

Regd. Office :

19, R. N. Mukherjee Road

Kolkata - 700 001 (India)

Phone : +91 33 2243 0817 (3 Lines)

Fax : +91 33 2248 2486



Eastern Silk Industries Ltd.

CIN : L17226WB1946PLC013554

Mailing Address : G. P. O. BOX No. 2174, Kolkata - 700 001

E-mail : sales@easternsilk.com • Web : www.easternsilk.com

EC:da: 1100

December 14, 2017

National Stock Exchange of India Ltd.
"Exchange Plaza"
Bandra – Kurla Complex
Bandra (E)
Mumbai 400 051

Dear Sir,

We enclose herewith a copy of the Un-audited Financial Results of the Company for the quarter ended 30th September, 2017 in compliance with the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The information is also available on the website of the Company at www.easternsilk.com and on the website of the stock exchange where the shares of the Company are listed at www.nseindia.com.

Thanking you,

Yours faithfully,
For EASTERN SILK INDUSTRIES LTD.

Deepak Agarwal
Company Secretary

Encl: as above

EASTERN SILK INDUSTRIES LTD.

Regd. Office: 19, R.N. MUKHERJEE ROAD, KOLKATA- 700 001

Corporate Identity Number : L17226WB1946PLC013554

Phone : 033-22430817, Fax-033-22482486

Email : investors@easternsilk.com

Website: www.easternsilk.com

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH SEPTEMBER, 2017**PREPARED IN COMPLIANCE WITH THE INDIAN ACCOUNTING STANDARDS(IND-AS)**

(₹ in Lakhs)

Sl No.	Particulars	Quarter Ended			Six Months Ended	
		30/09/2017 (Unaudited)	30/06/2017 (Unaudited)	30/09/2016 (Unaudited)	30/09/2017 (Unaudited)	30/09/2016 (Unaudited)
1	Revenue					
	a) Revenue from Operation	1,223.62	1,244.70	1,514.82	2,468.32	3,015.31
	b) Other income	2.12	16.50	12.40	18.62	474.50
	Total Revenue	1,225.74	1,261.20	1,527.22	2,486.94	3,489.81
2	Expenses					
	(a) Cost of materials consumed	174.87	245.18	344.75	420.05	721.10
	(b) Purchases of stock-in-trade	205.12	605.22	535.30	810.34	993.61
	(c) Purchase Return of stock-in-Trade	-	-	-	-	-
	(d) Changes in inventories of Finished Goods, Work-in- Progress and Stock-in-Trade	91.21	(241.88)	(164.52)	(150.67)	(350.84)
	(e) Employee benefit expenses	191.29	187.38	158.94	378.67	356.45
	(f) Finance cost (refer to note no 2)	-	-	-	-	-
	(g) Depreciation	221.88	220.00	259.79	441.88	548.57
	(h) Provision for doubtful debts (net)	-	-	-	-	4,297.82
	(i) Other Expenses	592.47	566.37	724.75	1,158.84	1,402.71
	Total expenses	1,476.84	1,582.27	1,859.01	3,059.11	7,969.42
3	Profit / (Loss) from operations before exceptional items (1-2)	(251.10)	(321.07)	(331.79)	(572.17)	(4,479.61)
4	Exceptional items	-	-	-	-	3,816.00
5	Profit / (Loss) from ordinary activities before tax (3+4)	(251.10)	(321.07)	(331.79)	(572.17)	(663.61)
6	Tax expenses					
	(a) Provision for taxation-Current	-	-	-	-	-
	(b) Income-tax for Earlier years	-	0.03	-	0.03	-
	(c) Provision for tax-Deferred	-	-	-	-	-
7	Net Profit / (Loss) for the period	(251.10)	(321.10)	(331.79)	(572.20)	(663.61)
8	Other Comprehensive Income (OCI)					
	(a) Item that will not be reclassified to Profit & Loss (Net of Tax)	0.04	(0.04)	(0.08)	-	(0.06)
	(b) Item that will be reclassified to Profit & Loss (Net of Tax)	-	-	-	-	-
9	Total Comprehensive Income(After tax)	(251.06)	(321.14)	(331.87)	(572.20)	(663.67)
10	Paid-up equity share capital	1,579.05	1,579.05	1,579.05	1,579.05	1,579.05
	(Face Value of each share- ₹ 2/-)					
11	Earnings per share					
	(of ₹2/-each) (not annualised):					
	(a) Basic	(0.32)	(0.41)	(0.42)	(0.72)	(0.84)
	(b) Diluted	(0.32)	(0.41)	(0.42)	(0.72)	(0.84)

