

May 29, 2026

To

National Stock Exchange of India Ltd.
Exchange Plaza
Bandra-Kurla Complex
Bandra (E)
Mumbai - 400 051
SYMBOL - SALONA

Corporate Relations Department
BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai - 400 001

Dear Sir/Madam

Sub : Outcome of Meeting of the Board of Directors pursuant to Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

We wish to inform you that the Board of Directors of the Company at their meeting held on May 29, 2026 inter alia, had approved the following:

1. Audited Financial Results of the Company for the quarter and year ended March 31, 2026. In this connection, we are enclosing herewith copy of the audited Financial Results for the quarter and year ended March 31, 2026, along with unmodified Report of the Auditors thereon.
2. Recommended a dividend of Rs.0.60/- per share (6%) having face value of Rs.10/- each for the financial year 2025-2026, subject to the approval of the shareholders at the ensuing Annual General Meeting ("AGM").
3. Approved the appointment of Mr. B. Venkateswar, Practicing Cost Accountant as the Cost Auditor of the Company for the financial year 2026-27.

The details as required under Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. HO/49/14/14(7)2025-CFD-POD2/1/3762/2026 dated January 30, 2026, is enclosed in **Annexure – B**.

The meeting commenced at 3.00 P.M and concluded at 05.40 P.M.

The above information will be made available on the Company's website www.salonacotspin.com.

Kindly take the above details on record.

Thanking You,

For Salona Cotspin Limited



Rajkumari R
Company Secretary & Compliance Officer



Encl.:as above

SPINNING YARN TO PERFECTION

Regd. Off. / Mills : SF No. 74/12 & 75/3, Sathy Main Road, Pungampalli, Valipalayam (P.O) Sathy T.K - 638 402. Tamilnadu.

GSTIN : 33AACCS4554N1Z3
PAN No. : AACCS4554N
CIN No. : L17111 TZ 1994 PLC 004797



Declaration under Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Ref: SEBI Master Circular No. HO/49/14/14(7)2025-CFD-POD2/I/3762/2026 dated 30th January 2026

I, **M.S Selvaraj**, Chief Financial Officer of the Company, hereby declare that the Statutory Auditors of the Company, M/s Gopalaiyer & Subramanian (Firm Registration No.000960S), Chartered Accountants, Coimbatore has submitted an unmodified/unqualified opinion on the Audited Financial Results for the financial year ended March 31, 2026.

For Salona Cotspin Limited



**M.S Selvaraj
Chief Financial Officer**

Place: Coimbatore
Date : May 29, 2026

SPINNING YARN TO PERFECTION

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SALONA COTSPIN LIMITED
CIN L17111TZ1994PLC004797

ANNEXURE - A

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

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND THE YEAR ENDED 31ST MARCH 2026

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

S.No	PARTICULARS	QUARTER ENDED			YEAR ENDED	
		31.03.2026	31.12.2025	31.03.2025	31.03.2026	31.03.2025
		(Refer Note 3)	(Unaudited)	(Refer Note 3)	(Audited)	
1	Income from Operations :					
	(a) Revenue from Operations	11,045.56	15,548.80	14,779.18	59,381.62	66,215.64
	(b) Other Income	24.11	24.25	(3.46)	56.25	15.49
	Total Income	11,069.67	15,573.05	14,775.72	59,437.87	66,231.13
2	Expenses					
	a) Cost of Materials consumed	4,013.82	4,480.50	3,083.73	16,616.57	12,385.78
	b) Purchases of Stock in trade	5,440.92	8,159.99	9,612.61	33,669.97	44,302.36
	c) Changes in Inventories of Finished goods, Work-in-progress and Stock in Trade	(1,222.91)	294.96	(486.91)	(1,206.63)	10.85
	d) Employees benefits expense	560.97	505.58	433.43	2,003.96	1,436.39
	e) Finance costs	463.07	467.74	512.04	1,997.27	1,884.86
	f) Depreciation and Amortisation expense	293.32	237.74	230.88	1,011.24	773.84
	g) Other Expenses	1,444.32	1,342.51	1,538.15	4,866.52	4,883.53
	Total Expenses	10,993.51	15,489.02	14,923.93	58,958.90	65,677.61
3	Profit/(Loss) before exceptional items and Tax (1-2)	76.16	84.03	(148.21)	478.97	553.52
4	Exceptional items	-	-	-	-	-
5	Profit/(Loss) from ordinary activities before Tax (3-4)	76.16	84.03	(148.21)	478.97	553.52
6	Tax expense					
	Current Tax	16.92	13.63	(24.80)	83.75	92.33
	Deferred Tax	195.77	37.57	168.25	239.08	147.88
7	Net Profit/(Loss) from ordinary activities after Tax(5-6)	(136.53)	32.83	(291.66)	156.14	313.31
8	Other Comprehensive Income/(Loss)	28.05	-	28.05	22.75	28.05
	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	(6.33)	-	(7.82)	(6.33)	(7.82)
	Total other Comprehensive Income /(Loss) , net of tax	21.72	-	20.23	16.42	20.23
9	Total Comprehensive Income /(Loss) for the period (7+8)	(114.81)	32.83	(271.43)	172.56	333.54
10	Paid up Equity Share Capital	526.24	526.24	526.24	526.24	526.24
	(Face value Rs 10/- each)					
11	Reserve and Surplus (Other Equity)				7844.76	7,724.82
12	Earnings per Share (in Rs.) (Not annualised for quarter)					
	i) Basic	-2.59	0.62	-5.54	2.97	5.95
	ii) Diluted	-2.59	0.62	-5.54	2.97	5.95



