

JET KNITWEARS LIMITED

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CIN No. : L19101UP1996PLC019722

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE HALF AND YEAR ENDED ON MARCH 31, 2021

(Rs. in Lakhs)

	PARTICULARS	Half Year Ended			Year Ended	
		FOR THE HALF YEAR ENDED 31.03.2021 (AUDITED)	FOR THE HALF YEAR ENDED 30.09.2020 (Un-Audited)	FOR THE HALF YEAR ENDED 31.03.2020 (AUDITED)	FOR THE YEAR ENDED 31.03.2021 (AUDITED)	FOR THE YEAR ENDED 31.03.2020 (AUDITED)
I	Revenue from Operations	2098.27	1868.19	2083.94	3966.48	4492.80
II	Other Income	2.57	0.13	0.00	2.70	0.05
III	Total Revenue (I+II)	2100.84	1868.32	2083.94	3969.18	4492.85
IV	Expenses					
	a) Cost of Material Consumed	1840.59	1378.58	1295.82	3219.15	2960.47
	b) Purchase of Stock in Trade	59.80	8.26	290.17	68.06	419.44
	c) Change in Inventories of Finished Goods, Work-in-process and Stock in trade	-403.69	-26.22	-145.29	-429.91	-134.11
	d) Employee Benefits Expenses	65.02	63.00	68.14	128.02	122.18
	e) Finance Cost	52.28	43.73	61.32	96.01	120.59
	f) Depreciation and amortisation expenses	21.33	31.67	31.62	53.00	60.23
	g) Other Expenses	342.05	280.63	386.66	622.68	728.91
	Total Expenses (IV)	1977.38	1779.63	1988.45	3757.01	4277.72
V	Profit/(Loss) before exceptional items and extra-ordinary items and tax (III-IV)	123.46	88.69	95.49	212.15	215.13
VI	Exceptional Items	0.00	0.00	0.00	0.00	0.00
VII	Profit/(Loss) before extra-ordinary items and tax (V-VI)	123.46	88.69	95.49	212.15	215.13
VIII	Extraordinary Items	0.00	0.00	0.00	0.00	0.00
IX	Profit before tax (VII-VIII)	123.46	88.69	95.49	212.15	215.13
X	Tax Expenses :					
	a) Current Tax	15.66	39.68	36.58	55.34	64.10
	b) Deferred Tax	1.53	-3.27	-1.74	-1.75	-1.74
	c) Income Tax Adjustment	-7.48	0.00	0.00	-7.48	0.00
XI	Profit/(Loss) for the period from continuing operations (IX-X)	113.75	52.28	60.65	166.04	152.77
XII	Profit/(Loss) for the period from discontinuing operations	0.00	0.00	0.00	0.00	0.00
XIII	Tax Expense of discontinuing operations	0.00	0.00	0.00	0.00	0.00
XIV	Profit/(Loss) from discontinuing operations (after tax) (XII-XIII)	0.00	0.00	0.00	0.00	0.00
XV	Profit/(Loss) for the period (XI+XIV)	113.75	52.28	60.65	166.04	152.77
XVI	Other Comprehensive Income (net of tax)	0.00	0.00	0.00	0.00	0.00
XVII	Total Comprehensive Income for the period (XV+XVI)	113.75	52.28	60.65	166.04	152.77
XVIII	Paid-up Equity Share Capital (of Rs. 10/-each)	440.72	440.72	440.72	440.72	440.72
XIX	Other Equity					
XX	Earning Per Share					
	a) Basic	2.58	1.19	1.38	3.77	3.47
	b) Diluted	2.58	1.19	1.38	3.77	3.47



