



kaveri seed company limited

Regd.off: 513B, 5th Floor, Minerva Complex, S.D.Road, Secunderabad-03, TS, www.kaveriseeds.in
CIN:L01120TG1986PLC006728

Statement of Audited Standalone Financial Results for the quarter and year ended 31 March 2020

(Rs In Lakhs)

		Quarter Ended			Year Ended	
		31-03-2020	31-12-2019	31-03-2019	31-03-2020	31-03-2019
		Audited (Refer Note.7)	Unaudited	Audited (Refer Note.7)	Audited	Audited
I	INCOME					
	(a)Revenue from Operations	5,191.69	9,844.44	4,472.18	88,325.60	76,898.90
	(b)Other Income	3,151.13	772.30	237.28	4,655.83	4,286.77
	Total Income	8,342.82	10,616.74	4,709.46	92,981.43	81,185.67
II	EXPENSES					
	(a)Cost of Material Consumed	8,225.00	16,508.75	13,571.63	56,772.66	53,233.72
	(b)Changes in Inventories of Finished Goods and Work in Progress	(5,255.74)	(11,344.75)	(11,159.39)	(10,025.45)	(12,081.53)
	(c)Employee Benefits Expense	1,389.35	1,951.98	1,213.13	5,730.64	4,548.92
	(d)Finance Costs	11.51	5.21	3.33	21.81	12.52
	(e)Depreciation and Amortisation Expenses	641.47	618.31	586.78	2,430.71	2,117.65
	(f)Other Expenses	2,008.05	2,057.16	1,440.10	11,894.85	10,641.34
	Total Expenses	7,019.64	9,796.66	5,655.58	66,825.22	58,472.62
III	Profit before Exceptional Items and Tax (I-II)	1,323.18	820.08	(946.12)	26,156.21	22,713.05
IV	Exceptional Item (Net)	-	-	-	-	-
V	Profit before Tax (III + IV)	1,323.18	820.08	(946.12)	26,156.21	22,713.05
VI	Tax Expense					
	Current Tax	348.78	170.74	(41.86)	908.40	1,003.01
	Deferred Tax	39.11	44.53	239.71	121.12	237.18
	Total Tax Expense	387.89	215.27	197.85	1,029.52	1,240.19
VII	Net Profit after Tax (V - VI)	935.29	604.81	(1,143.97)	25,126.69	21,472.86
VIII	Other Comprehensive Income					
	A. (i) Items that will not be reclassified subsequently to Profit or loss	(64.24)	(23.46)	787.20	(117.90)	3.30
	(ii) Income tax on above	7.24	8.19	(270.07)	10.64	3.83
	B. (i) Items that will be reclassified subsequently to Profit or loss	(2,417.26)	363.78	82.32	(904.04)	82.32
	(ii) Income tax on above	844.59	(127.11)	(106.07)	315.87	(106.07)
	Total Other Comprehensive Income	(1,629.67)	221.40	493.38	(695.43)	(16.62)
IX	Total Comprehensive Income for the period (VII+VIII)	(694.38)	826.21	(650.59)	24,431.26	21,456.24
X	Paid-up equity share capital (Face Value Rs.2/- per share)	1,206.58	1,262.58	1,262.58	1,206.58	1,262.58
XI	Other Equity				96,978.46	1,00,033.37
XII	Earnings Per Share (of Rs.2/- each) (* not annualised):					
	Basic (Rs.)	1.82	0.96	(1.77)*	40.14	33.30
	Diluted (Rs.)	1.82	0.96	(1.77)*	40.14	33.30



For KAVERI SEED COMPANY LTD.

