

**Mills Division :**  
Gokak Falls - 591 308, Dist. Belagavi,  
Karnataka, India  
Tel. No. : +91-8332-285366 / 285367  
CIN L17116KA2006PLC038839



**Registered Office :**  
# 1, 2nd Floor, 12th Cross, Ideal Homes,  
Near Jayanna Circle, Rajarajeshwari Nagar,  
Bengaluru - 560 098  
Tel. : +91 80 297 44 077 / 297 44 078  
www.gokakmills.com

**Gokak Textiles Limited**  
**Statement of Unaudited Consolidated Financial Results for Quarter ended on September 30, 2022**

(Rs. in Lakhs)

Sr. No.	Particulars	Consolidated					
		Quarter ended	Quarter ended	Quarter ended	Half Yealy Ended	Half Yealy Ended	Year ended
		30.09.2022 (Unaudited)	30.06.2022 (Unaudited)	30.09.2021 (Unaudited)	30.09.2022 (Unaudited)	30.09.2021 (Unaudited)	31.03.2022 (Audited)
1	Income						
	a) Revenue from operations	2,126.65	2,182.70	3,226.37	4,309.35	6,148.81	12,584.05
	b) Other Income	110.63	36.38	196.81	147.01	338.00	433.23
	<b>Total Income</b>	<b>2,237.28</b>	<b>2,219.08</b>	<b>3,423.18</b>	<b>4,456.36</b>	<b>6,486.81</b>	<b>13,017.28</b>
2	Expenses						
	a) Cost of materials consumed	1,114.31	1,335.98	1,995.93	2,450.29	3,795.41	7,703.63
	b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	141.75	7.29	142.89	149.04	140.78	184.91
	c) Employee benefits expense	688.83	683.80	794.59	1,372.63	1,600.21	3,127.81
	d) Finance costs	451.47	550.17	536.91	1,001.64	1,075.37	2,151.11
	e) Depreciation and amortisation expense	150.95	150.22	165.47	301.17	338.01	645.32
	f) Power and Fuel Expenses	79.40	229.09	231.45	308.49	508.75	891.03
	g) Other expenses	233.22	252.56	333.85	485.78	756.63	1,461.84
	<b>Total expenses</b>	<b>2,859.93</b>	<b>3,209.11</b>	<b>4,201.09</b>	<b>6,069.04</b>	<b>8,215.16</b>	<b>16,165.65</b>
3	Profit/ (Loss) from Operations before Exceptional Items ( 1-2)	(622.64)	(990.03)	(777.91)	(1,612.68)	(1,728.35)	(3,148.37)
4	Exceptional Items (Insurance Claim received - Refer Note 3)	-	212.35	-	212.35	-	-
5	Profit/ (Loss) from Ordinary activities Before Tax (3-4)	(622.64)	(777.68)	(777.91)	(1,400.33)	(1,728.35)	(3,148.37)
	Current tax	-	-	-	-	-	-
	Deferred tax	-	-	-	-	-	-
6	Tax expense	-	-	-	-	-	-
7	Net Profit/(Loss) for the period (5-6)	(622.64)	(777.68)	(777.91)	(1,400.33)	(1,728.35)	(3,148.37)
8	Other Comprehensive Income (Net of tax)						
	A (i) Items that will not be reclassified to profit or loss	-	-	-	-	-	33.70
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-	-
	B (i) Items that will be reclassified to profit or loss	-	-	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
	Other Comprehensive Income (Net of tax)	-	-	-	-	-	33.70
9	Total Comprehensive Income (7+8)	(622.64)	(777.68)	(777.91)	(1,400.33)	(1,728.35)	(3,114.67)
10	Profit for the year attributable to:						
	- Owners of the Company	(469.17)	(834.69)	(716.42)	(1,303.86)	(1,564.86)	(2,884.30)
	- Non-Controlling Interest	(153.47)	57.00	(61.50)	(96.47)	(163.49)	(264.07)
		(622.64)	(777.68)	(777.91)	(1,400.33)	(1,728.35)	(3,148.37)
11	Other comprehensive income for the year attributable to:						
	- Owners of the Company	-	-	-	-	-	30.76
	- Non-Controlling Interest	-	-	-	-	-	2.94
		-	-	-	-	-	33.70
12	Total comprehensive income for the year attributable to:						
	-Owners of the Company	(469.17)	(834.69)	(716.42)	(1,303.86)	(1,564.86)	(2,853.54)
	-Non Controlling Interest	(153.47)	57.00	(61.50)	(96.47)	(163.49)	(261.13)
		(622.64)	(777.69)	(777.91)	(1,400.33)	(1,728.35)	(3,114.67)
13	Paid-up equity share capital (Face Value of Rs. 10 each)	649.93	649.93	649.93	649.93	649.93	649.93
14	Basic and diluted Earnings per share (In Rupees per share)	(7.22)	(12.84)	(11.02)	(20.06)	(24.08)	(44.38)

See accompanying notes to the unaudited consolidated financial results.



