



INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Krishca Strapping Solutions Limited
(Formerly known as Krishca Strapping Solutions Private Limited)

Report on the Audit of the Financial Results

Opinion

1. We have audited the accompanying Statement of Financial Results of **KRISHCA STRAPPING SOLUTIONS LIMITED** (the "Company"), for the year ended **March 31, 2023** and year to date results for the period from **April 01, 2022 to March 31, 2023** (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 (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, these financial results:

- i. is presented in accordance with the requirements of Regulation 33 of the Listing Regulations; and
- ii. gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Accounting Standard prescribed under Section 133 of the Companies Act 2013 (the "Act") read with relevant rules issued thereunder and other accounting principles generally accepted in India of the net profit and other financial information of the Company for the year ended March 31, 2023.

Basis for Opinion

2. We conducted our audit of the Statement in accordance with the Standards on Auditing ("SA"s) specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Results section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the Financial Results under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

Management's Responsibilities for the Financial Results:

3. This Statement, is the responsibility of the Company's Management and approved by the Board of Directors, has been compiled from the related audited financial statements for the year ended March 31, 2023. The Company's Board of Directors are responsible for the preparation and presentation of the Financial Results that give a true and fair view of the net profit and other financial information in accordance with the recognition and measurement principles laid down in the applicable Accounting Standard, prescribed under Section 133 of the Act, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations.



4. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Financial Results that give a true and fair view and is free from material misstatement, whether due to fraud or error.
5. In preparing the Financial Results, the Board of Directors are responsible for assessing the Company's ability, to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.
6. The Board of Directors are also responsible for overseeing the financial reporting process of the Company.

Auditor's Responsibilities for the Audit of the Financial Results

7. Our objectives are to obtain reasonable assurance about whether the Financial Results as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this Financial Results.
8. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:
 - I. Identify and assess the risks of material misstatement of the Financial Results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
 - II. Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of such controls.
 - III. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors.
 - IV. Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.



- V. Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Company to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- VI. Evaluate the overall presentation, structure and content of the Financial Results, including the disclosures, and whether the Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- VII. Obtain sufficient appropriate audit evidence regarding the Financial Results of the Company to express an opinion on the Financial Results.
9. Materiality is the magnitude of misstatements in the Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Financial Results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Financial Results.
10. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
11. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Place: Chennai
Date: 08-06-2023

For L U Krishnan & Co.
Chartered Accountants
Firm's Registration No: 001527S



P K Manoj
Partner
Membership No.207550
UDIN:23207550BGWMGP3855

KRISHCA STRAPPING SOLUTIONS LIMITED

(Formerly known as Krishca Strapping Solutions Private Limited)

CIN: U74999TN2017PLC119939

Building 01B, Logos Mappedu Logistics Park, Satharai Village, Thiruvallur, Tamilnadu 631203
email: info@krishcastrapping.com Website: www.Krishcastrapping.com Phone: 91 93449 91199

(Amount in ₹ Lakhs)

Statement of Audited Financial Results for the Year ended 31st March, 2023

Particulars	Year ended 31st March, 2023	Year ended 31st March, 2022
	Audited	Audited
I Revenue From Operations	7,230.43	1,861.12
II Other Income	10.96	10.59
III Total Income (I+II)	7,241.39	1,871.71
IV Expenses		
Cost of Materials Consumed	5,481.81	1,168.68
Changes in Inventories of finished goods	(667.14)	58.37
Changes in Inventories of stock in trade	322.25	7.64
Employee Benefits Expenses	214.72	140.63
Other Direct Expenses	445.12	143.88
Finance Costs	85.34	55.34
Depreciation & Amortisation Expenses	126.20	94.75
Other Expenses	57.38	30.70
Total Expenses (IV)	6,065.67	1,699.99
V Profit Before Exceptional and Extraordinary Items and Tax (III-IV)	1,175.72	171.72
VI Exceptional Items	-	-
VII Profit before extraordinary items and tax (V-VI)	1,175.72	171.72
VIII Extraordinary items	-	-
IX Profit before tax (VII-VIII)	1,175.72	171.72
X Tax Expense:		
(1) Current Tax	299.92	4.95
(2) Deferred Tax	(58.45)	16.22
(3) Tax Adjustment of Earlier Years	-	-
XI Profit (Loss) for the period from continuing operations (IX-X)	934.26	150.55
XII Profit (Loss) for the period from discontinuing operations	-	-
XIII Tax expenses of discontinuing operations	-	-
XIV Profit (Loss) for the period from discontinuing operations (after tax) (XII-XIII)	-	-
XV Profit/(Loss) For The Period (XI+XIV)	934.26	150.55
XVI Earnings per equity share: (In Rs.)		
(1) Basic (in Rs.)- Not Annualised	10.68	2.22
(2) Diluted (in Rs.)- Not Annualised	10.68	2.22



