

SURAT TEXTILE MILLS LIMITED

Date: 3rd June, 2021

The Corporate Relationship Department,
BSE Limited,
First Floor, New Trading Wing,
Rotunda Building,
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort,
Mumbai 400001
Scrip Code: 530185

Sub.: Outcome of the Board meeting held on 3rd June, 2021

Ref.: Intimation under Regulations 30 and 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations")

Dear Sir,

This has reference to our letter dated 27th May, 2021 giving Notice of the Board Meeting to consider and approve the financial results of the Company for the fourth quarter and financial year ended 31st March, 2021.

Further we wish to inform you that the Board of Directors of the Company at its meeting held today i.e. Thursday, 3rd June, 2021 has transacted, *inter alia*, the following businesses.

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), we enclose the following:

1. Statement showing the Audited Financial Results for quarter and year ended 31st March, 2021, along with Statement of Assets and Liabilities and Cash Flow Statement as at year ended 31st March, 2021,
2. Auditor's Report on the Audited Financial Results

These are also being made available on the website of the Company at www.surattextilemillsltd.com.

This is to inform that the statutory auditors, M/s Sharp and Tannan Associates, Chartered Accountants (Firm Registration No. 109983W) have issued an Audit Report with an unmodified opinion on the Audited Financial Results of the Company for the Financial Year ended 31st March, 2021 in terms of Regulation 33(3)(d) of the Listing Regulations.

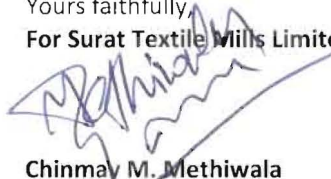
The meeting of the Board of Directors of the Company commenced at 04:00 p.m. (IST) and concluded at 05:10 p.m. (IST).

This is for your information and records.

Thanking you,

Yours faithfully,

For Surat Textile Mills Limited



Chinmay M. Methiwala

Company Secretary & Compliance Officer

Encl.: As above.



Regd. Office : 6th Floor, Tulsi Krupa Arcade, Puna Kumbharia Road, Dumbhal, Surat 395 010.

Phone : (0261) 2311198 | Website : www.surattextilemillsltd.com

CIN : L17119GJ1945PLC000214

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:** shareddepartment@stml.in

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

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2021

(Rs. in Lakhs except per share data)

Sr. No.	Particulars	Quarter ended			Year ended	
		31/03/2021 (Audited) (Refer Note 9)	31/12/2020 (Unaudited)	31/03/2020 (Audited) (Refer Note 9)	31/03/2021 (Audited)	31/03/2020 (Audited)
1	Income					
	(a) Sales / Revenue from Operations	5751.27	4295.58	4313.86	13114.42	18027.50
	(b) Other Income	52.67	152.75	107.31	473.19	460.79
	Total Income	5803.94	4448.33	4421.17	13587.61	18488.29
2	Expenses					
	(a) Cost of Materials Consumed	3941.01	3070.30	3191.16	9148.71	14036.35
	(b) Purchases of Stock-in-Trade	0.00	0.00	0.00	0.00	0.00
	(c) Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	166.09	(191.49)	246.64	22.63	35.90
	(d) Employee Benefits Expense	72.57	67.04	54.44	244.63	216.34
	(e) Finance Costs	1.81	6.79	16.51	16.02	76.54
	(f) Depreciation and Amortisation Expense	9.65	9.72	26.78	38.76	46.39
	(g) Other Expenses	786.72	771.55	751.64	2375.81	2998.06
	Total Expenses	4977.85	3733.91	4287.17	11846.56	17409.58
3	Profit / (Loss) Before Exceptional Item and Tax (1-2)	826.09	714.42	134.00	1741.05	1078.71
4	Exceptional Items	0.00	0.00	0.00	0.00	0.00
5	Profit / (Loss) Before Tax (3-4)	826.09	714.42	134.00	1741.05	1078.71
6	Tax Expenses					
	(a) Current Tax	41.56	119.25	20.13	194.55	166.09
	(b) Deferred Tax	21.42	33.14	15.60	98.03	129.43
	(c) Taxes in respect of earlier year	0.00	0.00	2.87	0.00	2.87
7	Profit / (Loss) for the Period (5-6)	763.11	562.03	95.40	1448.47	780.32
8	Other Comprehensive Income/(Loss) (Net of Tax)					
	(a) Items that will not be reclassified to Profit or Loss	16.67	(254.78)	(158.44)	(120.23)	(354.91)
	(b) Income tax relating to items that will not be reclassified to Profit or Loss	(11.61)	5.49	(56.10)	(8.80)	(34.24)
	Total Other Comprehensive Income/(Loss) (Net of Tax)	5.06	(249.29)	(214.54)	(129.03)	(389.15)
9	Total Comprehensive Income / (Loss) for the Period (7+8)	768.17	312.74	(119.14)	1319.44	391.17
10	Paid up Equity Share Capital (Face Value of Rs.1/- each)	2220.64	2220.64	2220.64	2220.64	2220.64
11	Other Equity excluding Revaluation Reserve	--	--	--	11580.84	10261.40
12	Earnings per equity share (Face Value Rs.1/-)					
	Basic and Diluted	0.34	0.25	0.04	0.65	0.35
	(Not Annualised for the quarter)					



