

November 10, 2020

BSE Limited
P.J. Towers
Dalal Street
Mumbai 400 001
(Atten: DCS Listing)

National Stock Exchange of India Limited
Exchange Plaza, 5th Floor
Plot No. C/1, G Block
Bandra-Kurla Complex, Bandra (E)
Mumbai 400 051
(Atten: Manager Listing Department)

Dear Sirs

Subject: Outcome of board meeting and Un-audited financial results pursuant to Regulation 30 and 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Ref : BSE Scrip: 543187 (POWERINDIA) NSE Symbol: POWERINDIA

The Board of Directors at their meeting held today, Tuesday, November 10, 2020 through video conferencing:

- A. Approved the Unaudited Financial Results of the Company for the quarter and nine months ending September 30, 2020 pursuant to Regulation 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations").

The said Unaudited Financial Results together with the Limited Review report of M/S S.R. Batliboi & Associates LLP, Statutory Auditors dated November 10, 2020 are enclosed herewith.

Compliance as required under Regulation 47 of the Listing Regulations will be complied.

- B. Designated Mr. Venu Nuguri, Managing Director, Mr. Ajay Singh, Chief Financial Officer and Mr. Poovanna Ammatanda, General Counsel, Company Secretary and Compliance Officer- Key Managerial Personnel for the purpose of determining materiality of an event or information and for the purpose of making disclosures to stock exchange(s) pursuant to the Regulation 30(5) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Accordingly, please find below the contact details of the Key Managerial Personnel (KMP's) authorized for the purpose of determining materiality of an event or information and for the purpose of making disclosures to stock exchange(s):

Sl no	Name and Designation	Contact details-Email and Telephone number
1	Mr. Venu Nuguri- Managing Director	n.venu@hitachi-powergrids.com 080-22041800
2	Mr. Ajay Singh- Chief Financial Officer	a.singh@hitachi-powergrids.com 0265-6724103
3	Mr. Poovanna Ammatanda- General Counsel, Company Secretary and Compliance Officer	poovanna.ammatanda@hitachi-powergrids.com 080-22041800

ABB Power Products and Systems India Limited
Registered Office & Corporate Office
8th Floor, Brigade Opus, 70/401,
Kodigehalli Main Road, Bengaluru-560 092
Phone: +91 80 22041800

CIN: L31904KA2019PLC121597
<https://www.hitachiabb-powergrids.com/>



HITACHI ABB POWER GRIDS

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The above information is also made available on the website of the Company at :
<https://www.hitachiabb-powergrids.com/in/en>.

You are requested to take the same on record.

Thanking you.

Yours faithfully,
For ABB Power Products and Systems India Limited



Poovanna Ammatanda
General Counsel and Company Secretary



Encl: As above

Independent Auditor's Review Report on the Quarterly and Year to Date Unaudited Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**Review Report to
The Board of Directors
ABB Power Products and Systems India Limited**

1. We have reviewed the accompanying statement of unaudited financial results of ABB Power Products and Systems India Limited (the "Company") for the quarter ended September 30, 2020 and year to date from January 01, 2020 to September 30, 2020 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" 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. 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. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. 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.
4. We draw attention to Note 4 to the Statement regarding the Scheme of Arrangement ('Scheme') for demerger of the power grid business of ABB India Limited with the Company with an appointed date of April 01, 2019 and approved by the National Company Law Tribunal ('NCLT') vide its order dated November 27, 2019. As per the applicable accounting standard Ind AS 103, since this demerger was a common control business combination, the financial information necessitated restatement by the transferee at carrying amounts not from the appointed date but from the beginning of the preceding period in the financial statements which happens to be the date of incorporation i.e. February 19, 2019. Accordingly, the Company was required as per Ind AS 103 to give effect to the business combination from February 19, 2019 (date of its incorporation). However, the Company had recognized the impact of the business combination only from April 01, 2019 (i.e. the appointed date specified in the scheme) and has not restated and disclosed financial results for the period from February 19, 2019 to March 31, 2019, in the comparative period ended September 30, 2019 and for the period ended December 31, 2019, in the accompanying un-audited financial results. However, there is no impact of the same on the Company's statement of unaudited financial results for the quarter ended September 30, 2020 and year to date results for the period from January 01, 2020 to September



S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

Our conclusion on the current period's statement is qualified because of the possible effect of this matter on the comparability of the current period's figures and the corresponding figures.

This matter was also qualified in the comparative periods/ year by the preceding auditor.

5. Based on our review conducted as above, except for the possible effects of our observations in paragraph 4 above, 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 Standards ('Ind AS') specified 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 Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. The comparative Ind AS financial information of the Company for the corresponding quarter and period ended September 30, 2019 and preceding quarter ended June 30, 2020, included in these Ind AS financial results, were reviewed by the predecessor auditor and the Ind AS financial statements of the Company for the year ended December 31, 2019, were audited by predecessor auditor who expressed an modified conclusion/opinion on those financial information on April 30, 2020, August 12, 2020 and February 28, 2020 respectively.

