

## Galaxy Cloud Kitchens Limited

CIN: L15100MH1981PLC024988

Regd Off. : Eyelet House, M.S. Patel Compound, Opp. Shah Industrial Estate, Saki-Vihar, Andheri (E) Mumbai-400072

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Statement of Unaudited Financial Results for the Quarter Ended on 30th June, 2020

(Rs. in Lakhs)

Sr. No.	Particulars	Quarter Ended			Year Ended
		JU-JUN-2020	J1-Mar-2020	JU-JUN-2019	J1-Mar-2020
		(Unaudited)	(Audited)	(Unaudited)	(Audited)
1	Income from operations				
	(a) Revenue from operations	590.66	1277.87	1860.43	6859.95
	(b) Other Income	51.59	144.30	35.63	329.43
	<b>Total Income from operations</b>	<b>642.25</b>	<b>1422.17</b>	<b>1896.06</b>	<b>7189.38</b>
2	Expenses				
	(a) Cost of materials consumed	377.44	777.16	1094.32	4145.57
	(b) Employee benefits expense	157.10	297.76	402.41	1483.98
	(c) Finance costs	27.96	58.70	61.45	241.41
	(d) Depreciation and amortisation expense	105.19	149.25	153.42	609.53
	(e) Other expenses	216.66	655.63	625.09	2501.17
	<b>Total expenses</b>	<b>884.35</b>	<b>1938.50</b>	<b>2336.69</b>	<b>8981.66</b>
3	Profit / (Loss) before exceptional items (1-2)	(242.10)	(516.33)	(440.63)	(1792.28)
4	Exceptional Items	-	-	-	-
5	Profit / (Loss) before tax (3-4)	(242.10)	(516.33)	(440.63)	(1792.28)
6	Tax expense	-	-	-	-
7	Net Profit / (Loss) for the period (5-6)	(242.10)	(516.33)	(440.63)	(1792.28)
8	Other comprehensive income/(loss), net of income tax				
	A. Items that will not be reclassified to profit or loss	(5.86)	(14.50)	(8.95)	(23.45)
	B. Items that will be reclassified to profit or loss	-	-	-	-
	Total other comprehensive income/(Loss), net of income tax	(5.86)	(14.50)	(8.95)	(23.45)
9	Total comprehensive income/(Loss) for the period (7-8)	(247.96)	(530.83)	(449.58)	(1815.73)
10	Paid-up Equity Share Capital (Face value of Rs. 10/- each)	4152.27	4152.27	3858.26	4152.27
11	Other Equity	-	-	-	(4513.31)
12	Earnings per share (of Rs.10/- each) (not annualised):				
	Basic and Diluted	(0.58)	(0.15)	(1.54)	(3.32)
	See accompanying note to the financial results				

