

REF: PHRL/Q1-2020-21/BM-OUTCOME/2020

10<sup>th</sup> September 2020

To,

**BSE LIMITED**

Dept. of Corporate Services (CRD)  
Phiroze Jeejeebhoy Towers  
Dalal Street  
Mumbai - 400001.

**NATIONAL STOCK EXCHANGE OF INDIA LTD.**

Listing Department  
Exchange Plaza, C-1, Block G,  
Bandra Kurla Complex, Bandra (East),  
Mumbai - 400051.

**BSE Scrip Code:** 540901

**NSE Symbol:** PRAXIS

Dear Sir / Madam,

**Sub: Unaudited Financial Results for the first quarter ended 30<sup>th</sup> June, 2020 and Limited Review Report thereon by the Statutory Auditors of the Company**

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose herewith the following:

1	<b>Unaudited Financial Results</b> for the first quarter ended 30 <sup>th</sup> June, 2020. These Unaudited Financial Results (UFR) have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held today.
2	<b>Limited Review Report</b> on the above Unaudited Financial Results (UFR) duly issued by Pathak H.D. & Associates LLP, Statutory Auditors of the Company.

The meeting of the Board of Directors commenced at 02:30 p.m. and concluded at 05:10 p.m.

Further to our intimation dated 30<sup>th</sup> June, 2020 regarding closure of 'Trading Window' for dealing in Shares of the Company by the Designated Persons, pursuant to Clause 4 of Schedule B of the SEBI (Prohibition of Insider Trading) Regulations, 2015 ("the Regulations") and the Company's Code of Conduct for Regulating, Monitoring and Reporting of Trading by Insiders and the mandatory trading restrictions prescribed by BSE Limited Circular LIST/COMP/01/2019-20 and the National Stock Exchange of India Limited Circular Ref No: NSE/CML/2019/11, the 'Trading Window' shall open 48 hours post announcement of financial results for the first quarter ended 30<sup>th</sup> June, 2020.

Kindly take the same on record.

Yours faithfully,

For **PRAXIS HOME RETAIL LIMITED**,

**SMITA CHOWDHURY**

**Company Secretary & Compliance Officer**


**Encl: a/a**

**Limited Review Report on the Unaudited Financial Results of Praxis Home Retail Limited for the Quarter ended June 30, 2020 pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

**To the Board of Directors of Praxis Home Retail Limited**

1. We have reviewed the accompanying Statement of unaudited financial results of Praxis Home Retail Limited ('the Company') for the quarter ended June 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. Attention is drawn to the fact that the figures for the quarter ended March 31, 2020 as reported in the Statement are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures up to the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.
2. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors in their meeting held on September 10, 2020, has been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 "Interim Financial Reporting" prescribed under section 133 of the Companies Act, 2013 ("the Act") 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 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 is limited primarily to inquiries of the Company personnel and analytical procedures applied to financial data and thus provides 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 causes us to believe that the accompanying Statement prepared in accordance with applicable accounting standards i.e. Indian Accounting Standards ('Ind AS') prescribed under Section 133 of the Act 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 Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. We draw attention to Note 4 of the Statement which states that the Company's net worth is eroded due to losses incurred during the quarter as well as in previous years which indicate a material uncertainty that may cast a doubt on the company's ability to continue as a going concern. However the accounts are prepared on a going concern basis for the reasons stated in the aforesaid note. Our conclusion on the Statement is not modified in respect of this matter.
6. We draw attention to Note 7 of the Statement, as regards to the management evaluation of impact of COVID – 19 on the future performance of the Company. Our conclusion on the Statement is not modified in respect of this matter.

**For Pathak H. D. & Associates LLP**  
Chartered Accountants  
Firm's Registration No.107783W/W100593

  
**Vishal D. Shah**  
Partner  
Membership No.119303  
UDIN: 20119303AAA AFD8041



Date: September 10, 2020  
Place: Mumbai

## Praxis Home Retail Limited

Regd. Office: iThink Techno campus, Jolly Board tower D, Ground floor, Kanjurmarg East, Mumbai- 400042

CIN: L52100MH2011PLC212866

(T)- 022-7106 8031; (F)- 022-7106 8032; Website: www.praxisretail.in; E-mail: investorrelations@praxisretail.in

**PRAXIS**  
HOME RETAIL LIMITED

### Statement of Unaudited Financial Results for the Quarter Ended June 30, 2020

(₹ In Lakhs)

