

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

1. We have reviewed the accompanying statement of unaudited standalone financial results of KDDL Limited (the "Company") for the quarter ended December 31, 2023 and year to date from April 01, 2023 to December 31, 2023 (the "Statement") 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 (the "Listing Regulations").
2. The Company's Management is responsible for the preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, 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 Statement has been approved by the Company's Board of Directors. 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. 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 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.
4. 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 Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

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

Chartered Accountants

**ICAI Firm registration number: 301003E/E300005****per Anil Gupta**

Partner

Membership No.: 87921



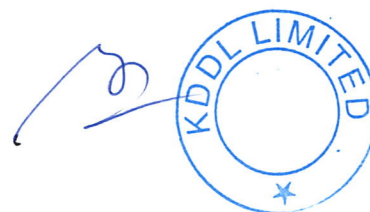
UDIN: 24087921BKAQCJ2873

New Delhi

Date: February 14, 2024



KDDL Limited							
Statement of Standalone Unaudited Financial Results for the quarter and nine months ended 31 December 2023							
(₹ in Lakhs)							
S. No.	Particulars	Quarter Ended			Nine Months Ended		Year Ended
		31 December	30 September	31 December	31 December	31 December	31 March
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
		2023	2023	2022	2023	2022	2023
1	Revenue from operations	8110	9274	7613	26261	22007	30481
2	Other income (Refer Note Nos. 7 & 8)	425	159	316	824	5595	5880
3	<b>Total Income (1+2)</b>	<b>8535</b>	<b>9433</b>	<b>7929</b>	<b>27085</b>	<b>27602</b>	<b>36361</b>
4	<b>Expenses</b>						
	Cost of raw materials consumed	1901	2153	1963	6275	5720	7757
	Changes in inventories of finished goods, work-in-progress and scrap	(31)	60	(118)	(85)	(208)	(159)
	Employee benefits expenses	2284	2466	2064	7086	7797	10160
	Finance costs	215	218	223	680	590	851
	Depreciation and amortisation expense	349	350	317	1042	939	1271
	Other expenses (Refer Note No. 9)	2053	2036	1920	6265	5536	7558
	<b>Total Expenses</b>	<b>6771</b>	<b>7283</b>	<b>6369</b>	<b>21263</b>	<b>20375</b>	<b>27437</b>
5	<b>Profit before income tax (3-4)</b>	<b>1764</b>	<b>2150</b>	<b>1560</b>	<b>5822</b>	<b>7227</b>	<b>8924</b>
6	<b>Income tax expense</b>						
	- Current tax	500	530	389	1532	1576	2066
	- Current tax for earlier years	-	-	-	-	-	11
	- Deferred tax charge/(credit)	(51)	15	7	(55)	(5)	(62)
	- Deferred tax charge for earlier years	-	-	-	-	-	(14)
7	<b>Profit for the period/year (5-6)</b>	<b>1315</b>	<b>1605</b>	<b>1164</b>	<b>4345</b>	<b>5656</b>	<b>6923</b>
8	<b>Other comprehensive income / (expense)</b>						
	Items that will not be reclassified to profit or loss						
	Remeasurement of defined benefit (liability) / asset	-	(131)	-	(131)	(50)	(21)
	Income tax on remeasurement of defined benefit (liability) / asset	-	33	-	33	13	5
9	<b>Total Comprehensive Income for the period/year (7+8)</b>	<b>1315</b>	<b>1507</b>	<b>1164</b>	<b>4247</b>	<b>5619</b>	<b>6907</b>
10	Earnings per share of ₹ 10 each (not annualized)						
	Basic (₹)	10.49	12.80	9.13	34.66	44.41	54.49
	Diluted (₹)	10.49	12.80	9.13	34.66	44.41	54.49
11	Paid-up equity share capital (Face value per share ₹ 10)	1254	1254	1274	1254	1,274	1254
12	Other equity						24061
	See accompanying notes to the Standalone unaudited Financial Results						



