

KANDAGIRI SPINNING MILLS LIMITED (CIN : L17111TZ1976PLC000762)

Regd. Office : Mill Premises, Udayapatti (P.O.), Salem 636 140

e-mail : sales@kandagirimills.com website www.kandagirimills.com

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2014

Rs. lakhs

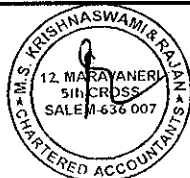
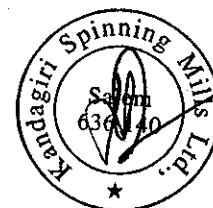
		Quarter ended			Year ended	Year ended
		31.03.2014	31.12.2013	31.03.2013	31.03.2014	31.03.2013
		Unaudited	Unaudited	Unaudited	Audited	Audited
	Part-I					
1.	Income from Operations					
a.	Net Sales / Income from operations	4,894.38	5,008.28	4,534.30	19,345.83	16,038.97
b.	Other Operating Income	2.79	8.79	1.21	15.41	14.77
	Total Income from Operations	4,897.17	5,017.07	4,535.51	19,361.24	16,053.74
2.	Expenses					
a.	Consumption of materials	2,848.47	3,014.12	2,359.02	12,030.66	8,569.69
b.	Purchase of trading goods	--	--	--	--	--
c.	Changes in inventories of finished goods, work in progress and stock in trade	243.72	124.96	245.94	(266.43)	45.50
d.	Employee benefits expense	499.24	474.45	407.93	1,877.95	1,572.35
e.	Depreciation and amortisation expense	200.44	194.09	231.71	783.10	820.96
f.	Other expenses	792.32	912.93	986.47	3,207.60	3,004.27
	Total Expenses	4,584.19	4,720.55	4,231.07	17,632.88	14,012.77
3.	Profit from operations before other income, finance costs and exceptional item (1-2)	312.98	296.52	304.44	1,728.36	2,040.97
4.	Other income	16.22	6.28	9.75	29.90	24.51
5.	Profit from ordinary activities before finance costs and exceptional item (3+4)	329.20	302.80	314.19	1,758.26	2,065.48
6.	Finance costs	271.30	285.77	276.71	1,133.30	1,237.21
7.	Profit from ordinary activities after finance costs but before exceptional item (5-6)	57.90	17.03	37.48	624.96	828.27
8.	Exceptional item	45.29	-	-	45.29	-
9.	Profit from ordinary activities before tax (7-8)	12.61	17.03	37.48	579.67	828.27
10.	Tax expense - Income Tax	-	-	-	-	-
	- Current Tax	9.00	4.00	10.00	198.00	243.00
	- Deferred Tax	-	-	-	-	-
11.	Net Profit from ordinary activities after tax (9-10)	3.61	13.03	27.48	381.67	585.27
12.	Extraordinary item (net of tax)	-	-	-	-	-
13.	Net profit for the period (11-12)	3.61	13.03	27.48	381.67	585.27
14.	Paid-up equity share capital (Face value per share Re.10)	385.75	385.75	385.75	385.75	385.75
15.	Reserves excluding Revaluation Reserve				2,461.45	2,079.79
16.	Basic/diluted Earnings Per Share (EPS) (Rs.)	1.27	0.34	0.71	11.09	15.21
17.	Dividend Per Share (Rs.)					--



		Quarter ended			Year ended	Year ended
		31.03.2014	31.12.2013	31.03.2013	31.03.2014	31.03.2013
		Unaudited	Unaudited	Unaudited	Audited	Audited
Part-II						
A.	Particulars of Share Holding					
	1. <i>Public shareholding</i>					
	- Number of shares	11,60,398	11,60,398	11,60,798	11,60,398	11,60,798
	- Percentage of share holding	30.15	30.15	30.16	30.15	30.16
	2. <i>Promoter shareholding</i>					
	a. <i>Pledged / Encumbered</i>					
	- Number of shares	--	--	--	--	--
	- Percentage of promoter shareholding	--	--	--	--	--
	- Percentage of total share capital	--	--	--	--	--
	b. <i>Non-encumbered</i>					
	- Number of shares	26,88,852	26,88,852	26,88,452	26,88,852	26,88,452
	- Percentage of promoter shareholding	100.00	100	100.00	100.00	100.00
	- Percentage of total share capital	69.85	69.85	69.84	69.85	69.84

