

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

To  
The Board of Directors of  
Dr. Fresh Assets Limited

**Opinion**

We have audited the accompanying standalone quarterly financial results of Dr. Fresh Assets Limited (the company) for the quarter and year ended 31<sup>st</sup> March, 2020, 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 ("Listing Regulations").

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

- i. are 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 accounting standards and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information for the quarter and year ended 31<sup>st</sup> 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.

**Emphasis of Matter**

We draw attention to Note 3 to the standalone financial results, which describes the uncertainties and the impact of Covid-19 pandemic on the Company's operations and results as assessed by the management. Our opinion is not modified in respect of this matter.

**Responsibilities of Management and Those Charged with Governance for the Standalone Financial Statements**

These 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 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 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 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.

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 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 standalone financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.

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


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 31, 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.

For Suresh Kumar Mittal & Co.  
Chartered Accountants  
Firm Registration No. 500063N



ANKUR BAGLA  
PARTNER

Membership Number: 521915

Place: New Delhi

Date: 30<sup>th</sup> June 2020

UDIN: 20521915AAAABU2876





**AUDITED STANDALONE SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2020**

(Rs in Lakhs)

Sl. No	Particulars	Standalone Quarter Ended			Standalone Year Ended	
		31.03.2020 (Audited)	31.12.2019 (Reviewed)	31.03.2019 (Audited)	31.03.2020 (Audited)	31.03.2019 (Audited)
<b>1</b>	<b>Segment Revenue</b>					
	Sales & Other Operating Revenue					
	Oral Care Activities	-	-	-	-	-
	Trading Activities (including Gold)	3.84	61.71	11.23	160.93	18.62
	Real Estate Business Related Activities	19.61	15.70	19.46	69.56	79.83
	Others Unallocable	-	-	-	-	-
	<b>TOTAL OPERATING REVENUE</b>	<b>23.45</b>	<b>77.41</b>	<b>30.69</b>	<b>230.49</b>	<b>98.45</b>
<b>2</b>	<b>Segment Results</b>					
	(Profit +/- Loss - Before Interest & Tax)					
	Oral Care Activities	(8.14)	(3.76)	(3.12)	(21.30)	(12.58)
	Trading Activities (including Gold)	0.90	47.96	5.92	126.04	12.67
	Real Estate Business Related Activities	11.08	15.53	19.91	60.69	80.47
	Others Unallocable	(146.65)	12.56	13.01	(155.44)	7.94
		<b>(142.81)</b>	<b>72.29</b>	<b>35.72</b>	<b>9.99</b>	<b>88.50</b>
	Less: Interest(Net) Expenses					
	Oral Care Activities	-	-	-	-	-
	Trading Activities (including Gold)	-	-	-	-	-
	Real Estate Business Related Activities	0.83	0.45	0.78	2.15	1.68
	Others Unallocable	1.55	0.56	0.18	2.39	0.56
	Less: Other Unallocable Expenditure net off Unallocable Income	-	-	-	-	-
	<b>TOTAL PROFIT BEFORE TAX</b>	<b>(145.19)</b>	<b>71.28</b>	<b>34.76</b>	<b>5.45</b>	<b>86.26</b>
<b>3</b>	<b>Capital Employed (Segment Assets - Segment Liabilities)</b>					
a)	<b>Segment Assets</b>					
	Oral Care Activities	52.43	53.73	60.08	52.43	60.08
	Trading Activities (including Gold)	1488.73	1484.46	1505.57	1488.73	1505.57
	Real Estate Business Related Activities	1702.76	2251.06	2451.46	1702.76	2451.46
	Others Unallocable	956.15	1054.05	1008.61	956.15	1008.61
	<b>Total Segment Assets (a)</b>	<b>4200.07</b>	<b>4843.30</b>	<b>5025.72</b>	<b>4200.07</b>	<b>5025.72</b>
b)	<b>Segment Liabilities</b>					
	Oral Care Activities	249.40	244.39	399.48	249.40	399.48
	Trading Activities (including Gold)	0.72	1.01	0.00	0.72	0.00
	Real Estate Business Related Activities	247.33	242.05	245.75	247.33	245.75
	Others Unallocable	393.99	487.05	460.55	393.99	460.55
	<b>Total Segment Liabilities (b)</b>	<b>891.44</b>	<b>974.50</b>	<b>1105.78</b>	<b>891.44</b>	<b>1105.78</b>
	<b>TOTAL CAPITAL EMPLOYED IN SEGMENTS (a - b)</b>	<b>3308.63</b>	<b>3868.80</b>	<b>3919.94</b>	<b>3308.63</b>	<b>3919.94</b>



