

SANRHEA TECHNICAL TEXTILES LIMITED

I. Statement of Audited Financial Results for the Quarter and Year ended on 31st March, 2023

(Rs. In Lakh)

Sr. No.	Particulars (Refer Notes Below)	Quarter ended on			Year ended	
		31/03/2023	31/12/2022	31/03/2022	31/03/2023	31/03/2022
		Unaudited	Unaudited	Unaudited	Audited	Audited
		(Refer Note 8)		(Refer Note 8)		
1	Income From Operations					
	(a) Revenue from Operations	1537.39	1574.58	1756.04	6261.54	6830.58
	(b) Other Income	3.72	3.53	12.54	18.81	26.57
	Total Income	1541.11	1578.11	1768.58	6280.35	6857.15
2	Expenses					
	(a) Cost of materials consumed	838.74	1045.55	1028.22	4134.90	4833.21
	(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	70.87	37.07	(30.43)	101.28	(185.76)
	(c) Purchase of stock-in-trade	-	-	-	-	-
	(d) Employee benefits expenses	157.23	143.44	136.03	606.36	557.58
	(e) Finance Costs	28.02	24.14	19.34	97.96	97.83
	(f) Depreciation and amortisation expenses	29.30	30.10	28.31	110.88	94.16
	(g) Other expenses	303.47	207.71	324.10	885.38	835.30
	Total expenses	1427.63	1488.01	1505.57	5936.76	6232.32
3	Profit / (Loss) from operations before exceptional items and tax (1-2)	113.48	90.10	263.01	343.59	624.83
4	Exceptional items	-	-	-	-	-
5	Profit/(Loss) from ordinary activities before tax (3-4)	113.48	90.10	263.01	343.59	624.83
6	Tax Expense					
	Current Tax	30.73	24.20	80.62	91.68	160.74
	Deferred Tax	0.44	(2.15)	(7.80)	1.55	16.86
	Short / (Excess) provision of tax of earlier years	0.10	-	-	(3.73)	-
7	Net Profit /(Loss)from ordinary activities after tax (5-6)	82.21	68.05	190.19	254.09	447.23
8	Extraordinary Items (net of tax expenses)	-	-	-	-	-
9	Net Profit /(Loss)for the period (7-8)	82.21	68.05	190.19	254.09	447.23
10	Total Other Comprehensive Income for the period (net of					
	a) Items that will not be reclassified to Profit and Loss					
	- Remeasurement of Defined benefits plan	(1.73)	(0.70)	(4.19)	(3.82)	(2.79)
	- Tax Expense on above item	0.43	0.18	1.41	0.96	0.70
	b) Items that will be classified to Profit and Loss	-	-	-	-	-
11	Total Comprehensive Income for the Period (9+10)	80.91	67.53	187.41	251.23	445.14
12	Paid-up equity share capital [Face Value Rs.10/-]	500.00	430.00	430.00	500.00	430.00
13	Reserves excluding Revaluation Reserves as per Balance Sheet of previous accounting year	-	-	-	1179.28	895.80
14(i)	Earning per Share (EPS) before extraordinary items (Not Annualised for the Quarter) (Refer Note 6)					
	(a) Basic	1.86	1.58	4.76	5.87	11.19
	(b) Diluted	1.69	1.40	4.44	5.24	10.45
14(ii)	Earning per Share (EPS) after extraordinary items (Not Annualised for Quarter) (Refer Note 6)					
	(a) Basic	1.86	1.58	4.76	5.87	11.19
	(b) Diluted	1.69	1.40	4.76	5.24	10.45



