

M. S. Jagannathan & Visvanathan

CHARTERED ACCOUNTANTS

Independent Auditor's Review Report on the Quarter and Half year ended Unaudited Standalone Financial Results of the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 as amended

To
The Board of Directors of
The Lakshmi Mills Company Limited
COIMBATORE-641037

1. We have reviewed the accompanying statement of Unaudited financial results of **THE LAKSHMI MILLS COMPANY LIMITED, COIMBATORE-641037** for the Quarter and Half year ended **30th September 2021** ("the statement") attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 as amended ("the Listing Regulations").
2. This statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 read with relevant Rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on these financial statements based on our review.
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 the 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 analytical procedures applied to financial data and thus provides less assurance than an audit. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in 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 the aforesaid Indian Accounting Standards (Ind AS) specified under Section 133 of the Companies Act, 2013 as amended read with relevant rules issued thereunder and other accounting principles generally accepted in India has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For M S Jagannathan and Visvanathan
Chartered Accountants
Firm Registration No 001209S

M V Jaganathan

M V Jaganathan
Partner
M No 214178

UDIN: 21214178 AAAAEB1038

Place: Coimbatore
Date: 10.11.2021



THE LAKSHMI MILLS COMPANY LIMITED

CIN: L17111TZ1910PLC000093

Regd. Office : 686, Avanashi Road, Coimbatore - 641 037

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Statement of Unaudited Financial Results for the quarter and half year ended 30th September 2021

(Rs in Lakhs)

S.No.	Particulars	Quarter Ended			Half Year ended		Year ended
		30.09.2021	30.06.2021	30.09.2020	30.09.2021	30.09.2020	31.03.2021
		(Unaudited)					(Audited)
1	Income from Operations						
	Revenue from operations	9,338.84	7,085.39	3,647.79	16,424.23	4,458.29	18,390.28
	Other income	89.19	36.32	66.80	125.51	87.33	196.09
	Total Income from Operations (Net)	9,428.03	7,121.71	3,714.59	16,549.74	4,545.62	18,586.37
2	Expenditure						
	a) Cost of materials consumed	4,032.58	2,889.60	1,084.26	6,922.18	1,364.62	6,568.70
	b) Purchase of stock-in-trade	1,450.98	814.58	419.62	2,265.56	631.43	1,763.56
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(472.52)	48.28	891.56	(424.24)	634.47	1,365.88
	d) Employee benefits expense	998.54	991.20	610.13	1,989.74	1,108.82	2,878.42
	e) Finance costs	301.49	304.93	311.09	606.42	573.57	1,151.69
	f) Depreciation and amortisation expenses	160.97	148.60	148.94	309.57	263.25	611.41
	g) Power & Fuel	928.01	773.71	349.50	1,701.72	531.69	1,998.46
	h) Other expenditure	847.53	567.47	339.24	1,415.00	490.65	1,531.32
	Total Expenses	8,247.58	6,538.37	4,154.34	14,785.95	5,598.50	17,869.44
3	Profit/(Loss) from ordinary activities before exceptional items (1-2)	1,180.45	583.34	(439.75)	1,763.79	(1,052.88)	716.93
4	Exceptional items-Gain/(Loss)(Note3)	(8.95)	0.00	0.00	(8.95)	84.62	(74.30)
5	Profit/(Loss) from ordinary activities before tax (3+4)	1,171.50	583.34	(439.75)	1,754.84	(968.26)	642.63
6	Tax expense						
	Current Tax	233.34	103.95	-	337.29	-	149.54
	Deferred Tax	108.29	29.01	(113.43)	137.30	(234.72)	126.13
	Total Tax Expenses	341.63	132.96	(113.43)	474.59	(234.72)	275.67
7	Profit / (Loss) for the period after tax (5-6)	829.87	450.38	(326.32)	1,280.25	(733.54)	366.96
8	Other comprehensive income, net of income tax						
	a) (i) Items that will not be reclassified to Profit or loss	8,601.53	(1,384.35)	3,506.39	7,217.18	6,346.55	23,348.43
	(ii) Income tax relating to Items that will not be reclassified to Profit or loss	(864.72)	168.14	(1.08)	(696.58)	(2.16)	(351.12)
	b) (i) Items that will be reclassified to Profit or loss	-	-	-	-	-	-
	(ii) Income tax relating to Items that will be reclassified to Profit or loss	-	-	-	-	-	-
	Total other comprehensive income, net of income tax	7,736.81	(1,216.21)	3,505.31	6,520.60	6,344.39	22,997.31
9	Total comprehensive income for the period (7+8)	8,566.68	(765.83)	3,178.99	7,800.85	5,610.85	23,364.27
10	Paid up equity share capital (face value Rs100/-each)	695.55	695.55	695.55	695.55	695.55	695.55
11	Earnings per share (of Rs 100/- each) (not annualised for the quarters)						
	(a) Basic	119.31	64.75	(46.92)	184.06	(105.46)	52.76
	(b) Diluted	119.31	64.75	(46.92)	184.06	(105.46)	52.76

