

Date: 31/01/2018

**To,
The Listing Department,
Bombay Stock Exchange
Limited.,
P J Towers, Dalal Street,
Mumbai-400001.**

Code No.BSE: 526638

Dear Sirs,

**Sub: Outcome of the Board Meeting for approval of Unaudited
Financial Results for Quarter ended on 31st December, 2017.**

The meeting of the Board of Directors of Texel Industries Limited (The Company) was held on 31st January, 2018, at at G.P. Kapadia & Co. Chartered Accountants, 61-A, Mittal Tower, Nariman Point, Mumbai-400021, at 02.00 P.M and concluded at 3:05 PM. The Board of Directors has considered, approved and taken on record the following:

1. Un-audited financial results pursuant to Regulation 33 of SEBI (LODR) Regulations 2015 for the quarter ended on 31st December, 2017
2. Approved other routine business.

Kindly take the above information on your record.

Thanking You.

Yours Faithfully,
For, TEXEL INDUSTRIES LIMITED



Managing Director.

TEXEL INDUSTRIES LIMITED

STATEMENT OF UNAUDITED FINANCIAL RESULTS(STANDALONE) FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER 2017

(Rs in Lakhs)

| Sl. NO. | Particulars | Quarter Ended | | | Nine Months Ended | |
|---------|--|---------------------------|---------------------------|---------------------------|---------------------------|---------------------------|
| | | 31.12.2017 (Unaudited) | 30.09.2017 (Unaudited) | 31.12.2016 (Unaudited) | 31.12.2017 (Unaudited) | 31.12.2016 (Unaudited) |
| I | Revenue From Operations ⁵ | 1,791.23 | 2,338.87 | 1,196.78 | 6,731.66 | 4,729.41 |
| II | Other Income | - | 5.80 | 2.28 | 7.69 | 7.88 |
| III | Total Income (I+II) | 1,791.23 | 2,344.67 | 1,199.06 | 6,739.35 | 4,737.29 |
| IV | EXPENSES | | | | | |
| | Cost of materials consumed | 1,131.47 | 1,590.47 | 913.89 | 3,798.31 | 3,425.07 |
| | Purchases of Stock-in-Trade | 457.93 | 455.48 | 116.63 | 1,557.01 | 289.78 |
| | Changes in inventories of finished goods, Stock-in -Trade and work-in-progress | -282.78 | -289.58 | -331.42 | -460.39 | -692.67 |
| | Excise duty on sale of goods ⁵ | - | - | 132.96 | 286.77 | 524.52 |
| | Employee benefits expense | 66.51 | 59.00 | 75.58 | 175.12 | 213.45 |
| | Finance costs | 33.03 | 2.33 | 52.76 | 47.20 | 138.06 |
| | Depreciation and amortization expense | 12.11 | 13.19 | 13.95 | 36.43 | 37.85 |
| | Other expenses | 274.10 | 422.23 | 178.09 | 1,005.38 | 661.74 |
| | Total expenses (IV) | 1,692.38 | 2,253.13 | 1,152.45 | 6,445.84 | 4,597.80 |
| V | Profit/(loss) before exceptional items and tax (III- IV) | 98.84 | 91.55 | 46.61 | 293.52 | 139.49 |
| VI | Exceptional Items | - | - | -0.04 | - | -0.57 |
| VII | Profit/(loss) before tax (V-VI) | 98.84 | 91.55 | 46.57 | 293.52 | 138.92 |
| VIII | Income Tax expense: | | | | | |
| | (1) Current tax | 23.78 | 38.30 | 25.42 | 87.08 | 44.42 |
| | (2) Deferred tax | 4.74 | -34.53 | - | -12.93 | - |
| IX | Profit (Loss) for the period from continuing operations (VII-VIII) | 70.33 | 87.77 | 21.15 | 219.36 | 94.50 |
| X | Profit/(loss) from discontinued operations | - | - | - | - | - |
| XI | Tax expense of discontinued operations | - | - | - | - | - |
| XII | Profit/(loss) from Discontinued operations (after tax) (X-XI) | - | - | - | - | - |
| XIII | Profit/(loss) for the period (IX+XII) | 70.33 | 87.77 | 21.15 | 219.36 | 94.50 |
| XIV | Other Comprehensive Income/expense | | | | | |
| | A (i) Items that will not be reclassified to profit or loss | - | - | 0.49 | - | 1.47 |
| | (ii) Income tax relating to items that will not be reclassified to profit or loss | - | - | 0.17 | - | 0.51 |
| | 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 | - | - | - | - | - |
| XV | Total Comprehensive Income for the period (XIII+XIV) (Comprising Profit (Loss) and Other Comprehensive Income for the period) | 70.33 | 87.77 | 20.49 | 219.36 | 92.53 |
| | Paid up equity share capital (Face value of Rs. 10 each) | 522.29 | 522.29 | 522.29 | 522.29 | 522.29 |
| | Earnings per equity share (for continuing operation): | | | | | |
| | (1) Basic (in Rupees) | 1.35 | 1.68 | 0.39 | 4.20 | 1.77 |
| | (2) Diluted (in Rupees) | 1.35 | 1.68 | 0.39 | 4.20 | 1.77 |
| | Earnings per equity share(for discontinued & continuing operations) | | | | | |
| | (1) Basic (in Rupees) | 1.35 | 1.68 | 0.39 | 4.20 | 1.77 |
| | (2) Diluted (in Rupees) | 1.35 | 1.68 | 0.39 | 4.20 | 1.77 |

Notes:

1. As the Company's business activities fall within a single primary business segment viz. "Tarpaulin and Geomembrane", the disclosure requirements of Ind AS 108 "Operating segment" prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder, are not applicable.

