing activities</b>                      | <b>189.97</b>                             | <b>464.74</b>                             |
|             | Net increase/(decrease) in cash and cash equivalents (A+B+C)             | (72.57)                                   | (224.58)                                  |
|             | Cash and cash equivalents at the beginning of the period                 | 82.73                                     | 382.75                                    |
|             | <b>Cash and cash equivalents at the end of the period</b>                | <b>10.16</b>                              | <b>158.17</b>                             |

See accompanying notes to the financial results

**Notes:**

- The standalone financials results of PC Jeweller Limited ('PCJ' or the 'Company') for the quarter and six months ended 30 September 2019 have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 14 November 2019. The statutory auditors of the Company have expressed a modified review conclusion on the above mentioned results.
- The standalone cash flow statement for the six months period ended 30 September 2018 has been reviewed by the Audit Committee and approved by the Board of Directors at their aforementioned respective meetings. However, the same was not subjected to limited review by the statutory auditors of the Company.
- The above results have been prepared in accordance with the Indian Accounting Standards ('Ind-AS') as notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended), specified under section 133 of the Companies Act, 2013.
- The Company is engaged in the business of manufacture and sale of gold jewellery, diamond studded jewellery and silver articles of various designs/specifications. The Company's manufacturing facilities are located in India. Segment level information as per Ind AS 108 'Operating Segments' is provided for the different geographical areas i.e. within and outside India represented by domestic and exports respectively, in line with the review of operating results by the chief operating decision maker.
- During the previous year ended 31 March 2019, the Company had provided discounts to its export customers aggregating to ₹ 513.65 crore and had submitted the requisite applications for approval from the Authorised Dealer Banks as stipulated by the Master Circular on Exports of Goods and Services - Master Circular No.14/2014-15 under the Foreign Exchange Management Act, 1999. However, these approvals are still awaited from the said authorities. Further, the management does not expect any material penalty to be levied on account of this matter and, therefore, no provision for the same has been provided in the books of accounts.



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PC JEWELLER LIMITED

Regd. Office: C-54, Preet Vihar, Vikas Marg, New Delhi - 110092  
CIN: L36911DL2005PLC134929 , Phone: 011-49714971, Fax: 011-49714972  
Website: www.pcjeweller.com, email: investors@pcjeweller.com

- (6) Trade receivables as at 30 September 2019, *inter alia*, include outstanding from export customers aggregating to ₹ 1,157.98 crore (net of discount) which have been outstanding for more than 9 months. The Company had filed necessary applications with the requisite authority per the regulations of the Foreign Exchange Management Act, 1999 for condonation of delays in repatriation of funds by its customers. The management does not expect any material penalty to be levied on account of this matter and, therefore, no provision for the same has been recognised in the books of accounts.
- (7) The Company has adopted Ind AS 116, effective annual reporting period beginning 1 April 2019. Basis the exemptions provided, the Company has elected not to apply the requirements of the standard to short term leases. The Company has applied the standard to its remaining leases, retrospectively, with the cumulative effect of initially applying the Standard, recognised on the date of initial application (i.e. 1 April 2019). Accordingly, the Company has not restated comparative information, instead, the cumulative effect of initially applying this standard has been recognised as an adjustment to the opening balance of retained earnings as on 1 April 2019. This has resulted in recognising a right-of-use asset amounting to ₹ 115.54 crore and a corresponding lease liability amounting to ₹ 148.21 crore along with the reversal of lease equalisation reserve of ₹ 2.46 crore by adjusting retained earnings, net of taxes, by ₹ 19.65 crore (including the impact of deferred tax created amounting to ₹ 10.55 crore) as at 1 April 2019. In these standalone results for the quarter and six months ended 30 September 2019, the nature of expenses in respect of operating leases has changed from lease rent in previous periods to depreciation cost for the right-of-use asset and finance cost for interest accrued on lease liability.
- (8) During the quarter, the Company has allotted 354,895 equity shares of Rs. 10/- each to eligible employees under the PC Jeweller Limited Employee Stock Option Plan 2011.

