

Natural Capsules Limited
 Trident Towers, 4th Floor,
 No. 23, 100 Feet Road, Jaynagar II Block,
 Bengaluru-560 011
 Tel no : +91 80 2656 1562/ 2565 1581
 Email : company.sec@naturalcapsules.com
 CIN : L85110KA1993PLC014742.

10th Nov 2018
 Bengaluru

M/s. Bombay Stock Exchange Limited
 Corporate Services,
 25th Floor, P.J.Towers,
 Mumbai – 400 001.
 India.

Security Code: 524654

Sir/Madam,

Sub: Outcome of:

- I. **126th Board Meeting held on 10th Nov 2018:**
- II. **Nomination, Remuneration & Compensation Committee**

- I. **126th Board Meeting Outcome:**

Board of Directors at their meeting held on 10.11.18, *inter alia* has transacted the following:

Approval of Standalone Un-Audited Financial Results and Limited Review Report for the Quarter Ended **30th Sep 2018**.The copy of which is enclosed in this letter and the same will be published on our company's website.

To further strengthen the Nomination, Remuneration & Compensation Committee, Mr. Anjan Kumar Roy, Independent Director has been inducted as the member of the said committee with immediate effect.

- II. **Outcome of Nomination, Remuneration & Compensation Committee:**

Pursuant to Regulation 30 of SEBI (LODR), Regulation, 2015, we hereby notify that on 10th Nov 2018, the aforesaid committee has approved the following ESOP Grant under NCL ESOP 2018, the general terms and conditions of the grant are as follows:

SI No.	Particulars	Details
1	Brief Details of Options Granted	Grant of 62,500 Options subject to satisfaction of performance criteria.
2	Date of Grant	10th Nov 2018
3	Whether Scheme is as per the terms of SEBI (SBEB) Regulations, 2014	Yes
4	Total No. of Shares for which In-Principle Approval was obtained from BSE	3,00,000 Shares
5	Exercise Price	Rs. 10 (At Face Value)
6	Vesting Schedule of the allotted Grant	5 Year from date of Grant i.e 11.11.2023

Request you to take the same on records.

**Thanking You,
 For Natural Capsules Limited**

**Skandan P Jain
 Company Secretary and Compliance Officer**

**Encl;
 Financial Results along with Limited Review Report.**

P. CHANDRASEKAR LLP

Chartered Accountants

Limited review Report

1. We have received the accompanying statement of unaudited financial results of **M/s. Natural Capsules Limited** ("the company") for the quarter and half year ended September 2018 ("the Statement"), which are included in the accompanying statement of unaudited Financial results. This statement has been prepared by the company pursuant to the requirement of Regulation 33 of the securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulation, 2015, as modified by circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. This statement is the responsibility of the company's Management and has been approved by the Board of Directors. This Statement has been prepared in accordance with the recognition and measurement principles 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 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 and other accounting principles generally accepted in India. Our Responsibility is to issue a report on the statement of unaudited financial results based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, Engagements to Review Financial Statements 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 financial statements 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.
3. 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 the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard as specified under section 133 of the Companies Act 2013 read with relevant rules issued thereunder 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 modified by Circular number CIR/CFD/FAC/62/2016 dated July 5 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.
4. Without Qualifying our report and as more fully described in Note No 5 of the Statement, we draw attention to fire accident happened in one of the companies' unit on July 13,2018, pending completion of the assessment of the loss (if any) no provision has been made in the books towards the same. Our conclusion is not modified in respect of this matter.

