

Date: 05th June 2020
Bengaluru

M/s. Bombay Stock Exchange Limited
Corporate Services,
25th Floor, P.J.Towers,
Mumbai - 400 001.
India.

Security Code: 524654

Sir,

Sub: Outcome of Board Meeting held on 05th June 2020:

Board of Directors at their meeting held on 05.06.20, *inter alia* has transacted the following:

1. Adoption of Standalone & Consolidated Audited Financial Results for the Year Ended 31st March 2020.
2. The Board of Directors has recommended Final Dividend of 6% each on equity shares of Rs.10 each, subject to approval of Shareholders in the forthcoming 27th Annual General Meeting.

Further, The Statutory Auditors have issued Unmodified Audit Report for the F.Y 31.03.2020.

The meeting commenced at 04.00 PM and concluded at 6.15PM.

Kindly take the above information on records.

Thank You,
For Natural Capsules Limited



Sunil L. Mundra
Managing Director

P. CHANDRASEKAR LLP

Chartered Accountants

Independent Auditor's Report on the Quarterly and Year to Date Audited Consolidated Financial Results of the Company Pursuant to the Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

**The Board of Directors
Natural capsules Limited
Bangalore – 560011.**

Report on the audit of the Consolidated Financial Results

Opinion

We have audited the accompanying statement of quarterly and year to date Consolidated financial results of **Natural capsules Limited** (Holding company) and its subsidiary (the Holding Company and its subsidiaries together referred to as "the Group"), for the quarter ended March 31, 2020 and for the year ended March 31, 2020 ("Statement"), attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 and 52 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 and based on the consideration of the reports of the financial statements/information of the subsidiaries, the Statement:

- a) are presented in accordance with the requirements of the Listing Regulations in this regard; and
- b) gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the consolidated net profit and other comprehensive income and other financial information of the Group for the quarter ended March 31, 2020 and for the year ended March 31, 2020.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs), as specified under Section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Consolidated Financial Results" section of our report. We are independent of the Group, its subsidiary company in accordance with the 'Code of Ethics' issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements 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 Code of Ethics. We believe that the audit evidence obtained by us referred to in "other Matter" paragraph below, is sufficient and appropriate to provide a basis for our opinion.



Bangalore * Chennai

Management's Responsibilities for the Consolidated Financial Results

The Statement has been prepared on the basis of the Consolidated annual financial statements. The Holding Company's Board of Directors are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive Income of and other financial Information of the Group, in accordance with the applicable accounting standards 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 and 52 of the listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group 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, 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 Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error which have been used for the purpose of preparation of the Statement by the Directors of the Holding Company, as aforesaid.

In preparing the Statement, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the Group and of its associates and Joint venture to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group also responsible for overseeing the financial reporting process of the Group and of its associates and Joint venture.

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

Our objectives are to obtain reasonable assurance about whether the Statement 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 the Statement.

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

- Identify and assess the risks of material misstatement of the Statement, 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 control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Group has adequate internal



financial controls with reference to financial statements in place and the operating effectiveness of such controls

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- 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 Group's ability 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 financial results 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 Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities within the Group of which we are the independent auditors and whose financial information we have audited to express an opinion on the Statement. We are responsible for the direction, supervision and performance of the audit of the financial information of such entities included in the Statement of which we are the independent auditors. For the other entities included in the Statement, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the Statement of which we are the independent auditors 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.

We also performed procedures in accordance with the Circular No. CIR/CFD/CMD1 I 44/2019 dated March 29, 2019 issued by the Securities Exchange Board of India under Regulation 33 (8) of the Listing Regulations, to the extent applicable.

Other Matter

The accompanying Statement includes the audited financial statements and other financial information, in respect of one subsidiary, whose financial statements, without giving the effect to elimination of intra group transactions, include total assets of Rs. 1.28 lakh as at 31st March 2020 and revenue and net profit after tax of Rs. Nil, as considered in the consolidated unaudited financial results March 31, 2020.



