

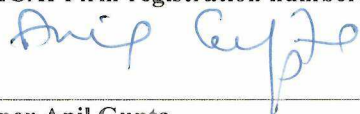
**Independent Auditor's Review Report on the Quarterly Unaudited Standalone Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended****Review Report to  
The Board of Directors  
KDDL Limited**

1. We have reviewed the accompanying statement of unaudited standalone financial results of KDDL Limited (the "Company") for the quarter ended June 30, 2021 (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. This Statement, which is the responsibility of the Company's Management and approved by the 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.
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.
5. **Emphasis of Matter**  
We draw attention to Note 3 to the accompanying standalone financial results, which describes the uncertainties and impact of COVID-19 pandemic on the Company's operations and results as assessed by the management. Our conclusion is not modified in respect of this matter.

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

Chartered Accountants

ICAI Firm registration number: 301003E/E300005

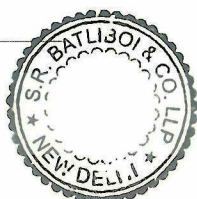


per Anil Gupta

Partner

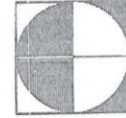
Membership No.: 87921

UDIN: 21087921AAAACT8212



Place: New Delhi

Date: August 13, 2021



**KDDL Limited**  
**Statement of Standalone Unaudited Financial Results for the Quarter ended 30 June 2021**

(₹ in Lakhs)

S. No.	Particulars	Quarter Ended			Year Ended	
		30 June	31 March	30 June	31 March	
		(Unaudited)	(Audited)**	(Unaudited)	(Audited)	
		2021	2021	2020	2021	
1	Revenue from operations	4624	5050	2099	14689	
2	Other income	133	(16)#	78	252	
3	<b>Total Income (1+2)</b>	<b>4757</b>	<b>5034</b>	<b>2177</b>	<b>14941</b>	
4	<b>Expenses</b>					
	Cost of raw materials consumed	1310	1318	384	3523	
	Changes in inventories of finished goods, work-in-progress and scrap	(107)	(112)	198	245	
	Employee benefits expenses	1549	1456	1075	4970	
	Finance costs	188	221	241	927	
	Depreciation and amortisation expense	291	294	295	1195	
	Other expenses	1136	1168	574	3566	
	<b>Total Expenses</b>	<b>4367</b>	<b>4345</b>	<b>2767</b>	<b>14426</b>	
5	<b>Profit/(loss) before income tax (3-4)</b>	<b>390</b>	<b>689</b>	<b>(590)</b>	<b>515</b>	
6	<b>Income tax expense</b>					
	- Current tax	101	119	-	119	
	- Current tax for earlier years	-	(18)	-	(18)	
	- Deferred tax charge/(credit)	14	95	(108)	54	
	- Deferred tax charge for earlier years	-	21	-	21	
7	<b>Profit/(loss) for the period/year (5-6)</b>	<b>275</b>	<b>472</b>	<b>(482)</b>	<b>339</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	(5)	26	
	Income tax on remeasurement of defined benefit (liability) / asset	-	(1)	1	(8)	
9	<b>Total Comprehensive Income/(loss) for the period/year (7+8)</b>	<b>275</b>	<b>473</b>	<b>(486)</b>	<b>357</b>	
10	Earnings per share of ₹ 10 each (not annualized)					
	Basic (₹)*	2.23	3.97	(4.05)	2.85	
	Diluted (₹)*	2.23	3.97	(4.05)	2.85	
11	Paid-up equity share capital (Face value per share ₹ 10)	1274	1165	1165	1165	
12	Reserves (excluding revaluation reserves)				16133	
	See accompanying notes to the Standalone Unaudited Financial Results					

\*Refer Note 5 below

\*\*Refer Note 11 below

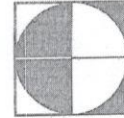
#Negative due to foreign exchange loss (net) during the previous quarter



