## **GHCL Limited**



January 31, 2025

माघ - शुक्ल पक्ष, द्वितीया विक्रम सम्वत २०८१

National Stock Exchange of India Limited

"Exchange Plaza" Bandra – Kurla Complex, Bandra (E), Mumbai – 400 051

**NSE Code: GHCL** 

**BSE Limited** 

Corporate Relationship Department, 1<sup>st</sup> Floor, New Trading Ring, Rotunda Building, P.J. Towers,

Dalal Street, Fort, Mumbai – 400 001

**BSE Code: 500171** 

Dear Sir / Madam,

Sub: Outcome of 211th Board Meeting of the Company & Filing of unaudited quarterly results along with Limited Review Report for the quarter / period ended December 31, 2024

Pursuant to requirement of Regulation 30 read with Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and other applicable provisions, if any, it is hereby informed that the Board of Directors in their just concluded meeting held on January 31, 2025, has *inter alia* approved the un-audited standalone and consolidated financial results of the Company for the quarter/period ended December 31, 2024, which is in compliance with Indian Accounting Standard (Ind-AS). Copy of the said quarterly financial results alongwith Limited Review Report issued by the auditors are enclosed herewith as **Annexure – 1**.

Please note that the board meeting commenced at 12.15 p.m. and concluded at 14.10 p.m.

Please note that copy of this communication shall also be available on the website of the company (<a href="www.ghcl.co.in">www.ghcl.co.in</a>), BSE Limited (<a href="www.bseindia.com">www.bseindia.com</a>) and National Stock Exchange of India Limited (<a href="www.nseindia.com">www.nseindia.com</a>). You are requested to kindly take note of the same and disseminate the information on your website.

Thanking you

Yours faithfully

For GHCL Limited

C LIMITATION OF THE PROPERTY O

Bhuwneshwar Mishra
Vice President - Sustainability & Company Secretary

(Membership No.: FCS 5330)

B- 38, GHCL House, Institutional Area, Sector- 1, Noida, (U.P.) - 201301, India. Ph. : +91-120-2535335, 4939900, Fax : +91-120-2535209 CIN : L24100GJ1983PLC006513, E-mail : <a href="mailto:ghclinfo@ghcl.co.in">ghclinfo@ghcl.co.in</a>, Website : <a href="mailto:www.ghcl.co.in">www.ghcl.co.in</a>

# S.R. BATLIBOI & CO. LLP Chartered Accountants

67, Institutional Area Sector 44, Gurugram - 122 003 Harvana, India

Tel: +91 124 681 6000

Independent Auditor's Review Report on the Quarterly and Year to Date Unaudited Standalone 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 GHCL Limited

- 1. We have reviewed the accompanying statement of unaudited standalone financial results of GHCL Limited including GHCL Employee Stock Option Trust (the "Company") for the quarter ended December 31, 2024 and year to date from April 01, 2024 to December 31, 2024 (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. The Company's Management is responsible for the preparation of the Statement 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 and in compliance with Regulation 33 of the Listing Regulations. The Statement has been approved by the Company's Board of Directors. 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. Based on our review conducted as 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.
- 5. The accompanying Statement of unaudited standalone financial results includes the unaudited financial results in respect of GHCL Employee Stock Option Trust, whose unaudited financial results reflect total revenues of Nil and Nil, total net loss after tax of Rs. (0.03) crore and Rs. (0.24) crore, total comprehensive income of Rs. (0.03) crore and Rs. (0.24) crore for the quarter ended December 31, 2024 and for the period ended on that date respectively, as considered in the Statement.

# S.R. BATLIBOI & CO. LLP

**Chartered Accountants** 

These unaudited financial results of the GHCL Employee Stock Option Trust have not been reviewed or audited by any auditor and have been approved and furnished to us by the Management. Our conclusion on the Statement, in so far as it relates to the affairs of the GHCL Employee Stock Option Trust, is based solely on such unaudited results. According to the information and explanations given to us by the Management, those financial results are not material to the Company.

Our conclusion is not modified in respect of this matter.

