



# BANNARI AMMAN SPINNING MILLS LIMITED

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Website : www.bannarimills.com CIN : L17111TZ1989PLC002476 GSTRN : 33AAACB8513A1ZE

BASML/SEC/212/NSE & BSE/2021-22

31.5.2021

The Manager  
Listing Department  
National Stock Exchange of India Limited  
"Exchange Plaza"  
Bandra-Kurla Complex, Bandra (East)  
Mumbai 400 051

BSE Limited  
Floor25  
Phiroze Jeejeebhoy Towers  
Dalal Street  
Mumbai 400 001

Scrip Code: BASML

Scrip Code: 532674

Dear Sir,

## **Sub: Audited Financial Results for the year ended 31.3.2021 and outcome of the Board Meeting.**

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The Board of Directors at the meeting held on 31.5.2021 have approved inter-alia the Audited Financial Results for the year ended 31.3.2021. Further the Board of Directors have not recommended any dividend for the Financial Year ended 31.3.2021.

The text of the Audited Financial Results for the aforesaid period along with Auditors Report thereon pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 are enclosed herewith.

We declare that the Auditors Report issued by M/s. Deloitte Haskins & Sells LLP, Chartered Accountants, Statutory Auditors for both Standalone as well as Consolidated Audited Financial Results of the Company for the year ended 31.3.2021 are with unmodified opinion.

The Board of Directors have considered and approved the partial modification of the remuneration payable to Sri S V Arumugam, Managing Director with effect from 27.6.2021 to 26.6.2023, for the remaining period of tenure, as recommended by the Nomination and Remuneration Committee, subject to approval of shareholders at the ensuing Annual General Meeting.

The Board Meeting commenced at 11.30 AM and concluded at 1.45 P.M

Kindly take on record the above information.

Thanking you,

Yours faithfully,

**For BANNARI AMMAN SPINNING MILLS LIMITED**

**N KRISHNARAJ  
COMPANY SECRETARY**



**STATEMENT OF STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31.03.2021**

[Rs. in Lakhs except earnings per equity share data]

S.No.	Particulars	Quarter ended			Year ended	
		31.03.2021	31.12.2020	31.03.2020	31.03.2021	31.03.2020
		(Refer Note 6)	(Unaudited)	(Refer Note 6)	(Audited)	(Audited)
I	Revenue from operations	26,891.40	25,309.12	23,684.83	85,963.70	92,497.28
II	Other income	31.62	30.63	410.52	576.08	1,847.31
III	<b>Total income (I + II)</b>	<b>26,923.02</b>	<b>25,339.75</b>	<b>24,095.35</b>	<b>86,539.78</b>	<b>94,344.59</b>
IV	<b>Expenses</b>					
a)	Cost of materials consumed	17,035.99	15,378.38	13,086.93	53,915.96	65,750.09
b)	Purchases of stock-in-trade	46.82	4.30	-	51.12	217.47
c)	Changes in inventories of finished goods, stock-in-trade and work-in-progress	532.50	1,420.88	4,836.70	5,496.98	(1,009.50)
d)	Employee benefits expense	2,394.16	2,200.89	2,089.29	7,913.10	8,774.01
e)	Finance costs	1,306.35	1,412.48	1,600.98	5,675.63	6,495.71
f)	Depreciation and amortization expenses	689.19	706.97	340.89	2,809.11	2,831.16
g)	Other expenses	3,541.48	3,214.57	3,132.88	11,923.22	11,262.16
	<b>Total expenses</b>	<b>25,546.49</b>	<b>24,338.47</b>	<b>25,087.67</b>	<b>87,785.12</b>	<b>94,321.10</b>
V	<b>Profit/(Loss) before tax (III - IV)</b>	<b>1,376.53</b>	<b>1,001.28</b>	<b>(992.32)</b>	<b>(1,245.34)</b>	<b>23.49</b>
VI	<b>Tax expenses / (income)</b>					
	Current tax	-	-	-	-	-
	Deferred tax	210.33	152.99	(227.93)	(190.29)	3.59
	<b>Total tax expenses / (income)</b>	<b>210.33</b>	<b>152.99</b>	<b>(227.93)</b>	<b>(190.29)</b>	<b>3.59</b>
VII	<b>Profit/(Loss) after tax (V-VI)</b>	<b>1,166.20</b>	<b>848.29</b>	<b>(764.39)</b>	<b>(1,055.05)</b>	<b>19.90</b>
VIII	<b>Other comprehensive income / (loss)</b>					
	Item that will not be reclassified to profit or loss					
i)	Remeasurements of the defined benefit plans	67.00	-	83.28	67.00	83.28
ii)	Gain/(loss) on equity instruments designated at FVTOCI	-	-	-	-	-
iii)	Income tax relating to items that will not be reclassified to profit or loss	(20.90)	-	(25.98)	(20.90)	(25.98)
IX	<b>Total comprehensive income/(loss) for the period (VII+VIII)</b>	<b>1,212.30</b>	<b>848.29</b>	<b>(707.09)</b>	<b>(1,008.95)</b>	<b>77.20</b>
X	Paid-up equity share capital (Face value of Rs.5/- per share)	1,575.43	1,575.43	1,575.43	1,575.43	1,575.43
XI	Reserves (excluding revaluation reserve) as shown in the audited balance sheet	-	-	-	28,087.79	29,096.74
XII	Earnings per share (EPS) (of Rs.5/- each) (not annualised for quarters)					
	Basic and Diluted	3.70	2.69	(2.43)	(3.35)	0.06

