A. K. Capital Services Limited

Registered and corporate office: 30-38, 3rd Floor, Free Press House, Free Press Journal Marg, 215, Nariman Point, Mumbai - 400021
Tel:91(022) 6754 6500, Fax: 91(022) 6610 0594, Email: cs@akgroup.co.in, Web: www.akgroup.co.in
CIN No. L74899MH1993PLC274881

PART I - STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED 30 JUNE 2020

(Rs. In Lakhs except per share data)

Sr. No.	Particulars	Quarter ended			Year ended
		30 June 2020	31 March 2020	30 June 2019	31 March 2020
		(Unaudited)	(Refer Note-4)	(Unaudited)	(Audited)
1	**Revenue from operations**				
	Sale of services	557.05	1,304.06	768.25	3,314.84
	Net gain on fair value changes	615.06	32.36	465.05	1,346.15
	Net gain on derecognition of financial instruments under amortised cost category	-	-	30.63	30.63
	Interest income	172.55	240.09	236.77	870.63
	Dividend income	-	191.64	148.77	491.26
	Rental income	70.88	67.75	67.75	271.12
	Total revenue from operations	**1,415.54**	**1,835.90**	**1,717.22**	**6,324.63**
2	Other income	14.11	9.06	0.15	9.62
3	**Total income (1+2)**	**1,429.65**	**1,844.96**	**1,717.37**	**6,334.25**
4	**Expenses**				
	Finance costs	227.33	425.07	237.87	998.68
	Employee benefits expense	319.68	456.39	299.81	1,460.35
	Impairment of financial instruments	0.43	15.00	-	15.00
	Depreciation and amortisation expense	87.38	82.27	82.80	352.19
	Other expenses	116.97	567.86	158.45	1,287.81
	Total expense	**751.79**	**1,546.59**	**778.93**	**4,114.03**
5	**Profit before exceptional items and tax (3-4)**	**677.86**	**298.37**	**938.44**	**2,220.22**
	Exceptional Items	-	-	-	-
	Profit before tax	**677.86**	**298.37**	**938.44**	**2,220.22**
6	**Tax expense:**				
	Current tax	170.00	75.00	215.00	500.00
	Prior period tax adjustments	-	-	-	(54.99)
	Deferred tax expense/ (credit)	(4.50)	(22.39)	91.28	(91.92)
7	**Profit for the year / period (5-6)**	**512.36**	**245.76**	**632.16**	**1,867.13**
8	**Other comprehensive income, net of tax**				
	Item that will not to be reclassified to the statement of profit and loss	1.82	(7.66)	(1.65)	(9.50)
	Less: Income tax expense on above	(0.46)	1.91	0.48	8.75
	Other comprehensive income for the year / period	**1.36**	**(5.75)**	**(1.17)**	**(0.75)**
9	**Total comprehensive income for the year / period (7+8)**	**513.72**	**240.01**	**630.99**	**1,866.38**
10	**Paid up equity share capital (Face Value of Rs 10 per share)**	660.00	660.00	660.00	660.00
11	Other equity excluding revaluation reserves as per balance sheet of previous accounting year				39,060.46
12	**Earnings per equity share**				
	Basic (in Rs)	7.76	3.72	9.58	28.29
	Diluted (in Rs)	7.76	3.72	9.58	28.29

Notes :

1 The above unaudited standalone financial results have been reviewed and recommended by the Audit Committee and thereafter approved by the Board of Directors at their meetings held on 14 August 2020 and subjected to limited review by statutory auditors.

2 The above unaudited standalone financial results have been prepared in accordance with Indian Accounting Standards as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and the Companies (Indian Accounting Standards) Amendment Rules, 2016.

3 The Company is engaged primarily in the business of Merchant Banking and advisory services and accordingly, there are no separate reportable segments as per IND AS 108 - Operating Segments. The Company operates in a single geographical segment i.e. domestic.

4 The figures reported in the standalone financial results for the quarter ended 31 March 2020 are being the balancing figures between audited figures in respect of the full financial year ended 31 March 2020 and the published unaudited nine months standalone figures upto 31 December 2019, which were subject to limited review by the auditors.