The Statement includes the results of the following entity:

Name of the Entity	Relationship
Natural Phyto Pharma Pvt Ltd (Formerly National Drug Discoveries Pvt Ltd)	Subsidiary

These unaudited financial statement and other financial information have been approved and furnished to us by management and our opinion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiary is based solely on such unaudited financial statements and other financial information. In our opinion and according to the Information and explanations given to us by management, these financial statements and other financial information are not material to the Group.

Our opinion on the Statement is not modified in respect of the above matters with respect to our reliance on the work done and the financial information certified by management.

The Statement includes the results for the quarter ended March 31, 2020 being the balancing figures between the audited figures in respect of the full financial year ended March 31, 2020 and the published unaudited year-to-date figures up to the end of the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

Place: Bangalore
Date: 05th June 2020

For P Chandrasekar LLP
Chartered Accountants
(Firm Regn. No.000580S/S200066)

P. Chandrasekaran
Partner
Membership No. 026037
UDIN: 20026037AAAACS4181



NATURAL CAPSULES LIMITED

TRIDENT TOWERS, 4TH FLOOR, NO. 23,100 FEET ROAD, JAYANAGAR II BLOCK, BANGALORE-560 011
Ph. 26671571/573, Fax 26671562, E-mail : Info@naturalcapsules.com / CIN: L85110KA1993PLCO14742

CONSOLIDATED BALANCE SHEET AS AT MARCH 31, 2020

Rs. In Lacs

S.No	Particulars	Note No.	As at March 31, 2020	As at March 31, 2019
A	ASSETS			
	Non-Current Assets			
	(a) Property, Plant and equipment	2	2,381	2,437
	(b) Capital Work in Progress		211	245
	(c) Investment Property	3	-	-
	(d) Other Intangible Assets	4	-	-
	(e) Financial Assets		-	-
	(i) Investments	5	557	507
	(ii) Other financial assets	6	88	103
	(f) Deferred Tax Assets		-	-
	(g) Other Non-Current Assets	7	460	186
	Total non-Current Assets		3,698	3,479
	Current Assets			
	(a) Inventories	8	528	432
	(b) Financial Assets			
	(i) Other Investments		-	-
	(ii) Trade Receivables	9	3,036	3,220
	(iii) Cash and Cash Equivalents	10	33	6
	(iv) Bank balances other than (iii) above	11	60	44
	(v) Loans	12	20	20
	(v) Other Financial assets	13	-	-
	(c) Current tax assets (Net)	14	-	-
	(d) Other current Assets	15	94	114
	Total Current Assets		3,771	3,836
	TOTAL ASSETS		7,469	7,314
B	EQUITY AND LIABILITIES			
	Equity			
	(a) Equity Share Capital	16	623	623
	(b) Other Equity	17	4,939	4,926
	(c) Money Received against Share warrants		-	-
	Total Equity		5,562	5,549
	Liabilities			
	Non-Current Liabilities			
	(a) Financial Liabilities			
	(i) Borrowings	18	-	-
	(ii) Other Financial Liabilities	19	-	-
	(b) Deferred Tax Liabilities		93	108
	(c) Provisions	20	14	15
	(d) Other Non-Current liabilities		-	-
	Total Non-Current Liabilities		108	123
	Current Liabilities			
	(a) Financial Liabilities			
	(i) Borrowings	21	626	541
	(ii) Trade Payables			
	Dues of micro enterprises and small enterprises	22	-	-
	Dues of creditors other than micro enterprises and small enterprises	22	696	825
	(iii) Other Financial Liabilities	23	146	135
	(b) Provisions	24	11	13
	(c) Other Current Liabilities	25	319	127
	Total Current Liabilities		1,799	1,642
	Total Liabilities		1,907	1,765
	TOTAL EQUITY AND LIABILITIES		7,469	7,314



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CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2020

