



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 2021

(Amount in millions of ₹ unless otherwise stated)

Sl. No	Particulars	Quarter ended			Year ended	
		31.03.2021 (Audited)	31.12.2020 (Unaudited)	31.03.2020 (Audited)	31.03.2021 (Audited)	31.03.2020 (Audited)
1	Revenue					
	a. Revenue from operations	6,057.37	5,882.41	6,430.82	24,070.29	26,811.06
	b. Other income	34.67	14.33	15.33	84.07	83.24
	c. Gain due to changes in fair value of derivative liabilities	-	-	1,367.41	-	2,944.89
	Total income	6,092.04	5,896.74	7,813.56	24,154.36	29,839.19
2	Expenses					
	a. Cost of materials consumed	4,683.73	4,235.04	5,449.41	17,795.41	21,505.28
	b. Purchases of stock-in-trade	127.88	128.70	125.79	557.07	605.35
	c. Changes in inventories of finished goods, semi finished goods, stock-in-trade and work-in-progress	(114.70)	(113.84)	(251.30)	(314.29)	(131.98)
	d. Employee benefits expenses	425.34	447.77	348.50	1,703.88	1,495.68
	e. Finance costs	28.03	48.02	59.75	178.48	208.07
	f. Depreciation and amortization expense	114.26	107.68	112.39	440.54	480.36
	g. Impairment losses	23.64	-	6.82	42.67	7.42
	h. Other expenses	474.31	434.32	497.57	1,740.62	1,999.71
	i. Fair value loss on FVTPL securities	0.45	203.95	3,538.58	48.12	5,116.06
	Total expenses	5,762.94	5,491.64	9,887.51	22,192.50	31,285.95
3	Profit/(loss) before tax	329.10	405.10	(2,073.95)	1,961.86	(1,446.76)
4	Tax expense					
	a. Current tax expense	68.80	145.90	30.24	500.37	185.05
	b. Deferred tax expense/(benefit)	14.63	2.73	(0.89)	9.85	(31.77)
5	Profit/(loss) for the period/year	245.67	256.47	(2,103.30)	1,451.64	(1,600.04)
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	0.02	(1.37)	6.41	(4.08)	(5.47)
	(ii) Net loss on fair value through OCI equity securities	(0.31)	(69.11)	(1,179.96)	(17.23)	(1,705.99)
	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	245.38	185.99	(3,276.85)	1,430.33	(3,311.50)
8	Paid up Equity share capital (face value of ₹5 each)	231.99	231.99	231.99	231.99	231.99
9	Other equity				5,705.65	4,391.32
10	Earnings per equity share ("EPES")					
	(1) Basic EPES (not annualised) (in absolute ₹ terms)	5.29	5.53	(45.33)	31.29	(34.49)
	(2) Diluted EPES (not annualised) (in absolute ₹ terms)	5.29	5.53	(45.33)	31.29	(34.49)



Standalone Segment Information

(Amount in millions of ₹ unless otherwise stated)

