

GARDEN SILK MILLS LIMITED

Date: 10th February, 2016

Department of Corporate Services,
Bombay Stock Exchange Ltd.,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai 400001
Scrip Code: 500155

National Stock Exchange of India Ltd.
"Exchange Plaza",
Bandra Kurla Complex,
Bandra (East),
Mumbai 400051
Stock Code: GARDENSILK(EQ)

Sub: Unaudited Financial Results for the quarter and nine months ended 31st December, 2015.

Dear Sir,

We refer to our earlier letter dated 1st February, 2016 on the captioned subject. In continuation to the said letter and pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), we are enclosing the standalone and consolidated Unaudited Financial Results of the Company for the quarter and nine months ended 31st December, 2015, duly approved by the Board of Directors of the Company, at their meeting held today (February 10, 2016).

We also enclose a copy of the Limited Review Report of the Auditors of the Company on the unaudited financial results for the quarter and nine months ended 31st December, 2015 as required under regulation 33 of the Listing Regulations.

The meeting of the Board of Directors of the Company commenced at 11.00 a.m. and concluded at 2.30 p.m.

Please take the same on your record.

Thanking you,

Yours faithfully,
For Garden Silk Mills Limited



Kamlesh B. Vyas
Company Secretary & Compliance Officer



Encl.: As above

*Garden**

Registered Office : Tulsi Krupa Arcade, Puna-Kumbharia Road, Dumbhal, Surat - 395 010. Phone : (0261) 2311197-98, 2311513/615 Fax : (0261) 2311029/502
Mumbai Office: Manek Mahal, 90 Veer Nariman Road, Mumbai - 400 020. Phone : (022) 22873117-19, 22046473, 22040895 Fax : (022) 22048112

CIN : L17111GJ1979PLC003463 | Website : www.gardenvareli.com



GARDEN SILK MILLS LIMITED

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

Unaudited Consolidated Financial Results for the Quarter and Nine Months ended 31st December, 2015

(Rs. in Lacs except per share data)

Particulars	Three Months Ended			Nine Months Ended		Year Ended
	31-12-2015	30-09-2015	31-12-2014	31-12-2015	31-12-2014	31-03-2015
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1 Income from Operations						
Gross Sales/Income from operations	59,467.67	66,001.53	68,656.73	190,777.28	221,038.04	284,713.83
Less: Excise Duty on Sales	5,038.20	4,830.63	4,833.90	13,983.02	15,711.43	20,615.45
Total income from operations (net)	54,429.47	61,170.90	63,822.83	176,794.26	205,326.61	264,098.38
2 Expenses						
(a) Cost of materials consumed	36,502.42	48,217.12	50,071.21	127,699.94	153,088.54	190,164.67
(b) Purchases of stock-in-trade	440.08	354.66	525.56	1,155.63	3,531.75	3,918.04
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	3,537.44	(1,899.39)	(1,574.20)	660.57	(3,793.08)	(270.74)
(d) Employee benefits expense	3,010.62	3,014.47	2,617.86	8,743.12	8,205.15	11,088.71
(e) Depreciation and amortisation expense	1,688.01	1,679.64	1,757.40	5,031.84	6,235.40	7,613.21
(f) Other expenses	10,481.99	11,796.66	11,344.25	34,250.20	36,689.16	48,308.20
Total Expenses	55,660.56	63,163.16	64,742.08	177,541.30	203,956.92	260,822.09
3 Profit/(Loss) from operations before other income and finance costs (1-2)	(1,231.09)	(1,992.26)	(919.25)	(747.04)	1,369.69	3,276.29
4 Other Income	113.70	332.27	(0.67)	500.20	331.87	770.89
5 Profit/(Loss) from ordinary activities before finance costs (3+4)	(1,117.39)	(1,659.99)	(919.92)	(246.84)	1,701.56	4,047.18
6 Finance costs	4,394.03	5,132.66	4,566.44	14,629.68	13,576.79	18,347.57
7 Profit/(Loss) from ordinary activities before tax (5+6)	(5,511.42)	(6,792.65)	(5,486.36)	(14,876.52)	(11,875.23)	(14,300.39)
8 Tax expense	0.00	0.00	0.00	0.00	0.00	0.00
9 Net Profit/(Loss) for the Period (7+8)	(5,511.42)	(6,792.65)	(5,486.36)	(14,876.52)	(11,875.23)	(14,300.39)
10 Paid-up Equity Share Capital(Face Value Rs.10 each)	4,208.25	4,208.25	4,013.27	4,208.25	4,013.27	4,208.25
11 Reserves excluding revaluation reserves	--	--	--	--	--	7,230.41
12 Earnings per share (of Rs.10/- each) (Not Annualised)						
(a) Basic	(13.10)	(16.14)	(13.67)	(35.35)	(29.59)	(35.57)
(b) Diluted	(13.10)	(16.14)	(13.67)	(35.35)	(29.59)	(35.57)



