



**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. Meenatal 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: 04/09/2021

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

(Company ID: LAXMICOT ISIN: INE801V01019)

**Sub: Submission of Notice of the 16<sup>th</sup> Annual General Meeting of the Company and Annual Report 2020-2021 for the year ended on 31st March. 2021.**

Dear Sir/Madam,

In compliance with Regulation 34 of The SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) we hereby submit copy of the Annual Report for the financial year 2020-21 along with Notice of the 16<sup>th</sup> Annual General Meeting scheduled to be held on 27<sup>th</sup> September, 2021.

In pursuant to compliance of MCA circular No. 14/2020 dated April 8, 2020, and 17/2020 dated April 13, 2020, 20/2020 dated May 05, 2020, 02/2021 dated January 13, 2021, SEBI circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated May 12, 2020 and all other relevant circulars issued from time to time, the 16<sup>th</sup> Annual General Meeting (AGM) of Laxmi Cotspin Limited will be held on Monday, 27<sup>th</sup> September, 2021 at 12:00 P.M. via. Video conference (VC)/other audio-visual means (OAVM).


The details on the manner of attending the AGM and casting votes by the shareholders via. Electronic Mode is set out in the notice of the AGM attached herewith.

The annual report will be sent to the shareholders of company whose email ids are registered with the company/Depository participant. The shareholders whose email ids are not registered with the company may demand copy of the Annual Report through email [complianceofficer@laxmicotspin.com](mailto:complianceofficer@laxmicotspin.com).

The Annual report is also available at the website of company at [www.laxmicotspin.com](http://www.laxmicotspin.com).

We request you to please take on record aforesaid information.

Yours Faithfully,  
For LAXMI COTSPIN LIMITED,

  
**SAGAR PAGARIYA**  
Company Secretary and Compliance Officer  
M. No. A62781





# **LAXMI COTSPIN LIMITED**

(CIN: - L17120MH2005PLC156866)

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## **ANNUAL REPORT 2020-21**

### **16<sup>th</sup> ANNUAL GENERAL MEETING**

On Monday, the 27<sup>th</sup> day of September 2021 at 12:00 P.M.

Through Video Conferencing ("VC") /  
Other Audio Visual Means ("OAVM")

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#### **Registered Office:**

**GUT NO.399, SAMANGAON-KAJLA ROAD, IN FRONT OF MEENATAI THAKARE  
VRIDHASHRAM, SAMANGAON JALNA MH 431203**

**Contact No: - 09765999633**

**Website: - [www.laxmicotspin.com](http://www.laxmicotspin.com)**

**E-Mail Id: - [complianceofficer@laxmicotspin.com](mailto:complianceofficer@laxmicotspin.com)**



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## **LETTER TO SHAREHOLDERS**

Dear Shareholders,

On behalf of the board of director of your company, it is great pleasure for me to extend a very warm welcome to each one of you at the 16<sup>th</sup> Annual General Meeting of your company.

We take immense pleasure by sharing with you about the performance of your company and present the Annual Report for the financial year 2020-2021. The company during the current Financial Year has taken a approval from its shareholders in the month of August through postal ballot for migration of Security from SME (NSE) to Main board (NSE), which will be a great milestone and also will benefit investor in long run

We would like to state that your company is progressing to achieve new milestones in its journey towards growth through total excellence. Laxmi Cotspin Limited has pursued business excellence through passion and expansion project successfully thereby improved its cost competitiveness and profitability.

This entire year we have all been suffering and recovering from the pandemic. We have followed all the norms and guidelines mentioned by the Government to make sure our employees have a safe working environment. Our Company had to shut down its operations for a few months but luckily post that most of our employees are local residents, so we did not face any labour related issues. The Production activity had resumed upon receipt of approval of concerned authorities with all the necessary precautionary hygiene and safety measures, as applicable.

Your Company engaged in the processing of textiles since incorporation. Over the years we believe that we have established a strong customer base and good marketing setup. Further, our group has sufficient marketing expertise and wide marketing network, which is and would be channelled for our business and future expansion, if any. We have dedicated divisions for marketing different types of products and for different geographical locations. The sales division and export division are responsible for marketing of our products and fabrics. All the divisions have well trained and adequate teams to handle daily activities and are supervised regularly.

We would like to assure that we will continuously seek opportunities and make our best efforts to contribute towards the growth and success of the organization.

In the financial year 2020-2021 1<sup>st</sup> quarters was affected due to COVID-19, the plant was in lock down up to May 12<sup>th</sup> 2020. Due to this company suffered the huge losses as sudden decrease in the rate of cotton bales because of COVID-19. So company suffered the loss of Rs. 3.73 crore in the 1<sup>st</sup> Half year of 2020-21. But then market surprisingly improved & so on, the basis of improving the rates in Yarn Company has performed well & hence the results are improved.



We also have submitted report on the material impact of COVID-19 on Company to stock exchange.

I thank all valued shareholders of the Company for their confidence and trust and we assure that all efforts shall be put forth for achieving greater heights in future and shareholders can look forward for robust growth of our Company in the years to come.

I would like to thank our employees for their persistent efforts, Board for their guidance and support and all our stakeholders for their consistent support and encouragement in all our endeavours. We continue to look forward to your guidance and support, motivating us to reach newer heights.

**With warm regards**

**Yours Sincerely**

Sd/  
**Rajesh Bansal**  
**Chairman**



## **NOTICE OF THE 16<sup>th</sup> ANNUAL GENERAL MEETING**

To,  
The Members of  
**LAXMI COTSPIN LIMITED**  
(CIN: L17120MH2005PLC156866)  
Gut No.399, Samangaon-Kajla Road,  
In Front of Meenatai Thakare Vridhashram,  
Samangaon, Jalna - 431203

Notice is hereby given that the **16<sup>th</sup> ANNUAL GENERAL MEETING** of **LAXMI COTSPIN LIMITED** will be held on Monday, 27<sup>nd</sup> September, 2021 at 12.00 P.M. at the Registered Office of the Company at Gut No.399, Samangaon-Kajla Road, In Front of Meenatai Thakare Vridhashram, Samangaon Jalna - 431203. To transact the following ordinary business:-

### **A) ORDINARY BUSINESS**

1. To receive, consider and adopt the Audited Financial statements including Profit and Loss Account Balance Sheet, for the year ended on 31<sup>st</sup> March, 2021 along with Directors Report and Audited Report of the Company.
2. To ratify the appointment of M/s Singh Mundada & Associates, Chartered Accountants, Aurangabad, for the current year that was appointed for a period of five years in the last Annual General Meeting up to the F.Y 2022-23. and to fix their remuneration and in this regard to consider and if thought fit to pass the following resolution as an Ordinary Resolution

**“RESOLVED THAT** pursuant to the resolution passed by the members at the 13th Annual General Meeting of the Company held on 13th August, 2018 pursuant to Section 139 of the Companies Act, 2013 ("the Act") read with Companies (Audit and Auditors) Rules, 2014 and other provisions as may be applicable, if any, the Company hereby ratifies the appointment of M/s. Singh Mundada & Associates, having Firm's Registration No. 122059w, as the Statutory Auditors of the Company from the conclusion of this 16th Annual General Meeting till conclusion of the 17th Annual General Meeting, at such remuneration as may be fixed by the Board of Directors of the Company in consultation with them.”

### **B) SPECIAL BUSINESS**

3. **Regularisation of Mrs. Prafullata Rathi as director of the company, who was appointed as additional director as on 27th October, 2020.**



To consider and if thought fit, to pass the following resolution as an Ordinary Resolution:

**“RESOLVED THAT** pursuant to the provisions of section 160, 161 and other applicable provisions of the Companies Act, 2013 and the rules made there under, Mrs. Prafullata Rathi who was appointed as additional director of the Company on 27<sup>th</sup> October, 2020 and who holds office till the date of this Annual General Meeting and whose candidature is proposed for directorship of the Company be and is hereby appointed as director liable to retire by rotation.

**RESOLVED FURTHER THAT** pursuant to provisions of Section 196, 197, 198 and 203 and schedule V of the Companies Act, 2013 and any other applicable provisions, of the Companies Act, 2013 and the Rules made there under (including statutory modification(s) or re-enactment thereof for the time being in force) the approval of the Company be and is hereby accorded for the appointment of Mrs. Prafullata Rathi as a Director of the Company for a period of five years with effect from 27<sup>th</sup> September, 2021 whose office is liable to retire by rotation.

**RESOLVED FURTHER THAT** the Board of directors of the Company will have the power to revise the terms of remuneration subject to the limits specified in Schedule V of the Companies Act, 2013 and subject to the compliance of the provisions of the other rules and regulations as will be applicable to the Company from time to time.”

**4. Regularisation of Mr. Piyush Agrawal as Independent director of the company, who was appointed as additional director as on 27th October, 2020.**

To consider and if thought fit, to pass the following resolution as an Ordinary Resolution:

**“RESOLVED THAT** pursuant to the provisions of section 160, 161 and other applicable provisions of the Companies Act, 2013 and the rules made there under, Mr. Piyush Agrawal who was appointed as additional director of the Company on 27<sup>th</sup> October, 2020 and who holds office till the date of this Annual General Meeting and whose candidature is proposed for directorship of the Company be and is hereby appointed as Independent director liable to retire by rotation.

**RESOLVED FURTHER THAT** pursuant to provisions of Section 196, 197, 198 and 203 and schedule V of the Companies Act, 2013 and any other applicable provisions, of the Companies Act, 2013 and the Rules made there under (including statutory modification(s) or re-enactment thereof for the time being in force) the approval of the Company be and is hereby accorded for the appointment of Mr. Piyush Agrawal as a Independent Director of the Company for a period of five years with effect from 27<sup>th</sup> September, 2021 whose office is liable to retire by rotation.



**RESOLVED FURTHER THAT** the Board of directors of the Company will have the power to revise the terms of remuneration subject to the limits specified in Schedule V of the Companies Act, 2013 and subject to the compliance of the provisions of the other rules and regulations as will be applicable to the Company from time to time.”

**5. Mr. Rajesh Puranmal Bansal who retire by rotation and being eligible for reappointment, offers himself for re-appointment.**

To consider and if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution:

“RESOLVED THAT Mr. Rajesh Puranmal Bansal who retires by rotation at this meeting and being eligible has offered herself for re-appointment be and is hereby re-appointed as a Director of the Company, liable to retire by rotation.”

**For and On behalf of the Board of Directors  
Laxmi Cotspin Limited**

**Place - Jalna  
Date - 03/09/2021**

**Sd/-  
Rajesh Bansal  
Chairman**

**NOTES :**

1.GENERAL INSTRUCTIONS FOR ACCESSING AND PARTICIPATING IN THE 1<sup>st</sup> AGM THROUGH VC/OAVM FACILITY AND VOTING THROUGH ELECTRONIC MEANS INCLUDING REMOTE E-VOTING.

- A. In view of the outbreak of the COVID-19 pandemic, social distancing norms to be followed and the continuing restriction on movement of persons at several places in the country and pursuant to General Circular Nos.14/2020, 17/2020 and 20/2020 dated 8<sup>th</sup> April 2020, 13<sup>th</sup> April 2020 and 5<sup>th</sup> May 2020, respectively, issued by the Ministry of Corporate Affairs (“MCA Circulars”) and Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated 12<sup>th</sup> May 2020 issued by the Securities and Exchange Board of India (“SEBI Circular”) and in compliance with the provisions of the Act and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”), the 16<sup>th</sup> AGM of the Company is being conducted through VC/OAVM Facility, which does not require physical presence of

members at a common venue. The deemed venue for the 16th AGM shall be the Registered Office of the Company. Hence, members can attend and participate in the AGM through VC/OAVM only. The detailed procedure for participation in the meeting through VC/OAVM is as per note no. 20 and available at the Company’s website viz. [www.laxmicotspin.com](http://www.laxmicotspin.com)





- B. SEBI vide Circular no. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated May 12, 2020 had inter-alia relaxed certain provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“LODR”) related to general meetings, pursuant to relaxations by the Ministry of Corporate Affairs (MCA). Subsequently, MCA vide Circular dated December 31, 2020 has further extended relaxations to companies to conduct their Extra ordinary General Meeting (EGM) through Video Conferencing (VC) or through other audio-visual means (OAVM) (hereinafter referred to in this circular as ‘electronic mode’) up to June 30, 2021. Further, vide Circular dated January 13, 2021, MCA has also extended these relaxations to Annual General Meeting (AGMs) of companies due in the year 2021 (i.e. till December 31, 2021).
- C. In terms of the MCA Circulars since the physical attendance of Members has been dispensed with, there is no requirement of appointment of proxies. Accordingly, the facility of appointment of proxies by Members under Section 105 of the Act will not be available for the 16<sup>th</sup> AGM. However, in pursuance of Section 112 and Section 113 of the Act, representatives of the Members may be appointed for the purpose of voting through remote e-Voting, for participation in the 1<sup>st</sup> AGM through VC/OAVM Facility and e-Voting during the 16<sup>th</sup> AGM.
- D. In line with the MCA Circulars and SEBI Circular, the Notice of the 16<sup>th</sup> AGM will be available on the website of the Company at [www.laxmicotspin.com](http://www.laxmicotspin.com) and on the website of **LIPL** at <https://instavote.linkintime.co.in>
- E. Since the AGM will be held through VC/OAVM Facility, the Route Map is not annexed in this Notice.
- F. LinkIntime India Private Limited will be providing facility for voting through remote e-Voting, for participation in the 16<sup>th</sup> AGM through VC/OAVM Facility and e-Voting during the 16<sup>th</sup> AGM.
- G. Members may note that the VC/OAVM Facility, provided by **LIPL**, allows participation on a first-come-first-served basis. The large shareholders (i.e. shareholders holding 2% or more shareholding), promoters, institutional investors, directors, key managerial personnel, the Chairpersons of the Audit Committee,
- H. Nomination and Remuneration Committee and Stakeholders Relationship Committee, auditors, etc. can attend the 16<sup>th</sup> AGM without any restriction on account of first-come first-served principle.
- I. Attendance of the Members participating in the 16<sup>th</sup> AGM through VC/OAVM Facility shall be counted for the purpose of reckoning the quorum under Section 103 of the Act.
- J. Pursuant to the provisions of Section 108 of the Act read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended), Secretarial Standard on General Meetings (SS-2) issued by the Institute of Company Secretaries of India (“ICSI”)



and Regulation 44 of Listing Regulations read with MCA Circulars and SEBI Circular, the Company is providing remote e-Voting facility to its Members in respect of the business to be transacted at the 16<sup>th</sup> AGM and facility for those Members participating in the 16<sup>th</sup> AGM to cast vote through e-Voting system during the 16<sup>th</sup> AGM .

K. In line with the aforesaid Ministry of Corporate Affairs (MCA) Circulars, the Notice of AGM along with Annual Report 2020-21 is being sent only through electronic mode to those Members whose email addresses are registered with the Company/ Depositories. Member may note that Notice and Annual Report 2020-21 has been uploaded on the website of the Company at [www.laxmicotspin.com](http://www.laxmicotspin.com). The Notice can also be accessed from the websites of the Stock Exchange i.e. National Stock Exchange of India Limited at [www.nseindia.com](http://www.nseindia.com) respectively

L. Members may join the 16<sup>th</sup> AGM through VC/OAVM Facility by following the procedure as mentioned below which shall be kept open for the Members from 11.45 AM. IST i.e. 15 minutes before the time scheduled to start the 16<sup>th</sup> AGM and the Company may close the window for joining the VC/OAVM Facility 30 minutes after the scheduled time to start the 16<sup>th</sup> AGM.

2. All the documents referred to in the accompanying notice and the annexures to it are open for inspection at the Registered Office of the Company between 11.00 a.m. to 1.00 p.m. Monday to Friday up to the date of this Annual General Meeting of the Company.
3. In-terms of Section 101 and 136 of the Companies Act, read together with Rules made there under electronic copy of the Annual Report and the notice of the Annual General Meeting of the Company along with attendance slip are being sent to all the members whose email IDs are registered with the Company/ Depository Participants(s) for communication purposes, unless any member has requested for a hard copy of the same on our e-mail ID [complianceofficer@laxmicotspin.com](mailto:complianceofficer@laxmicotspin.com) For members who have not registered their email address, physical copies of the above documents are being sent in the permitted mode.
4. Members desiring any information relating to the Accounts are requested to write to the Company well in advance so as to enable management to keep the information ready.
5. Members are requested to notify any change in their addresses to the Company immediately. Members holding shares in electronic form are requested to advise change of addresses to their Depository Participants.
6. Members may also note that the notice of the Annual General Meeting and the Annual Report will also be available on the Company's website for their download [www.laxmicotspin.com](http://www.laxmicotspin.com) The physical copies of the aforesaid documents will also be available at the Company's Registered Office at Gut No.399, Samangaon-Kajla Road, In Front Of Meenatai Thakare Vridhashram, Samangaon Jalna MH 431203, during office hours on working days except Saturdays between 11.00 a.m. to 1.00 p.m. for inspection. Even after registering for e-communication, members are entitled to receive such communication in physical form, upon making a request for the same, by post free of cost.



7. The Register of Directors and Key Managerial Personnel and their shareholding, under Section 170 of the Companies Act, 2013 ('Act') and the Register of Contracts or Arrangements in which the Directors are interested, maintained under Section 189 of the Act, will be available at the website of the Company.
8. Pursuant to provision of Section 91 of the Companies Act, 2013 and Listing Agreement, the Register of Members and Share Transfer Book will remain closed from 21<sup>st</sup> September 2021 to 27<sup>th</sup> September 2021 (Both days inclusive).
9. Notice of AGM along with Annual Report 2020-21 is being sent by electronic mode to those members who is registered as a members as on 27<sup>th</sup> August 2021 as per list provided by Registrar and Share Transfer Agent, LinkIntime India Private Limited ("LinkIntime").
10. SEBI & the Ministry of Corporate Affairs encourage paperless communication as a Contribution to greener environment. Members holding shares in physical mode are requested to register their e-mail ID's with the Link Intime India Private Limited ("Link Intime").., the Registrars & Share Transfer Agents of the Company and Members holding shares in de-mat mode are requested to register their e-mail ID's with their respective Depository Participants (DPs) in case the same is still not registered. If there is any change in the e-mail ID already registered with the Company, members are requested to immediately notify such change to the Registrars & Share Transfer Agents of the Company in respect of shares held in physical form and to DPs in respect of shares held in electronic form.
11. The Board of Directors has appointed **Mr. Sachin Warat**, Practicing Cost and management Accountant, Aurangabad as scrutinizer, to scrutinize the voting at the meeting and remote e-voting process in a fair transparent manner.
12. The Securities and Exchange Board of India has mandated submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in demat form are, therefore, requested to submit PAN details to the Depository Participants with whom they have de-mat accounts.
13. Members are requested to bring their copy of Annual report of the meeting as the same shall not be circulated thereat.
14. Electronic copy of Notice of the AGM along with Annual Report 2020-21 including remote E Voting Instruction, attendance slip is being sent by electronic mode to those members who are registered as a member as on 27<sup>th</sup> August, 2021 on their registered E mail ID. For those shareholders whose name stands registered in the register of member as on Friday 27<sup>th</sup> August, 2021 and who have not registered mail Address, Physical copy of notice of the Annual general Meeting along with Annual reports, including Remote E voting instructions s being sent to them in the permitted mode.
15. Shareholders are also informed that voting shall be by E-voting.
16. The company has set Friday, August 27<sup>th</sup>, 2021 as the Cutoff date for taking record of the shareholders of the company who will be eligible for casting their vote on the resolution to be passed in the ensuing AGM for both E-Voting and Physical mode through Polling Paper.



17. General Information of E Voting:-

The e-voting period commences on September 24, 2021 (9:00 am) and ends on September 26, 2021 (5:00 pm). During this period shareholders' of the Company, may cast their vote electronically. The e-voting module shall also be disabled for voting thereafter. Once the vote on a resolution is cast by the shareholder, the shareholder shall not be allowed to change it subsequently.

The voting rights of members shall be in proportion to their shares of the paid-up equity share capital of the Company as on the **cut-off date** of 27<sup>th</sup> August, 2021. Any person, who acquires shares of the Company and become member of the Company after dispatch of the notice and holding shares as of the cut-off date i.e. 27<sup>th</sup> August, 2021 may obtain the login ID and password by sending a request at <https://instavote.linkintime.co.in> or [complianceofficer@laxmicotspin.com](mailto:complianceofficer@laxmicotspin.com).

**Remote e-Voting Instructions for shareholders post change in the Login mechanism for Individual shareholders holding securities in demat mode, pursuant to SEBI circular dated December 9, 2020:**

Pursuant to SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode can vote through their demat account maintained with Depositories and Depository Participants only post 9<sup>th</sup> June, 2021.

Shareholders are advised to update their mobile number and email Id in their demat accounts to access e-Voting facility.

