

# SURYALAKSHMI COTTON MILLS LTD

(AN IS/ISO 9001 : 2015 & ISO 14001 : 2015 CERTIFIED COMPANY)

10<sup>th</sup> February, 2020.

To  National Stock Exchange of India Limited "Exchange Plaza" Bandra-Kurla Complex Bandra (East) <u>MUMBAI - 400 051</u>  Scrip Code : SURYALAXMI	To  Department of Corporate Services, BSE Limited, 1 <sup>st</sup> floor, New Trading Ring, Rotunda Building, P.J. Towers, Dalal street, Fort, <u>MUMBAI 400 001.</u>  Scrip No.: 521200
--	---

**Reg.: Unaudited financial results for the quarter ended 31/12/2019.**

As per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are herewith enclosing a copy of the Unaudited Financial Results for the quarter ended 31/12/2019, which were taken on record by the Board of Directors at their meeting held on 10/02/2020.

We are also enclosing herewith a copy of the Limited Review Report for the quarter ended 31/12/2019.

This is for your information and records.

Thanking you,

Yours faithfully,  
for **SURYALAKSHMI COTTON MILLS LIMITED**

  
**E.V.S.V.SARMA**  
**COMPANY SECRETARY**



GOVERNMENT RECOGNISED EXPORT HOUSE

Regd. Office : Surya Towers, 6th Floor, 105 Sardar Patel Road, Secunderabad - 500 003. Telangana, INDIA

CIN Number : L17120TG1962PLC000923

Phone : +91-40-27885200, 27819856 / 57

E-MAIL : [slcmltd@suryalakshmi.com](mailto:slcmltd@suryalakshmi.com) WEBSITE : [www.suryalakshmi.com](http://www.suryalakshmi.com)

**SURYALAKSHMI COTTON MILLS LIMITED**

Regd. office : Surya towers, 6th Floor, 105 S.P Road, Secunderabad - 500003. Ph.:040-27819856 / 27885200  
email : slcmltd@suryalakshmi.com; website : www.suryalakshmi.com; CIN - L17120TG1962PLC000923

**UNAUDITED FINANCIAL RESULTS FOR THE QUARTER/NINE MONTHS ENDED DECEMBER 31, 2019**

(Rs. In lakhs)

