



## KRANTI INDUSTRIES LIMITED

Date: 13<sup>th</sup> February, 2021

To,

The Manager,

BSE Limited

PhirozeJeejeebhoy Towers

Dalal Street, Fort

Mumbai- 400001

Script Code: 542459

Script Symbol: KRANTI

**Subject: Submission of Financial Statements for the Quarter ended on 30<sup>th</sup> December, 2020**

Dear Sir/Madam,

With reference to the captioned subject, we wish to inform that the Board of Directors of the Company has, at their Meeting held on Saturday, the 13<sup>th</sup> February, 2021 (i.e. today) inter alia, considered and approved the Un-audited financial statement ( standalone as well as consolidated) for the Quarter ended on 30<sup>th</sup> December, 2020 along with the Limited Review Report.

Further, we would like to inform you that being a SME listed Company, half yearly reporting / disclosure of financial statements/ is applicable, and the Company has voluntarily opted for said compliance on quarterly basis. Whereas, the XBRL utility available on the listing centre of exchange for filling Financial Statement is not allowing us to file the results in SME segment under the Quarterly reporting segment, the system is showing said option only for the Main Board Listed Company, thus considering the above, we are unable to file the financial results in XBRL format for the quarterly published results. Kindly take a note of the same and disseminate this information accordingly.

Thanking you.

For and on behalf of  
Kranti industries limited



**Bhavesh Selarka**

(Company secretary & Compliance Officer)

Enclosed;

- Financial Statements ( Standalone and Consolidated)
- Limited Review Report ( Standalone and Consolidated)



## TO THE BOARD OF DIRECTORS OF KRANTI INDUSTRIES LIMITED

We have reviewed the accompanying statement of standalone unaudited financial results ('the Statement') of Kranti Industries Limited ('the Company') for the Quarter & Nine Month Ended 31<sup>st</sup> December, 2020 being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

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. 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. A review is substantially less in scope than an audit conducted in accordance with the Standards on Auditing specified under section 143(10) of the Act, 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.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) including the manner in which it is to be disclosed, or that it contains any material misstatement.

We draw your attention to Note 5 to these financial results, which describes the Management's assessment of the impact of COVID -19 pandemic and the resultant lockdowns on the significant uncertainties involved in developing some of the estimates involved in preparation of the financial results including but not limited to its assessment of liquidity and going concern, recoverable values of its property, plant and equipment, intangible assets and the net realisable values of other assets. Based on information available as of this date, Management believes that no further adjustments are required to the financial results. However, in view of the highly uncertain economic environment impacting the automotive industry, a definitive assessment of the impact is highly dependent upon circumstances as they evolve in future and the actual results may differ from those estimated as at the date of approval of these financial results.

For and on behalf of  
**ADV & Associates**  
Chartered Accountants  
FRN: 128045W

*Prakash Mandhaniya*



**Prakash Mandhaniya**  
Partner  
Membership No.:421679  
Place: Mumbai  
Dated:13.02.2021  
UDIN: 21421679AAAAAV2876



## TO THE BOARD OF DIRECTORS OF KRANTI INDUSTRIES LIMITED

We have reviewed the accompanying statement of Consolidated unaudited financial results ('the Statement') of Kranti Industries Limited ('the Company') comprising its subsidiary M/s Wonder Precision Private Limited for the Quarter & Nine Months Ended 31<sup>st</sup> December, 2020 being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

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. 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. A review is substantially less in scope than an audit conducted in accordance with the Standards on Auditing specified under section 143(10) of the Act, 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.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) including the manner in which it is to be disclosed, or that it contains any material misstatement.

We did not review the financial statements of a subsidiaries included in the consolidated financial statements; whose financial statements include total revenues of Rs 145.45 Lakhs for the period ended on that date These financial statement have been review by other auditor whose limited review report has been furnished to us by the parent company management and our conclusion on the statement, in so far relates to the amount and disclosure included in respect of subsidiary, is based on the report of the auditor and our opinion is also based solely on the report of such other auditor

We draw your attention to Note 5 to these financial results, which describes the Management's assessment of the impact of COVID -19 pandemic and the resultant lockdowns on the significant uncertainties involved in developing some of the estimates involved in preparation of the financial results including but not limited to its assessment of liquidity and going concern, recoverable values of its property, plant and equipment, intangible assets and the net realisable values of other assets. Based on information available as of this date.



Management believes that no further adjustments are required to the financial results. However, in view of the highly uncertain economic environment impacting the automotive industry, a definitive assessment of the impact is highly dependent upon circumstances as they evolve in future and the actual results may differ from those estimated as at the date of approval of these financial results.

