



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 AUDITED STANDALONE FINANCIAL RESULTS

FOR THE QUARTER AND YEAR ENDED 31 MARCH 2020

(Amount in lakhs of ₹ unless otherwise stated)

Sl. No	Particulars	Quarter ended			Year ended	
		31.03.2020 (Audited) (note 3)	31.12.2019 (Unaudited)	31.03.2019 (Audited) (note 3)	31.03.2020 (Audited)	31.03.2019 (Audited)
1	Revenue					
	a. Revenue from operations	64,308.18	66,160.11	62,521.99	2,68,110.63	2,48,234.93
	b. Revenue from transaction with discontinued operations	-	-	-	-	-
	b. Other income	153.29	125.39	568.87	832.39	1,109.60
	c. Gain due to changes in fair value of derivative liabilities	13,674.09	5,402.69	6,822.09	29,448.87	13,109.85
	Total income	78,135.56	71,688.19	69,912.95	2,98,391.89	2,62,454.38
2	Expenses					
	a. Cost of materials consumed	54,494.10	53,329.48	47,286.76	2,15,052.77	1,84,087.30
	b. Excise duty	-	-	-	-	-
	c. Purchases transactions with discontinued operations	-	-	-	-	-
	b. Purchases of stock-in-trade	1,257.90	1,366.36	3,334.44	6,053.54	8,440.19
	c. Changes in inventories of finished goods, semi finished goods, stock-in-trade and work-in-progress	(2,513.01)	(657.71)	(1,456.65)	(1,319.75)	3,391.35
	d. Employee benefits expenses	3,484.97	3,810.08	3,183.64	14,956.81	13,685.21
	e. Finance costs	597.50	494.22	597.46	2,080.72	2,068.64
	f. Depreciation and amortization expense	1,123.91	1,229.77	1,108.57	4,803.59	4,371.04
	g. Impairment losses	68.24	-	350.00	74.25	365.95
	h. Other expenses	4,975.70	4,804.57	5,204.74	19,997.04	20,066.03
	i. Fair value loss on FVTPL equity securities	35,385.78	5,402.69	6,822.09	51,160.56	13,109.85
	Total expenses	98,875.09	69,779.46	66,431.05	3,12,859.53	2,49,585.56
3	Profit/(loss) before tax	(20,739.53)	1,908.73	3,481.90	(14,467.64)	12,868.82
4	Tax expense					
	a. Current tax expense	302.42	474.00	1,055.00	1,850.47	4,228.00
	b. Deferred tax expense/(benefit), net	(8.91)	(22.36)	28.27	(317.67)	296.63
5	Profit/(loss) for the period/year	(21,033.04)	1,457.09	2,398.63	(16,000.44)	8,344.19
6	Other comprehensive income (OCI)					
	(a) Items that will not be reclassified to profit or loss					
	(i) Re-measurement gain/(loss) on defined benefit plan, net of tax	64.07	(39.60)	(100.03)	(54.73)	(158.40)
	(ii) Net loss on fair value through OCI equity securities	(11,799.64)	(1,801.28)	(2,219.89)	(17,059.90)	(4,371.54)
	Income tax effect on (ii) above	-	-	-	-	-
	(b) Items that will be reclassified to profit or loss	-	-	-	-	-
7	Total comprehensive income/(loss) for the period/year	(32,768.61)	(383.79)	78.71	(33,115.07)	3,814.25
8	Paid up Equity share capital (face value of ₹5 each)	2,319.90	2,319.90	2,319.90	2,319.90	2,319.90
9	Other equity				43,913.17	78,176.28
10	Earnings per equity share ("EPES")					
	(1) Basic EPES (not annualised) (in absolute ₹ terms)	(45.33)	3.14	5.17	(34.49)	17.98
	(2) Diluted EPES (not annualised) (in absolute ₹ terms)	(45.33)	3.14	5.17	(34.49)	17.98



Standalone Segment Information

(Amount in lakhs of ₹ unless otherwise stated)

