

**Independent Auditor's Report on the Quarterly and Year to Date Audited Standalone Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

To  
The Board of Directors of  
KDDL Limited

**Report on the audit of the Standalone Financial Results****Opinion**

We have audited the accompanying statement of quarterly and year to date standalone financial results of KDDL Limited (the "Company") for the quarter ended March 31, 2021 and for the year ended March 31, 2021 ("Statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- i. is presented in accordance with the requirements of the Listing Regulations in this regard; and
- ii. gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information of the Company for the quarter ended March 31, 2021 and for the year ended March 31, 2021.

**Basis for Opinion**

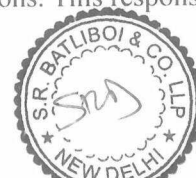
We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Standalone Financial Results" 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.

**Emphasis of Matter**

We draw attention to Note 3 to the accompanying standalone financial results, which describes the uncertainties and impact of second wave of COVID-19 pandemic on the Company's operations and results as assessed by the management. Our opinion is not modified in respect of this matter.

**Management's Responsibilities for the Standalone Financial Results**

The Statement has been prepared on the basis of the standalone annual financial statements. The Board of Directors of the Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive income of the Company and other financial information in accordance with the applicable 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 Regulation 33 of the Listing Regulations. This responsibility



# **S.R. BATLIBOI & Co. LLP**

Chartered Accountants

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 the 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 give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, the Board of Directors are 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 are also responsible for overseeing the Company's financial reporting process.

## **Auditor's Responsibilities for the Audit of the Standalone Financial Results**

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is 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 the Statement.

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 Statement, 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 on 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 of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- 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 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 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 Statement, including the disclosures, and whether the Statement represents 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.



# **S.R. BATLIBOI & Co. LLP**

Chartered Accountants

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.

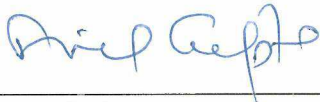
## **Other Matter**

The Statement includes the results for the quarter ended March 31, 2021 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2021 and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

**For S.R. BATLIBOI & Co. LLP**

Chartered Accountants

ICAI Firm Registration Number: 301003E/E300005



**per Anil Gupta**

Partner

Membership No.: 87921

UDIN: 21087921AAAABP8910

Place: New Delhi

Date: June 14, 2021





**KDDL Limited**  
**Statement of Audited Standalone Financial Results for the Quarter and Year ended 31 March 2021**

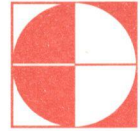
(₹ in Lakhs)

S. No.	Particulars	Quarter Ended			Year Ended	
		31 March (Audited)*	31 December (Unaudited)	31 March (Audited)*	31 March (Audited)	31 March (Audited)
		2021	2020	2020	2021	2020
1	Revenue from operations	5050	4083	4074	14689	18059
2	Other income	(16)**	103	113	252	527
3	<b>Total Income (1+2)</b>	<b>5034</b>	<b>4186</b>	<b>4187</b>	<b>14941</b>	<b>18586</b>
4	<b>Expenses</b>					
	Cost of raw materials consumed	1318	993	1061	3523	4522
	Changes in inventories of finished goods, work-in-progress and scrap	(112)	55	(30)	245	(13)
	Employee benefits expenses	1456	1311	1283	4970	5531
	Finance costs	221	227	227	927	885
	Depreciation and amortisation expense	294	299	310	1195	1193
	Other expenses	1168	954	1194	3566	5080
	<b>Total Expenses</b>	<b>4345</b>	<b>3839</b>	<b>4045</b>	<b>14426</b>	<b>17198</b>
5	<b>Profit before income tax (3-4)</b>	<b>689</b>	<b>347</b>	<b>142</b>	<b>515</b>	<b>1388</b>
6	<b>Income tax expense</b>					
	- Current tax	119	-	44	119	384
	- Current tax for earlier years	(18)	-	-	(18)	(19)
	- Deferred tax charge	95	55	49	54	91
	- Deferred tax charge for earlier years	21	-	-	21	19
7	<b>Profit for the period/year (5-6)</b>	<b>472</b>	<b>292</b>	<b>49</b>	<b>339</b>	<b>913</b>
8	<b>Other comprehensive income / (expense)</b>					
	Items that will not be reclassified to profit or loss					
	Remeasurement of defined benefit (liability) / asset	2	-	(14)	26	(70)
	Income tax on remeasurement of defined benefit (liability) / asset	(1)	-	4	(8)	20
9	<b>Total Comprehensive Income for the period/year (7+8)</b>	<b>473</b>	<b>292</b>	<b>39</b>	<b>357</b>	<b>863</b>
10	Earnings per share of ₹ 10 each (not annualized)					
	Basic (₹)	4.05	2.51	0.41	2.91	7.84
	Diluted (₹)	4.05	2.51	0.41	2.91	7.84
11	Paid-up equity share capital (Face value per share ₹ 10)	1165	1165	1165	1165	1165
12	Reserves (excluding revaluation reserves)				16133	15775
	See accompanying notes to the Audited Standalone Financial Results					

