

Date: November 02, 2023

To,

| | |
|---|---|
| National Stock Exchange of India Limited Exchange Plaza, Block G, C/1, Bandra Kurla Complex, Bandra (E), Mumbai – 400051 Symbol: SAPPHIRE | BSE Limited Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai – 400001 Scrip Code: 543397 |
|---|---|

Dear Sir/Madam,

Subject: Outcome of the Meeting of the Board of Directors of Sapphire Foods India Limited

Pursuant to Regulation 30 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”), we wish to inform that the Board of Directors of Sapphire Foods India Limited (“the Company”) at its meeting held today, i.e. on Thursday, 2nd November, 2023, inter-alia, has considered/noted/approved the following:

- 1) Unaudited Financial Results (Standalone and Consolidated) of the Company for the quarter and half year ended 30th September, 2023, duly considered and recommended by the Audit Committee along with the Limited Review Reports issued by M/s. S R B C & Co. LLP, Chartered Accountants, Statutory Auditors of the Company.

Please find enclosed herewith the copies of the Unaudited Financial Results (Standalone and Consolidated) along with the Limited Review Reports on the aforesaid Financial Results issued by Statutory Auditors of the Company.

The meeting of Board of Directors commenced at 11.30 a.m. and the Board approved the aforementioned Unaudited Financial Results, inter-alia, at 1.15 p.m.

Request you to kindly take the same on record.

Thanking you,

For Sapphire Foods India Limited



Sachin Dudam
Company Secretary and Compliance Officer



Encl.: a/a

Independent Auditor's Review Report on the Quarterly and Year to Date Unaudited Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**Review Report to
The Board of Directors
Sapphire Foods India Limited**

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of Sapphire Foods India Limited (the "Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), for the quarter ended September 30, 2023 and year to date from April 01, 2023 to September 30, 2023 (the "Statement") attached herewith, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. The Holding Company's Management is responsible for the preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" 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 and in compliance with Regulation 33 of the Listing Regulations. The Statement has been approved by the Holding Company's Board of Directors. 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 of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 issued by the Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.

4. The Statement includes the results of the following entities:

Holding Company: Sapphire Foods India Limited

Subsidiaries:

- i. Gamma Pizzakraft (Overseas) Private Limited
 - ii. Gamma Pizzakraft Private Limited
 - iii. Gamma Pizzakraft (Lanka) Private Limited
 - iv. French Restaurants Private Limited
 - v. Gamma Island Food Private Limited
5. 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 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.



S R B C & CO LLP

Chartered Accountants

6. The accompanying Statement includes the unaudited interim financial results and other financial information, in respect of 5 subsidiaries, whose unaudited interim financial results include total assets of Rs. 2,542.97 million as at September 30, 2023, total revenues of Rs. 971.82 million and Rs. 1,899.84 million, total net profit after tax of Rs. 14.79 million and Rs. 22.34 million, total comprehensive income of Rs. (22.15) million and Rs. 42.60 million, for the quarter ended September 30, 2023 and the period ended on that date respectively, and net cash inflow of Rs. 61.93 million for the period from April 01, 2023 to September 30, 2023 as considered in the Statement which have been reviewed by their respective independent auditors.

The independent auditor's reports on unaudited interim financial results of these entities have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures in respect of these subsidiaries is based solely on the report of such auditors and procedures performed by us as stated in paragraph 3 above.

Our conclusion on the Statement in respect of matters stated in para 6 above is not modified with respect to our reliance on the work done and the reports of the other auditors.

For S R B C & CO LLP
Chartered Accountants
ICAI Firm registration number: 324982E/E300003

Poonam Tadarwal

per Poonam Tadarwal
Partner
Membership No.: 136454
UDIN: 231364548GZFFZ6371
Mumbai
November 2, 2023






Sapphire Foods India Limited

Registered address :702, Prism Tower, A-Wing, Mindspace, Link Road, Goregaon (W), Mumbai- 400062, India
CIN: L55204MH2009PLC197005, Email: info@sapphirefoods.in, Website: www.sapphirefoods.in

Statement of Unaudited Consolidated Financial Results for the quarter and half year ended September 30, 2023

