

GARDEN SILK MILLS LIMITED

Date: 8th November, 2014

Department of Corporate Services,
Bombay Stock Exchange Ltd.,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai 400001
Scrip Code: 500155
Fax No. 2272 2037 / 2272 3719

National Stock Exchange of India Ltd.
"Exchange Plaza",
Bandra Kurla Complex,
Bandra (East),
Mumbai 400051
Stock Code: GARDENSILK(EQ)
Fax : 2659 8237/38, 26598347/48

Sub: Unaudited Financial Results

Dear Sir,

We refer to our earlier letter dated 30th October, 2014 on the captioned subject.

The Board of Directors of the Company at its meeting held on Saturday, 8th November, 2014 approved the Consolidated Financial Results of the Company for the quarter and six months ended 30th September, 2014. In compliance to Clause 41 of the Listing Agreement, we are pleased to enclose herewith a copy of the same for your record.

The Statutory Auditors of the Company have carried out a Limited Review for the said results and a copy of the limited review report issued by them is enclosed herewith.

The said results will be published in the Newspaper as required by the above guidelines.

Please take the same on your record.

Thanking you,

Yours faithfully,

For Garden Silk Mills Limited


Kamlesh B. Vyas
Company Secretary



Encl.: As above

Copy to
Ahmedabad Stock Exchange Ltd.,
Kamdheni Complex, 1st Floor,
Opp. Sahajanand College,
Panjarapole, Ahmedabad 380015.
Stock Code: 18350
Fax : (079) 2630 8877

*Garden**



GARDEN SILK MILLS LTD

Regd. Office: Tulsi Krupa Arcade, 1st Floor, Near Aai Mata Chowk, Puna-Kumbharia Road, Dumbhal, Surat 395010

CIN: L17111GJ1979PLC003463; Website: www.gardenvareli.com

Tel.No. (0261) 2311197, 2311615 Fax : (0261) 2311029

Designer of Yarns, Weaves and Prints

PART I: Unaudited Consolidated Financial Results for the Quarter and Six Months ended 30-09-2014

Particulars	Three Months Ended			Six Months Ended		(Rs. in Lacs)
	30-09-2014	30-06-2014	30-09-2013	30-09-2014	30-09-2013	Year Ended
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1 Income from Operations						
Gross Sales/Income from operations	75,856.62	76,524.69	76,957.88	152,381.31	163,869.82	333,056.20
Less: Excise Duty on Sales	5,086.55	5,790.98	6,173.80	10,877.53	12,814.63	26,393.75
Total Income from Operations (Net)	70,770.07	70,733.71	70,784.08	141,503.78	151,055.19	306,662.45
2 Expenses						
(a) Cost of materials consumed	52,698.80	50,318.53	61,418.55	103,017.33	116,936.85	232,473.38
(b) Purchases of stock-in-trade	2,100.72	905.47	389.05	3,006.19	793.96	1,475.37
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(3,238.29)	1,019.41	(11,622.12)	(2,218.88)	(2,516.37)	9,467.81
(d) Employee benefits expense	3,186.29	2,401.00	2,304.06	5,587.29	4,341.27	8,597.39
(e) Depreciation and amortisation expense	1,832.65	2,645.35	2,303.25	4,478.00	4,584.70	9,236.58
(f) Other expenses	12,854.01	12,490.90	13,655.36	25,344.91	26,225.24	49,444.62
Total Expenses	69,434.18	69,780.66	68,448.15	139,214.84	150,365.65	310,695.15
3 Profit/(Loss) from Operations before other income and finance costs (1-2)	1,335.89	953.05	2,335.93	2,288.94	689.54	(4,032.70)
4 Other Income	82.61	249.93	137.94	332.54	260.54	1,464.78
5 Profit/(Loss) from ordinary activities before finance costs (3+4)	1,418.50	1,202.98	2,473.87	2,621.48	950.08	(2,567.92)
6 Finance Costs	4,533.97	4,476.38	3,871.71	9,010.35	7,707.96	15,821.87
7 Profit/(Loss) from ordinary activities before Tax (5+6)	(3,115.47)	(3,273.40)	(1,397.84)	(6,388.87)	(6,757.88)	(18,389.79)
8 Tax (expenses)/credit						
- Current Tax	0.00	0.00	0.00	0.00	0.00	0.00
- Deferred Tax	0.00	0.00	(453.72)	0.00	(2,194.52)	(3,730.42)
- Tax in respect of earlier years	0.00	0.00	0.00	0.00	0.00	(214.60)
9 Net Profit/(Loss) for the period (7+8)	(3,115.47)	(3,273.40)	(944.12)	(6,388.87)	(4,563.36)	(14,444.77)
10 Paid-up Equity Share Capital (Face Value - Rs.10/- per share)	4,013.27	4,013.27	3829.06	4,013.27	3829.06	4,013.27
11 Reserves excluding Revaluation Reserves	--	--	--	--	--	21,850.00
12 Earnings per share (of Rs.10/- each) Basic and Diluted (in Rs.)(Not Annualised)	(7.76)	(8.16)	(2.47)	(15.92)	(11.92)	(37.66)

PART II: Select information for the quarter and six months ended 30-09-2014

A PARTICULARS OF SHAREHOLDING						
1 Public shareholding						
- Number of Shares	17526395	16991395	16379789	17526395	16379789	16436395
- Percentage of shareholding	43.67	42.34	42.78	43.67	42.78	40.96
2 Promoters and Promoter Group Shareholding						
a) Pledged/Encumbered						
- Number of Shares	0	0	0	0	0	0
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	0.00	0.00	0.00	0.00	0.00	0.00
- Percentage of shares (as a % of the total share capital of the company)	0.00	0.00	0.00	0.00	0.00	0.00
b) Non-Encumbered						
- Number of Shares	22606270	23141270	21910771	22606270	21910771	23696270
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00	100.00	100.00	100.00
- Percentage of shares (as a % of the total share capital of the company)	56.33	57.66	57.22	56.33	57.22	59.04
B INVESTORS' COMPLAINTS	3 months ended 30-09-2014					
Pending at the beginning of the Quarter	0					
Received during the Quarter	71					
Disposed of during the Quarter	71					
Remaining unresolved at the end of the Quarter	0					



