



Date:06.09.2024

BSE Limited
Floor 25, P.J. Towers,
Dalal Street,
Mumbai 400 001
BSE Scrip Code: 590022

Dear Sir/Madam

Subject: Submission of Machine-Readable Copy of Financial Results

This is in response to your email dated September 3, 2024, advising us to submit a machine-readable/legible copy of the Financial Results in accordance with NSE circular no. NSE/CML/2018/02 dated January 16, 2018.

We would like to inform you that, in compliance applicable Regulations of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the company, vide letter dated August 12, 2024, has filed a copy of the Un-Audited Financial Results (Standalone) for the first quarter and three months ended June 30, 2024, along with the Limited Review Report issued by M/s. B.K. Shroff & Co., the Statutory Auditor of the Company.

In response to your request for machine-readable/legible of the Financial Results, and in continuation of our earlier submission dated August 12, 2024, we are hereby providing the financial results in a machine-readable/legible format.

Kindly take our submissions made hereinabove in the subject matter on your records.

Thanking you.

Yours faithfully,

For Eastern Silk Industries Limited

Ramesh Chandragiri Reddappa
Whole Time Director
DIN: 10535137

EASTERN SILK INDUSTRIES LTD.

Regd. Office: 19, R.N. MUKHERJEE ROAD, KOLKATA- 700 001

Corporate Identity Number : L17226WB1946PLC013554

Phone : 033-22430817, Fax-033-22482486

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STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2024**PREPARED IN COMPLIANCE WITH THE INDIAN ACCOUNTING STANDARDS(IND-AS)**

(In Lakhs)

Sl No.	Particulars	Quarter Ended			Year Ended
		30/06/2024 (Reviewed)	31/03/2024 (Note - 2)	30/06/2023 (Reviewed)	31/03/2024 (Audited)
1	Revenue				
	a) Revenue from Operation	604.99	324.21	465.68	1,891.98
	b) Other income	58.70	17.95	41.31	141.60
	Total Income	663.70	342.16	506.99	2,033.58
2	Expenses				
	(a) Cost of materials consumed	276.59	102.54	286.09	837.53
	(b) Purchases of stock-in-trade	13.57	0.01	11.28	24.16
	(c) Changes in inventories of Finished Goods, Work-in- Progress and Stock-in-Trade	(255.83)	(395.13)	73.85	(122.77)
	(d) Employee benefit expenses	111.86	157.01	116.31	478.66
	(e) Finance cost	-	3.78	-	3.78
	(f) Depreciation	60.31	86.17	57.35	296.55
	(g) Provision for doubtful debts (net)	-	-	-	-
	(h) Other Expenses	498.15	530.33	349.46	1,702.08
	Total expenses	704.65	484.71	894.34	3,220.00
3	Profit / (Loss) from operations before exceptional items (1-2)	(40.95)	(142.55)	(387.35)	(1,186.42)
4	Exceptional items	-	-	-	-
5	Profit / (Loss) from ordinary activities before tax (3+4)	(40.95)	(142.55)	(387.35)	(1,186.42)
6	Tax expenses				
	(a) Provision for taxation-Current	-	44.00	-	44.00
	(b) Income-tax for Earlier years	-	-	-	-
	(c) Provision for tax-Deferred	-	-	-	-
7	Net Profit / (Loss) for the period	(40.95)	(186.55)	(387.35)	(1,230.42)
8	Other Comprehensive Income (OCI)				
	(a) Item that will not be reclassified to Profit & Loss (Net of Tax)	0.04	21.07	0.12	21.82
	(b) Item that will be reclassified to Profit & Loss (Net of Tax)	-	-	-	-
9	Total Comprehensive Income(After tax)	(40.91)	(165.48)	(387.23)	(1,208.60)
10	Paid-up equity share capital (Face Value of each share- ` 2/-)	1,579.05	1,579.05	1,579.05	1,579.05
11	Reserves (excluding Revaluation Reserve) as shown in the last audited balance sheet	-	-	-	4,685.76
12	Earnings per share (of `2/-each) (not annualised):				
	(a) Basic	(0.05)	(0.24)	(0.49)	(1.56)
	(b) Diluted	(0.05)	(0.24)	(0.49)	(1.56)