Login method for Individual shareholders holding securities in demat mode/ physical mode is given below:

The way to vote electronically on NSDL e-Voting system consists of "Two Steps" which are mentioned below:

<u>Type of shareholders</u>	<u>Login Method</u>
<b>Individual Shareholders holding securities in demat mode with NSDL</b>	<ul style="list-style-type: none"> <li>If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: <a href="https://eservices.nsdl.com">https://eservices.nsdl.com</a> either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password.</li> </ul>



	<ul style="list-style-type: none"> <li>• After successful authentication, you will be able to see e-Voting services. Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</li> <li>• If the user is not registered for IDeAS e-Services, option to register is available at <a href="https://eservices.nSDL.com">https://eservices.nSDL.com</a>. Select “Register Online for IDeAS “Portal or click at <a href="https://eservices.nSDL.com/SecureWeb/IdeasDirectReg.jsp">https://eservices.nSDL.com/SecureWeb/IdeasDirectReg.jsp</a></li> <li>• Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <a href="https://www.evoting.nSDL.com/">https://www.evoting.nSDL.com/</a> either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</li> </ul>
<p><b>Individual Shareholders holding securities in demat mode with CDSL</b></p>	<ul style="list-style-type: none"> <li>• Existing user of who have opted for Easi / Easiest, they can login through their user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are <a href="https://web.cdslindia.com/myeasi/home/login">https://web.cdslindia.com/myeasi/home/login</a> or <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on New System My easi.</li> <li>• After successful login of Easi / Easiest the user will be also able to see the E Voting Menu. The Menu will have links of e-Voting service provider i.e. NSDL, KARVY, LINK NTIME, CDSL. Click on e-Voting service provider name to cast your vote.</li> <li>• If the user is not registered for Easi/Easiest, option to register is available at <a href="https://web.cdslindia.com/myeasi./Registration/EasiRegistration">https://web.cdslindia.com/myeasi./Registration/EasiRegistration</a></li> <li>• Alternatively, the user can directly access e-Voting page by providing</li> </ul>



	<p>demat Account Number and PAN No. from a link in <a href="http://www.cdslindia.com">www.cdslindia.com</a> home page. The system will authenticate the user by sending OTP on registered Mobile &amp; Email as recorded in the demat Account. After successful authentication, user will be provided links for the respective ESP where the E Voting is in progress.</p>
<p><b>Individual Shareholders (holding securities in demat mode) &amp; login through their depository participants</b></p>	<ul style="list-style-type: none"> <li>• You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility.</li> <li>• Once login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</li> </ul>
<p><b>Individual Shareholders holding securities in Physical mode &amp; evoting service Provider is LINKINTIME.</b></p>	<p>1. Open the internet browser and launch the URL: <a href="https://instavote.linkintime.co.in">https://instavote.linkintime.co.in</a></p> <p>► Click on “<b>Sign Up</b>” under ‘<b>SHARE HOLDER</b>’ tab and register with your following details: -</p> <ul style="list-style-type: none"> <li><b>A. User ID:</b> Shareholders/ members holding shares in <b>physical form shall provide</b> Event No + Folio Number registered with the Company.</li> <li><b>B. PAN:</b> Enter your 10-digit Permanent Account Number (PAN) (Members who have not updated their PAN with the Depository Participant (DP)/ Company shall use the sequence number provided to you, if applicable.</li> <li><b>C. DOB/DOI:</b> Enter the Date of Birth (DOB) / Date of Incorporation (DOI) (As recorded with your DP / Company - in DD/MM/YYYY format)</li> <li><b>D. Bank Account Number:</b> Enter your Bank Account Number (last four digits), as recorded with your DP/Company.</li> </ul> <ul style="list-style-type: none"> <li>• Shareholders/ members holding shares in <b>physical form</b> but have not recorded ‘C’ and ‘D’, shall provide their Folio number in ‘D’ above</li> </ul>



- ▶ Set the password of your choice (The password should contain minimum 8 characters, at least one special Character (@!#\$%&\*), at least one numeral, at least one alphabet and at least one capital letter).
- ▶ Click “confirm” (Your password is now generated).
- 2. Click on ‘Login’ under ‘**SHARE HOLDER**’ tab.
- 3. Enter your User ID, Password and Image Verification (CAPTCHA) Code and click on ‘**Submit**’.
- 4. After successful login, you will be able to see the notification for e-voting. Select ‘**View**’ icon.
- 5. E-voting page will appear.
- 6. Refer the Resolution description and cast your vote by selecting your desired option ‘**Favour / Against**’ (If you wish to view the entire Resolution details, click on the ‘**View Resolution**’ file link).
- 7. After selecting the desired option i.e. Favour/ Against, click on ‘**Submit**’. A confirmation box will be displayed. If you wish to confirm your vote, click on ‘**Yes**’, else to change your vote, click on ‘No’ and accordingly modify your vote.

#### **Institutional shareholders:**

Institutional shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on the e-voting system of LIPL at <https://instavote.linkintime.co.in> and register themselves as ‘**Custodian / Mutual Fund / Corporate Body**’. They are also required to upload a scanned certified true copy of the board resolution /authority letter/power of attorney etc. together with attested specimen signature of the duly authorised representative(s) in PDF format in the ‘**Custodian / Mutual Fund / Corporate Body**’ login for the Scrutinizer to verify the same.

#### **Individual Shareholders holding securities in Physical mode & evoting service Provider is LINKINTIME, have forgotten the password:**

- Click on ‘**Login**’ under ‘**SHARE HOLDER**’ tab and further Click ‘**forgot password?**’
  - Enter **User ID**, select **Mode** and Enter Image Verification (CAPTCHA) Code and Click on ‘**Submit**’.
- In case shareholders/ members is having valid email address, Password will be sent to his / her registered e-mail address.
  - Shareholders/ members can set the password of his/her choice by providing the information about the particulars of the Security Question and Answer, PAN, DOB/DOI, Bank Account Number (last four digits) etc. as mentioned above.
  - The password should contain minimum 8 characters, at least one special character (@!#\$%&\*), at least one numeral, at least one alphabet and at least one capital letter.



**Individual Shareholders holding securities in demat mode with NSDL/ CDSL have forgotten the password:**

- Shareholders/ members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned depository/ depository participants website.
- It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- For shareholders/ members holding shares in physical form, the details can be used only for voting on the resolutions contained in this Notice.
- During the voting period, shareholders/ members can login any number of time till they have voted on the resolution(s) for a particular “Event”.

**Helpdesk for Individual Shareholders holding securities in demat mode:**

In case shareholders/ members holding securities in demat mode have any technical issues related to login through Depository i.e. NSDL/ CDSL, they may contact the respective helpdesk given below:

<b>Login type</b>	<b>Helpdesk details</b>
Individual Shareholders holding securities in demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at <a href="mailto:evoting@nsdl.co.in">evoting@nsdl.co.in</a> or call at toll free no.: 1800 1020 990 and 1800 22 44 30
Individual Shareholders holding securities in demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at <a href="mailto:helpdesk.evoting@cdslindia.com">helpdesk.evoting@cdslindia.com</a> or contact at 022-23058738 or 22-23058542-43.

**Helpdesk for Individual Shareholders holding securities in physical mode/ Institutional shareholders & e-voting service Provider is LINKINTIME.**

In case shareholders/ members holding securities in physical mode/ Institutional shareholders have any queries regarding e-voting, they may refer the **Frequently Asked Questions (‘FAQs’)** and **InstaVote e-Voting manual** available at <https://instavote.linkintime.co.in>, under **Help** section or send an email to [enotices@linkintime.co.in](mailto:enotices@linkintime.co.in) or contact on: - Tel: 022 -4918 6000.

**Process and manner for attending the Annual General Meeting through InstaMeet:**

1. Open the internet browser and launch the URL: <https://instameet.linkintime.co.in>





► Select the “Company” and ‘Event Date’ and register with your following details: -

**A. Demat Account No. or Folio No:** Enter your 16 digit Demat Account No. or Folio No

- Shareholders/ members holding shares in **CDSL demat account shall provide 16 Digit Beneficiary ID**
- Shareholders/ members holding shares in **NSDL demat account shall provide 8 Character DP ID followed by 8 Digit Client ID**
- Shareholders/ members holding shares in **physical form shall provide Folio Number** registered with the Company

**B. PAN:** Enter your 10-digit Permanent Account Number (PAN) (Members who have not updated their PAN with the Depository Participant (DP)/Company shall use the sequence number provided to you, if applicable.

**C. Mobile No.:** Enter your mobile number.

**D. Email ID:** Enter your email id, as recorded with your DP/Company.

► Click “Go to Meeting” (You are now registered for InstaMeet and your attendance is marked for the meeting).

Please refer the instructions (annexure) for the software requirements and kindly ensure to install the same on the device which would be used to attend the meeting. Please read the instructions carefully and participate in the meeting. You may also call upon the InstaMeet Support Desk for any support on the dedicated number provided to you in the instruction/ InstaMEET website.

### **Instructions for Shareholders/ Members to Speak during the Annual General Meeting through InstaMeet:**

1. Shareholders who would like to speak during the meeting must register their request 3 days in advance with the company on the specific email id created for the general meeting.
2. Shareholders will get confirmation on first cum first basis depending upon the provision made by the client.
3. Shareholders will receive “speaking serial number” once they mark attendance for the meeting.
4. Other shareholder may ask questions to the panellist, via active chat-board during the meeting.
5. Please remember speaking serial number and start your conversation with panellist by switching on video mode and audio of your device.



Shareholders are requested to speak only when moderator of the meeting/ management will announce the name and serial number for speaking.

**Instructions for Shareholders/ Members to Vote during the Annual General Meeting through InstaMeet:**

Once the electronic voting is activated by the scrutinizer/ moderator during the meeting, shareholders/ members who have not exercised their vote through the remote e-voting can cast the vote as under:

1. On the Shareholders VC page, click on the link for e-Voting “Cast your vote”
2. Enter your 16 digit Demat Account No. / Folio No. and OTP (received on the registered mobile number/ registered email Id) received during registration for InstaMEET and click on 'Submit'.
3. After successful login, you will see “Resolution Description” and against the same the option “Favour/ Against” for voting.
4. Cast your vote by selecting appropriate option i.e. “Favour/Against” as desired. Enter the number of shares (which represents no. of votes) as on the cut-off date under 'Favour/Against'.
5. After selecting the appropriate option i.e. Favour/Against as desired and you have decided to vote, click on “Save”. A confirmation box will be displayed. If you wish to confirm your vote, click on “Confirm”, else to change your vote, click on “Back” and accordingly modify your vote.
6. Once you confirm your vote on the resolution, you will not be allowed to modify or change your vote subsequently.

Note: Shareholders/ Members, who will be present in the Annual General Meeting through InstaMeet facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting facility during the meeting. Shareholders/ Members who have voted through Remote e-Voting prior to the Annual General Meeting will be eligible to attend/ participate in the Annual General Meeting through InstaMeet. However, they will not be eligible to vote again during the meeting.

Shareholders/ Members are encouraged to join the Meeting through Tablets/ Laptops connected through broadband for better experience.

Shareholders/ Members are required to use Internet with a good speed (preferably 2 MBPS download stream) to avoid any disturbance during the meeting.

Please note that Shareholders/ Members connecting from Mobile Devices or Tablets or through Laptops connecting via Mobile Hotspot may experience Audio/Visual loss due to fluctuation in their network. It is therefore recommended to use stable Wi-Fi or LAN connection to mitigate any kind of aforesaid glitches.



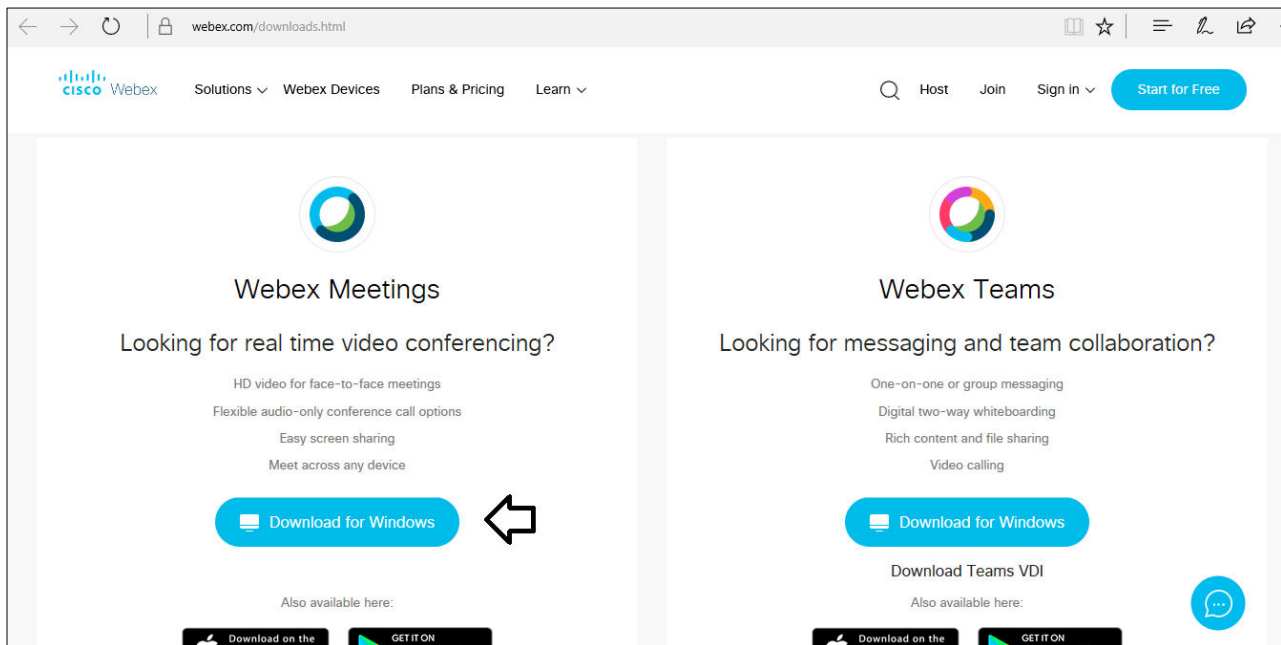
In case shareholders/ members have any queries regarding login/ e-voting, they may send an email to [instameet@linkintime.co.in](mailto:instameet@linkintime.co.in) or contact on: - Tel: 022-49186175.

## Annexure

### **Guidelines to attend the AGM proceedings of Link Intime India Pvt. Ltd.: InstaMEET**

For a smooth experience of viewing the AGM proceedings of Link Intime India Pvt. Ltd. InstaMEET, shareholders/ members who are registered as speakers for the event are requested to download and install the Webex application in advance by following the instructions as under:

- a) Please download and install the Webex application by clicking on the link <https://www.webex.com/downloads.html/>





Step 1  
Double-click the webexapp.msi file you downloaded

Step 2  
The Webex Meetings setup wizard will launch. Follow the instructions to set up.

Step 3  
Once installed the app will launch automatically.

To open the app double-click the Webex Meetings icon on your desktop.

What do you want to do with webexapp.msi (88.1 MB)?  
From: akamaicdn.webex.com

Run Save Cancel

Step 1  
Double-click the webexapp.msi file downloaded

Step 3  
Once installed app will launch automatically.

To open the app double-click the Webex Meetings icon on your

Cisco Webex Meetings - InstallShield Wizard

Welcome to the InstallShield Wizard for Cisco Webex Meetings

The InstallShield(R) Wizard will install Cisco Webex Meetings on your computer. To continue, click Next.

WARNING: This program is protected by copyright law and international treaties.

< Back Next > Cancel

Step 1  
Double-click the webexapp.msi file downloaded

Step 3  
Once installed app will launch automatically.

Cisco Webex Meetings - InstallShield Wizard

License Agreement

Please read the following license agreement carefully.

CISCO WEBEX LLC LICENSE AGREEMENT (AS APPLICABLE TO THE PARTICULAR DOWNLOAD)

IMPORTANT NOTICE--PLEASE READ PRIOR TO USING THIS SOFTWARE: This license agreement ("License Agreement") is a legal agreement between you (either an individual or an entity) and Cisco Webex LLC ("Webex") for the use of Webex software you may be required to download and install to use certain Webex services (such software, together with the underlying documentation if made available to you, the "Software"). By clicking on the button containing the "I accept" language, by installing the Software or by otherwise using the Software, you agree to be bound by the terms of this License Agreement. IF YOU DO NOT AGREE TO THE TERMS OF THIS LICENSE AGREEMENT, CLICK ON THE BUTTON

I accept the terms in the license agreement  
 I do not accept the terms in the license agreement

InstallShield \_\_\_\_\_

< Back Next > Cancel

Step 1  
Double-click the webexapp.msi file downloaded

Step 3  
Once installed app will launch automatically.

Cisco Webex Meetings - InstallShield Wizard

Ready to Install the Program

The wizard is ready to begin installation.

Click Install to begin the installation.

If you want to review or change any of your installation settings, click Back. Click Cancel to exit the wizard.

InstallShield \_\_\_\_\_

< Back Install Cancel



or

If you do not want to download and install the Webex application, you may join the meeting by following the process mentioned as under:

Step 1	Enter your First Name, Last Name and Email ID and click on Join Now.
1 (A)	If you have already installed the Webex application on your device, join the meeting by clicking on Join Now
1 (B)	If Webex application is not installed, a new page will appear giving you an option to either Add Webex to chrome or <a href="#">Run a temporary application</a> . Click on <a href="#">Run a temporary application</a> , an exe file will be downloaded. Click on this exe file to run the application and join the meeting by clicking on Join Now

## Link Intime India Pvt. Ltd

### InStaMeet (VC-Platform) : Special Instructions

- Download and install the Webex application by clicking on the link <https://www.webex.com/downloads.html> and/or as per the instructions for InstaMeet attached.
- The following URLs need to be white-listed in your organisation's domain/your own laptop, desktop, tablet, smartphone etc. on the AGM date:
  - A. <https://camonview.com>
  - B. <https://instameet.linkintime.co.in>
- Members are encouraged to join the Meeting through tablets/laptops connected through broadband for better experience.
- Members are required to use internet with a good speed (preferably 2 MBPS download stream) to avoid any disturbance during the meeting.



**Any internet outage or fluctuation in connectivity at your site will have an adverse impact on the audio/ video quality during the meeting. Link Intime will not be responsible for this.**

- Members connecting from mobile devices/tablets/laptops via mobile hotspot may experience Audio/Visual loss due to fluctuation in their network. It is therefore recommended to use stable Wi-Fi or LAN connection to mitigate any kind of aforesaid technical glitches.
- In case the members have both the computer and telephone audio active or the speakers on members' computers or telephones are too close to each other or there are multiple computers with active audio in the same conference room, there will be instances of audio echo or feedback in the meeting.
- In case two or more Members are joining the meeting through a Board Room/Common Location, proper arrangements of audio & video should be in place and Webex will be run on only one system.
- Your organization (Company Secretary) is required to share with us, a detailed flow of the meeting along with required documents and the script at least three days in advance before the scheduled date of event in the format attached.
- Members are encouraged to speak in the Meeting after un-muting themselves once their turn arrives as per the script/their name is announced. Once the member has finished communicating, he/she should mute themselves immediately. (Mute your side if you're not speaking. Your microphone can pick up a lot of background noise, so muting allows others to easily hear others)
- Guidelines to follow while participating in the meeting for a good audio-video experience:
  - \* Use your earphone for better sound quality.
  - \* Ensure no other background applications are running.
  - \* Ensure your Wi-Fi or Broadband is not connected to any other device.
  - \* Have proper lighting in the room and avoid the background sounds.
  - \* Ensure the background is bright.
  - \* Do not use mask in the meeting.



## **Explanatory Statement**

### **Explanatory Statement for Item No.3:**

Mrs. Prafullata Rathi, who was appointed as Additional Director (Woman Director) of the Company on 27th October, 2020, vacates her position as additional director at the ensuing Annual General Meeting of the Company, has offered herself for reappointment.

Under Section 160 of the Companies Act 2013, a notice in writing has been received from her signifying her intention to act as a Director of the Company.

Except Mrs. Prafullata Rathi, none of the other Directors of the Company is in any way concerned or interested in the resolution.

Your Directors recommend the resolution for your approval.

### **Explanatory Statement for Item No.4:**

Mr. Piyush Agrawal, who was appointed as Additional Director of the Company on 27th October, 2020, vacates his position as additional director at the ensuing Annual General Meeting of the Company, has offered herself for reappointment.

Under Section 160 of the Companies Act 2013, a notice in writing has been received from his signifying his intention to act as a Director of the Company.

Mr. Piyush Agrawal, none of the other Directors of the Company is in any way concerned or interested in the resolution.

Your Directors recommend the resolution for your approval.

### **Annexure to the Item No.- 5 of the Notice**

The following Explanatory Statement, as required under Section 102 of the Companies Act, 2013, set out all material facts relating to the business under Item No. 3 the accompanying Notice dated 03/09/2021

Details of Directors seeking appointment and reappointment at the forthcoming Annual General Meeting. In pursuance of Regulation 36(3) of SEBI (LODR) Regulations, 2015: <b>Name of Director</b>	Mr. Rajesh Purnamal Bansal (Non-executive Director)
Date of Birth	07/02/1960
Nationality	Indian
Date of appointment on the Board	08/05/2006
Qualifications	8 <sup>th</sup> Grade



Expertise	He is having more than 25 years of Experience in various fields.
No. of Shares held in the company	9,13,125
List of the directorship held in other Company	RTCAMP SOLUTIONS PRIVATE LIMITED
Chairman/Member in the committees of the board of other companies in which he/she is director.	<b>Chairman</b> - Nil <b>Member</b> - Nil
Relationship, if any, between director's inter se	Nil

\* Directorships includes Directorship of other Indian Public Companies and Committee Memberships includes only Audit Committee and Stake holders' Relationship Committee of Public Limited Company (whether Listed or not);  
\* Other required details are stated in Corporate Governance Report.

