

Nara Hari & Raghavendra

Chartered Accountants

To

The Board of Directors

Ovobel Foods Limited

Ground Floor, No.46 Old No.32/1,
3rd Cross, Aga Abbas Ali Road, Ulsoor,
Bangalore- 560042

1. We have reviewed the unaudited financial results of **OVOBEL FOODS LIMITED** ("the Company") for the quarter ended December 31, 2018 which are included in the accompanying 'Statement of unaudited Financial Results for Quarter ended December 31, 2018' ("the Statement"). The Statement has been prepared by the Company pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015, which has been initialled by us for identification purposes. The Statement is the responsibility of the Company's management and has been approved by the Board of Directors.

Our responsibility is to issue a report on the Statement based on our review

2. We conducted our review 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.
3. 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. Based on our review nothing has come to our attention that causes us to believe that the Statement has not prepared in all material respects in accordance with Ind AS and other recognised accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Regulation 33 of the listing Regulations, 2015 read with SEBI circular dated July 5, 2016 including the manner in which is to be disclosed, or that it contains any material misstatement.
5. We draw attention to the following matters:
 - a. Note 2 to the statement which states that during the Quarter ended 31st December 2018, the Gratuity and Leave Encashment are provided on the estimate basis.
 - b. Note 4 to the Statement which states that during the year 2014-15 the Company has, based on BIFR directions, arrived at a scheme of settlement of the dues of both KSIIDC as



well as MFPI, totally amounting to Rs. 824 lakhs in terms of approval given by each of them pending its approval/sanction by BIFR.

The Company has remitted the dues as claimed by both of them, though a part of the claim is protested, a final decision is dependent upon the rehabilitation scheme to be sanctioned by BIFR under the provisions of the Sick Industrial Companies (Special Provisions) Act, 1985.

The advance against OTS offers includes advance payment made towards the equity assistance provided by KSIIDC.

The KSIIDC has given the No Due certificate with respect to the loan outstanding and interest accrued during the previous year. Accordingly, the Company has written back the interest accrued portion of KSIIDC in previous year. The MFPI portion of financial assistance is still disclosed without giving any effect to the settlement though the No due certificate has been received post December 2018 and is pending for related documentation closure, post that the required accounting treatment will be given effect in the books of account.

- b. Further, during the previous year, following to the repealment of SICA, KSIIDC have accepted the said scheme of settlement and have issued no due certificate and also released the equity shares to the company. A similar approval and issue of no due certificate is received from MFPI post December 2018 and is pending for related documentation closure, post that the required accounting treatment will be given effect in the books of account. Consequently, the Company has written back its excess provisions towards accrued interest to KSIIDC amounting to Rs. 1,041 lakhs during the previous year and awaiting for related document closure to be received by MFPI to approach CBDT/ SEBI seeking extension of the reliefs/ waivers as envisaged in the Rehabilitation Scheme. The Company will take appropriate steps upon receipt of the decisions from CBDT/SEBI respectively.

For Nara Hari & Raghvendra Associates

Chartered Accountants

Firm Registration No. 014509S



Nara Hari Navakanth

Partner

Membership No.: 229212



Place: Bangalore

Date: 14th February 2019

OVOBEL FOODS LIMITED

CIN - L85110KA1993PLC013875



Registered Office : Ground Floor, No.46 Old No.32/1, 3rd Cross, Aga Abbas Ali Road, Ulsoor, Bangalore- 560042
Tel: 080 -25594145/25594147, Fax 080-25594147, E Mail ID-info@ovobelfoods.com, Website: www.ovobelfoods.com
Un-audited Financial Results for the quarter ended 31st December, 2018

ANNEXURE I TO REGULATION 33

(Rs. In Lakhs)

