



# EUROTEX INDUSTRIES AND EXPORTS LIMITED

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

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CIN : L70200MH1987PLC042598

12<sup>th</sup> August, 2021

1) The Secretary

**Bombay Stock Exchange Limited**

1<sup>st</sup> 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, 5<sup>th</sup> 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: LIMITED REVIEW REPORT AND UNAUDITED FINANCIAL RESULTS OF THE COMPANY FOR THE QUARTER ENDED 30<sup>TH</sup> JUNE, 2021.**

As required by Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are enclosing herewith the Limited Review Report and Unaudited Financial Results of the Company for the quarter ended 30<sup>th</sup> June, 2021 from our Auditors, SVP & Associates.

The Limited Review Report as well as the Unaudited Financial Results of the Company for the quarter ended 30<sup>th</sup> June, 2021 has been approved in the Board Meeting held on 12<sup>th</sup> August, 2021.

This is for your kind information and records.

Thanking you,

Yours faithfully,

For **EUROTEX INDUSTRIES AND EXPORTS LIMITED**

**RAHUL RAWAT**

**COMPANY SECRETARY**

Encls: As above



**LIMITED REVIEW REPORT**

**Review Report to Board of Directors**

1. We have reviewed the accompanying statement of unaudited financial results of **Eurotex Industries and Exports Limited** ("the Company") for the quarter ended 30<sup>th</sup> June, 2021 attached herewith, being submitted by the Company pursuant to the requirements of Regulations 33 of The SEBI (Listing, Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Obligations") The statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on this financial Statement based on our review.
2. We conducted our review of Statement in accordance with the Standard on Review Engagement (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 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. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Based on our review, conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable Indian accounting standards (IND AS) and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with circulars issued from time to time including the manner in which it is to be disclosed, or that it contains any material misstatement.

**4. Material Uncertainty Related to Going Concern**

Without qualifying, we draw your attention to note no. 4 of financial results with respect to the fact that these 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 though the Company has incurred cash loss during the current quarter, losses during the last couple of previous periods/years, having eroded its entire net worth, and that the operations of the Mills have continued grinding halt since 25<sup>th</sup> March, 2019 on account of, as explained by the management, persistent, unfair and illegal activities of labour including strike resorted to by workers and disconnection of power and lack of working capital. The management has already settled dues of lender banks (by borrowing from promoter group companies), is studying ways to restart the operations of the Mills, exploring for sources of additional funds to restructure the operations after proper evaluation and in view of such positivities, the financial statements have been prepared on a going concern basis.

**Emphasis of Matters**

5. We draw your attention to note no. 5 of the financial results with regard to management's assessment about the impact on Company's operations due to covid-19 pandemic outbreak. The management apart from considering the internal and external information up to the date of approval of these financial results, the Company has also performed



sensitivity analysis on the assumptions used including in respect of realisability of assets 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, as explained, the Management will continue to closely monitor any material changes to future economic conditions.

6. Attention is drawn to the fact that the figures of the quarter ended March 31, 2021 as reported in these financial results are the balancing figures between audited figures for the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures up to the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.

Our report is not modified in respect of these matters.



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

*Yogesh Kumar Singhania*

Yogesh Kumar Singhania  
Partner  
Membership No. 111473  
UDIN : 21111473AAAAEP7122

Mumbai  
12<sup>th</sup> August, 2021

**EUROTEX INDUSTRIES AND EXPORTS LIMITED**

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

CIN : L70200MH1987PLC042598

**STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2021**

(Rs. in Lakhs)

