



Modern Threads (India) Limited

Registered Office :

Unit : Modern Woollens

Hamirgarh Road, Pragati Path, Near Transport Nagar,
Bhilwara-311001 (Rajasthan) India

Tel : 91-1482-241801, Fax : 297924, Email : cs@modernwoollens.com

Website : www.modernwoollens.com, CIN : L17115RJ1980PLC002075

To,

Date : 14/02/2022

The Manager,
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai – 400 023
Scrip Code: 500282

The Manager,
National Stock Exchange of India Ltd.
Exchange Plaza, C-1, Block G,
Bandra Kurla Complex,
Bandra East, Mumbai-400 051
Scrip Code: MODTHREAD

Dear Sir/Madam,

Sub.: Submission of Unaudited Financial Results of the Company for the quarter and nine months ended 31st December, 2021

This is to inform you that in terms of Regulation 33 of SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015 as amended, we hereby enclose a copy of the Unaudited Financial Results of the Company for the quarter and nine months ended 31st December, 2021, along with the limited review report given by the statutory auditors of the Company, which were approved by the Board of Directors at their meeting held on 14th February, 2022, commenced at 3.00 P.M. and concluded at 5.10 P.M..

This is for your information and records.

Thanking You,

Yours faithfully,
FOR Modern Threads (India) Limited

B.L. Saini

(BANWARI LAL SAINI)
Company Secretary & Compliance Officer
Membership No. : A 12576



Encl : as above

Marketing Office : 5, Bhima Building, Sir Pochkhanwala Road, Worli, Mumbai-400030

Plants : **Woollens Division** : Hamirgarh Road, Pragati Path, Near Transport Nagar, Bhilwara-311001 (Rajasthan)

Scanned with CamScanner

Goyal D. Kumar & Co.

CHARTERED ACCOUNTANTS

207-208, Om Textile Tower, Pur Road, Bhilwara-311001(Raj.)

Phone No 01482-241554 Mail: - dkg.bhl@gmail.com

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

To

The Board of Directors of

Modern Threads (India) Ltd

1. We have reviewed the accompanying statement of unaudited Standalone Financial Results of **Modern Threads (India) Ltd ('the Company')** for the quarter ended **31st December, 2021 and the year to date Results for the period 1st April, 2021 to 31st December, 2021 ("the Statement")**, 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").
2. This statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. 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 Engagement (SRE) 2410, "Review of Interim Financial Information performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statement is free of material misstatement. 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 Standards on Auditing specified under section 143(10) of the Companies Act, 2013 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. **Basis for Qualified Conclusion:**
 - i. The company has not provided for interest (Dividend) on cumulative redeemable preference shares for the quarter ended 31.12.2021 Rs.13.06 Lakhs and nine months ended 39.19 lakhs (cumulative Rs. 1345.58 Lakhs up to 31.12.2021). The company has not provided interest (dividend) in view of accumulated losses and also in process of settlement of remaining redeemable preference share capital. (Refer Note No. 4)
 - ii. Balances of trade payables and trade receivables are subject to confirmation and consequential adjustments, if any. (Refer Note No. 5)
5. **Qualified Conclusion**

Based on our review conducted as above, except for the effects/possible effects of the matters stated in Para 4 (including non quantification for the reasons stated therein), nothing has come to our attention that causes us



to believe that the accompanying statement prepared in all material respects in accordance with the applicable Indian Accounting Standards u/s 133 of the Companies Act, 2013 read with relevant rules issued there under and other recognized accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms 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.

