

K.P.R. MILL LIMITED

Corporate Office : 1st Floor Srivari Shrimat, 1045, Avinashi Road, Coimbatore - 641018. India © : 0422-2207777 Fax : 0422-2207778

27.04.2022

The Listing Department
Bombay Stock Exchange Ltd.
1st Floor, Rotunda Buildings,
Phiroze Jeejeebhoy Towers,
Mumbai - 400 001

The Listing Department,
National Stock Exchange of India Ltd
Exchange Plaza, Plot: C/1, G Block,
Bandra - Kurla Complex, Bandra (E),
Mumbai - 400 051

SCRIP CODE: 532889

SYMBOL: KPRMILL

Dear Sir,

Sub: Audited Financial Results for the Quarter / Year ended 31st March, 2022.

Ref: Our Notice dated 19.04.2022

Further to our Notice under reference, we wish to inform you that the Board of Directors of the Company at their Meeting held this day 27.04.2022 has:

1. Approved the **Audited Financial Results** of the Company for the Quarter / Year ended 31st March, 2022, both Standalone & Consolidated.
2. Recommended a Final Dividend of Rs.0.15 Per share (15 %) on the face value of Re.1/- each.

In this connection, we are sending herewith the Certified True Copy of the Audited Financial Results of the Company for the year ended 31st March, 2022, both Standalone & Consolidated along with the Auditors Report.

The Board Meeting Commenced at 10.30 A.M and concluded at 03.00 P.M.

A key highlight of the financial is also enclosed. Please take the above on record.

Thanking you

Yours faithfully,
For K.P.R. Mill Limited



P. Kandaswamy
Company Secretary

Encl: As above

KEY HIGHLIGHTS OF FY 2021-22 RESULTS

- ❖ FY22 PAT up by 63.38% YoY to ₹ 841.84 Crores from ₹ 515.26 Crores
- ❖ FY22 PBT up by 65.71% YoY to ₹ 1,141.52 Crores from ₹ 688.86 Crores
- ❖ FY22 EBITDA up by 50.38% YoY to ₹ 1,305.93 Crores from ₹ 868.40 Crores
- ❖ FY22 Revenue up by 37.67% YoY to ₹ 4,909.70 Crores from ₹ 3,566.26 Crores
- ❖ FY22 Garments Production up by 30.44% YoY to 124.10 Mn Garments compared to 95.14 Mn Garments

DISCLAIMER:

The information in this release has been included in good faith and is for general purposes only. It should not be relied upon for any specific purpose and no representation or warranty is given as regards to its accuracy or completeness. No information in this release shall constitute an invitation to invest in K.P.R.Mill Limited, or any of its affiliates. Neither K.P.R.Mill Limited nor their or their affiliates' officers, employees or agents shall be liable for any loss, damage or expense arising out of any action taken on the basis of this release, including, without limitation, any loss of profit, indirect, incidental or consequential loss.



B S R & Co. LLP

Chartered Accountants

KRM Tower, 1st & 2nd Floors,
No.1, Harrington Road, Chelpet,
Chennai – 600 031, India

Telephone: +91 44 4608 3100
Fax: +91 44 4608 3199

Independent Auditor's Report

To the Board of Directors of K.P.R. Mill Limited

Report on the audit of the Standalone Annual Financial Results

Opinion

We have audited the accompanying standalone annual financial results of K.P.R. Mill Limited (hereinafter referred to as the "Company") for the year ended 31 March 2022, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (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 and other comprehensive income and other financial information for the year ended 31 March 2022.

Basis for Opinion

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 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 obtained by us, is sufficient and appropriate to provide a basis for our opinion on the standalone annual financial results.

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

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/ loss 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.

Registered Office:

B S R & Co. (a partnership firm with Registration No. BAC 1221) converted into B S R & Co. LLP (a Limited Liability Partnership with LLP Registration No. AAB 2181) with effect from October 14, 2013

14th Floor, Central B Wing and North C Wing, Neo IT Park 4, Neo Center, Western Express Highway, Goregaon (East), Mumbai - 400063

Independent Auditor's Report (Continued)

K.P.R. Mill Limited

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 Board of Directors is responsible for overseeing the Company's financial reporting process.

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

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.

