

La Opala RG Limited



Date: 30th June, 2020

To
The Manager,
Department of Corporate Services,
Bombay Stock Exchange Limited,
New Trading Ring, Rotunda Building
P. J. Tower, Dalal Street, Fort,
Mumbai – 400 001
Scrip Code: 526947

The Manager
Listing Department
National Stock Exchange of India Limited
Exchange Plaza, 5th Floor,
Bandra Kurla Complex, Bandra (E)
Mumbai – 400 051
Symbol: LAOPALA

Sub: Outcome of Board Meeting held on June 30, 2020

Ref: Regulation 30 & 33 of SEBI (Listing Obligations and Disclosure Requirements) (LODR) Regulations, 2015.

Dear Sir/Madam,

This is to inform you that the Board of Directors at its meeting held today i.e. Tuesday, 30th June, 2020 which commenced at 12:00 noon and concluded at 2.45 p.m has inter-alia approved and considered the following items:

1. Audited Financial Results for the Quarter & Financial Year ended March 31, 2020.
2. Statement of Assets and Liabilities for the period ended March 31, 2020.
3. The Auditors Report for the Financial Year ended March 31, 2020 with unmodified opinion thereon noted by the Board of Directors.

The Board has not recommended any final dividend. The interim dividend of Rs.1.20/- declared by the Board at its meeting held on February 14, 2020 shall be considered as the final dividend for the financial year 2019-20. Thus, the total dividend for the financial year 2019-20 remains Rs.1.20/- per equity share.

Pursuant to Regulation 33 of SEBI (LODR) Regulations, 2015, enclosed please find herewith the copies of Audited Financial Results for the quarter/financial year ended March, 2020, along with the Report of Statutory Auditors thereon and declarations pursuant to Listing Regulations, 2015 regarding unmodified opinion of the Statutory Auditors on the annual financial results for the financial year ended March 31, 2020.

You are requested to take the above intimation on records and oblige.

Thanking you,
Yours faithfully,

For **La Opala RG Limited**

(Alok Pandey)

Company Secretary & Compliance Officer

Encl: As above



LA OPALA

diva
from LA OPALA

SOLITAIRE
CRYSTAL

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E info@laopala.in www.laopala.in
CIN-L26101WB1987PLC042512

La Opala RG Limited

India's
No1
TABLEWARE BRAND



Date: 30th June, 2020

To

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Department of Corporate Service,
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The Manager

Listing Department
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Dear Sir/Madam,

Sub: Declaration for the Audit Report with Unmodified opinion on Annual Audited Ind-AS Financial Statements for the financial year ended March 31, 2020 pursuant to Regulation 33(3) (d) of SEBI (LODR) Regulations, 2015

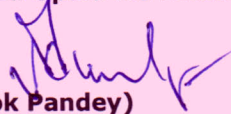
With reference to the captioned subject, we hereby declare that the statutory auditors of our Company, M/s. Singhi & Co., Chartered Accountants, Kolkata (ICAI Firm Registration No. – 302049E) have issued the Audit Report dated 30th June, 2020 with unmodified opinion on the Annual Audited Ind-AS Financial Statements for the financial year ended 31st March, 2020 in compliance with Regulation 33 (3) (d) of the SEBI (LODR) regulations, 2015.

You are kindly requested to take the said declaration on your records.

Thanking you,

Yours truly,

For **La Opala RG Limited**


(Alok Pandey)

CFO & Company Secretary



INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of La Opala RG Limited

Report on the Audit of Financial Results

1. Opinion

We have audited the annual financial results of **La Opala RG Limited** (hereinafter referred to as the 'Company') for the year ended March 31, 2020 and the statement of assets and liabilities and the statement of cash flows as at and for the year ended on that date, attached herewith, being submitted by the Company pursuant to the requirement of Regulations 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, ('Listing Regulations').

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial results:

- (i) are presented in accordance with the requirements of Regulations 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 Indian accounting standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of net profit and other comprehensive loss and other financial information of the Company for the year ended March 31, 2020 and the statement of assets and liabilities and the statement of cash flows as at and for the year ended on that date.

2. Basis for opinion

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 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 together with the ethical requirements that are relevant to our audit of the financial statements 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 Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.

3. Board of directors' responsibilities for the financial results

Board of Directors are responsible for the preparation and presentation of these financial results. The Company's Board of Directors are responsible for the preparation and presentation of these financial results that give a true and fair view of the net profit and other comprehensive loss 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 financial statements 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 financial results by the Directors of the Company, as aforesaid.

In preparing the financial results, the Board of Directors of the Company are 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.

The Board of Directors of the Company are responsible for overseeing the financial reporting process of the Company.

A. Auditor's responsibilities for the audit of the financial results

Our objectives are to obtain reasonable assurance about whether the 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 financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the 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.

