

Kajal Synthetics And Silk Mills Limited

Regd. Office : 29, Bank Street, 1st Floor, Fort, Mumbai - 400 001

CIN No. L17110MH1985PLC035204

31st July, 2020

Dept. of Corporate Services

BSE Limited

P. J. Towers,

Dalal Street

Mumbai 400 001

Dear Sir,

Ref : Scrip Code : 512147

Subject : Outcome of the Board Meeting held on July 31, 2020 – Audited Financial Results for the Quarter and Financial Year ended 31st March, 2020

Pursuant to Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, (“**SEBI Listing Regulations**”) we wish to inform you that the Board of Directors of the Company at its meeting held on today ie. July 31, 2020, inter-alia approved the Audited Financial Results (Standalone and Consolidated) of the Company for the Quarter and financial year ended 31st March, 2020.

Accordingly, we enclose herewith the following:

1. Audited (Standalone and Consolidated) Financial Results of the Company for the Quarter and financial year ended 31st March, 2020
2. Auditors' Reports on the Audited (Standalone and Consolidated) Financial results and
3. Declaration in respect of Auditors' Reports with unmodified opinion.

The Meeting of the Board of Directors commenced at 7.00 pm and concluded at 11.30 p.m.

You are requested to take the same on your record and oblige.

Thanking you.

Yours faithfully,

For Kajal Synthetics and Silk Mills Limited

Seetha Ramaiya K. Vellore

Managing Director

(DIN – 08216198)

Encl : a/a

KAJAL SYNTHETICS AND SILK MILLS LIMITED

CIN : L17110MH1985PLC035204

Regd. Office : 29, BANK STREET, 1ST FLOOR, FORT, MUMBAI - 400 001

E-mail: kajalsyntheticsandsilk@gmail.com

Statement of Audited Standalone Financial Results for the quarter and year ended 31st March, 2020

(Rs. in Lakhs) Except EPS

Sr. No.	Particulars	Quarter Ended			Year Ended	
		31.03.2020 Audited (refer note 3)	31.12.2019 Unaudited	31.03.2019 Audited (refer note 3)	31.03.2020 Audited	31.03.2019 Audited
	Revenue From Operations					
	Interest Income	105.43	156.39	149.68	449.44	518.65
	Dividend Income	-	1.32	0.63	1.48	2.17
	Profit on Sale of Current Investments	0.13	1.22	0.65	3.62	1.21
	Net Gain/(loss) on Fair Value Changes	0.33	(0.03)	(0.54)	0.22	0.06
	Other Income	0.04	3.07	0.09	4.61	1.81
	Total Income	105.93	161.97	150.51	459.37	523.90
2	Expenses					
	Finance Costs	170.70	226.75	214.71	725.75	746.86
	Employee Benefits Expense	4.90	9.67	4.73	21.80	14.36
	Impairment on financial instruments	(1.21)	-	(2.89)	(1.21)	(2.89)
	Loss on sale of Investments	-	-	-	831.25	-
	Other Expenses	0.11	2.82	37.07	7.96	42.09
	Total Expenses	174.51	239.24	253.63	1,585.56	800.42
3	Profit/(Loss) before Tax (1-2)	(68.58)	(77.27)	(103.12)	(1,126.20)	(276.52)
4	Tax Expenses					
	Current Tax	-	-	-	-	-
	Deferred Tax	-	-	-	-	-
	Total Tax Expenses	-	-	-	-	-
5	Net Profit/(Loss) After Tax (3-4)	(68.58)	(77.27)	(103.12)	(1,126.20)	(276.52)
6	Other Comprehensive Income					
	Items that will not be reclassified to profit or loss					
	Fair Value measurement on Investments	(8,105.57)	(16.28)	2,667.30	(8,355.94)	2,268.70
	Other Comprehensive Income	(8,105.57)	(16.28)	2,667.30	(8,355.94)	2,268.70
7	Total Comprehensive Income (5+6)	(8,174.14)	(93.55)	2,564.17	(9,482.14)	1,992.18
8	Paid-up equity share capital ((face value of Rs. 10/- each)	199.20	199.20	199.20	199.20	199.20
9	Reserves i.e. Other Equity (excluding Revaluation Reserves)				3,257.73	12,739.88
10	Earning Per Share (EPS)					
	Basic EPS (in Rs.) (Not annualised)*	(3.44)*	(3.88)*	(5.18)*	(56.54)	(13.88)
	Diluted EPS (in Rs.) (Not annualised)*	(3.44)*	(3.88)*	(5.18)*	(56.54)	(13.88)

