

GARDEN SILK MILLS LIMITED

Date: 21st November, 2017

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 Half Year ended
30th September, 2017.**

Dear Sir,

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), we are enclosing the Unaudited Financial Results of the Company for the Quarter and Six months ended 30th September, 2017, duly approved by the Board of Directors of the Company, at its meeting held today, 21st November, 2017.

The meeting of the Board of Directors of the Company commenced at 2:30 p.m. and concluded at 5:15 p.m.

We also enclose a copy of the Limited Review Report of the Auditors of the Company, as required under Regulation 33 of the Listing Regulations.

Kindly take the same on your record and acknowledge receipt.

Thanking you,

Yours faithfully,
For Garden Silk Mills Limited



Kamlesh B. Vyas
Company Secretary & Compliance Officer



*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

Sharp & Tannan Associates

Chartered Accountants

87 Nariman Bhavan, 227 Nariman Point
Mumbai (Bombay) 400 021, INDIA.

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To

**The Board of Directors of
Garden Silk Mills Limited,**

1st Floor, Tulsi Krupa Arcade,

Near Aai Mata Chowk, Puna-Kumbharia Road,

Dumbhal, **Surat 395010.**

Dear Sirs,

Sub: Limited Review Report of standalone quarterly and half yearly Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

1. We have reviewed the accompanying statement of unaudited standalone financial results ('statement') of **Garden Silk Mills Limited** ('the Company') for the quarter and six month ended 30th September 2017, being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
2. Attention is drawn to the fact that the figures for the corresponding quarter and six month ended 30th September 2016, and the corresponding year to date from 1st April 2016 to 31st March 2017, as reported in these financial results have been approved by Company Board of Directors but have not been subjected to review.
3. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors on November 21, 2017, our responsibility is to issue a- report on this Statement based on our review.
4. We conducted our review in accordance with the 'Standard on Review Engagement (SRE) 2410', *Review of interim Financial information Performed by the Independent Auditor 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 financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and an analytical procedure applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
5. 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 applicable accounting standards (Ind AS) as specified under Section 133 of the Companies Act, 2013 and other recognized accounting practices and policies generally accepted in India has not disclosed the information required to be disclosed in terms of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular dated July, 5, 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **Sharp & Tannan Associates**

Chartered Accountants

Firm's Registration No.109983W



CA Pramod Bhise

Partner

Membership No. (F) 47751)

Surat, November 21, 2017



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; e-mail: shareddepartment@gardenvareli.com

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

Designer of Yarns, Weaves and Prints

UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER / HALF YEAR ENDED 30TH SEPTEMBER, 2017

