

Registered Office: Kewal Kiran Estate 460/7 , I.B. Patel Road, Goregaon (E), Mumbai – 400 063
Corporate Identification Number: L18101MH1992PLC065136
Email ID: contact@kewalkiran.com, Website: kewalkiran.com
Phone: 022 - 26814400, Fax: 022- 26814410

(Rs. in Lakhs)

Sr No	Particulars	Quarter Ended		Year Ended	
		30-Jun-21	31-Mar-21	30-Jun-20	31-Mar-21
		Audited	Audited	Audited	Audited
	Revenue:				
I	a. Revenue from Operations	9,155	11,070	701	30,273
II	b. Other Income	370	266	567	1,704
III	Total Revenue (I + II)	9,525	11,336	1,268	31,977
IV	Expenses:				
	a. Cost of materials consumed	6,473	3,496	693	9,365
	b. Purchase of stock in trade	468	916	160	1,899
	c. Change in inventories of finished goods, work in progress and stock in trade	(2,841)	1,531	(647)	4,607
	d. Employee benefit expenses	1,718	1,654	1,067	5,264
	e. Finance cost	115	108	198	681
	f. Depreciation and amortisation expenses	176	160	176	670
	g. Manufacturing and operating expenses	1,391	665	203	2,134
	h. Administrative and other expenses	700	1,064	729	3,277
	i. Selling and distribution expenses	454	728	112	1,860
	Total Expenses	8,654	10,322	2,691	29,757
V	Profit/(Loss) before exceptional and extraordinary items and tax (III - IV)	871	1,014	(1,423)	2,220
VI	Exceptional Items	-	-	-	-
VII	Profit/(Loss) before extraordinary items and tax (V-VI)	871	1,014	(1,423)	2,220
VIII	Extraordinary items	-	-	-	-
IX	Profit/(Loss) before tax (VII- VIII)	871	1,014	(1,423)	2,220
X	Tax Expense:				
	a. Current tax	290	245	(170)	622
	b. Deferred tax	(273)	22	(371)	(267)
	c. (Excess)/Short provision for taxes of earlier years	-	(77)	-	(77)
XI	Profit/(Loss) for the period (IX - X)	854	824	(882)	1,942
XII	Other Comprehensive Income (OCI)				
	A. <i>Items that will not be reclassified subsequently to profit or loss</i>				
	Remeasurement [gain / (loss)] of net defined benefit liability	(32)	119	29	269
	Effect [gain / (loss)] of measuring equity instruments at fair value through OCI	26	10	12	189
	Income tax on above	(11)	(10)	(7)	(48)
	B. <i>Items that will be reclassified subsequently to profit or loss</i>				
	Income tax relating to items that will be reclassified subsequently to profit or loss	-	-	-	-
	Total of Other Comprehensive income	(17)	119	34	410
XIII	Total Comprehensive income for the period (XI+XII)	837	944	(848)	2,352
XIV	Paid up Equity Capital (Face Value of Rs. 10/- each)	1,233	1,233	1,233	1,233
XV	Reserves excluding revaluation reserves	-	-	-	42,064
XVI	Earnings Per Share (EPS) in Rs				
	a. Basic	6.93	6.69	(7.16)	15.76
	b. Diluted	6.93	6.69	(7.16)	15.76

NOTES:

- 1 The above audited results for the quarter ended 30th June 2021 have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 29th July 2021. These results have been prepared in accordance with the IND AS notified under the Companies (Indian Accounting Standards) Rules, 2015.
- 2 The financial year ended March 31, 2021 was unprecedented due to the spread of Coronavirus pandemic, impacting all the geographies of the business operations and more particularly in the early months of the financial year when the severity was extreme. Significant decline in the economic activity of the whole nation and the disruption created across the businesses have affected the operations of the Company as well.

