

To,
The Secretary
The Bombay Stock Exchange Limited
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort,
Mumbai - 400 001

Date: 13th February, 2019

Scrip Code: BSE 533006

Dear Sir/Madam,

Sub: Un-audited (Standalone) Financial Results for the quarter and nine months ended 31st December, 2018.

This refers to our earlier intimation regarding commencement of Corporate Insolvency Resolution Process (CIRP) as per the order passed by Hon'ble National Company Law Tribunal (NCLT) vide its order no CP 579/I&BP/NCLT/MAH/2018 dated 20th November, 2018 and the Resolution Professional is performing the functions as mentioned under Insolvency and bankruptcy code (the code).

The Company is undergoing Corporate Insolvency Resolution Process (CIRP) under the provisions of Insolvency & bankruptcy Code, 2016 (Insolvency Code) in terms of order dated 20th November, 2018 passed by Hon'ble NCLT, Mumbai Bench. In terms of Section 20 of Insolvency Code, the management and operations of the Company are being managed by Resolution Professional (RP).

Pursuant to Regulation 33 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, we are herewith submitting Un-audited financial results (Standalone) for the quarter and nine months ended 31st December, 2018 and Limited Review Report of Statutory Auditors M/s. Samria & Co., Chartered Accountants.

The result were taken on record and signed by Mr R.K. Dixit and Mr S.N. Baheti (Ex-Directors) and Mrs. Sujata Chattopadhaya, Resolution Professional.

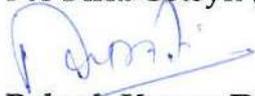


The Meeting started at 11.00 a.m and concluded at 12.45 p.m.

Kindly take the same on your records & oblige.

Thanking you,
Yours faithfully,

For Birla Cotsyn (India) Limited



Rakesh Kumar Dixit
Ex-Director
DIN-06655663



BIRLA COTSYN (INDIA) LIMITED

Regd. Office :- 1st Floor, Dalamal House, J.B.Marg,
Nariman Point, Mumbai - 400 021.
CIN-L17110MH1941PLC003429
Tel +91 22 66168400/ +91 22 22026340
Email : complianceofficer@birlacotsyn.com

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2018

₹ in Lakhs

SN	Particulars	Quarter Ended			Nine Months Ended		Year Ended
		31-Dec-18	30-Sep-18	31-Dec-17	31-Dec-18	31-Dec-17	31-Mar-18
		Un Audited	Audited				
I	Revenue from Operations						
	Net Sales / Income from operations (Net of excise duty)	2,188.11	2,716.79	2,523.72	7,160.57	7,805.44	10,294.28
II	Other Income	6.07	9.01	312.97	73.05	663.20	1,013.62
III	Total income (I+II)	2,194.18	2,725.79	2,836.69	7,233.62	8,468.64	11,307.90
IV	Expenses						
(a)	Cost of Materials consumed	1,513.99	1,906.08	1,761.77	5,157.32	5,681.05	7,475.81
(b)	Purchase of stock-in-trade	-	-	-	7.22	-	-
(c)	Changes in inventories of finished goods, work-in-progress and stock-in-trade	254.85	275.56	92.54	308.85	241.76	44.25
(d)	Employee benefits expense	199.67	174.96	147.47	553.97	473.93	685.12
(e)	Finance Costs	2,627.07	2,514.99	2,218.87	7,525.71	6,377.25	8,640.67
(f)	Depreciation and Amortisation expense	336.02	337.23	343.41	1,007.58	1,026.84	1,362.12
(g)	Other expenses	468.42	515.24	656.30	1,503.60	1,548.52	2,051.21
	Total Expenses (IV)	5,400.02	5,724.07	5,220.36	16,064.24	15,349.35	20,259.19
V	Profit / (Loss) before tax and exceptional items (I+IV)	(3,205.83)	(2,998.27)	(2,383.67)	(8,830.62)	(6,880.71)	(8,951.29)
VIII	Tax expense						
(1)	Current Tax	-	-	-	-	-	-
(2)	Deferred Tax	-	-	-	-	-	-
IX	Profit / (Loss) For the period from continuing operations (VII+VIII)	(3,205.83)	(2,998.27)	(2,383.67)	(8,830.62)	(6,880.71)	(8,951.29)
X	Profit/(Loss) from discontinued operations	-	-	-	-	-	-
XI	Tax expense of discontinued operations	-	-	-	-	-	-
XII	Profit/(Loss) from discontinued operations (after tax) (X-XI)	-	-	-	-	-	-
XIII	Profit/(Loss) for the period (IX+XII)	(3,205.83)	(2,998.27)	(2,383.67)	(8,830.62)	(6,880.71)	(8,951.29)
XIV	Other Comprehensive Income	-	-	-	-	-	(56.95)
XV	Total Comprehensive Income for the period (XIII+XIV) Comprising Profit / (Loss) and other comprehensive Income for the period	(3,205.83)	(2,998.27)	(2,383.67)	(8,830.62)	(6,880.71)	(8,894.34)
XVI	Paid - up equity share capital (Face value of Rs.1/- per share)	26,865.70	26,865.70	26,686.35	26,865.70	26,686.35	26,865.70
XVII	Reserves excluding Revaluation Reserves and Foreign Currency Translation Reserve	(68,327.01)	(65,121.17)	(57,482.75)	(68,327.01)	(57,482.75)	(59,496.38)
XVIII	(A) Earnings Per Share (For Continuing operations)						
(i)	Basic	(0.12)	(0.11)	(0.09)	(0.33)	(0.26)	(0.33)
(ii)	Diluted	(0.12)	(0.11)	(0.09)	(0.33)	(0.26)	(0.33)
	(B) Earnings Per Share (For discontinuing operations)						
(i)	Basic	-	-	-	-	-	-
(ii)	Diluted	-	-	-	-	-	-
	(B) Earnings Per Share (For discontinuing & Continuing operations)						
(i)	Basic	(0.12)	(0.11)	(0.09)	(0.33)	(0.26)	(0.33)
(ii)	Diluted	(0.12)	(0.11)	(0.09)	(0.33)	(0.26)	(0.33)

