



Kandagiri Spinning Mills Ltd.

Ref: KSML/CS/018/2017-18

Date: 24/05/2017

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

Dear Sir,

Sub: Revised Audited Financial Results for the quarter / year ended 31.03.2017

With reference to your mail dated 17th May, 2017 in respect of discrepancies in Financial Result of the Company for the quarter / year ended 31st March, 2017, we are re-submitting herewith revised Audited Financial Result for the quarter/ year ended 31st March, 2017 as per the formats for Balance Sheet and Statement of Profit and Loss (excluding notes and detailed sub-classification) as prescribed in Schedule III to the Companies Act, 2013 pursuant to SEBI Circular no.CIR/CFD/FAC/62/2016) dated July, 05, 2016.

Further, we are re-submitting herewith Declaration for Audit Report with un-modified opinion for both Standalone & Consolidated Financial Results for the quarter/year ended 31.03.2017, separately.

Please take the same for your records.

Thanking You,

Yours faithfully,

for KANDAGIRI SPINNING MILLS LTD.,

(J. ASIFA)
Company Secretary

Encl.: As above



CIN : L17111TZ1976PLC000762.

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

e-mail : sales@kandagirimills.com

e-mail : sales@kandagirimills.com Phone 0427 2244400 Fax 0427 2244422 Web site : www.kandagirimills.com

STATEMENT OF AUDITED (STANDALONE AND CONSOLIDATED) FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2017

Rs. lakhs

		Three months ended			Year ended		Year ended	
		STANDALONE			STANDALONE		CONSOLIDATED	
		31.03.2017	31.12.2016	31.03.2016	31.03.2017	31.03.2016	31.03.2017	31.03.2016
	Unaudited	Unaudited	Unaudited	Audited	Audited	Audited	Audited	
I.	Revenue from Operations	1235.91	1416.17	2804.28	7802.77	14478.20	7802.77	14478.20
II.	Other income	2.68	6.91	3.89	23.26	26.74	23.26	26.74
III.	Total Revenue (I + II)	1,238.59	1,423.08	2,808.17	7,826.03	14,504.94	7,826.03	14,504.94
IV.	Expenses							
a.	Cost of Materials consumed	630.18	730.49	2,048.35	4,604.38	9,327.27	4,604.38	9,327.27
b.	Purchase of stock-in-trade	--	--	--	--	--	--	--
c.	Changes in inventories of finished goods, work in progress and stock in trade	335.47	571.08	(476.18)	1,115.19	(676.77)	1,115.19	(676.77)
d.	Employee benefits expense	214.54	226.23	435.05	1,240.09	1,910.35	1,240.09	1,910.35
e.	Finance costs	251.23	337.93	291.90	1,251.04	1,243.66	1,251.04	1,243.66
f.	Depreciation and amortisation expense	139.48	190.70	192.74	711.58	758.67	711.58	758.67
g.	Other expenses	355.30	491.87	695.53	1,564.25	3,075.52	1,564.25	3,075.52
	Total Expenses	1,926.19	2,548.29	3,187.38	10,486.52	15,638.71	10,486.52	15,638.70
V.	Profit/(Loss) before exceptional and extraordinary items and tax (III - IV)	(687.61)	(1,125.21)	(379.21)	(2,660.50)	(1,133.77)	(2,660.50)	(1,133.76)
VI.	Exceptional item	1,544.61	-	-	1,544.61	-	1,544.61	-
VII.	Profit/(Loss) before extraordinary items and tax (V - VI)	857.01	(1,125.21)	(379.21)	(1,115.88)	(1,133.77)	(1,115.88)	(1,133.76)
VIII.	Extraordinary items							
IX.	Profit/(Loss) before tax (VII - VIII)	857.01	(1,125.21)	(379.21)	(1,115.88)	(1,133.77)	(1,115.88)	(1,133.76)
X.	Tax expense - Income Tax	-	-	-	-	-	-	-
	- Current Tax	-	-	-	-	-	-	-
	- Deferred Tax	-	-	-	-	-	-	-
XI.	Profit/(Loss) for the period from continuing operations	857.01	(1,125.21)	(379.21)	(1,115.88)	(1,133.77)	(1,115.88)	(1,133.76)
XII.	Profit/(Loss) from discontinuing operations	-	-	-	-	-	-	-
XIII.	Tax expense of discontinuing operations	-	-	-	-	-	-	-
XIV.	Profit/(Loss) from discontinuing operations after tax	-	-	-	-	-	-	-
XV.	Profit/(Loss) for the period	857.01	(1,125.21)	(379.21)	(1,115.88)	(1,133.77)	(1,115.88)	(1,133.76)
XVI.	Share of profit/(loss) of associates (net)						8.99	23.65
XVII.	Minority interest							
XVIII.	Net profit/(Loss) after tax, minority interest and share of profit of associates for the period	857.01	(1,125.21)	(379.21)	(1,115.88)	(1,133.77)	(1,106.90)	(1,110.11)
XIX.	Paid-up equity share capital (Face value per share Re.10)	385.75	385.75	385.75	385.75	385.75	385.75	385.75
XX.	Reserves excluding Revaluation Reserve				430.16	1,519.03	379.11	1,459.00
XXI.	Basic/diluted Earnings Per Share (EPS) (Rs.)	22.27	(29.23)	(9.85)	(28.99)	(29.45)	(28.76)	(28.84)
XXII.	Dividend Per Share (Rs.)							