For and on behalf of  
**ADV & Associates**  
Chartered Accountants  
FRN: 128045W

*Prakash Mandhaniya*



**Prakash Mandhaniya**  
Partner  
Membership No.:421679  
Place: Mumbai  
Dated:13.02.2021  
UDIN: 21421679AAAAAW9764

## Statement of Financials Results for the Quarter and year ended on 31st December 2020

PARTICULARS	STANDALONE				CONSOLIDATED			
	Quarterly		Nine Month Ended	Year Ended	Quarterly		Nine Month Ended	Year Ended
	31.12.2020 Unaudited	30.09.2020 Unaudited	31.12.2020 Unaudited	31.03.2020 Audited	31.12.2020 Unaudited	30.09.2020 Unaudited	31.12.2020 Unaudited	31.03.2020 Audited
<b>1 Income</b>								
(a) Net Sales / Income from Operation (Net of Taxes)	1,853.05	1,155.17	3,387.46	4,754.82	1,916.84	1,195.43	3,498.30	4,896.37
(b) Other Income	-0.88	0.27	0.61	24.41	0.88	0.27	0.49	29.11
<b>Total Income from Operation (net)</b>	<b>1,852.17</b>	<b>1,155.44</b>	<b>3,386.85</b>	<b>4,779.23</b>	<b>1,915.96</b>	<b>1,195.70</b>	<b>3,497.81</b>	<b>4,925.48</b>
<b>2 Expenses</b>								
(a) Cost of Material Consumed	1,152.78	654.99	2,080.26	2,891.39	1,127.06	657.22	2,057.29	2,905.05
(b) Purchase of Stock-in- Trade	-	-	-	-	-	-	-	-
(c) Changes in inventories of finished goods, work-in-progress and stock-in- trade	-6.80	-	4.33	55.79	0.51	7.32	2.87	56.46
(d) Finance Cost	50.73	50.94	128.85	154.39	54.94	54.92	138.36	170.97
(d) Employee benefit expenses	241.26	162.22	499.10	647.38	269.04	180.36	554.99	727.25
(e) Depreciation and amortization expenses	94.64	78.20	240.82	281.51	102.35	85.50	263.18	315.55
(f) Other Expenses	310.32	223.50	643.88	958.25	340.61	232.43	687.61	993.12
<b>Total Expenses</b>	<b>1,842.92</b>	<b>1,169.86</b>	<b>3,588.58</b>	<b>4,877.14</b>	<b>1,894.51</b>	<b>1,203.12</b>	<b>3,704.30</b>	<b>5,055.49</b>
<b>3 Profit/(Loss) from before exceptional and extraordinary items (1-2)</b>	<b>9.25</b>	<b>14.42</b>	<b>201.72</b>	<b>97.91</b>	<b>21.45</b>	<b>7.42</b>	<b>206.50</b>	<b>130.01</b>
<b>Profit/(Loss) from ordinary activities, before finance cost and exceptional items (3+4)</b>	<b>9.25</b>	<b>14.42</b>	<b>201.72</b>	<b>97.91</b>	<b>21.45</b>	<b>7.42</b>	<b>206.50</b>	<b>130.01</b>
<b>5 Financial Cost</b>								
<b>6 Profit/(Loss) from ordinary activities, after finance cost but before exceptional items (5-6)</b>	<b>9.25</b>	<b>14.42</b>	<b>201.72</b>	<b>97.91</b>	<b>21.45</b>	<b>7.42</b>	<b>206.50</b>	<b>130.01</b>
<b>7 Exceptional Item</b>								
<b>4 Profit/(Loss) from ordinary activities before tax (3+4)</b>	<b>9.25</b>	<b>14.42</b>	<b>201.72</b>	<b>97.91</b>	<b>21.45</b>	<b>7.42</b>	<b>206.50</b>	<b>130.01</b>
<b>6 Tax Expenses</b>	<b>-6.64</b>	<b>24.61</b>	<b>28.31</b>	<b>26.33</b>	<b>6.59</b>	<b>24.55</b>	<b>28.15</b>	<b>33.63</b>
<b>7 Net Profit/(Loss) from Ordinary activity after tax (5-6)</b>	<b>15.89</b>	<b>39.03</b>	<b>230.03</b>	<b>71.58</b>	<b>28.04</b>	<b>31.98</b>	<b>234.65</b>	<b>96.38</b>
<b>8 Extraordinary Item (net of tax Rs expenses)</b>								
<b>9 Net profit/(loss) for the period (7+8)</b>	<b>15.89</b>	<b>39.03</b>	<b>230.03</b>	<b>71.58</b>	<b>28.04</b>	<b>31.98</b>	<b>234.65</b>	<b>96.38</b>
<b>10 Share of profit / (loss) of associates(net)</b>	<b>0</b>							<b>7.57</b>
<b>11 Minority Interest</b>	<b>0</b>				<b>0.36</b>	<b>0.21</b>	<b>0.14</b>	<b>0.74</b>
<b>12 Net profit / (loss) after taxes, minority interest and share of profit/(loss) of associates (9+10-11)</b>	<b>15.89</b>	<b>39.03</b>	<b>230.03</b>	<b>71.58</b>	<b>27.68</b>	<b>32.19</b>	<b>234.51</b>	<b>103.21</b>
<b>13 Paid up Equity Share Capital-Face Value Rs 10/- each</b>	<b>880.2</b>	<b>880.20</b>	<b>880.20</b>	<b>880.20</b>	<b>880.20</b>	<b>880.20</b>	<b>880.20</b>	<b>880.20</b>
<b>14 Reserve excluding, Revaluation Reserves as per balance sheet of previous accounting year.</b>				<b>1,157.33</b>				<b>1,152.49</b>
<b>15 Earnings per Share (EPS) , in Rs (not annualised) ( Equity Share of face value of Rs 10/- each)</b>								
(a) Basic	0.18	0.44	2.61	0.81	0.31	0.37	2.66	1.17
(b) Diluted	0.18	0.44	2.61	0.81	0.31	0.37	2.66	1.17

