

K G DENIM LIMITED

CIN : L17115TZ1992PLC003798

THEN THIRUMALAI

METTUPALAYAM - 641 302.

COIMBATORE DISTRICT

TAMILNADU, INDIA.

GST No. : 33AAACK7940C1ZW

kg
Denim

Phone : 0091-4254-235240
Fax : 0091-4254-235400
Email : cskgdl@kgdenim.in



KGDL/SECTL/BSE/2020

14.09.2020

BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street
MUMBAI 400 001.

Scrip Code : The Stock Exchange, Mumbai : 500239

Dear Sirs,

Sub : Submission of Standalone and Consolidated Un-audited Financial Results for the Quarter ended 30.06.2020 and Limited Review Report for the same period.

We are pleased to submit herewith the Standalone and Consolidated Un-audited Financial Results for the Quarter ended 30.06.2020 which was approved by the Board of Directors of our Company at their Meeting held on 14.09.2020 and Limited Review Report by the Statutory Auditors of the Company in compliance with Regulation 30 and 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the said period.

We request you to take on record the above said Un-audited Financial Results and Limited Review Report for your reference and record.

Thanking you.

Yours Faithfully,
For **K G DENIM LIMITED**

B SRIRAMULU

B SRIRAMULU
MANAGING DIRECTOR

Encl: As above

K G DENIM LIMITED
CIN : L17115TZ1992PLC003798

Regd. Office: Then Thirumalai, Coimbatore - 641 302. Phone : 04254-235401, Fax : 04254-235400 Website : www.kgdenim.com, E-mail : cskgdl@kgdenim.in

Standalone Un-Audited Financial Results for the Quarter Ended 30th June 2020

| No | Particulars | Rs. In Lakhs | | | |
|---------------|--|---------------|--------------|--------------|--------------|
| | | Standalone | | | |
| | | Quarter Ended | | | Year Ended |
| | | Un-Audited | Audited | Un-Audited | Audited |
| | 30.06.2020 | 31.03.2020 | 30.06.2019 | 31.03.2020 | |
| PART I | | | | | |
| 1 | Income from operations : | | | | |
| | (a) Revenue From Operations | 4997 | 10875 | 12530 | 49253 |
| | (b) Other Income | 34 | 179 | 21 | 303 |
| | Total Income | 5031 | 11054 | 12551 | 49556 |
| 2 | Expenses | | | | |
| | (a) Cost of material consumed | 2470 | 7013 | 6123 | 25884 |
| | (b) Purchases of Stock-in-trade | 0 | 13 | 0 | 13 |
| | (c) Change in inventories of finished goods, Work-in-progress and stock-in-trade | -329 | -1601 | 416 | 29 |
| | (d) Power & Fuel | 883 | 2219 | 1554 | 7194 |
| | (e) Stores & Chemicals | 603 | 754 | 1976 | 6144 |
| | (f) Employees benefit expense | 738 | 1535 | 1351 | 5256 |
| | (g) Financial Cost | 493 | 647 | 550 | 2266 |
| | (h) Depreciation and amortization expenses | 391 | 442 | 441 | 1923 |
| | (i) Other Expenses | 305 | 730 | 560 | 2748 |
| | Total Expenses | 5554 | 11752 | 12971 | 51457 |
| 3 | Profit / (Loss) before exceptional Items (1-2) | -523 | -698 | -420 | -1901 |
| 4 | Exceptional items | | 450 | 0 | 450 |
| 5 | Profit / (Loss) before Tax | -523 | -1148 | -420 | -2351 |
| 6 | Tax Expenses | | | | |
| | Current Tax | 0 | 0 | 0 | 0 |
| | Deferred Tax | -173 | -264 | 1 | -674 |
| | Excess Provision of Current Tax of earlier years | | -7 | 0 | -26 |
| | Total | -173 | -271 | 1 | -700 |
| 7 | Net Profit (Loss) for the period | -350 | -877 | -421 | -1651 |
| 8 | Other Comprehensive Income (Net of Tax) | | | | |
| | Items That will not be reclassified to Profit or Loss | | | | |
| | 1) Fair value of Equity Instruments | -1.23 | 0.62 | -0.25 | -1.27 |
| | 2) Gratuity Valuation thro OCI | 0 | 125 | 0 | 125 |
| | | -1.23 | 125 | 0 | 123 |
| 9 | Total Comprehensive Income for the Period (Rounded off to Lakhs) | -351 | -751 | -421 | -1527 |
| 10 | Paid-up Equity Share Capital (Face value of Rs.10/- each) | 2565 | 2565 | 2565 | 2565 |
| 11 | Reserves (excluding revaluation reserves) | | | | 7111 |
| 12 | Earnings Per Share (EPS) - Basic & Diluted | -1.36 | -3.42 | -1.64 | -6.44 |



