

November 13, 2021

To,

**The Manager,  
Corporate Relations Department,  
BSE Limited**  
Phiroze Jeejeebhoy Tower,  
Dalal Street, Fort,  
Mumbai – 400 001

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

Scrip Code: 512519

Symbol: DONEAR

**Ref.: Regulations 30, 33 and other applicable provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations").**

**Sub: Outcome of Board Meeting of Donear Industries Limited held on November 13, 2021.**

Dear Sir / Madam,

This is to inform you that the Board of Directors of the Company at its meeting held today, i.e. November 13, 2021, have *inter-alia*, approved the Un-audited Standalone Financial Results of the Company for the Second Quarter and Half Year ended September 30, 2021.

Pursuant to Regulations 30 and 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose herewith the Un-audited Standalone Financial Results of the Company for the Second Quarter and Half Year ended September 30, 2021 along with the Limited Review Report thereon, issued by M/s. Kanu Doshi Associates LLP, Chartered Accountants (Firm Registration No: 104746W/W100096), Statutory Auditors of the Company.

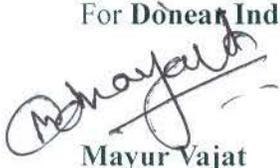
The meeting of Board of Directors of the Company commenced at 3:00 p.m. and concluded at 06:00 p.m.

You are requested to take the above information on record and acknowledge receipt.

Thanking you,

Yours faithfully,

For Donear Industries Limited



Mayur Vajat  
Company Secretary & Compliance Officer



Encl.: As Above

**Independent Auditor's Review Report on Unaudited Quarterly and Year to Date Financial 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 Donear Industries Limited ("Company")

1. We have reviewed the accompanying statement of unaudited financial results of **DONEAR INDUSTRIES LIMITED ("Company")** for the quarter and half year ended September 30th, 2021 being submitted by the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by SEBI from time to time.
2. The statement is the responsibility of the Company's management and has been approved by Board of Directors. Our responsibility is to express a conclusion on the Statement based on our review of the Statement, which 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"), specified under Section 133 of the Companies Act, 2013, SEBI Circular CIR/CFD/PAC/62/2016 dated 5 July 2016 (hereinafter referred to as 'the SEBI Circular'), and other accounting principles generally accepted in India.
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 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 is limited primarily to inquiries of company personnel and an analytical procedure applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
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 Indian Accounting Standards (Ind AS) and other recognized accounting practices and policies 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 Kanu Doshi Associates LLP  
Chartered Accountants  
Firm Registration No: 104746W/W100096



Kunal Vakharia  
Partner

Membership No.: 148916  
UDIN: 21148916AAAAB1669  
Place: Mumbai  
Date: 13<sup>th</sup> November, 2021



**DONEAR INDUSTRIES LIMITED**

Registered Office: Donear House, 8th Floor, Plot No A 50, Road No 1 MIDC, Andheri East, Mumbai-400093

CIN : L99999MH1987PLC042076 Website : www.donear.com EMAIL ID: info@donear.com

**UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED SEPTEMBER 30, 2021**

(Rs.in lakhs) (Except EPS)

