



Independent Auditor's Report On Financial Results  
For the Quarter and year ended 31<sup>st</sup> March 2018

To  
Board of Directors of Yarn Syndicate Limited

We have audited the accompanying Statement of Ind As financial results of Yarn Syndicate Limited (the company) for the quarter ended 31<sup>st</sup> March, 2018 and the year to date results for the period 1<sup>st</sup> April, 2017 to 31<sup>st</sup> March, 2018, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. Attention is drawn to the fact that the figures for the quarter ended 31<sup>st</sup> March, 2018 and the corresponding quarter ended in the previous year as reported in the Statement are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of the third quarter of the current and previous financial year respectively.

The Statement has been prepared on the basis of annual financial statements and reviewed quarterly financial results upto the end of third quarter which are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial results based on our audit of such financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard (Ind AS), prescribed, under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder; or by the Institute of Chartered Accountants of India, as applicable and other accounting principles generally accepted in India.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

In our opinion and to the best of our information and according to the explanations given to us these quarterly financial results as well as the year to date results:

- (i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
- (ii) gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, of the net profit and total comprehensive Income/ (Expenses) and other financial information for the quarter ended 31<sup>st</sup> March, 2018 as well as the year to date results for the period from 1<sup>st</sup> April, 2017 to 31<sup>st</sup> March, 2018.





**S.P. SARDA & CO.**  
*Chartered Accountants*

The financial results of the company for the quarter ended 31<sup>st</sup> March, 2017 were reviewed by another firm of Chartered Accountants, who issued their unmodified conclusion; vide their report dated 31<sup>st</sup> of May, 2017.

Our conclusion is not qualified in respect of this matter.

Place: Kolkata  
Date: 29/05/2018



For **S.P. SARDA & Co.**  
Chartered Accountants  
[Firm Registration No. 323054E]

Ankit Agarwal  
Partner  
Membership No. 305132

**YARN SYNDICATE LIMITED**  
**REGD.OFFICE: 86/2/4, S.N.Banerjee Road, 1st Floor, Flat No.2, Kolkata-700014**

Website: www.yarnsyndicate.in; E-Mail: yarncal@vsnl.com

CIN NO.: L51109WB1946PLC013842

**STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31st March, 2018**

	Particulars	Quarter ended			(Rs. in Lakhs)	
		31-03-2018	31-12-2017	31-03-2017	Year Ended	
		Audited	Unaudited	Audited	31-03-2018	31-03-2017
				Audited	Audited	
I	Revenue from Operations	247.65	17.86	527.64	273.25	829.96
II	Other Income	37.36	403.04	1.07	452.53	4.35
III	<b>Total Revenue (I+II)</b>	<b>285.01</b>	<b>420.90</b>	<b>528.71</b>	<b>725.78</b>	<b>834.32</b>
IV	Expenses:					
	(a) Purchases of stock-in-trade	234.65	15.66	387.04	257.34	760.66
	(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	0.50	0.00	98.12	0.50	(0.27)
	(c) Employee benefits expense	(26.38)	15.45	5.46	16.12	21.87
	(d) Finance costs	(11.81)	2.21	1.52	2.44	7.14
	(e) Depreciation and amortisation expense	3.17	1.37	2.33	7.50	8.11
	(f) Other expenses	48.43	96.02	10.06	144.92	36.08
	<b>Total expenses</b>	<b>248.56</b>	<b>130.71</b>	<b>504.54</b>	<b>428.82</b>	<b>833.61</b>
V	<b>Profit/(Loss) before exceptional and extraordinary items and tax (III-IV)</b>	<b>36.45</b>	<b>290.19</b>	<b>24.18</b>	<b>296.96</b>	<b>0.71</b>
VI	Exceptional Items	-	-	-	-	-
VII	<b>Profit/(Loss) before extraordinary items and tax(V-VI)</b>	<b>36.45</b>	<b>290.19</b>	<b>24.18</b>	<b>296.96</b>	<b>0.71</b>
VIII	Extraordinary Items	-	-	-	-	-
IX	<b>Profit/(Loss) before tax(VII-VIII)</b>	<b>36.45</b>	<b>290.19</b>	<b>24.18</b>	<b>296.96</b>	<b>0.71</b>
X	Tax expense					
	Current Tax	11.00	(41.00)	-	25.94	-
	Deferred Tax	(52.66)	4.86	0.61	46.87	1.16
XI	<b>Net Profit/(Loss) for the period (IX-X)</b>	<b>78.11</b>	<b>326.33</b>	<b>23.57</b>	<b>224.15</b>	<b>(0.44)</b>
XII	Other Comprehensive Income/(Expenses)					
	Item that will not be reclassified to profit or loss	-	-	-	-	-
	Item that will be reclassified to profit or loss	-	-	-	-	-
XIII	<b>Total Comprehensive Income</b>	<b>78.11</b>	<b>326.33</b>	<b>23.57</b>	<b>224.15</b>	<b>(0.44)</b>
XIV	Paid up equity share capital (Face Value of Rs.10/- per share)	375.00	375.00	375.00	375.00	375.00
XV	Reserves excluding Revaluation Reserves				(286.27)	(506.36)
XVI	<b>Earnings per equity share</b>					
	(of Rs.10/- each)					
	Basic and Diluted	0.21	0.87	0.06	5.98	(0.01)
			Not Annualised			



