

# KEWAL KIRAN CLOTHING LIMITED

Registered office. Kewal Kiran Estate, 460/7, I.B. Patel Road, Goregaon (E), Mumbai: 400 063  
Tel No. +91 22 26814400 Fax No. +91 22 26814410  
CIN No. L18101MH1992PLC065136 www.kewalkiran.com

May 26, 2020

The BSE Limited  
First Floor, New Trading Ring,  
Rotunda Building,  
P. J. Towers, Dalal Street.  
Mumbai.

National Stock Exchange of India Limited  
Listing Department  
Exchange Plaza  
Bandra Kurla Complex  
Bandra (E), Mumbai-400051

Dear Sir,

Sub: **Standalone and Consolidated Audited Financial Results for the year ended March 31, 2020 - Regulation 33(3)(d) read with regulation 30 of SEBI (Listing Obligations and Disclosure Requirements ) Regulations, 2015**

Ref: **Company Code - 532732 / KKCL**

Apropos the captioned subject enclosed is the Standalone and Consolidated Audited Financial results of the Company for the year ended March 31, 2020 duly reviewed by the Audit Committee and which were considered and approved by the Board of Directors of the Company in their meeting held on May 26, 2020. {*The aforesaid Board Meeting commenced at 4.15 p.m and concluded at 6.00 p.m.*}

The accompanying statement of audited results of the company for the year ended March 31, 2020 include the audited financial results of the quarter ended March 31, 2020. The Audit Report of the statutory auditors on standalone and consolidated financial results and the declaration of unmodified opinion on the audit report are enclosed herewith.

This is for your information and records pursuant to Regulation 33(3)(d) read with Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements ) Regulations, 2015.

Please find the same in order and acknowledge receipt.  
Thanking you,  
Yours faithfully,

For KEWAL KIRAN CLOTHING LIMITED.  
S/D  
ABHIJIT WARANGE  
VICE PRESIDENT- LEGAL & COMPANY SECRETARY

Encl: a/a

**KEWAL KIRAN CLOTHING LIMITED**

Registered Office: Kewal Kiran Estate 460/7, L.B. Patel Road, Goregaon (E), Mumbai – 400 063

Corporate Identification Number: L18101MH1992PLC065136

Email ID: [contact@kewalkiran.com](mailto:contact@kewalkiran.com), Website: [kewalkiran.com](http://kewalkiran.com)

Phone: 022 - 26814400, Fax: 022 - 26814410

**STATEMENT OF STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH 2020**

(Rs. in Lakhs)

Sr No	Particulars	Quarter Ended			Year Ended	
		31-Mar-20	31-Dec-19	31-Mar-19	31-Mar-20	31-Mar-19
		Audited	Audited	Audited	Audited	Audited
	<b>Revenue:</b>					
I	a. Revenue from Operations	12,664	12,619	13,334	52,967	50,289
II	b. Other Income	386	545	688	1,753	2,197
III	<b>Total Revenue (I + II)</b>	<b>13,050</b>	<b>13,164</b>	<b>14,022</b>	<b>54,720</b>	<b>52,486</b>
IV	<b>Expenses:</b>					
	a. Cost of materials consumed	4,255	6,265	4,611	19,473	19,363
	b. Purchase of stock in trade	577	711	807	2,776	2,862
	c. Change in inventories of finished goods, work in progress and stock in trade	194	(1,761)	(342)	(943)	(3,009)
	d. Employee benefit expenses	1,803	1,893	1,862	7,145	7,512
	e. Finance cost	199	229	204	881	689
	f. Depreciation and amortisation expenses	164	176	236	823	806
	g. Manufacturing and operating expenses	1,630	1,303	1,244	4,501	4,904
	h. Administrative and other expenses	860	844	928	3,308	3,332
	i. Selling and distribution expenses	1,194	2,030	1,475	6,797	4,090
	<b>Total Expenses</b>	<b>10,878</b>	<b>11,689</b>	<b>11,024</b>	<b>45,161</b>	<b>40,550</b>
V	<b>Profit before exceptional and extraordinary items and tax (III - IV)</b>	<b>2,172</b>	<b>1,475</b>	<b>2,998</b>	<b>9,559</b>	<b>11,936</b>
VI	Exceptional Items	-	-	-	-	-
VII	<b>Profit before extraordinary items and tax (V-VI)</b>	<b>2,172</b>	<b>1,475</b>	<b>2,998</b>	<b>9,559</b>	<b>11,936</b>
VIII	Extraordinary items	-	-	-	-	-
IX	<b>Profit before tax (VII- VIII)</b>	<b>2,172</b>	<b>1,475</b>	<b>2,998</b>	<b>9,559</b>	<b>11,936</b>
X	<b>Tax Expense:</b>					
	a. Current tax	608	266	919	2,257	3,807
	b. Deferred tax	(14)	54	65	(2)	87
XI	c. (Excess)/Short provision for taxes of earlier years	-	-	-	-	11
XII	<b>Profit for the period (IX - X)</b>	<b>1,578</b>	<b>1,155</b>	<b>2,014</b>	<b>7,304</b>	<b>8,031</b>
	<b>Other Comprehensive Income (OCI)</b>					
	A. <i>Items that will not be reclassified subsequently to profit or loss</i>					
	Remeasurement [gain / (loss)] of net defined benefit liability	39	(11)	17	6	(19)
	Income tax on above	(10)	3	(6)	(2)	7
	Effect [gain / (loss)] of measuring equity instruments at fair value through OCI	(69)	16	22	(69)	42
	Income tax on above	-	-	-	-	-
	B. <i>Items that will be reclassified subsequently to profit or loss</i>					
	Income tax relating to items that will be reclassified subsequently to profit or loss	-	-	-	-	-
	<b>Total of Other Comprehensive income</b>	<b>(40)</b>	<b>8</b>	<b>35</b>	<b>(65)</b>	<b>30</b>
XIII	<b>Total Comprehensive income for the period (XI+XII)</b>	<b>1,538</b>	<b>1,163</b>	<b>2,048</b>	<b>7,239</b>	<b>8,061</b>
XIV	Paid up Equity Capital (Face Value of Rs. 10/- each)	1,233	1,233	1,233	1,233	1,233
XV	Reserves excluding revaluation reserves	-	-	-	43,410	41,817
XVI	<b>Earnings Per Share (EPS) in Rs</b>					
	a. Basic	12.81	9.37	16.34	59.27	65.17
	b. Diluted	12.81	9.37	16.34	59.27	65.17



