

February 06, 2020

The Manager
Department of Corporate Services,
BSE Limited
P. J. Towers, Dalal Street,
Mumbai - 400 001
Scrip Code: 540775

The Manager
Listing Department,
National Stock Exchange of India Limited
Exchange Plaza, Bandra Kurla Complex
Bandra, (East), Mumbai - 400 051
Symbol: KHADIM

Dear Sir / Madam,

Sub: Unaudited Standalone and Consolidated Financial Results for the quarter and nine months ended December 31, 2019

Pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosures Requirements) Regulations, 2015, please find enclosed herewith the Unaudited Standalone and Consolidated Financial Results along with Limited Review Report issued by M/s. Deloitte Haskins & Sells, Statutory Auditors of the Company for the quarter and nine months ended December 31, 2019.

Kindly take the same on your record.

For Khadim India Limited



Abhijit Dan
Company Secretary & Head - Legal
Membership No. A21358

Encl: As above

KHADIM INDIA LIMITED

REGD. OFFICE : 'KANKARIA ESTATE', 5TH FLOOR, 6, LITTLE RUSSELL STREET
KOLKATA-700 071, INDIA, Tel No. + 91-33-4009 0501, Fax No. + 91-33-4009 0500
E-mail : frontoffice@khadims.com; Website : www.khadims.com
CIN : L19129WB1981PLC034337

**INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM STANDALONE
FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF
KHADIM INDIA LIMITED**

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **KHADIM INDIA LIMITED** ("the Company"), for the quarter and nine months ended 31st December, 2019 ("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 Engagements (SRE) 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India (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 Standard 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.

For **Deloitte Haskins & Sells**
Chartered Accountants
(Firm Registration No.302009E)


A. Bhattacharya
Partner
(Membership No.0541110)

UDIN: 20054410AAAA BP9618

Place: Kolkata
Date: 6th February, 2020

**INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM CONSOLIDATED
FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF
KHADIM INDIA LIMITED**

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of **KHADIM INDIA LIMITED** ("the Parent") and its subsidiary (the Parent and its subsidiary together referred to as "the Group") for the quarter and nine months ended 31st December, 2019 ("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 Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India (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.
4. The Statement includes the results of the following entity:
 - Khadim Shoe Bangladesh Limited, a wholly owned subsidiary in Bangladesh.
5. Based on our review conducted and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard 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.

For Deloitte Haskins & Sells
Chartered Accountants
(Firm Registration No.302009E)

A. Bhattacharya
Chartered Accountants
(Membership No.054110)

UDIN: 20054110 AAAA BQ 4758

(Rs. In Millions)

Particulars	3 months ended 31st December 2019	Preceding 3 months ended 30th September 2019	Corresponding 3 months ended 31st December 2018	9 Months ended 31st December 2019	9 Months ended 31st December 2018	12 Months ended 31st March 2019
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Revenue From Operations	1,747.62	2,228.17	1,764.70	6,136.51	5,925.15	7,991.81
Other Income	14.44	20.55	18.30	51.29	54.66	63.38
Total Income	1,762.06	2,248.72	1,783.00	6,187.80	5,979.81	8,055.19
Expenses						
Cost of materials consumed	325.18	492.50	383.15	1,290.59	1,319.61	1,764.38
Purchases of Stock-in-Trade	711.63	1,352.81	430.68	2,985.95	2,725.01	3,487.91
Changes in inventories of finished goods, Stock-in -Trade and work-in-progress	12.04	(461.64)	220.82	(472.59)	(465.07)	(287.68)
Employee benefits expense	180.39	190.52	175.97	549.42	537.20	720.55
Finance costs	80.63	69.58	30.82	215.10	82.70	116.42
Depreciation and amortization expense	108.36	104.42	47.88	311.51	138.03	184.31
Other expenses	483.45	499.41	431.28	1,393.95	1,331.91	1,737.26
Total expenses	1,901.68	2,247.60	1,720.60	6,273.93	5,669.39	7,723.15
(Loss)/Profit before tax	(139.62)	1.12	62.40	(86.13)	310.42	332.04
Tax expense:						
Current tax	(93.36)	0.57	23.44	(70.18)	112.53	128.55
Deferred tax	85.71	15.70	(0.73)	97.71	(1.77)	(8.21)
(Loss)/Profit for the period/year	(131.97)	(15.15)	39.69	(113.66)	199.66	211.70
Other Comprehensive Income						
Items that will not be reclassified to profit or loss						
- Re-measurement gains/(losses) on defined benefit plans	(2.22)	(2.23)	(1.11)	(6.67)	(3.33)	(8.90)
Income tax relating to items that will not be reclassified to profit or loss	0.56	0.35	0.39	1.68	1.17	3.11
Other Comprehensive Income for the period/year	(1.66)	(1.88)	(0.72)	(4.99)	(2.16)	(5.79)
Total Comprehensive Income for the period/year	(133.63)	(17.03)	38.97	(118.65)	197.50	205.91
Paid-up equity share capital (Equity Shares of Rs. 10/- each)	179.70	179.70	179.70	179.70	179.70	179.70
Reserves excluding Revaluation Reserves						2,697.02
Earnings Per Equity Share (of Rs. 10/- each) (not annualised):						
- Basic (Rs.)	(7.34)	(0.84)	2.21	(6.33)	11.11	11.78
- Diluted (Rs.)	(7.34)	(0.84)	2.20	(6.33)	11.09	11.77



