

# GARDEN SILK MILLS LIMITED

Date: 14th September, 2016

Department of Corporate Services,  
Bombay Stock Exchange Ltd.,  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai 400001  
Scrip Code: 500155

National Stock Exchange of India Ltd.  
"Exchange Plaza",  
Bandra Kurla Complex,  
Bandra (East),  
Mumbai 400051  
Stock Code: GARDENSILK(EQ)

Sub.: Erosion of net worth and filing of reference u/s 15(1) of SICA, 1985

Dear Sir,

This is to inform you that as per the audited financial statements of the Company for the year ended 31st March, 2016 adopted by the shareholders at the 37th Annual General Meeting held on 14th September, 2016, the accumulated losses of the Company have exceeded the Company's net worth. Accordingly the Company has become a Sick Industrial Company within the meaning of Section 3(1)(o) of Sick Industrial Company (Special Provisions) Act, 1985 (SICA) at the end of the financial year ended 31st March, 2016.

Consequently the Board of Directors of the Company at its meeting held today confirmed the erosion of net worth and approved that a reference under Section 15(1) of the said act would be made to the Board for Industrial and Financial Reconstruction (BIFR) under prescribed Form A for determination of the measures which shall be adopted by the Company for revival of sickness.

This is for your information, please.

We request you to kindly take the same on your record.

Thanking you,

Yours faithfully,  
For Garden Silk Mills Limited



Kamlesh B. Vyas  
Company Secretary & Compliance Officer



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