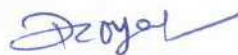
6. Material Uncertainty related to Going Concern

We draw attention that the company had made a reference to The Board of Industrial and Financial Reconstruction (BIFR) based on audited accounts for the financial ended 31st March, 2004 and BIFR in the hearing held on 12th December, 2005 had declared the company as sick industrial company u/s 3(1)(o) of the SICA Act. Consequent to abatement of Sick Industrial Companies (Special Provision) Act, 1985, w.e.f. 01.12.2016 the company has not filed rehabilitation/ revival scheme to NCLT under Insolvency and Bankruptcy Code. The company has accumulated losses with its net worth continuing to stand fully eroded and the financial statements of the company have been prepared on going concern as the Debentures, term loan and accrued interest thereon has been settled and only balance Rs.75 Lakhs is payable till 31.03.2022. The company is expecting compliance of term of settlement and liability will be written back on discharge of full payment. (Refer Note No.3)

Our Conclusion is not modified in respect of this matter.

Place: Bhilwara
Date: 14/02/2022

For Goyal D. Kumar & Co.
Chartered Accountants
Firm Registration No. 007817C



D.K. Goyal
Proprietor

Membership No. 076713

UDIN - 22076713ACAZLP8397





Modern Threads (India) Limited

Registered Office :

Unit : Modern Woollens

Hamirgarh Road, Pragati Path, Near Transport Nagar

BHILWARA-311001 (Rajasthan) INDIA

Tel : +91-1482-241801, Fax : 91-1482-297924

E-Mail : cs@modernwoollens.com

Website : www.modernwoollens.com

CIN : L17115RJ1980PLC002075

Statement of Standalone unaudited Financial Results for the Quarter and Nine Months ended 31/12/2021

(Rs in Lakhs)

Particulars	Quarter Ended			Nine Months Ended		Year ended
	31/12/2021	30/09/2021	31/12/2020	31/12/2021	31/12/2020	31/03/2021
	Un-audited	Un-audited	Un-audited	Un-audited	Un-audited	Audited
1. Income						
(a) Revenue from Operations	5,964.36	5,267.60	4,557.98	15,292.09	10,467.63	14,713.09
(b) Other Income	32.42	28.12	13.30	103.34	67.37	253.93
Total income	5,996.78	5,295.72	4,571.28	15,395.43	10,535.00	14,967.02
2. Expenses						
(a) Cost of Materials consumed	4,185.42	3,205.26	2,398.25	10,355.01	5,883.63	8,748.51
(b) Purchases of stock-in-trade	-	-	-	-	-	-
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(585.24)	(187.15)	280.61	(1,367.86)	594.86	302.95
(d) Employee benefits expense	658.79	638.44	538.20	1,799.13	1,311.05	1,879.04
(e) Finance costs	39.75	58.42	0.38	137.96	8.28	148.82
(f) Depreciation and amortisation expense	80.94	72.09	73.22	223.02	217.18	276.74
(g) Other expenses	-	-	-	-	-	-
Manufacturing Expenses	1,000.76	942.67	730.13	2,700.80	1,776.85	2,599.53
Administrative and Selling Expenses	359.46	322.73	238.58	898.18	606.10	909.40
Total Expenses	5,739.88	5,052.46	4,259.37	14,746.24	10,397.95	14,864.99
3. Profit/(Loss) before exceptional items and Tax (1-2)	256.90	243.26	311.91	649.19	137.05	102.03
4. Exceptional Items	-	-	-	-	-	70.00
5. Profit/(loss) before tax (3-4)	256.90	243.26	311.91	649.19	137.05	172.03
6. Tax expense	-	-	-	-	-	-
7. Net Profit / (Loss) after tax (5 -6)	256.90	243.26	311.91	649.19	137.05	172.03
8. Other Comprehensive Income						
(a) Items that will not be reclassified to profit or loss (net of Tax) (Refer Note 7)	8.32	8.31	(0.73)	24.95	(2.19)	33.27
(b) Items that will be reclassified to profit or loss (net of Tax)	-	-	-	-	-	-
Other Comprehensive Income for the period (8a+8b)	8.32	8.31	(0.73)	24.95	(2.19)	33.27
9. Total Comprehensive Income (7 + 8)	265.22	251.57	311.18	674.14	134.86	205.30
10. Paid-up equity share capital (Face Value of the Share Rs.10 /-)	3,477.52	3,477.52	3,477.52	3,477.52	3,477.52	3,477.52 (15,391.49)
11. Other Equity excluding revaluation reserve						
12. Earnings Per Share (Basic/Diluted) in Rs.						
(a) Basic	0.74	0.70	0.90	1.87	0.39	0.49
(b) Diluted	0.74	0.70	0.90	1.87	0.39	0.49