Sl. No	Particulars	Quarter ended			Year ended	
		31.03.2021 (Audited)	31.12.2020 (Unaudited)	31.03.2020 (Audited)	31.03.2021 (Audited)	31.03.2020 (Audited)
1	Segment revenue					
	a. Dairy	6,056.21	5,881.26	6,417.06	24,064.96	26,776.74
	b. Renewable energy	15.73	14.08	24.79	68.83	93.87
	c. Others	-	-	4.43	-	17.69
	Total	6,071.94	5,895.34	6,446.28	24,133.79	26,888.30
	Less: Inter segment revenue	14.57	12.93	15.46	63.50	77.24
	Income from operations	6,057.37	5,882.41	6,430.82	24,070.29	26,811.06
2	Segment results					
	Profit before finance costs, tax and other un-allocable items					
	a. Dairy	357.76	655.14	147.77	2,184.94	902.66
	b. Renewable energy	12.09	4.13	12.55	28.75	44.28
	c. Others	-	-	0.34	-	1.46
	Total	369.85	659.27	160.66	2,213.69	948.40
	Less: i. Finance costs	28.03	48.02	59.75	178.48	208.07
	ii. Other un-allocable expenses	13.95	207.46	3,544.15	78.72	5,138.33
	Add: i. Interest income	1.23	1.31	1.87	5.37	5.95
	ii. Other un-allocable income	-	-	1,367.42	-	2,945.29
	Profit/(loss) before tax	329.10	405.10	(2,073.95)	1,961.86	(1,446.76)
3	Segment assets					
	a. Dairy	7,224.73	6,841.07	6,543.68	7,224.73	6,543.68
	b. Renewable energy	577.38	582.56	602.71	577.38	602.71
	c. Others	-	-	-	-	-
	d. Unallocated	778.17	1,776.26	2,472.11	778.17	2,472.11
	Total	8,580.28	9,199.89	9,618.50	8,580.28	9,618.50
4	Segment liabilities					
	a. Dairy	2,402.23	3,119.81	4,520.97	2,402.23	4,520.97
	b. Renewable energy	2.73	150.60	220.91	2.73	220.91
	c. Others	-	-	-	-	-
	d. Unallocated	237.68	237.24	253.31	237.68	253.31
	Total	2,642.64	3,507.65	4,995.19	2,642.64	4,995.19

Heritage Foods Limited
Standalone Balance Sheet as at 31 March 2021
(Amount in millions of ₹ unless otherwise stated)

Particulars	As at	
	31 March 2021	31 March 2020
	(Audited)	(Audited)
ASSETS		
Non-current assets		
(a) Property, plant and equipment	5,300.50	4,265.06
(b) Capital work-in-progress	154.47	755.12
(c) Investment property	45.28	58.51
(d) Other intangible assets	38.67	61.13
(e) Intangible assets under development	24.13	15.81
(f) Investment in subsidiary, joint venture and associate	488.22	418.03
(g) Financial assets		
(i) Investments	2.85	1,441.37
(ii) Loans	51.65	50.79
(iii) Other financial assets	-	4.71
(h) Other non-current assets	20.97	29.09
Total Non-Current Assets	6,126.74	7,099.62
Current assets		
(a) Inventories	1,885.01	1,363.68
(b) Financial Assets		
(i) Investments	0.04	0.04
(ii) Trade receivables	145.33	210.95
(iii) Cash and cash equivalents	196.64	533.23
(iv) Bank balances other than (iii) above	17.29	17.10
(v) Loans	36.64	28.19
(vi) Other financial assets	3.63	3.95
(c) Current tax assets (net)	22.99	12.32
(d) Other current assets	140.34	139.40
(e) Disposal group - assets held for sale	5.63	210.02
Total Current Assets	2,453.54	2,518.88
Total Assets	8,580.28	9,618.50
EQUITY AND LIABILITIES		
Equity		
(a) Equity share capital	231.99	231.99
(b) Other equity	5,705.65	4,391.32
Total Equity	5,937.64	4,623.31
LIABILITIES		
Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	260.71	1,601.31
(ii) Other financial liabilities	33.93	43.32
(b) Provisions	100.52	79.62
(c) Government grant	26.89	0.63
(d) Deferred tax liabilities (net)	237.69	229.22
Total non-current liabilities	659.74	1,954.10
Current liabilities		
(a) Financial liabilities		
(i) Borrowings	4.69	831.73
(ii) Trade payables		
- total outstanding dues of micro and small enterprises;	34.89	52.39
- total outstanding dues of creditors other than micro and small enterprises	292.88	516.13
(iii) Other financial liabilities	1,451.59	1,465.30
(b) Other current liabilities	73.85	65.39
(c) Government grant	0.23	0.14
(d) Provisions	124.77	110.01
Total current liabilities	1,982.90	3,041.09
Total equity and liabilities	8,580.28	9,618.50

