

KANDAGIRI SPINNING MILLS LIMITED

Regd. Office : Mill Premises, Udayapatti, (P.O), Salem 636 140
e-mail : sales@kandagirimills.com; Phone: 0427 2244400 ; Fax :0427 2244422
Web site : www.kandagirimills.com
CIN : L17111TZ1976PLC000762

EXTRACT OF UNAUDITED FINANCIAL RESULTS (STANDALONE) FOR THE QUARTER / HALF YEAR ENDED SEPTEMBER 30, 2016

Particulars	Rs. Lakhs					
	Quarter ended			Half Year Ended		Year Ended
	30.09.2016	30.06.2016	30.09.2015	30.09.2016	30.09.2015	31.03.2016
Total income from operations (net)	1,794.22	3,356.46	4,369.05	5,150.68	8,077.88	14,473.07
Net Profit from ordinary activities after tax	(429.69)	(418.00)	(186.55)	(847.67)	(168.96)	(1,133.76)
Net Profit after tax (after Extraordinary items)						(1,133.76)
Paid-up equity share capital (Face value per share Re.10)	385.75	385.75	385.75	385.75	385.75	385.75
Reserves (excluding Revaluation Reserve as shown in the Balance Sheet of previous year)						1,519.03
Basic/diluted Earnings Per Share (EPS) (not annualised) (Rs.)	(11.16)	(10.86)	(4.71)	(22.02)	(4.39)	(29.45)

Note:

1. The above is an extract of the detailed format of Quarterly Unaudited Financial Results filed with the Stock Exchange under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) 2015 Regulations. The full format of the Quarterly Un-audited Financial Results are available on the Stock Exchange website (www.bseindia.com) and Company website www.kandagirimills.com
2. The Company would be consolidating and presenting the consolidated financial statement at the end of the year i.e., March 31, 2017.

Place: Salem
Date : 10.11.2016

For and on behalf of the Board


R. Selvarajan

Chairman and Managing Director



KANDAGIRI SPINNING MILLS LIMITED (CIN : L17111TZ1976PLC000762)

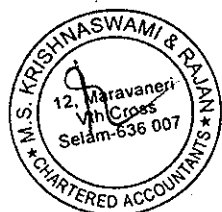
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STATEMENT OF UNAUDITED FINANCIAL RESULTS (STANDALONE) FOR THE SIX MONTHS/QUARTER ENDED SEPTEMBER 30, 2016

		Quarter ended			Six months ended		Year ended
		30.09.2016	30.06.2016	30.09.2015	30.09.2016	30.09.2015	31.03.2016
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
	Part-I						
1.	Income from Operations						
a.	Net Sales / Income from operations	1,782.95	3,345.64	4,367.67	5,128.59	8,075.36	14,463.21
b.	Other Operating Income	11.27	10.82	1.38	22.09	2.52	9.87
	Total Income from Operations	1,794.22	3,356.46	4,369.05	5,150.68	8,077.88	14,473.07
2.	Expenses						
a.	Cost of Materials consumed	1,215.83	2,027.88	2,427.23	3,243.71	5,013.26	9,327.27
b.	Purchase of stock-in-trade	--	--	--	--	--	--
c.	Changes in inventories of finished goods, work in progress and stock in trade	40.92	167.72	453.86	208.64	(425.14)	(676.77)
d.	Employee benefits expense	370.56	428.76	545.26	799.32	1,058.76	1,910.35
e.	Depreciation and amortisation expense	190.71	190.69	188.65	381.40	377.29	758.67
f.	Power cost (net)	(106.00)	334.73	343.06	228.71	984.45	1,961.63
g.	Other expenses	185.21	303.16	305.10	488.37	651.88	1,108.76
	Total Expenses	1,897.22	3,452.94	4,263.16	5,350.14	7,660.50	14,389.91
3.	Profit/(Loss) from operations before other income, finance costs and exceptional item (1-2)	(103.01)	(96.48)	105.89	(199.47)	417.38	83.16
4.	Other income	6.64	7.03	8.28	13.67	16.36	26.74
5.	Profit/(Loss) from ordinary activities before finance costs and exceptional item (3+4)	(96.36)	(89.45)	114.17	(185.79)	433.74	109.90
6.	Finance costs	333.33	328.55	300.72	661.88	602.70	1,243.66
7.	Profit/(Loss) from ordinary activities after finance costs but before exceptional item (5-6)	(429.69)	(418.00)	(186.55)	(847.67)	(168.96)	(1,133.76)
8.	Exceptional item	-	-	-	-	-	-
9.	Profit/(Loss) from ordinary activities before tax (7-8)	(429.69)	(418.00)	(186.55)	(847.67)	(168.96)	(1,133.76)
10.	Tax expense - Income Tax						
	- Current Tax	-	-	-	-	-	-
	- Deferred Tax	-	-	(5.10)	-	-	-
11.	Net Profit/(Loss) from ordinary activities after tax (9-10)	(429.69)	(418.00)	(181.45)	(847.67)	(168.96)	(1,133.76)
12.	Extraordinary item (net of tax)	-	-	-	-	-	-
13.	Net profit/(Loss) for the period (11-12)	(429.69)	(418.00)	(181.45)	(847.67)	(168.96)	(1,133.76)
14.	Paid-up equity share capital (Face value per share Re.10)	385.75	385.75	385.75	385.75	385.75	385.75
15.	Reserves excluding Revaluation Reserve						1,519.03
16.	Basic/diluted Earnings Per Share (EPS) (Rs.)	(11.16)	(10.86)	(4.71)	(22.02)	(4.39)	(29.45)
17.	Dividend Per Share (Rs.)	--	--	--	--	--	--



