Regd. Office :
19, R. N. Mukherjee Road
Kolkata - 700 001 (India)
Phone : +91 33 2243 0817 (3 Lines)
Fax : +91 33 2248 2486

Eastern Silk Industries Ltd.

CIN : L17226WB1946PLC013554
Mailing Address : G. P. O. BOX No. 2174, Kolkata - 700 001
E-mail : sales@easternsilk.com • Web : www.easternsilk.com

ESIL/2021-22/085

August 14, 2021

National Stock Exchange of India Limited
"Exchange Plaza"
Bandra Kurla Complex
Bandra (E), Mumbai 400 051
NSE Symbol: EASTSILK

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

Dear Sir / Madam,

Sub: Outcome of Board Meeting held on 14th August, 2021

Please be informed that pursuant to Regulation 30 and other applicable provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 this is to inform you that a meeting of the Board of Directors of the Company was held today i.e. 14th August, 2021 and the following matters were transacted / noted:

1. Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed herewith copy of Un-audited Financial Results of the Company for the quarter ended 30th June, 2021 which has been approved by the Board of Directors at its meeting held today along with the Limited Review Report.

2. The Annual General Meeting to be held via Video Conferencing (VC) or Other Audio Video Means (OAVM) as on Wednesday, 8th September, 2021 at 11:00 A.M and accordingly notice of the 75th Annual General Meeting (AGM) of the Company has been finalised.

3. The date of Book Closure for the purpose of AGM will commence from 2nd of September, 2021 and will conclude on 8th of September, 2021.

4. Shri Sundeep Shah (DIN. 00484311), has been re-appointed as the Managing Director of the Company for a period of five years i.e. from 1st September 2021 to 31st August 2026 subject to the approval of shareholders' at the ensuing Annual General Meeting of the Company.

5. Miss Megha Shah (DIN. 07172597), has been re-appointed as the Executive Director for a period of three years i.e. from 1st September, 2021 to 31st August, 2024 subject to the approval of shareholders' at the ensuing Annual General Meeting of the Company.

6. The Board of Directors of the Company on recommendation of the Audit Committee, approved the appointment and remuneration of M/s. N. Radhakrishnan & Co., Cost Accountant, to conduct Cost Audit of the Company for the F.Y.2021-22. However in terms of Section 148 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, remuneration of the Cost Auditors is required to be ratified by the Members of the Company, which shall be done at the ensuing Annual General Meeting.

The meeting of the Board of Directors commenced at 11:00 A.M. and concluded at 1:50 P.M.

Thanking you,

Yours faithfully,

For **EASTERN SILK INDUSTRIES LIMITED**
For EASTERN SILK INDUSTRIES LTD.

Mahesh

Mahesh Jhawar
Company Secretary
Company Secretary
Encl: as above

EASTERN SILK INDUSTRIES LTD.

Regd. Office: 19, R.N. MUKHERJEE ROAD, KOLKATA- 700 001
Corporate Identity Number : L17226WB1946PLC013554
Phone : 033-22430817, Fax-033-22482486
Email :investors@easternsilk.com Website:www.easternsilk.com

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2021
PREPARED IN COMPLIANCE WITH THE INDIAN ACCOUNTING STANDARDS(IND-AS)

(₹ in Lakhs)