**[Rs. in Lakhs]**

Particulars	As at March 31, 2021	As at March 31, 2020
<b>ASSETS</b>		
<b>1 Non-current assets</b>		
(a) Property, plant and equipment	53,464.18	56,103.64
(b) Right of use assets	735.03	758.66
(c) Financial assets		
(i) Investments	2,645.41	2,644.37
(d) Other financial assets	578.00	-
(e) Other non-current assets	922.85	1,392.26
<b>Total non-current assets</b>	<b>58,345.47</b>	<b>60,898.93</b>
<b>2 Current assets</b>		
(a) Inventories	18,138.79	24,872.01
(b) Financial assets		
(i) Trade receivables		
(A) Trade receivables considered good - Unsecured	12,049.91	15,597.36
(B) Trade receivables - Credit impaired	856.04	814.52
(ii) Cash and cash equivalents	877.98	2,656.94
(iii) Bank balances other than (ii) above	2.60	167.11
(iv) Loans	30.19	17.79
(v) Other financial assets	1,287.73	1,742.09
(c) Current tax assets	45.68	166.99
(d) Other current assets	2,657.91	2,322.75
(e) Assets classified as held for sale	56.72	56.72
<b>Total current assets</b>	<b>36,003.55</b>	<b>48,414.28</b>
<b>Total assets (1+2)</b>	<b>94,349.02</b>	<b>1,09,313.21</b>
<b>EQUITY AND LIABILITIES</b>		
<b>1 Equity</b>		
(a) Equity share capital	1,575.43	1,575.43
(b) Other equity	28,087.79	29,096.74
<b>Total equity</b>	<b>29,663.22</b>	<b>30,672.17</b>
<b>Liabilities</b>		
<b>2 Non-current liabilities</b>		
(a) Financial liabilities		
(i) Borrowings	15,754.56	18,345.81
(ii) Lease liabilities	18.56	83.15
(b) Deferred tax liabilities (net)	2,530.52	2,699.91
(c) Other non-current liabilities	703.58	904.30
<b>Total non - current liabilities</b>	<b>19,007.22</b>	<b>22,033.17</b>
<b>3 Current liabilities</b>		
(a) Financial liabilities		
(i) Borrowings	29,092.70	37,995.46
(ii) Trade payables		
(A) Total outstanding dues of micro and small enterprises	1,738.88	809.51
(B) Total outstanding dues of creditors other than micro and small enterprises	7,783.01	10,482.05
(iii) Lease liabilities	61.72	80.28
(iv) Other financial liabilities	5,590.44	6,237.22
(b) Provisions	239.00	135.33
(c) Other current liabilities	1,172.83	868.02
<b>Total current liabilities</b>	<b>45,678.58</b>	<b>56,607.87</b>
<b>Total equity and liabilities (1+2+3)</b>	<b>94,349.02</b>	<b>1,09,313.21</b>

**BANNARI AMMAN SPINNING MILLS LIMITED**  
**Standalone Statement of cashflows for the year ended March 31, 2021**

**Annexure - B**

[Rs. in Lakhs]