For S.R. BATLIBOI & Co. LLP

Chartered Accountants

ICAI Firm registration number: 301003E/E300005

Sanjay Vij Digitally signed by Sanjay Vij DN: cn=Sanjay Vij, c=IN, cn=Sanjay Vij, c=IN, cn=Sanjay Vij, c=IN, cn=N, cn=N,

per Sanjay Vij

Partner

Membership No.: 095169

UDIN: 25095169BMLOBB5426

Place: Gurugram

Date: January 31, 2025

GHCL	Limited (CIN: L24100GJ1983PLC006513)						
	ered Office: GHCL House, Opp. Punjabi Hall, Near Navrangpura Bus Stand				ıt		
(Email:	ghclinfo@ghcl.co.in, secretarial@ghcl.co.in, Website: www.ghcl.co.in, Phon	ne: 079- 26434100,	Fax: 079-26423	3623)			
Statem	ent of Unaudited Standalone Financial Results for the Quarter and Nine M	onths Ended Dec	ember 31, 202	4			Rs. In Crore
		Quarter Ended			Nine Month Ended		Year Ended
S. No.	Particulars	31.12.2024	30.09.2024	31.12.2023	31.12.2024	31.12.2023	31.03.2024
		Unaudited			Unaudited		Audited
1	Income						
	(a) Revenue from operations	778.73	792.79	798.45	2,402.01	2,623.16	3,446.54
	(b) Other income	28.58	17.33	14.48	64.08	35.46	51.85
	Total income	807.31	810.12	812.93	2,466.09	2,658.62	3,498.39
2	Expenses						
	a) Cost of materials consumed	236.58	240.29	272.78	700.97	842.93	1,101.19
	b) Purchase of stock-in-trade	27.82	22.66	27.15	72.50	201.18	216.28
	c) (Increase)/decrease in inventories of finished goods, stock-in-trade and	(28.17)	15.70	19.21	39.83	(69.49)	(31.83)
	work-in-progress	(20.17)			39.03	(02.43)	` '
	d) Power, fuel and water expenses	156.75	143.53	173.09	456.61	532.27	690.34
	e) Employee benefits expenses	28.95	28.14	27.68	85.76	87.65	112.05
	f) Finance costs	3.50	4.24	5.74	12.04	20.12	25.47
	g) Depreciation and amortisation expense	27.95	27.85	25.85	83.27	76.13	102.10
	h) Other expenses	126.75	131.48	128.42	388.48	365.53	510.97
	Total expenses	580.13	613.89	679.92	1,839.46	2,056.32	2,726.57
3	Profit before tax and exceptional items (1-2)	227.18	196.23	133.01	626.63	602.30	771.82
	Exceptional items gain (Refer Note no 2)	-	-	-	-	219.29	219.29
5	Profit before tax (3+4)	227.18	196.23	133.01	626.63	821.59	991.11
6	Tax expenses:						
	(a) Current tax	60.21	50.17	32.47	161.79	150.61	191.74
	(b) Tax adjustment for earlier years	-	-	-	0.11	1	(0.36)
	(c) Deferred tax (credit)/charge	(1.36)	(8.67)	0.65	(8.88)	2.07	6.18
	Total tax expenses	58.85	41.50	33.12	153.02	152.68	197.56
7	Net Profit for the period/year (5-6)	168.33	154.73	99.89	473.61	668.91	793.55
	Other Comprehensive Income/(Loss):						
	(a) Re-measurement gains/(losses) on defined benefit plans - not to be reclassified subsequently to profit & loss	0.31	0.31	(1.07)	0.93	(3.21)	1.24
	(b) Income tax effect on above	(0.07)	(0.08)	0.27	(0.23)	0.81	(0.31
	(c) Re-measurement gains/(losses) on investments in equity shares classified as FVOCI - not to be reclassified subsequently to profit & loss	0.14	0.37	1.40	2.67	1.27	(1.06)
	(d) Income tax effect on above	(0.02)	(0.11)	(0.14)	(0.38)	(0.15)	0.12
	Other Comprehensive income/(Loss) net of tax - not to be reclassified	\ /	\ /		\ /	\ /	
8	subsequently to profit & loss	0.36	0.49	0.46	2.99	(1.28)	(0.01)
9	Total Comprehensive income comprising profit after tax and other Comprehensive income (7+8)	168.69	155.22	100.35	476.60	667.63	793.54
10	Other Equity as per the audited balance sheet						2,874.32
11	Paid up equity share capital (face value of Rs.10/- each)	95.75	95.75	95.72	95.75	95.72	95.72
12	Earnings per share (face value of Rs.10/- each)	'	(Not Annualised)		(Not Annualised)		
	(a) Basic	17.69	16.27	10.50	49.76	70.32	83.39
	(b) Diluted	17.63	16.21	10.47	49.61	70.12	83.29





