



KOVAI MEDICAL CENTER AND HOSPITAL LIMITED

NABH Accredited Hospital

Excellence in Healthcare

99, Avanashi Road, Coimbatore - 641 014. INDIA | Phone : (0422) 4323800 | 4324000 | 6803000

Web : www.kmchhospitals.com | CIN No : L85110TZ1985PLC001659



Ref: KMCH/SEC/SE/2022-23/1604

May 27, 2022

To

Corporate Relationship Department
BSE Limited
1st Floor, New Trading Ring
Rotunda Building, P.J.Towers
Dalal Street, Fort
Mumbai – 400 001

Dear Sirs,

Sub: Outcome of Board Meeting held on 27th May 2022

Ref: Security Code: 523323, Security ID: KOVAI

Pursuant to Regulation 30 of SEBI (LODR) Regulations, 2015, we wish to inform you that the Board of Directors at their meeting held today i.e. Friday, 27th May 2022, inter-alia, considered and approved the following items.

Pursuant to Regulation 33 of SEBI (LODR) Regulations 2015, we enclose the following.

1. Audited Financial Results of the company as per Ind AS for the quarter and year ended 31st March 2022.
2. Auditors Report on the Financial Results of the company for the year ended 31st March 2022. As regards the Audited Financial Results of the company, it is hereby declared that the Auditors have given an Un-modified opinion in their report.
3. Declaration submitted by the Chief Financial Officer in respect of Unmodified opinion on Audit Report.

The Board at the said meeting also considered the following other items also:

4. Recommended a final dividend of 30% on the equity capital (Rs.3/- per share) and special dividend of 30% on the equity capital (Rs.3/- per share) of the company for the Financial Year ended 31st March 2022 subject to the approval of shareholders at the ensuing Annual General Meeting.





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Continuation Sheet No.

5. The 36th Annual General Meeting of the Company is scheduled to be held on Wednesday, 7th September 2022. Book Closure dates will be intimated separately.
6. The above said results / documents are being posted on the website of the company www.kmchhospitals.com.
7. The Financial Results will also be published in the Newspapers, in the prescribed format as per Regulation 47 of SEBI (LODR) Regulations 2015.

The meeting of the Board of Directors of the company commenced at 4.30 p.m. and concluded at 5.45 p.m.

This is for your information and records.

Thanking you

Yours faithfully

For KOVAI MEDICAL CENTER AND HOSPITAL LIMITED

S. P. Chittibabu

S.P.CHITTIBABU
COMPANY SECRETARY





KOVAL MEDICAL CENTER AND HOSPITAL LIMITED

Corporate Identification Number (CIN) : L85110TZ1985PLC001659

Registered Office : 99, Avanashi Road, Coimbatore - 641 014

Phone: (0422) 4323800,3083800, Fax : (0422) - 2627782

E-mail: secretarialdept@kmchhospitals.com, Website : www.kmchhospitals.com

Statement of Audited Financial Results for the Quarter / Year Ended 31st March 2022

(₹ in lakhs)

S.No	Particulars	Quarter Ended			Year Ended	Year Ended
		31.03.2022	31.12.2021	31.03.2021	31.03.2022	31.03.2021
		(Unaudited)			(Audited)	(Audited)
1	Income					
	a) Revenue from Operations	21,847.76	22,740.84	19,809.84	90,114.74	68,813.71
	b) Other Operating Income	210.91	132.88	81.43	484.92	222.47
	c) Other Income	317.23	415.23	486.90	1,182.54	1,185.35
	Total Income	22,375.90	23,288.95	20,378.17	91,782.20	70,221.53
2	Expenses					
	a) Cost of Medicines & Hospital consumables consumed	6,288.83	6,499.26	5,504.66	25,627.38	19,355.40
	b) Employee benefits expense	3,961.88	3,516.34	3,357.68	15,076.07	11,866.77
	c) Finance Costs	1,047.22	1,062.97	900.15	4,323.01	3,130.86
	d) Depreciation and amortization expenses	2,129.16	2,196.11	1,758.26	8,542.82	6,802.51
	e) Other Expenses	6,348.31	6,463.08	5,247.14	24,145.09	18,492.37
	Total Expenses	19,775.40	19,737.76	16,767.89	77,714.37	59,647.91
3	Profit before Tax (1-2)	2,600.50	3,551.19	3,610.28	14,067.83	10,573.62
4	Tax expense					
	a) Current Tax	695.11	919.60	556.20	3,523.28	2,381.00
	b) Taxation for earlier years	-	(25.33)	(36.75)	(25.33)	(36.75)
	c) Deferred Tax	22.90	50.48	405.01	143.82	460.83
	Total Tax Expenses	718.01	944.75	924.46	3,641.77	2,805.08
5	Profit for the period from continuing operations (3-4)	1,882.49	2,606.44	2,685.82	10,426.06	7,768.54
6	OTHER COMPREHENSIVE INCOME					
	A) Items that will not be reclassified to profit or loss					
	Remeasurement of post employment benefit obligations	(294.43)	17.59	106.11	(227.48)	166.56
	Change in equity instruments measured at FVOCI	1.64	1.59	1.54	4.65	3.97
	B) Income Tax relating to above items	73.69	(4.83)	(27.43)	56.08	(42.92)
	Total Other Comprehensive Income	(219.10)	14.35	80.22	(166.75)	127.61
7	Total Comprehensive Income For The Period (5+6)	1,663.39	2,620.79	2,766.04	10,259.31	7,896.15
8	Basic and diluted Earnings Per Share	17.20	23.82	24.55	95.28	71.00



