

<p style="text-align: center;"><b>Narmada Gelatines Limited</b>  <b>Registered Office : 28 Caravs, 15 Civil Lines, Jabalpur - 482001</b>  Tel:0761-2830433, Fax :2830516, Email:ngljb@rediffmail.com website:www.narmadagelatines.com  CIN : L24111MP1961PLC016023  <b>Statement of audited Financial results for the quarter / year ended 31st March, 2020</b></p>						
₹ Lakh						
S.No	Particulars	Quarter Ended			Year Ended	
		31.03.2020 (Audited)*	31.12.2019 (Unaudited)	31.03.2019 (Audited)*	31.03.2020 (Audited)	31.03.2019 (Audited)
	<b>Income</b>					
I	Revenue from Operations	3,440	3,252	3,371	13,425	12,568
II	Other Income	91	174	183	556	546
III	<b>Total Income (I+II)</b>	<b>3,531</b>	<b>3,426</b>	<b>3,554</b>	<b>13,981</b>	<b>13,114</b>
IV	<b>Expenses</b>					
	Cost of materials consumed	2,005	2,137	1,896	8,037	7,228
	Changes in inventories of finished goods, work-in-progress and stock-in-trade (Increase) / Decrease	27	(294)	(63)	(469)	72
	Employee benefits expense	311	277	283	1,146	1,098
	Finance Costs	34	6	1	48	8
	Depreciation & Amortisation expense	36	34	34	137	131
	Power & Fuel	486	604	636	2,404	2,394
	Other Expenses	292	211	256	894	860
	<b>Total Expenses (IV)</b>	<b>3,191</b>	<b>2,975</b>	<b>3,043</b>	<b>12,197</b>	<b>11,791</b>
V	<b>Profit before exceptional items and tax (III-IV)</b>	<b>340</b>	<b>451</b>	<b>511</b>	<b>1,783</b>	<b>1,323</b>
VI	Exceptional Items	-	-	-	-	-
VII	<b>Profit before tax (V-VI)</b>	<b>340</b>	<b>451</b>	<b>511</b>	<b>1,783</b>	<b>1,323</b>
VIII	<b>Tax expense</b>					
	(a) Current tax	127	82	88	424	228
	(b) Deferred Tax	97	1	35	66	89
	(c) Tax Adjustment for earlier years (Net of MAT credit)	(158)	160	-	5	-
	<b>Total</b>	<b>66</b>	<b>243</b>	<b>123</b>	<b>495</b>	<b>317</b>
IX	<b>Profit for the period (VII-VIII)</b>	<b>274</b>	<b>208</b>	<b>388</b>	<b>1,288</b>	<b>1,006</b>
X	<b>Other comprehensive Income</b>					
	Item that will not be reclassified to profit & loss account :					
	Employee Benefits - Actuarial (Gain) / Loss recognised in other comprehensive income	(3)	-	25	(3)	15
	<b>Total</b>	<b>(3)</b>	<b>-</b>	<b>25</b>	<b>(3)</b>	<b>15</b>
XI	<b>Total comprehensive income for the period (comprising profit and other comprehensive income) (IX-X)</b>	<b>277</b>	<b>208</b>	<b>363</b>	<b>1,291</b>	<b>991</b>
XII	Basic and diluted Earning per share (₹) (Face value ₹10 each) Not annualised (₹)	4.52	3.44	6.41	21.29	16.63
XIII	Paid up Equity Share Capital (Face Value ₹ 10/- each)	605	605	605	605	605
XIV	Reserve excluding revaluation reserve				13,035	12,473

