

# K G DENIM LIMITED

CIN : L17115TZ1992PLC003798  
THEN THIRUMALAI  
METTUPALAYAM - 641 302.  
COIMBATORE DISTRICT  
TAMILNADU, INDIA.

kg  
Denim

Phone : 0091-4254-235240  
Fax : 0091-4254-235400  
email : cskgdl@kgdenim.in

GST : 33AAACK7940C1ZW



To,  
**BSE Limited,**  
25<sup>th</sup> Floor, Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai – 400 001.

Dear Sir/ Madam,

**Sub : Intimation of the outcome of the meeting of the Board of Directors of the Company held on Thursday, the 25<sup>th</sup> May, 2023 pursuant to Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

Ref : **Scrip Code 500239**

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We wish to inform you that the Board of Directors of the Company at its meeting held today, 25<sup>th</sup> May, 2023 have inter-alia considered and approved the following :-

The Audited Financial Results for the quarter and year ended 31<sup>st</sup> March, 2023 (Standalone & Consolidated) along with Auditors Report pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Further note that the Statutory Auditors of the Company have expressed an unmodified audit opinion in this regard. The financial results for the quarter and year ended 31<sup>st</sup> March 2023 along with Auditors Report is annexed as **Annexure – 1**.

The Declaration under Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI circular No.CIR/ CFD/ CMD/56/2016 dated 27<sup>th</sup> May 2016 regarding the unmodified opinion of the Auditors on the Standalone and Consolidated Financial Statements of the Company is enclosed as **Annexure – 2**.

The Board meeting commenced at 7.00 P.M and concluded at 9.00 pm

The above information will be made available on the Company's website [www.kgdenim.com](http://www.kgdenim.com). Kindly take the above on record.

Thanking you  
Yours truly  
**For K G DENIM LIMITED**

KRISHNAVENI Digitally signed by  
KRISHNAVENI PERIASAMY  
I PERIASAMY Date: 2023.05.25 21:06:19  
+05'30'

**P.Krishnaveni**  
**Company Secretary & Compliance Officer**

Encl: as above

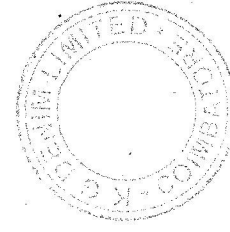
## K G DENIM LIMITED

CIN : L17115TZ1992PLC003798

Regd. Office: Then Thirumalai, Coimbatore - 641 302. Phone : 04254-235240, Fax : 04254-235400 Website : www.kgdenim.com, E-mail : cskgdl@kgdenim.in

## Statement of Audited Standalone Financial Results for the Quarter and Year Ended 31st March 2023

No	Particulars	Rs. In Lakhs , Except EPS					
		Standalone			Year Ended		
		Audited 31.03.2023	Unaudited 31.12.2022	Audited 31.03.2022	Audited 31.03.2023	Audited 31.03.2022	
<b>PART I</b>							
1	Income from operations :						
	(a) Revenue From Operations	9027	10808	16349	51106	58619	
	(b) Other Income	101	101	348	457	608	
	<b>Total Income</b>	<b>9128</b>	<b>10909</b>	<b>16697</b>	<b>51563</b>	<b>59227</b>	
2	Expenses						
	(a) Cost of material consumed	4382	5866	12220	27284	38255	
	(b) Purchases of Stock-in-trade	16	0	67	277	343	
	(c) Change in inventories of finished goods, Work-in-progress and stock-in-trade	1702	580	-2030	4982	-2909	
	(d) Power & Fuel	1469	1829	2418	7986	8132	
	(e) Stores & Chemicals	429	663	1098	3098	3599	
	(f) Employee benefit expense	1270	1256	1765	5165	5590	
	(g) Finance Cost	639	462	615	2230	2430	
	(h) Depreciation and amortization expense	460	371	161	1572	1564	
	(i) Other Expenses	673	581	954	2645	3005	
	<b>Total Expenses</b>	<b>11038</b>	<b>11608</b>	<b>17258</b>	<b>55239</b>	<b>60009</b>	
3	Profit / (Loss) before exceptional items (1-2)	-1910	-699	-571	-3676	-782	
4	Exceptional items	0	0	0	0	0	
5	Profit / (Loss) before tax	-1910	-699	-571	-3676	-782	
6	Tax Expense						
	Current tax	0	0	0	0	0	
	Deferred tax	-495	-121	-11	-937	-77	
	<b>Total tax expenses</b>	<b>-495</b>	<b>-121</b>	<b>-11</b>	<b>-937</b>	<b>-77</b>	
7	<b>Net Profit (Loss) for the period</b>	<b>-1414</b>	<b>-578</b>	<b>-559</b>	<b>-2739</b>	<b>-705</b>	
8	Other Comprehensive Income (Net of Tax)						
	Amount of items that will not be reclassified to profit or loss						
	1) Fair value of Equity Instruments	0.01	0.54	0.09	0.81	0.23	
	2) Gratuity Valuation thro OCI	102	0	-11	102	-11	
		102	0.54	-11	103	-11	
		-1312	-577	-571	-2637	-716	
9	<b>Total comprehensive income/(loss) for the period/year</b>						
10	Paid-up equity share capital (Face value of Rs. 10/- each)	2565	2565	2565	2565	2565	
11	Reserves (excluding revaluation reserve)						
12	Earnings per share (EPS) - Basic & Diluted (In. Rs.) (Face value of Rs. 10 each)	-5.51	-2.25	-2.18	-10.68	-2.75	



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- 1 The above audited standalone financial results of the Company for the Quarter and year ended 31st March 2023 were reviewed by the Audit Committee and thereafter approved by the Board of Directors at its meetings held on 25th May 2023.
- 2 The Statement has been prepared in accordance with the companies ( Indian Accounting Standards) Rules, 2015 (Ind AS) (and relevant amendment rules thereafter) prescribed under section 133 of the Companies Act, 2013 and other recognised accounting practices and polices to the extent applicable.
- 3 The Company has organized the business into 2 segments namely, Textiles and Power. This reporting complies with IndAs 108 segment reporting principles.
- 4 The figures for the current quarter and quarter ended March 31, 2022 are balancing figures between audited figures of the full financial year ended March 31, 2023 and March 31 2022, respectively, and the published year to date figures upto third quarter ended December 31, 2022 and December 31, 2021 respectively.
- 5 Previous year's figures have been regrouped / re arranged where necessary to confirm to current year's classification.

