

Limited Review Report on the Unaudited Quarterly and Year to Date Unaudited Standalone Financial Results of Speciality Restaurants Limited pursuant to Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, as amended

To the Board of Directors of
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, 2023 and year to date from April 01, 2023 to September 30, 2023 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared 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. 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 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 (ICAI). 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 specified under section 143(10) of the Companies Act, 2013 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.

Conclusion

4. Based on our review conducted as above as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the applicable accounting standards ('IND AS') prescribed under section 133 of the Companies Act, 2013, 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 Regulation 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.

Place: Mumbai
Date: October 30, 2023



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


Milind Agal
Partner

Membership No. 123314
UDIN:23123314BGWILC3584

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 2023

Sr. No.	Particulars	Quarter Ended			Six Month Ended		Year Ended
		30.09.2023 (Unaudited)	30.06.2023 (Unaudited)	30.09.2022 (Unaudited)	30.09.2023 (Unaudited)	30.09.2022 (Unaudited)	31.03.2023 (Audited)
1	Revenue from operations	9,788	9,465	9,378	19,253	18,375	37,497
2	Other Income (Refer Note no. 4)	582	354	315	936	1,177	2,374
3	Total Revenue	10,370	9,819	9,693	20,189	19,552	39,871
4	Expenses						
	(a) Cost of food and beverages consumed	2,928	2,858	2,834	5,786	5,513	11,399
	(b) Employee benefits expense	2,252	2,038	1,809	4,290	3,531	7,319
	(c) Finance costs	380	359	342	739	684	1,391
	(d) Depreciation/amortisation/impairment	1,015	961	744	1,976	1,451	3,172
	(e) Lease rent	388	378	411	766	716	1,401
	(f) Other expenses	2,651	2,491	2,296	5,142	4,810	9,725
	Total Expenses	9,614	9,085	8,436	18,699	16,705	34,407
5	Profit before exceptional Items & tax (3 - 4)	756	734	1,257	1,490	2,847	5,464
6	Exceptional Items (Refer Note no. 3)	-	-	-	-	(80)	759
7	Profit before tax (5 + 6)	756	734	1,257	1,490	2,767	6,223
8	Tax expense						
	a) Current tax	152	244	147	396	196	6
	b) Deferred tax (Refer Note no. 7)	78	(139)	-	(61)	-	(3,341)
		230	105	147	335	196	(3,335)
9	Profit after tax for the period (7 - 8)	526	629	1,110	1,155	2,571	9,558
10	Other comprehensive income (OCI)						
	Items that will not be reclassified to profit or loss	(13)	(10)	5	(23)	15	9
	Income tax (expense)/benefit on remeasurement of defined benefit plans (Refer Note no. 7)	4	2	-	6	-	(2)
11	Total comprehensive income for the period (9 + 10)	517	621	1,115	1,138	2,586	9,565
12	Paid-up equity share capital (Face value of ₹ 10/- per share)	4,756	4,756	4,696	4,756	4,696	4,696
13	Other Equity	-	-	-	-	-	23,542
14	Earnings per equity share (of ₹ 10/- each)*						
	(a) Basic	1.11	1.33	2.36	2.43	5.47	20.35
	(b) Diluted	1.08	1.29	2.36	2.37	5.47	20.24

See accompanying notes to the financial results

*not annualised for quarters



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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 30th October, 2023. 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 Exceptional item:
 - a) During the year ended March, 2023 includes reversal of impairment charge (net off depreciation/amortisation) taken on account of Covid - 19 pandemic, as the uncertainties with regards to Cash Flows of operating units no longer exists.
 - i) Right of use asset amounting to Rs. 545 Lakhs
 - ii) Property, plant and equipment amounting to Rs. 294 Lakhs
 - b) During the six months ended September, 2022 and year ended March, 2023 includes Impairment of investment in subsidiary Company amounting to Rs. 80 Lakhs.
- 4 Other income:
 - a) During the year ended March, 2023 includes gain on sale of property developed under Joint Development Agreement amounting to Rs. 664.44 Lakhs.
 - b) During the six months ended September, 2022 and year ended March, 2023 includes an amount of Rs. 767.60 Lakhs received 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.
- 5 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.
- 6 On 2nd February, 2023 the Company had allotted 60,00,000 warrants convertible into Equity Shares, each convertible into one equity share of face value of Rs.10/- each, on preferential basis, at an issue price of Rs. 212.05 each amounting to Rs. 12,723 lakhs.

