



**khaitan** (India) Limited  
CIN No. L10000WB1936PLC008775

Phone : (033) 4050 5000  
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Ref: KIL:SEC:56:2020-21  
Date 08/02/2021

To Listing Compliance, National Stock Exchange India Limited, Exchange Plaza, C-1, Block-G, Bandra Kurla Complex, Bandra-(East). Mumbai-400051	To Dept of Corporate Services BSE Ltd. (Bombay Stock Exchange ) Floor 25, F.J.Towers, Dalal Street, Mumbai-400001
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Dear Sir,

**Sub: Outcome of Board Meeting held on 8<sup>th</sup> February, 2021**

**Ref: BSE Security Code: 590068, NSE Symbol: KHAITANLTD**

This is to inform you that the Board at its meeting held on Monday 8<sup>th</sup> February, 2021 inter-alia has approved and taken on record the Un- Audited Financial Results for the Quarter ended 31<sup>st</sup> December, 2020.

In term of Regulation 33 read with other relevant regulation of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, pleased find enclose herewith copy of Statement of Un-Audited Financial Results for the Quarter ended 31<sup>st</sup> December, 2020.

The meeting of the Board of Directors of the company commenced at 2.00 p.m. and concluded at 5.20 p.m.

This is for your information and records.

Thanking You

Yours faithfully

For **KHAITAN (INDIA) LIMITED**

**SUNAY KRISHNA KHAITAN**  
(Executive Director)

## Independent Auditor's Report on the Quarterly unaudited 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  
Khaitan(India)Limited  
46, J.L.Nehru Road  
Kolkata-700071

1. We have reviewed the accompanying statement of unaudited financial results of **Khaitan (India) Limited** (the "Company") for the quarter and nine months ended 31<sup>st</sup> December 2020 (the "Statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. The 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 Standards ("Ind AS") - 34 "Interim Financial Reporting" as prescribed under section 133 of 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 said financial statement based on our review.
3. We conducted our review of the financial 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 obtain moderate assurance as to whether the Financial Statements are 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. Our 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. Basis for Qualified Conclusion**

- a. Refer to Note no 5 the Balances of deferred tax asset have been carried in the financial statements at Rs. 3.26 crores. Considering the absence of the reasonable certainty as regards to realization of the said balances, a provision for the same needs to be provided for. Had the provision of the said balances of Deferred Taxes has been provided, the losses would have increased to Rs. 4.08 crores in the nine months period ended 31<sup>st</sup> December, 2020.
- b. Refer to Note no-8, In terms of the requirements of Ind AS 109, Financial Instruments, the company has not opted for Expected Credit Loss (ECL) model for estimating the provisions against Trade Receivables. Had the said model of estimation of receivable delinquencies been applied the balances of provisioning against trade receivables might undergone a change. The possible effect of the non-application of the ECL model on the financial statements is un-ascertained.
- c. Refer to Note no-10, the biological assets amounting to Rs. 2.57 crores includes Bearer and Non Bearer plants and trees. As per Ind AS-16, Property, Plant & Equipment, bearer plant is a part of Fixed Assets and depreciation to be charged on the basis of useful life of the bearer plants. The company has not segregated the portfolio of biological assets into bearer and non-bearer plants and consequent accounting adjustment thereof and continues to recognize the same under current assets, which is in disagreement with the requirements of the above referred Ind AS Accounting standard. Pending completion of the said segregation exercise and accounting thereof, the consequent impact of the above matter on the financial statements could not be ascertained.

The above matters were also qualified by us in the report for the financial ended March 31<sup>st</sup> 2020 and Limited Review report for the quarter ended 30<sup>th</sup> September 2020.

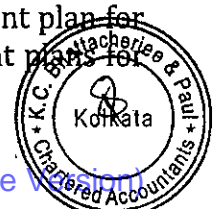
#### **5. Qualified Conclusion**

Based on our Review, with the exception of the matter described in the paragraph 3 above, and for reasons stated in paragraphs 4(a), 4(b) and 4(c), nothing has come to our attention that causes us to believe that the accompanying unaudited statement of financial results, read with the notes thereon, prepared in accordance with aforesaid Indian Accounting Standard (Ind AS) and other recognized accounting practices and policies generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligation and Disclosures Requirements) Regulation, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

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

Attention is drawn to the following notes to the Financial Statement:

- a) Note 4 - The non-operation of sugar mill of the company and management plan for resumption of the activity thereof. Considering the ongoing management plan for

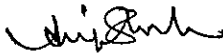


continuation of the sugar manufacturing related business, the same has not been considered as discontinued operations.

