

NEAPS/BSE ONLINE

26th May, 2021

**The Corporate Relationship Department
BSE Limited
Phiroze Jeejeebhoy Towers
1st Floor, New Trading Ring
Rotunda Dalal Street,
Mumbai - 400 001**

**The Secretary,
National Stock Exchange of India Limited
Exchange Plaza, 5th Floor,
Plot No. C/1, G-Block
Bandra - Kurla Complex,
Bandra(E), Mumbai – 400 051**

Dear Sir/Madam,

Sub: Submission of Audited Financial Results for the quarter and year ended 31st March, 2021 pursuant to Regulations 30 and 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”)

With reference to the captioned subject, we would like to inform you that the Board of Directors in its meeting held on 26th May, 2021 has, inter-alia, approved the following items:

- a) Standalone and Consolidated Audited Financial Results together with Segment wise Revenue, Results, Assets and Liabilities for the fourth quarter and year ended 31st March, 2021 along with Statement of Assets and Liabilities and Cash Flow Statement of the Company for the year ended 31st March, 2021, duly recommended by the Audit Committee in its meeting held on 26th May, 2021, pursuant to Regulations 30 and 33 of Listing Regulations and the same are attached herewith.
- b) Auditors’ Reports on Standalone and Consolidated Financial Results of the Company for the quarter and year ended 31st March, 2021 issued by M/s. Lodha and Co., Chartered Accountants and the same are attached herewith.
- c) Declaration on Auditors’ Reports with unmodified opinion under Regulation 33(3)(d) of the Listing Regulations with respect to Standalone and Consolidated Audited Financial Results for the quarter and year ended 31st March, 2021 and the same is attached herewith.

Further, the Board has recommended payment of Dividend @ 15% i.e. Re.0.30 (Paise Thirty) per equity share of Rs.2/- each for the year ended 31st March, 2021 subject to the approval of the Shareholders at the 4th Annual General Meeting scheduled to be held on 27th September, 2021 and will be credited/dispatched on or before 4th October, 2021 to the shareholders entitled for the same.

For Somany Home Innovation Limited

Company Secretary

Somany Home Innovation Limited

Corporate Office: 37 B, Echelon Institutional Area, Sector-32, Gurugram, Haryana-122 001, India. T. +91 124 2889300
Registered Office: 2, Red Cross Place, Kolkata-700001, West Bengal, India. T. +91 33-22487407/5668

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The meeting of Board of Directors commenced at 1:30 pm and concluded at 3:30 pm.

You are requested to take this information on records.

For **Somany Home Innovation Limited**



Payal M Puri

(Company Secretary & V. P. Group General Counsel)

Name: Payal M Puri

Address: 301-302, 3rd Floor, Park Centra, Sector-30, Gurugram-122001

Membership No.: 16068

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SOMANY HOME INNOVATION LIMITED

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PART I

STATEMENT OF AUDITED CONSOLIDATED AND STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH 2021

(₹ in crore)

