

REF.NO/DSL/PA/2021

Dated 23.06.2021

To,
BSE Limited,
P. J. Towers, 25th Floor,
Dalal Street,
Mumbai – 400 001
SCRIP CODE – 514030

Sirs,

Sub. : Outcome of meeting of the Board of Directors of Deepak Spinners Limited ('the Company')

Ref. : Regulation 30 & 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations')

Please refer to our letter dated 14th June 2021, informing you about meeting of the Board of Directors of the Company to be held on Wednesday, the 23rd June 2021. This is to inform you that the Board at its meeting held today has –

- i) Approved the Audited Financial Results of the Company for the year ended 31st March 2021.
- ii) Recommended a dividend of Rs 2/- (Rupees Two Only) per equity share of Rs. 10/- each equivalent to 20% (Twenty Percent) on paid up equity share capital of the Company for the year ended on 31st March 2021. The dividend will be subject to approval of the shareholders in the ensuing Annual General Meeting of the Company.

Please find attached the following –

- a) Audited Financial Results
- b) Auditors' Report,
- c) Declaration on unmodified opinion of Auditors' Report.

The meeting commenced at 4.00 p.m and concluded at 5.00 p.m.

The date of Annual General Meeting and book closure date will be intimated separately.

Yours faithfully,
FOR DEEPAK SPINNERS LIMITED


(PUNEETA ARORA)
COMPANY SECRETARY



Encl. : as above.

REF.NO/DSL/PA/2021

Dated 23rd June 2021

BSE Limited,
Corporate Relationship Department
1st Floor, New Trading Ring,
Rotunda Building, P.J.Towers,
Dalal Street,
Mumbai – 400001
SCRIP CODE : 514030

Dear Sirs,

Subject_: Declaration in case of Audit Report with Unmodified Opinion
Reference : Regulation 33 of SEBI(LODR) Regulations, 2015

Pursuant to Regulation 33 (3)(d) of SEBI (LODR) Regulations, 2015 as amended by notification no. SEBI/LAD-NRO/GN/2016-17/001 DATED 25.5.2015 AND Circular no. CIR/CFD/CMD/56/2016 dated 27.5.2016 , we confirm that the Statutory Auditors of the Company, M/s. J K V S & Co, Chartered Accountants (Registration no. 318086E) have issued an Audit Report with unmodified opinion on the Audited Financial Results of the Company for the quarter and year ended on 31.3.2021

Thanking You,

Yours faithfully,
FOR DEEPAK SPINNERS LIMITED


(PUNEETA ARORA)
COMPANY SECRETARY 

DEEPAK SPINNERS LIMITED

Regd. Office: 121, Indl.Area, Baddi, Distt. Solan, H.P.-173205

CIN. L17111HP1982PLC016465

Phone No. 0172-2650973, 2650974; Email: usha@dsl-india.com ; Website: www.dsl-india.com

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2021

(Rs. in Lakhs)

Particulars	Quarter ended			Year ended	
	31.03.2021	31.12.2020	31.03.2020	31.03.2021	31.03.2020
	Refer Note - 2	Unaudited	Refer Note - 2	Audited	
1. Income					
(a) Revenue From Operations	11,132	11,923	8,408	39,657	46,068
(b) Other Income	57	65	75	186	330
Total Income	11,189	11,988	8,483	39,843	46,398
2. Expenses					
(a) Cost of Materials Consumed	6,929	6,362	6,240	21,148	27,317
(b) Changes in Inventories of Finished Goods, Work-in Progress and Waste	(1,316)	109	(1,758)	1,453	1,288
(c) Employees Benefit Expenses	1,420	1,581	1,377	5,312	5,592
(d) Finance Cost	107	150	198	629	939
(e) Depreciation & Amortization Expenses	397	406	402	1,605	1,609
(f) Other Expenses	2,367	2,140	2,038	7,571	8,412
Total expenses (a to f)	9,904	10,748	8,497	37,718	45,157
3. Profit before Exceptional Items and Tax	1,285	1,240	(14)	2,125	1,241
4. Exceptional Items	-	-	-	-	-
5. Profit before Tax	1,285	1,240	(14)	2,125	1,241
6. Tax expenses					
- Current Tax	241	326	(120)	570	453
- Deferred Tax	110	(22)	(567)	(14)	(700)
7. Profit after Tax for the Period	934	936	673	1,569	1,488
8. Other Comprehensive Income (OCI)					
a. Items that will not be reclassified to profit or loss (net of tax)	(13)	-	4	(13)	4
9. Other Comprehensive Income for the period	(13)	-	4	(13)	4
10. Total Comprehensive Income for the period	921	936	677	1,556	1,492
11. Paid up Equity Share Capital (face value of Rs. 10/-each)	719	719	719	719	719
12. Other Equity				15,183	13,627
13. Earning Per share- In Rs.					
Basic and Diluted (In Rs.)- Not annualized	12.99	13.02	9.36	21.82	20.70