FOR EASTERN SILK INDUSTRIES LTD

Authorised Signatory

- 1 The operation of the company relate to only one segment viz. Textiles and therefore, has only one reportable segment in accordance with Ind AS 108 'Operating Segments'.
- 2 The figures for the quarter ended 31st March 2024 are the balancing figures between audited figures in respect of the full financial year ended 31st March 2024 and the published limited reviewed year to date figure upto 31st December 2023.
- 3 The above financial results which are in accordance with regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015 read with SEBI circular dated July 05, 2016, have been prepared by the management and the same has been taken on records by Board of directors. The results are being published in accordance with regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015
- 4 The statement has been prepared in accordance with the Companies (Indian Accounting Standard) Rules 2015 prescribed under section 133 of the Companies Act 2013 read with rule 3 of the Companies (Indian Accounting Standard) Rules, 2015 and Companies (Indian Accounting Standard) Rules 2016 by the management of the Company and taken on records by Board of directors.
- 5 Previous period/year's figures have been regrouped / rearranged wherever necessary to confirm to current period presentation.
- 6 (a) Pursuant to an application made by Export Import Bank of India one of the financial creditors, the Hon'ble National Company Law Tribunal, Kolkata Bench ("Adjudicating Authority"), vide its order dated 31st January, 2024, approved the resolution plan dated 02.01.2023 and addendums dated 04.02.2023 and 25.02.2023 submitted by the Resolution Applicant Baumann Dekor Private Limited. As per the terms of Section 31 of the Code, the Approved Resolution Plan shall be binding on the Company, its employees, members, creditors and other stakeholders involved in the Resolution Plan.
- 6 (b) On the date of approval of the resolution plan by the Adjudicating Authority, all such claims, that are not a part of the resolution plan, shall stand extinguished and no person will be entitled to initiate or continue any proceedings in respect to a claim, which is not part of the resolution plan.
- 6 (c) Pursuant to the Approved Resolution Plan, a monitoring committee has been constituted, to oversee the implementation of the Resolution Plan and to maintain the Company as a going concern. Considering this the financial statements are being presented on a 'Going Concern' basis.
- 6 (d) As per the approved Resolution Plan, total outlay of INR 6,111.11 Lacs would be deployed as under:

S.No.	Particulars	Amount in Lakhs
1	CIRP Cost	41.02
2	Workmen's Dues- Employee Benefits	123.95
3	Unsecured Financial Creditors	-
4	Secured Creditors-	
	- Loan From bank	5,815.16
	- Loan from Others	
5	Claims - Government Dues	118.56
6	Operational Creditors Claim (other than Government & Employee Dues - Provisionally Admitted)	12.42
	Total	6,111.11

In addition to the above outlay of INR 6,111.11 Lacs, INR 5.00 Lac has been allocated to Metro Infrastructure Development Limited in settlement of its outstanding dues as per clause 38 of Hon'ble NCLT Order dated 31st January, 2024 and subsequent discussion of the monitoring committee.

The payment plan for the above mentioned outlay of INR 6,111.11 Lacs mentioned in the final resolution plan is as follows:

- i) A performance security (after adjusting EMD already paid) @ 10% of the resolution plan amount shall be payable within 3 working days of receiving letter of intent and
- ii) Payment as per resolution plan is proposed to be made in three tranches (details as per below table). In case Successful Resolution Applicant (SRA) Baumann Dekor Private Limited make the payment in advance against the dates of payment mentioned below, the amount paid in advance shall be eligible to be discounted as per the approved resolution plan.

The summary of the payment plan is tabulated as follows:

Tranche of Payment	Date of Payment	Amount (In INR Lacs)
First Tranche => 20% of the Resolution Plan Amount	On or before the 90th day from the date of approval from Adjudicating Authority	1,222.22
Second Tranche => 15% of the Resolution Plan Amount	At the end of 12th Month from the date of approval from Adjudicating Authority	916.67
Third Tranche or Final Payment => 65% of the Resolution Plan Amount	At the end of 18th Month from the date of approval from Adjudicating Authority	3972.22
	Total	6,111.11

CIRP cost and amount allocated towards workmen or employee benefits, operational creditors – government and others shall be paid on priority from the first tranche of payment and balance shall be paid to the secured financial creditors.

