

# Winsome Yarns Limited

Regd. Office : SCO # 191-192, Sector 34-A,

Chandigarh - 160 022 INDIA

CIN : LI7115CH1990PLC010566

Phones : +91-172-2603966, 4612000, 4613000

Fax : +91-172-4614000

e-mail: info@winsomegroup.com

website: www.winsomegroup.com



WYL/SECT/  
14.11.2021

BSE Limited  
Dept. of Corporate Service  
1st Floor, New Trading Ring  
Rotunda Building, P. J. Towers  
Dalal Street, Fort, **MUMBAI-400001**

Script Code : 514348

National Stock Exchange of India Ltd  
**Listing Department**  
"Exchange Plaza" Bandra-Kurla Complex  
Bandra (E), **MUMBAI - 400051**

Symbol : WINSOME

**Sub : Outcome of Board Meeting under Regulation 30 of SEBI (LODR).**  
(Unaudited Financial Results for the quarter & half year ended September, 2021)

Dear Sir/Madam,

Pursuant to Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed herewith following documents/information duly approved by the Board of Directors of the Company in their meeting held on **November 14, 2021.**

1. Unaudited Financial Results of the Company for the Quarter and half year ended **September 30, 2021.**
2. Statement of Assets and Liabilities for the half year ended **September 30, 2021.**
3. Cash flow statement on standalone and consolidated basis, pursuant to Regulation 33(3) (g) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, for the half year ended **September 30, 2021.**

The meeting of the Board of Directors of the Company commenced at 11.00 A.M. and concluded at 4.35 P.M.

This is for your information and records please.

Thanking you,

Yours faithfully,  
For **WINSOME YARNS LIMITED**

  
(RAJPAL S RATHORE)  
Dy. Manager (Legal & Secretarial)  
Mobile No. 9855601267  
Email : [cshare@winsomegroup.com](mailto:cshare@winsomegroup.com)



IS/ISO  
9001



Works : Village Kurawala, Barwala Road, Derabassi-140507, Distt. Mohali (Pb.)  
Ludhiana : Office No. 3, MD Complex, Near Samrala Chowk, Ludhiana -141008  
Tirupur : No. 2, First Floor, Mahaveer Colony, Valipalayam Main Road, Tirupur - 641601

**WINSOME YARNS LIMITED**

Regd. Office: SCO # 191-192, Sector 34-A, Chandigarh - 160022

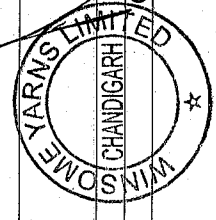
CIN : L17115CH1990PLC010566, Email - cshare@winsomergroup.com, Website - www.winsomergroup.com Phone No.91-172-4613000, Fax No.91-172-4614000

**UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED ON 30TH SEPTEMBER 2021**

PART-I Sr. No.	Particulars	Standalone						Consolidated						Rs.in Lakhs					
		Unaudited			Audited			Unaudited			Audited								
		Quarter Ended 30.09.2021	30.09.2020	30.09.2021	Half Year Ended 30.09.2021	30.09.2020	31.03.2021	Year Ended 30.09.2020	30.09.2021	30.06.2021	30.09.2020	30.09.2021	Quarter Ended 30.09.2021		30.09.2020	30.09.2021	Half Year Ended 30.09.2021	30.09.2020	Year Ended 31.03.2021
	<b>Revenue</b>																		
1	Income from operations	1028	476	747	1504	1347	3,571	3,571	1028	476	747	1,504	1,347	747	1,504	1,347	3,571	3,571	
2	Other Income	3	3	0	6	10	17	17	3	3	-	6	10	-	6	10	17	17	
3	Total Revenue(1+2)	1,031	479	747	1,510	1,357	3,588	3,588	1,031	479	747	1,510	1,357	747	1,510	1,357	3,588	3,588	
4	<b>Expenses</b>																		
	(a) Cost of Material consumed	112	113	291	225	334	504	504	112	113	291	225	334	291	225	334	504	504	
	(b) Purchase of stock-in-trade	0	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	(c) Excise Duty	0	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	(d) Changes in Inventories of finished goods, Work in progress & stock in trade	(11)	(257)	(35)	(268)	(128)	87	87	(11)	(257)	(35)	(268)	(128)	(35)	(268)	(128)	87	87	
	(e) Employee Benefit expense	503	446	423	949	770	1,780	1,780	503	446	423	949	770	423	949	770	1,780	1,780	
	(f) Finance cost	0	-	-	-	-	6	6	-	-	-	-	-	-	-	-	6	6	
	(g) Depreciation & Amortisation expenses	374	373	372	747	746	1,493	1,493	374	373	372	747	746	372	747	746	1,493	1,493	
	(h) Other expenses	494	459	305	953	667	1,839	1,839	494	459	305	953	667	305	953	667	1,839	1,839	
5	<b>Total Expenses</b>	1,472	1,134	1,356	2,606	2,389	5,709	5,709	1,473	1,134	1,356	2,606	2,389	1,356	2,606	2,389	5,709	5,709	
	<b>Profit/(Loss) from Operations before Exceptional Items and tax.(3-4)</b>	(441)	(655)	(609)	(1,096)	(1,032)	(2,121)	(2,121)	(441)	(655)	(609)	(1,096)	(1,032)	(609)	(1,096)	(1,032)	(2,121)	(2,121)	
6	Exceptional Items	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
7	<b>Profit/(Loss) before Tax (5+6)</b>	(441)	(655)	(609)	(1,096)	(1,032)	(2,121)	(2,121)	(441)	(655)	(609)	(1,096)	(1,032)	(609)	(1,096)	(1,032)	(2,121)	(2,121)	
8	Tax Expense	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	- Current Tax	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	- Earlier years Tax	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	- Deferred Tax Liability/(Asset)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
9	<b>Profit/(Loss) after tax (7-8)</b>	(441)	(655)	(609)	(1,096)	(1,032)	(2,121)	(2,121)	(441)	(655)	(609)	(1,096)	(1,032)	(609)	(1,096)	(1,032)	(2,121)	(2,121)	
10	Other Comprehensive income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11	<b>Total Comprehensive income(9+10)</b>	(441)	(655)	(609)	(1,096)	(1,032)	(2,121)	(2,121)	(441)	(655)	(609)	(1,096)	(1,032)	(609)	(1,096)	(1,032)	(2,121)	(2,121)	
12	Paid - up Equity Capital (Face Value - Rs. 10/- each)	7,071	7,071	7,071	7,071	7,071	7,071	7,071	7,071	7,071	7,071	7,071	7,071	7,071	7,071	7,071	7,071	7,071	7,071
13	Reserve excluding revaluation reserve as per Balance Sheet of Previous accounting year						(43,929)	(43,929)											
14	Earnings Per Share of Rs 10/- each (Not Annualised)	(0.62)	(0.93)	(0.86)	(1.55)	(1.46)	(3.00)	(3.00)	(0.62)	(0.93)	(0.86)	(1.55)	(1.46)	(0.86)	(1.55)	(1.46)	(3.00)	(3.00)	
	- Basic & Diluted (Rs.)																		