Details of Directors seeking re-appointment in the forthcoming Annual General Meeting. (In pursuance of Secretarial Standards on General Meetings [SS-2] and Regulation 36 of the Securities and Exchange Board of India [Listing Obligation and Disclosure Requirements] Regulations, 2015)

<b>Name of the Director</b>	Mr. Rajesh Puranmal Bansal (Non-executive Director)
Director Identification No	00272612
Category	(Non-executive Director)
Date of Birth	07/02/1960
Age	60 Years
Date of First Appointment on the Board	<u>08/05/2006</u>
Relationship with Directors and KMPs	<u>NIL</u>
Qualifications	<u>8 grade</u>
Expertise in specific functional area.	He is having more than 25 years of Experience in various fields,
Remuneration last drawn	<b>NA</b>
No. of Meetings of the Board attended during the year	<b>13</b>
Terms and Conditions of Appointment or re-appointment along with remuneration	Mr. Rajesh Puranmal Bansal Has been appointed as Non-Executive Director and He will not be entitled to Sitting Fees for attending the Meetings of Board and Committees thereof
Board Membership of Companies as on 31st March, 2021	2
Chairman/Member of the Committee of	1





the Board of Directors as on 31st March, 2021	
Number of shares held in the Company as on 31 <sup>st</sup> March, 2021	9,13,125

**For and On behalf of the Board of Directors  
Laxmi Cotspin Limited**

**Sanjay K. Rathi  
Managing Director**

**Place: Jalna  
Date: 03/09/2021**



## **DIRECTOR'S REPORT**

The Directors have a pleasure in presenting the **Sixteen Annual Report** and Audited Accounts for the financial year ended 31<sup>st</sup> March, 2021.

### **1. Financials Summary (Standalone)**

<b>Particulars</b>	<b>Rs. In Lacs</b>	
	<b>2020-21</b>	<b>2019-20</b>
Sales and Other Income	11,669.96	15,315.72
<b>Profit Before Tax and Depreciation</b>	<b>462.15</b>	<b>277.31</b>
Less: Depreciation and amortization	314.80	372.18
<b>Profit/(Loss) Before Taxation ( PBT )</b>	<b>147.35</b>	<b>(94.87)</b>
Exceptional item	(42.46)	-
<b>Profit after Exceptional item</b>	<b>104.88</b>	<b>(94.87)</b>
<b>Provision for Taxation</b>		
Less:- Current Tax (MAT)	17.51	-
Less:- Deferred Tax & Shortage/Excess Provision	(21.23)	(8.05)
<b>Profit/(Loss) After Tax ( PAT )</b>	<b>108.60</b>	<b>-86.82</b>
<b>Balance Transfer to the Balance Sheet</b>	<b>108.60</b>	<b>-86.82</b>
<b>Basic Earnings Per Equity Share</b>	<b>0.63</b>	<b>(0.51)</b>
<b>Diluted Earnings Per Equity Share</b>	<b>0.63</b>	<b>(0.51)</b>

During the year under review our company has achieved sales Turnover of Rs. 116.70 cores as against Rs. 153.15 cores, achieved in the previous year. The Decrease in Turnover is on account of depressing situation caused by disparity between Indian cotton and yarn prices. Traditionally Indian cotton has been one of the cheapest cotton in the world. This used to boost cotton and yarn sales all over the world. But this year, a move made by GOI, of increasing the MSP made our products expensive and hence, there was lower demand. Company earned a profit of Rs 108.60 lakhs as against the loss in the previous year amounting to Rs. 86.82 lakhs.

### **2. Change in the nature of Business, if any.**

There has not been any change in the nature of business of the company during financial year 2020-2021

### **3. Share Capital**

There is no change in Share Capital of the company during financial year 2020-2021



#### **4. Transfer to Reserve**

Company has not declared any dividend and transferred Rs. 108.60 lac to general reserve.

#### **5. Change of Name**

The Company has not changed its name during financial year 2020-2021

#### **6. Details of Directors or Key Managerial Personnel who were appointed or have resigned during the year:**

- **Director Retiring by Rotation**

Pursuant to Section 152 of the Companies Act, 2013 and in accordance with the Article of Association of the Company, Mr. Rajesh Purnamal Bansal, Director of the Company retires by rotation at the ensuing Annual General Meeting and being eligible offers himself for re-appointment. The Board of Directors recommends his re-appointment.

- **Resignation of Director**

During the Financial year 2020-21 following directors have resigned from the Board

- a) Mrs. Prafullata Sanjay Rathi, a Woman Director w.e.f. 07<sup>th</sup> July, 2020
- b) Mr. Ritesh Mantri as Independent Director w.e.f. 23<sup>rd</sup> July, 2020
- c) Mr. Bhavesh Ramesh Patel as director w.e.f. 27<sup>th</sup> October, 2020

- **Appointment of Director**

During the Financial year 2020-21 following directors have appointed to the Board

- A) Mrs. Prafullata Sanjay Rathi as additional director w.e.f. 27<sup>th</sup> October, 2020
- B) Mr. Piyush Agrawal as Independent Director w.e.f. 27<sup>th</sup> October, 2020.

- **Company Secretary & Compliance Officer**

Mr. Nilesh Ganapatlal Baberwal has resigned from post of Company Secretary and compliance office w.e.f. 14<sup>th</sup> August, 2020 and Mr. Sagar Pagariya was appointed as Company Secretary and compliance office w.e.f. 14<sup>th</sup> August, 2020.

- **Regularisation of Director**

Mrs. Prafullata Rathi, And Mr. Piyush Agrawal who was appointed as Additional Director of the Company on 27<sup>th</sup> October, 2020, vacates her position as additional



director at the ensuing Annual General Meeting of the Company, has offered herself for reappointment.

### **7. Particulate of Employees**

As required, no employee of the company was in receipt of remuneration exceeding the limit prescribe under rule 5 (2) of the companies (Appointment and Remuneration of managerial Personnel) Rules, 2014

### **8. Meetings of Board of Director and Shareholders.**

Thirteen board meetings and one shareholders meeting, were held during the Year 2020-21. Four Audit Committee Meetings and Two Nomination and Remuneration Committee Meetings and Two Stakeholders' Relationship Committee Meetings were also held during the year. The intervening gap between meetings was within the period prescribed under Secretarial Standards applicable to the company.

### **9. Board Evaluation**

Pursuant to the provision of the companies Act, 2013, Listing regulation along with other rules and regulation applicable, if any, the company has carried out the annual performance evaluation of its own performance, the director individually as well as the evaluation of the working of its committees, A structured questionnaire was prepared after taking into consideration inputs received from the Directors, covering various aspect of the board functioning such as adequacy of the composition of the board and its committees, board culture, execution and performance of specific duties, obligation and governance.

A separate exercise was carried out to evaluate the performance of the individual director including the Chairman of the Board, who were evaluated on parameter such as level of engagement and contribution, independence of judgment, Safeguarding interest of the company and its minority shareholders, etc. The performance evolution of Independent Director was carried out by entire board. The performance evolution of the chairman and non-Independent Director was carried out by the Independent Director who also reviewed the performance of the secretarial Department. The Director expresses their satisfaction with the evaluation process.

### **10. Company Policy on Director's Appointment and remuneration**

The policy of the company on Director's appointment and remuneration including criteria for determining qualification, positive attributes, independence of Director and other matters provided under Sub - section (3) 178, is explained in the corporate governance report.



### **11. Disclosure Of Composition Of Audit Committee And Providing Vigil Mechanism:**

The Audit Committee consists of the following members

<b>Names</b>	<b>Designation</b>
Mr. Satish Bhakkad	Chairman
Mr. Piyush Agrawal	Member
Mr. Sanjay Rathi	Member

The above composition of the Audit Committee consists of independent Directors.

Pursuant to the provisions of Section 177 (9) & (10) of the Companies Act, 2013 read with Rule 7 of Companies (Meetings of Board and its Powers) Rules, 2014 and SEBI (LODR) Regulations, 2015, the Company has in place a Whistle Blower Policy, which provides for a vigil mechanism, that encourages and supports its Directors and employees to report instances of illegal activities, unethical behaviour, actual or suspected, fraud or violation of the Company's Code of Conduct or Ethics Policy. It also, provides for adequate safeguards against victimization of persons, who use this mechanism and direct access to the Chairman of the Audit Committee in exceptional cases.

### **12. Declaration by an Independent director(s)**

The Company has received declarations from the Independent Directors of the Company confirming that, they meet the criteria of independence as prescribed both under sub-section 149 of the Companies Act, 2013 and under Clause 52 of the Model SME Listing Agreement with the Stock Exchanges and the same is enclosed herewith as **Annexure "E"**

### **13. Extracts of Annual Return in Form MGT-9 U/s 92 (3) of Companies Act, 2013**

Enclosed herewith Extracts of Annual Return in **Form MGT-9** as per **Annexure "C"**

### **14. Deposits:**

The company has neither accepted any deposit from the public nor from its members.

### **15. Particulars of Loans, Guarantees and Investments:**

The company has not given any loans or provided guarantees or made investments to third parties in which directors are interested as specified in section 185 of the Companies Act, 2013 during the year under review.



#### **16. Reply to Adverse Remark Made by Statutory Auditor:**

There are no adverse remarks made by the auditor of the company.

#### **17. Internal Control Systems and Their Adequacy:**

The Company has adequate Internal Control System, commensurate with the size, scale and complexity of its operations. The Internal Audit Department monitors and evaluates the efficacy and adequacy of internal control system in the Company, its compliance with operating systems, accounting procedures and policies at all locations of the Company. Based on the report of internal audit function, process owners undertake corrective action in their respective areas and thereby strengthen the controls.

#### **18. Related Party Transactions:**

There is related Party transaction for the Financial Year 2020-21, which are done at arm length price. Here with attached AOC-2 and also mentioned in financial statements.

#### **19. Holding, Subsidiary and Associate Relationship:**

The Company does not have any subsidiary or associate company and Company is not associate or subsidiary of any other Company.

#### **20. Risk Management Policy**

The Management deals with timely identification, assessment and proper handling of various risks in the areas of Manufacturing, Marketing in particular And Infrastructure and Govt. Policies in General. The Managements is taking corrective steps from time to time.

#### **21. Statutory Auditors& Auditor Reports**

The Shareholders of the Company had appointed M/s. Singh Mundada & Associates , Chartered Accountants (Firms Registration No.: 122059w), Aurangabad as Statutory Auditors of the Company for the period of 5 years commencing from the Financial Year 2018-19 to 2022-23 in 13<sup>th</sup> Annual General Meeting held on 13th August, 2018.

#### **22. Secretarial Audit report**

In terms of Section 204 of the Companies Act, 2013 and rules made there under M/s A. R Joshi and Associates, Practicing Company Secretary has been appointed for conducting the Secretarial Audit for the FY 2021-22. The reports of secretarial auditor are enclosed as **Annexure F** to this report.



### **23. Appointment of Cost Auditor:**

The board has appointed M/s Cheena & Associates, Practicing Cost Accountant for Conducting cost audit for a period 2021-22.

### **24. Internal Auditor**

Pursuant to section 138 of the Companies Act, 2013, Every Listed Company is requiring to appoint an Internal Auditor or Firm of the Company for internal auditing of the company. The Board has appointed M/s Mohini Malpani & Associates, Chartered Accountants, as an internal Auditor of the company for FY 2021-22.

### **25. Retirement by Rotation:**

Mr. Rajesh Bansal, Non- Executive Director of the Company, retires under Section 152 of the Companies Act, 2013 at the ensuing Annual General Meeting, and being eligible offers himself for re-appointment.

### **26. Recognition to company as an Export House:**

The directors have pleasure to inform you that our company LAXMI COTSPIN LIMITED has been recently recognized as a **STAR EXPORT HOUSE BY MINISTRY OF COMMERCE, GOVERNMENT OF INDIA.**

### **27. Certification**

- ✚ Udyam Registration Certificate (MSME).
- ✚ Ginning & Spinning unit certified by control union, for Organic processing and trading.
- ✚ Ginning & Pressing unit, 4 Star rating certified by Textiles Committee.
- ✚ Organic Cotton Production Certified by NOCA.
- ✚ Recognized as a Star Export House by Ministry of Commerce, Government India
- ✚ Recognized as BCI Membership (BETTER COTTON INITIATIVE) by BCI Council

### **28. Membership:**

- ✚ Membership of Cotton Association of India
- ✚ Membership of Texprocil of India

### **29. Corporate Social Responsibility**

The board of Directors of the company confirms that, the provision of section 135(1) of the company act, 2013, is not applicable to your company during the year under review.



### **30. Conservation of Energy**

- a) The Company ensures that the manufacturing operations are conducted in the manner whereby optimum utilization and maximum possible savings of energy is achieved.
- b) A comparative Statement showing consumption of Electricity per kg of yarn manufactured during the current and previous year is appended here with as **Annexure "A"**

### **31. Foreign Exchange Used and Earnings (IN INR)**

Foreign exchange earned	:	Rs. 18,62,74,280/-
Foreign exchange used	:	Rs. 17,21,802/-

### **32. Disclosure Under Sexual Harassment Of Women At Workplace (Prevention, Prohibition And Redressal) Act, 2013**

During the year under review, there were no cases filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013

### **33. Management Discussion and Analysis**

The Management Discussion and Analysis forms part of this Annual report is annexed with **Annexure "H"**

### **34. Significant And Material Orders Passed By The Regulators Or Courts Or Tribunals Impacting The Going Concern Status And Company's Operations In Future**

No significant or material orders were passed by the any Regulators or Courts or Tribunals which impact the going concern status and Company's operations in future.

### **35. Enhancing shareholders value:**

Your Company believes that its Members are among its most important stakeholders. Accordingly, your Company's operations are committed to the pursuit of achieving high levels of operating performance and cost competitiveness, consolidating and building or growth, enhancing the productive asset and resource base and nurturing overall corporate reputation. Your Company is also committed to creating value for its other stakeholders by ensuring that its corporate actions positively impact the socio-economic and environmental dimensions and contribute to sustainable growth and development.





### **36. Material Changes:**

There is no material changes affecting the financial position of the company occurred between the end of the Financial Year to which this report relates and the date of the report.

### **37. Our Vision:**

To be a most adorable global partner to all the stake holders in every aspects of textile manufacturing.

### **38. Our Mission:**

By offering quality bales & premium yarns and timely service embedded with value driven culture resulting in finding new avenues to surpass global standards in every activity that needs to nurture the society to the better tomorrow.

### **39. Directors' Responsibility Statement as Per Section 134(5)**

- (a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- (c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (d) the directors had prepared the annual accounts for financial year ended on March 31, 2021 on a going concern;
- (e) the directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively; and
- (f) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively



#### **40. Acknowledgement**

The Directors would like to express their appreciation for the co-operation from, HDFC Bank Ltd., Shamrao Vital Co-operative Bank, Aurangabad and your directors, also wish to appreciate the co-operation of Director of Industries and the entire staff, for extending their co-operation. Your directors also wish to place on record their deep sense of appreciation for the committed services by executive, staff and workers of the Company.

**For and On behalf of the Board of Directors  
LAXMI COTSPIN LIMITED**

**Mr. Sanjay K. Rathi  
Managing Director  
DIN: 00182739**

**Mr. Rajesh Bansal  
Director  
DIN: 00272612**

**Place: Jalna  
Date: 03/09/2021**



### **ANNEXURE - "A" TO DIRECTOR REPORT**

The particulars required relating to energy conservation technology absorption u/s 134(3) (m) of the Companies Act 2013.

#### **A. Energy Conservation**

The company uses entire electricity consumption required which is provided by the MSEDCL.

#### **SPINNING**

<b>Particulars</b>	<b>2020-21</b>	<b>2019-20</b>
Total Units	1,27,79,582	1,60,89,732
Total Cost	5,74,45,320	7,29,00,830
Rate per Unit	4.50	4.53
Total Production (in kgs)	47,43,615	63,51,487
Electricity consumed per unit of production (in units)	12.11	11.47

#### **GINNING**

<b>Particulars</b>	<b>2020-21</b>	<b>2019-20</b>
Total Units	5,82,303	3,87,906
Total Cost	37,23,880	34,13,840
Rate per Unit	6.40	8.80
Total Production (in kgs)	40,52,608	18,97,817
Electricity consumed per unit of production (in units)	0.92	1.79

#### **B. Technology Absorption**

The company has undertaken necessary steps to increase the productivity and quality outputs of Yarn and necessary up gradation and modification is evaluated. The Company had installed pollution control equipment's to reduce the carbon emission.

**For and On behalf of the Board of Directors  
LAXMI COTSPIN LIMITED**

**Place - Jalna  
Date - 03/09/2021**

**Mr. Sanjay K. Rathi  
Managing Director  
DIN: 00182739**

**Mr. Rajesh Bansal  
Director  
DIN: 00272612**



**ANNEXURE "B"**  
**FORM NO. AOC-2**

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

**Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto**

**1. Details of contracts or arrangements or transactions not at arm's length basis**

- (a) Name(s) of the related party and nature of relationship: **NA**
- (b) Nature of contracts/arrangements/transactions: **NA**
- (c) Duration of the contracts / arrangements/transactions: **NA**
- (d) Salient terms of the contracts or arrangements or transactions including the value, if any: **NA**
- (e) Justification for entering into such contracts or arrangements or transactions: **NA**
- (f) Date of approval by the Board: **NA**
- (g) Amount paid as advances, if any: **NA**
- (h) Date on which the special resolution was passed in general meeting as required under first proviso: **NA**

**2. Details of material contracts or arrangement or transactions at arm's length basis**

**a) Name(s) of the related party and nature of relationship:**

**1. Name of related party :- Not Applicable**

Sr. No.	Name of Related party	Relation/Key Personnel

**b) Nature of contracts/arrangements/transactions:**

Nature of transaction	Name of Related party	Amount Rs.
Purchases	Vitthal Polypack Pvt Ltd	10,71,601

**c) Duration of the contracts/arrangement/transactions : NA**

**d) Salient terms of the contract or arrangement or transactions including the value if any : NA**

**e) Dates of approval of the board, if any : NA**



f) Amount paid as advances, if any: NA

For and On behalf of the Board of Directors  
LAXMI COTSPIN LIMITED

Sd/-  
Mr. Sanjay K. Rathi  
Managing Director  
DIN: 00182739

Sd/-  
Mr. Rajesh Bansal  
Director  
DIN: 00272612

Place: Jalna  
Date: 03/09/2021



## Annexure C

### FORM NO. MGT 9

#### EXTRACT OF ANNUAL RETURN

As on financial year ended on 31.03.2018

Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company  
(Management & Administration) Rules, 2014

#### I. REGISTRATION & OTHER DETAILS:

CIN	L17120MH2005PLC156866
Registration Date	19.10.2005
Name of the Company	Laxmi Cotspin Limited
Category/Sub-category of the Company	Public Company having Share Capital
Address of the Registered office & contact details	No.399, Samangaon-Kajla Road, In Front Of Meenatai Thakare Vridhashram, Samangaon, Jalna - 431203
Whether listed company	Listed on NSE at SME Platform
Name, Address & contact details of the Registrar & Transfer Agent, if any.	C 101, 247 Park, L.B.S Marg, Vikhroli (West), Mumbai, Maharashtra 400083 (022) 25963838 25960320

#### II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

(All the business activities contributing 10 % or more of the total turnover of the company shall be stated)

S. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	Cotton Yarn	013111	90%
2	other	-	10%
3			



### III.PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES :

S.NO	NAME AND ADDRESS OF THE COMPANY	CIN/GLN	HOLDING/ SUBSIDIARY/ ASSOCIATE	% of shares held	Applicable Section

### IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity) :

#### i. Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>A. Promoters</b>									
(1) Indian									
a) Individual/HUF	7615164		7615164	44.40 %	7657164		7657164	44.61	
b) Central Govt									
c) State Govt (s)									
d) Bodies Corp.	2065930		2065930	12.0479	2065930		2065930	12.04	
e) Banks / FI									
f) Any Other....									
<b>Sub-total (A) (1):-</b>	9681094		9681094	56.4572%	9723094		9723094	56.70%	
(2) Foreign									
a) NRIs - Individuals									
b) Other - Individuals									
c) Bodies Corp.									
d) Banks / FI									
e) Any Other....									
<b>Sub-total (A) (2):-</b>									
<b>Total shareholding of Promoter (A) = (A)(1)+(A)(2)</b>	9681094		9681094	56.4572%	9723094		9723094	56.70%	
<b>B. Public Shareholding</b>									
1. Institutions									
a) Mutual Funds									
b) Banks / FI									
c) Central Govt									



d) State Govt(s)								
e) Venture Capital Funds								
f) Insurance Companies								
g) FIIs								
h) Foreign Venture Capital Funds								
i) Others (specify)								
<b>Sub-total (B)(1):-</b>								
<b>2. Non-Institutions</b>								
a) Bodies Corp.								
i) Indian	3044817		3044817	17.7564	3195848		3195848	18.64%
ii) Overseas								
b) Individuals								
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	2420367		2420367	14.114%	1616711		1616711	9.42%
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh "	1520642		1520642	8.867%	2137267		2137267	12.46%
c) Others (specify)								
Non Resident Indians								
Overseas Corporate Bodies								
Foreign Nationals								
Clearing Members								
HUF	480750		480750	2.8036%	474750		474750	2.76%
Trusts								
Foreign Bodies - D R								
Sub-total (B)(2):-	7466576	-	7466576	43.5428				
Total Public Shareholding (B)=(B)(1)+(B)(2)	7466576	-	7466576	43.5428				
<b>C. Shares held by Custodian for GDRs &amp; ADRs</b>								
<b>Grand Total (A+B+C)</b>	17147670	-	17147670	100.00%	17147670	-	17147670	100.00%





**(ii) Shareholding of Promoters**

Sl No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	SANJAY KACHRULAL RATHI	2,52,375	1.47%	0	2,88,375	1.68 %		0.1248%
2	BHAVESH RAMESH PATEL	3,33,188	1.94%	0	3,33,188	1.94 %		-
3	RAJESH PURANMAL BANSAL	9,13,125	5.33%	0	9,13,125	5.33 %		-
4	SHIVRATAN SHRIGOPAL MUNDADA	71,197	0.42%	0	71,197	0.42 %		-
5	ASHVA MULTI TRADE PRIVATE LIMITED	20,65,930	12.04%	0	20,65,930	12.04 %		-