Notes:

	STANDALONE		CONSOLIDATED	
	31.03.2017 Audited	31.03.2016 Audited	31.03.2017 Audited	31.03.2016 Audited
Rs. in lakhs				
I. STATEMENT OF ASSETS AND LIABILITIES				
<i>Particulars</i>				
A. EQUITY AND LIABILITIES				
Shareholders' funds				
Share capital	385.75	385.75	385.75	385.75
Reserves and surplus	2513.65	3629.54	2462.60	3569.51
Sub-Total-Shareholders funds	2899.40	4015.29	2848.35	3955.26
Non-current liabilities				
Long-term borrowings	2855.95	3608.89	2855.95	3608.89
Deferred tax liabilities (Net)	1683.84	1683.84	1683.84	1683.84
Other long term liabilities	0.00	0.00	0.00	0.00
Long-term provisions	151.79	148.88	151.79	148.88
Sub-Total-Non-Current Liabilities	4691.58	5441.61	4691.58	5441.61
Current liabilities				
Short-term borrowings	3001.81	3508.72	3001.81	3508.72
Trade payables	296.82	1272.70	296.82	1272.70
Other current liabilities	1103.77	2209.45	1103.77	2209.45
Short-term provisions	2.24	2.55	2.24	2.55
Sub-Total-Current Liabilities	4404.64	6993.42	4404.64	6993.42
TOTAL-EQUITY AND LIABILITIES	11995.62	16450.32	11944.57	16390.29
B. ASSETS				
Non-current assets				
Fixed assets				
Tangible assets	7412.40	9297.50	7412.40	9297.50
Intangible assets	0.00	0.00	0.00	0.00
Capital work-in-progress	0.00	0.00	0.00	0.00
Non-current investments	200.39	201.00	149.34	140.96
Long-term loans and advances	1354.35	1301.98	1354.35	1301.98
Other non-current assets	0.00	0.00	0.00	0.00
Sub-Total-Non-Current Assets	8967.14	10800.48	8916.09	10740.44
Current assets				
Inventories	2197.21	3599.78	2197.21	3599.78
Trade receivables	527.92	1804.19	527.92	1804.19
Cash and cash equivalents	16.26	69.49	16.26	69.49
Short-term loans and advances	254.26	139.62	254.26	139.62
Other current assets	32.83	36.76	32.83	36.77
Sub-Total-Non-Current Assets	3028.48	5649.84	3028.48	5649.85
TOTAL-ASSETS	11995.62	16450.32	11944.57	16390.29

NOTES:

1. The above standalone and consolidated financial results have been audited by the Company's Statutory Auditors, reviewed by the Audit Committee at their meeting held on May 5, 2017 and taken on record by the Board of Directors at its meeting held on May 6, 2017.

(A) Notes to the Standalone results of the Company

- The company's profitability was affected during the year due to low selling price coupled with sluggish trend in offtake of yarn and consequently the volume of production was also drastically reduced by nearly 50%.
- Pursuant to the approval given by the shareholder in the last Annual General Meeting, your company disposed of its windmill undertakings during the last quarter of the financial year 2016-17 and as a result of the disposal, the profit on sale of windmill undertakings is shown as exceptional item above.
- 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, 2017 and March 31, 2016 are 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.
- Figures for the previous periods have been regrouped/reclassified/amended, wherever necessary.

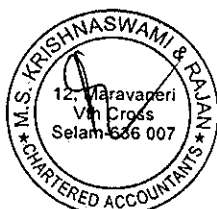
(B) Notes to the Consolidated results of the Company

- The group's primary segment is identified as business segment based on nature of products, risks, return and the internal business reporting system and operates in a single geographical segment as per Accounting Standard 17. The Group is principally engaged in a single business segment viz. cotton yarn.

For and on behalf of the Board

R. Selvarajan

Chairman and Managing Director

Salem
May 6, 2017

M. S. Krishnaswami & Rajan
Chartered Accountants

M.S. Krishnaswami & Rajan
Chartered Accountants
12, Maravaneri Vth Cross,
Salem - 636 007.

Auditor's Report on Standalone Financial Results of M/s Kandagiri Spinning Mills Limited Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
The Board of Directors of Kandagiri Spinning Mills Limited
Udayapatti,
Salem

We have audited the annual statement of Standalone Financial Results of Kandagiri Spinning Mills Limited ("the Company") for the year ended 31 March 2017 attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Attention is drawn to the fact that the figures for the quarter ended 31 March, 2017 and the corresponding quarter ended in the previous year as reported in these standalone financial results are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the end of the third quarter of the relevant financial year. Also the figures up to the end of the third quarter of the relevant financial year had only been reviewed and not subject to audit.

