

HEMO ORGANIC LIMITED

CIN: - L24231GJ1992PLC018224

Address: - 8-A, Gulnar, Chinar - Gulnar Appt. V V Nagar Road Anand -388001

Email ID: - drdineshpatel@rediffmail.com, Website: - www.hemoorganicltd.com

Date: July 24, 2020

To,
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai - 400 001.

Dear Sir,

Sub: Submission of Audited Financial Result of the Company for the quarter and year ended on March 31, 2020 along with Auditor Report (Modified Opinion) and Form B

Ref: Hemo Organic Limited (Security ID: HEMORGANIC, Security Code: 524590)

In reference to captioned subject and pursuant to Regulation 33(3) (d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are hereby submitting the followings:

1. Audited Financial Results for the quarter and year ended on March 31, 2020.
2. Statement of Assets and Liabilities
3. Cash Flow Statement
4. Audit Report on the Audited Financial Results.
5. Form B

Kindly take the same on your record and disseminate the same on your website and oblige us.

Thanking You,

Yours faithfully,
For, Hemo Organic Limited



Dr. Dinesh Patel
Managing Director
DIN 00481641

Place: Anand

Hemo Organic Limited

CIN No. L24231GJ1992PLC018224
Registered Office: 8-A, Gulnar, Chinar - Gulnar Appt. V V Nagar Road, Anand, Gujarat, 388001

AUDITED FINANCIAL RESULTS (STANDALONE) FOR THE QUARTER ENDED ON MARCH 31, 2020

PART - I

(Rs. in lakhs)

Sr. No.	Particulars	Quarter ended	Quarter ended	Quarter ended	Financial Year ended on	Financial Year ended on
		31.03.2020 (Audited)	31.12.2019 (Audited)	31.03.2019 (Audited)	31.03.2020 (Audited)	31.03.2019 (Audited)
I.	INCOME					
	(a) Revenue from operations	13.02	7.89	2.87	27.72	5.46
	(b) Other Income	-	-	-	-	-
	Total Income	13.02	7.89	2.87	27.72	5.46
II.	EXPENSES					
	(a) Purchases of Stock-in-trade	8.98	4.44	1.78	19.03	4.82
	(b) Changes in stock of finished goods, work-in-progress and stock-in-trade	-	0.02	0.04	0.07	2.21
	(c) Employee benefit expense	0.65	0.65	0.65	2.58	2.64
	(d) Finance costs	-	-	-	-	-
	(e) Depreciation and amortisation expense	-	-	-	-	-
	(f) Other expenses	0.81	1.15	0.55	8.22	7.79
	Total Expenses (a to g)	10.44	6.26	3.02	29.90	17.46
III.	Profit before exceptional items and tax (I) - (II)	2.58	1.63	(0.15)	(2.18)	(12.00)
IV.	Exceptional Items	-	-	-	-	-
V.	Profit before tax (III) - (IV)	2.58	1.63	(0.15)	(2.18)	(12.00)
VI.	Tax Expense					
	(a) Current tax					
	- Current year	-	-	-	-	-
	- Prior years	-	-	-	-	-
	- MAT Credit (Entitlement)	-	-	-	-	-
	(b) Deferred tax	-	-	-	-	-
	Total tax expense	2.58	1.63	(0.15)	(2.18)	(12.00)
VII.	Profit after tax for the period (V) - (VI)	2.58	1.63	(0.15)	(2.18)	(12.00)
VIII.	Other comprehensive income					
	Items that will not be reclassified to profit or loss	-	-	-	-	-
	Remeasurement of the defined benefit liabilities	-	-	-	-	-
	Equity instruments through other comprehensive income	-	-	-	-	-
	Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-
	Other comprehensive income, net of tax	-	-	-	-	-
IX.	Total comprehensive Income for the period	2.58	1.63	(0.15)	(2.18)	(12.00)
X.	Paid up equity share capital (Face value of Rs. 10 each)	346.59	346.59	346.59	346.59	346.59
XI.	Reserves i.e. Other Equity	-	-	-	-	-
XII.	Earnings per equity share (Face value of Rs. 10 each)					
	(1) Basic	0.07	0.05	(0.00)	(0.06)	(0.35)
	(2) Diluted	0.07	0.05	(0.00)	(0.06)	(0.35)