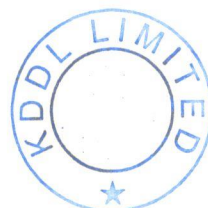
\*Refer Note 11 below

\*\*Negative due to foreign exchange loss (net) during the current quarter





KDDL Limited Statement of Audited Standalone Assets and Liabilities			
(₹ in Lakhs)			
S. No.	Particulars	As at	As at
		31 March	31 March
		(Audited)	(Audited)
		2021	2020
<b>A.</b>	<b>ASSETS</b>		
<b>1</b>	<b>Non-current assets</b>		
	(a) Property, plant and equipment	9082	9379
	(b) Capital work-in-progress	113	220
	(c) Right-of-use assets	1068	1265
	(d) Investment property	28	45
	(e) Intangible assets	18	40
	(f) Financial assets		
	(i) Investments	10746	10072
	(ii) Loans	231	221
	(g) Income tax assets (net)	277	226
	(h) Other non-current assets	54	130
	<b>Total Non-current assets</b>	<b>21617</b>	<b>21598</b>
<b>2</b>	<b>Current assets</b>		
	(a) Inventories	2649	3209
	(b) Financial assets		
	(i) Trade receivables	3160	2464
	(ii) Cash and cash equivalents	1064	954
	(iii) Other bank balances	294	543
	(iv) Loans	177	186
	(v) Other financial assets	235	209
	(c) Other current assets	776	844
	<b>Total Current assets</b>	<b>8355</b>	<b>8409</b>
	<b>Total Assets</b>	<b>29972</b>	<b>30007</b>
<b>B.</b>	<b>EQUITY AND LIABILITIES</b>		
<b>1</b>	<b>Equity</b>		
	(a) Equity share capital	1174	1174
	(b) Other equity	16133	15775
	<b>Total Equity</b>	<b>17307</b>	<b>16949</b>
<b>2</b>	<b>Liabilities</b>		
	<b>Non-current liabilities</b>		
	(a) Financial liabilities		
	(i) Borrowings	4090	4520
	(ii) Lease liabilities	417	594
	(iii) Other financial liabilities	159	122
	(b) Provisions	43	106
	(c) Deferred tax liabilities (net)	589	506
	<b>Total Non-current liabilities</b>	<b>5298</b>	<b>5848</b>
	<b>Current liabilities</b>		
	(a) Financial liabilities		
	(i) Borrowings	1623	1925
	(ii) Lease liabilities	203	200
	(iii) Trade payables		
	- total outstanding dues of micro enterprises and small enterprises	51	75
	- total outstanding dues of creditors other than micro enterprises and small enterprises	1423	1278
	(iv) Other financial liabilities	3126	3107
	(b) Other current liabilities	556	319
	(c) Provisions	353	274
	(d) Current tax liabilities (net)	32	32
	<b>Total Current liabilities</b>	<b>7367</b>	<b>7210</b>
	<b>Total Liabilities</b>	<b>12665</b>	<b>13058</b>
	<b>Total Equity and liabilities</b>	<b>29972</b>	<b>30007</b>



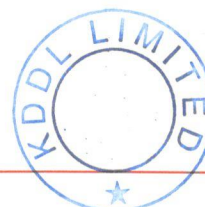


KDDL Limited Standalone Cash Flow Statement for the year ended 31 March 2021		
Particulars	Year Ended	
	31 March	31 March
	2021	2020
(₹ in Lakhs)		
<b>Cash flow from operating activities</b>		
Profit before income tax	515	1,388
Adjustments for:		
Depreciation and amortisation expenses	1,195	1,193
Liabilities/ provision no longer required written back*	0	(45)
Provision for bad and doubtful debts no longer required written back	(4)	-
Net gain on sale of property, plant and equipment	(1)	(1)
Interest income	(61)	(200)
Dividend income**	0	0
Interest expense	912	868
Unrealised foreign exchange loss/ (gain)	115	(97)
Property, plant and equipment written off	1	12
Expected credit loss on trade receivables	-	11
Bad debts/ advances/deposits written off	6	4
Impairment in value of non-current investments	20	-
Expense/ (income) on employee stock option scheme	-	(16)
Net change in fair value of financial assets (at FVTPL) -	(1)	1
Change in fair value of derivative contracts	(74)	104
<b>Operating cash flow before working capital changes</b>	<b>2,623</b>	<b>3,220</b>
Changes in working capital:		
Decrease/ (increase) in loans	7	(12)
(Increase)/decrease in other financial assets	(25)	388
Decrease/(increase) in other non-current assets	3	(7)
Decrease/ (increase) in inventories	561	(140)
(Increase)/decrease in trade receivables	(834)	22
Decrease/(increase) in other current assets	63	(157)
Increase in provisions	43	53
Increase/(decrease) in trade payables	147	(221)
Increase/(decrease) in other financial liabilities	65	(134)
Increase in other current liabilities	237	39
<b>Cash generated from operating activities</b>	<b>2,890</b>	<b>3,051</b>
Income tax (paid), net	(153)	(181)
<b>Net cash generated from operating activities (A)</b>	<b>2,737</b>	<b>2,869</b>
<b>Cash flow from investing activities</b>		
Acquisition of property, plant and equipment (including capital advances)	(821)	(1,160)
Proceeds from sale of property, plant and equipment	4	14
Payment for purchase of investments in subsidiary	(692)	(2,100)
Movement in other bank balances	244	74
Interest received	51	159
Dividend received**	0	0
<b>Net cash (used) in investing activities (B)</b>	<b>(1,214)</b>	<b>(3,013)</b>
<b>Cash flow from financing activities</b>		
Proceeds from issue of share capital (including premium)	-	20
Proceeds from non-current borrowings	1,460	2,870
Repayment of non-current borrowings	(1,568)	(1,565)
Proceeds from current borrowings having maturity period more than 3 months	56	273
Repayment of current borrowings having maturity period more than 3 months	(189)	(118)
Repayments of/proceeds from current borrowings (net)	(169)	1,030
Principal portion of lease payments	(215)	(203)
Interest portion of lease payments	(89)	(102)
Interest expense paid	(699)	(726)
Dividends paid	-	(524)
Tax on dividend	-	(108)
<b>Net cash flow (used)/ provided by financing activities (C)</b>	<b>(1,413)</b>	<b>847</b>
<b>Net increase in cash and cash equivalents (A+B+C)</b>	<b>110</b>	<b>704</b>
<b>Cash and cash equivalents at the beginning of year (see below)</b>	<b>954</b>	<b>250</b>
<b>Cash and cash equivalents at the end of year (see below)</b>	<b>1,064</b>	<b>954</b>
<b>Components of cash and cash equivalents:</b>		
Balances with banks in current accounts	124	949
Balances with banks in cash credit accounts	935	-
Remittances in-transit***	-	0
Cash on hand	5	4
	<b>1,064</b>	<b>954</b>

\*Represents liabilities/ provision no longer required written back of ₹ 0.35 lakh

