

To,

**National Stock Exchange of India Limited
Manager-Listing
Exchange Plaza,
Bandra Kurla Complex, Bandra (East)
Mumbai - 400 051
Tel No. 022-2659 8237/38
takeover@nse.co.in**

**BSE Limited
General manager-DSC
Phiroze Jeebhoy Towers
Dalal Street, Fort,
Mumbai - 400 001
Tel No. 022-2272 2039/37/3121
corp.relations@bseindia.com**

Dear Sir/s,

10th August, 2020

Regulation 33(3) & 30 of SEBI (LODR) Regulations, 2015: Outcome of Board Meeting for Consideration of Un-Audited Financial Results of the Company and the Un-Audited Financial Results of its Subsidiary, Coffee Day Global Limited for the Quarter ended 30th September, 2019

This is to inform you that at the meeting held today, the Board of Directors of our Company have approved the Standalone & Consolidated Un-Audited financial results of the Company and the consolidated Un-Audited Financial results of its subsidiary, Coffee Day Global Limited for the quarter ended 30th September, 2019, the meeting commenced at 07.30 PM and ended at 11.50 PM

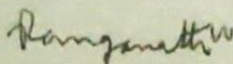
Enclosures:

- A copy of the "Financial Highlights" of Coffee Day Enterprises Limited & Coffee Day Global Limited is attached herewith.
- A copy of the statement of Standalone & Consolidated Un-Audited financial results of the Company and the statement of Consolidated Un-Audited financial results of its subsidiary, Coffee Day Global Limited along with the Limited Review report is attached herewith.

Kindly take the same on record.

Thanking you,
Yours Truly,

For Coffee Day Enterprises Limited



**S V Ranganath
Interim Chairman**



Coffee Day Enterprises Limited
Consolidated Financial Highlights

Rs in Crores (Cr)

<u>Q2FY20</u>	<u>H1FY20</u>
Revenue at Rs. 694 Crs; down 18% YoY	Revenue at Rs. 1,534 Crs; down 10% YoY
EBITDA at Rs. -1 Crs; down 101 % YoY	EBITDA at Rs. 2,049 Crs; up 519 % YoY
Net loss after tax at Rs. -177 Crs; down 943 % YoY	Net profit after tax at Rs. 1,441 Crs; up 3692 % YoY

Part - I: Details of Financial performance

Rs in Crores (Cr)

Particulars	Q2FY20	Q1FY20*	Q2FY19	YoY %	H1FY20*	H1FY19	YoY%
Revenue	694	840	846	-18%	1,534	1,703	-10%
EBITDA	(1)	2,049	164	-101%	2,049	331	519%
Net Profit/(loss) attributable to owners	(177)	1,618	21	-943%	1,441	38	3692%

* EBITDA for the period Q1FY20 & H1FY20 includes exceptional gain amounting to Rs. 1,975 Crores & PAT for the period Q1FY20 & H1FY20 includes exceptional gain amounting to Rs. 1,828 Crores primarily on account of sale of equity stake held in Mindtree Limited.

Subsidiary

Coffee Day Global Limited- Coffee Business

Financial Highlights

Q2 - FY 2020

Retail Net Revenue at Rs. 335 crores; down 10% YoY

Retail EBIDTA at Rs. 53 crores; down 36% YoY

Net profit after tax at Rs. -100 crores; down 1330% YoY

H1 FY 2020 (6 months)

Retail Net Revenue at Rs. 811 crores; down 10% YoY

Retail EBIDTA at Rs. 135 crores; down 18%

Net profit after tax at Rs.-164 crores; down 983% YoY

Note: figures has been rounded off for the purpose of reporting, previous quarter figures are regrouped/reclassified to match with current quarter & Q2 numbers are after the impact IND AS 116.

Details of Financial performance

Particulars	Q2-FY 20	Q1-FY 20	Q2-FY 19	Q2 YOY Growth %	Rs. In Crores		H1 YOY Growth %
					H1-FY20	H1-FY19	
Net Operational Revenue	368	443	429	-14%	811	901	-10%
Retail	335	344	372	-10%	679	737	-8%
Procurement, Production & Export	33	99	57	-42%	132	165	-20%
EBIDTA *	45	68	83	-46%	112	167	-33%
Retail	53	82	83	-36%	135	164	-18%
Procurement, Production & Export	(8)	(14)	1	-1034%	(23)	3	-966%
Profit after Tax (PAT) *	(100)	(64)	8	-1330%	(164)	19	-983%

Particulars	Q2-FY 20	Q1-FY 20	Q2-FY 19
Average Sales Per Day (ASPD)	15,817	15,445	15,277
Same Store Sales Growth (SSSG)	-3.97%	-4.21%	11.12%

Particulars	Q2-FY 20	Q1-FY 20	Q2-FY 19
Café outlets count	1,469	1,480	1,758
Vending Machines count	59,402	59,115	51,594

* EBIDTA for Q2 & H1-FY20 Includes one time non recurring & non cash expenses of Rs 23.22 Crores . Refer Note No 11. [Retail Rs. 20.68 & PPE Rs. 2.54]

Ranganath



To

Board of Directors of Coffee Day Enterprises Limited

1. We were engaged to review the accompanying Statement of unaudited consolidated financial results of Coffee Day Enterprises Limited ("the Parent Company") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), and its share of the net profit after tax and total comprehensive income of its associates and joint ventures for the quarter ended 30 September 2019 ("the Statement"), being submitted by the Parent Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').
2. It is the responsibility of the Parent Company's Management and Board of Directors to compile this Statement from the individual final accounts prepared by the management of the subsidiaries in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, 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 Parent Company's Board of directors.
3. Our responsibility is to conduct a 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. 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.





Coffee Day Enterprises Limited
Consolidated limited review report (continued)

We are also responsible for performing procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the Listing Regulations, to the extent applicable.

Because of the matters described in the paragraph 5 below, we were not able to obtain sufficient evidence to provide a basis for conclusion on the Statement and hence we do not express a conclusion on the Statement.

4. The Statement includes the results of the entities as per the attached Annexure I.

5. Basis for disclaimer of conclusion

- a. Auditor of 1 subsidiary which in turn has 13 step-down subsidiaries and 2 joint ventures (together constituting 42% of revenue), based on its review, has expressed an unmodified conclusion on the underlying unaudited consolidated financial results. The review report is dated 8th November, 2019 and is therefore of a date much earlier than the date of this report.

Auditors of 4 subsidiaries which in turn has 20 subsidiaries, 2 joint ventures and 1 step down subsidiary (constituting 55% of revenue), based on their review, have issued a disclaimer of conclusion on the underlying unaudited financial results due to the possible impact of the recoverability of dues from Mysore Amalgamated Coffee Estates Limited ("MACEL"), a related party. The auditor in respect of one subsidiary while giving disclaimer of opinion has drawn attention in the emphasis of matter paragraph to the treatment of impairment in respect of leasehold improvements, capital work in progress and capital advances would be provided for on a regular basis depending on the profitability, future increase in major expenses and on the cafes becoming inoperative permanently.





Coffee Day Enterprises Limited
Consolidated limited review report (continued)

The review reports of the Parent Company reviewed by us (constituting 0.50% of revenue) express disclaimer of conclusion on the underlying unaudited financial results due to inter alia: possible impact of the recoverability of dues from MACEL of Rs.3,535 crores to the subsidiaries of CDEL listing, compliance and recoverability of related party transactions and balances and impact of subsequent events to the date of this report.

Based on the above, we have not been able to obtain adequate evidence which could support a conclusion other than a disclaimer for the Group as a whole.

- b. In a letter dated 27 July 2019 signed by late Mr. V.G.Siddhartha, the Promoter and then Chairman and Managing Director of the Parent Company, which has come to light, it was inter-alia stated that the Management and auditors were unaware of all his transactions. Attention is drawn to note 11 of the Statement, wherein, consequently, the Board of Directors have initiated an investigation into the circumstances leading to the statements made in the letter and to scrutinize the books of accounts of the Company and its subsidiaries.

The investigation report submitted on 24th July,2020 has concluded that a sum of Rs.3,535 crores is due from MACEL a related entity to the subsidiaries of CDEL as on 31st July,2019. The report further concludes that out of this sum, Rs.842 crores was due to the subsidiaries as on 31st March,2019 and the balance sum of Rs.2,693 crores is the incremental outstanding which needs to be addressed.

We are unable to comment on the appropriateness of the transactions, including regulatory non-compliances, if any, and the recoverability of the amounts due in the absence of requisite evidence not being made available to us and its impact to the Statement.





Coffee Day Enterprises Limited
Consolidated limited review report (continued)

- c. In respect of some of the subsidiaries, adequate evidence with respect to compliance with debt covenants or details of defaults in repayment of borrowings and consequent actions, if any taken by bankers/ lenders as provided in the relevant loan agreements (refer note 22 of the Statement) have not been provided to us.

We are therefore unable to comment on the consequential adjustments that might impact this statement on account of non-compliance with debt covenants.

- d. We have not been provided appropriate evidence about the recognition of fair value of the estimated loss allowance on corporate guarantee given to its subsidiary (as detailed in note 20 of the Statement) as required by Ind AS 109, 'Financial Instruments'.

- e. Impairment for Goodwill of Rs.491 crores arising on consolidation has not been considered in this statement. (refer note 13 of the Statement). The above impairment is required by Ind AS 36, 'Impairment of Assets', in view of the developments during the period including the investigation report submitted to the company.

We are therefore unable to comment on whether any provisions on account of impairment is required and the impact of the same on this statement.

- f. In the case of 1 subsidiary, which in turn has 13 step-down subsidiaries and 2 joint ventures, and two associate companies and a step-down subsidiary reviewed by other auditors, the relevant review report on consolidated unaudited financial results is dated much earlier than the date of this report. In the case of this group as well as for other subsidiaries sufficient appropriate evidence regarding subsequent events as required by Ind AS 10, "Events after the Reporting Period" has not been provided, and therefore relevant procedures could not be performed.





Coffee Day Enterprises Limited
Consolidated limited review report (continued)

We are therefore unable to comment on the adjustments, if any, arising from such events in the case of these subsidiaries which may have occurred in the time period between 30 September 2019 and the date of this report.

- g. In case of the Parent Company and certain subsidiaries, the review reports contain a disclaimer of conclusion relating to going concern; the review reports of certain other subsidiaries contain a paragraph stating that there was material uncertainty relating to going concern assumption. However, the management has prepared the consolidated financial results on a going concern basis as detailed in note 23. On a consideration of the overall position and in view of the matters stated in paragraphs above we are unable to comment on whether the going concern basis for preparation of the Statement is appropriate.

