

June 29, 2021

**BSE Limited  
Department of Corporate Services (DCS-Listing)  
Phiroze Jeejeebhoy Towers  
Dalal Street  
Mumbai – 400 001**

**Company Code : 509472**

Dear Sirs,

**Sub: Audited Financial Results (Standalone & Consolidated) and recommendation of Dividend.**

**Ref: Disclosure under Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

In terms of Regulation 30 read with Part A of Schedule III of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time, we wish to inform you that the Board of Directors of the Company at their meeting held today, which started at 4.45 p.m. and concluded at 6.05 p.m., have :

- a) approved the Audited Financial Results (Standalone & Consolidated), Statement of Assets & Liabilities (Standalone & Consolidated) and Cash Flow statement (Standalone & Consolidated) for the financial year ended March 31, 2021 together with Audit Report (copy attached).
- b) recommended a dividend of Rs.0.40 per share (4%) each on Non-convertible Cumulative Redeemable Preference Shares (Unlisted) of Rs.10/- each for the financial year ended March 31, 2021, for approval of the members at the forthcoming Annual General Meeting.
- c) recommended a dividend of Rs.3.00 per share (30%) on Equity Shares (Listed) of Rs.10/- each for the financial year ended March 31, 2021, for approval of the members at the forthcoming Annual General Meeting.

Further pursuant to Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 the Statutory Auditors of the Company have issued the Auditors Report for the financial year ended March 31, 2021 with unmodified opinion.

Kindly take the above information on record.

Thanking You,  
For **Cravatex Limited**,

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**Sudhanshu Namdeo**  
Company Secretary

Encl : a.a.

(Rupees in Lacs)						
<b>(A) Statement of Audited Standalone Financial Results for the Quarter &amp; Year Ended on March 31, 2021</b>						
SN	Particulars	Standalone				
		Quarter Ended			Year Ended	
		(Audited)	(Audited)	(Unaudited)	(Audited)	(Audited)
		31.03.2021	31.03.2020	31.12.2020	31.03.2021	31.03.2020
I	Revenue from Operations	20.11	57.83	82.05	230.76	242.07
II	Other Income	131.85	91.45	647.67	1,002.39	711.44
III	<b>TOTAL INCOME (I +II)</b>	<b>151.96</b>	<b>149.28</b>	<b>729.72</b>	<b>1,233.15</b>	<b>953.51</b>
IV	<b>EXPENSES</b>					
	Purchase of Stock-in-Trade	19.11	55.08	78.15	219.73	228.33
	Change in Inventories of Stock-in-Trade	0.01	-	-	0.01	2.78
	Employee Benefits Expense	25.52	29.29	25.95	94.48	114.81
	Finance Costs	17.80	18.49	17.92	65.34	80.07
	Depreciation and Amortisation Expense	19.20	18.83	23.24	73.59	84.87
	Other Expenses	59.13	82.49	57.07	161.37	187.36
	<b>TOTAL EXPENSES (IV)</b>	<b>140.77</b>	<b>204.17</b>	<b>202.33</b>	<b>614.52</b>	<b>698.22</b>
V	<b>Profit/(Loss) before Exceptional Items and Tax (III)-(IV)</b>	<b>11.19</b>	<b>(54.89)</b>	<b>527.39</b>	<b>618.63</b>	<b>255.29</b>
VI	Exceptional Items	-	-	-	-	-
VII	<b>Profit/(Loss) before Tax Expenses (V - VI)</b>	<b>11.19</b>	<b>(54.89)</b>	<b>527.39</b>	<b>618.63</b>	<b>255.29</b>
VIII	<b>Tax Expenses:</b>					
	Current Tax	-	-	81.50	81.50	44.53
	Deferred Tax	(33.73)	(1.78)	(11.89)	(39.50)	(21.39)
	Short / (Excess) provision of the earlier period	-	-	-	-	-
	<b>Total Tax Expense</b>	<b>(33.73)</b>	<b>(1.78)</b>	<b>69.61</b>	<b>42.00</b>	<b>23.14</b>
IX	<b>Profit/(Loss) for the period (VII-VIII)</b>	<b>44.92</b>	<b>(53.11)</b>	<b>457.78</b>	<b>576.63</b>	<b>232.15</b>
X	Other Comprehensive Income for the year	(1.96)	(5.32)	-	(1.96)	(5.32)
XI	<b>Total Comprehensive Income for the year (IX+ X)</b>	<b>42.96</b>	<b>(58.43)</b>	<b>457.78</b>	<b>574.67</b>	<b>226.83</b>
XII	<b>Earnings Per Equity Share (Face Value Rs. 10 each)</b>					
	Basic	1.74	(2.06)	17.72	22.31	8.98
	Diluted	1.74	(2.06)	17.72	22.31	8.98
<b>Notes:</b>						
1 The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on June 29, 2021.						
2 The Board of Directors have recommended a dividend of 4% ( at the rate of Rs.0.40 per share of Rs.10/- each) on 75,75,000 Non-Convertible Cumulative Redeemable Preference Shares allotted on 12/04/2016 for the financial year 2020-21, subject to approval of the shareholders at the Annual General Meeting.						
3 The Board of Directors have recommended a final dividend of 30% ( at the rate of Rs.3.00/- Per Equity share) for the financial year ended 31 March,2021, subject to the approval of the members in the Annual General Meeting.						
4 This statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.						
5 The Statement includes the results for the quarter ended 31 March 2021 and 31 March 2020 being the residual figure between the audited figures in respect of the full financial year ended 31 March 2021 and 31 March 2020 and the published unaudited year to date figures up to the third quarter of the current financial year and previous financial year respectively, which were subject to limited review by us, as required under the Listing Regulations.						
6 The Company operates only in one primary business segment.						
7 Figures of the previous periods have been reclassified wherever necessary to conform to the current period classifications.						
<i>Cont...</i>						