**NOTES:**

1 The above audited results for the quarter ended 31st March 2020 have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 26th May 2020. These results have been prepared in accordance with the IND AS notified under the Companies (Indian Accounting Standards) Rules, 2015.

2 From April 1, 2019, The new Indian accounting standard i.e., Ind AS 116 "Leases" became effective. The company has adopted the new standard with modified approach and recognised asset in the form of "Right of Use Asset" (representing its right of use the leased asset over the lease term) and also liability towards present value of the balance of future lease payments for the leases. In the statement of profit and loss for the year ended 31st March, 2020, the nature of expenses in respect of operating leases has changed from lease rent in previous period to depreciation cost for the right of use asset and finance cost for interest accrued on lease liability. Due to said change profit is reduced by Rs 13.65 lakhs for the period.

3 The outbreak of COVID-19 across the globe and in India has resulted in pandemic requiring unprecedented steps to combat it. Consequent to the nation-wide lockdown imposed by the Central Government from March 23, 2020 to prevent the spread thereof, the Company had to shut down its factories / stores and all its operational activities across its locations, impacting the business during the quarter. The Company has taken and shall continue to take various precautionary measures to protect employees and their families from COVID-19.

Significant decline in the economic activity of the whole nation and the disruption created across the businesses have affected the operations of the Company as well, the impact whereof would evolve around the developments taking place in forthcoming months.

The operations of the Company have resumed in a partial manner at manufacturing locations from May 4, 2020, taking cognizance of the Governments' views around resuming manufacturing activities with controlled entry and exit facilities, maintaining appropriate distancing and following other directives of the regulatory authorities.

Further, the Company expects to recover the carrying amount of all its assets including inventory, receivables and loans in the ordinary course of business based on information available on current economic conditions. The Company is continuously monitoring any material changes in future economic conditions for taking prompt corrective actions within its purview and would keep assessing the impact for taking appropriate cognizance in financial reporting in the forthcoming quarters.

4 Figures of the last quarter are the balancing figures between audited figures in respect of the full financial year and published year to date audited figures upto the 3rd quarter of the relevant financial year.

5 The Board of Directors declared interim dividend of Rs 6/- per equity share of Rs. 10/- each during the quarter and year ended 31st March 2020, the record date for the payment is 6th June, 2020.

6 The Board of Directors have recommended a payment of final dividend of Rs.1/- per equity share of Rs. 10/- each for the Financial year ended 31st March 2020. The payment is subject to the approval of Shareholders at the Annual General Meeting of the Company. In the previous year, the Company had paid final dividend of Rs.2 per equity share.

**Information on dividends**

Particulars	(Amount In Rs.)				
	Quarter Ended			Year Ended	
	31-Mar-20	31-Dec-19	31-Mar-19	31-Mar-20	31-Mar-19
Dividend per share (Face value Rs. 10/- each)					
- Interim dividend	6.00	15.00	5.00	42.00	32.00
- Final dividend	1.00	-	-	1.00	2.00

7 The Company is engaged in the business of manufacturing and marketing of apparels & trading of lifestyle accessories/products. The Company is also generating power from Wind Turbine Generator. The power generated from the same is predominantly used for captive consumption. However, the operation of Wind Turbine Segment is within the threshold limit stipulated under IND AS 108 "Operating Segments" and hence it does not require disclosure as a separate reportable segment.