<b>Notes:</b>	
1	The above unaudited financial results were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on November 14, 2021.
2	The Statutory Auditors of the Company have carried out the Limited Review of the aforesaid financial results for the quarter and half year ended on 30 <sup>th</sup> September 2021. In accordance with Regulation 33 of the SEBI (Listing Obligation and Disclosures Requirements) Regulations, 2015, The Statutory Auditors of the Company have carried out the Limited Review of the aforesaid financial results for the quarter and half year ended on 30 <sup>th</sup> September 2021. In accordance with Regulation 33 of the SEBI (Listing Obligation and Disclosures Requirements) Regulations, 2015,
3	In line with the provisions of Ind AS-108 'Operating Segments' as notified under the Companies (Ind AS) Rules, 2015, and as provided in section 133 of the Companies Act, 2013, the operations of the Company fall under one line of business activity namely, Textiles (Yarn, Knitwear & related revenue), which is considered to be the only reportable segment by the management.
4	COVID-19 pandemic has substantially disrupted the global economic and business environment and there continues to subsist uncertainty with respect to its after effects, which cannot be reasonably ascertained. However, the Company had evaluated and considered the possible effects in its working to the extent possible, including likely impact that may result from the COVID-19 pandemic as well as all events and circumstances upto the date of approval of these financial results on the carrying value of its assets and liabilities as at 31st March 2021. In order to mitigate the uncertainty due to frequent lock-down of operations for reasons of observing a high and stringent level of requirements for health and safety, the Company had taken to manufacturing for third parties. The operations of the Company are running at a low level and are likely to continue until after effects and impact of Covid-19 pandemic have significantly subsided and sufficient time has elapsed thereafter, as supply chain stabilisation and availability of manpower, both are likely to take time. The impact of any event and developments occurring after the date of financial results for the quarter and half-year ended September 30, 2021 is different from those estimated as at the date of approval of these financial results, and will be recognised prospectively.
5	Auditors remarks on accounts for the quarter and half-year ended September 2021: (1) Regarding preparation of accounts on going concern basis despite accumulated losses of the Company being substantially in excess of its net worth; Management Response: Refer consolidated response as part of Note No. 6 hereinbelow; (2) Regarding non-provision for interest and penalty on Borrowings and long outstanding receivables; Management response: There being no amount considered as payable by the Company on account of interest and penalty, no liability is accounted; Efforts are being made to recover the amounts receivable and provision, if any, required to be made in respect thereof will be accounted on their final settlement; (3) Regarding part of GDR money invested in money market instrument outside India, non-accounting thereof at fair value and non-recognition of exchange fluctuation in respect thereto; Management response: Refer consolidated response as part of Note No. 7 hereinbelow; (4) Regarding provisions made in books of account in case of investments in subsidiaries, amounts to be written off/written back and adjustment/set off of payment of receivables/payable from/to overseas parties/suppliers, which are pending necessary approval of the competent authority; Management Response: The Company has filed up-to-date returns, and approvals and adjustments will be effected in due course; (6) Regarding pending confirmation/reconciliation of balances of certain receivables, bank balances, payables, secured loans, contingent and other liabilities, loans and advances - impact unascertainable); Management response: Confirmation and reconciliation of balances is carried out on an ongoing basis and adjustments, if any, arising therefrom are accounted from time to time.
6	Edelweiss Assets Reconstruction Company Ltd. (EARC), an Asset Reconstruction Company, claimed that it is an assignee of debt payable by the Company to certain banks. The actions of certain other Banks and EARC, amongst others, for recovery of amount considered by them as owed by the Company and to seek declaration that the Company being in default thereof be declared insolvent, are disputed by the Company as the debt is not acknowledged, and in any case the actions of Banks and EARC are barred by limitation. Additionally, the Company has a counter claim against the claimants for the losses caused by them to the Company. The Authorities in the State of Punjab initiated proceedings against EARC for the reasons that the Assignment Deed whereby EARC had acquired the debt from certain banks is not adequately stamped, and the Company is a party. The action of the aforementioned State Authorities has been set aside by the Hon'ble High Court of Punjab and Haryana at Chandigarh, and the Company is filing an appeal against the order. EARC had filed a petition to initiate insolvency proceedings against the Company, which was dismissed by the Hon'ble National Company Law Tribunal, Chandigarh Bench (NCLT), holding that the Assignment Deed being under stamped is not an evidence. An appeal filed by EARC against this order of Hon'ble NCLT is under adjudication. Indian Overseas Bank has petitioned to initiate insolvency proceedings against the Company, which is being contested by the Company. The Company had without prejudice to the fact that it does not acknowledge its liability on account of debt to EARC and other banks, initiated discussions to settle the disputes, which failed. The Company does not consider itself liable towards the claimants of debt, and pending resolution of the matters, the Management has prepared its financial statements on 'Going Concern' basis.
7	GDR issued earlier by the Company, listed on Luxembourg Stock Exchange, were delisted. USD 48,19,980 (Rs. 2568.41 Lakhs without exchange adjustment) is invested in money market instruments outside India for utilisation towards earmarked purposes (setting up a Yarn Dying Plant). The Plant could not be implemented as requisite support was then not extended by the lenders. The final effect of exchange rate fluctuation will be accounted at the time of utilisation of the amount. The Company has filed an Appeal against the order of SEBI imposing penalty as SEBI has erred in passing the order as it did not take into consideration full facts and circumstances of matters connected with issue of GDR.
8	The impact of any event and developments occurring after the date of financial results for the quarter and half-year ended March 31, 2021 is different from those estimated as at the date of approval of these financial results, and will be recognised prospectively.
9	The figures of last quarter are the balancing figures between audited figures in respect of the full financial year and the published year-to-date figures upto the third quarter of the current financial year.
10	The figures for the previous quarter and year have been regrouped / rearranged, wherever necessary, to confirm to the current period's classification.
<b>Place:</b>	Chandigarh
<b>Date:</b>	November 14, 2021.



