



**AVT NATURAL
PRODUCTS LIMITED**

AVTNPL/SE/001/2020-21

September 02, 2020

The Listing Manager BSE Limited, Phiroze Jeejeebhoy Towers, 25 th Floor, Dalal Street, Mumbai - 400 001. <u>Stock Code – 519105</u>	The National Stock Exchange of India Ltd., "Exchange Plaza" Bandra Kurla Complex, Bandra East, Mumbai - 400 051 <u>Stock Code - AVTNPL-Eq</u>
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Dear Sir/Madam,

***Sub : Regulation 30 & 33 of the SEBI (Listing Obligations and Disclosure)
Regulations, 2015 - Unaudited Results for the first quarter ended
30.06.2020***

We write to inform that the board in its meeting held today, approved the Unaudited financial results of the Company for the first quarter ended 30th June 2020.

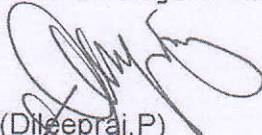
We also enclose herewith the Limited Review report issued by M/s PKF Sridhar & Santhanam LL.P, Chartered Accountants, Chennai on the above results.

The meeting of the Board of Directors concluded at 12.50 P.M.

This may please be taken on record.

Thanking you,

Yours faithfully,
For AVT Natural Products Ltd.,


(Dileepraj.P)
Company Secretary

Encl : as above

AVT Natural Products Limited
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CIN: L15142TN1986PLC012780
UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30th JUNE 2020

Sl.No.	Particulars	Standalone			Consolidated			(Rs. In Lakhs, Except EPS)	
		Quarter ended			Quarter ended			Year Ended	
		30.06.2020	31.03.2020	30.06.2019	30.06.2020	31.03.2020	30.06.2019	31.03.2020	31.03.2020
		(Unaudited)	(Audited) (Note 3)	(Unaudited)	(Unaudited)	(Audited) (Note 3)	(Unaudited)	(Audited)	
1	Income:								
	a) Revenue from Operations	10,149.23	9,098.80	6,991.68	10,451.28	9,665.88	7,446.51	38,500.33	39,641.05
	b) Other Income	27.51	317.72	123.80	35.68	263.06	123.01	731.96	698.99
	Total Income (a + b)	10,176.74	9,416.52	7,115.48	10,486.96	9,928.94	7,569.52	39,232.29	40,340.04
2	Expenses:								
	a) Cost of materials consumed	4,922.08	3,776.11	3,774.58	4,922.08	3,776.11	3,646.44	16,943.76	16,943.76
	b) Purchase of Stock in Trade	-	-	-	582.84	177.67	203.70	-	650.86
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	47.33	413.20	(664.37)	(454.87)	638.04	(475.56)	1,434.20	1,463.28
	d) Employee benefits expense	1,166.05	1,245.11	1,017.77	1,295.03	1,381.87	1,104.99	4,577.57	5,054.54
	e) Finance Cost	50.21	70.22	150.67	69.42	101.14	186.31	449.74	555.61
	f) Depreciation and amortisation expense	372.15	320.06	330.00	372.84	320.78	330.46	1,370.06	1,372.41
	g) Other Expenditure	2,594.71	2,564.41	1,953.89	2,653.74	2,626.15	2,026.62	9,602.41	9,820.13
	Total Expenses (sum of a to g)	9,152.53	8,389.11	6,572.55	9,441.08	9,021.76	7,022.96	34,377.74	35,880.59
3	Profit before exceptional items and tax (1-2)	1,024.21	1,027.41	542.93	1,045.88	907.18	546.56	4,854.55	4,479.45
4	Exceptional Items	-	-	-	-	-	-	-	-
5	Profit before tax (3+4)	1,024.21	1,027.41	542.93	1,045.88	907.18	546.56	4,854.55	4,479.45
6	Tax Expenses								
	(1) Current tax	291.92	153.77	173.27	293.52	158.27	173.27	1,370.00	1,374.50
	(2) Deferred tax	(29.18)	(91.01)	(146.00)	(29.18)	(91.01)	(146.00)	(295.20)	(295.20)
7	Net Profit after tax for the period (5-6)	761.47	964.65	515.66	781.54	839.92	519.29	3,779.75	3,400.15
8	Share of profit from Associates / Joint Venture	-	-	-	-	-	-	-	-
9	Net Profit after taxes, non controlling interest and share of profit of associates / joint venture (7+8)	761.47	964.65	515.66	781.54	839.92	519.29	3,779.75	3,400.15
10	Other Comprehensive Income (Net of taxes)								
	i) Items that will not be reclassified to Statement of Profit & Loss								
	Remeasurement of the net defined benefit plans	-	(48.79)	-	-	(48.79)	-	(48.79)	(48.79)
	Income tax relating to items that will not be reclassified to profit or loss	-	12.28	-	-	12.28	-	12.28	12.28
	ii) Items that will be reclassified to Statement of Profit & Loss								
	Exchange differences on translating the financial statement of foreign operations	-	-	-	(30.55)	5.13	5.29	-	(6.72)
	Deferred gains / (losses) on cash flow hedges	171.74	(202.43)	17.42	171.74	(202.43)	17.42	(277.30)	(277.30)
	Income tax relating to items that will be reclassified to profit or loss	(62.20)	47.79	(5.00)	(62.20)	47.79	(5.00)	69.79	69.79
	Other Comprehensive Income (Net of taxes)	109.54	(191.15)	12.42	78.99	(186.02)	17.71	(244.02)	(250.74)
11	Total Comprehensive Income for the period (9+10)	871.01	773.50	528.08	860.53	653.90	537.00	3,535.73	3,149.41
12	Paid-up equity share capital (Face Value of Re. 1/- each)	1,522.84	1,522.84	1,522.84	1,522.84	1,522.84	1,522.84	1,522.84	1,522.84
13	Other Equity	-	-	-	-	-	-	27,344.18	25,962.32
14	Earnings per share (Face Value of Re.1/- each) (not annualised for quarters)								
	- Basic EPS	0.50	0.63	0.34	0.51	0.55	0.34	2.48	2.23
	- Diluted EPS	0.50	0.63	0.34	0.51	0.55	0.34	2.48	2.23