Particulars	(Rs. In lakhs)	
	As at	As at
	31-Mar-20	31-Mar-19
	Standalone	
	Audited	Audited
<b>ASSETS</b>		
<b>1) Non-Current Assets</b>		
a) Property, Plant and Equipment	7,537	7,694
b) Capital Work in Progress	286	224
c) Right of use Asset	557	204
d) Investment Property	134	143
e) Other Intangible Assets	30	194
f) Intangible Assets under Development	-	-
g) Financial Assets		
i) Investments	5,845	14,491
ii) Loans	-	-
iii) Other Financial Assets	248	311
h) Deferred Tax Assets(Net)	-	-
i) Other Non-Current Assets	437	111
Sub total- Non Current Assets	15,074	23,372
<b>2) Current Assets</b>		
a) Inventories	9,003	8,310
b) Financial Assets		
i) Investments	13,674	9,081
ii) Trade Receivables	17,093	17,767
iii) Cash & Cash Equivalents	7,971	5,321
iv) Bank balances (other than iii above)	50	8
v) Loans	-	-
vi) Other Financial Assets	169	143
c) Current Tax Assets ( Net)	-	-
d) Other Current Assets	659	570
Sub total- Current Assets	48,619	41,200
<b>TOTAL ASSETS</b>	<b>63,693</b>	<b>64,572</b>
<b>EQUITY &amp; LIABILITIES</b>		
<b>Equity</b>		
a) Equity Share Capital	1,233	1,233
b) Other Equity	43,409	41,817
Sub total- Shareholders' Funds	44,642	43,050
<b>Liabilities</b>		
<b>1) Non-Current Liabilities</b>		
a) Financial Liabilities		
i) Other financial liabilities	342	-
ii) Other Long-Term Liabilities	-	-
b) Provisions	7	7
c) Deferred Tax Liability (Net)	545	547
d) Other non - current liabilities	110	135
Sub total- Non Current liabilities	1,004	689
<b>2) Current Liabilities</b>		
a) Financial Liabilities		
i) Borrowings	8,801	9,346
ii) Trade Payables		
- Due to Micro and Small Enterprises	100	176
- Due to Others	4,889	4,297
iii) Other financial liabilities	540	690
b) Other Current Liabilities	1,722	3,251
c) Provisions	2,004	3,073
d) Current Tax Liabilities (Net)	-	-
Sub total -Current Liabilities	18,047	20,833
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>63,693</b>	<b>64,572</b>

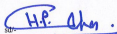


(Rs. In lakhs)

Particulars	For the Year Ended 31st March 2020		For the Year Ended 31st March 2019	
		Audited		Audited
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>				
Net Profit Before Taxes as per Statement of Profit and Loss		9,559		11,936
Adjustments for:				
Depreciation/ Amortization	815		797	
(Gain)/Loss on Sale / discard of Property plant & equipment (Tangible Assets) (Net)	(11)		(11)	
Depreciation on Investment Property	9		9	
Effect of fair value measurement of investments	(1,547)		(2,006)	
Sundry Balance (written back)/written off (Net)	7		(9)	
Finance costs	871		613	
Dividend Income	(7)		(4)	
Provision/(Reversal of provision) for Doubtful Debts, Advances, Deposits and Investments	129		130	
Provision/(Reversal of provision) for Contingencies	-		151	
Provision/(Reversal of Provision) of Exchange Rate Fluctuation (Net)	(37)		1	
Interest Income	(26)		(29)	
		203		(359)
		9,762		11,577
<b>Changes in Current &amp; Non-current Assets and Liabilities</b>				
Trade Receivable and Other Assets	572		(5,926)	
Inventories	(693)		(3,025)	
Trade Payables, Liabilities and Provisions	(2,251)		1,139	
		(2,372)		(7,813)
<b>Net Cash Inflow from Operating Activities</b>		7,390		3,765
Less: Income Tax paid (Net of Refund)		(2,296)		(3,802)
<b>Net Cash Inflow/(outflow) from Operating Activities</b>		5,094		(37)
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>				
Purchase of Property Plant & Equipment (including Capital Advances)	(1,425)		(1,241)	
Sale of Property Plant & Equipment	309		83	
Purchase of Investments	(259)		(3,451)	
Redemption of Investments (net of taxes)	5,953		4,783	
Bank Deposit offered as Security	-		(41)	
Minority of Bank Deposit offered as Security	1		89	
Dividend Income	7		4	
Interest received on Bank Deposits	8		58	
Less : Income Tax Paid (refer note a below)	(2)		(6)	
52				
<b>Net Cash Inflow/(Outflow) from Investing Activities</b>		4,592		278
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>				
Working Capital Demand Loan (Net)	(545)		4,516	
Interest and Finance Charges	(801)		(616)	
Payment of Lease liability	(46)		-	
Payment of Dividend (Including Dividend Tax)	(5,644)		(4,975)	
<b>Net Cash Inflow/(Outflow) from Financing Activities</b>		(7,036)		(1,075)
Net Increase/ (Decrease) in Cash & Cash Equivalents		2,650		(834)
<b>CASH AND CASH EQUIVALENTS - OPENING</b>				
		5,321		6,154
		7,971		5,321
Effect of Exchange(Gain)/Loss on Cash and Cash Equivalents		0		0
<b>CASH AND CASH EQUIVALENTS - CLOSING</b>				
		7,971		5,321
Significant accounting policies and notes on accounts	1&2			