Sr. No.	Particulars	Quarter ended			Half Year ended		(Rs. in Lacs)
		30/09/2017	30/06/2017	30/09/2016	30/09/2017	30/09/2016	Year ended 31/03/2017
1	Total Income						
	(a) Gross Sales/Income from Operations	70845.77	77223.83	67539.25	148069.60	131106.94	264331.90
	(b) Other Income	94.07	240.24	186.92	334.31	357.24	1136.50
	Total Income	70939.84	77464.07	67726.17	148403.91	131464.18	265468.40
2	Expenses						
	(a) Cost of Materials Consumed	46115.10	50332.21	43341.47	96447.31	87475.54	178624.08
	(b) Purchases of stock-in-trade	2005.09	298.24	388.20	2303.33	1158.53	1799.30
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	5138.11	87.99	1135.19	5226.10	(1523.36)	(8444.34)
	(d) Excise duty on sales	0.00	6993.22	4513.11	6993.22	8349.59	20855.81
	(e) Employee benefits expense	3663.97	3253.07	3562.17	6917.04	6331.09	12194.98
	(f) Finance costs	4642.59	4941.31	4320.02	9583.90	8463.48	16862.96
	(g) Depreciation and amortisation expense	1622.08	1600.76	1624.00	3222.84	3231.30	6447.42
	(h) Other expenses	11491.51	12758.83	11068.19	24250.34	21753.57	44830.20
	Total Expenses	74678.45	80265.63	69952.35	154944.08	135239.74	273170.41
3	Profit/(Loss) before exceptional items and tax (1-2)	(3738.61)	(2801.56)	(2226.18)	(6540.17)	(3775.56)	(7702.01)
4	Exceptional items	(25.32)	(5.77)	536.73	(31.09)	(274.82)	(637.13)
5	Profit before tax (3-4)	(3763.93)	(2807.33)	(1689.45)	(6571.26)	(4050.38)	(8339.14)
6	Tax expenses/(credit)						
	Current tax	0.00	0.00	0.00	0.00	0.00	0.00
	Deferred tax	0.00	0.00	0.00	0.00	0.00	0.00
7	Profit/(Loss) for the period (5-6)	(3763.93)	(2807.33)	(1689.45)	(6571.26)	(4050.38)	(8339.14)
8	Other Comprehensive income						
	Item that will not be reclassified to profit or loss	(197.20)	171.10	(15.95)	(26.10)	287.10	14.49
	Income tax on above	0.00	0.00	0.00	0.00	0.00	0.00
	Item that will be reclassified to profit or loss	0.00	0.00	0.00	0.00	0.00	0.00
	Income tax on above	0.00	0.00	0.00	0.00	0.00	0.00
9	Total Comprehensive Income for the period (7+8)	(3961.13)	(2636.23)	(1705.40)	(6597.36)	(3763.28)	(8324.65)
10	Paid-up Equity Share Capital (Face value of share Rs.10/-)	4208.25	4208.25	4208.25	4208.25	4208.25	4208.25
11	Other Equity excluding Revaluation Reserves						(16443.66)
12	Earning per equity share in Rs. (Face value of share Rs.10/-)						
	Basic and diluted (in Rs.) not annualised	(8.94)	(6.67)	(4.01)	(15.62)	(9.62)	(19.82)



GARDEN SILK MILLS LIM
UNAUDITED STANDALONE STATEMENT OF ASSETS AND LIABILITIES

(Rs. In Lacs)

Particulars	As at 30/09/2017	As at 31/03/2017
ASSETS		
1 Non-Current Assets		
(a) Property, Plant and Equipment	106230.93	109352.41
(b) Capital Work-in-Progress	3058.55	3084.04
(c) Intangible Assets	11.53	17.51
(d) Financial Assets		
(i) Investments	1050.93	1093.64
(ii) Loans	2943.91	2061.17
(e) Other Non-Current Assets	3601.59	3808.50
Total Non-Current Assets	116897.44	119417.27
2 Current Assets		
(a) Inventories	28461.28	38821.26
(b) Financial Assets		
(ii) Trade Receivables	22126.12	15125.73
(iii) Cash and Cash Equivalents	885.18	1582.78
(iv) Bank Balances other than (iii) above	2528.44	3022.07
(v) Loans	492.03	307.86
(vi) Others Financial Assets	19.68	5.07
(c) Other Current Assets	9857.41	6809.22
Total Current Assets	64370.14	65673.99
TOTAL ASSETS	181267.58	185091.26
EQUITY AND LIABILITIES		
EQUITY		
(a) Equity Share Capital	4208.25	4208.25
(b) Other Equity	(23041.02)	(16443.66)
Total Equity	(18832.77)	(12235.41)
LIABILITIES:		
1 Non-Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	108299.80	143054.38
(b) Long-term Provisions	663.35	810.21
Total Non-Current Liabilities	108963.15	143864.59
2 Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	55342.62	18068.99
(ii) Trade Payables	28123.26	26443.00
(iii) Other Financial Liabilities	4433.23	4223.50
(b) Other Current Liabilities	1451.99	2078.00
(c) Short-term Provisions	1786.10	2648.59
Total Current Liabilities	91137.20	53462.08
TOTAL LIABILITIES	200100.35	197326.67
TOTAL EQUITY AND LIABILITIES	181267.58	185091.26



Notes:

- 1 The above results have been reviewed by the Audit Committee and have been approved and taken on record by the Board of Directors at their respective meetings held on 21st November, 2017.
- 2 The Limited Review, as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 has been completed and the related Report does not have any impact on the above 'Results and Notes' for the Quarter and Six Months ended 30th September, 2017 which needs to be explained.
- 3 The Company has adopted Indian Accounting Standards ('Ind AS') notified by the Ministry of Corporate Affairs with effect from 1st April, 2017 (being transition date of 1st April, 2016). Accordingly, the financial results have been prepared in accordance with Companies (Indian Accounting Standards) Rules, 2015 (amended) as prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and the other accounting principles generally accepted in India.
- 4 The Ind AS financial results and financial information for the quarter ended 30th September, 2016 have not been subjected to any limited review or audit as per exemption given in SEBI circular No.CIR/CFD/FAC/62/2016 dated 5th July, 2016. However, the Management has exercised necessary due diligence to ensure the true and fair presentation of the figures.
- 5 The Company continues to be engaged with its lenders towards a debt restructuring.
- 6 Provision for Deferred Taxation as per Ind AS-12 'Income Tax', provisions for current tax (MAT) and employee benefits as per Ind AS-19 'Employee Benefits', will be made at the end of the year.
- 7 Figures for the previous period's/year's have been regrouped / reclassified and restated wherever necessary to make them Ind AS compliant and comparable with that of the current period.
- 8 The Company is engaged in the business of 'Textiles' and therefore has only one reportable segment in accordance with Ind AS 108 'Operating Segments'.

For and on behalf of Board of Directors
Garden Silk Mills Limited



Praful A. Shah
Chairman & Managing Director
DIN: 00218143



Place: Surat
Date: 21/11/2017

To

**The Board of Directors of
Garden Silk Mills Limited,**
1st Floor, Tulsi Krupa Arcade,
Near Aai Mata Chowk,
Puna-Kumbharia Road, Dumbhal,
Surat 395010.

Dear Sirs,

Sub: Limited Review Report of consolidated quarterly and half yearly Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

1. We have reviewed the accompanying statement of consolidated unaudited financial results of **Garden Silk Mills Limited** ('the Holding Company') and its subsidiaries (the Holding Company and its subsidiaries together referred to as 'the Group'), for the quarter and six months ended September 30, 2017 ('the Statement'), being submitted by the Company pursuant to the requirement of regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
2. Attention is drawn to the fact that the figures for the corresponding quarter and six month ended 30th September 2016, and the corresponding year to date from 1st April 2016 to 31st March 2017, as reported in these financial results have been approved by Company Board of Directors but have not been subjected to review.
3. This Statement, which is the responsibility of the Holding Company's management and approved by the Board of Directors on November 21, 2017, our responsibility is to issue a report on the Statement based on our review.
4. 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 Auditor 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. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
5. The Statement includes Management reviewed financial statements of GAIA International FZE i.e. wholly owned subsidiary of the Holding Company, whose financial statements reflect total revenue of Rs. 4,853.43 lakhs, total profit/ (loss) after tax of Rs. 284.28 lakhs and total comprehensive income/ (loss) (net) of Rs. 284.28 lakhs for the six months ended September 30, 2017, as considered in the Statement. These financial statements have been certified by management of that Company and have been furnished to us, and in our opinion, in so far as it relates to the amounts and disclosures included in respect of this subsidiary is based solely on such financial statements certified by respective management. In our opinion and according to information and explanations given to us by management of the Holding Company, these financial statements are not material to the Group. Our opinion is not qualified in respect of this matter.



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Subsidiary is located outside India whose financial statements have been prepared in accordance with accounting principles generally accepted in that country ('local GAAP'). The Holding Company's management has converted the financial statements of this subsidiary from local GAAP to accounting principles generally accepted in India. We have reviewed these conversion adjustments made by the Holding Company's management. Our opinion in so far as it relates to the amounts and disclosures of the subsidiary is based on the conversion adjustments prepared by management of the Holding Company and reviewed by us.

