C.P. JARIA & CO.

CHARTERED ACCOUNTANTS

M-28, SUPER TEX TOWER,
OPP. KINNARY CINEMA,
RING ROAD, SURAT-395002
PH: 2343289, 2343288
Email:cpjaria@gmail.com

Auditor's Report on half yearly 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

To,
Board of Directors
Khemani Distributors & Marketing Ltd

We have audited the half yearly financial results of Khemani Distributors & Marketing Ltd (Name of the company) for the half year ended 31.03.21 (date of the half year end) and the year to date results for the period 01.04.20 to 31.03.21, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. These half yearly financial results as well as the year to date financial results have been prepared on the basis of the interim financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these financial results based on our audit of such interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 (Ind AS 34) for Interim Financial Reporting prescribed, under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder; or by the Institute of Chartered Accountants of India, as applicable and other accounting principles generally accepted in India.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

In our opinion and to the best of our information and according to the explanations given to us these half yearly financial results as well as the year to date results:

(i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and

(ii) give a true and fair view of the net profit and other financial information for the period ended 31.03.20 (date of the half year end) as well as the year to date results for the period from 01.04.20 to 31.03.21.

FOR C.P.Jaria & Co
Chartered Accountants

(P.K.Jain)
M.No.112020
FRN 104058W
PLACE : Surat
DATE : 22/06/2021

C. P. JARIA & CO. * Chartered Accountants * SURAT

UDIN - 21112020AAAAEI5443

KHEMANI

Statement of Standalone Audited Financial Results for the Half Year & Year Ended 31st March, 2021

(Rs. in Lakh)

Sr. No.	Particulars	Half Year Ended			Year Ended	
		31.03.2021 (Audited)	30.09.2020 (Unaudited)	31.03.2020 (Audited)	31.03.2021 (Audited)	31.03.2020 (Audited)
1	**Income**					
	(a) Revenue from Operations	3657.78	2484.62	634.70	6142.40	2672.17
	(b) Other Opearting Income	32.53	(44.35)	344.78	(11.82)	371.26
	Total Income (a+b)	**3690.31**	**2440.27**	**979.48**	**6130.58**	**3043.44**
2	**Expenses**					
	(a) Cost of materials consumed	0.00	0.00	0.00	0.00	0.00
	(b) Purchases of stock-in-trade	2620.81	1918.10	1839.70	4538.91	3996.96
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(45.47)	(41.55)	2.98	(87.02)	29.78
	(d) Employee benefits expense	40.55	28.72	21.98	69.27	74.06
	(e) Finance costs	19.21	6.58	17.18	25.79	43.96
	(f) Depreciation and amortisation expense	10.16	7.74	8.67	17.90	13.30
	(g) Other expenses	67.23	64.06	89.33	131.29	130.42
	Total expenses	**2712.49**	**1983.65**	**1979.84**	**4696.14**	**4288.47**
3	**Profit/(Loss) before exceptional and extraordinary items and tax**	977.82	456.62	(1000.37)	1434.44	(1245.04)
4	Exceptional items	0.00	0.00	0.00	0.00	0.00
5	**Profit/(Loss) before extraordinary items and tax (3-4)**	977.82	456.62	(1000.37)	1434.44	(1245.04)
6	Extraordinary items	0.00	0.00	0.00	0.00	0.00
7	**Profit/(Loss) before tax (5-6)**	**977.82**	**456.62**	**(1000.37)**	**1434.44**	**(1245.04)**
8	**Tax Expenses**					
	(a) Current tax	1.02	0.00	0.00	1.02	0.00
	(b) Deffered tax	235.42	100.46	(360.69)	335.88	(360.69)
	Total Tax Expenses	**236.44**	**100.46**	**(360.69)**	**336.90**	**(360.69)**
9	**Profit/(Loss) for the period from Continuing Operations (7-8)**	**741.38**	**356.16**	**(639.67)**	**1097.54**	**(884.35)**
10	Profit/(Loss) for the period from discontinuing Operations	0.00	0.00	0.00	0.00	0.00
11	Tax Expenses of discountinung operations	0.00	0.00	0.00	0.00	0.00
12	**Profit/(Loss) from discontinuing operation after tax (10-11)**	0.00	0.00	0.00	0.00	0.00
13	**Net Profit/(Loss) for the period (9+12)**	**741.38**	**356.16**	**(639.67)**	**1097.54**	**(884.35)**
14	**Details of Equity Share capital**					
	Paid Up Share Capital	**1148.70**	**574.35**	**574.35**	**1148.70**	**574.35**
	Face value of Equity Share Capital	5/-	5/-	5/-	5/-	5/-
15	(i) Earning per share (before extraordinary items) (of Rs. 5/- each) (not annualised):					
	(a) Basic EPS	3.23	3.10	(5.57)	4.78	(7.70)
	(b) Diluted EPS	3.23	3.10	(5.57)	4.78	(7.70)
	(i) Earning per share (after extraordinary items) (of Rs. 5/- each) (not annualised):					
	(a) Basic EPS	3.23	3.10	(5.57)	4.78	(7.70)
	(b) Diluted EPS	3.23	3.10	(5.57)	4.78	(7.70)
See accompanying note to the Financial Results						

Cont..2..