## Notes to the financial results:

- The above results have been reviewed by the Audit Committee and were thereafter approved by the Board of Directors of the Company at their meeting held on September 10, 2020.
- During the current quarter consequential to COVID 19 pandemic the Company has negotiated for Mumbai Commissary rent concessions. In view of recent amendments by the Companies (Indian Accounting Standards) Amendment Rules, 2020, the Company has elected, as a practical expedient in one contract, not to assess these rent concessions as lease modifications and has recognized impact of such rent concession in Statement of Profit and Loss. The election is made for rent concessions which satisfy the conditions mentioned in Para 46A and Para 46B of Ind AS 116 (as amended). Accordingly an amount of INR 45 Lakhs related to rent concessions has been reduced from Rent expense included under Other expenses. After adjusting the rent expense for the quarter amounting to INR 45 Lakhs, the net rent accounted in Other Income in INR 32 Lakhs.
- During the current quarter, the Company has negotiated rent for Bangalore commissary and accordingly the terms and conditions with regards to rent amount is negotiated and is amended from Rs. 20 lakhs to Rs. 10 Lakhs over the remaining period of the contract. The Company has elected this rent amendment as lease modifications which is not accounted as a separate lease and corresponding adjustment of INR 170 Lakhs is made to the right-of-use asset in compliance to Para 46(b) of Ind AS 116.
- This statement has been prepared in accordance with the Companies (Indian Accounting Standards) rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
- The Company operates in one segment namely "Food & Beverages".
- Figures of the previous Financial period/year have re-arranged/regrouped/reclassified wherever necessary.
- The outbreak of Coronavirus (Covid 19) has disrupted economic activities across the world. The Government of India has imposed "LOCKDOWN" from 24th March, 2020 to contain the outbreak, though, there have been some operational difficulties due to lock down imposed in various regions, the Company, being the manufacturer of essential commodities continues to operate its manufacturing facilities and distribute its products. The Company has taken various measures to restrict its fixed cost like Employee Benefit Expenses, Leases, etc. Considering the uncertainties involved in estimating the impact of this pandemic and as the economy continues to remain highly uncertain, the future impact of this pandemic may be different from those estimated on the date of approving this financial statement. The management will continue to monitor any material changes to its COVID-19 impact assessment, resulting from future economic conditions and future uncertainty, if any.
- The aforesaid results have been filed with Stock Exchange under Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and are also available on the Stock Exchange website at www.bseindia.com and on website of the Company at www.galaxycloudkitchens.in.
- The Board of Directors of one of the Promoter Company (Future Enterprise Limited - (FEL)) at its meeting held on 29th August, 2020 has inter alia, considered and approved the Composite Scheme of Arrangement which involves transfer and vesting of the Logistics & Warehousing Undertaking and Retail & Wholesale Undertaking from FEL as a going concern on a slump sale basis to Reliance Retail Ventures Limited ("RRVL") and Reliance Retail and Fashion Lifestyle Limited the wholly owned subsidiary of RRVL respectively subject to requisite statutory approvals. The effect of such arrangement on the Company cannot be ascertained as on date.

By order of the Board  
Galaxy Cloud Kitchens LimitedArvind Agrawal  
Managing Director

Place : Mumbai

Date : September 10, 2020



**Independent Auditor's Review Report on Unaudited Quarterly Financial Results of the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)**

To the Board of Directors of  
**GALAXY CLOUD KITCHENS LIMITED**  
(Formerly Known as GALAXY ENTERTAINMENT CORPORATION LIMITED)

1. We have reviewed the accompanying statement of unaudited financial results ("the statements") of Galaxy Cloud Kitchens Limited (Formerly known as Galaxy Entertainment Corporation Limited) ("the Company") for the quarter ended 30 June 2020, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time.
2. The Statement, which is the responsibility of the Company's Management and approved by the Company's 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 ('the Act'), SEBI Circular CIR/CFD/FAC/62/2016 dated 5 July 2016 (hereinafter referred to as 'the SEBI Circular'), 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. 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 the Standards on Auditing specified under Section 143(10) of the Act, 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. Emphasis of Matter

We draw attention to note no. 7 of the Statement which describes management's assessment of the impact of the COVID 19 pandemic on the Company's operations and carrying value of assets at June 30, 2020.

We draw attention to note no. 9 of the Statement wherein one of the Promoter Company Future Enterprises Limited (FEL) at its meeting held on 29th August, 2020 has inter alia, considered and approved the Composite Scheme of Arrangement which involves transfer and vesting of the Logistics & Warehousing Undertaking and Retail & Wholesale Undertaking from FEL as a going concern on a slump sale basis to Reliance Retail Ventures Limited ("RRVL") and Reliance Retail and Fashion Lifestyle Limited the wholly owned subsidiary of RRVL respectively subject to requisite statutory approvals. The effect of such arrangement on the Company cannot be ascertained as on date.

Our opinion is not modified in respect of these matters.

5. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in Ind AS 34, prescribed under Section 133 of the Act, the SEBI Circular, and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including the manner in which it is to be disclosed, or that it contains any material misstatement.

For SARA & Associates

Chartered Accountants

Firm Registration No. 120927W

  
Dominic D'costa

Partner

Membership No. 143617



Mumbai

September 10, 2020

UDIN – 20143617AAAABA5542