CERTIFIED TRUE COPY
For EASTERN SILK INDUSTRIES LTD.

Deepak Al
Company Secretary

EASTERN SILK INDUSTRIES LTD.

Regd. Office: 19, R.N. MUKHERJEE ROAD, KOLKATA- 700 001

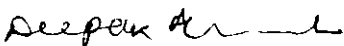
(₹ in Lakhs)

STATEMENT OF UNAUDITED ASSETS AND LIABILITIES AS AT 30TH SEPTEMBER, 2017

	Particulars	As at 30/09/2017 (Unaudited)
	ASSETS	
	1 Non-current assets	
	(a) Property, Plant and Equipment	6,458.10
	(b) Financial Assets	
	(i) Investments	1.81
	(c) Deferred Tax Asset (Net)	4,572.98
	(d) Other Non Current Assets	80.16
	Total Non Current Assets	11,113.05
	2 Current assets	
	(a) Inventories	6,499.32
	(b) Financial Assets	
	(i) Trade receivables	4,813.30
	(ii) Cash and cash equivalents	1,709.83
	(c) Current Tax Assets (Net)	24.01
	(d) Other Current Assets	462.63
	Total Current assets	13,509.09
	TOTAL - ASSETS	24,622.14
	EQUITY AND LIABILITIES	
	1 Equity	
	(a) Equity Share capital	1,579.05
	(b) Other Equity	(4,903.17)
	Total Equity	(3,324.12)
	2 Liabilities	
	i) Non-Current Liabilities	
	(a) Financial Liabilities	
	- Borrowings	17,989.76
	(b) Long Term Provisions	39.11
	Total Non Current Liabilities	18,028.87
	ii) Current Liabilities	
	(a) Financial Liabilities	
	(i) Borrowings	1,567.48
	(ii) Trade Payables	645.95
	(b) Other Current Liabilities	7,463.38
	(c) Short Term provisions	240.58
	Total Current Liabilities	9,917.39
	TOTAL - EQUITY AND LIABILITIES	24,622.14

CERTIFIED TRUE COPY

For EASTERN SILK INDUSTRIES LTD.


 Company Secretary

Notes :

- 1 The operation of the Company relate to only one segment viz. Textiles and therefore, has only one reportable segment in accordance with Ind AS 108 "Operating Segments".
- 2 Out of the 11(Eleven) Consortium members, the Company have already settled with 4(four) banks/financial Institutions on One Time Settlement (OTS) basis and entered into a settlement arrangement through ARC's for 5(five) banks/financial Institutions and efforts are going on and the Company is hopeful to arrive at the settlement arrangement soon with the remaining 2(Two) banks/financial Institutions.

Further, Allahabad Bank vide its letter dated 04th October, 2017, has informed about its Loan exposures on the Company has been assigned to Omkara Assets Reconstruction (P) Ltd. Subsequently, Omkara Assets Reconstruction (P) Ltd. vide its letter dated 14th November, 2017 confirmed the said assignment with the Allahabad Bank by an assignment agreement dated 18th September, 2017. However, pending completion/execution of necessary agreement etc. no impact has been considered in the results for the quarter and six month ended 30th September 2017.

