



**PearlGlobal**

PGIL/SE/2019-20/38

Date: February 13, 2020

**THE GENERAL MANAGER,**  
DEPARTMENT OF CORPORATE SERVICES - CRD  
BSE LIMITED  
1<sup>ST</sup> 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 FEBRUARY 13, 2020**

Dear Sir/Madam,

In compliance to the Regulation 30 and 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board of Directors of the Company in its meeting held today, February 13, 2020, considered, approved and took on record the un-audited Financial Results (Standalone and Consolidated) for the quarter and period ended December 31, 2019.

A copy of un-audited Financial Results (Standalone and Consolidated) for the quarter and period ended December 31, 2019, along with Auditors' Limited Review Report are enclosed herewith.

The Board Meeting commenced at 2:30 PM and concluded at 04:15 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

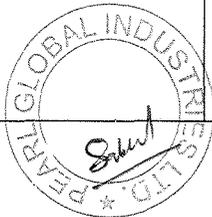
CIN : L74899DL1989PLC036849

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

Statement of Standalone & Consolidated Unaudited Financial Results for the Quarter & Nine Months ended 31st December, 2019

(₹ in Lakh except earning per share data)

Sl. No.	Particulars	Consolidated					Standalone						
		Quarter Ended 31.12.2019 (Unaudited)	Quarter Ended 30.09.2019 (Unaudited)	Quarter Ended 31.12.2018 (Unaudited)	Nine Months Ended 31.12.2019 (Unaudited)	Nine Months Ended 31.12.2018 (Unaudited)	Year Ended 31.03.2019 (Audited)	Quarter Ended 31.12.2019 (Unaudited)	Quarter Ended 30.09.2019 (Unaudited)	Quarter Ended 31.12.2018 (Unaudited)	Nine Months Ended 31.12.2019 (Unaudited)	Nine Months Ended 31.12.2018 (Unaudited)	Year Ended 31.03.2019 (Audited)
	<b>Revenue</b>												
I	Revenue from Operations	35,030.13	43,559.54	39,366.45	1,16,665.18	1,25,495.60	1,75,749.78	15,899.40	22,930.10	18,817.34	57,921.58	57,868.52	84,025.72
II	Other Income	926.64	1,349.67	27.58	3,644.66	1,961.83	3,392.82	621.88	1,144.48	(47.17)	2,478.72	1,757.82	2,630.62
III	<b>Total income from operations (I+II)</b>	<b>35,956.77</b>	<b>44,909.21</b>	<b>39,394.03</b>	<b>1,20,309.84</b>	<b>1,27,457.43</b>	<b>1,79,142.60</b>	<b>16,521.28</b>	<b>24,074.58</b>	<b>18,770.17</b>	<b>60,400.30</b>	<b>59,626.34</b>	<b>86,656.34</b>
IV	<b>Expenses</b>												
a)	Cost of material consumed	18,897.78	19,114.99	18,783.32	55,162.30	46,878.40	76,107.80	7,360.00	6,803.24	6,440.33	20,725.14	17,235.77	26,069.98
b)	Purchase of stock in trade	1,056.52	1,529.64	3,194.33	4,151.82	18,432.82	12,954.77	1,705.68	5,288.82	4,188.60	9,401.07	12,175.69	16,506.39
c)	Changes in inventories of finished goods, work in progress and stock in trade.	(7,098.26)	1,364.85	(4,049.89)	(6,641.72)	(3,255.45)	(1,841.00)	(3,837.89)	1,067.55	(1,973.18)	(2,352.06)	(1,440.54)	(867.40)
d)	Employee benefits expense	10,022.63	9,920.94	8,722.14	29,555.32	24,029.32	36,000.15	3,859.05	3,798.32	3,504.96	11,238.79	9,499.35	13,190.64
e)	Finance Cost	985.39	1,019.45	703.26	2,896.11	2,060.98	2,871.95	615.27	654.49	522.06	1,823.52	1,503.76	1,987.45
f)	Depreciation & Amortization Expenses	1,032.78	1,044.47	627.27	3,032.76	1,999.00	2,589.48	441.61	442.19	323.78	1,309.43	952.89	1,289.07
g)	Other Expenditure	10,269.02	9,945.60	8,841.17	29,255.09	32,731.25	43,887.64	6,142.35	5,804.77	3,941.79	17,268.53	17,833.09	25,575.48
	<b>Total expenses (IV)</b>	<b>35,165.86</b>	<b>43,939.94</b>	<b>36,821.60</b>	<b>1,17,411.68</b>	<b>1,22,876.32</b>	<b>1,72,570.78</b>	<b>16,286.07</b>	<b>23,859.37</b>	<b>16,948.33</b>	<b>59,414.42</b>	<b>57,760.01</b>	<b>83,751.61</b>
V	<b>Profit / (Loss) from Operations before exceptional Items (III-IV)</b>	<b>790.91</b>	<b>969.27</b>	<b>2,572.43</b>	<b>2,898.16</b>	<b>4,581.11</b>	<b>6,571.82</b>	<b>235.21</b>	<b>215.21</b>	<b>1,821.84</b>	<b>985.88</b>	<b>1,866.33</b>	<b>2,904.73</b>