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1) The above unaudited consolidated financial results for quarter and half year ended September 30, 2022 ('the Results') of Gokak Textiles Limited ('the Company') and its subsidiary (collectively referred to as 'the Group') which are published in accordance with Regulation 33 of the SEBI (Listing Obligations & Disclosure Requirements), 2015 have been reviewed by the Audit Committee of the Board and subsequently taken on record by the Board of Directors of the Company at their meeting held on November 9, 2022. The consolidated financial results are in accordance with the Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act, 2013. The statutory Auditors have carried out limited review of these results and have expressed an unmodified conclusion.

2) The Group incurred net consolidated loss of Rs. 622.64 lakhs and a net consolidated loss of Rs. 1400.33 lakhs, respectively, for the quarter and half year ended ended September 30, 2022 and had accumulated losses of Rs. 40,315.26 lakhs as at September 30, 2022. Further, the Group's net worth is negative as at September 30, 2022.

The continuity of the operations of the Group is dependent upon the continued operational and financial support of the Shapoorji Pallonji and Company Private Limited ('the Holding Company'). The Company has witnessed demand for its yarns during the current period and the Management believes that it is likely to continue. Due to adequate labour available at the Plant the Company will be able to meet the demand. Further the Company anticipates cost savings on raw materials and other operating expenses in the current year due to alternative options available. Currently, the Group does not have any external borrowings (except from related parties). The Board of Directors of the Company has also approved a Composite Scheme of Arrangement (Refer Note 4) to improve the position of the Company. Accordingly, the Results of the Group have been prepared on a going concern basis.

3) Gokak Power & Energy Ltd, the subsidiary company, had filed the full and final insurance claim on May 06, 2021 relating to the damages to its hydro power plant due to floods, in the year 2019-20. The said claim was approved and remaining final settlement amount of Rs. 212.35 lakhs has been received on June 28, 2022 in addition to Rs 100 lakhs already received by the Company on December 31, 2019.

4) The Board of Directors of the Company, at their Board Meeting held on November 12, 2021, has inter alia, approved the Composite Scheme of Arrangement ("the scheme") under Section 230 to 232 read with Section 66 and other applicable provisions of the Companies Act, 2013 and the rules and regulations made thereunder. The Scheme, inter alia, provides for:

a. Amalgamation by way of absorption and vesting of Suryoday One Energy Private Limited ("Suryoday") with and into the Company and;

b. Reduction of Share Capital and Re-organisation of reserves of the Company in a manner as set out in the Scheme.

c. The "Appointed Date" as per the scheme is the April 01, 2021 or such other date as may be approved by the Honourable National Company Law Tribunal(s), for the purposes of this Scheme.

The Scheme as aforesaid shall be subject to necessary approvals by the Stock Exchanges, Securities and Exchange Board of India, shareholders, applicable Jurisdictional Bench of National Company Law Tribunal ("NCLT") and such other statutory and regulatory approvals as may be required. Pending such approvals, the Results have been prepared without giving any effect to the said Scheme.

5) The Group had aggregate outstanding loans of Rs. 1,949.11 lakhs (including interest accrued thereon) as at March 31, 2022 from group company. Based on the revised terms and conditions agreed between the Group and the lender (where the lender has no rights to require repayment or interest or principal except on liquidation or winding up), the aforesaid outstanding balance has been re-classified as 'equity instrument' with effect from April 01, 2022. Similarly, additional receipts of Rs. 600 lakhs (net of repayment of Rs 100 lakhs) from the lender during the period on same terms have also been classified as 'equity instrument'. Accordingly, the outstanding balance of Rs. 2,549.11 lakhs has been included under 'other equity'.

6) Segment disclosures have been attached as an annexure to the Results.

7) The figures for the corresponding periods have been regrouped and rearranged, wherever necessary, to make them comparable.

