



AAA J & Associates

(Formerly Uttam Agarwal & Associates)
Chartered Accountants

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Kolkata 700 007

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Independent Auditor's Review Report on unaudited Financial Results of Karnika Industries Limited for the Half Year ended on 30th September 2024 pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

**To the Board of Directors
Karnika Industries Limited**

1. We have reviewed the accompanying statement of unaudited financial results of Karnika Industries Limited (the "Company") for the half year ended September 30, 2024, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This Statement is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on these financial statements 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 Financial Statements are 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 conducted in accordance with standards on Auditing specified under section 143(10) of the Act. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that cause us to believe that the accompanying Statement of the Unaudited Financial Results, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Accounting Standards specified under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirement) Regulation 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement.

**For A A A J & Associates
(formerly known as Uttam Agarwal & Associates)
Chartered Accountants
Firm Registration No. 322455E**

Deepak
CA Deepak Agarwal
Partner
Mem No. 061132
UDIN 24061132BMAU FJ 1154



**Date: 14.11.2024
Place: Kolkata**

Notes to Financial Results

1. The financial results of the Company for the half year ended on September 30, 2024, have been reviewed and recommended by the Audit Committee and approved by the Board of Directors of the Company in their meeting held on November 14, 2024. The results are being published in accordance with Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
2. The Financial results of the Company have been prepared in accordance with Accounting Standards (AS) notified under Section 133 of the Companies Act, 2013 read with the Companies (Accounts) Rules 2014 as considered material and appropriate.
3. There are no separate reportable segments as per AS 17 on "Segment Reporting" in respect of the Company.
4. Balances of trade payables, trade receivables, advances received, advances given, GST liabilities / Input credits, and Income Tax assets (Net of liabilities) are subject to reconciliation and confirmation.
5. The Figures for the previous year have been regrouped/rearranged wherever necessary to make them comparable.
6. The figures for the half year ended March 31, 2024, are arrived at as difference between audited figures in respect of full financial year and unaudited published figures upto six months ended on September 30, 2023.
7. Cashflow Statement for the half year ended September 30, 2024, and for the year ended March 31, 2024, is attached herewith.

For A A A J & Associates
(formerly known as Uttam Agarwal & Associates)
Chartered Accountants
Firm Registration No. 322455E

Agarwal



CA Deepak Agarwal
Partner
Mem No. 061132
UDIN 24061132 BKAUFV1154
Date: 14.11.2024
Place: Kolkata

For and on behalf of the Board of Directors
of Karnika Industries Ltd.

KARNIKA INDUSTRIES LIMITED

Niranjan Mundhra

Niranjan Mundhra
(Managing Director)
DIN : 05254448

Director

For and on behalf of the Board of Directors
of Karnika Industries Ltd.

KARNIKA INDUSTRIES LIMITED

Shiv Shankar Mundhra

Shiv Shankar Mundhra
(Whole Time Director)
DIN : 02926873

Director

KARNIKA INDUSTRIES LTD.
CIN : L17299WB2022PLC253035
6 & 6/1, Gurgola Ghat Road, P.O. Salkia, Howrah - 711106 (W.B.)

Email : info@karnikaindustries.com

Website : www.karnikaindustries.com

Unaudited Standalone Statement of Assets and Liabilities for the half year ended as on 30th September, 2024

Standalone Statements of Assets and Liabilities		(Rs. in Lakhs)		
		Half year ended on 30.09.2024	Half year ended on 30.09.2023	Year ended on 31.03.2024
Particulars		Unaudited	Unaudited	Audited
EQUITY AND LIABILITIES				
1	Shareholders' Funds			
	(a) Share Capital	1,239.95	910.03	1,239.95
	(b) Reserves & Surplus	5,105.45	1,334.24	4,070.83
		6,345.40	2,244.27	5,310.78
2	Non-Current Liabilities			
	(a) Long Term Borrowings	159.42	181.62	186.19
	(b) Long Term Provision	20.18	15.91	18.32
		179.60	197.52	204.50
3	Current Liabilities			
	(a) Short Term Borrowings	4,487.68	6,018.02	5,024.07
	(b) Trade Payables			
	(i) Total outstanding dues to micro, small & medium enterprise	171.10	-	59.39
	(ii) Total outstanding dues to other than micro, small & medium enterprise	2,122.02	2,921.48	1,266.42
	(c) Other Current Liabilities	170.26	144.05	86.99
	(d) Short Term Provisions	209.81	7.26	33.94
		7,160.87	9,090.81	6,470.81
	TOTAL	13,685.88	11,532.60	11,986.10
II. ASSETS				
1	Non-current Assets			
	(a) Property, Plant & Equipment and Intangible Assets			
	(i) Property, Plant and Equipment	493.57	509.26	506.44
	(ii) Intangible Assets	4.37	1.95	1.39
	(b) Non Current Investment	615.10	-	-
	(c) Deferred Tax Asset	14.66	4.87	11.70
	(d) Long Term Loan & Advances	-	10.00	10.00
	(e) Other Non Current Asset	40.52	51.56	41.22
		1,168.21	577.64	570.75
2	Current Assets			
	(a) Inventories	4,439.56	4,948.67	4,757.58
	(b) Trade Receivables	7,627.20	5,469.47	5,137.91
	(c) Cash and Cash Equivalents	85.08	190.30	1,153.41
	(d) Short-term loans and advances	156.78	101.17	58.69
	(e) Other Current Asset	209.05	245.35	307.76
		12,517.67	10,954.96	11,415.35
	TOTAL	13,685.88	11,532.60	11,986.10