6. Disclaimer of conclusion

In view of the nature of the matters described in paragraph 6, '**Basis for disclaimer of conclusion**'; above for which absence of sufficient evidence has resulted in limitation on work and the consequent adjustments not being determined and based on the consideration of the review reports of the other auditors referred to in paragraph 8 below, we are unable to state whether the accompanying statement has been prepared in accordance with the recognition and measurement principles laid down in the relevant Indian Accounting Standards and other accounting principles generally accepted in India, or that the Statement discloses the information required to be disclosed in terms of Regulation 33 of the Listing Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement. Thus, we do not express a conclusion on the accompanying financial results.





Coffee Day Enterprises Limited
Consolidated limited review report (continued)

7. Emphasis of Matter

- a. As detailed in note 19 of the Statement, sufficient appropriate evidence is not available to support a subsidiary's compliance with Section 45-IA of the Reserve Bank of India (RBI) Act, 1934. Further, the Parent Company and another subsidiary had filed applications seeking exemption from registering themselves as Non-Banking Financial Company (NBFC). As at the date of this review report, a response from RBI is awaited. Further with respect to one subsidiary, it has not filed an application with the RBI till date seeking condonation of the above non-compliance.

Accordingly, we are unable to comment on the compliance with the aforesaid regulations and consequential impact, if any on the Statement.

- b. The Parent Company has also received a notice from Registrar of Companies, Karnataka, calling for information in connection with a proposed enquiry under Section 206 of the Companies Act, 2013. Which has been responded to by the company.

Pending the outcome of the enquiry and related proceedings, we are unable to comment on the impact of the same on the Statement.

8. Other matters

- a. The unaudited financial results of 42 subsidiaries, 2 Associates, and 5 Joint ventures included in the Statement (reviewed by other auditors) reflect total revenues of Rs.708.07 crores and total net profit after tax of Rs.19.01 crores for the quarter ended 30 September 2019, as considered in the unaudited consolidated financial results. The unaudited financial results reviewed by other auditors whose reports 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 included in respect of these subsidiaries and joint ventures, is based on the reports of the other auditors.





VENKATESH & CO
Chartered Accountants

Coffee Day Enterprises Limited
Consolidated limited review report (continued)

- b. The financial results of 4 subsidiaries which are yet to commence operations for the quarter ended 30 September 2019, as considered in the Statement have not been reviewed either by us/ other auditors. However, the relevant financial information of these entities has been approved by the Management of the Parent Company. According to the information and explanations given to us by the Management, these financial results are not material to the Group.
- c. We further draw your attention to the Note No. 24 to the Statement, which describes the extent to which the COVID-19 pandemic will impact the company's financial results. The same will depend on future developments, which are highly uncertain.

For Venkatesh & Co.

Chartered Accountants

(F.R.No.004636S)

CA Dasaraty V

Partner

(M.No.026336)

Chennai, 10 August 2020

UDIN: 20026336AAAADB7670



Coffee Day Enterprises Limited
CIN: L55101KA2008PLC046866
Registered office: 23/2, Coffee Day Square, Vittal Mallya Road, Bengaluru 560 001



Statement of consolidated unaudited financial results for the quarter and half-year ended 30 September 2019

(Rs in Crores except per share data)

Sl. No.	Particulars	Quarter ended			Half-year ended		Year ended
		30-Sep-19	30-Jun-19	30-Sep-18	30-Sep-19	30-Sep-18	31-Mar-19
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income						
	Revenue from operations	694.16	839.73	845.77	1,533.89	1,702.68	3,764.12
	Other income	14.95	18.90	31.75	33.85	53.49	195.75
	Total income	709.11	858.63	877.52	1,567.74	1,756.17	3,959.87
2	Expenses						
	Cost of materials consumed	149.63	208.70	162.30	358.33	381.07	764.23
	Cost of integrated logistics services	248.78	276.18	271.37	524.96	512.87	1,166.35
	Purchases of stock-in-trade	1.11	1.62	(1.89)	2.73	-	235.75
	Changes in inventories of finished goods and work-in-progress	13.06	3.13	8.51	16.19	(1.61)	(4.09)
	Employee benefits expense	123.66	123.57	126.59	247.23	240.22	485.78
	Finance costs	124.50	158.55	96.48	283.05	175.91	369.61
	Depreciation and amortization expense	97.54	114.76	65.34	212.30	133.77	272.52
	Other expenses	170.01	135.89	181.69	305.90	355.33	702.50
	Total expenses	928.29	1,022.40	910.39	1,950.69	1,797.56	3,992.65
3	Profit/(loss) before share of profit from equity accounted investees, exceptional items and tax (1 - 2)	(219.18)	(163.77)	(32.87)	(382.95)	(41.39)	(32.78)
4	Exceptional items (refer note 6)	-	1,941.95	-	1,941.95	-	98.10
5	Profit/(loss) before share of profit from equity accounted investees and tax (3 + 4)	(219.18)	1,778.18	(32.87)	1,559.00	(41.39)	65.32
6	Share of profit / (loss) from equity accounted investees (net of income tax)	(3.55)	(2.26)	34.77	(5.81)	62.29	86.96
7	Profit/(loss) before tax (5 + 6)	(222.73)	1,775.92	1.90	1,553.19	20.90	152.28
8	Tax expense	(6.28)	87.22	9.75	80.94	22.65	63.66
9	Profit/(loss) for the period from continuing operations (7 - 8)	(216.45)	1,688.70	(7.85)	1,472.25	(1.75)	88.62
10	Profit/(loss) from discontinued operations, net of tax (Refer note 9 & 10)	1.73	(16.30)	31.69	(14.57)	46.64	57.70
11	Profit/(loss) for the period (9+10)	(214.72)	1,672.40	23.84	1,457.68	44.89	146.32
	Attributable to owners of the company	(177.29)	1,617.87	21.20	1,440.58	38.21	127.51
	Attributable to non-controlling interests	(37.43)	54.53	2.64	17.10	6.68	18.81
	Other comprehensive income						
	Items that will not be reclassified to profit or loss, net of tax	(3.20)	(1.37)	(2.15)	(4.57)	(0.57)	(2.62)
	Items that will be reclassified to profit or loss, net of tax	(0.78)	0.79	0.55	0.01	2.73	2.32
	Other comprehensive income for the year from Discontinued Operation Net of Taxes	(3.87)	0.31	1.51	(3.56)	2.36	1.69
12	Other comprehensive income for the period, net of tax	(7.85)	(0.27)	(0.09)	(8.12)	4.52	1.39
	Attributable to owners of the company	(5.11)	(0.33)	(0.19)	(5.44)	3.61	0.73
	Attributable to non-controlling interests	(2.74)	0.06	0.10	(2.68)	0.91	0.66
13	Total comprehensive income for the period (11 + 12)	(222.57)	1,672.13	23.75	1,449.56	49.41	147.71
	Attributable to owners of the company	(182.40)	1,617.54	21.01	1,435.14	41.82	128.24
	Attributable to non-controlling interests	(40.17)	54.59	2.74	14.42	7.59	19.47
14	Paid-up equity share capital (face value of Rs 10 each)	211.25	211.25	211.25	211.25	211.25	211.25
15	Reserves excluding revaluation reserves	-	-	-	-	-	2,317.83
16	Earnings per share:						
	Basic earnings per share (In Rs.)	(8.39)	76.59	1.00	68.19	1.81	6.04
	Diluted earnings per share (In Rs.)	(8.39)	76.59	1.00	68.19	1.81	6.04

See accompanying notes to the consolidated financial results

Segment Information

Based on the "management approach" as defined in Ind AS 108 - Operating Segments, the Chief Operating Decision Maker ("CODM") evaluates the Group's performance and allocates resources based on an analysis of various performance indicators by business segments. Accordingly, information has been presented along these business segments viz. Coffee and related business, Integrated multimodal logistics, Financial services, Leasing of commercial office space, Hospitality services and Investment operations.

Financial information on our consolidated reportable operating segments for the quarter and half-year ended 30 September 2019 is set out as below:

(Rs in Crores)

Sl. No.	Particulars	Quarter ended			Half-year ended		Year ended
		30-Sep-19	30-Jun-19	30-Sep-18	30-Sep-19	30-Sep-18	31-Mar-19
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Segment revenue						
	a) Coffee and related business	367.96	442.57	429.47	810.53	901.32	2,043.46
	b) Integrated multimodal logistics	297.76	362.07	360.83	659.83	684.34	1,524.94
	c) Financial services	26.97	22.52	55.51	49.49	110.85	176.67
	d) Leasing of commercial office space	0.78	0.77	0.40	1.55	0.70	2.20
	e) Hospitality services	6.65	9.11	6.69	15.76	16.12	32.39
	f) Investment operations	11.91	19.88	12.25	31.79	25.41	59.39
	Total Operating Revenue	712.03	856.92	865.15	1,568.95	1,738.74	3,839.05
	Revenue from Discontinued operations						
	a) Financial services	86.55	43.86	98.92	130.41	172.06	350.40
	b) Leasing of commercial office space	44.16	44.26	35.83	88.42	72.28	153.31
	Total revenue	842.74	945.04	999.90	1,787.78	1,983.08	4,342.76
2	Segment result						
	a) Coffee and related business	20.40	66.88	83.51	87.28	166.54	335.45
	b) Integrated multimodal logistics	(10.75)	39.49	42.22	28.74	83.08	172.75
	c) Financial services	(11.03)	(9.95)	(8.00)	(20.98)	(2.66)	(9.80)
	d) Leasing of commercial office space	(1.81)	0.52	14.42	(1.29)	24.28	76.46
	e) Hospitality services	0.57	2.17	1.44	2.74	3.53	4.14
	f) Investment operations (refer note 6)	1.93	1,950.12	30.13	1,952.05	55.81	215.41
	Total from continuing operations	(0.69)	2,049.23	163.72	2,048.54	330.58	794.41
	Segment result Discontinued operations						
	a) Financial services	6.13	(20.46)	23.60	(14.33)	28.59	43.77
	b) Leasing of commercial office space	38.69	37.19	30.19	75.88	63.08	123.15
	Total	44.13	2,065.96	217.51	2,110.09	422.25	961.33
3	Reconciliation to consolidated financial results						
	Segment revenue form continuing operations	712.03	856.92	865.15	1,568.95	1,738.74	3,839.05
	Less: reconciling items						
	Inter-segment revenue	17.87	17.19	19.38	35.06	36.06	74.93
	Revenue from continuing operations	694.16	839.73	845.77	1,533.89	1,702.68	3,764.12
	Segment result from continuing operations	(0.69)	2,049.23	163.72	2,048.54	330.58	794.41
	Less: reconciling items						
	Depreciation and amortisation expense	97.54	114.76	65.34	212.30	133.77	272.52
	Finance costs	124.50	158.55	96.48	283.05	175.91	369.61
	Tax expense, net	(6.28)	87.22	9.75	80.94	22.65	63.66
	Profit/(loss) for the period from continuing operations	(216.45)	1,688.70	(7.85)	1,472.25	(1.75)	88.62

See accompanying notes to the consolidated financial results

Notes to the segment information:

a) Segment result represents EBITDA i.e. earnings before interest expense, depreciation / amortisation expense and tax. For the purpose of segment reporting, the Group has included share of profit from equity accounted investees under respective business segments. Further, the segment results disclosed under investment operations for the quarter ended 30 June 2019 and half-year ended 30 September 2019, includes exceptional gain primarily on account of sale of equity stake in Mindtree Limited (refer note 6).

b) Since the information about segment assets and segment liabilities are not reviewed by the CODM, the Group has not presented such information as a part of its segment disclosure, which is in accordance with the requirements of Ind AS 108.

