

Limited review report on unaudited financial results of Bengal Tea & Fabrics Limited for the quarter and half year ended 30th September, 2020 pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015, as amended.

To

Board of Directors of Bengal Tea & Fabrics Limited

- 1) We have reviewed the accompanying Statement of unaudited financial results of M/s **Bengal Tea & Fabrics Limited** ("the Company") for the quarter and half year ended 30th September, 2020 ("the Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations"), including relevant circulars issued by the SEBI from time to time.
- 2) This Statement, which is the responsibility of the Company's management and approved by the Company's Board of Directors in their meeting held on 09th November, 2020, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, ("Ind AS 34") "Interim Financial Reporting", 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 Obligation and Disclosure Requirements) Regulation 2015, as amended, ("Listing Regulation"). Our responsibility is to issue a report on these Financial Results 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 audit to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedure 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) We did not review total revenues of Rs.868 Lakhs and Rs. NIL and total assets Rs. 4229 Lakhs and Rs. 2029 Lakhs for the quarter and half year ended 30th September, 2020 included in the accompanying unaudited financial results in respect of the Company's Textile Division (Asarwa) and Company's Real Estate Division respectively. Further, we did not review total assets of Rs. 90 Lakhs which is related to Company's discontinued operation (Spinning Division) (Refer Financial Results-Note No.3). Financial results of such divisions have been reviewed by the branch auditor and whose report has been furnished to us. Our conclusion on the unaudited financial results, in so far as it relates to the affairs of such divisions is based solely on the report of the branch auditor. Our conclusion is not modified in respect of this matter.



- 5) Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable Indian Accounting Standards (Ind AS) and other recognized accounting practices and policies 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 Singhi & Co.
Chartered Accountants
Firm's Registration No. 302049E


(Aditya Singhi)

Partner

Membership No.: 305161
UDIN: 20305161AAAA BR4096

Place: Kolkata
Dated: 09th November, 2020



Statement of Unaudited Financial Results for the Quarter and half year ended 30th September, 2020

(₹ in lakhs)							
	Particulars	Quarter ended			Half Year ended		Year ended
		30th September, 2020 Unaudited	30th June, 2020 Unaudited	30 th September, 2019 Unaudited	30th September 2020 Unaudited	30 th September 2019 Unaudited	31 st March, 2020 Audited
	Revenue :						
I	Revenue from operation	2,901	797	3,148	3,698	6,302	11,035
II	Other income	25	24	30	49	59	118
III	Total Revenue (I+II)	2,926	821	3,178	3,747	6,361	11,151
IV	Expenses :						
	a. Cost of materials consumed	705	333	1,344	1,038	2,686	4,550
	b. Purchase of stock-in-trade	-	-	13	-	25	25
	c. Changes in inventories of finished goods, Stock-in-trade and Work-in-progress	305	(327)	(678)	(21)	(871)	(427)
	d. Employee benefits expense	717	476	708	1,193	1,407	2,603
	e. Finance cost	45	49	61	94	123	238
	f. Depreciation and amortization expense	94	94	113	188	221	460
	g. Power & fuel	201	135	445	335	861	1,485
	h. Other expenses	345	193	630	538	1,274	2,434
	Total Expenses	2,413	953	2,636	3,366	5,726	11,368
V	Profit/ (Loss) before exceptional items & tax (III-IV)	513	(132)	542	381	635	(217)
VI	Exceptional items	-	-	-	-	-	-
VII	Profit/ (Loss) before tax (V-VI)	513	(132)	542	381	635	(217)
VIII	Tax Expense						
	1. Current Tax	-	-	109	-	128	-
	Less : MAT Credit Entitlement	-	-	(109)	-	(128)	-
	2. Deferred Tax	120	(39)	130	81	159	(76)
IX	Profit / (Loss) for the period from Continuing Operations (VII-VIII)	393	(93)	412	300	476	(141)
X	(Loss) / Profit from Discontinued Operation	-	-	19	-	15	23
XI	Tax Expense of Discontinued Operation						
	(Loss) / Profit from Discontinued Operations (X-XI) (after Tax)	-	-	19	-	14	6
XII	Profit/ (Loss) for the Period (IX+XII)	393	(93)	431	300	490	(135)
XIII	Other Comprehensive Income						
	A (I) Items that will not be re-classified to profit or loss						
	(i) Remeasurement of defined benefit plans	-	-	-	-	-	(52)
	(ii) Income tax thereon	-	-	-	-	-	-
XIV	Total Comprehensive Income for the Period (XIII+XIV)	393	(93)	431	300	490	(187)
	Paid-up Equity Share Capital (Face value per share ₹ 10/-)	901	901	901	901	901	901
	Other Equity (as per balance sheet)						8,500
XV	Earning per Share						
	Basic & Diluted (Continuing Operations) (in ₹)	4.36*	(1.03)*	4.57*	3.33*	5.28*	(1.56)
	Basic & Diluted (Discontinued Operation) (in ₹)	-	-	0.21*	-	0.16*	0.06
	Basic & Diluted (Continuing & Discontinued Operations) (in ₹)	4.36*	(1.03)*	4.78*	3.33*	5.44*	(1.50)
	* (Figure for the periods are not annualized)						