Subsequently, the nation-wide lockdown was lifted by the Government of India, although partial regional lockdowns continued in affected areas, have resulted in gradual resumption of manufacturing and business operations. The sequential recovery in most of the market operations has resulted in substantial recovery of business, however, came with volatility in prices of raw material.

However, we displayed strong ability to ramp-up production and meeting fixed cost challenges. We had implemented the past learnings from the business crises by liquidating the stock, managing fine balance between increasing cash liquidity and borrowings and releasing timely payments to creditors. The company choose to work on its strength then government offered relaxations in such trying times. The penned strategy worked well and at the end of the year company made profit from business.

Further, the company has been working on a safety first principle, making sure that all our employees / associates and business / channel partners are safe and taking all necessary precautions, as time-to-time advised by government authorities.

As per our current assessment, the Company expects to recover the carrying amount of all its assets including inventory, receivables and loans in the ordinary course of business based on information available on current economic conditions. The Company is continuously monitoring any material changes in future economic conditions for taking prompt corrective actions within its purview and would keep assessing the impact for taking appropriate cognizance in financial reporting in the forthcoming quarters.
- 3 The Company is engaged in the business of manufacturing and marketing of apparels & trading of lifestyle accessories/products. The Company is also generating power from Wind Turbine Generator. The power generated from the same is predominantly used for captive consumption. However, the operation of Wind Turbine Segment is within the threshold limit stipulated under IND AS 108 "Operating Segments" and hence it does not require disclosure as a separate reportable segment.

15-11-2021

(Rs. In lakhs)

Particulars	As At	
	30-Jun-21	31-Mar-21
	Standalone	
	Audited	Audited
ASSETS		
1) Non-Current Assets		
a) Property, Plant and Equipment	7,503	7,572
b) Capital Work in Progress	230	97
c) Right of use Asset	553	512
d) Investment Property	131	131
e) Other Intangible Assets	14	16
f) Intangible Assets under Development	-	-
g) Financial Assets		
i) Investments	1,442	2,193
ii) Loans	-	-
iii) Other Financial Assets	492	480
h) Deferred Tax Assets(Net)	-	-
i) Other Non-Current Assets	53	289
Sub total- Non Current Assets	10,418	11,290
2) Current Assets		
a) Inventories	8,271	5,057
b) Financial Assets		
i) Investments	9,133	10,896
ii) Trade Receivables	14,803	13,103
iii) Cash & Cash Equivalents	18,910	16,750
iv) Bank balances (other than iii above)	21	10
v) Loans	-	-
vi) Other Financial Assets	149	126
c) Current Tax Assets (Net)	-	-
d) Other Current Assets	1,172	1,003
Sub total- Current Assets	52,489	46,944
TOTAL ASSETS	62,907	58,234
EQUITY & LIABILITIES		
Equity		
a) Equity Share Capital	1,233	1,233
b) Other Equity	42,901	42,064
Sub total- Shareholders' Funds	44,134	43,297
Liabilities		
1) Non-Current Liabilities		
a) Financial Liabilities	358	311
b) Provisions	7	7
c) Deferred Tax Liability (Net)	26	288
d) Other non - current liabilities	-	-
Sub total- Non Current liabilities	391	606
2) Current Liabilities		
a) Financial Liabilities		
i) Borrowings	6,059	4,644
ii) Trade Payables		
- Due to Micro and Small Enterprises	31	24
- Due to Others	6,640	4,540
iii) Other financial liabilities	642	586
b) Other Current Liabilities	2,348	2,202
c) Provisions	2,633	2,335
d) Current Tax Liabilities (Net)	29	-
Sub total -Current Liabilities	18,382	14,331
TOTAL EQUITY AND LIABILITIES	62,907	58,234

Figures for the previous period/year have been rearranged /reclassified wherever necessary, to correspond with current period/year presentation.

