

Natvarlal Vepari & Co.

CHARTERED ACCOUNTANTS

903-904, 9th Floor, Raheja Chambers, 213, Nariman Point, Mumbai 400 021. Tel. : 6752 7100 Fax : 6752 7101 E-mail : nvc@nvc.in

Independent Auditor's Review Report on Standalone Unaudited Quarterly and Year to Date Financial Results of Laxmi Organic Industries limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as Amended)

To,
The Board of Directors of
Laxmi Organic Industries Limited

1. We have reviewed the accompanying statement of standalone unaudited financial results(" the Statement") of Laxmi Organic Industries Limited ("the Company") for the quarter ended September 30, 2022, and the year to date results for the period April 01, 2022 to September 30, 2022, being submitted by the Company pursuant to the requirements of regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, as amended (The Listing Regulations).
2. The Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. This statement has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" (Ind-AS 34) prescribed under section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with regulation 33 of the Listing Regulations. Our responsibility is to express a conclusion in our report on this Statement based on our review.
3. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statement is free of material misstatements. A review of interim financial information consists of making inquiries, primarily of persons responsible for accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards of Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited financial results prepared in accordance with applicable accounting standards as specified under section 133 of the



Natvarlal Vepari & Co.

CHARTERED ACCOUNTANTS

903-904, 9th Floor, Raheja Chambers, 213, Nariman Point, Mumbai 400 021. Tel. : 6752 7100 Fax : 6752 7101 E-mail : nvc@nvc.in

Companies Act, 2013, read with rule 7 of the Companies (Accounts) Rules, 2014 and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of regulation 33 of the Listing Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement.

Other Matters

5. We invite attention to the Note no 4 in the Statement relating to the order of the merger of Acetyls Holding Private Limited ('AHPL') and its step-down subsidiary namely, Yellowstone Chemicals Private Limited ('YCPL'), with the Company with the appointed date as of October 2, 2021 which has been approved vide order dated August 28, 2022. The Company has given the effect of the merger in the quarter ended September 30, 2022. Since the appointed date is October 2, 2021, the prior period comparative of the quarter ended June 30, 2022 and the Year ended March 31, 2022 has been restated.

For Natvarlal Vepari & Co
Chartered Accountants
Firm Registration No. 106971W

Nuzhat Khan

Partner

M. No. 124960

Mumbai Dated: November 08, 2022

UDIN: 22124960BCNIDL5848



LAXMI ORGANIC INDUSTRIES LIMITED

CIN :L24200MH1989PLC051736

Statement of Unaudited Standalone Financial Results for the Quarter and Half Year ended September 30,2022

(Rs in Millions)

Sr. No.	Particulars	Quarter Ended			Six months ended		Year Ended
		30.09.2022	30.06.2022	30.09.2021	30.09.2022	30.09.2021	31.03.2022
		Unaudited	Refer note 4	Unaudited	Unaudited	Unaudited	Refer note 4
1	Income						
	Revenue from operations	5,966.54	7,489.11	5,262.92	13,455.65	12,160.19	28,816.37
	Other income	74.16	48.48	89.67	122.64	144.34	211.58
	Total income	6,040.70	7,537.59	5,352.59	13,578.29	12,304.53	29,027.95
2	Expenses						
	Cost of raw materials consumed	3,194.19	4,194.35	3,287.56	7,388.54	7,034.80	16,943.87
	Purchases of stock-in-trade	492.68	696.37	673.80	1,189.05	1,543.24	3,239.41
	Change in inventories of finished goods, work in progress and stock in trade	327.65	(289.59)	22.45	38.06	(164.44)	(557.72)
	Employee benefits expense	284.72	264.97	265.01	549.69	547.19	1,162.58
	Finance cost	40.33	20.62	8.82	60.95	33.93	141.61
	Depreciation and amortisation expense	166.21	132.20	109.51	298.41	215.11	468.31
	Other expenses	1,435.13	1,651.96	773.64	3,087.09	1,591.74	4,694.04
	Total expenses	5,940.91	6,670.88	5,140.79	12,611.79	10,801.57	26,092.10
3	Profit/(loss) before tax	99.79	866.71	211.80	966.50	1,502.96	2,935.85
4	Tax expense	10.58	212.60	108.59	223.18	412.98	539.82
	- Current tax	18.19	204.30	77.86	222.49	333.66	558.70
	- Deferred tax	(7.61)	8.30	30.73	0.69	79.32	35.83
	-Income tax (excess) /short provision of previous year	-	-	-	-	-	(54.71)
7	Profit for the period	89.21	654.11	103.21	743.32	1,089.98	2,396.03
8	Other comprehensive income (OCI)	1.19	6.39	(0.85)	7.58	(10.42)	(11.97)
9	Total comprehensive income for the period	90.40	660.50	102.36	750.90	1,079.56	2,384.06
10	Paid up share capital (face value Rs. 2/- per share)	530.32	530.19	527.33	530.32	527.33	527.33
11	Other equity						12,296.87
12	Earnings per equity share (face value Rs. 2/- per share)						
	Basic (Rs)	0.34	2.46	0.39	2.81	4.13	9.09
	Diluted (Rs)	0.33	2.45	0.39	2.78	4.07	8.96