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, 2026 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, 2026. The statement of financial results for the full financial year have been audited and the results for the quarter ended March 31, 2026 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: www.salonacotspin.com/investors/
- 3 The statement includes the results for the quarters ended March 31, 2026 and March 31, 2025 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 The Government of India, with effect from November 21, 2025, notified the Code on Social Security, 2020, the Occupational Safety, Health and Working Conditions Code, 2020, the Industrial Relations Code, 2020, and the Code on Wages, 2019 (collectively, the "Labour Codes"), replacing the existing central labour legislations. Based on its assessment of the provisions currently in force, the Company has concluded that the implementation of these Labour Codes does not have a material impact on its financial results and is not expected to result in any material incremental liability. The Company continues to monitor developments relating to the finalisation and notification of the relevant Central and State Rules and will recognise the accounting impact, if any, as and when such rules become effective.
- 6 Previous period figures have been re-grouped/re-classified wherever necessary, to confirm with the current period classification/presentation.
- 7 The Company does not have any subsidiary/associate/joint venture company(ies) as on March 31, 2026.
- 8 The Statement of Assets and Liabilities as at March 31, 2026 is given as Annexure A and Statement of Cash Flows for the year ended March 31, 2026 is given as Annexure B.
- 9 The Board has recommended a dividend of 6% (Rs.0.60/- per share) for the financial year ended March 31, 2026.

Place : Coimbatore
Date : 29th May 2026



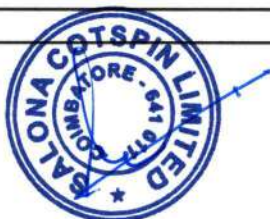
BY ORDER OF THE BOARD
For SALONA COTSPIN LIMITED


SHYAM LAL AGARWALA
CHAIRMAN & MANAGING DIRECTOR
DIN 0003055

SALONA COTSPIN LIMITED
A. STATEMENT OF ASSETS AND LIABILITIES

(Rs.in Lakh)

Particulars	As at 31.03.2026 (Audited)	As at 31.03.2025 (Audited)
ASSETS		
(1) Non -Current Assets		
(a) Property, Plant and Equipment	12212.42	10626.84
(b) Capital Work-in-progress	238.57	1819.37
(c) Investment Property	-	-
(d) Intangible assets	33.55	18.57
(e) Financial Assets		
(i) Investments	0.59	0.49
(ii) Loan & Advances	16.00	15.00
(iii) Trade Receivables	37.33	63.74
(f) Other Non-Current Assets	348.98	308.16
Total Non-Current Assets	12887.44	12852.17
(2) Current Assets		
(a) Inventories	5859.41	6579.72
(b) Financial Assets		
(i) Trade Receivables	7933.28	11656.51
(ii) Cash & Cash equivalents	8.81	11.22
(iii) Other Bank Balances	217.03	200.14
(iv) Other Financial Assets	9.49	7.98
(c) Current Tax Asset (Net)	525.20	563.10
(d) Other Current Assets	2984.45	3578.67
Total Current Assets	17537.67	22597.34
TOTAL ASSETS	30425.11	35449.51
EQUITY AND LIABILITIES		
(1) Equity		
(a) Equity Share Capital	532.89	532.89
(b) Other Equity	7844.76	7724.82
Total Equity	8377.65	8257.71
(2) Non-Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	5277.44	6492.23
(ii) Trade Payables		
Total Outstanding dues of micro enterprises and small enterprises		
Total Outstand dues of creditors other than micro enterprises and small enterprises	267.00	267.59
(b) Provisions	153.33	142.10
(c) Deferred Tax Liabilities (Net)	712.80	605.26
(d) Other Non Current Liabilities	0.00	0.00
Total Non-Current Liabilities	6410.57	7507.18
(3) Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	13687.25	17368.72
(ii) Trade Payables		
Total Outstanding dues of micro enterprises and small enterprises	7.36	0.00
Total Outstand dues of creditors other than micro enterprises and small enterprises	835.00	1349.80
(iii) Other Financial Liabilities	57.61	43.46
(b) Other Current Liabilities	1006.13	878.81
(c) Provisions	43.54	43.83
(d) Current Tax Liabilities (net)	0.00	0.00
Total Current Liabilities	15636.89	19684.62
TOTAL EQUITY AND LIABILITIES	30425.11	35449.51



SALONA COTSPIN LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2026

(Rupees)