Date: November 9, 2022  
Place: Gokak

*R R Patil*

R R Patil  
(CEO & MD)  
(DIN: 07568951)



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**GOKAK**<sup>TM</sup>  
TEXTILES LIMITED



**Shapoorji Pallonji**

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**Gokak Textiles Limited****Consolidated Statement of Assets and Liabilities as at 30 Sept, 2022**

(Rs. In Lakhs)

Statement of Assets and Liabilities	Consolidated	
	As at 30.09.2022 Unaudited	As at 31.03.2022 Audited
<b>Assets</b>		
<b>1 Non-current assets</b>		
a) Property, Plant and Equipment	7,593.18	7,891.32
b) Capital work-in-progress	-	-
c) Investment Property	11.35	11.35
d) Intangible Assets	5.29	5.63
e) Right of Use Assets	7.57	8.66
f) <b>Financial Assets:</b>		
i) <b>Investments</b>		
a) Investments in Subsidiary		
b) Other Investments	0.03	0.03
ii) Other financial assets	121.10	140.49
g) <b>Tax assets</b>		
i) Deferred tax assets (net)	-	-
ii) Income tax assets (net)	84.68	77.97
h) Other non-current assets	638.82	626.23
<b>Total Non-current assets</b>	<b>8,462.02</b>	<b>8,761.68</b>
<b>2 Current assets</b>		
a) Inventories	1,540.35	1,609.69
b) <b>Financial Assets:</b>		
i) Trade receivables	433.39	400.05
ii) Cash and cash equivalents	126.71	197.22
iii) Bank balances other than (ii) above	2.89	794.90
iv) Other financial assets	100.52	93.70
c) Other current assets	148.23	100.52
d) Assets classified as held for sale	14.15	16.29
<b>Total Current assets</b>	<b>2,366.23</b>	<b>3,212.36</b>
<b>Total Assets</b>	<b>10,828.25</b>	<b>11,974.04</b>
<b>Equity and Liabilities</b>		
<b>Equity</b>		
a) Equity share capital	649.93	649.93
b) Other equity	(15,188.61)	(16,433.86)
c) Non Controlling Interest	(1,640.17)	(1,543.69)
<b>Total Equity</b>	<b>(16,178.85)</b>	<b>(17,327.62)</b>
<b>Liabilities</b>		
<b>1 Non-current liabilities</b>		
a) <b>Financial liabilities:</b>		
i) Borrowings	15,754.32	16,833.27
ii) Lease Liabilities	11.94	13.25
iii) Other financial liabilities	-	-
b) Provisions	1,573.06	1,543.77
c) Other non-current liabilities	-	-
<b>Total Non-current liabilities</b>	<b>17,339.33</b>	<b>18,390.29</b>
<b>2 Current liabilities</b>		
a) <b>Financial liabilities:</b>		
i) Borrowings	7,014.68	8,170.67
ii) Lease Liabilities	2.17	2.17
iii) Trade payables		
dues to Micro & Small Enterprises	-	0.84
dues to other creditors	1,725.24	1,875.65
iv) Other financial liabilities	668.06	610.48
b) Provisions	161.55	160.58
c) Other current liabilities	96.06	90.97
<b>Total Current Liabilities</b>	<b>9,667.77</b>	<b>10,911.36</b>
<b>Total Liabilities</b>	<b>27,007.10</b>	<b>29,301.65</b>
<b>Total Equity and Liabilities</b>	<b>10,828.25</b>	<b>11,974.04</b>



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**Segment reporting under consolidated financial statements of the Company:**

Operating segments are reported in a manner consistent with internal reporting provided to the chief operating decision maker. The managing director  
(Rs. in Lakhs)

