



**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: 30-05-2022**

**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 30.05.2022**

With reference to the captioned subject, we would like to inform you that Board of Directors in its meeting held on 30.05.2022, 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, 2022.
2. The Board took note of Audit Report received from Statutory Auditor of the company for the quarter and year ended on 31/03/2022.
3. The board considered and approved appointment of Mr. Satnam Singh Saggi, Cost Accountants as cost auditors of the company for the financial year 2022-23.
4. The board considered the appointment of Mr. Rajendra Prasad Sharma, as internal auditors of the company for the financial year 2022-23. But it was suggested that a reputed firm of Chartered Accountants be appointed as internal auditor. So the matter was deferred to next board meeting.
5. The Board reviewed and approved related party transactions for the quarter ended 31.03.2022.
6. The board considered and approved the below mentioned policies:
  - a) Policy on Related Party Transactions
  - b) Code of Conduct to Regulate, Monitor and Report Trading by Designated Persons and their immediate relatives
  - c) Policy on Board Diversity
  - d) Policy for determining Material Subsidiaries
  - e) Preservation of Documents and Archival Policy

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 - 12.00 P.M.  
Time of conclusion of the Board Meeting - 01.00 P.M.

**For Pasupati Spinning and Weaving Mills Ltd**

  
Deepika Malhotra  
Company Secretary



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, 2022 and the year-to-date results for the period from 1<sup>st</sup> April, 2021 to 31<sup>st</sup> March, 2022, 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, 2022 as well as the year to date results for the period from 1<sup>st</sup> April, 2021 to 31<sup>st</sup> March, 2022.

### 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 upto 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.

#### **Emphasis of Matter**

We draw attention to Note 8 to the standalone financial results, which describes the uncertainties and the impact of Covid-19 pandemic on the Company's operations and results as assessed by the management. Our opinion is not modified in respect of this matter.

#### **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.
- 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, 2022 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2022 and the





published unaudited year-to-date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the listing Regulations.

For Suresh Kumar Mittal & Co.  
Chartered Accountants  
Firm Registration No. 500063N

ANKUR BAGLA  
PARTNER  
Membership Number: 521915

Place: New Delhi

Date: 30.05.2022

UDIN: 2252191 5AJVWMB5912



**PASUPATI SPINNING & WEAVING MILLS LIMITED**

CIN L74900HR1979PLC009789

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

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

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 2022						
	PARTICULARS	3 months ended	3 months ended	3 months ended	12 months ended	12 months ended
		31-Mar-22	31-Dec-21	31-Mar-21	31-Mar-22	31-Mar-21
		Note 9	Reviewed	Reviewed	Audited	Audited
I	Revenue from Operations	2,902	2,920	2,379	10,174	6,644
II	Other Income	32	47	58	166	109
III	<b>Total Revenue (I + II)</b>	2,934	2,967	2,437	10,340	6,753
IV	<b>Expenses :</b>					
	a. Cost of material consumed	1,172	1,039	837	3,816	2,179
	b. Purchase of Stocks-in-Trade	13	15	20	37	38
	c. Changes in inventories of finished goods work-in-progress and stock-in-trade	(352)	30	102	(203)	537
	d. Job work expenses	160	172	74	529	151
	e. Power & Fuel	477	433	378	1,672	1,094
	f. Consumption of stores, spares, dyes, chemicals and packing materials	358	340	344	1,290	841
	g. Share of profit/(loss) of joint venture partner(see note 6)	(2)	(1)	-	(3)	(1)
	h. Employees benefits expense	518	498	441	1,890	1,294
	i. Finance costs	90	91	110	354	502
	j. Depreciation and amortisation expense	91	92	92	372	377
	k. Other expenses	138	147	169	583	516
	<b>Total Expenses</b>	2,663	2,856	2,567	10,337	7,528
V	<b>Profit / (Loss) before exceptional items and tax (III-IV)</b>	271	111	(130)	3	(775)
VI	Exceptional items (Refer Note 7 )			388	-	388
VII	<b>Profit / (Loss) before tax (V-VI)</b>	271	111	258	3	(387)
VIII	<b>Tax expense:</b>					
	(a) Current Tax	14			14	
	(b) Earlier Year's Tax	(1)	-	-	-	1
	(c) Deffered tax	73	30	100	(2)	(80)
	(d) Mat Credit Entitlement	14			14	
IX	<b>Profit /(Loss) for the period (VII-VIII)</b>	199	81	158	5	(308)
X	Other comprehensive income					
	Items that will not be reclassified to profit or loss	15	(8)	(26)	(1)	(25)
	Items that will be reclassified to profit or loss	-	-	-	-	-

	Total other comprehensive income	15	(8)	(26)	(1)	(25)
XI	Total comprehensive income (IX + X)	214	73	132	4	(333)
XII	Paid-up equity share capital of Rs. 10/- each	934	934	934	934	934
XIII	Other Equity					1,920
XIV	Earning per share					
	a) Basic - Rs.	2.99	0.85	1.70	0.06	(3.30)
	b) Diluted - Rs.	2.99	0.85	1.70	0.06	(3.30)