For and on behalf of the Board of Directors
of Karnika Industries Ltd.

KARNIKA INDUSTRIES LIMITED

Niranjan Mundhra

Director

Niranjan Mundhra
(Managing Director)
DIN : 05254448
Date: 14.11.2024
Place: Howrah

For and on behalf of the Board of Directors
of Karnika Industries Ltd.

KARNIKA INDUSTRIES LIMITED

Shiv Shankar Mundhra

Director

Shiv Shankar Mundhra
(Whole Time Director)
DIN : 02926873



KARNIKA INDUSTRIES LTD.

CIN : L17299WB2022PLC253035

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Statement of the Standalone Financial Results for the half year ended 30th September, 2024

(Rs. in Lakhs)

PARTICULARS	Half year ended on	Half year ended on	Half year ended on	Year ended on
	30.09.2024	30.09.2023	31.03.2024	31.03.2024
	Unaudited	Unaudited	Audited	Audited
I. Revenue From Operations	9,714.01	6,433.86	6,293.40	12,727.26
II. Other Income	138.71	16.98	101.41	118.39
III. Total Income	9,852.72	6,450.84	6,394.81	12,845.65
IV. Expenses				
(a) Cost of Materials Consumed	4,233.67	2,164.64	2,122.57	4,287.21
(b) Purchase of Stock-in-Trade	1,542.47	831.31	1,179.29	2,010.61
(c) Changes in Inventories of finished goods, work-in-progress and Stock-in-Trade	-130.97	81.11	98.60	179.71
(d) Employee Benefit Expenses	283.40	344.25	320.14	664.39
(e) Finance Cost	215.52	281.21	207.61	488.82
(f) Depreciation and amortisation	48.48	30.81	46.99	77.79
(g) Other Expenses	2,280.48	2,116.99	1,660.78	3,777.77
Total Expenses	8,473.05	5,850.33	5,635.98	11,486.31
V. Profit/Loss before exceptional items, extraordinary items & Tax (III-IV)	1,379.67	600.51	758.83	1,359.34
VI. Exceptional & extraordinary Items	-	-	-	-
VII. Profit/Loss from ordinary activities before Tax (V-VI)	1,379.67	600.51	758.83	1,359.34
VIII. Tax expense:				
Current Tax	348.00	151.00	203.00	354.00
Tax paid for earlier year	-	-	3.54	3.54
Deferred Tax	-2.96	-1.86	-6.83	-8.68
Total Tax Expenses	345.04	149.14	199.71	348.85
IX. Profit/(Loss) from continuing operation after TAX (VII-VIII)	1,034.63	451.37	559.12	1,010.49
Details of Equity Share Capital				
Paid-up Share Capital	1,239.95	910.03	1,239.95	1,239.95
Face Value of Equity Shares	10.00	10.00	10.00	10.00
Reserves & Surplus excluding Revaluation Reserve	5,105.45	1,334.24	4,070.83	4,070.83
X Earning Per Shares (In Rupees)				
Basic	8.34	4.96	8.15	8.15
Diluted	8.34	4.96	8.15	8.15

For and on behalf of the Board of Directors
of Karnika Industries Ltd.

KARNIKA INDUSTRIES LIMITED

Niranjan Mundhra
Director

Niranjan Mundhra
(Managing Director)
DIN : 05254448
Date: 14.11.2024

For and on behalf of the Board of Directors
of Karnika Industries Ltd.