- b) Note no 6- Fixed Assets of the Sugar Mill division especially the plant and machinery has not been used for active service for more than 12 months. Considering the age of the assets and non-usage of machineries for a considerable time, the technical evaluation of the assets needs to be done for ascertainment of impairment provision, if any required.
- c) Note no 7- There have been initiation of proceedings under Insolvency & Bankruptcy Code 2016 against the company by certain operational and financial creditors. The matter is still not yet admitted by the concerned court of law.

Our conclusion is not modified in respect of matter specified in para 6above.

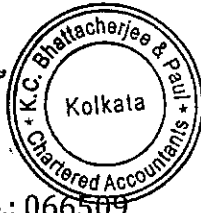
**For K.C.Bhattacharjee & Paul**  
Chartered Accountants  
FRN: 303026E



**Anjan Ghosh**  
(Partner)

Membership No.: 066509

UDIN: 21066509AAAAAL8086



Place: Kolkata

Date: 08Feb2021

**KHAITAN INDIA LIMITED**  
 REG. OFFICE 46C, J.L. NEHRU ROAD KOLKATA-700 071  
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 Phone: 033-40505000  
 CIN:L10000WB1936PLC008775

**STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST DECEMBER, 2020**

Rs. In Lakhs

Sl. No.	Particulars	Quarter ended			Nine Months ended		Year ended
		31.12.2020 (Unaudited)	30.09.2020 (Unaudited)	31.12.2019 (Unaudited)	31.12.2020 (Unaudited)	31.12.2019 (Unaudited)	31.03.2020 (Audited)
1	<b>Income:</b>						
a	Revenue from Operations	1,233.76	1,050.49	1,307.03	3,185.22	4,683.24	5,664.91
b	Other Income	6.30	10.67	11.77	23.43	29.02	43.63
	<b>Total Income</b>	<b>1,240.06</b>	<b>1,061.16</b>	<b>1,318.80</b>	<b>3,208.65</b>	<b>4,712.26</b>	<b>5,708.54</b>
2	<b>Expenses:</b>						
a	Cost of Materials Consumed	-	-	-	-	-	-
b	Purchases of Trading Goods	958.10	730.88	1,000.09	2,221.55	3,522.57	4,432.32
c	Changes in inventories of finished goods, work-in-progress and stock-in-trade	26.57	(12.21)	(26.45)	16.28	10.49	57.94
d	Employee benefits expense	143.09	162.77	146.79	419.10	442.87	659.17
e	Finance Cost	50.37	89.94	52.08	194.97	175.25	217.55
f	Depreciation & Amortisation Expenses	45.21	44.65	45.54	135.09	135.77	180.92
g	Other expenses	118.08	127.35	151.56	317.53	490.06	651.18
	<b>Total Expenses</b>	<b>1,341.42</b>	<b>1,143.38</b>	<b>1,369.61</b>	<b>3,304.52</b>	<b>4,777.01</b>	<b>6,199.08</b>
3	<b>Profit before Tax (1-2)</b>	<b>(101.36)</b>	<b>(82.22)</b>	<b>(50.81)</b>	<b>(95.87)</b>	<b>(64.75)</b>	<b>(490.54)</b>
4	<b>Tax Expenses:</b>						
	Current Tax	-	-	-	-	-	-
	Deferred Tax	-	-	-	-	-	-
	<b>Total tax expenses</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
5	<b>Profit / (Loss) for the year (3-4)</b>	<b>(101.36)</b>	<b>(82.22)</b>	<b>(50.81)</b>	<b>(95.87)</b>	<b>(64.75)</b>	<b>(490.54)</b>
6	<b>Other Comprehensive Income</b>						
A	(i) Items that will not be reclassified to profit or loss	-	-	-	-	2.56	(634.69)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-	-
B	(i) Items that will be reclassified to profit or loss	-	-	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
	<b>Other Comprehensive Income for the Year</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2.56</b>	<b>(634.69)</b>
7	<b>Total Comprehensive Income for the Year</b>	<b>(101.36)</b>	<b>(82.22)</b>	<b>(50.81)</b>	<b>(95.87)</b>	<b>(62.19)</b>	<b>(1,125.23)</b>
8	<b>Paidup Equity Share Capital (Face Value per share Rs.10/-)</b>	<b>475</b>	<b>475</b>	<b>475</b>	<b>475</b>	<b>475</b>	<b>475</b>
9	<b>Reserve and Surplus (Excluding Revaluation Reserve) as per Balance Sheet of Year End</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(2,184.80)</b>
10	<b>Earning Per equity share of Rs.10/- each Basic and Diluted (Rs.)</b>	<b>(2.13)</b>	<b>(1.73)</b>	<b>(1.07)</b>	<b>(2.02)</b>	<b>(1.36)</b>	<b>(10.33)</b>


