

# SURAT TEXTILE MILLS LIMITED

Date: 12th November, 2021

BSE Limited,  
Corporate Relationship Department,  
25th Floor, Phiroze Jeejeebhoy Towers,  
Dalal Street, Fort,  
Mumbai 400001  
Scrip Code: 530185

Dear Sir,

**Sub.: Outcome of the Board meeting held on 12th November, 2021**

This is further to our letter dated 3rd November, 2021 intimating the date of Board meeting for consideration of Unaudited Financial Results of the Company for the quarter and half year ended 30th September, 2021.

Pursuant to Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations'), further we would like to inform you that the Board of Directors of the Company at their meeting held today i.e. 12th November, 2021 approved the Unaudited Financial Results for the quarter and half year ended 30th September, 2021.

We attach herewith a copy of the approved Unaudited Financial Results along with the Limited Review Report of the Auditors thereon.

The Board Meeting commenced at 4:00 p.m. and concluded at 4:20 p.m.

We are arranging to publish these results in the newspapers as per Regulation 47 of Listing Regulations.

Please take the above information on your record.

Thanking you,

Yours faithfully,

**For Surat Textile Mills Limited**



**Chinmay M. Methiwala**

**Company Secretary and 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](http://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 UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2021

(Rs. in Lakhs except per share data)

Sr. No.	Particulars	Quarter ended			Half year ended		Year ended
		30/09/2021 (Unaudited)	30/06/2021 (Unaudited)	30/09/2020 (Unaudited)	30/09/2021 (Unaudited)	30/09/2020 (Unaudited)	31/03/2021 (Audited)
1	<b>Income</b>						
	(a) Sales / Revenue from Operations	134.61	1433.12	2316.66	1567.73	3066.18	13114.42
	(b) Other Income	210.19	147.88	109.53	358.07	267.76	473.19
	<b>Total Income</b>	<b>344.80</b>	<b>1581.00</b>	<b>2426.19</b>	<b>1925.80</b>	<b>3333.94</b>	<b>13587.61</b>
2	<b>Expenses</b>						
	(a) Cost of Materials Consumed	(0.01)	1124.96	1621.13	1124.95	2137.40	9148.71
	(b) Purchases of Stock-in-Trade	0.00	0.00	0.00	0.00	0.00	0.00
	(c) Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	0.00	114.23	52.21	114.23	48.04	22.63
	(d) Employee Benefits Expense	64.90	65.48	56.85	130.38	105.01	244.63
	(e) Finance Costs	1.37	1.63	4.92	3.00	7.43	16.02
	(f) Depreciation and Amortisation Expense	11.31	10.29	9.72	21.60	19.39	38.76
	(g) Other Expenses	255.61	293.66	562.97	549.27	816.13	2375.81
	<b>Total Expenses</b>	<b>333.18</b>	<b>1610.25</b>	<b>2307.80</b>	<b>1943.43</b>	<b>3133.40</b>	<b>11846.56</b>
3	<b>Profit / (Loss) Before Exceptional Item and Tax (1-2)</b>	<b>11.62</b>	<b>(29.25)</b>	<b>118.39</b>	<b>(17.63)</b>	<b>200.54</b>	<b>1741.05</b>
4	Exceptional Items	0.00	0.00	0.00	0.00	0.00	0.00
5	<b>Profit / (Loss) Before Tax (3-4)</b>	<b>11.62</b>	<b>(29.25)</b>	<b>118.39</b>	<b>(17.63)</b>	<b>200.54</b>	<b>1741.05</b>
6	<b>Tax Expenses</b>						
	(a) Current Tax	0.00	0.00	19.76	0.00	33.74	194.55
	(b) Deferred Tax	0.00	0.00	23.30	0.00	43.46	98.03
	(c) Taxes in respect of earlier year	386.72	0.00	0.00	386.72	0.00	0.00
7	<b>Profit / (Loss) for the Period / year (5-6)</b>	<b>(375.10)</b>	<b>(29.25)</b>	<b>75.33</b>	<b>(404.35)</b>	<b>123.34</b>	<b>1448.47</b>
8	<b>Other Comprehensive Income/(Loss) (Net of Tax)</b>						
	(a) Items that will not be reclassified to Profit or Loss	0.00	0.00	(91.21)	0.00	117.88	(120.23)
	(b) Income tax relating to items that will not be reclassified to Profit or Loss	0.00	0.00	2.08	0.00	(2.68)	(8.80)
	<b>Total Other Comprehensive Income/(Loss) (Net of Tax)</b>	<b>0.00</b>	<b>0.00</b>	<b>(89.13)</b>	<b>0.00</b>	<b>115.20</b>	<b>(129.03)</b>
9	<b>Total Comprehensive Income / (Loss) for the Period (7+8)</b>	<b>(375.10)</b>	<b>(29.25)</b>	<b>(13.80)</b>	<b>(404.35)</b>	<b>238.54</b>	<b>1319.44</b>
10	<b>Paid up Equity Share Capital (Face Value of Rs.1/- each)</b>	<b>2220.64</b>	<b>2220.64</b>	<b>2220.64</b>	<b>2220.64</b>	<b>2220.64</b>	<b>2220.64</b>
11	<b>Other Equity (excluding Revaluation Reserve) as shown in the audited balance sheet of the previous year</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>11580.84</b>
12	<b>Earnings per equity share (Face Value Rs.1/-)</b>						
	Basic and Diluted	(0.17)	(0.01)	0.03	(0.18)	0.06	0.65
	(Not Annualised for the quarter/half year)						