Statement of Standalone Un-audited Results for the quarter ended Dec 31, 2018

Sl. No.	Particulars	3 months ended	3 months ended	3 months ended	Year to date figures till Dec 31, 2018	Year to date figures till Dec 31, 2017	Year to date figures till Mar, 2018
		31.12.2018	30.09.2018	31.12.2017			
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
	Refer Note below						
1	Revenue from operations	2,610	2,790	2,062	7,419	5,624	8,360
2	Other Income	154	245	103	568	390	1,637
3	Total income (1 + 2)	2,764	3,035	2,044	7,987	6,014	9,997
4	Expenses						
a)	Cost of material Consumed	2,223	2,245	1,890	6,196	4,734	6,835
b)	Changes in inventories of finished goods, work-in-progress and stock-in-trade	(103)	70	(206)	(22)	339	351
c)	Excise duty	-	-	-	-	18	18
d)	Employee benefit expense	171	155	162	477	448	662
e)	Finance cost	26	29	23	74	72	93
f)	Depreciation and amortisation expense	24	23	31	71	92	126
g)	Other Expenses	396	420	335	1,112	994	1,385
	Total Expenses	2,737	2,942	2,235	7,907	6,697	9,470
5	Profit/(Loss) before exceptional items & tax (3-4)	27	93	(70)	80	(683)	527
6	Exceptional Items	-	-	-	-	-	-
7	Profit/(Loss) before tax (5-6)	27	93	(70)	80	(683)	527
8	Tax Expense						
a)	Current tax and earlier year's tax	4	17	-	21	-	105
b)	Mat Credit	-	-	-	-	-	-
c)	Deferred Tax	15	30	-	45	-	(29)
9	Net Profit/(Loss) for the period (7-8)	8	46	(70)	14	(683)	451
10	Share of Profit/(Loss) of associates*	-	-	-	-	-	-
11	Minority Interest*	-	-	-	-	-	-
12	Net Profit/(Loss) after taxes, Minority interest and share of profit/(Loss) of associates (10+ 11+12)	8	46	(70)	14	(683)	451
13	Other comprehensive income, net of tax						
(a)	Items that will be reclassified to profit or (loss) in subsequent periods	(1.19)	(0.29)	(4)	(2)	(15)	3
(b)	Items that will not be reclassified to profit or (loss) in subsequent periods	-	-	-	20	3	(8)
	Total other comprehensive income, net of tax (a)+(b)	(1.19)	(0.29)	(4)	17.80	(12.64)	(5)
14	Total comprehensive income (12+13)	6	46	(74)	32	(696)	446
15	Paid up Equity Share Capital (Ordinary Shares of Rs. 10 each)	1,050	1,050	1,050	1,050	1,050	1,050
16	Earnings per share (Face value of Rs. 10 each)						
1) Basic		0.06	0.44	(0.71)	0.30	(6.63)	4.25
2) Diluted		0.06	0.44	(0.71)	0.30	(6.63)	4.25

* Applicable in case of consolidated results

Notes to financial results for the quarter ended Dec 31, 2018 :

Ovobel Foods Limited ('the Company') is a limited Company domiciled in India and was incorporated on January 11, 1993

- The above financial results of Ovobel Foods Limited ('the Company') have been reviewed by the Audit Committee and taken on record by the Board of Directors at its meeting held on 14th February, 2019.
- This statement has been prepared in accordance with the Companies (Indian Accounting Statements) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable, except for the gratuity and leave encashment which is provided on estimate basis.
- The Company is engaged in the business of "Manufacturing of egg products" and therefore, has only reportable segment in accordance with Ind AS 108 "operating segments".
- During the year 2014-15 the Company has, based on BIFR directions, arrived at a scheme of settlement of the dues of both KSIIDC as well as MoFPI, totally amounting to Rs. 824 lakhs in terms of approval given by each of them pending its approval/sanction by BIFR. The Company has also remitted the dues as claimed by both of them, though a part of the claims are protested, a final decision is dependent upon the rehabilitation scheme to be sanctioned by BIFR under the provisions of the Sick Industrial Companies (Special Provisions) Act, 1985. Further, during the year 2017-18, the KSIIDC has given the No Due certificate with respect to the loan outstanding and interest accrued. Hence the company has written back the interest accrued portion of KSIIDC. The MoFPI portion of financial assistance is still disclosed without giving any effect to the settlement though the No due certificate has been received post December 2018 and is pending for related documentation closure, post that the required accounting treatment will be given effect in the books of account.
- In the absence of any specific claim from the party and pending reaching a scheme of settlement of the claim of one of company's customers, no provision has been created towards the liability, if any, that is likely to emerge after the issue reaches finality.
- Loans & Advances to Employees amounting to Rs. 28,82,129/- is unsecured, recoverable on demand and doesn't carry any interest.
- The management is of the opinion that all the debtors are being getting realised within 180 days, hence no provision for bad & doubtful debts are required to be made in the books.

For and on behalf of M/s Ovobel Foods Limited

Shanti Swarup Aggarwal
Managing Director
DIN : 00322011

Place : Kolkata
Date: 14th February 2019

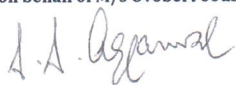
Part-II

Select Information for the Quarter ended 31/12/2018

S.No.	Particulars	3 months ended 31-Dec-18
1	Public Share Holding	
	- Number of Shares	50,26,000
	- Percentage of Shareholding (%)	47.86%
2	Promoters and promoter group Shareholding**	-
	a) Pledged/Encumbered Number of shares	-
	- Number of shares	-
	- Percentage of Shares(as a % of total shareholding of the Promoter Group)	-
	- Percentage of Shares(as a % of total share capital of the company)	-
	b) Non-encumbered	-
	- Number of shares	54,74,800
	- Percentage of shares (as a % of total shareholding of the Promoter Group)	52.14%
	- Percentage of Shares(as a % of total share capital of the company)	100.00%

B	Particulars	3 months ended 31.12.2018
	Investor Complaints	-
	Pending at the beginning of the quarter	-
	Received during the quarter	-
	Disposed of during the quarter	-
	Remaining unresolved at the end of the quarter	-

For and on behalf of M/s Ovobel Foods Limited,



Shanti Swarup Aggarwal
Managing Director
DIN : 00322011

Place: Kolkata
Date : 14th February 2019