



**Independent Auditor's Report on quarterly and year-to-date Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)**

**Independent Auditor's Report**

**To the Board of Directors of**

**GALAXY CLOUD KITCHENS LIMITED**

(Formerly Known as GALAXY ENTERTAINMENT CORPORATION LIMITED)

**Opinion**

1. We have audited the accompanying the statement of quarterly and year-to-date financial results ('the Statement') of GALAXY CLOUD KITCHENS LIMITED ('the Company') for the year ended 31 March 2023, attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) ('Listing Regulations'), including relevant circulars issued by the SEBI from time to time.
2. In our opinion and to the best of our information and according to the explanations given to us, the Statement:
  - i. presents financial results in accordance with the requirements of Regulation 33 of the Listing Regulations; and
  - ii. gives a true and fair view in conformity with the applicable Indian Accounting Standards ('Ind AS') prescribed under Section 133 of the Companies Act, 2013 ('the Act'), read with relevant rules issued thereunder, and other accounting principles generally accepted in India, of the net profit after tax and other comprehensive i and other financial information of the Company for the year ended 31 March 2023.

**Basis for Opinion**

3. We conducted our audit in accordance with the Standards on Auditing ('SAs') specified under section 143(10) of the Act. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Statement 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 ('the ICAI') together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act 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 obtained by us is sufficient and appropriate to provide a basis for our opinion.







### Responsibilities of Management and Those Charged with Governance for the Statement

4. This Statement has been prepared on the basis of the annual audited financial statements and has been approved by the Company's Board of Directors. The Company's Board of Directors is responsible for the preparation and presentation of the Statement that gives a true and fair view of the net loss and other comprehensive loss and other financial information of the Company in accordance with the accounting principles generally accepted in India, including Ind AS prescribed under Section 133 of the Act, read with relevant rules issued thereunder 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 Statement that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

5. In preparing the Statement, the Board of Directors is 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.

6. The Board of Directors is also responsible for overseeing the Company's financial reporting process.

### Auditor's Responsibilities for the Audit of the Statement

7. Our objectives are to obtain reasonable assurance about whether the Statement as a whole is 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 Standards on Auditing, specified under section 143(10) of the Act, 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 this Statement.
8. As part of an audit in accordance with the Standards on Auditing, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
- Identify and assess the risks of material misstatement of the Statement, 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







# SARA & ASSOCIATES

## Chartered Accountants

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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. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion on whether the Company has in place adequate internal financial controls with reference to financial statements and the operating effectiveness of such controls.
  - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
  - Conclude on the appropriateness of the management's 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 Statement 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 Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.
9. Materiality is the magnitude of misstatements in the financial statement that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statement may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statement.
10. 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.
11. 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.





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Santosh Kumar Jain | Ramawatar Sharma | Rajesh Agarwal | Alok Bairagra | Manoj Agarwal  
M.Com., F.C.A., DISA | B.Com., F.C.A. | B.Com., F.C.A. | B.Com., F.C.A. | B.Com., F.C.A.

Rachana Kanoi | Kamal Sharma | Rakesh Joshi | Aditya Tulsian | Chirag Shah | Yogesh Rawal  
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### 12. Material uncertainty Related to Going Concern

*As stated in note No. 6, to the results the entire network of the Company has been eroded due to losses incurred in the current year and its current liabilities exceed its current assets, these events or conditions indicate that material uncertainty exists that may cast a significant doubt on the company's ability to continue as a going concern.*

*Our opinion is not modified in respect of above matter.*

**For S A R A & Associates**

Chartered Accountants

Firm Registration No.120927W

Yogesh Rawal

Partner

Membership No. 146464



Mumbai

24<sup>th</sup> May, 2023

UDIN: 23146464BGWHITE8323



## Galaxy Cloud Kitchens Limited

CIN: L15100MH1981PLC024988

Regd Off. : Knowledge House, Shyam Nagar Off Jogeshwari-Vikhroli Link Road, Jogeshwari (East), Mumbai 400060.

