

SURAT TEXTILE MILLS LIMITED

Regd. Office: Tulsi Krupa Arcade, 6th Floor, Near Aai Mata Chowk, Puna-Kumbharia Road, Dumbhal, Surat 395010

CIN: L17119GJ1945PLC000214; **Website:** www.surattextilemillsLtd.com, **e-mail:** sharedepartment@stml.in

Tel.No.:(0261) 2311198 Fax : (0261) 2311029

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2020

(Rs. in Lakhs except per share data)

Sr. No.	Particulars	Quarter ended			Year ended
		30/06/2020 (Unaudited)	31/03/2020 (Audited) Refer Note No.7	30/06/2019 (Unaudited)	31/03/2020 (Audited)
1	Income				
	(a) Sales / Revenue from Operations	750.91	4315.26	3734.75	18028.46
	(b) Other Income	158.24	107.31	92.53	460.79
	Total Income	909.15	4422.57	3827.28	18489.25
2	Expenses				
	(a) Cost of Materials Consumed	516.27	3191.15	3109.09	14036.35
	(b) Purchases of Stock-in-Trade	0.00	0.00	0.00	0.00
	(c) Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	(4.18)	246.63	(140.61)	35.90
	(d) Employee Benefits Expense	48.17	54.44	46.06	216.34
	(e) Finance Costs	2.50	16.51	39.32	76.54
	(f) Depreciation and Amortisation Expense	9.68	26.78	7.79	46.39
	(g) Other Expenses	254.57	753.04	585.80	2999.02
	Total Expenses	827.01	4288.55	3647.45	17410.54
3	Profit Before Exceptional Item and Tax (1-2)	82.14	134.02	179.83	1078.71
4	Exceptional Items	0.00	0.00	0.00	0.00
5	Profit Before Tax (3-4)	82.14	134.02	179.83	1078.71
6	Tax Expense				
	(a) Current Tax	13.98	20.13	30.54	166.09
	(b) Deferred Tax	20.17	15.60	41.25	129.43
	(c) Taxes in respect of earlier year	0.00	2.87	0.00	2.87
7	Profit for the Period (5-6)	47.99	95.42	108.04	780.32
8	Other Comprehensive Income/(Loss) (Net of Tax)				
	(a) Items that will not be reclassified to Profit or Loss	209.09	(158.44)	(28.85)	(354.91)
	(b) Income tax relating to items that will not be reclassified to Profit or Loss	(4.76)	(56.11)	3.21	(34.24)
	Total Other Comprehensive Income/(Loss) (Net of Tax)	204.33	(214.55)	(25.64)	(389.15)
9	Total Comprehensive Income for the Period (7+8)	252.32	(119.13)	82.40	391.17
10	Paid-up Equity Share Capital (Face Value Rs.1/-)	2220.64	2220.64	2220.64	2220.64
11	Other Equity excluding Revaluation Reserve	--	--	--	10261.40
12	Earnings per equity share (Face Value Rs.1/-) (Not Annualised for the quarter)	0.02	0.04	0.05	0.35

See accompanying notes to the Financial Results

Notes to the Financial Results:

- 1 The financial results of the Company have been prepared in accordance with Indian Accounting Standards ('Ind AS') notified under section 133 of the Companies Act, 2013 ('Act') read with Companies (Indian Accounting Standards - Ind AS) Rules 2015 as amended and other recognised accounting practices and policies to the extent applicable.
- 2 The results for the quarter ended 30th June, 2020 were reviewed by the Audit Committee and approved by the Board of Directors of the Company at its meeting held on 15th September, 2020. The Statutory Auditors have expressed unmodified audit opinion.
- 3 The Company's operations and financial results for the quarter ended 30th June, 2020 have been adversely impacted by the lockdown imposed to contain the spread of Covid-19. The manufacturing operations gradually resumed with requisite precautions during the quarter with limited availability of workforce and disrupted supply chain. Further, due to the lack of demand for premium clothing during lockdown, the demand for polyester chips has significantly reduced and therefore the manufacturing activity of the Company at our plant located at Village Jolva, Taluka Palsana, Dist. Surat has been temporarily shutdown. The results for the quarter ended 30th June, 2020 are therefore not comparable with those for the previous & corresponding quarter. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the Company has assessed the impact of pandemic on its financial results / operations based on the internal and external information including credit reports and related information, economic forecasts and consensus estimates from market sources on the expected future performance of the company, available up to the date of approval of these financial results and expects to recover the carrying value of its assets. The Company continues to monitor the economic effects of the pandemic while taking steps to improve its operations and financial performance. Given the uncertainties, the impact of COVID-19 may be different from that estimated as at the date of approval of these financial results.
- 4 Considering the current economic slowdown due to Covid-19 pandemic, the Board re-considered the said proposal for sale / transfer / dispose of the assets of 'Spinning Division' as well as the Polycondensation Plant along with Land & Building and the Inventories at Village Jolwa and the Board is of the view that the proposed sale of the aforesaid undertaking may not be able to realize the desired valuation at this time and would consider the proposal at appropriate time in future based on the market scenario. Accordingly the Board decided to revoke the earlier resolution passed on 21st July, 2020.
- 5 The Company's business segment consists of a single segment of "Textiles" in accordance with Ind AS 108 - 'Operation Segments' notified pursuant to the Companies (Indian Accounting Standard) Rules, 2015.
- 6 The Company does not have any Exceptional item to report in above periods.
- 7 The figures for the preceding quarter ended 31st March, 2020 with respect to financial results are the balancing figures between audited figures in respect of the full previous financial year 2019-20 and the published year-to-date figures up to nine months ended 31st December, 2019.
- 8 The figures for the corresponding previous periods have been regrouped / reclassified, wherever necessary, to make them comparable.

**For and on behalf of the Board of Directors of
Surat Textile Mills Limited
Sd/-**

**Manikant R. Momaya
Managing Director
DIN: 00023993**

Place: Surat
Date: 15/09/2020