For S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

ICAI Firm registration number: 101049W/E300004



per Sandeep Karnani

Partner

Membership No.: 061207

UDIN: 20061207AAAAFP1272

Place: Bengaluru

Date: November 10, 2020



ABB Power Products and Systems India Limited
 CIN: L31904KA2019PLC121597
 Registered Office: 8th Floor, Brigade Opus 70/401, Kodigehalli Main Road Bengaluru 560092
 Phone: +91 (80) 22041800, Website: <https://www.hitachiabb-powergrids.com/in>, Email: in-investorhelpdesk_appsii@hitachi-powergrids.com
Unaudited statement of profit and loss for the quarter and year to date period ended 30/09/2020

Amount in Rs. Crores						
Particulars	3 months ended 30/09/2020	Preceding 3 months ended 30/06/2020	Corresponding 3 months ended 30/09/2019 in the previous year	Year to date figures for the current period ended 30/09/2020	Year to date figures for the previous period from 19/02/2019 to 30/09/2019	For the period from 19/02/2019 to 31/12/2019
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited (refer note 4)	Audited (refer note 4)
1 Revenue from operations						
(a) Sales / Income from operations	914.94	617.79	1,015.39	2,322.05	2,087.76	3,189.82
(b) Other operating revenue	17.00	15.45	13.45	54.68	27.40	40.52
Total revenue from operations	931.94	633.24	1,028.84	2,376.73	2,115.16	3,230.74
2 Other income	0.08	1.03	0.02	1.45	0.25	0.47
3 Total Income (1 + 2)	932.02	634.27	1,028.86	2,378.18	2,115.41	3,231.21
4 Expenses						
(a) Cost of raw materials and components consumed and project bought out	540.78	290.79	460.26	1,224.60	1,004.54	1,579.96
(b) Purchases of stock-in-trade	51.63	9.07	90.46	74.00	132.27	172.26
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(59.39)	8.85	(10.44)	(103.39)	13.62	55.55
(d) Subcontracting charges	57.78	44.77	102.64	206.69	183.49	269.48
(e) Employee benefits expenses	89.85	89.40	86.19	277.20	177.12	249.76
(f) Depreciation and amortisation expenses	20.89	17.48	16.42	57.21	31.91	48.41
(g) Finance costs	6.60	2.86	3.84	14.84	9.47	26.38
(h) Other expenses	154.62	156.12	195.66	501.35	382.58	567.97
Total expenses	862.76	619.34	945.03	2,252.50	1,935.00	2,969.77
5 Profit before exceptional items and tax (3 - 4)	69.26	14.93	83.83	125.68	180.41	261.44
6 Exceptional items						
i. Demerger expenses (refer note 4 below)	2.05	0.64	1.79	4.50	1.79	40.79
ii. Provision towards doubtful customer receivables (refer note 8 below)	60.48	-	-	60.48	-	-
7 Profit before tax (5 - 6)	6.73	14.29	82.04	60.70	178.62	220.65
8 Tax expenses						
Current tax	16.76	8.54	14.40	34.50	54.83	62.20
Deferred tax (credit) / charge	(14.79)	(5.15)	(1.61)	(18.64)	(6.12)	(6.94)
Total tax expenses	1.97	3.39	12.79	15.86	48.71	55.26
9 Profit for the period (7-8)	4.76	10.90	69.25	44.84	129.91	165.39
10 Other comprehensive income (OCI) (net of tax)						
Other comprehensive income / (expenses) not to be reclassified to profit or loss -						
Remeasurement gains / (losses) on defined benefit plans	0.42	(1.24)	0.22	(6.61)	0.44	0.67
Income tax effect	(0.11)	0.31	(0.04)	1.66	(0.15)	(0.17)
Total other comprehensive income (net of tax)	0.31	(0.93)	0.18	(4.95)	0.29	0.50
11 Total comprehensive income (9+10)	5.07	9.97	69.43	39.89	130.20	165.89
12 Paid-up Equity Share Capital (Face value per share - Rs 2/- each)	8.48	8.48	8.48	8.48	8.48	8.48
13 Reserves excluding Revaluation Reserves as per Balance Sheet	-	-	-	-	-	831.34
14 Earnings per share ('EPS') (of Rs 2/- each) (not annualised except year end EPS)						
a) Basic (Rs)	1.12	2.57	18.72	10.57	35.11	44.69
b) Diluted (Rs)	1.12	2.57	18.72	10.57	35.11	44.69
See accompanying notes to the financial results						