		<i>Rupees in Lacs</i>	
<b>(A) Part-II: Statement of Standalone Audited Assets &amp; Liabilities for the Period Ended March 31, 2021</b>			
PARTICULARS	As at 31.03.2021	As at 31.03.2020	
	(Audited)	(Audited)	
<b>ASSETS</b>			
<b>1) Non-current Assets</b>			
a) Property, Plant and Equipment	41.43	110.33	
b) Investment Property	624.34	640.73	
c) Right of use asset	112.70	-	
d) Other Intangible Assets	62.75	80.53	
<b>e) Financial Assets</b>			
(i) Investments	3,312.85	3,312.85	
(ii) Loans	30.50	8.16	
f) Other non-current assets	13.50	13.50	
	<b>4,198.07</b>	<b>4,166.09</b>	
<b>2) Current Assets</b>			
a) Inventories	1.25	1.26	
<b>b) Financial Assets</b>			
(i) Investments	722.51	197.58	
(ii) Trade receivables	15.28	62.85	
(iii) Cash and cash equivalents	51.69	13.67	
(iv) Bank balances other than (iii) above	5.20	6.90	
(v) Others	12.92	3.67	
c) Current Tax assets (Net)	60.57	74.91	
d) Other current assets	13.35	13.04	
	<b>882.77</b>	<b>373.89</b>	
<b>TOTAL</b>	<b>5,080.84</b>	<b>4,539.98</b>	
<b>EQUITY AND LIABILITIES</b>			
<b>EQUITY</b>			
a) Equity Share capital	258.42	258.42	
b) other Equity	3,598.06	3,049.22	
	<b>3,856.48</b>	<b>3,307.64</b>	
<b>LIABILITIES</b>			
<b>(1) Non-current Liabilities</b>			
<b>a) Financial Liabilities</b>			
i) Borrowings	398.83	388.88	
ii) Others	215.48	28.20	
b) Deferred tax liabilities (Net)	45.54	85.03	
c) Other Non-Current Liabilities	325.22	328.94	
d) Provisions	5.11	5.08	
	<b>990.18</b>	<b>836.13</b>	
<b>(2) Current Liabilities</b>			
<b>a) Financial Liabilities</b>			
i) Borrowings	-	9.92	
ii) Trade payables	9.34	80.59	
ii) Others	196.55	287.58	
b) Other Current Liabilities	27.92	17.81	
c) Provisions	0.37	0.31	
	<b>234.18</b>	<b>396.21</b>	
<b>TOTAL</b>	<b>5,080.84</b>	<b>4,539.98</b>	