Sl. No	Particulars	Quarter ended			Year ended	
		31.03.2020 (Audited) (note 3)	31.12.2019 (Unaudited)	31.03.2019 (Audited) (note 3)	31.03.2020 (Audited)	31.03.2019 (Audited)
1	Segment revenue					
	a. Dairy	64,170.64	66,114.13	62,396.64	2,67,767.46	2,47,000.58
	b. Renewable energy	247.86	131.82	182.41	938.72	1,137.08
	c. Others	44.28	28.22	97.66	176.87	917.89
	Total	64,462.78	66,274.17	62,676.71	2,68,883.05	2,49,055.55
	Less: Inter segment revenue	154.60	114.06	154.72	772.42	820.62
	Income from operations	64,308.18	66,160.11	62,521.99	2,68,110.63	2,48,234.93
2	Segment results					
	Profit/(Loss) before finance costs, tax and other un-allocable items					
	a. Dairy	1,477.71	2,458.79	3,778.26	9,026.63	14,044.96
	b. Renewable energy	125.52	(12.94)	51.20	442.84	659.25
	c. Others	3.42	3.48	7.75	14.55	116.42
	Total	1,606.65	2,449.33	3,837.21	9,484.02	14,820.63
	Less: i. Finance costs	597.50	494.22	597.46	2,080.72	2,068.64
	ii. Other un-allocable expenses	35,441.46	5,458.38	6,854.15	51,383.31	13,303.87
	Add: i. Interest income	18.69	9.34	13.13	59.50	45.77
	ii. Other un-allocable income	13,674.09	5,402.66	7,083.17	29,452.87	13,374.93
	Profit/(loss) before tax	(20,739.53)	1,908.73	3,481.90	(14,467.64)	12,868.82
3	Segment assets					
	a. Dairy	65,436.72	58,371.99	59,938.84	65,436.72	59,938.84
	b. Renewable energy	6,027.09	6,102.14	6,359.70	6,027.09	6,359.70
	c. Others	-	-	-	-	-
	d. Unallocated	24,721.18	71,984.89	93,232.19	24,721.18	93,232.19
	Total	96,184.99	1,36,459.02	1,59,530.73	96,184.99	1,59,530.73
4	Segment liabilities					
	a. Dairy	45,209.71	38,788.57	43,970.83	45,209.71	43,970.83
	b. Renewable energy	2,209.10	2,448.61	2,837.96	2,209.10	2,837.96
	c. Others	-	-	-	-	-
	d. Unallocated	2,533.11	16,219.50	32,225.76	2,533.11	32,225.76
	Total	49,951.92	57,456.68	79,034.55	49,951.92	79,034.55



Heritage Foods Limited

Standalone Balance Sheet as at 31 March 2020

(Amount in lakhs of ₹ unless otherwise stated)

Particulars	As at	
	31 March 2020	31 March 2019
ASSETS		
Non-current assets		
(a) Property, plant and equipment	42,650.55	43,879.38
(b) Capital work-in-progress	7,551.23	2,231.26
(c) Investment property	585.05	369.26
(d) Other intangible assets	611.34	1,086.43
(e) Intangible assets under development	158.14	-
(f) Investment in subsidiaries, joint venture and associate	4,180.30	3,379.70
(g) Financial assets		
(i) Investments	14,413.65	82,634.06
(ii) Loans	507.94	438.01
(iii) Other financial assets	47.13	65.36
(h) Other non-current assets	290.87	183.53
Total Non-Current Assets	70,996.20	1,34,266.99
Current assets		
(a) Inventories	13,636.82	13,203.33
(b) Financial Assets		
(i) Investments	0.37	0.32
(ii) Trade receivables	2,109.49	3,996.75
(iii) Cash and cash equivalents	5,332.33	6,260.14
(iv) Bank balances other than (iii) above	171.03	280.34
(v) Loans	281.87	236.05
(vi) Other financial assets	39.48	77.29
(c) Current tax assets (net)	123.17	101.79
(d) Other current assets	1,394.03	1,107.73
(e) Disposable group - assets held for sale	2,100.21	-
Total Current Assets	25,188.80	25,263.74
Total Assets	96,185.00	1,59,530.73
EQUITY AND LIABILITIES		
Equity		
(a) Equity share capital	2,319.90	2,319.90
(b) Other equity	43,913.17	78,176.28
Total Equity	46,233.07	80,496.18
LIABILITIES		
Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	16,013.14	15,425.95
(ii) Other financial liabilities	433.22	29,501.20
(b) Provisions	796.18	693.56
(c) Government grant	6.29	7.65
(d) Deferred tax liabilities (net)	2,292.16	2,682.39
Total non-current liabilities	19,540.99	48,310.75
Current liabilities		
(a) Financial liabilities		
(i) Borrowings	8,317.30	9,223.07
(ii) Trade payables		
- total outstanding dues of micro and small enterprises;	523.89	752.81
- total outstanding dues of creditors other than micro and small enterprises	5,161.36	5,521.89
(iii) Other financial liabilities	14,653.02	13,865.05
(b) Other current liabilities	653.92	556.48
(c) Government grant	1.36	1.36
(d) Provisions	1,100.09	803.14
Total current liabilities	30,410.94	30,723.80
Total equity and liabilities	96,185.00	1,59,530.73