Sl No.	Particulars	Quarter Ended			Year Ended
		30/06/2021 (Unaudited)	31/03/2021 (Audited)	30/06/2020 (Unaudited)	31/03/2021 (Audited)
1	**Revenue**				
	a) Revenue from Operation	2,431.79	2,781.97	583.75	9,066.51
	b) Other income	23.74	37.99	18.74	125.38
	Total Revenue	2,455.53	2,819.96	602.49	9,191.89
2	**Expenses**				
	(a) Cost of materials consumed	1,012.19	484.15	243.68	3,375.06
	(b) Purchases of stock-in-trade	50.29	443.95	95.80	1,159.77
	(c) Changes in inventories of Finished Goods,Work-in- Progress and Stock-in-Trade	579.06	1,036.33	63.41	1,167.21
	(d) Employee benefit expenses	114.49	126.25	42.32	435.52
	(e) Finance cost	-	112.00	-	112.00
	(f) Depreciation	99.43	125.03	136.15	475.85
	(g)Other Expenses	551.18	874.08	269.18	2,361.95
	Total expenses	2,406.64	3,201.79	850.54	9,087.36
3	**Profit / (Loss) from operations before exceptional items (1-2)**	**48.89**	**(381.83)**	**(248.05)**	**104.53**
4	Exceptional items	-	-	-	-
5	**Profit / (Loss) from ordinary activities before tax (3+4)**	**48.89**	**(381.83)**	**(248.05)**	**104.53**
6	**Tax expenses**				
	(a) Provision for taxation-Current	-	-	-	-
	(b) Income-tax for Earlier years	-	-	0.06	0.06
	(c) Provision for tax-Deferred	-	-	-	-
7	**Net Profit / (Loss) for the period**	**48.89**	**(381.83)**	**(248.11)**	**104.47**
8	**Other Comprehensive Income (OCI)**				
	(a) Item that will not be reclassified to Profit & Loss (Net of Tax)	0.21	(6.68)	0.33	(5.36)
	(b) Item that will be reclassified to Profit & Loss (Net of Tax)	-	-	-	-
9	**Total Comprehensive Income(After tax)**	**49.10**	**(388.51)**	**(247.78)**	**99.11**
10	Paid-up equity share capital	1,579.05	1,579.05	1,579.05	1,579.05
	(Face Value of each share- ₹ 2/-)				
11	**Earnings per share**				
	(of ₹2/-each) (not annualized):				
	(a) Basic	0.06	(0.49)	(0.31)	0.13
	(b) Diluted	0.06	(0.49)	(0.31)	0.13

For EASTERN SILK INDUSTRIES LTD.

MG. DIRECTOR

Notes :

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	Out of the 11(Eleven) Consortium members, the Company have already settled with 4(four) banks/financial Institutions on One Time Settlement (OTS) basis and entered into a settlement arrangement through ARC's for 6(Six) banks/financial Institutions and efforts are going on and the Company is hopeful to arrive at the settlement arrangement soon with the remaining financial institution. In view of the above no provision in respect of interest payable, amounting to ₹ 3,908.49 Lakhs, to the remaining financial institution for the period April'2014 to June'2021, as the management is hopeful of substantial relief on
3	'No Lien Term Deposit' with the consortium bankers for ` 2,400.00 Lakhs towards 5% deposit of the amount outstanding against the offer of one time settlement were made, of which ` 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 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.
4	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.
5	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.
6	Pursuant to Section 7 of the Insolvency & Bankruptcy Code, 2016 ("Code"), the Financial Creditors i.e. Edelweiss Asset Reconstruction Company Limited, ASREC (India) Ltd. and Export-Import Bank of India respectively filed applications to the Hon'ble National Company Law Tribunal, Kolkata Bench against the Company for recovery of their outstanding dues but none of the applications have been admitted till date by the Hon'ble NCLT, Kolkata Bench and Corporate Insolvency Resolution ("CIR") Process in respect of the Corporate Debtor i.e. Eastern Silk Industries Limited ("the Company") under the provisions of the said Insolvency and Bankruptcy Code, 2016 have not yet commenced.
7	In terms of the Settlement Arrangement arrived with the ARC's, the Company failed to meet certain scheduled payment of Installments within the stipulated time. However, the management is continuously discussing the present position of the Company with the ARC's for waiver of interest. Consequently, provision for interest amounting to R`s 1,319.82 lakhs for the period up to 30th June 2021 has not been made in the books of accounts.
8	Provision aggregating to R`s 5,977.61 Lakhs has been made against outstanding overdue export debtors of ` 6,011.66 Lakhs. In the opinion of the management provision is adequate.
9	Impact on COVID 19 Pandemic The Covid-19 outbreak was declared a global pandemic by World Health Organization & affected world economy as well as Indian economy. On account of continues volatility in financial markets the company has considered various factors for determining the impact on various elements of financial statement. In assessing the recoverability of carrying amounts of its financial assets and fair value of its Property, Plant & Equipment's, the Company has considered internal and external sources of information, including credit reports, economic forecasts and industry reports up to the date of approval of these financial results. The Company has performed sensitivity analysis on the assumptions used and based on current indicators of future economic conditions. The Company expects to recover the carrying amount of these assets. However, the eventual outcome of impact of the global health pandemic may be different from those estimated as on the date of approval of these financial results and the Company will continue to monitor any material changes to the future economic conditions. The company has developed estimated and applied management overlays for the purpose of determination of the provision for impairment of its financial assets and of its Property, Plant & Equipment's in future.
10	The above results have been reviewed by the Audit Committee and thereafter approved by the Board of Directors at their meeting held on 14th August, 2021. The Statutory Auditors of the Company have carried out review of these results and the results are being published in accordance with Regulation 33 of the SEBI (Listing Obligations & Disclosure Requirements) Regulation, 2015.
11	No Deferred Tax Asset on Losses for this current quarter has been recognized due to the uncertainty of profit in the coming years as per the market scenario.
12	There are no complaints pending both at the beginning and end of quarter.
13	The figures for the quarter ended March 31, 2021 are the balancing figures between the audited figures in respect of the full financial year and the year to date figures up to the end of the third quarter of the financial year which are subject to limited review.
14	Previous period/year's figures have been regrouped / rearranged wherever necessary to confirm to current period