(Rs. in Million except per share data)

| Particulars | Quarter ended | | | Half Year Ended | | Year Ended |
|---|-----------------|-----------------|-----------------|------------------|------------------|-------------------|
| | 30.09.2023 | 30.06.2023 | 30.09.2022 | 30.09.2023 | 30.09.2022 | 31.03.2023 |
| | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Audited) |
| 1 Income | | | | | | |
| a) Revenue from operations | 6,426.40 | 6,543.84 | 5,627.66 | 12,970.24 | 11,090.33 | 22,655.74 |
| b) Other income | 75.05 | 75.01 | 71.37 | 150.06 | 130.32 | 310.92 |
| Total income [1(a) + 1(b)] | 6,501.45 | 6,618.85 | 5,699.03 | 13,120.30 | 11,220.65 | 22,966.66 |
| 2 Expenses | | | | | | |
| a) Cost of materials consumed | 2,009.86 | 2,060.94 | 1,890.22 | 4,070.80 | 3,646.38 | 7,406.76 |
| b) Employee benefits expense | 874.56 | 850.02 | 746.96 | 1,724.58 | 1,430.61 | 2,929.03 |
| c) Finance costs | 244.65 | 225.99 | 205.66 | 470.64 | 402.85 | 868.86 |
| d) Depreciation and amortisation expense | 767.67 | 727.28 | 628.17 | 1,494.95 | 1,237.58 | 2,641.74 |
| e) Other expenses | 2,390.70 | 2,418.40 | 1,958.60 | 4,809.10 | 3,877.53 | 8,036.03 |
| Total expenses [2(a) to 2(e)] | 6,287.44 | 6,282.63 | 5,429.61 | 12,570.07 | 10,594.95 | 21,882.42 |
| 3 Profit before tax [1 - 2] | 214.01 | 336.22 | 269.42 | 550.23 | 625.70 | 1,084.24 |
| 4 Tax expense/ (credit) | | | | | | |
| a) Current tax | 17.90 | 9.33 | 1.73 | 27.23 | 9.12 | 25.86 |
| b) Deferred tax (refer Note 4) | 43.97 | 78.18 | (1.00) | 122.15 | (33.54) | (1,273.53) |
| Total Tax expense/ (credit) [4(a) + 4(b)] | 61.87 | 87.51 | 0.73 | 149.38 | (24.42) | (1,247.67) |
| 5 Profit after tax [3 - 4] | 152.14 | 248.71 | 268.69 | 400.85 | 650.12 | 2,331.91 |
| 6 Other comprehensive (loss)/ income | | | | | | |
| a) Items that will not be reclassified to profit or loss | | | | | | |
| i) Remeasurements gain/(losses) of net defined benefit plan | (1.00) | (7.26) | 0.14 | (8.26) | 5.41 | 6.84 |
| ii) Tax effect on above | 0.25 | 1.83 | - | 2.08 | - | (2.10) |
| b) Items that will be reclassified to profit or loss | | | | | | |
| i) Exchange difference on translation of foreign operations | (36.93) | 57.19 | 3.23 | 20.26 | (68.18) | (17.76) |
| Total Other comprehensive (loss)/ income [6(a) + 6(b)] | (37.68) | 51.76 | 3.37 | 14.08 | (62.77) | (13.02) |
| 7 Total Comprehensive income [5 + 6] | 114.46 | 300.47 | 272.06 | 414.93 | 587.35 | 2,318.89 |
| 8 Total Comprehensive income/ (loss) for the period attributable to - | | | | | | |
| Equity holders of the parent | 115.65 | 301.05 | 272.89 | 416.70 | 590.10 | 2,322.24 |
| Non-controlling interest | (1.19) | (0.58) | (0.83) | (1.77) | (2.75) | (3.35) |
| 9 Profit / (Loss) for the period attributable to - | | | | | | |
| Equity holders of the parent | 153.37 | 249.43 | 268.88 | 402.80 | 651.54 | 2,333.60 |
| Non-controlling interest | (1.23) | (0.72) | (0.19) | (1.95) | (1.42) | (1.69) |
| 10 Other comprehensive (loss)/ income for the period attributable to - | | | | | | |
| Equity holders of the parent | (37.72) | 51.62 | 4.01 | 13.90 | (61.44) | (11.36) |
| Non-controlling interest | 0.04 | 0.14 | (0.64) | 0.18 | (1.33) | (1.66) |
| 11 Paid-up equity share capital [Face Value - Rs. 10/- per share] | 636.80 | 635.88 | 635.43 | 636.80 | 635.43 | 635.43 |
| 12 Other equity (excluding revaluation reserve) | | | | | | 11,924.04 |
| 13 Earnings per equity share (of Rs. 10/- each) (not annualised) | | | | | | |
| a) Basic (Rs.) | 2.41 | 3.92 | 4.23 | 6.33 | 10.25 | 36.73 |
| b) Diluted (Rs.) | 2.38 | 3.88 | 4.18 | 6.27 | 10.15 | 36.29 |