NOTES:

- The above financial results have been reviewed by the Audit Committee and approved and taken on record by the Board of Directors at their respective meetings held on 13th, February 2019
- The above financial results of the Company for the quarter and Nine Months ended 31st December, 2018 are available at the Company's website www.birlacotsyn.com and the website of the stock exchanges i.e www.bseindia.com.
- Edelweiss Asset Reconstruction Company has filed application dated 04.04.2018 u/s 7 of The Insolvency and Bankruptcy Code 2016 ("the Code") for the purpose of initiating corporate insolvency resolution process against the Company vide application No. C.P. (IB) No. 579 of 2018. The hon'ble NCLT has admitted the petition on 20th November, 2018 filed by Edelweiss Asset Reconstruction Company and appointed Resolution Professional, Ms. Sujata Chattopadhyay having registration number IBBI/IPA-003/IP-N00044/2017-18/10353 to carry the functions as mentioned under IBC.
- Corresponding figures in previous quarters/ period have been regrouped / rearranged wherever required, to make them comparable.



Place: MUMBAI
Date: 13th February, 2019

For Birla Cotsyn (India) Limited

R. K. Dixit *S. N. Baheti* *Ms. Sujata Chattopadhyay*
(Director) (Director) (Resolution Professional)

DIN: 06655663

DIN: 06933453 (IBBI/IPA-003/IP-N00044/2017-18/10353)