5 The COVID-19 pandemic has significantly impacted economic activities, businesses, individuals across the spectrum. The Company recognizes the need to make reasonable estimation of the impact of this pandemic on the repayment ability of its customers, and make additional provisions as considered appropriate, over-and-above the extant provisions, for expected credit losses. The Company has segmented its portfolio on the basis of various parameters to ascertain the impact of COVID-19 and basis its estimates, assumptions and judgements arrived at the additional impairment which is provided for in its financial results. Given the uncertainty over the potential macro-economic condition, the impact of the COVID-19 may be different from that expected as at the date of approval of these financial results. As per the Company's assessment, this by itself has not resulted into any significant increase in the credit risk. The Company will continue to closely monitor any material changes to future economic conditions and suitable effect will be given in the respective future period.

6 The previous year / period figures have been regrouped/reclassified wherever necessary to conform to current period's presentation.

7 The unaudited standalone financial results of the Company will be available on our website www.akgroup.co.in

For A. K. Capital Services Limited

ATUL KUMAR MITTAL

A. K. Mittal
Managing Director
DIN 00698377

Place: Mumbai
Date: 14 August 2020

A. K. Capital Services Limited

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PART I - STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED 30 JUNE 2020

(Rs. In Lakhs except per share data)

Sr. No.	Particulars	Quarter ended			Year ended
		30 June 2020 (Unaudited)	31 March 2020 (Refer Note-4)	30 June 2019 (Unaudited)	31 March 2020 (Audited)
1	**Revenue from operations**				
	Interest income	3,143.86	3,584.50	4,954.11	16,251.42
	Sale of services	783.77	3,766.52	3,263.20	10,042.88
	Net gain on fair value changes	1,668.40	288.61	1,622.80	4,487.72
	Net gain on derecognition of finanical instruments under amortised cost category	-	151.16	25.34	99.36
	Rental income	80.70	89.92	89.00	357.88
	Total revenue from operations	**5,676.73**	**7,880.71**	**9,954.45**	**31,239.26**
2	Other income	32.38	9.97	0.83	181.42
3	**Total Income (1+2)**	**5,709.11**	**7,890.68**	**9,955.28**	**31,420.68**
4	**Expenses**				
	Finance costs	2,042.49	2,561.60	3,502.40	11,520.14
	Fees and commission expense	285.41	269.26	79.12	664.82
	Impairment on financial instruments	(7.03)	317.82	(107.87)	3.00
	Employee benefits expense	1,046.44	1,664.78	1,106.17	5,214.37
	Net loss on derecognition of finanical instrument under ammortised cost category	7.42	-	-	-
	Depreciation and amortization expense	174.26	166.97	173.82	713.93
	Other expenses	246.55	2,406.00	2,439.14	6,769.71
	Total expense	**3,795.54**	**7,386.43**	**7,192.78**	**24,885.97**
5	**Profit before exceptional items and tax (3-4)**	**1,913.57**	**504.25**	**2,762.50**	**6,534.71**
	Exceptional Items	-	-	-	-
	Profit before tax	**1,913.57**	**504.25**	**2,762.50**	**6,534.71**
6	**Tax expense:**				
	Current tax	623.24	412.32	774.57	1,642.71
	Prior period tax adjustments	3.13	7.00	(1.20)	112.32
	Deferred tax expense/ (credit)	(80.82)	(334.24)	108.98	(367.91)
7	**Profit for the period / year (5-6)**	**1,368.02**	**419.17**	**1,880.15**	**5,147.59**
8	**Other comprehensive income, net of tax**				
	Item that will not to be reclassified to the statement of profit and loss	7.29	(26.52)	(0.88)	(42.43)
	Less: Income tax expense on above	0.33	3.77	0.08	14.44
	Other comprehensive income for the period / year	**7.62**	**(22.75)**	**(0.80)**	**(27.99)**
9	**Total comprehensive income for the period / year (7+8)**	**1,375.64**	**396.42**	**1,879.35**	**5,119.60**
	Total comprehensive income attributable to the owners of the group	1,362.58	397.40	1,859.54	5,072.75
	Total comprehensive income attributable to the non-controlling interest	13.06	(0.98)	19.81	46.85
	Of the total comprehensive income above, profit for the period / year attributable to:	**1,368.02**	**419.17**	**1,880.15**	**5,147.59**
	Profit attributable to owners of the group	1,354.94	420.10	1,860.34	5,100.59
	Profit attributable to non-controlling interest	13.08	(0.93)	19.81	47.00
	Of the total comprehensive income above, other comprehensive income for the period / year attributable to:	**7.62**	**(22.75)**	**(0.80)**	**(27.99)**
	Other comprehensive income attributable to owners of the group	7.64	(22.70)	(0.80)	(27.84)
	Other comprehensive income attributable to non-controlling interest	(0.02)	(0.05)	-	(0.15)
10	Paid up equity share capital (Face value of Rs. 10 per share)	660.00	660.00	660.00	660.00
11	Other equity excluding revaluation reserves as per balance sheet of previous accounting year				60,806.52
12	**Earnings per equity share**				
	Basic (in Rs)	20.53	6.37	28.19	77.28
	Diluted (in Rs)	20.53	6.37	28.19	77.28

