



25
YEARS
OF HERITAGE

Ref: SECT: STOC: 27 – 18

24th May, 2018

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

Dear Sir / Madam,

Sub: Audited Financial Results (Standalone & Consolidated) for the Financial Year ended 31st March, 2018

Ref: Stock Code: 519552 / HERITGFOOD

We wish to inform that the Board of Directors of the Company meeting held on 24th May, 2018 approved the Audited Financial Results for the year ended 31st March, 2018 pursuant to Regulation 33 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 the following documents are enclosed.

1. Audited Financial Results (Standalone & Consolidated) for the year ended 31st March, 2018, Segment Report and the statement of Assets and Liabilities of the Company.
2. Auditors Report (Standalone & Consolidated) regarding Audited Financial Results for the year ended 31st March, 2018 issued by M/s. Walker Chandiok & Co. LLP, Chartered Accountants, Hyderabad.

This information is being furnished in compliance of entered by the Company with your Exchange.

The meeting of the Board of Directors commenced at 2:00 PM (IST) and concluded at 4:30 PM (IST)

This is for your information and record.

Thanking you,

Yours Faithfully,
For HERITAGE FOODS LIMITED


UMAKANTA BARIK
Company Secretary
M. No: FCS-6317



Encl: a/a



HERITAGE FOODS LIMITED

(Formerly known as M/s. Heritage Foods (India) Limited)

CIN : L15209TG1992PLC014332

AN ISO: 22000 CERTIFIED COMPANY



HERITAGE FOODS LIMITED

Registered Office: 6 - 3 - 541/c, Adj. 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 AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2018

(Amount in lakhs of Rs. unless otherwise stated)

Sl. No	Particulars	Quarter Ended		Year Ended	
		31.03.2018 (Audited) Ref Note 7	31.12.2017 (Unaudited)	31.03.2017 (Audited) Ref Note 7	31.03.2017 (Audited)
1	Revenue:				
	a. Revenue from operations	55,510.88	57,152.33	47,719.97	234,401.10
	b. Revenue from transaction with discontinued operations	-	-	1,127.36	3,759.63
	c. Other income	310.93	117.83	165.90	716.95
	d. Fair value gain on FVTPL equity securities	4,916.91	-	24,681.01	39,537.07
	e. Fair value gain on derivative liabilities	-	281.08	-	-
	Total income	60,738.72	57,551.24	73,694.24	274,655.12
2	Expenses:				
	a. Cost of materials consumed	43,967.67	45,603.33	36,974.02	181,869.02
	b. Excise duty	-	-	22.54	33.26
	c. Purchases transactions with discontinued operations	-	-	1,051.79	3,913.54
	d. Purchases of stock-in-trade	1,994.99	2,016.66	2,330.84	13,017.18
	e. Changes in inventories of finished goods, stock-in-trade and work-in-progress	(2,578.32)	(1,693.85)	(1,348.23)	(4,305.13)
	f. Employee benefits expense	2,928.64	3,002.56	2,490.46	12,014.23
	g. Finance costs	536.55	450.28	370.41	1,745.45
	h. Depreciation and amortization expense	1,009.33	934.11	644.38	3,698.54
	i. Impairment losses	40.28	-	67.96	40.28
	j. Other expenses	4,742.09	4,581.81	4,050.55	19,031.11
	k. Loss due to changes in fair value of derivative liabilities	4,916.91	-	3,854.87	38,703.86
	l. Fair value loss on FVTPL equity securities	-	281.08	-	-
	Total expenses (2)	57,558.14	55,175.98	50,509.59	265,847.80
3	Profit before tax (1-2)	3,180.58	2,375.26	23,184.65	8,807.32
4	Tax expense:				
	a. Current tax	919.00	715.38	585.00	2,829.39
	b. Deferred tax expense/(benefit), net	210.35	158.25	210.99	(60.23)
5	Profit for the period/year from continuing operations (3-4)	2,051.23	1,501.63	22,388.66	6,038.16
6	Discontinued operations:				
	a. Loss before tax for the period/year from discontinued operations	-	-	(98.05)	(1,772.30)
	b. Tax income of discontinued operations	-	-	(5.80)	(15.06)
7	Loss for the period/year after tax from discontinued operations (a-b)	-	-	(92.25)	(1,757.24)
8	Profit for the period/year (5+7)	2,051.23	1,501.63	22,296.41	6,038.16
9	Other comprehensive income, net of income tax:				
	(a) Items that will not be reclassified to profit or loss				
	(i) Re-measurement gains on defined benefit plans	(77.82)	-	7.17	(77.82)
	Income tax effect on (i) above	-	-	(2.48)	(2.48)
	(ii) Net (loss)/gain on FVTOCI equity securities	1,594.37	(48.72)	8,229.82	13,182.25
	Income tax effect on (ii) above	-	-	-	-
	(b) Items that will be reclassified to profit or loss				
10	Total Comprehensive Income for the period/year (8+9)	3,567.78	1,452.91	30,530.92	19,142.59
	(Comprising profit and other comprehensive income for the period/year)				
11	Paid up Equity Share Capital (face value of Rs.5/-each)	2,319.90	2,319.90	2,319.90	2,319.90
12	Other equity			75,480.76	57,002.43
13	Earnings per equity share("EPES") of Rs.5/- each for continuing operations				
	(1) Basic (Not annualised) (in absolute Rs. terms)	4.42	3.24	48.25	13.01
	(2) Diluted (Not annualised) (in absolute Rs. terms)	4.42	3.24	48.25	13.01
14	EPES of Rs.5/- each for discontinued operations				
	(1) Basic (Not annualised) (in absolute Rs. terms)	-	-	(0.20)	(3.78)
	(2) Diluted (Not annualised) (in absolute Rs. terms)	-	-	(0.20)	(3.78)
15	EPES of Rs.5/- each for discontinued and continuing operations				
	(1) Basic (Not annualised) (in absolute Rs. terms)	4.42	3.24	48.05	13.01
	(2) Diluted (Not annualised) (in absolute Rs. terms)	4.42	3.24	48.05	13.01

