



# LKP Finance Ltd.

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Regd. Off.: 112 - A / 203, Embassy Centre, Nariman Point, Mumbai - 400 021.  
Tel.: 4002 4785 / 86 • Fax : 2287 4787 • Website : www.lkpsec.com  
CIN : L65990MH1984PLC032831

July 25, 2020

To  
Dept. of Corporate Services  
**BSE Limited**  
P. J. Towers,  
Dalal Street, Fort,  
Mumbai 400 001

**Scrip Code: 507912**

Dear Sir,

**Sub: Outcome of Board Meeting held on June 27, 2020 – Annexure - I - Consolidated statement of cash flows for the year ended 31 March 2020**

This is with reference to our Outcome of Board Meeting held on June 27, 2020, for submission of Audited Financial Results for the Quarter and the Financial Year ended 31st March, 2020. We would like to inform you that the scan copy 'Annexure - I - Consolidated statement of cash flows for the year ended 31 March 2020' to the Audited Consolidated Financial Results for quarter / year ended March 31, 2020 was inadvertently overlooked and was missing while uploading the results on the website.

We hereby submit the Outcome of Board Meeting held on June 27, 2020 along with the Annexure - I - Consolidated statement of cash flows for the year ended 31 March 2020 and request you to consider the same.

Other than aforementioned, there are no other changes.

This is for your information and records.

Thanking you,

Yours faithfully,  
For **LKP Finance Limited**  
**Sd/-**  
**Girish Innani**  
**GM (Legal) & Company Secretary**  
**Contact: 98219 30869**  
Encl: a/a



# LKP Finance Ltd.

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Tel.: 4002 4785 / 86 • Fax : 2287 4787 • Website : www.lkpsec.com  
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June 27, 2020

To  
Dept. of Corporate Services  
**BSE Limited**  
P. J. Towers,  
Dalal Street, Fort,  
Mumbai 400 001

**Scrip Code: 507912**

Dear Sir,

**Sub: Outcome of Board Meeting held on June 27, 2020 – Audited Financial Results for the Quarter and Financial Year ended 31st March, 2020**

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI Listing Regulations”), we wish to inform that the Board of Directors of the Company at its Meeting held today i.e. June 27, 2020, inter-alia, approved the Audited Financial Results (Standalone and Consolidated) of the Company for the quarter and financial year ended March 31, 2020.

Further the Board of Directors did not recommend any final dividend on the Equity Shares and accordingly, it has confirmed that Interim Dividend of Rs. 2/- per share (20%) on the Equity Shares of the Company declared on March 9, 2020, as the final dividend for the Financial Year ended March 31, 2020;

Accordingly, we enclose herewith the following:

1. Audited (Standalone and Consolidated) financial results of the Company for the quarter and financial year ended March 31, 2020;
2. Auditors' Reports on the audited (Standalone and Consolidated) financial results; and
3. Declaration in respect of Auditors' Reports with unmodified opinion.

The Meeting of the Board of Directors commenced at 04:00 PM and concluded at 05:45 PM

You are requested to take the same on your record.

For **LKP Finance Limited**

**Mahendra V. Doshi**  
**Executive Chairman & Managing Director**  
Encl: a/a

LKP Finance Limited  
CIN: L65990MH1984PLCO032831  
Regd Office :- 112-A / 203, Embassy Centre, Nariman point, Mumbai 400021  
Audited Standalone Financial Results for the quarter / year ended 31 March 2020

(Rs.in lacs except per share data)

