

GARDEN SILK MILLS LIMITED

Date: 30th May, 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.: Outcome of Board Meeting

Ref.: Standalone & Consolidated Audited Financial Results for the quarter and year ended on 31st March, 2017.

Dear Sir,

Pursuant to regulation 30, 33 and other applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we wish to inform you that the Board of Directors at its meeting held today, inter alia, considered and approved the following:

- (i) Audited Financial Results (Standalone & Consolidated) for the quarter and financial year ended on March 31, 2017.
- (ii) Re-appointment of Shri Sanjay S. Shah as Whole-time Director of the Company for a period of 3 years w.e.f. 1st July, 2017 subject to necessary approval as may be required.
- (iii) Appointment of Shri Ketan Jariwala, as a Director of the Company to fill up the casual vacancy caused due to Shri Arunchandra N. Jariwala vacating his office as a Director of the Company before the expiry of his term of office.

A copy of the Audited Financial Results (Standalone and Consolidated) of the Company for the quarter and year ended 31st March, 2017 along with statements of Assets and Liabilities and Audit Report are enclosed herewith for your record.

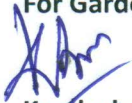
The meeting of the Board of Directors of the Company commenced at 3:30 p.m. and concluded at 05:45 p.m.

Kindly find the same in order and take the same on your records.

Thanking you,

Yours faithfully,

For Garden Silk Mills Limited



Kamlesh B. Vyas
Company Secretary



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

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

Auditor's Report On Standalone Year end Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

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

1. We have audited the accompanying 'Statement of Standalone Financial Results' for the year ended 31st March, 2017 of **GARDEN SILK MILLS LIMITED** ("the Company") (hereinafter referred to as "the Statement") attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Circular No. CIR/CFD/CMD/56/2016 dated 27th May, 2016.

This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been compiled from the related Standalone Financial Statements which has been prepared in accordance with the Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit of such standalone financial statements.

2. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

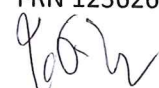
An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

3. Based on our audit conducted as above, in our opinion and to the best of our information and according to the explanations given to us, the Statement;
 - (i) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with Circular No. CIR/CFD/CMD/56/2016 dated 27th May, 2016; and
 - (ii) gives a true and fair view of the net loss and other financial information for the year ended 31st March, 2017.
4. The Statement includes the results for the quarter ended 31st March, 2017 being the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us.



Surat
30th May, 2017

For, Natvarlal Vepari & Co.
Chartered Accountants
FRN 123626W


R.N. Vepari
(Partner)

Membership Number-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; e-mail: shareddepartment@gardenvareli.com.

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

Designer of Yarns, Weaves and Prints

STATEMENT OF STANDALONE AUDITED RESULTS FOR THE QUARTER AND YEAR ENDED 31-03-2017

(Rs. in Lacs, except as stated)

Sr. No.	Particulars	Quarter ended			Year ended	Year ended
		31/03/2017 (Unaudited)	31/12/2016 (Unaudited)	31/03/2016 (Unaudited)	31/03/2017 (Audited)	31/03/2016 (Audited)
1	Total Income					
	(a) Gross Sales/Income from Operations	70449.75	63324.84	66764.02	264574.06	256731.31
	Total Income from Operations	70449.75	63324.84	66764.02	264574.06	256731.31
2	Expenses					
	(a) Cost of Materials Consumed	50411.10	40893.52	39738.30	178692.58	167438.24
	(b) Purchases of Stock-in-Trade	290.94	311.84	282.07	1799.30	1409.15
	(c) Changes [Decrease/(Increase)] in inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	(6930.63)	572.71	2076.82	(7867.64)	2737.39
	(d) Excise Duty	7818.72	4687.50	5199.94	20855.81	19182.96
	(e) Employee Benefits Expense	2910.44	3172.41	2953.20	12413.94	11694.92
	(f) Depreciation and Amortisation Expense	1590.67	1625.45	1649.60	6447.42	6681.43
	(g) Other Expenses	11658.76	10835.16	10959.97	44236.63	44970.50
	Total Expenses	67750.00	62098.59	62859.90	256578.04	254114.59
3	Profit/(Loss) from Operations before Other Income, Finance Costs, Exceptional Items and tax (1-2)	2699.75	1226.25	3904.12	7996.02	2616.72
4	Other Income	652.56	135.18	487.85	991.74	983.65
5	Profit/(Loss) from Ordinary Activities before Finance Costs Exceptional Items and tax (3±4)	3352.31	1361.43	4391.97	8987.76	3600.37
6	Finance Costs	4104.60	4648.69	3935.54	17489.29	17725.13
7	Profit/(Loss) before exceptional items and tax (5±6)	(752.29)	(3287.26)	456.43	(8501.53)	(14124.76)
8	Exceptional Items	(984.22)	0.00	0.00	(984.22)	0.00
9	Profit/(Loss) before Tax (7±8)	(1736.51)	(3287.26)	456.43	(9485.75)	(14124.76)
10	Tax expenses/(credit)					
	- Tax in respect of earlier years	0.00	0.00	(64.09)	0.00	(64.09)
11	Net Profit/(Loss) for the period (9±10)	(1736.51)	(3287.26)	520.52	(9485.75)	(14060.67)
12	Paid-up Equity Share Capital (face value Rs.10/- each)	4208.25	4208.25	4208.25	4208.25	4208.25
13	Reserves excluding Revaluation Reserves	--	--	--	(16291.18)	(6805.43)
14	Earnings per share (of Rs.10/- each) (Not Annualised)					
	Basic and Diluted (Rs.)	(4.13)	(7.81)	1.24	(22.54)	(33.41)



