

INDEPENDENT AUDITORS' REVIEW REPORT
FOR THE QUARTER ENDED 30TH JUNE, 2020

To
Board of Directors of
Eastern Silk Industries Limited

1. We have reviewed the accompanying Unaudited Financial results of Eastern Silk Industries Limited ("the Company") for the quarter ended 30th June, 2020 ("the Statement"), attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI(Listing Obligations and Disclosures Requirements) Regulations, 2015 read with SEBI Circular no. CIR/CFD/CMD1/44/2019 dated 29th March, 2019 ("the Circular").
2. The preparation of the statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, "Interim financial Reporting" (Ind AS 34) under section 133 of the Companies Act, 2013 read with relevant rules issued there under is the responsibility of the company's management and has been approved by the Board of Directors of the company. Our responsibility is to express a conclusion 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 Auditors 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(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. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down the applicable Indian Accounting Standards ('Ind AS') prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued there under 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 Disclosures Requirements) Regulations, 2015 read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. **Emphasis of Matter**
We draw attention to the followings matters:-
 - i) Note No. 2 to the Statement which states the company has not provided interest to Lenders amounting to Rs. 3,369.34 Lakhs for the period April, 2014 to June, 2020.



- ii) Note No. 3 to the Statement which states that the interest accruals on No Lien Term Deposit have not been accounted.
- iii) Note No. 7 to the Statement which states that the company has not provided interest on borrowings from ARC's amounting to Rs 758.94 Lakhs for the period up to 30th June, 2020.
- iv) Note No. 8 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
- v) Provision aggregating Rs. 5,977.61 Lakhs has been made against outstanding overdue export debtors of Rs. 6,149.77 Lakhs. We are unable to express any opinion, on correctness and / or adequacy of the provision made.

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

6. Other Matter

The figures for the three months ended 31st March, 2020 as reported in the Statement are the balancing figures between audited figures in respect of the full financial year ended on 31st March, 2020 and the published unaudited year to date figures up to the third quarter i.e. 31st December, 2019 of the previous financial year. The figures up to the end of the third quarter of previous financial year had only been reviewed by us and not subjected to audit.

Place: Kolkata
Date : 29th August, 2020



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

Rashi Goswami
(RASHI GOSWAMI)
PARTNER

Membership Number: 522561
UDIN: 20522561AAAA BAI451