Heritage Foods Limited		
Standalone Cash Flow Statement for the year ended 31 March 2021		
(Amount in millions of ₹ unless otherwise stated)		
Particulars	For the year ended	
	31 March 2021	31 March 2020
	(Audited)	(Audited)
Cash flows from operating activities		
Profit/(loss) before tax	1,961.86	(1,446.76)
Adjustments:		
Fair value loss on FVTPL securities	48.12	5,116.06
Gain due to changes in fair value of derivative liabilities	-	(2,944.89)
Depreciation and amortization expense	440.54	480.36
Impairment losses	42.67	7.42
Provision for doubtful advances	0.31	-
Provision for doubtful debts	3.75	4.85
Advances written off	0.66	0.46
Loss/(Profit) on sale of Property, plant and equipment ("PPE")	(17.96)	7.06
Provisions no longer required/ credit balances written back	(16.41)	(16.69)
Interest income	(1.76)	(3.37)
Interest expenses	171.33	200.28
Guarantee income	(3.61)	(2.58)
Property, plant and equipment written off	6.18	-
Lease income	(13.55)	(17.40)
Dividend income	-	(0.40)
Operating profits before working capital changes	2,622.13	1,384.40
Movements in working capital:		
Changes in inventories	(521.33)	(43.35)
Changes in trade receivables	61.87	183.88
Changes in loans	(9.31)	(11.58)
Changes in other assets	(1.37)	(28.25)
Changes in other financial assets	(0.03)	5.28
Changes in trade payables	(240.75)	(58.95)
Changes in provisions	30.20	32.65
Changes in Government grant	(0.30)	(0.14)
Changes in other financial liabilities	214.70	(37.93)
Changes in other liabilities	(0.64)	9.75
Cash generated from operating activities	2,155.17	1,435.76
Income-taxes paid, net	(513.90)	(191.62)
Net cash generated from operating activities (A)	1,641.27	1,244.14
Cash flows from investing activities		
Purchase of PPE and other intangible assets, including CWIP and intangible assets under development	(911.15)	(1,029.72)
Proceeds from sale of PPE	262.99	35.29
(Purchase)/ Sale of investments held in equity instruments and government securities	1,363.71	(0.01)
Investment in a joint venture	(66.31)	-
Investment in a subsidiary	-	(75.00)
Receipts of government grants	26.65	-
Interest received	3.17	3.21
Movement in other bank balances, net	2.70	12.13
Rent received	13.19	16.69
Dividend received	-	0.40
Net cash generated from/ (used in) investing activities (B)	694.95	(1,037.01)
Cash flows from financing activities		
Proceeds from long term borrowings	282.52	503.28
Repayment of long term borrowings	(1,797.03)	(369.96)
Interest paid	(172.89)	(199.00)
Lease rentals paid	(43.49)	(31.79)
Dividend paid including dividend distribution tax	(116.00)	(111.87)
Net cash used in financing activities (C)	(1,846.89)	(209.34)
	489.33	(2.21)
Cash and cash equivalents at the beginning of the year	(298.50)	(296.29)
Cash and cash equivalents at the end of the year (Note 1)	190.83	(298.50)
Note 1:		
Cash and cash equivalents includes		
- Included in cash and cash equivalents and current borrowings		
Cash on hand	33.03	35.85
Balances with banks in current accounts	162.49	497.38
Loans repayable on demand from banks	(4.69)	(831.73)
	190.83	(298.50)

Notes:

- The audited standalone financial results for the quarter and year ended 31 March 2021 were reviewed by the Audit Committee and approved by the Board of Directors of the Company at their meetings held on 19 May 2021.
- 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.
- As per Ind AS 108- Operating Segments, the management has identified Dairy and renewable energy as reportable segments.
- Net Profit/(Loss) for the comparative periods were impacted due to significant fluctuations in the fair values of investments and the corresponding derivative liabilities, both accounted at FVTPL. The table below provides additional information regarding the impact of such fluctuation on the Profit/(Loss) after tax and corresponding impact on the Earnings Per Equity Share:

	Quarter ended 31.03.2021 (Audited)	Quarter ended 31.12.2020 (Unaudited)	Quarter ended 31.03.2020 (Audited)	Year ended 31.03.2021 (Audited)	Year ended 31.03.2020 (Audited)
Profit/(loss) for the period/year	245.67	256.47	(2,103.30)	1,451.64	(1,600.04)
Adjustment:					
Gains/(losses) due to fair value changes	(0.45)	(203.95)	(2,171.17)	(48.12)	(2,171.17)
Profit for the period/year after above adjustment	246.12	460.42	67.87	1,499.76	571.13
Core business EPES (not annualised) (in absolute ₹ terms)	5.30	9.92	1.46	32.32	12.31

- The Company has considered internal and certain external sources of information including credit reports, economic forecasts and industry reports up to the date of approval of the standalone financial results in determining the impact on various elements of its standalone financial results due to COVID-19 pandemic. The Company has used the principles of prudence in applying judgments, estimates and assumptions including sensitivity analysis and based on the current estimates, the Company expects to fully recover the carrying amount of its trade receivables, inventories, other financial assets and other current assets. The eventual outcome of impact of the global health pandemic may be different from those estimated as on the date of approval of these standalone financial results.
- The Indian Parliament has approved the Code on Social Security, 2020 ("Code") which, inter alia, deals with employee benefits during employment and post employment. The Code has been published in the Gazette of India. The effective date of the Code is yet to be notified and the rules for quantifying the financial impact are also yet to be issued. In view of this, the impact of the change, if any, will be assessed and recognised post notification of the relevant provisions.
- The figures for the quarter ended 31 March 2021 are the balancing figures between the audited figures in respect of the full financial year ended 31 March 2021 and the unaudited year to date figures up to the nine months ended 31 December 2020, which were subjected to limited review by the statutory auditors.

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 Board of Directors of the Company has recommended dividend for the Financial Year 2020-21 @ 100% i.e. ₹5/- per equity share of the face value of ₹5/- each subject to the approval of the share holders at the ensuing Annual General Meeting.
- The Company has chosen to publish the results in ₹ millions with effect from the quarter and year ended 31 March 2021. Accordingly the previous periods/year figures have been rounded off.
- Figures of previous period/year have been regrouped/rearranged wherever necessary.

For and on behalf of the Board of Directors

Sd/-

N. Bhuvaneshwari
Vice Chairperson and Managing Director
DIN: 00003741

Date: 19 May 2021
Place: Hyderabad



HERITAGE FOODS LIMITED

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STATEMENT OF AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31 MARCH 2021

(Amount in millions of ₹ unless otherwise stated)

