



GARDEN SILK MILLS LTD

Regd. Office: Sahara Gate, Surat 395010

Designer of Yarns, Weaves and Prints

PART I: Statement of Unaudited Financial Results for the Quarter and six months ended 30th September, 2012

Particulars	Quarter ended			Six months ended		(Rs. in Lacs)
	30-09-2012	30-06-2012	30-09-2011	30-09-2012	30-09-2011	Previous year ended
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	31-03-2012
1 Income from operations						
Gross Sales/Income from operations	89,652.17	115,700.01	115,990.45	205,352.18	199,312.23	376,354.78
Less: Excise Duty on Sales	7,220.39	9,527.45	8,740.33	16,747.84	14,349.62	25,705.33
Total Income from operations (Net)	82,431.78	106,172.56	107,250.12	188,604.34	184,962.61	350,649.45
2 Expenses:						
(a) Cost of materials consumed	63,493.41	82,517.92	78,148.01	146,011.33	137,368.68	272,645.98
(b) Purchases of stock-in-trade	560.34	435.33	862.74	995.67	1,256.85	2,459.07
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(1,260.03)	5,398.48	4,807.61	4,138.45	5,586.56	4,034.93
(d) Employee benefits expense	2,515.35	1,881.19	2,009.12	4,396.54	4,038.96	8,441.76
(e) Depreciation and amortisation expense	2,341.19	2,359.75	2,002.67	4,700.94	3,911.96	8,614.49
(f) Other expenses	14,742.68	14,049.58	14,767.82	28,792.26	26,098.44	52,985.90
Total Expenses	82,392.94	106,642.25	102,597.97	189,035.19	178,261.45	349,182.13
3 Profit/(Loss) from operations before other income and financial costs (1-2)	38.84	(469.69)	4,652.15	(430.85)	6,701.16	1,467.32
4 Other Income	286.73	71.96	834.52	358.69	1,020.65	2,122.86
5 Profit/(Loss) from ordinary activities before finance costs (3+4)	325.57	(397.73)	5,486.67	(72.16)	7,721.81	3,590.18
6 Finance Costs	3,396.73	4,253.14	3,845.41	7,649.87	6,785.08	15,395.43
7 Profit/(Loss) from ordinary activities before tax (5+6)	(3,071.16)	(4,650.87)	1,641.26	(7,722.03)	936.73	(11,805.25)
8 Tax expense						
- Current Tax	0.00	0.00	186.47	0.00	186.47	0.00
- Deferred Tax	(892.78)	(1,545.22)	502.99	(2,438.00)	268.87	(3,917.30)
9 Net Profit/(Loss) after tax (7+8)	(2,178.38)	(3,105.65)	951.80	(5,284.03)	481.39	(7,887.95)
10 Paid-up Equity Share Capital (Rs. 10/- per share)	3,829.06	3,829.06	3,829.06	3,829.06	3,829.06	3,829.06
11 Reserves excluding revaluation reserves	--	--	--	--	--	45,297.54
12 Earnings per equity share of Rs. 10 each (not annualised)						
Basic and Diluted (in Rs.)	(5.69)	(8.11)	2.49	(13.80)	1.26	(20.60)

PART II: Select information for the Quarter and six months ended 30th September, 2012

A Particulars of Shareholding						
1 Public shareholding						
- Number of Shares	16379789	16379789	16340789	16379789	16340789	16379789
- Percentage of shareholding	42.78	42.78	42.68	42.78	42.68	42.78
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	21910771	21910771	21949771	21910771	21949771	21910771
- 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)	57.22	57.22	57.32	57.22	57.32	57.22
B Investor Complaints						
	Quarter ended 30-09-2012					
Pending at the beginning of the quarter	Nil					
Received during the quarter	80					
Disposed of during the quarter	80					
Remaining unresolved at the end of the quarter	Nil					



STATEMENT OF ASSETS AND LIABILITIES

(Rs in Lacs)