Notes :

1 The above unaudited consolidated financial results have been reviewed and recommended by the Audit Committee and thereafter approved by the Board of Directors at their meetings held on 14 August 2020 and subjected to limited review by statutory auditors.

2 The above unaudited consolidated financial results have been prepared in accordance with Indian Accounting Standards as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and the Companies (Indian Accounting Standards) Amendment Rules, 2016.

3 The Group is engaged primarily in the business of Merchant Banking and advisory services and accordingly there are no separate reportable segments as per IND AS 108 - Operating Segments. The Group operates in a single geographical segment i.e. domestic.

4 The figures reported in the consolidated financial results for the quarter ended 31 March 2020 are being the balancing figures between audited figures in respect of the full financial year ended 31 March 2020 and the published unaudited nine months consolidated figures upto 31 December 2019, which were subject to limited review by the auditors.

5 The COVID-19 pandemic has significantly impacted economic activities, businesses, individuals across the spectrum in the Country. Reserve Bank of India (RBI)'s guidelines relating to 'COVID-19 Regulatory Package' dated 27 March 2020 and subsequent guidelines dated 17 April 2020 and 23 May 2020 enabled banks, lending institutions and NBFCs to offer a moratorium upto 3 months on repayment of EMIs, payment of interest on line of credit falling due between 01 March 2020 and 31 May 2020 to all eligible borrowers, which has been extended for a further period of 3 months upto 31 August 2020 via RBI circular dated 23 May 2020. In line with the aforesaid circular, two subsidiary companies have offered the moratorium to its customers as per their needs, whose accounts were standard as at 29 February 2020 based on their respective Board's approved policy. As on 30 June 2020, the staging of these accounts is on the basis of days past due status as on 29 February 2020 in line with the aforesaid RBI circulars. Further, the Group apart from loans has also invested in non-convertible debentures on which no moratorium has been requested and granted. As per the Group's assessment, this by itself has not resulted into any significant increase in the credit risk.

The Group recognizes the need to make reasonable estimation of the impact of this pandemic on the repayment ability of its borrowers, and make additional provisions as considered appropriate, over-and-above the extant provisions, for expected credit losses. The Group has segmented its portfolio on the basis of various parameters to ascertain the impact of COVID-19 and basis of its estimates, assumptions and judgements arrived at the additional impairment which is provided for in its consolidated financial results. Given the uncertainty over the potential macro-economic condition, the impact of the COVID-19 may affect the underlying assumptions and estimates used to prepare the consolidated financial results, which may be different from that considered as at the date of approval of these consolidated financial results. The Group will continue to closely monitor any material changes to future economic conditions and suitable effect will be given in the respective future period.

6 The figures of interest income, sale of services and net gain on fair value changes reported in the consolidated financial results for the quarter ended 30 June 2019, 31 March 2020 and for the year ended 31 March 2020 have been reclassified. However, there is no impact on the reported profits in the above stated consolidated financial results due to aforesaid reclassifications.

7 The previous period figures have been regrouped/reclassified wherever necessary to conform to current period's presentation.

8 The unaudited consolidated financial results of the Group will be available on our website www.akgroup.co.in

Place: Mumbai
Date: 14 August 2020

For A. K. Capital Services Limited

ATUL KUMAR MITTAL

A. K. Mittal
Managing Director
DIN 00698377