



**PASUPATI  
SPINNING  
& WEAVING  
MILLS LTD.**

CORP. OFFICE : 127-128, 1st FLOOR, TRIBHUVAN COMPLEX, ISHWAR NAGAR,  
MATHURA ROAD, NEW DELHI-110065 (INDIA) PHONE : 91-11-47632200  
E-mail : ho@pasupatitextiles.com ; admin@pasupatitextiles.com  
Website : <http://www.pasupatitextiles.com>  
CIN - L74900HR1979PLC009789

**Dated: 15-05-2023**

**The Secretary,  
The Stock Exchange, Mumbai,  
P.J. Tower, Dalal Street,  
Mumbai – 400 001**

Dear Sir,

**Sub: Outcome of Board Meeting of the Company held on 15.05.2023**

With reference to the captioned subject, we would like to inform you that the Board of Directors at its meeting held on 15.05.2023, inter-alia considered and approved the following business:

1. The Board has considered and approved the Standalone audited Financial Results of the Company for the quarter and year ended March 31, 2023.
2. The Board took note of Audit Report received from Statutory Auditor of the company for the quarter and year ended on 31/03/2023.
3. The board considered and approved appointment of Mr. Satnam Singh Saggu, Cost Accountants as cost auditors of the company for the financial year 2023-24.
4. The board considered and approved the appointment of M/s Suresh Kumar Mittal & Company, Chartered Accountants, as internal auditors of the company for the financial year 2023-24.
5. Took note of resignation of M/s Renu Kathuria & Associates, Company Secretaries, Secretarial Auditor
6. Appointment of M/s Sumit Bajaj & Associates, Company Secretaries as secretarial auditor of the company for the financial year 2022-23
7. The Board reviewed and approved related party transactions for the quarter ended 31.03.2023.

Kindly take the information on records and oblige.

Further, in accordance with SEBI Circular No. CIR/CFD/CMD/4/2015 dated September 09, 2015; we wish to inform the following:

Time of commencement of the Board Meeting - 03.00 P.M.

Time of conclusion of the Board Meeting - 04.10 P.M.

**For Pasupati Spinning and Weaving Mills Ltd**

DEEPIKA MALHOTRA  
Digitally signed by  
DEEPIKA MALHOTRA  
Date: 2023.05.15  
16:14:16 +05'30'

**Deepika Malhotra**  
**Company Secretary**

# B. K. SHROFF & CO.

Chartered Accountants

3/7-B, Asaf Ali Road,  
1st Floor, Flat No. 4,  
New Delhi - 110002.

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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  
The Board of Directors of  
PASUPATI SPINNING & WEAVING MILLS LIMITED

## Qualified Opinion

We have audited the accompanying standalone quarterly financial results of Pasupati Spinning & Weaving Mills Limited (the company) for the quarter ended 31<sup>st</sup> March, 2023 and the year-to-date results for the period from 1<sup>st</sup> April, 2022 to 31<sup>st</sup> March, 2023, 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 effects of the matter described in the Basis of Qualified Opinion*, 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 profit and other comprehensive income and other financial information for the quarter ended 31<sup>st</sup> March, 2023 as well as the year to date results for the period from 1<sup>st</sup> April, 2022 to 31<sup>st</sup> March, 2023.

## Basis for Qualified Opinion

*The company has claimed additional compensation in respect of part of factory land acquired. The additional compensation demand is Rs.614.64 Lacs (including amount up to previous year Rs. 614.64 Lacs), which according to the management shall be accounted for as and when received. Had the additional compensation been accounted for the Loss for the year would have been lower and other current assets would have been higher by the said amount. (Refer Note no. 5 of the accompanying notes to the financial statements).*

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.



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

These quarterly financial results as well as the year to date standalone financial results have been prepared on the basis of the interim 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 loss and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, 'Interim Financial Reporting' 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, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.