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K G DENIM LIMITED
CIN : L17115TZ1992PLC003798

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- 1 The above un-audited results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 14th September 2020
- 2 The Statement has been prepared in accordance with the companies (Indian Accounting Standards) Rules, 2015 (Ind AS) (and relevant amendment rules thereafter) prescribed under section 133 of the Companies Act, 2013 and other recognised accounting practices and polices to the extent applicable.
- 3 The Ministry of Home Affairs vide order No. 40-3/2020-DM-I(A) dated 24th March 2020 announced a nation-wide lockdown as a measure to contain the spread of COVID 19 which was declared a global pandemic by the World Health Organisation. Owing to the lockdown, the operations of the Company were impacted due to shutting down of its factory and offices, except power plant operations. The Company has resumed its operations during May 2020 in a phased manner as per directives issued by the Central Government and the Tamil Nadu Government and is closely monitoring the impact of the pandemic on all aspects of its business. The Company is taking appropriate measures to ensure the safety and well-being of all its employees and ensuring full compliances with the directives issued by the Government in this regard.
The Management has exercised due care, in deciding on significant accounting judgements and estimates, inter-alia, recoverability of receivables, assessment for impairment of inventory, based on the information available to date, both internal and external, to the extent relevant, while preparing these financial results as of and for the quarter ended June 30, 2020. Based on the assessment of current indicators of future economic conditions, the Management expects sales to improve gradually. The impact assessment of COVID 19 is a continuing process given the uncertainties associated with its nature and duration and accordingly, the eventual outcome may be different from those estimated as on the date of approval of these financial results.
- 4 The figures for quarter ended March 31, 2020 are the balancing figures between audited figures in respect of the full financial year and the unaudited published year-to-date figures upto December 31,2019.
- 5 Previous year's figures have been regrouped / re arranged where necessary to confirm to current year's classification..

Coimbatore

Date :- 14th September 2020



By Order of the Board

B. SRIRAMULU
Managing Director

K G DENIM LIMITED

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| STANDALONE SEGMENTWISE REVENUE RESULTS AND CAPITAL EMPLOYED | | | | | |
|---|---|--------------------------|-----------------------|--------------------------|-----------------------|
| (Rs. In Lakhs) | | | | | |
| No | Particulars | Standalone | | | |
| | | Quarter Ended | | Year ended | |
| | | Un Audited 30.06.2020 | Audited 31.03.2020 | Un Audited 30.06.2019 | Audited 31.03.2020 |
| | PART II | | | | |
| 1 | Segment Revenue (Net Sales / Income from Operations) | | | | |
| | (a) Textiles | 4,165 | 9,410 | 11,488 | 44,501 |
| | (b) Power | 1,228 | 2,425 | 1,934 | 8,322 |
| | Total | 5,393 | 11,835 | 13,422 | 52,823 |
| | Add: Other Unallocable Income | | - | - | - |
| | Less: Inter Segment Sales | 362 | 781 | 871 | 3,267 |
| | Net Sales / Income from operations | 5,031 | 11,054 | 12,551 | 49,556 |
| 2 | Segment Results (Profit before Interest & Tax) | | | | |
| | (a) Textiles | (234) | (257) | (212) | (700) |
| | (b) Power | 204 | 206 | 342 | 1,065 |
| | Total | (30) | (51) | 130 | 365 |
| | Less: | | | | |
| | a) Interest & Finance Charges (Net) | 493 | 647 | 550 | 2,266 |
| | b) Other Unallocable expenditure (net of Unallocable Income) | | - | - | - |
| | Profit Before Exceptional Items & Tax | (523) | (698) | (420) | (1,901) |
| 3 | Segment Assets | | | | |
| | (a) Textiles | 37,245 | 37,813 | 37,328 | 37,813 |
| | (b) Power | 7,624 | 7,928 | 8,154 | 7,928 |
| | Total Segment assets | 44,869 | 45,741 | 45,482 | 45,741 |
| 4 | Segment Liabilities | | | | |
| | (a) Textiles | 24,614 | 24,269 | 22,198 | 24,269 |
| | (b) Power | 2,895 | 3,003 | 2,528 | 3,003 |
| | Total Segment liabilities | 27,509 | 27,272 | 24,726 | 27,272 |

