



Ref: 437/SSML/CS/2017-18

12<sup>th</sup> August 2017

The DGM Listing,  
The Bombay Stock Exchange Ltd,  
Floor No. 25, P.J.Towers,  
Dalal Street,  
MUMBAI – 400 001.

Dear Sir,

**UNAUDITED FINANCIAL RESULTS FOR Q-1 ( April – June 2017 )**


Pursuant to Regulation 33(3) of Securities Exchange Board of India ( Listing Obligations and Disclosure Requirements ) Regulation 2015, we are uploading herewith Unaudited Financial Results ( UFR ) of our Company for the quarter ended 30<sup>th</sup> June 2017, which has been reviewed by our Audit Committee at the Audit Committee Meeting held on 11-08-2017 and approved by our Board at the Board Meeting held on 12-08-2017 at the Registered office of our Company in Kamaraj Nagar Colony, Salem – 636 014, duly signed by our Chairman and Managing Director, and together with the Limited Review Report dt.12-08-2017 of our Statutory Auditors.

We are also uploading the above Unaudited Financial Results in our Company's Website 'www.sambandam.com' and also in BSE Website <http://listing.bseindia.com>.

Receipt of the above may kindly be acknowledged.

Thanking you,

Yours faithfully,  
for Sambandam Spinning Mills Limited

  
( S.Natarajan )  
Company Secretary

**SAMBANDAM SPINNING MILLS LIMITED (CIN : L17111TZ1973PLC000675)**

Regd. Office : Mill Premises, Kamaraj Nagar Colony, Salem 636 014

e-mail : corporate@sambandam.com

**STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30.06.2017**

**Rs. Lakhs**

		Three months ended	
		30.06.2017	30.06.2016
		Unaudited	Unaudited
1.	<b>Income from Operations</b>		
a.	Net Sales/Income from Operations	5,320.87	5,112.42
b.	Other Operating Income	1.82	6.84
2.	Other income	31.98	24.46
3.	<b>Total Income from Operations (1+2)</b>	<b>5,354.67</b>	<b>5,143.72</b>
4.	<b>Expenses</b>		
a.	Cost of Materials consumed	3,169.72	3,201.23
b.	Purchase of stock-in-trade		
c.	Changes in inventories of finished goods, work in progress and stock in trade	331.57	(381.32)
d.	Employee benefits expense	477.05	602.09
e.	Finance costs	237.48	297.31
f.	Depreciation and amortisation expense	264.33	261.86
g.	Other expenses	651.80	848.80
	<b>Total Expenses</b>	<b>5,131.94</b>	<b>4,829.97</b>
5.	<b>Profit before exceptional and extraordinary items and tax (3-4)</b>	<b>222.73</b>	<b>313.75</b>
6.	Exceptional item	-	-
7.	<b>Profit before tax (5+6)</b>	<b>222.73</b>	<b>313.75</b>
8.	Tax expense - Income Tax		
	- Current Tax	51.00	32.50
	- Deferred Tax	13.49	96.53
9.	<b>Net Profit from ordinary activities after tax (7-8)</b>	<b>158.24</b>	<b>184.72</b>
10.	Other Comprehensive income (net of tax)	1.03	0.95
11.	Total Comprehensive income (9+10)	159.27	185.67
12.	Paid-up equity share capital (Face value per share Rs.10)	427.55	427.55
13.	Earnings Per Share (Basic and Diluted) (Rs.) (of Rs.10 each) Not annualised	3.70	4.32

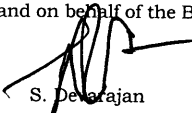
**Notes:**

- The above financial results were reviewed by the Audit Committee and then approved by the Board of Directors at its meeting held on August 12, 2017. The Statutory auditors have conducted a limited review of the above standalone financial results.
- The uncertainty in the yarn market affected the profitability. However the performance of the windmills helped the company to maintain the profitability.
- The Company adopted Indian Accounting Standards ("Ind AS") from April 1, 2017 and accordingly above standalone financial results have been prepared in accordance with the recognition and measurement principles laid down in the Ind AS 34 "Interim Financial Reporting" prescribed under section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and the other accounting principles generally accepted in India. The Ind AS compliant standalone financial results for the corresponding quarter ended June 30, 2016 have been stated in terms of SEBI circular CIR/CFD/FAC/62/2016 dated July 5, 2016.  
Reconciliation of net profit for the corresponding quarter ended June 30, 2016 between previous Indian GAAP and Ind AS is as under:

	Rs. lakhs
	30.06.2016
Net profit as per previous Indian GAAP	185.67
Actuarial loss on employee defined benefit funds recognised in Other Comprehensive Income	1.42
Deferred tax	0.47
Net profit as per Ind AS	184.72
Other Comprehensive Income (net of tax)	0.95
Total Comprehensive Income	185.67

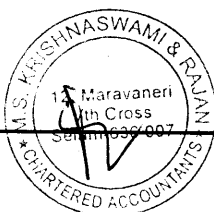
- The company's primary segment is identified as business segment based on nature of products, risks, return and the internal business reporting system (ie. cotton yarn) and operates in a single geographical segment.
- The Company would be consolidating and presenting its Consolidated Financial Statements at the end of the year i.e. March 31, 2018.
- Figures for the previous periods have been regrouped/reclassified/amended, wherever necessary.

For and on behalf of the Board

  
 S. Devarajan  
 Chairman and Managing Director

Salem

August 12, 2017



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

**To The Board of Directors, M/s Sambandam Spinning Mills Limited, Kamaraj Nagar Colony, Salem 636 014.**

We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of M/s **Sambandam Spinning Mills Limited** ("the Company") for the Quarter ended June 30, 2017 ("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 there under 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.

Salem  
August 12, 2017



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

  
R.Krishnen – Partner  
Membership No.201133