



**Dhunseri Tea & Industries Limited**

CIN : L15500WB1997PLC085661

Registered Office : Dhunseri House, 4A, Woodburn Park, Kolkata 700020

Ref.No.DTIL/108/2018/

21.05.2018

BSE Ltd.,  
Phiroze-Jeejeebhoy Towers,  
Dalal Street,  
Mumbai-400 001

Fax No. : 022-22722037/39/41/61  
022-22723121/3719

Scrip Code: 538902

National Stock Exchange of India Ltd.,  
Exchange Plaza,,C-1, Block G, 5<sup>th</sup> Floor  
Bandra Kurla Complex,  
Bandra (E),  
Mumbai-400051

Fax No. : 022-26598237/38

Symbol : DTIL

Dear Sirs,

**Sub: Annual Audited Financial Results for the year ended 31st March,2018**

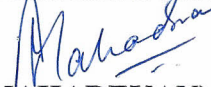
Pursuant to Regulation 33(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and resting with our letter No. DTIL/108/2018 dated 11.05.2018, please find enclosed the annual audited financial results (standalone and consolidated) for the financial year ended 31<sup>st</sup> March, 2018 which was approved by the Board at its meeting held on date.

Please also find enclosed the Audit Reports (standalone and consolidated) along with a declaration with respect to the audit report(s) with unmodified opinion for the financial year ended 31<sup>st</sup> March, 2018.

The Meeting commenced at around 12.00 noon and concluded at around 2.30 p.m.

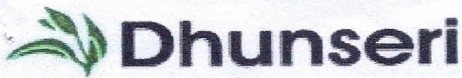
Thanking you,

Yours faithfully,  
For DHUNSERI TEA & INDUSTRIES LTD.

  
**(R. MAHADEVAN)**  
**Secretary**  
**(ACS 2080)**

- Encl: i) Audited Financial Results. (Standalone & Consolidated)  
ii) Audit Reports.  
iii) Declaration with respect to Audit Reports with Unmodified opinion to the audited financial results.





# Dhunseri Tea & Industries Limited

Registered Office : Dhunseri House, 4A, Woodburn Park, Kolkata 700020  
CIN : L15500WB1997PLC085661

Ph: +91 33 2280 1950(Five Lines), Fax: + 91 33 2287 8350/9274

Email : mail@dhunseritea.com, Website:www.dhunseritea.com

## Statement of Standalone/Consolidated Audited Financial Results for the quarter and year ended 31st March, 2018

(Rs in lakhs)

