

November 05, 2019

**BSE Limited,  
New Trading Ring,  
Rotunda Building, P J Towers,  
Dalal Street, Mumbai-40001  
Scrip Code: 542729**

**National Stock Exchange of India Limited  
Exchange Plaza, C-1, Block G  
Bandra Kurla Complex, Bandra East  
Mumbai, Maharashtra - 400051  
Symbol: DCMNVL**

**Sub: Outcome of the Board Meeting**

**Dear Sir,**

Pursuant to Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations'), we would like to inform you that the Board of Directors in their meeting held today i.e. November 05, 2019, have approved the Unaudited Financial Results for the quarter and half year ended September 30, 2019.

The Unaudited Financial Results for the quarter and half year ended September 30, 2019 and Limited Review Report of the Auditors is attached herewith.

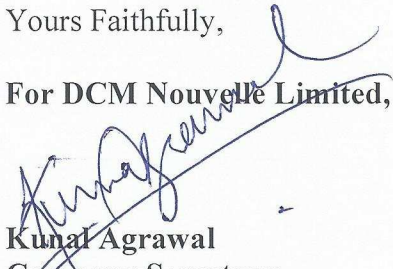
The Board Meeting commenced at 03:30 pm and concluded at 07:25 pm.

This is for information and record.

Thanking you,

Yours Faithfully,

**For DCM Nouvelle Limited,**

  
**Kunal Agrawal  
Company Secretary  
ICSI Membership No: A35213**



# BSR & Co. LLP

Chartered Accountants

Building No. 10, 8th Floor, Tower-B  
DLF Cyber City, Phase - II  
Gurugram - 122 002, India

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To  
The Board of Directors of DCM Nouvelle Limited

1. We have reviewed the accompanying Statement of unaudited financial results of DCM Nouvelle Limited ("the Company") for the quarter ended 30 September 2019 and year to date results for the period from 1 April 2019 to 30 September 2019 ("the Statement").
2. This Statement, which is the responsibility of the Company's management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Securities and Exchange Board of India (Listing obligations and Disclosure Requirement) Regulations 2015, as amended ("Listing Regulations"). Our responsibility is to issue a report 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 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.
4. Attention is invited to:
  - note 2 that, the National Company Law Tribunal ("NCLT"), vide its order dated 1 May 2019, has approved the Scheme of Arrangement ("the Scheme") between DCM Limited and DCM Nouvelle Limited, for the demerger of the Textile Division of DCM Limited, on a going concern basis with effect from 1 April 2019 (i.e. the appointed date). Consequently, the assets and liabilities of the Textile Division of DCM Limited have been transferred with effect from the aforesaid appointed date to DCM Nouvelle Limited at their carrying values, determined in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India.

Further, in view of the above, the financial results for the quarter and half year ended 30 September 2018 and for the year ended 31 March 2019, have been restated to include the financial information in respect of prior periods as if the demerger of Textile Division from DCM Limited had occurred from the beginning of the preceding period in the financial results, irrespective of the actual date of the demerger, in accordance with the requirements of Ind AS 103, "Business Combination"; and

BSR & Co. is partnership firm with Registration No. BSR02291 converted into BSR & Co. LLP in Limited Liability Partnership with LLP Registration No. AAD-81813 with effect from October 14, 2013

Registered Office:  
8th Floor, Lodia Exclave  
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Mumbai - 400 011