Statement of Assets and Liabilities

(₹ in lakhs)

Particulars	31.03.2022	31.03.2021
	Audited	Audited
ASSETS		
1. Non Current Assets		
(a) Property, plant & equipment	1,04,838.69	99,424.77
(b) Right of use assets	3,362.36	3,623.23
(c) Capital work in progress	545.80	4,526.76
(d) Intangible assets	252.60	252.74
(e) Financial assets		
(i) Investments	20.30	15.66
(ii) Other financial assets	959.48	1,180.95
(f) Other non-current assets	474.44	288.75
Total Non Current Assets	1,10,453.67	1,09,312.86
2. Current Assets		
(a) Inventories	1,257.52	1,022.58
(b) Financial Assets		
(i) Trade receivables	1,935.60	1,400.35
(ii) Cash & cash equivalents	545.30	692.70
(iii) Bank balances other than cash & cash equivalents	19,277.23	14,765.29
(iv) Others financial assets	406.95	559.54
(c) Other current assets	389.43	361.59
Total Current Assets	23,812.03	18,802.05
TOTAL - ASSETS	1,34,265.70	1,28,114.91
EQUITY AND LIABILITIES		
1. Equity		
(a) Equity Share Capital	1,094.23	1,094.23
(b) Other Equity	59,836.65	49,905.61
Total Equity	60,930.88	50,999.84
2. Non Current Liabilities		
(a) Financial liabilities		
(i) Borrowings	48,336.66	55,071.58
(ii) Lease liabilities	3,722.73	3,871.01
(iii) Other financial liabilities	26.99	28.79
(b) Provisions	1,494.85	937.86
(c) Deferred tax liabilities (net)	3,398.17	3,310.44
(d) Other non-current liabilities	53.45	37.86
Total Non Current Liabilities	57,032.85	63,257.54
3. Current Liabilities		
(a) Financial liabilities		
(i) Borrowings	2,792.31	3,234.55
(ii) Lease liabilities	167.40	114.55
(iii) Trade payables		
a) Dues to Micro & Small Enterprises	54.54	47.06
b) Dues to Others	1,367.11	1,499.15
(iv) Other financial liabilities	4,148.26	3,180.62
(b) Provisions	719.19	587.55
(c) Other current liabilities	7,053.16	5,194.05
Total Current Liabilities	16,301.97	13,857.53
TOTAL - EQUITY AND LIABILITIES	1,34,265.70	1,28,114.91





STATEMENT OF CASH FLOW FOR THE PERIOD ENDED 31st MARCH 2022

(₹ in Lakhs)

