

August 7, 2023

श्रावण (अधिक) - कृष्ण पक्ष - सप्तमी,
विक्रम सम्वत २०८०**National Stock Exchange of India Limited**
"Exchange Plaza"
Bandra – Kurla Complex,
Bandra (E), Mumbai – 400 051
NSE Code: GHCLTEXTIL**BSE Limited**
Corporate Relationship Department,
1st Floor, New Trading Ring, Rotunda Building,
P.J. Towers, Dalal Street,
Fort, Mumbai – 400 001
BSE Code: 543918**Sub: Outcome of 18th Board Meeting of the Company**

Pursuant to requirement of Regulation 30 read with Regulation 33 of the SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015 and other applicable provisions, if any, it is hereby informed that the Board of Directors in their just concluded meeting held on August 7, 2023 has *inter alia* approved the followings:

1. Reviewed un-audited financial results of the Company for the quarter ended June 30, 2023, which is in compliance with Indian Accounting Standard (Ind AS). Copy of the said quarterly unaudited financial results along with the Limited Review Report issued by the statutory auditors are enclosed herewith.
2. Notice of 3rd Annual General Meeting of the Company scheduled to be held on Thursday, September 21, 2023 through video conferencing (VC) or other Audio-visual mode (OAVM).
3. Corporate Governance Report and Management analysis & Discussion (MDA)
4. Appointment of M/s. Chandrasekaran Associates, Practicing Company Secretaries as Secretarial Auditor of the Company for the financial year 2023-24.
5. Appointment of M/s. R J Goel & Co., Cost Accountants as Cost Auditor of the Company for the financial year 2023-24.
6. Appointment of M/s. R. Subramanian and Company, Chartered Accountants, as Internal Auditor of the Company for the financial year 2023-24.

Please note that the board meeting commenced at 03:15 PM and concluded at **4:30PM**

Please note that copy of this communication shall be also available on the website of BSE Limited (www.bseindia.com/corporates), National Stock Exchange of India Limited (www.nseindia.com/corporates) and website of the Company (www.ghcltextiles.co.in).

You are requested to kindly take note of the same and disseminate the information on your website.

Thanking you

Yours faithfully

For GHCL Textiles Limited



Lalit Narayan Dwivedi
Company Secretary and Compliance officer
(Membership No.: FCS 10487)



GHCL Textiles Limited (Formerly Sree Meenakshi Mills)

GHCL House, B- 38, Institutional Area, Sector- 1, Noida- 201301 (U.P.), India. Ph. : +91 - 120 - 2535335, 4939900, Fax : 91- 120- 2535209
CIN : U18101GJ2020PLC114004, E-mail : info@ghcltextiles.co.in, Website : www.ghcltextiles.co.in

Independent Auditor's Review Report on the Quarterly Unaudited Financial Results of the Company Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**Review Report to
The Board of Directors
GHCL Textiles Limited**

1. We have reviewed the accompanying statement of unaudited financial results of GHCL Textiles Limited (the "Company") for the quarter ended June 30, 2023 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. The Company's Management is responsible for the preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The Statement has been approved by the Company's Board of Directors. Our responsibility is to express a conclusion on the Statement based on our review.
3. 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 of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. **Emphasis of Matter**

We draw attention to note 2 to the financial results, which indicates that the demerger has been accounted on the April 01, 2023 being appointed date mentioned in the Scheme of Arrangement i.e. date of filing of certified true copy of the NCLT order along with the sanctioned Scheme with the Registrar of Company, instead of accounting of demerger in the previous year from the beginning of the previous year i.e. April 01, 2022, since the substantial conditions relating to transfer of demerged undertaking were met during the previous year ended March 31, 2023, as required under applicable Indian Accounting Standards prescribed under Section 133 of the Act.

S.R. BATLIBOI & Co. LLP

Chartered Accountants

Accordingly, accounting in respect of the demerger has been carried out in these financial results in the current quarter, as the approved Scheme would prevail over the applicable Indian Accounting Standards.

Our conclusion is not modified in respect of this matter.

6. The accompanying Statement includes:

- (a) the results for the quarter ended June 30, 2022 which have not been subjected to a review or audit by us or by any other auditor and are approved by Board of Directors of the Company.
- (b) the results for the quarter ended March 31, 2023 being the balancing figures between the audited figures in respect of the full financial year ended March 31, 2023 and year to date figures up to end of nine months ended December 31, 2022 which have not been subjected to a review or audit by us or by any other auditors and are approved by the board of directors of the Company.

For S.R. BATLIBOI & Co. LLP

Chartered Accountants

ICAI Firm registration number: 301003E/E300005

SONIKA
LOGANEY
per **Sonika Loganey**
Partner

Digitally signed by SONIKA LOGANEY
DN: cn=SONIKA LOGANEY, c=IN, o=
Personal, email=sonika.loganey@srb.
in
Location: Gurugram
Date: 2023.08.07 16:11:13 +05'30'

