

Auditor's Report on the Half yearly and Year to date Audited Standalone Financial Results of Lagnam Spintex Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

To,
The Board of Directors,
LAGNAM SPINTEX LIMITED
A 51-53, RIICO Growth Centre,
Hamirgarh, Bhilwara- 311001.

Report on the Audit of Financial Result

Opinion

We have audited the accompanying statement of half yearly and year to date financial results of Lagnam Spintex Limited (the company) for the half year ended 31st March 2021 and for the year ended 31st March 2021 ("Statement") 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 ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

1. Is presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
2. gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the net income and other comprehensive income and other financial information of the Company for the half year ended 31st March 2021 and for the year ended 31st March 2021.

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, as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the 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 results under the provisions of the Companies Act, 2013 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.

Management's Responsibilities for the Financial Results

The statement has been prepared on the basis of the annual financial statements. The Company's Board of Directors are responsible for the preparation of the statement that gives a true and fair view of the net income and other comprehensive income and other financial information in accordance with the applicable accounting standard 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 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 financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial results, 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.

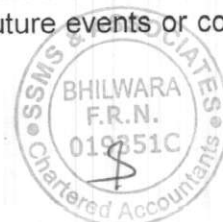
The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Results

Our objectives are to obtain reasonable assurance about whether the 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 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 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 statement 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 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 matters

The statement includes the results for the half year ended 31st March 2021 being the balancing figure between the audited figures in respect of the full financial year ended 31st March 2021 and the published unaudited year-to-date figure of the first half of the financial year, which was subjected to a limited review by us, as required under the Listing Regulations.

Date: 15.04.2021


Place: Bhilwara

UDIN: 21076241AAAAAZ3471

For SSMS & Associates

Chartered Accountants

Firm Reg. No. 19351C


(Satish Somani)

Partner

M. No. 076241





LAGNAM SPINTEX LIMITED

CIN: L17119RJ2010PLC032089

Plant & Registered Office: A 51-53, RIICO Growth Centre Hamirgarh, Bhilwara- 311001 (Rajasthan)

M: (91) 9929091010 E: anand@lagnam.com W: www.lagnamspintex.com

Statement of Audited Financial Results For The Half Year And Year Ended 31st March, 2021

PARTICULARS	(₹ in Lac)				
	Six months ended on 31.03.2021 (Audited)	Preceding Six months ended on 30.09.2020 (Unaudited)	Corresponding Six months ended in the previous year on 31.03.2020 (Audited)	Current year ended on 31.03.2021 (Audited)	Previous year ended on 31.03.2020 (Audited)
	01.10.2020 to 31.03.2021	01.04.2020 to 30.09.2020	01.10.2019 to 31.03.2020	01.04.2020 to 31.03.2021	01.04.2019 to 31.03.2020
I. Revenue from Operations (Net of excise duty)	13,581.76	6,958.99	10,317.25	20,540.75	17,644.45
II. Other Operating Income	14.27	15.69	22.10	29.96	33.23
III. Total Revenue (I+II)	13,596.03	6,974.68	10,339.35	20,570.71	17,677.68
IV. Expenses					
(a) Cost of Materials consumed	8,300.02	4,485.96	7,470.15	12,785.98	13,510.05
(b) Purchase of stock-in-trade, Changes in inventories of finished goods, work-in-progress and stock-in-trade	498.11	667.62	(150.71)	1,165.73	(649.60)
(d) Employees benefits expense	515.76	374.75	494.32	890.51	770.24
(e) Finance cost	604.35	560.08	623.95	1,164.43	930.60
(f) Depreciation and amortisation expenses	373.00	378.87	378.13	751.87	593.77
(g) Other expenses	1,842.80	1,269.34	1,646.39	3,112.14	2,462.47
Total Expenses	12,134.04	7,736.62	10,462.23	19,870.66	17,617.53
V. Profit / (Loss) before exceptional and extraordinary items and tax (III-IV)	1,461.99	(761.94)	(122.88)	700.05	60.15
VI. Exceptional Items	-	-	-	-	-
VII. Profit / (Loss) before Extraordinary items and Tax (V-VI)	1,461.99	(761.94)	(122.88)	700.05	60.15
VIII. Extra ordinary items	-	-	-	-	-
IX. Profit / (Loss) before Tax (VII-VIII)	1,461.99	(761.94)	(122.88)	700.05	60.15
X. Tax expense					
(1) Current Tax	116.85	-	(28.39)	116.85	2.16
(2) MAT Credit Entitlement	(116.85)	-	28.39	(116.85)	(2.16)
(3) Deferred Tax	381.51	(134.09)	(103.07)	247.42	(52.15)
XI. Profit / (Loss) for the period from continuing operations (IX-X)	1,080.48	(627.85)	(19.81)	452.63	112.30
XII. Profit / (Loss) for the period from Discontinuing operations	-	-	-	-	-
XIII. Tax expenses of Discontinuing operations	-	-	-	-	-
XIV. Profit / (Loss) from Discontinuing operations (after Tax) (XII-XIII)	-	-	-	-	-
XV. Profit / (Loss) for the period (XI+XIV)	1,080.48	(627.85)	(19.81)	452.63	112.30
XVI. Earning per equity share of Rs.10/- Each					
Basic	6.12	(3.55)	(0.11)	2.56	0.64
Diluted	6.12	(3.55)	(0.11)	2.56	0.64
XVII. Paid-up Equity Share Capital (Face value of Rs. 10/- each)	1,766.90	1,766.90	1,766.90	1,766.90	1,766.90
XVIII. Reserves excluding revaluation reserve	-	-	-	4,119.98	3,667.35

