



# The Lakshmi Mills Company Limited

Regd. Office :  
Post Box No. 6301,  
686, Avanashi Road,  
Pappanaickenpalayam,  
Coimbatore - 641 037  
INDIA

Telephone : 91 - 422 - 2245461 to 2245465, 4333700  
Telegram : "LAKSHMI"  
Fax No. : 91 - 422 - 2246508  
E-mail : contact@lakshnimills.com  
Website : www.lakshnimills.com  
CIN : L17111TZ1910PLC000093

Secy/Stock/2020/

24.06.2020

BSE Ltd  
Listing Department  
1 Floor, New Trading Ring  
Rotunda Building  
P.J.Towers, Dalal Street, Fort  
Mumbai - 400 001

**SECURITY CODE : 502958**

Dear Sirs,

Sub: Intimation of the Outcome of Board Meeting held on 24.06.2020 and Disclosure under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Ref.: Our letter dated 04.06.2020.

The Board of Directors of the Company at its meeting held on 24.06.2020, had inter-alia considered and approved the following:

**1. Audited Financial Results for the quarter and year ended 31.03.2020:**

- a. The Audited Financial Results for the quarter and year ended 31.03.2020 in the format prescribed under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and pursuant to SEBI Circular dated 05.07.2016.
- b. Independent Auditors Report for the quarter and year ended March 31, 2020.

The detailed Standalone Financial Results would be available on the website of the Company and the website of the Stock Exchange.

As required under SEBI Circular CIR/CFD/CMD/56/2016 dated 27.05.2016, we declare that the Statutory Auditors of the Company, M. S. Jegannathan & Visvanathan, Chartered Accountants, Coimbatore (Firm's Registration No. 001209S) have in their report issued an unmodified opinion on the Standalone Financial Results of the Company for the year ended 31.03.2020.

GSTIN : 33AAACT7564R1ZO



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## 2. Dividend

The Board of Directors has not recommended any dividend for the financial year ended 31.03.2020.

Kindly acknowledge and take the same on record.

Thanking you

Encl.: as above

Faithfully  
For The Lakshmi Mills Company Ltd,

  
N. SINGARAVEL  
Company Secretary

THE LAKSHMI MILLS COMPANY LIMITED

CIN: L17111TZ1910PLC000093

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

E-mail: contact@lakshmill.com Website: www.Lakshmill.com

Statement of Audited Financial Results for the quarter/year ended 31st March 2020

(₹ in Lakhs)

S.No.	Particulars	Quarter Ended			Year ended	
		31.03.2020	31.12.2019	31.03.2019	31.03.2020	31.03.2019
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
1	<b>Income from Operations</b>					
	Revenue from operations	5,093.41	5,739.81	6,775.47	21,845.05	24,770.32
	Other income	50.14	16.81	58.95	371.37	381.66
	<b>Total Income from Operations (Net)</b>	<b>5,143.55</b>	<b>5,756.62</b>	<b>6,834.42</b>	<b>22,216.42</b>	<b>25,151.98</b>
2	<b>Expenditure</b>					
	a) Cost of materials consumed	2,543.46	2,438.96	3,236.89	10,588.79	13,318.59
	b) Purchase of stock-in-trade	409.64	450.62	566.53	1,790.37	1,440.45
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(130.34)	367.97	469.23	(206.46)	(631.02)
	d) Employee benefits expense	884.30	875.76	960.97	3,645.76	3,574.35
	e) Finance costs	275.80	232.75	263.12	1,016.44	1,002.96
	f) Depreciation and amortisation expenses	225.88	201.86	315.75	826.92	1,139.88
	g) Impairment loss on financial assets	-	-	-	-	-
	g) Power & Fuel	391.41	882.19	730.50	2,977.98	2,897.33
	h) Excise duty	-	-	-	-	-
	i) Other expenditure	604.35	596.48	644.38	2,383.92	2,795.77
	<b>Total Expenses</b>	<b>5,204.50</b>	<b>6,046.59</b>	<b>7,187.37</b>	<b>23,023.72</b>	<b>25,538.31</b>
3	<b>Profit/(Loss) from ordinary activities before exceptional items (1-2)</b>	<b>(60.95)</b>	<b>(289.97)</b>	<b>(352.95)</b>	<b>(807.30)</b>	<b>(386.33)</b>
4	Exceptional items - Gain/ (Loss)	-	-	-	849.90	(28.57)
5	<b>Profit/(Loss) from ordinary activities before tax (3+4)</b>	<b>(60.95)</b>	<b>(289.97)</b>	<b>(352.95)</b>	<b>42.60</b>	<b>(414.90)</b>
6	<b>Tax expense</b>					
	Current Tax	-	-	-	-	-
	Deferred Tax	(17.33)	18.43	641.60	194.52	378.22
	Total Tax Expenses	(17.33)	18.43	641.60	194.52	378.22
7	<b>Profit / (Loss) for the period after tax (5-6)</b>	<b>(43.62)</b>	<b>(308.40)</b>	<b>(994.55)</b>	<b>(151.92)</b>	<b>(793.12)</b>
8	<b>Other comprehensive income, net of income tax</b>					
	a) (i) Items that will not be reclassified to Profit or loss	(5,163.79)	(1,896.11)	(12,781.56)	(19,784.31)	(4,405.15)
	(ii) Income tax relating to Items that will not be reclassified to Profit or loss	(123.46)	10.20	501.07	(74.03)	498.64
	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	(5,287.25)	(1,885.91)	(12,280.49)	(19,858.34)	(3,906.51)
9	<b>Total comprehensive income for the period (7+8)</b>	<b>(5,330.87)</b>	<b>(2,194.31)</b>	<b>(13,275.04)</b>	<b>(20,010.26)</b>	<b>(4,699.63)</b>
10	Paid up equity share capital (face value Rs100/-each)	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	(6.27)	(44.34)	(142.99)	(21.84)	(114.03)
	(b) Diluted	(6.27)	(44.34)	(142.99)	(21.84)	(114.03)



