



19<sup>th</sup> June, 2020

Department of Corporate Services  
BSE Limited  
P.J. Towers, Dalal Street  
Mumbai - 400 001

Dear Sir,

**Security Code - 533018**

**Sub. : Audited Financial Results for the quarter /year ended 31<sup>st</sup> March, 2020  
alongwith Declaration with regard to the Audit Report**

Pursuant to Regulation 30 read with Schedule III of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the Listing Regulations, 2015) we are pleased to inform that the Board of Directors of the Company at its meeting held on today i.e. 19<sup>th</sup> June, 2020, *inter-alia*, considered and approved the Audited Financial Results for the quarter/year ended 31<sup>st</sup> March, 2020 and the said results have been reviewed by the Audit Committee.

We hereby declare that the M/s K.M. SHAH & CO., Statutory Auditors of the Company have issued an Audit Report with unmodified opinion on Audited Financial Results of the Company for the financial year ended 31<sup>st</sup> March, 2020 in terms of Regulation 33(3)(d) of the Listing Regulations, 2015 read with SEBI circular no. CIR/CFD/CNID/56/2016 dated 27<sup>th</sup> May, 2016.

Kindly take the same on your record and acknowledge the receipt for the same.

Thanking you,

Yours faithfully,  
For **Simplex Mills Company Limited**

**Sd/  
Shekhar R Singh  
Director**

Encl.: as above

**CIN-L65900MH1998PLC116585**

**Simplex Mills Compound, 30, Keshavrao Khadye Marg,  
Sant Gadge Maharaj Chowk, Mahalaxmi (E), Mumbai - 400011.**

**T : 2308 2951-54 F : 2307 2773**

**E : mills@simplex-group.com W : www.simplex-group.com**

*K. M. Shah & Co.*

**CHARTERED ACCOUNTANTS**

**K. M. SHAH, B. com., F. C. A.**

Tele. { Office : 2343 33 68  
Fax : 2344 06 49  
Resi : 2353 35 25

Adamji Building, Room No. 207,  
413, Narsi Natha Street,  
Near Caranc Bridge,  
MUMBAI - 400 009.

**INDEPENDENT AUDITOR'S REPORT ON AUDIT OF QUARTERLY AND ANNUAL  
STANDALONE FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF SIMPLEX MILLS COMPANY LIMITED**

**Opinion**

We have audited the accompanying "Statement of Audited Standalone Financial Results for the Quarter and Year Ended March 31, 2020" of Simplex Mills Company Limited ("the Company"), ("the Statement"), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

