



25
YEARS
OF HERITAGE

Ref: SECT: STOC: 63-20

29th July, 2020

To
The Secretary,
The Stock Exchange, Mumbai
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai - 400 001

To
The Manager,
Listing Department,
National Stock Exchange of India Limited,
Exchange Plaza, C-1, G Block, Bandra - Kurla
Complex, Bandra (East), Mumbai - 400 051

Scrip Code: 519552

Scrip Code: HERITGFOOD

Dear Sir / Madam,

Sub: Un-audited Financial Results (Standalone & Consolidated) for the Quarter ended June 30, 2020

Please find enclosed herewith the Un-audited Financial Results (Standalone & Consolidated) of the Company for the Quarter ended June 30, 2020. This information is being furnished in compliance of Regulation 33 (3)(a) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

This is for your information and record.

Thanks & Regards

For HERITAGE FOODS LIMITED


UMAKANTA BARIK
Company Secretary & Compliance Officer
M. No: FCS-6317

Encl: a/a



HERITAGE FOODS LIMITED

CIN : L15209TG1992PLC014332

AN ISO: 22000 CERTIFIED COMPANY

Regd. Off: # 6-3-541/C, Panjagutta, Hyderabad - 500 082. Telangana, INDIA. Tel.: +91-40-23391221, 23391222, Fax: 23326789, 23318090

Email: hfl@heritagefoods.in, Website : www.heritagefoods.in



HERITAGE FOODS LIMITED

Registered Office: 6-3-541/C, Adjacent to NIMS, Punjagutta, Hyderabad - 500 082

CIN: L15209TG1992PLC014332, website: www.heritagefoods.in, Tel.No: 040-23391221/23391222, Fax: 30685458, email: hfl@heritagefoods.in

STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS

FOR THE QUARTER ENDED 30 JUNE 2020

(Amount in lakhs of ₹ unless otherwise stated)

Sl. No	Particulars	Quarter ended			Year ended
		30.06.2020 (Unaudited)	31.03.2020 (Audited) (refer note 3)	30.06.2019 (Unaudited)	31.03.2020 (Audited)
1	Revenue				
	a. Revenue from operations	61,973.24	64,308.18	71,083.24	268,110.63
	b. Other income	166.22	153.29	246.92	832.39
	c. Fair value gain on fair value through profit or loss (FVTPL) equity securities	6,686.92	-	3,634.54	-
	d. Gain due to changes in fair value of derivative liabilities	-	13,674.09	-	29,448.87
	Total income	68,826.38	78,135.56	74,964.70	298,391.89
2	Expenses				
	a. Cost of materials consumed	48,377.90	54,494.10	54,083.39	215,052.77
	b. Purchases of stock-in-trade	1,618.46	1,257.90	1,891.85	6,053.54
	c. Changes in inventories of finished goods, semi finished goods, stock-in-trade and work-in-progress	(1,498.33)	(2,513.01)	1,147.13	(1,319.75)
	d. Employee benefits expenses	3,994.79	3,484.97	3,929.81	14,956.81
	e. Finance costs	585.90	597.50	513.41	2,080.72
	f. Depreciation and amortization expense	1,134.97	1,123.91	1,207.55	4,803.59
	g. Impairment losses	190.33	68.24	-	74.25
	h. Other expenses	4,134.82	4,975.70	5,229.71	19,997.04
	i. Loss due to changes in fair value of derivative liabilities	-	-	3,634.54	-
	j. Fair value loss on FVTPL equity securities	-	35,385.78	-	51,160.56
	Total expenses	58,538.84	98,875.09	71,637.39	312,859.53
3	Profit/(loss) before tax	10,287.54	(20,739.53)	3,327.31	(14,467.64)
4	Tax expense				
	a. Current tax expense	1,012.44	302.42	1,142.00	1,850.47
	b. Deferred tax expense/(benefit), net	(120.48)	(8.91)	13.97	(317.67)
5	Profit/(loss) for the period/year	9,395.58	(21,033.04)	2,171.34	(16,000.44)
6	Other comprehensive income (OCI)				
	(a) Items that will not be reclassified to profit or loss				
	(i) Re-measurement gain/(loss) on defined benefit plan, net of tax	(13.68)	64.07	(39.60)	(54.73)
	(ii) Net gain/(loss) on fair value through OCI equity securities	2,229.57	(11,799.64)	1,211.79	(17,059.90)
	(b) Items that will be reclassified to profit or loss	-	-	-	-
7	Total comprehensive income/(loss) for the period/year	11,611.47	(32,768.61)	3,343.53	(33,115.07)
8	Paid up Equity share capital (face value of ₹5 each)	2,319.90	2,319.90	2,319.90	2,319.90
9	Other equity				43,913.17
10	Earnings per equity share ("EPES")				
	(1) Basic EPES (not annualised) (in absolute ₹ terms)	20.25	(45.33)	4.68	(34.49)
	(2) Diluted EPES (not annualised) (in absolute ₹ terms)	20.25	(45.33)	4.68	(34.49)