Particulars	31st March 2022 (Audited)		31st March 2021 (Audited)	
A. CASH FLOW FROM OPERATING ACTIVITIES:				
Profit before taxation and exceptional items		14,067.83		10,573.62
Adjustment for:				
Depreciation and amortisation expense	8,542.82		6,802.51	
Exchange fluctuation loss/(gain), net	(0.28)		0.10	
Finance cost	4,308.69		3,069.20	
Non Cash transactions	13.17		(48.14)	
Loss/(profit) on Sale of Property, Plant & equipment (net)	93.27		(15.76)	
		12,957.67		9,807.91
Operating cash flow before working capital changes		27,025.50		20,381.53
(Increase) / Decrease in non current & current financial assets	(404.14)		(298.31)	
(Increase) / Decrease in other non current & current assets	(27.79)		(137.90)	
Increase / (Decrease) in non current & current financial liabilities	835.33		(963.13)	
(Decrease) / Increase in other non current & current liabilities	2,682.33		1,784.58	
		3,085.73		385.24
Cash generated from operations		30,111.23		20,766.77
Income Tax paid		(3,860.60)		(2,191.60)
Net cash generated from operating activities (A)		26,250.63		18,575.17
B. CASH FLOW FROM/ (USED IN) INVESTING ACTIVITIES:				
Purchase of Property, Plant & Equipment, CWIP & intangible assets	(9,926.31)		(18,093.25)	
Proceeds relating to Property, Plant & Equipment	16.77		45.00	
Net cash from / (used in) investing activities (B)		(9,909.54)		(18,048.25)
C. CASH FLOW FROM / (USED IN) FINANCING ACTIVITIES:				
Long term Borrowings (Net of Repayment)	(7,306.42)		6,512.35	
Short term Borrowings (Net)	129.26		501.21	
Repayment of lease liabilities	(162.22)		(90.12)	
Finance Cost	(4,308.69)		(3,069.20)	
Dividend Paid	(328.48)		(16.69)	
Net cash from / (used in) financing activities (C)		(11,976.55)		3,837.55
Net increase / (decrease) in cash and cash equivalents (A+B+C)		4,364.54		4,364.47
Cash and cash equivalents at the beginning of the year		15,457.99		11,093.52
Less: Bank Balances not considered as Cash & Cash equivalents as per Ind AS 7		19,277.23		14,765.29
Cash and Cash equivalent at the end of the year		545.30		692.70



Notes :

- 1 The above financial results have been reviewed by the Audit Committee and approved by the Board at its meeting held on 27th of May 2022.
- 2 The Board of Directors recommended a final dividend of ₹ 3/- per Equity share and a special dividend of ₹ 3/- per Equity share (of face value of ₹ 10/- each) for the year 2021-22, subject to the approval of the shareholders in Annual General Meeting.
- 3 The Company has reported segment information as per Indian Accounting Standards 108 - "Operating Segments" (Ind AS 108).
- 4 The Code on Social Security 2020 has been notified in the Official Gazette on 29th September 2020. The effective date from which the changes are applicable is yet to be notified and the rules are yet to be framed. Impact, if any of the change will be assessed and accounted in the period in which the said Code becomes effective and the rules framed thereunder are published.
- 5 On September 26, 2021, the company had a minor fire accident in one of the record storage rooms of Main Hospital at Coimbatore due to an electrical short circuit. Consequent to the fire, certain physical copies of documents, vouchers, invoices, and other records pertaining to the period 1st April 2019 to 26th September 2021 were destroyed. The primary books of accounts stored in the central server and a significant part of the records including bills, vouchers and other documents were not affected by the fire. Subsequent to the fire accident, the company had obtained statement of accounts, external confirmation of balances from major vendors, obtained duplicate copy of invoices, vouchers and other documents wherever possible. Based on the statement of accounts, confirmation of balances and other records obtained, the misstatements, if any, for the financial year ended 31st March 2022, in the recording of liability, assets and income and expenses is considered insignificant.
- 6 The figures for the quarter ended 31st March 2022 and 31st March 2021 are the balancing figures between audited figures in respect of the full financial year and the year to date figures upto the third quarter.
- 7 Figures of the previous period / year have been regrouped / re-arranged wherever necessary to conform to the current period / year presentation.



DR.NALLA G PALANISWAMI
MANAGING DIRECTOR
DIN : 00013536

COIMBATORE
27.05.2022

Segment wise Revenue, Results and Capital Employed

(₹ in lakhs)

Particulars	Quarter ended 31.03.2022	Quarter ended 31.12.2021	Quarter ended 31.03.2021	Year ended 31.03.2022	Year ended 31.03.2021
	Unaudited			Audited	Audited
Segment Revenue					
Healthcare	21,145.17	22,208.51	18,844.95	87,750.60	66,840.28
Education	913.50	665.21	1,046.32	2,849.06	2,195.90
Sub-total	22,058.67	22,873.72	19,891.27	90,599.66	69,036.18
Less : Inter-segment revenue	-	-	-	-	-
Revenue from Operations	22,058.67	22,873.72	19,891.27	90,599.66	69,036.18
Segment Results					
Profit/(loss) before interest and tax					
Healthcare	3,696.09	4,860.21	4,298.86	19,103.81	13,840.35
Education	(48.37)	(246.05)	211.57	(712.97)	(135.87)
Sub-total	3,647.72	4,614.16	4,510.43	18,390.84	13,704.48
Less : Finance Cost	1,047.22	1,062.97	900.15	4,323.01	3,130.86
Unallocated expenses	-	-	-	-	-
Sub-total	1,047.22	1,062.97	900.15	4,323.01	3,130.86
Profit before tax (PBT)	2,600.50	3,551.19	3,610.28	14,067.83	10,573.62
Capital employed (Segment assets - Segment liabilities)					
(a) Healthcare					
Segment assets	96,414.08	1,00,017.46	95,622.58	96,414.08	95,622.58
Segment liabilities	(55,422.92)	(58,820.52)	(60,179.92)	(55,422.92)	(60,179.92)
(b) Education					
Segment assets	34,808.53	29,976.19	29,310.16	34,808.53	29,310.16
Segment liabilities	(17,911.90)	(14,982.99)	(16,935.15)	(17,911.90)	(16,935.15)
(c) Unallocated					
Assets	3,043.09	3,077.38	3,182.17	3,043.09	3,182.17
Liabilities	-	-	-	-	-
Total	60,930.88	59,267.52	50,999.84	60,930.88	50,999.84



