



S.P.APPARELS LTD.

Regd. Office : 39-A, Extension Street, Kaikattipudur, AVINASHI - 641 654, Tamil Nadu, India.
Phone : +91-4296-714000 E-mail : spindia@s-p-apparels.com
Web : www.s-p-apparels.com CIN No.: L18101TZ2005PLC012295



13th August 2021

The Listing Department
Bombay Stock Exchange Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai – 400 001.

The Listing Department
National Stock Exchange of India Limited
'Exchange Plaza',
Bandra-Kurla Complex, Bandra (East),
Mumbai – 400 051.

Scrip Code: 540048

Symbol: SPAL

Dear Sirs,

Sub: Revision in Key highlights Q 1 FY 2021-2022

Ref: Our Notice dated 07.08.2021.

Further to our outcome filed under Acknowledgement No. 3088807 dated 13.08.2021 in BSE & Acknowledgement No 2021/Aug/6295/6312 dated 13.08.2021 in NSE. The Key highlights of the Q 1 FY 2021-2022 is revised due to typo error. The Stakeholders are advised to take note of the corrected key highlights.

Kindly take the above on your record.

Thanking you,

For S.P.Apparels Limited,

K. Vinodhini
Company Secretary and Compliance Officer

Encl: Annexure A & **Revised Key Highlights** and Financial Result



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National Stock Exchange of India Limited
'Exchange Plaza',
Bandra-Kurla Complex, Bandra (East),
Mumbai – 400 051.

Scrip Code: 540048

Symbol: SPAL

Dear Sirs,

Sub: Outcome of the Board Meeting

Ref: Our Notice dated 07.08.2021.

Further to our Notice under reference, we wish to inform you that the Board of Directors of the Company at their Meeting held on 13th August, 2021, inter-alia, considered and approved the following items:

- 1. Financial Results:** Approved the unaudited financial results of the Company for the quarter ended 30th June, 2021, both Standalone & Consolidated along with Limited Review Report.
- 2. Adjournment of Approval of AGM Notice:** Consequent upon the proposal of formation of Wholly Owned Subsidiary, the issuance of AGM notice will be approved in the subsequent Board meeting upon prior intimation to the Stock exchanges.
- 3. Proposed formation of a Wholly Owned` Subsidiary Company:** We would like to inform that the Board of Directors at their meeting held today, have approved incorporation of a wholly owned subsidiary of the company in the name and style of "S.P RETAIL VENTURES PRIVATE LIMITED".

The details required under regulation 30 of SEBI (LODR) Regulations, 2015 read with SEBI Circular No. CIR/CFD/CMD/4/2015 dated September 9, 2015 are enclosed as Annexure A

The Board Meeting Commenced at 12.30 P.M and Concluded at 3.00 P.M.



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Kindly take the above on your record.

Thanking you,

For S.P.Apparels Limited,

K. Vinodhini
Company Secretary and Compliance Officer

Encl: Annexure A & Financial Result

Annexure – A

Disclosure under Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements)
Regulations, 2015

S. No.	Details required to be disclosed	Particulars
1	Name of the target entity, details in brief such as size, turnover etc.	S.P RETAIL VENTURES PRIVATE LIMITED is proposed to incorporated under the Companies Act, 2013 as a wholly owned subsidiary company of M/s.S.P Apparels Limited. Proposed Authorised Capital: Rs.15,00,000/- consisting of 1,50,000 Equity Shares of Rs.10/- each Turnover: Not Applicable
2	Whether the acquisition would fall within related party transaction(s) and whether the promoter/ promoter group/ group companies have any interest in the entity being acquired? If yes, nature of interest and details thereof and whether the same is done at "arms' length"	Incorporation of a wholly owned subsidiary Company does not fall within related party transaction(s). However, the wholly owned subsidiary is a related party of the Company. Save and except what is mentioned above, the promoter/ promoter group/ group companies are not interested in the transaction.
3	Industry to which the entity being acquired belongs	Textile Industry
4	Objects and effects of acquisition (including but not limited to, disclosure of reasons for acquisition of target entity, if its business is outside the main line of business of the listed entity)	Objects of the Company: To carry on the business of manufacturers, importers, exporters, buyers, sellers, dealers and as agents, stockists, distributors and suppliers of all kinds of readymade garments. clothing, textiles, cotton, silk etc., Reasons for acquisition of target entity: Incorporation of a wholly owned subsidiary is to enable it to carry on the business of Retail related activities.



