



LKP Finance Ltd.

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 30, 2021

To,
Dept. of Corporate Services (CRD)
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai - 400 001

Scrip Code: 507912

Dear Sir / Madam,

Sub: Outcome of Board Meeting held on July 30, 2021 – Un-audited Financial Results for the First Quarter ended June 30, 2021

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("**SEBI Listing Regulations**"), we enclose herewith the following:

- Un-audited Financial Results (Standalone and Consolidated) of the Company for the First Quarter ended June 30, 2021;

The above Un-audited Financial Results (Standalone and Consolidated) have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held today.

- Limited Review Report on the aforesaid Financial Results (Standalone and Consolidated) duly issued by M/s. MGB & Co. LLP, the Statutory Auditors of the Company.

The Meeting of the Board of Directors commenced at 12:15 P.M. and concluded at 01:20 P.M.

You are requested to take the same on your record.

Thanking you,

Yours faithfully,

For **LKP Finance Limited**

M. V. Doshi

Executive Chairman & Managing Director

DIN: 00123243

LKP Finance Limited
CIN: L65990MH1984PLC032831
Regd Office :- 112-A / 203, Embassy Centre, Nariman point, Mumbai 400021
Unaudited Standalone Financial Results for the Quarter ended 30 June 2021

(Rs. In lakhs except per share data)

	Standalone			
	Quarter ended		Year ended	
	30 June 2021 (Unaudited)	31 March 2021 (Audited) (Refer note 2)	30 June 2020 (Unaudited)	31 March 2021 (Audited)
Revenue From Operations				
Interest Income	193.03	124.19	87.08	402.59
Dividend Income	0.38	3.13	0.28	29.54
Net gain on fair value changes (Refer note 7)	-	1,171.02	2,644.93	5,896.70
Other operating income	5,089.27	719.65	1,022.67	3,234.86
I Total Revenue from Operations	5,282.68	2,017.99	3,754.96	9,563.69
II Other Income	-	45.99	-	149.31
III Total Income (I+II)	5,282.68	2,063.98	3,754.96	9,713.00
Expenses				
Finance Costs	29.60	79.34	32.00	251.81
Fees and Commission Expenses	-	67.27	-	67.27
Net Loss on fair value changes (Refer note 7)	835.50	-	-	-
Impairment on financial instruments	390.14	683.25	130.00	986.28
Employee Benefit Expenses	207.79	622.21	297.47	1,175.98
Depreciation and amortization	0.21	0.21	0.23	1.00
Other Expenses	49.63	78.38	37.02	267.10
IV Total expenses	1,512.87	1,530.66	496.72	2,749.44
V Profit/ (Loss) before tax (III-IV)	3,769.81	533.32	3,258.24	6,963.56
VI Tax expenses	555.45	(296.99)	600.00	889.96
VII Profit / (Loss) for the period/ year (V-VI)	3,214.36	830.31	2,658.24	6,073.60
VIII Other Comprehensive Income (net of tax)				
(i) Items that will not be reclassified to profit or loss				
a) Re-measurement of defined benefit obligation	0.40	2.30	(0.86)	2.12
b) Fair value changes of equity instruments through other comprehensive income	(0.00)	4,656.40	163.73	4,820.14
Other Comprehensive Income for the period / year	0.40	4,658.70	162.87	4,822.25
IX Total Comprehensive Income for the period/year (VII+VIII)	3,214.76	5,489.01	2,821.11	10,895.85
Paid up Equity Share Capital (face value Rs. 10 per share)				1,256.86
Other Equity				24,268.89
Earnings per Share - Basic (Rs.) *	25.57	6.61	21.15	48.32
Earnings per Share - Diluted (Rs.)*	25.57	6.61	21.15	48.32

* EPS not annualised for interim period

Notes :

- The above unaudited standalone financial results, have been prepared in accordance with the Indian Accounting Standards (Ind AS), the provisions of the Companies Act, 2013 and guidelines issued by the Securities and Exchange Board of India, have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their meeting held on 30 July 2021 and subjected to limited review by statutory auditor .
- Figures for the quarter ended 31 March 2021 are the balancing figures between the audited figures in respect of full financial year and the published year to date figures upto the third quarter of the relevant financial year .
- The Company is engaged in investment and financing activities, and accordingly there are no separate reportable segments as per Ind AS - 108 'Operating Segments'.
- 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. During the previous year, the Company received a garnishee order from the Recovery Officer, DRT, Bangalore for an amount of Rs 2,500 lakhs (plus interest) as the financial statements of Kingfisher Finvest Limited showed an amount of Rs 2,500 lakhs due from the Company. The Company has contested the same . The Company has deposited an amount of Rs 1,126.22 Lakhs with the DRT which is on account of deposit for preferring the Appeal before Debt Recovery Appellate Tribunal (DRAT), Chennai. The matter is presently pending before the Debt Recovery Appellate Tribunal, Chennai for hearing.
- The second wave of Covid-19 pandemic have resulted in significant increase of new cases in India. The impact of the same is uncertain and will depend on on-going as well as future developments. The Company has been in operation with minimal permitted staff. The Company has not faced any material adversity of its financial position as at 30 June 2021 and considering other relevant facts and circumstances existing as of that date, the Company does not anticipate any material uncertainties which affects its liquidity position. However, the impact of the global health pandemic may differ from that estimated as at the date of approval of the financial results and the Company will continue to closely monitor any material changes to future economic conditions.
- The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and postemployment received Presidential assent in September 2020. The Code has been published in the Gazette of India and subsequently on 13 November 2020 draft rules were published and invited for stakeholders' suggestions. The Central Government on 30 March 2021 has deferred the implementation of the said Code and the date on which the Code will come into effect has not been notified. The Company will assess the impact of the Code when it comes into effect and will account for the related impact in the period the Code becomes effective.
- Net Gain/Loss on fair value changes includes the effect of Financial Instruments held at Fair value through Profit and loss (FVTPL) for continuing and discontinuing portfolio.
- Previous period figures have been regrouped/ rearranged wherever necessary to conform to the current period's presentation.

