



ISO 9001 : 2008  
ISO 14001 : 2004  
OHSAS 18001 : 2007

Hospitality & Facility Management Services

CIN : L74930MH2006PLC159290

## OUR SERVICES :

- |                      |                              |
|----------------------|------------------------------|
| ✦ Housekeeping Mgmt. | ✦ Front Office Mgmt.         |
| ✦ Guest House Mgmt.  | ✦ Gardening Mgmt.            |
| ✦ Property Mgmt.     | ✦ Building Maintenance Mgmt. |
| ✦ Pest Control Mgmt. | ✦ Catering / Pantry Mgmt.    |

**"YOUR IMAGE IS OUR BUSINESS"**

Date: May 30, 2023

To,  
Listing Compliance Department  
**National Stock Exchange of India Limited**  
Exchange Plaza, Bandra Kurla Complex,  
Bandra (E), Mumbai – 400051, Maharashtra, India.

**Company Symbol:** KHFM (Series: SM)

**Subject:** Outcome of Meeting of Board of Directors held on Tuesday, May 30, 2023

**Ref:** Regulation 30 & 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Dear Sir/Madam,

With reference to the above captioned subject, we would like to inform you that the Board of Directors of the company at its Meeting held today i.e. May 30, 2023 has inter – alia considered and approved the Audited Financial Results (Consolidated and Standalone) of the Company for the financial year ended March 31, 2023 along with Auditors report thereon.

A copy of the Audited Financial Results (Consolidated and Standalone) together with the Auditors Report for the financial year ended March 31, 2023 are enclosed herewith as Annexure A.

Further, pursuant to the provisions of Regulation 33(3)(d) of the Listing Regulations, a declaration of Unmodified Opinion by the Joint Managing Director of the Company, in respect of the Audited Financial Results (Consolidated and Standalone) of the Company for the financial year ended March 31, 2023 is also enclosed herewith as Annexure B.

The Meeting commenced at **04:00** P.M. and concluded at **06:50** P.M.

Kindly take the above information on your record.

For and Behalf of

**KHFM HOSPITALITY AND FACILITY MANAGEMENT SERVICES LIMITED**

**RAHUL KRISHNA** Digitally signed by RAHUL  
PATHAK KRISHNA PATHAK  
Date: 2023.05.30 18:54:30  
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**Rahul Krishna Pathak**

**Company Secretary, Compliance Officer & CFO**

**Place: Mumbai**

**KHFM Hospitality & Facility Management Services Ltd.**

**REGD. OFFICE : 01, "NIRMA PLAZA, MAKHWANA ROAD, MAROL NAKA, ANDHERI (E), MUMBAI - 400 059.**

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**BHUSHAN KHOT & CO**

**Chartered Accountants**

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UDIN: 23101858BGXFGV3823

**Dated: 30/05/2023**

### **INDEPENDENT AUDITOR'S REPORT**

To Board of Directors of **M/s. KHFM Hospitality & Facility Management Services Limited**

#### **Report on the audit of the Standalone Annual Financial Results**

#### **Opinion**

1. We have audited the accompanying Standalone Annual Financial Results of M/s. KHFM Hospitality & Facility Management Services Limited ('the Company') for the year ended 31 March, 2023 (Standalone financial results) attached herewith being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure requirements) Regulation 2015, as amended. ("the Listing Regulations")

In our opinion and to the best of our information and according to the explanations given to us, the Standalone Financial Results for the year ended 31 March, 2023:

- i. are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure requirements) Regulations, 2015, as amended; and
- ii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ("Ind AS") and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information for the year ended 31 March 2023.

#### **Basis for Opinion**

We conducted our audit in accordance with the standards on Auditing (SAs) specified under Section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those SAs are further described in paragraph (a) of our Auditor's Responsibilities section below. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("the ICAI") together with the ethical requirements that are relevant to our audit of the standalone financial results for the year ended 31 March, 2023 under the provision 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 on standalone annual financial results.

#### **Emphasis of Matters:**

We draw attention to –

- a. Standalone financial results which describes Site expenses, Advance for Site expenses, Employee Benefit expenses (including transactions related to provident fund, ESIC,



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profession tax & gratuity) for the year ended on 31st March 2023. We perceived that the system of recording site expenses needs advancement to ensure transaction trail and related documentary evidences. Accordingly, we are impuissant to assess and quantify effect of aforesaid transaction on the financial statements. However, according to management estimates, the site expenses and related transactions are fairly stated in the financial statement and there are no material deficiencies.

Our Opinion is not modified in respect of aforesaid Matter.

- b. Confirmations/ Reconciliation of balances for secured and unsecured loans, trade receivables, trade and other payables (including micro and small enterprises) and Loans and Advances are awaiting confirmations / reconciliations. Accordingly, these reconciliations represents uncertainty with its potential impact on the financial statement which we are unable to quantify and assess. However, the management is confident that on confirmation/ reconciliation there will not be any material impact on the financial statements.

Our Opinion is not modified in respect of aforesaid Matters.

- c. We draw attention to Contingent liabilities reported in the Standalone financial results, As at March 31, 2023 the Company's has ascertained contingent liabilities of Rs.2331.79 Lakhs in respect of Tax litigations and Guarantees. In the opinion of Management, they applies significant judgement in estimating the likelihood of the future outcome in each case when consider- whether, and how much, to provide or in determining the required disclosure for the potential exposure of each item of Contingent liability. This is due to the highly complex nature and magnitude of the legal matters involved along with the fact that resolution of tax and legal proceedings may span over multiple years, and may involve protracted negotiation or litigation. These estimates could change substantially over time as new facts emerge and each legal case progress. In Our Audit approach we found that recording of the outstanding litigations against the Company for consistency with the previous years, enquired and obtain explanations for movement during the year, needs development for those matters where management concluded that no provisions should be recognized, considering the adequacy and completeness of the company's disclosures.

Our Opinion is not modified in respect of aforesaid Matters.



- d. In respect of Contract Assets disclosed in the Standalone financial results, there is a moderate unpredictability relating to the retrievable work in progress (Contract Assets) amounting to Rs.3772.13 lakhs representing the value of work completed but are pending to be billed on completion of billing milestones as on 31st March 2023 by the Company. The aforementioned contract assets are presently under various stages of negotiations and discussions, or awaiting final confirmations with various clients of the Company. Based on the current progress in each case, management is of the view that the said Contract assets are fully recoverable.

Our Opinion is not modified in respect of aforesaid Matters.