Particulars	3 months ended 31/03/18	3 months ended 31/12/17	3 months ended 31/03/17	Year ended 31/03/18	Year ended 31/03/17	Year ended 31/03/18	Year ended 31/03/17	
	Standalone				Consolidated			
	AUDITED	UNAUDITED	AUDITED	AUDITED	AUDITED	AUDITED	AUDITED	
<b>1 Income</b>								
a Revenue from operations	3,872.04	6,118.78	3,900.48	17,701.63	18,773.04	28,708.19	30,183.29	
b Other income	46.74	29.79	95.80	186.31	221.46	1,139.57	788.70	
<b>Total Income</b>	<b>3,918.78</b>	<b>6,148.57</b>	<b>3,996.28</b>	<b>17,887.94</b>	<b>18,994.50</b>	<b>29,847.76</b>	<b>30,971.99</b>	
<b>2 Expenses</b>								
a Cost of materials consumed (Note 4)	284.82	857.44	195.52	3,540.84	3,362.50	3,698.88	3,513.00	
b Changes in inventories of finished goods	2,153.75	1,115.67	2,000.61	126.22	185.89	(69.86)	156.31	
c Changes in inventories of biological assets	(58.77)	106.47	(46.15)	(12.62)	(1.16)	34.69	(1.04)	
d Employee benefits expense	1,297.31	1,573.50	1,556.70	6,270.31	6,270.24	7,667.14	7,437.36	
e Finance costs	122.59	58.17	83.92	446.76	326.32	899.73	808.72	
f Depreciation and amortization expense	191.40	184.16	214.09	743.90	723.58	1,744.99	2,088.89	
g Other expenses	1,770.35	1,322.74	1,775.18	6,111.45	6,601.13	13,055.79	13,410.41	
<b>Total expenses</b>	<b>5,761.45</b>	<b>5,218.15</b>	<b>5,779.87</b>	<b>17,228.86</b>	<b>17,468.50</b>	<b>27,031.36</b>	<b>27,413.65</b>	
<b>3 Profit/(Loss) before tax (1-2)</b>	<b>(1,842.67)</b>	<b>930.42</b>	<b>(1,783.59)</b>	<b>661.08</b>	<b>1,526.00</b>	<b>2,816.40</b>	<b>3,558.34</b>	
<b>Tax expense</b>								
- Current Tax	(627.96)	354.08	(421.45)	130.06	367.53	486.03	996.63	
- Deferred Tax	(262.15)	(23.02)	77.30	(292.37)	(22.35)	(570.03)	(151.17)	
<b>4 Tax expense/(credit)</b>	<b>(890.11)</b>	<b>331.06</b>	<b>(344.15)</b>	<b>(162.31)</b>	<b>345.18</b>	<b>(84.00)</b>	<b>845.46</b>	
<b>5 Profit/(Loss) for the period (3-4)</b>	<b>(952.56)</b>	<b>599.36</b>	<b>(1,439.44)</b>	<b>823.39</b>	<b>1,180.82</b>	<b>2,900.40</b>	<b>2,712.88</b>	
Items that will not be reclassified to profit or loss								
Remeasurement of post-employment benefit obligations	217.78	(28.92)	37.77	131.02	(115.68)	131.02	(115.68)	
Fair valuation of equity investments	(265.65)	923.43	737.61	850.07	1,156.99	850.07	1,157.12	
Income tax relating to these items	(167.61)	9.21	(12.02)	(139.98)	36.84	(139.98)	36.84	
Items that will be reclassified to profit or loss								
Exchange differences on translation of foreign operations	-	-	-	-	-	(1,167.09)	(2,037.57)	
<b>6 Other comprehensive income for the year (net of tax).</b>	<b>(215.48)</b>	<b>903.72</b>	<b>763.36</b>	<b>841.11</b>	<b>1,078.15</b>	<b>(325.98)</b>	<b>(959.29)</b>	
<b>7 Total Comprehensive income for the period</b>	<b>(1,168.04)</b>	<b>1,503.08</b>	<b>(676.08)</b>	<b>1,664.50</b>	<b>2,258.97</b>	<b>2,574.42</b>	<b>1,753.59</b>	
<b>8 Paid-up equity share capital (Face value Rs 10/- each)</b>	<b>700.50</b>	<b>700.50</b>	<b>700.50</b>	<b>700.50</b>	<b>700.50</b>	<b>700.50</b>	<b>700.50</b>	
<b>9 Earnings per share (of Rs. 10/- each):</b>								
(a) Basic (Rs.)	(13.60)	8.56	(20.55)	11.75	16.86	41.40	38.73	
(b) Diluted (Rs.)	(13.60)	8.56	(20.55)	11.75	16.86	41.40	38.73	

(Rs in lakhs)

Particulars	Accounting year ended 31/3/2018				Accounting year ended 31/3/2017			
	Consolidated							
	AUDITED							
	India	Malawi	Unallocable	Total	India	Malawi	Unallocable	Total
<b>Segment Revenue</b>	17,701.63	11,006.56	-	28,708.19	18,773.04	11,410.25	-	30,183.29
<b>Segment Results before tax and interest</b>	1,010.86	2,648.80	56.47	3,716.13	1,848.77	2,580.11	(61.82)	4,367.06
<b>Interest (including other finance costs)</b>			899.73	899.73			808.72	808.72
<b>Total Profit/(Loss) before tax</b>	<b>1,010.86</b>	<b>2,648.80</b>	<b>(843.26)</b>	<b>2,816.40</b>	<b>1,848.77</b>	<b>2,580.11</b>	<b>(870.54)</b>	<b>3,558.34</b>
<b>Capital Employed (Segment Assets-Segment Liabilities)</b>	56,030.15	30,868.32			56,839.67	32,165.19		





## Statement of Assets &amp; Liabilities

(Rs. in lakhs)