Rupees in Lacs			
<b>(A) Part-III: Statement of Cash Flow for the Period Ended on March 31, 2021</b>			
	Particulars	For the year ended	
		March 31, 2021 (Audited)	March 31, 2020 (Audited)
<b>A</b>	<b>Cash flow from operating activities</b>		
	Net profit before tax	618.63	255.28
	<b>Adjustments for:</b>		
	Depreciation	73.59	84.87
	Interest income	(4.26)	(2.42)
	Rent Income	(332.12)	(331.94)
	Gain on Investments	-	(0.54)
	Loss on debts measured at fair value	65.27	54.03
	Fixed assets written off	33.85	16.54
	Loss on sale of Property, Plant and Equipment	10.89	-
	Balances Written off/(Written Back)	(11.00)	35.00
	Dividend Income	(540.81)	(274.70)
	Investment measured at fair value	(9.02)	0.55
	Finance Cost	0.07	8.20
	<b>Operating profit before working capital changes</b>	<b>(94.90)</b>	<b>(155.11)</b>
	<b>Adjustments for:</b>		
	(Increase)/Decrease in Trade Receivables	47.57	(39.75)
	(Increase)/Decrease in Inventories	0.02	2.78
	(Increase)/Decrease in Loans & Advances	(22.34)	-
	(Increase)/Decrease in Other Assets	(9.56)	0.09
	Increase/(Decrease) in Trade Payable	(60.25)	65.28
	Increase/(Decrease) in Other Liabilities	4.44	(21.30)
	Increase/(Decrease) in Provisions	0.09	(4.28)
	<b>Cash generated from operations</b>	<b>(134.93)</b>	<b>(152.29)</b>
	Direct taxes Refund/(paid)	(67.15)	(52.04)
	<b>Net cash from operating activities</b>	<b>(202.08)</b>	<b>(204.33)</b>
<b>B</b>	<b>Cash flow from investing activities</b>		
	Additions to Fixed assets	(4.42)	(1.03)
	Purchase of investments	(524.93)	(97.86)
	Sale of Fixed assets	4.25	-
	Gain on investments	9.02	0.54
	Other Bank Balances	1.70	0.66
	Dividend Income	540.81	274.70
	Rent income	332.12	331.94
	Interest received	4.26	2.42
	<b>Net cash from / (used in) investing activities</b>	<b>362.81</b>	<b>511.86</b>
<b>C</b>	<b>Cash flow from financing activities</b>		
	Repayment from Long-term Borrowings	(86.88)	(156.00)
	Repayment of Short-term Borrowings	(9.92)	(109.69)
	Interest Paid	(0.07)	(8.20)
	Dividend Paid	(25.84)	(103.37)
	<b>Net cash from / (used in) financing activities</b>	<b>(122.71)</b>	<b>(377.25)</b>
<b>D</b>	<b>Net cash flows during the year (A+B+C)</b>	<b>38.02</b>	<b>(69.72)</b>
	Cash and cash equivalents (opening balance)	13.67	83.39
	Cash and cash equivalents (closing balance)	51.69	13.67
<b>Notes:</b>			
1 The above cashflow statement has been prepared under 'Indirect Method' as set out in the Indian Accounting standard-7 on Statement on Cash Flows.			
		<b>For Cravatex Limited</b>	
		RAJESH KUMAR BATRA	
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		<b>Rajesh Batra</b>	
<b>Place: Mumbai</b>		<b>Chairman and Managing Director</b>	
<b>Dated: 29.06.2021</b>		<b>DIN: 00020764</b>	

## **INDEPENDENT AUDITOR'S REPORT**

### **TO THE BOARD OF DIRECTORS OF Cravatex Limited**

#### **Report on the audit of the Standalone Financial Results**

##### **Opinion**

We have audited the accompanying standalone quarterly financial results of Cravatex Ltd. for the quarter ended March 31, 2021 and the year to date results for the period from April 1, 2020 to March 31, 2021, 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 standalone 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, 2021 as well as the year to date results for the period from April 1, 2020 to March 31, 2021.

##### **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 Standalone 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 Companies Act, 2013 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.

##### **Management's Responsibilities for the Standalone Financial Results**

These quarterly financial results as well as the year to date standalone 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/loss and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, 'Interim Financial Reporting' prescribed 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 standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone 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 Standalone Financial Results**

Our objectives are to obtain reasonable assurance about whether the standalone 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 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 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, 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 standalone 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.