In view of the above no provision in respect of interest payable, amounting to ₹ 7,245.27 Lacs, to the banks and financial institutions for the period April'2014 to September'2017 has been made in the Statement of Accounts, as the management is hopeful of substantial relief on settlements with the banks/financial Institutions

- 3 'No Lien Term Deposit' with the consortium bankers for ₹ 2,400.00 Lacs towards 5% deposit of the amount outstanding against the offer of one time settlement were made, of which ₹ 941.99 Lacs have been appropriated by few banks/financial Institutions towards recovery of their overdue interest. The same has not been recognized by the Company and no adjustment has been made and the principal amount of deposit is continued to be shown as 'No Lien Term Deposit' without accounting for interest accruals. In view of the arbitrary and unilateral decision of the Banks, no provision for interest accrued has been made in the Statement of Accounts.
- 4 The Promoters' shareholding remains encumbered in favour of the Lenders. However as on 20th August, 2014 the CDR Scheme has been withdrawn.
- 5 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 April 1, 2017, the Company has for the first time adopted Ind AS with a transition date of April 1,2016.
- 6 The Ind AS compliant financial results, pertaining to the quarter and Six month ended 30th Sept, 2016 have not been subject to limited review or audit. However, the management has exercised necessary due diligence to ensure that such financial results provide a true and fair view of its affairs.
- 7 There is a possibility that these quarterly financial results may require adjustment before constituting the final Ind AS Financial statements as of and for the year ending 31st March 2018 due to changes in financial reporting requirements arising from new or revised standards or interpretations issued by MCA or changes in the use of one or more optional exemptions from full retrospective application as permitted under Ind AS 101.
- 8 The statement does not include Ind AS compliant Statement of Results & Statement of Assets and Liabilities for the previous year ended March 31, 2017 as the same is not mandatory as per SEBI's circular dated July 5, 2016.
- 9 There are no complaints pending both at the beginning and end of quarter.
- 10 The above results have been reviewed by the Audit Committee and thereafter approved by the Board of Directors at their meeting held on 14th December, 2017. The Statutory Auditors of the Company have carried out audit of these results and the results are being published in accordance with Regulation 33 of the SEBI (Listing Obligations & Disclosure Requirements) Regulation, 2015
- 11 The reconciliation of "Net Profit/(Loss)" reported in accordance with Indian GAAP to "Total Comprehensive Income" in accordance with Ind AS is given below :-

Description	(₹ in Lakhs)	
	Quarter ended 30/09/2016	Six Months ended 30/09/2016
Net Profit/(Loss) as per Previous GAAP (Indian GAAP)	(331.79)	(663.61)
Ind AS adjustment :		
Other Comprehensive Income (OCI) (Net of Tax)		
- Gain/(Loss) on Investment measured at Fair Value	(0.08)	(0.06)
Total Comprehensive Income	(331.87)	(663.67)

- 12 Previous period/year's figures have been regrouped / rearranged wherever necessary to confirm to current period presentation.

Place : Kolkata
Date : 14th December, 2017

For EASTERN SILK INDUSTRIES LTD.

S.S.SHAH
DIN 00491097
Chairman & Managing Director

CERTIFIED TRUE COPY
For EASTERN SILK INDUSTRIES LTD.

Deepak Arora
Company Secretary

Regd. Office :
19, R. N. Mukherjee Road
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Eastern Silk Industries Ltd.

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E-mail : sales@easternsilk.com • Web : www.easternsilk.com

EC:da: 1101

December 14, 2017

National Stock Exchange of India Ltd.
"Exchange Plaza"
Bandra – Kurla Complex
Bandra (E)
Mumbai 400 051

Dear Sir,

in compliance with the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose herewith Limited Review Report for the quarter ended 30th September, 2017.

Thanking you,

Yours faithfully,
For EASTERN SILK INDUSTRIES LTD.