- Obtain an understanding of internal 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 whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.

- Conclude on the appropriateness of the 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 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.
- Evaluate the overall presentation, structure and content of the financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Annual Financial Results of the Company to express an opinion on the Annual Financial Results.

Materiality is the magnitude of misstatements in the financial results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the 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 Financial Results.

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.

5. Other matters

- a. The figures for the quarter ended March 31, 2020 and the corresponding quarter ended in the previous year as reported in the Statement are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of the third quarter of the current and previous financial year respectively. Also, the figures up to the end of the third quarter had only been reviewed and not subjected to audit.



Singhi & Co.

Chartered Accountants

161, Sarat Bose Road
Kolkata-700 026, (India)
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E kolkata@singhico.com
www.singhico.com

- b. The Statement dealt with by this report has been prepared for the express purpose of filing with Stock Exchanges. This Statement is based on and should be read with the audited standalone financial statements of the Company for the year ended March 31, 2020 on which we issued an unmodified audit opinion vide our report dated June 30, 2020.

For Singhi & Co.

Chartered Accountants

Firm Registration Number:.

302049E



Place: Kolkata

Date: June 30, 2020

(Navindra Kumar Surana)

Partner

Membership Number: 053816

UDIN: 20053816 AAAABH4925

LA OPALA RG LIMITED

CIN: L26101WB1987PLC042512

Registered Office : 230 A, A.J.C. Bose Road, Kolkata - 700 020

Telephone Nos.: 7604088814/5/6/7 Telephone fax: 033-2287 0284

Email: info@laopala.in Website: www.laopala.in

Statement of Financial Results for the three months and twelve months ended 31st March, 2020

(INR in lakhs)

	Three months ended 31st March, 2020	Three months ended 31st Dec 2019	Three months ended 31st March, 2019	Twelve months ended 31st March, 2020	Twelve months ended 31st March, 2019
Particulars	Audited	Unaudited	Audited	Audited	Audited
I Revenue from Operations	6,341.54	6,024.31	7,102.50	27,001.97	27,909.71
II Other Income	274.35	307.41	347.37	1,667.02	2,336.37
III Total Income (I+II)	6,625.89	6,326.95	7,783.29	28,670.42	29,349.58
IV Expenses:					
Cost of materials consumed	1,146.91	1,178.88	1,431.73	5,006.94	5,377.28
Purchases of Stock-in-Trade	-	31.66	-	46.06	78.07
Change in inventories of finished goods, Work-in-progress and Stock-in-Trade	28.61	137.17	(376.30)	(787.90)	(1,550.98)
Employee benefits expense	1,377.73	1,237.05	1,169.05	4,355.73	4,447.75
Finance costs	5.51	18.72	13.74	37.45	61.02
Depreciation and amortisation expenses	274.35	269.45	274.35	1,055.77	1,055.77
Government Tax	274.35	269.45	274.35	1,055.77	1,055.77
Other expenses	274.35	269.45	274.35	1,055.77	1,055.77
Total Expenses (IV)	4,430.90	3,144.31	3,246.30	12,405.34	13,267.34
V Profit/(Loss) before tax and exceptional items (III-IV)	2,195.00	3,182.64	2,536.99	16,265.08	16,082.24
VI Exceptional items	-	-	-	-	-
VII Profit/(Loss) before tax (V+VI)	2,195.00	3,182.64	2,536.99	16,265.08	16,082.24
VIII Tax expenses					
(1) Current Tax	435.32	335.35	335.35	1,341.32	1,341.32
(2) Deferred Tax	28.16	28.16	28.16	112.65	112.65
Total Tax Expenses	463.48	363.51	363.51	1,453.97	1,453.97
IX Profit/(Loss) for the period (VII-VIII)	1,731.52	2,819.13	2,173.48	14,811.11	14,628.27
X Other Comprehensive Income					
Equity reserve and Income/(Loss) from other Comprehensive Income	120.00	120.00	120.00	480.00	480.00
Revaluation of the defined pension plan	120.00	120.00	120.00	480.00	480.00
Change in the fair value of the financial assets and liabilities at FVTPL	120.00	120.00	120.00	480.00	480.00
Other Comprehensive Income/(Loss)	120.00	120.00	120.00	480.00	480.00
XI Total Comprehensive Income for the period (IX+X)	1,851.52	2,939.13	2,293.48	15,291.11	15,108.27
XII Paid up Equity Share Capital (Face Value Rs. 2)	2,000.00	2,000.00	2,000.00	8,000.00	8,000.00
XIII Other Equity (Including revaluation reserves)	2,000.00	2,000.00	2,000.00	8,000.00	8,000.00
XIV Shareholders' Funds	4,000.00	4,000.00	4,000.00	16,000.00	16,000.00
Reserve	2,000.00	2,000.00	2,000.00	8,000.00	8,000.00
Retained Earnings	2,000.00	2,000.00	2,000.00	8,000.00	8,000.00



