SARVESHWAR FOODS LIMITED

(Formerly known as SARVESHWAR ORGANIC FOODS LIMITED)

CIN: L15312JK2004PLC002444

Regd. Off.: Sarveshwar House, Below Gumat, Jammu, (J&K)-180001

Ph. : 0191-2483981, 2481954, Fax : 0191-2481941, Email : info@sarveshwarrice.com

Ref. No. :..... *Dated* :.....

The National Stock Exchange of India Limited
"Exchange Plaza", Bandra Kurla Complex
Bandra East, Mumbai
Maharashtra

Date: 18-12-2020

Sir/Madam

SUBJECT: SUBMISSION OF UNAUDITED FINANCIAL RESULTS FOR THE HALF YEAR ENDED ON 30TH SEPTEMBER, 2020 .

Sir/Madam

Pursuant to Regulation 30 & 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed herewith a copy of the Unaudited Financial Results of the Company for the Half Year ended on 30th September, 2020 as approved by the Board of Directors in its meeting held on Friday, the 18th day of December, 2020 along with the Report of Auditor.

You are requested to display the same on the Notice Board of your Exchange for the information of members and general public.

For & On Behalf of
SARVESHWAR FOODS LIMITED
Sincerely

Anil Kumar
Joint Managing Director
DIN:07417538

KRA & CO.
Chartered Accountants
011 - 47082855
Fax: 011 - 47082855
H -1/208, Garg Tower, Netaji Subhash Place, Pitampura, New Delhi -110034

INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE BOARD OF DIRECTORS OF

SARVESHWAR FOODS LIMITED

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **SARVESHWAR FOODS LIMITED** ('the Company') for the six months ended September 30, 2020 ('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 ('Listing Regulation')

2. This Statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Accounting Standard 25 "Interim Financial Reporting" ("AS 25") prescribed under section 133 of the Companies Act 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of Securities and Exchange Board of India (Listing and Disclosure Requirements) Regulations, 2015. Our responsibility is to issue a report 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 Statements is free of material misstatements. 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. 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 aforesaid Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in term of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For KRA & Co.
Chartered Accountants
(Firm Registration No.020266N)

KRA & Co. Chartered Accountants

Rajat Goyal
Partner
Membership No.: 503150
UDIN: 20503150AAABTX8823
Place: New Delhi
Date: December 18, 2020

K R A & CO.
Chartered Accountants
011 - 47082855
Fax: 011 - 47082855
H -1/208, Garg Tower, Netaji Subhash Place, Pitampura, New Delhi -110034

INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE BOARD OF DIRECTORS OF
SARVESHWAR FOODS LIMITED

1. We have reviewed the accompanying statement of consolidated unaudited financial results of **SARVESHWAR FOODS LIMITED** ('the Holding Company') and its subsidiaries (the Holding and its subsidiaries constitute "the Group") for the six months ended September 30, 2020 ('the Statement'), being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulation')

2. This Statement, which is the responsibility of the Holding Company management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Accounting Standard 25 "Interim Financial Reporting" ("AS 25") prescribed under section 133 of the Companies Act 2013 and other accounting principles generally accepted in India and in compliance with Regulation 33 of Securities and Exchange Board of India (Listing and Disclosure Requirements) Regulations, 2015. 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 SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

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

   i. Sarveshwar Overseas Limited
   ii. Himalayan Bio Organic Foods Private Limited
   iii. Natural Global Foods DMCC

5. The consolidated unaudited financial results include the interim financial information of one subsidiary which has not been reviewed by their auditors, whose interim financial information reflects total assets of Rs. 10.72 crores as at September 30, 2020 and total revenue of Rs. Nil, total net loss after tax of Rs. 1.10 Lacs for the six months ended September 30, 2020. This subsidiary has been consolidated based on its management certified accounts.

   Our conclusion on the Statement is not modified in respect of the above matter.

6. 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 recognition and measurement principles laid down in the aforesaid 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.

For KRA & Co.
Chartered Accountants
(Firm Registration No.020266N)

Rajat Goyal
Partner
Membership No.: 503150
UDIN: 20503150AAABTY7836
Place: New Delhi
Date: December 18, 2020

SARVESHWAR FOODS LIMITED

Regd. Office : Sarveshwar House, Below Gumat, Jammu (J&K) - 180001

CIN: L15312JK2004PLC002444

Website: www.sarveshwarrice.com Tel: 0191-2483981 Fax: 0191-2481941

STATEMENT OF UNAUDITED FINANCIAL RESULTS

FOR THE HALF YEAR ENDED SEPTEMBER 30, 2020

(Amt in Rs. Lakhs)