SIGNED FOR IDENTIFICATION
BY 
S R B C & CO LLP
MUMBAI






Sapphire Foods India Limited

Registered address :702, Prism Tower, A-Wing, Mindspace, Link Road, Goregaon (W), Mumbai- 400062, India
CIN: L55204MH2009PLC197005, Email : info@sapphirefoods.in, Website :www.sapphirefoods.in

Consolidated Balance Sheet as at September 30,2023

| Particulars | (Rs. in Million) | |
|--|--|--|
| | As at 30th September, 2023 (Unaudited) | As at 31st March, 2023 (Audited) |
| ASSETS | | |
| Non-current assets | | |
| Property, Plant and Equipment | 8,712.19 | 7,705.87 |
| Capital work-in-progress | 951.36 | 550.40 |
| Right of use assets | 8,968.04 | 7,914.73 |
| Goodwill | 1,621.59 | 1,621.59 |
| Other Intangible assets | 682.06 | 646.88 |
| Intangible under development | 5.29 | 14.40 |
| Financial assets | | |
| i) Other financial assets | 798.29 | 831.19 |
| Deferred tax assets (net) (refer note 4) | 1,095.70 | 1,219.85 |
| Income tax assets (net) | 35.18 | 59.65 |
| Other non-current assets | 189.26 | 449.98 |
| Total Non-Current assets | 23,058.96 | 21,014.54 |
| Current Assets | | |
| Inventories | 805.48 | 993.04 |
| Financial assets | | |
| i) Investments | 357.18 | 659.35 |
| ii) Trade receivables | 285.38 | 179.49 |
| iii) Cash and cash equivalents | 679.61 | 444.17 |
| iv) Bank balances other than cash and cash equivalents | 1,483.74 | 1,760.05 |
| v) Other financial assets | 600.90 | 686.89 |
| Other current assets | 285.91 | 203.01 |
| Total current assets | 4,498.20 | 4,926.00 |
| Total Assets | 27,557.16 | 25,940.54 |
| EQUITY AND LIABILITIES | | |
| Equity | | |
| Equity share capital | 636.80 | 635.43 |
| Other equity | 12,475.12 | 11,924.04 |
| Non controlling interests | 13.43 | (20.33) |
| Total equity | 13,125.35 | 12,539.14 |
| Liabilities | | |
| Non-current liabilities | | |
| Financial liabilities | | |
| i) Borrowings | 169.96 | 208.78 |
| ii) Lease Liabilities | 8,433.81 | 7,712.78 |
| Provisions | 117.25 | 107.08 |
| Deferred tax liabilities (net) | 32.25 | 35.65 |
| Total non-current liabilities | 8,753.27 | 8,064.29 |
| Current liabilities | | |
| Financial liabilities | | |
| i) Borrowings | 159.49 | 233.91 |
| ii) Lease Liabilities | 1,934.26 | 1,472.33 |
| iii) Trade payables | | |
| (a) total outstanding dues of micro enterprises and small enterprises | 12.99 | 23.15 |
| (b) total outstanding dues of creditors other than micro enterprises and small enterprises | 2,501.07 | 2,146.76 |
| iv) Other financial liabilities | 782.07 | 1,210.43 |
| Other current liabilities | 211.84 | 180.95 |
| Provisions | 76.82 | 69.58 |
| Total current liabilities | 5,678.54 | 5,337.11 |
| Total Equity and Liabilities | 27,557.16 | 25,940.54 |

SIGNED FOR IDENTIFICATION
BY

S R B C & CO LLP
MUMBAI





Sapphire Foods India Limited

Registered address :702, Prism Tower, A-Wing, Mindspace, Link Road, Goregaon (W), Mumbai- 400062, India
CIN: L55204MH2009PLC197005, Email : info@sapphirefoods.in, Website :www.sapphirefoods.in

