

Date : May 25, 2022

Corporate Relationship Department
BSE Limited,
PhirozeJeejeebhoy Towers,
Dalal Street
Mumbai - 400 001

The Manager, Capital Market (Listing)
National Stock Exchange of India Limited
Exchange Plaza,
BandraKurla Complex, Bandra East,
Mumbai - 400051

Scrip Code / ID : 524019 / KINGFA

Symbol : KINGFA

Dear Sir / Madam,

Sub : Audited Financial Results for the quarter and year ended March 31, 2022, Auditor's Report and Outcome of the Board Meeting held on May 25, 2022

Pursuant to Regulations 30 and 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed herewith the following:

1. **Audited Financial Results** of the Company for the quarter and year ended March 31, 2022, which were approved by the Board of Directors in its Meeting held on May 25, 2022;
2. **Auditors Report** received from M/s. P G Bhagwat LLP, Chartered Accountants, Statutory Auditors of the Company on aforesaid Audited Financial Results;
3. **Declaration** w.r.t Audit Report with unmodified opinion.
4. **Re-appointment of Statutory Auditors of the Company.**

The Audit Committee and the Board of Directors at their respective Meetings held on May 25, 2022, has recommended the re-appointment of M/s. P G Bhagwat LLP, Chartered Accountants (FRN 101118W/W100682) as the Statutory Auditors of the Company for a second term of five consecutive years from Financial year 2022-23 to Financial year 2026-27, subject to the approval of the Shareholders at the forthcoming Annual General Meeting of the Company.

Pursuant to Regulations 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the brief profile of M/s. P G BHAGWAT LLP, Chartered Accountants is enclosed herewith as **Annexure**.



Kingfa Science & Technology (India) Limited
(Formerly Hydro S & S Industries Limited)

CIN : L25209TN1983PLC010438
Regd. Office : Dhun Building, III Floor,
827, Anna Salai, Chennai - 600002.
Tel: +44 - 28521736 Fax: +44 - 28520420.
E-mail : cs@kingfaindia.com
Website : www.kingfaindia.com

5. **Re-appointment of Mr. K.Suryanarayanan, Cost Accountant as Cost Auditor for FY 2022-23. The brief profile is given below:**

Mr K Suryanarayanan, is a Fellow member of the Institute of Cost Accountants of India with over 27 years of post-qualification experience in Finance, Accounts and Costing. He is a Fellow member of The Institution of Valuers, an approved Wealth Tax Valuer and Indirect Tax practitioner. He is a faculty member in The Institute of Cost Accountants of India and other Management Institutes. He has conducted many special audits, desk review under the provisions of Indirect Tax and also a visiting faculty to government and non-government entities. He is handling cost audit for a variety of industries comprising of reputed MNCs, private and public sectors. He handled audit for companies with revenue varying from 50 crores to 50000 crores. He has also handled variety of litigations on valuation matters, indirect tax disputes for clients of repute. He did many certification on CAS - 4 valuation and pricing, etc.

The Meeting of the Board of Directors of the Company commenced at 11.30 a.m. and concluded at *05.10 P.M*

You are requested to take the same on your record.

Thanking you,

Yours faithfully,
for **Kingfa Science & Technology (India) Limited,**

Nirnoy Sur
(NIRNOY SUR)
Company Secretary

Encl : as above



Audited Financial Results for the Quarter and Year ended March 31, 2022

(Rs. in Lakhs)

