



29th May 2024

National Stock Exchange of India Ltd., Plot No. C/1 'G' Block, Bandra – Kurla Complex, Bandra East, Mumbai 400 051. Symbol: SALONA	Bombay Stock Exchange Limited Phiroz Jeejeebhoy Towers, Dalal Street, Mumbai – 400 023 Scrip Code: 590056
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Subject: Outcome of the Board Meeting for the quarter and financial year ended 31st March 2024 – Regulation 33 of SEBI (LODR) Regulations, 2015

Mam / Sir,

Pursuant to Regulation 33 and other applicable provisions of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we wish to inform you that the Board of Directors of Salona Cotspin Limited at its meeting held on this day, inter-alia

a) Approved the Audited Standalone Financial Statements of the Company for the financial year ended 31st March 2024.

b) recommended payment of dividend of Re.1 (Rupee One Only) per Equity Share of Rs. 10/- each (fully paid-up) for the financial year ended 31st March 2024 and the same shall be payable subject to approval of the Shareholders at the ensuing Annual General Meeting of the Company.

A copy of the aforesaid audited financial results along with the Auditor's Report thereon is enclosed herewith.

The Board Meeting concluded at 3.30 p.m.

This intimation will also be uploaded on the Company's website at www.salonacotspin.com under Investor tab.

You are requested to kindly take note of the same.

Yours faithfully

For SALONA COTSPIN LTD


Managing Director

SPINNING YARN TO PERFECTION

SALONA COTSPIN LIMITED
CIN L17111TZ1994PLC004797

Regd. Office : SF.No. 74/12 & 75/3, Sathy Main Road, Pungampalli Village, Valipalayam Post
Sathy Taluk, Erode District. Pin No. 638 402

PART I

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND THE YEAR ENDED 31ST MARCH 2024

(Rs.in Lakh, except per equity share data))

Sl No.	PARTICULARS	QUARTER ENDED			YEAR ENDED	
		31.03.2024	31.12.2023	31.03.2023	31.03.2024	31.03.2023
		(Audited)	(Unaudited)	(Audited)	(Audited)	
1	Income from Operations :					
	(a) Revenue from Operations	16,639.87	20,641.78	14,698.79	72,225.79	48,691.14
	(b) Other Income	10.73	8.80	7.95	25.29	29.16
	Total Income	16,650.60	20,650.58	14,706.74	72,251.08	48,720.30
2	Expenses					
	a) Cost of Materials consumed	2,788.32	2,954.35	2,577.34	12,268.43	11,715.05
	b) Purchases of Stock in trade	11,762.06	15,738.24	9,428.78	52,020.00	25,888.63
	c) Changes in Inventories of Finished goods, Work-in-progress and Stock in Trade	(245.29)	(177.18)	1,038.01	(503.10)	2,844.02
	d) Employees benefits expense	391.09	344.32	336.60	1,308.50	1,095.96
	e) Finance costs	271.27	553.26	352.46	1,521.39	940.14
	f) Depreciation and Amortisation expense	271.55	26.21	125.54	686.21	546.68
	g) Other Expenses	1,274.84	1,090.73	816.95	4,109.37	3,664.06
	Total Expenses	16,513.84	20,529.93	14,675.68	71,410.80	46,694.54
3	Profit/(Loss) before exceptional items and Tax (1-2)	136.76	120.65	31.06	840.28	2,025.76
4	Exceptional items	-	-	-	-	-
5	Profit/(Loss) from ordinary activities before Tax (3-4)	136.76	120.65	31.06	840.28	2,025.76
6	Tax expense					
	Current Tax	21.50	20.14	(303.98)	138.93	216.12
	Deferred Tax	25.29	(43.80)	20.87	88.61	52.71
7	Net Profit/(Loss) from ordinary activities after Tax(5-6)	89.97	144.31	314.17	612.74	1,756.93
8	Other Comprehensive Income/(Loss)	12.76	(0.03)	0.30	12.73	0.30
	Items that will not be reclassified to Profit or Loss					
	- Remeasurements of the defined benefit plans					
	- Equity Instruments through other comprehensive Income					
	- Income tax relating to items that will not be reclassified to Profit or Loss	3.50		0.08	3.50	0.08
	Total other Comprehensive Income /(Loss) , net of tax	9.26	(0.03)	0.22	9.23	0.22
9	Total Comprehensive Income /(Loss) for the period (7+8)	99.23	144.28	314.39	621.97	1,757.15
10	Paid up Equity Share Capital (Face value Rs 10/- each)	526.24	526.24	526.24	526.24	526.24
11	Reserve and Surplus (Other Equity)				7443.90	6,885.08
12	Earnings per Share (in Rs.) (Not annualised for quarter)					
	i) Basic	1.71	2.74	5.97	11.64	33.39
	ii) Diluted	1.71	2.74	5.97	11.64	33.39