Application money of Rs. 53.02 per warrant equivalent to 25% of the issue price as warrant subscription money, amounting to Rs. 3,181 lakhs was received by the Company and the balance 75% of the issue price of Rs. 159.03 per warrant, amounting to Rs. 95.42 crores was to be received from the warrant holders on or before 31st October, 2023.

As at 30th October, 2023 an amount of Rs.1,749 lakhs as balance 75% of Warrant Exercise Price for 11,00,000 warrants have been received for conversion, accordingly 11,00,000 equity shares have been allotted by the Company.

On 30th October, 2023 an amount of Rs. 64 lakhs as balance 75% of Warrants Exercise Price for 40,000 warrants have been received for conversion into equity shares, which are pending for allotment.

The balance amount of Rs. 7,729 lakhs with respect to 48,60,000 warrants shall be payable by the warrant holders on or before 31st December, 2023 after receipt of a written notice from the company as approved in the Board meeting dated 30th October, 2023.
- 7 During the year ended March, 2023, the Company has earned taxable profits and pursuant to which it was able to recoup its unabsorbed losses / depreciation. Hence, during the year ended March, 2023 Company has recognised net deferred tax assets of Rs. 3,339 Lakhs on all deductible temporary differences to the extent that it is probable that taxable profit will be available against which the deductible temporary difference will be utilized.
- 8 Previous periods figures have been regrouped/ reclassified wherever necessary.



For and on behalf of the Board
For Speciality Restaurants Limited

Anjan Chatterjee
Chairman & Managing Director
(DIN : 00200443)

Place: Mumbai
Date: 30th October, 2023



Particulars	Standalone		Consolidated	
	As at 30 September, 2023	As at 31 March, 2023	As at 30 September, 2023	As at 31 March, 2023
	Unaudited	Audited	Unaudited	Audited
ASSETS				
Non-current assets				
a. Property, plant and equipment	5,772	5,361	5,772	5,361
b. Right of use asset	11,494	10,101	11,494	10,101
c. Capital work-in-progress	3,462	2,751	3,462	2,751
d. Other intangible assets	105	86	104	86
e. Goodwill on consolidation	-	-	3	3
f. Financial assets				
i. Investments	1,168	1,168	640	550
ii. Loans	183	158	183	158
iii. Other financial assets	2,155	2,373	2,155	2,373
g. Income tax assets (net)	541	467	541	467
h. Deferred Tax Assets (Net)	3,405	3,339	3,405	3,335
i. Other non-current assets	1,234	1,208	1,234	1,208
Total non-current assets	29,519	27,012	28,993	26,393
Current assets				
a. Inventories	821	684	821	684
b. Financial assets				
i. Investments	16,073	16,456	16,073	16,456
ii. Trade receivables	853	651	853	651
iii. Cash and cash equivalents	1,586	497	1,731	643
iv. Bank balances other than (iii) above	8	8	8	8
v. Loans	66	60	66	60
vi. Other financial assets	1,051	826	1,051	826
c. Other current assets	1,960	1,562	1,975	1,577
Total current assets	22,418	20,744	22,578	20,905
Assets classified as held for sale	53	53	53	53
Total Assets	51,990	47,809	51,624	47,351
EQUITY AND LIABILITIES				
Equity				
a. Equity share capital	4,756	4,696	4,756	4,696
b. Other equity	24,067	23,542	23,583	22,965
Total equity	28,823	28,238	28,339	27,661
Liabilities				
Non-Current Liabilities				
a. Financial Liabilities				
i. Lease liabilities	12,972	11,272	12,972	11,272
ii. Other financial liabilities	2	-	2	-
b. Provisions	410	373	410	373
Total non-current liabilities	13,384	11,645	13,384	11,645
Current liabilities				
a. Financial liabilities				
i. Lease liabilities	2,420	2,914	2,420	2,914
ii. Trade payables				
- total outstanding dues of micro enterprises and small enterprises	34	5	34	5
- total outstanding dues of creditors other than micro enterprises and small enterprises	4,133	3,195	4,135	3,197
iii. Other financial liabilities	2,597	1,332	2,597	1,332
b. Other current liabilities	400	480	516	597
Total current liabilities	9,584	7,926	9,702	8,045
Liabilities directly associated with assets held for sale	199	-	199	-
Total liabilities	23,167	19,571	23,285	19,690
Total Equity and Liabilities	51,990	47,809	51,624	47,351