BENGAL TEA & FABRICS LIMITED
CIN NO.: L51909WB1983PLC036542

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Compliance Officer's Email ID : investor@bengaltea.com
Telefax – 91 -33 2283 6416/17 Website: www.bengaltea.com

(₹ in lakhs)

Statement of Assets & Liabilities as at 30th September, 2020

		As at 30 th Sep, 2020	As at 31 st March, 2020
Particulars		Unaudited	Audited
A	ASSETS		
1	Non-current Assets		
	(a) Property, plant and equipment	6,615	6,656
	(b) Capital work-in-progress	108	220
	(c) Other Intangible assets	18	20
	(d) Intangible assets under development	1	1
	(e) Financial assets		
	(I) Other financial assets	38	61
	(f) Deferred tax assets (Net)	623	703
	(g) Other non- current assets	26	37
	Sub-total- Non-current assets	7,429	7,698
2	Current Assets		
	(a) Inventories	3,771	3,878
	(b) Biological assets other than bearer plants	35	-
	(c) Financial assets		
	(I) Investments	218	215
	(II) Trade receivables	852	774
	(III) Cash and cash equivalents	131	144
	(IV) Bank balances other than (iii) above	26	17
	(V) Loans	17	63
	(VI) Other financial assets	127	27
	(d) Current tax assets (Net)	118	108
	(e) Other current assets	560	437
		5,855	5,663
	Assets pertaining to Disposal Group	90	90
	Assets Held for Sale	73	73
	Sub-total Current assets	6,018	5,826
	TOTAL ASSETS	13,447	13,524
B	EQUITY AND LIABILITIES		
1	Equity		
	(a) Equity Share Capital	901	901
	(b) Other Equity	8,800	8,500
		9,701	9,401
2	Liabilities		
	Non-current liabilities		
	(a) Financial Liabilities		
	(I) Borrowings	48	-
	(II) Other financial liabilities	2	2
	(b) Provisions	72	94
	(c) Other non-current liabilities	21	22
	Sub-total-Non-current liabilities	143	118
	Current Liabilities		
	(a) Financial Liabilities		
	(I) Borrowings	1,738	2,113
	(II) Trade payables		
	(i) Total Outstanding dues of micro enterprises & small enterprises ; and	5	22
	(ii) Total Outstanding dues of creditors other than micro enterprises & small enterprises	1,261	1,375
	(III) Other financial liabilities	207	123
	(b) Other current liabilities	348	266
	(c) Provisions	42	104
		3,601	4,003
	Liabilities pertaining to Disposal Group	2	2
	Sub-total- Current Liabilities	3,603	4,005
	TOTAL EQUITY AND LIABILITIES	13,447	13,524



Statement of Cash Flows for the period ended 30th September 2020

(' in lakhs)

