



# GUJARAT Hy-spin LTD

Tele : 02825 - 297170

Email : gujarathyspinpvtltd@gmail.com

Gundala Road Gundala GONDAL - 360311 P B No 22 Dist Rajkot Gujarat - India

Subject to GONDAL Jurisdiction

Ref: GHSL/BSE(SME)/Reg 33/Outcome/BM-June2019

24<sup>th</sup> June, 2019

To,  
The Department of Corporate Services,  
BSE Ltd., Ground Floor,  
Phiroz Jeejeebhoy Towers,  
Dalal Street,  
Mumbai - 400 001.

Kind Attn: Mr. Marian D'souza

Sub: Outcome of Board Meeting held on Monday, 24 June 2019

Ref: BSE Script ID 540938

Dear Sir

With reference to the above subject, and pursuant to Regulation 29 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we would like to inform you that the Meeting of Board of Directors of the Company was held today, i.e. on Monday, 24<sup>th</sup> June, 2019 to consider and approve the following changes in the management of the company:

1. Approval of the Audited Financial Results for the Half year and Financial year ended 31<sup>st</sup> March, 2019
2. Approval of the appointment of CS Nayna Chopra, Practising Company Secretary, as Secretarial Auditor

In this Connection, we are enclosing herewith, the following documents:

1. Audited Financial Results for the Half Year and Financial year ended on 31<sup>st</sup> March, 2019
2. Statement of Assets and Liabilities
3. Auditors Report dated 24<sup>th</sup> June, 2019, issued by Maharishi & Co., Statutory Auditor of the company
4. 'Statement on Impact of Audit Qualifications' pursuant to Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 as amended with regard to
5. Declaration submitted by the Chief Financial Officer to the Board of Directors of the Company under Regulation 33(2)(a) of SEBI (LODR), 2015, as amended

GUJARAT HY-SPIN LTD.

DIRECTOR



TM

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The Meeting was commenced at 05:00 p.m. and concluded at 07:15 p.m.

Thanking You,  
Yours faithfully,

For Gujarat Hy-Spin Limited

**GUJARAT HY-SPIN LTD.**

*Maganlal S. Parvadiya*

(Maganlal S. Parvadiya)  
Chairman & Whole-time Director  
DIN 03190749

**DIRECTOR**



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Gundala Road Gundala GONDAL - 360311 P B No 22 Dist Rajkot Gujarat - India

Subject to GONDAL Jurisdiction

Ref: GHSL/BSE(SME)/DeclarationCFO/ResultsMarch2019

24<sup>th</sup> June, 2019

To,  
The Board of Directors  
Gujaraty Hyspin Limited  
Gondal

**Sub: Declaration pursuant to Regulation 33(2)(a) of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015**

**Ref: BSE Script ID 540938**

Dear Sirs,

With reference to the above subject, I, Paras Paravadiya, Chief Financial Officer of Gujarat Hyspin Limited ("the Company"), having its Registered Office at P O Box No 22, 22, Gundala Road, Gondal, Gujarat, do hereby declare & confirm that, Provided that the financial results for the half year ended on 31<sup>st</sup> March 2019, and full financial year ended on that date, do not contain any false or misleading statement or figures and do not omit any material fact which may make the statements or figures contained therein misleading.

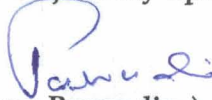
This declaration is given in compliance to Regulation 33(2)(a) of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 as amended

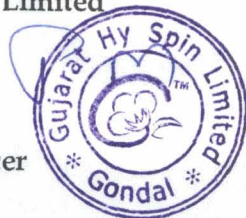
Please take the same on your records.