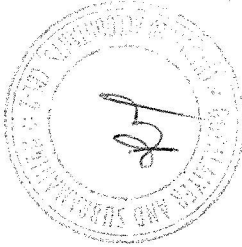
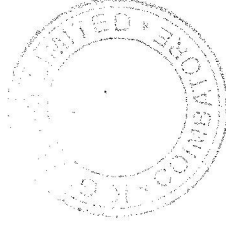
Place: Coimbatore

Date : 25th May 2023

For K G DENIM LIMITED



KG BAALAKRISHNAN  
EXECUTIVE CHAIRMAN  
DIN: 00002174

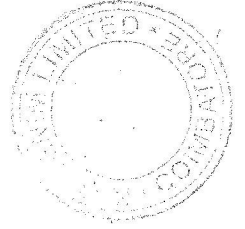
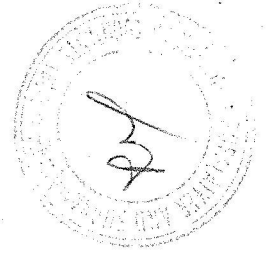


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AUDITED STANDALONE SEGMENTWISE REVENUE, RESULTS, SEGEMENT ASSETS AND LIABILITIES FOR THE QUARTER AND YEAR ENDED ON 31st MARCH 2023 (Rs. In Lakhs)										
No	Particulars	Standalone						Year ended		
		Quarter Ended		Audited		Audited		Audited		
		Audited	Unaudited	31.03.2022	31.03.2022	31.03.2023	31.03.2023	31.03.2022	31.03.2022	
<b>PART II</b>										
1	Segment Revenue ( Net Sale / Income)									
	(a) Textiles	8,828	10,592	15,925	49,115	55,310				
	(b) Power	1,061	1,291	1,760	6,031	7,557				
	<b>Total Sement Revenue</b>	<b>9,889</b>	<b>11,883</b>	<b>17,685</b>	<b>55,146</b>	<b>62,867</b>				
	Less: Inter Segment Sales	761	974	988	3,583	3,640				
	<b>Revenue from operations</b>	<b>9,129</b>	<b>10,910</b>	<b>16,697</b>	<b>51,564</b>	<b>59,227</b>				
2	Segment Results ( Profit before Interest & Tax )									
	(a) Textiles	(748)	189	496	392	2,105				
	(b) Power	(523)	(426)	(452)	(1,838)	(457)				
	<b>Total</b>	<b>(1,271)</b>	<b>(237)</b>	<b>44</b>	<b>(1,446)</b>	<b>1,648</b>				
	Less:									
	a) Finance Cost	639	462	615	2,230	2,430				
	<b>Profit Before Tax</b>	<b>(1,910)</b>	<b>(699)</b>	<b>(571)</b>	<b>(3,676)</b>	<b>(782)</b>				
3	Segment Asset									
	(a) Textiles	32,746	34,062	39,781	32,746	39,781				
	(b) Power	7,658	7,535	7,318	7,658	7,318				
	<b>Total Segment asset</b>	<b>40,404</b>	<b>41,597</b>	<b>47,099</b>	<b>40,404</b>	<b>47,099</b>				
4	Segment Liabilities									
	(a) Textiles	24,627	25,692	26,471	24,627	26,471				
	(b) Power	4,419	2,716	3,198	4,419	3,198				
	<b>Total Segment liabilities</b>	<b>29,046</b>	<b>28,408</b>	<b>29,669</b>	<b>29,046</b>	<b>29,669</b>				



Place: Coimbatore  
Date : 25th May 2023

For K G DENIM LIMITED  
*(Signature)*  
KG BAALAKRISHNAN  
EXECUTIVE CHAIRMAN  
DIN: 00002174

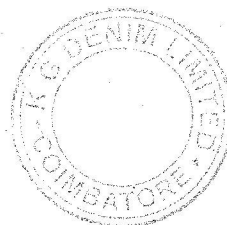
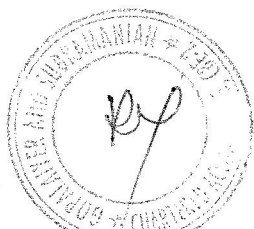


**K G Denim Limited**  
Then Thirumalai, Coimbatore 641 302  
Statement of Standalone Asset & Liabilities as on 31st March 2023

(Rs. In Lakhs)