Consolidated Cash Flow Statement for the half year ended September 30, 2023

(Rs. in Million)

| Particulars | Half year ended 30th September, 2023 | Half year ended 30th September, 2022 |
|---|---|---|
| | (Unaudited) | (Unaudited) |
| Cash flow from operating activities: | | |
| Profit before tax | 550.23 | 625.70 |
| Adjustments for: | | |
| Depreciation and amortisation expenses | 1,494.95 | 1,237.58 |
| Finance cost | 470.64 | 402.85 |
| Interest income | (111.32) | (96.28) |
| Rental waiver | - | (8.10) |
| Expenses on employee stock option scheme | 93.79 | 64.72 |
| Provision for doubtful deposits | - | 0.09 |
| Provision for slow moving inventories | 1.39 | 13.02 |
| Gain on fair value/sale of mutual funds | (13.80) | (18.91) |
| Loss on sale/discard of property, plant and equipment | 1.27 | 0.37 |
| Gain on termination of lease contract | (22.64) | (6.51) |
| Gain on remeasurement of lease contract | (1.83) | - |
| Operating profit before working capital changes | 2,462.68 | 2,214.53 |
| Changes in working capital | | |
| Increase in Trade Payables | 344.15 | 340.84 |
| Increase/ (Decrease) in Other Liabilities | 30.89 | (33.22) |
| Decrease in Financial Liabilities | (256.64) | (124.91) |
| Increase in Provisions | 9.15 | 3.03 |
| Decrease/ (Increase) in Inventories | 186.17 | (334.84) |
| Increase in Trade and Other Receivables | (105.89) | (11.84) |
| Increase in Financial Assets | (175.71) | (47.49) |
| Increase in Other Assets | (93.51) | (58.98) |
| Cash generated from operations | 2,401.29 | 1,947.12 |
| Income tax paid (net of refunds) | (2.08) | (8.51) |
| Net cash flow from operating activities (A) | 2,399.21 | 1,938.61 |
| Cash flow from investing activities: | | |
| Purchase of property, plant and equipment and other intangible assets | (2,118.30) | (1,819.91) |
| Proceeds from sale of property, plant and equipment | 2.89 | 5.09 |
| Purchase of current Investments | (2,411.94) | (6,238.85) |
| Proceeds from sale of current Investment | 2,727.91 | 6,441.27 |
| Interest received | 63.51 | 47.17 |
| Fixed deposits with banks realised (net) | 578.07 | 397.40 |
| Net cash used in investing activities (B) | (1,157.86) | (1,167.83) |
| Cash flow from financing activities: | | |
| Proceeds from exercise of employee stock option | 75.98 | - |
| Repayment of long-term borrowings | (105.85) | (88.47) |
| Payment of principal portion of lease liabilities | (498.01) | (461.81) |
| Interest paid on lease liabilities | (448.29) | (368.21) |
| Finance cost paid | (22.35) | (34.64) |
| Net cash used in financing activities (C) | (998.52) | (953.13) |
| Net Increase/ (Decrease) in cash and cash equivalents (A+B+C) | 242.83 | (182.35) |
| Cash and cash equivalents at the beginning of the period | 416.72 | 582.50 |
| Cash and cash equivalents at the end of the period | 659.55 | 400.15 |
| Cash and cash equivalents comprise | | |
| Balances with banks in current accounts | 467.12 | 257.16 |
| Term deposits with maturity of less than 3 months | 146.71 | 78.01 |
| Cash on hand | 65.78 | 110.50 |
| | 679.61 | 445.67 |
| Bank Overdraft (included in Current Borrowings) | (20.06) | (45.52) |
| Total cash and cash equivalents at the end of the period | 659.55 | 400.15 |


**SIGNED FOR IDENTIFICATION
BY**

**S R B C & CO LLP
MUMBAI**



Notes to Unaudited consolidated financial results:

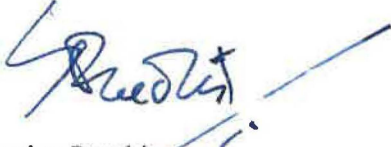
1. The above unaudited consolidated financial results have been reviewed and recommended by the Audit Committee and approved by the Board of Directors at their meetings held on November 02, 2023.
2. These unaudited consolidated financial results have been prepared in accordance with the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Companies Act, 2013 read with rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and the Companies (Indian Accounting Standards) Rules, 2016.
3. During the six months ended September 30, 2023, out of 407,512 options vested, options exercised are 147,290 (March 31, 2023: NIL), of which 137,084 (March 31, 2023: NIL) equity shares were allotted. Further, as on 30 September 2023, 2,969 options lapsed from those vested.
4. As at March 31, 2023, the parent company had reassessed the recoverability of unrecognised deferred tax unabsorbed depreciation and other deductible temporary differences. Considering the parent company had generated profits in previous year and continued generating the profits for the current year and forecasts taxable future, the parent company is confident of utilisation of unabsorbed depreciation and other temporary differences accordingly, had recognised deferred tax asset amounting to Rs. 1,253.18 million as at March 31, 2023.
5. The parent company holds Investment and has advanced Inter Corporate deposits to its subsidiary Gamma Pizzakraft Overseas Pvt. Limited (GPOPL) who has further invested in its subsidiary Gamma Pizzakraft (Lanka) Private Limited (GPLPL). GPLPL primarily operates Pizza Hut brand in Sri Lanka. Sri Lanka has been facing macroeconomic challenges on account of depletion of forex reserves, shortage of fuel, inflationary pressures, depreciation of Sri Lankan currency to INR though the forex rates started stabilizing during the quarter ended December 31, 2022 and improved to some extent during the quarter ended March 31, 2023 on funding approval from International Monetary Fund (IMF). During the quarter ended September 30, 2023, Sri Lankan currency to INR has depleted to some extent as compared to the quarter ended June 30, 2023. The management has considered all internal and external sources of information including economic forecasts and estimates from market sources as at the date of the approval of these financial results in determining the recoverable value for such investment held in GPOPL. On the basis of the evaluation and current indicators of future economic conditions, the Company has concluded that the carrying value of such Investments and Inter Corporate deposits is recoverable. Management will continue to monitor the situation. Further, during the half year ended September 30, 2023, the Group had other comprehensive gain on account of exchange difference on translation of the foreign operation amounting to Rs. 19.36 million (half year ended September 30, 2022 Other comprehensive loss amounting to Rs 65.41 million).
6. The Board of Directors ("the Board") of the Parent Company at its meeting held on February 11, 2022 has inter-alia, subject to requisite approvals/consents, considered and approved the Scheme of Merger by Absorption between Sapphire Foods India Limited (the "Transferee Company" or "Company") and wholly owned subsidiaries namely Gamma Pizzakraft Private Limited (Transferor Company 1) and Gamma Pizzakraft (Overseas) Private Limited (Transferor Company 2") under Sections 230 to 232 of the Companies Act, 2013 ("Scheme"). The Scheme is subject to necessary statutory and regulatory approvals including the approval of Hon' ble National Company Law Tribunal (NCLT), Mumbai bench. The Appointed Date of the Scheme is April 1, 2022. The scheme / application was filed and admitted with National Company Law Tribunal (NCLT), Mumbai Bench on May 5, 2022 and the final order against the same is yet awaited. This scheme has no impact on consolidated financial results of the group.

SIGNED FOR IDENTIFICATION
BY

S R B C & CO LLP
MUMBAI

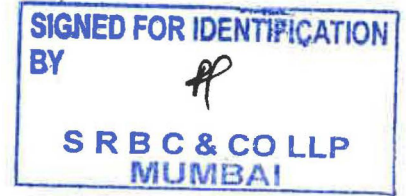


7. The Group is in the business of operating restaurants and has only one reportable operating segment as per Ind AS 108 – Operating Segments.

For and on behalf of the Board of Directors
Sapphire Foods India Limited



Sanjay Purohit
Whole Time Director and Group CEO
DIN: 00117676
Place: Mumbai
Date: November 02, 2023



Independent Auditor's Review Report on the Quarterly and Year to Date Unaudited Standalone Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

**Review Report to
The Board of Directors
Sapphire Foods India Limited**

1. We have reviewed the accompanying statement of unaudited standalone financial results of Sapphire Foods India Limited (the "Company") for the quarter ended September 30, 2023 and year to date from April 01, 2023 to September 30, 2023 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. The Company's Management is responsible for the preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" 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 and in compliance with Regulation 33 of the Listing Regulations. The Statement has been approved by the Company's Board of Directors. 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 of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For S R B C & CO LLP
Chartered Accountants
ICAI Firm registration number: 324982E/E300003

Poonam Todarwal

per Poonam Todarwal
Partner
Membership No.: 136454
UDIN: 23136454BGZFF74731
Mumbai,
November 2, 2023





Sapphire Foods India Limited

Registered address :702, Prism Tower, A-Wing, Mindspace, Link Road, Goregaon (W), Mumbai- 400062, India
CIN: L55204MH2009PLC197005, Email: info@sapphirefoods.in, Website: www.sapphirefoods.in

Statement of Unaudited Standalone Financial Results for the quarter and half year ended September 30, 2023

