



# AKSHAR SPINTEX LIMITED

Date: 12/11/2020

To,  
The Department of Corporate Services,  
BSE Limited  
P.J. Tower, Dalal Street,  
Mumbai - 400 001.

Ref: BSE Script Code: 541303

Dear Sir/Madam,

**Sub:** Outcome of Board Meeting held on Thursday, 12<sup>th</sup> November, 2020

**Ref:** Submission of unaudited Standalone Financial Result for the half year ended on 30<sup>th</sup> September, 2020 as per Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.

With reference to the above captioned subject and in Compliance with Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby submit the outcome of the meeting of the Board of Directors of the Company held on Thursday, November 12<sup>th</sup> 2020 at the Registered Office of the Company:

1. Board of Directors has approved Unaudited Standalone Financial Results of the Company for the half year ended on 30.09.2020.
2. The Board has adopted the limited review report issued by the Statutory Auditors M/s. H. B. Kalaria & Associates on unaudited Standalone Financial Results of the Company for the half year ended on 30.09.2020.  
M/s. H. B. Kalaria & Associates, Statutory Auditor of the Company have issued Limited Review Report with unmodified opinion on unaudited Standalone Financial Results. The Unaudited Standalone Financial Results along with limited review report of Auditor's thereon is attached herewith.
3. Board of Directors has approved appointment of M/s. Varsha & Associates, Practising Company Secretary, Mumbai as a Secretarial Auditor of the Company to conduct Secretarial Audit of the records of the Company for the Financial Year 2020-21.



# AKSHAR SPINTEX LIMITED

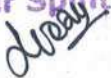
The Board Meeting is commenced at 12:05 p.m. and concluded at 1:10 p.m.

Kindly, update the same on your records.

Yours Faithfully,

For, AKSHAR SPINTEX LIMITED

Akshar Spintex Limited

  
Director  
Harikrushna S. Chauhan  
Whole Time Director  
[DIN: 07710106]

**INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM  
STANDALONE FINANCIAL RESULTS**

To

Board of Directors,

**Akshar Spintex Limited**

1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of **Akshar Spintex Limited** ("the Company"), for the half year ended September 30, 2020 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors and has been prepared in accordance with the recognition and measurement principles laid down in the Accounting Standard 25 "Interim Financial Reporting" ("AS 25"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on these financial statements based on our review.
3. We conducted our review of the Statement 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 Institute of Chartered Accountants of India (ICAI). This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under section 143(10) of the Companies Act, 2013 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. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with applicable Accounting Standards and other recognized accounting practices and policies 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 including the manner in which it is to be disclosed, or that it contains any material misstatement.



5. As more fully described in Note 8 to the Statement, to assess the recoverability of certain assets, the Company has considered internal and external information up to the date of this report in respect of the current and estimated future Indian economic indicators consequent to the global health pandemic. The actual impact of the pandemic may be different from that considered in assessing the recoverability of these assets.

Our conclusion on the Statement is not modified in respect of this matter.

Place: Rajkot  
Date: 12/11/2020

For  
**HB Kalaria & Associates**  
Firm Reg. No. 104571W  
Chartered Accountants



**(Hasmukh B. Kalaria)**  
Partner  
Mem. No. 042002  
Firm Reg: 104571W  
UDIN: 20042002AAAATF5310

**AKSHAR SPINTEX LIMITED**

**STATEMENT OF STANDALONE UNAUDITED RESULTS FOR THE HALF YEAR ENDED 30TH SEPTEMBER, 2020**

(In Rs.)

