

EUROTEX INDUSTRIES AND EXPORTS LIMITED

Registered Office: 1110, Raheja Chambers, 11th Floor, 213, Nariman Point, Mumbai – 400 021
Phone: (022) 6630 1400 E-Mail: eurotex@eurotexgroup.com Website : www.eurotexgroup.com
CIN: L70200MH1987PLC042598

8th February, 2020

1) The Secretary

Bombay Stock Exchange Limited
1st Floor, New Trading Ring,
Rotunda Building,
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort, Mumbai - 400 001.
Stock Code: 521014

(BY BSE LISTING CENTRE)

2) The Secretary

National Stock Exchange of India Limited
Exchange Plaza, 5th Floor,
Plot No. C/1, G- Block,
Bandra-Kurla Complex,
Bandra (East), Mumbai - 400 051.
Stock Code: EUROTIXIND

(BY NSE NEAPS)

Dear Sir/Madam,

SUB: LIMITED REVIEW REPORT AND UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 31ST DECEMBER, 2019.

As required by Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are enclosing herewith the Limited Review Report and Unaudited Financial Results of the Company for the quarter ended 31st December, 2019 from our Auditors, SVP & Associates.

The Limited Review Report as well as the Unaudited Financial Results for the quarter ended 31st December, 2019 has been approved in the Board Meeting held on 8th February, 2020.

This is for your kind information and records.

Thanking you,

Yours faithfully,

For EUROTEX INDUSTRIES AND EXPORTS LIMITED

RAHUL Digitally signed
by RAHUL
RAWAT
RAWAT Date: 2020.02.08
16:26:34 +05'30'

RAHUL RAWAT
COMPANY SECRETARY

Encls: As above



LIMITED REVIEW REPORT

Review Report to Board of Directors

1. We have reviewed the accompanying statement of unaudited financial results of **Eurotex Industries and Exports Limited** ("the Company") for the quarter and nine months ended 31st December, 2019. The 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 this financial Statement based on our review.
2. We conducted our review of Statement in accordance with the Standard on Review Engagement (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 provide 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, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in terms of Regulation 33 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

4. Without qualifying, we draw your attention to the fact that this financial results has been prepared on a going concern basis, which contemplates the realization of assets and the satisfaction of liabilities in the normal course of business although the Company has incurred cash loss during the current period, losses during the last couple of previous periods/years and that most of the operations of the Company are suspended due to lack of working capital. As explained by the management, steps are being taken to commence manufacturing operations and accordingly, these financial results have been prepared on a going concern basis.

Our report is not modified in respect of this matter.

For SVP & Associates
Chartered Accountants
Firm Registration No. 003838N

Yogesh Kumar Singhania

Yogesh Kumar Singhania
Partner
Membership No. 111473
UDIN : 20111473AAAAAG4909

Mumbai
8th February, 2020



EUROTEX INDUSTRIES AND EXPORTS LIMITED

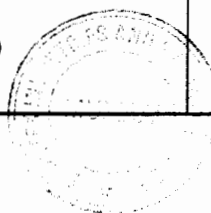
REGD. OFFICE : 1110, RAHEJA CHAMBERS, 11TH FLOOR, 213, NARIMAN POINT, MUMBAI - 400 021

CIN : L70200MH1987PLC042598

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2019

(₹ in Lakhs)