S. No.	Particulars	Consolidated					Standalone				
		3 months ended 31st March 2021	Preceding 3 months ended 31st December 2020	Corresponding 3 months ended 31st March 2020	Year ended 31st March 2021	Year ended 31st March 2020	3 months ended 31st March 2021	Preceding 3 months ended 31st December 2020	Corresponding 3 months ended 31st March 2020	Year ended 31st March 2021	Year ended 31st March 2020
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
I	Revenue from operations	613.30	551.37	364.56	1,775.21	1,613.13	150.63	171.80	91.38	503.12	451.44
II	Other income	5.33	4.06	11.87	18.07	24.31	1.28	1.39	27.22	4.49	29.06
III	Total income (I+II)	618.63	555.43	376.43	1,793.28	1,637.44	151.91	173.19	118.60	507.61	480.50
IV	Expenses										
	a) Purchases of stock-in-trade	399.67	395.71	283.25	1,162.52	1,104.84	115.69	123.79	93.42	321.55	311.50
	b) Changes in inventories of stock-in-trade	17.22	(32.41)	(39.59)	31.31	(30.69)	(17.47)	(13.46)	(32.42)	6.18	(26.32)
	c) Employee benefits expense	49.10	47.05	49.11	180.83	177.36	10.57	14.37	11.48	50.48	49.77
	d) Finance cost	5.65	5.69	8.20	29.49	33.31	2.77	2.98	3.04	14.94	13.13
	e) Depreciation and amortization expense	8.60	8.69	13.93	39.27	45.99	2.67	2.62	8.02	15.38	21.83
	f) Other expenses	82.71	85.43	58.78	257.44	273.46	30.85	29.30	17.53	97.76	108.05
	Total expenses (IV)	562.95	510.16	373.68	1,700.86	1,604.27	145.08	159.60	101.07	506.29	477.96
V	Profit/(loss) before exceptional items and tax (III-IV)	55.68	45.27	2.75	92.42	33.17	6.83	13.59	17.53	1.32	2.54
VI	Exceptional item (refer note 4 a)	-	-	-	-	-	-	34.75	-	34.75	-
VII	Profit/(loss) before tax	55.68	45.27	2.75	92.42	33.17	6.83	48.34	17.53	36.07	2.54
VIII	Tax expense										
	a) Current tax (refer note 4 b)	22.40	9.67	3.01	36.69	18.31	8.06	-	-	8.06	-
	b) Minimum alternative tax	0.00	-	-	0.00	-	-	-	-	-	-
	c) Earlier year tax	(0.00)	(4.27)	-	(4.27)	-	-	-	-	-	-
	d) Deferred tax charge/(benefit) (refer note 4b & note 8)	11.02	2.21	(2.57)	5.16	(8.25)	4.42	11.33	(1.85)	9.36	(6.24)
	Tax expenses (VIII)	33.42	7.61	0.44	37.58	10.06	12.48	11.33	(1.85)	17.42	(6.24)
IX	Profit/(loss) for the period (VII - VIII)	22.26	37.66	2.31	54.84	23.11	(5.65)	37.01	19.38	18.65	8.78
X	Other comprehensive income (net of tax)										
	(i) Items that will not be reclassified to profit or loss	3.08	(0.13)	(1.20)	2.69	(0.52)	0.68	(0.01)	(0.28)	0.62	(0.08)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(0.84)	0.04	0.33	(0.74)	0.14	(0.24)	0.00	0.10	(0.22)	0.03
	(iii) 'Exchange difference on translation of foreign operations	(0.00)	(0.02)	(0.01)	0.01	0.00	-	-	-	-	-
	Total other comprehensive income (X)	2.24	(0.11)	(0.88)	1.96	(0.38)	0.44	(0.01)	(0.18)	0.40	(0.05)
	Total comprehensive income for the period (IX+X)	24.50	37.55	1.43	56.80	22.73	(5.21)	37.00	19.20	19.05	8.73
XI	Earnings before interest, tax, depreciation and amortization (EBITDA) [V+IV (d)+IV(e)]	69.93	59.65	24.88	161.18	112.47	12.27	19.19	28.59	31.64	37.50
XII	Paid-up equity share capital (face value ₹2/- per share)	14.46	14.46	14.46	14.46	14.46	14.46	14.46	14.46	14.46	14.46
XIII	Other equity (excluding revaluation reserve)				315.48	259.76				94.56	76.59
XIV	Earnings per share : (of ₹ 2/- each) (not annualized)										
	(a) Basic (₹)	3.08	5.21	0.32	7.59	3.20	(0.78)	5.12	2.68	2.58	1.21
	(b) Diluted (₹)	3.08	5.21	0.32	7.59	3.20	(0.78)	5.12	2.68	2.58	1.21