Coimbatore

Date :- 14th September 2020



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Consolidated Un-Audited Financial Results for the Quarter Ended on 30th June 2020

(Rs. In Lakhs)

| No | Particulars | Consolidated | | | |
|----|--|--------------------------|-----------------------|--------------------------|-----------------------|
| | | Quarter Ended | | Year Ended | |
| | | Un-Audited 30.06.2020 | Audited 31.03.2020 | Un-Audited 30.06.2019 | Audited 31.03.2020 |
| | PART I | | | | |
| 1 | Income from operations : | | | | |
| | (a) Revenue From Operations | 5,216 | 11,629 | 12,998 | 50,921 |
| | (b) Other Income | 34 | 179 | 23 | 306 |
| | Total Income | 5,250 | 11,808 | 13,021 | 51,228 |
| 2 | Expenses | | | | |
| | (a) Cost of material consumed | 2,471 | 7,040 | 6,131 | 25,934 |
| | (b) Purchases of Stock-in-trade | - | 107 | 195 | 1,075 |
| | (c) Change in inventories of finished goods, Work-in-progress and stock-in-trade | -206 | -862 | 453 | -144 |
| | (d) Power & Fuel | 883 | -5,120 | 1,553 | 7,194 |
| | (e) Stores & Chemicals | 603 | 7,948 | 1,976 | 6,144 |
| | (f) Employees benefit expense | 784 | 1,624 | 1,414 | 5,537 |
| | (g) Financial Cost | 511 | 666 | 572 | 2,356 |
| | (h) Depreciation and amortization expenses | 393 | 445 | 442 | 1,932 |
| | (i) Other Expenses | 376 | 964 | 808 | 3,718 |
| | Total Expenses | 5,815 | 12,812 | 13,544 | 53,747 |
| 3 | Profit / (Loss) before exceptional Items (1-2) | -565 | -1,004 | -524 | -2,519 |
| 4 | Exceptional items | - | - | - | - |
| 5 | Profit / (Loss) before Tax | -565 | -1,004 | -524 | -2,519 |
| 6 | Tax Expenses | | | | |
| | Current Tax | - | - | - | - |
| | MAT Credit Entitlement | - | - | - | - |
| | Deferred Tax | -173 | -353 | 1.00 | -852 |
| | Excess Provision of Current Tax of earlier years | - | -7 | - | -26 |
| | Total | -173 | -360 | 1.00 | -878 |
| 7 | Net Profit (Loss) for the period | -392 | -644 | -525 | -1,641 |
| 8 | Other Comprehensive Income (Net of Tax) | | | | |
| | Items That will not be reclassified to Profit or Loss | | | | |
| | 1) Fair value of Equity Instruments | -1.23 | 0.62 | -0.25 | -1.27 |
| | 2) Gratuity Valuation thro OCI | - | 130 | - | 130 |
| | | -1.23 | 131 | -0.25 | 129 |
| 9 | Total Comprehensive Income for the Period (Rounded off to Lakhs) | -393 | -513 | -525 | -1,512 |
| 10 | Paid-up Equity Share Capital (Face value of Rs.10/- each) | 2,565 | 2,565 | 2,565 | 2,565 |
| 11 | Reserves (excluding revaluation reserves) | | | | 5,594 |
| 12 | Earnings Per Share (EPS) - Basic & Diluted | -1.53 | -2.51 | -2.05 | -6.40 |
| | (After Extraordinary items) (Not Annualised) | | | | |