The notes referred to above form integral part of cash flow statement

- a The Aggregate Income Tax paid during the year is Rs.2,429.00 lakhs (P.Y. Rs. 3,952.39lakhs).
- b The amount of undrawn borrowing facilities that may be available for future operating activities and to settle capital commitments as on 31st March 2020 is Rs. 5199.99 lakhs (P.Y. Rs1654.01 lakhs).
- 10 Figures for the previous period/year have been rearranged /reclassified wherever necessary, to correspond with current period/year presentation.

For and on behalf of the Board of Directors  
of Kewal Kiran Clothing Limited


Mr. Hemant P Jain  
Whole time Director  
Din No :00029822

Place: Mumbai  
Date: 26th May, 2020



**KEVAL KIRAN CLOTHING LIMITED**

Registered Office: Kewal Kiran Estate 46/7, L.B. Patel Road, Goregaon (E), Mumbai - 400 063

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Phone: 022 - 26814400, Fax: 022-26814410

**STATEMENT OF CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH 2020**

Sr No	Particulars	Quarter Ended			Year Ended	
		31-Mar-20	31-Dec-19	31-Mar-19	31-Mar-20	31-Mar-19
		Audited	Audited	Audited	Audited	Audited
						(Rs. in Lakhs)
	<b>Revenue:</b>					
I	a. Revenue from Operations	12,664	12,619	13,234	52,967	50,289
II	b. Other Income	346	545	688	1,253	2,197
III	<b>Total Revenue (I + II)</b>	<b>13,050</b>	<b>13,164</b>	<b>14,021</b>	<b>54,220</b>	<b>52,486</b>
IV	<b>Expenses:</b>					
a.	Cost of materials consumed	4,255	6,265	4,611	19,473	19,363
b.	Purchase of stock in trade	577	711	807	2,776	2,862
c.	Change in inventories of finished goods, work in progress and stock in trade	194	(1,761)	(342)	(943)	(3,009)
d.	Employee benefit expenses	1,805	1,893	1,862	7,145	7,512
e.	Finance cost	399	229	204	881	689
f.	Depreciation and amortisation expenses	164	176	216	823	806
g.	Manufacturing and operating expenses	1,450	1,303	1,244	4,901	4,904
h.	Administrative and other expenses	860	844	928	3,308	3,332
i.	Selling and distribution expenses	1,194	2,030	1,475	6,797	4,990
	<b>Total Expenses</b>	<b>16,878</b>	<b>11,689</b>	<b>11,024</b>	<b>45,161</b>	<b>40,550</b>
V	<b>Profit before exceptional items, share of profit/loss of Joint Venture, and extraordinary items and tax (III - IV)</b>	<b>2,172</b>	<b>1,475</b>	<b>2,998</b>	<b>9,589</b>	<b>11,936</b>
VI	Share of profit/(loss) of joint venture using equity method	(2)	1	(1)	(1)	(3)
VII	<b>Profit before exceptional and extraordinary items and tax (V - VI)</b>	<b>2,170</b>	<b>1,476</b>	<b>2,997</b>	<b>9,588</b>	<b>11,933</b>
VIII	Exceptional items	-	-	-	-	-
IX	<b>Profit before extraordinary items and tax (VII-VIII)</b>	<b>2,170</b>	<b>1,476</b>	<b>2,997</b>	<b>9,588</b>	<b>11,933</b>
X	Extraordinary items	-	-	-	-	-
XI	<b>Profit before tax (IX - X)</b>	<b>2,170</b>	<b>1,476</b>	<b>2,997</b>	<b>9,588</b>	<b>11,933</b>
XII	<b>Tax Expenses:</b>					
a.	Current tax	608	266	919	2,257	3,807
b.	Deferred tax	(14)	54	65	(2)	87
c.	(Excess)/Short provision for taxes of earlier years	-	-	-	-	11
XIII	<b>Profit for the period (XI - XII)</b>	<b>1,570</b>	<b>1,156</b>	<b>2,012</b>	<b>7,303</b>	<b>8,028</b>
XIV	<b>Other Comprehensive Income (OCI)</b>					
	<i>A. Items that will not be reclassified subsequently to profit or loss</i>					
	Remeasurement [gain / (loss)] of net defined benefit liability	39	(11)	17	6	(19)
	Income tax on above	(10)	3	(6)	(2)	7
	Effect [gain / (loss)] of measuring equity instruments at fair value through OCI	(69)	16	22	(69)	42
	Income tax on above	-	-	-	-	-
	<i>B. Items that will be reclassified subsequently to profit or loss</i>					
	Income tax relating to items that will be reclassified subsequently to profit or loss	-	-	-	-	-
	<b>Total of Other Comprehensive income</b>	<b>(40)</b>	<b>8</b>	<b>35</b>	<b>(65)</b>	<b>30</b>
XV	<b>Total Comprehensive income for the period (XIII+XIV)</b>	<b>1,530</b>	<b>1,164</b>	<b>2,047</b>	<b>7,238</b>	<b>8,058</b>
XVI	Paid up Equity Capital (Face Value of Rs. 10/- each)	1,233	1,233	1,233	1,233	1,233
XVII	Reserves excluding revaluation reserves	-	-	-	43,259	41,767
XVIII	<b>Earnings Per Share (EPS) in Rs</b>					
	a. Basic	12.79	9.38	16.33	59.25	65.14
	b. Diluted	12.79	9.38	16.33	59.25	65.14