KAJAL SYNTHETICS AND SILK MILLS LIMITED

STATEMENT OF STANDALONE ASSETS AND LIABILITIES AS AT 31ST MARCH, 2020

(Rs. In Lakhs)

	As At 31.03.2020	As At 31.03.2019	As At 01.04.2018
ASSETS			
Financial Assets			
a) Cash and Cash Equivalents	103.47	8.39	32.51
b) Investments	5,716.23	15,042.07	12,773.60
c) Loans	1,878.76	3,022.57	6,096.47
d) Other Financial Assets	404.55	466.77	276.53
	8,103.01	18,539.80	19,179.11
Non-Financial Assets			
a) Current Tax Assets (Net)	99.01	102.31	70.53
	99.01	102.31	70.53
TOTAL - ASSETS	8,202.03	18,642.11	19,249.64
LIABILITIES AND EQUITY			
LIABILITIES			
Financial Liabilities			
a) Borrowings	4,600.00	5,700.00	8,300.00
b) Other Financial Liabilities	145.09	3.03	2.73
	4,745.09	5,703.03	8,302.73
EQUITY			
a) Equity Share Capital	199.20	199.20	199.20
b) Other Equity	3,257.73	12,739.88	10,747.71
	3,456.93	12,939.08	10,946.91
TOTAL - LIABILITIES AND EQUITY	8,202.03	18,642.11	19,249.64

Notes:

- The above financial results have been reviewed and recommended by the Audit committee and approved by the Board at the meeting held on July 31, 2020 and have been subjected to audit by the statutory auditors. An unqualified opinion has been issued by them thereon.
- The Company has adopted Indian Accounting Standards ("Ind AS") notified under section 133 of the Companies Act, 2013 ('the Act') read with the Companies (Indian Accounting Standards) Rules, 2015 from 1st April, 2019, with effective transition date of 1st April 2018. Such transition has been carried out from the erstwhile Accounting Standards notified under the Act, read with relevant rules issued there under (collectively referred to as 'the Previous GAAP'). Consequently, the impact of the transition has been recorded in the opening reserves as at April 1, 2018 and the corresponding figures presented in these results have been restated / reclassified.
- Figures for the quarter ended March 31, 2020 and March 31, 2019 are the balancing figures between audited figures in respect of full financial year and the published year to date figures up to the third quarter ended December 31, 2019 and December 31, 2018 respectively. Also the figures up to the end of the third quarter ended December 31, 2019 were only reviewed and not subject to audit.
- Reconciliation of net profit/(loss) for the previous year's quarter/year ended 31st March, 2019 between the erstwhile Indian GAAP and Ind AS is as under:

Particular	(Rs. in Lakhs)	
	For the quarter ended 31.03.19	For the year ended 31.03.19
	Audited	Audited
Net profit/(loss) as per the erstwhile Indian GAAP	(101.94)	(272.25)
Add / (Less):		
Adjustments on account of Fair Valuation of Investments	(0.52)	0.06
Adjustments on account of expected credit loss	(0.78)	(4.33)
Total effect of transition to Ind AS	(1.30)	(4.27)
Net profit/(loss) after tax (before OCI) as per Ind AS	(103.24)	(276.52)
Other comprehensive Income	2,667.30	2,268.70
Total Comprehensive Income under Ind AS	2,564.06	1,992.17

5 As required by Ind As 101 Networth reconciliation between the figures reported under previous GAAP and Ind As are as under

Particular	As at March 31, 2019	As at April 1, 2018
Equity as per previous GAAP	2,008.90	2,281.15
Fair value of Investments	10,924.95	8,656.20
Adjustments on account of expected credit loss	5.23	9.56
Equity as per Ind As	12,939.08	10,946.91

6 The Company is primarily engaged in the Finance & Investment activities and accordingly there is no separate reportable segment, as per the Ind AS 108 "Operating Segments".