# B. K. SHROFF & CO.

Chartered Accountants

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- 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, 2023 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2023 and the published unaudited year-to-date figures up to the third quarter of the 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**

Place: New Delhi

Date: 15.05.2023

UDIN: 23006329B944UK6349



*O. P. Shroff*

**(OM PRAKASH SHROFF)**

**Partner**

**Membership Number: 006329**

PASUPATI SPINNING & WEAVING MILLS LIMITED

CIN L74900HR1979PLC009789

Phone no. +91-11-47632200, Email id: cs@pasupatitextiles.com

Regd. Office : Village Kapriwas (Dharuhera) Distt. Rewari, Haryana - 123106

Head Office : 127-128, Tribhuvan Complex, Ishwar Nagar, Mathura Road, New Delhi 110 065

Rs. in Lacs except EPS

STATEMENT OF STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED 31ST MARCH 2023

|      | PARTICULARS   | 3 months   | 3 months  | 3 months   | 12 months | 12 months |
|------|---|------------|-----------|------------|-----------|-----------|
|      |   | ended      | ended     | ended      | ended     | ended     |
|      |   | 31-Mar-23  | 31-Dec-22 | 31-Mar-22  | 31-Mar-23 | 31-Mar-22 |
|      |   | Note No. 8 | Reviewed  | Note No. 8 | Audited   | Audited   |
| I    | Revenue from Operations   | 3,424      | 3,697     | 2,920      | 13,744    | 10,174    |
| II   | Other Income  | 63         | 13        | 47         | 127       | 166       |
| III  | <b>Total Revenue (I + II)</b>   | 3,487      | 3,710     | 2,967      | 13,871    | 10,340    |
| IV   | <b>Expenses :</b>   |            |           |            |           |           |
|      | a. Cost of material consumed  | 1,335      | 1489      | 1,039      | 6,102     | 3,816     |
|      | b. Purchase of Stocks-in-Trade  | 7          | 6         | 15         | 51        | 37        |
|      | c. Changes in inventories of finished goods work-in-progress and stock-in-trade | 267        | 350       | 30         | 180       | (203)     |
|      | d. Job work expenses  | 27         | 107       | 172        | 384       | 529       |
|      | e. Power & Fuel   | 459        | 476       | 433        | 1,921     | 1,672     |
|      | f. Consumption of stores, spares, dyes, chemicals and packing materials         | 429        | 340       | 340        | 1,540     | 1,290     |
|      | g. Share of profit/(loss) of joint venture partner(see note 6)                  | (12)       | (40)      | (1)        | (206)     | (3)       |
|      | h. Employees benefits expense   | 545        | 548       | 498        | 2,149     | 1,890     |
|      | i. Finance costs  | 123        | 122       | 91         | 475       | 354       |
|      | j. Depreciation and amortisation expense  | 51         | 50        | 92         | 203       | 372       |
|      | k. Other expenses   | 311        | 251       | 147        | 967       | 583       |
|      | <b>Total Expenses</b>   | 3,542      | 3,699     | 2,856      | 13,766    | 10,337    |
| V    | <b>Profit / (Loss) before exceptional items and tax (III-IV)</b>                | (55)       | 11        | 111        | 105       | 3         |
| VI   | Exceptional items   | -          | -         | -          | -         | -         |
| VII  | <b>Profit / (Loss) before tax (V-VI)</b>  | (55)       | 11        | 111        | 105       | 3         |
| VIII | <b>Tax expense:</b>   |            |           |            |           |           |
|      | (a) Current Tax   | (8)        | 2         | -          | 19        | 14        |
|      | (b) Earlier Year's Tax  | -          | -         | -          | -         | -         |
|      | (c) Deffered tax  | (49)       | 2         | 30         | (5)       | (2)       |
|      | (d) Mat Credit Entitlement  | (8)        | 2         | -          | 19        | 14        |
| IX   | <b>Profit /(Loss) for the period (VII-VIII)</b>                                 | (6)        | 9         | 81         | 110       | 5         |
| X    | <b>Other comprehensive income</b>   |            |           |            |           |           |
|      | Items that will not be reclassified to profit or loss                           | 9          | (1)       | (8)        | 7         | (1)       |
|      | Items that will be reclassified to profit or loss                               | -          | -         | -          | -         | -         |
|      | <b>Total other comprehensive income</b>   | 9          | (1)       | (8)        | 7         | (1)       |
| XI   | <b>Total comprehensive income (IX + X)</b>                                      | 3          | 8         | 73         | 117       | 4         |
| XII  | Paid-up equity share capital of Rs. 10/- each                                   | 934        | 934       | 934        | 934       | 934       |
| XIII | Other Equity  |            |           |            | 2,040     | 1,924     |
| XIV  | <b>Earning per share</b>  |            |           |            |           |           |
|      | a) Basic - Rs.  | (0.05)     | 0.07      | 0.85       | 1.18      | 0.06      |
|      | b) Diluted - Rs.  | (0.05)     | 0.07      | 0.85       | 1.18      | 0.06      |