Place: Mumbai
Date: 29th July, 2021

For and on behalf of the Board of Directors

Kewalchand P. Jain

sdl-
Kewalchand P Jain
Chairman & Managing
Director

DIN: 00029730

KEWAL KIRAN CLOTHING LIMITED

Registered Office: Kewal Kiran Estate 460/7, I.B. Patel Road, Goregaon (E), Mumbai – 400 063

Corporate Identification Number: L18101MH1992PLC065136

Email ID: contact@kewalkiran.com, Website: kewalkiran.com

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STATEMENT OF CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE 2021

(Rs. in Lakhs)

Sr No	Particulars	Quarter Ended			Year Ended
		30-Jun-21	31-Mar-21	30-Jun-20	31-Mar-21
		Audited	Audited	Audited	Audited
	Revenue:				
I	a. Revenue from Operations	9,155	11,070	701	30,273
II	b. Other Income	372	266	567	1,704
III	Total Revenue (I + II)	9,527	11,336	1,268	31,977
IV	Expenses:				
	a. Cost of materials consumed	6,473	3,496	693	9,365
	b. Purchase of stock in trade	468	916	160	1,899
	c. Change in inventories of finished goods, work in progress and stock in trade	(2,841)	1,531	(647)	4,607
	d. Employee benefit expenses	1,718	1,654	1,067	5,264
	e. Finance cost	115	108	198	681
	f. Depreciation and amortisation expenses	176	160	176	670
	g. Manufacturing and operating expenses	1,391	665	203	2,134
	h. Administrative and other expenses	701	1,064	729	3,277
	i. Selling and distribution expenses	454	728	112	1,860
	Total Expenses	8,655	10,322	2,691	29,757
V	Profit/(Loss) before exceptional items, share of profit/loss of Joint Venture, and extraordinary items and tax (III - IV)	872	1,014	-1,423	2,220
VI	Share of profit/(loss) of joint venture using equity method	(1)	39	0	38
VII	Profit/(Loss) before exceptional and extraordinary items and tax (V - VI)	871	1,053	-1,423	2,258
VIII	Exceptional Items	-	-	-	-
IX	Profit/(Loss) before extraordinary items and tax (VII-VIII)	871	1,053	-1,423	2,258
X	Extraordinary items	-	-	-	-
XI	Profit/(Loss) before tax (IX- X)	871	1,053	-1,423	2,258
XII	Tax Expense:				
	a. Current tax	290	245	(170)	622
	b. Deferred tax	(273)	22	(371)	(267)
	c. (Excess)/Short provision for taxes of earlier years	-	(77)	-	(77)
XIII	Profit/(Loss) for the period (XI - XII)	854	863	(882)	1,980
XIV	Other Comprehensive Income (OCI)				
	A. <i>Items that will not be reclassified subsequently to profit or loss</i>				
	Remeasurement [gain / (loss)] of net defined benefit liability	(32)	119	29	269
	Effect [gain / (loss)] of measuring equity instruments at fair value through OCI	26	10	12	189
	Income tax on above	(11)	(10)	(7)	(48)
	B. <i>Items that will be reclassified subsequently to profit or loss</i>				
	Income tax relating to items that will be reclassified subsequently to profit or loss	-	-	-	-
	Total of Other Comprehensive income	(17)	119	34	410
XV	Total Comprehensive income for the period (XIII+XIV)	837	982	(848)	2,390
XVI	Paid up Equity Capital (Face Value of Rs. 10/- each)	1,233	1,233	1,233	1,233
XVII	Reserves excluding revaluation reserves	-	-	-	42,052
XVIII	Earnings Per Share (EPS) in Rs				
	a. Basic	6.93	7.01	(7.16)	16.07
	b. Diluted	6.93	7.01	(7.16)	16.07

Kewal Kiran Clothing Limited

NOTES:

- 1 The above audited results for the quarter ended 30th June 2021 have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 29th July, 2021. These results have been prepared in accordance with the IND AS notified under the Companies (Indian Accounting Standards) Rules, 2015.
- 2 The financial year ended March 31, 2021 was unprecedented due to the spread of Coronavirus pandemic, impacting all the geographies of the business operations and more particularly in the early months of the financial year when the severity was extreme. Significant decline in the economic activity of the whole nation and the disruption created across the businesses have affected the operations of the Company as well.