Notes

- 1 The Statement of unaudited financial results for the quarter ended September 30, 2020 and year to date results for the period from January 1, 2020 to September 30, 2020 of the Company has been reviewed by the Audit Committee and recommended for approval to the Board and the Board approved the same at its meeting held on November 10, 2020.
- 2 The Statement of unaudited financial results for the quarter ended September 30, 2020 and year to date results for the period from January 1, 2020 to September 30, 2020 of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) prescribed under Section 133 of Companies Act, 2013 ('The Act') read with the relevant rules thereunder and in terms of Regulation 33 of the Securities and Exchange Board of India ('SEBI') (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
- 3 Effective January 1, 2020, the Company has adopted Ind AS 116, Leases (which replaces the earlier Lease standard) under the modified retrospective approach. There is no material impact on transition to Ind AS 116 on opening retained earnings as on January 1, 2020 and the unaudited financial results for the quarter ended September 30, 2020 and year to date results for the period from January 1, 2020 to September 30, 2020.
- 4 The Board of directors of ABB India Limited on March 5, 2019 approved the Scheme of Arrangement under Sections 230-232 and other applicable provisions of the Companies Act, 2013 (the "Scheme") between ABB India Limited ("Transferor Company"), ABB Power Products and Systems India Limited ("Resulting Company" or "Power Grids in India" or "Company" or "APPSIL") and their respective shareholders and creditors for the demerger of Power Grid business from ABB India Limited into the Company. The appointed date for the Scheme was April 1, 2019. The Scheme was approved by National Company Law Tribunal (NCLT), Bengaluru Bench vide its order dated November 27, 2019 and a certified copy has been filed by the Company with the Registrar of Companies, Bengaluru, on December 1, 2019 ("Effective Date"). The unaudited statement of financial results of the Company have been prepared considering the effect of the scheme of arrangement from the Appointed date i.e., April 1, 2019. The scheme has been considered in these unaudited statement of financial results by transferring the assets and liabilities as identified by the management as pertaining to the Power Grid business of ABB India Limited to APPSIL with effect from the "Appointed Date" at their respective book values.

As per the applicable accounting standard Ind AS 103 ('standard'), since this demerger is a common control business combination, the financial information necessitates restatement by the Company at carrying amounts not from the appointed date but from the beginning of the preceding period in the unaudited statement of financial results which happens to be the date of incorporation i.e. February 19, 2019. Consequentially, the Company is required to give effect to the business combination from February 19, 2019 (date of its incorporation). However, the Company has recognised the impact of the business combination only from April 1, 2019 (i.e. the appointed date specified in the scheme of arrangement). The Company is of the view that due to incoherence between the appointed date i.e. April 1, 2019 and date of incorporation i.e. February 19, 2019 and requirements of Ind AS 103 such a one off situation has arisen. Thus, the statement of unaudited financial results does not contain the impact of the transactions of the demerged undertaking from February 19, 2019 to March 31, 2019. However, there is no impact of the same on the Company's statement of unaudited financial results for the quarter ended September 30, 2020 and year to date results for the period from January 1, 2020 to September 30, 2020.

Demerger expenses comprising of professional charges and other expenses has been disclosed as an exceptional item in the respective period

- 5 Consequent to the Scheme becoming effective and in consideration of vesting of the Demerged Undertaking from the Transferor to the Company, the Company has on December 24, 2019 issued and allotted one fully paid Equity Share of Rs. 2 each of the Company for every five fully paid up equity shares of Rs. 2 each held in the Transferor ("Share Entitlement Ratio") to the shareholders of the Transferor, as on December 23, 2019 ("Record Date"). Thus 42,381,675 Equity Shares of Rs. 2 each were allotted. The Company has received listing approval from BSE Limited ("BSE") and National Stock Exchange of India Limited ("NSE") and 42,381,675 equity shares of the Company have been listed and trading commenced w.e.f. March 30, 2020 on BSE & NSE.
- 6 The operating segment of the Company is identified to be "Power Grids", as the Chief Operating Decision Maker reviews business performance at an overall company level as one segment. Therefore, the disclosure as per Ind AS 108 "Operating segments" and Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended is not applicable to the Company.
- 7 The spread of COVID-19 has severely impacted businesses around the globe. In many countries, including India, there has been severe disruption to regular business operations due to lockdowns, disruptions in transportation, supply chain, travel bans, quarantines, social distancing and other emergency measures. The Company had shutdown plants and offices following nationwide lockdown which was announced by Government of India in view of COVID-19. From last week of April 2020, operations at plants had commenced in a phased manner considering directives from various government authorities. As a result of lockdown, the volumes for the period have been impacted. The Company has evaluated its liquidity position and of recoverability and carrying values of its assets and has concluded that no material adjustments are required at this stage in the financial results.
- 8 During the current quarter, the Company has re-evaluated its claims / dues in respect of certain old, slow moving contracts. Whilst the Company is actively pursuing its dues from these customers, in view of significant delays by customers and based on the analysis of the customer's ability to pay, the Company has made additional provisions aggregating to Rs 60.48 Crores. This has been disclosed as an exceptional item in the unaudited financial results for the quarter ended September 30, 2020 and year to date results for the period from January 1, 2020 to September 30, 2020.
- 9 The Company was incorporated on February 19, 2019 and accordingly the previous year results are published from February 19, 2019 to December 31, 2019.

For ABB Power Products and Systems India Limited

Place : Bengaluru
Date : November 10, 2020



V. Venuguri
Venu Nuguri
Managing Director
DIN: 07032076