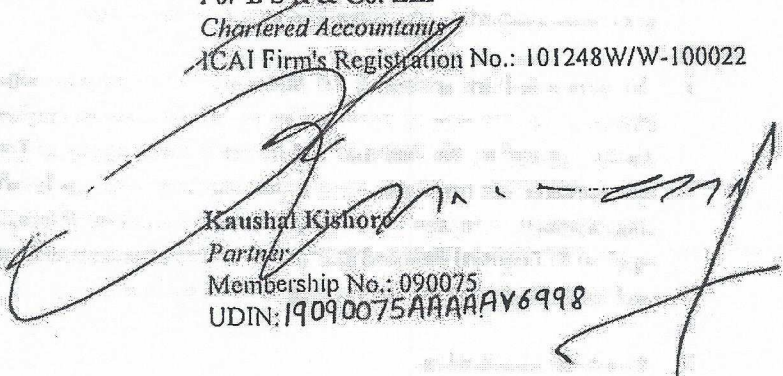
B S R & Co. LLP

- the fact that the corresponding financial results for the quarter and half year ended 30 September 2018 and for the year ended 31 March 2019 ('together referred to as the corresponding financial results'), prepared in accordance with the recognition and measurement principles laid down in Ind AS, included in the Statement, before giving effect to the aforesaid Scheme, have been reviewed/ audited by the predecessor auditor who has expressed unmodified opinions as per the reports dated 30 October 2018 and 24 April 2019, respectively;

Our conclusion is not modified in respect of this matter.

- 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 applicable accounting standards 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 including the manner in which it is to be disclosed, or that it contains any material misstatement

For B S R & Co. LLP  
Chartered Accountants  
ICAI Firm's Registration No.: 101248W/W-100022

  
Kaushal Kishore  
Partner  
Membership No.: 090075  
UDIN: 19090075AAAAAY6998

Place: Gurugram  
Date: 5 November 2019



DCM Nouvelle Limited  
 Regd. Office: 407, Vikram Tower, 4 Rajendra Place, New Delhi - 110 005  
 CIN: L17309DL2016PLC307204 E-mail: dcmnouvelletd@gmail.com Phone: 011-45013348

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER/ HALF YEAR ENDED 30 SEPTEMBER 2019

(Rupees in Lacs)

| S. No. | Particulars  | Quarter ended |               |                             | Half year ended |                             | Year ended                |
|--------|--|---------------|---------------|-----------------------------|-----------------|-----------------------------|---------------------------|
|        |  | September 30  | June 30       | September 30                | September 30    | September 30                | March 31                  |
|        |  | 2019          | 2019          | 2018                        | 2019            | 2018                        | 2019                      |
|        |  | Unaudited     | Unaudited     | Unaudited<br>(refer note 2) | Unaudited       | Unaudited<br>(refer note 2) | Audited<br>(refer note 2) |
| 1      | Revenue:   |               |               |                             |                 |                             |                           |
|        | (a) Revenue from operations  | 13,792        | 15,625        | 16,866                      | 29,417          | 33,016                      | 66,750                    |
|        | (b) Other income   | 121           | 232           | 248                         | 353             | 318                         | 786                       |
|        | <b>Total revenue</b>   | <b>13,913</b> | <b>15,857</b> | <b>17,114</b>               | <b>29,770</b>   | <b>33,334</b>               | <b>67,536</b>             |
| 2      | Expenses   |               |               |                             |                 |                             |                           |
|        | (a) Cost of materials consumed   | 10,700        | 11,811        | 11,625                      | 22,511          | 22,852                      | 45,707                    |
|        | (b) Changes in inventories of finished goods and work in progress  | (440)         | (615)         | (706)                       | (1,055)         | (1,007)                     | 390                       |
|        | (c) Employee benefits expense  | 1,036         | 1,037         | 984                         | 2,073           | 1,864                       | 3,811                     |
|        | (d) Finance costs  | 217           | 403           | 272                         | 620             | 708                         | 1,443                     |
|        | (e) Depreciation and amortization expense  | 435           | 409           | 430                         | 824             | 866                         | 1,701                     |
|        | (f) Other expenses   | 2,201         | 2,706         | 2,602                       | 4,907           | 5,315                       | 10,572                    |
|        | <b>Total expenses</b>  | <b>14,129</b> | <b>15,751</b> | <b>15,210</b>               | <b>29,880</b>   | <b>30,598</b>               | <b>63,624</b>             |
| 3      | <b>Profit/ (loss) before tax</b>   | <b>(216)</b>  | <b>106</b>    | <b>1,904</b>                | <b>(110)</b>    | <b>2,736</b>                | <b>3,912</b>              |
| 4      | Tax expense  |               |               |                             |                 |                             |                           |
|        | Current tax charge/ (credit)   | (87)          | 38            | -                           | (50)            | -                           | -                         |
|        | Deferred tax charge  | 17            | -             | -                           | 17              | -                           | -                         |
|        | <b>Total tax expense/ (credit)</b>   | <b>(70)</b>   | <b>38</b>     | <b>-</b>                    | <b>(33)</b>     | <b>-</b>                    | <b>-</b>                  |
| 5      | <b>Profit/ (loss) for the period</b>   | <b>(146)</b>  | <b>68</b>     | <b>1,904</b>                | <b>(77)</b>     | <b>2,736</b>                | <b>3,912</b>              |
| 6      | Other comprehensive income   |               |               |                             |                 |                             |                           |
|        | (a) Items that will not be reclassified to profit or loss<br>Re-measurement (losses)/ gains of defined benefit obligations<br>(net of tax)             | (12)          | (12)          | 5                           | (24)            | 7                           | (47)                      |
|        | (b) Items that will be reclassified to profit or loss<br>Exchange difference in translating financial statements of foreign<br>operations (net of tax) | -             | -             | -                           | -               | -                           | -                         |
| 7      | <b>Total comprehensive income/ (loss) for the period</b>   | <b>(158)</b>  | <b>56</b>     | <b>1,909</b>                | <b>(101)</b>    | <b>2,743</b>                | <b>3,865</b>              |
| 8      | Paid up equity share capital (Face value Rs. 10 each) (refer note 3)   | 1,868         | 1,868         | 1,868                       | 1,868           | 1,868                       | 1,868                     |
| 9      | Reserves excluding revaluation reserves (refer note 3)   |               |               |                             |                 |                             | 13,061                    |
| 10     | Earnings/ (loss) per equity share (EPS) of Rs. 10/- each   |               |               |                             |                 |                             |                           |
|        | EPS for the quarter are not annualised   |               |               |                             |                 |                             |                           |
|        | Basic and diluted (Rs.)  | (0.78)        | 0.37          | 10.19                       | (0.41)          | 14.62                       | 20.94                     |

