

KALYANIWALLA & MISTRY (Regd.)

CHARTERED ACCOUNTANTS


The Board of Directors
Gokak Textiles Limited.

LIMITED REVIEW REPORT

Dear Sirs,

1. We have reviewed the accompanying statement of unaudited standalone financial results of **Gokak Textiles Limited** for the quarter ended June 30, 2015 except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have neither been reviewed nor been audited by us. This statement is the responsibility of the Company's management and has been approved by the Board of Directors at its meeting held on July 28, 2015. Our responsibility is to issue a report on the unaudited standalone financial results based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410 "*Review of Interim Financial Information Performed by 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 accompanying statement of unaudited standalone financial results 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.
3. Based on our review conducted as above and the limited review report received from the Branch Auditors of Forbes Campbell Knitwear Division, situated at Marihal, District Belgaum, nothing has come to our notice that causes us to believe that the accompanying statement of unaudited standalone financial results prepared in accordance with accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **KALYANIWALLA & MISTRY**
CHARTERED ACCOUNTANTS
(Firm Registration No.: 104607W)


Anil A. Kulkarni
Partner
Membership No. 47576



Mumbai, July 28, 2015



Secretary
Bombay Stock Exchange Ltd
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai-400001



Dear Sirs,
Compliance with the requirements of Clause 41 of the Listing Agreement
Unaudited Standalone Financial Results for the quarter and nine months ended June 30, 2015

We set out the Unaudited Standalone Financial Results for the quarter and nine months ended June 30, 2015

PART - I		(Rs In Lac)					
Sr No	PARTICULARS	3 Months ended 30.06.2015	3 Months ended 31.03.2015	3 Months ended 30.06.2014	Nine months ended 30.06.2015	Nine months ended 30.06.2014	Year ended 30.09.2014
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income From Operations						
	a) Net Sales From Operations	8,137.29	8,313.94	8,655.34	24,911.13	25,867.47	34,016.10
	b) Other Operating Income	178.44	25.99	28.16	230.97	109.14	159.13
	Total Income From Operations (Net)	8,315.73	8,339.93	8,683.50	25,142.10	25,976.61	34,175.23
2	Expenses						
	a) Cost of Materials Consumed	4,296.62	4,334.32	5,553.16	13,870.86	17,278.33	23,515.73
	b) Purchase of Stock-in-Trade					(482.81)	(1,701.32)
	c) Changes In Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	1,217.59	912.03	58.19	3,061.18		
	d) Employee Benefit Expense	1,040.15	1,273.02	1,086.25	3,536.21	3,355.11	4,480.50
	e) Depreciation and Amortization Expense	183.89	186.14	257.94	577.33	776.72	1,035.05
	f) Power and Fuel	1,020.36	1,095.32	1,198.67	3,253.45	3,478.49	4,692.03
	g) Other Expenses	987.63	1,267.94	856.25	3,785.04	2,508.15	3,556.37
	Total Expenses	8,746.84	9,068.77	9,010.46	27,584.07	26,913.99	35,578.36
3	Profit/ (Loss) from Operations before Other Income, Finance Cost and Exceptional Items (1-2)	(431.11)	(728.84)	(326.96)	(2,441.97)	(937.38)	(1,403.13)
4	Other Income	73.26	62.28	28.96	197.03	102.88	237.31
5	Profit/ (Loss) from Ordinary activities before Finance Cost and Exceptional Items (3+4)	(357.85)	(666.56)	(298.00)	(2,244.94)	(834.50)	(1,165.82)
6	Finance Costs	528.31	514.71	623.59	1,662.20	1,700.33	2,286.04
7	Profit/ (Loss) from Ordinary activities after Finance Cost Before Tax (5-6)	(886.16)	(1,181.27)	(921.59)	(3,907.14)	(2,534.83)	(3,451.86)
8	Tax Expense						
	Current Tax					13.62	13.62
	Tax Adjustment for earlier years					(13.62)	(13.62)
	Minimum Alternative Tax Credit Entitlement				(200.12)		(39.12)
	Deferred Tax	(49.82)	(76.22)		(3,707.02)	(2,534.83)	(3,412.74)
9	Net Profit/(Loss) from Ordinary activities after Tax (7-8)	(836.34)	(1,105.05)	(921.59)	(3,707.02)	(2,534.83)	(3,412.74)
10	Extraordinary Items						
11	Net Profit/(Loss) for the Period (9+10)	(836.34)	(1,105.05)	(921.59)	(3,707.02)	(2,534.83)	(3,412.74)
12	Paid up Equity Share Capital (Face Value of Rs 10 each)	649.93	649.93	649.93	649.93	649.93	649.93
13	Reserves excluding Revaluation Reserve as per balance sheet of previous accounting year						2,942.38
14	Basic and Diluted Earnings per share of face value of Rs 10 each before extraordinary items net of tax	(12.87)	(17.00)	(14.18)	(57.04)	(39.00)	(52.51)
	Basic and Diluted Earnings per share of face value of Rs 10 each after extraordinary items and tax	(12.87)	(17.00)	(14.18)	(57.04)	(39.00)	(52.51)
PART II							
PARTICULARS OF SHAREHOLDING							
1	Public Shareholding						
	(a) Number of Shares	1,718,463	1,718,463	1,718,463	1,718,463	1,718,463	1,718,463
	(b) Percentage of Shareholding	26.44%	26.44%	26.44%	26.44%	26.44%	26.44%
2	Promoters and Promoter Group Shareholding						
	a) Pledged / Encumbered						
	- Number of shares						
	- Percentage of shares (as % of the total shareholding of promoters and promoter group)						
	- Percentage of shares (as % of the total share capital of the company)						
	b) Non-encumbered						
	- Number of Shares	4,780,845	4,780,845	4,780,845	4,780,845	4,780,845	4,780,845
	- Percentage of shares (as % of the total shareholding of promoters and promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
	- Percentage of shares (as % of the total share capital of the Company)	73.56%	73.56%	73.56%	73.56%	73.56%	73.56%
INVESTOR COMPLAINTS							
	Pending at the beginning of the quarter	Nil					
	Received during the quarter	Nil					
	Disposed off during the quarter	Nil					
	Remaining unresolved at the end of the quarter	Nil					