Particulars	Standalone					
	Quarter ended			Year Ended		
	31 March 2020 Audited (Refer note 10)	31 December 2019 Unaudited (refer note 10)	31 March 2019 Audited (Refer note 10)	31 March 2020 Audited (Refer note 10)	31 March 2019 Audited (Refer note 10)	
<b>Revenue From Operations</b>						
Interest Income	120.54	94.59	72.17	539.77	400.93	
Dividend Income	3.04	2.35	-	11.29	91.59	
Net Gain on fair value charges	-	37.76	-	-	-	
Other operating income	461.33	386.46	-	1,385.07	954.76	
<b>I Total Revenue from Operations</b>	<b>584.91</b>	<b>521.16</b>	<b>72.17</b>	<b>1,936.13</b>	<b>1,447.28</b>	
<b>II Other Income</b>	<b>5.05</b>	<b>2.96</b>	<b>20.00</b>	<b>8.01</b>	<b>3,021.40</b>	
<b>III Total Income (I+II)</b>	<b>589.96</b>	<b>524.12</b>	<b>92.16</b>	<b>1,944.15</b>	<b>4,468.68</b>	
<b>Expenses</b>						
Finance Costs	81.03	55.03	82.18	219.78	233.40	
Fees and Commission Expenses	11.50	15.10	7.03	53.90	7.03	
Net Loss on fair value changes	3,003.53	-	55.64	3,009.75	357.69	
Impairment on financial instruments	188.24	-	-	188.24	712.62	
Employee Benefit Expenses	175.75	69.06	17.30	501.55	259.89	
Depreciation, Amortization and impairment	0.19	0.20	0.23	0.86	10.26	
Other Expenses	115.50	61.35	46.81	238.55	262.43	
<b>IV Total expenses</b>	<b>3,575.75</b>	<b>200.74</b>	<b>209.19</b>	<b>4,212.64</b>	<b>1,843.32</b>	
<b>V Profit/ (Loss) before tax ( III-IV)</b>	<b>(2,985.79)</b>	<b>323.38</b>	<b>(117.03)</b>	<b>(2,268.50)</b>	<b>2,625.36</b>	
<b>VI Tax expenses</b>						
Current tax	(147.67)	66.67	(52.00)	-	633.00	
Deferred tax (Assets) / Liabilities	-	-	10.29	-	10.29	
<b>Total Tax Expenses</b>	<b>(147.67)</b>	<b>66.67</b>	<b>(41.71)</b>	<b>-</b>	<b>643.30</b>	
<b>VII Profit / (Loss) for the year ( V-VI)</b>	<b>(2,838.11)</b>	<b>256.71</b>	<b>(75.31)</b>	<b>(2,268.50)</b>	<b>1,982.07</b>	
<b>VIII Other Comprehensive Income</b>						
(i) Items that will not be reclassified to profit or loss						
a) Re-mesurement of defined benefit obligation	1.76	(1.73)	0.40	(3.43)	1.38	
b) Fair value changes of equity instruments through other comprehensive income	44.96	-	0.42	44.96	0.42	
<b>IX Other Comprehensive Income for the year</b>	<b>46.72</b>	<b>(1.73)</b>	<b>0.82</b>	<b>41.52</b>	<b>1.80</b>	
<b>Total Comprehensive Income for the period (VIII+IX)</b>	<b>(2,791.40)</b>	<b>254.98</b>	<b>(74.49)</b>	<b>(2,226.98)</b>	<b>1,983.87</b>	
Paid up Equity Share Capital (face value Rs. 10 per share)			1,256.86		1,256.86	
Reserves excluding Revaluation Reserve						
Earnings per Share - Basic (Rs.)	(22.58)	2.04	(0.60)	(18.05)	15.78	
Earnings per Share - Diluted (Rs.)	(22.58)	2.04	(0.60)	(18.05)	15.78	

Statement of standalone audited financial result for the quarter and Financial year ended 31 March 2020

Disclosure of standalone assets and liabilities as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as at 31 March 2020:

	Standalone	
	As at 31 March,2020	As at 31 March,2019
<b>I ASSETS</b>		
<b>(1) Financial Assets</b>		
(a) Cash and cash equivalents	417.83	399.50
(b) Bank Balance other than (a) above	1,819.40	1,819.15
(c) Receivables		
(i) Trade receivables	1,165.76	1,564.16
(d) Loans	3,826.63	3,699.24
(e) Investments	8,316.99	11,482.45
(f) Other Financial assets	954.46	952.46
<b>Total Financial Assets</b>	<b>16,501.07</b>	<b>19,916.96</b>
<b>(2) Non-Financial Assets</b>		
(a) Current tax assets (net)	453.99	288.74
(b) Deferred tax assets (net)	663.20	663.20
(c) Property, plant and Equipment	13.45	16.34
(d) Other non-financial assets (refer note 12)	1,173.63	57.08
<b>Total Non-Financial Assets</b>	<b>2,304.27</b>	<b>1,025.37</b>
<b>TOTAL ASSETS</b>	<b>18,805.34</b>	<b>20,942.32</b>
<b>II LIABILITIES AND EQUITY</b>		
<b>LIABILITIES</b>		
<b>(1) Financial Liabilities</b>		
(a) Trade payable	133.49	-
(II) Other payable	239.89	73.73
(b) Borrowings	3,596.65	3,596.65
(c) Other financial liabilities	64.19	65.20
<b>Total Financial Liabilities</b>	<b>4,034.22</b>	<b>3,735.58</b>
<b>(2) Non-Financial Liabilities</b>		
(a) Provisions	12.46	15.22
(b) Other non-financial liabilities	128.74	31.57
<b>Total Non-financial liabilities</b>	<b>141.20</b>	<b>46.79</b>
<b>(3) Equity</b>		
(a) Equity Share Capital	1,256.86	1,256.86
(b) Other Equity	13,373.06	15,903.09
<b>Total Equity</b>	<b>14,629.92</b>	<b>17,159.95</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>18,805.34</b>	<b>20,942.32</b>