Particulars	For the year ended		For the year ended	
	March 31, 2021		March 31, 2020	
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>				
<b>Profit / (loss) before tax</b>		(1,245.34)		23.49
<b>Adjustments for:</b>				
Depreciation and amortization expenses	2,809.11		2,831.16	
Profit on sale of property, plant and equipment	(380.55)		(1,709.18)	
Profit / (loss) on sale of investments	-		3.83	
Finance costs	5,675.63		6,495.71	
Interest income	(116.70)		(138.13)	
Allowance for doubtful trade receivables and bad debts written off	501.54		159.57	
Net unrealised exchange (gain)	(57.48)		(278.01)	
		8,431.55		7,364.95
Operating profit before working capital changes		7,186.21		7,388.44
<b>Changes in working capital:</b>				
<b>Adjustments for increase / (decrease) in operating assets:</b>				
<b>Financial assets</b>				
Trade receivables	3,061.87		1,160.75	
Loans	(12.40)		13.15	
Other financial assets	665.60		220.53	
<b>Non-financial assets</b>				
Inventories	6,733.22		661.38	
Other non-financial assets	201.25		698.89	
<b>Adjustments for increase / (decrease) in operating liabilities:</b>				
<b>Financial liabilities</b>				
Trade payables	(1,769.67)		2,369.70	
Other financial liabilities	32.49		(17.81)	
<b>Non-financial liabilities</b>				
Provisions	103.67		(108.64)	
Other non-financial liabilities	283.05		114.15	
		9,299.08		5,112.10
		16,485.29		12,500.54
Net income tax paid		121.31		(170.99)
<b>Net cash flow from operating activities (A)</b>		<b>16,606.60</b>		<b>12,329.55</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>				
Capital expenditure on property plant and equipment, including capital advances	(794.90)		(1,752.77)	
Margin money deposits	164.00		98.00	
Sales of other investments	(1.04)		58.66	
Proceeds from sale of property, plant and equipment	1,072.17		3,043.04	
Inter corporate deposit	(578.00)		-	
Interest received	133.16		124.43	
<b>Net cash flow from / (used in) investing activities (B)</b>		<b>(4.61)</b>		<b>1,571.36</b>

<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>				
Proceeds from non-current borrowings	1,700.00		2,200.00	
Repayment of non-current borrowings	(4,728.15)		(4,663.85)	
Increase / (decrease) in working capital borrowings	(8,902.76)		(2,200.87)	
Payment of dividend including tax thereon	-		(304.20)	
Repayment of operating lease liabilities	(143.77)		(101.55)	
Interest paid on lease liabilities	(22.08)		(22.08)	
Finance costs paid	(6,284.19)		(6,717.70)	
<b>Net cash flow used in financing activities (C)</b>		<b>(18,380.95)</b>		<b>(11,810.25)</b>
<b>Net increase / (decrease) in cash and cash equivalents (A+B+C)</b>		<b>(1,778.96)</b>		<b>2,090.66</b>
Add: Cash and cash equivalents at the beginning of the year		2,656.94		566.28
<b>Cash and cash equivalents at the end of the year *</b>		<b>877.98</b>		<b>2,656.94</b>
* Comprises:				
(a) Cash on hand	3.74		6.17	
(b) Cheques/drafts on hand	4.00		3.50	
(c) Balances with banks:				
(i) In current accounts	870.24		617.27	
(ii) In deposit accounts	-		2,030.00	
<b>Total</b>		<b>877.98</b>		<b>2,656.94</b>

**STATEMENT OF CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31.03.2021**

[Rs. in Lakhs except earnings per equity share data]