Standalone Segment Information

(Amount in lakhs of ₹ unless otherwise stated)

Sl. No	Particulars	Quarter ended			Year ended
		30.06.2020 (Unaudited)	31.03.2020 (Audited) (refer note 3)	30.06.2019 (Unaudited)	31.03.2020 (Audited)
1	Segment revenue				
	a. Dairy	61,955.28	64,170.64	70,993.22	267,767.46
	b. Renewable energy	192.10	247.86	258.82	938.72
	c. Others	-	44.28	55.50	176.87
	Total	62,147.38	64,462.78	71,307.54	268,883.05
	Less: Inter segment revenue	174.14	154.60	224.30	772.42
	Income from operations	61,973.24	64,308.18	71,083.24	268,110.63
2	Segment results				
	Profit before finance costs, tax and other un-allocable items				
	a. Dairy	4,219.63	1,477.71	3,725.81	9,026.63
	b. Renewable energy	50.60	125.52	142.83	442.84
	c. Others	-	3.42	3.79	14.55
	Total	4,270.23	1,606.65	3,872.43	9,484.02
	Less: i. Finance costs	585.90	597.50	513.41	2,080.72
	ii. Other un-allocable expenses	100.80	35,441.46	3,690.23	51,383.31
	Add: i. Interest income	17.09	18.69	23.99	59.50
	ii. Other un-allocable income	6,686.92	13,674.09	3,634.53	29,452.87
	Profit/(loss) before tax	10,287.54	(20,739.53)	3,327.31	(14,467.64)
3	Segment assets				
	a. Dairy	62,565.68	65,436.72	55,767.19	65,436.72
	b. Renewable energy	5,918.16	6,027.09	6,272.91	6,027.09
	c. Others	-	-	37.25	-
	d. Unallocated	34,145.11	24,721.18	98,419.30	24,721.18
	Total	102,628.95	96,184.99	160,496.65	96,184.99
4	Segment liabilities				
	a. Dairy	39,844.76	45,209.71	37,738.68	45,209.71
	b. Renewable energy	2,073.31	2,209.10	2,679.66	2,209.10
	c. Others	-	-	-	-
	d. Unallocated	2,866.34	2,533.11	36,264.03	2,533.11
	Total	44,784.41	49,951.92	76,682.37	49,951.92



HERITAGE FOODS LIMITED

CIN : L15209TG1992PLC014332

AN ISO: 22000 CERTIFIED COMPANY





25
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OF HERITAGE

1. The unaudited standalone financial results for the quarter ended 30 June 2020 were reviewed by the Audit Committee and approved by the Board of Directors of the Company at their meetings held on 29 July 2020.
2. The standalone financial results have been prepared in accordance with Indian Accounting Standards ("Ind AS") prescribed under Section 133 of the Companies Act, 2013 read with relevant rules thereunder and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) and SEBI circular dated 5th July, 2016.
3. The figures for the quarter ended 31 March 2020 are the balancing figures between the audited figures in respect of the full financial year ended 31 March 2020 and the unaudited year to date figures up to the nine months ended 31 December 2019, which were subjected to limited review by the statutory auditors.
4. As per Ind AS 108- Operating Segments, the management has identified Dairy and renewable energy as reportable segments.

