



LAKHOTIA POLYESTERS (INDIA) LTD

Address: 158 – 159 Shree Samarth Sahakari Audyogik Vasahat Ltd
Pimpalgaon Baswant Tal Niphad, Dist Nashik Maharashtra – 422209.

Tel : 02554 – 23200, Email : info@lgroup.co.in

Date: June 12, 2021

To,
The Manager
BSE Ltd
P.J. Towers, Dalal Street,
Mumbai- 400 001

Subject: - Gist of the matters held in the Board Meeting held today Saturday June 12, 2021

Ref Scrip Code: -535387

Scrip Id: -LAKHOTIA

Dear Sir/ Madam,

Further to our letter dated June 02, 2021 and pursuant to Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") we hereby inform you that Board of Directors at its meeting held today i.e. on Saturday June 12, 2021 at 5.00 p.m. and concluded at 9 p.m. has, inter alia, considered and approved:

1. Audited Financial Results for the quarter and financial year ended on March 31, 2021, in this regard, please find enclosed herewith:
 - a) Audited Financial Results of the Company for the quarter and financial year ended March 31, 2021.
 - b) Auditor's Report in respect of the Audited Financial Results of the Company for the financial year ended March 31, 2021.

These are also being made available on the website of the Company at www.lakhotiapoly.in and will be published in the newspapers in accordance with Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Pursuant to Regulation 33(3)(d) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby declare that the Statutory Auditor of the Company have issued their audit reports with unmodified opinion for the quarter and financial year ended on March 31, 2021.

2. Appointment of R M Mimani & Associates LLP, Company Secretaries, as Secretarial Auditors of the Company for the financial year ended on March 31, 2022.
3. Appointment of Mr. V B Rathi has been appointed as the Internal Auditors of the Company for the financial year ended on March 31, 2022.

The Stakeholders will be informed accordingly for the same.

The same will be made available on the website of the Company at www.lakhotiapoly.in

Kindly take the same on your records.

For Lakhotia Polyesters (India) Ltd

M. S. L. Lakhotia

Madhusudan Lakhotia
Director

DIN: 00104576

Place:-Nashik



Independent Auditors' Report

To Board of Directors of Lakhotia Polyesters (India) Limited

Report on the audit of the Standalone Annual Financial Results

Opinion

We have audited the accompanying standalone annual financial results of Lakhotia Polyesters (India) Limited (hereinafter referred to as 'the Company') for the year ended 31 March 2021, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 and Regulation 52 of the Securities and Exchange Board of India (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 Standalone Financial Results for the quarter and year ended 31st March, 2021:

- (a) are presented in accordance with the requirements of Regulation 33 and Regulation 52 of the Listing Regulations in this regard; and
- (b) 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 profit and other comprehensive income and other financial information for the year ended 31 March 2021.

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 ("the Act"). Our responsibilities under those SAs are further described in the *Auditor's Responsibilities for the Audit of the Standalone 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 opinion on the standalone annual financial results.



2nd Floor, Shree Gurudeo Tower, Above
Shirpur Co-op. Bank, Canada Corner,
Nashik - 422 005
PH: (0253) 231 9714 | 08888 319714

713, 7th Floor, Gold Crest Business
Center, L T Road, Borivali (West),
Mumbai - 400 092
PH: (022) 2892 1183

54, Shivaji Hsg. Soc., Off. S. B. Poddar,
Behind J W Marriott, Shivajinagar,
Pune - 411 016
PH: (020) 2563 5155

✉ info@jcassociate.in | jcassociate@gmail.com

🌐 www.jcassociate.in

Independent Auditors' Report (Continued)

Lakhotia Polyesters (India) Limited

Emphasis of Matter

- A) We draw attention to Note 3 of the Statement, which describes that the potential impact of COVID-19 pandemic on the financial results of the Company is dependent on future developments, which remain uncertain.

Our opinion is not modified in respect of this matter.

- B) We draw attention to Note 5 to the standalone annual financial results, relating to remuneration paid/payable to the Managing Director & Director of the Company for the financial year ended 31 March 2021, being in excess of the limits prescribed under Section 197 of the Act by Rs 7.40 Lakhs, which is subject to the approval of the shareholders.