S.No.	Particulars	Quarter ended			Year ended	
		31.03.2021	31.12.2020	31.03.2020	31.03.2021	31.03.2020
		(Refer Note 6)	(Unaudited)	(Refer Note 6)	(Audited)	(Audited)
I	Revenue from operations	30,863.75	29,733.61	27,861.67	1,01,853.73	1,13,387.67
II	Other income	7.15	20.20	420.59	518.15	1,849.73
III	<b>Total income (I + II)</b>	<b>30,870.90</b>	<b>29,753.81</b>	<b>28,282.26</b>	<b>1,02,371.88</b>	<b>1,15,237.40</b>
IV	<b>Expenses</b>					
	a) Cost of materials consumed	19,560.75	17,329.16	15,187.35	62,394.64	77,365.84
	b) Purchases of stock-in-trade	69.05	72.18	5.50	129.57	230.08
	c) Changes in inventories of finished goods, stock-in-trade and work-in-progress	(355.27)	2,019.58	4,507.90	5,778.25	(1,479.14)
	d) Employee benefits expense	3,674.11	3,496.35	3,494.82	12,263.54	14,263.96
	e) Finance costs	1,386.74	1,628.42	1,978.52	6,201.11	7,203.15
	f) Depreciation and amortization expenses	808.81	821.87	448.28	3,274.38	3,262.83
	g) Other expenses	4,205.15	3,437.01	3,647.80	13,533.37	13,387.16
	<b>Total expenses</b>	<b>29,349.34</b>	<b>28,804.57</b>	<b>29,270.17</b>	<b>1,03,574.86</b>	<b>1,14,233.88</b>
V	<b>Profit/(loss) before tax (III - IV)</b>	1,521.56	949.24	(987.91)	(1,202.98)	1,003.52
VI	<b>Tax expenses / (income)</b>					
	Current tax	-	-	-	-	-
	Deferred tax	250.13	145.46	(128.73)	(164.63)	413.03
	<b>Total tax expenses / (income)</b>	<b>250.13</b>	<b>145.46</b>	<b>(128.73)</b>	<b>(164.63)</b>	<b>413.03</b>
VII	<b>Profit/(loss) after tax (V-VI)</b>	<b>1,271.43</b>	<b>803.78</b>	<b>(859.18)</b>	<b>(1,038.35)</b>	<b>590.49</b>
VIII	<b>Other comprehensive income / (loss)</b>					
	Item that will not be reclassified to profit or loss					
	i) Remeasurements of the defined benefit plans	96.45	-	113.94	96.45	113.94
	ii) Gain/(loss) on equity instruments designated at FVTOCI	-	-	-	-	-
	iii) Income tax relating to items that will not be reclassified to profit or loss	(20.90)	-	(25.98)	(20.90)	(25.98)
IX	<b>Total comprehensive income / (loss) for the period (VII+VIII)</b>	1,346.98	803.78	(771.22)	(962.80)	678.45
	<b>Profits / (loss) attributable to</b>					
	Non-controlling interest	82.33	(10.90)	(11.07)	61.86	348.01
	Owners of the Company	1,189.10	814.68	(848.11)	(1,100.21)	242.48
	<b>Other comprehensive income / (loss) attributable to</b>					
	Non-controlling interest	14.33	-	14.92	14.33	14.92
	Owners of the Company	61.22	-	73.04	61.22	73.04
	<b>Total comprehensive income / (loss) attributable to</b>					
	Non-controlling interest	96.66	(10.90)	3.85	76.19	362.93
	Owners of the Company	1,250.32	814.68	(775.07)	(1,038.99)	315.52
X	Paid-up equity share capital (Face value of Rs.5/- per share)	1,575.43	1,575.43	1,575.43	1,575.43	1,575.43
XI	Reserves (excluding revaluation reserve) as shown in the audited balance sheet				28,619.22	29,658.21
XII	Earnings per share (EPS) (of Rs.5/- each) (not annualised for quarters)					
	Basic and Diluted	4.04	2.55	(2.73)	(3.30)	1.87

[Rs. in Lakhs]

Particulars	As at March 31, 2021	As at March 31, 2020
<b>ASSETS</b>		
<b>1 Non-current assets</b>		
(a) Property, plant and equipment	60,064.95	63,100.68
(b) Capital work-in-progress	1,664.01	439.02
(c) Right of use assets	774.99	845.59
(d) Other intangible assets	488.01	9.37
(e) Financial assets		
(i) Investments	26.42	25.38
(f) Deferred tax asset	20.86	0.80
(g) Other non-current assets	1,027.86	1,477.36
<b>Total non-current assets</b>	<b>64,067.10</b>	<b>65,898.20</b>
<b>2 Current assets</b>		
(a) Inventories	25,914.31	32,655.76
(b) Financial assets		
(i) Trade receivables		
(A) Trade receivable considered good - Unsecured	13,144.46	15,843.13
(B) Trade receivable - Credit impaired	856.04	814.52
(ii) Cash and cash equivalents	879.47	3,424.40
(iii) Bank balances other than (ii) above	869.30	167.11
(iv) Loans	59.62	37.97
(v) Other financial assets	1,401.06	1,820.38
(c) Current tax assets	47.40	166.99
(d) Other current assets	4,167.94	3,825.20
(e) Assets classified as held for sale	56.72	56.72
<b>Total current assets</b>	<b>47,396.32</b>	<b>58,812.18</b>
<b>Total assets (1+2)</b>	<b>1,11,463.42</b>	<b>1,24,710.38</b>
<b>EQUITY AND LIABILITIES</b>		
<b>1 Equity</b>		
(a) Equity share capital	1,575.43	1,575.43
(b) Other equity	28,619.22	29,658.21
<b>Equity attributable to the owners of the Holding Company</b>	<b>30,194.65</b>	<b>31,233.64</b>
Non-controlling interest	3,561.50	3,485.30
<b>Total equity</b>	<b>33,756.15</b>	<b>34,718.94</b>
<b>Liabilities</b>		
<b>2 Non-current liabilities</b>		
(a) Financial liabilities		
(i) Borrowings	18,687.39	19,616.95
(ii) Lease liabilities	41.01	176.13
(b) Deferred tax liabilities	3,152.88	3,274.52
(c) Provisions	241.29	231.21
(d) Other non-current liabilities	777.23	988.47
<b>Total non - current liabilities</b>	<b>22,899.80</b>	<b>24,287.28</b>
<b>3 Current liabilities</b>		
(a) Financial liabilities		
(i) Borrowings	33,734.06	42,010.52
(ii) Trade payables		
(A) Total outstanding dues of micro and small enterprises	1,738.88	809.51
(B) Total outstanding dues of creditors other than micro and small enterprises	11,090.41	13,922.97
(iii) Lease liabilities	87.11	80.28
(iv) Other financial liabilities	6,502.43	6,520.04
(b) Provisions	414.49	306.71
(c) Other current liabilities	1,240.09	2,054.13
<b>Total current liabilities</b>	<b>54,807.47</b>	<b>65,704.16</b>
<b>Total equity and liabilities (1+2+3)</b>	<b>1,11,463.42</b>	<b>1,24,710.38</b>