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) Rules 2015 as amended and other recognised accounting practices and policies to the extent applicable.
- 2 The above results were reviewed by the Audit Committee and thereafter approved and taken on record by the Board of Directors of the Company at their meetings held on 3rd June, 2021. The Statutory Auditors have expressed an Un-modified Audit Opinion on the above results.
- 3 The outbreak of Coronavirus (COVID-19) pandemic globally and in India is causing significant disturbance and slowdown of economic activities. The Company's operations and revenue during the period/year were impacted due to COVID-19. The Company has considered the possible effects that may result from COVID-19 in the preparation of these financial results. The Company believes that pandemic is unlikely to impact on the recoverability of the carrying value of its assets as at 31st March, 2021. Looking to the present situation of pandemic, the extent to which the same will impact Company's future financial results is currently uncertain and will depend on future developments.
- 4 GSML, one of the Promoter Group Company holding 1,45,00,000 Equity Shares of Rs.10 each fully paid up in the Company, had submitted its request for their reclassification from Promoter and Promoter Group Category to Public Category in the shareholding pattern of Surat Textile Mills Limited, pursuant to Regulation 31A of SEBI (LODR) Regulations, 2015.

The Board of Directors of the Company at its meeting held on 31st March, 2021 subject to approval of shareholders and stock exchange, approved the proposal for re-classification of Garden Silk Mills Limited from 'Promoter and Promoter Group' category to 'Public' category in the shareholding pattern of Surat Textile Mills Limited.
- 5 Pursuant to the order dated 01/01/2021, Hon'ble National Company Law Tribunal (NCLT) Ahmedabad Bench 1 approved the Resolution Plan submitted by the financial creditor of Garden Silk Mills Limited. As an integral part of the Resolution Plan, the entire Issued, Subscribed and Paid-up Equity Share Capital of Garden Silk Mills Limited stands extinguished with immediate effect without any exit offer / outgo / payment. Accordingly the investment of 480878 Equity Shares of Rs.10 each fully paid up held by the Company in Garden Silk Mills Limited stands extinguished. GSML had as part of compliance, filed applicable Form INC-28 i.e. Notice of order of the tribunal, for capital reduction pursuant to Resolution Plan. The said filing was approved by the Ministry of Corporate Affairs (MCA) on 26th February, 2021.

Accordingly, the necessary accounting entries for loss on derecognition of investment by extinguishment of Equity shares of GSML have been passed in books of accounts based on the above documents.
- 6 Effective 1 April 2019, the company has adopted Ind AS 116 "Leases" and accordingly has recognized right-to-use asset equal to lease liability which is the present value of the remaining lease payments, discounted using incremental borrowing rate at the date of initial application i.e. 1 April 2019. Adoption of Ind AS 116, has no material impact on profit and earnings per share.
- 7 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.
- 8 The Company does not have any Exceptional item to report in above periods.
- 9 The figures of the quarter ended 31st March, 2021 and 31st March, 2020 as reported in these financial results are the balancing figures between audited figures in respect of the full financial year and the unaudited published year-to-date figures up to the third quarter ended 31st December, 2020 and 31st December, 2019 respectively.
- 10 The figures for the corresponding previous period have been regrouped / reclassified, wherever