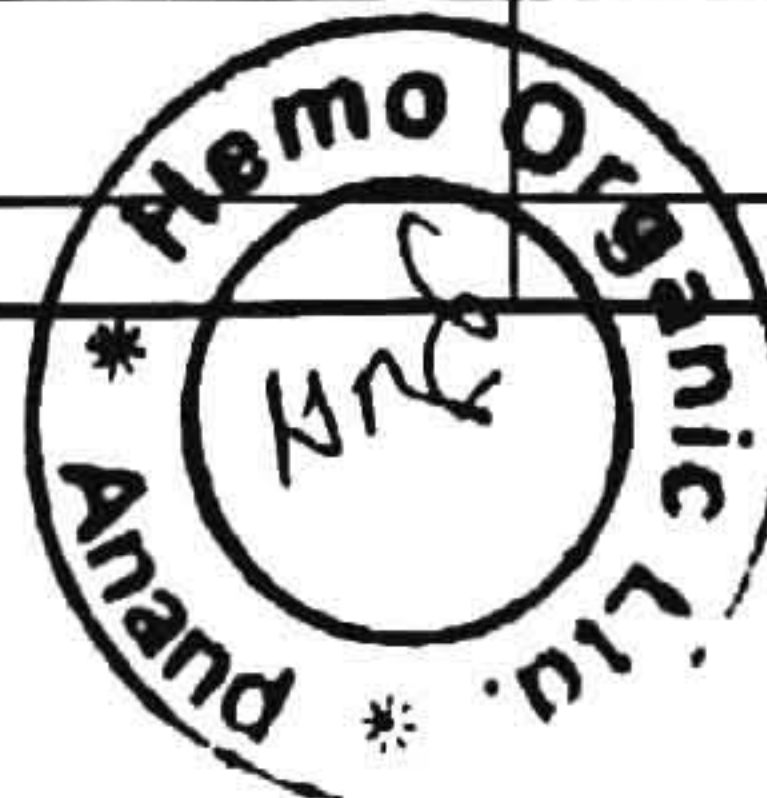
01/04

STATEMENT OF ASSETS AND LIABILITIES		
<i>(Rs. in lakhs)</i>		
Particulars	As at 31st March 2020	As at 31st March 2019
ASSETS		
1) Non-current assets		
(a) Property, Plant and Equipment	0.20	0.20
(b) Capital work-in-progress	-	-
(c) Intangible assets under development	-	-
(d) Financial Assets		
(i) Investments	-	-
(ii) Loans	-	-
(iii) Other Financial Assets	-	-
(e) Deffered Tax Assets	14.05	14.05
(f) Other Non - Current Assets	-	-
2) Current assets		
(a) Inventories	0.14	0.21
(b) Financial Assets		
(i) Trade receivables	6.87	73.69
(ii) Cash and cash equivalents	1.86	1.34
(iii) Bank balances other than (ii) above	0.88	0.81
(iv) Loans	-	3.16
(v) Other Financial Assets	-	-
(c) Other current assets	0.72	1.74
Total Assets	24.72	95.20
EQUITY AND LIABILITIES		
Equity		
(a) Equity Share capital	346.59	346.59
(b) Other Equity	(335.22)	(333.04)
LIABILITIES		
1) Non-current liabilities		
(a) Financial Liabilities		
(i) Borrowings	0.20	8.30
(ii) Other financial liabilities (other than those specified in item (b), to be specified)	-	-
(b) Provisions	-	-
(c) Deferred tax liabilities (Net)	-	-
2) Current liabilities		
(a) Financial Liabilities		
(i) Borrowings	-	-
(ii) Trade payables	9.94	73.10
(iii) Other financial liabilities	2.96	-
(b) Other current liabilities	-	-
(c) Provisions	0.25	0.25
(d) Current Tax Liabilities (Net)	-	-
Total Equity and Liabilities	24.72	95.20



