



INDEPENDENT AUDITORS'S REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF
THE ANANDA-BAG TEA COMPANY LIMITED.

1. We have reviewed the accompanying statement of Unaudited Financial Results of **THE ANANDA-BAG TEA COMPANY LIMITED** ("the Company") for the quarter and nine months ended December 31, 2019 ("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 amended.
2. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind As 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India (ICAI). A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significantly matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. We draw your attention to the following notes :
 - (a) Note 1 of the Statement, regarding non-provisioning of income tax liability (current and deferred) during the quarter and nine months ended December 31, 2019, for the reasons stated in the said note which is not in accordance with Indian Accounting Standard 12 "Income Taxes" ("Ind AS 12") and Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34") as prescribed under Section 133 of the Companies Act, 2013. We are unable to determine the impact of non-recognition of tax expense on the Statement.



(b) Note 2 of the Statement, regarding valuation of stock of tea, at lower of cost and net realizable value, wherein cost considered is based on estimated expenditure and estimated production for the year ending March 31, 2020, instead of actual cost, which is not in accordance with Indian Accounting Standard 2 "Inventories" ("Ind AS 2") as prescribed under Section 133 of the Companies Act, 2013. The impact of such method of valuation on the Statement for the quarter and nine months period ended December 31, 2019 has not been determined by the Company and accordingly not ascertainable.

(c) Note 3 of the Statement regarding non-provisioning of gratuity liability during the quarter and nine months ended 31st December 2019 for the reasons stated in the said note which is not in accordance with Indian Accounting Standard 19 "Employee Benefits" ("Ind AS 19") as prescribed under section 133 of the Companies Act 2013. The impact of such non-provision has not been ascertained by the Company.

5. Based on our review conducted as stated paragraph 3 above, except for the possible effects of the matters described in paragraph 4 above, nothing has come to our attention that causes us to believe that the accompanying Statement has not been prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India and has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI, (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **K. RAY & CO.**

Chartered Accountants

(Firm's Registration No. 312142E)



Supratim Roychoudhury

Supratim Roychoudhury

Partner

Membership No.: 066040

UDIN 20066040AAAABJ3631

Kolkata, February 14, 2020



THE ANANDA-BAG TEA COMPANY LTD.

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

CIN:L15492WB1920PLC005244

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED AND NINE MONTHS ENDED

PART 1

DECEMBER 31, 2019.

Rs. In Lakh

DESCRIPTION	UNAUDITED					AUDITED
	Quarter Ended			Nine Months Ended		YEAR ENDED
	31.12.2019	30.09.2019	31.12.2018	31.12.2019	31.12.2018	31.03.2019
01. Income from operations.						
a) Revenue from Operations	608.47	520.32	580.57	1,834.25	1,772.04	2,179.90
b) Other Income	21.12	33.63	44.75	77.18	155.95	175.37
02. Total income	629.59	553.95	625.32	1911.42	1927.99	2355.27
03. Expenses						
a) Cost of materials consumed	42.90	236.61	114.81	394.57	472.81	494.90
b) Purchases of stock-in-trade	148.96	53.89	36.35	427.81	399.08	504.53
c) Change in inventories of finished goods,	66.93	(238.69)	213.19	(290.54)	(202.37)	54.74
d) Employee & Labour benefits expenses	269.06	266.76	159.46	730.12	600.33	745.80
e) Finance Costs	28.11	23.37	17.08	73.13	43.91	62.76
f) Depreciation & amortization expenses	18.40	18.39	17.97	55.19	53.92	73.59
g) Others Expenses	133.93	237.54	140.48	591.96	588.24	818.93
04. Total expenses	708.29	597.87	699.34	1,982.23	1,955.92	2,755.25
05. Profit/(Loss) before tax (2-4)	(78.70)	(43.92)	(74.02)	(70.82)	(27.93)	(399.98)
06. Tax expenses -						
a) Current Tax	-	-	-	-	3.00	1.22
b) Deferred Tax-(Release) / Charge	-	-	-	-	-	(69.62)
07. Profit/(Loss) for the period (5-6)	(78.70)	(43.92)	(74.02)	(70.82)	(30.93)	(331.58)
08. Other Comprehensive Income	0.19	(0.55)	(0.37)	(0.36)	(0.89)	(18.77)
09. Total Comprehensive Income (7+8)	(78.51)	(44.47)	(74.39)	(71.18)	(31.82)	(350.35)
10. Paid-up Equity Share Capital (face value of Rs.10/	17.50	17.50	17.50	17.50	17.50	17.50
15. Reserve excluding Revaluation reserves					-	2,741.96
16. Basic and Diluted Earning per Share(Rs)	(44.86)	(25.41)	(42.51)	(40.68)	(18.18)	(1.65)



1. The Company is engaged in the business of cultivation, manufacture and sale of tea which is seasonal in nature and the performance can be impacted by weather conditions and cropping pattern and as such the foregoing results should not be construed as being representative of the likely result for the year ending 31st March 2020, Hence,provision for Income Tax and Deferred Tax has not been considered for the same which is computed and provided in the annual accounts for the year ending 31st March,2020.
2. Stock of tea on 31st. Dec.,2019 is valued at lower of cost and net net realisable value. Cost is estimated cost of production and expenditure for the year ending 31st March, 2020. Production of tea not being uniform throughout the year, stock valuation would be unrealistic if it is based on actual expenditure and production upto 31st. Dec.,2019. The aforesaid method of stock valuation (based on estimated production and expenditure for the full year) is consistent with the accounting policy followed by the company for the purpose of quarterly and nine months ended 31st Dec., 2019 results in the past.
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. During this quarter and nine months ended 31st December 2019 payments have been made to the said fund and accounted for accordingly
4. The Company operates in only one Segment viz., Tea.
5. The above unaudited results have been taken on record by the Board at its meeting held on 14th February 2020
6. The Auditors have carried out a Limited review for the quarter and nine months ended 31st. Dec.2019
7. Previous period's figures have been regrouped and rearranged wherever necessary.
8. The Limited Review and Financial Results for the quarter and nine months are available on the Stock Exchange websites, (www.cse-india.com) and on the website of the Company. (www.anandabag.com)

Place: Kolkata
Date: 14th. February 2020

For The Ananda-Bag Tea Co. Ltd.

Sd/-
NIRAJ CHOKHANI
Managing Director