\*\*Represents dividend income of ₹ 0.26 lakh and ₹ 0.31 lakh

\*\*\*Represents remittances in-transit of ₹ 0.14 lakh



# KDDL Limited

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**Note:**

As per Ind-AS 108, Operating Segments have been defined and presented based on the regular review by the Chief Operating Decision Maker to assess the performance of each segment and to make decision about allocation of resources. The accounting principles used in the preparation of the audited standalone financial results are consistently applied to record revenue and expenditure in individual segments. Accordingly, the audited standalone segment wise revenue, results, assets and liabilities are as follows :

S.No.	Particulars	Quarter Ended			Year Ended	
		31 March	31 December	31 March	31 March	31 March
		(Audited)*	(Unaudited)	(Audited)*	(Audited)	(Audited)
		2021	2020	2020	2021	2020
1	<b>Segment revenue</b>					
	a) Precision and watch components	4867	3922	3828	14219	17201
	b) Others	183	161	246	470	858
	<b>Total</b>	<b>5050</b>	<b>4083</b>	<b>4074</b>	<b>14689</b>	<b>18059</b>
	Less: Inter segment revenue	-	-	-	-	-
	<b>Total Revenue from operations</b>	<b>5050</b>	<b>4083</b>	<b>4074</b>	<b>14689</b>	<b>18059</b>
2	<b>Segment results (profit before tax and finance costs from each segment)</b>					
	a) Precision and watch components	1188	785	675	2184	3140
	b) Others	26	10	28	8	70
	<b>Total</b>	<b>1214</b>	<b>795</b>	<b>703</b>	<b>2192</b>	<b>3210</b>
	Less: i. Finance costs	221	227	227	927	885
	ii. Other un-allocable expenditure (net of un-allocable income)	304	221	334	750	937
	<b>Profit before tax</b>	<b>689</b>	<b>347</b>	<b>142</b>	<b>515</b>	<b>1388</b>
3	<b>Segment assets</b>					
	a) Precision and watch components	16441	16388	17035	16441	17035
	b) Others	300	292	306	300	306
	c) Unallocated	13231	12751	12666	13231	12666
	<b>Total Segment assets</b>	<b>29972</b>	<b>29431</b>	<b>30007</b>	<b>29972</b>	<b>30007</b>
4	<b>Segment liabilities</b>					
	a) Precision and watch components	2943	2779	2784	2943	2784
	b) Others	68	76	84	68	84
	c) Unallocated	9654	9743	10190	9654	10190
	<b>Total Segment liabilities</b>	<b>12665</b>	<b>12598</b>	<b>13058</b>	<b>12665</b>	<b>13058</b>

\*Refer Note 11 below





**Notes to Audited Standalone Financial Results:**

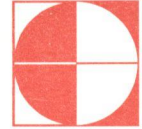
1. The above audited standalone financial results have been prepared in accordance with the Indian Accounting Standards ("Ind AS") as prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder.
2. The above audited standalone financial results (Also refer Note 11 below) have been reviewed and recommended by the Audit Committee and approved by the Board of Directors in their meetings held on 14 June 2021 and have been audited by the Statutory Auditors of the Company.
3. The Company's operations, revenue and consequently profit during the year ended 31 March 2021 were impacted due to COVID-19. Further, second wave of COVID-19 pandemic has hit India recently. Currently, the State Governments have implemented regional lockdowns based on situation in individual states/regions. The Company has made detailed assessment of its liquidity position and the recoverability of carrying value of its assets comprising property, plant and equipment, intangible assets, right-of-use assets, investments, inventory and trade receivables. Based on current indicators of future economic conditions, the Company expects to recover the carrying amount of these assets. The impact of the pandemic in the subsequent period is highly dependent on the situations as they evolve and hence may be different from that estimated at the date of approval of these standalone financial results.
4. On 20 September 2019, vide the Taxation Laws (Amendment) Ordinance, 2019, the Government of India inserted Section 115BAA in the Income Tax Act, 1961 which provides domestic companies with an option to opt to lower rates effected 01 April 2019 subject to certain conditions. The Company is currently in the process of evaluating this option and has considered the rate existing prior to the Ordinance for the purpose of these results.
5. During the year ended 31 March 2021, the Company has purchased 2,77,000 equity shares of Rs. 10 each amounting to INR 693 lakhs of Ethos Limited (a subsidiary company), pursuant to exercise of put option by existing shareholders of Ethos Limited.
6. With respect to Amalgamation of wholly owned subsidiary company namely Satva Jewellery and Design Limited with the Company and pursuant to the order of Hon'ble National Company Law Tribunal (NCLT), Chandigarh Bench, dated 15 October 2019 directing both the Companies that the Scheme should be considered as per the procedure laid down in Section 232 of the Companies Act, 2013 ("the Act"), the Company has filed new Scheme under Section 232 of the Act on 20 August 2020 with NCLT and the same is under consideration. The proposed appointed date has been fixed as 01 April 2019 under the new Scheme.

During the year ended 31 March 2021, the shareholders, secured and unsecured creditors of the Company at their respective meetings held on 19 December 2020 approved the Scheme pursuant to the order of the NCLT dated 10 November 2020. The Scheme is now pending for approval with the NCLT and the next hearing is scheduled on 23 July 2021. Hence, the accounting will be done once the Scheme is approved by the NCLT and becomes effective.

7. The other income for the year ended 31 March 2020 included interest on income tax refunds received for earlier years amounting to INR 90 lakhs.