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K G DENIM LIMITED
CIN : L17115TZ1992PLC003798

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- 1 The above unaudited consolidated financial results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 14th September 2020
- 2 The Statement has been prepared in accordance with the companies (Indian Accounting Standards) Rules, 2015 (Ind AS) (and relevant amendment rules thereafter) prescribed under section 133 of the Companies Act, 2013 and other recognised accounting practices and polices to the extent applicable
- 3 The consolidated financial result include the results of the wholly-owned subsidiaries - KG Denim (USA) Inc , USA and Trigger Apparels Limited, Coimbatore.
- 4 The Ministry of Home Affairs vide order No. 40-3/2020-DM-I(A) dated 24th March 2020 announced a nation-wide lockdown as a measure to contain the spread of COVID 19 which was declared a global pandemic by the World Health Organisation. Owing to the lockdown, the operations of the Company were impacted due to shutting down of its factory, offices, Exclusive Brand Outlets, Garment Distributor and retail outlets, except power plant operations. The Company has resumed its operations during May 2020 in a phased manner as per directives issued by the Central Government and the respective State Government and is closely monitoring the impact of the pandemic on all aspects of its business. The Company is taking appropriate measures to ensure the safety and well-being of all its employees and ensuring full compliances with the directives issued by the Government in this regard.
The Management has exercised due care, in deciding on significant accounting judgements and estimates, inter-alia, recoverability of receivables, assessment for impairment of inventory, based on the information available to date, both internal and external, to the extent relevant, while preparing these financial results as of and for the quarter ended June 30, 2020. Based on the assessment of current indicators of future economic conditions, the Management expects sales to improve gradually. The impact assessment of COVID 19 is a continuing process given the uncertainties associated with its nature and duration and accordingly, the eventual outcome may be different from those estimated as on the date of approval of these financial results.
- 5 The figures for quarter ended March 31, 2020 are the balancing figures between audited figures in respect of the full financial year and the unaudited published year-to-date figures upto December 31,2019.
- 6 Previous year's figures have been regrouped / re arranged where necessary to confirm to current year's classification..

Coimbatore
Date :- 14th September 2020



By Order of the Board

B. SRIRAMULU
Managing Director

K G DENIM LIMITED
CIN : L17115TZ1992PLC003798

| SEGMENTWISE REVENUE RESULTS AND CAPITAL EMPLOYED | | | | | |
|--|---|--------------------------|-----------------------|--------------------------|-----------------------|
| | | | | (Rs. In Lakhs) | |
| S No | Particulars | Consolidated | | | |
| | | Quarter Ended | | | Year Ended |
| | | Un-Audited 30.06.2020 | Audited 31.03.2020 | Un-Audited 30.06.2019 | Audited 31.03.2020 |
| | PART II | | | | |
| 1 | Segment Revenue (Net Sales / Income from Operations) | | | | |
| | (a) Textiles | 4,165 | 9,410 | 11,488 | 44,186 |
| | (b) Power | 1,227 | 2,425 | 1,934 | 8,322 |
| | (c) Garments | 418 | 780 | 470 | 1,698 |
| | Total | 5,810 | 12,615 | 13,892 | 54,206 |
| | Add: Other Unallocable Income | | | | |
| | Less: Inter Segment Sales | 560 | 807 | 871 | 2,978 |
| | Net Sales / Income from operations | 5,250 | 11,808 | 13,021 | 51,228 |
| | Segment Results (Profit before Interest & Tax) | | | | |
| | (a) Textiles | (234) | (210) | (212) | (655) |
| | (b) Power | 204 | 206 | 342 | 1,065 |
| | (c) Garments | (24) | (334) | (81) | (573) |
| | Total | (54) | (338) | 49 | (163) |
| | Less: | | | | |
| | a) Interest & Finance Charges (Net) | 511 | 666 | 572 | 2,356 |
| | b) Other Unallocable expenditure (net of Unallocable Income) | | | | |
| | Profit Before Exceptional Items & Tax | (565) | (1,004) | (524) | (2,519) |
| 3 | Segment Assets | | | | |
| | (a) Textiles | 33,235 | 33,961 | 34,307 | 33,961 |
| | (b) Power | 7,824 | 7,928 | 8,154 | 7,928 |
| | (c) Garments | 2,944 | 3,028 | 3,021 | 3,028 |
| | Segment Assets from Continuing Operations | 44,003 | 44,917 | 45,482 | 44,917 |
| 4 | Segment Liabilities | | | | |
| | (a) Textiles | 24,615 | 24,269 | 22,913 | 24,269 |
| | (b) Power | 2,895 | 3,003 | 2,528 | 3,003 |
| | (c) Garments | 760 | 761 | 775 | 761 |
| | Segment Liabilities from Continuing Operations | 28,270 | 28,033 | 26,216 | 28,033 |