NOTES:

- 1 The above results have been reviewed by the Audit Committee and approved by the Board at its meeting held on 30th June, 2020.
- 2 These financial results have been prepared in accordance with Indian Accounting Standards (Ind AS), prescribed under section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rule, 2015 and relevant amendments thereafter.
- 3 During the Financial Year ended 31st March 2020, the Company has elected to exercise the option of lower tax rate of 25.168% (inclusive of surcharge and cess) under section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance 2019. Accordingly, the Company had re-measured its Deferred Tax Liabilities as at 31st March 2019 and the full impact of this was recognized in the statement of Profit and Loss during the year ended 31st March 2020. The Company has recognized provision for tax based on the rate prescribed in the said section during the year to date from 1st April 2019 to 31st March 2020.
- 4 The company has adopted IND AS 116 "Leases" effective from April 01, 2019 and applied standard to its leases. This has resulted in recognising a Right of Use assets of Rs. 1141.56 lakhs and lease liability of Rs. 54.36 lakhs as on April 01, 2019 and derecognising of prepayment of leases Rs. 1087.20 lakhs from other non-current and current assets. The impact on the profit for the quarter is not material. The weighted average incremental borrowing rate of 9.5% has been applied to lease liabilities recognised in the balance sheet at the date of initial application. On application of Ind AS 116, the nature of expenses has changed from lease rent in previous periods to depreciation cost for the right-to-use asset, and finance cost for interest accrued on lease liability.
- 5 The Company mainly deals in one product - glass & glassware and hence has only one reportable operating segment as per Ind AS 108 - Operating Segments.
- 6 The Board of La Opala RG Ltd has not recommended any final dividend. The interim dividend of Rs.1.20 per share declared at earlier meeting shall be considered as the final dividend for the year 2019-20. Thus, the total dividend for FY 2019-20 remains Rs. 1.20 (@ 60%) per share.
- 7 The spread of COVID-19 has severely impacted businesses around the globe. In many countries, including India, there has been severe disruption to regular business operations due to lockdowns, disruptions in transportation, supply chain, travel bans, quarantines, social distancing and other emergency measures. La Opala plants and offices were under nationwide lockdown since March 24, 2020 and operations are being resumed in a phased manner taking into account directives from the Government. As a result of lockdown the volumes for the month of March 2020 have been impacted and consequently, the performance for the month of March 2020 has also been partially impacted. Management is expecting that demand for products will improve on stabilization of COVID-19, post removal of lock down. The Company has made detailed assessment of its liquidity position for a period of at least one year from the balance sheet date, of the recoverability and carrying values of its assets comprising property, plant and equipment, Intangible assets, Trade Receivables, Inventory, investments, other current and non-current assets and ability to pay its liabilities as they become due and effectiveness of internal financial controls at the balance sheet date, and has concluded that there are no material impact or adjustments required in the financial statements.
Management believes that it has taken into account all the possible impact of known events till the date of approval of its financial statements arising from COVID-19 pandemic in the preparation of the stand-alone financial statements. The impact on our business will depend on future developments that cannot be reliably predicted. It is uncertain how long these conditions will last. The impact of global health pandemic might be different from that estimated as at the date of approval of these financial statements and the Company will closely monitor any material changes to future economic conditions. Management expects no significant impact on the continuity of operations of the business on a long term basis.
- 8 The figures for the quarter ended 31st March, 2020 and 31st March, 2019 are the balancing figures between the audited figures in respect of the full financial year and the published audited year to date figures upto the third quarter of the relevant financial year.
- 9 Figures for the previous periods have been regrouped and reclassified to confirm to the classification of the current period, wherever considered necessary.
- 10 Statement of Assets and Liabilities and Cash Flow Statement are annexed herewith.

Place : Kolkata
Date : 30th June, 2020



By order of the Board
For La Opala RG Limited

AJIT JHUNJHUNWALA
(Managing Director)
DIN 00111872

LA OPALA RG LIMITED

Audited Statement of Assets and Liabilities as at 31st March , 2020

(INR in lakhs)