Subsequently, the nation-wide lockdown was lifted by the Government of India, although partial regional lockdowns continued in affected areas, have resulted in gradual resumption of manufacturing and business operations. The sequential recovery in most of the market operations has resulted in substantial recovery of business, however, came with volatility in prices of raw material.

However, we displayed strong ability to ramp-up production and meeting fixed cost challenges. We had implemented the past learnings from the business crises by liquidating the stock, managing fine balance between increasing cash liquidity and borrowings and releasing timely payments to creditors. The company choose to work on its strength then government offered relaxations in such trying times. The penned strategy worked well and at the end of the year company made profit from business.

Further, the company has been working on a safety first principle, making sure that all our employees / associates and business / channel partners are safe and taking all necessary precautions, as time-to-time advised by government authorities.

As per our current assessment, the Company expects to recover the carrying amount of all its assets including inventory, receivables and loans in the ordinary course of business based on information available on current economic conditions. The Company is continuously monitoring any material changes in future economic conditions for taking prompt corrective actions within its purview and would keep assessing the impact for taking appropriate cognizance in financial reporting in the forthcoming quarters.
- 3 The Group is engaged in the business of manufacturing and marketing of apparels & trading of lifestyle accessories/products. The Group is also generating power from Wind Turbine Generator. The power generated from the same is predominantly used for captive consumption. However, the operation of Wind Turbine Segment is within the threshold limit stipulated under IND AS 108 "Operating Segments" and hence it does not require disclosure as a separate reportable segment.

16-11-2021

Particulars	As at	As at
	30-Jun-21	31-Mar-21
	Consolidated	
	Audited	Audited
ASSETS		
1) Non-Current Assets		
a) Property, Plant and Equipment	7,503	7,571
b) Capital Work in Progress	230	97
c) Right of use Asset	553	512
d) Investment Property	131	131
e) Other Intangible Assets	14	16
f) Intangible Assets under Development	-	-
g) Financial Assets		
i) Investments	928	2,181
ii) Loans	-	-
iii) Other Financial Assets	492	480
h) Deferred Tax Assets (Net)	-	-
i) Other Non-Current Assets	53	289
Sub total- Non Current Assets	9,904	11,277
2) Current Assets		
a) Inventories	8,271	5,057
b) Financial Assets		
i) Investments	9,133	10,896
ii) Trade Receivables	14,803	13,103
iii) Cash & Cash Equivalents	19,442	16,750
iv) Bank balances (other than iii above)	21	10
v) Loans	-	-
vi) Other Financial Assets	149	126
c) Current Tax Assets (Net)	-	-
d) Other Current Assets	1,172	1,003
Sub total- Current Assets	52,991	46,945
TOTAL ASSETS	62,895	58,222
EQUITY & LIABILITIES		
Equity		
a) Equity Share Capital	1,233	1,233
b) Other Equity	42,889	42,052
Sub total- Shareholders' Funds	44,122	43,285
Liabilities		
1) Non-Current Liabilities		
a) Financial Liabilities	358	311
b) Provisions	7	7
c) Deferred Tax Liability (Net)	26	288
d) Other non - current liabilities	-	-
Sub total- Non Current liabilities	391	606
2) Current Liabilities		
a) Financial Liabilities		
i) Borrowings	6,059	4,644
ii) Trade Payables		
- Due to Micro and Small Enterprises	31	24
- Due to Others	6,640	4,540
iii) Other financial liabilities	642	586
b) Other Current Liabilities	2,348	2,202
c) Provisions	2,633	2,335
d) Current Tax Liabilities (Net)	29	-
Sub total -Current Liabilities	18,382	14,331
TOTAL EQUITY AND LIABILITIES	62,895	58,222

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Figures for the previous period/year have been rearranged /reclassified wherever necessary, to correspond with current period/year presentation.

