



# Modern Threads (India) Limited

Registered Office :

**Unit : Modern Woollens**

Hamirgarh Road, Pragati Path, Near Transport Nagar

**BHILWARA-311001 (Rajasthan) INDIA**

Tel : +91-1482-241801, Fax : 91-1482-297924

E-Mail : cs@modernwoollens.com

Website : www.modernwoollens.com

CIN : L17115RJ1980PLC002075

## Notes:-

- 1 The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 30.06.2021.
- 2 These financial results have been prepared in accordance with the recognition and measurement principles of applicable Indian Accounting Standards ("Ind AS") notified under the companies (Indian Accounting Standards) Rules, 2015, as amended, as specified in section 133 of the Companies Act, 2013, except stated otherwise.
- 3 The company based on audited accounts for the financial year ended 31st March, 2004 had been declared as a sick industrial company u/s 3(1)(o) of the SICA Act by The Board of Industrial and Financial Reconstruction (BIFR) in the hearing held on 12th December, 2005. Consequent to abatement of Sick Industrial Companies (Special Provision) Act, 1985 w.e.f. 01/12/2016, the company has not filed rehabilitation/ revival scheme to NCLT under Insolvency and Bankruptcy Code. The company has accumulated losses with its net worth continuing to stand fully eroded and the financial statements of the company have been prepared on going concern, as the non current secured borrowings have been settled and only balance Rs.75 Lakhs is payable till 31.03.2022. The company is expecting compliance of term of settlement and liability will be written back on discharge of full payment
- 4 The company has not provided for interest (Dividend) on cumulative redeemable preference shares for the Quarter ended 31-03-2021 Rs. 1.06 Lakhs (cumulative Rs. 1306.39 Lakhs up to 31-03-2021). The company has not provided Interest (Dividend) in view of accumulated losses and also in process of settlement of remaining redeemable preference share capital.
- 5 The company has settled redeemable Preference Share Capital of Rs. 100 Lakhs at Rs. 30 Lakhs and balance Rs. 70 Lakhs has been recognised as exceptional items (Income). The company is in process of settlement of remaining redeemable Preference Share Capital of Rs. 325 Lakhs.
- 6 The outbreak of COVID-19 pandemic had disrupted regular business operations of the Company due to the lock down restrictions and other emergency measures imposed by the Government from time to time. The business operations have recommenced on a limited scale post relaxation of lockdowns. The management has taken into account the possible impacts of known events, upto the date of the approval of these financial results, arising from COVID-19 pandemic on the carrying value of the assets and liabilities as at 31st March 2021. However, there exists significant estimation uncertainty in relation to the future impact of COVID-19 pandemic on the Company and, accordingly, the actual impact in future may be different from those presently estimated. The Company will continue to monitor any material change to the future economic conditions and consequential impact on the financial Statements.
- 7 Balances of trade payables and trade receivable are subject to confirmation and consequential adjustments, if any.
- 8 Share Application Money Rs. 1450 Lakhs has been raised pursuant to restructuring / settlement scheme submitted to BIFR but consequent to abatement of Sick Industrial Companies (Special Provision) Act, 1985 w.e.f. 01/12/2016, it become refundable.
- 9 Provision for Income Tax has not been made in view of accumulated losses and deferred tax asset has not recognised in the financial statement as a matter of prudence.
- 10 Figures for the previous period have been regrouped/rearranged wherever necessary to conform to current period presentation.
- 11 The figures of the quarter ended 31st March, 2021 and quarter ended 31st March, 2020 are the balancing figures between audited figures between audited figures in respect of the full financial year and published year to date figure upto the end of third quarter of respective financial year which were subjected to limited review.

Place : Bhilwara  
Date : 30.6.2021



For and on behalf of the Board of Directors  
Modern Threads (India) Limited

( Rajesh Ranka )

Chairman & Managing Director

DIN:03438721

Marketing Office : 5, Bhima Building, Sir Pochkhanwala Road, Worli, Mumbai - 400030 (Maharashtra)  
Plant [ Woollens Division : Hamirgarh Road, Pragati Path, Near Transport Nagar, Bhilwara - 311001 (Rajasthan)  
Yarn Division : Village Raila, District - Bhilwara - 311024 (Rajasthan)