**(iii) Change in Promoters' Shareholding ( please specify, if there is no change)**

Sl. No.	Name	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
			No. of Shares	% of total Shares of the company	No. of Shares	% of total Shares of the company
		At the beginning of the year	36,35,815	21.2%		
		Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	36.000	0.1248%		
		At the End of the year	36,71,815	21.41%		



**(iv) Shareholding Pattern of top ten Shareholders**

**(OTHER THAN DIRECTORS, PROMOTERS AND HOLDERS OF GDRS AND ADRS):**

	(OTHER THAN DIRECTORS, PROMOTERS AND HOLDERS OF GDRS AND ADRS):	Shareholding at the beginning of the year		Shareholding at the end of the year		Changes
		No. of Shares	% of total Shares of the company	No. of Shares	% of total Shares of the company	
1	ANAND VYAPAAR PRIVATE LIMITED	33,92,500	19.78%	33,92,500	19.78%	
2	SAFFORD MERCANTILE PRIVATE LIMITED	22,85,450	13.33%	22,85,450	13.33%	
3	RAMESH PATEL	22,51,563	13.13%	22,51,563	13.13%	
4	ASHVA MULTI TRADE PRIVATE LIMITED	20,65,930	12.05%	20,65,930	12.05%	
5	PRASAD COTTON INDUSTRES PRIVATE LIMITED	234000	1.36%	234000	1.36%	
6	SAPTASHRUNGI ALLOY PRIVATE LIMITED	228000	1.32%	228000	1.32%	
7	TARABEN RAMESH PATEL	187500	1.09%	187500	1.09%	
8	ANKIT JAYANTIBHAI PATEL	186000	1.08%	186000	1.08%	
9	KIFS TRADE CAPITAL PRIVATE LIMITED	162000	0.94%	162000	0.94%	
10	MAHABALESHWAR ALLOYS PRIVATE LIMITED	140000	0.81%	140000	0.81%	

**(v) Shareholding of Directors and Key Managerial Personnel**

Sl. No.	Name	Designation	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
			No. of Shares	% of total Shares of the company	No. of Shares	% of total Shares of the company
1	SANJAY KACHRURAL RATHI	MANAGING DIRECTOR	2,88,375	1.68 %		
2	RAJESH PURANMAL BANSAL	CHAIRMAN & DIRECTOR	9,13,125	5.33%		
3	PRAFULLATA SANJAY RATHI	DIRECTOR	23,438	0.14%		
4	SATISH BHAKKAD	INDEPENDENT DIRECTOR	-	-		
5	ANUPKUMAR GINDODIYA	CFO	12,000	0.06%		
6	PIYUSH AGRAWAL	INDEPENDENT DIRECTOR	-	-		



## V, INDEBTEDNESS :

Indebtedness of the Company including interest outstanding/accrued but not due for payment

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtedness at the beginning of the financial year</b>				
i) Principal Amount	45,51,26,164			45,51,26,164
ii) Interest due but not paid	0			0
iii) Interest accrued but not due	0			0
Total (i+ii+iii)	45,51,26,164			45,51,26,164
<b>Change in Indebtedness during the financial year</b>				
Addition	8,22,40,000			8,22,40,000
Reduction	22,08,06,063			22,08,06,063
Net Change	13,85,66,063			13,85,66,063
<b>Indebtedness at the end of the financial year</b>				
i) Principal Amount	31,58,11,281			31,58,11,281
ii) Interest due but not paid	7,48,820			7,48,820
iii) Interest accrued but not due	0			0
Total (i+ii+iii)	31,65,60,101			31,65,60,101

## VI. Remuneration to Managing Director, Whole-time Directors and/or Manager

Sl.no.	Name of MD/WTD/ Manager	Gross salary			Stock Option	Sweat Equity	Commission		Others	Total	Ceiling as per the Act
		(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961			as % of profit	others			
1.	Sanjay Rathi	3449225	0	0	0	0	0	0	0	3449225	



### Remuneration to other directors

Sl.no.	Name of Directors	Independent Directors			Total (1)	Other Non-Executive Directors			Total (2)	Total (1+2)	Total Managerial Remuneration	Overall Ceiling as per the Act
		Fee for attending board / committee meetings	Commission	Others		Fee for attending board committee meetings	Commission	Others				

### REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD

Sl. no.	Name of Key Managerial Personnel	Gross salary			Stock Option	Sweat Equity	Commission		Others	Total
		(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961			as % of profit	others		
1.	Anup Gindodiya (CFO)	507851	0	0	0	0	0	0	0	507851
2.	Nilesh Babrewal CS	114518	0	0	0	0	0	0	0	114518
3.	Sagar Pagariya CS	224000	0	0	0	0	0	0	0	224000

Mr. Nilesh Ganapatlal Baberwal has resigned from post of Company Secretary and compliance office w.e.f. 14<sup>th</sup> August, 2020 and Mr. Sagar Pagariya was appointed as Company Secretary and compliance office w.e.f. 14<sup>th</sup> August, 2020.



**VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES :**

Type	Section of the Companies Act	Brief Description	Details of Penalty /Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any (give Details)
<b>A. COMPANY</b>					
Penalty					
Punishment					
Compounding					
<b>B. DIRECTORS</b>					
Penalty					
Punishment					
Compounding					
<b>C. OTHER IN DEFAULT OFFICERS</b>					
Penalty					
Punishment					
Compounding					



**ANNEXURE - D**

**STATEMENT OF PARTICULARS OF EMPLOYEES PURSUANT TO THE COMPANIES  
(APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014**

Sl. No.	Name	Designation/ Nature of Duties	Remuneration Received [Rs.]	Qualification	Experience in years	Age in years	Date of commencement of employment	Last employment held
1	2	3	4	5	6	7	8	9
N.A.								

**Notes:**

- All appointments are / were non-contractual
  
- Remuneration as shown above comprises of Salary, Leave Salary, Bonus, Gratuity where paid, Leave Travel Assistance, Medical Benefit, House Rent Allowance, Perquisites and Company's Contribution to Provident Fund and Superannuation Fund. Remuneration on Cash basis
  
- None of the above employees is related to any Director of the Company employed for part of the financial year.



**ANNEXURE E**  
**DECLARATION OF INDEPENDENCE**  
**FROM INDEPENDENT DIRECTOR**

To,  
The Board of Directors  
**Laxmi Cotspin Limited**  
At Gut No.399, Samangaon-Kajla Road,  
In Front Of Meenatai Thakare Vridhashram,  
Samangaon Jalna - 431203

**Subject: Declaration of independence under clause 49 of the Listing Agreement and sub-section (6) of section 149 of the Companies Act, 2013.**

I, **Mr. Piyush Agrawal**, hereby certify that, I am an Independent Director of Laxmi Cotspin Limited, and comply with all the criteria of independent director as envisaged in Clause 49 of the Listing Agreement and the Companies Act, 2013.

**I, certify, that:**

1. I possess relevant expertise and experience to be an independent director in the Company;
2. I am/was not a promoter of the company or its holding, subsidiary or associate company;
3. I am not related to promoters / directors / persons occupying management position at the board level or level below the board in the company, its holding, subsidiary or associate company;
4. Apart from receiving director sitting fees / remuneration, I have/had no pecuniary relationship / transactions with the company, its promoters, its directors, its senior management or its holding, subsidiary or associate company, or their promoters, or directors, during the two immediately preceding financial years or during the current financial;
5. None of my relatives has or had any pecuniary relationship or transaction with the company, its holding, subsidiary or associate company, or their promoters, or directors, amounting to 2% or more of its gross turnover or total income or Rs. 50 Lacs or such higher amount as may be prescribed, whichever is lower, during the two immediately preceding financial years or during the current financial year;
6. Neither me nor any of my relatives:
  - a) holds or has held the position of a key managerial personnel or is or has been employee/executive of the company or its holding, subsidiary or associate company in any of the three financial years immediately preceding the financial year;



- b) Is or has been an employee or proprietor or a partner, in any of the three financial years immediately preceding the financial year of;
- I. firm of auditors or company secretaries in practice or cost auditors of the company or its holding, subsidiary or associate company; or
  - II. any legal or a consulting firm that has or had any transaction with the company, its holding, subsidiary or associate company amounting to 10% or more of the gross turnover of such firm;
- c) holds together with my relatives 2% or more of the total voting power of the company; or
- d) is a Chief Executive or director, by whatever name called, of any non-profit organization that receives 25% or more of its receipts from the company, any of its promoters, directors or its holding, subsidiary or associate company or that holds 2% or more of the total voting power of the company; or
7. I am not a material supplier, service provider or customer or a lessor or lessee of the company;
8. I am not less than 21 years of age.

#### **DECLARATION**

I undertake that, I shall seek prior approval of the Board, if and when, I have any such relationship / transactions, whether material or non-material. If I fail to do so, I shall cease to be an independent director from the date of entering in to such relationship / transactions.

Further, I do hereby declare and confirm that, the above said information's are true and correct to the best of my knowledge, as on the date of this declaration of independence and I shall take responsibility for its correctness and shall be liable for fine, if any imposed on the Company, its directors, if the same found wrong or incorrect in future.

I, further, undertake to intimate immediately upon changes, if any, to the Company for updating of the same.

Thanking you,  
Yours faithfully,

SD/-  
PIYUSH AGRAWAL  
DIN: 08973966  
Add - 1-33-166/1, R.P. Road.  
Jalna 431203      Date: - 03/09/2021





To  
The Board of Directors  
**Laxmi Cotspin Limited**  
At Gut No.399, Samangaon-Kajla Road,  
In Front Of Meenatai Thakare Vridhashram,  
Samangaon Jalna - 431203

**Subject: Declaration of independence under clause 49 of the Listing Agreement and sub-section (6) of section 149 of the Companies Act, 2013.**

I, **Mr. Satish Swaroopnarayan Bhakkad**, hereby certify that I am a Independent Director of Laxmi Cotspin Limited, and comply with all the criteria of independent director as envisaged in Clause 49 of the Listing Agreement and the Companies Act, 2013.

**I certify that:**

1. I possess relevant expertise and experience to be an independent director in the Company;
2. I am/was not a promoter of the company or its holding, subsidiary or associate company;
3. I am not related to promoters / directors / persons occupying management position at the board level or level below the board in the company, its holding, subsidiary or associate company;
4. Apart from receiving director sitting fees / remuneration, I have/had no pecuniary relationship / transactions with the company, its promoters, its directors, its senior management or its holding, subsidiary or associate company, or their promoters, or directors, during the two immediately preceding financial years or during the current financial;
5. None of my relatives has or had any pecuniary relationship or transaction with the company, its holding, subsidiary or associate company, or their promoters, or directors, amounting to 2% or more of its gross turnover or total income or Rs. 50 Lacs or such higher amount as may be prescribed, whichever is lower, during the two immediately preceding financial years or during the current financial year;
6. Neither me nor any of my relatives:
  - a) holds or has held the position of a key managerial personnel or is or has been employee/executive of the company or its holding, subsidiary or associate company in any of the three financial years immediately preceding the financial year;



- b) Is or has been an employee or proprietor or a partner, in any of the three financial years immediately preceding the financial year of;
- I. firm of auditors or company secretaries in practice or cost auditors of the company or its holding, subsidiary or associate company; or
  - II. any legal or a consulting firm that has or had any transaction with the company, its holding, subsidiary or associate company amounting to 10% or more of the gross turnover of such firm;
- c) holds together with my relatives 2% or more of the total voting power of the company; or
- d) is a Chief Executive or director, by whatever name called, of any non-profit organization that receives 25% or more of its receipts from the company, any of its promoters, directors or its holding, subsidiary or associate company or that holds 2% or more of the total voting power of the company; or
7. I am not a material supplier, service provider or customer or a lessor or lessee of the company;
8. I am not less than 21 years of age.

#### **DECLARATION**

I undertake that I shall seek prior approval of the Board if and when I have any such relationship / transactions, whether material or non-material. If I fail to do so I shall cease to be an independent director from the date of entering in to such relationship / transactions.

Further, I do hereby declare and confirm that the above said information's are true and correct to the best of my knowledge as on the date of this declaration of independence and I shall take responsibility for its correctness and shall be liable for fine if any imposed on the Company, its directors, if the same found wrong or incorrect in future.

I further undertake to intimate immediately upon changes, if any, to the Company for updating of the same.

Thanking you,  
Yours faithfully,

SD/-  
Satish Bhakkad  
DIN: 07597811  
Add - 1-3-1339, Ganpati Ajanta Nagar,  
Devalgaon Road, Jalna 431203  
Date: - 03/09/2021



## A. R. JOSHI & ASSOCIATES

### Practicing Company Secretary

Office: Bharat Bazar Commercial Complex, "E" wing, 'A' Office, API Corner, M.I.D.C Chikalathana, Aurangabad.  
Phone No.- 0240-2480415, Mob No: 9325228194

Form No. MR-3

#### SECRETARIAL AUDIT REPORT

**FOR THE FINANCIAL YEAR ENDED 31<sup>ST</sup> March 2021**

*[Pursuant to section 204(1) of the Companies Act, 2013 and rule No.9 of the Companies  
(Appointment and Remuneration of Managerial Personnel) Rules, 2014]*

To,

**The Members,**

**LAXMI COTSPIN LIMITED**

**(CIN: L17120MH2005PLC156866)**

**Gut No.399, Samangaon-Kajla Road,**

**In Front of Meenatai Thakare Vridhashram, Samangaon**

**Jalna - 431203**

I have conducted the secretarial audit of the compliance of applicable statutory provisions and adherence to good corporate practices by **LAXMI COTSPIN LIMITED** (hereinafter called the company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the **LAXMI COTSPIN LIMITED** books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Management, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on 31<sup>st</sup> March 2021, complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by **LAXMI COTSPIN LIMITED** ("the Company") for the financial year ended on 31<sup>st</sup> March 2021 according to the provisions of :

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;





- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings:

During the reporting period, the company has not accepted any foreign direct investment or External Commercial Borrowing.

- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-

- (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2015; :

- The Company has not made any substantial acquisition of shares during the year under review and has made mandatory disclosures under Regulation 30 (1) and 30(2) of SEBI (Substantial Acquisition of Shares and Takeovers) Regulations, 2015.

- (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;

- On Scrutiny it was found that there was no insider trading in the Company during the year under review.

- (c) The Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015;

- The Company is listed on SME Exchange Board. The company has followed all the required compliances as provided under the above Regulation.

Documents submitted to SME Board are as given below :-

- 1) Half yearly compliance certificate under Regulation 40(9) of SEBI (Listing obligation and disclosure requirement) Regulation 2015 dated 30<sup>th</sup> September 2020 and 31<sup>st</sup> March 2021.
- 2) Quarterly Report on Reconciliation of Share Capital Audit Report for all the four quarter under regulation 55A of SEBI ( Depository and Participant) Regulation 1996 dated June 2020, September 2020, December 2020 and March 2021 based on the Report given by Link Intime India Pvt Ltd , Transfer agents of the Company.
- 3) Quarterly Report on Investor Grievance dated 30<sup>th</sup> June 20, 30<sup>th</sup> September 2020, 31<sup>st</sup> December 2020 and 31<sup>th</sup> March, 2021.
- 4) Half yearly certificate under Regulation 7 (3) of SEBI (Listing obligation and disclosure requirement) Regulation 2015 dated 30<sup>th</sup> September, 2020 and 31<sup>st</sup> March, 2021.





5) Statement of Deviation (s) or Variation(s) as per Regulation 32(1) of SEBI LODR Regulation 2015.

(d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;

-The company has not given any ESOP to its Employees and Directors during the year under review.

(e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;

- The company has not issued or listed any debt securities during the year under review.

(f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993;

-The company has appointed Linkintime India Pvt. Ltd. as Registrars to Issue and Share Transfer Agent. The Share Transfer Agent has maintained all records of Shares and Transfer thereto in Electronic Form as provided under the regulation.

(g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009;

- Not Applicable as the Company has not delisted any of its securities during the year under review.

(h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;

- The company has not undertaken any buy back of shares during the year under review.

(i) Factories Act, and other Labour Laws namely Provident Fund Act, ESI Act 1948 and other applicable labour laws :-

a. The Employees' State Insurance Act, 1948 :-

As reported by the management, the Employees State Insurance Act, 1946 is not applicable to the Company because it is located in a such area where ESIC is not applicable to the Company.





b. Based on the information received from Management and factory people, the company is following regularly the provisions of Factories Act, Provident fund and other labour laws and making payments of Employers and Employees Provident fund regularly.

- The Factory license has been renewed up to 31<sup>st</sup> December 2021.

c. The Company has obtained consent from Maharashtra Pollution control Board and Certificate is valid upto 31<sup>st</sup> January 2024.

**I have also examined compliance with the applicable clauses of the following:**

(j) Secretarial Standards issued by The Institute of Company Secretaries of India.

*: The company needs to improve compliance with Secretarial Standard 1 & 2 issued by ICSI which have become mandatory. Minutes of the meetings have not been signed by the respective chairman during the prescribed period.*

(k) Decisions in the Board Meeting are taken by Majority vote while the views of the dissenting members' are captured and recorded as part of the minutes.

(l) The Listing Agreement entered into by the Company with Stock Exchange(s),

- Listing of Equity Shares on NSE (SME) Platform

-The company got listed with National Stock Exchange on the SME Segment/platform on 31.03.2017.

(m) Based on the representation/ information given to me from time to time, I report that, the Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Women Director, Non-Executive Directors and Independent Directors. There are changes in the constitution of the Board of Directors and resignation and new appointment of KMP and Independent Directors of the Company.

- During the reporting period, existing Company Secretary Mr. Nilesh Baberwal has resigned from the post of Company Secretary and Mr. Sagar Pagariya has been appointed w.e.f 14<sup>th</sup> August 2020.

- During the Financial year 2020-21 following directors have resigned from the Board

a) Mrs.Prafullata Sanjay Rathi, a Woman Director w.e.f. 07<sup>th</sup> July, 2020

b) Mr.RiteshMantri as Independent Director w.e.f. 23<sup>rd</sup> July, 2020

c) Mr.Bhavesh Ramesh Patel as director w.e.f. 01<sup>st</sup> September, 2020



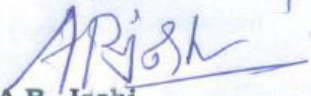


- During the Financial year 2020-21 following directors have appointed to the Board

- a) Mrs.Prafullata Sanjay Rathi as additional director w.e.f. 27<sup>th</sup> October, 2020
- b) Mr.PiyushAgrawal as Independent Director w.e.f. 27<sup>th</sup> October, 2020.

(n) I, further report that there exist proper systems and processes in the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

For: **A. R Joshi & Associates**

  
**A.R Joshi**  
**Practicing Company Secretary**  
**Proprietor**  
**(ACS No: 5480 CP No: 4247)**



**Place: Aurangabad**

**Date: 01/09/2021**

**UDIN NO: A005480C000874491**

This Report is to be read with our letter which is annexed as Annexure A and forms an integral part of this report.



## Annexure A

To,  
The Members  
Laxmi Cotspin Limited

Our report is to be read along with this letter.

1. Maintenance of Secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in Secretarial records.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Where ever required, we have obtained the Management representation about the Compliance of laws, rules and regulations and happening of events etc.
5. The Compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedure on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For: **A. R Joshi & Associates**

Company Secretaries

**A. R Joshi**  
**Proprietor**  
(ACS No: 5480 CP No: 4247)

**Place:** Aurangabad  
**Date:** 01/09/2021



**A. R. JOSHI & ASSOCIATES**  
**Practicing Company Secretary**

**Office:** - Bharat Bazar Commercial Complex, "E" wing, 'A' Office, API Corner, M.I.D.C  
Chikalhana, Aurangabad. Phone No.- 0240-2480415, Mob No: 9325228194

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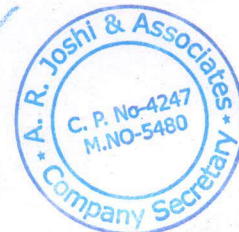
**CERTIFICATE ON COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE**

To  
The Board of Directors,  
**Laxmi Cotspin Limited**  
Gut No.399, Samangaon-Kajla Road,  
In Front Of Meenatai Thakare Vridhashram,  
Samangaon, Jalna - 431203

We have examined the relevant records of Laxmi Cotspin Limited for the purpose of certifying compliance with the conditions of corporate governance for the year ended 31<sup>st</sup> March 2021, as stipulated in Schedule V (E) of the SEBI (LODR) Regulation, 2015 of the said Company with the stock exchanges.

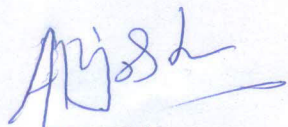
The compliance of conditions of corporate governance is the responsibility of the Company's management. Our examination was limited to the procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of the corporate governance as stipulated in the said Clause. It is neither an audit nor an expression of opinion on the financial statement of the Company.

In our opinion and to the best of our information and according to the explanations given to us and based on the representations made by the Directors and the Management, we certify that the Company has complied with the conditions of corporate governance as stipulated in applicable provisions of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.



