



**HERITAGE FOODS LIMITED**

Registered Office: 6-3-541/C, Adjacent to NIMS, Punjagutta, Hyderabad - 500 082

CIN: L15209TG1992PLC014332, website: www.heritagefoods.in, Tel.No: 040-23391221/23391222 Fax: 23318090, email: hfl@heritagefoods.in

**STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS**

**FOR THE QUARTER ENDED 30 JUNE 2019**

(Amount in lakhs of ₹ unless otherwise stated)

Sl. No	Particulars	Quarter ended			Year ended
		30.06.2019 (Unaudited)	31.03.2019 (Audited)	30.06.2018 (Unaudited)	31.03.2019 (Audited)
<b>1</b>	<b>Revenue</b>				
	a. Revenue from operations	71,083.24	62,521.99	63,493.41	2,48,234.93
	b. Other income	246.92	568.87	184.34	1,109.60
	c. Fair value gain on fair value through profit or loss (FVTPL) equity securities	3,634.54	-	2,857.60	-
	d. Gain due to changes in fair value of derivative liabilities	-	6,822.09	-	13,109.85
	<b>Total income</b>	<b>74,964.70</b>	<b>69,912.95</b>	<b>66,535.35</b>	<b>2,62,454.38</b>
<b>2</b>	<b>Expenses</b>				
	a. Cost of materials consumed	54,083.39	47,286.76	44,904.46	1,84,087.30
	b. Purchases of stock-in-trade	1,891.85	3,334.44	2,479.97	8,440.19
	c. Changes in inventories of finished goods, semi finished goods, stock-in-trade and work-in-progress	1,147.13	(1,456.65)	3,038.35	3,391.35
	d. Employee benefits expenses	3,929.81	3,183.64	3,365.83	13,685.21
	e. Finance costs	513.41	597.46	544.83	2,068.64
	f. Depreciation and amortization expense	1,207.55	1,108.57	1,048.14	4,371.04
	g. Impairment losses	-	350.00	-	365.95
	h. Other expenses	5,229.71	5,204.74	5,261.77	20,066.03
	i. Loss due to changes in fair value of derivative liabilities	3,634.54	-	2,857.60	-
	j. Fair value loss on FVTPL equity securities	-	6,822.09	-	13,109.85
	<b>Total expenses</b>	<b>71,637.39</b>	<b>66,431.05</b>	<b>63,500.95</b>	<b>2,49,585.56</b>
<b>3</b>	<b>Profit before tax</b>	<b>3,327.31</b>	<b>3,481.90</b>	<b>3,034.40</b>	<b>12,868.82</b>
<b>4</b>	<b>Tax expense</b>				
	a. Current tax	1,142.00	1,055.00	879.00	4,228.00
	b. Deferred tax expense	13.97	28.27	163.99	296.63
<b>5</b>	<b>Profit for the period/year</b>	<b>2,171.34</b>	<b>2,398.63</b>	<b>1,991.41</b>	<b>8,344.19</b>
<b>6</b>	<b>Other comprehensive income (OCI)</b>				
	<b>(a) Items that will not be reclassified to profit or loss</b>				
	(i) Re-measurement loss on defined benefit plans, net of tax	(39.60)	(100.03)	(19.46)	(158.40)
	Income tax effect on (i) above	-	-	-	-
	(ii) Net gain/(loss) on fair value through OCI equity securities	1,211.79	(2,219.89)	952.28	(4,371.54)
	Income tax effect on (ii) above	-	-	-	-
	<b>(b) Items that will be reclassified to profit or loss</b>	-	-	-	-
<b>7</b>	<b>Total comprehensive income for the period/year</b>	<b>3,343.53</b>	<b>78.71</b>	<b>2,924.23</b>	<b>3,814.25</b>
<b>8</b>	Paid up Equity share capital (face value of ₹5 each)	2,319.90	2,319.90	2,319.90	2,319.90
<b>9</b>	Other equity				78,176.28
<b>10</b>	<b>Earnings per equity share ("EPES")</b>				
	(1) Basic EPES (not annualised) (in absolute ₹ terms)	4.68	5.17	4.29	17.98
	(2) Diluted EPES (not annualised) (in absolute ₹ terms)	4.68	5.17	4.29	17.98



