

THE RAMARAJU SURGICAL COTTON MILLS LIMITED

Manufacturers of Antiseptic Dressings

F.No. MSEI /2020

June 24, 2020

Head-Listing,
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 - 400 098.
India

Symbol: RAMARAJU

Dear Sir,

Sub: Outcome of the Board Meeting held on June 24, 2020

The Meeting of our Board of Directors held today (June 24, 2020), approved the Audited Financial Results (Standalone and Consolidated) for the quarter and year ended 31st March, 2020.

The Board of Directors has recommended a Dividend of Rs. 0.50 per share of Rs.10/- each for the year ended 31st March, 2020. The Dividend on declaration on the ensuing Annual General Meeting will be paid from the date of Annual General Meeting.

The Annual General Meeting is scheduled to be held on Tuesday, the 15th September, 2020 at Rajapalayam Mills Limited Premises, P.A.C. Ramasamy Raja Salai, Rajapalayam - 626 117, Virudhunagar District, Tamilnadu. This Annual General Meeting is proposed to be conducted through Video Conferencing / Other Audio Visual Means.

Pursuant to Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we also enclose the following, duly approved by the Board:

1. Standalone and Consolidated Audited Financial Results for the quarter and year ended 31st March, 2020.
2. Auditors Report on the Standalone Financial Results for the year ended 31st March, 2020.



THE RAMARAJU SURGICAL COTTON MILLS LIMITED

Manufacturers of Antiseptic Dressings

3. Auditors' Report on the Consolidated Financial Results for the year ended 31st March, 2020.
4. Declaration duly signed by our Chief Financial Officer that the Audit Reports issued by the Statutory Auditors on the Standalone and Consolidated Annual Financial Results for the year ended 31st March, 2020 were with unmodified opinions.

In accordance with Point No: A-4 of Annexure I of SEBI Circular No: CIR/CFD/CMD/4/2015 dated September 09, 2015, we wish to inform the following:

Time of commencement of the Board Meeting	- 09.30 A.M
Time of completion of the Board Meeting	- 10.40 A.M

Thanking you,

Yours faithfully,

For THE RAMARAJU SURGICAL COTTON MILLS LIMITED,

A. Emrajan

**A. EMARAJAN
COMPANY SECRETARY**

Encl.: As above





THE RAMARAJU SURGICAL COTTON MILLS LIMITED
 Regd. Office: P.A.C.Ramsamy Raja Salai, Rajapalayam - 626 117. Tamilnadu
 CIN: L17111TN1939PLC002302
 Telephone No. 04563 - 235904 Fax No. 04563 - 235714
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STATEMENT OF AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH 2020

(Rs. in Lakhs)

Sl. No.	Particulars	STANDALONE				
		Quarter ended			Year ended	
		31-03-2020 (Audited)	31-12-2019 (Un-audited)	31-03-2019 (Audited)	31-03-2020 (Audited)	31-03-2019 (Audited)
1	a. Revenue from Operations					
	Sale of Products	6,842	7,603	7,267	29,308	24,651
	Other Operating Income	41	17	164	281	618
	b. Other Income	146	1,836	57	2,207	345
	Total Revenue	7,029	9,456	7,488	31,796	25,614
2	Expenses					
	a. Cost of Materials Consumed	3,712	4,243	3,734	16,853	13,568
	b. Purchases of Stock-in-trade	188	22	345	720	513
	c. Change in Inventories of Finished Goods, Work in progress and Stock-in-trade.	73	267	(64)	(523)	(1,771)
	d. Employee Benefit Expenses	686	851	749	3,216	3,028
	e. Power & Fuel	684	811	982	2,708	2,916
	f. Finance Cost	704	705	681	2,774	2,655
	g. Depreciation and Amortisation Expenses	437	417	369	1,657	1,529
	h. Other Expenditure	756	866	1,511	3,389	4,161
	Total Expenses	7,240	8,182	8,307	30,794	26,599
3	Profit / (Loss) from ordinary activities before Tax (1-2)	(211)	1,274	(819)	1,002	(985)
4	Tax Expenses					
	- Current Tax - Under MAT	(59)	190	-	131	
	- MAT Credit Entitlement	59	(190)	-	(131)	
	- Deferred Tax	(236)	258	(142)	(248)	(190)
5	Net Profit / (Loss) for the period (3-4)	25	1,016	(677)	1,250	(795)
6	Other Comprehensive Income (net of tax)	(62)	-	61	(62)	61
7	Total Comprehensive Income after tax (5+6)	(37)	1,016	(616)	1,188	(734)
8	Paid-up Equity Share Capital (Face value of a Share of Rs 10/- each)	395	395	395	395	395
9	Reserves excluding Revaluation Reserves	-	-	-	7,122	5,934
10	Earning Per Share of ` 10/- each (in Rs) (Not Annualised)					
	Basic	0.64	25.72	(17.16)	31.68	(20.13)
	Diluted	0.64	25.72	(17.16)	31.68	(20.13)



SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

(Rs. in Lakhs)

Particulars	STANDALONE				
	Quarter ended			Year ended	
	31-03-2020	31-12-2019	31-03-2019	31-03-2020	31-03-2019
	(Audited)	(Un-audited)	(Audited)	(Audited)	(Audited)
1. Segment Revenue (Net Sales / Operating Income)					
a) Textiles	3,370	2,999	4,032	13,627	14,079
b) Surgical	740	1,087	1,070	3,738	3,983
c) Fabrics	3,631	4,416	3,088	15,385	9,690
d) Wind Mills	120	91	68	880	961
	7,861	8,593	8,258	33,630	28,713
Less: Inter Segment Revenue	978	973	827	4,041	3,444
Total Income From Operations (Net)	6,883	7,620	7,431	29,589	25,269
2. Segment Results Profit/(Loss) Before Finance Cost & Tax					
a) Textiles	(92)	1,614	(574)	1,473	(658)
b) Surgical	74	102	76	467	522
c) Fabrics	386	257	369	1,132	1,121
d) Wind Mills	34	6	(9)	498	570
e) Unallocated Items	91	-	-	206	115
	493	1,979	(138)	3,776	1,670
Less: Finance Cost - Unallocable Expenditure	704	705	681	2,774	2,655
Profit / (Loss) Before Tax	(211)	1,274	(819)	1,002	(985)
3. Capital Employed (Segment Assets - Segment Liabilities)					
a) Textiles	(1,756)	(1,032)	(8)	(1,756)	(8)
b) Surgical	4,908	4,567	(1,260)	4,908	(1,260)
c) Fabrics	1,584	982	4,676	1,584	4,676
d) Wind Mills	1,670	1,670	1,812	1,670	1,812
e) Unallocated /Exceptional Items	1,111	1,109	1,109	1,111	1,109
Total	7,517	7,296	6,329	7,517	6,329



STATEMENT OF ASSETS & LIABILITIES

Particulars	STANDALONE	
	As at 31-03-2020	As at 31-03-2019
	(Audited)	(Audited)
I ASSETS		
(1) Non-Current Assets		
Property, Plant and Equipment	24,045	22,804
Capital Work-in-progress	27	10
Intangible Assets	6	7
Investment Property	6	1,064
Investment in Associates	1,097	1,097
Financial Assets		
Other Investment	15	12
Loans	10	10
Other Financial Assets	537	426
Other Non-Current Assets	90	275
Asset held for sale	-	389
Sub-Total	25,833	26,094
(2) Current Assets		
Inventories	8,315	8,218
Financial Assets		
Trade Receivables	5,577	3,753
Cash and Cash Equivalents	167	140
Bank Balance other than cash & Cash Equivalents	8	11
Other Financial Assets	117	139
Other Current Assets	1,101	745
Sub-Total	15,285	13,006
TOTAL ASSETS	41,118	39,100
II EQUITY AND LIABILITIES		
(1) Equity		
Equity Share Capital	395	395
Other Equity	7,122	5,934
Total Equity	7,517	6,329
(2) Liabilities		
Non Current Liabilities		
Financial Liabilities		
Borrowings	10,897	13,788
Provisions	138	154
Deferred Tax Liabilities (Net)	671	1,040
Deferred Government Grants	43	46
Lease Liability	61	
Sub-Total	11,810	15,028
Current Liabilities		
Financial Liabilities		
Borrowings	15,915	12,122
Trade Payables		
- Total Outstanding dues of micro enterprises and small enterprises	-	-
- Total Outstanding dues of creditors other than micro enterprises and small enterprises	1,424	1,173
Other Financial Liabilities (*)	4,069	4,059
Provisions	187	300
Liabilities for Current Tax	196	89
Sub-Total	21,791	17,743
TOTAL EQUITY AND LIABILITIES	41,118	39,100
(*) Includes Current maturities of Long term Borrowings	3,033	3,033



STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST MARCH 2020

		(Rs. in Lakhs)	
		2019-2020	2018-2019
A . Cash flow from Operating Activities			
Profit /(Loss) Before Tax		1,002.09	(984.78)
Adjustments for reconcile Profit /(Loss) Before Tax to Net Cash Flows:			
Depreciation & Amortisation		1,657.31	1,529.18
Finance Cost		2,774.42	2,655.45
Interest Received		(168.84)	(126.17)
Dividend Received		(206.09)	(114.81)
Impairment Loss on Assets		-	475.88
(Profit) / Loss on Sale of Assets		(1,769.99)	399.19
Operating Profit before Working capital Changes		3,288.90	3,833.94
Movements in Working Capital:			
Gratuity and Government Grants		(66.96)	86.04
Trade Receivables		(1,823.84)	(1,714.20)
Loans and Advances		(89.52)	316.36
Inventories		(97.66)	(1,026.00)
Trade Payables & Current liabilities		118.15	688.79
Cash generated from Operations		1,329.07	2,184.93
Income tax (Paid) / Received		(170.48)	6.35
Net Cash Generating from Operating Activities	A	1,158.59	2,191.28
B. Cash Flow from Investing Activities :			
Purchase of Fixed Assets (Including Capital work-in-progress)		(2,991.17)	(3,783.18)
Investment in Shares - Others		(0.74)	(0.58)
Proceeds from Sale of Property, Plant & Equipments		3,294.13	705.21
Interest Received		168.84	126.17
Dividend Received		206.09	114.81
Net Cash from / (used) in Investing Activities	B	677.15	(2,837.57)
C. Cash Flow from Financing Activities :			
Proceeds from Long Term Borrowings		2,465.85	7,621.21
Repayment of Deposits - Related Parties		(558.97)	(305.95)
Repayment of Long Term Loan		(5,358.64)	(3,399.03)
Proceeds / (Repayment) of Short Term Borrowings (Net)		4,414.98	(835.68)
Payment of Dividend and Tax thereon		-	(23.79)
Finance Cost		(2,774.42)	(2,655.45)
Net cash from / (used) in Financing Activities	C	(1,811.20)	401.31
Net Increase in Cash and Cash Equivalent	D=(A+B+C)	24.54	(244.98)
Opening balance of Cash and Cash Equivalents	E	150.66	395.64
Closing balance of Cash and Cash Equivalents	D+E	175.20	150.66

Notes:

(i) The above Statement of Cash Flow has been prepared under 'Indirect Method' as set out in the Ind AS 7 on Statement of Cash Flow.

(ii) Bank Borrowings including Cash Credits are considered as Financing Activities



Notes:

- 1) The above audited results for the Quarter and Year Ended 31-03-2020 have been reviewed by the Audit Committee and approved by the Board of Directors at their Meeting held on 24-06-2020.
- 2) The Board of Directors have recommended a dividend of Rs.0.50 per equity share of Rs. 10/- each for the financial year 2019-20.
- 3) The Company has adopted Ind AS 116 'Leases' with the date of initial application being April 01, 2019. Ind AS 116 replaces Ind AS 17 - Leases and related interpretation and guidance. The Company has applied Ind AS 116 using the modified retrospective approach and as a result, the comparative information for the earlier periods has not been restated.
On transition to Ind AS 116, the Company has recognised right-of-use assets amounting to Rs.68.44 Lakhs. and lease liabilities Rs.61.07 Lakhs. as at April 01, 2019. The Company has discounted lease payments using the applicable incremental borrowing rate as at April 01, 2019 for measuring the lease liability. During the quarter, the Company has recognized interest expense on lease liabilities amounting to Rs 3.20 Lakhs. and depreciation on right-of-use assets amounting to Rs.11.06 Lakhs. During the year, the Company has recognized interest expense on lease liabilities amounting to Rs 3.20 Lakhs. and depreciation on right-of-use assets amounting to Rs.11.06 Lakhs.

4) Other Comprehensive Income comprises of -	Quarter ended			Year ended	
	31-03-2020	31-12-2019	31-03-2019	31-03-2020	31-03-2019
Remeasurement losses on defined benefit obligations, net of tax	(64)	-	58	(64)	58
Fair value gain / (loss) on equity instruments through OCI	2	-	3	2	3

- 5) The Company has followed equity method for accounting the investments made in Associates. Accordingly the Company has prepared the Consolidated Financial Statements for the year ended 31-03-2020 / 31-03-2019, which includes the results of the Company & its Associates.
- 6) The impact of Mark to Market loss on the valuation of cotton inventories of Rs. 149.83 Lakhs (PY: NIL) for the quarter / year ended 31-03-2020 includes in Cost of Materials Consumed
- 7) In view of the lock-down declared across the country by the Central / State Governments due to COVID-19 pandemic during second half of March 2020, the company's operations were adversely impacted. The operations have since resumed in a phased manner during April / May 2020 in accordance with the guidelines issued by the relevant regulatory authorities with regard to adhering of social distancing and following prescribed hygiene standards. The Company continues to comply with such guidelines from time to time.

The Company has sufficient liquidity / financing arrangements for the continuity of business operations. The lock-down due to COVID-19 is continuing with certain relaxations in FY 2020-21 and the Company is continuing its operations with lower demand. The Company expects the demand for yarn to get back to its normal levels, based on further relaxations that would be announced by the Central and State Governments, in the course of time. The Company has assessed the potential impact of COVID-19 based on the current circumstances and expects no significant impact on the continuity of operations of the business on long-term basis. The Company does not have any material risk of non-fulfilment of obligations by any party arising out of existing contracts / agreements.

