

Regd. Office :
19, R. N. Mukherjee Road
Kolkata - 700 001 (India)
Phone : 033 4064 5731



Eastern Silk Industries Ltd.

CIN : L17226WB1946PLC013554

E-mail : sales@easternsilk.com / cs@easternsilk.com

Website : www.easternsilk.com

ESIL/22-23/303

February 13,2023

**To,
National Stock Exchange of India
Exchange Plaza,
Bandra Kurla Complex,
Mumbai 400 051**

Dear Sir/ Ma'am,

Sub: Clarification for the email dated February 10,2023

Ref: Your e-mail dated February 10,2023

We refer to your mail dated February 10,2023 on the captioned subject matter, regarding the submission of financials in Machine Readable Form / Legible copy. In this regard we would like to submit that, in compliance to the NSE circular no.: NSE/CML/2018/02 dated January 16, 2018 , on February 06, 2023 we have submitted the financial results in Machine Readable Form / Legible copy form only. Further, in response to your abovementioned email we hereby resubmitting the financial result of Eastern Silk Industries Limited for the quarter/period ended 31-Dec-2022, under the path as mentioned in the above mail.

We again reiterate herewith that no change has been made in the financial results submitted earlier to your good office on 6th February 2023, and this is just resubmission of the same financial results in machine readable form / legible copy as required by your captioned email.

Please take the above on record.

For, Eastern Silk Industries Limited (Under CIRP)

**RAHUL
JAISWAL**

Digitally signed by
RAHUL JAISWAL
Date: 2023.02.13
18:07:32 +05'30'

**Rahul Jaiswal
Company Secretary & Compliance Officer**

EASTERN SILK INDUSTRIES LTD.

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

Corporate Identity Number : L17226WB1946PLC013554

Phone : 033-40645731, Fax-033-22482486

Email : investors@easternsilk.com

Website: www.easternsilk.com

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2022

PREPARED IN COMPLIANCE WITH THE INDIAN ACCOUNTING STANDARDS (IND-AS)

(₹ in Lakhs)

Sl No.	Particulars	Quarter Ended			Nine Months Ended		Year Ended
		31/12/2022 (Unaudited)	30/09/2022 (Unaudited)	31/12/2021 (Unaudited)	31/12/2022 (Unaudited)	31/12/2021 (Unaudited)	31/03/2022 (Audited)
1	Revenue						
	a) Revenue from Operation	542.92	730.31	1,153.47	3,339.53	5,457.83	7,314.03
	b) Other income	31.34	29.20	45.44	86.32	103.77	144.29
	Total Income	574.26	759.51	1,198.91	3,425.85	5,561.60	7,458.32
2	Expenses						
	(a) Cost of materials consumed	131.18	487.85	581.91	1,073.46	2,361.23	2,627.78
	(b) Purchases of stock-in-trade	20.63	150.98	160.49	228.19	640.03	733.47
	(c) Changes in inventories of Finished Goods, Work-in- Progress and Stock-in-Trade	247.17	(168.33)	(50.72)	938.07	388.58	1,307.63
	(d) Employee benefit expenses	96.79	98.90	143.79	301.03	410.71	488.26
	(e) Finance cost	-	-	-	-	-	112.00
	(f) Depreciation & Amortization Expenses	71.61	66.98	99.39	226.08	298.12	402.00
	(g) Other Expenses	395.45	403.26	596.14	1,367.71	1,739.01	2,493.68
	Total expenses	962.83	1,039.64	1,531.00	4,134.54	5,837.68	8,144.82
3	Profit / (Loss) from operations before exceptional items (1-2)	(388.57)	(280.13)	(332.09)	(708.69)	(276.08)	(686.50)
4	Exceptional items	-	-	-	-	-	-
5	Profit / (Loss) from ordinary activities before tax (3+4)	(388.57)	(280.13)	(332.09)	(708.69)	(276.08)	(686.50)
6	Tax expenses						
	(a) Provision for taxation-Current	-	-	-	-	-	-
	(b) Income-tax for Earlier years	0.01	-	-	0.01	-	-
	(c) Provision for tax-Deferred	-	-	-	-	-	-
7	Net Profit / (Loss) for the period	(388.58)	(280.13)	(332.09)	(708.70)	(276.08)	(686.50)
8	Other Comprehensive Income (OCI)						
	(a) Item that will not be reclassified to Profit & Loss (Net of Tax)	0.32	(0.33)	(0.05)	(0.62)	0.72	26.83
	(b) Item that will be reclassified to Profit & Loss (Net of Tax)	-	-	-	-	-	-
9	Total Comprehensive Income (After tax)	(388.26)	(280.46)	(332.14)	(709.32)	(275.36)	(659.67)
10	Paid-up equity share capital (Face Value of each share- ₹ 2/-)	1,579.05	1,579.05	1,579.05	1,579.05	1,579.05	1,579.05
11	Earnings per share (of ₹2/-each) (not annualised):						
	(a) Basic	(0.49)	(0.35)	(0.42)	(0.90)	(0.35)	(0.87)
	(b) Diluted	(0.49)	(0.35)	(0.42)	(0.90)	(0.35)	(0.87)

For EASTERN SILK INDUSTRIES LTD.

