



HERITAGE FOODS LIMITED

Registered Office: 6 - 3 - 541/c, Adj. to NIMS, Punjagutta, Hyderabad - 500 082

CIN: L15209TG1992PLC014332, website: www.heritagefoods.in, Tel.No: 040 - 23391221/23391222 Fax: 30685458, email: hfl@heritagefoods.in

STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2018

(Amount in lakhs of Rs. unless otherwise stated)

Sl. No	Particulars	Quarter Ended			Year Ended
		30.06.2018 (Unaudited)	31.03.2018 (Audited) Refer Note 3	30.06.2017 (Unaudited) Refer Note 4	31.03.2018 (Audited)
1	Revenue:				
	a. Revenue from operations	63,493.41	55,510.88	60,937.15	2,34,401.10
	b. Other income	184.34	310.93	137.15	716.95
	c. Fair value gain on FVTPL equity securities	2,857.60	4,916.91	13,874.08	39,537.07
	Total income (1)	66,535.35	60,738.72	74,948.38	2,74,655.12
2	Expenses:				
	a. Cost of materials consumed	44,904.46	43,967.67	45,629.55	1,81,869.02
	b. Excise duty	-	-	33.26	33.26
	c. Purchases of stock-in-trade	2,479.97	1,994.99	6,805.44	13,017.18
	d. Changes in inventories of finished goods, stock-in-trade and work-in-progress	3,038.35	(2,578.32)	(1,915.76)	(4,305.13)
	e. Employee benefits expense	3,365.83	2,928.64	3,058.47	12,014.23
	f. Finance costs	544.83	536.55	380.39	1,745.45
	g. Depreciation and amortization expense	1,048.14	1,009.33	851.84	3,698.54
	h. Impairment losses	-	40.28	-	40.28
	i. Other expenses	5,261.77	4,742.09	4,925.61	19,031.11
	j. Loss due to changes in fair value of derivative liabilities	2,857.60	4,916.91	13,040.87	38,703.86
	Total expenses (2)	63,500.95	57,558.14	72,809.67	2,65,847.80
3	Profit before tax (1-2)	3,034.40	3,180.58	2,138.71	8,807.32
4	Tax expense:				
	a. Current tax	879.00	919.00	480.00	2,829.39
	b. Deferred tax expense/(benefit), net	163.99	210.35	61.03	(60.23)
5	Profit for the period/year (3-4)	1,991.41	2,051.23	1,597.68	6,038.16
6	Other comprehensive income, net of income tax:				
	(a) Items that will not be reclassified to profit or loss				
	(i) Re-measurement gains on defined benefit plans	(19.46)	(77.82)	-	(77.82)
	Income tax effect on (i) above	-	-	-	-
	(ii) Net gain on FVTOCI equity securities	952.28	1,594.37	4,625.85	13,182.25
	Income tax effect on (ii) above	-	-	-	-
7	Total Comprehensive Income for the period/year (5+6) (Comprising profit and other comprehensive income for the period/year)	2,924.23	3,567.78	6,223.53	19,142.59
8	Paid up Equity Share Capital (face value of Rs.5/-each)	2,319.90	2,319.90	2,319.90	2,319.90
9	Other equity				75,480.76
10	Earnings per equity share("EPES") of Rs.5/- each				
	(1) Basic (Not annualised) (in absolute Rs. terms)	4.29	4.42	3.44	13.01
	(2) Diluted (Not annualised) (in absolute Rs. terms)	4.29	4.42	3.44	13.01



Standalone segment information

(Amount in lakhs of Rs. unless otherwise stated)

