

**SPECIALITY RESTAURANTS LIMITED**

Registered Office: Uniworth House 3A Gurusaday Road, Kolkata - 700019

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**Statement of Consolidated Unaudited Financial Results for the quarter and half year ended 30th September 2021**

₹ in Lakhs (Except per share data)

Sr. No.	Particulars	Quarter Ended			Six Months Ended		Year Ended
		30.09.2021 (Unaudited)	30.06.2021 (Unaudited)	30.09.2020 (Unaudited)	30.09.2021 (Unaudited)	30.09.2020 (Unaudited)	31.03.2021 (Audited)
1	Revenue from operations	6,173	3,043	1,964	9,216	2,791	15,014
2	Other Income	256	195	124	451	393	1,680
3	<b>Total Revenue</b>	<b>6,429</b>	<b>3,238</b>	<b>2,088</b>	<b>9,667</b>	<b>3,184</b>	<b>16,694</b>
4	<b>Expenses</b>						
	(a) Cost of food and beverages consumed	1,808	893	545	2,701	820	4,520
	(b) Employee benefits expense	1,100	687	537	1,787	1,052	3,383
	(c) Finance costs	358	357	518	715	823	1,650
	(d) Depreciation/amortisation/impairment	626	700	942	1,326	1,606	3,224
	(e) Lease rent	428	240	392	668	943	1,981
	(f) Other expenses	1,829	1,214	1,027	3,043	1,777	5,275
	<b>Total Expenses</b>	<b>6,149</b>	<b>4,091</b>	<b>3,961</b>	<b>10,240</b>	<b>7,021</b>	<b>20,033</b>
5	<b>Profit/(Loss) before exceptional items, Share of Joint Venture &amp; tax (3 - 4)</b>	<b>280</b>	<b>(853)</b>	<b>(1,873)</b>	<b>(573)</b>	<b>(3,837)</b>	<b>(3,339)</b>
6	<b>Exceptional Gain/(Loss) (Refer Note no. 5)</b>	-	-	436	-	436	436
7	<b>Profit/(Loss) before Share of Joint Venture &amp; tax (5 - 6)</b>	<b>280</b>	<b>(853)</b>	<b>(1,437)</b>	<b>(573)</b>	<b>(3,401)</b>	<b>(2,903)</b>
8	<b>Share of Profit/(Loss) in Joint Venture Company</b>	(20)	(4)	(4)	(24)	(7)	(14)
9	<b>Profit/(Loss) before tax (7 - 8)</b>	<b>260</b>	<b>(857)</b>	<b>(1,441)</b>	<b>(597)</b>	<b>(3,408)</b>	<b>(2,917)</b>
10	<b>Tax expense</b>						
	a) Current tax	-	-	-	-	-	-
	b) Deferred tax	-	-	-	-	-	-
	c) (Excess)/Short provision for tax relating to prior years	-	-	-	-	-	17
		-	-	-	-	-	17
11	<b>Profit/(Loss) after tax for the period (9 - 10)</b>	<b>260</b>	<b>(857)</b>	<b>(1,441)</b>	<b>(597)</b>	<b>(3,408)</b>	<b>(2,934)</b>
12	<b>Other comprehensive income (OCI) (Net of tax)</b>						
	Items that will not be reclassified to profit or loss	(7)	10	24	3	(25)	26
	Items that will be reclassified to profit or loss	(32)	36	20	4	11	60
13	<b>Total comprehensive income for the period (11 - 12)</b>	<b>221</b>	<b>(811)</b>	<b>(1,397)</b>	<b>(590)</b>	<b>(3,424)</b>	<b>(2,848)</b>
14	Paid-up equity share capital (Face value of ₹ 10/- per share)	4,696	4,696	4,696	4,696	4,696	4,696
15	Other Equity	-	-	-	-	-	8,837
16	<b>Earnings per equity share (of ₹ 10/- each)*</b>						
	(a) Basic	0.55	(1.83)	(3.07)	(1.27)	(7.26)	(6.25)
	(b) Diluted	0.55	(1.83)	(3.07)	(1.27)	(7.26)	(6.25)
	<b>See accompanying notes to the financial results</b>						

\* Not annualised for quarter & half year



*(Handwritten signature)*

**Notes:**

- 1 The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 13th November, 2021. Review as required under regulation 33 of SEBI (Listing obligation and disclosure requirement) regulations, 2015 has been carried out by the statutory auditor of the Company who have issued an unmodified review conclusion on these results.
- 2 The Company is engaged in the food business, which in the context of Ind AS 108 on Operating Segment, constitutes a single reportable business segment.
- 3 Given the unprecedented circumstances on account of Covid 19 related developments, the results for the quarter and half year ended are not comparable with that of the corresponding quarter and half year ended of the previous period.
- 4 The operations recommenced as permitted by local regulations and as on date most of our restaurants and confectionery stores are operational. Selectively at the local level, various restrictions continue to apply and consequently impact operating performance. Nevertheless, the trajectory of revenues have continued to improve month on month post reopening.