## Annexure -I Statement of standalone cash flows for the year ended 31 March 2020

	Year ended	Year ended
	31 March, 2020	31 March, 2019
<b>A. Cash flow from operating activities</b>		
<b>Profit/ ( loss ) before tax</b>	<b>(2,268.50)</b>	<b>2,625.36</b>
Adjustments for:		
Depreciation and amortization expense	0.86	10.26
Loss on sale/ discard of property, plant and equipment/ intangibles	(2.96)	33.02
Interest expense	101.57	114.48
Interest Income	(168.65)	(281.27)
Dividend Income	(11.29)	(91.59)
Net loss/ (gain) on Investments carried at fair value through profit and loss	3,009.75	357.69
Net loss/ (gain) on sale of investments	(1,382.94)	(954.76)
Impairment on financial instruments	188.24	712.62
<b>Operating profit before working capital changes</b>	<b>(533.92)</b>	<b>2,525.80</b>
Adjustments for:		
Decrease / (increase) in Trade Receivables	398.40	(1,561.57)
(Decrease) /increase in Trade payables and other payables	299.64	(10.26)
(Decrease) /increase in Financial assets	(2.00)	(447.88)
(Decrease) /increase in Non financial assets	(1,119.98)	(21.30)
Other Non-Financial Liabilities	97.16	(0.32)
Other Financial Liabilities	(1.01)	(12.10)
Provision for Mark to Market Losses on Future Contracts		(3.88)
<b>Cash generated from operations</b>	<b>(861.71)</b>	<b>468.49</b>
Direct tax paid (net of refunds)	(165.25)	(626.22)
<b>Net cash from/ (used in) operating activities (A)</b>	<b>(1,026.95)</b>	<b>(157.73)</b>
<b>B. Cash flow from investing activities</b>		
Sale of Property, plant and equipment and intangible assets	5.00	118.41
Purchase of investments	(2,000.00)	
(Increase)/ decrease in investments held for trading	3,583.61	(1,901.51)
(Increase) in loans given (net)	(318.40)	(3,137.60)
(Increase)/ decrease in bank deposits	(0.25)	12.69
Interest received	168.65	281.27
Dividend received	11.29	91.59
<b>Net cash from/ (used in) investing activities (B)</b>	<b>1,449.90</b>	<b>(4,535.15)</b>
<b>C. Cash flow from financing activities</b>		
Proceeds from issues of shares on ESOP including premium	-	167.40
Dividend Paid	(303.05)	(757.13)
Increase/ (decrease) in borrowings (net)		(1,988.18)
Interest paid	(101.57)	(114.48)
<b>Net cash from/ (used in) financing activities (C)</b>	<b>(404.63)</b>	<b>(2,692.38)</b>
Net changes in cash and cash equivalents (A+B+C)	18.32	(7,385.27)
Cash and cash equivalents at the beginning of the year	399.50	7,784.77
<b>Cash and bank balances at the end of the year</b>	<b>417.83</b>	<b>399.50</b>
<b>Notes:</b>		
1. Previous year figures have been regrouped or recast wherever, considered necessary		
2. <b>Cash and cash equivalents consists of :</b>		
Cash in Hand	0.06	0.08
<b>Balances with banks:</b>		
in current accounts	402.91	399.42
Cheques in hand	14.86	-
<b>Total</b>	<b>417.83</b>	<b>399.50</b>

**Notes :**

- The above financial results were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 27 June 2020
- The Company has adopted Indian Accounting Standards ('Ind AS') notified under Section 133 of the Companies Act 2013 ('the Act') read with the Companies (Indian Accounting Standards) Rules, 2015 from 1 April 2019 and the effective date of such transition is 1 April 2018. Such transition has been carried out from the erstwhile Accounting Standards notified under the Act, read with relevant rules issued thereunder and guidelines issued by the Reserve Bank of India ('RBI') (collectively referred to as 'the Previous GAAP'). Accordingly, the impact of transition has been recorded in the opening reserves as at 1 April 2018 and the corresponding figures presented in these results have been restated / reclassified. The above results have been prepared in accordance with Indian Accounting Standards (Ind AS), the provisions of the Companies Act, 2013 (the Act) as applicable and Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- Restated financial results and reconciliation in accordance with IND AS 101- First time adoption of India Accounting standards are as give under
  - Reconciliation of above mentioned results under previous Generally Accepted Accounting Principles GAAP) are as follows

	( Rs. In lakhs )	
	Quarter ended 31 March, 2019 (Audited)	Year ended 31 March, 2019 (Audited)
Net profit / ( Loss ) after tax as reported under Previous GAAP	(161.32)	2,418.02
<b>Adjustments increasing/(decreasing) net profit after tax as reported under Previous GAAP:</b>		
Fair valuation of employee stock options	6.17	5.77
Remeasurement of Defined benefit obligation	-	(1.58)
Fair valuation of financial assets at fair value through profit and loss	162.28	(357.69)
Tax paid for earlier years	(82.43)	(82.43)
Net Profit/ ( Loss ) after tax as per Ind AS	<b>(75.31)</b>	<b>1,982.07</b>
Fair valuation of financial assets at fair value through other comprehensive income	0.42	0.42
Remeasurement of Defined benefit obligation	0.40	1.38
Total comprehensive income	<b>(74.49)</b>	<b>1,983.87</b>

