

Regd. Office :  
19, R. N. Mukherjee Road  
Kolkata - 700 001 (India)  
Phone : +91 33 2243 0817 (3 Lines)  
Fax : +91 33 2248 2486



**Eastern Silk Industries Ltd.**

CIN : L17226WB1946PLC013554

Mailing Address : G. P. O. BOX No. 2174, Kolkata - 700 001

E-mail : sales@easternsilk.com • Web : www.easternsilk.com

Date:- 14<sup>th</sup> June, 2024

National stock exchange of India Ltd  
“Exchange Plaza”  
Bandra Kurla Complex  
Bandra (E), Mumbai 400 051  
NSE Symbol: EASTSILK

BSE Limited  
Floor 25, P.J. Towers,  
Dalal Street,  
Mumbai 400 001  
BSE Scrip Code: 590022

Dear Sir,

**Sub: Disclosure under Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015- Outcome of Board Meeting held on June 14, 2024 along with submissions of Financial Results of the Company for Quarter and Year ended on March 31, 2024**

Please be informed that pursuant to Regulation 30 and other applicable provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 the board of directors of the company in their meeting held today i.e. June 14, 2024 has approved the Audited Financial Result (Standalone) of the Company for the quarter and financial year ended on March 31, 2024.

Furthermore, in compliance of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed herewith copy of Financial Result (Standalone) of the Company for the quarter and financial year ended on March 31, 2024 along with the Statement of Assets and Liabilities and Auditors' Report and declaration on audit report with an modified opinion by M/s. B.K. Shroff & Co., Statutory Auditor of the Company are enclosed herewith for your record.

The Board Meeting commenced at 04:30 P.M. (IST) and concluded at 08.40 P.M. (IST).

This is for your information and records.

Thanking You,

Yours faithfully,

**For Eastern Silk Industries Limited**

**RAMESH**

**CHANDRAGIRI**

**REDDAPPA**

**Ramesh Chandragiri Reddappa**

**Whole Time Director**

**DIN:- 10535137**

Digitally signed by RAMESH CHANDRAGIRI  
REDDAPPA  
DN: c=IN, o=Personal, postalCode=560064,  
st=Karnataka,  
serialNumber=ACB721052FBB288391A76FEA7  
DCE7CD3424C4FE58812C60EA3EC782292E  
SEB, cn=RAMESH CHANDRAGIRI REDDAPPA  
Date: 2024.06.14 20:45:11 +05'30'



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

To  
Board of Directors / The Monitoring Committee of Eastern Silk Industries Ltd  
Eastern Silk Industries Limited

**Qualified Opinion**

We have audited the accompanying standalone quarterly financial results of Eastern Silk Industries Limited (the company) for the quarter and year ended 31<sup>st</sup> March, 2024, attached herewith, 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").

In our opinion and to the best of our information and according to the explanations given to us, *except for the possible effects of the matter described in the "Material Uncertainty Related to Going Concern, Basis for Qualified Opinion and the Emphasis of Matter paragraphs"* these standalone financial results:

- i. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- ii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India of the net loss and other comprehensive income and other financial information for the quarter and year ended 31<sup>st</sup> March, 2024.

**Material Uncertainty Related to Going Concern**

*Pursuant to an application made by Export Import Bank of India one of the financial creditors, the Hon'ble National Company Law Tribunal, Kolkata Bench ("Adjudicating Authority"), vide its order dated 31st January, 2024, approved the resolution plan dated 02.01.2023 and addendums dated 04.02.2023 and 25.02.2023 submitted by the Resolution Applicant Baumann Dekor Private Limited. As per the terms of Section 31 of the Code, the Approved Resolution Plan shall be binding on the Company, its employees, members, creditors and other stakeholders involved in the Resolution Plan.*

*The above conditions indicate the existence of material uncertainty that may cast significant doubt about the company's ability to continue as a going Concern. However, the financial statements of the company have been prepared on a going concern basis for the reason stated in Note No. 6 to the Ind AS Financial Results.*