SALONA COTSPIN LIMITED
A. STATEMENT OF ASSETS AND LIABILITIES

(Rs. in Lakh)

Particulars	As at 31.03.2024 (Audited)	As at 31.03.2023 (Audited)
ASSETS		
(1) Non -Current Assets		
(a) Property, Plant and Equipment	7038.72	4052.55
(b) Capital Work-in-progress	3562.95	26.92
(c) Investment Property	-	-
(d) Intangible assets	9.56	2.02
(e) Financial Assets		
(i) Investments	1.06	0.82
(ii) Loan & Advances	17.50	14.00
(iii) Trade Receivables	0.00	11.45
(f) Other Non-Current Assets	962.29	1597.16
Total Non-Current Assets	11592.08	5704.92
(2) Current Assets		
(a) Inventories	5931.92	5647.19
(b) Financial Assets		
(i) Trade Receivables	14412.76	12232.62
(ii) Cash & Cash equivalents	5.80	6.34
(iii) Other Bank Balances	109.43	74.03
(iv) Other Financial Assets	7.01	12.42
(c) Current Tax Asset (Net)	432.08	389.25
(d) Other Current Assets	3864.23	2951.94
Total Current Assets	24763.23	21313.79
TOTAL ASSETS	36355.31	27018.71
EQUITY AND LIABILITIES		
(1) Equity		
(a) Equity Share Capital	532.89	532.89
(b) Other Equity	7443.90	6885.08
Total Equity	7976.79	7417.97
(2) Non-Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	7714.73	3563.13
(ii) Trade Payables		
Total Outstanding dues of micro enterprises and small enterprises		
Total Outstand dues of creditors other than micro enterprises and small enterprises	223.42	34.56
(b) Provisions	146.82	122.09
(c) Deferred Tax Liabilities (Net)	310.64	359.90
(d) Other Non Current Liabilities		
Total Non-Current Liabilities	8395.61	4079.68
(3) Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	17965.81	12152.10
(ii) Trade Payables		
Total Outstanding dues of micro enterprises and small enterprises	188.80	11.20
Total Outstand dues of creditors other than micro enterprises and small enterprises	1053.53	2399.49
(b) Other Current Liabilities	716.58	920.88
(c) Provisions	58.19	37.39
(d) Current Tax Liabilities (net)	0.00	0.00
Total Current Liabilities	19982.91	15521.06
TOTAL EQUITY AND LIABILITIES	36355.31	27018.71



NOTES :

- 1 The Company's main business is manufacture and sale of Textiles. There is no other reportable segments.
- 2 The above results for the full financial year and for the quarter ended March 31, 2024 has been reviewed and recommended by the Audit Committee and approved by the Board of Directors of the Company at their meeting held on May 29, 2024. The statement of financial results for the full financial year have been audited and the results for the quarter ended March 31, 2024 has been reviewed by the Statutory Auditors' of the Company. The Statutory Auditors' have issued an unmodified opinion on the financial results. The Auditor's report has been filed with the stock exchanges and is also available on the company's website.
- 3 The statement includes the results for the quarters ended March 31, 2024 and March 31, 2023 being the balancing figure of the audited figures in respect of full financial year and the published year to date figures up to the third quarter of the respective financial years. Also refer Note 2 above.
- 4 These financial results have been prepared in accordance with Indian Accounting Standard ("Ind AS") prescribed under section 133 of the Companies Act, 2013 read with the relevant rules there under and in terms of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFO/FAC/62/2016 dated July 5, 2016.
- 5 Previous period figures have been re-grouped/re-classified wherever necessary, to confirm with the current period classification/presentation.
- 6 The Statement of Assets and Liabilities as at March 31, 2024 is given as Annexure A and Statement of Cash Flows for the year ended March 31, 2024 is given as Annexure B.
- 7 The Board has recommended a dividend of 10% (Rs.1.00 per share) for the financial year ended March 31, 2024.