Consolidated Statement of Assets and Liabilities as at 30-09-2014

(Rs in Lacs)

	Particulars	As at 30-09-2014 (Unaudited)	As at 31-03-2014 (Audited)
A	EQUITY AND LIABILITIES		
1	Shareholders' Funds		
	(a) Share Capital	4,013.27	4,013.27
	(b) Share Capital (Other than Equity)	148.71	148.71
	(c) Reserves and Surplus	15,188.20	21,850.00
	Sub-total - Shareholders' Funds	19,350.18	26,011.98
2	Non-Current Liabilities		
	(a) Long-Term Borrowings	113,743.34	118,886.68
	(b) Deferred tax liabilities (Net)	0.00	0.00
	(c) Other Long-Term Liabilities	707.51	758.87
	(d) Long-Term Provisions	560.21	529.53
	Sub-total - Non-Current Liabilities	115,011.06	120,175.08
3	Current Liabilities		
	(a) Short-Term Borrowings	19,977.69	6,419.65
	(b) Trade Payables	36,539.56	35,867.96
	(c) Other Current Liabilities	18,238.49	13,349.14
	(d) Short-Term Provisions	1,303.65	947.32
	Sub-total - Current Liabilities	76,059.39	56,584.07
	TOTAL - EQUITY AND LIABILITIES	210,420.63	202,771.13
B	ASSETS		
1	Non-Current Assets		
	(a) Fixed assets (Includes Capital work-in-Progress)	125,373.74	128,851.42
	(b) Non-Current Investments	1,357.08	1,357.02
	(c) Long-Term Loans and Advances (Includes Capital Advances)	4,820.93	6,590.42
	Sub-total - Non-Current Assets	131,551.75	136,798.86
2	Current Assets		
	(a) Current Investment	2,159.42	0.00
	(b) Inventories	40,371.11	32,007.01
	(c) Trade Receivables	17,486.77	14,602.75
	(d) Cash and Cash Equivalents	2,825.29	3,197.35
	(e) Short-Term Loans and Advances	13,623.68	14,654.82
	(f) Other Current Assets	2,402.61	1,510.34
	Sub-total - Current Assets	78,868.88	65,972.27
	TOTAL - ASSETS	210,420.63	202,771.13



Notes:

- 1 The figures for the corresponding previous period have been reworked / regrouped wherever necessary, to make them comparable.
- 2 a. During the quarter, the Company has set up a Wholly Owned Subsidiary, namely GAIA International F.Z.E., at Dubai (UAE).
- b. The Company has opted to publish Consolidated Financial Results which are reviewed and recommended by the Audit Committee and approved by the Board of Directors at its meeting held on 8th November, 2014. The Statutory Auditors of the Company have carried out a limited review of the Company's financial results for the quarter ended 30th September, 2014.
- c. Key numbers of Standalone Financial Results of the Company are as under:

Particulars	Three Months Ended			Six Months Ended		(Rs. in Lacs)
	30-09-2014	30-06-2014	30-09-2013	30-09-2014	30-09-2013	Year Ended
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Total Operating Income	70,770.07	70,733.71	70,784.08	141,503.78	151,055.19	306,662.45
Profit / (Loss) before Tax	(3,103.53)	(3,273.40)	(1,397.84)	(6,376.93)	(6,757.88)	(18,389.79)
Net Profit / (Loss) after Tax	(3,103.53)	(3,273.40)	(944.12)	(6,376.93)	(4,563.36)	(14,444.77)

Note: The standalone unaudited financial results of the Company for the above mentioned periods are available on Company's and Stock Exchanges' websites.

- 3 The Company does not have any Exceptional or Extraordinary item to report for the above periods.
- 4 The Company has unabsorbed depreciation & carried forward losses under Tax laws. In absence of virtual certainty of sufficient future taxable income, net deferred tax assets has not been recognized by way of prudence in accordance with Accounting Standard (AS) 22 – "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India.
- 5 Pursuant to the enactment of the Companies Act, 2013, (the 'Act'), the Company has, effective 1st April, 2014, reviewed and revised the estimated useful lives of its fixed assets, generally in accordance with the provisions of Schedule II to the Act. As a result, the depreciation charge for the quarter ended 30th September, 2014, is lower by Rs.616.47 Lacs. Further, in line with the transitional provision specified in Schedule II, an amount of Rs.272.93 Lacs has been recognised in the opening balance of Retained Earnings.
- 6 As the Company's business activity falls within a single primary business segment viz. 'Textiles', the disclosure requirement of Accounting Standards (AS) 17 on "Segment Reporting" notified by the Company (Accounting Standards) Rules, 2006 are not applicable.
- 7 During the quarter, the Company continued to exercise the option under paragraph 46A of Accounting Standard 11 relating to "The effects of changes in Foreign Exchange Rates" as notified by the Ministry of Corporate Affairs on 29th December, 2011. Consequently, the Foreign Exchange Loss incurred on Long Term Foreign Currency Monetary Items amounting to Rs.51.11 Lacs for the quarter ended 30th September, 2014 has been capitalised and added to the cost of depreciable respective fixed assets. Total amount capitalised upto 30th September, 2014 is Rs.1575.98 Lacs and out of which Rs.1372.46 Lacs remains unamortized as at 30th September, 2014.

