



khaitan (India) Limited
CIN No. L10000WB1936PLC008775

Phone : (033) 4050 5000
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Ref: KIL: SEC: 68: 2022-23
Date: 14-02-2023

**To,
The Manager,
Listing Department,
National Stock Exchange of India Limited
Exchange Plaza, 5th Floor, Plot No. C/1, G Block,
Bandra-Kurla Complex, Bandra (E),
Mumbai - 400051, Maharashtra, India
NSE Symbol : KHAITANLTD**

**To,
The Secretary, Listing Department
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai - 400001.
Maharashtra, India
BSE Security Code : 590068**

Sub: Unaudited Financial Results for the Third Quarter and Nine Months ended 31st December, 2022.

Dear Sir,

Pursuant to Regulation 33 (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are enclosing herewith Unaudited Financial results of the Company along with copy of Statement issued by K. C. Bhattacharjee & Paul, Chartered Accountants, the Statutory Auditors of the company for the Third Quarter and Nine Months ended 31st December, 2022 which have been duly approved by the Board of Directors of the company in its board meeting held on today i.e. 14th February, 2023.

The full format of the Unaudited Financial Results for the Third Quarter and Nine Months ended 31st December, 2022 shall be available on the website of the Stock Exchanges www.nseindia.com, www.bseindia.com and also on the company's website at www.khaitansugar.in

The Board meeting commenced at 3:00 p.m. and concluded at 8.00 p.m.

Thanking You,

For KHAITAN (INDIA) LIMITED

Pradip Halder
(Company Secretary & Compliance Officer)

Limited review Report on unaudited financial results of Khaitan (India) Limited for the quarter and nine months period ended 31st December 2022 pursuant to Regulation 33 of Securities and Exchange Board of India (Listing Obligations and disclosure Requirements) Regulations, 2015.

Review report to
The Board of Directors
Khaitan (India) Limited
46, J. L. Nehru Road
Kolkata-700071

1. We have reviewed the accompanying statement of unaudited financial results of Khaitan (India) Limited (the Company) for the quarter and nine months period ended 31st December 2022, (the Statement), prepared by the management pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the Listing Regulations).
2. This statement, which is the responsibility of the company's management has been reviewed and approved by the company's Board of Directors at the meeting held on 14th February 2022, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards 34 "Interim Financial Reporting" (Ind AS 34) as prescribed under section 133 of Companies Act, 2013 as amended read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Standalone Statements are free of material misstatement. A review of interim financial information consists of making inquiries, primarily of Company's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. Our review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under section 143(10) of the Companies Act, 2013 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.

4. Basis for Qualified Conclusion

- a) Reference is invited to Note No – 4 to the financial results regarding the non-operation of sugar mill of the company for more than 3 years and management decision not to discontinue the operation of the said sugar mill. Considering the past history of non-operation of sugar mill division and absence of demonstrable evidence for resumption of the said division in the foreseeable future, in our opinion the related revenue, results liabilities should be considered as part of discontinued operation.



- b) With reference to Note No- 5, Fixed Assets of the Sugar Mill division especially the plant and machinery has not been used for active service for more than 3 years due to non-operation of the sugar mill. Considering the age of the assets and non-usage of machineries for a considerable time, the technical evaluation of the assets needs to be done for ascertainment of impairment provision. Since the technical evaluation is pending, the possible effect of the value of impairment of the assets on the financial results is not currently ascertainable. Had this technical evaluation complete, it may result into variation in the value of assets and consequent change in the amount of accumulated losses.
- c) Reference is invited to Note no - 6, in terms of the requirements of Ind AS 109, Financial Instruments, the company has not opted for Expected Credit Loss (ECL) model for estimating the provisions against Trade Receivables. Had the said model of estimation of receivable delinquencies been applied the balances of provisioning against trade receivables might undergone a change. The possible effect of the non-application of the ECL model on the financial statements could not be ascertained.