7 Figures of the previous period/s have been regrouped / rearranged wherever necessary.

8 COVID-19 was declared a Global pandemic on 11 March, 2020 by the WHO and the Government of India announced a Lockdown on 24th March, 2020. We believe that the impact assessment of this pandemic is a continuous evolving process, given its intensity in the Financial Capital of India. Your Company shall continue to monitor all material changes to future conditions arising due to the pandemic.

For KAJAL SYNTHETICS AND SILK MILLS LIMITED

Place : Mumbai
Dated : 31st July, 2020

Seetha Ramaiya K Vellore
Managing Director
DIN : 08216198

KAJAL SYNTHETICS AND SILK MILLS LIMITED

CIN : L17110MH1985PLC035204

Regd. Office : 29, BANK STREET, 1ST FLOOR, FORT, MUMBAI - 400 001

E-mail: kajalsyntheticsandsilk@gmail.com

Standalone Cash Flow Statement for the year ended 31st March, 2020

(Rs. In Lakhs)

Particulars	Year Ended	
	31.03.2020 (Audited)	31.03.2019 (Audited)
A. CASH FLOW FROM OPERATING ACTIVITIES:		
Net profit/(loss) before taxation	(1,126.20)	(276.53)
Adjustments for:		
(Profit)/Loss on Sale of Investments	827.63	(1.21)
Net (gain) / loss on fair value changes	(0.22)	0.06
Impairment on Financial Instruments	(1.21)	(2.89)
Dividend Income	(1.48)	(2.17)
Operating Profit before working capital changes	(301.47)	(282.74)
Decrease / (Increase) in Loans	1,145.01	3,076.79
Decrease / (Increase) in Other Financial Assets	62.23	(190.25)
Decrease / (Increase) in Other Non-Financial Assets	48.19	(1.41)
Decrease / (Increase) in Other Non-Financial Liabilities	142.06	0.30
Cash generated from operations	1,096.01	2,602.70
Direct Taxes (paid)/refund	(44.89)	(30.38)
Net Cash Flow from operating activities	(A) 1,051.12	2,572.32
B. CASH FLOW FROM INVESTING ACTIVITIES:		
(Profit)/Loss on Sale of Investments	(827.41)	1.16
Decrease / (Increase) in Investment	9,325.84	(2,268.46)
Changes in value of Investment on account of fair valuation through OCI	(8,355.94)	2,268.70
Dividend Income	1.48	2.17
Net Cash from/(used) in Investing activities	(B) 143.96	3.56
C. CASH FLOW FROM FINANCING ACTIVITIES:		
Increase / (Decrease) in Borrowings	(1,100.00)	(2,600.00)
Net Cash from/(used) in financing activities	(C) (1,100.00)	(2,600.00)
Net Increase/(Decrease) in Cash & Cash Equivalents (A+B+C)	95.08	(24.12)
Cash & Cash Equivalents as at beginning of period	8.39	32.51
Cash & Cash Equivalents as at end of period	103.47	8.39
Cash and cash equivalents consist of cash on hand and balances with banks.		
	31.03.2020	31.03.2019
Cash on hand	0.02	0.06
Balance in current account	103.45	8.33
Cash and cash equivalents as restated	103.47	8.39
For KAJAL SYNTHETICS & SILK MILLS LIMITED		
Place : Mumbai	Seetha Ramaiya K Vellore	
Dated : 31st July, 2020	Managing Director	
	DIN : 08216198	

DATA & CO
CHARTERED ACCOUNTANTS



401/A, Pearl Arcade, Opp. P. K. Jewellers, Dawood Baug Lane, Off J. P. Road, Andheri (W), Mumbai - 400 058.
Tel. : 26778155, 26783178, • Fax : 022-26781187 • Email : professionalcons@gmail.com

To,
The Board of Directors of
Kajal Synthetics and Silk Mills Limited

Report on the Audit of the Standalone Financial Results

Opinion

We have audited the accompanying Statement of Standalone Financial Results of **Kajal Synthetics and Silk Mills Limited** (the "Company") for the year ended 31st March, 2020, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

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. 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, other comprehensive income and other financial information of the Company for the year ended 31st March, 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 ("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 standalone financial results under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's 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

We draw attention to Note No. 8 to the Standalone Financial Results, about the COVID-19 pandemic impact on the Company's operations and financial performance which is dependent on future developments, which are highly uncertain.

