

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2025

(in INR Millions)

| Sr. No | Particulars | Quarter ended | | | Year ended | |
|----------|---|---------------------------|-------------------|---------------------------|-------------------|-------------------|
| | | March 31, 2025 | Dec 31, 2024 | March 31, 2024 | March 31, 2025 | March 31, 2024 |
| | | (Audited) Refer Note 6 | (Unaudited) | (Audited) Refer Note 6 | (Audited) | (Audited) |
| 1 | Income | | | | | |
| | Revenue from operations | 47,707.11 | 45,562.31 | 40,837.41 | 190,529.70 | 189,601.05 |
| | Other income | 2,899.99 | 1,498.57 | 1,729.00 | 10,870.41 | 11,158.44 |
| | Total Income | 50,607.10 | 47,060.88 | 42,566.41 | 201,400.11 | 200,759.49 |
| 2 | Expenses | | | | | |
| | Cost of raw materials and components consumed | 40,107.61 | 23,747.60 | 32,551.08 | 130,678.80 | 139,211.20 |
| | Purchase of traded goods | 8,881.87 | 7,919.91 | 5,897.08 | 29,564.08 | 29,139.52 |
| | Changes in inventories of finished goods, work-in-progress, traded goods, spare parts and accessories | (10,689.02) | 6,548.50 | (5,672.48) | (2,619.29) | (6,981.40) |
| | Employee benefits expense | 2,491.44 | 2,288.18 | 2,230.64 | 9,662.20 | 9,206.97 |
| | Finance costs | 745.88 | 614.87 | 703.69 | 2,874.20 | 3,158.73 |
| | Depreciation and amortisation expense | 2,233.16 | 2,000.44 | 1,982.01 | 8,167.82 | 8,119.75 |
| | Other expenses | 4,808.56 | 6,462.79 | 4,006.58 | 22,715.57 | 18,616.82 |
| | Total Expenses | 48,579.50 | 49,582.29 | 41,698.60 | 201,043.38 | 200,471.59 |
| 3 | Profit/(Loss) before tax (1-2) | 2,027.60 | (2,521.41) | 867.81 | 356.73 | 287.90 |
| 4 | Tax expenses: | | | | | |
| | Current tax | (107.66) | 439.29 | 1,053.67 | 1,422.51 | 1,427.99 |
| | Deferred tax charge / (credit) | (350.76) | (1,044.26) | (1,767.44) | (2,005.20) | (2,098.93) |
| | Total tax expense | (458.42) | (604.97) | (713.77) | (582.69) | (670.94) |
| 5 | Profit/(Loss) for the period (3-4) | 2,486.02 | (1,916.44) | 1,581.58 | 939.42 | 958.84 |
| 6 | Other Comprehensive Income | | | | | |
| A | Items that will not be reclassified to profit or loss in subsequent periods | | | | | |
| | (a) Remeasurement of defined benefit plans | (2.38) | 414.25 | (115.90) | 383.80 | (56.13) |
| | (b) Income tax effect | 0.83 | (144.76) | 40.51 | (134.12) | 19.61 |
| B | Items that will be reclassified to profit or loss in subsequent periods | | | | | |
| | (a) Deferred gain / (loss) on cash flow hedges | (1,486.21) | 3,313.46 | 3,607.58 | 678.11 | 2,107.77 |
| | (b) Income tax effect | 519.34 | (1,157.86) | (1,260.63) | (236.96) | (736.54) |
| | Other Comprehensive income (A+B) | (968.42) | 2,425.09 | 2,271.56 | 690.83 | 1,334.71 |
| 7 | Total comprehensive income for the period (5+6) | 1,517.60 | 508.65 | 3,853.14 | 1,630.25 | 2,293.55 |
| 8 | Paid-up equity share capital (Face value of INR 10 each) | 7,240.45 | 7,240.45 | 7,240.45 | 7,240.45 | 7,240.45 |
| 9 | Other equity | | | | 46,287.78 | 44,657.53 |
| 10 | Earnings per equity share (not annualised) | | | | | |
| | Basic and Diluted (INR) | 3.43 | (2.65) | 2.18 | 1.30 | 1.32 |
| | See accompanying notes to the financial results | | | | | |

*There are no exceptional items for the current quarter and comparable periods.

