

**DENIM DEVELOPERS LIMITED**

CIN: L36101WB1969PLC115504

Registered Office:- 11A, Esplanade East, 3rd Floor, Kolkata - 700 069, West Bengal

Email : info@denim.org.in Tel: 033-22346715

**Statement of Unaudited Consolidated Financial Results for the Quarter ended December 31, 2019**

(Rs. In Lakhs)

Sr. No.	Particulars	Quarter Ended			Nine months ended		Year Ended
		31-Dec-2019	30-Sep-2019	31-Dec-2018	31-Dec-2019	31-Dec-2018	31-Mar-2019
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income from operations						
	(a) Net sales/Income from operations	187.20	-	-	1,074.74	-	-
	(b) Other operating income	-	-	-	-	-	-
	(c) Other income	23.66	27.77	18.17	80.91	49.09	358.62
	<b>Total Income from operations</b>	<b>210.85</b>	<b>27.77</b>	<b>18.17</b>	<b>1,155.64</b>	<b>49.09</b>	<b>358.62</b>
2	<b>Expenses</b>						
	(a) Purchases & Related Expenses	152.33	-	-	947.17	-	2,565.41
	(b) Change in Inventories	4.36	-	-	4.36	-	(2,565.41)
	(c) Employee benefits expense	5.91	1.80	2.93	15.42	7.38	9.30
	(d) Finance Costs	-	-	37.50	0.72	113.42	133.91
	(e) Depreciation	11.45	0.12	0.06	33.97	0.07	0.13
	(f) Other expenses	64.41	2.65	102.57	86.81	111.48	116.24
	<b>Total expenses</b>	<b>238.45</b>	<b>4.57</b>	<b>143.06</b>	<b>1,088.44</b>	<b>232.34</b>	<b>259.58</b>
3	Profit / (Loss) before exceptional items and tax	(27.60)	23.20	(124.89)	67.20	(183.25)	99.04
4	Exceptional Items	-	-	-	-	-	-
5	Share of profit/(loss) of associates (Equity method)	(19.76)	(14.94)	(13.13)	(36.05)	(35.13)	(102.64)
6	Profit / (Loss) before tax	<b>(47.36)</b>	<b>8.26</b>	<b>(138.02)</b>	<b>31.15</b>	<b>(218.38)</b>	<b>(3.60)</b>
7	Tax expense	-	-	-	-	-	-
8	Net Profit / (Loss) for the period	<b>(47.36)</b>	<b>8.26</b>	<b>(138.02)</b>	<b>31.15</b>	<b>(218.38)</b>	<b>(3.60)</b>
9	Other comprehensive income, net of income tax						
	A. Items that will not be reclassified to profit or loss	-	-	-	-	-	-
	B. Items that will be reclassified to profit or loss	-	-	-	-	-	-
10	Total comprehensive income for the period	<b>(47.36)</b>	<b>8.26</b>	<b>(138.02)</b>	<b>31.15</b>	<b>(218.38)</b>	<b>(3.60)</b>
11	Net Profit/(Loss) attributable to:*						
	- Owners	(43.66)	NIL	NIL	30.03	NIL	NIL
	- Non-controlling interests	(3.70)	NIL	NIL	1.12	NIL	NIL
	Total comprehensive income attributable to:*						
	- Owners	NIL	NIL	NIL	NIL	NIL	NIL
	- Non-controlling interests	NIL	NIL	NIL	NIL	NIL	NIL
12	Paid-up equity share capital (Face Value Rs.10/- each)	1,061.42	1,061.42	1,061.42	1,061.42	1,061.42	1,061.42
13	Earnings per share (of Rs 10/- each) (not annualised):						
	Basic and Diluted	(0.45)	0.08	(1.30)	0.29	(2.06)	(0.03)
	See accompanying note to the financial results						





