

**SURYALAKSHMI COTTON MILLS LIMITED**

CIN-L17120AP1962PLC000923

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**UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2017**

(Amount In Lakhs.)

Particulars	For the Quarter Ended	
	30-Jun-17	30-Jun-16
	Unaudited	Unaudited
I Revenue from operations	17,198.04	18,861.33
II Other income	337.53	243.52
<b>III Total Revenue(I+II)</b>	<b>17,535.57</b>	<b>19,104.84</b>
<b>IV Expenses</b>		
Cost of materials consumed	11,201.71	10,433.58
Purchase of stock In trade	0.00	0.00
Change in inventories of finished goods, stock in trade and work in progress	-2,727.02	-1,526.88
Employee benefit Expenses	1,846.71	1,812.36
Finance costs	877.37	973.95
Depreciation and amortisation expenses	688.68	802.23
Other expenses	5,568.28	5,478.25
<b>Total Expenses(IV)</b>	<b>17,455.74</b>	<b>17,973.50</b>
V Profit before exceptional items and tax(III-IV)	79.83	1,131.34
VI Exceptional Items	0.00	0.00
<b>VII Profit before tax</b>	<b>79.83</b>	<b>1,131.34</b>
<b>VIII Tax expense:</b>		
Current tax	17.00	251.00
Deferred tax	10.63	150.13
<b>IX Profit for the period (VII-VIII)</b>	<b>52.20</b>	<b>730.22</b>
<b>X OTHER COMPREHENSIVE INCOME</b>		
A-(i) Items that will be reclassified to the profit or loss		
(ii) Income tax on items that will be reclassified to the profit or loss		
B-(i) Items that will not be reclassified to the profit or loss		
a) Remeasurement of Defined employee benefit plans		
(ii) Income tax on items that will not be reclassified to the profit or loss		
<b>Total Other Comprehensive Income (net of taxes)</b>	<b>-</b>	<b>-</b>
<b>Total Comprehensive Income for The Period</b>	<b>52.20</b>	<b>730.22</b>
<b>XI Earnings per Equity share-Basic and diluted (not Annualised)</b>	<b>0.31</b>	<b>4.38</b>
Weighted average number of equity shares (In no's)	16,672,290	16,672,290

Notes:

1. The company has presented for the first time , its financial results under Indian accounting standards ("Ind AS") from April 1 , 2017 and accordingly these financial results have been prepared in accordance with the recognition and measurement principles laid down in the Ind AS-34-Interim financial reporting prescribed under section 133 of the companies act 2013 read with the relevant rules issued thereunder and the other accounting principles generally accepted in India. financial results for the comparative period have also been presented in accordance with the recognition and measurement principles of Ind AS-34



2. Reconciliation of Net profit between the financial results as previously reported (referred to as "Previous GAAP") and Ind AS for the Quarter ended 30th June , 2016 are as under:

Nature of Adjustments	Note no	Amount
<u>AS per the Previous GAAP - Profit after Tax for the Quarter ended 30th June,2016</u>		<b>774.82</b>
Interest	a	(47.24)
Depreciation Adjustment	b	3.33
Others	c	(0.70)
<u>AS per Ind AS</u>		<b>730.22</b>

**a. Measurement of financial liabilities**

As per Ind AS, certain financial liabilities like Term Loans from Banks and Financial Institutions, Preference shares and Loan from related parties have been recognised at fair value on initial recognition. Subsequently, those have been measured at amortised cost by using Effective Interest Rate (EIR).

This resultant interest of Rs 8.40 lakhs, Rs 19.71 lakhs and Rs 19.13 lakhs respectively has been charged to profit and loss during the quarter.

**b. Depreciation**

Under Ind AS, upfront fees paid on long term loans are adjusted with the loan amount and measured at amortised cost using effective interest rate. Some of the upfront fees which were capitalised were reversed from Property, Plant and Equipment and thereby the depreciation charged on upfront fees is also reversed back during the quarter ending June 30, 2016.

**c. Other adjustments**

Other adjustments include recognition of fair value gain on investments measured at Fair Value through Profit and Loss, adjustments for lease rental on leasehold land and tax adjustments. These result in a net adjustment of Rs 0.70 lakhs which has been charged to profit for the quarter ended June 2016

3. The above mentioned income from operations are disclosed inclusive of excise duty.

4. The above unaudited financial results have been reviewed by the audit committee and approved by the board at their meeting held on 28th August, 2017. The Statutory Auditors of the Company have carried out a limited review of the results for the current quarter only. The results and other financial information for the quarter ended June 30, 2016 have not been subjected to limited review / audit. However, the management has exercised necessary due diligence to ensure that the standalone financial results provide a true and fair view of its affairs.



For and on behalf of Board of Directors

*L N Agarwal*

L N Agarwal  
Chairman & Managing Director

Place : Secunderabad  
Date : August 28 , 2017

**UNAUDITED SEGMENT-WISE REVENUE, RESULTS, ASSETS AND LIABILITIES FOR THE  
QUARTER ENDED  
JUNE 30, 2017**

₹ in lakhs

Sl. No.	Particulars	Quarter ended	
		30.06.2017	30.06.2016
		Unaudited	Unaudited
1	<b>Segment Revenue</b> (Inclusive of excise duty from each segment)		
	a) Spinning	9,890.07	8,956.23
	b) Denim manufacturing	8,585.54	10,795.87
	c) Power Plant	790.87	1,107.98
	d) Garment	1,644.14	1,820.32
	<b>Total</b>	<b>20,910.62</b>	<b>22,680.40</b>
	Less: Inter Segment Revenue	3,712.58	3,819.07
	<b>Net Sales/Income from Operations</b>	<b>17,198.04</b>	<b>18,861.33</b>
2	<b>Segment Results (Profit)(+)/Loss (-) before Tax and Finance charges from each segment)</b>		
	a) Spinning	456.58	394.63
	b) Denim manufacturing	553.05	1,353.28
	c) Power Plant	40.44	156.84
	d) Garment	(92.86)	200.54
	<b>Total</b>	<b>957.21</b>	<b>2,105.29</b>
	Less: i) Finance charges	877.38	973.95
	ii) Other Un-allocable Expenditure net off		
	Add: Un-allocable income		
	<b>Total Profit before Tax</b>	<b>79.83</b>	<b>1,131.34</b>
3	<b>Segment Assets</b>		
	a) Spinning	28,298.99	27,336.95
	b) Denim manufacturing	35,150.67	29,905.99
	c) Power Plant	13,130.48	13,464.27
	d) Garment	6,114.07	5,034.48
	<b>Total</b>	<b>82,694.21</b>	<b>75,741.69</b>
4	<b>Segment Liabilities</b>		
	a) Spinning	4,636.56	2,700.25
	b) Denim manufacturing	7,820.12	4,766.92
	c) Power Plant	904.67	352.15
	d) Garment	809.97	446.89
	<b>Total</b>	<b>14,171.32</b>	<b>8,266.21</b>
5	<b>Capital Employed</b>		
	a) Spinning	23,662.44	24,636.70
	b) Denim manufacturing	27,330.54	25,139.07
	c) Power Plant	12,225.81	13,112.12
	d) Garment	5,304.10	4,587.59
	<b>Total</b>	<b>68,522.89</b>	<b>67,475.48</b>



*Original*