Sr. No.	Particulars	STANDALONE				CONSOLIDATED			
		Half Year Ended			Year ended	Half Year Ended			Year ended
		30.09.2020 (Unaudited)	31.03.2020 (Unaudited)	30.09.2019 (Unaudited)	31.03.2020 (Audited)	30.09.2020 (Unaudited)	31.03.2020 (Unaudited)	30.09.2019 (Unaudited)	31.03.2020 (Audited)
	Income from operations								
I	a. Revenue from Operations	11,210.53	10,986.56	8,936.33	19,922.90	24,793.13	23,250.38	25,493.98	48,744.35
II	b. Other Income	91.55	155.42	141.54	296.96	73.53	363.34	63.69	427.03
III	**Total Revenue (I+II)**	**11,302.08**	**11,141.98**	**9,077.87**	**20,219.86**	**24,866.66**	**23,613.71**	**25,557.67**	**49,171.38**
IV	**Expenses**								
	a. Cost of Material Consumed	4,796.04	1,937.05	6,119.72	8,056.77	10,457.71	4,884.24	10,740.04	15,624.28
	b. Purchase of stock-in-trade	6,562.70	1,428.54	3,903.68	5,332.22	18,846.40	6,874.51	11,643.67	18,518.18
	c. Change in inventories of finished goods, work-in-progress an stock-in-trade	(763.52)	6,570.12	(2,148.50)	4,421.62	(6,045.82)	9,323.43	277.85	9,601.28
	d. Employee Benefits Expenses	83.51	120.73	87.97	208.69	152.73	237.12	174.77	411.89
	e. Finance Costs	181.92	363.52	435.74	799.26	423.29	929.36	1,029.87	1,959.23
	f. Depreciation and Amortisation Expenses	35.87	44.80	36.98	81.77	95.16	116.49	106.48	222.97
	g. Other Expenses	323.44	590.79	503.28	1,094.07	644.40	1,152.42	982.06	2,134.48
	Total Expenses	**11,219.95**	**11,055.54**	**8,938.86**	**19,994.40**	**24,573.87**	**23,517.57**	**24,954.74**	**48,472.31**
V	**Profit before exceptional and extraordinary items and tax (III-IV)**	**82.12**	**86.44**	**139.01**	**225.45**	**292.78**	**96.14**	**602.93**	**699.07**
VI	Exceptional item	-	-	-	-	-	-	-	-
VII	**Profit before extraordinary items and tax (V-VI)**	**82.12**	**86.44**	**139.01**	**225.45**	**292.78**	**96.14**	**602.93**	**699.07**
VIII	Extraordinary items	-		-	-	-	-	-	-
IX	**Profit before tax (VII-VIII)**	**82.12**	**86.44**	**139.01**	**225.45**	**292.78**	**96.14**	**602.93**	**699.07**
X	**Tax expense**								
	a. Current Tax	20.86	24.20	35.49	59.69	73.58	31.13	116.89	148.02
	b. Deferred Tax	8.72	(10.58)	0.95	(9.62)	23.80	(28.60)	8.34	(20.26)
XI	**Profit (Loss) for the period from continuing operations (IX-X)**	**52.54**	**72.82**	**102.56**	**175.39**	**195.40**	**93.61**	**477.70**	**571.31**
XII	Profit (Loss) from discontinuing operations	-		-	-	-	-	-	-
XIII	Tax expense from discontinuing operations	-		-	-	-	-	-	-
XIV	**Profit (Loss) from discontinuing operations (after tax) (XII-XIII)**	-	-	-	-	-	-	-	-
XV	**Profit (Loss) for the period (XI+XIV)**	**52.54**	**72.82**	**102.56**	**175.39**	**195.40**	**93.61**	**477.70**	**571.31**
XVI	Add: share of profit / (loss) of associate	**N.A**	**N.A**	**N.A**	**N.A**	-	-	-	-
XVII	Less: Minority interest	N.A	N.A	N.A	N.A	0.23	0.02	0.42	0.44
XVIII	**Profit (Loss) for the period after share of profit / (loss) of associate and Minority interest (XV+XVI-XVII)**	**52.54**	**72.82**	**102.56**	**175.39**	**195.17**	**93.59**	**477.28**	**570.87**
XIX	Paid up share capital - Equity share capital	2,456.72	2,456.72	2,456.72	2,456.72	2,456.72	2,456.72	2,456.72	2,456.72
XX	**Earnings Per Share (Face value of Rs. 10/- each)**								
	Basic (in Rs.) (non annualised)	0.21	0.30	0.42	0.71	0.79	0.38	1.94	2.32
	Diluted (in Rs.) (non annualised)	**0.21**	**0.30**	**0.42**	**0.71**	0.79	0.38	1.94	2.32
	Basic (in Rs.) (annualised)	0.43	0.59	0.83	0.71	1.59	0.76	3.89	2.32
	Diluted (in Rs.) (annualised)	0.43	0.59	0.83	0.71	1.59	0.76	3.89	2.32