(Rs. In Millions)

Particulars	3 months ended 31st December 2019	Preceding 3 months ended 30th September 2019	Corresponding 3 months ended 31st December 2018	9 Months ended 31st December 2019	9 Months ended 31st December 2018	12 Months ended 31st March 2019
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Revenue From Operations	1,747.62	2,228.17	1,764.70	6,136.51	5,925.15	7,991.81
Other Income	14.44	20.55	18.30	51.29	54.66	63.38
Total Income	1,762.06	2,248.72	1,783.00	6,187.80	5,979.81	8,055.19
Expenses						
Cost of materials consumed	325.18	492.50	383.15	1,290.59	1,319.61	1,764.38
Purchases of Stock-in-Trade	711.63	1,352.81	430.68	2,985.95	2,725.01	3,487.91
Changes in Inventories of finished goods, Stock-in -Trade and work-in-progress	12.04	(461.64)	220.82	(472.59)	(465.07)	(287.68)
Employee benefits expense	180.39	190.52	175.97	549.42	537.20	720.55
Finance costs	80.63	69.58	30.82	215.10	82.70	116.42
Depreciation and amortization expense	108.36	104.42	47.88	311.51	138.03	184.31
Other expenses	483.46	499.66	431.28	1,394.21	1,331.91	1,737.26
Total expenses	1,901.69	2,247.85	1,720.60	6,274.19	5,669.39	7,723.15
(Loss)/Profit before tax	(139.63)	0.87	62.40	(86.39)	310.42	332.04
Tax expense:						
Current tax	(93.36)	0.57	23.44	(70.18)	112.53	128.55
Deferred tax	85.71	15.70	(0.73)	97.71	(1.77)	(8.21)
(Loss)/Profit for the period/year	(131.98)	(15.40)	39.69	(113.92)	199.66	211.70
Other Comprehensive Income						
Items that will not be reclassified to profit or loss						
- Re-measurement gains/(losses) on defined benefit plans	(2.22)	(2.23)	(1.11)	(6.67)	(3.33)	(8.90)
Income tax relating to items that will not be reclassified to profit or loss	0.56	0.35	0.39	1.68	1.17	3.11
Other Comprehensive Income for the period/year	(1.66)	(1.88)	(0.72)	(4.99)	(2.16)	(5.79)
Total Comprehensive Income for the period/year	(133.64)	(17.28)	38.97	(118.91)	197.50	205.91
(Loss)/Profit for the period attributable to:						
Owners of the parent	(131.98)	(15.40)	39.69	(113.92)	199.66	211.70
Non-controlling interests	-	-	-	-	-	-
Total Comprehensive Income for the period attributable to:						
Owners of the parent	(133.64)	(17.28)	38.97	(118.91)	197.50	205.91
Non-controlling interests	-	-	-	-	-	-
Paid-up equity share capital (Equity Shares of Rs. 10/- each)	179.70	179.70	179.70	179.70	179.70	179.70
Reserves excluding Revaluation Reserves						2,697.02
Earnings Per Equity Share (of Rs. 10/- each) (not annualised):						
- Basic (Rs.)	(7.34)	(0.86)	2.21	(6.34)	11.11	11.78
- Diluted (Rs.)	(7.34)	(0.86)	2.20	(6.34)	11.09	11.77