Sr. No.	Particulars	Quarter Ended			Six Months Ended		Year Ended
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
		30-09-2021	30-06-2021	30-09-2020	30-09-2021	30-09-2020	31-03-2021
1	<b>Income</b>						
	(a) Revenue from Operations	14,072.23	7,331.56	6,840.96	21,403.79	8,901.48	35,760.78
	(b) Other Income	261.27	28.84	147.39	290.11	161.59	412.63
	<b>Total Income</b>	<b>14,333.50</b>	<b>7,360.40</b>	<b>6,988.35</b>	<b>21,693.90</b>	<b>9,063.07</b>	<b>36,173.41</b>
2	<b>Expenses:</b>						
	a) Cost of Materials consumed	4,979.84	4,515.11	2,274.28	9,494.95	4,261.16	12,209.00
	b) Purchase of Stock-in-trade	2,404.23	2,215.21	887.41	4,619.44	1,280.95	4,678.13
	c) Changes in Inventory of Finished goods, Work-in-progress and Stock-in-trade	199.91	(4,095.88)	436.34	(3,895.97)	(1,993.55)	2,118.95
	d) Employee Benefits Expenses	1,553.91	1,319.19	1,024.88	2,873.10	1,867.06	4,344.20
	e) Finance Costs	509.27	472.68	440.22	981.95	997.60	1,834.31
	f) Depreciation and Amortisation expense	218.22	211.99	243.42	430.21	482.56	951.23
	g) Other expenses	3,963.17	3,212.08	2,186.61	7,175.25	3,486.15	10,915.65
	<b>Total Expenses</b>	<b>13,828.55</b>	<b>7,850.38</b>	<b>7,493.16</b>	<b>21,678.93</b>	<b>10,381.93</b>	<b>37,051.47</b>
3	<b>Profit / (Loss) from ordinary activities before Exceptional items (1-2)</b>	<b>504.95</b>	<b>(489.98)</b>	<b>(504.81)</b>	<b>14.97</b>	<b>(1,318.86)</b>	<b>(878.06)</b>
4	Exceptional Items	-	-	-	-	-	-
5	<b>Profit / (Loss) before tax (3 +/- 4)</b>	<b>504.95</b>	<b>(489.98)</b>	<b>(504.81)</b>	<b>14.97</b>	<b>(1,318.86)</b>	<b>(878.06)</b>
6	<b>Tax Expense</b>						
	- Current tax	3.81	-	-	3.81	-	-
	- Deferred tax	118.52	(125.65)	(189.00)	(7.13)	(399.59)	(251.08)
	- Income Tax for earlier years	-	-	-	-	-	-
	<b>Total Tax Expenses</b>	<b>122.33</b>	<b>(125.65)</b>	<b>(189.00)</b>	<b>(3.32)</b>	<b>(399.59)</b>	<b>(251.08)</b>
7	<b>Profit / (Loss) for the period (5 +/- 6)</b>	<b>382.62</b>	<b>(364.33)</b>	<b>(315.81)</b>	<b>18.29</b>	<b>(919.27)</b>	<b>(626.98)</b>
8	<b>Other Comprehensive Income, net of income tax</b>						
	A. (i) Items that will be reclassified to Profit or Loss	-	-	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
	B. (i) Items that will not be reclassified to Profit or Loss	(1.05)	(1.05)	1.98	(2.10)	3.96	(4.20)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	0.27	0.26	(0.50)	0.53	(1.00)	1.05
	<b>Total Other Comprehensive Income, net of income tax</b>	<b>(0.78)</b>	<b>(0.79)</b>	<b>1.48</b>	<b>(1.57)</b>	<b>2.96</b>	<b>(3.14)</b>
9	<b>Total Comprehensive Income for the period (8 +/- 7)</b>	<b>381.84</b>	<b>(365.12)</b>	<b>(314.33)</b>	<b>16.72</b>	<b>(916.31)</b>	<b>(630.12)</b>
10	<b>Paid-up equity share capital ( face value of Rs 2/- per share )</b>	1,040.00	1,040.00	1,040.00	1,040.00	1,040.00	1,040.00
11	<b>Other Equity</b>						10,458.17
12	<b>Earning per share (EPS) (of Rs 2/- each ) (not annualised)</b>						
	Basic/ Diluted EPS	<b>0.74</b>	<b>(0.70)</b>	<b>(0.61)</b>	<b>0.04</b>	<b>(1.77)</b>	<b>(1.21)</b>



## STATEMENT OF ASSETS AND LIABILITIES

(Rs.in lakhs)

Sr. No.	Particulars	As at	As at
		30.09.2021 Unaudited	31.03.2021 Audited
<b>A</b>	<b>ASSETS</b>		
<b>1</b>	<b>Non - Current Assets</b>		
(a)	Property, Plant and Equipment	7,129.46	7,273.97
(b)	Capital Work-in-progress	452.71	371.35
(c)	Investment Property	839.29	871.60
(d)	Other Intangible Assets	25.14	24.64
(e)	Financial Assets		
(i)	Investment	98.40	98.40
(ii)	Other Financial Assets	224.88	210.95
(f)	Deferred Tax Assets	882.83	875.17
(g)	Other Tax Assets (Net)	73.89	52.28
(h)	Other Non-Current Assets	301.27	1,015.81
	<b>Sub- total - Non - Current Assets</b>	<b>10,027.87</b>	<b>10,794.17</b>
<b>2</b>	<b>Current Assets</b>		
(a)	Inventories	22,857.34	18,302.02
(b)	Financial Assets		
(i)	Trade Receivables	12,469.32	11,469.70
(ii)	Cash and Cash Equivalents	122.00	97.89
(iii)	Bank balances other than (ii) above	1,181.39	890.51
(iv)	Other Financial Assets	672.39	626.83
(c)	Other Tax Assets (Net)	109.68	79.09
(d)	Other Current Assets	5,713.38	3,957.80
	<b>Sub- total - Current Assets</b>	<b>43,125.50</b>	<b>35,423.84</b>
	<b>TOTAL- ASSETS</b>	<b>53,153.37</b>	<b>46,218.01</b>
<b>B</b>	<b>EQUITY AND LIABILITIES</b>		
<b>1</b>	<b>EQUITY</b>		
(a)	Equity share capital	1,040.00	1,040.00
(b)	Other Equity	10,370.90	10,458.17
	<b>TOTAL- EQUITY</b>	<b>11,410.90</b>	<b>11,498.17</b>
<b>2</b>	<b>LIABILITIES</b>		
<b>(I)</b>	<b>Non Current Liabilities</b>		
(a)	Financial Liabilities		
(i)	Non Current Borrowings	1,758.61	706.26
(ii)	Other Financial Liabilities	1,417.03	1,314.54
(b)	Other Non Current Liabilities	27.74	32.01
	<b>Sub- total - Non- Current Liabilities</b>	<b>3,203.38</b>	<b>2,052.81</b>
<b>(II)</b>	<b>Current liabilities</b>		
(a)	Financial Liabilities		
(i)	Current Borrowings	24,733.34	21,455.90
(ii)	Trade Payables	7,268.52	5,340.28
(iii)	Other Current Financial Liabilities	4,695.03	4,468.29
(b)	Other Current Liabilities	1,637.53	1,238.80
(c)	Provisions	204.67	163.76
(d)	Current Tax Liabilities (Net)	-	-
	<b>Sub- total - Current Liabilities</b>	<b>38,539.09</b>	<b>32,667.03</b>
	<b>TOTAL- LIABILITIES</b>	<b>41,742.47</b>	<b>34,719.84</b>
	<b>TOTAL- EQUITY AND LIABILITIES</b>	<b>53,153.37</b>	<b>46,218.01</b>



**SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED**

(Rs.in lakhs)

Sr. No.	Particulars	Quarter Ended			Six Months Ended		Year Ended
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
		30-09-2021	30-06-2021	30-09-2020	30-09-2021	30-09-2020	31-03-2021
<b>1</b>	<b>Segment Revenue (Revenue from Operations )</b>						
	Textiles	13,903.87	7,182.64	6,699.82	21,086.51	8,577.98	35,145.44
	Rental Business	168.35	148.92	141.15	317.27	323.51	615.34
	<b>Net sales/Income from Operations</b>	<b>14,072.22</b>	<b>7,331.56</b>	<b>6,840.97</b>	<b>21,403.78</b>	<b>8,901.49</b>	<b>35,760.78</b>
<b>2</b>	<b>Segment Profit Before Tax &amp; Finance Cost</b>						
	Textiles	1,123.42	183.55	267.09	1,306.97	199.15	1,612.43
	Rental Business	138.57	114.41	60.78	252.98	213.77	460.34
	<b>Total</b>	<b>1,261.99</b>	<b>297.96</b>	<b>327.87</b>	<b>1,559.95</b>	<b>412.92</b>	<b>2,072.77</b>
	Less : Finance Cost	454.45	443.08	367.65	897.53	931.80	1,707.70
	Less: Other Unallocable Expenditure net off Unallocable Income	302.59	344.86	465.03	647.45	799.98	1,243.13
	<b>Total Profit (+)/Loss (-) before Tax</b>	<b>504.95</b>	<b>(489.98)</b>	<b>(504.81)</b>	<b>14.97</b>	<b>(1,318.86)</b>	<b>(878.06)</b>
<b>3</b>	<b>Capital Employed</b>						
	<b>(a) Textiles</b>						
	Segment Assets	50,622.47	48,133.33	43,587.21	50,622.47	43,587.21	43,792.80
	Segment Liabilities	13,101.96	11,858.02	10,926.77	13,101.96	10,926.77	10,746.12
	<b>Net Capital Employed (a)</b>	<b>37,520.51</b>	<b>36,275.31</b>	<b>32,660.44</b>	<b>37,520.51</b>	<b>32,660.44</b>	<b>33,046.68</b>
	<b>(b) Rental Business</b>						
	Segment Assets	936.39	945.17	1,024.12	936.39	1,024.12	966.78
	Segment Liabilities	408.37	380.88	385.28	408.37	385.28	385.27
	<b>Net Capital Employed (b)</b>	<b>528.02</b>	<b>564.29</b>	<b>638.84</b>	<b>528.02</b>	<b>638.84</b>	<b>581.51</b>
	<b>(c) Unallocated</b>						
	Segment Assets	1,594.50	1,615.32	1,597.38	1,594.50	1,597.38	1,458.43
	Segment Liabilities	28,232.13	27,321.88	23,684.68	28,232.13	23,684.68	23,588.45
	<b>Net Capital Employed (c)</b>	<b>(26,637.63)</b>	<b>(25,706.56)</b>	<b>(22,087.30)</b>	<b>(26,637.63)</b>	<b>(22,087.30)</b>	<b>(22,130.02)</b>
	<b>Total Capital Employed (a+b+c)</b>	<b>11,410.90</b>	<b>11,133.04</b>	<b>11,211.98</b>	<b>11,410.90</b>	<b>11,211.98</b>	<b>11,498.17</b>



## CASH FLOW STATEMENT

(Rs.in lakhs)

