



SHIVA MILLS LIMITED

Regd. Office : 252, Mettupalayam Road, Coimbatore - 641 043, Tamilnadu, India.
Telephone : 0422-2435555 Email : shares@shivamills.com Website : www.shivamills.com
CIN: L17111TZ2015PLC022007 GSTRN: 33AAXCS5170R1ZC

SML/SEC/76/NSE & BSE/2020-21

25.6.2020

The Manager
Listing Department
National Stock Exchange Of India Limited
"Exchange Plaza"
Bandra-Kurla Complex
Bandra (East)
Mumbai 400 051

BSE Limited
Floor 25
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai 400 001

Scrip Code: SHIVAMILLS

Scrip Code: 540961

Dear Sir,

Sub: Audited Financial Results for the year ended 31.3.2020.

The Board of Directors at the meeting held on 25.6.2020 have approved inter-alia the Audited Financial Results for the year ended 31.3.2020. Further the Board of Directors have not recommended any dividend for the year ended 2019-2020.

The text of the Audited Financial Results for the aforesaid period along with Auditors Report thereon pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 are enclosed herewith.

We declare that the Auditors Report issued by M/s. VKS Aiyer & Co, Chartered Accountants, Statutory Auditors for Audited Financial Results of the Company for the year ended 31.3.2020 are with unmodified opinion.

The Board Meeting commenced at 11.30 AM and concluded at 12.30 PM.

Kindly take on record the above information.

Thanking you,

Yours faithfully,

For SHIVA MILLS LIMITED


M SHYAMALA
COMPANY SECRETARY

SHIVA MILLS LIMITED

Regd. Office : 252, METTUPALAYAM ROAD, COIMBATORE 641 043

CIN : L17111TZ2015PLC022007 Website : www.shivamills.com

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER/YEAR ENDED 31.03.2020

(Rs. In lakhs)

Sl No	PARTICULARS	Quarter ended			Year ended	Year ended
		3 Months ended	3 Months ended	3 Months ended	12 Months ended	12 Months ended
		31.03.2020 (Audited)	31.12.2019 (Unaudited)	31.03.2019 (Audited)	31.03.2020 (Audited)	31.03.2019 (Audited)
1	Income from Operations :					
	Revenue from Operations	4,615.89	4,330.94	4,657.21	16,421.12	17,534.31
	Other Income	14.29	6.01	32.69	39.21	67.88
	Total Income	4,630.18	4,336.95	4,689.90	16,460.33	17,602.19
2	Expenditure					
	a) Cost of Materials consumed	2,154.34	2,224.62	2,757.95	10,879.49	12,172.80
	b) Purchases of Stock in trade	-	-	-	-	151.36
	c) Changes in Inventories of Finished goods/WIP/Stock in Trade	1,400.34	1,039.33	570.20	844.36	(730.36)
	d) Employees benefit expenses	416.24	332.62	453.59	1,607.39	1,669.24
	e) Finance costs	146.75	130.08	183.93	567.99	751.54
	f) Depreciation and Amortisation expenses	136.80	135.82	94.31	540.77	520.47
	g) Other Expenditure	367.16	447.14	593.03	1,869.44	2,307.55
	g) Total expenditure	4,621.62	4,309.61	4,653.01	16,309.43	16,842.59
3	Profit/(Loss) before exceptional items and Tax	8.56	27.34	36.89	150.90	759.59
4	Exceptional items	-	-	-	-	-
5	Profit/(Loss) from ordinary activities before Tax (5-6)	8.56	27.34	36.89	150.90	759.59
6	Tax expense					
	Current Tax	6.64	25.10	16.78	91.02	267.00
	Deferred Tax	(7.97)	(17.46)	(13.88)	(54.43)	(167.56)
7	Net Profit/(Loss) from ordinary activities after Tax(9-10)	9.89	19.70	33.99	114.31	660.15
8	Other Comprehensive Income	8.79	(1.10)	(3.99)	5.50	(3.99)
9	Total Comprehensive Income (Comprising Profit/(Loss)) for the period (after Tax)	18.68	18.60	30.00	119.81	656.16
10	Paid up Equity Share Capital (Face value Rs 10/- each)	864.18	864.18	864.18	864.18	864.18
11	Reserves Excluding Revaluation Reserves				7,369.15	7,395.19
12	Earnings per Share					
	i) Basic	0.11	0.23	0.39	1.32	7.64
	ii) Diluted	0.11	0.23	0.39	1.32	7.64

Audited Balance Sheet as at 31 March 2020
 (Rs. In lakhs)

