



KOVAI MEDICAL CENTER AND HOSPITAL LIMITED

NABH Accredited Hospital

Excellence in Healthcare

99, Avanashi Road, Coimbatore - 641 014. INDIA | Phone : (0422) 4323800

Fax : (0422) 2627782 | Web : www.kmchhospitals.com | CIN No : L85110TZ1985PLC001659



Ref: KMCH/SEC/SE/2019-20/921

November 9, 2019

To

Corporate Relationship Department
BSE Limited
1st Floor, New Trading Ring
Rotunda Building, P.J.Towers
Dalal Street, Fort
Mumbai – 400 001

Dear Sirs,

Sub: Submission of Un-audited Financial Results and Limited Review Report for the quarter/half year ended 30th September 2019.

Ref: Security Code: 523323, Security Name: KOVAI

In terms of Regulation 33 of SEBI (LODR) Regulations 2015, the Board at its meeting held 9th November 2019 (Starting time: 10.30 a.m. Closing time: 2.30 p.m.) has considered and approved the Un-audited Financial Results for the quarter/half year ended 30th September 2019.

A copy of the same along with Limited Review Report submitted by the Statutory Auditors of the company is attached herewith. Kindly acknowledge.

Thanking you

Yours faithfully

For KOVAI MEDICAL CENTER AND HOSPITAL LIMITED

S.P.CHITTIBABU
COMPANY SECRETARY





KOYAI MEDICAL CENTER AND HOSPITAL LIMITED

Corporate Identification Number (CIN) : L85110TZ1985PLC001659

Registered Office : 99, Avanashi Road, Coimbatore - 641 014

Phone: (0422) 4323800, 3083800, Fax : (0422) - 2627782

E-mail: getwell@kmchhospitals.com, Website : www.kmchhospitals.com

Statement of Unaudited Financial Results for the Quarter / Half Year Ended 30th September 2019

(₹ In lakhs)

S.No	Particulars	Quarter Ended			Half Year Ended		Year Ended
		30.09.2019	30.06.2019	30.09.2018	30.09.2019	30.09.2018	31.03.2019
		(Unaudited)			(Unaudited)		(Audited)
1	Income from Operations						
	a) Revenue from Operations	17,614.37	16,518.03	15,122.40	34,132.40	30,148.14	62,658.39
	b) Other Operating Income	49.59	26.17	30.05	75.76	80.52	106.82
	c) Other Income	233.82	268.99	210.63	502.81	441.04	823.73
	Total Income from Operations	17,897.78	16,813.19	15,363.08	34,710.97	30,669.70	63,588.94
2	Expenses						
	a) Cost of Medicines & Hospital consumables consumed	5,083.13	4,842.63	4,554.52	9,925.76	9,025.48	18,737.13
	b) Employee benefits expense	3,028.60	2,915.00	2,882.31	5,943.60	5,287.84	11,083.54
	c) Finance Cost	416.65	290.79	331.80	707.44	670.43	1,217.93
	d) Depreciation and amortization expenses	1,012.92	958.13	894.95	1,971.05	1,779.42	3,553.27
	e) Other Expenses	5,429.38	5,219.12	4,927.36	10,648.50	9,629.99	19,712.62
	Total Expenses	14,970.68	14,225.67	13,590.94	29,196.35	26,393.15	54,304.49
3	Profit before Tax (1-2)	2,927.10	2,587.52	1,772.14	5,514.62	4,276.54	9,284.45
4	Tax expense						
	a) Current Tax	1,227.55	660.23	672.18	1,887.78	1,582.22	3,129.13
	b) Prior Year Tax	32.84	-	10.00	32.84	10.00	10.00
	c) Deferred Tax	30.34	(57.17)	(56.74)	(26.83)	(71.43)	131.05
	Total Tax Expenses	1,290.73	603.06	625.44	1,893.79	1,520.79	3,270.18
5	Profit for the period from continuing operations (3-4)	1,636.37	1,984.46	1,146.70	3,620.83	2,755.75	6,014.27
6	OTHER COMPREHENSIVE INCOME (Net off Tax Expense)						
	A) Items that will not be reclassified to profit or loss						
	Remeasurement of post employment benefit obligations	(3.85)	(3.85)	(0.74)	(7.70)	(1.48)	(40.55)
	Change in fair value of FVOCI equity instruments	(6.29)	(0.47)	(1.90)	(6.76)	(2.73)	1.60
	B) Income Tax relating to above items	3.40	1.51	0.92	4.91	1.47	13.61
	Total Other Comprehensive Income (Net off Tax Expense)	(6.74)	(2.81)	(1.72)	(9.55)	(2.74)	(25.34)
7	Total Comprehensive Income For The Period (5+6)	1,629.63	1,981.65	1,144.98	3,611.28	2,753.01	5,988.93
8	Basic and diluted Earnings Per Share	14.95	18.14	10.48	33.09	25.18	54.96

