



DEEPAK SPINNERS LIMITED

A Government Recognised Export House
Corporate Identification No. : L17111HP1982PLC016465
Plot No. 194 - 195, Fourth Floor, Industrial Area, Phase 2,
Chandigarh - 160002, India | Phone: + 91 172 265 0973/74/77
usha@dsl-india.com | www.dsl-india.com

REF.NO/DSL/PA/2022

Dated 10.05.2022

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 25th April 2022, informing you about meeting of the Board of Directors of the Company to be held on Tuesday, the 10th May 2022. 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 2022.
- ii) Recommended a dividend of Rs 2.50/- (Rupees Two and Fifty Paise Only) per equity share of Rs. 10/- each equivalent to 25% (Twenty Five Percent) on paid up equity share capital of the Company for the year ended on 31st March 2022. 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 3.00 p.m and concluded at 4.30 p.m.

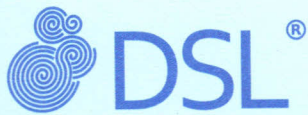
The date of Annual General Meeting and book closure date will be intimated separately.

Yours faithfully,
FOR DEEPAK SPINNERS LIMITED

(PUNEETA ARORA)
COMPANY SECRETARY



Encl. : as above.



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REF.NO/DSL/PA/2022

Dated 10th May 2022

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 31.3.2022

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, 2022

(Rs. in Lakhs)

Particulars	Quarter ended			Year ended	
	31.03.2022	31.12.2021	31.03.2021	31.03.2022	31.03.2021
	Refer Note - 2	Unaudited	Refer Note -2	Audited	
1. Income					
(a) Revenue From Operations	13,754	14,878	11,132	52,831	39,657
(b) Other Income	83	120	57	324	186
Total Income	13,837	14,998	11,189	53,155	39,843
2. Expenses					
(a) Cost of Materials Consumed	8,411	8,222	6,929	29,947	21,148
(b) Changes in Inventories of Finished Goods, Work-in Progress and Waste	(916)	532	(1,316)	(449)	1,453
(c) Employees Benefit Expenses	1,587	1,687	1,420	6,338	5,312
(d) Finance Cost	90	84	107	438	629
(e) Depreciation & Amortization Expenses	399	397	397	1,568	1,605
(f) Other Expenses	2,669	2,652	2,367	10,054	7,571
Total expenses (a to f)	12,240	13,574	9,904	47,896	37,718
3. Profit before Exceptional Items and Tax	1,597	1,424	1,285	5,259	2,125
4. Exceptional Items	-	-	-	-	-
5. Profit before Tax	1,597	1,424	1,285	5,259	2,125
6. Tax expenses					
- Current Tax	438	390	241	1,505	570
- Deferred Tax	(25)	(26)	110	(166)	(14)
- Income Tax related to earlier years	(9)	-	-	(9)	-
7. Profit after Tax for the Period	1,193	1,060	934	3,929	1,569
8. Other Comprehensive Income					
a. Items that will not be reclassified to profit or loss (net of tax)	11	-	(13)	11	(13)
9. Other Comprehensive Income for the period	11	-	(13)	11	(13)
10. Total Comprehensive Income for the period	1,204	1,060	921	3,940	1,556
11. Paid up Equity Share Capital (face value of Rs. 10/-each)	719	719	719	719	719
12. Other Equity				18,979	15,183
13. Earning Per share- In Rs.					
Basic and Diluted (In Rs.)- Not annualized	16.59	14.74	12.99	54.64	21.82

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STATEMENT OF ASSETS AND LIABILITIES

(Rs. in Lakhs)