Sl.No	Particulars	(Amount in lakhs of Rs. unless otherwise stated)				
		Quarter Ended		Year Ended		
		31.03.2018 (Audited) Ref Note 7	31.12.2017 (Unaudited)	31.03.2017 (Audited) Ref Note 7	31.03.2018 (Audited)	31.03.2017 (Audited)
1	Segment Revenue:					
	a. Dairy	54,560.81	56,196.14	45,647.59	229,671.55	180,959.67
	b. Renewable energy	168.15	126.43	174.45	685.93	521.30
	c. Feed	939.81	935.61	877.98	3,591.71	3,110.58
	d. Others	-	9.96	2,291.85	1,104.40	3,001.45
	Total (a+b)	55,668.77	57,268.14	48,991.79	235,053.59	187,593.00
	Less: Inter Segment Revenue	157.89	115.81	144.46	652.49	449.43
	Income from operations	55,510.88	57,152.33	48,847.33	234,401.10	187,143.57
2	Segment Results:					
	Profit before finance costs and tax					
	a. Dairy	3,757.11	2,924.61	2,715.12	10,096.16	12,491.50
	b. Renewable energy	72.88	30.93	78.90	317.81	250.24
	c. Feed	(94.01)	(96.75)	(80.47)	(359.89)	(309.47)
	d. Others	-	0.79	18.42	44.65	118.03
	Total (a+b+c)	3,735.98	2,859.58	2,731.97	10,098.73	12,550.30
	Less: i. Finance costs	536.55	450.28	370.41	1,745.45	963.24
	ii. Other un-allocable expenses net off	4,673.02	323.09	3,876.66	39,124.81	3,968.09
	Add: i. Interest income	18.33	7.97	18.74	37.76	27.38
	ii. Other un-allocable income	4,635.84	281.08	24,681.01	39,541.09	24,685.01
	Total profit before tax	3,180.58	2,375.26	23,184.65	8,807.32	32,331.36
3	Segment Assets:					
	a. Dairy	52,916.91	46,164.02	38,418.96	52,916.91	38,418.96
	b. Renewable energy	6,631.01	6,691.00	5,376.04	6,631.01	5,376.04
	c. Feed	125.58	142.28	75.08	125.58	75.08
	d. Others	-	-	-	-	-
	e. Unallocated	108,868.05	101,450.01	52,722.55	108,868.05	52,722.55
	Total (a+b+c)	168,541.55	154,447.31	96,592.63	168,541.55	96,592.63
4	Segment Liabilities:					
	a. Dairy	42,309.00	36,661.39	27,898.76	42,309.00	27,898.76
	b. Renewable energy	3,682.29	3,891.33	3,415.90	3,682.29	3,415.90
	c. Feed	275.63	151.09	258.46	275.63	258.46
	d. Others	-	-	-	-	-
	e. Unallocated	44,473.97	39,510.62	5,697.18	44,473.97	5,697.18
	Total (a+b+c)	90,740.89	80,214.43	37,270.30	90,740.89	37,270.30

Notes:

1. Effective 1 April 2017, the Company has adopted Indian Accounting Standards ("Ind AS") as prescribed under Section 133 of the Companies Act, 2013 read with rule 3 of the Companies (Accounting Standards) Rules, 2015. Accordingly, the above standalone financial results including the comparative periods have been prepared in accordance with Ind AS 101. Consequently the financial results for the above comparable period have been restated to comply with Ind AS.

2. Reconciliation of net profit

Particulars	(Amount in lakhs of Rs. unless otherwise stated)	
	Quarter Ended 31.03.2017	Year Ended 31.03.2017
Profit after tax as per previous GAAP (A)	1,466.17	6,682.46
Unconsolidated Trust - Profit after tax (B)	-	-
Adjustments		
Fair value change on investment in Future Retail Limited ("FRL") - Designated at fair value through profit or loss	24,681.01	24,681.01
Fair value change on derivative liability on account of investment in FRL	(3,854.87)	(3,854.87)
Provision for expected credit loss - trade receivables	6.44	7.06
Borrowing cost adjustment	6.97	(8.63)
Re-measurement gain or loss on net defined benefit plan	(7.17)	(7.17)
Tax effect of above adjustments	(2.14)	3.04
Total adjustments (C)	20,830.24	20,820.44
Profit after tax as per Ind AS (A+B+C)	22,296.41	27,502.90

2(a) Reconciliation of total equity as at 31st March 2017

Particulars	(Amount in lakhs of Rs. unless otherwise stated)	
	Quarter Ended 31.03.2017	Year Ended 31.03.2017
Total Equity (shareholder's fund) as per previous GAAP (A)	30,345.16	
Adjustments		
Fair valuation of investments (other than Future Retail Limited)	8.11	
Fair valuation of investments in Future Retail Limited	32,910.48	
Derivative liability - Investment in Future Retail Limited	(3,854.87)	
Government grant in the nature of promoters' contribution - Transferred from capital reserve to deferred government liabilities	(47.06)	
Proposed dividend	-	
Provision for expected credit loss - trade receivables	(0.47)	
Borrowing transaction cost adjustment	(69.37)	
Tax effect of above adjustments	30.35	
Total adjustments (C)	28,977.17	
Total equity as per Ind AS (A+B+C)	59,322.33	

