



Modern Threads (India) Limited

Registered Office :

Unit : Modern Woollens

Pragati Path, Near Transport Nagar,

Bhilwara-311001 (Rajasthan) India

Tel : 91-1482-241801, Fax : 297924, Email : cs@modernwoollens.com

Website : www.modernwoollens.com CIN : L17115RJ1980PLC002075

To,

Date : February 10, 2023

The Manager,
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai - 400023
Scrip Code: 500282

The Manager,
National Stock Exchange of India Ltd.
Exchange Plaza, C-1, Block G,
Bandra Kurla Complex,
Bandra East, Mumbai-400051
Scrip Code: MODTHREAD

Dear Sir/Madam,

Sub.: Submission of outcome of Board Meeting held on 10/02/2023

This has reference to our earlier letter dated February 01, 2023.

Pursuant to Regulation 30 & 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we wish to inform you that the meeting of Board of Directors of the Company commenced at 1.50 P.M. and concluded at 3.00 P.M. today on Friday 10, 2023.

The Board has inter-alia approved the Unaudited Financial Results of the Company for the quarter and nine months ended 31st December, 2022.

Pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are enclosing herewith Unaudited Financial Results of the Company for the quarter and nine months ended 31st December, 2022, alongwith Statutory Auditor's Review Report on the said results.

This is for your information and records.

Thanking You,

Yours faithfully,

FOR Modern Threads (India) Limited

Banwari Lal

Saini

(BANWARI LAL SAINI)

Company Secretary & Compliance Officer

Digitally signed by Banwari
Lal Saini
Date: 2023.02.10 15:02:50
+05'30'



Marketing Office : 5, Bhima Building, Sir Pochkhanwala Road, Worli, Mumbai-400030

Plants : **Woollens Division** : Pragati Path, Near Transport Nagar, Bhilwara-311001 (Rajasthan)
Yarn Division : Village Raila, District - Bhilwara-311024 (Rajasthan)

S.S SURANA & COMPANY

Chartered Accountants

• E-285, Lal Kothi Scheme,
Jaipur-302015 (Rajasthan)

• Telefax: +91 141 2741946/+91 9829227946

✉ prahaladgupta@gmail.com

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

To

The Board of Directors of
Modern Threads (India) Ltd

1. We have reviewed the accompanying statement of Standalone unaudited Financial Results of **Modern Threads (India) Ltd ("the Company")** for the quarter ended **31st December, 2022** and year to date from **1st April, 2022 to 31st December, 2022 ("the Statement")**, attached herewith, being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, as amended ("Listing Regulations").
2. 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 Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued there under 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 statement based on our review.
3. 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 financial statements are free of material misstatement. A review of interim financial information consists of making inquiries, other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under section 143(10) of the Companies Act, 2013 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. **Basis for Qualified Conclusion:**
 - i. The company has not provided for interest (Dividend) on cumulative redeemable preference shares for the quarter ended 31.12.2022 Rs.9.11 lakhs and nine months ended Rs. 27.22 lakhs (cumulative Rs. 966.57 lakhs up to 31.12.2022). Cumulative Interest (Dividend) Rs. 966.57 lakhs has not been provided for as the company is in process of settlement of remaining redeemable preference share capital. (Refer Note No. 4)
 - ii. Balances of trade payables and trade receivables are subject to confirmation and consequential adjustments, if any. (Refer Note No. 5)
5. **Qualified Conclusion**

Based on our review conducted as above, except for the effects/possible effects of the matters stated in Para 4 (including non quantification for the reasons stated therein), 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 Indian Accounting Standards ('Ind AS') prescribed under section 133 of the Companies Act, 2013 as amended, read with relevant rules issued there under 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) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.


6. The comparative standalone financial information of the company for the corresponding quarter and period ended 31st December 2021, included in these standalone financial results were reviewed by predecessor auditor and standalone financial statements of the company for the year ended 31st March 2022, were audited by predecessor auditor who expressed an modified conclusion/ opinion on those financial information/ financial statements which are continued. The predecessor auditor reported material uncertainty related to going concern due to negative net worth of the company, however, conclusion/ opinion was not modified in respect of this matter. The net worth of the company has become positive for the Nine month ended on 31st December 2022, therefore, material uncertainty related to going concern has not been reported.

Place: Bhilwara
Date: 10/02/2023

For S.S. SURANA & CO.