## **Basis for Qualified Opinion**

### ***We draw attention to***

- a) *Note No. 6 to the Ind AS financial results which states that In compliance with the approved Resolution Plan and order from the Hon'ble National Company law Tribunal, the accounting adjustments have been carried out related to extinguishment of liabilities / claims and write off of impaired and/or doubtful assets during the Financial Year ending 31.03.2024. The net impact of the same Rs 11793.06 lakhs has been transferred to the Capital Reserve Account as per the approved Resolution plan. The cancellation of existing share capital and infusion of new capital is in progress and its effect will be taken in accounts on finalisation. The above adjustments are subject to reversal in the event of non compliance with the terms of Resolution plan.*
  
- b) *Note No. 10 to the Ind AS financial results which states that 'No Lien Term Deposit' with the consortium bankers for Rs.2,400.00 Lakhs towards 5% deposit of the amount outstanding against the offer of one-time settlement were made, of which Rs. 392.59 Lakhs have been appropriated by few banks towards recovery of their overdue interest. The same has not been recognized by the company and no adjustment has been made and the principal amount of deposit is continued to be shown as 'No Lien Term Deposit' without accounting for interest accruals. Also no confirmation has been received from the said banks.*
  
- c) *Note No. 11 to the Ind AS financial results which states that Confirmation of bank balances of all bank accounts at Kolkata as on 31.03.2024 is under process of acquiring and reconciling.*

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 together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the 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**

### **We draw attention to:**

*Note No. 7 to the Ind AS financial results which states that In terms of Ind AS-12, further Deferred Tax Assets (DTA) of INR 1,577.05 Lakhs is required to be recognized during the year. The Company has so far recognized DTA aggregating INR 4,572.98 Lakhs. Earlier recognitions were made based on future profitability and projections. The Company is of the opinion that net DTA of INR 4,572.98 Lakhs as recognized in the books is sufficient for future income and as such, the current year's DTA has not been recognized. Our opinion is not modified in this matter.*

## **Responsibilities of Management and Those Charged with Governance for the Standalone Financial Statements**

These financial results have been prepared on the basis of the standalone annual financial statements. The Company's Board of Directors are responsible for the preparation of these financial results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with applicable 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 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 standalone financial results that give a true and fair view and are 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 Company's financial reporting process.



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

Our objectives are to obtain reasonable assurance about whether the standalone financial results as a whole are 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 these standalone financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone financial results, 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 controls with reference to financial statements 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 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 financial results 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 standalone financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.



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

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 March 31, 2024 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2024 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, as required under the listing Regulations.

For **B. K. SHROFF & CO.**  
Chartered Accountants  
Firm Registration No.: 302166E



*L. K. Shroff*

(L. K. Shroff)  
Partner

Membership No.: 060742  
UDIN: 24060742BKCM BH3619

Place: Kolkata  
Date: 14<sup>th</sup> June, 2024



## EASTERN SILK INDUSTRIES LTD.

Regd. Office: 19, R.N. MUKHERJEE ROAD, KOLKATA- 700 001

Corporate Identity Number : L17226WB1946PLC013554

Phone : 033-22430817, Fax-033-22482486

Email :investors@easternsilk.com

Website:www.easternsilk.com

### STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2024

PREPARED IN COMPLIANCE WITH THE INDIAN ACCOUNTING STANDARDS(IND-AS)

(' In Lakhs)

