

General Manager,
Department of Corporate Services,
BSE Ltd.
Phiroze Jeejeeboy Towers,
Dalal Street, Mumbai - 400 001

August 20, 2020

Security Code: **532957**
Security ID : **GOKAKTEX**

Subject : Outcome of Board Meeting held on August 20, 2020.

Compliance of Regulation 30 & 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Dear Sir/ Madam,

Pursuant to Regulation 30 & 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we wish to inform you that the Board of Directors of the Company at their meeting held on August 20, 2020 have approved the Unaudited Standalone and Consolidated Financial Results for the quarter ended June 30, 2020 along with Limited Review Report of Batliboi & Purohit, Chartered Accountants, Statutory Auditors of the Company in respect of the said results.

A copy of the Unaudited Financial Results for the Quarter ended June 30, 2020 along with Limited Review Report dated August 20, 2020 of statutory auditors of the Company in respect of the said Results is enclosed.

The Board Meeting commenced at 01.30 PM and concluded at 5.35 PM

Kindly acknowledge receipt.

Yours faithfully,
For Gokak Textiles Limited

Rakesh M. Nanwani
Company Secretary & Compliance Officer
Encl: As above

GOKAK TEXTILES LIMITED

Registered Office: #1, 2nd Floor, 12th Cross, Ideal Homes, Near Jayanna Circle,
Rajarajeshwari Nagar, Bengaluru - 560 098
Telephone No. : +91 80 29744077 / 29744078 / 29744066, www.gokakmills.com
GSTIN: 29AACCG8244P1ZX CIN: L17116KA2006PLC038839

(GOKAK MILLS DIVISION)

Gokak Falls - 591 308, Dist. Belgaum, Karnataka, India
Tel. No. : +91-8332-225004 / 225154 / Fax : +91-8332-225354

Gokak Textiles Limited
Statement of Unaudited Consolidated Financial Results for Quarter ended on June 30, 2020

(Rs. in Lakhs)

Sr. No.	Particulars	Consolidated			
		Quarter ended	Quarter ended	Quarter ended	Year ended
		30.06.2020 (Unaudited)	31.03.2020 (Audited)	30.06.2019 (Unaudited)	31.03.2020 (Audited)
1	Income				
	a) Revenue from operations	1,538.31	2,109.23	3,118.63	10,288.74
	b) Other Income	41.49	249.90	32.92	463.61
	Total Income	1,579.80	2,359.13	3,151.55	10,752.35
2	Expenses				
	a) Cost of materials consumed	853.58	1,357.07	2,088.42	6,357.98
	b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	-88.53	(89.28)	60.24	487.32
	c) Employee benefits expense	782.12	769.80	759.03	2,890.28
	d) Finance costs	532.95	518.65	472.29	1,991.03
	e) Depreciation and amortisation expense	178.21	176.50	176.93	710.89
	f) Power & Fuel Expenses	197.18	583.00	500.54	1,516.58
	g) Other expenses	207.52	407.29	340.49	1,496.73
	Total expenses	2,339.62	3,503.26	4,393.94	15,501.21
3	Profit/ (Loss) from Operations before	(1,255.82)	(1,144.12)	(1,242.39)	(4,758.66)
4	Exceptional Items	-	-	-	-
5	Profit/ (Loss) from Ordinary activities Before	(1,255.82)	(1,144.12)	(1,242.39)	(4,758.66)
	Current tax	-	-	-	-
	Deferred tax	-	-	-	-
6	Tax expense	-	-	-	-
7	Net Profit/(Loss) for the period (5-6)	(1,255.82)	(1,144.12)	(1,242.39)	(4,758.66)
8	Non Controlling Interest				
9	Net Profit or (loss) for the period (7-8)	(1,255.82)	(1,144.12)	(1,242.39)	(4,758.66)
10	Other Comprehensive Income (Net of tax)				
	A (i) Items that will not be reclassified to profit or loss	-	(18.79)	-	(18.79)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-
	B (i) Items that will be reclassified to profit or loss	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-
	Other Comprehensive Income (Net of tax)	-	(18.79)	-	(18.79)
11	Total Comprehensive Income (9+10)	(1,255.82)	(1,162.91)	(1,242.39)	(4,777.45)
12	Profit for the year attributable to:				
	- Owners of the Company	(1,164.98)	(1,042.81)	(1,150.39)	(4,452.88)
	- Non-Controlling Interest	(90.85)	(101.10)	(92.00)	(305.78)
		(1,255.82)	(1,144.12)	(1,242.39)	(4,758.66)
13	Other comprehensive income for the year				
	- Owners of the Company	-	(18.79)	-	(18.79)
	- Non-Controlling Interest	-	(0.04)	-	(0.04)
		-	(18.79)	-	(18.79)
14	Total comprehensive income for the year attributable to:				
	-Owners of the Company	(1,164.98)	(1,061.55)	(1,150.39)	(4,471.63)
	-Non Controlling Interest	(90.85)	(101.35)	(92.00)	(305.82)
		(1,255.82)	(1,162.91)	(1,242.39)	(4,777.45)
15	Paid-up equity share capital (Face Value of Rs. 10 each)	549.93	549.93	549.93	549.93
16	Basic and diluted Earnings per share (Face Value of Rs. 10 each)	(17.52)	(18.04)	(17.70)	(66.51)

