



PearlGlobal

PGIL/SE/2020-21/24

Date: September 14, 2020

THE GENERAL MANAGER,
DEPARTMENT OF CORPORATE SERVICES - CRD
BSE LIMITED
1ST FLOOR, NEW TRADING RING
ROTUNDA BUILDING, P. J. TOWERS
DALAL STREET, FORT,
MUMBAI - 400 001

THE GENERAL MANAGER,
LISTING DEPARTMENT
NATIONAL STOCK EXCHANGE OF INDIA LTD.
"EXCHANGE PLAZA", PLOT NO. C- 1,
G- BLOCK,
BANDRA - KURLA COMPLEX,
BANDRA (E),
MUMBAI - 400 051

Reg: Scrip Code: BSE-532808;

NSE - PGIL;

SUB: OUTCOME OF BOARD MEETING HELD ON SEPTEMBER 14, 2020

Dear Sir/Madam,

In terms of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board of Directors of the Company in its meeting held today, September 14, 2020, has, *inter-alia*, considered and approved the unaudited Financial Results (Standalone and Consolidated) for the quarter ended June 30, 2020.

A copy of unaudited Financial Results (Standalone and Consolidated) for the quarter ended June 30, 2020 along with Auditors' Limited Review Report is enclosed herewith.

The Board Meeting commenced at 04:00 PM and concluded at 06:45 PM.

The above is for your information and record.

Kindly acknowledge receipt.

Thanking you,

Yours faithfully,
for **Pearl Global Industries Limited**

(Sandeep Sabharwal)
Company Secretary

Encl: As above

Pearl Global Industries Limited ←

Corp. Office : Plot No. 51, Sector-32, Gurgaon-122001 Haryana (INDIA)
Tel.: +91-124-4651000, Fax : +91-124-4651010. Website: www.pearlglobal.com

CIN : L74899DL1989PLC036849

Regd. Office: A-3, Community Centre, Naraina Industrial Area, Phase-II, New Delhi-110028

Statement of Unaudited Financial Results for the quarter ended June 30, 2020.

