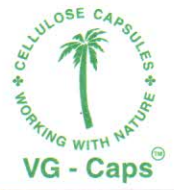




**NATURAL  
CAPSULES  
LIMITED**

Regd. Office :  
102, 'SHRESHTA BHUMI', 1st Floor,  
No. 87, K.R. ROAD, BANGALORE - 560 004.  
Tel : 080-26671573, 26671571, 26671581,  
Fax : 080-26671562  
Email - info@naturalcapsules.com  
URL - http://www.naturalcapsules.com  
CIN No. : L85110KA1993PLC014742



**04<sup>th</sup> Nov 2017**  
Bengaluru

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

Security Code: 524654

Dear Sir,

Sub: Outcome of Board Meeting held at 04<sup>th</sup> Nov 2017:

Board of directors of the company at its meeting held on Saturday, 04<sup>th</sup> Nov 2017, inter alia has transacted the following:

1. Approval of Unaudited Standalone Financial results and report on limited review of Interim financial information for quarter ended Sep 30<sup>th</sup>, 2017. A copy of which is attached along with this letter .The same will be made available on company's website: [www.naturalcapsules.com](http://www.naturalcapsules.com)

Thanking You,  
For Natural Capsules Limited

Skandan.P.Jain  
Company Secretary



PARTICULARS	(Rs.in Lakhs)					
	Quarter ended		Half year ended		Year Ended	
	30th Sept, 2017	30th June, 2017	30th Sept., 2016	30th Sept., 2016	31st March, 2017	
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Revenue from operations	1,744.49	1,118.13	1260.24	2,862.62	2,390.65	5,838.53
Other Income	25.45	14.44	68.16	39.89	131.33	81.29
<b>Total Income (1+2)</b>	<b>1,769.94</b>	<b>1,132.57</b>	<b>1,328.40</b>	<b>2,902.51</b>	<b>2,521.98</b>	<b>5,919.82</b>
<b>Expenses</b>						
a) Cost of Material consumed	645.57	493.12	662.29	1,138.69	1,244.74	2,530.30
b) Purchase of stock-in-trade	-	-	-	-	-	-
c) (Increase) / Decrease in stock in trade	87.98	(53.31)	(73.35)	34.67	(87.15)	(107.87)
d) Employees benefits expense	134.62	133.26	168.77	267.88	319.66	596.64
f) Finance cost	5.57	8.77	15.6	14.34	33.41	58.30
g) Depreciation	99.89	99.88	117.66	199.77	226.35	431.76
h) Other Expenses	760.57	544.66	415.32	1,305.23	787.94	2,320.70
<b>Total Expenses</b>	<b>1,734.20</b>	<b>1,226.38</b>	<b>1,306.29</b>	<b>2,960.58</b>	<b>2,524.95</b>	<b>5,829.83</b>
<b>Profit from ordinary activities after finance costs but before exceptional items(3 - 4)</b>	<b>35.74</b>	<b>(93.81)</b>	<b>22.11</b>	<b>(58.07)</b>	<b>(2.97)</b>	<b>89.99</b>
Exceptional Items (Income) / Expenses	-	-	-	-	-	<b>58.42</b>
<b>Profit from ordinary activities before tax</b>	<b>35.74</b>	<b>(93.81)</b>	<b>22.11</b>	<b>(58.07)</b>	<b>(2.97)</b>	<b>31.57</b>
<b>Tax Expense</b>						
- Current Tax	7.00	(34.59)	(0.31)	(27.59)	(10.10)	(31.21)
- Income tax (Prior year)	7.00	0	15.37	7.00	15.37	-
- Deferred Tax	-	0	-	-	0.42	0.43
	-	(34.59)	(15.68)	(34.59)	(25.89)	(31.64)
<b>Net Profit (+) / Loss (-) from ordinary activities after tax (5 - 6)</b>	<b>28.74</b>	<b>(59.22)</b>	<b>22.42</b>	<b>(30.48)</b>	<b>7.13</b>	<b>62.78</b>
<b>Other Comprehensive income (OCI)</b>						
a) Items that will not be reclassified to profit or loss (net of tax)	-	-	-	-	-	-
b) Items that will be reclassified to profit or loss (net of tax)	-	-	-	-	-	-
Total Comprehensive Income (OCI)	623.27	623.27	623.27	623.27	623.27	623.27
Paid-Up Equity Share Capital (face value per share Rs.10/-)						
Earnings Per Share of (before & after extraordinary items) Rs. 10/-						
(a) Basic	0.46	(0.26)	0.04	(0.50)	0.01	0.01
(b) Diluted	0.46	(0.26)	0.03	(0.50)	0.01	0.01