5. The profit / (loss) for the period / year has impacted significantly due to material fluctuations in the fair value of specified investments and the corresponding derivative liabilities. The table below provides additional information relating to profit after tax and EPES, excluding the impact of such unusual fluctuations:

	Quarter Ended 30.06.2020	Quarter Ended 31.03.2020	Quarter 30.06.2019	Year Ended 31.03.2020
Profit/(loss) for the period/year	9,395.58	(21,033.04)	2,171.34	(16,000.44)
Adjustments:				
Gains/(losses) due to fair value changes	6,686.92	(21,711.69)	-	(21,711.69)
Profit for the period/year after above adjustments	2,708.66	678.65	2,171.34	5,711.25
Core business EPES (not annualised) (in absolute ₹ terms)	5.84	1.46	4.68	12.31

6. Management has considered internal and external sources of information including credit reports, economic forecasts and industry reports up to the date of approval of the standalone financial results in its assessment of impact on various elements of its standalone financial results due to the ongoing COVID-19 pandemic. Management has used the principles of prudence in applying judgments, estimates and assumptions including sensitivity analysis and based on the current estimates, accordingly, management expects to recover in full, the carrying amount of trade receivables, inventories, other financial assets and other current assets. The eventual outcome of impact of the global health pandemic may be different from those estimated as on the date of approval of these standalone financial results.
7. Figures of previous period/year have been regrouped/rearranged wherever necessary.

For and on behalf of the Board of Directors

N. Bhuvaneshwari
N. Bhuvaneshwari

Vice Chairperson and Managing Director
DIN: 00003741

Date: 29 July 2020
Place: Hyderabad



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HEALTH AND HAPPINESS UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED 30 JUNE 2020

(Amount in lakhs of ₹ unless otherwise stated)

