



Registered Office :
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CIN : L18100TG1990PLC010973

Date: 11.01.2024

BSE Limited
P. J. Towers, Dalal Street
Mumbai-400 001.

Dear Sir / Madam,

**Sub: Outcome of Board Meeting under Regulation 30 read with 33 (3) (c) of SEBI
(Listing Obligations and Disclosure requirements) regulations, 2015.**

Unit: Vijay Textiles Limited (Scrip Code: 530151)

With reference to the subject cited, this is to inform to the exchange that at the meeting of the Board of Directors of Vijay Textiles Limited held on Thursday, the 11th day of January, 2024 at 03.00 P.M. through video conference, the Board has duly considered and approved the Un-Audited Financial Results of the Company for the Quarter and Half-Year ended 30.09.2023.

The meeting of the Board of Directors commenced at 03.00 P.M. and concluded at 6.15 P.M.

This is for the information and records of the Exchange, please.

Thanking you.

Yours faithfully,
For VIJAY TEXTILES LIMITED


RAKESH MALHOTRA
WHOLE-TIME DIRECTOR & CFO
(DIN: 05242639)

RAKESH
MALHOTRA

Digitally signed by
RAKESH
MALHOTRA
Date: 2024.01.11
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							Rs. In Lakhs
STATEMENT OF STANDLONE UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30 TH SEPTEMBER, 2023							
Sl. No	Particulars	Quarter Ended			Half year ended		Year Ended
		30.09.23	30.06.23	30.09.22	30.09.23	30.09.22	31.03.23
		Un-Audited	Un-Audited	Un-Audited	Un-Audited	Un-Audited	Audited
1	Income:						
a)	Revenue From Operations	310.39	417.62	574.69	728.01	1190.31	2573.02
b)	Other Income	17.76	18.52	0.29	36.28	0.62	53.51
	Total Income from Operations	328.15	436.14	574.98	764.29	1190.93	2626.53
2	EXPENSES						
a)	Cost of materials consumed	3.25	16.40	89.14	19.65	204.44	345.46
b)	Purchase of Stock-in-trade	51.43	464.23	89.77	515.66	146.46	218.42
c)	Packing material consumed	0.48	1.24	1.47	1.72	6.22	7.89
d)	Changes in inventories of finished goods, Stock-in-Trade and work-in-progress	(166.61)	(205.08)	(5.65)	(371.69)	(26.75)	524.83
e)	Employee benefits expense	56.08	74.51	91.03	130.59	224.02	459.85
f)	Finance costs	218.60	211.69	318.76	430.29	634.41	774.05
g)	Depreciation and amortization expense	121.51	122.19	129.50	243.70	258.33	502.54
h)	Other expenses						
	i) Manufacturing expenses	31.62	40.97	92.84	72.59	218.37	359.34
	ii) Other Expenses	76.24	58.86	70.79	135.10	152.56	340.14
	Total Expenses	392.60	785.01	877.65	1177.61	1818.06	3532.52
3	Profit/(loss) before exceptional and extraordinary items and tax (1-2)	(64.45)	(348.87)	(302.67)	(413.32)	(627.13)	(905.99)
4	Exceptional Items	-	-	-	-	-	-
5	Profit/(loss) before extraordinary items and tax (3-4)	(64.45)	(348.37)	(302.67)	(413.32)	(627.13)	(905.99)
6	Extraordinary items	-	-	-	-	-	-
7	Profit/(Loss) before tax (5-6)	(64.45)	(348.37)	(302.67)	(413.32)	(627.13)	(905.99)
8	Income Tax expense:						
	(1) Current tax charge (credit)	-	-	-	-	-	-
	(2) Deferred tax Charge (credit)	7.65	(17.14)	8.50	24.79	(119.88)	(253.47)
	Total tax expenses	7.65	(17.14)	8.50	24.79	(119.88)	(253.47)
9	Profit/(Loss) for the period (7-8)	(72.10)	(331.73)	(311.17)	(438.11)	(507.25)	(652.52)
10	Other Comprehensive Income						
	(i) Items that will not be reclassified subsequently to profit or loss	-	-	-	-	-	-
	Re-measurement of the net defined benefit liability/assets	-	-	-	-	-	13.59
	Deferred Tax	-	-	-	-	-	(3.42)
	(ii) Items that will be reclassified subsequently to profit or loss	-	-	-	-	-	-
	Total other comprehensive income, net of taxes	-	-	-	-	-	10.17
11	Total comprehensive income for the period (9+10)	(72.10)	(331.73)	(311.17)	(438.11)	(507.25)	(642.35)
12	Earnings per share of Rs.10/- each: (Not Annualized)						
	i) Basic EPS	(0.39)	(1.81)	(1.70)	(2.39)	(2.77)	(3.56)
	ii) Diluted EPS	(0.39)	(1.81)	(1.70)	(2.39)	(2.77)	(3.56)