Particulars		31.03.2023	31.03.2022
		Audited	Audited
<b>I</b>	<b>ASSETS</b>		
1	<b>Non-current assets</b>		
	(a) Property, plant and equipment	15,056	16,304
	(b) Capital work in progress	-	-
	(c) Right to Use Assets	52	90
	(d) Non-current financial assets	-	-
	Non-current investments	329	329
	(e) Other non current financial assets	234	249
	(f) Deferred tax Assets	281	-
	Total non-current financial assets	15,952	16,972
2	<b>Current assets</b>		
	(a) Inventories	9,263	15,405
	(b) Current financial assets	-	-
	(i) Trade receivables, current	9,950	8,959
	(ii) Cash and cash equivalents	14	48
	(iii) Bank balance other than (ii) above	317	367
	(c) Current tax assets (net)	254	247
	(d) Other current assets	4,654	5,101
	Total current assets	24,452	30,127
	<b>Total Assets</b>	<b>40,404</b>	<b>47,099</b>
<b>II</b>	<b>EQUITY AND LIABILITIES</b>		
1	<b>EQUITY</b>		
	(a) Equity share capital	2,565	2,565
	(b) Other equity	3,295	5,932
	Total equity	5,860	8,497
2	<b>LIABILITIES</b>		
	<b>Non-current liabilities</b>		
	(a) <b>Non-current Financial Liabilities</b>		
	(i) Borrowings	4,494	7,059
	(ii) Lease Liabilities	10	53
	(b) Long-term provisions	693	692
	(c) Deferred tax liabilities (Net)	-	656
	(d) Deferred government grants	302	473
	Total Non-Current Liabilities	5,499	8,933
	<b>Current liabilities</b>		
	(a) <b>Current Financial Liabilities</b>		
	(i) Borrowings	14,792	14,838
	(ii) Lease Liabilities	45	38
	(ii) Trade Payable - dues of micro enterprises & Small enterprises	11	95
	(iii) Trade Payable - dues of other than micro enterprises & Small Enterprises	13,513	14,258
	(b) Other current financial liabilities	448	212
	(c) Short-term provisions	65	58
	(d) Deferred government grants	171	170
	Total -Current Liabilities	29,045	29,669
	<b>Total equity and liabilities</b>	<b>40,404</b>	<b>47,099</b>

Place: Coimbatore  
Date 25th May 2023



For K G Denim Limited

*(Signature)*  
KG BAALAKRISHNAN  
EXECUTIVE CHAIRMAN  
DIN 00002174

K G Denim Limited

Then Thirumalai

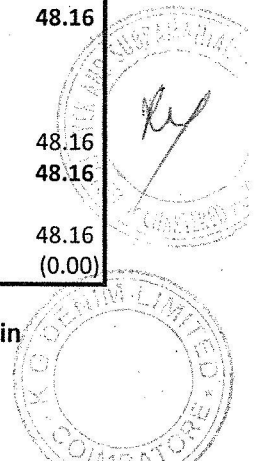
STANDALONE STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31.03.2023

(Rs. In Lakhs)

PARTICULARS	Audited	Audited
	YEAR ENDED	YEAR ENDED
	31.03.2023	31.03.2022
<b>A. CASH FLOW FROM OPERATING ACTIVITIES:</b>		
Net profit before tax and extraordinary Items	(3,676.16)	(781.85)
Adjustments for:		
Fair Valuation of Instruments	0.81	0.23
Depreciation and Amortization expenses	1,572.21	1,564.14
Finance Cost	2,230.46	2,430.15
Apportioned on Government Grants	(170.63)	(254.38)
Provision for Doubtful Debts	-0.00	180.16
Impairment Loss on Investment		
Adjustments for:		
(Increase)/Decrease in Trade and other receivables	(908.99)	504.22
(Increase)/Decrease in Inventories	6,142.47	(2,684.58)
(Increase)/Decrease in Other Non current assets	15.34	62.59
(Increase)/Decrease in Other Current assets	447.68	(359.08)
Increase/(Decrease) in Trade and other payables	(628.20)	1,409.06
Increase/(Decrease) in Provisions and Others	(17.19)	98.45
Increase/(Decrease) in Gratuity Valuations through oci	101.86	(11.42)
<b>Cash generated from operations</b>	<b>5,100.72</b>	<b>2,158.36</b>
<b>Cash flow before extraordinary items</b>	<b>5,100.72</b>	<b>2,158.36</b>
Cash flow after extraordinary items	5,100.72	2,158.36
<b>Income Tax</b>	<b>-0.00</b>	<b>-0.00</b>
Net cash (used in)/generated from operating activities	5,100.72	2,158.36
<b>B. CASH FLOW FROM INVESTING ACTIVITIES:</b>		
Non Current Investments	(0.81)	(0.23)
Sale of property, plant and equipment	12.84	1.72
Capital Subsidy Received	-0.00	314.28
Purchase of property, plant and equipment	(265.45)	(589.55)
Margin money deposit with bank	(40.05)	2.43
Net cash (used in)/generated from investing activities	(293.47)	(271.35)
<b>C. CASH FLOW FROM FINANCING ACTIVITIES:</b>		
Proceeds / Repayment from Long term borrowings	(3,270.05)	(640.84)
Proceeds / Repayment from short term borrowings	659.35	922.41
Payment for Equity Dividend		-0.00
Net cash (used in)/generated from financing activities	(4,841.16)	(2,174.60)
Net Increase in cash and cash equivalents	(33.92)	(287.60)
Cash and cash equivalents as at 1st April, 2022 / 2021 (Opening Balance)	48.16	335.76
Cash and cash equivalents as at 31st Mar, 2023 / 2022 (Closing Balance)	<b>14.23</b>	<b>48.16</b>
Cash and cash equivalents as per above comprises of the following		
Cash and cash equivalents	14.23	48.16
Balance as per Statement of Cash Flows	14.23	48.16
<b>Cash and Bank balances as per books – 31.03.2023</b>	<b>14.23</b>	<b>48.16</b>
	0.00	(0.00)

Note: The statement of cash flow has been prepared under the 'Indirect Method' as set out in Indian Accounting Standards (IndAs) 7, Statement of Cash flows'.

*[Handwritten Signature]*





**Independent Auditor's Report on Audit of Annual Standalone Financial Result and Review of Quarterly Financial result of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

To  
The Board of Directors  
KG Denim Limited,  
Coimbatore.

