INDEPENDENT AUDITOR'S REPORT ON AUDIT OF STANDALONE FINANCIAL RESULTS OF BHATKAWA TEA INDUSTRIES LIMITED PURSUANT TO THE REGULATION 33 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURES REQUIREMENTS) REGULATIONS, 2015 (AS AMENDED)

TO THE BOARD OF DIRECTORS
OF BHATKAWA TEA INDUSTRIES LIMITED

Report on the Audit of Standalone Financial Results

Opinion

We have audited the accompanying statement of standalone annual financial results of **BHATKAWA TEA INDUSTRIES LIMITED** (hereinafter referred to as the "Company"), for the year ended March 31, 2022 (the "Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone annual financial results:

a) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard and;

b) gives a true and fair view in conformity with recognition and measurement principles laid down in the applicable Indian Accounting Standard ("IND AS") prescribed under Section 133 of the Companies Act 2013 (the "Act") read with relevant rules issued there under and other accounting principles generally accepted in India, of the standalone net profit and standalone total comprehensive income and other financial information of the Company for the year ended March 31, 2022, standalone statement of assets and liabilities as at March 31, 2022 and the standalone statement of cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the Statement in accordance with the Standards on Auditing ("SA"s) specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Results section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the Standalone Financial Results under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the standalone annual financial results.

Management's Responsibilities for the Standalone Financial Results

These standalone annual results have been prepared on the basis of the standalone financial statements. This Statement, is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared on the basis of standalone financial statements for the year ended March 31, 2022. The Company's Board of Directors are responsible for the preparation and presentation of the Standalone Financial Results that give a true and fair view of the net profit and other comprehensive loss and other financial information in accordance with the recognition and measurement principles laid down in Ind AS 34, prescribed under Section 133 of the Act, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 the design,

Das & Prasad Kolkata Chartered Accountants

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 Financial Results that give a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the Standalone Financial Results, the Board of Directors are responsible for assessing the Company's ability, to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the financial reporting process of the Company.

Auditor's Responsibilities for the Audit of the Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the Standalone Financial Results as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this Standalone Financial Results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Standalone Financial Results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Company to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Standalone Financial Results, including the disclosures, and whether the Standalone Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Standalone Financial Results of the Company to express an opinion on the Standalone Financial Results.

Materiality is the magnitude of misstatements in the Standalone Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Standalone Financial Results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Standalone Financial Results.

Das & Prasad
Kolkata
Chartered Accountants

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matter

The standalone annual financial results include the results for the quarter ended March 31, 2022 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

For Das & Prasad
Chartered Accountants
Registration number- 303054E

Das & Prasad Kolkata Chartered Accountants

Pramod Kumar Agarwal
Partner
Membership no-056921
UDIN- 22056921AKHEPB6247

Place: Kolkata
Date: May 30, 2022

BHATKAWA TEA INDUSTRIES LIMITED
CIN: L01132WB1911PLC002077
Regd. Office : 2 Hare Street, Kolkata - 700001
Audited Financial Results For The Quarter/ Year Ended 31st March, 2022

(₹ in Lacs)

