## SAMBANDAM SPINNING MILLS LIMITED Registered (P) +91 4 website : w

Registered Office : P.B. No.1, Kamaraj Nagar Colony, Salem 636 014. Tamil Nadu (P) +91 427 2240790 (F) +91 427 2240169 (E) corporate@sambandam.com website : www.sambandam.com Corporate Identity No. L17111TZ1973PLC000675

UNIT -

Ref:774/SSML/CS/2017-18

21<sup>th</sup> November 2017

The Secretary BSE Limited Floor No 25., Phiroze JeejeebhoyTowers. Dalal Street Fort, Mumbai 400 023

Sub: Disclosure under Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended as per circular CIR/CFD/CMD/4/2015 ("Listing Regulation")

Ref: Scrip Code - 521240

We hereby inform you that a fraud had occurred by an employee of the company. The details are as stated below for your records .

a) Nature of fraud

Misappropriation of funds, false representation to senior management and forged bank documents/ statements submitted by the employee.

b) Estimated impact on the listed entity In view of the strong fundamentals of the company, the impact of the fraud will not have any adverse effect on the financial performance of the company.

- c) Time of occurrence Since Financial year 2012-13.
- d) **Person(s) involved** Mr.A.Antony Arul Raj (Accountant –employee No 20995 )
- e) Estimated amount involved Initial investigations have revealed fraud around Rupees 13 Crores
- f) Whether such fraud has been reported to appropriate authorities Action is being initiated as it has been discovered only now.

The above is for your information and record.

Thanking you

Yours faithfully. For Sambandam Spinning Mills Limited

Nam

S.Natarajan Company Secretary

An ISO 9001:2008 / EMS : ISO 14001:2004 / OHSAS : 18001:2007 / NABL : ISO 17025:2005 / OEKOTEX / ORGANIC : GOTS & OE / BCI - Certified Company