



Ref: 149/SSML/CS/2019-20

26<sup>th</sup> May 2019

To,  
The DGM Listing,  
The Bombay Stock Exchange Ltd,  
Floor No. 25, P.J.Towers, Dalal Street,  
MUMBAI – 400 001.

Dear Sir,

**Script Code : 521240- Audited Standalone Financial Results of the Company for the Quarter/Year ended 31.03.2019 and Audited Consolidated Financial Results of the Company and its Associate for the year ended 31.03.2019 along with Auditor's Report**

Pursuant of Regulation 33(3) of Securities and Exchange Board of India ( Listing Obligations and Disclosure Requirements ) Regulations 2015, we are sending herewith Audited Standalone Financial Results of the Company for the Quarter/Year ended 31.03.2019 and Audited Consolidated Financial Results of the Company and its Associate for the year ended 31.03.2019, which have been duly reviewed by the Audit Committee of our Company at the Audit Committee Meeting held on 25.05.2019 and approved by our Board at the Board Meeting held on 26.05.2019 at the mill premises of Sambandam Spinning Mills Limited, Salem, together with Auditor's Report (Unqualified Audit Report) Statutory Auditors of our Company.

We are also uploading the above said results in our WEB site 'www.sambandam.com' and also in BSE website <http://listing.bseindia.com>.

In addition to the above information, we provide following information today, while approving the Annual Accounts of our Company for the year ended 31.03.2019, our Board has recommended 20% dividend at Rs.2/- per equity share of Rs.10 each subject to the approval of our Bankers, for declaration of the same by our members at the 45<sup>th</sup> Annual General Meeting of our Company to be held in August 2019.

Kindly acknowledge the receipt of the above.

Thanking you,

Yours faithfully,  
for Sambandam Spinning Mills Limited

  
( S. Natarajan )  
Company Secretary

**Sambandam Spinning Mills Limited (CIN-L17111TZ1973PLC000675)**

Regd. Office : Mill Premises, Kamaraj Nagar Colony, Salem 636 014

e-mail : corporate@sambandam.com Phone 0427 2240790 Web site : www.sambandam.com

**STATEMENT OF STANDALONE/CONSOLIDATED AUDITED FINANCIAL RESULTS FOR THE QUARTER/YEAR ENDED MARCH 31, 2019**

Prepared in compliance with Indian Accounting Standards (Ind As)