As part of an 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 standalone annual financial results, whether due to fraud or error, 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 through a separate report on the complete set of financial statements on whether the company has adequate internal financial controls with reference to financial statements 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 in the standalone annual financial results made by the Management and Board of Directors.
- Conclude on the appropriateness of the Management and Board of Directors 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 appropriateness of this assumption. 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 standalone annual financial results 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 standalone annual financial results, including the disclosures, and whether the standalone annual financial results represent the underlying transactions and events in a manner that achieves fair presentation.

We 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.



B S R & Co. LLP

Independent Auditor's Report (Continued)

K.P.R. Mill Limited

Other Matter

- a. The standalone annual financial results include the results for the quarter ended 31 March 2022 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

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

Chartered Accountants

Firm's Registration No.:101248WW-100022



K Sudhakar

Partner

Coimbatore

27 April 2022

Membership No.: 214150

UDIN:22214150AHXGHJ8077



K.P.R. MILL LIMITED

CIN : L17111TZ2003PLC010518

Registered Office : No.9 Gokul Building, I Floor, A.K.S.Nagar, Thadagam Road, Coimbatore - 641 001.

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STATEMENT OF AUDITED FINANCIAL RESULTS (STANDALONE) FOR THE QUARTER / YEAR ENDED 31ST MARCH 2022

(₹ in Lakhs)

Sl.No	Particulars	Quarter Ended			Year Ended	
		31.03.2022 (Audited) *	31.12.2021 (unaudited)	31.03.2021 (Audited) *	31.03.2022 (Audited)	31.03.2021 (Audited)
1	Income					
	(a) Revenue from operations					
	(i) Sale of products and services	1,17,112	1,00,755	89,345	3,94,869	2,88,122
	(ii) Other operating revenue	3,742	2,795	828	12,498	7,242
	(b) Other income	1,056	2,367	1,122	8,463	3,796
	Total income	1,21,910	1,05,917	91,295	4,15,830	2,99,160
2	Expenses					
	(a) Cost of materials consumed	70,994	62,185	45,319	2,27,875	1,37,852
	(b) Purchase of stock-in-trade	-	-	-	-	-
	(c) Changes in inventories of finished goods, stock-in-trade and work-in- Progress	247	(6,447)	4,569	(8,323)	20,087
	(d) Employee benefits expense	10,420	11,034	9,932	43,289	38,479
	(e) Finance costs	185	394	415	1,339	1,961
	(f) Depreciation and amortisation expenses	1,876	1,908	2,054	7,565	9,792
	(g) Other expenses	13,362	13,610	9,416	46,136	32,507
	Total Expenses	97,084	82,684	71,705	3,17,881	2,40,678
3	Profit before exceptional items and tax (1-2)	24,826	23,233	19,590	97,949	58,482
4	Exceptional Items	-	-	-	-	-
5	Profit before tax (3+4)	24,826	23,233	19,590	97,949	58,482
6	Tax expenses					
	a) Current tax	5,821	5,659	5,031	24,795	15,654
	b) Deferred tax	299	52	(104)	74	(434)
7	Profit for the period (5-6)	18,706	17,522	14,663	73,080	43,262
8	Other comprehensive income					
	A (i) Items that will not be reclassified to profit or loss	-	-	-	-	-
	(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	-	-	-	-	-
9	Total comprehensive income for the period (7+8)	18,706	17,522	14,663	73,080	43,262
10	Paid-up equity share capital (Face value of ₹ 1 each)	3,441	3,441	3,441	3,441	3,441
11	Total Reserves i.e. Other equity				2,59,777	1,87,213
12	Basic and diluted Earnings per share (in ₹) (Not annualised for quarters)	5.44	5.09	4.26	21.24	12.57



Notes:

1 STATEMENT OF ASSETS AND LIABILITIES (STANDALONE)

(₹ in Lakhs)