The reconciliation of profit after tax as previously reported on account of transition from previous India GAAP to Ind AS for the quarter ended 30th September, 2017 are as under:

Particulars	ended 30th September,	ended 30th September,
	2017	2016
	(Rs.in Lakhs)	
Profit After Tax as reported under previous GAAP	22.42	7.13
Fair Value changes of Forward Contracts	-	-
Others	(25.00)	(25.00)
Deferred tax impact on above adjustment	-	-
Net Profit for the period under Ind - AS	(2.58)	(17.87)
Actual Gain / Loss on defined benefit plan recognized in OCI ( net of Deferred tax )	-	-
Total Comprehensive income for the period under Ind-AS	-	-



**Note:**

- 1 The Company has adopted Indian Accounting Standards (Ind AS) from 1st April 2017 (transition date being April 1, 2016) and accordingly, these financial results have been prepared in accordance with the recognition and measurement principles laid down in the IND AS 34 Interim Financial reporting as prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and the other accounting principles generally accepted in India.
- 2 The Ind AS financial results and financial information for the quarter ended 30th September, 2016 have not been subjected to any limited review and have been presented based on the information compiled by the Management. However, the Management has exercised necessary due diligence to ensure that the financial results provide a true and fair view of its affairs.
- 3 The Statement has been prepared in accordance with Ind AS prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder with a transition date of 1st April, 2016 and in terms of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 as modified by Circular No. CIR/CFD/CMD/15/2015 dated 5th July, 2016. The Company has opted to avail the relaxation provided by Securities and Exchange Board of India in respect of disclosure requirements of financial results for the previous year ended 31st March, 2017 and the balance sheet on that date. The results for the quarter and six months ended 30th September, 2017 have been recasted to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The full format of the Quarterly Financial Results are available on the Stock Exchange website [www.bseindia.com](http://www.bseindia.com) and on the Company's website, [www.naturalcapsules.com](http://www.naturalcapsules.com).
- 5 These financial results have been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under section 133 of the Companies Act, 2013.
- 6 The above financial results reviewed by the audit committee, have been approved and taken on record by the Board of Directors at their meeting held on 04th November, 2017
- 7 Sales for the quarter ended 30th September, 2017 is inclusive of Goods and Service Tax (GST), whereas sales till period ended 30th June 2017 and comparative periods is inclusive of Excise Duty.
- 8 The statutory auditors of the company have carried out limited review of financial results for the quarter ended 30-09-2017
- 9 Previous years figures have been regrouped wherever necessary.

Position of investor complaints for the quarter ended 30th September, 2017	
Particulars	No. of complaints
Pending as on 01-07-2017	0
Received during the quarter	2
Resolved during the quarter	2
Pending as on 30-09-2017	0

Place : Bangalore

Date : 4th November, 2017



Natural Capsules Limited

(Rs.in Lakhs)

