

AMIT SPINNING INDUSTRIES LTD.

(Manufacturer of Yarns & Govt. Recognised Trading House)



September 23, 2017

BSE Limited

Stock Code: **521076**

Corporate Relationship Deptt.

1st, Floor, New Trading Ring, Rotunda Bldg.

P J Towers, Dalal Street

Mumbai 400 001

National Stock Exchange Of India Ltd.

Stock Code: **ASIL**

Exchange Plaza

Bandra Kurla Complex

Bandar (E), Mumbai-400051

Dear Sir/Madam,

Sub: Submission of Result for the quarter ended 30th June, 2017

In compliance with Regulation 33 of SEBI (LODR) Regulations, 2015, please find enclosed herewith the Unaudited Financial Results for the quarter ended 30th June, 2017, as prepared in accordance with Indian Accounting Standards (IND-AS) as per SEBI's Circular dated 5th July, 2016.

Please take the same on your record.

Thanking you,

Yours truly,

For **AMIT SPINNING INDUSTRIES LIMITED**



COMPLIANCE OFFICER

Encl: as above.



SUNIL JAIN & CO.
CHARTERED ACCOUNTANTS

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Independent Auditors' Review Report

To
The Board of Directors
Amit Spinning Industries Limited

We have reviewed the accompanying statement of unaudited financial results of Amit Spinning Industries Limited ('the Company') for the quarter ended June 30, 2017 being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/ 62/ 2016 dated July 5, 2016. This statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review. Attention is drawn to the fact that the figures for the corresponding quarter ended June 30, 2016 including the reconciliation of net loss for the quarter under Ind AS of the corresponding quarter with net loss for the quarter reported under previous GAAP, as reported in these financial results have been approved by the Company's Board of Directors, but have not been subjected to review.

We conducted our review 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 (ICAI). 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 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.

Basis of Qualifications

- (i) *Note No. 6 which indicates that the Company has accumulated losses and its net worth has been fully eroded, the Company has incurred a net cash loss during the current and previous year(s) and, the Company's current liabilities exceeded its current assets as at the balance sheet date. Further majority of the banks have categorized borrowing of the company as Non performing Assets (NPA) and have sent recall notices u/s 13(2) of Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act (SARFAESI), 2002 to the company. Pending approval of DRS by OAI BIFR, SICA has been repealed w.e.f 1/12/2016, and 6 months window has been provided to the Company to approach to National Company Law Tribunal (NCLT), as per section 4(b) of the SICA repeal act read with Section 252 of the Insolvency and Bankruptcy Code, 2016 to initiate Corporate Resolution Process under the code. Company is in the process of moving NCLT for resolution of its liabilities. In the meanwhile, Axis Bank has initiated recovery proceedings before DRT against the Company, however the same is being contested by the company. Further, NCLT vide order dated 01.08.2017, has admitted the Company's petition and has appointed Resolution Professional for the Company. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. The company has submitted restructuring proposal proposing various alternative to the banks which is currently under discussion. These financial statements are prepared on a going concern basis for the reasons stated in the said Note.*
- (ii) *Note No. 7 which indicates that the company has not charged interest amounting to Rs.6,98,32,251 upto March 31, 2017 and has stopped providing interest thereafter. Further, the company has also not charged penal interest and other charges, if any, in respect of delay in repayment of borrowings from banks to the statement of profit and loss account from the date of declaration of accounts as non performing assets (NPA). Therefore, we are unable to*



comment on the adequacy of interest and other charges provided for in the statement of profit & loss.

- (iii) *Note No 8, wherein it is stated that the balances of parties under the head trade payables and loans & advances which are subject to confirmation, reconciliation and consequential adjustments, if any.*
- (iv) *Note No. 3 of the financial results for the quarter ended June 30, 2017, wherein, the management has represented that the financial results of the Company has complied with the Indian Accounting Standards (Ind AS) as referred in section 133 of the Companies Act, 2013 read with relevant rules issued thereunder. However, we have not been provided the relevant information and documents in relation to such compliance. Therefore, we are unable to comment upon the adequacy of impact of Ind AS on the financial results of the Company.*

Based on our review conducted as above, subject to subject to the adjustment that may be required to the financial results in view of our remarks stated above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable Ind AS prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting practices and principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place: New Delhi
Date: September 23, 2017



For Sunil Jain & Co.
Chartered Accountants
(Registration No. 003855N)

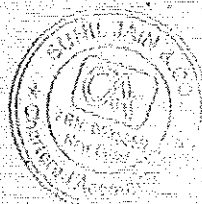
Sunil Jain
Partner
Membership No. 511714

AMIT SPINNING INDUSTRIES LIMITED

Regd. Off: A-60, OKHLA INDUSTRIAL AREA, PHASE - II, NEW DELHI - 110020.
CIN : L17100DL1991PLC11468; PAN AAACA3305M; Email : secretarial@elsindia.com
Statement of Un-audited Financial Results for the quarter ended 30th June 2017

(Rs. in Lakhs, except per share data)