S No.	Particulars	Quarter Ended			Year Ended	
		Mar 31, 2022	Dec 31, 2021	Mar 31, 2021	Mar 31, 2022	March 31, 2021
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
1	(a) Revenue from Operations	30,439.82	25,637.23	22,124.70	1,04,771.30	62,723.54
	(b) Other Income	29.83	21.56	87.37	108.39	592.94
	Total Income	30,469.65	25,658.79	22,212.07	1,04,879.69	63,316.48
2	Expenses					
	(a) Cost of materials consumed	25,535.52	19,350.99	18,583.96	90,216.92	51,235.94
	(b) Purchase of stock-in-trade	1,771.51	153.23	799.38	3,043.63	2,096.74
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(1,824.13)	671.71	(690.27)	(6,992.11)	(990.84)
	(d) Employees benefits expense	591.64	499.08	439.59	1,985.22	1,662.40
	(e) Finance costs	200.57	78.83	101.00	528.81	330.97
	(f) Depreciation and amortisation expense	332.18	326.68	313.92	1,296.50	1,079.17
	(g) Other expenses	2,663.47	1,899.93	2,005.42	8,341.37	6,717.03
	Total expenses	29,270.76	22,980.45	21,553.00	98,420.34	62,131.41
3	Profit before exceptional items and tax	1,198.89	2,678.34	659.07	6,459.35	1,185.07
4	Exceptional Items (Note No.9)	649.61	1,675.34	-	2,324.95	-
5	Profit before tax (3-4)	549.28	1,003.00	659.07	4,134.40	1,185.07
6	Tax expenses	149.20	256.53	496.20	1,071.06	652.89
	- Current tax	175.00	270.00	403.78	1,149.00	462.78
	- Deferred Tax	(25.80)	(13.47)	92.42	(77.94)	190.11
7	Net Profit for the period (5-6)	400.08	746.47	162.87	3,063.34	532.18
8	Other Comprehensive Income (net of tax expenses)	(2.13)	-	6.40	(2.13)	6.40
9	Total Comprehensive Income (7+8)	397.95	746.47	169.27	3,061.21	538.58
10	Paid-Up Equity Share Capital [Face value of Rs.10 each]	1,211.05	1,211.05	1,211.05	1,211.05	1,211.05
	No. of Equity Shares	1,21,10,461	1,21,10,461	1,21,10,461	1,21,10,461	1,21,10,461
11	Earnings per equity share (Face value of Rs.10 each)					
	Basic	3.30	6.16	1.34	25.29	4.39
	Diluted	3.30	6.16	1.34	25.29	4.39



NOTES:

1 Statement of assets and liabilities (Balance Sheet)

Particulars	As at	As at
	31 March 2022	31 March 2021
ASSETS		
I. Non-current assets	26,774.04	26,408.67
(a) Property, plant and equipment	12,552.68	12,853.78
(b) Capital work-in-progress	12,728.74	12,320.17
(c) Intangible assets	0.94	2.02
(d) Financial assets		
(i) Other financial assets	568.00	568.50
(e) Current tax(net)	547.51	296.28
(f) Other non-current assets	376.17	367.92
II. Current assets	60,894.07	40,694.96
(a) Inventories	26,099.78	14,295.72
(b) Financial assets		
(i) Trade receivables	28,285.58	21,190.45
(ii) Cash and cash equivalents	858.26	373.66
(iii) Bank balance other than (iii) above	2,083.40	2,021.63
(iv) Other financial assets	436.05	324.09
(c) Other current assets	3,131.00	2,489.41
Total Assets	87,668.11	67,103.63
EQUITY AND LIABILITIES		
Equity	38,458.74	35,397.53
(a) Equity share capital	1,211.05	1,211.05
(b) Other equity		
(i) Capital reserve	67.18	67.18
(ii) Capital redemption reserve	87.09	87.09
(iii) Securities premium reserve	24,878.38	24,878.38
(iv) General reserve	1,122.76	1,122.76
(v) Retained earnings	11,092.28	8,031.07
Liabilities		
I. Non-current liabilities	2,451.87	3,257.19
(a) Financial liabilities		
(i) Borrowings	1,687.50	2,437.50
(ii) Lease liability	415.09	390.50
(iii) Other financial liabilities	4.50	4.50
(b) Deferred tax liabilities (net)	231.69	310.34
(c) Government grants	113.09	114.35
II. Current liabilities	46,757.50	28,448.91
(a) Financial liabilities		
(i) Borrowings	2,408.08	4,242.46
(ii) Lease liabilities	95.16	70.62
(iii) Trade and other payables		
(a) Total outstanding dues of micro enterprises and small enterprises	702.84	-
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises	41,993.32	21,760.27
(iv) Other financial liabilities	1,394.69	2,230.08
(b) Other current liabilities	81.46	87.28
(c) Short-term provisions	81.95	58.20
Total Equity and Liabilities	87,668.11	67,103.63