Rs. in Lacs

Sl. No.	PARTICULARS	Quarter Ended		Year Ended	
		31st March 2020	31st Dec 2019	31st March 2020	31st March, 2019
		Audited	Unaudited	Audited	Audited
1	Revenue from operations	1,565	1,637	6,155	5,978
2	Other Income	21	22	95	114
3	Total Income (1+2)	1,586	1,659	6,251	6,092
4	Expenses				
	a) Cost of Material consumed	609	788	2,792	2,280
	b) Purchase of stock-in-trade	-	-	-	-
	c) (Increase) / Decrease in stock in trade	73	(4)	11	369
	d) Employees benefits expense	177	196	699	659
	e) Finance cost	19	27	77	37
	f) Depreciation	132	115	412	320
	h) Other Expenses	555	494	2,123	2,180
	Total Expenses	1,565	1,616	6,114	5,846
5	Profit from ordinary activities after finance costs but before exceptional items(3 - 4)	21	43	137	246
6	Exceptional Items (Income) / Expenses	-	-	-	39
7	Profit from ordinary activities before tax	21	43	137	207
8	Tax Expense				
	- Current Tax	9	20	51	15
	- Deferred Tax	3	32	66	79
		7	(13)	(14)	(65)
9	Net Profit (+) / Loss (-) from ordinary activities after tax (5 - 6)	11	23	86	192
10	Other Comprehensive income (OCI)				
	a) Items that will not be reclassified to profit or loss (net of tax)	2	-	2	-
	b) Items that will be reclassified to profit or loss (net of tax)	-	-	-	-
11	Total Comprehensive Income (OCI) for the period (9+10)	13	23	88	192
12	Paid-Up Equity Share Capital (face value per share Rs. 10/-)	623	623	623	623
13	Earnings Per Share of (before & after extraordinary items) Rs. 10/-				
	(a) Basic	0.22	0.38	1.41	3.08
	(b) Diluted	0.22	0.38	1.41	3.08



[Signature]

Note:

1 The audited Consolidated financial results of the Group for the three months and year ended March 31, 2020 have been approved by the Board of Directors of the Group at its meeting held on June 5, 2020. The Group confirms that its statutory auditors, P Chandrasekar LLP have issued an audit report with unmodified opinion on the Consolidated financial results.

2 The Audited Consolidated Financial results for the Quarter and Year Ended 31st March 2020 have been prepared above in accordance with the Indian Accounting Standards (Ind AS) 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. The above Audited Consolidated Financial results are filed with Stock Exchanges under Regulation 33 of SEBI (Listing and Other Disclosure Requirements) Regulations, 2015 and are available on the Stock Exchange Website.

3 Previous years figures have been regrouped wherever necessary.

4 The Government of India, on 20 September 2019, vide the Taxation Laws (Amendment) Ordinance 2019, the Ordinance inserted a new Section 115BAA in the Income tax Act, 1961, which provides an option to the Group for paying income tax at reduced rates as per the provisions/conditions defined in the Said section. The Group has evaluated the above Ordinance and based on its evaluation currently the management proposed to continue with the old tax rates.

5 The Group has adopted Ind AS 116 - Leases effective April 01, 2019, using the modified retrospective method. The Group has applied the standard to its leases with the cumulative impact recognised on the date of initial application (April 01, 2019). Accordingly, previous period information has not been restated. Under modified retrospective approach, the Group has recorded lease liability at the present value of the remaining lease payments, discounted at the incremental borrowing rate and the right of use asset at an amount equal to the lease liability, adjusted by the amount of any prepaid or accrued lease payments related to that lease recognized under Ind AS17. Consequently in the statement of profit and loss for the current period, operating lease expense which were recognised as other expenses in previous periods is now recognised as "Depreciation and amortisation expense" for the right of use assets and "Finance cost" for interest accrued on lease liability.

6 Estimation uncertainty relating to the global health pandemic on COVID-19
The Management has assessed the potential impact of COVID-19 on the Group. Based on the current assessment, the Management is of the view that the impact of the COVID-19 on the operations of the Group and the carrying value of its assets and liabilities is not likely to be material. In assessing the recoverability of receivables, intangible assets, and Loans & Advances, the Group has considered internal and external information up to the date of approval of the financial results.
However, the impact assessment of COVID-19 is a continuing process, given the uncertainties associated with its nature and duration. The Group will continue to monitor any material changes to future economic conditions.