### Notes to the Statement of Unaudited Standalone Financial Results for the Quarter and Nine months ended December 31, 2024

1. The above statement of unaudited standalone financial results were reviewed by the Audit and Compliance Committee and approved by the Board of Directors at their respective meetings held on January 31, 2025. These statement of unaudited standalone financial results have been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (as amended) (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable. The Statutory auditors of the Company have conducted a limited review of these unaudited standalone financial results of the Company for the quarter and Nine months ended December 31, 2024, in accordance with Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended and expressed an unmodified review conclusion on these unaudited results.

### 2. Exceptional Item - Spinning Division

The Company carried out accounting of the Scheme of Arrangement related to demerger of spinning division during the quarter ended June 30, 2023 as required by the approved Scheme of Arrangement and had accordingly debited the fair value of Demerged division i.e. fair value of net assets of Spinning Division distributed to the shareholders of the Company amounting to Rs. 1,597.28 crores to the retained earnings in the Statement of Changes in Equity as dividend distribution. The difference between the fair value and the carrying amount of net assets of Rs. 1,359.28 crores of Spinning Division as at April 01, 2023 was recognised as gain on demerger of Spinning Division in the Statement of Profit and Loss as an Exceptional item amounting to Rs. 219.29 crores (net of estimated transaction cost and income tax on transaction cost).

- 3. Based on review of commonly prevailing practices and to align with presentation used by the peer group companies, the management of the Company had reclassified two items of statement of profit and loss during the quarter ended March 31, 2024 for a period upto December 31, 2023. Accordingly, Scrap Sales from head Other income was reclassified to Other operating revenue under Revenue from Operations of Rs. 1.12 crore and Rs. 3.52 crores for the quarter and Nine months ended December 31, 2023 respectively. Bank charges were reclassified from head Finance cost to Other expenses of Rs. 0.49 crore and Rs. 0.92 crore for the quarter and Nine months ended December 31, 2023 respectively. The management believes that such reclassifications did not had any material impact on information presented in the Statement of Profit and loss.
- 4. The Government of Gujarat had sanctioned Mining lease rights for Lignite in favour of the Company for a period of 30 years w.e.f. December 09, 2003. On October 07, 2024, Joint Secretary, Industries and Mines Department, Gandhinagar, issued a corrigendum and modified the period of mines to Twenty years instead of Thirty years. The Company has filed an application before the Joint Secretary, Industries and Mines Department, Gandhinagar for an extension of the lease for a further period of 20 years. The Company basis a legal opinion believes that the matter can be contested on merits. Further, the Company's mining cost is competitive with market price and accordingly, the Company has assessed that there is no significant impact on the Company's financial results and its operations.
- 5. The Supreme Court of India issued a ruling on July 25, 2024, confirming that the State Governments are empowered to levy taxes on mining activities and affirmed that State Governments have the authority to impose taxes on mineral rights, in addition to the royalties already paid to the Central Government. Further, vide order dated 14th August 2024, it held that the States could levy/demand tax on minerals w.e.f. 01st April 2005 and the same can be paid in 12 instalments commencing from 01st April 2026. The Gujarat Mineral Rights Tax Act, 1985 provides for the levy and collection of tax on mineral rights of holders of mining leases in respect of certain minerals in the State of Gujarat, however, no demand has been raised on the Company till date. As there are various issues involved and pending clarity, based upon management evaluation and independent legal opinion, the Company would be able to assess the financial impact, if any, of the possible obligation only on the occurrence and non-occurrence of uncertain future events, not entirely within the control of the Company, and the consequent actions of the Union and State Government.
- 6. The Company is engaged in the business of "Chemical" activity and hence has only one reportable operating segment as per IND AS 108-Operating Segment.

7.In line with the requirements of Regulation 47(2) of the Listing Regulations, 2015, the results are available on the website of BSE Limited (URL: www.bseindia.com), the National Stock Exchange of India Limited (URL: www.nseindia.com) and on the company's website (URL: www.ghcl.co.in).