Segment Reporting  
Primary Segment - Business segment

(₹ in Lakhs)

Particulars	Quarter Ended			Year ended	
	31.03.2020	31.12.2019	31.03.2019	31.03.2020	31.03.2019
	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
<b>Segment Revenue</b>					
Net Sales/Income					
a. Textiles	4,972.17	5,672.39	6,768.71	21,616.47	24,643.76
b. Rental services	161.62	80.30	55.75	397.62	273.60
c. Unallocated revenue	9.76	3.93	9.96	202.33	234.62
<b>Net Sales/Income</b>	<b>5,143.55</b>	<b>5,756.62</b>	<b>6,834.42</b>	<b>22,216.42</b>	<b>25,151.98</b>
<b>Segment Results</b>					
Profit / (Loss)					
a. Textiles	173.35	(84.60)	(50.31)	755.55	331.76
b. Rental services	74.69	74.72	18.37	296.44	230.33
Total	248.04	(9.88)	(31.94)	1,051.99	562.09
Less: Finance costs	275.80	232.75	263.12	1,016.44	1,002.96
Add/(Less): Other unallocable Income net of unallocable expenses	(33.19)	(47.34)	(57.89)	7.05	25.97
<b>Total Profit/Loss before Tax</b>	<b>(60.95)</b>	<b>(289.97)</b>	<b>(352.95)</b>	<b>42.60</b>	<b>(414.90)</b>
<b>Segment Assets</b>					
a. Textiles	33,378.86	39,456.23	54,626.27	33,378.86	54,626.27
b. Rental services	1,378.88	622.29	74.91	1,378.88	74.91
c. Unallocated	1,671.56	1,762.57	1,891.27	1,671.56	1,891.27
<b>Total</b>	<b>36,429.30</b>	<b>41,841.09</b>	<b>56,592.45</b>	<b>36,429.30</b>	<b>56,592.45</b>
<b>Segment Liabilities</b>					
a. Textiles	11,032.59	11,905.45	11,941.50	11,032.59	11,941.50
b. Rental services	1,091.22	299.28	293.27	1,091.22	293.27
c. Unallocated	-	-	-	-	-
<b>Total</b>	<b>12,123.81</b>	<b>12,204.73</b>	<b>12,234.77</b>	<b>12,123.81</b>	<b>12,234.77</b>
Capital Expenditure	1,315.18	632.27	439.31	1,315.18	439.31
Depreciation	225.88	201.86	315.75	826.92	1,139.88

STATEMENT OF ASSETS AND LIABILITIES

(₹ in Lakhs)