[Rs. in Lakhs]

Particulars	For the year ended March 31, 2021		For the year ended March 31, 2020	
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>				
Profit before tax		(1,202.98)		1,003.52
<b>Adjustments for:</b>				
Depreciation and amortization expenses	3,274.38		3,262.83	
Profit on sale of property, plant and equipment	(380.55)		(1,709.18)	
Profit / (loss) on sale of investments	-		3.83	
Finance costs	6,201.11		7,203.15	
Interest income	(44.60)		(97.17)	
Allowance for doubtful trade receivables and bad debts written off	501.54		159.57	
Net unrealised exchange (gain)	(57.48)		(243.51)	
		9,494.40		8,579.52
Operating profit before working capital changes		8,291.42		9,583.04
<b>Changes in working capital:</b>				
Adjustments for increase / (decrease) in operating assets:				
<b>Financial Assets</b>				
Trade receivables	2,213.09		2,141.71	
Loans	(21.65)		9.97	
Other financial assets	637.97		220.48	
<b>Non-financial assets</b>				
Inventories	6,741.45		(856.65)	
Other non-financial assets	203.21		628.69	
Adjustments for increase / (decrease) in operating liabilities:				
<b>Financial liabilities</b>				
Trade payables	(1,903.19)		3,501.68	
Other financial liabilities	216.24		(445.91)	
<b>Non-financial liabilities</b>				
Provisions	117.86		(79.91)	
Other non-financial liabilities	(846.31)		(589.44)	
		7,358.67		4,530.62
		<b>15,650.09</b>		<b>14,113.66</b>
Net income tax paid		121.62		(171.79)
<b>Net cash flow from operating activities (A)</b>		<b>15,771.71</b>		<b>13,941.87</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>				
Capital expenditure on property plant and equipment, including capital advances	(2,520.56)		(2,591.98)	
Margin money deposits	164.00		98.00	
Sale of other investments	(1.04)		58.66	
Proceeds from sale of property, plant and equipment	1,099.80		3,043.04	
Interest received	61.06		83.47	
<b>Net cash flow generated / (used in) investing activities (B)</b>		<b>(1,196.74)</b>		<b>691.19</b>



<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>				
Proceeds from non-current borrowings	1,700.00		2,200.00	
Repayment of non-current borrowings	(2,613.57)		(4,225.04)	
Increase / (decrease) in working capital borrowings	(8,276.46)		(2,367.26)	
Payment of dividend including tax thereon	-		(304.20)	
Repayment of operating lease liabilities	(188.91)		(117.91)	
Interest paid on lease liabilities	(32.63)		(32.62)	
Finance costs paid	(6,841.63)		(7,421.78)	
<b>Net cash flow (used in) financing activities (C)</b>		<b>(16,253.20)</b>		<b>(12,268.81)</b>
<b>Net increase / (decrease) in cash and cash equivalents (A+B+C)</b>		<b>(1,678.23)</b>		<b>2,364.25</b>
Add: Cash and cash equivalents at the beginning of the year		3,424.40		1,060.15
<b>Cash and cash equivalents at the end of the year *</b>		<b>1,746.17</b>		<b>3,424.40</b>
* Comprises:				
(a) Cash on hand	5.23		8.16	
(b) Cheques/drafts on hand	4.00		3.50	
(c) Balances with banks:				
(i) In current accounts	1,106.03		818.00	
(ii) In deposit accounts	630.91		2,594.74	
<b>Total</b>		<b>1,746.17</b>		<b>3,424.40</b>