Our opinion is not modified in respect of the above matter.

Management's Responsibilities for the Standalone Financial Results

The Statement has been compiled from the related audited Standalone Financial Statements.*

The Company's Board of Directors are responsible for the preparation and presentation of the Standalone Financial Results that gives 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 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 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 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 Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement 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.

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 Standalone Financial Statements, 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 adequate internal financial controls with reference to financial statements 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 in the standalone financial results made by the management.
- conclude on the appropriateness of the 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 Standalone 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 Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.

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.

Other Matter

The Statement includes the results for the quarter ended 31st March, 2020 and 31st March, 2019 which are the balancing figure between the audited figures in respect of the full financial year and the published unaudited year-to-date figures up to the 9 months of the relevant financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

For DATA & Co
Chartered Accountants
(Firm Regn. No.105013W)



Place : Mumbai

Date: 31/07/2020

UDIN: 20044162AAAANF6167

KAJAL SYNTHETICS AND SILK MILLS LIMITED

CIN : L17110MH1985PLC035204

Regd. Office : 29, BANK STREET, 1ST FLOOR, FORT, MUMBAI - 400 001

E-mail: kajalsyntheticsandsilk@gmail.com

Statement of Consolidated Audited Financial Results for the quarter and year ended 31st March 2020

(Rs. in Lacs) Except EPS

Sr. No.	Particulars	Quarter Ended			Year Ended	
		31.03.2020 Audited (refer note 3)	31.12.2019 Unaudited	31.03.2019 Unaudited	31.03.2020 Audited	31.03.2019 Audited
1	Revenue From Operations					
	Interest Income	105.43	156.39	149.68	449.44	518.65
	Dividend Income	-	1.32	0.63	1.48	2.17
	Profit on Sale of Current Investments	0.13	1.22	0.65	3.62	1.21
	Net Gain/(loss) on Fair Value Changes	0.33	(0.03)	(0.54)	0.22	0.06
	Other Income	0.04	3.07	0.09	4.61	1.81
	Total Income	105.93	161.97	150.51	459.37	523.90
2	Expenses					
	Finance Costs	170.70	226.75	214.71	725.75	746.86
	Employee Benefits Expense	4.90	9.67	4.73	21.80	14.36
	Impairment on financial instruments	(1.21)	-	(2.89)	(1.21)	(2.89)
	Loss on sale of investments	-	-	-	831.25	-
	Other Expenses	0.11	2.82	37.07	7.96	42.09
	Total Expenses	174.51	239.24	253.63	1,585.56	800.42
3	Profit/(loss) before Share of Net Profit/(Loss) of Associates and Tax (1-2)	(68.58)	(77.27)	(103.12)	(1,126.20)	(276.52)
4	Share in Net Profit/(Loss) of Associates	(50.58)	(10.31)	(44.18)	(64.61)	(46.05)
5	Profit/(loss) before Tax (3+4)	(119.16)	(87.58)	(147.30)	(1,190.81)	(322.57)
6	Tax Expenses					
	Current Tax	-	-	-	-	-
	Deferred Tax	-	-	-	-	-
	Total Tax Expenses	-	-	-	-	-
7	Net Profit/(Loss) for the period (5-6)	(119.16)	(87.58)	(147.30)	(1,190.81)	(322.57)
8	Other Comprehensive Income					
	Items that will not be reclassified to profit or loss FV measurement on Investments	(8,105.57)	(16.28)	2,667.30	(8,355.94)	2,268.70
	Other Comprehensive Income	(8,105.57)	(16.28)	2,667.30	(8,355.94)	2,268.70
9	Total Comprehensive Income net of tax (7+8)	(8,224.73)	(103.86)	2,520.00	(9,546.76)	1,946.13
10	Paid-up equity share capital (face value of Rs. 10/- each)	199.20	199.20	199.20	199.20	199.20
11	Other Equity				3164.81	12711.56
12	Earning Per Share (EPS)					
	Basic EPS (in Rs.) (Not annualised)*	(5.98)*	(4.40)*	(7.39)*	(59.78)	(16.19)
	Diluted EPS (in Rs.) (Not annualised)*	(5.98)*	(4.40)*	(7.39)*	(59.78)	(16.19)