Segment Reporting

(Rs in Lakhs)

Primary Segment - Business segment

Particulars	Quarter Ended			Half Year ended		Year ended
	30.09.2021	30.06.2021	30.09.2020	30.09.2021	30.09.2020	31.03.2021
	(Unaudited)			(Unaudited)		(Audited)
Segment Revenue						
Net Sales/Income						
a.Textiles	9,212.44	6,975.65	3,499.41	16,188.09	4,227.73	17,916.55
b.Rental services	159.12	141.59	159.52	300.71	257.39	601.97
c. Unallocated revenue	56.47	4.47	55.66	60.94	60.50	67.85
Net Sales/Income	9,428.03	7,121.71	3,714.59	16,549.74	4,545.62	18,586.37
Segment Results						
Profit / (Loss)						
a.Textiles	1,362.88	844.98	(262.87)	2,207.86	(567.37)	1,526.89
b.Rental services	105.06	87.32	116.35	192.38	171.43	379.22
Total	1,467.95	932.30	(146.52)	2,400.25	(395.94)	1,906.11
Less: Finance costs	301.49	304.93	311.09	606.42	573.57	1,151.69
Add /(Less): Other unallocable Income net of unallocable expenses	5.04	(44.03)	17.86	(38.99)	1.25	(111.79)
Total Profit/Loss before Tax	1,171.50	583.34	(439.75)	1,754.84	(968.26)	642.63
Segment Assets						
a.Textiles	21,853.17	20,507.74	19,947.76	21,853.17	19,947.76	20,857.90
b.Rental services	1,458.25	1,484.42	1,418.87	1,458.25	1,418.87	1,499.89
c.Unallocated	43,240.44	35,590.25	20,559.72	43,240.44	20,559.72	36,915.75
Total	66,551.86	57,582.41	41,926.35	66,551.86	41,926.35	59,273.54
Segment Liabilities						
a.Textiles	9,762.16	9,417.23	11,694.15	9,762.16	11,694.15	10,487.24
b.Rental services	1,124.25	1,168.06	315.86	1,124.25	315.86	1,016.82
c.Unallocated	299.17	93.19	0.00	299.17	-	99.72
Total	11,185.58	10,678.48	12,010.01	11,185.58	12,010.01	11,603.78
Capital Expenditure	252.04	238.64	84.31	490.68	92.26	533.62
Depreciation	160.97	148.60	148.94	309.57	263.25	611.41

STATEMENT OF ASSETS AND LIABILITIES

(Rs in Lakhs)

Particulars		30.09.2021	31.03.2021
		(Unaudited)	(Audited)
	ASSETS		
1	Non-current assets		
(a)	Property, plant and equipment	14,395.78	14,165.78
(b)	Capital work-in-progress	69.31	87.72
(c)	Intangible assets	3.36	3.85
(d)	Investment Property	1,458.25	1,499.89
(e)	Financial assets		
	(i) Investments	42,767.52	35,513.64
	(ii) Loans	545.19	490.57
	(iii) Other Financial Assets	38.69	38.69
(f)	Deferred tax assets (net)	252.39	1,086.26
(g)	Other non-current assets	97.45	192.77
	Total non - current assets	59,627.94	53,079.17
2	Current assets		
(a)	Inventories	3,370.49	2,799.44
(b)	Financial assets		
	(i) Trade receivables	3,153.71	3,050.38
	(ii) Cash and cash equivalents	7.52	14.87
	(iii) Bank balance	282.73	178.51
	(iv) Loans	11.29	18.84
(c)	Current tax assets (net)	-	-
(d)	Other current assets	98.18	132.33
	Total Current Assets	6,923.92	6,194.37
	Total Assets	66,551.86	59,273.54
	EQUITY AND LIABILITIES		
	Equity		
(a)	Equity share capital	695.55	695.55
(b)	Other equity	54,670.73	46,974.21
	Total Equity	55,366.28	47,669.76
	LIABILITIES		
1	Non-current liabilities		
(a)	Financial liabilities		
	(i) Borrowings	2,239.66	2,224.69
	(ii) Other financial liabilities	421.48	146.06
(b)	Provisions	410.32	462.09
(c)	Other non-current liabilities	164.07	183.94
(d)	Deferred tax liabilities (Net)	-	-
	Total Non - Current Liabilities	3,235.53	3,016.78
2	Current liabilities		
(a)	Financial liabilities		
	(i) Borrowings	4,820.53	5,003.56
	(ii) Trade payables		
	Total outstanding MSME	13.22	10.87
	Total outstanding dues of creditors		
		305.02	1,075.91
	(iii) Other financial liabilities	1,302.97	1,664.20
(b)	Provisions	255.20	140.83
(c)	Other liabilities	953.94	591.91
(d)	Current tax liabilities (net)	299.17	99.72
	Total current liabilities	7,950.05	8,587.00
	Total Equity and Liabilities	66,551.86	59,273.54