#### STATEMENT OF ASSETS AND LIABILITIES

		As at 31.03.2022	As at 31.03.2021
		Reviewed	Audited
<b>A.</b>	<b>ASSETS</b>		
<b>1</b>	<b>NON-CURRENT ASSETS</b>		
	Property, Plant and Equipments	2,858	2,997
	Capital Work in Progress	22	5
	Financial Assets		
	(i) Investments	7	6
	(ii) Others	177	178
	Other Non Current Assets	17	76
<b>2</b>	<b>CURRENT ASSETS</b>		
	Inventories	3,284	3,005
	Financial Assets		
	(i) Trade receivables	3,109	2,831
	(ii) Cash and cash equivalents	104	190
	(iii) Bank Balances other than (ii) above	79	183
	Current Tax Assets (net)	159	111
	Other Current Assets	912	844
	<b>TOTAL - ASSETS</b>	<b>10,728</b>	<b>10,426</b>
<b>B.</b>	<b>EQUITY AND LIABILITIES</b>		
	<b>EQUITY</b>		
	Equity Share Capital	934	934
	Other Equity	1,924	1,920
	<b>LIABILITIES</b>		
<b>1</b>	<b>NON-CURRENT LIABILITIES</b>		
	Financial Liabilities		
	(i) Borrowings	858	175
	(ii) Lease Liability	-	-
	(iii) Trade Payables		
	- Due to MSME	-	-
	- Others	210	211
	(iv) Other Financial Liabilities	298	-



	Provisions	107	107
	Deferred Tax Liabilities (net)	114	116
	Other Non Current Liabilities	6	6
<b>2</b>	<b>CURRENT LIABILITIES</b>		
	Financial liabilities		
	(i) Borrowings	4,469	4,646
	(ii) Lease Liability	-	7
	(iii) Trade Payables		
	- Due to MSME	1	1
	- Others	1,206	1,649
	Other current liabilities	503	585
	Provisions	84	69
	Current tax liabilities	14	-
	<b>TOTAL - EQUITY AND LIABILITIES</b>	<b>10,728</b>	<b>10,426</b>

#### CASH FLOW STATEMENT

PARTICULARS	For the period	For the period
	01.04.2021 to	01.04.2020 to
	30.09.2021	30.09.2020
	Audied	Audited
<b>Cash Flow from Operating Activities</b>		
<b>Net Profit/(Loss) after Tax and OCI</b>	<b>4</b>	<b>(334)</b>
Adjustments for:		
Exceptional items	-	(388)
Depreciation	372	377
Interest Income	(7)	(9)
(Profit)/Loss on Fixed Assets sold/discarded	(21)	6
(Profit)/Loss on revaluation of Investments	(1)	(1)
Interest Charged	329	446
Tax Impact	(2)	(89)
<b>Operating Profit before Working Capital Changes</b>	<b>674</b>	<b>8</b>
Adjustments for:		
Trade & Other Receivables	(182)	337
Inventories	(278)	427
Trade Payables & Other Liabilities	(517)	(304)
<b>Cash Generated from Operations</b>	<b>(303)</b>	<b>468</b>
Interest Paid	(329)	(446)
Taxes Paid	(35)	(20)
<b>Net Cash from Operating Activities</b>	<b>(667)</b>	<b>2</b>

<b>Cash Flow from Investing Activities</b>		
Purchase of Fixed Assets	(251)	(46)
Sale of Fixed Assets	22	1
Interest Received	7	9
<b>Net Cash used in Investing Activities</b>	<b>(222)</b>	<b>(36)</b>
<b>Cash Flow from Financing Activities</b>		
Proceeds from /Repayment of Borrowings		
- Short Term	37	(534)
- Long Term	635	407
Contribution from Joint Venture Partner	298	-
Proceeds from/Repayment of Unsecured Loans	(167)	334
<b>Net Cash used in Financing Activities</b>	<b>803</b>	<b>207</b>
Net (Decrease)/Increase in Cash & Cash equivalents	(86)	173
Cash & Cash equivalents at start of the period	190	17
Cash & Cash equivalents at close of the period	104	190
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 30th May 2022 and by the Board of Directors at its meeting held on 30th May 2022.
  - 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 has initiated legal action for release of its material lying in the premises.



- 6(b) The company(Pasupati) has entered into another joint venture agreement with Star Cotspin Limited(Star) efective from 15.03.2022 for the purpose of manufactuirng 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.
- 7 Exceptional item represents unsecured loan from a company no more payable witten back
- 8 Pursuant to outbreak of coronavirus disease (COVID-19) worldwide and its declaration as global pandemic, the Government of India declared lockdown on March 24, 2020 which led the temporary suspension of operations of the Company and has impacted the overall business activities of the Company. The Government started lifting the lockdown from May 2020 onwards but due to commencement of second wave of COVID-19, lockdown was again imposed in April 2021. However during this lock down, the business contined but COVID-19 has impacted the normal business operations of the Company by way of interruption in production, supply chain disruption, unavailability of personnel, closure/lock down of production facilities etc. during the lock-down period. Afterresumption of operations, the managementhas made detailed assessmentof its liquidity position and has prepared future cash flow projections and also assessed the recoverability of its assets and factored assumptions used in the annual impairment assessment of its cash generating units, using various internal and external information. The situation is changing rapidly giving rise to inherent uncertainty around the extent and timing of the potential future impact of the COVID-19 which may be different from that estimated as at the date of approval of these financial statements. The Company will continue to closely monitor any material changes arising of future economic conditions and impact on its business
- 9 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 current financial year.

Place: New Delhi  
Date: 30/05/2022

For Pasupati Spinning & Weaving Mills Ltd

  
Ramesh Kumar Jain  
Chairman & Managing Director