



**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



18th May 2018
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 18th May 2018:

Board of Directors at their meeting held on 18.05.18, *inter alia* has transacted the following:

Approval of Standalone Audited Financial Results and Unmodified Audit Report for the F.Y 2017-18. The copy of which is enclosed in this letter and the same will be published on our company's website.

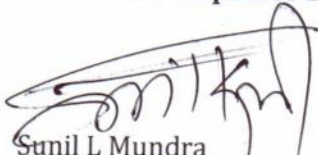
The Board of Directors has recommended Final Dividend of 10% each on Equity Shares of Rs.10 Each, subject to approval of Shareholders in the forthcoming Annual General Meeting.

The Statutory Auditors have issued Unmodified Audit Report for the F.Y 31.03.2018.

This for your information and records.

Thank You,

For Natural Capsules Limited.


Sunil L Mundra
Managing Director



*Enclosure;
As stated above.*

NATURAL CAPSULES LIMITED

NO.102, SHRESHTA BHUMI, NO.87, K.R.ROAD, BANGALORE-560 004

Ph. 26671571/573, Fax 26671562, E-mail : Info@naturalcapsules.com / CIN: L85110KA1993PLCO14742

AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2018

(Rs.in Lakhs)

| Sl. No. | PARTICULARS | Quarter ended | | | YEAR ENDED | YEAR ENDED |
|---------|-------------------------------------------------------------------------------------------------------|------------------|---------------------|------------------|------------------|------------------|
| | | 31st March, 2018 | 31st December, 2017 | 31st March, 2017 | 31st March, 2018 | 31st March, 2017 |
| | | Audited | Unaudited | Audited | Audited | Audited |
| 1 | Revenue from operations | 1,565.62 | 1,421.47 | 1,341.44 | 5,475.53 | 5,364.27 |
| 2 | Other Income | 26.76 | 29.29 | 87.93 | 81.49 | 81.29 |
| 3 | Total Income (1+2) | 1,592.38 | 1,450.76 | 1,429.37 | 5,557.02 | 5,445.56 |
| 4 | Expenses | | | | | |
| a) | Cost of Material consumed | 606.00 | 609.31 | 565.32 | 2,354.00 | 2,530.31 |
| b) | Purchase of stock-in-trade | - | - | - | - | - |
| c) | (Increase) / Decrease in stock in trade | 23.56 | (31.49) | 11.10 | 26.74 | (107.87) |
| d) | Employees benefits expense | 197.09 | 155.33 | 124.17 | 620.30 | 596.63 |
| f) | Finance cost | 1.73 | 4.96 | 12.41 | 21.03 | 58.30 |
| g) | Depreciation | 133.61 | 99.88 | 99.62 | 433.26 | 431.76 |
| h) | Other Expenses | 499.87 | 517.00 | 587.80 | 1,933.47 | 1,846.44 |
| | Total Expenses | 1,461.85 | 1,355.00 | 1,400.42 | 5,388.80 | 5,355.57 |
| | Profit Profit from ordinary activities after finance costs but before exceptional items(3 - 4) | 130.53 | 95.76 | 28.95 | 168.22 | 89.99 |
| 5 | Exceptional Items Income/ (Expenses) | - | - | (58.42) | - | (58.42) |
| 7 | Profit Profit from ordinary activities before tax | 130.53 | 95.76 | (29.47) | 168.22 | 31.57 |
| 8 | Tax Expense | | | | | |
| - | Current Tax | 52.70 | 32.41 | (32.08) | 57.11 | (31.21) |
| - | - Income tax (Prior year) | 65.84 | 12.00 | -32.08 | 84.84 | - |
| - | - Income tax (Prior year) | - | 0 | 0 | - | 0.43 |
| - | - Deferred Tax | (13.14) | 20.41 | - | (27.73) | (31.64) |
| 9 | Net Profit (+) / Loss (-) from ordinary activities after tax (5 - 6) | 77.83 | 63.35 | 2.61 | 111.11 | 62.78 |
| 10 | Other Comprehensive income (OCI) | | | | | |
| 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) | - | - | - | - | - |
| 11 | Total Comprehensive Income (OCI) | | | | | |
| 12 | Paid-Up Equity Share Capital (face value per share Rs.10/-) | 623.27 | 623.27 | 623.27 | 623.27 | 623.27 |
| 13 | Earnings Per Share of (before & after extraordinary items) Rs. 10/- | | | | | |
| (a) | Basic | 1.25 | 1.02 | 0.00 | 1.78 | 1.00 |
| (b) | Diluted | 1.25 | 1.02 | NA | 1.78 | 1.00 |