8. 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 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 when the Code becomes effective.
9. The Central Government of India has announced a new scheme on Remission of Duties or Taxes on Export Products (RoDTEP) which has replaced erstwhile Merchandise Exports from India Scheme (MEIS) w.e.f. 01 January 2021. As the rates under RoDTEP scheme have not been announced till date, the income on account of benefits under the new scheme has not recognized for the quarter ended 31 March 2021. As and when the rates are notified, the impact of the export benefits will be considered in the books of accounts.
10. The meeting of the Board of Directors of the Company and Funds Raising Committee held on 23 March 2021 and 26 March 2021 respectively, approved the offer and issue of 10,86,956 fully paid-up equity shares of the Company by way of a rights issue to eligible shareholders of the Company as on the record date in accordance with the Securities and Exchange Board of India (Issue of Capital and Disclosure requirements) Regulations, 2018, as amended and other applicable laws, at a price of INR 230 per share including premium of INR 220 per share. Subsequent to the year end, pursuant to the finalisation of the basis of allotment of the Issue in consultation with National Stock Exchange of India Limited (the designated stock exchange for the Issue), the Lead Manager to the issue and the Registrar to the issue, the Fund Raising Committee at its meeting held on 17 May 2021 considered and approved the allotment of 10,86,956 Rights Equity Shares of face value of INR 10 each, at an issue price of INR 230 per Rights Equity Share, including a premium of INR 220 per Rights Equity Share to the eligible applicants in the Issue.
11. The figures of the last quarter are the balancing figures between audited figures in respect of the full financial year up to 31 March 2021 and the unaudited published year-to-date figures up to 31 December 2020, being the date of the end of the third quarter of the financial year which were subjected to limited review.

**For and on behalf of Board of Directors**



  
Yashovardhan Saboo  
(Chairman and Managing Director)  
DIN-00012158

Place: Chandigarh  
Date: 14 June 2021

**Independent Auditor's Report on the Quarterly and Year to Date Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

To  
**The Board of Directors of  
KDDL Limited**

**Report on the audit of the Consolidated Financial Results****Opinion**

We have audited the accompanying statement of quarterly and year to date consolidated financial results of KDDL Limited ("Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), its associate and joint venture for the quarter ended March 31, 2021 and for the year ended March 31, 2021 ("Statement"), attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations")

In our opinion and to the best of our information and according to the explanations given to us [and based on the consideration of the reports of the other auditors on separate audited financial statements of the subsidiaries, associate and joint venture, the Statement:

- i. includes the results of the following entities:

S. No.	Name of subsidiaries/ associate/ joint venture	Relationship
1	Ethos Limited	Subsidiary
2	Mahen Distribution Limited	Subsidiary
3	Satva Jewellery and Design Limited	Subsidiary
4	Kamla International Holdings SA	Subsidiary
5	Pylania SA	Subsidiary
6	Estima AG	Subsidiary of Kamla International Holdings SA and Pylania SA
7	Kamla Tesio and Dials Limited	Associate
8	Cognition Digital LLP	Subsidiary of Ethos Limited
9	Pasadena Retail Private Limited	Joint venture of Ethos Limited

- ii. are presented in accordance with the requirements of the Listing Regulations in this regard; and
- iii. gives a true and fair view in conformity with the applicable accounting standards, and other accounting principles generally accepted in India, of the consolidated net profit and other comprehensive loss and other financial information of the Group for the quarter ended March 31, 2021 and for the year ended March 31, 2021.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs), as specified under Section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Consolidated Financial Results" section of our report. We are independent of the Group, its associate and joint venture 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



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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 and other auditors in terms of their reports referred to in “Other Matter” paragraph below, is sufficient and appropriate to provide a basis for our opinion.

## **Emphasis of Matter**

(a) We draw attention to Note 6 to the accompanying consolidated financial results, which describes that as per management’s assessment the recoverable amount of net assets of Estima AG is in excess of carrying amount thereof as at March 31, 2021. The auditors of Estima AG has also included a Emphasis of Matter in their audit opinion on the financial information of Estima AG for the year ended March 31, 2021.

Our opinion is not modified in respect of this matter.

(b) We draw attention to Note 9 to the accompanying consolidated financial results, which describes the uncertainties and impact of second wave of COVID-19 pandemic on the Group’s operations and results as assessed by the management.

Our opinion is not modified in respect of this matter.

## **Management’s Responsibilities for the Consolidated Financial Results**

The Statement has been prepared on the basis of the consolidated annual financial statements. The Holding Company’s Board of Directors are responsible for the preparation and presentation of the Statement that give a true and fair view of the net profit and other comprehensive loss and other financial information of the Group including its associate and joint venture in accordance with the applicable 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 Regulation 33 of the Listing Regulations. The respective Board of Directors of the companies included in the Group and of its associate and joint venture are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and its associate and joint venture 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 the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement 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 Statement by the Directors of the Holding Company, as aforesaid.

In preparing the Statement, the respective Board of Directors of the companies included in the Group and of its associate and joint venture are responsible for assessing the ability of the Group and of its associate and joint venture to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group and of its associate and joint venture are also responsible for overseeing the financial reporting process of the Group and of its associate and joint venture.

## **Auditor’s Responsibilities for the Audit of the Consolidated Financial Results**

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is 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



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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 the Statement.

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 Statement, 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 on 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 of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- 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 Group and its associate and joint venture 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 Statement 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 Group and its associate and joint venture to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results/financial information of the entities within the Group and its associate and joint venture of which we are the independent auditors to express an opinion on the Statement. We are responsible for the direction, supervision and performance of the audit of the financial information of such entities included in the Statement of which we are the independent auditors. For the other entities included in the Statement, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the Statement of which we are the independent auditors 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.



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We also performed procedures in accordance with the Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 issued by the Securities Exchange Board of India under Regulation 33 (8) of the Listing Regulations, to the extent applicable.

## **Other Matters**

The accompanying Statement includes the audited financial statements and other financial information, in respect of:

- 4 subsidiaries, whose financial statements include total assets of INR 4485 lakhs as at March 31, 2021, total revenues of INR 728 lakhs and INR 2165 lakhs, total net profit after tax of INR 116 lakhs and total loss after tax of INR (71) lakhs, total comprehensive income of INR 117 lakhs and total comprehensive loss of INR (69) lakhs, for the quarter and the year ended on that date respectively, and net cash inflows of INR 51 lakhs for the year ended March 31, 2021, as considered in the Statement which have been audited by their respective independent auditors.
- One joint venture and one associate, whose financial statements include Group's share of net profit of INR 15 lakhs and INR 11 lakhs and Group's share of total comprehensive income of INR 15 lakhs and INR 11 lakhs for the quarter and for the year ended March 31, 2021 respectively, as considered in the Statement whose financial statements, other financial information have been audited by their respective independent auditors.