**Opinion and Conclusion**

We have audited the Standalone Financial results for the year ended March 31, 2023 ("Statement") and reviewed the standalone financial results for the quarter ended March 31, 2023 of KG Denim Limited (the "Company") (refer "other matters" section below) which were subject to limited review by us 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 (the "Listing Regulations").

**Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone annual financial results:

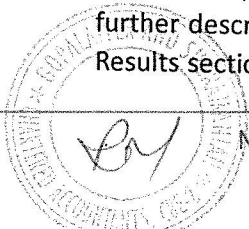
- (i) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- (ii) give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards, and other accounting principles generally accepted in India, of the net loss and other comprehensive income and other financial information for the year ended March 31, 2023.

**Conclusion on Unaudited Standalone Financial Results for the quarter ended March 31, 2023**

With respect to the Standalone Financial Results for the quarter ended March 31, 2023, based on our review conducted as stated in paragraph (b) of Auditor's Responsibilities section below, nothing has come to our attention that causes us to believe that the Standalone Financial Results for the quarter ended March 31, 2023, prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India, 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.

**Basis for Opinion on the audited standalone financial results for the year ended March 31, 2023**

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 standalone 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 we have obtained is sufficient and appropriate to provide a basis for our opinion on the standalone annual financial results.

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

The Statement 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 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 Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

**Auditor's Responsibilities**

**(a) Audit of the Standalone Financial Results for the year ended March 31,2023:**

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is 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 the Statement.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism 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 standalone financial statements on whether the company has adequate internal financial controls with reference to standalone 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 statement, including the disclosures, and whether the standalone annual financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Annual Standalone Financial Results of the Company to express an opinion on the Annual Standalone Financial Results.

Materiality is the magnitude of misstatements in the Annual Standalone Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Annual Standalone 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 Annual Standalone Financial Results.

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.



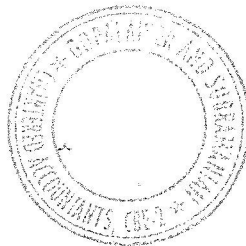
**(b) Review of the Standalone Financial Results for the quarter ended March 31, 2023**


We conducted our review of the Standalone Financial Results for the quarter ended March 31, 2023 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 ICAI. A review of interim financial information consists of making inquiries, primarily of the Company's personnel 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 SAs 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.

**Other Matters**

The Statement include the results for the quarter ended March 31, 2023 being the balancing figures 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 subjected to limited review by us, as required under the Listing regulations. Our report on the Statement is not modified in respect of this matter.

For Gopalaiyer and Subramanian  
Chartered Accountants  
(Firm Regn. No:000960S)



  
CA.R. Mahadevan  
Partner  
M. no: 027497  
UDIN: 23027497BGXPBC4478

Place: Coimbatore  
Date: 25.05.2023

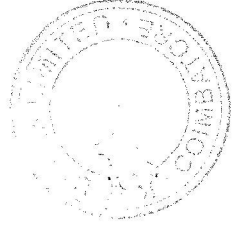
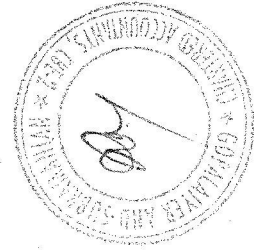


**KG DENIM LIMITED**  
CIN : L17115TZ1992PLC003798

Regd. Office: Then Thirumalai, Coimbatore - 641 302. Phone : 04254-235240, Fax : 04254-235401 Website : www.kgdenim.com, E-mail : cskgdi@kgdenim.in  
Statement of audited Consolidated Financial Results for the Quarter and year ended on 31st March 2023

Rs. In Lakhs , Except EPS

No	Particulars	Consolidated					
		Quarter Ended		Year Ended		Audited	Audited
		Audited	Unaudited	Audited	Audited		
	31.03.2023	31.12.2022	31.03.2022	31.03.2023	31.03.2022	31.03.2022	
<b>PART I</b>							
1	Income from operations :						
	(a) Revenue From Operations	9,135	11,760	16,525	53,255	61,157	
	(b) Other Income	94	108	360	458	627	
	<b>Total Income</b>	<b>9,229</b>	<b>11,868</b>	<b>16,885</b>	<b>53,714</b>	<b>61,784</b>	
2	<b>Expenses</b>						
	(a) Cost of material consumed	4,347	6,162	11,027	27,286	36,935	
	(b) Purchases of Stock-in-trade	57	53	1,367	1,145	3,314	
	(c) Change in inventories of finished goods, Work-in-progress and stock-in-trade	1,477	907	-2,259	5,092	-3,273	
	(d) Power & Fuel	1,469	1,829	2,418	7,986	8,132	
	(e) Stores & Chemicals	442	663	1,098	3,111	3,599	
	(f) Employee benefit expense	1,413	1,387	1,864	5,647	5,934	
	(g) Finance Cost	666	484	638	2,320	2,503	
	(h) Depreciation and amortization expense	459	378	161	1,583	1,573	
	(i) Other Expenses	656	923	1,189	3,274	3,814	
	<b>Total Expenses</b>	<b>10,984</b>	<b>12,786</b>	<b>17,503</b>	<b>57,442</b>	<b>62,531</b>	
3	Profit / (Loss) before exceptional items (1-2)	-1,755	-918	-618	-3,729	-747	
4	Exceptional items						
5	<b>Profit / (Loss) before tax</b>	<b>-1,755</b>	<b>-918</b>	<b>-618</b>	<b>-3,729</b>	<b>-747</b>	
6	<b>Tax Expense</b>						
	Current tax	-455	-157	138	-932	92	
	Deferred tax	-455	-157	121	-932	92	
	<b>Total tax expenses</b>	<b>-1,300</b>	<b>-761</b>	<b>-739</b>	<b>-2,797</b>	<b>-839</b>	
7	<b>Net Profit (Loss) for the period</b>						
8	Other Comprehensive Income (Net of Tax)	0.01	0.54	0.09	0.81	0.23	
	Amount of items that will not be reclassified to profit or loss	107	-8	-8	107	-8	
	1) Fair value of Equity Instruments	107	-8	-8	107	-8	
	2) Gratuity Valuation thro OCI						
9	<b>Total comprehensive income/(loss) for the period/year</b>	<b>-1,193</b>	<b>-760</b>	<b>-747</b>	<b>-2,689</b>	<b>-847</b>	
	Profit for the year attributable to:						
	Share holder of the Company	-1,328	-736	-693	-2,798	-804	
	Non-controllable interest	28	-24	-45	1,46	-35	
	<b>Other Comprehensive Income for the year attributable to:</b>	<b>-1,300</b>	<b>-760</b>	<b>-738</b>	<b>-2,797</b>	<b>-839</b>	
	Share holder of the Company	105	0.54	-9.00	106	-9	
	Non-controllable interest	3	1.00	3	3	1	
	<b>Total Comprehensive Income for the year attributable to:</b>	<b>-1,222</b>	<b>-736</b>	<b>-701</b>	<b>-2,692</b>	<b>-813</b>	
	Share holder of the Company	29	-24	-46	3	-34	
	Non-controllable interest	-1,193	-760	-747	-2,689	-847	
10	Paid-up Equity Share Capital	2,565	2,565	2,565	2,565	2,565	
	(Face value of Rs.10/- each)						
11	Reserves (excluding revaluation reserve)	-5.18	-2.87	-2.70	-10.91	-3.14	
12	Earnings per share (EPS) - Basic & Diluted (Face Value of Rs.10 each)						