Sl.No	Particulars	As at	
		31.03.2022 (Audited)	31.03.2021 (Audited)
	Assets		
	Non - current assets		
	(a) Property, plant and equipment	84,433	79,680
	(b) Capital work-in-progress	491	1,742
	(c) Intangible assets	80	95
	(d) Financial assets		
	(i) Investments	57,912	18,714
	(ii) Loans	204	555
	(iii) Other financial assets	2,350	3,274
	(e) Other non - current assets	3,479	683
	Total non - current assets	1,48,949	1,04,743
	Current assets		
	(a) Inventories	85,190	69,085
	(b) Financial assets		
	(i) Investments	27,403	23,344
	(ii) Trade receivables	39,263	26,081
	(iii) Cash and cash equivalents	9,561	4,503
	(iv) Other bank balances	479	787
	(v) Other financial assets	4,442	4,359
	(c) Other current assets	20,603	15,641
	Total current assets	1,86,941	1,43,800
	Total assets	3,35,890	2,48,543
	Equity and liabilities		
	Equity		
	(a) Equity share capital	3,441	3,441
	(b) Other equity	2,59,777	1,87,213
	Total equity	2,63,218	1,90,654
	Liabilities		
	Non-current liabilities		
	(a) Financial liabilities		
	(i) Borrowings	31	990
	(b) Deferred tax liabilities (net)	4,368	4,294
	(c) Other Non-Current Liabilities	3	4
	Total non-current liabilities	4,402	5,288
	Current liabilities		
	(a) Financial liabilities		
	(i) Borrowings	41,754	30,740
	(ii) Trade payables		
	(A) Total outstanding dues of micro and small enterprises	1,454	881
	(B) Total outstanding dues of creditors other than micro and small enterprises	10,952	8,297
	(iii) Other financial liabilities	43	51
	(b) Other current liabilities	12,395	10,310
	(c) Current tax liabilities (net)	1,672	2,322
	Total current liabilities	68,270	52,601
	Total equity and liabilities	3,35,890	2,48,543



2 STATEMENT OF CASH FLOWS (STANDALONE)

(₹ in Lakhs)

Particulars	Year ended 31.03.2022 (Audited)	Year ended 31.03.2021 (Audited)
CASH FLOW FROM OPERATING ACTIVITIES		
Profit for the year	73,080	43,262
Adjustments for:		
Income tax expenses recognised in the statement of profit and loss	24,869	15,220
Depreciation and amortisation expense	7,565	9,792
Net loss/ (gain) on sale of property, plant and equipment	(296)	(44)
Finance costs	1,339	1,961
Interest income	(305)	(410)
Dividend income from subsidiary	(26)	(26)
Gain on sale of current investments	(1,359)	(359)
Rental income from operating leases	(112)	(61)
Impairment loss on financial assets	121	295
Impairment of investments (including investment pending allotment)	1,594	-
Impairment on Loans	113	-
Operating profit before working capital changes	1,06,583	69,630
Changes in Working Capital:		
Adjustments for (increase) / decrease in operating assets:		
Inventories	(16,105)	(19,648)
Trade Receivables	(13,303)	8,751
Bank Balance not Considered as Cash and Cash	-	-
Equivalents - Margin Deposit Account	-	-
Other current assets	(4,963)	3,045
Other non-current financial assets	(944)	599
Other financial assets	4	(22)
Adjustments for increase / (decrease) in operating liabilities:		
Trade payables	3,228	(159)
Other financial liabilities	3	1,964
Other current liabilities	2,085	1,784
Other non-current liabilities	(1)	(3)
Cash generated from operations	76,587	65,941
Net income tax (paid)	(25,684)	(13,691)
Net cash flow from/ (used in) operating activities (A)	50,903	52,250
CASH FLOW FROM INVESTING ACTIVITIES		
Capital expenditure on property, plant and equipment, including capital advances (Net of Capital Subsidy)	(14,082)	(4,104)
Purchase of current investments (net)	(2,700)	(22,284)
(Increase)/ decrease in margin deposit accounts	308	(616)
Proceeds from sale of property, plant and equipment	530	149
Investment in term deposits (having original maturity of more than 3 months)	-	(4,000)
Loans to related party (net of repayment)	233	(203)
Purchase of non-current investments:		
- Subsidiaries (including investment pending allotment)	(38,924)	(11,176)
Purchase / proceeds from sale of non-current investments	-	60
Interest received from:		
- Subsidiaries	-	7
- Others	218	314
Dividend received from subsidiary	26	26
Rental income received from operating leases	112	61
Net cash flow used in investing activities (B)	(54,279)	(41,766)



STATEMENT OF CASH FLOWS (STANDALONE) (CONTINUED)