The independent auditor's report on the financial statements of these entities have been furnished to us by the Management and our opinion on the Statement in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, associate and joint venture is based solely on the reports of such auditors and the procedures performed by us as stated in paragraph above.

One of these subsidiaries is located outside India whose financial statements and other financial information have been prepared in accordance with accounting principles generally accepted in its country and which has been audited by its auditor under generally accepted auditing standards applicable in that country. The Holding Company's management has converted the financial statements of such subsidiary located outside India from accounting principles generally accepted in that country to accounting principles generally accepted in India. We have audited these conversion adjustments made by the Holding Company's management. Our opinion in so far as it relates to the balances and affairs of such subsidiary located outside India is based on the report of other auditors and the conversion adjustments prepared by the management of the Holding Company and audited by us.

The accompanying Statement includes unaudited financial results /statements and other unaudited financial information in respect of:

- 2 subsidiaries, whose financial results/statements and other financial information reflect total assets of INR 3278 lakhs as at March 31, 2021, and total revenues of INR 289 lakhs and INR 1060 lakhs, total net profit after tax of INR 54 lakhs and INR 194 lakhs, total comprehensive income of INR 54 lakhs and INR 194 lakhs, for the quarter and the year ended on that date respectively and net cash outflows of INR 85 lakhs for the year ended March 31, 2021.

Two of these subsidiaries are located outside India whose financial results and other financial information have been prepared in accordance with accounting principles generally accepted in its country and which has not been audited by its auditor under generally accepted auditing standards applicable in that country. The Holding Company's management has converted the financial results of such subsidiaries located outside India from accounting principles generally accepted in that country to accounting principles generally accepted in India.

These unaudited financial statements/ financial information/ financial results have been approved and furnished to us by the Management and reviewed by other auditors under generally accepted auditing standards applicable in their respective countries and our opinion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on such



# **S.R. BATLIBOI & Co. LLP**

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unaudited financial statements/ financial information/financial results. In our opinion and according to the information and explanations given to us by the Management, these financial statements/ financial information/financial results are not material to the Group.

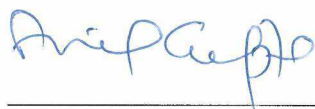
Our opinion on the Statement is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the Financial Results/financial information certified by the Management.

The Statement includes the results for the quarter ended March 31, 2021 being the balancing figures between the audited figures in respect of the full financial year ended March 31, 2021 and the published unaudited year-to-date figures up to the end of the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

**For S.R. BATLIBOI & Co. LLP**

Chartered Accountants

ICAI Firm Registration Number: 301003E/E300005



per Anil Gupta

Partner

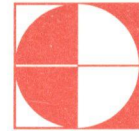
Membership No.: 87921

UDIN: 21087921AAAABQ4219

Place: New Delhi

Date: June 14, 2021

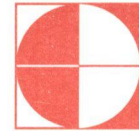




<b>KDDL LIMITED</b>						
<b>Statement of Audited Consolidated Financial Results for the Quarter and Year ended 31 March 2021</b>						
(₹ in Lakhs)						
S. No.	Particulars	Quarter Ended			Year Ended	
		31 March (Audited)*	31 December (Unaudited)	31 March (Audited)*	31 March (Audited)	31 March (Audited)
		2021	2020	2020	2021	2020
1	Revenue from operations	17819	17823	13727	54882	65228
2	Other income	269	404	228	1842	667
3	<b>Total income (1+2)</b>	<b>18088</b>	<b>18227</b>	<b>13955</b>	<b>56724</b>	<b>65895</b>
4	<b>Expenses</b>					
	Cost of raw materials consumed	1468	1085	1116	3933	4722
	Purchases of stock-in-trade	9713	10269	5152	26085	34205
	Changes in inventories of finished goods, stock-in-trade, scrap and work-in-progress	(1052)	(491)	1536	2333	(1168)
	Employee benefits expenses	2596	2212	2480	8633	10233
	Finance costs	639	663	696	2683	2853
	Depreciation and amortisation expense	1091	1097	1220	4604	4806
	Other expenses	2365	2089	2230	7402	9699
	<b>Total expenses</b>	<b>16820</b>	<b>16924</b>	<b>14430</b>	<b>55673</b>	<b>65350</b>
5	<b>(Loss)/Profit before share of equity accounted investees and income tax (3-4)</b>	<b>1268</b>	<b>1303</b>	<b>(475)</b>	<b>1051</b>	<b>545</b>
6	Share of (loss)/profit of equity accounted investees (net of income tax, if any)	15	11	(24)	11	(33)
7	<b>(Loss)/Profit before income tax (5+6)</b>	<b>1283</b>	<b>1314</b>	<b>(499)</b>	<b>1062</b>	<b>512</b>
8	Income tax expense					
	- Current tax	203	205	(91)	408	681
	- Current tax for earlier years	(17)	-	(1)	(17)	4
	- Deferred tax charge/(credit)	163	138	104	(54)	29
	- Deferred tax charge/(credit) for earlier years	28	-	-	28	(6)
9	<b>(Loss)/Profit for the period/year (7-8)</b>	<b>906</b>	<b>971</b>	<b>(511)</b>	<b>697</b>	<b>(195)</b>
10	<b>Other comprehensive income / (expense)</b>					
	<i>(i) Items that will not be reclassified to profit or loss</i>					
	a) Remeasurement of defined benefit (liability) / asset	1	-	11	21	(72)
	b) Income tax on remeasurement of defined benefit (liability) / asset	(1)	-	(2)	(7)	21
	<i>(ii) Items that will be reclassified to profit or loss</i>					
	a) Exchange differences on translation of foreign operations	(93)	36	52	(33)	134
11	<b>Total Comprehensive (expense)/income for the period/year (9+10)</b>	<b>813</b>	<b>1007</b>	<b>(450)</b>	<b>678</b>	<b>(112)</b>
	<b>Profit/(loss) attributable to:</b>					
	Owners of the company	780	777	(335)	567	(58)
	Non-controlling interest	126	194	(176)	130	(137)
	<b>Other Comprehensive Income attributable to:</b>					
	Owners of the company	(79)	30	49	(13)	69
	Non-controlling interest	(14)	6	12	(6)	14
	<b>Total Comprehensive Income/(expense) attributable to:</b>					
	Owners of the company	701	807	(286)	554	11
	Non-controlling interest	112	200	(164)	124	(123)
12	Earnings per share of ₹ 10 each (not annualised)					
	Basic (₹)	6.70	6.67	(2.88)	4.86	(0.51)
	Diluted (₹)	6.70	6.67	(2.88)	4.86	(0.51)
13	Paid-up equity share capital (Face value per share ₹10)	1165	1165	1165	1165	1165
14	Reserves				17482	17402
	See accompanying notes to the Consolidated Audited Financial Results					

