

**Kitex Garments Limited**

(CIN: L18101KL1992PLC006528)

Regd Office: Building No. VI/496, Kizhakkambalam,

Vilangu P.O, Aluva, Ernakulam – 683561, Kerala

Phone: 91 484 2585000, Fax: 91 484 2680604

Email: sect@kitexgarments.comWebsite: www.kitexgarments.com

Ref: KGL/SE/2025-26/AUG/01

August 04, 2025

BSE Limited Corporate Relations Department, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai – 400 001, Maharashtra, India BSE Scrip Code : 521248	National Stock Exchange of India Ltd Listing Department, Exchange Plaza, Plot No. C/1, G Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051, Maharashtra, India NSE Symbol : KITEX
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Dear Sir/ Ma'am,

Sub: Outcome of Board Meeting held on August 04, 2025**Ref: Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

Pursuant to the Regulation 33, 30 and other applicable provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('SEBI Listing Regulations') as amended, the Board of Directors at their meeting held on Monday, August 04, 2025, inter alia considered and approved the following items of business:

1. Unaudited financial results (Standalone and Consolidated) along with Limited Review Report for the quarter ended June 30, 2025. The unaudited financial results along with the Limited Review Report issued by the Statutory Auditor of the company are enclosed herewith as Annexure - A.
2. Enabling resolution for raising funds for an aggregate amount not exceeding ₹ 3,000 Crores (Rupees Three Thousand Crores only) by the Company through the issuance of equity shares by way of qualified institutions placement or private placement or any other permissible mode and /or a combination thereof in one or more tranches as may be considered appropriate, subject to requisite permissions, sanctions and approvals including the approval of members of the Company at the ensuing Annual General Meeting and as per the applicable provisions of law.

A detailed disclosure in adherence to SEBI Listing Regulations read with SEBI Master Circular No. SEBI/HO/CFD/PoD2/CIR/P/0155 dated November 11, 2024 issued by Securities and Exchange Board of India is enclosed herewith as Annexure - B.

3. Increase in Authorized Share Capital of the Company from ₹25,00,00,000 (Rupees Twenty Five Crores only) to ₹50,00,00,000 (Rupees Fifty Crores only) and consequent alteration of Clause V of Memorandum of Association of the Company subject to the approval of the shareholders at the ensuing Annual General Meeting of the Company.



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Website: www.kitexgarments.com

The Board meeting commenced at 11.45 A.M. and concluded at 4.30 P.M.

Kindly take a note of the same.

For **Kitex Garments Limited**

Dayana Joseph

Company Secretary & Compliance Officer

Enclosure : As above

Independent Auditor's Review Report on Standalone unaudited financial results of Kitex Garments Limited for the quarter ended June 30, 2025 pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

To The Board of Directors of Kitex Garments Limited

1. We have reviewed the accompanying statement of standalone unaudited financial results of Kitex Garments Limited (hereinafter referred to as 'the Company') for the quarter ended June 30, 2025 ('the Statement') attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('the Regulations').
2. This Statement, which 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 Indian Accounting Standard 34 'Interim Financial Reporting', prescribed under Section 133 of the Companies Act, 2013 ('the Act') read with relevant rules issued thereunder ('Ind AS 34') and other recognised accounting principles generally accepted in India and is in compliance with the Regulations. Our responsibility is to express a conclusion on the Statement 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. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under section 143(10) of the Act and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. **Basis for Qualified Conclusion:**

The Company has an investment in an Associate Company, Kitex USA LLC, amounting to Rs 2,776.24 lakhs as at June 30, 2025 (March 31, 2025: Rs 2,776.24 lakhs, June 30, 2024: 2,776.24 lakhs), which is continuing to incur losses and this has fully eroded its net worth of the Associate as on that date. Also, the Company has trade receivables amounting to Rs. 11,817.34 lakhs as at June 30, 2025 (March 31, 2025: Rs.12,277.58 lakhs) due from the aforesaid Associate. The management of the Company has determined the carrying value of investment and recoverability of trade receivables from the said Associate as recoverable based on valuations performed and future projected cash flows. These are considering the proposed changes in the business plan, forecasted future revenue growth and expected higher margin contributions. For the quarter ended June 30, 2025, the management of the Company has not been able to provide corroborative evidence to substantiate the reasonableness of the above-mentioned unobservable inputs. Accordingly, we are unable to comment on the recoverability of the carrying value of the investment in Kitex USA, LLC and trade receivables due from Kitex USA, LLC as at June 30, 2025.