7 The figures for the quarter ended March 2020 are arrived at as difference between audited figures in respect of full financial year for the year ended March 31 2020 and the reviewed figures upto nine months period ended December 31st 2019

Position of investor complaints for the quarter ended 31st March, 2020

Particulars	
Pending as on 31-12-2019	Nil
Received during the quarter	Nil
Resolved during the quarter	Nil
Pending as on 31-03-2020	Nil

Place : Bangalore

Date : 5th June, 2020



[Handwritten Signature]

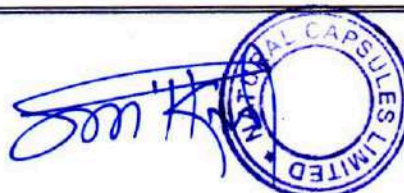
NATURAL CAPSULES LIMITED

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CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2020

Amount in Rs

Particulars	For the Year ended 31st March 2020		For the Year ended March 31, 2019	
A. Cash flow from operating activities				
Profit before tax		137.07		206.85
Adjustments for:				
Depreciation and Amortisation	412.07		319.75	
Finance Costs (net)	76.70		37.34	
Profit on sale of Fixed Assets (net)	0.00		-3.79	
Interest Income	-5.89		-1.62	
Bad Debts	18.43		15.26	
Liability no longer required written back	0.00		22.55	
Re-measurement of the defined benefit plan	2.06			
Loss / (gain) on sale of investments		503.37		389.50
Operating profit before working capital changes		640.44		596.35
Changes in working capital				
Adjustments for increase / (decrease) in				
Trade and other receivables	165.88		-109.23	
Inventories	-96.45		338.39	
Bank balances other than cash and cash equivalent	-15.71		-26.75	
Other Assets	5.85		-209.08	
Other Financial Assets	15.36		-12.59	
Trade Payable	-129.16		-401.44	
Other Liabilities	189.85		-4.07	
Provisions	-0.77		-0.01	
Other Financial Liabilities	10.67	145.52	117.87	-306.91
Cash generated from operations		785.96		289.44
Taxes paid		65.73		79.49
Net cash generated from operating activities		720.23		209.95
B. Cash flow from investing activities				
Purchase of fixed assets including capital advances and CWIP	-530.05		-711.01	
Proceeds from sale of fixed assets	0.00		3.79	
(Purchase) / Sale of investments	-50.00		-0.75	
Changes in Minority Interest			0.25	
Interest received	5.89		1.62	
Dividend received		-574.16		-706.11
Net cash used in investing activities		-574.16		-706.11
C. Cash flow from Financing activities				
Proceeds from issue of Share Capital	0.00		0.00	
Proceeds from short term borrowings	85.48		540.79	
Finance Cost	-65.65		-37.34	
Lesae Payment - Including Interest Cost	-63.67		0.00	
Dividend paid	-62.33		-62.33	
Dividend Distribution tax paid	-12.81	-118.98	-12.65	428.47
Net cash used in financing activities		-118.98		428.49
Net (decrease) / increase in cash and cash equivalents (A+B+C)		27.09		-67.77
Reconciliation				
Cash and cash equivalents as at beginning of the year		5.91		73.69
Cash and cash equivalents as at end of the year		33.01		5.91
Net increase / (decrease) in cash and cash equivalents		27.09		-67.77



P. CHANDRASEKAR LLP

Chartered Accountants

Independent Auditor's Report on the Quarterly and Year to Date Audited Standalone Financial Results of the Company Pursuant to the Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

**The Board of Directors
Natural capsules Limited
Bangalore – 560011.**

Report on the audit of the Standalone Financial Results

Opinion

We have audited the accompanying statement of quarterly and year to date standalone financial results of **Natural capsules Limited** (the company) for the quarter ended March 31, 2020 and for the year ended March 31, 2020 ("Statement"), attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 and 52 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 Statement:

- Is presented in accordance with the requirements of the Listing Regulations in this regard; and
- gives a true and fair view In conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information of the Company for the quarter ended March 31, 2020 and for the year ended March 31, 2020.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013, as amended (the Act). Our responsibilities under those Standards are further described in the Auditors 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 together with the ethical requirements that are relevant to our audit of the financial statements 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 Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.