We further state that such compliance is neither an assurance to the further viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For: **A. R Joshi & Associates**



A. R Joshi  
Practicing Company Secretary  
Proprietor



(ACS No: 5480 CP No: 4247)  
UDIN: A005480C000874581

**Date : 01/09/2021**

## A. R. JOSHI & ASSOCIATES

### Practicing Company Secretary

**Office:** - Bharat Bazar Commercial Complex, "E" wing, 'A' Office, API Corner, M.I.D.C  
Chikalthana, Aurangabad. Ph.- 2480415, 9325228194

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#### **SECRETARIAL COMPLIANCE REPORT OF LAXMI COTSPIN LIMITED FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2021.**

I, Arun Rajabhau Joshi, A. R. Joshi & Associates, Practicing Company Secretary, Aurangabad, have examined:

- (a) all the documents and records are made available to us and explanation provided by the management of Laxmi Cotspin Limited,
- (b) the filings/ submissions are made by the listed entity to the stockexchanges, from time to time.
- (c) website of the listed entity,
- (d) any other document/ filing, as may be relevant, which has been relied upon to make this certification,

For the year ended 31<sup>st</sup> March 2021 in respect of compliance with the provisions of:

- (a) the Securities and Exchange Board of India Act, 1992 ("SEBI Act") and the Regulations, circulars, guidelines issued thereunder; and
- (b) the Securities Contracts (Regulation) Act, 1956 ("SCRA"), rules made thereunder and the Regulations, circulars, guidelines issued thereunder by the Securities and Exchange Board of India ("SEBI");

**The specific Regulations, whose provisions and the circulars/ guidelines issued thereunder, have been examined, include:-**

- (a) Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;
- (b) Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018; **Not applicable during the year under review.**
- (c) Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011; **Not applicable during the year under review.**



- (d) Securities and Exchange Board of India (Buyback of Securities) Regulations,2018; **Not applicable during the year under review.**
- (e) Securities and Exchange Board of India (Share Based Employee Benefits) Regulations,2014;**Not applicable during the year under review**
- (f) Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations,2008;**Not applicable during the year under review**
- (g) Securities and Exchange Board of India(Issue and Listing of Non-Convertible and Redeemable Preference Shares)Regulations,2013;**Not applicable during the year under review**
- (h) Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations,2015;

and based on the above examination, I hereby report that, during the Review Period:

- (a) The listed entity has complied with the provisions of the above Regulations and circulars/ guidelines issued thereunder, except in respect of matters specified below:-

Sr.No	Compliance Requirement (Regulations/ circulars / guidelines including specific clause)	Deviations	Observations / Remarks of the Practicing Company Secretary
1.	No Deviation Found	N.A.	N.A.

- (b) The listed entity has maintained proper records under the provisions of the above Regulations and circulars/ guidelines issued thereunder insofar as it appears from my examination of those records.
- (c) The following are the details of actions taken against the listed entity/ its promoters/ directors/ material subsidiaries either by SEBI or by Stock Exchanges (including under the Standard Operating Procedures issued by SEBI through various circulars) under the aforesaid Acts/ Regulations and circulars/ guidelines issuedthereunder:

Sr. No.	Action taken by	Details of violation	Details of action taken E.g. fines, warning letter, debarment, etc.	Observations / remarks of the Practicing Company Secretary, if any.
	NIL	NIL	NIL	NIL



(d) The listed entity has taken the following actions to comply with the observations made in previous reports:

Sr. No.	Observations of the Practicing Company Secretary in the previous reports	Observations made in the secretarial compliance report for the year ended 2020 (The years are to be mentioned)	Actions taken by the listed entity, if any	Comments of the Practicing Company Secretary on the actions taken by the listed entity
1.	Minutes of meetings are still not as per Secretarial Standards issued by ICSI.	NIL	Minutes are signed by the Chairman of the meetings.	Further, much improvement is required to match with Secretarial Standards.



For A. R. Joshi & Associates,

*AR Joshi*

A. R. Joshi

ACS-5480

CP No.: 4247

Place: Aurangabad

Date: 01/09/2021

UDIN: A005480C000874612



## **REPORT ON CORPORATE GOVERNANCE ON 2020-2021**

### **1. COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE:**

The Company believes that Corporate Governance signifies ethical business behaviour in every sphere and with all constituents. This ethical business behaviour can be ingrained in the character of the organization through tradition, value, systems and commitment to the later as much as the spirit of laws and regulations. Corporate Governance emerges as the cornerstone of the Company's governance philosophy of the trusteeship, transparency, accountability and ethical corporate citizenship.

### **2. BOARD COMPOSITION AND PARTICULARS OF DIRECTORS:**

#### **a) Composition of the Board**

##### **1. Composition & Category of Directors [as on 31st March, 2021]**

The Board comprises of seven directors, of whom 1 is Managing Director, 2 directors are Non - Executive and 1 Executive, 1 is Women Director, and two directors are Non-Executive Independent Director.

<b>Name</b>	<b>Category</b>
Mr. Sanjay Rathi	Managing Director
Mr. Rajesh Bansal	Non - executive, Chairman
Mrs. Prafullata Rathi	Women Director
Mr. Satish Bakkad	Non - executive, Independent Director
Mr. Piyush Agrawal	Independent Director

The Company does not have a Nominee Director on the Board.

#### **b) Board Meetings, Annual general meeting and Attendance of each Director**

The Company held Thirteen Board Meetings during the year on 20-04-20, 06-06-20, 29-06-20, 21-07-20, 14-08-20, 24-08-20, 26-08-20, 28-08-20, 29-09-20, 05-10-20, 27-10-20, 12-11-20, 03-02-2021.

Every board meeting, the matters specified under Section 17 read with Schedule II (Part A) of Listing Regulations were placed and discussed.

The notice of each Board meeting is given in writing to each Director. The Agenda along with relevant notes and others material information are sent in advance separately to each Director and in exceptional cases tabled at the meeting. This ensures timely and informed decision by the Board. The Board reviews the performance of the Company vis a vis the budget/targets.



The previous Annual General Meeting (AGM) of the Company held on 29<sup>th</sup> September, 2020 at 11.00 A.M. was attended by Three Directors.

The attendance of directors at the Board meeting, their Directorships in other Companies and Membership / Chairmanship in the Committees constituted by other Companies are given below:

Name	Number of Board Meetings attended	Directorships in other Company(s) as on (31/03/2021)	Member/ Chairman of committees of other company(s) (as on 31/3/2021)
Mr. Sanjay Rathi	13	4	2
Mr. Rajesh Bansal	13	1	2
Mrs. Prafullata Rathi	4	2	1
Mr. Piyush Agrawal	3	0	1
Mr. Satish Bakkad	12	0	3

c) None of the directors on the Board is a Member of more than 10 board level committees or Chairman of more than 5 Committees across all the Companies in which he is a Director. Necessary disclosures regarding committee positions in other public companies as of March 31, 2021 have been made by the Directors

d) None of the Independent Non-Executive Directors have any material pecuniary relationship or transactions with the Company. Among other important information, minutes of all the Committee meetings, are regularly placed before the Board in their meetings.

#### **e) Separate Meeting of Independent Directors**

As stipulated by the Code of Independent Directors under the Companies Act, 2013 and the Listing Agreement, a separate meeting of the Independent Directors of the Company was not held on for this Financial Year due to Lockdown and Covid-19 to review the performance of Non-independent Directors (including the Chairman) and the Board as whole.

### **3. Committees of Board**

During the year in accordance with the companies Act, 2013, there is no change in constitution of committees of the Board as Follows:

1. Audit Committee
2. Nomination and Remuneration Committee
3. Stakeholders Relationship Committee



### 1. Audit Committee:

The constitution, role and the powers of the Audit Committee of the Company are as per the guidelines set out in the Listing Agreement with Stock Exchange read with the provisions of Section 177 of the Companies Act, 2013 read with the Companies (Meetings of Board and its Powers) Rules, 2014. The Committee also acts as a link between the Statutory and Internal Auditors and the Board of Directors. It reviews the various reports placed before it by the Management and addresses itself to the larger issues and examines and considers those facts that could be of vital concern to the Company including adequacy of internal controls, reliability of financial statements and other management information, adequacy of provisions of liabilities and adequacy of disclosures and compliance with all relevant statutes. All the members of the committee have requisite financial

The Committee meets periodically and reviews

- Audited and un-audited financial results;
- Internal audit reports and report on internal control systems of the Company;
- Discusses the larger issues that could be of vital concern to the Company;
- Auditors' report on financial statements and their findings and suggestions and seeks clarification thereon;
- All other important matters within the scope and purview of the committee.

**As on 31st March 2021, the Audit Committee comprised of the following:**

#### **(Audit Committee)**

<b>Names</b>	<b>Designation</b>	<b>No of Meeting Attended</b>
Mr. Satish Bhakkad	Chairman	4
Mr. Piyush Agrawal	Member	1
Mr. Sanjay Rathi	Member	4

#### **Details of Audit Committee meeting held during the year under review**

<b>Sr No</b>	<b>Date</b>
1	20.04.2020
2	23.05.2020
3	25.06.2020
4	12.11.2020

#### **Note:**

The company secretary of the company acts as the secretary to the committee.

### 2. Nomination and Remuneration Committee

Company has formed the Nomination and Remuneration Committee as per Section 178 another applicable provisions of the Companies Act, 2013 read with the Companies (Meetings





of Board and its Powers) Rules, 2014 (as amended) and also to comply with Regulation 19 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The terms of reference of the Nomination and Remuneration Committee includes the following:

1. Appointment, re-appointment, determination, fixation of the remuneration (including salaries and salary adjustments, incentives/benefits bonuses, stock options) and revision in the remuneration payable to the Managing Director of our Company from time to time.
2. Compensation and performance targets.
3. Other key issues / matters as may be referred by the Board or as may be necessary in view of the provisions of the Listing Agreement or any statutory provisions.

**As on 31st March, 2021, the Committee Comprises of the following Members:**

<b>Names</b>	<b>Designation</b>	<b>No of Meeting Attended</b>
Mr. Satish Bhakkad	Chairman	2
Mr. Prafullata Rathi	Member	2
Mr. Rajesh Bansal	Member	2

Committee meeting held during the year under review

<b>Sr No</b>	<b>Date</b>
1	17/04/2020
2	29/06/2020

#### **Directors' Appointment Criteria / Policy**

The Board of Directors is collectively responsible for selection of a Member on the Board. The Compensation / Nomination and Remuneration Committee of the Company follows a defined criteria for identification, screening, recruiting and recommending candidates for election as a Director on the Board. The criteria for appointment to the Board include:

1. Composition of the Board which is commensurate with the size of the Company, its portfolio, geographical spread and its status as a listed Company;
2. Desired age and diversity on the Board;
3. Size of the Board with optimal balance of skills and experience and balance of Executive and Non-Executive Directors consistent with requirements of the law;
4. Professional qualifications, expertise and experience in specific area of business;
5. Balance of skills and expertise in view of the objectives and activities of the Company;
6. Avoidance of any present or potential conflict of interest;
7. Availability of time and other commitments for proper performance of duties; and
8. Personal characteristics being in line with the Company's values, such as integrity, honesty, transparency and pioneering mindset.



### Remuneration Policy

1. The reward policy of the Company shall be to pay market competitive reward with a strong linkage to performance, which ensures the effective recognition of performance and encourages a focus on achieving the operational results.

2. The appointment and remuneration of the Executive Directors, Key Managerial Personnel and Senior Management are by virtue of their employment with the Company as management employees and therefore their terms of employment viz. salary, variable pay, service contract, notice period and severance fee, if any, shall be governed by the applicable HR policies at the relevant period. The total reward package for Executive Directors, Key Managerial Personnel and Senior Management are intended to be market competitive with a strong linkage to the performance.

The Company does not have any Employee Stock Option Scheme.

#### a. Details of Remuneration paid to Managing Director for the period from 1<sup>st</sup> April, 2020 to 31<sup>st</sup> March, 2021

Name of Director	Salary	Perquisites & Allowances
Sanjay Rathi	34.12 Lac's	NA

The aforesaid remuneration was paid to the Managing Director in compliance with the Provisions of Section II of Part II of Schedule V of the Companies Act, 2013.

#### b. Non-Executive Directors' Compensation

The Non-Executive Directors do not draw any remuneration from the Company.

### 3. Stakeholders Relationship Committee

The Company had constituted Stakeholders Relationship Committee of Directors to look into the Redressal of complaints of investors such as transfer or credit of shares to demat accounts, non-receipt of dividend/notices/annual reports etc. The Stakeholders Relationship Committee comprised of

Names	Designation	No of Meeting Attended
Mr. Rajesh Bansal	Chairman	2
Mr. Satish Bhakkad	Member	2
Mr. Sanjay Rathi	Member	2

Also the same committee will be act for resolving shareholder grievances. If any shareholder have query, compliant on any matter including Annual report, this committee is responsible for the same to resolve this.

Members can lodge their query/ complaint on [complianceofficerlaxmicotspin@gmail.com](mailto:complianceofficerlaxmicotspin@gmail.com).



Committee meeting held during the year under review:

Sr. No.	Date
1	15.05.2020
2	17.02.2021

**i. Name And Designation Of Compliance Officer**

Mr. Nilesh Baberwal was the Compliance Officer of the Company and has resigned w.e.f. 14/08/2021 and Mr. Sagar Pagariya appointed as Compliance Officer of the Company, w.e.f. 14/08/2021

**ii. Investor Grievance Redressal:**

During the Financial Year 2020-21, No any complaints were filed from any shareholders and not any complaint is pending all are nil status.

**Note:**

1. The company secretary of the company act as the secretary to the committee
2. There was no complaint received from the shareholder during the year under review as per reports provided by Registrar and Transfer Agent, hence there is no pending complaints.

**4. GENERAL BODY MEETINGS:**

**i) Details of the Annual General Meetings held in the last three years are as under:**

Financial Year	Date	Time	Venue
2017-18	13.08.2018	10.30 AM	Gut No.399, Samangaon-Kajla Road, In Front Of Meenatai Thakare Vridhashram, Samangaon, Jalna - 431203
2018-19	29.08.2020	11.00 AM	Gut No.399, Samangaon-Kajla Road, In Front Of Meenatai Thakare Vridhashram, Samangaon, Jalna - 431203
2019-20	29.09.2020	11.00 AM	Gut No.399, Samangaon-Kajla Road, In Front Of Meenatai Thakare Vridhashram, Samangaon, Jalna - 431203

**(ii) Special Resolution, if any, passed through postal ballot with details of voting pattern:**



The Company did not pass any special resolution through Postal Ballot during the Financial Year 2020-21

**(iii) Special Resolution proposed to be conducted through postal ballot:**

None of the business proposed to be transacted in the ensuing Annual General Meeting requires Special Resolution through postal ballot.

**(iv) Special Resolution Passed in the previous three Annual general Meeting**

Financial Year	Special Resolution	Details
2017-18	Yes	<ol style="list-style-type: none"> <li>1. Increase the Borrowing Powers of the Company</li> <li>2. Authority for Creation of Charge / Mortgage on Property of the Company</li> <li>3. Alteration of object clause in the Memorandum of Association of the company</li> </ol>
2018-19	Yes	<ol style="list-style-type: none"> <li>1. Revision in Remuneration of Mr. Sanjay Rathi, Managing Director of the Company</li> </ol>
2019-20	NO	

**Disclosures:-**

1. Related party Transaction: There is a related party transaction with Vitthal Polypack Private Limited which is done at Arm Length Price.
2. Compliances: There was no instance of non-compliance by companies or penalties or strictures imposed on the company by the stock exchange or SEBI or any statutory authority on any matter related to capital markets during last three years.
3. Whistle Blower policy: The Company has in place an employee concern (Whistle Blower). No personnel have been denied access to the Audit Committee to lodge their grievances.
4. The company has complied with the mandatory requirement of SEBI (LODR) Regulation, 2015

**i. MEANS OF COMMUNICATION:**

Shareholding Pattern and Financial Results are electronically transmitted to the National Stock Exchange. And documents which are require to be upload on the website of the company as per SEBI (LODR) Regulation, 2015 and other applicable regulation, are also uploaded on the website [www.laxmicotspin.com](http://www.laxmicotspin.com) of the company



## GENERAL SHAREHOLDER INFORMATION

### i) Annual General Meeting:

<b>AGM : Date, Time &amp; Venue</b>	On 27 <sup>th</sup> September, 2021 at 12.00 P.M at Gut No.399, Samangaon-Kajla Road, In Front Of Meenatai Thakare Vridhashram, Samangaon, Jalna - 431203
<b>Financial Year</b>	The Financial year under the review covers the following period from 01.04.2020 to 31.03.2021
<b>Date of Book closure</b>	21.09.2021 to 27.09.2021
<b>Listing on Stock Exchange</b>	NSE Limited
<b>Stock Code</b>	NSE - LAXMOCOT ISIN - INE801V01019
<b>Registrar and Transfer Agent</b>	Linkintime India Private Limited
<b>Share Transfer System</b>	All the transfers received are processed by the Registrar and Transfer Agent.
<b>Distribution of shareholding</b>	Annexure "C"
<b>Outstanding GDR/ADR /warrants or any convertible instruments conversion date and likely impact on equity</b>	No Issued
<b>Plant Location</b>	Samangaon-Kajla Road, In Front Of Meenatai Thakare Vridhashram, Samangaon, Jalna - 431203, Maharashtra, India
<b>Address for correspondence</b>	1. Samangaon-Kajla Road, In Front Of Meenatai Thakare Vridhashram, Samangaon, Jalna - 431203 2.Email Id - laxmicotspin@gmail.com
<b>Market Price Data: High, Low during each month in last financial year 2020-2021</b>	

<b>Month</b>	<b>High</b>	<b>Low</b>
April 2020	6.1	6.05
May 2020	7.65	7.65
June 2020	10	10
July 2020	8.8	8.8
August 2020	8.8	8.8



September 2020	8.8	8.8
October 2020	9.45	9.45
November 2020	9	9
December 2020	8.2	8.2
January 2021	10	10
February 2021	9.75	9.75
March 2021	10.35	8.85

## **Non mandatory Requirements**

### **a. Shareholders Right – Re; Half Yearly Result**

A Half Yearly declaration of financial performance including summary of the significant events in last six months is uploaded on the website of the company.

### **b. Evaluation of the board performance**

Pursuant to the provisions of the Companies Act, 2013 and SEBI (Listing Obligations And Disclosure Requirements) Regulation 2015, the Board has carried out an annual performance evaluation of its own, the Directors individually as well as the evaluation of the working of its Audit, Nomination & Remuneration Committee.

It was reported that the performance evaluation of the Board & Committee's was satisfactory. The Chairman of the Board provided feedback to the Directors on an individual basis, as appropriate. The Directors expressed their satisfaction with the evaluation process.

For and on Behalf of the Board of Directors  
For Laxmi Cotspin Limited

Place - Jalna  
Date - 03/09/2021

Sd/-  
Mr. Sanjay Rathi  
(Managing Director)  
(DIN [00182739](#))



**Distribution of Shareholding as at 31<sup>st</sup> March, 2021**

<b>Laxmi Cotspin Limited</b>							
<b>DISTRIBUTION OF SHAREHOLDING BASED ON SHARES HELD</b>							
<b>Report Type : All(NSDL+CDSL+PHYSICAL) 31.03.2021</b>							
<b>SR.NO</b>	<b>SHARES RANGE</b>			<b>NUMBER OF SHAREHOLDERS</b>	<b>% OF TOTAL SHAREHOLDERS</b>	<b>TOTAL SHARES FOR THE RANGE</b>	<b>% OF ISSUED CAPITAL</b>
2	1001	to	2000	1	0.24	1563	0.0091
3	4001	to	5000	1	0.24	4825	0.0281
4	5001	to	10000	293	70.60	1760323	10.2657
5	10001	to	*****	120	28.92	15380959	89.6971
<b>Total</b>				<b>415</b>	<b>100.0000</b>	<b>17147670</b>	<b>100.0000</b>



**[Pursuant to Section 197(12) of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]**

Statement of particulars of employees pursuant to the provision of section 197(12) of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules,

1. Details pursuant to rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

Sl No	Requirement of Rule 5(1)	Disclosure
1	The ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year;	Mr. Sanjay Rathi – (Managing Director) – 9.51%
2	The percentage increase in median remuneration of employees in the financial year	The percentage increase in remuneration 1. MD – NA 2. Director - NA 3. CFO – NA 4. Company Secretary –NA 5. Manager - NA
3	The percentage increase in median remuneration of employees in the financial year	Nil
4	The Number of Permanent employees on the rolls of the company in the financial year	105
5	Maiden Remuneration of the employees in the financial year	-
6	The explanation on the relationship between average increase in remuneration and company performance	The company has made Profit of Rs 108,60,311 as compared to the last year Loss Rs. 86,82,047, still there is no increase in remuneration of Director
7	Comparison of the remuneration of the Key Managerial Personnel against the performance of the company	Total remuneration paid to the KMP 39.55% of the net profit of the 2020-21





8	Comparison of the each remuneration of the Key Managerial Personnel against the performance of the company	MD- 31.77% (of net Profit) CFO – 4.67 % (of net Profit) CS – 3.11 % (of net Profit)
9	The ratio of the remuneration of the highest paid director to that of the employees who are not directors but receive remuneration in excess of the highest paid director during the year;	NA
10	Affirmation that the remuneration is as per the remuneration policy of the company	We Affirm that the remuneration paid to employee and KMP remuneration is as per the remuneration policy of the company

2. The board's report shall include a statement showing the name of every employee of the company, who-

- i. If employed throughout the financial year was in receipt of remuneration for that year which, in the aggregate, was not less than sixty lakh rupees;
- ii. If employed for a part of the financial year, was in receipt of remuneration for any part of that year, at a rate which, in the aggregate, was not less than five lakh rupees per month;
- iii. If employed throughout the financial year or part thereof, was in receipt of remuneration in that year which, in the aggregate, or as the case may be, at a rate which, in the aggregate, is in excess of that drawn by the managing director or whole-time director or manager and holds by himself or along with his spouse and dependent children, not less than two percent of the equity shares of the company.