For and on behalf of the Board of Directors

Mumbai, 30 July 2021

M V Doshi
Executive Chairman & Managing Director

Independent Auditor's Review Report on the Quarterly Unaudited Standalone Financial Results of LKP Finance Limited pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended

To
The Board of Directors of
LKP Finance Limited

Re: Limited Review Report for the quarter ended 30 June 2021

1. We have reviewed the accompanying Statement of unaudited standalone financial results of **LKP Finance Limited** (the "Company") for the quarter ended 30 June, 2021 ("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").
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of Companies Act, 2013, as amended, read with rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under Section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard (Ind AS) and other recognised accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.



5. We draw attention to Note 4 to the standalone financial result , State Bank of India obtained an order from Debt Recovery Tribunal (DRT), Bangalore against Kingfisher Airlines, United Breweries (Holdings) Ltd and Others for recovery of dues from them. During the previous year, the Company received a garnishee order from the Recovery Officer, DRT, Bangalore for an amount of Rs 2,500 lakhs (plus interest) as the financial statements of Kingfisher Finvest Limited showed an amount of Rs 2,500 Lakhs due from the Company. The Company has contested the same. The Company has deposited an amount of Rs 1,126.22 Lakhs with the DRT which is on account of deposit for preferring the Appeal before DRAT, Chennai. The matter is presently pending before the Debt Recovery Appellate Tribunal, Chennai for hearing.

Our opinion is not modified in respect of this matter.

For **MGB & Co. LLP**

Chartered Accountants

Firm Registration Number: 101169W/W-100035



Sanjay Kothari

Partner

Membership Number 048215

Mumbai, 30 July 2021

UDIN: 21048215AAAAIU9304

LKP Finance Limited
CIN: L65900MH1984PLC032831
Regd Office :- 112-A / 203, Embassy Centre, Nariman point, Mumbai 400021
Unaudited Consolidated Financial Results for the Quarter ended 30 June 2021

(Rs. in lakhs except per share data)

		Consolidated			
		Quarter ended		Year ended	
		30 June 2021 (Unaudited)	31 March 2021 (Audited) (Refer note 2)	30 June 2020 (Unaudited)	31 March 2021 (Audited)
I	Revenue From Operations				
	Interest income	222.38	144.67	87.08	428.83
	Dividend income	0.38	3.14	0.28	29.55
	Net gain on fair value changes (Refer note 7)	-	1,156.26	2,644.93	5,881.94
	Other operating income	5,204.28	719.65	1,022.67	3,234.86
I	Total Revenue from Operations	5,427.04	2,023.72	3,754.96	9,575.18
II	Other Income	-	45.99		149.31
III	Total Income (I+II)	5,427.04	2,069.71	3,754.96	9,724.49
	Expenses				
	Finance costs	31.51	82.16	32.99	257.61
	Fees and commission expenses	-	67.27	-	67.27
	Net loss on fair value changes (Refer note 7)	709.18	-	-	-
	Impairment on financial instruments	390.14	683.25	130.00	986.28
	Employee benefits expense	207.79	622.21	297.47	1,175.98
	Depreciation and amortization	0.69	1.46	0.36	2.63
	Other expenses	50.07	80.62	37.08	279.78
IV	Total Expenses	1,389.38	1,536.97	497.90	2,769.55
V	Profit/ (Loss) before tax (III-IV)	4,037.66	532.74	3,257.06	6,954.94
VI	Tax expenses	592.45	(296.68)	600.00	890.27
VII	Profit / (Loss) for the period / year (V-VI)	3,445.21	829.42	2,657.06	6,064.67
VIII	Other Comprehensive Income (net of tax)				
	(i) Items that will not be reclassified to profit or loss				
	a) Re-measurement of defined benefit obligation	0.40	2.30	(0.86)	2.12
	b) Fair value changes of equity instruments through other comprehensive income	0.88	4,657.75	163.14	4,820.42
	(ii) Items that will be reclassified to profit or loss	-	-	-	-
IX	Other Comprehensive Income / (loss) for the period/ year	1.28	4,660.05	162.28	4,822.54
	Total Comprehensive Income / (loss) for the period / year (VIII+IX)	3,446.49	5,489.47	2,819.35	10,887.21
	Paid up Equity Share Capital (face value Rs. 10 per share)				1,256.86
	Other Equity				24,065.65
	Earnings per Share - Basic (Rs.) *	27.41	6.60	21.14	48.25
	Earnings per Share - Diluted (Rs.) *	27.41	6.60	21.14	48.25