For and on behalf of Board of Directors of GHCL Limited (CIN: L24100GJ1983PLC006513)

RAVI
SHANKER
JALAN

R S Jalan Raman Chopra
Managing CFO & Executive Director (Finance)

RAMAN

CHOPRA

Managing Director

DIN: 00121260 DIN: 00954190

Sutrapada January 31, 2025

# S.R. BATLIBOI & CO. LLP Chartered Accountants

67, Institutional Area Sector 44, Gurugram - 122 003 Harvana. India

Tel: +91 124 681 6000

Independent Auditor's Review Report on the Quarterly and Year to Date Unaudited Consolidated 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 GHCL Limited

- 1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of GHCL Limited including GHCL Employee Stock Option Trust (the "Holding Company") and its subsidiary (the Holding Company and its subsidiary together referred to as "the Group"), for the quarter ended December 31, 2024 and year to date from April 01, 2024 to December 31, 2024 (the "Statement") attached herewith, 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 "Listing Regulations").
- 2. The Holding Company's Management is responsible for the preparation of the Statement 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 and in compliance with Regulation 33 of the Listing Regulations. The Statement has been approved by the Holding Company's Board of Directors. 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.

We also performed procedures in accordance with the Master Circular issued by the Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.

- 4. The Statement includes the results of the following entities:
  - a) Dan River Properties LLC (Subsidiary)
  - b) GHCL Employee Stock Option Trust (Employee Welfare Trust)
- 5. Based on our review conducted and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in 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.

## R. Batliboi & Co. LLP

**Chartered Accountants** 

- 6. The accompanying Statement includes the unaudited financial results, in respect of:
  - a) One subsidiary, whose unaudited financial results include total revenues of Rs. 0.11 crore and Rs. 0.32 crore, total net profit after tax of Rs. 0.09 crore and Rs. 0.26 crore and total comprehensive income of Rs. 0.27 crore and Rs. 0.48 crore for the quarter ended December 31, 2024 and for the period ended on that date respectively, as considered in the Statement
  - b) GHCL Employee Stock Option Trust, whose unaudited financial results include total revenues of Nil and Nil, total net loss after tax of Rs. (0.03) crore and Rs. (0.24) crore, total comprehensive income of Rs. (0.03) crore and Rs. (0.24) crore for the quarter ended December 31, 2024 and for the period ended on that date respectively, as considered in the Statement

The unaudited financial results of the subsidiary and GHCL Employee Stock Option Trust have not been reviewed or audited by any auditors and have been approved and furnished to us by the management and our conclusion on the Statement, in so far as it relates to the affairs of the subsidiary and GHCL Employee Stock Option Trust, is based solely on such unaudited results. According to the information and explanations given to us by the management, those financial results are not material to the Group.

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

## For S.R. BATLIBOI & Co. LLP

**Chartered Accountants** 

ICAI Firm registration number: 301003E/E300005

Sanjay Vij Digitally signed by Sanjay Vij Div. cn=Sanjay Vij, c=lN, o=Personal, email=sanjay.vij,@srb.in Date: 2025.01.31 13:56:41 +0530

