

February 1, 2018

The Manager The Listing Department National Stock Exchange of India Limited Exchange Plaza, Plot No. C/I, G Block Bandra Kurla Complex, Bandra (East), Mumbai - 400 051 <b>Symbol -KHADIM</b>	The Manager The Department of Corporate Services BSE Limited P. J. Towers, Dalal Street, Fort, Mumbai - 400 001 <b>Scrip Code - 540775</b>
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Dear Sir / Madam

**Sub: Submission of Standalone Unaudited Financial Results for the Quarter and Nine Months ended December 31, 2017**

Please find enclosed herewith a copy of Standalone unaudited Financial Results along with Limited Review Report issued by Statutory Auditors of the Company for the Quarter and Nine Months ended December 31, 2017.

The Board Meeting commenced at 03:00 P.M. and concluded at 4:30 P.M.

Kindly take the same on your record.

For Khadim India Limited



Abhijit Dan

Company Secretary & Head - Legal

Membership No. A21358

**KHADIM INDIA LIMITED**

REGD. OFFICE : 'KANKARIA ESTATE', 5TH FLOOR, 6, LITTLE RUSSELL STREET  
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CIN : U19129WB1981PLC034337

## INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM 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 31<sup>st</sup> December, 2017 ("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 modified by Circular No. CIR/CFD/FAC/62/2016 dated 5<sup>th</sup> July, 2016.

This Statement which is the responsibility of the Company's Management and approved by the 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 issue a report on the Statement based on our review.

2. 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. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
3. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with 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 modified by Circular No. CIR/CFD/FAC/62/2016 dated 5<sup>th</sup> July, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

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

  
**A. Bhattacharya**

Partner

(Membership No. 054110)

  
KOLKATA, 1<sup>st</sup> February, 2018

Statement of Standalone unaudited financial results for the Quarter and Nine months ended 31st December, 2017

Particulars	(Rs. In Millions)				
	Quarter ended 31st December 2017	Preceding Quarter ended 30th September 2017	Corresponding Quarter ended 31st December 2016	Nine months ended 31st December 2017	Corresponding Nine months ended 31st December 2016
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
Revenue From Operations	2,046.42	1,731.84	1,390.14	5,523.41	4,607.97
Other Income	10.19	45.66	13.21	71.95	35.90
<b>Total Income</b>	<b>2,056.61</b>	<b>1,777.50</b>	<b>1,403.35</b>	<b>5,595.36</b>	<b>4,643.87</b>
<b>Expenses</b>					
Cost of materials consumed	338.00	306.12	218.13	973.99	768.35
Purchases of Stock-in-Trade	855.99	851.07	438.45	2,567.38	2,277.34
Changes in inventories of finished goods, Stock-in -Trade and work-in-progress	78.94	(151.29)	153.11	(191.11)	(291.19)
Employee benefits expense	158.37	167.14	135.65	476.22	410.33
Finance costs	33.42	39.06	34.21	105.08	102.50
Depreciation and amortization expense	38.95	39.21	38.24	116.55	119.80
Other expenses	415.59	347.91	307.66	1,118.32	946.09
<b>Total expenses</b>	<b>1,919.26</b>	<b>1,599.22</b>	<b>1,325.45</b>	<b>5,166.43</b>	<b>4,333.22</b>
<b>Profit before tax</b>	<b>137.35</b>	<b>178.28</b>	<b>77.90</b>	<b>428.93</b>	<b>310.65</b>
Tax expense:					
Current tax	50.04	67.65	28.82	156.27	114.94
Deferred tax	(1.41)	(3.35)	2.08	(4.42)	(7.20)
<b>Profit for the period</b>	<b>88.72</b>	<b>113.98</b>	<b>47.00</b>	<b>277.08</b>	<b>202.91</b>
<b>Other Comprehensive Income</b>					
Items that will not be reclassified to profit or loss					
- Re-measurement gains/(losses) on defined benefit plans	(0.10)	(0.10)	0.01	(4.92)	0.03
Income tax relating to items that will not be reclassified to profit or loss	0.03	0.03	-	1.70	(0.01)
<b>Other Comprehensive Income for the period</b>	<b>(0.07)</b>	<b>(0.07)</b>	<b>0.01</b>	<b>(3.22)</b>	<b>0.02</b>
<b>Total Comprehensive Income for the period</b>	<b>88.65</b>	<b>113.91</b>	<b>47.01</b>	<b>273.86</b>	<b>202.93</b>
<b>Paid-up equity share capital (Equity Shares of Rs. 10/- each)</b>	<b>179.65</b>	<b>172.99</b>	<b>172.99</b>	<b>179.65</b>	<b>172.99</b>
<b>Earnings Per Equity Share (of Rs. 10/- each) (not annualised):</b>					
- Basic (Rs.)	5.03	6.59	2.72	15.91	11.73
- Diluted (Rs.)	5.02	6.58	2.72	15.88	11.73

