

September 15<sup>th</sup>, 2020

**The National Stock Exchange of India Limited**  
Exchange Plaza", 5th Floor,  
Plot No. C/1, G Block,  
Bandra-Kurla Complex, Bandra (East),  
**MUMBAI – 400 051**  
NSE Symbol: JHS

**BSE Limited**  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
**MUMBAI - 400 001**  
Scrip Code: 532771

**Sub: Outcome of Board Meeting- September 15<sup>th</sup>, 2020 and Un-Audited Financial Results (Standalone & Consolidated) for the Quarter ended June 30, 2020 with Limited Review Reports thereon**

Pursuant to the applicable provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), including Regulation 30 & 33, this is to inform you that the Board of Directors of JHS SVENDGAARD LABORATORIES LTD ('the Company'), at their meeting held today, i.e. on September 15, 2020 (commenced at 12:00 Noon and concluded at 02:10 PM), has, *inter- alia*, approved the Standalone & Consolidated Un-Audited Financial Results (UFRs) for the First Quarter ended on June 30, 2020 and taken on record the Limited Review Reports (LRRs) on such UFRs.

Copies of duly signed UFRs (Standalone and Consolidated) for the First Quarter ended on June 30, 2020 along with the LRRs thereon are enclosed herewith as **Annexure A**.

Further, the aforesaid information is also being made available on the website of the Company at [www.svendgaard.com](http://www.svendgaard.com).

We request you to kindly take the same on record.

Thanking You,

Yours faithfully

**For JHS SVENDGAARD LABORATORIES LIMITED**

  
**Kirti Maheshwari**  
Company Secretary & Compliance Officer

**Encl: As Above**

# **S.N. Dhawan & CO. LLP**

**Chartered Accountants**

## **Limited Review Report on Unaudited Standalone Quarterly Results**

**To the Board of Directors of JHS Svendgaard Laboratories Limited**

1. We have reviewed the accompanying statement of unaudited financial results of **JHS Svendgaard Laboratories Limited** ("the Company") for the quarter ended 30 June 2020 ("the Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India ("the SEBI") (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended. This Statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 'Interim Financial Reporting' ('Ind AS 34'), prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with relevant Rules issued thereunder; as applicable and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.
2. 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 is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. 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 Ind AS and other accounting principles generally accepted in India, 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 misstatement.

For **S.N. Dhawan & Co LLP**

Chartered Accountants

Firm Registration No.: 000050N/N500045

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S. K. Khattar

Partner

M. No. 084993

UDIN 20084993AAAAACN5671

Place: New Delhi

Date: 15 September 2020

421, II Floor, Udyog Vihar, Phase – IV, Gurgaon – 122016, Haryana. Tel: +91 124 481 4444

Registered Office: D 74, Malcha Marg, Diplomatic Enclave, New Delhi - 110021

## JHS SVENDGAARD LABORATORIES LIMITED

Regd. Office: Trilokpur Road, Kheri (Kala-Amb), Tehsil Nahan, Distt. Sirmour, Himachal Pradesh - 173030, INDIA