	Particulars	As at 30-09-2012 (Unaudited)	As at 31-03-2012 (Audited)
A	EQUITY AND LIABILITIES		
1	Shareholders' Funds		
	(a) Share Capital	3,829.06	3,829.06
	(b) Reserves and Surplus	40,013.50	45,297.54
	Sub-total - Shareholders' funds	43,842.56	49,126.60
2	Non-current Liabilities		
	(a) Long-term Borrowings	117,805.90	94,993.24
	(b) Deferred Tax Liabilities (net)	6,309.90	8,747.90
	(c) Other Long-term Liabilities	721.12	732.84
	(d) Long-term Provisions	530.15	462.33
	Sub-total - Non-current liabilities	125,367.07	104,936.31
3	Current Liabilities		
	(a) Short-term Borrowings	14,223.81	31,237.86
	(b) Trade Payables	33,454.70	33,649.76
	(c) Other Current Liabilities	11,240.36	10,072.98
	(d) Short-term Provisions	1,459.23	1,673.01
	Sub-total - Current Liabilities	60,378.10	76,633.61
	TOTAL - EQUITY AND LIABILITIES	229,587.73	230,696.52
B	ASSETS		
1	Non-Current Assets		
	(a) Fixed Assets	137,622.78	139,513.62
	(b) Non-current Investments	1,354.03	1,354.03
	(c) Long-term Loans and Advances	9,528.33	9,505.34
	Sub-total - Non-current Assets	148,505.14	150,372.99
2	Current Assets		
	(a) Current Investments	2,025.82	0.00
	(b) Inventories	44,963.15	48,874.33
	(c) Trade Receivables	14,760.03	14,281.58
	(d) Cash and Bank Balances	5,241.42	3,616.71
	(e) Short-term Loans and Advances	11,696.96	10,991.71
	(f) Other Current Assets	2,395.21	2,559.20
	Sub-total - Current Assets	81,082.59	80,323.53
	TOTAL - ASSETS	229,587.73	230,696.52



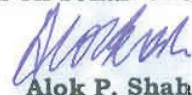
Notes:

- 1 The unaudited financial results and statement of assets and liabilities were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their meeting held on 7th November, 2012.
- 2 The statutory auditors of the Company have carried out a limited review of the above results as required under Clause 41 of the Listing Agreement with the Stock Exchanges.
- 3 Provision for deferred taxation is made in accordance with the Accounting Standards 22 issued by the Institute of Chartered Accountants of India.
- 4 The Management Committee of the Board at its meeting held on 9th October, 2012 have approved the preferential allotment of convertible warrants equivalent to Rs.7.00 crore to certain Promoters / Promoters Group entities, at the price arrived in accordance with Regulation 76(1) of SEBI (ICDAR) Regulation, 2009.
- 5 During the quarter, the Company has exercised 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.170.96 Lacs for the quarter ended 30th September, 2012 has been capitalised and added to the cost of depreciable respective fixed assets. Total amount capitalised upto 30th September, 2012 is Rs.975.42 Lacs and out of which Rs.937.19 Lacs remains unamortized as at 30th September, 2012.
- 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" is not applicable.
- 7 Figures for the previous period are re-classified/re-arranged/re-grouped, wherever necessary, as per the format revised by SEBI in conformity with the amended schedule VI to the Companies Act, 1956.
- 8 The Company does not have any Exceptional or Extraordinary item to report for the above periods.

Place: Surat

Date: 7th November, 2012

For and on behalf of the Board



Alok P. Shah
Joint Managing Director



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 statement of un-audited financial results of **Garden Silk Mills Limited**, Garden Mills Complex, Sahara Gate, Surat for the period 1st July, 2012 to 30th September, 2012 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.

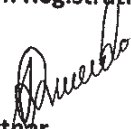
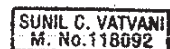
We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400, *Engagements to Review Financial Statements* issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial 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 & Rules thereof, 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 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: 6th November, 2012

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


Partner




GARDEN SILK MILLS LTD

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Designer of Yarns, Weaves and Prints

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a) Pledged/Encumbered						
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- 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
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For and on behalf of the Board

Place: Surat
Date: 7th November, 2012

Alok P. Shah
Joint Managing Director