## Standalone Segment Information

(Amount in lakhs of ₹ unless otherwise stated)

Sl. No	Particulars	Quarter ended			Year ended
		30.06.2019 (Unaudited)	31.03.2019 (Audited)	30.06.2018 (Unaudited)	31.03.2019 (Audited)
<b>1</b>	<b>Segment revenue</b>				
	a. Dairy	70,993.22	62,396.64	62,753.89	2,47,000.58
	b. Renewable energy	258.82	182.41	331.20	1,137.08
	c. Others	55.50	97.66	612.44	917.89
	<b>Total</b>	<b>71,307.54</b>	<b>62,676.71</b>	<b>63,697.53</b>	<b>2,49,055.55</b>
	Less: Inter segment revenue	224.30	154.72	204.12	820.62
	<b>Income from operations</b>	<b>71,083.24</b>	<b>62,521.99</b>	<b>63,493.41</b>	<b>2,48,234.93</b>
<b>2</b>	<b>Segment results</b>				
	Profit/(loss) before finance costs, tax and other un-allocable items				
	a. Dairy	3,725.81	3,778.26	3,326.26	14,044.96
	b. Renewable energy	142.83	51.20	231.92	659.25
	c. Others	3.79	7.75	54.43	116.42
	<b>Total</b>	<b>3,872.43</b>	<b>3,837.21</b>	<b>3,612.61</b>	<b>14,820.63</b>
	Less: i. Finance costs	513.41	597.46	544.83	2,068.64
	ii. Other un-allocable expenses	3,690.23	6,854.15	2,906.10	13,303.87
	Add: i. Interest income	23.99	13.13	15.12	45.77
	ii. Other un-allocable income	3,634.53	7,083.17	2,857.60	13,374.93
	<b>Profit before tax</b>	<b>3,327.31</b>	<b>3,481.90</b>	<b>3,034.40</b>	<b>12,868.82</b>
<b>3</b>	<b>Segment assets</b>				
	a. Dairy	55,767.19	59,938.84	51,320.13	59,938.84
	b. Renewable energy	6,272.91	6,359.70	6,621.50	6,359.70
	c. Others	37.25	-	-	-
	d. Unallocated	98,419.30	93,232.19	1,12,574.40	93,232.19
	<b>Total</b>	<b>1,60,496.65</b>	<b>1,59,530.73</b>	<b>1,70,516.03</b>	<b>1,59,530.73</b>
<b>4</b>	<b>Segment liabilities</b>				
	a. Dairy	37,738.68	43,970.83	38,597.97	43,970.83
	b. Renewable energy	2,679.66	2,837.96	3,380.99	2,837.96
	c. Others	-	-	-	-
	d. Unallocated	36,264.03	32,225.76	47,812.18	32,225.76
	<b>Total</b>	<b>76,682.37</b>	<b>79,034.55</b>	<b>89,791.14</b>	<b>79,034.55</b>

1. The unaudited standalone financial results for the quarter ended 30 June 2019 were reviewed by the Audit Committee and approved by the Board of Directors of the Company at their meetings held on 31 July 2019.
2. The standalone financial results for the quarter ended 30 June 2019 were subjected to a limited review by the statutory auditors of the Company.
3. The figures for the quarter ended 31 March 2019 are the balancing figures between the audited figures in respect of the full financial year ended 31 March 2019 and the unaudited year to date figures up to the nine months ended 31 December 2018, which were subjected to limited review by the statutory auditors.
4. As per Ind AS 108- Operating Segments, the Company has identified Dairy and renewable energy as reportable segments.
5. Effective 1 April 2019, the Company adopted Ind AS 116 "Leases", applied to all lease contracts existing on 1 April 2019 using the modified retrospective method and has taken the cumulative adjustment to retained earnings, on the date of initial application. Accordingly, comparatives for the quarter and year ended 31 March 2019 and quarter ended 30 June 2018 have not been retrospectively adjusted. On transition, the adoption of the new standard resulted in recognition of Right-of-Use asset (ROU) of ₹472.01 , and a lease liability of ₹511.18. The cumulative effect of applying the standard resulted in ₹25.48 being debited to retained earnings, net of taxes. In view of above, the operating lease rent which was accounted under other expenses in previous periods has now been accounted as depreciation and finance cost. Accordingly, the profit before tax for the current quarter has increased by ₹6.90. To this extent performance for the current quarter ended 30 June 2019 is not comparable with previous quarterly results.
6. Figures of previous periods/year have been regrouped/rearranged wherever necessary.