The Company has exercised due care in determining its significant accounting judgements and estimates while preparing its financial statements including internal controls over financial reporting. As per the current assessment of the Company, there is no material impact on the carrying values of trade receivables and other financial / non-financial assets as at the reporting date. The Company continues to closely monitor the developments in economic conditions and assess its impact. However, the final impact may differ from the current estimates made as at the date of approval of the financial statements for the year ended 31-03-2020 considering the prevailing uncertainties.

- 8) As per Section 115BAA in the Income Tax Act, 1961, the Company has non-reversible option of shifting to a lower tax rate and simultaneously forgo certain tax incentives, deductions and accumulated MAT credit. The Company has not exercised this option for the year ended 31-03-2020 in view of the benefits available under the existing tax regime.
- 9) The figures for the quarter ended 31-03-2020 and 31-03-2019 are the balancing figures between audited results in respect of full financial year and published year to date upto the third quarter of the relevant financial year.
- 10) The Previous period figures have been re-grouped / re-stated wherever necessary.

Rajapalayam,
24-06-2020



THE RAMARAJU SURGICAL COTTON MILLS LIMITED

(Signature)
N R K RAMKUMAR RAJA
MANAGING DIRECTOR



THE RAMARAJU SURGICAL COTTON MILLS LIMITED
 Regd. Office: P.A.C.Ramsamy Raja Salai, Rajapalayam - 626 117. Tamilnadu
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Website: www.ramarajusurgical.com

STATEMENT OF AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2020

(Rs in Lakhs)

Sl. No.	Particulars	Consolidated				
		Quarter ended			Year ended	
		31-03-2020 (Audited)	31-12-2019 (Un-audited)	31-03-2019 (Audited)	31-03-2020 (Audited)	31-03-2019 (Audited)
1	a. Revenue from Operations					
	Sale of Products	6,842	7,603	7,267	29,308	24,651
	Other Operating Income	41	17	164	281	618
	b. Other Income	55	1,836	57	2,001	231
	Total Revenue	6,938	9,456	7,488	31,590	25,500
2	Expenses					
	a. Cost of Materials Consumed	3,712	4,243	3,734	16,853	13,568
	b. Purchases of Stock-in-trade	188	22	345	720	513
	c. Change in Inventories of Finished Goods, Work in progress and Stock-in-trade.	73	267	(64)	(523)	(1,771)
	d. Employee Benefit Expenses	686	851	749	3,216	3,028
	e. Power & Fuel	684	811	982	2,708	2,916
	f. Finance Cost	704	705	681	2,774	2,655
	g. Depreciation and Amortisation Expenses	437	417	369	1,657	1,529
	h. Other Expenditure	756	866	1,613	3,389	4,263
	Total Expenses	7,240	8,182	8,409	30,794	26,701
3	Profit / (Loss) from ordinary activities before Tax (1-2)	(302)	1,274	(921)	796	(1,201)
4	Tax Expenses					
	- Current Tax - Under MAT	(59)	190	-	131	-
	- MAT Credit Entitlement	59	(190)	-	(131)	-
	- Deferred Tax	(494)	258	(142)	(248)	(190)
5	Profit / (Loss) from ordinary activities after Tax(3-4)	192	1,016	(779)	1,044	(1,011)
6	Share of Net Profit After Tax (PAT) of Associates accounted for using the equity method	204	154	311	944	985
7	Net Profit / (Loss) for the period (5+6)	396	1,170	(468)	1,988	(26)
8	Other Comprehensive Income (net of tax)	(62)	-	61	(62)	61
9	Share of OCI of Associates accounted for using the equity method	(10)	2	(2)	(8)	(3)
10	Total Comprehensive Income after tax (7+8+9)	324	1,172	(409)	1,918	32
11	Paid-up Equity Share Capital (Face value of a Share of Rs 10/- each)	395	395	395	395	395
12	Reserves excluding Revaluation Reserves	-	-	-	23,257	21,339
13	Earning Per Share of ` 10/- each (in `) (Not Annualised)					
	Basic	10.04	29.65	(11.85)	50.38	(0.66)
	Diluted	10.04	29.65	(11.85)	50.38	(0.66)



SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

(Rs. in Lakhs)