Membership No.: 502220

UDIN: 23502220BGYHQA2437

Place: Gurugram

Date: August 07, 2023

Statement of Unaudited Financial Results for the Quarter ended June 30, 2023

Rs. In Crore

S. No.	Particulars	Quarter Ended				Year Ended
		30.06.2023	31.03.2023	30.06.2022	31.03.2023	
		Unaudited	Unreviewed (Refer Note no 5)	Unreviewed (Refer Note no 5)	Audited	
1	Income from operations					
	(a) Revenue from operations	263.28	-	-	-	
	(b) Other income	1.47	-	-	-	
	Total Income	264.75	-	-	-	
2	Expenses					
	a) Cost of materials consumed	170.35	-	-	-	
	b) Purchase of stock-in-trade	0.83	-	-	-	
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	16.56	-	-	-	
	d) Power, fuel and water expense	21.74	-	-	-	
	e) Employee benefits expense	15.08	-	-	-	
	f) Depreciation and amortisation expense	10.53	-	-	-	
	g) Finance Costs	1.60	-	-	-	
	h) Other expenses	22.42	0.01	0.00	0.01	
	Total Expenses	259.11	0.01	0.00	0.01	
3	Profit before tax (1-2)	5.64	(0.01)	(0.00)	(0.01)	
4	Tax expenses					
	(a) Current tax	0.07	-	-	-	
	(b) Deferred tax charge	1.41	-	-	-	
	Total tax expenses	1.48	-	-	-	
5	Net Profit after tax (3-4)	4.16	(0.01)	(0.00)	(0.01)	
	Other Comprehensive Income					
6	Other Comprehensive Income net of tax - not to be reclassified subsequently to profit & loss	-	-	-	-	
7	Total Comprehensive Income comprising profit after tax and other Comprehensive income (5+6)	4.16	(0.01)	(0.00)	(0.01)	
8	Other Equity as per the audited balance sheet				(0.01)	
9	Paid up Equity Share Capital (face value of Rs.2/- each)	19.12	0.01	0.01	0.01	
10	Earnings per share (face value of Rs.2/- each)		(Not Annualised)			
	Basic and diluted	0.44	(1.01)	(0.06)	(1.37)	

Notes to the Statement of Unaudited Financial Results for the Quarter ended June 30, 2023

1. The above unaudited financial results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on August 07, 2023. These unaudited financial results have been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (as amended) (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable. The Statutory Auditors of the Company have conducted a limited review of these unaudited financial results of the Company for the quarter ended June 30, 2023, in accordance with Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended and expressed an unmodified review conclusion on these unaudited results.

2. The Board of Directors of the Company at their meeting held on December 06, 2021 approved a Scheme of Arrangement under Section 230 – 232 of the Companies Act 2013 of demerger of Spinning Division of GHCL Limited ("Demerged Company"/"Company") into GHCL Textiles Limited ("Resulting Company") ("the Scheme") and the said Scheme was approved by National Company Law Tribunal ("NCLT"), Ahmedabad, on February 08, 2023.

As per the Scheme, the accounting in respect of the Scheme has been carried out on the April 01, 2023 being the Appointed date and effective date i.e. the date on which the Company filed the Certified True Copy of the NCLT order along with the sanctioned Scheme with the ROC.

Accordingly, the Spinning division (along with all assets and liabilities thereof as at the appointed date stated in the Scheme) have been transferred to the Company on a going concern basis at a book value of Rs. 1,359.28 crores. As a consideration for the Demerger, the Company has issued 9,55,85,786 equity shares of Rs. 2 each amounting Rs. 19.12 Crores to the shareholders of Demerged company as on the record date in a 1:1 swap ratio i.e. one equity share of Rs. 2 each has been issued by the Company for every one equity share of Rs. 10 each held in Demerged company at a premium of Rs. 1,578.16 crores. The difference of Rs. 238.00 crores being the difference between the book value of assets received and the equity share capital issued including securities premium has been debited to capital reserve.

Being a transaction of transfer of the spinning business from demerged company, Indian Accounting Standards notified under Section 133 of the Act, under the Companies (Indian Accounting Standard) Rules, 2015, as amended from time to time (Ind AS) and generally accepted accounting principles in India required the Company to account for such transfer of spinning business in the previous year ended March 31, 2023 by restating the financial information in respect of the prior period from the beginning of the preceding year i.e April 01, 2022 as the substantial conditions for the transfer of demerged undertaking were met during the previous year ended March 31, 2023.

Since the Certified True Copy of the NCLT order along with the sanctioned Scheme with the ROC has been filed on April 01, 2023 accounting effect in respect of the Scheme has been given in these financial results, as the approved scheme prevail over the applicable Indian Accounting Standards.

The Company has listed its equity shares on Bombay Stock Exchange and National Stock Exchange as required by the Scheme w.e.f June 12, 2023.

3. The Code on Social Security, 2020 ("Code") relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified and the final rules/interpretation have not yet been issued. The Company is in the process of assessing the impact of the code and will record the same, if any, in the period the Code becomes effective.

4. The Company is engaged in the business of "Textiles" activity and hence has only one reportable operating segment as per IND AS 108-Operating Segment.

5. Since, the Company has accounted for demerger transaction w.e.f April 01, 2023 (refer note 2 above) therefore the current quarter results are not comparable with previous quarter/corresponding previous quarter/ year since the Company did not have any operations till March 31, 2023 and the comparative figures in the Statement:

(a) For the quarter ended June 30, 2022 have not been subjected to a review or audit by any auditor and have been approved by the board of directors of the Company.

(b) For the quarter ended March 31, 2023 are the balancing figures between the audited figures in respect of the full financial year ended March 31, 2023 and unaudited year to date figures up to end of nine months ended December 31, 2022 have not been subjected to a review or audit by any auditor and have been approved by the board of directors of the Company.

6. In line with the requirements of Regulation 47(2) of the Listing Regulations, 2015, the results are available on the website of BSE Limited (URL: www.bseindia.com/corporates), the National Stock Exchange of India Limited (URL: www.nseindia.com/corporates) and on the company's website (URL: <http://ghcltextiles.co.in/investors/performance-reports/>).

For and on behalf of Board of Directors of GHCL Textiles Limited

RAJAPPAN
BALAKRISHNAN
R Balakrishnan
CEO

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GAURAV
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CFO

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Madurai
August 07, 2023