

Independent Auditor's Report on Annual Financial Results of The Scottish Assam (India) Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of The Scottish Assam (India) Limited

Report on the Audit of Annual Financial Results

Opinion

1. We have audited the accompanying statement of annual financial results of **The Scottish Assam (India) Limited** (hereinafter referred to as the 'Company') for the year ended March 31, 2023 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirement of Regulations 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid annual financial results:
 - (i) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
 - (ii) give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards prescribed under Section 133 of the Companies Act, 2013 (the "Act") and other accounting principles generally accepted in India, of net profit and other comprehensive income and other financial information of the Company for the year ended March 31, 2023 and the statement of assets and liabilities and the statement of cash flows as at and for the year ended on that date.

Basis for opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the Annual Financial Results' section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (the ICAI) together with the ethical requirements that are relevant to our audit of the annual financial results under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.



Management and Board of directors' responsibilities for the annual financial results

4. These annual financial results have been prepared on the basis of the annual financial statements. The Company's Board of Directors are responsible for the preparation and presentation of these annual financial results that give a true and fair view of the net profit and other comprehensive income and other financial information of the Company and the statement of assets and liabilities and the statement of cash flows in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulations 33 of the Listing Regulations. The Board of Directors of the Company are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the annual financial statements/ results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the annual financial results by the Directors of the Company, as aforesaid.
5. In preparing the annual financial results, the Board of Directors of the Company is responsible for assessing the ability of the Company to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.
6. The Board of Directors of the Company are responsible for overseeing the financial reporting process of the Company.

Auditor's responsibilities for the audit of the annual financial results

7. Our objectives are to obtain reasonable assurance about whether the annual financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these annual financial results.
8. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:



- i. Identify and assess the risks of material misstatement of the annual financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
 - ii. Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion through a separate report on the complete set of financial statements on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
 - iii. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
 - iv. Evaluate the appropriateness and reasonableness of disclosures made by the Management and Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
 - v. Conclude on the appropriateness of the Management and Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Company to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the annual financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
 - vi. Evaluate the overall presentation, structure and content of the annual financial results, including the disclosures, and whether the annual financial results represent the underlying transactions and events in a manner that achieves fair presentation.
 - vii. Obtain sufficient appropriate audit evidence regarding the Annual Financial Results of the Company to express an opinion on the Annual Financial Results.
9. Materiality is the magnitude of misstatements in the annual financial results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the annual financial results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Annual Financial Results.
10. We communicate with those charged with governance of the Company regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.



JKVS & CO

Chartered Accountants

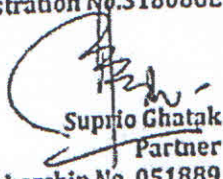
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Other matters

11. The annual financial results include the results for the quarter ended March 31, 2023 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.



FOR JKVS & CO
Chartered Accountants
Firm Registration No. 318086E


Suprio Ghatak
Partner
Membership No. 051889

UDIN: 23051889067TLZM8011

Place: Kolkata
Date: May 29, 2023

THE SCOTTISH ASSAM (INDIA) LIMITED

Regd. Off: 1, Crooked Lane, Kolkata 700 069

CIN: L01132WB1977PLC031175

Statement of Audited Financial Results for the Quarter and Year ended 31st March, 2023

(Rs. in Lakh)

