



khaitan (India) Limited

CIN No. L10000WB1936PLC008775

Phone : (033) 4050 5000

Fax : (033) 2288 3961

Ref: KIL: SEC:54:2021-22

Date: 10-02-2022

To,
The Manager,
Listing Department,
National Stock Exchange of India Limited Exchange Plaza, 5th
Floor, Plot No. C/1, G Block, Bandra-Kurla Complex, Bandra (E),
Mumbai - 400051.
Maharashtra, India
NSE Symbol : KHAITANLTD

To,
The Secretary, Listing Department
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai - 400001.
Maharashtra, India
BSE Security Code : 590068

Sub: Unaudited Financial Results for the Third quarter and Nine months ended as on 31st December, 2021

Dear Sir,

Pursuant to Regulation 33 (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are enclosing herewith Unaudited Financial results of the Company along with copy of Statement issued by K. C. Bhattacharjee & Paul, Chartered Accountants, the Statutory Auditors of the company for the Third Quarter and Nine months ended on 31st December, 2021 which have been duly approved by the Board of Directors of the company in its meeting held on today i.e. 10th February, 2022.

The full format of the Unaudited Financial Results for the Third Quarter and Nine months ended 31th December, 2021 shall be available on the website of the Stock Exchanges www.nseindia.com, www.bseindia.com and also on the company's website at www.khaitansugar.in

The Board meeting commenced at 2:00 p.m. and concluded at 5.20 p.m.

Thanking You,

For KHAITAN (INDIA) LIMITED

Pradip Halder

Pradip Halder
(Company Secretary & Compliance Officer)



K. C. Bhattacharjee & Paul

CHARTERED ACCOUNTANTS

"SIDDHARTHA" Block - B, 7C, 14/2, Burdwan Road, Alipore
Kolkata - 700 027, L : +91 33 2449 0629, E : kcbpca@gmail.com

Independent Auditor's Review Report on the Unaudited Financial results for the Quarter and nine months ended on 31st December 2021

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 31st December 2021, together with the notes thereon and segment information (the Statement). The statement has been prepared by the management pursuant to the requirement of Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the Listing Regulations, 2015).
 2. This statement, which is the responsibility of the company's management has been reviewed and approved by the company's Board of Directors at the meeting held on 10th February 2022, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards 34 "Interim Financial Reporting" (Ind AS 34) as prescribed under section 133 of Companies Act, 2013 as amended read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to express a review 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 Standalone Statements are free of material misstatement. A review of interim financial information consists of making inquiries, primarily of Company's personnel 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 specified under section 143(10) of the Companies Act, 2013 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) Reference is invited to **Note No 3** to the financial results regarding the non-operation of sugar mill of the company and management has not yet decided to discontinue the operation of the mill. The accounting has been done on going concern basis.

Also with reference to **Note No 5**, Fixed Assets of the Sugar Mill division especially the plant and machinery has not been used for active service for more than 2 years due to non-operation of the sugar mill. 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. Since the technical evaluation is pending, the possible effect of the value of impairment of the assets on the financial statements is not currently ascertainable. Had this technical evaluation carried out, these may be incidental to any variation in the value of assets and consequently change in the amount of accumulated losses.

- b) Reference is invited to **Note No 9**, 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 has not ascertained.



- c) Reference is invited to **Note No 11**, the biological assets amounting to Rs. 2,57,00,854/- 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 based on 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 Indian Accounting standard. Pending completion of the said exercise, the consequent impact of the above matter on the financial statements has not been ascertained.

The above matters were also qualified by us in our report for the financial ended 31st March 2021.

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) Reference is invited to **Note No 6**, to the financial statements detailing therein initiation of proceedings under Insolvency Bankruptcy Code 2016 against the company by certain operational and financial creditors. The matter is still not yet admitted / decided by the concerned court of law. The account has been prepared on going concern basis.
- b) Reference is invited to **Note No 7**, The Company has an investment in 140400 equity shares of Rs. 10 each of Khaitan Lefin limited which is more than 20% of the paid up share capital of the said company therefore the company is required to prepare a consolidated accounts as per Indian Accounting Standards. However, the company has not prepared the consolidated accounts as the accounts of the said company for the current quarter and nine months period ended 31st December, 2021 was not readily available.
- c) Reference is invited to **Note No 8**, Provision for impairment in value of the aforesaid unquoted investment has not been made. Since in the opinion of the management it is not permanent in nature and realisable value of the assets of said company should be higher than the book value. In absence of the audited financial statement of the said company and indicative details of realisable value of the assets of the company, we have not examined the same.
- d) Reference is invited to **Note No 12**, to financial statements, balances of trade receivables, trade payables, loans and advances, claims recoverable, are subject to reconciliation and confirmation.