Place: New Delhi  
Date: 14 November 2019



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For and on behalf of the Board of Directors  
PC Jeweller Limited

Baram Garg  
Managing Director  
DIN-00032083

# Walker Chandiook & Co LLP

**Walker Chandiook & Co LLP**  
(Formerly Walker, Chandiook & Co)  
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India

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## **Independent Auditor's Review Report on Consolidated Unaudited Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)**

### **To the Board of Directors of PC Jeweller Limited**

1. We have reviewed the accompanying statement of unaudited consolidated financial results ('the Statement') of PC Jeweller Limited ('the Holding Company') and its subsidiaries (the Holding Company and its subsidiaries together referred to as 'the Group'), (refer Annexure 1 for the list of subsidiaries included in the Statement) for the quarter ended 30 September 2019 and the consolidated year to date results for the period 01 April 2019 to 30 September 2019 being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time. Attention is drawn to the fact that the consolidated figures for the corresponding quarter ended 30 September 2018 and the corresponding period from 1 April 2018 to 30 September 2018 as reported in the Statement have been approved by the Holding Company's Board of Directors, but have not been subjected to audit or review. Attention is drawn to the fact that the cash flow figures for the corresponding six month period ended 30 September 2018 have been approved by the Company's Board of Directors, but have not been subjected to audit or review.
2. This Statement, which is the responsibility of the Holding Company's management and approved by the Holding 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 as per the presentation requirements of SEBI Circular CIR/CFD/FAC/62/2016 dated 5 July 2016 (hereinafter referred to as 'the SEBI Circular'), and other accounting principles generally accepted in India. 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.



Chartered Accountants

Offices in Bengaluru, Chandigarh Chennai, Gurgaon, Hyderabad, Kolkata, Mumbai, New Delhi, Noida and Pune

Walker Chandiook & Co LLP is registered with limited liability with identification number AAC-2085 and its registered office at L-41 Connaught Circus, New Delhi, 110001, India



## Independent Auditor's Review Report on Consolidated Unaudited Quarterly Financial Results and Year to Date Results of PC Jeweller Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) (contd.)

We also performed procedures in accordance with the SEBI Circular CIR/CFD/CMD1/44/2019 dated 29 March 2019 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. As explained in note 5 to the accompanying Statement, the Holding Company during the previous year ended 31 March 2019 had provided discounts of ₹ 513.65 crore to its export customers which had been adjusted against the revenues for the said year. The Holding Company had initiated the process of complying with the requirements of the Master Circular on Exports of Goods and Services issued by the Reserve Bank of India and had filed the necessary applications with the appropriate authority for approval of such discounts, which is a prerequisite, under the Foreign Exchange Management Act, 1999. In the absence of such approval and material evidence related to the transaction, we are unable to comment on the impact, if any, of the same on the accompanying Statement. Our opinion for the year ended 31 March 2019 and conclusion for the quarter ended 30 June 2019 were also modified in respect of this matter.
5. Based on our review conducted and procedures performed as stated in paragraph 3 above and upon consideration of the review reports of other auditors referred to in paragraph 7 below, except for the possible effects of the matter described in previous section, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in Ind AS 34, prescribed under Section 133 of the Act, and as per the presentation requirements of the SEBI Circular 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 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 draw attention to:
  - (a) note 6(a) to the accompanying Statement regarding the delays in receipt of proceeds denominated in foreign currency against export of goods made by the Holding Company to its overseas customers aggregating to ₹ 1,157.98 crore beyond the timelines stipulated under the Foreign Exchange Management Act, 1999. The management of the Holding Company has represented that the Holding Company is in the process of regularizing the defaults and has filed the necessary applications with the appropriate authority for condonation of such delays. However, approvals for the same are awaited. Management is of the view that the possible penalties etc. which may be levied for these contraventions are likely to be condoned by the regulatory authorities. Our conclusion is not modified in respect of this matter; and
  - (b) note 6(b) to the accompanying Statement and the following Emphasis of Matter paragraph given by another firm of chartered accountants vide their report dated 13 November 2019 on the financial results of PC Universal Private Limited, a subsidiary of the Holding Company which has been reproduced by us as under:

We draw attention to delays in receipt of export proceeds made by the Company to its export customers aggregating to ₹ 104.47 crore beyond the timelines stipulated under the Foreign Exchange Management Act 1999. The management of the Company represented that the Company is in the process of regularizing the defaults and has filed the necessary applications with the appropriate authority for condonation of such delays. However, approvals for the same are awaited. Management is of the view that the possible penalties etc. which may be levied for these contraventions are likely to be condoned by the regulatory authorities. Our conclusion is not modified in respect of this matter.



# Walker Chandiook & Co LLP

## Independent Auditor's Review Report on Consolidated Unaudited Quarterly Financial Results and Year to Date Results of PC Jeweller Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) (contd.)

