

GIRNAR SPINTEX INDUSTRIES LIMITED
(Formerly known as Amit Spinning Industries Limited)

August 07, 2020

BSE Limited

Stock Code: 521076

Corporate Relationship Deptt.

1st Floor, New Trading Ring, Rotunda Bldg.

P J Towers Dalal Street

Mumbai 400 001

National Stock Exchange of India Ltd.

Stock Code: ASIL

Exchange Plaza

Bandra Kurla Complex

Bandra (E)

Mumbai - 400051

Sub: Outcome of Board Meeting

Dear Sir/Madam,

With reference to our earlier announcement dated 31 July 2020, and 3 August 2020, regarding Board Meeting adjournment for results, we hereby inform that meeting of Board of Directors of the Company held on 7 August 2020 at 5.30 Pm at Gat No. 47 & 48, Kolhapur Hupari Road Sangwade Kolhapur 416202 and interalia approved and adopted Audited Financial Results along with Auditors Report issued by Statutory Auditor of the Company for the quarter and financial year ended on 31 March 2020.

The Meeting of Board of Directors Commenced at 5.30 Pm and concluded at 8.20 Pm.

The above mentioned Audited Financial Results along with Auditors Report for the quarter and financial year ended on 31st March 2020 and statements of impact of Audit Qualifications are herewith enclosed.

This is for your information and records.

Yours Faithfully

For Girnar Spintex Industries Limited



Aniruddha Badkatte
Company Secretary



GIRNAR SPINTEX INDUSTRIES LIMITED

(Formerly Known as Amit Spinning Industries Ltd.)

Regd. Off & Works : Gat No 47 & 48, Sangawade Village, Kolhapur-Hupari Road, Tal. Karveer, Dist Kolhapur-416202

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31st MARCH, 2020

(Rs. In Lacs)

Sr. No.	Part I Particulars	Quarter ended			Year ended	
		31.03.2020 Audited	31.12.2019 Reviewed	31.03.2019 Audited	31.03.2020 Audited	31.03.2019 Audited
I	Revenue from operations	1,227.69	1,382.52	-	3,946.45	-
II	Other Income	6.50	0.16	-	7.42	-
III	Total Revenue (I+II)	1,234.19	1,382.68	-	3,953.87	-
IV	Expenses					
	Cost of materials consumed	558.01	822.71	0.13	2,700.57	0.13
	Purchases of stock-in-trade	97.13	(13.84)	(15.38)	82.68	20.29
	Changes in inventories of finished goods, work-in-progress and stock-in-trade	148.35	101.40	(14.33)	(169.16)	(35.11)
	Employee benefits expense	19.94	20.82	10.95	79.00	15.38
	Finance costs	110.10	105.47	130.57	413.60	132.25
	Depreciation and amortisation expense	33.30	76.11	79.19	251.99	278.43
	Other Expenses	0.35	504.66	60.15	1,119.33	128.25
	Total Expenses (IV)	967.18	1,617.33	251.27	4,478.01	539.60
V	Profit/(loss) before exceptional items and tax (III-IV)	267.01	(234.65)	(251.27)	(524.14)	(539.60)
VI	Exceptional items	(459.13)	-	(167.93)	(459.13)	(167.93)
VII	Profit/(loss) before prior period items and tax (V-VI)	(192.12)	(234.65)	(419.21)	(983.27)	(707.54)
VIII	Prior Period Items	-	-	-	-	-
IX	Profit before tax (VII- VIII)	(192.12)	(234.65)	(419.21)	(983.27)	(707.54)
X	Tax expense:					
	(1) Current tax	-	-	-	-	-
	(2) Deferred tax	-	-	-	-	-
	Total Tax Expenses	-	-	-	-	-
XI	Profit (Loss) for the period from continuing operations (IX-X)	(192.12)	(234.65)	(419.21)	(983.27)	(707.54)
XII	Profit/(loss) from discontinuing operations	-	-	-	-	-
XIII	Tax expense of discontinuing operations	-	-	-	-	-
XIV	Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)	-	-	-	-	-
XV	Profit (Loss) for the period (XI + XIV)	(192.12)	(234.65)	(419.21)	(983.27)	(707.54)
XVI	Other comprehensive income	-	-	-	-	-
A	Items that will be reclassified to profit or loss	-	-	-	-	-
B	Items that will not be reclassified to profit or loss					
	Actuarial (loss)/ gain on remeasurement of defined benefit plan	-	-	-	-	-
	Other comprehensive income for the period (net of tax)	-	-	-	-	-
XVII	Total comprehensive income for the period (XV+XVI)	(192.12)	(234.65)	(419.21)	(983.27)	(707.54)
XVIII	Earnings per share (of INR 5 each) :					
	(a) Basic	(0.47)	(0.57)	(1.02)	(2.39)	(1.72)
	(a) Diluted	(0.47)	(0.57)	(1.02)	(2.39)	(1.72)