Particulars	For the Quarter Ended			For Nine months Ended		For the Year
	31-Dec-19	30-Sep-19	31-Dec-18	31-Dec-19	31-Dec-18	31-Mar-19
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
I Revenue from operations	14,490.87	13,186.55	14,910.97	40,938.12	46,939.06	66,536.02
II Other income	94.60	62.19	386.70	222.89	602.01	623.06
III Total Revenue(I+II)	<b>14,585.47</b>	<b>13,248.74</b>	<b>15,297.67</b>	<b>41,161.01</b>	<b>47,541.07</b>	<b>67,159.07</b>
IV Expenses						
Cost of materials consumed	8,439.76	8,646.80	8,411.84	24,054.25	28,042.37	36,273.53
Purchase of stock In trade	1.26	935.78	-	5,012.25	-	1,469.60
Change in inventories of finished goods, stock in trade and work in progress	340.00	(2,226.26)	882.31	(2,715.01)	(1,554.39)	3,577.37
Employee benefit Expenses	1,385.24	1,542.44	1,530.74	3,880.95	4,617.54	5,885.07
Finance costs	844.84	841.72	871.91	2,538.45	2,642.98	3,402.40
Depreciation and amortisation expenses	558.28	549.60	575.73	1,652.36	1,720.47	2,297.25
Other expenses	3,386.52	3,441.32	3,609.19	8,676.42	12,223.14	15,164.88
Total Expenses(IV)	<b>14,955.91</b>	<b>13,731.39</b>	<b>15,881.73</b>	<b>43,099.66</b>	<b>47,692.11</b>	<b>68,070.09</b>
V Profit/(loss) before exceptional items and tax(III-IV)	(370.44)	(482.65)	(584.06)	(1,938.65)	(151.04)	(911.02)
VI Exceptional Items	(13.84)	-	55.17	(12.02)	81.93	19.05
VII Profit/(loss) before tax (V+VI)	<b>(384.28)</b>	<b>(482.65)</b>	<b>(528.89)</b>	<b>(1,950.67)</b>	<b>(69.11)</b>	<b>(891.97)</b>
VIII Tax expense:						
Current tax - MAT for the current year	-	-	(36.00)	-	-	-
Deferred tax	(114.22)	(145.41)	43.54	(592.66)	180.57	(421.75)
Earlier years tax	-	-	-	-	-	-
IX Profit/(loss) for the period from continuing operations (VII-VIII)	<b>(270.06)</b>	<b>(337.24)</b>	<b>(536.43)</b>	<b>(1,358.01)</b>	<b>(249.68)</b>	<b>(470.22)</b>
X Profit/(loss) from discontinued operations	(256.20)	(148.03)	(35.37)	(551.79)	(324.56)	(533.76)
XI Tax expense on discontinued operations	(78.24)	(44.50)	(9.43)	(167.10)	(96.46)	(160.15)
XII Profit/(loss) from discontinued operations (after tax) (X-XI)	<b>(177.96)</b>	<b>(103.54)</b>	<b>(25.94)</b>	<b>(384.70)</b>	<b>(228.10)</b>	<b>(373.61)</b>
XIII Profit/(loss) for the period (IX+XII)	<b>(448.02)</b>	<b>(440.78)</b>	<b>(562.37)</b>	<b>(1,742.71)</b>	<b>(477.78)</b>	<b>(843.83)</b>
XIV OTHER COMPREHENSIVE INCOME						
A-(i) Items that will not be reclassified to the profit or loss	0.12	1.05	(27.39)	1.06	(28.27)	(45.16)
(ii) Income tax on items that will not be reclassified to the profit or loss	-	-	9.11	-	9.11	13.81
B-(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	-	-	-	-	-	-
Total Other Comprehensive Income (net of tax)	0.12	1.05	(18.28)	1.06	(19.16)	(31.35)
XV Total Comprehensive Income for The Period (XIII+XIV)	<b>(447.89)</b>	<b>(439.72)</b>	<b>(580.65)</b>	<b>(1,741.65)</b>	<b>(496.94)</b>	<b>(875.19)</b>
XVI Earnings per Equity share (for continuing operations) -Basic and diluted (In Rs.)	(1.62)	(2.02)	(3.22)	(8.15)	(1.50)	(2.82)
XVII Earnings per Equity share (for discontinued operations) -Basic and diluted (In Rs.)	(1.07)	(0.62)	(0.16)	(2.31)	(1.37)	(2.24)
XVIII Earnings per Equity share (for discontinued & continuing operations) -Basic and diluted (In Rs.)	(2.69)	(2.64)	(3.37)	(10.45)	(2.87)	(5.06)
Weighted average number of equity shares (Face Value of Rs. 10 each)	1,66,72,290	1,66,72,290	1,66,72,290	1,66,72,290	1,66,72,290	1,66,72,290

Notes:

- The above results for the quarter ended 31st December 2019, were reviewed by Audit Committee and approved by the Board of Directors at the meeting held on 10th February, 2020 and Statutory Auditors have carried out limited review.
- The 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 other accounting principles generally accepted in India.
- (i) As the Company's Garment Division has become unviable on account of lack of demand /reduced margins due to cheaper imports of Garments from Bangladesh, Sri Lanka, etc., under FTA, higher labour cost, the Company has decided to close down the division in the coming 3 to 6 months. Accordingly as required by the accounting standard IndAS 105 the operating results of the Garment Division have been regrouped and shown separately under Profit / Loss from discontinued operations. The company is in the process of ascertaining the fair values for the non-current assets of the Garment Division and on ascertaining the fair values the gain/loss would be accounted for.  
(ii) The Company has stopped operating its Captive Power Plant with effect from 1st November, 2019 and decided to draw its power requirement from MSEDCL.
- Expenses are recognised in statement of profit and loss using a classification based on the nature of expense method as per para 99 of Ind AS 1, Presentation of financial statements
- The above mentioned income from operations are disclosed net of GST collected on sales.

For and On behalf Of Board

L.N. AGARWAL  
CHAIRMAN & MANAGING DIRECTOR



Place : Secunderabad  
Date : 10th February, 2020

**SURYALAKSHMI COTTON MILLS LIMITED**

Regd. office : Surya towers, 6th Floor, 105 S.P Road, Secunderabad - 500003. Ph.:040-27819856 / 27885200

email : slcmltd@suryalakshmi.com; website : www.suryalakshmi.com; CIN - L17120TG1962PLC000923

**UNAUDITED SEGMENT-WISE REVENUE, RESULTS, ASSETS AND LIABILITIES FOR THE QUARTER/NINE MONTHS ENDED DECEMBER**  
(Rs. In lakhs)