Vanishetty

Whole Time Director

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STATEMENT OF AUDITED ASSETS AND LIABILITIES

S. No	Particulars	Standalone	
		Year Ended	
		31-03-2020	31-03-2019
(1)	ASSETS		
	Non-current assets		
	(a) Property, Plant and Equipment	24,277.30	23,111.59
	(b) Capital work-in-progress	1,298.40	3,292.24
	(c) Other Intangible assets	155.83	241.96
	(d) Financial Assets		
	(i) Investments	6,254.48	6,658.59
	(ii) Loans	2,673.71	3,000.01
	(e) Non-current Tax Assets (Net)	471.81	397.72
	(f) Other non-current assets	1,288.06	471.82
	Total Non-current assets	36,419.59	37,173.93
(2)	Current assets		
	(a) Inventories	63,284.54	55,163.89
	(b) Biological Assets	8,916.23	5,308.98
	(c) Financial Assets		
	(i) Investments	35,117.43	47,282.77
	(ii) Trade receivables	8,967.95	6,484.67
	(iii) Cash and cash equivalents	409.20	322.05
	(iv) Bank balances other than (iii) above	12.75	354.94
	(d) Other current assets	2,682.07	1,648.55
	(e) Assets Classified as held for Sale	2,631.15	-
	Total Current assets	1,22,021.32	1,16,565.85
	Total Assets	1,58,440.91	1,53,739.78
	EQUITY AND LIABILITIES		
	Equity		
	(a) Equity Share capital	1,206.58	1,262.58
	(b) Other Equity	96,978.46	1,00,033.37
	Total Equity	98,185.04	1,01,295.95
	LIABILITIES		
(1)	Non-current liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	155.76	187.06
	(b) Provisions	477.16	288.78
	(c) Deferred tax liabilities (Net)	1,809.97	2,015.36
	(d) Other non-current liabilities	801.12	702.39
	Total Non-current liabilities	3,244.01	3,193.59
(2)	Current liabilities		
	(a) Financial Liabilities		
	(i) Trade payables		
	Total Outstanding dues of Micro and Small Enterprises	290.78	219.51
	Total Outstanding dues other than Micro and Small Enterprises	26,250.53	21,372.96
	(ii) Other financial liabilities	166.07	340.02
	(b) Current Tax Liabilities (Net)	-	106.86
	(c) Provisions	97.15	51.55
	(d) Other current liabilities	30,207.33	27,159.34
	Total Current liabilities	57,011.86	49,250.24
	Total Equity and Liabilities	1,58,440.91	1,53,739.78



For KAVERI SEED COMPANY LTD.

Whole Time Director

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Cash Flow Statement

Particulars	Standalone	
	Year Ended	
	31-03-2020	31-03-2019
Cash flows from operating activities		
Profit before taxation and exceptional items	26,156.21	22,713.05
Adjustments for:		
Fairvalue gain on Investments	(291.85)	(725.48)
Depreciation & Amortisation	2,430.71	2,117.65
(Profit)/Loss on sale of Fixed Assets	(41.74)	(23.50)
Dividend Received	(1.97)	(2.61)
Gain from Investments	(3,935.90)	(3,177.49)
Interest received	(196.46)	(209.77)
Finance charges	21.81	12.52
Operating profit before working capital changes	24,140.81	20,704.37
(Increase) / Decrease in Inventories and Biological Assets	(11,727.90)	(12,494.24)
(Increase)/Decrease in Trade Receivables and other receivables	(2,483.28)	(91.33)
(Increase)/Decrease in Loans & Other Financials Assets	(1,772.65)	(3,231.44)
Increase/(Decrease) in Trade Payables	4,948.84	3,305.52
Increase/(Decrease) in Provisions	233.98	(141.82)
Increase/(Decrease) in Other liabilities	2,947.68	5,677.81
Taxes paid during the year	(1,084.51)	(972.98)
Net cash provided by operating activities	15,202.97	12,755.89
Cash flows from investing activities		
Payments for property, plant and equipment	(5,154.99)	(6,902.59)
Proceeds from disposal of property, plant and equipment	133.70	55.49
Purchase of investment	(50,999.70)	(54,115.61)
Proceeds from disposal of investments	66,865.12	69,394.17
Payments for intangible assets	(24.23)	(13.47)
Proceeds from earmarked deposits with Bank	342.19	(341.40)
Loans given to subsidiaries	-	(134.97)
Loans repaid by subsidiaries	83.14	830.63
Dividend Received	1.97	2.61
Interest received	7.57	191.63
Net Cash provided by investing activities	11,254.77	8,966.49
Cash flows from Exceptional Items		
Cash flows from financing activities		
Buyback of Equity Shares	(24,042.77)	(20,000.25)
Proceeds from borrowings	18.10	32.00
Repayments of borrowings	(34.56)	-
Dividend including Tax on Dividend	(2,283.17)	(2,283.17)
Finance charges	(28.21)	(8.43)
Net cash used for financing activities	(26,370.59)	(22,259.85)
Net increase in cash & cash equivalents	87.15	(537.47)
Cash & Cash equivalents at the beginning of the Period	322.05	859.52
Cash & Cash equivalents at the end of the Period	409.20	322.05