**Segment wise information:**

No.	Particulars	Quarter ended			Half Year ended		Year ended
		30.09.2022 (Unaudited)	30.06.2022 (Unaudited)	30.09.2021 (Unaudited)	30.09.2022 (Unaudited)	30.09.2021 (Unaudited)	31.03.2022 Audited
<b>1</b>	<b>segment revenue</b>						
	textile	1,929.86	2,079.58	3,294.95	4,009.44	6,211.25	12,411.53
	electricity and power	439.57	205.56	294.65	645.13	543.70	1,255.11
	inter segment	(132.15)	(66.06)	(166.42)	(198.21)	(268.14)	(649.36)
	<b>Consolidated Revenue</b>	<b>2,237.28</b>	<b>2,219.08</b>	<b>3,423.18</b>	<b>4,456.36</b>	<b>6,486.81</b>	<b>13,017.28</b>
<b>2</b>	<b>segment result (Profit before tax)</b>						
	textile	(841.26)	(954.09)	(800.81)	(1,795.55)	(1,650.83)	(3,258.59)
	electricity and power*	218.61	176.41	22.90	395.02	(77.52)	110.21
	<b>Consolidated profit before tax</b>	<b>(622.64)</b>	<b>(777.68)</b>	<b>(777.91)</b>	<b>(1,400.33)</b>	<b>(1,728.35)</b>	<b>(3,148.37)</b>
	<i>*after adjustment of depreciation on inter segment assets.</i>						
<b>3</b>	<b>segment assets</b>						
	textile	8,309.68	8,635.35	11,946.34	8,309.68	11,946.35	11,219.40
	electricity and power*	2,730.55	2,489.52	959.61	2,730.55	959.61	927.10
	inter segment	(211.99)	(89.70)	(83.14)	(211.99)	(83.14)	(172.47)
	<b>Consolidated total assets</b>	<b>10,828.24</b>	<b>11,035.17</b>	<b>12,822.81</b>	<b>10,828.24</b>	<b>12,822.80</b>	<b>11,974.04</b>
	<i>* after adjustment of revaluation of intersegment fixed assets.</i>						
<b>4</b>	<b>segment liabilities</b>						
	textile	20,161.27	22,093.47	20,388.52	20,161.27	20,388.51	21,241.74
	electricity and power	7,058.78	7,119.20	8,458.66	7,058.78	8,458.66	8,232.40
	inter segment	(212.99)	(89.70)	(83.14)	(212.99)	(83.14)	(172.47)
	<b>Consolidated total liabilities</b>	<b>27,007.06</b>	<b>29,122.97</b>	<b>28,764.03</b>	<b>27,007.06</b>	<b>28,764.02</b>	<b>29,301.66</b>
<b>5</b>	<b>Capital employed*</b>						
	textile	16,404.25	18,312.18	15,598.73	16,404.25	15,598.73	17,483.21
	electricity and power	4,900.00	4,900.00	6,787.88	4,900.00	6,787.88	6,134.89
	<i>*equity and long term debts including current maturities.</i>						
<b>6</b>	<b>Capital expenditures</b>						
	textile	-	-	-	-	-	10.73
	electricity and power	-	-	-	-	-	-
	<b>Total capital expenditure</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>10.73</b>
<b>7</b>	<b>Depreciation and amortisation</b>						
	textile	124.51	124.08	139.30	248.59	285.97	540.74
	electricity and power	26.43	26.14	26.17	52.58	52.04	104.58
	<b>Total depreciation and amortisation</b>	<b>150.94</b>	<b>150.22</b>	<b>165.47</b>	<b>301.17</b>	<b>338.01</b>	<b>645.32</b>
	<i>*after adjustment of depreciation on inter segment assets.</i>						



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**GOKAK TEXTILES LIMITED**

**CONSOLIDATED STATEMENT OF CASH FLOW FOR THE HALF YEAR ENDED SEPTEMBER 30, 2022**

	For half year ended September 30, 2022	For half Year ended 30th Sept, 2021
	(Rs. In Lakhs)	(Rs. In Lakhs)
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit / (Loss) before tax	(1,400.33)	(1,728.33)
<b>Adjustments for:</b>		
Depreciation	301.17	338.00
Interest income	(6.15)	(129.20)
Interest and financial charges	1,001.64	1,075.37
Loss / (Profit) on fixed assets / capital work in progress sold / written off	(19.96)	(26.81)
Credit balances / excess provision written back	(6.00)	(0.03)
Dividend Income		(4.30)
Provision for Doubtful Debts	1.81	
Trade and other receivable advance written off	(0.13)	(0.34)
<b>Operating loss before working capital changes</b>	<b>(127.95)</b>	<b>(475.64)</b>
<b>Adjustments for :</b>		
(Increase)/ Decrease in Inventories	69.32	123.57
(Increase)/ Decrease in Trade and other receivables	(75.66)	478.78
(Increase)/ Decrease in Other Financial Assets	12.57	201.95
(Increase)/ Decrease in Assests held for sale	-	(3.46)
(Increase)/ Decrease in Other Assest	(60.30)	(59.79)
(Increase)/ Decrease in Provisions	6.88	20.84
Increase/ (Decrease) in Trade payables and other liabilities	(99.65)	(414.72)
Increase/ (Decrease) in Other Financial Liabilities	57.59	(18.08)
<b>Cash generated from operations</b>	<b>(217.20)</b>	<b>(146.54)</b>
Direct Taxes (paid) / refund	(6.71)	(5.66)
<b>Net cash (used in) / from operating activities</b>	<b>(223.91)</b>	<b>(152.21)</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Property, Plant and Equipment and Intangible assets	(1.49)	(77.91)
Sale of Fixed Assets	22.10	89.44
Net Movement in bank balance not considered as cash and cash equivalents	792.00	(0.04)
Interest received	6.15	129.10
<b>Net cash (used in)/ from investing activities</b>	<b>818.76</b>	<b>140.59</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds/(repayment) of current borrowings (net)	-	152.44
Proceeds from financial instruments classified as equity	700.00	-
Repayment of term loans	(1,234.91)	(149.75)
Repayment of financial instruments classified as equity	(100.00)	-
Lease rentals paid	(2.14)	(2.21)
Interest paid	(28.30)	(107.93)
<b>Net cash (used in)/from financing activities</b>	<b>(665.35)</b>	<b>(107.45)</b>
<b>NET INCREASE/(DECREASE) IN CASH &amp; CASH EQUIVALENTS</b>	<b>(70.50)</b>	<b>(119.07)</b>
Cash and Cash equivalents at the beginning of the year	197.22	339.90
<b>Cash and Cash equivalents at the end of the year</b>	<b>126.71</b>	<b>220.83</b>