Particulars	Standalone			Consolidated		
	As at 31.03.2018	As at 31.03.2017	As at 01.04.2016	As at 31.03.2018	As at 31.03.2017	As at 01.04.2016
	(Audited)	(Audited)	(Audited)	(Audited)	(Audited)	(Audited)
<b>ASSETS</b>						
(1) Non-current assets						
(a) Property, plant and equipment	50,064.33	50,464.47	50,155.82	72,126.34	74,671.13	76,579.95
(b) Capital work-in-progress	862.73	639.16	572.10	4,477.76	3,239.35	2,272.10
(c) Investment properties	1,152.63	773.73	773.39	2,034.42	2,162.59	2,110.76
(d) Investment in subsidiary	6,697.61	6,810.96	6,429.96	1,152.63	773.73	773.39
(e) Financial assets						
(i) Investments	3,150.85	3,382.46	1,793.77	3,150.85	3,382.43	1,793.77
(ii) Loans	5.44	9.04	11.33	5.44	9.04	11.33
(iii) Other financial assets	876.33	982.30	366.03	876.33	982.30	366.02
(f) Non-current tax assets (net)	192.45	227.22	86.79	202.04	280.99	124.74
(g) Other non-current assets	20.66	391.07	146.13	20.66	763.65	146.17
<b>Total non-current assets</b>	<b>63,023.03</b>	<b>63,680.41</b>	<b>60,335.32</b>	<b>84,046.47</b>	<b>86,265.21</b>	<b>84,178.23</b>
(2) Current assets						
(a) Inventories	1,879.83	1,908.10	2,208.18	3,744.23	3,558.41	3,656.22
(b) Biological assets other than bearer plants	58.77	46.15	44.99	1,249.08	1,361.09	1,428.33
(c) Financial assets						
(i) Investments	1,053.03	162.06	0.45	1,053.03	162.06	0.45
(ii) Trade receivables	3,895.97	3,495.74	2,996.94	4,855.63	4,800.94	3,878.53
(iii) Cash and cash equivalents	298.88	131.25	251.72	480.24	233.82	370.52
(iv) Bank balances other than (iii) above	17.91	12.23	10.75	17.91	12.23	10.75
(v) Loans	185.07	191.26	303.36	8.49	28.41	129.26
(vi) Other financial assets	390.56	738.10	693.80	417.85	781.00	807.48
(d) Other current assets	484.12	493.99	502.78	973.87	1,282.01	1,378.74
<b>Total current assets</b>	<b>8,264.14</b>	<b>7,178.88</b>	<b>7,012.97</b>	<b>12,800.33</b>	<b>12,219.97</b>	<b>11,860.28</b>
<b>Total assets</b>	<b>71,287.17</b>	<b>70,859.29</b>	<b>67,348.29</b>	<b>96,846.80</b>	<b>98,485.18</b>	<b>95,838.51</b>
<b>EQUITY AND LIABILITIES</b>						
<b>Equity</b>						
(a) Equity share capital	700.50	700.50	700.50	700.50	700.50	700.50
(b) Other equity	60,522.47	59,532.45	57,947.97	71,436.88	69,536.95	68,069.20
<b>Total equity</b>	<b>61,222.97</b>	<b>60,232.95</b>	<b>58,648.47</b>	<b>72,137.38</b>	<b>70,237.45</b>	<b>68,769.70</b>
<b>Liabilities</b>						
(1) Non-current liabilities						
(a) Financial liabilities						
(i) Borrowings	873.38	12.75	17.49	4,863.44	4,621.77	5,156.68
(ii) Other financial liabilities	66.73	73.20	74.30	214.23	278.48	74.30
(b) Deferred tax liabilities (net)	3,330.72	3,716.85	3,739.20	10,171.28	11,192.92	12,065.76
(c) Other non-current liabilities	178.98	104.85	122.35	137.76	90.84	66.45
<b>Total non-current liabilities</b>	<b>4,449.81</b>	<b>3,907.65</b>	<b>3,953.34</b>	<b>15,386.71</b>	<b>16,184.01</b>	<b>17,363.19</b>
(2) Current liabilities						
(a) Financial liabilities						
(i) Borrowings	2,782.19	3,712.13	1,766.77	4,143.84	6,122.68	4,401.83
(ii) Trade payables	1,334.50	1,300.82	1,333.33	2,121.45	2,106.04	2,412.85
(iii) Other financial liabilities	1,046.61	960.97	918.17	2,025.76	1,851.44	1,655.52
(b) Provisions	-	-	-	-	-	-
(c) Employee benefit obligations	93.70	311.98	393.22	127.69	681.23	670.89
(d) Current tax liabilities	154.01	179.12	76.35	591.31	643.83	92.13
(e) Other current liabilities	203.38	253.67	258.64	312.66	658.50	472.40
<b>Total current liabilities</b>	<b>5,614.39</b>	<b>6,718.69</b>	<b>4,746.48</b>	<b>9,322.71</b>	<b>12,063.72</b>	<b>9,705.62</b>
<b>Total equity and liabilities</b>	<b>71,287.17</b>	<b>70,859.29</b>	<b>67,348.29</b>	<b>96,846.80</b>	<b>98,485.18</b>	<b>95,838.51</b>