VI	Exceptional Items	(25.23)	106.84	(2.13)	(3.34)	32.89	(1,722.12)	(95.25)	31.83	0.02	(142.81)	37.95	(280.92)
VII	<b>Profit / (Loss) before Tax (V-VI)</b>	<b>816.14</b>	<b>862.43</b>	<b>2,574.56</b>	<b>2,901.50</b>	<b>4,548.22</b>	<b>8,293.94</b>	<b>330.46</b>	<b>183.37</b>	<b>1,821.82</b>	<b>1,128.69</b>	<b>1,828.38</b>	<b>3,185.65</b>
VIII	<b>Tax Expense</b>												
a)	Current Tax	218.56	226.35	936.49	758.35	1,445.79	1,368.03	89.49	135.33	812.05	469.07	1,079.32	915.71
b)	Deferred Tax	66.58	(104.22)	180.70	(143.60)	(22.24)	214.98	67.07	(104.96)	133.04	(144.86)	(16.94)	119.75
	<b>Total Tax Expenses (VIII)</b>	<b>285.14</b>	<b>122.13</b>	<b>1,117.19</b>	<b>614.75</b>	<b>1,423.55</b>	<b>1,583.01</b>	<b>156.56</b>	<b>30.37</b>	<b>945.09</b>	<b>324.21</b>	<b>1,062.38</b>	<b>1,035.46</b>
IX	<b>Net Profit / (Loss) for the period (VII-VIII)</b>	<b>531.00</b>	<b>740.30</b>	<b>1,457.37</b>	<b>2,286.75</b>	<b>3,124.67</b>	<b>6,710.93</b>	<b>173.90</b>	<b>153.00</b>	<b>876.73</b>	<b>804.48</b>	<b>766.00</b>	<b>2,150.19</b>
X	<b>Total other comprehensive income for the period</b>												
(a)	Items that will not be reclassified subsequently to profit or loss	64.54	61.01	(61.35)	183.59	(178.27)	222.67	59.36	55.89	(16.51)	168.12	(47.69)	202.70
(b)	Income Tax on items that will not be reclassified subsequently to profit and loss	(21.01)	(19.81)	9.05	(59.56)	24.80	(71.93)	(20.74)	(19.53)	6.25	(58.75)	16.66	(70.83)
(c)	Items that will be reclassified subsequently to profit or loss	283.84	667.14	(1,215.65)	969.39	1,399.40	1,322.21	62.35	(142.21)	-	49.99	-	-
(d)	Income Tax on items that will be reclassified subsequently to profit and loss	(21.79)	49.70	-	(17.47)	-	-	(21.79)	49.70	-	(17.47)	-	-
	<b>Total Other Comprehensive Income</b>	<b>305.58</b>	<b>758.04</b>	<b>(1,267.95)</b>	<b>1,075.95</b>	<b>1,245.93</b>	<b>1,472.95</b>	<b>79.18</b>	<b>(56.15)</b>	<b>(10.26)</b>	<b>141.89</b>	<b>(31.02)</b>	<b>131.87</b>
XI	<b>Total comprehensive income for the period (IX+X) (Comprising profit/(loss) and other Comprehensive Income for the period)</b>	<b>836.58</b>	<b>1,498.34</b>	<b>189.42</b>	<b>3,362.70</b>	<b>4,370.60</b>	<b>8,183.88</b>	<b>253.08</b>	<b>96.85</b>	<b>866.47</b>	<b>946.37</b>	<b>734.98</b>	<b>2,282.06</b>
XII	<b>Net Profit / (Loss) for the period attributable to :</b>												
-	Owners of the Company	522.87	705.06	1,492.23	2,173.19	3,142.12	6,728.01	-	-	-	-	-	-
-	Non Controlling Interest	8.13	35.24	(34.86)	113.56	(17.46)	(17.10)	-	-	-	-	-	-
	<b>Other Comprehensive Income for the period attributable to</b>												
-	Owners of the Company	297.76	723.45	(1,327.61)	1,037.79	1,037.46	1,372.02	-	-	-	-	-	-
-	Non Controlling Interest	7.82	34.59	59.66	38.16	208.48	100.94	-	-	-	-	-	-
	<b>Total Comprehensive Income for the period attributable to</b>												
-	Owners of the Company	820.63	1,428.51	164.62	3,210.98	4,179.58	8,100.03	-	-	-	-	-	-
-	Non Controlling Interest	15.95	69.83	24.80	151.72	191.02	83.84	-	-	-	-	-	-
XIII	<b>Paid-up equity share capital (Face value of ₹ 10 each)</b>	<b>2,166.39</b>	<b>2,166.39</b>	<b>2,166.39</b>	<b>2,166.39</b>	<b>2,166.39</b>	<b>2,166.39</b>	<b>2,166.39</b>	<b>2,166.39</b>	<b>2,166.39</b>	<b>2,166.39</b>	<b>2,166.39</b>	<b>2,166.39</b>
XIV	<b>Reserves (excluding Revaluation Reserve)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>44,820.35</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>29,452.08</b>
XV	<b>Earning Per Share (in ₹) (of ₹ 10 each) (not annualised)</b>												
(a)	Basic	2.41	3.25	6.89	10.03	14.50	31.06	0.80	0.71	4.05	3.71	3.54	9.93
(b)	Diluted	2.41	3.25	6.89	10.03	14.50	31.06	0.80	0.71	4.05	3.71	3.54	9.93