**NOTES:**

- 1 The above audited results for the quarter ended 31st March 2020 have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 26th May, 2020. These results have been prepared in accordance with the IND AS notified under the Companies (Indian Accounting Standards) Rules, 2015.
- 2 From April 1, 2019, The new Indian accounting standard i.e., Ind AS 116 "Leases" became effective. The company has adopted the new standard with modified approach and recognised asset in the form of 'Right of Use Asset' (representing its right of use the leased asset over the lease term) and also liability towards present value of the balance of future lease payments for the leases. In the statement of profit and loss for the year ended 31st March, 2020, the nature of expenses in respect of operating leases has changed from lease rent in previous period to depreciation cost for the right of use asset and finance cost for interest accrued on lease liability. Due to said change profit is reduced by Rs 13.65 lakhs for the period.
- 3 The outbreak of COVID19 across the globe and in India has resulted in pandemic requiring unprecedented steps to combat it. Consequent to the nation-wide lockdown imposed by the Central Government from March 23, 2020 to prevent the spread thereof, the Company had to shut down its factories / stores and all its operational activities across its locations, impacting the business during the quarter. The Company has taken and shall continue to take various precautionary measures to protect employees and their families from COVID-19.
- Significant decline in the economic activity of the whole nation and the disruption created across the businesses have affected the operations of the Company as well, the impact whereof would evolve around the developments taking place in forthcoming months.
- The operations of the Company have resumed in a partial manner at manufacturing locations from May 4, 2020, taking cognizance of the Governments' views around resuming manufacturing activities with controlled entry and exit facilities, maintaining appropriate distancing and following other directives of the regulatory authorities.
- Further, the Company expects to recover the carrying amount of all its assets including inventory, receivables and loans in the ordinary course of business based on information available on current economic conditions. The Company is continuously monitoring any material changes in future economic conditions for taking prompt corrective actions within its purview and would keep assessing the impact for taking appropriate cognizance in financial reporting in the forthcoming quarters.
- 4 Figures of the last quarter are the balancing figures between audited figures in respect of the full financial year and published year to date audited figures upto the 3rd quarter of the relevant financial year.
- 5 The Board of Directors declared interim dividend of Rs.6/- per equity share of Rs. 10/- each during the quarter and year ended 31st March 2020, the record date for the payment is 6th June, 2020.
- 6 The Board of Directors have recommended a payment of final dividend of Rs. 1/- per equity share of Rs. 10/- each for the financial year ended 31st March 2020. The payment is subject to the approval of shareholders at the Annual General Meeting of the Company. In the previous year, the Company had paid final dividend of Rs.2.00 per equity share.

**Information on dividends**

(Amount In Rs.)

Particulars	Quarter Ended			Year Ended	
	31-Mar-19	31-Dec-19	31-Mar-19	31-Mar-20	31-Mar-19
Dividend per share (Face value Rs.10/- each)					
- Interim dividend	6.00	15.00	5.00	42.00	32.00
- Final dividend	1.00	-	-	1.00	2.00

- 7 The Group is engaged in the business of manufacturing and marketing of apparels & trading of lifestyle accessories/products. The Group is also generating power from Wind Turbine Generator. The power generated from the same is predominantly used for captive consumption. However, the operation of Wind Turbine Segment is within the threshold limit stipulated under IND AS 108 "Operating Segments" and hence it does not require disclosure as a separate reportable segment.