The Group has considered the possible effects that may result from the COVID-19 pandemic on the carrying value of assets. In developing the assumptions relating to the possible future uncertainties in the economic conditions because of the pandemic, the Group has used external and internal information to assess the expected future performance of the Group. The Group has performed sensitivity analysis on the assumptions and based on the current estimates, the carrying value of the assets as at 31st March, 2021 is fully recoverable.

The consequential impact may be different from that estimated as at the date of approval of these financial results and the Group will continue to closely monitor any material changes based on future economic conditions as a result of the COVID-19 pandemic.

Consequent to Covid-19 pandemic, the Group has been in discussion with the Landlords for its restaurant and confectionery properties for waiver/discounts on rent and common area maintenance expenses during the lockdown period and also for the period thereafter. The Group has received various concession/rebates from the Landlords with few of them still under discussion. The Group is following a prudent accounting practice and has/will recognize these concessions/rebates in accordance with the applicable accounting standards.

- 5 During the previous year ended 31st March, 2021 some units which were terminated as on 31st March, 2020 recommenced operations post re-negotiation of rentals with the property owners, hence the impairment gain was an exceptional item. Relevant details are as under:

Particulars	₹ in Lakhs	
	30 Sept,2021	31 March,2021
i) Impairment of Property, Plant and Equipment	-	436
ii) Impairment of Right of Use Asset	-	-
iii) Gain on lease modification/ termination	-	-
<b>Total</b>	-	<b>436</b>

- 6 The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post- employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The Group will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.
- 7 Previous periods figures have been regrouped/ reclassified wherever necessary, to confirm to current period's classification in order to comply with the requirements of the amended schedule III of the Companies Act, 2013 effective 1st April, 2021.



For and on behalf of the Board  
For Speciality Restaurants Limited

  
Anjan Chatterjee  
Chairman & Managing Director  
(DIN : 00200443)

Place: Mumbai  
Date: 13 September, 2021

**Speciality Restaurants Limited**  
Statement of Consolidated Cash Flows for the half year Ended 30th September 2021

₹ In Lakhs

Particulars	Notes	For the half year ended 30 September, 2021	For the half year ended 30 September, 2020
<b>Cash flow from Operating Activities</b>			
Loss before tax		(598)	(3,408)
<b>Adjustments for:</b>			
Depreciation, amortisation and impairment - property plant and equipment		598	201
Depreciation right of use asset		767	969
Exceptional item		-	-
Loss/(Gain) on sale of Property, plant and equipment (net)		46	68
Gain On Disposal Of Right Of Use Asset		(80)	(54)
Profit on sale of investments (net)		(11)	(31)
Gain on fair value of investments (net)		(113)	(165)
Finance costs		715	823
Interest income from banks/others		(1)	(22)
Interest on income tax refund		(13)	(14)
Unwinding effect of security deposits		(116)	(103)
Sundry balances written off		3	(12)
Sundry balances written back		(66)	-
Effect of exchange rates on translation		4	-
Share in loss of associate		24	-
Provision for doubtful debts and advances		-	59
Payable on account of gratuity (net)		69	98
<b>Operating Profit before working capital changes</b>		<b>1,228</b>	<b>(1,591)</b>
<b>Adjustments for (increase)/decrease in operating assets:</b>			
Inventories		(17)	89
Trade receivables		(190)	(219)
Other current financial assets		200	218
Other non-current financial assets		177	128
Current loans		-	-
Non-current loans		(3)	(12)
Other current assets		(418)	(28)
Other non-current assets		6	3
<b>Adjustments for increase/(decrease) in operating liabilities:</b>			
Trade payables		323	925
Other current liabilities		(142)	(303)
Other non-current financial liabilities		8	8
Other current financial liabilities		(1)	(22)
Non - current provision		(103)	(73)
<b>Cash generated from operations</b>		<b>1,068</b>	<b>(877)</b>
Net income tax (paid)/refund		59	510
<b>A. Net cash generated from operating activities</b> (A)		<b>1,127</b>	<b>(367)</b>
<b>B. Cash flow from Investing Activities</b>			
Capital expenditure on property, plant and equipment		(116)	(87)
Proceeds from sale of property, plant and equipment		25	23
Investment in subsidiary company		8	(1)
Proceeds/ (Investment) in corporate bond		-	501
Investment in mutual funds		(875)	(869)
Proceeds from sale of current investments		200	1,032
Interest received		1	22
Bank deposits placed		(0)	-
<b>B. Net cash used in Investing Activities</b> (B)		<b>(757)</b>	<b>623</b>
<b>C. Cash flow from Financing Activities</b>			
Repayment of long-term borrowings		-	-
Payment of Lease liability		(800)	(258)
<b>C. Net cash used in Financing Activities</b> (C)		<b>(800)</b>	<b>(258)</b>
<b>Net increase in cash and cash equivalents</b> (A+B+C) = (D)		<b>(430)</b>	<b>(2)</b>
<b>Cash and cash equivalents at the beginning of the year</b> (E)		<b>724</b>	<b>167</b>
<b>Cash and cash equivalents at the end of the year</b> (D) +(E)		<b>294</b>	<b>165</b>