Heritage Foods Limited

Standalone Cash Flow Statement for the year ended 31 March 2020

(Amount in lakhs of ₹ unless otherwise stated)

Particulars	For the year ended	
	31 March 2020	31 March 2019
Cash flow from operating activities		
Profit/(loss) before tax	(14,467.64)	12,868.82
Adjustments:		
Fair value loss on FVTPL equity securities	51,160.56	13,109.85
Gain due to changes in fair value of derivative liabilities	(29,448.87)	(13,109.85)
Depreciation and amortization expense	4,803.59	4,371.04
Impairment losses	74.25	365.95
Provision for doubtful advances	-	19.79
Provision for doubtful debts	48.49	27.38
Advances written off	4.63	11.09
Loss on sale of Property, plant and equipment ("PPE")	70.59	178.89
Reversal of impairment in value of investments, net	-	(261.09)
Provisions no longer required/ credit balances written back	(166.87)	(241.76)
Interest income	(33.67)	(23.70)
Interest expenses	2,002.77	2,003.12
Guarantee Income	(25.83)	(22.07)
Unrealised foreign exchange gain	-	(52.75)
Lease income	(173.98)	(163.53)
Dividend income on long term investments	(4.00)	(4.00)
Operating cash flows before working capital changes	13,844.02	19,077.18
Movements in working capital:		
Changes in inventories	(433.49)	1,848.56
Changes in trade receivables	1,838.77	(3,013.73)
Changes in loans	(115.75)	152.03
Changes in other assets	(282.48)	(394.62)
Changes in other financial assets	52.75	-
Changes in trade payables	(589.45)	(112.65)
Changes in provisions	326.43	49.08
Changes in government grant	(1.36)	(1.36)
Changes in other financial liabilities	(379.26)	490.25
Changes in other liabilities	97.44	(112.97)
Cash generated from operating activities	14,357.62	17,981.77
Income-taxes paid, net	(1,916.18)	(3,718.33)
Net cash generated from operating activities (A)	12,441.44	14,263.44
Cash flow from investing activities		
Purchase of PPE and other intangible assets, including CWIP and intangible assets under development	(10,297.16)	(10,792.08)
Proceeds from sale of PPE	352.89	303.10
(Purchase)/ Sale of investments	(0.10)	0.06
Investment in joint venture	-	(849.99)
Investment in subsidiary	(750.00)	(550.00)
Interest received	32.09	34.13
Movement in other bank balances, net	121.28	(151.96)
Rent received	166.88	144.42
Lease rentals paid (refer note 5)	(317.88)	-
Dividend income received	4.00	4.00
Net cash used in investing activities (B)	(10,688.00)	(11,858.32)
Cash flow from financing activities		
Proceeds from long term borrowings	5,032.77	5,223.32
Repayment of long term borrowings	(3,699.54)	(3,251.16)
Interest paid	(1,990.01)	(1,984.27)
Dividend paid including dividend distribution tax	(1,118.70)	(1,118.73)
Net cash used in financing activities (C)	(1,775.48)	(1,130.84)
	(22.04)	1,274.28
Cash and cash equivalents at the beginning of the year	(2,962.93)	(4,237.21)
Cash and cash equivalents at the end of the year (Note 1)	(2,984.97)	(2,962.93)
Note 1:		
Cash and cash equivalents includes		
Cash on hand	358.53	758.07
Cheques, drafts on hand	-	111.02
Balances with banks in current accounts	4,973.80	5,391.05
Loans repayable on demand from banks	(8,317.30)	(9,223.07)
	(2,984.97)	(2,962.93)

1. The audited standalone financial results for the quarter and year ended 31 March 2020 were reviewed by the Audit Committee and approved by the Board of Directors of the Company at their meetings held on 27 May 2020.
2. The standalone financial results have been prepared in accordance with Indian Accounting Standards ("Ind AS") prescribed under section 133 of the Companies Act, 2013 read with relevant rules thereunder and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) and SEBI circular dated 5th July, 2016.
3. The figures for the quarter ended 31 March 2020 are the balancing figures between the audited figures in respect of the full financial year ended 31 March 2020 and the unaudited year to date figures up to the nine months ended 31 December 2019, which were subjected to limited review by the statutory auditors.