Sl.No	Particulars	Quarter Ended		Year Ended	
		30.06.2018 (Unaudited)	31.03.2018 (Audited) Refer Note 3	30.06.2017 (Unaudited) Refer Note 4	31.03.2018 (Audited)
1	Segment Revenue:				
	a. Dairy	61,869.10	54,560.81	59,032.43	2,29,671.55
	b. Renewable energy	331.20	168.15	176.62	685.93
	c. Feed	884.79	939.81	810.26	3,591.71
	d. Others	612.44	-	1,081.96	1,104.40
	Total (a+b+c+d)	63,697.53	55,668.77	61,101.27	2,35,053.59
	Less: Inter Segment Revenue	204.12	157.89	164.12	652.49
	Revenue from operations	63,493.41	55,510.88	60,937.15	2,34,401.10
2	Segment Results :				
	a. Dairy	3,405.73	3,757.11	1,856.26	10,096.16
	b. Renewable energy	231.92	72.88	94.14	317.81
	c. Feed	(79.47)	(94.01)	(87.01)	(359.89)
	d. Others	54.43	-	115.39	44.65
	Total (a+b+c+d)	3,612.61	3,735.98	1,978.78	10,098.73
	Less: i. Finance costs	544.83	536.55	380.39	1,745.45
	ii. Other un-allocable expenses net off	2,906.10	4,673.02	13,340.64	39,124.81
	Add: i. Interest income	15.12	18.33	6.88	37.76
	ii. Other un-allocable income	2,857.60	4,635.84	13,874.08	39,541.09
	Total profit before tax	3,034.40	3,180.58	2,138.71	8,807.32
3	Segment Assets:				
	a. Dairy	51,180.06	52,916.91	42,005.37	52,916.91
	b. Renewable energy	6,621.50	6,631.01	5,649.13	6,631.01
	c. Feed	140.07	125.58	161.98	125.58
	d. Others	-	-	-	-
	e. Unallocated	1,12,574.40	1,08,868.05	73,045.55	1,08,868.05
	Total (a+b+c+d+e)	1,70,516.03	1,68,541.55	1,20,862.03	1,68,541.55
4	Segment Liabilities:				
	a. Dairy	38,386.86	42,309.00	32,915.03	42,309.00
	b. Renewable energy	3,380.99	3,682.29	3,113.76	3,682.29
	c. Feed	211.11	275.63	-	275.63
	d. Others	-	-	-	-
	e. Unallocated	47,812.18	44,473.97	18,834.76	44,473.97
	Total (a+b+c+d+e)	89,791.14	90,740.89	54,863.55	90,740.89

1. The unaudited standalone financial results for the quarter ended 30 June 2018 were reviewed by the Audit Committee and approved by the Board of Directors of the Company at their meetings held on 27 July 2018.
2. The standalone financial results for the quarter ended 30 June 2018 were subjected to a limited review by the statutory auditors of the Company.
3. The figures for the quarter ended 31 March 2018 are the balancing figures between the audited figures in respect of the full financial year ended 31 March 2018 and the unaudited year to date figures up to the nine months ended 31 December 2017, which were subjected to limited review by the statutory auditors.

4. In accordance with the accounting principles enunciated in Ind AS - 8, Accounting Policies, Changes in Accounting Estimates and Errors, the Company has carried out certain adjustments to the previously issued standalone financial results as detailed below:

(Amount in lakhs of Rs. unless otherwise stated)

Particulars	Quarter ended 30.06.2017
On classification of financial instruments as fair value through profit or loss (FVTPL)	13,874.08
On fair value accounting of derivative liabilities	(13,040.87)
Impact of the above on profit after tax	833.21
Impact of the above on other comprehensive income	(833.21)
Increase in earnings per equity shares of Rs.5/- each for discontinued and continuing operations	
Basic (Not annualised) (in absolute Rs. terms)	1.80
Diluted (Not annualised) (in absolute Rs. terms)	1.80

The impact of the above adjustments have been given in the previously issued standalone segment information.

5. As per Ind AS 108 - Operating Segments, the Company has identified Dairy, Renewable energy and Feed as reportable segments.
6. The Company has adopted Ind AS 115 using modified retrospective application method with effect from 1 April 2018 and accordingly these standalone financial results are prepared in accordance with recognition and measurement principles laid down in Ind AS 115, Revenue from Contracts with Customers. There is no impact of adoption of Ind AS 115 on revenue on standalone financial results.
7. Figures of previous periods/year have been regrouped/rearranged wherever necessary.