Particulars	Year ended	
	March 31, 2022	March 31, 2021
	Audited	Audited
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before Tax	4,134.40	1,185.07
<i>Adjustments to reconcile profit before tax to net cash flows:</i>		
Add:		
Depreciation and Amortisation	1,296.50	1,079.17
Provision for doubtful debts and advances (net)	142.55	253.06
Loss / (Gain) on sale of Property, Plant & Equipment	-	0.38
Net (Gain) / Loss on ECB	26.68	(58.45)
Unrealized Loss / (Profit) on foreign currency trade payable	496.57	182.77
Unrealized Loss / (Profit) on foreign currency trade receivable	(19.76)	7.12
Finance cost	485.36	316.25
Interest on lease liability	43.44	14.73
	2,471.34	1,795.03
Less:		
Government grant income	1.26	1.26
Interest income	81.39	109.23
	82.65	110.49
Operating Profit before working capital changes	6,523.09	2,869.61
Working Capital Adjustments		
(Increase) / Decrease in Trade and Other Receivables	(7,982.49)	(2,034.56)
(Increase) / Decrease in Inventories	(11,804.06)	(3,186.95)
Increase / (Decrease) in Trade and other Payables	18,466.95	2,432.78
Increase / (Decrease) in Provisions	20.91	23.79
	(1,298.69)	(2,764.94)
Net Cash generated from operations	5,224.40	104.67
Direct taxes paid (Net of refunds received if any)	(1,400.23)	(294.19)
NET CASH FLOW FROM OPERATING ACTIVITIES	3,824.17	(189.52)
CASH FLOW FROM INVESTING ACTIVITIES		
Sale of Property, Plant and Equipment	0.93	0.85
Interest received	77.07	114.75
Purchase of Property, Plant and Equipment	(1,891.11)	(1,507.16)
NET CASH GENERATED FROM INVESTING ACTIVITIES	(1,813.11)	(1,391.56)
CASH FLOW FROM FINANCING ACTIVITIES		
Borrowings	(923.88)	2,082.03
Interest paid (finance cost)	(473.58)	(220.66)
Principal element of lease payment	(129.00)	(135.54)
NET CASH USED IN FINANCING ACTIVITY	(1,526.46)	1,725.83
Net increase / (decrease) in cash and cash equivalents	484.60	144.75
Opening Cash and Cash equivalents	373.66	228.91
Closing Cash and Cash equivalents	858.26	373.66



- 3 The above results were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on May 25, 2022. The Statutory auditors of the Company have carried out an audit of the results for the year ended March 31, 2022.
- 4 The financial statement has been prepared in accordance with Indian Accounting Standards (Ind AS), the provisions of the Companies Act, 2013 (the Act), as applicable and guidelines issued by the Securities and Exchange Board of India (SEBI).
- 5 The Company manufactures "Reinforced Polypropylene" which is a single segment in accordance with Ind AS 108 - "Operating segment" notified pursuant to Companies (Indian Accounting Standards) Rules, 2015.
- 6 Other expenses includes exchange gain/(loss) as per following.