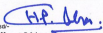


Particulars	(Rs. In lakhs)	
	As at	As at
	31-Mar-20	31-Mar-19
	Consolidated	
	Audited	Audited
<b>ASSETS</b>		
<b>1) Non-Current Assets</b>		
a) Property, Plant and Equipment	7,537	7,694
b) Capital Work in Progress	286	224
c) Right of use Asset	557	264
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g) Financial Assets	-	-
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ii) Loans	-	-
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h) Deferred Tax Assets(Net)	-	-
i) Other Non-Current Assets	437	111
Sub total- Non Current Assets	15,024	23,322
<b>2) Current Assets</b>		
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b) Financial Assets		
i) Investments	13,674	9,081
ii) Trade Receivables	17,092	17,767
iii) Cash & Cash Equivalents	7,971	5,321
iv) Bank balances (other than iii above)	50	8
v) Loans	-	-
vi) Other Financial Assets	169	143
c) Current Tax Assets (Net)	-	-
d) Other Current Assets	659	570
Sub total- Current Assets	48,619	41,200
<b>TOTAL ASSETS</b>	<b>63,643</b>	<b>64,522</b>
<b>EQUITY &amp; LIABILITIES</b>		
<b>Equity</b>		
a) Equity Share Capital	1,253	1,233
b) Other Equity	43,359	43,767
Sub total- Shareholders' Funds	44,592	45,000
<b>Liabilities</b>		
<b>1) Non-Current Liabilities</b>		
a) Financial Liabilities		
i) Other financial liabilities	342	-
ii) Other Long-Term Liabilities	-	-
b) Provisions	7	7
c) Deferred Tax Liability (Net)	545	547
d) Other non - current liabilities	110	135
Sub total- Non Current liabilities	1,004	689
<b>2) Current Liabilities</b>		
a) Financial Liabilities		
i) Borrowings	8,801	9,346
ii) Trade Payables		
- Due to Micro and Small Enterprises	100	176
- Due to Others	4,880	4,297
iii) Other financial liabilities	540	690
b) Other Current Liabilities	1,722	3,251
c) Provisions	2,804	3,073
d) Current Tax Liabilities (Net)	-	-
Sub total- Current Liabilities	18,067	20,833
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>63,643</b>	<b>64,522</b>





(Rs. In lakhs)

Particulars	For the Year Ended 31st March 2020		For the Year Ended 31st March 2019	
	Audited		Audited	
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>				
Net Profit Before Taxes as per Statement of Profit and Loss		9,558		11,933.37
Adjustments for:				
Depreciation/ Amortization	815		797	
Share of loss in Joint venture	1		2.86	
(Gain)/Loss on Sale / discard of Property plant & equipment (Tangible Assets) (Net)	(11)		(11)	
Depreciation on Investment Property	9		9	
Effect of fair value measurement of investments	(1,547)		(2,006)	
Sundry Balance (written back)/written off (Net)	7		(9)	
Finance costs	871		613	
Dividend Income	(7)		(4)	
Provision/(Reversal of provision) for Doubtful Debts, Advances, Deposits and Investments	129		130	
Provision/(Reversal of provision) for Contingencies	-		151	
Provision (Reversal of Provision) of Exchange Rate Fluctuation (Net)	(37)		1	
Interest Income	(26)		(29)	
		294		(356)
		5,762		11,577
<b>Changes in Current &amp; Non-current Assets and Liabilities</b>				
Trade Receivable and Other Assets	572		(5,926)	
Inventories	(691)		(3,025)	
Trade Payables, Liabilities and Provisions	(2,251)		1,139	
		(2,372)		(7,812)
<b>Net Cash Inflow from Operating Activities</b>		7,294		3,765
Less: Income Tax paid (Net of Refund)		(2,296)		(3,802)
<b>Net Cash Inflow/(outflow) from Operating Activities</b>		5,098		(37)
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>				
Purchase of Property Plant & Equipment (including Capital Advances)		(1,425)		(1,241)
Sale of Property Plant & Equipment		309		83
Purchase of Investments		(259)		(1,451)
Redemption of Investments (net of taxes)		5,953		4,783
Bank Deposit offered as Security		-		(41)
Maturity of Bank Deposits offered as Security		1		89
Dividend Income		7		4
Interest received on Bank Deposits	8		58	
Less : Income Tax Paid (refer note a below)	(2)		(6)	
<b>Net Cash Inflow /(Outflow) from Investing Activities</b>		4,592		278
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>				
Working Capital Demand Loan (Net)		(545)		4,516
Interest and Finance Charges		(801)		(616)
Payment of Lease liability		(46)		-
Payment of Dividend (including Dividend Tax)		(5,644)		(4,975)
<b>Net Cash Inflow/(Outflow) from Financing Activities</b>		(7,036)		(1,075)
<b>Net Increase/ (Decrease) in Cash &amp; Cash Equivalents</b>		2,650		(834)
<b>CASH AND CASH EQUIVALENTS - OPENING</b>		5,321		6,154
		7,971		5,321
<b>Effect of Exchange(Gain)/Loss on Cash and Cash Equivalents</b>		0		(0)
<b>CASH AND CASH EQUIVALENTS - CLOSING</b>		7,971		5,321
Significant accounting policies and notes on accounts	1&2			
The notes referred to above form integral part of cash flow statement				
a	The Aggregate Income Tax paid during the year is Rs.2,429.00 lakhs (P. Y. Rs. 3,952.39lakhs).			
b	The amount of undrawn borrowing facilities that may be available for future operating activities and to settle capital commitments as on 31st March 2020 is Rs. 5199.99 lakhs (P. Y. Rs 1654.01 lakhs).			
10	Figures for the previous period/year have been rearranged /reclassified wherever necessary, to correspond with current period/year presentation.			
	Place: Mumbai			
	Date: 26th May, 2020			
		For and on behalf of the Board of Directors of Kewal Kiran Clothing Limited		
		 Hemant P Jain Whole time Director Din No. 00029822		