Particulars	31.03.2020	31.03.2019
<b>ASSETS</b>		
<b>1 Non-current assets</b>		
(a) Property, plant and equipment	14,455.87	15,204.15
(b) Capital work-in-progress	-	72.05
(c) Intangible assets	3.96	5.15
(d) Investment Property	1,378.88	74.91
(e) Financial assets		
(i) Investments	12,144.31	31,945.29
(ii) Loans	193.87	204.56
(iii) Other Financial Assets	25.51	25.51
(f) Deferred tax assets (net)	1,563.51	1,832.06
(g) Other non-current assets	138.06	138.99
<b>Total non - current assets</b>	<b>29,903.97</b>	<b>49,502.67</b>
<b>2 Current assets</b>		
(a) Inventories	3,379.55	3,268.69
(b) Financial assets		
(i) Trade receivables	2,637.28	3,273.81
(ii) Cash and cash equivalents	52.99	191.68
(iii) Bank balance	176.50	95.01
(iv) Loans	18.34	22.77
(c) Current tax assets (net)	47.09	27.10
(d) Other current assets	213.58	210.72
<b>Total Current Assets</b>	<b>6,525.33</b>	<b>7,089.78</b>
<b>Total Assets</b>	<b>36,429.30</b>	<b>56,592.45</b>



EQUITY AND LIABILITIES		
<b>Equity</b>		
(a) Equity share capital	695.55	695.55
(b) Other equity	23,609.94	43,662.13
<b>Total Equity</b>	<b>24,305.49</b>	<b>44,357.68</b>
<b>LIABILITIES</b>		
<b>1 Non-current liabilities</b>		
(a) Financial liabilities		
(i) Borrowings	1,721.43	1,699.87
(ii) Other financial liabilities	106.43	14.96
(b) Provisions	392.87	370.95
(c) Other non-current liabilities	208.81	161.71
(d) Deferred tax liabilities (Net)	-	-
<b>Total Non - Current Liabilities</b>	<b>2,429.54</b>	<b>2,247.49</b>
<b>2 Current liabilities</b>		
(a) Financial liabilities		
(i) Borrowings	6,169.58	6,202.35
(ii) Trade payables		
Total outstanding ME&SE	199.92	12.31
Total outstanding dues of creditors other than ME&SE	1,270.35	1,732.76
(iii) Other financial liabilities	1,372.27	1,460.92
(b) Provisions	114.67	107.04
(c) Other liabilities	567.48	471.90
(d) Current tax liabilities (net)	-	-
<b>Total current liabilities</b>	<b>9,694.27</b>	<b>9,987.28</b>
<b>Total Equity and Liabilities</b>	<b>36,429.30</b>	<b>56,592.45</b>

**Cash Flow Statement for the year ended Mar 31, 2020**

(₹ in Lakhs)

Particulars	31.03.2020	31.03.2019
<b>A. Cash flow from operating activities</b>		
Profit before tax	42.60	(414.90)
Adjustments for:		
Depreciation and amortisation expense	826.92	1,139.88
Provision for doubtful debts	-	-
Net loss/(gain) on disposal of property, plant and equipment	(855.38)	(11.95)
Interest income	(20.33)	(14.67)
Dividend income	(182.00)	(208.00)
Net unrealised exchange loss/(gain)	(105.60)	(45.78)
Interest expense	1,008.23	1,002.96
Operating profit before working capital changes	<b>714.44</b>	<b>1,447.54</b>
Adjustments for (increase)/decrease in operating assets:		
Inventories	(110.86)	(115.58)
Trade receivables	742.13	145.49
Loans - Current	4.43	(3.97)
Other current assets	(2.86)	(6.74)
Loans - Non current	10.69	36.80
Other non-current assets	29.78	(3.03)
Adjustments for increase/(decrease) in operating liabilities:		
Other non-current financial liabilities	91.47	(64.38)
Other non-current liabilities	47.10	(82.23)
Trade payables	(274.80)	(1,172.30)
Provisions	46.23	15.31
Other financial liabilities	(188.50)	76.47
Other current liabilities	95.58	47.67
<b>Cash used in / generated from operations</b>	<b>1,204.83</b>	<b>321.05</b>
Net income tax (paid) / refunds	(48.84)	(29.75)
<b>Net cash flow from operating activities (A)</b>	<b>1,155.99</b>	<b>291.30</b>