KRISHCA STRAPPING SOLUTIONS LIMITED (w.e.f. 29/12/2022)

Explanatory notes to the Statement of audited Standalone Financial Results for the Year ended 31st March, 2023

- 1 The above financial results which are published in accordance with Regulations 33 of SEBI (Listing Obligation & Disclosure Requirements), 2015 have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meeting held on June 08, 2023. The Financial results have been prepared in accordance with the Accounting Standards ("AS") as prescribed under Section 133 of the Companies Act, 2013 read with Rule 7 of Companies (Account) Rules 2014 by the Ministry of Corporate Affairs and amendments thereof.
- 2 As per Ministry of Corporate Affairs Notification dated February 16, 2015. Companies whose securities are listed on SME Exchange as referred to in Chapter XB of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 [ICDR, 2018] are exempted from the compulsory requirement of adoption of Ind AS.
- 3 As the Company collectively operates only in one business Segment, i.e., Steel strapping, hence, segment reporting disclosure is not applicable.
- 4 The balance appearing under the Trade Payables Loans and Advances, Other Current Liabilities are subjected to confirmation and reconciliation and consequent adjustments, if any, will be accounted for in the year of confirmation and / or reconciliation.
- 5 The Company has got listed on the SME platform of the NSE Emerge w.e.f. May 26, 2023. The Company has made an Initial Public Offer of 33,20,000 equity shares of Rs. 10 each at a premium of Rs. 44 per share.
- 6 The financial results for the Year ended 31st March, 2023, will be available on the Stock Exchange websites (www.nseindia.com) and on the Company's website (www.krishcastrapping.com).
- 7 There were no Investor Compliants pending received during the period under review.
- 8 The figures for the corresponding previous periods / year have been regrouped / reclassified wherever necessary.
- 9 There were no exceptional and Extra- Ordinary items for the reporting period.

**For and on behalf of the board of Directors
For Krishca Strapping Solutions Limited**



L. BALA MANIKANDAN
Managing Director
DIN:07941696

Place: Chennai
Date: 08-06-2023

KRISHCA STRAPPING SOLUTIONS LIMITED

(Formerly known as Krishca Strapping Solutions Private Limited)

CIN: U74999TN2017PLC119939

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email: info@krishcastrapping.com Website: www.Krishcastrapping.com Phone: 91 93449 91199

(Amount in ₹ Lakhs)

AUDITED STATEMENT OF ASSETS AND LIABILITIES AS AT 31st MARCH, 2023

Particulars	As at 31st March, 2023	As at 31st March, 2022
	Audited	Audited
I. EQUITY AND LIABILITIES		
1 SHAREHOLDERS' FUNDS		
(a) Share Capital	875.00	500.00
(b) Reserves and Surplus	218.74	(340.52)
2 NON-CURRENT LIABILITIES		
(a) Long-Term Borrowings	433.75	587.89
(b) Deferred Tax Liabilities (Net)	-	18.59
(C) Long-Term Provisions	5.25	-
3 CURRENT LIABILITIES		
(a) Short-Term Borrowings	775.58	352.31
(b) Trade Payables		
(A) Total outstanding dues of micro enterprises and small enterprises and		
(B) Total outstanding dues of creditors other than micro enterprises and small enterprises	812.12	103.31
(c) Other Current Liabilities	62.93	310.58
(d) Short-Term Provisions	303.85	12.72
TOTAL	3,487.22	1,544.88
II. ASSETS		
1 NON-CURRENT ASSETS		
(a) Property, Plant & Equipment and Intangible Assets		
(i) Property, Plant & Equipment	393.73	450.21
(ii) Intangible Assets	0.69	0.14
(iii) Capital work in progress	507.12	141.05
(b) Deferred Tax Assets (Net)	39.87	-
(c) Long term Loans & Advances	8.75	-
(d) Other Non-Current Assets	37.59	63.38
2 CURRENT ASSETS		
(a) Current Investment	25.00	-
(b) Inventories	1,075.84	146.31
(c) Trade Receivables	1,203.31	577.95
(d) Cash & Bank Balances	13.90	15.86
(e) Short-Term Loans and Advances	1.02	-
(f) Other Current Assets	180.41	149.97
TOTAL	3,487.22	1,544.88

