

**Limited Review Report on Quarterly and year to date Unaudited 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,  
Bengal Tea & Fabrics Limited**

We have reviewed the Standalone Unaudited Financial Results of **M/s. Bengal Tea & Fabrics Limited** ("the Company") for the period ended 31<sup>st</sup> December, 2017 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 Circular No. CIR/CFD/FAC/62/2016 dated 5<sup>th</sup> July, 2016.

This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors in their meeting held on 10<sup>th</sup> February, 2018. 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 (ICAI). This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial results are 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 revenue of Rs. 5,632 lacs and Rs. Nil and loss before tax of Rs. 323 lacs and Rs. Nil of Fabric Division & Real Estate Division for the period ended 31<sup>st</sup> December, 2017 respectively (includes Revenue amounting to Rs. 2,344 lacs and loss before tax of Rs. 945 lacs for the discontinued operations as disclosed in the Financial Results – Refer note 5) whose financial information have been reviewed by the other 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 these divisions is based solely on the report of the other auditor. Our conclusion is not modified in respect of this matter.

Based on our review conducted as stated above, 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 specified under Section 133 of the Companies Act, 2013, read with relevant rules issued there under 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, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5<sup>th</sup> July, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

The comparative financial information of the Company for the three months and nine months period ended December 31, 2016 included in this statement are based on the previously issued financial results prepared in accordance with the recognition and measurement principles of AS 25 "Interim Financial Reporting", as specified under section 133 of the Companies Act, 2013 read with relevant Rules issued thereunder and other accounting principles generally accepted in India and have been reviewed by the predecessor auditor. The report of the predecessor auditor on comparative financial information for the three months and nine months period ended December 31, 2016 dated February 4, 2017 expressed an unmodified conclusion, as adjusted for the differences in the accounting principles adopted by the Company on transition to the Ind AS, which have been reviewed by us.

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

(Anurag Singhi)  
Partner

Membership No. 066274



Place: Kolkata

Dated: 10<sup>th</sup> day of February, 2018

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

Statement of Unaudited Financial Results for the Quarter and Nine Months ended 31<sup>st</sup> December, 2017

(₹. in lakhs)

	Particulars	Quarter ended			Nine Months ended	
		31 <sup>st</sup> December 2017 Unaudited	30 <sup>th</sup> September 2017 Unaudited	31 <sup>st</sup> December 2016 Unaudited	31 <sup>st</sup> December 2017 Unaudited	31 <sup>st</sup> December 2016 Unaudited
	<b>Revenue :</b>					
I	Revenue from Operation	3,233	3,461	3,278	9,941	9,738
II	Other Income	(13)	40	29	70	132
III	<b>Total Revenue (I+II)</b>	<b>3,220</b>	<b>3,501</b>	<b>3,307</b>	<b>10,011</b>	<b>9,870</b>
	<b>Expenses :</b>					
	a. Cost of Materials consumed	1,127	1,430	1,127	3,854	3,975
	b. Purchase of Stock-in- Trade	13	13	14	38	40
	c. Changes in inventories of finished goods, work-in-progress and Stock-in-trade	144	(179)	341	(253)	(640)
	d. Employee benefits expense	595	616	617	1,823	1,848
	e. Finance Cost	68	67	47	205	179
	f. Depreciation and amortisation expense	138	146	118	450	458
	g. Power & Fuel	352	458	316	1,296	1,036
	h. Other expenses	493	652	550	1,664	1,895
	<b>Total Expenses</b>	<b>2,930</b>	<b>3,203</b>	<b>3,130</b>	<b>9,077</b>	<b>8,791</b>
V	<b>Profit/ (Loss) before exceptional items and Taxation (III-IV)</b>	<b>290</b>	<b>298</b>	<b>177</b>	<b>934</b>	<b>1,079</b>
VI	Exceptional Items	-	-	-	-	-
VII	<b>Profit/ (Loss) before tax (V-VI)</b>	<b>290</b>	<b>298</b>	<b>177</b>	<b>934</b>	<b>1,079</b>
VIII	<b>Tax Expense</b>					
	1. Current Tax	47	45	(3)	90	75
	2. Deferred Tax	43	33	(125)	116	(135)
IX	<b>Profit / (Loss) for the period from Continuing Operations (VII-VIII)</b>	<b>200</b>	<b>220</b>	<b>305</b>	<b>728</b>	<b>1,139</b>
X	Profit / (Loss) from Discontinued Operation	(4)	(297)	(341)	(945)	(1,168)
XI	Tax Expense of Discontinued Operation	(15)	(87)	31	(175)	11
XII	Profit / (Loss) from Discontinued Operation (after Tax) (X-XI)	11	(210)	(372)	(770)	(1,179)
XIII	<b>Profit/ (Loss) for the Period (IX+XII)</b>	<b>211</b>	<b>10</b>	<b>(67)</b>	<b>(42)</b>	<b>(40)</b>
XIV	<b>Other Comprehensive Income</b>					
	A (I) Items that will not be re-classified to profit or loss					
	i. Remeasurment of defined benefit plans	(13)	(12)	(3)	(37)	(8)
	(II) Income tax relating to items that will not be reclassified to profit or loss	3	2	-	7	1
XV	<b>Total Comprehensive Income (comprising profit / (loss) and Other Comprehensive Income ) for the period (XIII+XIV)</b>	<b>201</b>	<b>-</b>	<b>(70)</b>	<b>(72)</b>	<b>(47)</b>
	Paid-up Equity Share Capital (Face value per share ₹ 10/- )	901	901	901	901	901
	<b>Earning per Share (not annualised)</b>					
	Basic & Diluted (Continuing Operations) (in ₹)	2.22	2.44	3.39	8.08	12.64
	Basic & Diluted (Discontinued Operation) (In ₹)	0.12	(2.33)	(4.13)	(8.55)	(13.09)
	Basic & Diluted (Continuing & Discontinued Operations) (in ₹)	2.34	0.11	(0.74)	(0.47)	(0.44)



