

EASTERN SILK INDUSTRIES LTD.

Regd. Office: 19, R.N. MUKHERJEE ROAD, KOLKATA- 700 001

Corporate Identity Number : L17226WB1946PLC013554

Phone : 033-22430817, Fax-033-22482486

Email :investors@easternsilk.com

Website:www.easternsilk.com

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 31ST DECEMBER, 2017**PREPARED IN COMPLIANCE WITH THE INDIAN ACCOUNTING STANDARDS(IND-AS)**

(` in Lakhs)

SI No.	Particulars	Quarter Ended			Nine Months Ended	
		31/12/2017 (Unaudited)	30/09/2017 (Unaudited)	31/12/2016 (Unaudited)	31/12/2017 (Unaudited)	31/12/2016 (Unaudited)
1	Revenue					
	a) Revenue from Operation	1,312.01	1,223.62	1,400.71	3,780.33	4,416.02
	b) Other income	2.03	2.12	3.88	20.65	478.38
	Total Revenue	1,314.04	1,225.74	1,404.59	3,800.98	4,894.40
2	Expenses					
	(a) Cost of materials consumed	134.26	174.87	286.85	554.31	1,007.95
	(b) Purchases of stock-in-trade	251.71	205.12	660.43	1,062.05	1,654.04
	(c) Purchase Return of stock-in-Trade	-	-	-	-	-
	(d) Changes in inventories of Finished Goods, Work-in- Progress and Stock-in-Trade	113.11	91.21	(153.77)	(37.56)	(504.61)
	(e) Employee benefit expenses	211.30	191.29	192.40	589.97	548.85
	(f) Finance cost (refer to note no 2)	-	-	-	-	-
	(g) Depreciation	219.25	221.88	275.17	661.13	823.74
	(h) Provision for doubtful debts (net)	-	-	-	-	4,297.82
	(i) Other Expenses	552.29	592.47	646.04	1,711.13	2,048.75
	Total expenses	1,481.92	1,476.84	1,907.12	4,541.03	9,876.54
3	Profit / (Loss) from operations before exceptional items (1-2)	(167.88)	(251.10)	(502.53)	(740.05)	(4,982.14)
4	Exceptional items	-	-	-	-	3,816.00
5	Profit / (Loss) from ordinary activities before tax (3+4)	(167.88)	(251.10)	(502.53)	(740.05)	(1,166.14)
6	Tax expenses					
	(a) Provision for taxation-Current	-	-	-	-	-
	(b) Income-tax for Earlier years	-	-	-	0.03	-
	(c) Provision for tax-Deferred	-	-	-	-	-
7	Net Profit / (Loss) for the period	(167.88)	(251.10)	(502.53)	(740.08)	(1,166.14)
8	Other Comprehensive Income (OCI)					
	(a) Item that will not be reclassified to Profit & Loss (Net of Tax)	0.17	0.04	(0.04)	0.17	(0.10)
	(b) Item that will be reclassified to Profit & Loss (Net of Tax)					
9	Total Comprehensive Income(After tax)	(167.71)	(251.06)	(502.57)	(739.91)	(1,166.24)
10	Paid-up equity share capital	1,579.05	1,579.05	1,579.05	1,579.05	1,579.05
	(Face Value of each share- ` 2/-)					
11	Earnings per share					
	(of ` 2/-each) (not annualised):					
	(a) Basic	(0.21)	(0.32)	(0.64)	(0.94)	(1.48)
	(b) Diluted	(0.21)	(0.32)	(0.64)	(0.94)	(1.48)

Notes :			
1	The operation of the Company relate to only one segment viz. Textiles and therefore, has only one reportable segment in accordance with Ind AS 108 "Operating Segments".		
2	<p>Out of the 11(Eleven) Consortium members, the Company have already settled with 4(four) banks/financial Institutions on One Time Settlement (OTS) basis and entered into a settlement arrangement through ARC's for 5(five) banks/financial Institutions and efforts are going on and the Company is hopeful to arrive at the settlement arrangement soon with the remaining 2(Two) banks/financial Institutions.</p> <p>Further, Allahabad Bank vide their letter dated 04th October, 2017, informed about its Loan exposures on the Company has been assigned to Omkara Assets Reconstruction (P) Ltd. Subsequently, Omkara Assets Reconstruction (P) Ltd. vide their letter dated 14th Novemeber, 2017 confirmed the said assignment with the Allahabad Bank by an assignment agreement dated 18th September, 2017. However, pending completion/execution of necessary agreement etc. no impact has been considered in the results for the quarter and nine month ended 31st December, 2017.</p> <p>In view of the above no provision in respect of interest payable, amounting to ` 7,769.04 Lacs, to the banks and financial institutions for the period April'2014 to December'2017 has been made in the Statement of Accounts, as the management is hopeful of substantial relief on settlements with the banks/financial Institutions</p>		
3	'No Lien Term Deposit' with the consortium bankers for ` 2,400.00 Lacs towards 5% deposit of the amount outstanding against the offer of one time settlement were made, of which ` 941.99 Lacs have been appropriated by few banks/financial Institutions towards recovery of their overdue interest. The same has not been recognized by the Company and no adjustment has been made and the principal amount of deposit is continued to be shown as 'No Lien Term Deposit' without accounting for interest accruals. In view of the arbitrary and unilateral decision of the Banks, no provision for interest accrued has been made in the Statement of Accounts.		
4	The Promoters' shareholding remains encumbered in favour of the Lenders. However as on 20th August, 2014 the CDR Scheme has been withdrawn.		
5	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. Beginning April 1, 2017, the Company has for the first time adopted Ind AS with a transition date of April 1,2016.		
6	There is a possibility that these quarterly financial results may require adjustment before constituting the final Ind AS Financial statements as of and for the year ending 31st March 2018 due to changes in financial reporting requirements arising from new or revised standards or interpretations issued by MCA or changes in the use of one or more optional exemptions from full retrospective application as permitted under Ind AS 101.		
7	The statement does not include Ind AS compliant Statement of Results for the previous year ended March 31, 2017 as the same is not mandatory as per SEBI's circular dated July 5, 2016.		
8	There are no complaints pending both at the beginning and end of quarter.		
9	The above results have been reviewed by the Audit Committee and thereafter approved by the Board of Directors at their meeting held on 14th February, 2018. The Statutory Auditors of the Company have carried out review of these results and the results are being published in accordance with Regulation 33 of the SEBI (Listing Obligations & Disclosure Requirements) Regulation, 2015		
10	The reconciliation of "Net Profit/(Loss)" reported in accordance with Indian GAAP to "Total Comprehensive Income" in accordance with Ind AS is given below :-		
		(` in Lakhs)	
	Description	Quarter ended	Nine Months ended
		31/12/2016	31/12/2016
	Net Profit/(Loss) as per Previous GAAP (Indian GAAP)	(502.53)	(1,166.14)
	Ind AS adjustment :		
	Other Comprehensive Income (OCI) (Net of Tax)		
	- Gain/(Loss) on Investment measured at Fair Value	(0.04)	(0.10)
	Total Comprehensive Income	(502.57)	(1,166.24)
11	Previous period/year's figures have been regrouped / rearranged wherever necessary to confirm to current period presentation.		
	Place : Kolkata		For EASTERN SILK INDUSTRIES LTD.
	Date 14th February, 2018		
			S.S.SHAH
			DIN 00491097
			Chairman & Managing Director