For and on behalf of the Board

Praful A. Shah

Praful A. Shah

Chairman & Managing Director

DIN: 00218143



Place: Mumbai

Date: 8th November, 2014



GARDEN SILK MILLS LTD

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Designer of Yarns, Weaves and Prints

PART I: Unaudited Standalone Financial Results for the Quarter and Six Months ended 30-09-2014

Particulars	Three Months Ended			Six Months Ended		(Rs. in Lacs)
	30-09-2014	30-06-2014	30-09-2013	30-09-2014	30-09-2013	Year Ended
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	31-03-2014
1 Income from Operations						
Gross Sales/Income from operations	75,856.62	76,524.69	76,957.88	152,381.31	163,869.82	333,056.20
Less: Excise Duty on Sales	5,086.55	5,790.98	6,173.80	10,877.53	12,814.63	26,393.75
Total Income from Operations (Net)	70,770.07	70,733.71	70,784.08	141,503.78	151,055.19	306,662.45
2 Expenses						
(a) Cost of materials consumed	52,698.80	50,318.53	61,418.55	103,017.33	116,936.85	232,473.38
(b) Purchases of stock-in-trade	2,100.72	905.47	389.05	3,006.19	793.96	1,475.37
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(3,238.29)	1,019.41	(11,622.12)	(2,218.88)	(2,516.37)	9,467.81
(d) Employee benefits expense	3,186.29	2,401.00	2,304.06	5,587.29	4,341.27	8,597.39
(e) Depreciation and amortisation expense	1,832.65	2,645.35	2,303.25	4,478.00	4,584.70	9,236.58
(f) Other expenses	12,841.71	12,490.90	13,655.36	25,332.61	26,225.24	49,444.62
Total Expenses	69,421.88	69,780.66	68,448.15	139,202.54	150,365.65	310,695.15
3 Profit/(Loss) from Operations before other income and finance costs (1-2)	1,348.19	953.05	2,335.93	2,301.24	689.54	(4,032.70)
4 Other Income	82.61	249.93	137.94	332.54	260.54	1,464.78
5 Profit/(Loss) from ordinary activities before finance costs (3+4)	1,430.80	1,202.98	2,473.87	2,633.78	950.08	(2,567.92)
6 Finance Costs	4,534.33	4,476.38	3,871.71	9,010.71	7,707.96	15,821.87
7 Profit/(Loss) from ordinary activities before Tax (5+6)	(3,103.53)	(3,273.40)	(1,397.84)	(6,376.93)	(6,757.88)	(18,389.79)
8 Tax (expenses)/credit						
- Current Tax	0.00	0.00	0.00	0.00	0.00	0.00
- Deferred Tax	0.00	0.00	(453.72)	0.00	(2,194.52)	(3,730.42)
- Tax in respect of earlier years	0.00	0.00	0.00	0.00	0.00	(214.60)
9 Net Profit/(Loss) for the period (7+8)	(3,103.53)	(3,273.40)	(944.12)	(6,376.93)	(4,563.36)	(14,444.77)
10 Paid-up Equity Share Capital (Face Value - Rs.10/- per share)	4,013.27	4,013.27	3829.06	4,013.27	3829.06	4,013.27
11 Reserves excluding Revaluation Reserves	--	--	--	--	--	21,850.00
12 Earnings per share (of Rs.10/- each) Basic and Diluted (in Rs.)(Not Annualised)	(7.73)	(8.16)	(2.47)	(15.89)	(11.92)	(37.66)

PART II: Select information for the quarter and six months ended 30-09-2014

A PARTICULARS OF SHAREHOLDING						
1 Public shareholding						
- Number of Shares	17526395	16991395	16379789	17526395	16379789	16436395
- Percentage of shareholding	43.67	42.34	42.78	43.67	42.78	40.96
2 Promoters and Promoter Group Shareholding						
a) Pledged/Encumbered						
- Number of Shares	0	0	0	0	0	0
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	0.00	0.00	0.00	0.00	0.00	0.00
- Percentage of shares (as a % of the total share capital of the company)	0.00	0.00	0.00	0.00	0.00	0.00
b) Non-Encumbered						
- Number of Shares	22606270	23141270	21910771	22606270	21910771	23696270
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00	100.00	100.00	100.00
- Percentage of shares (as a % of the total share capital of the company)	56.33	57.66	57.22	56.33	57.22	59.04
B INVESTORS' COMPLAINTS	3 months ended 30-09-2014					
Pending at the beginning of the Quarter	0					
Received during the Quarter	71					
Disposed of during the Quarter	71					
Remaining unresolved at the end of the Quarter	0					

Standalone Statement of Assets and Liabilities as at 30-09-2014

(Rs in Lacs)

	Particulars	As at 30-09-2014 (Unaudited)	As at 31-03-2014 (Audited)
A	EQUITY AND LIABILITIES		
1	Shareholders' Funds		
	(a) Share Capital	4,013.27	4,013.27
	(b) Share Capital (Other than Equity)	148.71	148.71
	(b) Reserves and Surplus	15,200.15	21,850.00
	Sub-total - Shareholders' Funds	19,362.13	26,011.98
2	Non-Current Liabilities		
	(a) Long-Term Borrowings	113,743.34	118,886.68
	(b) Deferred tax liabilities (Net)	0.00	0.00
	(c) Other Long-Term Liabilities	707.51	758.87
	(d) Long-Term Provisions	560.21	529.53
	Sub-total - Non-Current Liabilities	115,011.06	120,175.08
3	Current Liabilities		
	(a) Short-Term Borrowings	19,977.69	6,419.65
	(b) Trade Payables	36,539.56	35,867.96
	(c) Other Current Liabilities	18,238.49	13,349.14
	(d) Short-Term Provisions	1,303.65	947.32
	Sub-total - Current Liabilities	76,059.39	56,584.07
	TOTAL - EQUITY AND LIABILITIES	210,432.58	202,771.13
B	ASSETS		
1	Non-Current Assets		
	(a) Fixed assets (Includes Capital work-in-Progress)	125,373.74	128,851.42
	(b) Non-Current Investments	1,387.34	1,357.02
	(c) Long-Term Loans and Advances (Includes Capital Advances)	4,820.93	6,590.42
	Sub-total - Non-Current Assets	131,582.01	136,798.86
2	Current Assets		
	(a) Current Investment	2,159.42	0.00
	(b) Inventories	40,371.11	32,007.01
	(c) Trade Receivables	17,486.77	14,602.75
	(d) Cash and Cash Equivalents	2,794.45	3,197.35
	(d) Short-Term Loans and Advances	13,636.21	14,654.82
	(e) Other Current Assets	2,402.61	1,510.34
	Sub-total - Current Assets	78,850.57	65,972.27
	TOTAL - ASSETS	210,432.58	202,771.13