*J. Kapur*

**Statement of Assets & Liabilities as on 31st March, 2020**

₹ Lakh


S.No.	Particulars	As at	As at
		31.03.2020 (Audited)	31.03.2019 (Audited)
<b>A</b>	<b>ASSETS</b>		
(i)	<b>NON-CURRENT ASSETS</b>		
	Property, plant and equipment	2,560	2,423
	Capital work-in-progress	176	111
	Financial assets:		
	- Investments	6,281	5,277
	- Loans	9	10
	- Other financial assets	131	123
	Other non-current assets	6	18
	Current tax assets (net)	19	18
	<b>Total Non-Current Assets</b>	<b>9,182</b>	<b>7,980</b>
(ii)	<b>CURRENT ASSETS</b>		
	Inventories	3,444	2,877
	Financial assets:		
	- Investments	178	1,503
	- Trade receivables	2,015	1,916
	- Cash and cash equivalents	159	151
	- Bank balances other than above	815	836
	- Loans	36	20
	- Other financial assets	34	34
	Other current assets	213	140
	<b>Total Current Assets</b>	<b>6,894</b>	<b>7,477</b>
	<b>TOTAL ASSETS</b>	<b>16,076</b>	<b>15,457</b>
<b>B</b>	<b>EQUITY AND LIABILITIES</b>		
	<b>EQUITY</b>		
	Equity share capital	605	605
	Other equity	13,035	12,473
	<b>Total Equity</b>	<b>13,640</b>	<b>13,078</b>
	<b>LIABILITIES</b>		
(i)	<b>NON-CURRENT LIABILITIES</b>		
	Deferred tax liabilities (net)	673	649
(ii)	<b>CURRENT LIABILITIES</b>		
	Financial liabilities:		
	- Borrowings	44	203
	- Trade payables		
	(i) Total outstanding dues of micro enterprises and small enterprises	19	39
	(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	1,276	1,196
	- Other financial liabilities	85	50
	Other current liabilities	141	118
	Provisions	71	124
	Current tax liabilities (net)	127	-
	<b>Total Current Liabilities</b>	<b>1,763</b>	<b>1,730</b>
	<b>TOTAL EQUITY AND LIABILITIES</b>	<b>16,076</b>	<b>15,457</b>

*A. K. Gupta*

- 1 The above Financial results of the Company were reviewed by the Audit Committee, approved and taken on record by the Board of Directors at its meeting held on 29th June, 2020 and have been audited by the Statutory Auditors of the Company.
- 2 The Board of Directors have recommended a dividend @ 100% i.e ₹ 10.00 per equity share, subject to the approval of the Shareholders.
- 3 \*The figures of last quarters are the balancing figures between audited figures in respect of the full financial years and the published year to date figures up to the third quarters of the respective financial years.
- 4 The novel coronavirus (COVID-19) pandemic continues to spread rapidly across the globe including India. On March 11, 2020, the COVID-19 outbreak was declared a global pandemic by the World Health Organization. COVID-19 has taken its toll on not just human life, but business and financial markets too. Various governments have introduced a variety of measures to contain the spread of the virus. The Central and State Governments and local bodies had announced various lock down measures which has significant impact on all the industries across the nation. The operations of the Company have also been scaled down as a consequence of the nationwide lockdown.  
The management has, at the time of approving the financial statements, assessed the potential impact of the COVID-19 on the Company. Based on the current assessment, the management has evaluated the impact on its assets and liabilities particularly, inventory, investments, trade receivables, advances, etc. based on internal and external source of information and concluded that the carrying value of these assets are recoverable and no uncertainty exists on meeting the financial liabilities in the foreseeable future.
- 5 The Company is engaged in the manufacture and sale of Ossein and Gelatine. Since all these segments meet the aggregation criteria as per the requirements of Ind AS 108 on 'Operating segments', the management considers these as a single reportable segment. Accordingly, no further disclosure is required to be furnished.
- 6 The provision for tax has been made as per the existing tax rates in view of benefits available on account of MAT credit entitlement and the option under the new tax regime for lower rate of taxes will be reviewed in the next financial year.
- 7 Previous year's figures have been regrouped / reclassified wherever necessary.

