LAXMI COTSPIN LIMITED
(A Govt. Recognized Star Export House & NSE-SME Listed Company)

Regd. Off.: Gut No. 399, Samangaon – Kajala Phata, Jalna-Ambad Road, Opp. Meenatai Thakare Vridhashram, JALNA - 431 203 (M.S.) India.
Off. 09765999633 E-mail: admin@laxmicotspin.com • Web Site: www.laxmicotspin.com
CIN NO - L17120MH2005PLC156866

Ref. No.: Date :

Date: 29/06/2020

To,

NATIONAL STOCK EXCHANGE OF INDIA LTD.
Listing Department
Exchange Plaza, C-1, Block G
BandraKurla Complex,
Bandra (East), Mumbai, 400051

Dear Sir / Madam,

Ref: - (Symbol – LAXMICOT, ISIN - INE801V01019)

Subject : Outcome of Board Meeting and Submission of Audited Financial Result for the Half Year and Year Ended as on 31st March, 2020

Pursuant to Regulation 30 and 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 , this is to inform you that the meeting of the Board of Director of Laxmi Cotspin Limited was held today at 2.30 p.m. and concluded at 3.50 p.m. at the Registered Office of the Company situated at Gut No.399, Samangaon - Kajla Road, in front of Meenatai Thaskare Vridhashram, Samangaon Jalna MH 431203, has inter alia , considered, approved ;

The Audited Financial Result of the Company for the Half Year and Year Ended as on 31st March, 2020 with Auditors Report on audited Financial Result of the Company for the Half year and year ended as on 31st March, 2020.

The copy of the Audited Financial Result with Auditors Report thereon and declaration with respect to unmodified opinion in the audit report are enclosed herewith for your record.

LAXMI COTSPIN LIMITED

(A Govt. Recognized Star Export House & NSE-SME Listed Company)

Regd. Off.: Gut No. 399, Samangaon – Kajala Phata, Jalna-Ambad Road, Opp. Meenatai Thakare Vridhashram, JALNA - 431 203 (M.S.) India Off. 09765999633 E-mail: admin@laxmicotspin.com● Web Site: www.laxmicotspin.com

CIN NO - L17120MH2005PLC156866

Ref. No.

Date :

You are requested to take same on your record

Thanking You,

FOR LAXMI COTSPIN LIMITED

Nilesh G. Baberwal

Company Secretary & Compliance Officer

Place : Jalna

Enclosure:

1. Auditor Report
2. Statement of Audited Financial Result as on 31st March, 2020
3. Statement of Assets and Liability
4. Statement of Cash Flow
5. Declaration for Unmodified Opinion on Auditors Report

Laxmi Cotspin Limited

Audited Balance Sheet

As at 31st March, 2020

	Particulars	Note No.	As at 31st March, 2020 Rs.	As at 31st March, 2019 Rs.
I	EQUITY AND LIABILITIES			
	(1) Shareholders' Fund			
	(a) Share Capital	3	17,14,76,700	17,14,76,70
	(b) Reserves and Surplus	4	29,87,87,324	29,71,50,10
	(2) Non-Current Liabilities			
	(a) Long-term borrowings	5	7,84,44,742	10,36,14,40
	(b) Deferred tax liabilities (Net)		27,94,341	64,25,21
	(c) Long term provisions	6	59,82,920	48,82,51
	(3) Current Liabilities			
	(a) Short-term borrowings	7	37,66,81,421	31,94,35,87
	(b) Trade payables	8	5,68,33,675	11,48,98,29
	(c) Other current liabilities	9	3,70,48,003	5,12,92,18
	(d) Short-term provisions	10	-	2,18,19,26
	Total		1,02,80,49,126	1,09,09,94,55
II	ASSETS			
	(1) Non-current assets			
	(a) Fixed assets			
	(i) Tangible assets	11	32,31,62,101	34,74,78,45
	(ii) Intangible assets		-	-
	(iii) Capital work-in-progress		1,90,07,206	-
	(iv) Intangible assets under development		-	-
	(2) Current assets			
	(a) Inventories	12	28,62,96,805	25,78,46,2
	(b) Trade receivables	13	33,22,32,552	40,58,34,5
	(c) Cash and cash equivalents	14	1,58,30,496	1,16,90,6
	(d) Short-term loans and advances	15	1,44,07,770	2,53,19,3
	(e) Other current assets	16	3,71,12,196	4,28,25,3
	Total		1,02,80,49,126	1,09,09,94,5