This matter was also qualified in our audit report on the standalone financial statements of the Company for the year ended March 31, 2025.



MSKA & Associates

Chartered Accountants

5. Based on our review conducted as stated in paragraph 3 above, except for the matter stated in paragraph 4 above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 and other recognised accounting principles generally accepted in India has not disclosed the information required to be disclosed in terms of the Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For M S K A & Associates

Chartered Accountants

ICAI Firm Registration No. 105047W

S. Manikandan

S. Manikandan

Partner

Membership No.: 226060

UDIN: 25226060BMIUVC4012



Place: Chennai

Date : August 04, 2025

KITEX

KITEX GARMENTS LIMITED

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STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2025

Rupees In lakhs

Particulars	Standalone			
	For the quarter ended			Year ended
	June 30, 2025	March 31, 2025	June 30, 2024	March 31, 2025
	Unaudited	Unaudited (Refer Note : 8)	Unaudited	Audited
1 Income				
(a) Revenue from Operations	19,669.19	30,016.95	19,043.75	98,280.46
(b) Other Income	461.99	1,543.27	458.51	3,660.96
Total Income	20,131.18	31,560.22	19,502.26	101,941.42
2 Expenses				
(a) Cost of Materials Consumed	7,203.30	14,039.73	7,871.00	43,924.14
(b) Changes in Inventories of Finished Goods and Work-In-Progress	1,712.16	1,239.94	(83.75)	(1,679.53)
(c) Employee Benefits Expense	3,532.61	3,960.88	3,538.59	15,833.66
(d) Finance Costs	354.23	497.84	209.03	1,401.72
(e) Depreciation and Amortisation Expense	314.52	314.97	468.60	1,571.67
(f) Other Expenses	3,519.96	5,958.86	3,541.37	20,214.82
Total Expenses	16,636.78	26,012.22	15,544.84	81,266.48
3 Profit Before Tax (1-2)	3,494.40	5,548.00	3,957.42	20,674.94
4 Tax Expense				
(a) Current Tax	1,040.00	1,850.69	1,161.00	6,065.69
(b) Deferred Tax (benefit)	(150.68)	(263.94)	(198.23)	(686.08)
Total Tax expenses	889.32	1,586.75	962.77	5,379.61
5 Net Profit for the period/year (3-4)	2,605.08	3,961.25	2,994.65	15,295.33
6 Other Comprehensive Income/(Loss) (net of tax) for the period / year				
Items that will not be reclassified to profit or loss				
(a) Remeasurements of post employment benefit obligations	-	(45.36)	-	(45.36)
(b) Fair value changes on equity instruments carried through other comprehensive income	1.01	(0.47)	(0.08)	(1.98)
(c) Income tax relating to items that will not be reclassified to profit or loss	(0.25)	11.53	0.02	11.91
Total Other Comprehensive Income/(Loss) for the	0.76	(34.30)	(0.06)	(35.43)
7 Total Comprehensive income for the period/ year (5+6)	2,605.84	3,926.95	2,994.59	15,259.90
8 Paid-Up Equity Share Capital (Face value Re.1 per share fully paid up)	1,995	1,995	665	1,995
9 Other Equity				108,567.82
10 Earnings Per Share (In Rupees) (of Re. 1/- each) (Not Annualised)				
(a) Basic	1.31	1.99	4.50	7.67
(b) Diluted	1.31	1.99	4.50	7.67



Notes to Standalone Financial Results:

- 1 The above standalone results of Kitex Garments Limited ("the Company") for the quarter ended June 30, 2025 were reviewed by the Audit Committee and has been approved by the Board of Directors at its respective meeting held on August 04, 2025 and has been subjected to limited review by the Statutory auditors of the Company. The Unaudited Standalone Financial Results are prepared in accordance with the recognition and measurement principles laid down in the applicable accounting standards prescribed under Section 133 of the Companies Act, 2013 ("the Act"), read with Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India and guidelines issued by the Securities and Exchange Board of India (SEBI) under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended.
- 2 In accordance with Ind AS 108 on "Operating Segments", the Company operates in a single business segment viz. Textile - Infant/Kids Apparel Manufacturing and hence has only one reportable segment. Hence no separate segment reporting is applicable to the Company
- 3 The Company has also provided guarantee for borrowings availed by a Subsidiary, Kitex Apparel Parks Limited (KAPL) from banks for sanctioned amount of Rs 2,02,300 lakhs of which Rs.95,157.13 lakhs is disbursed up to the current quarter.
- 4 The trade receivable as on June 30,2025 includes foreign currency receivable from its Associate Company amounting to Rs.9,687.77 lakhs (March 31, 2025: Rs. 12,277.58 lakhs). These foreign currency receivables have not been collected by the Company within the stipulated timeline prescribed under the Foreign exchange management Act, 1999, and the Reserve Bank of India (RBI) Master Direction on Export of Goods and Services (FED Master Direction No. 16/2015-16 dated August 29,2024). However, the Company have approached its Authorised Dealer Category I Bank ('AD Bank') for regularising the export bills. Pending the requisite application and approval of the Regulator, the management of the Company believes no material penalties or fines would devolve on the Company on account of such non-compliances.
- 5 The Company holds an investment in an Associate, Kitex USA LLC, which amounts to Rs 2,776.24 lakhs as on June 30, 2025 (March 31, 2025: Rs. 2,776.24 lakhs, June 30, 2024: 2,776.24 lakhs). The Company also has trade receivables due from the aforesaid Associate amounting to Rs. 11,817.34 lakhs as at June 30, 2025 (March 31, 2025: Rs. 12,277.58 lakhs). The Associate has been reporting continuous losses and this has fully eroded its net worth as on that date. The management of the Company has evaluated the fair valuation of the Investments in the Associate and the recoverability of the above trade receivables by considering various factors including change in business plan due to business deal entered with major customers, who are leaders in market, and with whom the Associate has already started shipping test orders to the targeted customers for their distribution to selected stores. Based on these factors, the management of the Company believes that the store expansion of the above customer in United States, Mexico and Europe will add value to the business of the Associate and will lead to increased projected revenue and higher contribution margins. Accordingly, the management of the Company considers that the fair value of the investment in the Associate is higher than the carrying value.

Additionally associate company has taken active measures and is under final stages of negotiations for repatriation of trade receivables in upcoming quarters. Accordingly the trade receivables due from the Associate in the books of the Company as good and recoverable as on June 30, 2025. Accordingly, no material adjustments would be required to be made to the carrying value of the investments in, and trade receivables due from, the Associate in the standalone financial results of the Company for the quarter ended June 30, 2025.
- 6 During February 2025, Board approved the Scheme of Arrangement between Kitex Childrenswear Limited (KCL) and the Company and their respective shareholders and creditors, in compliance with Sections 230 to 232 and other applicable provisions of the Companies Act, 2013, providing for demerger of textile business of KCL into the Company, which will give effect on obtaining the necessary regulatory approvals
- 7 The date on which the Code of Social Security, 2020 (The Code) relating to employee benefits during employment and post-employment benefits will come into effect is yet to be notified and the related rules are yet to be finalised. The Company will evaluate the code and its rules, assess the impact, if any and account for the same once they become effective.
- 8 The figures of the quarter ended March 31, 2025 are the balancing figures between the audited figures in respect of the financial year up to March 31, 2025 and the unaudited published year-to-date figures up to December 31, 2024 being the date of the end of third quarter of the financial year which was subjected to limited review by statutory auditors.
- 9 Previous year's/period's figures have been regrouped/reclassified, wherever necessary, to conform to the classification on the current year's/period's classification.

Place : Kizhakkambalam
Date : August 04,2025

For Kitex Garments Limited

Sabu M Jacob
Managing Director
DIN:00046016



Independent Auditor's Review Report on consolidated unaudited financial results of Kitex Garments Limited for the quarter ended June 30, 2025 pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To the Board of Directors of Kitex Garments Limited

1. We have reviewed the accompanying Statement of consolidated unaudited financial results of Kitex Garments Limited (hereinafter referred to as 'the Holding Company'), its subsidiaries, (the Holding Company and its subsidiaries together referred to as the 'Group') and its share of the net loss after tax and total comprehensive loss of its associate for the quarter ended June 30, 2025 ('the Statement') attached herewith, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('the Regulations').
2. This Statement, which is the responsibility of the Holding Company's Management and approved by the Holding Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 'Interim Financial Reporting' prescribed under Section 133 of the Companies Act, 2013 ('the Act') read with relevant rules issued thereunder ('Ind AS 34') and other recognised accounting principles generally accepted in India and is in compliance with the Regulations. Our responsibility is to express a conclusion on the Statement 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. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under section 143(10) of the Act and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the Securities and Exchange Board of India under Regulation 33 (8) of the Regulations, to the extent applicable.