7. We did not review the interim financial information of 4 subsidiaries included in the Statement, whose financial information reflects total assets of ₹ 149.22 crore as at 30 September 2019, and total revenues of ₹ 16.49 crore and ₹ 25.79 crore, total net loss after tax of ₹ 2.20 crore and ₹ 10.34 crore, total comprehensive loss of ₹ 2.20 crore and ₹ 10.34 crore, for the quarter and six-month period ended on 30 September 2019 respectively, and cash flows (net) of ₹ 0.14 crore for the period ended 30 September 2019 as considered in the Statement. These interim financial information have been reviewed by other auditors whose review reports have been furnished to us by the management, and our conclusion in so far as it relates to the amounts and disclosures included in respect of these subsidiaries is based solely on the review reports of such other auditors and the procedures performed by us as stated in paragraph 3 above. Our conclusion is not modified in respect of this matter.
8. The Statement includes the interim financial information of 2 subsidiaries which have not been reviewed by their auditors, whose interim financial information reflects total assets of ₹ 157.32 crore as at 30 September 2019, and total revenues of ₹ 101.69 crore and ₹ 169.79 crore, net profit after tax of ₹ 1.84 crore and ₹ 3.32 crore, total comprehensive income of ₹ 5.33 crore and ₹ 5.90 crore for the quarter and six-month period ended 30 September 2019 respectively, cash flow (net) of ₹ 0.70 crore for the period ended 30 September 2019 as considered in the Statement and have been furnished to us by the Holding Company's management. Our conclusion on the Statement, and our report in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), read with SEBI Circular, in so far as it relates to the aforesaid subsidiaries, are based solely on such unreviewed interim financial information. According to the information and explanations given to us by the management, these interim financial information are not material to the Group. Our conclusion is not modified in respect of this matter.

For Walker Chandiook & Co LLP

Chartered Accountants

Firm Registration No: 001076N/N500013

*Rajni Mundra*

**Rajni Mundra**

Partner

Membership No. 058644

UDIN:

19058644 AAAA D02408

Place: New Delhi

Date: 14 November 2019



# Walker ChandioK & Co LLP

**Annexure I to the Independent Auditor's Review Report on Consolidated Unaudited Quarterly Financial Results and Year to Date Results of PC Jeweller Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)**

## **Annexure 1**

### **List of subsidiaries included in the Statement**

1. PC Universal Private Limited;
2. Transforming Retail Private Limited;
3. Luxury Products Trendsetter Private Limited;
4. PC Jeweller Global DMCC;
5. Comercializadora Internacional PC Jeweller International S.A.S; and
6. PCJ Gems & Jewellery Limited



**PART I**

**Statement of consolidated unaudited financial results for the quarter and six months ended 30 September 2019**

(₹ in crore)

