

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

Review Report 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") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), for the quarter ended September 30, 2022 and year to date from April 1, 2022 to September 30, 2022 (the "Statement") attached herewith, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. The Holding Company's Management is responsible for the preparation of the Statement 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. The Statement has been approved by the Holding Company's Board of Directors. 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 Engagements (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 the Securities and Exchange Board of India under Regulation 33 (8) of the Listing Regulations, to the extent applicable.

4. The Statement includes the results of the following entities:  
**Parent Company:**
  - a. Speciality Restaurants Limited**Subsidiaries and Joint venture:**
  - b. Speciality Hospitality UK Limited (Subsidiary-UK)
  - c. Caterland Hospitality Limited (Joint Venture of subsidiary-UK)
  - d. Speciality Hospitality US Inc (Subsidiary-US)
  - e. Foodland Ventures LLC (Joint venture of subsidiary-US)
  - f. Mainland China Restaurant and Indigrill Restaurant LLC (Joint Venture of the Holding Company)
  - g. Speciality Hotels India Private Limited (Subsidiary 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 6 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid India Accounting Standards ('IND AS') prescribed under section 133 of the Companies Act, 2013 as amended, read with relevant rules issued there under and other accounting practices and policies has not disclosed the information required to be disclosed in terms of the Regulations 33 of the SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015 as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

# *Singhi & Co.*

## *Chartered Accountants*

B2 – 402B, Marathon Innova, 4<sup>th</sup> Floor, Off Ganpatrao Kadam Marg, Opp. Peninsula Corporate Park, Lower Parel, Mumbai – 400013. India

Tel: +91 (0) 22 – 6662 5537/38 E-mail : [mumbai@singhico.com](mailto:mumbai@singhico.com) Website: [www.singhico.com](http://www.singhico.com)

### **6. Other Matters**

The accompanying Statement includes the interim financial information of 3 subsidiaries, which have not been reviewed/ audited, and have been approved and furnished to us by the Management, whose financial information reflects total assets of Rs. 588.91 Lakhs, total revenue of Rs. Nil and Rs. Nil, total net loss after tax of Rs. 0.05 Lakhs and Rs. 0.08 Lakhs and total comprehensive gain of Rs. Nil and Rs. Nil for the quarter and six months ended September 30, 2022, respectively, and net cash flow outflow of Rs. 7.47 Lakhs, before giving effect to the consolidation adjustments, as considered in the Statement. The Statement also includes the Group's share of loss after tax of Rs. 3.25 lakhs and Rs. 41.29 lakhs and total comprehensive loss of Rs. Nil lakhs and Rs. Nil lakhs for the quarter and six months ended September 30, 2022 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, this financial information is not material to the Group.

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

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



**Milind Agal**  
Partner

Membership No. 123314  
UDIN:22123314BCNXUS7849

Place: Mumbai  
Date: November 08, 2022

**SPECIALITY RESTAURANTS LIMITED**

Registered Office: Uniworth House 3A Gurusaday Road, Kolkata - 700019  
 CIN: L55101WB1999PLC090672. Tel No. (91 33) 2283 7964  
 Email: corporate@speciality.co.in  
 Website: www.speciality.co.in