**Independent Auditor's Review Report on review of unaudited consolidated interim financial results**

**To the Board of Directors of Gokak Textiles Limited**

1. We have reviewed the accompanying statement of unaudited consolidated financial results of **Gokak Textiles Limited** (hereinafter referred to as the 'Holding Company') and its subsidiary (collectively referred to as 'the Group') for the quarter and half year ended September 30, 2022 ('the Consolidated Statement'), being submitted by the Holding Company pursuant to the requirements of Regulation 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('the Listing Regulations').
2. This Consolidated Statement, which is the responsibility of the Holding Company's management and approved by the Holding Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ('Ind AS 34'), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to express a conclusion on the Consolidated Statement based on our review.
3. We conducted our review of the Consolidated Statement in accordance with the Standard on Review Engagements (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 material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the Listing Regulations to the extent applicable.

4. This Consolidated Statement includes the results of Holding Company and its subsidiary i.e. Gokak Power & Energy Limited.
5. Based on our review conducted and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Consolidated Statement prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. We draw attention to Note 2 of the Statement which states that the Group has incurred net loss during the quarter and half year ended September 30, 2022, it has accumulated losses and its net worth is negative as at September 30, 2022. The Management's statement in respect of going concern assessment is set out in the said Note of the Statement. Accordingly, the unaudited consolidated financial results have been prepared on a going concern basis.

Our conclusion is not modified in respect of this matter.

## Chartered Accountants

7. We draw attention to Note 4 of the Statement in respect the Composite Scheme of Arrangement ('the Scheme') approved by the Board of Directors of the Holding Company on November 12, 2021 with proposed 'Appointed Date' of April 01, 2021 or any other date as approved by National Company law Tribunal ("NCLT"). Pending the requisite approvals for the Scheme as stated in said Note, these unaudited consolidated financial results of the Group are prepared without giving effect to the said Scheme.

Our conclusion is not modified in respect of this matter.

**For BATLIBOI & PUROHIT**

Chartered Accountants

Firm Reg No. 101048W

**Natwarlal** Digitally signed  
by Natwarlal  
**Sanwarlal** Sanwarlal Gaur  
Date: 2022.11.09  
**Gaur** 14:01:27 +05'30'

**N. S. Gaur**

Membership No. 137138

Date: November 09, 2022

Place: Mumbai

ICAI UDIN: 22137138BCPSFG1842

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**Gokak Textiles Limited**  
**Statement of Unaudited Standalone Financial Results for the Quarter and Half year ended September 30, 2022**

(Rs. in Lakhs)

