

27th May 2019

National Stock Exchange of India Limited
Exchange Plaza, C-1, Block G
BandraKurla Complex, Bandra (E)
Mumbai - 400 051

Dear Sir / Madam,

Sub: Outcome of Board Meeting held on 27th May 2019

A). This is to inform that the Board of Directors at their meeting held today, i.e Monday, 27th May 2019, have:

1. Approved the Audited Standalone Financial Results for the quarter and financial year ended 31st March 2019.
2. Recommended dividend of 6% (Rs. 0.60 equity share) subject to approval of the members.

B). In this connection, please find enclosed herewith:

1. Audited Standalone Financial Results for the quarter and financial year ended 31st March 2019 along with the Statutory Audit Report.

C). Pursuant to Regulation 33 (3) (d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, we hereby declare that the Auditors of the Company have issued their reports with unmodified opinion on the Financial Statements (Standalone) for the year ended 31st March, 2019.

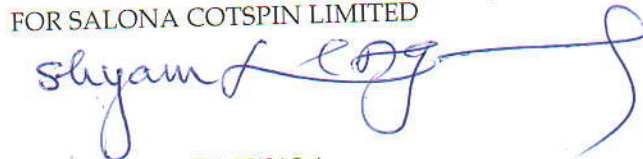
D) The Board meeting commenced at 3.00 P.M and concluded at 7.45 P.m

Kindly take the aforesaid information on record in compliance of SEBI (Listing Obligation and Disclosure Requirements), Regulations 2015.

Thanking You

Yours Sincerely

FOR SALONA COTSPIN LIMITED



SHYAMLAL AGARWALA
MANAGING DIRECTOR

SPINNING YARN TO PERFECTION

Regd. Off. / Mills : SF No. 74/12 & 75/3, Sathy Main Road,
Pungampalli, Valipalayam (P.O) Sathy T.K - 638 402. Tamilnadu.
GSTIN : 33AACCS4554N1Z3 PAN No.: AACCS4554N
CIN No. L17111 TZ 1994 PLC 004797



PART I

STATEMENT OF STANDALONE AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH 2019

(Rs.in Lakh)

Sl No.	PARTICULARS	QUARTER ENDED		YEAR ENDED	
		31.03.2019 (Audited)	31.12.2018 (Unaudited)	31.03.2019 (Audited)	31.03.2018 (Audited)
I	Income from Operations :				
II	Revenue from Operations	2,667.89	2,937.40	13,287.01	10,681.91
	Other Income	0.51	3.34	10.32	9.67
	Total Income	2,668.40	2,940.74	13,297.33	10,691.58
III	Expenditure				
	a) Cost of Materials consumed	1,668.36	1,711.27	1,447.51	6,341.07
	b) Purchases of Stock in trade	290.33	769.12	339.68	1,387.35
	c) Changes in Inventories of Finished goods/WIP/Stock in Trade	(167.72)	(427.40)	386.22	(568.75)
	d) Employees benefit expenses	157.50	180.48	144.55	590.70
	e) Finance costs	127.26	87.83	102.52	346.69
	f) Depreciation and Amortisation expenses	27.85	82.25	91.98	373.47
	g) Other Expenditure	587.49	531.85	590.43	1,860.93
	g) Total expenditure	2,691.07	2,935.40	3,102.89	10,470.59
IV	Profit/(Loss) before exceptional items and Tax	(22.67)	5.34	23.42	220.99
V	Exceptional items	-	-	-	-
VI	Profit/(Loss) from ordinary activities before Tax (5-6)	(22.67)	5.34	23.42	220.99
VII	Tax expense	(2.99)	1.90	7.33	51.10
	Current Tax	15.67	-	(43.15)	(43.15)
	Deferred Tax	(35.35)	3.44	59.24	213.04
VIII	Net Profit/(Loss) from ordinary activities after Tax(9-10)	4.62	0.05	4.60	36.24
IX	Other Comprehensive Income				
X	Total Comprehensive Income for the period (Comprising Profit/(Loss) for the period (after Tax) and other Comprehensive Income (after Tax)	(30.73)	3.49	95.43	249.28
XI	Paid up Equity Share Capital (Face value Rs 10/- each)	526.24	526.24	526.24	526.24
XII	Earnings per Share				
	i) Basic	-6.67	0.07	1.13	4.65
	ii) Diluted	-6.67	0.07	1.13	4.65

PART II

SELECT INFORMATION FOR THE QUARTER AND YEAR ENDED 31ST MARCH 2019

SI No.	PARTICULARS	QUARTER ENDED		YEAR ENDED	
		31.03.2019	31.12.2018	31.03.2019	31.03.2018
		(Audited)	(Unaudited)	(Audited)	(Audited)
A	PARTICULARS OF SHAREHOLDING				
1	Public shareholding				
	- Number of shares	2006944	2030400	2006944	2030573
	- Percentage of shareholding	38.14%	38.58%	38.14%	38.59%
2	Promoters and Promoter Group Shareholding				
	(a) Pledge/Encumbered				
	- Number of Shares	0	0	0	0
	- Percentage of shares	0	0	0	0
	promoter group)				
	- Percentage of shares	0	0	0	0
	(as a % of the total share capital of the Company)				
	(b) Non-encumbered				
	- Number of Shares	3255456	3232000	3255456	3231827
	- Percentage of shares	100.00%	100.00%	100.00%	100.00%
	(as a % of the total shareholding of promoter and promoter group)				
	- Percentage of shares	61.86%	61.42%	61.86%	61.41%
	(as a % of the total share capital of the Company)				