Particulars	Year ended 31.03.2022 (Audited)	Year ended 31.03.2021 (Audited)
CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of long-term borrowings (net)	(959)	(6,151)
Proceeds from/(Repayment of) working capital borrowings (net)	11,014	(9,297)
Finance costs paid	(1,105)	(1,970)
Dividends paid	(516)	(3,096)
Net cash flow (used in)/ from financing activities (C)	8,434	(20,514)
Net (decrease)/ increase in cash and cash equivalents (A+B+C)	5,058	(10,030)
Add: Opening cash and cash equivalents	4,503	14,533
Closing cash and cash equivalents	9,561	4,503
Closing cash and cash equivalents comprises		
(a) Cash on hand	25	47
(b) Balance with banks:		
i) In Current accounts	2,752	2,158
ii) In EEFC accounts	6,784	2,298
	9,561	4,503

- 3 The above standalone financial results have been reviewed by the Audit Committee on April 27, 2022 and taken on record and approved by the Board of Directors at their meeting held on April 27, 2022. The above results have been subjected to audit by the statutory auditors of the Company. The report of statutory auditors is unqualified.
- 4 These financial results have been prepared in accordance with Indian Accounting Standards ('Ind AS') prescribed under section 133 of the Companies Act, 2013 read with relevant rules thereunder and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI Circular dated July 5, 2016.
- 5 The Company operates in one segment (i.e) Textile business, which in the context of Indian Accounting Standard (IND AS) 108 - Operating Segment, is considered as the only reportable operating segment of the Company.
- 6 Pursuant to the approval of the shareholders at the Annual General Meeting of the Company held on September 09, 2021, one equity share of ₹ 5/- each fully paid up was sub-divided into five equity shares of ₹ 1/- each fully paid up, with effect from the record date, i.e., September 27, 2021. Consequently, the basic and diluted earnings per share have been adjusted retrospectively for all the periods presented in the Standalone Financial Results of the Company on the basis of the new number of equity shares in accordance with the provisions of applicable Ind AS.
- 7 * The figures for the quarters ended March 31, 2022 and March 31, 2021 are the balancing figures between the audited figures in respect of the full financial years and the published unaudited year-to-date figures upto the third quarter of the respective financial years, which were subjected to limited review.
- 8 After obtaining the approval from the Board of Directors on February 07, 2022, the Buyback of 22,36,000 Equity Shares of ₹ 1/-each (representing 0.65% of the total number of paid up equity shares of the Company) from the Shareholders of the Company on proportionate basis by way of tender offer route at a price of ₹ 805/- per share for an aggregate amount of ₹ 17,999.80 lakhs (9.44% of the paid up capital and free reserves) was initiated in accordance with the provisions of the Companies Act, 2013 and the Securities and Exchange Board of India (Buy-Back of Securities) Regulations, 2018 ('SEBI Buy-back Regulations'). The same was completed on April 19, 2022.
- 9 Events after reporting period
The Board has recommended a Final Dividend of 15% (₹ 0.15 per share of the face value of ₹ 1/- each) for the year 2021-22 subject to the approval of the Shareholders in Annual General Meeting.
- 10 Previous period figures have been regrouped / reclassified, wherever necessary, to conform with the current period classification / presentation.

Coimbatore
April 27, 2022

For K.P.R.MILL LIMITED


P.Nataraj
Managing Director
DIN : 00229137



B S R & Co. LLP

Chartered Accountants

KRM Tower, 1st & 2nd Floors,
No.1, Harrington Road, Chetpet,
Chennai – 600 031, India

Telephone: +91 44 4608 3100
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Independent Auditor's Report

To the Board of Directors of K.P.R. Mill Limited

Report on the audit of the Consolidated Annual Financial Results

Opinion

We have audited the accompanying consolidated annual financial results of K.P.R. Mill Limited (hereinafter referred to as the "Holding Company") and its subsidiaries (Holding Company and its subsidiaries together referred to as "the Group"), for the year ended 31 March 2022, attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (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 reports of other auditors on separate audited financial statements / financial results of the subsidiaries, the aforesaid consolidated annual financial results:

a. include the annual financial results of the following entities

- K.P.R. Sugar Mill Limited;
- Quantum Knits Private Limited;
- Galaxy Knits Limited;
- Jahnvi Motor Private Limited;
- KPR Exports PLC;
- KPR Mill Pte. Ltd; and
- KPR Sugar and Apparels Limited

b. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and

c. 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 consolidated net profit and other comprehensive income and other financial information of the Group for the year ended 31 March 2022.