Overview and Significant Accounting Policies 1 & 2

The notes referred to above form an integral part of financial statements

In terms of our report of even date

For B. P. Singh & Co.
Chartered Accountants
FRN : 118758W

B.P. SINGH & CO. AURANGABAD CHARTERED ACCOUNTANTS

CA Balaji P. Singh
(Proprietor)
M. No. 104836

UDIN NO: 20104836AAAACU1597
Date : 29th June, 2020
Place : JALNA

LAXMI COTSPIN JALNA

For and on behalf of the Board of Directors

Sanjay Rathi
(Managing Director)
DIN 00182739

Rajesh Bansal
(Director)
DIN 00272612

Laxmi Cotspin Limited

Audited Statement of Profit and Loss

For the period ended 31st March, 2020

Particulars	Note No.	Period Ended 31st March, 2020 Rs.	Period Ended 31st March, 2019 Rs.
INCOME			
Revenue from operations (Net)	17	1,51,34,42,064	1,77,21,13,407
Other Income	18	1,81,30,277	99,21,244
Total Revenue		1,53,15,72,341	1,78,20,34,651
EXPENSES			
Cost of materials consumed	19	1,25,87,81,154	1,38,23,96,802
Changes in inventories of finished goods, work-in-process and stock-in-trade	20	(2,46,39,740)	5,12,715
Employee Benefit Expenses	21	7,97,17,949	7,90,81,133
Finance costs	22	3,21,07,423	3,22,86,546
Depreciation and amortisation expenses	23	3,72,18,384	5,55,69,583
Other expenses	24	15,78,74,413	18,76,23,951
Total Expenses		1,54,10,59,583	1,73,74,70,72
Profit Before Extra-ordinary Items and Tax		(94,87,242)	4,45,63,92
EXTRA-ORDINARY ITEMS			
Profit/(Loss) on sale of Asset		-	(1,25,94
Total Extra-Ordinary Items		-	(1,25,94
Profit Before Tax		(94,87,242)	4,44,37,98
Tax expense:			
1) Current Tax		-	1,15,00,00
2) Deferred Tax		(36,30,877)	(38,88,20
3) Short/ Excess Provision		28,25,683	2,12,70
		(8,05,194)	78,24,49
Profit for the Year		(86,82,046)	3,66,13,48
Earning per equity per share of face value of ` 10 each			
1) Basic EPS (in `)		(0.51)	2.1
2) Diluted EPS (in `)		(0.51)	2.1
3) Cash EPS (in `)		1.66	5.3

Overview and Significant Accounting Policies 1 & 2

The notes referred to above form an integral part of financial statements

Notes:

1. The Above Audited Financial Result have been reviewed by the Audit Committee and approved by the board of directors in their respective meetings held on 29th June 2020
2. Figures are regrouped / rearrange, whenever consider necessary
3. The Management Identifies "Cotton" as the only business Segment

In terms of our report of even date

For B. P. Singh & Co.
Chartered Accountants
FRN : 118758W

CA Balaji P. Singh
(Proprietor)
M. No. 104836

B.P. SINGH & CO. CHARTERED ACCOUNTANTS AURANGABAD

For and on behalf of the Board of Directors

LAXMI COTSPIN JALNA

Sanjay Rathi	Rajesh Bansal
(Managing Director)	(Managing Director)
DIN 00182739	DIN 00272612