3. The National Company Law Tribunal ("NCLT") for the State of Telangana and Andhra Pradesh has approved the Composite Scheme of Arrangement (the "Scheme") between the Company, Heritage Nutrivet Limited (formerly Heritage Foods Retail Limited), FRL and their respective shareholders and creditors vide its order dated 03 May 2017. Based on the internal evaluation, management of the Company determined that the Scheme duly approved by the NCLT is generally considered as an order of Law. Therefore, accounting treatment prescribed in the Scheme overrides the accounting principles prescribed under Ind AS. Accordingly, the Scheme approved by NCLT have been accounted for in accordance with the accounting treatment prescribed in the Scheme. Had the Company recognized the said Scheme under Ind AS, the impacts are as detailed below:

(Amount in lakhs of Rs. unless otherwise stated)

Particulars	Quarter ended 31.03.2017	For the year ended 31.03.2017
Impact of the above on profit after tax	8,229.96	8,229.96
Impact of the above on other comprehensive income	(8,229.96)	(8,229.96)
Increase / (decrease) in total comprehensive income for the period/ year	-	-
Increase in earnings per equity shares of Rs.5/- each for discontinued and continuing operations		
Basic (Not annualised) (in absolute Rs. terms)	17.74	17.74
Diluted (Not annualised) (in absolute Rs. terms)	17.74	17.74

4. As per Ind AS 108 - Operating Segments, the Company has identified Dairy, Renewable energy and Feed as reportable segments.
5. The audited standalone financial results for the quarter ended 31 March 2018 and year to date results for the period 01 April 2017 to 31 March 2018 were reviewed by the Audit Committee of the Board and approved by the Board of Directors of the Company at their meetings held on 24 May 2018.
6. The Company has sub-divided one equity share with face value of Rs.10/- each into two equity shares with face value of Rs.5/- each fully paid-up in its Extra-Ordinary General Meeting held on 26 September 2017. The effect of the same has been considered on the earnings per equity shares of all the periods presented.
7. The figures for the quarter ended 31 March 2018 are the balancing figures between the audited figures in respect of the full financial year ended 31 March 2018 and the unaudited year to date figures up to the nine months ended 31 December 2017, which were subjected to limited review by the statutory auditors.
- The figures for the quarter ended 31 March 2017 are the balancing figures between the audited figures in respect of the full financial year ended 31 March 2017, which have been audited by the predecessor auditor and the unaudited year to date figures up to the nine months ended 31 December 2016, which were subjected to limited review by the predecessor auditor.
8. Figures of previous period/year does not include figures of Retail, Agri, Bakery and VetCa in the standalone financial results as they have been considered as discontinued operations. The Company eliminated the inter-segment transactions against the discontinued operation in the standalone financial results.
9. Heritage Novandie Foods Pvt Ltd, a Joint Venture Company was incorporated under Companies Act, 2013 on 28th November, 2017 with 50:50 Equity Share holding between Heritage Foods Limited and Novandie SNC, France.
10. The Board of Directors of the Company has recommended dividend for the Financial Year 2017-18 @ 40 % i.e. Rs. 2/- per share of the face value of Rs.5/-each subject to the approval of the share holders at the ensuing Annual General Meeting.

For and on behalf of the Board



N Bhuvaneshwari

Vice Chairperson & Managing Director

DIN -00003741

Date: 24 May 2018

Place: Hyderabad



HERITAGE FOODS LIMITED

(Formerly known as M/s. Heritage Foods (India) Limited)

CIN : L15209TG1992PLC014332

AN ISO: 22000 CERTIFIED COMPANY





25
YEARS
OF HERITAGE

HERITAGE FOODS LIMITED

Registered Office: 6 - 3 - 541/C, Adj. to NIMS, Punjagutta, Hyderabad - 500 082
CIN: L15209TG1992PLC014332, website: www.heritagefoods.in, Tel.No: 040 - 23391221/23391222 Fax: 30685458, email: hfo@heritagefoods.in