Particulars	As at 31/03/2026 (Audited) Rs.	As at 31/03/2025 (Audited) Rs.
A Cash flow from operating activities:		
Net Profit before taxation and extra ordinary items	501.71	581.57
Adjustments for:		
Depreciation	1,011.25	773.84
Deferred Expenses written off		
Profit on sale of fixed assets	(12.48)	(0.41)
Profit on sale of Investments		-
Interest and financial charges paid	1,997.27	1,884.86
Dividend Income	(0.01)	(0.01)
Interest receipts	(35.48)	(15.07)
Direct Taxes		
Operating profit before working capital changes	3,462.26	3,224.78
Adjustments for working capital changes		
(Increase)/Decrease in Operating assets		
Inventories	720.31	(647.80)
Trade receivables	3,749.64	2,692.51
Loans and Advances - short term	(1.51)	(0.97)
Other Current Assets	577.34	194.85
Current Tax Assets	(99.97)	(131.02)
Other non-current assets	(40.82)	656.63
Increase/(Decrease) in Operating liabilities		
Trade payables	(508.03)	151.64
Other Current Liabilities	141.47	205.68
Short term Provisions	(0.29)	(14.36)
Loans and Advances - long term	(1.00)	-
Long Term Provisions	11.24	(4.72)
Net cash from operations	8,010.64	6,327.22
Less : income tax paid	83.75	46.60
Net cash flow from operating activities (A)	7,926.89	6,373.82
B Cash flow from investing activities:		
Purchase of Fixed Assets	(1,110.69)	(2,627.98)
Purchase of Investment	(0.10)	-
Sale of Fixed Assets	92.16	1.00
Sale of Investments	-	0.57
Interest receipts	35.48	15.07
Dividend Income	0.01	0.01
Net cash from investing activities (B)	(983.14)	(2,611.33)
C Cash flow from financing activities:		
Proceeds from long term borrowings	115.10	400.55
Repayment of long term borrowings	(1,329.89)	(1,580.27)
Proceeds/(Repayment) from short term borrowings	(3,681.48)	(597.09)
Repayment of short term borrowings		
Increase/(Decrease) in Unsecured Loan	-	(42.78)
Increase/(Decrease) in short term borrowings	-	
Interest and financial charges paid	(1,997.27)	(1,884.86)
Increase In share Capital		
Dividend Paid	(52.62)	(52.62)
Net cash from financing activities	(6,946.16)	(3,757.07)
Net increase/(decrease) in cash and cash equivalents	(2.41)	5.42
Cash & cash equivalents at the beginning of the year	11.22	5.80
Cash & cash equivalents at the close of the year	8.81	11.22
Cash and Cash equivalents at the close of the year comprise of		
Cash on hand	8.50	8.52
Cash at bank in current accounts	0.32	2.70
	8.81	11.22





Independent Auditor's Report on the Quarterly and Year to Date Audited Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To
The Board of Directors
Salona Cotspin Limited,
Coimbatore – 641011.

Opinion

We have audited the accompanying Statement of quarterly and year to date financial results of Salona Cotspin Limited (the "Company") for the quarter ended March 31, 2026 and for the year ended March 31, 2026 ("Statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

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

- (i) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations, as amended ; and
- (ii) gives 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, 2026.

Basis for Opinion

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



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

The Financial Results have been prepared on the basis of the annual financial statements. The Company's Management and the Board of Directors are responsible for the preparation and presentation of these 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 is responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Annual Financial Results:

Our objectives are to obtain reasonable assurance about whether the Statement as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of 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 annual financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.



- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion through a separate report on the complete set of financial statements on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures in the 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 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 annual financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results of the company to express an opinion on the financial results.

Materiality is the magnitude of misstatements in the financial results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial results may be influenced. We consider quantitative materiality and the 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 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, 2026 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 the current financial year, 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 matters.



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

A handwritten signature in blue ink, appearing to read "M Venkatesh Prasath".

**M Venkatesh Prasath
Partner
Membership No : 264906
UDIN: 26264906JTEGIW7639**

Place: Coimbatore
Date: 29/05/2026

Annexure – B

Disclosure required under Regulation 30 read with Schedule III of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and HO/49/14/14(7)2025-CFD-POD2/1/3762/2026 dated January 30, 2026

S.No	Particulars	Mr. B Venkateswar, Cost Auditor
1	Reason for change viz. Appointment	Re-appointment as Cost Auditor of the Company for the financial year 2026-2027.
2	Date of appointment & term of appointment	Re-appointed on May 29, 2026, for the financial year 2026-2027.
3	Brief Profile	Mr. B. Venkateswar is a seasoned Cost Auditor with nearly three decades of extensive experience in the field. He possesses deep expertise in cost accounting, maintenance of cost accounting records, and the implementation of Costing Management Information Systems (MIS). In addition, he has significant experience in management audits, GST audits, internal audits, stock valuation, and costing certifications. Over the years, he has catered to a wide spectrum of clients across industries including textiles, iron and steel, machinery, sugar, rubber, and the power sector.
4	Disclosure of relationships between Directors (in case of appointment of a Director).	Not Applicable



SPINNING YARN TO PERFECTION

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