Sl. No.	Particulars	Consolidated				(Rs. in Lakh except earning per share data) Standalone			
		Quarter Ended	Quarter Ended	Quarter Ended	Year Ended	Quarter Ended	Quarter Ended	Quarter Ended	Year Ended
		30.06.2020 (Unaudited)	31.03.2020 (Audited)	30.06.2019 (Unaudited)	31.03.2020 (Audited)	30.06.2020 (Unaudited)	31.03.2020 (Audited)	30.06.2019 (Unaudited)	31.03.2020 (Audited)
I	Revenue								
II	Revenue from Operations	15,532.67	51,847.40	38,075.51	1,68,512.58	6,323.98	24,611.75	19,092.08	82,533.33
III	Other Income	437.50	1,260.83	1,368.35	4,905.49	379.15	860.05	712.36	3,338.77
IV	Total income from operations (I+II)	15,970.17	53,108.23	39,443.86	1,73,418.07	6,703.13	25,471.80	19,804.44	85,872.10
V	Expenses								
VI	a) Cost of material consumed	9,432.53	21,041.14	17,149.53	76,203.44	1,848.88	7,817.90	6,561.90	28,543.04
VII	b) Purchase of stock in trade	771.59	1,058.47	1,565.66	5,210.29	1,074.36	2,580.37	2,406.57	11,981.44
VIII	c) Changes in inventories of finished goods, work in progress and stock in trade.	(2,923.48)	6,058.92	(908.31)	(582.80)	370.42	1,789.47	418.28	(562.59)
IX	d) Employee benefits expense	5,733.82	9,770.25	9,611.75	39,325.57	1,467.71	3,778.51	3,581.42	15,017.30
X	e) Finance Cost	942.92	1,304.93	891.27	4,201.04	527.11	624.93	553.76	2,448.45
XI	f) Depreciation & Amortization Expenses	1,075.51	1,171.64	955.51	4,204.40	431.16	452.23	425.63	1,761.66
XII	g) Other Expenses	3,630.45	12,408.91	9,040.47	41,664.00	1,844.24	8,439.81	5,321.41	25,708.34
XIII	Total expenses (IV)	18,663.34	52,814.26	38,305.88	1,70,225.94	7,563.88	25,483.22	19,268.97	84,897.64
XIV	Profit / (Loss) from Operations before exceptional items (III-IV)	(2,693.17)	293.97	1,137.98	3,192.13	(860.75)	(11.42)	535.47	974.46
XV	Exceptional Items	(1.25)	72.06	(84.95)	68.72	-	26.76	(79.39)	(116.05)
XVI	Profit / (Loss) before Tax (V-VI)	(2,691.92)	221.91	1,222.93	3,123.41	(860.75)	(38.18)	614.86	1,090.51
XVII	Tax Expense								
XVIII	a. Income Tax	(35.00)	48.08	313.44	806.43	-	(21.28)	244.25	447.79
XIX	b. Deferred Tax	251.43	287.75	(105.96)	144.15	247.46	286.69	(106.97)	141.83
XX	Total Tax Expenses	216.43	335.83	207.48	950.58	247.46	265.41	137.28	589.62
XXI	Net Profit / (Loss) for the period /Year (VII-VIII)	(2,475.49)	(113.92)	1,015.45	2,172.83	(613.29)	(303.59)	477.58	500.89
XXII	Total other comprehensive income for the period								
XXIII	(a) Items that will not be reclassified to profit or loss	84.37	156.63	58.04	340.22	33.79	(32.97)	52.87	135.15
XXIV	(b). Income Tax(benefit)/expense on items that will not be reclassified to profit and loss	(16.96)	(9.55)	(18.74)	(69.11)	(11.81)	11.52	(18.48)	(47.23)
XXV	(c) Items that will be reclassified to profit or loss	652.32	586.83	18.41	1,556.22	590.16	(1,041.79)	129.85	(991.80)
XXVI	(d). Income Tax(benefit)/expense on items that will be reclassified to profit and loss	(206.23)	364.04	(45.38)	346.57	(206.23)	364.04	(45.38)	346.57
XXVII	Total Other Comprehensive Income	513.50	1,097.95	12.33	2,173.90	405.91	(699.20)	118.86	(557.31)
XXVIII	Total comprehensive income for the period (IX+X)(Comprising profit/loss) and other Comprehensive income for the period)	(1,961.99)	984.03	1,027.78	4,346.73	(207.38)	(1,002.79)	596.44	(56.42)
XXIX	Net Profit / (Loss) for the period attributable to :								
XXX	-Owners of the Company	(2,302.43)	(16.75)	945.26	2,156.44	-	-	-	-
XXXI	-Non Controlling Interest	(173.06)	(97.17)	70.19	16.39	-	-	-	-
XXXII	Other Comprehensive income for the period attributable to								
XXXIII	-Owners of the Company	504.87	1,009.32	16.58	2,047.10	-	-	-	-
XXXIV	-Non Controlling Interest	8.63	88.63	(4.25)	126.80	-	-	-	-
XXXV	Total Comprehensive income for the period attributable to								
XXXVI	-Owners of the Company	(1,797.56)	992.57	961.84	4,203.55	-	-	-	-
XXXVII	-Non Controlling Interest	(164.43)	(8.54)	65.94	143.18	-	-	-	-
XXXVIII	Paid-up equity share capital (Face value of Rs.10 each)	2,166.39	2,166.39	2,166.39	2,166.39	2,166.39	2,166.39	2,166.39	2,166.39
XXXIX	Reserves (excluding Revaluation Reserve)	-	-	-	43,649.83	-	-	-	28,421.53
XL	Earning Per Share (in Rs.) (of Rs.10 each) (not annualised):								
XLI	(a) Basic	(10.63)	(0.08)	4.36	9.95	(2.83)	(1.40)	2.20	2.31
XLII	(b) Diluted	(10.63)	(0.08)	4.36	9.95	(2.83)	(1.40)	2.20	2.31



Notes to Financials Results for the Quarter ended June 30, 2020:

- 1 The Standalone and Consolidated financial results have been prepared in accordance with the principles and procedures of Indian Accounting Standards ("Ind AS") as specified in section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting standards) Rules, 2015 and relevant amendments thereafter.
- 2 The above financial results have been reviewed by the Audit Committee and subsequently approved and taken on record by the Board of Directors in its meeting held on September 14, 2020. These results have been limited reviewed by the Statutory Auditors of the Company.
- 3 As part of Group Restructuring to streamline the structure, Pearl Global HK Limited, a wholly owned subsidiary of the Company, transferred and sold entire shareholding in its subsidiary, Pearl Global FZE, Dubai, to Pearl Global Fareast Limited, another Wholly owned subsidiary of the Company, for a consideration of USD 1,206,874, on June 1, 2020, at book value. Accordingly Pearl Global FZE is now a wholly owned subsidiary of Pearl Global Fareast Limited and remains step down subsidiary of the Company. There is no financial impact of this restructuring at Consolidated accounts.
- 4 The standalone operations of the Company falls primarily under manufacturing of garments which is considered to be the only reportable segment by the Management. For consolidated operations, the group has primarily three operating serments (Hongkong, Bangladesh and India), which have been determined on geographical basis. The segment results are presented on geographical/consolidated basis.
- 5 The figures of the quarter ended March 31, 2020 as reoprted in these financial results are the balancing figures between the audited figures in respect of the full financial year ended March 31, 2020 and the unaudited published year-to-date figures upto the third quarter of the respective financial year. The figures upto the end of third quarter of previous financial year has only been reviewed and not subjected to audit.
- 6 The Government of India has inserted section 115BAA in the Income Tax Act 1961 vide the Taxation Laws (Amendmet) Ordinance 2019 dated September 20th 2019, which provides a non reversible option to domestic companies to pay corporate tax at reduced rate effective from April 1st 2019 subject to certain conditions. The Company continued to recognise the taxes on Income for the quarter ended June 30, 2020 as per earlier provisions of the Income Tax Act, since the Company opted for utilization of available MAT Credit entitlement as at April 1, 2020.
- 7 The Company's operations and the financial results for the quarter have been adversely affected due to the outbreak of COVID-19 pandemic and the consequent lockdown announced by the Government of India due to which the operations were suspended for part of the quarter and gradually resumed with requisite precautions. Thus, the results for the current quarter are not comparable with the previous quarters.
- 8 The Management has made an assessment of the impact of aforesaid pandemic COVID-19 on the Company's operations, financial performance and position as at and for the quarter ended June 30, 2020 and has concluded that the impact is primarily on the operational aspects of the business. The Company further evaluated the possible effects on the carrying amounts of property, plant & equipment, intangible assets, right to use assets, investments, inventory and receivables on the basis of internal and external sources of information and determined, exercising reasonable estimates and judgements, that the carrying amounts of these assets are recoverable and requires no adjustments as at June 30, 2020. Having regard to above, and the Company's liquidity position, there is no material uncertainty in meeting the financial obligations over the foreseeable future. The Company expects recovery in economic activities, sales and revenue upto end of the financial year.
- 9 The unudited results of the Company for the quarter ended June 30, 2020 are also available on the Company's website(www.pearlglobal.com) and on the website of BSE Limited (www.bseindia.com) and National Stock Exchange of India Limited (www.nseindia.com)
- 10 Previous period/ years figures have been regrouped/ reclassified, wherever necessary to confirm to the current period classification.

By Order of the Board
For Pearl Global Industries Limited


(Pulkit Seth)
Managing Director
DIN 00003044

Place : Dubai
Date : September 14, 2020

Segment wise Revenue, Results, Assets and Liabilities (Consolidated)