**For GPS & Associates**  
**Chartered Accountants**  
**Firm's Registration No: 121344W**

**Place: Mumbai**  
**Date : 29th June, 2021**



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**H. Y. Gurjar**  
**Partner**  
**Membership No: 032485**  
**UDIN: 21032485AAAABV1989**

						(Rupees in Lacs)
<b>(B) Part-I: Statement of Audited Consolidated Financial Results for the Quarter &amp; Year Ended on March 31, 2021</b>						
Sr. No.	Particulars	Quarter Ended			Year ended	
		31.03.2021	31.12.2020	31.03.2020	31.03.2021	31.03.2020
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
	<b>Income</b>					
I	Revenue from Operations	16,454.70	15,430.96	18,834.13	53,187.67	86,464.73
II	Other Income	648.37	244.48	109.62	1,431.32	525.79
III	<b>TOTAL INCOME (I +II)</b>	<b>17,103.06</b>	<b>15,675.44</b>	<b>18,943.75</b>	<b>54,618.99</b>	<b>86,990.52</b>
IV	<b>EXPENSES</b>					
	Purchase of Stock-in-Trade	13,800.24	8,508.33	14,485.19	36,765.03	59,313.08
	Change in Inventories of Stock-in-Trade	(3,089.84)	2,103.16	(725.95)	(339.06)	1,252.40
	Employee Benefits Expense	2,142.24	1,523.46	1,761.64	6,416.33	7,098.86
	Finance Costs	328.23	356.99	383.52	1,432.14	1,320.10
	Depreciation and Amortisation Expense	419.78	434.66	448.87	1,744.23	1,498.04
	Other Expenses	4,423.64	2,822.41	4,778.28	11,575.60	16,750.57
	<b>TOTAL EXPENSES (IV)</b>	<b>18,024.29</b>	<b>15,749.01</b>	<b>21,131.55</b>	<b>57,594.26</b>	<b>87,233.05</b>
V	<b>Profit/(Loss) before Exceptional Items and Tax (III)-(IV)</b>	<b>(921.23)</b>	<b>(73.57)</b>	<b>(2,187.80)</b>	<b>(2,975.27)</b>	<b>(242.53)</b>
VI	Exceptional Items	-	-	-	-	-
VII	<b>Profit/(Loss) before Tax Expenses (V - VI)</b>	<b>(921.23)</b>	<b>(73.57)</b>	<b>(2,187.80)</b>	<b>(2,975.27)</b>	<b>(242.53)</b>
VIII	Tax Expenses:					
	Current Tax	70.39	166.25	(279.13)	445.04	587.01
	Deferred Tax	(33.74)	(11.89)	(1.78)	(39.50)	(21.39)
	Short/ (Excess) provision of the earlier period	(322.16)	2.41	(336.68)	(319.76)	(336.68)
	<b>Total Tax Expenses</b>	<b>(285.51)</b>	<b>156.76</b>	<b>(617.59)</b>	<b>85.78</b>	<b>228.94</b>
IX	<b>Profit/(Loss) for the period (VII- VIII)</b>	<b>(635.71)</b>	<b>(230.33)</b>	<b>(1,570.21)</b>	<b>(3,061.05)</b>	<b>(471.47)</b>
X	Other Comprehensive Income for the year	(39.68)	(4.31)	(13.36)	(52.63)	(13.36)
XI	<b>Total Comprehensive Income for the year (IX+ X)</b>	<b>(675.39)</b>	<b>(234.65)</b>	<b>(1,583.57)</b>	<b>(3,113.68)</b>	<b>(484.83)</b>
	<b>Net profit attributable to:</b>					
	Owners of the Holding Company	(635.68)	(230.31)	(1,570.18)	(3,060.91)	(471.41)
	Non-controlling Interest	(0.03)	(0.02)	(0.03)	(0.15)	(0.07)
		<b>(635.71)</b>	<b>(230.33)</b>	<b>(1,570.21)</b>	<b>(3,061.06)</b>	<b>(471.47)</b>
	<b>Other Comprehensive Income/(loss) attributable to:</b>					
	Owners of the Holding Company	(39.68)	(4.31)	(13.36)	(52.63)	(13.36)
	Non-controlling Interest	(0.00)	(0.00)	(0.00)	(0.00)	(0.00)
		<b>(39.68)</b>	<b>(4.31)</b>	<b>(13.36)</b>	<b>(52.63)</b>	<b>(13.36)</b>
	<b>Total Comprehensive Income/(loss) attributable to:</b>					
	Owners of the Holding Company	(675.36)	(234.63)	(1,583.54)	(3,113.54)	(484.77)
	Non-controlling Interest	(0.03)	(0.02)	(0.03)	(0.15)	(0.07)
		<b>(675.39)</b>	<b>(234.65)</b>	<b>(1,583.57)</b>	<b>(3,113.69)</b>	<b>(484.83)</b>
XII	<b>Earnings Per Equity Share (Face Value Rs. 10 each)</b>					
	Basic	(24.60)	(8.91)	(60.76)	(118.45)	(18.24)
	Diluted	(24.60)	(8.91)	(60.76)	(118.45)	(18.24)