- As required by Ind AS 101, equity reconciliation between the figures reported under Previous GAAP and Ind AS is as under:

	As at 31 March 2019 ( Audited )
Equity as reported under Previous GAAP	15,138.95
<b>Adjustments increasing/(decreasing) equity as reported under Previous GAAP :</b>	
Fair value change on financial assets at fair value through other comprehensive income	363.22
Fair valuation of financial assets at fair value through profit and loss	401.12
Remeasurement of Defined benefit obligation	(0.20)
<b>Equity as per Ind AS</b>	<b>15,903.09</b>

- The Company has paid an interim dividend of Rs 2/- per share for the financial year 2019-2020 and the same is treated as final dividend for financial year 2019-2020
- The Company is engaged primarily in the business of investment and financing activities, and accordingly there are no separate reportable segments as per Ind AS - 108 Operating Segment.
- Other income for the year ended 31 March 2019 includes Rs 3000 lakhs on assignment of non performing trade receivables and loans which have been written off in earlier year.
- Refer Annexure I for statement of cash flows
- COVID-19 was declared a Global Pandemic on 11 March 2020 by the WHO and the Government of India announced a Lockdown on 24 March 2020. We believe that the impact assessment of this pandemic is a continuous evolving process, given its intensity in the Financial Capital of India. Your company shall continue to monitor all material changes to future conditions arising due to pandemic.
- Figures for the quarter ended 31 March 2020 and 31 March 2019 are the balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures upto the third quarter of the respective financial years. Published year to date figures up to the end of third quarter of the current and previous financial year were recast to conform to the requirements of Schedule III of the Companies Act, 2013.

11 State Bank of India obtained an order from Debt Recovery Tribunal (DRT), Bangalore against Kingfisher Airlines, United Breweries (Holdings) Limited and Others for recovery of dues from them. The Company received a garnishee order from the Recovery Officer, DRT, Bangalore for an amount of Rs 25 crores (plus interest) as the financial statements of Kingfisher Finvest Limited showed an amount of Rs 25 crores due from the Company. The Company has contested the same. The matter is presently pending before the Debt Recovery Appellate Tribunal, Chennai for hearing. The Company has deposited an amount of Rs 11.26 crores with the DRT which is on account of deposit for preferring the Appeal before DRAT, Chennai

12 Previous period figures have been regrouped/ reclassified, wherever necessary to conform the current period's presentation

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

**Mumbai, 27 June 2020**

**Mahendra V. Doshi  
Executive Chairman & Managing Director**

## Independent Auditor's Report

To The Board of Directors of LKP Finance Limited

### Report on the Audit of the Standalone Financial Results

We have audited the accompanying Statement of standalone Ind AS financial results of **LKP Finance Limited** (hereinafter referred to as "the Company"), for the year ended 31 March 2020 ("the Statement"), 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").

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

- a) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations, in this regard; and
- b) gives 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 31 March 2020.

### 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 Ind AS 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 ("ICAI") together with the ethical requirements that are relevant to our audit of the standalone Ind AS financial statements under the provision of the Act and the Rules thereunder, and we have fulfilled our ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained, is sufficient and appropriate to provide a basis for our audit opinion.

### Emphasis of Matter

As described in Note 11 to the standalone Ind AS financial results, State Bank of India obtained an order from Debt Recovery Tribunal (DRT), Bangalore against Kingfisher Airlines, United Breweries (Holdings) Limited and Others for recovery of dues from them. The Company received a garnishee order from the Recovery Officer, DRT, Bangalore for an amount of Rs 25 crores (plus interest) as the financial statements of Kingfisher Finvest Limited showed an amount of Rs 25 crores due from the Company. The Company has contested the same. The matter is presently pending before the Debt Recovery Appellate Tribunal, Chennai for hearing. The scope, duration or outcome of the matter is uncertain. Our opinion is not modified in respect of this matter.



### **Management's Responsibilities for the Standalone Annual Ind AS Financial Results**

These standalone annual Ind AS financial results have been prepared on the basis of standalone annual financial statements. The Company's Board of Directors are responsible for the preparation and presentation of these standalone annual Ind AS 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 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 annual Ind AS 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 Ind AS 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 is responsible for overseeing the financial reporting process of the Company.

### **Auditor's Responsibilities for the Audit of the Standalone Ind AS Financial Results**

Our objectives are to obtain reasonable assurance about whether the standalone Ind AS 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 Ind AS 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 Ind AS 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 financial 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 Ind AS financial statements on whether the Company has adequate internal financial controls with reference to standalone Ind AS 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 Ind AS financial results made by the management.
- Conclude on the appropriateness of the management's 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 standalone Ind AS 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 Ind AS financial results, including the disclosures, and whether the standalone Ind AS 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 controls that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

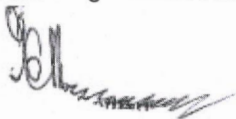
**Other matter**

The standalone Ind AS financial results include the results for the quarter ended 31 March 2020 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 subject to limited review by us.