- e. We draw attention to Allowance for Bad and doubtful debts in respect of Non-Current Debtors reported in Standalone financial statement, Company has written off Rs.418.04 Lacs in respect of Bad and Doubtful Debts during the year ended 31<sup>st</sup> March, 2023, however obligatory TDS Compliance in respect of Tax Deduction at source on aforesaid Bad Debts are yet to be observed by the Company. In the opinion of management, TDS deduction applicability with respect to Bad Debts needs more legal clarity and were under discussion with the Tax advisors.

Our Opinion is not modified in respect of aforesaid Matters.

#### **Management's and Board of Director's Responsibilities for the Standalone Annual Financial Results**

This statement which includes the Standalone Financial Results is the responsibility of the Company's Board of directors and has been approved by them for issuance. The Standalone Financial Results for the year ended March 31, 2023 have been prepared on the basis of the standalone annual financial statements. This responsibility includes the preparation and presentation of the Standalone Financial Results for the Half Year and year ended March 31, 2023 that give 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 the Ind AS 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. 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 Standalone Financial Results that give a true and fair view and is free from material misstatement, whether due to fraud or error.



In preparing the Standalone Financial Results, the Board of Directors is 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 are also responsible for overseeing the financial reporting process of the Company.

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

Our objectives are to obtain reasonable assurance about whether the Standalone financial results for the year ended 31 March, 2023 as a whole are free from material misstatement, whether due to fraud of 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 omission, misrepresentation, 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 circumstance, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management and Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosure made by Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations, as amended.



- Conclude on the appropriateness of Management and 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 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 standalone financial statements 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 standalone financial results represent the underlying transaction and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the standalone financial results of the Company to express an opinion on the Standalone financial results.

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 of the Company 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.

## **2. Other Matters**

- a. The standalone financial results include the results for the half year ended 31<sup>st</sup> March 2023 being the balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the first half of the current financial year which were subjected to limited review by us.



**BHUSHAN KHOT & CO**

**Chartered Accountants**

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- b. The figures for the previous periods / year are re-classified / re-arranged / re-grouped by the Management of the Company.
- c. Significant event subsequent to 31<sup>st</sup> March, 2023 till date has neither advanced to the knowledge of management nor to us by any means.

Our Opinion is not modified in respect of aforesaid Other Matters.

**For Bhushan Khot & Co.**

**Chartered Accountants**

FRN: 116888W

BHUSHAN  
PANDURANG  
KHOT

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PANDURANG KHOT  
Date: 2023.05.30  
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Bhushan Khot

Partner

Membership No. 101858

UDIN: 23101858BGXFGV3823

Place: Mumbai

Date: 30/05/2023



**KHFM Hospitality & Facility Management Services Limited**  
(CIN - L74930MH2006PLC159290)

**Statement of Audited Standalone Financial Results for the year ended 31st March, 2023**

| Sr. No | PARTICULARS                                                                                   | 6 Months Ended                |                                   |                               | (Figures in Lakhs)          |                             |
|--------|-----------------------------------------------------------------------------------------------|-------------------------------|-----------------------------------|-------------------------------|-----------------------------|-----------------------------|
|        |                                                                                               |                               |                                   |                               | Year ended                  | Year ended                  |
|        |                                                                                               | March 31, 2023<br>(Unaudited) | September 30, 2022<br>(Unaudited) | March 31, 2022<br>(Unaudited) | March 31, 2023<br>(Audited) | March 31, 2022<br>(Audited) |
| (I)    | Revenue from Operations                                                                       | 4,460.82                      | 4,428.97                          | 5,376.52                      | 8,889.78                    | 9,642.24                    |
| (II)   | Other Income                                                                                  | 30.42                         | 50.86                             | 31.60                         | 81.28                       | 63.19                       |
| (III)  | <b>Total Revenue (I+II)</b>                                                                   | <b>4,491.24</b>               | <b>4,479.83</b>                   | <b>5,408.12</b>               | <b>8,971.06</b>             | <b>9,705.43</b>             |
| (IV)   | <b>Expenses</b>                                                                               |                               |                                   |                               |                             |                             |
|        | Employee Benefit Expense                                                                      | 2,061.93                      | 1,901.39                          | 2,564.05                      | 3,963.32                    | 5,654.40                    |
|        | Finance Cost                                                                                  | 302.31                        | 291.81                            | 231.92                        | 594.12                      | 571.78                      |
|        | Depreciation and amortisation expense                                                         | 15.22                         | 17.89                             | 25.73                         | 33.11                       | 49.53                       |
|        | Other expenses                                                                                | 2,031.33                      | 2,047.83                          | 3,128.60                      | 4,079.16                    | 5,530.07                    |
|        | <b>TOTAL EXPENSES (IV)</b>                                                                    | <b>4,410.78</b>               | <b>4,258.92</b>                   | <b>5,950.30</b>               | <b>8,669.70</b>             | <b>11,805.77</b>            |
| (V)    | <b>Profit/ (Loss) before exceptional items and tax(III-IV)</b>                                | 80.46                         | 220.90                            | (542.18)                      | 301.36                      | (2,100.35)                  |
| (VI)   | Exceptional Items                                                                             | -                             | -                                 | -                             | -                           | -                           |
| (VII)  | <b>Profit/(Loss) before Tax (V-VI)</b>                                                        | 80.46                         | 220.90                            | (542.18)                      | 301.36                      | (2,100.35)                  |
| (VIII) | Tax Expense                                                                                   | (37.02)                       | 51.83                             | (93.02)                       | 14.81                       | (178.99)                    |
| (IX)   | <b>Profit/(Loss) for the period (VII-VIII)</b>                                                | 117.48                        | 169.07                            | (449.16)                      | 286.55                      | (1,921.36)                  |
| (X)    | <b>Other Comprehensive Income</b>                                                             |                               |                                   |                               |                             |                             |
|        | (1) Items that will not be reclassified subsequently to Statement of Profit & Loss            | 8.30                          | 16.37                             | 1.47                          | 24.67                       | 24.85                       |
|        | (2) Income tax relating to items that will not be reclassified to Statement of Profit & Loss  | (2.09)                        | (4.12)                            | -                             | (6.21)                      | -                           |
|        | (3) Items that will be reclassified subsequently to Statement of Profit & Loss                | -                             | -                                 | -                             | -                           | -                           |
| (XI)   | <b>Total Comprehensive Income/(Loss) for the period(IX+X)</b>                                 | 111.27                        | 156.82                            | (450.62)                      | 268.09                      | (1,946.21)                  |
|        | Net Profit / (Loss) after taxes, minority interest and share of profit / (loss) of associates |                               |                                   |                               |                             |                             |
|        | <b>Paid-up equity share capital (Face value Rs 10)</b>                                        | 2,004.15                      | 1,002.23                          | 1,002.23                      | 2,004.15                    | 1,002.23                    |
|        | <b>Earnings Per Share (in Rs)</b>                                                             |                               |                                   |                               |                             |                             |
|        | (a) Basic                                                                                     | 0.93                          | 1.69                              | -3.69                         | 2.32                        | -15.80                      |
|        | (b) Diluted                                                                                   | 0.93                          | 1.69                              | -3.69                         | 2.32                        | -15.80                      |

**Notes:**

(a) These results have been prepared on the basis of the audited standalone financial statements for the year ended March 31, 2023 and the unaudited standalone condensed interim financial statements upto the end of the first half, which are prepared in accordance with the Ind AS notified under the Companies (Indian Accounting Standards) Rules, 2015. These results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on May 30, 2023.