**AUDITED STANDALONE STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST MARCH, 2020**

(Rs in Lakhs)

Sl. No.	Particulars	Standalone Year Ended 31.03.2020 (Audited)	Standalone Year Ended 31.03.2019 (Audited)
	<b>ASSETS</b>		
<b>A</b>	<b>Non - Current Assets</b>		
1	Property, Plant and Equipments	393.54	411.57
2	Financial Assets		
	a) Investments	401.77	1141.34
	b) Loans	346.54	335.73
	c) Other Financial Assets	5.05	5.05
3	Deferred Tax Assets (net)	-	-
	<b>Total Non - Current Assets (A)</b>	<b>1146.90</b>	<b>1893.69</b>
<b>B</b>	<b>Current Assets</b>		
1	Inventories	1425.51	1425.51
2	Financial Assets		
	a) Invesments	368.17	387.86
	b) Trade receivables	10.06	2.26
	c) Cash and cash equivalents	207.34	237.92
	d) Other Financial Assets	1.19	1.10
3	Income Tax Assets (net)	117.61	117.88
4	Other Current Assets	923.29	959.51
	<b>Total Current Assets (B)</b>	<b>3053.17</b>	<b>3132.04</b>
	<b>TOTAL ASSETS (A+B)</b>	<b>4200.07</b>	<b>5025.73</b>
	<b>EQUITY AND LIABILITIES</b>		
<b>A</b>	<b>Equity</b>		
1	Equity Share Capital	543.07	543.07
2	Other Equity	2765.56	3376.87
	<b>Total Equity (A)</b>	<b>3308.63</b>	<b>3919.94</b>
<b>B</b>	<b>Non - Current Liabilities</b>		
1	Financial Liabilities		
	a) Other Financial Liabilities	12.88	11.13
2	Provisions	10.59	8.44
3	Deferred Tax Liabilities (net)	0.69	181.52
	<b>Total Non - Current Liabilities (B)</b>	<b>24.16</b>	<b>201.09</b>
<b>C</b>	<b>Non - Current Liabilities</b>		
1	Financial Liabilities		
	a) Borrowings	97.77	-
	b) Trade and Other Payables	85.43	74.36
	c) Other Financial Liabilities	-	-
2	Provisions	23.21	11.74
3	Other current liabilities	660.87	818.60
	<b>Total Current Liabilities (C)</b>	<b>867.28</b>	<b>904.70</b>
	<b>TOTAL LIABILITIES (A+B+C)</b>	<b>4200.07</b>	<b>5025.73</b>



**STANDALONE CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2020**

(Rs in Lakhs)