Part III: Consolidated statement of assets and liabilities

(Rs in Crores)

Sl. No.	Particulars	As at	As at
		30-Sep-19	31-Mar-19
		Unaudited	Audited
A	ASSETS		
1	Non-current assets		
	(a) Property, plant and equipment	2,002.16	2,034.12
	(b) Right to use of asset	540.82	
	(c) Capital work-in-progress	1,193.61	1,062.56
	(d) Investment property	85.41	812.06
	(e) Investment property under development	1.23	157.11
	(f) Goodwill	491.20	509.10
	(g) Other intangible assets	27.71	39.60
	(h) Intangible assets under development	-	3.46
	(i) Equity accounted investees	74.82	55.02
	(j) Financial assets		
	(i) Investments	3.85	9.21
	(ii) Loans	86.54	113.72
	(iii) Other non-current financial assets	60.24	50.94
	(k) Deferred tax assets, (net)	117.06	77.33
	(l) Non-current tax assets, (net)	15.06	3.85
	(m) Other non-current assets	815.78	1,041.46
	Total non-current assets	5,515.49	5,969.54
2	Current assets		
	(a) Inventories	75.33	112.20
	(b) Financial assets		
	(i) Investments	1.21	112.40
	(ii) Trade receivables	477.06	570.59
	(iii) Cash and cash equivalents	249.62	2,127.47
	(iv) Bank balances other than cash and cash equivalents	44.15	239.43
	(v) Loans	2,372.53	918.69
	(vi) Other current financial assets	69.37	123.30
	(c) Current tax assets, (net)	85.76	78.16
	(d) Other current assets	1,374.33	320.28
		4,749.36	4,602.52
	Assets held for sale	1,064.16	687.01
	Total current assets	5,813.52	5,289.53
	Total assets	11,329.01	11,259.07
B	EQUITY AND LIABILITIES		
1	Equity		
	(a) Equity share capital	211.25	211.25
	(b) Other equity	3,650.54	2,317.83
	Equity attributable to owners of the parent	3,861.79	2,529.08
	Non-controlling interests	669.71	637.06
	Total equity	4,531.50	3,166.14
2	LIABILITIES		
(A)	Non-current liabilities		
	(a) Financial liabilities		
	(i) Borrowings	2,264.78	2,657.75
	(ii) Other non-current financial liabilities	78.22	111.32
	(b) Provisions	20.55	18.44
	(c) Deferred tax liabilities, (net)	19.64	20.47
	(d) Other non-current liabilities	27.43	33.90
	Total non-current liabilities	2,410.62	2,841.88
(B)	Current liabilities		
	(a) Financial liabilities		
	(i) Borrowings	985.14	3,889.63
	(ii) Trade payables		
	Total outstanding dues to micro enterprises and small enterprises	-	-
	Total outstanding dues other than micro enterprises and small enterprises	300.16	141.94
	(iii) Other current financial liabilities	1,297.47	1,106.00
	(b) Provisions	8.37	5.36
	(c) Current tax liabilities, (net)	75.78	55.02
	(d) Other current liabilities	133.72	53.10
	Total current liabilities	2,800.64	5,251.05
(C)	Liabilities associated with assets classified as held for sale	1,586.25	
	Total equity and liabilities	11,329.01	11,259.07

See accompanying notes to the financial results

Statement of Condensed Consolidated of Cash Flows

(Rs in Crores)

Particulars	30-Sep-19	30-Sep-18
	Unaudited	Unaudited
Cash generated from/(used in) operations [A]	(1,802.38)	156.89
Net cash generated from/ (used in) investing activities [B]	2,185.28	(359.25)
Net cash generated from/(used in) financing activities [C]	(2,159.36)	575.48
Movement in cash and cash equivalents [A +B +C]	(1,776.46)	373.12
Cash and cash equivalents at the beginning of the period	1,918.87	1,424.23
Cash and cash equivalents at the end period	142.41	1,797.35

Notes:

- 1 The consolidated financial results of Coffee Day Enterprises Limited ("the Parent Company" or "CDEL" or "the Company") and its subsidiaries (collectively known as 'the Group') and its associates and joint ventures have been compiled by the management of the Parent Company which has been consolidated based on the financial results prepared by the management of respective subsidiaries, associates and joint ventures and approved by Board of Directors of respective subsidiaries, associates and joint ventures, in accordance with the recognition and measurement principals laid down in Indian Accounting Standard (referred to as 'Ind AS') 34 "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) as amended from time to time and other accounting principles generally accepted in India and in terms of SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015 (the "Listing Regulations").

The consolidated figures above include figures of the subsidiaries including step-down subsidiary companies namely Coffee Day Global Limited, A.N Coffee day International Limited, Classic Coffee Curing Works, Coffee lab Limited, Coffee Day Gastronomie Und Kaffeehandles GmbH, Coffee Day CZ, Way2Wealth Securities Private Limited, Way2Wealth Capital Private Limited, Way2Wealth Brokers Private Limited, AlphaGrep Securities Private Limited, Way2Wealth Commodities Private Limited, Way2Wealth Enterprises Private Limited, Way2Wealth Insurance Brokers Private Limited, Alphagrep Commodities Private Limited, Alphagrep Pte Limited, AlphaGrep Holding HK Limited, AlphaGrep UK Limited, Shanghai Dao Ge International Trading Limited, Calculus Traders LLP, Coffee Day Hotels and Resorts Private Limited, Wilderness Resorts Private Limited, Karnataka Wildlife Resorts Private Limited, Coffee Day Trading Limited, Magnasoft Consulting India Private Limited, Magnasoft Europe Limited, Magnasoft Spatial Services Inc., Coffee Day Kabini Resorts Limited, Tanglin Developments Limited, Tanglin Retail Reality Developments Private Limited, Sical Logistics Limited, Sical Infra Assets Limited, Sical Iron Ore Terminal Limited, Sical Iron Ore Terminal (Mangalore) Limited, Sical Connect Limited, Sical Mining Limited, Sical Saumya Mining Limited, Sical Bangalore Logistics Park Limited, Sical Supply Chain Solutions Limited, Bergen Offshore Logistics Pte. Limited, Sical Washeries Limited, Sical Multimodal and Rail Transport Limited, Sical Logixpress Private Limited, PAT Chems Private Limited, Develecto Mining Limited, Girividyuth India Limited and GV Tech Praks Private Limited.

The consolidated net profit presented includes Group's share of profit / loss from joint ventures namely Coffee Day Consultancy Services Private Limited, Coffee Day Econ Private Limited, Coffee Day Schaerer Technologies Private Limited, PSA Sical Terminals Limited, Sical Sattva Rail Terminal Private Limited and the Group's share of profits from associate companies namely Ittiam Systems Private Limited and Barefoot Resorts and Leisure India Private Limited.

- 2 The Statement of unaudited consolidated financial results ('the Statement') of the Group for the quarter ended and half year ended 30 September 2019 has been reviewed by the Audit Committee and thereafter approved by the Board of Directors in their meeting held on 10 August 2020.
- 3 The unaudited consolidated financial results for the quarter and half year ended 30 September 2019 was subjected to "Limited Review" by Statutory Auditors of the Company and they have expressed disclaimer of conclusion. The review report of the Statutory Auditors is being filed with Bombay Stock Exchange and National Stock Exchange and is also available on the Company's website www.coffeeday.com.
- 4 Pursuant to the provisions of Listing Agreement, the Management has decided to publish unaudited consolidated financial results in the newspapers. However, the unaudited standalone financial results of the Company will be made available on the Company's website www.coffeeday.com and also on the website of BSE (www.bseindia.com) and NSE (www.nseindia.com).
- 5 Information of standalone financial results of the Company:

Particulars	Quarter ended			Half-year ended		Year ended
	30-Sep-19	30-Jun-19	30-Sep-18	30-Sep-19	30-Sep-18	31-Mar-19
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Total income from operations	3.96	11.83	18.40	15.79	34.48	124.06
Profit/(Loss) for the period before tax	(22.50)	1468.14*	(11.72)	1445.64*	(26.15)	(67.71)
Profit/(Loss) for the period after tax	(19.57)	1429.82*	(11.72)	1410.25*	(26.15)	(67.71)

*Includes exceptional gain on account of sale of equity stake in Mindtree Limited amounting to Rs. 1,504 crores.

- 6 On 7 February 2019, the Board of Directors provided an in principal approval to sell the shares of Mindtree Limited held by the Company and its subsidiary. Subsequently, on 18 March 2019, the Company entered into an agreement to sell the shares of Mindtree Limited held by the Company and its subsidiary as well as directly held by the Promoter, to Larsen and Toubro Limited at an agreed price of Rs. 980 per share subject to certain terms and conditions as per the agreement. On 30 April 2019, the transaction for sale of shares in Mindtree Limited has been completed and the Company along with its subsidiary received the entire agreed consideration. During the quarter ended 30 June 2019 and for half year ended 30 September 2019, the Company has recorded the gain on sale of such shares net of transaction costs as an exceptional item amounting to Rs. 1,975 crores. The exceptional items for the quarter ended 30 June 2019 and for half year ended 30 September 2019 includes loss of Rs. 23 crores on sale of shares held in Global Edge software limited and Rs. 10 crores on impairment of certain intangible assets by a subsidiary.
- 7 The Group has adopted Ind AS 116 – "Leases", effective annual reporting period beginning from 1 April 2019 and applied the standard to its leases, retrospectively, with the cumulative effect of initially applying the Standard, recognized on the date of initial application. Accordingly, the Group has not restated comparative information, instead, the cumulative effect of initially applying this standard has been recognized as an adjustment to the opening balance of retained earnings as on 1 April 2019. In the Statement for the current period the nature of expenses in respect of operating lease has changed from lease rent in previous periods to depreciation for the right-to-use asset amounting to Rs. 56.39 crores and finance costs for interest accrued on lease liability amounting to Rs. 43.76 crores.
- 8 On 3 April 2019, Coffee Day Global Limited (CDGL) transferred assets pertaining to one of its businesses to Coffee Day Econ Private Limited a step-down subsidiary of Coffee Day Consultancy Services Private Limited ('CDCSPL'). On 5 April 2019, CDEL and CDGL together made investment by way of 100% subscription of equity shares of CDCSPL. Further, on 8 April 2019 CDEL, CDGL and CDCSPL entered into share subscription agreement with Impact HD Inc., (IHD) for subscription to equity shares of CDCSPL by IHD. Post subscription of equity shares by IHD; CDEL and CDGL together will hold 51% of the paid-up equity capital of CDCSPL with equal rights at the Board, between IHD and CDEL / CDGL, thereby becoming a JV.