*Signature*

**K G DENIM LIMITED**

**CIN : L17115TZ1992PLC003798**

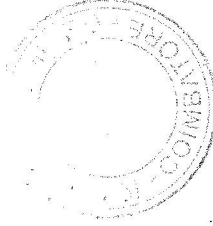
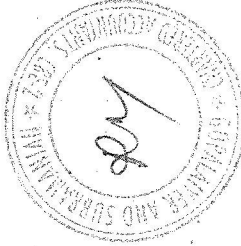
**Regd.Office: Then Thirumalai, Coimbatore - 641 302. Phone : 04254-235401, Fax : 04254-235400 Website : www.kgdenim.com, E-mail : cskgdl@kgdenim.in**

- 1 The above audited consolidated financial results of the Company for the Quarter and year ended 31st March 2023 were reviewed by the Audit Committee and thereafter approved by the Board of Directors at its meetings held on 25th May 2023.
- 2 The Statement has been prepared in accordance with the companies ( Indian Accounting Standards) Rules, 2015 (Ind AS) (and relevant amendment rules thereafter) prescribed under section 133 of the Companies Act, 2013 and other recognised accounting practices and polices to the extent applicable
- 3 The consolidated financial results include the results of the wholly-owned subsidiary - KG Denim (USA) Inc, and its subsidiary namely Trigger Apparels Limited.
- 4 The Company has organized the business into 3 segments namely, Textiles, Power and Garments. This reporting complies with Ind AS 108 segment reporting principles.
- 5 The figures for the current quarter and quarter ended March 31, 2022 are balancing figures between audited figures of the full financial year ended March 31, 2023 and March 31 2022, respectively, and the published year to date figures upto third quarter ended December 31, 2022 and December 31, 2021 respectively.
- 6 Previous year's figures have been regrouped / re arranged where necessary to confirm to current year's classification.

**Place: Coimbatore**

**Date : 25th May 2023**

**For K G DENIM LIMITED**

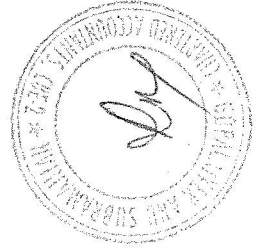
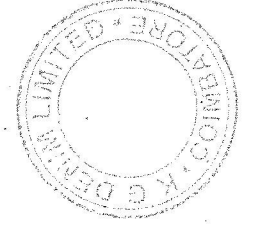


**KG BAALAKRISHNAN**  
**EXECUTIVE CHAIRMAN**  
**DIN: 00002174**

AUDITED CONSOLIDATED SEGMENTWISE REVENUE, RESULTS SEGEMENT ASSETS AND LIABILITIES FOR THE QUARTER AND YEAR ENDED ON 31st MARCH 2023  
Rs. In Lakhs

