



**KUSHAL
LIMITED**

Date: July 30, 2020

To,
Corporate Relations Department,
BSE Limited,
P. J. Towers,
Dalal Street, Fort,
Mumbai – 400001

SCRIP CODE: 536170

Sub: Outcome of Board Meeting held on July 30, 2020.

Ref: Regulation 30 read with Regulation 33 of SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015

Dear Sir,

With reference to the captioned subject, we would like to inform you that the Meeting of Board of Directors of the Company was held today at 04:00 P.M. at the Registered Office of the Company, besides the other subjects, the following matters were considered, discussed and approved by the Board:

- a) Audited Financial Results under IND AS along with Independent Auditor's Report for the Quarter and Financial Year ended on March 31, 2020;

The Board Meeting concluded at 9.45 P.M.

Kindly take the same on your records.

Thanking you.

For Kushal Limited

**Sandeep Agrawal
(Chairman and Managing director)
(DIN: 00239648)**



Encl: As above

KUSHAL LIMITED

(Formerly known as Kushal Tradelink Limited)
CIN: L74110GJ2000PLC037472

Registered office:
Plot No. 43, B/S Navneet Prakashan, Sukhramnagar,
Gomtipur, Ahmedabad, Gujarat 380023, India

Phone No : 079-22772991
Email Id : info@kushallimited.com
Website : www.kushallimited.com

Declaration under Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, in respect of Audit Report for the year ended March 31, 2020.

Pursuant to Regulation 33 (3)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, we hereby declare that the Statutory Auditors of the Company M/s. S. V. Sojitra & Co., Chartered Accountants, Ahmedabad, have issued an Audit Report with unmodified Opinion on Annual Audited Financial Results for the quarter and financial year ended on March 31, 2020

Kindly take the above declaration on your record.

Thanking you.

For kushal limited



Mr. Sandeep Agrawal
Chairman & Managing Director
DIN: 00239648



Date 30-07-2020

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UDIN-20135239AAAACY8981

Independent Auditor's Report on Audited Quarterly Financial Results and Year to Date 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,
Kushal Limited

Opinion

We have audited the accompanying quarterly financial results of Kushal Limited (the company) for the quarter ended March 31, 2020 and the year to date results for the period from April 1, 2019 to March 31, 2020, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the 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 these financial results:

- i. are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, as amended; and
- i. gives a true and fair view in conformity with applicable Indian accounting standards 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 loss and other comprehensive income and other financial information of the quarter ended March 31, 2020 as well as the year to date results for the period from April 1, 2019 to March 31, 2020.

Basis for Opinion

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 Standards are further described in the Auditor's Responsibilities for the Audit of the 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 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 we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibilities for the Financial Results

These quarterly financial results as well as the year to date financial results have been prepared on the basis of the interim financial statements. The Company's Board of Directors are responsible for the preparation of these financial results that give a true and fair view of the net profit and other comprehensive income and other financial information of the Company in accordance with Indian accounting standards 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.



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 financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial results, 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 Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Results

Our objectives are to obtain reasonable assurance about whether the 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 aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial results.

As part of an 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 results, 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, but not for the purpose of expressing an opinion on the effectiveness of the company's internal 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 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 results 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 results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.



CA. Sanjay Sojitra
F.C.A., DISA, M.Com., LLB

S. V. Sojitra & Co.

Chartered Accountants

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.

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.

For, S. V. Sojitra & Co.
Chartered Accountants
FRN: 139013W



CA Sanjay V Sojitra
Proprietor
M.NO. 135239
Place: AHMEDABAD
Date: 30th July, 2020



STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER/ YEAR ENDED 31ST MARCH, 2020

(₹ In Lakh except per share data)