KARNIKA INDUSTRIES LIMITED

Shiv Shankar Mundhra

Director

Shiv Shankar Mundhra
(Whole Time Director)
DIN : 02926873



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Cash Flow Statement for the half year ended 30th September, 2024

(Rs. in Lakhs)

Particulars	Half year ended on		Half year ended on		Year ended on	
	30.09.2024		30.09.2023		31.03.2024	
	Unaudited		Unaudited		Audited	
A Cash Flow from Operating Activities						
Net Profit Before Tax		1,379.67		600.51		1,359.34
Adjustments for:						
Depreciation	48.48		30.81		77.79	
Interest & Finance Charges	215.52		281.21		488.82	
Profit on Sale of Shares / Mutual Funds	70.22		-		-	
Provision for Gratuity	1.77		-		6.30	
Interest Received	1.91	337.90	2.39	314.41	5.26	578.18
Operating Profit before Working Capital Changes		1,717.57		914.93		1,937.52
Adjustments for:						
Decrease/(Increase) in Inventories	318.02		-95.00		96.09	
Decrease/(Increase) in Trade Receivables	-2,489.29		-1,447.96		-1,116.40	
Decrease/(Increase) in Short Term Loans and Advances	-98.09		-176.91		19.36	
Decrease/(Increase) in Other current assets	98.71		214.00		151.59	
Decrease/(Increase) in Other non-current assets	0.70		-30.90		-20.55	
Increase/(Decrease) in Long Term Provision	0.09		3.98		-	
Increase/(Decrease) in Short Term Borrowings	-		792.02		-	
Increase/(Decrease) in Trade Payables	967.32		357.19		-1,238.49	
Increase/(Decrease) in Short Term Provisions	175.87		158.07		31.06	
Increase/(Decrease) in Other Current Liabilities	83.26	-943.41	-37.85	-263.35	-94.90	-2,172.24
Cash generated from Operations		774.16		651.57		-234.72
Income Tax paid		348.00		151.00		357.54
Net Cash flow from Operating activities		426.16		500.57		-592.26
B Cash Flow from Investing Activities						
Investment in Shares / Mutual Fund (Net)	-615.10		-		-	
Sales/(Purchases) of Fixed Assets	-38.59		-388.81		-432.41	
Income from sale of Shares/Mutual Funds	-70.22		-		-	
Interest Received	-1.91		-2.39		-5.26	
Net Cash used in Investing activities		-725.82		-391.20		-437.67
C Cash Flow from Financing Activities						
Proceeding from Issue of Shares Including Right Shares	-		-		-	
Proceeding from Issue of Shares through IPO Allotment	-		-		2,507.39	
Proceed/(Repayment) in Short Term Borrowings	-536.39		-		-201.94	
Repayment of Long Term Loans and Advances	10.00		29.66		29.66	
Proceed/(Repayment) of Long Term Borrowings	-26.77		177.29		181.86	
Interest paid	-215.52		-281.21		-488.82	
Net Cash used in Financing Activities		-768.67		-74.26		2,028.16
Net Increase in Cash & Cash Equivalents		-1,068.33		35.11		998.22
Cash and Cash equivalents as on beginning of the year		1,153.41		155.19		155.19
Cash and Cash equivalents as at end of the year		85.08		190.30		1,153.41

Cash & Cash Equivalents

	As on			
	30.09.2024	30.09.2023	31.03.2024	31.03.2023
Cash in Hand	2.16	1.42	0.95	7.09
Cheque in hand	-	-	26.23	-
Cash at Bank	82.92	188.88	1,126.23	148.10
Cash & Cash equivalents as stated	85.08	190.30	1,153.41	155.19

For and on behalf of the Board of Directors
of Karnika Industries Ltd.

KARNIKA INDUSTRIES LIMITED

Niranjan Mundhra

Niranjan Mundhra
(Managing Director)
DIN : 05254448
Date: 14.11.2024
Place: Howrah

Director

For and on behalf of the Board of Directors
of Karnika Industries Ltd.

KARNIKA INDUSTRIES LIMITED

Shiv Shankar Mundhra

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(Whole Time Director)
DIN : 02926873

Director





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TO WHOM IT MAY CONCERN

Utilization Certificate

This is to certify that the Utilization of IPO Proceed received during the F Y 2023-24 of M/s **Karnika Industries Ltd** (ISIN: INE0MGA01012) having its registered office 6 & 6/1, Gurgola Ghat Road, Howrah – 711106 has been utilized for the purpose provided in the Prospectus of the Company.

For AAA J & Associates
(formerly known as Uttam Agarwal & Associates)
Chartered Accountants
Firm Registration No. 322455E

Deepak

CA Deepak Agarwal
Partner
Mem No. 061132
UDIN: 24061132BKAVF76856



Date: 14.11.2024
Place: Kolkata