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PART II		(₹ in crore)				
Segment wise revenue, results, assets and liabilities		Consolidated				
	Particulars	3 months ended 31st March 2021	Preceding 3 months ended 31st December 2020	Corresponding 3 months ended 31st March 2020	Year ended 31st March 2021	Year ended 31st March 2020
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
1	Segment revenue from operation:					
	a) Consumer appliances business	140.94	156.28	73.60	454.69	361.58
	b) Retail business	13.41	17.68	16.73	58.51	90.67
	c) Building products	458.95	377.40	274.23	1,261.96	1,160.88
	d) Others	-	0.01	-	0.05	-
	Total	613.30	551.37	364.56	1,775.21	1,613.13
	Less : Inter segment revenue	-	-	-	-	-
	Total income from operations	613.30	551.37	364.56	1,775.21	1,613.13
2	Segment results: Profit(+)/ loss(-) (before tax and interest from					
	a) Consumer appliances business	7.48	16.16	(0.63)	26.27	5.76
	b) Retail business	1.10	0.98	(4.31)	(7.52)	(14.96)
	c) Building products	54.62	33.82	16.33	105.70	76.75
	d) Others	(0.15)	0.14	(0.19)	(0.24)	(0.56)
	Total Profit before unallocable expenditure	63.05	51.10	11.20	124.21	66.99
	Less : Finance costs	5.65	5.69	8.20	29.49	33.31
	Less : Others unallocated expenditure net of unallocable income	1.72	0.14	0.25	2.30	0.51
	Total Profit/(loss) before tax	55.68	45.27	2.75	92.42	33.17
3	Segment assets					
	a) Consumer appliances business	353.15	320.63	283.39	353.15	283.39
	b) Retail business	37.97	39.87	78.72	37.97	78.72
	c) Building products	622.61	594.50	612.65	622.61	612.65
	d) Others	0.72	0.81	0.88	0.72	0.88
	e) Unallocated	24.13	36.77	34.07	24.13	34.07
	Total	1,038.58	992.58	1,009.71	1,038.58	1,009.71
	Segment liabilities					
	a) Consumer appliances business	257.69	228.08	193.28	257.69	193.28
	b) Retail business	58.63	63.30	107.32	58.63	107.32
	c) Building products	383.73	395.20	434.05	383.73	434.05
	d) Others	0.08	0.02	0.25	0.08	0.25
	e) Unallocated	8.51	0.62	0.59	8.51	0.59
	Total	708.64	687.22	735.49	708.64	735.49

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SOMANY HOME INNOVATION LIMITED					(₹ in crore)
STATEMENT OF ASSETS AND LIABILITIES		Consolidated		Standalone	
Particulars		As at 31st March 2021 (Audited)	As at 31st March 2020 (Audited)	As at 31st March 2021 (Audited)	As at 31st March 2020 (Audited)
A	ASSETS				
1	Non-current assets				
	a) Property, plant and equipment	155.68	187.98	48.78	78.71
	b) Capital work in progress	10.39	4.80	0.82	2.52
	c) Other intangible assets	1.35	1.79	0.32	0.38
	(d) Other intangible assets under development	0.20	-	0.20	-
	e) Financial assets				
	i) Investments	-	-	1.87	1.87
	ii) Loans	6.12	6.03	4.12	3.70
	f) Current-tax assets (net)	-	-	-	0.00
	g) Deferred tax assets (net)	36.51	42.41	23.81	33.39
	h) Other non-current assets	5.83	6.35	4.71	4.92
	Total non-current assets	216.08	249.36	84.63	125.49
2	Current Assets				
	a) Inventories	280.18	310.17	113.78	134.19
	b) Financial assets				
	i) Investments	25.64	0.27	-	-
	ii) Trade receivables	407.66	359.18	158.22	117.18
	(iii) Cash and cash equivalents	7.60	2.67	1.96	0.40
	iv) Bank balance other than (iii) above	0.01	-	0.01	-
	v) Loans	0.60	0.07	6.20	0.07
	vi) Other financial assets	0.00	9.56	52.48	0.08
	c) Other current assets	100.81	78.43	27.96	20.01
	Total current assets	822.50	760.35	360.61	271.93
	TOTAL ASSETS (A=1+2)	1,038.58	1,009.71	445.24	397.42
B	EQUITY AND LIABILITIES				
1	Equity				
	a) Equity share capital	14.46	14.46	14.46	14.46
	b) Other equity	315.48	259.76	94.56	76.59
	Total equity	329.94	274.22	109.02	91.05
2	Non-current liabilities				
	a) Financial liabilities				
	i) Borrowings	42.54	47.57	22.75	14.25
	ii) Other financial liabilities	76.00	97.63	22.41	45.33
	b) Provisions	8.28	7.38	1.74	1.67
	c) Other non-current liabilities	1.44	1.75	0.56	0.44
	Total non-current liabilities	128.26	154.33	47.46	61.69
3	Current liabilities				
	a) Financial liabilities				
	i) Borrowings	141.87	277.95	95.38	122.50
	ii) Trade payables				
	- Due to micro and small enterprise	47.06	31.30	24.75	17.97
	- Due to others	96.79	80.89	75.23	46.70
	iii) Other financial liabilities	213.05	151.33	68.55	47.86
	b) Other current liabilities	62.89	31.77	14.43	7.53
	c) Current-tax liabilities (net)	15.56	5.54	7.77	-
	d) Provisions	3.16	2.38	2.65	2.12
	Total current liabilities	580.38	581.16	288.76	244.68
	Total liabilities (2+3)	708.64	735.49	336.22	306.37
	TOTAL EQUITY AND LIABILITIES (B=1+2+3)	1,038.58	1,009.71	445.24	397.42

