

GARDEN SILK MILLS LIMITED

Date: 12th November 2013

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 2nd November 2013 on the captioned subject.

In pursuance to Clause 41 of the Listing Agreement, we are pleased to enclose herewith a copy of the Statement of Unaudited Financial Results (Provisional) for the quarter and six months ended on 30th September 2013, as approved by the Board of Directors of the Company at its meeting held on Tuesday, 12th November 2013.

Further in compliance to the amendment to clause 41 of the Listing Agreement, the Statutory Auditors of the Company have carried out a Limited Review for the above results and a copy of the limited review report issued by them is enclosed herewith for your record.

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**

PART I: Statement of Unaudited Financial Results for the Quarter and Six Months ended 30th September 2013

Particulars	Quarter ended			Six months ended		(Rs. in Lacs)
	30/09/2013	30/06/2013	30/09/2012	30/09/2013	30/09/2012	Previous year ended
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	31/03/2013 (Audited)
1 INCOME FROM OPERATIONS						
Gross Sales/Income from operations	76,957.88	86,911.94	89,652.17	163,869.82	205,352.18	402,609.12
Less: Excise Duty on Sales	6,173.80	6,640.83	7,220.39	12,814.63	16,747.84	32,884.55
Total Income from Operations (Net)	70,784.08	80,271.11	82,431.78	151,055.19	188,604.34	369,724.57
2 EXPENSES						
(a) Cost of materials consumed	61,418.55	55,518.30	63,493.41	116,936.85	146,011.33	295,901.90
(b) Purchases of stock-in-trade	389.05	404.91	560.34	793.96	995.67	1,616.42
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(11,622.12)	9,105.75	(1,260.03)	(2,516.37)	4,138.45	(242.98)
(d) Employee benefits expense	2,304.06	2,037.21	2,515.35	4,341.27	4,396.54	8,697.24
(e) Depreciation and amortisation expense	2,303.25	2,281.45	2,341.19	4,584.70	4,700.94	9,354.42
(f) Other expenses	13,655.36	12,569.88	14,742.68	26,225.24	28,792.26	55,243.75
Total expenses	68,448.15	81,917.50	82,392.94	150,365.65	189,035.19	370,570.75
3 Profit/(Loss) from Operations before other income and financial costs (1-2)	2,335.93	(1,646.39)	38.84	689.54	(430.85)	(846.18)
4 Other Income	137.94	122.60	286.73	260.54	358.69	651.93
5 Profit/(Loss) from ordinary activities before finance costs (3+4)	2,473.87	(1,523.79)	325.57	950.08	(72.16)	(194.25)
6 Finance Costs	3,871.71	3,836.25	3,396.73	7,707.96	7,649.87	14,893.09
7 Profit/(Loss) from ordinary activities before tax (5+6)	(1,397.84)	(5,360.04)	(3,071.16)	(6,757.88)	(7,722.03)	(15,087.34)
8 Tax (expenses)/credit						
- Current Tax	0.00	0.00	0.00	0.00	0.00	0.00
- Deferred Tax	(453.72)	(1,740.80)	(892.78)	(2,194.52)	(2,438.00)	(5,017.48)
9 Net Profit/(Loss) for the period (7+8)	(944.12)	(3,619.24)	(2,178.38)	(4,563.36)	(5,284.03)	(10,069.86)
10 Paid-up Equity Share Capital	3977.77	3,829.06	3,829.06	3977.77	3,829.06	3,829.06
(Face Value - Rs.10/- per share)						
11 Reserves (excluding revaluation reserves)	-	-	-	-	-	35,227.68
12 Earnings per share (of Rs.10/- each)						
Basic and Diluted (in Rs.)(not annualised)	(2.37)	(9.45)	(5.69)	(11.47)	(13.80)	(26.30)

PART II: Select information for the quarter and six months ended 30th September 2013

A PARTICULARS OF SHAREHOLDING						
1 Public shareholding						
- Number of Shares	16379789	16379789	16379789	16379789	16379789	16379789
- Percentage of shareholding	41.18	42.78	42.78	41.18	42.78	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	23397918	21910771	21910771	23397918	21910771	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)	58.82	57.22	57.22	58.82	57.22	57.22
B INVESTOR COMPLAINTS	3 months ended					
	30/09/2013					
Pending at the beginning of the quarter	0					
Received during the quarter	43					
Disposed of during the quarter	43					
Remaining unresolved at the end of the quarter	0					