(Rs. in Million except per share data)

| Particulars | Quarter ended | | | Half Year Ended | | Year ended |
|--|-----------------|-----------------|-----------------|------------------|-----------------|-------------------|
| | 30.09.2023 | 30.06.2023 | 30.09.2022 | 30.09.2023 | 30.09.2022 | 31.03.2023 |
| | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Audited) |
| 1 Income | | | | | | |
| a) Revenue from operations | 5,454.59 | 5,615.81 | 4,872.87 | 11,070.40 | 9,605.83 | 19,627.76 |
| b) Other income | 83.35 | 74.34 | 70.97 | 157.69 | 129.22 | 289.41 |
| Total income [1(a) + 1(b)] | 5,537.94 | 5,690.15 | 4,943.84 | 11,228.09 | 9,735.05 | 19,917.17 |
| 2 Expenses | | | | | | |
| a) Cost of materials consumed | 1,647.16 | 1,701.15 | 1,562.78 | 3,348.31 | 3,023.92 | 6,181.13 |
| b) Employee benefits expense | 716.50 | 695.53 | 628.42 | 1,412.03 | 1,187.36 | 2,422.97 |
| c) Finance costs | 225.42 | 205.27 | 188.57 | 430.69 | 369.86 | 794.68 |
| d) Depreciation and amortisation expense | 680.92 | 642.49 | 563.02 | 1,323.41 | 1,105.65 | 2,367.04 |
| e) Other expenses | 2,070.57 | 2,105.90 | 1,760.35 | 4,176.47 | 3,463.26 | 7,143.41 |
| Total expenses [2(a) to 2(e)] | 5,340.57 | 5,350.34 | 4,703.14 | 10,690.91 | 9,150.05 | 18,909.23 |
| 3 Profit before tax [1 - 2] | 197.37 | 339.81 | 240.70 | 537.18 | 585.00 | 1,007.94 |
| 4 Tax expense/ (credit) | | | | | | |
| a) Current tax | - | - | - | - | - | - |
| b) Deferred tax (refer note 4) | 47.88 | 86.51 | - | 134.39 | - | (1,252.66) |
| Total Tax expense/ (credit) [4(a) + 4(b)] | 47.88 | 86.51 | - | 134.39 | - | (1,252.66) |
| 5 Profit after tax [3 - 4] | 149.49 | 253.30 | 240.70 | 402.79 | 585.00 | 2,260.60 |
| 6 Other comprehensive income/ (loss) | | | | | | |
| a) Items that will not be reclassified to profit or loss | | | | | | |
| i) Remeasurements (losses)/ gain of net defined benefit plan | (1.00) | (7.26) | 0.14 | (8.26) | 5.41 | (2.08) |
| ii) Tax effect on above | 0.25 | 1.83 | - | 2.08 | - | 0.52 |
| b) Items that will be reclassified to profit or loss | - | - | - | - | - | - |
| Total Other comprehensive (loss)/ income [6(a) + 6(b)] | (0.75) | (5.43) | 0.14 | (6.18) | 5.41 | (1.56) |
| 7 Total comprehensive income [5 + 6] | 148.74 | 247.87 | 240.84 | 396.61 | 590.41 | 2,259.04 |
| 8 Paid-up equity share capital [Face Value - Rs. 10/- per share] | 636.80 | 635.88 | 635.43 | 636.80 | 635.43 | 635.43 |
| 9 Other equity (excluding revaluation reserve) | | | | | | 12,205.88 |
| 10 Earnings per equity share (of Rs. 10/- each) (not annualised) | | | | | | |
| a) Basic (Rs.) | 2.35 | 3.99 | 3.79 | 6.33 | 9.21 | 35.58 |
| b) Diluted (Rs.) | 2.32 | 3.94 | 3.74 | 6.27 | 9.12 | 35.16 |

SIGNED FOR IDENTIFICATION
BY
SI
S R B C & CO LLP
MUMBAI





Sapphire Foods India Limited

Registered address :702, Prism Tower, A-Wing, Mindspace, Link Road, Goregaon (W), Mumbai- 400062, India

CIN: L55204MH2009PLC197005, Email: info@sapphirefoods.in, Website: www.sapphirefoods.in