# KDDL Limited

Kamla Centre, SCO 88-89, Sector 8-C, Chandigarh - 160 009, INDIA. Tel: +91 172 2548223/24, 2544378/79  
Fax: +91 172 2548302, Website: www.kddl.com CIN-L33302HP1981PLC008123

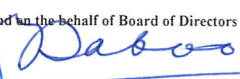


## Note:

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 standalone audited 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			Nine Months Ended		Year Ended
		31 December	30 September	31 December	31 December	31 December	31 March
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
		2023	2023	2022	2023	2022	2023
1	Segment revenue						
	a) Precision and watch components	7714	8865	7311	25183	21067	29210
	b) Others	396	409	302	1078	940	1271
	<b>Total</b>	<b>8110</b>	<b>9274</b>	<b>7613</b>	<b>26261</b>	<b>22007</b>	<b>30481</b>
	Less: Inter segment revenue	-	-	-	-	-	-
	<b>Total Revenue from operations</b>	<b>8110</b>	<b>9274</b>	<b>7613</b>	<b>26261</b>	<b>22007</b>	<b>30481</b>
2	Segment results (profit before tax and finance costs from each segment)						
	a) Precision and watch components	2302	2756	1982	7595	5526	7890
	b) Others	15	64	33	98	65	103
	<b>Total</b>	<b>2317</b>	<b>2820</b>	<b>2015</b>	<b>7693</b>	<b>5591</b>	<b>7993</b>
	Less: i. Finance costs	215	218	223	680	590	851
	ii. Other un-allocable expenditure/(income) (net of un-allocable income)	338	451	233	1191	(2226)	(1782)
	<b>Profit before tax</b>	<b>1764</b>	<b>2150</b>	<b>1560</b>	<b>5822</b>	<b>7227</b>	<b>8924</b>
3	Segment assets						
	a) Precision and watch components	24467	23823	21347	24467	21347	22346
	b) Others	737	643	615	737	615	664
	c) Unallocated	18949	19622	20206	18949	20206	18330
	<b>Total Segment assets</b>	<b>44153</b>	<b>44088</b>	<b>42168</b>	<b>44153</b>	<b>42168</b>	<b>41340</b>
4	Segment liabilities						
	a) Precision and watch components	5788	6153	5253	5788	5253	5768
	b) Others	211	201	193	211	193	204
	c) Unallocated	8844	9738	9828	8844	9828	10045
	<b>Total Segment liabilities</b>	<b>14843</b>	<b>16092</b>	<b>15274</b>	<b>14843</b>	<b>15274</b>	<b>16017</b>