Statement of Assets and Liabilities
Rs. In Lakhs

SI No	Particulars	As at	As at
		30 th September,23 Un -Audited	31 st March,2023 Audited
	ASSETS		
	NON-CURRENT ASSETS		
(a)	Property, plant and equipment	4655.61	5138.15
(b)	Right of use of asset	304.73	562.82
(c)	Capital work-in-progress	0.00	18.88
(d)	Intangible assets	0.76	0.76
(e)	Deferred Tax Asset (net)	990.57	765.31
(f)	Other non-current assets	214.41	215.91
	TOTAL NON- CURRENT ASSETS	6166.08	6701.83
2	CURRENT ASSETS		
(a)	Inventories	10694.44	11024.54
(b)	Financial Assets		
	(i)Trade receivables	15544.97	15281.61
	(ii)Cash and cash equivalents	1082.81	127.88
	(ii) Bank balance other than (ii) above	17.08	15.84
	(iii) Other financial assets	1563.42	1515.13
(c)	Other current assets	734.34	500.43
	TOTAL CURRENT ASSETS	29637.06	28465.43
	TOTAL ASSETS	35803.14	35167.26
	EQUITY AND LIABILITIES		
	EQUITY		
	(a) Equity share capital	1830.53	1830.53
	(b) Other equity	4576.66	5657.12
	TOTAL EQUITY	6407.19	7487.65
	LIABILITIES		
	NON-CURRENT LIABILITIES		
(a)	Financial Liabilities		
	(i) Borrowings	14841.62	14669.28
	(ia) Lease Liability	296.45	634.25
	TOTAL NON - CURRENT LIABILITIES	15138.07	15303.53
	CURRENT LIABILITIES		
(a)	Financial Liabilities		
	(i)Borrowings	6199.94	6379.88
	(ia) Lease Liabilities	117.16	73.25
	(ii)Trade payables		
	Due to micro and small enterprises	136.39	9.10
	Due to others	2549.48	2060.69
	(iii)Other financial liabilities	4210.43	3307.54
(b)	Other current liabilities	584.51	77.91
(c)	Provisions	459.97	467.71
	TOTAL CURRENT LIABILITIES	14257.88	12376.08
	TOTAL EQUITY AND LIABILITIES	35803.14	35167.26



Statement of Cash Flow
Rs. In Lakhs

Particulars	For the half	For the half
	year ended	year ended
	30.09.2023	30.09.2022
	(Un -Audited)	(Un- Audited)
A. Cash Flow from Operating Activities		
Net Profit before tax	(413.33)	(627.13)
Adjusted for		
Depreciation	243.70	258.33
Interest Expenses	402.84	595.05
Interest unwinding	27.45	39.37
Loss of sale of fixed assets	-	0.38
Interest Income	(5.56)	(0.52)
Operating Profit Before Working Capital Changes	255.10	265.47
Working Capital changes adjusted for		
Trade Receivables	143.51	42.80
Other financial and non-financial assets	(212.10)	(96.46)
Inventories	(332.86)	53.81
Trade Payables	426.43	181.42
Other financial and non-financial liabilities	241.52	24.60
Provisions	5.97	(13.02)
Cash Generated From Operations	527.57	458.63
Direct Taxes Paid	(28.34)	(33.58)
Net Cash Flow From Operating Activities (A)	499.23	425.05
B. Cash Flow From Investing Activities		
Purchase Of Fixed Assets	(39.93)	(6.31)
Proceeds from sale of fixed assets	30.05	0.33
Interest income received	5.56	2.99
Net Cash Used In Investing Activities (B)	(4.32)	(2.99)
C. Cash Flow From Financing Activities		
Working Capital Borrowings	-	62.30
Net proceeds from long term borrowings	-	44.78
Interest Paid	(4.12)	(192.78)
Payment of Lease Liability	(134.01)	(130.29)
Net Cash Used In Financing Activities (C)	(138.13)	(215.99)
Net Increase/ (Decrease) In Cash And Cash Equivalents (A+B+C)	356.78	206.07
Opening Cash And Cash Equivalents	743.11	143.72
Closing Cash And Cash Equivalents	1099.89	349.79