Particulars	Quarter Ended			Year Ended	
	Mar 31, 2022	Dec 31, 2021	Mar 31, 2021	Mar 31, 2022	March 31, 2021
	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
Foreign exchange gain/ (loss)	(467.68)	0.29	(13.26)	(765.53)	341.35

- 7 The Company has evaluated the impact of COVID-19 on the operations of the Company, inventories, property, plant & equipment, current borrowings and trade payables. The management has considered the possible effects, if any, on the carrying amounts of these assets and liabilities up to the date of approval of these results. Based on the information from the internal and external sources; the management estimates to recover the carrying amount of these assets and currently does not anticipate any material impairment.
- 8 As at March 31, 2022, the company has certain foreign currency trade payables aggregating to Rs.1,478.79 lakhs which are payable to other group companies situated outside India towards goods purchased and certain foreign currency trade receivables aggregating to Rs.156.41 lakhs. These balances are pending for settlement or realisation beyond the time period stipulated as per the FED Master Direction No. 17/2016-17, dated January 01, 2016 (as amended) issued by Reserve Bank of India (RBI) and FED Master Direction No. 16/2015-16 dated January 1, 2016 (as amended) issued by RBI, respectively. The Company is in the process of regularising aforesaid delays for making necessary statutory compliances in respect of aforesaid dues. Pending conclusion of the aforesaid matters, the management believes that the impact, if any, is not ascertainable but expected not to be material to the financial statements. Therefore, no adjustments is required to be made in the financial statements.
- 9 In respect of inventories as at March 31 2022, the Company has recorded a write down of Rs.2,324.95 lakhs during the year from the cost of such inventories, to reflect the net realizable value thereof. This write down is mainly due to sharp reduction in the market prices of masks and gloves. The aforesaid reduction in these prices in a short period of time is disclosed as an exceptional item considering its nature and size.
- 10 Figures for financial results for the quarter ended 31 March 2022 as reported in these financial results, are the balancing figures between the audited figures in respect of the full financial year and published year to date figures for nine months period ended 31 December 2021. The figures upto 31 December 2021 had only been reviewed and were not subjected to audit.
- 11 Previous period's figures have been regrouped / reclassified wherever necessary to correspond with the current period's classification / disclosure.

Place : Pune
Date : May 25, 2022

For Kingfa Science & Technology (India) Limited

KINGFA
 Managing Director



INDEPENDENT AUDITORS' REPORT

TO THE BOARD OF DIRECTORS OF KINGFA SCIENCE & TECHNOLOGY (INDIA) LIMITED

Report on the audit of the Financial Results

Opinion

We have audited the accompanying quarterly and annual financial results of Kingfa Science & Technology (India) Limited (the Company) for the quarter ended March 31, 2022 and the year to date results for the period from April 1, 2021 to March 31, 2022, 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 ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us these financial results:

- i. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- ii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information for the quarter ended March 31, 2022 as well as the year to date results for the period from April 1, 2021 to March 31, 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 Standards are further described in the Auditor's Responsibilities for the Audit of the 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 results 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.

Emphasis of Matters

We draw your attention to Note 8 to the financial results regarding delay in settlement or realisation of certain trade payable and trade receivable balances, as the case may be, denominated in foreign currency which are due to/from group companies. As informed by management, the Company is in the process of regularising these delays for making necessary compliances in respect of aforesaid dues and it believes that impact, if any, is not expected to be material to the financial results. Our opinion is not modified in respect of this matter.

KINGFA SCIENCE & TECHNOLOGY (INDIA) LIMITED AUDIT REPORT MARCH 31, 2022

Branches: Mumbai | Kolhapur | Belgaum | Hubli | Dharwad | Bengaluru



P G BHAGWAT LLP

Chartered Accountants
LLPIN: AAT-9949

Management's Responsibilities for the Financial Results

These quarterly financial results as well as the year to date financial results have been prepared on the basis of the interim financial statements. The Company's Board of Directors are responsible for the preparation of these 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 accounting principles generally accepted in India including the Indian Accounting Standards specified in the Companies (Indian Accounting Standards) Rule 2015 (as amended) under Section 133 of the Act read with relevant rules issued thereunder 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 design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial results, 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 are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Results

Our objectives are to obtain reasonable assurance about whether the 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 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 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.



