

# SARVESHWAR FOODS LIMITED

(Formerly known as SARVESHWAR ORGANIC FOODS LIMITED)

CIN: L15312JK2004PLC002444

Regd. Off.: Sarveshwar House, Below Gumat, Jammu, (J&K)-180001  
Ph. : 0191-2483981, 2481954, Fax : 0191-2481941, Email : info@sarveshwarrice.com

Ref. No. : .....

Dated : .....

TO  
LISTING COMPLIANCE DEPARTMENT,  
NATIONAL STOCK EXCHANGE OF INDIA LIMITED,  
EXCHANGE PLAZA, BANDRA KURLA COMPLEX,  
BANDRA EAST, MUMBAI-400051

Dated: 14/11/2018

SUB: OUTCOME OF THE PROCEEDING OF BOARD MEETING HELD ON 26<sup>TH</sup> MAY, 2018-  
DISCLOSURE OF INFORMATION UNDER SECURITIES AND EXCHANGE BOARD OF INDIA  
(LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015.

REF: SARVESHWAR FOODS LIMITED

SCRIP CODE: SARVESHWAR

Dear Sir/ Madam,

With reference to the above captioned subject, we wish to inform you that the Board of Directors at their meeting held today has approved and took on record the following items:

1. Approval of Unaudited Financial Results for the half year ended 30<sup>th</sup> Sep 2018 (Please find attached herewith the duly signed copy of Unannual Financial Results for the Half year ended on 30<sup>th</sup> Sep 2018.

The Board Meeting commenced at 3:00 P. M. and concluded at 8 P. M.

Kindly take the same on your record and oblige us.

*For Sarveshwar Foods Limited*



**ROHIT GUPTA**  
MANAGING DIRECTOR  
DIN: 02715232



# K R A & CO.

## Chartered Accountants

011 - 47082855  
Fax: 011 - 47082855

H -1/208, Garg Tower, Netaji Subhash Place, Pitampura, New Delhi -110034

**INDEPENDENT AUDITOR'S REVIEW REPORT  
TO THE BOARD OF DIRECTORS OF  
SARVESHWAR FOODS LIMITED**

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **SARVESHWAR FOODS LIMITED** ('the Company') for the half year ended September 30, 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.
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 Accounting Standard 25 "Interim Financial Reporting" ("AS 25") 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. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statements is free of material misstatements. A review is limited primarily to inquiries of Company personnel and analytical procedures 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.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in term 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 KRA & Co.  
Chartered Accountants  
(Firm Registration No. 020266N)

  
Rajat Goyal  
Partner  
Membership No.: 503156



Place: New Delhi  
Date: November 14, 2018



**INDEPENDENT AUDITOR'S REVIEW REPORT  
TO THE BOARD OF DIRECTORS OF  
SARVESHWAR FOODS LIMITED**

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of **SARVESHWAR FOODS LIMITED** (the Holding Company) and its subsidiaries (the Holding Company and its subsidiaries constitute "the Group") for the half year ended September 30, 2018 (the Statement), being submitted by the Holding 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.
2. This Statement, which is the responsibility of the Holding 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 Accounting Standard 25 "Interim Financial Reporting" ("AS 25") 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. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statements is free of material misstatements. A review is limited primarily to inquiries of Company personnel and analytical procedures 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.
4. The Statement includes the results of the following entities:
  - i. Sarveshwar Overseas Limited
  - ii. Himalayan Bio Organic Foods Private Limited
  - iii. Natural Global Foods DMCC
5. Based on our review conducted as above and based on the consideration of the management accounts referred to in paragraph 6 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in term 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
6. We did not review the interim financial information of one subsidiary included in the consolidated unaudited financial result, whose interim financial information reflect total revenue of 44.34 crores and profit after tax of Rs. 3.14 crores for the half year ended September 30, 2018. The aforesaid entity has not been reviewed by its auditor and it is



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consolidated on the basis of its management accounts. Our report on the Statement is not modified in respect of our reliance on the interim financial information provided by the management.