Email : investors@galaxycloudkitchens.in, Tel: 022-28039405

Statement of Audited Financial Results for the Quarter and Financial year Ended on 31st March 2023

(Rs. in Lakhs)

Sr. No.	Particulars	Quarter Ended			Year Ended	
		March 31, 2023	December 31, 2022	March 31, 2022	March 31, 2023	March 31, 2022
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
1	Income from operations					
	(a) Revenue from operations	525.48	594.93	540.46	2208.27	2215.90
	(b) Other income	22.63	188.26	31.87	707.67	340.14
	<b>Total Income from operations</b>	<b>548.11</b>	<b>783.19</b>	<b>572.33</b>	<b>2915.94</b>	<b>2556.04</b>
2	Expenses					
	(a) Cost of materials consumed	321.24	282.13	254.44	1139.39	851.81
	(b) Employee benefits expense	53.41	137.10	152.99	585.83	554.34
	(c) Finance costs	50.94	15.13	9.17	92.58	40.84
	(d) Depreciation and amortisation expense	110.25	41.33	83.76	237.88	321.83
	(e) Other expenses	226.35	353.76	244.59	1215.35	832.12
	<b>Total expenses</b>	<b>762.19</b>	<b>829.45</b>	<b>744.95</b>	<b>3271.03</b>	<b>2600.94</b>
3	Profit from ordinary activities before tax (1-2)	(214.08)	(46.26)	(172.62)	(355.09)	(44.90)
4	Tax expense	-	-	-	-	-
5	<b>Net Profit/(Loss) for the year from continuing operation (3-4)</b>	<b>(214.08)</b>	<b>(46.26)</b>	<b>(172.62)</b>	<b>(355.09)</b>	<b>(44.90)</b>
6	Net Profit/(Loss) for the year from discontinuing operation	(370.46)	(78.86)	157.49	(544.51)	134.51
7	<b>Net Profit / (Loss) for the period (5-6)</b>	<b>(584.54)</b>	<b>(125.12)</b>	<b>(15.14)</b>	<b>(899.60)</b>	<b>89.61</b>
8	Other comprehensive income/(loss), net of income tax					
	A. Items that will not be reclassified to profit or loss	92.18	(14.02)	0.99	54.06	(30.08)
	B. Items that will be reclassified to profit or loss	-	-	-	-	-
	<b>Total other comprehensive income/(Loss), net of income tax</b>	<b>92.18</b>	<b>(14.02)</b>	<b>0.99</b>	<b>54.06</b>	<b>(30.08)</b>
9	<b>Total comprehensive income/(Loss) for the period (7-8)</b>	<b>(492.36)</b>	<b>(139.14)</b>	<b>(14.15)</b>	<b>(845.54)</b>	<b>59.53</b>
10	Paid-up Equity Share Capital (Face value of Rs. 10/- each)	4493.77	4493.77	4493.77	4493.77	4,493.77
11	Other Equity	-	-	-	(5,220.21)	(4,374.68)
12	Earnings per share (of Rs. 10/- each) (not annualised)					
	for continuing operations- Basic and Diluted	(0.48)	(0.10)	(0.38)	(0.79)	(0.10)
	for discontinued operations- Basic and Diluted	(0.82)	(0.16)	0.35	(1.21)	0.29
	for continuing & discontinued operations- Basic and Diluted	(1.30)	(0.26)	(0.03)	(2.00)	0.19
	See accompanying note to the financial results					



## Statement of Assets &amp; Liabilities

(Rs. in Lakhs)