Our opinion is not modified in respect of the above matter.

Management's and Board of Directors' Responsibilities for the Standalone Annual Financial Results

These standalone annual financial results have been prepared on the basis of the standalone annual financial statements.

The Company's Management and the Board of Directors are responsible for the preparation and presentation of these standalone annual financial results that give a true and fair view of the net profit/loss and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act and other accounting principles generally accepted in India and in compliance with Regulation 33 and Regulation 52 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 standalone annual financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.



Independent Auditors' Report (Continued)

Lakhotia Polyesters (India) Limited

In preparing the standalone annual financial results, the Management and 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 is responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for audit of the Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the standalone annual financial results 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 standalone annual 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 standalone 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. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion through a separate report on the complete set of financial statements on whether the Company has adequate internal financial controls with reference to financial statements 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 in the standalone financial results made by the Management and Board of Directors.



Independent Auditors' Report (Continued)

Lakhotia Polyesters (India) Limited

Auditor's Responsibilities for audit of the Standalone Financial Results (Continued)

- Conclude on the appropriateness of the Management and 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 appropriateness of this assumption. 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 standalone annual 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 standalone annual financial results, including the disclosures, and whether the standalone annual financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Annual Standalone Financial Results of the Company to express an opinion on the Annual Standalone Financial Results.

Materiality is the magnitude of misstatements in the Annual Standalone Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Annual Standalone Financial Results 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 Annual Standalone 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.



Independent Auditors' Report (Continued)
Lakhotia Polyesters (India) Limited

Other Matters

- We draw attention to the fact that figures for the corresponding year ended 31st March 2020, corresponding quarter ended on 31st March 2020 included in standalone financial results are based on the previously issued standalone financial results that were audited by predecessor auditors vide their unmodified audit opinion. We have relied and considered the figures as reported by the predecessor auditors for the corresponding periods.
- The standalone annual financial results include the results for the quarter ended 31st March 2021, being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the end of the third quarter of the current financial year which were subject to limited review by us.

For Jain Chhajed & Associates
Chartered Accountants
Firm Registration No – 127911W



CA Dinesh Burad
Partner
Membership No.151551
UDIN: 21151551AAAACY7121



Place: Nashik
Date: 12th June, 2021

LAKHOTIA POLYESTERS (INDIA) LIMITED
CIN - L17120MH2005PLC155146

Statement of Audited Standalone Financial Results for the Quarter and Year Ended March 31, 2021

(INR in Lakhs)

Sr. No.	Particulars	Quarter Ended			Year Ended	
		31-Mar-21	31-Dec-20	31-Mar-20	31-Mar-21	31-Mar-20
		Audited	(Unaudited)	Audited	Audited	Audited
1	INCOME					
	(a) Revenue from Operations	536.59	646.74	1,218.07	1,593.93	1,585.07
	(b) Other Income	14.39	18.83	46.35	40.29	54.20
	Total Revenue	550.97	665.57	1,264.42	1,634.22	1,639.27
2	EXPENSES					
	(a) Cost of Material Consumed	498.18	695.12	1,093.31	1,572.55	1,423.07
	(b) Changes in inventories of work-in-progress, stock-in-trade and finished goods	19.50	(71.01)	55.55	(51.51)	55.55
	(c) Employee Benefits Expenses	7.15	8.29	12.93	29.60	32.12
	(d) Finance Costs	7.90	9.84	18.90	32.65	59.29
	(e) Depreciation and Amortization Expenses	3.34	3.96	3.67	14.44	15.06
	(f) Other Expenses	31.23	31.24	24.21	87.07	66.52
	Total Expenses	567.32	677.45	1,208.57	1,684.80	1,651.62
3	Profit Before Tax (1-2)	(16.34)	(11.87)	55.85	(50.58)	(12.35)
4	Tax Expense Charge / (Credit)					
	(a) Current Tax	-	-	17.73	-	-
	(b) Deferred Tax	(0.93)	4.47	0.32	(2.27)	0.32
	Total Tax Expenses	(0.93)	4.47	18.05	(2.27)	0.32
5	Net Profit for the period (3-4)	(15.42)	(16.34)	37.80	(48.31)	(12.67)
6	Other Comprehensive Income					
	Net changes in fair values of investments in equity shares carried at fair values through OCI	13.02	2.32	(44.46)	(0.42)	(59.82)
	Profit/(Loss) on Sale of Equity Shares held as Investment	-	-	-	(0.72)	7.24
7	Total Comprehensive Income / (Loss) for the period / year (5+6)	(2.39)	(14.02)	(6.66)	(49.45)	(65.25)
8	Earning per Equity Share (EPS)* (Face value of Rs. 10 each)					
	Basic EPS	(0.02)	(0.13)	(0.06)	(0.47)	(0.62)
	Diluted EPS	(0.02)	(0.13)	(0.06)	(0.47)	(0.62)