For KRA & Co.  
Chartered Accountants  
(Firm Registration No.020266N)



Rajat Goyal  
Partner  
Membership No.: 503150

Place: New Delhi  
Date: November 14, 2018



**SARVESHWAR FOODS LIMITED**

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CIN: U15312JK2004PLC002444

Website: www.sarveshwarrice.com Tel: 0191-2483981 Fax: 0191-2481941

**STATEMENT OF UNAUDITED FINANCIAL RESULTS**

**FOR THE HALF YEAR ENDED SEPTEMBER 30, 2018**

(Amount in Rs. Lacs)

Sr. No.	Particulars	STANDALONE				CONSOLIDATED			
		Half Year Ended		Year ended		Half Year Ended		Year ended	
		30.09.2018 (Unaudited)	31.03.2018 (Audited)	30.09.2017 (Audited)	31.03.2018 (Audited)	30.09.2018 (Unaudited)	31.03.2018 (Audited)	30.09.2017 (Audited)	31.03.2018 (Audited)
	<b>Income from operations</b>								
I	a. Revenue from Operations	11,371.44	8,770.72	12,902.98	21,673.70	28,286.27	22,416.58	25,710.44	48,127.02
II	b. Other Income	46.18	20.05	37.21	57.26	167.19	62.05	52.34	114.39
III	<b>Total Revenue (I+II)</b>	<b>11,417.61</b>	<b>8,790.77</b>	<b>12,940.19</b>	<b>21,730.96</b>	<b>28,453.46</b>	<b>22,478.63</b>	<b>25,762.78</b>	<b>48,241.41</b>
IV	<b>Expenses</b>								
	a. Cost of Material Consumed	7,658.21	4,693.94	8,577.10	13,271.04	15,851.88	12,147.63	14,288.20	26,435.83
	b. Purchase of stock-in-trade	4,653.31	6,721.34	4,274.70	10,996.04	12,843.90	12,769.25	10,580.83	23,350.08
	c. Change in inventories of finished goods, work-in-progress an stock-in-trade	(2,361.09)	(4,159.61)	(1,846.04)	(6,005.65)	(3,524.29)	(5,792.19)	(2,314.55)	(8,106.74)
	d. Employee Benefits Expenses	96.89	105.33	100.64	205.97	205.95	192.60	156.27	348.87
	e. Finance Costs	175.87	335.35	302.28	637.63	648.98	1,009.98	836.46	1,846.44
	f. Depreciation and Amortisation Expenses	39.06	51.12	39.57	90.69	113.03	133.41	119.61	253.02
	g. Other Expenses	690.75	555.07	519.24	1,074.31	1,247.35	1,051.18	888.56	1,939.74
	<b>Total Expenses</b>	<b>10,953.00</b>	<b>8,302.54</b>	<b>11,967.49</b>	<b>20,270.03</b>	<b>27,386.79</b>	<b>21,511.86</b>	<b>24,555.38</b>	<b>46,067.24</b>
V	<b>Profit before exceptional and extraordinary items and tax (III-IV)</b>	<b>464.62</b>	<b>488.23</b>	<b>972.70</b>	<b>1,460.93</b>	<b>1,066.66</b>	<b>966.77</b>	<b>1,207.40</b>	<b>2,174.17</b>
VI	Exceptional item	-	-	-	-	-	-	-	-
VII	<b>Profit before extraordinary items and tax (V-VI)</b>	<b>464.62</b>	<b>488.23</b>	<b>972.70</b>	<b>1,460.93</b>	<b>1,066.66</b>	<b>966.77</b>	<b>1,207.40</b>	<b>2,174.17</b>
VIII	Extraordinary items	-	-	-	-	-	-	-	-
IX	<b>Profit before tax (VII-VIII)</b>	<b>464.62</b>	<b>488.23</b>	<b>972.70</b>	<b>1,460.93</b>	<b>1,066.66</b>	<b>966.77</b>	<b>1,207.40</b>	<b>2,174.17</b>
X	<b>Tax expense</b>								
	a. Current Tax	130.09	60.71	338.01	398.72	210.74	106.90	417.09	523.99
	b. Deferred Tax	(4.24)	7.99	(1.31)	6.68	(8.98)	0.25	(2.63)	(2.38)
XI	<b>Profit (Loss) for the period from continuing operations (IX-X)</b>	<b>338.76</b>	<b>419.53</b>	<b>636.00</b>	<b>1,055.53</b>	<b>864.90</b>	<b>859.62</b>	<b>792.94</b>	<b>1,652.56</b>
XII	Profit (Loss) from discontinuing operations	-	-	-	-	-	-	-	-
XIII	Tax expense from discontinuing operations	-	-	-	-	-	-	-	-
XIV	<b>Profit (Loss) from discontinuing operations (after tax) (XII-XIII)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
XV	<b>Profit (Loss) for the period (XI+XIV)</b>	<b>338.76</b>	<b>419.53</b>	<b>636.00</b>	<b>1,055.53</b>	<b>864.90</b>	<b>859.62</b>	<b>792.94</b>	<b>1,652.56</b>
XVI	Add: share of profit / (loss) of associate	N.A	N.A	N.A	N.A	0.80	1.84	-	1.84
XVII	Less: Minority interest	N.A	N.A	N.A	N.A	-	-	-	-
XVIII	<b>Profit (Loss) for the period after share of profit / (loss) of associate and Minority interest (XV+XVI-XVII)</b>	<b>338.76</b>	<b>419.53</b>	<b>636.00</b>	<b>1,055.53</b>	<b>864.10</b>	<b>857.78</b>	<b>792.94</b>	<b>1,650.72</b>
XIX	Paid up share capital - Equity share capital	2,456.72	2,456.72	1,810.00	2,456.72	2,456.72	2,456.72	1,810.00	2,456.72
XX	<b>Earnings Per Share (Face value of Rs. 10/- each)</b>								
	Basic (in Rs.) (not annualised)	1.38	2.28	3.51	5.74	3.52	4.66	4.38	8.97
	Diluted (in Rs.) (not annualised)	1.38	2.28	3.51	5.74	3.52	4.66	4.38	8.97