S No	Particulars	Consolidated					
		Quarter Ended		Year Ended		Year Ended	
		Audited	Unaudited	Audited	Audited	Audited	Audited
	31.03.2023	31.12.2022	31.03.2022	31.03.2023	31.03.2022	31.03.2022	
1	<b>PART II</b>						
	<b>Segment Revenue ( Net Sale / Income)</b>						
	(a) Textiles	8,498	10,592	15,925	48,783	55,310	
	(b) Power	1,061	1,291	1,759	6,031	7,557	
	(c) Garments	430	959	188	2,483	2,557	
	<b>Total Segment Revenue</b>	<b>9,991</b>	<b>12,842</b>	<b>17,872</b>	<b>57,297</b>	<b>65,424</b>	
	Less: Inter Segment Sales	761	974	987	3,583	3,640	
	<b>Revenue from operations</b>	<b>9,230</b>	<b>11,868</b>	<b>16,885</b>	<b>53,714</b>	<b>61,784</b>	
2	<b>Segment Results ( Profit before Interest &amp; Tax )</b>						
	(a) Textiles	(747)	188	503	392	2,110	
	(b) Power	(523)	(426)	(452)	(1,838)	(457)	
	(c) Garments	182	(196)	(31)	37	103	
	<b>Total</b>	<b>(1,089)</b>	<b>(434)</b>	<b>20</b>	<b>(1,409)</b>	<b>1,756</b>	
	Less:						
	a) Finance Cost	666	484	638	2,320	2,503	
	<b>Profit Before Tax</b>	<b>(1,755)</b>	<b>(918)</b>	<b>(618)</b>	<b>(3,729)</b>	<b>(747)</b>	
3	<b>Segment Asset</b>						
	(a) Textiles	28,721	30,429	37,001	28,721	37,001	
	(b) Power	7,658	7,535	7,351	7,658	7,351	
	(c) Garments	4,048	3,285	3,661	4,048	3,661	
	<b>Total Segment asset</b>	<b>40,427</b>	<b>41,249</b>	<b>48,013</b>	<b>40,427</b>	<b>48,013</b>	
4	<b>Segment Liabilities</b>						
	(a) Textiles	24,629	25,692	26,472	24,629	26,472	
	(b) Power	4,417	2,716	3,197	4,417	3,197	
	(c) Garments	1,138	1,055	2,314	1,138	2,314	
	<b>Segment Liabilities</b>	<b>30,183</b>	<b>29,463</b>	<b>31,983</b>	<b>30,183</b>	<b>31,983</b>	

Place: Coimbatore  
Date : 25th May 2023



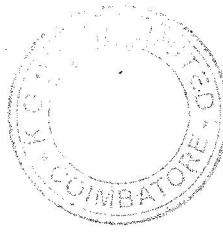
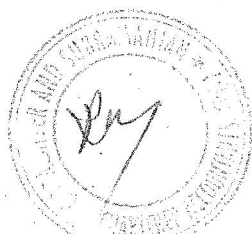
For K G DENIM LIMITED

*Ba*  
KG Baalakrishnan  
Executive Chairman  
DIN: 00002174

**K G Denim Limited**  
**Then Thirumalai, Coimbatore 641 302**  
**Statement of Consolidated Asset & Liabilities as on 31st March 2023**

		(Rs. In Lakhs)	
Particulars		31.03.2023	31.03.2022
<b>I</b>	<b>ASSETS</b>	Audited	Audited
<b>1</b>	<b>Non-current assets</b>		
	(a) Property, plant and equipment	15,163	16,367
	(b) Intangible asset	0.01	0.01
	(c) Right to use asset	52	90
	(d) Non-current financial assets		
	Non-current investments	329	329
	(e) Other non current financial assets	234	250
	(f) Deferred tax Assets	737	
	<b>Total non-current financial assets</b>	<b>16,516</b>	<b>17,036</b>
<b>2</b>	<b>Current assets</b>		
	(a) Inventories	10,820	17,053
	(b) Current financial assets		
	(i) Trade receivables, current	7,249	7,682
	(ii) Cash and cash equivalents	77	83
	(iii) Bank balance other than (ii) above	318	368
	(c) Current tax assets (net)	254	247
	(d) Other current assets	5,193	5,544
	<b>Total current assets</b>	<b>23,911</b>	<b>30,977</b>
	<b>Total Assets</b>	<b>40,427</b>	<b>48,013</b>
<b>II</b>	<b>EQUITY AND LIABILITIES</b>		
<b>1</b>	<b>EQUITY</b>		
	(a) Equity share capital	2,565	2,565
	(b) Other equity	2,077	4,769
	<b>Equity attributable to shareholders of the Company</b>	<b>4,643</b>	<b>7,334</b>
	Non-Controlling Interest - Equity	(389)	(392)
	<b>Total Equity</b>	<b>4,254</b>	<b>6,942</b>
<b>2</b>	<b>LIABILITIES</b>		
	<b>Non-current liabilities</b>		
	(a) <b>Non-current Financial Liabilities</b>		
	(i) Borrowings	4,638	7,059
	(ii) Lease Liabilities	10	53
	(iii) Other financial liabilities	331	597
	(b) Long-term provisions	710	711
	(c) Deferred tax liabilities (Net)	-	195
	(d) Deferred government grants	302	473
	<b>Total Non-Current Liabilities</b>	<b>5,991</b>	<b>9,088</b>
	<b>Current liabilities</b>		
	(a) <b>Current Financial Liabilities</b>		
	(i) Borrowings	15,299	15,340
	(ii) Lease Liabilities	45	38
	(ii) Trade Payable - dues of micro enterprises & Small enterprises	11	95
	(iii) Trade Payable - dues of other than micro enterprises & Small Enterprises	14,100	16,046
	(b) Other current financial liabilities	491	234
	(c) Short-term provisions	66	59
	(d) Deferred government grants	171	171
	<b>Total -Current Liabilities</b>	<b>30,184</b>	<b>31,983</b>
	<b>Total equity and liabilities</b>	<b>40,427</b>	<b>48,405</b>

Place: Coimbatore  
Date 25th May 2023



For K G Denim Limited

*(Signature)*  
**KG BAALAKRISHNAN**  
**EXECUTIVE CHAIRMAN**  
DIN 00002174

K G Denim Limited  
Then Thirumalai

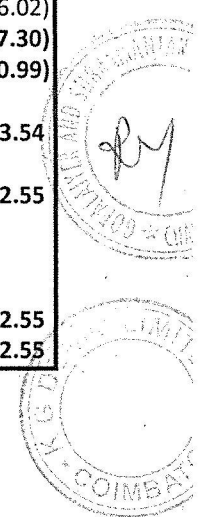
CONSOLIDATED STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31.03.2023