**Notes to the financial results:**

- 1 The above consolidated results were reviewed by the Audit Committee and were thereafter approved by the Board of Directors of the Company at its meeting held on February 14, 2020. The statutory auditors of the company have reviewed these financial results pursuant to regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation 2015 as amended.
- 2 This statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
- 3 As the investor & investee company's business activity falls within a single operating segment, No Segment information is disclosed.
- 4 Pursuant to SEBI's letter bearing No. SEBI/HO/ISD/OW/P/2017/18183 dated August 7, 2017 to The Metropolitan Stock Exchange of India Limited (MSE) the name of the Company is appearing in the list of Shell Companies issued by the SEBI. The Stock Exchange has thereafter sought certain information which has been duly submitted by the company from time to time. The matter is pending before MSE.
- 5 The aforesaid results have been filed with Stock Exchange under Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and are also available on the Stock Exchange website at [www.mse.in](http://www.mse.in) and on website of the Company at Website [www.denimdevelopersltd.com](http://www.denimdevelopersltd.com)
- 6 The Company has adopted Ind AS-116 "Leases" effective reporting period beginning from 1st April, 2019, using the modified retrospective approach. The adoption of this standard does not have any material impact on the financial results of the company.
- 7 Pursuant to Companies (Indian Accounting Standards) Rules, 2015, the investor Company has adopted Ind AS as notified by the Ministry of Corporate Affairs (MCA) with effect from April 01, 2017, with a transition date of April 01, 2016. Before the transition period, company had investments in debentures and preference shares which was valued at cost under the Accounting standards. While recording the same as per Ind AS, company made an error of discounting the investment @10% instead of 1% (i.e. effective interest rate as per Ind AS 109). Consequently, the company had wrongly recorded investment in debentures and preference shares by Rs 13,91,93,990/- instead of Rs 21,51,65,000/- as on 31.03.2019. The difference between these values had been charged and will be charged as interest income in statement of profit and loss. By applying Para 41 to 53 of Ind AS 8 "Accounting Policies, Changes in Accounting Estimates and Errors", the same has been correctly reported in consolidated quarterly results presented above and the comparative results of all the prior periods has been restated, except the audited financial figures as at 31.03.2019, to make them comparable. There shall be no impact on income tax expenses due to the such error as it is not taxable as per income tax act. Financial impacts due to the error is reported below :

Particulars	Quarter Ended		Nine Months Ended
	30-09-2019	31-12-2018	31-12-2018
Other Income (Previously Reported) (Rs in lakhs)	84.65	44.92	108.36
Other Income (Restated) (Rs in lakhs)	27.77	18.17	49.09
Excess profit reported due to error (Rs in lakhs)	56.88	26.74	59.27

- 8 In previous quarter results, the interest income from Jalsagar Commerce Pvt Ltd was mistakenly booked @16% instead of 8% p.a. Interest receivable was excess booked by Rs 52.16 Lakhs during the period 01.04.2019 to 30.09.2019 and second quarter's interest was excess booked by Rs 27.46 Lakh. The same has been corrected and restated in above-mentioned results.
- 9 On 01.10.2019, Denim Developers Ltd has purchased 90.34% equity shares of Industrial Tubes Manufacturers Pvt Ltd. Results of quarter ended on 31.12.2019 and nine months ended on 31.12.2019 includes the figures of subsidiary. The results are not comparable with previous year and previous quarter figures due to consolidation.
- 10 Previous period figures have been regrouped / reclassified, wherever necessary, to make them comparable.

Place: Kota  
Date : 14/02/2020

FOR: DENIM DEVELOPERS LIMITED

Jaya Singh Rathod  
Chairperson  
DIN No.: 05358463





**DENIM DEVELOPERS LIMITED**

CIN: L36101WB1969PLC115504

Registered Office:- 11A, Esplanade East, 3rd Floor, Kolkata - 700 069, West Bengal

Email : info@denim.org.in Tel: 033-22346715

**Statement of Unaudited Standalone Financial Results for the Quarter ended December 31, 2019**

(Rs. In Lakhs)

Sr. No.	Particulars	Quarter Ended			Nine months ended		Year Ended
		31-12-2019	30-09-2019	31-12-2018	31-12-2019	31-12-2018	31-03-2019
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income from operations						
	(a) Net sales/Income from operations	-	-	-	-	-	-
	(b) Other operating income	-	-	-	-	-	-
	(c) Other income	23.87	27.77	18.17	77.97	49.09	358.62
	<b>Total Income from operations</b>	<b>23.87</b>	<b>27.77</b>	<b>18.17</b>	<b>77.97</b>	<b>49.09</b>	<b>358.62</b>
2	Expenses						
	(a) Purchases & Related Expenses	-	-	-	-	-	2,565.41
	(b) Change in Inventories	-	-	-	-	-	(2,565.41)
	(c) Employee benefits expense	2.34	1.80	2.93	5.49	7.38	9.30
	(d) Finance Costs	-	-	37.50	-	113.42	133.91
	(e) Depreciation	0.27	0.12	0.06	0.44	0.07	0.13
	(f) Other expenses	10.54	2.65	102.57	16.41	111.48	116.24
	<b>Total expenses</b>	<b>13.15</b>	<b>4.57</b>	<b>143.06</b>	<b>22.34</b>	<b>232.34</b>	<b>259.58</b>
3	Profit / (Loss) before exceptional items and tax	10.72	23.20	(124.89)	55.63	(183.25)	99.04
4	Exceptional Items	-	-	-	-	-	-
5	Profit / (Loss) before tax	10.72	23.20	(124.89)	55.63	(183.25)	99.04
6	Tax expense	-	-	-	-	-	-
7	Net Profit / (Loss) for the period	<b>10.72</b>	<b>23.20</b>	<b>(124.89)</b>	<b>55.63</b>	<b>(183.25)</b>	<b>99.04</b>
8	Other comprehensive income, net of income tax						
	A. Items that will not be reclassified to profit or loss	-	-	-	-	-	-
	B. Items that will be reclassified to profit or loss	-	-	-	-	-	-
9	Total comprehensive income for the period	<b>10.72</b>	<b>23.20</b>	<b>(124.89)</b>	<b>55.63</b>	<b>(183.25)</b>	<b>99.04</b>
10	Net Profit/(Loss) attributable to:*						
	- Owners	NIL	NIL	NIL	NIL	NIL	NIL
	- Non-controlling interests	NIL	NIL	NIL	NIL	NIL	NIL
	Total comprehensive income attributable to:*						
	- Owners	NIL	NIL	NIL	NIL	NIL	NIL
	- Non-controlling interests	NIL	NIL	NIL	NIL	NIL	NIL
11	Paid-up equity share capital (Face Value Rs. 10/- each)	1,061.42	1,061.42	1,061.42	1,061.42	1,061.42	1,061.42
12	Earnings per share (of Rs 10/- each) (not annualised):						
	Basic and Diluted	0.10	0.22	(1.18)	0.52	(1.73)	0.93
	See accompanying note to the financial results						