STATEMENT OF AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2018

		(Amount in lakhs of Rs. unless otherwise stated)				
Sl. No.	Particulars	Quarter Ended		Year Ended		
		31.03.2018 (Audited) Ref: Note 7	31.12.2017 (Unaudited)	31.03.2017 (Audited) Ref: Note 7	31.03.2018 (Audited)	31.03.2017 (Audited)
1	Revenue:					
	a. Revenue from operations	56,162.68	57,893.20	48,297.40	237,341.93	185,740.15
	b. Revenue from transaction with discontinued operations	-	-	1,127.36	-	3,759.63
	c. Other income	332.77	111.87	173.26	767.28	416.01
	d. Fair value gain on FVTPL equity securities	4,916.91	-	24,681.01	39,537.07	24,681.02
	e. Fair value gain on derivative liabilities	-	281.08	-	-	-
	Total income	61,412.36	58,286.15	74,279.03	277,646.28	214,596.81
2	Expenses:					
	a. Cost of materials consumed	44,692.77	46,436.89	37,023.24	185,194.45	137,737.17
	b. Excise duty	-	-	22.54	33.26	87.23
	c. Purchases transactions with discontinued operations	-	-	1,051.79	-	2,368.21
	d. Purchases of stock-in-trade	1,459.54	1,514.38	3,047.84	11,086.15	6,284.48
	e. Changes in inventories of finished goods, stock-in-trade and work-in-progress	(2,590.96)	(1,708.71)	(1,357.89)	(4,338.78)	3,317.58
	f. Employee benefits expense	3,029.61	3,104.51	2,334.18	12,418.29	9,979.45
	g. Finance costs	555.08	477.18	420.35	1,824.22	970.38
	h. Depreciation and amortization expense	1,031.83	955.02	626.16	3,782.64	2,497.16
	i. Impairment losses	40.28	-	67.96	40.28	70.26
	j. Other expenses	5,097.02	4,785.96	4,329.55	19,912.32	15,099.68
	k. Loss due to changes in fair value of derivative liabilities	4,916.91	-	3,854.86	38,703.86	3,854.87
	l. Fair value loss on FVTPL equity securities	-	281.08	-	-	-
	Total expenses	58,232.08	55,846.31	51,420.58	268,656.69	182,266.47
3	Profit before share of loss of an associate and a Joint venture from continuing operations (1-2)	3,180.28	2,439.84	22,858.45	8,989.59	32,330.34
4	Share of loss of an associate and a joint venture	8.32	1.15	0.03	9.48	0.09
5	Profit before tax (3-4)	3,171.96	2,438.69	22,858.42	8,980.11	32,330.25
6	Tax expense:					
	a. Current tax	924.20	680.44	686.47	2,799.64	2,701.54
	b. Deferred tax expense/(benefit), net	260.46	86.77	280.30	(87.47)	538.28
7	Profit for the period/year from continuing operations (5-6)	1,987.30	1,671.48	21,891.65	6,267.94	29,090.43
8	Discontinued operations:					
	a. Profit/(loss) before tax for the period/year from discontinued operations	(1.68)	4.03	362.16	11.04	(1,401.60)
	b. Tax (income)/ expense of discontinued operations	-	-	(89.89)	5.72	(88.09)
9	Profit/(loss) for the period/year after tax from discontinued operations (a-b)	(1.68)	4.03	452.05	5.32	(1,313.51)
10	Profit for the period/year (7+9)	1,985.62	1,675.51	22,343.70	6,273.26	27,776.92
11	Other comprehensive income, net of income tax:					
	(a) Items that will not be reclassified to profit or loss					
	(i) Re-measurement gains on defined benefit plans	(72.77)	-	0.98	(72.77)	0.98
	Income tax effect of (i) above	-	-	(0.34)	-	(0.34)
	(ii) Net (loss)/gain on FVTOCI equity securities	1,594.37	(48.72)	8,229.82	13,182.25	8,229.95
	Income tax effect of (ii) above	-	-	-	-	-
	(b) Items that will be reclassified to profit or loss	-	-	-	-	-
12	Total comprehensive income for the period/year (Comprising profit and other comprehensive income for the period/year) (10+11)	3,507.22	1,626.79	30,574.16	19,382.74	36,007.51
13	Profit for the period/year from continuing operation attributable to:					
	- Owners of the parent	2,062.71	1,630.85	21,872.69	6,277.17	28,906.50
	- Non-controlling interest	(75.41)	40.63	18.96	(9.21)	183.92
14	Profit for the period/year from discontinued operation attributable to:					
	- Owners of the parent	-	-	430.69	-	(1,397.44)
	- Non-controlling interest	(1.68)	4.03	21.35	5.32	83.93
15	Total Profit for the period/year attributable to:					
	- Owners of the parent	2,062.71	1,630.85	22,303.38	6,277.17	27,509.06
	- Non-controlling interest	(77.09)	44.66	40.32	(3.90)	267.85
16	Other comprehensive income/(expense) attributable to:					
	- Owners of the parent	1,521.60	(48.72)	8,230.80	13,109.48	8,230.94
	- Non-controlling interest	-	-	-	-	-
17	Total comprehensive income for the period/year attributable to:					
	- Owners of the parent	3,584.31	1,582.13	30,534.18	19,386.65	35,739.99
	- Non-controlling interest	(77.09)	44.66	40.32	(3.90)	267.85
18	Paid-up Equity Share Capital (face value of Rs.5/-each)	2,319.90	2,319.90	2,319.90	2,319.90	2,319.90
19	Other equity (attributable to the owners of the parent)	-	-	-	75,447.15	56,760.65
20	Earnings per equity share ("EPES") of Rs.5/- each for continuing operations					
	(1) Basic (Not annualised) (in absolute Rs. terms)	4.45	3.51	47.14	13.53	62.30
	(2) Diluted (Not annualised) (in absolute Rs. terms)	4.45	3.51	47.14	13.53	62.30
21	EPES of Rs.5/- each for discontinued operations					
	(1) Basic (Not annualised) (in absolute Rs. terms)	-	-	0.93	-	(3.01)
	(2) Diluted (Not annualised) (in absolute Rs. terms)	-	-	0.93	-	(3.01)
22	EPES of Rs.5/- each for discontinued and continuing operations					
	(1) Basic (Not annualised) (in absolute Rs. terms)	4.45	3.51	48.07	13.53	59.29
	(2) Diluted (Not annualised) (in absolute Rs. terms)	4.45	3.51	48.07	13.53	59.29



HERITAGE FOODS LIMITED

(Formerly known as M/s. Heritage Foods (India) Limited)

CIN : L15209TG1992PLC014332

AN ISO: 22000 CERTIFIED COMPANY

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Consolidated segment information