Notes :

- The above financial results have been reviewed and approved by Board of Directors in the meeting held on 7th August 2020.
- The Statutory Auditors have carried out audit of the Financial Results of the Company for the year and quarter ended 31st March, 2020
- The Company has adopted Indian Accounting Standards ('Ind AS') notified by the Ministry of Corporate Affairs with effect from 1st April, 2017. Accordingly, the financial results for the year and quarter ended 31st March, 2020 are in compliance with Ind AS.
- The figures of previous comparative year and quarter ended 31st March, 2019 have been re grouped/recasted/rearranged wherever considered necessary to make them comparable with those of the current quarter.
- The company having re-commissioned it's regular operations of spinning this year, the figures for the quarter/year are not directly comparable with those of the corresponding previous periods, since there was not production activity in the corresponding previous period.
- The balances of parties under the head trade payables, other liabilities and loans & advances which are subject to confirmation, reconciliation and consequential adjustments, if any.

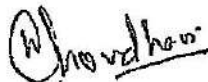
- 7 The Company has accumulated losses and its net worth has been fully eroded, but for the revaluation reserve. The Company has incurred net cash loss during the current and previous year(s) and, the Company's current liabilities exceed its current assets as at the balance sheet date. However, as the company has undergone the insolvency resolution process as per Insolvency and Bankruptcy Code 2016 with change in management, these financial statements are prepared on a going concern basis, the new management being quite hopeful of revival of the company particularly so since the company has achieved turnover of Rs.39.46 Crores in the first year of its re-commissioning of operations.
- 8 Pursuant to the corporate insolvency resolution process under the Insolvency and Bankruptcy Code, 2016 initiated on 1st August 2017, and approved by the National Company Law Tribunal (NCLT) vide its order dated 31.07.2018, the Resolution Plan (the Plan) as submitted by Mr. Deepak C. Choudhari and Mr. Jitendrakumar G. Chopra, the face value of existing shares is reduced from Rs. 5 per share to Rs. 0.50 per share with no of shares issued remaining at same level with effect from the effective date resulting in reduction of share capital 18,52,63,501/-. Effect of this is still to be given in the accounts pending sanction from SEBI. Consequently the net effect of waiver of various assets and liabilities stand credited to Insolvency and Bankruptcy Reserve balance in which as on 31.03.2020 is Rs.124.79 Crores (as on 31.03.2019 Rs.124.94 Crores)
- 9 Substantial part of old machinery has been sold by the company during the year on account of which there is loss (Net) on such sale of Rs.459.13 Lakhs. This has been stated as Exceptional items for the year ended 31 March 2020. Such item for F Y 2018-19 included Plant Re-commissioning Expenses, Insolvency Resolution Expenses etc totalling Rs.167.93 Lakhs
- 10 The Company is in the business of manufacturing Cotton Yarn having similar characteristics and reviewed by the Chief Operating Decision Maker for assessment of Company's performance and resource allocation. Accordingly, the Company has only one reportable operating segment as per Ind AS 108 - Operating Segments.
- 11 The above results have been reviewed by the Audit committee and approved by the Board of Directors at their meetings held on 7th August 2020. The Statutory Auditors have carried out audit of the results for the year ended 31 March 2020.
- 12 The figures for the quarter ended 31.03.2020 and 31.03.2019 represent the balance between audited figures in respect of the full financial year and those published till the third quarter of the respective financial year.

