

January 03, 2024

**National Stock Exchange of India Ltd**

Exchange Plaza, 5th Floor,  
Plot No. C /1, G Block, Bandra - Kurla Complex,  
Bandra (E), Mumbai – 400051, Maharashtra, India.

**NSE Symbol: KRISHCA      ISIN: INE0NR701018****Ref: Email received from neaps@nse.co.in on Thursday, 02<sup>nd</sup> January, 2024 at 02.38 pm and 07.00 pm seeking clarification for Financial Results****Subject: Clarification for Financial Results – KRISHCA****Dear Sir / Madam,**

This is with regard to the above mentioned reference seeking clarification for financial results with respect to quick results submitted on 12th November, 2024 for the half-year ended September 30, 2024.

**Query 1: Financial results not submitted as per Indian Accounting Standard - One Subsidiary financials are not reviewed:****Clarification:**

We would like to inform you that the Company is listed under the SME (NSE Emerge) w.e.f 26<sup>th</sup> May 2023.

In terms of sub-rule (v) of Rule 4 of Companies (Indian Accounting Standards) Rules, 2015, the small and medium-Sized enterprises (SMEs) Companies whose securities are listed or in the process of listing on SME exchanges are exempted from the obligation to comply with Accounting Standard (Ind AS). Accordingly, the Company has prepared its financial statements in accordance with Indian GAAP as applicable to it.

Further, with regard to sub-regulation (8) of Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015 (SEBI Listing Regulations) governing the submission of financial results and along with SEBI circular CIR/CFD/CMD1/44/2019 dated March 29, 2019 procedure and formats for limited review / audit report of the listed entity and those entities whose accounts are to be consolidated with the listed entity, we would like to inform you that the Auditors has not reviewed the subsidiary Company viz., Krishca Total

Packaging Solutions - FZCO, UAE since the said company was recently incorporated and no business has been taken place so far. Hence, the Auditors based on their professional capacity and judgement considered review of subsidiary financials to be Non-Significant.

**Query 2: Financial results submitted is not as per format prescribed by SEBI - Disclosure for utilization of issue proceeds for Listed Entities on NSE EMERGE is not attached as per NSE/CML/2024/23 Dated September 05, 2024:**

**Clarification:**

In this regard, we would like to bring to your notice that the Financial results submitted is as per format prescribed by SEBI only and our Company has already fully utilized the IPO issue proceeds till March 31, 2024 for the specific purposes for which the funds were raised, as disclosed in our public offering documents and the Company has already submitted the required Disclosure for utilization of funds raised through IPO for the half-year ended on March 31, 2024 to the National Stock Exchange as on May 27<sup>th</sup>, 2024 and Meanwhile our company has raised funds through Preferential Issue during second Quarter ended September 2024 and the has already submitted the required Disclosure for utilization of funds raised for the Half-year ended on September 30, 2024 to the National Stock Exchange as on 12<sup>th</sup> November, 2024 along with the Outcome of Board Meeting. The weblink of the disclosure already submitted is –

[https://nsearchives.nseindia.com/corporate/KRISHCA\\_12112024183010\\_KSSLBMOutcome12Nov2024H1.pdf](https://nsearchives.nseindia.com/corporate/KRISHCA_12112024183010_KSSLBMOutcome12Nov2024H1.pdf)

Hence, Pursuant to Regulation 32 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/CMD1/162/2019 dated December 24, 2019 and NSE Circular No. NSE/CML/2024/23 dated September 5, 2024, submission of Disclosure for utilization of issue proceeds has been submitted with the National Stock Exchange on 12<sup>th</sup> November, 2024.

**Query 3: Standalone and Consolidated financials disclosed are same**

**Clarification:**

According to the procedures under Regulation 33(8) of SEBI LODR Regulations, based upon the understanding of the risk associated with the consolidated financial statements, materiality and exercise of professional judgement of the principal auditor, the subsidiary was considered to be Non-significant Component. However, as a minimum, Significant Components selected by the principal auditor would represent those Components which together with the Parent Company would in the aggregate represent at least eighty per cent of each of the consolidated revenue, assets and profits.

We would like to inform you that the standalone and consolidated financials disclosed remains the same, as the subsidiary Company viz., Krishca Total Packaging Solutions - FZCO, UAE was recently incorporated and except Incorporation charges and Share Capital Infusion no other business has taken place so far.

Kindly take the above clarification on record and acknowledge the same.

Hope the clarification given above has served the purpose of the query raised. Kindly let us know in case of further clarification or explanation required on this.

Thanking you,  
Yours faithfully,  
For **Krishca Strapping Solutions Limited**

**Diya Venkatesan**  
**Company Secretary & Compliance Officer**