| S. no. | Particulars   | 3 months ended<br>30 September 2019 | Preceding 3<br>months ended<br>30 June 2019 | Corresponding 3<br>months ended<br>30 September 2018 | Year to date figures<br>for current period<br>ended<br>30 September 2019 | Year to date figures<br>for the previous<br>period ended<br>30 September 2018 | Previous year ended<br>31 March 2019 |
|--------|---|-------------------------------------|---|--|--|---|--------------------------------------|
|        |   | (Unaudited)                         | (Unaudited)                                 | (Unaudited)  | (Unaudited)  | (Unaudited)   | (Audited)                            |
| I      | Revenue from operations   | 1,212.19                            | 1,411.45                                    | 1,722.74   | 2,623.64   | 4,237.63  | 8,679.96                             |
| II     | Other income  | 15.28                               | 5.69  | 28.91  | 20.97  | 62.89   | 84.32                                |
| III    | <b>Total income (I+II)</b>  | <b>1,227.47</b>                     | <b>1,417.14</b>                             | <b>1,751.65</b>                                      | <b>2,644.61</b>  | <b>4,300.52</b>   | <b>8,764.28</b>                      |
| IV     | <b>Expenses</b>   |                                     |   |  |  |   |                                      |
| a)     | Cost of materials consumed  | 1,343.05                            | 1,146.49                                    | 1,665.01   | 2,489.54   | 3,832.63  | 8,109.49                             |
| b)     | Purchases of stock-in-trade   | 3.97                                | 4.52  | 3.11   | 8.49   | 6.33  | 25.62                                |
| c)     | Changes in inventories of finished goods, stock-in-trade and work-in-progress   | (328.03)                            | 53.06                                       | (225.40)   | (274.97)   | (213.37)  | (61.73)                              |
| d)     | Employee benefits expense   | 19.34                               | 24.42                                       | 32.53  | 43.76  | 61.72   | 120.29                               |
| e)     | Finance costs   | 91.01                               | 87.98                                       | 99.39  | 178.99   | 183.26  | 345.50                               |
| f)     | Depreciation and amortization expense   | 8.70                                | 11.10                                       | 4.83   | 19.80  | 9.66  | 18.90                                |
| g)     | Other expenses  | 41.69                               | 24.60                                       | 40.71  | 66.29  | 84.88   | 204.21                               |
|        | <b>Total expenses (IV)</b>  | <b>1,179.73</b>                     | <b>1,352.17</b>                             | <b>1,620.18</b>                                      | <b>2,531.90</b>  | <b>3,965.11</b>   | <b>8,762.28</b>                      |
| V      | <b>Profit before tax (III-IV)</b>   | <b>47.74</b>                        | <b>64.97</b>                                | <b>131.47</b>  | <b>112.71</b>  | <b>335.41</b>   | <b>2.00</b>                          |
| VI     | <b>Tax expense</b>  |                                     |   |  |  |   |                                      |
| a)     | Current tax   | 15.02                               | 27.05                                       | 46.45  | 42.07  | 98.13   | 23.92                                |
| b)     | Deferred tax  | (13.66)                             | (1.29)                                      | (10.03)  | (14.96)  | (10.34)   | (22.53)                              |
| VII    | <b>Profit/(loss) for the period (V - VI)</b>  | <b>46.38</b>                        | <b>39.21</b>                                | <b>95.05</b>   | <b>85.60</b>   | <b>247.62</b>   | <b>0.61</b>                          |
| VIII   | <b>Other comprehensive income</b>   |                                     |   |  |  |   |                                      |
| (A)(i) | Items that will not be reclassified to profit or loss   | -                                   | -   | -  | -  | -   | 0.55                                 |
| (ii)   | Income tax relating to items that will not be reclassified to profit or loss  | -                                   | -   | -  | -  | -   | (0.19)                               |
| (B)(i) | Items that will be reclassified to profit or loss   | 3.49                                | (0.91)                                      | 5.83   | 2.58   | 9.52  | (0.82)                               |
| (ii)   | Income tax relating to items that will be reclassified to profit or loss  | -                                   | -   | -  | -  | -   | -                                    |
| IX     | <b>Total comprehensive income for the period (comprising profit and other comprehensive income for the period) (VII+VIII)</b> | <b>49.87</b>                        | <b>38.30</b>                                | <b>100.88</b>  | <b>88.18</b>   | <b>257.14</b>   | <b>0.15</b>                          |
| X      | <b>Paid-up equity share capital (Face value Rs 10/- per share)</b>  | <b>395.00</b>                       | <b>394.65</b>                               | <b>394.65</b>  | <b>395.00</b>  | <b>394.65</b>   | <b>394.65</b>                        |
| XI     | <b>Other equity</b>   |                                     |   |  |  |   | <b>3,526.01</b>                      |
| XII    | <b>Earnings per share : (of Rs. 10/- each)</b>  | (not annualized)                    | (not annualized)                            | (not annualized)                                     | (not annualized)   | (not annualized)  | (annualized)                         |
| (a)    | Basic (Rs.)   | 1.18                                | 1.04  | 2.41   | 2.17   | 6.28  | 0.02                                 |
| (b)    | Diluted (Rs.)   | 1.17                                | 1.04  | 2.41   | 2.16   | 6.27  | 0.02                                 |

\*Rounded off to nil

See accompanying notes to the financial results.