SANRHEA TECHNICAL TEXTILES LIMITED

II. Audited Statement of Assets and Liabilities for the period ended March 31, 2023

(Rs. In Lakh)			
Sr. No.	PARTICULARS	As at March 31, 2023	As at March 31, 2022
		(Audited)	(Audited)
A	ASSETS		
	Non Current Assets		
	a) Property, Plant & Equipment	687.51	656.23
	b) Capital Work in Process	-	63.05
	c) Intangible Assets	-	-
	d) Financial Assets		
	i) Investments	4.96	4.96
	ii) Other financial assets	31.73	41.06
	e) Other non-current tax assets (Net)	7.48	6.78
	f) Deferred tax assets (net)	15.08	15.67
	g) Other assets	9.02	21.69
1	Total Non-current assets	755.78	809.44
	Current Assets		
	a) Inventories	1,085.46	1,554.05
	b) Financial Assets		
	i) Trade receivables	1,177.11	1,142.54
	ii) Cash and cash equivalents	107.02	32.88
	iii) Bank Balances other than (ii) above	53.36	4.97
	iv) Other Financial Assets	9.02	20.78
	c) Other current assets	55.79	80.52
2	Total Current assets	2,487.76	2,835.74
	Total (1+2)	3,243.54	3,645.18
B	EQUITY AND LAIBILITIES		
	Equity		
	a) Equity Share Capital	500.00	430.00
	b) Warrant Application Money	-	36.31
	c) Other Equity	1,179.28	895.80
1	Total Equity attributable to owners of the Company	1,679.28	1,362.11
	Liabilities		
	Non-Current Liabilities		
	a) Financial Liabilities		
	i) Borrowings	73.11	183.09
	b) Provisions	88.17	94.50
	c) Other Liabilities	-	-
2	Total Non-Current Liabilities	161.28	277.59
	Current Liabilities		
	a) Financial Liabilities		
	i) Borrowings	626.12	685.42
	ii) Trade Payable		
	Total outstanding dues of micro enterprises and small enterprises	-	-
	Total outstanding dues of creditors other than micro enterprises and small enterprises	666.70	1,152.49
	iii) Other Financial Liabilities	8.28	5.27
	b) Other Current Liabilities	31.09	20.21
	c) Provisions	36.71	22.30
	d) Liabilities for Current Tax (Net)	34.08	119.79
3	Total Current Tax Liabilities	1,402.98	2,005.48
4	Total Liabilities (2+3)	1,564.26	2,283.07
	Total Equity And Liabilities (1+4)	3,243.54	3,645.18



SANRHEA TECHNICAL TEXTILES LIMITED

III. Audited Statement of Cash Flows for the year ended March 31, 2023

(Rs. In Lakh)

Particulars	Period ended 31/03/2023 (Audited)	Period ended 31/03/2022 (Audited)
A: CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	343.59	624.83
Adjustments for:		
Depreciation and amortisation expense	110.88	94.16
Gain on Sale/Discard of Property, Plant & Equipment (Net)	(0.52)	(4.72)
Dividend Income	(0.21)	(0.28)
Interest income	(3.70)	(3.29)
Interest expense	97.96	97.83
Remeasurements of the Defined Benefit Plans	(3.82)	(2.79)
Cash generated from Operations before Working Capital changes	544.18	805.74
Adjustments for:		
Decrease / (Increase) in Other Current Financial assets	12.73	60.10
Decrease / (Increase) in Other current assets	24.74	(34.50)
Decrease / (Increase) in trade receivables	(34.57)	(183.86)
Decrease / (Increase) in inventories	468.59	(740.20)
Increase / (Decrease) in other current liabilities	10.88	(16.43)
Increase / (Decrease) in Other Current Financial liabilities	(4.67)	4.67
Increase / (Decrease) in trade and other payables	(485.79)	638.72
(Decrease) / Increase in Non-current Provisions	(6.33)	12.76
(Decrease) / Increase in Current Provisions	14.41	1.99
Decrease / (Increase) in other non current financial assests	-	(13.53)
Decrease / (Increase) in other Non current assets	11.97	(1.40)
Cash generated from Operating Activities	556.14	534.06
Direct taxes paid (Net of Refund)	(177.74)	(91.31)
Net Cash flow generated from operating activities (A)	378.40	442.75
B: CASH FLOW FROM INVESTING ACTIVITIES		
Capital expenditure on payment towards Property, Plant & Equipment and Capital Work in Process	(82.08)	(206.72)
Proceeds from sale of Property, Plant & Equipment	3.49	8.75
Interest received	3.04	2.72
Dividends received	0.21	0.28
Margin money fixed Deposits (placed) / matured	(31.50)	2.79
Net Cash (used in) / generated from investing activities	(106.84)	(192.18)
C: CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from issue of Share through Warrants	108.94	105.83
Proceeds from Warrant application money pending allotment	-	36.31
Proceeds / (Repayment) from Non-current Borrowings	(17.22)	79.76
Proceeds / (Repayment) from Current Borrowings	(152.06)	(376.32)
Dividend Paid	(43.00)	-
Interest paid	(94.08)	(88.11)
Net Cash (used in)/generated from financing activities	(197.42)	(242.53)
Net increase in cash and cash equivalents (A + B + C)	74.14	8.04
Cash and cash equivalents at the beginning of the year	32.88	24.84
Cash and cash equivalents at year end	107.02	32.88
Cash & Cash Equivalent comprise of:		
Cash on hand	5.49	1.65
With banks- on current account	1.53	0.97
With banks - Fixed Deposits with maturity of less than 3 months	100.00	30.26
Total Cash and cash equivalents at the end of the year	107.02	32.88

Note: The cash flow statement has been prepared under the indirect method as set out in Indian Accounting Standard (Ind AS 7) on under section 133 of The cash flows statements notified companies Act 2013, read together with paragraph 7 of The Companies (Indian Accounting Standard) Rules 2015 (as amended).




