



# Kandagiri Spinning Mills Ltd.

Ref: KSML/CS/030/ 2016-17

Date: 06-08-2016

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

Dear Sir,

## Unaudited Financial Results for the quarter ended 30-06-2016

In accordance with Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 we enclosed herewith a copy of Unaudited Financial Results of the Company for the quarter ended 30-06-2016 along with Limited Review Report as approved by the Board of Directors of our Company at their meeting held on today 06.08.2016.

This is for your information and records.

Thanking you,

Yours faithfully,

For Kandagiri Spinning Mills Limited

  
(J. Asifa)

Company Secretary

*Encl: a/a*



CIN: L11711IT2197WPLC000762

Regd. Off: Mill Premises, Udayapatti (P.O), P.B.No.3, Salem - 636 140. Phone: Mill 0427-2244400

Fax:0427-2244422 Grams: SUPERSPINE: e-mail: sales@kandagirimills.com: Web.: www.kandagirimills.com



KANDAGIRI SPINNING MILLS LIMITED (CIN : L17111TZ1976PLC000762)

Regd. Office : Mill Premises, Udayapatti (P.O.), Salem 636 140

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STATEMENT OF UNAUDITED FINANCIAL RESULTS (STANDALONE) FOR THE QUARTER ENDED JUNE 30, 2016

Rs. lakhs

	Quarter ended				Year ended
	30.06.2016	31.03.2016	30.06.2015	31.03.2015	
	Unaudited	Unaudited	Unaudited	Audited	
<b>Part-I</b>					
<b>1. Income from Operations</b>					
a.	Net Sales / Income from operations	3,345.69	2,801.03	3,707.69	14,463.21
b.	Other Operating Income	10.81	3.25	1.14	9.87
<b>Total Income from Operations</b>		<b>3,356.46</b>	<b>2,804.28</b>	<b>3,708.83</b>	<b>14,473.07</b>
<b>2. Expenses</b>					
a.	Cost of Materials consumed	2,027.88	2,048.35	2,586.03	9,327.27
b.	Purchase of stock-in-trade	-	-	-	-
c.	Changes in inventories of finished goods, work in progress and stock in trade	167.72	(476.18)	(879.00)	(676.77)
d.	Employee benefits expense	428.76	435.03	513.50	1,910.35
e.	Depreciation and amortisation expense	190.70	192.74	188.64	758.67
f.	Power cost (net)	334.71	461.00	641.39	1,961.63
g.	Other expenses	303.16	234.53	346.79	1,108.75
<b>Total Expenses</b>		<b>3,452.94</b>	<b>2,895.49</b>	<b>3,397.35</b>	<b>14,389.91</b>
<b>3. Profit/(Loss) from operations before other income, finance costs and exceptional item (1-2)</b>		<b>(96.47)</b>	<b>(91.21)</b>	<b>311.48</b>	<b>83.16</b>
4. Other income		7.03	3.89	8.08	26.74
<b>5. Profit/(Loss) from ordinary activities before finance costs and exceptional item (3+4)</b>		<b>(89.44)</b>	<b>(87.32)</b>	<b>319.56</b>	<b>109.90</b>
6. Finance costs		328.55	291.90	301.98	1,243.56
<b>7. Profit/(Loss) from ordinary activities after finance costs but before exceptional item (5-6)</b>		<b>(418.00)</b>	<b>(379.22)</b>	<b>17.58</b>	<b>(1,133.76)</b>
8. Exceptional item		-	-	-	-
<b>9. Profit/(Loss) from ordinary activities before tax (7-8)</b>		<b>(418.00)</b>	<b>(379.22)</b>	<b>17.58</b>	<b>(1,133.76)</b>
10. Tax expense - Income Tax		-	-	5.10	-
- Current Tax		-	-	-	-
- Deferred Tax		-	-	-	-
<b>11. Net Profit/(Loss) from ordinary activities after tax (9-10)</b>		<b>(418.00)</b>	<b>(379.22)</b>	<b>12.48</b>	<b>(1,133.76)</b>
12. Extraordinary item (net of tax)		-	-	-	-
<b>13. Net profit/(Loss) for the period (11-12)</b>		<b>(418.00)</b>	<b>(379.22)</b>	<b>12.48</b>	<b>(1,133.76)</b>
14. Paid-up equity share capital (Face value per share Re.10)		385.75	385.75	385.75	385.75
15. Reserves excluding Revaluation Reserve		-	-	-	1,519.03
16. Basic/diluted Earnings Per Share (EPS) (Rs.)		(10.86)	(9.83)	0.32	(29.45)
17. Dividend Per Share (Rs.)		-	-	-	-

**NOTES:**

- The above standalone financial results were reviewed by the Audit Committee and then approved by the Board of Directors at its meeting held on August 6, 2016. The Statutory auditors have conducted a limited review of the above standalone financial results.
- The increase in material cost due to sudden price increase resulted in losses during the quarter. Lower capacity utilisation due to restricted production on account of high priced cotton which could have resulted in higher losses. However the electricity generation from the wind mills during this quarter quite encouraging and reduced the power cost.
- The company's primary segment is identified as business segment based on nature of products, risks, return and the internal business reporting system (i.e. cotton yarn) and operates in a single geographical segment as per Accounting Standard 17.
- The figures of the last quarters of the year ended March 31, 2016 is the balancing figures between the audited figures in respect of the full financial year and the published year to date figures of the third quarter of the respective financial year.
- The Company would be consolidating and presenting the Consolidated Financial Statements at the end of the year i.e. March 31, 2017
- Figures for the previous periods have been regrouped/reclassified/amended, wherever necessary.

For Kandagiri Spinning Mills Limited

R. Selvarajan

Chairman and Managing Director



# Independent Auditor's Review Report on Review of Interim Financial Results

To The Board of Directors, M/s Kandagiri Spinning Mills Limited, Post Box No.3,  
Udayapatti, Salem 636 140.

We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of M/s **Kandagiri Spinning Mills Limited** ("the Company") for the Quarter ended June 30, 2016 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. 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 the Accounting Standard prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.

We conducted our review of the 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 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.

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 aforesaid Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For M.S.KRISHNASWAMI & RAJAN  
Chartered Accountants

Firm Registration No.01554S



R.Krishnen - Partner  
Membership No.201133

Salem  
August 6, 2016