**PART II**

**Segment wise revenue, results, assets and liabilities**

(₹ in crore)

| S. no. | Particulars   | 3 months ended<br>30 September 2019 | Preceding 3<br>months ended<br>30 June 2019 | Corresponding 3<br>months ended<br>30 September 2018 | Year to date figures<br>for current period<br>ended<br>30 September 2019 | Year to date figures<br>for the previous<br>period ended<br>30 September 2018 | Previous year ended<br>31 March 2019 |
|--------|---|-------------------------------------|---|--|--|---|--------------------------------------|
|        |   | (Unaudited)                         | (Unaudited)                                 | (Unaudited)  | (Unaudited)  | (Unaudited)   | (Audited)                            |
| 1      | <b>Segment revenue</b>  |                                     |   |  |  |   |                                      |
|        | Net sales/income from the segment                                   |                                     |   |  |  |   |                                      |
| (a)    | Exports   | 195.20                              | 194.17                                      | 172.34   | 389.37   | 1,073.52  | 1,771.85                             |
| (b)    | Domestic  | 1,016.99                            | 1,217.28                                    | 1,550.40   | 2,234.27   | 3,164.11  | 6,908.11                             |
|        | <b>Total income from operations</b>                                 | <b>1,212.19</b>                     | <b>1,411.45</b>                             | <b>1,722.74</b>                                      | <b>2,623.64</b>  | <b>4,237.63</b>   | <b>8,679.96</b>                      |
| 2      | <b>Segment results</b>  |                                     |   |  |  |   |                                      |
|        | Profit/(loss) before tax and interest from each segment             |                                     |   |  |  |   |                                      |
| (a)    | Exports   | (0.60)                              | 3.28  | 34.42  | 2.68   | 132.19  | (387.33)                             |
| (b)    | Domestic  | 142.43                              | 147.39                                      | 191.33   | 289.82   | 383.10  | 745.05                               |
|        | <b>Total profit before finance cost and unallocable expenditure</b> | <b>141.83</b>                       | <b>150.67</b>                               | <b>225.75</b>  | <b>292.50</b>  | <b>515.29</b>   | <b>357.72</b>                        |
|        | <b>Less:</b>  |                                     |   |  |  |   |                                      |
| i)     | Finance costs   | 87.19                               | 84.96                                       | 88.65  | 172.15   | 175.38  | 338.12                               |
| (ii)   | Unallocable expenses, net   | 6.90                                | 0.74  | 5.63   | 7.64   | 4.50  | 17.60                                |
|        | <b>Net profit before tax</b>  | <b>47.74</b>                        | <b>64.97</b>                                | <b>131.47</b>  | <b>112.71</b>  | <b>335.41</b>   | <b>2.00</b>                          |
| 3      | <b>Segment assets</b>   |                                     |   |  |  |   |                                      |
| (a)    | Exports   | 2,059.70                            | 1,938.85                                    | 1,604.61   | 2,059.70   | 1,604.61  | 2,132.77                             |
| (b)    | Domestic  | 7,076.49                            | 7,091.35                                    | 7,899.17   | 7,076.49   | 7,899.17  | 7,712.54                             |
| (c)    | Unallocable   | 58.14                               | 184.52                                      | 357.47   | 58.14  | 357.47  | 54.52                                |
|        | <b>Total segment assets (refer reconciliation below)</b>            | <b>9,194.33</b>                     | <b>9,214.72</b>                             | <b>9,861.25</b>                                      | <b>9,194.33</b>  | <b>9,861.25</b>   | <b>9,899.83</b>                      |
|        | <b>Segment liabilities</b>  |                                     |   |  |  |   |                                      |
| (a)    | Exports   | 1,724.49                            | 1,756.87                                    | 2,593.48   | 1,724.49   | 2,593.48  | 2,628.55                             |
| (b)    | Domestic  | 3,304.90                            | 3,367.32                                    | 2,755.81   | 3,304.90   | 2,755.81  | 3,216.43                             |
| (c)    | Unallocable   | 168.66                              | 157.83                                      | 222.04   | 168.66   | 222.04  | 134.19                               |
|        | <b>Total segment liabilities (refer reconciliation below)</b>       | <b>5,198.05</b>                     | <b>5,282.02</b>                             | <b>5,571.33</b>                                      | <b>5,198.05</b>  | <b>5,571.33</b>   | <b>5,979.17</b>                      |