**Notes to the Financial Results:**

- 1 The above financial results of the Company have been prepared in accordance with the Indian Accounting Standards ('Ind AS') notified under section 133 of the Companies Act, 2013 ('Act') read with Companies (Indian Accounting Standards - Ind AS) Rules 2015 as amended and other recognised accounting practices and policies to the extent applicable.
- 2 The above results have been reviewed and recommended by the Audit Committee and approved by the Board of Directors of the Company at their respective meetings held on 12th November, 2021. The Statutory Auditors of the Company have carried out a Limited Review of the results for the quarter and half year ended 30th September, 2021 and have expressed an Un-modified Audit Opinion on the aforesaid results.
- 3 The manufacturing activities of the Company at Jolwa plant continued to remain suspended during the quarter ended 30th September, 2021 and till date. The management is evaluating the options for future business activities.
- 4 The Company has assessed the Impact of this pandemic and considered all relevant internal and external Information available up to the date of approval of these financial results, In determination of the recoverability and carrying value of financial assets and non-financial assets. The Company will continue to closely monitor any material changes to future economic conditions.
- 5 During the reporting quarter, as directed by the Hon'ble NCLT Ahmedabad Bench vide it's Order dated 16th August, 2021, in response to the Company's application to Hon'ble NCLT for seeking the appropriate directions for convening and holding of the meeting of the Equity Shareholders of the the Company (Applicant Transferee Company), the Company has convened meeting of its shareholders on 7th October, 2021 and approved the Scheme of Arrangement between Vareli Trading Company Limited (Applicant Transferor Company) and Surat Textile Mills Limited (the Transferee Company) with requisite majority. This is subject to approval of NCLT.
- 6 The Company's business segment consists of a single segment of "Textiles" in accordance with Ind AS 108 - 'Operating Segments' notified pursuant to the Companies (Indian Accounting Standard) Rules, 2015.
- 7 The Company does not have any Exceptional item to report in above periods.
- 8 The figures for the corresponding previous period have been regrouped / reclassified wherever necessary, to make them comparable.

**By order of the Board of Directors**



**Manikant R. Momaya**  
**Managing Director**  
**DIN: 00023993**

Place: Surat  
Date: 12/11/2021



**SURAT TEXTILE MILLS LIMITED**  
**UNAUDITED BALANCE SHEET AS AT 30TH SEPTEMBER, 2021**

(Rs. in Lakhs)