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## STATEMENT OF ASSETS AND LIABILITIES

(Rupees in Lacs)

| Particulars  | As at September 30 |               | As at March 31            |               |
|--|--------------------|---------------|---------------------------|---------------|
|  | 2019               |               | 2019                      |               |
|  | Unaudited          |               | Audited<br>(refer note 2) |               |
| <b>ASSETS</b>  |                    |               |                           |               |
| <b>Non-current assets</b>  |                    |               |                           |               |
| Property, plant and equipment  |                    | 10,222        |                           | 9,442         |
| Capital work-in progress   |                    | 726           |                           | 20            |
| Financial assets   |                    |               |                           |               |
| (i) Loans  |                    | 328           |                           | 332           |
| Income tax assets (net)  |                    | 111           |                           | -             |
| Other non-current assets   |                    | 854           |                           | 154           |
| <b>Total non-current assets</b>  |                    | <b>12,241</b> |                           | <b>9,948</b>  |
| <b>Current assets</b>  |                    |               |                           |               |
| Inventories  |                    | 6,986         |                           | 16,944        |
| Financial assets   |                    |               |                           |               |
| (i) Trade receivables  |                    | 3,963         |                           | 6,630         |
| (ii) Cash and cash equivalents   |                    | 1,808         |                           | 1,016         |
| (iii) Bank balances other than (ii) above  |                    | 3             |                           | 1             |
| (iv) Loans   |                    | 34            |                           | 25            |
| (v) Other financial assets   |                    | -             |                           | 50            |
| Other current assets   |                    | 572           |                           | 1,148         |
| <b>Total current assets</b>  |                    | <b>13,366</b> |                           | <b>25,814</b> |
| <b>Total assets</b>  |                    | <b>25,607</b> |                           | <b>35,762</b> |
| <b>EQUITY AND LIABILITIES</b>  |                    |               |                           |               |
| <b>Equity</b>  |                    |               |                           |               |
| Equity share capital   |                    | 1,868         |                           | 1,868         |
| Other equity   |                    | 12,960        |                           | 13,061        |
| <b>Total equity</b>  |                    | <b>14,828</b> |                           | <b>14,929</b> |
| <b>Liabilities</b>   |                    |               |                           |               |
| <b>Non-current liabilities</b>   |                    |               |                           |               |
| Financial liabilities  |                    |               |                           |               |
| (i) Borrowings   |                    | 4,412         |                           | 4,605         |
| (ii) Other financial liabilities   |                    | 132           |                           | 126           |
| Provisions   |                    | 714           |                           | 635           |
| Deferred tax liabilities (net)   |                    | 17            |                           | -             |
| <b>Total non-current liabilities</b>   |                    | <b>5,275</b>  |                           | <b>5,366</b>  |
| <b>Current liabilities</b>   |                    |               |                           |               |
| Financial liabilities  |                    |               |                           |               |
| (i) Borrowings   |                    | 1,742         |                           | 11,677        |
| (ii) Trade payables  |                    |               |                           |               |
| Total outstanding dues of micro enterprises and small enterprises                      |                    | 71            |                           | 40            |
| Total outstanding dues of creditors other than micro enterprises and small enterprises |                    | 1,040         |                           | 1,032         |
| (iii) Other financial liabilities  |                    | 2,248         |                           | 2,183         |
| Other current liabilities  |                    | 245           |                           | 389           |
| Provisions   |                    | 158           |                           | 146           |
| <b>Total current liabilities</b>   |                    | <b>5,504</b>  |                           | <b>15,467</b> |
| <b>Total equity and liabilities</b>  |                    | <b>25,607</b> |                           | <b>35,762</b> |