**STATEMENT OF ASSETS AND LIABILITIES**

|           |   | As at<br>31.03.2023 | As at<br>31.03.2022 |
|-----------|---|---------------------|---------------------|
|           |   | Audited             | Audited             |
| <b>A.</b> | <b>ASSETS</b>                             |                     |                     |
| <b>1</b>  | <b>NON-CURRENT ASSETS</b>                 |                     |                     |
|           | Property, Plant and Equipments            | 2,974               | 2,858               |
|           | Capital Work in Progress                  | -                   | 22                  |
|           | Financial Assets                          |                     |                     |
|           | (i) Investments                           | 7                   | 7                   |
|           | (ii) Others                               | 179                 | 177                 |
|           | Other Non Current Assets                  | 61                  | 17                  |
| <b>2</b>  | <b>CURRENT ASSETS</b>                     |                     |                     |
|           | Inventories                               | 2,986               | 3,284               |
|           | Financial Assets                          |                     |                     |
|           | (i) Trade receivables                     | 2,973               | 3,109               |
|           | (ii) Cash and cash equivalents            | 107                 | 104                 |
|           | (iii) Bank Balances other than (ii) above | 157                 | 79                  |
|           | Current Tax Assets (net)                  | 181                 | 159                 |
|           | Other Current Assets                      | 661                 | 912                 |
|           | <b>TOTAL - ASSETS</b>                     | <b>10,286</b>       | <b>10,728</b>       |
| <b>B.</b> | <b>EQUITY AND LIABILITIES</b>             |                     |                     |
|           | <b>EQUITY</b>                             |                     |                     |
|           | Equity Share Capital                      | 934                 | 934                 |
|           | Other Equity                              | 2,040               | 1,924               |
|           | <b>LIABILITIES</b>                        |                     |                     |
| <b>1</b>  | <b>NON-CURRENT LIABILITIES</b>            |                     |                     |
|           | Financial Liabilities                     |                     |                     |
|           | (i) Borrowings                            | 593                 | 858                 |
|           | (ii) Trade Payables                       |                     |                     |
|           | - Due to MSME                             | -                   | -                   |
|           | - Others                                  | 210                 | 210                 |
|           | (iii) Other Financial Liabilities         | 92                  | 298                 |
|           | Provisions                                | 112                 | 107                 |
|           | Deferred Tax Liabilities (net)            | 111                 | 114                 |
|           | Other Non Current Liabilities             | 6                   | 6                   |
| <b>2</b>  | <b>CURRENT LIABILITIES</b>                |                     |                     |
|           | Financial liabilities                     |                     |                     |
|           | (i) Borrowings                            | 4,513               | 4,469               |
|           | (ii) Trade Payables                       |                     |                     |
|           | - Due to MSME                             | -                   | 1                   |
|           | - Others                                  | 1,040               | 1,206               |
|           | Other current liabilities                 | 525                 | 503                 |
|           | Provisions                                | 91                  | 84                  |
|           | Current tax liabilities                   | 19                  | 14                  |
|           | <b>TOTAL - EQUITY AND LIABILITIES</b>     | <b>10,286</b>       | <b>10,728</b>       |