4. This Statement includes the results of the Holding Company and the following entities:

Sr. No	Name of the Entity	Relationship with the Holding Company
1	Kitex Littlewear Limited	Wholly owned subsidiary
2	Kitex Babywear Limited	Wholly owned subsidiary
3	Kitex Kidswear Limited	Wholly owned subsidiary
4	Kitex Knits Limited	Wholly owned subsidiary
5	Kitex Packs Limited	Wholly owned subsidiary
6	Kitex Socks Limited	Wholly owned subsidiary
7	Kitex Apparel Parks Limited	Subsidiary
8	Kitex USA LLC **	Associate

***As the Group's share of profit in the Associate has not exceeded the accumulated losses which was not recognized by Group in excess of the cost of investment in earlier years, results for the quarter has not been considered in the unaudited consolidated financial results.*



5. Basis for Qualified Conclusion:

The Group has an investment in an Associate Company, Kitex USA LLC, amounting to Rs 2,776.24 lakhs as at June 30, 2025 (March 31, 2025: Rs 2,776.24 lakhs, June 30, 2024: 2,776.24), which has been written off in consolidated financial results due to recognition of Group's share of loss of Associate to extent of investment in earlier years. The Group also, has trade receivables from the said Associate Company amounting to Rs. 11,817.34 lakhs as at June 30, 2025 (March 31, 2025: Rs.12,277.58 lakhs), which is considered good and recoverable by management of Holding Company. These considerations are based on future projected cash flows considering the proposed changes in the business plan, forecasted future revenue growth and expected higher margin contributions. For the quarter ended June 30, 2025, the management has not been able to provide corroborative evidence to substantiate the reasonableness of the above-mentioned unobservable inputs. Accordingly, we are unable to comment on the recoverability of the trade receivable balances due from Kitex USA, LLC as at June 30, 2025.

6. Based on our review conducted and procedures performed as stated in paragraph 3 above and except for the matter described in the paragraph 5 above and the effect thereon, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 and other recognised accounting principles generally accepted in India has not disclosed the information required to be disclosed in terms of the Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
7. The Statement includes the interim financial results of six subsidiaries which have not been reviewed by their auditors, whose interim financial results reflects total revenue of Rs. Nil, total net loss after tax of Rs. 219.49 lakhs and total comprehensive income of Rs. Nil lakhs for the quarter ended June 30, 2025, as considered in the Statement. The Statement also includes the Group's share of net loss after tax of Rs. Nil and total comprehensive loss of Rs. Nil for the quarter ended June 30, 2025, as considered in the Statement, in respect of one associate, based on their interim financial results which has not been reviewed by their auditor. These interim financial results have been furnished to us by the Management and our conclusion on the Statement in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and associate is based solely on such management prepared unaudited interim financial results. According to the information and explanations given to us by the Management, these interim financial results are not material to the Group. Our conclusion is not modified in respect of the above matter with respect to our reliance on the financial results certified by the management.

For M S K A & Associates
Chartered Accountants
ICAI Firm Registration No. 105047W

S. Manikandan

S. Manikandan
Partner
Membership No.: 226060
UDIN: 25226060BMIUVD4528



Place: Chennai
Date : August 04, 2025

KITEX

KITEX GARMENTS LIMITED

CIN: L18101KL1992PLC006528

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STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2025