Girnar Spintex Industries Limited

(Formerly Known as Amit Spinning Industries Limited)



Jitendrakumar G Chopra
Managing Director



Deepak C Choudhari
Chairman



Place : Sangawade, Kolhapur
Date : 07th August 2020

GIRNAR SPINTEX INDUSTRIES LIMITED

(Formerly Known as Amit Spinning Industries Ltd.)

Regd. Off & Works : Gat No 47 & 48, Sangawade Village, Kolhapur-Hupari Road, Tal. Karveer, Dist Kolhapur-416202

Statement of Assets and Liabilities as at 31st March 2020

(Rs. In Lacs)

	Particulars	Audited 31.03.2020	Audited 31.03.2019
A	ASSETS		
1	Non-current assets		
	(a) Property, plant and equipment	7,569.48	2,929.12
	(b) Capital work-in-progress	-	-
	(c) Intangible assets	-	-
	(d) Financial Assets		
	(i) Investments	0.23	0.22
	(ii) Loans	-	-
	(iii) Others	78.75	85.84
	(e) Deferred tax assets (net)	-	-
	(f) Other non-current assets	-	-
	Sub total-Non current assets (A)	7,648.46	3,015.18
2	Current assets		
	(a) Inventories	473.57	35
	(b) Financial Assets		
	(i) Trade receivables	139.42	-
	(ii) Cash and cash equivalents	78.85	104.13
	(iii) Bank balances other than (ii) above	-	-
	(iv) Loans	-	-
	(v) Others	123.36	46.85
	(c) Other current assets	153.64	51.76
	Sub total current assets (B)	968.84	237.85
	Non-current assets classified as held for sale		
	Sub total current assets (C)	-	-
	Total (A+B+C)	8,617.30	3,253.03
B	EQUITY AND LIABILITIES		
	Equity		
	(a) Equity Share capital	2,058.48	2,058.48
	(b) Other Equity	1,287.59	(2,445.87)
	Sub total-Equity (A)	3,346.07	(387.38)
	LIABILITIES		
1	Non-current liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	3,372.74	-
	(ii) Other financial liabilities	-	-
	(b) Provisions	-	-
	Sub total-Non current liabilities (B)	3,372.74	-
2	Current liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	1,287.45	3,420.09
	(ii) Trade Payables	490.82	125.78
	(iii) Other financial liabilities	-	-
	(b) Other current liabilities	111.81	94.55
	(c) Provisions	8.41	-
	Sub total- Current liabilities (C)	1,898.49	3,640.41
	Total (A+B+C)	8,617.29	3,253.03

Girnar Spintex Industries Limited
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Cash Flow Statement
for the year ended 31.03.2020

(In Rupees)