**Yarn Syndicate Limited**  
**Statement of Asset and Liabilities (Stand-alone)**

(Rs. In Lakhs)

Particulars	As at	
	30.03.2018	31.03.2017
	Audited	Audited
<b>ASSETS</b>		
<b>(1) Non Current Assets</b>		
(a) Property, Plant & Equipment	15.5709	53.5532
(b) Financial Assets		
(ii) Trade Receivables	-	-
(iii) Long Term Loans	60.0176	47.8500
(iv) Other non-current financial assets		-
(d) Deferred Tax Assets(net)	56.5578	103.4316
(e) Non Current Tax Assets (Net)	30.0000	-
(f) Other Non Current Assets	15.2053	-
<b>(2) Current Assets</b>		
(a) Inventories	-	0.5045
(b) Financial Assets		
(ii) Trade Receivables	-	432.1639
(iii) Cash & Cash Equivalents	11.4356	44.0704
(iv) Bank balances other than (iii) above	-	-
(v) Short Term Loans	-	-
(vi) Other current financial assets	1.2000	10.5604
(c) Other Current Assets	74.7683	64.7324
<b>TOTAL ASSETS</b>	<b>264.7554</b>	<b>756.8663</b>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
(a) Equity Share Capital	375.0000	375.0000
(b) Other Equity	(286.2727)	(506.3560)
<b>LIABILITIES</b>		
<b>(1) Non Current Liabilities</b>		
(a) Financial Liabilities		
(i) Long Term Borrowings	50.7241	219.0584
(ii) Trade Payables	-	-
(iii) Other Financial Liability	-	-
(b) Long Term Provisions	6.2544	3.0762
(c) Deferred Tax Liabilities(net)	-	-
(c) Other Non Current Liabilities	-	-
<b>(2) Current Liabilities</b>		
(a) Financial Liabilities		
(i) Short Term Borrowings	17.0000	55.0000
(ii) Trade Payables	-	-
(iii) Other Current Financial Liability	-	410.5409
(b) Other Current Liabilities	72.0496	186.4239
(c) Short Term Provisions	30.0000	14.1229
(d) Current Tax Liability (Net)	-	-
<b>TOTAL EQUITY &amp; LIABILITY</b>	<b>264.7554</b>	<b>756.8663</b>



**Notes :**

- 1 The above financial results for the year ended 31/03/2018 have been reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on 29th May, 2018.
- 2 The company operates only in one business segment viz. trading of yarn and fabric and other goods are incidental thereto.
- 3 Due to substantial losses incurred in earlier years , the networth of the company has been eroded and thereby has become negative as at the Balance Sheet date. In view of the above and the unfavourable sales orders received from the customers ,steps have been taken by the management to get the favourable orders from the customers.  
Taking the above into consideration, the management of the company believes that the company has the ability to continue its operations as a going concern in the foreseeable future and promoters of the company have agreed to infuse the funds as and when required and accordingly the financial statements for the year ended 31st March, 2018 have been prepared on the basis that the Company is a going concern.
- 4 The figures for the quarter ended 31st March, 2018 and 31st March, 2017 are the balancing figures between the audited figures in respect of the full financial year and year to date figures upto 31st December of the respective years.
- 5 Previous year's / Quarter figures have been regrouped / rearranged wherever considered necessary.
- 6 The reconciliation of Financial Results as previously reported in Accordance with Indian GAAP and IND AS for the Quarter ended 31st March 2017 is given below:-

Particulars	Year Ended 31.03.2017
Net Profit / (loss) as per Previous GAAP	23.57
Add/(less):-	
Adjustments for amount recognised in the other Comprehensive Income	-
Effect of amortization of deferred expenses on financial liabilities as per EIR method	-
Effect on Finance Cost due to unwinding of Discounting of Financial Liabilities	-
Deferred Tax on above	-
Net Profit/ (Loss) for the period as per IND AS	23.57

Place: Kolkata  
Date: 29th May 2018



For and on behalf of the Board

*Rishiraj Patodia*  
Managing Director