**Reconciliation of segment assets and segment liabilities**

(₹ in crore)

| Particulars                               | 3 months ended<br>30 September 2019 | Preceding 3<br>months ended<br>30 June 2019 | Corresponding 3<br>months ended<br>30 September 2018 | Year to date figures<br>for current period<br>ended<br>30 September 2019 | Year to date figures<br>for the previous<br>period ended<br>30 September 2018 | Previous year ended<br>31 March 2019 |
|---|-------------------------------------|---|--|--|---|--------------------------------------|
| Total assets for reportable segments      | 9,194.33                            | 9,214.72                                    | 9,861.25   | 9,194.33   | 9,861.25  | 9,899.83                             |
| Elimination of inter segment assets       | (1,454.88)                          | (1,501.40)                                  | (1,263.65)   | (1,454.88)   | (1,263.65)  | (2,250.38)                           |
| Total assets as per books of account      | 7,739.45                            | 7,713.32                                    | 8,597.60   | 7,739.45   | 8,597.60  | 7,649.45                             |
| Total liabilities for reportable segments | 5,198.05                            | 5,282.02                                    | 5,571.33   | 5,198.05   | 5,571.33  | 5,979.17                             |
| Elimination of inter segment liabilities  | (1,454.88)                          | (1,501.40)                                  | (1,263.65)   | (1,454.88)   | (1,263.65)  | (2,250.38)                           |
| Total liabilities as per books of account | 3,743.17                            | 3,780.62                                    | 4,307.68   | 3,743.17   | 4,307.68  | 3,728.79                             |



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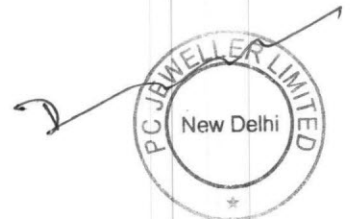
**PART III**

**Statement of consolidated assets and liabilities**

(₹ in crore)

| Particulars  | As at             | As at           |
|--|-------------------|-----------------|
|  | 30 September 2019 | 31 March 2019   |
|  | (Unaudited)       | (Audited)       |
| <b>ASSETS</b>  |                   |                 |
| <b>Non-current assets</b>  |                   |                 |
| a) Property, plant and equipment   | 67.03             | 73.11           |
| b) Capital work-in-progress  | -                 | 0.46            |
| c) Intangible assets   | 1.12              | 1.20            |
| d) Intangible assets under development   | 0.63              | 0.45            |
| e) Right of use asset  | 108.68            | -               |
| f) Financial assets  |                   |                 |
| i) Loans   | 26.84             | 32.36           |
| ii) Other financial assets   | 2.14              | 3.68            |
| g) Deferred tax assets (net)   | 72.48             | 46.86           |
| h) Other non-current assets  | 3.58              | 22.98           |
| <b>Total non-current assets</b>  | <b>282.50</b>     | <b>181.10</b>   |
| <b>Current assets</b>  |                   |                 |
| a) Inventories   | 5,339.67          | 5,012.38        |
| b) Financial assets  |                   |                 |
| i) Investments   | 7.65              | 8.39            |
| ii) Trade receivables  | 1,776.00          | 1,987.35        |
| iii) Cash and cash equivalents   | 13.62             | 85.35           |
| iv) Bank balance other than (iii) above  | 148.85            | 236.21          |
| v) Loans   | 9.19              | 6.41            |
| vi) Other financial assets   | 0.02              | 47.24           |
| c) Other current assets  | 161.95            | 85.02           |
| <b>Total current assets</b>  | <b>7,456.95</b>   | <b>7,468.35</b> |
| <b>Total assets</b>  | <b>7,739.45</b>   | <b>7,649.45</b> |
| <b>EQUITY AND LIABILITIES</b>  |                   |                 |
| <b>Equity</b>  |                   |                 |
| a) Equity share capital  | 395.00            | 394.65          |
| b) Other equity  | 3,601.28          | 3,526.01        |
| <b>Total equity</b>  | <b>3,996.28</b>   | <b>3,920.66</b> |
| <b>LIABILITIES</b>   |                   |                 |
| <b>Non-current liabilities</b>   |                   |                 |
| a) Financial liabilities   |                   |                 |
| i) Borrowings  | 2.68              | 11.58           |
| ii) Lease liabilities  | 93.32             | -               |
| b) Provisions  | 45.68             | 45.18           |
| <b>Total non-current liabilities</b>   | <b>141.68</b>     | <b>56.76</b>    |
| <b>Current liabilities</b>   |                   |                 |
| a) Financial liabilities   |                   |                 |
| i) Borrowings  | 2,454.34          | 2,090.68        |
| ii) Lease liabilities  | 32.08             | -               |
| iii) Trade payables  |                   |                 |
| - Total outstanding dues of micro enterprises and small enterprises; and                 | 0.40              | 0.65            |
| - Total outstanding dues of creditors other than micro enterprises and small enterprises | 787.98            | 1,261.12        |
| iv) Other financial liabilities [other than those specified in item (c)]                 | 75.01             | 54.68           |
| b) Other current liabilities   | 128.51            | 175.71          |
| c) Provisions  | 1.98              | 2.27            |
| d) Current tax liabilities (net)   | 121.19            | 86.92           |
| <b>Total current liabilities</b>   | <b>3,601.49</b>   | <b>3,672.03</b> |
| <b>Total liabilities</b>   | <b>3,743.17</b>   | <b>3,728.79</b> |
| <b>Total equity and liabilities</b>  | <b>7,739.45</b>   | <b>7,649.45</b> |