Notes:

- 1 The figures for the corresponding previous period have been reworked / regrouped wherever necessary, to make them comparable.
- 2 a. During the quarter, the Company has set up a Wholly Owned Subsidiary, namely GAIA International F.Z.E., at Dubai (UAE).
- b. The Company has opted to publish Consolidated Financial Results which are reviewed and recommended by the Audit Committee and approved by the Board of Directors at its meeting held on 8th November, 2014. The Statutory Auditors of the Company have carried out a limited review of the Company's financial results for the quarter ended 30th September, 2014.
- c. Key numbers of Standalone Financial Results of the Company are as under:

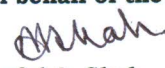
(Rs. in Lacs)

Particulars	Three Months Ended			Six Months Ended		Year Ended
	30-09-2014	30-06-2014	30-09-2013	30-09-2014	30-09-2013	31-03-2014
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Total Operating Income	70,770.07	70,733.71	70,784.08	141,503.78	151,055.19	306,662.45
Profit / (Loss) before Tax	(3,103.53)	(3,273.40)	(1,397.84)	(6,376.93)	(6,757.88)	(18,389.79)
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Note: The standalone unaudited financial results of the Company for the above mentioned periods are available on Company's and Stock Exchanges' websites.

- 3 The Company does not have any Exceptional or Extraordinary item to report for the above periods.
- 4 The Company has unabsorbed depreciation & carried forward losses under Tax laws. In absence of virtual certainty of sufficient future taxable income, net deferred tax assets has not been recognized by way of prudence in accordance with Accounting Standard (AS) 22 – "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India.
- 5 Pursuant to the enactment of the Companies Act, 2013, (the 'Act'), the Company has, effective 1st April, 2014, reviewed and revised the estimated useful lives of its fixed assets, generally in accordance with the provisions of Schedule II to the Act. As a result, the depreciation charge for the quarter ended 30th September, 2014, is lower by Rs.616.47 Lacs. Further, in line with the transitional provision specified in Schedule II, an amount of Rs.272.93 Lacs has been recognised in the opening balance of Retained Earnings.
- 6 As the Company's business activity falls within a single primary business segment viz. 'Textiles', the disclosure requirement of Accounting Standards (AS) 17 on "Segment Reporting" notified by the Company (Accounting Standards) Rules, 2006 are not applicable.
- 7 During the quarter, the Company continued to exercise the option under paragraph 46A of Accounting Standard 11 relating to "The effects of changes in Foreign Exchange Rates" as notified by the Ministry of Corporate Affairs on 29th December, 2011. Consequently, the Foreign Exchange Loss incurred on Long Term Foreign Currency Monetary Items amounting to Rs.51.11 Lacs for the quarter ended 30th September, 2014 has been capitalised and added to the cost of depreciable respective fixed assets. Total amount capitalised upto 30th September, 2014 is Rs.1575.98 Lacs and out of which Rs.1372.46 Lacs remains unamortized as at 30th September, 2014.

For and on behalf of the Board


Praful A. Shah
Chairman & Managing Director
DIN: 00218143
Place: Mumbai**Date: 8th November, 2014**

NATVARLAL VEPARI & CO.

Chartered Accountants

PAN : AADFN5448E

1st Floor, River Palace-II, Near Naydi Ovara, Nanpura, Surat 395 001. | www.vepari.com
Tel. : +91 261 305 7777, 246 5585 | Fax : +91 261 399 5511 | E-mail : vepari@youtele.com

We have reviewed the accompanying statement of consolidated un-audited financial results of **Garden Silk Mills Limited**, Tulsi Krupa Arcade, 1st floor, Near Aai Mata Chowk, Puna-Kumbharia Road, Dumbhal, Surat-395010 and its subsidiary for the period **1st July, 2014 to 30th September, 2014** except for the disclosures regarding 'Public Shareholding' and Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. This statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400, *Engagements to Review Financial Statements* 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 provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

We have not reviewed the Financial Statements of a subsidiary Company included in the Consolidated Financial results, whose interim financial statements reflect total assets of Rs. 30.84 lacs as on 30th September, 2014, as well as the total loss of Rs. 11.95 lacs for the three months ended 30th September, 2014. These Financial Statements produced are based on the certificate provided by the management.



Based on our review conducted as above and explanation given to us, nothing has come to our notice that causes us to believe that the accompanying statement of un-audited financial result, prepared in accordance with the Accounting Standards(specified under the Companies Act, 1956, which are deemed to be applicable as per section 133 of the Companies Act, 2013, read with rule 7 of the Companies (Accounts) Rules 2014) and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement. Based on the explanations given to us, the Company shall undertake assessment for impairment of its other assets as per Accounting Standard – 28 issued by the Institute of Chartered Accountants of India at the time of preparation of year-end financial statements.

Place: Surat

Date: 8th November, 2014



For Natvarlal Vepari & Co.