Place: Gurugram  
Date: 14 February 2024

For and on the behalf of Board of Directors  
  
Yashovardhan Saboo  
(Chairman and Managing Director)  
DIN-00012158

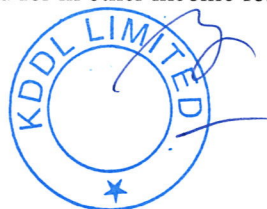




## KDDL Limited

### Notes to Standalone Unaudited Financial Results:

1. The above standalone unaudited 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 standalone unaudited financial results have been reviewed and recommended by the Audit Committee and approved by the Board of Directors in their meetings held on February 14, 2024 and have been reviewed by the Statutory Auditors of the Company.
3. 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.
4. From the previous year, the Company has initiated the process of setting up of a new plant for manufacturing steel bracelets for watches. As on December 31, 2023, the Company has procured or given advances for procurement of machines and materials of Rs. 2757 lakhs. Also, the Company has received advance of Rs. 1221 lakhs from a major customer for this product which will be adjusted against future sales to that customer.
5. Subsequent to the quarter ended December 31, 2023, the Company on recommendation of the Board of Directors of the Company have approved interim dividend of Rs. 58 per fully paid up equity share of Rs. 10 each (580%) for the financial year ended March 31, 2024.
6. During the quarter December 31, 2023, the Company has purchased 3,00,000 (30%) equity shares of its subsidiary Kamla Tesio Dials Limited amounting to CHF 13,970 (equivalent to Rs. 12.94 Lakhs) from another subsidiary Kamla International Holding SA. The Company after completion of this transaction directly hold 100% shareholding in Kamla Tesio Dials Limited earlier 30% of shareholding was held by Kamla International Holding SA.
7. During the quarter ended June 30, 2022, Ethos Limited, (a subsidiary company) completed its Initial Public Offering (IPO) of its equity shares which have been listed on National Stock Exchange (NSE) and Bombay Stock Exchange (BSE) with effect from May 30, 2022. The subsidiary company had made an offer for sale of the equity shares of the Ethos Limited held by certain existing shareholders of the subsidiary company, which have been agreed by these existing shareholders (including 1,40,081 equity shares held by the Company). Based on the above offer for sale, gain amounting to Rs. 1070 lakhs (net of share of offer expenses) were accounted for in other income for the nine months period ended December 31, 2022.
8. The Company has entered into an agreement dated January 01, 2022 with its subsidiary company i.e. Ethos Limited for transfer of brand-name "Ethos" and "Summit" (including trademarks, trade names, logos and all related rights) for an agreed amount of Rs. 3,900 lakhs. Profit on sale of the aforesaid brands amounting to Rs. 3,900 lakhs were accounted for in other income for nine months period ended December 31, 2022.





9. The Shareholders in the annual general meeting dated September 27, 2022, approved one time value creation award amounting to Rs. 1,900 lakhs to Mr. Yashovardhan Saboo (Chairman & Managing Director) gain in the market value of the total investment of the Company in Ethos Limited upon successful completion of IPO of Ethos Limited. Based on the aforesaid approval, the Company has accounted Rs. 1,900 lakhs under Employee benefits expenses for the nine months period ended December 31, 2022.

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



Yashovardhan Saboo  
(Chairman and Managing Director)  
DIN-00012158

Place: Gurugram  
Date: February 14, 2024

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

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of KDDL Limited (the "Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") and joint venture for the quarter ended December 31, 2023 and year to date from April 01, 2023 to December 31, 2023 (the "Statement") attached herewith, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This Statement, which is the responsibility of the Holding Company's Management and approved by the Holding Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder 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. 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 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 No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 issued by the Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.

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

S. No.	Name of subsidiaries/ joint venture	Relationship
1	Ethos Limited	Subsidiary
2	Mahen Distribution Limited	Subsidiary
3	Kamla International Holdings SA	Subsidiary
4	Pylania SA	Subsidiary
5	Estima AG	Subsidiary of Kamla International Holdings SA
6	Kamla Tesio and Dials Limited	Subsidiary
7	Cognition Digital LLP	Subsidiary of Ethos Limited
8	Silvercity Brands AG	Subsidiary of Ethos Limited
9	Favre Leuba GmbH	Subsidiary of Silvercity Brands AG





S. No.	Name of subsidiaries/ joint venture	Relationship
10	Pasadena Retail Private Limited	Joint venture of Ethos Limited

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 other auditors referred to in paragraph 7 and 8 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

#### 6. **Emphasis of Matter**

We draw attention to Note 5 to the accompanying consolidated financial results, which describes that as per subsidiary's management, the assessment of the recoverable amount of tangible assets of Estima AG is in excess of carrying amount thereof as of December 31, 2023. The auditors of Estima AG have also included an Emphasis of Matter on this matter in their review report on the financial information of Estima AG for the quarter ended December 31, 2023.

Our conclusion is not modified in respect of this matter.

7. The accompanying Statement includes the unaudited interim financial results and other unaudited financial information of three subsidiaries included in the Group, whose results reflect total assets of Rs. 7,237 lakhs as at December 31, 2023, total revenues of Rs. 852 lakhs and Rs. 3,517 lakhs, total net (loss) after tax of Rs. (353) lakhs and Rs. (457) lakhs and total comprehensive income of Rs. (353) lakhs and Rs. (457) lakhs, for the quarter ended December 31, 2023 and the period ended on that date respectively, as considered in the statement which have been reviewed by their respective other auditors. The accompanying Statement also includes the Group's share of net gain after tax of Rs. 14 lakhs and Rs. 57 lakhs and Group's share of total comprehensive income of Rs. 14 lakhs and Rs. 57 lakhs for the quarter ended December 31, 2023 and the period ended on that date respectively, as considered in the statement, in respect of one joint venture, whose interim financial information has been reviewed by its independent auditor. The independent auditor's report of these subsidiaries and joint venture have been furnished to us by the Management, and our conclusion on the Statement in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and joint venture, is based solely on the report of such other auditors and the procedures performed by us as stated in paragraph 3 above.