Standalone Balance Sheet as at September 30, 2023

(Rs. in Million)

| Particulars | As at 30th September, 2023 | As at 31st March, 2023 |
|--|-------------------------------|---------------------------|
| | (Unaudited) | (Audited) |
| ASSETS | | |
| Non-current assets | | |
| Property, Plant and Equipment | 7,645.87 | 6,711.46 |
| Capital work-in-progress | 859.89 | 488.27 |
| Right of use assets | 8,532.51 | 7,488.00 |
| Goodwill | 1,058.61 | 1,058.61 |
| Other Intangible assets | 507.64 | 452.88 |
| Intangible assets under development | 2.80 | 11.47 |
| Financial assets | | |
| i) Investment in subsidiary | 1,834.14 | 1,817.12 |
| ii) Other financial assets | 858.27 | 1,015.25 |
| Deferred tax assets (net) (refer note 4) | 1,120.87 | 1,253.18 |
| Income tax assets (net) | 36.61 | 53.17 |
| Other non-current assets | 189.14 | 449.85 |
| Total Non-Current assets | 22,646.35 | 20,799.26 |
| Current Assets | | |
| Inventories | 567.35 | 732.19 |
| Financial assets | | |
| i) Investments | 357.18 | 659.35 |
| ii) Trade receivables | 229.11 | 151.84 |
| iii) Cash and cash equivalents | 334.92 | 161.41 |
| iv) Bank balances other than cash and cash equivalents | 1,483.46 | 1,739.77 |
| v) Other financial assets | 843.05 | 801.94 |
| Other current assets | 175.99 | 99.65 |
| Total current assets | 3,991.06 | 4,346.15 |
| Total Assets | 26,637.41 | 25,145.41 |
| EQUITY AND LIABILITIES | | |
| Equity | | |
| Equity share capital | 636.80 | 635.43 |
| Other equity | 12,772.67 | 12,205.88 |
| Total equity | 13,409.47 | 12,841.31 |
| Liabilities | | |
| Non-current liabilities | | |
| Financial liabilities | | |
| i) Borrowings | 153.87 | 185.79 |
| ii) Lease Liabilities | 7,968.37 | 7,254.94 |
| Provisions | 87.51 | 80.54 |
| Total non-current liabilities | 8,209.75 | 7,521.27 |
| Current liabilities | | |
| Financial liabilities | | |
| i) Borrowings | 124.57 | 191.94 |
| ii) Lease Liabilities | 1,842.53 | 1,391.31 |
| iii) Trade payables | | |
| (a) total outstanding dues of micro enterprises and small enterprises | 12.33 | 20.05 |
| (b) total outstanding dues of creditors other than micro enterprises and small enterprises | 2,033.84 | 1,792.46 |
| iv) Other financial liabilities | 766.93 | 1,180.45 |
| Other current liabilities | 174.60 | 150.14 |
| Provisions | 63.39 | 56.48 |
| Total current liabilities | 5,018.19 | 4,782.83 |
| Total Equity and Liabilities | 26,637.41 | 25,145.41 |

SIGNED FOR IDENTIFICATION
BY

SRBC & CO LLP
MUMBAI





Sapphire Foods India Limited

Registered address :702, Prism Tower, A-Wing, Mindspace, Link Road, Goregaon (W), Mumbai- 400062, India
CIN: L55204MH2009PLC197005, Email : info@sapphirefoods.in, Website :www.sapphirefoods.in

Standalone Cash Flow Statement for the half year ended September 30, 2023

(Rs. in Million)