For and on behalf of the Board

For Speciality Restaurants Limited



(Signature)
Anjan Chatterjee
Chairman & Managing Director
(DIN : 00200443)



Place: Mumbai

Date: 30th October, 2023

Speciality Restaurants Limited
Statement of Standalone Cash Flows for the half year ended 30th September 2023

₹ In Lakhs

Particulars	For the period ended 30 September, 2023	For the period ended 30 September, 2022
Cash flow from Operating Activities		
Profit before tax	1,490	2,767
Adjustments for:		
Depreciation, amortisation and impairment - property, plant and equipment	537	480
Depreciation and impairment - right of use asset	1,439	971
Exceptional item	-	80
(Gain) on sale of property, plant and equipment (net)	(9)	(1)
(Gain) on lease modification / termination	(289)	(2)
(Profit) on sale of investments (net)	(278)	(29)
(Gain) on fair value of investments (net)	(178)	(203)
Finance costs	739	684
Impairment charge on property, plant, equipment	38	48
Interest income from banks/others	(39)	-
Interest on income tax refund	-	(4)
Dividend on current investments	(4)	(11)
Unwinding effect of security deposits	(135)	(138)
Sundry balances written off	0	3
Sundry balances written back	1	-
Unwinding effect of deposit received rent	(7)	-
Payable on account of gratuity (net)	56	50
Deferred Rent amortisation	122	-
Operating Profit before working capital changes	3,483	4,695
Adjustments for (increase)/decrease in operating assets:		
Inventories	(138)	(337)
Trade receivables	(203)	(344)
Other current financial assets	(347)	(281)
Other non-current financial assets	351	366
Current loans	(6)	(5)
Non-current loans	(25)	(11)
Other current assets	(398)	(421)
Other non-current assets	3	(13)
Adjustments for increase/(decrease) in operating liabilities:		
Trade payables	976	885
Other current liabilities	(193)	59
Other non-current financial liabilities	2	(14)
Other current financial liabilities	22	199
Non - current provision	(42)	70
Cash generated from operations	3,485	4,848
Net income tax (paid)/refund	(470)	(154)
A. Net cash generated from operating activities (A)	3,015	4,694
B. Cash flow from Investing Activities		
Capital expenditure on property, plant and equipment	(1,580)	(721)
Proceeds from sale of property, plant and equipment	14	6
Investment in subsidiary company	-	(83)
Investment in mutual fund	(91)	(2,493)
Proceeds from sale of current investments	930	-
Interest received	39	-
Dividend received	4	11
Liabilities directly associated with assets held for sale	199	498
B. Net cash used in Investing Activities (B)	(485)	(2,782)
C. Cash flow from Financing Activities		
Payment of Lease liability	(2,077)	(1,915)
Share Warrants issued	636	-
C. Net cash used in Financing Activities (C)	(1,441)	(1,915)
Net increase in cash and cash equivalents (A+B+C) = (D)	1,090	(3)
Cash and cash equivalents at the beginning of the year (E)	497	113
Cash and cash equivalents at the end of the period (D)+(E)	1,586	110