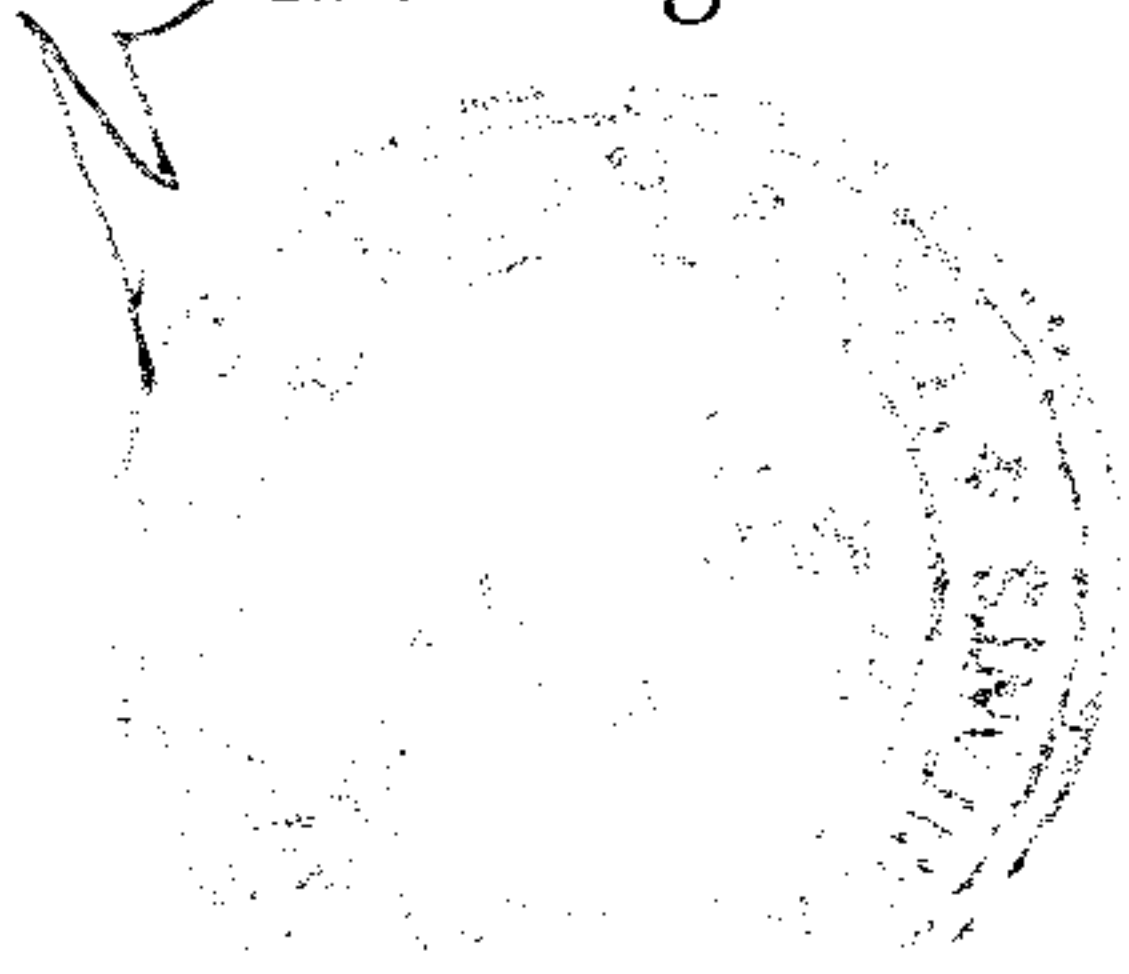
- (i) is presented in accordance with the requirements of the Listing Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ; and
- (ii) gives a true and fair view in conformity with the applicable Indian Accounting Standards and other accounting principles generally accepted in India, of the netprofit and total comprehensive income/loss and other financial information of the Company for the quarter and year March 31, 2020.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing ("SAs") as specified under Section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those Standards are further described in Auditor's Responsibilities 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 Standalone Financial Results for the year ended March 31, 2020 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 ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

**Management's Responsibilities for the Statement**

The Statement has been prepared on the basis of the annual financial statements. The Board of Directors of the Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit after tax and other comprehensive income/loss and other financial information of the Company in accordance with the applicable Indian Accounting Standards 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 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 the 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.

In preparing the Standalone Financial Results, the Board of Directors are 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.

The Board of Directors are also responsible for overseeing the financial reporting process of the Company.

### **Auditor's Responsibilities for audit of the Standalone Financial Results**

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 SAs 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 the Statement.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism 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 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 adequate internal financial control system in place 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 Board of Directors.
- Conclude on the appropriateness of the Board of Directors' 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 ability of the Company 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.

- Obtain sufficient appropriate audit evidence regarding the Statement to express an opinion on the Statement.

Materiality is the magnitude of misstatements in the Statement that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the 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 Statement.

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.

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.