(b) Previous period figures have been re-grouped and/ or re-arranged wherever necessary to make their classification comparable with the current period.

(c) The standalone financial results include the results for the half year ended 31st March 2023 being the balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the first half of the current financial year.

(d) During the half year ended 31.03.2023, company has issued equity shares by way of rights issue of Rs. 2404.60 lakhs at a price of Rs. 24 per equity share. The intended use of the proceeds of the issue is for working capital and general corporate purpose as set out in the letter of offer.

(e) Company acquired controlling stake in two entities during the financial year for an investment value of Rs 1.09 lakhs. Thus, the investee company have become subsidiaries of the reporting entity.

(f) In accordance with Ind AS 108 on Operating Segments, the Company has identified its business segment as "Hospitality & Facility Management Services". There are no other primary reportable segments. The major and material activities of the company are restricted to only one geographical segment i.e. India, hence the secondary segment disclosures are also not applicable.

(g) Audited Standalone statement of cash flows is attached to the financial results.

For and on behalf of Board of  
KHFM HOSPITALITY & FACILITY MANAGEMENT SERVICES LIMITED

Ravindra Malinqa Heqde  
Managing Director  
DIN NO : 01821002

Date: 30th May, 2023



AUDITED STANDALONE BALANCE SHEET AS AT 31ST MARCH, 2023

|          |                                                | All Amount in INR Lakhs |                        |
|----------|------------------------------------------------|-------------------------|------------------------|
|          | Particulars                                    | As at 31st March, 2023  | As at 31st March, 2022 |
| <b>A</b> | <b>ASSETS</b>                                  |                         |                        |
|          | <b>Non-Current Assets</b>                      |                         |                        |
|          | (a) Property, Plant and Equipment              | 89.10                   | 146.16                 |
|          | (b) Right- of - Use Assets                     | -                       | -                      |
|          | (c) Capital Work in Progress                   | -                       | -                      |
|          | (d) Investment properties                      | 56.13                   | 59.01                  |
|          | (e ) Goodwill                                  | -                       | -                      |
|          | (f) Other Intangible Assets                    | 5.53                    | 3.66                   |
|          | (g) Intangible Assets Under Development        | -                       | -                      |
|          | (h) Biological assets other than Bearer plants | -                       | -                      |
|          | (i) Financial Assets                           |                         |                        |
|          | (i) Investments                                | 6.59                    | 5.50                   |
|          | (ii) Trade Receivables                         | -                       | 663.60                 |
|          | (iii) Other Financial Assets                   | 1,065.49                | 1,253.84               |
|          | (j) Deferred Tax Assets (Net)                  | 507.69                  | 399.03                 |
|          | (k) Other Non-Current Assets                   |                         |                        |
|          | <b>SUB-TOTAL</b>                               | <b>1,730.54</b>         | <b>2,530.80</b>        |
|          | <b>Current Assets</b>                          |                         |                        |
|          | (a) Inventories                                | 1.57                    | 1.66                   |
|          | (b) Financial Assets                           |                         |                        |
|          | (i) Investments                                | -                       | -                      |
|          | (ii) Trade Receivables                         | 1,919.68                | 1,709.19               |
|          | (iii) Cash and Cash Equivalents                | 60.78                   | 104.37                 |
|          | (iv) Bank Balances other than (ii) above       | 2,878.30                | 871.70                 |
|          | (v) Other Financial Assets                     | -                       | -                      |
|          | (c) Current Tax Assets (Net)                   | 458.90                  | 391.87                 |
|          | (d) Other Current Assets                       | 3,822.27                | 3,055.49               |
|          | <b>SUB-TOTAL</b>                               | <b>9,141.50</b>         | <b>6,134.27</b>        |
|          | Non Current Assets Classified as Held for sale |                         |                        |
|          | <b>Total Assets</b>                            | <b>10,872.04</b>        | <b>8,665.08</b>        |
| <b>B</b> | <b>EQUITY AND LIABILITIES</b>                  |                         |                        |
|          | <b>Equity</b>                                  |                         |                        |
|          | (a) Equity Share Capital                       | 2,004.15                | 1,002.23               |
|          | (b) Other Equity                               | 2,377.85                | 867.51                 |
|          |                                                | <b>4,382.00</b>         | <b>1,869.74</b>        |
|          | <b>Liabilities</b>                             |                         |                        |
|          | <b>Non-Current Liabilities</b>                 |                         |                        |
|          | (a) Financial Liabilities                      |                         |                        |
|          | (i) Borrowings                                 | 1,163.94                | 1,474.96               |
|          | (ii) Other Financial Liabilities               | -                       | -                      |
|          | (b) Provisions                                 | -                       | -                      |
|          | (c) Deferred tax Liabilities (Net)             | -                       | -                      |
|          | (d) Other Non-Current Liabilities              | 22.17                   | 5.85                   |
|          |                                                | <b>1,186.11</b>         | <b>1,480.81</b>        |
|          | <b>Current Liabilities</b>                     |                         |                        |
|          | (a) Financial Liabilities                      |                         |                        |
|          | (i) Borrowings                                 | 3,367.32                | 3,197.93               |
|          | (ii) Trade Payables                            | 493.67                  | 512.55                 |
|          | (iii) Other Financial Liabilities              | 536.06                  | 600.25                 |
|          | (b) Provisions                                 | 671.08                  | 662.80                 |
|          | (c) Other Current Liabilities                  | 235.81                  | 340.99                 |
|          |                                                | <b>5,303.93</b>         | <b>5,314.52</b>        |
|          | <b>Total Equity and Liabilities</b>            | <b>10,872.04</b>        | <b>8,665.08</b>        |