Thanking You,

Yours faithfully,

For Gujarat Hy-Spin Limited

  
(Paras Paravadiya)  
Chief Financial Officer



**GUJARAT HY-SPIN LIMITED**

Reg. Office : P.O. Box no. 22, Gundala Road,

Gondal, Rajkot - 360311

CIN: L17110GJ2011PLC063898

Website: www.gujarathyspin.com E- Mail: gujarathyspinpvtltd@gmail.com

**Statement of Audited Financial Results for the Year Ended on 31st March, 2019**

(Rs. in lacs except per share data)

Particulars	Half year Ended On		Year Ended On	
	31.03.2019 (Audited)	30.09.2018 (Unaudited)	31.03.2019 (Audited)	31.03.2018 (Audited)
1 INCOME FROM OPERATIONS				
a Net Sales/income from operations	3,513	2,782	6,295	5,430
TOTAL Income from Operation (Net)	3,513	2,782	6,295	5,430
b Other Income	3	7	10	12
<b>TOTAL INCOME</b>	<b>3,516</b>	<b>2,789</b>	<b>6,305</b>	<b>5,442</b>
2 EXPENSES				
a Cost of materials consumed	1,201	1,944	3,145	3,927
b Purchase of Stock in trade	1,436	-	1,436	-
c Changes in inventories of finished goods, work-in-progress and stock-in-trade	116	31	147	12
d Excise Duty Expense	-	-	-	-
e Employee benefits expenses	66	95	161	90
f Finance Costs	168	120	288	262
g Depreciation and amortisation expense	167	167	334	406
h Other expenses	412	377	789	717
<b>TOTAL EXPENSES</b>	<b>3,566</b>	<b>2,734</b>	<b>6,300</b>	<b>5,414</b>
3 Profit/(Loss) from ordinary activities before exceptional items	-50	55	5	28
4 Profit/(Loss) from ordinary activities	-50	55	5	28
5 Extraordinary Items	-	-	-	-
6 Profit Before tax	-50	55	5	28
7 Tax expenses				
1. Income Tax Expense	-6	21	15	17
2. Deferred tax Expense	-18	-2	-20	-13
3. Deferred Tax Expense for prior periods	-	-	-	-16
8 Net Profit/(Loss) for the period	<b>-27</b>	<b>37</b>	<b>10</b>	<b>40</b>
9 Paid-up equity share capital	1,675	1,675	1,675	1,675
10 Reserves excluding revaluation reserves	-	-	201	191
11 Earning Per Share (Face Value of Rs.10/-) Basic & Diluted but not annualised	<b>0.06</b>	<b>0.22</b>	<b>0.06</b>	<b>0.24</b>



GUJARAT HY-SPIN LTD.

*M. M. M. M. M.*  
DIRECTOR

**STATEMENT OF ASSETS & LIABILITIES**

	As at 31/03/2019	As at 31/03/2018
<b>A EQUITY AND LIABILITIES</b>		
1 Shareholders' funds		
a Share Capital	1,675	1,675
b Reserve & Surplus	201	191
<b>Sub-Total Shareholders' funds</b>	<b>1,876</b>	<b>1,866</b>
2 Share application money pending allotment		
3 Non Current Liabilities		
a Long-Term Borrowings	826	1,312
b Deferred Tax Liabilities (net)	43	63
c Other long term liabilities	-	-
d Long-Term Provisions	4	4
<b>Sub-Total Non Current Liabilities</b>	<b>873</b>	<b>1,379</b>
4 Current Liabilities		
a Short-Term Borrowings	1,314	1,259
b Trade Payables		
(i) Total outstanding dues of micro enterprises and small	-	-
(ii) Total outstanding dues of creditors other than micro	439	293
c Other Current Liabilities	711	623
d Short-Term Provisions	89	71
<b>Sub-Total Current Liabilities</b>	<b>2,554</b>	<b>2,247</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>5,303</b>	<b>5,492</b>
<b>B ASSETS</b>		
1 Non-Current Assets		
a Fixed Assets	2,030	2,362
b Non- Current Investments	0	0
c Deferred Tax Assets (net)	-	-
d Long-term loans and advances	-	-
e Other Non current assets	76	197
<b>Sub-Total Non Current Assets</b>	<b>2,107</b>	<b>2,560</b>
2 Current Assets		
a Current Investments		
b Inventories	1,214	1,246
c Trade Receivables	1,870	1,467
d Cash & Cash Equivalents	12	9
e Short Term loans and advances	99	200
f Other Current Assets	-	11
<b>Sub-Total Current Assets</b>	<b>3,196</b>	<b>2,933</b>
<b>TOTAL ASSETS</b>	<b>5,303</b>	<b>5,492</b>

GUJARAT HY-SPIN LTD.