\* refer note 14





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## Notes to Consolidated financial results:

- The financial results of following entities have been consolidated with the financial results of KDDL Limited (the Holding Company), hereinafter referred to as "the Group" or "Holding Company":  
 Ethos Limited (Subsidiary)  
 Pylania SA (Subsidiary)  
 Satva Jewellery and Design Limited (Subsidiary)  
 Mahen Distribution Limited (Subsidiary)  
 Kamla International Holdings SA (Subsidiary)  
 Estima AG (Subsidiary of Kamla International Holding SA and Pylania SA)  
 Cognition Digital LLP (Subsidiary of Ethos Limited)  
 Pasadena Retail Private Limited (Joint Venture of Ethos Limited)  
 Kamla Tesio Dials Limited (Associate)
- The above Consolidated audited financial results have been prepared in accordance with the Indian Accounting Standards ("Ind AS") as prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder.
- The Consolidated audited financial results have been reviewed and recommended by the Audit Committee and approved by the Board of Directors in their respective meetings held on 14 June 2021 and have been reviewed by the Statutory Auditors of the Holding Company.
- Some of the Indian subsidiaries have elected to exercise the option permitted under Section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019 with effect from quarter ended 30 September 2019. Therefore, income tax expense for the current quarter ended 31 March 2021 are not comparable with the income tax expense of the corresponding quarter of previous year presented in above results. The Holding Company is currently in the process of evaluating this option and has considered the rate existing prior to the Ordinance for the purpose of these results.
- As per Ind-AS 108, Operating Segments have been defined and presented based on the regular review by the Chief Operating Decision Maker to assess the performance of each segment and to make decision about allocation of resources. The accounting principles used in the preparation of the consolidated financial results are consistently applied to record revenue and expenditure in individual segments. Accordingly, the consolidated audited segment wise revenue, results, assets and liabilities is as follows:

S.No.	Particulars	Quarter Ended			Year Ended	
		31 March	31 December	31 March	31 March	31 March
		(Audited)*	(Unaudited)	(Audited)*	(Audited)	(Audited)
		2021	2020	2020	2021	2020
1	<b>Segment revenue</b>					
	a) Precision and watch components	5319	4254	4320	15703	18432
	b) Watch and accessories	12321	13408	9161	38712	45943
	c) Marketing support and other services	92	381	66	473	803
	d) Others	183	161	246	470	858
	<b>Total</b>	<b>17915</b>	<b>18204</b>	<b>13793</b>	<b>55358</b>	<b>66036</b>
	Less: Inter segment revenue	(96)	(381)	(66)	(477)	(808)
	<b>Revenue from operations</b>	<b>17819</b>	<b>17823</b>	<b>13727</b>	<b>54882</b>	<b>65228</b>
2	<b>Segment results (profit/(loss) before tax and finance cost from each segment)</b>					
	a) Precision and watch components	1157	698	536	2073	2290
	b) Watch and accessories	1017	1271	122	2234	1603
	c) Marketing support and other services	(4)	200	(182)	90	297
	d) Others	26	8	23	(2)	44
	<b>Total</b>	<b>2195</b>	<b>2177</b>	<b>499</b>	<b>4394</b>	<b>4234</b>
	Less: (i) Finance costs	639	663	696	2683	2853
	(ii) Other un-allocable expenditure (net of un-allocable income)	273	200	302	649	869
	<b>Profit/(loss) before tax</b>	<b>1283</b>	<b>1314</b>	<b>(499)</b>	<b>1062</b>	<b>512</b>
3	<b>Segment Assets</b>					
	a) Precision and watch components	19853	19929	20599	19853	20599
	b) Watch and accessories	36405	36896	41166	36405	41166
	c) Marketing support and other services	134	42	44	134	44
	d) Others	408	399	419	408	419
	e) Unallocated	4956	3093	3495	4956	3495
	<b>Total Segment assets</b>	<b>61756</b>	<b>60359</b>	<b>65723</b>	<b>61756</b>	<b>65723</b>
4	<b>Segment liabilities</b>					
	a) Precision and watch components	3055	2890	2954	3055	2954
	b) Watch and accessories	9293	8847	9462	9293	9462
	c) Marketing support and other services	47	67	32	47	32
	d) Others	68	76	86	68	86
	e) Unallocated	26566	26566	30448	26566	30448
	<b>Total Segment liabilities</b>	<b>39030</b>	<b>38446</b>	<b>42982</b>	<b>39030</b>	<b>42982</b>

\* refer note 14

- Considering the accumulated losses, impairment indicators were identified in relation to property, plant and equipment (PPE) in subsidiary Estima AG. Based on the impairment assessment carried out by the management, the recoverable amount of net assets of Estima AG is assessed as higher than carrying amount thereof as at 31 March 2021.
- 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 Holding Company and its Indian subsidiaries will assess the impact of the Code when it comes into effect and will record any related impact in the period when the Code becomes effective.
- Other income for the year ended 31 March 2021 includes Covid-19 related rent concessions of Rs 1402 lakhs (for the quarter ended 31 December 2020 Rs 278 lakhs). The other income for year ended 31 March 2020 included, interest on income tax refunds received for earlier years amounting to Rs. 90 lakhs and Rs. 68 Lakhs due to reduction/adjustment of Loans payable to Outsider as per the Share Purchase Agreement, in one of the overseas subsidiary.