STATEMENT OF CASH FLOW FOR THE PERIOD ENDED MARCH 31, 2021		
Particulars	As at 31st March, 2021(Audited) Amount (.)	As at 31st March, 2020 (Audited) Amount (.)
I) CASH FROM OPERATIONS		
A. PROFIT BEFORE TAX	21,214,321.26	21,512,861.01
B. ADJUSTEMENTS:		
Depreciation	5,299,653.52	6,022,762.80
Finance Costs	9,601,332.04	12,059,363.85
Tax Paid	(5,136,064.00)	(5,841,500.00)
Interest Received	0.00	0.00
Deferred tax	0.00	0.00
Provision for Gratuity	117,924.00	335,772.00
	9,882,845.56	335,772.00
	31,097,166.82	34,089,259.66
Adjustments for Changes in working Capital		
Decrease/(Increase) in Sundry Debtors	(124,780.39)	17,042,854.81
Decrease/(Increase) in Loans & Advances	(8,555,055.94)	5,461,410.48
Decrease/(Increase) in Other Current Assets	32,950.00	(105,216.00)
Decrease/(Increase) in Inventories	(43,554,057.91)	(10,528,880.28)
Increase/(Decrease) in Trade Payables	8,573,838.29	(21,221,740.20)
Increase/(Decrease) in Current Liabilities	(8,660,115.60)	13,902,694.67
Increase/(Decrease) in Short Term Provisions	0.00	0.00
NET CASH FROM OPERATIONS	(21,190,054.72)	38,640,383.14
II) CASH FROM INVESTING ACTIVITIES		
Fixed Assets purchased during the period	(3,271,020.34)	(4,255,234.58)
Interest Received	0.00	0.00
NET CASH FROM INVESTMENT ACTIVITIES	(3,271,020.34)	(4,255,234.58)
III) CASH FROM FINANCING ACTIVITIES		
Increase in Borrowed Funds	25,973,642.86	(1,565,103.60)
Finance Costs	(9,601,332.04)	(12,059,363.85)
NET CASH FROM FINANCING ACTIVITIES	16,372,310.82	(13,624,467.45)
Net Increase in cash and cash equivalents	(8,088,764.24)	20,760,681.11
Cash and Cash equivalents as at the beginning of the period	28,049,699.79	7,289,018.68
Cash and Cash equivalents as at the end of the period	19,960,935.55	28,049,699.79



STATEMENT OF ASSETS AND LIABILITIES
Disclosure as required under regulation 33 of the SEBI (Listing obligations and disclosure requirements) Regulations, 2015

PARTICULARS		As at 31st March, 2021 (Audited)	As at 31st March, 2020 (Audited)
A	ASSETS		
1	Non Current Assets		
a)	Property, Plant and Equipment		
b)	Tangible Assets		
i)	Intangible assets	213.70	233.99
ii)	Capital work-in progress	0.00	0.00
iv)	Intangible assets under development	0.00	0.00
b)	Non-Current Investments	0.00	0.00
c)	Long Term Loans & Advances	0.25	0.25
d)	Deferred Tax Assets (Net)	79.80	0.00
e)	Other non-current assets	15.59	13.84
		0.00	0.00
	Total Non Current Assets	309.34	248.08
2	Current Assets		
a)	Current Investments	0.00	0.00
b)	Inventories	1503.79	1068.25
c)	Trade Receivable	1699.93	1698.68
d)	Cash & Cash Equivalents	199.61	280.50
e)	Short Term Loans & Advances	103.33	158.19
f)	Other Current assets	14.50	14.83
	Total Current Assets	3521.17	3220.45
	Total Assets	3830.51	3468.54
B	EQUITY AND LIABILITIES		
1	Equity		
a)	Share Capital	440.72	440.72
b)	Reserve and Surplus	1516.75	1350.73
	Total Equity	1957.47	1791.45
2	Non-Current Liabilities		
a)	Long Term Borrowings	262.97	66.10
b)	Deferred tax liabilities (net)	0.00	0.00
c)	Other long term liabilities	0.00	0.00
d)	Long Term Provisions	18.66	17.68
	Total Non-Current Liabilities	280.94	83.78
3	Current Liabilities		
a)	Short term Borrowings		
b)	Trade Payables	986.29	936.24
(A)	total outstanding dues of micro enterprises and small enterprises;	0.00	9.61
(B)	total outstanding dues of creditors other than micro enterprises and small enterprises;	388.90	293.55
c)	Other Current Liabilities	216.91	289.60
d)	Short term Provisions	0.00	64.10
	Total Current Liabilities	1592.10	1593.30
	Total - Equity and Liabilities	3830.51	3468.54

