



# SOMA TEXTILES & INDUSTRIES LTD.

(A GOVT. RECOGNISED EXPORT HOUSE)

Head Office & Unit No. 1 : Rakhial Road, Ahmedabad-380 023, India.

Tel. : + 91 (79) 2274 3285 - 8, Fax : + 91 (79) 2274 5653

Website: [www.somatexiles.com](http://www.somatexiles.com) e-mail: [soma\\_ahm@somatexiles.com](mailto:soma_ahm@somatexiles.com)

STIL/ACCTS/AHD/2017-18/

September 12, 2017

National Stock Exchange of India Ltd,  
"Exchange Plaza",  
5th Floor, Plot No.C/1, G-Block,  
Bandra-Kurla Complex,  
Bandra (E)  
Mumbai - 400 051

The Corporate Relationship Dept.,  
BSE Ltd.,  
Piroze Jeejeeboy Towers,  
1st Floor, New Trading Ring,  
Rotunda, Dalal Street,  
MUMBAI - 400 001

Sub: Submission of Unaudited Financial Results for the Quarter ended, 30th June, 2017, duly accompanied by a "Limited Review Report" of Statutory Auditors of the Company.

Dear Sir(s),

We are sending herewith Standalone Unaudited Financial Results for the quarter ended, 30<sup>th</sup> June, 2017, duly reviewed and recommended by the Audit Committee and approved by the Board of Directors, of the Company, in their respective meetings held today i.e. on Tuesday the 12<sup>th</sup> September, 2017, commenced at 12-00 NOON and concluded at 01:35 P.M., together with "Limited Review Report" of our Statutory Auditors, M/s. A. K. Ostwal & Co., Chartered Accountants, Surat, who have carried out the Limited Review of Unaudited Financial Results of the Company for the above mentioned period, in consonance with the requirements of Regulation 33 of the SEBI (LODR) Regulations, 2015, called as SEBI Listing Regulations, 2015.

Pursuant to Regulation 47(1)(b) of the SEBI (LODR) Regulations, 2015, we will be publishing the extract of the Standalone Unaudited Financial Results in the newspapers. The full format of the Quarterly Results will be made available on the Company's website at [www.somatexiles.com](http://www.somatexiles.com).

We will also be uploading the Financial Results on the website of Stock Exchanges i.e. BSE Limited ([www.bseindia.com](http://www.bseindia.com)) and National Stock Exchange of India Limited ([www.nseindia.com](http://www.nseindia.com)).

Kindly take the same on your record.

Thanking you,

Yours faithfully,  
For Soma Textiles & Industries Limited

(A. K. Somany)  
Managing Director

Encl: as stated.

Registered Office : 2, Red Cross Place, Kolkata-700 001, India. Tel.: +91 (33) 2248 7406-7

Fax : + 91 (33) 2248 7045 e-mail : [rsharma@somatexiles.com](mailto:rsharma@somatexiles.com)

Corporate Office : 6, Vaswani Mantion, Dinshaw Wachha Road, Backbay Reclamation, Mumbai-400 020, India.

Tel. : + 91 (22) 2282 6076-77 Fax : + 91 (22) 2285 1173 e-mail: [soma\\_mum@somatexiles.com](mailto:soma_mum@somatexiles.com)

CIN : L51909WB1940PLC010070

Subject to Ahmedabad Jurisdiction



A SOMANY ENTERPRISE





## A. K. OSTWAL & CO.

### CHARTERED ACCOUNTANTS

(O) : 2465477  
(M) : 93747 15558  
E-mail : akostwal@yahoo.co.in

Office : C-408, International Trade Centre, Majura Gate, Ring Road, Surat-395 002.