Notes:

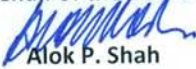
- 1 The above results have been reviewed and recommended for adoption by the Audit Committee to the Board of Directors and have been approved by the Board at its meeting held on 10th February, 2016. The Statutory Auditors of the Company have carried out a Limited Review of the aforesaid results.
- 2 The consolidated accounts have been prepared in accordance with Accounting Standard (AS) 21 on "Consolidated Financial Statements" and Accounting Standard (AS) 23 on "Accounting for investments in Associates".
- 3 Key numbers of Standalone Unaudited Financial Results of the Company are as under:

(Rs. in Lacs)

Particulars	Quarter Ended			Nine Months Ended		Year ended
	31-12-2015 (Unaudited)	30-09-2015 (Unaudited)	31-12-2014 (Unaudited)	31-12-2015 (Unaudited)	31-12-2014 (Unaudited)	31-03-2015 (Audited)
Total Operating Income	54263.30	60759.59	63817.49	175984.27	205321.27	264073.36
Profit / (Loss) before Tax	(5263.91)	(6828.18)	(5487.82)	(14581.19)	(11864.75)	(14275.55)
Net Profit / (Loss) after Tax	(5263.91)	(6828.18)	(5487.82)	(14581.19)	(11864.75)	(14275.55)

- 4 The Company does not have any Exceptional or Extraordinary item to report for the above periods.
- 5 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.
- 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.27.32 Lacs for the quarter ended 31st December, 2015 has been capitalized and added to the cost of depreciable respective fixed assets. Total amount capitalized upto 31st December, 2015 is Rs.1752.15 Lacs and out of which Rs.1464.08 Lacs remains unamortized as at 31st December, 2015.
- 8 The figures for the corresponding previous period have been restated / regrouped / rearranged wherever necessary, to make them comparable.

For and on behalf of the Board of Directors


Alok P. Shah

Joint Managing Director
DIN: 00218180



Place: Surat
Date: 10/02/2015

NATVARLAL VEPARI & CO.

Chartered Accountants

PAN : AADFN5448E

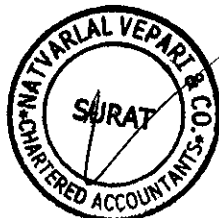
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Tel. : +91 261 305 7777, 246 5585 | Fax : +91 261 399 5511 | E-mail : vepari@youtele.com

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 subsidiaries for the quarter and nine months ended on **31thDecember, 2015**. 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) 2410, *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 subsidiary Companies included in the Consolidated Financial results, whose interim financial statements reflect total assets of Rs.47052.35 lacs as on **31stDecember, 2015**, as well as the total loss of Rs.295.33 lacs for the nine months ended on **31stDecember, 2015** and loss of 247.51 lacs for the quarter ended on **31stDecember, 2015**. 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 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.

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

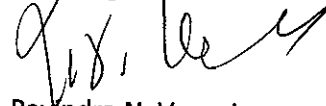
Date: 10th February, 2016



For Natvarlal Vepari & Co.