CIN-L24230HP2004PLC027558

### STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2020

S.No.	Particulars	(Rs in lakhs)			
		Quarter Ended 30th June 2020	Quarter Ended 31st March 2020	Quarter Ended 30th June 2019	Year Ended 31st March 2020
		Unaudited	Audited	Unaudited	Audited
<b>1</b>	<b>Income</b>				
	(a) Revenue from operations	1,611.45	4,049.97	2,325.72	13,295.61
	(b) Other income	167.30	702.62	133.98	1,175.32
	<b>Total income</b>	<b>1,778.75</b>	<b>4,752.59</b>	<b>2,459.70</b>	<b>14,470.93</b>
<b>2</b>	<b>Expenses</b>				
	(a) Cost of materials consumed	1,335.61	2,820.02	1,588.01	9,496.24
	(b) Purchases of stock-in-trade	26.78	21.51	-	21.51
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	160.07	74.27	19.15	190.13
	(d) Employee benefits expense	124.30	210.99	215.52	874.81
	(e) Finance costs	11.91	3.37	30.46	136.11
	(f) Depreciation and amortisation expenses	138.88	178.43	184.80	742.97
	(g) Other expenses	195.17	575.64	348.30	1,766.38
	<b>Total expenses</b>	<b>1,992.72</b>	<b>3,884.23</b>	<b>2,386.24</b>	<b>13,228.15</b>
<b>3</b>	<b>Profit/(loss) before exceptional items and tax (1-2)</b>	<b>(213.97)</b>	<b>868.36</b>	<b>73.46</b>	<b>1,242.78</b>
<b>4</b>	<b>Exceptional items</b>	-	(1,063.69)	-	(1,063.69)
<b>5</b>	<b>Profit/(loss) before tax (3+4)</b>	<b>(213.97)</b>	<b>(195.33)</b>	<b>73.46</b>	<b>179.09</b>
<b>6</b>	<b>Tax expense/(Income)</b>				
	Current Tax	-	100.85	10.21	180.87
	Deferred Tax	(15.69)	(185.47)	16.65	(152.38)
	Tax for earlier years	-	-	-	(26.39)
<b>7</b>	<b>Net Profit/(loss) for the period (5-6)</b>	<b>(198.28)</b>	<b>(110.71)</b>	<b>46.60</b>	<b>176.99</b>
<b>8</b>	<b>Other comprehensive income</b>				
	(a) -Items that will not be reclassified to profit or loss	(0.53)	(7.76)	1.88	(2.13)
	-Income tax relating to items that will not be reclassified to profit or loss	0.15	2.16	(0.52)	0.60
	(b) -Items that will be reclassified to profit or loss	-	-	-	-
	-Income tax relating to items that will be reclassified to profit or loss	-	-	-	-
<b>9</b>	<b>Total comprehensive income for the period (7+8)</b>	<b>(198.66)</b>	<b>(116.30)</b>	<b>47.96</b>	<b>175.46</b>
<b>10</b>	<b>Paid-up equity share capital ( Face value per share Rs. 10/-)</b>	<b>6,090.05</b>	<b>6,090.05</b>	<b>6,090.05</b>	<b>6,090.05</b>
<b>11</b>	<b>Reserve excluding revaluation reserves as per balance sheet of previous accounting year</b>				<b>12,059.75</b>
<b>12</b>	<b>Earnings per equity share</b>				
	(a) Basic (Rs.)	(0.33)	(0.18)	0.08	0.29
	(b) Diluted (Rs.)	(0.33)	(0.18)	0.08	0.29

**Notes:**

- The above unaudited standalone financial results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company in the respective meetings held on 15th September, 2020. The same have been reviewed by the Statutory Auditors of the Company as required under Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure requirements) Regulation, 2015.
- In line with the provisions of Ind AS 108 - Operating Segments and on the basis the review of operations being done by the Management, the operations of the Company fall under Manufacturing of Oral Care products, which is considered to be the only reportable segment by the management.
- The Company has entered into tripartite agreement to settle its export outstanding dues with one of its customer. Simultaneously, during the quarter Company has received the goods amounting to Rs 1,917.15 Lakhs and given to the third party as per tripartite agreement at a consideration of Rs 1,955.49 Lakhs. The Company has taken necessary permission from the concerned bank to adjust the outstanding export dues against the goods received. Accordingly, the net consideration of this transaction amounting to Rs. 38.34 Lakhs has been shown in other income.
- As a result of the nationwide lockdown imposed by the Government of India due to outbreak of Covid-19 pandemic, the business operations of the Company were temporarily disrupted at its facilities with reference to sales, marketing, personnel, warehouses and distribution locations. The operations of the Company have been resumed in line with the Government of India directives issued in this regard. The Management has assessed that there is no material impact on the business operations. Further, the management has also evaluated its liquidity position, recoverability of its assets based on current estimates and expects that the carrying amount of these assets will be recovered. The Company also believes that the impact of COVID-19 is short term in nature and does not anticipate any medium to long term risk. The Company will continue to closely monitor any material changes to future economic conditions considering the uncertainty involved.
- Figures of the quarter ended 31st March, 2020 are balancing figures between audited figures for the full financial year and the reviewed year to date figures upto the third quarter of the said financial year.
- Figures for the previous quarters/years have been regrouped and reclassified to conform with current quarter/year presentation, where ever applicable.

By Order of the Board

  
 Nikhil Nanda  
 Managing Director  
 DIN : 00051501

Place : New Delhi  
 Date : 15 September, 2020



# S.N. Dhawan & CO. LLP

Chartered Accountants

## Limited Review Report on Unaudited Consolidated Quarterly Financial Results

### To the Board of Directors of JHS Svendgaard Laboratories Limited

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of **JHS Svendgaard Laboratories Limited** ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), for the quarter ended 30 June 2020 ("the Statement"), being submitted by the Parent pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India ("the SEBI") (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 'Interim Financial Reporting' ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder, as applicable and other accounting principles generally accepted in India. 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. 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 SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

4. The Statement includes the results of the following entities:

Sr.no.	Name of Entities	Relationship
1	JHS Svendgaard Brands Limited (formerly known as JHS Svendgaard Dental Care Limited),	Subsidiary
2	JHS Svendgaard Mechanical and Warehouse Private Limited	Subsidiary
3	JHS Svendgaard Retail Ventures Private Limited	Subsidiary

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors 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 Ind AS and other accounting principles generally accepted in India, 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 misstatement.