Particulars	As at	As at
	31.03.2022	31.03.2021
	Audited	Audited
Assets		
Non-Current Assets		
Property, Plant and Equipment	14,862	15,059
Capital work-in-progress	74	316
Right of use Assets	168	189
Intangible Assets	14	36
Financial Assets		
a. Investment	2	-
b. Other Non Current Financial Assets	341	269
Other Non-Current Assets	1,704	15
	17,165	15,884
Current Assets		
Inventories	8,118	5,897
Financial Assets		
a. Trade Receivables	3,314	3,399
b. Cash and Cash Equivalents	7	57
c. Bank Balances other than (b) above	61	41
d. Other Financial Assets	188	285
Current Tax Assets (net)	361	302
Other Current Assets	1,235	970
	13,284	10,951
Total Assets	30,449	26,835
Equity And Liabilities		
Equity		
Equity Share Capital	719	719
Other Equity	18,979	15,183
	19,698	15,902
Liabilities		
Non- Current Liabilities		
Financial Liabilities		
a. Borrowings	891	1,457
b. Lease Liability	115	128
Long-Term Provisions	294	264
Deferred Tax Liabilities (Net)	1,177	1,340
	2,477	3,189
Current Liabilities		
Financial Liabilities		
a. Borrowings	3,867	4,011
b. Trade Payables		
a. Total outstanding dues of micro and small enterprises	133	85
b. Total outstanding dues of creditors other than micro and small enterprises	1,701	1,326
c. Other Financial Liabilities	963	894
d. Lease Liability	21	21
Other Current Liabilities	366	275
Short Term Provisions	1,162	1,127
Current Tax Liabilities (Net)	61	5
	8,274	7,744
Total Equity and Liabilities	30,449	26,835

STATEMENT OF CASH FLOW

(Rs. in Lakhs)

Particulars	Year Ended	Year Ended
	31.03.2022	31.03.2021
	Audited	Audited
A. Cash Flow from Operating Activities		
Net Profit before Tax	5,259	2,125
Adjustment for :		
Depreciation and Amortization Expense	1,568	1,605
Net profit on sale/discard of property, plant and equipment	(31)	(2)
Finance Costs	438	629
Provision for Exepected Credit Loss written back	(6)	-
Interest Income	(121)	(100)

P. W. S. S.

Dividend on Non-Current Investment	(1)	-
Provision for Exepected Credit Losses	150	24
Operating Profit Before Working Capital Changes	7,256	4,281
Movements in working capital :-		
(Increase)/ Decrease in Inventories	(2,221)	1,610
(Increase)/Decrease in Trade and other Receivables	(316)	(137)
Increase /(Decrease) in Trade and Other Payables	659	(1,267)
Cash Generated from Operations	5,378	4,487
Less :- Income Tax Paid (net of refunds)	(1,495)	(610)
Net Cash from Operating Activities	3,883	3,877
B. Cash Flow from Investment Activities		
Movement in Fixed Deposits	(11)	(1)
Interest received	123	100
Purchases of Property, Plant and Equipments (including capital advance)	(2,808)	(309)
Proceeds from sales of Property, Plant & Equipments	79	12
Purchase of Investment	(2)	-
Dividend on Non-Current Investment	1	-
Net Cash Used in Investing Activities	(2,618)	(198)
C. Cash Flow from Financing Activities		
Repayment of Long Term Borrowings	(935)	(1,609)
Proceeds of Long Term Borrowings	-	600
Net Proceeds / (Repayment) of Short Term Borrowings	224	(1,980)
Dividend paid	(144)	-
Payment of Lease liability	(13)	(32)
Finance Costs (including capitalised Rs.Nil (previous year Rs. 13.65 Lakhs))	(447)	(634)
Net Cash Used in Financing Activities	(1,315)	(3,655)
Net Increase/ (Decrease) in Cash and Cash Equivalents (A+B+C)	(50)	24
Cash and Cash Equivalents at the beginning of the year	57	33
Cash and Cash Equivalents at the end of the year	7	57
	(50)	24

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, 2022 and 31st March, 2021 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. The above results were reviewed by the Audit Committee and approved by the Board of Directors in their respective meetings held on 10th May, 2022.
4. The Board of directors in their meeting held on 10th May, 2022 have recommended dividend of Rs. 2.50/- per share subject to approval of the shareholders in the Annual General Meeting.
5. The figure for the previous periods have been regrouped/ rearranged, wherever considered necessary.

For and behalf of Board of Directors


P.K. Daga

Chairman and Managing Director

Place : Kolkata

Date : 10th May, 2022

J K V S & CO.

Chartered Accountants

Independent Auditor's Report on the Quarterly and Annual 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 annual financial results of Deepak Spinners Limited ("the Company"), for the quarter and year ended March 31, 2022 ("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, 2022 and other financial information of the Company for the quarter and year ended March 31, 2022.

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.

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.

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.

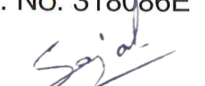
Other Matter

The Statement includes the results for the quarter ended March 31, 2022 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2022 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.

Date: May 10, 2022
Place: New Delhi



For JKVS & Co.
Chartered Accountants
Firm Reg. No. 318086E


Sajal Goyal

Partner
Membership No. 523903
UDIN : 22523903AISKXA4146