Notes:

- The above standalone results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company in their respective meetings held on May 30th, 2020.
- The company is engaged in the business of sale of Seeds and there are no other reportable segments under Ind AS 108 "Operating Segments".
- In view of rapid spread of virus causing Covid-19 pandemic, Government of India imposed lockdown from 25th March 2020 to curb the spread of virus. The nationwide lockdown temporarily impacted the operations of the company due to non-availability of labour, transportation and supply chain disruptions. However, the Government classified seed business as "Essential Commodity" and granted certain relaxations and guidelines so that production, processing and distribution of the seeds will not be effected. The major portion of Company's production, processing and supply chain facilities remain in operation during most of the lockdown period, following safety measures as per guidelines. Thus, the impact of Covid-19 on the Company is minimal at this point of time. The Company has assessed the recoverability of receivables, inventories, certain investments and other financial assets considering the available internal and external information up to the date of approval of these financial statements. Considering the nature of these assets, the Company expects to recover the carrying amount of these assets.
- In pursuance of approval by National Company Law Tribunal, M/s.Kexveg India Pvt Ltd, a wholly owned subsidiary was merged into M/s. Kaveri Microteck Pvt Ltd, another wholly owned subsidiary during the current period.
- The Company has adopted Ind AS 116 "Leases" effective April 1, 2019 and the impact of the same is insignificant
- During the year ended March 31,2020, the Company bought back and extinguished 28,00,000 equity shares of Rs.2/- each at Rs.700/- per share aggregating to Rs.19600 Lakhs. The aggregate face value of shares bought back was Rs.56 Lakhs.
- The figures for quarter ended March 31, 2020 and March 31, 2019 are the balancing figures between audited figures in respect of the full financial year up to March 31, 2020 and March 31, 2019 respectively and unaudited published year to date figures up to December 31, 2019 and December 31, 2018 respectively.
- Previous period figures have been regrouped and reclassified, wherever necessary, for the purpose of comparison.

Place: Secunderabad
Date: 30-05-2020



By Order of the Board
for Kaveri Seed Company Ltd

Vamsheedhar

C. Vamsheedhar
Whole time Director

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kaveri seed company limited

Regd.off: 513B, 5th Floor, Minerva Complex, S.D.Road, Secunderabad-03, TS, www.kaveriseeds.in
CIN:L01120TG1986PLC006728

Statement of Audited Consolidated Financial Results for the quarter and year ended 31 March 2020

(Rs In Lakhs)