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 management has identified Dairy and renewable energy as reportable segments.
5. Effective 1 April 2019, the Company has adopted Ind AS 116 "Leases", and pursuant to which it has applied the principles of Ind AS 116, 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 have not been retrospectively adjusted. The adoption of this standard did not have any material impact on the loss and EPES for the quarter and year ended 31 March 2020.
6. The Company elected to exercise the option permitted under Section 115BAA of the Income-tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019 during the quarter and period ended 30 September 2019. Accordingly, the Company has recognised the provision for Income-tax and measured the deferred tax liabilities(net) for the quarter and year ended 31 March 2020 at the new rate prescribed in the aforesaid section.
7. As detailed below, the loss before tax, as reported, has impacted significantly due to changes in the (a) fair value of an investment in equity securities, and (b) fair value of corresponding derivative liabilities.

	Quarter Ended 31.03.2020	Quarter Ended 31.12.2019	Quarter Ended 31.03.2019	Year Ended 31.03.2020	Year Ended 31.03.2019
Profit/(loss) before tax	-20,739.53	1,908.73	3,481.90	-14,467.64	12,868.82
Adjustments:					
Gain due to changes in the fair value of derivative liabilities	13,674.09	5,402.69	6,822.09	29,448.87	13,109.85
Loss due to changes in the FVTPL equity securities	-35,385.78	-5,402.69	-6,822.09	-51,160.56	-13,109.85
Profit after above adjustments	972.16	1,908.73	3,481.90	7,244.05	12,868.82
Core business EPS (Amount in ₹)	1.46	3.14	5.17	12.31	17.98

8. The Board of Directors of the Company has recommended dividend for the Financial Year 2019-20 @ 50% i.e. ₹ 2.50/- per share of the face value of Rs.5/-each subject to the approval of the share holders at the ensuing Annual General Meeting.
9. Figures of previous period/year have been regrouped/rearranged wherever necessary.

For and on behalf of the Board of Directors

Sd/-

N. Bhuvanewari

Vice Chairperson and Managing Director

DIN: 00003741

Date: 27 May 2020

Place: Hyderabad



HERITAGE FOODS LIMITED

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STATEMENT OF AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31 MARCH 2020

(Amount in lakhs of ₹ unless otherwise stated)