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

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



Nikhil Jain
(Partner)
Membership No.: 301150
UDIN: 22301150ABEHDK5500

Place: Kolkata
Date: 10 02 2022

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2021

Rs. in Lakhs

Sl. No.	Particulars	Quarter ended			Nine Months ended		Year ended
		31.12.2021	30.09.2021	31.12.2020	31.12.2021	31.12.2020	31.03.2021
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income:						
a	Revenue from Operations	1,298.39	1,363.46	1,233.76	3,564.78	3,185.22	4,526.61
b	Other Income	14.15	4.20	6.30	22.13	23.43	38.56
	Total Income	1,312.54	1,367.66	1,240.06	3,586.91	3,208.65	4,565.17
2	Expenses:						
a	Cost of Materials Consumed	-	-	-	-	-	-
b	Purchases of Trading Goods	901.42	972.60	958.10	2,476.93	2,221.55	3,339.21
c	Changes in inventories of finished goods, work-in-progress and stock-in-trade	43.87	46.31	26.57	107.60	16.28	7.52
d	Employee benefits expense	144.31	140.18	143.09	403.52	419.10	556.56
e	Finance Cost	73.69	94.78	50.37	238.31	194.97	295.41
f	Depreciation & Amortisation Expenses	44.96	44.97	45.21	134.89	135.09	179.85
g	Other expenses	109.01	158.18	118.08	375.56	317.53	437.04
	Total Expenses	1,317.26	1,457.02	1,341.42	3,736.61	3,304.52	4,815.59
3	Profit before Tax (1-2)	(4.72)	(89.36)	(101.36)	(149.70)	(95.87)	(250.42)
4	Tax Expenses:						
	Current Tax	-	-	-	-	-	-
	Deferred Tax Written off	-	-	-	-	-	326.44
	Total tax expenses	-	-	-	-	-	326.44
5	Profit / (Loss) for the year (3-4)	(4.72)	(89.36)	(101.36)	(149.70)	(95.87)	(576.86)
6	Other Comprehensive Income						
A	(i) Items that will not be reclassified to profit or loss	-	-	-	-	-	206.32
	(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	-	-	-	-	-	-
	Other Comprehensive Income for the Year	-	-	-	-	-	206.32
7	Total Comprehensive Income for the Year	(4.72)	(89.36)	(101.36)	(149.70)	(95.87)	(370.54)
8	Paidup Equity Share Capital (Face Value per share Rs.10/-)	475	475	475	475	475	475
9	Reserve and Surplus (Excluding Revaluation Reserve) as per Balance Sheet of Year End	-	-	-	-	-	(1,487.94)
10	Earning Per equity share of Rs.10/- each Basic and Diluted (Rs.)	(0.10)	(1.88)	(2.13)	(3.15)	(2.02)	(12.14)

Notes to Unaudited Financial Results for the Quarter and nine months ended December 31, 2021

- 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 Statement of Financial Results and Statement of Segment Reporting
- 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
- 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 un-remunerative 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.
- 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.
- 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.
- 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.
- The Company has an investment in 140400 equity shares of Rs. 10 each of Khaitan Lefin limited which is more than 20% of the paid up share capital of the said company therefore the company is required to prepare a consolidated accounts as per Indian Accounting Standards. However, the company has not prepared the consolidated accounts as the accounts of the said company for the current quarter and nine months period ended 31st December, 2021 was not readily available.