The Standalone Financial Results have been prepared on the basis of the annual Standalone financial statements and reviewed quarterly Standalone financial results which are the responsibility of the Company's Management and have been approved by the Board of Directors in the meeting held on 06 May 2017. Our responsibility is to express an opinion on these consolidated financial results based on our audit of the annual Standalone financial statements which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standards specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and other accounting principles generally accepted in India.

We conducted our audit in accordance with the Standards on Auditing generally accepted in India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Standalone financial results are free from material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as Standalone financial results. An audit also includes assessing the accounting principles used and significant estimates made by Management. We believe that our audit provides a reasonable basis for our opinion.

In our opinion and to the best of our information and according to the explanations given to us, these standalone financial results:

- (i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
- (ii) give a true and fair view of the net loss and other financial information for the financial year ended 31 March, 2017.

For M. S. Krishnaswami & Rajan
Chartered Accountants
Firm Registration No.01554S

R. Krishnen - Partner
Membership No.201133



M. S. Krishnaswami & Rajan
Chartered Accountants

Auditor's Report on Consolidated Financial Results of M/s Kandagiri Spinning Mills Limited Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

M.S. Krishnaswami & Rajan
Chartered Accountants
12, Maravaneri Vth Cross,
Salem - 636 007.
Tel : +918682000430
E-mail : r.krishnen@mskandr.com

To
The Board of Directors of Kandagiri Spinning Mills Limited
Udayapatti,
Salem

We have audited the accompanying statement of Consolidated Financial Results of Kandagiri Spinning Mills Limited ("the Company") and its associates for the year ended 31 March 2017 attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

These Consolidated Financial Results have been prepared on the basis of the annual consolidated financial statements, which are the responsibility of the Company's Management and have been approved by the Board of Directors in the meeting held on May 06, 2017. Our responsibility is to express an opinion on these consolidated financial results based on our audit of the annual consolidated financial statements which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standards specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and other accounting principles generally accepted in India.

We conducted our audit in accordance with the Standards on Auditing generally accepted in India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial results are free from material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as consolidated financial results. An audit also includes assessing the accounting principles used and significant estimates made by Management. We believe that our audit provides a reasonable basis for our opinion.

In our opinion and to the best of our information and according to the explanations given to us, these consolidated financial results:

- (i) include the financial results for the year ended 31 March, 2017 of the following entities:
 - a. SPMH Health Care Services Private limited
- (ii) have been presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
- (iii) give a true and fair view of the net loss and other financial information for the financial year ended 31 March, 2017.

For M.S. Krishnaswami & Rajan
Chartered Accountants
Firm Registration No. 01554S

R. Krishnen - Partner
Membership No. 201133





Kandagiri Spinning Mills Ltd.

To

Date: 06.05.2017

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

Dear Sir,

Sub.: Declaration pursuant to Regulation 33 (3) (d) of the Securities & Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulation 2015

Declaration

I, R. Selvarajan, Chairman and Managing Director of Kandagiri Spinning Mills Limited (CIN:L17111TZ1976PLC000762) having its Registered Office at Post Box No.3, Udayapatti, Salem 636 140, Tamilnadu, India, hereby declare that, the Statutory Auditors of the Company, M/s M.S.Krishnaswami & Rajan, Chartered Accountants (Firm Registration No.01554S) have issued an Audited Report with unmodified opinion on Audited Financial Results of the Company (Standalone and Consolidated) for quarter and year ended 31st March, 2017.

This Declaration is given in compliance to Regulation 33(3) (d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015, as amended by the SEBI (Listing Obligations and Disclosure Requirements)(Amendment) Regulations,2016, vide Notification No.SEBI/LAD-NRO/GN/2016-17/001 dated 25th May, 2016.

Request you to take this on record.

Yours faithfully,

For Kandagiri Spinning Mills Limited

(R. Selvarajan)
Chairman and Managing Director



CIN: L17111TZ1976PLC000762




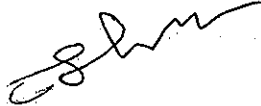
Regd. Off: Mill Premises, Udayapatti (P.O), P.B.No.3, Salem - 636 140. Phone: MHI 0427-2244400

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



FORM A

Format of covering letter of the annual report to be filled with the Stock Exchanges

1	Name of the Company	Kandagiri Spinning Mills Limited
2	Annual financial statements for the year ended	March 31, 2017
3	Type of Audit observation	Un-qualified
4	Frequency of observation	NA
5	To be signed by-	
	<ul style="list-style-type: none">• CEO/Managing Director	 R. Selvarajan – Chairman and Managing Director
	<ul style="list-style-type: none">• CFO	 S. Vijay Shankar – CFO
	<ul style="list-style-type: none">• Auditor of the Company	 R. Krishnen – Partner M.S. Krishnaswami & Rajan
	<ul style="list-style-type: none">• Audit Committee Chairman	 S. Gnanasekaran – Chairman of Audit Committee