**Manish Bagrodia**  
Chairman and Managing Director

Winsome Yarns Limited  
SCO -191,192 Sector 34-A, Chandigarh -160022  
Statement of Asset and Liabilities as on 30.09.2021

Particulars	(Rs. In Lakhs)			
	Standalone		Consolidated	
	Auidted		Auidted	
	30.09.2021	31.03.2021	30.09.2021	31.03.2021
<b>ASSETS</b>				
<b>(1) Non- current assets</b>				
(a) Property, plant and equipment	16,927	17,674	16,927	17,674
(b) Capital Work In Progress	0	-	-	-
(c) Other Intangibles Assets	17	17	17	17
(d) Financial assets	0	-	-	-
(e) Investments	0	-	-	-
(f) Loans	2	2	2	2
(g) Deferred tax assets (net)	0	-	-	-
(h) Other Non- Current assets	2,729	2,731	2,729	2,731
<b>Sub Total - non current assets</b>	<b>19,675</b>	<b>20,423</b>	<b>19,675</b>	<b>20,423</b>
<b>(2) Current assets</b>				
(a) Inventories	1,367	1,070	1,367	1,070
<b>(b) Financial assets</b>				
(i) Loans	38	38	38	38
(ii) Investment	2,568	2,568	2,568	2,568
(iii) Trade receivables	1,405	1,391	1,450	1,436
(iv) Cash and cash equivalents	132	152	138	158
(v) Other bank Balance	32	31	32	31
(vi) Other financial assets	0	-	-	-
(vii) Current Tax Assets	147	136	147	136
(viii) Other current assets	970	753	970	753
<b>Sub Total - current assets</b>	<b>6,659</b>	<b>6,139</b>	<b>6,710</b>	<b>6,190</b>
<b>Total of assets (1+2)</b>	<b>26,334</b>	<b>26,562</b>	<b>26,385</b>	<b>26,613</b>
<b>B. EQUITY AND LIABILITIES</b>				
<b>1. Equity</b>				
(a) Equity share capital	7,071	7,071	7,071	7,071
(b) Other equity	(45,024)	(43,929)	(45,014)	(43,919)
<b>Sub total - Total equity</b>	<b>(37,954)</b>	<b>(36,858)</b>	<b>(37,943)</b>	<b>(36,848)</b>
<b>LIABILITIES</b>				
<b>2. Non- current liabilities</b>				
(a) Deferred grant income	69	69	69	69
(b) Provisions	269	234	269	234
<b>Sub total - Non current liabilities</b>	<b>338</b>	<b>303</b>	<b>338</b>	<b>303</b>
<b>(3) Current liabilities</b>				
<b>(a) Financial liabilities</b>				
(i) Borrowings	55,658	55,658	55,658	55,658
<b>(ii) Trade Payables</b>				
(a) Total outstanding dues of Micro and small enterprises	91	98	91	98
(b) Total outstanding dues of creditors other than Micro and small enterprises	3,467	3,282	3,476	3,291
(iii) Other financial liabilities	4,158	3,703	4,190	3,735
(iv) Deferred grant income	9	9	9	9
(v) Other current liabilities	545	346	545	346
<b>(b) Provisions</b>	<b>21</b>	<b>21</b>	<b>21</b>	<b>21</b>
<b>Sub Total - current liabilities</b>	<b>63,949</b>	<b>63,117</b>	<b>63,989</b>	<b>63,158</b>
<b>(4) Total of liabilities (2+3)</b>	<b>64,288</b>	<b>63,420</b>	<b>64,328</b>	<b>63,461</b>
<b>Total of equity and liabilities (1+4)</b>	<b>26,334</b>	<b>26,562</b>	<b>26,385</b>	<b>26,613</b>

For WINSOME YARNS LIMITED

  
MANISH BAGRODIA  
Chairman and Managing Director  
DIN : 00046944

**Winsome Yarns Limited**

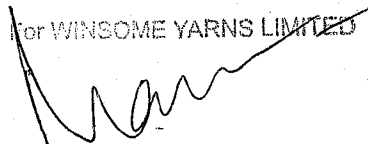
Regd. Office: SCO 191-192, Sector 34-A, Chandigarh -160022

