



INDEPENDENT AUDITORS'S REVIEW REPORT

To,
**The Board of Directors ,
Ravi Kumar Distilleries Limited.**

1. We have reviewed the accompanying statement of Unaudited Financial Results of **M/s Ravi Kumar Distilleries Limited** (" the Company") for the quarter / Three months ended **June 30, 2018** (" the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
2. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors in their meeting held on **August 8, 2018**, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to issue a report on these Financial Statements based on our review.
3. We conducted our 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 Statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Based on our review conducted as above nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the applicable Indian Accounting Standards as prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued there under and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 05, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Basis of Qualified Opinion

- 5.1 Your attention is invited to Note No. 4 'Advances to Suppliers' of Rs. 2,900.25 Lacs; which have been classified as 'Other Non-Current Assets'; though the company has filed various cases against the parties and initiated action for recovery, we are unable to comment on reliability/ recoverability of these debts and advances given and no provision for Expected Credit Loss as per Indian Accounting Standards (IND AS) for doubtful recovery of such advances is considered necessary by the company.**



5.2 *Note No. 5 Regarding 'Investment in Liquor India Limited' and 'Advance received from 'Lemonade Shares & Securities Private Limited' which is considered as disputed and no adjustment for sale thereof have been incorporated in the financial statements by the Company. The sale agreement entered into with 'Lemonade Shares & Securities Private Limited' for sale of entire undertaking has been challenged and civil suit has been filed before IInd Additional District Judge, Ranga Reddy District, L B Nagar, Hyderabad, with prayers inter-alia to rescind the agreement as being void and restore the parties back to the position prior to MOU Dated 05-09-2012. The Company has also filed SLP in Supreme Court of India apart from registering various complaints with Police, SEBI, Enforcement Directorate. Management does not anticipate any liability on this account and accordingly the company has not provided for diminution in value of Investments and not made provision for Expected Credit Loss in respect of Loan to 'Liquor India Limited' during the period ended 30th June, 2018. As the matter is sub-judice we are unable to comment whether any adjustments are needed for the recoverability of investments thereof. Accordingly, impact on loss for the year and investments thereof if any, is unascertainable.*

5.3 *In the absence of relevant information regarding fair value of investments in respect of investment in shares of 'S.V. Distilleries Private Limited' of Rs. 247.79 Lacs as on 30th June 2018; we are unable to comment on whether any provision for diminution in value of investments thereof is necessary.*

5.4 *Confirmations not obtained as of June 30, 2018 in respect of certain financial assets such as Sundry Debtors, Sundry Creditors, Tie Up Parties etc. and allowance for expected credit loss not recognized on these financial assets even though indications of increase in credit risks were observed. Consequential impact on financial results is not ascertained by the Company.*

5.5 *The Company has not complied with the provisions of IND-AS-19 regarding employee benefits.*

Emphasis of Matters

Without qualifying our opinion, we draw attention to the following:

6.1 *The Company has not complied with the provisions of Section 203 of the Companies Act, 2013 in respect of appointment of Company Secretary.*



7. In our opinion and to the best of our information and according to the explanations given to us these quarterly financial results are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard;
8. *Except for the matters described in basis for qualified opinion paragraph*, the statement gives a true and fair view of the net loss and other financial information for the quarter ended 30.06.2018.

For Ramanand & Associates
Chartered Accountants
Firm Reg. No. 117776W



CA Ramanand Gupta
Managing Partner
M. No. 103975



Place : Mumbai
Date: August 8, 2018

RAVI KUMAR DISTILLERIES LIMITED

Corporate Identity Number : LS1909TN1993PLC025981

Registered Office : Amoen Manors, S1 & S2, Second Floor, B Block, No. 138, Nungambakkam High Road, Chennai - 600034, Tamilnadu

Statement of Financial Results for the Quarter ended 30th June, 2018

Sr. No	Particulars	3 months ended 30th June, 2018	3 months ended 31st March, 2018	Preceding 3 months ended 30th June, 2017	Year ended 31st March, 2018
		(Unaudited)	(Audited)	(Unaudited)	(Audited)
1	Income from Operations				
	a) Sales / Income from Operations	4457.37	3777.38	4363.00	15560.38
	b) Other Income	0.00	-0.06	0.00	0.94
	Total Income from Operations	4457.37	3777.32	4363.00	15561.32
2	Expenses				
	a) Cost of Materials consumed	993.00	996.90	944.00	3738.90
	b) Purchase of stock-in-trade	466.74	348.85	502.00	1798.85
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	139.48	182.52	8.00	90.52
	d) Excise Duty	2336.48	2,000.82	2362.00	8314.82
	e) Employee benefits expense	60.76	45.49	56.00	227.49
	f) Finance Cost	42.36	37.41	35.00	147.41
	g) Depreciation and amortisation expense	9.66	9.54	8.00	41.54
	h) Other expenses	350.10	642.24	401.00	2680.24
	Total Expenses	4398.58	4263.77	4316.00	17039.77
3	Profit/ (Loss) (before exceptional and extraordinary items) (1 - 2)	58.79	(486.45)	47.00	(1,478.45)
4	Exceptional Items	-	(28.96)	-	1,321.04
5	Profit/ (Loss) (before extraordinary items and Tax) (3-4)	58.79	(457.49)	47.00	(157.41)
6	Extraordinary Items	-	-	-	-
7	Profit / (Loss) before tax (5- 6)	58.79	(457.49)	47.00	(157.41)
8	Tax Expense	(0.45)	(1.00)	-	(1.00)
9	Profit / (Loss) after tax (7- 8)	59.24	(456.49)	47.00	(156.41)
10	Paid-up Equity Share Capital (Face Value of Rs.10/- per share)	2,400.00	2,400.00	2,400.00	2,400.00
11	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	3,891.89
12	Earnings per share (before extraordinary items) (Face Value of Rs. 10/- each) (not annualised)				
	(a) Basic	0.25	(1.90)	0.20	(0.65)
	(b) Diluted	0.25	(1.90)	0.20	(0.65)
13	Earnings per share (after extraordinary items) (Face Value of Rs. 10/- each) (not annualised)				
	(a) Basic	0.25	(1.90)	0.20	(0.65)
	(b) Diluted	0.25	(1.90)	0.20	(0.65)