*(Signature)*

DIRECTOR



**Notes:**

1 The above results were reviewed and recommended by the Audit Committee, at its Meeting held on 24<sup>th</sup> June, 2019 for approval by the board and these results were approved and taken on record at the meeting of Board of Directors of the Company held on that date.

3 Company has earned cash profits during the year are as follows:

Particulars	Half year Ended On		Year Ended On	
	31/03/2019	30/09/2018	31/03/2019	31/03/2018
Net Profit after Tax	-27	37	9	40
Add: depreciation and amortisation	167	167	334	406
<b>Cash Profit</b>	<b>140</b>	<b>204</b>	<b>343</b>	<b>446</b>

4 The company is in the business of manufacturing cotton yarn & other yarn and therefore the company's business falls within a single business segment of Textile. Therefore disclosure under Accounting standard (AS) 17- Segment Reporting are not reported separately.

5 The Financial Results have been prepared in accordance with the Accounting Standards as notified under Section 133 of the Companies Act 2013 ("Act"), read with relevant rules issued there under and other accounting principles generally accepted in India (Indian GAAP) as amended from time to time.

6 The company got listed its share on BSE SME Platform on 08.02.2018. Therefore, no corresponding figures for the half year ended as at 31.03.2018 are given were separately reviewed by board.

**7 Gujarat Textiles Policy**

a As per Gujarat Textile Policy, 2012 company is eligible for VAT subsidy in against investment in plant and machinery, subject to payment of VAT collected from customers without set off of Input VAT Credit. However, company has paid VAT on sales by utilisation of Input Tax Credit. Hence, to claim subsidy company first needs to pay VAT without utilisation of Input Tax Credit. Amount of VAT paid through utilisation of Input tax credit upto 31.03.2019 is Rs. 284 lacs. As condition of policy is not fulfilled, subsidy is not recognised in respect of this amount and no liability is created as at 31.03.2019.

b After introduction of GST with effect from 01.07.2017, benefit of VAT is subsumed into SGST collected from customers. However company has not applied for subsidy. Hence, no subsidy is recognised for the period 01.07.2017 to 31.03.2019.

8 During the year, the company has made continuing default in repayment of term loan instalments and statutory dues. Further Company is irregular in payment to its creditors. One of its creditors has made an application u/s 9 of the Insolvency and Bankruptcy Code, 2016 with Ahmedabad bench of National Company Law Tribunal for recovery of its dues and is in the admission stage. Hence, liquidity position of the company is in stress and indicates the existence of uncertainty about ability of the company to continue as going concern.

Management has initiated various steps such as recovery from debtors, negotiation with creditors for settlement, payment of overdue instalments to SBI bank. Considering the cash profit of the company, strength of the company & payment of overdue instalment subsequently the reporting date, future outlook as assessed by management, plans cost reduction, release of government subsidy on fulfilment of its condition, refund of balance with government authority and business plan the company is confident of its ability to continue as going concern. These financials statements have, accordingly been prepared on going concern basis. The long term prospects of the Company, however, dependent on the expeditious recovery of Govt. subsidy, refund of balance with Govt. Authority and final settlement with creditors. The management is hopeful of an early resolution of these matters.