Sl. No	Particulars	Quarter ended			Year ended	
		31.03.2020 (Audited) (note 3)	31.12.2019 (Unaudited)	31.03.2019 (Audited) (note 3)	31.03.2020 (Audited)	31.03.2019 (Audited)
1	Revenue					
	a. Revenue from operations	65,264.71	67,242.37	63,502.52	2,72,590.43	2,51,475.17
	b. Revenue from transaction with discontinued operations	-	-	-	-	-
	b. Other income	194.17	130.68	315.62	886.74	901.70
	c. Gain due to changes in fair value of derivative liabilities	13,674.09	5,402.69	6,822.09	29,448.87	13,109.85
	Total income	79,132.97	72,775.74	70,640.23	3,02,926.04	2,65,486.72
2	Expenses					
	a. Cost of materials consumed	55,852.47	55,197.06	48,586.46	2,22,634.13	1,88,050.35
	b. Purchases of stock-in-trade	239.47	149.89	2,548.65	1,196.74	5,924.00
	c. Changes in inventories of finished goods, semi finished goods, stock-in-trade and work-in-progress	(2,459.35)	(697.48)	(1,535.62)	(1,375.18)	3,327.24
	d. Employee benefits expenses	3,622.89	3,992.93	3,297.03	15,639.03	14,182.70
	e. Finance costs	645.72	539.47	630.86	2,263.36	2,148.33
	f. Depreciation and amortization expense	1,178.31	1,284.46	1,132.66	5,013.21	4,465.52
	g. Impairment losses	68.24	-	350.00	74.25	365.95
	h. Other expenses	5,265.27	5,263.30	5,697.36	21,567.55	21,121.10
	i. Fair value loss on FVTPL equity securities	35,385.78	5,402.69	6,822.09	51,160.56	13,109.85
	Total expenses	99,798.80	71,132.32	67,529.49	3,18,173.65	2,52,695.04
3	Profit/(loss) before share of loss of an associate and a joint venture from continuing operations	(20,665.83)	1,643.42	3,110.74	(15,247.61)	12,791.68
4	Share of loss of an associate and a joint venture	28.78	26.05	16.37	90.11	39.28
5	Profit/(loss) before tax from continuing operations	(20,694.61)	1,617.37	3,094.37	(15,337.72)	12,752.40
6	Tax expense					
	a. Current tax expense	311.24	474.00	1,067.74	1,859.35	4,259.26
	b. Deferred tax expense/(benefit), net	(14.28)	(25.00)	13.63	(324.75)	208.64
7	Profit/(loss) for the period/year from continuing operations	(20,991.57)	1,168.37	2,013.00	(16,872.32)	8,284.50
8	Discontinued operations					
	a. Profit/(loss) before tax	2.10	2.24	3.48	(67.70)	(18.63)
	b. Tax expense	-	-	0.41	-	6.42
9	Profit/(loss) for the period/year from discontinued operations	2.10	2.24	3.07	(67.70)	(25.05)
10	Profit/(loss) for the period/year	(20,989.47)	1,170.61	2,016.07	(16,940.02)	8,259.45
11	Other comprehensive income (OCI)					
	(a) Items that will not be reclassified to profit or loss					
	(i) Re-measurement gain/(loss) on defined benefit plan, net of tax	60.52	(39.60)	(106.01)	(58.28)	(164.37)
	(ii) Net loss on fair value through OCI equity securities	(11,799.64)	(1,801.27)	(2,219.89)	(17,059.90)	(4,371.54)
	(b) Items that will be reclassified to profit or loss					
12	Total comprehensive income/ (loss) for the period/year	(32,728.59)	(670.26)	(309.83)	(34,058.20)	3,723.54
13	Profit/(loss) for the period/year from continuing operations attributable to:					
	- Owners of the parent	(20,921.05)	1,462.55	2,152.52	(16,031.23)	8,143.36
	- Non-controlling interest	(70.52)	(294.18)	(139.52)	(841.09)	141.14
14	Profit/(loss) for the period/year from discontinued operations attributable to:					
	- Owners of the parent	-	-	-	-	-
	- Non-controlling interest	2.10	2.24	3.07	(67.70)	(25.05)
15	Total Profit/(loss) for the period/year attributable to:					
	- Owners of the parent	(20,921.05)	1,462.55	2,152.52	(16,031.23)	8,143.36
	- Non-controlling interest	(68.42)	(291.94)	(136.45)	(908.79)	116.09
16	Other comprehensive loss for the period/year attributable to:					
	- Owners of the parent	(11,739.12)	(1,840.87)	(2,325.90)	(17,118.18)	(4,535.91)
	- Non-controlling interest	-	-	-	-	-
17	Total comprehensive income/(loss) for the period/year attributable to:					
	- Owners of the parent	(32,660.17)	(378.32)	(173.38)	(33,149.41)	3,607.45
	- Non-controlling interest	(68.42)	(291.94)	(136.45)	(908.79)	116.09
18	Paid up Equity share capital (face value of ₹5 each)	2,319.90	2,319.90	2,319.90	2,319.90	2,319.90
19	Other equity (attributable to the Owners of the Company)	-	-	-	43,638.49	77,935.90
20	Earnings per equity share("EPES") for continuing operations					
	(1) Basic EPES (not annualised) (in absolute ₹ terms)	(45.09)	3.15	4.64	(34.55)	17.55
	(2) Diluted EPES (not annualised) (in absolute ₹ terms)	(45.09)	3.15	4.64	(34.55)	17.55
21	EPES for discontinued operations					
	(1) Basic EPES (not annualised) (in absolute ₹ terms)	-	-	-	-	-
	(2) Diluted EPES (not annualised) (in absolute ₹ terms)	-	-	-	-	-
22	EPES for continuing and discontinued operations					
	(1) Basic EPES (not annualised) (in absolute ₹ terms)	(45.09)	3.15	4.64	(34.55)	17.55
	(2) Diluted EPES (not annualised) (in absolute ₹ terms)	(45.09)	3.15	4.64	(34.55)	17.55