Particulars	Consolidated				
	Quarter ended			Year ended	
	31-03-2020	31-12-2019	31-03-2019	31-03-2020	31-03-2019
	(Audited)	(Un-audited)	(Audited)	(Audited)	(Audited)
1. Segment Revenue (Net Sales / Operating Income)					
a) Textiles	3,370	2,999	4,032	13,627	14,079
b) Surgical	740	1,087	1,070	3,738	3,983
c) Fabrics	3,631	4,416	3,088	15,385	9,690
d) Wind Mills	120	91	68	880	961
	7,861	8,593	8,258	33,630	28,713
Less: Inter Segment Revenue	978	973	827	4,041	3,444
Total Income From Operations (Net)	6,883	7,620	7,431	29,589	25,269
2. Segment Results Profit/(Loss) Before Finance Cost & Tax					
a) Textiles	(92)	1,614	(574)	1,473	(658)
b) Surgical	74	102	76	467	522
c) Fabrics	386	257	369	1,132	1,121
d) Wind Mills	34	6	(9)	498	570
e) Unallocated Items			(102)		(102)
	402	1,979	(240)	3,570	1,453
Less: Finance Cost - Unallocable Expenditure	704	705	681	2,774	2,655
Profit / (Loss) Before Tax	(302)	1,274	(921)	796	(1,201)
3. Capital Employed (Segment Assets - Segment Liabilities)					
a) Textiles	(1,756)	(1,032)	(8)	(1,756)	(8)
b) Surgical	4,908	4,567	(1,260)	4,908	(1,260)
c) Fabrics	1,584	982	4,676	1,584	4,676
d) Wind Mills	1,671	1,671	1,812	1,671	1,812
e) Unallocated /Exceptional Items	17,246	17,141	16,514	17,246	16,514
Total	23,653	23,329	21,734	23,653	21,734



STATEMENT OF ASSETS & LIABILITIES

Particulars	Consolidated	
	As at 31-03-2020	As at 31-03-2019
	(Audited)	(Audited)
I ASSETS		
(1) Non-Current Assets		
Property, Plant and Equipments	24,045	22,804
Capital Work-in-progress	27	10
Investment Property	6	1,064
Intangible Assets	6	7
Investment in Associates	17,232	16,501
Financial Assets		
Other Investment	15	12
Loans	10	10
Other Financial Assets	537	426
Other Non-Current Assets	90	275
Asset held for sale	-	389
Sub-Total	41,968	41,499
(2) Current Assets		
Inventories	8,316	8,218
Financial Assets		
Trade Receivables	5,577	3,753
Cash and Cash Equivalents	167	140
Bank Balance other than cash & Cash Equivalents	8	11
Other Financial Assets	117	139
Other Current Assets	1,101	745
Sub-Total	15,286	13,006
TOTAL ASSETS	57,254	54,505
II EQUITY AND LIABILITIES		
(1) Equity		
Equity Share Capital	395	395
Other Equity	23,257	21,339
Total Equity	23,652	21,734
(2) Liabilities		
Non Current Liabilities		
Financial Liabilities		
Borrowings	10,897	13,788
Lease Liability	61	
Provisions	138	154
Deferred Tax Liabilities (Net)	43	46
Deferred Government Grants	671	1,040
Sub-Total	11,811	15,028
Current Liabilities		
Financial Liabilities		
Borrowings	15,915	12,122
Trade Payables		
- Total Outstanding dues of micro enterprises and small enterprises	-	-
- Total Outstanding dues of creditors other than micro enterprises and small enterprises	1,424	1,173
Other Financial Liabilities (*)	4,069	4,059
Provisions	187	300
Liabilities for Current Tax	196	89
Sub-Total	21,791	17,743
TOTAL EQUITY AND LIABILITIES	57,254	54,505
(*) Includes Current maturities of Long term Borrowings	3,033	3,033



CONSOLIDATED STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST MARCH 2020

		(Rs. in Lakhs)	
		2019-2020	2018-2019
A . Cash flow from Operating Activities			
Net Profit / (Loss) before tax		796.00	(1,201.32)
Adjustments for reconcile Profit / Loss Before Tax to Net Cash Flows			
Depreciation & Amortisation		1,657.31	1,529.18
Finance Cost		2,774.42	2,655.45
Interest Received		(168.84)	(126.17)
Impairment Loss on Assets		-	475.88
(Profit) / Loss on Sale of Assets		(1,769.99)	399.19
Fair Value Movement		-	101.73
Operating Profit before Working capital Changes		3,288.90	3,833.94
Movements in Working Capital :			
Gratuity and Government Grants		(66.96)	86.04
Trade Receivables		(1,823.84)	(1,714.20)
Loans and Advances		(89.52)	316.36
Inventories		(97.66)	(1,026.00)
Trade Payables & Current liabilities		118.15	688.79
Cash generated from Operations		1,329.07	2,184.93
Income tax (Paid) / Received		(170.48)	6.35
Net Cash Generated from Operating Activities	A	1,158.59	2,191.28
B. Cash Flow from Investing Activities :			
Purchase of Fixed Assets (Including Capital work-in-progress)		(2,991.17)	(3,783.18)
Investment in Shares - Others		(0.74)	(0.58)
Proceeds from Sale of Property, Plant & Equipments		3,294.13	705.21
Interest Received		168.84	126.17
Dividend Received		206.09	114.81
Net Cash from / (used) in Investing Activities	B	677.15	(2,837.57)
C. Cash Flow from Financing Activities :			
Proceeds from Long Term Borrowings		2,465.85	7,621.21
Repayment of Deposits - Related Parties		(558.97)	(305.95)
Repayment of Long Term Loan		(5,358.64)	(3,399.03)
Proceeds / (Repayment) of Short Term Borrowings (Net)		4,414.98	(835.68)
Payment of Dividend and Tax thereon			(23.79)
Finance Cost		(2,774.42)	(2,655.45)
Net cash from / (used) in Financing Activities	C	(1,811.20)	401.31
Net Increase in Cash and Cash Equivalent	D=(A+B+C)	24.54	(244.98)
Opening balance of Cash and Cash Equivalents	E	150.66	395.64
Closing balance of Cash and Cash Equivalents	D+E	175.20	150.66
Notes:			
(i) The above Statement of Cash Flow has been prepared under 'Indirect Method' as set out in the Ind AS 7 on Statement of Cash Flow.			
(ii) Bank Borrowings including Cash Credits are considered as Financing Activities			