Particulars	Quarter ended	Quarter ended	Quarter ended	Half year ended	Half year ended	Year ended
	30.09.2022 (Unaudited)	30.06.2022 (Unaudited)	30.09.2021 (Unaudited)	30.09.2022 (Unaudited)	30.09.2021 (Unaudited)	31.03.2022 (Audited)
<b>1 Income</b>						
a) Revenue from operations	1,822.22	2,044.32	2,955.63	3,866.54	5,992.16	12,008.89
b) Other Income	107.69	35.26	38.14	142.95	219.09	402.64
<b>Total Income</b>	<b>1,929.91</b>	<b>2,079.58</b>	<b>2,993.77</b>	<b>4,009.49</b>	<b>6,211.25</b>	<b>12,411.53</b>
<b>2 Expenses</b>						
a) Cost of materials consumed	1,114.31	1,335.98	1,749.29	2,450.29	3,795.41	7,703.63
b) Changes in inventories of finished goods and work-in-progress	141.75	7.29	1.90	149.04	140.78	184.91
c) Employee benefits expense	668.84	665.83	779.30	1,334.67	1,581.85	3,050.16
d) Finance costs	320.03	392.52	338.00	712.55	720.88	1,452.25
e) Depreciation and amortisation expense	124.51	124.08	152.55	248.59	285.97	540.74
f) Power and Fuel Expenses	214.35	292.15	400.61	506.50	770.89	1,539.89
g) Other expenses	187.38	215.82	286.47	403.20	586.30	1,198.78
<b>Total expenses</b>	<b>2,771.17</b>	<b>3,033.67</b>	<b>3,708.12</b>	<b>5,804.84</b>	<b>7,862.08</b>	<b>15,670.16</b>
<b>3 Profit/ (Loss) before Exceptional Items (1-2)</b>	<b>(841.26)</b>	<b>(954.09)</b>	<b>(714.35)</b>	<b>(1,795.35)</b>	<b>(1,650.83)</b>	<b>(3,258.63)</b>
<b>4 Exceptional Items</b>	-	-	-	-	-	-
<b>5 Profit/ (Loss) before Tax (3-4)</b>	<b>(841.26)</b>	<b>(954.09)</b>	<b>(714.35)</b>	<b>(1,795.35)</b>	<b>(1,650.83)</b>	<b>(3,258.63)</b>
Current tax	-	-	-	-	-	-
Deferred tax	-	-	-	-	-	-
<b>6 Tax expense</b>	-	-	-	-	-	-
<b>7 Net Profit/(Loss) for the period/year (5-6)</b>	<b>(841.26)</b>	<b>(954.09)</b>	<b>(714.35)</b>	<b>(1,795.35)</b>	<b>(1,650.83)</b>	<b>(3,258.63)</b>
<b>8 Other Comprehensive Income</b>						
A (i) Items that will not be reclassified to profit or loss	-	-	-	-	-	27.71
(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-	-
B (i) Items that will be reclassified to profit or loss	-	-	-	-	-	-
(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
<b>Other Comprehensive Income (Net of tax)</b>	-	-	-	-	-	27.71
<b>9 Total Comprehensive Income (7+8)</b>	<b>(841.26)</b>	<b>(954.09)</b>	<b>(714.35)</b>	<b>(1,795.35)</b>	<b>(1,650.83)</b>	<b>(3,230.92)</b>
<b>10 Paid-up equity share capital (Face Value of Rs. 10 each)</b>	649.93	649.93	649.93	649.93	649.93	649.93
<b>11 Other Equity</b>	-	-	-	-	-	(10,672.19)
<b>12 Basic and diluted Earnings per share (In Rupees per share)</b>	(12.94)	(14.68)	(10.99)	(27.62)	(25.40)	(50.14)

See accompanying notes to the unaudited standalone financial results.

1) The above standalone unaudited financial results for quarter and Half year ended September 30, 2022 ("the Results") of Gokak Textiles Limited ("the Company") which are published in accordance with Regulation 33 of the SEBI (Listing Obligations & Disclosure Requirements), 2015 have been reviewed by the Audit Committee of the Board and are subsequently, taken on record by the Board of Directors of the Company at their meeting held on November 09, 2022. The Results are in accordance with the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013. The statutory Auditors have performed a limited review on the Results and have expressed an unmodified conclusion.

2) The Company incurred a net loss before tax of Rs. 841.26 lakhs and Rs. 1,795.35 lakhs for the quarter and half year ended September 30, 2022 respectively and it has accumulated losses of Rs. 35,045.08 lakhs as at September 30, 2022. Further the Company's net worth is negative as at September 30, 2022. The continuity of the operations of the Company is dependent upon the continued operational and financial support of the Parent Company.

The continuity of the operations of the Company is dependent upon the continued operational and financial support of the Shapoorji Pallonji and Company Private Limited ("the Holding Company"). The Company has witnessed demand for its yarns during the current period and the Management believes that it is likely to continue. Due to adequate labour available at the Plant the Company will be able to meet the demand. Further the Company anticipates cost savings on raw materials and other operating expenses in the current year due to alternative options available. Currently, the Company does not have any external borrowings. The Board of Directors of the Company has also approved a Composite Scheme of Arrangement (Refer Note 4) to improve the position of the Company. Accordingly, the Results of the Company have been prepared on a going concern basis.

3) The Company operates in one segment only at standalone level, namely, Textiles.

4) The Board of Directors of the Company, at their Board Meeting held on November 12, 2021, has inter alia, approved the Composite Scheme of Arrangement ("the scheme") under Section 230 to 232 read with Section 66 and other applicable provisions of the Companies Act, 2013 and the rules and regulations made thereunder. The Scheme, inter alia, provides for:

- Amalgamation by way of absorption and vesting of Suryoday One Energy Private Limited ("Suryoday") with and into the Company and;
- Reduction of Share Capital and Re-organisation of reserves of the Company in a manner as set out in the Scheme.
- The "Appointed Date" as per the scheme is the April 01, 2021 or such other date as may be approved by the Honourable National Company Law Tribunal(s), for the purposes of this Scheme.

The Scheme as aforesaid shall be subject to necessary approvals by the Stock Exchanges, Securities and Exchange Board of India, shareholders, applicable Jurisdictional Bench of National Company Law Tribunal ("NCLT") and such other statutory and regulatory approvals as may be required. Pending such approvals, the Results have been prepared without giving any effect to the said Scheme.

