

**INDEPENDENT AUDITORS' REVIEW REPORT ON THE UNAUDITED FINANCIAL RESULTS FOR THE
QUARTER AND SIX MONTHS ENDED 30TH SEPTEMBER, 2019**

Review Report to
The Board of Directors
Durrung Tea Estate Limited
[Formerly SPBP Tea (India) Ltd]
Paramount Apartment, Flat 2C
25 Ballygunge Circular Road
Kolkata-700019

1. We have reviewed the accompanying Statement of Unaudited Financial Results of **Durrung Tea Estate Limited [Formerly SPBP Tea (India) Ltd]** ("the Company") for the quarter and six months ended 30th September, 2019, ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Regulation") read with SEBI Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 ("the Circular").
2. This Statement, which is the responsibility of the Company's management and approved by Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34") prescribed under section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. 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. This Standard requires that we plan and perform the review 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 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. We draw attention to the following matter:

The liability on account of terminal benefit (Gratuity) has not been ascertained and provided for in this quarterly Statement of Unaudited Financial Results.



P LUNAWAT & ASSOCIATES

Chartered Accountants

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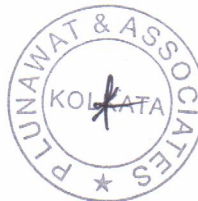
5. Based on our Review conducted as above and subject to the observation in Paragraph 4, nothing has come to our attention that causes us to believe that the accompanying Statement of Unaudited Financial Results prepared in accordance with applicable Indian Accounting Standards (Ind AS) and other recognised 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.

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

For P LUNAWAT & ASSOCIATES

Chartered Accountants

Firm Registration No. 328946E



P LUNAWAT

(PANKAJ LUNAWAT)

Proprietor

Membership No.: 067104

VDIN

219067104AAAABI2984

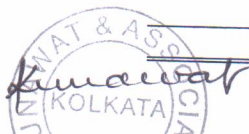
Place: Kolkata

Date: 14th November, 2019

DURRUNG TEA ESTATE LIMITED
[FORMERLY SPBP TEA (INDIA) LIMITED]

PART 2: STATEMENT OF ASSETS AND LIABILITIES

| | As at 30th September, 2019 | (Rs. In Lakhs) As at 31st March, 2019 |
|--|-------------------------------|---|
| ASSETS | | |
| Non-Current Assets | | |
| (a) Property, Plant and Equipment | 882.23 | 892.48 |
| (b) Goodwill | 22.53 | 22.53 |
| (c) Other Intangible Assets | 1.61 | 1.89 |
| (d) Financial Assets | | |
| (i) Investments | 4.53 | 9.32 |
| (iii) Other Financial Assets | 23.89 | 23.89 |
| (e) Deferred Tax Asset (Net) | 11.70 | 10.57 |
| (f) Other Non-Current Assets | 3.28 | 3.28 |
| Total Non - Current Assets | 949.77 | 963.96 |
| Current Assets | | |
| (a) Inventories | 377.09 | 206.26 |
| (b) Biological Assets other than Bearer Plants | 10.06 | 3.33 |
| (b) Financial Assets | | |
| (i) Trade Receivables | 61.28 | 8.79 |
| (ii) Cash and Cash Equivalents | 21.30 | 0.61 |
| (iii) Loans | 602.19 | 536.44 |
| (iv) Other Financial Assets | 5.85 | 20.40 |
| (c) Other Current Assets [Refer Note 9] | 97.44 | 97.81 |
| Total Current Assets | 1,175.21 | 873.64 |
| Total Assets | 2,124.98 | 1,837.60 |
| EQUITY AND LIABILITIES | | |
| Equity | | |
| (a) Equity Share Capital | 93.72 | 93.72 |
| (b) Other Equity | 286.97 | 151.63 |
| Total Equity | 380.69 | 245.35 |
| Liabilities | | |
| Non-Current Liabilities | | |
| Financial Liabilities | | |
| Borrowings | 21.94 | 28.47 |
| Total Non- Current Liabilities | 21.94 | 28.47 |
| Current Liabilities | | |
| (a) Financial Liabilities | | |
| (i) Borrowings | 1,409.53 | 1,238.31 |
| (ii) Trade Payables | | |
| Total outstanding dues of Micro and Small Enterprises | - | - |
| Total outstanding dues of creditors other than Micro and Small Enterprises | 139.89 | 147.40 |
| (iii) Other Financial Liabilities | 68.26 | 83.99 |
| (b) Other Current Liabilities [Refer Note 9] | 79.22 | 55.44 |
| (c) Provisions | 25.45 | 38.65 |
| Total Current Liabilities | 1,722.35 | 1,563.79 |
| Total Equity and Liabilities | 2,124.98 | 1,837.60 |



Notes:

- 1) In Tea business the value of consumption of raw materials includes green leaf purchased from the parties. As the production of green leaf (Raw materials consumed by the Company for manufacture of Tea) is also from the Company's own estate and involves integrated process having various stages as nursery, planting, cultivation etc. their values at the intermediate stages could not be ascertained.
- 2) Segment Reporting as defined in Indian Accounting Standard-108 is not applicable since the operation of the Company relates to only one segment i.e. "Manufacturing and Sale of Tea".
- 3) The above unaudited Financial Results for the half year ended 30th September, 2019 were reviewed by the Audit Committee and approved by the Board of Directors of the Company at their respective meetings held on 14th November, 2019.
- 4) Limited Review of the Unaudited Financial Results for the Quarter ended 30th September, 2019 as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 has been carried out by the Statutory Auditors of the Company.
- 5) The Financial Results have been prepared in accordance with the recognition and measurement principle laid down in the IND-AS -34, interim financial reporting prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India.
- 6) This Statement is as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and are in compliance with the Indian Accounting Standards (IND-AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards) (Amended) Rules, 2016.
- 7) Figures for the quarter ended 30.09.2019 are the balancing figures between unaudited figures for the six months ended 30.09.2019 and three months ended 30.06.2019
- 8) The name of the Company has been changed from SPBP Tea (India) Limited to Durrung Tea Estate Limited with effect from 12th March, 2019 vide Certificate of Incorporation pursuant to change of name issued by the Registrar of Companies (ROC), Kolkata.
- 9) Balances of Trade Receivables and Other Receivables, Advances, Trade Payables, Other Current Liabilities include old carried over balances which are subject to confirmations, pending reconciliation and adjustments.
- 10) Figures for the previous period /year have been re-arranged /re-grouped wherever found necessary.



Place: Kolkata
Date: 14th November, 2019

By Order of the Board of Directors

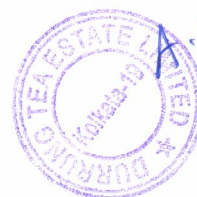
A. Sale

Avantika Jalan
(Director)
DIN No: 03333925



DURRUNG TEA ESTATE LIMITED
[FORMERLY SPBP TEA (INDIA) LIMITED]
Registered Office: Flat no 2C, Paramount Apartment, 25, Ballygunge Circular Road, Kolkata - 700019
CIN NO L01132WB1981PLC197045
Statement of Unaudited Financial Results for the Quarter and Half Year ended 30th September, 2019

| Sl. No. | PARTICULARS | Quarter ended | | | Six Months ended | | (Rs in Lakhs) |
|---------|---|---------------|----------------|---------------|------------------|----------------|-----------------|
| | | 30.09.2019 | 30.09.2018 | 30.06.2019 | 30.09.2019 | 30.09.2018 | Year ended |
| | | (UNAUDITED) | (UNAUDITED) | (UNAUDITED) | (UNAUDITED) | (UNAUDITED) | (AUDITED) |
| I | Income | | | | | | |
| | a) Revenue from Operations | 555.37 | 639.43 | 171.73 | 727.10 | 954.13 | 1,379.06 |
| | b) Other Income | 1.16 | 0.02 | 0.97 | 2.13 | 7.47 | 2.15 |
| | Total Income | 556.53 | 639.45 | 172.70 | 729.23 | 961.60 | 1,381.21 |
| II | Expenses | | | | | | |
| | a) Cost of Materials Consumed | 0.00 | - | 1.41 | 1.41 | 4.91 | 4.91 |
| | b) Changes in Inventories of Finished Goods | (47.72) | (38.27) | (134.15) | (181.87) | (79.22) | 18.33 |
| | c) Employee Benefits Expense | 260.25 | 381.98 | 183.87 | 444.12 | 570.62 | 881.04 |
| | d) Power & Fuel | 94.49 | 68.97 | 50.44 | 144.93 | 109.48 | 185.85 |
| | e) Finance Costs | 10.63 | 19.30 | 8.80 | 19.43 | 47.06 | 53.63 |
| | f) Depreciation & Amortisation Expense | 15.59 | 14.85 | 14.69 | 30.28 | 29.31 | 60.70 |
| | g) Other Expenses | 68.63 | 60.43 | 48.75 | 117.38 | 113.42 | 213.27 |
| | Total Expenses | 401.86 | 507.26 | 173.81 | 575.67 | 795.58 | 1,417.73 |
| III | Profit/(Loss) before tax (I-II) | 154.67 | 132.19 | (1.11) | 153.56 | 166.02 | (36.52) |
| IV | Tax Expense | | | | | | |
| | a) Current Tax | 14.57 | 16.83 | - | 14.56 | 19.40 | - |
| | b) Deferred Tax | (1.92) | (35.92) | 0.79 | (1.13) | (30.08) | 17.22 |
| | Total Tax Expense | 12.65 | (19.09) | 0.79 | 13.43 | (10.68) | 17.22 |
| V | Net Profit/(Loss) for the period/year (III-IV) | 142.03 | 151.28 | (1.90) | 140.13 | 176.70 | (53.74) |
| VI | Other Comprehensive Income (Net of tax) | | | | | | |
| | a) Items that will not be reclassified to profit or loss | (4.79) | - | - | (4.79) | - | (11.70) |
| | b) Income tax relating to items that will not be reclassified to profit or loss | - | - | - | - | - | - |
| | c) Items that will be reclassified to profit or loss | - | - | - | - | - | - |
| | d) Income tax relating to items that will be reclassified to profit or loss | - | - | - | - | - | - |
| | Total Other Comprehensive Income (Net of tax) | (4.79) | - | - | (4.79) | - | (11.70) |
| VII | Total Comprehensive Income for the Period/Year (V+VI) | 137.24 | 151.28 | (1.90) | 135.34 | 176.70 | (65.44) |
| VIII | Paid-up Equity Share Capital (Face Value of Rs.10/- each) | 93.72 | 93.72 | 93.72 | 93.72 | 93.72 | 93.72 |
| IX | Reserves excluding Revaluation Reserves | 137.24 | - | - | 286.97 | 383.04 | 151.63 |
| X | Earnings Per Share (of Rs. 10/- each) (not annualised) | | | | | | |
| | Basic (Rs.) | 15.15 | 16.14 | (0.20) | 14.95 | 18.85 | (5.72) |
| | Diluted (Rs.) | 15.15 | 16.14 | (0.20) | 14.95 | 18.85 | (5.72) |