Notes:

- 1) The above un-audited results for the Quarter and Year Ended 31-03-2020 have been reviewed by the Audit Committee and approved by the Board of Directors at their Meeting held on 24-06-2020. The Statutory Auditors have carried out a limited review of the above results.
- 2) The Board of Directors have recommended a dividend of Rs.0.50 per equity share of Rs. 10/- each for the financial year 2019-20.
- 3) The Consolidated Financial results have been prepared in accordance with Ind AS 110 read with Ind AS 28. The Consolidated results include its Associates viz., The Ramco Cements Limited, Ramco Industries Limited, Ramco Systems Limited, Rajapalayam Mills Limited, Sri Vishnu Shankar Mill Limited, Sri Harini Textiles Limited and Shri Harini Media Limited.
- 4) Key standalone financial information

(' in Lakhs)

Particulars	Quarter ended			Year ended	
	31-03-2020	31-12-2019	31-03-2019	31-03-2020	31-03-2019
	(Audited)	(Un-Audited)	(Audited)	(Audited)	
Total Revenue	7,029	9,456	7,488	31,796	25,614
Net Profit before tax	(211)	1,274	(819)	1,002	(985)
Net Profit after tax	25	1,016	(677)	1,250	(795)

The standalone financial results of the Company are available on the Bombay Stock Exchange website www.bseindia.com and the Company's website www.ramarajusurgical.com

- 5) The Company has adopted Ind AS 116 'Leases' with the date of initial application being April 01, 2019. Ind AS 116 replaces Ind AS 17 - Leases and related interpretation and guidance. The Company has applied Ind AS 116 using the modified retrospective approach and as a result, the comparative information for the earlier periods has not been restated.
On transition to Ind AS 116, the Company has recognised right-of-use assets amounting to Rs.68.44 Lakhs. and lease liabilities Rs.61.07 Lakhs. as at April 01, 2019. The Company has discounted lease payments using the applicable incremental borrowing rates as at April 01, 2019 for measuring the lease liability. During the quarter, the Company has recognized interest expense on lease liabilities amounting to Rs 3.20 Lakhs. and depreciation on right-of-use assets amounting to Rs.11.06 Lakhs. During the year, the Company has recognized interest expense on lease liabilities amounting to Rs 3.20 Lakhs. and depreciation on right-of-use assets amounting to Rs.11.06 Lakhs.

6) Other Comprehensive Income comprises of -	Quarter ended			Year ended	
	31-03-2020	31-12-2019	31-03-2019	31-03-2020	31-03-2019
Remeasurement losses on defined benefit obligations, net of tax	(64)	-	58	(64)	58
Fair value gain / (loss) on equity instruments through OCI	2	-	3	2	3

- 7) The Company has followed equity method for accounting the investments made in Associates. Accordingly the Company has prepared the Consolidated Financial Statements for the year ended 31-03-2020 / 31-03-2019, which includes the results of the Company & its Associates.
- 8) The impact of Mark to Market loss on the valuation of cotton inventories of Rs. 149.83 Lakhs (PY: NIL) for the quarter / year ended 31-03-2020 includes in Cost of Materials Consumed
- 9) In view of the lock-down declared across the country by the Central / State Governments due to COVID-19 pandemic during second half of March 2020, the company's operations were adversely impacted. The operations have since resumed in a phased manner during April / May 2020 in accordance with the guidelines issued by the relevant regulatory authorities with regard to adhering of social distancing and following prescribed hygiene standards. The Company continues to comply with such guidelines from time to time.

The Company has sufficient liquidity / financing arrangements for the continuity of business operations. The lock-down due to COVID-19 is continuing with certain relaxations in FY 2020-21 and the Company is continuing its operations with lower demand. The Company expects the demand for yarn to get back to its normal levels, based on further relaxations that would be announced by the Central and State Governments, in the course of time. The Company has assessed the potential impact of COVID-19 based on the current circumstances and expects no significant impact on the continuity of operations of the business on long-term basis. The Company does not have any material risk of non-fulfilment of obligations by any party arising out of existing contracts / agreements.