Basis for Opinion

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 obtained by us along with the consideration of audit reports of the other auditors referred to in sub paragraph no. a of the "Other Matters" paragraph below, is sufficient and appropriate to

Registered Office:

Independent Auditor's Report (Continued)

K.P.R. Mill Limited

provide a basis for our opinion on the consolidated annual financial results.

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

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 consolidated annual financial results that give a true and fair view of the consolidated net profit/ loss and other comprehensive income and other financial information of the Group 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 entities included in the Group 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 Board of Directors of the Holding Company, as aforesaid.

In preparing the consolidated annual financial results, the respective Management and the Board of Directors of the companies included in the Group 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 Board of Directors of the companies included in the Group is responsible for overseeing the financial reporting process of each company.

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

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.

As part of an 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 consolidated annual financial results, whether due to fraud or error, 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 through a separate report on the complete set of financial statements on whether the company has adequate internal financial controls with reference to financial statements 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 in the consolidated annual financial results made by the Management and Board of Directors.



Independent Auditor's Report (Continued)

K.P.R. Mill Limited

- Conclude on the appropriateness of the Management and Board of Directors 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 appropriateness of this assumption. 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 consolidated annual financial results 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 Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated annual financial results, including the disclosures, and whether the consolidated annual financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results of the entities within the Group to express an opinion on the consolidated annual financial results. We are responsible for the direction, supervision and performance of the audit of financial results of such entities included in the consolidated annual financial results of which we are the independent auditors. For the other entities included in the consolidated annual financial results, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion. Our responsibilities in this regard are further described in sub paragraph no. (a) of the "Other Matters" paragraph in this audit report.

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated annual financial results of which we are the independent auditors 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.

We also performed procedures in accordance with the circular No CIR/CFD/CMD1/44/2019 issued by the Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.

Other Matters

- a. The consolidated annual financial results include the audited financial results of seven subsidiaries, whose financial statements/financial results reflect total assets (before consolidation adjustments) of Rs. 215,923 lakhs as at 31 March 2022, total revenue (before consolidation adjustments) of Rs. 95,440 lakhs and total net profit after tax (before consolidation adjustments) of Rs. 9,520 lakhs and net cash inflows (before consolidation adjustments) of Rs 278 lakhs for the year ended on that date, as considered in the consolidated annual financial results, which have been audited by their respective independent auditors. The independent auditor's reports on financial statements/ financial results of these entities have been furnished to us by the management.

Our opinion on the consolidated annual financial results, in so far as it relates to the amounts and disclosures included in respect of these entities, is based solely on the reports of such auditors and the procedures performed by us are as stated in paragraph above.

Our opinion on the consolidated annual financial results is not modified in respect of the above matter with respect to our reliance on the work done and the reports of the other auditors.



B S R & Co. LLP

Independent Auditor's Report (Continued)

K.P.R. Mill Limited

- b. The consolidated annual financial results include the results for the quarter ended 31 March 2022 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

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

Chartered Accountants

Firm's Registration No.:101248W/W-100022



K Sudhakar

Partner

Coimbatore

27 April 2022

Membership No.: 214150

UDIN:22214150AHXGRQ3430



K.P.R. MILL LIMITED

CIN : L17111TZ2003PLC010518

Registered Office : No.9 Gokul Building, I Floor, A.K.S.Nagar, Thadagam Road, Coimbatore - 641 001.

Email : corporate@kprmill.com Web : www.kprmillimited.com Phone : 0422-2207777 Fax : 0422-2207778

STATEMENT OF AUDITED FINANCIAL RESULTS (CONSOLIDATED) FOR THE QUARTER / YEAR ENDED 31ST MARCH 2022 (₹ in Lakhs)

