

## STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30-09-2019

	Particulars	All Amounts Rs. In Lakhs (except per share data)					
		Three months Ended			Six months ended		Year Ended
		30/Sep/19	30/Jun/19	30/Sep/18	30/Sep/19	30/Sep/18	31/Mar/19
		Un-Audited			Un-Audited		Audited
I	Revenue from Operations	1,339.78	2,351.24	1,901.55	3,691.02	3,990.84	6,731.76
II	Other income	6.96	50.38	8.11	57.34	12.35	50.28
III	<b>Total Income</b>	<b>1,346.74</b>	<b>2,401.62</b>	<b>1,909.67</b>	<b>3,748.36</b>	<b>4,003.19</b>	<b>6,782.04</b>
IV	Expenses						
a	Cost of Materials consumed	703.37	643.43	865.78	1,346.80	1,824.66	3,465.85
b	Purchase of Stock-in-trade	-	-	-	-	-	-
c	Change in inventories of finished goods, work-in-progress and stock-in-trade	(157.73)	782.88	109.81	625.15	338.96	(242.99)
d	Employee benefits expenses	197.01	193.67	192.65	390.68	380.34	742.04
e	Finance costs	14.65	23.79	30.75	38.44	62.50	132.42
f	Depreciation and amortisation expenses	79.29	77.33	77.96	156.62	155.41	312.23
g	Power and Fuel	278.27	263.55	273.71	541.82	576.78	1,149.72
i	Other expenses	149.20	180.84	214.09	330.04	442.15	819.50
	<b>Total Expenditure</b>	<b>1,264.06</b>	<b>2,165.49</b>	<b>1,764.75</b>	<b>3,429.55</b>	<b>3,780.80</b>	<b>6,378.77</b>
V	<b>Profit before exceptional items and Tax (III-IV)</b>	<b>82.68</b>	<b>236.13</b>	<b>144.92</b>	<b>318.81</b>	<b>222.39</b>	<b>403.27</b>
VI	Exceptional items	-	-	423.50	-	423.50	423.50
VII	<b>Profit before tax (V-VI)</b>	<b>82.68</b>	<b>236.13</b>	<b>(278.58)</b>	<b>318.81</b>	<b>(201.11)</b>	<b>(20.23)</b>
	Add: Income Tax Refund		84.38		<b>84.38</b>		
VIII	<b>Tax expenses</b>						
	<b>(1) Current Tax</b>	18.68	47.44	(19.88)	66.12	0.16	0.16
	<b>(2) Deferred Tax</b>	6.21	16.22	(9.73)	22.43	(9.73)	(6.14)
	<b>Total Tax expenses</b>	<b>24.89</b>	<b>63.66</b>	<b>(29.61)</b>	<b>88.55</b>	<b>(9.57)</b>	<b>(5.98)</b>
IX	<b>Net Profit after tax (VII-VIII)</b>	<b>57.79</b>	<b>256.85</b>	<b>(248.97)</b>	<b>314.64</b>	<b>(191.54)</b>	<b>(14.25)</b>
X	Other Comprehensive income (Net of tax)						
	Items that will be reclassified subsequently to profit & loss	46.83	(18.52)	(98.82)	28.31	(112.28)	(280.43)
	Income tax relating to Items that will be reclassified subsequently to profit & loss	1.15	1.14	2.43	2.29	2.43	4.57
XI	<b>Total Comprehensive income (IX+X)</b>	<b>105.76</b>	<b>239.47</b>	<b>(345.36)</b>	<b>345.23</b>	<b>(301.39)</b>	<b>(290.11)</b>
XII	Paid-up Equity share capital (Face value per share Rs.10/-)	105.01	105.01	105.01	105.01	105.01	105.01
XIII	Earnings Per share (Basic and diluted Earning per share)	5.50	24.46	(23.71)	29.96	(18.24)	(1.36)