P G BHAGWAT LLP

Chartered Accountants

LLPIN: AAT-9949

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the 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 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 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 financial results, including the disclosures, and whether the 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.

Other Matters

The quarterly financial results for the period ended March 31, 2022 are the derived figures between the audited figures in respect of the year ended March 31, 2022 and the published year-to-date figures up to December 31, 2021, being the date of the end of the third quarter of the current financial year, which were subjected to limited review as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

For **P G BHAGWAT LLP**

Chartered Accountants

Firm Registration Number: 101118WW100682

Apshetye

Abhijit Shetye

Partner

Membership Number: 151638

UDIN: 22151638AJOVAJ6170

Pune

May 25, 2022



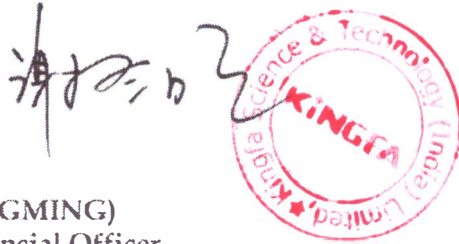
Declaration w.r.t Audit Report with unmodified opinion on Audited Financial Results (Standalone) of the Company for the fourth quarter and year ended March 31, 2022

I, XIE DONGMING, Chief Financial Officer of Kingfa Science & Technology (India) Limited having its registered office at Dhun Building, III Floor, 827, Anna Salai, Chennai - 600002, India, hereby declare that M/s. P G Bhagwat LLP, Chartered Accountants, Statutory Auditors of the Company has issued an Audit Report with Unmodified opinion on Audited Financial Results (Standalone) of the Company for the fourth quarter and year ended March 31, 2022.

This declaration is given pursuant to Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended and SEBI Circular No. CIR/CFD/CMD/56/2016 dated May 27, 2016.

Thanking you,

Yours faithfully,
for Kingfa Science & Technology (India) Limited,



(XIE DONGMING)
Chief Financial Officer

Date : May 25, 2022

Annexure**Brief Profile of P G BHAGWAT LLP, Chartered Accountants****Legal Status**

Late Mr. P. G. Bhagwat started this firm in Mumbai as a proprietary firm in the year 1938. It was converted into Partnership in the year 1955 and later into Limited Liability Partnership in the year 2020. Over last 84 years, the Firm has gained varied experience in the audit, assurance & management services.

Offices

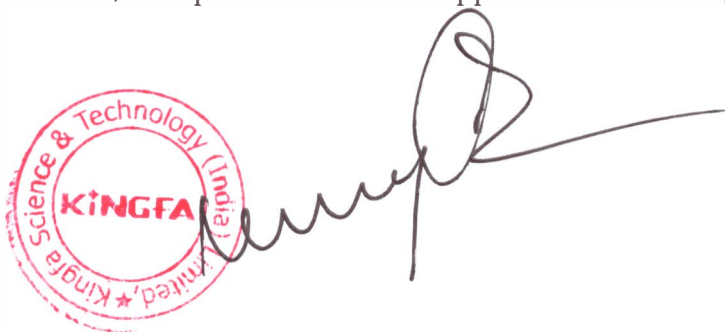
The Head Office is at Suite 101 - 102, Orchard, Dr.Pai Marg, Baner, Pune - 411 045. It has 6 Branches at Mumbai, Kolhapur, Bangalore, Belgaum, Hubli and Dharwad.

Partners

The firm has 14 partners as of now.

Clientele

The firm has large number of audit clients including companies which are listed on Stock Exchanges in India. The firm also has specialized teams with expertise in Ind AS, Direct Tax and Indirect Tax matters, who provide technical support to the audit engagement teams.

A red circular stamp with the text "Kingfa Science & Technology (India) Limited" around the perimeter and "KINGFA" in the center. A handwritten signature in black ink is written over the stamp.