

Limited Review Report on Quarterly and Nine months ended Financial Results of Bengal Tea & Fabrics Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To,
The Board of Directors,
The Bengal Tea & Fabrics Limited

We have reviewed the accompanying statement of Unaudited Financial Results of Bengal Tea & Fabrics Limited ("the Company") for the quarter and nine months ended December 31, 2018 ("the Statement") attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI's Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

This Statement, which is the responsibility of the Company's management and approved by the Board of Directors in their meeting held on February 09, 2019, 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 issue a report on the Statement based on our review.

We conducted our review of the Statement in accordance with the Standard on Review Engagement (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 Financial Statement is free of material misstatement.

A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

We did not review total revenues of Rs. 1,348 Lacs and Rs. 4,802 Lacs, for the quarter and nine months ended December 31, 2018, respectively and total asset of Rs. 6,436 Lacs as on that date, included in the accompanying unaudited financial results in respect of the company's Fabric (Aswara) division and Company's Real Estate division. Further, we did not review total asset of Rs.283 lacs which is related to the Company's discontinued operation (Spinning Division). Financial statements of such division have been reviewed by the branch auditor and report has been furnished to us. Our conclusion on the unaudited financial results, in so far as it related to the affairs of such division is based solely on the report of branch auditor. Our conclusion is not modified in respect of this matter.

Based on our review conducted as stated above, we report that nothing has come to our attention that causes us to believe that the accompanying statement, prepared in accordance with the applicable Indian Accounting Standards as prescribed under section 133 of the Companies Act, 2013, read with relevant rules issued there under 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 read with SEBI's Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material mis-statement.



For Singhi & Co.
Chartered Accountants
Firm's Registration No. 302049E


(ADITYA SINGHI)
Partner
Membership No. 305161

Place: Kolkata
Date: February 09, 2019

Statement of Standalone Unaudited Financial Results for the Quarter & Nine months ended 31st December, 2018

(₹ in lakhs)							
	Particulars	Quarter ended			Nine Months ended		Year ended
		31 st December 2018 Unaudited	30 th September 2018 Unaudited	31 st December 2017 Unaudited	31 st December 2018 Unaudited	31 st December 2017 Unaudited	31 st March, 2018 Audited
	Revenue :						
I	Revenue from Operation	2,654	3,200	3,233	8,754	9,941	12,149
II	Other Income	8	30	(13)	96	70	150
III	Total Revenue (I+II)	2,662	3,230	3,220	8,850	10,011	12,299
IV	Expenses :						
	a. Cost of Materials consumed	1,083	1,390	1,127	3,715	3,854	4,769
	b. Purchase of Stock-in- Trade	11	-	13	19	38	45
	c. Changes in inventories of finished goods, work-in-progress and Stock-in-trade	151	(336)	144	(357)	(253)	(22)
	d. Excise Duty on Sales						
	e. Employee benefits expense	584	653	595	1,911	1,823	2,377
	f. Finance Cost	54	57	68	180	205	280
	g. Depreciation and amortisation expense	119	119	138	356	450	589
	h. Power & Fuel	327	407	352	1,101	1,296	1,603
	i. Other expenses	436	611	493	1,586	1,664	2,225
	Total Expenses	2,765	2,901	2,930	8,511	9,077	11,866
V	Profit/ (Loss) before Tax (III-IV)	(103)	329	290	339	934	433
VI	Exceptional Items	-	-	-	-	-	-
VII	Profit/ (Loss) before tax (V-VI)	(103)	329	290	339	934	433
VIII	Tax Expense						
	1. Current Tax	-	(13)	52	18	95	8
	2. Deferred Tax	(46)	92	43	48	116	(160)
	3. (Excess) / Short provision for taxes of earlier years	(1)	-	(5)	(1)	(5)	(5)
IX	Profit / (Loss) for the period from Continuing Operations (VII-VIII)	(56)	250	200	274	728	590
X	Profit / (Loss) from Discontinued Operation	-	8	(4)	64	(945)	(1,164)
XI	Tax Expense of Discontinued Operation	1	(2)	(15)	14	(175)	(72)
XII	Profit / (Loss) from Discontinued Operation (after Tax) (X-XI)	(1)	10	11	50	(770)	(1,092)
XIII	Profit/ (Loss) for the Period (IX+XII)	(57)	260	211	324	(42)	(502)
XIV	Other Comprehensive Income						
	A (I) Items that will not be re-classified to profit or loss						
	i. Remeasurement of defined benefit plans	-	-	(13)	-	(37)	41
	(II) Income tax relating to items that will not be reclassified to profit or loss	-	-	3	-	7	-
XV	Total Comprehensive Income (comprising profit / (loss) and Other Comprehensive Income) for the period (XIII+XIV)	(57)	260	201	324	(72)	(461)
	Paid-up Equity Share Capital (Face value per share ₹ 10/-)	901	901	901	901	901	901
	Other Equity excluding Revaluation Reserves (as per balance sheet of previous accounting year)						8,785
XVI	Earning per Share (not annualised for the quarter)						
	Basic & Diluted (Continuing Operations) (in ₹)	(0.62)	2.77	2.22	3.04	8.08	6.55
	Basic & Diluted (Discontinued Operation) (in ₹)	(0.01)	0.11	0.12	0.56	(8.55)	(12.12)
	Basic & Diluted (Continuing & Discontinued Operations) (in ₹)	(0.63)	2.88	2.34	3.60	(0.47)	(5.57)