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# KDDL Limited

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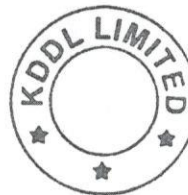
Kamla Centre, SCO 88-89, Sector 8-C, Chandigarh - 160 009, INDIA. Tel: +91 172 2548223/24, 2544378/79  
 Fax: +91 172 2548302, Website: www.kddl.com CIN-L33302HP1981PLC008123

**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 unaudited financial results are consistently applied to record revenue and expenditure in individual segments. Accordingly, the standalone unaudited segment wise revenue, results, assets and liabilities are as follows :

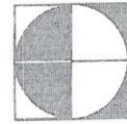
S.No.	Particulars	Quarter Ended			Year Ended
		30 June	31 March	30 June	31 March
		(Unaudited)	(Audited)**	(Unaudited)	(Audited)
		2021	2021	2020	2021
1	<b>Segment revenue</b>				
	a) Precision and watch components	4491	4867	2041	14219
	b) Others	133	183	58	470
	<b>Total</b>	<b>4624</b>	<b>5050</b>	<b>2099</b>	<b>14689</b>
	Less: Inter segment revenue	-	-	-	-
	<b>Total Revenue from operations</b>	<b>4624</b>	<b>5050</b>	<b>2099</b>	<b>14689</b>
2	<b>Segment results (profit/(loss) before tax and finance costs from each segment)</b>				
	a) Precision and watch components	814	1188	(200)	2184
	b) Others	13	26	(20)	8
	<b>Total</b>	<b>827</b>	<b>1214</b>	<b>(220)</b>	<b>2192</b>
	Less: i. Finance costs	188	221	241	927
	ii. Other un-allocable expenditure (net of un-allocable income)	249	304	129	750
	<b>Profit/(loss) before tax</b>	<b>390</b>	<b>689</b>	<b>(590)</b>	<b>515</b>
3	<b>Segment assets</b>				
	a) Precision and watch components	16905	16441	16642	16441
	b) Others	326	299	328	299
	c) Unallocated	14482	13232	12157	13232
	<b>Total Segment assets</b>	<b>31714</b>	<b>29972</b>	<b>29127</b>	<b>29972</b>
4	<b>Segment liabilities</b>				
	a) Precision and watch components	3079	2943	3304	2943
	b) Others	120	68	77	68
	c) Unallocated	8529	9654	9282	9654
	<b>Total Segment liabilities</b>	<b>11727</b>	<b>12665</b>	<b>12663</b>	<b>12665</b>

\*\*Refer Note 11 below



*Waboo*



**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 13 August 2021 and have been reviewed by the Statutory Auditors of the Company.
3. The Company's operations, revenue and consequently profit during the quarter ended 30 June 2021 and year ended 31 March 2021 were impacted due to Covid-19. Further, impact of second wave of COVID-19 has reduced significantly in India. The Government is opening up economic and social activities gradually after the second wave. However, there are significant chances of third wave of COVID-19 pandemic in India based on Government authority's estimation. 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 as at the date of approval of these standalone financial results.
4. During the quarter ended 30 June 2021, the Company has issued and allotted 10,86,956 Equity Shares of the Company of face value of INR 10 each, at an issue price of INR 230 per Equity Share (including a premium of INR 220 per Equity Share) on rights basis to the eligible applicants pursuant to the Rights Issue by the Company.

Utilisation of proceeds received from rights issue of shares:

(INR in lakhs)

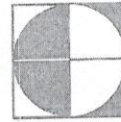
Particulars	Amount
Total proceeds	2,500
Less: Rights share issue expenses	94
Net proceeds available for utilisation	2,406

(INR in lakhs)

Particulars	To be utilised	Utilised
(a) Investment in Ethos Limited (a subsidiary company) for funding its working capital requirements	1,875	Nil
(b) General corporate purposes	531	335
	2,406	335

The balance unutilised amount of INR 2071 lakhs as on 30 June 2021 have been temporarily invested in deposits, cash credit accounts and current accounts with the scheduled commercial banks to reduce the cost of capital.