- The above financial results have been reviewed by the Audit Committee and approved & taken on record by the Board of Directors at their Meeting held on Thursday, 15th April, 2021.
- The Auditors have given their report on the financial results for the half/year ended 31st March, 2021 which has also reviewed and approved by the Audit Committee and the Board at their Meeting held on Thursday, 15th April, 2021.
- The Auditors' Report is unmodified and there is no comments or remarks which needs to be described in the prescribed form.
- The Board has recommended dividend @ 5% i.e. Rs. 0.50 per share for the financial year 2020-21, subject to the approval of Shareholders.
- The figures have been regrouped/rearranged wherever necessary.
- During the year Company's manufacturing plants & offices were completely shut down from 22nd March, 2020 to 25th April, 2020 due to COVID-19 lockdown announced by the Central Government of India. The operations have partially started w.e.f. 26th April, 2020
- The requirement of AS-17 "Segment Reporting" is not applicable to the Company as it is engaged in single business segment.
- The Company is not having any subsidiary, associate or joint venture; therefore, it has prepared only standalone results as consolidation requirement is not applicable to the Company.
- Statement of Assets and Liabilities as on 31st March, 2021 is enclosed herewith.
- IND AS is currently not applicable to the Company.

For Lagnam Spintex Limited

Anand Mangal
Managing Director
DIN: 03113542



Date : 15th April, 2021
Place : Bhilwara

LAGNAM SPINTEX LIMITED

CIN: L17119RJ2010PLC032089

Plant & Registered Office: A 51-53, RIICO Growth Centre Hamirgarh, Bhilwara- 311001 (Rajasthan)

M: (91) 9929091010 E: anand@lagnam.com W: www.lagnamspintex.com

Statement of Assets & Liabilities As At 31st March ,2021			
(₹ in Lac)			
S NO.	Particulars	As at 31.03.2021 (Audited)	As at 31.03.2020 (Audited)
I.	EQUITY AND LIABILITIES		
1	Shareholders' funds		
(a)	Share Capital	1,766.90	1,766.90
(b)	Reserves & surplus	4,119.98	3,667.35
(c)	Money received against share warrants	-	-
	Sub-Total Shareholders' Funds	5,886.88	5,434.25
2	Share application money pending allotment	-	-
3	Non-current liabilities		
(a)	Long-term borrowings	12,323.84	10,761.99
(b)	Deferred tax liabilities (net)	820.52	573.10
(c)	Other long-term liabilities	-	-
(d)	Long-term provisions	67.40	43.78
	Sub-Total Non Current Liabilities	13,211.76	11,378.87
4	Current Liabilities		
(a)	Short-term borrowings	2,954.29	4,587.67
(b)	Trade payables		
	(A) total outstanding dues of micro enterprises and small enterprises	458.81	996.77
	(B) total outstanding dues of creditors other than micro enterprises and small enterprises	35.33	117.21
(c)	Other current liabilities	2,391.20	1,648.59
(d)	Short-term provisions	8.55	10.16
	Sub-Total Current Liabilities	5,848.18	7,360.40
	Total Equity and Liabilities	24,946.82	24,173.52
II.	Assets		
1	Non-current assets		
(a)	Fixed assets		
	(i) Tangible Assets	15,070.38	15,796.33
	(ii) Intangible Assets	10.72	9.23
	(iii) Capital work-in-progress	-	-
	(iv) Intangible assets under development	-	-
		15,081.10	15,805.56
(b)	Non-current investments	22.16	34.20
(c)	Deferred tax assets (net)	-	-
(d)	Long-term loans and advances	-	-
(e)	Other non-current assets	0.59	5.28
	Sub-Total Non Current Assets	15,103.85	15,845.04
2	Current assets		
(a)	Current investments	5.00	5.00
(b)	Inventories	3,977.95	3,940.13
(c)	Trade receivables	3,498.20	2,670.06
(d)	Cash and cash equivalents	45.16	48.80
(e)	Short-term loans and advances	2,311.97	1,659.80
(f)	Other current assets	4.69	4.69
	Sub-Total Current Assets	9,842.97	8,328.48
	Total Assets	24,946.82	24,173.52