For **MGB & Co LLP**

Chartered Accountants

Firm Registration Number 101169W/W-100035



**Sanjay Kothari**

Partner

Membership Number 048215

Mumbai, 27 June 2020

UDIN: 20048215AAAACV7542





LKP Finance Limited  
CIN: L65990MH1984PLC032831  
Regd Office :- 112-A / 203, Embassy Centre, Nariman point, Mumbai 400021  
Audited Consolidated Financial Results for quarter/ year ended 31 March 2020

(Rs.in lacs except per share data)

Particulars	Consolidated				
	Quarter ended			Year ended	
	31 March 2020	31 December 2019	31 March 2019	31 March 2020	31 March 2019
	Audited (Refer note 10)	Unaudited (Refer note 10)	Audited (Refer note 10)	Audited (Refer note 10)	Audited (Refer note 10)
<b>Revenue From Operations</b>					
Interest Income	120.54	94.59	72.17	539.77	400.93
Dividend Income	3.04	2.35	0.24	11.41	91.85
Net Gain on fair value changes	-	37.76	-	-	-
Other operating income	461.33	386.46	-	1,385.07	957.94
<b>I Total Revenue from Operations</b>	<b>584.92</b>	<b>521.16</b>	<b>72.41</b>	<b>1,936.25</b>	<b>1,450.72</b>
<b>II Other Income</b>	<b>5.14</b>	<b>2.96</b>	<b>20.00</b>	<b>8.10</b>	<b>3,021.40</b>
<b>III Total Income ( I+II)</b>	<b>590.05</b>	<b>524.12</b>	<b>92.42</b>	<b>1,944.35</b>	<b>4,472.12</b>
<b>Expenses</b>					
Finance Costs	82.02	56.02	83.16	223.76	237.36
Fees and Commission Expenses	11.50	15.10	7.03	53.90	7.03
Net Loss on fair value changes	3,003.54	-	55.89	3,009.75	357.69
Impairment on financial instruments	188.24	-	-	188.24	712.62
Employee Benefit Expenses	175.75	69.06	17.30	501.55	259.89
Depreciation, Amortization and impairment	0.34	0.33	0.38	1.42	10.88
Other Expenses	115.95	61.38	47.09	239.06	262.96
<b>IV Total expenses</b>	<b>3,577.35</b>	<b>201.89</b>	<b>210.85</b>	<b>4,217.68</b>	<b>1,848.44</b>
<b>V Profit/ (Loss) before tax ( III-IV)</b>	<b>(2,987.28)</b>	<b>322.23</b>	<b>(118.44)</b>	<b>(2,273.33)</b>	<b>2,623.69</b>
<b>VI Tax expenses</b>					
Current tax - Current Year	(147.67)	66.67	(52.00)	-	633.00
Deferred tax (Assets) / Liabilities	-	-	10.29	-	10.29
<b>Total Tax Expenses</b>	<b>(147.67)</b>	<b>66.67</b>	<b>(41.71)</b>	<b>-</b>	<b>643.29</b>
<b>VII Profit / (Loss) for the year ( V-VI)</b>	<b>(2,839.61)</b>	<b>255.56</b>	<b>(76.72)</b>	<b>(2,273.33)</b>	<b>1,980.40</b>
<b>VIII Other Comprehensive Income</b>					
(i) Items that will not be reclassified to profit or loss					
a) Re-mesurement of defined benefit obligation	1.76	(1.73)	0.40	(3.43)	1.38
b) Fair value changes of equity instruments through other comprehensive income	48.05	(14.80)	(13.98)	34.51	(8.31)
<b>IX Other Comprehensive Income for the year</b>	<b>49.81</b>	<b>(16.53)</b>	<b>(13.58)</b>	<b>31.08</b>	<b>(6.93)</b>
<b>Total Comprehensive Income for the period (VII+IX)</b>	<b>(2,789.81)</b>	<b>239.03</b>	<b>(90.30)</b>	<b>(2,242.25)</b>	<b>1,973.47</b>
Paid up Equity Share Capital (face value Rs. 10 per share)				1,256.86	1,256.86
Reserves excluding Revaluation Reserve					
Earnings per Share - Basic (Rs.)	-22.59	2.03	(0.61)	(18.09)	15.76
Earnings per Share - Diluted (Rs.)	-22.59	2.03	(0.61)	(18.09)	15.76

Statement of standalone audited financial result for the quarter and financial year ended 31 March 2020

Disclosure of Consolidated assets and liabilities as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as at 31 March 2020:

Particulars	Consolidated	
	As at March 31, 2020 Audited	As at March 31, 2019 Audited
<b>I ASSETS</b>		
(1) <b>Financial Assets</b>		
(a) Cash and cash equivalents	418.09	400.31
(b) Bank Balance other than (a) above	1,819.40	1,819.15
(c) Receivables	-	-
(i) Trade receivables	1,165.76	1,564.16
(d) Loans	3,826.64	3,699.24
(e) Investments	8,157.78	11,333.68
(f) Other Financial assets	802.23	802.23
<b>Total Financial Assets</b>	<b>16,189.90</b>	<b>19,618.77</b>
(2) <b>Non-Financial Assets</b>		
(a) Current tax assets (net)	453.99	288.74
(b) Deferred tax assets (net)	663.20	663.20
(c) Property, plant and Equipment	18.45	21.91
(d) Goodwill	143.00	143.00
(e) Other non-financial assets	1,173.63	57.08
<b>Total Non-Financial Assets</b>	<b>2,452.27</b>	<b>1,173.93</b>
<b>TOTAL ASSETS</b>	<b>18,642.17</b>	<b>20,792.70</b>
<b>II LIABILITIES AND EQUITY</b>		
<b>LIABILITIES</b>		
(1) <b>Financial Liabilities</b>		
(a) Trade payable	133.49	-
(II) Other payable	254.78	86.57
(b) Borrowings	3,613.15	3,613.15
(c) Other financial liabilities	64.19	65.50
<b>Total Financial Liabilities</b>	<b>4,065.61</b>	<b>3,765.22</b>
(2) <b>Non-Financial Liabilities</b>		
(a) Provisions	12.46	15.22
(b) Other non-financial liabilities	128.75	31.61
<b>Total Non-financial liabilities</b>	<b>141.21</b>	<b>46.83</b>
(3) <b>Equity</b>		
(a) Equity Share Capital	1,256.86	1,256.86
(b) Other Equity	13,178.49	15,723.79
<b>Total Equity</b>	<b>14,435.35</b>	<b>16,980.65</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>18,642.17</b>	<b>20,792.70</b>

**Notes :**

- 1 The above audited consolidated financial results were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 27 June 2020
- 2 The Group has adopted Indian Accounting Standards ('Ind AS') notified under Section 133 of the Companies Act 2013 ('the Act') read with the Companies (Indian Accounting Standards) Rules, 2015 from 1 April 2019 and the effective date of such transition is 1 April 2018. Such transition has been carried out from the erstwhile Accounting Standards notified under the Act, read with relevant rules issued thereunder and guidelines issued by the Reserve Bank of India ('RBI') (collectively referred to as 'the Previous GAAP'). Accordingly, the impact of transition has been recorded in the opening reserves as at 1 April 2018 and the corresponding figures presented in these results have been restated / reclassified. The above results have been prepared in accordance with Indian Accounting Standards (Ind AS), the provisions of the Companies Act, 2013 (the Act) as applicable and Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- 3 Restated financial results and reconciliation in accordance with IND AS 101- First time adoption of India Accounting standards are as give under

(Rs. In lakhs)

Particulars	Quarter ended	Year ended
	31.03.2019 ( Audited )	31.03.2019 ( Audited )
Net profit / ( Loss ) after tax as reported under Previous GAAP	(162.74)	2416.34
<b>Adjustments increasing( decreasing) net profit after tax as reported under Previous GAAP:</b>		
Fair valuation of employee stock options	6.17	5.77
Fair valuation of financial assets at fair value through profit and loss	162.28	-357.69
Remeasurement of Defined benefit obligation	-	-1.58
Tax paid for earlier years	(82.43)	-82.43
<b>Net profit/ ( Loss ) after tax as per Ind AS</b>	<b>-76.72</b>	<b>1980.40</b>
Fair Value change on equity instruments through Other Comprehensive Income	(13.98)	-8.31
Remeasurement gains/losses on defined benefit plan	0.40	1.38
<b>Total comprehensive income</b>	<b>-90.30</b>	<b>1973.47</b>

- 4 As required by Ind AS 101, equity reconciliation between the figures reported under Previous GAAP and Ind AS is as under:

	As at 31.03.2019 ( Audited )
Equity as reported under Previous GAAP	14951.12
<b>Adjustments increasing/( decreasing) equity as reported under Previous GAAP :</b>	
Fair value change on financial assets at fair value through other comprehensive income	371.75
Remeasurement gains/losses on defined benefit plan	-0.20
Fair valuation of financial assets at fair value through profit and loss	401.12
<b>Equity as per Ind AS</b>	<b>15723.79</b>