The reconciliation of profit after tax as previously reported on account of transition from previous India GAAP to Ind AS for the quarter and year ended 31st March, 2018 are as under:

(Rs.in Lakhs)

| Particulars | For the Quarter ended 31st March, 2018 | For Nine months ended 31st March, 2018 |
|--------------------------------------------------------------------------------------|-------------------------------------------|-------------------------------------------|
| Profit After Tax as reported under previous GAAP | 77.83 | 111.11 |
| Fair Value changes of Forward Contracts | - | - |
| Others | - | - |
| Deferred tax impact on above adjustment | - | - |
| Net Profit for the period under Ind - AS | 77.83 | 111.11 |
| Actual Gain / Loss on defined benefit plan recognized in OCI (net of Deferred tax) | - | - |
| Total Comprehensive income for the period under Ind-AS | - | - |



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AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2018

| S.No | Particulars | As at 31, 2018 | As at 31, 2017 |
|----------|-------------------------------------------|-------------------|-------------------|
| A | ASSETS | | |
| | Non-Current Assets | | |
| | (a) Property, Plant and equipment | 2,188.03 | 2,606.99 |
| | (b) Capital Work in Progress | 102.55 | 11.76 |
| | (c) Investment Property | - | - |
| | (d) Other Intangible Assets | - | - |
| | (e) Financial Assets | | |
| | (i) Investments | | |
| | (a) Other Investments | 507.36 | 507.36 |
| | (ii) Other financial assets | - | - |
| | (f) Deferred Tax Assets | - | - |
| | (g) Other Non-Current Assets | 144.29 | 180.60 |
| | Total non-Current Assets | 2,942.22 | 3,306.72 |
| | Current Assets | | |
| | (a) Inventories | 769.99 | 787.75 |
| | (b) Financial Assets | | |
| | (i) Other Investments | - | - |
| | (ii) Trade Receivables | 3,126.00 | 2,811.07 |
| | (iii) Cash and Cash Equivalents | 73.31 | 24.61 |
| | (iv) Bank balances other than (iii) above | 17.35 | 17.75 |
| | (v) Other Financial assets | - | - |
| | (c) Current tax assets (Net) | 38.68 | 56.50 |
| | (d) Other current Assets | 138.13 | 129.14 |
| | Total Current Assets | 4,163.46 | 3,826.82 |
| | TOTAL ASSETS | 7,105.69 | 7,133.53 |
| B | EQUITY AND LIABILITIES | | |
| | Equity | | |
| | (a) Equity Share Capital | 623.27 | 623.27 |
| | (b) Other Equity | 4,809.12 | 4,772.98 |
| | (c) Money Received against Share warrants | - | - |
| | Total Equity | 5,432.39 | 5,396.25 |
| | Liabilities | | |
| | Non-Current Liabilities | | |
| | (a) Financial Liabilities | | |
| | (i) Borrowings | - | - |
| | (ii) Other Financial Liabilities | 17.33 | 17.73 |
| | (b) Deferred Tax Liabilities | 172.48 | 200.21 |
| | (c) Other Non-Current liabilities | 26.72 | 9.29 |
| | Total Non-Current Liabilities | 216.54 | 227.24 |
| | Current Liabilities | | |
| | (a) Financial Liabilities | | |
| | (i) Borrowings | - | 296.32 |
| | (i) Trade Payables | 1,205.03 | 1,054.62 |
| | (i) Other Financial Liabilities | - | - |
| | (b) Provisions | 211.85 | 113.14 |
| | (c) Other Current Liabilities | 39.88 | 45.96 |
| | Total Current Liabilities | 1,456.76 | 1,510.05 |
| | Total Liabilities | 1,673.30 | 1,737.28 |
| | TOTAL EQUITY AND LIABILITIES | 7,105.69 | 7,133.53 |

