



# Nitta Gelatin India Limited

(Formerly Kerala Chemicals and Proteins Limited)

Joint venture of Kerala State Industrial Development Corporation Ltd. and Nitta Gelatin Inc.

Post Box 4262  
56/715, SBT Avenue  
Panampilly Nagar  
Cochin - 682 036, India  
Tel: 0484 2864400, 2317805  
Fax: 0484 2310568  
CIN: L24299K11975PLC002691

GELATIN DIVISION  
Post Box 3109  
PO Info Park, Kakkanad  
Cochin - 682 042, India  
Tel: 0484 2869500, 2869300,  
2415506, Fax: 0484 2415504

OSSEIN DIVISION  
PO Kathikudam  
(Via) Koratty  
Trichur - 680 308, India  
Tel: 0480 2749300, 2719598  
Fax: 0480 2719943  
Email: od@nittagelindia.com  
WebSite: www.gelatin.in

Ref: 38/600/256

February 6, 2019

The Secretary  
BSE Ltd.,

Phiroze Jeejeebhoy Towers, **Fax No. 022 - 22723121 / 22723719**  
25<sup>th</sup> Floor, Dalal Street,  
Mumbai-400 001

Dear Sir,

Sub:- **Unaudited Financial Results of the Company  
for the quarter ended 31.12.2018**  
Ref:- Regulation 30 r/w Schedule III A 4(h)

The Board of Directors of the Company today (31.12.2018) met and approved among other things, the unaudited financial results for the quarter ended 31<sup>st</sup> December, 2018 which, alongwith Limited Review Report of the Auditors, are filed for information of shareholders / investing public.

The Board meeting ended at 3.30 p.m.

Thanking you,

Yours faithfully,  
For NITTA GELATIN INDIA LIMITED

  
G.R. KURUP,  
COMPANY SECRETARY.

Encl: as above.

Total No. of pages including this -



TOTAL - 6 - pages

( ₹ in lakhs, except per share data)

**Statement of unaudited financial results for the quarter and nine months ended 31 December 2018**

SI No	Particulars	Quarter ended			Nine months ended		Year ended
		31-Dec-18	30-Sep-18	31-Dec-17	31-Dec-18	31-Dec-17	31-Mar-18
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	<b>Income from operations</b>						
	(a) Revenue from operations	6,296	4,224	9,492	16,755	23,780	32,644
	(b) Other income	20	16	218	52	345	437
	<b>Total Income</b>	<b>6,316</b>	<b>4,240</b>	<b>9,710</b>	<b>16,807</b>	<b>24,125</b>	<b>33,081</b>
2	<b>Expenses</b>						
	(a) Cost of materials consumed	2,926	1,884	4,784	6,976	13,924	18,112
	(b) Purchases of stock-in-trade	-	-	-	-	117	117
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	92	(244)	508	669	(1,664)	(1,479)
	(d) Excise duty on sales (Refer Note 1)	-	-	-	-	197	197
	(e) Employee benefits expense	742	752	788	2,267	2,258	3,023
	(f) Finance Costs	113	121	116	325	342	366
	(g) Depreciation and amortization expense	308	282	294	869	846	1,191
	(h) Other expenses	1,886	1,722	2,307	5,541	6,679	9,320
	<b>Total Expenses</b>	<b>6,067</b>	<b>4,517</b>	<b>8,797</b>	<b>16,647</b>	<b>22,699</b>	<b>30,847</b>
3	<b>Profit / (Loss) before exceptional items and tax (1 - 2)</b>	<b>249</b>	<b>(277)</b>	<b>913</b>	<b>160</b>	<b>1,426</b>	<b>2,234</b>
4	Exceptional items	-	-	-	-	-	-
5	<b>Profit / (Loss) before tax (3 - 4)</b>	<b>249</b>	<b>(277)</b>	<b>913</b>	<b>160</b>	<b>1,426</b>	<b>2,234</b>
6	Tax expense						
	- Current tax	166	(68)	415	188	764	1,095
	- Deferred tax	(78)	(30)	(80)	(131)	(247)	(318)
7	<b>Profit / (Loss) for the period/ year (5 - 6)</b>	<b>161</b>	<b>(179)</b>	<b>578</b>	<b>103</b>	<b>909</b>	<b>1,457</b>
8	<b>Other comprehensive income/ (loss) (net of tax expense)</b>						
	(i) Items that will not be reclassified to profit or loss	1	-	-	1	1	(37)
	(ii) Items that will be reclassified subsequently to profit or loss	284	(113)	23	103	59	(34)
	<b>Other comprehensive income/ (loss) (net of tax expense)</b>	<b>285</b>	<b>(113)</b>	<b>23</b>	<b>104</b>	<b>60</b>	<b>(71)</b>
9	<b>Total Comprehensive income/ (Loss) for the period/ year (7 + 8)</b>	<b>446</b>	<b>(292)</b>	<b>601</b>	<b>207</b>	<b>969</b>	<b>1,386</b>
10	Paid-up equity share capital (Face value ₹ 10/share)	908	908	908	908	908	908
11	Other Equity						14,021
12	<b>Earnings/ (loss) per Share (not annualized for the quarter)</b>						
	a) Basic: (₹)	1.77	(1.97)	6.37	1.13	10.01	15.27
	b) Diluted: (₹)	1.77	(1.97)	6.37	1.13	10.01	15.27