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## CASH FLOW STATEMENT

| Particulars   | (Rupees in Lacs)     |  |
|---|----------------------|--|
|   | Half year ended      |  |
|   | September 30<br>2019 | September 30<br>2018<br>(refer note 2) |
| <b>Cash flow from operating activities</b>                          |                      |  |
| Profit/(Loss) before taxation                                       | (110)                | 2,736                                  |
| Adjustments for:  |                      |  |
| Depreciation and amortisation expense                               | 824                  | 866                                    |
| (Profit)/loss on sale of property, plant and equipment (net)        | -                    | (4)                                    |
| Unrealised foreign exchange difference                              | (41)                 | (116)                                  |
| Interest income   | (63)                 | (84)                                   |
| Finance cost  | 620                  | 708                                    |
| Allowance/ (reversal) of expected credit loss                       | -                    | 72                                     |
| <b>Operating cash flow before working capital changes</b>           | <b>1,230</b>         | <b>4,178</b>                           |
| <b>Changes in assets and liabilities</b>                            |                      |  |
| Decrease in inventories   | 9,958                | 11,557                                 |
| (Increase)/ decrease in trade receivables                           | 2,734                | (2,150)                                |
| Decrease/ (increase) in loans                                       | (5)                  | -                                      |
| Decrease in other financial assets                                  | 50                   | 52                                     |
| Decrease in other assets  | 575                  | 877                                    |
| Increase/ (decrease) in trade payables                              | 40                   | (2,812)                                |
| Increase in provisions  | 65                   | 52                                     |
| Increase in financial liabilities                                   | 355                  | 96                                     |
| Increase/ (decrease) in other liabilities                           | (143)                | 235                                    |
| <b>Cash generated from operations</b>                               | <b>14,859</b>        | <b>12,085</b>                          |
| Income taxes paid   | (60)                 | -                                      |
| <b>Net cash provided by operating activities (A)</b>                | <b>14,799</b>        | <b>12,085</b>                          |
| <b>Cash flow from investing activities</b>                          |                      |  |
| Purchase of property, plant and equipment (including CWIP)          | (3,010)              | (125)                                  |
| Net proceeds of property, plant and equipment                       | -                    | 8                                      |
| Interest received   | 16                   | 20                                     |
| Fixed deposits matured/ (created)                                   | (2)                  | 62                                     |
| <b>Net cash used in investing activities (B)</b>                    | <b>(2,996)</b>       | <b>(35)</b>                            |
| <b>Cash flow from financing activities</b>                          |                      |  |
| Repayment of term loans   | (994)                | (855)                                  |
| Proceeds from term loans  | 531                  | 12                                     |
| Net repayment of loans repayable on demand                          | (9,936)              | (10,568)                               |
| Interest paid   | (612)                | (644)                                  |
| <b>Net cash used in financing activities (C)</b>                    | <b>(11,011)</b>      | <b>(12,055)</b>                        |
| <b>Net cash flows [increase/(decrease)] during the year (A+B+C)</b> | <b>792</b>           | <b>(5)</b>                             |
| Cash and cash equivalents at the beginning of the year              | 1,016                | 20                                     |
| <b>Cash and cash equivalents at the end of the year</b>             | <b>1,808</b>         | <b>15</b>                              |
| <b>Components of cash and cash equivalents</b>                      |                      |  |
| Cash on hand  | 5                    | 7                                      |
| Balances with scheduled banks:                                      |                      |  |
| - Current accounts  | 1,803                | 8                                      |
| <b>Cash and cash equivalents at the end of the period</b>           | <b>1,808</b>         | <b>15</b>                              |