For and on behalf of Board of  
KHFM HOSPITALITY & FACILITY MANAGEMENT SERVICES LIMITED

Ravindra Malinga Hegde  
Managing Director  
DIN NO : 01821002

Date: 30th May, 2023



**M/s KHFM HOSPITALITY & FACILITY MANAGEMENT SERVICES LIMITED**  
(CIN - L74930MH2006PLC159290)

**AUDITED STANDALONE CASH FLOW STATEMENT**

All Amount in INR Lakhs

| Particulars                                               | As at 31st March 2023 | As at 31st March 2022 |
|-----------------------------------------------------------|-----------------------|-----------------------|
| <b>A CASH FLOW FROM OPERATING ACTIVITIES</b>              |                       |                       |
| Profit/(Loss) before Tax                                  | 301.37                | (2,100.35)            |
| <b>Adjustment for:</b>                                    |                       |                       |
| Depreciation and Amortization Expense                     | 33.11                 | 49.53                 |
| Finance cost                                              | 594.12                | 571.78                |
| Allowance for Doubtful Debts                              | 671.32                | 755.81                |
| Profit on sale of Property, Plant & Equipment             | (17.13)               | (4.16)                |
| Re-measurement (Gain)/Loss on Defined Benefit Plan        | (24.67)               | (24.85)               |
| Interest Income on Fixed Deposit and Income Tax Refund    | (39.44)               | (35.23)               |
| <b>Operating Profit before Working Capital changes</b>    | <b>1,518.67</b>       | <b>(787.46)</b>       |
| <b>Adjustment for:</b>                                    |                       |                       |
| (Increase)/decrease in Trade Receivables                  | (218.20)              | 308.90                |
| (Increase)/decrease in Other Current Financial Assets     | (1,904.61)            | -                     |
| (Increase)/decrease in Other Non-Current Financial Assets | 188.35                | (196.18)              |
| (Increase)/decrease in Other Current Assets               | (833.82)              | 524.85                |
| (Increase)/decrease in Inventories                        | 0.09                  | 26.09                 |
| Increase/(decrease) in Trade-Payable                      | (18.88)               | (18.46)               |
| Increase/(decrease) in Other Current Financial Liability  | 105.20                | 1,010.03              |
| Increase/(decrease) in Non Current Liability              | 16.32                 | (12.80)               |
| Increase/(decrease) in Provision                          | 8.27                  | (47.38)               |
| Increase/(decrease) in Non-Current Liability              | (311.02)              | 266.13                |
| Increase/(decrease) in Current Liability                  | (105.18)              | (28.52)               |
| Cash Generated/Used from Operations                       | <b>(1,554.80)</b>     | <b>1,045.21</b>       |
| Direct Taxes                                              | (83.25)               | -                     |
| <b>Net Cash from Operating Activities (A)</b>             | <b>(1,638.05)</b>     | <b>1,045.21</b>       |
| <b>B CASH FLOW FROM INVESTING ACTIVITIES</b>              |                       |                       |
| Purchase of Property, Plant & Equipment                   | (7.30)                | (59.10)               |
| Sale of Property, Plant & Equipment                       | 49.38                 | 5.00                  |
| Fixed Deposits placed/matured/realised (Net)              | (102.00)              | (417.80)              |
| Interest Received                                         | 39.44                 | 35.23                 |
| Investment in subsidiaries                                | (1.09)                | -                     |
| <b>Net Cash used in Investing Activities (B)</b>          | <b>(21.57)</b>        | <b>(436.67)</b>       |
| <b>C CASH FLOW FROM FINANCING ACTIVITIES</b>              |                       |                       |
| Interest Expenses                                         | (594.12)              | (571.78)              |
| Proceeds from Rights Issue                                | 2,404.61              | -                     |
| Payment For share issue related costs                     | (194.46)              | -                     |
| <b>Net Cash from Financing Activities (C)</b>             | <b>1,616.03</b>       | <b>(571.78)</b>       |
| <b>Net Changes in Cash and Cash Equivalents (A+B+C)</b>   | <b>(43.59)</b>        | <b>36.77</b>          |
| Opening Balance of Cash and Cash Equivalents              | 104.37                | 67.60                 |
| Closing Balance of Cash and Cash Equivalents              | <b>60.78</b>          | <b>104.37</b>         |

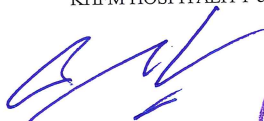
**Notes:-**

1 The Cash Flow Statement is prepared by the indirect method set out in Indian Accounting Standard (Ind AS) Cash Flow statement prescribed in the The Companies (Indian Accounting Standards) Rules, 2015, Cash flow statement presents cash flows by operating, investing and financing activities.

2 Cash and Cash Equivalents at the year end comprises

|                 |              |               |
|-----------------|--------------|---------------|
| Cash on Hand    | 54.37        | 97.34         |
| In Bank Account | 6.42         | 7.03          |
|                 | <b>60.78</b> | <b>104.37</b> |

For and on behalf of Board of  
KHFM HOSPITALITY & FACILITY MANAGEMENT SERVICES LIMITED



Ravindra Malinga Hegde  
Managing Director  
DIN NO : 01821002



Date: 30th May, 2023



**BHUSHAN KHOT & CO**

**Chartered Accountants**

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UDIN: 23101858BGXFGU9476

**Dated: 30/05/2023**

**INDEPENDENT AUDITOR'S REPORT**

To the Board of Directors of **M/s. KHFM Hospitality & Facility Management Services Limited**

**Report on the audit of the Consolidated Annual Financial Results**

**Opinion**

1. We have audited the accompanying Consolidated Annual Financial Results of M/s. KHFM Hospitality & Facility Management Services Limited (hereinafter referred to as the "Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), for the period ended 31 March 2023 ("Consolidated financial results") attached herewith, being submitted by the Holding 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, the aforesaid Consolidated financial results for the period ended 31 March 2023:

a. include the financial results of the Subsidiary entities mentioned below:

- KHFM Infra Projects Private Limited (For the period from 20<sup>th</sup> April, 2022 to 31 March 2023)
- KHFM & DP Jain Company ( For the period from 3<sup>rd</sup> January, 2023 to 31 March 2023);

b. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations, as amended in this regard; and

c. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ("Ind AS"), and other accounting principles generally accepted in India, of the consolidated net profit and consolidated other comprehensive income and other financial information of the Group for the period ended 31 March 2023.