* Not annualised, except year end Basic and Diluted EPS



LAKHOTIA POLYESTERS (INDIA) LIMITED

CIN - L17120MH2005PLC155146

Audited Standalone Statement of Assets & Liabilities as on March 31, 2021

INR (In Lakhs)

Sr. No.	Particulars	As at	As at
		March 31, 2021	March 31, 2020
		Audited	Audited
	ASSETS		
1	Non-Current Assets		
	(a) Property, Plant and Equipment	28.25	42.15
	(b) Capital work-in-progress	-	-
	(c) Investment Properties	-	-
	(d) Intangible Assets	-	-
	(e) Financial Assets	-	-
	(i) Investments	0.01	0.01
	(ii) Loans & Advances	2.19	2.19
	(iii) Trade Receivables	-	-
	(iv) Other Financial Assets	121.66	127.74
	(f) Deferred Tax Assets	12.56	10.29
	(g) Other Non-Current Assets	-	-
	Total Non-Current Assets	164.68	182.38
2	Current Assets		
	(a) Inventories	564.97	489.07
	(b) Financial Assets		
	(i) Investments	62.64	87.65
	(ii) Trade Receivables	872.02	1,275.75
	(iii) Cash and Cash Equivalents	11.98	10.30
	(iv) Bank balances other than (iii) above	-	-
	(v) Loans & Advances	-	-
	(vi) Other Financial Assets	4.33	5.30
	(c) Current Tax Assets (Net)	33.53	26.19
	(d) Other Current Assets	-	-
	Total Current Assets	1,549.47	1,894.25
	Total Assets (1+2)	1,714.15	2,076.63
	EQUITY AND LIABILITIES		
1	EQUITY		
	(a) Equity Share Capital	1,047.40	1,047.40
	(b) Other Equity	(296.05)	(246.60)
	Total Equity	751.35	800.80
	LIABILITIES		
2	Non-Current Liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	68.07	-
	(ii) Trade Payables	-	-
	(iii) Other Financial Liabilities	-	-
	(b) Other Non-Current Liabilities	-	-
	(c) Provisions	2.25	-
	(d) Deferred Tax Liabilities	-	-
	Total Non-Current Liabilities	70.32	-
3	Current Liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	469.10	547.86
	(ii) Trade Payables		
	- Total Outstanding Dues of Micro Enterprises and Small Enterprises	-	-
	- Total Outstanding Dues of Creditors other than Micro Enterprises and Small Enterprises	387.51	711.60
	(iii) Other Financial Liabilities	22.50	-
	(b) Provisions	1.67	0.09
	(c) Current Tax Liabilities (Net)	-	5.03
	(d) Other Current Liabilities	11.70	11.26
	Total Current Liabilities	892.49	1,275.84
	Total Equity & Liabilities (1+2+3)	1,714.15	2,076.63



LAKHOTIA POLYESTERS (INDIA) LIMITED

CIN - L17120MH2005PLC155146

Audited Standalone Statement of Cash Flow as on March 31, 2021

INR (In Lakhs)