Particulars	As at 31st -March-20	As at 31st -March-19
ASSETS		
Non current assets		
a. Property, Plant & Equipment	11,068.92	12,138.49
b. Right to use assets	1,128.32	-
c. Capital Work-in-Progress	2,476.45	191.03
d. Intangible Assets	6.11	4.74
e. Intangible Assets under Development	56.50	37.00
f. Financial Assets		
(i) Investments	8,146.28	12,210.31
(ii) Loans	388.74	378.74
g. Income tax assets (Net)	73.05	37.84
h. Other Non Current Assets	1,319.19	1,412.04
	24,663.56	26,410.19
Current assets		
a. Inventories	5,504.84	4,835.63
b. Financial Assets		
(i) Investments	25,879.87	23,368.88
(ii) Trade Receivables	4,382.34	4,823.88
(iii) Cash & Cash Equivalents	12.47	75.16
(iv) Bank balances other than (iii) above	367.54	302.76
(v) Other Financial Assets	67.24	85.79
c. Other Current Assets	236.75	218.57
	36,451.05	33,710.67
	61,114.61	60,120.86
EQUITY AND LIABILITIES		
Equity		
a. Equity Share Capital	2,220.00	2,220.00
b. Other Equity	52,290.27	50,693.82
	54,510.27	52,913.82
Liabilities		
Non-Current Liabilities		
a. Financial Liabilities		
(i) Lease liabilities	49.63	-
(ii) Other Financial Liabilities	181.09	151.94
b. Provisions	98.01	-
c. Deferred Tax Liabilities (Net)	2,327.22	3,324.44
	2,655.95	3,476.38
Current Liabilities		
a. Financial Liabilities		
(i) Borrowings	489.42	89.02
(ii) Lease liabilities	4.72	-
(iii) Trade Payables		
a) Total Outstanding dues of Micro and Small Enterprises	292.28	304.32
b) Total Outstanding dues other than (iii)(a) above	918.77	984.77
(iv) Other Financial Liabilities	1,592.23	1,356.57
b. Contract Liabilities	173.09	71.60
c. Other Current Liabilities	243.78	428.99
d. Provisions	147.56	205.52
e. Current Tax Liabilities (net)	86.54	289.87
	3,948.39	3,730.66
Total Equity and Liabilities	61,114.61	60,120.86

By order of the Board
For La Opala RG Limited

AJIT JHUNJHUNWALA
(Managing Director)
DIN 00111872

Place : Kolkata
Date : 30-06-2020



INR in Lakh

Particulars	Twelve months ended 31st March, 2020	Twelve months ended 31st March, 2019
A Cash Flow from Operating Activities		
Net Profit before Taxation	10,464.88	11,262.22
Adjustment for :		
Depreciation and amortisation expense	1,596.77	1,645.59
Amortisation of intital payment of lease hold land classified as operating lease	-	2.77
Provision for doubtful receivable & advances (Net of write back)	-	14.97
Loss/(Gain) on disposal of property, plant and equipment	(182.29)	34.90
Interest Income	(39.13)	(30.78)
Finance costs	57.45	61.02
Dividend income	(66.49)	(89.57)
Unspent liability & unclaimed balances written back	(25.28)	(32.87)
(Gain)/ Loss on Investments measured at fair value through Profit & Loss	(1,175.70)	(1,016.37)
(Gain)/ Loss on Redemption of Current Investment	(118.52)	(542.51)
Recovery against Provision for Doubtful Receivable	-	(3.93)
Operating Profit before working capital changes	10,511.69	11,305.44
Adjustment for working capital		
Decrease/(Increase) in Inventories	(669.21)	(1,682.69)
Decrease/(Increase) in Trade Receivables, Advances and Other Assets	440.41	(1,583.47)
Increase/(Decrease) in Trade Payable and other liabilities	(207.37)	546.71
Cash generated from operating activities	10,074.92	8,585.99
Income Taxes paid(net of refunds)	(2,756.70)	(3,523.85)
Net Cash generated from Operating activities	7,318.22	5,062.14
B Cash flow from Investing activities		
Purchase of Property, Plant and Equipment	(3,585.08)	(1,635.09)
Purchase of Investments	(7,466.49)	(9,089.57)
Sale of Investments	6,249.71	7,453.12
Sale of Property, Plant and Equipment	248.76	17.43
Dividend Received	66.49	89.57
Interest Received	39.13	30.78
Earmarked Balances with Banks	(61.78)	(80.09)
Net cash used in investing activities	(4,509.26)	(3,213.85)
C Cash flow from Financing activities		
Proceeds from Borrowings	400.40	(296.57)
Finance costs paid	(52.73)	(61.02)
Payment of Interest on Lease Liability	(4.72)	-
Dividend and Dividend tax paid	(3214.60)	(1,474.62)
Net Cash (used in) Financing activities	(2,871.65)	(1,832.21)
Net Increase/(Decrease) in cash or cash equivalents (A+B+C)	(62.69)	16.07
Cash and Cash Equivalents at the beginning of the financial year	75.16	59.09
Cash and Cash Equivalents at the end of the year	12.47	75.16

Notes

The above Statement of Cash Flows Statement has been prepared under the "Indirect Method" as set out in the Indian Accounting Standard (Ind AS 7) - Statement of Cash Flows.