**Basis for Opinion:**

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those SAs are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Results section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("the ICAI") together with the ethical requirements that are relevant to our audit of the consolidated financial statements under the provisions of the Act, and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and ICAI's Code of Ethics. We believe that the audit evidence obtained by us along-with consideration of audit reports of the subsidiary referred to in "Other Matters" paragraph below, is sufficient and appropriate to provide a basis for our opinion on the consolidated financial results.



**Emphasis of Matter**

We draw attention to –

- a. Consolidated financial results relates to the Holding Company, which describes Site expenses, Advance for Site expenses, Employee Benefit expenses (including transactions related to provident fund, ESIC, profession tax & gratuity) for the year ended on 31st March 2023. We perceived that the system of recording site expenses needs advancement to ensure transaction trail and related documentary evidences. Accordingly, we are impuissant to assess and quantify effect of aforesaid transaction on the financial statements. However, according to holding Company's management estimates, the site expenses and related transactions are fairly stated in the financial statement and there are no material deficiencies.

Our Opinion is not modified in respect of aforesaid Matter.

- b. In respect of Holding Company, Confirmations/ Reconciliation of balances for secured and unsecured loans, trade receivables, trade and other payables (including micro and small enterprises) and Loans and Advances are awaiting confirmations / reconciliations. Accordingly, these reconciliations represents uncertainty with its potential impact on the consolidated financial results which we are unable to quantify and assess. However, the management is confident that on confirmation/ reconciliation there will not be any material impact on the financial statements.

Our Opinion is not modified in respect of aforesaid Matter.

- c. We draw attention to Contingent liabilities included in the Consolidated financial results in respect of Holding Company, As at March 31, 2023 the Holding Company has ascertained contingent liabilities of Rs.2331.79 Lakhs in respect of Tax litigations and Guarantees. In the opinion of Management, they applies significant judgement in estimating the likelihood of the future outcome in each case when consider- whether, and how much, to provide or in determining the required disclosure for the potential exposure of each item of Contingent liability. This is due to the highly complex nature and magnitude of the legal matters involved along with the fact that resolution of tax and legal proceedings may span over multiple years, and may involve protracted negotiation or litigation. These estimates could change substantially over time as new facts emerge and each legal case progress. In Our Audit approach we found that recording of the outstanding litigations against the Company for consistency with the previous years, enquired and obtain explanations for movement during the year, needs development for those matters where management concluded that no provisions should be recognized, considering the adequacy and completeness of the company's disclosures.

Our Opinion is not modified in respect of aforesaid Matter.



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- d. In respect of Contract Assets disclosed in the Consolidated financial results, there is a moderate unpredictability relating to the retrievable work in progress (Contract Assets) amounting to Rs.3905.84 lakhs representing the value of work completed but are pending to be billed on completion of billing milestones as on 31st March 2023 by the Group,. The aforementioned contract assets are presently under various stages of negotiations and discussions, or awaiting final confirmations with various clients of the Group as per management explanation. Based on the current progress in each case, management is of the view that the said Contract assets are fully recoverable.

Our Opinion is not modified in respect of aforesaid Matter.

- e. We draw attention to Allowance for Bad and doubtful debts in respect of Holding Company's Non-Current Debtors reported in Consolidated financial statement, the Holding Company has written off Rs.418.04 Lacs in respect of Bad and Doubtful Debts during the year ended 31<sup>st</sup> March, 2023, however obligatory TDS Compliance in respect of Tax Deduction at source on aforesaid Bad Debts are yet to be observed by the Holding Company. In the opinion of management, TDS deduction applicability with respect to Bad Debts needs more legal clarity and were under discussion with the Tax advisors.

Our Opinion is not modified in respect of aforesaid Matter.

#### **Management's and Board of Directors' Responsibilities for the Consolidated Financial Results**

These consolidated financial results have been prepared on the basis of the consolidated financial statements for the period ended 31 March 2023. The Holding Company's Management and the Board of Directors are responsible for the preparation and presentation of these consolidated financial results and have approved them for issuance, for the period ended 31 March 2023, that give a true and fair view of the consolidated net profit and consolidated other comprehensive income and other financial information of the Group in accordance with the recognition and measurement principles laid down in Ind AS prescribed under Section 133 of the Act and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations.

The respective Management and Board of Directors of the entities included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and respective entity 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 accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial results by the Management and the Board of Directors of the Holding Company, as aforesaid.



In preparing the consolidated annual financial results, the respective Management and the Board of Directors of the entities included in the Group are responsible for assessing the ability of each entity to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the respective entity or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the entities included in the Group are responsible for overseeing the financial reporting process of the Group.

**Auditor's Responsibilities for the Audit of the Consolidated Annual Financial Result**

Our objectives are to obtain reasonable assurance about whether the consolidated financial results for the period ended 31 March, 2023 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 consolidated financial results.

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

- Identify and assess the risks of material misstatement of the consolidated 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 through a separate report on the complete set of financial statements on whether the Group 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 in the consolidated financial results made by the Management and Board of Directors.
- Conclude on the appropriateness of the Management and 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 appropriateness of this assumption. 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 consolidated annual 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 Group to cease to continue as a going concern.



– Evaluate the overall presentation, structure and content of the consolidated financial results, including the disclosures, and whether the consolidated financial results represent the underlying transactions and events in a manner that achieves fair presentation.

- Perform procedures in accordance with the circular issued by SEBI under Regulation 33(8) of the Listing Regulations, to the extent applicable.

- Obtain sufficient appropriate audit evidences regarding the Consolidated financial results of the entities within the Group to express an opinion on the Consolidated financial results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the consolidated financial results of which we are the independent Auditors. For the other entity included in the Consolidated financial results, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.- Materiality is the magnitude of misstatements in the Consolidated financial results that, individually or in aggregate, make it probable that the economic decisions of a reasonably knowledgeable user of the Consolidated financial results may be influenced. We consider quantitative materiality and qualitative factors in planning the scope of our audit work and in evaluating the results of our work and to evaluate the effect of any identified misstatements in the consolidated financial results.

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial results of which we are the independent auditors 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**

- a. The consolidated financial results include the results for the half year ended 31<sup>st</sup> March 2023 being the balancing figure between the audited figures in respect of the full reporting period and the published unaudited year to date figures up to the first half of the current financial period which were subjected to limited review by us.
- b. We did not audit the financial information of a subsidiary - KHFM Infra Projects Private Limited included in the consolidated financial results, whose financial information (before consolidation adjustments) reflects total assets of Rs.174.10 lakhs as at 31<sup>st</sup> March, 2023 and total revenues of Rs.133.70 lakhs and total Net Profit (after tax) of Rs.6.19 lakhs and net cash inflow of Rs.2.66 Lacs for the period ended on 31<sup>st</sup> March, 2023, as considered in the consolidated financial results. The independent auditors reports on financial information of this entity have been furnished to us and our opinion on the consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of these entities, is based solely on the report of such auditors and the procedures performed by us are as stated above.



