

Stove Kraft Limited

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 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 September 30, 2023	For the Quarter ended June 30, 2023	For the Quarter ended September 30, 2022	For the Half Year ended September 30, 2023	For the Half Year ended September 30, 2022	For the Year ended March 31, 2023
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income						
	(a) Revenue from operations	3,797.67	2,977.45	4,062.01	6,775.12	6,812.66	12,838.47
	(b) Other income	6.61	2.70	2.08	9.31	6.08	7.34
	(c) Other gains / (losses) - net	(3.39)	13.51	(10.44)	10.12	(29.07)	(2.39)
	Total income (a+b+c)	3,800.89	2,993.66	4,053.65	6,794.55	6,789.67	12,803.42
2	Expenses						
	(a) Cost of materials consumed	2,276.35	1,826.88	2,151.78	4,103.23	3,850.05	7,460.65
	(b) Purchases of stock in trade	192.70	266.62	513.80	459.32	741.93	1,138.38
	(c) Changes in inventories of finished goods, stock-in-trade and work-in-progress	(12.57)	(215.15)	77.79	(227.72)	(3.27)	35.24
	(d) Employee benefits expense	412.64	389.35	361.76	801.99	676.36	1,429.39
	(e) Finance costs	63.57	42.44	34.23	106.01	63.77	165.32
	(f) Depreciation and amortization expenses	115.83	102.73	73.05	218.56	139.22	316.85
	(g) Allowance for expected credit loss / impairment of financial assets	5.77	30.00	10.00	35.77	17.50	42.50
	(h) Other expenses	523.26	440.07	486.46	963.33	853.45	1,742.29
	Total expenses (a+b+c+d+e+f+g+h)	3,577.55	2,882.94	3,708.87	6,460.49	6,339.01	12,330.62
3	Profit/(Loss) before tax (1-2)	223.34	110.72	344.78	334.06	450.66	472.80
4	Tax expense/ (credit):						
	(i) Current tax expense/ (credit)						
	-relating to current year	72.14	26.78	80.20	98.92	103.92	114.08
	-relating to prior year	-	-	-	-	-	(14.74)
	(j) Deferred tax expense/ (credit)	(14.05)	1.96	5.58	(12.09)	6.95	15.76
	Net tax expense (i+j)	58.09	28.74	85.78	86.83	110.87	115.10
5	Profit for the period/year (3-4)	165.25	81.98	259.00	247.23	339.79	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)	6.12	(5.51)	6.76	0.61	8.35	9.16
	Income tax impact relating to above	(1.54)	1.39	-	(0.15)	-	(2.30)
	Total other comprehensive income/ (loss) for the period/year	4.58	(4.12)	6.76	0.46	8.35	6.86
7	Total comprehensive income for the period/year (5+6)	169.83	77.86	265.76	247.69	348.14	364.56
8	Paid-up Equity Share Capital (Face Value of Rs. 10 per Equity share)	330.31	330.31	328.68	330.31	328.68	330.27
9	Reserves excluding revaluation reserves						3,703.41
10	Earnings per share (Refer Note 5)						
	Basic (in Rs.) (Face value of Rs. 10 each)*	5.00	2.48	7.88	7.49	10.34	10.87
	Diluted (in Rs.) (Face value of Rs. 10 each)*	5.00	2.48	7.81	7.49	10.25	10.86

See accompanying notes to these financial results

*EPS is not annualized except for the year ended March 31, 2023



For Identification purposes only

Stove Kraft Limited
UNAUDITED STATEMENT OF ASSETS AND LIABILITIES AS AT SEPTEMBER 30, 2023
81/1, Medamarana Halli Village Harohalli Hobli, Kanakapura Taluk, Ramanagar Dist, Karnataka 562112

STOVEKRAFT

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

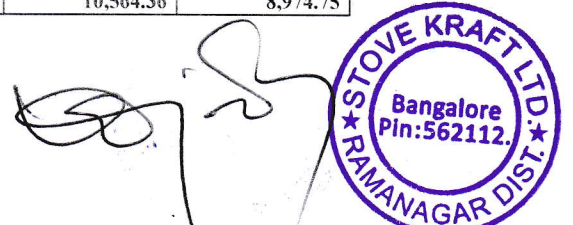
(Amount in Rupees Millions, unless otherwise stated)

Particulars	As at September 30, 2023	As at March 31, 2023
	(Unaudited)	(Audited)
Non-current assets		
Property, Plant and Equipment	3,746.17	3,623.94
Capital Work-In-Progress	123.56	95.31
Right of use assets	761.67	355.90
Goodwill	1.32	1.32
Intangible assets	36.13	40.24
Financial assets		
i. Investments	-	-
ii. Other financial assets	38.65	81.47
Current tax asset (net)	13.15	13.15
Deferred tax asset (net)	25.64	13.70
Other non-current assets	287.20	396.86
Total non - current assets	5,033.49	4,621.89
Current assets		
Inventories	2,931.64	2,433.45
Financial assets		
i. Trade receivables	1,929.21	1,408.58
ii. Cash and cash equivalents	187.36	25.26
iii. Bank balances other than cash and cash equivalents above	220.71	172.41
iv. Loans	0.25	0.16
v. Other financial assets	8.31	9.58
Other current assets	253.39	303.42
Total current assets	5,530.87	4,352.86
Total assets	10,564.36	8,974.75
Equity and liabilities		
Equity		
i. Equity share capital	330.31	330.27
ii. Other equity	3,954.79	3,703.41
Total equity	4,285.10	4,033.68
Liabilities		
Non-current liabilities		
Financial liabilities		
i. Borrowings	74.77	100.22
ii. Lease liabilities	685.72	322.75
iii. Suppliers credit	215.02	272.56
Provisions	81.94	64.76
Total non - current liabilities	1,057.45	760.29
Current liabilities		
Financial liabilities		
i. Borrowings	660.71	1,187.58
ii. Lease liabilities	60.59	21.87
iii. Suppliers credit	663.53	441.95
iv. Trade payables		
(a) Total outstanding dues of micro enterprises and small enterprises	161.67	28.86
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises	2,606.74	1,745.70
v. Other financial liabilities	225.88	270.87
Provisions	66.40	69.43
Current tax liabilities (net)	91.53	1.29
Other current liabilities	684.76	413.23
Total current liabilities	5,221.81	4,180.78
Total liabilities	6,279.26	4,941.07
Total equity and liabilities	10,564.36	8,974.75