Sl No.	Particulars	Quarter Ended			Year Ended	
		31/03/2024 (See Note 2)	31/12/2023 (Unaudited)	31/03/2023 (See Note 2)	31/03/2024 (Audited)	31/03/2023 (Audited)
1	<b>Revenue</b>					
	a) Revenue from Operation	324.21	537.55	461.76	1,891.98	3,801.29
	b) Other income	17.95	42.32	58.84	141.60	145.16
	<b>Total Income</b>	<b>342.16</b>	<b>579.87</b>	<b>520.60</b>	<b>2,033.58</b>	<b>3,946.45</b>
2	<b>Expenses</b>					
	(a) Cost of materials consumed	102.54	239.01	279.99	837.53	1,353.45
	(b) Purchases of stock-in-trade	0.01	4.91	49.71	24.16	277.90
	(c) Changes in inventories of Finished Goods, Work-in- Progress and Stock-in-Trade	(395.13)	81.23	(31.83)	(122.77)	906.24
	(d) Employee benefit expenses	157.01	99.92	152.04	478.66	453.07
	(e) Finance cost	3.78	-	112.00	3.78	112.00
	(f) Depreciation and Amortization expense	86.17	85.69	69.97	296.55	296.05
	(g) Provision for doubtful debts (net)	-	-	127.41	-	127.41
	(h) Other Expenses	530.33	407.26	496.04	1,702.08	1,863.75
	<b>Total expenses</b>	<b>484.71</b>	<b>918.02</b>	<b>1,255.33</b>	<b>3,220.00</b>	<b>5,389.87</b>
3	Profit / (Loss) from operations before exceptional items (1-2)	(142.55)	(338.15)	(734.73)	(1,186.42)	(1,443.42)
4	Exceptional items	-	-	-	-	-
5	<b>Profit / (Loss) from ordinary activities before tax ( 3+4)</b>	<b>(142.55)</b>	<b>(338.15)</b>	<b>(734.73)</b>	<b>(1,186.42)</b>	<b>(1,443.42)</b>
6	<b>Tax expenses</b>					
	(a) Provision for taxation-Current	44.00	-	-	44.00	-
	(b) Income-tax for Earlier years	-	-	-	-	0.01
	(c) Provision for tax-Deferred	-	-	-	-	-
7	<b>Net Profit / (Loss) for the period</b>	<b>(186.55)</b>	<b>(338.15)</b>	<b>(734.73)</b>	<b>(1,230.42)</b>	<b>(1,443.43)</b>
8	<b>Other Comprehensive Income (OCI)</b>					
	(a) Item that will not be reclassified to Profit & Loss (Net of Tax)	21.07	0.34	9.55	21.82	8.93
	(b) Item that will be reclassified to Profit & Loss (Net of Tax)	-	-	-	-	-
9	<b>Total Comprehensive Income(After tax)</b>	<b>(165.48)</b>	<b>(337.81)</b>	<b>(725.18)</b>	<b>(1,208.60)</b>	<b>(1,434.50)</b>
10	Paid-up equity share capital (Face Value of each share- ` 2/-)	1,579.05	1,579.05	1,579.05	1,579.05	1,579.05
11	Reserves (excluding Revaluation Reserve) as shown in the last audited balance sheet				4,685.77	(5,900.46)
12	<b>Earnings per share</b> (of ` 2/-each) (not annualised):					
	(a) Basic	(0.24)	(0.43)	(0.93)	(1.56)	(1.83)
	(b) Diluted	(0.24)	(0.43)	(0.93)	(1.56)	(1.83)

As per our report attached  
For **B. K. SHROFF & CO**  
Firm Registration No : 302166E  
Chartered Accountants

For and on behalf of the Board

*R.K. Shroff*

(L. K. Shroff)  
Partner  
(Mem.No. 060742)



*Ajay Bikram Singh*  
Ajay Bikram Singh  
DIN 03096101

Chairman

*Sunil Kumar*  
Sunil Kumar  
DIN 09424480

Wholtime Director

For Eastern Silk Industries Ltd.,

*Prateek Chhabra*  
Prateek Chhabra  
Chief Financial officer

## EASTERN SILK INDUSTRIES LTD.

Regd. Office: 19, R.N. MUKHERJEE ROAD, KOLKATA- 700 001

(' In Lakhs)