Place: Mumbai
Date: 29th July, 2021

For and on behalf of the Board of Directors
of Kewal Kiran Clothing Limited

15-7-21

SD/-
Kewalchand P Jain
Chairman & Managing
Director
Din No: 00029730

Independent Auditor's Report

To the Board of Directors of

Kewal Kiran Clothing Limited

Report on the Audit of the Standalone Financial Results

Opinion

1. We have audited the accompanying Standalone Financial Results of Kewal Kiran Clothing Limited ('the Company') for the quarter ended June 30, 2021, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India ('SEBI') (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone Financial Results:

- a. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- b. 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 including other comprehensive income and other financial information for the quarter ended June 30, 2021.

Basis for Opinion

2. 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 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 financial statements 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 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 Financial Results.



Emphasis of Matter

3. Attention is invited to Note No 2 to the Standalone Financial Results regarding the uncertainties arising out of the outbreak of COVID-19 pandemic and the assessment made by the management on its operations and financial reporting for the quarter ended June 30, 2021; such an assessment and the outcome of the pandemic, as made by the management, is dependent on the circumstances as they evolve in the subsequent periods. Our report is not modified in respect of this matter.

Management's and Board of Directors' Responsibilities for the Standalone Financial Results

4. The Company's Management and the Board of Directors are responsible for the preparation and presentation of these standalone 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 Standalone Financial Results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Standalone Financial Results, the 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 Company's Management and the Board of Directors are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Results

5. Our objectives are to obtain reasonable assurance about whether the Standalone Financial Results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Standalone Financial Results. Our audit process in accordance with the SAs is narrated in Annexure 1 to this report.

Other Matter

6. In view of restricted movements to restrict the spread of COVID-19 Pandemic, the audit finalisation processes were carried out from remote locations i.e. other than the Office of the Company, where the books of accounts and other records are kept, based on the data/details made available and based on financial information/records remitted by the management through digital medium. Being constrained, we resorted to and relied upon the results of the related alternate audit procedures to obtain sufficient and appropriate audit evidence for the significant matters in course of our audit. Our report is not modified in respect of this matter.

For **Khimji Kunverji & Co LLP**

Chartered Accountants

Firm's Registration No.: 105146W / W-100621



Hasmukh B. Dedhia

Partner

Membership No.: 033494



UDIN: 21033494AAAAKU5824

Place: Mumbai

Date: July 29, 2021

Annexure 1 to the Independent Auditors' Report to the members of Kewal Kiran Clothing Limited
[referred to in para 5 titled 'Auditor's Responsibilities for the Audit of the Standalone Financial Results']

As part of our 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 financial statements, whether due to fraud or error, to 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 on whether the Company has adequate internal financial controls system 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 made by management.
- Conclude on the appropriateness of 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 financial statements 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 financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- 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.
- From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our Auditor's Report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



Independent Auditors' Report

To the Board of Directors of

Kewal Kiran Clothing Limited

Report on the Audit of the Consolidated Financial Results

Opinion

1. We have audited the accompanying Consolidated Financial Results of **Kewal Kiran Clothing Limited** ('the Holding Company'), subsidiary and Joint Venture (The holding company, its subsidiary and Joint Venture collectively referred to as the 'Group'), for the quarter ended June 30, 2021, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India ('SEBI') (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of report of other auditor on separate Audited Financial Statements of the Joint Venture the aforesaid Consolidated Financial Results:

- a. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
 - b. 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 profit including other comprehensive income and other financial information of the group for the quarter ended June 30, 2021.
2. The Consolidated Financial Results for the quarter ended June 30, 2021 include the financial results of the following entities:

Name of the Entity	Relationship
K-Lounge Lifestyle Limited	Wholly owned Subsidiary
White Knitwear Private Limited	Joint Venture

Basis for Opinion

3. 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 Consolidated 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 together with the ethical requirements that are relevant to our audit of the 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 along with the consideration of audit report of the other auditor referred to in 'Other Matters' paragraph below, is sufficient and appropriate to provide a basis for our opinion on the Consolidated Financial Results.



