

September 11, 2020

To,
Listing Department
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai – 400 001

To,
Listing Department
National Stock Exchange of India Limited
Bandra Kurla Complex, Bandra East,
Mumbai – 400 051

Scrip Codes:
540798, 958280, 958281

Scrip Symbol: FSC

Ref.: Reg. 33 read with Reg. 30 - SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 (“Listing Regulations”)

Dear Sir / Madam,

Sub: un-audited financial results for the Quarter ended June 30, 2020

Pursuant to above referred Regulations, we enclosed herewith the following:

1. Un-audited financial results for the quarter ended June 30, 2020 (“**Financial Results**”). The Financial Results have also been reviewed by Audit committee and approved by the Board of Directors at their respective meetings held today.
2. Limited review report on the Financial Results, issued by GMJ & Co. – Statutory Auditors of the Company.

Above meeting of the Board of Directors commenced at 11:45 am and closed at 1:50 pm.

Kindly take the above information on your records.

Yours faithfully,

For **Future Supply Chain Solutions Limited**



Vimal K Dhruve
Company Secretary

Encl.: As above

Statement of Standalone Financial Results for the Quarter ended June 30, 2020

(Rs. in Lakh)

Particulars		For the Quarter ended June 30, 2020	For the Quarter ended March 31, 2020	For the Quarter ended June 30, 2019	For the Year ended March 31, 2020
		Unaudited	Audited	Unaudited	Audited
1	Income				
	a) Revenue from operations	9,513.01	24,612.62	29,885.17	1,14,055.20
	b) Other income	1,024.18	768.82	130.79	2,002.97
	Total Income	10,537.19	25,381.44	30,015.96	1,16,058.17
2	Expenses				
	a) Cost of logistics services	5,393.02	14,356.61	19,196.01	69,963.47
	b) Employee benefits expense	1,769.96	1,221.36	2,644.95	8,786.99
	c) Finance costs	2,520.89	2,535.80	1,624.01	8,081.04
	d) Depreciation and amortisation expense	4,390.45	4,480.05	3,887.30	16,593.59
	e) Other expenses	2,003.74	2,408.25	2,324.85	9,940.89
	Total Expenses	16,078.06	25,002.07	29,677.12	1,13,365.98
3	Profit/(Loss) from ordinary activities before exceptional items and tax (1-2)	(5,540.87)	379.37	338.84	2,692.19
4	Exceptional item	-	3,769.17	-	9,080.43
5	Profit/(Loss) from ordinary activities before tax (3-4)	(5,540.87)	(3,389.80)	338.84	(6,388.24)
6	Tax Expense				
	a) Current Tax	-	-	-	-
	b) Deferred Tax	-	-	-	-
7	Net Profit/(Loss) for the period (5-6)	(5,540.87)	(3,389.80)	338.84	(6,388.24)
8	Other Comprehensive Income	-	(127.13)	-	(127.13)
9	Total Comprehensive Income (7+8)	(5,540.87)	(3,516.93)	338.84	(6,515.37)
10	Paid up equity share capital (Face value of Rs.10/- per share)	4,388.36	4,388.36	4,008.71	4,388.36
11	Other Equity	-	-	-	69,928.09
12	Earnings per share (EPS)(of Rs.10/- per share) (not annualised for interim periods):- a) Basic Rs.)	(12.63)	(7.72)	0.85	(15.51)
	b) Diluted (Rs.)	(12.63)	(7.72)	0.84	(15.51)

Notes:

- The above financial results have been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards prescribed under section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder, Schedule III to the Companies Act, 2013 amended vide MCA notification dated October 11, 2018 and other accounting principles generally accepted in India.
- The Company has only one business segment i.e. "Supply Chain and Logistics".
- The above results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on September 11, 2020. A limited review of the above results has been carried out by the Statutory Auditors.
- COVID 19 pandemic and consequent lockdown imposed throughout the country, has had a significant adverse impact on the business operations and the financial results of the Company for the quarter ended June 30, 2020. The Company has assessed the impact of the lockdown, on its business operations and financial status and has considered all relevant information available up to the date of approval of these financial results, in determination of the recoverability and carrying value of its financial assets and non-financial assets. The impact of COVID-19 pandemic and consequent global slowdown of business and uncertain overall economic environment may affect the underlying assumptions and estimates used to prepare the Company's financial results, whereby actual outcome may differ from those assumptions and estimates considered as at the date of approval of these financial results. The Company will continue to closely monitor any material changes to future economic conditions and to take various precautionary measures to ensure health and safety of its customers, employees and other stakeholders from COVID-19 pandemic.