**Notes to Financials Results:**

- The above results have been reviewed and recommended to the Board of Directors by the Audit Committee and subsequently approved by the Board of Directors at their meetings held on February 13, 2020. These results have been subjected to limited review by the Statutory Auditors.
- The financial results have been prepared in accordance with principal and procedures of Indian Accounting Standards ("Ind AS") as notified under the Companies (Indian Accounting standards) Rules, 2015 as specified in section 133 of the Companies Act, 2013.
- The Company has adopted Ind AS 116, 'Leases', effective April 01, 2019, using modified retrospective approach, as a result of which comparative information are not required to be restated. The Company has discounted lease payments using the incremental borrowing rate as at April 01, 2019 for measuring lease liabilities and accordingly recognised right-of-use assets (after adjusting prepaid lease rent) by adjusting retained earnings (net of tax), as at the aforesaid date.

Particulars	₹ in lakh	
	Consolidated	Standalone
Lease liabilities	7,506.53	3,201.46
Right-of-use assets	7,973.32	2,908.47
Retained earnings (net of tax)	(345.98)	(190.61)

In the Statement of Profit and Loss for the current period, the nature of expenses in respect of operating leases are recognised as amortisation of right-of-use of assets and finance cost, as compared to lease rent in previous periods, and to this extent results for the current period are not comparable.

The Impact of adopting Ind AS-116 on the financial results for the quarter and nine months ended December 31, 2019 are as follows:

Particulars	₹ in lakh					
	Standalone					
	Quarter ended 31.12.2019 (Erstwhile basis)	Quarter ended 31.12.2019 (As per Ind AS - 116)	Increase/ (Decrease) in Profit	Nine months ended 31.12.2019 (Erstwhile basis)	Nine months ended 31.12.2019 (As per Ind AS - 116)	Increase/ (Decrease) in Profit
Other expenses	6,273.28	6,142.35	130.93	17,656.49	17,268.53	387.96
Finance costs	537.84	615.27	(77.43)	1,588.32	1,823.52	(235.20)
Depreciation and amortisation	353.48	441.61	(88.13)	1,046.86	1,309.43	(262.57)
<b>Profit / (Loss) before Tax</b>	<b>365.09</b>	<b>330.46</b>	<b>(34.63)</b>	<b>1,238.51</b>	<b>1,128.69</b>	<b>(109.82)</b>