Chartered Accountants

Firm Registration No. 123626W


Ravindra N. Vepari

Partner

Membership No.: 6728



GARDEN SILK MILLS LIMITED

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

Unaudited Standalone Financial Results for the Quarter and Nine Months ended 31st December, 2015

(Rs. in Lacs except per share data)

Particulars	Three Months Ended			Nine Months Ended		Year Ended
	31-12-2015	30-09-2015	31-12-2014	31-12-2015	31-12-2014	31-03-2015
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1 Income from Operations						
Gross Sales/Income from operations	59301.50	65590.22	68651.39	189967.29	221032.70	284688.81
Less: Excise Duty on Sales	5038.20	4830.63	4833.90	13983.02	15711.43	20615.45
Total income from operations (net)	54263.30	60759.59	63817.49	175984.27	205321.27	264073.36
2 Expenses						
(a) Cost of materials consumed	36502.42	48217.12	50071.21	127699.94	153088.54	190164.67
(b) Purchases of stock-in-trade	440.58	325.61	525.56	1127.08	3531.75	3918.04
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	3537.44	(1899.39)	(1574.20)	660.57	(3793.08)	(270.74)
(d) Employee benefits expense	3009.22	3014.47	2617.86	8741.72	8205.15	11088.71
(e) Depreciation and amortisation expense	1688.00	1679.64	1757.40	5031.83	6235.40	7613.21
(f) Other expenses	10373.08	11724.32	11341.02	34010.53	36673.63	48281.07
Total Expenses	55550.74	63061.77	64738.85	177271.67	203941.39	260794.96
3 Profit/(Loss) from operations before other income and finance costs (1-2)	(1287.44)	(2302.18)	(921.36)	(1287.40)	1379.88	3278.40
4 Other Income	115.59	326.21	(0.67)	495.80	331.87	770.23
5 Profit/(Loss) from ordinary activities before finance costs (3±4)	(1171.85)	(1975.97)	(922.03)	(791.60)	1711.75	4048.63
6 Finance costs	4092.06	4852.21	4565.79	13789.59	13576.50	18324.18
7 Profit/(Loss) from ordinary activities before tax (5±6)	(5263.91)	(6828.18)	(5487.82)	(14581.19)	(11864.75)	(14275.55)
8 Tax expense	0.00	0.00	0.00	0.00	0.00	0.00
9 Net Profit/(Loss) for the Period (7±8)	(5263.91)	(6828.18)	(5487.82)	(14581.19)	(11864.75)	(14275.55)
10 Paid-up Equity Share Capital(Face Value Rs.10 each)	4208.25	4208.25	4013.27	4208.25	4013.27	4208.25
11 Reserves excluding revaluation reserves	--	--	--	--	--	7255.25
12 Earnings per share (of Rs.10/- each) (Not Annualised)						
(a) Basic	(12.51)	(16.23)	(13.67)	(34.65)	(29.56)	(35.50)
(b) Diluted	(12.51)	(16.23)	(13.67)	(34.65)	(29.56)	(35.50)



Notes:

- 1 The above 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 10th February, 2016. The Statutory Auditors of the Company have carried out a Limited Review of the aforesaid results.
- 2 The Company does not have any Exceptional or Extraordinary item to report for the above periods.
- 3 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.
- 4 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.
- 5 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.27.32 Lacs for the quarter ended 31st December, 2015 has been capitalized and added to the cost of depreciable respective fixed assets. Total amount capitalized upto 31st December, 2015 is Rs.1752.15 Lacs and out of which Rs.1464.08 Lacs remains unamortized as at 31st December, 2015.
- 6 The figures for the corresponding previous period have been restated / regrouped / rearranged wherever necessary, to make them comparable.

For and on behalf of the Board of Directors


Alok P. Shah
Joint Managing Director
DIN: 00218180



Place: Surat
Date: 10/02/2015

NATVARLAL VEPARI & CO.

Chartered Accountants

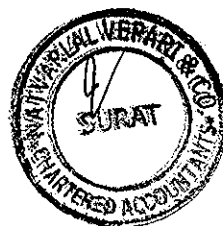
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We have reviewed the accompanying standalone un-audited financial results of **Garden Silk Mills Limited**, Tulsikrupa Arcade, 1st floor, Near Aai Mata Chowk, Puna-Kumbharia Road, Dumbhal, Surat-395010 for the quarter and nine months ended **31st December, 2015** and the statement of assets and liabilities as on that date. 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) 2410, *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 referred 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.



NATVARLAL VEPARI & CO.
Chartered Accountants

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: 10th February, 2016



For Natvarlal Vepari & Co.

Chartered Accountants

Firm Registration No. 123626W


Ravindra N. Vepari

Partner

Membership No.: 6728