Notes:

- The Unaudited Standalone and Consolidated Financial Results ("the Statement") for the quarter and nine months ended 31st December, 2019 were reviewed by the Audit Committee and approved by the Board of Directors of the Company at the meeting held on 6th February, 2020.
- This Statement is as per Regulation 33 of the Securities and Exchange Board of India ("SEBI") (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").
- The Company incorporated Khadim Shoe Bangladesh Limited, a wholly owned subsidiary company in Bangladesh on 5th September, 2019. Accordingly, comparative figures of Consolidated Financial Results for previous periods/year represents figures for Khadim India Limited only.
- Effective 1st April, 2019, the Company has adopted Ind AS 116 "Leases" ("the Standard"), and applied to its Lease contracts existing on April 1, 2019, using the modified retrospective method and has taken the cumulative adjustment to retained earnings, on the date of initial application. Accordingly, the comparatives for the year ended 31st March, 2019 have not been retrospectively adjusted. On transition, the adoption of the new Standard resulted in recognition of 'Right-of-use' asset of Rs. 1,248.14 Million and Lease liability of Rs.1,568.84 Million. The cumulative effect of applying the Standard resulted in Rs.208.64 Million being debited to retained earnings, net of taxes. The effect of this on Statement of Profit and Loss for the quarter and nine months ended 31st December, 2019 are as follows:



(Rs. In Millions)

Items of Statement of Profit and Loss impacted	Standalone		Consolidated	
	3 months ended 31st December, 2019	9 months ended 31st December, 2019	3 months ended 31st December, 2019	9 months ended 31st December, 2019
	(Increase)/decrease	(Increase)/decrease	(Increase)/decrease	(Increase)/decrease
Depreciation and amortisation expense	(59.49)	(165.63)	(59.49)	(165.63)
Finance costs	(38.14)	(112.07)	(38.14)	(112.07)
Other expenses	90.54	238.86	90.54	238.86
(Loss)/Profit before tax	(7.09)	(38.84)	(7.09)	(38.84)

Accordingly, the figures for the current period are not comparable with the previous periods.

5. The Company has elected to exercise the option permitted under section 115BAA of the Income Tax Act, 1961, as introduced by the Taxation Laws (Amendment) Ordinance 2019. Accordingly, the Company has recognised Provision for Income Tax for the quarter and nine months ended 31st December, 2019 and remeasured its Deferred Tax Liabilities based on the rates prescribed in the aforesaid section. The full impact of this change has been recognised in the previous quarter.

6. The Company is primarily engaged in one business segment namely Footwear and accessories as determined by the Chief Operating Decision Maker (CODM) in accordance with Ind AS 108 - Operating Segments.

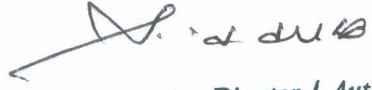
7. The Statutory Auditors of the Company have carried out a Limited Review of the Statements, as required under Regulation 33 of the SEBI Listing Regulations and the related Report does not have any impact on the above 'Results and Notes' for the quarter and nine months ended 31st December, 2019 which needs to be explained.

Registered Office
Kankaria Estate, 5th Floor, 6, Little Russell Street
Kolkata - 700 071

6th February, 2020

For and on behalf of the Board of Directors

KHADIM INDIA LIMITED


Chairman & Managing Director / Authorised Signatory

DIN: 00043715