KAJAL SYNTHETICS AND SILK MILLS LIMITED

STATEMENT OF CONSOLIDATED ASSETS AND LIABILITIES AS AT 31ST MARCH, 2020

(Rs. In Lakhs)

PARTICULARS	As At 31.03.2020	As At 31.03.2019	As At 01.04.2018
ASSETS			
Financial Assets			
a) Cash and Cash Equivalents	103.47	8.39	32.5
b) Investments	5,623.30	15,013.75	12,741.4
c) Loans	1,878.76	3,022.57	6,096.4
d) Other Financial Assets	404.55	466.77	276.5
	8,010.09	18,511.48	19,147.0
Non-Financial Assets			
a) Current Tax Assets (Net)	99.01	102.31	70.5
	99.01	102.31	70.5
TOTAL - ASSETS	8,109.10	18,613.80	19,217.5
LIABILITIES AND EQUITY			
LIABILITIES			
Financial Liabilities			
a) Borrowings	4,600.00	5,700.00	8,300.0
b) Non Financial Liabilities	145.09	3.03	2.7
	4,745.09	5,703.03	8,302.7
EQUITY			
a) Equity Share Capital	199.20	199.20	199.2
b) Other Equity	3,164.81	12,711.56	10,715.6
	3,364.01	12,910.76	10,914.8
TOTAL - EQUITY AND LIABILITIES	8,109.10	18,613.80	19,217.5

Notes:

- The above audited consolidated financial results have been reviewed and recommended by the Audit committee and approved by the Board at the meeting held on July 31, 2020 and have been subjected to audit by the statutory auditors.
- The Company has adopted Indian Accounting Standards ("Ind AS") notified under section 133 of the Companies Act, 2013 ('the Act') read with the Companies (Indian Accounting Standards) Rules, 2015 from 1st April, 2019, with effective transition date of 1st April, 2018. Such transition has been carried out from the erstwhile Accounting Standards notified under the Act, read with relevant rules issued there under (collectively referred to as 'the Previous GAAP'). Consequently, the impact of the transition has been recorded in the opening reserves as at April 1, 2018 and the corresponding figures presented in these results have been restated / reclassified.
- The figures of the 3 Months ended 31.03.2020 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto 9 months of current financial year, which were subjected to limited review by the auditors.
- Reconciliation of net profit/(loss) for the previous year's quarter/year ended 31st March, 2019 between the erstwhile Indian GAAP and Ind AS is as under:

(Rs. in Lacs)

Particular	For the quarter ended 31.03.19	For the year ended 31.03.19
	Audited	Audited
Net profit/(loss) as per the erstwhile Indian GAAP	(108.42)	(280.61)
Add / (Less):		
Adjustments on account of Fair Valuation of Investments	(0.52)	0.06
Adjustments on account of change in share of profit of associates	(37.68)	(37.68)
Adjustments on account of expected credit loss	(0.67)	(4.33)
Total effect of transition to Ind AS	(38.87)	(41.95)
Net profit/(loss) after tax (before OCI) as per Ind AS	(147.29)	(322.56)
Other comprehensive Income (net of tax)	2,667.30	2,268.70
Total Comprehensive Income under Ind AS	2,520.00	1,946.13

5 As required by Ind As 101 Networth reconciliation between the figures reported under previous GAAP and Ind As are as under

Particular	As at March 31, 2019	As at April 1, 2018
Equity as per previous GAAP	2,017.89	2,249.04
Fair value of Investments	10,924.83	8,656.20
Adjustments on account of change in share of profit of associates	(37.68)	-
Adjustments on account of expected credit loss	5.72	9.57
Equity as per Ind AS	12,910.76	10,914.80

- 6 The Company is primarily engaged in the Finance & Investment activities and all other activities revolve around the main business of the Company. Further, all activities are conducted within India and as such there is no separate reportable segment, as per the Ind AS 108 "Operating Segments" specified under Section 133 of the Act.
- 7 The consolidated financial statements are prepared in accordance with the principles and procedures for the preparation and presentation of Consolidated Accounts as set out in Ind AS 28 " Investments in Associates " and Ind AS 110 " Consolidated Financial Statements " as notified by Ministry of Corporate Affairs.
- 8 COVID-19 was declared a Global pandemic on 11 March, 2020 by the WHO and the Government of India announced a Lockdown on 24th March, 2020. We believe that the impact assessment of this pandemic is a continuous evolving process, given its intensity in the Financial Capital of India. The Company shall continue to monitor all material changes to future conditions arising due to the pandemic.
- 9 Figures of the previous period/s have been regrouped / rearranged wherever necessary.