STANDALONE STATEMENT OF ASSETS AND LIABILITIES

(Rs in Lacs)

	Particulars	As at	
		31/03/2017 (Audited)	31/03/2016 (Audited)
A	EQUITY AND LIABILITIES		
1	Shareholders' Funds		
	(a) Share Capital	4208.25	4208.25
	(b) Reserves and Surplus	(16291.18)	(6805.43)
	Sub-total - Shareholders' Funds	(12082.93)	(2597.18)
2	Non-Current Liabilities		
	(a) Long-Term Borrowings	119339.84	90618.11
	(b) Other Long-Term Liabilities	728.20	43690.74
	(c) Long-Term Provisions	660.98	621.09
	Sub-total - Non-Current Liabilities	120729.02	134929.94
3	Current Liabilities		
	(a) Short-Term Borrowings	11051.99	5686.98
	(b) Trade Payables	30375.34	24689.68
	(c) Other Current Liabilities	32219.90	17331.43
	(d) Short-Term Provisions	1760.48	954.27
	Sub-total - Current Liabilities	75407.71	48662.36
	TOTAL - EQUITY AND LIABILITIES	184053.80	180995.12
B	ASSETS		
1	Non-current Assets		
	(a) Fixed assets (includes Capital work-in-Progress)	112453.95	117890.97
	(b) Non-Current Investments	1420.70	1420.70
	(c) Long-Term Loans and Advances	1769.58	3232.64
	Sub-total - Non-Current Assets	115644.23	122544.31
2	Current Assets		
	(a) Inventories	39229.85	29346.16
	(b) Trade Receivables	14483.26	14940.44
	(c) Cash and Bank Balances	5093.84	2633.37
	(d) Short-Term Loans and Advances	8119.24	10372.64
	(e) Other Current Assets	1483.38	1158.20
	Sub-total - Current Assets	68409.57	58450.81
	TOTAL - ASSETS	184053.80	180995.12



Notes:

- 1 Figures for the previous periods have been re-grouped / re-stated / re-arranged wherever necessary, to correspond with the current periods classification / disclosure.
- 2 The above results have been reviewed and recommended for adoption by the Audit Committee and approved and taken on record by the Board of Directors at their respective meetings held on 30th May, 2017.
- 3 The figures for the quarter ended 31st March, 2017 and 31st March, 2016 are the balancing figures between audited figures in respect of the full financial year ended 31st March, 2017 and 31st March, 2016 and the unaudited published year-to-date figures up to 31st December, 2016 and 31st December, 2015 respectively being the dates of the end of the third quarters of the financial years which were subjected to limited review.
- 4 Exceptional item in Q4 FY 2016-17 represents advances for capital goods written off.
- 5 In pursuance to the notification dated 16/02/2015 issued by the Ministry of Corporate Affairs on Companies (Indian Accounting Standard) Rules, 2015 (IND-AS), the Company is required to adopt IND-AS w.e.f. 1st April, 2017 with the comparatives for the period ending on 31st March, 2017.
- 6 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.
- 7 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.
- 8 Consequent to the introduction para 46A of Accounting Standard 11 vide notification dated 29th December, 2011, the Company has adjusted a sum of Rs.9.03 Lacs on account of foreign exchange transaction variations in long term foreign currency borrowings for the quarter ended 31st March, 2017. Total amount capitalized upto 31st March, 2017 is Rs.1833.32 Lacs and out of which Rs.1434.42 Lacs remains unamortized as at 31st March, 2017.

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

**Praful A. Shah
Chairman & Managing Director
DIN: 00218143**

**Place: Surat
Date: 30/05/2017**



NATVARLAL VEPARI & CO.