For and on behalf of the Board of Directors

Sd/-

N Brahmani  
Executive Director  
DIN: 02338940

Date: 31 July 2019  
Place: Hyderabad



HERITAGE FOODS LIMITED

Registered Office: 6-3-541/C, Adjacent 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 CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED 30 JUNE 2019

(Amount in lakhs of ₹ unless otherwise stated)

Sl. No	Particulars	Quarter ended			Year ended
		30.06.2019 (Unaudited)	31.03.2019 (Audited)	30.06.2018 (Unaudited)	31.03.2019 (Audited)
<b>1</b>	<b>Revenue</b>				
	a. Revenue from operations	72,124.38	63,502.52	64,160.07	2,51,475.17
	b. Revenue from transaction with discontinued operations	-	-	-	-
	b. Other income	249.55	315.62	191.55	901.70
	c. Fair value gain on FVTPL equity securities	3,634.54	-	2,857.60	-
	d. Gain due to changes in fair value of derivative liabilities	-	6,822.09	-	13,109.85
	<b>Total income</b>	<b>76,008.47</b>	<b>70,640.23</b>	<b>67,209.22</b>	<b>2,65,486.72</b>
<b>2</b>	<b>Expenses</b>				
	a. Cost of materials consumed	56,127.86	48,586.46	45,715.32	1,88,050.35
	b. Excise duty	-	-	-	-
	c. Purchases transactions with discontinued operations	-	-	-	-
	b. Purchases of stock-in-trade	560.73	2,548.65	1,891.20	5,924.00
	c. Changes in inventories of finished goods, semi finished goods, stock-in-trade and work-in-progress	1,081.63	(1,535.62)	3,047.39	3,327.24
	d. Employee benefits expenses	4,093.62	3,297.03	3,479.46	14,182.70
	e. Finance costs	554.45	630.86	559.15	2,148.33
	f. Depreciation and amortization expense	1,256.51	1,132.66	1,070.71	4,465.52
	g. Impairment losses	-	350.00	-	365.95
	h. Other expenses	5,630.19	5,697.36	5,429.06	21,121.10
	i. Loss due to changes in fair value of derivative liabilities	3,634.54	-	2,857.60	-
	j. Fair value loss on FVTPL equity securities	-	6,822.09	-	13,109.85
	<b>Total expenses</b>	<b>72,939.53</b>	<b>67,529.49</b>	<b>64,049.89</b>	<b>2,52,695.04</b>
<b>3</b>	<b>Profit before share of loss of an associate and a joint venture from continuing operations</b>	<b>3,068.94</b>	<b>3,110.74</b>	<b>3,159.33</b>	<b>12,791.68</b>
<b>4</b>	Share of loss of an associate and a joint venture	12.78	16.37	5.03	39.28
<b>5</b>	<b>Profit before tax from continuing operations</b>	<b>3,056.16</b>	<b>3,094.37</b>	<b>3,154.30</b>	<b>12,752.40</b>
<b>6</b>	<b>Tax expense</b>				
	a. Current tax	1,142.00	1,067.74	894.08	4,259.26
	b. Prior period tax	-	-	-	-
	b. Deferred tax expense	29.48	13.63	118.11	208.64
<b>7</b>	<b>Profit for the period/year from continuing operations</b>	<b>1,884.68</b>	<b>2,013.00</b>	<b>2,142.11</b>	<b>8,284.50</b>
<b>8</b>	<b>Discontinued operations</b>				
