

**EASTERN SILK INDUSTRIES LTD.**

Regd. Office: 19, R.N. MUKHERJEE ROAD, KOLKATA- 700 001

(` in Lakhs)

**STATEMENT OF ASSETS AND LIABILITIES AS AT 31 ST MARCH,2014**

|          | Particulars                                | As at current year<br>end 31/03/2014<br>(Audited) | As at previous year<br>end 31/03/2013<br>(Audited) |
|----------|--|---|--|
| <b>A</b> | <b>EQUITY AND LIABILITIES</b>              |   |  |
| <b>1</b> | <b>Shareholders' funds</b>                 |   |  |
|          | (a) Share capital                          | 2,979.05  | 2,979.05   |
|          | (b) Reserves and surplus                   | (3800.13)   | 9,918.93   |
|          | (c) Money received against share warrants  | -   | -  |
|          | <b>Sub-total - Shareholders' funds</b>     | <b>(821.08)</b>                                   | <b>12,897.98</b>                                   |
| <b>2</b> | <b>Non-current liabilities</b>             |   |  |
|          | (a) Long-term borrowings                   | 41,661.24   | 41,685.97  |
|          | (b) Deferred tax liabilities (net)         | -   | -  |
|          | (c) Other long-term liabilities            | -   | -  |
|          | (d) Long-term provisions                   | 17.76   | 32.35  |
|          | <b>Sub-total - Non-current liabilities</b> | <b>41,679.00</b>                                  | <b>41,718.32</b>                                   |
| <b>3</b> | <b>Current liabilities</b>                 |   |  |
|          | (a) Short-term borrowings                  | 6,224.03  | 5,525.05   |
|          | (b) Trade payables                         | 274.08  | 895.32   |
|          | (c) Other current liabilities              | 3,090.21  | 800.92   |
|          | (d) Short-term provisions                  | 113.45  | 111.02   |
|          | <b>Sub-total - current liabilities</b>     | <b>9,701.77</b>                                   | <b>7,332.31</b>                                    |
|          | <b>TOTAL - EQUITY AND LIABILITIES</b>      | <b>50,559.69</b>                                  | <b>61,948.61</b>                                   |
| <b>B</b> | <b>ASSETS</b>                              |   |  |
| <b>1</b> | <b>Non-current assets</b>                  |   |  |
|          | (a) Fixed assets                           | 12,060.80   | 13,574.25  |
|          | (b) Non-current investments                | 0.39  | 0.39   |
|          | (c) Deferred Tax Asset                     | 4,572.98  | 4,572.98   |
|          | (d) Long-term loans and advances           | 79.41   | 83.25  |
|          | (e) Other non-current assets               | -   | -  |
|          | <b>Sub-total - Non-current assets</b>      | <b>16,713.58</b>                                  | <b>18,230.87</b>                                   |
| <b>2</b> | <b>Current assets</b>                      |   |  |
|          | (a) Current investments                    | -   | 326.01   |
|          | (b) Inventories                            | 8,471.68  | 10,281.93  |
|          | (c) Trade receivables                      | 21,972.16   | 31,128.23  |
|          | (d) Cash and cash equivalents              | 2,727.83  | 1,341.12   |
|          | (e) Short-term loans and advances          | 674.44  | 640.45   |
|          | (f) Other current assets                   | -   | -  |
|          | <b>Sub-total - current assets</b>          | <b>33,846.11</b>                                  | <b>43,717.74</b>                                   |
|          | <b>TOTAL - ASSETS</b>                      | <b>50,559.69</b>                                  | <b>61,948.61</b>                                   |

## Notes :

|   |   |
|---|---|
| 1 | The operation of the Company relate to only one primary segment viz. Textiles.  |
| 2 | The Promoters' shareholding remains encumbered in favour of Allahabad bank, Monitoring Institution under CDR Scheme.  |
| 3 | The above mentioned financial results were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 28th May, 2014   |
| 4 | Exceptional Item represent Payment made to Workers of Nanjangud unit amounting to ` 284.21 lacs on account of their final settlement.   |
| 5 | The provision for bad & doubtful debts amounting to ` 8,981.39 lacs has been provided against the total Trade Receivables of ` 32,621.01 lacs. The said provision is considered as adequate by the management for covering any short realization against money suit filed accounts. |
| 6 | As at 31st March 2014 the Company's net worth stands at ` (821.08) lacs. The accumulated loss has eroded the Company's peak net worth attracting the provisions of SICA Act 1985 for reference to BIFR as provided in Law.  |
| 7 | Previous period/year's figures have been regrouped / rearranged wherever necessary to confirm to current period presentation.   |

Place : Kolkata

For EASTERN SILK INDUSTRIES LTD.