Particulars	₹ in lakh					
	Consolidated					
	Quarter ended 31.12.2019 (Erstwhile basis)	Quarter ended 31.12.2019 (As per Ind AS - 116)	Increase/ (Decrease) in Profit	Nine months ended 31.12.2019 (Erstwhile basis)	Nine months ended 31.12.2019 (As per Ind AS - 116)	Increase/ (Decrease) in Profit
Other expenses	10,649.79	10,269.02	380.77	30,362.49	29,255.09	1,107.40
Finance costs	781.76	985.39	(203.62)	2,289.81	2,896.11	(606.30)
Depreciation and amortisation	776.36	1,032.78	(256.42)	2,287.93	3,032.76	(744.83)
<b>Profit / (Loss) before Tax</b>	<b>895.41</b>	<b>816.14</b>	<b>(79.28)</b>	<b>3,145.23</b>	<b>2,901.50</b>	<b>(243.74)</b>

- The above net profit before tax includes mark to market loss / (reversal of mark to market loss) / mark to market gain on account of valuation of forward contracts which were executed before April 01, 2019 are as follows:

Particulars	₹ in lakh					
	Quarter Ended 31.12.2019	Quarter Ended 30.09.2019	Quarter Ended 31.12.2018	Nine Months Ended 31.12.2019	Nine Months Ended 31.12.2018	Year Ended 31.03.2019
Mark to market loss (Reversal of mark to market loss)	86.24	318.92	(1,531.53)	437.99	233.56	-
Mark to market gain	-	-	-	-	-	247.24

- Effective April 1, 2019, the Company has adopted cash flow hedging on derivative contracts. The effective portion of changes in the fair value of the derivative contracts that are designed and qualify as cash flow hedges is recognized in the other comprehensive income. As a result of the same, profit after tax for quarter ended December 31, 2019 is lower by ₹ 40.56 lakh (net of taxes of ₹ 21.79 lakh) & nine months ended December 31, 2019 is lower by ₹ 32.52 lakh (net of taxes of ₹ 17.47 lakh), with corresponding increase in other comprehensive income for the quarter and nine months ended December 31, 2019 respectively.
- The exceptional item for the nine months ended December 31, 2019 include profit on enhanced compensation of ₹ 78.09 lakh received from Haryana Urban Development Authority & ₹ 106.39 lakh from National Highway Authority of India on account of compulsory acquisition of land in the financial year 2008-09 & financial year 2019-20 respectively and loss of sale of other tangible assets of ₹ 41.67 lakh.
- 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 segments (Hongkong, Bangladesh and India), which have been determine on geographical basis. The segment results are presented on consolidated basis.
- The Government of India has inserted section 115BAA in the Income Tax Act 1961 vide the Taxation Laws (Amendment) Ordinance 2019 dated 20th September, 2019, which provides a non-reversible option to domestic companies to pay corporate tax at reduced rate effective from 1st April, 2019 subject to certain conditions. The company continues to recognise the taxes on income for the quarter and nine months ended December 31, 2019 as per earlier provisions of the Income Tax Act.
- The unaudited results of the Company for the quarter and the nine months ended December 31, 2019 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)
- Previous period figures have been re-grouped/reclassified wherever necessary, to current period's classification.

Place : Gurugram  
Date : February 13, 2020



By Order of the Board  
For Pearl Global Industries Limited

  
(Putkir Sethi)  
Managing Director  
DIN 0003044

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

(₹ in lakh)