Coimbatore
Date :- 14th September 2020



x *B. S. R.*



Mohan & Venkataraman

Chartered Accountants

The Board of Directors
KG Denim Limited
Then Thirumalai
Jadayampalayam
Coimbatore – 641 302

1. We have reviewed the accompanying statement of Unaudited Standalone Financial Results of KG Denim Limited ("the Company"), for the quarter ended June 30, 2020 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
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 the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under section 133 of the Companies Act, 2013 read with relevant 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 Engagement (SRE) 2410 'Review of Interim Financial Information performed by the independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India (ICAI). A review of interim financial information consists of making inquiries, primarily of the Company's personnel 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 Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. We draw attention to Note 3 of the statement, which describes the uncertainties and the impact of COVID-19 pandemic on the Company's operations and results as assessed by the Management. Our conclusion on the statement is not modified in respect of this matter.

For Mohan & Venkataraman
Chartered Accountants
FRN. 007321S



V. Karthikeyan
Partner

M.No.208828

UDIN: 20208828 AAAAB 7083



Place: Coimbatore
Date: 14th September 2020

Discipline Commitment Focus

The Board of Directors
KG Denim Limited
Then Thirumalai
Jadayampalayam
Coimbatore – 641 302

1. We have reviewed the accompanying statement of Unaudited Consolidated Financial Results of KG Denim Limited ("the Parent"), and its subsidiary (the Parent and its subsidiary together referred to as "the Group"), for the quarter ended June 30, 2020 ("the Statement"), being submitted by the parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under section 133 of the Companies Act, 2013 read with relevant 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 Engagement (SRE) 2410 'Review of Interim Financial Information performed by the independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India (ICAI). A review of interim financial information consists of making inquiries, primarily of Parent's personnel 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.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

4. The statement includes the results of the Parent and its two Wholly-owned subsidiaries, Trigger Apparels Limited and KG Denim (USA) Inc.
5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review report of other auditor 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 Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. We draw attention to Note 4 of the statement, which describes the uncertainties and the impact of COVID-19 pandemic on the Group's operations and results as assessed by the Management. Our conclusion on the statement is not modified in respect of this matter.
7. The consolidated unaudited financial results include the interim financial information / financial results of the two subsidiaries, Trigger Apparels Limited and KG Denim (USA) Inc., whose interim financial information / financial results reflect total revenues of Rs. 418.91 Lakhs for the quarter ended June 30, 2020, total net loss after tax of Rs. 41.74 Lakhs for the quarter ended June 30, 2020 and total comprehensive loss of Rs.41.74 Lakhs for the quarter ended June 30, 2020, as considered in the statement.

The interim financial results of the subsidiary Trigger Apparels Limited have been provided to us by the management have been reviewed by the other auditor whose report have been furnished to us, and our conclusion on the statement, in so far as it relates to the amounts and disclosure included in respect of the subsidiary, is based solely on the report of such other auditor and the procedures performed by us as stated in paragraph 3 above.

The Management has provided the unaudited financials and other financial information, for the company's foreign subsidiary KG Denim (USA) Inc. which is not required to be audited under the relevant foreign laws. According to the information and explanations given to us by the Management, these financial information / financial results are not material to the Group.

Our Conclusion on the Statement is not modified in respect of the above matters.

For Mohan & Venkataraman
Chartered Accountants
FRN. 007321S



V. Karthikeyan
Partner

M.No.208828

UDIN: 20208828AAAAABC 2010



Place: Coimbatore

Date: 14th September 2020