Rupees in lakhs

Particulars	Consolidated			
	For the quarter ended			Year ended
	June 30, 2025	March 31, 2025	June 30, 2024	March 31, 2025
	Unaudited	Unaudited (Refer Note : 7)	Unaudited	Audited
1 Income				
(a) Revenue from Operations	19,669.19	30,016.95	19,043.75	98,280.46
(b) Other Income	72.48	468.42	271.07	1,854.11
Total Income	19,741.67	30,485.37	19,314.82	100,134.57
2 Expenses				
(a) Cost of Materials Consumed	7,203.30	14,039.73	7,871.00	43,924.14
(b) Changes in Inventories of Finished Goods and Work-in-Progress	1,712.17	1,239.95	(83.75)	(1,679.52)
(c) Employee Benefits Expense	3,817.44	3,973.75	3,541.59	15,862.18
(d) Finance Costs	354.23	497.84	209.03	1,401.72
(e) Depreciation and Amortisation Expense	317.38	315.80	469.17	1,574.50
(f) Other Expenses	3,517.48	5,649.93	3,676.61	20,097.33
Total Expenses	16,922.00	25,717.00	15,683.65	81,180.35
3 Profit Before Tax (1-2)	2,819.67	4,768.37	3,631.17	18,954.22
4 Tax Expense				
(a) Current Tax	1,040.00	1,850.69	1,161.00	6,065.69
(b) Deferred Tax (benefit)	(150.67)	(263.94)	(198.22)	(686.07)
Total Tax expenses	889.33	1,586.75	962.78	5,379.62
5 Net Profit for the period /year (3-4)	1,930.34	3,181.62	2,668.39	13,574.60
6 Share of Loss of Associate	-	-	-	-
7 Net Profit for the period /year after Share of Loss of Associate (5+6)	1,930.34	3,181.62	2,668.39	13,574.60
8 Other Comprehensive Income/(Loss) (net of tax)				
Items that will not be reclassified to profit or loss				
(a) Remeasurements of post employment benefit obligations	-	(45.36)	-	(45.36)
(b) Fair value changes on equity instruments carried through other comprehensive income	1.01	(0.47)	(0.08)	(1.98)
(c) Income tax relating to items that will not be reclassified to profit or loss	(0.25)	11.53	0.02	11.91
Items that will be reclassified to profit or loss	-	-	-	-
Total Other Comprehensive Income/(Loss) for the period/ year	0.76	(34.30)	(0.06)	(35.43)
9 Total Comprehensive Income for the period/ year (7+8)	1,931.10	3,147.32	2,668.33	13,539.17
10 Net Profit attributable to :				
(a) Equity holders of the Holding Company	2,076.12	3,304.64	2,731.53	13,873.27
(b) Non-controlling interest	(145.78)	(123.02)	(63.14)	(298.67)
11 Other comprehensive Loss for the period/ year attributable to:				
(a) Equity holders of the Holding Company	0.76	(34.30)	(0.06)	(35.43)
(b) Non-controlling interest	-	-	-	-
12 Total comprehensive Income/(Loss) for the period/year attributable to:				
(a) Equity holders of the Holding Company	2,076.88	3,270.34	2,731.47	13,837.84
(b) Non-controlling interest	(145.78)	(123.02)	(63.14)	(298.67)
13 Paid-Up Equity Share Capital (Face value Re.1 per share fully paid up)	1,995	1,995	665	1,995
14 Other equity				101,304.00
15 Earnings Per Share (In Rupees)				
(of Re. 1/- each) (Not Annualised)				
(a) Basic	1.04	1.66		6.95
(b) Diluted	1.04	1.66		6.95



Notes to Consolidated Financial Results:

- 1 The above consolidated results of KiteX Garments Limited ("the Holding Company"), its subsidiaries (hereinafter referred as the "Group") and its associate for the quarter ended June 30, 2025 were reviewed by the Audit Committee and has been approved by the Board of Directors at its respective meeting held on August 4, 2025 and has been subjected to limited review by the Statutory auditors of the Company. The unaudited consolidated financial results are prepared in accordance with the recognition and measurement principles laid down in the applicable accounting standards prescribed under Section 133 of the Companies Act, 2013 ("the Act"), read with Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India and guidelines issued by the Securities and Exchange Board of India (SEBI) under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended.
- 2 In accordance with Ind AS 108 on "Operating Segments", the Group operates in a single business segment viz. Textile - Infant/Kids Apparel Manufacturing and hence has only one reportable segment. Hence no separate segment reporting is applicable.
- 3 The trade receivable as on March 31, 2025 includes foreign currency receivable from its Associate Company amounting to Rs.9,687.77 lakhs (March 31, 2025:Rs. 12,277.58 lakhs). These foreign currency receivables have not been collected by the Holding Company within the stipulated timeline prescribed under the Foreign exchange management Act, 1999, and the Reserve Bank of India (RBI) Master Direction on Export of Goods and Services (FED Master Direction No. 16/2015-16 dated August 29,2024). However, the Holding Company have approached its Authorised Dealer Category I Bank ('AD Bank') for regularisation of export bills. Pending the requisite application and approval of the Regulator, the management of the Holding Company believes no material penalties or fines would devolve on the Group on account of such non-compliances.
- 4 During February 2025, board approved the Scheme of Arrangement between KiteX Childrenswear Limited (KCL) and the Holding Company and their respective shareholders and creditors, in compliance with Sections 230 to 232 and other applicable provisions of the Companies Act, 2013, providing for demerger of textile business of KCL into the Holding Company, which will given effect on obtaining the necessary regulatory approvals
- 5 The Group has an investment in an Associate, KiteX USA LLC, amounting to Rs 2,776.24 lakhs as at June 30, 2025 (March 31, 2025: Rs 2,776.24 lakhs, June 30, 2024: 2,776.24 lakhs), which has been already written off in the consolidated financial statements due to the recognition of Group's share of loss of the Associate to the extent of the said investment. The Group also has trade receivables due from its Associate Company amounting to Rs. 11,817.34 lakhs as at June 30, 2025 (March 31, 2025: Rs.12,277.58 lakhs). The Associate has been reporting continuous losses and this has fully eroded its net worth as on that date. The Group management has evaluated the recoverability of the above trade receivables by considering various factors including change in business plan due to business deal entered with major customers, who are leaders in market, and with whom the Associate has already started shipping test orders to the targeted customers for their distribution to selected stores. Based on these factors, the Group management believes that the store expansion of the above customer in United States, Mexico and Europe will add value to the business of the Associate and will lead to increased projected revenue and higher contribution margins, which will eventually enable receipts of amounts towards the overdue trade receivables. Considering the above change in business plan assessed, the trade receivables due from the Associate in the books of the Group is being considered good and recoverable as on June 30, 2025. Accordingly, no material adjustments would be required to be made to the carrying value of the trade receivables due from the Associate in the consolidated financial results of the Group for the quarter ended June 30, 2025.
- 6 The date on which the Code of Social Security, 2020 ('The Code') relating to employee benefits during employment and post-employment benefits will come into effect is yet to be notified and the related rules are yet to be finalised. The Group will evaluate the code and its rules, assess the impact, if any and account for the same once they become effective.
- 7 The figures of the quarter ended March 31, 2025 are the balancing figures between the audited figures in respect of the financial year up to March 31, 2025 and the unaudited published year-to-date figures up to December 31, 2024 being the date of the end of third quarter of the financial year which was subjected to limited review by statutory auditors.
- 8 Previous year's/period's figures have been regrouped/reclassified, wherever necessary, to conform to the classification on the current year's/period's classification.

Place : Kizhakkambalam
Date : August 04,2025

For KiteX Garments Limited


Sabu M Jacob
Managing Director
DIN:00046016



**Kitex Garments Limited**

(CIN: L18101KL1992PLC006528)

Regd Office: Building No. VI/496, Kizhakkambalam,

Vilangu P.O, Aluva, Ernakulam – 683561, Kerala

Phone: 91 484 2585000, Fax: 91 484 2680604

Email: sect@kitexgarments.comWebsite: www.kitexgarments.com**Annexure – B**

Disclosure pursuant to Schedule III of SEBI Listing Regulations read with SEBI Master Circular No. SEBI/HO/CFD/PoD2/CIR/P/0155 dated November 11, 2024:

Particulars	Details
Type of securities proposed to be issued (viz. equity shares, convertibles etc.)	Equity shares
Type of issuance (further public offering, rights issue, depository receipts (ADR/GDR), qualified institutions placement, preferential allotment etc.)	Qualified institutional placements in accordance with the provisions of Chapter VI of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended, Section 42 and other applicable provisions of the Companies Act, 2013, the Companies (Prospectus and Allotment of Securities) Rules, 2014, each as amended, and other applicable laws, or through any other permissible mode and/or combination thereof as may be considered appropriate under applicable law.
Total number of securities proposed to be issued or the total amount for which the securities will be issued (approximately)	Upto an aggregate amount not exceeding ₹ 3,000 Crores or an equivalent amount thereof (inclusive of such premium to face value as may be fixed on such Securities) at such price or prices as may be permissible under applicable law
Any cancellation or termination of proposal for issuance of securities including reasons thereof	Not Applicable