## Independent Auditors' Report

To the Board of Directors of  
**Kewal Kiran Clothing Limited**

### Report on the Audit of the Standalone Annual Financial Results

#### Opinion

1. We have audited the accompanying Standalone Annual Financial Results of **Kewal Kiran Clothing Limited** ('the Company') for the year ended March 31, 2020, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India ('SEBI') (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone Annual Financial Results:

- a. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- b. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards, and other accounting principles generally accepted in India, of the net profit including other comprehensive income and other financial information for the year ended March 31, 2020.

#### Basis for Opinion

2. We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those SAs are further described in the Auditor's Responsibilities for the Audit of the Standalone Annual Financial Results section of our report. We are independent of the Company, in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ('ICAI') together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act, and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained, is sufficient and appropriate to provide a basis for our opinion on the Standalone Annual Financial Results.

#### Emphasis of Matter

3. Attention is invited to Note No 3 to the Standalone Annual Financial Results regarding the uncertainties arising out of the outbreak of COVID-19 pandemic and the assessment made by the management on its operations and financial reporting for the year ended March 31, 2020; such an assessment and the outcome of the pandemic, as made by the management, is dependent on the circumstances as they evolve in the subsequent periods. Our report is not modified in respect of this matter.



#### **Management's and Board of Directors' Responsibilities for the Standalone Annual Financial Results**

4. These Standalone Annual Financial Results have been prepared on the basis of the Standalone Annual Financial Statements.

The Company's Management and the Board of Directors are responsible for the preparation and presentation of these standalone annual financial results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under section 133 of the Act and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone annual financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Standalone Annual Financial Results, the Management and the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Company's Management and the Board of Directors are responsible for overseeing the Company's financial reporting process.

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

5. Our objectives are to obtain reasonable assurance about whether the Standalone Annual Financial Results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Standalone Annual Financial Results. Our audit process in accordance with the SAs is narrated in Annexure 1 to this report.



## Other Matter

6. The entire audit finalization process was carried from remote locations i.e. other than the office of the Company where books of account and other records are kept, based on data/details or financial information provided to us through digital medium, owing to complete lockdown imposed by the Central Government to restrict the spread of COVID19. Thus, our attendance, inter alia, at the physical inventory verification done by the management was impracticable under the circumstances. Being constrained, we resorted to and relied upon the results of the related alternate audit procedures to obtain sufficient and appropriate audit evidence for the significant matters in course of our audit. Our report is not modified in respect of this matter.
7. The Standalone Annual Financial Results include the results for the quarter ended March 31, 2020 being the balancing figures between the audited figures in respect of the full financial year and the published audited year to date figures up to the third quarter of the current financial year which were subjected to audit by us.

For **Khimji Kunverji & Co LLP**

*Chartered Accountants*

Firm's Registration No.: 105146W / W-100621



**Hasmukh B. Dedhia**

Partner

Membership No.: 033494

ICAI UDIN: 20033494AAAAEF2253

Place: Mumbai

Date: May 26, 2020



**Annexure 1 to the Independent Auditors' Report to the members of Kewal Kiran Clothing Limited**

[referred to in para 5 titled 'Auditor's Responsibilities for the Audit of the Standalone Annual Financial Results']

As part of our audit in accordance with SAs we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, to design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure, and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.
- From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our Auditor's Report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



**Independent Auditors' Report**

To the Board of Directors of  
**Kewal Kiran Clothing Limited**

**Report on the Audit of the Consolidated Annual Financial Results****Opinion**

1. We have audited the accompanying Consolidated Annual Financial Results of **Kewal Kiran Clothing Limited** ('the Holding Company') and a Joint Venture (The holding company and a Joint Venture collectively referred to as the 'Group'), for the year ended March 31, 2020, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India ('SEBI') (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of report of other auditor on separate Audited Financial Statements of the Joint Venture the aforesaid Consolidated Annual Financial Results:

- a. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- b. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards, and other accounting principles generally accepted in India, of the net profit including other comprehensive income and other financial information of the group for the year ended March 31, 2020.

