

**KITEX****Kitex Garments Limited**

P.B.NO.5, KIZHAKKAMBALAM-683562, KOCHI, KERALA, INDIA

PHONE: 91 484 4142000, FAX: 91 484 2680604

E mail: kgl@kitexgarments.com

CIN: L18101KL1992PLC006528

www.kitexgarments.com

KGL/Q-2 results/Stk notice/2017-18

4th November, 2017

Ref:

Dept. of Corporate Services
Corporate Relationship Department
BSE Limited
Floor 25, P.J Towers
Dalal Street, Mumbai – 400001

Date:

National Stock Exchange of India limited,
Exchange plaza,
Bandra Kurla Complex, Bandra (East)
Mumbai – 400051

Dear Sir/Madam,

Sub: Un-Audited Financial Results for the 2nd Quarter ended 30th Sept., 2017
Ref: Scrip Code 521248 (Mumbai) and KITEX (NSE)

In compliance of Regulations 30 and 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 Please find attached herewith the Un-Audited Financial and Segment wise results, Statement of Assets and Liabilities along with Limited Review Report of Independent Auditors for the 2nd Quarter and half year ended 30th September, 2017.

The above results have been approved by the Board of Directors at the meeting of the Board of Directors of the Company held on 4th November, 2017 The Board meeting commenced at 11.45 A.M and concluded at 3:15 P.M.

In terms of Regulation 47 of SEBI (LODR) Regulations, 2015 the extracts of the Financial results, in the prescribed format shall be published on 6th November, 2017 in all editions of The Financial Express(English Edition) and Ernakulam edition of Malayala Manorama (Malayalam Daily).

The Full format of the Financial Results for the 2nd Quarter and half year ended 30th September, 2017 shall be available in the websites of the Stock Exchanges where equity shares of the Company are listed i.e www.bseindia.com, and www.nseindia.com and company's website www.kitexgarments.com

Thanking you

Yours faithfully,
For Kitex Garments Limited



Sabu M Jacob
Chairman & Managing Director

**KITEX****Kitex Garments Limited**

P.B.NO.5, KIZHAKKAMBALAM-683562, KOCHI, KERALA, INDIA

PHONE: 91 484 4142000, FAX: 91 484 2680604

E mail:kgi@kitexgarments.com

CIN: L18101KL1992PLC006528

www.kitexgarments.com

Ref:

Date: **KITEX GARMENTS LIMITED**
 CIN: L18101KL1992PLC006528
 Regd.Office : P B NO.5, KIZHAKKAMBALAM, ALWAYE, KERALA-683562,
 Web:www.kitexgarments.com, E-mail:sect@kitexgarments.com, Tel.0484 4142000, Fax: 0484 2680604
STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED 30.09.2017
 (Rs. in Lakhs)

Particulars	For the three months ended			For the six months ended	
	30.09.2017	30.06.2017	30.09.2016	30.09.2017	30.09.2016
	(Unaudited)	(Unaudited)	(Unaudited) (Refer Note No 3)	(Unaudited)	(Unaudited) (Refer Note No 3)
1 Income					
a) Revenue from Operations	14,860.66	13,014.83	10,696.92	27,875.49	22,627.69
b) Other Income	278.07	56.91	(327.64)	334.98	321.52
Total Income	15,138.73	13,071.74	10,369.28	28,210.47	22,949.21
2 Expenses					
a) Cost of Materials Consumed	6,607.56	5,846.79	4,720.84	12,454.35	9,376.69
b) Changes in Inventories of finished goods, work in progress and stock in trade	(978.17)	(1,246.90)	(1,175.91)	(2,225.07)	(1,413.08)
c) Employee Benefits Expense	2,463.39	2,348.63	2,140.02	4,812.02	4,457.57
d) Depreciation and amortisation expense	573.61	574.62	546.27	1,148.23	1,092.28
e) Finance Costs	201.39	111.70	193.15	313.09	454.16
f) Other Expenses	2,467.16	2,456.41	1,804.23	4,923.57	3,605.53
Total Expenses	11,334.94	10,091.25	8,228.60	21,426.19	17,573.15
3 Profit / (Loss) from before tax (1-2)	3,803.79	2,980.49	2,140.68	6,784.28	5,376.06
4 Tax expense					
Current Tax	1,352.40	1,100.60	863.12	2,453.00	2,106.24
Deferred Tax	38.93	84.64	(29.17)	123.57	(154.41)
5 Net Profit /(Loss) for the period (3-4)	2,412.46	1,795.25	1,306.73	4,207.71	3,424.23
6 Other comprehensive income					
Items that will not be reclassified to profit or loss	3.47	3.10	(2.99)	6.57	(6.94)
Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-
7 Total comprehensive income for the Period (5+6)	2,415.93	1,798.35	1,303.74	4,214.28	3,417.29
8 Paid-up equity share capital (Face Value Re.1 per share)	665	665	475	665	475
9 Earnings Per Share (In Rupees) - (Refer note No.6) (of Re. 1/- each) (not annualised)					
a) Basic	3.63	2.70	1.97	6.33	5.15
b) Diluted	3.63	2.70	1.97	6.33	5.15