## **BANNARI AMMAN SPINNING MILLS LIMITED**

### Notes:

- 1 The above standalone and consolidated financial results ('the statement') for the quarter and year ended March 31, 2021 have been reviewed by the Audit Committee and have been approved by the Board of Directors at their meetings held on May 31, 2021. The Statutory Auditors have audited the financial results for the year ended March 31, 2021 and reviewed / audited the financial results for the quarter ended March 31, 2021 and given unmodified opinion.  
  
The Consolidated results include results of subsidiaries - Young Brand Apparel Private Limited, Bannari Amman Retails Private Limited, Bannari Amman Trendz Private Limited, Accel Apparels Private Limited and Abirami Amman Designs Private Limited. The Company along with its subsidiaries is herein-after referred to as 'the Group'.
- 2 The Group is primarily engaged in the manufacturing of Textile and related products, which in the context of Ind AS 108 "Operating Segments" is considered the only significant business segment.
- 3 The outbreak of COVID-19 pandemic and the resultant lockdown measures enforced by the Central and State Governments has affected the Company's full year financial performance though the operations have significantly improved in the second half of the financial year 2020-21. The Company has considered the possible effects that may result from the pandemic relating to COVID-19 on the carrying amounts of Property, plant and equipment, Intangibles, Inventories, Receivables and Other assets. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the Company, as at the date of approval of these financial results has used internal and external sources on the expected future performance of the Company. The Company has evaluated its liquidity position, recoverability and based on current estimates expects the carrying amount of these assets will be recovered. The impact of COVID-19 on the Company's financial results may differ from that estimated as at the date of approval of these financial results.
- 4 The Company, in February 2021 made sub-division of face value of Equity Share into smaller amount (i.e) sub-division of 1 Equity Share of face value of Rs.10 each fully paid into Equity Shares of Rs.5 each fully paid up resulting in issuance of 2 Equity Shares of Rs.5 each fully paid up thereby keeping the Paid up Capital intact.
- 5 The Statement of Assets and Liabilities as at March 31, 2021 is given as Annexure-A and Statement of Cash Flows for the year ended March 31, 2021 is given as Annexure-B.
- 6 The figures for the quarter ended March 31, 2021 are the balancing figure between audited figures for the full financial year ended March 31, 2021 and published year to date figures up to the third quarter ended December 31, 2020.
- 7 Previous period figures have been regrouped / reclassified, wherever necessary.

**For and on behalf of the Board of Directors**

**Place: Coimbatore**  
**Date : 31.05.2021**

**S.V. Arumugam**  
**Managing Director**  
**DIN: 00002458**

## **INDEPENDENT AUDITOR’S REPORT ON AUDIT OF ANNUAL STANDALONE FINANCIAL RESULTS AND REVIEW OF QUARTERLY FINANCIAL RESULTS**

### **TO THE BOARD OF DIRECTORS OF BANNARI AMMAN SPINNING MILLS LIMITED**

#### **Opinion and Conclusion**

We have (a) audited the Standalone Financial Results for the year ended March 31, 2021 and (b) reviewed the Standalone Financial Results for the quarter ended March 31, 2021 (refer 'Other Matters' section below), which were subject to limited review by us, both included in the accompanying "Statement of Standalone Financial Results for the Quarter and Year Ended March 31, 2021" ("the Statement"), of **BANNARI AMMAN SPINNING MILLS LIMITED** ("the Company"), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").

#### **(a) Opinion on Annual Financial Results**

In our opinion and to the best of our information and according to the explanations given to us, the Standalone Financial Results for the year ended March 31, 2021:

- i. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended; and
- ii. gives a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India of the net profit and total comprehensive income and other financial information of the Company for the year then ended.