Consequent to said allotment, the paid-up equity share capital of the Company stands increased from INR 1,165 lakhs (excluding forfeited 1,74,280 equity shares) consisting of 1,16,50,108 equity shares of INR 10 each to INR 1,274 lakhs consisting of 1,27,37,064 Equity Shares of INR 10 each. The Company has incurred share issue expenses of INR 94 lakhs in connection with the aforesaid Rights Issue. The aforementioned amount has been adjusted against securities premium as permitted under Section 52 of the Companies Act, 2013.

5. Pursuant to allotment of equity shares on rights basis, basic and diluted earnings per share for the previous periods presented have been restated for the bonus element in respect of rights issue made during the quarter ended 30 June 2021 in accordance with Indian Accounting Standard (Ind AS) 33 - Earning per Share.
6. During the quarter ended 30 June 2021, the Company has purchased 2,50,000 equity shares of Rs. 10 each amounting to INR 500 lakhs of Ethos Limited (a subsidiary company) from an existing shareholder of Ethos Limited. Post the above acquisition, consolidated shareholding of the Company (directly and indirectly through its other subsidiary, Mahen Distribution Limited) in Ethos Limited as at 30 June 2021 is 76.45%.

Subsequent to quarter end, the Company has further purchased 1,00,000 equity shares of Rs. 10 each amounting to INR 200 lakhs of Ethos Limited (a subsidiary company) from an existing shareholder of Ethos Limited.

These equity shares were purchased at INR 200 per equity share from a third party at negotiated price as this negotiated price is much lower compared to the earlier share acquisitions by the Company. Further, the financial performance of the Ethos Limited during the year 2020-21 was better as compared to 2019-20 despite challenging environment due to COVID-19.

7. 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 hearing which was scheduled on 23 July 2021 has been postponed to 13 August 2021. Hence, the accounting will be done once the Scheme is approved by the NCLT and becomes effective.

8. 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 from 01 January 2021 to 30 June 2021. As and when the rates are notified, the impact of the export benefits will be considered in the books of accounts.

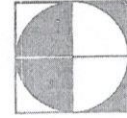


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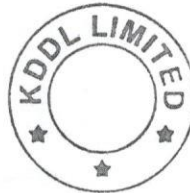
# KDDL Limited

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



- P. 5  
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9. 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.
  10. 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.
  11. The figures of the last quarter of previous year are balancing figures between audited figures in respect of the full financial year and the published figures nine months period ended for previous year.
  12. During the quarter ended 30 June 2021, the Board of Directors of the Company has recommended dividend of INR 1.50 per equity share (15%) for the financial year ended 31 March 2021 which is subject to the approval of the shareholders of the Company at ensuing Annual General Meeting.

For and on behalf of Board of Directors



Place: Chandigarh  
Date: 13 August 2021

Yashovardhan Saboo  
(Chairman and Managing Director)  
DIN-00012158

**Independent Auditor's Review Report on the Quarterly 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"), its associate and joint venture for the quarter ended June 30, 2021 (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/ 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



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

Chartered Accountants

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**

(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 tangible assets of Estima AG is in excess of carrying amount thereof as at June 30, 2021. The auditors of Estima AG has also included a Emphasis of Matter in their review report on the financial information of Estima AG for the quarter ended June 30, 2021.

Our conclusion 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 COVID-19 pandemic on the Group's operations and results as assessed by the management.

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. 4493 lakhs as at June 30, 2021, total revenues of Rs. 443 lakhs and total net (loss) after tax of Rs. (94) lakhs, total comprehensive (loss) of Rs. (94) lakhs, for the quarter ended June 30, 2021, 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 (loss) after tax of Rs. (8) lakhs and Group's share of total comprehensive (loss) of Rs. (8) lakhs for the quarter ended June 30, 2021, 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.

One 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 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 three subsidiaries, which have not been reviewed by their auditors, whose interim financial results reflect total assets of Rs. 3540 lakhs as at June 30, 2021, total revenues of Rs. 260 lakhs, total net profit after tax of Rs. 32





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

Chartered Accountants

lakhs, total comprehensive income of Rs. 32 lakhs, for the quarter ended June 30, 2021. The Statement also includes the Group's share of net loss after tax and total comprehensive loss of Rs. Nil and Rs. Nil, for the quarter ended June 30, 2021, as considered in the statement, in respect of one associate, based on their interim financial results which have not been reviewed by any auditors.