KITEX**Kitex Garments Limited**

P.B.NO 5, KIZHAKKAMBALAM-683562, KOCHI, KERALA, INDIA

PHONE: 91 484 4142000, FAX: 91 484 2680604

E-mail: kgel@kitexgarments.com

CIN: L18101KL1992PLC006528

www.kitexgarments.com

Ref:

Balance Sheet as at September 30, 2017

(Rs. In Lakhs)

Date:	Particulars	As at 30.09.2017 (Unaudited)
	ASSETS	
	NON CURRENT ASSETS	
(a)	Property, Plant and Equipment	16,608.45
(b)	Capital work-in-progress	3,442.19
(c)	Other Intangible assets	46.18
(d)	Intangible assets under development	202.55
(e)	Financial Assets	
i	Investments	1,879.27
ii	Other Financial Assets	206.28
(f)	Other non-current Assets	733.95
	TOTAL NON CURRENT ASSETS	23,118.87
	CURRENT ASSETS	
(a)	Inventories	7,895.19
(b)	Financial Assets	
i	Trade receivables	16,991.25
ii	Cash and cash equivalents	14,799.57
iii	Other financial assets	2,021.63
(c)	Other current assets	3,106.68
	TOTAL CURRENT ASSETS	44,814.32
	TOTAL ASSETS	67,933.19
	EQUITY AND LIABILITIES	
	EQUITY	
(a)	Equity Share capital	665.00
(b)	Other Equity	48,689.92
	TOTAL EQUITY	49,354.92
	LIABILITIES	
	NON CURRENT LIABILITIES	
(a)	Financial Liabilities	
i	Borrowings	187.64
(b)	Provisions	817.11
(c)	Deferred tax liabilities	1,895.95
(d)	Other non-current liabilities	902.05
	TOTAL NON CURRENT LIABILITIES	3,802.75
	CURRENT LIABILITIES	
(a)	Financial Liabilities	
i	Borrowings	5,356.85
ii	Trade payables	6,007.71
iii	Other financial liabilities	1,120.04
(b)	Other current liabilities	447.09
(c)	Provisions	77.67
(d)	Current tax liabilities (net)	1,766.16
	TOTAL CURRENT LIABILITIES	14,775.52
	TOTAL LIABILITIES	18,578.27
	TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES	67,933.19



KITEX**Kitex Garments Limited**

P.B.NO.5, KIZHAKKAMBALAM-683562, KOCHI, KERALA, INDIA

PHONE: 91 484 4142000, FAX: 91 484 2680604

E mail: kg@kitexgarments.com

CIN: L18101KL1992P1.C006528

www.kitexgarments.com

Ref:

Date: Notes:



- The Financial results for the three months and six months ended September 30, 2017 have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on November 4, 2017
- The Financial results for the company have been prepared in accordance with Indian Accounting Standards (Ind AS) as notified by the Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standard) Rules, 2015, and Companies (Indian Accounting Standard) Amendment Rules, 2016. The company has for the first time adopted Ind AS for the financial year commencing from April 01, 2017 with a transition date of April 01, 2016.
- The company has opted to avail the relaxations provided by the Securities and Exchange Board of India, vide its circular no. CIR/CFD/FAC/62/2016 dated July 05, 2016 (circular), as available to listed entities. Accordingly, the company has provided Ind AS compliant financial results only for the previous three months ended June 30, 2016 & September 30, 2016 and for the six months ended September 30, 2016 along with the financial results for the three months ended September 30, 2017.
Further in accordance with the relaxations provided in the aforesaid circular, the results for three months ended September 30, 2016 and six months ended September 30, 2016 have not been subject to limited review or audit by the statutory auditors. However, the management has exercised necessary due diligence to ensure that the financial results provide a true and fair view of its affairs.
- The reconciliation of the Net Profit reported in accordance with the previous Indian GAAP to total comprehensive income in accordance with Ind AS for its corresponding three months and six months of the previous year as required by Securities and Exchange Board of India vide, its circular no. CIR/CFD/FAC/62/2016 dated July 05, 2016, is given below:

Description	(Rs. In Lakhs)	
	Three months ended 30/09/2016 (Unaudited)	Six months ended 30/09/2016 (Unaudited)
Net Profit for the Period as per Indian GAAP	1,292.49	3,379.55
Add/(Less) : Adjustments under Ind AS		
a. On account of amortisation of Government grant reclassified as deferred income	37.39	73.01
b. On account of depreciation arising in respect of reclassification of government grant	(37.39)	(73.01)
c. On account of remeasurements of net defined benefit liability	5.43	10.85
d. Adjustment on MTM of Hedging Instruments in a cash flow hedge	8.81	33.83
Total	14.23	44.68
Net Profit for the Period as per Ind AS	1,306.73	3,424.23
Other Comprehensive Income /(expenses)		
Items that will not be reclassified to profit and loss (net of tax)	(2.99)	(6.94)
Total comprehensive income	1,303.74	3,417.29

- In accordance with Ind AS 108 on "Operating Segments", the company operates in one business segment viz. Textiles Business and hence segment information is not required to be furnished.
- During the quarter ended June 30, 2017, 1,90,00,000 bonus shares were allotted in the ratio of 2:5 and accordingly the basic and diluted earnings per share for the current period and previous periods have been restated retroactively for comparative purposes in the manner required by Indian Accounting Standard (Ind AS) 33 "Earnings Per Share".
- The Board of Directors has declared an interim dividend of Rs.0.75 per Equity share of face value Rs.1 each in the meeting held on 04.11.2017, which will be paid to those members whose names appear in the Register of Members of the Company as on 17.11.2017.
- Figures of the corresponding previous period have been regrouped / rearranged wherever necessary to conform to the classification of the current period.

Place: Kizhakkambalam
Date: 04-11-2017

For KITEX GARMENTS LIMITED


 SABU M JACOB
 Managing Director
 DIN:00046016
For VARMA & VARMA
(FIRN 0045325)

 (V. SATHYANARAYANAN)
 Partner
 CHARTERED ACCOUNTANTS
 Membership No 21941

The Board of Directors,
Kitex Garments Limited
Kizhakambalam

We have reviewed the accompanying statement of unaudited standalone financial results of Kitex Garments Limited ("the Company") for the quarter ended 30th September 2017 and year to date from 1st April 2017 to 30th September 2017. The statement has been prepared by the Company pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations, 2015"), read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. The Statement is the responsibility of the Company's Management and has been approved by the Board of Directors/ Committee of Board of Directors. Our responsibility is to issue a report on these standalone financial results based on our review.

We conducted our review 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 financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement prepared in accordance with applicable accounting standards i.e. Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

We draw attention to the following matters:

- a. Note 2 to the Statement which states that the Company has adopted Ind AS for the financial year commencing from April 1, 2017 with a transition date of April 1, 2016 and accordingly, the statement has been prepared by the Company's Management in compliance with Ind AS.
- b. We have not reviewed, and accordingly do not express any conclusion on the comparative figures including the reconciliation to the Total Comprehensive Income for the three months ended 30th September, 2016 and six months ended 30th September, 2016. As set out in Note 3 to the Statement, these figures have been furnished by the Management.

Our conclusion is not qualified in respect of these matters.

Place: Kizhakkambalam
Date: 04/11/2017

For VARMA & VARMA
(FRN: 004532S)


(V. SATHYANARAYANAN)
Partner
CHARTERED ACCOUNTANTS
Membership No. 21941