Chartered Accountants

Firm Registration No. 123626W

R. N. Vepari

Partner

Membership No.: 6728



GARDEN SILK MILLS LTD

Regd. Office: Tulsi Krupa Arcade, 1st Floor, Near Aai Mata Chowk, Puna-Kumbharia Road, Dumbhal, Surat 395010
CIN: L17111GJ1979PLC003463; Website: www.gardenvareli.com
Tel.No. (0261) 2311197, 2311615 Fax : (0261) 2311029

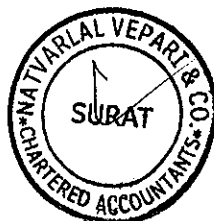
Designer of Yarns, Weaves and Prints

PART I: Unaudited Consolidated Financial Results for the Quarter and Six Months ended 30-09-2014

Particulars	Three Months Ended			Six Months Ended		(Rs. in Laacs)
	30-09-2014	30-06-2014	30-09-2013	30-09-2014	30-09-2013	Year Ended
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	31-03-2014
1 Income from Operations						
Gross Sales/Income from operations	75,856.62	76,524.69	76,957.88	152,381.31	163,869.82	333,056.20
Less: Excise Duty on Sales	5,086.55	5,790.98	6,173.80	10,877.53	12,814.63	26,393.75
Total Income from Operations (Net)	70,770.07	70,733.71	70,784.08	141,503.78	151,055.19	306,662.45
2 Expenses						
(a) Cost of materials consumed	52,698.80	50,318.53	61,418.55	103,017.33	116,936.85	232,473.38
(b) Purchases of stock-in-trade	2,100.72	905.47	389.05	3,006.19	793.96	1,475.37
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(3,238.29)	1,019.41	(11,622.12)	(2,218.88)	(2,516.37)	9,467.81
(d) Employee benefits expense	3,186.29	2,401.00	2,304.06	5,587.29	4,341.27	8,597.39
(e) Depreciation and amortisation expense	1,832.65	2,645.35	2,303.25	4,478.00	4,584.70	9,236.58
(f) Other expenses	12,854.01	12,490.90	13,655.36	25,344.91	26,225.24	49,444.62
Total Expenses	69,434.18	69,780.66	68,448.15	139,214.84	150,365.65	310,695.15
3 Profit/(Loss) from Operations before other income and finance costs (1-2)	1,335.89	953.05	2,335.93	2,288.94	689.54	(4,032.70)
4 Other Income	82.61	249.93	137.94	332.54	260.54	1,464.78
5 Profit/(Loss) from ordinary activities before finance costs (3+4)	1,418.50	1,202.98	2,473.87	2,621.48	950.08	(2,567.92)
6 Finance Costs	4,533.97	4,476.38	3,871.71	9,010.35	7,707.96	15,821.87
7 Profit/(Loss) from ordinary activities before Tax (5+6)	(3,115.47)	(3,273.40)	(1,397.84)	(6,388.87)	(6,757.88)	(18,389.79)
8 Tax (expenses)/credit						
- Current Tax	0.00	0.00	0.00	0.00	0.00	0.00
- Deferred Tax	0.00	0.00	(453.72)	0.00	(2,194.52)	(3,730.42)
- Tax in respect of earlier years	0.00	0.00	0.00	0.00	0.00	(214.60)
9 Net Profit/(Loss) for the period (7+8)	(3,115.47)	(3,273.40)	(944.12)	(6,388.87)	(4,563.36)	(14,444.77)
10 Paid-up Equity Share Capital	4,013.27	4,013.27	3829.06	4,013.27	3829.06	4,013.27
(Face Value - Rs.10/- per share)						
11 Reserves excluding Revaluation Reserves	--	--	--	--	--	21,850.00
12 Earnings per share (of Rs.10/- each)						
Basic and Diluted (in Rs.)(Not Annualised)	(7.76)	(8.16)	(2.47)	(15.92)	(11.92)	(37.66)

PART II: Select information for the quarter and six months ended 30-09-2014

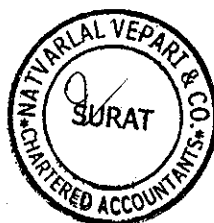
A PARTICULARS OF SHAREHOLDING						
1 Public shareholding						
- Number of Shares	17526395	16991395	16379789	17526395	16379789	16436395
- Percentage of shareholding	43.67	42.34	42.78	43.67	42.78	40.96
2 Promoters and Promoter Group Shareholding						
a) Pledged/Encumbered						
- Number of Shares	0	0	0	0	0	0
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	0.00	0.00	0.00	0.00	0.00	0.00
- Percentage of shares (as a % of the total share capital of the company)	0.00	0.00	0.00	0.00	0.00	0.00
b) Non-Encumbered						
- Number of Shares	22606270	23141270	21910771	22606270	21910771	23696270
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00	100.00	100.00	100.00
- Percentage of shares (as a % of the total share capital of the company)	56.33	57.66	57.22	56.33	57.22	59.04
B INVESTORS' COMPLAINTS	3 months ended 30-09-2014					
Pending at the beginning of the Quarter	0					
Received during the Quarter	71					
Disposed of during the Quarter	71					
Remaining unresolved at the end of the Quarter	0					



Consolidated Statement of Assets and Liabilities as at 30-09-2014

(Rs in Lacs)