Statement of Cash Flow for the half year ended September 30, 2021


(Rs in Lakhs)

Particulars	30.09.2021	31.03.2021
	(Unaudited)	(Audited)
A. Cash flow from operating activities		
Profit before tax	1,754.84	642.63
Adjustments for:		
Depreciation and amortisation expense	309.57	611.41
Provision for impairment in the value of unquoted investments	-	52.50
Allowance for doubtful receivables	119.14	187.41
Net loss/(gain) on disposal of property, plant and equipment	0.67	(26.32)
Interest income	(8.94)	(15.85)
Dividend income	(52.00)	(52.00)
Net unrealised exchange loss/(gain)	(32.31)	(41.66)
Interest expense	606.42	1,151.69
Operating profit before working capital changes	2,697.39	2,509.81
Adjustments for (increase)/decrease in operating assets:		
Inventories	(571.05)	580.11
Trade receivables	(190.16)	(371.44)
Loans - Current	7.55	(0.50)
Other current assets	43.09	81.25
Loans - Non current	(54.62)	(296.70)
Other non-current assets	-	(1.69)
Adjustments for increase/(decrease) in operating liabilities:		
Other non-current financial liabilities	275.42	39.63
Other non-current liabilities	(19.87)	(24.87)
Trade payables	(768.54)	(570.90)
Provisions	25.90	21.98
Other financial liabilities	(75.50)	(45.22)
Other current liabilities	362.03	24.43
Cash used in / generated from operations	1,731.64	1,945.89
Net income tax (paid) / refunds	(42.52)	(55.75)
Net cash flow from operating activities (A)	1,689.12	1,890.14
B. Cash flow from investing activities		
Capital expenditure on property, plant and	(490.68)	(533.62)
Proceeds from sale of property, plant and equipment	10.97	30.00
Bank balances not considered as cash and cash equivalents	(104.22)	3.30
Dividend income	52.00	52.00
Interest received	-	15.85
Net cash used in investing activities (B)	(531.93)	(432.47)
C. Cash flow from financing activities		
Proceeds from long term borrowings	188.00	1,380.00
Repayment of long term borrowings	(458.65)	(531.39)
Proceeds from short term borrowings (net)	(183.03)	(1,166.02)
Finance costs	(606.42)	(1,159.89)
Dividends paid, including tax thereon	(104.44)	-
Transfer of unclaimed dividend to IEPF	-	-
Net cash flow used in financing activities (C)	(1,164.54)	(1,477.30)
Net increase in Cash and cash equivalents (A+B+C)	(7.35)	(19.63)
Cash and cash equivalents at the beginning of the year	14.87	34.50
Cash and cash equivalents at the end of the half year	7.52	14.87

Note:

- 1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 10.11.2021 and subjected to limited review by the statutory auditors of the Company.
- 2 These statements have been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
- 3 Net profit after exceptional item for the quarter ended September 30,2021 is after considering Voluntary Retirement Scheme amount of Rs.8.95 lakhs and for the half year ended September 30,2020 is after considering additional compensation for acquisition of land amounting to Rs.84.62 lakhs received from National Highways Authority of India.
- 4 The Company is structured into two reportable business segments – "Textiles"and "Rental Services". Textiles consists of manufacturing and sale of yarn and trading in cloth and garments. Rental services consist of letting out of properties.
- 5 The previous period figures have been regrouped / reclassified wherever necessary.

For The Lakshmi Mills Company Limited



S.Pathy
Chairman and Managing Director

Place : Coimbatore

Date: 10.11.2021