Consolidated segment information

(Amount in lakhs of ₹ unless otherwise stated)

Sl. No	Particulars	Quarter ended			Year ended	
		31.03.2020 (Audited) (note 3)	31.12.2019 (Unaudited)	31.03.2019 (Audited) (note 3)	31.03.2020 (Audited)	31.03.2019 (Audited)
1	Segment revenue					
	a. Dairy	64,170.64	66,114.13	62,396.64	2,67,767.46	2,47,000.58
	b. Renewable energy	247.86	131.82	182.41	938.72	1,137.08
	c. Feed	2,073.58	2,524.54	2,157.53	10,385.42	7,376.06
	d. Others	44.28	28.22	298.81	176.87	1,593.74
	Total	66,536.36	68,798.71	65,035.39	2,79,268.47	2,57,107.46
	Less: Inter segment revenue	1,271.65	1,556.34	1,532.87	6,678.04	5,632.29
	Income from operations	65,264.71	67,242.37	63,502.52	2,72,590.43	2,51,475.17
2	Segment results					
	Profit/(loss) before finance costs, tax and other un-allocable items					
	a. Dairy	1,477.71	2,458.79	3,778.26	9,026.63	14,044.96
	b. Renewable energy	125.52	(12.94)	51.20	442.84	659.25
	c. Feed	188.46	77.79	55.07	268.41	111.19
	d. Others	(68.23)	(293.48)	(121.25)	(850.45)	228.82
	Total	1,723.46	2,230.16	3,763.28	8,887.43	15,044.22
	Share of loss of an associate and a joint venture	(28.78)	(26.05)	(16.37)	(90.11)	(39.28)
	Less: i. Finance costs	645.72	539.47	630.86	2,263.36	2,148.33
	ii. Other un-allocable expenses	35,434.01	5,457.46	6,864.64	51,392.56	13,303.87
	Add: i. Interest income	16.36	7.54	20.85	68.02	85.82
	ii. Other un-allocable income	13,674.08	5,402.65	6,822.11	29,452.86	13,113.84
	Total profit/(loss) before tax	(20,694.61)	1,617.37	3,094.37	(15,337.72)	12,752.40
3	Segment assets					
	a. Dairy	65,436.72	58,371.99	59,938.84	65,436.72	59,938.84
	b. Renewable energy	6,027.09	6,102.14	6,359.70	6,027.09	6,359.70
	c. Feed	5,611.86	5,835.73	5,365.45	5,611.86	5,365.45
	d. Others	98.56	163.71	965.68	98.56	965.68
	e. Unallocated	21,646.35	68,865.07	90,822.06	21,646.35	90,822.06
	Total	98,820.58	1,39,338.64	1,63,451.73	98,820.58	1,63,451.73
4	Segment liabilities					
	a. Dairy	45,209.71	38,788.57	43,970.83	45,209.71	43,970.83
	b. Renewable energy	2,209.10	2,448.61	2,837.96	2,209.10	2,837.96
	c. Feed	2,800.83	3,069.90	3,158.37	2,800.83	3,158.37
	d. Others	13.65	17.85	30.83	13.65	30.83
	e. Unallocated	2,413.73	16,112.79	32,027.34	2,413.73	32,027.34
	Total	52,647.02	60,437.72	82,025.33	52,647.02	82,025.33



Heritage Foods Limited

Consolidated Balance Sheet as at 31 March 2020

(Amount in lakhs of ₹ unless otherwise stated)