Sl.No	Particulars	Quarter Ended			Year Ended	
		31.03.2022 (Audited) *	31.12.2021 (unaudited)	31.03.2021 (Audited) *	31.03.2022 (Audited)	31.03.2021 (Audited)
1	Income					
	(a) Revenue from operations					
	(i) Sale of products and services	1,40,625	1,22,608	1,09,728	4,67,478	3,42,441
	(ii) Other operating revenue	4,364	3,303	1,968	14,770	10,301
	(b) Other income	1,144	2,456	1,181	8,722	3,884
	Total income	1,46,133	1,28,367	1,12,877	4,90,970	3,56,626
2	Expenses					
	(a) Cost of materials consumed	1,16,065	82,265	61,774	2,94,065	1,73,210
	(b) Purchase of stock-in-trade	1,505	943	1,105	4,117	2,960
	(c) Changes in inventories of finished goods, stock-in-trade and work-in- Progress	(31,827)	(12,352)	1,579	(29,608)	20,123
	(d) Employee benefits expense	11,101	11,201	10,171	44,545	39,368
	(e) Finance costs	568	560	778	2,329	3,284
	(f) Depreciation and amortisation expenses	3,636	4,176	3,332	14,112	14,670
	(g) Other expenses	14,538	13,251	10,321	47,258	34,125
	Total Expenses	1,15,586	1,00,044	89,060	3,76,818	2,87,740
3	Profit before exceptional items and tax (1-2)	30,547	28,323	23,817	1,14,152	68,886
4	Exceptional items	-	-	-	-	-
5	Profit before tax (3+4)	30,547	28,323	23,817	1,14,152	68,886
6	Tax expenses					
	a) Current tax	8,055	7,109	5,415	29,653	17,686
	b) Deferred tax	514	37	(214)	315	(326)
7	Profit for the period (5-6)	21,978	21,177	18,616	84,184	51,526
8	Share of Profit / (Loss) of Associates	-	-	-	-	-
9	Minority Interest	-	-	-	-	-
10	Net Profit after taxes, Minority interest and share of profit of associates (7+8+9)	21,978	21,177	18,616	84,184	51,526
11	Other comprehensive income					
	A (i) Items that will not be reclassified to profit or loss	-	-	-	-	-
	(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	-	-	-	-	-
12	Total comprehensive income for the period (10+11)	21,978	21,177	18,616	84,184	51,526
13	Paid-up equity share capital (Face value of ₹ 1 each)	3,441	3,441	3,441	3,441	3,441
14	Total Reserves i.e. Other equity				3,15,244	2,31,576
15	Basic and diluted Earnings per share (in ₹) (Not annualised for quarters)	6.39	6.16	5.41	24.47	14.98



Notes:

1 STATEMENT OF ASSETS AND LIABILITIES (CONSOLIDATED)

(₹ in Lakhs)

Sl.No	Particulars	As at	
		31.03.2022 (Audited)	31.03.2021 (Audited)
	Assets		
	Non-current assets		
	(a) Property, plant and equipment	1,93,884	1,25,391
	(b) Capital work-in-progress	11,532	2,862
	(c) Goodwill	70	70
	(d) Other intangible assets	80	95
	(e) Financial assets		
	(i) Investments	150	150
	(ii) Other financial assets	2,470	1,600
	(f) Deferred Tax Asset (Net)	1,007	1,368
	(g) Other non - current assets	30,220	19,527
	Total non - current assets	2,39,413	1,51,063
	Current assets		
	(a) Inventories	1,28,880	91,326
	(b) Financial assets		
	(i) Investments	30,921	23,344
	(ii) Trade receivables	48,024	32,098
	(iii) Cash and cash equivalents	12,131	6,795
	(iv) Other bank balances	658	931
	(v) Other financial assets	4,532	4,451
	(c) Other current assets	22,243	16,498
	Total current assets	2,47,389	1,75,443
	Total assets	4,86,802	3,26,506
	Equity and liabilities		
	Equity		
	(a) Equity share capital	3,441	3,441
	(b) Other equity	3,15,244	2,31,576
	Total equity	3,18,685	2,35,017
	Liabilities		
	Non-current liabilities		
	(a) Financial liabilities		
	(i) Borrowings	62,607	17,908
	(b) Deferred tax liabilities (net)	4,377	4,303
	(c) Other non-current liabilities	3,188	466
	Total non - current liabilities	70,172	22,677
	Current liabilities		
	(a) Financial liabilities		
	(i) Borrowings	55,914	47,832
	(ii) Trade payables		
	(A) Total outstanding dues of micro and small enterprises	1,576	909
	(B) Total outstanding dues of creditors other than micro and small enterprises	26,631	9,964
	(iii) Other financial liabilities	56	85
	(b) Other current liabilities	9,628	7,584
	(c) Current tax liabilities (net)	4,140	2,438
	Total current liabilities	97,945	68,812
	Total equity and liabilities	4,86,802	3,26,506