Sl. No	Particulars	Quarter ended			Year ended	
		31.03.2021 (Audited)	31.12.2020 (Unaudited)	31.03.2020 (Audited)	31.03.2021 (Audited)	31.03.2020 (Audited)
1	Revenue					
	a. Revenue from operations	6,193.62	6,049.16	6,526.47	24,731.13	27,259.04
	b. Other income	35.41	11.07	19.40	80.33	88.67
	c. Gain due to changes in fair value of derivative liabilities	-	-	1,367.41	-	2,944.89
	Total income	6,229.03	6,060.23	7,913.28	24,811.46	30,292.60
2	Expenses					
	a. Cost of materials consumed	4,824.25	4,378.20	5,585.25	18,419.76	22,263.41
	b. Purchases of stock-in-trade	52.14	70.57	23.94	266.85	119.67
	c. Changes in inventories of finished goods, semi finished goods, stock-in-trade and work-in-progress	(120.62)	(108.54)	(245.93)	(312.95)	(137.53)
	d. Employee benefits expenses	444.80	468.00	362.29	1,778.87	1,563.90
	e. Finance costs	30.39	50.92	64.58	191.80	226.34
	f. Depreciation and amortization expense	119.63	113.21	117.81	462.26	501.33
	g. Impairment losses	23.41	-	6.83	42.44	7.43
	h. Other expenses	514.73	462.97	526.52	1,866.97	2,156.75
	i. Fair value loss on FVTPL securities	0.45	203.95	3,538.58	48.12	5,116.06
	Total expenses	5,889.18	5,639.28	9,979.87	22,764.12	31,817.36
3	Profit/(loss) before share of loss of an associate and a joint venture from continuing operations	339.85	420.95	(2,066.59)	2,047.34	(1,524.76)
4	Share of loss of an associate and a joint venture	11.99	5.37	2.88	22.16	9.01
5	Profit/(loss) before tax from continuing operations	327.86	415.58	(2,069.47)	2,025.18	(1,533.77)
6	Tax expense					
	a. Current tax expense	71.40	149.32	31.12	516.40	185.94
	b. Deferred tax expense/(benefit)	14.14	6.07	(1.43)	18.28	(32.48)
7	Profit/(loss) for the period/year from continuing operations	242.32	260.19	(2,099.16)	1,490.50	(1,687.23)
8	Discontinued operations					
	a. Profit/(loss) before tax	1.64	(0.22)	0.21	(7.49)	(6.77)
	b. Tax expense	-	-	-	-	-
9	Profit/(loss) for the period/year from discontinued operations	1.64	(0.22)	0.21	(7.49)	(6.77)
10	Profit/(loss) for the period/year	243.96	259.97	(2,098.95)	1,483.01	(1,694.00)
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	(8.02)	(1.37)	6.06	(3.84)	(5.83)
	(ii) Net loss on fair value through OCI equity securities	(0.31)	(69.11)	(1,179.96)	(17.23)	(1,705.99)
	(b) Items that will be reclassified to profit or loss	-	-	-	-	-
12	Total comprehensive income/(loss) for the period/year	235.63	189.49	(3,272.85)	1,461.94	(3,405.82)
13	Profit/(loss) for the period/year from continuing operations attributable to:					
	- Owners of the parent	242.79	263.54	(2,092.10)	1,499.48	(1,603.12)
	- Non-controlling interest	(0.47)	(3.35)	(7.06)	(8.98)	(84.11)
14	Profit/(loss) for the period/year from discontinued operations attributable to:					
	- Owners of the parent	-	-	-	-	-
	- Non-controlling interest	1.64	(0.22)	0.21	(7.49)	(6.77)
15	Total Profit/(loss) for the period/year attributable to:					
	- Owners of the parent	242.79	263.54	(2,092.10)	1,499.48	(1,603.12)
	- Non-controlling interest	1.17	(3.57)	(6.85)	(16.47)	(90.88)
16	Other comprehensive loss for the period/year attributable to:					
	- Owners of the parent	(8.33)	(70.48)	(1,173.90)	(21.07)	(1,711.82)
	- Non-controlling interest	-	-	-	-	-
17	Total comprehensive income/(loss) for the period/year attributable to:					
	- Owners of the parent	234.46	193.06	(3,266.00)	1,478.41	(3,314.94)
	- Non-controlling interest	1.17	(3.57)	(6.85)	(16.47)	(90.88)
18	Paid up Equity share capital (face value of ₹5 each)	231.99	231.99	231.99	231.99	231.99
19	Other equity (attributable to the Owners of the Company)	-	-	-	5,726.26	4,363.85
20	Earnings per equity share ("EPES") for continuing operations					
	(1) Basic EPES (not annualised) (in absolute ₹ terms)	5.23	5.68	(45.09)	32.32	(34.55)
	(2) Diluted EPES (not annualised) (in absolute ₹ terms)	5.23	5.68	(45.09)	32.32	(34.55)
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)	5.23	5.68	(45.09)	32.32	(34.55)
	(2) Diluted EPES (not annualised) (in absolute ₹ terms)	5.23	5.68	(45.09)	32.32	(34.55)

Consolidated segment information

(Amount in millions of ₹ unless otherwise stated)