STANDALONE SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2018

₹ in Lakhs

SN	Particulars	Quarter Ended			Nine Months Ended		Year Ended
		3-Dec-18	30-Sep-18	31-Dec-17	31-Dec-18	31-Dec-17	31-Mar-18
		Un audited	Un audited	Unaudited	unaudited	unaudited	Audited
1	Segment Revenue (net sale/income from each segment should be disclosed under this head)						
	a. Textile - Yarn	2,188.11	2,716.79	2,523.72	7,160.57	7,805.44	10,294.28
	b. Textile - Fabrics	-	-	-	-	-	-
	c. Others	-	-	-	-	-	-
	d. Unallocated	-	-	-	-	-	-
	Total	2,188.11	2,716.79	2,523.72	7,160.57	7,805.44	10,294.28
Less-	Inter Segment Revenue	-	-	-	-	-	-
	Net Sales / Income from Operations	2,188.11	2,716.79	2,523.72	7,160.57	7,805.44	10,294.28
2	Segment Results (Profit(+)/ Loss (-) before tax and interest from Each Segment) #						
	a. Textile - Yarn	(584.84)	(492.29)	(245.01)	(1,377.97)	(919.99)	(1,020.60)
	b. Textile - Fabrics	-	-	-	-	-	-
	c. Others	-	-	-	-	-	-
	d. Unallocated	-	-	-	-	-	-
	Total	(584.84)	(492.29)	(245.01)	(1,377.97)	(919.99)	(1,020.60)
Less-	i) Interest**	2,627.07	2,514.99	2,218.87	7,525.71	6,377.25	8,640.67
	ii) Other Un-allocable Expenditure net off	-	-	-	-	-	-
	iii) Un-allocable income	6.07	9.01	80.22	73.05	416.53	766.94
	Total Profit / (Loss) before Tax	(3,205.83)	(2,998.27)	(2,383.67)	(8,830.62)	(6,880.71)	(8,894.34)
3	(Segment Assets)						
	a. Textile - Yarn	13,474.17	14,010.95	15,082.41	13,474.17	15,082.41	14,913.17
	b. Textile - Fabrics	-	-	-	-	-	-
	c. Others	186.93	186.94	339.96	186.93	339.96	340.03
	d. Unallocated	19,813.08	19,819.05	19,921.15	19,813.08	19,921.15	19,821.58
	Total	33,474.19	34,016.94	35,343.52	33,474.19	35,343.52	35,074.79
4	(Segment Liabilities)						
	a. Textile - Yarn	2,444.38	2,418.97	2,803.95	2,444.38	2,803.95	2,516.54
	b. Textile - Fabrics	-	-	-	-	-	-
	c. Others	186.93	186.94	339.96	186.93	339.96	340.03
	d. Unallocated	67,094.77	64,457.10	57,786.60	67,094.77	57,786.60	59,639.49
	Total	69,726.08	67,063.00	60,930.51	69,726.08	60,930.51	62,496.06
	Net (3-4)	(36,251.90)	(33,046.06)	(25,586.99)	(36,251.90)	(25,586.99)	(27,421.27)

Profit/ Loss before tax and after interest in case of segments having operations which are primarily of financial nature.

** Other than the interest pertaining to the segments having operations which are primarily of financial nature.

NOTE:-

Textile includes Manufacture of Synthetic Yarn, Cotton Yarn, Ginning and Pressing and Training Income.



Place : MUMBAI
 Date : 13th February, 2019

R. K. Dixit
 R. K. Dixit
 (Director)
 DIN: 06655663

For Birla Cotsyn (India) Limited
S. N. Baheti
 S. N. Baheti
 (Director)
 DIN: 06933453

Ms. Sujata Chattopadhyay
 Ms. Sujata Chattopadhyay
 (Resolution Professional)
 (IBBI/IPA-003/IP-N00044/2017-18/10353)



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 Email : complianceofficer@birlacotsyn.com

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2018

SN	Particulars	Quarter Ended			Nine Months Ended		Year Ended
		31-Dec-18	30-Sep-18	31-Dec-17	31-Dec-18	31-Dec-17	
		Un audited	Un audited	Un-audited	Un-audited	Un-audited	Audited
1	Total income from operations	2,188.11	2,716.79	2,523.72	7,160.57	7,805.44	10,294.28
2	Net Profit / (Loss) for the period (Before Tax, Exceptional and/or Extraordinary items)	(3,205.83)	(2,998.27)	(2,383.67)	(8,830.62)	(6,880.71)	(8,951.29)
3	Net Profit/(Loss) for the period After Tax (after Exceptional and/or Extraordinary items)	(3,205.83)	(2,998.27)	(2,383.67)	(8,830.62)	(6,880.71)	(8,951.29)
4	Total Comprehensive Income for the period (comprising Profit/(Loss) for the period (after tax) and other comprehensive Income (after tax)	(3,205.83)	(2,998.27)	(2,383.67)	(8,830.62)	(6,880.71)	(8,894.34)
5	Equity Share Capital	26,865.70	26,865.70	26,686.35	26,865.70	26,686.35	26,865.70
6	Reserves excluding Revaluation Reserves and Foreign Currency Translation Reserve	(68,327.01)	(65,121.17)	(57,482.75)	(68,327.01)	(57,482.75)	(59,496.38)
7	Earnings Per Shareof (Rs. <u>1</u> /- each) (for continuing and discontinued operations)						
	Basic :	(0.12)	(0.11)	(0.09)	(0.33)	(0.26)	(0.33)
	Diluted:	(0.12)	(0.11)	(0.09)	(0.33)	(0.26)	(0.33)

Note:

1 The above is an extract of the detailed format of Financial Results for the Quarter and Nine months ended 31st December, 2018 filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The full format of the Financial Results for the Quarter and Nine months ended 31st December, 2018 are available at the Company's website www.birlacotsyn.com and the website of the stock exchange i.e www.bseindia.com.