BENGAL TEA & FABRICS LIMITED

CIN : L51909WB1983PLC036542

Regd. Office : Century Towers, 4th Floor, 45, Shakespeare Sarani, Kolkata - 700017

Compliance Officer's Email ID : investor@bengaltea.com

Telefax – 91 -33 2283 6416/17 Website: www.bengaltea.com

Segment wise Revenue, Results, Assets and Liabilities as on 31st December, 2018

(₹ in lakhs)

	Particulars	Quarter ended			Nine Months ended		Year Ended
		31 st December, 2018 Unaudited	30 th September, 2018 Unaudited	31 st December, 2017 Unaudited	31 st December, 2018 Unaudited	31 st December, 2017 Unaudited	31 st March, 2018 Audited
1	Segment Revenue						
	(a) Fabric Division	1,348	1,620	1,636	4,802	5,632	7,455
	(b) Tea Division	1,306	1,580	1,597	3,952	4,309	4,694
	(c) Real Estate Division	-	-	-	-	-	-
	Revenue from Operations	2,654	3,200	3,233	8,754	9,941	12,149
2	Segment Results						
	(a) Fabric Division	(172)	(101)	(57)	(258)	(153)	(172)
	(b) Tea Division	148	517	421	864	1,342	969
	(c) Real Estate Division	-	-	-	-	-	-
	Total	(24)	416	364	606	1,189	797
	Less: (i) Finance Cost	54	57	68	180	205	280
	Less: (i) Other Un-allocable Expenditure	42	42	37	126	109	156
	(ii) Un-allocable (Income)/Loss	(17)	(12)	(31)	(39)	(59)	(72)
	Total Profit/(Loss) Before Tax	(103)	329	290	339	934	433
3	Segment Assets						
	(a) Fabric Division	4,371	4,275	4,762	4,371	4,762	4,385
	(b) Tea Division	5,501	5,965	5,461	5,501	5,461	5,146
	(c) Real Estate Division	2,026	2,026	1,980	2,026	1,980	2,027
	(d) Unallocated	1,435	1,282	1,304	1,435	1,304	1,420
	Total Segment Assets	13,333	13,548	13,507	13,333	13,507	12,978
4	Segment Liabilities						
	(a) Fabric Division	2,477	2,412	1,950	2,477	1,950	2,859
	(b) Tea Division	1,061	1,271	993	1,061	993	1,017
	(c) Real Estate Division	42	42	62	42	62	81
	(d) Unallocated	28	38	17	28	17	18
	Total Segment Liabilities	3,608	3,763	3,022	3,608	3,022	3,975
5	Capital Employed						
	(Segment Assets - Segment Liabilities)						
	(a) Fabric Division	1,894	1,863	2,812	1,894	2,812	1,526
	(b) Tea Division	4,440	4,694	4,468	4,440	4,468	4,129
	(c) Real Estate Division	1,984	1,984	1,918	1,984	1,918	1,946
	(d) Unallocated	1,407	1,244	1,287	1,407	1,287	1,402
	Total Capital Employed	9,725	9,785	10,485	9,725	10,485	9,003
Note : the segment information stated above does not include the following information relating to discontinued operation as stated in note 2 & 3 of the published results.							
6	Information related to Discontinued Operation						
	(a) Segment Revenue	-	-	47	-	2,344	2,344
	(b) Segment Results	-	8	(4)	64	(945)	(1,164)
	(c) Segment Assets	283	283	1,614	283	1,614	697
	(d) Segment Liabilities	-	-	2,012	-	2,012	14