1	2	3	4	5	6
S. No.	Particulars	3 Months ended	3 Months ended	3 Months ended	Previous year ended
		(30/06/2021)	(31/03/2021)	(30/06/2020)	(31/03/2021)
		Unaudited	Audited	Unaudited	Audited
		Refer Note 2			
1	Revenue from Operations	202.86	594.92	448.12	2,364.48
2	Other Income	27.37	757.10	31.79	1,102.44
3	<b>Total Revenue (1+2)</b>	<b>230.23</b>	<b>1,352.02</b>	<b>479.91</b>	<b>3,466.92</b>
4	<b>Expenses:</b>				
	(a) Cost of materials consumed	-	-	-	-
	(b) Purchase of Stock-in-Trade	101.96	428.01	60.95	1,315.92
	(c) Changes in inventories of finished goods, work-in-progress & Stock-in-Trade	87.38	75.11	284.62	691.90
	(d) Employee benefits expense	76.60	473.16	68.23	1,469.61
	(e) Power & Fuel	7.92	5.97	4.30	31.82
	(f) Finance costs	59.54	4.00	99.69	319.26
	(g) Depreciation and amortisation expense	83.01	89.66	91.69	365.99
	(h) Other expenses	65.58	168.12	94.95	477.56
	<b>Total Expenses (a to h)</b>	<b>481.99</b>	<b>1,244.03</b>	<b>704.43</b>	<b>4,672.06</b>
5	<b>Profit/(Loss) before tax (3-4)</b>	<b>(251.76)</b>	<b>107.99</b>	<b>(224.52)</b>	<b>(1,205.14)</b>
6	<b>Tax Expenses</b>				
	a) Deferred tax	-	26.78	(74.56)	(32.07)
	<b>Tax Expenses</b>	<b>-</b>	<b>26.78</b>	<b>(74.56)</b>	<b>(32.07)</b>
7	<b>Profit/(Loss) for the period (5-6)</b>	<b>(251.76)</b>	<b>81.21</b>	<b>(149.96)</b>	<b>(1,173.07)</b>
8	<b>Other Comprehensive Income</b>				
	(i) Items that will not be reclassified to profit or loss:				
	(a) Remeasurement of the net defined benefit liabilities/ (assets)	(2.00)	57.27	(46.98)	(17.73)
	(b) Equity instruments through other comprehensive income	173.37	(18.91)	20.54	84.48
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(43.13)	(9.65)	6.65	(16.80)
9	<b>Total Comprehensive Income for the period</b>	<b>(123.52)</b>	<b>109.92</b>	<b>(169.75)</b>	<b>(1,123.12)</b>
10	<b>Paid up equity share capital (Face value : Rs 10 per share)</b>	<b>874.02</b>	<b>874.02</b>	<b>874.02</b>	<b>874.02</b>
11	<b>Other equity</b>				<b>(1,571.10)</b>
12	<b>Earning Per Share (of Rs 10 each)</b>				
	a) Basic (Not to be annualized)	(2.88)	0.93	(1.72)	(13.41)
	b) Diluted (Not to be annualized)	(2.88)	0.93	(1.72)	(13.41)



**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 12th August, 2021. The Statutory Auditors have expressed an unmodified opinion on the above results.
- 2 The figures for the quarter ended March 31, 2021 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 previous 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 have been adversely affected due to continued grinding halt of mills operation since 25th March, 2019 on account of persistent, unfair and illegal activities of labour including severe inter union rivalry resorted to by workers and disconnection of power. Matter in respect of labour dues for lay off of workers, is subjudice, pending before the Honorable Supreme Court and the management expects a positive outcome, in view of the expert legal opinion in the aforesaid matter obtained by the Company. The management has settled all dues of lender banks (by borrowing from promoter group companies), studying ways to restart the operations of the Mills, exploring for sources of additional funds and in view of such positivities, the financial statements have been prepared on a going concern basis.
- 5 There was an outbreak of Pandemic 'Novel Coronavirus' ("COVID-2019") and consequent Lockdown announced by the Centre and State Governments on 23rd March, 2020. In view of recent surge in Covid-19 cases, few states reintroduced some restrictions and the Company continues to be vigilant and cautious. Due to impact of COVID-2019 Pandemic, there might be an adverse impact on the Company's financials. 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.
- 6 Previous periods' figures have been regrouped / rearranged, wherever considered necessary, to make them comparable to current period's presentation.



For Eurotex Industries and Exports Limited

K.K. Patodia

Chairman and Managing Director  
(DIN : 00027335)

Place : Mumbai  
Date : 12th August, 2021