per Sanjay Vij

Partner

Membership No.: 095169

UDIN: 25095169BMLOBC1757

Place: Gurugram Date: January 31, 2025

	Limited (CIN : L24100GJ1983PLC006513) red Office: GHCL House, Opp. Punjabi Hall, Near Navra	angnura Rus Sta	ınd Navranon	ura Ahmedaha	d - 380 009 G	uiarat	
	ghclinfo@ghcl.co.in, secretarial@ghcl.co.in, Website: ww					ujarat	
	ent of Unaudited Consolidated Financial Results for the						Rs. In Crore
	Particulars	Ouarter Ended Ouarter Ended			Nine M	Year Ended	
3.140.	- HATTERINGS	31.12.2024	30.09.2024	31.12.2023	31.12.2024	31.12.2023	31.03.2024
			Unaudited			audited	Audited
			Chaudited		Oil	audited	Hudited
1	Income						
1		779 72	702.70	700.45	2 402 01	2 (22 1(	2.446.54
	(a) Revenue from operations (b) Other income	778.73 28.69	792.79 17.44	798.45 14.46	2,402.01 64.40	2,623.16 35.65	3,446.54 52.28
	Total Income	807.42	810.23	812.91	2,466.41	2,658.81	3,498.82
	Total Income	007.42	010.23	012,71	2,400.41	2,050.01	3,470.02
2	Expenses						
	a) Cost of materials consumed	236.58	240.29	272.78	700.97	842.93	1,101.19
	b) Purchase of stock-in-trade	27.82	22.66	27.15	72.50	201.18	216.28
	c) (Increase)/decrease in inventories of finished goods,	(28.17)	15.70	19.21	39.83	(69.49)	(31.83)
	stock-in-trade and work-in-progress	( )				(****)	()
	d) Power, fuel and water expenses	156.75	143.53	173.09	456.61	532.27	690.34
	e) Employee benefits expenses	28.97	28.15	27.70	85.81	87.72	112.13
	f) Finance costs	3.50	4.24	5.74	12.04	20.12	25.47
	g) Depreciation and amortisation expense	27.95	27.85	25.85	83.27	76.13	102.10
	h) Other expenses	126.75	131.48	128.42	388.48	365.53	510.97
	Total expenses	580.15	613.90	679.94	1,839.51	2,056.39	2,726.65
3	Profit before tax and exceptional items (1-2)	227.27	196.33	132.97	626.90	602.42	772.17
4	Exceptional items gain (Refer Note no 2)	-	-	-	-	219.29	219.29
5	Profit before tax (3+4)	227.27	196.33	132.97	626.90	821.71	991.46
6	Tax expenses :						
	(a) Current tax	60.21	50.17	32.47	161.79	150.61	191.74
7	(b) Tax adjustment for earlier years	-	-	-	0.11	-	(0.36)
	(c) Deferred tax (credit)/charge	(1.36)	(8.67)	0.65	(8.88)	2.07	6.18
	Total tax expenses	58.85	41.50	33.12	153.02	152.68	197.56
	Net Profit for the period/year (5-6)	168.42	154.83	99.85	473.88	669.03	793.90
	Other Comprehensive Income/(Loss):	0.01	0.01	(1.05)	0.02	(2.21)	1.24
	(a) Re-measurement gains/(losses) on defined benefit	0.31	0.31	(1.07)	0.93	(3.21)	1.24
	plans - not to be reclassified subsequently to profit & loss						
	(b) Income tax effect on above	(0.07)	(0.08)	0.27	(0.23)	0.81	(0.31)
	(c) Re-measurement gains/(losses) on investments in	0.07)	0.37	1.40	2.67	1.27	(1.06)
	equity shares classified as FVOCI - not to be reclassified	0.14	0.57	1.40	2.07	1.27	(1.00)
	subsequently to profit & loss						
	(d) Income tax effect on above	(0.02)	(0.11)	(0.14)	(0.38)	(0.15)	0.12
	(e) Exchange differences on translation of foreign	(0.08)	0.04	0.02	(0.04)	0.10	0.12
	operations - to be reclassified subsequently to profit &	()			(*** )		
	loss						
8	Other Comprehensive income/(Loss) net of tax - not to	0.28	0.53	0.48	2.95	(1.18)	0.11
	be reclassified subsequently to profit & loss						
	Total Comprehensive income comprising profit after tax	168.70	155.36	100.33	476.83	667.85	794.01
9	and other Comprehensive income (7+8)	100.70	155.50	100.55	470.03	007.03	7,74.01
10	Profit (7) attributable to :						
10	Owners of the Company	168.42	154.83	99.85	473.88	669.03	793.90
	Non-controlling interest	-	-	-	-	-	-
11	Total comprehensive Income (9) attributable to :						
<del>-</del>	Owners of the Company	168.70	155.36	100.33	476.83	667.85	794.01
	Non controlling interest	-	-	-	-	-	-
12	Other Equity as per the audited balance sheet						2,882.77
13	Paid up equity share capital (face value of Rs.10/- each)	95.75	95.75	95.72	95.75	95.72	95.72
14	Earnings per share (face value of Rs.10/- each) -(Rs.)		Not Annualised			nnualised)	,,,,,
	(a) Basic	17.70 16.28 10.50			49.79	83.43	
	(b) Diluted	17.64	16.22	10.47	49.64	70.33 70.14	83.33





### Notes to the Statement of Unaudited Consolidated Financial Results for the Quarter and Nine Month ended December 31, 2024.