Notes:

1. These financial results ("the Statement") of the Company for the quarter and nine months ended 31<sup>st</sup> December, 2017 were reviewed by the Audit Committee and approved by the Board of Directors at the meeting held on 1<sup>st</sup> February, 2018.

2. The above Statement have been prepared in accordance with Indian Accounting Standard ("Ind AS"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and in terms of the Securities and Exchange Board of India ("SEBI") (Listing Obligation and Disclosure Requirements) Regulation, 2015 ("Listing Regulations") as modified by Circular No. CIR/CFD/FAC/62/2016 dated 5th July, 2016.

3. The Company has for the first time adopted Ind AS with transition date of 1<sup>st</sup> April, 2016 and opted to avail the relaxation provided by SEBI in respect of disclosure requirements of Ind AS compliant financial results for the previous year ended 31<sup>st</sup> March, 2017.

4. During the quarter ended 31st December, 2017, the Company has completed the initial public offering (IPO) of 7,240,759 equity shares, comprising a fresh issue of 666,666 equity shares and an offer for sale of 6,574,093 equity shares of Rs. 10 each at a price of Rs. 750 per equity share, aggregating Rs 5,430.57 Millions. Consequently, the issued and paid-up share capital of the Company as on 31<sup>st</sup> December, 2017 stands increased to Rs. 179.65 Millions. The Company listed its equity shares on 14th November, 2017 on BSE Limited (BSE) and National Stock Exchange of India Limited (NSE).

Accordingly, the results for the quarter and nine months ended 31<sup>st</sup> December, 2017 have been prepared for the first time in accordance with the Listing Regulations.

5. As the results for the quarter and nine months ended 31st December, 2016 were not presented under the Indian GAAP (previous GAAP), the reconciliation of Profit/Loss under previous GAAP to Total Comprehensive Income under Ind AS is not presented.

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 Segment.

7. The Company has introduced the Khadim Employee Stock Option Plan 2017 ("the Scheme") through the resolution passed by the Board of Directors on 15<sup>th</sup> June, 2017 and the same was approved by the shareholders at the extraordinary general meeting held on 17<sup>th</sup> June, 2017. Under the Scheme 62,876 equity shares have been granted to eligible employees of the Company and each option (after it is vested) is exercisable for one equity share having face value of Rs. 10 each.

8. The Government of India has implemented Goods and Services Tax (GST) from 1<sup>st</sup> July, 2017 subsuming excise duty, service tax and various other indirect taxes. As per Ind AS, the revenue for the quarter ended 31<sup>st</sup> December, 2017 is reported net of GST. Accordingly the numbers for the quarter and nine months ended 31<sup>st</sup> December, 2017 are not comparable with the quarter and nine months ended 31<sup>st</sup> December, 2016, which are reported inclusive of Excise Duty.

9. The Company does not have any exceptional item to report for the above periods.

10. The Statutory Auditors of the Company have carried out a Limited Review of these financial results and the related Report does not have any impact on the above 'Results and Notes' for the Quarter and Nine Months ended 31st December, 2017 which needs to be explained.

Registered Office

For and on behalf of the Board of Directors

**KHADIM INDIA LIMITED**



**Chairman & Managing Director / Authorised Signatory**

DIN: 00043915

