



Kandagiri Spinning Mills Ltd.

Ref.: KSML/CS/089/2018-19

Date: 13.02.2019

Bombay Stock Exchange Limited,
Floor 25, P.J.Towers,
Dalal Street,
Mumbai 400 001

Dear Sir,

Sub: Enclosure of Unaudited Financial Results of the Company for the third quarter/nine months ended 31.12.2018.


In accordance with regulation 33(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we herewith enclosed a copy of Unaudited Financial results of the Company for the third quarter/nine months ended 31.12.2018 along with Limited Review Report which was duly reviewed by the Audit Committee and approved by the Board of Directors of the Company at their meeting held today on 13.02.2019

This is for your information and records.

Thanking you,

Yours faithfully,

For Kandagiri Spinning Mills Limited


(J. Asifa)

Company Secretary

Encl: As above



Regd. Off : Mill Premises, Udayapatti (P.O.), P.B. No. 3, Salem - 636 140, Phone : Mill : 0427-2244400
Fax: 0427-2244422 Grams: SUPERSPIN E-mail: sales@kandagirimills.com Web: www.kandagirimills.com

CIN : L17111TZ1976PLC000762



KANDAGIRI SPINNING MILLS LIMITED (CIN : L17111TZ1976PLC000762)

Regd. Office : Mill Premises, Udayapatti (P.O.), Salem 636 140

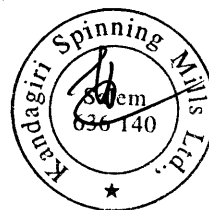
e-mail : sales@kandagirimills.com Phone 0427 2244400 Fax 0427 2244422

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER/NINE MONTHS ENDED DECEMBER 31, 2018

S.No.	Particulars	Quarter ended			Nine months ended		Year ended
		31/12/2018	30/09/2018	31/12/2017	31/12/2018	31/12/2017	31/03/2018
		Unaudited			Unaudited		Audited
I	Revenue from Operations	1,744.89	1,869.68	1,206.93	5,550.55	3,839.21	5,438.14
II	Other Income	79.74	14.45	7.96	140.99	63.91	69.09
III	Total Income (I+II)	1,824.63	1,884.13	1,214.89	5,691.54	3,903.12	5,507.23
IV	EXPENSES						
	Cost of materials consumed	1,376.33	1,388.48	609.31	4,090.29	1,991.35	3,102.21
	Changes in inventories of finished goods and work-in-progress	43.30	111.56	114.11	379.36	326.65	489.49
	Employee benefits expenses	167.52	240.51	189.06	726.57	594.67	779.38
	Power and fuel	267.23	301.66	299.27	895.75	946.23	1,252.71
	Finance costs	137.57	191.45	210.00	500.60	620.69	804.72
	Depreciation and amortisation expense	87.41	87.41	91.58	262.23	267.63	371.20
	Other expenses	44.96	76.73	48.84	185.87	242.39	320.25
	Total Expenses	2,124.32	2,397.80	1,562.17	7,040.67	4,989.61	7,119.96
V	Profit/(loss) before exceptional items and tax (III-IV)	(299.69)	(513.67)	(347.28)	(1,349.13)	(1,086.49)	(1,612.73)
VI	Exceptional items (Refer note 3)	(276.78)	-	(106.45)	(276.78)	(106.45)	(85.02)
VII	Profit/(loss) before tax (VII-VIII)	(576.47)	(513.67)	(453.73)	(1,625.91)	(1,192.94)	(1,697.75)
VIII	Tax expense:						
	(1) Current tax	-	-	0.88	-	2.63	24.83
	(2) Prior period tax						
	(3) Deferred tax	(44.18)	14.47	-	-	-	(561.14)
IX	Profit/ (Loss) for the period from continuing operations (IX-X)	(532.29)	(528.14)	(454.61)	(1,625.91)	(1,195.57)	(1,161.44)
X	Other Comprehensive Income						
A	(i) Items that will not be reclassified to profit and loss						
	Remeasurement of Defined benefits plan	11.49	11.49	(2.84)	34.47	(8.52)	(88.43)
	(ii) Income tax relating to items that will not be reclassified to profit and loss	-	-	0.88	-	2.63	-
	Total Other Comprehensive Income	11.49	11.49	(1.96)	34.47	(5.89)	(88.43)
XI	Total Comprehensive Income for the period (XIII+XIV) (Comprising Profit (Loss) and Other Comprehensive Income for the period)	(520.80)	(516.65)	(456.57)	(1,591.44)	(1,201.46)	(1,249.87)
XII	Earnings per equity share of Rs. 10/- each: (not annualised)						
	Basic and Diluted	(13.80)	(13.69)	(11.79)	(42.15)	(30.99)	(30.11)
XIII	Paid Up Equity Share Capital (Face Value Rs. 10/- each)	385.75	385.75	385.75	385.75	385.75	385.75
XIV	Other equity						2,077.85