5. Qualified Conclusion

Based on our Review, with the exception of the matter described in the paragraph 3 above, and for reasons stated in paragraphs 4(a), 4(b) and 4(c), nothing has come to our attention that causes us to believe that the accompanying unaudited statement of financial results, read with the notes thereon, prepared in accordance with aforesaid Indian Accounting Standard (Ind AS) and other recognized accounting practices and policies generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligation and Disclosures Requirements) Regulation, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. Material Uncertainty related to Going Concern

We draw attention to Note no. 2 of the financial results which indicates that the company's net worth has got gradually reduced and the company has earned profit during the quarter and incurred loss during nine months period ended 31st December 2022 and also in the immediately preceding few financial years. As the Management is hopeful of improved results in subsequent years, the accounts of the company have been prepared on going concern basis.

7. Emphasis of Matter

Without modifying our opinion attention is drawn to following matters:

- a) Reference is invited to Note No – 9, wherein the company has not considered for preparation of the consolidated financial statements as the condition for preparation of consolidated financial statements is not applicable as for the reasons that the company neither hold any significant equity interest nor exercise any control in the said company. Further, from the perspective of requirement of consolidated financial statement, no material reported financial transactions are there.



- b) Reference is invited to Note No.-10 to financial results, balances of trade receivables, trade payables, loans and advances, claims recoverable and bank statements are subject to reconciliation and confirmation.

For K. C. Bhattacharjee & Paul

Chartered Accountants

FRN: 303026E



Biswajit Datta

(Partner)

Membership No.: 055582

UDIN: 23055582BGQZGA9168



Place: Kolkata

Date: 14 02 2023

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2022

Sl. No.	Particulars	Rs. In Lakhs					
		Quarter ended			Nine Months ended		Year ended
		31.12.2022 (Unaudited)	30.09.2022 (Unaudited)	31.12.2021 (Unaudited)	31.12.2022 (Unaudited)	31.12.2021 (Unaudited)	31.03.2022 (Audited)
1	Income:						
a	Revenue from Operations	1,475.98	1,384.05	1,298.39	4,646.56	3,564.78	5,226.10
b	Other Income	161.39	10.47	14.15	176.06	22.13	200.77
	Total Income	1,637.37	1,394.52	1,312.54	4,822.62	3,586.91	5,426.87
2	Expenses:						
a	Cost of Materials Consumed	-	-	-	-	-	-
b	Purchases of Trading Goods	1,119.64	1,160.39	901.42	3,670.97	2,476.93	3,927.23
c	Changes in inventories of finished goods, work-in-progress and stock-in-trade	2.43	(137.68)	43.87	(162.38)	107.60	101.57
d	Employee benefits expense	145.90	148.99	144.31	423.59	403.52	558.25
e	Finance Cost	72.69	74.59	73.69	212.56	238.31	250.30
f	Depreciation & Amortisation Expenses	44.93	44.94	44.96	134.81	134.89	179.75
g	Other expenses	176.45	173.27	109.01	568.84	375.36	738.31
	Total Expenses	1,562.04	1,464.50	1,317.26	4,848.39	3,736.61	5,755.41
3	Profit before Tax (1-2)	75.33	(69.98)	(4.72)	(25.77)	(149.70)	(328.54)
4	Tax Expenses:						
	Current Tax	-	-	-	-	-	-
	Deferred Tax Written off	-	-	-	-	-	-
	Total tax expenses	-	-	-	-	-	-
5	Profit / (Loss) for the year (3-4)	75.33	(69.98)	(4.72)	(25.77)	(149.70)	(328.54)
6	Other Comprehensive Income						
A	(i) Items that will not be reclassified to profit or loss	-	-	-	-	-	63.29
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-	-
B	(i) Items that will be reclassified to profit or loss	-	-	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
	Other Comprehensive Income for the Year	-	-	-	-	-	63.29
7	Total Comprehensive Income for the Year	75.33	(69.98)	(4.72)	(25.77)	(149.70)	(265.25)
8	Paidup Equity Share Capital (Face Value per share Rs.10/-)	475	475	475	475	475	475
9	Reserve and Surplus (Excluding Revaluation Reserve) as per Balance Sheet of Year End	-	-	-	-	-	(1,424.65)
10	Earning Per equity share of Rs.10/- each Basic and Diluted (Rs.)	1.59	(1.47)	(0.10)	(0.54)	(3.15)	(6.92)