STATEMENT OF ASSETS AND LIABILITIES

(Rs. in Lakhs)

Particulars	As at	As at
	31.03.2021	31.03.2020
	Audited	Audited
Assets		
Non-Current Assets		
Property, Plant and Equipment	15,059	16,520
Capital work-in-progress	316	78
Right of use Assets	189	215
Intangible Assets	36	55
Financial Assets		
a. Other Non Current Financial Assets	269	254
Other Non-Current Assets	15	52
	15,884	17,174
Current Assets		
Inventories	5,897	7,507
Financial Assets		
a. Trade Receivables	3,399	2,852
b. Cash and Cash Equivalents	57	33
c. Bank Balances other than (b) above	41	43
d. Other Financial Assets	285	206
Current Tax Assets (net)	302	257
Other Current Assets	970	1,499
	10,951	12,397
Total Assets	26,835	29,571
Equity And Liabilities		
Equity		
Equity Share Capital	719	719
Other Equity	15,183	13,627
	15,902	14,346
Liabilities		
Non- Current Liabilities		
Financial Liabilities		
a. Borrowings	1,457	2,489
b. Lease Liability	128	144
Long-Term Provisions	264	214
Deferred Tax Liabilities (Net)	1,340	1,357
	3,189	4,204
Current Liabilities		
Financial Liabilities		
a. Borrowings	3,079	5,059
b. Trade Payables		
a. Total outstanding dues of micro and small enterprises	85	42
b. Total outstanding dues of creditors other than micro and small enterprises	1,326	2,388
c. Other Financial Liabilities	1,826	1,736
d. Lease Liability	21	23
Other Current Liabilities	275	194
Short Term Provisions	1,127	1,579
Current Tax Liabilities (Net)	5	-
	7,744	11,021
Total Equity and Liabilities	26,835	29,571

STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31.03.2021

(Rs. in Lakhs)

Particulars	Year Ended	Year Ended
	31.03.2021	31.03.2020
	Audited	Audited
A. Cash Flow from Operating Activities		
Net Profit before Tax	2,125	1,241
Adjustment for :		
Depreciation and Amortization Expense	1,605	1,609
Net profit on sale/discard of property, plant and equipment	(2)	(7)
Finance Costs	629	939
Interest Income	(100)	(219)
Provision for Credit Losses (Net)	24	41
Operating Profit Before Working Capital Changes	4,281	3,604
Movements in working capital :-		
(Increase)/ Decrease in Inventories	1,610	683
(Increase)/Decrease in Trade and other Receivables	(137)	1,053

