

Price Waterhouse Chartered Accountants LLP

Independent Auditors' Review Report on Statement of Unaudited Financial Results

To

The Board of Directors
Stove Kraft Limited
81/1, Medamarana Halli Village,
Harohalli Hobli, Kanakapura Taluk,
Ramanagara District,
Karnataka - 562 112.

1. We have reviewed the unaudited financial results of Stove Kraft Limited (the "Company") for the quarter ended June 30, 2023, which are included in the accompanying 'Statement of Unaudited financial results for the quarter ended June 30, 2023' together with notes thereon (the "Statement"). The Statement has been prepared by the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations, 2015"), which has been initialled by us for identification purposes.
2. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India. 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. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. 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 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. Based on our review conducted as stated in the paragraph 3 above, nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: 012754N/N500016



Mohan Danivas S A
Partner

Membership Number: 209136

UDIN: 23209136B6XTXE1198

Place: Bengaluru
Date: July 29, 2023

Price Waterhouse Chartered Accountants LLP, 5th Floor, Tower 'D', The Millenia, 1 & 2 Murphy Road, Ulsoor
Bangalore - 560 008

T: +91 (80) 4079 5000, F: +91 (80) 4079 5222

Registered office and Head office: Sucheta Bhawan, 11A Vishnu Digambar Marg, New Delhi 110 002

Price Waterhouse (a Partnership Firm) converted into Price Waterhouse Chartered Accountants LLP (a Limited Liability Partnership with LLP identity no: LLPIN AAC-5001) with effect from July 25, 2014. Post its conversion to Price Waterhouse Chartered Accountants LLP, its ICAI registration number is 012754N/N500016 (ICAI registration number before conversion was 012754N)

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2023



81/1, Medamarana Halli Village Harohalli Hobli, Kanakapura Taluk, Ramanagar Dist, Karnataka 562112

Website: www.stovekraft.com E-mail : cs@stovekraft.com CIN:L29301KA1999PLC025387
(Amount in Rupees Millions, except for earning per share, unless otherwise stated)

S. No.	Particulars	For the Quarter ended June 30, 2023	For the Quarter ended March 31, 2023	For the Quarter ended June 30, 2022	For the Year ended March 31, 2023
		(Unaudited)	(Unaudited) - Refer Note 5	(Unaudited)	(Audited)
1	Income				
	(a) Revenue from operations	2,977.45	2,780.55	2,750.65	12,838.47
	(b) Other income	2.70	1.26	4.00	7.34
	(c) Other gains / (losses) - net	13.51	16.02	(18.63)	(42.39)
	Total income (a+b+c)	2,993.66	2,797.83	2,736.02	12,803.42
2	Expenses				
	(a) Cost of materials consumed	1,826.88	1,610.27	1,698.27	7,460.65
	(b) Purchases of stock in trade	266.62	173.39	228.13	1,138.38
	(c) Changes in inventories of finished goods, stock-in-trade and work-in-progress	(215.15)	102.71	(81.06)	35.24
	(d) Employee benefits expense	389.35	365.40	314.60	1,429.39
	(e) Finance costs	42.44	61.59	29.54	165.32
	(f) Depreciation and amortization expenses	102.73	94.30	66.17	316.85
	(g) Allowance for expected credit loss / impairment of financial assets	30.00	15.00	7.50	42.50
	(h) Other expenses	440.07	454.83	366.99	1,742.29
	Total expenses (a+b+c+d+e+f+g+h)	2,882.94	2,877.49	2,630.14	12,330.62
3	Profit/(Loss) before tax (1-2)	110.72	(79.66)	105.88	472.80
4	Tax expense/ (credit):				
	(a) Current tax expense/ (credit)				
	-relating to current year	26.78	(1.41)	23.72	114.08
	-relating to prior year	-	(14.74)	-	(14.74)
	(b) Deferred tax expense/ (credit)	1.96	(3.49)	1.37	15.76
	Net tax expense/ (credit) (a+b)	28.74	(19.64)	25.09	115.10
5	Profit/ (Loss) for the period/year (3-4)	81.98	(60.02)	80.79	357.70
6	Other Comprehensive Income/ (Loss)				
	Items that will not be reclassified to profit or loss				
	Remeasurements of the defined benefit plans - gains / (losses) (net)	(5.51)	1.86	1.59	9.16
	Income tax impact relating to above	1.39	(2.30)	-	(2.30)
	Total other comprehensive income/ (loss) for the period/year	(4.12)	(0.44)	1.59	6.86
7	Total comprehensive income/(loss) for the period/year (5+6)	77.86	(60.46)	82.38	364.56
8	Paid-up Equity Share Capital (Face Value of Rs. 10 per Equity share)	330.31	330.27	328.68	330.27
9	Reserves excluding revaluation reserves				3,703.41
10	Earnings/ (loss) per share (refer Note 6)				
	Basic (in Rs.) (Face value of Rs. 10 each)*	2.48	(1.82)	2.46	10.87
	Diluted (in Rs.) (Face value of Rs. 10 each)*	2.48	(1.82)	2.44	10.86

