



EUROTEX INDUSTRIES AND EXPORTS LIMITED

Registered Office: 1110, Raheja Chambers, 11th Floor, 213, Nariman Point, Mumbai – 400 021.

Phone : (022) 6630 1400 E-Mail : eurotex@eurotexgroup.com Website : www.eurotexgroup.com

CIN : L70200MH1987PLC042598

25th July, 2020

1) The Secretary

**Bombay Stock Exchange Limited
1st Floor, New Trading Ring,
Rotunda Building, Phiroze Jeejeebhoy Towers,
Dalal Street, Fort, Mumbai - 400 001.
Stock Code: 521014**

(BY BSE LISTING CENTRE)

2) The Secretary

**National Stock Exchange of India Limited
Exchange Plaza, 5th Floor,
Plot No. C/1, G Block,
Bandra-Kurla Complex,
Bandra (East), Mumbai - 400 051.
Stock Code: EUROTEXIND**

(BY NSE NEAPS)

Dear Sir/Madam,

RE: AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH, 2020.

As required by the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are enclosing herewith a copy of the Audited Financial Results along with Audit Report and Declaration of Unmodified Opinion for the year ended 31st March, 2020.

This is for your kind information and records.

Thanking you,

Yours faithfully,

FOR EUROTEX INDUSTRIES AND EXPORTS LIMITED

Digitally signed by RAHUL RAWAT
DN: cn=RAHUL RAWAT, c=IN,
o=Personal,
email=csrahulrawat@gmail.com
Date: 2020.07.25 16:34:28 +05'30'

**RAHUL RAWAT
COMPANY SECRETARY**

Encls: As above

SVP & ASSOCIATES
CHARTERED ACCOUNTANTS



B-601, SERENITY, RAHEJA REFLECTIONS,
THAKUR VILLAGE, KANDIVALI(EAST),
MUMBAI-400101 Mobile: 09820047387
E-mail : yksinghania@gmail.com

Independent Auditor's Report

To The Board of Directors of
Eurotex Industries and Exports Limited

Report on the audit of the Financial Results

Opinion

We have audited the accompanying financial results of **Eurotex Industries and Exports Limited** ('the Company') for the quarter and year ended 31st March, 2020, 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, these 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 loss and other comprehensive income and other financial information for the quarter and year ended 31st March, 2020.

Basis for Opinion

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 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 (ICAI) together with the ethical requirements that are relevant to our audit of the financial results 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 Code of Ethics.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Material Uncertainty Related to Going Concern

Without qualifying, we draw your attention Note 4 of financial results with respect to the fact that the financial results have been prepared on a going concern basis, which contemplates the realization of assets and the satisfaction of liabilities in the normal course of business although the Company has incurred cash loss during the current period, losses during the last couple of previous periods/years and that most of the operations of the Company are suspended due to lack of working capital. As explained by the management, lenders are being pursued for additional working capital and exploring alternate sources for additional funds to commence manufacturing operations and accordingly, these financial results have been prepared on a going concern basis.

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Emphasis of Matters

- Attention is also invited to note no. 4 of financial results regarding disputed labour in respect of 'lay off' workers. The matter in respect of which is subjudice and pending before The Honorable Supreme Court and the management expects a favourable outcome.
- We draw your attention to Note 7 of the financial results, with regard to management's assessment about the impact on Company's operations due to COVID 19 pandemic outbreak and lockdown. The management apart from considering the internal and external information up to the date of approval of these financial statements, the Company has also performed sensitivity analysis on the assumptions used interalia including in respect of realisability of inventories of Rs.1,001.45 lakhs, recoverability of trade receivables of Rs.195.99 lakhs and based on current indicators of future economic conditions, the Company expects to recover the carrying amount of all these assets.

The impact of the global health pandemic may be different from that estimated as at the date of approval of these financial statements. Considering the continuing uncertainties, the Management will continue to closely monitor any material changes to future economic conditions.

Our report is not modified in respect of these matters.

Management's Responsibilities for the Financial Results

These quarterly financial results have been prepared on the basis of the annual 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 applicable 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 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 financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the 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 Financial Results

Our objectives are to obtain reasonable assurance about whether the 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 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 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. Under section 143(3(i)) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial control system in place and the operating effectiveness of such controls.
- 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 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 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.

