



SAMBANDAM SPINNING MILLS LIMITED UNIT-I

Registered Office : P.B. No.1, Kamaraj Nagar Colony, Salem 636 014. Tamil Nadu
(P) +91 427 2240790 (F) +91 427 2240169 (E) corporate@sambandam.com
website : www.sambandam.com Corporate Identity No. L17111TZ1973PLC000675

Ref. :723/SSML/CS/2018-19

11th November 2018

The DGM Listing,
The Bombay Stock Exchange Limited,
Floor No.25, P.J.Towers,
Dalal Street,
Mumbai - 400 001.

Dear Sir / Madam,

UNAUDITED FINANCIAL RESULTS FOR Q-2 (July – September 2018)

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 30th September 2018, which has been reviewed by our Audit Committee at the Audit Committee Meeting held on 10-11-2018 and approved by our Board at the Board Meeting held on 11-11-2018 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.11-11-2018 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 SAMBADAM SPINNING MILLS LIMITED

(S.Natarajan)
Company Secretary

Sambandam Spinning Mills Limited
Regd. Office : Mill Premises, Kamaraj Nagar Colony, Salem 636 014
e-mail : corporate@sambandam.com Phone 0427 2240790 Web site : www.sambandam.com
STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER/SIX MONTHS ENDED SEPTEMBER 30, 2018

| S.No. | Particulars | Quarter ended | | | Six months ended | | Rs. lakhs |
|-------|--|-----------------|-----------------|-----------------|------------------|-----------------|-----------------------|
| | | 30/09/2018 | 30/06/2018 | 30/09/2017 | 30/09/2018 | 30/09/2017 | Year ended 31/03/2018 |
| | | Unaudited | | | Unaudited | | Audited |
| | INCOME | | | | | | |
| I | Revenue from Operations | 6,345.38 | 5,026.14 | 3,811.41 | 11,371.52 | 9,132.28 | 19,308.04 |
| II | Other Income | 27.36 | 61.10 | 26.81 | 88.46 | 60.61 | 165.64 |
| III | Total Income (I+II) | 6,372.74 | 5,087.24 | 3,838.22 | 11,459.98 | 9,192.89 | 19,473.68 |
| | EXPENSES | | | | | | |
| IV | Cost of materials consumed | 3,715.34 | 3,223.28 | 3,178.48 | 6,938.62 | 6,348.20 | 11,781.23 |
| | Purchases of Stock-in trade | - | - | - | - | - | - |
| | Changes in inventories of finished goods, Stock-in-trade and work-in-progress | 618.17 | (414.19) | (908.72) | 203.98 | (577.15) | (166.06) |
| | Employee benefits expense-net | 680.34 | 671.82 | 572.02 | 1,352.16 | 1,049.07 | 2,387.15 |
| | Power and fuel-net | 219.75 | 525.27 | 158.64 | 745.01 | 539.73 | 1,489.62 |
| | Finance costs | 201.60 | 221.42 | 228.91 | 423.02 | 466.39 | 918.97 |
| | Depreciation and amortisation expense | 250.50 | 249.88 | 264.64 | 500.38 | 528.97 | 1,014.59 |
| | Other expenses | 351.09 | 423.40 | 322.52 | 774.48 | 593.22 | 1,421.11 |
| | Total Expenses | 6,036.79 | 4,900.88 | 3,816.49 | 10,937.65 | 8,948.43 | 18,846.61 |
| V | Profit before exceptional items and tax (III-IV) | 335.95 | 186.36 | 21.73 | 522.33 | 244.46 | 627.07 |
| VI | Exceptional items | - | - | - | - | - | (283.01) |
| VII | Profit/(loss) before tax (V-VI) | 335.95 | 186.36 | 21.73 | 522.33 | 244.46 | 344.06 |
| VIII | Tax expense: | | | | | | |
| | (1) Current tax | 127.88 | 72.88 | 145.69 | 200.76 | 196.69 | 724.11 |
| | (2) Deferred tax | (134.00) | (24.00) | (181.04) | (158.00) | (167.55) | (725.00) |
| IX | Profit/(loss) for the period from continuing operations (VII-VIII) | 342.07 | 137.48 | 57.08 | 479.57 | 215.32 | 344.95 |
| X | Other Comprehensive Income | | | | | | |
| A | (i) Items that will not be reclassified to profit and loss | | | | | | |
| | Remeasurement of Defined benefits plan | 0.79 | 0.79 | 3.22 | 1.58 | 4.25 | 2.64 |
| | (ii) Income tax relating to items that will not be reclassified to profit and loss | (0.12) | (0.12) | (1.31) | (0.24) | (1.31) | (0.89) |
| B | (i) Items that will be reclassified to profit and loss | | | | | | |
| | (ii) Income tax relating to items that will be reclassified to profit and loss | | | | | | |
| | Other Comprehensive Income for the period | 0.67 | 0.67 | 1.91 | 1.34 | 2.94 | 1.75 |
| XI | Total Comprehensive Income for the period (X+XI) | 342.74 | 138.15 | 58.99 | 480.91 | 218.26 | 346.70 |
| XII | Earnings per equity share of Rs.10/- each: (not annualised) | | | | | | |
| | Basic and Diluted | 8.02 | 3.22 | 1.34 | 11.24 | 5.05 | 8.09 |
| XIII | Paid Up Equity Share Capital (Face Value Rs. 10/- each) | 427.55 | 427.55 | 427.55 | 427.55 | 427.55 | 427.55 |
| XIV | Other equity | | | | | | 8,569.99 |
| | # There are no discontinued operations during the period | | | | | | |