6. 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 applicable accounting standards (Ind AS) as specified under Section 133 of the Companies Act, 2013 and other recognized accounting practices and policies generally accepted in India has not disclosed the information required to be disclosed in terms of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular dated July, 5, 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

Surat, November 21, 2017



For **Sharp & Tannan Associates**
Chartered Accountants
Firm's Registration No. 109983W

CA Pramod Bhise
Partner
(Membership No. (F) 47751)



GARDEN SILK MILLS LIMITED

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

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Designer of Yarns, Weaves and Prints

UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER / HALF YEAR ENDED 30TH SEPTEMBER, 2017

Sr. No.	Particulars	Quarter ended			Half Year ended		Year ended
		30/09/2017	30/06/2017	30/09/2016	30/09/2017	30/09/2016	31/03/2017
1	Total Income						
	(a) Gross Sales/Income from Operations	71005.07	77507.50	67685.14	148512.57	131639.82	265400.53
	(b) Other Income	149.52	202.58	155.61	352.10	294.66	513.25
	Total Income	71154.59	77710.08	67840.75	148864.67	131934.48	265913.78
2	Expenses						
	(a) Cost of Materials Consumed	46115.10	50332.21	43341.47	96447.31	87475.54	178624.08
	(b) Purchases of stock-in-trade	2005.09	298.24	388.20	2303.33	1158.53	1799.30
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	5138.11	87.99	1135.19	5226.10	(1523.36)	(8444.34)
	(d) Excise duty on sales	0.00	6993.22	4513.11	6993.22	8349.59	20855.81
	(e) Employee benefits expense	3669.14	3258.26	3567.08	6927.40	6340.65	12214.88
	(f) Finance costs	4722.69	4947.12	4588.15	9669.81	8978.69	17844.06
	(g) Depreciation and amortisation expense	1622.14	1600.82	1624.06	3222.96	3231.42	6447.66
	(h) Other expenses	11518.37	12812.06	11133.20	24330.43	21908.67	45155.79
	Total Expenses	74790.64	80329.92	70290.46	155120.56	135919.73	274497.24
3	Profit/(Loss) before exceptional items and tax (1-2)	(3636.05)	(2619.84)	(2449.71)	(6255.89)	(3985.25)	(8583.46)
4	Exceptional items	(25.32)	(5.77)	536.74	(31.09)	(274.81)	(608.69)
5	Profit before tax (3-4)	(3661.37)	(2625.61)	(1912.97)	(6286.98)	(4260.06)	(9192.15)
6	Tax expenses/(credit)						
	Current tax	0.00	0.00	0.00	0.00	0.00	0.00
	Deferred tax	0.00	0.00	0.00	0.00	0.00	0.00
7	Profit/(Loss) for the period (5-6)	(3661.37)	(2625.61)	(1912.97)	(6286.98)	(4260.06)	(9192.15)
8	Other Comprehensive income						
	Item that will not be recalssified to profit or loss	(197.20)	171.10	(15.95)	(26.10)	287.10	14.49
	Income tax on above	0.00	0.00	0.00	0.00	0.00	0.00
	Item that will be recalssified to profit or loss	0.00	0.00	0.00	0.00	0.00	0.00
	Income tax on above	0.00	0.00	0.00	0.00	0.00	0.00
9	Total Comprehensive Income for the period (7+8)	(3858.57)	(2454.51)	(1928.92)	(6313.08)	(3972.96)	(9177.66)
10	Paid-up Equity Share Capital (Face value of share Rs.10/-)	4208.25	4208.25	4208.25	4208.25	4208.25	4208.25
11	Other Equity excluding Revaluation Reserves						(17193.24)
12	Earning per equity share in Rs. (Face value of share Rs.10/-)						
	Basic and diluted (in Rs.) not annualised	(8.70)	(6.24)	(4.55)	(14.94)	(10.12)	(21.84)



GARDEN SILK MILLS LIM
UNAUDITED CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES

(Rs. In Lacs)