Notes to Unaudited Financial Results for the Quarter and nine months ended December 31, 2022

- 1) The above financial result including statement of business segment have been prepared in accordance with the Indian Accounting Standards ("Ind AS") - 34 "Interim Financial Reporting" as prescribed under section 133 of Companies Act, 2013 and rules made thereon and have been compiled keeping in view of the provisions of Regulation 33 of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 (as amended). These results were reviewed by Audit Committee and approved by the Board of Directors at its meeting held on 14th February 2023. The statutory auditors have carried out a limited review of these financial results and have given modified conclusion on the same.
- 2) The net worth of the company has gradually reduced and the company has earned profit during the quarter but incurred loss in nine months period ended 31st December 2022 and also in the immediately preceding few financial years. However, considering the various business improvement related measures undertaken in the recent past, the Management is hopeful of improved results in current and subsequent years and the accounts of the company have been prepared on going concern basis.
- 3) The Company operates predominantly in three business segments, viz., Agriculture, Sugar & Electrical goods. The sales of the Company are mainly in India and export sales are less than 10% of the total turnover of the Company. Further, the company does not hold any material assets at overseas locations, hence there are no reportable geographical segments.
- 4) Operational activity of the sugar division of the company is under suspension for more than 3 years as the division has incurred heavy losses because of various reasons like high cost of production and un-remunerative selling prices. The management is expecting that situation will improve in future as various remedial measures were initiated. The management has no plan to discontinue the activities related to sugar division. Hence, pending implementation and conclusion of remedial measures the same has been considered as part of continuing business operations.
- 5) In the opinion of the management, Fixed Assets of the non-operative sugar division of the company has an aggregate realizable value higher than the book value and therefore do not envisage any possibility of the impairment at this stage. However, the management has planned to carryout independent technical evaluation of the asset pertaining to the said division. Pending completion of the said exercise, necessary impairment losses, if any, will be recognised after the completion of such exercise.
- 6) The Management has opted not to apply the Expected Credit Loss (ECL) Model for the provision of Trade Receivables for the quarter and nine months period ended 31st December 2022. Considering the past credit history, business volume and expected cash flows from its debtors for the contractual cash flows, Company is carrying sufficient provision, which in opinion of the management is reasonable and adequate to cover any expected credit impairment on the receivables balances. The said balances will be adjusted/recovered in due course of time and does not necessitate any further provisioning.
- 7) No deferred tax has been recognised in current years, owing to uncertainty associated with generation of adequate taxable profits in foreseeable period.
- 8) Bearer Plants comprising of matured plants are stated at cost and disclosed under Property, plant & Equipment. Depreciation on bearer plants is recognised so as to write off its useful lives using the straight line method. Management has estimated the useful lives of bearer plants to be 20 years keeping residual value @ 5%.
- 9) The company was having more than 20% equity share stake in M/s Khaitan Lefin Ltd. till 20th December 2022. Subsequently the company has sold part of said equity shares. As on date of the financial results, the condition for preparation of consolidated financial statements of the company is not applicable as for the reasons that the company neither hold any significant equity interest nor exercise any control in the said company. Further, from the perspective of requirement of consolidated financial statement, no material reported financial transactions are there.
- 10) The balance of debtors, Creditors, Loan, advance, Claims and deposits and Bank accounts are subject to confirmation/ reconciliation. In the opinion of the management adjustments, if any, arising therefrom are not likely to be material on settlement, are accounted as and when ascertain.
- 11) The figures of the quarter ended 31st December 2022 are the balancing figures between unaudited figures in respect of the nine months period ended 31st December 2022 and the unaudited published figures for the half year ended 30th September 2022, being the date of the end of the second quarter of the said financial year which were subjected to limited review.
- 12) The figures of previous periods/ years have been regrouped / reclassified wherever necessary to make them comparable with those of the current period.