| Particulars | Half year ended 30th September, 2023 | Half year ended 30th September, 2022 |
|---|---|---|
| | (Unaudited) | (Unaudited) |
| Cash flow from operating activities: | | |
| Profit before tax | 537.18 | 585.00 |
| Adjustments for: | | |
| Depreciation and amortisation expense | 1,323.41 | 1,105.65 |
| Finance cost | 430.69 | 369.86 |
| Interest income | (118.91) | (100.10) |
| Rental waiver | - | (3.71) |
| Expenses on employee stock option scheme | 76.76 | 58.76 |
| Provision for slow moving inventories | 1.39 | 13.02 |
| Provision for doubtful deposits | - | 0.09 |
| Gain on fair value/sale of mutual funds | (13.80) | (18.91) |
| (Gain)/ Loss on sale/ discard of property, plant and equipment | (0.75) | 0.57 |
| Gain on termination of lease contract | (22.40) | (6.50) |
| Gain on remeasurement of lease contract | (1.83) | - |
| Operating profit before working capital changes | 2,211.74 | 2,003.73 |
| Changes in working capital | | |
| Increase in Trade Payables | 233.66 | 253.52 |
| Increase/ (Decrease) in Other Liabilities | 26.25 | (10.58) |
| Decrease in Financial Liabilities | (243.59) | (117.94) |
| Increase in Provisions | 5.62 | 6.06 |
| Decrease/ (Increase) in Inventories | 163.45 | (139.87) |
| Increase in Trade and Other Receivables | (77.27) | (20.42) |
| Decrease/ (Increase) in Financial Assets | 44.84 | (191.61) |
| (Increase)/ Decrease in Other Assets | (86.96) | 22.19 |
| Cash flow from operations | 2,277.74 | 1,805.08 |
| Income tax refund/ (paid) (net) | 16.56 | (2.51) |
| Net cash flow from operating activities (A) | 2,294.30 | 1,802.57 |
| Cash flow from investing activities: | | |
| Purchase of property, plant and equipment and other intangible assets | (1,938.70) | (1,623.22) |
| Proceeds from sale of property, plant and equipment | 3.23 | 4.51 |
| Inter corporate deposit placed with Subsidiary | - | (120.00) |
| Purchase of current Investments | (2,411.94) | (6,238.85) |
| Proceeds from sale of current Investment | 2,727.91 | 6,441.27 |
| Interest received | 63.95 | 39.94 |
| Fixed deposits with banks realised (net) | 317.99 | 453.36 |
| Net cash used in investing activities (B) | (1,237.56) | (1,042.99) |
| Cash flow from financing activities: | | |
| Proceeds from exercise of employee stock option | 75.98 | - |
| Repayment of borrowings | (101.01) | (73.15) |
| Payment of principal portion of lease liabilities | (429.23) | (396.15) |
| Interest paid on lease liabilities | (412.24) | (340.63) |
| Finance cost paid | (16.73) | (29.22) |
| Net cash used in financing activities (C) | (883.23) | (839.15) |
| Net Increase/ (Decrease) in cash and cash equivalents (A+B+C) | 173.51 | (79.57) |
| Cash and cash equivalents at the beginning of the period | 161.41 | 342.34 |
| Cash and cash equivalents at the end of the period | 334.92 | 262.77 |
| Cash and cash equivalents comprise | | |
| Balances with banks in current accounts | 272.42 | 223.05 |
| Cash on hand | 62.50 | 39.72 |
| Total cash and cash equivalents at the end of the period | 334.92 | 262.77 |

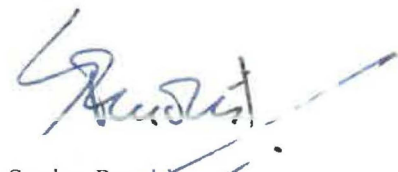
SIGNED FOR IDENTIFICATION
BY
SRBC & CO LLP
MUMBAI



Notes to Unaudited standalone financial results:

1. The above unaudited standalone financial results have been reviewed and recommended by the Audit Committee and approved by the Board of Directors at their meetings held on November 02, 2023.
2. These unaudited standalone financial results have been prepared in accordance with the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Companies Act, 2013 read with rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and the Companies (Indian Accounting Standards) Rules, 2016.
3. During the six months ended September 30, 2023, out of 407,512 options vested, options exercised are 147,290 (March 31, 2023: NIL), of which 137,084 (March 31, 2023: NIL) equity shares were allotted. Further, as on 30 September 2023, 2,969 options lapsed from those vested.
4. As at March 31, 2023, the company had reassessed the recoverability of unrecognised deferred tax unabsorbed depreciation and other deductible temporary differences. Considering the Company had generated profits in previous year and continued generating the profits for the current year and forecasts taxable future, the Company is confident of utilisation of unabsorbed depreciation and other temporary differences accordingly, had recognised deferred tax asset amounting to Rs. 1,253.18 million as at March 31, 2023.
5. The Board of Directors ("the Board") of the Company at its meeting held on February 11, 2022 has inter-alia, subject to requisite approvals/consents, considered and approved the Scheme of Merger by Absorption between Sapphire Foods India Limited (the "Transferee Company" or "Company") and wholly owned subsidiaries namely Gamma Pizzakraft Private Limited (Transferor Company 1) and Gamma Pizzakraft (Overseas) Private Limited (Transferor Company 2") under Sections 230 to 232 of the Companies Act, 2013 ("Scheme"). The Scheme is subject to necessary statutory and regulatory approvals including the approval of Hon' ble National Company Law Tribunal (NCLT), Mumbai bench. The Appointed Date of the Scheme is April 1, 2022. The scheme / application was filed and admitted with National Company Law Tribunal (NCLT), Mumbai Bench on May 5, 2022 and the final order against the same is yet awaited. Accordingly, no impact of the scheme has been given in these standalone financial results.
6. The Company is in the business of operating restaurants and has only one reportable operating segment as per Ind AS 108 – Operating Segments.

For and on behalf of the Board of Directors
Sapphire Foods India Limited



Sanjay Purohit
Whole Time Director and Group CEO
DIN: 00117676
Place: Mumbai
Date: November 02, 2023