Sl. No	Particulars	Quarter ended		30.06.2019 (Unaudited)	Year ended 31.03.2020 (Audited)
		30.06.2020 (Unaudited)	31.03.2020 (Audited) (refer note 3)		
1	Revenue				
a.	Revenue from operations	63,890.92	65,264.71	72,124.58	272,590.43
b.	Other income	160.93	194.17	249.55	886.34
c.	Fair value gain on FVTPL equity securities	6,886.92	-	3,634.54	-
d.	Gain due to changes in fair value of derivative liabilities	-	13,674.09	-	29,448.87
	Total income	70,728.77	79,132.97	76,008.67	302,926.64
2	Expenses				
a.	Cost of materials consumed	50,208.68	55,852.47	56,127.86	222,634.13
b.	Purchases of stock-in-trade	730.54	239.47	560.73	1,196.34
c.	Changes in inventories of finished goods, semi finished goods, stock-in-trade and work-in-progress	(1,439.89)	(2,459.35)	1,081.63	(1,375.18)
d.	Employee benefits expenses	4,162.60	3,622.89	4,093.62	15,639.03
e.	Finance costs	627.08	643.72	554.45	2,263.30
f.	Depreciation and amortization expense	1,188.60	1,178.31	1,256.51	5,013.21
g.	Impairment losses	190.33	68.24	-	74.25
h.	Other expenses	4,424.53	5,265.27	5,630.19	21,567.55
i.	Loss due to changes in fair value of derivative liabilities	-	-	3,634.54	-
j.	Fair value loss on FVTPL equity securities	-	35,385.78	-	51,160.56
	Total expenses	60,092.53	99,798.80	72,939.53	318,173.65
3	Profit/(loss) before share of loss of an associate and a joint venture from continuing operations	10,636.24	(20,665.83)	3,068.94	(15,247.61)
4	Share of loss of an associate and a joint venture	19.33	28.78	12.78	90.11
5	Profit/(loss) before tax from continuing operations	10,616.91	(20,694.61)	3,056.16	(15,337.72)
6	Tax expense				
a.	Current tax expense	1,087.01	311.24	1,142.00	1,859.35
b.	Deferred tax expense/(benefit), net	(80.02)	(14.28)	29.18	(324.75)
7	Profit/(loss) for the period/year from continuing operations	9,609.92	(20,991.57)	1,884.68	(16,872.32)
8	Discontinued operations				
a.	Profit/(loss) before tax	(65.69)	2.10	(74.65)	(67.70)
b.	Tax expense	-	-	-	-
9	Profit/(loss) for the period/year from discontinued operations	(65.69)	2.10	(74.65)	(67.70)
10	Profit/(loss) for the period/year	9,544.23	(20,989.47)	1,810.03	(16,940.02)
11	Other comprehensive income (OCI)				
(a)	Items that will not be reclassified to profit or loss				
(i)	Re-measurement gain/(loss) on defined benefit plan, net of tax	(13.68)	60.52	(39.60)	(58.28)
(ii)	Net gain/(loss) on fair value through OCI equity securities	2,229.57	(11,799.64)	1,211.79	(17,059.90)
(b)	Items that will be reclassified to profit or loss	-	-	-	-
12	Total comprehensive income/(loss) for the period/year	11,760.12	(32,728.59)	2,982.22	(34,058.20)
13	Profit/(loss) for the period/year from continuing operations attributable to:				
-	Owners of the parent	9,640.91	(20,921.05)	2,001.32	(16,031.23)
-	Non-controlling interest	(30.99)	(70.52)	(116.64)	(841.09)
14	Profit/(loss) for the period/year from discontinued operations attributable to:				
-	Owners of the parent	-	-	-	-
-	Non-controlling interest	(65.69)	2.10	(74.65)	(67.70)
15	Total Profit/(loss) for the period/year attributable to:				
-	Owners of the parent	9,640.91	(20,921.05)	2,001.32	(16,031.23)
-	Non-controlling interest	(96.68)	(68.42)	(191.29)	(908.79)
16	Other comprehensive income/(loss) for the period/year attributable to:				
-	Owners of the parent	2,215.89	(11,739.12)	1,172.19	(17,118.18)
-	Non-controlling interest	-	-	-	-
17	Total comprehensive income/(loss) for the period/year attributable to:				
-	Owners of the parent	11,856.80	(32,660.17)	3,173.51	(33,149.41)
-	Non-controlling interest	(96.68)	(68.42)	(191.29)	(908.79)
18	Paid up Equity share capital (face value of ₹5 each)	2,319.90	2,319.90	2,319.90	2,319.90
19	Other equity (attributable to the Owners of the Company)	-	-	-	43,638.49
20	Earnings per equity share ("EPES") for continuing operations				
(1)	Basic EPES (not annualised) (in absolute ₹ terms)	20.78	(45.09)	4.51	(34.55)
(2)	Diluted EPES (not annualised) (in absolute ₹ terms)	20.78	(45.09)	4.31	(34.55)
21	EPES for discontinued operations				
(1)	Basic EPES (not annualised) (in absolute ₹ terms)	-	-	-	-
(2)	Diluted EPES (not annualised) (in absolute ₹ terms)	-	-	-	-
22	EPES for continuing and discontinued operations				
(1)	Basic EPES (not annualised) (in absolute ₹ terms)	20.78	(45.09)	4.31	(34.55)
(2)	Diluted EPES (not annualised) (in absolute ₹ terms)	20.78	(45.09)	4.31	(34.55)

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Consolidated segment information

(Amount in lakhs of ₹ unless otherwise stated)