	Particulars	Three months ended March 31, 2014
B.	Investor Complaints	
	Pending at the beginning of the quarter	-
	Received during the quarter	-
	Disposed during the quarter	-
	Remaining unresolved at the end of the quarter	-

Clause 41 of the Listing Agreement for Companies (other than Banks)		Rs. in lakhs	
1. STATEMENT OF ASSETS AND LIABILITIES		31.03.2014	31.03.2013
Particulars		Audited	Audited
A.	EQUITY AND LIABILITIES		
	Shareholders' funds		
	Share capital	385.75	385.75
	Reserves and surplus	4626.00	4273.23
	Sub-Total-Shareholders funds	5011.75	4658.98
	Non-current liabilities		
	Long-term borrowings	2485.60	5004.11
	Deferred tax liabilities (Net)	1622.25	1424.25
	Other long term liabilities	0.00	0.00
	Long-term provisions	126.84	126.55
	Sub-Total-Non-Current Liabilities	4234.69	6554.91
	Current liabilities		
	Short-term borrowings	3522.57	3427.25
	Trade payables	1340.33	437.54
	Other current liabilities	3262.57	1788.57
	Short-term provisions	4.68	4.53
	Sub-Total-Current Liabilities	8130.15	5657.89
	TOTAL-EQUITY AND LIABILITIES	17376.59	16871.78
B.	ASSETS		
	Non-current assets		
	Fixed assets		
	Tangible assets	10557.14	11158.91
	Intangible assets	0.00	0.00
	Capital work-in-progress	0.00	0.00
	Non-current investments	200.94	245.00
	Long-term loans and advances	1285.09	894.09
	Other non-current assets	6.94	10.42
	Sub-Total-Non-Current Assets	12050.11	12308.42
	Current assets		
	Inventories	3743.02	2829.08
	Trade receivables	1064.01	1355.82
	Cash and cash equivalents	85.20	98.08
	Short-term loans and advances	327.94	195.14
	Other current assets	106.31	85.24
	Sub-Total-Non-Current Assets	5326.48	4563.36
	TOTAL-ASSETS	17376.59	16871.78



NOTES:

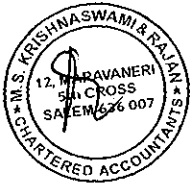
1. The above financial results have been audited by the Company's Statutory Auditors, reviewed by the Audit Committee at their meeting held on May 29, 2014 and taken on record by the Board of Directors at its meeting held on May 30, 2014.
2. The company's primary segment is identified as business segment based on nature of products, risks, return and the internal business reporting system (ie. cotton yarn) and operates in a single geographical segment as per Accounting Standard 17.
3. Exceptional item represents provision of Rs.45.29 lakhs for diminution in value of investment.
4. The figures of the last quarters of the year ended March 31, 2014 and March 31, 2013 are the balancing figures between the audited figures in respect of the full financial year and the published year to date figures of the third quarter of the respective financial year.
5. Figures for the previous periods have been regrouped/reclassified/amended, wherever necessary.

For and on behalf of the Board

R Selvarajan



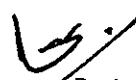


Chairman and Managing Director

Salem
May 30, 2014



FORM A

Format of covering letter of the annual report to be filled with the Stock Exchanges

1.	Name of the Company	Kandagiri Spinning Mills Limited
2.	Annual financial statements for the year ended	March 31, 2014
3.	Type of Audit observation	Un-qualified
4.	Frequency of observation	NA
5.	To be signed by –	
	<ul style="list-style-type: none"> • CEO/Managing Director • CFO • Auditor of the Company • Audit Committee Chairman 	<p align="center">  R. Selvarajan – Chairman and Managing Director </p> <p align="center">  S. Vijay Shankar - CFO </p> <p align="center">  R. Krishnen – Partner M.S. Krishnaswami & Rajan </p> <p align="center">  Dr. V. Gopalan – Chairman of Audit Committee </p> <div style="text-align: right;">  </div>