(Rs. In Lakhs)

PARTICULARS	YEAR ENDED	YEAR ENDED
	31.03.2023	31.03.2022
	Audited	Audited
<b>A. CASH FLOW FROM OPERATING ACTIVITIES:</b>		
Net profit before tax and extra ordinary items	(3,728.60)	(746.85)
Adjustments for:		
Fair Valuation of Instruments	0.81	0.23
Depreciation and Amortization expenses	1,582.58	1,572.58
Provision for Doubtful Debts	-.00	166.68
Loss/Profit on Sale of Fixed Assets	(8.94)	0.67
Apportioned on Government Grants	(170.63)	(254.38)
Finance cost	2,320.18	2,503.47
<b>Operating Profit before working capital changes</b>	<b>(4.60)</b>	<b>3,242.40</b>
Adjustments for:		
(Increase)/Decrease in Trade and other receivables	426.36	(644.70)
(Increase)/Decrease in Inventories	6,233.54	(3,053.41)
(Increase)/Decrease in Other Non current assets	15.71	62.31
(Increase)/Decrease in Other Current assets	360.59	(374.95)
Increase/(Decrease) in Trade and other payables	(2,054.56)	2,779.10
Increase/(Decrease) in Provisions	(39.36)	73.54
Increase/(Decrease) in Gratuity valuation through OCI	106.65	(8.41)
<b>Cash generated from operations</b>	<b>5,044.33</b>	<b>2,075.88</b>
<b>Cash flow before extraordinary items</b>	<b>5,044.33</b>	<b>2,075.88</b>
<b>Cash flow after extraordinary items</b>	<b>5,044.33</b>	<b>2,075.88</b>
Income Tax	-	-.00
<b>Net cash (used in)/generated from operating activities</b>	<b>5,044.33</b>	<b>2,075.88</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES:</b>		
Sale Proceeds of property, plant and equipment	12.84	1.72
Investments	(0.81)	(0.23)
Purchase of property, plant and equipment	(319.61)	(598.42)
Capital Subsidy received	-.00	314.28
Margin money deposit with bank	40.05	23.08
<b>Net cash (used in)/generated from investing activities</b>	<b>(267.53)</b>	<b>(259.57)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES:</b>		
Proceeds/Repayment from Long term borrowings	(3,126.09)	(640.84)
Proceeds / Repayment from short term borrowings	664.29	833.03
Preferential allotment of shares by subsidiary company	-.00	150.00
Provision for Equity Dividend	-	-.00
Distribution Tax on Equity Dividend	-	-.00
Interest paid	(2,320.18)	(2,503.47)
Repayment to lease liabilities	-.00	(26.02)
<b>Net cash (used in)/generated from financing activities</b>	<b>(4,781.98)</b>	<b>(2,187.30)</b>
<b>Net Increase in cash and cash equivalents</b>	<b>(5.17)</b>	<b>(370.99)</b>
Cash and cash equivalents as at 1st April, 2021 / 2020 (Opening Balance)	82.55	453.54
Cash and cash equivalents as at 31st Mar, 2022 / 2021 (Closing Balance)	77.38	82.55
<b>Cash and cash equivalents as per above comprises of the following</b>		
Cash and cash equivalents	77.38	82.55
<b>Balance as per Statement of Cash Flows</b>	<b>77.38</b>	<b>82.55</b>

Note: The statement of cash flow has been prepared under the 'Indirect Method' as set out in Indian Accounting Standards (IndAs) 7. Statement of Cash flows'.

*[Handwritten Signature]*





**INDEPENDENT AUDITORS' REPORT ON AUDIT OF ANNUAL CONSOLIDATED FINANCIAL RESULTS AND REVIEW OF QUARTERLY FINANCIAL RESULTS**

TO THE BOARD OF DIRECTORS OF

KG DENIM LIMITED

**Opinion and Conclusion**

We have (a) audited the Consolidated Financial Results for the year ended March 31, 2023 and (b) reviewed the Consolidated Financial Results for the quarter ended March 31, 2023 (refer 'Other Matters' section below), which were subject to limited review by us, both included in the accompanying "Statement of Consolidated Financial Results for the Quarter and Year Ended March 31, 2023", of KG Denim Limited (the "Parent"), and its share of the net loss after tax and total comprehensive income of its subsidiary for the quarter and year ended March 31, 2023, (the "Statement") being submitted by the Parent pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

**(a) Opinion on Annual Consolidated Financial Results**

In our opinion and to the best of our information and according to the explanations given to us, the consolidated financial Results for the year ended March 31, 2023:

a. includes the results of the following entities:

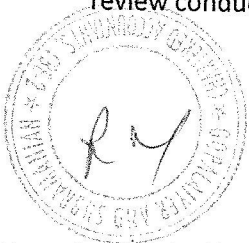
- i. KG Denim Ltd, Parent
- ii. Trigger Apparels Limited, Subsidiary
- iii. K G Denim (USA) Inc., wholly owned subsidiary

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. gives a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India of the consolidated net loss, total comprehensive income and other financial information of the Parent and its subsidiary for the year ended March 31, 2023.

**(b) Conclusion on Unaudited Consolidated Financial Results for the quarter ended March 31, 2023**

With respect to the Consolidated Financial Results for the quarter ended March 31, 2023, based on our review conducted as stated in paragraph (b) of Auditor's Responsibilities section below, nothing has





come to our attention that causes us to believe that the Consolidated Financial Results for the quarter ended March 31, 2023, prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India, 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.

