

July 2, 2021

The Secretary,
Listing Department,
BSE Limited,
1st Floor, Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai – 400001
Scrip Code: 531642

The Manager,
Listing Department,
The National Stock Exchange of India Limited,
Exchange Plaza, C-1 Block G,
Bandra Kurla Complex, Bandra (East),
Mumbai – 400051
Scrip Symbol: MARICO

Subject: Corrigendum – Quarterly Update Q1 FY2021-22
Ref: BSE Ack. No. 2949711 and NEAPS App. No 2021/Jul/679/681

Dear Sir/Madam,

Further to the captioned announcement made earlier today, whereby the Company shared an update on the operating performance and demand trends witnessed by the Company during the quarter ended June 30, 2021, kindly note that there is a revision in the fourth paragraph in said update. We request you to read the given paragraph as below:

“Key input costs have started easing after peaking at the start of this quarter. However, gross margins will remain under pressure in this quarter due to consumption of higher cost inventory and will improve from Q2 onwards. Operating margins should see significant sequential improvement in Q1 due to higher operating leverage and trend towards medium term expectations. However, operating margin in the quarter will drop sharply on a year-on-year basis, given the exceptionally high base of 24.3% (due to rationalisation of A&P spends and other overheads in the base quarter) and the arithmetic (high denominator) effect of significant pricing-led growth. Owing to the above, the Company expects muted bottom line growth in the quarter.”

The revised update is enclosed and will also be made available on the website of the Company.

This is for your information.

Thank you.

Yours faithfully,

For **Marico Limited**

HEMANGI GHAG
YATEEN
GHAG

Digitally signed by
HEMANGI YATEEN
GHAG
Date: 2021.07.02
19:06:17 +05'30'

Hemangi Ghag
Company Secretary & Compliance Officer

Encl: As above

Marico Limited
Regd Office:
7th Floor
Grande Palladium
175, CST Road, Kalina
Santacruz (E)
Mumbai 400 098, India
Tel: (91-22) 6648 0480
Fax: (91-22) 2650 0159
www.marico.com



Quarterly Update: Q1 FY22

This update seeks to provide an overall summary of the operating performance and demand trends witnessed in the quarter ended 30th June, 2021. A detailed Information Update will follow this once the Board approves the financial results for Q1 FY22.

Healthy momentum in demand witnessed in March sustained for the first three weeks of April, until the second COVID surge in India hit alarming levels and led to the resumption of lockdown-like curbs in various states. The impact on public health was more severe this time around, as the pandemic also reached the rural pockets of the country. However, the impact on business was lesser than the first wave witnessed last year, as supply chains were evolved enough to cope with localized and staggered lockdowns and retail stores were also allowed to operate for limited number of hours during the day. Demand in South and West India, which are relatively higher salience regions for the Company, was particularly slower due to heavier caseloads and extended lockdown restrictions. As COVID positivity rates subsequently dropped to pre-second wave levels, overall demand has been trending better since early June.

The India business delivered 30% plus revenue growth, backed by a robust double-digit volume growth. A marginal correction of the historical revenue skew from Q1 towards the previous quarter (Q4FY21) is imputed into this quarter's performance. **Parachute Coconut Oil** delivered ahead of medium term expectations. **Saffola Edible Oils** posted low double-digit volume growth, despite a high base. **Value Added Hair Oils** recovered smartly across the entire franchise, albeit on a low base, which was due to billing constraints during most of April last year. The **Foods** portfolio revenue more than doubled year-on-year with the Oats franchise continuing its strong run and recent launches scaling up well in line with medium term expectations. **Premium Personal Care** (constitutes less than 5% of domestic revenues) also recovered sharply over last year, but ended below pre-COVID levels.

The International business posted constant currency growth in the low 20's on the back of sustained momentum in Bangladesh and broad based recovery across other markets.

Key input costs have started easing after peaking at the start of this quarter. However, gross margins will remain under pressure in this quarter due to consumption of higher cost inventory and will improve from Q2 onwards. Operating margins should see significant sequential improvement in Q1 due to higher operating leverage and trend towards medium term expectations. However, operating margin in the quarter will drop sharply on a year-on-year basis, given the exceptionally high base of 24.3% (due to rationalization of A&P spends and other overheads in the base quarter) and the arithmetic (high denominator) effect of significant pricing-led growth. Owing to the above, the Company expects muted bottom line growth in the quarter.

We are seeing improving demand trends, as the second wave appears to be receding and the vaccination drive is progressing steadily. While there are apprehensions of a third wave, the Company is adequately prepared to tackle any disruptions in the business environment resulting from the same, given a large majority of our own members and all extended third party resources have received the first dose of vaccination. The Company maintains its aspiration of delivering sustainable and profitable volume-led growth over the medium term, enabled by the strengthening brand equity of its core franchises and new engines of growth reaching critical mass.

About Marico:

Marico (BSE: 531642, NSE: "MARICO") is one of India's leading consumer products companies in the global beauty and wellness space. During FY 2020-21, Marico recorded a turnover of about INR 80.5 billion (USD 1.1 billion) through its products sold in India and chosen markets in Asia and Africa.

Marico touches the lives of 1 out of every 3 Indians, through its portfolio of brands such as Parachute, Saffola, Saffola FITTIFY Gourmet, Saffola ImmuniVeda, Saffola Arogyam, Saffola Mealmaker, Hair & Care, Parachute Advansed, Nihar Naturals, Mediker, Kaya Youth O2, Coco Soul, Revive, Set Wet, Livon, Veggie Clean, KeepSafe, Travel Protect, House Protect and Beardo. The International consumer products portfolio contributes to about 23% of the Group's revenue, with brands like Parachute, Parachute Advansed, HairCode, Fiancée, Caivil, Hercules, Black Chic, Code 10, Ingwe, X-Men, Mediker SafeLife, Thuan Phat and Isoplus.

Marico Limited

Reg Office: 7th floor, Grande Palladium, 175, CST Road, Kalina, Santacruz (East), Mumbai - 400 098

Tel: (91-22) 6648 0480

Fax: (91-22) 2650 0159

Website: www.marico.com

E-mail: investor@marico.com

CIN: L15140MH1988PLC049208

Websites:

www.marico.com, www.maricobd.com, www.maricoinnovationfoundation.org,
www.parachuteadvansed.com, www.niharnaturals.com, www.saffola.in, www.saffolafittify.com,
www.saffolalife.com, www.cocosoul.in, www.setwet.com, www.livonhairgain.com,
www.livonilovemyhair.com, www.hairsutras.com, www.fitfoodie.in, www.indiaparenting.com/bio-oil/,
www.getslimtherightway.com, www.truerootslab.com, www.pblskin.com,
<https://stores.saffola.in/>