



Corporate Office : 8377, Roshanara Road, Delhi - 110007
Tel. : 23826445 Fax : 91-11-23822409

24th October, 2019

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| BSE Limited PhirozeJeejeebhoy Towers, Dalal Street, Fort, <u>Mumbai – 400 001</u> Scrip Code: 519588 | National Stock Exchange of India Ltd. (NSE) Exchange Plaza, BandraKurla Complex, Bandra (E), <u>Mumbai – 400 051</u> Scrip Code: DFMFOODS |
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Dear Sir,

Sub: **Unaudited Financial Results for the quarter and half year ended 30th September, 2019**

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we wish to inform you that the Board of Directors of the Company at their meeting held today i.e. on 24th October, 2019 (commenced at 5.00 P.M. and concluded at 6.30 P.M.) have approved the Unaudited Financial Results for the quarter and half year ended 30th September, 2019.

A copy of the said Financial Results along with Limited Review Report of our Auditors M/s. Deloitte Haskins & Sells, Chartered Accountants are enclosed herewith.

Further, the above Unaudited Financial Results is being published in all editions of "Financial Express" (English) and "Jansatta" (Hindi) newspapers.

Thanking you.

Yours faithfully,
For DFM Foods Limited


R.S. Tomer
Company Secretary



Encl: As above



CIN: L15311DL1993PLC052624

Registered Office : 8377, Roshanara Road, Delhi-110007

Tel.: 011-23826445 Fax: 011-23822409 Email: dfm@dfmgroup.in Website: www.dfminfoods.com

**STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR
THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2019**

(Rs. in Lakhs)

| Quarter ended (Unaudited) | | | Particulars | Half year ended (Unaudited) | | Year ended 31 st March, 2019 (Audited) |
|--------------------------------|-------------------------------|--------------------------------|---|--------------------------------|--------------------------------|--|
| 30 th Sept. 2019 | 30 th June 2019 | 30 th Sept. 2018 | | 30 th Sept. 2019 | 30 th Sept. 2018 | |
| 13586 | 12772 | 11834 | I Revenue from operations | 26358 | 21703 | 48362 |
| 169 | 91 | 104 | II Other Income | 260 | 168 | 510 |
| 13755 | 12863 | 11938 | III Total Income (I+II) | 26618 | 21871 | 48872 |
| | | | IV Expenses | | | |
| 8056 | 7432 | 6970 | a) Cost of materials consumed | 15488 | 12722 | 28383 |
| (133) | 82 | (2) | b) Changes in inventories of finished goods | (51) | 55 | 10 |
| 1386 | 1295 | 1118 | c) Employee benefits expense | 2681 | 2172 | 4597 |
| 246 | 238 | 310 | d) Finance Costs | 484 | 567 | 1063 |
| 284 | 275 | 253 | e) Depreciation and amortisation expense | 559 | 507 | 1050 |
| 2650 | 2359 | 2207 | f) Other expenses | 5009 | 4008 | 8880 |
| 12489 | 11681 | 10856 | Total expenses | 24170 | 20031 | 43983 |
| 1266 | 1182 | 1082 | V Profit before exceptional item and tax (III-IV) | 2448 | 1840 | 4889 |
| - | - | - | VI Exceptional item | - | - | 152 |
| 1266 | 1182 | 1082 | VII Profit before tax (V- VI) | 2448 | 1840 | 4737 |
| | | | VIII Tax expense/(credit): | | | |
| 415 | 260 | 246 | a) Current tax | 675 | 404 | 1020 |
| (626) | 159 | 131 | b) Deferred tax (Refer note 3) | (467) | 230 | 441 |
| (211) | 419 | 377 | Total tax expense/(credit) | 208 | 634 | 1461 |
| 1477 | 763 | 705 | IX Net Profit for the period (VII-VIII) | 2240 | 1206 | 3276 |
| | | | X Other Comprehensive Income | | | |
| (3) | (2) | - | (i) Items that will not reclassified to profit or loss | (5) | (14) | (9) |
| - | 1 | - | (ii) Income tax relating to items that will not be reclassified to profit or loss | 1 | 5 | 3 |
| 1474 | 762 | 705 | XI Total Comprehensive Income (after tax) | 2236 | 1197 | 3270 |
| 1002 | 1002 | 1002 | XII Paid-up equity share capital (Face value - Rs. 2/- each) | 1002 | 1002 | 1002 |
| - | - | - | XIII Other Equity | - | - | 11923 |
| | | | XIV Earnings Per Equity Share (of Rs. 2/- each) | | | |
| 2.95 | 1.52 | 1.41 | a) Basic EPS | 4.47 | 2.41 | 6.54 |
| 2.94 | 1.52 | 1.40 | b) Diluted EPS | 4.46 | 2.40 | 6.52 |

Notes:

- The above Unaudited Financial Results for the quarter and half year ended 30th September, 2019 were reviewed by the Audit Committee and thereafter approved and taken on record by the Board of Directors at their meeting held on 24th October, 2019. The Statutory Auditors of the Company have carried out a Limited review of the above financial results.
- These financial results have 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.
- The Company elected to exercise the option permitted under section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (amendment) Ordinance, 2019. Accordingly the Company has recognised the tax provision for the quarter and half year ended 30th September, 2019 and re-measured the deferred tax liability basis the rates prescribed in that section. The full impact of this change has been recognised in the Statement of Profit and Loss. Tax expense for the quarter and half year ended 30th September, 2019 is based on effective revised tax rate which include one-time net credit of Rs 388 lakhs on account of re-measurement of deferred tax liability/MAT asset related to previous year.
- On September 9, 2019, the promoters of the Company have entered into Share Purchase Agreement ("SPA") with AI Global Investments (Cyprus) PCC Limited ('the Purchaser') to sell its shareholding subject to completion of the open offer made under the SEBI (Substantial Acquisition of shares and takeovers Regulations, 2011) and conditions precedent to SPA.