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- c. The accompanying consolidated financial result also includes the unaudited standalone financial results, in respect of a subsidiary – M/s. KHFM & DP Jain Company (Partnership Firm), whose unaudited standalone financial information (before consolidation adjustments) reflect total assets of Rs.0.10 lakhs as at 31st March, 2023, total revenue of Rs. Nil, total profit after tax of Rs. Nil and total other comprehensive income of Rs. Nil for the period ended 31st March, 2023 respectively, as considered in the consolidated financial results. These unaudited standalone financial information of this entity have not been audited and have been prepared, approved and furnished to us by the Management of Holding Company and our opinion on the consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of this subsidiary is based solely on such unaudited standalone financial information and the procedures performed by us.

Our opinion is not modified in respect of aforesaid Other Matters.

For Bhushan Khot & Co.  
Chartered Accountants  
FRN: 116888W

**BHUSHAN  
PANDURANG  
KHOT**

Digitally signed by  
BHUSHAN PANDURANG  
KHOT  
Date: 2023.05.30  
18:37:36 +05'30'

Bhushan Khot  
Partner  
Membership No. 101858  
UDIN: 23101858BGXFGU9476  
Place: Mumbai  
Date: 30/05/2023



| <b>KHFM Hospitality &amp; Facility Management Services Limited</b><br><b>(CIN - L74930MH2006PLC159290)</b><br><b>Statement of Audited Consolidated Financial Results for the year ended 31st March, 2023</b> |                                                                                              |                              |                                  |                             |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------|------------------------------|----------------------------------|-----------------------------|
|                                                                                                                                                                                                              |                                                                                              |                              | (Figures in Lakhs)               |                             |
| Sr. No                                                                                                                                                                                                       | PARTICULARS                                                                                  | 6 Months Ended               |                                  | Year ended                  |
|                                                                                                                                                                                                              |                                                                                              | March 31,2023<br>(Unaudited) | September 30,2022<br>(Unaudited) | March 31, 2023<br>(Audited) |
| (I)                                                                                                                                                                                                          | Revenue from Operations                                                                      | 4,594.52                     | 4,428.97                         | 9,023.49                    |
| (II)                                                                                                                                                                                                         | Other Income                                                                                 | 30.42                        | 50.86                            | 81.28                       |
| (III)                                                                                                                                                                                                        | <b>Total Revenue (I+II)</b>                                                                  | <b>4,624.94</b>              | <b>4,479.83</b>                  | <b>9,104.77</b>             |
| (IV)                                                                                                                                                                                                         | <b>Expenses</b>                                                                              |                              |                                  |                             |
|                                                                                                                                                                                                              | Employee Benefit Expense                                                                     | 2,062.93                     | 1,901.39                         | 3,964.32                    |
|                                                                                                                                                                                                              | Finance Cost                                                                                 | 305.50                       | 291.81                           | 597.31                      |
|                                                                                                                                                                                                              | Depreciation and amortisation expense                                                        | 15.30                        | 17.89                            | 33.19                       |
|                                                                                                                                                                                                              | Other expenses                                                                               | 2,141.39                     | 2,057.83                         | 4,199.22                    |
|                                                                                                                                                                                                              | <b>TOTAL EXPENSES (IV)</b>                                                                   | <b>4,525.12</b>              | <b>4,268.92</b>                  | <b>8,794.05</b>             |
| (V)                                                                                                                                                                                                          | <b>Profit/(Loss) before exceptional items and tax(III-IV)</b>                                | 99.82                        | 210.90                           | 310.72                      |
| (VI)                                                                                                                                                                                                         | Exceptional Items                                                                            |                              |                                  | -                           |
| (VII)                                                                                                                                                                                                        | <b>Profit/(Loss) before Tax (V-VI)</b>                                                       | 99.82                        | 210.90                           | 310.72                      |
| (VIII)                                                                                                                                                                                                       | Tax Expense                                                                                  | (31.35)                      | 49.32                            | 17.97                       |
| (IX)                                                                                                                                                                                                         | <b>Consolidated Profit/(Loss) for the period (VII-VIII)</b>                                  | 131.17                       | 161.59                           | 292.75                      |
| (X)                                                                                                                                                                                                          | <b>Other Comprehensive Income</b>                                                            |                              |                                  |                             |
|                                                                                                                                                                                                              | (1) Items that will not be reclassified subsequently to Statement of Profit & Loss           | 8.30                         | 16.37                            | 24.67                       |
|                                                                                                                                                                                                              | (2) Income tax relating to items that will not be reclassified to Statement of Profit & Loss | (2.09)                       | (4.12)                           | (6.21)                      |
|                                                                                                                                                                                                              | (3) Items that will be reclassified subsequently to Statement of Profit & Loss               | -                            | -                                | -                           |
| (XI)                                                                                                                                                                                                         | <b>Total Comprehensive Income/(Loss) for the period(IX+X)</b>                                | <b>124.96</b>                | <b>149.34</b>                    | <b>274.29</b>               |
|                                                                                                                                                                                                              | <b>Net Profit Attributable to:</b>                                                           |                              |                                  |                             |
| a)                                                                                                                                                                                                           | Owners of the company                                                                        | 131.03                       | 161.66                           | 292.69                      |
| b)                                                                                                                                                                                                           | Non-Controlling Interest                                                                     | 0.14                         | (0.07)                           | 0.06                        |
|                                                                                                                                                                                                              |                                                                                              | <b>131.17</b>                | <b>161.59</b>                    | <b>292.75</b>               |
|                                                                                                                                                                                                              | <b>Other Comprehensive Income Attributable to:</b>                                           |                              |                                  |                             |
| a)                                                                                                                                                                                                           | Owners of the company                                                                        | (6.21)                       | (12.25)                          | (18.46)                     |
| b)                                                                                                                                                                                                           | Non-Controlling Interest                                                                     | -                            | -                                | -                           |
|                                                                                                                                                                                                              |                                                                                              | <b>(6.21)</b>                | <b>(12.25)</b>                   | <b>(18.46)</b>              |
|                                                                                                                                                                                                              | <b>Total Comprehensive income attributable to</b>                                            |                              |                                  |                             |
| a)                                                                                                                                                                                                           | Owners of the company                                                                        | 124.82                       | 149.41                           | 274.23                      |
| b)                                                                                                                                                                                                           | Non-controlling interests                                                                    | 0.14                         | (0.07)                           | 0.06                        |
|                                                                                                                                                                                                              |                                                                                              | <b>124.96</b>                | <b>149.34</b>                    | <b>274.29</b>               |
|                                                                                                                                                                                                              | Paid-up equity share capital (Face value Rs 10)                                              | 2,004.15                     | 1,002.23                         | 2,004.15                    |
|                                                                                                                                                                                                              | <b>Earnings Per Share (in Rs)</b>                                                            |                              |                                  |                             |
| (a)                                                                                                                                                                                                          | Basic                                                                                        | 1.04                         | 1.61                             | 2.37                        |
| (b)                                                                                                                                                                                                          | Diluted                                                                                      | 1.04                         | 1.61                             | 2.37                        |