	Particulars	As at 30-09-2014 (Unaudited)	As at 31-03-2014 (Audited)
A	EQUITY AND LIABILITIES		
1	Shareholders' Funds		
	(a) Share Capital	4,013.27	4,013.27
	(b) Share Capital (Other than Equity)	148.71	148.71
	(c) Reserves and Surplus	15,188.20	21,850.00
	Sub-total - Shareholders' Funds	19,350.18	26,011.98
2	Non-Current Liabilities		
	(a) Long-Term Borrowings	113,743.34	118,886.68
	(b) Deferred tax liabilities (Net)	0.00	0.00
	(c) Other Long-Term Liabilities	707.51	758.87
	(d) Long-Term Provisions	560.21	529.53
	Sub-total - Non-Current Liabilities	115,011.06	120,175.08
3	Current Liabilities		
	(a) Short-Term Borrowings	19,977.69	6,419.65
	(b) Trade Payables	36,539.56	35,867.96
	(c) Other Current Liabilities	18,238.49	13,349.14
	(d) Short-Term Provisions	1,303.65	947.32
	Sub-total - Current Liabilities	76,059.39	56,584.07
	TOTAL - EQUITY AND LIABILITIES	210,420.63	202,771.13
B	ASSETS		
1	Non-Current Assets		
	(a) Fixed assets (Includes Capital work-in-Progress)	125,373.74	128,851.42
	(b) Non-Current Investments	1,357.08	1,357.02
	(c) Long-Term Loans and Advances (Includes Capital Advances)	4,820.93	6,590.42
	Sub-total - Non-Current Assets	131,551.75	136,798.86
2	Current Assets		
	(a) Current Investment	2,159.42	0.00
	(b) Inventories	40,371.11	32,007.01
	(c) Trade Receivables	17,486.77	14,602.75
	(d) Cash and Cash Equivalents	2,825.29	3,197.35
	(e) Short-Term Loans and Advances	13,623.68	14,654.82
	(f) Other Current Assets	2,402.61	1,510.34
	Sub-total - Current Assets	78,868.88	65,972.27
	TOTAL - ASSETS	210,420.63	202,771.13



Notes:

- 1 The figures for the corresponding previous period have been reworked / regrouped wherever necessary, to make them comparable.
- 2 a. During the quarter, the Company has set up a Wholly Owned Subsidiary, namely GAIA International F.Z.E., at Dubai (UAE).
- b. The Company has opted to publish Consolidated Financial Results which are reviewed and recommended by the Audit Committee and approved by the Board of Directors at its meeting held on 8th November, 2014. The Statutory Auditors of the Company have carried out a limited review of the Company's financial results for the quarter ended 30th September, 2014.

c. Key numbers of Standalone Financial Results of the Company are as under:

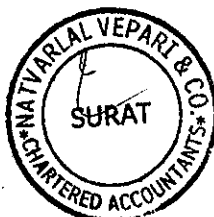
Particulars	Three Months Ended			Six Months Ended		(Rs. in Lacs)
	30-09-2014	30-06-2014	30-09-2013	30-09-2014	30-09-2013	Year Ended
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Total Operating Income	70,770.07	70,733.71	70,784.08	141,503.78	151,055.19	306,662.45
Profit / (Loss) before Tax	(3,103.53)	(3,273.40)	(1,397.84)	(6,376.93)	(6,757.88)	(18,389.79)
Net Profit / (Loss) after Tax	(3,103.53)	(3,273.40)	(944.12)	(6,376.93)	(4,563.36)	(14,444.77)

Note: The standalone unaudited financial results of the Company for the above mentioned periods are available on Company's and Stock Exchanges' websites.

- 3 The Company does not have any Exceptional or Extraordinary item to report for the above periods.
- 4 The Company has unabsorbed depreciation & carried forward losses under Tax laws. In absence of virtual certainty of sufficient future taxable income, net deferred tax assets has not been recognized by way of prudence in accordance with Accounting Standard (AS) 22 - "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India.
- 5 Pursuant to the enactment of the Companies Act, 2013, (the 'Act'), the Company has, effective 1st April, 2014, reviewed and revised the estimated useful lives of its fixed assets, generally in accordance with the provisions of Schedule II to the Act. As a result, the depreciation charge for the quarter ended 30th September, 2014, is lower by Rs.616.47 Lacs. Further, in line with the transitional provision specified in Schedule II, an amount of Rs.272.93 Lacs has been recognised in the opening balance of Retained Earnings.
- 6 As the Company's business activity falls within a single primary business segment viz. 'Textiles', the disclosure requirement of Accounting Standards (AS) 17 on "Segment Reporting" notified by the Company (Accounting Standards) Rules, 2006 are not applicable.
- 7 During the quarter, the Company continued to exercise the option under paragraph 46A of Accounting Standard 11 relating to "The effects of changes in Foreign Exchange Rates" as notified by the Ministry of Corporate Affairs on 29th December, 2011. Consequently, the Foreign Exchange Loss incurred on Long Term Foreign Currency Monetary Items amounting to Rs.51.11 Lacs for the quarter ended 30th September, 2014 has been capitalised and added to the cost of depreciable respective fixed assets. Total amount capitalised upto 30th September, 2014 is Rs.1575.98 Lacs and out of which Rs.1372.46 Lacs remains unamortized as at 30th September, 2014.

For and on behalf of the Board

Praful A. Shah
Chairman & Managing Director
DIN: 00218143



Place: Mumbai
Date: 8th November, 2014

NATVARLAL VEPARI & CO.