IV. Notes:

1	The above financial results of the Company have been reviewed by the Audit Committee and approved by the Board of Directors of the Company in their respective meetings held on May 30, 2023.
2	The financial results are prepared in accordance with the Indian Accounting Standards ("Ind AS"), as applicable and guidelines issued by the Securities and Exchange Board of India ("SEBI"). The Ind AS are prescribed under section 133 of the Act read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015, and the Companies (Indian Accounting Standards) (Amendment) Rules, 2016.
3	The board of directors at its meeting held on May 30, 2023, has proposed a final dividend of INR <u>1</u> /- per equity share.
4	Domestic companies have the option to pay Corporate Income Tax rate 22% plus applicable surcharge and cess ("New tax rate") u/s 115BAA(1) of Income Tax Act, 1961, subject to certain conditions. Based on the assessment, the Company has chosen to exercise the option of New tax rate from April 01, 2022.
5	The Code on Social Security, 2020 ('Code') has been notified in the Official Gazette of India on September 29, 2020, which could impact the contributions of the Company towards certain employment benefits. The effective date from which changes are applicable is yet to be notified and the rules are yet to be framed. Impact, if any, of the change will be assessed and accounted in the period of notification of the relevant provisions.
6	The Company pursuant to special resolution passed by the Members at the 38th Annual General Meeting held on September 21, 2021 has allotted 12,10,000 warrants to promoters on October 09, 2021, out of which balance 7,00,000 warrants were converted into 7,00,000 equity shares on March 14, 2023, at an issue price of ₹ 20.75 per share. Accordingly, as per Ind AS 33 - Earning per share, the calculation of basic and diluted earnings per share for all periods presented has been adjusted and restated.
7	Segment reporting as defined in Ind AS 108 is not applicable as the company operates only under one segment i.e. Industrial Fabric. Hence segment reporting is not given.
8	The figures for the current quarter ended March 31, 2023 and quarter ended March 31, 2022 are the balancing figures between the audited figures in respect of the full financial year ended March 31, 2023 and March 31, 2022, respectively and published year to date figures up to third quarter ended December 31, 2022 and December 31, 2021, respectively which were subjected to limited review.
9	Previous period figures have been regrouped/reclassified, wherever necessary, to conform to current period's presentation.

PLACE : AHMEDABAD

DATE : 30.05.2023



For, SANRHEA TECHNICAL TEXTILES LIMITED

MANAGING DIRECTOR

Independent Auditor's Report on the Quarterly and Year to Date Audited Financial Results of the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended

To
**The Board of Directors of
Sanrhea Technical Textiles Limited**

Report on the audit of the Financial Results

Opinion

We have audited the accompanying statement of quarterly and year to date Financial Results of Sanrhea Technical Textiles Limited (the "Company"), for the quarter and for the year ended March 31, 2023 (the "Statement"), 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 amended (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- is presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the net profit, other comprehensive income, and other financial information of the Company for the quarter and for the year ended March 31, 2023.

Basis for Opinion

We conducted our audit of the Statement in accordance with the Standards on Auditing ("SAs") specified under Section 143(10) of the Companies Act, 2013, as amended (the "Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Results" section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

Management and Board of Directors' Responsibilities for the Financial Results

The Statement has been prepared on the basis of the annual financial statements. The Management and the Board of Directors of the Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive income of the Company and other financial information in accordance with the applicable accounting standards prescribed under section 133 of the Act read with relevant rules issued thereunder and other accounting



principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement, that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, the Management and the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the financial reporting process of the Company.

Auditor's Responsibilities for the Audit of the Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an Auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the Statement.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Company to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in



our Auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our Auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal controls that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matters

1. The Statement includes the results for the quarter ended March 31, 2023 being the balancing figures between the audited figures in respect of full financial year ended March 31, 2023 and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations. Our opinion on the Statement is not modified in respect of this matter.
2. The comparative financials information of the Company for the quarter and year ended March 31, 2022, prepared in accordance with Ind AS, Included in this Statement have been audited by the predecessor auditor. The report of the predecessor auditor on these comparative financial information dated May 25, 2022 expressed as unmodified opinion. Our opinion on the Statement is not modified in respect of this matter.

For **Kantilal Patel & Co.**,

Chartered Accountants

Firm's Registration No.: 104744W

Jinal A. Patel

Partner

Membership No.: 153599

Place: Ahmedabad

Date: May 30, 2023

UDIN: 23153599BGVAYM3594