5	Brief details of any governmental or regulatory approvals required for the acquisition	Not Applicable,
6	Indicative time period for completion of the acquisition	Not Applicable.
7	Nature of consideration – whether cash consideration or share swap and details of the same	M/s. S P Apparels Limited and nominees have proposed to subscribe to 100% of the equity shares of S.P Retail Ventures Private Limited (“wholly owned subsidiary”) by way of cash consideration.
8	Cost of acquisition or the price at which the shares are acquired	Not Applicable.
9	Percentage of shareholding/ control acquired and/ or number of shares acquired	100% of equity shares is held by M/s. S.P Apparels Limited
10	Brief background about the entity acquired in terms of products/line of business acquired, date of incorporation, history of last 3 years turnover, country in which the acquired entity has presence and any other significant information (in brief)	M/s. S.P Retail Ventures Private Limited Company has proposed to be incorporated under the Companies Act, 2013. Products: To carry on the business of manufacturers, importers, exporters, buyers, sellers, dealers and as agents, stockists, distributors and suppliers of all kinds of readymade garments. clothing, textiles, cotton, silk etc., Date of incorporation: Since the Company is yet to be incorporated History of Last 3 years turnover: Not Applicable Country: India



S.P.APPARELS LIMITED

KEY FINANCIAL HIGHLIGHTS of Q1 FY 2021-22

PERFORMANCE ON A CONSOLIDATED BASIS

CONSOLIDATION BASIS :

- Revenue for the quarter is Rs.1334.25 millions as against Rs.616.28 millions on a YoY basis which is growth of 116.50 %
- Profit after Tax for the quarter Rs. 115.60 millions as against Rs.(58.22) millions loss on a YoY basis which is significant growth.
- Earnings per share for the quarter Rs. 4.50 as against Rs. (2.27)
- The Revenue for the Quarter is Rs. 1334.25 Millions as against Revenue of Rs.1920.52 millions on QoQ basis.
- Profit after Tax for the quarter is Rs. 115.60 millions as against Profit Rs. 105.57 millions on a QoQ basis which is at a growth of 9.50%.

STANDALONE BASIS :

- Revenue for the quarter is Rs.1217.61 millions as against Rs.526.19 millions on a YoY basis which is growth of 131.40 %
- Profit after Tax for the quarter Rs. 112.19 millions as against Rs.(59.19) millions loss on a YoY basis which is significant growth.

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DIVISION PERFORMANCE

- Garment division revenue stood @ Rs.117.06 Crs with an EBITDA @ 26% for this Quarter.
- Retail division revenue stood @ Rs.4.54 Crs with an EBITDA loss of Rs. 2.41 Crs.



Limited Review report on unaudited quarterly standalone financial results of SP Apparels Limited under Regulations 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2005

To

The Board of Directors of SP Apparels Limited

1. We have reviewed the accompanying Statement of Unaudited Financial Results of **SP Apparels Limited** ("the Company") for the quarter ended June 30, 2021 ("the Statement"). The Statement has been prepared by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, which has been initialed by us for identification purposes only.
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 Indian Accounting Standard 34 "Interim Financial Reporting" (Ind AS - 34), as prescribed under Section 133 of Companies Act, 2013 and other accounting principles generally accepted in India. Our responsibility is to issue a report 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 Statement is 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 the Standards on Auditing and consequently does not enable us to obtain reasonable assurance that we would become aware of all significant matters that might have been identified in an audit. Accordingly, we do not express an audit opinion.
4. Attention is drawn to the fact that the figures for the 3 months ended March 31, 2021 as reported in these financial results are the balancing figure between audited figures in respect of full previous financial year and the published year to date figures upto the third quarter of the previous financial year. The figures upto the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.