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 been reviewed by its auditor under generally accepted auditing standards applicable in that country. The Holding Company's management has converted the financial results of such subsidiary located outside India from accounting principles generally accepted in that country to accounting principles generally accepted in India. We have reviewed these conversion adjustments made by the Holding Company's management. Our conclusion in so far as it relates to the balances and affairs of such subsidiary located outside India is based on the report of the auditor and the conversion adjustments prepared by the management of the Holding Company and reviewed by us.

8. The accompanying Statement of unaudited consolidated financial results include unaudited interim financial results and other unaudited financial information in respect of five subsidiaries, which have not been reviewed by their auditors, whose interim financial results reflect total assets of Rs. 53,350 lakhs as at December 31, 2023, total revenues of Rs. 691 lakhs and Rs. 2,152 lakhs, total net profit/(loss) after tax of Rs. (45) lakhs and Rs. 131 lakhs and total comprehensive income of



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

Chartered Accountants

Rs. 5,880 lakhs and Rs. 22,016 lakhs, for the quarter ended December 31, 2023 and the period ended on that date respectively.

Three of these subsidiaries is 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 reviewed. 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 interim financial results and other unaudited financial information have been approved and furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the affairs of these subsidiaries, is based solely on such unaudited interim financial results and other unaudited financial information. According to the information and explanations given to us by the Management, these interim financial results are not material to the Group.

Our conclusion on the Statement in respect of matters stated in para 7 and 8 above is not modified with respect to our reliance on the work done and the reports of the other auditors and the financial information certified by the Management.