For KAJAL SYNTHETICS AND SILK MILLS LIMITED

Place : Mumbai
Dated : 31st July, 2020

Seetha Ramaiya K Vellore
Managing Director
DIN : 08216198

KAJAL SYNTHETICS AND SILK MILLS LIMITED

CIN : L17110MH1985PLC035204

Regd. Office : 29, BANK STREET, 1ST FLOOR, FORT, MUMBAI - 400 001

E-mail: kajalsyntheticsandsilk@gmail.com

Consolidated Cash Flow Statement for the year ended 31st March, 2020

(Rs. in Lakhs)

Particulars	Year Ended	
	31.03.2020 (Audited)	31.03.2019 (Audited)
A. CASH FLOW FROM OPERATING ACTIVITIES:		
Net profit before taxation and extraordinary items	(1,190.81)	(322.58)
Adjustments for:		
(Profit)/Loss on Sale of Investments	827.63	(1.21)
Net gain / Loss on fair value changes	(0.22)	0.06
Adjustment on account on Excess short provisions	-	49.84
Impairment on Financial Instruments	(1.21)	(2.89)
Dividend Income	1.48	2.17
Operating Profit before working capital changes	(363.13)	(274.61)
Decrease / (Increase) in Loans	1,145.01	3,076.79
Decrease / (Increase) in Other Financial Assets	62.23	(190.25)
Decrease / (Increase) in Other Non-Financial Assets	48.19	(1.41)
(Increase) / Decrease in Other Non-Financial Liabilities	142.06	0.30
Cash generated from operations	1,034.35	2,610.83
Direct Taxes (paid)/refund	(44.89)	(30.38)
Net Cash Flow from operating activities	(A) 989.46	2,580.45
B. CASH FLOW FROM INVESTING ACTIVITIES:		
(Profit)/Loss on Sale of Investments	(827.41)	1.16
Decrease / (Increase) in Investment	9,390.45	(2,272.26)
Changes in value of Investment on account of fair valuation through OCI	(8,355.94)	2,268.70
Dividend Income	(1.48)	(2.17)
Net Cash from/(used) in Investing activities	(B) 205.62	(4.58)
C. CASH FLOW FROM FINANCING ACTIVITIES:		
Loan Taken / (Repaid)	(1,100.00)	(2,600.00)
Net Cash from/(used) in financing activities	(C) (1,100.00)	(2,600.00)
Net Increase/(Decrease) in Cash & Cash Equivalents (A+B+C)	95.08	(24.12)
Cash & Cash Equivalents as at beginning of period	8.39	32.51
Cash & Cash Equivalents as at end of period	103.47	8.39

Cash and cash equivalents consist of cash on hand and balances with banks.

	31.03.2020	31.03.2019
Cash on hand	0.02	0.06
Balance in current account	103.45	8.33
Cash and cash equivalents as restated	103.47	8.39

For KAJAL SYNTHETICS & SILK MILLS LIMITED

Place : Mumbai
Date : 31.07.2020

Seetha Ramaiya K Vellore
Managing Director
DIN : 08216198

DATA & CO
CHARTERED ACCOUNTANTS



401/A, Pearl Arcade, Opp. P. K. Jewellers, Dawood Baug Lane, Off J. P. Road, Andheri (W), Mumbai - 400 058.
Tel. : 26778155, 26783178, • Fax : 022-26781187 • Email : professionalcons@gmail.com

To,
The Board of Directors of
Kajal Synthetics and Silk Mills Limited

Report on the Audit of the Consolidated Financial Results

Opinion

We have audited the accompanying Consolidated Financial Results of **Kajal Synthetics and Silk Mills Limited** (the "Company") and its associates, for the year ended 31st March, 2020, 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 (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us and based on consideration of reports of other auditors on separate audited financial statements and other financial information of the associates, the aforesaid Consolidated Financial Results:

- i. include the annual financial results of the following associates :
 - a. Park Avenue Engineering Limited
 - b. Five-Star Trading & Investment Company Limited
- ii. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 as amended; and
- iii. 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 consolidated net loss and total comprehensive income and other financial information for the year ended 31st March, 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 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 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 consolidated financial results under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us along with consideration of audit reports of other auditors referred to in sub paragraph of the "Other Matters" paragraph below, is sufficient and appropriate to provide a basis for our opinion on the Consolidated Financial Results.