The Board of Directors  
Soma Textiles & Industries Limited  
2, Red Cross Place,  
Kolkata – 700 001

1. We have reviewed the unaudited financial results of Soma Textiles & Industries Limited (the “company”) for the quarter ended June 30, 2017 which are included in the accompanying ‘ Statement of Unaudited Results for the Quarter Ended June 30, 2017 together with the notes thereon (the “Statement”). The Statement has been prepared by the company pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the “Listing Regulations, 2015”), which has been initialed by us for the identification purposes. The Statement is the responsibility of the Company’s management and has been approved by the Board of Directors. Further, the Management is also responsible to ensure that the accounting policies used in preparation of this Statement are consistent with those used in the preparation of the Company’s opening Unaudited Balance Sheet as at 1 April, 2016 prepared in accordance with the Companies (Indian Accounting Standard) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognized accounting practices and policies. Our responsibility is to issue a report on the Statement based on our review. Attention is drawn to the fact that the figures for the corresponding quarter ended June 30, 2016 including the reconciliation of profit for this period under Ind AS with profit under the Companies (Accounting Standards) Rules, 2006, as reported in these financial results have not been subjected to review.
2. We conducted our review 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 Statement is free of material misstatement.
3. 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.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with Ind AS and other recognized accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015 including the manner in which it is to be disclosed, or it contains any material misstatement.





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5. We draw attention to the following matters:

- a. As per the provision of Section 23 of SICA Act, 1985 the Accumulated Losses of the company as at June 30, 2017 have resulted in erosion of more than 50% of its net worth during the four financial years immediately preceding the financial year ended March 31, 2017. Consequently upon the company had become a "Potentially Sick Company" under the said provision since FY 2013-14.
- b. Note 2 to the statement which states that the company has adopted Ind AS for the Financial Year commencing from April 1, 2017, and accordingly the Statement has been prepared by the Company's Management in compliance with Ind AS.
- c. The Standalone Financial Statements of the company for the year ended March 31, 2017 prepared in accordance with Companies (Accounting Standards) Rules, 2006, were audited by another firm of Chartered Accountants under the Companies Act, 2013 who, vide their report dated May 3, 2017, expressed an unmodified opinion on those Financial Statements. Accordingly the net profit included in the reconciliation to the Company's Total Comprehensive Income for the quarter ended on June 30, 2016 is based on such Financial Statements.

Our conclusion is not qualified in respect of these matters.

Ahemdabad  
Date: 12.09.2017

For A. K. Ostwal & Co.  
Chartered Accountants  
(FRN : 134002W)

  
Ashok Kumar Jain  
(Partner)

Membership No. : 038521





# SOMA TEXTILES & INDUSTRIES LTD.

Regd. Office: 2, Red Cross Place, Kolkata-700 001

CIN:L51909WB1940PLC010070

## STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30/06/2017

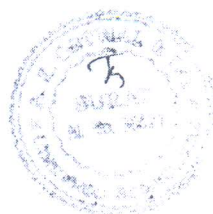
(₹ In Lakhs)

| Particulars |   | Three months ended                        |   |
|-------------|---|---|---|
|             |   | 3 Months Ended<br>30.06.2017<br>Unaudited | 3 Months Ended<br>30.06.2016<br>Unaudited<br>(Refer Note 9) |
| I           | Income from operation   | 2,390                                     | 3,846   |
| II          | Other Income  | 458                                       | 146   |
| III         | <b>Total Income (I+II)</b>  | <b>2,848</b>                              | <b>3,991</b>  |
| IV          | <b>Expenses:</b>  |   |   |
|             | a) Cost of Materials consumed   | 713                                       | 1,370   |
|             | b) Purchases of stock -in-trade   | -   | -   |
|             | c) Changes in inventories of finished goods, work -in-progress and stock-in-trade | (249)                                     | 244   |
|             | d) Excise duty  | -   | 1   |
|             | e) Employees benefits expense   | 337                                       | 454   |
|             | f) Finance Costs  | 347                                       | 547   |
|             | g) Depreciation and amortisation expenses   | 82  | 110   |
|             | h) Other Expenses   | 1,367                                     | 1,750   |
|             | <b>Total Expenses</b>   | <b>2,597</b>                              | <b>4,475</b>  |
| V           | <b>Profit / (Loss) before exceptional items and tax (III-IV)</b>                  | <b>251</b>                                | <b>(484)</b>  |
| VI          | Exceptional Items   | 194                                       | 650   |
| VII         | <b>Profit / (Loss) before tax (V+VI)</b>  | <b>445</b>                                | <b>166</b>  |
| VIII        | Tax expense   |   |   |
|             | (a) Deferred tax  | -   | -   |
|             | (b) Tax in respect of earlier years   | -   | -   |
| IX          | <b>Net Profit / (Loss) for the period (VII+VIII)</b>                              | <b>445</b>                                | <b>166</b>  |
| X           | <b>Other Comprehensive Income:</b>  |   |   |
|             | (a) Items that will not be reclassified to profit or loss                         | *   | (5)   |
| XI          | <b>Total Comprehensive Income (IX+X)</b>  | <b>445</b>                                | <b>161</b>  |
| XII         | <b>Paid up equity share capital</b>   | <b>3,303</b>                              | <b>3,303</b>  |
| XIII        | Face value of the share   | 10  | 10  |
| XIV         | <b>Earning Per Equity Share (of Rs. 10/- each) (not annualised):</b>              |   |   |
|             | (a) Basic   | 1.35                                      | 0.28  |
|             | (b) Diluted   | 1.35                                      | 0.28  |