Geographical Segment	Quarter Ended 31.12.2019 (Unaudited)		Quarter Ended 30.09.2019 (Unaudited)		Quarter Ended 31.12.2018 (Unaudited)		Nine Months Ended 31.12.2019 (Unaudited)		Nine Months Ended 31.12.2018 (Unaudited)		Year Ended 31.03.2019 (Audited)	
		%		%		%		%		%		%
<b>Segment Revenue</b>												
Hong Kong	19,261.38	38.62	21,618.13	34.85	18,958.05	34.50	59,703.65	35.86	64,075.87	37.13	88,206.10	35.60
India	15,899.40	31.88	22,930.10	36.97	18,817.34	34.25	57,921.58	34.79	57,868.52	33.54	84,077.46	33.93
Bangladesh	10,629.93	21.31	12,669.65	20.43	13,479.51	24.53	35,858.62	21.54	40,420.28	23.42	59,751.02	24.11
Others	4,081.84	8.18	4,811.79	7.76	3,692.14	6.72	12,993.54	7.80	10,191.70	5.91	15,762.27	6.36
<b>Total</b>	<b>49,872.55</b>	<b>100.00</b>	<b>62,029.67</b>	<b>100.00</b>	<b>54,947.04</b>	<b>100.00</b>	<b>1,66,477.39</b>	<b>100.00</b>	<b>1,72,556.37</b>	<b>100.00</b>	<b>2,47,796.86</b>	<b>100.00</b>
Less: Inter Segment Revenue	14,842.42		18,470.13		15,580.59		49,812.21		47,060.77		72,047.08	
<b>Net Segment Revenue</b>	<b>35,030.13</b>		<b>43,559.54</b>		<b>39,366.45</b>		<b>1,16,665.18</b>		<b>1,25,495.60</b>		<b>1,75,749.78</b>	
<b>Segment Results</b>												
<b>Profit/(Loss) before Tax and Finance Cost</b>												
Hong Kong	159.44	8.85	321.49	17.08	10.83	0.33	833.84	14.38	689.48	10.43	1,172.27	10.50
India	873.55	48.49	766.32	40.72	2,344.87	71.54	2,817.26	48.59	3,339.20	50.52	6,615.59	59.25
Bangladesh	627.53	34.83	521.96	27.74	754.39	23.01	1,545.71	26.66	2,138.55	32.36	2,628.11	23.54
Others	141.01	7.83	272.11	14.46	167.73	5.12	600.80	10.36	441.97	6.69	749.92	6.71
<b>Total</b>	<b>1,801.53</b>	<b>100.00</b>	<b>1,881.88</b>	<b>100.00</b>	<b>3,277.82</b>	<b>100.00</b>	<b>5,797.61</b>	<b>100.00</b>	<b>6,609.20</b>	<b>100.00</b>	<b>11,165.89</b>	<b>100.00</b>
Less : (i) Finance Cost	985.39		1,019.45		703.26		2,896.11		2,060.98		2,871.95	
(ii) Other Un-allocable Expenditure net off.	-		-		-		-		-		-	
<b>Total Profit before Tax</b>	<b>816.14</b>		<b>862.43</b>		<b>2,574.56</b>		<b>2,901.50</b>		<b>4,548.22</b>		<b>8,293.94</b>	
<b>Segment Assets</b>												
Hong Kong	29,809.90	23.71	27,277.76	22.79	24,730.23	21.99	29,809.90	23.71	24,730.23	21.99	23,791.26	21.62
India	57,911.24	46.06	57,438.98	47.98	53,914.42	47.93	57,911.24	46.06	53,914.42	47.93	54,032.11	49.10
Bangladesh	23,216.15	18.47	22,088.14	18.45	22,040.54	19.60	23,216.15	18.47	22,040.54	19.60	17,903.18	16.27
Others	6,160.78	4.90	5,680.30	4.74	8,122.20	7.22	6,160.78	4.90	8,122.20	7.22	8,933.31	8.11
Un-allocable Assets	8,622.67	6.86	7,232.85	6.04	3,670.84	3.26	8,622.67	6.86	3,670.84	3.26	5,389.48	4.90
<b>Total</b>	<b>1,25,720.74</b>	<b>100.00</b>	<b>1,19,718.03</b>	<b>100.00</b>	<b>1,12,478.23</b>	<b>100.00</b>	<b>1,25,720.74</b>	<b>100.00</b>	<b>1,12,478.23</b>	<b>100.00</b>	<b>1,10,049.33</b>	<b>100.00</b>
<b>Segment Liabilities</b>												
Hong Kong	3,875.89	5.14	2,832.32	4.04	7,674.68	11.26	3,875.89	5.14	7,674.68	11.26	1,707.93	2.76
India	17,252.50	22.90	15,449.26	22.01	15,567.70	22.84	17,252.50	22.90	15,567.70	22.84	13,762.46	22.23
Bangladesh	12,426.60	16.49	11,553.77	16.46	13,961.65	20.49	12,426.60	16.49	13,961.65	20.49	11,120.43	17.96
Others	1,394.60	1.85	1,379.85	1.97	1,417.33	2.08	1,394.60	1.85	1,417.33	2.08	1,584.21	2.56
Un-allocable Liabilities	40,398.41	53.62	38,966.45	55.52	29,530.15	43.33	40,398.41	53.62	29,530.15	43.33	33,734.31	54.49
<b>Total</b>	<b>75,348.00</b>	<b>100.00</b>	<b>70,181.65</b>	<b>100.00</b>	<b>68,151.51</b>	<b>100.00</b>	<b>75,348.00</b>	<b>100.00</b>	<b>68,151.51</b>	<b>100.00</b>	<b>61,909.34</b>	<b>100.00</b>