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

Chartered Accountants

**ICAI Firm registration number:** 301003E/E300005



**per Anil Gupta**

Partner

Membership No.: 87921



UDIN: 24087921BKAQCK9761

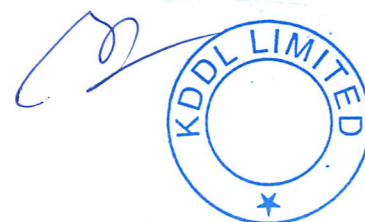
Place: New Delhi

Date: February 14, 2024





KDDL LIMITED						
Statement of Consolidated Unaudited Financial Results for the Quarter and Nine Months ended 31 December 2023						
(₹ in Lakhs)						
S. No.	Particulars	Quarter Ended			Nine Months Ended	
		31 December	30 September	31 December	31 December	31 March
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
		2023	2023	2022	2023	2022
1	Revenue from operations	37,220	33,970	31,281	1,04,342	82,021
2	Other income	746	601	423	1,942	1,210
3	<b>Total income (1+2)</b>	<b>37,966</b>	<b>34,571</b>	<b>31,704</b>	<b>1,06,284</b>	<b>83,231</b>
4	<b>Expenses</b>					
	Cost of raw materials consumed	2,144	2,693	2,226	7,569	6,352
	Purchases of stock-in-trade	22,395	19,435	16,839	61,069	46,998
	Changes in inventories of finished goods, stock-in-trade, scrap and work-in-progress	(2,560)	(3,192)	(1,179)	(9,213)	(7,570)
	Employee benefits expenses	4,601	4,707	3,768	13,973	12,939
	Finance costs	639	683	591	1,997	1,767
	Depreciation and amortisation expense	1,658	1,676	1,247	4,805	3,606
	Other expenses	4,066	4,100	4,035	12,215	11,390
	<b>Total expenses</b>	<b>32,943</b>	<b>30,100</b>	<b>27,527</b>	<b>92,416</b>	<b>75,482</b>
5	<b>Profit before share of equity accounted investees and income tax (3-4)</b>	<b>5,023</b>	<b>4,471</b>	<b>4,177</b>	<b>13,868</b>	<b>7,749</b>
6	Share of profit of equity accounted investees (net of income tax, if any)	14	22	8	57	29
7	<b>Profit before income tax (5+6)</b>	<b>5,037</b>	<b>4,493</b>	<b>4,185</b>	<b>13,925</b>	<b>7,778</b>
8	<b>Income tax expense</b>					
	- Current tax	1,499	1,272	1,046	3,883	3,022
	- Current tax for earlier years	42	(0)	(14)	42	(14)
	- Deferred tax charge/(credit)	(170)	(45)	66	(218)	(802)
	- Deferred tax charge for earlier years	(45)	-	-	(45)	-
9	<b>Profit for the period/year (7-8)</b>	<b>3,710</b>	<b>3,266</b>	<b>3,087</b>	<b>10,263</b>	<b>5,572</b>
10	<b>Other comprehensive income / (expense)</b>					
	(i) Items that will not be reclassified to profit or loss					
	a) Remeasurement of defined benefit (liability) / asset	-	(131)	-	(131)	(50)
	b) Income tax on remeasurement of defined benefit (liability) / asset	-	33	-	33	13
	(ii) Items that will be reclassified to profit or loss					
	a) Exchange differences on translation of foreign operations	137	(31)	28	131	12
11	<b>Total comprehensive income for the period/year (9+10)</b>	<b>3,847</b>	<b>3,137</b>	<b>3,115</b>	<b>10,296</b>	<b>5,547</b>
	<b>Profit attributable to:</b>					
	Owners of the company	2,588	2,543	2,283	7,711	3,744
	Non-controlling interest	1,123	724	804	2,553	1,829
	<b>Other comprehensive income/(expense) attributable to:</b>					
	Owners of the company	64	(121)	28	(35)	(28)
	Non-controlling interest	73	(7)	(0)	67	3
	<b>Total comprehensive income/(expense) attributable to:</b>					
	Owners of the company	2,651	2,422	2,311	7,675	3,716
	Non-controlling interest	1,196	716	804	2,621	1,832
12	Earnings per share of ₹ 10 each (not annualised)					
	Basic (₹)	20.64	20.29	17.92	61.50	29.39
	Diluted (₹)	20.64	20.29	17.92	61.50	29.39
13	Paid-up equity share capital (Face value per share ₹10)	1,254	1,254	1,274	1,254	1,274
14	Other equity					44,366
	See accompanying Notes to the Consolidated Unaudited Financial Results					





## Notes to Consolidated Audited Financial Results:

1. The financial results of the 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)  
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 (Subsidiary)  
Silvercity Brands AG (Subsidiary of Ethos Limited w.e.f. March 31, 2023)  
Favre Leuba GmbH (Subsidiary of Silvercity Brands AG w.e.f. June 26, 2023)

2. The above consolidated unaudited 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.

3. The Consolidated unaudited financial results have been reviewed and recommended by the Audit Committee and approved by the Board of Directors in their respective meetings held on February 14, 2024 and have been reviewed by the Statutory Auditors of the Holding Company.

4. 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 unaudited financial results are consistently applied to record revenue and expenditure in individual segment. The consolidated segment wise revenue, results, assets and liabilities are as follows:

S.No.	Particulars	(₹ in Lakhs)					
		Quarter Ended			Nine Months Ended		Year Ended
		31 December	30 September	31 December	31 December	31 December	31 March
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
		2023	2023	2022	2023	2022	2023
1	<b>Segment revenue</b>						
	a) Precision and watch components	8,702	10,041	8,034	28,623	23,029	31,874
	b) Watches, accessories and other luxury items and related services	28,123	23,522	22,949	74,647	58,071	78,824
	c) Others	492	503	379	1,353	1,140	1,548
	<b>Total</b>	<b>37,317</b>	<b>34,066</b>	<b>31,362</b>	<b>1,04,623</b>	<b>82,240</b>	<b>1,12,246</b>
	Less: Inter segment revenue	(97)	(96)	(81)	(281)	(218)	(301)
	<b>Revenue from operations</b>	<b>37,220</b>	<b>33,970</b>	<b>31,281</b>	<b>1,04,342</b>	<b>82,021</b>	<b>1,11,945</b>
2	<b>Segment results (profit before tax and finance cost from each segment)</b>						
	a) Precision and watch components	2,158	2,692	1,933	7,478	5,019	6,928
	b) Watches, accessories and other luxury items and related services	3,353	2,581	2,772	8,338	6,451	8,175
	c) Others	(5)	67	31	83	63	97
	<b>Total</b>	<b>5,506</b>	<b>5,340</b>	<b>4,736</b>	<b>15,899</b>	<b>11,533</b>	<b>15,200</b>
	Less: (i) Finance costs	639	683	591	1,997	1,767	2,396
	(ii) Other un-allocable expenditure (net of un-allocable income)	(170)	165	(40)	(23)	1,988	2,043
	<b>Profit before tax</b>	<b>5,037</b>	<b>4,493</b>	<b>4,185</b>	<b>13,925</b>	<b>7,778</b>	<b>10,761</b>
3	<b>Segment Assets</b>						
	a) Precision and watch components	27,979	27,647	25,005	27,979	25,005	27,706
	b) Watches, accessories and other luxury items and related services	78,778	72,813	56,654	78,778	56,654	59,469
	c) Others	1,073	983	1,796	1,073	1,796	1,224
	d) Unallocated	47,831	22,252	30,893	47,831	30,893	27,653
	<b>Total Segment assets</b>	<b>1,55,661</b>	<b>1,23,695</b>	<b>1,14,348</b>	<b>1,55,661</b>	<b>1,14,348</b>	<b>1,16,052</b>
4	<b>Segment liabilities</b>						
	a) Precision and watch components	6,435	6,487	5,790	6,435	5,790	6,346
	b) Watches, accessories and other luxury items and related services	14,846	12,461	11,609	14,846	11,609	12,712
	c) Others	239	237	194	239	194	204
	d) Unallocated	27,701	28,108	25,782	27,701	25,782	26,576
	<b>Total Segment liabilities</b>	<b>49,221</b>	<b>47,292</b>	<b>43,375</b>	<b>49,221</b>	<b>43,375</b>	<b>45,838</b>

5. Considering the accumulated losses, impairment indicators were identified in relation to property, plant and equipment (PPE) of one of a subsidiary namely, Estima AG. Based on the impairment assessment carried out by the management, the recoverable amount of tangible assets of Estima AG is assessed as higher than carrying amount thereof as at December 31, 2023.

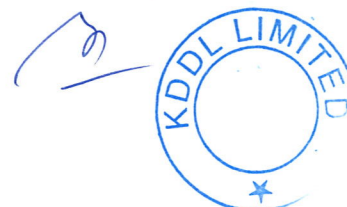
6. The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The Holding Company, its Indian subsidiaries and its joint venture 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.

7. The Shareholders in the annual general meeting dated September 27, 2022, approved one time value creation award amounting to Rs. 1,900 lakhs to Mr. Yashovardhan Saboo (Chairman & Managing Director) gain in the market value of the total investment of the Company in Ethos Limited upon successful completion of IPO of Ethos Limited. Based on the aforesaid approval, the Company had accounted Rs. 1,900 lakhs under Employee benefits expenses for the nine months period ended December 31, 2022.

8. During the quarter ended 30 June 2022, the Subsidiary Company i.e. Ethos Limited has completed its Initial Public Offering ('IPO') of 45,81,500 equity shares of face value of Rs. 10 each at an issue price of Rs. 878 per share (including securities premium of Rs. 868 per share). These equity shares have been listed on National Stock Exchange (NSE) and Bombay Stock Exchange (BSE) with effect from 30 May, 2022. The issue comprised of fresh issue of 42,71,070 equity shares aggregating to Rs. 37,500 lakhs and offer for sale of 3,10,430 equity shares aggregating to Rs. 2,726 lakhs. Net gain on such offer for sale of 1,54,089 equity shares held by the Holding Company and subsidiary company (Mahen Distribution Limited) amounting to Rs. 1067 lakhs (net of income tax of Rs. 112 lakhs) has been included under other equity in the consolidated unaudited financial results.