Geographical Segment	Quarter Ended 30.06.2020 Unaudited	%	Quarter Ended 31.03.2020 Audited	%	Quarter Ended 30.06.2019 Unaudited	%	Year Ended 31.03.2020 Audited	%
Segment Revenue								
Hong Kong	9,665.33	40.30	32,117.30	40.13	18,824.14	34.49	91,820.95	37.25
India	6,323.98	26.37	24,611.75	30.75	19,092.08	34.98	82,533.33	33.48
Bangladesh	5,833.73	24.33	18,803.74	23.49	12,559.04	23.01	54,662.36	22.17
Others	2,158.28	9.00	4,505.23	5.63	4,099.90	7.51	17,498.77	7.10
Total	23,981.32	100.00	80,038.02	100.00	54,575.16	100.00	2,46,515.42	100.00
Less: Inter Segment Revenue	8,448.65		28,190.62		16,499.66		78,002.83	
Net Segment Revenue	15,532.67		51,847.40		38,075.50		1,68,512.58	
Segment Results								
Profit/(Loss) before Tax and Interest								
Hong Kong	347.09	(19.85)	512.60	33.57	352.91	16.69	1,346.44	18.38
India	(334.05)	19.10	729.33	47.77	1,177.40	55.69	3,546.59	48.42
Bangladesh	(1,252.88)	71.63	317.39	20.79	396.22	18.74	1,863.10	25.44
Others	(509.16)	29.11	(32.49)	(2.13)	187.67	8.88	568.31	7.75
Total	(1,749.00)	100.00	1,526.83	100.00	2,114.21	100.00	7,324.44	100.00
Less: (i) Interest	942.92		1,304.93		891.27		4,201.04	
(ii) Other Un-allocable Expenditure	-							
Total Profit before Tax**	(2,691.92)		221.90		1,222.93		3,123.40	
Segment Assets								
Hong Kong	34,049.59	27.04	35,508.37	28.35	26,610.26	22.33	35,508.37	28.35
India	52,738.72	41.88	55,691.95	44.47	52,248.33	43.84	55,691.95	44.47
Bangladesh	26,497.63	21.04	22,027.81	17.59	24,535.14	20.59	22,027.81	17.59
Others	5,813.85	4.62	5,504.42	4.40	8,711.47	7.31	5,504.42	4.39
Un-allocable Assets	6,815.62	5.41	6,498.16	5.19	7,077.19	5.94	6,498.16	5.19
Total	1,25,915.41	100.00	1,25,230.71	100.00	1,19,182.39	100.00	1,25,230.71	100.00
Segment Liabilities								
Hong Kong	3,323.87	4.34	3,973.85	5.38	3,761.59	5.41	3,973.85	5.38
India	16,199.08	21.17	17,536.66	23.74	15,363.81	22.08	17,536.66	23.74
Bangladesh	13,056.54	17.06	12,479.10	16.89	13,681.21	19.66	12,479.10	16.89
Others	1,960.42	2.56	1,449.43	1.96	1,403.68	2.02	1,449.43	1.96
Un-allocable Liabilities	41,982.00	54.86	38,437.83	52.03	35,366.02	50.83	38,437.83	52.03
Total	76,521.91	100.00	73,876.87	100.00	69,576.31	100.00	73,876.87	100.00



Independent Auditor's Review Report on Quarterly Unaudited Consolidated Financial 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 Pearl Global Industries Limited

1. We have reviewed the accompanying statement of unaudited consolidated financial results ("the Statement") of Pearl Global Industries Limited ("the Holding Company") and its subsidiaries (the Holding Company and its Subsidiaries together referred to as "the Group") for the quarter ended June 30, 2020, 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 ("the Regulation"), including relevant circulars issued by SEBI from time to time ("the Circulars").
2. This Statement, which is the responsibility of the Holding Company's Management and approved by the its Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 (Ind AS 34) "Interim Financial Reporting", prescribed under Section 133 of the Companies Act, 2013, as amended read with relevant rules issued thereunder, the Circulars 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 Standards on Auditing 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.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the Regulation, to the extent applicable.

4. The Statement includes the results of the entities listed in **Annexure A**.
5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors referred to in paragraph 7 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard (Ind AS) prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Regulation, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. Attention is drawn to the fact that the figures for the three months ended March 31, 2020 as reported in these unaudited consolidated financial results are the balancing figures between audited figures in respect of the full previous financial year and the unpublished year to date figures upto the third quarter of the previous financial year. The figures upto the end of the third quarter of previous financial year had only been reviewed and not subject to audit.