See accompanying notes to the financial results





(GOKAK MILLS DIVISION)

Gokak Falls - 591 308, Dist, Belgaum, Karnataka, India
Tel. No. : +91-8332-225004 / 225154 / Fax : +91-8332-225354



1) The above consolidated financial results for the quarter ended 30, 2020 (the results) of Gokak Textiles Limited (the Company) which are published in accordance with Regulation 33 of the SEBI (Listing Obligations & Disclosure Requirements), 2015 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 August 20, 2020. The consolidated financial results are in accordance with the Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act, 2013. The statutory Auditors have expressed an unmodified audit opinion on the above results.

2) The Group incurred loss for the quarter before tax (including other comprehensive income) of Rs. 1255.82 lakhs and had accumulated losses of Rs. 33,975.88 lakhs as on June 30, 2020. Further the Group's net worth has been fully eroded as at June 30, 2020.

The Group has witnessed demand for its yarns in the months of May and June 2020 and the Management believes that it is likely to continue. Due to adequate labour available at the Plant the Company will be able to meet the demand. Further the Group anticipates cost savings on raw materials and other operating expenses in the current year due to alternative options available. The power plant of the Subsidiary has also been operational now. As a result of the above initiatives the operations and revenues of the Group will witness growth in the current year. In addition, the Group has continued support from the Holding Company for Operational and Financial requirements when needed. Based on the above, the unaudited financial results of the Group have been prepared on a going concern basis.

3) During the quarter ended September 30, 2019, hydro power plant of the subsidiary Company (Gokak Power and Energy Limited) situated at Gokak Falls having total capacity of 8 MW was submerged in the flood water due to heavy rains and the power generation has been suspended since August 07, 2018. The Subsidiary Company has estimated the repair and replacement cost of approximately Rs. 3.29 Crores and the sub plant, of 4.5 and 3.6 MW out of entire plant is operational from February 2020 and remaining 1MW plant expected to be in operation by September 2020. The management is of the opinion that significant portion of the repairs and replacement cost incurred will be recovered through insurance claim, however the entire claim is not lodged with the insurance Company. The Company has received an advance amount of Rs. 100 lakhs from the insurance company towards the expenses incurred on repairs. The Company has recorded provision for expenses of Rs. 27.12 lakhs for work completed over and above the advance insurance claim received.

In addition to the damage of the plant and machinery of the power plant, the canal system was also damaged due to deluge of floods. The complete assessment of extent of damage will be carried out after the reduction of water levels. The canal system is

4) The Company's operations and financial results for the quarter ended June 30, 2020 have been impacted by the outbreak of COVID-19 pandemic and the consequent lock down announced by the Government of India. The operations have gradually resumed during the quarter with requisite precautions in place. Since the situation is continuously evolving, the impact assessed may be different from the estimates made as at the date of approval on these financial results and management will continue to monitor any material changes arising due to the impact of this pandemic on financial and operational performance of the Company and take necessary measures to address the situation.

5) The figures for the quarter ended March 31, 2020 are the balancing figures between the audited figures in respect of full financial year and the unaudited published year to date figures up to the quarter ended December 31, 2019, for which auditor's had performed limited review.