Particulars	As at	
	31 March 2020	31 March 2019
ASSETS		
Non-current assets		
(a) Property, plant and equipment	46,912.67	46,100.78
(b) Capital work-in-progress	7,571.61	4,179.24
(c) Investment property	585.05	369.26
(d) Other intangible assets	611.34	1,086.42
(e) Intangible assets under development	158.14	-
(f) Investment in joint venture and associate	817.98	867.48
(g) Financial assets		
(i) Investments	14,413.65	82,634.06
(ii) Loans	538.46	463.19
(iii) Other financial assets	52.36	70.24
(h) Other non-current assets	290.87	187.23
Total Non-Current Assets	71,952.13	1,35,957.90
Current assets		
(a) Inventories	14,467.48	13,836.31
(b) Financial Assets		
(i) Investments	0.37	0.32
(ii) Trade receivables	2,189.24	4,235.20
(iii) Cash and cash equivalents	5,583.39	6,334.86
(iv) Bank balances other than (iii) above	241.26	1,139.80
(v) Loans	282.44	236.69
(vi) Other financial assets	42.07	89.40
(c) Current tax assets (net)	137.73	117.68
(d) Other current assets	1,665.11	1,275.66
(e) Disposable group - Assets held for sale	2,259.36	227.91
Total Current Assets	26,868.45	27,493.83
Total Assets	98,820.58	1,63,451.73
EQUITY AND LIABILITIES		
Equity		
(a) Equity share capital	2,319.90	2,319.90
(b) Other equity	43,638.49	77,935.90
Equity Attributable to the Owners of the Company	45,958.39	80,255.80
Non-controlling interest	215.17	1,170.60
Total Equity	46,173.56	81,426.40
LIABILITIES		
Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	17,222.52	16,657.48
(ii) Other financial liabilities	393.29	29,448.87
(b) Provisions	820.10	716.27
(c) Government grant	6.29	7.65
(d) Deferred tax liabilities (net)	2,235.77	2,634.28
Total non-current liabilities	20,677.97	49,464.55
Current liabilities		
(a) Financial liabilities		
(i) Borrowings	8,844.06	9,457.58
(ii) Trade payables		
- total outstanding dues of micro and small enterprises;	530.58	772.77
- total outstanding dues of creditors other than micro and small enterprises	5,464.30	6,084.10
(iii) Other financial liabilities	15,160.15	14,765.66
(b) Other current liabilities	803.57	619.28
(c) Government grant	1.36	1.36
(d) Provisions	1,124.71	818.65
(e) Disposable group - liabilities related to assets held for sale	40.32	41.38
Total current liabilities	31,969.05	32,560.78
Total equity and liabilities	98,820.58	1,63,451.73



Heritage Foods Limited

Consolidated Cash Flow Statement for the year ended 31 March 2020

(Amount in lakhs of ₹ unless otherwise stated)

Particulars	For the year ended	
	31 March 2020	31 March 2019
Cash flow from operating activities		
Profit/(loss) before tax from continuing operations	(15,337.72)	12,752.40
Adjustments:		
Fair value loss on FVTPL equity securities	51,160.56	13,109.85
Gain due to changes in fair value of derivative liabilities	(29,448.87)	(13,109.85)
Depreciation and amortization expense	5,013.21	4,465.52
Impairment losses	74.25	365.95
Provision for doubtful advances	-	19.79
Share of loss of an associate and a joint venture	90.11	39.28
Provision for doubtful debts	59.66	142.23
Guarantee income	(2.44)	-
Loss on sale of property, plant and equipment (PPE)	70.57	179.52
Provisions no longer required/ credit balances written back	(230.75)	(259.92)
Interest income	(68.02)	(85.81)
Interest expenses	2,185.41	2,084.84
Dividend income	(4.00)	(4.00)
Lease rental income	(155.99)	(157.69)
Unrealised foreign exchange gain	-	(52.74)
Operating cash flows before working capital changes	13,405.98	19,489.37
Changes in inventories	(631.17)	1,638.61
Changes in trade receivables	1,986.30	(3,088.01)
Changes in loans	(121.02)	146.70
Changes in other assets	(385.63)	(433.56)
Changes in other financial assets	53.05	6.58
Changes in trade payables	(861.99)	420.50
Changes in provisions	332.01	51.55
Changes in government grant	(1.36)	(1.36)
Changes in other financial liabilities	(299.22)	521.49
Changes in other liabilities	184.29	(82.05)
Cash generated from operating activities	13,661.24	18,669.82
Income-taxes paid, net	(1,922.06)	(3,759.13)
Net cash generated from operating activities of continuing operations	11,739.18	14,910.69
Net cash used in operating activities of discontinued operations	(67.71)	(115.56)
Net cash generated from operating activities (A)	11,671.47	14,795.13
Cash flows from investing activities		
Purchase of property, plant and equipment and other intangible assets including Capital work in progress and intangible assets under development	(11,200.88)	(12,700.45)
Proceeds from sale of property, plant and equipment	355.77	279.74
Sale/(Purchase) of investments, net	(0.10)	0.10
Investment in joint venture	-	(849.98)
Interest received	76.58	95.03
Movement in other bank balances, net	910.56	(278.56)
Rent received	147.57	138.58
Lease rentals paid (refer note 5)	(317.88)	-
Dividend received	4.00	4.00
Net cash used in investing activities of continuing operations	(10,024.18)	(13,311.54)
Net cash generated from investing activities of discontinued operations	-	-
Net cash used in investing activities (B)	(10,024.18)	(13,311.54)
Cash flows from financing activities		
Proceeds from long term borrowings	5,335.73	6,195.36
Repayment of long term borrowings	(3,852.87)	(3,351.16)
Interest paid	(2,169.05)	(2,053.30)
Movement in minority interest, net	(46.64)	(1.16)
Dividend paid including dividend distribution tax	(1,118.70)	(1,118.70)
Net cash used in financing activities of continuing operations	(1,851.53)	(328.96)
Net cash generated from financing activities of discontinued operations	-	-
Net cash used in financing activities (C)	(1,851.53)	(328.96)
	(204.24)	1,154.63
Cash and cash equivalents at the beginning of the year	(2,910.72)	(4,065.35)
Cash and cash equivalents at the end of the year	(3,114.96)	(2,910.72)
Cash and cash equivalents includes		
- Included in cash and cash equivalents and current borrowings		
Cash on hand	359.10	758.31
Balances with banks in current accounts	5,084.29	5,465.53
Deposits with original maturity of less than 3 months	140.00	-
Cheques, drafts on hand	-	111.02
Loans repayable on demand from banks	(8,844.06)	(9,457.58)
	(3,260.67)	(3,122.72)
- Included in the assets of the disposal group	145.71	212.00
	(3,114.96)	(2,910.72)