Sl. No		(Amount in lakhs of Rs. unless otherwise stated)				
		Quarter Ended		Year Ended		
		31.03.2018 (Audited) Ref Note 7	31.12.2017 (Unaudited)	31.03.2017 (Audited) Ref Note 7	31.03.2018 (Audited)	31.03.2017 (Audited)
1	Segment Revenue:					
	a. Dairy	54,560.81	56,196.14	45,647.59	229,671.54	180,959.67
	b. Renewable energy	168.15	126.43	174.45	685.93	521.30
	c. Feed	1,613.45	1,734.18	1,424.66	6,742.57	5,653.20
	d. Others	121.00	135.10	2,381.88	1,535.05	3,436.01
	Total (a+b+c+d)	56,463.41	58,191.85	49,628.58	238,635.09	190,570.18
	Less: Inter Segment Revenue	300.73	298.65	203.82	1,293.16	1,070.40
	Income from operations	56,162.68	57,893.20	49,424.76	237,341.93	189,499.78
2	Segment Results:					
	(Profit/(Loss) before finance costs and tax)					
	a. Dairy	3,757.11	2,924.61	2,715.12	10,096.16	12,491.49
	b. Renewable energy	72.88	30.93	78.90	317.81	250.24
	c. Feed	(8.55)	(23.38)	(367.11)	(317.39)	(492.88)
	d. Others	(86.89)	29.13	24.67	(43.60)	319.24
	Total (a+b+c+d)	3,734.55	2,961.29	2,451.58	10,052.99	12,568.09
	Share of loss of an associate and a joint venture	(8.32)	(1.15)	(0.03)	(9.48)	(0.09)
	Less: i. Finance costs	555.08	477.18	420.35	1,824.22	970.38
	ii. Other un-allocable expenses net off	4,393.17	339.62	3,885.25	38,867.05	4,034.52
	Add: i. Interest income	39.22	14.28	31.46	86.80	82.13
	ii. Other un-allocable income	4,354.76	281.07	24,681.01	39,541.07	24,685.02
	Total profit before tax	3,171.96	2,438.69	22,858.42	8,980.11	32,330.25
3	Segment Assets:					
	a. Dairy	52,916.91	46,164.02	38,418.96	52,916.91	38,418.96
	b. Renewable energy	6,631.01	6,691.00	5,376.04	6,631.01	5,376.04
	c. Feed	3,040.20	3,380.50	3,635.95	3,040.20	3,635.95
	d. Others	834.41	873.37	857.11	834.41	857.11
	e. Unallocated	107,238.66	100,850.50	51,293.16	107,238.66	51,293.16
	Total (a+b+c+d+e)	170,661.19	157,959.39	99,581.22	170,661.19	99,581.22
4	Segment Liabilities:					
	a. Dairy	42,309.00	36,661.39	27,898.76	42,309.00	27,898.76
	b. Renewable energy	3,682.29	3,891.33	3,415.90	3,682.29	3,415.90
	c. Feed	1,392.61	1,833.50	3,051.15	1,392.61	3,051.15
	d. Others	9.62	6.84	5.12	9.62	5.12
	e. Unallocated	44,444.95	39,769.90	5,065.74	44,444.95	5,065.74
	Total (a+b+c+d+e)	91,838.47	82,162.96	39,436.67	91,838.47	39,436.67

Notes:

1. Effective 1 April 2017, the Company has adopted Indian Accounting Standards ("Ind AS") as prescribed under Section 133 of the Companies Act, 2013 read with rule 3 of the Companies (Accounting Standards) Rules, 2015. Accordingly, the above consolidated financial results including the comparative periods have been prepared in accordance with Ind AS 101. Consequently the financial results for the above comparable period have been restated to comply with Ind AS.

2. Reconciliation of net profit

(Amount in lakhs of Rs. unless otherwise stated)		
Particulars	Consolidated	
	Quarter Ended 31.03.2017	Year Ended 31.03.2017
Profit after tax as per previous GAAP (A)	1,469.14	6,681.89
Unconsolidated Trust* - Profit after tax (B)	40.33	267.84
Adjustments	-	-
Fair value change on investment in Future Retail Limited ("FRL") - designated at fair value through profit or loss	24,681.01	24,681.01
Fair value change on derivative liability on account of investment in FRL	(3,854.87)	(3,854.87)
Provision for expected credit loss - trade receivables	6.44	7.08
Borrowing cost adjustment	6.97	(8.63)
Re-measurement loss on net defined benefit plan	(0.98)	(0.98)
Other adjustment	-	2.70
Tax effect of above adjustments	(4.34)	0.88
Total adjustments (C)	20,834.23	20,827.19
Profit after tax as per Ind AS (A+B+C)	22,343.70	27,776.92

* Heritage Farmers Welfare Trust and Heritage Employee Welfare Trust were not required to be consolidated under IGAAP. As per Ind AS 110 - Consolidated Financial Statements requirement, both the trusts are consolidated.

2 (a) Reconciliation of total equity as at 31st March 2017

Particulars	Consolidated
Total Equity (shareholder's fund) as per previous GAAP (A)	30,067.51
Non controlling interest of Trusts which were not consolidated under IGAAP* (B)	1,064.00
Adjustments	-
Fair valuation of investments (other than Future Retail Limited)	8.11
Fair valuation of investments in Future Retail Limited	32,910.48
Derivative liability - Investment in Future Retail Limited	(3,854.86)
Government grant in the nature of promoters' contribution - Transferred from capital reserve to deferred government liabilities	(11.21)
Proposed dividend	-
Provision for expected credit loss - trade receivables	(0.47)
Borrowing transaction cost adjustment	(69.37)
Tax effect of above adjustments	30.36
	29,013.04
Total equity as per Ind AS	60,144.55