Sl. No.	Particulars	Quarter ended			Year ended
		30.06.2020 (Unaudited)	31.03.2020 (Audited) (refer note 3)	30.06.2019 (Unaudited)	31.03.2020 (Audited)
1	Segment revenue				
	a. Dairy	61,955.28	64,170.64	70,993.22	267,767.46
	b. Renewable energy	192.10	247.86	258.82	938.72
	c. Feed	3,455.30	2,073.58	2,716.06	10,385.42
	d. Others	-	44.28	55.50	176.87
	Total	65,602.68	66,536.36	74,023.60	279,268.47
	Less: Inter segment revenue	1,721.76	1,271.65	1,899.22	6,678.04
	Income from operations	63,880.92	65,264.71	72,124.38	272,590.43
2	Segment results				
	Profit/(loss) before finance costs, tax and other un-allocable items				
	a. Dairy	4,219.63	1,477.71	3,725.81	9,026.63
	b. Renewable energy	50.60	125.52	142.83	442.84
	c. Feed	471.15	188.46	(82.60)	268.41
	d. Others	(31.79)	(68.23)	(126.05)	(850.45)
	Total	4,709.59	1,723.46	3,659.99	8,887.43
	Share of loss of an associate and a joint venture	(19.33)	(28.78)	(12.78)	(90.11)
	Less: i. Finance costs	627.08	645.72	554.45	2,263.36
	ii. Other un-allocable expenses	147.90	35,434.01	3,703.67	51,392.56
	Add: i. Interest income	14.72	16.36	32.51	68.02
	ii. Other un-allocable income	6,686.91	13,674.08	3,634.56	29,452.86
	Profit/(loss) before tax from continuing operations	10,616.91	(20,694.61)	3,056.16	(15,337.72)
3	Segment assets				
	a. Dairy	62,565.68	65,436.72	55,767.19	65,436.72
	b. Renewable energy	5,918.16	6,027.09	6,272.91	6,027.09
	c. Feed	5,947.72	5,611.86	5,821.91	5,611.86
	d. Others	65.64	98.56	899.60	98.56
	e. Unallocated	30,800.92	21,646.35	95,577.15	21,646.35
	Total	105,298.12	98,820.58	164,338.76	98,820.58
4	Segment liabilities				
	a. Dairy	39,844.76	45,209.71	37,738.68	45,209.71
	b. Renewable energy	2,073.31	2,209.10	2,679.66	2,209.10
	c. Feed	2,663.89	2,800.83	3,514.16	2,800.83
	d. Others	8.65	13.65	15.08	13.65
	e. Unallocated	2,774.85	2,413.73	36,018.61	2,413.73
	Total	47,365.46	52,647.02	79,966.19	52,647.02



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1. The unaudited consolidated financial results for the quarter ended 30 June 2020 were reviewed by the Audit Committee and approved by the Board of Directors of the Company at their meetings held on 29 July 2020.
2. The consolidated financial results have been prepared in accordance with Indian Accounting Standards ("Ind AS") prescribed under Section 133 of the Companies Act, 2013 read with relevant rules thereunder and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) and SEBI circular dated 5th July, 2016.
3. The figures for the quarter ended 31 March 2020 are the balancing figures between the audited figures in respect of the full financial year ended 31 March 2020 and the unaudited year to date figures up to the nine months ended 31 December 2019, which were subjected to limited review by the statutory auditors.
4. As per Ind AS 108 - Operating Segments, the management has identified Dairy, Renewable energy and Feed as reportable segments.
5. The profit / (loss) for the period / year has impacted significantly due to material fluctuations in the fair value of specified investments and the corresponding derivative liabilities. The table below provides additional information relating to profit after tax and EPES, excluding the impact of such unusual fluctuations:

	Quarter Ended 30.06.2020	Quarter Ended 31.03.2020	Quarter Ended 30.06.2019	Year Ended 31.03.2020
Profit/(loss) for the period/year from continuing operations	9,609.92	(20,991.57)	1,884.68	(16,872.32)
Adjustments:				
Gains/(losses) due to fair value changes	6,686.92	(21,711.69)	-	(21,711.69)
Profit for the period/year from continuing operations, after above adjustments	2,923.00	720.12	1,884.68	4,839.37
Core business EPES (not annualised) (in absolute ₹ terms)	6.37	1.70	4.31	12.24

6. Management has considered internal and external sources of information including credit reports, economic forecasts and industry reports up to the date of approval of the consolidated financial results in its assessment of impact on various elements of its consolidated financial results due to the ongoing COVID-19 pandemic. Management has used the principles of prudence in applying judgments, estimates and assumptions including sensitivity analysis and based on the current estimates, accordingly, management expects to recover in full, the carrying amount of trade receivables, inventories, other financial assets and other current assets. The eventual outcome of impact of the global health pandemic may be different from those estimated as on the date of approval of these consolidated financial results.
7. Figures of previous period/year have been regrouped/rearranged wherever necessary.