- 6 (f) As per the terms of the said Resolution Plan, till 30th June, 2024, the successful Resolution Applicant has deposited a total amount of INR 5,81,51,600/- as EMD & Performance Security with the Company and such amount has been deposited by the company with State Bank of India included in "Term Deposit as No-Lien Deposit" under "Other Bank Balances". The successful Resolution Applicant has deposited a total amount INR 3,74,34,286/- till 30th June 2024 towards working capital requirements. Further INR 12,22,22,200 has been infused by successful Resolution Applicant in April 2024 towards payment of 1st tranche as per proposed distribution to financial creditors, government dues, CIRP cost and operational creditors as per approved resolution plan.
- 6 (g) Pursuant to Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Requirements"), the Monitoring Committee of the Company, in terms of the approved Resolution Plan, has approved the appointment of Mr. Ajay Bikram Singh as Additional Director under the category of Chairman (Non-Executive Director), Mr. Sunil Kumar as Additional Director under the category of Whole Time Director (Executive Director), Mr. Ramesh Chandragiri Reddappa as Additional Director under the category of Whole Time Director (Executive Director), Mr. Deepak Kumar Gupta as Additional Director under the category of Independent Director (Non-Executive Director), Mr. Praveen Kumar Agarwal as Additional Director under the category of Independent Director (Non-Executive Director) and Mrs. Jyothi Thomas as Additional Director under the category of Women Independent Director (Non-Executive Director) with effect from 11th March, 2024.
- Pursuant to the constitution of the new Board of Directors w.e.f. 11.03.2024 in terms of the approved resolution plan by Hon'ble NCLT, Kolkata Bench, the previous Board shall stand dissolved, and the previous Directors be deemed to have vacated from their directorship of the company by virtue of the order dated 31.01.2024 passed by Hon'ble NCLT approving the resolution plan.
- 6 (h) As mentioned in the Approved Resolution Plan, the existing share capital of INR 15,79,05,000/- (Indian Rupees Fifteen Crores Seventy-Nine Lakhs Five Thousand Only) will be written off and a fresh equity infusion by the Resolution Applicant is to be made as per the Approved Resolution Plan and the Order of Hon'ble NCLT. The Corporate Debtor has commenced work on the requirement of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 (LODR Regulations) which is likely to be completed in this financial year.
- 6 (i) In compliance with the approved Resolution Plan and order from the Hon'ble National Company Law Tribunal, the accounting adjustments have been carried out related to extinguishment of liabilities / claims and write off of impaired and/or doubtful assets during the Financial Year ending 31.03.2024. The net impact of the same Rs 11793.06 lakhs has been transferred to the Capital Reserve Account as per the approved Resolution plan. The cancellation of existing share capital and infusion of new capital is in progress and its effect will be taken in accounts on finalisation. The above adjustments are subject to reversal in the event of non compliance with the terms of Resolution plan.
- 7 In terms of Ind AS-12, further Deferred Tax Assets (DTA) of INR 1,586.54 Lakhs is required to be recognized during the quarter. The Company has so far recognized DTA aggregating INR 4,572.98 Lakhs. Earlier recognitions were made based on future profitability and projections. The Company is of the opinion that net DTA of INR 4,572.98 Lakhs as recognized in the books is sufficient for future income and as such, the current quarter's DTA has not been recognized.
- 8 There has been delay in transferring amounts which are required to be transferred to the Investor Education and Protection Fund by the Company as the Manager's Cheque received for the balances held in dividend account on closure of all the bank accounts in HDFC to be deposited in the Investor Education and Protection Fund has been time barred during the period when the company was going through the CIRP. Hence the balances held in the said account for the year 2009 and 2010 are still shown under Bank Balances (Others) reported under Note No.8. Post CIRP and order issued by the Hon'ble NCLT, the Company under the new management is in process of transferring the unclaimed dividend to the Investor Education and Protection Fund to comply with the required provision of the Companies Act, 2013.
- 9 Rs. 392.59 Lakhs have been appropriated by few banks towards recovery of their overdue interest out of 'No Lien Term Deposit' with them towards 5% deposit of the amount outstanding against the offer of one-time settlement of their dues. The same has not been recognized by the company and no adjustment has been made and the principal amount of deposit is continued to be shown as 'No Lien Term Deposit' without accounting for interest accruals. Also no confirmation has been received from the said banks
- 10 Confirmation of bank balances of all bank accounts at Kolkata is under process of acquiring and reconciling.