Statement of Assets and Liabilities

(₹ in lakhs)

Particulars	30.09.2019	31.03.2019
	INDAS	INDAS
ASSETS		
1. Non Current Assets		
(a) Property, Plant & Equipment	49,929.83	46,843.51
(b) Right of use asset	2,506.07	-
(c) Capital Work in Progress	32,648.51	22,729.77
(d) Other Intangible Assets	100.81	86.65
(e) Financial Assets		
(i) Investments	17.34	24.10
(ii) other Financial Assets	950.66	600.18
(f) Other Non-Current Assets	2,179.33	1,753.07
Total Non Current Assets	88,332.55	72,037.28
2. Current Assets		
(a) Inventories	1,048.40	1,013.16
(b) Financial Assets		
(i) Trade Receivables	1,380.71	1,000.69
(ii) Cash & Cash Equivalents	1,220.23	2,673.20
(iii) Other Bank Balances	10,268.16	7,516.26
(iv) others Financial Assets	606.18	578.84
(c) Other Current Assets	268.37	142.17
Total Current Assets	14,792.05	12,924.32
TOTAL - ASSETS	103,124.60	84,961.60
EQUITY AND LIABILITIES		
1. Equity		
(a) Share Capital	1,094.23	1,094.23
(b) Equity	36,445.67	33,230.12
Total Equity	37,539.90	34,324.35
2. Non Current Liabilites		
(a) Financial Liabilites		
(i) Borrowings	33,456.00	33,596.40
(ii) Other Financial Liabilites	2,567.05	23.88
(b) Provisions	829.29	800.34
(c) Deferred tax liabilities (Net)	4,062.73	4,095.51
(d) Other non-current liabilities	2.97	2.21
Total Non Current Liabilites	40,918.04	38,518.34
3. Current Liabilites		
(a) Financial Liabilites		
(i) Borrowings	744.18	943.77
(ii) Trade Payables		
a) Dues to Micro & Small Enterprises	115.08	57.13
b) Others	3,165.71	2,334.00
(iii) Other Financial Liabilites	12,677.60	6,268.64
(b) Provisions	426.76	380.32
(c) Other Current Liabilites	7,537.33	2,135.05
Total Current Liabilites	24,666.66	12,118.91
TOTAL - EQUITY AND LIABILITIES	103,124.60	84,961.60

STATEMENT OF CASH FLOW

(₹ in lakhs)