#### **(b) Conclusion on Unaudited Standalone Financial Results for the quarter ended March 31, 2021**

With respect to the Standalone Financial Results for the quarter ended March 31, 2021, based on our review conducted as stated in paragraph (b) of Auditor's Responsibilities section below, nothing has come to our attention that causes us to believe that the Standalone Financial Results for the quarter ended March 31, 2021, prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India, 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 amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

#### **Basis for Opinion on the Audited Standalone Financial Results for the year ended March 31, 2021**

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 paragraph (a) of Auditor's Responsibilities section below. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("the ICAI") together with the ethical requirements that are relevant to our audit of the Standalone Financial Results for the year ended March 31, 2021 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 obtained by us is sufficient and appropriate to provide a basis for our audit opinion

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## Management's Responsibilities for the Statement

This Statement which includes the Standalone Financial Results is the responsibility of the Company's Board of Directors and has been approved by them for the issuance. The Standalone Financial Results for the year ended March 31, 2021 has been compiled from the related audited standalone financial statements. This responsibility includes the preparation and presentation of the Standalone Financial Results for the quarter and year ended March 31, 2021 that give a true and fair view of the net profit/(loss) respectively and other comprehensive income / (loss) and other financial information in accordance with the recognition and measurement principles laid down in the Indian 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 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 the 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 is 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 financial reporting process of the Company.

## Auditor's Responsibilities

### (a) Audit of the Standalone Financial Results for the year ended March 31, 2021

Our objectives are to obtain reasonable assurance about whether the Standalone Financial Results for the year ended March 31, 2021 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 this 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 Annual 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.

# Deloitte Haskins & Sells LLP

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- 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 ability of the Company 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.
- Evaluate the overall presentation, structure and content of the Annual Standalone Financial Results, including the disclosures, and whether the Annual Standalone Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Annual Standalone Financial Results of the Company to express an opinion on the Annual Standalone Financial Results.

Materiality is the magnitude of misstatements in the Annual Standalone Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Annual Standalone Financial Results 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 Annual Standalone Financial Results.

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.

## **(b) Review of the Standalone Financial Results for the quarter ended March 31, 2021**

We conducted our review of the Standalone Financial Results for the quarter ended March 31, 2021 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 ICAI. A review of interim financial information consists of making inquiries, primarily of the Company's personnel 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 SAs specified under section 143(10) of the Act 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.

# **Deloitte Haskins & Sells LLP**

## **Other Matters**

- The Statement includes the results for the Quarter ended March 31, 2021 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us. Our report on the Statement is not modified in respect of this matter.

For **Deloitte Haskins & Sells LLP**  
Chartered Accountants  
(Firm's Registration No. 117366W/W-100018)

**Balaji M. N.**  
Partner  
(Membership No. 202094)  
UDIN(UDIN:21202094AAAADM8146)

Place : Chennai  
Date : May 31, 2021

## **INDEPENDENT AUDITOR'S REPORT ON AUDIT OF ANNUAL CONSOLIDATED FINANCIAL RESULTS AND REVIEW OF QUARTERLY FINANCIAL RESULTS**

### **TO THE BOARD OF DIRECTORS OF BANNARI AMMAN SPINNING MILLS LIMITED**

#### **Opinion and Conclusion**

We have (a) audited the Consolidated Financial Results for the year ended March 31, 2021 and (b) reviewed the Consolidated Financial Results for the quarter ended March 31, 2021 (refer 'Other Matters' section below), which were subject to limited review by us, both included in the accompanying "Statement of Consolidated Financial Results for the Quarter and Year Ended March 31, 2021" ("the Statement") of **BANNARI AMMAN SPINNING MILLS LIMITED** ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), being submitted by the Parent pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").

#### **(a) Opinion on Annual Consolidated Financial Results**

In our opinion and to the best of our information and according to the explanations given to us the Consolidated Financial Results for the year ended March 31, 2021:

- (i) includes the results of the following entities:
  - Young Brand Apparel Private limited (Subsidiary)
  - Abirami Amman Designs Private Limited (formerly Abirami Amman Mills Private Limited) (Subsidiary)
  - Accel Apparels Private Limited (Subsidiary)
  - Bannari Amman Retails Private Limited (Subsidiary)
  - Bannari Amman Trendz Private Limited (Subsidiary)
- (ii) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended; and
- (iii) gives a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India of the consolidated net loss and consolidated total comprehensive loss and other financial information of the Group for the year ended March 31, 2021.