Particulars	Audited	Audited
	As at Mar 31, 2023	As at Mar 31, 2022
<b>ASSETS</b>		
<b>1. Non Current Assets</b>		
Property, Plant and Equipment	708.91	1,123.78
Capital Work in Process	68.50	-
Right to use asset	235.39	478.60
Financial Assets		
Other Non Current Financial Assets	158.23	157.13
Other Non Current Assets	13.05	28.93
<b>Total Non-Current Assets</b>	<b>1,184.09</b>	<b>1,788.44</b>
<b>2. Current Assets</b>		
Inventories	143.18	223.79
Financial Assets		
Trade Receivables	341.12	599.40
Cash and Cash Equivalents	6.60	13.26
Other financial asset	60.67	98.45
Other Current Assets	146.88	226.53
Assets held for Sales	18.05	-
<b>Total Current Assets</b>	<b>716.70</b>	<b>1161.43</b>
<b>Total Assets</b>	<b>1900.79</b>	<b>2949.87</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Equity Share Capital	4,493.77	4,493.77
Other Equity	(5,220.20)	(4,374.67)
<b>Total Equity</b>	<b>(726.43)</b>	<b>119.10</b>
<b>Liabilities</b>		
<b>1. Non Current Liabilities</b>		
Financial Liabilities		
Lease Liabilities	67.44	462.00
Non Current Provisions	25.73	75.95
<b>Total Non-Current Liabilities</b>	<b>113.17</b>	<b>537.95</b>
<b>2. Current Liabilities</b>		
Financial Liabilities		
Lease Liability	156.58	34.13
Current Borrowings	745.63	15.32
Other Current Financial Liabilities	247.12	164.35
Trade Payable	1,193.53	1,747.13
Other Current Liabilities	170.81	329.37
Current Provisions	0.38	2.52
<b>Total Current Liabilities</b>	<b>2,514.05</b>	<b>2,292.82</b>
<b>Total Equity and Liabilities</b>	<b>1,900.79</b>	<b>2,949.87</b>



Galaxy Cloud Kitchens Limited  
CIN: L15100MH1981PLC024988

Statement Of Cash Flow For Year Ended 31st March, 2023

Particulars	(Rs. in Lakhs)	
	Year Ended March 31, 2023	Year Ended March 31, 2022
<b>A Cash Flow from operating activities</b>		
Profit before income tax	(899.59)	89.61
Interest income	(2.92)	(5.60)
Credit Balance Written Bank	671.58	470.16
Depreciation and amortization expenses	263.84	381.10
Finance costs	68.13	23.30
Loss/ (Profit) on sale/Scrap of fixed assets	235.88	0.59
Provision for doubtful debts	134.34	-
Bad Debts	111.83	0.12
Gain on termination of lease asset	(8.93)	-
<b>Operating Cash Profit before Working Capital Changes</b>	<b>574.16</b>	<b>959.17</b>
<b>Change in operating assets and liabilities</b>		
(Increase)/decrease in trade receivables	146.45	52.86
(Increase)/decrease in inventories	80.60	(48.61)
(Increase)/decrease in other financial and other assets	63.05	87.58
Increase/(decrease) in trade payables, other liabilities and provisions	(1,659.49)	(1,126.20)
<b>Cash outflow from operations</b>	<b>(795.23)</b>	<b>(75.20)</b>
Income taxes paid	68.94	(44.51)
<b>Net cash outflow from operating activities</b>	<b>(726.29)</b>	<b>(119.71)</b>
<b>B Cash inflow from investing activities:</b>		
Sale proceeds of property, plant and equipment, Right of use Assets	136.43	(138.51)
Purchase of property, plant and equipment	(81.90)	(34.85)
Interest received	2.92	5.60
<b>Net cash inflow from investing activities</b>	<b>57.45</b>	<b>(167.76)</b>
<b>C Cash outflow from financing activities</b>		
Proceeds from / ( Repayment of ) Borrowings	727.80	-
Interest paid	(68.13)	(23.30)
<b>Net cash outflow from financing activities</b>	<b>659.67</b>	<b>(23.30)</b>
Net increase/(decrease) in cash and cash equivalents	(9.17)	(310.66)
Add. Cash and cash equivalents at the beginning of the financial year	(2.06)	308.60
Cash and cash equivalents at the end of the year	<b>(11.23)</b>	<b>(2.06)</b>

Cash and Cash Equivalent as per above comprises of the following

Particulars	(Rs. in Lakhs)	
	Year Ended March 31, 2023	Year Ended March 31, 2022
Cash and Cash Equivalents	6.60	13.26
Bank Overdraft	(17.83)	(15.32)
Balance as per statement of Cash Inflows	<b>(11.23)</b>	<b>(2.06)</b>