**NOTES:-**

- This statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable. Beginning 1st April 2017, the Company has for the first time adopted Ind AS with a transition date of 1st April, 2016.
- The format for audited quarterly results as prescribed in SEBI's Circular CIR/CFD/CMD/15/2015 dated 30th November, 2015 has been modified to comply with the requirements of SEBI's circular dated 5th July 2016, Ind AS and Schedule III (Division II) to the Companies Act, 2013 which are applicable to companies that are required to comply with Ind AS.
- The Group comprising the Company and its subsidiaries is primarily engaged in business of cultivation, manufacture and sale of tea and macademia nuts across various geographical areas with different political and economic environment, risk and return etc. Accordingly, operating segments have been identified based on the different geographical areas.
- Cost of Materials consumed represents Green Leaf purchased from third parties.
- 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.

(Rs in lakhs)

Description	Quarter ended March 31 2017 Refer (Note 9)	Year ended March 31 2017 Refer (Note 9)	Year ended March 31 2017 Refer (Note 9)
	Standalone		Consolidated
	Unaudited	Audited	Audited
Profit after tax as per previous GAAP	(1611.05)	1011.12	2721.75
<b>Adjustments:</b>			
Effect of changes in fair value of finished goods (tea)	152.97	(15.74)	(15.74)
Effect of changes in fair value of biological assets	46.15	1.16	43.31
Effect of reclassification of remeasurement of employee benefit obligation to other comprehensive income	(37.77)	115.68	115.68
Other items	10.96	39.71	29.59
Amortisation	-	-	(407.80)
Tax effects of adjustments	(0.68)	28.89	226.22
<b>Total adjustments</b>	<b>171.63</b>	<b>169.70</b>	<b>(8.74)</b>
<b>Profit after tax as per Ind AS</b>	<b>(1439.42)</b>	<b>1180.82</b>	<b>2713.01</b>
Other comprehensive income (net of tax)	763.36	1078.15	(959.43)
<b>Total comprehensive income as per Ind AS</b>	<b>(676.06)</b>	<b>2258.97</b>	<b>1753.58</b>


- The reconciliation of total equity previously reported (referred to as Indian GAAP) and in accordance with Ind AS.

(Rs in lakhs)

Description	Amount as at March 31, 2017.	As at April 1, 2016	Amount as at March 31, 2017.	As at April 1, 2016
	Standalone		Consolidated	
	Audited	Audited	Audited	Audited
<b>Total Equity previously reported as per Indian GAAP</b>	<b>62,302.63</b>	<b>45,090.20</b>	<b>74,676.98</b>	<b>40,521.55</b>
<b>Adjustments Rellating to Ind As</b>				
Impact on account of fair valuation of Property, plant and equipment	-	16,201.32	2,718.02	36,505.23
Impact on account of financial Instruments	1,026.89	(153.78)	1,082.80	(55.97)
Impact of recognising biological assets at fair values and movement thereon	46.15	44.99	1,534.77	1,575.05
Impact of measuring inventory of made tea on the basis of applicable Ind AS	(140.26)	(124.52)	(140.26)	(124.52)
Reversal of Proposed Dividend and Tax on Proposed Dividend	-	674.48	-	674.48
Impact of Replanting subsidy reclassified as deferred subsidy income	(58.29)	(59.36)	(58.29)	(59.36)
Other adjustments	14.97	-	23.80	-
Deferred consideration on business combination	-	-	166.30	-
Currency translation	-	-	610.10	367.53
<b>Balance of equity as on March 31, 2016 as per Ind AS</b>	<b>63,192.09</b>	<b>61,673.33</b>	<b>80,614.22</b>	<b>79,403.99</b>
<b>adjustments before tax impact on adjustments</b>	<b>63,192.09</b>	<b>61,673.33</b>	<b>80,614.22</b>	<b>79,403.99</b>
Tax Effect on the above Adjustments	(2,959.14)	(3,024.86)	(10,376.77)	(10,634.29)
<b>Balance of Equity as per Ind AS</b>	<b>60,232.95</b>	<b>58,648.47</b>	<b>70,237.45</b>	<b>68,769.70</b>

