

August 12, 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 August 12, 2021.

Dear Sir / Madam,

This is to inform you that the Board of Directors of the Company at its meeting held today, i.e. August 12, 2021, have *inter-alia*, approved the Un-audited Standalone Financial Results of the Company for the First Quarter ended June 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 First Quarter ended June 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 03:45 P.M. and concluded at 05:15 P.M.

You are requested to take the above information on record.

Thanking you,

Yours faithfully,

For **Donear Industries Limited**



Ashok Agarwal
Chief Financial Officer

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 ended June 30, 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: 21148916AAAAFU8807
Place: Mumbai
Date: August 12, 2021



UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2021

(Rs. in lakhs) (Except EPS)

Sr. No.	Particulars	Quarter Ended		Year Ended	
		Unaudited	(Audited) Refer Note No 5		Unaudited
		30-06-2021	31-03-2021	30-06-2020	31-03-2021
1	Income				
	(a) Revenue from Operations	7,331.56	14,926.51	2,060.52	35,760.78
	(b) Other Income	28.84	132.83	14.20	412.63
	Total Income	7,360.40	15,059.34	2,074.72	36,173.41
2	Expenses :				
	a) Cost of Materials consumed	4,515.11	4,819.01	1,986.88	12,209.00
	b) Purchase of Stock-in-trade	2,215.21	1,901.16	393.54	4,678.13
	c) Changes in Inventory of Finished goods, Work-in-progress and Stock-in-trade	(4,095.88)	1,413.72	(2,429.89)	2,118.95
	d) Employee Benefits Expenses	1,319.19	1,377.87	842.18	4,344.20
	e) Finance Costs	472.68	456.55	588.74	1,834.31
	f) Depreciation and Amortisation expense	211.99	235.23	239.14	951.23
	g) Other expenses	3,212.08	4,298.66	1,268.18	10,915.65
	Total Expenses	7,850.38	14,502.20	2,888.77	37,051.47
3	Profit / (Loss) from ordinary activities before Exceptional items (1-2)	(489.98)	557.14	(814.05)	(878.06)
4	Exceptional items	-	-	-	-
5	Profit / (Loss) before tax (3 +/- 4)	(489.98)	557.14	(814.05)	(878.06)
6	Tax Expense				
	- Current tax	-	-	-	-
	- Deferred tax	(125.65)	121.73	(210.59)	(251.08)
	- Income Tax for earlier years	-	-	-	-
	Total Tax Expenses	(125.65)	121.73	(210.59)	(251.08)
7	Profit / (Loss) for the period (5 +/- 6)	(364.33)	435.41	(603.46)	(626.98)
8	Other Comprehensive Income, net of income tax				
	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	(1.05)	(10.15)	1.98	(4.20)
	B. (i) Items that will not be reclassified to Profit or Loss	0.26	2.56	(0.50)	1.06
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(0.79)	(7.59)	1.48	(3.14)
	Total Other Comprehensive Income, net of income tax	(0.79)	(7.59)	1.48	(3.14)
9	Total Comprehensive Income for the period (8 +/- 7)	(365.12)	427.82	(601.98)	(630.12)
10	Paid-up equity share capital (face value of Rs 2/- per share)	1,040.00	1,040.00	1,040.00	1,040.00
11	Other Equity				
12	Earning per share (EPS) (of Rs 2/- each) (not annualised)				
	Basic/ Diluted EPS	(0.70)	0.84	(1.16)	(1.21)



SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

Sr. No.	Particulars	Quarter Ended		(Rs. in lakhs)	
		Unaudited 30-06-2021	(Audited) Refer Note No 5 31-03-2021		Unaudited 30-06-2020
1	Segment Revenue (Revenue from Operations)				
	Textiles	7,182.64	14,780.15	1,878.16	35,145.44
	Rental Business	148.92	146.36	182.36	615.24
	Net sales/Income from Operations	7,331.56	14,926.51	2,060.52	35,760.78
2	Segment Profit Before Tax & Finance Cost				
	Textiles	183.55	1,117.69	(67.94)	1,612.43
	Rental Business	114.41	128.44	152.99	460.34
	Total	297.96	1,246.13	85.05	2,072.77
	Less : Finance Cost	443.08	419.48	564.15	1,707.70
	Less: Other Unallocable Expenditure net of Unallocable Income	344.86	269.51	334.95	1,243.13
	Total Profit (+)/Loss (-) before Tax	(489.98)	557.14	(814.05)	(878.06)
3	Capital Employed				
	(a) Textiles				
	Segment Assets	48,133.33	43,792.80	46,452.20	43,792.80
	Segment Liabilities	11,858.02	10,746.12	12,434.61	10,746.12
	Net Capital Employed (a)	36,275.31	33,046.68	34,017.59	33,046.68
	(b) Rental Business				
	Segment Assets	945.17	966.78	1,024.83	966.78
	Segment Liabilities	380.88	385.27	470.50	385.27
	Net Capital Employed (b)	564.29	581.51	554.33	581.51
	(c) Unallocated				
Segment Assets	1,615.32	1,458.43	1,487.98	1,458.43	
Segment Liabilities	27,321.88	23,588.45	24,429.58	23,588.45	
Net Capital Employed (c)	(25,706.56)	(22,130.02)	(22,941.60)	(22,130.02)	
	Total Capital Employed (a+b+c)	11,133.04	11,498.17	11,630.32	11,498.17

Notes:-

- The above unaudited financial results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on August 12, 2021. The Statutory Auditor of the Company has carried out Limited Review of aforesaid result.
- 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.
- The Management of the Company has assessed the impact of COVID-19 Pandemic on its financial result/ position such as trade receivables, intangibles, inventories, trade payables and based on its best judgement and reasonable estimate, has concluded that there are no material adjustments required in the Financial Results. However, the impact assessment of Covid-19 is a continuous process, given the uncertainties associated with its duration and nature, it is not possible to estimate the future impact as at the date of approval of this financial result. The Company continues to monitor the economic effects of the pandemic while taking steps to improve its execution efficiencies and the financial outcome.
- 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.
- The figures of quarter ended March 31, 2021 are balancing figures between the audited figures of the full financial year and the reviewed year to date figures upto the third quarter of the relevant financial year.
- 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: August 12, 2021