5. 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 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 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.

For **ASA & Associates LLP**

Chartered Accountants

ICAI Firm Registration No. 009571N/N500006



DK Giridharan

Partner

Membership No.: 028738

UDIN: 21028738AAACLT342



Place: Avinashi

Date: August 13, 2021

Statement of Unaudited Financial Results for the quarter ended June 30, 2021		Quarter ended June 30, 2021	Quarter ended March 31, 2021	Quarter ended June 30, 2020	For the year ended March 31, 2021
Particulars	S.No	[Unaudited] Rs in Millions	[Audited] Rs in Millions	[Unaudited] Rs in Millions	[Audited] Rs in Millions
Income					
Revenue from operations	1	1,214.62	1,696.81	523.31	5,755.16
Other income	2	2.99	5.91	2.88	11.72
Total Income (3 = 1+2)		1,217.61	1,702.72	526.19	5,766.88
Expenses					
Cost of materials and services consumed	4	471.64	514.85	220.07	1,782.68
Purchases of Stock-in-Trade - Traded goods	5	52.37	71.09	13.64	240.19
Changes in inventories of finished goods, stock-in-trade and work-in-progress - (Increase)/Decrease	6	(201.32)	82.90	(113.28)	(26.97)
Employee benefits expense	7	322.69	668.84	120.43	1,995.90
Finance costs	8	320.56	445.94	173.60	1,479.67
Depreciation and amortisation expense	9	88.48	80.17	43.82	137.60
Other expenses	10	290.39	341.86	85.47	340.05
Total Expenses (11 = 4 to 10)		1,052.87	1,559.90	566.38	1,274.70
Profit/ (Loss) before exceptional items and tax (12 = 3 less 11)		164.74	142.82	(59.19)	538.96
Exceptional items	13	-	-	-	-
Net Profit/(Loss) for the period before tax (14 = 12 less 13)		164.74	142.82	(59.19)	538.96
Tax expense:					
(a) Current tax expense		41.46	61.05	-	160.75
(b) Short / (Excess) provision for tax relating to prior years		-	-	-	4.59
(c) Deferred Tax		11.09	(16.44)	-	(13.22)
Tax expense (15 = a+b+c)		52.55	44.61	-	152.12
Net Profit/(Loss) for the period after tax (16 = 14 less 15)		112.19	98.21	(59.19)	386.84
Other Comprehensive Income for the period					
A (i) Items that will not be reclassified to Profit or Loss		-	(11.51)	(103.18)	(23.01)
Actuarial gain/(loss) on defined benefit plans		-	-	-	(100.28)
(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					
The effective portion of gain/(loss) on hedging instruments in a cash flow hedge		(1.88)	24.19	33.76	50.46
Translation difference		0.47	(6.09)	-	(12.70)
(ii) Income tax relating to items that will be reclassified to Profit or Loss		(1.41)	(96.59)	33.76	(85.53)
Total Other Comprehensive Income (net of taxes) (17)		110.78	1.62	(25.43)	301.31
Total Comprehensive Income/(loss) for the period after tax (18 = 16 plus 17)		25,69,26,000	25,69,26,000	25,69,26,000	25,69,26,000
Paid-up equity share capital (face value Rs. 10/-) [Amount]					
Earning Per Share (Rs.) - Basic and Diluted (Net Profit/(loss) for the period after tax/Weighted average number of equity shares)		4.37	3.82	(2.30)	15.06



See accompanying notes to the Financial Results

Notes:

1. The above unaudited standalone financial results for the quarter ended June 30, 2021 have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on August 13, 2021.
2. This statement has been prepared in accordance with the recognition principle laid down in Indian Accounting Standards 34 "Interim Financial Reporting" (IND AS 34), prescribed under section 133 of the Companies Act, 2013 and other recognised accounting practices and policies.
3. The company operates in one segment (i.e.,) Textile business, which in the context of Indian Accounting standard (IND AS)108 - operating segment, is considered as the only reportable operating segment of the company.
4. The results for the quarter ended March 31, 2021 is the balancing figures between standalone audited figures of the twelve months ended March 31, 2021 and the published unaudited results of nine months ended December 31, 2020 of the previous financial year, which were subjected to limited review.
5. As per interim directions given by Supreme court in relation to WRIT PETITION (C) DIARY No. 10983 OF 2020 dated June 12, 2020, Company has negotiated & entered into settlement with the employees for non-payment of salary during factory lockdown period from April 01, 2020 to May 11, 2020. The Company have communicated their steps to the employees and there have been no denial from employees.
6. Due to the second wave of spreading of COVID -19 across India, the State Government of Tamil Nadu announced a lockdown in the months of April 2021 till June 2021, [the Company suspended operation across various locations during complete lockdown days], which was extended with various restrictions to contain the spread of the virus. The Company has adopted measures to curb the spread of infection in order to protect the health of its employees and ensure business continuity with minimal disruption. In view of the pandemic, the Company has considered internal and external information and has performed an analysis based on current estimates while assessing the recoverability of assets including trade receivables, inventory and other current / non-current assets (net of provisions established) for any possible impact on the standalone financial results. The Company has also assessed the impact of this whole situation on its capital and financial resources, profitability, liquidity position, internal financial controls etc., and is of the view that based on its present assessment, the carrying amount of the assets will be recovered and no material adjustments is required in the preparation of standalone financial results. The Management believes that the Company will not have any challenge in meeting its financial obligations for the financial year 2021-22. In this regard, the Company will continue to closely monitor any material changes to future economic conditions.
7. The Code on Social Security 2020 has been notified in the Official Gazette on September 28, 2020, which could impact the contributions by the company towards Provident Fund, Gratuity and other social security. The effective date from which the 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 period of notification of the relevant provisions.
8. Pursuant to the approval granted by the Union Cabinet on July 14, 2021 for continuation of Rebate of State and Central Taxes and Levies (RoSCTL) with the same rates as notified by Ministry of Textiles vide notification dated March 8, 2019 on exports of Apparel /Garments and Made ups, the Company has recognised the benefit of RoSCTL during the quarter ended June 30, 2021 for the period from January to June 2021.
9. Previous period figures have been regrouped / reclassified, wherever necessary, to confirm to the current period classification / presentation.

For S.P.Apparels Limited


P. Sundararajan
Managing Director
DIN : 00003380

Place : Avinashi

Date : August 13, 2021



V. Balaji
Chief Financial Officer

Place : Avinashi

Date : August 13, 2021



Limited Review report on unaudited quarterly consolidated financial results of SP Apparels Limited under Regulations 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2005

To the Board of Directors of
S. P. Apparels Limited

1. We have reviewed the accompanying Statement of Unaudited Financial Results (Consolidated) of S. P. Apparels Limited ('the Holding Company') and its subsidiaries (the Holding company and its subsidiaries together referred to as 'the Group') for the quarter end June 30, 2021, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('the Listing Regulations 2015'), which has been initialed by us for identification purposes.

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 Indian Accounting Standard 34 "Interim Financial Reporting" (Ind AS - 34), as prescribed under Section 133 of Companies Act, 2013 and other accounting principles generally accepted in India. Our responsibility is to issue a report 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. 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.

4. A review is substantially less in scope than an audit conducted in accordance with the Standards on Auditing and consequently does not enable us to obtain reasonable assurance that we would become aware of all significant matters that might have been identified in an audit. Accordingly, we do not express an audit opinion.

5. The Statement includes the results of the following entities:

- a. S P Apparels Limited (Holding Company)
- b. Crocodile Products Private Limited (Holds 70%)
- c. S P Apparels (UK) (P) Limited (Wholly owned subsidiary).

6. Attention is drawn to the fact that the figures for the 3 months ended March 31, 2021 as reported in these financial results are the balancing figure between audited figures in respect of full previous financial year and the published year to date figures upto the third quarter of the previous financial year. The figures upto the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.