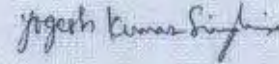
Other Matters:

- (i) On account of the Covid 19 related lockdown restrictions, Management was not able to perform the year end physical verification of inventories. Consequently, we have performed alternative audit procedures to audit existence of inventory as per the guidance provided in SA 501 "Audit Evidence – Specific consideration to Selected Items" which includes, roll back procedures and their supporting documents relating to purchases, production and sales and have obtained sufficient audit evidence to issue our unmodified opinion on these financial results.

(ii) The Financial Results include the results for the quarter ended 31st March, 2020 and corresponding quarter ended of the previous year being the balancing figure between audited figures in respect of full financial year and the published unaudited year to date figures up to the third quarter of the current and previous financial year which were subject to limited review by us.

Our opinion is not modified in respect of these matters.

For SVP & Associates
Chartered Accountants,
Firm Registration No. - 003838N



Yogesh Kumar Singhania
Partner
Membership No. 111473
UDIN - 20111473AAAAAJ9602

Place: Mumbai
Date: 25th July, 2020

EUROTEX INDUSTRIES AND EXPORTS LIMITED

REGD. OFFICE : 1110, RAHEJA CHAMBERS, 11TH FLOOR, 213, NARIMAN POINT, MUMBAI - 400 021

CIN : L70200MH1987PLC042598

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2020

(Rs. in Lakhs)

1	2	3	4	5	6	7
S. No.	Particulars	3 Months ended	3 Months ended	3 Months ended	Current year ended	Previous year ended
		(31/03/2020)	(31/12/2019)	(31/03/2019)	(31/03/2020)	(31/03/2019)
		Audited	Unaudited	Audited	Audited	Audited
		Refer Note 2		Refer Note 2		
1	Revenue from Operations	987.42	732.21	2,475.82	4,205.77	19,675.05
2	Other Income	60.12	588.54	29.31	753.86	139.87
3	Total Revenue (1+2)	1,047.54	1,320.75	2,505.13	4,959.63	19,814.92
4	Expenses:					
	(a) Cost of materials consumed	57.72	731.68	1,203.04	1,396.64	8,992.66
	(b) Purchase of Stock-in-Trade	219.89	210.12	768.25	958.02	5,645.34
	(c) Changes in inventories of finished goods, work-in-progress & Stock-in-Trade	626.57	(292.57)	(218.82)	1,388.93	(149.64)
	(d) Employee benefits expense	241.57	432.38	320.61	1,827.15	2,040.73
	(e) Power & Fuel	15.24	30.15	319.35	99.09	1,868.53
	(f) Finance costs	89.54	87.04	144.78	446.58	679.14
	(g) Depreciation and amortisation expense	91.83	93.09	95.96	371.04	390.66
	(h) Other expenses	135.52	145.83	369.68	652.14	2,076.26
	Total Expenses (a to h)	1,477.88	1,437.72	3,002.85	7,139.59	21,543.68
5	Loss before tax (3-4)	(430.34)	(116.97)	(497.72)	(2,179.96)	(1,728.76)
6	Tax Expenses					
	a) Deferred tax	56.26	41.76	(10.53)	(304.44)	(18.91)
	b) Prior Years' tax adjustments	-	-	(2.47)	-	(2.47)
	Tax Expenses	56.26	41.76	(13.00)	(304.44)	(21.38)
7	Loss for the period (5-6)	(486.60)	(158.73)	(484.72)	(1,875.52)	(1,707.38)
8	Other Comprehensive Income					
	(i) Items that will not be reclassified to profit or loss:					
	(a) Remeasurement of the net defined benefit liabilities/ (assets)	(202.91)	5.00	7.02	(187.91)	27.09
	(b) Equity instruments through other comprehensive income	(15.87)	(23.08)	23.74	(160.74)	(72.37)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	55.06	16.21	(7.34)	88.54	5.43
9	Total Comprehensive Income for the period	(650.32)	(160.60)	(461.30)	(2,135.63)	(1,747.23)
10	Paid up equity share capital (Face value : `10 per share)	874.02	874.02	874.02	874.02	874.02
11	Other equity	-	-	-	(446.37)	1,538.44
12	Earning Per Share (of `10 each)					
	a) Basic (Not to be annualized)	(5.55)	(1.81)	(5.53)	(21.43)	(19.51)
	b) Diluted (Not to be annualized)	(5.55)	(1.81)	(5.53)	(21.43)	(19.51)



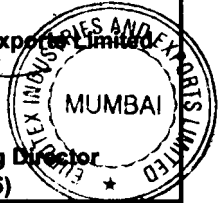
Notes:

- 1 The above audited financial results have been reviewed by the Audit Committee and were thereafter approved and taken on record by the Board of Directors in their meeting held on 25th July, 2020.
- 2 The figures for the quarter ended March 31, 2020 and March 31, 2019 are the balancing figures between the audited figures in respect of the full financial year and the published year to date figures up to the third quarter for the relevant financial year which were subjected to limited review by the statutory auditors.
- 3 The Company has only single reportable business segment i.e. 'Yarn segment' in terms of requirements of Ind AS - 108 and has its operations / assets located in India.
- 4 Results for the current quarter / year have been adversely affected mainly due to unfair and illegal activities and a strike started by workers from 3rd November, 2018 in Plant E-23 (Mill). The Spinning Mill restarted from 9th February, 2019 after getting prescribed consent letters of good conduct from all the workers as directed by Hon'ble Industrial Court. However, the Mill has come to a grinding halt again w.e.f. 25th March, 2019 due to persistent labour problems and for want of raw material, paucity of working capital and disconnection of power. Disputed labour dues in respect of 'lay off' workers, the matter in respect of which is subjudice, pending before the Honorable Supreme Court and the management expects a favourable outcome. The management is pursuing the lenders for additional working capital and exploring alternate sources of additional funds needed to resume operations and accordingly, the financial statements have been prepared on a going concern basis.
- 5 Other Income for the current year includes Rs. 546.09 lakhs being profit on sale of certain land and building at Kolhapur.
- 6 "Employee benefits expense" for the current quarter includes Rs. 88.28 lakhs and current year Rs.368.05 lakhs being ex-gratia paid to the certain workers who have voluntarily retired.
- 7 The operations of the Mills came to a grinding halt w.e.f. 25th March, 2019 due to persistent labour problems and consequences thereof. The Company was making efforts to resolve the situation. In the meantime, there was an outbreak of Pandemic 'Novel Coronavirus' ("COVID - 2019") and consequent Lockdown announced by the Centre and State Governments on 23rd March, 2020. Till now the grinding halt of Mills operation continues. In view of the above, there will be adverse impact on the Company's financials due to continuous losses. The management however, has considered the possible future effects, that may inter-alia, impact the carrying amounts of inventories and trade receivables. The Management will closely monitor any material changes due to future economic conditions and take necessary measures to address the situation.
- 8 Figures of current quarter / year are not comparable with corresponding quarter / previous year due to the reasons as stated in Note 4 above.
- 9 Previous periods' figures have been regrouped / rearranged, wherever considered necessary, to make them comparable to current quarter's presentation.

For Eurotex Industries and Exports Limited

K.K. Patodia
K.K. Patodia

Chairman and Managing Director
(DIN : 00027335)



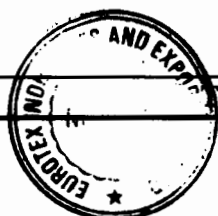
Place : Mumbai

Date : 25th July, 2020

EUROTEX INDUSTRIES AND EXPORTS LIMITED
Statement of Assets and Liabilities

(Rs. in Lakhs)

Particulars	As at 31.03.2020	As at 31.03.2019
Assets		
1. Non-current assets		
(a) Property, plant and equipment	5,098.14	5,748.86
(b) Financial assets		
(i) Investments	109.57	5.00
(ii) Deposits	123.99	124.24
(c) Income tax assets	38.44	35.57
(d) Other non-current assets	368.36	368.36
Total non-current assets	5,738.50	6,282.03
2. Current assets		
(a) Inventories	1,001.45	3,302.45
(b) Assets held for disposal	218.90	-
(c) Financial assets		
(i) Investments	-	1,244.52
(ii) Trade receivables	195.99	165.50
(iii) Cash and cash equivalents	48.10	14.48
(iv) Bank balances other than (ii) above	2.47	2.47
(v) Other financial assets	53.54	60.85
(d) Other current assets	75.73	220.00
Total current assets	1,596.18	5,010.27
Total assets	7,334.68	11,292.30
Equity and liabilities		
1. Equity		
(a) Equity share capital	874.02	874.02
(b) Other equity	(446.37)	1,538.44
Total equity	427.65	2,412.46
2. Liabilities		
I. Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	503.00	547.00
(b) Deferred tax liabilities (net)	727.26	1,271.07
Total non-current liabilities	1,230.26	1,818.07
II. Current liabilities		
(a) Financial liabilities		
(i) Borrowings	2,333.18	2,784.77
(ii) Trade payables		
(I) Total outstanding due to micro enterprises and small enterprises	-	32.80
(II) Total outstanding due to creditors other than micro enterprises and small enterprises	953.54	1,871.09
(iii) Other financial liabilities	405.08	340.65
(b) Other current liabilities	1,383.15	1,674.58
(c) Provisions	601.82	357.88
Total current liabilities	5,676.77	7,061.77
Total liabilities	6,907.03	8,879.84
Total equity and liabilities	7,334.68	11,292.30