**Notes to the financial results:**

- 1 The above results were reviewed by the Audit Committee and were thereafter approved by the Board of Directors of the Company at its meeting held on February 14, 2020. The statutory auditors of the company have reviewed these financial results pursuant to regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation 2015 as amended.
- 2 This statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
- 3 As the Company's business activity falls within a single operating segment, No Segment information is disclosed.
- 4 Pursuant to SEBI's letter bearing No. SEBI/HO/ISD/OW/P/2017/18183 dated August 7, 2017 to The Metropolitan Stock Exchange of India Limited (MSE) the name of the Company is appearing in the list of Shell Companies issued by the SEBI. The Stock Exchange has thereafter sought certain information which has been duly submitted by the company from time to time. The matter is pending before MSE.
- 5 The aforesaid results have been filed with Stock Exchange under Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

and are also available on the Stock Exchange website at [www.msei.in](http://www.msei.in) and on website of the Company at Website [www.denimdevelopersltd.com](http://www.denimdevelopersltd.com)

- 6 The Company has adopted Ind AS-116 "Leases" effective reporting period beginning from 1st April, 2019, using the modified retrospective approach. The adoption of this standard does not have any material impact on the financial results of the company.
- 7 Pursuant to Companies (Indian Accounting Standards) Rules, 2015, the Company has adopted Ind AS as notified by the Ministry of Corporate Affairs (MCA) with effect from April 01, 2017, with a transition date of April 01, 2016. Before the transition period, company had investments in debentures and preference shares which was valued at cost under the Accounting standards. While recording the same as per Ind AS, company made an error of discounting the investment @10% instead of 1% (i.e. effective interest rate as per Ind AS 109). Consequently, the company had wrongly recorded investment in debentures and preference shares by Rs 13,91,93,990/- instead of Rs 21,51,65,000/- as on 31.03.2019. The difference between these values had been charged and will be charged as interest income in statement of profit and loss. By applying Para 41 to 53 of Ind AS 8 "Accounting Policies, Changes in Accounting Estimates and Errors", the same has been correctly reported in quarterly results presented above and the comparative results of all the prior periods has been restated, except the audited financial figures as at 31.03.2019, to make them comparable. There shall be no impact on income tax expenses due to the such error as it is not taxable as per income tax act. Financial impacts due to the error is reported below :

Particulars	Quarter Ended		Nine Months Ended
	30-09-2019	31-12-2018	31-12-2018
Other Income (Previously Reported) (Rs in lakhs)	84.65	44.92	108.36
Other Income (Restated) (Rs in lakhs)	27.77	18.17	49.09
Excess profit reported due to error (Rs in lakhs)	56.88	26.74	59.27
Basic/Diluted Earnings Per Share (Previously reported)	0.75	(0.92)	(1.17)
Basic/Diluted Earnings Per Share (Restated)	0.22	(1.18)	(1.73)

- 8 In previous quarter results, the interest income from Jalsagar Commerce Pvt Ltd was mistakenly booked @16% instead of 8% p.a. Interest receivable was excess booked by Rs 52.16 Lakhs during the period 01.04.2019 to 30.09.2019 and second quarter's interest was excess booked by Rs 27.46 Lakh. The same has been corrected and restated in above-mentioned results.
- 9 Previous period figures have been regrouped / reclassified wherever necessary.