(Rupees in Lacs)		
<b>(B) Part-II: Statement of Consolidated Audited Assets &amp; Liabilities for the Year Ended on March 31, 2021</b>		
Particulars	As at 31.03.2021	As at 31.03.2020
	(Audited)	(Audited)
<b>(A) ASSETS</b>		
<b>(1) Non-Current assets</b>		
(a) Property, Plant and Equipment	1,471.17	1,767.21
(b) Investment Property	624.34	640.73
(c) Right to lease asset	3,047.37	3,908.15
(d) Other Intangible Assets	2,502.84	2,898.13
<b>(e) Financial Assets</b>		
(i) Loans	577.27	595.82
(ii) Others	29.08	30.34
(f) Other Non-Current Assets	62.74	273.61
<b>Total Non-Current Assets</b>	<b>8,314.81</b>	<b>10,113.99</b>
<b>(2) Current Assets</b>		
(a) Inventories	8,500.38	8,161.33
<b>(b) Financial Assets</b>		
(i) Investments	1,479.38	2,455.87
(ii) Trade receivables	14,305.11	16,942.71
(iii) Cash and cash equivalents	3,524.69	3,922.78
(iv) Bank Balances other than Cash and Cash Equivalents	82.62	1,008.77
(v) Others Financial Assets	759.91	454.57
(c) Loans and advances	323.42	305.85
(d) Current Tax Assets (Net)	60.57	74.91
(e) Other current assets	1,159.60	749.73
<b>Total Current Assets</b>	<b>30,195.68</b>	<b>34,076.52</b>
<b>TOTAL ASSETS</b>	<b>38,510.49</b>	<b>44,190.51</b>
<b>(B) EQUITY AND LIABILITIES</b>		
<b>(1) EQUITY</b>		
(a) Equity Share capital	258.42	258.42
(b) Other Equity	(3086.65)	(360.77)
<b>Equity attributable to shareholders of the Company</b>	<b>(2828.24)</b>	<b>(102.35)</b>
Non-controlling interests	7524.06	7109.37
<b>Total Equity</b>	<b>4,695.82</b>	<b>7,007.02</b>
<b>(2) LIABILITIES</b>		
<b>(I) Non-Current Liabilities</b>		
<b>(a) Financial Liabilities</b>		
(i) Borrowings	8,416.74	8,328.88
(ii) Others	2,666.66	3,434.88
(b) Provisions	204.24	219.54
(c) Deferred tax liabilities (Net)	82.97	119.55
(d) Other Non-Current Liabilities	778.40	721.28
<b>Total Non Current Liabilities</b>	<b>12,149.01</b>	<b>12,824.13</b>
<b>(II) Current Liabilities</b>		
<b>(a) Financial Liabilities</b>		
(i) Borrowing	7,049.41	7,742.40
(i) Trade payables	2,297.11	4,207.35
(ii) Others	3,582.45	3,280.88
(b) Other Current Liabilities	8,103.89	8,829.67
(c) Provisions	632.81	299.06
<b>Total Current Liabilities</b>	<b>21,665.67</b>	<b>24,359.36</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>38,510.49</b>	<b>44,190.51</b>