STATEMENT OF AUDITED ASSETS AND LIABILITIES AS AT 31ST MARCH, 2024		
Particulars	As at 31/03/2024	As at 31/03/2023
	(Audited)	(Audited)
<b>ASSETS</b>		
<b>1 Non-current assets</b>		
(a) Property, Plant and Equipment	3,506.05	3,806.88
(b) Right of Use Assets	261.31	236.63
(c) Financial Assets		
Investments	5.25	4.36
(d) Deferred Tax Asset (Net)	4,572.98	4,572.98
(e) Other Non Current Assets	97.96	105.25
<b>Total Non Current Assets</b>	<b>8,443.55</b>	<b>8,726.09</b>
<b>2 Current assets</b>		
(a) Inventories	3,074.09	2,899.69
(b) Financial Assets		
(i) Trade receivables	132.93	1,519.35
(ii) Cash and cash equivalents	436.92	320.41
(iii) Bank Balance other than (ii) above	1,088.96	1,080.06
(c) Current Tax Assets (Net)	24.53	35.69
(d) Other Current Assets	303.23	632.03
<b>Total Current assets</b>	<b>5,060.66</b>	<b>6,487.23</b>
<b>TOTAL - ASSETS</b>	<b>13,504.21</b>	<b>15,213.33</b>
<b>EQUITY AND LIABILITIES</b>		
<b>1 Equity</b>		
(a) Equity Share capital	1,579.05	1,579.05
(b) Other Equity	4,685.77	(5,900.46)
<b>Total Equity</b>	<b>6,264.82</b>	<b>(4,321.41)</b>
<b>2 Liabilities</b>		
<b>i) Non-Current Liabilities</b>		
(a) Financial liabilities		
- Borrowings	-	1,400.00
(b) Other Non- Current liabilities	826.52	-
(c) Provisions	15.93	24.48
<b>Total Non Current Liabilities</b>	<b>842.45</b>	<b>1,424.48</b>
<b>ii) Current Liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	5,815.16	13,176.41
(ii) Trade Payables		
(a) M.S.M.E.	-	27.41
(b) Other trade payables	6.93	147.28
(iii) Others	-	4.76
(b) Other Current Liabilities	299.09	4,525.68
(c) Short Term provisions	275.75	228.72
<b>Total Current Liabilities</b>	<b>6,396.93</b>	<b>18,110.26</b>
<b>TOTAL - EQUITY AND LIABILITIES</b>	<b>13,504.21</b>	<b>15,213.33</b>

As per our report attached  
For **B. K. SHROFF & CO**

Firm Registration No : 302166E  
Chartered Accountants

*L. K. Shroff*

(L. K. Shroff)  
Partner  
(Mem.No. 060742)



*Ajay Bikram Singh*  
**Ajay Bikram Singh**  
DIN 03096101  
Chairman

*Sunil Kumar*  
**Sunil Kumar**  
DIN 09424480  
Wholtime Director

For Eastern Silk Industries Ltd.,

*Prateek Chandrajatia*  
**Prateek Chandrajatia**  
Chief Financial Officer  
Chief Financial officer