For and on behalf of the Board

Sd/-

N Bhuvaneshwari

Vice Chairperson & Managing Director

DIN - 00003741

Date: 27 July 2018

Place: Hyderabad



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STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2018

(Amount in lakhs of Rs. unless otherwise stated)

Sl. No	Particulars	Quarter Ended		Year Ended	
		30.06.2018 (Unaudited)	31.03.2018 (Audited) Refer Note 3	30.06.2017 (Unaudited) Refer Note 4	31.03.2018 (Audited)
1	Revenue:				
	a. Revenue from operations	64,160.07	56,162.68	61,677.72	2,37,341.93
	b. Other income	191.55	332.77	149.72	767.28
	c. Fair value gain on FVTPL equity securities	2,857.60	4,916.91	13,874.08	39,537.07
	Total income	67,209.22	61,412.36	75,701.52	2,77,646.28
2	Expenses:				
	a. Cost of materials consumed	45,715.32	44,692.77	46,478.72	1,85,194.45
	b. Excise duty	-	-	33.26	33.26
	c. Purchases of stock-in-trade	1,891.20	1,459.54	6,433.10	11,086.15
	d. Changes in inventories of finished goods, stock-in-trade and work-in-progress	3,047.39	(2,590.96)	(2,006.79)	(4,338.78)
	e. Employee benefits expense	3,479.46	3,029.61	3,153.83	12,418.29
	f. Finance costs	559.15	555.08	395.51	1,824.22
	g. Depreciation and amortization expense	1,070.71	1,031.83	871.70	3,782.64
	h. Impairment losses	-	40.28	-	40.28
	i. Other expenses	5,429.06	5,097.02	4,896.36	19,912.32
	j. Loss due to changes in fair value of derivative liabilities	2,857.60	4,916.91	13,040.87	38,703.86
	Total expenses	64,049.89	58,232.08	73,296.56	2,68,656.69
3	Profit before share of loss of an associate and a Joint venture from continuing operations (1-2)	3,159.33	3,180.28	2,404.96	8,989.59
4	Share of loss of an associate and a joint venture	5.03	8.32	-	9.48
5	Profit before tax (3-4)	3,154.30	3,171.96	2,404.96	8,980.11
6	Tax expense:				
	a. Current tax	894.08	924.20	484.00	2,799.64
	b. Deferred tax expense/(benefit), net	118.11	260.46	54.05	(87.47)
7	Profit/(loss) for the period/year from continuing operations (5-6)	2,142.11	1,987.30	1,866.91	6,267.94
8	Discontinued operations:				
	a. Profit/(loss) before tax for the period/year from discontinued operations	(7.47)	(1.68)	3.62	11.04
	b. Tax (income)/ expense of discontinued operations	-	-	-	5.72
9	Profit/(loss) for the period/year after tax from discontinued operations (a-b)	(7.47)	(1.68)	3.62	5.32
10	Profit for the period/year (7+9)	2,134.64	1,985.62	1,870.53	6,273.26
11	Other comprehensive income, net of income tax:				
	(a) Items that will not be reclassified to profit or loss				
	(i) Re-measurement gains on defined benefit plans	(19.46)	(72.77)	-	(72.77)
	Income tax effect of (i) above	-	-	-	-
	(ii) Net gain on FVTOCI equity securities	952.28	1,594.37	4,625.86	13,182.25
	Income tax effect of (ii) above	-	-	-	-
12	Total comprehensive income for the period/year (Comprising profit and other comprehensive income for the period/year) (10+11)	3,067.46	3,507.22	6,496.39	19,382.74
13	Profit for the period/year from continuing operation attributable to:				
	- Owners of the parent	2,078.80	2,062.71	1,854.77	6,277.17
	- Non-controlling interest	63.31	(75.41)	12.14	(9.23)
14	Profit for the period/year from discontinued operation attributable to:				
	- Owners of the parent	-	-	-	-
	- Non-controlling interest	(7.47)	(1.68)	3.62	5.32
15	Total Profit for the period/year attributable to:				
	- Owners of the parent	2,078.80	2,062.71	1,854.77	6,277.17
	- Non-controlling interest	55.84	(77.09)	15.76	(3.91)
16	Other comprehensive income/(expense) attributable to:				
	- Owners of the parent	932.82	1,521.60	4,625.86	13,109.48
	- Non-controlling interest	-	-	-	-
17	Total comprehensive income for the period/year attributable to:				
	- Owners of the parent	3,011.62	3,584.31	6,480.63	19,386.65
	- Non-controlling interest	55.84	(77.09)	15.76	(3.91)
18	Paid-up Equity Share Capital (face value of Rs.5/-each)	2,319.90	2,319.90	2,319.90	2,319.90
19	Other equity (attributable to the owners of the parent)	-	-	-	75,447.15
20	Earnings per equity share("EPES") of Rs.5/- each for continuing operations				
	(1) Basic (Not annualised) (in absolute Rs. terms)	4.48	4.45	4.00	13.53
	(2) Diluted (Not annualised) (in absolute Rs. terms)	4.48	4.45	4.00	13.53
21	EPES of Rs.5/- each for discontinued operations				
	(1) Basic (Not annualised) (in absolute Rs. terms)	-	-	-	-
	(2) Diluted (Not annualised) (in absolute Rs. terms)	-	-	-	-
22	EPES of Rs.5/- each for discontinued and continuing operations				
	(1) Basic (Not annualised) (in absolute Rs. terms)	4.48	4.45	4.00	13.53
	(2) Diluted (Not annualised) (in absolute Rs. terms)	4.48	4.45	4.00	13.53