Emphasis of Matter

We draw attention to Note No. 8 to the Consolidated Financial Results, about the COVID-19 pandemic impact on the Company's and its associates operations and financial performance which is dependent on future developments, which are highly uncertain.

Our opinion is not modified in respect of this matter.

Management's Responsibilities for the Consolidated Financial Results

The Statement has compiled from the related audited Consolidated Financial Statements.

The Company's Board of Directors are responsible for the preparation and presentation of the Consolidated Financial Results that gives a true and fair view of the consolidated net loss and other comprehensive income and other financial information of the Company in accordance with the recognition and measurement principles laid down in 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. The respective Board of directors of the Company and its associates 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 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 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 Statement by the management and the Board of Directors of the holding company as aforesaid.



In preparing the Consolidated Financial Results, the respective Board of Directors of the Company and its associates are responsible for assessing each 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 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 Board of Directors of the Company and its associates are responsible for overseeing the financial reporting process of each of the company.

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

Our objectives are to obtain reasonable assurance about whether the Statement 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 Statement.

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 Consolidated 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. 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 with reference to financial statements 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 in the statement made by the management.



- conclude on the appropriateness of the 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 ability of the Company and its associates 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 Consolidated 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 and its associates to cease to continue as a going concern.
- evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether it represents the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the Company included in the consolidated financial results of which we are the independent auditors. The financial information of the associates are audited and prepared by their respective auditors and management of the company. We are responsible for the direction, supervision and performance of the audit of financial information of the Company of which we are independent auditors to express an opinion on the Consolidated Financial Statements. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Company which we are the independent auditors 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.

We have also performed procedures in accordance with the Circular issued by SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.

Other Matter

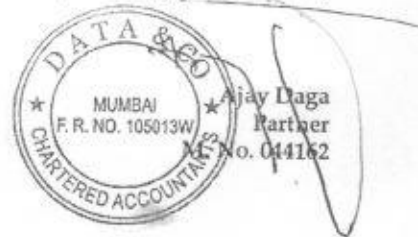
The consolidated financial results includes net loss of Rs 64,61,351/- for the year ended 31st March 2020 in respect of its associates based on their audited financial statements prepared by the respective management of the associates for consolidation purpose.



Our opinion on the Consolidated Financial Results is not modified in respect of the above matter with respect to our reliance on the work done and the audited financial statements of the associates certified by the Management

The Statement includes the results for the quarter ended 31st March, 2020 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 9 months of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations. Our opinion is not modified in respect of this matter.

For DATA & Co
Chartered Accountants
(Firm Regn. No. 105013W)



Place : Mumbai
Date: 31/07/2020

UDIN: 20044162AAAAF6167

Kajal Synthetics And Silk Mills Limited

CIN No. L17110MH1985PLC035204

Regd. Office : 29, Bank Street, 1st Floor, Fort, Mumbai - 400 001

Email : kajalsyntheticsandsilk@gmail.com

Website : www.kajalsynthetics.com

31st July, 2020

Dept. of Corporate Services

BSE Limited

P. J. Towers,

Dalal Street

Mumbai 400 001

Dear Sir,

Ref: Scrip Code : 512147

Subject: Declaration under Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("**SEBI Listing Regulations**"), we hereby confirm and declare that the Statutory Auditors of the Company, DATA & Co (formerly named as K. K. Khadaria & Co), Chartered Accountants have issued Audit Report on the Standalone and Consolidated Financial Results of the Company for the Quarter and financial year ended 31st March, 2020 with unmodified opinion

You are requested to take the same on your record and oblige.

Thanking you.

Yours faithfully,

For Kajal Synthetics and Silk Mills Limited

Seetha Ramaiya K. Vellore

Managing Director

(DIN – 08216198)