NOTES :

- The above Audited Financial Results have been reviewed and recommended by the Audit Committee and subsequently approved by the Board of Directors at their meeting held today.
- Figures for the previous year/period have been regrouped / rearranged wherever necessary in order to make them comparable.
- The Figures of the half year ended March 31, 2021 are the balancing figures between Audited figures for the year ended on March 31, 2021 and year to date figures upto the half year ended on September 30, 2020.
- Company is operating in single segment only. Hence, Segment Results is not applicable to the Company.
- The above Audited Financial Results have been prepared in accordance with Regulation 33 of SEBI (LODR) Regulations, 2015 & as per the Accounting Standards as notified in Section 133 of the Companies Act, 2013, & the relevant rules thereof.

Place : KANPUR
Date : June 28, 2021

ON BEHALF OF THE BOARD OF DIRECTORS

(Balram Kumar Narula)
Managing Director
DIN: 00274565





RAJIV MEHROTRA & ASSOCIATES

CHARTERED ACCOUNTANTS

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TO THE BOARD OF DIRECTORS OF JET KNITWEARS LIMITED REPORT ON THE AUDIT OF THE STANDALONE FINANCIAL STATEMENTS

DISCLAIMER OF OPINION

We were engaged to audit the accompanying standalone half yearly financial results for the half year ended March 31, 2021, and year to date results for the period from 01.04.2020 to 31.03.2021 of M/s Jet Knitwears Limited ("The Company"), being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

We do not express an opinion on the accompanying standalone financial statements of the company. Because of the significance of the matter described in the *Basis for Disclaimer of Opinion* section of our report, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these standalone financial results.

BASIS FOR DISCLAIMER OF OPINION

The company's trade receivables (classified as unsecured and considered good by the management) are carried at Rs.16,99,93,038.00, out of which Rs.8,77,46,531.00 are outstanding for a period more than six months, which is abnormally high as compared to the turnover of the company. We have also not received confirmations from many of these parties, which however as per the management of the company is recoverable.

As a result of these matters and also owing to the economic uncertainty created by world-wide pandemic COVID-19, we were unable to determine whether any adjustments might have been found necessary in respect of recorded amount of Trade Receivables and the elements making up the statement of Profit and Loss and statement of cash flows.

EMPHASIS OF MATTER

We draw the attention towards the followings

1. Owing to continuous spreading of COVID -19 across India, the State Government of Uttar Pradesh announced a lockdown in April 2021, which remains in force till 31st May 2021, to contain the spread of the virus. This has resulted in restriction on physical visit to the client locations and the need for carrying out alternative audit procedures as per the Standards on Auditing prescribed by the Institute of Chartered Accountants of India (ICAI).

As a result of the above, major portion of the audit was carried out based on remote access of the data as provided the management. This has been carried out



based on the advisory on "Specific Considerations while conducting Distance Audit/ Remote Audit/ Online Audit under current Covid-19 situation" issued by the Auditing and Assurance Standards Board of ICAI. We have been represented by the management that the data provided for our audit purposes is correct, complete, reliable and are directly generated by the accounting system of the Company without any further manual modifications.

We bring to the attention of the users that the audit of the financial statements has been performed in the aforesaid conditions.

1. Creditors, Loans and advances are subject to confirmations from the respective parties.
2. Further, the company have been sanctioned a new Skill Development Project under Deen Dayal Upadhyay - Grameen Kaushalya Yojna (DDU GKY Scheme) of Assam State Rural Livelihoods Mission (ASRLM) to train 1000 Candidates in projects (Rural Youth as defined in guidelines of DDU-GKY) with placement linkage by setting up a training/skill center at Majuli and Karimganj for the State of Assam.