**Notes:**

- (a) These results have been prepared on the basis of the consolidated audited financial statements for the period ended March 31, 2023 and the unaudited consolidated condensed interim financial statements upto the end of the first half, which are prepared in accordance with the Ind AS notified under the Companies (Indian Accounting Standards) Rules, 2015. These results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on May 30, 2023.
- (b) Previous period figures have been re-grouped and/ or re-arranged wherever necessary to make their classification comparable with the current period.
- (c) The consolidated financial results include the results for the half year ended 31st March 2023 being the balancing figure between the audited figures in respect of the full reporting period and the published unaudited year to date figures up to the first half of the current financial period.
- (d) During the half year ended 31.03.2023, company has issued equity shares by way of rights issue of Rs. 2404.60 lakhs at a price of Rs. 24 per equity share. The intended use of the proceeds of the issue is for working capital and general corporate purpose as set out in the letter of offer.
- (e) Company acquired controlling stake in two entities during the financial year for an investment value of Rs 1.09 lakhs. Thus, the investee company have become subsidiaries of the reporting entity. Consequently, holding company is required to present consolidated financial statements for the first time during FY 2023; and hence previous period figures have not been presented in the statement.
- (f) In accordance with Ind AS 108 on Operating Segments, the Group has identified its business segment as "Hospitality & Facility Management Services". There are no other primary reportable segments. The major and material activities of the company are restricted to only one geographical segment i.e. India, hence the secondary segment disclosures are also not applicable.
- (g) Audited Consolidated statement of cash flows is attached to the financial results.

For and on behalf of Board of  
**KHFM HOSPITALITY & FACILITY MANAGEMENT SERVICES LIMITED**

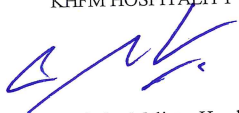
  
**Ravindra Malinga Hegde**  
**Managing Director**  
**DIN NO : 01821002**  
**Place: Mumbai**  
**Date: 30th May, 2023**



AUDITED CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2023

|                                                            |                        | Figures in INR Lakhs |
|------------------------------------------------------------|------------------------|----------------------|
| Particulars                                                | As at 31st March, 2023 |                      |
| <b>A ASSETS</b>                                            |                        |                      |
| <b>Non-Current Assets</b>                                  |                        |                      |
| (a) Property, Plant and Equipment                          |                        | 89.52                |
| (b) Right- of - Use Assets                                 |                        | -                    |
| (c) Capital Work in Progress                               |                        | -                    |
| (d) Investment properties                                  |                        | 56.13                |
| (e ) Goodwill                                              |                        | -                    |
| (f) Other Intangible Assets                                |                        | 5.53                 |
| (g) Intangible Assets Under Development                    |                        | -                    |
| (h) Biological assets other than Bearer plants             |                        | -                    |
| (i) Financial Assets                                       |                        | -                    |
| (i) Investments                                            |                        | 5.50                 |
| (ii) Trade Receivables                                     |                        | -                    |
| (iii) Other Financial Assets                               |                        | 1,065.49             |
| (j) Deferred Tax Assets (Net)                              |                        | 507.69               |
| (k) Other Non-Current Assets                               |                        | -                    |
| <b>SUB-TOTAL</b>                                           |                        | <b>1,729.87</b>      |
| <b>Current Assets</b>                                      |                        |                      |
| (a) Inventories                                            |                        | 1.57                 |
| (b) Financial Assets                                       |                        | -                    |
| (i) Investments                                            |                        | 1,919.68             |
| (ii) Trade Receivables                                     |                        | 63.55                |
| (iii) Cash and Cash Equivalents                            |                        | 2,878.30             |
| (iv) Bank Balances other than (iii) above                  |                        | -                    |
| (v) Other Financial Assets                                 |                        | 455.75               |
| (c) Current Tax Assets (Net)                               |                        | 3,968.58             |
| (d) Other Current Assets                                   |                        | -                    |
| <b>SUB-TOTAL</b>                                           |                        | <b>9,287.42</b>      |
| Non Current Assets Classified as Held for sale             |                        | -                    |
| <b>Total Assets</b>                                        |                        | <b>11,017.30</b>     |
| <b>B EQUITY AND LIABILITIES</b>                            |                        |                      |
| <b>Equity</b>                                              |                        |                      |
| (a) Equity Share Capital                                   |                        | 2,004.15             |
| (b) Other Equity                                           |                        | 2,383.98             |
| Total equity attributable to equity holders of the Company |                        | 4,388.13             |
| (c) Non controlling interest                               |                        | 0.07                 |
|                                                            |                        | <b>4,388.20</b>      |
| <b>Liabilities</b>                                         |                        |                      |
| <b>Non-Current Liabilities</b>                             |                        |                      |
| (a) Financial Liabilities                                  |                        | 1,163.94             |
| (i) Borrowings                                             |                        | -                    |
| (ii) Other Financial Liabilities                           |                        | -                    |
| (b) Provisions                                             |                        | -                    |
| (c) Deferred tax Liabilities (Net)                         |                        | 22.17                |
| (d) Other Non-Current Liabilities                          |                        | -                    |
|                                                            |                        | <b>1,186.11</b>      |
| <b>Current Liabilities</b>                                 |                        |                      |
| (a) Financial Liabilities                                  |                        | 3,495.86             |
| (i) Borrowings                                             |                        | 510.40               |
| (ii) Trade Payables                                        |                        | 551.15               |
| (iii) Other Financial Liabilities                          |                        | 671.33               |
| (b) Provisions                                             |                        | 214.24               |
| (c) Other Current Liabilities                              |                        | -                    |
|                                                            |                        | <b>5,442.98</b>      |
| <b>Total Equity and Liabilities</b>                        |                        | <b>11,017.30</b>     |