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Somany Home Innovation Limited				
Statement of cash flows for the year ended 31st March 2021				
(₹ in crore)				
Particulars	Consolidated		Standalone	
	Year ended 31 March 2021	Year ended 31 March 2020	Year ended 31 March 2021	Year ended 31 March 2020
	Audited	Audited	Audited	Audited
A CASH FLOW FROM OPERATING ACTIVITIES				
Profit after exceptional items and tax as per statement of profit and loss	92.42	33.17	36.07	2.54
Adjustments for:				
Finance costs	29.49	33.31	14.94	13.13
Dividend income	-	-	-	(25.00)
Profit on slump sale of water heater business			(34.75)	
Interest income	(0.84)	(0.49)	(0.36)	(0.43)
Gain on disposal of property, plant and equipment	(0.11)	(0.07)	(0.03)	(0.01)
Loss on disposal of property, plant and equipment	0.38	0.24	0.37	0.01
Net (gain) arising on current investments	(0.06)	(0.02)	-	-
Sundry balances and liabilities no longer required, written back	(18.62)	(8.27)	(2.11)	(2.02)
Provision for expected credit loss	11.92	6.70	2.37	0.75
Provision for doubtful advances	0.80	0.02	0.13	0.02
Bad debts written off	0.05	-	-	-
Saving in lease rental	(2.24)	-	(1.34)	-
Excess balances and liabilities written back	(0.00)	0.33	-	-
Depreciation and amortisation expenses	39.27	45.99	15.38	21.83
Foreign currency translation loss on consolidation	0.01	0.00	-	-
Net foreign exchange gain/(loss)	(2.16)	0.22	(1.29)	0.39
	150.31	111.13	29.38	11.21
Movements in working capital:				
(Increase)/decrease in trade and other receivables	(51.59)	77.29	(43.90)	(30.80)
(Increase)/decrease in inventories	29.98	(30.87)	6.18	(26.33)
(Increase)/decrease in other assets	(23.16)	(16.88)	(8.36)	(4.60)
Increase/(decrease) in trade and other liabilities	149.66	(47.23)	70.03	32.08
Increase/(decrease) in provisions	1.68	2.32	0.60	1.86
	106.57	(15.37)	24.55	(27.79)
Income taxes paid	(23.83)	(55.60)	(0.28)	(0.00)
Income taxes refund	1.43	-	-	-
Net cash generated/(used in) by operating activities	234.48	40.16	53.65	(16.58)
B CASH FLOW FROM INVESTING ACTIVITIES				
Payments to acquire financial assets	(25.31)	-	-	(0.20)
Interest received	0.84	0.52	0.37	0.45
Amounts advanced to related parties	(0.00)	-	(0.07)	(0.06)
Dividend income	-	-	-	25.00
Proceeds from sale of financial assets	-	0.01	-	-
Payments for property, plant and equipment	(28.38)	(31.96)	(7.69)	(11.31)
Proceeds from disposal of property, plant and equipment	1.24	0.41	0.18	0.17
Movement in other bank balances	(0.01)	0.02	(0.01)	0.02
Net cash flows generated from (used in) investing activities	(51.62)	(31.00)	(7.22)	14.07
C CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from borrowings	-	0.10	-	-
Repayment of borrowings	(2.53)	-	(0.75)	-
Loan from related party	-	-	10.00	-
Loan to related party	-	-	(6.20)	-
Movement in short term borrowings (net)	(136.09)	25.23	(27.12)	18.76
Principal payment of lease liability	(8.46)	(14.17)	(4.69)	(10.62)
Dividend paid	(1.07)	-	(1.07)	-
Dividends tax paid	-	(5.14)	-	-
Interest paid	(29.78)	(34.27)	(15.04)	(13.93)
Net cash flows generated from (used in) financing activities	(177.93)	(28.25)	(44.87)	(5.79)
Net increase (decrease) in cash and cash equivalents (A+B+C)	4.93	(19.09)	1.56	(8.30)
Cash and cash equivalents at the beginning of the year	2.67	21.76	0.40	8.70
Cash and cash equivalents at year end	7.60	2.67	1.96	0.40