Chartered Accountants

Firm Registration No. 001079C


Prahalad Gupta
(Partner)

M. No.: 074458

UDIN - 23074458B67UNP6231





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CIN : L17115RJ1080PLC002075

MODERN THREADS (INDIA) LIMITED

REGD. OFFICE: UNIT MODERN WOOLLENS, PRAGATI PATH, NEAR TRANSPORT NAGAR, BHILWARA -311001 (RAJASTHAN)

CIN NO: L17115RJ1080PLC002075

Statement of Standalone unaudited Financial Results for the Quarter and Nine Months ended 31st December, 2022

(Rs. in Lakhs)

Particulars	Quarter Ended			Nine Months Ended		Previous Year Ended
	31/12/2022	30/09/2022	31/12/2021	31/12/2022	31/12/2021	31/03/2022
	Un-audited	Un-audited	Un-audited	Un-audited	Un-audited	Audited
1. Income						
(a) Revenue from Operations	8,261.68	7,760.87	5,964.36	22,961.14	15,292.09	22,263.09
(b) Other Income	132.71	20.15	32.42	203.00	103.34	206.46
Total Income	8,394.39	7,781.02	5,996.78	23,164.14	15,395.43	22,469.55
2. Expenses						
(a) Cost of Materials consumed	4,884.47	5,307.80	4,185.42	14,693.70	10,355.01	14,578.82
(b) Purchase of stock-in-trade	-	-	-	-	-	-
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(10.14)	(614.80)	(585.24)	(978.26)	(1,367.86)	(1,099.20)
(d) Employee benefits expense	851.10	811.01	658.79	2,365.29	1,799.13	2,505.24
(e) Finance costs	99.87	78.05	39.75	257.50	137.96	219.92
(f) Depreciation and amortisation expense	89.43	91.01	80.94	257.73	223.02	299.83
(g) Other expenses						
Manufacturing Expenses	1,269.56	1,273.57	1,000.76	3,730.82	2,700.80	3,850.34
Administrative and Selling Expenses	496.91	399.79	359.46	1,314.18	898.18	1,389.93
Total Expenses	7,681.20	7,346.43	5,739.88	21,640.96	14,746.24	21,744.88
3. Profit/(Loss) before exceptional items and Tax (1-2)	713.19	434.59	256.90	1,523.18	649.19	724.67
4. Exceptional Items (Refer Note 3)	-	18,874.85	-	18,874.85	-	70.00
5. Profit/(loss) before tax (3-4)	713.19	19,309.44	256.90	20,398.03	649.19	794.67
6. Tax expense	-	-	-	-	-	0.76
7. Net Profit / (Loss) after tax (5 -6)	713.19	19,309.44	256.90	20,398.03	649.19	793.91
8. Other Comprehensive Income						
(a) Items that will not be reclassified to profit or loss (net of Tax) (Refer Note 7)	6.77	6.79	8.32	20.33	24.95	27.11
(b) Items that will be reclassified to profit or loss (net of Tax)	-	-	-	-	-	-
Other Comprehensive Income for the period (8a+8b)	6.77	6.79	8.32	20.33	24.95	27.11
9. Total Comprehensive Income (7 + 8)	719.96	19,316.23	265.22	20,418.36	674.14	821.02
10. Paid-up equity share capital						
(Face Value of the Share Rs.10/-)	3,477.52	3,477.52	3,477.52	3,477.52	3,477.52	3,477.52
11. Other Equity excluding revaluation reserve						(14,570.47)
12. Earnings Per Share (Basic/Diluted) In Rs.						
(a) Basic	2.05	55.53	0.74	58.66	1.87	2.28
(b) Diluted	2.05	55.53	0.74	58.66	1.87	2.28



Marketing Office

Plant [Woollens Division
Yarn Division

: 5, Bhima Building, Sir Pochkhanwala Road, Worli, Mumbai - 400030 (Maharashtra)

: Hamirgarh Road, Pragati Path, Near Transport Nagar, Bhilwara - 311001 (Rajasthan)

: Village Raila, District - Bhilwara - 311024 (Rajasthan)



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MODERN THREADS (INDIA) LIMITED
REGD. OFFICE: UNIT MODERN WOOLLENS, PRAGATI PATH, NEAR TRANSPORT NAGAR, BHILWARA -311001 (RAJASTHAN)
CIN NO: L17115RJ1980PLC002075
Standalone Unaudited Segmentwise Revenue, Results, Assets and Liabilities for the Quarter and Nine Months ended 31st December, 2022