Bangalore * Chennai

Management's Responsibilities for the Standalone Financial Results

The Statement has been prepared on the basis of the standalone annual financial statements. The Board of Directors of the Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive Income of the Company and other financial Information in accordance with the applicable accounting standards 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 and 52 of the listing Regulations. 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 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 Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error

In preparing the Statement, 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 Company's financial reporting process.

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

Our objectives are to obtain reasonable assurance about whether the Statement 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 the Statement.

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

- Identify and assess the risks of material misstatement of the Statement, 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 control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate



internal financial controls with reference to financial statements in place and the operating effectiveness of such controls

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- 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 Company's ability 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 financial results 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 Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.

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 Statement includes the results for the quarter ended March 31, 2020 being the balancing figure between the audited figures in respect of the full financial year ended March 31st 2020 and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

Place: Bangalore
Date: 05th June 2020

For P. Chandrasekar LLP
Chartered Accountants
(Firm Regn. No.000580S/S200066)


P. Chandrasekaran
Partner
Membership No.026037
UDIN:20026037AAAACS4181



NATURAL CAPSULES LIMITED

TRIDENT TOWERS, 4TH FLOOR, NO. 23, 100 FEET ROAD, JAYANAGAR II BLOCK, BANGALORE-560 011

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AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31st MARCH 2020

Rs. in Lacs

Sl. No.	PARTICULARS	Quarter Ended		Year Ended		Year Ended	
		31st March 2020	31st Dec 2019	31st March 2019	31st March, 2020	31st March, 2019	31st March, 2019
		Audited	Unaudited	Audited	Audited	Audited	Audited
1	Revenue from operations	1,565	1,637	1,584	6,155	5,978	
2	Other Income	21	22	9	95	114	
3	Total Income (1+2)	1,586	1,659	1,593	6,251	6,092	
4	Expenses						
	a) Cost of Material consumed	609	788	391	2,792	2,280	
	b) Purchase of stock-in-trade	-	-	-	-	-	
	c) (Increase) / Decrease in stock in trade	73	(4)	345	11	369	
	d) Employees benefits expense	177	196	170	699	659	
	f) Finance cost	19	27	14	77	37	
	g) Depreciation	132	115	34	412	320	
	h) Other Expenses	555	494	575	2,123	2,180	
	Total Expenses	1,565	1,616	1,529	6,114	5,846	
5	Profit from ordinary activities after finance costs but before exceptional items(3 - 4)	21	43	64	137	246	
6	Exceptional Items (Income) / Expenses	-	-	-	-	39	
7	Profit from ordinary activities before tax	21	43	64	137	207	
8	Tax Expense						
	- Current Tax	9	20		51	15	
	- Deferred Tax	3	32	35	66	79	
		7	(13)	(62)	(14)	(65)	
9	Net Profit (+) / Loss (-) from ordinary activities after tax (5 - 6)	11	23	91	86	192	
10	Other Comprehensive income (OCI)						
	a) Items that will not be reclassified to profit or loss (net of tax)	2	-	-	2	-	
	b) Items that will be reclassified to profit or loss (net of tax)	-	-	-	-	-	
11	Total Comprehensive Income (OCI) for the period (9+10)	13	23	91	88	192	
12	Paid-Up Equity Share Capital (face value per share Rs.10/-)	623	623	623	623	623	
13	Earnings Per Share of (before & after extraordinary items) Rs. 10/-						
	(a) Basic	0.22	0.38	1.46	1.41	3.08	
	(b) Diluted	0.22	0.38	1.46	1.41	3.08	



Note:

- 1 The audited standalone financial results of the Company for the three months and year ended March 31, 2020 have been approved by the Board of Directors of the Company at its meeting held on June 5, 2020. The Company confirms that its statutory auditors, P Chandrasekar LLP have issued an audit report with unmodified opinion on the standalone financial results.
- 2 The Audited Standalone Financial results for the Quarter and Year Ended 31st March 2020 have been prepared above in accordance with the Indian Accounting Standards (Ind AS) 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. The above Audited Standalone Financial results are filed with Stock Exchanges under Regulation 33 of SEBI (Listing and Other Disclosure Requirements) Regulations, 2015 and are available on the Stock Exchange Website.
- 3 Previous years figures have been regrouped wherever necessary.
- 4 The Government of India, on 20 September 2019, vide the Taxation Laws (Amendment) Ordinance 2019, the Ordinance inserted a new Section 115BAA in the Income tax Act, 1961, which provides an option to the Company for paying income tax at reduced rates as per the provisions/conditions defined in the said section. The Company has evaluated the above Ordinance and based on its evaluation currently the management proposed to continue with the old tax rates.
- 5 The Company has adopted Ind AS 116 - Leases effective April 01, 2019, using the modified retrospective method. The Company has applied the standard to its leases with the cumulative impact recognised on the date of initial application (April 01, 2019). Accordingly, previous period information has not been restated. Under modified retrospective approach, the Company has recorded lease liability at the present value of the remaining lease payments, discounted at the incremental borrowing rate and the right of use asset at an amount equal to the lease liability, adjusted by the amount of any prepaid or accrued lease payments related to that lease recognized under Ind AS17. Consequently in the statement of profit and loss for the current period, operating lease expense which were recognised as other expenses in previous periods is now recognised as "Depreciation and amortisation expense" for the right of use assets and "Finance cost" for interest accrued on lease liability.
- 6 **Estimation uncertainty relating to the global health pandemic on COVID-19**
The Management has assessed the potential impact of COVID-19 on the Company. Based on the current assessment, the Management is of the view that the impact of the COVID-19 on the operations of the company and the carrying value of its assets and liabilities is not likely to be material. In assessing the recoverability of receivables, intangible assets, and Loans & Advances, the Company has considered internal and external information up to the date of approval of the financial results. However, the impact assessment of COVID-19 is a continuing process, given the uncertainties associated with its nature and duration. The Company will continue to monitor any material changes to future economic conditions.
- 7 The Board of Directors meeting held on 05-06-2020 have recommended a dividend of 6% on the Equity shares of the company subject to the approval by the share holders at their Annual General Meeting.
- 8 The figures for the quarter ended March 2020 are arrived at as difference between audited figures in respect of full financial year for the year ended March 31 2020 and the reviewed figures upto nine months period ended December 31st 2019.

9 Position of investor complaints for the quarter ended 31st March, 2020

Particulars	
Pending as on 31-12-2019	Nil
Received during the quarter	Nil
Resolved during the quarter	Nil
Pending as on 31-03-2020	Nil

Place : Bangalore
Date : 5th June, 2020



NATURAL CAPSULES LIMITED

TRIDENT TOWERS, 4TH FLOOR, NO. 23,100 FEET ROAD, JAYANAGAR II BLOCK, BANGALORE-560 011
Ph. 26671571/573, Fax 26671562, E-mail : Info@naturalcapsules.com / CIN: L85110KA1993PLCO14742