For and on behalf of the Board of Directors

N. Bhuvaneshwari
N. Bhuvaneshwari

Vice Chairperson and Managing Director
DIN: 00003741

Date: 29 July 2020
Place: Hyderabad



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

To the Board of Directors of Heritage Foods Limited

1. We have reviewed the accompanying statement of standalone unaudited financial results ('the Statement') of Heritage Foods Limited ('the Company') for the quarter ended 30 June 2020, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time.
2. The 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 accounting principles laid down in Indian Accounting Standard 34, Interim Financial Reporting ('Ind AS 34'), prescribed under Section 133 of the Companies Act, 2013 ('the Act'), 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. 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 the Standards on Auditing specified under section 143(10) of the Act, 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.

Walker Chandiok & Co LLP

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 accounting principles laid down in Ind AS 34, prescribed under Section 133 of the Act, and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in accordance with the requirements 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.

For Walker Chandiok & Co LLP

Chartered Accountants

Firm Registration No: 001076N/N500013

Sanjay Kumar Jain

Partner

Membership No. 207660

UDIN 20207660AAAACM8018



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Date:
2020.07.29
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Place: Hyderabad

Date: 29 July 2020

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

To the Board of Directors of Heritage Foods Limited

1. We have reviewed the accompanying statement of unaudited consolidated financial results ('the Statement') of Heritage Foods Limited ('the Holding Company') and its subsidiaries (the Holding Company and its subsidiaries together referred to as 'the Group'), its associate and joint venture (refer Annexure 1 for the list of subsidiaries, associate and joint venture included in the Statement) for the quarter ended 30 June 2020, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time.
2. This Statement, which is the responsibility of the Holding Company's management and approved by the Holding Company's Board of Directors, has been prepared in accordance with the accounting principles laid down in Indian Accounting Standard 34, Interim Financial Reporting ('Ind AS 34'), prescribed under section 133 of the Companies Act, 2013 ('the Act'), 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. 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 the Standards on Auditing specified under section 143(10) of the Act, 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 SEBI Circular CIR/CFD/CMD1/44/2019 dated 29 March 2019 issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), to the extent applicable.

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4. Based on our review conducted and procedures performed 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 accounting principles laid down in Ind AS 34, prescribed under Section 133 of the Act, and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in accordance with the requirements 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.
5. The Statement includes the Group's share of net loss after tax of ₹19.05 lakhs and total comprehensive loss of ₹19.05 lakhs, for the quarter ended 30 June 2020, as considered in the Statement, in respect of a joint venture, whose interim financial statements have not been reviewed by us. This interim financial statements has been reviewed by other auditor whose review report has been furnished to us by the management, and our conclusion in so far as it relates to the amounts and disclosures included in respect of this joint venture is based solely on the review report of such other auditor and the procedures performed by us as stated in paragraph 3 above.

Our conclusion is not modified in respect of this matter with respect to our reliance on the work done by and the report of the other auditor.

6. The Statement includes the interim financial information of two subsidiaries, which have not been reviewed, whose interim financial information reflect total revenues of ₹2.08 lakhs, net loss after tax of ₹96.66 lakhs and total comprehensive loss of ₹96.66 lakhs for the quarter ended 30 June 2020. Our conclusion on the Statement, in so far as it relates to the aforesaid subsidiaries, are based solely on such unreviewed interim financial information. According to the information and explanations given to us by the management, these interim financial information are not material to the Group.

Our conclusion is not modified in respect of this matter with respect to our reliance on the financial information certified by the Board of Directors.

For Walker Chandiok & Co LLP

Chartered Accountants

Firm Registration No: 001076N/N500013

Sanjay Kumar Jain

Partner

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Annexure 1

List of entities included in the Statement

Subsidiaries:

1. Heritage Nutrivet Limited
2. Heritage Farmers Welfare Trust
3. Heritage Employees Welfare Trust

Associate:

1. SKIL Raigam Power (India) Limited

Joint venture:

1. Heritage Novandie Foods Private Limited