For and on behalf of Board of Directors  
KRANTI INDUSTRIES LIMITED



Sachin Vora  
Chairman Cum Managing Director  
DIN-02002468



**Notes to Standalone and Consolidated Financial Statements**

- 1 The above financial results were reviewed and recommended by the Audit Committee of the company and, the same were approved by the Board of Director of the company at their respective meeting/s held on **Saturday, the 13th February 2021**.
- 2 The Company does not have more than one reportable segment in terms of AS 17 hence segment wise reporting is not applicable.
- 3 The figures for the previous period have been restated / regrouped / reclassified, wherever necessary, in order to make them comparable.
- 4 As per **MCA Notification dated 16th February 2015**, the companies whose shares are listed on **BSE SME** platform as referred to in chapter XB of SEBI (Issue of Capital and Disclosure requirements) regulations, 2009 are exempted from the Compulsory requirement of adoption of **IND-AS**. As the company is covered under exempted from the Compulsory requirement of adoption of **IND-AS**. Hence it has not adopted IND AS for preparation of Financial Statements
- 5 **Impact of COVID — 19 and Future Outlook:** The World Health Organization (WHO) declared the novel Coronavirus disease (COVID-19) outbreak a global pandemic on March 11th, 2020. COVID-19 pandemic has been rapidly spreading throughout the world, including India. Government in India has taken significant measures to curb the spread of the virus including imposing mandatory lockdowns and restriction in activities. As a result of lockdown, the company manufacturing remained on halt from **March 22, 2020** and the company commence its partial resumption of operations w. e. f. **May 05, 2020**.

**COVID-19** has impacted the normal business operations of the Company by way of interruption in production, delay and re-schedule of scheduled Dispatches of finished goods, closure of production facilities etc. during the lock-down period. However, production has commenced on May 05, 2020 at our manufacturing facility located in Pirangut, Pune Maharashtra with limited capacity and man power after allowing restricted / limited permissions by the appropriate government authorities. We have also taken necessary precautions to ensure the health, hygiene, safety, and wellbeing of all our employees as well as put in place SOPs and guidelines as per state government directives to prevent the spread of **COVID-19**.

The Company is closely monitoring the emerging situation arising out of COVID-19 and the disruption is unforeseen and beyond the control of the company & resultant restrictions imposed by the regulatory authorities. It is possible neither to foresee the duration for which this pandemic will last, nor predict its course. Nevertheless, the Company is making every effort to ensure that the aftereffects are dealt with. In view of the prevailing uncertainty, no precise estimation can be made about overall impact of this pandemic.

Management believes that it has taken into account all the possible impacts of known events arising from **COVID-19** pandemic and the resultant lockdowns in the preparation of the financial statement including but not limited to its assessment of group liquidity and going concern, recoverable values of its property, plant and equipment, intangible assets and the net realisable values of other assets. However, given the effect of these lockdown on the overall economic activity and in particular on the automotive industry, the impact assessment of **COVID-19** on the above mentioned financial statement captions is subject to significant estimation uncertainties given its nature and duration and, accordingly, the actual impact in future may be different from those estimated as at the date of approval of these financial statements. The company will continue to monitor any material changes to future economic conditions and consequential impact on its financial result.

There has been no material impact on the internal financial reporting and controls of the company with all controls applied digitally. As operations of the company is coming to normal gradually, company do not foresee any material impact in terms of profitability of its products. However, it is difficult at this stage to assess the impact of **COVID-19** on the revenue and profitability for the whole of F.Y. 2020-2021. Enough caution is applied toward minimizing the costs so as to bring in cost discipline. The situation is changing rapidly giving rise to inherent uncertainty around the extent and timing of the potential future impact of the **COVID-19** which may be different from that estimated as at the date of approval of these financial results. The Company will continue to closely monitor any material changes arising of future economic conditions and impact on its business.

**For and on behalf of Board of Directors**

**KRANTI INDUSTRIES LIMITED**



**Sachin Vora**

**Chairman Cum Managing Director**

**DIN-02002468**

