

Independent Auditor's Review Report on the Quarterly and Year to Date Unaudited Standalone 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 standalone financial results of **Speciality Restaurants Limited** ("the Company") 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 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 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 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.
4. Based on our review conducted as above, 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 recognized 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 Requirements) Regulations, 2015 as amended, including the manner in which it is to be disclosed, or that it contains any material mis-statement.

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



Milind Agal
Partner

Membership No. 123314
UDIN:22123314BCNUFV8380

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 Standalone 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. 6)	315	862	256	1,177	451	1,362
3	Total Revenue	9,693	9,859	6,429	19,552	9,667	26,655
4	Expenses						
	(a) Cost of food and beverages consumed	2,834	2,679	1,808	5,513	2,701	7,551
	(b) Employee benefits expense	1,809	1,722	1,100	3,531	1,787	4,640
	(c) Finance costs	342	342	358	684	715	1,454
	(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	7,440
	Total Expenses	8,436	8,269	6,149	16,705	10,240	25,237
5	Profit/(Loss) before exceptional items & tax (3 - 4)	1,257	1,590	280	2,847	(573)	1,418
6	Exceptional items (Refer Note no. 5)	-	(80)	-	(80)	-	(66)
7	Profit/(Loss) before tax (5 - 6)	1,257	1,510	280	2,767	(573)	1,352
8	Tax expense						
	a) Current tax	147	49	-	196	-	-
	b) Deferred tax	-	-	-	-	-	-
		147	49	-	196	-	-
9	Profit/(Loss) after tax for the period (7 - 8)	1,110	1,461	280	2,571	(573)	1,352
10	Other comprehensive income (OCI) (Net of tax) Items that will not be reclassified to profit or loss	5	10	(7)	15	3	122
11	Total comprehensive income for the period (9 + 10)	1,115	1,471	273	2,586	(570)	1,474
12	Pair-up equity share capital (Face value of ₹ 10/- per share)	4,696	4,696	4,696	4,696	4,696	4,696
13	Other Equity	-	-	-	-	-	10,478
14	Earnings per equity share (of ₹ 10/- each)*						
	(a) Basic	2.36	3.11	0.60	5.47	(1.22)	2.88
	(b) Diluted	2.36	3.11	0.60	5.47	(1.22)	2.88
	See accompanying notes to the financial results						

*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 During the half year ended 30th Sept,2022 and previous year 31st March, 2022 exceptional item relates to the impairment of investments of the wholly owned subsidiary Company in USA.:

Particulars	₹ in Lakhs	
	Half Year Ended 30 Sept,2022	Year Ended 31 March,2022
i) Impairment of Investment	(80)	(66)
Total	(80)	(66)

- 6 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.
- 7 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.
- 8 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".
- 9 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



Balance Sheet as at 30 September, 2022

₹ In Lakhs

Particulars	Standalone		Consolidated	
	As at 30 Sept, 2022	As at 31 March, 2022	As at 30 Sept, 2022	As at 31 March, 2022
	Unaudited	Audited	Unaudited	Audited
ASSETS				
Non-current assets				
a. Property, plant and equipment	4,237	4,403	4,237	4,403
b. Right of use asset	9,924	9,104	9,924	9,104
c. Capital work-in-progress	2,951	2,825	2,951	2,825
d. Other intangible assets	92	114	92	114
e. Goodwill on consolidation	-	-	3	-
f. Financial assets				
i. Investments	1,168	1,165	445	530
ii. Loans	165	154	165	154
iii. Other financial assets	2,108	2,256	2,108	2,256
g. Income tax assets (net)	98	135	98	135
h. Other non-current assets	1,561	1,484	1,560	1,484
Total non-current assets	22,304	21,640	21,583	21,005
Current assets				
a. Inventories	861	524	861	524
b. Financial assets				
i. Investments	12,484	9,759	12,484	9,759
ii. Trade receivables	824	480	824	480
iii. Cash and cash equivalents	110	113	170	180
iv. Bank balances other than (iii) above	8	8	8	8
v. Loans	72	67	72	67
vi. Other financial assets	808	527	882	608
c. Other current assets	1,335	922	1,348	937
Total current assets	16,502	12,400	16,649	12,563
Assets classified as held for sale	138	85	138	85
	138	85	138	85
Total Assets	38,944	34,125	38,370	33,653
EQUITY AND LIABILITIES				
Equity				
a. Equity share capital	4,696	4,696	4,696	4,696
b. Other equity	13,063	10,478	12,336	9,768
Total equity	17,759	15,174	17,032	14,464
Liabilities				
Non-Current Liabilities				
a. Financial Liabilities				
i. Lease liabilities	11,815	11,432	11,815	11,432
ii. Other financial liabilities	213	227	213	227
b. Provisions	429	323	429	323
Total non-current liabilities	12,457	11,982	12,457	11,982
Current liabilities				
a. Financial liabilities				
i. Lease liabilities	2,619	2,444	2,619	2,444
ii. Trade payables				
- total outstanding dues of micro enterprises and small enterprises	43	67	43	67
- total outstanding dues of creditors other than micro enterprises and small enterprises	3,793	2,883	3,829	2,925
iii. Other financial liabilities	1,099	957	1,099	1,036
b. Other current liabilities	345	286	462	403
Total current liabilities	7,899	6,637	8,052	6,875
Liabilities directly associated with assets held for sale	829	332	829	332
	829	332	829	332
Total liabilities	21,185	18,951	21,338	19,189
Total Equity and Liabilities	38,944	34,125	38,370	33,653



For and on behalf of the Board

For Speciality Restaurants Limited

Indranil Chatterjee
Deputy Managing Director
(DIN : 00200577)

Date: 8th November, 2022



Speciality Restaurants Limited
Statement of Standalone 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
Cash flow from Operating Activities			
Profit / (Loss) before tax		2,767	(574)
Adjustments for:			
Depreciation, amortisation and impairment - property, plant and equipment		480	598
Depreciation and impairment - right of use asset		971	767
Exceptional item		80	-
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)
Payable on account of gratuity (net)		50	69
Operating Profit before working capital changes		4,695	1,224
Adjustments for (increase)/decrease in operating assets:			
Inventories		(337)	(17)
Trade receivables		(344)	(190)
Other current financial assets		(281)	199
Other non-current financial assets		366	177
Current loans		(5)	-
Non-current loans		(11)	(3)
Other current assets		(421)	(439)
Other non-current assets		(13)	27
Adjustments for increase/(decrease) in operating liabilities:			
Trade payables		885	335
Other current liabilities		59	(142)
Other non-current financial liabilities		(14)	8
Other current financial liabilities		199	(1)
Non-current provision		70	(103)
Cash generated from operations		4,848	1,075
Net income tax (paid)/refund		(154)	59
A. Net cash generated from operating activities (A)		4,694	1,134
B. Cash flow from Investing Activities			
Capital expenditure on property, plant and equipment		(721)	(116)
Proceeds from sale of property, plant and equipment		6	25
Investment in subsidiary company		(83)	-
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	-
Liabilities directly associated with assets held for sale		498	-
B. Net cash used in Investing Activities (B)		(2,782)	(765)
C. Cash flow from Financing Activities			
Payment of Lease liability		(1,915)	(800)
C. Net cash used in Financing Activities (C)		(1,915)	(800)
Net increase in cash and cash equivalents (A+B+C) = (D)		(3)	(431)
Cash and cash equivalents at the beginning of the year (E)		113	711
Cash and cash equivalents at the end of the year (D)+(E)		110	280