Consequent to allotment of fresh issue, the paid-up equity share capital of the subsidiary company stands increased from INR 1,908 lakhs consisting of consisting of 1,90,78,163 equity shares of INR 10 each to INR 2,335 lakhs consisting of 2,33,49,233 Equity Shares of INR 10 each.

The total offer expenses in relation to the fresh issue are Rs. 3,531 lakhs (excluding taxes). The utilization of IPO proceeds from fresh issue (net of IPO related expense of Rs. 3,531 lakhs) is summarized below:







(₹ in Lakhs)	
Particulars	Amount
Amount received from fresh issue	37,500
Less: Offer related expenses in relation to the fresh issue	(3,531)
<b>Net proceeds available for utilisation</b>	<b>33,969</b>

The aforesaid offer related expenses in relation to the Fresh Issue have been adjusted against securities premium as per Section 52 of the Companies Act, 2013.

(₹ in Lakhs)			
Particulars	Amount to be utilised as per prospectus	Utilisation upto Dec 31, 2023	Unutilized as on Dec 31, 2023
Repayment or pre-payment certain borrowings	2,989	2,989	-
Funding working capital requirements	23,496	22,977	520
Financing the establishment of new stores and renovation of the certain existing stores	3,327	681	2,646
Financing the upgradation of ERP	198	61	137
General corporate purpose*	3,958	3,751	207
<b>Total</b>	<b>33,969</b>	<b>30,459</b>	<b>3,510</b>

\* Amount of Rs. 3610 lakhs was original proposed in offer document as part of general corporate purpose has been increased by Rs. 348 lakhs on account of saving in offer expenses

Net unutilized proceeds as on December 31, 2023 has been temporarily invested in deposits with scheduled banks and monitoring agency bank account.

9. From the previous year, the Holding Company has initiated the process of setting up of a new plant for manufacturing steel bracelets for watches. As on December 31, 2023, the Holding Company has procured or given advances for procurement of machines and materials of Rs. 2,757 lakhs. Also, the Holding Company has received advance of Rs. 1,221 lakhs from a major customer for this product which will be adjusted against future sales to that customer.

10. During the quarter ended March 31, 2023, Ethos Limited, a subsidiary of the Holding Company has acquired 100% stake in Silvercity Brands AG, the Swiss stock corporation having its registered seat in Grenchen, Switzerland from Philipp Schaller, c/o Badertscher Rechtsanwälte AG Mühlebachstrasse 32 8008 Zürich. The Share Capital of the company is CHF 100,000, divided into 100,000 registered shares with a nominal value of CHF 1 each and paid-up Share Capital is 50,000 shares for CHF 1 each. The purchase consideration for acquisition of shares is at CHF 50,000 in an all-cash deal. The subsidiary company has paid 50,000 CHF on March 31, 2023. Silvercity Brands AG is wholly owned subsidiary company of Ethos Limited as on March 31, 2023.

During the quarter ended June 30, 2023, Ethos Limited (Subsidiary) has further infused CHF 20,50,000, for issue of 20,50,000 registered shares with nominal value of CHF 1 each in Silvercity Brands AG. As on date, Ethos Limited (Subsidiary) holds 21,00,000 equity shares of CHF 1 each (equivalent to Rs. 1,920 lakhs) in Silvercity Brands AG.