Notes:

- (1) The above audited consolidated and standalone financial results of Somany Home Innovation Limited ("Company") for the quarter and year ended 31st March 2021 have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 26th May 2021.
- (2) Figures for the quarter ended 31st March 2021 represents balancing figures between audited figures for full financial year and published year to date figures upto third quarter of current financial year.
- (3) To restrain the wide spread of COVID-19 pandemic in India, the Government of India declared lockdowns which impacted the business activities during first half of the financial year 2020-2021. Accordingly results of year ended on 31st March 2021 are not comparable with corresponding year ended on 31st March 2020, on account of restriction in business activities. Considering current market scenario and company's quality product portfolio, brand image, long-standing relationships & goodwill with its customers, suppliers and other stakeholders, Company expects that the business operations, cash flows, future revenue, assets and liabilities will sustain going forward. The impact of any future events and developments, if any emerging out of the Pandemic and of events accruing after the date of financial results of the quarter/year will be accounted for prospectively.
- (4) a) The Board of Directors of Company, in its meeting held on 23rd June 2020, had approved sale of Water Heater Business Undertaking (the "WHBU"), being part of Consumer Appliances business of Company, to its wholly owned subsidiary M/s. Hintastica Private Limited (the "HPL") by way of slump sale through Business Transfer Agreement (BTA) executed between the Company and HPL on 2nd July, 2020. The Board of Directors of the Company at its meeting held on 30th December, 2020 also noted the consummation of the transaction with effect from 31st December, 2020. Gain on slump sale was accounted for in quarter ended 31st December 2020 as exceptional item in standalone financials.
- b) The Board of Directors of the Company, at its meeting held on 25th March, 2021 had approved the execution of Share Subscription and Shareholders Agreement ("SSHA") (along with the ancillary agreements) with M/s. Atlantic Societe Francaise De Development Thermique, France, ~Euro 2.2 billion multinational group ("Groupe Atlantic") and Hintastica Private Limited ("HPL"). Pursuant to the execution of SSHA, the Company had infused ₹7.67 crore on 13th May 2021 by subscribing 25,300 equity shares at agreed valuation of ₹ 3030 per share (₹ 10 face value plus Share Premium of ₹ 3020 per share) in HPL, and Groupe Atlantic infused ₹ 68.27 crore on 19th May 2021 by subscribing 225,300 equity shares at agreed valuation of ₹ 3030 per share (₹ 10 face value plus Share Premium of ₹ 3020 per share) in HPL, such that post aforesaid investments by the Company and Groupe Atlantic and post allotment of equity shares by HPL to the Company and Groupe Atlantic, HPL has become a 50:50 joint venture between the Company and Groupe Atlantic w.e.f. 20th May 2021 (subject to compliance of applicable closing conditions, regulatory fillings and approvals, if any, as may be applicable). Accordingly, the company during the quarter ended 31st March 2021 provided Income tax charge of ₹ 8.06 crore by adjusting deferred tax liability of similar amount on profits of ₹ 34.75 crore on slump sale of water heater undertaking.
- c) In view of above and as per the Ind AS 103, the transactions with the subsidiary HPL is treated as transitory. Accordingly, restatement of previous year's figures has not been carried out.
- (5) The Board of Directors have recommended a dividend of 15% i.e. ₹ 0.30/- (previous year ₹0.15/-) on equity share of ₹2/- each for the year ended 31st March 2021 subject to approval of shareholders in the ensuing Annual General Meeting.
- (6) Based on technical assessments carried out by technical experts in line with usage & practices, the one of the wholly owned subsidiary, Brilloca Limited had during the quarter ended 30th September 2020 revised the useful life of certain class of Property, Plant and Equipment with effect from 1st April 2020. The depreciation for quarter and year ended 31st March 2021 is lower by ₹ 0.51 crore and ₹2.07 crore respectively.
- (7) The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Indian Parliament's approval and Presidential assent in September 2020. The Code has been published in the Gazette of India and subsequently, on 13th November, 2020, draft rules were published and stakeholders' suggestions were invited. However, the date on which the Code will come into effect has not yet been notified. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.
- (8) Pursuant to Finance Act 2021 disallowing the amortization of goodwill, the Company during the quarter and year ended 31st March 2021, de-recognized the deferred tax benefits of ₹8.66 crore.
- (9) The previous period/year figures have been rearranged /regrouped, whenever considered necessary.

