



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 2021

(Amount in millions of ₹ unless otherwise stated)

Sl. No	Particulars	Quarter ended			Year ended
		30.06.2021 (Unaudited)	31.03.2021 (Audited) (note 7)	30.06.2020 (Unaudited)	31.03.2021 (Audited)
1	Revenue				
	a. Revenue from operations	6,480.54	6,193.62	6,388.09	24,731.13
	b. Other income	28.41	35.41	16.09	80.33
	c. Fair value gain on FVTPL securities	-	-	668.69	-
	Total income	6,508.95	6,229.03	7,072.87	24,811.46
2	Expenses				
	a. Cost of materials consumed	4,652.86	4,824.25	5,020.87	18,419.76
	b. Purchases of stock-in-trade	29.58	52.14	73.05	266.85
	c. Changes in inventories of finished goods, semi finished goods, stock-in-trade and work-in-progress	315.79	(120.62)	(143.99)	(312.95)
	d. Employee benefits expenses	461.89	444.80	416.26	1,778.87
	e. Finance costs	14.24	30.39	62.71	191.80
	f. Depreciation and amortization expense	127.67	119.63	118.87	462.26
	g. Impairment losses	-	23.41	19.03	42.44
	h. Other expenses	486.85	514.73	442.45	1,866.97
	i. Fair value loss on FVTPL securities	-	0.45	-	48.12
	Total expenses	6,088.88	5,889.18	6,009.25	22,764.12
3	Profit before share of loss of an associate and a joint venture from continuing operations	420.07	339.85	1,063.62	2,047.34
4	Share of loss of an associate and a joint venture	13.25	11.99	1.93	22.16
5	Profit before tax from continuing operations	406.82	327.86	1,061.69	2,025.18
6	Tax expense				
	a. Current tax expense	103.86	71.40	108.70	516.40
	b. Deferred tax expense/(benefit)	(0.03)	14.14	(8.00)	18.28
7	Profit for the period/year from continuing operations	302.99	242.32	960.99	1,490.50
8	Discontinued operations				
	a. Profit/(loss) before tax	(0.37)	1.64	(6.57)	(7.49)
	b. Tax expense	-	-	-	-
9	Profit/(loss) for the period/year from discontinued operations	(0.37)	1.64	(6.57)	(7.49)
10	Profit for the period/year	302.62	243.96	954.42	1,483.01
11	Other comprehensive income (OCI)				
	(a) Items that will not be reclassified to profit or loss				
	(i) Re-measurement loss on defined benefit plan, net of tax	(1.02)	(8.02)	(1.37)	(3.84)
	(ii) Net loss on fair value through OCI equity securities	0.02	(0.31)	222.96	(17.23)
	(b) Items that will be reclassified to profit or loss	-	-	-	-
12	Total comprehensive income for the period/year	301.62	235.63	1,176.01	1,461.94
13	Profit/(loss) for the period/year from continuing operations attributable to:				
	- Owners of the parent	303.03	242.79	964.09	1,499.48
	- Non-controlling interest	(0.04)	(0.47)	(3.10)	(8.98)
14	Profit/(loss) for the period/year from discontinued operations attributable to:				
	- Owners of the parent	-	-	-	-
	- Non-controlling interest	(0.37)	1.64	(6.57)	(7.49)
15	Total Profit/(loss) for the period/year attributable to:				
	- Owners of the parent	303.03	242.79	964.09	1,499.48
	- Non-controlling interest	(0.41)	1.17	(9.67)	(16.47)
16	Other comprehensive loss for the period/year attributable to:				
	- Owners of the parent	(1.00)	(8.33)	221.59	(21.07)
	- Non-controlling interest	-	-	-	-
17	Total comprehensive income/(loss) for the period/year attributable to:				
	- Owners of the parent	302.03	234.46	1,185.68	1,478.41
	- Non-controlling interest	(0.41)	1.17	(9.67)	(16.47)
18	Paid up Equity share capital (face value of ₹5 each)	231.99	231.99	231.99	231.99
19	Other equity (attributable to the Owners of the Company)				5,726.26
20	Earnings per equity share ("EPES") for continuing operations [refer note 4]				
	(1) Basic EPES (not annualised) (in absolute ₹ terms)	6.53	5.23	20.78	32.32
	(2) Diluted EPES (not annualised) (in absolute ₹ terms)	6.53	5.23	20.78	32.32
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)	6.53	5.23	20.78	32.32
	(2) Diluted EPES (not annualised) (in absolute ₹ terms)	6.53	5.23	20.78	32.32



Consolidated segment information

(Amount in millions of ₹ unless otherwise stated)