	Particulars	Quarter Ended			Year Ended	
		31-03-2020	31-12-2019	31-03-2019	31-03-2020	31-03-2019
		Audited (Refer Note.8)	Unaudited	Audited (Refer Note.8)	Audited	Audited
I	INCOME					
	(a)Revenue from Operations	6,312.02	12,198.84	5,335.70	93,034.63	80,941.81
	(b)Other Income	3,097.82	766.55	317.81	4,558.94	4,299.46
	Total Income	9,409.84	12,965.39	5,653.51	97,593.57	85,241.27
II	EXPENSES					
	(a)Cost of Material Consumed	8,554.92	16,826.37	13,760.54	57,954.40	54,489.96
	(b)Changes in Inventories of Finished Goods and Work in Progress	(4,886.66)	(10,389.52)	(10,988.49)	(9,903.27)	(12,089.12)
	(c)Employee Benefits Expense	1,687.57	2,216.74	1,490.87	6,788.35	5,505.77
	(d)Finance Costs	17.68	12.24	14.74	47.85	54.69
	(e)Depreciation and Amortisation Expenses	672.02	650.88	651.79	2,566.38	2,295.20
	(f)Other Expenses	2,223.01	2,500.23	1,669.61	12,874.53	11,870.88
	Total Expenses	8,268.54	11,816.94	6,599.06	70,328.24	62,127.38
III	Profit before Exceptional Items and Tax (I-II)	1,141.30	1,148.45	(945.55)	27,265.33	23,113.89
IV	Exceptional Item (Net)	-	-	-	-	-
V	Profit before Tax (III + IV)	1,141.30	1,148.45	(945.55)	27,265.33	23,113.89
VI	Tax Expense					
	Current Tax	338.57	256.72	(67.56)	1,179.46	1,172.43
	Deferred Tax	41.65	38.87	234.82	95.42	201.00
	Total Tax Expense	380.22	295.59	167.26	1,274.88	1,373.43
VII	Net Profit after Tax (V - VI)	761.08	852.86	(1,112.81)	25,990.45	21,740.46
	Attributable to:					
	Equity Share Holders of the Company	757.35	825.46	(1,108.72)	25,903.74	21,745.07
	Non Controlling Interest	3.73	27.39	(4.09)	86.71	(4.61)
VIII	Other Comprehensive Income					
	A. (i) Items that will not be reclassified subsequently to Profit or loss	(69.70)	(23.46)	789.48	(127.32)	5.58
	(ii) Income tax on above	7.24	8.19	(270.70)	10.64	3.20
	B. (i) Items that will be reclassified subsequently to Profit or loss	(2,417.26)	363.78	82.32	(904.04)	82.32
	(ii) Income tax on above	844.59	(127.11)	(106.07)	315.87	(106.07)
	Total Other Comprehensive Income	(1,635.13)	221.40	495.03	(704.85)	(14.97)
IX	Total Comprehensive Income for the period (VII+VIII)	(874.05)	1,074.26	(617.78)	25,285.60	21,725.49
	Attributable to:					
	Equity Share Holders of the Company	(876.56)	1,046.87	(613.69)	25,200.11	21,730.10
	Non Controlling Interest	2.51	27.39	(4.09)	85.49	(4.61)
X	Paid-up equity share capital (Face Value Rs.2/- per share)	1,206.58	1,262.58	1,262.58	1,206.58	1,262.58
XI	Other Equity				94,660.31	99,424.04
XII	Earnings Per Share (of Rs.2/- each) (* not annualised):					
	Basic (Rs.)	1.99*	1.30*	(1.72)*	41.82	33.72
	Diluted (Rs.)	1.99*	1.30*	(1.72)*	41.82	33.72



For KAVERI SEED COMPANY LTD.

Vaneshwar

Whole Time Director

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STATEMENT OF AUDITED ASSETS AND LIABILITIES

S.No	Particulars	Consolidated	
		Year Ended	
		31-03-2020	31-03-2019
(1)	ASSETS		
	Non-current assets		
	(a) Property, Plant and Equipment	24,787.18	23,744.78
	(b) Capital work-in-progress	1,821.34	3,815.18
	(c) Goodwill	26.70	26.70
	(d) Other Intangible assets	155.83	241.96
	(e) Financial Assets		
	(i) Investments	3,268.62	3,672.73
	(ii) Loans	-	3,000.01
	(f) Deferred tax assets (Net)	126.33	102.99
	(g) Non-current Tax Assets (Net)	473.01	400.35
	(h) Other non-current assets	1,315.51	500.04
	Total Non-current assets	31,974.52	35,504.74
(2)	Current assets		
	(a) Inventories	63,905.02	56,123.29
	(b) Biological Assets	8,916.23	5,308.98
	(c) Financial Assets		
	(i) Investments	35,117.43	47,282.77
	(ii) Trade receivables	11,801.90	8,461.61
	(iii) Cash and cash equivalents	778.56	500.57
	(iv) Bank balances other than (iii) above	26.86	369.05
	(d) Other current assets	2,697.96	1,599.37
	(e) Assets Classified as held for Sale	2,631.15	-
	Total Current assets	1,25,875.11	1,19,645.64
	Total Assets	1,57,849.63	1,55,150.38
	EQUITY AND LIABILITIES		
	Equity		
	(a) Equity Share capital	1,206.58	1,262.58
	(b) Other Equity	94,660.31	99,424.04
	(c) Non Controlling Interest	24.02	(61.47)
	Total Equity	95,890.91	1,00,625.15
	LIABILITIES		
(1)	Non-current liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	578.78	678.06
	(b) Provisions	573.46	365.44
	(c) Deferred tax liabilities (Net)	1,806.26	2,015.36
	(d) Other non-current liabilities	1,216.94	1,038.37
	Total Non-current liabilities	4,175.44	4,097.23
(2)	Current liabilities		
	(a) Financial Liabilities		
	(i) Trade payables		
	Total Outstanding dues of Micro and Small Enterprises	296.86	273.34
	Total Outstanding dues other than Micro and Small Enterprises	26,389.83	21,545.05
	(ii) Other financial liabilities	166.07	348.70
	(b) Current Tax Liabilities (Net)	92.18	147.50
	(c) Provisions	108.12	56.31
	(d) Other current liabilities	30,730.22	28,057.09
	Total Current liabilities	57,783.28	50,428.00
	Total Equity and Liabilities	1,57,849.63	1,55,150.38



For KAVERI SEED COMPANY LTD.