UDIN NO: 20104836AAAACU1597
Date : 29th June, 2020
Place : JALNA

Laxmi Cotspin Limited
Cash Flow Statement
For the period ended 31st March, 2020

Particulars	As At 31st March, 2020 Rs.	As At 31st March, 2019 Rs.
A. Cash Inflow/ (Outflow) from Operating Activities		
Net Profit After Tax	(86,82,048)	3,66,13,486
Adjustment For		
Depreciation	3,72,18,384	5,55,69,582
Interest Paid (Net)	3,21,07,423	3,22,86,546
Provision for Income Tax	28,25,683	1,37,12,700
Deferred Tax	(36,30,877)	(38,88,204)
Provision for Gratuity and Leave Encashment	12,46,910	13,31,151
Profit / (Loss) on Sale of Asset	-	(1,25,940)
Duty Drawback, Interest and Subsidy Received	(1,81,30,277)	(99,21,244)
Earlier Provision Written Back	(1,03,19,266)	-
	4,13,17,980	8,69,64,591
Operating Profit before working capital changes	3,26,35,932	12,35,78,077
Adjustment for		
Inventories	(2,64,50,506)	99,49,046
Trade Receivables	7,36,02,005	(2,62,65,170)
Other Current Assets	57,13,107	(70,21,972)
Short-term loans and advances	1,09,11,542	5,36,86,264
Trade Payables	(5,80,64,620)	(1,68,36,724)
Other Current Liabilities	(1,42,44,177)	10,31,769
Long term provisions	11,00,404	(10,48,853)
Income Tax Paid	(31,76,382)	(1,30,16,268)
	(1,26,08,626)	4,78,092
Net Cash Inflow/(Outflow) from Operating Activities	2,00,27,306	12,40,56,169
B. Cash Inflow/(Outflow) From Investment Activities		
Capital Expenditure (Purchase/ Capitalization)	(3,39,86,183)	(1,28,16,836)
Sale Proceeds of Fixed Assets	-	6,25,000
Net Cash Inflow/(Outflow) from Investing Activities	(3,39,86,183)	(1,21,91,836)
C. Cash Inflow/(Outflow) From Financing Activities		
Increase/ Decrease in Long Term Borrowings	(2,51,69,658)	(3,47,37,674)
(Repayment)/Receipt to Short Term pledge and Cash Credit borrowi	5,72,45,545	(4,53,19,155)
Interest Paid	(3,21,07,423)	(3,22,86,546)
Duty Drawback, Interest and Subsidy Received	1,81,30,277	99,21,244
Dividend and Dividend tax Paid	-	(1,03,19,266)
Net Cash Inflow/(Outflow) from Financing Activities	1,80,98,741	(11,27,41,397)
Net Changes In Cash & Cash Equivalents (A+B+C)	41,39,864	(8,77,064)
Cash & Cash equivalents (Opening Balance)	1,16,90,632	1,25,67,696
Cash & Cash equivalents (Closing Balance)	1,58,30,496	1,16,90,632

In terms of our report of even date

For B. P. Singh & Co.
Chartered Accountants
FRN : 118758W

CA Balaji P. Singh
(Proprietor)
M. No. 104836

UDIN NO: 20104836AAAACU1597
Date : 29th June, 2020
Place : JALNA

For and on behalf of the Board of Directors

Sanjay Rathi
(Managing Director)
DIN 00182739

Rajesh Bhansali
(Managing Director)
DIN 00272612

B.P. SINGH & CO. AURANGABAD CHARTERED ACCOUNTANTS

LAXMI COTSPIN JALNA

B. P. Singh & Co.
CHARTERED ACCOUNTANTS

102, 'Kalpataru', Plot No. 51/52,
Aditya Nagar, Sutgirni Chowk,
Aurangabad - 431005.
Ph.: 0240 - 2357851.
Mob.: 9822001733, 9371114414.
email : office@bpsinghandco.in
bpsinghandco@gmail.com
Website : www.bpsinghandco.in

Auditor's Report on Full Yearly Financial Results and Year to Date Results of Laxmi Cotspin Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
The Board of Directors of
Laxmi Cotspin Limited,
Jalna,

We have audited the financial results Laxmi Cotspin Limited for the half Year and year ended on 31st March, 2020, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. These half yearly financial results as well as the yearly financial results have been prepared on the basis of the related interim financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these financial results based on our audit of such financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard for Interim Financial Reporting prescribed, under Section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

In our opinion and to the best of our information and according to the explanations given to us these half yearly financial results as well as the yearly results:

(i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and

(ii) give a true and fair view of the net profit and other financial information for the half year as well as the year ended 31st March, 2020.