5) The Company had outstanding loan of Rs. 1,765.27 lakhs (including interest accrued thereon) as at March 31, 2022 from group company. Based on the revised terms and conditions agreed between the Company and the lender (where the lender has no rights to require repayment or interest or principal except on liquidation or winding up), the aforesaid outstanding balance has been re-classified as 'equity instrument' with effect from April 01, 2022. Similarly, additional receipts of Rs. 700 lakhs from the lender during the period on same terms have also been classified as 'equity instrument'. Accordingly, the outstanding balance of Rs. 2,465.27 lakhs has been included under 'other equity'.

6) The figures for the corresponding periods have been regrouped and rearranged, wherever necessary, to make them comparable.

*RR Patil*

Place: Gokak  
Date: November 09, 2022

R R Patil  
(CEO & MD)  
(DIN: 07568951)





**Mills Division :**

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**GOKAK TEXTILES LIMITED  
STANDALONE STATEMENT OF ASSETS AND LIABILITIES AS AT SEPTEMBER 30, 2022**

(Rs. in Lakhs)

Particulars	As at Sep 30, 2022 Unaudited	As at March 31, 2022 Audited
<b>Assets</b>		
<b>1 Non-current assets</b>		
a) Property, Plant and Equipment	5,316.30	5,563.43
b) Capital work-in-progress	-	-
c) Right of use Assets	7.56	8.66
d) Investment Property	11.35	11.35
e) Intangible assets	5.29	5.63
	5,340.50	5,589.07
f) <b>Financial Assets:</b>		
i) <b>Investments</b>		
a) Investments in Subsidiary	2,499.00	2,499.00
b) Other Investments	0.03	0.03
	2,499.03	2,499.03
ii) Other financial assets	122.10	141.49
	2,621.13	2,640.52
g) <b>Tax assets</b>		
i) Deferred tax assets (net)	-	-
ii) Income tax assets (net)	72.98	66.97
	72.98	66.97
h) Other non-current assets	638.12	625.48
<b>Total Non-current assets</b>	<b>8,672.73</b>	<b>8,922.04</b>
<b>2 Current assets</b>		
a) Inventories	1,530.23	1,599.29
b) <b>Financial Assets:</b>		
i) Trade receivables	250.75	332.82
ii) Cash and cash equivalents	118.03	196.36
iii) Bank balances other than (ii) above	2.89	2.84
iv) Other financial assets	100.52	93.70
	472.19	625.72
c) Other current assets	119.64	56.14
d) Assets classified as held for sale	14.14	16.29
<b>Total Current assets</b>	<b>2,136.20</b>	<b>2,297.44</b>
<b>Total Assets</b>	<b>10,808.93</b>	<b>11,219.48</b>
<b>Equity and Liabilities</b>		
<b>Equity</b>		
a) Equity share capital	649.93	649.93
b) Other equity	(10,002.26)	(10,672.19)
<b>Total Equity</b>	<b>(9,352.33)</b>	<b>(10,022.26)</b>
<b>Liabilities</b>		
<b>1 Non-current liabilities</b>		
a) <b>Financial liabilities:</b>		
i) Borrowings	15,754.32	16,833.27
ii) Lease Liabilities	11.94	13.25
	15,766.26	16,846.52
b) Provisions	1,570.82	1,542.12
<b>Total Non-current liabilities</b>	<b>17,337.08</b>	<b>18,388.64</b>
<b>2 Current liabilities</b>		
a) <b>Financial liabilities:</b>		
i) Lease Liabilities	2.17	2.17
ii) Trade Payables:		
-dues to Micro and Small Enterprises	-	0.84
-dues to Creditors other than Micro and Small Enterprises	1,928.53	2,035.92
iii) Other financial liabilities	653.73	584.69
	2,584.43	2,623.62
b) Provisions	152.15	152.15
c) Other current liabilities	87.60	77.33
<b>Total Current Liabilities</b>	<b>2,824.18</b>	<b>2,853.10</b>
<b>Total Liabilities</b>	<b>20,161.26</b>	<b>21,241.74</b>
<b>Total Equity and Liabilities</b>	<b>10,808.93</b>	<b>11,219.48</b>



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**GOKAK**<sup>TM</sup>  
TEXTILES LIMITED



**Shapoorji Pallonji**

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**GOKAK TEXTILES LIMITED  
STANDALONE STATEMENT OF CASH FLOWS FOR HALF YEAR ENDED SEPTEMBER 30, 2022**