**Basis for Opinion on the Audited Consolidated Financial Results for the year ended March 31, 2023**  
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 paragraph (a) of Auditor's Responsibilities section below. We are independent of the Parent and its subsidiary in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (the "ICAI") together with the ethical requirements that are relevant to our audit of the Consolidated Financial Results for the year ended March 31, 2023 under the provisions of the Act and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

**Management's Responsibilities for the Statement:**

This Statement which includes the Consolidated Financial Results is the responsibility of the parent's Board of Directors and has been approved by them for the issuance. The Consolidated Financial Results for the year ended March 31, 2023, has been compiled from the related audited consolidated financial statements. This responsibility includes the preparation and presentation of the Consolidated Financial Results for the quarter and year ended March 31, 2023 that give a true and fair view of the consolidated net loss and consolidated other comprehensive income and other financial information of the Parent and its subsidiary in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued there under 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 Parent and its subsidiary are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Parent and its subsidiary 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 the 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 is free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of this Consolidated Financial Results by the Directors of the Parent, as aforesaid.



In preparing the Consolidated Financial Results, the respective Board of Directors of the Parent and its subsidiary are responsible for assessing the ability of the respective 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 their respective entities or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the Parent and its subsidiary are responsible for overseeing the financial reporting process of the Parent and its subsidiary.

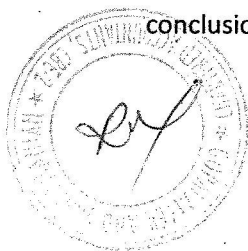
### **Auditor's Responsibilities**

#### **(a) Audit of the Consolidated Financial Results for the year ended March 31, 2023**

Our objectives are to obtain reasonable assurance is free from material misstatement, whether Results for the year ended March 31, 2023, as a who 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 this 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 Annual 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 made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of Listing Regulations.
- 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 Parent and its subsidiary 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 Parent and its subsidiary to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the Annual Consolidated Financial Results, including the disclosures, and whether the Annual Consolidated Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities within the Parent and its subsidiary to express an opinion on the Annual Consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the Annual Consolidated Financial Results of which we are the independent auditors.

Materiality is the magnitude of misstatements in the Annual Consolidated Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Annual 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 Annual Consolidated Financial Results.

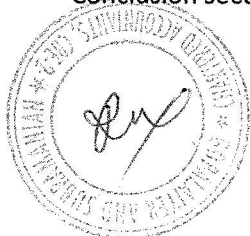
We communicate with those charged with governance of the Parent and such other entities included in the Consolidated Financial Results of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings including any significant 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.

**(b) Review of the Consolidated Financial Results for the quarter ended March 31, 2023**

We conducted our review of the Consolidated Financial Results for the quarter ended March 31 2023 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 ICAL A review of interim financial information consists of making inquiries, primarily of the Company's personnel 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 SAs 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.

The Statement includes the results of the entities as listed under paragraph (a) (i) of Opinion and Conclusion section above.



## Other Matter

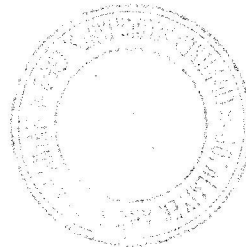
The Statement includes the results for the Quarter ended March 31, 2023 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us. Our report on the Statement is not modified in respect of this matter.

- We did not audit the financial statements of wholly owned subsidiary KG Denim (USA) Inc., included in the consolidated financial results, whose financial statements reflect total assets of Rs.181.20 lakhs as at March 31, 2023 and total revenues of Rs.85.11 Lakhs for the year ended March 31,2023, total net loss after tax of Rs. 63.32 lakhs for the year ended March 31, 2023 and total comprehensive loss of Rs.63.32 Lakhs for the year ended March 31, 2023 and net cash flows of Rs. 1.13 Lakhs for the year ended March 31, 2023. as considered in the statement.

a) The Management has provided the unaudited financial and other financial information, for the company's foreign subsidiary KG Denim (USA) Inc which is not required to be audited under the relevant foreign laws. Financial statement is unaudited and our opinion and conclusion on the statement, in so far as it relates to the amounts and disclosures included in respect of this subsidiary is based solely on such unaudited financial statements. In our opinion and according to the information and explanations given to us by the Board of Directors, the financial statement is not material to the Group.

Our report on the statement is not modified in respect of the above matter with respect to our reliance on the financial statements certified by the Board of Directors.

For Gopalaiyer and Subramanian  
Chartered Accountants  
(Firm Regn. No:000960S)



*B. Mahadevan*

CA.R. Mahadevan  
Partner  
M. no: 027497

UDIN: 23027497BGXPBD9825

Place: Coimbatore  
Date: 25.05.2023

# K G DENIM LIMITED

CIN : L17115TZ1992PLC003798

THEN THIRUMALAI

METTUPALAYAM - 641 302.

COIMBATORE DISTRICT

TAMILNADU, INDIA.

kg  
Denim

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email : cskgdl@kgdenim.in

GST : 33AAACK7940C1ZW



## Annexure -2

25<sup>th</sup> May 2023

To,

The Listing Department,  
BSE Limited,  
25<sup>th</sup> Floor, Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai 400 001.

Dear Sir,

**Sub : Declaration with respect to Auditor's Report with unmodified opinion to the Standalone and Consolidated Audited Financial Results for the financial year ended March 31, 2023.**

Pursuant to Regulation 33(3)(d) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, I, Sivagaminathan Manickam, Chief Financial Officer of the Company hereby declare that the Statutory Auditors of the Company Gopalaiyer and Subramanian, Chartered Accountants (Firm's Registration No.000960S) have expressed an unmodified / unqualified opinion(s) on the Standalone and Consolidated Annual Audited Financial Results of the Company for the Financial Year ended 31<sup>st</sup> March, 2023.

Thanking you

Yours faithfully

**For K G DENIM LIMITED**

  
**S MANICKAM**  
**CHIEF FINANCIAL OFFICER**

