

**Lokesh
Machines Limited**



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URL : www.lokeshmachines.com
CIN : L29219TG1983PLC004319

Dated: 16th June 2021

1	Department of Corporate Services BSE Ltd, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai – 400001 BSE Scrip Code: 532740	2	Listing Department NSE of India Ltd, Exchange Plaza, Plot No. C/1, G Block, Bandra-Kurla Complex, Bandra (E), Mumbai – 400051 NSE Scrip Code : LOKESHMACH
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Dear Sir/Madam,

Sub: Managing Director's communication

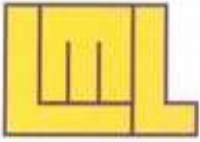
With reference to the above and in compliance with the provisions of Regulations 30 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 we hereby enclose the copy of Managing Director's communication to shareholders.

Kindly take the above on your record and may disseminate the same for shareholders information purpose.

Thanking you,

For Lokesh Machines Ltd

M.Lokeswara Rao
Managing Director



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A Message from the Managing Director

Dear Shareholder,

In my last communication dated 8th April 2021, I indicated how we have tried to convert the crisis of COVID into an opportunity. Now that the audited financial results are announced, I am in a position to report to you with precise numbers on how the time spent on introspection, and intensive work at the drawing board translated to profitability.

I have pleasure to inform you that FY21 saw your company bounce back, with a PBT of Rs. 5.42 crores compared to a loss of Rs. 8.13 crores in the previous year. The post-tax profits were Rs. 3.96 crores as against a loss of Rs. 4.68 crores in the previous year. These results validate and justify the optimism expressed in my last communication.

However, I come to you now with a mixed bag of negative and positive news. Even while we were savoring the taste of the glad tidings, the second wave of the Covid Pandemic in Q1 of FY22 arrived. Apart from disruption of the supply chain and the dispatch schedules caused by the lockdown, we had some casualties in the work-force. Restoring their morale and ensuring safe environs for them became a priority. Temporary residential facilities were created for critical personnel in the factory premises. This served the twin objective of minimizing the risk of exposure while commuting, and to keep the operations going. Medical attention to affected employees was organized. These measures helped us to prevent or contain another exodus of the migrant work-force.

As I write to you, there are signs of the second wave abating. The situation is gradually returning to normalcy. Our order book is healthy both in the automotive and non- automotive segments. We have been able to strengthen the leadership at the operations and the marketing by hiring experienced hands from other machine-tool and auto majors. We are now geared up to make the most of opportunities for further growth.

I sign off with the optimism that the challenges of Q1 of FY 22 are a passing phase, and that in my next communication I will be able to report further progress in our onward march.

Thank you and wish you and your family safer days ahead.

M LOKESWARA RAO
Managing Director