Particulars	31.03.2020	31.03.2019
(A) Cash From Operating Activities		
Net Loss as per Profit and Loss account	(9,83,27,102)	(7,07,53,648)
Add:		
Extraordinary Item	4,59,13,314	1,67,93,153
Loss on Sale of Fixed Asset		
Net Cash Before Tax and Extraordinary Items	(5,24,13,788)	(5,39,60,495)
Adjustment for non cash and non operating items:		
Add:		
Depreciation	2,51,98,609	2,78,42,753
Loss on Sale of Fixed Asset	4,59,13,314	52,38,464
Financial Cost	4,13,60,045	-
Fair Value loss / (Gain) on Investment	-	-
Provision for Doubtful Advance	-	-
Provision for Wages And Salaries	-	-
Interest Income	(7,41,952)	-
Operating Profit before Working Capital Changes	5,93,16,228	(2,08,79,278)
Increase / Decrease in Current Asset and Liabilities		
Inventories	(4,38,45,848)	(35,11,174)
Trade Receivable	(1,39,41,540)	-
Other Current Assets	(1,81,96,648)	(48,53,665)
Trade Payables	3,74,08,533	(64,07,94,135)
Other Current Liabilities	25,57,305	(25,75,39,061)
Cash Generated from Operations	2,32,98,030	(92,75,77,313)
Less: Income Tax paid (Less refund if any)		
Cash Flow before Extraordinary Items	2,32,98,030	(92,75,77,313)
Add: Extraordinary Items	(4,59,13,314)	1,67,93,153
Net Cash from/used in Operating activities (A)	(2,26,15,284)	(94,43,70,466)
(B) Cash Flow From Investing Activities		
Add:		
Proceed from Sale of Fixed Asset	1,24,52,864	19,18,000
Interest Received	7,41,952	-
Less :Purchase of Fixed Assets	(7,44,06,886)	(1,39,51,958)
Purchase of Goodwill/Patents/Trademarks etc		-
Net Cash From/used in Investing Activities (B)	(6,12,12,070)	(1,20,33,958)
(C) Cash Flow from Financing Activities		
Add:		
Interest Paid	(4,13,60,045)	
Increase in Investments	(1,000)	
Transfer to Reserves (Insolvency and Bankruptcy Reserve)	(15,21,285)	1,24,94,28,507
Transfer to Revaluation Reserve	-	-
Repayment of Short term Loans and Borrowings	-	17,70,35,957
Repayment of Long term Loans and Borrowings	-	(32,01,28,019)
Proceed of Short term Loans and Borrowings	12,87,44,915	(46,84,649)
Repayment of Long term Loans and Advances	-	28,03,837
Proceed of Long term Borrowings	(47,34,656)	(85,83,753)
Repayment of other Non-Current Assets	1,70,653	4,44,406
Proceed of Other Non-Current Liabilities	-	(13,19,36,646)
Net Cash from/used in Financing Activities (C)	8,12,98,581	96,43,79,750
Net Increase/Decrease in Cash and Cash Equivalents(A+B+C)	(25,28,773)	79,75,326
Add: Cash and cash equivalents in the beginning of the year	1,04,13,347	24,38,021
Cash and Cash Equivalents at the end of the Year	78,84,574	1,04,13,347

Place : Kolhapur
Date: 07.08.2020



Jitendra Kumar G Chopra
Managing Director

Deepak C Choudhari
Chairman

SANJAY VHANBATTE & COMPANY,

Chartered Accountants

FIRST FLOOR, MAHALAXMI BANK BUILDING

OPP: KELAVKAR HOSPITAL/IDBI BANK

CTS NO. 245, C/1, E Ward TARABAI PARK, KOLHAPUR-416003

Ph No. 2657740, 9822010247

Email:smvcok@gmail.com

Auditor's Report on Quarterly Financial Results and Year to Date Company Pursuant Results of the to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To,
The Board of Directors,
Girnar Spintex Industries Ltd.
(Formerly Amit Spinning Industries Limited)

We have audited the accompanying standalone financial results of Girnar Spintex Industries Limited ('the Company') for the quarter and year ended March 31, 2020, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations, and Disclosure _ Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/ 62/ 2016 dated July 5, 2016. These financial results which are the responsibility of the Company's management and approved by the Board of Directors have been prepared on the basis of the interim financial statements. Our responsibility is to express an opinion on these financial results based on our audit of such interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard specified under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder; or by the Institute of Chartered Accountants of India, as applicable and other accounting principles generally accepted in India.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

Basis for Qualified Opinion

1. Impairment loss, if any, needs to be accounted for by the company by forecasting its cash flow to analyze whether the cost of the asset is recoverable or not.



