



INDEPENDENT AUDITOR'S REPORT TO THE BOARD OF DIRECTORS OF THE ANANDA-BAG TEA COMPANY LIMITED.

1. We have audited the accompanying statement of Financial Results of **THE ANANDA-BAG TEA COMPANY LIMITED** ("the Company") for the year ended March 31, 2018 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated 5th July 2016.

This statements, which is the responsibility of the Company's Management and approved by the Board of Directors, has been compiled from the related Ind As financial statements which has been prepared in accordance with the Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder ('Ind As') and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit of such financial statements.

2. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

3. In our opinion and to the best of our information and according to the explanations given to us, the Statement :
 - (i) Is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016; and





K. Ray & Co

Chartered Accountants

- (ii) Gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the net profit and Total comprehensive income and other financial information of the Company for the year ended March 31, 2018.
4. The Statement includes the results for the Quarter ended March 31, 2018 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us.
5. The previously issued financial information of the Company for the quarter ended March 31, 2017 prepared in accordance with the Companies (Accounting Standards) Rules, 2006 and audited by the predecessor auditor (whose report expressed an unmodified opinion) have been restated to comply with Ind AS and included in this Statement as comparative financial information. Adjustments made to the previously issued financial information prepared in accordance with the Companies (Accounting Standards) Rules, 2006 to comply with Ind AS have been audited by us.
6. The comparative financial information of the Company for the year ended March 31, 2017 included in this Statement are based on the statutory financial statements prepared in accordance with the Companies (Accounting Standards) Rules, 2006 audited by the predecessor auditor, whose report for the year ended March 31, 2017 expressed an unmodified opinion on those financial statements, and have been restated to comply with Ind AS. Adjustments made to the previously issued said financial information prepared in accordance with the Companies (Accounting Standards) Rules, 2006 to comply with Ind As have been audited by us.

Our report is not modified in respect of these matters.

For K. RAY & CO.
Chartered Accountants
(Firm Registration No. 312142E)


Supratim Roychoudhury
(Partner)
(Membership No. 066040)



Kolkata, 30th May, 2018

THE ANANDA-BAG TEA COMPANY LIMITED

Regd. Office : 11E, Everest House, 46C, J.L. Nehru Road, Kolkata-700 071
CIN: L15492WB1920PLC005244

Statement of Standalone Financial Results for the Quarter and Year Ended 31st. March 2018

(Rs. in Lakhs)

PARTICULARS		3 Months ended		Preceding 3 Months ended	corresp- onding 3 months ended	Year Ended	
		(Audited)		(Unaudited)	(Audited)	(Audited)	
		31.03.2018	31.12.2017	31.03.2017	31.03.2018	31.03.2017	
Income from operations.							
a) Net Sales / Income from Operations (Net of Excise Duty)	1	456.15	1,112.01	824.14	3,826.41	4,086.07	
b) Other Operating Income	2	71.03	39.66	54.04	190.39	190.34	
Total income from operations(net)	3	527.19	1,151.67	878.18	4,016.80	4,276.41	
Expenses							
a) Cost of materials consumed		4.16	151.79	42.60	438.80	408.45	
b) Purchases of stock-in-trade		276.72	281.26	673.84	1,216.07	2,427.38	
c) Change in inventories of finished goods, and stock-in-trade		-					
d) Employee & Labour benefits expenses		290.23	158.38	(223.33)	574.74	(542.63)	
e) Finance Costs		32.08	231.42	89.60	692.59	676.25	
e) Depreciation		11.20	15.93	26.66	69.35	78.13	
f) Other Expenditure		23.96	15.97	9.43	71.89	63.86	
Total expenses	4	639.01	1,130.09	780.27	3,983.38	4,262.40	
Profit for the period (Before Tax and exceptional items (3-4))	5	(111.82)	21.58	97.91	33.42	14.01	
Exceptional Items	6	-	-	-	-	-	
Profit for the period (Before Tax) (5+6)	7	(111.82)	21.58	97.91	33.42	14.01	
Provision for Taxation - (Refer Note)							
a) Current Tax	8	13.25	3.00	23.02	19.25	31.02	
b) Deferred Tax-(Release) / Charge	9	(9.21)	7.03	(6.29)	(0.96)	(4.49)	
Net Profit/Loss for the period after tax (7-8+/-9)	10	(115.86)	11.55	81.18	15.13	(12.52)	
Other Comprehensive Income	11	(0.10)	(11.09)	-	(18.01)	(18.25)	
total Comprehensive Income (10+/-11)	12	(115.96)	0.46	81.18	(2.88)	(30.77)	
Paid-up Equity Share Capital (Face Value: Rs.10/- Per Share)		17.50	17.50	17.50	17.50	17.50	
Reserve excluding Revaluation reserves as per balance sheet of previous accounting year				-	-		
Basic and Diluted Earning per Share(Rs)		(66.26)	0.26	46.39	(1.65)	(17.58)	

The financial results of the Company have been prepared in accordance with Indian Accounting Standard (Ind AS) notified under the Companies (Indian Accounting Standards) Rule, 2015 as amended by the Company (Indian Accounting Standards) (Amendment) Rules, 2016. The Company adopted IndAS from 1st April 2017, and accordingly, these financial results (including for all periods presented in accordance with IndAs 101 - First time Adoption of Indian accounting standards) have been prepared in accordance with the recognition and measurement principles in Ind As 34 - Interim Financial Reporting, prescribed under section 133 of the Companies Act, 2013 read the relevant rules issued thereunder and the other accounting principles generally accepted in India.