Rs. lakhs

S.No.	Particulars	Quarter ended			Year ended		Year ended	
		STANDALONE			STANDALONE		CONSOLIDATED	
		31/03/2019	31/12/2018	31/03/2018	31/03/2019	31/03/2018	31/03/2019	31/03/2018
		Unaudited (Refer note 6)	Unaudited	(Refer note 6)	Audited	Audited	Audited	Audited
	<b>INCOME</b>							
I	Revenue from Operations	4,478.48	5,099.86	5,674.07	20,949.86	19,308.04	20,949.86	
II	Other Income	34.70	21.28	81.77	144.44	165.64	144.44	
III	<b>Total Income (I+II)</b>	<b>4,513.18</b>	<b>5,121.14</b>	<b>5,755.84</b>	<b>21,094.30</b>	<b>19,473.68</b>	<b>21,094.30</b>	
IV	<b>EXPENSES</b>							
	Cost of materials consumed	2,927.82	3,442.95	3,357.63	13,309.39	11,781.23	13,309.39	
	Purchases of Stock-in trade	-	-	-	-	-	-	
	Changes in inventories of finished goods, Stock-in-trade and work-in-progress	(615.25)	(538.48)	(66.38)	(949.75)	(166.06)	(949.75)	
	Employee benefits expense-net	742.98	707.64	749.42	2,802.78	2,387.14	2,802.78	
	Power and fuel-net	538.24	670.26	470.20	1,953.52	1,489.62	1,953.52	
	Finance costs	202.47	200.66	255.75	826.15	918.97	826.15	
	Depreciation and amortisation expense	262.10	252.45	258.31	1,014.93	1,014.59	1,014.93	
	Other expenses	441.60	373.86	527.38	1,589.94	1,421.12	1,589.94	
	<b>Total Expenses</b>	<b>4,499.96</b>	<b>5,109.34</b>	<b>5,552.31</b>	<b>20,546.96</b>	<b>18,846.61</b>	<b>20,546.96</b>	
V	Profit before exceptional items and tax (III-IV)	13.22	11.80	203.53	547.34	627.07	547.34	
VI	Share of profit of associate	-	-	-	-	-	-	
VII	Profit/(loss) before exceptional items and tax (V+VI)	13.22	11.80	203.53	547.34	627.07	559.61	
VIII	Exceptional items	-	-	(283.01)	-	(283.01)	-	
IX	Profit/(loss) before tax (VII-VIII)	13.22	11.80	(79.48)	547.34	344.06	559.61	
X	Tax expense:							
	(1) Current tax - current year	72.20	12.88	163.08	285.84	724.11	285.84	
	- earlier year	-	-	-	76.53	-	76.53	
	(2) Deferred tax	(62.00)	(43.00)	(192.45)	(263.00)	(725.00)	(263.00)	
XI	Profit/(loss) for the period from continuing operations (IX-X)	3.02	41.92	(50.11)	447.97	344.95	460.24	
XII	Other Comprehensive Income							
A	(i) Items that will not be reclassified to profit and loss							
	Remeasurement of Defined benefits plan	(81.29)	0.79	(3.74)	(74.91)	2.64	(74.91)	
	(ii) Income tax relating to items that will not be reclassified to profit and loss	22.81	(0.12)	1.08	20.84	(0.89)	20.84	
B	(i) Items that will be reclassified to profit and loss							
	(ii) Income tax relating to items that will be reclassified to profit and loss							
	<b>Other Comprehensive Income for the period</b>	<b>(58.48)</b>	<b>0.67</b>	<b>(2.66)</b>	<b>(54.07)</b>	<b>1.75</b>	<b>-54.07</b>	
XIII	<b>Total Comprehensive Income for the period (XI+XII)</b>	<b>(55.46)</b>	<b>42.59</b>	<b>(52.77)</b>	<b>393.90</b>	<b>346.70</b>	<b>406.17</b>	
XIV	Earnings per equity share of Rs.10/- each: (not annualised)							
	Basic and Diluted	0.07	0.98	(1.17)	10.50	8.09	10.79	
XV	Paid Up Equity Share Capital ( Face Value Rs. 10/- each)	427.55	427.55	427.55	427.55	427.55	427.55	
XVI	Other equity	-	-	-	8,861.06	8,569.99	8,833.15	
	# There are no discontinued operations during the period						8,529.80	

