

LSL/21-22/CS/049

Date: 15.01.2022

To,
The Manager
Listing & Compliance Department,
National Stock Exchange of India Limited
Exchange Plaza, 5th Floor, Plot No. C/1,
G Block, Bandra-Kurla Complex, Bandra,
Mumbai- 400051.

Company Symbol: **LAGNAM**Series: **EQ**ISIN: **INE548201017**

Sub.: **Outcome of Board Meeting- Pursuant to regulation 30 of The SEBI (Listing Obligations and Disclosures Requirement) Regulations, 2015 as amended**

Dear Sir/Madam,

Pursuant to Regulation 30 & 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), we wish to inform you that the 05/2021-22 Meeting of the Board of Directors of the Company was held on Saturday, 15th January 2022 through video conferencing (VC). The Board of Directors of the Company has considered and approved the followings along with other routine businesses: -

1. Approved the Unaudited Financial Results of the Company for the Quarter and Nine Months ended 31st December, 2021 and taken on record the Limited Review Report of the Statutory Auditors on Unaudited Financial Results of the Company for the Quarter and Nine Months ended 31st December, 2021. (attached as **Annexure-1**)
2. Declared an interim dividend @ 5% i.e. Rs. 0.50/- on an equity share of par value of Rs. 10/- each to the members of the Company as on January 28, 2022, being the Record Date.
3. Approved Capital Expenditure of Rs. 212.00 Crores on expansion project of 41,472 spindles of 100% compact cotton yarn at the existing unit situated at A 51-52, RIICO Growth Centre Hamirgarh, Bhilwara-311001, Rajasthan. The details of the same as required under SEBI Circular No. CIR/CFD/CMD/4/2015 dated 09th September, 2015 is attached herewith as **Annexure -2**

Further, in accordance with the applicable provisions of The SEBI (Prohibition of Insider Trading) Regulations, and as per Company's Code for Prohibition of Insider Trading, the "Trading Window" for dealing in Equity Shares of the Company shall remain closed till 48 hours after the declaration of Unaudited Quarterly and Nine Months Financial Results of the Company to the stock exchange.

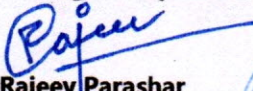
The meeting was commenced at 12.30 P.M. and concluded at 1:55 P.M.

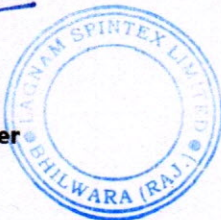
You are requested to please take on record the aforesaid information for your reference, records and for further needful.