Notes:

- The above unaudited results have been reviewed by the Audit Committee of the Board and subsequently taken on record by the Board of Directors of the Company at their meeting held on 28th July, 2015 and are subjected to review by Statutory Auditors
- The Company operates in one segment only, namely Textiles. Sales in different geographical segments are subject to same risk and reward relationship. Accordingly, in the opinion of the management, the information relating to the segment reporting as set out under the Accounting Standard 17 is not applicable.
- Consequent to schedule II to the Companies Act, 2013 becoming applicable with effect from October 1, 2014, depreciation for the period ended June 30, 2015 has been provided on the basis of useful life as prescribed in Schedule II. Depreciation for the quarter is lower by Rs.73.49 lac due to change in useful life of assets whereas nine months' period depreciation is lower by Rs.203.43 lac. An amount of Rs.155.79 lac (net off deferred tax) has been recognised in opening balance of retained earnings for the assets where remaining useful life as per Schedule II was Nil.
- The figures for the corresponding periods have been regrouped and rearranged wherever necessary, to make them comparable.
- The Board of Directors of the Company has decided to issue Non-cumulative, Non-convertible, Redeemable Preference Shares of Rs 10/- each, aggregating to Rs 20 Crores on Private Placement Basis to Promoter/Promoter Group, subject to approval of shareholders by way of Special Resolution at an Extra Ordinary General Meeting.



GOKAK
TEXTILES LIMITED

GOKAK TEXTILES LIMITED

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For Gokak Textiles Limited

Sachin Kulkarni
Whole Time Director
Mumbai; 28.07.2015