- 9 On 14 August 2019, on approval of Board of Directors of the Parent Company, Tanglin Development Limited (“TDL”) the subsidiary company executed the definitive agreements with entities belonging to Blackstone Group and Salarpuria Sattva Group for divestment of Global Village Techparks (discontinued business) for a consideration of Rs. 2,700 crores subject to closing conditions. Subsequently on 27 March 2020, TDL has received first tranche of Rs. 2,000 crores. The balance amount is expected to be received after the receipt of few statutory approvals. Out of the consideration received, TDL has repaid its external borrowings including principal and interest amounting to Rs. 1,644 crores to its lenders.

The results of discontinued business included in the consolidated financial results are as follows

Particulars	Quarter ended			Half-year ended		Year ended
	30-Sep-19	30-Jun-19	30-Sep-18	30-Sep-19	30-Sep-18	31-Mar-19
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Revenue	43.15	43.96	35.02	87.11	71.03	150.19
Expenses	36.69	38.54	23.57	75.23	45.50	123.69
Profit before tax	6.46	5.42	11.45	11.88	25.53	26.50
Tax expenses	-	-	(1.53)	-	0.03	0.91
Profit after tax	6.46	5.42	12.98	11.88	25.50	25.59

Cashflows from/(used in) discontinued operations

Particulars	Half-year ended	
	30-Sep-19	30-Sep-18
Net cash generated from operating activities (A)	79.45	60.93
Net cash use in investing activities (B)	(7.87)	(79.02)
Net cash (used in)/provided for financing activities (C)	152.43	132.15
Net increase/(decrease) in cash and cash equivalents (A)+(B)+(C)	224.01	114.06

- 10 On 14 August 2019, the Board of Directors of the Parent Company provided an in-principal approval for disinvestment in its step-down subsidiary, AlphaGrep Securities Private Limited (discontinued business) in favour of Illuminati Software Private Limited. Subsequently, on 14 November 2019, Way2Wealth Securities Private Limited, the subsidiary company entered into a definitive agreement to sell AlphaGrep Securities Private Limited. The closing conditions were met, and necessary approvals were obtained following which the Company received sale consideration of Rs. 20 crores on 5 March 2020.

The results of discontinued business included in the consolidated financial results are as follows

Particulars	Quarter ended			Half-year ended		Year ended
	30-Sep-19	30-Jun-19	30-Sep-18	30-Sep-19	30-Sep-18	31-Mar-19
	Unaudited	Unaudited	Unaudited	Unaudited*	Unaudited	Audited
Revenue	89.20	44.49	102.59	133.70	177.64	356.73
Expenses	86.48	67.63	81.02	154.11	153.09	322.52
Profit before tax	2.72	(23.14)	21.57	(20.41)	24.55	34.21
Tax expenses	7.46	(1.43)	2.86	6.03	3.40	2.10
Profit after tax	(4.74)	(21.71)	18.71	(26.44)	21.15	32.11

Cashflows from/(used in) discontinued operations

Particulars	Half-year ended	
	30-Sep-19	30-Sep-18
Net cash generated from operating activities (A)	(28.69)	(13.78)
Net cash use in investing activities (B)	5.67	(4.33)
Net cash (used in)/provided for financing activities (C)	21.55	18.90
Net increase/(decrease) in cash and cash equivalents (A)+(B)+(C)	(1.47)	0.79

- 11 The Board of Directors of the Parent Company at their meeting held on 30 August 2019 appointed Mr. Ashok Kumar Malhotra, retired DIG of Central Bureau of Investigation (CBI), who is assisted by Agastya Legal LLP (led by its senior partner Dr. M R Venkatesh) to independently investigate the circumstances leading to the statements made in the letter of the Promoter and the then Chairman and Managing Director of the Company, late Mr. V. G. Siddhartha dated 27 July 2019 and to scrutinize the books of accounts of the Company and its subsidiaries. Investigation had completed on 24 July 2020 and the report had mentioned MACEL owes a sum of Rs.3,535 crores to the subsidiaries of CDEL as at 31 July 2019. out of the above, a sum of Rs.842 crores was due to these subsidiaries by MACEL as at 31 March 2019 as per the Consolidated Audited Financial Statements. Therefore, a sum of Rs.2,693 crores is the incremental outstanding that needs to be addressed. On receipt of the summary of the Investigation report addressed to the Board of Coffee Day Enterprises Limited. The subsidiaries noted it and forwarded it to the Board of Mysore Amalgamated Estates Limited and have asked them to provide the subsidiaries with a repayment plan within 15 days for the amount due to the subsidiaries as on 31st July 2019. The board of CDEL authorized its Chairman to appoint an ex-judge of the Hon. Supreme Court or the Hon. High Court, or any other person of eminence, to suggest and oversee actions for recovery of the dues from MACEL and to help on any other associated matters.
- 12 The Company and certain its subsidiaries have exercised the option permitted under Section 115BAA of the Income-tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019.
- 13 The Group has goodwill amounting to Rs. 491 crores as at 30 September 2019. The Parent Company shall carry out impairment assessment of the goodwill in its annual financial statements for the year ended 31 March 2020, as consistent with its past practice of carrying out impairment assessment at every yearend and hence impact, if any, has not been considered in this Statement.
- 14 Tanglin Developments Limited (a wholly-owned subsidiary) has sold 1,650,675 shares held by it in Ittiam Systems Private Limited, an associate of the Company, for aggregate consideration of Rs. 18 crores, in November 2019 and January 2020.

- 15 On 8 January 2020, the Board of Directors of the Parent Company provided an in principal approval to sell the shares of Way2Wealth Securities Private Limited held by the Parent Company and its subsidiaries. Subsequently, on 23 January 2020, the Parent Company entered into a definitive agreement to sell Way2Wealth Securities Private Limited including its certain subsidiaries to Shriram Ownership Trust, subject to the closing conditions and required statutory approvals.
- 16 On 9 January 2020, the Parent Company, made a Disclosure in terms of SEBI circular No. SEBI/HO/CFD/CMD1/CIR/P/2019/140 dated 21 November 2019 for the quarter ended 31 December 2019 regarding the disclosures of defaults on payments of interest/ repayment of principal amount on loans from Banks/ Financial institutions and unlisted debt securities. As per the disclosure, the Parent Company has defaulted in payment of interest amounting to Rs. 1.48 crores towards loans or revolving facilities like cash credit from banks or financial institutions and Rs. 8 crores towards Unlisted debt securities i.e., Non-convertible Debentures.
- 17 On 10 January 2020, the National Stock Exchange of India Limited issued a notice to the Company stating that trading in securities of the Parent Company will be suspended with effect from 3 February 2020 due to non-compliance with Regulation 33 of SEBI Regulations for two consecutive quarters i.e. 30 June 2019 and 30 September 2019 and/ or for non-payment of fine levied for the identified non-compliance. The trading of the securities would be allowed on the first trading day of every week for six months.
- 18 Pursuant to a meeting of the Board of Directors of the Company held on 29 January 2020, the Management compiled consolidated financial information of the Group for the quarter and six months ended 30 September 2019 was filed with BSE and NSE. As explained in note 2, to the aforementioned management compiled consolidated financial information, such management compiled consolidated financial information of the Group for the quarter and half year ended 30 September 2019 were not subjected to Limited Review by the statutory auditors of the Company. The aforementioned Management compiled consolidated financial information are superseded by these unaudited consolidated financial results which have been subjected to Limited Review by the statutory auditors of the Company.
- 19 The financial income of the Parent Company, Coffee Day Trading Limited ('CDTL') and Way2Wealth Securities Private Limited (W2WSPL) earned during the current quarter and half year ended 30 September 2019 constitutes more than 50% of its total income for the said period and financial assets constitutes more than 50% of its total assets as at 30 September 2019, thereby requiring these entities to register themselves as Non-Banking Financial Companies ('NBFC') with the Reserve Bank of India (RBI) as per the requirements of Section 45-IA of Reserve Bank of India Act, 1934. On 13 March 2020, the Parent Company and Coffee Day Trading Limited have made an application to the Deputy General Manager of the Department of Non-Banking Supervision requesting for a one-time exemption from obtaining registration as NBFC under the provisions of RBI. As of the date of this Statement, the Parent Company and CDTL are awaiting response from RBI. W2WSPL has not filed an application with the RBI till date seeking condonation of the above non-compliance.
- 20 The Company has given a corporate guarantee of Rs. 1,000 million for a loan taken by a wholly owned subsidiary which is only due for repayment in the month of October 2020. As at the date of this Statement, such corporate guarantee has not been invoked by the lender. The Company is confident that the loan will be repaid by the subsidiary in the due course and hence, the loss allowance as per Ind AS 109 Financial Instruments has been estimated by the Management to be Rs. Nil.
- 21 On 21 July 2020, the Company made a Disclosure of Shareholding pattern of the Parent Company for the quarter ended 30 June 2020 to the BSE and NSE. As per the disclosure, percentage of shareholding by the promoter group in the Company as on 30 September 2019 was 25.35% and reduced to 15.23% as at 30 June 2020 due to invocation of the pledged equity shares by various lenders.
- 22 The Group has borrowings amounting to Rs. 4,685 crores as at 30 September 2019. There have been certain covenant breaches with respect to certain borrowings taken by the group from various lenders. Such breaches entitle the lenders to recall the loan, however, as at 30 September 2019 these lenders have not extinguished their right nor exercised their right to recall such balances. On the date of this statement, there have been certain defaults in repayments of principal and interest of the loans and certain lenders have exercised their rights including recall the loans.
- 23 These consolidated financial results for the quarter and half year ended 30 September 2019 have been prepared on a going concern basis in view of the positive net worth of the Group amounting to Rs 4,532 crores as of 30 September 2019, significant value in underlying businesses managed by subsidiaries / joint ventures / associates, established track record of the Group to monetize its assets as demonstrated by stake sale in Mindtree Limited (refer note 6 of this Statement), sale of Global Village Tech Park owned by its wholly-owned subsidiary Tanglin Developments Limited (refer note 9 of this Statement), sale of Way2Wealth Group entities (refer note 10 and 15 of this Statement), sale of stake held in Ittiam Systems Private Limited (refer note 14 of this Statement), operational efficiencies and consequential ability to service its obligations.
- 24 In view of the order of Ministry of Home Affairs dated 24 March 2020, due to the outbreak of global health pandemic COVID-19 (Coronavirus) in India, certain entities of the Group have closed operations with effect from 25 March 2020. The same is considered as a non-adjusting subsequent event. As at the date of this Statement, it is not possible to reliably estimate the financial effect (if any) of the above event on the Group's operations or fair value of investments and/or other assets.

for and on behalf of Board of Directors of
Coffee Day Enterprises Limited

-Sd-
S V Ranganath
Interim Chairman
Place: Bangalore
Date: 10 August 2020



To

Board of Directors of Coffee Day Enterprises Limited

1. We were engaged to review the accompanying statement of unaudited standalone financial results ("the Statement") of Coffee Day Enterprises Limited ("the Company") for the quarter ended 30 September 2019.
2. It is the responsibility of the Company's Management and Board of Directors to prepare this Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, 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.
3. Our responsibility is to conduct a 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 financial results are 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.