FOR KHEMANI DISTRIBUTORS & MARKETING LIMITED

KHEMANI DISTRIBUTORS & MARKETING LTD. SURAT

AMITKUMAR KHEMANI
Whole Time Director & CFO
(DIN: 02227413)

Place: Surat
Date : 22/06/2021

Standalone Unaudited Statement of Assets and Liabilities for the Half Year & Year Ended 31st March, 2021

(Rs. in lakh)

	Particulars	As at 31.03.2021 (Audited)	As at 31.03.2020 (Audited)
A	**EQUITY AND LIABILITIES**		
1	**Shareholder's Funds**		
	(a) Share Capital	1148.70	574.35
	(b) Reserves and Surplus	2743.63	2283.90
	(c) Money received against share warrants	0.00	0.00
	Total Shareholders' Funds	**3892.33**	**2858.25**
2	**Share application money pending allotment**	0.00	0.00
3	**Non- Current liabilities**		
	(a) Long-Term borrowings	324.62	323.40
	(b) Deferred tax liabilities (net)	0.00	0.00
	(c) Other Long-Term liabilities	0.00	0.00
	(d) Long- term Provisions	0.00	0.00
	Total Non- Current Liabilities	**324.62**	**323.40**
4	**Current liabilities**		
	(a) Short- term borrowings	0.00	0.00
	(b) Trade Payables		
	(i)Total outstanding dues of micro enterprises and small enterprises	1.14	0.22
	(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	35.89	297.35
	(c) Other current liabilities	0.00	52.28
	(d) Short- term provisions	10.54	6.32
	Total- Current Liabilities	**47.57**	**356.16**
	Total- Equity and Liabilities	**4264.52**	**3537.81**
B	**ASSETS**		
1	**Non- Current assets**		
	(a) Property, Plant & Equipment		
	(i) Tangible assets		
	Gross fixed assets	188.13	162.69
	less-Depreciation	72.45	54.56
	Net fixed Assets	115.68	108.14
	(ii) Intangible assets	0.00	0.00
	(iii) Intangible assets under development	0.00	0.00
	(ii) Capital Work in Progress	0.00	0.00
	Total Property, Plant & Equipment	**115.68**	**108.14**
	(b) Non-current investments	1055.99	1622.25
	(c) Deferred tax assets (net)	34.62	370.51
	(d) Long-term loans and advances	149.91	160.22
	(e) Other non-current assets	0.00	0.00
	Total Non-current assets	**1240.52**	**2152.98**
2	**Current assets**		
	(a) Current Investments	0.00	0.00
	(b) Inventories	1359.15	831.19
	(c) Trade Receivables	149.62	221.00
	(d) Cash and Cash equivalents	112.69	35.88
	(e) Bank Balance other than Cash and Cash equivalents	0.00	0.00
	(f) Short- term loans and advances	0.00	0.00
	(g) Other Current Assets	1286.86	188.61
	Total Current assets	**2908.32**	**1276.69**
	Total - Assets	**4264.52**	**3537.81**

Cont..3..

FOR KHEMANI DISTRIBUTORS & MARKETING LIMITED

KHEMANI DISTRIBUTORS & MARKETING LTD. SURAT

AMITKUMAR KHEMANI
Whole Time Director & CFO
(DIN: 02227413)

Place: Surat
Date : 22/06/2021

KHEMANI

Standalone Unaudited Cash Flow Statement for the Half Year & Year Ended 31st March, 2021