FOR: DENIM DEVELOPERS LIMITED

Jaya Singh Rathod  
Chairperson  
DIN No.: 05358463



Place: Kota  
Date : 14/02/2020



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**Independent Auditor's Review Report on Unaudited Quarterly and nine months ended Consolidated Financial Results of the company pursuant to the regulation 33 of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, as amended**

**To**

**The Board of Directors**

**Denim Developers Limited**

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of **Denim Developers Limited** ('the Parent'), its subsidiary (the parent and its subsidiary together referred to as 'the group'), and its share of net profit/(loss) after tax and total comprehensive income/(loss) of its associates for the quarter ended December 31, 2019 and year to date results for the period from 1<sup>st</sup> April 2019 to 31<sup>st</sup> December 2019 ("the Statement"), being submitted by the Parent pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
2. This statement is the responsibility of the parent's Management and approved by the parent's Board of Directors, has been prepared in accordance with recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" as prescribed under Section 133 of Companies Act, 2013 ("the Act") read with relevant rules issued there under 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 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 is limited primarily to inquiries of the 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.







## JAIN AKHIL & CO.

Chartered Accountants

4. This statement includes the results of the entities as given below:

S. No.	Companies	Relation
1	Industrial Tubes Manufacturers Pvt Ltd.	Subsidiary
2	Excellent Dreamestate Pvt Ltd.	Associate
3	Expertise Wealth Consultancy Pvt Ltd.	Associate
4	Resonant Wealth Consultancy Pvt Ltd.	Associate

### 5. Emphasis of Matter

We draw attention to note no. 7 of the accompanying statement, the results for the quarter ended 30.09.2019 & 31.12.2018 and for the nine months ended 31.12.2018 has been restated in accordance with the Ind AS 8 Accounting policies, Changes in accounting estimates and errors to rectify errors relating to investment in preference shares and debentures. And note no. 8 whereby an error has been rectified and restated in previous quarter's figures. Our opinion is not modified in respect of this matter.

6. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited consolidated financial results prepared in accordance with applicable accounting standards and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 read with Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **Jain Akhil & Co.**  
Chartered Accountants  
Firm Registration No. 030283N



Akhil Jain  
Proprietor  
Membership No: 521647  
UDIN : 20521647AAAAAO7526

Place: Kota  
Date: 14/02/2020



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**Independent Auditor's Review Report on Unaudited Quarterly and nine months ended Standalone Financial Results of the company pursuant to the regulation 33 of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, as amended**

**To**

**The Board of Directors**

**Denim Developers Limited**

1. We have reviewed the accompanying Statement of Unaudited standalone Financial Results of **Denim Developers Limited** ('the company') for the quarter ended December 31, 2019 ("the Statement"), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. This statement is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" as prescribed under Section 133 of Companies Act, 2013 ("the Act") read with relevant rules issued there under 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 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 is limited primarily to inquiries of the 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. **Emphasis of Matter**  
We draw attention to note no. 7 & 8 of the accompanying statement, the results for the quarter ended 30.09.2019 & 31.12.2018 and for the nine months ended 31.12.2018 has been restated in accordance with the Ind AS 8 Accounting policies, Changes in accounting





**JAIN AKHIL & CO.**

*Chartered Accountants*

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estimates and errors to rectify errors relating to investment in preference shares and debentures. Our opinion is not modified in respect of this matter.

4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 read with Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **Jain Akhil & Co.**  
Chartered Accountants  
Firm Registration No. 030283N



Akhil Jain  
Proprietor  
Membership No: 521647  
**UDIN : 20521647AAAAAN3551**

Place: Kota  
Date: 14/02/2020



# Denim Developers Ltd.

February 14, 2020

To

The Head-Listing Compliance  
**The Calcutta Stock Exchange Ltd**  
7, Lyons Range, Dalhousie, Murgighata,  
B B D Bagh, Kolkata  
West Bengal 700001

To

The Head-Listing Compliance  
**Metropolitan Stock Exchange of India Limited**  
Vibgyor Towers, 4th Floor,  
Plot No C 62, G – Block, Opp. Trident Hotel,  
Bandra Kurla Complex, Bandra (E)  
Mumbai – 400098, India

Dear Sir/Madam,

This is to inform you that Regulation 32 of SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015 relating to Statement of Deviation(s) / Variation(s) is not applicable on the company for the quarter ended Dec-19.

Kindly take the same in your records.”

Thanking You,

For Denim Developers Limited

  
Jaya Singh Rathod  
Chairperson  
DIN: 05358463



CIN: L36101WB1969PLC115504

Website :- [www.denimdevelopersltd.com](http://www.denimdevelopersltd.com) E-Mail :- [info@denim.org.in](mailto:info@denim.org.in) Call- 033-46025620 / +91 - 73000 83921  
Regd. Off. - 11A, Esplanade East, 3rd Floor, Kolkata-700069 (West Bengal)