Sl. No	Particulars	Quarter ended			Year ended
		30.06.2021 (Unaudited)	31.03.2021 (Audited) (note 7)	30.06.2020 (Unaudited)	31.03.2021 (Audited)
1	Segment revenue				
	a. Dairy	6,377.54	6,056.21	6,195.53	24,064.96
	b. Renewable energy	22.24	15.73	19.21	68.83
	c. Feed	241.43	265.91	345.53	1,215.26
	d. Others	-	-	-	-
	Total	6,641.21	6,337.85	6,560.27	25,349.05
	Less: Inter segment revenue	160.67	144.23	172.18	617.92
	Income from operations	6,480.54	6,193.62	6,388.09	24,731.13
2	Segment results				
	Profit before finance costs, tax and other un-allocable items				
	a. Dairy	408.07	357.76	421.96	2,184.94
	b. Renewable energy	9.06	12.09	5.06	28.75
	c. Feed	17.01	12.13	47.12	112.34
	d. Others	(0.04)	(0.48)	(3.18)	(9.10)
	Total	434.10	381.50	470.96	2,316.93
	Share of loss of an associate and a joint venture	(13.25)	(11.99)	(1.93)	(22.16)
	Less: i. Finance costs	(14.24)	(30.39)	(62.71)	(191.80)
	ii. Other un-allocable expenses	(3.65)	(12.14)	(14.79)	(81.84)
	Add: i. Interest income	3.02	0.88	1.47	4.05
	ii. Other un-allocable income	0.84	-	668.69	-
	Profit before tax from continuing operations	406.82	327.86	1,061.69	2,025.18
3	Segment assets				
	a. Dairy	6,728.25	7,224.73	6,256.57	7,224.73
	b. Renewable energy	573.68	577.38	591.82	577.38
	c. Feed	567.85	554.38	594.77	554.38
	d. Others	-	-	6.56	-
	e. Unallocated	1,254.43	428.62	3,080.09	428.62
	Total	9,124.21	8,785.11	10,529.81	8,785.11
4	Segment liabilities				
	a. Dairy	2,424.12	2,402.23	3,984.49	2,402.23
	b. Renewable energy	2.31	2.73	207.33	2.73
	c. Feed	186.83	188.03	266.39	188.03
	d. Others	-	0.87	0.87	0.87
	e. Unallocated	246.21	228.12	277.48	228.12
	Total	2,859.47	2,821.98	4,736.56	2,821.98

Notes:

- The unaudited consolidated financial results for the quarter ended 30 June 2021 were reviewed by the Audit Committee and approved by the Board of Directors of the Company at their meetings held on 28 July 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 for the comparative periods were impacted due to significant fluctuations in the fair values of investments, in Future Retail Limited, and the corresponding derivative liabilities, both accounted at FVTPL. The table below provides additional information regarding the impact of such fluctuation on the Profit after tax and corresponding impact on the Earnings Per Equity Share:

(Amount in millions of ₹)

	Quarter ended 30.06.2021 (Unaudited)	Quarter ended 31.03.2021 (Audited)	Quarter ended 30.06.2020 (Unaudited)	Year ended 31.03.2021 (Audited)
Profit for the period/year from continuing operations	302.99	242.32	960.99	1,490.50
Adjustment:				
Gains/(losses) due to fair value changes	-	-0.45	668.69	(48.12)
Profit for the period/year from continuing operations, after above	302.99	242.77	292.30	1,538.62
Core business EPES (not annualised) (in absolute ₹ terms)	6.53	5.24	6.37	33.35

- 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.
- With effect from quarter ended 31 March 2021, the Company has chosen to present the results in ₹ in millions, instead of ₹ in lakhs.
- 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: 28 July 2021
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 STANDALONE FINANCIAL RESULTS

FOR THE QUARTER ENDED 30 JUNE 2021

(Amount in millions of ₹ unless otherwise stated)