For EASTERN SILK INDUSTRIES LTD
For and on behalf of the Board

Sunil Kumar

Sunil Kumar
DIN 09424480
Whole Time Director

Authorized Signatory



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

To
Board of Directors / The Monitoring Committee of
Eastern Silk Industries Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results of Eastern Silk Industries Limited for the period ended 30th June 2024 attached herewith, being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ('the Regulation').
2. The preparation of the statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, is the responsibility of the Company's Management and has been approved by the Board of Directors/ Monitoring Committee of the company. Our responsibility is to issue a report on these financial statements 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 financial statements are 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.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement except as stated hereunder-



Qualified Opinion

We draw attention to

- a) Note No. 6 to the Ind AS financial results which states that pursuant to an application made by Export Import Bank of India one of the financial creditors, the Hon'ble National Company Law Tribunal, Kolkata Bench ("Adjudicating Authority"), vide its order dated 31st January, 2024, approved the resolution plan dated 02.01.2023 and addendums dated 04.02.2023 and 25.02.2023 submitted by the Resolution Applicant Baumann Dekor Private Limited. As per the terms of Section 31 of the Code, the Approved Resolution Plan shall be binding on the Company, its employees, members, creditors and other stakeholders involved in the Resolution Plan.
- The above conditions indicate the existence of material uncertainty that may cast significant doubt about the company's ability to continue as a going concern. However, the financial statements of the company have been prepared on a going concern basis for the reason stated in Note No. 6 to the Ind AS Financial Results.
- b) Note No. 6 to the Ind AS financial results which states that In compliance with the approved Resolution Plan and order from the Hon'ble National Company law Tribunal, the accounting adjustments have been carried out related to extinguishment of liabilities / claims and write off of impaired and/or doubtful assets during the Financial Year ending 31.03.2024. The net impact of the same Rs 11793.06 lakhs has been transferred to the Capital Reserve Account as per the approved Resolution plan. The cancellation of existing share capital and infusion of new capital is in progress and its effect will be taken in accounts on finalisation. The above adjustments are subject to reversal in the event of non compliance with the terms of Resolution plan.
- c) Note No. 9 to the Ind AS financial results which states that Rs 392.59 Lakhs have been appropriated by few banks towards recovery of their overdue interest out of 'No Lien Term Deposit' with them towards 5% deposit of the amount outstanding against the offer of one-time settlement of their dues. The same has not been recognized by the company and no adjustment has been made and the principal amount of deposit is continued to be shown as 'No Lien Term Deposit' without accounting for interest accruals. Also, no confirmation has been received from the said banks.
- d) Note No. 10 to the Ind AS financial results which states that Confirmation of bank balances of all bank accounts at Kolkata is under process of acquiring and reconciling.



Emphasis of Matter

We draw attention to:

Note No. 7 to the Ind AS financial results which states that In terms of Ind AS-12, further Deferred Tax Assets (DTA) of INR 1586.54 Lakhs is required to be recognized during the quarter. The Company has so far recognized DTA aggregating INR 4,572.98 Lakhs. Earlier recognitions were made based on future profitability and projections. The Company is of the opinion that net DTA of INR 4,572.98 Lakhs as recognized in the books is sufficient for future income and as such, the current quarter's DTA has not been recognized.

Our opinion is not modified in this matter.

Other Matter

The Statement includes the results for the quarter ended March 31, 2024 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2024 and the published unaudited year-to-date figures up to the third quarter of the said financial year, which were subjected to a limited review by us, as required under the listing Regulations.

For **B. K. SHROFF & CO.**
Chartered Accountants
Firm Registration No.: 302166E



Place: Kolkata
Date: 12th August, 2024

L. K. Shroff

(L. K. Shroff)
Partner

Membership No.: 060742
UDIN: 24060742BKCMCV4460