Sl. No	Particulars	Quarter ended			Year ended	
		31.03.2021 (Audited)	31.12.2020 (Unaudited)	31.03.2020 (Audited)	31.03.2021 (Audited)	31.03.2020 (Audited)
1	Segment revenue					
	a. Dairy	6,056.21	5,881.26	6,417.06	24,064.96	26,776.74
	b. Renewable energy	15.73	14.08	24.79	68.83	93.87
	c. Feed	265.91	297.42	207.36	1,215.26	1,038.54
	d. Others	-	-	4.43	-	17.69
	Total	6,337.85	6,192.76	6,653.64	25,349.05	27,926.84
	Less: Inter segment revenue	144.23	143.60	127.17	617.92	667.80
	Income from operations	6,193.62	6,049.16	6,526.47	24,731.13	27,259.04
2	Segment results					
	Profit/(loss) before finance costs, tax and other un-allocable items					
	a. Dairy	357.76	655.14	147.77	2,184.94	902.66
	b. Renewable energy	12.09	4.13	12.55	28.75	44.28
	c. Feed	12.13	23.44	18.84	112.34	26.83
	d. Others	(0.48)	(3.35)	(6.83)	(9.10)	(85.04)
	Total	381.50	679.36	172.33	2,316.93	888.73
	Share of loss of an associate and a joint venture	(11.99)	(5.37)	(2.88)	(22.16)	(9.01)
	Less: i. Finance costs	30.39	50.92	64.58	191.80	226.34
	ii. Other un-allocable expenses	12.14	208.45	3,543.38	81.84	5,139.24
	Add: i. Interest income	0.88	0.96	1.63	4.05	6.80
	ii. Other un-allocable income	-	-	1,367.41	-	2,945.29
	Profit/(loss) before tax from continuing operations	327.86	415.58	(2,069.47)	2,025.18	(1,533.77)
3	Segment assets					
	a. Dairy	7,224.73	6,841.07	6,543.68	7,224.73	6,543.68
	b. Renewable energy	577.38	582.56	602.71	577.38	602.71
	c. Feed	554.38	551.96	561.20	554.38	561.20
	d. Others	-	1.54	9.86	-	9.86
	e. Unallocated	428.62	1,466.89	2,164.60	428.62	2,164.60
	Total	8,785.11	9,444.02	9,882.05	8,785.11	9,882.05
4	Segment liabilities					
	a. Dairy	2,402.23	3,119.81	4,520.97	2,402.23	4,520.97
	b. Renewable energy	2.73	150.60	220.91	2.73	220.91
	c. Feed	188.03	226.85	280.08	188.03	280.08
	d. Others	0.87	1.34	1.37	0.87	1.37
	e. Unallocated	228.12	226.14	241.36	228.12	241.36
	Total	2,821.98	3,724.74	5,264.69	2,821.98	5,264.69

Heritage Foods Limited
Consolidated Balance Sheet as at 31 March 2021
(Amount in millions of ₹ unless otherwise stated)

Particulars	As at	
	31 March 2021	31 March 2020
ASSETS		
Non-current assets		
(a) Property, plant and equipment	5,714.08	4,691.25
(b) Capital work-in-progress	157.41	757.16
(c) Investment property	45.28	58.51
(d) Other intangible assets	38.95	61.13
(e) Intangible assets under development	25.77	15.81
(f) Investment in joint venture and associate	129.06	81.80
(g) Financial assets		
(i) Investments	2.85	1,441.36
(ii) Loans	54.71	53.85
(iii) Other financial assets	0.55	5.24
(h) Other non-current assets	21.88	29.09
Total Non-Current Assets	6,190.54	7,195.20
Current assets		
(a) Inventories	1,982.70	1,446.75
(b) Financial Assets		
(i) Investments	0.04	0.04
(ii) Trade receivables	152.20	218.92
(iii) Cash and cash equivalents	218.26	558.34
(iv) Bank balances other than (iii) above	17.30	24.13
(v) Loans	36.77	28.24
(vi) Other financial assets	3.72	4.20
(c) Current tax assets (net)	25.78	13.77
(d) Other current assets	145.99	166.52
(e) Disposal group - Assets held for sale	11.81	225.94
Total Current Assets	2,594.57	2,686.85
Total Assets	8,785.11	9,882.05
EQUITY AND LIABILITIES		
Equity		
(a) Equity share capital	231.99	231.99
(b) Other equity	5,726.26	4,363.85
Equity Attributable to the Owners of the Company	5,958.25	4,595.84
Non-controlling interest	4.88	21.52
Total Equity	5,963.13	4,617.36
LIABILITIES		
Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	340.40	1,722.25
(ii) Other financial liabilities	31.13	39.33
(b) Government grant	26.90	0.63
(c) Provisions	103.73	82.01
(d) Deferred tax liabilities (net)	240.57	223.58
Total non-current liabilities	742.73	2,067.80
Current liabilities		
(a) Financial liabilities		
(i) Borrowings	19.36	884.41
(ii) Trade payables		
- total outstanding dues of micro and small enterprises;	35.14	53.06
- total outstanding dues of creditors other than micro and small enterprises	319.45	546.42
(iii) Other financial liabilities	1,496.42	1,516.01
(b) Other current liabilities	79.15	80.35
(c) Government grant	0.22	0.14
(d) Provisions	127.72	112.47
(e) Disposal group - liabilities related to assets held for sale	1.79	4.03
Total current liabilities	2,079.25	3,196.89
Total equity and liabilities	8,785.11	9,882.05