Thanking You,

Yours Faithfully,

For Lagnam Spintex Limited


Rajeev Parashar
Company Secretary
& Compliance Officer
M. No. A52343



Enclosed: a/a

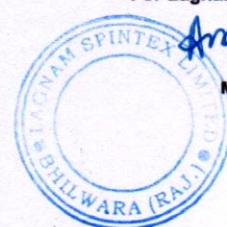
		LAGNAM SPINTEX LIMITED					
		CIN: L17119RJ2010PLC032089					
		Plant & Registered Office: A 51-53, RIICO Growth Centre Hamirgarh, Bhilwara- 311001 (Rajasthan)					
		M: (91) 9929091010 E: anand@lagnam.com W: www.lagnamspintex.com					
		Statement of Unaudited Financial Results for the Quarter and Nine Months Ended 31st December, 2021					
		(Rs. in Lacs)					
S. No.	Particulars	Quarter Ended			Nine Month Ended		Year Ended
		31.12.2021	30.09.2021	31.12.2020	31.12.2021	31.12.2020	31.03.2021
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
I	Revenue from Operations	9,095.06	8,133.86	6,270.72	24,700.46	13,229.71	20,540.75
II	Other Income	21.74	7.63	13.83	29.38	23.76	29.96
III	Total income (I+II)	9,116.80	8,141.49	6,284.55	24,729.84	13,253.47	20,570.71
IV	Expenses						
	(a) Cost of materials consumed	6,319.74	5,342.34	3,935.23	16,629.40	8,415.72	12,785.98
	(b) Purchases of stock-in-trade	-	-	-	-	-	-
	(c) Changes in inventories of finished goods, stock-in-trade and work-in-progress	(541.93)	71.62	151.25	(609.53)	818.87	1,165.73
	(d) Employee benefits expense	297.03	308.86	243.27	884.91	613.79	882.05
	(e) Finance costs	282.54	251.70	310.78	809.43	870.86	1,164.43
	(f) Depreciation and amortisation expense	190.78	188.64	183.81	568.05	562.68	751.87
	(g) Other expenses	1,254.69	1,130.37	936.74	3,441.79	2,205.79	3,110.10
	Total expenses (IV)	7,802.85	7,293.53	5,761.08	21,724.05	13,487.71	19,860.16
V	Profit (loss) before exceptional items and tax (III-IV)	1,313.95	847.96	523.47	3,005.79	(234.24)	710.55
VI	Exceptional items	-	-	-	-	-	-
VII	Profit (loss) before tax (V-VI)	1,313.95	847.96	523.47	3,005.79	(234.24)	710.55
VIII	Tax expense						
	(1) Current tax	226.58	149.11	-	516.20	-	116.85
	(2) MAT Credit Entitlement	(226.58)	(149.11)	-	(516.20)	-	(116.85)
	(3) Deferred tax	373.84	230.80	69.79	835.51	(63.12)	250.34
IX	Profit (loss) for the period (VI-VIII)	940.11	617.16	453.68	2,170.28	(171.12)	460.21
X	Other Comprehensive income						
	A (i) Items that will not be reclassified to profit or loss	(2.11)	(2.12)	(2.11)	(6.34)	(6.34)	(8.46)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	0.62	0.64	0.58	1.85	1.76	2.35
	B (i) Items that will be reclassified to profit or loss	-	(2.03)	-	(2.03)	-	(2.04)
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	0.59	-	0.59	-	0.57
	Total other comprehensive income (X)	(1.49)	(2.92)	(1.53)	(5.93)	(4.58)	(7.58)
XI	Total Comprehensive income for the period (IX+X)	938.62	614.24	452.15	2,164.35	(175.70)	452.63
XII	Paid-up equity share capital (Face Value of Rs. 10/- each)	1,766.90	1,766.90	1,766.90	1,766.90	1,766.90	1,766.90
	Total reserve i.e. Other Equity	-	-	-	-	-	4,119.98
XIII	Earnings per equity share (of Rs. 10/- each) (not annualised):						
	(a) Basic	5.32	3.49	2.57	12.28	(0.97)	2.60
	(b) Diluted	5.32	3.49	2.57	12.28	(0.97)	2.60

Notes:

- The above unaudited standalone financial results for the quarter and nine months ended 31st December 2021 have been prepared by the Company in accordance with Regulation 33 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended) and were reviewed by the Audit Committee and approved & taken on record by the Board of Directors at their Meeting held on Saturday, 15th January, 2022.
- As required under Regulation 33 of the SEBI (LODR) Regulations 2015, the Statutory Auditors have issued Limited Review Report on the aforesaid Unaudited financial results for the quarter and nine months ended 31st December, 2021 which has also taken on record by the Audit Committee and the Board at their Meeting held on Saturday, 15th January, 2022. The report does not have any impact on the aforesaid financial results which needs any explanation by the Board.
- The Board of Directors has approved the expansion project for installation of 41,472 spindles for manufacturing of 100% compact cotton yarn at A 51-52, RIICO Growth Centre Hamirgarh, Bhilwara (Raj.). The Total cost of the project (approx.) will be Rs.212.00 Crores which is proposed to be funded by Term Loans and internal accruals.
- The Company has recognized the benefit of Remission of Duties and Taxes on Exported Products (RoDTEP) of Rs. 462.50 Lakhs in "Revenue from Operations" for the quarter ended December 31, 2021 out of which Rs. 74.57 Lakhs benefit pertains to eligible export sales for the Quarter ended March 31, 2021 and Rs. 115.26 Lakhs & Rs. 138.64 Lakhs benefit pertains to eligible export sales for the Quarter ended June 30, 2021 & Sep 30, 2021 respectively.
- The Board of Directors at their meeting held on Saturday 15th January, 2022 has declared first interim dividend @ 5% i.e. Rs. 0.50 per share (on an equity share of par value of Rs. 10/- each) for the financial year 2021-22.
- The Company has migrated from NSE "EMERGE" platform to the Main Board of NSE w.e.f. 30.09.2021.
- The Company has adopted Indian Accounting Standards ("Ind AS") and accordingly the financial results are prepared in accordance with Indian Accounting Standards ("Ind AS") notified under section 133 of the Companies Act, 2013, read together with the Companies (Indian Accounting Standards) Rule, 2015, as amended. All the period presented have been restated accordingly.
- The figures of the previous period have been regrouped/rearranged and/or recast wherever necessary.
- The requirement of "Segment Reporting" is not applicable to the Company as it is engaged in single business segment.
- The Company is not having any subsidiary, associate or joint venture; therefore, it has prepared only standalone results as consolidation requirement is not applicable to the Company.
- There is no significant impact of the Covid 19 third wave on the operations of the Company during the quarter.