		<i>Rupees in Lacs</i>	
<b>(B) Part-III: Consolidated Audited Cash Flow Statement for the Year Ended on March 31, 2021</b>			
Particulars		For the year Ended 31st March 2021	For the year Ended 31st March 2020
<b>A</b>	<b>Cash flow from operating activities</b>		
	Net profit before tax	(2,975.28)	(242.53)
	<b>Adjustments for:</b>		
	Depreciation	1,744.23	1,498.04
	Interest income	(122.04)	(113.47)
	Rent Income	(314.67)	(314.74)
	Gain on Investments	(34.12)	(0.54)
	Dividend Income	(6.48)	(7.77)
	Finance Cost	1,432.14	1,320.10
	Unrealised exchange gain (net)	(3.22)	80.19
	Profit / (Loss) on sale of Fixed Assets	89.66	-
	Fixed Assets Written off	33.85	16.54
	Loss on debt instruments measured at FVTPL	67.90	29.00
	Bad Debts & Provision for bad debts	625.12	218.17
	MTM loss on derivative contracts	(0.75)	(31.59)
	Current Year gain/loss on translation of currencies	126.01	74.44
	<b>Operating profit before working capital changes</b>	<b>662.37</b>	<b>2,525.85</b>
	<b>Adjustments for:</b>	-	-
	(Increase)/Decrease in Trade Receivables	2,012.48	1,368.83
	(Increase)/Decrease in Inventories	(339.05)	1,252.40
	(Increase)/Decrease in Loans & Advances	(17.56)	(156.86)
	(Increase)/Decrease in Other Assets	(504.35)	(693.90)
	Increase/(Decrease) in Trade Payable	(1,907.01)	619.68
	Increase/(Decrease) in Other Liabilities	(449.48)	(892.11)
	Increase/(Decrease) in provisions	268.15	(564.66)
	Cash generated from operations	(274.44)	3,459.22
	<b>Direct taxes Paid/(Refund received)</b>	<b>(108.01)</b>	<b>(256.87)</b>
	<b>Net cash from operating activities</b>	<b>(382.46)</b>	<b>3,202.35</b>
<b>B</b>	<b>Cash flow from investing activities</b>		
	(Purchase)/Sale of Fixed assets	(267.79)	(810.37)
	Sale/(Purchase) of investments	978.50	(2,322.52)
	Deposits relating to investment property	18.55	(61.05)
	Gain on Sale of investments	3.412	0.54
	Movement in Other Bank Balances	926.14	(881.35)
	Dividend Income	6.48	7.77
	Rent Income	314.67	314.74
	Interest received	44.75	18.75
	<b>Net cash from / (used in) investing activities</b>	<b>2,055.42</b>	<b>(3,733.47)</b>
<b>C</b>	<b>Cash flow from financing activities</b>		
	Proceeds of Issue of preference shares by subsidiary Company	699.99	2,999.99
	Dividend Paid	(25.84)	(119.19)
	Cash payment for principal portion of lease liability	(640.00)	(470.00)
	Proceeds from/ (Repayment) of long-term Borrowings	87.85	(73.32)
	Proceeds from/ (Repayment) of Short-term Borrowings	(760.89)	2,725.63
	Interest Paid	(1,432.14)	(1,320.10)
	<b>Net cash from/ (used in) financing activities</b>	<b>(2,071.04)</b>	<b>3,743.01</b>
		-	-
<b>D</b>	<b>Net cash flows during the year (A+B+C)</b>	<b>(398.08)</b>	<b>3,211.89</b>
		-	-
	Cash and cash equivalents (opening balance)	3,922.78	710.88
	Cash and cash equivalents (closing balance)	3,524.69	3,922.78