Deepak Agarwal
Company Secretary

Encl: as above

LIMITED REVIEW REPORT

The Board of Directors
Eastern Silk Industries Ltd.
19, R.N. Mukherjee Road
Kolkata – 700 001

1. We have reviewed the Un-audited financial results of **EASTERN SILK INDUSTRIES LTD.** (the "Company") for the quarter ended **September 30, 2017** which are included in the accompanying 'Statement of Unaudited Financial Results for Quarter ended September 30, 2017' (the "Statement") together with relevant notes thereon. The Statement has been prepared by the Company pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulation, 2015 read with SEBI circular dated July 5, 2016, which has been initiated by us for identification purpose. This 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 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 April 1, 2016 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. Our responsibility is to issue a report on the Statement based on our 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 financial statements are free of misstatement.
3. 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.
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 SEBI (Listing Obligation And Disclosure Requirements) Regulation, 2015 read with SEBI circular dated July 5, 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. We draw attention to the followings matters:-
 - i) Provision aggregating Rs. 19,475.96 Lakhs has been made against outstanding overdue export debtors of Rs. 23,227.05 Lakhs. We are unable to express any opinion, on correctness and / or adequacy of the provision made.
 - ii) Note No. 2 to the Statement which states the the company has not provided interest to Lenders amounting to Rs. 7,245.27 Lakhs for the period April, 2014 to September, 2017.
 - iii) Note No. 3 to the Statement which states that the interest accruals on No Lien Term Deposit have not been accounted.

Our opinion is not qualified in respect of these matters.

For **SURESH KUMAR MITTAL & CO.**
Chartered Accountants
Firm Registration No. 500063N

(**RASHU GOEL**)
PARTNER
Membership No 522561

Place : Kolkata
Date : 14th December, 2017



EASTERN SILK INDUSTRIES LTD.

Regd. Office: 19, R.N. MUKHERJEE ROAD, KOLKATA- 700 001

Corporate Identity Number : L17226WB1946PLC013554

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STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH SEPTEMBER, 2017

PREPARED IN COMPLIANCE WITH THE INDIAN ACCOUNTING STANDARDS(IND-AS)

Sl No.	Particulars	Quarter Ended			Six Months Ended	
		30/09/2017 (Unaudited)	30/06/2017 (Unaudited)	30/09/2016 (Unaudited)	30/09/2017 (Unaudited)	30/09/2016 (Unaudited)
1	Revenue					
	a) Revenue from Operation	1,223.62	1,244.70	1,514.82	2,468.32	3,015.31
	b) Other income	2.12	16.50	12.40	18.62	474.50
	Total Revenue	1,225.74	1,261.20	1,527.22	2,486.94	3,489.81
2	Expenses					
	(a) Cost of materials consumed	174.87	245.18	344.75	420.05	721.10
	(b) Purchases of stock-in-trade	205.12	605.22	535.30	810.34	993.61
	(c) Purchase Return of stock-in-Trade	-	-	-	-	-
	(d) Changes in inventories of Finished Goods, Work-in- Progress and Stock-in-Trade	91.21	(241.88)	(164.52)	(150.67)	(350.84)
	(e) Employee benefit expenses	191.29	187.38	158.94	378.67	356.45
	(f) Finance cost (refer to note no 2)	-	-	-	-	-
	(g) Depreciation	221.88	220.00	259.79	441.88	548.57
	(h) Provision for doubtful debts (net)	-	-	-	-	4,297.82
	(i) Other Expenses	592.47	566.37	724.75	1,158.84	1,402.71
	Total expenses	1,476.84	1,582.27	1,859.01	3,059.11	7,969.42
3	Profit / (Loss) from operations before exceptional items (1-2)	(251.10)	(321.07)	(331.79)	(572.17)	(4,479.61)
4	Exceptional items	-	-	-	-	3,816.00
5	Profit / (Loss) from ordinary activities before tax (3+4)	(251.10)	(321.07)	(331.79)	(572.17)	(663.61)
6	Tax expenses					
	(a) Provision for taxation-Current	-	-	-	-	-
	(b) Income-tax for Earlier years	-	0.03	-	0.03	-
	(c) Provision for tax-Deferred	-	-	-	-	-
7	Net Profit / (Loss) for the period	(251.10)	(321.10)	(331.79)	(572.20)	(663.61)
8	Other Comprehensive Income (OCI)					
	(a) Item that will not be reclassified to Profit & Loss (Net of Tax)	0.04	(0.04)	(0.08)	-	(0.06)
	(b) Item that will be reclassified to Profit & Loss (Net of Tax)	-	-	-	-	-
9	Total Comprehensive Income(After tax)	(251.06)	(321.14)	(331.87)	(572.20)	(663.67)
10	Paid-up equity share capital (Face Value of each share- ₹ 2/-)	1,579.05	1,579.05	1,579.05	1,579.05	1,579.05
11	Earnings per share (of ₹2/-each) (not annualised):					
	(a) Basic	(0.32)	(0.41)	(0.42)	(0.72)	(0.84)
	(b) Diluted	(0.32)	(0.41)	(0.42)	(0.72)	(0.84)