LAXMI ORGANIC INDUSTRIES LIMITED
CIN :L24200MH1989PLC051736
Statement of Unaudited Standalone Assets and Liabilities

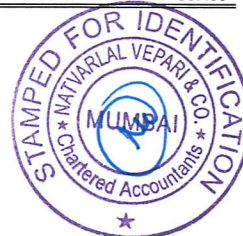
(Rs in Millions)

Particulars	As at Sep 30, 2022	As at March 31, 2022
	Unaudited	Refer Note 4
ASSETS		
Non-current assets		
Property, plant and equipment	4,849.69	3,582.88
Capital work-in-progress	1,272.88	1,770.99
Other intangible assets	5.85	7.65
Right of use assets	63.01	16.03
Financial assets		
Investments	124.01	108.89
Loans	2,696.43	2,071.96
Others	57.74	56.57
Other non-current assets	153.88	123.89
Total non-current assets	9,223.49	7,738.86
Current assets		
Inventories	3,007.72	3,226.93
Financial assets		
Investments	159.45	208.44
Trade receivables	4,318.16	6,245.99
Cash and cash equivalents	321.88	288.58
Other bank balance	1,071.70	1,479.03
Loans	-	-
Others	1,126.41	965.07
Other current assets	1,592.42	1,457.95
Total current assets	11,597.74	13,871.99
Non Current Assets held for Sale	61.60	61.60
Total assets	20,882.83	21,672.45
EQUITY & LIABILITIES		
Equity		
Equity share capital	530.32	527.33
Other equity	12,995.89	12,296.87
Total equity	13,526.21	12,824.20
Liabilities		
Non-current liabilities		
Financial liabilities		
Borrowings	233.90	21.66
Lease liability	35.51	1.06
Provisions	38.79	39.27
Deferred tax liabilities (net)	189.94	189.43
Other non-current liabilities	-	-
Total non-current liabilities	498.14	251.42
Current liabilities		
Financial liabilities		
Borrowings	1,963.24	960.89
Lease liability	18.38	8.72
Trade payables		
- total outstanding dues of micro and small enterprise	99.79	115.85
- total outstanding dues of other than micro and small enterprise	4,303.05	6,765.06
Other financial liabilities	262.36	462.49
Provisions	141.33	119.29
Current tax liabilities (net)	20.59	76.72
Other current liabilities	49.75	87.81
Total current liabilities	6,858.48	8,596.83
Total equity and liabilities	20,882.83	21,672.45



LAXMI ORGANIC INDUSTRIES LIMITED
Statement of Unaudited Standalone Cash Flows for the six months period ended September 30, 2022
(All figures are rupees in million unless otherwise stated)