Sr. No.	Particulars	As at 30/09/2021	As at 31/03/2021 (Audited)
<b>A:</b>	<b>ASSETS</b>		
<b>1</b>	<b>Non-Current Assets</b>		
	(a) Property, Plant and Equipment	538.46	503.61
	(b) Right to Use Assets	47.64	59.08
	(c) Capital Work-In-Progress	0.00	0.00
	(d) Intangible Assets	0.68	0.00
	(e) Investment Property	1013.70	1013.70
	<b>(f) Financial Assets</b>		
	(i) Investments	1598.10	1612.32
	(ii) Loans and Advances	0.00	0.00
	(iii) Other Financial Assets	0.00	0.00
	(g) Non-Current Tax Assets (Net)	170.15	163.21
	(h) Deferred Tax Assets (Net)	0.00	0.00
	(i) Other Non-Current Assets	2895.98	2895.98
	<b>Total Non-Current Assets</b>	<b>6264.71</b>	<b>6247.90</b>
<b>2</b>	<b>Current Assets</b>		
	(a) Inventories	215.62	960.60
	<b>(b) Financial Assets</b>		
	(i) Investments	6949.43	5506.41
	(ii) Trade Receivables	0.30	188.84
	(iii) Cash and Cash equivalents	234.77	675.20
	(iv) Bank balances other than (iii) above	69.98	191.23
	(v) Loans and Advances	61.79	116.28
	(c) Other Current Assets	72.13	445.91
	<b>Total Current Assets</b>	<b>7604.02</b>	<b>8084.47</b>
	<b>TOTAL ASSETS</b>	<b>13868.73</b>	<b>14332.37</b>
<b>B:</b>	<b>EQUITY AND LIABILITIES</b>		
<b>1</b>	<b>EQUITY</b>		
	(a) Equity Share Capital	2220.64	2220.64
	(b) Other Equity	11176.49	11580.84
	<b>Total Equity</b>	<b>13397.13</b>	<b>13801.48</b>
<b>2</b>	<b>LIABILITIES</b>		
	<b>Non-Current Liabilities</b>		
	<b>(a) Financial Liabilities</b>		
	(i) Borrowings	0.00	0.00
	(ii) Lease Liabilities - Building	32.50	44.61
	(iii) Other Financial Liabilities	0.00	0.00
	(b) Long-Term Provisions	56.43	72.40
	(c) Deferred Tax Liabilities (Net)	187.82	187.82
	<b>Total Non-Current Liabilities</b>	<b>276.75</b>	<b>304.83</b>
	<b>Current Liabilities</b>		
	<b>(a) Financial Liabilities</b>		
	(i) Borrowings	0.00	0.00
	(ii) Lease Liabilities - Building	23.68	22.64
	(iii) Trade Payables		
	- Dues of Micro and Small Enterprises	0.09	0.09
	- Dues of Other than Micro and Small Enterprises	28.33	51.87
	(iv) Other Financial Liabilities	52.10	136.21
	(b) Other Current Liabilities	86.34	9.72
	(c) Short-term Provisions	4.31	5.53
	(d) Current Tax Liabilities (Net)	0.00	0.00
	<b>Total Current Liabilities</b>	<b>194.85</b>	<b>226.06</b>
	<b>Total Liabilities</b>	<b>471.60</b>	<b>530.89</b>
	<b>TOTAL EQUITY AND LIABILITIES</b>	<b>13868.73</b>	<b>14332.37</b>





**SURAT TEXTILE MILLS LIMITED**  
**UNAUDITED CASH FLOW STATEMENT FOR THE HALF YEAR ENDED 30TH SEPTEMBER, 2021**

(Rs. in Lakhs)

