

June 15,2020

To,
The Listing Department,
National Stock Exchange of India Limited,
Exchange Plaza, C-1, Block G,
Bandra Kurla Complex,
Bandra (E), Mumbai- 400 051

Dear Sir/Madam,

Sub: Outcome of Board Meeting.

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

Symbol: KAPSTON

Pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, we wish to inform that the Board of Directors of the Company, at their just concluded meeting have approved the audited financial results along with auditor's report for the half yearly and Financial Year ended 31 March,2020.

Pursuant to second proviso to Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, we hereby declared that our statutory auditor, M/s NSVR & Associates LLP has expressed an unmodified opinion on the Financial Statements.

The meeting commenced at 04.00 P.M and ended at 07.40 P.M

This is for your information and records.

Thanking you,

For Kapston Facilities Management Limited


Srikanth Kodali
Managing Director
(DIN 02464623)



REGISTERED OFFICE: # 287, MIG – 2, IX Phase, KPHB, Hyderabad, Telangana - 500 072, **Ph:** 98487 78241

CORPORATE OFFICE: Plot # 75, Kavuri Hills, Madhapur, Hyderabad, Telangana - 500034, **Ph:** 98487 78243

Control Room: +91 96 4050 4050 (24X7) **Email:** info@kapstonfm.com **Website:** www.kapstonfm.com

CIN. No. L15400TG2009PLC062658

KAPSTON FACILITIES MANAGEMENT LIMITED
CIN:L15400TG2009PLC062658
NO.287, MIG-2, IX PHASE, KPHB, KUKATPALLY, HYDERABAD - 500072
Statement Of Audited Financial Results for the year ended 31.03.2020

(Amount in Rs.Lacs)

PARTICULARS	HALF YEAR ENDED			YEAR ENDED	
	31.03.2020 (Audited)	30.09.2019 (Un Audited)	31.03.2019 (Audited)	31.03.2020 (Audited)	31.03.2019 (Audited)
Income:					
Revenue From Operations	11,558.58	9,780.69	7,988.55	21,339.27	14,723.04
Other Income	3.73	4.64	4.18	8.37	4.68
Total Revenue	11,562	9,785	7,993	21,348	14,728
Expenses:					
Cost of Materials consumed	252.11	193.60	155.51	445.72	255.79
Employee Benefits Expense	9,985.72	8,545.06	6,836.81	18,530.77	12,583.45
Finance costs	233.57	161.48	116.08	395.05	253.39
Depreciation & Amortisation Expense	136.40	68.00	69.75	204.40	128.34
Other Expenses	457.09	275.34	274.03	732.44	554.39
Total Expenses	11,065	9,243	7,452	20,308	13,775
Profit/(Loss) Before Prior Period Item	497.42	541.85	540.55	1,039.26	952.36
Prior Period Items	-	-	-	-	-
Profit/(Loss) After Prior Period Item	497.42	541.85	540.55	1,039.26	952.36
Profit/(Loss) Before Exceptional and Extraordinary Items and Tax	497.42	541.85	540.55	1,039.26	952.36
Exceptional Items	-	-	-	-	-
Profit/(Loss) Before Extraordinary Items and Tax	497.42	541.85	540.55	1,039.26	952.36
Extraordinary Items	-	-	-	-	-
Profit Before Tax	497.42	541.85	540.55	1,039.26	952.36
Total Tax Expense	6.05	13.46	15.70	19.50	96.62
Less: Current Tax	70.64	90.32	140.40	160.96	226.27
Add: Deferred Tax Asset	(64.59)	(76.86)	124.70	141.46	129.64
Profit/(Loss) from Discontinued Operations	-	-	-	-	-
Tax Expense from Discontinued Operations	-	-	-	-	-
Profit/(Loss) after tax for the period/year	491.37	528.39	524.84	1,019.76	855.74
Paid Up Equity Share Capital (Face Value of Rs.,10/- each)	1,014.41	1,014.41	869.49	1,014.41	869.49
Reserves excluding Revaluation Reserves				3,480	2,605
Earnings Per Equity share (Not Annualised)					
(1) Basic	4.84	5.21	5.17	10.05	8.44
(2) Diluted	4.84	5.21	5.17	10.05	8.44
See accompanying notes to financial results					