Plot No.421, IInd Floor, Udyog Vihar, Phase – IV, Gurgaon – 122016, Haryana. Tel: +91 124 481 4444

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6. We did not review the interim financial results of three subsidiaries included in the statement, whose financial results reflect total revenues of Rs 72.50 lakhs, total net loss after tax of Rs. 46.40 lakhs and total comprehensive loss of Rs 45.17 lakhs (after eliminating intra-group transactions) lakhs for the quarter ended 30 June 2020, as considered in the statement. The interim financial results of these subsidiaries have been reviewed by the other auditors whose reports have been furnished to us by the management, and our conclusion in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the report of other auditors and the procedures performed by us as stated in paragraph 3 above.

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

For **S.N. Dhawan & Co LLP**

Chartered Accountants

Firm Registration No.: 000050N/N500045

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**S.K. Khattar**

Partner

Membership No.: 084993

UDIN 20084993AAAACO8959

Place: New Delhi

Date: 15 September 2020

## JHS SVENDGAARD LABORATORIES LIMITED

Regd. Office: Trilokpur Road, Kheri (Kala-Amb), Tehsil Nahani, Distt. Sirmour, Himachal Pradesh - 173030, INDIA  
CIN-L24230HP2004PLC027558

### STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2020

S.No.	Particulars	(Rs in lakhs)			
		Quarter Ended 30th June 2020	Quarter Ended 31st March 2020	Quarter Ended 30th June 2019	Year Ended 31st March 2020
		Unaudited	Audited	Unaudited	Audited
<b>1</b>	<b>Income</b>				
	(a) Revenue from operations	1,677.34	4,125.49	2,535.48	13,911.42
	(b) Other income	195.79	782.00	168.62	1,383.50
	<b>Total income</b>	<b>1,873.13</b>	<b>4,907.49</b>	<b>2,704.10</b>	<b>15,294.92</b>
<b>2</b>	<b>Expenses</b>				
	(a) Cost of materials consumed	1,335.61	2,820.02	1,588.01	9,496.24
	(b) Purchase of stock-in-trade	32.36	95.05	90.50	336.85
	(c) Changes in inventories of finished goods, work-in-progress	197.43	17.09	41.63	130.07
	(d) Employee benefits expense	162.14	328.22	324.46	1,343.57
	(e) Finance Costs	32.51	24.34	46.59	195.25
	(f) Depreciation and amortisation expense	190.57	229.61	208.90	876.07
	(g) Other expenses	241.40	710.66	505.18	2,437.48
	<b>Total expenses</b>	<b>2,192.02</b>	<b>4,224.99</b>	<b>2,805.26</b>	<b>14,815.53</b>
<b>3</b>	<b>Profit / (Loss) before exceptional Items and tax (1-2)</b>	<b>(318.89)</b>	<b>682.50</b>	<b>(101.16)</b>	<b>479.39</b>
<b>4</b>	Exceptional items	-	(1,063.69)	-	(1,063.69)
<b>5</b>	<b>Profit / (Loss) before tax (3+4)</b>	<b>(318.89)</b>	<b>(381.19)</b>	<b>(101.16)</b>	<b>(584.30)</b>
<b>6</b>	<b>Tax expense/(income)</b>				
	Current Tax	-	100.86	10.21	180.87
	Deffered Tax	(68.66)	(229.09)	(34.70)	(253.28)
	Tax for earlier years	-	-	-	(26.39)
<b>7</b>	<b>Net Profit / (Loss) for the period (5-6)</b>	<b>(250.23)</b>	<b>(252.96)</b>	<b>(76.67)</b>	<b>(485.50)</b>
<b>8</b>	<b>Other comprehensive income</b>				
	(a) -Items that will not be reclassified to profit or loss	1.12	(2.75)	2.42	4.50
	-Income tax relating to items that will not be reclassified to	(0.28)	0.86	(0.66)	(1.13)
	(b) -Items that will be reclassified to profit or loss	-	-	-	-
	-Income tax relating to items that will be reclassified to profit or	-	-	-	-
<b>9</b>	<b>Total comprehensive income (7+8)</b>	<b>(249.39)</b>	<b>(254.86)</b>	<b>(74.91)</b>	<b>(482.13)</b>
	<b>Net profit attributable to:</b>				
	Owners of the Company	(251.88)	(181.59)	(28.73)	(197.91)
	Non-controlling interest	1.65	(71.37)	(47.94)	(287.59)
	<b>Other Comprehensive Income attributable to:</b>				
	Owners of the Company	0.24	(3.69)	1.61	1.01
	Non-controlling interest	0.60	1.79	0.15	2.36
	<b>Total Comprehensive Income attributable to:</b>				
	Owners of the Company	(251.64)	(185.26)	(27.12)	(196.90)
	Non-controlling interest	2.25	(69.60)	(47.79)	(285.23)
<b>10</b>	<b>Paid-up equity share capital ( Face value per share Rs. 10/-)</b>	<b>6,090.05</b>	<b>6,090.05</b>	<b>6,090.05</b>	<b>6,090.05</b>
<b>11</b>	<b>Reserve excluding revaluation reserves as per balance sheet of previous accounting year</b>				<b>11,709.80</b>
<b>12</b>	<b>Earnings per equity share</b>				
	(a) Basic (Rs.)	(0.41)	(0.30)	(0.05)	(0.32)
	(b) Diluted (Rs.)	(0.41)	(0.30)	(0.05)	(0.32)