7. The consolidated financial results includes the interim financial results of two subsidiaries reflecting total revenue of Rs 116.64 million for the quarter ended June 30, 2021 and Total Comprehensive Income of Rs (0.91) million for the quarter ended June 30, 2021 as considered in the consolidated financial results. These financial information/financial results have not been reviewed by their auditors, we have been provided with the financial information by the management and our conclusion on the statements, in so far as it relates to the amounts and disclosures included in respect of those subsidiaries, is based solely on the data provided by management and the we have not carried out any other procedures.

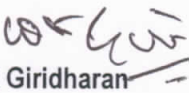
8. Based on our review conducted as stated above and except for the possible effects of the matter described in paragraph 7 above, nothing has come to our attention that causes us to believe that the accompanying Statement has not been prepared in all material respects in accordance with Ind AS and other recognized accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For ASA & Associates LLP

Chartered Accountants

Firm Registration No: 009571N/N500006

UDIN: 21028738 8 AIAA CM 8654.


D K Giridharan

Partner

Membership No: 028738



Place: Avinashi

Date: August 13, 2021

S.P. Apparels Limited

CIN: L18101T2008PLCO12295

Regd. Office: 39 – A, Extension Street, Kalkattipudur, Avinashi – 641 654, Tirupur, Tamilnadu
Tel : +91-4296-714000, Fax : +91-4296-714280, 714281 E-mail: cs@spapparels.com, Website: www.spapparels.com

Unaudited Consolidated Financial Results for the quarter ended June 30, 2021

(Prepared in Compliance with Indian Accounting Standards - IND AS)

Statement of Unaudited Consolidated Financial Results for the quarter ended June 30, 2021		(Rupees in millions except EPS and unless otherwise stated)			
Particulars	S.No	Quarter ended June 30, 2021 [Unaudited] Rs In Millions	Quarter ended March 31, 2021 [Audited] Rs In Millions	Quarter ended June 30, 2020 [Unaudited] Rs In Millions	For the year ended March 31, 2021 [Audited] Rs In Millions
Revenue from operations	1	1,330.78	1,916.23	612.46	6,523.14
Other income	2	3.47	4.29	3.82	13.76
Total Income (3 = 1+2)		1,334.25	1,920.52	616.28	6,536.90
Expenses					
Cost of materials and services consumed	4	471.64	514.85	220.07	1,782.68
Purchases of Stock-in-Trade - Traded goods	5	160.56	269.72	98.70	940.20
Changes in inventories of finished goods, stock-in-trade and work-in-progress - (Increase)/Decrease	6	(201.32)	82.92	(111.51)	(25.15)
Employee benefits expense	7	430.88	867.49	207.26	2,697.73
Finance costs	8	324.09	450.72	174.70	1,491.65
Depreciation and amortisation expense	9	31.95	23.53	47.86	142.75
Other expenses	10	294.95	75.66	81.23	323.05
Total Expenses (11 = 4 to 10)		1,166.10	1,768.64	674.50	5,946.48
Profit/ (Loss) before exceptional items and tax (12 = 3 less 11)		168.15	151.88	(58.22)	591.42
Exceptional items	13	-	-	-	-
Net Profit/(Loss) for the period before tax (14 = 12 less 13)		168.15	151.88	(58.22)	591.42
Tax expense:					
(a) Current tax expense		41.46	61.91	-	167.49
(b) Short / (Excess) provision for tax relating to prior years		-	-	-	4.59
(c) Deferred Tax		11.09	(15.60)	-	(12.38)
Tax expense (15 = a+b+c)		52.55	46.31	-	159.70
Profit for the year from continuing operations		115.60	105.57	(58.22)	431.72
Net Profit/(Loss) for the period after tax (16 = 14 less 15)		115.60	105.57	(58.22)	431.72
Other Comprehensive Income for the period					
A (i) Items that will not be reclassified to Profit or Loss		-	(11.51)	-	(23.01)
Actuarial gain/(loss) on defined benefit plans		-	(103.18)	-	(100.28)
(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					
The effective portion of gain/(loss) on hedging instruments in a cash flow hedge		(1.88)	24.19	33.76	50.46
Translation difference		0.47	(6.09)	-	(12.70)
(ii) Income tax relating to items that will be reclassified to Profit or Loss		(1.41)	(96.59)	33.76	(85.53)
Total Other Comprehensive Income (net of taxes) (17)		0.03	0.24	-	0.34
Minority Interest (18)		114.22	9.22	(24.46)	346.53
Total Comprehensive Income for the period after tax (19 = 16 plus 17 plus 18)		25.69,26,000	25,69,26,000	25,69,26,000	25,69,26,000
Paid-up equity share capital (face value Rs. 10/-) [Amount]		4.50	4.11	(2.27)	16.80
Earning Per Share (Rs.) - Basic and Diluted [Net Profit/(loss) for the period after tax/Weighted average number of equity shares]					