**Notes:**

- These financial results have been prepared as prescribed under Section 133 of the Companies Act, 2013 and other recognized accounting practices and policies in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (as amended) (IND AS) to the extent applicable. According to the requirements of SFBI (Listing and Disclosure Requirements) Regulations 2015 and IND AS, revenue for nine months ended 31st December 2017 and year ended 31st March 2018, is reported inclusive of excise duty. As per IND AS, the revenue is reported net of GST.
- The Company is engaged in the manufacture and sale of products which form part of a single product group which represents one operating segment. As the Chief Operating Decision Maker (CODM), reviews business performance at an overall company level, disclosure requirement under Ind AS 108 on "Operating Segment" is not applicable.
- The operations of the Company were impacted due to flood in the previous quarter. Even though the flood water receded in the said quarter itself, the operations of the Oozhin plant continued to be affected during the quarter for want of fresh water for process requirements.



- 4 With effect from April 1, 2018, the subsidiary company Bamni Proteins Limited which was hitherto producing for and on behalf of the Company under conversion arrangement is carrying out operations independently. To this extent the operational results are not comparable for the relevant periods.
- 5 The Board of Directors has approved a scheme of merger of its subsidiary company – Reva Proteins Limited with the Company, in their meeting held on 3rd February 2018 in view of the operational synergies emerging out of the said restructuring. The scheme provides for issuance of 44,44,444 nos of Redeemable Preference shares of Rs. 10/- each to Nitta Gelatin Inc., as consideration for their equity holding of 48,00,000 shares in Reva Proteins Limited. The merger is proposed to be undertaken through a Scheme of amalgamation under Section 230-232 of the Companies Act, 2013 to be filed with the National Company Law Tribunal ("NCLT") with the appointed date 1st April 2017 or as may be directed by the NCLT and is subject to approval by the shareholders, lenders, creditors & other applicable regulatory agencies. Based on the concurrence of the scheme by the Securities Exchange Board of India, the Company has received observation letter from the Bombay Stock Exchange dated 28th September 2018, advising the Company to file the scheme with the NCLT. Accordingly, the company has filed the merger petition / scheme with NCLT on 23rd October 2018. As per Directions of NCLT/ Court, a meeting of the shareholders and creditors was held on 27th December 2018 and a meeting of the lenders was held on 3rd January 2019. The proceedings of the meeting have been filed with NCLT. Considering that the petition / scheme is pending with NCLT awaiting approval on or before 31st March 2019, operations are in line with the projections of the management and cash flows that will be generated in the near future, no provision has been considered necessary for the remaining value of equity investment amounting to Rs. 1,319 Lakhs and loans and advances amounting to Rs. 776 Lakhs due from the said subsidiary.
- 6 Based on the evaluation made by the Company, there were no significant adjustments required to be made to the retained earnings as at 1st April 2018 under the modified retrospective approach, on IND AS 115 - "Revenue from Contracts with Customers" which has replaced the existing IND AS related thereto and is mandatory for reporting on or after 1st April 2018. The application of IND AS 115 did not have any significant impact on recognition and measurement of revenue and related terms in the financial results for the quarters ended 31st December, 30th September and 30th June 2018.
- 7 The above financial results, have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 6th February 2019 and the limited review of the same has been carried out by the statutory auditors of the company.
- 8 Prior period comparatives have been regrouped/reclassified wherever necessary.

For Nitta Gelatin India Limited

Sajiv K. Menon  
Managing Director  
DIN : 00168228

Kochi  
February 6, 2019





( ₹ in lakhs, except per share data )