Signature

Marketing Office

: 5, Bhima Building, Sir Pochkhanwala Road, Worli, Mumbai - 400030 (Maharashtra)

Plant [Woollens Division
Yarn Division

: Hamirgarh Road, Pragati Path, Near Transport Nagar, Bhilwara - 311001 (Rajasthan)

: Village Raila, District - Bhilwara - 311024 (Rajasthan)



Modern Threads (India) Limited

Registered Office :

Unit : Modern Woollens

Hamirgarh Road, Pragati Path, Near Transport Nagar

BHILWARA-311001 (Rajasthan) INDIA

Tel : +91-1482-241801, Fax : 91-1482-297924

E-Mail : cs@modernwoollens.com

Website : www.modernwoollens.com

CIN : L17115RJ1980PLC002075

STANDLONE SEGMENTWISE REVENUE, RESULTS, ASSETS AND LIABILITIES FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2021

(Rs in Lakhs)

Particulars	Quarter Ended			Nine Months ended		Year ended
	31.12.2021	30.09.2021	31.12.2020	31.12.2021	31.12.2020	31/03/2021
	Un-audited	Un-audited	Un-audited	Un-audited	Un-audited	Audited
1. Segment Revenue						
(a) Woollen	3,406.19	3,045.96	2,894.62	9,066.22	6,883.96	9,386.21
(b) Synthetic Yarn	2,558.17	2,221.64	1,663.36	6,225.87	3,583.67	5,326.88
(c) Others	-	-	-	-	-	-
Total	5,964.36	5,267.60	4,557.98	15,292.09	10,467.63	14,713.09
Less: Inter Segment Sales	-	-	-	-	-	-
Net sales/Revenue from Operations	5,964.36	5,267.60	4,557.98	15,292.09	10,467.63	14,713.09
2. Segment Results						
Profit / (Loss) before tax, Finance Costs & Exceptional item	211.67	318.28	193.04	750.25	195.58	398.46
(a) Woollen	84.98	(16.60)	119.25	36.90	(50.25)	(147.61)
(b) Synthetic Yarn	-	-	-	-	-	-
(c) Others	-	-	-	-	-	-
Total	296.65	301.68	312.29	787.15	145.33	250.85
Less: i) Finance Costs	39.75	58.42	0.38	137.96	8.28	148.82
Less: ii) other Unallocable exp net off unallocable income	-	-	-	-	-	-
Profit/(Loss) before tax and exceptionoal item	256.90	243.26	311.91	649.19	137.05	102.03
Add: iii) Exceptional items	-	-	-	-	-	70.00
Total Profit/(Loss) Before Tax	256.90	243.26	311.91	649.19	137.05	172.03
3. Segment Assets						
(a) Woollen	10,180.35	8,948.14	8,650.51	10,180.35	8,650.51	8,267.04
(b) Synthetic Yarn	3,106.96	2,957.85	2,454.72	3,106.96	2,454.72	2,829.49
(c) Others	1,150.86	1,150.86	1,150.85	1,150.86	1,150.85	1,150.86
Total	14,438.17	13,056.85	12,256.08	14,438.17	12,256.08	12,247.39
4. Segment Liabilities						
(a) Woollen	4,276.62	3,104.42	2,766.18	4,276.62	2,766.18	2,598.06
(b) Synthetic Yarn	12,551.15	12,607.25	12,624.08	12,551.15	12,624.08	12,713.07
(c) Others	8,850.23	8,850.23	8,850.23	8,850.23	8,850.23	8,850.23
Total	25,678.00	24,561.90	24,240.49	25,678.00	24,240.49	24,161.36