Particulars	31.03.2019
B	
INVESTOR COMPLAINTS	
Pending at the beginning of the quarter	- Nil -
Received during the quarter	- Nil -
Disposed of during the quarter	- Nil -
Remaining unresolved at the end of the quarter	- Nil -

SALONA COTSPIN LIMITED
STATEMENT OF ASSETS AND LIABILITIES

(Rs.in Lakh)

Particulars	As at 31.03.2019 (Audited)	As at 31.03.2018 (Audited)
ASSETS		
(1) Non -Current Assets		
(a) Property, Plant and Equipment	2561.78	1484.55
(b) Capital Work-in-progress	59.52	501.85
(c) Investment Property	-	-
(d) Intangible assets	12.68	15.30
(e) Financial Assets		
(i) Investments	23.86	30.61
(f) Other Non-Current Assets	160.89	184.38
Total Non-Current Assets	2818.73	2216.69
(2) Current Assets		
(a) Inventories	3710.98	3647.20
(b) Financial Assets		
(i) Trade Receivables	1820.31	1913.77
(ii) Cash & Cash equivalents	7.66	4.80
(iii) Other Bank Balances	9.05	55.58
(iv) Other Financial Assets	155.37	210.44
(c) Other Current Assets	467.96	289.72
Total Current Assets	6171.33	6121.51
TOTAL ASSETS	8990.06	8338.20
EQUITY AND LIABILITIES		
(1) Equity		
(a) Equity Share Capital	532.89	532.89
(b) Other Equity	2599.34	2469.77
Total Equity	3132.23	3002.66
(2) Non-Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	867.53	534.60
(b) Provisions	56.99	56.45
(c) Deferred Tax Liabilities (Net)	80.04	64.37
(d) Other Non Current Liabilities	-	-
Total Non-Current Liabilities	1004.56	655.42
(3) Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	3910.25	3438.94
(ii) Trade Payables	396.23	670.90
(b) Other Current Liabilities	529.97	538.52
(c) Provisions	16.82	31.76
Total Current Liabilities	4853.27	4680.12
TOTAL EQUITY AND LIABILITIES	8990.06	8338.20

NOTES :

- 1 The Company has only one business segment in operation. i.e. Textile Business. Hence segment wise reporting is not applicable.
- 2 The figures for the quarters ended March 31, 2019 and March 31, 2018 are the balancing figures between the audited figures in respect of the full financial years and the published unaudited year-to-date figures up to the third quarter of the respective financial years, which were subjected to limited review.
- 3 Previous period/Year's figures have been re-grouped/re-casted wherever necessary to make them comparable.
- 4 The Company Adopted Indian Accounting Standards (IND AS) from April 1st, 2017 and accordingly these financial results have been prepared in accordance with the recognition and measurement principles laid down in the IND AS 34 "Interim Financial Reporting" prescribed Under Sec. 133 of the Companies Act, 2013 read with the relevant rules issued there under and the other accounting principles generally accepted in India.
- 5 The management has exercised necessary due diligence to ensure that the financial results provide a true and fair view of its affairs in accordance with the IND AS
- 6 The Board recommended dividend of 6% (Rs.0.60/equity share), subject to approval of share holders in the Annual General Meeting
- 7 The above audited financial results were reviewed by the Audit committee and approved by the Board of Directors at their meeting held on 27th May 2019
- 8 Ind AS 115, Revenue from Contracts with customers' mandatory for reporting periods beginning on or after 1st April 2018, replace existing revenue recognition requirements. The Company has applied the modified retrospective approach wherein there were no significant adjustments required to be made to the retained earnings as on 1st April, 2018. The application of IND AS 115 did not have any significant impact on recognition and measurement of revenue and related items in the financial statements of the company.
- 9 These financial results have been prepared in accordance with Indian Accounting Standard ("Ind AS") prescribed under section 133 of the Companies Act, 2013 read with relevant rules there under and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI Circular dated July 5, 2016.

Place : Coimbatore

Date : 27th May 2019

BY ORDER OF THE BOARD
For SALONA COTSPIN LIMITED



SHYAMLAL AGARWALA
MANAGING DIRECTOR

DIN 00003055



**Auditor's Report on Annual Ind AS Financial Results of the Company Pursuant to
Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements)
Regulations, 2015**

TO THE BOARD OF DIRECTORS OF SALONA COTSPIN LIMITED

1. We have audited the accompanying Statement of Standalone Financial Results of SALONA COTSPIN LIMITED ("the Company"), for the year ended March 31, 2019 ("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.

These financial results have been prepared on the basis of the audited annual financial statements and reviewed quarterly financial results up to the end of the third quarter, which are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial results based on our audit of the annual financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in the Companies (Indian Accounting Standards) Rules, 2015, as per Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India and in compliance with SEBI Listing Regulations.

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 involves performing procedures to obtain audit evidence about the amounts and the disclosures in the statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement.





GOPALAIYER AND SUBRAMANIAN

CHARTERED ACCOUNTANTS

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

3. In our opinion and to the best of our information and according to the explanations given to us, the Statement:
 - a. is presented in accordance with the requirements of Regulations 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; and
 - b. gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the net profit and Total comprehensive income and other financial information of the Company for the year ended March 31, 2019.
4. The Statement includes the results for the quarter ended March 31, 2019 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.

For **GOPALAIYER AND SUBRAMANIAN**

Chartered Accountants
(Firm Reg.no:000960S)



CA.R.MAHADEVAN

Partner

(Membership No: 27497)

Place: Coimbatore

Date: 27.05.2019