Particulars	For the Quarter Ended			For Nine months Ended		For the Year
	31-Dec-19	30-Sep-19	31-Dec-18	31-Dec-19	31-Dec-18	Ended
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	31-Mar-19 Audited
<b>1. Segment Revenue</b>						
a) Spinning	9,159.41	9,721.26	9,755.40	27,677.91	29,443.61	39,903.03
b) Denim manufacturing	6,949.30	6,923.87	7,663.02	18,913.04	25,208.41	35,369.53
c) Power Plant	0.17	347.17	791.59	386.44	2,450.87	2,826.08
d) Unallocated	20.48	4.65	18.83	45.99	91.39	115.13
<b>Total</b>	<b>16,129.36</b>	<b>16,996.94</b>	<b>18,228.84</b>	<b>47,023.38</b>	<b>57,194.28</b>	<b>78,213.78</b>
Less: Inter Segment Revenue	1,543.89	3,748.20	2,931.17	5,862.36	9,653.21	11,054.71
<b>Total Revenue</b>	<b>14,585.47</b>	<b>13,248.74</b>	<b>15,297.67</b>	<b>41,161.02</b>	<b>47,541.07</b>	<b>67,159.07</b>
<b>2. Segment Results (Profit)(+)/Loss (-) before Tax and Finance charges from each segment)</b>						
a) Spinning	561.02	790.12	404.52	1,880.00	1,886.16	2,583.42
b) Denim manufacturing	(10.28)	(382.95)	(147.79)	(1,042.17)	484.75	(248.32)
c) Power Plant	(111.08)	(52.75)	67.46	(296.46)	111.56	59.30
<b>Total</b>	<b>439.66</b>	<b>354.42</b>	<b>324.19</b>	<b>541.37</b>	<b>2,482.47</b>	<b>2,394.40</b>
Less: i) Finance charges	844.84	841.72	871.91	2,538.45	2,642.98	3,402.40
ii) Other Un-allocable Expenditure net						
Add: Un-allocable income	20.90	4.65	18.83	46.41	91.39	116.03
<b>Total Profit before Tax from continuing operations</b>	<b>(384.28)</b>	<b>(482.65)</b>	<b>(528.89)</b>	<b>(1,950.67)</b>	<b>(69.11)</b>	<b>(891.97)</b>
<b>3. Segment Assets</b>						
a) Spinning	26,916.16	25,798.29	25,371.01	26,916.16	25,371.01	27,024.99
b) Denim manufacturing	34,149.88	31,080.87	33,644.77	34,149.88	33,644.77	30,485.86
c) Power Plant	11,342.56	11,521.22	11,765.29	11,342.56	11,765.29	11,766.62
d) Garment (held for sale)	5,020.78	5,486.04	7,931.14	5,020.78	7,931.14	5,602.83
e) Unallocated	3,594.60	3,301.44	3,262.10	3,594.60	3,262.10	3,016.30
<b>Total</b>	<b>81,023.99</b>	<b>77,187.87</b>	<b>81,974.31</b>	<b>81,023.99</b>	<b>81,974.31</b>	<b>77,896.59</b>
<b>4. Segment Liabilities</b>						
a) Spinning	17,157.57	16,307.25	18,201.08	17,157.57	18,201.08	18,468.70
b) Denim manufacturing	19,544.17	15,922.51	15,270.19	19,544.17	15,270.19	13,500.96
c) Power Plant	12,546.09	12,540.19	12,283.83	12,546.09	12,283.83	12,418.95
d) Garment (relating to assets held for sale)	5,843.35	6,051.91	7,976.48	5,843.35	7,976.48	5,870.06
e) Unallocated	702.19	687.46	655.08	702.19	655.08	665.63
<b>Total</b>	<b>55,793.36</b>	<b>51,509.33</b>	<b>54,386.65</b>	<b>55,793.36</b>	<b>54,386.65</b>	<b>50,924.30</b>



*[Handwritten signature]*

**Limited Review Report – Financial Results****To the Board of Directors of SURYA LAKSHMI COTTON MILLS Limited,**

1. We have reviewed the accompanying Statement of Unaudited Financial Results of **SURYA LAKSHMI COTTON MILLS LIMITED** (“the Company”) for the quarter and Nine Months ended being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

This statement is the responsibility of the Company’s Management and has been approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 “Interim Financial Reporting”, prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the financial statement based on our review.

2. We conducted our review 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 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 statements are free from material misstatements. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

3. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable Indian Accounting Standards (Ind AS) and other recognized accounting principles and policies, 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 modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

**for K S Rao & Co.**

Chartered Accountants

firm’s Regn No. 003109S

  
**(P. GOVARDHANA REDDY)**

Partner

Membership No. 029193

UDIN **20029193AAA-ACPT7784.**

Place : Hyderabad

Date : 10<sup>TH</sup> FEB, 2020