For B. P. Singh & Co
Chartered Accountants
FRN 118758-W

B.P. Singh

B.P.SINGH & CO. AURANGABAD CHARTERED ACCOUNTANTS

CA Balaji P. Singh
(Proprietor)
M. No. 104836
Date: 29th June, 2020
Place: Aurangabad.

B. P. Singh & Co.
CHARTERED ACCOUNTANTS

102, 'Kalpataru', Plot No. 51/52,
Aditya Nagar, Sutgirni Chowk,
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email : office@bpsinghandco.in
bpsinghandco@gmail.com
Website : www.bpsinghandco.in

Independent Auditor's Report

To the Members of M/s. Laxmi Cotspin Limited.

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of **M/s. Laxmi Cotspin Limited ("the Company")** which comprise the Balance Sheet as at 31st March, 2020, the Statement of Profit and Loss, for the period ended, and a summary of significant accounting policies and other explanatory information.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

a. In case of the Balance Sheet, of the "State of Affairs" of the Company as at 31st March, 2020; and
b. In the case of the Statement of Profit and Loss, of the "**Loss**" for the year ended on that date;
c. In the case of the Cash Flow Statement, of the "**Cash flows**" for the year ended on that date.

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. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements 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 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.

Emphasis of Matter

The Company has not considered the effect of ICDS while calculating the amount of income tax provision and Deferred Tax Liability, amount of which cannot be quantified. Our opinion is not qualified in this matter.

B.P. SINGH & CO. AURANGABAD CHARTERED ACCOUNTANTS

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. 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 implementation and maintenance of 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 statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is 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 management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our responsibility is to express an opinion on these standalone financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

Report on Other Legal and Regulatory Requirements

1. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in **"Annexure A"**. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.

2. As required by the Companies (Auditor's Report), 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of the section 143 of the act, we give in the **Annexure-B** a statement on the matters specified in paragraphs 3 and 4 of the order.

3. As required by section 143 (3) of the Act, we report that: -

   a) We have sought and except for the matter described in the Emphasis of matter paragraph, obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.

   b) Except for the possible effects of the matter described in the Emphasis of matter paragraph above, in our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

   c) Since, the company does not have any branches, the report on the accounts of the branch offices audited by other auditor u/s 143 (8) of the Act is not applicable.

   d) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.

   e) Except for the possible effects of the matter described in the Emphasis of matter paragraph, in our opinion, the Balance Sheet, Statement of Profit and Loss and Cash Flow statement comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

   f) The matter described in the Emphasis of matter paragraph above, in our opinion, may not have an adverse effect on the functioning of the company.

   g) On the basis of written representations received from the directors as on 31st March, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2020 from being appointed as a director in terms of Section 164 (2) of the Act.

h) The qualification relating to maintenance of accounts and other matters connected therewith are as stated in Emphasis of matter paragraph above.

i) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

   i. The company has disclosed the impact of pending litigations on its financial position in its financial statements- refer Notes on accounts 2.2 (i) to the financial statements.

   ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

   iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For B. P. Singh & Co
Chartered Accountants
FRN 118758-W

B.P.SINGH & CO. CHARTERED ACCOUNTANTS AURANGABAD

CA Balaji P. Singh
(Proprietor)
M. No. 104836

Date: 29th June, 2020
Place: Aurangabad.