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Independent Auditor's Report on the Quarterly and Year to Date Audited Standalone Financial Results of Somany Home Innovation Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

To

The Board of Directors of Somany Home Innovation Limited

Report on the audit of the Standalone Financial Results

Opinion

1. We have audited the accompanying Statement of Standalone Financial Results of Somany Home Innovation Limited ('the Company') for the quarter and year ended March 31, 2021 ('the statement'), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('the Listing Regulations'). In our opinion and to the best of our information and according to the explanations given to us, the statement:
 - a) is presented in accordance with the requirements of the Listing Regulations in this regard; and
 - b) gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India of the net profit, other comprehensive income and other financial information of the Company for the quarter and year ended 31st March, 2021.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013, as amended ('the Act'). Our responsibilities under those Standards are further described in the 'Auditors' Responsibilities for the Audit of the Standalone Financial Results' section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.

Kolkata Mumbai New Delhi Chennai Hyderabad Jaipur

Management's Responsibilities for the Standalone Financial Results

The statement has been prepared on the basis of the Standalone annual financial statements. The Board of Directors of the Company are responsible for the preparation and presentation of the statement that gives a true and fair view of the net profit and other comprehensive income of the Company and other financial information in accordance with the applicable accounting standards prescribed under section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulations 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies, making judgements and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the statement, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or the cease operations, or has no realistic alternative but to do so.

The Board of Directors is also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the audit of the Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is the high level of assurance but, is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatement can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the statement.

As part of an audit in accordance with SAs, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risk of material misstatement of the statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentation, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion through a separate report on the complete set of standalone financial statements on whether the Company has adequate internal financial control with reference to financial statements in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the statement, including the disclosures, and whether the statement represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matters

The Statement includes the results for the quarter ended 31st March, 2021 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

Our opinion on the same is not modified in respect of this matter.

For **LODHA & CO.**

Chartered Accountants

FRN: 301051E

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(N. K. LODHA)

Partner

Membership No. 85155

UDIN: 21085155AAAAC06910

Place: New Delhi

Dated: 26th May, 2021

Independent Auditor's Report on the Quarterly and Year to Date Audited Consolidated Financial Results of Somany Home Innovation Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

To
The Board of Directors of
Somany Home Innovation Limited

Report on the audit of the Consolidated Financial Results

Opinion

We have audited the accompanying Statement of Consolidated Financial Results of Somany Home Innovation Limited ("the Company"/ "Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") for the quarter and year ended March 31, 2021 ("the Statement"), being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the audit reports of the other auditors on separate audited financial statements /financial information of the subsidiaries referred in Other Matters section below , the Statement :

- a) includes the results of the following entities;

Subsidiary companies

- i. Brilloca Ltd.
- ii. Hindware Home Retail (P) Ltd.
- iii. Luxxis Heating Solutions (P) Ltd.
- iv. Hintastica (P) Ltd. (HPL)
- v. Halis International Limited. \$ (HIL)
- vi. Alchemy International Cooperatief U.A.*@ (AIC)
- vii. Haas International B.V.^@ (HAAS)
- viii. QUEO Bathroom Innovations Limited*

\$ Subsidiary of Brilloca Ltd.

* Subsidiary of HIL

^ Subsidiary of AIC.

@ Liquidated in Current quarter

- b) is presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- c) gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India of the consolidated net profit, other comprehensive income and other financial information of the Group for the quarter and year ended March 31,2021.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditors' Responsibilities for the Audit of the Consolidated Financial Results" section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us and other auditors in terms of their reports referred to in "Other Matter" paragraph below, is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibilities for the Consolidated Financial Results

The statement has been prepared on the basis of the Consolidated annual financial statements. The Holding Company's Board of Directors are responsible for the preparation and presentation of the statement that gives a true and fair view of the net profit and other comprehensive income and other financial information of the Group in accordance with the applicable accounting standards prescribed under section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulations 33 of the Listing Regulations.

The respective Board of Directors of the Companies included in Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies, making judgements and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the statement that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Statement by the Directors of the Holding Company, as aforesaid.

In preparing the statement, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Group or the cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are also responsible for overseeing of financial reporting process of the respective entities in the Group.

Auditor's Responsibilities for the Audit of the Consolidated Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is the high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatement can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the statement.