**Statement of Consolidated Unaudited Financial Results for the quarter and half year ended 30th September 2022**

Sr. No.	Particulars	₹ in Lakhs (Except per share data)					
		Quarter Ended			Six Months Ended		Year Ended
		30.09.2022 (Unaudited)	30.06.2022 (Unaudited)	30.09.2021 (Unaudited)	30.09.2022 (Unaudited)	30.09.2021 (Unaudited)	31.03.2022 (Audited)
1	Revenue from operations	9,378	8,997	6,173	18,375	9,216	25,293
2	Other Income (Refer Note no. 5)	315	862	256	1,177	451	1,362
3	<b>Total Revenue</b>	<b>9,693</b>	<b>9,859</b>	<b>6,429</b>	<b>19,552</b>	<b>9,667</b>	<b>26,655</b>
4	Expenses						
	(a) Cost of food and beverages consumed	2,834	2,679	1,808	5,513	2,701	7,552
	(b) Employee benefits expense	1,809	1,722	1,100	3,531	1,787	4,640
	(c) Finance costs	342	342	358	684	715	1,455
	(d) Depreciation/amortisation/impairment	744	707	626	1,451	1,326	2,735
	(e) Lease rent	411	305	428	716	668	1,417
	(f) Other expenses	2,296	2,514	1,829	4,810	3,043	7,445
	<b>Total Expenses</b>	<b>8,436</b>	<b>8,269</b>	<b>6,149</b>	<b>16,705</b>	<b>10,240</b>	<b>25,244</b>
5	<b>Profit/(Loss) before exceptional Items &amp; tax (3 - 4)</b>	<b>1,257</b>	<b>1,590</b>	<b>280</b>	<b>2,847</b>	<b>(573)</b>	<b>1,411</b>
6	Exceptional items	-	-	-	-	-	-
7	<b>Profit/(Loss) before share of joint venture &amp; tax (5 - 6)</b>	<b>1,257</b>	<b>1,590</b>	<b>280</b>	<b>2,847</b>	<b>(573)</b>	<b>1,411</b>
8	Share of loss in joint venture Company	(3)	(38)	(20)	(41)	(24)	(596)
9	<b>Profit/(Loss) before share of joint venture &amp; tax (7 + 8)</b>	<b>1,254</b>	<b>1,552</b>	<b>260</b>	<b>2,806</b>	<b>(597)</b>	<b>815</b>
10	Tax expense						
	a) Current tax	147	49	-	196	-	-
	b) Deferred tax	-	-	-	-	-	-
		<b>147</b>	<b>49</b>	<b>-</b>	<b>196</b>	<b>-</b>	<b>-</b>
11	<b>Profit/(Loss) after tax for the period (9 - 10)</b>	<b>1,107</b>	<b>1,503</b>	<b>260</b>	<b>2,610</b>	<b>(597)</b>	<b>815</b>
12	Other comprehensive income (OCI) (Net of tax)						
	Items that will not be reclassified to profit or loss	5	10	(7)	15	3	122
	Items that will be reclassified to profit or loss	(31)	(25)	(32)	(56)	4	(7)
13	<b>Total comprehensive income for the period (11 + 12)</b>	<b>1,081</b>	<b>1,488</b>	<b>221</b>	<b>2,569</b>	<b>(590)</b>	<b>930</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	-	-	-	-	-	9,768
16	Earnings per equity share (of ₹ 10/- each)*						
	(a) Basic	2.36	3.20	0.55	5.56	(1.27)	1.74
	(b) Diluted	2.36	3.20	0.55	5.56	(1.27)	1.74
	<b>See accompanying notes to the financial results</b>						

\*not annualised for quarters



**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 8th November, 2022. 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 conclusion on these financial results.  
The above results has been prepared in accordance with the Indian Accounting Standards notified under Section 133 of the Companies Act 2013, as amended, read with relevant rules thereunder and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) 2015, as amended.
- 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 in the corresponding quarters upto March, 2022, the results for the quarter ended are not comparable with that of the corresponding quarter.  
As compared to the same corresponding quarter of previous year:
  1. Re-imposition of Covid 19 restrictions during previous corresponding period impacted the business.
  2. Rents for the leased premises during the current quarter are now generally as per the original agreement.
- 4 The Company 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 Company has used external and internal information to assess the expected future performance of the Company. The Company has performed sensitivity analysis on the assumptions and based on the current estimates, the carrying value of the assets as at 30th September, 2022 is fully recoverable.
- 5 Other income during the quarter 30th June, 2022 includes an amount of Rs. 767.60 Lakhs from the Goods and Service Tax Department towards refund of reversal of Cenvat credit under rule 6(3) of Cenvat Credit Rules , 2004 pertaining to the period April, 2016 to June, 2017.
- 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 Company 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 The Board of Directors ("the Board") of the Company at its meeting held on 20th October, 2022 has inter alia, subject to requisite approvals/consents, considered and approved the scheme of Demerger of Asset by and between Speciality Restaurants Limited (the "Transferee Company" or "Company") and the wholly owned subsidiary namely Speciality Hotels Private Limited ("Transferor Company") under section 230 to 232 of the Companies Act, 2013 ("Scheme"). The scheme is subject to necessary statutory and regulatory approvals. The Company is in the process of filing the scheme / application with Hon'ble National Company Law Tribunal (NCLT). Appointed date for demerger is 01-10-2022 and the asset has been classified as "Assets held for Sale".
- 8 Previous periods figures have been regrouped/ reclassified wherever necessary.