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Skoda Auto Volkswagen India Private Limited

Registered office:E-1, MIDC Industrial Area Phase III, Nigoje Mhalunge, Kharabwadi, Chakan, Khed, Pune, Maharashtra, 410501

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AUDITED STATEMENT OF ASSETS AND LIABILITIES

(in INR Millions)

| Sr. No | Particulars | As at | |
|--------|---|-------------------|-------------------|
| | | March 31, 2025 | March 31, 2024 |
| | | (Audited) | (Audited) |
| | ASSETS | | |
| 1 | Non-current assets | | |
| | Property, plant and equipment | 47,523.26 | 39,959.84 |
| | Capital work-in-progress | 5,915.22 | 10,470.16 |
| | Right of use assets | 2,515.82 | 2,385.20 |
| | Intangible assets | 205.72 | 151.46 |
| | Intangible assets under development | 416.51 | 418.86 |
| | Financial assets | | |
| | (a) Government grants | 19,656.53 | 21,268.90 |
| | (b) Other financial assets | 4,391.53 | 7,067.57 |
| | Deferred tax assets (net) | 3,164.86 | 2,612.83 |
| | Income tax assets (net) | 9,517.35 | 9,429.82 |
| | Other non-current assets | 9,590.99 | 10,814.36 |
| | Total | 102,897.79 | 104,579.00 |
| 2 | Current assets | | |
| | Inventories | 44,158.66 | 41,756.13 |
| | Financial assets | | |
| | (a) Trade receivables | 4,294.90 | 4,216.14 |
| | (b) Cash and cash equivalents | 144.86 | 1,112.15 |
| | (c) Bank balances other than (b) above | 9,389.56 | 8,839.21 |
| | (d) Government grants | 1,116.64 | 620.91 |
| | (e) Other financial assets | 5,539.91 | 5,167.20 |
| | Other current assets | 8,012.68 | 7,913.07 |
| | Total | 72,657.21 | 69,624.81 |
| | Total Assets (1+2) | 175,555.00 | 174,203.81 |
| | EQUITY AND LIABILITIES | | |
| 3 | EQUITY | | |
| | Equity share capital | 7,240.45 | 7,240.45 |
| | Other equity | 46,287.78 | 44,657.53 |
| | Total | 53,528.23 | 51,897.98 |
| 4 | LIABILITIES | | |
| | Non-current liabilities | | |
| | Financial liabilities | | |
| | (a) Borrowings | 7,974.71 | 7,217.38 |
| | (b) Lease liabilities | 1,649.14 | 1,428.44 |
| | (c) Other financial liabilities | 500.03 | 1,725.12 |
| | Provisions | 9,802.72 | 10,347.24 |
| | Contract Liabilities | 2,445.65 | 2,836.22 |
| | Other non-current liabilities | 7,538.40 | 10,394.90 |
| | Total | 29,910.65 | 33,949.30 |
| 5 | Current liabilities | | |
| | Financial liabilities | | |
| | (a) Borrowings | 18,803.21 | 21,601.29 |
| | (b) Lease liabilities | 264.34 | 295.48 |
| | (c) Trade payables - Total outstanding dues of: | | |
| | -Micro and small enterprises | 712.45 | 920.34 |
| | -Creditors other than micro and small enterprises | 54,131.13 | 46,333.29 |
| | (d) Other financial liabilities | 4,112.18 | 3,541.52 |
| | Provisions | 4,043.70 | 4,312.20 |
| | Contract liabilities | 2,049.18 | 1,668.44 |
| | Other current liabilities | 7,999.93 | 9,683.97 |
| | Total | 92,116.12 | 88,356.53 |
| | Total Liabilities (4+5) | 122,026.77 | 122,305.83 |
| | Total Equity and Liabilities (3+4+5) | 175,555.00 | 174,203.81 |

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AUDITED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED MARCH 31, 2025