Particulars	Quarter Ended			Year Ended	
	31 Mar'20	31 Dec'19	31 Mar'19	31 Mar'20	31 Mar'19
1 Revenue from Operations	2,680.24	3,905.53	12,822.94	18,055.95	35,828.92
2 Other Income	187.91	28.13	185.55	249.77	292.66
3 Total Revenue (1+2)	2,868.15	3,933.66	13,008.48	18,305.73	36,121.58
4 Expenses					
(a) Purchases of Merchandise	9,934.43	204.85	7,092.23	10,363.10	11,461.24
(b) Changes in Inventories	14.04	1,769.90	(6,777.01)	1,098.02	(5,989.46)
(c) Cost of Material Consumed	(7,868.05)	253.49	9466.79	208.19	20918.92
(d) Film Production Expenses	-	-	172.12	-	172.12
(e) Employee Benefit Expenses	(17.51)	125.12	362.08	409.74	897.23
(f) Finance Costs	85.30	137.57	265.31	537.50	608.37
(g) Depreciation and Amortisation Expenses	372.49	193.52	223.08	945.74	745.09
(h) Other Expenses	8,951.46	967.88	2,109.78	12,784.84	5,883.37
Total Expenses	11,472.16	3,652.33	12,914.37	26,347.21	34,696.87
5 Profit / (Loss) Before Tax (3 - 4)	(8,604.09)	281.33	94.11	(8,041.49)	1,424.71
6 Tax Expense:					
(a) Current Tax Expense for Current Year (Provisions)	-	60.62	32.89	-	439.69
(b) Less: MAT Credit (where applicable)	-	52.05	0.00	-	0.11
(c) Current tax Expense relating to Prior Years	-	0.00	(383.02)	-	(383.32)
(d) Net Current Tax Expense	-	8.58	(350.13)	-	56.27
(e) Deferred Tax Provision	-	157.49	27.36	-	37.80
Total Tax Expenses	-	166.07	(322.77)	-	94.07
7 Net Profit / (Loss) for the period (5-6)	(8,604.09)	115.26	416.88	(8,041.49)	1,330.65
8 Other Comprehensive Income (OCI)					
(i) Items that will not be reclassified to profit or loss	-	-	-	-	-
(ii) Income Tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-
(iii) Items that will be reclassified to profit or loss	-	-	-	-	-
(iv) Income Tax relating to items that will be reclassified to profit or loss	-	-	-	-	-
Other Comprehensive Income	-	-	-	-	-
9 Total Comprehensive Income (7+8)	(8,604.09)	115.26	416.88	(8,041.49)	1,330.65
10 Earnings Per Share (Face Value of Rs.2/- each) (Not Annualised)					
(a) Basic	-3.48	0.04	0.17	-3.25	0.54
(b) Diluted	-2.56	0.04	0.12	-2.39	0.40
11 Paid Up Equity Share Capital	6,732.81	6,732.81	4,745.33	6,732.81	4,745.33
12 Other Equity excluding Revaluation Reserves				35,593.68	45,911.26



For and on behalf of the board of
KUSHAL LIMITED

Sandeep Agrawal
SANDEEP AGRAWAL
DIRECTOR
(DIN:00239648)

STATEMENT OF ASSETS & LIABILITIES

(₹ In Lakh)

Particulars		As at 31st March, 2020	As at 31st March, 2019
A	ASSETS		
1	Non-Current Assets		
(a)	Property, Plant & Equipment	145,491.32	150,605.65
(b)	Goodwill	6,105.59	12563.07
(c)	Financial Assets		
(i)	Investments	76.73	176.57
(ii)	Loans & Advances	-	524.28
(d)	Other Non-Current Assets	52.97	61.91
	Total Non-Current Assets (1)	151,726.62	163,931.48
2	Current Assets		
(a)	Inventories	9,721.08	11,714.95
(b)	Financial Assets		
(i)	Trade Receivables	1,079.47	8,883.31
(ii)	Cash and Cash Equivalents	124.44	490.69
(iii)	Loans & Advances	3,551.09	3,481.67
(c)	Other Current Assets	381.83	2.08
	Total Current Assets (2)	14,857.91	24,572.70
	TOTAL ASSETS (1+2)	166,584.52	188,504.18
B	EQUITY AND LIABILITIES		
3	Equity		
(a)	Equity Share Capital	6,741.81	6,732.81
(b)	Other Equity	115,681.52	124,914.11
	Total Equity (3)	122,423.33	131,646.92
4	Liabilities		
	Non-Current Liabilities		
(a)	Provisions	28.47	26.20
(b)	Deferred Tax Liabilities (Net)	349.55	847.13
(c)	Borrowings	8,366.39	9,374.72
(d)	Other Long Term Liabilities	15,420.64	15420.64
	Total Non-Current Liabilities (4)	24,165.06	25,668.69
5	Current Liabilities		
(a)	Financial Liabilities		
(i)	Borrowings	1,587.99	1866.91
(ii)	Trade Payable	1,349.31	12,574.70
(b)	Other Current Liabilities	17,058.83	16,307.29
(c)	Current Tax Liabilities	-	439.69
	Total Current Liabilities (5)	19,996.13	31,188.59
	TOTAL EQUITY AND LIABILITIES (3+4+5)	166,584.52	188,504.18