02/04

Cash flow Statement For the year ending on 31st March,2020			
(Rs. in lakhs)			
Sr No.	Particulars	Year Ended on 31.03.2020	Year Ended on 31.03.2019
A.	Cash flows from operating activites		
	Net profit before tax	(2.18)	(12.00)
	Non Cash Income/Expense	-	-
	Sundry balances / Excess Liabilities written back	-	-
	Prior Period items - Income Tax	-	-
	Operating profit before working capital changes	(2.18)	(12.00)
	Net Changes in :-		
	(Increase)/ decrease In Operating Assets :		
	- Inventories	0.07	2.21
	- Trade Receivables	66.83	(1.42)
	- Current Loans	3.16	-
	- Other Non - Current Assets	-	-
	- Other Current Assets	1.02	(0.42)
	Increase/ (Decrease) in Operating Liabilities :		
	- Long - Term Provisions	-	-
	- Trade Payables	(63.16)	7.14
	- Short - Term Provisions	-	0.25
	- Liabilty of Borrowing	(8.10)	-
	- Other Financial Liabilities	2.96	-
	Cash generated from operations	0.60	(4.24)
	- Income tax paid	-	-
	Net cash inflow/(outflow) from operating activities (A)	0.60	(4.24)
B.	Cash flow from Investing activites		
	- Loans given	-	3.55
	- Repayment of Loans & Advances	-	-
	- Interest Received	-	-
	Net cash inflow / (outflow) from investing activities (B)	-	3.55
C.	Cash Inflow/(outflow) from financing activities		
	- Repayment of short-term borrowings	-	-
	- Proceeds from other long term liabilities	-	-
	- Financial expenses	-	-
	Net cash inflow / (outflow) used in financing activities (C)	-	-
	Net changes in cash and cash equivalents	0.60	(0.69)
	Opening Cash and cash equivalents	2.14	2.83
	Closing Cash and cash equivalents	2.74	2.14



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Notes :

- 1 The Company operates in a single segment . As per Ind AS 108 on segment reporting prescribed under section 133 of the companies Act, 2013, the same is considered to constitute as single primary segment. Accordingly, the disclosure requirements of Ind AS 108 are not applicable.
- 2 The above standalone financial results were reviewed by the Audit Committee and taken on record by the Board of Directors at their meeting held on 24th July,2020.
- 3 The financial results of the company have been prepared in accordance with Indian Accounting Standards prescribed under section 133 of the companies Act, 2013 read with relevant rules there under and in terms with regulation 33 of SEBI (Listing Obligation and Disclosures Requirements) regulations 2015 and SEBI circular dated 5th July 2016.
- 4 Earning per share for the quarter and year ended has been calculated as per weighted average formula and diluted Earning per share has been calculated considering proposed issue of equity shares on account of conversion of convertible securities.
- 5 Previous period figures have been regrouped and rearranged, whenever considered necessary.
- 6 The outbreak of Coronavirus (COVID-19) pandemic globally and in India is causing significant disturbance and slowdown of economic activity. In many countries, businesses are being forced to cease or limit their operations for long or indefinite period of time. Measures taken to contain the spread of the virus, including travel bans, quarantines, social distancing, and closures of non-essential services have triggered significant disruptions to businesses worldwide, resulting in an economic slowdown.
- 7 COVID-19 is significantly impacting business operation of the companies, by way of interruption in production, supply chain disruption, unavailability of personnel, closure / lock down of production facilities etc. On 24th March 2020, the Government of India ordered a nationwide lockdown for 21 days which further got extended till 3rd May 2020 to prevent community spread of COVID-19 in India resulting in significant reduction in economic activities.
- 8 In assessing the recoverability of Company's assets such as Investments, Loans, intangible assets, Goodwill, Trade receivable, Inventories etc. the Company has considered internal and external information upto the date of approval of these financial results. The company has performed sensitivity analysis on the assumptions used basis the internal and external information / indicators of future economic conditions and expects to recover the carrying amount of the assets.



By order of the Board
Hemo Organic Limited

Handwritten signature

Dineshbhai Patel
Managing Director
DIN: 00481641

04/04

INDEPENDENT AUDITORS' REPORT on Standalone Annual Financial Results of HEMO ORGANIC LIMITED Pursuant to the Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

TO THE BOARD OF HEMO ORGANIC LIMITED

Opinion

We have audited the accompanying standalone annual financial results of **HEMO ORGANIC LIMITED** ("the Company"), which comprise the Balance Sheet as at 31 March 2020, 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) ('Listing Regulations') including relevant circulars issued by the Securities and Exchange Board of India (SEBI) from time to time.