**STATEMENT OF STANDALONE CASH FLOW FOR THE YEAR ENDED ON SEPTEMBER 30, 2021**

Particulars	(Rs., Lakhs)	
	Year Ended September 30, 2021	Year Ended March 31, 2021
<b>A. CASH FLOW FROM OPERATIONS</b>		
Loss before tax	(1,095.75)	(2,121.17)
<b>Adjustment for:</b>		
Depreciation	746.64	1,493.28
Amortisation of lease hold land	1.66	3.31
Prorata capital subsidy	-	-
(Profit)/Loss on sale of fixed assets	-	-
Interest expense	-	6.03
Interest income	(6.00)	(12.17)
<b>Operating profit before working capital changes</b>	<b>(353.47)</b>	<b>(630.73)</b>
<b>Adjustment for working capital changes:</b>		
<b>Increase/(Decrease) in financial liabilities</b>		
Trade payables	177.70	(226.69)
Revenue received in advance	0.00	0.00
Other payables	455.27	311.86
Increase/(Decrease) in other current liabilities	199.60	142.75
Increase/(Decrease) in provisions	34.87	70.60
<b>(Increase)/Decrease in financial assets</b>		
Trade and other receivables	(13.86)	127.58
Loans	-	0.06
Investment	-	(0.00)
Interest accrued but not due	-	0.00
Other loan	-	(0.00)
(Increase)/Decrease in other current assets	(217.86)	(81.35)
(Increase)/Decrease in other non current assets	-	171.27
(Increase)/Decrease in Inventories	(296.86)	88.97
Current tax liabilities (Net)	(14.60)	(25.64)
<b>Net cash flow from operating activities (A)</b>	<b>(25.23)</b>	<b>(40.19)</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Additions to property, plant and equipment	-	-
Reductions to property, plant and equipment	-	-
Interest receipts	6.00	12.17
<b>Net cash used in investing activities (B)</b>	<b>6.00</b>	<b>12.17</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Interest paid	-	(6.03)
<b>Increase/(Decrease) in financial liabilities</b>		
Proceeds from borrowings	(0.00)	(0.00)
Repayment of borrowings	-	-
<b>Net cash used in financing activities (C)</b>	<b>(0.00)</b>	<b>(6.03)</b>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)</b>	<b>(19.23)</b>	<b>(34.05)</b>
Cash and cash equivalents - Opening balance	182.75	216.80
Cash and cash equivalents - Closing balance	163.53	182.75

(Figures in bracket represents cash outflow)

For WINSOME YARNS LIMITED

  
**MANISH BAGRODIA**  
 Chairman and Managing Director  
 DIN : 00046944

**Winsome Yarns Limited**

Regd. Office: SCO 191-192, Sector 34-A, Chandigarh -160022

**STATEMENT OF CONSOLIDATED CASH FLOW FOR THE YEAR ENDED ON SEPTEMBER 30, 2021**

(Rs., Lakhs)

Year Ended

Year Ended

Particulars

Year Ended

September 30, 2021

March 31, 2021

<b>A.</b>	<b>CASH FLOW FROM OPERATIONS</b>		
	Loss before tax	(1,095.75)	(2,121.17)
	<b>Adjustment for:</b>		
	Depreciation	746.64	1,493.28
	Amortisation of lease hold land	1.66	3.31
	Prorata capital subsidy	-	-
	(Profit)/Loss on sale of fixed assets	-	-
	Interest expense	-	6.03
	Interest income	(6.00)	(12.17)
	<b>Operating profit before working capital changes</b>	<b>(353.46)</b>	<b>(630.72)</b>
	<b>Adjustment for working capital changes:</b>		
	<b>Increase/(Decrease) in financial liabilities</b>		
	Trade payables	177.70	(226.69)
	Revenue received in advance	0.00	0.00
	Other payables	455.27	311.86
	Increase/(Decrease) in other current liabilities	199.60	142.75
	Increase/(Decrease) in provisions	34.87	70.60
	<b>(Increase)/Decrease in financial assets</b>		
	Trade and other receivables	(13.86)	127.58
	Loans	-	0.06
	Investment	-	-
	Interest accrued but not due	-	-
	Other loan	-	-
	(Increase)/Decrease in other current assets	(217.86)	(81.35)
	(Increase)/Decrease in other non current assets	-	171.27
	(Increase)/Decrease in inventories	(296.86)	88.97
		<b>(14.59)</b>	<b>(25.64)</b>
	Current tax liabilities (Net)	(10.63)	(14.55)
	<b>Net cash flow from operating activities</b> (A)	<b>(25.22)</b>	<b>(40.19)</b>
<b>B.</b>	<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
	Additions to property, plant and equipment	-	-
	Reductions to property, plant and equipment	-	-
	Interest receipts	6.00	12.17
	<b>Net cash used in investing activities</b> (B)	<b>6.00</b>	<b>12.17</b>
<b>C.</b>	<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
	Interest paid	-	(6.03)
	<b>Increase/(Decrease) in financial liabilities</b>		
	Proceeds from borrowings	(0.00)	(0.00)
	Repayment of borrowings	-	-
	<b>Net cash used in financing activities</b> (C)	<b>(0.00)</b>	<b>(6.03)</b>
	<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b> (A+B+C)	<b>(19.22)</b>	<b>(34.05)</b>
	Cash and cash equivalents - Opening balance	189.43	223.49
	Cash and cash equivalents - Closing balance	170.21	189.43

(Figures in bracket represents cash outflow)

For WINSOME YARNS LIMITED

  
**MANISH BAGRODIA**  
 Chairman and Managing Director  
 DIN : 00046944