By order of the Board of Directors



Manikant R. Momaya
Managing Director
DIN: 00023993

Place: Surat
Date: 3rd June, 2021



AUDITED BALANCE SHEET AS AT 31ST MARCH, 2021

(Rs. in Lakhs)

Statement of Assets and Liabilities		As at 31st March, 2021 (Audited)	As at 31st March, 2020 (Audited)
A: ASSETS			
1 Non-Current Assets			
(a) Property, Plant and Equipment	562.69	598.57	
(b) Investment Property	1013.70	1013.70	
(c) Financial Assets			
(i) Investments	1612.32	647.85	
(ii) Loans and Advances	0.00	0.00	
(iii) Other Financial Assets	0.00	0.00	
(d) Non-Current Tax Assets (Net)	163.21	28.09	
(e) Deferred Tax Assets (Net)	0.00	0.00	
(f) Other Non-Current Assets	2895.98	2895.98	
Total Non-Current Assets	6247.90	5184.19	
2 Current Assets			
(a) Inventories	960.60	752.26	
(b) Financial Assets			
(i) Investments	5506.41	3119.08	
(ii) Trade Receivables	188.84	350.83	
(iii) Cash and Cash equivalents	675.20	2013.73	
(iv) Bank balances other than (iii) above	191.23	1304.97	
(v) Loans and Advances	116.28	147.71	
(c) Other Current Assets	445.91	597.67	
Total Current Assets	8084.47	8286.25	
TOTAL ASSETS	14332.37	13470.44	
B: EQUITY AND LIABILITIES			
1 EQUITY			
(a) Equity Share Capital	2220.64	2220.64	
(b) Other Equity	11580.84	10261.40	
Total Equity	13801.48	12482.04	
2 LIABILITIES			
Non-Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	0.00	0.00	
(ii) Other Financial Liabilities	44.61	67.25	
(b) Long-Term Provisions	72.40	59.83	
(c) Deferred Tax Liabilities (Net)	187.82	80.99	
Total Non-Current Liabilities	304.83	208.07	
Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	0.00	0.00	
(ii) Trade Payables			
- Due to Micro and Small Enterprises	0.09	1.39	
- Due to Other than Micro and Small Enterprises	51.87	659.49	
(iii) Other Financial Liabilities	158.85	85.56	
(b) Other Current Liabilities	9.72	27.89	
(c) Short-term Provisions	5.53	6.00	
(d) Current Tax Liabilities (Net)	0.00	0.00	
Total Current Liabilities	226.06	780.33	
Total Liabilities	530.89	988.40	
TOTAL EQUITY AND LIABILITIES	14332.37	13470.44	



AUDITED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31ST MARCH, 2021

(Rs. in Lakhs)

	Year ended 31st March, 2021	Year ended 31st March, 2020
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit Before Tax as per Statement of Profit and Loss	1741.05	1078.71
Adjusted for:		
Depreciation and Amortisation Expense	38.76	46.39
Finance Costs	16.02	76.54
Interest Income	(172.61)	(96.35)
Dividend Income	0.00	(79.82)
(Profit)/Loss on Redemption of Investments	0.00	(32.48)
Mark to Market of bonds (EIR method)	0.37	0.35
Unrealised Gain on Investments	(300.55)	(250.03)
Credit Balance Write Back	0.00	(1.63)
Bad debts and advance written off	11.19	6.04
	(406.82)	(330.99)
Operating Profit Before Working Capital Changes	1334.23	747.72
Movements in Working Capital		
(Increase) / Decrease in Provisions	13.76	6.90
(Increase) / Decrease in Trade and Other Receivables	272.80	(242.28)
(Increase) / Decrease in Inventories	(208.35)	831.57
(Decrease) / Increase in Trade Payables	(608.95)	(1254.61)
(Decrease) / Increase in Other Financial Liabilities	71.38	(31.10)
(Decrease) / Increase in Other Current Liabilities	(18.16)	8.72
	(477.52)	(680.80)
Cash Generated from Operations	856.71	66.92
Direct Taxes (Paid) / Refund.	(329.66)	(201.67)
Net Cash Flow (used in) / generated from Operating Activities (A)	527.05	(134.75)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(2.89)	(2.26)
Purchase of Current Investments	(3173.52)	(1999.35)
Sale of Current Investments	0.00	4724.95
Dividend Income on Current Investment	0.00	79.82
Interest Income	143.37	51.02
Loans to Other Company/Firm	61.19	82.22
Net Cash Flow (used in) / generated from Investing Activities (B)	(2971.85)	2936.40
C. CASH FLOW FROM FINANCIAL ACTIVITIES		
Payment of Lease Liabilities	(20.70)	(16.87)
Interest (Paid) / Earn	(16.02)	(76.54)
LC Margin FD	1113.75	(1286.01)
LC Margin FD Interest Income	29.24	26.37
Net Cash Flow from / (used in) Financing Activities (C)	1106.27	(1353.05)
Net Increase / (Decrease) in Cash and Cash Equivalents (A+B+C)	(1338.53)	1448.60
Cash and Cash Equivalents at the beginning of the year	2013.73	565.13
Cash and Cash Equivalents at the end of the year	675.20	2013.73