**Notes to Unaudited Financial Results for the Quarter and nine months ended December 31, 2020**

- 1) The above financial result have been prepared in accordance with the Indian Accounting Standards ("Ind AS") - 34 "Interim Financial Reporting" as prescribed under section 133 of Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rule, 2015 (as amended) and have been compiled keeping in view the provisions of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended). These results were reviewed by Audit Committee and approved by the Board of Directors at its meeting held on February 8th, 2021 and have been subject to Limited Review by the Statutory Auditors. The aforesaid financial results also includes the following:
  - a). Statement of Financial Results
  - b). Statement of Segment Reporting
- 2) The Company operates predominantly in three business segments, viz., Agriculture, Sugar & Electrical goods. The sales of the Company are mainly in India and export sales are less than 10% of the total turnover of the Company. Further, the company does not hold any material assets at overseas locations hence; there are no reportable geographical segments.
- 3) As the company is also engaged in the business of cultivation, production and sale of sugar along with Agricultural activities, which is seasonal in character, the figures for the quarter and 9 months ended 31st December, 2020 should not be construed as indicative of possible result for the year ended 31st March, 2021.
- 4) Operational activity of the sugar division of the company is under suspension for more than 12 months as the said division was incurring losses because of various reasons like high cost of production and unremunerative selling prices etc. The management expects that situation will improve in foreseeable future as it has taken various remedial measures. There is no plan to discontinue the activities related to sugar division. Hence, the same has been considered as part of continuing business operations.
- 5) Considering the seasonality of the Sugar and Agricultural business segment, recognition of deferred tax will be undertaken at the end of the financial year, including evaluation on the reasonability of the realisation of the existing deferred tax balances.
- 6) Although in the opinion of the management, Fixed Assets of the Sugar Division of the company has an aggregate realizable value higher than the book value and therefore do not envisage any indication of the impairment at this stage. However, as a proactive measure, management has initiated measures to make independent fair valuation of the assets of the said divisions. Necessary impairment losses, if any, will be recognized after the completion of such exercise.



- 7) Certain financial and operational creditors of the company have initiated Insolvency and Bankruptcy proceedings against the Company under IBC Code 2016. However, in all of such cases, the petition of the concerned creditors has not been yet admitted by the competent court of law. Management is taking necessary steps to resolve the issue of such creditors. Therefore, it does not envisage any concerns as regards to going concern status of the company at this stage.
- 8) The Management has opted not to apply the Expected Credit Loss (ECL) Model for the provision of Trade Receivables during the quarter ended 31st December 2020.
- 9) Considering the past credit history, business trends and expected cash flows from its debtors for the contractual cash flows, Company is carrying sufficient provision, which in opinion of the management is reasonable and adequate to cover any expected credit delinquencies on the receivables balances. The said balances will be adjusted/recovered in due course of time and does not necessitate any further provisioning balances.
- 10) Management is under the process of segregation of the biological assets comprising of plants and trees into Bearer and Non Bearer ones. Pending the completion of the said exercise, the biological assets has been recognised and disclosed under current assets.
- 11) As an ongoing measure, the process of the confirmation and reconciliation of balances of debtors, creditors, loans, advances, claims, deposits and statutory dues is underway. Management expects no material adjustments to the said balances as reported for the interim period.
- 12) The figures of previous periods have been regrouped / reclassified wherever necessary to make them comparable with those of the current period.