For Lagnam Spintex Limited

Anand Mangal

Anand Mangal
Managing Director
DIN: 03113542

Date : 15th April ,2021
Place : Bhilwara



LAGNAM SPINTEX LIMITED
(CIN: L17119RJ2010PLC032089)
Cash Flow Statement For The Year Ended 31st March 2021

Particulars	(₹ in Lac)	
	For the Year ended 31st March, 2021	For the Year ended 31st March, 2020
A) Cash Flow from operating activities		
Net profit before tax	700.05	60.15
Adjustments for:		
Depreciation and amortisation	751.87	593.77
Interest Income	(26.85)	(27.20)
Interest Expenses	1,164.43	930.60
(Profit)/ Loss on sale of fixed assets	4.12	(0.61)
Provision for employees Benefit	22.01	8.81
Miscellaneous expenses written off	4.69	4.69
Operating Profit before working capital changes	2,620.32	1,570.21
Adjustments for:		
(Increase) /Decrease in Inventories	(37.82)	(2,643.95)
(Increase) /Decrease in Trade receivables	(828.14)	(741.79)
(Increase) /Decrease in loans and advance (Short and Long Term)	(535.32)	78.06
Increase / (Decrease) in Trade payables	(619.84)	712.38
Increase /(Decrease) in Other Liability (Current and Non current)	91.30	430.34
Cash generated from operation	690.50	(594.75)
Direct taxes paid	(100.98)	(79.93)
Net cash from operating activities	589.52	(674.68)
B) Cash flow from investing activities		
Acquisition of fixed assets	(31.53)	(3,166.61)
Sale of fixed assets	-	1.26
Net Purchase and Sale of Investments	12.04	3.00
Interest Income	26.85	27.20
Net cash used in investing activities	7.36	(3,135.15)
C) Cash flow from financing activities		
Repayment of long term borrowings	(1,116.58)	(410.86)
Proceeds from long term borrowings	3,313.87	1,987.97
Increase / Decrease in Short term borrowings	(1,633.38)	2,518.12
Interest cost	(1,164.43)	(930.60)
Net cash from financing activities	(600.52)	3,164.63
Net increase in cash and cash equivalents (A+B+C)	(3.64)	(645.20)
Opening cash and cash equivalents	48.80	694.00
Closing cash and cash equivalents	45.16	48.80
As per our report of even date		

For Lagnam Spintex Limited

Anand Mangal

Date : 15th April ,2021
Place : Bhilwara



Anand Mangal
Managing Director
DIN: 03113542



Lagnam Spintex Limited

Lagnam Spintex Plant & Regd. Office: A 51-53, RIICO Growth Centre Hamirgarh, Bhilwara (RAJ)-311001

To,
The Manager
Listing & Compliance Department,
National Stock Exchange of India Limited
Exchange Plaza, 5th Floor, Plot No. C/1,
G Block, Bandra-Kurla Complex, Bandra,
Mumbai- 400051.

Date: 15.04.2021

Company ID: LAGNAM
ISIN: INE548Z01017

Sub: Declaration pursuant to Regulation 33(3)(d) of the Securities and Exchange Board of India (LODR) Regulations, 2015, as amended

This is hereby declared and confirmed that the Auditors' Report given by the Statutory Auditors of the Company on the Audited financials Results of the Company for the half year and financial year ended on 31st March, 2021 is with Unmodified Opinion.

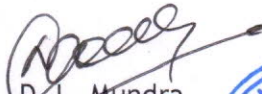
Thanking you,

Yours Faithfully,

For LAGNAM SPINTEX LIMITED


ANAND MANGAL
MANAGING Director
DIN: 03113542




D. L. Mundra
Chief Financial Officer