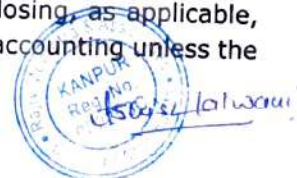
We did not audit the financial statements and other financial information, in respect of this scheme. Amounts received and expended under this scheme is subject to audit by a separate auditor, which financial statement and other financial information and auditor's reports have been furnished to us by the management. Our opinion on the financial statements, in so far as it relates to the amounts and disclosures included in respect of this scheme and our report in terms of sub-sections (3) of Section 143 of the Act, in so far as it relates to the aforesaid scheme is based solely on the report of such other auditor.

Our opinion is not qualified in respect of the above.

MANAGEMENT'S RESPONSIBILITIES FOR THE STANDALONE FINANCIAL RESULTS

These standalone financial results have been prepared on the basis of the standalone annual financial statements. The Company's Board of Directors are responsible for the preparation of these financial results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued there under and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of 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 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 standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone 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.

The Board of Directors of the Company are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the standalone financial results as a whole are 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 these standalone financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone 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.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- 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 Company's ability 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 financial results 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.
- Evaluate the overall presentation, structure and content of the standalone financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.



Materiality is the magnitude of misstatements in the standalone financial results that individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone 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 standalone financial results.

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.

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.

Other Matters

The standalone financial results include the results for the half year ended March 31, 2021 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date up to the half year ended September 30, 2020 of the current financial year which were subjected to limited review by us.

For Rajiv Mehrotra & Associates
Chartered Accountants
FRN: 002253C



(PARTNER)
ASHISH LALWANI
(M.No.426684)
UDIN: 21426684AAAABW6938

Place of signature: Kanpur
Date: June 28, 2021



JET KNITWEARS LTD.

CIN - L19101UP1996PLC019722

Manufacturers & Exporters of Quality Knitted Undergarments

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2021 [Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]

I	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) (Rs. In Lacs)	Adjusted Figures (audited figures after adjusting for qualifications) (Rs. In Lacs)
	1.	Turnover / Total income	3969.16	3969.16
	2.	Total Expenditure	3757.01	3757.01
	3.	Net Profit	212.15	212.15
	4.	Earnings Per Share	3.77	3.77
	5.	Total Assets	3830.51	3830.51
	6.	Total Liabilities	1873.04	1873.04
	7.	Net Worth	1957.47	1957.47
	8.	Any other financial item(s) (as felt appropriate by themanagement)	-	-
I	Audit Qualification (each audit qualification separately):			
	a.	Details of Audit Qualification: Please refer Audit Report-Basis for Disclaimer of Opinion		
	b.	Type of Audit Qualification: Disclaimer of Opinion		
	c.	Frequency of qualification: Second Time		
	d.	For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: NA		
	e.	For Audit Qualification(s) where the impact is not quantified by the auditor:		
	(i)	Management's estimation on the impact of audit qualification: Based on the Management analysis and assumptions, we believe that the Profit and Loss Account and Cash Flow Statement for the year ended March 31, 2021 and the Balance Sheet as at March 31, 2021 are materially correct and as per the management the trade receivables are considered good and are recoverable in nature. The Management is making full efforts to recover these trade receivables. Further as is evident, despite being such odd industry conditions, during the year, the trade receivables outstanding for a period exceeding six months have been reduced by around Rs.100 lakhs. Hence, management does not believe there is any material financial impact of the audit qualification.		
	(ii)	If management is unable to estimate the impact, reasons for the same: Not Applicable		
	(iii)	Auditors' Comments on (i) or (ii) above: As is stated in our report, the trade receivables are recoverable as per the management but due to economic uncertainty created by the worldwide pandemic COVID-19 and also since the same are standing since long time, we are unable to comment upon the same.		



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III.	Signatories:
☐	Mr. Balram Kumar Narula, Managing Director
☐	Mr. Ankur Narula, CFO
☐	Mr. Ramesh Chandra, Audit Committee Chairman
☐	CA Ashish Lalwani (Partner) For Rajiv Mehrotra & Associates Chartered Accountants FRN: 002253C
Place: Kanpur	
Date: June 28, 2021	