Increase /(Decrease) in Trade and Other Payables	(1,267)	(370)
Cash Generated from Operations	4,487	4,970
Less :- Income Tax Paid (net of refunds)	(610)	(574)
Net Cash from Operating Activities	3,877	4,396
B. Cash Flow from Investment Activities		
Movement in Fixed Deposits	(1)	(0)
Interest received	100	219
Purchases of Property, Plant and Equipments (including capital advance)	(309)	(560)
Proceeds from sales of Property, Plant & Equipments	12	14
Net Cash Used in Investing Activities	(198)	(328)
C. Cash Flow from Financing Activities		
Repayment of Long Term Borrowings	(1,609)	(2,536)
Proceeds of Long Term Borrowings	600	-
Net Proceeds / (Repayment) of Short Term Borrowings	(1,980)	(348)
Dividend including dividend distribution tax paid	-	(260)
Payment of Lease liability	(32)	(26)
Finance Costs (including capitalised Rs.13.65 Lakhs (previous year Rs. 7.52 Lakhs))	(634)	(963)
Net Cash Used in Financing Activities	(3,655)	(4,133)
Net Increase/ (Decrease) in Cash and Cash Equivalents (A+B+C)	24	(64)
Cash and Cash Equivalents at the beginning of the year	33	97
Cash and Cash Equivalents at the end of the year	57	33
	24	(64)

Notes:

1. The business activity of the Company falls within a single primary business segment viz 'Yarn' and hence there is no other reportable segment as per Ind AS 108 'Operating Segments'.
2. The figures for three months ended 31st March, 2021 and 31st March, 2020 are the balancing figure between audited figures in respect of the full financial year and published year to date figures up to the nine months of the respective financial year.
3. Post lockdown announced on account of COVID-19 pandemic by State/Central Govt. w.e.f. 23rd March, 2020. Company has re-started its operations on 10th April 2020 and 20th April 2020 for Baddi & Guna unit respectively. However, the economic activities in the country again disrupted from April'21 due to impact of second phase of COVID-19. The Company's operation was also affected which is now under process of stabilisation. The Company estimates to recover the carrying amount of all its assets including inventories and receivables in the ordinary course of business based on information available on current economic conditions. These estimates are subject to uncertainty and may be effected by the severity and duration of pandemic. The Company is continuously monitoring any material changes in future economic conditions.
4. The above results were reviewed by the Audit Committee and approved by the Board of Directors in their respective meetings held on 23rd June 2021
5. The figure for the previous periods have been regrouped/ rearranged, wherever considered necessary.

Place : Chandigarh
Date :23rd June 2021

For and behalf of Board of Directors

P.K. Daga
P.K Daga

Chairman and Managing Director



J K V S & CO.

Chartered Accountants

Independent Auditor's Report on the Quarterly and Year to Date Audited Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To the Board of Directors of Deepak Spinners Limited

Report on the Audit of the Financial Results

Opinion

We have audited the accompanying statement of quarterly and year to date financial results of Mangalam Cement Limited ("the Company"), for the quarter and year ended March 31, 2021 ("the Statement"), attached herewith, 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 Statement read with notes therein:

- i. is presented in accordance with the requirements of the Listing Regulations in this regard: and
- ii. gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the net profit and other comprehensive income for the quarter and year ended March 31, 2021 and other financial information of the Company for the quarter and year ended March 31, 2021.

Basis for Opinion

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

These financial results have been prepared on the basis of the annual financial statements. The Board of Directors of the Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit/loss and other comprehensive income and other financial information of the Company in accordance with the applicable 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 the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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J K V S & CO.

In preparing the Statement, 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.

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 Statement 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 Statement.

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 Statement, 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. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system 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 made by management.
- Conclude on the appropriateness of management's 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 Company's ability 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 financial results 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 Statement, including the disclosures, and whether the Statement represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the Statement that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Statement may be influenced. We consider quantitative materiality and qualitative 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 Statement.

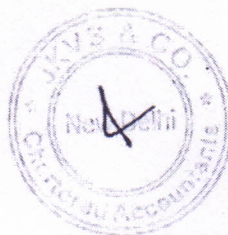
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We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

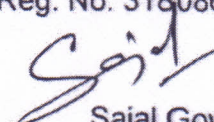
We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matter

The Statement includes the results for the quarter ended March 31, 2021 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2021 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 JKVS & Co.
Chartered Accountants
Firm Reg. No. 318086E


Sajal Goyal
Partner

Membership No. 523903

UDIN : 21523903AAAA08737

Date: June 23, 2021

Place: New Delhi