

B S R & Co. LLP

Chartered Accountants

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Limited review report on unaudited quarterly standalone financial results of Kaya Limited under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Board of Directors of Kaya Limited

1. We have reviewed the accompanying Statement of unaudited standalone financial results of Kaya Limited ('the Company') for the quarter ended 30 June 2019 ('the Statement'), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations').
2. 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 Indian Accounting Standard 34 "*Interim Financial Reporting*" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to issue a report 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. 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.
4. Attention is drawn to the fact that the figures for the 3 months ended 31 March 2019 as reported in these financial results are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures up to the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.



Limited review report on unaudited quarterly standalone financial results of Kaya Limited under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Continued)

Kaya Limited

5. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with applicable accounting standards and other recognised accounting practices and policies, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **B S R & Co. LLP**

Chartered Accountants

Firm's Registration No: 101248W/W-100022



Rajesh Mehra

Partner

Membership No: 103145

UDIN: 19103145AAAABV3299

Mumbai
2 August 2019

(Rs. in Lakhs)

Sr. No.	Particulars	Quarter ended			Year ended
		30 June 2019	31 March 2019	30 June 2018	31 March 2019
		(Unaudited)	(Audited)	(Unaudited)	(Audited)
1	Income				
	(a) Revenue from operations	4,911.15	5,124.75	5,108.04	20,932.90
	(b) Other operating income	124.06	48.92	-	48.92
	(c) Other income	212.46	152.56	96.21	491.23
	Total income	5,247.67	5,326.23	5,204.25	21,473.05
2	Expenses				
	(a) Cost of materials consumed	585.51	559.88	307.14	1,618.84
	(b) Purchase of stock-in-trade	42.02	57.81	10.35	143.78
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(176.80)	(276.87)	44.04	(156.92)
	(d) Employee benefits expense	1,368.57	1,253.75	1,401.46	5,279.29
	(e) Finance costs	296.01	-	0.01	-
	(f) Depreciation and amortisation expense	980.33	440.70	336.60	1,527.33
	(g) Other expenses	2,431.80	3,704.03	3,295.26	14,011.44
	Total expenses	5,527.44	5,739.30	5,394.86	22,423.76
3	(Loss) before tax (1 - 2)	(279.77)	(413.07)	(190.61)	(950.71)
4	Tax expense:				
	(a) Current tax	-	-	-	-
	(b) Deferred tax charge / (credit)	334.07	-	-	-
	(c) Excess provision for earlier years	-	(296.02)	-	(555.00)
	Total tax expense	334.07	(296.02)	-	(555.00)
5	Net (loss) for the period (3 - 4)	(613.84)	(117.05)	(190.61)	(395.71)
6	Other comprehensive income / (loss) (gross of tax)				
	(a) Items that will not be reclassified to profit or loss				
	Tax on above	(5.53)	(9.51)	(4.19)	(22.10)
	(b) Items that will be reclassified to profit or loss				
	Tax on above	-	-	-	-
	Total other comprehensive income / (loss) (net of income tax)	(5.53)	(9.51)	(4.19)	(22.10)
7	Total comprehensive income / (loss) for the period (5 + 6)	(619.37)	(126.56)	(194.80)	(417.81)
8	Paid-up equity share capital	1,306.41	1,306.41	1,304.35	1,306.41
	Face value per equity share	10.00	10.00	10.00	10.00
9	Earnings per equity share (of Rs. 10 each) (not annualised):				
	(a) Basic	(4.74)	(0.90)	(1.46)	(3.03)
	(b) Diluted	(4.74)	(0.90)	(1.46)	(3.03)
	See accompanying notes to the standalone financial results				



Notes to the Kaya Limited Standalone financial results:

1. This statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.

2. The above results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 2 August 2019. These financial results have been subject to limited review by the statutory auditors of the company and are available on the company's website - <http://www.kaya.in>.

3. The Company has single operating segment viz. "Skin Care and Hair Care Business" in terms of Ind AS 108.

4. Other expenses includes consumption of stores of Rs 529.07 lakhs (30 June 2018: Rs 606.00 lakhs) for the quarter ended 30 June 2019.

5. Following are the particulars of Employee Stock Options pursuant to various schemes:

Particulars	Quarter ended 30 June 2019	Quarter ended 30 June 2018
Balance at the beginning of the quarter	78,422	1,37,713
Granted during the quarter	-	25,118
Forfeited / lapsed during the quarter	3,865	6,956
Exercised during the quarter	-	12,691
Outstanding at the end of the quarter	74,557	1,43,184

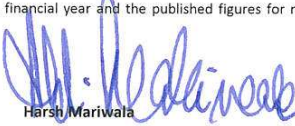
6. The Company has adopted Ind AS 116, effective annual reporting period beginning 1 April 2019 and applied the standard to its leases, modified retrospectively, with the cumulative effect of initially applying the Standard, recognised on the date of initial application (1 April 2019). Accordingly, the Company has not restated comparative information, instead, the cumulative effect of initially applying this standard has been recognised as an adjustment to the opening balance of retained earnings as on 1 April 2019. This has resulted in recognising a right-of-use asset (an amount adjusted by prepaid lease rent of Rs 446.73 lakhs) of Rs 10,088.61 lakhs and a corresponding lease liability of Rs 11,351.56 lakhs by adjusting retained earnings of Rs 1,709.68 lakhs as at 1 April 2019. In the statement of profit and loss for the current period, the nature of expenses in respect of operating leases has changed from lease rent to depreciation cost for the right-to-use asset and finance cost for interest accrued on lease liability.

7. Figures for the quarter ended 31 March 2019, represent the difference between the audited figures in respect of full financial year and the published figures for nine months ended 31 December 2018, which were subject to limited review.

Place : Mumbai

Date: 2 August 2019




Harsh Mariwala

Chairman and Managing Director