1. The audited consolidated financial results for the quarter and year ended 31 March 2020 were reviewed by the Audit Committee and approved by the Board of Directors of the Company at their meetings held on 27 May 2020.
2. The consolidated financial results have been prepared in accordance with Indian Accounting Standards ('Ind AS') prescribed under section 133 of the Companies Act, 2013 read with relevant rules thereunder and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) and SEBI circular dated 5th July, 2016.
3. The figures for the quarter ended 31 March 2020 are the balancing figures between the audited figures in respect of the full financial year ended 31 March 2020 and the unaudited year to date figures up to the nine months ended 31 December 2019, which were subjected to limited review by the statutory auditors.

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 management has identified Dairy, Renewable energy and Feed as reportable segments.
5. Effective 1 April 2019, the Group has adopted Ind AS 116 "Leases", and pursuant to which it has applied the principles of Ind AS 116, 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 have not been retrospectively adjusted. The adoption of this standard did not have any material impact on the loss and EPES for the quarter and year ended 31 March 2020.
6. The Holding Company elected to exercise the option permitted under Section 115BAA of the Income-tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019 during the quarter and period ended 30 September 2019. Accordingly, the Company has recognised the provision for Income-tax and measured the deferred tax liabilities(net) for the quarter and year ended 31 March 2020 at the new rate prescribed in the aforesaid section.
7. As detailed below, the loss before tax from continuing operations, as reported, has impacted significantly due to changes in the (a) fair value of an investment in equity securities, and (b) fair value of corresponding derivative liabilities.

	Quarter Ended 31.03.2020	Quarter Ended 31.12.2019	Quarter Ended 31.03.2019	Year Ended 31.03.2020	Year Ended 31.03.2019
Profit/(loss) before tax from continuing operations	-20,694.61	1,617.37	3,094.37	-15,337.72	12,752.40
Adjustments:					
Gain due to changes in the fair value of derivative liabilities	13,674.09	5,402.69	6,822.09	29,448.87	13,109.85
Loss due to changes in the FVTPL equity securities	-35,385.78	-5,402.69	-6,822.09	-51,160.56	-13,109.85
Profit after above adjustments	1,017.08	1,617.37	3,094.37	6,373.97	12,752.40
Core business EPS (Amount in ₹)	1.70	3.15	4.64	12.24	17.55

8. The Board of Directors of the Company has recommended dividend for the Financial Year 2019-20 @ 50% i.e. ₹ 2.50/- per share of the face value of Rs.5/-each subject to the approval of the share holders at the ensuing Annual General Meeting.
9. Figures of previous period/year have been regrouped/rearranged wherever necessary.

For and on behalf of the Board of Directors

Sd/-

N. Bhuvanewari

Vice Chairperson and Managing Director

DIN: 00003741

Date: 27 May 2020

Place: Hyderabad