	Particulars	Quarter Ended			Year Ended	
		31.03.2022 (Audited)	31.12.2021 (Unaudited)	31.03.2021 (Audited)	31.03.2022 (Audited)	31.03.2021 (Audited)
	Income					
	a. Revenue from Operations	299.10	1,146.09	264.12	3,704.68	3,322.05
	b. Other Income	43.04	43.70	25.17	135.97	81.60
1	**Total Income**	**342.14**	**1,189.79**	**289.29**	**3,840.65**	**3,403.65**
	Expenses					
	a. Changes in inventories of finished goods, stock-in-trade and work-in-progress	(14.75)	111.80	4.10	(48.55)	(4.22)
	b. Employee benefits expense	508.00	372.12	489.70	2,055.31	1,682.14
	c. Finance cost	19.50	4.14	1.87	31.96	20.01
	d. Depreciation and amortisation expense	29.77	19.32	27.89	87.30	83.73
	f. Other expenses	286.64	327.65	271.97	1,108.09	821.11
2	**Total Expense**	**829.16**	**835.03**	**795.54**	**3,234.11**	**2,602.78**
3	**Profit Before Tax (1-2)**	**(487.02)**	**354.76**	**(506.25)**	**606.54**	**800.87**
	Tax Expense					
	a. Current Tax	(72.92)	-	(97.34)	(72.92)	(97.34)
	b. Deferred Tax	15.98	-	14.48	15.98	14.48
	c. Mat Credit Entitlement	-			-	-
	d. Income Tax relating to earlier years	-			-	-
4	**Total**	**(56.94)**	**-**	**(82.85)**	**(56.94)**	**(82.85)**
5	**Net Profit/ (Loss) For The Period (3-4)**	**(543.96)**	**354.76**	**(589.10)**	**549.60**	**718.02**
	Other Comprehensive Income					
	(a) Items that will not be Reclassified to Profit & Loss					
	Remeasurement of the net defined benefit plans	43.14	15.58	(91.15)	89.88	(70.96)
	FVTOCI of Investments	19.21	6.92	55.57	214.14	298.01
	Tax Effect on Above	(44.78)	-	(49.61)	(44.78)	(49.61)
6	**Total Other Comprehensive Income**	17.57	22.50	(85.19)	259.24	177.44
7	**Total Comprehensive Income (5+6)**	**(526.40)**	**377.26**	**(674.28)**	**808.84**	**895.47**
8	Paid up Equity Share Capital (Face value of ` 10/- each)	224.00	224.00	224.00	224.00	224.00
9	Reserve excluding Revaluation Reserve as at Balance Sheet				3,372.46	2,586.02
10	**Basic Earning Per Share (EPS) (Rs.) (*not annualised)**	**(24.28)**	**15.84**	**(26.30)**	**24.54**	**32.05**
11	**Diluted Earning Per Share (EPS) (Rs.) (*not annualised)**	**(24.28)**	**15.84**	**(26.30)**	**24.54**	**32.05**

BHATKAWA TEA INDUSTRIES LIMITED KOLKATA

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Statement of Assets and Liabilities		(₹ in Lacs)
	Year ended	Year ended
ASSETS		
Non-Current Assets		
(A) Property, plant and equipment	855.56	672.58
(B) Capital work-in-progress	14.84	51.17
(C) Other Intangible Assets	0.78	1.82
(D) Financial assets :		
(i) Investments	948.32	592.09
(ii) Other Financial assets	251.82	253.93
(E) Deferred Tax Assets (net)	3.41	33.91
(F) Other Non Current Assets	10.00	10.00
Total Non-Current Assets	**2,084.73**	**1,615.50**
Current Assets		
(A) Inventories	336.74	212.00
(B) Financial assets:		
(i) Investments	1,487.52	1,366.80
(ii) Trade receivables	121.44	108.78
(iii) Cash and cash equivalents	120.31	55.85
(iv) Bank balance other than (iii) above	278.75	229.15
(v) Loans	220.45	201.20
(vi) Other Financial assets	109.48	74.11
(C) Other Current Assets	66.43	59.86
Total Current Assets	**2,741.13**	**2,307.75**
Total Assets	**4,825.86**	**3,923.25**
EQUITY AND LIABILITIES		
Equity		
(a) Equity Share capital	224.00	224.00
(b) Other Equity	3,372.47	2,586.03
Total Equity	**3,596.47**	**2,810.03**
Liabilities		
Non-Current Liabilities		
(A) Financial liabilities:		
(i) Borrowings	-	-
(B) Provisions	476.65	456.38
(C) Deferred Tax Liabilities (net)	-	-
(D) Other Non-Current Liabilities	1.94	10.01
Total Non-Current Liabilities	**478.59**	**466.39**
Current liabilities		
(A) Financial liabilities:		
(i) Borrowings	-	17.95
(ii) Trade payables		
(a) total outstanding dues of micro enterprises and small enterprises	11.28	5.64
(b) total outstanding dues of creditors other than micro enterprises and small enterprises	144.36	106.94
(iii) Other financial Liabilities	157.69	129.15
(B) Provisions	418.08	347.72
(C) Other current liabilities	19.40	39.44
Total Current Liabilities	**750.80**	**646.82**
Total Equity and Liabilities	**4,825.86**	**3,923.25**