For P. Chandrasekar LLP
Chartered Accountants
FRN No: 000580S/S200006



P. Chandrasekaran
Partner
Membership No: 026037
Date: 10.11.2018



Bangalore * Chennai

Sl. No.	PARTICULARS	(Rs.in Lakhs)				
		Quarter ended		Half year ended		Year Ended
		30th Sept. 2018 Unaudited	30th June, 2018 Unaudited	30th Sept., 2017 Unaudited	30th Sept., 2018 Unaudited	31st March, 2018 Audited
1	Revenue from operations	1,435.70	1,425.97	1,744.49	2,862.62	5,475.53
2	Other Income	84.27	6.76	25.45	91.03	81.49
3	Total Income (1+2)	1,519.97	1,432.73	1,769.94	2,952.70	5,557.02
4	Expenses					
	a) Cost of Material consumed	616.33	635.73	645.57	1,252.06	2,354.00
	b) Purchase of stock-in-trade	-	-	-	-	-
	c) (Increase) / Decrease in stock in trade	90.60	(69.29)	87.98	21.31	34.67
	d) Employees benefits expense	150.31	156.94	134.62	307.25	267.88
	f) Finance cost	9.33	0.98	5.57	10.31	14.34
	g) Depreciation	109.26	109.25	99.89	218.51	199.77
	h) Other Expenses	515.38	525.15	760.57	1,040.53	1,933.47
	Total Expenses	1,491.20	1,358.76	1,734.20	2,849.96	5,388.80
5	Profit from ordinary activities after finance costs but before exceptional items(3 - 4)	28.77	73.97	35.74	102.74	168.22
6	Exceptional Items (Income) / Expenses	-	-	-	-	-
7	Profit from ordinary activities before tax	28.77	73.97	35.74	102.74	168.22
8	Tax Expense					
	- Current Tax	7.00	26.57	7.00	33.56	57.11
	- Income tax (Prior year)	7.00	29.30	7.00	36.30	84.84
	- Deferred Tax	-	0	-	-	-
		-	(2.74)	-	(2.74)	(27.73)
9	Net Profit (+) / Loss (-) from ordinary activities after tax (5 - 6)	21.77	47.40	28.74	69.18	111.11
10	Other Comprehensive income (OCI)					
	a) Items that will not be reclassified to profit or loss (net of tax)	-	-	-	-	-
	b) Items that will be reclassified to profit or loss (net of tax)	-	-	-	-	-
11	Total Comprehensive Income (OCI)	623.27	623.27	623.27	623.27	623.27
12	Paid-Up Equity Share Capital (face value per share Rs. 10/-)					
13	Earnings Per Share of (before & after extraordinary items) Rs. 10/-					
	(a) Basic	0.35	0.76	0.46	1.11	1.78
	(b) Diluted	0.35	0.76	0.46	1.11	1.78
The reconciliation of profit after tax as previously reported on account of transition from previous India GAAP to Ind AS for the quarter ended 30th September, 2018 are as under:						
Particulars		(Rs.in Lakhs)				
		For the Quarter ended 30th September, 2018	For Six months ended 30th September, 2017			
Profit After Tax as reported under previous GAAP		21.78	(30.48)			
Fair Value changes of Forward Contracts		-	-			
Others		(25.00)	(25.00)			
Deferred tax impact on above adjustment		(3.22)	(55.48)			
Net Profit for the period under Ind - AS		-	-			
Actual Gain / Loss on defined benefit plan recognized in OCI (net of Deferred-tax)		-	-			
Total Comprehensive income for the period under Ind-AS		-	-			

Note:

- 1 The Company has adopted Indian Accounting Standards (Ind AS) from 1st April 2017 (transition date being April 1, 2016) and accordingly, these financial results have been prepared in accordance with the recognition and measurement principles laid down in the IND AS 34 Interim Financial reporting as prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and the other accounting principles generally accepted in India.
- 2 The Ind AS financial results and financial information for the quarter ended 30th September, 2016 have not been subjected to any limited review and have been presented based on the information compiled by the Management. However, the Management has exercised necessary due diligence to ensure that the financial results provide a true and fair view of its affairs.
- 3 The Statement has been prepared in accordance with Ind AS prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder with a transition date of 1st April, 2016 and in terms of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 as modified by Circular No. CIR/CFD/CMD/15/2015 dated 5th July, 2016. The Company has opted to avail the relaxation provided by Securities and Exchange Board of India in respect of disclosure requirements of financial results for the previous year ended 31st March, 2017 and the balance sheet on that date. The results for the quarter and six months ended 30th September, 2018 have been restated to be in AS compliant.
- 4 The above is an extract of the detailed format of Quarterly Financial Results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The full format of the Quarterly Financial Results are available on the Stock Exchange website www.bseindia.com and on the Company's website, www.naturalcapsules.com.
- 5 There was an accidental fire at the company's manufacturing facility on 13th July, 2018. The fire resulted in minor damage. All the assets are adequately insured and the company is in the process of assessing and filing the claim with the insurance company. Based on the preliminary assessment no significant losses, net of claims are expected and hence no provision has been made in the accounts.
- 6 These financial results have been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under section 133 of the Companies Act, 2013.
- 7 The above financial results reviewed by the audit committee, have been approved and taken on record by the Board of Directors at their meeting held on 10th November, 2018.
- 8 Sales for the quarter ended 30th September, 2018 is inclusive of Goods and Service Tax (GST), whereas sales till period ended 30th June 2017 and comparative periods is inclusive of Excise Duty.
- 9 The statutory auditors of the company have carried out limited review of financial results for the quarter ended 30-09-2018.
- 10 Previous years figures have been regrouped wherever necessary.
- 11 The Company has granted 62,500 options at the face value under ESOP scheme as per the plan as approved by the Board of Directors meeting held on 10th November, 2018.
- 12 Position of investor complaints for the quarter ended 30th September, 2018