- The Figures of the last quarter for the current year and the previous year are are the balancing figures in respect of the full financial year ended 31st March and the unaudited published year to date figures upto third quarter ended 31st December, which were subject to limited review.
- Tax Expenses /(Credit) including deferred tax and is after adjusting MAT credit entitlement.
- Figures for the quarter and year ended 31st March 2017, have been reclassified, wherever necessary to make them Ind AS compliant and comparable with the corresponding figure for the current quarter and year.
- The Board of Directors has recommended dividend of 80% (Rs.8.00 per equity share of Rs.10/- each) for the year 2017-18, subject to the approval of the shareholders in the ensuing Annual General Meeting.
- The above results for the quarter and year ended ended March 31, 2018, have been reviewed by the Audit Committee and thereafter approved by the Board of Directors at its meeting held on May 21, 2018 and these have been subjected to limited review by the Statutory Auditors of the Company.

Kolkata  
May 21, 2018.

By Order of the Board  
  
C.K. Dhanuka  
Chairman & Managing Director  
(DIN : 00005684)



# Lovelock & Lewes

Chartered Accountants

## INDEPENDENT AUDITORS' REPORT

### TO THE MEMBERS OF DHUNSERI TEA & INDUSTRIES LIMITED

#### Report on the Standalone Indian Accounting Standards (Ind AS) Financial Statements

1. We have audited the accompanying standalone financial statements of Dhunseri Tea & Industries Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2018, the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information.

#### Management's Responsibility for the Standalone Ind AS Financial Statements

2. The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone Ind AS financial statements to give a true and fair view of the financial position, financial performance (including other comprehensive income), cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards specified in the Companies (Indian Accounting Standards) Rules, 2015 (as amended) under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

#### Auditors' Responsibility

3. Our responsibility is to express an opinion on these standalone Ind AS financial statements based on our audit.
4. We have taken into account the provisions of the Act and the Rules made thereunder including the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.
5. We conducted our audit of the standalone Ind AS financial statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those Standards and pronouncements require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the standalone Ind AS financial statements are free from material misstatement.
6. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the standalone Ind AS financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the standalone Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the standalone Ind AS financial statements that give a true and fair view, in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates

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# Lovelock & Lewes

Chartered Accountants

## INDEPENDENT AUDITORS' REPORT

To the Members of Dhunseri Tea & Industries Limited  
Report on the Standalone IND AS Financial Statements  
Page 2 of 3

made by the Company's Directors, as well as evaluating the overall presentation of the standalone Ind AS financial statements.

7. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone Ind AS financial statements.

### Opinion

8. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2018, and its total comprehensive income (comprising of profit and other comprehensive income), its cash flows and the changes in equity for the year ended on that date.

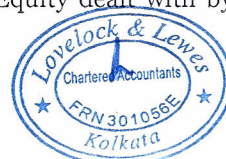
### Other Matter

9. The comparative financial information of the Company for the year ended March 31, 2017 and the transition date opening balance sheet as at April 1, 2016 included in these standalone Ind AS financial statements, are based on the previously issued statutory financial statements for the years ended March 31, 2017 and March 31, 2016 prepared in accordance with the Companies (Accounting Standards) Rules, 2006 (as amended) which were audited by us, on which we expressed an unmodified opinion dated May 22, 2017 and May 27, 2016 respectively. The adjustments to those financial statements for the differences in accounting principles adopted by the Company on transition to the Ind AS have been audited by us.

Our opinion is not qualified in respect of these matters.

### Report on Other Legal and Regulatory Requirements

10. As required by the Companies (Auditor's Report) Order, 2016, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act ("the Order"), and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the Annexure B a statement on the matters specified in paragraphs 3 and 4 of the Order.
11. As required by Section 143 (3) of the Act, we report that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - (c) The Balance Sheet, the Statement of Profit and Loss (including other comprehensive income), the Cash Flow Statement and the Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.