Particulars	Six months ended	Preceding six months ended	Corresponding Six months ended	Previous year Ended
	30.09.2020 (Unaudited)	31.03.2020 (Unaudited)	30.09.2019 (Unaudited)	31.03.2020 (Audited)
I. Revenue from operations	407,918,561	639,370,938	451,594,529	1,090,965,467
II. Other income	7,570,674	10,598,484	9,322,448	19,920,932
<b>III. Total revenue (I + II)</b>	<b>415,489,235</b>	<b>649,969,422</b>	<b>460,916,977</b>	<b>1,110,886,399</b>
IV. Expenses:				
Cost of materials consumed	321,802,484	560,062,887	364,814,430	924,877,317
Purchases of stock-in-trade	-	-	-	-
Changes in inventories of finished goods work-in-progress and stock-in-trade	31,729,471	(6,310,676)	872,398	(5,438,278)
Employee benefits expense	18,101,389	28,253,604	27,850,261	56,103,865
Finance costs	12,382,999	14,038,518	16,552,113	30,590,630
Depreciation and amortisation expense	20,648,863	20,576,554	20,447,877	41,024,431
Other expenses	50,069,409	64,696,739	45,072,941	109,769,680
<b>Total expenses</b>	<b>454,734,615</b>	<b>681,317,626</b>	<b>475,610,020</b>	<b>1,156,927,646</b>
<b>V. Profit before exceptional and extraordinary items and tax (III - IV)</b>	<b>(39,245,380)</b>	<b>(31,348,204)</b>	<b>(14,693,043)</b>	<b>(46,041,247)</b>
VI. Exceptional items	-	-	-	-
<b>VII. Profit before extraordinary items and tax (V - VI)</b>	<b>(39,245,380)</b>	<b>(31,348,204)</b>	<b>(14,693,043)</b>	<b>(46,041,247)</b>
VIII. Extraordinary items	-	-	-	-
<b>IX. Profit before tax (VII- VIII)</b>	<b>(39,245,380)</b>	<b>(31,348,204)</b>	<b>(14,693,043)</b>	<b>(46,041,247)</b>
X. Tax expense:				
(1) Current tax	-	8,270,691	-	8,270,691
(2) Deferred tax	(13,818,662)	(1,786,210)	4,790,632	3,004,422
<b>XI. Profit/ (Loss) for the period from continuing operations (IX-X)</b>	<b>(25,426,718)</b>	<b>(37,832,685)</b>	<b>(19,483,675)</b>	<b>(57,316,360)</b>
XII. Profit/(loss) from discontinuing operations	-	-	-	-
XIII. Tax expense of discontinuing operations	-	-	-	-
<b>XIV. Profit/(loss) from discontinuing operations (after tax) (XII-XIII)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>XV. Profit/ (Loss) for the period (XI + XIV)</b>	<b>(25,426,718)</b>	<b>(37,832,685)</b>	<b>(19,483,675)</b>	<b>(57,316,360)</b>
Paid-up Equity Share Capital (weighted average) (Face Value Rs. 10 Each)	249,990,000	249,990,000	249,990,000	249,990,000
XVI. Earnings per equity share:				
(1) Basic	(1.02)	(1.51)	(0.78)	(2.29)
(2) Diluted	(1.02)	(1.51)	(0.78)	(2.29)
XVII. Interest Service Coverage Ratio	(2.28)			(0.58)
Debt Service Coverage Ratio	(1.84)			(0.16)
Debt Equity Ratio	0.87			0.81

**Notes to the financial results:**

- The Company's Standalone Unaudited financial results for the Half year ended September 30, 2020 have been reviewed by the Board of Directors and subsequently approved and taken on record by the Board of Directors of the Company at its meeting held on 12th November, 2020.
- Figures of previous reporting periods have been regrouped/reclassified wherever necessary to correspond with the figures of the current reporting period.
- The Companies Operations fall under a single segment "Spinning of Cotton Yarn". Hence, Segment reporting is not applicable as per Accounting Standard (AS) - 17 - Segment Reporting.
- The Financial results have been prepared in accordance with the Accounting Standard 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 as amended from time to time.
- This statement is as per Regulation 33 of SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015. The Statutory Auditors of the Company has conducted a Limited Review of the Financial Results for the half year ended on 30th September, 2020.
- The Company has received one complaint and resolved the same during the period.
- The above Financial results are also available on our website [www.aksharspintex.in](http://www.aksharspintex.in) and on stock exchange website [www.bseindia.com](http://www.bseindia.com)
- Estimation of uncertainty relating to COVID-19 global health pandemic:  
In assessing the recoverability of receivables, inventories, intangible assets, deferred tax assets and investments, if any, the Company has considered internal and external sources of information, including credit reports, economic forecasts and industry reports upto the date of approval of these standalone financial results. As a result of the uncertainties resulting from COVID-19, the impact of this pandemic may be different from those estimated as on the date of approval of these financial results and the Company will continue to monitor any changes to the future economic conditions.
- Formulae for computation of ratios are as follows:

A) Debt Equity Ratio = 
$$\frac{\text{Debt}}{\text{Equity}}$$

B) Debt Service Coverage Ratio = 
$$\frac{\text{Earnings before interest and tax}}{\text{Interest Expense} + \text{Principal Repayments made for long term}}$$

C) Interest Service Coverage Ratio = 
$$\frac{\text{Earnings before interest and tax}}{\text{Interest Expense}}$$

**Akshar Spintex Limited**  
For and on behalf of Board of Directors,

*(Signature)*  
**Ashokbhai Bhalala**  
Managing Director  
DIN: 02003197



Date : 12/11/2020

**AKSHAR SPINTEX LIMITED**

**UNAUDITED STANDALONE BALANCE SHEET AS AT 30TH SEPTEMBER, 2020**

	Particulars	As at	
		30.09.2020	31.03.2020
		(Unaudited)	(Audited)
			(in Rs.)
<b>I</b>	<b>EQUITY AND LIABILITIES</b>		
1	Shareholders' funds		
	(a) Share capital	249,990,000	249,990,000
	(b) Reserves and surplus	74,725,281	100,151,999
	(c) Money received against share warrants		
2	Changes in inventories of finished goods work-in-progress and stock-in-trade		
3	Non-current liabilities		
	(a) Long-term borrowings	160,258,651	124,678,057
	(b) Deferred tax liabilities (net)	27,288,030	41,106,692
	(c) Other Long term liabilities		
	(d) Long term provisions	2,779,986	2,597,489
4	Current liabilities		
	(a) Short term borrowings	90,000,000	89,488,425
	(b) Trade payables :-		
	(A) total outstanding dues of micro enterprises and small enterprises; and	-	-
	(B) total outstanding dues of creditors other than micro enterprises and small enterprises.	72,439,589	53,202,913
	(c) Other current liabilities	44,933,162	81,128,910
	(d) Short term provisions	251,942	230,245
	<b>TOTAL</b>	<b>722,666,641</b>	<b>742,574,728</b>
<b>II</b>	<b>ASSETS</b>		
	Non-current assets		
1	(a) Fixed assets		
	(i) Tangible assets	477,015,632	497,039,416
	(ii) Intangible assets		
	(iii) Capital work-in-progress		
	(iv) Intangible assets under development		
	(b) Non-current investments	3,100,000	3,100,000
	(c) Deferred tax assets (net)		
	(d) Long-term loans and advances	74,937	74,937
	(e) Other non-current assets	15,011,688	14,575,398
2	Current assets		
	(a) Current investments		
	(b) Inventories	92,571,610	99,666,740
	(c) Trade receivables	69,562,205	45,470,968
	(d) Cash and cash equivalents	808,192	1,118,585
	(e) Short-term loans and advances	36,089,461	46,316,764
	(f) Other current assets	28,432,916	35,211,921
	<b>TOTAL</b>	<b>722,666,641</b>	<b>742,574,728</b>

