

KOVALAM INVESTMENT AND TRADING COMPANY LIMITED

REGD. OFFICE: PREMISES OSWAL WOOLLEN MILLS LTD, G.T. ROAD, SHERPUR, LUDHIANA-141003

August 13, 2019

Department of Corporate Relations,
BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai - 400001

Scrip Code: 505585

Dear Sir / Madam,

Sub.: 1. Outcome of Board Meeting; Scrip Code: 505585

2. Un-Audited Financial Results for the Quarter and Three Months ended June 30, 2019

Please find below the outcome of the Board Meeting held today i.e. August 13, 2019. The said Board Meeting Commenced at 04:00P.M. and Concluded at 05:00P.M. on the same day.

1. Pursuant to Regulation 30 read with Part-A of the Schedule-III and Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015 (hereinafter referred to as "Listing Regulations"), please find enclosed herewith the Un-Audited Financial Results as per Indian Accounting Standards (Ind AS) for the Quarter and Three Months ended on June 30, 2019, as reviewed by the Audit Committee and approved by the Board of Directors of the Company in Meeting held on 13.08.2019. The Limited Review Report issued by M/s. YAPL & Co., Ludhiana, the Statutory Auditors of the Company on the aforesaid Un-Audited Financial Results is also attached.

2. The 37th Annual General Meeting of the Company will be held on Saturday, the 28th day of September, 2019 at 04:00 P.M. at the Registered Office of the Company situated at Premises of Oswal Woollen Mills Ltd, G. T. Road, Sherpur, Ludhiana- 141003, Punjab.


Further, as required under regulation 47 of the Listing Regulations, the extract of the results are being published in the newspapers.

You are requested to kindly take the above on record and acknowledge the receipt of the same.

Thanking you,

Yours Truly,

For Kovalam Investment and Trading Company Limited


Jyoti Sud
Company Secretary and Compliance Officer



Encl: as above

KOVALAM INVESTMENT AND TRADING CO LIMITED

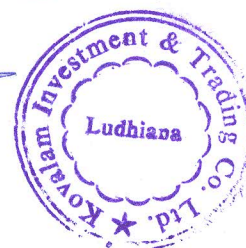
Regd. Office: Premises Oswal Woollen Mills Limited G.T. Road, Sherpur Ludhiana Ludhiana -141003 PB

CIN:L65910PB1981PLC023058, Ph.:+91-161- 5066607, www.owmnahar.com/kovalam, email:kovalam@owmnahar.com

Statement of Unaudited Financial Results for the Quarter Ended 30/06/2019

Sl. No.	Particulars	In Lakhs		
		Three Months Ended		Year ended
		30.06.2019	30.06.2018	31.03.2019
		Unaudited	Unaudited	Audited
1	Income			
	(a) Interest Income	1.03	19.28	55.93
	(b) Dividend Income	0.00	0.00	10.29
	(c) Brokerage Income	9.27	11.77	47.46
	(d) Net gain on fair value changes	(7.67)	(3.54)	(60.80)
	Other Income	0.00	0.15	39.22
	Total Income	2.63	27.66	92.10
2	Expenses			
	(a) Finance expenses	0.00	0.01	0.01
	(b) Employee Benefit Expenses	3.09	2.85	11.51
	(c) Impairment on financial instruments	0.31	2.20	1.24
	(d) Donations	0.00	3.75	15.00
	(e) Other expenses	5.12	1.30	14.77
	Total expenses	8.52	10.11	42.53
3	Profit Before Tax	(5.89)	17.55	49.57
4	Tax expense			
	(a) Current Tax	0.57	6.98	19.74
	(b) Deffered Tax	(0.86)	(0.40)	(1.30)
	(c) Earlier Years	1.23	0.00	(0.02)
	Total tax expense	0.94	6.58	18.42
5	Profit after tax	(6.83)	10.97	31.15
6	Other comprehensive income, net of tax			
	(a) Items that will not be reclassified to profit or loss	(401.08)	(243.17)	(628.44)
	Total other comprehensive Income, net of tax	(401.08)	(243.17)	(628.44)
7	Total comprehensive income	(407.91)	(232.19)	(597.29)
8	Paid-up Equity Share Capital (Face Value: Rs 10/- per share)	222.39	222.39	222.39
9	Reserves excluding revaluation reserves as per balance sheet of previous accounting year			3489.03
10	Earning per Share (EPS) (of Rs. 10) (not annualised)			
	Basic & diluted EPS before extraordinary items			
	- Basic	(18.34)	(10.44)	(26.86)
	- Diluted	(18.34)	(10.44)	(26.86)

[Handwritten Signature]



SEGMENT WISE REVENUE RESULTS AND CAPITAL EMPLOYED

Sl. No.	Particulars	Three Months Ended		Year ended
		30.06.2019	30.06.2018	31.03.2019
		Unaudited	Unaudited	Audited
1.	Segment Revenue (Net sales / Income from each segment)			
	a) Investment & Finance	-6.64	15.90	44.64
	b) Services (Brokerage)	9.27	11.77	47.46
	Total	2.63	27.66	92.10
	Less: Inter segment revenue	0.00	0.00	0.00
	Net sales / Income from operations	2.63	27.66	92.10
2.	Segment Results (Profit +)/Loss(-) before tax and interest from each segment)			
	a) Investment & Finance	-14.86	9.85	17.42
	b) Services (Brokerage)	8.97	11.47	47.16
	Total	-5.89	21.31	64.58
	Less i. Finance Costs	0.00	0.01	0.01
	ii. Other un-allocable expenditure net off un-allocable income	0.00	3.75	15.00
	Total Profit (+) / Loss (-) Before Tax	-5.89	17.55	49.57
3.	Segment Assets			
	a) Investment & Finance	3,089.11	3,853.95	3,404.45
	b) Services (Brokerage)	3.63	3.79	4.71
	Total	3,092.74	3,857.74	3,409.16
4.	Segment Liabilities			
	a) Investment & Finance	11.62	3.62	0.59
	b) Services (Brokerage)	0.00	0.00	0.00
	Total	11.62	3.62	0.59