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 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 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 and associate, 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

*Anil Gupta*

per Anil Gupta

Partner

Membership No.: 87921



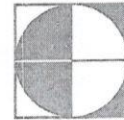
UDIN: 21087921AAAACU5092

Place: New Delhi

Date: August 13, 2021

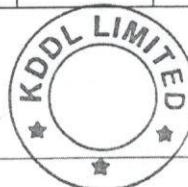
# KDDL Limited

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 Fax: +91 172 2548302, Website: www.kddl.com CIN-L33302HP1981PLC008123



<b>KDDL LIMITED</b>					
<b>Statement of Consolidated Unaudited Financial Results for the Quarter ended 30 June 2021</b>					
(₹ in Lakhs)					
S. No.	Particulars	Quarter Ended			Year Ended
		30 June	31 March	30 June	31 March
		(Unaudited)	(Audited)**	(Unaudited)	(Audited)
		2021	2021	2020	2021
1	Revenue from operations	13900	17819	5299	54882
2	Other income	574	269	562	1842
3	<b>Total income (1+2)</b>	<b>14474</b>	<b>18088</b>	<b>5861</b>	<b>56724</b>
4	<b>Expenses</b>				
	Cost of raw materials consumed	1347	1468	506	3933
	Purchases of stock-in-trade	4850	9713	483	26085
	Changes in inventories of finished goods, stock-in-trade, scrap and work-in-progress	1404	(1052)	1833	2333
	Employee benefits expenses	2662	2596	1952	8633
	Finance costs	589	639	717	2683
	Depreciation and amortisation expense	1042	1091	1227	4604
	Other expenses	2149	2365	1155	7402
	<b>Total expenses</b>	<b>14043</b>	<b>16820</b>	<b>7873</b>	<b>55673</b>
5	<b>Profit/(loss) before share of equity accounted investees and income tax (3-4)</b>	<b>431</b>	<b>1268</b>	<b>(2012)</b>	<b>1051</b>
6	Share of (loss)/profit of equity accounted investees (net of income tax, if any)	(8)	15	(16)	11
7	<b>Profit/(loss) before income tax (5+6)</b>	<b>423</b>	<b>1283</b>	<b>(2028)</b>	<b>1062</b>
8	Income tax expense				
	- Current tax	129	203	-	408
	- Current tax for earlier years	-	(17)	-	(17)
	- Deferred tax charge/(credit)	11	163	(469)	(54)
	- Deferred tax charge for earlier years	-	28	-	28
9	<b>Profit/(loss) for the period/year (7-8)</b>	<b>282</b>	<b>906</b>	<b>(1559)</b>	<b>697</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	(5)	21
	b) Income tax on remeasurement of defined benefit (liability) / asset	-	(1)	1	(7)
	<i>(ii) Items that will be reclassified to profit or loss</i>				
	a) Exchange differences on translation of foreign operations	40	(93)	12	(33)
11	<b>Total Comprehensive income/(expense) for the period/year (9+10)</b>	<b>322</b>	<b>813</b>	<b>(1551)</b>	<b>678</b>
	<b>Profit/(loss) attributable to:</b>				
	Owners of the company	259	780	(1276)	567
	Non-controlling interest	23	126	(283)	130
	<b>Other Comprehensive Income/(expense) attributable to:</b>				
	Owners of the company	35	(79)	6	(13)
	Non-controlling interest	5	(14)	2	(6)
	<b>Total Comprehensive Income/(expense) attributable to:</b>				
	Owners of the company	293	701	(1270)	554
	Non-controlling interest	29	112	(281)	124
12	Earnings per share of ₹ 10 each (not annualised)				
	Basic (₹)*	2.10	6.56	(10.73)	4.76
	Diluted (₹)*	2.10	6.56	(10.73)	4.76
13	Paid-up equity share capital (Face value per share ₹10)	1274	1165	1165	1165
14	Reserves				17482
	See accompanying Notes to the Consolidated Unaudited Financial Results				

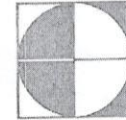
\* Refer Note 13 below  
 \*\* Refer Note 15 below



*Deboo*



## KDDL Limited



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**Notes to Consolidated Unaudited 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)  
 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)

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 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 13 August 2021 and have been reviewed by the Statutory Auditors of the Holding Company.