**Basis for Opinion**

2. We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those SAs are further described in the Auditor's Responsibilities for the Audit of the Consolidated Annual Financial Results section of our report. We are independent of the group, in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act, and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained along with the consideration of audit report of the other auditor referred to in 'Other Matters' paragraph below, is sufficient and appropriate to provide a basis for our opinion on the Consolidated Annual Financial Results.

**Emphasis of Matter**

3. Attention is invited to Note No 3 to the Consolidated Annual Financial Results regarding the uncertainties arising out of the outbreak of COVID-19 pandemic and the assessment made by the management on its operations and financial reporting for the year ended March 31, 2020; such an assessment and the



outcome of the pandemic, as made by the management, is dependent on the circumstances as they evolve in the subsequent periods. Our report is not modified in respect of this matter.

#### **Management's and Board of Directors' Responsibilities for the Consolidated Annual Financial Results**

4. These Consolidated Annual Financial Results have been prepared on the basis of the Consolidated Annual Financial Statements.

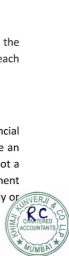
The Holding Company's Management and the Board of Directors are responsible for the preparation and presentation of these Standalone Annual Financial Results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under section 133 of the Act and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The respective Management and Board of Directors of the companies included in the Group and of its joint venture are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of each company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated annual financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Consolidated Annual Financial Results by the Management and the Directors of the Holding Company, as aforesaid.

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

The respective Company's Management and the Board of Directors of the companies included in the Group and of its joint venture is responsible for overseeing the financial reporting process of each company.

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

5. Our objectives are to obtain reasonable assurance about whether the Consolidated Annual Financial Results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or



in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Consolidated Annual Financial Results. Our audit process in accordance with the SAs is narrated in Annexure 1 to this report.

**Other Matter**

6. The entire audit finalization process was carried from remote locations i.e. other than the office of the Company where books of account and other records are kept, based on data/details or financial information provided to us through digital medium, owing to complete lockdown imposed by the Central Government to restrict the spread of COVID19. Thus, our attendance, inter alia, at the physical inventory verification done by the management was impracticable under the circumstances. Being constrained, we resorted to and relied upon the results of the related alternate audit procedures to obtain sufficient and appropriate audit evidence for the significant matters in course of our audit. Our report is not modified in respect of this matter.
7. We did not audit the Financials Statements of the Joint Venture included in the Group; whose share of net Loss is Rs. 1.40 Lakhs for the year ended March 31, 2020. These Financial Statements have been audited by another auditor whose report has been furnished to us by the Management of the Company. Our opinion on the Consolidated Annual Financial Results, in so far as it relates to the amounts and disclosures included pertaining to the joint venture, is based solely on the report of another auditor. Our opinion is not modified on this matter.
8. The Consolidated Annual Financial Results include the results for the quarter ended March 31, 2020 being the balancing figures between the audited figures in respect of the full financial year and the published audited year to date figures up to the third quarter of the current financial year which were subject to audit by us.

For **Khimji Kunverji & Co LLP**  
(Formerly Khimji Kunverji & Co)  
Chartered Accountants  
Firm's Registration No.: 105146W / W-100621



**Hasmukh B. Dedhia**  
Partner  
Membership No.: 033494

ICAI UDIN: 20033494AAAAEG6713

Place: Mumbai  
Date: May 26, 2020





**Annexure 1 to the Independent Auditors' Report to the members of Kewal Kiran Clothing Limited**

[referred to in para 5 titled 'Auditor's Responsibilities for the Audit of the Consolidated Annual Financial Results']

As part of our audit in accordance with SAs we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, to design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure, and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.
- From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our Auditor's Report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



## KEWAL KIRAN CLOTHING LIMITED

Registered office. Kewal Kiran Estate, 460/7, I.B. Patel Road, Goregaon (E), Mumbai: 400 063

Tel No. +91 22 26814400 Fax No. +91 22 26814410

CIN No. L18101MH1992PLC065136 www.kewalkiran.com

**Declaration of Unmodified Opinion in the audit report on the standalone and consolidated financial results for the year ended March 31, 2020 - Regulation 33(3)(d) of the of SEBI (Listing Obligations and Disclosure Requirements ) Regulations, 2015**

1	Name of the Company	Kewal Kiran Clothing Limited
2	Standalone and Consolidated Annual Financial Statements for the year ended	31 <sup>st</sup> March 2020
3	Type of Audit observation	Un Modified Report
4	Signed by	
	Mr. Bhavin Sheth Chief Financial Officer	S/D

Place : Mumbai

Date : May 26. 2020