Akshar Spintex Limited

For and on behalf of Board of Directors,

*(Signature)*  
Managing Director

**Ashokbhai Bhalala**  
Managing Director  
DIN: 02003197



Date : 12/11/2020

## AKSHAR SPINTEX LIMITED

UNAUDITED STANDALONE CASH FLOW STATEMENT FOR THE PERIOD ENDED 30TH SEPTEMBER, 2020

Particulars		(in Rs.)	
		Period ended September 30, 2020	Period ended September 30, 2019
<b>A.</b>	<b>Cash flow from operating activities</b>		
	Profit/(Loss) before tax	(39,245,380)	(14,693,043)
	Adjustments for		
	Finance costs	12,382,999	16,552,113
	Depreciation and amortisation costs	20,648,863	20,447,877
	Interest income from non-current investments	(725,269)	(459,408)
	Other miscellaneous expenditure written off		
	<b>Operating profit/(loss) before working capital changes</b>	<b>(6,938,788)</b>	<b>21,847,538</b>
	<b>Adjustment for changes in working capital</b>		
	Adjustments for (increase)/decrease in operating assets		
	Inventories	7,095,129	46,840,728
	Trade receivables	(24,091,237)	(15,279,066)
	Long-term loans and advances		20,000
	Short-term loans and advances	10,229,792	(2,532,674)
	Other non-current assets		
	Other current assets	7,034,785	20,774,425
	Adjustments for increase/(decrease) in operating liabilities		
	Trade payables	19,236,676	(38,148,871)
	Short-term provisions	21,698	13,071
	Long-term provisions	182,498	182,497
	Other current liabilities	(282,564)	(208,727)
	<b>Cash generated from/(used in) operating activities</b>	<b>12,487,990</b>	<b>33,508,923</b>
	<b>Income classified as operating activities</b>		
	Direct taxes paid (net of refunds)	(2,490)	2,325,168
	<b>Net cash generated from/(used in) operating activities</b>	<b>12,485,500</b>	<b>35,834,091</b>
	<b>Net cash generated from/(used in) operating activities</b>	<b>12,485,500</b>	<b>35,834,091</b>
<b>B.</b>	<b>Cash flow from investing activities</b>		
	Purchase of tangible assets	(625,080)	(747,910)
	Payments for purchase of controlling investment(s) in subsidiaries/other(s)		(3,100,000)
	Interest received	469,489	54,286
	Cash and bank balances not classified as cash and cash equivalents	(436,290)	2,547,759
	<b>Cash generated from/(used in) investing activities</b>	<b>(591,881)</b>	<b>(1,245,865)</b>
	Direct tax paid (net of refunds)		-
	<b>Net cash generated from/(used in) investing activities</b>	<b>(591,881)</b>	<b>(1,245,865)</b>
	<b>Net cash generated from/(used in) investing activities</b>	<b>(591,881)</b>	<b>(1,245,865)</b>
<b>C.</b>	<b>Cash flow from financing activities</b>		
	Proceeds from issue of shares	-	
	Proceeds from long-term borrowings	13,930,886	20,820,000
	Repayment of long-term borrowings	(13,616,512)	(61,608,804)
	Proceeds from short-term borrowings	406,653,040	562,895,542
	Repayment of short-term borrowings	(406,141,463)	(539,230,239)
	Finance costs paid	(13,029,963)	(16,659,879)
	<b>Cash generated from/(used in) financing activities</b>	<b>(12,204,011)</b>	<b>(33,783,380)</b>
	Direct taxes paid (net of refunds)		-
	<b>Net cash generated from/(used in) financing activities</b>	<b>(12,204,011)</b>	<b>(33,783,380)</b>
	<b>Net cash generated from/(used in) financing activities</b>	<b>(12,204,011)</b>	<b>(33,783,380)</b>
	<b>Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>	<b>(310,393)</b>	<b>804,846</b>
	Cash and cash equivalents at the beginning of the period	1,118,585	1,280,268
	<b>Cash and cash equivalents at the end of the period</b>	<b>808,192</b>	<b>2,085,114</b>



**Notes:**

1. The above cash flow statement has been prepared under the "Indirect Method" as set out in Accounting Standard 3.
2. Previous year figures have been regrouped and recasted wherever necessary to conform to current year's classification.

For and on behalf of Board of Directors,  
Akshar Spintex Limited



Managing Director

Ashokbhai Bhalala  
Managing Director  
DIN: 02003197



Date : 12/11/2020





# AKSHAR SPINTEX LIMITED

## DECLARATION

To,  
The Board of Directors  
AKSHAR SPINTEX LIMITED

Dear Sir/Madam,

**Subject: Declaration under Regulation 33(2) of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.**

In terms of the provisions of Regulation 33(2) of the Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015, I Harikrushna Shamjibhai Chauhan [DIN: 07710106], Whole Time Director of the Company hereby declare that Unaudited Financial Results for the half year ended on September 30, 2020 do not contain any false or misleading statement or figures and do not omit any material fact which may make the statement of figures contained therein misleading.

For, AKSHAR SPINTEX LIMITED

**Akshar Spintex Limited**

**Director**

Harikrushna Shamjibhai Chauhan  
Whole Time Director  
[DIN: 07710106]

Place: Haripar

Date: 12.11.2020

**Note:** As per regulation 33(2) Regulation 33(2) of the Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015, the chief executive officer and chief financial officer shall certify that the financial results 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. As existing Chief Financial Officer of the Company was resigned and Company have not Chief Financial Officer, it is certified by Mr. Harikrushna Shamjibhai Chauhan [DIN: 07710106], Whole Time Director of the Company. Kindly consider it.