Notes:

- The above financial results have been reviewed and recommended by the Audit Committee and taken on record by the Board of Directors of the company at their meeting held on **13.08.2019**. The financial results have been subjected to Limited Review by Statutory Auditors of the Company
- The financial results have been arrived after considering provision for standard assets as per RBI guidelines.
- The disclosure requirements of Accounting Standard -17 (AS -17) issue by Institute of Chartered Accountants of India are not applicable as the main activities of the company falls under same category i.e. Investment / Financial Activity.
- The financial results for the quarter and year ended 31st March,2019 have been arrived after considering provision for permanent diminution in value of Investment which is included in Other expense as a result of which company incurred losses in last quarter of the financial year.
- The figures of previous periods have been re-grouped/recasted/rearranged, wherever necessary, to make them comparable. The figures for the last quarter are the balancing figures between audited figures in respect of full financial year and the published year to date figures upto the third quarter of the relevant financial year.
- Impact of IND AS on the Fair value of unlisted shares is to be given on yearly basis as it is not possible to calculate the fair value on quarterly basis.
- 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 as amended, from 1 April 2019 and the effective date of such transition is 1 April 2018. Such transition has been carried out from the erstwhile Accounting Standards notified under the Act, read with relevant rules issued thereunder and guidelines issued by the Reserve Bank of India ('RBI') (collectively referred to as 'the Previous GAAP'). Accordingly, the impact of transition has been recorded in the opening reserves as at 1 April 2018 and the corresponding figures, presented in these results, have been restated/ reclassified. There is a possibility that these financial results for the current and previous periods may require adjustments due to changes in financial reporting requirements arising from new standards, modifications to the existing standards, guidelines issued by the Ministry of Corporate Affairs and RBI or changes in the use of one or more optional exemptions from full retrospective application of certain Ind AS permitted under Ind AS 101 which may arise upon finalisation of the financial statements as at and for the year ending 31 March 2020 prepared under Ind AS.
- As required by paragraph 32 of Ind AS 101, net profit reconciliation is as under. All figures are net of related tax impacts.

Particular	(Rs. In Lakhs)	
	Quarter ended	Year ended
	30.06.2018	31.03.2019
	Unaudited	Audited
Net profit as reported under Indian GAAP	14.12	13.65
Ind AS adjustments increasing/(decreasing) net profit as reported under Indian GAAP:		
Fair Valuation of Financial Assets through Profit and Loss	(3.54)	15.75
Tax Impact on above	0.40	1.75
Net profit after tax as per Ind AS	10.98	31.15
Other comprehensive income, net of tax	(243.17)	(628.44)
Total comprehensive income	(232.19)	(597.29)

Place : Ludhiana
Date : 13.08.2019

For Kovalam Investment and Trading Co Ltd

Mehinder Kumar Jain
Mehinder Kumar Jain
Manager





YAPL & CO.

PAN : AACFL3265A
Ph. : 97805 58951
e Mail : yaplca.16@gmail.com

GST No: 03AACFL3265A2ZZ

Chartered Accountants
102-Kismat Complex, G. T. Road,
Miller Ganj, LUDHIANA-141 003. (Punjab)

Ref. No.

Dated

Independent Auditor's Report on Unaudited Quarterly Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

**To
The Board of Directors
Kovalam Investment and Trading Company Limited**

We have reviewed the accompanying statement of unaudited financial results ("the Statement") of Kovalam Investment and Trading Company Limited ("the Company") for the quarter ended 30 June 2019, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time.

The Statement which is the responsibility of the Company' Management and approved by the Board of Directors, have 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 ('the Act'), SEBI Circular CIR/CFD/FAC/62/2016 dated 5 July 2016 (hereinafter referred to as 'the SEBI Circular'), and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to express a conclusion on the Statement based on our review.

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. A review of interim financial information consists of making inquiries, primarily of persons 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 the Standards on Auditing specified under section 143(10) of the Act, 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.

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 the recognition and measurement principles laid down in Ind AS 34, prescribed under Section 133 of the Act, the SEBI Circular(s), and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in accordance with the requirements 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.





YAPL & CO.

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Ph. : 97805 58951
e Mail : yaplca.16@gmail.com

GST No:-03AACFL3265A2ZZ

Chartered Accountants
102-Kismat Complex, G. T. Road,
Miller Ganj, LUDHIANA-141 003. (Punjab)

Ref. No.....

Dated

For YAPL & Co.
Chartered Accountants
Firm Regn.No.017800N



Neha Kansal
(CA NehaKansal)
Partner
M.No.540386

Place: Ludhiana
Date: 13/08/2019

UDIN : 19540386AAAABY2454