As part of an audit in accordance with SAs, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risk of material misstatement of the statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentation, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion through a separate report on the complete set of Consolidated financial statements on whether the Holding Company and subsidiary companies incorporated in India has adequate internal financial control with reference to financial statements in place and the operating effectiveness of such controls. For drafting of our report we have considered the report of the independent auditors of respective Indian subsidiary companies.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the statement, including the disclosures, and whether the statement represents the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results/financial information of the entities within the Group to express an opinion on the statement. We are responsible for the direction, supervision and performance of the audit of the financial information of such entities included in the Statement of which we are the independent auditors. For the other entities included in the Statement, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion. Our responsibilities in this regard are further described in para (a) of the section titled "Other Matters" in this audit report.

We communicate with those charged with governance of the Holding Company and such other entities included in the statement of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

We also performed procedures in accordance with the Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 issued by the Securities Exchange Board of India under Regulation 33 (8) of the Listing Regulations, to the extent applicable.

Other Matters

1. The consolidated financial results include the audited financial results of three subsidiaries, whose financial statements/financial information reflect total assets of Rs.5.08 Crs as at 31 March 2021, total revenue of Rs. 3.43 Crs and Rs. 17.86 Crs, total net profit / (loss) after tax of (Rs. 0.23 Crs) and (Rs.0.05 Crs), total comprehensive income of (Rs. 0.23 Crs) and (Rs.0.05 Crs) for the quarter and year ended 31st March 2021 respectively and net cash inflow of Rs.0.27 Crs for the year ended 31 March 2021, as considered in the consolidated financial results. These financial statements/ financial information have been audited by other auditors whose reports have been furnished to us by the management and our opinion on the consolidated Financial Results, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of the other auditors and the procedures performed by us are as stated in paragraph above.
2. Certain of these subsidiaries are located outside India whose financial results and other information have been prepared in accordance with accounting principles generally accepted in their respective countries and which have been reviewed by their respective auditors under generally accepted auditing standards applicable in their respective countries. The Company's management has converted the financial results which have been certified by a Chartered Accountant in India and other information of such subsidiaries located outside India from accounting principles generally accepted in their respective countries to accounting principles generally accepted in India. Our opinion in so far as it relates to the balances and affairs of such subsidiaries located outside India is based on the report of other auditors, the conversion adjustments prepared by the management of the Company and certified by a Chartered Accountant and audited by us.
3. The consolidated financial results include the results for the quarter ended 31st March 2021 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subjected to a limited review by us, as required under the Listing Regulations.

Our opinion is not modified in respect of above matters.

For **LODHA & CO.**

Chartered Accountants

Firm Registration No.: 301051E

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(N. K. LODHA)

Partner

Membership No. 85155

UDIN 21085155AAAACP9433

Place: New Delhi

Dated: 26th May, 2021

NEAPS/BSE ONLINE

26th May, 2021

**The Corporate Relationship Department
BSE Limited
Phiroze Jeejeebhoy Towers,
1st Floor, New Trading Ring
Rotunda, Dalal Street,
Mumbai - 400001**

**Listing Department
National Stock Exchange of India Limited
Plot No. C/1, Block-G
Exchange Plaza, 5th Floor,
Bandra Kurla Complex, Bandra (E),
Mumbai – 400051**

Dear Sir/Ma'am,

Sub: Declaration on Auditors' Reports with Unmodified Opinion under Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Dear Sir/Madam,

I, Mr. Rakesh Kaul, Whole-time Director & CEO of Somany Home Innovation Limited (CIN: L74999WB2017PLC222970) having registered office at 2, Red Cross Place, Kolkata-700 001 hereby declare that in accordance with Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, M/s. Lodha & Co., Chartered Accountants (Firm's Registration No. 301051E) Statutory Auditors of the Company have issued Audit Reports with unmodified opinion on Standalone and Consolidated Audited Financial Results of the Company for the quarter and financial year ended on 31st March, 2021.

This is for your information and records.

For Somany Home Innovation Limited

**RAKESH
KAUL**

Digitally signed by RAKESH KAUL
Date: 2021.05.26 15:36:31 +05'30'

**Mr. Rakesh Kaul
Whole-time Director & CEO
DIN: 08560772**

Somany Home Innovation Limited

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Registered Office: 2, Red Cross Place, Kolkata-700001, West Bengal, India. T. +91 33-22487407/5668

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