For EASTERN SILK INDUSTRIES LTD.

Place : Kolkata
Date : 14th August, 2021

MG. DIRECTOR

For EASTERN SILK INDUSTRIES LTD.
SUNDEEP SHAH
DIN 00484311
Chairman & Managing Director

SURESH KUMAR MITTAL & CO.
CHARTERED ACCOUNTANTS

60, 1st Floor, Pocket H-3,
Sector-18, Rohini, DELHI - 110085.
Mobile : 9871411946
E-mail : sureshkmittal@gmail.com

Independent Auditors Limited Review Report on Unaudited Quarterly Financial Results of Eastern Silk Industries Limited under Regulation 33 of the SEBI (Listing obligations and Disclosure Requirements) Regulation 2015, as amended.

Review report to
The Board of Directors of
Eastern Silk Industries Limited

1. We have reviewed the accompanying statement of Unaudited financial results of Eastern Silk Industries Limited ("the Company") for the quarter ended 30th June, 2021 ("the Statement"), attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulation2015, as amended.

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 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(s). 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. **Emphasis of Matter**
We draw attention to the followings matters: -

a) Note 2 to the Statement which states that the company has not provided interest on borrowings from banks/financial institutions amounting to Rs.3,908.49 lakhs for the period April, 2014 to June, 2021.

b) Note 3 to the Statement which states that the interest accruals on No Lien Term Deposits have not been accounted.

Suresh Kumar Mittal & Co. Chartered Accountants

SURESH KUMAR MITTAL & CO.
CHARTERED ACCOUNTANTS

60, 1st Floor, Pocket H-3,
Sector-18, Rohini, DELHI - 110085.
Mobile : 9871411946
E-mail : sureshkmittal@gmail.com

c) Note 7 to the Statement which states that the company has not provided interest on borrowings from ARC's amounting to Rs. 1,319.82 lakhs for the period up to 30th June 2021.

d) Note 8 to the Statement which states that the Provision aggregating to Rs.5,977.61 lakhs has been made against outstanding overdue export debtors of Rs.6,011.66 lakhs. We are unable to express any opinion, on correctness and/ or adequacy of the provision made.

e) Note 9 to the Statement which describes the management's assessment of the impact of uncertainties related to COVID 19 pandemic and its consequential effects on the business operations of the Company.

Our conclusion on the statement is not modified in respect of the above stated matters.

5. 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 resultsprepared 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.

6. The Statement includes the results for the quarter ended March 31, 2021 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2021 and the published unaudited year-to-date figures up to the third quarter of that financial year, which were subjected to a limited review by us.

For SURESH KUMAR MITTAL & CO.
Chartered Accountants
Firm Registration No 500063N

Place: Kolkata
Date:14th August, 2021
UDIN: 21522561AAAABA1240

(RASHI GOSWAMI)
PARTNER
Membership Number:522561

Suresh Kumar Mittal & Co. ★ Chartered Accountants ★