Heritage Foods Limited		
Consolidated Cash Flow Statement for the year ended 31 March 2021		
(Amount in millions of ₹ unless otherwise stated)		
	For the year ended	
	31 March 2021	31 March 2020
	(Audited)	(Audited)
Cash flows from operating activities		
Profit/(loss) before tax from continuing operations	2,025.18	(1,533.77)
Adjustments:		
Loss on FVTPL securities	48.12	5,116.06
Gain due to changes in fair value of derivative liabilities	-	(2,944.89)
Depreciation and amortization expense	462.26	501.33
Impairment losses	42.44	7.43
Provision for doubtful advances	11.82	-
Share of loss of an associate and a joint venture	22.16	9.01
Provision for doubtful debts	3.05	5.96
Guarantee income	(1.23)	(0.24)
Amortisation of government grants	(0.31)	(0.14)
Property, plant and equipment written off	6.18	-
Loss/(Profit) on sale of Property, plant and equipment ("PPE")	(17.77)	7.06
Provisions no longer required/ credit balances written back	(18.27)	(23.07)
Interest income	(2.57)	(6.80)
Interest expenses	185.61	218.54
Advances written off	0.66	-
Dividend income	-	(0.40)
Lease rentals income	(12.31)	(15.60)
Operating profits before working capital changes	2,755.02	1,340.48
Changes in inventories	(535.95)	(63.12)
Changes in trade receivables	63.67	198.63
Changes in loans	(9.39)	(12.10)
Changes in other assets	8.60	(38.56)
Changes in other financial assets	(0.03)	5.27
Changes in trade payables	(244.89)	(86.20)
Changes in provisions	31.84	33.20
Changes in other financial liabilities	221.18	(29.92)
Changes in other liabilities	(10.30)	18.43
Cash generated from operating activities	2,279.75	1,366.11
Income-taxes paid, net	(530.84)	(192.36)
Net cash generated from operating activities of continuing operations	1,748.91	1,173.75
Net cash used in operating activities of discontinued operations	(9.42)	(6.63)
Net cash generated from operating activities (A)	1,739.49	1,167.12
Cash flows from investing activities		
Purchase of PPE and other intangible assets, including CWIP and intangible assets under development	(926.25)	(1,120.09)
Proceeds from sale of PPE	264.43	35.60
(Purchase)/ Sale of investments held in equity instruments and government securities	1,363.70	(0.01)
Investment in a joint venture	(66.30)	-
Receipts of government grants	26.66	-
Interest received	4.07	7.69
Movement in other bank balances, net	9.73	91.06
Rent received	11.99	14.76
Dividend received	-	0.40
Net cash generated from/ (used in) investing activities of continuing operations	688.03	(970.59)
Net cash generated from investing activities of discontinued operations	-	-
Net cash generated from/ (used in) investing activities (B)	688.03	(970.59)
Cash flows from financing activities		
Proceeds from long term borrowings	282.52	533.57
Repayment of long term borrowings	(1,848.27)	(385.29)
Interest paid	(187.68)	(216.91)
Lease rentals paid	(43.49)	(31.79)
Movement in minority interest, net	(0.17)	(4.66)
Dividend paid including dividend distribution tax	(116.00)	(111.88)
Net cash used in financing activities of continuing operations	(1,913.09)	(216.96)
Net cash generated from financing activities of discontinued operations	-	-
Net cash used in financing activities (C)	(1,913.09)	(216.96)
Net increase/(decrease) in cash and cash equivalents during the year (A + B + C)	514.43	(20.43)
Cash and cash equivalents at the beginning of the year	(311.50)	(291.07)
Cash and cash equivalents at the end of the year (Note 1)	202.93	(311.50)
	For the year ended	
	31 March 2021	31 March 2020
Note 1:		
Cash and cash equivalents includes		
- Included in cash and cash equivalents and current borrowings		
Cash on hand	33.05	35.91
Balances with banks in current accounts	169.64	508.43
Deposits with original maturity up to 3 months	14.45	14.00
Loans repayable on demand from banks	(19.36)	(884.41)
	197.78	(326.07)
- Included in the assets of the disposal group	5.15	14.57
	202.93	(311.50)