2 STATEMENT OF CASH FLOWS (CONSOLIDATED)

(₹ in Lakhs)

Particulars	Year ended 31.03.2022 (Audited)	Year ended 31.03.2021 (Audited)
CASH FLOW FROM OPERATING ACTIVITIES		
Profit for the year	84,184	51,526
Adjustments for:		
Income tax expenses recognised in the statement of profit and loss	29,968	17,360
Depreciation and amortisation expense	14,112	14,670
Net loss/ (gain) on sale of property, plant and equipment	(301)	(26)
Finance costs	2,329	3,284
Interest income	(318)	(428)
Gain on sale of current investments	(1,477)	(359)
Rental income from operating leases	(56)	(61)
Recovery of bad debts	(45)	-
Impairment loss on financial assets	229	295
Operating Profit before working capital changes	1,28,625	86,261
Changes in working capital:		
Adjustments for (increase) / decrease in operating assets:		
Inventories	(37,554)	(19,753)
Trade receivables	(16,110)	8,531
Other current assets	(5,744)	5,609
Other non-current financial assets	(870)	646
Other non-current assets	(10,218)	284
Other financial assets	6	(28)
Adjustments for increase / (decrease) in operating liabilities:		
Trade payables	17,334	(979)
Other Current liabilities	2,044	(999)
Other Financial liabilities	(16)	1,961
Other non-current liabilities	(1)	(5)
Cash generated from operations	77,496	81,528
Net income tax (paid)	(28,073)	(15,636)
Net cash generated from operating activities (A)	49,423	65,892
CASH FLOW FROM INVESTING ACTIVITIES		
Capital expenditure on property, plant and equipments, including capital advances (Net of Capital Subsidy)	(89,237)	(28,500)
Purchase of current investments (net)	(6,100)	(22,284)
(Increase) /decrease in margin deposit accounts	273	(690)
Proceeds from sale of property, plant and equipment	571	225
Investment in term deposits (having original maturity of more than 3 months)	-	(4,000)
Purchase / (proceeds from) sale of non-current investment	-	60
Interest received	231	294
Rental income received from operating leases	56	61
Net cash flow used in investing activities (B)	(94,206)	(54,834)
CASH FLOW FROM FINANCING ACTIVITIES		
(Repayment of)/ proceeds from long-term borrowings (net)	44,654	(2,790)
Proceeds from/(Repayment of) working capital borrowings (net)	8,082	(10,279)
Finance costs Paid	(2,101)	(3,279)
Dividends paid	(516)	(3,096)
Net cash flow (used in)/ from financing activities (C)	50,119	(19,444)
Net (decrease)/ increase in cash and cash equivalents (A+B+C)	5,336	(8,386)
Add: Opening cash and cash equivalents	6,795	15,181
Closing cash and cash equivalents	12,131	6,795
Closing cash and cash equivalents comprises		
(a) Cash on hand	58	109
(b) Balance with Banks:		
i) In Current accounts	5,289	4,388
ii) In EEFC accounts	6,784	2,298
	12,131	6,795



3 AUDITED SEGMENT REPORTING FOR THE QUARTER / YEAR ENDED 31ST MARCH 2022

(₹ in Lakhs)