See accompanying notes to the financial results



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**PART IV**

**Consolidated cash flow statement**

(₹ in crore)

| Particulars  | For the period ended | For the period ended |
|--|----------------------|----------------------|
|  | 30 September 2019    | 30 September 2018    |
|  | (Unaudited)          | (Unaudited)          |
| <b>A Cash flow from operating activities:</b>                        |                      |                      |
| Profit before tax  | 112.71               | 335.41               |
| <b>Adjustments for:</b>  |                      |                      |
| Depreciation and amortisation  | 19.80                | 9.66                 |
| Share based payments to employees                                    | 7.23                 | 17.44                |
| Interest income on fixed deposit                                     | (7.27)               | (34.86)              |
| Interest income on loans given to body corporate                     | (0.43)               | (0.41)               |
| Net (profit)/loss on disposal of property, plant and equipment       | (0.02)               | 4.48                 |
| Income from investments  | (0.01)               | (0.34)               |
| Finance costs  | 178.99               | 183.26               |
| Unwinding of discount on security deposits                           | (1.77)               | 2.74                 |
| Unrealised gain on foreign exchange                                  | (48.17)              | (53.49)              |
| Adjustment due to fair valuation of gold loan at unfixed prices      | 7.95                 | 4.75                 |
| Fair valuation adjustment of forwards contracts                      | 0.18                 | -                    |
| Straight lining of lease expense                                     | -                    | 1.87                 |
| Provision for expected credit loss for trade receivables             | 24.11                | -                    |
| <b>Operating profit before working capital changes</b>               | <b>293.30</b>        | <b>470.51</b>        |
| <b>Adjustments for:</b>  |                      |                      |
| (Increase)/decrease in inventories                                   | (327.29)             | 70.68                |
| Decrease in financial assets   | 40.73                | 13.73                |
| Increase in non-financial assets                                     | (73.57)              | (4.73)               |
| Decrease/(increase) in trade receivables                             | 254.95               | (155.97)             |
| Decrease in trade payables   | (482.70)             | (1,572.82)           |
| (Decrease)/increase in financial liabilities                         | (16.26)              | 33.02                |
| (Decrease)/increase in non-financial liabilities                     | (50.26)              | 13.46                |
| Increase/(decrease) in provisions                                    | 0.21                 | (4.44)               |
| <b>Cash used in operating activities</b>                             | <b>(360.89)</b>      | <b>(1,136.56)</b>    |
| Direct taxes paid  | (7.80)               | (11.00)              |
| <b>Net cash used in operating activities</b>                         | <b>(368.69)</b>      | <b>(1,147.56)</b>    |
| <b>B Cash flow from investing activities:</b>                        |                      |                      |
| Purchase of property, plant and equipment including capital advances | (1.68)               | (4.45)               |
| Proceeds from disposal of property, plant and equipment              | 0.08                 | 0.15                 |
| Redemption of current investments, net                               | 0.75                 | 5.03                 |
| Loans repaid/(given to) by body corporate                            | 7.94                 | (1.33)               |
| Interest received  | 8.38                 | 30.02                |
| Redemption of fixed deposits, net                                    | 94.61                | 427.14               |
| <b>Net cash generated from investing activities</b>                  | <b>110.08</b>        | <b>456.56</b>        |
| <b>C Cash flow from financing activities:</b>                        |                      |                      |
| Repayment of long term loans   | (11.29)              | (39.46)              |
| Proceeds from allotment of employee stock options                    | 0.21                 | 0.16                 |
| Proceeds of short term borrowings, net                               | 363.66               | 677.36               |
| Interest paid  | (165.70)             | (170.10)             |
| <b>Net cash generated from financing activities</b>                  | <b>186.88</b>        | <b>467.96</b>        |
| Net decrease in cash and cash equivalents (A+B+C)                    | (71.73)              | (223.04)             |
| Cash and cash equivalents at the beginning of the period             | 85.35                | 386.95               |
| <b>Cash and cash equivalents at the end of the period</b>            | <b>13.62</b>         | <b>163.91</b>        |