Chartered Accountants

PAN: AADFN5448E

1st Floor, River Palace-II, Near Navdi Ovara, Nanpura, Surat 395 001. | www.vepari.com
Tel. : +91 261 305 7777, 246 5585 | Fax : +91 261 399 5511 | E-mail : vepari@youtele.com

We have reviewed the accompanying standalone un-audited financial results of **Garden Silk Mills Limited**, Tulsi Krupa Arcade, 1st floor, Near Aai Mata Chowk, Puna-Kumbharia Road, Dumbhal, Surat-395010 for the quarter and six months ended **30th September, 2014** and the statement of assets and liabilities as on that date, except for the disclosures regarding 'Public Shareholding' and Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. This statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400, *Engagements to Review Financial Statements* 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 provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

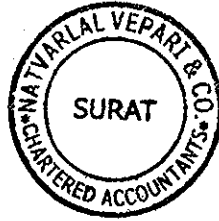
Based on our review conducted as above and explanation given to us, nothing has come to our notice that causes us to believe that the accompanying statement of un-audited financial result, prepared in accordance with the Accounting Standards (specified under the Companies Act, 1956, which are deemed to be applicable as per section 133 of the Companies Act, 2013, read with rule 7 of the Companies (Accounts) Rules 2014) and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of



the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement. Based on the explanations given to us, the Company shall undertake assessment for impairment of its other assets as per Accounting Standard – 28 issued by the Institute of Chartered Accountants of India at the time of preparation of year-end financial statements.

Place: Surat
Date: 8th November, 2014

For Natvarlal Vepari & Co.
Chartered Accountants
Firm Registration No. 123626W




R. N. Vepari
Partner
Membership No.: 6728



GARDEN SILK MILLS LTD

Regd. Office: Tulsi Krupa Arcade, 1st Floor, Near Aai Mata Chowk, Puna-Kumbharia Road, Dumbhal, Surat 395010
CIN: L17111GJ1979PLC003463; Website: www.gardenvareli.com
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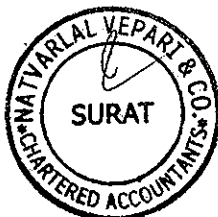
Designer of Yarns, Weaves and Prints

PART I: Unaudited Standalone Financial Results for the Quarter and Six Months ended 30-09-2014

Particulars	Three Months Ended			Six Months Ended		(Rs. in Lacs)
	30-09-2014	30-06-2014	30-09-2013	30-09-2014	30-09-2013	Year Ended
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	31-03-2014
1 Income from Operations						
Gross Sales/Income from operations	75,856.62	76,524.69	76,957.88	1,52,381.31	1,63,869.82	3,33,056.20
Less: Excise Duty on Sales	5,086.55	5,790.98	6,173.80	10,877.53	12,814.63	26,393.75
Total Income from Operations (Net)	70,770.07	70,733.71	70,784.08	1,41,503.78	1,51,055.19	3,06,662.45
2 Expenses						
(a) Cost of materials consumed	52,698.80	50,318.53	61,418.55	1,03,017.33	1,16,936.85	2,32,473.38
(b) Purchases of stock-in-trade	2,100.72	905.47	389.05	3,006.19	793.96	1,475.37
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	-3,238.29	1,019.41	-11,622.12	-2,218.88	-2,516.37	9,467.81
(d) Employee benefits expense	3,186.29	2,401.00	2,304.06	5,587.29	4,341.27	8,597.39
(e) Depreciation and amortisation expense	1,832.65	2,645.35	2,303.25	4,478.00	4,584.70	9,236.58
(f) Other expenses	12,841.71	12,490.90	13,655.36	25,332.61	26,225.24	49,444.62
Total Expenses	69,421.88	69,780.66	68,448.15	1,39,202.54	1,50,365.65	3,10,695.15
3 Profit/(Loss) from Operations before other income and finance costs (1-2)	1,348.19	953.05	2,335.93	2,301.24	689.54	-4,032.70
4 Other Income	82.61	249.93	137.94	332.54	260.54	1,464.78
5 Profit/(Loss) from ordinary activities before finance costs (3+4)	1,430.80	1,202.98	2,473.87	2,633.78	950.08	-2,567.92
6 Finance Costs	4,534.33	4,476.38	3,871.71	9,010.71	7,707.96	15,821.87
7 Profit/(Loss) from ordinary activities before Tax (5+6)	-3,103.53	-3,273.40	-1,397.84	-6,376.93	-6,757.88	-18,389.79
8 Tax (expenses)/credit						
- Current Tax	0.00	0.00	0.00	0.00	0.00	0.00
- Deferred Tax	0.00	0.00	-453.72	0.00	-2,194.52	-3,730.42
- Tax in respect of earlier years	0.00	0.00	0.00	0.00	0.00	-214.60
9 Net Profit/(Loss) for the period (7+8)	-3,103.53	-3,273.40	-944.12	-6,376.93	-4,563.36	-14,444.77
10 Paid-up Equity Share Capital (Face Value - Rs.10/- per share)	4,013.27	4,013.27	3829.06	4,013.27	3829.06	4,013.27
11 Reserves excluding Revaluation Reserves	--	--	--	--	--	21,850.00
12 Earnings per share (of Rs.10/- each) Basic and Diluted (in Rs.)(Not Annualised)	-7.73	-8.16	-2.47	-15.89	-11.92	-37.66

PART II: Select information for the quarter and six months ended 30-09-2014

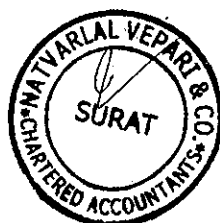
A PARTICULARS OF SHAREHOLDING						
1 Public shareholding						
- Number of Shares	17526395	16991395	16379789	17526395	16379789	16436395
- Percentage of shareholding	43.67	42.34	42.78	43.67	42.78	40.96
2 Promoters and Promoter Group Shareholding						
a) Pledged/Encumbered						
- Number of Shares	0	0	0	0	0	0
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	0.00	0.00	0.00	0.00	0.00	0.00
- Percentage of shares (as a % of the total share capital of the company)	0.00	0.00	0.00	0.00	0.00	0.00
b) Non-Encumbered						
- Number of Shares	22606270	23141270	21910771	22606270	21910771	23696270
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00	100.00	100.00	100.00
- Percentage of shares (as a % of the total share capital of the company)	56.33	57.66	57.22	56.33	57.22	59.04
B INVESTORS' COMPLAINTS	3 months ended 30-09-2014					
Pending at the beginning of the Quarter	0					
Received during the Quarter	71					
Disposed of during the Quarter	71					
Remaining unresolved at the end of the Quarter	0					