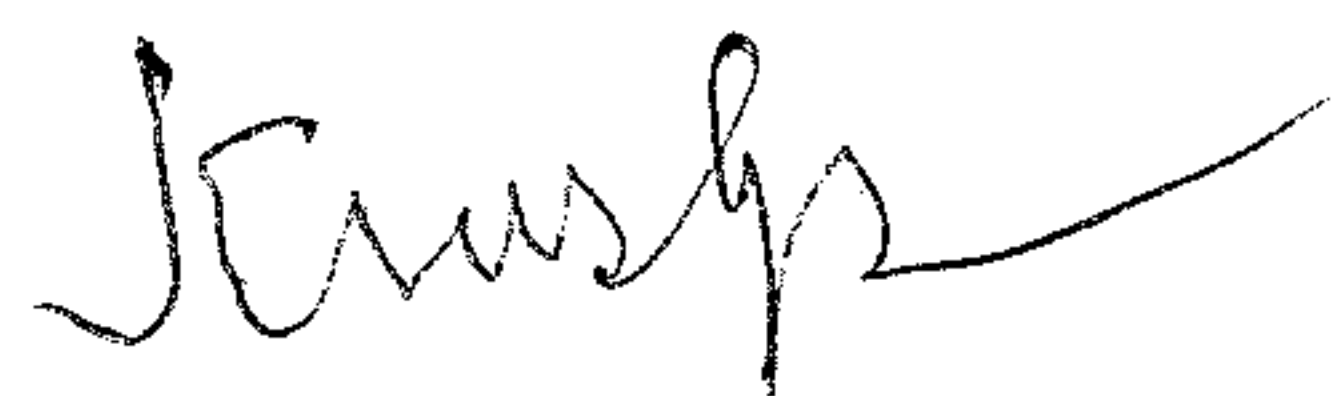
#### Other Matter

The Statement includes the results for the quarter ended 31<sup>st</sup> March 2020 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year, which were subjected to a limited review by us.

For K.M. Shah & Co.

*Chartered Accountants*

Firm's registration number: 109637W



Kantilal M. Shah

Proprietor

Membership number: 003857

Dated: 19/06/2020

Mumbai

UDIN: 20003857AAAABE2569

**STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2020**

(₹ in Lakhs)

Sr. No.	Particulars	Quarter ended			Year ended	
		31.03.2020	31.12.2019	31.03.2019	31.03.2020	31.03.2019
		Audited	Unaudited	Audited	Audited	Audited
1	Revenue from operations	15.17	-	10.84	15.17	10.98
2	Other income	14.53	13.70	17.20	55.46	28.18
3	<b>Total Income (1+2)</b>	<b>29.70</b>	<b>13.70</b>	<b>28.04</b>	<b>70.63</b>	<b>39.16</b>
4	<b>Expenses:</b>					
	a) Purchases of stock-in-trade	14.92	-	10.53	14.92	10.53
	b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	-	-	-	-	0.99
	c) Employee benefits expense	-	0.65	0.16	2.30	1.04
	d) Finance costs	3.91	3.77	4.82	14.91	4.87
	e) Depreciation and amortisation expense	2.19	2.20	2.20	8.78	8.78
	f) Other expenses	6.95	6.40	(5.10)	28.66	28.67
	<b>Total expenses</b>	<b>27.97</b>	<b>13.02</b>	<b>12.61</b>	<b>69.57</b>	<b>54.88</b>
5	<b>Profit / (Loss) before exceptional items and tax (3-4)</b>	<b>1.73</b>	<b>0.68</b>	<b>15.43</b>	<b>1.06</b>	<b>(15.72)</b>
6	Exceptional items (net)- (refer note 3)	10.00	6.00	-	56.59	-
7	<b>Profit / (Loss) before tax (5+/-6)</b>	<b>11.73</b>	<b>6.68</b>	<b>15.43</b>	<b>57.65</b>	<b>(15.72)</b>
8	Tax expense	-	-	-	-	-
9	<b>Profit / (Loss) for the period (7-8)</b>	<b>11.73</b>	<b>6.68</b>	<b>15.43</b>	<b>57.65</b>	<b>(15.72)</b>
10	Other Comprehensive Income - (OCI)- (net of tax)	-	-	-	-	-
11	<b>Total Comprehensive Income / (Expense) for the period (9 +/- 10)</b>	<b>11.73</b>	<b>6.68</b>	<b>15.43</b>	<b>57.65</b>	<b>(15.72)</b>
12	Paid-up Equity share capital ( Face value of the Share of ₹ 10/- each )	300.05	300.05	300.05	300.05	300.05
13	Other equity excluding Revaluation Reserves	-	-	-	(712.03)	(769.68)
14	<b>Basic and Diluted Earnings per share ( of ₹ 10/- each )*</b>	<b>0.39</b>	<b>0.22</b>	<b>0.51</b>	<b>1.92</b>	<b>(0.52)</b>