**Notes to the financial results:**

- 1 The above results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on May 24, 2023.
- 2 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.
- 3 The Company has only one business segment i.e. "Food & Beverages".
- 4 Government of India's Code for Social Security 2020 (the 'Code') received assent from the President in September 2020. However, the date from when the Code will become applicable and the rules have not been notified. The Company will assess the impact of the Code and account for the same once the Code becomes effective and rules are notified.
- 5 Figures for the corresponding previous period / year have been regrouped / reclassified wherever necessary. Figures for the quarter ended March 31, 2023 and March 31, 2022 are the balancing figures between audited figures in respect of the full financial years ended on those dates and the published reviewed year-to-date figures upto the third quarter of the respective financial year.
- 6 The entire networth of the Company has been eroded due to losses incurred in the current year and its current liabilities exceed its current assets which indicate a material uncertainty exists that may cast a significant doubt on the company's ability to continue as a going concern. The Company is committed to improve its operational efficiency and has taken various initiatives to boost sales and reduce cost. These initiatives are already yielding desired results and the management is confident that the networth will turn positive in the near future and yield sustainable cash flows to meet all its obligations. Accordingly, the financials of the Company have been prepared on going concern basis. Company is ordinarily viewed as continuing in business for the foreseeable future with neither the intention nor the necessity of liquidation, ceasing trading or seeking protection from creditors pursuant to laws or regulations.
- 7 The Company has shutdown the commissary unit operating at the "13, Veerasandra Industrial Area, 19th KM, Hosur Road, Bengaluru 560100, in Karnataka" with effect from October 12th, 2022. Accordingly Profit/(loss) from the division has been shown as discontinued operation in all the reported periods/year and Fixed assets of this division are classified as held for sale in the current year. The Company has made the necessary accounting related as per the IND AS 105 and INDAS 36.
- 8 The contingent Liability amounting to Rs 256.53 Lakh relates to the employees of shut down Bangalore Commissary which is not finalized yet and the same will be accounted and provisioned once the liability is confirmed.
- 9 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](http://www.bseindia.com) and on website of the Company at [www.galaxycloudkitchens.in](http://www.galaxycloudkitchens.in).

On Behalf of the Board of Directors  
For Galaxy Cloud Kitchens Limited

  
Nishant Chelakia  
CEO and WTD  
DIN: 05200058

Place : Mumbai

Date : May 24th, 2023







May 24, 2023

To,  
Dept. of Corporate Services (CRD),  
BSE Limited  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai - 400 001

**Scrip Code : 506186**

Dear Sir / Madam

**Sub.: Declaration under Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) read with SEBI Circular No. CIR/CFD/CMD/56/2016 dated May 27, 2016.**

In compliance with the provisions of Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) read with SEBI Circular No. CIR/CFD/CMD/56/2016 dated May 27, 2016 issued by the Securities and Exchange Board of India, the Company hereby declares that, M/s S A R A & Associates, Chartered Accountants, the Statutory Auditors of the Company have issued the Audit Report on Audited Financial Results of the Company for the quarter and financial year ended March 31, 2023 with unmodified opinion.

Kindly take the above information on your records

Yours faithfully,

**For Galaxy Cloud Kitchens Limited**

NISHANT  
JITENDRA  
DHOLAKIA

Digitally signed by NISHANT JITENDRA DHOLAKIA  
DN: cn=IN, o=PERSONAL,  
pseudoym=8b3c28d59130463baaf21dc9396514b,  
2.5.4.2ip=2421f194c1758457d868e626e7846c0e11b3c  
8b83425d12464b3eb8ccedd, postalCode=400068,  
1stMaharashtra,  
serialNumber=16f4cc983639358dad11a8db727c7d895  
03064d9c0ffafcc300aba3772cde6, cn=NISHANT  
JITENDRA DHOLAKIA  
Date: 2023.05.24 13:27:37 +05'30'

**Nishant Dholakia  
Director & CEO  
DIN: 05200058**

**We Confirm**

YOGESH  
KUMAR  
RAWAL

Digitally signed by YOGESH KUMAR RAWAL,  
DN: cn=IN, o=PERSONAL, serialNumber=16f4cc983639358dad11a8db727c7d89503064d9c0ffafcc300aba3772cde6, cn=NISHANT JITENDRA DHOLAKIA  
Date: 2023.05.24 13:31:04 +05'30'

**Yogesh Rawal  
Membership No. 146464  
Partner  
S A R A & Associates  
Chartered Accountants  
Firm Registration No. 120927W**

**CIN: L15100MH1981PLC024988**

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