EUROTEX INDUSTRIES AND EXPORTS LIMITED
STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31st MARCH, 2020

(Rs. in lakhs)

	For the year ended 31st March, 2020	For the year ended 31st March, 2019
A CASH FLOW FROM OPERATING ACTIVITIES:		
Loss before Tax	(2,179.96)	(1,728.76)
Adjustments for:		
Depreciation and amortization expense	371.04	390.66
Finance costs	426.33	679.31
Interest earned	(9.75)	(30.17)
Provisions no longer required written back	(5.65)	(1.56)
(Profit) / Loss on sale of property, plant and equipment	(572.89)	(0.33)
Dividend earned	(2.15)	(55.38)
Remeasurement of the net defined benefit liabilities/ (assets)	(187.91)	27.09
Operating Profit before working capital changes	(2,160.94)	(719.14)
Adjustments for:		
Decrease/ (Increase) in Trade and Other Receivables	121.34	1,392.28
Decrease/ (Increase) in Inventories	2,301.00	2,182.53
Increase/ (Decrease) in Trade and Other Payables	(899.74)	(501.49)
Cash Generated from Operations	(638.34)	2,354.18
Direct Taxes paid	(2.87)	(13.75)
NET CASH GENERATED FROM / (USED IN) OPERATING ACTIVITIES	(641.21)	2,340.43
B CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of property, plant and equipment	(0.17)	(8.81)
Sale of property, plant and equipment	633.82	-
Sale of Equity Investment	979.20	-
Interest Received	9.75	30.17
Dividend received	2.15	55.38
NET CASH GENERATED FROM INVESTING ACTIVITIES	1,624.75	76.74
C CASH FLOW FROM FINANCING ACTIVITIES:		
Preference Share Issued	-	-
(Repayment) of Long-Term Borrowings (Net)	(72.00)	(72.00)
(Repayment) / Proceeds of Short-Term Borrowings (Net)	(451.59)	(1,774.06)
Finance costs paid	(426.33)	(679.14)
NET CASH GENERATED FROM/ (USED IN) FINANCING ACTIVITIES	(949.92)	(2,525.20)
NET INCREASE IN CASH AND CASH EQUIVALENTS	33.62	(108.03)
Cash and cash equivalents at the beginning of the year	14.48	122.51
Cash and cash equivalents at the end of the year	48.10	14.48





EUROTEX INDUSTRIES AND EXPORTS LIMITED

Registered Office: 1110, Raheja Chambers, 11th Floor, 213, Nariman Point, Mumbai – 400 021.

Phone : (022) 6630 1400 E-Mail : eurotex@eurotexgroup.com Website : www.eurotexgroup.com

CIN : L70200MH1987PLC042598

25th July, 2020

1) The Secretary

Bombay Stock Exchange Limited
1st Floor, New Trading Ring,
Rotunda Building, Phiroze Jeejeebhoy Towers,
Dalal Street, Fort, Mumbai – 400 001.
Stock Code: 521014

(BY BSE LISTING CENTRE)

2) The Secretary

National Stock Exchange of India Limited
Exchange Plaza, 5th Floor,
Plot No. C/1, G Block,
Bandra-Kurla Complex,
Bandra (East), Mumbai – 400 051.
Stock Code: EUROTEXIND

(BY NSE NEAPS)

Dear Sir/Madam,

Sub: Declaration pursuant to Regulation 33 (3) (d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

With reference to the above, we hereby declare and confirm that the Audit Report issued by M/s. SVP & Associates, Chartered Accountants (Firm Registration No.: 003838N), Statutory Auditors of the Company, on the Audited Financial Results of the Company for the year ended 31st March, 2020 is unmodified.

Thanking you,

Yours faithfully,

For EUROTEX INDUSTRIES AND EXPORTS LIMITED

Digitally signed by RAHUL
RAWAT
DN: cn=RAHUL RAWAT, c=IN,
o=Personal,
email=csrahulrawat@gmail.com
Date: 2020.07.25 16:35:12 +05'30'

RAHUL RAWAT
COMPANY SECRETARY