9 Figures for previous half year/year have been regrouped /recast wherever necessary.

For and on behalf of Board of Directors

Date : 24.06.2019

Place : Gondal

Maganbhai Parvadiya  
Chairman & Wholetime Director

DIN 03190749



**GUJARAT HY-SPIN LIMITED**

**ANNEXURE I**

**Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along-with Annual Audited Financial Results - (Standalone and Consolidated separately)**

**Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2019  
[See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]**

		(Rs. In Lacs except per share data)	
Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
I.			
	1 Turnover / Total income	6,305	6,305
	2 Total Expenditure	6,295	6,295
	3 Net Profit/(Loss)	10	10
	4 Earning per Share	0.06	0.06
	5 Total Assets	5,303	5,303
	6 Total Liabilities	3,427	3,427
	7 Net Worth	1,876	1,876
	8 Any other financial item(s) (as felt appropriate by the management)	-	-

**II. Audit Qualification (each audit qualification separately):**

**a. Details of Audit Qualification:**

1. As at 31st March, 2019, Company has inventory of Rs. 1,241 Lacs. Company could not produce documentation of physical verification carried out of its inventories during the year under audit. Hence, we were unable to obtain sufficient appropriate audit evidence to get adequate assurance about the amount of inventories appearing in the Balance Sheet as at 31st March, 2019. Consequently, we were unable to determine whether any adjustments to these amounts were necessary. However, management has stated that there were no adverse observations made by the stock auditor in their report for the stock audit carried out on behalf of the State Bank of India in the month of May 2019.

2. As at 31st March, 2019, the company has Plant & Machinery having written down value of Rs. 1,471 Lacs. The Company could not produce documentation of physical verification carried out of its Plant & Machinery during the year under audit. Hence, we were unable to obtain sufficient appropriate audit evidence to get adequate assurance about the amount of Plant & Machinery appearing in the Balance Sheet as at 31st March, 2019. Consequently, we were unable to determine whether any adjustments to these amounts were necessary.

3. As at 31st March, 2019, Amount included in trade payables shown in the balance sheet of Rs. 342 Lacs due to them. Company could not produce us the confirmation of balances. we were unable to obtain sufficient appropriate audit evidence to get adequate assurance regarding the amount appearing in the balance sheet. Consequently, we were unable to determine whether any adjustments to these amounts were necessary.



**GUJARAT HY-SPIN LTD.**

*(Handwritten signature)*

**DIRECTOR**

b. Type of Audit Qualification : Qualified Opinion / Disclaimer of Opinion / Adverse Opinion

c. Frequency of qualification: Appearing for first time in Financial Year 2018-19

d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: N.A.

e. For Audit Qualification(s) where the impact is not quantified by the auditor:

(i) Management's estimation on the impact of audit qualification: Qualification is in Respect of unavailability of Sufficient appropriate evidence and not due to misstatement in financial result. Hence, impact of audit qualification would be NIL

(ii) If management is unable to estimate the impact, reasons for the same:

(iii) Auditors' Comments on (i) or (ii) above:

Refer "Basis for Qualified Opinion" in audit report read with relevant notes in financial results is self-explanatory.

II. Signatories:

**GUJARAT HY-SPIN LTD.**

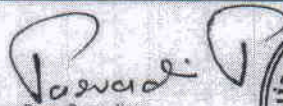


**Maganbhai Parvadiya DIRECTOR**

(Chairman & Whole time director)

Place: Gondal

Date : 24.06.2019



**Paras Parvadiya**  
(Chief Financial Officer)

Place: Gondal

Date : 24.06.2019



**Anil Kumar Singh**  
(Audit Committee Chairman)

Place: Gondal

Date : 24.06.2019



For Maharishi & Co  
Chartered Accountants  
Firm Reg. No. 124872W



**Kapil Sanghvi**  
Partner

Membership No. : 141168

Place: Gondal

Date : 24.06.2019







Maharishi & Co.

Chartered Accountants

"Aparna", Behind Jeevandeep Hospital, Limda Lane, Jamnagar - 361 001, Gujarat, India.