Because of the matters described in the paragraph 4 below, we were not able to obtain sufficient appropriate evidence to provide a basis for conclusion on the Statement and hence we do not express a conclusion on the Statement.

4. Basis for disclaimer of conclusion



- a. Primarily in relation to current quarter transactions with group companies as at September 30, 2019, we have not been provided with sufficient evidence with respect to recoverability of dues from group companies amounting to Rs. 1,757 crores. We have not been provided appropriate evidence about any recognition of fair value of





**Coffee Day Enterprises Limited
Limited review report (continued)**

the estimated loss allowance on corporate guarantee given to its subsidiary (as detailed in note 15 of the Statement) as required by Ind AS 109, 'Financial Instruments'.

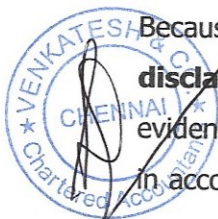
We are therefore unable to comment on the recoverability of the stated balance from group companies, fair value of estimated loss allowance on corporate guarantee given to a subsidiary, and the impact on this Statement.

- b. We have not been provided with Management's assessment of the indicators and consequential assessment of impairment of its investments in subsidiaries, associates and joint ventures with a carrying value of Rs. 1,943 crores as at 30 September 2019, as required by Ind AS 36, 'Impairment of Assets', particularly consequent to developments during this period. As detailed in note 9 of the Statement, the company makes an assessment of impairment only at the end of the financial year.

We are therefore unable to comment on the impairment if any on investments in subsidiaries, associates and joint ventures and the effect, if any, on this Statement.

- c. This Statement has been prepared by the Management and Board of Directors using the going concern assumption. The matters detailed in the above paragraphs may have a consequential implication on the Company's ability to continue as a going concern. We are therefore unable to comment on whether the going concern basis for preparation of the Statement is appropriate.

5. Disclaimer of conclusion



Because of the substantive nature of the matters stated in paragraph 4, '**Basis for disclaimer of conclusion**', above for which we have not been able to obtain sufficient evidence, we are unable to state whether the accompanying Statement has been prepared in accordance with the applicable accounting standards and other recognized accounting





Coffee Day Enterprises Limited
Limited review report (continued)

practices and policies or that the Statement discloses the information required to be disclosed in terms of Regulation 33 of the Listing Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement. Thus, we do not express a conclusion on the accompanying financial results.

6. Emphasis of Matter

- a. In a letter dated 27 July 2019 signed by late Mr. V. G. Siddhartha, the Promoter and then Chairman and Managing Director of the Company, which has come to light, it was inter-alia stated that the Management and auditors were unaware of all his transactions.

The Board of Directors have initiated an investigation into the circumstances leading to the statements made in the letter and to scrutinize the books of accounts of the Company and its subsidiaries.

The investigation report submitted to the Board of Directors on 24th July, 2020 has concluded that MACEL ("Mysore Amalgamated Coffee Estates Limited") a related entity owes a sum of Rs.3,535 crores to the subsidiaries of CDEL as on 31st July, 2019 of which a sum of Rs.842 crores was due to the subsidiaries as of 31st March, 2019 leaving a balance of Rs.2,693 crores as incremental outstanding which needs to be addressed.

- b. The Company has also received a notice from Registrar of Companies, Karnataka, calling for information in connection with a proposed enquiry under Section 206 of the Companies Act, 2013.



The Company has responded to the inquiry and has furnished the information called for. Pending the outcome of the enquiry and related proceedings, we are unable to comment on the impact of the same on this Statement.





**Coffee Day Enterprises Limited
Limited review report (continued)**

- c. As detailed in note 14 of the Statement, the Company has filed an application seeking a onetime exemption from registering itself as a Non-Banking Financial Company (NBFC) as required by Section 45-IA of the Reserve Bank of India Act, 1934 and other related provisions. As at the date of this Statement a response from the Reserve Bank of India is awaited. In the absence of such exemption, we are unable to comment on the compliance with the aforesaid regulations and consequential impact, if any on this Statement.

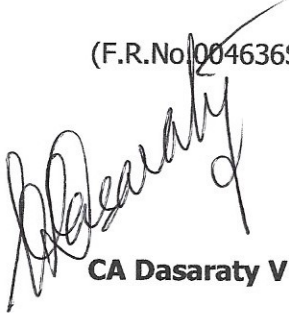
7. Other matters

We further draw your attention to the Note No.19 to the Statement, which describes the extent to which the COVID-19 pandemic will impact the company's financial results. The same will depend on future developments, which are highly uncertain.

For Venkatesh & Co.

Chartered Accountants

(F.R.No.004636S)



CA Dasaraty V



Partner

(M.No.026336)

CHENNAI, 10 August 2020

UDIN: 20026336AAAADA9980



Statement of unaudited standalone financial results for the quarter and half-year ended 30 September 2019 (Rs in millions except per share data)

Sl. No.	Particulars	Quarter ended			Half-year ended		Year ended
		30 September 2019	30 June 2019	30 September 2018	30 September 2019	30 September 2018	31 March 2019
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income						
	a) Revenue from operations	23.43	92.09	180.15	115.52	337.05	1,223.16
	b) Other income	16.18	26.19	3.85	42.37	7.70	17.42
	Total income (a+b)	39.61	118.28	184.00	157.89	344.75	1,240.58
2	Expenses						
	a) Purchase of stock-in-trade	-	-	-	-	-	691.27
	b) Employee benefits expense	20.78	22.15	18.84	42.93	36.83	84.99
	c) Finance costs	228.51	417.75	263.99	646.26	532.33	1,050.78
	d) Depreciation and amortization expense	1.50	1.51	1.19	3.01	2.34	4.66
	e) Other expenses	13.86	33.43	17.21	47.29	34.78	86.02
	Total expenses (a+b+c+d+e)	264.65	474.84	301.23	739.49	606.28	1,917.72
3	Profit/(loss) before exceptional items and tax (1 - 2)	(225.04)	(356.56)	(117.23)	(581.60)	(261.53)	(677.14)
4	Exceptional items (refer note 4)	-	15,037.96	-	15,037.96	-	-
5	Profit/(Loss) before tax (3 + 4)	(225.04)	14,681.40	(117.23)	14,456.36	(261.53)	(677.14)
6	Tax expense	(29.33)	383.19	-	353.86	-	-
7	Profit/ (Loss) for the period (5-6)	(195.71)	14,298.21	(117.23)	14,102.50	(261.53)	(677.14)
	Other comprehensive income						
	Items that will not be reclassified to profit or loss, net of tax	-	0.14	0.04	0.14	0.08	0.55
8	Other comprehensive income for the period, net of tax	-	0.14	0.04	0.14	0.08	0.55
9	Total comprehensive income for the period (7+8)	(195.71)	14,298.35	(117.19)	14,102.64	(261.45)	(676.59)
10	Paid-up equity share capital (face value of Rs.10 each)	2,112.52	2,112.52	2,112.52	2,112.52	2,112.52	2,112.52
11	Reserves excluding revaluation reserve	-	-	-	-	-	15,970.83
12	Earnings per equity share for continuing operations (not annualised)						
	(a) Basic (Rs)	(0.93)	67.68	(0.55)	66.76	(1.24)	(3.21)
	(b) Diluted (Rs)	(0.93)	67.68	(0.55)	66.76	(1.24)	(3.21)

See accompanying notes to the financial results

Part III: Standalone statement of assets and liabilities		(Rs in millions)	
Particulars	As at		As at
	30 September 2019		31 March 2019
	Unaudited		Audited
ASSETS			
Non-current assets			
Property, plant and equipment	48.52		50.54
Right to use of assets	21.59		-
Investment in subsidiaries	19,431.24		19,370.00
Financial assets:			
(i) Loans	6.81		6.81
(ii) Other non-current financial assets	-		-
Other tax assets	142.43		31.44
Other non-current assets	1.65		1.65
Total non-current assets	19,652.24		19,460.44
Current assets			
Financial assets			
(i) Trade receivables	42.18		38.95
(ii) Cash and cash equivalents	45.44		21.00
(iii) Bank balances other than cash and cash equivalents	-		102.82
(iv) Loans	17,573.65		62.37
Other current assets	0.10		29.60
	17,661.37		254.74
Asset held for sale	-		1,946.47
Total current assets	17,661.37		2,201.21
Total assets	37,313.61		21,661.65
EQUITY AND LIABILITIES			
Equity			
Equity share capital	2,112.52		2,112.52
Other equity	30,051.47		15,970.83
Total equity	32,163.99		18,083.35
Liabilities			
Non-current liabilities			
Financial liabilities			
(i) Borrowings	3,425.54		3,264.98
Provisions	9.07		8.51
Other non-current liabilities	-		-
Total non-current liabilities	3,434.61		3,273.49
Current liabilities			
Financial liabilities			
(i) Trade payables			
Total outstanding dues to micro enterprises and small enterprises	-		-
Total outstanding dues other than to micro enterprises and small enterprises	9.10		18.62
(ii) Other financial liabilities	1,688.38		264.70
Provision	-		0.35
Other current liabilities	17.53		21.14
Total current liabilities	1,715.01		304.81
Total equity and liabilities	37,313.61		21,661.65



Statement of Condensed Consolidated of Cash Flows

(Rs in millions)

Particulars	30-Sep-19	30-Sep-18
	Unaudited	Unaudited
Cash generated from/(used in) operations [A]	(17,994.03)	1,689.72
Net cash used in investing activities [B]	17,205.21	0.77
Net cash generated from/(used in) financing activities [C]	813.26	(1,689.61)
Movement in cash and cash equivalents [A +B +C]	24.44	0.88
Cash and cash equivalents at the beginning of the period	21.00	13.89
Cash and cash equivalents at the end period	45.44	14.77

Notes:

- 1 The Statement of unaudited standalone financial results ('the Statement') of Coffee Day Enterprises Limited ('the Company') for the quarter and half year ended 30 September 2019 has been reviewed by the Audit Committee and thereafter approved by the Board of Directors in the meeting held on 10 August 2020. The Statutory Auditors have expressed disclaimer of conclusion in limited review report in respect of the Statement being filed with Bombay Stock Exchange Limited ("BSE") and National Stock Exchange of India Limited ("NSE") and is also available on the Company's website www.coffeeday.com. Pursuant to the provisions of Listing Agreement, the Management has decided to publish unaudited financial results in the newspapers.
- 2 This Statement has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards (referred to as 'Ind AS') 34 "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules as amended from time to time and other accounting principles generally accepted in India and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('SEBI Regulations').
- 3 In accordance with Ind AS 108, Operating segments, segment information has been provided in the consolidated financial results of the Company and therefore no separate disclosure on segment information is given in these standalone financial results.
- 4 On 7 February 2019, the Board of Directors provided an in principal approval to sell the shares in Mindtree Limited held by the Company and its subsidiary. Subsequently, on 18 March 2019, the Company had entered into an agreement to sell the shares of Mindtree Limited held by the Company and its subsidiary as well as directly held by the Promoter to Larsen and Toubro Limited at an agreed price of Rs 980 per share subject to certain terms and conditions as per the agreement. On 30 April 2019, the transaction for sale of shares in Mindtree Limited has been completed and the Company and its subsidiary received the entire agreed consideration. During the quarter and half year ended 30 September 2019, the Company has recorded the gain on sale of such shares net of transaction costs as an exceptional item amounting to Rs. 15,037.96 million.
- 5 The Company has adopted Ind AS 116 – "Leases", effective reporting period beginning 1 April 2019 and applied the standard to its leases, retrospectively, with the cumulative effect of initially applying the Standard, recognised on the date of initial application. Accordingly, the Company has not restated comparative information, instead, the cumulative effect of initially applying this standard has been recognised as an adjustment to the opening balance of retained earnings as on 1 April 2019. In the Statement for the current period the nature of expenses in respect of operating lease has changed from lease rent in previous periods to depreciation cost for the right-to-use asset amounting to Rs. 0.83 million and finance costs for interest accrued on lease liability amounting to Rs. 2.84 million.
- 6 On 14 August 2019 on approval of Board of Directors, Tanglin Development Limited ("TDL"), the subsidiary company executed definitive agreements with entities belonging to the Blackstone Group and Salarpuria Sattva Group for divestment of Global Village Techpark for a consideration of Rs. 27,000 million, subject to closing conditions. Subsequently, on 27 March 2020, TDL has received the first tranche of Rs. 20,000 million. The balance amount is expected to be received after the receipt of few statutory approvals. Out of the consideration received, TDL has repaid its external borrowings including principal and interest amounting to Rs. 16,440 million.
- 7 On 14 August 2019, the Board of Directors of the Company provided an in-principal approval for disinvestment in its step-down subsidiary, AlphaGrep Securities Private Limited in favour of Illuminati Software Private Limited. Subsequently, on 14 November 2019, Way2Wealth Securities Private Limited, the subsidiary company entered into a definitive agreement to sell AlphaGrep Securities Private Limited. The closing conditions were met and necessary approvals were obtained following which the Company received sale consideration of Rs. 200 million on 5 March 2020.
- 8 The Company and certain its subsidiaries have exercised the option permitted under Section 115BAA of the Income-tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019.
- 9 The Company has investments in subsidiaries, associates and joint venture amounting to Rs. 19,431 million as at 30 September 2019. The Company shall carry out impairment assessment of above balances in its annual financial statements for the year ended 31 March 2020, as consistent with its past practice of carrying out impairment assessment at every year-end and hence impact, if any, has not been considered in this Statement.

- 10 On 8 January 2020, the Board of Directors of the Parent Company provided an in principal approval to sell the shares of Way2Wealth Securities Private Limited held by the Parent Company and its subsidiaries. Subsequently, on 23 January 2020, the Parent Company entered into a definitive agreement to sell Way2Wealth Securities Private Limited including its certain subsidiaries to Shriram Ownership Trust, subject to the closing conditions and required statutory approvals.
- 11 On 9 January 2020, the Company made a Disclosure in terms of SEBI circular No. SEBI/HO/CFD/CMD1/CIR/P/2019/140 dated 21 November 2019 for the quarter ended 31 December 2019 regarding the disclosures of defaults on payments of Interest/Repayment of principal amount on loans from Banks/ Financial institutions and unlisted debt securities. As per the disclosure, the Company has defaulted in payment of interest amounting to Rs. 14.80 million towards loans or revolving facilities like cash credit from banks or financial institutions and Rs 80 million towards Unlisted debt securities i.e., Non-convertible Debentures.
- 12 On 10 January 2020, the NSE issued a notice to the Company stating that trading in securities of the Company will be suspended with effect from 3 February 2020 due to non-compliance with Regulation 33 of SEBI Regulations for two consecutive quarters i.e. 30 June 2019 and 30 September 2019 and/or for non-payment of fine levied for the identified non-compliance. The trading of the securities would be allowed on the first trading day of every week for six months.
- 13 Pursuant to a meeting of the Board of Directors of the Company held on 29 January 2020, the Management compiled consolidated financial information of the Company for the quarter and half year ended 30 September 2019 was filed with BSE and NSE. As explained in note 1, to the aforementioned management compiled financial information, such management compiled financial information of the Company for the quarter and half year ended 30 September 2019 were not subjected to Limited Review by the statutory auditors of the Company. The aforementioned Management compiled financial information are superseded by these unaudited financial results which have been subjected to Limited Review by the statutory auditors of the Company.
- 14 The Company primarily derives its revenue from running or operating resorts and/ or managing hotels, sale of coffee beans and providing consultancy services. During the quarter and half year ended 30 September 2019, the Company derived an exceptional gain of Rs. 15,037.96 million, net of transaction costs from sale of its investment in Mindtree Limited (refer note 4). Thus, the financial income of the Company earned during the current quarter and half year ended 30 September 2019 constitutes more than 50% of its total income for the said period and financial assets constitutes more than 50% of its total assets as at 30 September 2019, thereby requiring the Company to register itself as a Non-Banking Financial Company ('NBFC') with the Reserve Bank of India (RBI) as per the requirements of Section 45- IA of Reserve Bank of India Act, 1934. On 13 March 2020, the Company has made an application to the Deputy General Manager of the Department of Non-Banking Supervision requesting for a one-time exemption from obtaining registration as NBFC under the provisions of RBI. As of the date of this Statement, the Company is awaiting response from RBI.
- 15 The Company has given a corporate guarantee of Rs. 1,000 million for a loan taken by a wholly owned subsidiary which is only due for repayment in the month of October 2020. As at the date of this Statement, such corporate guarantee has not been invoked by the lender. The Company is confident that the loan will be repaid by the subsidiary in the due course and hence, the loss allowance as per Ind AS 109 Financial Instruments has been estimated by the Management to be Rs. Nil.
- 16 On 21 July 2020, the Company made a Disclosure of Shareholding pattern of the Parent Company for the quarter ended 30 June 2020 to the BSE and NSE. As per the disclosure, percentage of shareholding by the promoter group in the Company as on 30 September 2019 was 25.35% and reduced to 15.23% as at 30 June 2020 due to invocation of the pledged equity shares by various lenders.
- 17 The Company has borrowings outstanding amounting to Rs. 4,935 million as at 30 September 2019. There have been certain covenant breaches with respect to borrowings taken by the Company from various lenders. Such covenant breaches entitle the lenders to recall the loan, however, as at 30 September 2019 as well as the date of this Statement, these lenders have not extinguished their right nor have exercised their right to recall such balances.
- 18 These standalone financial results for the quarter and half year ended 30 September 2019 have been prepared on a going concern basis in view of the positive net worth of the Company amounting to Rs.32,159.99 million as of 30 September 2019, significant value in diversified portfolio of investments held in subsidiaries / joint ventures / associates, established track record of the Company to monetize it's assets as demonstrated by sale of stake in Mindtree Limited (refer note 4 of this Statement), sale of Global Village Tech Park owned by its wholly-owned subsidiary Tanglin Developments Limited (refer note 6 of this Statement), sale of stake in Way2Wealth Group entities (refer note 7 & 10 of this Statement), profitable resorts operations and consequential ability to service the obligations.

19 In view of the order of Ministry of Home Affairs dated 24 March 2020, due to the outbreak of global health pandemic COVID-19 (Coronavirus) in India, the Company has closed operations with effect from 25 March 2020. The same is considered as a non-adjusting subsequent event. As at the date of this Statement, it is not possible to reliably estimate the financial effect (if any) of the above event on the Company's operations or fair value of investments and/or other assets.

for and on behalf of Board of Directors of
Coffee Day Enterprises Limited

-Sd-

S V Ranganath
Interim Chairman

Place: Bangalore

Date: 10 August 2020



Limited review report on Quarterly and Six Months Consolidated Interim Financial results of Coffee Day Global Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
The Board of Directors of
Coffee Day Global Limited

Introduction

We were engaged to review the accompanying statement of unaudited condensed consolidated interim financial results ("Statement") of Coffee Day Global Limited ("the Company") and its subsidiary companies and joint ventures as detailed below, (collectively referred to as "Group") for the quarter and six months ended 30 September 2019, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015 ("SEBI Regulations") read along with note 2 to the statement wherein it is stated that management has voluntarily adopted the preparation of this statement for its submission to Bombay Stock Exchange and National Stock Exchange.

This statement is the responsibility of the Company's management and has been approved by the Board of Directors in their meeting held on 10.08.2020. Our responsibility is to issue a report on the statement based on our review.

The statement includes the result of following entities: Coffee Day Global Limited, Subsidiaries A.N Coffee Day International Limited, Coffeelab Limited, Coffee Day C.Z., Classic Coffee Curing Works, Coffee Day Gastronomie und Kaffeehandels GmbH, Joint Venture Coffee Day Schaerer Technologies Private Limited and Coffee Day Consultancy Services Private Limited (including its subsidiary Coffee Day Econ Private Limited).

Scope of Review

We conducted our review in accordance with 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 interim financial results 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 audit. We have not performed audit and accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.





We did not review the unaudited interim financial results of subsidiaries and joint ventures, which have been incorporated in the Statement. The financial results of these subsidiaries and joint ventures have not been subjected to review either by us or other auditors, and therefore, the unaudited / un-reviewed financial results for the quarter have been furnished to us by the Management. These subsidiaries account for 2.91% of total assets as at 30 September 2019 and 1.96% and 2.16% of the total comprehensive income for quarter and six months ended 30 September 2019, respectively and 0.02% of cash out flows for six months ended 30 September 2019, as considered in the statements. And these Joint Ventures account for share of loss of Rs.1.84 Crores considered in the statements. Our conclusion on the Statement is not modified in respect of this matter.