**Limited Review Report on Quarterly and Year to Date Unaudited Consolidated Financial Results of Speciality Restaurants Limited pursuant to Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, as amended**

**To The Board of Directors  
Speciality Restaurants Limited**

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of **Speciality Restaurants Limited** ( “the Holding Company”), its subsidiaries ( the Holding Company and its Subsidiaries together referred to as “ the Group” ) and its share of net loss after tax and total comprehensive losses in the joint venture for the quarter ended September 30, 2021 and year to date results from April 1, 2021 to September 30, 2021 (the “Statement”), 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”).
2. This Statement, which is the responsibility of the Holding Company’s Management and approved by the Holding Company’s Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards 34 “Interim Financial Reporting” (“Ind AS 34”), prescribed under section 133 of the Companies Act 2013 as amended read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations.. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagement (SRE) 2410, “Review of Interim Financial Information Performed by the Independent Auditor of the Entity” issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the Circular issued by Securities and Exchange Board of India under Regulation 33 (8) of the Listing Regulation, to the extent applicable.

4. The Statement includes result of the following entities:
  - a. Speciality Hospitality UK Limited (Subsidiary-UK)
  - b. Caterland Hospitality Limited (Joint venture of subsidiary-UK)
  - c. Speciality Hospitality US Inc (Subsidiary-US).
  - d. Foodland Ventures LLC (Joint venture of subsidiary-US).
  - e. Mainland China Restaurant and Indigrill Restaurant LLC (Joint venture of the Holding Company).
5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration referred to in paragraph 7 below, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with the applicable accounting standards (‘IND AS’) prescribed under section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the

# Singhi & Co.

## Chartered Accountants

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SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, including the manner in which it is to be disclosed, or that it contains any material mis-statement.

6. The Statement includes the interim financial information of 2 subsidiaries which are located outside India which are unaudited and have been approved and furnished to us by the Management, whose financial information reflects total assets of Rs 983 lakhs as at September 30,2021 total revenue of Rs Nil and Rs Nil for the quarter and half year ended September 30,2021, respectively, total net loss after tax of Rs Nil and Rs Nil for the quarter and half year ended September 30, 2021 respectively and total comprehensive loss of Rs 32 lakhs and total comprehensive gain of Rs. 4 lakhs for the quarter and half year ended September 30, 2021, respectively and net cash outflow of Rs. 0.20 lakhs for the half year ended September 30, 2021, as considered in the Statement. The Statement also includes the Group's share of loss after tax of Rs. 20 lakhs and Rs. 24 lakhs and total comprehensive loss of Rs. 52 lakhs and Rs 20 lakhs for the quarter and half year ended 30th September, 2021 respectively in respect of 3 joint venture companies of the Company/ wholly owned subsidiaries located outside India, based on its interim financial information which have not been reviewed / audited and have been approved and furnished to us by the Management. According to the information and explanations given to us by the Management, these financial information are not material to the Group.

Our conclusion on the Statement is not modified in respect of the above matter.

7. Emphasis of Matter

We draw attention to Note 4 to the Consolidated Financial Results in which the Group describes the uncertainties arising from the COVID 19 pandemic. Our conclusion on the Statement is not modified in respect of this matter.

**For Singhi & Co.**  
Chartered Accountants  
Firm Reg. No. 302049E



**Milind Agal**  
Partner

Membership No. 123314  
UDIN: 21123314AAAACM1432

Place: Mumbai  
Date: November 13, 2021