	Particulars	As at 30/09/2017	As at 31/03/2017
A	<b>EQUITY &amp; LIABILITIES</b>	<b>Un-audited</b>	<b>Audited</b>
1	a) Share Capital	623.27	623.27
	b) Reserve & Surplus	5,171.06	5,276.57
	c) Money Received against share warrants		-
	<b>Sub-Total- Shareholders fund</b>	<b>5,794.33</b>	<b>5,899.84</b>
2	Share Application Money against convertible securities	-	-
3	<b>Non-Current Liabilities</b>		
	a) Long Term borrowings	-	-
	b) Deferred tax liabilities (net)	165.62	200.21
	c) Other Long term Liabilities	-	-
	d) Long Term Provisions		9.29
	<b>Sub-Total Non Current Liabilities</b>	<b>165.62</b>	<b>209.50</b>
4	<b>Current Liabilities</b>		
	a) Short Term Borrowings	209.84	283.77
	b) Trade payables	1,001.87	1,024.95
	c) Other Current Liabilities	244.00	176.83
	d) Short term provisions	36.76	29.67
	<b>Sub-total -Current Liabilities</b>	<b>1,492.47</b>	<b>1,515.22</b>
	<b>TOTAL-EQUITY AND LIABILITIES</b>	<b>7,452.42</b>	<b>7,624.56</b>
B	<b>ASSETS</b>		
1	<b>Non-current assets</b>		
	a) Fixed Assets	2,407.35	2,606.99
	b) Capital work-in-progress	11.76	11.76
	c) Non Current investments	507.36	160.72
	d) Long-term loans & advances	89.13	39.88
	c) Other non-currents assets	83.42	507.36
	<b>Sub-total-Non-current assets</b>	<b>3,099.02</b>	<b>3,326.71</b>
2	<b>Current Assets</b>		
	a) Inventories	959.88	988.20
	b) Trade Receivables	3,268.62	3,120.24
	c) Cash and Bank equivalents	19.60	23.77
	d) short-term loans and advances	105.30	165.64
	e) Other Current Assets	-	-
	<b>Sub-total-Current assets</b>	<b>4,353.40</b>	<b>4,297.85</b>
	<b>TOTAL- ASSETS</b>	<b>7,452.42</b>	<b>7,624.56</b>



# M/s. P. CHANDRASEKAR LLP

## Chartered Accountants

To,

The Board of Directors,  
Natural Capsules Limited  
Bangalore

1. We have reviewed the unaudited financial results of Natural Capsules Limited ("the Company") for the half year ended 30<sup>th</sup> September, 2017 which are included in the accompanying "Statement of Unaudited Results for the half year ended 30<sup>th</sup> September, 2017 ("the Statement"). The Statement has been prepared by the Company pursuant to the Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulation, 2015 the "Listing Regulations , 2015") and SEBI Circular dated 5<sup>th</sup> July, 2016, which has been initialled by us for identification purposes.

The Statement is the responsibility of the Company's management and has been approved by the Board of Directors. Further the Management is also responsible to ensure that the accounting policies used in preparation of this statement are consistent with those used in the preparation of the Company's opening unaudited Balance Sheet as at 1<sup>st</sup> April, 2017 prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ins AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies. Our responsibility is to issue a report on the Statement based on our review.

2. We conducted our review 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 required that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement.
3. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with IND AS and other recognised accounting practices and policies and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015 and SEBI circular dated 5<sup>th</sup> July, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. We draw attention to the following matters:

- (a) Note 1, to the statement which states that the Company has adopted Ind AS for the financial year commencing from 1<sup>st</sup> April, 2017, and accordingly, the Statement has been prepared by the company's management in compliance with Ind AS.

Bangalore \* Chennai



M/s. P. CHANDRASEKAR LLP, Chartered Accountants, S-512-514, MANIPAL CENTRE, # 47, DIKENSON ROAD, BANGALORE - 560042. T: +91 (80) 25585443 / 25597494 E-MAIL: partner@pchandrasekar.com

M/s. P. Chandrasekar (Partnership Firm) is converted into M/s P. Chandrasekar LLP (a Limited Liability Partnership with LLP Identity No. LLPIN AAJ-5668) with effect from 31.05.2017.

(b) The financial statements of the company for the year ended 31<sup>st</sup> March, 2017 prepared in accordance with Companies (Accounting Standards) Rules, 2006, were audited by another firm of Chartered Accountants under Companies Act, 2013 who vide their report dated 27<sup>th</sup> May, 2017, expressed an unmodified opinion on those financial statements. Accordingly the net profit/(loss) included in reconciliation to the Company's Total Comprehensive Income for the quarter and six months ended 30<sup>th</sup> September, 2017 and the equity considered for the reconciliation for the previous year ended 31<sup>st</sup> March, 2017 is based on such financial statements.

Our conclusion is not qualified in respect of these matters.

**For P Chandrasekar LLP**  
Chartered Accountants



P.Chandrasekaran  
Partner  
M.No.: 026037  
FRN.: 000580S/S200066

Place: Bangalore  
Date: 04<sup>th</sup> November, 2017