	Half year ended 30/09/2021	Half year ended 30/09/2020
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit / (Loss) Before Tax as per Statement of Profit and Loss	(17.63)	200.54
Adjusted for:		
Depreciation and Amortisation Expense	21.60	19.39
Finance Costs	3.00	7.43
Interest Income	(72.82)	(87.08)
Dividend Income	0.00	0.00
Tax Paid under Vivad Se Vishwas Scheme	(390.91)	0.00
(Profit)/Loss on Redemption of Investments	(0.87)	0.00
Mark to Market of bonds (EIR method)	(0.79)	(0.14)
Unrealised Gain on Investments (FVTPL)	(277.47)	(180.68)
Credit Balance Write Back	(6.87)	0.00
Bad debts and advance written off	1.36	27.91
	<u>(723.77)</u>	<u>(213.17)</u>
<b>Operating Profit / (Loss) before Working Capital Changes</b>	<b>(741.40)</b>	<b>(12.63)</b>
<b>Movements in Working Capital</b>		
(Increase) / Decrease in Provisions	(17.19)	3.80
(Increase) / Decrease in Trade and Other Receivables	614.10	450.80
(Increase) / Decrease in Inventories	744.98	(47.04)
(Decrease) / Increase in Trade Payables	(16.67)	(119.77)
(Decrease) / Increase in Other Financial Liabilities	(84.11)	66.59
(Decrease) / Increase in Other Current Liabilities	76.62	(1.33)
	<u>1317.73</u>	<u>353.05</u>
<b>Cash Generated from Operations</b>	<b>576.33</b>	<b>340.42</b>
Direct Taxes ( Paid ) / Refund.	(2.76)	(1.29)
<b>Net Cash Flow from Operating Activities (A)</b>	<b>573.57</b>	<b>339.13</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Fixed Assets	(45.70)	0.00
Purchase of Current Investments	(1792.18)	(2165.69)
Sale of Current Investments	642.52	0.00
Sale of Long Term Investments	0.00	0.00
Dividend Income on Current Investment	0.00	0.00
Fixed Deposits with Banks (maturity in 3 to 12 months)	0.00	13.66
Interest Income	71.11	69.82
Loans to Other Company/Firm	1.36	27.91
<b>Net Cash Flow (used)/generated in Investing Activities (B)</b>	<b>(1122.89)</b>	<b>(2054.30)</b>
<b>C. CASH FLOW FROM FINANCIAL ACTIVITIES</b>		
Payment of Lease Liabilities	(11.07)	(10.12)
Interest (Paid) / Earn	(3.00)	(7.43)
LC Margin FD	121.25	801.98
LC Margin FD Interest Income	1.71	17.26
<b>Net Cash (used)/generated from Financing Activities (C)</b>	<b>108.89</b>	<b>801.69</b>
<b>Net Increase / (Decrease) in Cash and Cash Equivalents (A+B+C)</b>	<b>(440.43)</b>	<b>(913.48)</b>
<b>Cash and Cash Equivalents at the beginning of the year</b>	<b>675.20</b>	<b>2013.73</b>
<b>Cash and Cash Equivalents at the end of the half year</b>	<b>234.77</b>	<b>1100.25</b>



**Independent Auditor's Limited Review Report on standalone unaudited financial results of Surat Textile Mills Limited for the quarter & six months period ended September 30, 2021, Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

To,  
The Board of Directors  
Surat Textile Mills Limited  
(CIN: L17119GJ1945PLC000214)  
Surat 395 010.

## Introduction

1. We have reviewed the accompanying statement of unaudited standalone financial results of **Surat Textile Mills Limited** ("the Company") for the quarter & six months period ended September 30, 2021, together with notes thereon ("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. The Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors on November 12, 2021, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, as amended ("the Act"), read with relevant rules issued thereunder and other recognised accounting practices and policies generally accepted in India and Regulation 33 of the Listing Regulations in this regard. Our responsibility is to express a conclusion on the Statement based on our review.

## Scope of Review

3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India ("ICAI"). This standard requires that we plan and perform the review to obtain moderate assurance as to whether the 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.

#### Conclusion

4. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 as prescribed under section 133 of the Act and other recognised accounting practices and policies generally accepted in India has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations in this regard, including the manner in which it is to be disclosed, or that it contains any material misstatement.

#### Emphasis of matter

5. We draw attention to Note No. 3 regarding the manufacturing activities of the Company at Jolwa plant continued to remain suspended during the quarter ended 30th September, 2021 and till date.
6. We draw attention to the Note No. 4 to the financial results which describes that the Company has recognised effect on financial assets to reflect the business impact and uncertainties arising from the Covid-19 pandemic. Such estimates are based on current facts and circumstances and may not necessarily reflect the future uncertainties and events arising from full impact of the Covid-19 pandemic.

Our conclusion is not modified in respect of these matter of emphasis.

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Sharp & Tannan Associates  
Chartered Accountants  
ICAI Firm's Reg. No.: 109983W  
by the hand of



Tirtharaj Khot  
Partner

Membership No.: 037457  
UDIN: 21037457AAAACL4556

Pune, November 12, 2021