- 5 The Board of Directors of the Company at its meeting held on 29th August, 2020 has inter-alia, considered and approved the Composite Scheme of Arrangement which involves: (i) merger of Future Supply Chain Solutions Limited ("the Company" or Transferor Company 2"), and other Transferor Companies with Future Enterprises Limited ("FEL" or "Transferee Company") and their respective Shareholders and Creditors; (ii) Transfer and vesting of the Logistics & Warehousing Undertaking from FEL as a going concern on a slump sale basis to Reliance Retail Ventures Limited ("RRVL"); (iii) Transfer and vesting of the Retail & Wholesale Undertaking from FEL as a going concern on a slump sale basis to Reliance Retail and Fashion Lifestyle Limited, a wholly owned subsidiary of RRVL ("RRVL WOS"); and (iv) Preferential allotment of equity shares and warrants of FEL to RRVL WOS ("The Composite Scheme of Arrangement"/ Scheme"), pursuant to Sections 230 to 232 and other relevant provisions of the Companies Act, 2013.

The said Scheme would be subject to requisite approvals of the National Company Law Tribunal, BSE Limited, National Stock Exchange of India Limited, Securities and Exchange Board of India, Competition Commission of India and other statutory / regulatory authorities, including those from the shareholders and creditors of the Transferor Companies and Transferee Company and applicable contractual approvals.

- 6 The figures for the quarter ended March 31, 2020 are the balancing figures between the audited figures in respect of the full financial year ended March 31, 2020 and the unaudited published year-to-date figures upto December 31, 2019.
- 7 The financial results will be available on the Company's website "www.futuresupplychains.com" and on the website of BSE and NSE.
- 8 Figures for the corresponding previous year have been regrouped / reclassified wherever necessary.

By Order of the Board
For Future Supply Chain Solutions Limited



Rakesh Biyani
Chairman

Mumbai, 11th September 2020

Independent Auditor's Review Report on the Quarterly and year to date Unaudited Standalone Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

Review Report to

The Board of Directors

Future Supply Chain Solutions Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results of Future Supply Chain Solutions Limited (the "Company") for the quarter ended June 30, 2020 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('the regulation') as amended, read with SEBI Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 ('the Circular'). The Standalone financial results includes the figures for the 3 months ended 31 March 2020 as reported in these financial results are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures up to the end of the third quarter of previous financial year and corresponding quarter June 2019 had only been reviewed and not subjected to audit.
2. The preparation of the Statement in accordance with the recognition and measurement principles laid down in India Accounting Standard 34, ("Ind AS 34") "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, read with the Circular is the responsibility of the Company's management and has been approved by the Board of Directors of the Company. Our responsibility is to express a conclusion 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 Statement is free of material misstatement. 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. Basis for Qualified Conclusion

Total trade receivables amounting to INR 84,451.90 lakhs includes related party receivables amounting to INR 70,220.79 lakhs as at 30th June, 2020. On the basis of internal evaluation, the management has provided for loss allowance amounting to INR 1,982.91 lakhs till 30th June 2020. There have been substantial delays in receipt from customers and subsequent receipts have not been significant. In view of the above, we are unable to obtain sufficient and appropriate evidence and are unable to comment on the adequacy of loss provision, valuation and recoverability of balance outstanding amounting to INR 82,468.99 lakhs (net of provision INR 1,982.91 Lakhs as at 30th June, 2020).

5. Except for the adjustments to the interim financial information that we might have become aware of had it not been for the situation described above, based on our review, nothing has come to our attention that causes us to believe that the accompanying statement, prepared in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ("Ind AS") specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other recognised



accounting practices and policies has not disclosed the information required to be disclosed in terms of the Regulation, read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. Emphasis of Matter

We draw attention to Note 4 of the Statement which describes management's assessment of the impact of the COVID 19 pandemic on the operations and financial results of the Company. Our Conclusion is not modified in respect of this matter.

For GMJ & Co.