For and on behalf of the Board  
For Speciality Restaurants Limited

  
Indranil Chatterjee  
Deputy Managing Director  
(DIN : 00200577)

Place: Mumbai  
Date: 8th November, 2022



Speciality Restaurants Limited  
Statement of Consolidated Cash Flows for the half year ended 30th September 2022

₹ In Lakhs

Particulars	Notes	For the half year ended 30 Sept, 2022	For the half year ended 30 Sept, 2021
<b>Cash flow from Operating Activities</b>			
<b>Profit / (Loss) before tax</b>		<b>2,806</b>	<b>(598)</b>
<b>Adjustments for:</b>			
Depreciation, amortisation and impairment - property, plant and equipment		480	598
Depreciation and impairment - right of use asset		971	767
Exceptional item		-	-
Loss on sale of property, plant and equipment (net)		(1)	46
Gain on lease modification / termination		(2)	(80)
Profit on sale of investments (net)		(29)	(11)
(Gain)/loss on fair value of investments (net)		(203)	(113)
Finance costs		684	715
Impairment charge on property, plant, equipment		48	-
Interest income from banks/others		-	(1)
Interest on income tax refund		(4)	(13)
Dividend on current investments		(11)	-
Unwinding effect of security deposits		(138)	(116)
Sundry balances written off		3	3
Sundry balances written back		-	(66)
Share in loss of joint venture		41	24
Provision for doubtful debts and advances		-	-
Payable on account of gratuity (net)		50	69
<b>Operating Profit before working capital changes</b>		<b>4,695</b>	<b>1,224</b>
<b>Adjustments for (increase)/decrease in operating assets:</b>			
Inventories		(337)	(17)
Trade receivables		(344)	(190)
Other current financial assets		(274)	200
Other non-current financial assets		366	177
Current loans		(5)	-
Non-current loans		(11)	(3)
Other current assets		(420)	(418)
Other non-current assets		(13)	6
<b>Adjustments for increase/(decrease) in operating liabilities:</b>			
Trade payables		868	319
Other current liabilities		59	(142)
Other non-current financial liabilities		(14)	8
Other current financial liabilities		121	(1)
Non - current provision		70	(103)
<b>Cash generated from operations</b>		<b>4,761</b>	<b>1,060</b>
Net income tax (paid)/refund		(154)	59
<b>A. Net cash generated from operating activities</b>	<b>(A)</b>	<b>4,607</b>	<b>1,119</b>
<b>B. Cash flow from Investing Activities</b>			
Capital expenditure on property, plant and equipment		(721)	(116)
Proceeds from sale of property, plant and equipment		6	25
Investment in subsidiary company		-	8
Proceeds/ (Investment) in current investment other than mutual fund		-	-
Investment in mutual fund		(2,493)	(875)
Proceeds from sale of mutual fund		-	200
Interest received		-	1
Dividend received		11	-
Goodwill on acquisition		(3)	-
Liabilities directly associated with assets held for sale		498	-
Bank deposits placed		-	-
<b>B. Net cash used in Investing Activities</b>	<b>(B)</b>	<b>(2,702)</b>	<b>(757)</b>
<b>C. Cash flow from Financing Activities</b>			
Payment of Lease liability		(1,915)	(800)
<b>C. Net cash used in Financing Activities</b>	<b>(C)</b>	<b>(1,915)</b>	<b>(800)</b>
<b>Net increase in cash and cash equivalents</b>	<b>(A+B+C) = (D)</b>	<b>(10)</b>	<b>(438)</b>
<b>Cash and cash equivalents at the beginning of the year</b>	<b>(E)</b>	<b>180</b>	<b>144</b>
<b>Cash and cash equivalents at the end of the year</b>	<b>(D) +(E)</b>	<b>170</b>	<b>(294)</b>