Notes:

(1) The above results have been reviewed by the Audit Committee and thereafter taken on record by the Board of Directors at their meeting held on 9th February, 2019. Figures of the quarter and nine months ended 31st December, 2018 were subject to limited review by the Statutory Auditors.

(2) The Company has closed the spinning section (Yarn Segment) at the Textile Unit of the Company situated at Asarwa Mills, Ahmedabad w.e.f 15th September 2017 after obtaining requisite approvals from the shareholders. Accordingly, the financial results of the Yarn Division has been shown as "Discontinued Operation" in terms of IND AS 105 in the results as published.

(3) Profit/(Loss) from Discontinued Operations includes :

(a) Profit from sale of machineries of ₹ Nil lakhs during the quarter ended December 31, 2018 and ₹ 59 lakhs during nine months ended December 31, 2018; (Quarter ended Sep 30, 2018 : ₹ 3 lakhs, Dec 31, 2017 : ₹ 51 lakhs, period ended Dec 31, 2017: ₹ 155 lakhs, Year ended March 31, 2018 ₹ 183 lakhs)

(b) Retrenchment Compensations of ₹ Nil lakhs during the quarter and nine months ended 31st December 2018; (Quarter ended Sep 30, 2018 : ₹ Nil lakh, quarter ended Dec 31, 2017 : ₹ Nil lakh, period ended Dec 31, 2017 : ₹ 685 lakhs, Year ended March 31, 2018 ₹ 689 lakhs) paid to the employees laid off due to closure of the Yarn Division of Textile Unit of the Company, as per relevant labour laws & regulations.

(c) Impairment in value of Plant & Machinery of ₹ 193 lakhs during the year ending 31st March, 2018;

(d) Interest income on VAT refund of ₹ Nil during the quarter ended Dec 31, 2018 and ₹. 5 lakhs during the period ended December 31, 2018 (Quarter ended Sep 30, 2018 : ₹. 5 lakhs, Quarter ended Dec 31, 2017: ₹ 17 lakhs and period ended December 31, 2017 : ₹. 17 lakhs, Year ended March 31, 2018 : ₹. 17 lakhs)

(4) Ind AS 115, Revenue from Contracts with Customers, mandatory for reporting period beginning on or after 1st April 2018, replaces existing revenue recognition requirements. Under the modified retrospective approach, there were no significant adjustments required to be made to the retained earnings as at 1st April 2018. Also, the application of Ind AS 115 did not have any significant impact on the results for the period.

(5) During the quarter and nine months ended December 31, 2018 the company has provided for additional liability of ₹ Nil & ₹ 127 lakhs, respectively which comprises of wage liability arising from the interim increase in the wage rate of tea garden labourers by ₹ 30/day, including other associated costs.