For Lagnam Spintex Limited

Date : 15th January, 2022
Place : Bhilwara



Anand Mangal
Managing Director
DIN 03113542

**Independent Auditor's Review Report on Unaudited Quarterly Financial Results of the Company
pursuant to the regulation 33 of SEBI (Listing obligations and Disclosure Requirements)
Regulations, 2015, as amended**

To,
The Board of Directors,
LAGNAM SPINTEX LIMITED
A 51-53, RIICO Growth Centre,
Hamirgarh, Bhilwara- 311001.

We have reviewed the accompanying statement of unaudited financial results of M/s Lagnam Spintex Limited ("the Company") for the quarter ended 31st December, 2021 and year to date from 1st April, 2021 to 31st December, 2021 (the "statement") attached herewith, being submitted by the company pursuant to the requirements of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 ('the regulations') as amended.

This statement is the responsibility of the Company's Management and approved by the Company's Board of Directors have been prepared in accordance with the recognition and measurement principles laid down by the Indian Accounting Standard 34 "Interim Financial Reporting" ("IND AS 34"), prescribed under Section 133 of the Companies Act, 2013, and rules thereunder, requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.

We conducted our review of the Statement in accordance with the Standard on Review Engagement (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted is above, nothing has come to our attention that causes us to believe that the accompanying statement of Unaudited Financial Results read with notes thereon, prepared in accordance with the aforesaid Indian Accounting Standards specified under section 133 of the Companies Act, 2013 read with relevant Rules and other recognized accounting practices and policies generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, including the manner in which it is to be disclosed or that it contains any material misstatement.

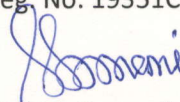
Date: 15.01.2022

Place: Bhilwara

UDIN: 22076241AAAAAF5983



For SSMS & Associates
Chartered Accountants
Firm Reg. No. 19351C


(Satish Somani)
Partner
M. No. 076241

Annexure-2

**Details of the expansion project as per SEBI Circular No.
CIR/CFD/CMD/4/2015 dated 09th September, 2015**

1	Existing capacity	1	Rotors	1920 Nos. rotors having production capacity of Approx. 16.5 tonnes cotton yarn per day.
		2	Spindles	25,536 Nos. Spindles having production capacity of Approx. 18.6 tonnes cotton yarn per day.
2	Existing Capacity Utilization	1	Rotors	More than 95%
		2	Spindles	More than 95%
3	Proposed Capacity Addition	1	Rotors	N.A.
		2	Spindles	41,472 Nos. Spindles having production capacity of Approx. 34.35 tonnes cotton yarn per day
4	Period within which proposed capacity is to be added			March 2024
5	Investment Required			Approx. Rs. 212.00 Crores
6	Mode of financing			Term Debt and Internal accruals
7	Rationale			The capacity addition is proposed to meet increasing demand, entry to new markets & product mix, to meet new customer base, to bring competitive cost advantage and to meet gain of competitive advantage.