Sr. No.	Particulars	As at	As at
		March 31, 2021	March 31, 2020
		Audited	Audited
1	CASH FLOW FROM OPERATING ACTIVITIES		
	Profit before Income Tax	(50.58)	(12.35)
	Adjustments for:		
	Depreciation & Amortization Expenses	14.44	15.06
	Interest Income	-	-
	Finance Cost	32.65	59.29
	Adjustment for Deferred Taxes	(2.27)	-
	Adjustment of Other Comprehensive Income	1.14	
	Operating Profit before Working Capital Changes	(4.62)	62.00
	Changes in Operating Assets & Liabilities:		
	(Increase) / Decrease in Financial Assets	410.78	369.94
	(Increase) / Decrease in Non Financial Assets	(7.35)	(3.68)
	Increase / (Decrease) in Financial Liabilities	(301.60)	(334.55)
	Increase / (Decrease) in Non Financial Liabilities	4.27	(39.25)
	(Increase) / Decrease in Inventories	(75.90)	31.98
	Cash Generated from Operations	25.59	86.43
	Income Taxes Paid	5.03	-
	Net Cash Flows from Operating Activities	20.56	86.43
2	CASH FLOW FROM INVESTING ACTIVITIES		
	Purchase of Property, Plant & Equipments	(0.54)	-
	Proceeds from Sale of Investments	25.00	4.87
	Sale of Property, Plant & Equipments	-	-
	Interest Income	-	-
	Net Cash Flows from Investing Activities	24.46	4.87
3	CASH FLOW FROM FINANCING ACTIVITIES		
	Proceeds from Long Term Borrowings	68.07	(6.33)
	Proceeds from Short Term Borrowings	(78.76)	(37.84)
	Finance Cost	(32.65)	(59.29)
	Net Cash Inflows from Financing Activities	(43.34)	(103.46)
	Net Increase / (Decrease) in Cash & Cash Equivalents	1.68	(12.16)
	Cash & Cash Equivalents at the Beginning of the Year	10.30	22.46
	Cash & Cash Equivalents at the End of the Year	11.98	10.30



Notes:

1. The above audited standalone financial results which are published in accordance with Regulation 33 and 52 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on June 12, 2021. The above results have been audited by the statutory auditors of the Company.
2. The audited standalone financial results are in accordance with the Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act, 2013.
3. The Company is actively monitoring the impact of the global health pandemic on its financial condition, liquidity, operations, suppliers, industry, and workforce. The operations of the Company were impacted due to the stoppage of work following the nationwide lockdown by the Government of India on March 23, 2020. The Company has resumed its operations in a phased manner as per the directives issued by the Government of India and local authorities. However, since early March 2021, India has witnessed a second wave of COVID-19 with sudden rise in COVID-19 cases across the country. This has again led to imposing lockdown like restrictions across the country, which is likely to impact, the economic activity of the country as a whole and the Company's operations in particular. The Company has used the principles of prudence in applying judgments, estimates and assumptions based on current assessments. In assessing the recoverability of assets such as inventories, financial assets and other assets, based on current indicators of future economic conditions, the Company expects to recover the carrying amounts of its assets. The extent to which COVID -19 impacts the operations will depend on future developments which remain uncertain.
4. The Company is engaged in the business of manufacturing and selling of Metallic Yarn & Textile Fabrics. The Company has only one operating segment, hence disclosure under Ind AS 108 on "Operating Segments" is not applicable.
5. During the current year, the managerial remuneration provided by the Company in relation to its Managing Director & Director is in excess of the limits laid down under section 197 of the Companies Act, 2013, read with schedule V to the Act by INR 7.40 Lakhs. The Company is in process of obtaining approval from its shareholders at the forthcoming annual general meeting.
6. The figures of the last quarter are the balancing figures between audited figures in respect of full financial year and the unaudited published year to date figures upto the third quarter of the respective financial years.
7. The statutory auditors of Lakhotia Polysters (India) Limited have expressed an unqualified opinion on the audited standalone financial results for the year ended March 31, 2021.

8. Previous period figures have been regrouped, re-arranged and re-classified wherever necessary to conform to current period's classification.



**By Order of the Board
For Lakhotia Polysters (India) Limited**

M. S. Lakhotia

**M. S. Lakhotia
Managing Director
DIN – 104576**

**Place: Nashik
Date: 12th June, 2021**