Notes:

I. Statement of Assets & Liabilities

Particulars	Audited	
	As at 31st March 2018	As at 31st March 2017
Non Current Assets		
(a) Property, Plant and Equipment	1831.68	1736.38
(b) Capital work-in-progress	6.79	67.07
(c) Financial assets		
(i) Investments	3.43	29.85
Current Assets		
(a) Biological Assets other than bearer plants	169.65	189.92
(b) Inventories	656.07	1208.05
(c) Financial assets		
(i) Trade Receivables	190.07	382.07
(ii) Cash and Bank Balances	137.85	106.25
(iii) Loan and advances	347.83	298.22
(d) Other current assets	15.94	9.42
Total Assets	3359.31	4027.23
Equity		
(a) Share capital	17.50	17.50
(b) Other equity		
(i) Reserves and surplus	2741.96	2740.53
Liabilities		
Non-current liabilities		
(a) Other non-current liabilities	5.3	12.35
(b) Deferred tax liabilities (Net)	0.18	1.14
Current Liabilities		
(a) Financial liabilities		
(i) Borrowings	389.48	799.07
Unsecured Loan		200.65
(ii) Trade Payable	84.14	162.25
(b) Other current liabilities		19.26
(c) Provisions		74.48
Total Equity and Liabilities	3359.31	4027.23



A Reconciliation of the financial results those reported under previous Generally Accepted Accounting Principles (GAAP) are summarized as follows.

Sr. No.	Particulars	(Rs. in lakhs)	
		Year ended 31.03.2018	Year ended 31.03.2017
	Net Profit/(Loss) for the period under previous GAAP	15.13	(12.52)
	Fair value changes (+/-) in the carrying value of investments which under previous GAAP was accounted for at cost.	(18.01)	(18.25)
	Total comprehensive Income under Ind As	(2.88)	(30.77)

- Fall in the fair value of equities of Rs.18.25 lacs have been adjusted as on 1st April 2017.
- For fixed assets other than bearer plants, the Company has considered carrying cost on the date of transition as the deemed cost.
- Under INDAS, tea bushes representing bearer plants have been recognized as depreciable items of PPE, fair valued on the date of transition in accordance with exemptions available in IND AS 101 and recognized as deemed cost. These are depreciated over the remaining useful life of the bearer plants. The consequent impact on depreciation is reflected in profit and loss.
- Stock of tea is valued at lower of cost and net realizable value. Cost comprises of fair value of green leaf plucked from the Company's estate and estimated cost of production for the full year.
- In view of recognition of bearer plants, expenditure on uprooting and replanting of tea bushes under INDAS that qualifies for capitalization and has, therefore, been recognized as PPE/CWIP as the case may be and depreciated, as applicable over the remaining useful life. Under previous GAAP such expenditure incurred were treated as revenue expenditure.
- Under previous GAAP biological assets were not required to be recognized. Under INDAS, these have been recognized at fair value less costs to sell and change in the fair value has been recognized in profit and loss.



- (g) Under previous GAAP, non-current investments were valued at cost. Where applicable, provision was made to recognize a decline, other than temporary, in valuation of such investments. Under INDAS, financial assets in equity instruments have been classified as Fair Value through Other Comprehensive Income (FVTOCI) on the date of transition.
2. The previously issued financial information of the Company for the quarter and year ended March 31, 2017 prepared in accordance with the Companies (Accounting Standards) Rules, 2006 and audited by the predecessor auditor have been restated to comply with Ind AS and included in this Statement as comparative financial information. Adjustments made to the previously issued financial information prepared in accordance with the Companies (Accounting Standards) Rules, 2006 to comply with Ind AS have been audited by current auditors.
 3. The Company is consistently accounting for Gratuity for its employees in its annual accounts to the extent of payments made to the Company's gratuity fund and accordingly for the purpose of compilation of the aforesaid statement the unprovided liability as valued by actuary is as on 31st March 2018, Rs.32 lacs approximately.
 4. The figures for the 3 months ended 31.03.2018 and corresponding 3 months ended 31.12.2017 are the balancing figures between the audited figures in respect of the full financial year and the year to date figures upto 31.12.2017.
 5. Consequent to the adoption of IND AS, the Company has identified one operating segment viz "Tea".
 6. Previous periods' figures have been regrouped / rearranged wherever necessary to conform to the current period's classification.
 7. The unaudited Financial Results were reviewed by the Audit Committee at the meeting held on 30th May, 2018 and were approved at the meeting of the Board of Directors of the Company held on 30th May, 2018.

For The Ananda Bag Tea Company Limited



Niraj Chokhani
Managing Director

Place : Kolkata

Date : 30th May, 2018