Sr. No.	Particulars	Year Ended	
		Unaudited	Unaudited
		30-09-2021	30-09-2020
<b>I</b>	<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
	Net Profit before Tax as per Statement of Profit & Loss	14.97	(1,314.90)
	Adjustments for		
(a)	Depreciation	430.21	482.56
(b)	Interest Expenses	914.41	1,022.41
(c)	Interest Income	(31.49)	(137.62)
(d)	(Profit) / Loss on disposal of Property, plant and equipments	(1.49)	-
(e)	Fixed Assets Written Off	-	-
(f)	Provisions no longer required	-	-
(g)	Allowance for Expected credit Loss	295.14	136.92
(h)	Bad Debts Recovered	2.97	-
(i)	Unrealised Foreign Exchange rate Differences (Net)	259.68	163.75
(j)	Ind AS adjustments	(131.85)	(18.71)
(k)	Sundry Balance written Off / (Back) (Net)	34.44	0.12
	<b>Operating Profit before Working Capital Changes</b>	<b>1,786.99</b>	<b>334.53</b>
	Adjustments for		
(a)	(Increase) / Decrease in trade and other receivables	(3,133.47)	2,434.67
(b)	(Increase) / Decrease in inventories	(4,555.32)	(1,009.58)
(c)	Increase / (Decrease) in trade, other Payables and provisions	2,676.23	1,773.50
	<b>Cash Generated from operations</b>	<b>(3,225.57)</b>	<b>3,533.12</b>
(a)	Direct Taxes Paid (net of Refunds)	(56.00)	(28.06)
	<b>Net Cash generated from / (used in) Operating Activities</b>	<b>(3,281.57)</b>	<b>3,505.06</b>
<b>II</b>	<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
(a)	Purchase of property, plant and equipment and intangible assets	579.52	(146.74)
(b)	Sales Proceeds of property, plant and equipment	16.21	-
(c)	Fixed Deposits with Bank	(196.25)	385.42
(d)	Interest Income Received	20.22	137.62
	<b>Net Cash generated from / (used in) Investing Activities</b>	<b>419.70</b>	<b>376.30</b>
<b>III</b>	<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
(a)	Proceeds / (Repayment) from / of Non Current Borrowings (net)	982.00	(47.38)
(b)	Proceeds / (Repayment) from / of Current Borrowings (net)	3,016.97	(2,675.49)
(c)	Interest paid	(914.41)	(1,022.41)
(d)	Dividend paid (Including Dividend Distribution Tax)	(104.00)	-
	<b>Net Cash generated from / (used in) Financing Activities</b>	<b>2,980.56</b>	<b>(3,745.28)</b>
	<b>Net Increase / (Decrease) in Cash and Cash Equivalents (I+II+III)</b>	<b>118.69</b>	<b>136.08</b>
	Add : Cash and Cash Equivalents at the beginning of the period	100.02	63.42
	<b>Cash and Cash Equivalents at the end of the period</b>	<b>218.71</b>	<b>199.50</b>
	<b>Cash and Cash Equivalent as per above comprises of the following</b>		
	Cash and Cash Equivalents	218.75	199.54
	Unrealised translation gain/(loss)	(0.04)	(0.04)
	<b>Balance as per statement of Cash Flow</b>	<b>218.71</b>	<b>199.50</b>



**Notes:**

- 1 The above unaudited financial results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on November 13, 2021.
- 2 Segment Revenue, Result and Capital Employed figures include the respective amounts identifiable to each of the segments. Other unallocable expenditure mainly includes expenses incurred on common services.
- 3 The Company has considered the possible effects that may arise out of the still unfolding COVID-19 pandemic on the carrying amounts of property, plant & equipment, intangible assets, investments, inventories, trade receivables, etc. For this purpose, the Company has considered internal and external sources of information up to the date of approval of the Standalone Financial Results including credit reports and related information, economic forecasts, market value of certain investments etc. Based on the current estimates, the Company does not expect any significant impact on such carrying values. The impact of COVID-19 on the Company's financial results may differ from that estimated as at the date of approval of Standalone Financial Results.
- 4 The Indian Parliament has approved the Code of on Social Security, 2020 which would impact the contributions by the company towards Provident Fund and Gratuity. The Ministry of Labour and Employment has released draft rules for Code of on Social Security, 2020 on November 13, 2020 and has invited suggestions from stakeholders which are under active consideration by the Ministry. The Company will assess the impact and its evaluation once the subject rules are notified and will give appropriate impact in its financial statements in the period in which the Code becomes effective and the related rules to determine the financial impact are published.
- 5 Corresponding figures of the previous quarter/year have been regrouped, recasted and reclassified to make them comparable wherever necessary.



On behalf of the Board of Directors

**Rajendra V. Agarwal**  
Managing Director  
DIN No. 00227233

Place: Mumbai  
Date: November 13, 2021