For R.Sundararajan & Associate.
Chartered Accountants
Firm Registration No.08282S

S.Krishnan - Partner
Membership No.026452



Note

1 The above standalone unaudited financial results for the quarter ended December 31, 2018 were reviewed by the Audit Committee at its meeting held on February 12, 2019 and then approved by the Board of Directors at its meeting held on February 13, 2019. The statutory auditors have conducted a limited review of the above standalone unaudited financial results.

2 Exceptional items consists of:

Rs. lakhs

Particulars	Quarter ended			Nine months ended		Year ended
	31/12/2018	30/09/2018	31/12/2017	31/12/2018	31/12/2017	31/03/2018
	Unaudited			Unaudited		Audited
Profit on sale of investment				-		21.43
Impairment loss of property, plant and equipment	(276.78)			(276.78)		
Loss on sale of industrial undertaking						(106.45)

3 Segment Information:

The Company is principally engaged in a single business segment viz. yarn based on nature of products, risks, returns and the internal business reporting system and accordingly there is no other reportable segment in terms of Ind AS 108 'Operating Segments'.

4 The Ministry of Corporate Affairs (MCA), on March 28, 2018, notified Ind As 115 "Revenue from contracts with customers" as part of the Companies (Indian Accounting Standards) Amendment Rules, 2018. The new standard is effective for accounting periods beginning on or after April 1, 2018. The adoption of the standard did not have any material impact to the financial statements/informations of the Company.

5 The Company would be consolidating and presenting its Consolidated Financial Statements at the end of the year ie. March 31, 2019.

6 The figures for the previous period have been reclassified/ regrouped wherever necessary.

Salem

February 13, 2019

For R. Sundararajan & Associates
Chartered Accountants
Firm Registration No.08282S

S. Krishnan - Partner
Membership No.026452



For Kandagiri Spinning Mills Limited

[Signature]
Chairman



R. SUNDARARAJAN & ASSOCIATES

CHARTERED ACCOUNTANTS

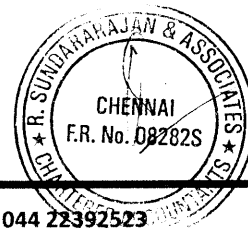
INDEPENDENT AUDITORS' REVIEW REPORT ON REVIEW OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTH ENDED DECEMBER 31, 2018

TO THE BOARD OF DIRECTORS OF KANDAGIRI SPINNING MILLS LIMITED

1. We have reviewed the Unaudited Financial Results of **Kandagiri Spinning Mills Limited** (the "Company") for the quarter ended December 31, 2018 and the year to date results for the period from April 1, 2018 to December 31, 2018 (the "financial results") which are included in the accompanying "Statement of Unaudited Financial Results for the quarter and nine months ended December 31, 2018" (the "Statement"). The Statement has been prepared by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time. ('the Listing Regulations').

This Statement which is the responsibility of the Company's Management, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.

2. 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. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
3. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in all material aspects in accordance with the applicable Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015, as amended from time to time, including the manner in which it is to be disclosed, or that it contains any material misstatement.





R. SUNDARARAJAN & ASSOCIATES
CHARTERED ACCOUNTANTS

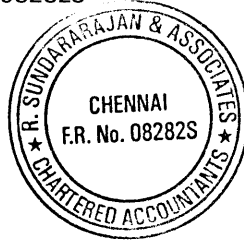
4. Emphasis of Matter

The Company has generated negative cash flows and incurred substantial operating losses during the current period and earlier. In order to continue the Company is apparently dependent on infusion of sufficient funds and restructuring of operations. There is thus, in our opinion, existence of a material risk as to the Company's ability to continue as a going concern but the company is taking necessary steps to address the above.

Our conclusion is not qualified in respect of these matters.

R.Sundararajan & Associates
Chartered Accountants
Firm's Registration No. 008282S

S.krishnan
Partner
Membership No. 26452



February 13, 2019
Salem