9. The Group's operations, revenue and consequently results during the year ended 31 March 2021 were impacted due to COVID-19. Further, second wave of Covid-19 pandemic has hit India recently. Currently, the state Governments have implemented regional lockdowns based on situation in individual states/regions. The Group has made detailed assessment of its liquidity position for the balance period of the current year and the recoverability of carrying value of its assets comprising property, plant and equipment, intangible assets, right-of-use assets, investments, inventory and trade receivables. Based on current indicators of future economic conditions, the Group expects to recover the carrying amount of these assets. The impact of the pandemic in the subsequent period is highly dependent on the situations as they evolve and hence may be different from that estimated at the date of approval of these consolidated financial results.

10 With respect to Amalgamation of wholly owned subsidiary company namely Satva Jewellery and Design Limited with Holding Company and pursuant to the order of Hon'ble National Company Law Tribunal (NCLT), Chandigarh Bench, dated 15 October 2019 directing both the Companies that the Scheme should be considered as per the procedure laid down in Section 232 of the Companies Act, 2013 ("the Act"), the Holding Company has filed new Scheme under Section 232 of the Act on 20 August 2020 with NCLT and the same is under consideration. The proposed appointed date has been fixed as 01 April 2019 under the new Scheme.

During the year ended 31 March 2021, the shareholders, secured and unsecured creditors of the Holding Company at their respective meetings held on 19 December 2020 approved the Scheme pursuant to the order of the NCLT dated 10 November 2020. The Scheme is now pending for approval with the NCLT and the next hearing is scheduled on 23 July 2021. Hence, the accounting will be done once the Scheme is approved by the NCLT and becomes effective.

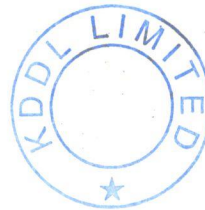
11. During the year ended March 31, 2021, the Holding Company had purchased 2,77,000 equity shares amounting to Rs. 693 lakhs in one of the subsidiary company 'Ethos Limited' a material subsidiary, pursuant to exercise of put option by existing shareholders of Ethos Limited Post the above transaction, consolidated shareholding of KDDL Limited (directly and indirectly through its subsidiary, Mahen Distribution Limited) in Ethos Limited had increased from 73.56% to 75.08%.

12 The meeting of the Board of Directors of the Holding Company and Funds Raising Committee held on 23 March 2021 and 26 March 2021 respectively, approved the offer and issue of 10,86,956 fully paid-up equity shares of the Holding Company by way of a rights issue to eligible shareholders of the Holding Company as on the record date in accordance with the Securities and Exchange Board of India (Issue of Capital and Disclosure requirements) Regulations, 2018, as amended and other applicable laws, at a price of INR 230 per share including premium of INR 220 per share. Subsequent to the year end, pursuant to the finalisation of the basis of allotment of the Issue in consultation with National Stock Exchange of India Limited (the designated stock exchange for the Issue), the Lead Manager to the issue and the Registrar to the issue, the Fund Raising Committee at its meeting held on 17 May 2021 considered and approved the allotment of 10,86,956 Rights Equity Shares of face value of INR 10 each, at an issue price of INR 230 per Rights Equity Share, including a premium of INR 220 per Rights Equity Share to the eligible applicants in the Issue.

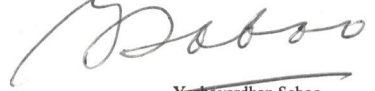
13. The Central Government of India has announced a new scheme on Remission of Duties or Taxes on Export Products (RoDTEP) which has replaced erstwhile Merchandise Exports from India Scheme (MEIS) w.e.f. 01 January 2021. As the rates under RoDTEP scheme have not been announced till date, the income on account of benefits under the new scheme has not recognized for the quarter ended 31 March 2021. As and when the rates are notified, the impact of the export benefits will be considered in the books of accounts.

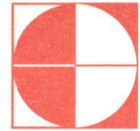
14. The figures of the last quarter are the balancing figures between audited figures in respect of the full financial year up to 31 March 2021 and the unaudited published year-to-date figures up to 31 December 2020, being the date of the end of the third quarter of the financial year which were subjected to limited review.