## STATEMENT OF ASSETS AND LIABILITIES

(Amount in Rs. Lacs)

Particulars	Standalone		Consolidated	
	30-Sep-18	31-Mar-18	30-Sep-18	31-Mar-18
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
<b>I EQUITY AND LIABILITIES</b>				
<b>(1) Shareholders' funds</b>				
(a) Share capital	2,456.72	2,456.72	4,656.72	4,656.72
(b) Reserves and surplus	8,529.99	8,191.23	9,957.70	8,981.31
(c) Money received against share warrants				
<b>(2) Share application money pending allotment</b>				
Minority interest			19.58	18.77
<b>(3) Non-current liabilities</b>				
(a) Long-term borrowings	36.98	10.50	106.92	101.88
(b) Deferred tax liabilities (Net)				
(c) Other Long term liabilities				
(d) Long-term provisions				
<b>(4) Current liabilities</b>				
(a) Short-term borrowings	7,095.91	6,018.44	18,535.04	17,811.58
(b) Trade Payables	2,817.95	2,387.31	8,294.15	9,669.32
(c) Other current liabilities	191.48	205.26	597.57	710.50
(d) Short-term provisions	173.81	43.72	329.73	118.99
<b>TOTAL</b>	<b>21,302.84</b>	<b>19,313.18</b>	<b>42,497.41</b>	<b>42,069.07</b>
<b>II ASSETS</b>				
<b>(1) Non-current assets</b>				
(a) Fixed assets				
Tangible assets	463.40	455.53	2,326.70	2,366.87
Intangible assets				
Capital work-in-progress				
Intangible assets under development				
(b) Non-current investments	3,048.28	1,498.71		
(c) Deferred tax assets (net)	14.86	10.62	41.59	32.61
(d) Long-term loans and advances				
(e) Other non-current assets				
<b>(2) Current assets</b>				
(a) Current investments				
(b) Inventories	13,139.35	12,312.49	30,881.07	27,988.91
(c) Trade receivables	4,235.36	3,219.24	7,466.74	9,753.12
(d) Cash and cash equivalents	6.17	1,617.30	1,215.97	1,648.54
(e) Short-term loans and advances				
(f) Other current assets	395.41	199.29	565.33	279.01
	<b>21,302.84</b>	<b>19,313.18</b>	<b>42,497.41</b>	<b>42,069.07</b>