Date : 28th May, 2014

S.S.SHAH

Chairman &amp; Managing Director

# EASTERN SILK INDUSTRIES LTD.

Regd. Office: 19, R.N. MUKHERJEE ROAD, KOLKATA- 700 001

## PART I STATEMENT OF AUDITED RESULTS FOR THE QUARTER / YEAR ENDED 31ST MARCH, 2014

(` in Lakhs)

| Sl No.                               | Particulars   | Quarter Ended           |                           |                         | Year Ended              |                         |
|--------------------------------------|---|-------------------------|---------------------------|-------------------------|-------------------------|-------------------------|
|                                      |   | 31/03/2014<br>(Audited) | 31/12/2013<br>(Unaudited) | 31/03/2013<br>(Audited) | 31/03/2014<br>(Audited) | 31/03/2013<br>(Audited) |
| <b>1</b>                             | <b>Income from operations</b>   |                         |                           |                         |                         |                         |
|                                      | (a) Net sales/income from operations  | 1707.65                 | 2234.61                   | 2790.88                 | 7804.09                 | 7335.30                 |
|                                      | (b) Other operating income  | 58.65                   | 37.54                     | 79.63                   | 158.67                  | 250.80                  |
|                                      | <b>Total income from operations (net)</b>   | <b>1766.30</b>          | <b>2272.15</b>            | <b>2870.51</b>          | <b>7962.76</b>          | <b>7586.10</b>          |
| <b>2</b>                             | <b>Expenses</b>   |                         |                           |                         |                         |                         |
|                                      | (a) Cost of materials consumed  | 121.45                  | 220.86                    | 88.10                   | 891.77                  | 928.96                  |
|                                      | (b) Purchases of stock-in-trade   | 464.63                  | 727.08                    | 557.00                  | 2276.98                 | 1834.03                 |
|                                      | (c) Changes in inventories of Finished Goods, Work-in- Progress and Stock-in-Trade                      | 192.50                  | 401.28                    | 7017.67                 | 2222.53                 | 7761.41                 |
|                                      | (d) Employee benefit expenses   | 163.91                  | 152.51                    | 228.44                  | 567.28                  | 447.48                  |
|                                      | (e) Depreciation  | 396.23                  | 390.46                    | 442.15                  | 1567.52                 | 1782.17                 |
|                                      | (f) Provision for doubtful debts  | 1737.97                 | -                         | -                       | 8981.39                 | -                       |
|                                      | (g) Other Expenses  | 664.00                  | 652.79                    | 2061.17                 | 2517.22                 | 3774.35                 |
|                                      | <b>Total expenses</b>   | <b>3740.69</b>          | <b>2544.98</b>            | <b>10394.53</b>         | <b>19024.69</b>         | <b>16528.40</b>         |
| <b>3</b>                             | <b>Profit / (Loss) from operations before other income, finance cost and exceptional items (1-2)</b>    | <b>(1974.39)</b>        | <b>(272.83)</b>           | <b>(7524.02)</b>        | <b>(11061.93)</b>       | <b>(8942.30)</b>        |
| <b>4</b>                             | Other income  | 2188.62                 | 160.56                    | 1745.07                 | 2549.81                 | 1999.06                 |
| <b>5</b>                             | <b>Profit / (Loss) from ordinary activities before finance cost and exceptional items (3 + 4)</b>       | <b>214.23</b>           | <b>(112.27)</b>           | <b>(5778.95)</b>        | <b>(8512.12)</b>        | <b>(6943.24)</b>        |
| <b>6</b>                             | Finance cost  | 1207.03                 | 1223.53                   | 1148.45                 | 4826.41                 | 4598.45                 |
| <b>7</b>                             | <b>Profit / (Loss) from ordinary activities after finance cost but before exceptional items (5 - 6)</b> | <b>(992.80)</b>         | <b>(1335.80)</b>          | <b>(6927.40)</b>        | <b>(13338.53)</b>       | <b>(11541.69)</b>       |
| <b>8</b>                             | Exceptional items   | (284.21)                | (0.20)                    | (42.47)                 | (306.21)                | (186.88)                |
| <b>9</b>                             | <b>Profit / (Loss) from ordinary activities before tax (7 - 8)</b>                                      | <b>(1277.01)</b>        | <b>(1336.00)</b>          | <b>(6969.87)</b>        | <b>(13644.74)</b>       | <b>(11728.57)</b>       |
| <b>10</b>                            | <b>Tax expenses</b>   |                         |                           |                         |                         |                         |
|                                      | (a) Provision for taxation-Current  | -                       | -                         | -                       | -                       | -                       |
|                                      | (b) Income-tax for Earlier years  | -                       | -                         | 0.37                    | -                       | 0.37                    |
|                                      | (c) Provision for tax-Deferred  | -                       | -                         | (2,193.03)              | -                       | (2193.03)               |
| <b>11</b>                            | <b>Profit / (Loss) from ordinary activities after tax (9 - 10)</b>                                      | <b>(1277.01)</b>        | <b>(1336.00)</b>          | <b>(4777.21)</b>        | <b>(13644.74)</b>       | <b>(9535.91)</b>        |