N. Nalla G. Palaniswami
DR. NALLA G PALANISWAMI
MANAGING DIRECTOR
DIN : 00013536

COIMBATORE
 27.05.2022

Independent Auditor's Report on the Annual Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, (as amended).

To the Board of Directors of Kovai Medical Center and Hospital Limited

Opinion

1. We have audited the accompanying annual financial results ("the Statement") of **Kovai Medical Center and Hospital Limited** ("the company") for the year ended 31st March, 2022, attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").
2. In our opinion and to the best of our information and according to the explanations given to us, the Statement:
 - i) is presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
 - ii) gives a true and fair view in conformity with the applicable Indian Accounting Standards ('Ind AS') prescribed under Section 133 of the Companies Act, 2013 ('the Act'), read with relevant rules issued thereunder, and other accounting principles generally accepted in India, of the net profit, other comprehensive income and other financial information of the company for the year ended 31st March, 2022.

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing ('SAs') specified under section 143(10) of the Act. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Statement* 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 ('the ICAI') together with the ethical requirements that are relevant to our audit of the financial results 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 obtained by us, is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter:

4. We draw attention to Note no. 5 of the accompanying statement on a minor fire accident on 26th September 2021 in one of the storage record rooms of the company. We have performed alternative procedures and obtained corroborative evidences on sample basis.

Our opinion is not modified in respect of this matter.

Responsibilities of Management and Those Charged with Governance for the statement

5. This Statement has been prepared on the basis of the annual financial statements and has been approved by the Company's Board of Directors. The Company's Management and Board of Directors are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit, other comprehensive income and other financial information of the Company in accordance with the accounting principles generally accepted in India, including Ind AS prescribed under Section 133 of the Act, read with relevant rules issued thereunder and other accounting principles generally accepted in India, and in compliance with Regulation 33 of the Listing Regulations including the SEBI Circular. 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 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 Statement that gives a true and fair view and is free from material misstatement, whether due to fraud or error.
6. In preparing the Statement, 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.



7. The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Statement

8. Our objectives are to obtain reasonable assurance about whether the Statement as a whole is 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 Standards on Auditing, specified under section 143(10) of the Act, 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 this Statement.
9. As part of an audit in accordance with the Standards on Auditing, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
- Identify and assess the risks of material misstatement of the Statement, 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 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 in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such control;
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of directors;
 - Conclude on the appropriateness of the Board of directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material



Coimbatore - 641 011

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 Statement 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; and

- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.
10. 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 control that we identify during our audit.
11. 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

12. This Statement includes the financial results for the quarter ended 31st March 2022 and quarter ended 31st March 2021, 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 those financial years, which were subject to limited review by us.



Place: Coimbatore
Date: 27/05/2022

For VKS Aiyer & Co.
Chartered Accountants
ICAI Firm Registration No.0000665


Kaushik Sidartha
Partner
Membership No.: 217964
UDIN:22217964AJRZLI6360



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May 27, 2022

To

Corporate Relationship Department
BSE Limited
1st Floor, New Trading Ring
Rotunda Building, P.J.Towers
Dalal Street, Fort
Mumbai – 400 001

Dear Sirs,

Sub: Declaration with respect to Auditor's Report with unmodified opinion to the Audited Financial Results for the Financial Year ended 31st March 2022.

Ref: Security ID: KOVAI, Security Code: 523323

Pursuant to Regulation 33(3)(d) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, we do hereby confirm that the Statutory Auditors of the Company M/s VKS Aiyer & Co., Chartered Accountants, Coimbatore (Firm Registration No. 000066S) have issued an Audit Report with unmodified opinion on the Annual Audited Financial Results of the Company for the Financial Year ended 31st March 2022.

Kindly take this declaration on your records.

Thanking you

Yours faithfully

For KOVAI MEDICAL CENTER AND HOSPITAL LIMITED

M.K.RAVINDRA KUMAR
CHIEF FINANCIAL OFFICER