- 5 The Group has paid an interim dividend of Rs 2/- per share for the financial year 2019-2020 and the same is treated as final dividend for financial year 2019-2020
- 6 The Group is engaged primarily in the business of investment and financing activities, and accordingly there are no separate reportable segments as per Ind AS - 108 Operating Segment.
- 7 Other income for the year ended 31 March 2019 includes Rs 3000 lakhs on assignment of non performing trade receivables and loans which have been written off in earlier year.
- 8 Refer Annexure I for Consolidated statement of cash flows
- 9 COVID-19 was declared a Global Pandemic on 11 March 2020 by the WHO and the GOI announced a Lockdown on 24 March 2020. We believe that the impact assessment of this Pandemic is a continuous evolving process, given its intensity in the Financial Capital of India. Your Group shall continue to monitor all material changes to future conditions arising due to Pandemic.
- 10 Figures for the Quarter ended 31 March 2020 and 31 March 2019 are the balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures upto the third quarter of the respective financial years . Published year to date figures up to the end of third quarter of the current and previous financial year were recast to conform to the requirements of Schedule III of the Companies Act, 2013.
- 11 State Bank of India obtained an order from Debt Recovery Tribunal (DRT), Bangalore against Kingfisher Airlines, United Breweries (Holdings) Limited and Others for recovery of dues from them. The Group received a garnishee order from the Recovery Officer, DRT, Bangalore for an amount of Rs 25 crores (plus interest) as the financial statements of Kingfisher Finvest Limited showed an amount of Rs 25 crores due from the Company. The Group has contested the same .The matter is presently pending before the Debt Recovery Appellate Tribunal, Chennai for hearing. The group has deposited an amount of Rs 11.26 crores with the DRT which is on account of deposit for preferring the Appeal before DRAT, Chennai
- 12 Previous period figures have been regrouped/ reclassified, wherever necessary to conform the current period's presentation

For and on behalf of the Board of Directors

Mumbai, 27 June 2020

Mahendra V. Doshi  
Executive Chairman & Managing Director

<b>Annexure - I</b>		
<b>Consolidated statement of cash flows for the year ended 31 March 2020</b>		
	<b>( Rs Lakhs)</b>	
	<b>31 March 2020</b>	<b>31 March 2019</b>
<b>A. Cash flow from operating activities</b>		
<b>Profit/ ( Loss ) before tax</b>	(2,273.33)	2,623.69
Adjustments for:		-
Depreciation and amortization expense	1.42	10.88
Loss on sale/ discard of property, plant and equipment/ intangibles	(2.96)	33.02
Interest expense	105.54	118.44
Interest Income	(168.65)	(281.27)
Dividend Income	(11.41)	(91.85)
Net loss/ (gain) on Investments carried at fair value through profit and loss	3,009.75	357.69
Impairment on financial instruments	188.24	712.62
Net loss/ (gain) on sale of investments	(1,385.07)	(957.94)
<b>Operating profit before working capital changes</b>	<b>(536.47)</b>	<b>2,525.28</b>
Adjustments for:		
Decrease / (increase) in Trade Receivables	398.40	(1,561.57)
(Decrease) /increase in Trade payables and other payables	301.69	(6.04)
(Decrease) /increase in Financial assets	-	(446.49)
(Decrease) /increase in Non financial assets	(1,119.98)	(22.69)
Other Non-Financial Liabilities	97.14	(0.29)
Other Financial Liabilities	(1.31)	(11.80)
Provision for Mark to Market Loses on Future Contracts	-	(3.88)
<b>Cash generated from operations</b>	<b>(860.53)</b>	<b>472.51</b>
Direct tax paid (net of refunds)	(165.25)	(626.22)
<b>Net cash from/ (used in) operating activities (A)</b>	<b>(1,025.78)</b>	<b>(153.71)</b>
<b>B. Cash flow from investing activities</b>		
Sale of Property, plant and equipment and intangible assets	5.00	118.41
Purchase of investments	(2,000.00)	-
(Increase)/ decrease in investments held for trading	3,585.74	(1,901.42)
(Increase) in loans given (net)	(318.40)	(3,137.60)
(Increase)/ decrease in bank deposits	(0.25)	12.69
Interest received	168.65	281.27
Dividend received	11.41	91.85
<b>Net cash from/ (used in) investing activities (B)</b>	<b>1,452.16</b>	<b>(4,534.81)</b>
<b>C. Cash flow from financing activities</b>		
Proceeds from issues of shares on ESOP	-	167.40
Dividend Paid	(303.05)	(757.13)
Repayments of borrowings	-	(1,988.18)
Interest paid	(105.54)	(118.44)
<b>Net cash from/ (used in) financing activities (C)</b>	<b>(408.60)</b>	<b>(2,696.34)</b>
Net changes in cash and cash equivalents (A+B+C)	17.78	(7,384.86)
Cash and cash equivalents at the beginning of the year	400.31	7,785.17
<b>Cash and bank balances at the end of the year</b>	<b>418.09</b>	<b>400.31</b>
<b>Notes</b>		
<b>1 Break up of cash and cash equivalents are as follows</b>	<b>31 March 2020</b>	<b>31 March 2019</b>
Cash in Hand	0.06	0.08
<b>Balances with banks: in current accounts</b>		
in current accounts	403.17	400.23
Cheques in hand	14.86	
	<b>418.09</b>	<b>400.31</b>
2. Previous year figures have been regrouped or recast wherever, considered necessary		