Chartered Accountants

Firm Registration No: 103429W

Atul Jain

Atul Jain

Partner

Membership No. 037097

UDIN: 20037097AAAABS1464



Place: Mumbai

Date: September 11, 2020

Statement of Consolidated Financial Results for the Quarter ended June 30, 2020

(Rs. in Lakh)

Particulars		For the Quarter ended June 30, 2020	For the Quarter ended March 31, 2020	For the Quarter ended June 30, 2019	For the Year ended March 31, 2020
		Unaudited	Audited	Unaudited	Audited
1	Income				
	a) Revenue from operations	9,513.01	24,612.62	29,926.60	1,14,097.71
	b) Other income	1,024.18	788.82	130.79	2,004.96
	Total Income	10,537.19	25,381.44	30,057.39	1,16,102.67
2	Expenses				
	a) Cost of logistics services	5,393.02	14,356.61	19,241.94	70,012.30
	b) Employee benefits expense	1,769.96	1,232.87	2,656.41	8,810.01
	c) Finance costs	2,520.89	2,535.80	1,624.01	8,081.04
	d) Depreciation and amortisation expense	4,390.45	4,480.05	3,894.27	16,608.52
	e) Other expenses	2,003.74	2,408.26	2,328.13	10,014.25
	Total Expenses	16,078.06	25,013.59	29,744.76	1,13,526.12
3	Profit/(Loss) from ordinary activities before exceptional items and tax (1-2)	(5,540.87)	367.85	312.63	2,576.55
4	Exceptional item	-	1,826.73	-	1,474.19
5	Profit/(Loss) from ordinary activities before tax (3-4)	(5,540.87)	(1,458.88)	312.63	1,102.36
6	Tax Expense				
	a) Current Tax	-	-	-	-
	b) Deferred Tax	-	-	-	-
7	Net Profit/(Loss) for the period before Share of (loss) in Associate (5-6)	(5,540.87)	(1,458.88)	312.63	1,102.36
8	Share of loss in Associate Company	-	-	(1,079.90)	(1,675.48)
9	Net Profit/(Loss) for the period (7+8)	(5,540.87)	(1,458.88)	(767.27)	(573.12)
10	Other Comprehensive Income	-	(127.13)	-	(127.13)
11	Total Comprehensive Income (9+10)	(5,540.87)	(1,586.01)	(767.27)	(700.25)
12	Paid up equity share capital (Face value of Rs.10/- per share)	4,388.36	4,388.36	4,008.71	4,388.36
13	Other Equity	-	-	-	69,928.09
14	Earnings per share (EPS)(of Rs. 10/- per share) (not annualised for interim periods):-	(12.63)	(3.32)	(1.94)	(1.39)
	a) Basic Rs.)				
	b) Diluted (Rs.)	(12.63)	(3.32)	(1.91)	(1.39)

Notes:

- The above financial results have been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards prescribed under section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder, Schedule III to the Companies Act, 2013 amended vide MCA notification dated October 11, 2018 and other accounting principles generally accepted in India.
- The Group has only one business segment i.e. "Supply Chain and Logistics".
- The above results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on September 11, 2020. A limited review of the above results has been carried out by the Statutory Auditors.
- COVID 19 pandemic and consequent lockdown imposed throughout the country, has had a significant adverse impact on the business operations and the financial results of the Group for the quarter ended June 30, 2020. The Group has assessed the impact of the lockdown, on its business operations and financial status and has considered all relevant information available up to the date of approval of these financial results, in determination of the recoverability and carrying value of its financial assets and non-financial assets. The impact of COVID-19 pandemic and consequent global slowdown of business and uncertain overall economic environment may affect the underlying assumptions and estimates used to prepare the Group's financial results, whereby actual outcome may differ from those assumptions and estimates considered as at the date of approval of these financial results. The Group will continue to closely monitor any material changes to future economic conditions and to take various precautionary measures to ensure health and safety of its customers, employees and other stakeholders from COVID-19 pandemic.