For Kapston Facilities Management Limited

(Signature)

Srikanth Kodali
Managing Director
DIN 02464623



Date :15-06-2020
Place:Hyderabad

KAPSTON FACILITIES MANAGEMENT LIMITED

CIN:L15400TG2009PLC062658

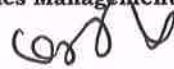
NO.287, MIG-2, IX PHASE, KPHB, KUKATPALLY, HYDERABAD - 500072

BALANCE SHEET AS ON 31.03.2020

(Amount in Rs.Lacs)

Particulars	As at 31.03.2020	As at 31.03.2019
<u>EQUITY AND LIABILITIES:</u>		
1. Share holders funds		
a) Share Capital	1,014.41	869.49
b) Reserves & Surplus	3,479.93	2,605.09
2. Non-current Liabilities		
a) Long Term Borrowings	846.57	565.46
3. Current Liabilities		
a) Short Term Borrowings	3,931.81	1,850.44
b) Trade Payables	390.37	185.32
c) Other Current Liabilities	1,724.72	1,489.39
d) Short Term Provisions	394.19	97.86
TOTAL	11,782.00	7,663.05
<u>ASSETS:</u>		
1. Non-Current Assets		
a) Fixed Assets		
Tangible Assets	2,005.89	1,403.22
b) Deferred Tax Asset(Net)	339.90	198.44
2. Current Assets		
a) Inventories	282.86	215.85
b) Trade Receivables	6,431.78	4,153.23
c) Cash and Cash Equivalents	241.77	212.96
d) Other Current Assets	1,692.12	921.19
e) Short Term Loans and Advances	787.68	558.17
TOTAL	11,782.00	7,663.05

For Kapston Facilities Management Limited

**Srikanth Kodali**

Managing Director

DIN 02464623

Dated:15-06-2020

Place: Hyderabad



KAPSTON FACILITIES MANAGEMENT LIMITED
CIN:L15400TG2009PLC062658
NO.287, MIG-2, IX PHASE, KPHB, KUKATPALLY, HYDERABAD - 500072
Cash flow statement for the period ended 31st March 2020

(Amount in Rs.Lacs)

Particulars	As at 3/31/2020	As at 3/31/2019
A. CASH FLOWS FROM OPERATING ACTIVITIES:		
Net profit before taxation, and extraordinary items	1,039.26	952.36
Adjusted for :		
Interest debited to P&L A/c	395.05	253.39
Gratuity Provision	135.99	35.91
Profit on Sale Fixed Assets	(1.08)	(2.70)
Depreciation	204.40	128.34
Operating profits before working capital changes	1,773.63	1,367.30
Changes in current assets and liabilities		
Inventories	(67.01)	(141.19)
Sundry debtors	(2,278.56)	(1,859.81)
Other Current assets	(359.97)	(134.86)
Short term advances	(229.51)	2.68
Current Liabilities		
Short Term Borrowing	-	-
Sundry Creditors	152.71	(24.98)
Other Current Liabilities	234.39	239.79
Other Short Term Provisions	(0.62)	(367.94)
Cash generated from operations	(774.93)	(919.01)
Income tax paid	(410.97)	(217.00)
Net cash generated from operating activities	(1,185.90)	(1,136.01)
B. CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of fixed assets and change in capital wip	(757.44)	(159.25)
Sale of Fixed Assets	3.79	3.35
Net cash used in investing activities	(753.66)	(155.90)
C. CASH FLOWS FROM FINANCING ACTIVITIES:		
Secured and Unsecured Loans		
Long Term Borrowings	281.10	(199.69)
Borrowings	2,082.31	583.72
Interest paid	(395.05)	(253.39)
Net cash generated in financing activities	1,968.37	130.64
D. Net increase / (decrease) in cash and cash equivalents	28.81	(1,161.28)
E. Cash and cash equivalents at the beginning of the year	212.96	1,374.24
F. Cash and cash equivalents at the end of the year	241.77	212.96