Our conclusion on the Statement is not modified in respect of this matter.



7. We did not review the interim financial statements / financial information of four subsidiaries included in the consolidated unaudited financial results, whose interim financial statements reflect total revenues (before eliminating of inter-company transaction of ₹ 6,997.27 lakh) of ₹ 17,800.33 lakh, total net profit after tax (before eliminating of inter-company transaction of ₹ 12.39 lakh) of ₹ 1,874.22 lakh and total comprehensive income (before eliminating of inter-company transaction of ₹ 12.39 lakh) of ₹ 1,766.64 lakh for the quarter ended June 30, 2020, as considered in the consolidated unaudited financial results. These interim financial statements have been reviewed by other auditors whose reports have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, and our report in terms of Regulation read with the Circulars, in so far as it relates to the aforesaid subsidiaries, are based on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.

Further, of these subsidiaries, three subsidiaries are located outside India whose financial statements have been prepared in accordance with accounting principles generally accepted in their respective countries and those have been reviewed by other auditors under International Standard on Review Engagement (ISRE) applicable in their respective countries. The Holding Company's Management has converted the financial statements of such subsidiaries from accounting principles generally accepted in their respective countries to accounting principles generally accepted in India. Independent Firm of Chartered Accountant have verified these conversion adjustments made by the Holding Company's Management in India. Our conclusion, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries located outside India is based on the report of other auditors and the report on conversion adjustments by the Independent Firm of Chartered Accountants in India.

Our conclusion on the Statement is not modified in respect of this matter with respect to our reliance on the work done and the reports as referred above.

For B.R. Gupta & Co.
Chartered Accountants,
Firm Registration Number 008352N



(Deepak Agarwal)
Partner

Membership Number 073696
UDIN: 20073696AAAACC2837



Place of Signature: New Delhi
Date: September 14, 2020

Annexure A

List of entities consolidated

S. No.	Name of the Entity
I. Subsidiaries held directly	
1.	Pearl Apparel Fashions Limited
2.	Pearl Global Kaushal Vikas Limited
3.	Sbuys Ecommerce Limited
4.	Pearl Global Fareast Limited
5.	Pearl Global (HK) Limited
6.	Norp Knit Industries Limited
II. Subsidiaries held indirectly	
1.	DSSP Global Limited
2.	PT Pinnacle Apparels
3.	Pearl Grass Creations Limited
4.	Prudent Fashions Limited
5.	Vin Pearl Global Vietnam Limited
6.	Pearl Global F.Z.E.
7.	PGIC Investment Limited
8.	Pearl Global (Chang Zhou) Textile Technology Company Limited
9.	Pearl Global Vietnam Company Limited
10.	A & B Investment Limited



Independent Auditor's Review Report on Quarterly Unaudited Standalone Financial 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 Pearl Global Industries Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results ("the Statement") of Pearl Global Industries Limited ("the Company") for the quarter ended June 30, 2020, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 as amended ("the Regulation"), including relevant circulars issued by SEBI from time to time ("the Circulars").
2. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors of the Company. The Statement has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 (Ind AS 34), "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 ("the Act") as amended, read with relevant rules issued thereunder, the Circulars and other accounting principles generally accepted in India. Our responsibility is to issue a report 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. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that cause us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ("Ind AS") specified under Section 133 of the Act, as amended, read with relevant rules issued thereunder and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in terms of the Regulation, read with the Circulars, including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. Attention is drawn to the fact that the figures for the three months ended March 31, 2020 as reported in these unaudited standalone financial results are the balancing figures between audited figures in respect of the full previous financial year and the unpublished year to date figures upto the third quarter of the previous financial year. The figures upto the end of the third quarter of previous financial year had only been reviewed and not subjected to audit. Our conclusion is not modified in respect of this matter.

For B.R. Gupta & Co.

Chartered Accountants,
Firm Registration Number 008352N



(Deepak Agarwal)

Partner

Membership No. 073696
UDIN: 20073696AAAACB2965



Place of Signature: New Delhi

Date: September, 14, 2020