6) The figures for the corresponding periods have been regrouped and reworded wherever necessary, to make them

Date: August 20, 2020
Place: Mumbai


R.R. Path
(CEO & MD)
(DIN: 07568951)



BATLIBOI & PUROHIT

Chartered Accountants

Limited Review Report on the Unaudited Quarterly Consolidated Financial Results of Gokak Textiles Limited pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To the Board of Directors of Gokak Textiles Limited

1. We have reviewed the accompanying statement of unaudited consolidated financial results of **Gokak Textiles Limited** (hereinafter referred to as the "Holding Company") and its subsidiary (collectively referred to as "the Group") for the quarter ended June 30, 2020 ("Consolidated Statement"), being submitted by the Holding Company pursuant to the requirements of Regulation 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').
2. This Consolidated Statement, which is the responsibility of the Holding Company's management and approved by the Holding Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to express a conclusion on the Consolidated Statement based on our review.
3. We conducted our review of the Consolidated 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 of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the Listing Regulations to the extent applicable.

4. This Consolidated Statement includes the results of Holding Company and its Subsidiary i.e. **Gokak Power and Energy Limited**.
5. Based on our review conducted and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Consolidated Statement of unaudited financial results prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally



Chartered Accountants

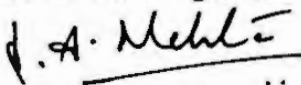
accepted in India has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. We draw attention to below mentioned note to the accompanying Consolidated Statement:

During the quarter, the Group incurred loss before tax (including other comprehensive income) of Rs. 1255.82 lakhs and had accumulated losses of Rs. 33,975.88 lakhs as on June 30, 2020. Further the net worth of the Group has been eroded as at June 30, 2020. These conditions indicate requirement of assessment of the Group's ability to continue as a going concern. The Group's financial results have been prepared on a going concern basis on the reporting date. The management's statement in respect of going concern assessment is set out in Note 2 of the consolidated Statement. Our conclusion is not modified in respect of this matter.

7. Attention is drawn to the fact that the figures for the quarter ended March 31, 2020 as reported in these consolidated financial results are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the quarter ended December 31, 2019 which were subject to limited review.

For Batliboi & Purohit
Chartered Accountants
ICAI Firm Reg. No. 101048W



Kaushal Mehta
Partner
Membership No. 111749

Place: Mumbai
Date: August 20, 2020

ICAI UDIN: 20111749AAAADL9749



Gokak Textiles Limited
Statement of Unaudited Standalone Financial Results for Quarter ended June 30, 2020

(Rs. in Lakhs)

Sr. No.	Particulars	Standalone			
		Quarter ended	Quarter ended	Quarter ended	Year ended
		30.06.2020 (Unaudited)	31.03.2020 (Audited)	30.06.2019 (Unaudited)	31.03.2020 (Audited)
1	Income				
	a) Revenue from operations	1,466.61	2,066.86	3,052.44	9,821.96
	b) Other income	28.40	226.95	21.05	394.45
	Total Income	1,495.01	2,293.81	3,073.49	10,216.41
2	Expenses				
	a) Cost of materials consumed	853.88	1,357.69	2,088.40	6,357.98
	b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	83.35	(60.26)	80.24	467.32
	c) Employee benefits expense	766.11	766.45	741.67	2,901.32
	d) Finance costs	327.51	309.39	269.44	1,155.68
	e) Depreciation and amortisation expense	162.29	150.65	151.06	606.75
	f) Power & Fuel Expenses	268.48	432.90	658.71	1,852.68
	g) Other expenses	188.86	370.66	316.87	1,333.48
	Total expenses	2,640.48	3,318.38	4,183.29	14,675.21
3	Profit/ (Loss) from Operations before Exceptional Items (1-2)	(1,145.47)	(1,024.57)	(1,109.80)	(4,458.80)
4	Exceptional Items	-	-	-	-
5	Profit/ (Loss) from before Tax (3-4)	(1,145.47)	(1,024.57)	(1,109.80)	(4,458.80)
	Current tax	-	-	-	-
	Deferred tax	-	-	-	-
6	Tax expense	-	-	-	-
7	Net Profit/(Loss) for the period (5-6)	(1,145.47)	(1,024.57)	(1,109.80)	(4,458.80)
8	Other Comprehensive Income (Net of tax)				
	A (i) Items that will not be reclassified to profit or loss	-	(18.72)	-	(18.72)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-
	B (i) Items that will be reclassified to profit or loss	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-
	Other Comprehensive Income (Net of tax)	-	(18.72)	-	(18.72)
9	Total Comprehensive Income (7+8)	(1,145.47)	(1,043.29)	(1,109.80)	(4,477.52)
10	Paid-up equity share capital (Face Value of Rs. 10 each)	649.93	649.93	649.93	649.93
11	Basic and diluted Earnings per share (EPS)	(17.92)	(15.76)	(17.08)	(68.60)
	See accompanying notes to the financial results.				