	Half year ended (Unaudited) 30 th September, 2020			Half year ended (Unaudited) 30 th September, 2019			For the year ended (Audited) 31 st March, 2020		
	Continuing Operations	Discontd. Operations	Total	Continuing Operations	Discontd. Operations	Total	Continuing Operations	Discontd. Operations	Total
A CASH FLOW FROM OPERATING ACTIVITIES									
Net Profit / (Loss) before tax and after exceptional items	381	-	381	635	15	650	(217)	23	(194)
Finance cost	94	-	94	123	-	123	238	-	238
Depreciation (including amortization & impairment)	188	-	188	221	-	221	460	(4)	456
Interest received	(4)	-	(4)	(2)	(25)	(27)	(5)	(25)	(30)
Rent received	-	-	-	-	-	-	(1)	-	(1)
Deferred Income Written Off	(2)	-	(2)	-	-	-	(4)	-	(4)
Loss /(Profit) on Property, Plant and Equipment sold/discarded (Net)	(1)	-	(1)	-	4	4	(13)	1	(12)
Net (Gain) on sale of investments	(2)	-	(2)	(1)	-	(1)	(15)	-	(15)
Mark to Market (gain) on financial instruments under FVTPL	(1)	-	(1)	(8)	-	(8)	(5)	-	(5)
Sundry Balances Written Back /Written Off (Net)	-	-	-	-	-	-	(6)	-	(6)
Operating Profit/ (Loss) before Working Capital Changes	653	-	653	968	(6)	962	432	(5)	427
ADJUSTMENT FOR :									
(Increase)/Decrease in trade receivables	(78)	-	(78)	(73)	-	(73)	143	-	143
(Increase)/Decrease in Non-current & current financial assets	(40)	-	(40)	(7)	-	(7)	(9)	-	(9)
(Increase) /Decrease in Non-current & current assets	(158)	-	(158)	(130)	209	79	(211)	187	(24)
(Increase) /Decrease in Inventories	107	-	107	(823)	-	(823)	(383)	-	(383)
Increase /(Decrease) in Trade Payables	(131)	-	(131)	287	-	287	400	-	400
Increase /(Decrease) in Non-current & current financial liabilities	85	-	85	41	-	41	(115)	-	(115)
Increase /(Decrease) in Non-current & current provisions	(84)	-	(84)	(55)	-	(55)	39	-	39
(Decrease) in Non-current & current liabilities	83	-	83	(37)	(4)	(41)	4	(2)	2
Cash Generated from Operations	437	-	437	171	199	370	300	180	480
Income Tax (Paid)/ received (Net)	(10)	-	(10)	(7)	-	(7)	(27)	-	(27)
Net Cash Flow from Operating Activities	427	-	427	164	199	363	273	180	453
B CASH FLOW FROM INVESTING ACTIVITIES									
Purchase of Property, Plant and Equipment	(23)	-	(23)	(350)	-	(350)	(562)	-	(562)
Sale of Property, Plant and Equipment	-	-	-	-	6	6	27	16	43
Purchase of Investments	(200)	-	(200)	-	-	-	(251)	-	(251)
Sale of Investments	200	-	200	550	-	550	851	-	851
Interest Received	4	-	4	4	25	29	6	25	31
Rent Received	-	-	-	-	-	-	1	-	1
Net Cash flow from Investing Activities	(19)	-	(19)	204	31	235	72	41	113
C CASH FLOW FROM FINANCING ACTIVITIES									
Increase / (Decrease) in Short Term Borrowings from Banks	(375)	-	(375)	59	-	59	250	-	250
Decrease in Long Term Borrowings	48	-	48	(150)	-	(150)	(484)	-	(484)
Finance Cost	(94)	-	(94)	(123)	-	(123)	(230)	-	(230)
Net Cash flow from Financing Activities	(421)	-	(421)	(214)	-	(214)	(464)	-	(464)
Net Increase / (Decrease) in Cash and Cash Equivalents	(13)	-	(13)	154	230	384	(119)	221	102
Cash and Cash Equivalents at the beginning of the year	144	-	144	42	-	42	42	-	42
Cash and Cash Equivalents at the end of the year	131	-	131	426	-	426	144	-	144



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Segment wise Revenue, Results, Assets and Liabilities as at 30th September, 2020

(₹ in lakhs)