Whole Time Director

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Cash Flow Statement

Particulars	Consolidated	
	Year Ended	
	31-03-2020	31-03-2019
Cash flows from operating activities		
Profit before taxation and exceptional items	27,265.33	23,113.89
Adjustments for:		
Fairvalue gain on Investments	(291.85)	(725.48)
Depreciation & Amortisation	2,566.38	2,295.20
(Profit)/Loss on sale of Fixed Assets	(42.23)	(23.63)
Dividend Received	(26.30)	(2.61)
Gain from Investments	(4,006.82)	(3,177.49)
Interest received	(57.51)	(209.89)
Finance charges	47.85	54.69
Operating profit before working capital changes	25,454.85	21,324.68
(Increase) / Decrease in Inventories and Biological Assets	(11,388.98)	(12,573.96)
(Increase)/Decrease in Trade Receivables and other receivables	(3,340.29)	131.41
(Increase)/Decrease in Loans & Other Financials Assets	1,932.22	(3,228.57)
Increase/(Decrease) in Trade Payables	4,868.30	3,199.80
Increase/(Decrease) in Provisions	259.83	(141.87)
Increase/(Decrease) in Other liabilities	2,678.22	5,187.99
Taxes paid during the year	(1,290.70)	(1,105.49)
Net cash provided by operating activities	19,173.45	12,793.99
Cash flows from investing activities		
Payments for property, plant and equipment	(5,175.92)	(6,923.52)
Proceeds from disposal of property, plant and equipment	135.60	60.00
Purchase of investment	(50,928.77)	(54,115.43)
Proceeds from disposal of investments	66,865.12	69,394.17
Payments for intangible assets	(24.23)	(13.47)
Proceeds from earmarked deposits with Bank	342.19	(355.51)
Dividend Received	26.30	2.61
Interest received	7.57	191.63
Net Cash provided by investing activities	11,247.86	8,240.48
Cash flows from Exceptional Items		
Cash flows from financing activities		
Buyback of Equity Shares	(24,042.77)	(20,000.25)
Proceeds from borrowings	22.62	423.00
Repayments of borrowings	(102.55)	-
Dividend including Tax on Dividend	(2,283.17)	(2,283.17)
Purchase of Treasury Shares	(3,683.20)	-
Finance charges	(54.25)	(50.60)
Net cash used for financing activities	(30,143.32)	(21,911.02)
Net increase in cash & cash equivalents	277.99	(876.55)
Cash & Cash equivalents at the beginning of the Period	500.57	1,377.12
Cash & Cash equivalents at the end of the Period	778.56	500.57

Notes:

- The above Consolidated results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company in their respective meetings held on May 30th, 2020.
- The company and its subsidiaries are engaged in the business of sale of Seeds & Micronutrients and there are no other reportable segments under Ind AS 108 "Operating Segments".
- In view of rapid spread of virus causing Covid-19 pandemic, Government of India imposed lockdown from 25th March 2020 to curb the spread of virus. The nationwide lockdown temporarily impacted the operations of the company due to non-availability of labour, transportation and supply chain disruptions. However, the Government classified seed business as "Essential Commodity" and granted certain relaxations and guidelines so that production, processing and distribution of the seeds will not be effected. The major portion of Company's production, processing and supply chain facilities remain in operation during most of the lockdown period, following safety measures as per guidelines. Thus, the impact of Covid-19 on the Company is minimal at this point of time. The Company has assessed the recoverability of receivables, inventories, certain investments and other financial assets considering the available internal and external information up to the date of approval of these financial statements. Considering the nature of these assets, the Company expects to recover the carrying amount of these assets.
- In pursuance of approval by National Company Law Tribunal, M/s.Kexveg India Pvt Ltd, a wholly owned subsidiary was merged into M/s. Kaveri Microteck Pvt Ltd, another wholly owned subsidiary during the current period.
- The Company has adopted Ind AS 116 "Leases" effective April 1, 2019 and the impact of the same is insignificant
- During the year ended March 31,2020, the Company bought back and extinguished 28,00,000 equity shares of Rs.2/- each at Rs.700/- per share aggregating to Rs.19600 Lakhs. The aggregate face value of shares bought back was Rs.56 Lakhs.
- In respect of one the Subsidiary company M/s. Genome Agritech Private Limited which has accumulated losses of Rs. 553.19 Lakhs (Previous Year Rs. 535.46 Lakhs) on March 31, 2020, resulting in the negative net worth of Rs. 511.26 lakhs (Previous Year Rs. 493.53 Lakhs). The company's current liabilities exceed its current assets by Rs. 539.64 Lakhs (Previous Year Rs. 528.61 Lakhs) as of that date. Turnover during the period ended 31st March 2020 is Rs. NIL (Previous Year Rs. NIL). Due to the lack of working capital required the operations of the company have been substantially curtailed. The company's ability to continue as a going concern in spite of the present accumulated losses is dependent upon the infusion of funds for its operations.
- The figures for quarter ended March 31, 2020 and March 31, 2019 are the balancing figures between audited figures in respect of the full financial year up to March 31, 2020 and March 31, 2019 respectively and unaudited published year to date figures up to December 31, 2019 and December 31, 2018 respectively.
- Previous period figures have been regrouped and reclassified, wherever necessary, for the purpose of comparison.

Place: Secunderabad
Date: 30-05-2020



By Order of the Board
for Kaveri Seed Company Ltd

Vamsheedhar
C. Vamsheedhar
Whole time Director

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Independent Auditor's Report

To
The Board of Directors of
Kaveri Seed Company Limited

Report on the audit of the Standalone Annual Financial Results

Opinion

We have audited the accompanying standalone annual financial results of **Kaveri Seed Company Limited** ("the Company") for the year ended 31 March 2020 ("the Statement"), attached herewith, 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 Statement:

- (i) is presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- (ii) give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information for the year ended 31 March 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 (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 together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Companies Act, 2013 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 we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibilities for the Standalone Financial Results

These standalone annual financial results have been prepared on the basis of the standalone annual financial statements.

The Company's Board of Directors are responsible for the preparation of these financial results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian 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 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 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 financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.



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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 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 standalone financial results as a whole are 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 these standalone financial results.

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 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 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 through a separate report on the complete set of 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 standalone financial results, including the disclosures, and whether the financial results represent 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.



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Other Matters

The standalone annual financial results include the results for the quarter ended 31 March 2020 being the balancing figures between the audited figures in respect of the financial year ended 31 March 2020 and the published unaudited year-to-date figures up to 31 December 2019, which were subjected to a limited review by us.

for **M. Bhaskara Rao & Co.,**
Chartered Accountants
Firm Registration No.000459S



M.V. Ramana Murthy
M.V. Ramana Murthy
Partner

Membership No.206439
UDIN: 20206439AAAABE9499

Hyderabad, 30 May 2020

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Independent Auditor's Report

To
The Board of Directors of
Kaveri Seed Company Limited

Report on the audit of Consolidated Financial Results

Opinion

We have audited the accompanying consolidated annual financial results of **Kaveri Seed Company Limited** (hereinafter referred to as the 'Holding Company') its subsidiaries and one unincorporated entity (Holding Company and its subsidiaries together referred to as "the Group"), for the year ended 31 March 2020, attached herewith, being submitted by the Holding 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 and based on the consideration of reports of other auditors on separate audited financial statements of the subsidiaries and one unincorporated entity, the aforesaid consolidated financial results:

- (i) include the annual financial results of the following entities:
 - a. Aditya Agri Tech Private Limited
 - b. Kaveri Microteck Private Limited
 - c. Genome Agritech Private Limited
 - d. Genome Agri Genetics Private Limited
 - e. Kaveri Employees Trust
- (ii) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- (iii) give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards, and other accounting principles generally accepted in India, of consolidated net profit and other comprehensive income and other financial information of the Group for the year ended 31 March 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 ("Act"). Our responsibilities under those SAs 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, 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 along with the consideration of audit reports of the other auditors referred to in subparagraph (a) of the "Other Matters" paragraph below, is sufficient and appropriate to provide a basis for our opinion.