(in INR Millions)

| | Year Ended March 31, 2025 | Year Ended March 31, 2024 |
|---|------------------------------|------------------------------|
| A) Cash flows from operating activities | | |
| Profit before tax | 356.73 | 287.90 |
| Adjustments to reconcile profit before tax to net cash flows from operating activities | | |
| Depreciation and amortisation expense | 8,167.82 | 8,119.75 |
| Unrealised gain on foreign currency transactions and translations | 104.04 | (31.91) |
| Interest income from investing activities | (724.70) | (661.29) |
| Interest costs from financing activities | 2,488.24 | 2,835.21 |
| Liabilities written back to the extent no longer required | (45.22) | (215.87) |
| Bad debts written off | - | 83.88 |
| Provision for doubtful debts and advances (net of reversals) | (69.24) | (83.88) |
| Provision for Litigations including customer claims (net of reversals) | 21.02 | (347.36) |
| Gain on disposal of property, plant and equipment | (62.89) | (203.20) |
| Unwinding of discount on provisions | 237.44 | 214.26 |
| Provision for onerous contracts (net of reversals) | (365.05) | 34.60 |
| Income from Package Scheme of Incentive (PSI) | (2,950.09) | (2,536.23) |
| Change in fair value on aligned forward element of foreign exchange derivative contracts | 3,218.90 | 894.62 |
| Working capital adjustments | | |
| (Increase) / Decrease in Trade receivables | (53.89) | (294.93) |
| (Increase) / Decrease in Inventories | (2,402.53) | (5,689.75) |
| (Increase) / Decrease in Other financial assets | (1,392.18) | 800.11 |
| (Increase) / Decrease in Other assets | (489.51) | (701.62) |
| Increase/ (Decrease) in Trade payables | 7,516.40 | 1,506.61 |
| Increase/ (Decrease) in Other liabilities | (1,590.45) | 4,398.22 |
| Increase/ (Decrease) in Other financial liabilities | 95.80 | (63.35) |
| Increase/ (Decrease) in Contract Liabilities | (9.83) | 765.14 |
| Increase/ (Decrease) in Provisions | (754.71) | 76.34 |
| Cash generated from operations | 11,296.10 | 9,187.25 |
| Income taxes paid (net of refunds received) | (427.95) | (1,297.19) |
| Net cash generated from operating activities | 10,868.15 | 7,890.06 |
| B) Cash flows from investing activities | | |
| Purchase of property, plant and equipment and intangibles | (9,686.88) | (10,955.38) |
| Receipts of government grants | 1,116.64 | 362.90 |
| Proceeds from sale of property, plant and equipment | 888.51 | 721.32 |
| Changes in balance of term deposits (net) | (579.21) | 801.52 |
| Interest received | 753.12 | 576.07 |
| Loans granted to related parties | - | (1,068.13) |
| Receipt towards loans granted to related parties | - | 1,086.13 |
| Net cash used in investing activities | (7,507.82) | (8,475.57) |
| C) Cash flows from financing activities | | |
| Proceeds of borrowings (net) | - | 3,940.18 |
| Repayment of borrowings(Net) | (2,898.92) | - |
| Principal repayment of Lease liability | (210.14) | (168.26) |
| Interest paid | (1,327.41) | (1,206.04) |
| Net cash (used in)/ generated from financing activities | (4,436.47) | 2,565.88 |
| Net (decrease) / increase in cash and cash equivalents (A+B+C) | (1,076.14) | 1,980.37 |
| Cash and cash equivalents at the beginning of the year | 1,053.36 | (927.01) |
| Cash and cash equivalents at the end of the year | (22.78) | 1,053.36 |
| Reconciliation of cash and cash equivalents as per the Statement of cash flows: | | |
| | Year Ended March 31, 2025 | Year Ended March 31, 2024 |
| Cash and cash equivalents | 144.86 | 1,112.15 |
| Effect of exchange difference on cash and cash equivalents | (38.22) | (58.79) |
| Bank overdraft | (129.42) | - |
| Balance as per statement of cash flows | (22.78) | 1,053.36 |

Notes:

- 1 Skoda Auto Volkswagen India Private Limited (the "Company") is in the business of manufacturing passenger automotive cars, trading of imported cars (purchased from group companies) and spares & accessories. The Company has commenced its operations in India in February 2007.