See accompanying notes to the financial results

**Notes:**

- (1) The consolidated financial results of the Group, (comprising of PC Jeweller Limited, the Holding Company and its subsidiaries) for the quarter and six months ended 30 September 2019 have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 14 November 2019. The statutory auditors of the Holding Company have expressed a modified review conclusion on the above mentioned results.
- (2) The consolidated cash flow statement for the six months period ended 30 September 2018 has been reviewed by the Audit Committee and approved by the Board of Directors at their aforementioned respective meetings. However, the same was not subjected to limited review by the statutory auditors of the Holding Company.
- (3) The above results have been prepared in accordance with the Indian Accounting Standards (Ind-AS) as notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended), specified under section 133 of the Companies Act, 2013.
- (4) The Group is engaged in the business of manufacture and sale of gold jewellery, diamond studded jewellery and silver articles of various designs/specifications. Segment level information as per Ind AS 108 'Operating Segments' is provided for the different geographical areas i.e. within and outside India represented by domestic and exports respectively, in line with the review of operating results by the chief operating decision maker.
- (5) During the previous year ended 31 March 2019, the Holding Company had provided discounts to its export customers aggregating to ₹ 513.65 crore and had submitted the requisite applications for approval from the Authorised Dealer Banks as stipulated by the Master Circular on Exports of Goods and Services - Master Circular No.14/2014-15 under the Foreign Exchange Management Act, 1999. However, these approvals are still awaited from the said authorities. Further, the management does not expect any material penalty to be levied on account of this matter and, therefore, no provision for the same has been provided in the books of accounts.



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**PC JEWELLER LIMITED**

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CIN: L36911DL2005PLC134929, Phone: 011-49714971, Fax: 011-49714972  
Website: www.pcjeweller.com, email: investors@pcjeweller.com

(6) Trade receivables as at 30 September 2019, inter alia, include outstanding from export customers of:

(a) the Holding Company, aggregating to ₹ 1,157.98 crore (net of discount) which has been outstanding for more than 9 months. The Holding Company had filed necessary applications with the requisite authority per the regulations of the Foreign Exchange Management Act, 1999 for condonation of delays in repatriation of funds by its customers. The management does not expect any material penalty to be levied on account of this matter and, therefore, no provision for the same has been recognised in the books of accounts.

(b) a subsidiary company, aggregating to ₹ 104.47 crore which has been outstanding for more than 9 months. The subsidiary company has filed necessary applications with the requisite authority per the regulations of the Foreign Exchange Management Act, 1999 for condonation of delays in repatriation of funds by its customers. The management does not expect any material penalty to be levied on account of this matter and, therefore, no provision for the same has been recognised in the books of accounts.

(7) The Group has adopted Ind AS 116, effective annual reporting period beginning 1 April 2019. Basis the exemptions provided, the Group has elected not to apply the requirements of the standard to short term leases. The Group has applied the standard to its remaining leases, retrospectively, with the cumulative effect of initially applying the Standard, recognised on the date of initial application (i.e. 1 April 2019). Accordingly, the Group has not restated comparative information, instead, the cumulative effect of initially applying this standard has been recognised as an adjustment to the opening balance of retained earnings as on 1 April 2019. This has resulted in recognising a right-of-use asset amounting to ₹ 118.02 crore and a corresponding lease liability amounting to ₹ 145.34 crore along with the reversal of lease equalisation reserve of ₹ 2.46 crore by adjusting retained earnings, net of taxes, by ₹ 19.94 crore (including the impact of deferred tax created amounting to ₹ 10.65 crore) as at 1 April 2019. In these consolidated results for the quarter and six months ended 30 September 2019, the nature of expenses in respect of operating leases has changed from lease rent in previous periods to depreciation cost for the right-of-use asset and finance cost for interest accrued on lease liability.

(8) During the quarter, the Holding Company has allotted 354,895 equity shares of ₹ 10/- each to eligible employees under the PC Jeweller Limited Employee Stock Option Plan 2011.

For and on behalf of the Board of Directors  
PC Jeweller Limited



**Balram Garg**  
Managing Director  
DIN-00032083

Place: New Delhi  
Date: 14 November 2019



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