Notes:

- 1 These financial results have been prepared in accordance with Indian Accounting Standards (Ind- AS) as prescribed under section 133 of Companies Act 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules 2015 and relevant amendment thereafter.
- 2 The above financial results of the Company for the quarter ended June 30, 2020 have been reviewed by the Audit Committee and thereafter approved by the Board of Directors at their meeting held on September 02, 2020. The Statutory Auditors of the Company have carried out a Limited Review of the Results for the quarter ended June 30, 2020.
- 3 Figures for the quarter ended 31st March 2020 are the balancing figures between audited figures in respect of full financial year and the published unaudited year to date figures up to the end of the third quarter of the relevant financial year.
- 4 The Company operates in solvent extracted products which is the primary reportable segment. Therefore, Segment reporting is not applicable.
- 5 The Company has formed a new step down subsidiary company by name of AVT Natural North America Inc – USA on 25 March 2020, where capital has not been infused as at 30th June 2020.
- 6 The management has considered the possible effects, if any, that may result from the pandemic relating to COVID 19 on the carrying amounts of property, plant and equipment, right-of-use-assets, investments, trade receivables and inventories. In developing the assumptions and estimates relating to uncertainties as at 30th June 2020 in relation to recoverable amounts of these assets, the management has considered the global economic conditions prevailing as at the date of approval of these financial results and has used internal and external source of information to the extent determined by it. The actual outcome of these assumptions and estimates may vary in future due to the impact of the pandemic.
- 7 Other Income (S.No. 1(b)) and Other Expenditure (S.No.2(g)) includes Net foreign exchange Gain / (Loss) respectively for the period as detailed below.

Particulars	Standalone			Consolidated			Standalone	Consolidated
	Quarter ended			Quarter ended			Year ended	
	30.06.2020	31.03.2020	30.06.2019	30.06.2020	31.03.2020	30.06.2019	31.03.2020	31.03.2020
Net exchange gain /(loss)	7.62	267.74	91.75	21.68	203.82	109.41	591.18	532.98

- 8 Figures for the previous periods have been regrouped / reclassified to conform to the classification of the current period.

Place: Chennai
Date: 02.09.2020



AJIT THOMAS
CHAIRMAN

PKF SRIDHAR & SANTHANAM LLP

Chartered Accountants

Independent Auditor's Review Report on review of Interim standalone financial results

To the Board of Directors of AVT Natural Products Limited

1. We have reviewed the accompanying unaudited Statement of standalone financial results of **AVT Natural Products Limited** (the "Company"), for the quarter ended 30 June 2020 ("the Statement"), being submitted by the company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Obligations") which has been initialed by us for identification.