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Material Uncertainty Related to Going Concern

We draw attention to Note 7 in the consolidated annual financial results, which indicates that one subsidiary Company incurred a net loss of Rs.17.72 Lakhs during the year ended 31 March 2020 and, as of that date, the Company's current liabilities exceeded its total assets by Rs.539.64 Lakhs. As stated in the said Note, these events or conditions, along with other matters as set forth in Note, indicate that a material uncertainty exists that may cast significant doubt on the Subsidiary Company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

Management's and Board of Directors' Responsibilities for the Consolidated Financial Results

These Consolidated financial results have 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 these consolidated financial results that give a true and fair view of the net profit and other comprehensive income and other financial information of the Group in accordance with the Indian 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 of the Listing Regulations. The respective Management and 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 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 accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial results 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 consolidated financial results by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial results, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the each company 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 company 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 are responsible for overseeing the financial reporting process of each company.

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

Our objectives are to obtain reasonable assurance about whether the consolidated financial results as a whole are 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 these consolidated financial results.

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



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- Identify and assess the risks of material misstatement of the consolidated 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 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 appropriateness of this assumption. 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 consolidated 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 and its associates and jointly controlled entities to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial results, including the disclosures, and whether the consolidated financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results/financial information of the entities within the Group to express an opinion on the consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the consolidated financial results of which we are the independent auditors. For the other entities included in the consolidated Financial Results, 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 consolidated financial results 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/CMD1/44/2019 issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.



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Other Matters

- (a) The consolidated Financial Results include the audited Financial Results of 4 subsidiaries and one unincorporated entity, whose Financial Statements reflect Group's share of total assets of Rs.13,935.05 Lakhs as at 31 March 2020, Group's share of total revenue of Rs.13,812.53 Lakhs and Group's share of total net profit after tax of Rs.645.38 Lakhs before giving effect to the consolidated adjustments, and Group's share of net cash inflows (net) Rs.88.47 Lakhs for the year ended on that date, as considered in the consolidated Financial Results, which have been audited by their respective independent auditors. The independent auditors' reports on financial statements of these entities have been furnished to us and our opinion on the consolidated Financial Results, in so far as it relates to the amounts and disclosures included in respect of these entities, is based solely on the report of such auditors and the procedures performed by us are as stated in paragraph above.

Our opinion on the consolidated Financial Results 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.

- (b) The Financial Results include the results for the quarter ended 31 March 2020 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 M. Bhaskara Rao & Co.,
Chartered Accountants
Firm Registration No.000459S



M.V. Ramana Murthy
M.V. Ramana Murthy
Partner

Membership No.206439
UDIN: 20206439AAAABF6779

Hyderabad, 30 May 2020

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30th May 2020

Bombay Stock Exchange Ltd.,
1st Floor New Trading Ring
Rotimda Building
P.J.Towers, Dalal Street, Fort,
MUMBAI - 400 001

National Stock Exchange of India Ltd.
Exchange Plaza, 5th Floor,
Plot No.C/1, G Block,
Bandra Kurla Complex, Bandra (E)
MUMBAI - 400 0051

Scrip Code : 532899

Scrip Code : KSCL

Dear Sirs,

Sub: Declaration pursuant to Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

I, C.Vamsheedhar, Whole time Director of Kaveri Seed Company Limited ("the Company") having its registered office at #513-B, 5th Floor, Minerva Complex, S.D. Road, Secunderabad-500003, Telangana, India, hereby declare that, the Statutory Auditors of the Company, M/s. M. Bhaskara Rao & Co., (Firm Regn No.000459S) Chartered Accountants, have issued an Auditors' Report with Unmodified Opinion on Audited Financial Results of the Company for the quarter and financial year ended 31st March, 2020 as approved by the Board at its meeting held on 30th May 2020.

This declaration is given in compliance to Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended vide its Circular No.CIR/CFD/CMD/56/2016 dated May 27, 2016.

We request you to take it on your record.

Thanking you,

Yours faithfully,

For KAVERI SEED COMPANY LIMITED



C. VAMSHEEDHAR
WHOLE TIME DIRECTOR
DIN : 01458939

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