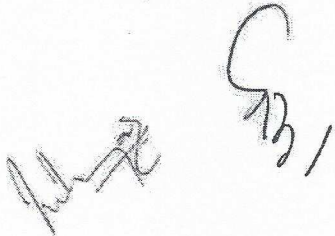
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Notes :

1. This Statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS), prescribed under Section 133 of the Companies Act, 2013, and other recognized accounting practices and policies to the extent applicable.
2. The National Company Law Tribunal ("NCLT"), vide its order dated 1 May 2019, has approved the Scheme of Arrangement ("the Scheme") between DCM Limited and DCM Nouvelle Limited, for the demerger of the Textile Division of DCM Limited, on a going concern basis with effect from 1 April 2019 (i.e. the appointed date). Consequently, the assets and liabilities aggregating Rs. 35,758 lacs and Rs. 20,833 lacs respectively, of the Textile Division of DCM Limited have been transferred with effect from the aforesaid appointed date to DCM Nouvelle Limited at their carrying values, determined in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India. The difference between net assets and equity aggregating Rs. 13,061 lacs is credited to Other Equity. Pursuant to the aforesaid scheme, the entire share capital held by the DCM Limited as on effective date (01 April 2019) in DCM Nouvelle Limited have been cancelled.

Further, the financial results for the quarter and half year ended 30 September 2018 and for the year ended 31 March 2019, have been restated to include the financial information in respect of prior periods as if the demerger of Textile Division from DCM Limited had occurred from the beginning of the preceding period in the financial results, irrespective of the actual date of the demerger, in accordance with the requirements of Ind AS 103, "Business Combination".

3. Pursuant to the aforesaid Scheme, the Board of Directors of the Company, at its meeting held on 4 June 2019 has allotted 18,677,749 number of equity shares of Rs.10 each to the shareholders of DCM Limited. The said equity shares were listed with BSE Ltd. and National Stock Exchange of India Ltd. with effect from 16 July 2019. Accordingly, these are the second unaudited financial results of the Company, first being for the quarter ended 30 June 2019.
4. The Company has elected to exercise the option permitted under Section 115BAA of the Income-tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019. Accordingly, the Company has recognized Provision for Income tax for the quarter and half year ended 30 September 2019 and re-measured its Deferred tax assets / liabilities basis the rate prescribed in the said section and the impact of such remeasurement is not material on the results of the Company.
5. The Company's business activities fall within a single primary business segment viz. "Yarn Manufacturing". The operating segment has been defined based on regular review by the Company's Chief Operating Decision Maker to assess the performance of the Company and to make decision about allocation of resources.
6. Effective 01 April 2019, the Company has adopted Ind AS 116 "Leases" using modified retrospective approach. This has resulted in recognizing right of use assets and lease liability as on 1 April 2019. The adoption of the Standard did not have any material impact on the financial results of the Company.



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7. The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 5 November 2019. The Limited Review report of the Statutory Auditors is being filed with BSE Ltd. and National Stock Exchange of India Ltd. For more details on the results, visit Company's website [www.dcnvl.com](http://www.dcnvl.com) and Financial Results under Corporate section of [www.nseindia.com](http://www.nseindia.com) and [www.bseindia.com](http://www.bseindia.com).

Place: New Delhi  
Date: 5 November 2019

For and on behalf of the Board



Dr. Meenakshi Nayar  
Chairperson  
DIN: 06866256

10/11/19