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

1. We have reviewed the accompanying statement of standalone unaudited financial results ("the Statement") of Pearl Global Industries Limited ("the Company") for the quarter ended December 31, 2019 and year to date results for the period from April 01, 2019 to December 31, 2019, 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.

**For B.R. Gupta & Co.**

Chartered Accountants,  
Firm Registration Number 008352N



**(Deepak Agarwal)**

Partner

Membership No. 073696

UDIN: 20073696AAAA25162



Place of Signature: Gurugram

Date: February 13, 2020

**Independent Auditor's Review Report on Consolidated Unaudited Quarterly and year to date 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 Parent") and its subsidiaries (the Parent and its Subsidiaries together referred to as "the Group") for the quarter ended December 31, 2019 and year to date results for the period from April 01, 2019 to December 31, 2019, attached herewith, being submitted by the Parent 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"). Attention is drawn to the fact that the consolidated results for the corresponding quarter ended December 31, 2018 and the corresponding year to date results for the period from April 01, 2018 to December 31, 2018, as reported in these financial results have been approved by the Company's Board of Directors, but have not been subjected to our review process.
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent'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"), 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 SEBI circular CIR/CFD/CMD1/44/2019 dated March 29, 2019 & SEBI Circular CIR/CFO/CMDI/80/2019 dated July 19, 2019 issued by the SEBI under Regulation 33 (8) of the Regulation, to the extent applicable.

4. The Statement includes the result 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 6 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 Act 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, read with the Circulars, including the manner in which it is to be disclosed, or that it contains any material misstatement.



6. 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 assets (before eliminating of inter-company transaction of ₹ 15,096.12 lakh) of ₹ 79,639.48 lakh, total revenues (before eliminating of inter-company transaction of ₹ 12,795.12 lakh & ₹ 42,974.14 lakh) of ₹ 34,322.23 lakh & ₹ 1,10,001.52 lakh, total net profit after tax (before eliminating of inter-company transaction of ₹ 1.59 lakh & ₹ 3.08 lakh) of ₹ 428.70 lakh & ₹ 1,617.79 lakh and total comprehensive income (before eliminating of inter-company transaction of ₹ 1.59 lakh & ₹ 3.08 lakh) of ₹ 655.10 lakh & ₹ 2,551.84 lakh for the quarter & nine months ended December 31, 2019 respectively, 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 Parent'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. We have reviewed these conversion adjustments made by the Parent's Management. Our conclusion, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries is based on the review reports of other auditors and the conversion adjustments prepared by the Parent's Management and reviewed by us.

Our conclusion on the Statements is not modified in respect of the above matter.

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



**(Deepak Agarwal)**  
Partner

Membership Number 073696

UDIN: 20073696AAAAAJ4156



Place of Signature: Gurugram

Date: February 13, 2020

## Annexure A

### List of entities consolidated

S. No.	Name of the Entity
<b>Subsidiaries held directly-Foreign</b>	
1.	Norp Knit Industries Limited
2.	Pearl Global Fareast Limited
3.	Pearl Global (HK) Limited
<b>Subsidiaries held directly-Domestic</b>	
4.	Pearl Apparel Fashions Limited
5.	Pearl Global Kaushal Vikas Limited (previously known as Pixel Industries Limited)
<b>Subsidiaries held indirectly- Foreign</b>	
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