Notes:

- The audited consolidated financial results for the quarter and year ended 31 March 2021 were reviewed by the Audit Committee and approved by the Board of Directors of the Company at their meetings held on 19 May 2021.
- 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.
- As per Ind AS 108 - Operating Segments, the management has identified Dairy, Renewable energy and Feed as reportable segments.
- Net Profit/(Loss) for the comparative periods were impacted due to significant fluctuations in the fair values of investments and the corresponding derivative liabilities, both accounted at FVTPL. The table below provides additional information regarding the impact of such fluctuation on the Profit/(Loss) after tax and corresponding impact on the Earnings Per Equity Share:

	Quarter ended 31.03.2021 (Audited)	Quarter ended 31.12.2020 (Unaudited)	Quarter ended 31.03.2020 (Audited)	Year ended 31.03.2021 (Audited)	Year ended 31.03.2020 (Audited)
Profit/(loss) for the period/year from continuing operations	242.32	260.19	(2,099.16)	1,490.50	(1,687.23)
Adjustment:					
Gains/(losses) due to fair value changes	(0.45)	(203.95)	(2,171.17)	(48.12)	(2,171.17)
Profit for the period/year from continuing operations, after above adjustment	242.77	464.14	72.01	1,538.62	483.94
Core business EPES (not annualised) (in absolute ₹ terms)	5.24	10.08	1.70	33.35	12.24

- The Group has considered internal and certain external sources of information including credit reports, economic forecasts and industry reports up to the date of approval of the consolidated financial results in determining the impact on various elements of its consolidated financial results due to COVID-19 pandemic. The Group has used the principles of prudence in applying judgments, estimates and assumptions including sensitivity analysis and based on the current estimates, the Group expects to fully recover the carrying amount of its trade receivables, inventories, other financial assets and other current assets. The eventual outcome of impact of the global health pandemic may be different from those estimated as on the date of approval of these consolidated financial results.
- The Indian Parliament has approved the Code on Social Security, 2020 ("Code") which, inter alia, deals with employee benefits during employment and post employment. The Code has been published in the Gazette of India. The effective date of the Code is yet to be notified and the rules for quantifying the financial impact are also yet to be issued. In view of this, the impact of the change, if any, will be assessed and recognised post notification of the relevant provisions.
- The figures for the quarter ended 31 March 2021 are the balancing figures between the audited figures in respect of the full financial year ended 31 March 2021 and the unaudited year to date figures up to the nine months ended 31 December 2020, which were subjected to limited review by the statutory auditors.
- The Board of Directors of the Company has recommended dividend for the Financial Year 2020-21 @ 100% i.e. ₹5/- per equity share of the face value of ₹5/- each subject to the approval of the share holders at the ensuing Annual General Meeting.
- The Group has chosen to publish the results in ₹ millions with effect from the quarter and year ended 31 March 2021. Accordingly the previous periods/year figures have been rounded off.
- Figures of previous period/year have been regrouped/rearranged wherever necessary.

For and on behalf of the Board of Directors

Sd/-

N. Bhuvaneshwari

Vice Chairperson and Managing Director

DIN: 00003741

Date: 19 May 2021

Place: Hyderabad