**CASH FLOW STATEMENT**

| PARTICULARS  | For the period<br>01.04.2022 to<br>31.03.2023 | For the period<br>01.04.2021 to<br>31.03.2022 |
|--|---|---|
|  | Audited                                       | Audited                                       |
| <b>Cash Flow from Operating Activities</b>             |   |   |
| <b>Net Profit/(Loss) after Tax and OCI</b>             | <b>116</b>                                    | <b>4</b>                                      |
| Adjustments for:                                       |   |   |
| Depreciation   | 203   | 372   |
| Interest Income  | (8)   | (7)   |
| (Profit)/Loss on Fixed Assets sold/discarded           | (6)   | (21)  |
| (Profit)/Loss on revaluation of Investments            | (1)   | (1)   |
| Interest Charged                                       | 426   | 329   |
| Tax Impact   | (3)   | (2)   |
| <b>Operating Profit before Working Capital Changes</b> | <b>727</b>                                    | <b>674</b>                                    |
| Adjustments for:                                       |   |   |
| Trade & Other Receivables                              | 264   | (182)   |
| Inventories  | 298   | (278)   |
| Trade Payables & Other Liabilities                     | (133)   | (517)   |
| <b>Cash Generated from Operations</b>                  | <b>1,156</b>                                  | <b>(303)</b>                                  |
| Interest Paid  | (426)   | (329)   |
| Taxes Paid   | (17)  | (35)  |
| <b>Net Cash from Operating Activities</b>              | <b>713</b>                                    | <b>(667)</b>                                  |
| <b>Cash Flow from Investing Activities</b>             |   |   |
| Purchase of Fixed Assets                               | (302)   | (251)   |
| Sale of Fixed Assets                                   | 11  | 22  |
| Interest Received                                      | 8   | 7   |
| <b>Net Cash used in Investing Activities</b>           | <b>(283)</b>                                  | <b>(222)</b>                                  |
| <b>Cash Flow from Financing Activities</b>             |   |   |
| Proceeds from /Repayment of Borrowings                 |   |   |
| - Short Term   | (121)   | 37  |
| - Long Term  | (122)   | 635   |
| Contribution from Joint Venture Partner                | (206)   | 298   |
| Proceeds from/Repayment of Unsecured Loans             | 21  | (167)   |
| <b>Net Cash used in Financing Activities</b>           | <b>(428)</b>                                  | <b>803</b>                                    |
| Net (Decrease)/Increase in Cash & Cash equivalents     | 2   | (86)  |
| Cash & Cash equivalents at start of the period         | 104   | 190   |
| Cash & Cash equivalents at close of the period         | 106   | 104   |
| Note: Brackets represent cash outflows                 |   |   |

**Notes:**

- 1 Segment reporting as prescribed under Ind-AS-108 is not applicable to the company.
- 2 Figures have been regrouped/rearranged wherever considered necessary.



- 3 The above results have been considered by the audit committee at its meeting held on 15th May 2023 and by the Board of Directors at its meeting held on 15th May 2023.
- 4 This statement has been prepared in accordance with the Companies (Indian Accounting Standard) Rules, 2015 (Ind AS) 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) Accounting Rules, 2016.
- 5 In earlier years, the company had received compensation of Rs.61.61 lacs on acquisition of part of its factory land at Dharuhera. Representation has been made before Sub Divisional Magistrate, Gurgaon cum competent authority(LA) of National Highway Authority of India for payment of compensation at a higher rate. Additional compensation of Rs. 614.64 lacs demanded in the representation will be accounted for as and when received.
- 6(a) The company had entered into joint venture with Star Cotspin Ltd (Star) in respect of cotton yarn which was got manufactured from an outside party on job work basis. As per the terms of the joint venture agreement dated 1.4.2013, the profit sharing ratio between Star and company is 75:25. All the income and expenses of joint venture operations were included in the income and expenses of the company as per the terms of joint venture agreement and amount of share of profit(loss) of SCL had been debited /credited in expenses. The operations were temporarily suspended from 16.08.2016 as premises of the party doing job work was sealed. The company had initiated legal action for release of its material lying in the premises, which has been decided in favour of the company. Appeal has been filed against the order issued in favour of the company.
- 6(b) The company(Pasupati) had entered into another joint venture agreement with Star Cotspin Limited(Star) effective from 15.03.2022 for the purpose of manufacturing and sale of yarn to be manufactured at existing Dharuhera plant of Pasupati . As per terms, the profit is to be shared between Star and Pasupati in 50:50 ratio and loss is of Star. All the income, expenses, assets and liabilities of joint venture operations are included in the accounts of Pasupati as per the terms of joint venture agreement and amount of loss has been debited to Star. However due to adverse market conditions, joint venture agreement has been terminated w.e.f. 1st August 2022. Necessary steps for realisation of assets and payments of liabilities appearing on that date are being taken.
- 7 Depreciation is lower as major plant and machinery was fully depreciated in last financial year.
- 8 Figures of last quarter are balancing figures between the audited figures in respect of the full financial year and reviewed year to date figures upto the third quarter of the financial year.

Place: New Delhi  
Date: 15/05/2023

For Pasupati Spinning & Weaving Mills Ltd

  
Ramesh Kumar Jain  
Chairman & Managing Director