PARTICULARS	(Rs. in lakhs)	
	Half year ended September 30, 2022	Half year ended September 30, 2021
	Unaudited	Unaudited
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit / (Loss) before tax	(1,795.35)	(1,650.83)
<b>Adjustments for:</b>		
Depreciation and amortisation	248.59	285.97
Interest income	(2.17)	(4.30)
Finance cost	712.55	720.88
Net Loss / (Profit) on sale of fixed assets	(19.96)	(26.81)
Credit balances / excess provision written back	(6.00)	(4.31)
Provision for Doubtful Debts (net of recoveries)	1.81	-
<b>Operating loss before working capital changes</b>	<b>(860.53)</b>	<b>(679.40)</b>
<b>Adjustments for :</b>		
(Increase)/ Decrease in Inventories	69.06	123.59
(Increase)/ Decrease in Trade and Receivables	80.26	92.27
(Increase)/ Decrease in Other Financial Assets	12.57	201.85
(Increase)/ Decrease in Other Assest	(76.14)	(58.79)
(Increase)/ Decrease in Assests held for sale	-	(3.46)
Increase/ (Decrease) in Trade payables	(102.26)	(394.60)
Increase/ (Decrease) in Other Financial Liabilities	69.04	84.83
Increase/ (Decrease) in Other Liabilities	10.27	24.06
Increase/ (Decrease) in Provisions	5.30	19.28
<b>Cash generated from operations</b>	<b>(792.43)</b>	<b>(590.37)</b>
Direct Taxes (paid) / refund	(6.01)	(5.46)
<b>Net cash flows from operating activities</b>	<b>(798.44)</b>	<b>(595.83)</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Sale of Fixed Assets	22.10	27.06
Net Movement in bank balance not considered as cash and cash equivalents	(0.05)	(0.03)
Interest received	2.17	4.30
<b>Net cash flows from investing activities</b>	<b>24.22</b>	<b>31.33</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from instruments classified as equity	700.00	-
Proceeds / (repayment) of Borrowings (net)	-	461.64
Payment of lease liabilities	(2.14)	(2.20)
Interest paid	(1.97)	(0.94)
<b>Net cash flows from financing activities</b>	<b>695.89</b>	<b>458.50</b>
<b>NET INCREASE/(DECREASE) IN CASH &amp; CASH EQUIVALENTS</b>	<b>(78.33)</b>	<b>(106.00)</b>
Cash and Cash equivalents at the beginning of the year	196.36	338.25
<b>Cash and Cash equivalents at the end of the year</b>	<b>118.03</b>	<b>232.25</b>
<b>D. COMPONENTS OF CASH AND CASH EQUIVALENTS</b>		
Cash on Hand	1.36	2.49
Balances with banks in current accounts	116.67	229.76
	<b>118.03</b>	<b>232.25</b>



**Independent Auditor's Review Report on review of standalone unaudited interim financial results**

**To the Board of Directors of Gokak Textiles Limited**

1. We have reviewed the accompanying statement of Standalone unaudited financial results of **Gokak Textiles Limited** ('the Company') for the quarter and half year ended September 30, 2022 ('the Statement') being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('the Listing Regulations').
2. The Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, Interim Financial Reporting ('Ind AS 34'), prescribed under Section 133 of the Companies Act, 2013 ('the Act'), and other accounting principles generally accepted in India and is in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the Standards on Auditing specified under Section 143(10) of the Act, and consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. 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 accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Ind AS 34 and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. We draw attention to Note 2 of the Statement which states that the Company has incurred net loss during the quarter and half year ended September 30, 2022, it has accumulated losses and its net worth is negative as at September 30, 2022. The Management's statement in respect of going concern assessment is set out in the said Note of the Statement. Accordingly, the Company's unaudited standalone financial results have been prepared on a going concern basis.

Our conclusion is not modified in respect of this matter.

6. We draw attention to Note 4 of the Statement in respect the Composite Scheme of Arrangement ('the Scheme') approved by the Board of Directors of the Company on November 12, 2021 with proposed 'Appointed Date' of April 01, 2021 or any other date as approved by National Company law Tribunal ('NCLT'). Pending the requisite approvals for the Scheme as stated in the said Note, the unaudited standalone financial results of the Company are prepared without giving effect to the said Scheme.

Our conclusion is not modified in respect of this matter.

**For BATLIBOI & PUROHIT**  
Chartered Accountants  
Firm Reg No. 101048W

Natwarlal  
Sanwarlal  
Gaur

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by Natwarlal  
Sanwarlal Gaur  
Date: 2022.11.09  
14:01:07 +05'30'

**N. S. Gaur**  
Membership No. 137138  
Date: November 09, 2022  
Place: Mumbai  
ICAI UDIN: 22137138BCPRRK1401