Particulars	Quarter Ended			Nine Months Ended		Previous Year Ended
	31/12/2022	30/09/2022	31/12/2021	31/12/2022	31/12/2021	31/03/2022
	Un-audited	Un-audited	Un-audited	Un-audited	Un-audited	Audited
1. Segment Revenue						
(a) Woollen	5568.83	4801.10	3408.19	15032.79	9066.22	13418.78
(b) Synthetic Yarn	2693.05	2959.77	2558.17	7928.35	6225.87	8844.31
(c) Others *	-	-	-	-	-	-
Total	8261.88	7760.87	5966.36	22961.14	15292.09	22263.09
Less: Inter Segment Sales	-	-	-	-	-	-
Net sales/Revenue from Operations	8261.88	7760.87	5966.36	22961.14	15292.09	22263.09
2. Segment Results						
Profit / (Loss) before tax, Finance Costs & Exceptional item						
(a) Woollen	920.94	487.19	211.87	1827.04	750.25	927.85
(b) Synthetic Yarn	(98.80)	25.45	84.88	(37.08)	36.90	28.02
(c) Others *	(9.28)	-	-	(9.28)	-	(9.28)
Total	813.06	512.64	296.65	1780.68	787.15	944.59
Less: i) Finance Costs	99.87	78.05	39.75	257.50	137.96	219.92
Less: ii) Other Unallocable exp net off unallocable income	-	-	-	-	-	-
Profit/(Loss) before tax and exceptional item	713.19	434.59	256.90	1,523.18	649.19	724.67
Add: iii) Exceptional items	-	18,874.85	-	18,874.85	-	70.00
Total Profit/(Loss) Before Tax	713.19	19309.44	256.90	20398.03	649.19	794.67
3. Segment Assets						
(a) Woollen	11934.89	12210.04	10180.35	11934.89	10180.35	9597.37
(b) Synthetic Yarn	3446.05	3470.84	3106.96	3446.05	3106.96	3082.68
(c) Others *	1150.86	1150.86	1150.86	1150.86	1150.86	1150.86
Total	16531.80	16831.74	14438.17	16531.80	14438.17	13830.91
4. Segment Liabilities						
(a) Woollen	4777.74	5842.12	4276.62	4777.74	4276.62	3651.02
(b) Synthetic Yarn	2428.65	2384.17	12551.15	2428.65	12551.15	12413.33
(c) Others *	-	-	8,850.23	-	8850.23	8859.51
Total	7206.39	8226.29	25678.00	7206.39	25678.00	24923.86
<p>*PTA project Shelved</p> <p>For and on behalf of the Board of Directors Modern Threads (India) Limited</p> <p><i>(Signature)</i> (Ram Awatar Kabra) Executive Director DIN:00945603</p> <p>Place : Bhilwara Date : 10/02/2023</p>						



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Notes:-

- 1 The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 10/02/2023
- 2 These financial results have been prepared in accordance with the recognition and measurement principles of applicable Indian Accounting Standards ("Ind AS") notified under the companies (Indian Accounting Standards) Rules, 2015 (as amended) prescribed under section 133 of the Companies Act, 2013, except stated otherwise.
- 3 **Exceptional Items**
Non current secured borrowings (Debentures, term loan and accrued interest) of Rs. 20729.85 lakhs was settled at Rs. 1855 Lakhs, out of it, Rs. 1780 Lakhs has already been paid up to 31.03.2022 and balance Rs. 75 lakhs has been paid during the quarter ended 30.9.2022. As the company has complied with terms of settlement and accordingly, balance liabilities of Rs. 18874.85 has been written back and credited to Statement of Profit and Loss as an Exceptional Items due to which net worth of the company has become positive.
- 4 The company has not provided for interest (Dividend) on cumulative redeemable preference shares for the quarter ended 31-12-2022 Rs. 9.11 lakhs and nine months ended Rs. 27.22 lakhs (cumulative Rs. 966.57 Lakhs up to 31-12-2022). Cumulative Interest (Dividend) Rs. 966.57 lakhs has not been provided for as the company is in process of settlement of remaining redeemable preference share capital.
- 5 Balances of trade payables and trade receivable are subject to confirmation and consequential adjustments, if any.
- 6 Share Application Money Rs. 1450 Lakhs has been raised pursuant to restructuring.