## Notes:

- The Audit Committee and the Board of Directors at its meeting held on 14th Nov 2018 reviewed and approved the Standalone & Consolidated Unaudited Financial Statements reviewed by M/s. K R A & Co, Chartered Accountants for the Half Year ended 30th September, 2018.
- The Consolidated Financial statements have been prepared in accordance with applicable Accounting Standards, based on the Unaudited Financial Statements of the "Sarveshwar Foods Limited" (the Company) and its subsidiaries i.e Sarveshwar Overseas Limited, Himalayan Bio Organic Foods Private Limited and Natural Global Foods DMCC.



- 3 The Consolidated financial results as given above have been prepared as per Accounting Standard-21 (Consolidated Financial Statements).
- 4 Based on guiding principles given in AS-17 "Segment Reporting", the business segment has been considered as the primary segment and the geographic segment has been considered as the secondary segment. As the processing and trading of rice is the only business segment, the disclosure requirement for primary business segment is not applicable.

The Company has two geographic segments; domestic and export. Revenue from the geographic segment, based on location of customers is as follows:

Particular	STANDALONE				CONSOLIDATED			
	Half Year Ended		Year ended		Half Year Ended		Year ended	
	30.09.2018	31.03.2018	30.09.2017	31.03.2018	30.09.2018	31.03.2018	30.09.2017	31.03.2018
Domestic	9,671.48	7,738.07	11,235.79	18,973.86	25,078.07	20,675.66	23,666.35	44,342.02
Export	1,699.96	1,032.65	1,667.19	2,699.84	3208.196	1,740.92	2,044.09	3,785.00

The Company does not hold any fixed assets outside India. Hence, no disclosure has been made for segment assets.

- 5 The Equity Shares of the company were listed on Emerge Platform of National Stock Exchange of India Limited (NSE Emerge) w.e.f. 15/03/2018. Pursuant to Initial Public offering (IPO), 64,67,200 Equity Shares of Face Value of Rs 10/- each were allotted at a premium of Rs. 75/- per share. The details of utilization of IPO proceeds are as follows:

Objects of the Issue	Amount (In Lakhs)	Utilised upto 30/09/2018	Pending Utilisation
Part Finance of Long term working Capital	3,000.00	3,000.00	-
Investment in our subsidiary Himalayan Bio Organics Pvt. Limited	1,500.00	1,500.00	-
General Corporate Purpose	392.10	292.10	100.00
Issue Expenses	605.00	502.78	102.22
	5,497.10	5,294.88	202.22

- 6 IPO related expenses aggregating to Rs. 502.78 Lacs incurred during the financial year 2017-18 have been adjusted against Securities Premium Account.
- 7 The Financial Results for the half year ended 31st March, 2018 is the balancing figure between audited result in respect of full financial year and published year to date figure of half year ended 30th September, 2017.
- 8 The Organic business was transferred to our 100% subsidiary, Himalayan Bio Organic Foods Pvt. Ltd. w.e.f. 22nd June 2017 and the effective business was started from 1st Jan 2018. Therefore the half year figures for 30th Sep 2018 are not comparable with previous periods.
- 9 The Financial Result for the Half Year ended September 30, 2018 is being prepared in accordance with the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and in accordance with Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and the other accounting principles generally accepted in India.
- 10 Figures of the previous year/period have been regrouped/ rearranged wherever considered necessary.

Place: Jammu  
Dated: 14/11/2018

For and on behalf of the Board of Directors  
ROHIT GUPTA



*[Signature]*  
MANAGING DIRECTOR  
DIN: 02715232