[Handwritten Signature]

For R. Sundararajan & Associates
Chartered Accountants
Firm Registration No.082825

S. Krishnan - Partner
Membership No.026452

1 Notes

| Balance Sheet as at September 30, 2018 | | | |
|---|-----------------|---------------------------------|---------------------------------|
| <i>Particulars</i> | <i>Note No.</i> | <i>30/09/2018 Rs. lakhs</i> | <i>30/09/2017 Rs. lakhs</i> |
| Non current assets | | | |
| Property, plant and equipment | 1 | 10,779.14 | 11,170.87 |
| Capital work in progress | | - | - |
| Intangible assets | 2 | 0.04 | 0.04 |
| Financial assets | | | |
| Investments | 3 | 227.30 | 227.51 |
| Loans | 4 | 600.00 | 550.00 |
| Other financial asset | 5 | 435.49 | 261.43 |
| Advance tax assets(net) | 6 | -74.41 | 7.79 |
| Other non-current assets | 7 | 304.33 | 290.16 |
| | | 12,271.89 | 12,507.80 |
| Current assets | | | |
| Inventories | 8 | 3,499.92 | 3,733.05 |
| Financial assets | | | |
| Trade receivables | 9 | 4,371.34 | 4,528.00 |
| Cash and cash equivalents | 10a | 23.70 | 118.36 |
| Other Bank balances | 10b | 77.09 | 164.72 |
| Others | 11 | 598.15 | 582.00 |
| Other current assets | 12 | 423.25 | 149.02 |
| | | 8,993.44 | 9,275.15 |
| Total assets | | 21,265.33 | 21,782.95 |
| EQUITY AND LIABILITIES | | | |
| Equity | | | |
| Equity share capital | 13 | 427.55 | 427.55 |
| Other equity | 14 | 8,871.55 | 8,569.99 |
| | | 9,299.10 | 8,997.54 |
| Non-current liabilities | | | |
| Financial liabilities | | | |
| Borrowings | 15 | 1,434.27 | 1,594.91 |
| Other non current liabilities | 16 | 28.29 | 28.29 |
| Provisions | 17 | 250.42 | 235.07 |
| Deferred tax liabilities (Net) | 18 | 1,015.20 | 1,060.67 |
| Other non current liabilities | 19 | 11.35 | 11.35 |
| | | 2,739.53 | 2,930.29 |
| Current liabilities | | | |
| Financial liabilities | | | |
| Borrowings | 20 | 5,095.34 | 4,763.29 |
| Trade payables | 21 | 2,564.71 | 3,576.63 |
| Provisions | 22 | 3.54 | 23.92 |
| Other financial liabilities | 23 | 1,465.34 | 1,408.08 |
| Other current liabilities | 24 | 97.77 | 83.20 |
| Total equity and liabilities | | 9,226.70 | 9,855.12 |
| Total liabilities | | 11,966.22 | 12,785.41 |
| Total equity and liabilities | | 21,265.33 | 21,782.95 |