Management's Responsibility

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 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.

Auditor's Responsibility

3. 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 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.

Conclusion

4. 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 aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Obligations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

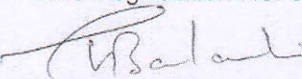
Other Matter

5. Attention is drawn to the fact that the figures for the quarter ended 31st March 2020 as reported in these financial results are the balancing figures between audited figures in respect of full financial year and the published unaudited year to date figures up to the end of the third quarter of the relevant financial year which were subject to limited review by us. Our opinion is not modified in respect of this matter.

For PKF Sridhar & Santhanam LLP

Chartered Accountants

Firm's Registration No. 003990S/S200018


T V Balasubramanian

Partner

Membership No. 027251

Place: Chennai

Date: 2nd September 2020

UDIN No. 20027291 AAAAFW4274



Independent Auditor's Review Report on review of Interim consolidated financial results

To the Board of Directors of AVT Natural Products Limited

1. We have reviewed the accompanying unaudited Statement of Consolidated Financial Results ('the Statement') of **AVT Natural Products Limited** ("the Holding Company") and its subsidiary companies (the Holding Company and its subsidiary companies together referred to as "the group") for the quarter ended 30 June 2020, being submitted by the Holding Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations") which has been initialed by us for identification.

Management's Responsibility

2. This Statement which is the responsibility of the Holding 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 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.

Auditor's Responsibility

3. 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 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.

We also performed procedures in accordance with the circular CIR/CFD/CMD 1/44/2019 dated March 29, 2019 issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

Conclusion

4. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of other auditors referred to in paragraph 6 and 8 below, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Obligations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Other Matters

5. The Statement includes the results of the following subsidiary entities:

1. AVT Natural Europe Limited, UK (formerly known as 'AVT Tea Services Limited')
2. AVT Natural S.A. DE C.V, Mexico
3. AVT Tea Services North America LLC, USA
4. AVT Natural North America Inc., USA



6. We did not review the financial information of two subsidiary companies included in the Statement, whose unaudited financial information reflect total revenues of Rs. 304.52 lakhs, total profit after tax of Rs. 14.37 lakhs and total comprehensive loss of Rs.16.22 lakhs for the quarter ended 30 June 2020, as considered in the consolidated unaudited financial results. These interim unaudited financial information have been reviewed by other auditors whose reports have been furnished to us and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiary companies is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.

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

7. The consolidated unaudited financial results include the interim financial information of two subsidiary companies which have not been reviewed by its auditors, whose interim financial information reflect Group's share of total revenue of Rs. 5.70 lakhs, total net profit after tax of Rs. 5.70 lakhs and total comprehensive income of Rs. 5.70 lakhs for the quarter ended 30 June 2020, as considered in the consolidated unaudited financial results. According to the information and explanations given to us by the Management, these interim financial information / financial results are not material to the Group.

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

8. The above subsidiary companies are located outside India whose financial statements and other financial information have been prepared in accordance with accounting principles generally accepted in their respective countries and which have been reviewed by other auditors or local management certified under generally accepted auditing standards applicable in their respective countries. The Holding Company's management has converted the financial statements of such subsidiaries located outside India from accounting principles generally accepted in their respective countries to accounting principles generally accepted in India. We have reviewed these conversion adjustments made by the Holding Company's management.

Our conclusion in so far as it relates to the balances and affairs of such subsidiaries located outside India is based on the report of other auditors / management certified accounts and the conversion adjustments prepared by the management of the Holding Company reviewed by us.

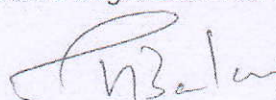
9. Attention is drawn to the fact that the figures for the quarter ended 31st March 2020 as reported in these financial results are the balancing figures between audited figures in respect of full financial year and the published unaudited year to date figures up to the end of the third quarter of the relevant financial year which were subject to limited review by us.

Our conclusion is not modified in respect of this matter.

For PKF Sridhar & Santhanam LLP

Chartered Accountants

Firm's Registration No. 003990S/S200018



T V Balasubramanian

Partner

Membership No. 027251



Place: Chennai

Date: 2nd September 2020

UDIN No. 20027251 AAAA FX 9561