Rupees in Lacs

Particulars	Quarter Ended on			Year ended on	
	31.03.2021 (Audited)	31.12.2020 (Unaudited)	31.03.2020 (Audited)	31.03.2021 (Audited)	31.03.2020 (Audited)
<b>Segment Revenue (Sales and Other operating income)</b>					
- SPORTS	15,585.88	14,724.14	17,959.33	50,790.41	82,173.54
-WELNESS	848.95	624.57	819.66	2,166.55	4,051.83
- Unallocated	19.86	82.25	55.14	230.71	239.37
<b>Total Segment Revenue</b>	<b>16,454.70</b>	<b>15,430.96</b>	<b>18,834.13</b>	<b>53,187.67</b>	<b>86,464.73</b>
<b>Segment Results</b>					
- SPORTS	(1,021.45)	701.08	(1,037.72)	(546.76)	2,993.90
- WELNESS	150.63	(80.35)	(41.61)	(247.23)	51.24
- Unallocated	2.62	(136.15)	(207.41)	(503.56)	(764.43)
<b>Total Segment Results</b>	<b>(868.20)</b>	<b>484.59</b>	<b>(1,286.74)</b>	<b>(1,297.55)</b>	<b>2,280.71</b>
Less: Finance Costs	328.23	357.00	383.52	1,432.15	1,320.10
Add/(Less): Finance income and Other unallocable income net of unallocable expenditure	275.19	(201.16)	(517.54)	(245.57)	(1,203.14)
<b>Total Profit Before Tax</b>	<b>(921.23)</b>	<b>(73.57)</b>	<b>(2,167.80)</b>	<b>(2,975.27)</b>	<b>(242.53)</b>
<b>Segment Assets</b>					
-SPORTS	34,143.48	31,743.53	37,529.48	34,143.48	37,529.48
- WELNESS	1,442.71	1,565.51	2,418.02	1,442.71	2,418.02
- Unallocated	2,924.30	2,938.74	4,243.02	2,924.30	4,243.02
<b>Total Segment Assets</b>	<b>38,510.49</b>	<b>36,247.78</b>	<b>44,190.51</b>	<b>38,510.49</b>	<b>44,190.51</b>
<b>Segment Liabilities</b>					
- SPORTS	17,870.09	14,677.25	19,485.19	17,870.09	19,485.19
- WELNESS	1,241.20	1,298.11	1,876.28	1,241.20	1,876.28
- Unallocated	14,703.38	14,835.45	15,822.02	14,703.38	15,822.02
<b>Total Segment Liabilities</b>	<b>33,814.68</b>	<b>30,810.81</b>	<b>37,183.49</b>	<b>33,814.68</b>	<b>37,183.49</b>

**Notes:**

1. The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on June 29, 2021. The Statutory Auditors of Cravatex Limited (the Company) and its subsidiaries (namely 'Cravatex Brands Limited' & 88 (UK) Ltd) and its step down subsidiary (namely '88 Europe GmbH') (the Holding Company and its subsidiary together referred to as 'the Group') have carried out limited review of the above results pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended and have issued an unmodified review opinion.

2. This statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.

3. The figures for the quarter ended March 31, 2021 and March 31, 2020 are the residual figures between the Audited financial results for the year ended March 31, 2021 and March 31, 2019 and the restated unaudited financial results for the nine months ended on December 31, 2019 & December 31, 2020 respectively. The restated unaudited financial results for the 9 months ended on December 31, 2019 and December 31, 2020 have been approved by the board of directors of the parent company but have not been subject to limited review by the statutory auditors.

4. Segment Revenue, Results, Assets and Liabilities represent amounts identifiable to each of the segments. "Other unallocable income net of unallocable expenditure" mainly includes interest income, income from current investments (net), expenses on common services not directly identifiable to individual segments.

5. Pursuant to the scheme of Arrangement (the Scheme) approved by the National Company Law Tribunal (the NCLT), Mumbai Bench vide its order dated March 25, 2021, Proline India Limited (the Merged Undertaking) where common control exists, merged with Cravatex Brands Limited (subsidiary of the company) with effect from April 1, 2020 (the appointed date). As per Appendix C of Ind AS 103 - Business Combinations, the financial information in the consolidated financial statements in respect of prior periods is restated as if the business combination had occurred from the beginning of the preceding period in the financial statements, irrespective of the actual date of the combination. Accordingly, business combination is accounted with effect from April 1 2019. As a result, the group has given effect to the merger by restating the financials of the previous year. Pursuant to the scheme Cravatex Brands limited will allot 55,04,435 Compulsory Convertible Preference Shares (CCPS) of Rs. 100 each to the erstwhile shareholders of the merged undertaking.

6. The statutory auditors have carried out a statutory audit of the consolidated results for the year ended March 31, 2021.