	Particulars	As at 31.03.2021 (Audited)	As at 31.03.2020 (Audited)
A	**CASH INFLOW/(OUTFLOW) FROM OPERATING ACTIVITIES**		
	Net Profit Before Tax and Extra-Ordinary Items	14,34,44,373.00	(12,45,03,957.00)
	Adjustments for:		
	Depreciation	17,89,794.00	13,30,081.00
	Preliminary Expenses Written Off	-	-
	Interest & Finance Charges	-	-
	Operating Profit before Working Capital Changes	14,52,34,167.00	(12,31,73,876.00)
	Adjustments for:		
	(Increase)/Decrease in Trade Receivables	71,38,559.00	(34,31,098.00)
	(Increase)/Decrease in Inventories	(5,27,95,461.00)	(70,30,308.00)
	(Increase)/Decrease in Other Current assets	(10,98,25,189.00)	9,29,91,664.00
	(Increase)/Decrease in Long Term loans and advances	10,30,828.00	(1,27,01,646.00)
	(Increase)/Decrease in Short Term loans and advances	-	-
	(Increase)/Decrease in Non-current Assets	-	-
	Increase/(Decrease) in Trade Payables	(2,60,53,184.00)	2,37,65,518.00
	Increase/(Decrease) in Other Current Liabilities	(52,27,561.00)	52,27,561.00
	Increase/(Decrease) in Short term provision	4,22,481.00	(46,99,024.00)
	Increase/(Decrease) in Other Long-Term Borrowings	-	-
	Increase/(Decrease) in Short-Term Borrowings	-	-
		(18,53,09,527.00)	9,41,22,667.00
	Cash generated from operations	(4,00,75,360.00)	(2,90,51,209.00)
	Less: Income Tax paid	1,02,067.00	-
	Add: Earlier provision added back	(63,47,057.00)	1,41,436.00
	Net Cash generated from operations before extraordinary items	(4,65,24,484.00)	(2,89,09,773.00)
	Extraordinary items	-	-
	Net Cash Inflow / (Outflow) from Operating activities (A)	**(4,65,24,484.00)**	**(2,89,09,773.00)**
B	**CASH FLOW FROM INVESTING ACTIVITIES**		
	(Purchase)/Sale of Fixed Assets	(25,43,523.00)	(36,41,610.00)
	Increase/(decrease) in Long term Loans & Advances	-	-
	Increase/(decrease) in Short term Loans & Advances	-	-
	(Purchase)/Sale of Investments	5,66,26,304.00	10,39,644.00
	Income from other activities	-	-
	Net Cash Inflow/(Outflow) from Investing activities (B)	**5,40,82,781.00**	**(26,01,966.00)**
C	**CASH FLOW FROM FINANCING ACTIVITIES**		
	Interest & Finance Charges	-	-
	Proceeds from Shares Issued	-	-
	Proceeds / (Repayment) : Short Term Borrowing	-	-
	Proceeds / (Repayment) : Long Term Liabilities	-	-
	Proceeds / (Repayment) : Long Term Borrowing	1,22,268.00	2,11,86,711.00
	Net Cash used in Financing activities (C)	**1,22,268.00**	**2,11,86,711.00**
	Net Change in Cash & Cash Equivalents (A) + (B) + (C)	**76,80,565.00**	**(1,03,25,028.00)**
	Cash and Cash equivalents as at the beginning of the period	35,88,112.00	1,39,13,140.00
	Cash and Cash equivalents as at the end of the period	**1,12,68,677.00**	**35,88,112.00**

Cont..4..

FOR KHEMANI DISTRIBUTORS & MARKETING LIMITED

KHEMANI DISTRIBUTORS & MARKETING LTD. SURAT

AMITKUMAR KHEMANI
Whole Time Director & CFO
(DIN: 02227413)

Place: Surat
Date : 22/06/2021

KHEMANI

Segment wise Revenue, Results and Capital Employed

(Rs. in lakh)

Sr. No.	Particulars	Half Year Ended			Year ended
		31.03.2021	30.09.2020	31.03.2020	31.03.2021
		Audited	Unaudited	Audited	Audited
1	**Segment Revenue**				
	(1) FMCG	2725.99	1980.53	1959.46	4706.52
	(2) Securities	976.14	459.74	(1,324.76)	1435.88
	(3) Unallocated	0.00	0.00	0.00	0.00
	Total	**3702.13**	**2440.27**	**634.70**	**6142.40**
	Less: Inter Segment Revenue	0.00	0.00	0.00	0.00
	Net Sales from Operations	**3702.13**	**2440.27**	**634.70**	**6142.40**
2	**Segment Results**				
	(Profit Before Tax and Interest)				
	(1) FMCG	32.73	3.47	14.04	36.20
	(2) Securities	964.30	459.74	(997.22)	1424.03
	(3) Unallocated	0.00	0.00	0.00	0.00
	Total	**997.03**	**463.20**	**(983.18)**	**1460.23**
	Less:				
	(a) Financial Cost				
	(1) FMCG	0.47	0.24	0.00	0.71
	(2) Securities	18.73	6.35	17.18	25.08
	(3) Unallocated	0.00	0.00	0.00	0.00
	(b) Other Unallocated Expenditure written off	0.00	0.00	0.00	0.00
	Add:				
	(c) Un-allocable income	0.00	0.00	0.00	0.00
	Total Profit Before Tax	**977.832**	**456.610**	**(1,000.36)**	**1434.442**
3	**Capital Employed**				
	(Segment assets – Segment Liabilities)				
	Segment Assets				
	(1) FMCG	747.58	945.09	1127.06	747.58
	(2) Securities	3516.94	2431.99	2410.75	3516.94
	(3) Unallocated	0.00	0.00	0.00	0.00
	Total	**4264.52**	**3377.08**	**3537.81**	**4264.52**
	Segment Liabilities				
	(1) FMCG	54.09	35.92	68.49	54.09
	(2) Securities	318.10	126.75	611.06	318.10
	(3) Unallocated		0.00	0.00	0.00
	Total	**372.19**	**162.67**	**679.56**	**372.19**