Sl No.	Particulars	Statement of unaudited financial results for the quarter and nine months ended 31 December 2018					
		Quarter ended 31-Dec-18 Unaudited	Nine months ended 31-Dec-18 Unaudited	Quarter ended 31-Dec-17 Unaudited	Nine months ended 31-Dec-17 Unaudited	Year ended 31-Mar-18 Audited	
1	Total Income	6,316	16,807	9,710	24,125	33,081	
2	Net Loss / Profit for the period (before Tax, Exceptional and Extra ordinary items )	249	160	913	1,426	2,234	
3	Net Loss / Profit for the period before Tax ( after Exceptional and Extra ordinary items )	249	160	913	1,426	2,234	
4	Net Loss / Profit for the period after Tax ( after Exceptional and Extra ordinary items )	161	103	578	909	1,457	
5	Total Comprehensive Income for the period (Comprising Profit/ (Loss) for the period (after tax) and Other Comprehensive Income (after tax))	446	207	601	969	1,386	
6	Net Profit/(loss) after taxes, minority interest and share of profit / (loss) of associates	446	207	601	969	1,386	
7	Equity Share Capital	908	908	908	908	908	
8	Earnings Per Share (not annualised)	1.77	1.13	6.37	10.01	15.27	
	a) Basic: (₹)	1.77	1.13	6.37	10.01	15.27	
	b) Diluted: (₹)	1.77	1.13	6.37	10.01	15.27	

Notes:

- The above financial results, have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 6th February 2019 and the limited review of the same has been carried out by the statutory auditors of the company.
- 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 and Other 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.gelatin.in
- The operations of the Company were impacted due to flood in the previous quarter. Even though the flood water receded in the said quarter itself, the operations of the Ossein plant continued to be affected during the quarter for want of fresh water for process requirements.
- With effect from April 1, 2018, the subsidiary company Barmn Proteins Limited which was hitherto producing for and on behalf of the Company under conversion arrangement is carrying out operations independently. To this extent the operational results are not comparable for the relevant periods.
- The Board of Directors has approved a scheme of merger of its subsidiary company - Reva Proteins Limited with the Company, in their meeting held on 3rd February 2018 in view of the operational synergies emerging out of the said restructuring. The scheme provides for issuance of 44,44,444 nos of Redeemable Preference shares of Rs. 10/- each to Nitta Gelatin Inc., as consideration for their equity holding of 48,00,000 shares in Reva Proteins Limited. The merger is proposed to be undertaken through a Scheme of amalgamation under Section 230-232 of the Companies Act, 2013 to be filed with the National Company Law Tribunal ("NCLT") with the appointed date 1st April 2017 or as may be directed by the NCLT and is subject to approval by the shareholders, lenders, creditors & other applicable regulatory agencies. Based on the concurrence of the scheme by the Securities Exchange Board of India, the Company has received observation letter from the Bombay Stock Exchange dated 28th September 2018, advising the Company to file the scheme with the NCLT. Accordingly, the company has filed the merger petition / scheme with NCLT on 23rd October 2018. As per Directions of NCLT/ Court, a meeting of the shareholders and creditors was held on 27th December 2018 and a meeting of the lenders was held on 3rd January 2019. The proceedings of the meeting have been filed with NCLT. Considering that the petition / scheme is pending with NCLT awaiting approval on or before 31st March 2019, operations are in line with the projections of the management and cash flows that will be generated in the near future, no provision has been considered necessary for the remaining value of equity investment amounting to Rs. 1,319 lakhs and loans and advances amounting to Rs. 776 Lakhs due from the said subsidiary.
- Prior period comparatives have been regrouped/reclassified wherever necessary.

Kochi  
 February 6, 2019

For Nitta Gelatin India Limited

Sajiv K. Menon  
 Managing Director  
 DIN : 00168228

## Independent Auditor's Review Report on Quarterly and Year to Date Unaudited Financial Results of Nitta Gelatin India Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

### To the Board of Directors of Nitta Gelatin India Limited

1. We have reviewed the accompanying statement of unaudited financial results ("Statement") of Nitta Gelatin India Limited ("the Company") for the quarter ended 31 December 2018 and the year to date results for the period 1 April 2018 to 31 December 2018, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This 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 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.
3. 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 applicable Indian Accounting Standards specified under Section 133 of the Companies Act, 2013 and SEBI Circulars CIR/CFD/CMD/15/2015 dated 30 November 2015 and CIR/CFD/FAC/62/2016 dated 5 July 2016, and other recognised accounting practices and policies has not disclosed the information required to be disclosed in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement.



# Walker Chandiok & Co LLP

4. We draw attention to note 5 to the financial results, regarding the Company's non-current equity investment in subsidiary and advances given aggregating to INR 1,319 lakhs and INR 776 lakhs respectively as at 31 December 2018, which are considered as fully recoverable by the management based on the projected operations and expected future cash flows of the subsidiary company, which are dependent on certain assumptions and estimates considered by the management, the appropriateness of which is dependent upon the realisation of the related business plans. Our opinion is not modified in respect of this matter.

**For Walker Chandiok & Co LLP**

Chartered Accountants

Firm Registration No: 001076N/N500013



**Krishnakumar Ananthasivan**

Partner

Membership No.: 206229



Place: Kochi

Date : 6 February 2019