Audited Standalone Statement of Assets and Liabilities

Rs. In Lacs

S.No	Particulars	Note No.	As at March 31, 2020	As at March 31, 2019
A	ASSETS			
	Non-Current Assets			
	(a) Property, Plant and equipment	2	2,381	2,437
	(b) Capital Work in Progress		211	245
	(c) Investment Property	3	-	-
	(d) Other Intangible Assets	4	-	-
	(e) Financial Assets		-	-
	(i) Investments	5	558	508
	(ii) Other financial assets	6	88	103
	(f) Deferred Tax Assets		-	-
	(g) Other Non-Current Assets	7	460	186
	Total non-Current Assets		3,698	3,479
	Current Assets			
	(a) Inventories	8	528	432
	(b) Financial Assets			
	(i) Other Investments		-	-
	(ii) Trade Receivables	9	3,036	3,220
	(iii) Cash and Cash Equivalents	10	33	6
	(iv) Bank balances other than (iii) above	11	60	44
	(v) Loans	12	20	20
	(v) Other Financial assets	13	-	-
	(c) Current tax assets (Net)	14	-	-
	(d) Other current Assets	15	93	114
	Total Current Assets		3,770	3,835
	TOTAL ASSETS		7,468	7,315
B	EQUITY AND LIABILITIES			
	Equity			
	(a) Equity Share Capital	16	623	623
	(b) Other Equity	17	4,939	4,926
	(c) Money Received against Share warrants		-	-
	Total Equity		5,562	5,549
	Liabilities			
	Non-Current Liabilities			
	(a) Financial Liabilities			
	(i) Borrowings	18	-	-
	(ii) Other Financial Liabilities	19	-	-
	(b) Deferred Tax Liabilities		93	108
	(c) Provisions	20	14	15
	(d) Other Non-Current liabilities		-	-
	Total Non-Current Liabilities		108	123
	Current Liabilities			
	(a) Financial Liabilities			
	(i) Borrowings	21	626	541
	(ii) Trade Payables			
	Dues of micro enterprises and small enterprises	22	-	-
	Dues of creditors other than micro enterprises and small enterprises	22	696	826
	(iii) Other Financial Liabilities	23	146	135
	(b) Provisions	24	11	13
	(c) Other Current Liabilities	25	319	127
	Total Current Liabilities		1,798	1,642
	Total Liabilities		1,906	1,765
	TOTAL EQUITY AND LIABILITIES		7,468	7,315



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CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31 2020

Amount in Rs in Lacs

Particulars	For the Year ended 31st March 2020		For the Year ended March 31, 2019	
A. Cash flow from operating activities				
Profit before tax		137.07		206.85
Adjustments for:				
Depreciation and Amortisation	412.07		319.75	
Finance Costs (net)	76.70		37.34	
Profit on sale of Fixed Assets (net)	0.00		-3.79	
Interest Income	-5.89		-1.62	
Bad Debts	18.43		15.26	
Liability no longer required written back	0.00		22.55	
Accretion in value of investments			0.00	
Provision for employee benefits			0.00	
Prior Period Income	0.00		0.00	
Remeasurement (losses)/gains in defined benefit plans	0.00		0.00	
Re-measurement of the defined benefit plan	2.06			
Loss / (gain) on sale of investments		503.37		389.50
Operating profit before working capital changes		640.44		596.35
Changes in working capital				
Adjustments for increase / (decrease) in				
Trade and other receivables	165.88		-109.23	
Inventories	-96.45		338.39	
Bank balances other than cash and cash equivalent	-15.71		-26.75	
Other Assets	6.52		-209.08	
Other Financial Assets	15.36		-12.59	
Trade Payable	-129.91		-401.44	
Other Liabilities	190.00		-4.07	
Provisions	-0.77		-0.01	
Other Financial Liabilities	10.67	145.58	117.87	-306.91
Cash generated from operations		786.03		289.44
Taxes paid		65.73		79.49
Net cash generated from operating activities		720.30		209.95
B. Cash flow from investing activities				
Purchase of fixed assets including capital advances and CWIP	-530.05		-711.01	
Proceeds from sale of fixed assets	0.00		3.79	
(Purchase) / Sale of investments	-50.00		-0.75	
Investment income			0.00	
Interest received	5.89		1.62	
Dividend received		-574.16		-706.36
Net cash used in investing activities		-574.16		-706.36
C. Cash flow from Financing activities				
Proceeds from issue of Share Capital	0.00	0.00	0.00	0.00
Proceeds from short term borrowings	85.48		540.79	
Repayment of Long Term loan Borrowings	0.00		0.00	
Finance Cost	-65.65		-37.34	
Lesae Payment - Including Interest Cost	-63.67			
Dividend paid	-62.33		-62.33	
Dividend Distribution tax paid	-12.81	-118.98	-12.65	428.47
Net cash used in financing activities		-118.98		428.49
Net (decrease) / increase in cash and cash equivalents (A+B+C)		27.16		-68.02
Reconciliation				
Cash and cash equivalents as at beginning of the year		5.66		73.69
Cash and cash equivalents as at end of the year		32.82		5.66
Net increase / (decrease) in cash and cash equivalents		27.16		-68.02