Particulars	For the period ended September 30, 2022	For the period ended September 30, 2021
A. Cash flow from operating activities		
Profit / (loss) before exceptional items and tax	966.50	1,502.96
<u>Adjustments for:</u>		
Depreciation and amortisation expense	298.41	215.11
(Profit) / loss on sale / write off of assets	(0.32)	-
Finance cost	54.75	15.75
Interest on direct tax	0.01	0.38
Interest income	(108.50)	(108.51)
Guarantee commission	-	(0.64)
Amortisation of upfront fees	-	10.79
Profit on sale of investments	(1.55)	(3.60)
Provision/ (reversal) of expected credit loss	23.00	0.05
Sundry balances written back	(5.56)	(13.35)
ESOP compensation cost	42.77	130.74
Impairment of Subsidiary balances	(6.68)	-
Net unrealised exchange (gain) / loss	19.91	12.73
Total of non cash adjustments	316.24	259.45
Operating profit / (loss) before changes in working capital	1,282.74	1,762.41
<u>Changes in working capital:</u>		
Adjustments for (increase) / decrease in operating assets:		
Inventories	219.20	(206.14)
Trade receivables	1,920.46	(889.76)
Financial assets	(94.73)	(167.15)
Non financial assets	(122.07)	(318.61)
Adjustments for increase / (decrease) in operating liabilities:		
Trade payable	(2,515.79)	122.58
Non financial liabilities	(38.70)	14.38
Financial liabilities	(191.68)	(57.28)
Provisions	(32.36)	7.77
Total of changes in working capital	(855.67)	(1,494.21)
Cash generated from operations	427.07	268.20
Net income tax (paid) / refunds	(221.59)	(160.98)
Net cash flow from operating activities (A)	205.48	107.22
B. Cash flow from investing activities		
Capital expenditure on property, plant and equipment	(1,078.09)	(956.86)
Proceeds from sale of property, plant and equipment	0.32	11.88
Loans Given to Related Parties	(724.19)	(880.19)
Loans Repaid by Related Parties	106.40	46.56
Movement in other bank balances	407.33	3,339.77
Equity Investments / Contribution in subsidiaries	(15.12)	(50.00)
Purchase of Current investments	(3,989.80)	(5,951.50)
Sale of Current investments	4,031.35	5,885.00
Interest received	39.21	33.68
Net cash flow used in investing activities (B)	(1,222.59)	1,478.34
C. Cash flow from financing activities		
Proceeds from issue of share capital (including securities premium)	93.72	-
Proceeds from long term borrowings	250.00	-
Repayment of long term borrowings	(40.16)	(1,326.82)
Net Proceeds from short term borrowings	1,004.75	202.22
Interest paid	(62.77)	(15.05)
Lease Liabilities: Principal	(9.34)	(10.11)
Lease Liabilities: Interest	(0.42)	(0.70)
Dividends paid	(185.37)	(131.83)
Net cash flow from / (used in) financing activities (C)	1,050.41	(1,282.29)
Net increase / (decrease) in cash and cash equivalents (A+B+C)	33.30	303.27
Cash and cash equivalents at the beginning of the year	288.58	263.81
Cash and cash equivalents at the end of the year	321.88	567.08
Components of cash and cash equivalents		
Cash on hand	2.41	2.31
Balances with bank	319.47	564.77
Total balance	321.88	567.08



LAXMI ORGANIC INDUSTRIES LIMITED

CIN :L24200MH1989PLC051736

Notes to Unaudited Standalone Financial Results for the Quarter and Half Year ended September 30, 2022

- 1 The above Unaudited Standalone Financial Results as reviewed by the Audit Committee, were approved and taken on record by the Board of Directors in their meeting held on November 08, 2022.
- 2 The Statutory Auditors have carried out limited review of the aforesaid Unaudited Standalone Financial Results and have issued their Unmodified Limited Review Report thereon.
- 3 The Company deals in 'chemicals business' and has only one reportable segment. This is consistent with the internal reporting provided to the Chief Operating Decision Maker. The Chief Operating Decision Maker who is responsible for allocating resources and operational performance has been identified as the Managing Director.
- 4 The scheme of merger of wholly owned subsidiary namely, Acetyls Holding Private Limited ('AHPL') and its step-down subsidiary namely, Yellowstone Chemicals Private Limited ('YCPL'), with the Company with the appointed date as of October 2, 2021 was approved by NCLT by passing a Final Order dated August 28, 2022 ('Final Order'). As specified in the Final Order the Company has filed Form INC-28 on September 30, 2022 and made the Final Order effective. Consequently, the Company has merged the financials of AHPL and YCPL in these Unaudited Standalone Financial Result.
The impact of the merger has been given as per the scheme in the quarter ended September 30, 2022. Since the appointed date was October 2, 2021, the prior period comparatives of quarter ended June 30, 2022 and the year ended March 31, 2022 have been restated in these Unaudited Standalone Financial Results for the purposes of comparability.
- 5 The Board of Directors, in its meeting held on May 04, 2022, had recommended a dividend of 35% (Rs.0.70 per equity share) on the face value of Rs.2 per share of the Company for the financial year ended March 31, 2022. The said dividend was approved by the shareholders in the Annual General Meetings of the Company held on July 29, 2022 and has since been paid out.
- 6 During the quarter under review, the Company has allotted 65,895 equity shares of the face value of Rs.2/- each to the option grantees on September 1, 2022. Accordingly, the issued, subscribed and paid-up capital of the Company has increased from Rs. 530.19 million consisting of 26,50,95,078 Equity shares of Rs.2 each to Rs. 530.32 million consisting of 26,51,60,973 Equity shares of Rs.2 each. The basic and diluted EPS for quarter ended September 30, 2022 has been calculated in accordance with Ind As 33.
- 7 Figures for the previous period have been regrouped/ reclassified as required to conform to the figures of the current period.

For and on behalf of the Board of Directors

Laxmi Organic Industries Ltd

Ravi Goenka

Chairman and Managing Director

DIN-00059267

Place : Mumbai

Date : November 08, 2022