#### **(b) Conclusion on Unaudited Consolidated Financial Results for the quarter ended March 31, 2021**

With respect to the Consolidated Financial Results for the quarter ended March 31, 2021, based on our review conducted and procedures performed as stated in paragraph (b) of Auditor's Responsibilities section below, nothing has come to our attention that causes us to believe that the Consolidated Financial Results for the quarter ended March 31, 2021, prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India, 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 amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

# **Deloitte Haskins & Sells LLP**

## **Basis for Opinion on the Audited Consolidated Financial Results for the year ended March 31, 2021**

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 paragraph (a) of Auditor's Responsibilities section below. We are independent of the Group 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 Consolidated Financial Results for the year ended March 31, 2021 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 obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred to in Other Matters section below, is sufficient and appropriate to provide a basis for our audit opinion.

### **Management's Responsibilities for the Statement**

This Statement, which includes the Consolidated Financial Results is the responsibility of the Parent's Board of Directors and has been approved by them for the issuance. The Consolidated Financial Results for the year ended March 31, 2021, has been compiled from the related audited consolidated financial statements. This responsibility includes the preparation and presentation of the Consolidated Financial Results for the quarter and year ended March 31, 2021 that give a true and fair view of the consolidated net profit/(loss) respectively and consolidated other comprehensive income/(loss) and other financial information of the Group in accordance with the recognition and measurement principles laid down in the Indian 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.

The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group 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 the 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 respective financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of this Consolidated Financial Results by the Directors of the Parent, as aforesaid.

In preparing the Consolidated Financial Results, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the respective entities to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate their respective entities or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are responsible for overseeing the financial reporting process of the Group.



# Deloitte Haskins & Sells LLP

## Auditor's Responsibilities

### (a) Audit of the Consolidated Financial Results for the year ended March 31, 2021

Our objectives are to obtain reasonable assurance about whether the Consolidated Financial Results for the year ended March 31, 2021 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 this Consolidated 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 Annual Consolidated 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 such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- 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 ability of the Group 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 Consolidated 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 Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Annual Consolidated Financial Results, including the disclosures, and whether the Annual Consolidated Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- Perform procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations to the extent applicable.
- Obtain sufficient appropriate audit evidence regarding the Annual Standalone Financial Results/ Financial Information of the entities within the Group to express an opinion on the Annual Consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the Annual Consolidated Financial Results of which we are the independent auditors. For the other entities included in the Annual Consolidated Financial Results, which have been audited by the other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

# Deloitte Haskins & Sells LLP

Materiality is the magnitude of misstatements in the Annual Consolidated Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Annual Consolidated Financial Results 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 Annual Consolidated Financial Results.

We communicate with those charged with governance of the Parent and such other entities included in the Consolidated Financial Results of which we are the independent auditors 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.

## **(b) Review of the Consolidated Financial Results for the quarter ended March 31, 2021**

We conducted our review of the Consolidated Financial Results for the quarter ended March 31, 2021 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 ICAI. A review of interim financial information consists of making inquiries, primarily of the Company's personnel 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 SA specified under section 143(10) of the Act 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.

The Statement includes the results of the entities as listed under paragraph (a)(i) of Opinion and Conclusion section above.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

# Deloitte Haskins & Sells LLP

## Other Matters

- The Statement includes the results for the Quarter ended March 31, 2021 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us. Our report is not modified in respect of this matter.
- We did not audit the financial statements of four subsidiaries included in the consolidated financial results, whose financial statements reflect total assets of Rs. 1,666.15 lakhs as at March 31, 2021 and total revenues of Rs. 57.19 lakhs and Rs. 197.87 lakhs for the quarter and year ended March 31, 2021 respectively, total net profit/(loss) after tax of Rs. 52.40 lakhs and Rs. (13.90) lakhs for the quarter and year ended March 31, 2021 respectively and total comprehensive income/(loss) is Rs. 52.40 lakhs and Rs. (13.90) lakhs for the quarter and year ended March 31, 2021 respectively and net cash outflows of Rs. 5.73 lakhs for the year ended March 31, 2021, as considered in the Statement. These financial statements are unaudited and have been furnished to us by the Management and our opinion and conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries is based solely on such unaudited financial statements. In our opinion and according to the information and explanations given to us by the Board of Directors, these financial statements are not material to the Group

Our Conclusion on the Statement is not modified in respect of our reliance on the financial statements certified by the Management.

For **Deloitte Haskins & Sells LLP**  
Chartered Accountants  
(Firm's Registration No. 117366W/W-100018)

**Balaji M. N.**  
Partner  
(Membership No. 202094)  
(UDIN: 21202094AAAADN2321)

Place : Chennai  
Date : 31, May 2021