- 8) 140400 Nos. unquoted equity shares of Khaitan Lefin Limited, an associate company valued at cost. Provision for impairment in value of investment for fall in breakup value of shares is not considered. Since in the opinion of the management the fall in the value of investment is not of permanent nature, management expects the value of such investment may considerably increase, once the value of the assets of the said company is realized which is significantly higher value than its book value.
- 9) The Management has opted not to apply the Expected Credit Loss (ECL) Model for the provision of Trade Receivables during the quarter and nine months ended period 31st December 2021.
- 10) 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.
- 11) Management is under the process of segregation of the biological assets amounting to Rs. 2,57,00,854/- 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.
- 12) As an ongoing measure, the process of the confirmation and reconciliation of balances of debtors, creditors, loans, advances, claims, deposits and statutory dues is underprocess. Adjustments, if any, arising therefrom are not likely to be material on settlement and are accounted as and when ascertain.
- 13) 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: 10th February, 2022



By Order of the Board of Directors


Sunay Krishna Khaitan
Executive Director

KHAITAN INDIA LIMITED
REG. OFFICE 46C, J.L. NEHRU ROAD KOLKATA-700071
EMAIL: kilsugar@gmail.com; Website: www.khaitansugar.in
Phone: 033-40505000
CIN:L10000WB1936PLC008775
REPORTING OF BUSINESS SEGMENT INFORMATION

		Rs. In Lakh					
S.N	PARTICULARS	Quarter ended			Nine Months ended		Year ended
		31.12.2021 (Unaudited)	30.09.2021 (Unaudited)	31.12.2020 (Unaudited)	31.12.2021 (Unaudited)	31.12.2020 (Unaudited)	31.03.2021 (Audited)
I	Segment Revenue						
	(a) Electrical Goods	1,279.02	1,355.97	1,226.77	3,528.15	3,164.31	4,496.27
	(b) Sugar	-	-	-	-	-	-
	(c) Agriculture	19.37	7.49	6.98	36.63	20.90	30.34
	Total	1,298.39	1,363.46	1,233.75	3,564.78	3,185.21	4,526.61
	Less: Inter Segement Revenue	-	-	-	-	-	-
	Revenue from Operations	1,298.39	1,363.46	1,233.75	3,564.78	3,185.21	4,526.61
II	Segment Results(Profit before Finance Cost and Taxes)						
	(a) Electrical Goods	77.77	81.93	8.07	222.31	274.11	269.84
	(b) Sugar	(26.30)	(78.97)	(54.04)	(155.84)	(170.60)	(216.13)
	(c) Agriculture	17.50	2.46	(5.02)	22.14	(4.41)	(8.72)
	Total	68.97	5.42	(50.99)	88.61	99.10	44.99
	Less:						
	(a) Finance Cost	73.69	94.78	50.37	238.31	194.97	295.41
	(b) Other Unallocable (Income)	-	-	-	-	-	-
	Profit / (Loss) Before Tax	(4.72)	(89.36)	(101.36)	(149.70)	(95.87)	(250.42)
III	Segment Assets						
	(a) Electrical Goods	2,251.31	2,459.82	2,663.84	2,251.31	2,663.84	2,777.41
	(b) Sugar	478.89	495.90	636.39	478.89	636.39	607.44
	(c) Agriculture	4,461.83	4,460.18	4,463.45	4,461.83	4,463.45	4,458.86
	(d) Unallocated	-	-	-	-	-	-
	Total Segment Assets	7,192.03	7,415.90	7,763.68	7,192.03	7,763.68	7,843.71
IV	Segment Liabilities						
	(a) Electrical Goods	4,281.49	4,494.09	4,453.41	4,281.49	4,453.41	4,791.68
	(b) Sugar	(1,960.63)	(1,969.92)	(2,004.72)	(1,960.63)	(2,004.72)	(1,988.00)
	(c) Agriculture	3,006.96	3,022.80	3,026.41	3,006.96	3,026.41	3,026.12
	(d) Unallocated	-	-	-	-	-	-
	Total Segment Liabilities	5,327.82	5,546.97	5,475.10	5,327.82	5,475.10	5,829.80
V	Segment Capital (III - IV)						
	(a) Electrical Goods	(2,030.18)	(2,034.27)	(1,789.57)	(2,030.18)	(1,789.57)	(2,014.27)
	(b) Sugar	2,439.52	2,465.82	2,641.11	2,439.52	2,641.11	2,595.44
	(c) Agriculture	1,454.87	1,437.38	1,437.04	1,454.87	1,437.04	1,432.74
	(d) Unallocated	-	-	-	-	-	-
	Total Capital Employed	1,864.21	1,868.93	2,288.58	1,864.21	2,288.58	2,013.91
	Total Capital Employed	1,864.21	1,868.93	2,288.58	1,864.21	2,288.58	2,013.91