**Notes:**

- a) The above unaudited financial results of the Company have been prepared in accordance with the Indian Accounting Standards (Ind AS) as prescribed under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standard) Rules, 2015 (as amended).
- b) In the cash flow statement furnished as a note hereto, the comparative figures for the half year ended 30th September, 2018, were not then reviewed by the Board of Directors and are being furnished for comparative information only.
- c) The company does not have any transactions either as lessor or lessee that come under the purview of "Ind AS 116 - Leases", which has come into force w.e.f. 01st April, 2019.
- d) The above results of the Company have been reviewed by the Audit Committee and approved by the Board of Directors at their Meeting held on 6th November, 2019. Statutory auditors have carried out limited review of the above results.
- e) Previous period figures have been regrouped, wherever necessary.

**Place: Tanuku**

**Date: 06th November 2019**

**for SREE SATYANARAYANA SPINNING MILLS LIMITED**

**E. SATHYANARAYANA  
MANAGING DIRECTOR & CEO**

## Statement of Assets &amp; Liabilities

Rs. in lakhs

<u>Particulars</u>	As At 30th Sept 2019 Rs.	As At 30th Sept 2018 Rs.
	<b>Unaudited</b>	<b>Unaudited</b>
<b><u>Non current Assets</u></b>		
<b>Property, Plant and Equipment</b>	3,350.81	3,444.58
Capital Work in Progress		
Investment property		
Other Intangible Assets		
<b>Financial assets:</b>		
(i) Investments	467.48	591.41
(ii) Trade receivables		
(iii) Loans		
(iv) Others (To be specified)	142.76	642.76
Deferred Tax Assets (net)		
Other Non Current assets		
<b><u>Current Assets</u></b>		
Inventories	1,576.39	1,700.20
<b>Financial assets:</b>		
(i) Investments	10.74	32.18
(ii) Trade Receivables	764.97	847.98
(iii) Cash and Cash Equivalents	3.21	5.15
(iv) Bank balances other than (iii) above	5.11	143.75
(v) Loans		
(vi) Others (to be specified)	17.53	45.81
Current tax asset(Net)	50.14	75.51
Other Current Assets	43.74	9.70
<b>TOTAL</b>	<b>6,432.85</b>	<b>7,539.02</b>
<b><u>EQUITY AND LIABILITIES</u></b>		
<b><u>Equity</u></b>		
Equity Share Capital	105.01	105.01
Other Equity	4,871.30	4,628.72
<b><u>LIABILITIES</u></b>		
<b><u>Non-Current Liabilities</u></b>		
<b>Financial Liability</b>		
(i) Borrowings	109.36	541.36
(ii) Trade Payables		
(iii) Other Financial liabilities		
Provisions	127.23	72.10
Deferred Tax Liability (Net)	158.00	121.06
Other non-current liabilities		
<b><u>Current Liabilities</u></b>		
<b>Financial liabilities:</b>		
(i) Borrowings	23.67	594.25
(ii) Trade Payables		
- Total outstanding dues to micro and small enterprises	4.49	-
- Total outstanding dues to creditors other than micro and small enterprises	408.51	878.81
(iii) Other Financial liabilities	552.25	499.42
Other Current Liabilities	19.89	20.76
Provisions	53.14	77.54
Current Tax Liabilities (Net)		
<b>TOTAL</b>	<b>6,432.85</b>	<b>7,539.02</b>

Place: Tanuku  
Date: 06th November, 2019

E. SATHYANARAYANA  
MANAGING DIRECTOR & CEO

CASH FLOW STATEMENT FOR THE PERIOD ENDED 30TH SEPTEMBER 2019

( Rs. In Lakhs )