**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

Segment wise Revenue, Results, Assets and Liabilities as on 31<sup>st</sup> December, 2017

(₹ in lakhs)

Particulars	Quarter ended			Nine Months ended	
	31 <sup>st</sup> December, 2017 Unaudited	30 <sup>th</sup> September, 2017 Unaudited	31 <sup>st</sup> December, 2016 Unaudited	31 <sup>st</sup> December, 2017 Unaudited	31 <sup>st</sup> December, 2016 Unaudited
<b>1 Segment Revenue</b>					
(a) Fabric Division	1,636	1,778	1,636	5,632	6,063
(b) Tea Division	1,597	1,683	1,642	4,309	3,675
(c) Real Estate Division	-	-	-	-	-
<b>Revenue from Operations</b>	<b>3,233</b>	<b>3,461</b>	<b>3,278</b>	<b>9,941</b>	<b>9,738</b>
<b>2 Segment Results</b>					
(a) Fabric Division	(117)	(322)	(106)	(323)	144
(b) Tea Division	413	650	301	1,307	972
(c) Real Estate Division	-	-	-	-	-
<b>Total</b>	<b>296</b>	<b>328</b>	<b>195</b>	<b>984</b>	<b>1,116</b>
Less: (i) Other Un-allocable Expenditure	37	39	45	109	94
(ii) Un-allocable (income)/Loss	(31)	(9)	(27)	(59)	(57)
<b>Total Profit /(Loss) Before Tax</b>	<b>290</b>	<b>298</b>	<b>177</b>	<b>934</b>	<b>1,079</b>
<b>3 Segment Assets</b>					
(a) Fabric Division	4,762	4,838	5,146	4,762	5,146
(b) Tea Division	5,461	5,683	5,379	5,461	5,379
(c) Real Estate Division	1,980	1,970	1,905	1,980	1,905
(d) Unallocated	1,304	959	1,215	1,304	1,215
<b>Total Segment Assets</b>	<b>13,507</b>	<b>13,450</b>	<b>13,645</b>	<b>13,507</b>	<b>13,645</b>
<b>4 Segment Liabilities</b>					
(a) Fabric Division	1,950	2,237	3,050	1,950	3,050
(b) Tea Division	993	1,062	1,041	993	1,041
(c) Real Estate Division	62	62	-	62	-
(d) Unallocated	17	17	20	17	20
<b>Total Segment Liabilities</b>	<b>3,022</b>	<b>3,378</b>	<b>4,111</b>	<b>3,022</b>	<b>4,111</b>
Note : the segment information stated above does not include the following information relating to discontinued operation as stated in note 5 of the financial results.					
<b>5 Information related to Discontinued Operation</b>					
(a) Segment Revenue	47	859	2,117	2,344	6,312
(b) Segment Results	(4)	(297)	(341)	(945)	(1,168)
(c) Segment Assets	1,614	2,309	4,172	1,614	4,172
(d) Segment Liabilities	2,012	2,503	3,049	2,012	3,049



**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 10<sup>th</sup> February, 2018. The Limited Review for the quarter and nine months ended 31<sup>st</sup> December, 2017 has been carried out by the Statutory Auditors, as required under Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

(2) Tea Industry being seasonal in nature, results of the company for the quarter and nine months ended 31<sup>st</sup> December, 2017 (which includes results of the Tea Division) cannot be taken as indicative of results for the full year.