In our opinion and to the best of our information and according to the explanations given to us, *except for the matters stated in paragraph basis of qualified opinion* the statement:

- i. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
- ii. gives a true and fair view in conformity with the accounting principles generally accepted in India of the state of affairs of the Company as at 31 March 2020, its loss (including other comprehensive income), changes in equity and its cash flows for the year ended on that date.

Basis of Qualified Opinion:

We conducted our audit of the standalone Ind AS financial statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Our responsibility under those Standards are further described in Auditor's Responsibility for the Audit of the standalone financial statements section of our report. We are independent of the company in accordance of with code of ethics issued by ICAI together with the independence requirement that are relevant to our audit of standalone financial statement under the provisions of the Act and the rule made there under, and we have fulfilled our other ethical responsibilities in accordance with the requirements and the ICAI's Code of Ethics.



We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the stand alone financial statement except for the following matter:

- 1. We have not been provided with the balance confirmation or any other details for the trade receivable and trade payable shown in the books of accounts.*
- 2. We have not been able to verify the transactional documents relating bank statements. Four out of five account are not shown to us for verification. According to the management, the other accounts are dormant and therefore the same have not been collected from bank.*

Emphasis of Matter

- 1. We draw your attention to Note 7&8 to the Financial Results which explains the management's assessment of financial impact due to the lock-down and other restrictions and conditions related to the COVID-19 pandemic situation, for which a definitive assessment of the impact in the subsequent period is highly dependent upon circumstances as they evolve.*
- 2. The Company has not charged depreciation on the fixed assets during the year and accordingly provision of Indian Accounting Standards relating to depreciation and Deferred Tax Asset / Liabilities have not been followed. The management represented that the amount of depreciation being negligible the same has been not been incorporated.*
- 3. The closing stock has been calculated and certified by management only and we have not been provided with the basis of calculation.*

Management's and Those Charged with Governance Responsibilities for the Statement

This Statement has been prepared on the basis of the standalone annual financial statements. The Company's Board of Directors is responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit / loss and other comprehensive income and other financial information of the Company in accordance with the accounting principles generally accepted in India, including Ind AS 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 Regulation 33 of the Listing Regulations including SEBI Circular. This responsibility also includes 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 design, implementation and maintenance of adequate internal financial controls that were operating.



effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the Statement, the Board of Directors is responsible for assessing the Company's ability 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.

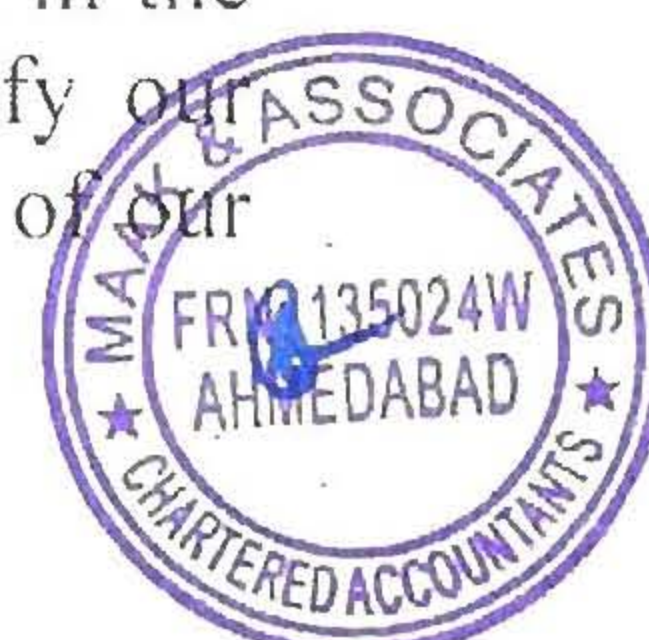
The Board of Directors is also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibility

Our objectives are to obtain reasonable assurance about whether standalone financial statements 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 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 aggregate, they could reasonably be expected to influence the economic decision of users taken on the basis of these standalone financial statements.

As a 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 risk of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedure responsive to those risk, and obtain 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 omission, misrepresentation, or the override of internal control.
- Obtain an understanding of internal financial control relevant to the audit in order to design audit procedure that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial control system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of management's 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 Company's ability 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 standalone financial statements 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 standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance 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.