Basis for Disclaimer of Conclusion

We draw attention to Note No 5 & 6 of the condensed financial results which describe the details in respect of amounts due from various related parties to the extent of Rs.1,280 Crores, including due from MACEL of Rs.1215 Crores (including due to joint venture) and non provision of interest income on advances with related party. As explained to us the company is in the process of recovery of the dues from related parties and taken necessary action as stated in the said notes. In the absence of any conclusive evidence demonstrated by the company for recoverability of the same, we are unable to comment on the recoverability of the same and consequential impact on these financial results.

Disclaimer of Conclusion

Because of the significance of the matter described in 'Basis for Disclaimer of Conclusion' paragraph above, we have not been able to obtain sufficient appropriate evidence to provide a basis for our conclusion as to whether the accompanying statement for the quarter and six months ended 30 September 2019,

- a) are prepared in accordance with applicable accounting standards i.e. IND AS prescribed under Section 133 of Companies act 2013 read with relevant rules issued there under and other recognized accounting practices and policies, and
- b) has disclosed the information required to be disclosed in terms of Regulation 33 of 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.






Emphasis of Matter

- a) We draw your attention to the Note No.8 to the Statement, regarding the company preparing the financial results as a going concern.
- b) We draw your attention to the Note No.8(e) to the Statement, wherein it is explained that no official communication has been received by any of the lender for recalling the loan, so far. However we have not received confirmation letter from the lenders that they have not recalled the loans.
- c) We draw your attention to the Note No.7 to the Statement, wherein it has been clarified on certain points raised by the auditor of the holding company in its Limited Review Report dated 17.07.2020 on Statement of unaudited consolidated financial results of holding company, which were pertaining to M/s.Coffee Day Global Limited.
- d) We further draw your attention to the Note No.12 to the Statement, which describes that the extent to which the COVID-19 Pandemic will impact the company's financial results will depend on future developments, which are highly uncertain.

Our opinion is not modified in respect of these matters.

Place: Bengaluru
Date : 10.08.2020

For ASRMP & CO,
Chartered Accountants
Firm's Registration No.018350S


(A S SUNDARESHA)
Membership No.019728
Partner

UDIN: 20019728AAAAAQ4756



Part I: Statement of unaudited consolidated financial results for the quarter and six months ended 30 September 2019 (Rupees in Crores except per share data)

Particulars	Quarter ended			Six months ended		Year ended
	30 September 2019	30 June 2019	30 September 2018	30 September 2019	30 September 2018	31 March 2019
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 Income						
a) Revenue from operations	367.96	442.57	429.47	810.53	901.32	1,813.92
b) Other income	7.24	10.24	7.86	17.48	12.97	35.10
Total income (a+b)	375.20	452.81	437.34	828.01	914.29	1,849.02
2 Expenses						
a) Cost of materials consumed	150.06	209.42	159.51	359.48	379.05	767.48
b) Changes in inventories of finished goods and work-in-progress	13.06	3.13	8.51	16.19	(1.61)	(4.21)
c) Employee benefits expenses	62.11	66.46	62.99	128.56	125.77	259.42
d) Finance costs	49.09	45.57	25.79	94.66	42.85	81.13
e) Depreciation and amortization expense	71.67	90.38	43.71	162.05	92.57	189.37
f) Other expenses *	128.50	106.16	122.85	234.66	244.54	490.84
Total expenses (a+b+c+d+e+f)	474.48	521.12	423.36	995.61	883.17	1,784.03
3 Profit before share of profit from joint ventures accounted using equity method exceptional items and tax (1-2)	(99.28)	(68.31)	13.98	(167.59)	31.12	64.99
4 Share of profit/(loss) from joint venture accounted using equity method	(1.08)	(0.75)	-	(1.84)	-	-
5 Profit before tax (3+4)	(100.36)	(69.07)	13.98	(169.43)	31.12	64.99
6 Tax expense	0.00	(5.06)	5.82	(5.06)	12.50	24.37
7 Profit for the period (5-6)	(100.36)	(64.00)	8.16	(164.37)	18.62	40.62
Attributable to the owners of the Company	(100.36)	(64.00)	8.16	(164.37)	18.62	40.62
Other comprehensive income						
Items that will not be reclassified to profit or loss, net of tax	(0.48)	0.48	(0.10)	0.01	(0.20)	(0.06)
Items that will be reclassified to profit or loss, net of tax	-	-	(0.12)	-	1.21	0.83
8 Other comprehensive income for the period, net of tax	(0.48)	0.48	(0.22)	0.01	1.01	0.77
Attributable to: Owners of the Company	(0.48)	0.48	(0.22)	0.01	1.01	0.77
9 Total comprehensive income for the period (7+8)	(100.84)	(63.52)	7.94	(164.36)	19.62	41.39
Attributable to: Owners of the Company	(100.84)	(63.52)	7.94	(164.36)	19.62	41.39
10 Paid-up equity share capital (face value of Re. 1 each)	19.15	19.15	19.09	19.15	19.09	19.09
11 Reserves excluding revaluation reserves	-	-	-	-	-	1,356.70
12 Earnings per equity share for continuing operations (not annualised)						
Basic (Rs)	(5.24)	(3.35)	0.43	(8.58)	1.02	2.17
Diluted (Rs)	(5.24)	(3.35)	0.43	(8.58)	1.02	2.17

* Refer Note no. 11 for details of non recurring expenses
See accompanying notes to the financial results

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Part II: Consolidated statement of assets and liabilities		<i>Rs. In Crores</i>	
Particulars	As at		
	30 September 2019	31 March 2019	
	Unaudited	Audited	
ASSETS			
Non-current assets			
Property, plant and equipment	1,030.17	1,063.14	
Right-of-use assets	522.70	-	
Capital work-in-progress	40.09	37.98	
Goodwill	-	17.90	
Intangible assets	12.07	15.11	
Investments	23.12	1.54	
Financial assets			
- Loans	82.28	86.30	
- Other financial assets	1.12	0.02	
Deferred tax asset (net)	74.44	14.86	
Other tax assets	0.66	0.71	
Other assets	48.21	207.42	
Total non-current assets	1,834.88	1,444.98	
Current assets			
Inventories	59.39	97.41	
Financial assets			
- Trade receivables	139.36	195.95	
- Cash and cash equivalents	25.60	461.42	
- Bank balances other than cash and cash equivalent	5.83	7.04	
- Loans	3.61	3.15	
- Other financial assets	3.91	10.16	
Other assets	1,243.11	141.80	
Total current assets	1,480.80	916.93	
Total assets	3,315.68	2,361.91	
EQUITY AND LIABILITIES			
Equity			
Equity share capital	19.15	19.09	
Other equity	1,099.31	1,356.70	
Total equity	1,118.46	1,375.79	
Liabilities			
Non-current liabilities			
Financial liabilities			
- Borrowings	943.71	328.85	
- Other financial liabilities	78.22	62.47	
Provision	3.54	2.80	
Other liabilities	0.11	10.46	
Total non-current liabilities	1,025.59	404.58	
Current liabilities			
Financial liabilities			
- Borrowings	588.55	384.00	
- Trade payables			
Total outstanding dues of micro enterprises and small enterprises	-	-	
Total outstanding dues of creditors other than micro enterprises and small enterprises	148.22	9.91	
- Other financial liabilities	415.14	166.82	
Provisions	5.71	2.86	
Current tax liabilities (net)	1.66	4.72	
Other current liabilities	12.35	13.23	
Total current liabilities	1,171.63	581.54	
Total equity and liabilities	3,315.68	2,361.91	

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Coffee Day Global Limited
CIN: U85110KA1993PLC015001

Registered office: 23/2, Coffee Day Square, Vittal Mallya Road, Bengaluru 560 001



Condensed Consolidated Statement of Cash Flow for six months ended 30th September 2019

Rs. In crores

Sl.No.	Particulars	Six months ended 30-Sep-2019	Six months ended 30-Sep-2018
		Unaudited	Unaudited
(A)	<u>Cash flow from operating activities</u>		
	Profit before taxes	(167.59)	31.12
	Add: Depreciation and amortisation expense	162.05	92.57
	Cash flow before working capital changes & other adjustments	(5.54)	123.69
	Working capital changes and other adjustments	(633.69)	(67.94)
	Net cash generated from/ (used in) operating activities	(639.23)	55.75
(B)	Net cash generated from/ (used in) investing activities	21.25	(160.03)
(C)	Net cash generated from/ (used in) financing activities	(84.45)	174.77
	Net Increase/ (Decrease) in cash and cash equivalents (A) + (B) + (C)	(702.44)	70.50
	Cash and cash equivalent at the beginning of the period	354.86	300.50
	Cash and cash equivalent at the end of the period	(347.58)	371.00

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Segment Information

Based on the "management approach" as defined in Ind AS 108, "Operating Segments", the Chief Operating Decision Maker (CODM) evaluates the Group performance and allocates resources based on an analysis of various performance indicators by business segments. Accordingly, information has been presented along these business segments viz. Production, procurement and export division and retail operations as its operating segments.

Financial information on consolidated reportable operating segments for the quarter and six months ended 30 September 2019 is set out below:

Rs. In Crores

Particulars	Quarter ended			Six months ended		Year ended
	30 September 2019	30 June 2019	30 September 2018	30 September 2019	30 September 2018	31 March 2019
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 Segment revenue						
a) Production, procurement and export division	36.31	98.94	57.68	135.25	165.53	347.12
b) Retail operation	373.18	379.52	416.93	752.70	830.13	1,653.33
Total	409.49	478.46	474.61	887.95	995.66	2,000.44
2 Segment results						
a) Production, procurement and export division	(10.78)	(14.31)	0.88	(25.09)	2.60	6.50
b) Retail operation	32.26	81.94	82.59	114.20	163.94	328.99
Total	21.48	67.64	83.47	89.12	166.54	335.49
3 Reconciliation to financial results						
a) Segment revenue	409.49	478.46	474.61	887.95	995.66	2,000.44
Less: reconciling items						
- taxes and discounts on sales	(41.53)	(35.89)	(45.14)	(77.42)	(94.34)	(186.52)
Revenue as per financial results	367.96	442.57	429.47	810.53	901.32	1,813.92
b) Segment results	21.48	67.64	83.47	89.12	166.54	335.49
Less: reconciling items						
- depreciation	(71.67)	(90.38)	(43.71)	(162.05)	(92.57)	(189.37)
- finance cost	(49.09)	(45.57)	(25.79)	(94.66)	(42.85)	(81.13)
Profit before share of profit from joint ventures accounted using equity method and tax as per financial results	(99.28)	(68.31)	13.98	(167.59)	31.12	64.99

Notes to the segment information:

Since, the information about segment assets and segment liabilities are not provided to the CODM for review, the Company has not presented such information as a part of its segment disclosure which is in accordance with the requirements of Ind AS 108.

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M/s.COFFEE DAY GLOBAL LIMITED

Notes:

- 1 The above results of Coffee Day Global Limited ("the Company"), its subsidiaries and joint ventures (collectively known as "the Group") are prepared in accordance with requirement of the Indian Accounting Standard 110 "Consolidated Financial Statement" prescribed by Companies (Indian Accounting Standard) Rules, 2015 (as amended) and in the format prescribed under Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred to as "the Listing Regulations, 2015").