2. The Company has adopted Indian Accounting Standard ("Ind AS") from April 1, 2017 (transition date being April 1, 2016) and accordingly these financial results have been prepared in accordance with the recognition and measurement principles laid down in the Ind AS 34 Interim Financial Reporting prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and the other accounting principles generally accepted in India. Financial results for all the periods presented have been prepared in accordance with the recognition and measurement principles of Ind AS 34.

The Ind AS Compliant financial results for corresponding previous year quarter and nine months ended 31st Dec, 2016 has not been audited or reviewed by Statutory Auditors and has been presented based on the information compiled by the management after exercising due diligence and making necessary Ind AS adjustments to ensure a true and fair view of the results. In accordance with Ind AS and as per exemption given in para 2.6.1 (iv) to read with para 2.7 of the SEBI circular no CIR/CFD/FAC/62/2016 dated 05.07.2016.

The Ind AS Compliant financial results for the previous year ended on 31st March 2017 have not been provided as per exemption given in para 2.6.1 (iii) to read with para 2.7 of the SEBI circular no CIR/CFD/FAC/62/2016 dated 05.07.2016.

3. Reconciliation of the financial results to those reported under previous Generally Accepted Accounting Principles (GAAP) are summarised as follows:

| Particulars | (Rs in Lakhs) | |
|--|---------------------------------------|---|
| | Quarter ended on 31st Dec. 2016 | Nine months ended on 31st Dec. 2016 |
| Profit after tax as reported under previous GAAP | 21.15 | 94.50 |
| Remeasurement of actuarial (gain)/loss arising in respect of defined benefit plan to "Other Comprehensive Income". | 0.49 | 1.47 |
| Tax adjustment | 0.17 | 0.51 |
| Profit after tax as reported under Ind AS | 20.49 | 92.53 |
| Other comprehensive income/(expense) (net of tax) | 0.00 | 0.00 |
| Total comprehensive income as reported under Ind AS | 20.49 | 92.53 |

4. The above results have been reviewed and recommended by the Audit Committee and approved by the Board of Directors in their meetings held on 31st January, 2018. The Statutory Auditors have carried out Limited Review of the financial results for the quarter and nine months ended 31st Dec. 2017.

5. In accordance with the requirements of Ind AS 18, Revenue for the quarter ended December 31, 2017 is net of Goods and Services Tax (GST). Revenue for earlier periods, however, is inclusive of excise duty. The figures of revenue for the period upto 30 June 2017 as not strictly relatable to those thereafter. The following additional information is being provided to make is comparable:

| Particulars | (Rs in Lakhs) | | | |
|--|---------------------------------|---------------------------------|--|--|
| | Quarter ended 31st Dec. 2017 | Quarter ended 31st Dec. 2016 | Nine months ended 31st Dec. 2017 | Nine months ended 31st Dec. 2016 |
| Sales (a) | 1,791.23 | 1,196.78 | 6,731.66 | 4,729.41 |
| Excise duty on Sales (b) | 0.00 | 132.96 | 286.77 | 524.52 |
| Net of excise duty Sales (c) = (a) - (b) | 1,791.23 | 1,063.82 | 6,444.88 | 4,204.89 |

6. During the quarter ended on 31st December, 2017, the company has partially redeemed its redeemable Preference Shares (1,00,000 Preference Shares of Rs. 10 each).

7. Previous period's figures have been regrouped/rearranged wherever necessary to conform to the current period's classification.

Place: Mumbai
Date: 31/01/2018

For, Texel Industries Limited



Shailesh R. Mehta
Managing Director



Sunil Poddar & Co.

Chartered Accountants

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Auditor's Report On 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

To,

The Board of Directors of Texel Industries Limited,

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of Texel Industries Limited ("the Company"), for the quarter and half year ended December 31, 2017 and Standalone Unaudited Statement of Assets and Liabilities as at December 31, 2017 ("the Statement"), 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. We have not performed a review or audit, as stated in Note 02, of the figures relating to the corresponding quarter and half year ended December 31, 2016 including the reconciliation of net profit for the quarter and half year ended December 31, 2016 between the previous GAAP and Indian Accounting Standards ('IND AS'), as reported in this statement.

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 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.

2. 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. 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 provide less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
3. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Indian 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) Regulations, 2015, as modified by circular No. CINC/FD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Date: 31/01/2018
Place: Ahmedabad

For, SUNIL PODDAR & CO,
Chartered Accountants,
FRN 110603W



Sunil Poddar

CA Sunil Poddar
(Partner)
M. No. 041209