For and on behalf of Board of  
KHFM HOSPITALITY & FACILITY MANAGEMENT SERVICES LIMITED

  
Ravindra Malinga Hegde  
Managing Director  
DIN NO : 01821002  
Place: Mumbai  
Date: 30th May, 2023



AUDITED CONSOLIDATED CASH FLOW STATEMENT

Figures in INR Lakhs

| Particulars                                                  | As at 31st March 2023 |
|--------------------------------------------------------------|-----------------------|
| <b>A CASH FLOW FROM OPERATING ACTIVITIES</b>                 |                       |
| Consolidated Profit/(Loss) before Tax                        | 310.72                |
| <b>Adjustment for:</b>                                       |                       |
| Depreciation and Amortization Expense                        | 33.19                 |
| Finance cost                                                 | 597.31                |
| Allowance for Doubtful Debts                                 | 671.32                |
| Profit on sale of Property, Plant & Equipment                | (17.13)               |
| Re-measurement (Gain)/Loss on Defined Benefit Plan           | (24.67)               |
| Interest Income on Fixed Deposit and Income Tax Refund       | (39.44)               |
| <b>Operating Profit before Working Capital changes</b>       | <b>1,531.30</b>       |
| <b>Adjustment for:</b>                                       |                       |
| (Increase)/decrease in Trade Receivables                     | (218.20)              |
| (Increase)/decrease in Other Current Financial Assets        | (1,904.61)            |
| (Increase)/decrease in Non-Current Loans/(Deff Tax)          | -                     |
| (Increase)/decrease in Other Non-Current Financial Assets    | 188.35                |
| (Increase)/decrease in Other Current Assets                  | (976.98)              |
| (Increase)/decrease in Inventories                           | 0.09                  |
| Increase/(decrease) in Trade-Payable                         | (2.14)                |
| Increase/(decrease) in Other Current Financial Liability     | 248.83                |
| Increase/(decrease) in Non Current Liability                 | 16.32                 |
| Increase/(decrease) in Provision                             | 8.52                  |
| Increase/(decrease) in Other Non-Current Financial Liability | (311.02)              |
| Increase/(decrease) in Current Liability                     | (126.75)              |
| Increase/(decrease) in Non-Current Liability                 |                       |
| Cash Generated/Used from Operations                          | <b>(1,546.28)</b>     |
| Direct Taxes                                                 | (86.41)               |
| <b>Net Cash from Operating Activities (A)</b>                | <b>(1,632.69)</b>     |
| <b>B CASH FLOW FROM INVESTING ACTIVITIES</b>                 |                       |
| Purchase of Property, Plant & Equipment                      | (7.81)                |
| Sale of Property, Plant & Equipment                          | 49.38                 |
| Fixed Deposits placed/matured/realised                       | (102.00)              |
| Interest Received                                            | 39.44                 |
| <b>Net Cash used in Investing Activities (B)</b>             | <b>(20.99)</b>        |
| <b>C CASH FLOW FROM FINANCING ACTIVITIES</b>                 |                       |
| Interest Expenses                                            | (597.31)              |
| Proceeds from Rights issue/ NCI                              | 2,404.62              |
| Payment For share issue related costs                        | (194.46)              |
| <b>Net Cash from Financing Activities (C)</b>                | <b>1,612.85</b>       |
| <b>Net Changes in Cash and Cash Equivalents (A+B+C)</b>      | <b>(40.82)</b>        |
| Opening Balance of Cash and Cash Equivalents                 | 104.37                |
| Closing Balance of Cash and Cash Equivalents                 | <b>63.55</b>          |

Notes:-

- The Cash Flow Statement is prepared by the indirect method set out in Indian Accounting Standard (Ind AS) Cash Flow statement prescribed in The Companies (Indian Accounting Standards) Rules, 2015, Cash flow statement presents cash flows by operating, investing and financing activities.
- Cash and Cash Equivalents at the year end comprises

|                 |              |
|-----------------|--------------|
| Cash on Hand    | 54.47        |
| In Bank Account | 9.08         |
|                 | <b>63.55</b> |

For and on behalf of Board of  
KHFM HOSPITALITY & FACILITY MANAGEMENT SERVICES LIMITED



Managing Director  
DIN NO : 01821002  
Place: Mumbai  
Date: 30/05/2023





ISO 9001 : 2008  
ISO 14001 : 2004  
OHSAS 18001 : 2007

Hospitality & Facility Management Services

CIN : L74930MH2006PLC159290

## OUR SERVICES :

- + Housekeeping Mgmt.
- + Guest House Mgmt.
- + Property Mgmt.
- + Pest Control Mgmt.
- + Front Office Mgmt.
- + Gardening Mgmt.
- + Building Maintenance Mgmt.
- + Catering / Pantry Mgmt.

**"YOUR IMAGE IS OUR BUSINESS"**

Date: May 30, 2023

To,  
Listing Compliance Department  
**National Stock Exchange of India Limited**  
Exchange Plaza, Bandra Kurla Complex,  
Bandra (E), Mumbai – 400051, Maharashtra, India.

Company Symbol: KHFM (Series: SM)

**Subject: Declaration in respect of Audit Reports with un-modified opinion for the financial year ended on March 31, 2023 in terms of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

Dear Sir/Madam,

We hereby confirm and declare that the Statutory Auditors of the Company M/s. Bhushan Khot & Co., Chartered Accountants (Firm Registration Number: 116888W) have issued the Audit Report with un-modified opinion in respect of Annual Audited Standalone Financial Results for the year ended March 31, 2023, duly reviewed by Audit Committee and approved by the Board of Directors of the company at their respective meetings held on Tuesday, 30<sup>th</sup> May, 2023.

Kindly take the above information on your record.

For and Behalf of

**KHFM HOSPITALITY AND FACILITY MANAGEMENT SERVICES LIMITED**

**RAVINDRA** Digitally signed by  
**MALINGA** RAVINDRA  
**HEGDE** MALINGA HEGDE  
Date: 2023.05.30  
18:53:55 +05'30'

**Ravindra Malinga Hegde**  
**Managing Director**  
**DIN: 01821002**

Place: Mumbai

**KHFM Hospitality & Facility Management Services Ltd.**

**REGD. OFFICE : 01, "NIRMA PLAZA, MAKHWANA ROAD, MAROL NAKA, ANDHERI (E), MUMBAI - 400 059.**

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