Place : Coimbatore
Date : 29h May 2024



BY ORDER OF THE BOARD
For SALONA COTSPIN LIMITED

Shyam Agarwala
SHYAMLAL AGARWALA
MANAGING DIRECTOR
DIN 00003055

SALONA COTSPIN LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2024

(Rupees in Lakh)

Particulars	As at 31/03/2024 (Audited) Rs.	As at 31/03/2023 (Audited) Rs.
A Cash flow from operating activities:		
Net Profit before taxation and extra ordinary items	853.01	2026.07
Adjustments for:		
Depreciation	686.21	546.68
Deferred Expenses written off		10.18
Profit on sale of fixed assets		10.18
Profit on sale of Investments		
Interest and financial charges paid	1521.39	940.14
Dividend Income	-0.01	-0.01
Interest receipts	-25.27	-18.98
Direct Taxes		
Operating profit before working capital changes	3035.33	3504.08
Adjustments for working capital changes		
(Increase)/Decrease in Operating assets		
Inventories	-284.73	644.37
Trade receivables	-2168.69	-2611.71
Loans and Advances - short term	5.41	-72.13
Other Current Assets	-947.70	-548.81
Current Tax Assets	-180.70	-389.25
Other non-current assets	634.87	-1446.03
Increase/(Decrease) in Operating liabilities		
Trade payables	-979.50	634.05
Other Current Liabilities	-204.29	109.53
Short term Provisions	20.80	-125.39
Loans and Advances - long term	-3.50	1.08
Long Term Provisions	24.73	14.85
Net cash from operations	-1047.98	-285.35
Less : income tax paid	-142.43	-216.12
Net cash flow from operating activities (A)	-1190.41	-501.48
B Cash flow from investing activities:		
Purchase of Fixed Assets	-7215.95	-351.30
Purchase of Investment	-0.24	-0.08
Sale of Fixed Assets		-6.42
Sale of Investments		
Advance for Capital Goods		
Deferred Revenue Expenditure		
Interest receipts	25.27	18.98
Dividend Income	0.01	0.01
Net cash from investing activities (B)	-7190.90	-338.81
C Cash flow from financing activities:		
Proceeds from long term borrowings	4151.59	833.47
Repayment of long term borrowings		
Proceeds from short term borrowings	5813.71	1009.22
Increase/(Decrease) in Secured Loan		
Increase/(Decrease) in long term borrowings		
Increase/(Decrease) in short term borrowings	5813.71	1009.22
Interest and financial charges paid	-1521.39	-940.14
Increase In share Capital		
Dividend Paid	63.15	63.15
Net cash from financing activities	8380.77	839.40
Net increase/(decrease) in cash and cash equivalents	-0.54	-0.89
Cash & cash equivalents at the beginning of the year	6.34	7.23
Cash & cash equivalents at the close of the year	5.80	6.34
Cash and Cash equivalents at the close of the year comprise of		
Cash on hand	4.90	5.35
Cash at bank in current accounts	0.90	1.00
	5.80	6.34

For SALONA COTSPIN LIMITED



Shyam Lal Agarwala
SHYAMLAL AGARWALA
MANAGING DIRECTOR
DIN 00003055

Independent Auditor's Report on Audit of Annual Standalone Financial Result Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To
The Board of Directors
Salona Cotspin Limited,
Coimbatore.

Opinion

We have audited the Standalone Financial results for the year ended March 31, 2024 ("Statement") of Salona Cotspin Limited (the "Company") attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone annual financial results:

- (i) is presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- (ii) give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards, and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information for the year ended March 31, 2024.

Basis for Opinion on the audited standalone financial results for the year ended March 31, 2024

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under Section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those SAs are further described in the Auditor's Responsibilities for the Audit of the Standalone Annual Financial Results section of our report. We are independent of the Company, in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act, and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the standalone annual financial results.

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

The Statement have been prepared on the basis of the standalone annual financial statements. The Company's Management and the Board of Directors are responsible for the preparation and presentation of these standalone annual financial results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133

of the Act and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, the Management and the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities of Audit of the Standalone Financial Results for the year ended March 31,2024:

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the Statement.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone annual financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control,
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion through a separate report on the complete set of standalone financial statements on whether the company has adequate internal financial controls with reference to standalone financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures in the standalone annual financial results made by the Management and Board of Directors
- Conclude on the appropriateness of the Management and Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the



appropriateness of this assumption. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone annual financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

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

Materiality is the magnitude of misstatements in the Annual Standalone Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Annual Standalone Financial Results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Annual Standalone Financial Results.

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

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

Other Matters

The Statement include the results for the quarter ended March 31, 2024 and quarter ended March 31 2023 being the balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of those financial years, which were subjected to limited review by us, as required under the Listing regulations. Our report on the Statement is not modified in respect of this matter.



For Gopalaiyer and Subramanian
Chartered Accountants
(Firm Regn. No:000960S)

CA.R.Mahadevan
Partner
M.no: 027497
UDIN: 24027497BKAVBE2588

Place: Coimbatore
Date: 29.05.2024