Note: The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Indian Accounting Standard (IND AS 7) - Statement of Cash Flows.



Sharp & Tannan Associates

Chartered Accountants

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Independent Auditor's Report on Standalone Financial Results of SURAT TEXTILE MILLS LIMITED for the quarter and year ended March 31, 2021, pursuant to the Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To,

The Board of Directors

SURAT TEXTILE MILLS LIMITED

(CIN: L17119GJ1945PLC000214)

Surat -395 010

Opinion

1. We have audited the accompanying statement of Standalone Financial Results of **SURAT TEXTILE MILLS LIMITED** (the "Company") for the quarter and year ended March 31, 2021 (the "Statement") being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").
2. In our opinion and to the best of our information and according to the explanations given to us these Standalone Financial Results:
 - A. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
 - B. gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information of the Company for the quarter and year ended March 31, 2021.

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Standalone Financial Results* 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 ("ICAI") together with the ethical requirements that are relevant to our audit of the Standalone Financial Results 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 we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

4. We draw attention to Note 3 to the Statement, which describes the economic and social consequences the entity is facing as a result of Covid-19 which is impacting operations of the Company, supply chains, personnel available for work etc.

Our opinion is not modified in respect of this matter of emphasis.



A handwritten signature in blue ink, likely of the auditor, located to the right of the circular stamp.

Management's responsibilities for the Standalone Financial Results

5. The Statement has been prepared on the basis of the Interim Financial Statements. The Company's Board of Directors are responsible for the preparation of the Statement that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34, 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 of 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 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 give a true and fair view and are free from material misstatement, whether due to fraud or error.
6. 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.
7. The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's responsibilities for the audit of the Standalone Financial Results

8. 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.
9. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
 - A. 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.
 - B. 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 controls with reference to financial statements in place and the operating effectiveness of such controls.

- C. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
 - D. 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 Company's ability 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.
 - E. Evaluate the overall presentation, structure, and content of the Statement, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.
10. 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.
11. 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

12. The Statement includes the results for the quarter ended March 31, 2021 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 nine months ended December 31, 2020 of the current financial year which were subjected to limited review by us.

Our opinion is not modified in respect of this other matter.

Pune, June 03, 2021



Sharp & Tannan Associates
Chartered Accountants
Firm's Registration no. 109983W
by the hand of

CA Tirtharaj Khot
Partner
Membership no.(F) 037457
UDIN: 21037457AAAAAY5644

SURAT TEXTILE MILLS LIMITED

Date: 3rd June, 2021

**The Corporate Relationship Department,
BSE Limited,
First Floor, New Trading Wing,
Rotunda Building,
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort,
Mumbai 400001
Scrip Code: 530185**

Dear Sir,

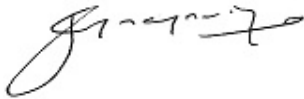
Sub.: Declaration under Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

In compliance with Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended by the of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2016 and SEBI Circular No.CIR/CFD/CMD/56/2016 dated 27th May, 2016, we hereby declare that M/s Sharp & Tannan Associates, Chartered Accountants (Firm Registration No.109983W), Statutory Auditors of our Company, have issued an Audit Report with unmodified opinion on the audited financial results of the Company for the year ended 31st March, 2021.

We request you to take this declaration on your record.

Thanking you,

Yours faithfully,
For Surat Textile Mills Limited



**Yogesh C. Papaiya
Wholetime Director & CFO
DIN: 00023985**