The consolidated figures above include figures of subsidiaries namely A.N Coffee day International Limited, Coffee lab Limited, Coffee Day C.Z., Classic Coffee Curing Works, Coffee Day Gastronomie und Kaffeehandels GmbH Kaffee and joint ventures - Coffee Day Schaerer Technologies Private Limited and Coffee Day Consultancy Services Private Limited and Coffeeday Econ Private Limited (subsidiary of a joint venture).

- 2 As the Company is an unlisted entity, it is not mandatorily required to prepare the financial results in accordance with the Listing Regulations, 2015. However, the Company has voluntarily prepared the financial results using the format prescribed by the Listing Regulation, 2015 pursuant to listing of shares of Coffee Day Enterprises Limited, its holding company for its submission to Bombay Stock Exchange (BSE) and National Stock Exchange (NSE).
- 3 The consolidated financial results for the quarter and six months ended 30 September 2019 was subjected to 'limited review' by the Statutory auditors of the Company. Previous quarter's figures for consolidated financial results, for 30.06.2018, have been reviewed by a firm other than M/s.ASRMP & Co., Chartered Accountants. The review report of the Statutory Auditors is being filed with Bombay Stock Exchange and National Stock Exchange and is also available on the Company's website www.coffeeday.com. The Statement of unaudited consolidated financial results of the company for the quarter and six months ended 30 September 2019 has been reviewed by the Audit Committee and thereafter approved by the Board of Directors in the meeting held on 10.08.2020.
- 4 Pursuant to a meeting of the Board of Directors of the company held on 29.01.2020 Management compiled consolidated financial information of the company for the quarter and six months ended 30 September 2019 was filed with NSE and BSE. Aforementioned management compiled consolidated financial information is not subject to Limited Review by the statutory auditors of the company. The aforementioned management compiled consolidated financial information, are superseded by these unaudited consolidated financial information which have been subjected to Limited Review by the statutory auditors of the company.
- 5 The Board of Director of the Holding Company at their meeting held on 30 August 2019 appointed Mr. Ashok Kumar Malhotra, retired DIG of Central Bureau of Investigation (CBI) who is assisted by Agastya Legal LLP lead by its senior partner Dr. M R Venkatesh and other professionals as decided by Mr. Ashok Kumar Malhotra to investigate the circumstances leading to the statements made in the letter of the former Chairman late V. G. Siddhartha and to scrutinise the books of accounts of the Holding Company and its subsidiaries. The investigation is concluded and the report has been adopted in the board meeting of the holding company held on 24.07.2020. In the synopsis of the report attention is drawn towards the amount recoverable by various subsidiaries (including Coffeeday Global Limited) of the holding company from M/s.Mysore Amalgamated Coffee Estates Limited (MACEL).

M/s.COFFEE DAY GLOBAL LIMITED

The company noted the same and forwarded it to the Board of MACEL and have asked them to provide the company with a repayment plan within 15 days for the amount due.

The board of holding company authorised its Chairman to appoint an ex-judge of the Hon.Supreme Court or the Hon. High Court, or any other person of eminence, to suggest and oversee actions for recovery of the dues from MACEL and to help on any other associated matters.

- 6 The total receivables from various related parties as on 30.09.2019 is Rs.1280 crores, including amount due from MACEL of Rs.1215 crores (including due to joint venture). The company has not provided interest on advance with related party. The company is taking appropriate action to recover the same in cash or kind, including the course of action as described in the above note no.5. Under these circumstances the company has not made any provision against these receivables.
- 7 In the Limited Review report dated 17.07.2020, issued by the auditor of the holding company on Statement of unaudited consolidated financial results of Coffee Day Enterprises Limited, has raised certain points in respect of this company. The holding company has provided clarification as follows to the stock exchanges, vide its letter dated 24.07.2020.

Query raised	Clarification
<u>Para 6(f) of the report</u> In case of certain subsidiaries, we have not received sufficient appropriate evidence of the indicators and the consequential assessment of impairment of non-financial assets for the quarter ended 30 June 2019 i.e. for leasehold improvements, capital work-in-progress and capital advances aggregating to Rs. 248 crores.	After the demise of our chairman we had a huge liquidity issue. Further due to COVID 19 our retail business had a huge impact on liquidity. The share price of SICAL and the company is at the lowest level. This is a temporary phenomenon. The business of the company is running and there is no need to impair any investment for the quarter ending June 2019 and the decision will be taken to analyse the requirement of impairment of investment and loans and advances at the end of the financial year.
<u>Para 6(i) of the report</u> As explained in note 8 of the Statement, a subsidiary transferred a part of its business to its step-down subsidiary whose parent subsequently became a joint venture. Sufficient justification and basis of accounting for such transfer and compliance of the same with the requirements of the Indian Accounting Standards have not been provided.	The required valuation certificate will be made available to the Auditors for valuation of F&G business for transfer of F&G business to a new company before the completion of second quarter limited review report.

a) In respect of Para 6(f) - Out of Rs.248 crores, Rs.193 crores pertains to this company. And this mainly include the leasehold improvements of the cafes. The company had closed 280 cafes during Q1 of financial year 2019-20 and related leasehold improvements has been fully depreciated in the books of accounts. The decision for closure of cafes will be taken on regular basis based on various factors including the profitability, future increase in major expenses etc. However the remaining cafes are being operational, and has some hindrance, only due to lock down under Covid-19 conditions. Accordingly impairment of all the leasehold improvements is not warranted in Q1 itself.

Rangath W

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b) In respect of Para 6(i) - Valuation report has been obtained for the F&G division being sold and the value as per the report is Rs.25.88 crores compared to the transaction value of Rs.26 crores.

Other points raised in the review report pertaining to this company is addressed in other respective notes to this Statement.

- 8 a) Post the unfortunate demise of the group Chairman, despite some temporary disruptions, the company has been able to smoothly carry on the operations in an uninterrupted manner under the guidance of the Executive Committee.
- b) The company has incurred cash losses for the period. However has achieved positive EBIDTA and the management is hopeful of coming out of this temporary phenomenon
- c) There is a continued support from the group companies on sale of non core assets of the group.
- d) Exports operation has been stopped due to lower margin and higher working capital requirement, and around 64 outlets are closed during the quarter, based on various factors including the profitability, future increase in major expenses etc. This will result in continuing the remaining cafes (approximately 1430) profitably and adding value for the company as a whole to continue as going concern.
- e) One of the bank has classified the company facilities as NPA. Further there is default in payment of dues to various banks and financial institutions to the tune of Rs.140.61 crores upto Feb 2020, including dues to that bank. There is a continued support from bankers and financial institutions and none of the lender has recalled the loans and no official communciation recalling the loan has been received by the company so far. Under the above circumstances the financial results are prepared on going concern basis.
- 9 Ind AS 116 - Leases, has become applicable effective annual reporting period beginning April 1, 2019. The Group has adopted the standard beginning April, 1 2019, using the modified retrospective approach for transition. Accordingly, the Group has not restated the comparative information, instead the cumulative effect of initially applying the standard has been recognised as an adjustment to the opening balance of retained earnings as on April, 1 2019. This has resulted in recognising (including reclassification from other assets) a "Right of use asset" of Rs. 547.22 Crore and a corresponding "Lease Liability" of Rs. 715.28 Crore by adjusting retained earnings of Rs. 168.06 Crores as at April, 1 2019.

Consequently in the statement of unaudited profit and loss for the current period, the "Other Expense" in the financial statements stand reduced to the extent of Rent pertaining to operating leases and the amounts under "Depreciation and amortization expense" for the right of use assets and "Finance cost" for interest accrued on lease liability, stand increased. As a result the "Other expenses", "Depreciation and amortization expense" and "Finance Cost" of the current period is not comparable to the earlier periods. In the present financial information the effect is given based on the initial assessment. The complete assessment is under process, including but not limited to of identifying the leases for which new provisions should be applied, adoption of appropriate discount rate, accounting for estimated restoration cost, etc.

To the extent the performance of the current period is not comparable with previous results, the reconciliation of above effect on statement

Particulars	Amount in Rs. Crores		
	Six months ended 30.09.2019 as reported (Unaudited)	Changes due to application of Ind AS 116 (Unaudited)	Six months ended 30.09.2019 comparable basis (Unaudited)
Finance costs	94.66	(40.63)	54.03
Depreciation and amortisation expense	162.05	(53.09)	108.96
Other expenses	234.65	90.45	325.10

Ranganathan

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10 The company was subjected to search u/s 132 of the Income tax act, 1961. The company has filed the returns of income in response to notice u/s 153A of the act. In December 2019, the assessment has been concluded for AY 2012-13 to AY 2018-19. And demand of total amount of Rs.28.82 crores (Rs. 40.08 crore before section 154 effect) is raised in respect of Income tax search assessments, only in respect of AY 2012-13, AY 2015-16, AY 2016-17, AY 2017-18 & AY 2018-19. Addition in assessment is not related to search materials but is on account of additional depreciation and disallowance u/s 14A of the act. The company has filed appeal against the assessment orders before Commissioner of Income Tax (Appeals) - 11, Bangalore.

11 The details of non recurring expenses incurred is as detailed below -

Particulars	Quarter ended			Six months ended		Year ended
	30-Sep-19 Unaudited	30-Jun-19 Unaudited	30-Sep-18 Unaudited	30-Sep-19 Unaudited	30-Sep-18 Unaudited	31-Mar-19 Audited
Other expenses as per financials	128.50	106.16	122.85	234.66	244.54	490.84
Less: Non-recurring expenses						
Impairment of goodwill on consolidation	17.90	-	-	17.90	-	-
Provision for bad and doubtful debts	3.78	-	-	3.78	-	1.40
Provision for doubtful advances	-	1.55	-	1.55	-	3.50
Provision of diminution in value of investment	1.54	-	-	1.54	-	-
Total non-recurring expenses (B)	23.22	1.55	-	24.77	-	4.90
Other expenses excl. non recurring expenses (A) - (B)	105.27	104.61	122.85	209.88	244.54	485.94

12 During the financial year 2019-20, there is outbreak of pandemic COVID-19 across the globe and caused casualties. This also has prompted nations to go under lockdown, and has impacted the economy as a whole. India is also under complete lock down from last week of the financial year 2019-20 and continued to the beginning period of the financial year, 2020-21. The extent to which the COVID-19 impact the groups' results will depend on future developments, which are highly uncertain, including, among other things, any new information concerning the severity of the COVID-19 and any action to contain its spread or mitigate its impact whether imposed by the Government or elected by the group.

For and on behalf of Board of Directors of
Coffee Day Global Limited



S V Ranganath
Interim Chairman

Place: Bangalore

Date: