

SURYALAKSHMI COTTON MILLS LTD

(AN IS/ISO 9001 : 2015 & ISO 14001 : 2015 CERTIFIED COMPANY)

May 10, 2022.

To National Stock Exchange of India Limited "Exchange Plaza" Bandra-Kurla Complex Bandra (East) MUMBAI - 400 051	To Department of Corporate Services, BSE Limited, 1 st floor, New Trading Ring, Rotunda Building, P.J. Towers, Dalal street, Fort, MUMBAI 400 001.
Scrip Code : SURYALAXMI	Scrip No.: 521200

Dear Sir,

Ref.: SURYALAXMI

Reg.: Audited financial results for the quarter and year ended 31/03/2022 - Reg 30 (LODR)

As per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are herewith enclosing a copy of the Audited Financial Results along with statements of Assets & Liabilities, Cash Flow and Audit Report for the year ended 31/03/2022, which were taken on record by the Board of Directors at their meeting held on 10/05/2022. We hereby confirm that the Statutory Auditors of the Company i.e., K.S.Rao & Co., Chartered Accountants have issued the Audit Reports on Annual Financial Statements of the Company for the Financial year ended March 31, 2022 with unmodified opinion. The Board regretted its inability to recommend any Dividend in view of the losses inadequate profit made in the year.

We also inform you that the Board recommended appointment of M/s. Brahmayya & Co., Chartered Accountants, Hyderabad as Statutory Auditors of the Company from the conclusion of 59th Annual General Meeting until the conclusion of 64th Annual General Meeting.

This is for your information and records.

Thanking you,

Yours faithfully,
for SURYALAKSHMI COTTON MILLS LIMITED


E.V.S.V.SARMA
COMPANY SECRETARY



GOVERNMENT RECOGNISED EXPORT HOUSE

Regd. Office : Surya Towers, 6th Floor, 105 Sardar Patel Road, Secunderabad - 500 003. Telangana, INDIA

CIN Number : L17120TG1962PLC000923

Phone : +91-40-27885200, 27819856 / 57

E-MAIL : slcmltd@suryalakshmi.com WEBSITE : www.suryalakshmi.com



SURYALAKSHMI COTTON MILLS LIMITED

CIN-L17120TG1962PLC000923

Regd. office : Surya towers, 6th Floor, 105 S.P Road, Secunderabad - 500 003
email : slcmtd@suryalakshmi.com; website : www.suryalakshmi.com; CIN - L17120TG1962PLC000923

AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31,2022

Particulars	for the Quarter Ended			For the Year Ended	
	31-Mar-22	31-Dec-21	31-Mar-21	31-Mar-22	31-Mar-21
	Audited	Unaudited	Audited	Audited	Audited
I Revenue from operations	24,475.13	19,728.96	18,868.48	77,807.99	48,584.75
II Other income	317.00	89.54	70.68	541.92	263.43
III Total Income(II+I)	24,792.13	19,818.50	18,939.15	78,349.91	48,848.19
IV Expenses	-	-	-	-	-
Cost of materials consumed	15,065.72	12,386.72	10,276.45	48,148.82	27,120.29
Purchase of stock In trade	17.78	-	-	21.58	147.25
Change in inventories of finished goods, stock in trade and work in progress	96.43	(963.99)	1,072.63	(1,371.67)	3,965.10
Employee benefit Expenses	1,507.48	1,566.90	1,431.01	5,745.26	4,036.77
Finance costs	584.57	509.69	914.28	2,426.28	3,245.48
Depreciation and amortisation expenses	433.51	212.24	426.91	1,604.39	1,647.80
Other expenses	5,468.08	4,479.18	3,893.30	17,300.49	9,859.32
Total Expenses(IV)	23,173.58	18,190.73	18,014.58	73,875.15	50,022.02
V Profit before exceptional items and tax(III-IV)	1,618.55	1,627.77	924.57	4,474.77	(1,173.83)
VI Exceptional Items	2.59	(23.12)	1,111.72	520.31	1,126.04
VII Profit before tax	1,621.15	1,604.65	2,036.29	4,995.08	(47.79)
VIII Tax expense:	-	-	-	-	-
Current tax	(531.00)	209.00	-	-	-
Deferred tax	1,054.72	204.90	582.54	1,558.07	(13.83)
Earlier years tax	-	-	-	-	-
IX Profit/(loss) for the period from continuing operations	1,097.43	1,190.75	1,453.75	3,437.00	(33.95)
X Profit/(loss) from discontinued operations	(4,480.41)	(418.53)	(709.95)	(4,964.18)	(337.19)
XI Tax expense on discontinued operations	(1,529.45)	1.28	(164.45)	(1,548.82)	(89.00)
XII Profit/(loss) from discontinued operations (after tax) (X-XI)	(2,950.96)	(419.81)	(545.50)	(3,415.36)	(248.19)
XIII Profit/(loss) for the period (IX+XII)	(1,853.53)	770.94	908.25	21.65	(282.15)
XIV OTHER COMPREHENSIVE INCOME	-	-	-	-	-
A-(i) Items that will not be reclassified to the profit or loss	(13.58)	1.61	(0.15)	19.13	(14.67)
(ii) Income tax on items that will not be reclassified to the profit or loss	3.48	2.85	1.10	(3.26)	5.36
B-(i) Items that will be reclassified to the profit or loss	-	-	-	-	-
(ii) Income tax on items that will be reclassified to the profit or loss	-	-	-	-	-
Total Other Comprehensive Income (net of taxes)	(10.10)	4.46	0.95	15.87	(9.31)
XV Total Comprehensive Income for The Period	(1,863.63)	775.40	909.20	37.52	(291.46)
XVI Earnings per Equity share (for continuing operations) - Basic (In Rs.)	6.54	7.14	8.72	20.58	(0.20)
XVI Earnings per Equity share (for continuing operations) - diluted (In Rs.)	5.84	7.14	8.72	18.28	(0.20)
XVII Earnings per Equity share (for discontinued operations) -Basic (In Rs.)	(17.57)	(2.52)	(3.27)	(20.45)	(1.49)
XVII Earnings per Equity share (for discontinued operations) - diluted (In Rs.)	(15.69)	(2.52)	(3.27)	(18.16)	(1.49)
XVIII Earnings per Equity share (for discontinued & continuing operations) - Basic (In Rs.)	(11.04)	4.62	5.45	0.13	(1.69)
XVIII Earnings per Equity share (for discontinued & continuing operations) - diluted (In Rs.)	(9.86)	4.62	5.45	0.12	(1.69)
Weighted average number of equity shares	16,790,757	16,672,290	16,672,290	16,701,501	16,672,290
Total number of equity shares at the year end	18,805,290	16,672,290	16,672,290	18,805,290	16,672,290

Notes:

- The above results for the quarter ended 31st March 2022, were reviewed by the Audit Committee and approved by the Board of Directors at the meeting held on 10th May,2022 and Statutory Auditors have carried out limited review.
- The Financial Results have been prepared in accordance with the recognition and measurement principles laid down in the Ind AS - 34 Interim Financial Reporting prescribed under section 133 of the Companies Act 2013 read with the relevant rules issued thereunder and other accounting principles generally accepted in India.
- The format for unaudited quarterly results as prescribed in SEBI's Circular CIR/CFD/CMD/15-2015, dated 30th November 2015, has been modified to comply with requirements of SEBI's circular dated 5th July, 2016.
- Expenses are recognised in statement of profit and loss using a classification based on the nature of expense method as per para 99 of Ind AS 1, Presentation of financial statements
- The above mentioned income from operations are disclosed net of GST collected on sales.
- Exceptional Items Rs.520.31 Lacs include (i) Interest relief on restructuring of Term Loan and Working capital Loans Rs.488.53 Lacs and (ii) Gain on sale of assets Rs.59.44 Lacs, Loss on sale of Assets - Rs.17.27 Lacs and prior period expenses of Rs.10.39 Lacs.
- Deferred tax provision is made on the profit / (loss) for the quarter and end of the year.
- Loss from discontinued operations from Power Plant includes depreciation and interest on term loan charged for the year.

For and on behalf of Board of Directors

Paritosh Agarwal

Managing Director
Paritosh Agarwal



Place : Secunderabad
Date : 10-05-2022

SURYALAKSHMI COTTON MILLS LIMITED

CIN-L17120AP1962PLC000923

Regd. office : Surya towers, 6th Floor, 105 S.P Road, Secunderabad - 500 003

email : slcmtd@suryalakshmi.com; website : www.suryalakshmi.com

AUDITED BALANCE SHEET AS AT 31MARCH 2022

(Rs. In Lakhs)

Particulars	As at 31-Mar-2022	As at 31-Mar-2021
ASSETS		
Non-current assets		
(a) Property, Plant and Equipment	23,970.36	32,220.65
(b) Capital work-in-progress	203.22	181.73
(c) Intangible assets	19.90	19.50
(d) Financial Assets		
(i) Loans	-	-
(ii) Other financial assets	597.69	558.62
(e) Other non-current assets		
	24,791.18	32,980.50
Current assets		
(a) Inventories	15,730.44	12,523.33
(b) Financial Assets		
(i) Investments	16.47	7.73
(ii) Trade receivables	14,956.55	12,893.61
(iii) Cash and cash equivalents	558.44	964.33
(iv) Bank balances other than (iii) above	796.25	996.40
(v) Loans	9.62	60.29
(vi) Others financial assets	5,636.38	5,684.74
(c) Current tax asset (Net)	183.68	180.41
(d) Other current assets	3,979.63	2,283.86
(e) Assets held for sale	2,890.69	186.89
	44,758.16	35,781.57
Total Assets	69,549.34	68,762.07
EQUITY AND LIABILITIES		
Equity		
(a) Equity Share capital	2,057.83	1,844.53
(b) Other Equity	23,164.66	21,527.40
	25,222.49	23,371.93
Liabilities		
Non - current liabilities		
(a) Financial Liabilities		
(i) Borrowings	10,086.86	9,638.82
(ia) Lease Liability	14.91	20.07
(b) Provisions	811.07	817.30
(c) Deferred tax liabilities (Net)	2,400.60	2,388.09
(d) Other Non Current Liabilities	13.13	13.13
	13,326.57	12,877.42
Current liabilities		
(a) Financial Liabilities		
(i) Borrowings	16,612.59	17,018.65
(ii) Trade payables		
(A) total outstanding dues of micro enterprises and small enterprises; and	41.95	-
(B) total outstanding dues of creditors other than micro enterprises and small enterprises	11,988.04	8,887.27
(iii) Other financial liabilities	1,628.58	5,877.90
(b) Other current liabilities	298.71	412.55
(c) Provisions	430.41	316.36
(d) Current tax liabilities (Net)	-	-
	31,000.27	32,512.72
Total Equity and Liabilities	69,549.34	68,762.07



Rooster

SURYALAKSHMI COTTON MILLS LIMITED

CIN-L17120TG1962PLC000923

Regd. office : Surya towers, 6th Floor, 105 S.P Road, Secunderabad - 500 003

email : slcmltd@suryalakshmi.com; website : www.suryalakshmi.com; CIN - L17120TG1962PLC000923

AUDITED SEGMENT-WISE REVENUE, RESULTS, ASSETS AND LIABILITIES FOR THE YEAR ENDED MARCH 31, 2022

Particulars	Quarter Ended			Year Ended	
	31/03/2022	31-Dec-21	31-Mar-21	31-Mar-22	31-Mar-21
	Audited	Unaudited	Audited	Audited	Audited
1. Segment Revenue					
a) Spinning	14618.29	12681.72	10,699.91	48,869.51	30,204.91
b) Denim manufacturing	13416.27	9740.04	9,238.91	38,265.66	20,992.52
d) Unallocated	8.17	18.39	12.93	62.63	52.11
Total	28042.73	22440.15	19,951.75	87,197.80	51,249.54
Less: Inter Segment Revenue	3250.60	2621.65	1,012.60	8,847.89	2,401.35
Total Revenue	24792.13	19818.50	18939.15	78,349.92	48,848.19
2. Segment Results (Profit)(+)/Loss (-) before Tax and Finance charges from each segment)					
a) Spinning	1,542.71	1,401.55	2,251.67	5,485.41	2,969.83
b) Denim manufacturing	655.93	493.99	685.55	1,863.66	173.28
Total	2,198.64	1,895.54	2,937.22	7,349.06	3,143.11
Less: i) Finance charges	629.80	648.16	975.77	2,609.98	3,490.02
ii) Other Un-allocable Expenditure net off	-	-	-	-	-
Add: Un-allocable income	(4,428.11)	(61.26)	(635.12)	(4,708.18)	(38.06)
Total Profit before Tax	(2,859.27)	1,186.12	1,326.34	30.90	(384.98)
3. Segment Assets					
a) Spinning	28968.51	27,297.08	25,480.59	28,968.51	25,480.59
b) Denim manufacturing	34240.05	29,521.95	27,820.19	34,240.05	27,820.19
c) Power Plant (Held for sale)	2995.63	10,450.87	10,788.30	2,995.63	10,788.30
d) Garment (held for sale)	205.19	270.76	563.37	205.19	563.37
e) Unallocated	3139.96	3,459.24	4,109.62	3,139.96	4,109.62
Total	69,549.34	70,999.90	68,762.07	69,549.34	68,762.07
4. Segment Liabilities					
a) Spinning	11,612.41	14,085.84	13,472.19	11,612.41	13,472.19
b) Denim manufacturing	21,667.31	17,253.55	15,714.87	21,667.31	15,714.87
c) Power Plant	10,063.82	13,058.74	12,985.27	10,063.82	12,985.27
d) Garment (relating to assets held for sale)	180.88	218.18	2,625.23	180.88	2,625.23
e) Unallocated	802.41	1,110.52	592.58	802.41	592.58
Total	44,326.84	45,726.83	45,390.14	44,326.84	45,390.14

Raethu



SURYALAKSHMI COTTON MILLS LIMITED

CIN No: L17120TG1962PLC000923

Regd. office : Surya towers, 6th Floor, 105 S.P Road, Secunderabad - 500 003

Cash Flow Statement for the year ended 31st March 2022

Particulars	(Rs. in Lakhs)	
	Year ended 31-Mar-2022	Year ended 31-Mar-2021
A Cash flow from Operating Activities:		
Profit Before tax from continuing operation	4,995.08	(694.61)
Adjustments for:		
Profit/(loss) from discontinued operations before tax	(4,964.18)	309.63
Loss on valuation of assets held for sale	4,349.23	-
Depreciation and Amortisation (Incl. Depreciation on discontinued operations)	1,960.16	2,202.02
Actuarial Gain/(loss) on Defined Benefit plans	10.39	(17.20)
Loss/ (Gain) on sale of tangible assets (net)	19.40	(2,418.89)
Interest Income	(66.51)	(75.93)
Government Grant		-
Finance Costs	2,616.60	3,640.93
	8,920.18	2,945.96
Operating profit before working capital changes		
Adjustments for (increase)/decrease in operating assets		
Inventories	(3,207.11)	3,146.57
Trade Receivables	(2,062.95)	(596.74)
Loans - Non current	(39.07)	15.37
Loans - current	50.67	(40.15)
Other financial assets - current	48.36	260.27
Other financial assets - Non current		-
Other non financial assets - current	1,202.65	(565.39)
Other non financial assets - Non current		-
Adjustments for increase/(decrease) in operating liabilities		
Trade Payables	3,142.71	(1,867.24)
Other financial liabilities	(3,125.49)	104.15
Short term provisions	114.05	(18.84)
Long term provisions	(6.23)	19.94
Other Non financial liabilities	14.91	(22.70)
Cash generated from operations	5,052.66	3,381.21
Income tax paid	(3.27)	(40.70)
Net Cash flow from/(used in) operating activities	5,049.39	3,340.50
B Cash flow from Investing Activities:		
Purchase of Property, plant and Equipment & Intangible assets and Capital Advances & Capital Creditors	(1,073.87)	(476.44)
Proceeds from sale of Property, plant and equipment	228.54	2,195.79
Interest income Received	142.84	50.57
Net Cash flow from/(used In) Investing activities	(702.49)	1,769.92
C Cash flow from Financing Activities:		
Increase in equity share capital	213.3	-
Share premium on preferential allotment	1599.75	-
Proceeds / (Repayments) of short term borrowings	(1,535.45)	(1,144.57)
Proceeds from Long term borrowings	1,424.64	1,908.31
Repayment of Long term borrowings	(4,020.79)	(1,425.25)
Interest and other borrowing costs paid	(2,434.24)	(3,868.81)
Equity Dividend (including DDT) paid		-
Net Cash flow from/(used In) financing activities	(4,752.79)	(4,530.31)
Net Increase in Cash and Cash equivalents (A+B+C)	(405.88)	580.11
Cash and Cash equivalents at the beginning of the year	964.32	384.21
Cash and Cash equivalents at the Closing of the year	558.44	964.32

Raenu





Independent Auditors' Report on Annual Financial Results of Surya Lakshmi Cotton Mills Limited pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Board of Directors of
Surya Lakshmi Cotton Mills Limited

Opinion

We have audited the financial results for the year ended 31 March 2022, in the accompanying "Statement of Financial Results for the Quarter and Year ended March 31, 2022" of **Surya Lakshmi Cotton Mills Limited** 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 financial results for the year ended March 31, 2022:

- i). are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended; 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 loss and other comprehensive loss and other financial information for the year ended 31 March 2022.

Basis for Opinion on the Audited Financial Results for the year ended March 31, 2022

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those SAs are further described in the *Auditor's Responsibilities for the Audit of the Annual 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 statements under the provisions of the Act, 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 audit opinion.

Management's Responsibilities for the Statements

This Statement of annual financial results is the responsibility of the Company's Board of Directors and has been approved by them for the issuance. The Financial Results for the year ended March 31, 2022 have been compiled from the related audited financial statements. This responsibility includes the preparation and presentation of the financial results for the quarter and year ended March 31, 2022 that give a true and fair view of the net loss and other comprehensive loss and other financial information in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards 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 the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring 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 for the year ended March 31, 2022 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 Annual 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, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- 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 Annual financial results, including the disclosures, and whether the Annual Financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Perform procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations to the extent applicable.
- Obtain sufficient appropriate audit evidence regarding the Annual Financial results of the company to express an opinion on the Annual financial Results.

Materiality is the magnitude of misstatements in the Annual Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Annual Financial Results may be influenced. We consider quantitative materiality and quantitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Annual Financial Results.

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.

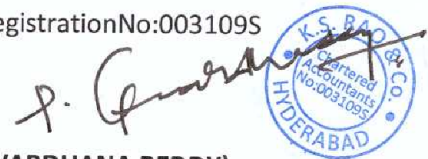
.Other Matters

The statements includes the results for the quarter ended March 31, 2022 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subjected to limited review by us. Our report on the statement is not modified in respect of this matter.

Place: Hyderabad

Date:10/05/2022

for **K. S. RAO &Co**
Chartered Accountants
FirmRegistrationNo:003109S



(P.GOVARDHANA REDDY)

Partner

Membership no:029193

UDIN 22029193AIRZGK8609