7. Previous year / periods figures have been re-grouped / re-classified wherever necessary.

By order of the Board  
 For Cravatex Limited

RAJESH  
 KUMAR BATRA

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Rajesh Batra  
 Chairman and Managing Director  
 DIN : 00020764

Place : Mumbai  
 Date: June 29, 2021

**Independent Auditor's Report on annual consolidated financial results of Cravatex Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

**To the Board of Directors of Cravatex Limited**

**Report on the audit of the Consolidated Financial Results**

**Opinion**

We have audited the accompanying Statement of Consolidated Financial Results of Cravatex Ltd and its subsidiaries (holding company and its subsidiaries together referred to as “the Group”), its associates and jointly controlled entities for the quarter ended March 2021 and for the period from April 1<sup>st</sup>, 2020 to March 31<sup>st</sup>, 2021 (“the Statement”), being submitted by the holding 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, and based on the consideration of the reports of the other auditors on separate financial statements/ financial information of subsidiaries, associates and jointly controlled entities, the Statement:

- a. includes the results of the following entities:
  - i. Cravatex Brands Limited – Subsidiary
  - ii. BB (UK) Limited – Wholly Owned Subsidiary
  - iii. BB Euro GmbH – Wholly Owned Step Down Subsidiary
- b. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended; and
- c. give a true and fair view in conformity with the applicable accounting standards, and other accounting principles generally accepted in India, of net profit/loss and other comprehensive income and other financial information of the Group for the year ended March 31<sup>st</sup>, 2021.

**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 Consolidated Financial Results* section of our report. We are independent of the Group, its associates and jointly controlled entities 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 Companies Act,



2013 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 and other auditors in terms of their reports referred to in “Other Matter” paragraph below, is sufficient and appropriate to provide a basis for our opinion.

### **Management’s Responsibilities for the Consolidated Financial Results**

The Holding Company’s Board of Directors are responsible for the preparation and presentation of these consolidated financial results that give a true and fair view of the net profit/ loss and other comprehensive income and other financial information of the Group including its associates and jointly controlled entities in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, ‘Interim Financial Reporting’ prescribed 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. The respective Board of Directors of the companies included in the Group and of its associates and jointly controlled entities are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and its associates and jointly controlled entities 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 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 financial results by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial results, the respective Board of Directors of the companies included in the Group and of its associates and jointly controlled entities are responsible for assessing the ability of the Group and of its associates and jointly controlled entities 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 Group 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 and of its associates and jointly controlled entities are responsible for overseeing the financial reporting process of the Group and of its associates and jointly controlled entities.

### **Auditor’s Responsibilities for the Audit of the Consolidated Financial Results**

Our objectives are to obtain reasonable assurance about whether the consolidated 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 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 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, 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 ability of the Group and its associates and jointly controlled entities 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 consolidated 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 and its associates and jointly controlled entities to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial results, including the disclosures, and whether the consolidated financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results/financial information of the entities within the Group and its associates and jointly controlled entities to express an opinion on the consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the consolidated financial results of which we are the independent auditors. For the other entities included in the consolidated 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.

Materiality is the magnitude of misstatements in the consolidated financial results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the consolidated financial results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the consolidated financial results.

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated 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 issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.

### **Other Matters**

The consolidated Financial Results include the audited Financial Results of three subsidiaries, whose Financial Statements reflect Group's share of total assets of Rs.37,275 lacs as at March 31<sup>st</sup>, 2021, Group's share of total revenue of Rs. 53,990lacs and Group's share of total net loss after tax of Rs. 3,034lacs for the year ended March 31<sup>st</sup>, 2021, as considered in the consolidated Financial Results, which have been audited by their respective independent auditors. The independent auditors' reports on interim financial statements/Financial Results/financial information of these entities have been furnished to us and our opinion on the consolidated Financial Results, in so far as it relates to the amounts and disclosures included in respect of these entities, is based solely on the report of such auditors and the procedures performed by us are as stated in paragraph above.

Attention is drawn to Note 3 to the Statement which includes the results for the Quarter ended 31 March, 2021 and 31 March, 2020 being the balancing figure between audited figures in respect of the full financial year and the restated unaudited year to date figures up to the third quarter of the respective financial year which were not subject to limited review by us but are approved by the board of directors of the parent company.

Our opinion on the consolidated Financial Results is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the Financial Results/financial information certified by the Board of Directors.

**Place: Mumbai**  
**Date : 29<sup>th</sup> June, 2021**



**For GPS & Associates**  
**Chartered Accountants**  
**Firm's Registration No: 121344W**

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**H. Y. Gurjar**  
**Partner**

**Membership No: 032485**  
**UDIN: 21032485AAAABW5754**