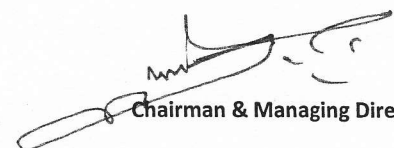
<b>B. Cash flow from investing activities</b>		
Capital expenditure on property, plant and	(1,315.18)	(439.31)
Proceeds from sale of property, plant and equipment	861.19	15.00
Bank balances not considered as cash and cash equivalents	(81.49)	170.56
Dividend income	182.00	208.00
Interest received	20.33	19.47
<b>Net cash used in investing activities (B)</b>	<b>(333.15)</b>	<b>(26.28)</b>
<b>C. Cash flow from financing activities</b>		
Proceeds from long term borrowings	760.00	-
Repayment of long term borrowings	(646.62)	(978.45)
Proceeds from short term borrowings (net)	(32.77)	1,856.11
Finance costs	(1,000.03)	(1,013.19)
Dividends paid, including tax thereon	(42.10)	(74.24)
Transfer of unclaimed dividend to IEPF	-	-
<b>Net cash flow used in financing activities (C)</b>	<b>(961.52)</b>	<b>(209.77)</b>
<b>Net increase in Cash and cash equivalents (A+B+C)</b>	<b>(138.69)</b>	<b>55.25</b>
Cash and cash equivalents at the beginning of the year	191.68	136.43
<b>Cash and cash equivalents at the end of the year</b>	<b>52.99</b>	<b>191.68</b>

**Notes to the financial results:**

- The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 24th June 2020 and have been audited by the statutory auditors of the Company.
- 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.
- The Company has considered internal and certain external sources of information including credit reports, economic forecasts and industry reports up to the date of approval of the financial statements in determining the impact on various elements of its financial statements. The Company has used the principles of prudence in applying judgments, estimates and assumptions including sensitivity analysis and based on the current estimates, the Company expects to fully recover the carrying amount of inventories, trade receivables including intangible assets and investments. The eventual outcome of impact of the global health pandemic may be different from those estimated as on the date of approval of these financial statements.
- The figures of the last quarters ended March 31, 2020 and March 31, 2019 are the balancing figures between Audited figures in respect of the full financial year and unaudited published figures in respect of the financial results upto the third quarter of the respective financial years.
- Net Profit after exceptional item for the year ended 31.03.2020 is after considering profit on sale of land of Rs 849.90 lakhs.
- 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.
- The previous period figures have been regrouped / reclassified wherever necessary.

For The Lakshmi Mills Company Limited

Place : Coimbatore  
Date : 24th June 2020

  
Chairman & Managing Director

For M.S. JAGANNATHAN & VISVANATHAN  
Chartered Accountants  
FRN 001209S  
  
Partner  
M No : 21A178



*M. S. Jagannathan & Visvanathan*

**CHARTERED ACCOUNTANTS**

Independent Auditors' Report on Quarterly and Annual audited Standalone Financial Results of **M/s The Lakshmi Mills Company Limited** Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

The Board of Directors  
The Lakshmi Mills Company Limited  
Coimbatore

**Report on the audit of the Standalone Financial Results**

**Opinion**

We have audited the accompanying Statement of quarterly and annual Standalone Financial Results of M/s. The Lakshmi Mills Company Limited (the "Company"), for the quarter and year ended **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 (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone financial results:

- (i) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- (ii) give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards and other accounting principles generally accepted in India of the net profit and Other comprehensive income and other financial information for the quarter ended **March 31, 2020** and the year ended **March 31, 2020**.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing ("SA"s) specified under Section 143(10) of 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 ("ICAI") together with the ethical requirements that are relevant to our audit of the Standalone 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 obtained by us is sufficient and appropriate to provide a basis for our audit opinion.



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E-mail : rmugunth@gmail.com

**Management's Responsibilities for the Standalone Financial Results**

This Statement has been prepared on the basis of the aforesaid standalone annual financial statements. The Company's Board of Directors are responsible for the preparation and presentation of these standalone financial results that give a true and fair view of the net profit and Other comprehensive income and other financial information of the company in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Sec. 133 of the Companies Act, 2013 read with the relevant Rules 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 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 aforesaid Standalone Financial Results that give a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the aforesaid Statement of Standalone 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 financial reporting process of the Company.

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

Our objectives are to obtain reasonable assurance about whether the aforesaid 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 the aforesaid 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 financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Sec. 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion through a separate report on the complete set of financial statements 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 in the aforesaid standalone financial results 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 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 Statement 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 aforesaid Standalone Financial Results, including the disclosures, and whether the aforesaid Standalone 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**

The aforesaid standalone annual financial results include the results for the quarter ended **March 31, 2020** being the balancing figure 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 subjected to a limited review by us, as required under the Listing Regulations.

**For M.S.Jagannathan and Visvanathan**

Chartered Accountants

Firm Registration No.001209S



*M V Jaganathan*

**M V Jaganathan**

Partner

M.No. 214178

UDIN: 20214178AAAABT8282

Place: Coimbatore

Date: 24-06-2020