2 The above standalone unaudited financial results for the quarter ended September 30, 2018 were reviewed by the Audit Committee at its meeting held on

3 Exceptional items consists of:

Rs. lakhs

| Particulars | Quarter ended | | | Six months ended | | Year ended |
|-------------------------------------|----------------------|-------------------|-------------------|-------------------------|-------------------|-------------------|
| | 30/09/2018 | 30/06/2018 | 30/09/2017 | 30/09/2018 | 30/09/2017 | 31/03/2018 |
| | Unaudited | | | Unaudited | | Audited |
| Provision for embezzlement of funds | | | | - | | 283.01 |

During the earlier year and as already reported, the company's management had identified embezzlement of funds by an employee of the company. The

4 Segment Information:

The Company is principally engaged in a single business segment viz. yarn based on nature of products, risks, returns and the internal business reporting

5 The Ministry of Corporate Affairs (MCA), on March 28, 2018, notified Ind As 115 "Revenue from contracts with customers" as part of the Companies (Indian

6 The Company would be consolidating and presenting its Consolidated Financial Statements at the end of the year ie. March 31, 2019.

7 The figures for the previous period have been reclassified/ regrouped wherever necessary.

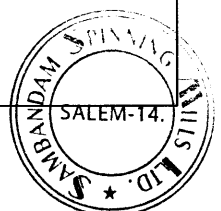
For Sambandam Spinning Mills Limited

Chairman and Managing Director

Salem
November 11, 2018

For R. Sundararajan & Associates
Chartered Accountants
Firm Registration No. 08282S

S. Krishnan - Partner
Membership No. 026452





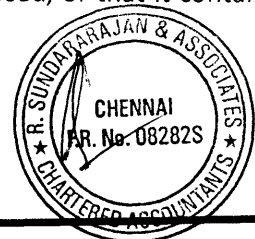
R. SUNDARARAJAN & ASSOCIATES

CHARTERED ACCOUNTANTS

INDEPENDENT AUDITORS' REVIEW REPORT ON REVIEW OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE SIX MONTH/QUARTER ENDED SEPTEMBER 30, 2018

TO THE BOARD OF DIRECTORS OF SAMBANDAM SPINNING MILLS LIMITED

1. We have reviewed the Unaudited Standalone Financial Results of **Sambandam Spinning Mills Limited** (the "Company") for the six months/quarter ended September 30, 2018 (the "financial results") which are included in the accompanying Statement of Unaudited Standalone Financial Results for the six months/quarter ended September 30, 2018 (the "Statement"). The Statement has been prepared by the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. ('the Listing Regulations')
2. This Statement which is the responsibility of the Company's Management, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India and has been approved by the Board of Directors. 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 provide less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
4. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement has not been prepared in all material aspects in accordance with the applicable Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013 and other accounting practices and policies and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, as amended from time to time, including the manner in which it is to be disclosed, or that it contains any material misstatement.





R. SUNDARARAJAN & ASSOCIATES
CHARTERED ACCOUNTANTS

5. The Standalone financial results of the Company for the six months/quarter ended September 30, 2017 was reviewed by predecessor statutory auditors, who have issued an unmodified report vide their "Independent Auditors' review report on review of Interim financial results" dated December 11, 2017. The financial results for the six months/quarter ended September 30, 2017 were reclassified and regrouped wherever necessary to conform to current period.

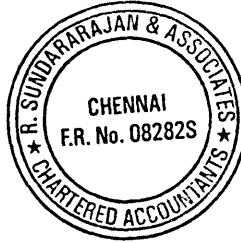
Our conclusion is not qualified in respect of these matters.

R.Sundararajan & Associates

Chartered Accountants

Firm's Registration No. 008282S


S. Krishnan
Partner
Membership No. 26452



November 11, 2018

Salem