- 5 The Board of Directors at its meeting held on 29th August, 2020 has inter-alia, considered and approved the Composite Scheme of Arrangement which involves: (i) merger of Future Supply Chain Solutions Limited ("the Company" or Transferor Company 2"), and other Transferor Companies with Future Enterprises Limited ("FEL" or "Transferee Company") and their respective Shareholders and Creditors; (ii) Transfer and vesting of the Logistics & Warehousing Undertaking from FEL as a going concern on a slump sale basis to Reliance Retail Ventures Limited ("RRVL"); (iii) Transfer and vesting of the Retail & Wholesale Undertaking from FEL as a going concern on a slump sale basis to Reliance Retail and Fashion Lifestyle Limited, a wholly owned subsidiary of RRVL ("RRVL WOS"); and (iv) Preferential allotment of equity shares and warrants of FEL to RRVL WOS ("The Composite Scheme of Arrangement"/ Scheme"), pursuant to Sections 230 to 232 and other relevant provisions of the Companies Act, 2013.
- The said Scheme would be subject to requisite approvals of the National Company Law Tribunal, BSE Limited, National Stock Exchange of India Limited, Securities and Exchange Board of India, Competition Commission of India and other statutory / regulatory authorities, including those from the shareholders and creditors of the Transferor Companies and Transferee Company and applicable contractual approvals.
- 6 The figures for the quarter ended March 31, 2020 are the balancing figures between the audited figures in respect of the full financial year ended March 31, 2020 and the unaudited published year-to-date figures upto December 31, 2019.
- 7 The financial results will be available on the Company's website "www.futuresupplychains.com" and on the website of BSE and NSE.
- 8 Figures for the corresponding previous year have been regrouped / reclassified wherever necessary.

By Order of the Board
For Future Supply Chain Solutions Limited



Rakesh Biyani
Chairman
Mumbai, 11th September 2020

Independent Auditor's Review Report on the Quarterly and year to date Unaudited Consolidated Financial Results of the company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) regulations, 2015, as amended

**Review Report to
The Board of Directors
Future Supply Chain Solutions Limited**

1. We have reviewed the accompanying Statement of unaudited Consolidated Financial Results of Future Supply Chain Solutions Limited ("the Parent") and its share of the net loss after tax and total comprehensive loss of its associate for the quarter ended June 30, 2020 (the "Statement") attached herewith, being submitted by the Parent pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ('the Regulation'), read with SEBI Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 ('the Circular'). The Consolidated financial results includes the figures for the 3 months ended 31 March 2020 as reported in these financial results are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures up to the end of the third quarter of previous financial year and corresponding quarter June 2019 had only been reviewed and not subjected to audit.
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting standard 34, ("Ind AS 34") "Interim financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India read with the Circular. Our responsibility is to express a conclusion 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. A review of interim financial information consists of making inquiries, primarily of persons 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 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the Circular issued by the Securities and Exchange Board of India under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, to the extent applicable.

4. Basis for Qualified Conclusion

Total trade receivables amounting to INR 84,451.90 lakhs includes related party receivables amounting to INR 70,220.79 lakhs as at 30th June, 2020. On the basis of internal evaluation, the management has provided for loss allowance amounting to INR 1,982.91 lakhs till 30th June, 2020. There have been substantial delays in receipt from customers and subsequent receipts have not been significant. In view of the above, we are unable to obtain sufficient and appropriate evidence and are unable to comment on the adequacy of loss



provision, valuation and recoverability of balance outstanding amounting to INR 82,488.99 Lakhs (net of provision INR 1,982.91 Lakhs as at 30th June, 2020).

5. The Statement includes the results of the following entities:

Parent Company:

- i. Future Supply Chain Solutions Limited

Associate:

- i. Leanbox Logistics Solutions Private Limited

6. Except for the adjustments to the interim financial information that we might have become aware of had it not been for the situation described above in Para 4, based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration referred to in paragraph 8 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the applicable Indian Accounting Standards ("Ind AS") specified under Section 133 of principles laid down in the aforesaid Indian Accounting Standards specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the regulation, read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.

7. Emphasis of Matter

We draw attention to Note 4 of the Statement which describes management's assessment of the impact of the COVID 19 pandemic on the operations and financial results of the Company. Our Conclusion is not modified in respect of this matter.

8. Other Matter

We did not review the interim financial results and other financial information in respect of 1 associate which reflects Group's share of net loss of Nil and total comprehensive loss Nil for the quarter ended on June 30, 2020. These interim financial results and other financial information have been reviewed by other auditors, whose reports have been furnished to us by the management. Our conclusion, in so far as it relates to the affairs of such associate is based solely on the report of other auditors. Our conclusion is not modified in respect of this matter.

For GMJ & Co.

Chartered Accountants

Firm Registration No: 103429W

Atul Jain

Atul Jain

Partner

Membership No. 037097

UDIN: 20037097AAAABR8996

Place: Mumbai

Date: September 11, 2020