Notes:

- 1 The Financial Results are prepared in compliance with Indian Accounting Standards (Ind-AS) subsequent to its adoption as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016. Consequently, results for the Quarter and Year ended 31st March, 2017 have been restated to comply with Ind AS to make them comparable.
- 2 The above Financial Results which are published in accordance with Regulation 33 of the Securities and Exchange Board of India (Listing Obligations & Disclosure Requirements) Regulations, 2015 have been reviewed and recommended by Audit Committee and has been approved by the Board of Directors at its Meeting held on 08th Aug, 2018.
- 3 The above financial results are in compliance with Indian Accounting Standards (IND AS) notified by Ministry of Corporate Affairs, read with SEBI circular No. CIR/CFD/FAC/62/2016 dated July 05, 2016.
- 4 Other Non- Current Assets includes 'Advances to Suppliers' amounting to Rs. 2900.25 Lacs. However, as the capital commitments could not be acted upon by the parties the management has decided to recall the advances paid. The Company has sent legal notices to parties for refund of advance and filed recovery suits. The management expects to get back the advances in due course. Hence, no provision has been made for Expected Credit Loss on these advances.
- 5 Non Current Investments, includes Investment in shares of 'Liquors India Limited' of Rs. 825.71 Lacs. The Company entered into an agreement with 'Lemonade Shares and Securities Private Limited' for sale of the entire undertaking. The agreement has been challenged and Civil Suit has been filed before District Court, Hyderabad with prayers inter-alia to rescind the agreements as being void and restore the parties back to the position prior to MOU dated 05-09-2012. The company has also filed SLP in Supreme Court of India apart from registering various complaints with Police, SEBI, Enforcement Directorate. Supreme Court of India has directed the Investigating Agencies to take such steps as maybe advised to them in accordance with the provisions of law. Pending the outcome of the Suit, and investigations, the amount received from 'M/s Lemonade Shares and Securities Private Limited' is shown under 'Other Current Financial Liabilities'. Further, in the absence of relevant data, the company has not provided for diminution in value of Investments in shares and Expected Credit Loss in respect of loan to 'Liquor India Limited'.
- 6 In the absence of actuarial valuation, the Company has not made provision for Gratuity and Leave Encashment during the year.
- 7 The Company has only one reportable segment i.e. Manufacturing of Indian Made Foreign Liquor (IMFL)
- 8 Figures of previous year / period have been re-grouped/reclassified wherever necessary, to confirm to this period's classification.
- 9 The reconciliation of Net Profit or Loss reported in accordance with Indian GAAP to Total Comprehensive Income in accordance with Ind AS is given below:

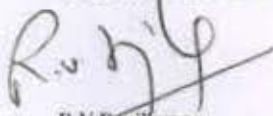
Description	31st March, 2018	31st March, 2017
	Rs in Lac	Rs in Lac
Net Profit / (Loss) as per previous Indian GAAP	(153.80)	(313.26)
Add/(Less) :		
- Expected Credit Loss on Trade Receivables	(2.61)	(10.42)
Net Profit / (Loss) as per Ind-AS	(156.41)	(323.68)
Other Comprehensive Income (net of income tax)	-	-
Total Comprehensive Income for the period	(156.41)	(323.68)



10 The reconciliation of Reserves & Surplus reported in accordance with Indian GAAP to Other Equity in accordance with Ind AS is given below:

Description	31st March, 2017
	(Audited)
Reserves & Surplus as per Indian GAAP	4,367.68
Add/(Less) :	
Provision for expected credit loss as under:	
- Sundry Debtors	(120.35)
- Loans and Advances	(42.19)
- Security Deposits	(11.47)
Fair Valuation of Inventory	(143.80)
Fair Valuation of Investments	(0.51)
Others	(1.05)
Other Equity as per Ind AS	4,048.31

For Ravikumar Distilleries Limited



R V Ravikumar
Managing Director
DIN :- 00336646

Tuesday, 08th Aug, 2018, Mumbai