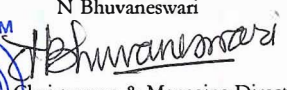
3. The National Company Law Tribunal ("NCLT") for the State of Telangana and Andhra Pradesh has approved the Composite Scheme of Arrangement (the "Scheme") between the Company, Heritage Nutrivet Limited (formerly Heritage Foods Retail Limited), FRL and their respective shareholders and creditors vide its order dated 03 May 2017. Based on the internal evaluation, management of the Company determined that the Scheme duly approved by the NCLT is generally considered as an order of Law. Therefore, accounting treatment prescribed in the Scheme overrides the accounting principles prescribed under Ind AS. Accordingly, the Scheme approved by NCLT have been accounted for in accordance with the accounting treatment prescribed in the Scheme. Had the Company recognized the said Scheme under Ind AS, the impacts are as detailed below:

(Amount in lakhs of Rs. unless otherwise stated)

Particulars	Quarter ended 31.03.2017	For the year ended 31.03.2017
Impact of the above on profit after tax	8,229.96	8,229.96
Impact of the above on other comprehensive income	(8,229.96)	(8,229.96)
Increase / (decrease) in total comprehensive income for the period / year	-	-
Increase in earnings per equity shares of Rs.5/- each for discontinued and continuing operations		
Basic (Not annualised) (in absolute Rs. terms)	17.74	17.74
Diluted (Not annualised) (in absolute Rs. terms)	17.74	17.74

4. As per Ind AS 108 - Operating Segments, the Company has identified Dairy, Renewable energy and Feed as reportable segments.
5. The audited consolidated financial results for the quarter ended 31 March 2018 and year to date results for the period 01 April 2017 to 31 March 2018 were reviewed by the Audit Committee of the Board and approved by the Board of Directors of the Company at their meetings held on 24 May 2018.
6. The Company has sub-divided one equity share with face value of Rs.10/- each into two equity shares with face value of Rs.5/- each fully paid-up in its Extra-Ordinary General Meeting held on 26 September 2017. The effect of the same has been considered on the earnings per equity shares of all the periods presented.
7. The figures for the quarter ended 31 March 2018 are the balancing figures between the audited figures in respect of the full financial year ended 31 March 2018 and the unaudited year to date figures up to the nine months ended 31 December 2017, which were subjected to limited review by the statutory auditors.
- The figures for the quarter ended 31 March 2017 are the balancing figures between the audited figures in respect of the full financial year ended 31 March 2017, which have been audited by the predecessor auditor and the unaudited year to date figures up to the nine months ended 31 December 2016, which were subjected to limited review by the predecessor auditor.
8. Figures of previous period/year does not include figures of Retail, Agri, Bakery and VetCa in the consolidated financial results as they have been considered as discontinued operations. The Company eliminated the inter-segment transactions against the discontinued operation in the consolidated financial results.
9. The subsidiary of the Company has changed its name from Heritage Foods Retail Limited to Heritage Nutrivet Limited ("HNL") with effect from 14 November 2017.
10. Heritage Novandie Foods Pvt Ltd, a Joint Venture Company was incorporated under Companies Act, 2013 on 28th November, 2017 with 50:50 Equity Share holding between Heritage Foods Limited and Novandie SNC, France.
11. The Board of Directors of the Company has recommended dividend for the Financial Year 2017-18 @ 40 % i.e. Rs. 2/- per share of the face value of Rs.5/-each subject to the approval of the share holders at the ensuing Annual General Meeting.

Date: 24 May 2018
Place: Hyderabad

N Bhuvaneswari

Vice Chairperson & Managing Director
DIN -00003741





25
YEARS
OF HERITAGE

Heritage Foods Limited
Statement of Assets and Liabilities as at March 31, 2018
(All amounts in Lakhs Rupees except as otherwise stated)

Particulars	Standalone		Consolidated	
	As at	As at	As at	As at
	March 31, 2018	March 31, 2017	March 31, 2018	March 31, 2017
I ASSETS				
(1) Non-current assets				
Property, plant and equipment	39,353.75	27,817.97	41,060.84	29,456.38
Capital work-in-progress	872.71	750.43	872.73	756.07
Investment property	397.21	124.15	397.21	124.15
Other Intangible assets	1,847.64	48.40	1,847.64	48.88
Intangible assets under development				
Investment in subsidiaries, joint venture and associates	1,695.68	101.20	56.77	56.26
Financial assets				
(i) Investments	100,115.41	47,744.57	100,115.41	47,744.57
(ii) Loans	394.72	1,449.59	412.40	409.45
(iii) Others	75.22	72.53	75.22	72.53
Other non-current assets	402.66	208.76	422.48	210.46
Total Non-Current Assets	145,155.00	78,317.60	145,260.70	78,878.75
(2) Current assets				
Inventories	15,051.89	11,648.50	15,474.92	12,268.96
Financial assets				
(i) Investments	0.42	1.17	0.42	1.17
(ii) Trade receivables	1,010.40	1,129.47	1,289.42	1,548.09
(iii) Cash and cash equivalents	5,985.69	4,485.57	6,021.21	4,597.24
(iv) Bank balances other than (iii) above	116.91	111.34	861.24	896.99
(iv) Loans	436.15	448.89	437.40	467.78
(v) Others	17.47	11.35	28.37	4.87
Current tax assets (Net)	46.45	109.09	58.60	7.62
Other current assets	721.17	329.65	866.74	528.84
Disposable group - Assets held for sale			362.17	380.91
Total Current Assets	23,386.55	18,275.03	25,400.49	20,702.47
Total Assets	168,541.55	96,592.63	170,661.19	99,581.22
II EQUITY AND LIABILITIES				
(1) Equity				
Equity share capital	2,319.90	2,319.90	2,319.90	2,319.90
Other Equity	75,480.76	57,002.43	75,447.15	56,760.65
Equity Attributable to the Owners of the Company	77,800.66	59,322.33	77,767.05	59,080.55
Non-controlling interest			1,055.67	1,064.00
Total Equity	77,800.66	59,322.33	78,822.72	60,144.55
(2) LIABILITIES				
(a) Non-current liabilities				
Financial liabilities				
(i) Borrowings	13,830.74	6,877.05	14,230.74	7,377.04
(ii) Other financial liabilities	42,611.74	3,854.86	42,558.72	3,854.87
Provisions	584.30	489.58	590.03	496.95
Deferred tax liabilities (Net)	1,820.75	1,878.00	1,860.64	1,937.98
Government grant	8.76	37.67	8.76	10.38
Total Non-Current Liabilities	58,856.29	13,137.16	59,248.89	13,677.22
(b) Current liabilities				
Financial liabilities				
(i) Borrowings	10,222.90	6,587.71	10,414.12	6,587.71
(ii) Trade Payables	6,629.11	5,075.98	6,696.28	6,015.05
(iii) Other financial liabilities	13,656.61	11,135.37	13,896.68	11,626.90
Provisions	704.92	598.27	728.97	608.71
Government grant	1.61	9.40	1.61	3.91
Other current liabilities	669.45	726.41	701.33	742.52
Disposable group - Liabilities directly associated with assets held for sale			150.59	174.65
Total Current Liabilities	31,884.60	24,133.14	32,589.58	25,759.45
Total Equity and Liabilities	168,541.55	96,592.63	170,661.19	99,581.22



HERITAGE FOODS LIMITED
(Formerly known as M/s. Heritage Foods (India) Limited)
CIN : L15209TG1992PLC014332
AN ISO: 22000 CERTIFIED COMPANY



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

To the Board of Directors of Heritage Foods Limited

1. We have audited the standalone financial results of Heritage Foods Limited ('the Company') for the year ended 31 March 2018, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Attention is drawn to note 7 to the standalone financial results regarding the figures for the quarter ended 31 March 2018 as reported in these standalone financial results, which are the balancing figures between audited standalone figures in respect of the full financial year and the published standalone year to date figures up to the end of the third quarter of the financial year. Also, the figures up to the end of the third quarter had only been reviewed and not subjected to audit. These standalone financial results are based on the standalone financial statements for the year ended 31 March 2018 prepared in accordance with the accounting principles generally accepted in India, including Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 ('the Act') and published standalone year to date figures up to the end of the third quarter of the financial year prepared in accordance with the recognition and measurement principles laid down in Ind AS 34, Interim Financial Reporting, specified under Section 133 of the Act, and SEBI Circulars CIR/CFD/CMD/15/2015 dated 30 November 2015 and CIR/CFD/FAC/62/2016 dated 5 July 2016, which are the responsibility of the Company's management. Our responsibility is to express an opinion on these standalone financial results based on our audit of the standalone financial statements for the year ended 31 March 2018 and our review of standalone financial results for the nine months period ended 31 December 2017.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.



Chartered Accountants

Offices in Bengaluru, Chandigarh, Chennai, Gurgaon, Hyderabad, Kochi, Kolkata, Mumbai, New Delhi, Noida and Pune

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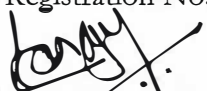
Walker Chandiok & Co LLP

3. In our opinion and to the best of our information and according to the explanations given to us, the standalone financial results:
 - (i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circulars CIR/CFD/CMD/15/2015 dated 30 November 2015 and CIR/CFD/FAC/62/2016 dated 5 July 2016 in this regard; and
 - (ii) give a true and fair view of the standalone net profit (including other comprehensive income) and other financial information in conformity with the accounting principles generally accepted in India including Ind AS specified under Section 133 of the Act for the year ended 31 March 2018.
4. We draw attention to note 3 to the standalone financial results for the year ended 31 March 2018 in relation to the accounting treatment of the Composite Scheme of Arrangement (the "Scheme") between the Company, Heritage Nutrivet Limited (formerly Heritage Foods Retail Limited), Future Retail Limited and their respective shareholders and creditors. As explained, on the basis of internal evaluation, management has adopted the accounting treatment as referred to under the Scheme. Our opinion is not modified in respect of this matter.
5. The Company had prepared separate standalone financial results for the year ended 31 March 2017, based on the standalone financial statements for the year ended 31 March 2017 prepared in accordance with Accounting Standards ('AS') prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (as amended) and standalone financial results for the nine months period ended 31 December 2016 prepared in accordance with the recognition and measurement principles laid down in AS 25, Interim Financial Reporting, prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (as amended) and SEBI Circular CIR/CFD/CMD/15/2015 dated 30 November 2015, and other accounting principles generally accepted in India, which were audited by the predecessor auditor. These standalone financial results for the quarter and year ended 31 March 2017 have been adjusted for the differences in the accounting principles adopted by the Company on transition to Ind AS, which have also been audited by the predecessor auditor. The report of the predecessor auditor dated 24 May 2018 on the comparative standalone financial results for the year ended 31 March 2017 prepared in accordance with Ind AS included in these standalone financial results expressed an unmodified opinion. Our opinion is not modified in respect of this matter.


For Walker Chandiok & Co LLP

Chartered Accountants

Firm Registration No.: 001076N/N500013


per Sanjay Kumar Jain
Partner

Membership No. 207660



Place: Hyderabad

Date: 24 May 2018

Walker Chandiook & Co LLP

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

To the Board of Directors of Heritage Foods Limited

1. We have audited the consolidated financial results 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 for the year ended 31 March 2018, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Attention is drawn to note 7 to the consolidated financial results regarding the figures for the quarter ended 31 March 2018 as reported in these consolidated financial results, which are the balancing figures between audited consolidated figures in respect of the full financial year and the published consolidated year to date figures up to the end of the third quarter of the financial year. Also, the figures up to the end of the third quarter had only been reviewed and not subjected to audit. These consolidated financial results are based on the consolidated financial statements for the year ended 31 March 2018 prepared in accordance with the accounting principles generally accepted in India, including Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 ('the Act') and published consolidated year to date figures up to the end of the third quarter of the financial year prepared in accordance with the recognition and measurement principles laid down in Ind AS 34, Interim Financial Reporting, specified under Section 133 of the Act, and SEBI Circulars CIR/CFD/CMD/15/2015 dated 30 November 2015 and CIR/CFD/FAC/62/2016 dated 5 July 2016, which are the responsibility of the Holding Company's management. Our responsibility is to express an opinion on these consolidated financial results based on our audit of the consolidated financial statements for the year ended 31 March 2018 and our review of consolidated financial results for the nine months period ended 31 December 2017.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.



Chartered Accountants

Offices in Bengaluru, Chandigarh, Chennai, Gurgaon, Hyderabad, Kochi, Kolkata, Mumbai, New Delhi, Noida and Pune

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3. In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of report of other auditors of a joint venture and on other financial information of the subsidiaries, the consolidated financial results:

- (i) include the financial results for the year ended 31 March 2018, of the following entities:

Subsidiaries:

- a) Heritage Nutrivet Limited
- b) Heritage Employees Welfare Trust
- c) Heritage Farmers Welfare Trust

Joint venture:

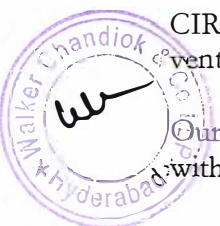
- a) Heritage Novandie Foods Private Limited

Associate:

- a) SKIL Raigam Power (India) Limited

- (ii) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circulars CIR/CFD/CMD/15/2015 dated 30 November 2015 and CIR/CFD/FAC/62/2016 dated 5 July 2016 in this regard; and
- (iii) give a true and fair view of the consolidated net profit (including other comprehensive income) and other financial information in conformity with the accounting principles generally accepted in India including Ind AS specified under Section 133 of the Act for the year ended 31 March 2018.
4. We draw attention to note 3 to the consolidated financial results for the year ended 31 March 2018 in relation to the accounting treatment of the Composite Scheme of Arrangement (the "Scheme") between the Holding Company, Heritage Nutrivet Limited (formerly Heritage Foods Retail Limited), Future Retail Limited and their respective shareholders and creditors. As explained, on the basis of internal evaluation, management has adopted the accounting treatment as referred to under the Scheme. Our opinion is not modified in respect of this matter.
5. The consolidated financial results include the Group's share of net loss (including other comprehensive income) of ₹8.16 Lakhs for the year ended 31 March 2018, as considered in the consolidated financial results, in respect of a joint venture. The financial statements of the joint venture has been audited by other auditors whose report has been furnished to us by the management and our opinion on the consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of the joint venture, and our report in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circulars CIR/CFD/CMD/15/2015 dated 30 November 2015 and CIR/CFD/FAC/62/2016 dated 5 July 2016, in so far as it relates to the aforesaid joint venture, is based solely on the report of such other auditors.

Our opinion on the consolidated financial results is not modified in respect of this matter with respect to our reliance on the work done by and the report of the other auditors.



6. We did not audit the financial information of two subsidiaries, whose financial information reflect total assets of ₹1,215.88 Lakhs and net assets of ₹1,055.88 Lakhs as at 31 March 2018, and total revenues of ₹479.46 Lakhs for the year ended on that date, as considered in the consolidated financial results. These financial information are unaudited and have been furnished to us by the management and our opinion on the consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, and our report in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circulars CIR/CFD/CMD/15/2015 dated 30 November 2015 and CIR/CFD/FAC/62/2016 dated 5 July 2016, in so far as it relates to the aforesaid subsidiaries are based solely on such unaudited financial information. In our opinion and according to the information and explanations given to us by the management, these financial information are not material to the Group.

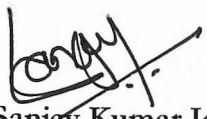
Our opinion on the consolidated financial results is not modified in respect of this matter with respect to our reliance on the financial information certified by the management.

7. The Holding Company had prepared separate consolidated financial results for the year ended 31 March 2017, based on the consolidated financial statements for the year ended 31 March 2017 prepared in accordance with Accounting Standards ('AS') prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (as amended) and consolidated financial results for the nine months period ended 31 December 2016 prepared in accordance with the recognition and measurement principles laid down in AS 25, Interim Financial Reporting, prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (as amended) and SEBI Circular CIR/CFD/CMD/15/2015 dated 30 November 2015, and other accounting principles generally accepted in India, which were audited by the predecessor auditor. These consolidated financial results for the quarter and year ended 31 March 2017 have been adjusted for the differences in the accounting principles adopted by the Holding Company on transition to Ind AS, which have also been audited by the predecessor auditor. The report of the predecessor auditor dated 24 May 2018 on the comparative consolidated financial results for the year ended 31 March 2017 prepared in accordance with Ind AS included in these consolidated financial results expressed an unmodified opinion. Our opinion is not modified in respect of this matter.


For Walker Chandiok & Co LLP

Chartered Accountants

Firm Registration No.: 001076N/N500013


per Sanjay Kumar Jain
Partner
Membership No. 207660



Place: Hyderabad
Date: 24 May 2018