2 Edelweiss Asset Reconstruction Company has filed application dated 04.04.2018 u/s 7 of The Insolvency and Bankruptcy Code 2016 ("the Code") for the purpose of initiating corporate insolvency resolution process against the Company vide application No. C.P. (IB) No. 579 of 2018. The honorable NCLT has admitted the petition on 20th November, 2018 filed by Edelweiss Asset Reconstruction Company and appointed Resolution Professional, Ms. Sujata Chattopadhyay having registration number IBBI/IPA-003/IP-N00044/2017-18/10353 to carry the functions as mentioned under IBC.



For Birla Cotsyn (India) Limited
 S. N. Baheti (Director) DIN: 06933453
 Ms. Sujata Chattopadhyay (Resolution Professional) (IBBI/IPA-003/IP-N00044/2017-18/10353)

R. K. Dixit (Director) DIN: 06655663

Place : Mumbai
 Date : 13th February, 2019

SAMRIA & CO.

CHARTERED ACCOUNTANTS

INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL RESULTS

TO THE RESOLUTION PROFESSIONAL

BIRLA COTSYN (INDIA) LIMITED

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Statements of **BIRLA COTSYN (INDIA) LIMITED** ("the Company"), for the Quarter and Nine Months ended December 31st, 2018 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33, of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, as modified by Circular No. CIR /CFD/FAC/62/2016 dated July 5, 2016.

This Statement which is the responsibility of the Company's Management and verified by the Board of Directors (since suspended) and signed by the Directors and taken on record by the Resolution Professional, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 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.

2. We conducted our Review of 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 Accountant of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free from any material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

3. Basis for Qualified Report

- i. With reference to Inter Corporate Deposits of Rs.15,64,96,666/- taken from various parties as at 31st December, 2018 in the absence of third party confirmation, reconciliation, if any and other supportive audit evidence, we are unable to comment upon such balances.*
- ii. No provision has been made during the period for interest payable of Rs.43,35,342/- on Inter-Corporate and other Deposits taken by the Company. Consequently the loss for the period is lower by Rs.43,35,342/- and current Liabilities are understated by Rs.43,35,342/- as at 31st December, 2018. Including un-provided interest of earlier periods of Rs.7,39,11,835/-, Inter-Corporate loans is understated by Rs.7,82,47,177/-.*



- iii. With reference to the dues to related parties towards borrowing of Rs.86,61,973/- and towards trade payables of Rs.11,97,99,028/- as at 31st December, 2018, in the absence of third party confirmation, reconciliation, if any and other supportive audit evidence, we are unable to comment upon such balances.
- iv. No provision has been made in the current period for interest payable of Rs.3,62,959/- on loans taken from related parties by the Company and no provision has been made for interest receivable of Rs.84,29,710/- on loans given to related parties by the Company. Consequently the loss for the period is higher by Rs.80,66,751/-, Other Current Liabilities is understated by Rs.3,62,959/- and Other Non-Current Assets is understated by Rs.84,29,710/-. Including unprovided interest payable of earlier periods of Rs. 1,38,14,660/- and interest receivable of earlier period of Rs. 12,17,03,629/-, Other Current Liabilities is understated by Rs.1,41,77,619/- and Other Non-Current Assets is understated by Rs.13,01,33,339/-.
- v. With reference to Fixed Deposits accepted by the Company, the Company has defaulted in the repayment to depositors. The dues of such depositors as on 31st December, 2018 is Rs.61,13,150/-. The Hon'ble Company Law Board, Mumbai Bench passed an order dated 27th January, 2016 for rescheduling the repayment of the deposits for a specified period under section 58A(9) read with section 74(2) of the Companies Act, 2013. However the company has not repaid the deposits in compliance with the said order passed by the Hon'ble Company Law Board.
- vi. With reference to loans and advances of Rs.36,19,08,831/- given to four related parties, which have incurred losses and also have negative net worth (excluding Revaluation Reserves) as at 31st March 2017. In the absence of latest audited accounts and detailed information of projected cash flows as at 31st December 2018 or other supportive audit evidence, we are unable to comment upon its impairment, if any.
- vii. With reference to Plant & Machinery of Rs.34,00,01,617/- (net block) situated at factory units of the company which are not operating at the period end, in the absence of future cash flow projection and information about the value in use, we are unable to comment upon its impairment provision, if any as per Ind AS 36 "Impairment of Assets".
- viii. With reference to loan given to Foreign subsidiary, the Company has not restated the same at exchange rate prevailing on the last day of the reported period as required by Ind AS 21 "The effect of changes in foreign exchange rates". As a result, the loan to foreign subsidiary as on 31st December, 2018 is understated by Rs.14,63,85,203/- and correspondingly Foreign Currency Translation Reserve as on 31st December, 2018 is understated by Rs.14,63,85,203/-
- ix. With reference to capital advance of Rs.23,15,279/- as at 31st December, 2018 given to various parties, in the absence of third party confirmation, reconciliation, if any and other supportive audit evidence, we are unable to comment upon its recoverability in cash or kind, if any.