	a. Profit/(loss) before tax	(74.65)	3.48	(7.47)	(18.63)
	b. Tax expense	-	0.41	-	6.42
<b>9</b>	<b>Profit/(loss) for the period/year from discontinued operations</b>	<b>(74.65)</b>	<b>3.07</b>	<b>(7.47)</b>	<b>(25.05)</b>
<b>10</b>	<b>Profit for the period/year</b>	<b>1,810.03</b>	<b>2,016.07</b>	<b>2,134.64</b>	<b>8,259.45</b>
<b>11</b>	<b>Other comprehensive income (OCI)</b>				
	<b>(a) Items that will not be reclassified to profit or loss</b>				
	(i) Re-measurement loss on defined benefit plans, net of tax	(39.60)	(106.01)	(19.46)	(164.37)
	(ii) Net gain/(loss) on fair value through OCI equity securities	1,211.79	(2,219.89)	952.28	(4,371.54)
	<b>(b) Items that will be reclassified to profit or loss</b>				
<b>12</b>	<b>Total comprehensive income/ (loss) for the period/year</b>	<b>2,982.22</b>	<b>(309.83)</b>	<b>3,067.46</b>	<b>3,723.54</b>
<b>13</b>	<b>Profit/(loss) for the period/year from continuing operations attributable to:</b>				
	- Owners of the parent	2,001.32	2,152.52	2,078.80	8,143.36
	- Non-controlling interest	(116.64)	(139.52)	63.31	141.14
<b>14</b>	<b>Profit/(loss) for the period/year from discontinued operations attributable to:</b>				
	- Owners of the parent	-	-	-	-
	- Non-controlling interest	(74.65)	3.07	(7.47)	(25.05)
<b>15</b>	<b>Total Profit/(loss) for the period/year attributable to:</b>				
	- Owners of the parent	2,001.32	2,152.52	2,078.80	8,143.36
	- Non-controlling interest	(191.29)	(136.45)	55.84	116.09
<b>16</b>	<b>Other comprehensive income/(loss) for the period/year attributable to:</b>				
	- Owners of the parent	1,172.19	(2,325.90)	932.82	(4,535.91)
	- Non-controlling interest	-	-	-	-
<b>17</b>	<b>Total comprehensive income/(loss) for the period/year attributable to:</b>				
	- Owners of the parent	3,173.51	(173.38)	3,011.62	3,607.45
	- Non-controlling interest	(191.29)	(136.45)	55.84	116.09
<b>18</b>	Paid up Equity share capital (face value of ₹5 each)	2,319.90	2,319.90	2,319.90	2,319.90
<b>19</b>	Other equity (attributable to the Owners of the Company)	-	-	-	77,935.90
<b>20</b>	<b>Earnings per equity share("EPES") for continuing operations</b>				
	(1) Basic EPES (not annualised) (in absolute ₹ terms)	4.31	4.64	4.48	17.55
	(2) Diluted EPES (not annualised) (in absolute ₹ terms)	4.31	4.64	4.48	17.55
<b>21</b>	<b>EPES for discontinued operations</b>				
	(1) Basic (Not annualised) (in absolute Rs. terms)	-	-	-	-
	(2) Diluted (Not annualised) (in absolute Rs. terms)	-	-	-	-
<b>22</b>	<b>EPES for continuing and discontinued operations</b>				
	(1) Basic (Not annualised) (in absolute Rs. terms)	4.31	4.64	4.48	17.55
	(2) Diluted (Not annualised) (in absolute Rs. terms)	4.31	4.64	4.48	17.55