# Lovelock & Lewes

Chartered Accountants

## INDEPENDENT AUDITORS' REPORT

To the Members of Dhunseri Tea & Industries Limited  
Report on the Standalone IND AS Financial Statements  
Page 3 of 3

- (d) In our opinion, the aforesaid standalone Ind AS financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act.
- (e) On the basis of the written representations received from the directors as on March 31, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2018 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in Annexure A.
- (g) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our knowledge and belief and according to the information and explanations given to us:
  - i. The Company has disclosed the impact, if any, of pending litigations as at March 31, 2018 on its financial position in its standalone Ind AS financial statements – Refer Note 33;
  - ii. The Company did not have any long-term contracts including derivative contracts as at March 31, 2018;
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year ended March 31, 2018;
  - iv. The reporting on disclosures relating to Specified Bank Notes is not applicable to the Company for the year ended March 31, 2018.

For Lovelock & Lewes  
Firm Registration Number: 301056E  
Chartered Accountants

  
Avijit Mukerji  
Partner  
Membership Number 056155

Kolkata  
May 21, 2018



# Lovelock & Lewes

Chartered Accountants

## INDEPENDENT AUDITORS' REPORT

To the Members of Dhunseri Tea & Industries Limited

### Report on the Consolidated Indian Accounting Standards (Ind AS) Financial Statements

1. We have audited the accompanying consolidated Ind AS financial statements of Dhunseri Tea & Industries Limited (hereinafter referred to as the "Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), (refer Note 1 to the attached consolidated financial statements), comprising of the consolidated Balance Sheet as at March 31, 2018, the consolidated Statement of Profit and Loss (including Other Comprehensive Income), the consolidated Cash Flow Statement for the year then ended and the Statement of Changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information prepared based on the relevant records (hereinafter referred to as "the Consolidated Ind AS Financial Statements").

### Management's Responsibility for the Consolidated Ind AS Financial Statements

2. The Holding Company's Board of Directors is responsible for the preparation of these consolidated Ind AS financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance (including other comprehensive income), consolidated cash flows and changes in equity of the Group in accordance with accounting principles generally accepted in India including the Indian Accounting Standards specified in the Companies (Indian Accounting Standards) Rules, 2015 (as amended) under Section 133 of the Act. The Holding Company's Board of Directors is also responsible for ensuring accuracy of records including financial information considered necessary for the preparation of consolidated Ind AS financial statements. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which has been used for the purpose of preparation of the consolidated Ind AS financial statements by the Directors of the Holding Company, as aforesaid.

### Auditors' Responsibility

3. Our responsibility is to express an opinion on these consolidated Ind AS financial statements based on our audit. While conducting the audit, we have taken into account the provisions of the Act and the Rules made thereunder including the accounting standards and matters which are required to be included in the audit report.
4. We conducted our audit of the consolidated Ind AS financial statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those Standards and pronouncements require that we comply with ethical requirements and plan and perform the audit to

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# Lovelock & Lewes

Chartered Accountants

## INDEPENDENT AUDITORS' REPORT

To the Members of Dhunseri Tea and & Industries Limited

Report on the Consolidated Ind AS Financial Statements

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obtain reasonable assurance about whether the consolidated Ind AS financial statements are free from material misstatement.

5. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated Ind AS financial statements. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the consolidated Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Holding Company's preparation of the consolidated Ind AS financial statements that give a true and fair view, in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Holding Company's Board of Directors, as well as evaluating the overall presentation of the consolidated Ind AS financial statements.
6. We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred to in sub-paragraph 8 of the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated Ind AS financial statements.

### Opinion

7. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of the consolidated state of affairs of the Group as at March 31, 2018, and their consolidated total comprehensive income (comprising of consolidated profit and consolidated other comprehensive income), their consolidated cash flows and consolidated changes in equity for the year ended on that date.

### Other Matter

8. We did not audit the financial statements/financial information of three subsidiaries whose financial statements/ financial information reflect total assets of Rs 44,901.89 and net assets of Rs 15,556.39 as at March 31, 2018, total revenue of Rs. 11,451.99, total comprehensive income (comprising of profit and other comprehensive income) of Rs 2,085.50 and net cash flows amounting to Rs. 1,009.35 for the year ended on that date, as considered in the consolidated Ind AS financial statements. These financial statements/ financial information have been audited by other auditors whose reports have been furnished to us by the Management, and our opinion on the consolidated Ind AS financial statements insofar as it relates to the amounts and disclosures included in respect of these subsidiaries and our report in terms of sub-section (3) of Section 143 of the Act insofar as it relates to the aforesaid subsidiaries is based solely on the reports of the other auditors.