BHATKAWA TEA INDUSTRIES LIMITED KOLKATA

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Cash Flow Statement				(₹ in Lacs)
	Year ended		Year ended	
A. CASH FLOW FROM OPERATING ACTIVITIES				
Net Profit/(Loss) before tax		606.54		800.87
Adjustments for :				
Depreciation & Amortization Expense	87.30		83.73	
Finance Costs	31.96		20.01	
Remeasurement gains/(losses) on defined benefit plans	89.88		(70.96)	
Provison on Doubtful Debt	16.08		-	
Loss on Uprooting of Plants	1.43		12.98	
Profit on Sale of Fixed Asset (Net)	-		(0.12)	
Profit on Sale of Bonds	(12.92)		-	
Deferred Government Grants	(7.12)		(7.13)	
Liabilities no longer required written back	(6.32)		-	
Dividend Income	(8.27)		(3.62)	
Interest Income	(99.34)	92.67	(66.35)	(31.45)
Operating Profit before Working Capital Changes		**699.21**		**769.43**
Adjustments for:				
(Increase)/Decrease in Inventories	(124.74)		(14.48)	
(Increase)/Decrease in Trade and other receivables	(84.44)		(385.72)	
Increase/(Decrease) in Trade and other payables	149.81	(59.37)	310.20	(90.01)
Cash Generated from Operations		**639.84**		**679.42**
Tax Paid		82.52		64.98
Net Cash (Outflow)/Inflow from Operating Activities		**557.32**		**614.44**
B. CASH FLOW FROM INVESTING ACTIVITIES				
Acquisition of Property, Plant & Equipment	(219.50)		(49.31)	
Work In Progress of Bearer Plant	(14.84)		(51.17)	
Sale of Property, Plant & Equipment	-		0.12	
Subsidy Received	-		13.76	
Capital Expenditure	(8.57)		(8.57)	
Dividend Received	8.27		3.62	
Sale of Investments	-		-	
Acquisition of Investments	(262.81)		(593.44)	
Interest Received	63.97	(433.47)	57.38	(627.61)
Net Cash (Outflow)/Inflow from Investing Activities		**(433.47)**		**(627.61)**
C. CASH FLOW FROM FINANCING ACTIVITIES				
Profit on Sale of Bonds	12.92			
Procceds/ (Repayment) of Long-Term Borrowings	(17.95)		8.01	
Dividend Paid (including tax on dividend)	(22.40)		-	
Interest and Other Finance charges paid	(31.96)	(59.39)	(20.01)	(12.00)
Net Cash Inflow/(Out flow) from Financing Activities		**(59.39)**		**(12.00)**
Net Increase/ (Decrease) in Cash & Cash Equivalents (A + B + C)		**64.46**		**(25.17)**
Cash & Cash Equivalents as at Opening		55.85		81.02
Cash & Cash Equivalents as at Closing		**120.31**		**55.85**

Notes:

1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 30th. May, 2022

2 The company is primarily engaged in the business of growing and manufacturing of tea and accordingly there are no separate reportable segments as per

3 The Company is engaged in the business of cultivation, manufacture and sale of tea, which is seasonal in nature and hence, provision for taxation (both

4 The figures for the quarter ended March 31, 2022 represents the derived figures between the audited figures in respect of the year ended March 31, 2022

5 Previous year/ period figures have been rearranged / regrouped wherever necessary to make them comparable with current period figures.

For Bhatkawa Tea Industries Limited

Padmanabh Jalan
Wholetime Director
(DIN:01651268)

Place: Kolkata
Date 30th. May, 2022

Das & Prasad Kolkata Chartered Accountants

BHATKAWA TEA INDUSTRIES LIMITED KOLKATA