CERTIFIED TRUE COPY
For EASTERN SILK INDUSTRIES LTD.

Deepak Al
Company Secretary

EASTERN SILK INDUSTRIES LTD.

Regd. Office: 19, R.N. MUKHERJEE ROAD, KOLKATA- 700 001

(₹ in Lakhs)

STATEMENT OF UNAUDITED ASSETS AND LIABILITIES AS AT 30TH SEPTEMBER, 2017

	Particulars	As at 30/09/2017 (Unaudited)
	<u>ASSETS</u>	
	1 Non-current assets	
	(a) Property, Plant and Equipment	6,458.10
	(b) Financial Assets	
	(i) Investments	1.81
	(c) Deferred Tax Asset (Net)	4,572.98
	(d) Other Non Current Assets	80.16
	Total Non Current Assets	11,113.05
	2 Current assets	
	(a) Inventories	6,499.32
	(b) Financial Assets	
	(i) Trade receivables	4,813.30
	(ii) Cash and cash equivalents	1,709.83
	(c) Current Tax Assets (Net)	24.01
	(d) Other Current Assets	462.63
	Total Current assets	13,509.09
	TOTAL - ASSETS	24,622.14
	<u>EQUITY AND LIABILITIES</u>	
	1 Equity	
	(a) Equity Share capital	1,579.05
	(b) Other Equity	(4,903.17)
	Total Equity	(3,324.12)
	2 Liabilities	
	i) Non-Current Liabilities	
	(a) Financial Liabilities	
	- Borrowings	17,989.76
	(b) Long Term Provisions	39.11
	Total Non Current Liabilities	18,028.87
	ii) Current Liabilities	
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	Total Current Liabilities	9,917.39
	TOTAL - EQUITY AND LIABILITIES	24,622.14

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For EASTERN SILK INDUSTRIES LTD.

Deepak Anand
Company Secretary

Notes :

- 1 The operation of the Company relate to only one segment viz. Textiles and therefore, has only one reportable segment in accordance with Ind AS 108 "Operating Segments".
 - 2 Out of the 11(Eleven) Consortium members, the Company have already settled with 4(four) banks/financial Institutions on One Time Settlement (OTS) basis and entered into a settlement arrangement through ARC's for 5(five) banks/financial Institutions and efforts are going on and the Company is hopeful to arrive at the settlement arrangement soon with the remaining 2(Two) banks/financial Institutions.
- Further, Allahabad Bank vide its letter dated 04th October, 2017, has informed about its Loan exposures on the Company has been assigned to Omkara Assets Reconstruction (P) Ltd. Subsequently, Omkara Assets Reconstruction (P) Ltd. vide its letter dated 14th November, 2017 confirmed the said assignment with the Allahabad Bank by an assignment agreement dated 18th September, 2017. However, pending completion/execution of necessary agreement etc. no impact has been considered in the results for the quarter and six month ended 30th September 2017.
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Place : Kolkata
Date : 14th December, 2017

For EASTERN SILK INDUSTRIES LTD.

S.S.SHAH
DIN 00491097
Chairman & Managing Director

CERTIFIED TRUE COPY
For EASTERN SILK INDUSTRIES LTD.

Deepan Anand
Company Secretary