Standalone Statement of Assets and Liabilities as at 30-09-2014

(Rs in Lacs)

	Particulars	As at 30-09-2014 (Unaudited)	As at 31-03-2014 (Audited)
A	EQUITY AND LIABILITIES		
1	Shareholders' Funds		
	(a) Share Capital	4,013.27	4,013.27
	(b) Share Capital (Other than Equity)	148.71	148.71
	(b) Reserves and Surplus	15,200.15	21,850.00
	Sub-total - Shareholders' Funds	19,362.13	26,011.98
2	Non-Current Liabilities		
	(a) Long-Term Borrowings	1,13,743.34	1,18,886.68
	(b) Deferred tax liabilities (Net)	0.00	0.00
	(c) Other Long-Term Liabilities	707.51	758.87
	(d) Long-Term Provisions	560.21	529.53
	Sub-total - Non-Current Liabilities	1,15,011.06	1,20,175.08
3	Current Liabilities		
	(a) Short-Term Borrowings	19,977.69	6,419.65
	(b) Trade Payables	36,539.56	35,867.96
	(c) Other Current Liabilities	18,238.49	13,349.14
	(d) Short-Term Provisions	1,303.65	947.32
	Sub-total - Current Liabilities	76,059.39	56,584.07
	TOTAL - EQUITY AND LIABILITIES	2,10,432.58	2,02,771.13
B	ASSETS		
1	Non-Current Assets		
	(a) Fixed assets (Includes Capital work-in-Progress)	1,25,373.74	1,28,851.42
	(b) Non-Current Investments	1,387.34	1,357.02
	(c) Long-Term Loans and Advances (Includes Capital Advances)	4,820.93	6,590.42
	Sub-total - Non-Current Assets	1,31,582.01	1,36,798.86
2	Current Assets		
	(a) Current Investment	2,159.42	0.00
	(b) Inventories	40,371.11	32,007.01
	(c) Trade Receivables	17,486.77	14,602.75
	(d) Cash and Cash Equivalents	2,794.45	3,197.35
	(d) Short-Term Loans and Advances	13,636.21	14,654.82
	(e) Other Current Assets	2,402.61	1,510.34
	Sub-total - Current Assets	78,850.57	65,972.27
	TOTAL - ASSETS	2,10,432.58	2,02,771.13



Notes:

- 1 The figures for the corresponding previous period have been reworked / regrouped wherever necessary, to make them comparable.
- 2 a. During the quarter, the Company has set up a Wholly Owned Subsidiary, namely GAIA International F.Z.E., at Dubai (UAE).
- b. The Company has opted to publish Consolidated Financial Results which are reviewed and recommended by the Audit Committee and approved by the Board of Directors at its meeting held on 8th November, 2014. The Statutory Auditors of the Company have carried out a limited review of the Company's financial results for the quarter ended 30th September, 2014.

c. Key numbers of Standalone Financial Results of the Company are as under:

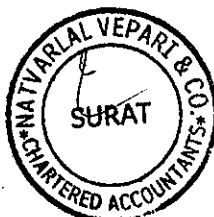
Particulars	Three Months Ended			Six Months Ended		(Rs. in Lacs)
	30-09-2014	30-06-2014	30-09-2013	30-09-2014	30-09-2013	Year Ended
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Total Operating Income	70,770.07	70,733.71	70,784.08	141,503.78	151,055.19	306,662.45
Profit / (Loss) before Tax	(3,103.53)	(3,273.40)	(1,397.84)	(6,376.93)	(6,757.88)	(18,389.79)
Net Profit / (Loss) after Tax	(3,103.53)	(3,273.40)	(944.12)	(6,376.93)	(4,563.36)	(14,444.77)

Note: The standalone unaudited financial results of the Company for the above mentioned periods are available on Company's and Stock Exchanges' websites.

- 3 The Company does not have any Exceptional or Extraordinary item to report for the above periods.
- 4 The Company has unabsorbed depreciation & carried forward losses under Tax laws. In absence of virtual certainty of sufficient future taxable income, net deferred tax assets has not been recognized by way of prudence in accordance with Accounting Standard (AS) 22 – "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India.
- 5 Pursuant to the enactment of the Companies Act, 2013, (the 'Act'), the Company has, effective 1st April, 2014, reviewed and revised the estimated useful lives of its fixed assets, generally in accordance with the provisions of Schedule II to the Act. As a result, the depreciation charge for the quarter ended 30th September, 2014, is lower by Rs.616.47 Lacs. Further, in line with the transitional provision specified in Schedule II, an amount of Rs.272.93 Lacs has been recognised in the opening balance of Retained Earnings.
- 6 As the Company's business activity falls within a single primary business segment viz. 'Textiles', the disclosure requirement of Accounting Standards (AS) 17 on "Segment Reporting" notified by the Company (Accounting Standards) Rules, 2006 are not applicable.
- 7 During the quarter, the Company continued to exercise the option under paragraph 46A of Accounting Standard 11 relating to "The effects of changes in Foreign Exchange Rates" as notified by the Ministry of Corporate Affairs on 29th December, 2011. Consequently, the Foreign Exchange Loss incurred on Long Term Foreign Currency Monetary Items amounting to Rs.51.11 Lacs for the quarter ended 30th September, 2014 has been capitalised and added to the cost of depreciable respective fixed assets. Total amount capitalised upto 30th September, 2014 is Rs.1575.98 Lacs and out of which Rs.1372.46 Lacs remains unamortized as at 30th September, 2014.

For and on behalf of the Board

Praful A. Shah
Chairman & Managing Director
DIN: 00218143



Place: Mumbai
Date: 8th November, 2014