1. The above statement of unaudited consolidated financial results were reviewed by the Audit and Compliance Committee and approved by the Board of Directors of GHCL Limited ('Holding Company') at their respective meetings held on January 31, 2025. These statement of unaudited consolidated financial results have been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (as amended) (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable. The statement of unaudited consolidated financial results include the financial results of the Holding Company and its subsidiary, "Dan River Properties LLC" (together referred as 'Group'). The Statutory Auditors of the Holding Company have conducted a Limited Review of these unaudited consolidated financial results of the Group for the quarter and Nine months ended December 31, 2024 in accordance with Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended and expressed an unmodified review conclusion on these unaudited results.

### 2. Exceptional Item - Spinning Division

The Holding Company carried out accounting of the Scheme of Arrangement related to demerger of spinning division during the quarter ended June 30, 2023 as required by the approved Scheme of Arrangement and had accordingly debited the fair value of Demerged division i.e. fair value of net assets of Spinning Division distributed to the shareholders of the Company amounting to Rs. 1,597.28 crores to the retained earnings in the Statement of Changes in Equity as dividend distribution. The difference between the fair value and the carrying amount of net assets of Rs. 1,359.28 crores of Spinning Division as at April 01, 2023 was recognised as gain on demerger of Spinning Division in the Statement of Profit and Loss as an Exceptional item amounting to Rs. 219.29 crores (net of estimated transaction cost and income tax on transaction cost) and cancellation of investment in the subsidiary company, "GHCL Textiles Limited".

- 3. Based on review of commonly prevailing practices and to align with presentation used by the peer group companies, the management of the Holding Company had reclassified two items of statement of profit and loss during the quarter ended March 31, 2024 for a period upto December 31, 2023. Accordingly, Scrap Sales from head Other income was reclassified to Other operating revenue under Revenue from Operations of Rs. 1.12 crore and Rs. 3.52 crores for the quarter and Nine months ended December 31, 2023 respectively. Bank charges were reclassified from head Finance cost to Other expenses of Rs. 0.49 crore and Rs. 0.92 crore for the quarter and Nine months ended December 31, 2023 respectively. The management believes that such reclassifications did not had any material impact on information presented in the Statement of Profit and loss.
- 4. The Government of Gujarat had sanctioned Mining lease rights for Lignite in favour of the Holding Company for a period of 30 years w.e.f. December 09, 2003. On October 07, 2024, Joint Secretary, Industries and Mines Department, Gandhinagar, issued a corrigendum and modified the period of mines to Twenty years instead of Thirty years. The Holding Company has filed an application before the Joint Secretary, Industries and Mines Department, Gandhinagar for an extension of the lease for a further period of 20 years. The Holding Company basis a legal opinion believes that the matter can be contested on merits. Further, the Holding Company's mining cost is competitive with market price and accordingly, the Holding Company has assessed that there is no significant impact on the Holding Company's financial results and its operations.
- 5. The Supreme Court of India issued a ruling on July 25, 2024, confirming that the State Governments are empowered to levy taxes on mining activities and affirmed that State Governments have the authority to impose taxes on mineral rights, in addition to the royalties already paid to the Central Government. Further, vide order dated 14th August 2024, it held that the States could levy/demand tax on minerals w.e.f. 01st April 2005 and the same can be paid in 12 instalments commencing from 01st April 2026. The Gujarat Mineral Rights Tax Act, 1985 provides for the levy and collection of tax on mineral rights of holders of mining leases in respect of certain minerals in the State of Gujarat, however, no demand has been raised on the Holding Company till date. As there are various issues involved and pending clarity, based upon management evaluation and independent legal opinion, the Holding Company would be able to assess the financial impact, if any, of the possible obligation only on the occurrence and non-occurrence of uncertain future events, not entirely within the control of the Holding Company, and the consequent actions of the Union and State Government.

6.The Holding Company is engaged in the business of "Chemical" activity and hence has only one reportable operating segment as per IND AS 108-Operating Segment.

7. In line with the requirements of Regulation 47(2) of the Listing Regulations, 2015, the results are available on the website of BSE Limited (URL: www.bseindia.com), the National Stock Exchange of India Limited (URL: www.nseindia.com) and on the company's website (URL: www.ghcl.co.in).

For and on behalf of Board of Directors of GHCL Limited (CIN: L24100GJ1983PLC006513)

RAVI Digustly upwal by RAVI SHANKER DIX CONTROL OF THE CONTROL OF

R. S. Jalan Managing Director DIN: 00121260 RAMAN CHORN CHORN

Raman Chopra CFO & Executive Director (Finance) DIN: 00954190

Sutrapada January 31, 2025