Annexure 'A' To the Independent Auditor's Report

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ('the Act')

We have audited the internal financial controls over financial reporting of **Laxmi Cotspin Limited** ('The Company') as of 31st March, 2020 in conjunction with our audit of the Standalone Financial Statements of the Company for the year ended and as on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting ('the Guidance Note') issued by the Institute of Chartered Accountants of India ('the ICAI')". These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required the Act.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Standards on Auditing ('the Standards') prescribed under section 143(10) of the Act and Guidance Note, to the extent applicable to an audit of internal financial controls, both issued by the ICAI. Those Standards and the Guidance Note require that we comply with the ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Financial Statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

B.P. SINGH & CO. CHARTERED ACCOUNTANTS AURANGABAD

Meaning of Internal Financial Controls over Financial Reporting

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles.

A Company's internal financial control over financial reporting includes those policies and procedures that

i. Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company;

ii. Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorizations of management and directors of the company; and

iii. Provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, to the best of our information and according to the explanation given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2019, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note.

For B. P. Singh & Co
Chartered Accountants
FRN 118758-W

CA Balaji P. Singh
(Proprietor)
M. No. 104836
Date: 29th June, 2020
Place: Aurangabad.

Annexure 'B' To the Independent Auditors' Report

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Report on Companies (Auditor's Report) Order, 2016 ('The Order') issued by the central government in terms of Sub-section 11 of Section 143 of the Companies Act, 2013 ('The Act') of Laxmi Cotspin Limited ('The Company')

1. **In respect of Company's fixed assets: -**
   a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets;
   b) The Fixed Assets have been physically verified by the management in a phased manner, designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the fixed asset has been physically verified by the management during the year and no material discrepancies between the books records and the physical fixed assets have been noticed.
   c) The title deeds of immovable properties are held in the name of the company.

2. **In respect of Inventories: -**

   As explained to us, the inventories were physically verified during the year by the management at reasonable intervals and no material discrepancies were noticed on physical verification.

3. **In Respect of Loans to parties covered under section 189: -**

   The Company has neither taken any loans or advances nor granted any loans or advances in the nature loans to parties covered in the register maintained under section 189 of the companies Act. Hence, the question of reporting whether the receipt of the principal and Interest are regular whether reasonable steps for recovery/repayment of over dues of such loans are taken does not arise.

4. **In Respect of reporting on compliance with Section 185 and 186: -**

   In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Act, 2013 in respect of grant of loans, making investments and providing guarantees and securities, as applicable.

5. **In Respect of acceptance of Public Deposits: -**

   The Company has not accepted deposits during the year and does not have any unclaimed deposits as at 31st March, 2020 and therefore, the provisions of the clause 3 (v) of the order are not applicable to the company.

6. **In respect of maintenance of cost records: -**

   On the basis of records produced to us, we are of the opinion that, *prima facie*, the cost records prescribed by the Central Government of India under Section 148(1) of the act have been maintained. However, we are not required to and have not carried out any detailed examination of such accounts and records.

7. **In respect of Payment/ Non-payment of Statutory Dues: -**

   a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Sales tax, Service Tax, Value added Tax, cess and any other statutory dues with the appropriate authorities.

   b) According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2020 for a period of more than six months from the date on when they become payable.

   c) According to the information and explanation given to us, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax outstanding on account of any dispute.

8. **In respect of Default in repayment to Banks/ Financial Institutions/ Government Debenture holders: -**

   Based on our audit procedures and on the information and explanations given by management, we are of the opinion that the company has not defaulted in repayment of loans or borrowings to a financial institution, bank, government or dues to debenture holders.

9. **In respect of End use of monies raised by way of IPO/FPO/ Term Loans: -**

   According to the information and explanations received by us, in case of monies raised by way of IPO/FPO/ Term Loans the same were used for the purpose for which the funds were raised. During the year the company has listed on SME stock exchange through Offer for Sale (OFS).

10. **In respect of Frauds noticed/ reported: -**

    In our opinion and according to the information and explanations given to us, no fraud on the company by its officers or employees nor any fraud by the company has been noticed or reported during the year, that causes the financial statements to be materially mis-stated.

11. **In respect of Managerial Remuneration: -**

    Based upon the audit procedures performed and the information and explanations given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act;

12. **In respect of Nidhi Companies: -**

In our opinion, and to the best of our information and according to the explanations provided by the management, we are of the opinion that the company is not a Nidhi company hence, in our opinion; the requirements of clause 3*(xii)* of the order do not apply to the company.

13. **In respect of Related Party Transactions: -**

In our opinion and according to the information and explanations given to us, the company is in compliance with section 177 and 188 of the Act, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements as required by applicable accounting standards.

14. **In respect of Private Placements/ Preferential Allotment of Shares/ Fully or Partly Convertible Debentures: -**

Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.

15. **In respect of Non-cash transactions involving Directors or Connected Persons: -**

In our opinion and according to the information and explanations given to us, during the year the company has not entered into any non-cash transactions with its directors or the persons connected to its directors. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence no comment is called there upon.

16. **In respect of registration of NBFC under Section 45-IA of the RBI Act, 1934: -**

In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

For B. P. Singh & Co
Chartered Accountants
FRN 118758-W

B.P. SINGH & CO. AURANGABAD CHARTERED ACCOUNTANTS

CA Balaji P. Singh
(Proprietor)
M. No. 104836

Date: 29th June, 2020
Place: Aurangabad.

Laxmi Cotspin Limited

Statement of Profit and Loss

For the period ended 31st March, 2020

Particulars	6 Months Ended		Year Ended	
	30th Sept, 2019 Rs.	31st March, 2020 Rs.	31st March, 2020 Rs.	31st March, 2019 Rs.
	Unaudited	Audited	Audited	Audited
1. Income				
Income from operations (Net)	690,050,289	823,391,775	1,513,442,064	1,772,113,407
Other Operating Income	-	-	-	-
Total Income from operation	690,050,289	823,391,775	1,513,442,064	1,772,113,407
2. Expenses				
Cost of materials consumed	589,614,677	669,166,477	1,258,781,154	1,382,396,802
Changes in inventories of finished goods, work-in-process and stock-in-trade	(53,859,865)	29,220,125	(24,639,740)	512,715
Employee Benefit Expenses	43,103,613	36,614,336	79,717,949	79,081,133
Depreciation and Amortisation expenses	24,181,765	13,036,619	37,218,384	55,569,582
Other expenses	77,014,765	80,459,648	157,474,413	187,623,952
Total Expenses	680,054,955	828,497,205	1,508,552,160	1,705,184,184
3. Profit/(Loss) from operation before other income, finance Cost and Expentional Items (1-2)	9,995,334	(5,105,430)	4,889,904	66,929,223
4. Other Income	9,845,027	8,285,250	18,130,277	9,921,244
5. Profit/(Loss) from ordinary Activitiesd before finance Cost and Expentional Items (3+4)	19,840,361	3,179,820	23,020,181	76,850,467
6. Finance costs	14,827,048	17,680,375	32,507,423	32,286,546
7. Profit/(Loss) from ordinary Activities after finance Cost but before Expentional Items (5-6)	5,013,313	(14,500,555)	(9,487,242)	44,563,921
8. Exceptional Items	-	-		-
9. Profit/(Loss) from ordinary Activities before tax (7+8)	5,013,313	(14,500,555)	(9,487,242)	44,563,921
10. Tax expense:				
1) Current Tax	2,000,000	(2,000,000)	-	11,500,000
2) Deferred Tax	(285,827)	(3,345,050)	(3,630,877)	(3,888,204)
3) Short/ Excess Provision	-	2,825,683	2,825,683	212,700
	1,714,173	(2,519,367)	(805,194)	7,824,496
11. Profit/(Loss) from ordinary Activities after tax (9-10)	3,299,140	(11,981,188)	(8,682,048)	36,739,425
12. EXTRA-ORDINARY ITEMS				
Profit/(Loss) on sale of Asset	-	-	-	(125,940)
Total Extra-Ordinary Items	-	-	-	(125,940)
13. Net Profit for the Year (11-12)	3,299,140	(11,981,188)	(8,682,048)	36,613,485
14. Share of profit/ (loss) of associates*	-	-	-	-
15. Minority Interest*	-	-	-	-
16. Net Profit/ (Loss) after Taxes, minority interest and Share of Profit/ (Loss) of associates (13-14-15)	3,299,140	(11,981,188)	(8,682,048)	36,613,485

B.P. SINGH & CO. CHARTERED ACCOUNTANTS

17	Paid up Equity share capital (Face Value of Rs. 10/- each)	171,476,700	171,476,700	171,476,700	171,476,700
18	Reserves (Excluding revaluation reserve)	311,647,408	297,150,106	297,150,106	270,855,886
19i	**Earning per equity per share before (Extra Ordinary Items) of Rs. 10/- each**				
	a) Basic EPS (in Rs.)	0.19	(0.70)	(0.51)	2.14
	b) Diluted EPS (in Rs.)	0.19	(0.70)	(0.51)	2.14
19ii	**Earning per equity per share after (Extra Ordinary Items) of Rs. 10/- each**				
	a) Basic EPS (in Rs.)	0.19	(0.70)	(0.51)	2.14
	b) Diluted EPS (in Rs.)	0.19	(0.70)	(0.51)	2.14

Overview and Significant Accounting Policies

The notes referred to above form an integral part of financial statements

Notes:

1. The Above Audited Financial Result have been reviewed by the Audit Committee and approved by the board of directors in their respective meetings held on 29th June, 2020
2. Figures are regrouped / rearrange, whenever consider necessary
3. The figures of the half year ended 31st March, 2020 are the balancing figures between audited figures for the year ended on 31st March, 2020 and published year to date figure upto the half year ended of the current financial year (i.e. on 30th September, 2019)
4. The Management Identifies "Cotton" as the only business Segment.

In terms of our report of even date

For B. P. Singh & Co.
Chartered Accountants
FRN : 118758W

B. P. SINGH & Co. AURANGABAD CHARTERED ACCOUNTANTS

CA Balaji P. Singh
(Proprietor)
M. No. 104836

LAXMI COTSPIN LTD. JALNA

For and on behalf of the Board of Directors

Sanjay Rathi
(Director)
DIN 00182739

(Director)

Date : 29th June, 2020
Place : Aurangabad

LAXMI COTSPIN LIMITED
(A Govt. Recognized Star Export House & NSE-SME Listed Company)
Regd. Off.: Gut No. 399, Samangaon - Kajala Phata, Jalna-Ambad Road, Opp. Meenatai Thakare Vridhashram, JALNA - 431 203. (M.S.) India
Off. 09765999633 E-mail: admin@laxmicotspin.com • Web Site: www.laxmicotspin.com
CIN NO - L17120MH2005PLC156866

Ref. No. Date :

Date : 29/06/2020

To,

NATIONAL STOCK EXCHANGE OF INDIA LTD.
Listing Department
Exchange Plaza, C-1, Block G
BandraKurla Complex,
Bandra (East), Mumbai, 400051

Dear Sir / Madam,

Ref: - (Symbol – LAXMICOT, ISIN - INE801V01019)

Subject : Declaration pursuant to Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 with respect to Audit Report for the Year Ended as on 31st March, 2020 with Unmodified Opinion.

Pursuant to Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby confirm and declare that Statutory Auditors of the Company M/s B.P. Singh & Co. (Chartered Accountants) have issued Auditors report with Unmodified Opinion in respect of Audited Financial Result for the Year ended as on 31st March, 2020 approved at Board Meeting held on 29th June, 2020.

Kindly take the same on your record.

Thanking You,

FOR LAXMI COTSPIN LIMITED

Sanjay Rathi
Managing Director
(DIN : 00182739)

LAXMI COTSPIN LTD. JALNA

Place : Jalna