Sl.No	Particulars	Quarter Ended/As at			Year Ended/ As at	
		31.03.2022 (Audited) *	31.12.2021 (unaudited)	31.03.2021 (Audited) *	31.03.2022 (Audited)	31.03.2021 (Audited)
1	SEGMENT REVENUE					
	a) Textile	1,20,740	1,04,500	90,316	4,11,323	2,98,356
	b) Sugar	22,257	19,725	19,761	64,515	49,612
	c) Others	1,992	1,686	1,619	6,410	4,774
	Total	1,44,989	1,25,911	1,11,696	4,82,248	3,52,742
	Less: Inter segment revenue	-	-	-	-	-
	Revenue from operations	1,44,989	1,25,911	1,11,696	4,82,248	3,52,742
2	SEGMENT RESULTS (Profit before tax and finance costs from each segment)					
	a) Textile	25,318	23,068	19,735	97,765	61,397
	b) Sugar	4,577	3,298	3,564	9,657	6,484
	c) Others	76	61	115	337	405
	Total	29,971	26,427	23,414	1,07,759	68,286
	Less: Finance costs	568	560	778	2,329	3,284
		29,403	25,867	22,636	1,05,430	65,002
	Add: Other income	1,144	2,456	1,181	8,722	3,884
	Total profit before tax	30,547	28,323	23,817	1,14,152	68,886
3	Segment Assets					
	a) Textile	3,24,593	3,19,604	2,45,248	3,24,593	2,45,248
	b) Sugar	1,57,557	1,26,854	77,096	1,57,557	77,096
	c) Others	3,422	2,917	2,621	3,422	2,621
	d) Unallocated	1,230	1,549	1,541	1,230	1,541
	Total	4,86,802	4,50,924	3,26,506	4,86,802	3,26,506
4	Segment liabilities					
	a) Textile	80,847	84,712	56,417	80,847	56,417
	b) Sugar	83,050	67,323	33,813	83,050	33,813
	c) Others	1,754	1,281	1,176	1,754	1,176
	d) Unallocated	2,466	901	83	2,466	83
	Total	1,68,117	1,54,217	91,489	1,68,117	91,489
5	Capital employed (Segment assets - Segment liabilities)	3,18,685	2,96,707	2,35,017	3,18,685	2,35,017



- 4 The above consolidated financial results have been reviewed by the Audit Committee on April 27, 2022 and taken on record and approved by the Board of Directors at their meeting held on April 27, 2022. The above results have been subjected to audit by the statutory auditors of the Company. The report of statutory auditors is unqualified.
- 5 These financial results have been prepared in accordance with Indian Accounting Standards ('Ind AS') prescribed under section 133 of the Companies Act, 2013 read with relevant rules thereunder and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI Circular dated July 5, 2016.
- 6 The consolidated financial results include the financial results of K.P.R. Mill Limited and the financial results of its subsidiaries - K.P.R. Sugar Mill Limited, Jahnvi Motor Private Limited, Quantum Knits Private Limited, Galaxy Knits Limited, KPR Sugar and Apparels Limited, KPR Exports PLC, Ethiopia and KPR Mill Pte. Ltd, Singapore.
- 7 The Group has classified the operations primarily into three segments viz., Textile, Sugar and Others based on "Management Approach" as defined in Ind-AS 108 - Operating Segments.
- 8 Pursuant to the approval of the shareholders at the Annual General Meeting of the Company held on September 09, 2021, one equity share of ₹ 5/- each fully paid up was sub-divided into five equity shares of ₹ 1/- each fully paid up, with effect from the record date, i.e., September 27, 2021. Consequently, the basic and diluted earnings per share have been adjusted retrospectively for all the periods presented in the Consolidated Financial Results of the Company on the basis of the new number of equity shares in accordance with the provisions of applicable Ind AS.
- 9 * The figures for the quarters ended March 31, 2022 and March 31, 2021 are the balancing figures between the audited figures in respect of the full financial years and the published unaudited year-to-date figures upto the third quarter of the respective financial years, which were subjected to limited review.
- 10 After obtaining the approval from the Board of Directors on February 07, 2022, the Buyback of 22,36,000 Equity Shares of ₹ 1/-each (representing 0.65% of the total number of paid up equity shares of the Company) from the Shareholders of the Company on proportionate basis by way of tender offer route at a price of ₹ 805/- per share for an aggregate amount of ₹ 17,999.80 lakhs (9.44% of the paid up capital and free reserves) was initiated in accordance with the provisions of the Companies Act, 2013 and the Securities and Exchange Board of India (Buy-Back of Securities) Regulations, 2018 ('SEBI Buy-back Regulations'). The same was completed on April 19, 2022.
- 11 Events after reporting period
The Board has recommended a Final Dividend of 15% (₹ 0.15 per share of the face value of ₹ 1/- each) for the year 2021-22 subject to the approval of the Shareholders in Annual General Meeting.
- 12 Previous period figures have been regrouped / reclassified, wherever necessary, to conform with the current period classification / presentation.

Coimbatore
April 27, 2022

For K.P.R.MILL LIMITED

P.Nataraj
Managing Director
DIN : 00229137