Place: Jabalpur  
29th June, 2020

For Narmada Gelatines Limited

  
(A. K. Kapur)  
Whole Time Director  
DIN-00126807

## STATEMENT OF CASH FLOWS

	₹ Lakh	
	Year ended 31st March, 2020	Year ended 31st March, 2019
	Audited	Audited
<b>A. Cash Flow from Operating Activities :</b>		
Net profit before tax	1,784	1,324
Adjustments for :		
Depreciation and amortisation expense	137	131
Interest income	(82)	(66)
Profit on redemption / fair value of investments	(415)	(435)
Finance costs	48	8
Loss on impairment / sale of property, plant and equipment	36	4
Sundry debit balances written off	0	3
Provision for liabilities no longer required written back	(11)	-
Sundry balances written back	-	(3)
Doubtful debts recovered	(22)	(20)
OCI of post employment benefit	3	(15)
<b>Operating profit before working capital changes</b>	<b>1,478</b>	<b>931</b>
<b>Adjustments for :</b>		
Increase in trade and other receivables	(77)	(5)
(Increase)/Decrease in inventories	(567)	75
(Increase) / Decrease in long term loans & advances	(16)	1
Decrease in loans	2	11
Increase in other current assets	(73)	(66)
Decrease in other non- current assets	4	-
Increase in trade payables	72	393
Increase/(Decrease) in short term provisions	(53)	41
Increase in other current liabilities	45	18
<b>Cash generated from operating activities</b>	<b>815</b>	<b>1,399</b>
Taxes paid	(340)	(204)
<b>Net cash from operating activities (A)</b>	<b>475</b>	<b>1,195</b>
<b>B. Cash Flow from Investing Activities :</b>		
Sale of property, plant and equipment	136	2
Purchase of property, plant and equipment (including CWIP)	(497)	(137)
Purchase of Non -Current investments	(1,105)	(967)
Redemption of Non - Current investments	1,008	580
Proceed from the fixed deposits having maturity more than 3 months	(26)	(30)
Interest received	82	66
<b>Net cash used in investing activities (B)</b>	<b>(401)</b>	<b>(487)</b>
<b>C. Cash Flow from Financing Activities:</b>		
Dividend paid including tax thereon	(727)	(291)
Net increase/(decrease) in short term borrowings	(159)	210
Amount transferred to IEPF:		
Unpaid dividend amount	(2)	-
Finance costs	(23)	(8)
<b>Net cash used in financing activities (C)</b>	<b>(912)</b>	<b>(89)</b>
<b>Net (Decrease) /Increase in Cash and Cash Equivalents (A) + (B) + (C)</b>	<b>(839)</b>	<b>620</b>
<b>Cash and Cash Equivalent at the beginning of the year</b>	<b>1,375</b>	<b>755</b>
<b>Cash and Cash Equivalent at the end of the year</b>	<b>536</b>	<b>1,375</b>

*Akepur*

**Independent Auditor's Report**

To,  
The Board of Directors of **Narmada Gelatines Limited**  
**Report on the audit of the Financial Results**

**Opinion**

We have audited the accompanying financial results of **Narmada Gelatines Limited** ('the Company') for the quarter and year ended March 31, 2020, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, these financial results:

- (i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
- (ii) give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information for the quarter and year ended March 31, 2020.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Results* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**Emphasis of Matter**

Attention is drawn to note no. 4 in the attached results regarding management's current assessment of Company's assets and liabilities in view of prevailing Covid-19 pandemic and nationwide lockdown and conclusion based on such assessment that the carrying value of the assets are recoverable and no uncertainty exists on meeting the liabilities in the foreseeable future.

Our report is not modified in respect of this matter.



## Management's Responsibilities for the Financial Results

These quarterly financial results as well as year to date financial results have been prepared on the basis of the annual financial results. The Company's Board of Directors are responsible for the preparation of these financial results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the applicable accounting standards prescribed under Section 133 of the Act, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial results, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

## Auditor's Responsibilities for the Audit of the Financial Results

Our objectives are to obtain reasonable assurance about whether the financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.



- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

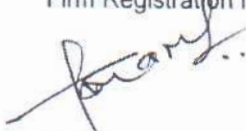
We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

#### Other Matters:

The Financial Results include the results for the quarter ended March 31, 2020 and corresponding quarter ended of the previous year being the balancing figure between audited figures in respect of full financial year and the published unaudited year to date figures up to the third quarter of the current and previous financial year which were subject to limited review by us.

Our opinion is not modified in respect of this matter.

For Lodha & Co.  
Chartered Accountants  
Firm Registration No. – 301051E

  
A. M. Hariharan  
Partner  
Membership No. 038323  
UDIN 20038323AAAA B17366

Mumbai,  
29<sup>th</sup> June, 2020