For and on behalf of the Board



**EASTERN SILK INDUSTRIES LTD.**

**Cash Flow Statement for the Year Ended 31st March, 2024**

	31st March, 2024	(' In lakhs) 31st March, 2023
<b>A. CASH FLOW FROM OPERATING ACTIVITIES :</b>		
Net Profit / ( Loss) Before Tax	(1,186.42)	(1,443.42)
<b>Add : Adjustments for :</b>		
Depreciation	296.55	296.05
Provision for Doubtful Debts (net)	-	127.41
Loss on Sale of Fixed Assets (net)	-	3.49
<b>Less : Adjustments for :</b>		
Interest & Dividend Received	18.78	11.33
Sundry Balances Adjusted	-	0.34
<b>Operating Profit Before Working Capital Changes</b>	<b>(908.65)</b>	<b>(1,028.14)</b>
(Increase)/Decrease in Inventories	(174.40)	678.27
(Increase)/Decrease in Trade Receivables	1,386.42	710.00
(Increase)/Decrease in Other Non-Current Assets	7.29	0.32
(Increase)/Decrease in Other Bank Balances	(8.90)	(588.54)
(Increase)/Decrease in Other Current Assets	328.80	(22.80)
Increase/(Decrease) in Trade Payables	(167.76)	(270.49)
Increase/(Decrease) in Other Current Liabilities	267.99	791.05
Increase/(Decrease) in Non Current Provisions	(8.55)	8.41
Increase/(Decrease) in Current Provisions	25.74	60.14
<b>Cash Generated From Operations</b>	<b>743.22</b>	<b>338.22</b>
Interest paid on Working Capital	(108.22)	
Taxes paid (net of Refund)	(11.16)	(6.17)
<b>Net Cash Flow From Operating Activities</b>	<b>862.60</b>	<b>344.39</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES :</b>		
<b>Add : Inflows</b>		
Sale of Fixed Assets	-	10.96
Interest Received	18.53	11.27
Dividend Received	0.25	0.06
<b>Less : Outflows</b>		
Purchase of Fixed Assets	59.52	27.61
<b>Net Cash Used In Investing Activities</b>	<b>(40.74)</b>	<b>(5.32)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES :</b>		
Increase / (Decrease) in Current Borrowings	(705.35)	(390.00)
<b>Net Cash Used In Financing Activities</b>	<b>(705.35)</b>	<b>(390.00)</b>
<b>Net Changes in Cash &amp; Cash Equivalents (A+B+C)</b>	<b>116.51</b>	<b>(50.93)</b>
* Cash & Cash Equivalents - Opening Balance	320.41	371.34
* Cash & Cash Equivalents - Closing Balance	<b>436.92</b>	<b>320.41</b>

As per our report attached  
For **B. K. SHROFF & CO**  
Firm Registration No : 302166E  
Chartered Accountants

*L. K. Shroff*

(L. K. Shroff)  
Partner  
(Mem.No. 060742)



*Ajay Bikram Singh*  
Ajay Bikram Singh  
DIN 03096101  
Chairman

*Sunil Kumar*  
Sunil Kumar  
DIN 09424480  
Wholtime Director

For and on behalf of the Board

**For Eastern Silk Industries Ltd.:**

*Prateek Chhawchharia*  
Prateek Chhawchharia  
Chief Financial Officer

- 1 The operation of the company relate to only one segment viz. Textiles and therefore, has only one reportable segment in accordance with Ind AS 108 'Operating Segments'.
- 2 The figures for the quarter ended 31st March 2024 and 31st March 2023 are the balancing figures between limited reviewed figures in respect of nine months ended 31st December 2023 and 31st December 2022 and year to date audited figures for the 12 months ended on 31st March 2024 and 31st March 2023.
- 3 The above financial results which are in accordance with regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015 read with sebi circular dated July 05, 2016, have been prepared by the management and the same has been taken on records by Board of directors. The results are being published in accordance with regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015
- 4 The statement has been prepared in accordance with the Companies (Indian Accounting Standard) Rules 2015 prescribed under section 133 of the Companies Act 2013 read with rule 3 of the Companies (Indian Accounting Standard) Rules, 2015 and Companies (Indian Accounting Standard) Rules 2010 by the management of the Company and taken on records by Board of directors.
- 5 Previous period/year's figures have been regrouped / rearranged wherever necessary to confirm to current period presentation.

- 6 (a) Pursuant to an application made by Export Import Bank of India one of the financial creditors, the Hon'ble National Company Law Tribunal, Kolkata Bench ("Adjudicating Authority"), vide its order dated 31st January, 2024, approved the resolution plan dated 02.01.2023 and addendums dated 04.02.2023 and 25.02.2023 submitted by the Resolution Applicant Baumann Dekor Private Limited. As per the terms of Section 31 of the Code, the Approved Resolution Plan shall be binding on the Company, its
- 6 (b) On the date of approval of the resolution plan by the Adjudicating Authority, all such claims, that are not a part of the resolution plan, shall stand extinguished and no person will be entitled to initiate or continue any proceedings in respect to a claim, which is not part of the resolution plan.
- 6 (c) Pursuant to the Approved Resolution Plan, a monitoring committee has been constituted, to oversee the implementation of the Resolution Plan and to maintain the Company as a going concern. Considering this the financial statements are being presented on a 'Going Concern' basis.
- 6 (d) As per the approved Resolution Plan, total outlay of INR 6,111.11 Lacs would be deployed as under:

S.No.	Particulars	Amount in Lakhs
1	CIRP Cost	41.02
2	Workmen's Dues- Employee Benefits	123.95
3	Unsecured Financial Creditors	-
4	Secured Creditors- - Loan From bank - Loan from Others	5,815.16
5	Claims - Government Dues	118.56
6	Operational Creditors Claim (other than Government & Employee Dues -Pro	12.42
	<b>Total</b>	<b>6,111.11</b>

In addition to the above outlay of INR 6,111.11 Lacs, INR 5.00 Lac has been allocated to Metro Infrastructure Development Limited in settlement of its outstanding dues as per clause 38 of Hon'ble NCLT Order dated 31st January, 2024 and subsequent discussion of the monitoring committee.

- 6 (e) The payment plan for the above mentioned outlay of INR 6,111.11 Lacs mentioned in the final resolution plan is as follows:
  - i) A performance security (after adjusting EMD already paid) @ 10% of the resolution plan amount shall be payable within 3 working days of receiving letter of intent and
  - ii) Payment as per resolution plan is proposed to be made in three tranches (details as per below table). In case Successful Resolution Applicant (SRA) Baumann Dekor Private Limited make the payment in advance against the dates of payment mentioned below, the amount paid in advance shall be eligible to be discounted as per the approved resolution plan.

The summary of the payment plan is tabulated as follows:

Tranche of Payment	Date of Payment	Amount (in INR Lacs)
First Tranche => 20% of the Resolution Plan Amount	On or before the 90th day from the date of approval from Adjudicating Authority	1,222.22
Second Tranche => 15% of the Resolution Plan Amount	At the end of 12th Month from the date of approval from Adjudicating Authority	916.67
Third Tranche or Final Payment => 65% of the Resolution Plan Amount	At the end of 13th Month from the date of approval from Adjudicating Authority	3972.22
	<b>Total</b>	<b>6,111.11</b>

CIRP cost and amount allocated towards workmen or employee benefits, operational creditors – government and others shall be paid on priority from the first tranche of payment and balance shall be paid to the secured financial creditors.

- 6 (f) As per the terms of the said Resolution Plan, till 31st March, 2023, the successful Resolution Applicant has deposited a total amount of INR 5,81,51,800/- as EMD & Performance Security with the Company and such amount has been deposited by the company with State Bank of India included in "Term Deposit as No-Lien Deposit" under "Other Bank Balances". The successful Resolution Applicant has deposited a total amount INR 2,45,00,000 till 31st March 2024 towards working capital requirements. Further INR 12,22,22,200 has been infused by successful Resolution Applicant in April 2024 towards payment of 1st tranche as per proposed distribution to financial creditors, government dues, CIRP cost and operational creditors as per approved resolution plan.

- 6 (g) Pursuant to Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Requirements"), the Monitoring Committee of the Company, in terms of the approved Resolution Plan, has approved the appointment of Mr. Ajay Bikram Singh as Additional Director under the Category of Chairman (Non-Executive Director), Mr. Sunil Kumar as Additional Director under the category of Whole Time Director (Executive Director), Mr. Ramesh Chandragiri Reddappa as Additional Director under the category of Whole Time Director (Executive Director), Mr. Deepak Kumar Gupta as Additional Director under the category of Independent Director (Non-Executive Director), Mr. Praveen Kumar Agarwal as Additional Director under the category of Independent Director (Non-Executive Director) and Mrs. Jyothi Thomas as Additional Director under the category of Woman Independent Director (Non-Executive Director) with effect from 11th March, 2024.

Pursuant to the constitution of the new Board of Directors w.e.f. 11.03.2024 in terms of the approved resolution plan by Hon'ble NCLT, Kolkata Bench, the previous Board shall stand dissolved, and the previous Directors be deemed to have vacated from their directorship of the company by virtue of the order dated 31.01.2024 passed by Hon'ble NCLT approving the resolution plan.