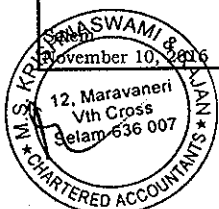
1. STATEMENT OF ASSETS AND LIABILITIES		Rs. in lakhs	
Particulars	30.09.2016	31.03.2016	
A. EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	385.75	385.75	
Reserves and surplus	2781.87	3629.54	
Sub-Total-Shareholders funds	3167.62	4015.29	
Non-current liabilities			
Long-term borrowings	3072.37	3608.89	
Deferred tax liabilities (Net)	1683.84	1683.84	
Other long term liabilities	0.00	0.00	
Long-term provisions	148.88	148.88	
Sub-Total-Non-Current Liabilities	4905.08	5441.61	
Current liabilities			
Short-term borrowings	3579.27	3508.72	
Trade payables	569.15	1272.70	
Other current liabilities	2768.43	2209.45	
Short-term provisions	1.24	2.55	
Sub-Total-Current Liabilities	6918.09	6993.41	
TOTAL-EQUITY AND LIABILITIES	14990.79	16450.31	
B. ASSETS			
Non-current assets			
Fixed assets			
Tangible assets	8919.76	9297.50	
Intangible assets	0.00	0.00	
Capital work-in-progress		0.00	
Non-current investments	201.11	201.00	
Long-term loans and advances	1322.75	1301.98	
Other non-current assets	0.00	0.00	
Sub-Total-Non-Current Assets	10443.61	10800.47	
Current assets			
Inventories	2983.00	3599.78	
Trade receivables	895.73	1804.19	
Cash and cash equivalents	1.18	69.49	
Short-term loans and advances	620.14	139.62	
Other current assets	47.13	36.75	
Sub-Total-Current Assets	4547.18	5649.84	
TOTAL-ASSETS	14990.79	16450.31	

NOTES:

- The above standalone financial results were reviewed by the Audit Committee and then approved by the Board of Directors at its meeting held on November 10, 2016. The Statutory auditors have conducted a limited review of the above standalone financial results.
- The company's profitability for the quarter/six months ended September 30, 2016 was severally affected by the abnormal increase in cotton prices and reduced yarn selling price. With a view to minimise the loss, the directors decided to operate the units at lower capacity. However the increased production of wind power reduced the power cost.
- As on September 30, 2016, the company has banking of 72.05 lakhs units of windmill electricity units with an estimated value of Rs.457 lakhs, which is expected to be consumed before March 31, 2017.
- 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.
- The Company would be consolidating and presenting the Consolidated Financial Statements at the end of the year ie. March 31, 2017
- Figures for the previous periods have been regrouped/reclassified/amended, wherever necessary.

For Kandagiri Spinning Mills Limited

R. Selvarajan
Chairman and Managing Director



Independent Auditor's Review Report on Review of Interim Financial Results

**To The Board of Directors, M/s Kandagiri Spinning Mills Limited, Post Box No.3,
Udayapatti, Salem 636 140.**

We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of M/s Kandagiri Spinning Mills Limited ("the Company") for the six months / Quarter ended September 30, 2016 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. This statement which is the responsibility of the Company's Management and approved by the Board of Directors has been prepared in accordance with the recognition and measurement principles laid down in the Accounting Standard prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.

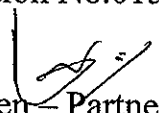
We conducted our review of the Statement in accordance with the Standard on Review Engagement (SRE) 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. 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.

Based on our review conducted as above nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with the aforesaid Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For M.S.KRISHNASWAMI & RAJAN
Chartered Accountants
Firm Registration No.01554S



Salem
November 10, 2016


R. Krishnen - Partner
Membership No.201133