For and on behalf of the Board of Directors
Modern Threads (India) Limited

Ram Awatar Kabra
Executive Director
DIN:00945603

Place : Bhilwara

Date : 14/02/2022

Marketing Office

Plant [Woollens Division
Yarn Division

: 5, Bhima Building, Sir Pochkhanwala Road, Worli, Mumbai - 400030 (Maharashtra)

: Hamirgarh Road, Pragati Path, Near Transport Nagar, Bhilwara - 311001 (Rajasthan)

: Village Raila, District - Bhilwara - 311024 (Rajasthan)



Modern Threads (India) Limited

Registered Office :

Unit : Modern Woollens

Hamirgarh Road, Pragati Path, Near Transport Nagar

BHILWARA-311001 (Rajasthan) INDIA

Tel : +91-1482-241801, Fax : 91-1482-297924

E-Mail : cs@modernwoollens.com

Website : www.modernwoollens.com

CIN : L17115RJ1980PLC002075

Notes:-

- 1 The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 14/2/2022
- 2 These financial results have been prepared in accordance with the recognition and measurement principles of applicable Indian Accounting Standards("Ind AS") notified under the companies (Indian Accounting Standards) Rules, 2015, as ammended, as specified in section 133 of the Companies Act, 2013 and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations,2015, as amended , except stated otherwise.
- 3 The company based on audited accounts for the financial year ended 31st March, 2004 had been declared as a sick industrial company u/s 3(1)(o) of the SICA Act by The Board of Industrial and Financial Reconstruction (BIFR) in the hearing held on 12th December, 2005. Consequent to abatement of Sick Industrial Companies (Special Provision) Act, 1985 w.e.f. 01/12/2016, the company has not filed rehabilitation/ revival scheme to NCLT under Insolvency and Bankruptcy Code. The company has accumulated losses with its net worth continuing to stand fully eroded and the financial statements of the company have been prepared on going concern, as the non current secured borrowings have been settled and only balance Rs.75 Lakhs is payable till 31.03.2022. The company is expecting compliance of term of settlement and liability will be written back on discharge of full payment
- 4 The company has not provided for interest (Dividend) on cumulative redeemable preference shares for the Quarter ended 31-12-2021 Rs. 13.06 Lakhs and Nine Months ended Rs. 39.19 Lakhs (cumulative Rs. 1345.58 Lakhs up to 31-12-2021). The company has not provided Interest (Dividend) in view of accumulated losses and also in process of settlement of remaining redeemable preference share capital.
- 5 Balances of trade payables and trade receivable are subject to confirmation and consequential adjustments, if any.
- 6 Share Application Money Rs. 1450 Lakhs has been raised pursuant to restructuring / settlement scheme submitted to BIFR but consequent to abatement of Sick Industrial Companies (Special Provision) Act, 1985 w.e.f. 01/12/2016 , it become refundable.
- 7 Provision for Income Tax has not been made in view of accumulated losses and deferred tax asset has not recognised in the financial statement as a matter of prudence.
- 8 The company has taken into account the possible impacts of known events, upto the date of the approval of these financial results, arising from COVID-19 pandemic on the carrying value of the assets and liabilities as at 31st December, 2021. However, there exists significant estimation uncertainty in relation to the future impact of COVID-19 pandemic on the Company and, accordingly, the actual impact in the future may be different from those presently estimated. The Company will continue to monitor any material change to the future economic conditions and consequential impact on the financial results.
- 9 Figures for the previous periods, wherever necessary have been regrouped/ reclassified to conform to the current periods presentation.



Place : Bhilwara

Date : 14/02/2022

**For and on behalf of the Board of Directors
Modern Threads (India) Limited**

Ram Awatar Kabra

Executive Director

DIN:00945603

Marketing Office

Plant [**Woollens Division**
Yarn Division

: 5, Bhima Building, Sir Pochkhanwala Road, Worli, Mumbai - 400030 (Maharashtra)

: Hamirgarh Road, Pragati Path, Near Transport Nagar, Bhilwara - 311001 (Rajasthan)

: Village Raila, District - Bhilwara - 311024 (Rajasthan)