For and on Behalf of the Board of Directors  
For Laxmi Cotspin Limited

**Sd/-**  
Mr. Sanjay Rathi  
(Managing Director)  
(DIN [00182739](#))



**DECLARATION ON COMPLIANCE OF CODE OF CONDUCT**

I, Mr. Sanjay Rathi, Managing Director of Laxmi Cotspin Limited, do hereby declare & confirm that all the Board Members and Senior Managerial Personnel have affirmed to the Board of Directors the compliance of the Code of Conduct as laid down by the Board.

**For and on Behalf of the Board of Directors  
For Laxmi Cotspin Limited**

Place – Jalna  
Date – 03/09/2021

Sd/-

Mr. Sanjay Rathi  
(Managing Director)  
(DIN 00182739)



### CEO/CFO CERTIFICATION

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

Sir,

a) We have reviewed the Financial Statement and cash flow statement for the year ended on 31st March 2021 and that to the best of our knowledge and belief:

i) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading.

ii) These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.

b) There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year that are fraudulent, illegal or in violation of the Company's code of conduct.

c) We accept the responsibility for establishing and maintaining internal control for financial reporting and that we have evaluated the effectiveness of the internal control systems of the Company pertaining to the financial reporting and we have disclosed to the auditors and the audit Committee, that there are no deficiencies in the design or operation of such internal controls, if any, of which we are aware.

d) We have indicated to the auditors and Audit Committee

i) That there is no significant change in internal control over financial reporting during the year.

ii) There is no significant changes in the accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and

iii) There is no significant fraud of which we have become aware and that the involvement therein, if any, of the management or an employee having a significant role in the company's internal control system over financial reporting.

**For Laxmi Cotspin Limited**

**Sd/-**

**(Sanjay Rathi)  
Managing Director**

**Sd/-**

**(Anupkumar Gindodiya)  
CFO**

**Place: Jalna**

**Date: 03/09/2021**



## Annexure H

### **Management Discussion Analysis:**

#### **1 Overall Review / Industry Structure and development**

Company engaged in the business of cotton processing in textile industry with our production facilities located in cotton growing areas of Marathwada region at Samangaon which is situated in the Jalna district of State of Maharashtra. We are manufacturer of yarn and we have an existing Ring spinning & open end unit to cater to the yarn markets in Maharashtra and Gujarat. Our business is spread among home textiles, weaving sector, Denim Manufactures and hosiery manufacturers through open end yarn and ring spun yarn. we are manufacturing premium quality 100% cotton combed and carded hosiery/ warp conventional, organic and BCI yarn in count range of 10s Ne to 40s Ne for the purpose of exporting to Asian and European countries.

Company was established in year 2008 with a capacity of 13200 spindles. Over the years we have expanded upto 16800 spindels with compact, lycra and slub attachment. Addition to this we have set up open end unit with 2208 Rotors. We believe that we have established a strong customer base and good marketing setup.

Our plant is equipped with state-of-art latest machineries of international repute. The plant is equipped with fully automatic, dust and pollution, modern colour contamination removal and yarn conditioning systems. Our technical team in spinning is well equipped with modern spinning technology and processing techniques by virtue of which we are able to ensure quality yarn. Operators are committed and they are trained in European training methods for efficient and quality work.

Company's operations are supported by modern testing instruments installed in its quality assurance laboratory, includes UT- 5 (Uster Switzerland), HVI, Single Yarn Tester, Aqura Process Control Management (Premium India). Beside of these basic instruments from Statex, Online Contamination Removal System SIRO facility at Autowinder maintains the contamination free world class premium quality cotton, yarns and garments.

We enjoy accreditations, such as the ISO 9001: 2008 certification for Quality Management System from Moody International, Certificate of Global Organic Textile Standards (GOTS) issued by Control Union Certification (Netherlands). Ginning & Spinning unit is certified by Control Union, for organic processing and Trading. Ginning & Pressing unit, 4 Star rating which is certified by Textiles Committee, BCI (Better Cotton Initiative) certified, by Better Cotton Initiative, Switzerland & star export house status. In this year we also got OEKO-TEX certificate to cater European customers.



## **1. OPPORTUNITIES AND THREATS**

There is good scope for growth for the textile industry as India's share in the global trade textiles is weak compared to other countries. The free trade environment is a great opportunity for the Indian textile industry to increase its share in the global market. Chinese exports are slowing down on account of various factors inclusive of increase in domestic demand and rising costs. This is a good opportunity of which our textile industry should make use but smaller countries like Bangladesh, Sri Lanka, and Vietnam etc. are becoming formidable challengers.

### **I. Market access through bilateral negotiation**

The trade is growing between regional trade blocs due to bilateral agreements between Participating countries.

### **II. Integration of Information technology**

'Supply Chain Management' and 'Information Technology' has a crucial role in textile Manufacturing. Availability of EDI (Electronic Data Interchange), makes communication fast, easy, transparent and reduces duplication.

### **III. Opportunity in High Value Items**

India has the opportunity to increase its UVR's (Unit Value Realization) through moving up the value chain by producing value added products and by producing more and more technologically superior products.

### **THREATS**

Competition among spinners as the expansion is going on throughout industry, International trade war, etc However, we are making all out efforts to cope with all these challenges by continuous efforts at cost reduction, process improvements, diversification of products and improving productivity by improving efficiencies, and searching PAN India customers and also export market for selling of yarn.

## **2. SEGMENT REVIEW AND ANALYSIS**

The entire operations of the Company relate to viz Textiles includes cotton lint, cotton yarn, therefore, segment/product-wise details are not applicable.

## **3. RISK AND CONCERNS**

Although cotton textile is one of the most important industries of India, it suffers from many problems. The fluctuation in the currency especially against the dollar is becoming problematic for long term booking of orders. Cotton prices are too much volatile etc.



## **4. STRENGTH AND WEAKNESS**

### **1. STRENGTH**

#### **I. Established marketing set-up**

We are engaged in the processing of textiles since incorporation. Over the years we believe that we have established a strong customer base and good marketing setup. Further, our group has sufficient marketing expertise and wide marketing network, which is and would be channelled for our business and future expansion, if any. We have dedicated divisions for marketing different types of products and for different geographical locations. The sales division and export division are responsible for marketing of our products and fabrics. All the divisions have well trained and adequate teams to handle daily activities and are supervised regularly.

#### **II. Locational advantage of our manufacturing unit**

Our factory is located in the middle of cotton growing areas of Marathwada and Vidarbha region at Samangaon, 12 km away from Jalna. About seventy five (75%) of the State of Maharashtra's raw cotton production i.e. 50 lakh bales area production is in this zone out of which Jalna district accounts to approx. 5-6 lakh bales. Thus, procurement of these raw materials is less time consuming and comparatively cheaper due to savings on freight. Jalna is connected to various railway station and roads throughout India. Also, ICD Maliwada, Aurangabad is the nearest depot through which export containers are loaded and is directly linked to JNPT and Navasheva ports at Mumbai, which are only 400 km from Jalna. The Central government has recently approved the dry port for handling the export containers located near Jalna, this will reduce the cost of logistics for exporting the yarn.

#### **III. Scalable business model**

Our business model is order driven, and comprises of optimum utilization of our resources processing facilities, maximum capacity utilization, developing linkages with quality raw material suppliers and achieving consequent economies of scale. We believe that this business model has proved successful and scalable for us in the last few financial years. We have been successful in scaling up our business mainly due to the development of new markets, by adopting aggressive marketing of the product, innovation in the product range and by maintaining consistent quality of our products.

#### **IV. Management expertise**

Our management has adequate and rich experience in the textile business for more than a decade. Our Company is managed by a team of experienced personnel. The team comprises of personnel having operational and business development experience. We believe that our management team's experience and their understanding of the textile industry will enable us to continue to take advantage of both current and future market opportunities. Our Management's experience and knowledge enables us in addressing and mitigating various



risks inherent in our business, including competition, reliance on independent contractors, the global economic crisis related effects and fluctuations in the prices.

**WEAKNESS**

- I) Fluctuation in prices of cotton.
- II) Volatility in the currency



**LAXMI COTSPIN LIMITED**

**CIN:** L17120MH2005PLC156866

**Reg. Office:** Gut No.399, Samangaon-Kajla Road, In Front Of Meenatai Thakare  
Vridhashram,Samangaon Jalna 431203

**Tel.:** 9765999633

**Email:** [complianceofficerlaxmicotspin@gmail.com](mailto:complianceofficerlaxmicotspin@gmail.com), [laxmicotspin@gmail.com](mailto:laxmicotspin@gmail.com),

**Website:** [www.laxmicotspin.com](http://www.laxmicotspin.com)

**Form No. MGT-11 (PROXY FORM)**

(Pursuant to Section 105(6) of the Companies Act, 2013 and Rule 19(3) of the Companies  
(Management and Administration) Rules, 2014)

<u>Name of the Member(s)</u> _____		
<u>Registered Address</u> _____		
<u>E-mail Id</u>	<u>Folio No /Client ID</u>	<u>DP ID</u>

I/We, being the member(s) of \_\_\_\_\_ shares of the above named company. Hereby appoint

<u>Name :</u>	<u>E-mail Id:</u>
<u>Address:</u>	
<u>Signature , or failing him</u>	

<u>Name :</u>	<u>E-mail Id:</u>
<u>Address:</u>	
<u>Signature , or failing him</u>	

<u>Name :</u>	<u>E-mail Id:</u>
<u>Address:</u>	
<u>Signature , or failing him</u>	

As my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 16<sup>th</sup> Annual General Meeting of the Company to be held on Monday, 27<sup>th</sup> September, 2021 at 12.00 P.M.. at the registered office of the Company Gut No.399, Samangaon-Kajla Road, In Front Of Meenatai Thakare Vridhashram,Samangaon Jalna 431203 and at any adjournment thereof in respect of such resolutions as are indicated below:





Resolution No.

RSI No	Resolutions	Vote	
		For	Against
1	To receive, consider and adopt the Audited Financial statements including Profit and Loss Account Balance Sheet, for the year ended on 31 <sup>st</sup> March, 2021 along with Directors Report and Audited Report of the Company		
2	To ratify the appointment of M/s Singh Mundada & Associates, Chartered Accountants, Aurangabad, for the current year that was appointed for a period of five years in the last Annual General Meeting up to the F.Y 2022-23. and to fix their remuneration		
3	Mr. Rajesh Puranmal Bansal who retire by rotation and being eligible for reappointment, offers himself for re-appointment.		

Signed this ..... day of..... 2021

Affix  
Revenue  
Stamp

Signature of Shareholder Across revenue Stamp

Signature of Shareholder \_\_\_\_\_ Signature of Proxy holder(s) \_\_\_\_\_

Note:

1) This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company not less than 48 hours before the commencement of the Meeting.

2) The proxy need not be a member of the company.



**LAXMI COTSPIN LIMITED**

**CIN:** L17120MH2005PLC156866

**Reg. Office:** Gut No.399, Samangaon-Kajla Road, In Front Of Meenatai Thakare  
Vridhashram, Samangaon Jalna 431203

**Tel. :** 9765999633

**Email:** [complianceofficerlaxmicotspin@gmail.com](mailto:complianceofficerlaxmicotspin@gmail.com), [laxmicotspin@gmail.com](mailto:laxmicotspin@gmail.com),

**Website:** [www.laxmicotspin.com](http://www.laxmicotspin.com)

**ATTENDANCE SLIP**

(To be presented at the entrance)

Reg. Folio No.	DP id.	Client id.	No. of Shares held

Name of the Reg. Shareholder \_\_\_\_\_

I, being the registered shareholder/Proxy for the registered shareholder of the company hereby record my presence at the 16<sup>th</sup> Annual General Meeting of the Company held on Monday, 27<sup>th</sup> September, 2021 at 12.00 PM. at the registered office of the Company at Gut No.399, Samangaon- Kajla Road, In Front Of Meenatai Thakare Vridhashram, Samangaon Jalna 431203.

-----  
Member's/Proxy's name in Block Letters

-----  
Member's/Proxy's Signature

**NOTE:** Please fill up this attendance slip and hand it over at the entrance of the venue for the meeting. Members/Proxy Holders are requested to bring their copies of the Annual Report to the meeting.

**DSADA**



**SINGH - MUNDADA & ASSOCIATES**

**CHARTERED ACCOUNTANTS**

102, 'Kalpataru', Plot No. 51/52,  
Aditya Nagar, Sutgiri 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 31<sup>st</sup> March, 2021, 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, 2021.

**For Singh Mundada & Associates**  
Chartered Accountants  
FRN 122059-W

BALAJI  
PRITHVIR  
AJ SINGH

**CA Balaji P. Singh**  
(Partner)

M. No. 104836

Date: 24<sup>th</sup> June, 2021

Place: Aurangabad.







**SINGH - MUNDADA & ASSOCIATES**

**CHARTERED ACCOUNTANTS**  
Independent Auditor's Report

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

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 31<sup>st</sup> March, 2021, the Statement of Profit and Loss, for the period ended, the Cash Flow statement 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:

- In case of the Balance Sheet, of the "State of Affairs" of the Company as at 31<sup>st</sup> March, 2021; and
- In the case of the Statement of Profit and Loss, of the "Profit" for the year ended on that date;
- 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.

### 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, whether due to fraud or error. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Standards on Auditing 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 financial statements.

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 31<sup>st</sup> March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2021 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.



Laxmi Cotpsin Limited  
Independent Auditor's Report on Audit of Standalone Financial Statements

- 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:
- 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.
  - The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

**For Singh Mundada & Associates**  
Chartered Accountants  
FRN 122059-W

BALAJI

PRITHVIRAJ

SINGH

CA Balaji P. Singh

(Partner)

M. No. 104836

Digitally signed by BALAJI PRITHVIRAJ SINGH  
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UDIN: 21104836 AAAAHF5720

Date: 24<sup>th</sup> June, 2021

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 Cotpsin Limited** ('The Company') as of 31<sup>st</sup> March, 2021 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.



### 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 31<sup>st</sup> 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 Singh Mundada & Associates**  
Chartered Accountants  
FRN 122059-W

BALAJI  
PRITHVIRAJ  
SINGH

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Date: 2021.06.24 12:01:30 +05'30'

**CA Balaji P. Singh**  
(Partner)  
M. No. 104836



Date: 24<sup>th</sup> June, 2021

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 Property, Plant and Equipment ;
- 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 31<sup>st</sup> March, 2021 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, 2021 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 Singh Mundada & Associates**  
Chartered Accountants  
FRN 122059-W

BALAJI  
PRITHVIRAJ  
SINGH

**CA Balaji P. Singh**  
(Partner)  
M. No. 104836



**Date: 24<sup>th</sup> June, 2021**  
**Place: Aurangabad.**

**Laxmi Cotspin Limited**  
**CIN No: L17120MH2005PLC156866**  
**Audited Balance Sheet**  
**As at 31st March, 2021**

Particulars	Note No.	As at 31st March, 2021 Rs.	As at 31st March, 2020 Rs.
<b>I EQUITY AND LIABILITIES</b>			
<b>(1) Shareholders' Fund</b>			
(a) Share Capital	3	17,14,76,700	17,14,76,700
(b) Reserves and Surplus	4	30,96,47,635	29,87,87,324
<b>(2) Non-Current Liabilities</b>			
(a) Long-term borrowings	5	13,52,28,358	7,84,44,742
(b) Deferred tax liabilities (Net)		24,22,394	27,94,341
(c) Long term provisions	6	43,91,909	59,82,920
<b>(3) Current Liabilities</b>			
(a) Short-term borrowings	7	15,53,79,380	37,66,81,421
(b) Trade payables	8	5,15,01,227	5,68,33,675
(c) Other current liabilities	9	8,05,07,219	3,70,48,003
(d) Short-term Provisions	10	17,51,000	-
<b>Total</b>		<b>91,23,05,822</b>	<b>1,02,80,49,126</b>
<b>II ASSETS</b>			
<b>(1) Non-current assets</b>			
(a) Property, Plant and Equipment			
(i) Tangible assets	11	27,23,69,220	32,31,62,100
(ii) Intangible assets		-	-
(iii) Capital work-in-progress		1,96,88,586	1,90,07,206
(iv) Intangible assets under development		-	-
<b>(2) Current assets</b>			
(a) Inventories	12	30,40,70,660	28,62,96,805
(b) Trade receivables	13	19,62,30,110	33,22,32,552
(c) Cash and cash equivalents	14	1,51,91,575	1,58,30,496
(d) Short-term loans and advances	15	7,46,46,980	1,44,07,770
(e) Other current assets	16	3,01,08,690	3,71,12,196
<b>Total</b>		<b>91,23,05,822</b>	<b>1,02,80,49,126</b>

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 Singh Mundada & Associates**

Chartered Accountants

FRN : 122059W

BALAJI  
 PRITHVIR  
 AJ SINGH

CA Balaji P. Singh

(Partner)

M. No. 104836



For and on behalf of the Board of Directors

*Sanjay Rathi*

Sanjay Rathi  
 (Managing Director)  
 DIN 00182739

*Rajesh Bansal*

Rajesh Bansal  
 (Director)  
 DIN 00272612

UDIN NO: 21104836AAABH5720

Date : 24th June, 2021

Place : Aurangabad

**Laxmi Cotspin Limited**  
**Statement of Profit and Loss**  
For the period ended 31<sup>st</sup> March, 2021

Particulars	6 Months Ended		Year Ended	
	30th Sept, 2020 Rs.	31st March, 2021 Rs.	31st March, 2021 Rs.	31st March, 2020 Rs.
	Unaudited	Audited	Audited	Audited
<b>1. Income</b>				
Income from operations (Net)	46,01,10,926	70,12,52,230	1,16,13,63,156	1,51,34,42,064
Other Operating Income	-	-	-	-
<b>Total Income from operation</b>	<b>46,01,10,926</b>	<b>70,12,52,230</b>	<b>1,16,13,63,156</b>	<b>1,51,34,42,064</b>
<b>2. Expenses</b>				
Cost of materials consumed	35,96,57,204	50,54,51,669	86,51,08,873	1,25,87,81,154
Changes in inventories of finished goods, work-in-process and stock-in-trade	2,37,48,302	(59,92,929)	1,77,55,373	(2,46,39,740)
Employee Benefit Expenses	2,91,72,416	3,62,63,556	6,54,35,972	7,97,17,949
Depreciation and Amortisation expenses	1,58,87,246	1,55,92,390	3,14,79,636	3,72,18,384
Other expenses	5,77,19,376	8,46,43,913	14,23,63,289	15,74,74,413
<b>Total Expenses</b>	<b>48,61,84,544</b>	<b>63,59,58,599</b>	<b>1,12,21,43,143</b>	<b>1,50,85,52,160</b>
<b>3. Profit/(Loss) from operation before other income, finance Cost and Expenditure Items (1-2)</b>	<b>(2,60,73,618)</b>	<b>6,52,93,631</b>	<b>3,92,20,013</b>	<b>48,89,904</b>
4. Other Income	31,25,356	25,07,282	56,32,638	1,81,30,277
<b>5. Profit/(Loss) from ordinary Activities before finance Cost and Expenditure Items (3+4)</b>	<b>(2,29,48,262)</b>	<b>6,78,00,913</b>	<b>4,48,52,651</b>	<b>2,30,20,181</b>
6. Finance costs	1,92,29,941	1,08,88,033	3,01,17,974	3,25,07,423
<b>7. Profit/(Loss) from ordinary Activities after finance Cost but before Expenditure Items (5-6)</b>	<b>(4,21,78,203)</b>	<b>5,69,12,880</b>	<b>1,47,34,677</b>	<b>(94,87,242)</b>
8. Exceptional Items	-	(42,46,313)	(42,46,313)	-
<b>9. Profit/(Loss) from ordinary Activities before tax (7+8)</b>	<b>(4,21,78,203)</b>	<b>5,26,66,567</b>	<b>1,04,88,364</b>	<b>(94,87,242)</b>
<b>10. Tax expense:</b>				
1) Current Tax	-	17,51,000	17,51,000	-
2) Deferred Tax	(48,18,659)	44,46,712	(3,71,947)	(36,30,877)
3) Short/ Excess Provision	-	(17,51,000)	(17,51,000)	28,25,683
	(48,18,659)	44,46,712	(3,71,947)	(8,05,194)
<b>11. Profit/(Loss) from ordinary Activities after tax (9-10)</b>	<b>(3,73,59,544)</b>	<b>4,82,19,855</b>	<b>1,08,60,311</b>	<b>(86,82,048)</b>
<b>12. EXTRA-ORDINARY ITEMS</b>				
Profit/(Loss) on sale of Asset	-	-	-	-
<b>Total Extra-Ordinary Items</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>13. Net Profit for the Year (11-12)</b>	<b>(3,73,59,544)</b>	<b>4,82,19,855</b>	<b>1,08,60,311</b>	<b>(86,82,048)</b>
14. Share of profit/ (loss) of associates*	-	-	-	-
15. Minority Interest*	-	-	-	-
<b>16. Net Profit/ (Loss) after Taxes, minority interest and Share of Profit/ (Loss) of associates (13-14-15)</b>	<b>(3,73,59,544)</b>	<b>4,82,19,855</b>	<b>1,08,60,311</b>	<b>(86,82,048)</b>



*S. R. Patil*

17	Paid up Equity share capital (Face Value of Rs. 10/- each)	17,14,76,700	17,14,76,700	17,14,76,700	17,14,76,700
18	Reserves (Excluding revaluation reserve)	26,14,27,781	30,89,56,857	30,89,56,857	29,71,50,106
19i	<b>Earning per equity per share before (Extra Ordinary Items) of Rs. 10/- each</b>				
	a) Basic EPS (in Rs.)	(2.18)	2.81	0.63	(0.51)
	b) Diluted EPS (in Rs.)	(2.18)	2.81	0.63	(0.51)
19ii	<b>Earning per equity per share after (Extra Ordinary Items) of Rs. 10/- each</b>				
	a) Basic EPS (in Rs.)	(2.18)	2.81	0.63	(0.51)
	b) Diluted EPS (in Rs.)	(2.18)	2.81	0.63	(0.51)

**Overview and Significant Accounting Policies**

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

**Notes:**

- 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 24th June, 2021
- Figures are regrouped / rearrange, whenever consider necessary
- The figures of the half year ended 31st March, 2021 are the balancing figures between audited figures for the year ended on 31st March, 2021 and published year to date figure upto the half year ended of the current financial year (i.e. on 30th September, 2020)
- The Management Identifies "Cotton" as the only business Segment.