**Independent Auditor's Report**

**To The Board of Directors of LKP Finance Limited**

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

**Opinion**

We have audited the accompanying consolidated annual financial results of **LKP Finance Limited** (hereinafter referred to as "the Holding Company") and its subsidiary (Holding Company and its subsidiary together referred to as "the Group") for the year ended 31 March 2020 ("the Statement" or "consolidated annual financial results") attached herewith, 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 ("the Listing Regulations").

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

a) includes the annual financial results of the following entities:

**Holding Company**

(i) LKP Finance Limited

**Subsidiary**

(i) Gayatri Cement and Chemical Industries Private Limited

b) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations, in this regard; and

c) gives 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 consolidated net loss and other comprehensive income and other financial information of the Group for the year ended 31 March 2020.

**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 Annual Financial Results section of our report. We are independent of the Group, in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the financial statements under the provision of the Act and the Rules thereunder, and we have fulfilled our ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained, is sufficient and appropriate to provide a basis for our audit opinion.



**Emphasis of Matter**

As described in Note 11 to the Consolidated Ind AS financial results, State Bank of India obtained an order from Debt Recovery Tribunal (DRT), Bangalore against Kingfisher Airlines, United Breweries (Holdings) Limited and Others for recovery of dues from them. The Group received a garnishee order from the Recovery Officer, DRT, Bangalore for an amount of Rs 25 crores (plus interest) as the financial statements of Kingfisher Finvest Limited showed an amount of Rs 25 crores due from the Group. The Group has contested the same. The matter is presently pending before the Debt Recovery Appellate Tribunal, Chennai for hearing. The scope, duration or outcome of the matter is uncertain. Our opinion is not modified in respect of this matter.

**Management's Responsibilities for the Consolidated Financial Results**

These consolidated annual financial results have been prepared on the basis of consolidated annual financial statements. The Holding Company's Board of Directors are responsible for the preparation and presentation of these consolidated annual financial results that give a true and fair view of the consolidated 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. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group 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 accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated annual 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 annual financial results statements by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated annual financial results, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management 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 are responsible for overseeing the financial reporting process of the Group.

**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 annual 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 financial 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 consolidated financial statements on whether the Company has adequate internal financial controls with reference to consolidated 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 consolidated annual financial results made by the management.
- Conclude on the appropriateness of the management's 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 Group'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 consolidated 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 Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated annual financial results, including the disclosures, and whether the consolidated annual 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 or business activities within the Group to express an opinion on the consolidated annual financial results. We are responsible for the direction, supervision and performance of the audit of the financial results of such 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

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 controls 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 No. CIR/CFD/CMD1/44/2019 issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.

**Other matter**

- a) The Statement include the audited financial results of its subsidiary whose financial information reflect total assets of Rs. 10.06 lakhs as at 31 March 2020, total revenues of Rs.0.21 lakhs, total net loss after tax of Rs.4.83 lakhs, total comprehensive income of Rs.15.27 lakhs (loss) and total cash outflows of Rs. 0.55 Lakhs for the year ended on that date, whose financial statements have not been audited by us has been considered in the consolidated financial results. The independent auditor's report on financial information of this entity have been furnished to us by the Management and our opinion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiary is based solely on the reports of the other auditors.

Our opinion on the Statement is not modified in respect of the above matter with regard to our reliance on the work done and the reports of the other auditors.

- b) The consolidated annual financial results for the quarter ended 31 March 2020 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 subject to limited review by us.

For **MGB & Co LLP**  
Chartered Accountants  
Firm Registration Number 101169W/W-100035


**Sanjay Kothari**  
Partner  
Membership Number 048215  
Mumbai, 27 June 2020  
UDIN: 20048215AAAACW7147



# LKP Finance Ltd.

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CIN : L65990MH1984PLC032831

June 27, 2020

To  
Dept. of Corporate Services  
**BSE Limited**  
P. J. Towers,  
Dalal Street, Fort,  
Mumbai 400 001

**Scrip Code: 507912**

Dear Sir,

**Sub: Declaration under Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations")**

Pursuant to Regulation 33 of SEBI Listing Regulations, we hereby confirm and declare that the Statutory Auditors of the Company, MGB & Co. LLP, Chartered Accountants have issued audit report on the standalone and consolidated financial results of the Company for the quarter and financial year ended March 31, 2020 with unmodified opinion.

You are requested to take the same on your record.

For **LKP Finance Limited**

**Mahendra V. Doshi**  
**Executive Chairman & Managing Director**