11. During the quarter ended June 30, 2023, Ethos Limited, a subsidiary's wholly owned subsidiary, Silvercity Brands AG has acquired 100% stake in Favre Leuba GmbH, the Swiss stock corporation having its registered seat in Grafenauweg 6, 6300 Zug, Switzerland during Sep 2023. The Share Capital of the Favre Leuba GmbH is CHF 20,000, divided into 20,000 registered shares with a nominal value of CHF 1 each and paid-up Share Capital is 20,000 shares for CHF 1 each (equivalent to Rs. 18 lakhs). The purchase consideration for acquisition of shares is at CHF 20,000 in an all-cash deal which has been paid by Silvercity Brands AG. Favre Leuba GmbH is wholly owned subsidiary company of Silvercity Brands AG.

12. The Subsidiary Company has acquired 6.25% of equity shares, in Switzerland based Company HAUTE-RIVE WATCHES SA, a new specialized watch making brand having registered office at Chemin des Virettes 11, Corcelles, NE for the consideration of CHF 1,25,000 (equivalent to Rs. 113 lakhs). The Company received the letter for allotment of equity shares on April 28, 2023.

13. During the quarter ended June 30, 2023, the Group through its wholly owned subsidiary, Silvercity Brands AG has acquired Favre Leuba Brand and all related trademarks, sub brands, Logos and brand material for CHF 14,92,757 (equivalent to Rs. 1,369 lakhs). The subsidiary company is in process of getting assignment right registered in its name in countries where this brand is already registered.

14. (a) During the current quarter, the subsidiary company Ethos Limited has completed its Qualified Institutions Placement ("QIP") of 11,31,210 equity shares of face value of Rs. 10 each at an issue price of Rs. 1,547 per share (including securities premium of Rs. 1,537 per share) aggregating to Rs. 17,500 lakhs.

Consequent to allotment of fresh issue of equity shares on November 3, 2023, the paid-up equity share capital of the subsidiary Company stands increased from INR 2,335 lakhs consisting of 2,33,49,233 Equity Shares of INR 10 each to INR 2,448 lakhs consisting of 2,44,80,443 Equity Shares of INR 10 each.

The total offer expenses in relation to the fresh issue are Rs. 540 lakhs (excluding taxes). The utilization of QIP proceeds from fresh issue (net of QIP related expense of Rs. 540 lakhs) is summarized below:

(₹ in Lakhs)	
Particulars	Amount
Amount received from fresh issue	17,500
Less: Offer related expenses in relation to the fresh issue	(540)
<b>Net proceeds available for utilisation</b>	<b>16,960</b>

(₹ in Lakhs)	
Particulars	Amount
Funding working capital requirements of the Company	13,125
General corporate purpose	3,835
<b>Net proceeds available for utilisation *</b>	<b>16,960</b>

\* As per the Placement Document, the utilisation of funds for the aforesaid objects will start after March 31, 2024. Net Proceeds available for utilisation as on date have been temporarily invested in deposits with scheduled banks and kept in current account with monitoring agency bank account.


(b) During the current quarter, Mahen Distribution Limited (Subsidiary) has sold 550,166 equity shares of Rs. 10 each of Ethos Limited (Subsidiary) through open market for net consideration of Rs. 10,414 lakhs.

(c) Post the above transactions, the consolidated shareholding of the Holding Company (directly and indirectly through its other subsidiary, Mahen Distribution Limited) in Ethos Limited as at December 31, 2023 is reduced to 56.00% which have resulted into increase in the amount of minority interest by Rs. 10,850 lakhs in the consolidated financial results of the group for the quarter ended December 31, 2023.

15. During the quarter ended September 30, 2023, the subsidiary company Silvercity Brands AG has acquired 0.06% of equity shares in Switzerland based company CZAPEK & Cie SA, for the consideration of CHF 28000 (equivalent to Rs. 25 lakhs). The company is in the business of production and sale of luxury watches and jewellery products.

16. Subsequent to the quarter ended December 31, 2023, the Holding Company on recommendation of the Board of Directors of the Company have approved interim dividend of Rs. 58 per fully paid up equity share of Rs. 10 each (580%) for the financial year ended March 31, 2024.

Place: Gurugram  
Date: 14 February 2024

For and on the behalf of Board of Directors  
  
Yashovardhan Saboo  
(Chairman and Managing Director)  
DIN-00012158