Sr. No.	Particulars	Quarter ended			Year Ended
		30.06.2020	31.03.2020	30.06.2019	31.03.2020
		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	<b>Income</b>				
	a) Revenue from Operations	2,314.22	15,267.75	16,218.84	70,277.39
	b) Other Income	2.05	15.80	35.83	95.36
	<b>Total Income</b>	<b>2,316.27</b>	<b>15,283.55</b>	<b>16,254.67</b>	<b>70,372.75</b>
2	<b>Expenses</b>				
	a) Purchase of Stock in trade	830.66	8,511.13	9,761.53	40,683.74
	b) Changes in Inventories of Stock in trade - (Increase) / Decrease	861.81	1,225.57	79.49	2,165.20
	c) Employee Benefits Expenses	800.65	1,803.15	2,252.73	8,724.04
	d) Rent including Lease Rental (Refer Note no. 6)	21.95	949.35	921.48	3,956.93
	e) Finance Costs	942.58	1,003.61	910.54	4,006.97
	f) Depreciation and Amortisation expenses	1,449.70	1,451.48	1,338.40	5,690.00
	g) Other Expenses	1,293.40	2,823.71	3,543.36	13,218.33
	<b>Total Expenses</b>	<b>6,200.75</b>	<b>17,768.00</b>	<b>18,807.53</b>	<b>78,445.21</b>
3	Profit / (Loss) before Tax (1-2)	(3,884.48)	(2,484.45)	(2,552.86)	(8,072.46)
4	<b>Tax Expense</b>				
	a) Current Tax	-	-	-	-
	b) Deferred Tax Liability / (Asset)	-	-	-	-
	c) Earlier Year Tax	-	1.37	-	1.37
5	<b>Profit/(Loss) for the year/period (3-4)</b>	<b>(3,884.48)</b>	<b>(2,485.82)</b>	<b>(2,552.86)</b>	<b>(8,073.83)</b>
6	Other Comprehensive Income/(Loss)				
	(i) Items that will not be reclassified to Profit & Loss				
	(a) Remeasurements of Defined benefit plans	(30.00)	(125.15)	(4.00)	(137.15)
	(b) Income Tax relating to above	-	-	-	-
	<b>Other Comprehensive Income/(Loss) for the year/period</b>	<b>(30.00)</b>	<b>(125.15)</b>	<b>(4.00)</b>	<b>(137.15)</b>
7	<b>Total Comprehensive Income/(Loss) (5+6)</b>	<b>(3,914.48)</b>	<b>(2,610.97)</b>	<b>(2,556.86)</b>	<b>(8,210.98)</b>
8	Paid up Equity Share Capital (Face Value ₹ 5/- per share)	1,381.66	1,381.66	1,231.66	1,381.66
9	Other Equity				(1,950.51)
10	Earnings per Equity Share (Face value of ₹ 5/- each)				
	Basic EPS in ₹ (* not annualized for Quarter ended)	(14.06)	(9.93)	(10.36)	(32.24)
	Diluted EPS in ₹ (*not annualized for Quarter ended)	(14.06)	(9.93)	(10.36)	(32.24)

**Notes:-**

- 1 The above financial results have been prepared in accordance with Indian Accounting Standards as prescribed under section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and the Companies (Indian Accounting Standards) Amendment Rules, 2016.
- 2 After the review of the Audit Committee, the Board of Directors of the Company has approved the financial results at their meeting held on September 10, 2020.
- 3 The Company's business activity falls within a single primary business segment of "retail" and there are no separate reportable segments as per Ind AS 108 "Operating Segments". Company's operations are predominantly confined in India.
- 4 The Company has incurred losses during the current quarter as well as previous years which have resulted in erosion of net worth of the Company, which indicates material uncertainty on the company's ability to continue as a going concern. The Company is committed to improve its operational efficiency and has taken various initiatives to boost sales. The Company is confident that these initiatives will yield desired results and sustainable cash flows to meet the obligations of the Company and accordingly, the accounts of the Company have been prepared on a going concern basis.



- 5 There were no exceptional items for the Quarter ended June 30, 2020.
- 6 The Ministry of Corporate Affairs vide notification dated July 24, 2020, issued an amendment to Ind AS 116-Leases, by inserting a Practical Expedient w.r.t "Covid-19-Related Rent Concessions" effective from the period beginning on or after April 01, 2020. Pursuant to the above amendment, the Company has applied the Practical Expedient not to assess these rent concessions as lease modifications and has recognized impact of such rent concession in Statement of Profit and Loss. Accordingly, an amount of ₹ 745.43 lakhs related to rent concessions has been reduced from Rent Expenses.
- 7 The retail industry has been adversely impacted due to COVID 19. The Company faces significant headwinds due to COVID 19 impacting the operations of the Company owing to store closures and complete lockdown. The Company's performance for the current quarter has been impacted due to the above. We expect, for the near term, the impact continue to be negative and largely depends on factors such as overall improvement in Covid situation, opening of malls, customer confidence, etc. In this crisis, our priorities are to protect the employees and their families from COVID-19, besides customers visiting our stores and the society associated with it.  
  
The Company has begun resumption of store operations from first week of May and has been opening the stores, as permitted by the Government and Local/Regulatory authorities, with controlled movement, maintaining social distancing, taking appropriate hygiene measures and following the directions of regulatory authorities.  
  
The Company believes that this pandemic is not likely to impact the recoverability of the carrying value of its assets. The Company is closely monitoring the developments and possible effects that may result from the present pandemic on its financial condition, liquidity and operations and working to minimize the impact of this unprecedented situation. As the situation is continuously evolving, the eventual impact may be different from the estimates made as of the date of approval of these Results.
- 8 The figures for the quarter ended March 31, 2020 are the balancing figures between the audited figures in respect of full financial year and the published year to date figures up to the third quarter of the respective financial year.
- 9 Previous period/year figures have been regrouped/rearranged to make them comparable with those of current period.

Place : Mumbai  
Date : September 10, 2020

Viraj Didwania  
Chairman and Managing Director