Tel : +91 - 288 - 2665023, 2665024, 2662637, 2661612

e-mail : info@jainandmaharishi.com

**AUDTTORS REPORT PURSUANT TO THE REGULATTON 33 OF THE SEBI (LTSTING OBLIGATION AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015**

**TO  
THE BOARD OF DIRECTORS OF  
GUJARAT HY-SPIN LIMITED**

P. O. Box no.22,  
Gundala Road,  
Gondal, Rajkot - 360311

We have audited the accompanying Statement of financial results of GUJARAT HY-SPINLIMITED ("the Company") for the year ended 31<sup>st</sup>March,2019 ("the Statement"), beingsubmitted by the company pursuant to the requirement of Regulation 33 of the SEBI(Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Regulations")as modified byCircular No. CIR/CFD/FAC/62/2016 dated July 5, 2016(the "Circular").This Statement, which is the responsibility of the company'smanagement and approved by the Board of Directors, has been prepared on the basis ofthe related financial statements which are in accordance with the Accounting Standardprescribed, under Section 133 of the Companies Act, 2013 read with relevant rules issuedthere under and other accounting principles generally accepted in India. Our responsibilityis to express an opinion on the Statement.

We conducted our audit in accordance with the Standards on Auditing issued by theInstitute of Chartered Accountants of India. Those standards require that we plan andperform the audit to obtain reasonable assurance about whether the Statement is free frommaterial misstatement. An audit includes examining, on a test basis, evidence supportingamounts disclosed in the Statement. An audit also includes evaluating the appropriatenessof the accounting policies used and the reasonableness of the significant accountingestimates made by the Management, as well as evaluating the overall presentation of theStatement. We believe that the audit evidences we have obtained sufficient and appropriateto provide a reasonable basis for our audit opinion.

**Basis for Qualified Opinion**

1. As at 31<sup>st</sup> March, 2019, Company has inventory of Rs. 1,241 Lacs. Company could not produce documentation of physical verification carried out of its inventories during the year under audit. Hence, we were unable to obtain sufficient appropriate audit evidence to get adequate assurance about the amountof inventories appearing in the Balance Sheet as at 31<sup>st</sup> March, 2019. Consequently, we were unable to determine whether any adjustments to these amounts were necessary.However, management has stated that there were no adverse observations made by the stock auditor in their report for the stock audit carried out on behalf of the State Bank of India in the month of May 2019.
2. As at 31<sup>st</sup> March, 2019, the company has Plant & Machineryhaving written down value of Rs. 1,471 Lacs. The Company could not produce documentation of physical verification carried out of its Plant & Machineryduring the year under audit. Hence, we were unable to obtain sufficient appropriate audit evidence to get adequate assurance about the amount of Plant & Machineryappearing in the Balance Sheet as





# Maharishi & Co.

Chartered Accountants

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e-mail : info@jainandmaharishi.com

at 31<sup>st</sup> March, 2019. Consequently, we were unable to determine whether any adjustments to these amounts were necessary.

3. As at 31<sup>st</sup> March, 2019, Amount included in trade payables shown in the balance sheet of Rs. 342 Lacs due to them. Company could not produce us the confirmation of balances. we were unable to obtain sufficient appropriate audit evidence to get adequate assurance regarding the amount appearing in the balance sheet. Consequently, we were unable to determine whether any adjustments to these amounts were necessary.

### Material Uncertainty Related to Going Concern

We draw attention to Note 8 in the audited financial results, which indicates the existence of material uncertainty about the Company's ability to continue as a going concern. In view of the continuing default in repayment of term loan instalments and statutory dues, along with other matters as set forth in Note 8 indicates that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern.

Our opinion is not modified in respect of this matter.

### Qualified Opinion

Based on our audit conducted as above, 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 "Basis for Qualified Opinion" the Statement:

- i. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
- ii. gives a true and fair view in conformity with the aforesaid Accounting Standards and other accounting policies generally accepted in India, of the net profit and other financial information of the company for the year ended 31<sup>st</sup> March, 2019.

### Other Matter

We report that the figures for the half year ended 31<sup>st</sup> March, 2019 represent the derived figures between the audited figures in respect of financial year ended 31<sup>st</sup> March, 2019 and the published figures for half year ended 30<sup>th</sup> September, 2018, which were subjected to a limited review, as required under the Regulation and the Circular.

For Maharishi & Co.,  
Chartered Accountants  
ICAI Firm Reg. No. 124872W

*Kapil Sanghvi*

Kapil Sanghvi  
Partner  
Membership No. 14116



Place : Gondal  
Date : 24.06.2019