- x. *With reference to trade receivables of Rs.25,94,132/- as at 31st December, 2018 in the absence of third party confirmation, reconciliation, if any and other supportive audit evidence, we are unable to comment upon its balance recoverability, if any.*
- xi. *During the quarter, Term loan Interest of Rs.10,91,04,865/- and Interest on Cash Credit facility of Rs.15,22,40,769/- is provided in accounts by the company based on rate of interest available with company, however, as the bank statement is not received from banks, the amount of interest provided in accounts cannot be reconciled.*
- xii. *The Government of India has approved import of Capital Equipment under the "Exports Promotion Capital Goods Scheme" at a concessional rate of custom duty. Under the scheme the company purchased Capital Goods at nominal duty for which the company has export obligation aggregating to Rs.132,26,65,296/-, to be fulfilled within eight years from the date of issuance of respective licenses, failing which the duty saved aggregating Rs.16,53,33,162/-, together with interest and penalties, if levied, may have to be paid. As at the end of the quarter, the company has fulfilled export obligation aggregating Rs.120,96,01,224/-.*

The eight years period for meeting the export obligation expired on 11th February, 2016 and the company has an unfulfilled export obligation of Rs.11,30,64,072/- representing duty benefits of Rs.2,82,66,018/-. The amount of duty benefit on unfulfilled obligation along with interest as per the Custom Law is now payable by the company. The company has made an application to EPCG Committee, New Delhi for extension of export obligation period by 2 years. Pending the outcome of the application, no provision has been made for payment of duty benefit on unfulfilled obligation.

4. Emphasis of Matter

- I. **Edelweiss Asset Reconstruction Company has filed application dated 04.04.2018 u/s 7 of The Insolvency and Bankruptcy Code 2016 ("the Code") for the purpose of initiating corporate insolvency resolution process against the Company vide application No. C.P. (IB) No. 579 of 2018. The hon'ble NCLT has admitted the petition on 20th November, 2018 filed by Edelweiss Asset Reconstruction Company and appointed Resolution Professional, Ms. Sujata Chattopadhyay having registration number IBBI/IPA-003/IP-N00044/2017-18/10353 to carry the functions as mentioned under IBC. This factor raises substantial doubt about the company's ability to continue as a going concern in the foreseeable future. The Company's financial statements have been prepared on going concern basis, pending the outcome of the resolution process and further directions from NCLT. Our opinion is not qualified in respect of this matter.**
- II. **We draw attention to the net loss of Rs.32,05,83,087/-incurred by the Company during the period ended 31st December, 2018 and as of that date, the Company's**



accumulated losses aggregate to Rs.688,29,84,854/- resulting in complete erosion of its net worth. Further, as of that date, company's current liabilities exceeded its current assets by Rs.677,84,92,681/-. These factors raise substantial doubt about the company's ability to continue as a going concern in the foreseeable future. The company's financial statements have been prepared on going concern basis, pending the outcome of the resolution process and further directions from NCLT. Our opinion is not qualified in respect of this matter.

5. Based on our review conducted as above, subject to our observation in para 3 read with our comments in para 4 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 Companies (Indian Accounting Standards) Rules, 2015 specified under section 133 of the Companies Act, 2013, and other recognized accounting practices and policies, 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, as modified by 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.

For Samria & Co.
Chartered Accountants
Firm Registration No: 109043W



(Adhar Samria)
Partner
M.No. 049174



Dated: 13th February, 2019