See accompanying notes to these financial results

*EPS is not annualized for the quarter ended June 30, 2023, quarter ended March 31, 2023 and quarter ended June 30, 2022.

Initialed for Identification purpose



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Stove Kraft Limited

81/1, Medamarana Halli Village Harohalli Hobli, Kanakapura Taluk, Ramanagar Dist, Karnataka 562112.

Website: www.stovekraft.com E-mail : cs@stovekraft.com CIN:L29301KA1999PLC025387

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2023

(Amount in Rupees Millions, unless otherwise stated)

Notes :

- 1 The Statement of Financial Results for the quarter ended June 30, 2023 has been prepared in accordance with the recognition and measurement principles laid down in accounting standard 34 "Interim Financial Reporting" ("Ind AS 34") prescribed under Section 133 of Companies Act, 2013, and other accounting principles generally accepted in India, read with the relevant rules issued thereunder and in terms of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ("Listing Regulations").
- 2 The Company's operations relate to only one reportable segment viz Kitchen and Home Appliances. Accordingly, no separate disclosure of segment information is required.
- 3 The Company has from time to time in the normal course of business entered into factoring agreements with Banks/Financial Institutions for some of the trade receivables on a non-recourse basis. Under this arrangement, the late payment and credit risk is transferred to Banks/Financial Institutions without recourse to the Company. Therefore, the Company derecognises the transferred assets at the point when the amount is received from the Banks/Financial Institutions. As at June 30, 2023, the trade receivables do not include receivables amounting to Rs. 212.70 (June 30, 2022: Rs.264.68) which has been derecognised (though the actual credit period to the customers has not expired) in accordance with Ind AS 109 - Financial Instruments, pursuant to such factoring agreements.
- 4 The Company, at various grant dates, has issued employee stock options to its employees at exercise prices of Rs.150, Rs. 479.40, Rs.562.10 and Rs. 632.65 per equity share, as approved by the Nomination and Remuneration Committee and Board of Directors in accordance with Employee Stock Option Plan 2018. For the quarter ended June 30, 2023, cost reversal of Rs.0.10 (June 30, 2022: expense of Rs.2.73) has been recognised as employee share based compensation expenses, based on requirements of Ind AS 102, 'Share Based Payments'. The stock options granted and outstanding as at June 30, 2023 aggregates to 208,396 (June 30, 2022 : 420,908).
- 5 Figures for the quarter ended March 31, 2023 are the balancing figures between audited figures in respect of the full financial year and the published unaudited year-to-date figures up to the third quarter of the respective financial year, which were subject to review by the statutory auditors.
- 6 Potentially issuable equity shares, on account of share options issued to employees, that could potentially dilute basic earnings per share, are not included in the calculation of diluted earnings per share if they are anti-dilutive for the period presented.
- 7 Previous period's figures have been regrouped/reclassified wherever necessary, to conform with the current period's presentation for the purpose of comparability.
- 8 The above Statement of unaudited financial results for the quarter and year ended June 30, 2023 has been reviewed and recommended by the Audit Committee on July 29, 2023 and thereafter approved by the Board of Directors at their meeting held on July 29, 2023.
- 9 The Investors can visit the company's website www.stovekraft.com for updated information.

For and on behalf of Board of Directors

Rajendra Gandhi
Managing Director
DIN No: 01646143

Place : Bengaluru
Date : July 29, 2023

Initialed for Identification Purpose