Particulars	Quarter Ended			Financial Year Ended	
	31.03.2023 Refer Note 4	31.12.2022 (Unaudited)	31.03.2022 Refer Note 4	31.03.2023 (Audited)	31.03.2022 (Audited)
1. Income					
a) Revenue from Operations	250.40	1,371.64	173.33	3,928.88	3,542.41
b) Other Income	(46.11)	198.63	36.13	274.36	751.59
Total Income	204.29	1,570.27	209.46	4,203.24	4,294.00
2. Expenses					
a) Cost of materials consumed	10.77	35.57	4.76	271.97	124.36
b) Changes in inventories of finished goods, stock in trade & work-in-progress	110.50	541.62	(51.44)	63.45	(74.97)
c) Employee benefits expenses	465.06	477.54	455.27	2,004.18	1,848.44
d) Finance Costs	3.02	1.06	1.66	11.90	29.91
e) Depreciation & Amortisation expenses	14.46	16.44	11.63	62.94	38.87
f) Other Expenses	137.63	331.36	131.34	1,294.02	1,066.14
Total Expenses	741.44	1,403.59	553.22	3,708.46	3,032.75
3. Profit/(Loss) from Operations before Tax (1-2)	(537.15)	166.68	(343.76)	494.78	1,261.25
4. Tax Expenses					
Current Tax	(35.01)	7.82	(39.30)	47.25	73.73
Tax Adjustment for earlier Year	(1.00)	-	2.92	-	2.50
Deferred Tax	8.49	17.87	(32.59)	60.56	35.85
Net Profit/(Loss) after Tax (3-4)	(509.63)	140.99	(274.79)	386.97	1,149.17
6. Other Comprehensive Income					
Items that will not be reclassified to profit or loss	(85.29)	15.77	89.12	(37.99)	63.06
Income tax relating to items that will not be reclassified to profit or loss	21.46	(3.96)	(22.43)	9.56	(15.87)
Total Other Comprehensive Income Net of Tax	(63.83)	11.81	66.69	(28.43)	47.19
7. Total Comprehensive Income for the period after tax (5-6)	(573.46)	152.80	(208.10)	358.54	1,196.36
8. Paid up Equity Share Capital (Face Value Rs. 10/- per share)	80.00	80.00	80.00	80.00	80.00
9. Other Equity					
10. Earnings per share of Rs. 10/- each (not annualised*)					
a) Basic (in Rs.)	(63.70)	17.62	(34.35)	48.37	143.65
b) Diluted (in Rs.)	(63.70)	17.62	(34.35)	48.37	143.65



THE SCOTTISH ASSAM (INDIA) LIMITED

Regd. Off: 1, Crooked Lane, Kolkata 700 069

CIN: L01132WB1977PLC031175

The Statement of Assets and Liabilities for the Year Ended as on 31st March, 2023

(Rs. in Lakh) (Unless Specified)

STATEMENT OF ASSETS & LIABILITIES	As at 31.03.2023	As at 31.03.2022
ASSETS		
1. NON-CURRENT ASSETS		
a) Property, Plant and Equipment	467.93	369.52
b) Capital Work-In-Progress	50.41	44.75
c) Other Intangible Assets	0.16	0.17
d) Financial Assets		
(i) Investments	6,626.13	6,388.62
(ii) Loan	4.40	0.16
(iii) Other Financial Assets	28.18	27.88
e) Non-Current Tax Assets	95.53	46.90
f) Other Non-Current Assets	8.87	74.73
Total Non Current Assets	7,281.60	6,952.73
2. CURRENT ASSETS		
a) Inventories	290.62	305.71
b) Biological assets other than bearer plants	24.50	28.56
c) Financial Assets		
(i) Trade Receivables	31.28	27.84
(ii) Cash and Cash Equivalents	192.50	117.93
(iii) Bank balances other than (ii) above	8.10	8.87
(iv) Loan	5.14	3.00
(v) Other Financial Assets	0.01	18.97
d) Other Current Assets	38.63	45.04
Total Current Assets	590.77	555.92
TOTAL ASSETS	7,872.37	7,508.65
EQUITY AND LIABILITIES		
1. EQUITY		
a) Equity Share Capital	80.00	80.00
b) Other Equity	6,768.53	6,458.06
Total Equity	6,848.53	6,538.06
2. LIABILITIES		
A. NON-CURRENT LIABILITIES		
a) Financial Liabilities		
(i) Borrowings	-	10.98
b) Deferred Tax Liabilities (Net)	232.10	171.54
c) Provisions	51.67	-
B. CURRENT LIABILITIES		
a) Financial Liabilities		
(i) Borrowings	353.17	392.62
(ii) Trade Payables		
Total outstanding dues of micro enterprises & small enterprises	4.57	-
Total outstanding dues of creditors other than micro enterprises & small enterprises	94.39	71.81
(iii) Other Financial Liabilities	250.98	285.34
b) Other Current Liabilities	36.95	26.90
c) Current Tax Liabilities (Net)	-	11.40
Total Liabilities	1,023.84	970.59
TOTAL EQUITY AND LIABILITIES	7,872.37	7,508.65