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 |
|--------|---|-----------------------------|-----------------------------|-----------------------------|--|--|--|
| S. No. | Particulars | 3 Months ended (31/12/2019) | 3 Months ended (30/09/2019) | 3 Months ended (31/12/2018) | Year to date figures for the period ended (31/12/2019) | Year to date figures for the period ended (31/12/2018) | Year to date figures for the period ended (31/03/2019) |
| | | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| 1 | Revenue from Operations | 732.21 | 892.30 | 5,295.81 | 3,218.34 | 17,199.23 | 19,675.05 |
| 2 | Other Income | 588.54 | 49.74 | 62.03 | 693.73 | 110.56 | 139.87 |
| 3 | Total Revenue (1+2) | 1,320.75 | 942.04 | 5,357.84 | 3,912.07 | 17,309.79 | 19,814.92 |
| 4 | Expenses: | | | | | | |
| | (a) Cost of materials consumed | 731.68 | 480.13 | 1,486.88 | 1,338.92 | 7,789.62 | 8,992.66 |
| | (b) Purchase of Stock-in-Trade | 210.12 | 137.66 | 1,565.26 | 738.13 | 4,877.09 | 5,645.34 |
| | (c) Changes in inventories of finished goods, work-in-progress & Stock-in-Trade | (292.57) | 156.24 | 1,323.43 | 762.36 | 69.18 | (149.64) |
| | (d) Employee benefits expense | 432.38 | 659.35 | 432.61 | 1,585.58 | 1,720.12 | 2,040.73 |
| | (e) Power & Fuel | 30.15 | 19.35 | 332.59 | 83.85 | 1,549.18 | 1,868.53 |
| | (f) Finance costs | 87.04 | 152.20 | 185.98 | 357.04 | 534.37 | 679.14 |
| | (g) Depreciation and amortisation expense | 93.09 | 93.40 | 98.31 | 279.21 | 294.70 | 390.66 |
| | (h) Other expenses | 145.83 | 165.60 | 466.86 | 516.61 | 1,706.57 | 2,076.26 |
| | Total Expenses (a to h) | 1,437.72 | 1,863.93 | 5,891.92 | 5,661.70 | 18,540.83 | 21,543.68 |
| 5 | Profit / (Loss) before tax (3-4) | (116.97) | (921.89) | (534.08) | (1,749.63) | (1,231.04) | (1,728.76) |
| 6 | Tax Expenses | | | | | | |
| | a) Deferred tax | 41.76 | (109.50) | 1.22 | (360.70) | (8.38) | (18.91) |
| | b) Prior Years' tax adjustments | - | - | - | - | - | (2.47) |
| | Tax Expenses | 41.76 | (109.50) | 1.22 | (360.70) | (8.38) | (21.38) |
| 7 | Profit / (Loss) for the period (5-6) | (158.73) | (812.39) | (535.30) | (1,388.93) | (1,222.66) | (1,707.38) |
| 8 | Other Comprehensive Income | | | | | | |
| | (i) Items that will not be reclassified to profit or loss: | | | | | | |
| | (a) Remeasurement of the net defined benefit liabilities/ (assets) | 5.00 | 3.23 | 6.69 | 15.00 | 20.07 | 27.09 |
| | (b) Equity instruments through other comprehensive income | (23.08) | (103.26) | 35.23 | (144.87) | (96.11) | (72.37) |
| | (ii) Income tax relating to items that will not be reclassified to profit or loss | 16.21 | 15.31 | (9.59) | 33.48 | 12.77 | 5.43 |
| 9 | Total Comprehensive Income for the period | (160.60) | (897.11) | (502.97) | (1,485.32) | (1,285.93) | (1,747.23) |
| 10 | Paid up equity share capital (Face value : ₹10 per share) | 874.02 | 874.02 | 874.02 | 874.02 | 874.02 | 874.02 |
| 11 | Earning Per Share (of ₹10 each) | | | | | | |
| | a) Basic (Not to be annualized) | (1.81) | (9.28) | (6.12) | (15.87) | (13.99) | (19.51) |
| | b) Diluted (Not to be annualized) | (1.81) | (9.28) | (6.12) | (15.87) | (13.99) | (19.51) |



Notes:

- 1 The above unaudited financial results have been reviewed by the Audit Committee and were thereafter approved and taken on record by the Board of Directors in their meeting held on 8th February, 2020. The Statutory Auditors have carried out Limited Review of the above results for the quarter ended 31st December, 2019 as per Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- 2 The Company has only single reportable business segment i.e. 'Yarn segment' in terms of requirements of Ind AS 108 and has its operations / assets located in India.
- 3 The Company has adopted Ind AS 116 "Lease" effective from 1st April, 2019 notified by the Ministry of Corporate Affairs. The impact of adoption of Ind AS 116 on the loss for the quarter is insignificant.
- 4 Results for the current quarter and nine months have been adversely affected due to unfair and illegal activities and a strike resorted in earlier quarters of previous year by workers of spinning plants at E-23 (except TFO & Gassing plant at E-1). The spinning mill temporarily restarted from 9th February, 2019 which has come to a grinding halt again in last week of March, 2019, due to paucity of working capital, raw materials and disconnection of electricity by MSEDCL. In view of the above situation, the management had submitted an application for granting permission to give lay off to all the workers under the provisions of the Industrial Act, 1947 to reduce the financial burden of wages & salary. In this matter, the Additional Labour Commissioner, Pune has rejected application of lay off vide Order dated 31st July, 2019. The Company has challenged the Order and filed the writ petition before Hon'ble High Court, Mumbai and the matter is pending further hearing. The management is confident of winning the case based on merits. The management is also pursuing the lenders for additional working capital and exploring alternate sources of additional funds needed to resume operations and accordingly, the financial statements have been prepared on a going concern basis.
- 5 "Other Income" for the current quarter includes Rs. 546.09 lakhs being profit on sale of certain land and building at Kolhapur.
- 6 "Employee benefits expense" for the current quarter includes Rs.54.32 lakhs and nine months Rs. 276.67 lakhs being ex-gratia paid to the certain workers who have voluntarily retired.
- 7 Tax expenses (Deferred tax) for the quarter and nine months ended 31st December, 2019 reflect changes made vide Taxation Law (Amendment) Act, 2019.
- 8 Figures of current quarter are not comparable with corresponding quarter due to the reasons as stated in Note No.4, 5 & 6 above.
- 9 Previous periods' figures have been regrouped / rearranged, wherever necessary to make them comparable to current quarter's presentation.

For Eurotex Industries and Exports Limited



K.K. Patodia
Chairman and Managing Director
(DIN : 00027335)

Place : Mumbai
Date : 8th February, 2020