2. The company having re-commissioned its regular operations of spinning this year, the figures for the quarter/year are not directly comparable with those of the corresponding previous periods, since there was not production activity in the corresponding previous period.
3. Due to non availability of sanction from SEBI the effect of reduction in the share capital is still to be given in the accounts. On giving effect to this the share capital of the company will get reduced by Rs.1852.63 Lakhs. Accordingly, the liabilities written back and the assets written off as a result of approved resolution plan by NCLT stands credited to Insolvency and Bankruptcy Reserve the balance in which as on 31.03.2020 is Rs.1,24,79,07,322/-

In our opinion and to the best of one-information and according to the explanations given to us, except for the effects of the matter described in the Basis for Qualified Opinion paragraph above, these quarterly financial results as well as the year to date results:

- (1) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; And
- (2) Give a true and fair View of the net loss and other financial information for the quarter ended March 31, 2020 as well as the year to date results for the period from April 1, 2019 to March 31, 2020.

Place: Kolhapur
Date: 07.08.2020
UDIN: 20044808AAAAHC6315



For Sanjay Vhanbatte & Co
Chartered Accountants

S. M. Vhanbatte
S. M. Vhanbatte
Proprietor
M. No. 044808

Annexure I

Statement on Impact of Audit Qualification (for audit report with modified opinion) submitted along with Annual Audited Results-(Standalone)

Statement on Impact of Audit Qualification for the financial year ended March 31, 2020
(See regulations 33/52 of the SEBI (LODR) (Amendment) Regulations 2016)

I.

Sr. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) in Lakhs	Audited Figures (as reported after adjusting for qualifications) in Lakhs
1	Turnover of Total Income	3953.87	3953.87
2	Total Expenditure	(4937.14)	(4937.14)
3	Net Profit/(Loss)	(983.27)	(983.27)
4	Earning Per Share	(2.39)	(2.39)
5	Total Assets	8617.30	8617.30
6	Total Liabilities	5271.23	5271.23
7	Net Worth	3346.07	3346.07
8	Any other financial item(s) (as felt appropriate by the management)	NIL	NIL

II. Audit Qualification (each audit qualification separately):

a) Details of Audit Qualification:

1. Impairment loss, if any, needs to be accounted for by the company by forecasting its cash flow to analyze whether the cost of the asset is recoverable or not.
2. The company having re-commissioned its regular operations of spinning this year, the figures for the quarter/year are not directly comparable with those of the corresponding previous periods, since there was not production activity in the corresponding previous period.
3. In the absence of sanction from SEBI the effect of reduction in the share capital is still to be given in the accounts as per the order of National Company Law Tribunal dated 31.07.2018. On giving effect to this the share capital of the company will get reduced by Rs.1852.63 Lakhs. Accordingly, the liabilities written back and the assets written off as a result of approved resolution plan by NCLT stands credited to Insolvency and Bankruptcy Reserve the balance in which as on 31.03.2020 is Rs.1,24,79,07,322/-



b) Types of Audit Qualification: Qualified Opinion

c) Frequency of Qualification: All the qualifications are being reported since last year i.e. 2018-19.

d) For Audit Qualifications where the impact is quantified by the auditor, Managements view:

As regards qualification at Sr. No. v, the company proposes to give effect to the reduction in share capital on getting sanction from SEBI.

e) For audit qualifications where the impact is not quantified by the auditor

i. Managements estimation on impact of audit qualification:

N.A.

ii. If management is unable to estimate the impact reasons for the same:

The company, being still in the process of carrying out the required exercise of determination of impairment in the value of the assets, the exact quantification is not possible at this point of time.

III. Signatories

- a) CEO/Managing Director *Kolpir*
b) Chairman *Chaudhari*
c) Statutory Auditor *S. K. Kulkarni*

Place: Kolhapur

Date: 07th August 2020