In terms of our report of even date

**For Singh Mundada & Associates**

Chartered Accountants

FRN : 122059W

BALAJI  
PRITHVIRAJ  
SINGH

**CA Balaji P. Singh**

(Partner)

M. No. 104836



For and on behalf of the Board of Directors

*Sanjay Rathl*  
Sanjay Rathl  
(Managing Director)  
DIN 00182739

*Rajesh Bansal*  
Rajesh Bansal  
(Director)  
DIN 00272612

Date : 24th June, 2021

Place : Aurangabad



**Laxmi Cotspin Limited**  
**Audited Statement of Profit and Loss**  
For the period ended 31st March, 2021

Particulars	Note No.	Period Ended 31st March, 2021 Rs.	Period Ended 31st March, 2020 Rs.
<b>INCOME</b>			
Revenue from operations (Net)	17	1,16,13,63,156	1,51,34,42,064
Other Income	18	56,32,638	1,81,30,277
<b>Total Revenue</b>		<b>1,16,69,95,794</b>	<b>1,53,15,72,341</b>
<b>EXPENSES</b>			
Cost of materials consumed	19	86,51,08,873	1,25,87,81,154
Changes in inventories of finished goods, work-in-process and stock-in-trade	20	1,77,55,373	(2,46,39,740)
Employee Benefit Expenses	21	6,54,35,972	7,97,17,949
Finance costs	22	3,01,17,973	3,21,07,423
Depreciation and amortisation expenses	23	3,14,79,636	3,72,18,384
Other expenses	24	14,23,63,289	15,78,74,413
<b>Total Expenses</b>		<b>1,15,22,61,116</b>	<b>1,54,10,59,583</b>
<b>Profit Before Extra-ordinary Items and Tax</b>		<b>1,47,34,677</b>	<b>(94,87,242)</b>
<b>EXTRA-ORDINARY ITEMS</b>			
Profit/(Loss) on sale of Asset		(42,46,313)	-
<b>Total Extra-Ordinary Items</b>		<b>(42,46,313)</b>	-
<b>Profit Before Tax</b>		<b>1,04,88,364</b>	<b>(94,87,242)</b>
<b>Tax expense:</b>			
1) Current Tax		17,51,000	-
2) Deferred Tax		(3,71,947)	(36,30,877)
3) MAT credit Entitlement		(17,51,000)	-
4) Short/ Excess Provision		-	28,25,683
		(3,71,947)	(8,05,194)
<b>Profit for the Year</b>		<b>1,08,60,311</b>	<b>(86,82,048)</b>
Earning per equity per share of face value of ` 10 each			
1) Basic EPS (in `)		0.63	(0.51)
2) Diluted EPS (in `)		0.63	(0.51)
3) Cash EPS (in `)		2.47	1.66

Overview and Significant Accounting Policies 1 & 2  
The notes referred to above form an integral part of financial statements

- Notes:**
- 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 24th June 2021
  - Figures are regrouped / rearrange, whenever consider necessary
  - The Management Identifies "Cotton" as the only business Segment.

In terms of our report of even date

For Singh Mundada & Associates

Chartered Accountants

FRN : 122059W

BALAJI  
PRITHVIRAJ  
SINGH

CA Balaji P. Singh  
(Partner)

M. No. 104836



For and on behalf of the Board of Directors

*Sanjay Rath*

Sanjay Rath  
(Managing Director)  
DIN 00182739

*Rajesh Bansal*

Rajesh Bansal  
(Director)  
DIN 00272612

UDIN NO: 21104836AAA#MF5720

Date : 24th June, 2021

Place : Aurangabad

**Laxmi Cotspin Limited**  
**Cash Flow Statement**  
For the period ended 31st March, 2021

Particulars	As At	As At
	31st March, 2021	31st March, 2020
	Rs.	Rs.
<b>A. Cash Inflow/ (Outflow) from Operating Activities</b>		
Net Profit After Tax	1,08,60,311	(86,82,048)
<b>Adjustment For</b>		
Depreciation	3,14,79,636	3,72,18,384
Interest Paid (Net)	3,01,17,973	3,21,07,423
Provision for Income Tax	17,51,000	28,25,683
Deferred Tax	(3,71,947)	(36,30,877)
Provision for Gratuity and Leave Encashment	7,32,965	12,46,910
Profit / (Loss) on Sale of Asset	(42,46,313)	-
Duty Drawback, Interest and Subsidy Received	(56,32,638)	(1,81,30,277)
Earlier Provision Written Back	74,14,521	(1,03,19,266)
	6,12,45,197	4,13,17,980
<b>Operating Profit before working capital changes</b>	7,21,05,508	3,26,35,932
<b>Adjustment for</b>		
Inventories	(1,77,73,855)	(2,84,50,506)
Trade Receivables	13,60,02,442	7,36,02,005
Other Current Assets	70,03,506	57,13,107
Short-term loans and advances	(6,02,39,210)	1,09,11,542
Trade Payables	(53,32,447)	(5,80,64,620)
Other Current Liabilities	4,34,59,216	(1,42,44,177)
Long term provisions	(15,91,011)	11,00,404
Income Tax Paid	(52,37,353)	(31,76,382)
	9,62,91,287	(1,26,08,626)
<b>Net Cash Inflow/(Outflow) from Operating Activities</b>	16,83,96,795	2,00,27,306
<b>B. Cash Inflow/(Outflow) From Investment Activities</b>		
Capital Expenditure (Purchase/ Capitalization)	(26,52,448)	(3,39,86,183)
Sale Proceeds of Fixed Assets	1,70,38,000	-
<b>Net Cash Inflow/(Outflow) from Investing Activities</b>	1,43,85,552	(3,39,86,183)
<b>C. Cash Inflow/(Outflow) From Financing Activities</b>		
Increase/ Decrease in Long Term Borrowings	5,67,83,616	(2,51,69,658)
(Repayment)/Receipt to Short Term pledge and Cash Credit borrowin	(21,57,19,549)	5,72,45,545
Interest Paid	(3,01,17,973)	(3,21,07,423)
Duty Drawback, Interest and Subsidy Received	56,32,638	1,81,30,277
Dividend and Dividend tax Paid	-	-
<b>Net Cash Inflow/(Outflow) from Financing Activities</b>	(18,34,21,269)	1,80,98,741
<b>Net Changes in Cash &amp; Cash Equivalents (A+B+C)</b>	(6,38,921)	41,39,864
Cash & Cash equivalents (Opening Balance)	1,58,30,496	1,16,90,632
Cash & Cash equivalents (Closing Balance)	1,51,91,575	1,58,30,496

In terms of our report of even date

For Singh Mundada & Associates

Chartered Accountants

FRN : 122059W

BALAJI

PRITHVIR

AJ SINGH

CA Balaji P. Singh

(Partner)

M. No. 104836



For and on behalf of the Board of Directors

*Sanjay Rathi*

Sanjay Rathi  
(Managing Director)  
DIN 00182739

*Rajesh Bansal*

Rajesh Bansal  
(Director)  
DIN 00272612

UDIN NO: 21104836 AAAA HF572D

Date : 24th June, 2021

Place : Aurangabad

**Laxmi Cotspin Limited**  
Notes to the Financial Statements as at 31st March, 2021

Particulars	As at 31st March, 2021 Rs.	As at 31st March, 2020 Rs.
<b>3 Share Capital</b>		
<b>Authorised</b>		
4,00,00,000 (Previous Year 4,00,00,000) Equity shares of ` 10/- each	40,00,00,000	40,00,00,000
	<b>40,00,00,000</b>	<b>40,00,00,000</b>
<b>Issued, Subscribed and Fully Paid -up</b>		
17,147,670 (Previous Year 17,147,670) Equity shares of ` 10/- each fully paid up	17,14,76,700	17,14,76,700
	<b>17,14,76,700</b>	<b>17,14,76,700</b>
<b>Total Share Capital</b>		

(a) Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period:

Particular	31st March, 2021		31st March, 2020	
	No. of Shares		No. of Shares	
Equity Shares outstanding at the beginning of the year	1,71,47,670		1,71,47,670	
Add : Change during the year	—		—	
Equity Shares outstanding at the close of the year	<b>1,71,47,670</b>		<b>1,71,47,670</b>	

(b) Terms/rights attached to equity shares

- i) The Company has only one class of equity shares having par value of ` 10 per share. Each holder of equity share is entitled to one vote per share.
- ii) In the event of liquidation of the Company, the holders of equity shares will be entitled to receive assets of the Company. The distribution will be in proportion to the number of equity shares held by the shareholders.
- c) Aggregate number of bonus shares issued, shares issued for consideration other than cash and shares bought back during the period of five years immediately preceding the reporting date:
- i) Out of above equity shares, the Company had allotted 94,67,515 equity shares as fully paid up bonus shares by capitalisation of profits transferred from Securities Premium, pursuant to the resolution passed at the Board Meeting held dated on 25<sup>th</sup> March, 2010.

d) Details of shareholders holding more than 5% shares in the Company :

Name of Shareholder	31st March, 2021		31st March, 2020	
	No. of Shares	% Holding	No. of Shares	% Holding
Equity Shares of ` 10 each fully paid				
Anand Vyapar Private Limited	33,92,500	19.78%	33,92,500	19.78%
Safford Merchantile Private Limited	22,85,450	13.33%	22,85,450	13.33%
Rameshbhai Chotabhai Patel	22,51,563	13.13%	22,51,563	13.13%
Ashva Multitrade Private Limited	20,65,930	12.05%	20,65,930	12.05%
Rajesh Purnamal Bansal	9,13,125	5.33%	9,13,125	5.33%



**Laxmi Cotspin Limited**  
Notes to the Financial Statements as at 31st March, 2021

Particulars	As at 31st March, 2021 Rs.	As at 31st March, 2020 Rs.
<b>4 Reserves And Surplus</b>		
<b>a) Capital Subsidies</b>		
As per last financial statements	5,02,94,844	5,02,94,844
Closing Balance	<u>5,02,94,844</u>	<u>5,02,94,844</u>
<b>b) Securities Premium Reserve</b>		
As per last financial Statements	5,55,29,500	5,55,29,500
Add: During the year	-	-
Closing Balance	<u>5,55,29,500</u>	<u>5,55,29,500</u>
<b>c) Surplus in Statement of Profit and Loss</b>		
As per last financial statements	19,29,62,980	19,13,25,763
Add:		
Profit/(loss) for the year	1,08,60,311	(86,82,049)
Less:		
<b>Appropriations</b>		
Adjustments during the year (Reversal of Dividend)	-	1,03,19,266
Proposed dividend on equity shares (Amount per share ` 0.50, previous year ` 0.50)*	-	-
Corporate tax on proposed dividend	-	-
<b>Net surplus in the statement of Profit and Loss</b>	<u>20,38,23,291</u>	<u>19,29,62,980</u>
<b>Total Reserve and Surplus</b>	<u>30,96,47,635</u>	<u>29,87,87,324</u>

\* The Company declares dividend in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the Shareholders in the ensuing Annual General Meeting.

Particulars	As at 31st March, 2021 Rs.	As at 31st March, 2020 Rs.
<b>5 Long Term Borrowings</b>		
<b>a) Secured Long Term Borrowings</b>		
<b>i) Term Loans from Banks</b>		
HDFC Bank Limited (ECLGS Loan)†	8,22,40,000	-
SVS Co-operative Bank Ltd	7,84,26,080	10,03,11,084
Less: Current maturities of term loans	<u>(2,59,52,364)</u>	<u>(2,29,40,780)</u>
<b>Term Loans from Banks</b>	<u>13,47,13,716</u>	<u>7,73,70,304</u>
<b>ii) Other Loans from Banks (Vehicle Loan)</b>		
HDFC Bank Limited	5,14,642	10,74,438
<b>Vehicle Loans from Banks</b>	<u>5,14,642</u>	<u>10,74,438</u>
<b>Secured Long Term Borrowings "a"</b>	<u>13,52,28,358</u>	<u>7,84,44,742</u>
<b>b) Unsecured Long Term Borrowings</b>		
<b>i) Inter Corporate deposit</b>	-	-
<b>Unsecured Long Term Borrowings "b"</b>	-	-
<b>Total Long Term Borrowings ("a" + "b")</b>	<u>13,52,28,358</u>	<u>7,84,44,742</u>

**Term Loan and Vehicle from the Bank**

- i) The company has received working capital Term Loan under Emergency Credit line Guaranteed Scheme (ECLGS) is secured by extension of second ranking charge over existing primary and collateral securities.
- ii) Term Loan is secured by way of first charge of land, Factory Shed and Building, Plant and Machineries and other fixed assets (Present and Future) of the company and guaranteed by Corporate, Directors and Members.
- iii) Vehicle Loan is secured by hypothecation of Vehicle and guaranteed by Directors.
- iv) Average cost of loans to be given to the extend of 08% to 10%.



**Laxmi Cotspin Limited**

Notes to the Financial Statements as at 31st March, 2021

Particulars	As at 31st March, 2021 Rs.	As at 31st March, 2020 Rs.
<b>6 Long term provisions</b>		
Provision for Employee benefits		
Gratuity	43,91,909	59,82,920
<b>Total Long Term Provisions</b>	<b>43,91,909</b>	<b>59,82,920</b>
Particulars	As at 31st March, 2021 Rs.	As at 31st March, 2020 Rs.
<b>7 Short Term Borrowings</b>		
a) Secured Short Term Borrowings		
i) Cash Credit from various Bank		
a. HDFC Bank Cash credit Account	11,52,69,767	22,98,11,949
b. SVC Bank Cash credit Account	3,59,72,855	1,79,00,752
c. HDFC Bank (PCFC loan - Export)	41,36,757	4,96,49,942
ii) Pledge Loan from HDFC Bank Limited	-	7,93,18,778
<b>Secured Short Term Borrowings</b>	<b>15,53,79,380</b>	<b>37,66,81,421</b>

**Cash Credit From Banks**

Secured by hypothecation by way of first charge over all current assets namely stock of raw materials, semi finished and finished goods, stores and spares not related to plant and machinery and book debts and also personally guaranteed by the corporate, directors. The cash credit is repayable on demand.

**Other Loan from Banks**

Pledge Loans are secured by hypothecation by way of First Charge over inventories of raw materials i.e., Cotton Bales.

Particulars	As at 31st March, 2021 Rs.	As at 31st March, 2020 Rs.
<b>8 Trade Payables</b>		
Trade Payables	5,15,01,227	5,68,33,675
<b>Total Trade Payables</b>	<b>5,15,01,227</b>	<b>5,68,33,675</b>

The Company has so far not received information from vendors regarding their status under the Micro, Small and Medium Enterprises (Development) Act, 2006 and hence disclosure relating to amounts unpaid as at the year-end together with interest paid / payable under this Act have not been given.



**Laxmi Cotspin Limited**  
Notes to the Financial Statements as at 31st March, 2021

Particulars	As at 31st March, 2021 Rs.	As at 31st March, 2020 Rs.
<b>9 Other Current Liabilities</b>		
a) Current maturities of Long Term Debts (Including Current maturities of Vehicle loans)	2,59,52,364	2,29,40,780
b) Statutory Dues*	27,63,725	43,63,877
c) Advance from customer and others	4,57,06,825	-
d) Other Payables		
i) Outstanding liabilities for expenses**	60,67,087	97,08,670
ii) HDFC Bank Credit Card	17,218	34,676
<b>Total Other Current Liabilities</b>	<b>8,05,07,219</b>	<b>3,70,48,003</b>

\*Statutory dues include Contribution made for Provident Fund, Local Tax, Professional Tax and Leave encashment

\*\* Outstanding liabilities for expenses include Outstanding liability made for Bonus, Electricity Charges, Audit Fees, other tax, Interest, Salary, Wages unpaid for the current year.

Particulars	As at 31st March, 2021 Rs.	As at 31st March, 2020 Rs.
<b>10 Short term provisions</b>		
a) Other Provisions		
Provision for taxation- Income Tax	17,51,000	-
Dividend Payable	-	-
Dividend Distribution Tax	-	-
<b>Total Short Term Provisions</b>	<b>17,51,000</b>	<b>-</b>



**Laxmi Cotspin Limited**  
Notes to the Financial Statements as at 31st March, 2021

Particulars	Gross Block			Depreciation				Net Block		
	As at 1 <sup>st</sup> April, 2020 Rs.	Additions Rs.	Deletion Rs.	As at 31st March, 2021 Rs.	Up to 1st April, 2020 Rs.	For the Period Rs.	Other Adjustments Rs.	Upto 31st March, 2021 Rs.	As at 31st March, 2021 Rs.	As at 31 <sup>st</sup> March, 2020 Rs.
<b>11 Fixed Assets</b>										
<b>Tangible Assets</b>				<b>33,43,006</b>					<b>33,43,006</b>	<b>33,43,006</b>
Land	33,43,006	-	-	15,56,56,250	3,49,26,655	49,62,528	-	3,98,89,184	11,57,67,066	12,07,29,594
Building	15,56,56,250	-	-	3,87,98,484	2,43,61,212	28,63,676	-	2,72,24,887	1,15,73,597	1,40,22,271
Electrical Installations	3,83,83,484	4,15,000	-	61,44,34,350	48,98,26,317	1,89,12,477	(2,65,69,980)	48,21,68,814	13,22,65,535	17,21,88,695
Plant & Machineries	66,20,15,012	2,73,631	4,78,54,293	3,46,83,589	2,65,70,787	31,97,456	-	2,97,68,243	49,15,346	69,23,202
Miscellaneous Fixed Assets	3,34,93,989	11,89,600	-	60,84,219	51,21,085	5,78,001	-	56,99,086	3,85,134	8,70,298
Furniture & Fixture	59,91,382	92,837	-	24,57,953	24,29,862	28,091	-	24,57,953	-	28,091
Computers Systems	24,57,953	-	-	11,93,048	10,77,675	52,924	-	11,30,599	62,449	1,15,373
Office Equipment	11,93,048	-	-	1,14,59,139	65,17,569	8,84,484	-	74,02,052	40,57,087	49,41,570
Vehicles & Others	1,14,59,139	-	-							
<b>Sub Total</b>	<b>91,39,93,263</b>	<b>19,71,068</b>	<b>4,78,54,293</b>	<b>86,81,10,038</b>	<b>59,08,31,162</b>	<b>3,14,79,636</b>	<b>(2,65,69,980)</b>	<b>59,57,40,818</b>	<b>27,23,69,220</b>	<b>32,31,62,100</b>
<b>Capital WIP</b>	<b>1,90,07,206</b>	<b>6,81,380</b>	<b>-</b>	<b>1,96,88,586</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,96,88,586</b>	<b>1,90,07,206</b>
<b>Sub Total</b>	<b>1,90,07,206</b>	<b>6,81,380</b>	<b>-</b>	<b>1,96,88,586</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,96,88,586</b>	<b>1,90,07,206</b>
<b>Grand Total</b>	<b>93,30,00,469</b>	<b>26,52,448</b>	<b>4,78,54,293</b>	<b>88,77,98,624</b>	<b>59,08,31,162</b>	<b>3,14,79,636</b>	<b>(2,65,69,980)</b>	<b>59,57,40,818</b>	<b>29,20,57,806</b>	<b>34,21,69,306</b>
Previous Year	89,16,43,897	1,06,14,125	7,50,940	90,10,91,242	49,84,59,045	5,83,14,073	(27,44,491)	55,40,28,627	34,74,78,454	39,31,84,851