5. Details of Statement of assets and liabilities as at 30th September, 2019 is as follows:

| Particulars | (Rs.in Lakhs) | |
|--|---------------------------|-------------------------|
| | As at | As at |
| | 30/09/2019 (Unaudited) | 31/03/2019 (Audited) |
| A. ASSETS | | |
| 1. Non-Current Assets | | |
| (a) Property, plant and equipment | 15823 | 16547 |
| (b) Capital work-in-progress | 1839 | 603 |
| (c) Right-of-use assets | 4554 | - |
| (d) Other intangible assets | 7 | 9 |
| (e) Financial assets-Others | 714 | 300 |
| (f) Other non-current assets | 362 | 1984 |
| Total non-current assets | 23299 | 19443 |
| 2. Current Assets | | |
| (a) Inventories | 2271 | 2193 |
| (b) Financial Assets | | |
| (i) Investments | 5574 | 5507 |
| (ii) Trade receivables | 6 | - |
| (iii) Cash and cash equivalents | 385 | 370 |
| (iv) Bank balances other than (iii) above | 3679 | 3332 |
| (v) Other financial assets | 80 | 106 |
| (c) Other current assets | 390 | 167 |
| Total current assets | 12385 | 11675 |
| Asset held-for-sale | 118 | - |
| Total assets | 35802 | 31118 |
| B. EQUITY AND LIABILITIES | | |
| Equity | | |
| (a) Equity share capital | 1002 | 1002 |
| (b) Other equity | 13453 | 11923 |
| Total equity | 14455 | 12925 |
| Liabilities | | |
| 1. Non-current liabilities | | |
| (a) Financial liabilities | | |
| (i) Long-term borrowings | 8120 | 8344 |
| (ii) Lease liabilities | 2277 | - |
| (b) Long-term provisions | 297 | 283 |
| (c) Deferred tax liabilities (net) | 1556 | 2024 |
| (d) Other non-current liabilities | 362 | 398 |
| Total non-current liabilities | 12612 | 11049 |
| 2. Current liabilities | | |
| (a) Financial liabilities | | |
| (i) Short-term borrowings | 839 | 379 |
| (ii) Trade payable | | |
| (A) Total outstanding dues of micro enterprises and small enterprises | 1227 | 965 |
| (B) Total outstanding dues of creditors other than micro enterprises and small enterprises | 4086 | 3339 |
| (iii) Lease liabilities | 199 | - |
| (iv) Financial liabilities - Others | 1760 | 1743 |
| (b) Short-term provisions | 69 | 67 |
| (c) Current tax liabilities (net) | 56 | 52 |
| (d) Other current liabilities | 499 | 599 |
| Total current liabilities | 8735 | 7144 |
| Total equity and liabilities | 35802 | 31118 |

6. Statement of cash flows for the half year ended 30th September, 2019 and 30th September, 2018 are as follows :-

| Particulars | (Rs.in Lakhs) | |
|---|--------------------------------|----------------|
| | Half year ended (Unaudited) | |
| | 30/09/2019 | 30/09/2018 |
| Net Cash flow from Operating Activities | | |
| Net profit before tax | 2,448 | 1,840 |
| Operating profit before working capital changes | 3,319 | 2,669 |
| A. Net cash generated from operating activities | 3,144 | 2,777 |
| B. Net cash flow (used) in investing activities | (2,063) | (1,341) |
| C. Net cash flow (used) in Financing Activities | (1,066) | (995) |
| Net increase in cash and cash equivalents (A+B+C) | 15 | 441 |
| Cash and Cash equivalents at the beginning of the period | 370 | 144 |
| Cash and Cash equivalents at the end of the period | 385 | 585 |

7. Based on the guiding principles given in Ind AS 108 on "Operating segments" the Company's business activity falls within a single business segment, namely Snack Foods.



Place : New Delhi
Dated : 24th October, 2019

FOR AND ON BEHALF OF THE BOARD

mohe jain
MOHIT JAIN
MANAGING DIRECTOR

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

TO THE BOARD OF DIRECTORS OF DFM FOODS LIMITED

1. We have reviewed the accompanying Statement of Unaudited Financial Results of **DFM FOODS LIMITED** ("the Company"), for the quarter and six months ended September 30, 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 Company's 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 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 (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 significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as stated in paragraph 3 above, 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 aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, 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.



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Place: New Delhi
Date: October 24, 2019

For DELOITTE HASKINS & SELLS Chartered Accountants

(Firm's Registration No. 015125N)

Vijay Agarwal
(Partner)

(Membership No. 094468)

(UDIN: 19094468 AAAAGJ7131)