Note:

- The above standalone financial results for the quarter and year ended March 31,2018 have been reviewed by the Audit Committee and approved by the board in their meeting held on May 18,2018. The standalone financials have been audited by the statutory auditors who have expressed an unmodified opinion on the same.
- 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 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.



- 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 year ended 31st March 2018 have been recasted to be IndAs compliant
- 4 The above is an extract of the detailed format of Quarterly Financial Results filed with the Stock Exchanges under 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 and on the Company's website, 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 figures for the quarter ended March 31, 2018 and March 31, 2017 are the balancing figure between standalone audited figures in respect of the full financials of year ended March 31, 2018 and March 31, 2017 and the unaudited published year to date figures upto December 31, 2017 and December 31, 2016 respectively, which were subjected to a limited review.
- 7 In accordance with requirements of Ind AS and consequent to the implementation of Goods and Service Tax ("GST") regulations effective 1st July, 2017, the revenue from operations for the quarter ended December 2017 and March 2018, are reported net of GST. Accordingly the revenue from operations for the quarter ended March 2018 are not comparable with the amounts reported in the corresponding previous periods/annual results.
- 8 Previous years figures have been regrouped wherever necessary.
- 9 Position of investor complaints for the quarter ended 31st March, 2018

| Particulars | No. of complaints |
|-----------------------------|-------------------|
| Pending as on 01-1-2018 | 0 |
| Received during the quarter | 2 |
| Resolved during the quarter | 2 |
| Pending as on 31-03-2017 | 0 |

Place : Bangalore
Date : 18 May, 2018


Sunil L. Mundra
Managing Director
DIN : 00214304



M/s. P. CHANDRASEKAR LLP

Chartered Accountants

To,

The Board of Directors,
Natural Capsules Limited
Bangalore

1. We have audited the accompanying statement of financial results of Natural Capsules Limited ("the Company") for the year ended 31st March, 2018. 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 5th July, 2016, which has been initialled by us for identification purposes.
2. 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 1st 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 audit.
3. We conducted our audit in accordance with the Standard on Auditing issued by the Institute of Chartered Accountants of India. Those Standard require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance as to whether the Statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidences about the amounts and the disclosures in the statement. The procedures selected depending on the auditors judgement including the assessment of the risks of material misstatements of the statement, whether due to fraud or error. In making those risk assessments the auditor considers internal control relevant to the companies preparation and fair presentation of the statement. In order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the companies internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the management, as well as evaluating the overall presentation of the statement.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.



Bangalore * Chennai

4. In our opinion and to the best of our information and according to the explanation given to us, the statement:
- a. Is presented in accordance with the requirements of the Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulation, 2015 the "Listing Regulations, 2015") as modified by SEBI Circular no CIR/CFD/FAC/62/2016 dated 5th July, 2016; and
 - b. Gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the net profit and total comprehensive income and other financial information of the company for the year ended 31st March 2018.
5. The statement includes the results for the Quarter ended 31st March 2018 being the balancing figure between the audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review.

For P Chandrasekar LLP

Chartered Accountants

P. Chandrasekar

P.Chandrasekaran

Partner

Mem No: 026037

FRN: 000580S/S200066



Place: Bangalore

Date: 18.05.2018