Sl. No.	Particulars	Standalone Year Ended 31.03.2020 (Audited)	Standalone Year Ended 31.03.2019 (Audited)
<b>A</b>	<b>Net Profit/ (Loss) before Tax and after Impairment Loss</b>	<b>5.45</b>	<b>86.25</b>
	<b>Adjustment for</b>		
1	Interest income	(32.92)	(37.65)
2	Finance income	(2.06)	(1.75)
3	Dividend on Mutual Fund	(11.89)	(12.12)
4	Depreciation	15.03	15.13
5	Interest / Finance charges	4.54	2.24
6	Employees Benefits Paid	-	(0.05)
7	Provision for Employees Benefits	1.09	0.97
8	Liability no longer required written back	-	(5.24)
9	Diminution in value of Investment	136.46	(21.04)
10	Irrecoverable Advances written off	-	5.04
11	Exchange Fluctuation	7.26	4.11
12	Loss/ (Profit) on Sale of Investments (net)	0.15	3.43
13	Loss/ (Profit) on Sale of Fixed Assets (net)	(1.00)	-
	<b>Operating Profit before change in working capital</b>	<b>122.11</b>	<b>39.32</b>
	<b>Adjustment for working capital changes</b>		
1	Inventories	-	-
2	Trade & other receivables	28.42	(25.62)
3	Trade & other payables	(152.26)	(80.32)
4	Net Cash inflow from operating activities	(1.73)	(66.62)
5	Interest/Finance charges paid	-	(0.00)
6	Direct Taxes Paid/Adjusted	(10.88)	(78.58)
	<b>Net Cash inflow from operating activities</b>	<b>(12.61)</b>	<b>(145.20)</b>
<b>B</b>	<b>Cash flow from investing activities</b>		
1	Purchase of Fixed Assets	-	(5.77)
2	Purchases of Investments	(152.98)	(136.56)
3	Sales of Investments	1.06	53.73
4	Sale of Fixed Assets	4.00	-
5	Loans Recd back/ (Given)	(19.33)	(10.70)
6	Interest received	41.35	29.80
7	Dividend on Mutual Fund received	11.89	12.12
	<b>Net Cash used in investing activities</b>	<b>(114.01)</b>	<b>(57.38)</b>
<b>C</b>	<b>Cash flow from financing activities</b>		
1	Proceeds from Short Term Loans	97.77	-
2	Interest/Finance charges paid	(1.73)	-
	<b>Net cash out flow from financing activities</b>	<b>96.04</b>	<b>-</b>
	Decrease in Cash & Cash equivalents	(30.58)	(202.58)
	Add: Cash & Cash equivalents (Opening Balance)	237.92	440.50
	Cash & Cash equivalents (Closing Balance)	207.34	237.92
	(Note: Figures in brackets represent cash outflow)		



**Notes :**

- 1 The above audited standalone financial results have been reviewed by the audit Committee and approved by the Board of Directors in their meeting held on 30th June, 2020.
- 2 These financial results have been prepared in accordance with the Indian Accounting Standard (Ind AS) prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standard) Rules, 2015 and relevant amendment rules thereafter.
- 3 Pursuant to outbreak of coronavirus disease (COVID-19) worldwide and its declaration as global pandemic, the Government of India declared lockdown on March 24, 2020 which led the temporary suspension of operations of the Company and has impacted the overall business activities of the Company. COVID-19 has impacted the normal business operations of the Company by way of interruption in production, supply chain disruption, unavailability of personnel, closure/lock down of production facilities etc. during the lock-down period. After resumption of operations, the management has made detailed assessment of its liquidity position and has prepared future cash flow projections and also assessed the recoverability of its assets and factored assumptions used in the annual impairment assessment of its cash generating units, using various internal and external information. The situation is changing rapidly giving rise to inherent uncertainty around the extent and timing of the potential future impact of the COVID-19 which may be different from that estimated as at the date of approval of these financial statements. The Company will continue to closely monitor any material changes arising of future economic conditions and impact on its business.
- 4 In line with the requirements of Regulation 47(2) of the Listing Regulations, 2015, the results are available on the stock exchanges website (i.e. www.mcx-sx.com) and on the company's website (i.e. www.drfreshassets.com).
- 5 Figures of the previous quarter have been regrouped wherever necessary.

Place : DELHI  
Date : 30.06.2020

For **Dr. Fresh Assets Limited**

Vijay Prakash Pathak  
Director  
DIN-07081958