Place of Signature : Kolkata  
 Date: 08th February, 2021

By Order of the Board of Directors  
  
 Sunay Krishna Khaitan  
 Executive Director



**KHAITAN INDIA LIMITED**  
**REG. OFFICE 46C, J.L. NEHRU ROAD KOLKATA-700071**  
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**Phone: 033-40505000**  
**CIN:L10000WB1936PLC008775**  
**REPORTING OF BUSINESS SEGMENT INFORMATION**

Rs. In Lakh

S.N	PARTICULARS	Quarter ended			Nine Months ended		Year ended
		31.12.2020 (Unaudited)	30.09.2020 (Unaudited)	31.12.2019 (Unaudited)	31.12.2020 (Unaudited)	31.12.2019 (Unaudited)	31.03.2020 (Audited)
I	<b>Segment Revenue</b>						
	(a) Electrical Goods	1,226.77	1,038.82	1,302.30	3,164.31	4,650.79	5,630.09
	(b) Sugar	-	-	-	-	-	-
	(c) Agriculture	6.98	11.67	4.73	20.90	32.45	34.81
	<b>Total</b>	<b>1,233.75</b>	<b>1,050.49</b>	<b>1,307.03</b>	<b>3,185.21</b>	<b>4,683.24</b>	<b>5,664.90</b>
	Less: Inter Segement Revenue	-	-	-	-	-	-
	<b>Revenue from Operations</b>	<b>1,233.75</b>	<b>1,050.49</b>	<b>1,307.03</b>	<b>3,185.21</b>	<b>4,683.24</b>	<b>5,664.90</b>
II	<b>Segment Results(Profit before Finance Cost and Taxes)</b>						
	(a) Electrical Goods	8.07	63.13	58.12	274.11	299.36	48.92
	(b) Sugar	(54.04)	(56.89)	(58.78)	(170.60)	(195.74)	(271.89)
	(c) Agriculture	(5.02)	1.49	1.92	(4.41)	6.87	(50.01)
	<b>Total</b>	<b>(50.99)</b>	<b>7.73</b>	<b>1.26</b>	<b>99.10</b>	<b>110.49</b>	<b>(272.98)</b>
	Less:						
	(a) Finance Cost	(50.37)	(89.95)	(52.08)	(194.97)	(175.25)	(217.55)
	(b) Other Unallocable (Income)	-	-	-	-	-	-
	<b>Profit / (Loss) Before Tax</b>	<b>(101.36)</b>	<b>(82.22)</b>	<b>(50.82)</b>	<b>(95.87)</b>	<b>(64.76)</b>	<b>(490.53)</b>
III	<b>Segment Assets</b>						
	(a) Electrical Goods	2,663.84	3,139.62	3,895.00	2,663.84	3,895.00	3,047.72
	(b) Sugar	636.39	681.35	913.71	636.39	913.71	826.21
	(c) Agriculture	4,463.45	4,459.68	4,545.19	4,463.45	4,545.19	4,469.19
	(d) Unallocated	-	-	-	-	-	-
	<b>Total Segment Assets</b>	<b>7,763.68</b>	<b>8,280.65</b>	<b>9,353.90</b>	<b>7,763.68</b>	<b>9,353.90</b>	<b>8,343.12</b>
IV	<b>Segment Liabilities</b>						
	(a) Electrical Goods	4,453.41	4,887.84	2,346.17	4,453.41	2,346.17	4,925.93
	(b) Sugar	(2,004.72)	(2,014.76)	513.39	(2,004.72)	513.39	(1,995.01)
	(c) Agriculture	3,026.41	3,017.62	3,046.86	3,026.41	3,046.86	3,027.74
	(d) Unallocated	-	-	-	-	-	-
	<b>Total Segment Liabilities</b>	<b>5,475.10</b>	<b>5,890.70</b>	<b>5,906.42</b>	<b>5,475.10</b>	<b>5,906.42</b>	<b>5,958.66</b>
V	<b>Segment Capital (III - IV)</b>						
	(a) Electrical Goods	(1,789.57)	(1,748.22)	1,548.83	(1,789.57)	1,548.83	(1,878.21)
	(b) Sugar	2,641.11	2,696.11	400.32	2,641.11	400.32	2,821.22
	(c) Agriculture	1,437.04	1,442.06	1,498.33	1,437.04	1,498.33	1,441.45
	(d) Unallocated	-	-	-	-	-	-
	<b>Total Capital Employed</b>	<b>2,288.58</b>	<b>2,389.95</b>	<b>3,447.48</b>	<b>2,288.58</b>	<b>3,447.48</b>	<b>2,384.46</b>
	<b>Total Capital Employed</b>	<b>2,288.58</b>	<b>2,389.95</b>	<b>3,447.48</b>	<b>2,288.58</b>	<b>3,447.48</b>	<b>2,384.46</b>