The Company has exercised due care in determining its significant accounting judgements and estimates while preparing its financial statements including internal controls over financial reporting. As per the current assessment of the Company, there is no material impact on the carrying values of trade receivables and other financial / non-financial assets as at the reporting date. The Company continues to closely monitor the developments in economic conditions and assess its impact. However, the final impact may differ from the current estimates made as at the date of approval of the financial statements for the year ended 31-03-2020 considering the prevailing uncertainties.

- 10) As per Section 115BAA in the Income Tax Act, 1961, the Company has non-reversible option of shifting to a lower tax rate and simultaneously forgo certain tax incentives, deductions and accumulated MAT credit. The Company has not exercised this option for the year ended 31-03-2020 in view of the benefits available under the existing tax regime.
- 11) The figures for the quarter ended 31-03-2020 and 31-03-2019 are the balancing figures between audited results in respect of full financial year and published year to date upto the third quarter of the relevant financial year.
- 12) The Previous period figures have been re-grouped / re-stated wherever necessary.



THE RAMARAJU SURGICAL COTTON MILLS LIMITED

**N R K RAMKUMAR RAJA
MANAGING DIRECTOR**

Rajapalayam,
24-06-2020



**Independent Auditor's Report on the Quarterly and Year to Date
Standalone Audited 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 THE RAMARAJU SURGICAL COTTON
MILLS LIMITED**

Report on the audit of the Standalone Financial Results

Opinion

We have audited the accompanying standalone quarterly financial results of **THE RAMARAJU SURGICAL COTTON MILLS LIMITED** (the "Company") for the quarter ended March 31, 2020 and the year to date results for the period from April 01, 2019 to March 31, 2020, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us these standalone financial results:

- I. are presented in accordance with the requirements of the Regulation 33 of the Listing Regulations in this regard; and
- II. gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India of the net profit and other comprehensive loss and other financial information of the Company for the quarter ended March 31, 2020 as well as the year to date results for the period from April 01, 2019 to March 31, 2020.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Standalone Financial Results" section of our report. We are independent of the Company in accordance with the Code





of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

We draw attention to Note No. 6 to the standalone financial results, which describes the uncertainties and the impact of the COVID-19 pandemic on the company's operations and results as assessed by the management. The Management has assessed that consequent lockdown announced by Central / State Governments, the demand for Cotton has come down and the Cotton prices have fallen by more than 20%. Due to the reduction in the market price of Cotton, a provision for Mark To Market Loss of Rs. 149.83 Lakhs in the carrying cost of Cotton inventory has been made in the financial statements. Other than the above there is no material impact on the financial statements due to lockdown and related restrictions imposed towards controlling the COVID-19 pandemic. Our opinion is not modified in respect of this matter.

Management's Responsibilities for the Standalone Financial Results

These quarterly financial results as well as the year to date standalone financial results have been prepared on the basis of standalone annual financial statements. The Board of Directors of the Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive loss of the Company and other financial information in accordance with the applicable accounting standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and





presentation of the standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial statements, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the standalone financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also





responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.





Other Matter

Our attendance at the physical inventory verification done by the management was impracticable under the current lockdown restrictions imposed by the government. Consequently, we have performed alternative procedures to audit on the existence and condition of inventory at year end as per the guidance provided in SA-501 "Audit Evidence - Specific considerations for selected items" and have obtained sufficient audit evidence to issue our un-modified opinion on these standalone financial results.

Our opinion on the statement is not modified in respect of these matters.

The Statement includes the results for the quarter ended March 31, 2020 being the balancing figures between the audited figures in respect of the full financial year ended March 31, 2020 and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us as required under the Listing Regulations.

For N.A. JAYARAMAN & CO.,
Chartered Accountants
Firm Registration Number: 001310S



R. PALANIAPPAN
Partner
Membership Number: 205112
UDIN: 20205112AAAAB8497

Chennai
24th June 2020



Independent Auditor's Report on the Quarterly and Year to Date Audited Consolidated 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 THE RAMARAJU SURGICAL COTTON MILLS LIMITED

Report on the audit of the Consolidated Financial Results

Opinion

We have audited the accompanying Statement of Consolidated Financial Results of **THE RAMARAJU SURGICAL COTTON MILLS LIMITED** ("the Company") and its associates for the quarter ended March 31, 2020 and for the period from April 01, 2019 to March 31, 2020 ("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 amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of the reports of the other auditors on separate audited financial statements / financial information of associates, the Statement:

a. includes the results of the following entities:

Name of the entity	Relationship
The Ramco Cements Limited	Associate
Ramco Industries Limited	Associate
Ramco Systems Limited	Associate
Rajapalayam Mills Limited	Associate
Sri Vishnu Shankar Mill Limited	Associate
Shri Harini Media Limited	Associate
Sri Harini Textiles Limited	Associate

b. is presented in accordance with the requirements of Regulation 33 of the Listing Regulations, as amended; and

c. gives a true and fair view, in conformity with the applicable accounting standards, and other accounting principles generally accepted in India, of





consolidated total comprehensive income (comprising of net profit and other comprehensive loss) and other financial information of the Company for the quarter ended March 31, 2020 and for the period from April 01, 2019 to March 31, 2020.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) as specified under section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Consolidated Financial Results* section of our report. We are independent of the Company and its associates in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us and other auditors in terms of their reports referred to in "Other Matter" paragraph below, is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

We draw attention to Note No. 6 to the consolidated financial results, which describes the uncertainties and the impact of the COVID-19 pandemic on the operations and results on financial results. The Management has assessed that consequent lockdown announced by Central / State Governments, the demand for Cotton has come down and the Cotton prices have fallen by more than 20%. Due to the reduction in the market price of Cotton, a provision for Mark to Market Loss of Rs. 149.83 Lakhs in the carrying cost of Cotton inventory has been made in the financial statements of the Company. Other than the above there is no material impact on the financial statements due to lockdown and related restrictions imposed towards controlling the COVID-19 pandemic. Our opinion is not modified in respect of this matter.

The auditors of respective associate companies have reported an Emphasis of matter about the impact of COVID-19 pandemic in their reports of the respective companies. Our opinion is not modified in respect of this matter.

Management's Responsibilities for the Consolidated Financial Results

These Statements have been prepared on the basis of the consolidated annual financial statements.





The Company's Board of Directors are responsible for the preparation and presentation of these consolidated financial results that give a true and fair view of the net profit and other comprehensive loss and other financial information of the Company including its associates in accordance with the applicable accounting standards prescribed under Section 133 of the Act read with relevant rules issued there under and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The respective Board of Directors of the Company and its associates are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and its associates and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial results by the Directors of the Company, as aforesaid.

In preparing the consolidated financial statement, the respective Board of Directors of the Company and its associates are responsible for assessing the ability of the Company and its associates to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the Company and of its associates are also responsible for overseeing the financial reporting process of the Company and its associates.

Auditor's Responsibilities for the Audit of the Consolidated Financial Results

Our objectives are to obtain reasonable assurance about whether the consolidated financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could





reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Company and its associates to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company and its associates to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial results, including the disclosures, and whether the consolidated financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results/financial information of the Company and its associates to express an opinion on the consolidated financial results. We are responsible for the





direction, supervision and performance of the audit of the financial information of the entities included in the consolidated financial results of which we are the independent auditors. For the other entities included in the consolidated financial results, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Company and such other entities included in the consolidated financial results of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.

Other Matter

1. The consolidated financial results also include the Company's share of net profit after tax of Rs. 204 Lakhs and Rs. 944 Lakhs for the quarter ended 31st March 2020 and for the period from 01st April 2019 to 31st March 2020 respectively as considered in the consolidated audited financial results in respect to all the associates. The financial results / financial information of one associate have been audited by us along with another joint auditor and six associates has been audited by an Independent Auditor, whose reports have been furnished to us by the management and our report on the consolidated financial results in so far as it relates to the amounts that have been derived from such audited financial results is solely based on the reports of the other auditors.





2. Our attendance at the physical inventory verification done by the management was impracticable under the current lockdown restrictions imposed by the government. Consequently, we have performed alternative procedures to audit on the existence and condition of inventory at year end as per the guidance provided in SA-501 "Audit Evidence - Specific considerations for selected items" and have obtained sufficient audit evidence to issue our un-modified opinion on these consolidated financial results.

Our opinion on the Statement is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the Financial Results/financial information certified by the Board of Directors.

The Statement includes the results for the quarter ended March 31, 2020 being the balancing figures between the audited figures in respect of the full financial year ended March 31, 2020 and the published unaudited year-to-date figures up to the end of the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

For N.A. JAYARAMAN & CO.,
Chartered Accountants
Firm Registration Number: 001310S

R. PALANIAPPAN
Partner

Membership Number: 205112

UDIN: 20205112AAAFL9112



Chennai
24th June 2020

THE RAMARAJU SURGICAL COTTON MILLS LIMITED

Manufacturers of Antiseptic Dressings

MSEI / 2020

June 24, 2020

Head-Listing,
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 – 400 098.
India

Symbol: RAMARAJU

Dear Sir,

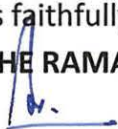
Sub: Declaration under Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. – reg

We hereby declare that the Audit Reports issued by the Statutory Auditors on the Standalone and Consolidated Annual Financial Results for the year ended 31st March, 2020 were with unmodified opinions.

Thanking you,

Yours faithfully,

For THE RAMARAJU SURGICAL COTTON MILLS LIMITED,



NARAYAN VIJAY GOPAL
CHIEF FINANCIAL OFFICER