**Laxmi Cotspin Limited**

Notes to the Financial Statements as at 31st March, 2021

Particulars	As at 31st March, 2021 Rs.	As at 31st March, 2020 Rs.
<b>12 Inventories</b>		
(At cost or Net realisable Value whichever is lower)		
a) Raw Materials	23,99,11,592	20,15,22,129
b) Work-in-Process	2,28,42,409	2,24,42,353
c) Finished Goods	1,97,69,907	3,79,25,337
d) Stores & Spares	2,15,46,751	2,44,06,986
<b>Total Inventories</b>	<b>30,40,70,660</b>	<b>28,62,96,805</b>
Particulars	As at 31st March, 2021 Rs.	As at 31st March, 2020 Rs.
<b>13 Trade Receivables</b>		
a) Unsecured		
Exceeding Six Months		
Considered Good	28,39,618	85,11,123
Others		
Considered Good	19,33,90,492	32,37,21,430
<b>Total Trade Receivable</b>	<b>19,62,30,110</b>	<b>33,22,32,552</b>
Particulars	As at 31st March, 2021 Rs.	As at 31st March, 2020 Rs.
<b>14 Cash &amp; Cash Equivalents</b>		
a) Cash on hand	7,35,898	15,81,704
b) Balances with Scheduled Banks		
- In Current Account	2,65,602	2,38,692
- In Term Deposits Account	1,41,77,430	1,39,97,430
c) Balances with Non-Scheduled Banks	12,645	12,670
<b>Total Cash &amp; Cash Equivalents</b>	<b>1,51,91,575</b>	<b>1,58,30,496</b>
Particulars	As at 31st March, 2021 Rs.	As at 31st March, 2020 Rs.
<b>15 Short Term Loans &amp; Advances</b>		
a) Advance to Suppliers and Service Providers	1,74,30,805	93,94,742
b) Loans & Advances to Others	12,22,301	15,40,253
c) Security Deposit	46,993	2,96,393
d) Other Loans and Advances		
- Advance Tax, TDS & TCS	5,07,09,528	-
- 52,37,353		31,76,382
e) Advance to CCI Cotton Corporation of India	7,46,46,980	1,44,07,770
<b>Total Short Term Loans &amp; Advances</b>		
Particulars	As at 31st March, 2021 Rs.	As at 31st March, 2020 Rs.
<b>16 Other Current Asset</b>		
a) Prepaid expenses	10,99,873	14,02,225
b) Balance with Government Authorities	59,33,438	1,37,11,648
c) Accrued Interest (TDR)	37,06,966	26,29,910
d) Interest Receivable (TUF5)	35,29,256	35,29,256
e) Other Receivables*	1,58,39,157	1,58,39,157
<b>Total Other Current Assets</b>	<b>3,01,08,690</b>	<b>3,71,12,196</b>
* Other receivables includes receivable from IPS subsidy		





**Laxmi Cotspin Limited**  
Notes to the Financial Statements as at 31st March, 2021

Particulars	Period Ended 31st March, 2021 Rs.	Period Ended 31st March, 2020 Rs.
<b>17 Revenue From Operations</b>		
Sale of Products	1,15,90,56,837	1,51,33,92,454
Finished Goods	23,06,319	49,610
Sale of Services	1,16,13,63,156	1,51,34,42,064
<b>Particulars Of Sales</b>		
<b>(A) Export Sales</b>	21,28,54,718	44,48,72,667
i) Sale of Goods (Cottob Bales and Yarn)		
<b>(B) Domestic Sales</b>	94,62,02,119	1,06,85,19,787
i) Sale of Goods*	23,06,319	49,610
ii) Sale of Services		
* Domestic sales includes cotton bales, yarn, seeds, cotton waste, wash oil, oil cake, etc.)		
	1,16,13,63,156	1,51,34,42,064
Other operating revenue		
	1,16,13,63,156	1,51,34,42,064
<b>Total Revenue from operations</b>		
	1,16,13,63,156	1,51,34,42,064
Particulars	Period Ended 31st March, 2021 Rs.	Period Ended 31st March, 2020 Rs.
<b>18 Other Income</b>		
a) Duty Drawback & Incentives	49,06,853	1,21,40,852
b) Other operating Income	(4,79,685)	46,28,589
a) Forex Gain & Loss	12,05,470	13,60,836
b) Interest on FDR and RD		
	56,32,638	1,81,30,277
<b>Total Other Income</b>	1,16,69,95,794	1,53,15,72,341
<b>Total Revenue</b>		
Particulars	Period Ended 31st March, 2021 Rs.	Period Ended 31st March, 2020 Rs.
<b>19 Cost of Material Consumed</b>		
a) Opening Stock of Raw material	20,15,22,129	19,80,39,849
b) Purchases of Raw material	89,01,56,163	1,24,54,13,727
c) Add: Freight Expenses	1,33,42,173	1,68,49,707
d) Less: Closing Stock	(23,99,11,592)	(20,15,22,129)
	86,51,08,873	1,25,87,81,154
<b>Total Cost of Material Consumed</b>		



**Laxmi Cotspin Limited**  
Notes to the Financial Statements as at 31st March, 2021

Particulars	Period Ended 31st March, 2021 Rs.	Period Ended 31st March, 2020 Rs.
<b>20 Changes in inventories of finished goods, work-in-process and stock-in-trade</b>		
<b>a) Opening Stock</b>		
Finished Goods	3,79,25,337	1,95,78,444
Work in Process	2,24,42,353	1,61,49,505
	<b>6,03,67,690</b>	<b>3,57,27,950</b>
<b>b) Closing Stock</b>		
Finished Goods	1,97,69,907	3,79,25,337
Work in Process	2,28,42,409	2,24,42,353
	<b>4,26,12,316</b>	<b>6,03,67,690</b>
<b>Net (Increase)/Decrease in Stock</b>	<b>1,77,55,373</b>	<b>(2,46,39,740)</b>
Particulars	Period Ended 31st March, 2021 Rs.	Period Ended 31st March, 2020 Rs.
<b>21 Employee Benefit Expenses</b>		
<b>a) Salaries and wages</b>	5,61,54,403	6,81,13,296
<b>b) Directors remuneration</b>	34,49,225	41,30,360
<b>c) Contribution to provident &amp; other funds</b>	26,86,434	37,08,410
<b>e) Staff Welfare expenses</b>	31,45,910	37,65,883
<b>Total Employee Benefit Expenses</b>	<b>6,54,35,972</b>	<b>7,97,17,949</b>



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**Laxmi Cotspin Limited**  
Notes to the Financial Statements as at 31st March, 2021

Particulars	Period Ended 31st March, 2021 Rs.	Period Ended 31st March, 2020 Rs.
<b>22 Finance Cost</b>	<b>82,72,045</b>	<b>26,94,457</b>
a) Bank Charges	82,72,045	26,94,457
b) Interest Expenses	1,01,04,998	1,24,24,125
i) Interest on Term Loan	2,70,70,623	2,81,11,648
ii) Interest on Working Capital Loan	19,16,691	34,55,324
iii) Interest on Pledge Loan	(1,72,46,384)	(1,45,78,132)
iv) Less: Interest from customers	2,18,45,928	2,94,12,965
<b>Total Finance Cost</b>	<b>3,01,17,973</b>	<b>3,21,07,423</b>
<b>Interest expenses are net of Interest Income</b>		

Particulars	Period Ended 31st March, 2021 Rs.	Period Ended 31st March, 2020 Rs.
<b>23 Depreciation &amp; Amortization Expenses</b>	<b>3,14,79,636</b>	<b>3,72,18,384</b>
a) Depreciation	3,14,79,636	3,72,18,384
<b>Total Depreciation &amp; Amortization Expenses</b>	<b>3,14,79,636</b>	<b>3,72,18,384</b>

Particulars	Period Ended 31st March, 2021 Rs.	Period Ended 31st March, 2020 Rs.
<b>24 Other Expenses</b>	<b>2,97,96,329</b>	<b>1,81,08,400</b>
a) Consumption of Stores and Spares and Packing Material	6,41,68,015	7,89,32,896
b) Consumption of Power and Fuel	17,62,630	17,93,887
c) Repair & Maintenance	21,46,644	20,36,381
d) Insurance	9,94,398	19,32,835
e) Office Expenses	1,95,500	1,95,500
f) Audit Fees	26,87,780	40,05,522
g) Legal, Professional and Subscription Charges	12,81,438	29,46,860
h) Rent, Rates & Taxes	3,95,878	7,64,827
i) Communication Expenses	2,89,469	14,09,891
j) Travelling & Conveyance Expenses	2,25,15,940	2,66,93,074
k) Clearing and forwarding expenses	1,61,29,266	1,90,54,338
l) Selling Expenses	14,23,63,289	15,78,74,413
<b>Total of other expenses</b>	<b>14,23,63,289</b>	<b>15,78,74,413</b>



## Laxmi Cotspin Limited

Notes to the financial statement as at and for the period ended 31<sup>st</sup> March, 2021

### 1) Overview:

- i) Laxmi Cotspin Limited (hereinafter referred as an "LCL") was originally incorporated under the Companies Act, 1956, as private limited company. In the year 2010, the management decided to go for expansion and the company was converted into a public limited company and consequently the name of the company was changed to Laxmi Cotspin Limited pursuant to fresh certificate of incorporation issued by Registrar of Companies Mumbai, Maharashtra. LCL has spinning unit of 16,800 spindles and 48 DR Ginning & Pressing unit at Samangaon, Dist. Jalna (Maharashtra).

### 2) Significant Accounting Policies and Notes to Accounts:

#### Note 2.1 Significant Accounting Policies:

##### i) Basis of Preparation of Financial Statements:

The financial statements are prepared under the historical cost convention, on going concern basis and in terms of the Accounting Standards notified by Companies (Accounting Standard) Rules, 2006 in compliance with Section 133 of the Companies Act, 2013 (erstwhile Section 211(3C) of the Companies Act, 1956). The Company follows the mercantile system of accounting and recognizes income and expenditure on accrual basis to the extent measurable and where there is certainty of ultimate realization in respect of income. Accounting policies not specifically referred to otherwise are consistent and in consonance with the generally accepted accounting principles in India. The accounting policies have been consistently applied by the Group and are consistent with those used in previous year.

##### ii) Use of Estimates:

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent liabilities and commitments at the end of the reporting period and results of operations during the reporting period. Although these estimates are based upon the management's best knowledge of current events and actions, actual results could differ from these estimates. Difference between the actual result and estimates are recognized in the period in which the results are known/ materialized.

##### iii) Valuation of Inventories:

- a) Raw materials and stores and spares are valued at lower of cost, computed on net realizable value. Cost includes the purchase price as well as incidental expenses. Cotton Waste is valued at estimated realizable value. However, in case of raw materials, stores and spares held for use in the production of finished goods are not written down below cost if the finished products are expected to be sold at or above cost.



- b) Work-in-process is valued at lower of estimated cost or net realizable value and finished goods are valued at lower of weighted average cost or net realizable value. Cost for this purpose includes direct cost and appropriate administrative and other overheads.
- c) Finished goods are valued at the lower of cost or net realizable value. Cost included cost of materials, conversion cost and related overheads paid or payable on such goods.

iv) **Cash and Cash Equivalents (For purpose of Cash Flow Statement):**

Cash flow statement has been prepared under indirect method as set out in the Accounting standard (AS 3) issued by the ICAI.

v) **Fixed Assets – Depreciation:**

a) **Tangible Assets:**

Tangible Assets are stated at cost less accumulated depreciation and impairment losses, if any. Costs include costs of acquisitions or constructions, including incidental expenses thereto and other attributable costs of bringing the asset to its working condition for its intended use and are net of available duty/tax credits.

b) **Capital work-in-progress:**

Expenditure related to and incurred on implementation of new/ expansion-cum-modernization projects is included under capital work-in-progress and the same is allocated to the respective tangible asset on completion of its construction/erection.

c) **Depreciation:**

Depreciation on fixed assets is provided under straight-line method based on the estimated useful life of the Assets as follows and useful life specified in schedule II to the Companies Act, 2013 and depreciation on the assets acquired/ sold during the year is provided on pro-rata basis from/to the month of addition/deduction.

Asset Class	Estimated Useful Life*
Factory Building	30 Years
Building (Other than factory Building) Other than RCC frame structure	30 Years
Plant and Machinery (Continuous process plant for which no special rate has been prescribed)	8 Years
Computer and Data Processing Units	3 Years
Electrical Installations	10 Years
Vehicles - Motor buses, Motor lorries, Motor cars and Motor taxies other than those used in a business of running on them hire	8 Years
Furniture and fittings	10 Years
Office equipments and Misc. Fixed Assets	5 Years

\* Note: The above useful life is as per management estimate.



**vi) Revenue Recognition:**

- a) Sales are exclusive of indirect taxes and net off trade discount, returns and rate difference. Other income is accounted on accrual basis whereas dividend is accounted as and when right to receive arises.
- b) Interest Income is recognized on time proportion basis.
- c) Commodities hedging and F/O transaction gain or loss are recorded on the date of their settlement in respect of the settled contracts and the gain or loss determined on day to day basis.
- d) Duty drawback income against export sale is recorded on receipt basis
- e) Other income is accounted on accrual basis

**vii) Foreign Currency Transactions:**

Foreign currency transactions are recorded at the rate of exchange prevailing at the date of the transaction. Monetary foreign currency assets and liabilities are translated at the year-end exchange rates and resultant gains / losses are recognized in the statement of profit & loss for the year, except to the extent that they relate to new projects till the date of capitalization which are carried to capital work-in progress and those relating to fixed assets which are adjusted to the carrying cost of the respective assets.

**viii) Derivative Instrument and Hedge Accounting:**

The company uses Commodity Forward Contract with Commodity Exchanges to hedge its risks on account of price fluctuation in commodity dealt. The company designates these Hedging Instruments as "Instruments Available for Sale" applying the recognition and measurement principles set out in the Accounting Standard 30 "Financials Instruments: Recognition and Measurement" (AS 30).

The use of hedging instrument is governed by the principals set by Companies Board of Directors, and such principals are consistent with the Company's Risk management strategy. Hedging instruments are initially measured at fair value and are premeasured at subsequent reporting dates. Changes in the fair value of these derivatives that are designated and effective as hedges of "Instruments Available for Sale" and are recognized.

**ix) Government Grants, Subsidy and Incentives:**

- a) Interest subsidy received or receivable on Term Loan taken under Technology up Gradation Fund Scheme (TUFS) Subsidy are reduced from the term loan interest being a revenue nature. TUFS subsidy on Interest pertaining to pre-operative period is attributable to the cost of acquisition/installation of fixed assets till the commencement of commercial production is capitalized.
- b) Export duty drawback is accounted on the accrual basis.

**x) Employee Benefits:**

Expenses & liabilities in respect of employee benefits are recorded in accordance with Accounting Standard (AS)-15 - 'Employee Benefits'.

- a) Short term employees' benefits:



Company has recognized all such benefits like salary, wages on accrual basis i.e. in the period in which the employees renders related services and at actual cost i.e. undiscounted basis.

**b) Post-employment benefits: Defined Contribution Plan:**

State governed provident fund, insurance and labour welfare schemes are defined contribution plan of company. The company recognizes all such benefits on accrual basis i.e. charge to revenue in the period in which the employee's renders related services and at amount of actual fixed contribution.

**c) Retirement Benefits:**

Retirement benefits in the form of Provident Fund which are defined contribution plans are charged to the Profit & Loss Account of the year when the contributions to the respective funds are due. There are no other obligations other than the contribution payable to the respective funds.

**d) Gratuity:**

It is provided as and when due. During the year, the company has made the appropriate provision has required by the statute.

**e) Leave Encashment:**

It is provided as and when due. During the year, the company has made the appropriate provision has required by the statute.

**xi) Borrowing Cost:**

In Accordance with AS 16 'Borrowing Cost', borrowing costs net of Technology up Gradation Finance Scheme (TUFS) related to a qualifying asset is worked out on the basis of actual utilization of funds out of project specific loans and/or other borrowings to the extent identifiable with the qualifying asset and is capitalized with the cost of qualifying asset. Other borrowing costs net of TUFS incurred during the period are charged to statement of profit and loss.

**xii) Segment Accounting:**

The company is engaged mainly in Cotton products consisting of various types of cotton yarn, Cotton bales, and Cotton seeds, cotton oil and oil cakes. The company operates in one geographical segment viz. India, therefore no geographical segments is reported in accordance with AS 17- 'Segment Reporting'.

**xiii) Taxes on Income:**

- a) Taxes on income are accounted for in accordance with Accounting Standard (AS) 22 on "Accounting for Taxes on Income". Tax Expenses comprise of Current Tax and Deferred Tax.



- b) Current Tax expense comprises taxes on income from operations in India. The Income Tax is determined at amount expected to pay for recoverable from the authorities in accordance with the provisions of the Income Tax Act, 1961.
- c) Deferred Tax Expense and Benefit is recognized on timing difference being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred Tax Assets and Liabilities are measured using the tax rates and the tax laws that have been enacted or substantively enacted by the Balance Sheet date.
- d) The company offsets deferred tax assets and deferred tax liabilities if it has a legally enforceable right and these relate to taxes on income levied by the same governing taxation laws.

**xiv) Earnings Per Share:**

Basic Earnings per share is computed by dividing the Profit/ (Loss) after tax (Including the post tax effect of extra ordinary items, if any) by the weighted average number of equity shares outstanding during the year. Basic and Diluted EPS are same because the company has not issued any of the shares having a dilutive effect on the original shareholders. Refer Notes on accounts 2.2 (VI) to the financial statements.

**Note 2.2 Notes on Accounts**

**i) Contingent Assets:**

**a) Claims Receivable by company not acknowledged as income:**

- The HDFC Bank had levied penal charges over the period for non-execution of 1<sup>st</sup> PP charge on land at Gut No 394 with SVC Bank and building thereon was mortgaged with HDFC Bank. Now the mortgaged agreement is registered, thus, HDFC Bank have agreed to reverse the penal interest of Rs. 57.41 Lakhs (Aug 2019 to March 2021). The said income will be accounted for on receipt basis.

**ii) Contingent Liability:**

**a) Guarantees by banks on behalf of the company:**

- The company has given Bank Guarantee in favor of MSEB against the electricity consumption is Rs. 91.87 Lakhs.
- The company has given Bank Guarantee in favor of Director of Agriculture Produce Marketing Committee State Pune Rs. 3 Lakhs.
- The company has given Bank Guarantee in favour of Dy. Commissioner of Customs against Imported Spare Clearance of Rs. 5.04 Lacs.
- The company has given Bank guarantee in favour of DGFT for export obligation is Rs. 9.66 Lacs.

**b) Claims against the company not acknowledged as debt:**

- In respect of civil suits against the company:





- On account of cancellation of forward contract for Supply of cotton bales, the Cotton Association of India (CAI) has given decision against Company and directed to pay compensation of Rs. 34,27,251/- to the aggrieved party. Against the said order, the company has filed appeal with civil court.

- In respect of Income Tax appeals filed :

- The Income Tax Department had made an addition of Rs. 1,46,740/- on account of Duty drawback against which company has filed an appeal before Commissioner of Income Tax Appeals, Aurangabad and decision is awaited.

iii) Sundry creditors, Sundry debtors and advance are subject to confirmation. Further in the opinion of the management the current assets, loans and advances have the value for realization in the ordinary course of business at least equal to the amount at which it's stated in the accounts.

iv) The company is in the process of compiling the information about the status of their suppliers or creditors those falls under small-scale industrial undertaking as defined The Micro Small and Medium Enterprises Developments Act 2006 (MSMED Act). Therefore, no information is being provided in current year.

v) Payments to auditors:

	31 <sup>st</sup> March, 2021	31 <sup>st</sup> March, 2020
Statutory Audit Fees	1,20,000	1,20,000
Tax Audit	75,500	75,500
<b>Total</b>	<b>1,95,500</b>	<b>1,95,500</b>

vi) The Deferred tax liability comprises of following:

Particulars	31/03/2021	31/03/2020
<b>Deferred Tax Liability</b>		
On account of Timing Difference (Depreciation)	78,47,336	75,03,040
<b>Total (a)</b>	<b>78,47,336</b>	<b>75,03,040</b>
<b>Deferred Tax Assets</b>		
On Account of Disallowances	(54,24,942)	(47,08,699)
<b>Total (b)</b>	<b>(54,24,942)</b>	<b>(47,08,699)</b>
<b>Net Deferred Tax Liability</b>	<b>24,22,394</b>	<b>27,94,341</b>
Less: - Provision up to previous year	27,94,341	64,25,218
<b>Deferred Tax (Liability) /Assets (Net) for the year</b>	<b>(3,71,947)</b>	<b>(36,30,877)</b>

vii) Earnings per share is worked out as under:

Earnings per Share	31/03/2021	31/03/2020



Profit After Tax (Balance available for Equity Shareholders)	1,08,60,311	(86,82,048)
No. of shares outstanding	1,71,47,670	1,71,47,670
Weighted Average number of equity shares used as denominator for calculating of EPS (No)	1,71,47,670	1,71,47,670
Basic and Diluted Earnings Per Share of face value of Rs 10 each (₹)	0.63	(0.51)
Cash Earnings per share (₹)	2.47	1.66

viii) As per accounting standard 18, issued by the Institute of Chartered Accountants of India (ICAI), the disclosure of transactions with related parties as defined in the accounting standard are given below:

Sr. No.	Name of the related Party	Relation/Key Personnel
1	Mr. Sanjay Rathi	Key Managerial Person (Director of Laxmi Cotspin)
2	Vitthal Polypack Private Limited	One of the Director's Company
3	Rtcamp Solutions Private Limited	
4	Icon Fivehundred Ispat Private Limited	

a) Disclosure in respect of material transactions with related parties during the year:

Nature of Transaction	Sanjay Rathi	Vitthal Polypack Pvt Ltd
Services Received	34,51,206	
Material Purchases	-	10,71,601
Material Sales	-	-



ix) Previous Year Figures regrouped/rearranged/reclassified where ever necessary to confirm to current year grouping & classifications.

In terms of our report of even date

For & on behalf of the Board of Directors

For M/s. Singh Mundada & Associates  
Chartered Accountants

FRN 122059-W

BALAJI  
PRITHVIR  
AJ SINGH

PRITHVIRAJ SINGH  
DN: c=IN, ou=Personal, cn=BALAJI  
PRITHVIRAJ SINGH,  
serialNumber=ed82bd454244d30d5  
d25db3df93351fbae1726be86ca2a5  
6656c4f0ec3466,  
postalCode=431001,  
2.5.4.20=11ed390a8a03e082478b98  
2c889703b529efcbe794910b47cd60  
54227623a, ou=Maharashtra  
Date: 2021.06.24 12:05:08 +05'30'

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



*Sanjay Rathi*

Sanjay Rathi  
(Managing Director)  
DIN 00182739

*Rajesh Bansal*

Rajesh Bansal  
(Director)  
DIN 00272612

Dated: 24<sup>th</sup> June, 2021

Place: Aurangabad.