(6) The above financial results have been prepared in accordance with Indian Accounting Standards (Ind AS) -34 " Interim Financial Reporting" as prescribed under section 133 of the Companies Act, 2013 read with rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and the Companies (Indian Accounting Standards) Amendment Rules, 2016.

(7) The figures for the quarter ended 31st December, 2018 are the balancing figures between the unaudited published figures for the quarter ended September and those of nine months ended for the respective years.

(8) Previous quarter / period figures have been re-grouped / re-arranged wherever necessary, to confirm to the classification for the quarter and nine months ended 31st December 2018.

For and on behalf of the Board of Directors


Adarsh Kanoria
Managing Director
(DIN- 00027290)

Place: Kolkata
Date: February 9, 2019



BENGAL TEA & FABRICS LIMITED

CIN : L51909WB1983PLC036542

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Extract of Unaudited Financial Results for the Quarter & Nine months ended 31st December, 2018

(₹ in lakhs except per share data and where otherwise stated)

	Particulars	Quarter ended			Nine Months ended		Financial Year ended
		31 st December 2018 Unaudited	30 th September 2018 Unaudited	31 st December 2017 Unaudited	31 st December 2018 Unaudited	31 st December 2017 Unaudited	31 st March 2018 Audited
1	Total Income from operations	2,654	3,200	3,233	8,754	9,941	12,149
2	Net Profit / (Loss) before tax from continuing Operations	(103)	329	290	339	934	433
3	Net Profit / (Loss) before tax from Discontinuing Operations	-	8	(4)	64	(945)	(1,164)
4	Net Profit / (Loss) after tax from Continuing Operations	(56)	250	200	274	728	590
5	Net Profit / (Loss) after tax from Discontinuing Operations	(1)	10	11	50	(770)	(1,092)
6	Total Comprehensive Income for the period [comprising Profit/ (Loss) for the period and other Comprehensive Income]	(57)	260	201	324	(72)	(461)
7	Paid-up Equity Share Capital (Face value per shares ₹ 10/-)	901	901	901	901	901	901
8	Other Equity excluding Revaluation Reserves (as per balance sheet of previous accounting year)	-	-	-	-	-	8785
9	Earnings Per Share (EPS) - (Not Annualized)						
i.	Basic and Diluted EPS -Continuing Operations (of ₹ 10/- each) (in ₹)	(0.62)	2.77	2.22	3.04	8.08	6.55
ii.	Basic and Diluted EPS -Discontinued Operation (of ₹10/- each) (in ₹)	(0.01)	0.11	0.12	0.56	(8.55)	(12.12)
iii.	Basic and Diluted EPS -Continuing and Discontinued Operations (of ₹10/- each) (in ₹)	(0.63)	2.88	2.34	3.60	(0.47)	(5.57)

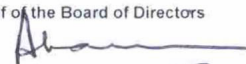
Note:

1) The above results were reviewed by the Audit Committee and thereafter taken on record by the Board of Directors at their meeting held on 9th February, 2019. Figures of the quarter & nine months ended 31st December, 2018 were subject to limited review by the Statutory Auditors.

2) The above is an extract of the detailed format of Unaudited Financial Results filed with the Stock Exchange under Regulation 33 of the SEBI (Listing Obligations & Disclosures Requirements) Regulations, 2015. The full format of the Unaudited Financial Results are available on the Stock Exchange website : (www.bseindia.com) and on the Company's website: (www.bengaltea.com).

3) The Company has adopted Indian Accounting Standards (IND AS) notified by the Ministry of Corporate Affairs from 1st April 2017 and accordingly these financial results along with the Comparatives have been prepared in accordance with the recognition and measurement principles laid down as per IND AS -34 "Interim Financial Reporting" as prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles.

For and on behalf of the Board of Directors



Adarsh Kanoria
Managing Director
(DIN: 00027290)

Place : Kolkata

Date : February 9, 2019