\* Amount below the rounding off norm adopted by the company.

### Notes:

- The above results for the quarter ended June 30, 2017 were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on September 12, 2017 and Auditors of the Company have carried out "Limited Review" of the same.
- This 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 recognised accounting practices and policies to the extent applicable. Beginning 1st April, 2017, the Company has for the first time adopted Ind AS with a transition date of 1st April, 2016. The standalone financial results are made available to the Stock Exchange where the Company's securities are listed and are posted on the Company's website ([www.somatexiles.com](http://www.somatexiles.com)).
- The format for unaudited quarterly results as prescribed in SEBI's Circular CIR/CFD/CMD/15/2015 dated November 30, 2015 has been modified to comply with the requirements of SEBI's circular dated July 5, 2016, Ind AS and Schedule III (Division II) to the Companies Act, 2013, which are applicable to Companies that are required to Comply with Ind AS.
- Income Tax including deferred tax will be determined and provided for at the end of the financial year.
- Earning Per Share (EPS) has been calculated as per Indian Accounting Standard (IAS-33) issued by the Institute of Chartered Accountants of India.



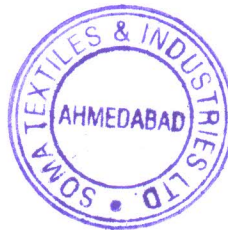
- 6 The reconciliation of net profit reported in accordance with Indian GAAP to total comprehensive income in accordance with Ind AS for the Quarter ended June 30, 2016 is given below:

| Particulars  | (₹ In Lakhs)<br>Quarter ended<br>30.06.2016 |
|--|---|
|  | Unaudited                                   |
| Net profit after tax for the quarter as per Previous GAAP  | 93  |
| Add / (Less) : Adjustments for GAAP Differences  |   |
| Reclassification of actuarial (gain)/loss in respect of defined benefit plan to "Other Comprehensive Income" | 5   |
| Fair valuation of Loan given to associate  | 74  |
| Others   | (6)   |
| Net Profit after tax for the quarter as per Ind AS   | 166   |
| Other Comprehensive income   | (5)   |
| Total Comprehensive income as per Ind AS   | 161   |


This reconciliation statement has been provided in accordance with circular CIR/CFD/FAC/62/2016 issued by SEBI dated July 5, 2016, on account of Implementation of Ind-AS by listed companies.

- 7 The Company has identified 'Textile' Business as its only primary reportable segment in accordance with the requirement of Ind AS 108, 'Operating Segments'. Accordingly, no separate segment information has been provided.
- 8 Exceptional items represent foreign exchange fluctuation on advance to Soma Textiles FZC (Overseas associate company) in earlier years and write back of balance term loan dues together with accumulated interest upon the settlement of the term loan of Banks.
- 9 The Ind AS compliant corresponding figures for the quarter ended June 30, 2016 are not subjected to review. However, the Company's Management has exercised necessary due diligence to ensure that such financial results provide a true and fair view of its affairs.
- 10 Previous period's figures have been reclassified, wherever necessary, to correspond with those of the current period.

Place: Ahmedabad  
Date: 12.09.2017



For, Soma Textiles & Industries Ltd.

  
A. K. Somany  
Managing Director