Particulars	As at 31.03.2020 Audited	As at 31.03.2019 Audited
ASSETS		
(1) Non-current assets		
(a) Property, Plant and Equipment	7,576.67	7,984.60
(b) Right to Use of Asset	6.29	-
(c) Intangible assets	1.80	1.80
(d) Capital work-in-progress	-	-
(e) Investment Property	4.94	4.94
(f) Financial Assets		
(i) Investments	3.13	3.13
(g) Other non-current Assets	218.57	136.79
Total Non-current assets	7,811.41	8,131.26
(2) Current Assets		
(a) Inventories	3,358.85	3,893.86
(b) Financial Assets		
(i) Trade Receivables	2,650.14	2,683.81
(ii) Cash & Cash Equivalents	41.98	481.13
(iii) Loans	1.46	2.19
(iv) Others Financial Assets	-	21.58
(c) Other Assets	198.61	264.51
Total Current assets	6,251.04	7,347.07
TOTAL ASSETS	14,062.44	15,478.33
EQUITY AND LIABILITIES		
Equity		
(a) Equity Share Capital	864.18	864.18
(b) Other Equity	7,369.15	7,395.19
Total Equity	8,233.33	8,259.37
Liabilities		
(1) Non-current liabilities		
(a) Financial Liabilities		
(i) Borrowings	189.00	321.97
(b) Other Financial liability	6.59	-
(c) Deferred tax liabilities (Net)	362.01	416.44
(d) Other non-current liabilities	0.83	0.84
Total Non-current Liabilities	558.43	739.25
(2) Current liabilities		
(a) Financial Liabilities		
(i) Borrowings	3,748.38	4,870.10
(ii) Trade payables		
(a) Trade outstanding due of Micro and Small Enterprises	199.10	7.73
(b) Trade outstanding due of creditors other than of Micro and Small Enterprises	633.40	715.86
(iii) Other Financial Liabilities	168.94	250.68
(b) Provisions	38.74	66.45
(c) Other Current Liabilities	482.13	568.89
Total Current Liabilities	5,270.69	6,479.71
TOTAL EQUITY AND LIABILITIES	14,062.44	15,478.33

SHIVA MILLS LIMITED
STATEMENT OF CASH FLOW

Particulars	Year Ended March 31,2020		Year Ended March 31,2019	
	Rs in Lakhs	Rs in Lakhs	Rs in Lakhs	Rs in Lakhs
<u>A. CASH FLOW FROM OPERATING ACTIVITIES</u>				
Profit for the year		150.90		759.59
<u>Adjustments for:</u>				
Depreciation and amortisation expenses	540.77		520.47	
Finance costs	567.41		751.54	
Interest income	(9.64)		(6.76)	
Rental income	(3.41)		(4.20)	
Bad Debt Written off	2.19		-	
Other Adjustments	0.52			
Net unrealised exchange (gain) / loss	(13.78)		(37.06)	
Operating profit / (loss) before working capital changes		1,084.07		1,223.99
<u>Changes in working capital:</u>		1,234.96		1,983.59
<i>Adjustments for (increase) / decrease in operating assets:</i>				
<i>Financial Assets</i>				
Trade receivables	31.48		(680.12)	
Loans and advances	0.73		109.55	
Other financial assets	21.58		16.08	
<i>Non-financial assets</i>				
Inventories	535.01		714.18	
Other assets	(4.87)		416.09	
<i>Adjustments for increase / (decrease) in operating liabilities:</i>				
<i>Financial liabilities</i>				
Trade payables	108.90		(385.53)	
Other financial liabilities	(81.74)		(19.42)	
<i>Non-financial liabilities</i>				
Provisions	(0.83)		(2.40)	
Other liabilities	(86.76)		(36.76)	
Cash generated from operations		523.50		131.67
Income Tax (Paid)/refunded		1,758.47		2,115.25
		(123.36)		(338.72)
Net cash flow from / (used in) operating activities (A)		1,635.11		1,776.53
<u>B. CASH FLOW FROM INVESTING ACTIVITIES</u>				
Capital expenditure on property plant and equipment, including capital advances	(130.98)		(371.44)	
Repayment of Lease Liability	(2.15)		-	
Purchase of other investments	-		(0.57)	
Interest received	9.64		6.76	
Rent income from Investment Property	3.41		4.20	
Net cash flow from / (used in) investing activities (B)		(120.09)		(361.05)