Particulars	No. of complaints
Pending as on 01-07-2018	0
Received during the quarter	2
Resolved during the quarter	2
Pending as on 30-09-2018	0

Place : Bangalore
Date : 10th November, 2018



NATURAL CAPSULES LIMITED

S.No	Particulars	Note No.	As at September 30, 2018	As at March 31, 2018
A	ASSETS			
	Non-Current Assets			
	(a) Property, Plant and equipment		19,82,69,870	21,88,02,620
	(b) Capital Work in Progress		4,50,28,120	1,02,54,501
	(c) Investment Property		-	-
	(d) Other Intangible Assets		-	-
	(e) Financial Assets			
	(i) Investments			
	(a) Other Investments		5,07,35,709	5,07,35,709
	(ii) Other financial assets		-	-
	(f) Deferred Tax Assets		-	-
	(g) Other Non-Current Assets		1,54,12,399	1,44,29,285
	Total non-Current Assets		30,94,46,098	29,42,22,115
	Current Assets			
	(a) Inventories		6,25,75,166	7,69,98,954
	(b) Financial Assets			
	(i) Other Investments		-	-
	(ii) Trade Receivables		30,61,46,704	31,26,00,152
	(iii) Cash and Cash Equivalents		-2,86,712	73,31,271
	(iv) Bank balances other than (iii) above		79,68,216	17,35,366
	(v) Other Financial assets		-	-
	(c) Current tax assets (Net)		82,14,635	38,68,107
	(d) Other current Assets		41,44,691	1,38,12,579
	Total Current Assets		38,87,62,700	41,63,46,429
	TOTAL ASSETS		69,82,08,798	71,05,68,544
B	EQUITY AND LIABILITIES			
	Equity			
	(a) Equity Share Capital		6,23,27,000	6,23,27,000
	(b) Other Equity		48,03,28,928	48,09,11,688
	(c) Money Received against Share warrants		-	-
	Total Equity		54,26,55,928	54,32,38,688
	Liabilities			
	Non-Current Liabilities			
	(a) Financial Liabilities			
	(i) Borrowings		-	-
	(ii) Other Financial Liabilities		17,33,516	17,33,366
	(b) Deferred Tax Liabilities		1,69,74,700	1,72,48,300
	(c) Other Non-Current liabilities		9,26,316	26,71,873
	Total Non-Current Liabilities		1,96,34,532	2,16,53,539
	Current Liabilities			
	(a) Financial Liabilities			
	(i) Borrowings		4,84,50,681	-
	(i) Trade Payables		5,94,62,910	12,05,03,478
	(i) Other Financial Liabilities		-	-
	(b) Provisions		2,49,26,008	2,11,85,077
	(c) Other Current Liabilities		30,78,739	39,87,762
	Total Current Liabilities		13,59,18,338	14,56,76,317
	Total Liabilities		15,55,52,870	16,73,29,856
	TOTAL EQUITY AND LIABILITIES		69,82,08,798	71,05,68,544