For Kapston Facilities Management Limited

Srikanth Kodali
Managing Director
DIN:02464623



Date:15-06-2020
Place: Hyderabad

Notes to the Financial Results for the Half-Year ended 31st March 2020

- 1 The Financial Results have been prepared in accordance with the Generally Accepted Accounting Standards as notified under Section 133 of the Companies Act 2013 ("Act"), read there under and other accounting principles generally accepted in India as amended from time to time.
- 2 The above Financial Results and Statement of Assets and Liabilities were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on June 15th, 2020
- 3 The company doesnot have separate reportable segments as per the Accounting Standard 17 on "Segment Reporting" notified under Companies (Accounting Standard) Rules, 2014.
- 4 Figures of previous year/ period have been regrouped/recast wherever necessary, in order to make them comparable.
- 5 During the half year the company has issued and allotted bonus shares to the existing shareholders, in proportion of 1(one) equity share as bonus shares for every 6 (six) equity share held.The total bonus shares 14,49,152 (Fourteen Lakhs forty nine thousand one hundred and fifty two only) amounting to Rs. 1,44,91,520 (One Crores forty four lakhs ninety one thousand five hundred and twenty only) were issued.
- 6
- The number of equity shares outstanding before the bonus issue is adjusted for the proportionate change in the number of equity shares outstanding as if the event had occurred at the beginning of the earliest period reported.
- 7 **Estimation uncertainty relating to the global health pandemic on COVID-19**
The management has considered the possible effects, if any, that may result from the pandemic relating to COVID - 19 on the carrying amounts of trade receivables & inventories. In assessing the recoverability of receivables, the Company has considered internal and external information upto the date of approval of these financial results including credit reports and economic forecasts. The Company has performed sensitivity analysis on the assumptions used and based on current indicators of future economic conditions, the Company expects to recover the carrying amount of these assets. The impact of the global health pandemic may be different from that estimated as at the date of approval of these financial results and the Company will continue to closely monitor any material changes and future economic conditions.
- 8 As on March 31st, 2020, the Company was listed on NSE Emerge (SME Platform) accordingly the financial results as on March 31st,2020 have been submitted in the format applicable to NSE Emerge. Financial Results for the Financial Year 2020-21 will be submitted as per Ind AS 34- Interim Financial Reporting

For Kapston Facilities Management Limited

Srikanth Kodali
Managing Director
DIN 02464623
Dated: 15.06.2020

Dated: 15.06.2020





**INDEPENDENT AUDITOR'S REPORT ON AUDIT OF HALFYEAR AND ANNUAL
FINANCIAL RESULTS**

TO THE BOARD OF DIRECTORS OF KAPSTON FACILITIES MANAGEMENT LIMITED

Opinion

We have audited the accompanying Half yearly financial results of **KAPSTON FACILITIES MANAGEMENT LIMITED** (the company) for the half year ended 31st March, 2020 and the year to date results for the period from 1st April, 2019 to 31st March, 2020, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us these financial results:

- (i) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- (ii) give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India of the net profit and other financial information for the half year ended 31st March, 2020 and the year to date results for the period from 1st April, 2019 to 31st March, 2020

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 Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Results* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



Management's Responsibilities for the Financial Results

These half year financial results as well as the year to date financial results have been prepared on the basis of the interim financial statements. The Company's Board of Directors are responsible for the preparation of these financial results that give a true and fair view of the net profit/loss and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Accounting Standard 25, 'Interim Financial Reporting' prescribed under Section 133 of the Act read with relevant rules issued there under 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 of 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 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 financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial results, the Board of Directors are 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 Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Results for the half year and year ended 31st March, 2020

Our objectives are to obtain reasonable assurance about whether the financial results 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 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 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, 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 Board of Directors.
- Conclude on the appropriateness of the 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's 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 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 Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Financial Results of the company to express an opinion on the Financial Results.

We communicate with those charged with governance 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.

For NSVR & ASSOCIATES LLP.,
Chartered Accountants
(FRN No.008801S/S200060)



R Srinivasu
Partner

M.No:224033

UDIN NO: **20224033 AAAAGC 6106**



Date: 15.06.2020
Place: Hyderabad