PARTICULARS	Half Year Ended 30th Sept 2019	Half Year Ended 30th Sept 2018	Year Ended 31st March 2019
Profit before tax from continuing operations	318.81	(201.11)	(20.23)
<b>Adjustments for</b>			
Interest expense	38.44	62.50	132.42
Interest income	(32.38)	(4.90)	(19.96)
Dividend income	(4.93)	(2.81)	(4.43)
Depreciation/amortization on continuing operation	156.62	155.41	312.23
Loss/[profit] on sale of fixed assets	(19.37)	-	-
Remeasurement of defined benefit plans	(8.22)	(8.75)	(16.44)
<b>Operating profit before working capital changes</b>	<b>448.96</b>	<b>0.33</b>	<b>383.59</b>
<b>Movements in working capital:</b>			
Increase/[decrease] in trade payables	51.85	133.74	(383.94)
Increase/[decrease] in provisions	30.78	19.77	19.72
Increase/[decrease] in other liabilities (Current)	(10.03)	0.02	9.18
Increase/[decrease] in other financial liabilities (current)	27.22	43.32	(29.29)
Increase/[decrease] in other financial assets (non-current)	-	(41.79)	(41.79)
Decrease/[increase] in trade receivables	(121.78)	(235.86)	(31.06)
Decrease/[increase] in inventories	347.65	112.71	(111.13)
Decrease/[increase] in other current assets	(27.60)	7.50	1.06
Decrease/[increase] in other financial assets (current)	(5.79)	20.93	52.18
Decrease/[increase] in margin money deposits	72.65	(88.00)	(22.00)
<b>Cash generated from/[used in] operations</b>	<b>813.92</b>	<b>(27.34)</b>	<b>(153.47)</b>
Direct taxes paid [net of refunds]	60.25	(23.43)	(24.71)
<b>Net cash flow from/[used in] operating activities (A)</b>	<b>874.17</b>	<b>(50.78)</b>	<b>(178.17)</b>
<b>Cash flows from investing activities</b>			
Purchase of fixed assets, including intangible assets, CWIP and capital advances	(194.49)	(5.96)	(101.38)
Proceeds from sale of fixed assets	89.61	-	-
Purchase of current investments	(1,327.00)	(100.00)	(600.00)
Proceeds from sale/maturity of current investments	1,325.00	400.00	930.00
Interest received	41.14	9.01	18.12
<b>Net cash flow from/[used in] investing activities (B)</b>	<b>(65.74)</b>	<b>303.04</b>	<b>246.75</b>
<b>Cash flows from financing activities</b>			
Proceeds from borrowings	(710.28)	229.24	38.94
Interest paid	(41.96)	(63.66)	(133.86)
Dividends paid including Interim Dividend	(47.25)	-	(47.25)
Tax on equity dividend paid	(9.71)	-	(9.71)
<b>Net cash flow from/[used in] in financing activities [C]</b>	<b>(809.21)</b>	<b>165.58</b>	<b>(151.88)</b>
Net increase/[decrease] in cash and cash equivalents (A+B+C)	(0.78)	417.84	(83.31)
Cash and cash equivalents at the beginning of the year	4.00	87.30	87.30
Cash and cash equivalents at the end of the year	<b>3.21</b>	<b>505.15</b>	<b>4.00</b>
<b>Components of cash and cash equivalents</b>			
Cash on hand	0.92	3.07	0.57
Cheques/drafts on hand	-	-	-
With banks Accounts	0.26	1.76	0.45
Margin Money deposit accounts	-	500.00	-
Unpaid dividend accounts*	2.03	0.32	2.97
<b>Total cash and cash equivalents (Note 15)</b>	<b>3.21</b>	<b>505.15</b>	<b>4.00</b>

Place: Tanuku

Date: 06th November 2019

for SREE SATYANARAYANA SPINNING MILLS LTD

E. SATHYANARAYANA  
MANAGING DIRECTOR & CEO

Sree Satyanarayana Spinning Mills Ltd.  
VENKATARAYAPURAM, TANUKU - 534 215.

TRANSACTIONS WITH THE RELATED PARTIES FOR THE PERIOD FROM 01ST April,2019 to 30TH September,2019.