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

S.Krishnan Partner  
Membership No.026452



## 1 Notes

Balance Sheet as at 31, 2019	Particulars	Note No.	Standalone		Consolidated	
			31/03/2019 Rs. lakhs	31/03/2018 Rs. lakhs	31/03/2019 Rs. lakhs	31/03/2018 Rs. lakhs
<b>Non current assets</b>						
Property, plant and equipment	1	10,403.89	11,170.87	10,403.89	11,170.87	
Capital work in progress		10.39	-	10.39	-	
Intangible assets	2	0.04	0.04	0.04	0.04	
<b>Financial assets</b>						
Investments	3	227.78	227.51	199.87	187.32	
Loans	4	516.00	550.00	516.00	550.00	
Other financial asset	5	418.73	261.43	418.73	261.43	
Advance tax assets(net)	6	62.10	7.79	62.10	7.79	
Other non-current assets	7	303.03	290.16	303.03	290.16	
		11,941.96	12,507.80	11,914.05	12,467.61	
<b>Current assets</b>						
Inventories	8	4,565.72	3,733.05	4,565.72	3,733.05	
<b>Financial assets</b>						
Trade receivables	9	3,435.42	4,528.00	3,435.42	4,528.00	
Cash and cash equivalents	10a	6.41	118.36	6.41	118.36	
Other Bank balances	10b	79.72	164.71	79.72	164.71	
Others	11	569.08	582.00	569.08	582.00	
Other current assets	12	237.81	149.02	237.81	149.02	
		8,894.16	9,275.14	8,894.16	9,275.14	
<b>Total assets</b>		<b>20,836.12</b>	<b>21,782.94</b>	<b>20,808.21</b>	<b>21,742.75</b>	
<b>EQUITY AND LIABILITIES</b>						
<b>Equity</b>						
Equity share capital	13	427.55	427.55	427.55	427.55	
Other equity	14	8,861.06	8,569.99	8,833.15	8,529.80	
		9,288.61	8,997.54	9,260.70	8,957.35	
<b>Non-current liabilities</b>						
<b>Financial liabilities</b>						
Borrowings	15	1,376.07	1,594.91	1,376.07	1,594.91	
Other non current liabilities	16	30.27	28.29	30.27	28.29	
Provisions	17	278.15	235.07	278.15	235.07	
Deferred tax liabilities (Net)	18	1,018.20	1,060.67	1,018.20	1,060.67	
Other non current liabilities	19	11.35	11.35	11.35	11.35	
		2,714.04	2,930.29	2,714.04	2,930.29	
<b>Current liabilities</b>						
<b>Financial liabilities</b>						
Borrowings	20	5,256.94	4,763.29	5,256.94	4,763.29	
Trade payables	21	2,119.59	3,576.63	2,119.59	3,576.63	
Provisions	22	7.03	23.92	7.03	23.92	
Other financial liabilities	23	1,382.67	1,408.07	1,382.67	1,408.07	
Other current liabilities	24	67.24	83.20	67.24	83.20	
<b>Total equity and liabilities</b>		<b>8,833.47</b>	<b>9,855.11</b>	<b>8,833.47</b>	<b>9,855.11</b>	
<b>Total liabilities</b>		<b>11,547.51</b>	<b>12,785.40</b>	<b>11,547.51</b>	<b>12,785.40</b>	
<b>Total equity and liabilities</b>		<b>20,836.12</b>	<b>21,782.94</b>	<b>20,808.21</b>	<b>21,742.75</b>	

The above disclosure is an extract of the audited Balance Sheet as at March 31, 2019 prepared in compliance with the Indian Accounting Standards (Ind As).

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

S.Krishnan Partner  
Membership No.026452



Notes

1 The above audited standalone and consolidated financial results were reviewed by the Audit Committee and then approved by the Board of Directors at its meeting held on May 26, 2019. The information for the year ended March 31, 2019 and March 31, 2018 presented above is extracted from the audited financial statements. These financial statements are prepared in accordance with the Indian Accounting Standards (Ind As) as prescribed under section 133 of the Companies Act, 2013.

2 The Board has recommended a dividend of Rs.2 per share of Rs.10 each for the year ended March 31, 2019 at their meeting held on May 26, 2019 to be approved by shareholders at the annual general meeting.

3 Exceptional items consists of:

Particulars	Quarter ended		Year ended	Year ended
	31/03/2019	31/12/2018	31/03/2018	31/03/2018
	Unaudited		Audited	Audited
Provision for embezzlement of funds			283.01	283.01

During the earlier year and as already reported, the company's management had identified embezzlement of funds by an employee of the company. The Ind As financial statements upto March 31, 2018 were suitably adjusted for the said embezzlement including adequate provision for doubtful recovery after assessment by the board. The exceptional item of Rs.283.01 lakhs represents provision made during the quarter and year ended March 31, 2018. The company has initiated criminal proceedings against the employee including filing of FIR and the process of recovery is being constantly monitored

4 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'.

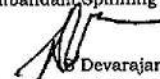
5 The Ministry of Corporate Affairs (MCA), on March 28, 2018, notified Ind As 115 "Revenue from contracts with customers" as part of the Companies (Indian Accounting Standards) Amendment Rules, 2018. The new standard is effective for accounting periods beginning on or after April 1, 2018. The adoption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

6 The figures for the quarters ended March 31, 2019 and March 31, 2018 are the balancing figures between the audited figures in respect of the full financial year and the published year to date figures upto the quarter ended December 31, 2018 and December 31, 2017 respectively, which were subject to limited review by the statutory auditors.