\*Not annualised, except year end basic and diluted EPS

**Notes :**

- The above results of the Company have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 19th June, 2020.
- The financial results are in accordance with the Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act, 2013 read with rules made thereunder and other recognised accounting practices and policies to the extent applicable.
- Exceptional items includes the amount which had been written off in earlier years, which is recovered / adjusted during the current quarter and year after settlement with the debtor and pursuant to the order of Hon'ble Principal District Judge, Akola on Compromise Petition filed by the Company and debtor. The recovery of ₹ 59.79 lakhs for the year has been shown as an exceptional item, out of this amount ₹ 10.00 lakhs recovered during the current quarter. Further, during the year, the Company has paid ₹ 3.20 lakhs to the ex-worker of the Company pursuant to the order of the Labour Commissioner, Akola and the same has been shown as an exceptional item.
- The Company, as at the date approval of these financial results has considered internal and external sources of information, in assessing the possible effects that may result from the global health pandemic relating to COVID-19 on the carrying amounts of loans, investments, receivables, inventories and other assets. As on the date of approval of these financial results, the Company has concluded that the impact of COVID - 19 is not material based on these estimates and expects to recover the carrying amount of these assets. Due to the nature of the pandemic, the Company will continue to monitor any changes to the future economic conditions.
- The Company has only one reportable segment viz. "Textile", disclosure under Ind AS 108 on "Operating Segments" is not applicable.
- The figures for the last quarter are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the respective financial year.
- Figures of the previous quarter/year have been regrouped, wherever necessary, to conform to the current quarter/year's presentation.
- The statutory auditors have expressed an unqualified audit opinion on the audited financial results for the quarter and year ended 31st March, 2020

For Simplex Mills Company Limited

Sd/-

Shekhar R Singh  
Director

Mumbai, 19th June, 2020

CIN-L65900MH1998PLC116585

Simplex Mills Compound, 30, Keshavrao Khadye Marg,  
Sant Gadge Maharaj Chowk, Mahalaxmi (E), Mumbai - 400011.

T : 2308 2951-54 F : 2307 2773

E : mills@simplex-group.com W : www.simplex-group.com



AUDITED STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST MARCH, 2020

(₹ in Lakhs)

	Particulars	Year ended 31.03.2020	Year ended 31.03.2019
<b>A</b>	<b>ASSETS</b>		
<b>I</b>	<b>Non-Current Assets</b>		
	Property, Plant and Equipment	421.13	429.91
	Financial Assets:		
	Other Financial Assets	0.33	0.33
	Other Non-Current Assets	13.58	13.18
	<b>Total Non-current Assets</b>	<b>435.04</b>	<b>443.42</b>
<b>II</b>	<b>Current Assets</b>		
	Inventories	1.70	1.70
	Financial Assets:		
	Investments	4.79	-
	Trade Receivables	15.93	11.38
	Cash and Cash Equivalents	10.10	1.32
	Loans	217.05	163.85
	Other Financial Assets	5.59	2.54
	Other Current Assets	8.77	7.15
	<b>Total Current Assets</b>	<b>263.93</b>	<b>187.94</b>
	<b>TOTAL ASSETS</b>	<b>698.97</b>	<b>631.36</b>
<b>B</b>	<b>EQUITY AND LIABILITIES</b>		
<b>I</b>	<b>Equity</b>		
	Equity Share Capital	300.05	300.05
	Other Equity	(712.03)	(769.68)
	<b>Total Equity</b>	<b>(411.98)</b>	<b>(469.63)</b>
<b>II</b>	<b>Liabilities</b>		
	<b>Non-Current Liabilities</b>		
	Financial Liabilities :		
	Borrowings	178.35	163.53
	Other Financial Liabilities	1.08	0.99
	Other Non Current Liabilities	644.40	681.55
	<b>Total Non-Current Liabilities</b>	<b>823.83</b>	<b>846.07</b>
	<b>Current Liabilities</b>		
	Financial Liabilities :		
	Borrowings	-	-
	Trade Payables	25.49	20.85
	Other Financial Liabilities	3.97	4.08
	Other Current Liabilities	257.66	229.99
	<b>Total Current Liabilities</b>	<b>287.12</b>	<b>254.92</b>
	<b>Total Liabilities</b>	<b>1,110.95</b>	<b>1,100.99</b>
	<b>TOTAL EQUITY AND LIABILITIES</b>	<b>698.97</b>	<b>631.36</b>

CIN-L65900MH1998PLC116585

Simplex Mills Compound, 30, Keshavrao Khadye Marg,  
Sant Gadge Maharaj Chowk, Mahalaxmi (E), Mumbai - 400011.  
T : 2308 2951-54 F : 2307 2773  
E : mills@simplex-group.com W : www.simplex-group.com





# CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2020

	2019-20 ₹	2018-19 ₹
<b>A. CASH FLOW FROM OPERATING ACTIVITIES :</b>		
NET PROFIT/(LOSS) BEFORE EXCEPTIONAL ITEMS AND TAX	1,05,935	(15,71,559)
Adjustment for :		
Depreciation	8,77,984	8,77,984
Interest expense	14,91,042	4,87,121
Interest income	(51,01,270)	(24,89,282)
Interest receivable written off	4,51,266	1,67,548
Balances written (back)/off- (net)	(924)	-
Changes in fair value of financial assets through profit or loss (FVTPL)	(10,178)	-
Unwinding of discount on security deposit	(9,110)	-
	<u>(23,01,190)</u>	<u>(9,56,629)</u>
<b>OPERATING LOSS BEFORE WORKING CAPITAL CHANGES</b>	<b>(21,95,255)</b>	<b>(25,28,188)</b>
Adjustment for changes in working capital		
Adjustment for (increase) / decrease in operating assets:		
Inventories	-	98,622
Trade receivables	(4,55,037)	(11,35,246)
Other financial assets	-	800
Other current assets	(1,62,211)	8,59,084
Adjustment for increase / (decrease) in operating liabilities:		
Other financial liabilities	(10,168)	33,723
Trade payables	4,63,668	10,63,882
Other current liabilities	27,68,292	7,94,868
Other non-current liabilities	-	10,178
	<u>26,04,544</u>	<u>17,25,911</u>
<b>CASH GENERATED FROM / (USED IN) OPERATIONS</b>	<b>4,09,289</b>	<b>(8,02,277)</b>
Direct taxes paid	(40,083)	(1,26,817)
<b>NET CASH GENERATED FROM / (USED IN) OPERATING ACTIVITIES BEFORE EXCEPTIONAL ITEMS</b>	<b>3,69,206</b>	<b>(9,29,094)</b>
Exceptional items (net)	56,58,689	-
<b>NET CASH GENERATED FROM / (USED IN) OPERATING ACTIVITIES</b>	<b>(A) 60,27,895</b>	<b>(9,29,094)</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES :</b>		
Purchase of investments	(1,29,68,202)	-
Sale of investments	1,25,00,000	-
Interest received	6,38,832	8,31,946
Inter corporate deposits (given) - net	(53,19,956)	(91,15,352)
<b>NET CASH (USED IN) / GENERATED FROM INVESTING ACTIVITIES</b>	<b>(B) (51,49,326)</b>	<b>(82,83,406)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES :</b>		
Net change in borrowings	-	(8,17,24,118)
Interest paid	-	(7,572)
Proceeds from issue of non-cumulative redeemable preference shares	-	9,00,00,000
Expenses incurred related to issue of redeemable preference shares	-	(10,40,000)
<b>NET CASH (USED IN) / GENERATED FROM FINANCING ACTIVITIES</b>	<b>(C) -</b>	<b>72,28,310</b>
<b>NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(A+B+C) 8,78,569</b>	<b>(19,84,190)</b>
<b>CASH AND CASH EQUIVALENTS - AT THE START OF THE YEAR</b>	<b>1,31,792</b>	<b>21,15,982</b>
<b>CASH AND CASH EQUIVALENTS - AT THE END OF THE YEAR</b>	<b>10,10,361</b>	<b>1,31,792</b>
<b>Cash and cash equivalents comprise of :</b>	<b>As on</b>	<b>As on</b>
	<b>31-Mar-20</b>	<b>31-Mar-19</b>
Balances with banks :		
- in Current accounts	10,00,289	1,24,038
Cash on hand	10,072	7,754
<b>Cash and cash equivalents</b>	<b>10,10,361</b>	<b>1,31,792</b>

CIN-L65900MH1998PLC116585

Simplex Mills Compound, 30, Keshavrao Khadye Marg,  
Sant Gadge Maharaj Chowk, Mahalaxmi (E), Mumbai - 400011.  
T : 2308 2951-54 F : 2307 2773  
E : mills@simplex-group.com W : www.simplex-group.com