By Order of the Board of Directors

Kolkata

Place of Signature : Kolkata
Date: 14th February, 2023

KHAITAN INDIA LIMITED
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CIN:L10000WB1936PLC008775
REPORTING OF BUSINESS SEGMENT INFORMATION

S.N	PARTICULARS	Rs. In Lakh					
		Quarter ended			Nine Months ended		Year ended
		31.12.2022 (Unaudited)	30.09.2022 (Unaudited)	31.12.2021 (Unaudited)	31.12.2022 (Unaudited)	31.12.2021 (Unaudited)	31.03.2022 (Audited)
I	Segment Revenue						
	(a) Electrical Goods	1,472.59	1,375.83	1,279.02	4,621.30	3,528.15	5,183.70
	(b) Sugar	1.20	-	-	1.20	-	-
	(c) Agriculture	2.18	8.23	19.37	24.06	36.63	42.40
	Total	1,475.97	1,384.06	1,298.39	4,646.56	3,564.78	5,226.10
	Less: Inter Segement Revenue	-	-	-	-	-	-
	Revenue from Operations	1,475.97	1,384.06	1,298.39	4,646.56	3,564.78	5,226.10
II	Segment Results(Profit before Finance Cost and Taxes)						
	(a) Electrical Goods	199.42	53.08	77.77	331.62	222.31	185.10
	(b) Sugar	(49.26)	(51.61)	(26.30)	(155.02)	(155.84)	(270.32)
	(c) Agriculture	(2.14)	3.14	17.50	10.19	22.14	6.98
	Total	148.02	4.61	68.97	186.79	88.61	(78.24)
	Less:						
	(a) Finance Cost	72.69	74.59	73.69	212.56	238.31	250.30
	(b) Other Unallocable (Income)	-	-	-	-	-	-
	Profit / (Loss) Before Tax	75.33	(69.98)	(4.72)	(25.77)	(149.70)	(328.54)
III	Segment Assets						
	(a) Electrical Goods	2,135.26	2,762.25	2,251.31	2,135.26	2,251.31	2,839.15
	(b) Sugar	256.52	296.98	478.89	256.52	478.89	377.34
	(c) Agriculture	4,439.38	4,439.88	4,461.83	4,439.38	4,461.83	4,440.90
	(d) Unallocated	-	-	-	-	-	-
	Total Segment Assets	6,831.15	7,499.11	7,192.03	6,831.15	7,192.03	7,657.39
IV	Segment Liabilities						
	(a) Electrical Goods	4,032.29	4,786.02	4,281.49	4,032.29	4,281.49	4,855.24
	(b) Sugar	(1,913.51)	(1,922.30)	(1,960.63)	(1,913.51)	(1,960.63)	(1,947.70)
	(c) Agriculture	2,989.49	2,987.85	3,006.96	2,989.49	3,006.96	3,001.20
	(d) Unallocated	-	-	-	-	-	-
	Total Segment Liabilities	5,108.27	5,851.57	5,327.82	5,108.27	5,327.82	5,908.74
V	Segment Capital (III - IV)						
	(a) Electrical Goods	(1,897.03)	(2,023.77)	(2,030.18)	(1,897.03)	(2,030.18)	(2,016.09)
	(b) Sugar	2,170.03	2,219.28	2,439.52	2,170.03	2,439.52	2,325.04
	(c) Agriculture	1,449.89	1,452.03	1,454.87	1,449.89	1,454.87	1,439.70
	(d) Unallocated	-	-	-	-	-	-
	Total Capital Employed	1,722.88	1,647.54	1,864.21	1,722.88	1,864.21	1,748.65