* EPS not annualised for interim periods

Notes :

- The above unaudited consolidated financial results have been prepared in accordance with the Indian Accounting Standards (Ind AS), the provisions of the Companies Act, 2013 and guidelines issued by the Securities and Exchange Board of India, have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their meeting held on 30 July 2021 and subjected to limited review by Statutory Auditor.
- Figures for the quarter ended 31 March 2021 are the balancing figures between the audited figures in respect of full financial year and the published year to date figures upto the third quarter of the relevant financial year.
- The Group is engaged in the business of investment and financing activities, and accordingly there are no separate reportable segments as per Ind AS - 108 'Operating Segments'.
- 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 2,500 lakhs (plus interest) as the financial statements of Kingfisher Finvest Limited showed an amount of Rs 2,500 lakhs due from the Group. The Group has contested the same. The group has deposited an amount of Rs 1,126.22 lakhs with the DRT which is on account of deposit for preferring the Appeal before DRAT, Chennai. The matter is presently pending before the Debt Recovery Appellate Tribunal, Chennai for hearing.
- The second wave of Covid-19 pandemic have resulted in significant increase of new cases in India. The impact of the same is uncertain and will depend on on-going as well as future developments. The Group has been in operation with minimal permitted staff. The Group has not faced any material adversity of its financial position as at 30 June 2021 and considering other relevant facts and circumstances existing as of that date, the Group does not anticipate any material uncertainties which affects its liquidity position. However, the impact of the global health pandemic may differ from that estimated as at the date of approval of the financial results and the Group will continue to closely monitor any material changes to future economic conditions.
- The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and postemployment received Presidential assent in September 2020. The Code has been published in the Gazette of India and subsequently on 13 November 2020 draft rules were published and invited for stakeholders' suggestions. The Central Government on 30 March 2021 has deferred the implementation of the said Code and the date on which the Code will come into effect has not been notified. The Group will assess the impact of the Code when it comes into effect and will account for the related impact in the period the Code becomes effective.
- Net Gain/ loss on fair value changes includes the effect of Financial Instruments held at Fair value through Profit and loss (FVTPL) for continuing and discontinuing portfolio.
- 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, 30 July 2021

M V Doshi
Executive Chairman & Managing Director

Independent Auditor's Review Report on the Quarterly Unaudited Consolidated Financial Results of LKP Finance Limited pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended

To
The Board of Directors of
LKP Finance Limited

1. We have reviewed the accompanying Statement of unaudited consolidated financial results of **LKP Finance Limited** ("the Holding Company") and its subsidiary (the Holding Company and its subsidiary together referred to as "the Group") for the quarter ended 30 June 2021 ("the Statement") 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").
2. This Statement, which is the responsibility of the Holding Company's Management and approved by the Holding Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of Companies Act, 2013, as amended, read with rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under Section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. The Statement includes the results of the following entities:

Holding Company: LKP Finance Limited

Subsidiary Company: Bond Street Capital Private Limited (formerly known as Gayatri Cement and Chemical Industries Private Limited)

5. Based on our review conducted and procedures performed as stated in Paragraph 3 above and based on the consideration of the review reports of the other auditors referred to in Paragraph 7 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.



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MGB & Co. (a partnership firm) converted into MGB & Co LLP (a Limited Liability Partnership with Regn No. AAC-2940) w.e.f 13th May, 2014

6. As described in Note 4 to the consolidated financial result, State Bank of India obtained an order from Debt Recovery Tribunal (DRT), Bangalore against Kingfisher Airlines, United Breweries (Holdings) Ltd and Others for recovery of dues from them. During the previous year, the Group received a garnishee order from the Recovery Officer, DRT, Bangalore for an amount of Rs 2,500 lakhs (plus interest) as the financial statements of Kingfisher Finvest Limited showed an amount of Rs 2,500 Lakhs due from the Group. The Group has contested the same. The Group has deposited an amount of Rs 1,126.22 Lakhs with the DRT which is on account of deposit for preferring the Appeal before DRAT, Chennai. The matter is presently pending before the Debt Recovery Appellate Tribunal, Chennai for hearing.

Our opinion is not modified in respect of this matter.

7. We did not review the interim financial results of the subsidiary company, whose interim financial results reflect total revenues of Rs.273.61 lakhs, total net profit after tax of Rs. 231.20 lakhs and total comprehensive Income of Rs. 232.08 lakhs for the quarter ended 30 June 2021, as considered in the Statement. These interim financial results have been reviewed by other auditor whose report has been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of the subsidiary company is based solely on the report of other auditor and the procedures performed by us as stated in Paragraph 3 above.

Our conclusion on the Statement is not modified in respect of the above matter.

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



Sanjay Kothari

Partner

Membership Number 048215



Mumbai, 30 July 2021
UDIN: 21048215AAAAIV6769