7 Deferred tax reflected in the statement of assets and liabilities includes MAT credit entitlement eligible thereof.

8 The previous period figures have been regrouped/reclassified wherever necessary to conform to current period classification.

For Sambandam Spinning Mills Limited

  
N. Devarajan  
Chairman and Managing Director  
DIN 00001910



Salem  
May 26, 2019

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

  
S. Krishnaraj - Partner  
Membership No.026452



**R. SUNDARARAJAN & ASSOCIATES**  
**CHARTERED ACCOUNTANTS**

**INDEPENDENT AUDITOR'S REPORT ON QUARTERLY AND YEAR TO DATE AUDITED FINANCIAL RESULTS OF SAMBANDAM SPINNING MILLS LIMITED**  
pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015

**TO THE BOARD OF DIRECTORS OF  
SAMBANDAM SPINNING MILLS LIMITED**

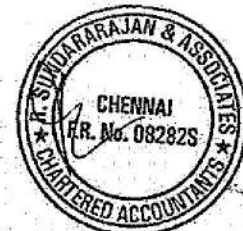
1. We have audited the accompanying Statement of quarterly standalone Ind As financial results of **SAMBANDAM SPINNING MILLS LIMITED** ("the Company") for the quarter and year ended March 31, 2019 together with the notes thereon ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No CIR/CFD/FAC/62/2016 dated July 5, 2016. Attention is drawn to Note 6 to the Statement with regard to the results for the quarters ended March 31, 2019 and 2018 being the balancing figure between the audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the respective financial years. The figure up to the end of the third quarter was subject to limited review and not subjected to audit.

**Management's Responsibility**

2. The Statement together with the notes is the responsibility of the Company's Management and approved by the Board of Directors. These standalone Ind As financial results are compiled from the audited standalone Ind As financial statements for the year ended 31 March 2019 prepared in accordance with the accounting principles generally accepted in India, including Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 ('the Act') and the published year to date figures up to the end of the third quarter of the financial year prepared in accordance with the recognition and measurement principles laid down in Ind AS 34, Interim Financial Reporting, specified under Section 133 of the Act, and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No CIR/CFD/FAC/62/2016 dated July 5, 2016.

**Auditor's Responsibility**

3. Our responsibility is to express an opinion on these standalone Ind As financial results based on our audit of the standalone Ind As financial statements for the year ended 31 March 2019 and our review of standalone Ind As financial results for the nine months period ended 31 December 2018.
4. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the results are free from material misstatement.

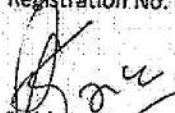


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**R. SUNDARARAJAN & ASSOCIATES**  
**CHARTERED ACCOUNTANTS**

5. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the statement.
6. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a reasonable basis for our audit opinion.
7. **Opinion:**  
In our opinion and to the best of our information and according to the explanations given to us, the Statement:
- (i) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No CIR/CFD/FAC/62/2016 dated July 5, 2016; and
  - (ii) gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the profit, total comprehensive income and other financial information of the Company for the year ended March 31, 2019.
8. The Statement dealt with by this report has been prepared for the express purpose of filing with the BSE Limited. This Statement is based on and should be read with the audited standalone Ind As financial statements of the Company for the year ended March 31, 2019 on which we have issued an unmodified opinion vide our report dated May 26, 2019.

For R. Sundararajan & Associates  
Chartered Accountants  
Registration No. 082825

  
S. Krishnan  
Partner  
Membership No. 26452

May 26, 2019  
Salem



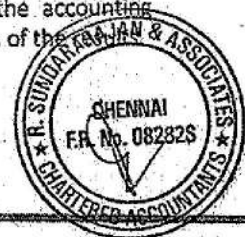


**R. SUNDARARAJAN & ASSOCIATES**  
**CHARTERED ACCOUNTANTS**

INDEPENDENT AUDITOR'S REPORT ON AUDITED CONSOLIDATED FINANCIAL RESULTS OF  
SAMBANDAM SPINNING MILLS LIMITED  
pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements)  
Regulations 2015