Particulars	As at 30/09/2017	As at 31/03/2017
ASSETS		
1 Non-Current Assets		
(a) Property, Plant and Equipment	106231.26	109352.41
(b) Capital Work-in-Progress	3058.55	3084.04
(c) Intangible Assets	11.53	17.96
(d) Financial Assets		
(i) Investments	586.19	731.07
(ii) Loans	1536.08	738.54
(e) Other Non-Current Assets	3601.59	3808.50
Total Non-Current Assets	115025.20	117732.52
2 Current Assets		
(a) Inventories	28461.28	38821.26
(b) Financial Assets		
(ii) Trade Receivables	21523.96	12726.42
(iii) Cash and Cash Equivalents	2803.11	4956.71
(iv) Bank Balances other than (iii) above	2528.44	3022.07
(v) Loans	492.03	307.86
(vi) Others Financial Assets	19.68	5.07
(c) Other Current Assets	9857.56	6809.37
Total Current Assets	65686.06	66648.76
TOTAL ASSETS	180711.26	184381.28
EQUITY AND LIABILITIES		
EQUITY		
(a) Equity Share Capital	4208.25	4208.25
(b) Other Equity	(23625.10)	(17193.24)
Total Equity	(19416.85)	(12984.99)
LIABILITIES:		
1 Non-Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	108299.80	143054.38
(b) Long-term Provisions	663.35	810.21
Total Non-Current Liabilities	108963.15	143864.59
2 Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	55342.62	18068.99
(ii) Trade Payables	28123.26	26443.00
(iii) Other Financial Liabilities	4460.99	4256.77
(b) Other Current Liabilities	1451.99	2084.33
(c) Short-term Provisions	1786.10	2648.59
Total Current Liabilities	91164.96	53501.68
TOTAL LIABILITIES	200128.11	197366.27
TOTAL EQUITY AND LIABILITIES	180711.26	184381.28



Notes:

- 1 The above results have been reviewed by the Audit Committee and have been approved and taken on record by the Board of Directors at their respective meetings held on 21st November, 2017.
- 2 The Limited Review, as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 has been completed and the related Report does not have any impact on the above 'Results and Notes' for the Quarter and Six Months ended 30th September, 2017 which needs to be explained.
- 3 The Company has adopted Indian Accounting Standards ('Ind AS') notified by the Ministry of Corporate Affairs with effect from 1st April, 2017 (being transition date of 1st April, 2016). Accordingly, the financial results have been prepared in accordance with Companies (Indian Accounting Standards) Rules, 2015 (amended) as prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and the other accounting principles generally accepted in India.
- 4 The Ind AS financial results and financial information for the quarter ended 30th September, 2016 have not been subjected to any limited review or audit as per exemption given in SEBI circular No.CIR/CFD/FAC/62/2016 dated 5th July, 2016. However, the Management has exercised necessary due diligence to ensure the true and fair presentation of the figures.
- 5 The Company continues to be engaged with its lenders towards a debt restructuring.
- 6 Provision for Deferred Taxation as per Ind AS-12 'Income Tax', provisions for current tax (MAT) and employee benefits as per Ind AS-19 'Employee Benefits', will be made at the end of the year.
- 7 Figures for the previous period's/year's have been regrouped / reclassified and restated wherever necessary to make them Ind AS compliant and comparable with that of the current period.
- 8 The Company is engaged in the business of 'Textiles' and therefore has only one reportable segment in accordance with Ind AS 108 'Operating Segments'.
- 9 Key numbers of Unaudited Standalone Financial Results of the Company are as under:

Particulars	(Rs. in Lacs)		
	Quarter ended 30/09/2017	Half Year ended 30/09/2017	Quarter ended 30/09/2016
Total Income from operations	70845.77	148069.60	67539.25
Profit / (Loss) before Tax	(3763.93)	(6571.26)	(1689.45)
Net Profit / (Loss) after Tax before other comprehensive income	(3763.93)	(6571.26)	(1689.45)

For and on behalf of Board of Directors
Garden Silk Mills Limited



Praful A. Shah
Chairman & Managing Director
DIN: 00218143

Place: Surat

Date: 21/11/2017