For and on behalf of the board of
KUSHAL LIMITED

Sandeep Agrawal
SANDEEP AGRAWAL
DIRECTOR
(DIN:00239648)

Place: Ahmedabad
Date: July 30, 2020

NOTES:

1. The above Audited Financial Results have been reviewed by the Audit Committee and approved and taken on record by the Board of Directors in their meetings held on Thursday, July 30, 2020. The Statutory Auditors have expressed an unmodified audit opinion thereon.
2. The financial results of the company have been prepared in accordance with the Indian Accounting Standards ('Ind AS') as prescribed under Section 133 of the companies Act, 2013 read with the relevant rules issued thereunder.
3. The figures of the last quarter are the balancing figures between audited figures in respect of full financial year ended on March 31, 2020 and the published year to date figures up to third quarter of the current financial year.
4. During the Quarter and Year ended 31st March, 2020, the company sold two plants and relevant disclosures as per IND AS 105 are as under: (Rs. In Lakhs)

Particulars	Plant At Bhavda	Plant At Bhuj
Gross Revenue	2,467.04	4,188.40
Less: Gross Expenses	2,518.79	4,329.34
Net Loss Pertaining to Discontinued Operations	(51.75)	(140.94)
Net Loss on Derecognition due to disposal (incl. derecognition of Goodwill recognised as per IND AS 103)	(2,559.31)	(6,010.27)

5. The company has held one of the plant named "Rainbow Paper Limited" as "Held for Sale" as on March 31, 2020 due to various litigations which were going on and hence it is been proposed by Board of Directors to transferred back the said plant to the corporate debtors.

As per Ind AS 105, the respective line items in the statement of financial position as on 31st March, 2020 includes following amounts pertaining to the Disposal group identified as "Held for Sale" due to reason of litigation.

Particulars	Amount in Lakhs
Property, Plant & Equipment	140900.00
Equity Share Capital	1782.31
Other Equity	101237.11
Borrowings	7500.00
Other Long Term Liabilities	15420.64
Other Current Liabilities	12563.85

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6. Condensed Statement of Cash Flows For The Year Ended 31st March, 2020 and 31st March, 2019
(Rs. In Lakhs)

Particulars	For The Year ended March 31, 2020	For The Year ended March 31, 2019
Cash Flow from Operating Activities		
Net profit Before Tax as per Statement of Profit and Loss	(8041.49)	1424.71
Operating Profit Before Working Capital Changes	7942.98	2534.77
Adjustment for working capital changes and others	6830.80	(29884.86)
Net Cash generated from/ (Used in) Operating Activities	14773.78	(27350.09)
Net Cash Flow from/ (Used in) Investing Activities	(3585.15)	3077.81
Cash Flow from Financing Activities	(11554.88)	24706.02
Net Increase/ (Decrease) in Cash & Cash Equivalents	(366.25)	433.74
Cash & Cash Equivalents at the beginning of the Year	490.69	56.95
Cash & Cash Equivalents as at the end of the Year	124.43	490.69

7. During the Quarter and Year ended 31st March, 2020, the company had disposed of its subsidiary companies named Kushal Impex Pte Limited, Singapore and Kashish Worldwide FZE, UAE and hence consolidated financial statement has not been prepared for the financial year ended 31st March, 2020.
8. Figures for the previous periods are Re-classified / Re-arranged / Re-grouped, wherever necessary, to correspond with the current period's Classification / Disclosure.

For Kushal Limited



SANDEEP AGRAWAL
DIRECTOR
(DIN:00239648)



Place: Ahmedabad
Date: July 30, 2020

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