See accompanying notes to the Financial Results

Notes:

1. The above unaudited consolidated financial results for the quarter end June 30, 2021 have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on August 13, 2021.
2. This statement has been prepared in accordance with the recognition principle laid down in Indian Accounting Standards 34 "Interim Financial Reporting" [IND AS 34], prescribed under section 133 of the Companies Act, 2013 and other recognised accounting practices and policies.
3. The company operates in one segment (i.e.,) Textile business, which in the context of Indian Accounting standard (IND AS)108 - operating segment, is considered as the only reportable operating segment of the company.
4. The results for the quarter ended March 31, 2021 is the balancing figures between consolidated audited figures of the twelve months ended March 31, 2021 and the published unaudited results of nine months ended December 31, 2020 of the previous financial year, which were subjected to limited review.
5. As per interim directions given by Supreme court in relation to WRIT PETITION (C) DIARY No. 10983 OF 2020 dated June 12, 2020, Company has negotiated & entered into settlement with the employees for non-payment of salary during factory lockdown period from April 01, 2020 to May 11, 2020. The Company have communicated their steps to the employees and there have been no denial from employees
6. Due to the second wave of spreading of COVID -19 across India, the State Government of Tamil Nadu announced a lockdown in the months of April 2021 till June 2021. [the Company suspended operation across various locations during complete lockdown days], which was extended with various restrictions to contain the spread of the virus. The Company has adopted measures to curb the spread of infection in order to protect the health of its employees and ensure business continuity with minimal disruption. In view of the pandemic, the Company has considered internal and external information and has performed an analysis based on current estimates while assessing the recoverability of assets including trade receivables, inventory and other current / non-current assets (net of provisions established) for any possible impact on the consolidated financial results. The Company has also assessed the impact of this whole situation on its capital and financial resources, profitability, liquidity position, internal financial controls etc., and is of the view that based on its present assessment, the carrying amount of the assets will be recovered and no material adjustments is required in the preparation of consolidated financial results. The Management believes that the Company will not have any challenge in meeting its financial obligations for the financial year 2021-22. In this regard, the Company will continue to closely monitor any material changes to future economic conditions.
7. The Code on Social Security 2020 has been notified in the Official Gazette on September 29, 2020, which could impact the contributions by the company towards Provident Fund, Gratuity and other social security. The effective date from which the 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 period of notification of the relevant provisions.
8. The consolidated financial results includes the interim financial results of two subsidiaries which have been consolidated based on management accounts, whose interim financial results reflect total revenue of Rs. 116.64 million for the quarter ended June 30, 2021 and Total Comprehensive Income of Rs (0.91) million for the quarter ended June 30, 2021 as considered in the consolidated financial results.
9. Pursuant to the approval granted by the Union Cabinet on July 14, 2021 for continuation of Rebate of State and Central Taxes and Levies (RoSCTL) with the same rates as notified by Ministry of Textiles vide notification dated March 8, 2019 on exports of Apparel /Garments and Made ups, the Group has recognised the benefit of RoSCTL during the quarter ended June 30, 2021 for the period from January to June 2021.
10. Previous period figures have been regrouped / reclassified, wherever necessary, to confirm to the current period classification / presentation.

Place : Avinashi
Date : August 13, 2021

For S.P.Apparels Limited

P.Sundararajan
Managing Director
DIN : 00003380

Place : Avinashi
Date : August 13, 2021

V.Baleji
Chief Financial Officer