4. 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. 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.

5. 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 segments. Accordingly, the consolidated unaudited segment wise revenue, results, assets and liabilities is as follows:

S.No.	Particulars	Quarter Ended			Year Ended	
		30 June	31 March	30 June	31 March	
		(Unaudited)	(Audited)*	(Unaudited)	(Audited)	
		2021	2021	2020	2021	
1	<b>Segment revenue</b>					
	a) Precision and watch components	4869	5319	2482	15703	
	b) Watch and accessories	8897	12321	2759	38712	
	c) Marketing support and other services	-	92	-	473	
	d) Others	133	183	58	470	
	<b>Total</b>	<b>13900</b>	<b>17915</b>	<b>5299</b>	<b>55358</b>	
	Less: Inter segment revenue	-	(96)	-	(477)	
	<b>Revenue from operations</b>	<b>13900</b>	<b>17819</b>	<b>5299</b>	<b>54882</b>	
2	<b>Segment results (profit/(loss) before tax and finance cost from each segment)</b>					
	a) Precision and watch components	764	1157	(184)	2073	
	b) Watch and accessories	482	1017	(951)	2234	
	c) Marketing support and other services	(58)	(4)	(48)	90	
	d) Others	10	26	(22)	(2)	
	<b>Total</b>	<b>1198</b>	<b>2195</b>	<b>(1205)</b>	<b>4394</b>	
	Less: (i) Finance costs	589	639	717	2683	
	(ii) Other un-allocable expenditure (net of un-allocable income)	185	273	106	649	
	<b>Profit/(loss) before tax</b>	<b>423</b>	<b>1283</b>	<b>(2028)</b>	<b>1062</b>	
3	<b>Segment Assets</b>					
	a) Precision and watch components	20446	19853	20494	19853	
	b) Watch and accessories	35606	36405	38013	36405	
	c) Marketing support and other services	178	134	44	134	
	d) Others	467	408	439	408	
	e) Unallocated	5261	4956	3327	4956	
	<b>Total Segment assets</b>	<b>61959</b>	<b>61756</b>	<b>62317</b>	<b>61756</b>	
4	<b>Segment liabilities</b>					
	a) Precision and watch components	3330	3055	3732	3055	
	b) Watch and accessories	8007	9293	9960	9293	
	c) Marketing support and other services	43	47	65	47	
	d) Others	122	68	77	68	
	e) Unallocated	25498	26566	27291	26566	
	<b>Total Segment liabilities</b>	<b>37000</b>	<b>39030</b>	<b>41126</b>	<b>39030</b>	

\* Refer Note 15 below

6. 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 tangible assets of Estima AG is assessed as higher than carrying amount thereof as at 30 June 2021.

7. The Ministry of Corporate Affairs vide notification dated 24 July 2020 and 18 June 2021, issued an amendment to Ind AS 116 "Leases", by inserting a practical expedient w.r.t. "Covid-19-Related Rent Concessions" effective from the period beginning on or after 01 April 2020. Pursuant to the above amendment, the Group has applied the practical expedient by accounting unconditional rent concessions in "Other Income" in the Statement of Profit and Loss as under:

Particulars	(₹ in Lakhs)			
	Quarter Ended		Year Ended	
	30 June 2021	31 March 2021	30 June 2020	31 March 2021
Unconditional rent concessions	398	182	467	1,402

The above unconditional rent concessions for the quarter ended 30 June 2021 includes INR 145 lakhs pertaining to period after 30 June 2021.



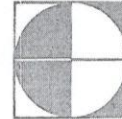
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# KDDL Limited

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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 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.