## JHS SVENDGAARD LABORATORIES LIMITED

Regd. Office: Trilokpur Road, Kheri (Kala-Amb), Tehsil Nahan, Distt. Sirmour, Himachal Pradesh - 173030, INDIA  
CIN-L24230HP2004PLC027558

**Notes:**

- 1 The above unaudited consolidated financial results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company in the respective meetings held on 15th September, 2020. The same have been reviewed by the Statutory Auditors of the Company as required under Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure requirements) Regulation, 2015.
- 2 The consolidated financial results of the Company include financials of three subsidiaries namely JHS Svendgaard Brands Limited (formerly known as JHS Svendgaard Dental Care Limited), JHS Svendgaard Mechanical and Warehouse Private Limited & JHS Svendgaard Retail Ventures Private Limited. The details of ownership is given as below :-

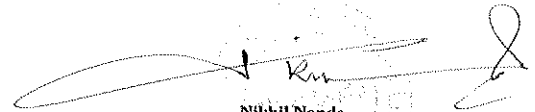
Particulars	As on 30th June, 2020	As on 31st March, 2020
JHS Svendgaard Brands Limited	50.77%	50.77%
JHS Mechanical and Warehouse Private Limited	99.99%	99.99%
JHS Svendgaard Retail Ventures Private Limited	99.82%	99.82%

- 3 In line with the provisions of Ind AS 108 - Operating Segments and on the basis the review of operations being done by the Management, The Following disclosures have been made to enable users of financials instruments for better understanding of business of group.

Particulars	Manufacturing Business		Other than Manufacturing Business		Retail Business	
	Quarter ended 30th June, 2020	Quarter ended 30th June, 2019	Quarter ended 30th June, 2020	Quarter ended 30th June, 2019	Quarter ended 30th June, 2020	Quarter ended 30th June, 2019
Sale to external customers	1,604.84	2,169.76	46.59	309.08	25.91	56.64
Revenue with other operating segment	6.60	155.96	-	0.91	-	-
Depreciation	138.88	184.80	5.24	4.88	46.45	19.22
Cost of goods sold	1,522.46	1,607.16	19.60	222.49	22.42	44.44
Income tax expense/(income)	(15.69)	26.86	(36.06)	(44.31)	(14.96)	(6.28)
Total assets	21,744.99	22,220.81	1,433.06	1,917.27	1,089.66	823.28
Total liabilities	3,801.45	4,198.14	279.47	549.27	533.29	211.74

- 4 The Company has entered into tripartite agreement to settle its export outstanding dues with one of its customer. Simultaneously, during the quarter Company has received the goods amounting to Rs 1,917.15 Lakhs and given to the third party as per tripartite agreement at a consideration of Rs 1,955.49 Lakhs. The Company has taken necessary permission from the concerned bank to adjust the outstanding export dues against the goods received. Accordingly, the net consideration of this transaction amounting to Rs. 38.34 Lakhs has been shown in other income.
- 5 As a result of the nationwide lockdown imposed by the Government of India due to outbreak of Covid-19 pandemic, the business operations of the Group were temporarily disrupted at its facilities with reference to sales, marketing, personnel, warehouses and distribution locations. The operations of the Group have been resumed in line with the Government of India directives issued in this regard. The Management has assessed that there is no material impact on the business operations. Further, the management has also evaluated its liquidity position, recoverability of its assets based on current estimates and expects that the carrying amount of these assets will be recovered. The Group also believes that the impact of COVID-19 is short term in nature and does not anticipate any medium to long term risk. The Group will continue to closely monitor any material changes to future economic conditions considering the uncertainty involved.
- 6 The Consolidated Financial Results include the results for the quarter ended 31 March 2020 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.
- 7 Figures for the previous quarters/years have been regrouped and reclassified to conform with current quarter/year presentation, where ever applicable.

By Order of the Board



Nikhil Nanda  
Managing Director  
DIN : 00051501

Place : New Delhi  
Date : 15 September, 2020