(3) The Company has adopted Indian Accounting Standards (IND AS) notified by the Ministry of Corporate Affairs from 1<sup>st</sup> 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.

(4) The Company has closed the spinning section (Yarn Segment) at the Textile Unit of the Company situated at Asarwa Mills, Ahmedabad w.e.f 15<sup>th</sup> 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 " Non-current Assets Held for Sale and Discontinued Operations" in the results as published.

(5) Loss from discontinued Operations includes Retrenchment Compensations of ₹ Nil lakhs during the quarter ended 31<sup>st</sup> December, 2017 (December 31,2016: ₹ 23 lakhs) & ₹ 685 lakhs during nine months ended December 2017 (December 2016 : ₹ 68 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.

(6) Reconciliation of Net Profit/ (Loss) related to previous period on account of transition from the previous Indian GAAP to IND AS for the quarter and half year ended 31<sup>st</sup> December, 2016 is as under :

PARTICULARS	Qtr ended 31 <sup>st</sup> December, 2016	Nine months ended 31 <sup>st</sup> December, 2016
Net Profit/ (Loss) after tax as reported under previous GAAP	(155)	60
<b>Adjustment on account of :</b>		
Impact of measuring inventory of Made Tea	140	(93)
Impact of recognizing Biological Assets at fair value	(8)	(18)
Impact of remeasurment of Defined Benefit Obligation recognized in other Comprehensive Income (Net of tax)	3	7
Impact of recognising current investments at Fair Value (FVTPL)	11	31
Other (Net)	(2)	(6)
Tax adjustment on above	(56)	(21)
<b>Net Profit / (Loss) after Tax as reported under IND AS</b>	<b>(67)</b>	<b>(40)</b>
Other Comprehensive Income (Net of Tax)	(3)	(7)
<b>Total Comprehensive Income as reported under IND AS</b>	<b>(70)</b>	<b>(47)</b>

(7) Previous quarter / period figures have been re-grouped / re-arranged wherever necessary, to confirm to the classification for the quarter and nine months ended 31<sup>st</sup> December 2017.

For and on behalf of the Board of Directors

  
Adarsh Kanoria  
Managing Director  
(DIN: 00027290)

Place : Kolkata  
Date: 10<sup>th</sup> February, 2018



**BENGAL TEA & FABRICS LIMITED**

CIN NO.: 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

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

**Extract of Unaudited Financial Results for the Quarter and Nine Months ended 31<sup>st</sup> December, 2017**

		Quarter ended			Nine Months ended	
		31 <sup>st</sup> December 2017 Unaudited	30 <sup>th</sup> September 2017 Unaudited	31 <sup>st</sup> December 2016 Unaudited	31 <sup>st</sup> December 2017 Unaudited	31 <sup>st</sup> December 2016 Unaudited
1	Total Income from operations	3,233	3,461	3,278	9,941	9,738
2	Net Profit / (Loss) before tax from continuing Operations	290	298	177	934	1,079
3	Net Profit / (Loss) before tax from Discontinuing Operations	(4)	(297)	(341)	(945)	(1,168)
4	Net Profit / (Loss) after tax from Continuing Operations	200	220	305	728	1,139
5	Net Profit / (Loss) after tax from Discontinuing Operations	11	(210)	(372)	(770)	(1,179)
6	Total Comprehensive Income for the period [comprising Profit/ (Loss) for the period and other Comprehensive Income]	201	-	(70)	(72)	(47)
7	Paid-up Equity Share Capital (Face value per shares ₹ 10/-)	901	901	901	901	901
8	<b>Earnings Per Share (EPS) - (Not Annualized)</b>					
i.	Basic and Diluted EPS -Continuing and Discontinued Operations (of ₹10/- each) (in ₹ )	2.34	0.11	(0.74)	(0.47)	(0.44)

**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 10<sup>th</sup> February, 2018.

2) The above is an extract of the detailed format of Quarterly/ Nine months Unaudited Financial Results filed with the Stock Exchange under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The full format of Quarterly/ Nine months 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 : 10th February, 2018