STATEMENT OF ASSETS AND LIABILITIES

(Rs in Lacs)

	Particulars	As at 30/09/2013 (Unaudited)	As at year ended 31/03/2013 (Audited)
A	EQUITY AND LIABILITIES		
1	Shareholders' Funds		
	(a) Share Capital	3977.77	3829.06
	(b) Reserves and Surplus	31215.61	35227.68
	(c) Share Warrants	700.00	700.00
	Sub-total - Shareholders' Funds	35893.38	39756.74
2	Application money pending allotment	0.00	700.00
3	Non-Current Liabilities		
	(a) Long-Term Borrowings	121852.10	121093.98
	(b) Deferred tax liabilities (Net)	1535.90	3730.42
	(c) Other Long-Term Liabilities	745.82	726.68
	(d) Long-Term Provisions	599.45	540.15
	Sub-total - Non-Current Liabilities	124733.27	126091.23
4	Current Liabilities		
	(a) Short-term borrowings	18139.82	7675.70
	(b) Trade Payables	31757.17	42514.25
	(c) Other Current Liabilities	8611.33	6255.48
	(d) Short-Term Provisions	2096.53	1777.91
	Sub-total - Current Liabilities	60604.85	58223.34
	TOTAL - EQUITY AND LIABILITIES	221231.50	224771.31
B	ASSETS		
1	Non-Current Assets		
	(a) Fixed assets	132116.76	135049.12
	(b) Non-Current Investments	1357.02	1357.02
	(c) Long-Term Loans and Advances	7402.22	8057.91
	Sub-total - Non-Current Assets	140876.00	144464.05
2	Current Assets		
	(a) Current Investment	2108.02	0.00
	(b) Inventories	50214.99	44324.95
	(c) Trade Receivables	13917.14	20373.07
	(d) Cash and Bank Balances	2976.03	3149.46
	(e) Short-Term Loans and Advances	8454.65	10295.38
	(f) Other Current Assets	2684.67	2164.40
	Sub-total - Current Assets	80355.50	80307.26
	TOTAL - ASSETS	221231.50	224771.31



Notes:

- 1 The abover results have been reviewed and recommended for adoption by the Audit Committee to the Board of Directors and have been approved by the Board at its meeting held on 12th November 2013.
- 2 The Statutory Auditor have carried out the limited review of the above financial results and their report contains no qualification.
- 3 In accordance with the provisions of SEBI (ICDR) Regulation, 2009, the management committee of Board of Directors of the Company at its meeting held on 23rd September 2013 allotted 1487147 OCCPS of Rs.10 each at a premium of Rs.37.07 each in favour of the promoter and/or promoter group of the Company. The OCCPS shall be converted into Equity Shares, partially or fully, in one or more tranches, at the sole option of the OCCPS holder but not in any case later than 18 (eighteen) months from the date of allotment.
- 4 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.48.88 Lacs for the quarter ended 30th September 2013 has been capitalised and added to the cost of depreciable respective fixed assets. Total amount capitalised upto 30th September 2013 is Rs.1275.34 Lacs and out of which Rs.1155.44 Lacs remains unamortized as at 30th September 2013.
- 5 Provision for deferred taxation is made in accordance with the Accounting Standards 22 issued by the Institute of Chartered Accountants of India.
- 6 The Company does not have any Exceptional or Extraordinary item to report for the above periods.
- 7 The Company has only one reportable Business Segment viz. 'Textiles'.
- 8 Figures for the previous periods are re-grouped / re-arranged / re-classified, wherever necessary, to correspond with the current period's classification / disclosure.

For and on behalf of the Board



Praful A. Shah
Chairman & Managing Director

Place: Surat

Date: 12th November 2013



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**, Tulsi Krupa Arcade, 1st floor, Near Aai Mata Chowk, Puna-Kumbharia Road, Dumbhal, Surat-395010 for the period 1st July, 2013 to 30th September, 2013 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.

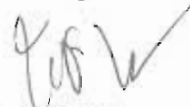
We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400, *Engagements to Review Financial Statements* issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial 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: 12th November, 2013

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




R. N. Vepari
Partner
Membership No.: 6728