Place: Chandigarh  
Date: 14 June 2021

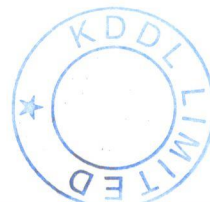


For and on the behalf of Board of Directors

  
Yashvardhan Saboo  
(Chairman and Managing Director)  
DIN-00012158



KDDL Limited Statement of Consolidated Audited Assets and Liabilities			
S. No.	Particulars	( ₹ in Lakhs)	
		As at	As at
		31 March	31 March
		(Audited)	(Audited)
		2021	2020
<b>A</b>	<b>ASSETS</b>		
<b>1</b>	<b>Non-current assets</b>		
	(a) Property, plant and equipment	15371	15860
	(b) Capital work-in-progress	488	290
	(c) Other intangible assets	57	81
	(d) Intangible assets under development	6	6
	(e) Right of use assets	9172	10957
	(f) Equity accounted investees	91	95
	(g) Financial assets		
	(i) Investments	49	48
	(ii) Loans	1131	1020
	(iii) Other financial assets	-	129
	(h) Income tax assets (net)	426	372
	(i) Deferred tax assets (net)	824	723
	(j) Other non current assets	171	341
	<b>Total non-current assets</b>	<b>27786</b>	<b>29922</b>
<b>2</b>	<b>Current assets</b>		
	(a) Inventories	22545	25272
	(b) Financial assets		
	(i) Trade receivables	4083	2849
	(ii) Cash and cash equivalents	3091	2279
	(iii) Other bank balances	522	567
	(iv) Loans	724	803
	(v) Other financial assets	501	664
	(c) Other current assets	2504	3367
	<b>Total current assets</b>	<b>33970</b>	<b>35801</b>
	<b>Total Assets (1 + 2)</b>	<b>61756</b>	<b>65723</b>
<b>B</b>	<b>EQUITY AND LIABILITIES</b>		
<b>1</b>	<b>Equity</b>		
	(a) Equity share capital	1174	1174
	(b) Other equity	17482	17402
	<b>Equity attributable to the owners of the Company</b>	<b>18656</b>	<b>18576</b>
<b>2</b>	Non-controlling interests	4069	4165
	<b>Total equity</b>	<b>22725</b>	<b>22741</b>
<b>3</b>	<b>Liabilities</b>		
	<b>Non-current liabilities</b>		
	(a) Financial liabilities		
	(i) Borrowings	7742	8014
	(ii) Lease liabilities	7294	8541
	(iii) Other financial liabilities	250	209
	(b) Provisions	200	236
	(c) Deferred tax liabilities (net)	589	506
	<b>Total non-current liabilities</b>	<b>16075</b>	<b>17506</b>
	<b>Current liabilities</b>		
	(a) Financial liabilities		
	(i) Borrowings	4584	7430
	(ii) Lease liabilities	2091	2093
	(iii) Trade payables		
	- total outstanding dues of micro enterprises and small enterprises	51	77
	- total outstanding dues of creditors other than micro enterprises and small enterprises	8654	8652
	(iv) Other financial liabilities	5321	5264
	(b) Other current liabilities	1513	1379
	(c) Provisions	652	511
	(d) Current tax liabilities(net)	90	70
	<b>Total Current liabilities</b>	<b>22955</b>	<b>25476</b>
	<b>Total liabilities</b>	<b>39030</b>	<b>42982</b>
	<b>Total Equity And Liabilities (1 + 2 + 3)</b>	<b>61756</b>	<b>65723</b>





**KDDL Limited**

Consolidated cash flow statement for the year ended 31 March 2021

(₹ in Lakhs)

	Year ended 31 March 2021	Year ended 31 March 2020
<b>Cash flow from operating activities</b>		
Profit before income tax	1,062	511
Adjustments for :		
Depreciation and amortisation expenses	4,604	4,806
Net (gain)/loss on sale of property, plant and equipment	(6)	17
Property, plant and equipment written off	35	85
Advances / deposits / bad debts written off	58	67
Interest expense	2,660	2,835
Interest income	(161)	(266)
Dividend income*	(0)	(0)
Share of loss of equity accounted investees (net of income tax, if any)	(11)	33
Liabilities / provision no longer required written back	(88)	(156)
Impairment in value of investments	16	-
Expense on employee stock option scheme	-	(34)
Expected credit loss on trade receivables/Provision for doubtful debts written back	(7)	120
Provision for bad and doubtful advances	23	-
Service tax deposit and credit written off/provided for	-	219
Rent Concessions	(1,402)	-
Profit on deletion of lease liability & Right to use assets	(46)	-
Unrealised foreign exchange loss	60	(28)
Change in fair value of derivative contracts	(74)	104
Net change in fair value of financial assets (at FVTPL)	(1)	1
Effect of exchange rates on translation of operating cash flows	(33)	134
<b>Operating cash flow before working capital changes</b>	<b>6,687</b>	<b>8,446</b>
<b>Changes in working capital:</b>		
(Increase)/decrease in loans	55	(108)
(Increase)/decrease in other financial assets	157	(156)
(Increase)/decrease in other current and non current assets	863	(819)
Decrease/(increase) in inventories	2,727	(1,277)
Decrease/(increase) in trade receivables	(1,406)	271
Increase in provisions	127	151
Increase in trade payables	82	226
(Decrease) in other financial liabilities	(37)	(70)
Increase in other current liabilities	188	536
<b>Cash generated from operating activities</b>	<b>9,441</b>	<b>7,199</b>
Income tax (paid), net	(425)	(793)
<b>Net cash generated from operating activities (A)</b>	<b>9,016</b>	<b>6,406</b>
<b>Cash flow from investing activities</b>		
Acquisition of property, plant and equipment (including capital advances, capital creditors)	(1,776)	(3,387)
Proceeds from sale of property, plant and equipment	19	93
Payment for purchase of investments in subsidiary	(693)	-
Investment in equity accounted investees	-	(100)
Fixed deposit placed/matured (net)	169	61
Interest received	67	254
Dividend received*	0	0
<b>Net cash (used) in investing activities (B)</b>	<b>(2,214)</b>	<b>(3,079)</b>
<b>Cash flow from financing activities</b>		
Proceeds from issue of share capital (including premium)	-	20
Proceeds from non-current borrowings	2,777	5,141
Repayment of non-current borrowings	(2,695)	(3,463)
Proceeds from/repayments of current borrowings (net)	(2,718)	942
Proceeds from current borrowings having maturity period more than 3 months	275	510
Repayment of current borrowings having maturity period more than 3 months	(402)	(216)
Principal portion of lease payments	(732)	(2,230)
Interest portion of lease payments	(1,143)	(1,151)
Interest paid	(1,350)	(1,566)
Dividend paid on equity shares	-	(524)
Dividend distribution tax paid on dividend	-	(108)
<b>Net cash (used) in financing activities (C)</b>	<b>(5,990)</b>	<b>(2,646)</b>
<b>Net increase in cash and cash equivalents (A+B+C)</b>	<b>812</b>	<b>682</b>
<b>Cash and cash equivalents at the beginning of year</b>	<b>2,279</b>	<b>1,596</b>
<b>Cash and cash equivalents at the end of year (see below)</b>	<b>3,091</b>	<b>2,279</b>

**Notes:**

**1. Components of cash and cash equivalents:**

Balances with banks		
- in current accounts	662	2,194
- in cash credit accounts	935	-
Deposits with original maturity of less than three months	1,399	-
Remittances-in-transit**	-	0
Cheques, drafts on hand	13	5
Cash on hand	40	71
Credit cards receivable	43	9
	<b>3,091</b>	<b>2,279</b>

\*represents dividend income of Rs 0.26 lakhs (Previous year Rs 0.31 lacs)

\*\*represents remittance in transit 0.14 lakhs