Our opinion on the consolidated Ind AS financial statements and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the financial statements/ financial information certified by the Management.



# Lovelock & Lewes

Chartered Accountants

## INDEPENDENT AUDITORS' REPORT

To the Members of Dhunseri Tea and & Industries Limited

Report on the Consolidated Ind AS Financial Statements

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The comparative financial information of the Group for the year ended March 31, 2017 and the transition date opening balance sheet as at April 1, 2016 included in these consolidated Ind AS financial statements, are based on the previously issued statutory financial statements for the years ended March 31, 2017 and March 31, 2016 prepared in accordance with the Companies (Accounting Standards) Rules, 2006 (as amended) which were audited by us, on which we expressed an unmodified opinion dated May 22, 2017 and May 27, 2016 respectively.

Our opinion is not qualified in respect of these matters.

### Report on Other Legal and Regulatory Requirements

9. As required by Section 143(3) of the Act, we report, to the extent applicable, that:
- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated Ind AS financial statements.
  - (b) In our opinion, proper books of account as required by law maintained by the Holding Company, including relevant records relating to preparation of the aforesaid consolidated Ind AS financial statements have been kept so far as it appears from our examination of those books and records of the Holding Company.
  - (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), Consolidated Cash Flow Statement and the Consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the relevant books of account maintained by the Holding Company including relevant records relating to the preparation of the consolidated Ind AS financial statements.
  - (d) In our opinion, the aforesaid consolidated Ind AS financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act.
  - (e) On the basis of the written representations received from the directors of the Holding Company as on March 31, 2018 taken on record by the Board of Directors of the Holding Company, none of the directors of the Holding Company is disqualified as on March 31, 2018 from being appointed as a director in terms of Section 164 (2) of the Act.
  - (f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Holding Company and the operating effectiveness of such controls, refer to our separate Report in Annexure A.
  - (g) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    - i. The consolidated Ind AS financial statements disclose the impact, if any, of pending litigations as at March 31, 2018 on the consolidated financial position of the Group, Refer Note 42 to the consolidated Ind AS financial statements.





# Lovelock & Lewes

Chartered Accountants

## INDEPENDENT AUDITORS' REPORT

To the Members of Dhunseri Tea and & Industries Limited

Report on the Consolidated Ind AS Financial Statements

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- ii. The Group did not have any material foreseeable losses on long-term contracts including derivative contracts as at March 31, 2018.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company during the year ended March 31, 2018.
- iv. The reporting on disclosures relating to Specified Bank Notes is not applicable to the Group for the year ended March 31, 2018.

For Lovelock & Lewes  
Firm Registration Number: 301056E  
Chartered Accountants



Avijit Mukerji  
Partner

Membership Number 056155

Kolkata  
May 21, 2018



**Dhunseri**<sup>®</sup>

**Dhunseri Tea & Industries Limited**

CIN : L15500WB1997PLC085661

Registered Office : Dhunseri House, 4A, Woodburn Park, Kolkata 700020

Ref.No.DTIL/108/2018/

21.05.2018

BSE Ltd.,  
Phiroze-Jeejeebhoy Towers,  
Dalal Street,  
Mumbai-400 001

Fax No. : 022-22722037/39/41/61  
022-22723121/3719

Scrip Code: 538902

National Stock Exchange of India Ltd.,  
Exchange Plaza,,C-1, Block G, 5<sup>th</sup> Floor  
Bandra Kurla Complex,  
Bandra (E),  
Mumbai-400051

Fax No. : 022-26598237/38

Symbol : DTIL

Dear Sirs,

**Sub: Declaration with respect to Audit report with unmodified opinion to the audited financial results for the financial year ended 31<sup>st</sup> March, 2018.**

Pursuant to Regulation 33(3)(d) of the Securities and Exchange Board of India (Listing Obligations and Disclosure) Regulations, 2015, as amended, we do hereby confirm that the Statutory auditors of the Company M/s. Lovelock & Lewes have not expressed any modified opinion(s) in its audit report pertaining to the audited financial results for the year ended 31<sup>st</sup> March, 2018.

Thanking you,

Yours faithfully,  
For DHUNSERI TEA & INDUSTRIES LTD.

  
(VIKASH JAIN)  
Chief Financial Officer