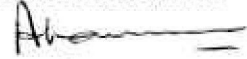
	Particulars	Quarter ended			Half Year ended		Year Ended
		30 th September, 2020 Unaudited	30 th June, 2020 Unaudited	30 th September, 2019 Unaudited	30 th September, 2020 Unaudited	30 th September, 2019 Unaudited	31 st March, 2020 Audited
1	Segment Revenue						
	(a) Textile Division	698	170	1,330	868	3,386	6,262
	(b) Tea Division	2,203	627	1,818	2,830	2,916	4,773
	(c) Real Estate Division	-	-	-	-	-	-
	Less: Inter Segment Revenue						
	Revenue from Operations	2,901	797	3,148	3,698	6,302	11,035
2	Segment Results						
	(a) Textile Division	(370)	(189)	(85)	(559)	(135)	(444)
	(b) Tea Division	962	136	726	1,098	970	606
	(c) Real Estate Division	-	-	-	-	-	-
	Total	592	(53)	641	539	835	162
	Less: (i) Finance Cost	45	49	61	94	123	238
	Less: (i) Other Un-allocable Expenditure	35	33	43	68	87	163
	(ii) Un-allocable (income)/Loss	(1)	(3)	(5)	(4)	(10)	(22)
	Total Profit/(Loss) Before Tax	513	(132)	542	381	635	(217)
3	Segment Assets						
	(a) Textile Division	4,229	4,710	4,858	4,229	4,858	4,919
	(b) Tea Division	6,102	5,726	6,363	6,102	6,363	5,410
	(c) Real Estate Division	2,029	2,029	2,029	2,029	2,029	2,029
	(d) Unallocated	997	1,068	911	997	911	1,076
	Total Segment Assets	13,357	13,533	14,161	13,357	14,161	13,434
4	Segment Liabilities						
	(a) Textile Division	2,439	2,623	2,670	2,439	2,670	2,638
	(b) Tea Division	1,264	1,649	1,404	1,264	1,404	1,443
	(c) Real Estate Division	28	27	42	28	42	27
	(d) Unallocated	13	13	53	13	53	13
	Total Segment Liabilities	3,744	4,312	4,169	3,744	4,169	4,121
5	Capital Employed (Segment Assets - Segment Liabilities)						
	(a) Textile Division	1,790	2,087	2,188	1,790	2,188	2,281
	(b) Tea Division	4,838	4,077	4,959	4,838	4,959	3,967
	(c) Real Estate Division	2,001	2,002	1,987	2,001	1,987	2,002
	(d) Unallocated	984	1,055	858	984	858	1,063
	Total Capital Employed	9,613	9,221	9,992	9,613	9,992	9,313
Note : the segment information stated above does not include the following information relating to discontinued operation as stated in note 2(a) & 3 of the published results.							
6	Information related to Discontinued Operation						
	(a) Segment Revenue	-	-	-	-	-	-
	(b) Segment Results (Pre-tax)	-	-	19	-	15	23
	(c) Segment Assets	90	90	86	90	86	90
	(d) Segment Liabilities	2	2	-	2	-	2
	(e) Capital Employed	88	88	86	88	85	88
The Company has reported segment information as per Indian Accounting Standard 108 "Operating Segment" (IND AS 108). The identification of operating segment is consistent with performance assessment and resource allocation by the Chief Operating Decision Maker.							



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 November, 2020. The Statutory Auditors have reviewed the result as required under Regulation 33 of SEBI (Listing Obligations and Disclosure requirements) Regulations, 2015.
- (2) (a) The Company had 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 during the quarter and half year ended September 2020, ₹ Nil for the quarter ended June 2020 and ₹ Nil for quarter ended September 2019, Loss of ₹ 4 Lakhs during half year ended September 2019 and Profit of ₹ 4 lakh during financial year ended March 31, 2020, respectively.
- (b) Interest income on VAT refund (net of expenses) of ₹ Nil for the quarter and half year ended September 2020, ₹ Nil during quarter ended June 2020, ₹ 19 lakhs during quarter and half year ended September 2019 and ₹ 19 lakhs during for the year ended March 31, 2020, respectively.
- (4) The Covid-19 pandemic and subsequent lockdowns has severely disrupted the economic activities with high uncertainty and intermittent lockdowns during the quarter ending June 30,2020. In line with the government directive the Company had temporarily shut down offices and factories leading to near halt of the business activities during the said quarter impacting sales volume and profits for the quarter and half year ended September 30, 2020. Consequently the results of this quarter and half year ended are not comparable to previous corresponding period results.
- The Government of India has announced an unlock for the revival of the economy but business recovery continues to be unpredictable. Therefore, restoration of normal business activities is dependent on the future state of the pandemic on the people and economy and government directives. The management believes that it has taken into account all the possible impacts of known events arising from COVID-19 pandemic and the resultant lockdowns in the preparation of the financial results including but not limited to its assessment of Company's Liquidity and going concern, recoverable values of its property, plant & equipment, Intangible assets, inventories and the net realizable values of other assets.
- (5) The figures for the quarter ended 30th September, 2020 are the balancing figures in respect to period ended 30th September 2020 and unaudited published figures upto the 30th June of the current financial year. Also the figures for the half year ended had been reviewed.
- (6) Previous quarter / period figures have been re-grouped / re-arranged wherever necessary, to confirm to the classification for the quarter and half year ended September 30, 2020.

For and on behalf of the Board of Directors



Adarsh Kanoria
Managing Director
(DIN No. 00027290)

Place: Kolkata
Date: November 9, 2020