9. The Group's operations, revenue and consequently profit during the quarter ended 30 June 2021 and year ended 31 March 2021 were impacted due to Covid-19. Further, Impact of second wave of Covid-19 has reduced significantly in India. The Government is opening up economic and social activities gradually after the second wave. However, there are significant chances of third wave of Covid-19 pandemic in India based on Government authority's estimation. 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 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 as 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 hearing which was scheduled on 23 July 2021 has been postponed to 13 August 2021. Hence, the accounting will be done once the Scheme is approved by the NCLT and becomes effective.

11. During the quarter ended 30 June 2021, the Holding Company has purchased 2,50,000 equity shares of Rs. 10 each amounting to INR 500 lakhs of Ethos Limited (a subsidiary company) from an existing shareholder of Ethos Limited. Post the above transaction, consolidated shareholding of KDDL Limited (directly and indirectly through its subsidiary, Mahen Distribution Limited) in Ethos Limited has increased from 75.08% to 76.45% and as at 30 June 2021, the consolidated shareholding is 76.45%.

Subsequent to quarter end, the Holding Company has further purchased 1,00,000 equity shares of Rs. 10 each amounting to INR 200 lakhs of Ethos Limited (a subsidiary company) from an existing shareholder of Ethos Limited.

These equity shares were purchased at INR 200 per equity share from a third party at negotiated price as this negotiated price is much lower compared to the earlier share acquisitions by the Company. Further, the financial performance of the Ethos Limited during the year 2020-21 was better as compared to 2019-20 despite challenging environment due to COVID-19.

12. During the quarter ended 30 June 2021, the Holding Company has issued and allotted 10,86,956 Equity Shares of the Holding Company of face value of INR 10 each, at an issue price of INR 230 per Equity Share (including a premium of INR 220 per Equity Share) on rights basis to the eligible applicants pursuant to the Rights Issue by the Holding Company.

#### Utilisation of proceeds received from rights issue of shares:

Particulars	(₹ in Lakhs)	
	Amount	
Total proceeds	2500	
Less: Rights share issue expenses	94	
Net proceeds available for utilisation	2406	

Particulars	(₹ in Lakhs)	
	To be utilised	Utilised
(a) Investment in Ethos Limited (a subsidiary company) for funding its working capital requirements	1875	Nil
(b) General corporate purposes	531	335
	2406	335

The balance unutilised amount of INR 2071 lakhs as on 30 June 2021 have been temporarily invested in deposits, cash credit accounts and current accounts with the scheduled commercial banks to reduce the cost of capital.

Consequent to said allotment, the paid-up equity share capital of the Holding Company stands increased from INR 1,165 lakhs (excluding forfeited 1,74,280 equity shares) consisting of 1,16,50,108 equity shares of INR 10 each to INR 1,274 lakhs consisting of 1,27,37,064 Equity Shares of INR 10 each. The Holding Company has incurred share issue expenses of INR 94 lakhs in connection with the aforesaid Rights Issue. The aforementioned amount has been adjusted against securities premium as permitted under Section 52 of the Companies Act, 2013.

13. Pursuant to allotment of equity shares on rights basis, basic and diluted earnings per share for the previous periods presented have been restated for the bonus element in respect of rights issue made during the quarter ended 30 June 2021 in accordance with Indian Accounting Standard (Ind AS) 33 - Earning per Share.

14. 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 from 01 January 2021 to 30 June 2021. As and when the rates are notified, the impact of the export benefits will be considered in the books of accounts.

15. The figures of the last quarter of previous year are balancing figures between audited figures in respect of the full financial year and the published figures nine months period ended for previous year.

16. During the quarter ended 30 June 2021, the Board of Directors of the Holding Company has recommended dividend of INR 1.50 per equity share (15%) for the financial year ended 31 March 2021 which is subject to the approval of the shareholders of the Holding Company at ensuing Annual General Meeting.



For and on the behalf of Board of Directors

*(Signature)*

Yashovardhan Saboo  
(Chairman and Managing Director)

DIN-00012158

Place: Chandigarh  
Date: 13 August 2021