SARVESHWAR FOODS LIMITED

KRA & Co. Chartered Accountants

STATEMENT OF ASSETS AND LIABILITIES

(Amt in Rs. Lakhs)

		Particulars	Standalone		Consolidated	
			30.09.2020 (Unaudited)	31.03.2020 (Audited)	30.09.2020 (Unaudited)	31.03.2020 (Audited)
I		**EQUITY AND LIABILITIES**				
(1)		**Shareholders' funds**				
	(a)	Share capital	2,456.72	2,456.72	4,656.72	4,656.72
	(b)	Reserves and surplus	9,217.29	9,164.75	11,493.81	11,244.63
	(c)	Money received against share warrants		-		-
(2)		**Share application money pending allotment**		-		-
		Minority interest		-	21.26	21.03
(3)		**Non-current liabilities**		-		-
	(a)	Long-term borrowings	9.07	9.85	101.31	101.70
	(b)	Deferred tax liabilities (Net)	-	-		-
	(c)	Other Long term liabilities	-	-		-
	(d)	Long-term provisions	-	-		-
(4)		**Current liabilities**	-			
	(a)	Short-term borrowings	11,419.01	10,195.21	24,876.40	22,045.22
	(b)	Trade Payables	943.58	1,486.80	5,952.71	3,827.55
	(c)	Other current liabilities	1,048.05	1,253.15	4,201.90	966.77
	(d)	Short-term provisions	-		54.58	2.27
		TOTAL	**25,093.73**	**24,566.47**	**51,358.69**	**42,865.88**
II		**ASSETS**				
(1)		**Non-current assets**				
	(a)	Fixed assets				
		Tangible assets	399.92	434.54	2,062.16	2,153.42
		Intangible assets				
		Capital work-in-progress				
		Intangible assets under development				
	(b)	Non-current investments	3,057.25	3,071.67	18.05	32.81
	(c)	Deferred tax assets (net)	17.77	26.49	36.93	60.73
	(d)	Long-term loans and advances	1,185.72	1,308.07	-	-
	(e)	Other non-current assets				
(2)		**Current assets**				
	(a)	Current investments				
	(b)	Inventories	9,479.72	8,518.31	25,369.63	19,274.68
	(c)	Trade receivables	6,940.12	10,463.84	19,632.97	19,666.75
	(d)	Cash and cash equivalents	31.31	25.01	92.39	165.34
	(e)	Short-term loans and advances				
	(f)	Other current assets	3,981.92	718.54	4,146.55	1,512.16
			25,093.73	**24,566.47**	**51,358.69**	**42,865.88**

SARVESHWAR FOODS LIMITED

KRA & Co. Chartered Accountants

STATEMENT OF CASH FLOWS

(Amt in Rs. Lakhs)

Particulars	Standalone		Consolidated	
	30.09.2020	30.09.2019	30.09.2020	30.09.2019
Cash flow from operating activities	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Profit Before tax	82.12	139.01	292.78	602.93
Adjustment to reconcile profit before tax to net cash flows	-	-	-	-
Prior Period Items	-	-	-	-
Dividend on Pref Shares	-	-	-	-
Depreciation / amortization expenses	35.87	36.98	95.16	106.48
Profit on sale of fixed assets	-	-	-	-
Foreign Subsidiary Converion Difference	-	-	37.75	15.31
Interest income	(62.06)	(97.49)	(1.05)	(12.93)
Unrealized foreign exchange loss/ gain	-	-	15.63	(5.19)
Interest on loan	181.92	435.74	423.29	1,029.87
Operating profit before working capital changes	**237.85**	**514.24**	**863.57**	**1,736.46**
Movements in working capital :	-	-	-	-
Increase / (Decrease) in other liabilities	1,018.71	1,510.63	3,235.13	199.59
Increase / (Decrease) in Trade Payble	(543.21)	(404.09)	2,125.16	(542.64)
(Increase)/ Decrease in trade receivable	3,523.73	252.45	33.77	(2,055.46)
Decrease/(Increase) in Inventory	(961.41)	(1,479.82)	(6,094.95)	1,210.89
Decrease/ (Increase) in other current assets	(3,263.39)	82.50	(2,634.39)	359.05
Net cash flow (used in) operations	**12.28**	**475.91**	**(2,471.71)**	**907.89**
Less: Direct taxes paid Including Advance taxes	(20.86)	(80.58)	(5.00)	(129.81)
Net cash flow (used in) operating activities (A)	**(8.58)**	**395.33**	**(2,476.72)**	**778.08**
	-	-	-	-
Cash flows from investing activities	-	-	-	-
Decrease/ (Increase) in other non-current assets	136.78	(24.37)	14.76	0.00
Purchase of fixed assets	(1.25)	(20.64)	(3.91)	(42.84)
Sale of Fixed Assets	-	-	-	6.25
Interest received	62.06	97.49	1.05	12.93
Net cash flow (used in)/ generated from investing activities (B)	**197.58**	**52.47**	**11.89**	**(23.66)**
	-	-	-	-
Cash flows from financing activities	-	-	-	-
Other Non- Current Liabilities	-	-	-	-
Proceeds from Share Issued	-	-	-	-
Proceeds/ repayments from/ of borrowings	(0.78)	(2.37)	(0.38)	(3.19)
Increase / (Decrease) in Short Term Borrowings	-	-	2,831.17	347.29
Foreign Exchange Gain	-	-	(15.63)	5.19
Interest paid on loan	(181.92)	(435.74)	(423.29)	(1,029.87)
Net cash flow from/ (used in) in financing activities (C)	**(182.69)**	**(438.11)**	**2,391.87**	**(680.58)**
Net increase/(decrease) in cash and cash equivalents (A + B + C)	**6.31**	**9.69**	**(72.95)**	**73.84**
Cash and cash equivalents at the beginning of the year	25.01	12.57	165.34	56.95
Cash and cash equivalents at the end of the year	**31.31**	**22.26**	**92.39**	**130.78**

SARVESHWAR FOODS LIMITED

KRA & Co. Chartered Accountants

Notes:

1 The above financial results for the half year ended September 30, 2020 have been reviewed by Audit committee and approved by the Board of Directors in their respective meetings held on December 18, 2020, concluded on December 18, 2020. The statutory auditor have expressed an unmodified opinion on the aforesaid results.

2 The Consolidated Financial statements have been prepared in accordance with applicable Accounting Standards, based on the Financial Statements of the "Sarveshwar Foods Limited" ('the Company') and its subsidiaries i.e Sarveshwar Overseas Limited, Himalayan Bio Organic Foods Private Limited and Natural Global Foods DMCC.

3 The Consolidated financial results as given above have been prepared as per Accounting Standard–21 (Consolidated Financial Statements).

4 Based on guiding principles given in AS-17 "Segment Reporting", the business segment has been considered as the primary segment and the geographic segment has been considered as the secondary segment. As the processing and trading of rice is the only business segment, the disclosure requirement for primary business segment is not applicable.

The Company has two geographic segments; domestic and export. Revenue from the geographic segment, based on location of customers is as follows:

	STANDALONE				CONSOLIDATED			
	Half Year Ended			Year ended	Half Year Ended			Year ended
Particular	30.09.2020 (Unaudited)	31.03.2020 (Unaudited)	30.09.2019 (Unaudited)	31.03.2020 (Audited)	30.09.2020 (Unaudited)	31.03.2020 (Unaudited)	30.09.2019 (Unaudited)	31.03.2020 (Audited)
Domestic	10,193.16	9,826.83	7,250.82	17,077.65	23,605.07	21,990.94	21,583.07	45,259.51
Export	1,017.37	1,159.73	1,685.51	2,845.25	1,188.05	1,259.44	3,910.91	3,484.84

The Company does not hold any fixed assets outside India. Hence, no disclosure has been made for segment assets.

5 The Financial Results for the half year ended 31st March, 2020 is the balancing figure between audited result in respect of full financial year and published year to date reviewed figure of half year ended 30th September, 2019.

6 As per Order No. 274-FD of 2020, Dated 01.10.2020, Government of Jammu & Kashmir has granted the Interest Subvention scheme of 5% for Relief and Revival of Business Sector in Jammu & Kashmir. Company has taken the effect of this order while declaring the Financial Results for the period ending 30.09.2020.

7 The Financial Result for the half year ended September 30, 2020 have been prepared in accordance with the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and in accordance with Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and the other accounting principles generally accepted in India.

8 Figures of the previous year/period have been regrouped/ rearranged wherever considered necessary.

As per our report of even date
For K R A & Co
Firm Registration No: 020
Chartered Accountants

KRA & Co. Chartered Accountants

Rajat Goyal
Partner
Membership No. 503150
UDIN:
Place: Delhi
Date: 18/12/2020

UDIN: 20503150AAABTX8823

For and behalf of the Board of Directors
SARVESHWAR FOODS LIMITED

Surendar Singh Jasrotia
Managing Director
DIN:8566350
Place: Jammu
Date: 18/12/2020

Anil Kumar
Joint Managing Director
DIN:07417538
Place: Jammu
Date: 18/12/2020

Deepak Aggarwal
Chief Financial Officer
PAN: AOMPA6696Q
Place: Jammu
Date: 18/12/2020

SARVESHWAR FOODS LIMITED