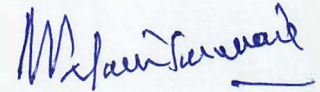
Particulars	30th September 2019		30th September 2018	
A. CASH FLOW FROM OPERATING ACTIVITIES:				
Profit before taxation and exceptional items		5,514.62		4,276.54
Adjustment for:				
Depreciation and Amortisation	1,971.05		1,779.42	
Non Cash Items	31.74		(3.22)	
Finance cost	707.44		670.43	
Interest Income	(365.40)		(330.86)	
(Profit)/ Loss on Sale of Fixed Assets	(0.30)	2,344.53	(2.34)	2,113.43
Operating cash flow before working capital changes		7,859.15		6,389.96
Changes in Working Capital				
(Increase) / Decrease in Non Current Financial & Other Assests	214.45		(5,576.71)	
(Increase) / Decrease in Current Financial & Other Assests	(522.54)		(99.91)	
(Increase) / Decrease in Non Current Financial & Other Liabilities	33.90		78.53	
(Increase) / Decrease in Current Financial & Other Liabilities	5,246.55		404.90	
		4,972.37		(5,193.20)
Cash generated from operations		12,831.52		1,196.77
Income Tax paid		(1,054.82)		(1,326.72)
Net cash from operating activities (A)		11,776.69		(129.95)
B. CASH FLOW FROM INVESTING ACTIVITIES:				
Purchase of Property, Plant & Equipment	(14,990.98)		(8,417.90)	
Proceeds from Sale of Property, Plant & Equipment	1.00		-	
Interest Received	315.89		361.58	
Net cash from /(used in) investing activities (B)		(14,674.08)		(8,056.32)
C. CASH FLOW FROM FINANCING ACTIVITIES:				
Long term Borrowings (Net of Repayment)	5,497.97		9,973.30	
Working Capital Borrowings (Net of Repayment)	(199.59)		51.18	
Dividend Paid (inculding dividend distribution tax)	(394.63)		(401.72)	
Finance Cost	(707.44)		(670.43)	
Net cash used in financing activities (C)		4,196.32		8,952.33
Net increase in cash and cash equivalents (A+B+C)		1,298.93		766.06
Cash and Bank balances at the beginning of the year		10189.46		9221.98
Less: Bank Balances not considered as Cash & Cash equivalents as per Ind AS 3		10268.16		9337.98
Cash and Cash equivalent at the end of the year		1,220.23		650.06

Notes :

- 1 The above results have been reviewed and recommended by the Audit Committee and approved by the Board in its meeting held on 09.11.2019.
- 2 The Statutory Auditors have carried out a limited review of the results for the Quarter / Half Year ended 30th September 2019.
- 3 Effective 1st April,2019, the company has adopted Ind AS 116 "Leases" for all long term lease contracts existing as on 1st April 2019 using the modified retrospective method as a lease, wherein the Right of Use of Asset was created with a corresponding lease liability. Accordingly, the comparatives and other periods presented have not been retrospectively adjusted. The effect of this adoption is not material on the profits for the period.
- 4 The Company is engaged in a single segment - Healthcare service. Hence, the results are reported under one segment as per the IND AS 108 -Operating Segments.
- 5 The Company is in the Process of evaluating the impact of the Taxation Laws (Amendment) Ordinance 2019 issued on September 20,2019 in relation to the option of lower income tax rate. Accordingly, no effect in this regard has been considered in the measurement of tax expense for the quarter and half year ended September 30,2019 and the consequent impact in the deferred tax as on that date.
- 6 The statement of cash flow for the half year ended 30th September 2018 as reported in these financial results have been approved by the Company's Board of Directors, but have not been subjected to review / audit by the auditors.
- 7 Figures of the previous period / year have been regrouped / re-arranged wherever necessary to conform to the current period / year presentation.

COIMBATORE

09.11.2019



DR.NALLA G PALANISWAMI
MANAGING DIRECTOR

Limited Review Report on the Unaudited IndAS Financial Results for the period ended 30th September, 2019 pursuant to the Regulation 33 of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015

**To the Board of Directors
Kovai Medical Center and Hospital Limited**

We have reviewed the accompanying Statement of Unaudited IndAS Financial Results of **Kovai Medical Center and Hospital Limited** for the period ended 30th September 2019 ("the Statement"), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 . This Statement which is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

Attention is drawn to Note 6 of the Statement which states that the statement of Cash Flows for the corresponding six months ended 30th September 2018, as reported in the accompanying Statement have been approved by the Company's Board of Directors, but have not been subjected to review.

We conducted our review of the Statement in accordance with the Standard on Review Engagement (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 financial statements are free of material misstatement. A review is limited primarily to inquiries of the Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited financial results, prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **V K S Aiyer & Co**
Chartered Accountants
ICAI FRN 000066S


V.S.SRINIVASAN,

Partner

Membership No.13729

UDIN: *19013729A AAA 1Q 7395*



Place : Coimbatore

Date : 09-11-2019