



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, 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 July 5, 2016.

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.

2. 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. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statements is free of material misstatement. A review is limited primarily to inquiries of Company personnel and an analytical procedure applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

3. 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, 2018, 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.



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- (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, 2019, 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, 2018 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 2018 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.

4. Based on our review conducted as stated above, except for the possible effects of the matters described in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement has not been prepared in accordance with the aforesaid Indian Accounting Standards 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 modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, 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

Partner

Membership No.: 066040

THE ANANDA-BAG TEA COMPANY LIMITED

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

CIN: L15492WB1920PLC005244

(Rs. In Lakhs)

Statement of Financial Results for the Quarter and Nine Months Ended 31st, December 2018

PARTICULARS	Quarter Ended	Preceding Quarter Ended	Corresponding Quarter Ended	Nine Months Ended		Year Ended
	31.12.2018	30.09.2018	31.12.2017	31.12.2018	31.12.2017	31.03.18
	(Unaudited)			(Unaudited)		(Audited)
01. Income from operations.						
a) Revenue from Operations	580.57	552.61	1112.01	1,772.04	3,370.26	3,826.41
b) Other Income	44.75	58.26	39.66	155.95	119.36	190.39
02. Total Income	625.32	610.87	1,151.67	1,927.99	3,489.62	4,016.80
03. Expenses						
a) Cost of materials consumed	114.81	213.09	151.79	472.81	454.64	438.80
b) Purchases of stock-in-trade	36.35	221.70	281.26	399.08	939.35	1,216.07
c) Change in inventories of finished goods	213.19	(349.75)	158.38	(202.37)	284.51	574.74
d) Employee & Labour benefits expenses	159.46	279.52	231.42	600.33	660.51	692.59
e) Finance Costs	17.08	12.57	15.93	43.91	58.15	69.35
e) Depreciation	17.97	17.98	15.97	53.92	47.93	71.89
f) Other Expenditure	140.48	257.68	275.34	588.24	899.28	919.94
04. Total expenses	699.34	652.79	1,130.09	1,955.92	3,344.37	3,983.38
05. Profit for the period (Before Tax) (2-4)	(74.02)	(41.92)	21.58	(27.93)	145.25	33.42
06. Tax Expenses-						
a) Current Tax	-	1.50	3.00	3.00	6.00	19.25
b) Deferred Tax-(Release) / Charge	-	-	7.03	-	8.25	(0.96)
07. Net Profit/Loss for the period after tax (5-6)	(74.02)	(43.42)	11.55	(30.93)	131.00	15.13
08. Other Comprehensive Income	(0.37)	(0.52)	(11.09)	(0.89)	(17.91)	(18.01)
09. Total Comprehensive Income (7+8)	(74.39)	(43.94)	0.46	(31.82)	113.09	(2.88)
10. Paid-up Equity Share Capital (Face Value: Rs. 10/- Per Share)	17.50	17.50	17.50	17.50	17.50	17.50
11. Reserve excluding Revaluation reserves						
16. Basic and Diluted Earning per Share(Rs)	(42.51)	2.48	0.26	(18.18)	64.62	2,741.96 (1.65)



Dilip Singh.

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 2019. 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, 2019. The payment of Income Tax during the periods shown in the statement represents only the advance payment of Income Tax.
2. Stock of tea on 31st December, 2018 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, 2019. 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 December, 2018. 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 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 and accordingly for the purpose of compilation of the aforesaid statement, the payments made to the Gratuity fund during the quarter/nine months in the above statement has been recognized.
4. The results of the Company for the quarter / nine-months with corresponding previous year quarter / nine-months have been affected mainly for increased wages during the current quarter / nine-months even though total crop was higher during the quarter/nine-months
5. The Company operates in only one Segment viz., Tea.
6. The above unaudited results have been taken on record by the Board at its meeting held on 11th February 2018
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)

For The Ananda-Bag Tea Co. Ltd.

Sd/-

NIRAJ CHOKHANI
Wholetime Director

Place: Kolkata
Date: 11th. February 2019