Chartered Accountants

PAN : AADFN5448E

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Auditor's Report On Year to Date Consolidated Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To,

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

1. We have audited the accompanying Statement of Consolidated Financial Results of **GARDEN SILK MILLS LIMITED** (herein with referred to as "the Holding Company") and its subsidiary (collectively referred to in as "the Group") for the year ended 31st March, 2017 ("the Statement") attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Circular No. CIR/CFD/CMD/56/2016 dated 27th May, 2016.

This Statement, which is the responsibility of the Holding Company's Management and approved by the Board of Directors, has been compiled from the related consolidated financial statements which have been prepared in accordance with the Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit of such consolidated financial statement.

2. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

We did not audit the financial statements of one wholly owned overseas subsidiary, whose financial results reflect total assets of Rs. 5424.51 lacs as at 31st March, 2017 and total loss of Rs. 722.25 lacs for the year ended on that date as considered in the consolidated financial results. These financial statements and other financial information have been audited by other auditor whose report has been furnished to us, and our opinion on the year end results, to the extent they have been derived from such financial statements is based solely on the reports of such other auditors. Our opinion on the Statement of consolidated financial results is not modified in respect of the above matters with regard to our reliance on the work done and the reports of the other auditor.

3. Based on our audit conducted as above, in our opinion and to the best of our information and according to the explanations given to us, the Statement;
 - (i) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with Circular No. CIR/CFD/CMD/56/2016 dated 27th May, 2016; and
 - (ii) gives a true and fair view of the net loss and other financial information for the year ended 31st March, 2017.

4. The Statement includes the results for the quarter ended 31st March, 2017 being the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us.



Surat
30th May, 2017

For Natvarlal Vepari & Co.
Chartered Accountants
FRN No.123626W

R. N. Vepari
(Partner)
Membership Number-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; e-mail: shareddepartment@gardenvareli.com.

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

Designer of Yarns, Weaves and Prints

STATEMENT OF CONSOLIDATED AUDITED RESULTS FOR THE QUARTER AND YEAR ENDED 31-03-2017

(Rs. in Lacs, except as stated)

Sr. No.	Particulars	Quarter ended			Year ended 31-03-2017 (Audited)	Year ended 31-03-2016 (Audited)
		31/03/2017 (Unaudited)	31/12/2016 (Unaudited)	31/03/2016 (Unaudited)		
1	Total Income					
	(a) Gross Sales/Income from Operations	70785.12	63525.21	67034.71	265642.69	257811.99
	Total Income from Operations	70785.12	63525.21	67034.71	265642.69	257811.99
2	Expenses					
	(a) Cost of Materials Consumed	50411.10	40893.52	39250.40	178692.58	166950.34
	(b) Purchases of Stock-in-Trade	290.94	311.84	282.57	1799.30	1438.20
	(c) Changes [Decrease/(Increase)] in inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	(6930.63)	572.71	2076.82	(7867.64)	2737.39
	(d) Excise Duty	7818.72	4687.50	5199.94	20855.81	19182.96
	(e) Employee Benefits Expense	2915.82	3177.37	2957.47	12433.84	11700.59
	(f) Depreciation and Amortisation Expense	1590.73	1625.51	1649.67	6447.66	6681.51
	(g) Other Expenses	11754.06	10910.37	11038.70	44562.22	45288.90
	Total Expenses	67850.74	62178.82	62455.57	256923.77	253979.89
3	Profit/(Loss) from Operations before Other Income, Finance Costs, Exceptional Items and tax (1-2)	2934.38	1346.39	4579.14	8718.92	3832.10
4	Other Income	156.82	135.63	490.23	499.25	990.43
5	Profit/(Loss) from Ordinary Activities before Finance Costs Exceptional Items and tax (3±4)	3091.20	1482.02	5069.37	9218.17	4822.53
6	Finance Costs	4282.85	4907.89	4194.06	18441.95	18823.74
7	Profit/(Loss) before exceptional items and tax (5±6)	(1191.65)	(3425.87)	875.31	(9223.78)	(14001.21)
8	Exceptional Items	(984.22)	0.00	0.00	(984.22)	0.00
9	Profit/(Loss) before Tax (7±8)	(2175.87)	(3425.87)	875.31	(10208.00)	(14001.21)
10	Tax expenses/(credit)					
	- Tax in respect of earlier years	0.00	0.00	(64.09)	0.00	(64.09)
11	Net Profit/(Loss) for the period (9±10)	(2175.87)	(3425.87)	939.40	(10208.00)	(13937.12)
12	Paid-up Equity Share Capital (face value Rs.10/- each)	4208.25	4208.25	4208.25	4208.25	4208.25
13	Reserves excluding Revaluation Reserves	--	--	--	(16909.97)	(6701.97)
14	Earnings per share (of Rs.10/- each) (Not Annualised)					
	Basic and Diluted (Rs.)	(5.17)	(8.14)	2.23	(24.26)	(33.12)



CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES

(Rs in Lacs)

	Particulars	As at	
		31/03/2017 (Audited)	31/03/2016 (Audited)
A	EQUITY AND LIABILITIES		
1	Shareholders' Funds		
	(a) Share Capital	4208.25	4208.25
	(b) Reserves and Surplus	(16909.97)	(6701.97)
	Sub-total - Shareholders' Funds	(12701.72)	(2493.72)
2	Non-Current Liabilities		
	(a) Long-Term Borrowings	119339.84	90618.11
	(b) Other Long-Term Liabilities	728.20	686.74
	(c) Long-Term Provisions	660.98	621.09
	Sub-total - Non-Current Liabilities	120729.02	91925.94
3	Current Liabilities		
	(a) Short-Term Borrowings	11051.99	5686.98
	(b) Trade Payables	30408.61	24726.20
	(c) Other Current Liabilities	32226.23	61795.16
	(d) Short-Term Provisions	1760.48	954.27
	Sub-total - Current Liabilities	75447.31	93162.61
	TOTAL - EQUITY AND LIABILITIES	183474.61	182594.83
B	ASSETS		
1	Non-current Assets		
	(a) Fixed assets (includes Capital work-in-Progress)	112454.40	117891.67
	(b) Non-Current Investments	1340.53	1340.53
	(c) Long-Term Loans and Advances	295.31	1421.67
	Sub-total - Non-Current Assets	114090.24	120653.87
2	Current Assets		
	(a) Inventories	39229.85	29346.16
	(b) Trade Receivables	12083.98	15671.12
	(c) Cash and Bank Balances	8467.77	4820.22
	(d) Short-Term Loans and Advances	8119.39	10945.26
	(e) Other Current Assets	1483.38	1158.20
	Sub-total - Current Assets	69384.37	61940.96
	TOTAL - ASSETS	183474.61	182594.83



Notes:

- Figures for the previous periods have been re-grouped / re-stated / re-arranged wherever necessary, to correspond with the current periods classification / disclosure.
- The above results have been reviewed and recommended for adoption by the Audit Committee and approved and taken on record by the Board of Directors at their respective meetings held on 30th May, 2017.
- The figures for the quarter ended 31st March, 2017 and 31st March, 2016 are the balancing figures between audited figures in respect of the full financial year ended 31st March, 2017 and 31st March, 2016 and the unaudited published year-to-date figures up to 31st December, 2016 and 31st December, 2015 respectively being the dates of the end of the third quarters of the financial years which were subjected to limited review.
- Exceptional item in Q4 FY 2016-17 represents advances for capital goods written off.
- In pursuance to the notification dated 16/02/2015 issued by the Ministry of Corporate Affairs on Companies (Indian Accounting Standard) Rules, 2015 (IND-AS), the Company is required to adopt IND-AS w.e.f. 1st April, 2017 with the comparatives for the period ending on 31st March, 2017.
- 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".
- Key numbers of Standalone Financial Results of the Company are as under:

Particulars	(Rs. in Lacs)				
	Quarter Ended			Year ended	
	31-03-2017 (Audited)	31-12-2016 (Unaudited)	31-03-2016 (Audited)	31-03-2017 (Audited)	31-03-2016 (Audited)
Total Income from operations	70449.75	63324.84	66764.02	264574.06	256731.31
Profit / (Loss) before Tax	(1736.51)	(3287.26)	456.43	(9485.75)	(14124.76)
Net Profit / (Loss) after Tax	(1736.51)	(3287.26)	520.52	(9485.75)	(14060.67)

Note: The Standalone Financial Results will be available on the website of the Company, BSE Limited and National Stock Exchange of India Limited.

- 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.
- 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.
- Consequent to the introduction para 46A of Accounting Standard 11 vide notification dated 29th December, 2011, the Company has adjusted a sum of Rs.9.03 Lacs on account of foreign exchange transaction variations in long term foreign currency borrowings for the quarter ended 31st March, 2017. Total amount capitalized upto 31st March, 2017 is Rs.1833.32 Lacs and out of which Rs.1434.42 Lacs remains unamortized as at 31st March, 2017.

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

Praful A. Shah
Chairman & Managing Director
DIN: 00218143

Place: Surat
Date: 30/05/2017