Consolidated segment information

(Amount in lakhs of ₹ unless otherwise stated)

Sl. No	Particulars	Quarter ended			Year ended
		30.06.2019 (Unaudited)	31.03.2019 (Audited)	30.06.2018 (Unaudited)	31.03.2019 (Audited)
<b>1</b>	<b>Segment revenue</b>				
	a. Dairy	70,993.22	62,396.64	62,753.89	2,47,000.58
	b. Renewable energy	258.82	182.41	331.20	1,137.08
	c. Feed	2,716.06	2,157.53	1,605.59	7,376.06
	d. Others	55.50	298.81	741.87	1,593.74
	<b>Total</b>	<b>74,023.60</b>	<b>65,035.39</b>	<b>65,432.55</b>	<b>2,57,107.46</b>
	Less: Inter segment revenue	1,899.22	1,532.87	1,272.48	5,632.29
	<b>Income from operations</b>	<b>72,124.38</b>	<b>63,502.52</b>	<b>64,160.07</b>	<b>2,51,475.17</b>
<b>2</b>	<b>Segment results</b>				
	Profit/(loss) before finance costs, tax and other un-allocable items				
	a. Dairy	3,725.81	3,778.26	3,326.26	14,044.96
	b. Renewable energy	142.83	51.20	231.92	659.25
	c. Feed	(82.60)	55.07	87.60	111.19
	d. Others	(126.05)	(121.25)	105.65	228.82
	<b>Total</b>	<b>3,659.99</b>	<b>3,763.28</b>	<b>3,751.43</b>	<b>15,044.22</b>
	Share of loss of an associate and a joint venture	(12.78)	(16.37)	(5.03)	(39.28)
	Less: i. Finance costs	554.45	630.86	559.15	2,148.33
	ii. Other un-allocable expenses	3,703.67	6,864.64	2,912.86	13,303.87
	Add: i. Interest income	32.51	20.85	22.31	85.82
	ii. Other un-allocable income	3,634.56	6,822.11	2,857.60	13,113.84
	<b>Total profit before tax</b>	<b>3,056.16</b>	<b>3,094.37</b>	<b>3,154.30</b>	<b>12,752.40</b>
<b>3</b>	<b>Segment assets</b>				
	a. Dairy	55,767.19	59,938.84	51,320.13	59,938.84
	b. Renewable energy	6,272.91	6,359.70	6,621.50	6,359.70
	c. Feed	5,821.91	5,365.45	2,946.53	5,365.45
	d. Others	899.60	965.68	905.76	965.68
	e. Unallocated	95,577.15	90,822.06	1,10,692.04	90,822.06
	<b>Total</b>	<b>1,64,338.76</b>	<b>1,63,451.73</b>	<b>1,72,485.96</b>	<b>1,63,451.73</b>
<b>4</b>	<b>Segment liabilities</b>				
	a. Dairy	37,738.68	43,970.83	38,597.97	43,970.83
	b. Renewable energy	2,679.66	2,837.96	3,380.99	2,837.96
	c. Feed	3,514.16	3,158.37	963.79	3,158.37
	d. Others	15.08	30.83	8.93	30.83
	e. Unallocated	36,018.61	32,027.34	47,644.66	32,027.34
	<b>Total</b>	<b>79,966.19</b>	<b>82,025.33</b>	<b>90,596.34</b>	<b>82,025.33</b>

1. The unaudited consolidated financial results for the quarter ended 30 June 2019 were reviewed by the Audit Committee and approved by the Board of Directors of the Company at their meetings held on 31 July 2019.
2. The consolidated financial results for the quarter ended 30 June 2019 were subjected to a limited review by the statutory auditors of the Company.
3. As per Ind AS 108 - Operating Segments, the Company has identified Dairy, Renewable energy and Feed as reportable segments.
4. The figures for the quarter ended 31 March 2019 are the balancing figures between the audited figures in respect of the full financial year ended 31 March 2019 and the unaudited year to date figures up to the nine months ended 31 December 2018, which were subjected to limited review by the statutory auditors.
5. Effective 1 April 2019, the Group adopted Ind AS 116 "Leases", applied to all lease contracts existing on 1 April 2019 using the modified retrospective method and has taken the cumulative adjustment to retained earnings, on the date of initial application. Accordingly, comparatives for the quarter and year ended 31 March 2019 and quarter ended 30 June 2018 have not been retrospectively adjusted. On transition, the adoption of the new standard resulted in recognition of Right-of-Use asset (ROU) of ₹472.01 , and a lease liability of ₹511.18. The cumulative effect of applying the standard resulted in ₹25.48 being debited to retained earnings, net of taxes. In view of above, the operating lease rent which was accounted under other expenses in previous periods has now been accounted as depreciation and finance cost. Accordingly, the profit before tax for the current quarter has increased by ₹6.90. To this extent performance for the current quarter ended 30 June 2019 is not comparable with previous quarterly results.
6. Figures of previous periods/year have been regrouped/rearranged wherever necessary.

For and on behalf of the Board of Directors

Sd/-

N Brahmani

Executive Director

DIN: 02338940

Date: 31 July 2019

Place: Hyderabad