**Key Managerial Personnel**

Sri. E.Sathyanarayana, Managing Director & C.E.O.  
Sri P. Narendranath Chowdary, Director  
Sri A. Dharma Raju, Independent Director  
Sri Sunkavally Parvatha Rao, Independent Director  
Sri Chevuturi Murali Krishna, Independent Director  
Sri M Gopala Krishna, Chief Financial Officer

**Relatives of Key Managerial Personnel**

Sri. E.Sidhaarth, Son of Sri.E.Sathyanarayana, Managing Director & C.E.O.  
Kum. E.Shilpa, Daughter of Sri.E.Sathyanarayana, Managing Director & C.E.O.  
Smt. E.Rajeswari, Wife of Sri.E.Sathyanarayana, Managing Director & C.E.O.  
Sri. E.Ranga Rao, Brother of Sri.E.Sathyanarayana, Managing Director & C.E.O.  
Sri. E.Sailesh, Brother of Sri.E.Sathyanarayana, Managing Director & C.E.O.  
Smt. E.Rama Lakshmi, Mother of Sri.E.Sathyanarayana, Managing Director & C.E.O.  
Smt. L.Nagaswarna, Sister of Sri.E.Sathyanarayana, Managing Director & C.E.O.

**Enterprises in which key management personnel have significant influence:**

M/s. Sidhaarth Cotton Yarn Processors Pvt.Ltd.  
M/s. Sidhaarth Exports Pvt Ltd  
M/s. Sree Dinakar Fabrics Pvt Ltd

PARTICULARS	Subsidiary Companies	Entities in which KMP or their relatives have significant influence	Associate Company	KEY MANAGEMENT PERSONNEL	RELATIVES OF KEY MANAGEMENT PERSONNEL
Services Rendered by	0.00	25.58	0.00	0.00	0.00
Sale of Goods to	0.00	0.44	0.00	0.00	0.00
Independent Directors Sitting Fee Paid to	0.00	0.00	0.00	1.35	0.00
Remuneration (including Comm.) paid to	0.00	0.00	0.00	18.94	0.00
Dividend Paid to	0.00	0.00	0.00	7.68	7.70
<b>Balances as at 30-09-2019:</b>					
Share Capital of the Company held by	0.00	0.00	0.00	17.71	17.07
<b>RECEIVABLES</b>					
Trade Dues (Sale of Goods)	0.00	0.38	0.00	0.00	0.00
<b>PAYABLES</b>					
Trade Dues (Purchase of Goods)	0.00	3.73	0.00	0.00	0.00
Remuneration (including Comm.)	0.00	0.00	0.00	15.18	0.00

Place: Tanuku

for SREE SATYANARAYANA SPINNING MILLS LTD

Date: 06th November 2019

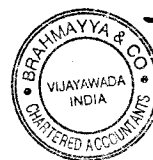
E. SATHYANARAYANA  
MANAGING DIRECTOR & CEO

**INDEPENDENT AUDITORS REVIEW REPORT ON REVIEW OF INTERIM  
FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF  
Sree Satyanarayana Spinning Mills Limited**

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **Sree Satyanarayana Spinning Mills Limited** ("the company" which is in the process of listing with Metropolitan Stock Exchange of India Limited) for the quarter and half year ended September 30, 2019. Attention is drawn to the fact that the figures for cash flow for the half year ended on September 30, 2018, as reported in these financial results have been approved by the Company's Board of Directors, but have not been subjected to review.
2. This Statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("IndAS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to issue a report on the statement based on our review.
3. We conducted our review of the statement 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. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the statement is 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.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statements of unaudited financial results, prepared in accordance with applicable Accounting Standards and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For M/s. Brahmayya & Co  
Chartered Accountants  
Firm Registration No.000513S



*T.V. Ramana*

**T.V. Ramana**  
Partner

Membership No. 200523

Date : 6<sup>th</sup> November 2019  
Camp : Tanuku

UDIN: 19200523AAAAGP5983