MG. DIRECTOR

T. Mukherjee
(Signature)

Notes :

1. Pursuant to the application under section 7 of Insolvency and Bankruptcy Act, 2016 filed by Export-import Bank of India one of the Financial Creditors, being CP (IB) No 588/KB/2020, the National Company Law Tribunal (NCLT), Kolkata Bench, admitted the application vide order dated 10.06.2022 and directed to Initiate Corporate Insolvency Resolution Process (CIRP) against the Company. CA Anil Agarwal, (IBBI/IPA-001/IP-P00270/2017-18/10514) has been initially appointed as the Interim Resolution Professional (IRP). Upon commencement of CIRP, the powers of the Board of Directors of the Company stand suspended and management of the Company vest in the IRP/Resolution Professional (RP). Further as per order no. CP (IB) No 588/KB/2020 and IA (I.B.C)/713(KB) 2022 dated 29th July 2022 Mr. Anil Kohli has been appointed as Resolution Professional for the above matter.

2. Committee of Creditors (COC) have been constituted on 07th July, 2022 and the revised list of operational Creditors and unsecured financial Creditors updated on 11th January 2023 on the basis of collection of all claims by the IRP/RP.

The admitted claims of Secured Financial creditors as on above mentioned date is Rs. 8,93,90,99,403/- (including Interest). The admitted claims of Unsecured Financial Creditors as on above mentioned date is Rs. 40,68,13,000/-.


3. The meeting of Committee of Creditors, from the date of last reporting of the financial results, were held on 17th August 2022, 14th September 2022, 20th October 2022, 3rd November 2022, 1st December 2022, 3rd January 2023 and 30th January 2023 respectively for giving the update to COC regarding the CIRP proceedings along with taking up the other matters in terms of the applicable provisions of the code.

4. The Company's ability to continue as a going concern is dependent upon many factors including continued support from the financial creditors, operational creditors, customers and submission of viable resolution plan by the prospective Investor. Under the CIRP, a resolution plan needs to be presented to and approved by the COC and thereafter will need to be approved by the NCLT to keep the Company as going concern. In view of the opinion of the management, resolution and revival of the Company is possible in the foreseeable future. The IRP/RP is expected to make every endeavour to protect and preserve the value of the property of the corporate debtor and manage the operations of the corporate debtor as going concern. Accordingly, the financial statements of the company have been prepared on going concern basis.

5. 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. The IRP/RP has relied upon the assistance provided by the management and review of financial results and certifications, representations and statements made by management of the Company and taken on record the same only to the limited extent of discharging the powers of the management of the Company which has been conferred upon him in terms of the provisions of section 17 of the Insolvency and Bankruptcy Code, 2016. The Statutory Auditors of the Company have carried out limited review of these results and the results are being published in accordance Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015.

For EASTERN SALT INDUSTRIES LTD.


MG. DIRECTOR

Taken on Record


6. There shall be moratorium under section 14 of the Insolvency and Bankruptcy Code, 2016 till the completion of the CIRP or until the Adjudicating Authority approves the resolution plan under sub section (1) of section 31 of the IBC or pass an order for liquidation of Corporate Debtors under section 33 of the 18C, as the case may be. In view of Company's admission under CIRP all existing civil legal proceedings such as Goods and Services Tax, Income Tax, ESIC and EPF etc., will be kept in abeyance as moratorium u/s 14 of the Insolvency and Bankruptcy Code, 2016 is applicable on the Company till the conclusion of CIRP.

7. The Company has been categorised as Non-Performing Asset by the lender banks and majority of the Lender Banks stopped debiting Interest on their outstanding debts. Accordingly, the Company has not recognised Interest expense on the borrowings Including Inter Corporate Deposits. Total Interest not recognised by the company is Rs 7,516.73 lakhs till 31st Dec, 2022 as per management estimates.

8. 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".

9. 'No Lien Term Deposit' with the consortium bankers for Rs.2,400.00 Lakhs towards 5% deposit of the amount outstanding against the offer of one time settlement were made, of which Rs 392.59 Lakhs have been appropriated by few banks towards recovery of their overdue interest. The same has not been recognized by the company and no adjustment has been made and the principal amount of deposit of Rs.392.59 Lakhs is continued to be shown as 'No Lien Term Deposit' without accounting for interest accruals. In view of the arbitrary and unilateral decision of the Banks, no provision for interest accrued has been made in the Statement of Accounts.

10. The Promoters' shareholding remains encumbered in favour of the Lenders as per the terms/stipulation mentioned under CDR Scheme dated 4th Feb, 2012. However as on 20th August, 2014 the CDR Scheme has been withdrawn.

11. This statement has been prepared in accordance with the Companies (Indian Accounting Standard) Rules, 2015 (Ind AS) 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) Accounting Rules. 2016.

12. Provision aggregating to Rs. 5,977.61 Lakhs has been made against outstanding overdue export debtors of Rs.6,201.26 Lakhs. In the opinion of the management provision is adequate.

13. No Deferred Tax Asset on Losses for this current quarter has been recognised due to the uncertainty of profit in the coming years as per the market scenario.

14. There are no complaint pending at the beginning of the quarter and two complaint were received during the quarter. Accordingly, two complaints are pending at the end of quarter.

For EASTERN SILK INDUSTRIES LTD.

MR. DIRECTOR

Taken on Record
Date

15. Previous period/year's figures have been regrouped / rearranged wherever necessary to confirm to current period presentation.

Place:Kolkata
Date: 06.02. 2023

For EASTERN SILK INDUSTRIES
LTD. (company under CIRP)

For EASTERN SILK INDUSTRIES LTD

MG. DIRECTOR

Power

Sundeep Shah DIN-00484311
Suspended-Managing Director



Taken on Record by Mr. Anil Kohli
Resolution Professional of Eastern Silk Industries Ltd.
Registration Number- IBBI/IPA-001/IP-P00112/2017-18/10219