See accompanying notes to these financial results



For Identification Purpose only



Stove Kraft Limited
UNAUDITED STATEMENT OF CASH FLOWS FOR THE HALF YEAR ENDED SEPTEMBER 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, unless otherwise stated)

Particulars	For the period ended September 30, 2023	For the period ended September 30, 2022
	(Unaudited)	(Unaudited)
Cashflow from operating activities		
Profit before tax	334.06	450.66
Adjustments for :		
Depreciation and amortisation expense	218.56	139.22
Allowance for expected credit loss / impairment of financial assets	35.77	17.50
Provision for amount paid under protest	2.82	-
Liability no longer required written back	(2.10)	-
Interest Income	(5.87)	(2.47)
(Profit) / loss on fair valuation of derivative instruments - net	4.02	17.87
(Profit) / loss on sale of property, plant and equipment - net	(0.04)	(1.89)
Finance cost / interest expense	104.03	63.77
Unrealised exchange (gain)/loss on foreign currency transactions and translation (net)	17.44	13.09
Employees share based expense	3.20	6.12
Operating cash profit before changes in working capital	711.89	703.87
Movement in working capital		
(Increase) / decrease in inventories	(498.19)	(369.75)
(Increase) / decrease in trade receivables	(556.24)	(943.08)
(Increase) / decrease in other financial assets	(2.45)	0.57
(Increase) / decrease in other assets	53.65	(64.30)
Increase / (decrease) in other financial liabilities	(32.56)	(48.95)
Increase / (decrease) in trade payables	992.68	1,190.21
Increase / (decrease) in other current liabilities	271.53	145.46
Increase / (decrease) in provisions	14.76	13.49
Cash generated from operations	955.07	627.52
Net income taxes (paid) / refund received	(8.68)	(93.65)
Net cash generated from/ (used in) operating activities (A)	946.39	533.87
Cashflow from investing activities		
Payment for property, plant and equipment	(280.02)	(422.33)
Proceeds from sale of property, plant and equipment	0.55	3.11
Interest received on bank deposits	3.69	2.08
Investment in margin money deposit with banks (net)	(3.69)	(21.30)
Net cash generated from/ (used in) investing activities (B)	(279.47)	(438.44)
Cash flows from financing activities		
Repayment of long-term borrowings	(26.11)	(30.69)
Proceeds received under supplier financing arrangement (net)	147.48	54.38
Proceeds/(payments) from short-term borrowings (net)	(519.99)	52.98
Payment of lease liabilities	(21.75)	(10.66)
Interest paid	(84.46)	(61.91)
Net cash generated from/ (used in) financing activities (C)	(504.82)	4.10
Net Increase / (decrease) in cash and cash equivalents (A+B+C)	162.10	99.53
Cash and cash equivalents at beginning of the period	25.26	4.05
Cash and cash equivalents at the end of the period	187.36	103.58
Reconciliation of cash and cash equivalents		
Cash and cash equivalents as at the period end comprises of:		
(a) Cash on hand	0.17	0.56
(b) Remittance in transit	49.95	-
(c) Balances with banks:		
in current accounts	137.24	103.02
Total	187.36	103.58

See accompanying notes to these financial results



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

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2023
(Amount in Rupees Millions, unless otherwise stated)

Notes :

- 1 The Statement of Unaudited Financial Results for the quarter and half year ended September 30, 2023 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 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, 2015").
- 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 September 30, 2023, the trade receivables do not include receivables amounting to Rs.257.84 (September 30, 2022: Rs.219.29) 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 September 30, 2023, expense of Rs.3.30 (September 30, 2022: expense of Rs.3.39) 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 September 30, 2023 aggregates to 208,396 (September 30, 2022 : 420,908).
- 5 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.
- 6 The above Statement of Unaudited Financial Results for the quarter and half year ended September 30, 2023 has been reviewed and recommended by the Audit Committee on November 7, 2023 and thereafter approved by the Board of Directors at their meeting held on November 7, 2023.
- 7 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 : November 07, 2023



For Identification purposes only



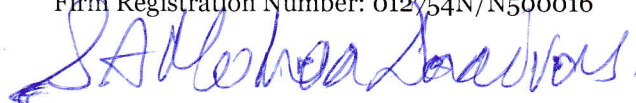
Price Waterhouse Chartered Accountants LLP

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 and half year ended September 30, 2023, which are included in the accompanying 'Statement of Unaudited financial results for the quarter and half year ended September 30, 2023', 'Unaudited Statement of Assets and Liabilities as at September 30, 2023' and 'Unaudited statement of cash flows for the half year ended September 30, 2023' together with the 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 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: 23209136BGXT2D1648

Place: Bengaluru
Date: November 07, 2023

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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)