THE SCOTTISH ASSAM (INDIA) LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2023

(Rs. In Lakh)

Particulars	For the Year	
	2022-2023	2021-2022
A. Cash flow from operating activities :		
Net Profit before tax and extraordinary items	494.78	1261.25
Adjustments for -		
Depreciation	62.94	38.87
Finance Cost	11.90	29.91
Interest Received	-	(7.84)
Unclaimed balances written back	-	(1.73)
(Profit)/ Loss on Sale of Fixed Asset	(0.70)	(0.19)
Net gain arising on Employee Benefit Obligations mandatorily measured at OCI	(37.99)	63.06
Change in fair value of biological assets	4.06	(18.23)
Net (Gain)/Loss arising on financial assets mandatorily measured at FVTPL	(246.03)	(662.86)
Gain on disposal of investments carried at fair value through profit or loss	(24.12)	(72.04)
Operating profit before working capital changes	264.84	630.20
Adjustments for -		
Trade receivables , Loans and Other Receivables	(3.44)	8.42
Loans receivable, and Other financial assets and Other Assets	42.28	-
Trade Payables, Other financial Liabilities, Other Liabilities and Provisions	55.28	(136.59)
Inventories	15.09	(130.16)
Cash generated from / (used in) operations	374.05	371.87
Direct taxes (Paid) / Net of refund	(97.78)	(25.58)
Net cash from / (used in) operating activities	276.27	346.29
B. Cash flow from investing activities :		
Purchase for Fixed Assets/ Capital work in Progress	(167.71)	(64.95)
Advance for Capital Assets	42.29	(51.00)
Sale of Fixed Assets	1.43	0.26
(Purchase) / sale of Non Current investments (net)	32.63	(132.09)
Interest Received	-	7.84
Net cash from / (used in) investing activities	(91.36)	(239.94)
C. Cash flow from financing activities :		
Decrease in Long Term Borrowings	(10.98)	(63.49)
Decrease in Short Term Borrowings	(39.45)	(61.29)
Dividend paid	(48.00)	(47.93)
Finance Cost paid	(11.90)	(30.71)
Net cash from / (used in) financing activities	(110.33)	(203.42)
Net change in cash and cash equivalent (A+B+C)	74.58	(97.07)
Cash and cash equivalents as at beginning of year	117.93	215.00
Cash and cash equivalents as at end of year	192.50	117.93
	74.58	(97.07)
	As at	As at
	31.03.2023	31.03.2022
*Cash and cash equivalent consist of :-		
Cash , cheques, drafts in hand etc.	5.07	37.45
Balance and Fixed deposits with Banks	187.44	80.48
Cash and Cash equivalent	192.50	117.93

- The afore mentioned results were reviewed by the Audit Committee of the Board on May, 29, 2023 and subsequently taken on record by the Board of Directors at its meeting held on May 29, 2023. The Statutory Auditors of the Company have audited these results.
- The company is primarily engaged in the business of cultivation, manufacture and sale of tea and is managed organisationally as a single unit. Accordingly, the company is
- The Board of Directors have recommended dividend @ Rs. 8.00 Per share for the year 2022 - 2023 which is subject to approval of the shareholders at the ensuing Annual
- The figures for the quarter ended 31st March, 2023 and 31st March, 2022 are the balancing figures between audited figures in respects of the full financial year ended 31st March, 2023 and 31st March, 2022 and the published year to date figures up to the third quarter ended 31st December, 2022 and 31st March, 2022 respectively.
- The statement of Assets and Liabilities and statement of Cash Flow is annexed herewith.
- Previous quarter/ period figures have been regrouped / rearranged wherever necessary to confirm to the current period's classification.

Place: Kolkata
Date: The 29th day of May, 2023



For and on behalf of the Board
Dhirendra Kumar

DIN : 00153773