Cont..5..

FOR KHEMANI DISTRIBUTORS & MARKETING LIMITED

KHEMANI DISTRIBUTORS & MARKETING LTD. SURAT

AMITKUMAR KHEMANI
Whole Time Director & CFO
(DIN: 02227413)

Place: Surat
Date : 22/06/2021

KHEMANI

Notes:-

1 The above Financial Results for the half year and year ended 31-03-2021 have been reviewed by the Audit Committee and subsequently approved by the Board of Directors at their respective meetings held on 22-06-2021 in terms of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

2 The Company has adopted Accounting Standards as notified by Ministry of Corporate Affairs. Accordingly, these financial results have been prepared in accordance with the Accounting Standards prescribed under Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India.

3 Figures of half year ended 31-03-2021 represent the difference between the audited figures in respect of the full financial years and the published unaudited figures of six months ended 30-09-2020.

4 The Company has increased its Authorised Share Capital from Rs. 6,20,00,000/- to Rs. 11,50,00,000/- by passing Ordinary Resolution in the 9th Annual General Meeting held on 16-09-2020.

5 The Company has issued Bonus equity shares in the proportion of 1 (One) equity Share of Rs. 5/- each fully paid-up for 1 (One) Equity Share of Rs. 5/- each fully paid-up of the Company in 9th Annual General Meeting held on 16-09-2020. Further, as per the In-principle approval granted by BSE Limited vide letter dated 1-10-2020, the Board of Directors have allotted 1,14,87,000 Equity Shares of Rs. 5/- each in their Board Meeting held on 9-10-2020. The Company has received Listing approval of Bonus Equity Shares on 13-10-2020 and the Trading of such shares had been effective from 15-10-2020.

6 The Company has not adopted the Indian Accounting Standards (IND AS) in terms of Exemptions available to the Companies Listed with SME Exchange.

7 The above Cash flow statement has been prepared under the "Indirect Method" as set out in Accounting Standard-3, "Cash Flow Statements" issued under the Companies (Accounting Standard) Rules, 2006.

8 The Figures for the previous half year / year have been regrouped / reclassified, wherever necessary to confirm to current period / year classification.

9 The aforesaid Financial Results will be uploaded on the Company's website (www.khemanigroup.net) and will also be available on website of BSE Limited (www.bseindia.com).

FOR KHEMANI DISTRIBUTORS & MARKETING LIMITED

KHEMANI DISTRIBUTORS & MARKETING LTD. SURAT

AMITKUMAR KHEMANI
Whole Time Director & CFO
(DIN: 02227413)

Place: Surat
Date : 22/06/2021

KHEMANI

22nd June, 2021

To,
BSE Limited,
Phirozen Jeejeebhoy Towers,
Dalal Street,
Mumbai - 400 001, Maharashtra

Scrip ID / Code: KDML / 539788

Sub: Declaration in respect of unmodified opinion on Audited Standalone Financial Results for the financial year ended 31st March, 2021.

Dear Sir / Madam,

In terms of Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, I, Vijaykumar Khemani, Chairman & Managing Director of the Company, hereby declare that the Statutory Auditors of the Company, C.P. Jaria & Co., Chartered Accountants, Surat (FRN No. 104058W) has issued an Audit Report with unmodified opinion on Standalone Audited Financial Results for the Financial Year ended 31st March, 2021.

Kindly take the same on your record and oblige.

Thanking you,
For KHEMANI DISTRIBUTORS & MARKETING LIMITED

KHEMANI DISTRIBUTORS & MARKETING LTD. SURAT

VIJAYKUMAR KHEMANI
Chairman & Managing Director
DIN: 02227389