SHIVA MILLS LIMITED
STATEMENT OF CASH FLOW

Particulars	Year Ended March 31,2020		Year Ended March 31,2019	
	Rs in Lakhs	Rs in Lakhs	Rs in Lakhs	Rs in Lakhs
C. CASH FLOW FROM FINANCING ACTIVITIES				
Increase / (decrease) in long term borrowings	(132.97)		(179.95)	
Increase / (decrease) in working capital borrowings	(1,121.72)		(99.34)	
Dividend and Distribution Tax Paid	(145.85)		(149.21)	
Finance costs	(567.41)		(751.54)	
Net cash flow from / (used in) financing activities (C)		(1,967.95)		(1,180.05)
Net increase / (decrease) in cash and cash equivalents (A+B+C)		(452.93)		235.44
Add: Cash and cash equivalents at the beginning of the year		481.13		208.63
Add / (Less): Effect of exchange differences on restatement of foreign currency cash and cash equivalents		13.78		37.06
Cash and cash equivalents at the end of the year *	-	41.98		481.13
Reconciliation of Cash and Cash Equivalents with the Balance Sheet:				
Cash and cash equivalents as per Balance Sheet		41.98		481.13
Less: Bank balances not considered as cash and cash equivalents, as defined in Ind AS 7 Cash Flow Statements:				
(i) In earmarked accounts				
- Margin money deposits				-
- Unpaid dividends account		(8.72)		(6.11)
Cash and cash equivalents as per Cash Flow Statement		33.26		475.02
* Comprises:				
(a) Cash on hand	0.96		42.04	
(b) Cheques/Drafts on Hand				
(c) Balances with banks:				
(i) In current accounts	32.30		307.69	
(ii) In deposit accounts			125.30	
Total		33.26		475.02

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NOTES:

1. The above Audited Financial Results were reviewed by the Audit Committee of Directors and taken on record by the Board of Directors at their meeting held on 25th June 2020.
2. Effective 1st April, 2019, the Company has adopted Ind AS 116 “Leases” for all long term lease contracts existing as on 1st April 2019 using the modified retrospective method as a lease, wherein the Right of use of assets was created with a corresponding lease liability. Accordingly, the comparatives and other periods presented have not been retrospectively adjusted. The effect of this adoption is not material on the profits for the period.
3. The Company has only one business segment in operation. i.e. Textile Business. Hence segment wise reporting is not applicable.
4. The company elected to exercise the option permitted under section 115BAA of the Income Tax Act,1961 as introduced by the Taxation Laws(Amendments) Ordinance, 2019. Accordingly, the Company has recognized provision for current tax for the year ended 31st March, 2020 and re-measured its Deferred tax liability (net) as at 31st March 2020, which are recognized in the statement of profit and loss and other comprehensive income, during the quarter ended 31st March, 2020.
5. The figures of the last quarter of the current year and previous year are the balancing figures between audited figures in respect of full financial years and the published unaudited year to date figures upto the 3rd quarter of the respective financial years, which were subjected to limited review.
6. The Board of Directors have not recommended payment of any dividend for the year.
7. Previous period figures have been regrouped /reclassified, wherever necessary, to conform with the current period classification/presentation.
8. The outbreak of Covid – 19 pandemic is causing significant disturbance and slowdown of economic activities globally. The management has considered the possible effects that may result from the pandemic on the recoverability/carrying value of the assets. Based on the current indicators of future economic conditions, the management expects to recover the carrying amounts of the assets. The management will continue to closely monitor any material changes to future economic conditions. Given the uncertainties, the final impact on Company's assets in future may differ from that estimated as at the date of approval of these financial results.

Place: Coimbatore
Date: 25th June, 2020

For and on behalf of the Board of Directors



S.V. ALAGAPPAN
Managing Director
DIN 00002450

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Independent Auditor's Report on Annual Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

To the Board of Directors

Shiva Mills Limited

Opinion

We have audited the accompanying financial results ('the Statement') of **Shiva Mills Limited** ('the Company') for the year ended March 31, 2020, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) ('Listing Regulations'), including relevant circulars issued by the SEBI from time to time.

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 Listing Regulations, read with SEBI Circular CIR/CFD/FAC/62/2016 dated July 5, 2016 (hereinafter referred to as 'the SEBI Circular'); and
- ii) gives a true and fair view in conformity with the applicable Indian Accounting Standards ('Ind AS') prescribed under Section 133 of the Companies Act, 2013 ('the Act'), read with relevant rules issued thereunder, and other accounting principles generally accepted in India, of the net profit, other comprehensive income and other financial information of the Company for the year ended March 31, 2020.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing ('SAs') specified under section 143(10) of the Act. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Statement* 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 ('the ICAI') together with the ethical requirements that are relevant to our audit of the financial statements 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 obtained by us, is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibilities for the Statement

This Statement has been prepared on the basis of the annual financial statements. The Company's Board of Directors is responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit, other comprehensive income and other financial information of the Company in accordance with the accounting principles



generally accepted in India, including Ind AS 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 including SEBI Circular. 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 Statement that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the Statement, 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 Statement

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is 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 Standards on Auditing, specified under section 143(10) of the Act, 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 this Statement.

As part of an audit in accordance with the Standards on Auditing, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Statement, 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 in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls;



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Coimbatore - 641 011

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management;
- Conclude on the appropriateness of the management's 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 Statement 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; and
- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.

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 Matter

This Statement includes the financial results for the quarter ended 31 March 2020, being the balancing figures between the audited figures in respect of the full financial year and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subject to limited review by us.

For **VKS Aiyer & Co.**
Chartered Accountants
ICAI Firm Registration No. 000066S



V.S.Srinivasan
Partner
Membership No. 013729



UDIN : 20013729AAAABM3896
Place : Coimbatore
Date : 25-06-2020