The Statement includes the financial results for the quarter ended 31 March 2020, being the balancing figures between the audited figures in respect of the full financial year and the published audited year-to-date figures up to the third quarter of the current financial year, which were subject to audit by us.

Date : 24/07/2020
Place : Ahmedabad
UDIN: 20137390AAAACX3121



FOR M A A K & ASSOCIATES
(Chartered Accountants)
Reg No. :135024w

A.A. Shah

CA Archit Shah
Partner
M.No. : 137390

FORM B (for audit report with modified opinion)

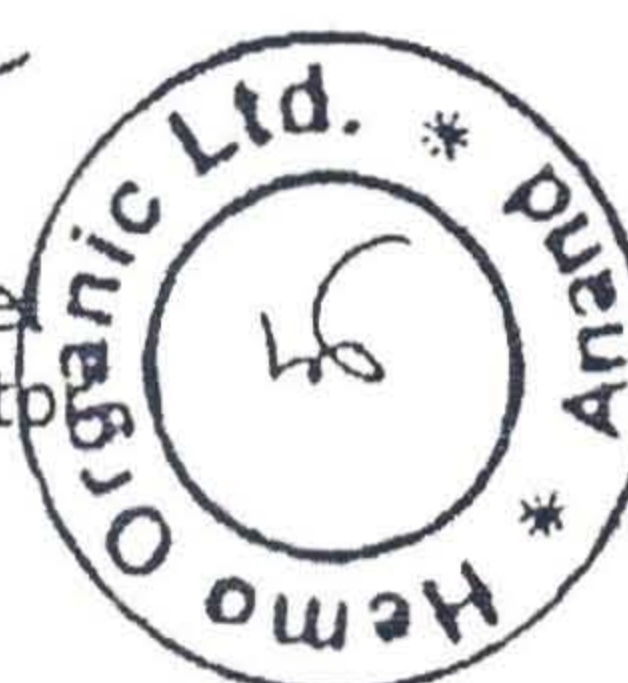
Sr. No.	Particulars	Details
1.	Name of the company	Hemo Organic Limited
2.	Annual financial statements for the year ended	March 31, 2020
3.	Type of Audit qualification	Disclaimer of Opinion
4.	Frequency of qualification	Occurred thrice
5.	Draw attention to relevant notes in the annual financial statements and management response to the qualification in the directors report:	<p>Disclaimer Remarks by Auditor</p> <ol style="list-style-type: none"> 1) The Company has not charged depreciation on the fixed assets during the year and accordingly provision of Indian Accounting Standards relating to depreciation and Deferred Tax Asset / Liabilities have not been followed. The management represented that the amount of depreciation being negligible the same has been not been incorporated. 2) The closing stock has been calculated and certified by management only and we have not been provided with the basis of calculation. 3) We have not been provided with the balance confirmation or any other details for the trade receivable and trade payable shown in the books of accounts. 4) We have not been able to verify the transactional documents relating bank statements of four out of five accounts are shown to us for verification, according to the management the other accounts are dormant and therefore the same have not been collected from bank. <p>As a result of these matters, we were unable to determine whether any adjustments might have been found necessary in respect of recorded or unrecorded transactions and accounts receivable/ payable in the Balance Sheet, and the corresponding elements making up the Statement of Profit and Loss and Cash Flow statement.</p> <p>Management Reply</p> <ol style="list-style-type: none"> 1) In respect of charging of Depreciation, the amount of depreciation was being negligible, the same was not taken in to consideration 2) The management has verified the closing stock and its value 3) The Company is in process of getting balance confirmation from the parties belonging to trade payables and trade receivables. 4) The accounts which have not been shown to auditor are dormant and hence company cannot get the same from the bank.
6.	Additional comments from the board/audit committee chair:	The Management is trying to resolve all the above matters. Additional comments or progress, if any, will be provided in the Directors Report for the FY 2019-20

For, Hemo Organic Limited

For, Hemo Organic Limited

For, M A A K & Associates
(Chartered Accountants)
FRN: 135024W

Dineshbhai Patel
Managing Director
DIN 00481641



P. Patel
Pankaj Patel
Chairman
Audit Committee

AA. Shah
CA Archit Shah
Partner
M. No. 137390