On September 5, 2019, the Assistant Registrar of National Company Law Tribunal (NCLT), Mumbai Bench duly authenticated a scheme of Amalgamation (the 'Scheme') under Sections 230 to 232 of the Companies Act, 2013, which is effective from appointed date of April 01, 2019. Accordingly, Volkswagen Group Sales India Private Limited (VWGS IPL) and Skoda Auto India Private Limited (SAIPL) have been amalgamated with Volkswagen India Private Limited (VWIPL) and the name of the merged company has been changed to "Skoda Auto Volkswagen India Private Limited".

- 2 These financial results of the Company have 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 and in compliance with Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
- 3 Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker as defined in Ind AS 108 – Operating Segments. The Board of Directors have been identified as the chief operating decision maker. The Company operates in a single business segment i.e., Automobile cars and parts, which has similar risks and returns and as such there is no separate reportable segment as per Ind AS 108 "Operating Segments".

- 4 The Company has several ongoing litigations with tax authorities, of which, certain matters as listed below are pending with the Honourable Supreme Court.

- a. During earlier years, the Company had received demand notices from the Excise authorities covering period from January 2010 to June 2017 for Rs.11,140.77 million (including penalty Rs. 4,945.12 million but excluding interest not presently quantified). The Excise authorities have raised a demand for additional excise duty alleging goods to be undervalued. The CESTAT, Mumbai, has allowed partial relief in the matter as per order passed in August 2020. The Company has filed an appeal with the Honourable Supreme Court.

On similar grounds, during earlier years, Skoda Auto India Private Limited (SAIPL), an entity now merged with the Company (refer Note 1 above), had received show cause notices from the Excise authorities covering period from January 2010 to June 2017 for Rs. 6,104.23 million (excluding penalty and interest not presently quantified). The Company has filed a reply to the notice and a hearing is awaited.

- b. During earlier years, SAIPL had received demand notices from the Customs authorities covering period from year 2001 to 2007 for INR 2,854.32 million (including penalty INR 971.50 million and interest INR 911.32 million), of which INR 554.97 million has been considered as a provision by the management. The demands are towards additional customs duty payable on import of technical know-how pursuant to a Technology Transfer and Trademark Licence Agreement. The CESTAT, Mumbai, has passed an order against the Company in June 2013. The Company has filed an appeal with the Honourable Supreme Court.

Based on the management's assessment including external legal advice with respect to provisions of law, the Company is confident of the above matters being ultimately decided in the Company's favour and accordingly, no provision (except as stated above), has been considered necessary by the Company in this regard till date.

- 5 The Directorate of Revenue Intelligence conducted investigations during the year 2022 on the imports made by the Company and the payment of customs duty thereon. Basis the investigations, the Commissioner of Customs, Mumbai issued a Show Cause Notice asking the Company why the parts and components imported by the Company for its Chhatrapati Sambhajanagar plant should not be classified as CKD / SKD kits of motor vehicles and differential customs duty of INR 115,265 million along with applicable interest and penalties should not be levied. The Company has taken necessary legal measures by filing a writ petition with Honourable Bombay High Court against this impugned Show Cause Notice, hearings in respect of which are concluded, and the Company is currently awaiting the orders from Honourable Bombay High Court.

Based on internal assessment and the advice received from external legal counsel, management is of the view that the Company has a strong case on merit. Accordingly, no provision has been considered necessary by the Company in this regard till date.

- 6 The figures for the quarter ended March 31 are the balancing figures between audited figures in respect of the full financial year up to March 31 and the unaudited published year-to-date figures up to December 31 being the date of the end of the third quarter of the financial year which were subject to limited review by the statutory auditors.

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7 Disclosures required by Regulation 52(4) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015:

| Sr. No. | Particular | Formula for computation of ratios | Quarter ended | | | Year ended | |
|---------|---|--|----------------|--------------|----------------|----------------|----------------|
| | | | March 31, 2025 | Dec 31, 2024 | March 31, 2024 | March 31, 2025 | March 31, 2024 |
| 1 | Debt Equity Ratio | $= \frac{\text{Total Debt (Total Borrowing + lease liabilities)}}{\text{Total shareholders' Equity (Equity share capital + Other equity)}}$ | 0.54 | 0.40 | 0.59 | 0.54 | 0.59 |
| 2 | Debt Service Coverage Ratio (DSCR) (not annualised) | $= \frac{\text{Earnings available for debt service (Net profit after tax + finance cost + depreciation and amortisation)}}{\text{Debt service (Finance cost + current maturities of borrowing + lease liabilities)}}$ | 0.28 | 0.06 | 0.19 | 0.55 | 0.49 |
| 3 | Interest Service Coverage Ratio (not annualised) | $= \frac{\text{Profit before interest and taxes (EBIT)}}{\text{Finance cost}}$ | 3.72 | (3.10) | 2.23 | 1.12 | 1.09 |
| 4 | Outstanding redeemable preference shares (INR Million) (971,724,552 shares of INR 10 each) | - | 9,717.25 | 9,717.25 | 9,717.25 | 9,717.25 | 9,717.25 |
| 5 | Capital Redemption reserve (INR Million) | - | 1,858.04 | 1,858.04 | 1,858.04 | 1,858.04 | 1,858.04 |
| 6 | Net worth (INR Million) | - | 53,528.23 | 52,010.63 | 51,897.98 | 53,528.23 | 51,897.98 |
| 7 | Current ratio (Number of times) | $= \frac{\text{Total Current assets}}{\text{Total Current liabilities}}$ | 0.79 | 0.73 | 0.79 | 0.79 | 0.79 |
| 8 | Long term debt to working capital ratio (Number of times) | $= \frac{\text{Long term debt (Non-current maturities of borrowing + Non-current maturities of lease liabilities)}}{\text{Working Capital (Current assets - current liabilities)}}$ | (0.49) | (0.41) | (0.46) | (0.49) | (0.46) |
| 9 | Bad debts to accounts receivable ratio (%) | $= \frac{\text{Bad Debts written off}}{\text{Average trade receivables}}$ | 0% | 0% | 2% | 0% | 2% |
| 10 | Current liability ratio (Number of times) | $= \frac{\text{Current Liabilities}}{\text{Total Liabilities}}$ | 0.75 | 0.73 | 0.72 | 0.75 | 0.72 |
| 11 | Total debts to total assets ratio (Number of times) | $= \frac{\text{Total Debts (Total borrowing + total lease liabilities)}}{\text{Total Assets}}$ | 0.16 | 0.13 | 0.18 | 0.16 | 0.18 |
| 12 | Debtors turnover ratio (Number of times) (Annualised) | $= \frac{\text{Revenue from operations}}{\text{Average trade receivables}}$ | 44.84 | 39.47 | 43.81 | 44.77 | 50.85 |
| 13 | Inventory turnover ratio (Number of times) (Annualised) | $= \frac{\text{Cost of goods sold (Cost of raw materials and components consumed + Purchases of traded goods + Changes in inventories of finished goods, work-in-progress, traded goods, spare parts and accessories)}}{\text{Average inventory}}$ | 3.57 | 4.09 | 3.37 | 3.67 | 4.15 |
| 14 | Operating margin (%) | $= \frac{\text{Operating profit (EBIT)}}{\text{Revenue from operations}}$ | 5.81% | (4.18%) | 3.85% | 1.70% | 1.82% |
| 15 | Net profit margin (%) | $= \frac{\text{Net profit after tax}}{\text{Revenue from operations}}$ | 5.21% | (4.21%) | 3.87% | 0.49% | 0.51% |

a. **Credit rating:**

| Particulars | Rating agency | Rating |
|-------------------|---------------|--------|
| Commercial Papers | India Rating | A1+ |
| Commercial Papers | ICRA Limited | A1+ |

b. **The next due date for the payment of interest and redemption of commercial papers listed on BSE:**

| ISIN | Type | Amount (in INR million) | Due date of payment |
|--------------|-----------|-------------------------|---------------------|
| INE04TA14485 | Principal | 1,966.54 | 22-May-25 |
| | Interest | 33.46 | |
| INE04TA14493 | Principal | 1,475.57 | 30-Jun-25 |
| | Interest | 24.43 | |

**For and on behalf of the Board of Directors of
Skoda Auto Volkswagen India Private Limited**

Piyush Arora
Managing Director
Place : Pune
DIN: 06991008
Date : May 22, 2025

Nalin Jain
Executive Director (Finance) and Chief Financial Officer
Place : Pune
DIN: 06572476
Date : May 22, 2025

Place : Pune, India
Date : May 22, 2025