Notes:

- 1 This statement has been reviewed by the Audit Committee and approved by the Board of Directors as its meeting held on 11th January, 2024.
- 2 The Statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act,2013 and other recognized accounting practices and policies to the extent applicable.
- 3 Post classification of accounts with State Bank of India & Axis Bank Limited, the Company submitted its compromise proposal for one time settlement of dues of Rs.79.60 Crore to the consortium banks on 10 November 2023, which was approved by State Bank of India on 25 January 2023 and Axis Bank Limited on 27 January 2023 to be paid by 31 March 2023. However, Company was unsuccessful to honor the compromise agreement by 31 March 2023. Consequently SBI & Axis had revoked the compromise agreement as on 29 April 2023 and 03 May 2023 respectively. The Company has submitted its request for reinstatement of the compromise agreement to banks to which is under consideration of the banks.
- 4 State bank of India has filed an application before Hon'ble National Company Law Tribunal [NCLT] Hyderabad bench -1[The Bench] under section 7 of Insolvency and Bankruptcy Code, 2016 in respect of dues payable to State bank of India & Axis Bank Limited, proceedings for which are in progress. The case is listed for hearing on 12 January 2024.
- 5 State Bank of India has also suit for recovery before Debt Recovery Tribunal under SARFAESI Act, 2002, proceedings for which are in progress.
- 6 Further, the Company has received a notice dated 16 December 2023 from State Bank of India for sale of properties of the company scheduled on 30 January 2024.
- 7 Advocate Commissioners appointed by the court of XI Additional Chief Metropolitan Magistrate have served warrant of commission dated 27 December 2023 issued u/s 24 of the SARFAESI Act, 2002 for possession of Surya Towers, Secunderabad (Lower Ground Floor) property of the Company & that of Promoters group (Ground Floor) within 15 days from the date of the said notice.
- 8 The Company is taking appropriate legal steps to stay the proceedings of the matter listed at s.no. 4 and 5 above
- 9 Presently the Company has income from operations from only one segment i.e " Textiles"

Place : Secunderabad
Date : 11.01.2024



Vijay Kumar Gupta
VIJAY KUMAR GUPTA
CHAIRMAN & MANAGING DIRECTOR
DIN : 01050958

INDEPENDENT AUDITOR'S REVIEW REPORT ON INTERIM FINANCIAL RESULTS

To
The Board of Directors
Vijay Textiles Limited
Hyderabad.

We have reviewed the accompanying statement of unaudited financial results of **Vijay Textiles Limited** ("the Company") for the period ended **30th September 2023**. 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.

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 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.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results, prepared in accordance with Indian Accounting Standards and other recognized accounting practices and policies generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 52 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.

Emphasis of Matter

We draw attention to the following items listed in the financials as presented below