Particulars		Standalone Financial results for	
		Quarter ended	Quarter ended
		30th June, 2017	30th June, 2016
		Unaudited	Unaudited
I	Revenue From Operations (Including Excise Duty)	-	-
II	Other Income	-	-
III	Total Income (I+II)	-	-
IV	Expenditure:		
	Cost of materials consumed (including consumption of stores, spares and packing materials)	-	-
	Purchase of Stock in Trade	-	-
	Changes in inventories of finished goods, Stock- in Trade and work in progress	-	-
	Excise Duty on sale of goods	-	-
	Employees benefits expenses	74.72	103.36
	Finance Cost	-	933.63
	Depreciation and amortisation expenses	73.37	86.65
	Other expenditure	350.60	13.93
	Total Expenses (IV)	498.68	1,137.57
V	Profit/(Loss) before exceptional Items and Tax (III-IV)	(498.68)	(1,137.57)
VI	Extraordinary Items	(2,885.44)	-
VII	Profit/(Loss) before tax (V-VI)	(3,384.12)	(1,137.57)
VIII	Tax expense	-	-
IX	Profit/(Loss) for the period from continuing operation (VII-VIII)	(3,384.12)	(1,137.57)
X	Other Comprehensive Income		
	Items that will be reclassified to profit or loss	-	-
	Items that will not be reclassified to profit or loss	-	-
	Changes in fair value of FVTOCI equity instruments	-	-
	Actuarial (gain)/loss on remeasurement of defined benefit plan	-	-
	Other comprehensive income for the period (net of tax)	-	-
XI	Total comprehensive income for the period (IX+X)	(3,384.12)	(1,137.57)
	Paid up Equity Share Capital (of Rs 5/- each)	2,058.48	2,058.48
	Other Equity	-	-
	Earnings/(Loss) Per Share (EPS of ₹ each) from continuing operation (not annualized) (Rs.)		
	(a) Basic	(8.18)	(2.75)
	(a) Diluted	(8.18)	(2.75)



Notes:

- 1 The above financial results have been reviewed and approved by Resolution Professional (RP) in the meeting held on 23rd September, 2017.
- 2 The Statutory Auditors have carried out limited review of the Financial Results of the Company for the quarter ended 30th June, 2017.
- 3 The Company has adopted Indian Accounting Standards ('Ind AS') notified by the Ministry of Corporate Affairs with effect from 1st April, 2017. Accordingly, the financial results for the quarter ended 30th June, 2017 are in compliance with Ind AS and the results for the comparative quarters ended 30th June, 2016 have been restated to comply with Ind-AS to make them comparable.
- 4 The re-measurement cost of net defined benefit liability arising primarily due to change in actuarial assumptions has been recognized in Other Comprehensive Income (OCI) under Ind AS instead of Statement of Profit and Loss under previous GAAP.
- 5 The financial results for the quarters ended 30th June, 2016 have not been audited or reviewed by the auditors and are compiled by the management after exercising necessary due diligence to ensure a true and fair view of the Company's affairs.
- 6 The Company has accumulated losses and its net worth has been fully eroded, the Company has incurred a net cash loss during the current and previous year(s) and, the Company's current liabilities exceeded its current assets as at the balance sheet date. Further majority of the banks have categorized borrowing of the company as Non performing Assets (NPA) and have sent recall notices u/s 13(2) of Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act (SARFAESI), 2002 to the company. Pending approval of DRS by OA/ BIFR, SICA has been repealed w.e.f 1/12/2016, and 6 months window has been provided to the Company to approach to National Company Law Tribunal (NCLT), as per section 4(b) of the SICA repeal act read with Section 252 of the Insolvency and Bankruptcy Code, 2016 to initiate Corporate Resolution Process under the code. Company is in the process of moving NCLT for resolution of its liabilities. In the meanwhile, Axis Bank has initiated recovery proceedings before DRT against the Company, however the same is being contested by the company. Further, NCLT vide order dated 01.08.2017, has admitted the Company's petition and has appointed Resolution Professional for the Company. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. The company has submitted restructuring proposal proposing various alternative to the banks which is currently under discussion. These financial statements are prepared on a going concern basis.
- 7 The company has not charged interest amounting to Rs.6,98,32,251 up till March 31, 2017 and has stopped providing interest thereafter. Further, the company has also not charged penal interest and other charges, if any, in respect of delay in repayment of borrowings from banks to the statement of profit and loss account from the date of declaration of accounts as non performing assets (NPA). These matters will be dealt in due course.
- 8 The balances of parties under the head trade payables and loans & advances which are subject to confirmation, reconciliation and consequential adjustments, if any.
- 9 The Company has during the quarter ending June 30, 2017 has made provision for Inter Corporate Deposits, Capital Advances and Advances recoverable from Government Authorities amounting to Rs.28,85,44,195 since the same are not being recovered from a long time and shown this expense as "Extraordinary item".



Reconciliation of profit after tax for the quarter ended 30th June 2016 between Ind AS compliant results as reported above with results reported in previous year as per Indian GAAP are given below:-

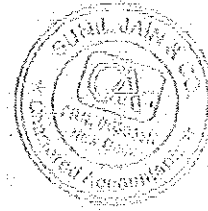
		(Rs. in Lakhs)
		Quarter ended 30th June, 2016
	Profit/(Loss) after tax as reported in previous year as per Indian GAAP	(1,133.55)
1	Employee Benefit Expense	
	Actuarial (gain)/ loss on defined benefit plan transferred to other comprehensive income	(4.02)
2	Other Comprehensive Income	(1,137.57)
	Total Comprehensive Income as per Ind AS	(1,137.57)

For & on behalf of the Board of Directors
Amit Spinning Industries Limited


Bharat Kapoor

Compliance Officer

(Signed under the authority of Parveen Bansal, Resolution Professional -
Reg. No. IBBBI/PA-001/IP- P00175/2017-18/10344)



Place : New Delhi

Date : 23rd September, 2017