Sl. No	Particulars	Quarter ended			Year ended
		30.06.2021 (Unaudited)	31.03.2021 (Audited) (refer note 4)	30.06.2020 (Unaudited)	31.03.2021 (Audited)
1	Revenue				
	a. Revenue from operations	6,378.62	6,057.37	6,197.32	24,070.29
	b. Other income	26.95	34.67	16.62	84.07
	c. Fair value gain on FVTPL securities	-	-	668.69	-
	Total income	6,405.57	6,092.04	6,882.63	24,154.36
2	Expenses				
	a. Cost of materials consumed	4,512.39	4,683.73	4,837.79	17,795.41
	b. Purchases of stock-in-trade	139.29	127.88	161.85	557.07
	c. Changes in inventories of finished goods, semi finished goods, stock-in-trade and work-in-progress	315.17	(114.70)	(149.83)	(314.29)
	d. Employee benefits expenses	442.43	425.34	399.48	1,703.88
	e. Finance costs	12.10	28.03	58.59	178.48
	f. Depreciation and amortization expense	122.22	114.26	113.50	440.54
	g. Impairment losses	-	23.64	19.03	42.67
	h. Other expenses	456.98	474.31	413.48	1,740.62
	i. Fair value loss on FVTPL securities	-	0.45	-	48.12
	Total expenses	6,000.58	5,762.94	5,853.89	22,192.50
3	Profit before tax	404.99	329.10	1,028.74	1,961.86
4	Tax expense				
	a. Current tax expense	101.40	68.80	101.24	500.37
	b. Deferred tax expense/(benefit)	(1.40)	14.63	(12.05)	9.85
5	Profit for the period/year	304.99	245.67	939.55	1,451.64
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	(1.02)	0.02	(1.37)	(4.08)
	(ii) Net loss on fair value through OCI equity securities	0.02	(0.31)	222.96	(17.23)
	Income tax effect on the above	-	-	-	-
	(b) Items that will be reclassified to profit or loss	-	-	-	-
7	Total comprehensive income for the period/year	303.99	245.38	1,161.14	1,430.33
8	Paid up Equity Share Capital (face value of ₹5 each)	231.99	231.99	231.99	231.99
9	Other equity				5,705.65
10	Earnings per equity share ("EPES") [refer note 5]				
	(1) Basic EPES (not annualised) (in absolute ₹ terms)	6.57	5.29	20.25	31.29
	(2) Diluted EPES (not annualised) (in absolute ₹ terms)	6.57	5.29	20.25	31.29



Standalone Segment Information

(Amount in millions of ₹ unless otherwise stated)

Sl. No	Particulars	Quarter ended			Year ended
		30.06.2021 (Unaudited)	31.03.2021 (Audited) (refer note 4)	30.06.2020 (Unaudited)	31.03.2021 (Audited)
1	Segment revenue				
	a. Dairy	6,377.54	6,056.21	6,195.53	24,064.96
	b. Renewable energy	22.24	15.73	19.21	68.83
	Total	6,399.78	6,071.94	6,214.74	24,133.79
	Less: Inter segment revenue	21.16	14.57	17.42	63.50
	Income from operations	6,378.62	6,057.37	6,197.32	24,070.29
2	Segment results				
	Profit before finance costs, tax and other un-allocable items				
	a. Dairy	408.07	357.76	421.96	2,184.94
	b. Renewable energy	9.06	12.09	5.06	28.75
	Total	417.13	369.85	427.02	2,213.69
	Less: i. Finance costs	(12.10)	(28.03)	(58.59)	(178.48)
	ii. Other un-allocable expenses	(3.86)	(13.95)	(10.08)	(78.72)
	Add: i. Interest income	2.98	1.23	1.71	5.37
	ii. Other un-allocable income	0.84	-	668.69	-
	Profit before tax	404.99	329.10	1,028.74	1,961.86
3	Segment assets				
	a. Dairy	6,728.25	7,224.73	6,256.57	7,224.73
	b. Renewable energy	573.68	577.38	591.82	577.38
	c. Unallocated	1,619.78	778.17	3,414.51	778.17
	Total	8,921.71	8,580.28	10,262.90	8,580.28
4	Segment liabilities				
	a. Dairy	2,424.12	2,402.23	3,984.49	2,402.23
	b. Renewable energy	2.31	2.73	207.33	2.73
	c. Unallocated	253.65	237.68	286.64	237.68
	Total	2,680.08	2,642.64	4,478.46	2,642.64

Notes:

1. The unaudited standalone financial results for the quarter ended 30 June 2021 were reviewed by the Audit Committee and approved by the Board of Directors of the Company at their meetings held on 28 July 2021.
2. The standalone financial results have been prepared in accordance with the 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. As per Ind AS 108- Operating Segments, the management has identified Dairy and renewable energy as reportable segments.
4. 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.
5. Net Profit for the comparative periods were impacted due to significant fluctuations in the fair values of investments, in Future Retail Limited, and the corresponding derivative liabilities, both accounted at FVTPL. The table below provides additional information regarding the impact of such fluctuation on the Profit after tax and corresponding impact on the Earnings Per Equity Share:

	(Amount in millions of ₹)			
	Quarter ended 30.06.2021 (Unaudited)	Quarter ended 31.03.2021 (Audited)	Quarter 30.06.2020 (Unaudited)	Year ended 31.03.2021 (Audited)
Profit for the period/year	304.99	245.67	939.55	1,451.64
Adjustment:				
Gains/(losses) due to fair value changes	-	(0.45)	668.69	(48.12)
Profit for the period/year after above adjustment	304.99	246.12	270.86	1,499.76
Core business EPES (not annualised) (in absolute ₹ terms)	6.57	5.30	5.84	32.32

6. 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.
7. 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.
8. With effect from quarter ended 31 March 2021, the Company has chosen to present the results in ₹ in millions, instead of ₹ in lakhs.
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: 28 July 2021

Place: Hyderabad