Consolidated segment information

(Amount in lakhs of Rs. unless otherwise stated)

Sl. No	Particulars	Quarter Ended			Year Ended
		30.06.2018 (Unaudited)	31.03.2018 (Audited) Refer Note 3	30.06.2017 (Unaudited) Refer Note 4	31.03.2018 (Audited)
1	Segment Revenue:				
	a. Dairy	61,869.10	54,560.81	59,032.43	2,29,671.54
	b. Renewable energy	331.20	168.15	176.63	685.93
	c. Feed	1,605.59	1,613.45	1,657.17	6,742.57
	d. Others	741.87	121.00	1,169.14	1,535.05
	Total (a+b+c+d)	64,547.76	56,463.41	62,035.37	2,38,635.09
	Less: Inter Segment Revenue	387.69	300.73	357.87	1,293.16
	Revenue from operations	64,160.07	56,162.68	61,677.50	2,37,341.93
2	Segment Results:				
	a. Dairy	3,405.73	3,757.11	1,856.26	10,096.16
	b. Renewable energy	231.92	72.88	94.14	317.81
	c. Feed	8.14	(8.55)	(56.66)	(317.39)
	d. Others	105.64	(86.89)	115.02	(43.60)
	Total (a+b+c+d)	3,751.43	3,734.55	2,008.76	10,052.98
	Share of loss of an associate and a Joint venture	(5.03)	(8.32)	-	(9.48)
	Less: i. Finance costs	559.15	555.08	395.51	1,824.22
	ii. Other un-allocable expenses net off	2,912.86	4,393.17	13,101.76	38,867.05
	Add: i. Interest income	22.31	39.22	19.39	86.80
	ii. Other un-allocable income	2,857.60	4,354.76	13,874.08	39,541.08
	Total profit before tax	3,154.30	3,171.96	2,404.96	8,980.11
3	Segment Assets:				
	a. Dairy	51,180.06	52,916.92	42,005.37	52,916.92
	b. Renewable energy	6,621.50	6,631.01	5,649.13	6,631.01
	c. Feed	3,086.60	3,040.20	3,288.75	3,040.20
	d. Others	905.76	834.41	870.22	834.41
	e. Unallocated	1,10,692.04	1,07,238.66	71,868.01	1,07,238.66
	Total (a+b+c+d+e)	1,72,485.96	1,70,661.20	1,23,681.48	1,70,661.20
4	Segment Liabilities:				
	a. Dairy	38,386.86	42,309.01	32,915.03	42,309.01
	b. Renewable energy	3,380.99	3,682.29	3,113.76	3,682.29
	c. Feed	1,174.90	1,392.61	1,575.07	1,392.61
	d. Others	8.93	9.62	6.04	9.62
	e. Unallocated	47,644.66	44,444.95	19,014.79	44,444.95
	Total (a+b+c+d+e)	90,596.34	91,838.48	56,624.69	91,838.48

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7. Figures of previous periods/year have been regrouped/rearranged wherever necessary.

For and on behalf of the Board

Sd/-

N Bhuvaneswari
Vice Chairperson & Managing Director
DIN - 00003741

Date: 27 July 2018

Place: Hyderabad