TO THE BOARD OF DIRECTORS OF  
SAMBANDAM SPINNING MILLS LIMITED

1. We have audited the accompanying Statement containing the audited Consolidated Ind As Financial Results ("Results") of SAMBANDAM SPINNING MILLS LIMITED ("the company") and its associates for the year ended March 31, 2019 together with the notes thereon ("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 modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, which have been initialled by us for identification purpose only.
2. The Statement is the responsibility of the Company's Management and approved by the Board of Directors. These Consolidated Ind As Financial Results are based on the Consolidated Ind As Financial Statements for the year ended March 31, 2019 prepared in accordance with the accounting principles generally accepted in India, including Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 ('the Act') and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
3. Our responsibility is to express an opinion on these consolidated Ind As financial results for the year ended March 31, 2019. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the results are free from material misstatement.
4. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the Result 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. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the



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# R. SUNDARARAJAN & ASSOCIATES

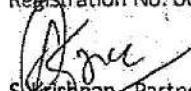
## CHARTERED ACCOUNTANTS

5. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a reasonable basis for our audit opinion.
6. In our opinion and to the best of our information and according to the explanations given to us and based on consideration of the reports of other auditors on separate financial statements and the other financial information of associates, these consolidated Ind As financial results:
- (a) Includes the share of profits of (a) SPMM Healthcare Services Private Limited and Salem IVF Centre Private Limited
  - (b) Are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No CIR/CFD/FAC/62/2016 dated July 5, 2016; and
  - (c) give a true and fair view of the consolidated net profit including other comprehensive income and other financial information of the Company for the year ended March 31, 2019 with the accounting principles generally accepted in India.
7. We did not audit the financial statements of two associates whose financial statements reflect the Group's share of net profit of Rs.12.27 Lakhs as considered in the Results. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the Results, in so far as it relates to the amounts and disclosures included in respect of these associates is based solely on the reports of the other auditors.

Our opinion on the Results is not modified in respect of the above matters with regard to our reliance on the work done and the reports of the other auditors and financial statements certified by the Management.

8. The Statement dealt with by this report has been prepared for the express purpose of filing with BSE Limited. This Statement is based on and should be read with the audited consolidated financial statements of the Company for the year ended March 31, 2019 on which we have issued an unmodified opinion vide our report dated May 26, 2019.

For R. Sundararajan & Associates  
Chartered Accountants  
Registration No. 0082825

  
S. Krishnan - Partner  
Membership No. 26452

May 26, 2019  
Chennai







# SAMBANDAM SPINNING MILLS LIMITED UNIT-I

Registered Office : P.B. No.1, Kamaraj Nagar Colony, Salem 636 014, Tamil Nadu  
(P) +91 427 2240790 (F) +91 427 2240169 (E) corporate@sambandam.com  
website : www.sambandam.com Corporate Identity No. L17111TZ1973PLC000675

Date: 26.05.2019

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

Dear Sir,

**Sub.: Declaration pursuant to Regulations 33(3) (d) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015**

**Declaration**

I, S. Devarajan, Chairman and Managing Director of Sambandam Spinning Mills Limited (CIN:L17111TZ1973PLC000675) having its Registered Office at No.1, Kamaraj Nagar Colony, Salem 636 014, Tamilnadu, India, hereby declared that the Statutory Auditors of the Company, M/s R.Sundararajan & Associates, Chartered Accountants (Firm Registration No.008282S) have issued an Audited Report with unmodified opinion on Audited Financial Results of the Company (Standalone and Consolidated) for the quarter and year ended 31<sup>st</sup> March, 2019.

This Declaration is given in compliance to Regulation 33(3) (d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, as amended by the SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations 2016, vide Notification No.SEBI/LAD-NRO/GN/2016-17/001 dated 25<sup>th</sup> May, 2016.

Requested you to take this record.

Yours faithfully,

for SAMBANDAM SPINNING MILLS LIMITED

(S. Devarajan)  
Chairman and Managing Director