Figures of the previous period / year have been rearranged / reclassified wherever necessary, to correspond with Current Period / year presentation



For and on behalf of the board of Directors
For Krishca Strapping Solutions Limited



L. Bala Manikandan

L. BALA MANIKANDAN
Managing Director
DIN:07941696

Place: Chennai
Date: 08-06-2023

KRISHCA STRAPPING SOLUTIONS LIMITED (Formerly known as Krishca Strapping Solutions Private Limited)		
CIN: U74999TN2017PLC119939		
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(Amount in ₹ Lakhs)		
Statement of Audited Cash flow for the Year ended 31st March, 2023		
Particulars	Year ended 31st March, 2023	Year ended 31st March, 2022
	Audited	Audited
A CASH FLOWS FROM OPERATING ACTIVITIES:		
Net Profit Before Tax	1,175.72	171.72
Adjustments for:		
Depreciation	126.20	94.75
Interest Income	(1.87)	(1.90)
Interest Expenses	85.34	55.34
Provision for employee benefits	5.25	-
Operating Profit before working capital changes:	1,390.64	319.91
Adjustments for changes in working capital:		
(Decrease)/Increase in Short term Borrowings	423.27	(403.38)
(Decrease)/Increase in Trade and Other payables	708.81	45.52
(Decrease)/Increase in Other Current Liabilities	(247.65)	308.78
(Decrease)/Increase in Short Term Provisions	(8.79)	(5.10)
(Increase)/decrease in Long-Term Loans & Advances	(8.75)	-
(Increase)/decrease in Other Non-current assets	25.79	23.70
(Increase)/Decrease in Current Investment	(25.00)	-
(Increase)/decrease in Inventory	(929.53)	49.52
(Increase)/decrease in Trade Receivables	(625.36)	(348.55)
(Increase)/decrease in Short Term Loans & Advances	(1.02)	-
(Increase)/decrease in Other current assets	51.91	17.43
Cash generated from operations	754.34	7.85
Income Taxes paid	(82.35)	(4.04)
Cash flow before extraordinary item	671.99	3.80
Extraordinary items	-	-
NET CASH FROM OPERATING ACTIVITIES (A)	671.99	3.80
B CASH FLOWS FROM INVESTING ACTIVITIES		
Interest Received	1.87	1.90
Fixed assets purchased including Intangible Assets	(70.27)	(0.23)
(Increase)/ Decrease in Capital work in progress	(366.07)	(141.05)
NET CASH USED IN INVESTING ACTIVITIES (B)	(434.47)	(139.38)
C CASH FLOWS FORM FINANCING ACTIVITES		
Interest paid	(85.34)	(55.34)
(Decrease)/increase in Long term Borrowings	(154.14)	6.09
Proceeds from Issue of Equity shares	-	198.64
NET CASH USED IN FINANCING ACTIVITIES (C)	(239.48)	149.39
Effect of Exchange Difference		
Exchange difference on Realized (Loss)/Gain		
D NET INCREASE IN CASH AND CASH EQUIVALENT (A+B+C)	(1.96)	13.82
Opening Cash and Cash Equivalents	15.86	2.05
CLOSING CASH AND CASH EQUIVALENT	0.04	15.86
Reconciliation of Cash and cash equivalents with the Balance Sheet:		
Cash & cash equivalent as per Balance sheet	13.90	15.86
Less: Bank balance not considered as Cash and cash equivalents as defined in AS 3 Cash Flow Statement		
Bank Deposits with more than 3 months but less than 12 months maturity	1.39	-
Balance with banks to the extent held as margin money	12.47	-
Cash & cash equivalent at the end of the period	0.04	15.86
Notes:		
(i) Figures in brackets are outflows / deductions		
(ii) The above Cash Fow Statement is prepared under the Indirect Method as set out in the Accounting Standards (AS-3)- Statement of Cash Flows		
for and on behalf of the board of Directors for Krishca Strapping Solutions Limited		
		
 L. BALA MANIKANDAN Managing Director DIN: 07941696		
Place: Chennai		
Date: 08-06-2023		