- A. The Company's trade receivables as at 30th September 2023 amounts to Rs. 155 crores (as on March 31, 2023 - Rs.156 crores) wherein the debtor's receivable overdue for period exceeding three years amounts to Rs. 150 crores (as on March 31, 2023 -Rs. 147 crores). Wherein no provision has been created against such overdue debtor balances. We were unable to determine whether any adjustments to these amounts were necessary.
- B. We draw attention to Note 3 wherein The Company's loan accounts with State Bank of India ("SBI") and Axis Bank Limited ("Axis") have become Non Performing asset. Post which regular business transactions were conducted through trust & retention account ("TRA") managed by SBI on behalf of Company for both SBI & Axis. Validity of such operation was permitted up to July 31, 2022 after which all the banking transactions were frozen by the banks. Subsequent to the above event company has been issued demand notices by SBI and Axis under letter dated August 17, 2022 and September 09, 2022 respectively under section 13 (2) of Securitization and Reconstruction of Financial Assets & Enforcement of Securities Interest Act, 2002 ("SARFAESI Act") giving company a sixty days' time period to deposit the amounts due to the banks amounting to Rs. 72.84 Crores & Rs. 20.04 Crores (amounts specified are per the notices issued by respective banks after application of interest and penal charges upto the date of these notices). Pursuant to the above, the Company has submitted a proposal for compromise on November 10, 2022 for one time settlement of dues by making a payment of Rs.79.60 Crore (SBI: Rs.61.00 Crore & Axis: Rs.18.60 Crore) as stipulated in the offer letter to be completed by March 15, 2023. Wherein Company has received approval from the consortium banks viz. State Bank of India and Axis Bank Limited vide their letters dated January 25, 2023 and January 27, 2023 respectively to its compromise proposal submitted on November 10, 2022 for one time settlement of bank dues of Rs.79.60 Crore to be paid by March 31, 2023, However, Company was



unsuccessful to honor the compromise agreement as on March 31, 2023. Subsequently SBI & Axis has revoked the compromise agreement as on April 29, 2023 and May 03, 2023. As the TRA Account is frozen the company is managing its daily operations with the support of Promoter Directors.

- C. We draw attention to Note No.5 wherein the company has received notices from State Bank of India dated 16th December 2023 under SARFAESI Act, 2002 with respect to E-Auction for sale of immovable properties of the company scheduled to be held on 30th January 2024. Under the said notice the bank has claimed recoverable amount of Rs. 97,16,63,872.79 & Rs. 21,32,55,498.55 to State Bank of India & Axis Bank respectively as on 30th November 2023 and future interest at contractual rate from 1st December 2023 together with incidental expenses, costs, charges etc. due to the banks.
- D. We draw attention to Note No.4 wherein it is specified that the State Bank of India has filed an application before Hon'ble National Company Law Tribunal [NCLT] Hyderabad bench under section 7 of Insolvency and Bankruptcy Code, 2016 in respect of dues payable to State bank of India & Axis Bank Limited, proceedings for which are in progress. The case is listed for hearing on 12 January 2024.
- E. As the Company was in process of revival of compromise agreement with State bank of India & Axis bank it has not provided for the interest payable against the loans outstanding from the respective banks, wherein interest is due to be accounted for the period from December 01, 2022 up to March 31, 2023. Consequently, we were unable to determine whether any adjustments to these amounts were necessary. The same has resulted in the non-compliance of the Ind AS and inconsistency in the application of the accounting policies of the Company.
- F. We draw attention to Note No. 7 wherein company has received notice dated 27th December 2023 from the Advocate Commissioner appointed as per the directions of Hon'ble XI Additional Chief Metropolitan Magistrate for handover of physical possession of properties within 15 days of execution of notice for Company property's location at Surya Towers.
- G. The company has cleared all its statutory dues payable till 30th June 2023 and the statutory dues are yet to be paid for second quarter amounting to Rs. 33.27 Lakhs (Customs - Rs. 20.14 Lakhs, TDS - Rs. 6.22 Lakhs, PF - Rs. 6.23 Lakhs, ESI - Rs. 0.69 Lakhs)

Material uncertainty related to going concern

We draw attention to the accompanying financial results, which indicates that the company has incurred a net loss for the half year ended September, 30 2023 - Rs.4.13 crore (for the year ended March 31, 2023 -Rs. 9.05 crore). The company has outstanding amount due to vendors for more than two years as on September 30, 2023 amounting to Rs.10.74 crores (as on March 31, 2023 - Rs. 0.26 crore), further the withdrawal of support from Banks and sale of company properties by the bank and issue of warrants under SARFESI Act along with other indicators as listed in the above paragraphs, indicate existence of material uncertainty on the company's ability to continue as a going concern. However, Management has prepared the Financials on the going concern basis.

For **SVD & Associates**

Chartered Accountants

Firm Registration No: 015405S

Avinash Doba

Partner

Membership No: 232340

Date: 11th January, 2024

Place: Hyderabad

UDIN: 24232340BKEJMQ4283