| <b>12</b>                            | <b>Extraordinary items</b>  | -                       | -                         | -                       | -                       | -                       |
| <b>13</b>                            | <b>Net Profit / (Loss) for the period</b>   | <b>(1277.01)</b>        | <b>(1336.00)</b>          | <b>(4777.21)</b>        | <b>(13644.74)</b>       | <b>(9535.91)</b>        |
| <b>14</b>                            | Paid-up equity share capital  | 1579.05                 | 1579.05                   | 1579.05                 | 1579.05                 | 1579.05                 |
|                                      | (Face Value of each share- ` 2/-)   |                         |                           |                         |                         |                         |
| <b>15</b>                            | Reserve   | -                       | -                         | -                       | (3800.13)               | 9918.93                 |
| <b>16.i</b>                          | <b>Earnings per share (before extraordinary items)</b>  |                         |                           |                         |                         |                         |
|                                      | <b>(of ` 2/-each) (not annualised):</b>   |                         |                           |                         |                         |                         |
|                                      | (a) Basic   | (1.62)                  | (1.69)                    | (6.05)                  | (17.45)                 | (12.24)                 |
|                                      | (b) Diluted   | (1.62)                  | (1.69)                    | (6.05)                  | (17.45)                 | (12.24)                 |
| <b>16.ii</b>                         | <b>Earnings per share (after extraordinary items)</b>   |                         |                           |                         |                         |                         |
|                                      | <b>(of ` 2/-each) (not annualised):</b>   |                         |                           |                         |                         |                         |
|                                      | (a) Basic   | (1.62)                  | (1.69)                    | (6.05)                  | (17.45)                 | (12.24)                 |
|                                      | (b) Diluted   | (1.62)                  | (1.69)                    | (6.05)                  | (17.45)                 | (12.24)                 |
| <b>Part II Selected Information</b>  |   |                         |                           |                         |                         |                         |
| <b>A PARTICULARS OF SHAREHOLDING</b> |   |                         |                           |                         |                         |                         |
| <b>1</b>                             | Public shareholding   |                         |                           |                         |                         |                         |
|                                      | (a) Number of shares  | 3,84,64,269             | 3,84,64,269               | 3,84,64,269             | 3,84,64,269             | 3,84,64,269             |
|                                      | (b) Percentage of shareholding  | 48.72                   | 48.72                     | 48.72                   | 48.72                   | 48.72                   |
| <b>2</b>                             | Promoters and Promoter Group Shareholding   |                         |                           |                         |                         |                         |
|                                      | a) Pledged / Encumbered   |                         |                           |                         |                         |                         |
|                                      | - Number of shares  | 4,04,88,351             | 4,04,88,351               | 4,04,88,351             | 4,04,88,351             | 4,04,88,351             |
|                                      | - Percentage of shares (as a % of the total shareholding of promoter and promoter group)                | 100                     | 100                       | 100                     | 100                     | 100                     |
|                                      | - Percentage of shares (as a % of the total share capital of the Company)                               | 51.28                   | 51.28                     | 51.28                   | 51.28                   | 51.28                   |
|                                      | b) Non - encumbered   |                         |                           |                         |                         |                         |
|                                      | - Number of shares  | Nil                     | Nil                       | Nil                     | Nil                     | Nil                     |
|                                      | - Percentage of shares (as a % of the total shareholding of promoter and promoter group)                | Nil                     | Nil                       | Nil                     | Nil                     | Nil                     |
|                                      | - Percentage of shares (as a % of the total share capital of the Company)                               | Nil                     | Nil                       | Nil                     | Nil                     | Nil                     |
| <b>B</b>                             | <b>Particulars</b>  | <b>Beginning</b>        | <b>Received</b>           | <b>Resolved</b>         | <b>Unresolved</b>       |                         |
|                                      | <b>INVESTOR COMPLAINTS</b>  |                         |                           |                         |                         |                         |
|                                      | for the quarter ended 31.03.2014  | NIL                     | NIL                       | NIL                     | NIL                     |                         |