Emphasis of Matter

4. Attention is invited to Note No 2 to the Consolidated Financial Results regarding the uncertainties arising out of the outbreak of COVID-19 pandemic and the assessment made by the management on its operations and financial reporting for the quarter ended June 30, 2021; such an assessment and the outcome of the pandemic, as made by the management, is dependent on the circumstances as they evolve in the subsequent periods. Our report is not modified in respect of this matter.

Management's and Board of Directors' Responsibilities for the Consolidated Financial Results

5. The Holding Company's Management and the Board of Directors are responsible for the preparation and presentation of these Standalone 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. The respective Management and Board of Directors of the companies included in the Group and of its joint venture are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of each 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 Consolidated Financial Results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Consolidated Financial Results by the Management and the Directors of the Holding Company, as aforesaid.

In preparing the Consolidated Financial Results, the Management and the respective Board of Directors of the companies included in the Group and of its joint venture are responsible for assessing the ability of each company to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so.

The respective Company's Management and the Board of Directors of the companies included in the Group and of its joint venture is responsible for overseeing the financial reporting process of each company.

Auditor's Responsibilities for the Audit of the Consolidated Financial Results

6. Our objectives are to obtain reasonable assurance about whether the Consolidated Financial Results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic



decisions of users taken on the basis of these Consolidated Financial Results. Our audit process in accordance with the SAs is narrated in Annexure 1 to this report.

Other Matter

7. In view of restricted movements to restrict the spread of COVID-19 Pandemic, the audit finalisation processes were carried out from remote locations i.e. other than the Office of the Company, where the books of accounts and other records are kept, based on the data/details made available and based on financial information/records remitted by the management through digital medium. Being constrained, we resorted to and relied upon the results of the related alternate audit procedures to obtain sufficient and appropriate audit evidence for the significant matters in course of our audit. Our report is not modified in respect of this matter.
8. We did not audit the Financial Statements of the Joint Venture included in the Group; whose share of net loss is Rs. 1.14 Lakhs for the quarter ended June 30, 2021. These Financial Statements are certified and given to us by the management. Our opinion on the Consolidated Financial Results, in so far as it relates to the amounts and disclosures included pertaining to the joint venture, is based solely on the management certified number thereof. Our report is not modified in respect of this matter.
9. We did not audit the Financial Statements of the wholly owned subsidiary, which was recently incorporated and included in the Group, whose financial statements reflect total revenues of Rs. 2.11 lakhs, net profit after tax of Rs. 1.61 lakhs and total comprehensive income of Rs. 1.61 lakhs for the quarter ended on that date, as considered in the consolidated financial statements for the quarter ended June 30, 2021. These Financial Statements are audited by another auditor and furnished to us by the management. Our opinion on the Consolidated Financial Results, in so far as it relates to the amounts and disclosures included pertaining to this subsidiary, is based solely on the report of another auditor. Our report is not modified in respect of this matter.

For Khimji Kunverji & Co LLP

Chartered Accountants

Firm's Registration No.: 105146W / W-100621



Hasmukh B. Dedhia

Partner

Membership No.: 033494



UDIN: 21033494AAAAKT8166

Place: Mumbai

Date: July 29, 2021

Annexure 1 to the Independent Auditors' Report to the members of Kewal Kiran Clothing Limited
[referred to in para 5 titled 'Auditor's Responsibilities for the Audit of the Consolidated Financial Results']

As part of our 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 financial statements, whether due to fraud or error, to 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 on whether the Company has adequate internal financial controls system 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 made by management.
- Conclude on the appropriateness of 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 financial statements 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 financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- 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.
- From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our Auditor's Report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