- 6 (h) As mentioned in the Approved Resolution Plan, the existing share capital of INR 15,79,05,000/- (Indian Rupees Fifteen Crores Seventy-Nine Lakhs Five Thousand Only) will be written off and a fresh equity infusion of INR 1,00,00,000/- (Indian Rupees One Crore Only) by the Resolution Applicant is to be made. The Resolution Debtor has commenced work on the requirement of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 (LODR Regulations) which is likely to be completed in the upcoming financial year.

- 6 (i) In compliance with the approved Resolution Plan and order from the Hon'ble National Company Law Tribunal, the accounting adjustments have been carried out related to extinguishment of liabilities / claims and write off of impaired and/or doubtful assets during the Financial Year ending 31.03.2024. The net impact of the same Rs 11797.04 lakhs has been transferred to the Capital Reserve Account as per the approved Resolution plan. The cancellation of existing share capital and infusion of new capital is in progress and its effect will be taken in accounts on finalisation. The above adjustments are subject to reversal in the event of non compliance with the terms of Resolution plan.



- 6 (i) In compliance with the approved Resolution Plan and order from the Hon'ble National Company law Tribunal, the accounting adjustments have been carried out related to extinguishment of liabilities / claims and write off of impaired and/or doubtful assets during the Financial Year ending 31.03.2024. The net impact of the same Rs 11797.04 lakhs has been transferred to the Capital Reserve Account as per the approved Resolution plan. The cancellation of existing share capital and infusion of new capital is in progress and its effect will be taken in accounts on finalisation. The above adjustments are subject to reversal in the event of non compliance with the terms of Resolution plan.
- 7 In terms of Ind AS-12, further Deferred Tax Assets (DTA) of INR 1,577.05 Lakhs is required to be recognized during the year. The Company has so far recognized DTA aggregating INR 4,572.98 Lakhs. Earlier recognitions were made based on future profitability and projections. The Company is of the opinion that net DTA of INR 4,572.98 Lakhs as recognized in the books is sufficient for future income and as such, the current year's DTA has not been recognized.
- 8 There has been delay in transferring amounts which are required to be transferred to the Investor Education and Protection Fund by the Company as the Manager's Cheque received for the balances held in dividend account on closure of all the bank accounts in HDFC to be deposited in the Investor Education and Protection Fund has been time barred during the period when the company was going through the CIRP. Hence the balances held in the said account for the year 2009 and 2010 are still shown under Bank Balances (Others) reported under Note No.8. Post CIRP and order issued by the Hon'ble NCLT, the Company under the new management is in process of transferring the unclaimed dividend to the Investor Education and Protection Fund to comply with the required provision of the Companies Act, 2013.
- 9 Mr. Rahul Jaiswal, Company Secretary and Compliance Officer (Key Managerial Personnel) of the Company, resigned from his position vide his letter dated 19th February, 2024 and was relieved from the services of the Company with effect from end of business hour on 31st March, 2024.
- 10 'No Lien Term Deposit' with the consortium bankers for ₹. 2,400.00 Lakhs towards 5% deposit of the amount outstanding against the offer of one-time settlement were made, of which ₹. 392.59 Lakhs have been appropriated by few banks towards recovery of their overdue interest. The same has not been recognized by the company and no adjustment has been made and the principal amount of deposit is continued to be shown as 'No Lien Term Deposit' without accounting for interest accruals. Also no confirmation has been received from the said banks.
- 11 Confirmation of bank balances of all bank accounts at Kolkata as on 31.03.2024 is under process of acquiring and reconciling.

As per our report attached  
For **B. K. SHROFF & CO**  
Firm Registration No : 302166E  
Chartered Accountants

*A.K. Shroff*

(L. K. Shroff)  
Partner  
(Mem.No. 060742)

*Ajay Bikram Singh*

Ajay Bikram Singh  
DIN 03096101  
Chairman

*Rajit Kumar*

Rajit Kumar  
DIN 09424480  
Wholetime Director

For and on behalf of the Board

**For Eastern Silk Industries Ltd.**

*Prateek Chhawehar*  
Chief Financial officer  
Chief Financial Officer

Place : Kolkata  
Date: The 14th June, 2024