DURRUNG TEA ESTATE LIMITED
CASH FLOW STATEMENT FOR THE QUARTER ENDED and HALF YEAR ENDED 30th SEPTEMBER, 2019

| | For the quarter ended 30th September, 2019 | For the quarter ended 30th September, 2018 | (Rs in lacs) For the quarter ended 31st March, 2019 |
|---|---|---|---|
| A. Cash Flow from Operating Activities : | | | |
| Net Profit/(Loss) before tax | 153.56 | 166.02 | (36.52) |
| Adjustments for : | | | |
| Depreciation and Amortisation Expense | 30.28 | 29.31 | 60.70 |
| Interest Charged | 19.43 | 47.06 | 53.63 |
| Liabilities Written Back | (0.08) | - | (0.08) |
| Changes in fair value of Biological Assets | (6.73) | (6.69) | 0.93 |
| Loss of sale of Fixed assets | - | 0.55 | 6.14 |
| Interest Income | - | (0.78) | (2.04) |
| Operating Profit/(Loss) before Working Capital Changes | <u>42.90</u> 196.46 | <u>69.45</u> 235.47 | <u>119.28</u> 82.76 |
| Adjustments For Changes In Working Capital : | | | |
| Trade & Other Receivables | (118.24) | (719.53) | (329.48) |
| Inventories | (170.83) | (55.26) | 60.21 |
| Other Current Assets | 0.37 | (25.43) | - |
| Trade & Other Payables | (19.42) | 274.70 | 45.46 |
| Net Cash Flow/(Outflow) Before Tax | <u>(308.11)</u> <u>(111.65)</u> | <u>(525.53)</u> <u>(290.06)</u> | <u>(223.80)</u> <u>(141.04)</u> |
| Tax Refund / (Paid) | - | (0.08) | (0.20) |
| Net Cash Inflow/(Outflow) from Operating Activities (A) | <u>(111.65)</u> | <u>(290.13)</u> | <u>(141.25)</u> |
| B. Cash Flow from Investing Activities | | | |
| Purchase of Plant and Machinery and Vehicles | (19.75) | (0.30) | (51.15) |
| Sales proceeds from Vehicles | - | 1.00 | 7.00 |
| Interest Received | - | 0.78 | 2.04 |
| Net Cash Inflow/(Outflow) Investing Activities (B) | <u>(19.75)</u> | <u>1.48</u> | <u>(42.10)</u> |
| C. Cash Flow from Financial Activities : | | | |
| Repayment of long term Borrowings | (6.53) | (6.53) | (8.87) |
| Proceeds from Long Term Borrowings | 171.22 | 410.08 | 228.89 |
| Finance cost Paid | (12.58) | (122.65) | (53.63) |
| Net Cash Inflow/(Outflow) Financing Activities (C) | <u>152.11</u> | <u>280.89</u> | <u>166.39</u> |
| Net Increase/(Decrease) in Cash & Cash Equivalents (A + B + C) | <u>20.70</u> | <u>(7.76)</u> | <u>(16.96)</u> |
| Cash & Cash Equivalents Opening Balance | 0.61 | 17.56 | 17.56 |
| Cash & Cash Equivalents Closing Balance | <u>21.31</u> | <u>9.80</u> | <u>0.61</u> |
| Cash & Cash Equivalents consists of : | | | |
| Cash in hand | 17.98 | 2.12 | 0.08 |
| Balances with Bank | 3.32 | 7.68 | 0.53 |
| | <u>21.31</u> | <u>9.80</u> | <u>0.61</u> |

NOTE : Figures in bracket represent outflow.

1. The statement of cash flows has been prepared under the indirect method as set out in Indian Accounting Standard (Ind AS 7) statement of cash flows.