(GOKAK MILLS DIVISION)

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1) The above standalone financial results for quarter ended June 30, 2020 ('the results') of Gokak Textiles Limited ('the Company') which are published in accordance with Regulation 33 of the SEBI (Listing Obligations & Disclosure Requirements), 2015 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 August 20, 2020. The standalone financial results are in accordance with the Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act, 2013. The statutory Auditors have expressed an unmodified audit opinion on the above results.

2) The Company incurred loss for the quarter before tax (including other comprehensive income) of Rs. 1145.47 lakhs and had accumulated losses of Rs. 27,452.26 lakhs as on June 30, 2020. Further the Company's net worth has been fully eroded as at June 30, 2020.

The Company has witnessed demand for its yarns in the months of May and June 2020 and the Management believes that it is likely to continue. Due to adequate labour available at the Plant the Company will be able to meet the demand. Further the Company anticipates cost savings on raw materials and other operating expenses in the current year due to alternative options available. As a result of the above initiatives the operations and revenues of the Company will witness growth in the current year. In addition, the Company has continued support from the Holding Company for Operational and Financial requirements when needed. Currently, the Company does not have any external borrowings, except for cash credit facility from the Bank. Based on the above, the unaudited financial results of the Company have been prepared on a going concern basis.

3) The figures for the quarter ended March 31, 2020 are the balancing figures between the audited figures in respect of full financial year and the un-audited published year to date figures up to the quarter ended December 31, 2019, for which auditors had performed limited review.

4) The Company's operations and financial results for the quarter ended June 30, 2020 have been impacted by the outbreak of COVID-19 pandemic and the consequent lock down announced by the Government of India. The operations have gradually resumed during the quarter with requisite precautions in place. Since the situation is continuously evolving, the impact assessed may be different from the estimates made as at the date of approval on these financial results and management will continue to monitor any material changes arising due to the impact of this pandemic on financial and operational performance of the Company and take necessary measures to address the situation.

5) The Company operates in one segment only at standalone level, namely Textiles.

6) The figures for the corresponding periods have been regrouped and rearranged wherever necessary, to make them comparable.

Date: August 20, 2020
Place: Mumbai


R R Patil
(CEO & MD)
(DIN: 07568951)



BATLIBOI & PUROHIT

Chartered Accountants

Limited Review Report on the Unaudited Quarterly Standalone Financial Results of Gokak Textiles Limited pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To the Board of Directors of Gokak Textiles Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results of **Gokak Textiles Limited** ("the Company") for the quarter ended June 30, 2020 ("the Statement"), being submitted by the company pursuant to the requirement of Regulation 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').
2. This Statement, which is the responsibility of the Company's management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, as amended read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion 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 an analytical procedure 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 and procedures performed as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other recognised accounting practices and policies generally accepted in India has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. During the quarter, the Company incurred loss before tax (including other comprehensive income) of Rs. 1145.47 lakhs and has accumulated losses of Rs. 27,452.26 lakhs as on June 30, 2020. Further the Company's net worth has been fully eroded as at June 30, 2020. These conditions indicate requirement of assessment of the Company's ability to continue as a going concern. The Company's unaudited financial results have been prepared on a going concern basis on the reporting date. The management's statement in respect of going concern assessment is set out in Note 2 of the Statement. Our conclusion is not modified in respect of this matter.



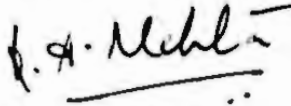
Chartered Accountants

6. Attention is drawn to the fact that the figures for the quarter ended March 31, 2020 as reported in these financial results are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the quarter ended December 31, 2019 which were subject to limited review.

For Batliboi & Purohit

Chartered Accountants

ICAI Firm Reg. No. 101048W

**Kaushal Mehta**

Partner

Membership No. 111749



Place: Mumbai

Date: August 20, 2020

ICAI UDIN: 2011749AAAADK3551