Sri Lakshmi Saraswathi Textiles (Arni) Limited

"CIN : L17111TN1964PLC005183"

RO/MS/SEC- 015 /2025-26 May 28, 2025

The Secretary
BSE Limited,
Phiroze Jeejeebhoy Towers
25th Floor, Dalal Street
MUMBAI 400 023

Dear Sir/ Madam,

Sub: Corrigendum to the Board Meeting Outcome held on 24th May, 2025
Ref : Company Code – SLSTLQ – 521161
ISIN : INE456D01010

This is in furtherance to our letter no.: RO/MS/SEC- 014 /2025-26 wherein the Company had earlier submitted the outcome of the Board Meeting held on 24th May, 2025 and approved the following:

A. Audited Financial Results:

1. Audited standalone Financial Results of the Company for the Quarter and Financial Year ended 31st March 2025.

B. Appointment of Auditors:

2. Pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with Schedule III, Part A, Para A, the Board has approved the appointment of M/s. A K Jain & Associates, Practicing Company Secretaries, as the Secretarial Auditors of the Company for the financial year 2025-26.

3. Pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with Schedule III, Part A, Para A, the Board has approved the appointment of M/s G Natesan and Co, Chartered Accountants and M/s RVK & CO. Chartered Accountant as an Internal Auditor of the Company to conduct the Internal Audit for the financial year 2025-26.

4. Pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with Schedule III, Part A, Para A, the Board has approved the appointment of M/s. SVM ASSOCIATES, Cost Accountants, as Cost Auditor of the Company to conduct the audit of cost records for the financial year 2025-26.

Pursuant to the Regulation 30 read with Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are enclosing herewith the following:

SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED
CHENNAI
600 034

1. Audited Financial Results for the quarter and year ended 31st March 2025.
   a) Statement of assets and liabilities
   b) Cash Flow Statement
2. Auditors Report
3. Statement on Impact of Audit Qualification.
4. Press Release on Audited Financial Results for the quarter and year ended as on 31.03.2025.
5. The details required under Regulation 30 of the SEBI Listing Regulations, read with SEBI Circular No. SEBI/HO/CFD/PoD2/CIR/P/0155 dated November 11, 2024. (As Annexure-A)

a. <u>Annual General Meeting:</u>

The 61st Annual General Meeting of the members of the Company is scheduled to be held on Monday, 11th August 2025 at 02.30 PM through video conferencing and other audio visual means.

Kindly note that an inadvertent typo error was noticed in the non-statutory section of the Audited Financial Results for the quarter and year ended 31st March 2025. We request that the outcome and filings submitted on 24th May 2025 be read in conjunction with this corrigendum.

We wish to inform that the meeting commenced at 11.30 AM and concluded at 12.45 PM.

Please take the above information on record.

Thanking you,

Yours faithfully,

For **SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED**

SRIHARI BALAKRISHNA Digitally signed by SRIHARI BALAKRISHNA Date: 2025.05.28 15:42:21 +05'30'

(BALAKRISHNA S)
MANAGING DIRECTOR

SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED CHENNAI 600 034

SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED
Registered Office: 16,Krishnama Road, Nungambakkam, Chennai - 600 034
CIN L17111TN1964PLC005183
Telephone No. 044 - 28277344, Email: slst@slstarni.com, Website: www.slstindia.com

Statement of Audited Financial Results for the Quarter and Year ended 31st March 2025

(Rs.in.Lakhs)

S.No	Particulars	Quarter ended			Year ended	
		31-03-2025 Audited	31-12-2024 Unaudited	31-03-2024 Audited	31-03-2025 Audited	31-03-2024 Audited
1	INCOME FROM OPERATIONS					
	a) Net sales/Income from operations	2618.07	2663.89	2829.62	9954.20	12711.70
	b) Other Income	26.11	28.82	21.39	68.60	32.80
	Total Income from operations	2644.18	2692.71	2851.01	10022.80	12744.50
2	Expenses					
	a) Cost of material consumed	1626.00	1868.01	1880.43	6878.54	8951.94
	b) Purchases of stock in trade	47.70	21.41	0.31	144.66	99.30
	c) Changes in inventories of work-in-process	90.39	-21.73	25.08	69.17	34.59
	d) Changes in inventories of finished goods	59.57	-43.31	170.59	-2.62	83.31
	e) Employee benefit expenses	494.43	490.81	403.73	1862.37	1878.60
	f) Finance Cost	49.32	184.08	69.42	566.25	436.55
	g) Power & Fuel	415.84	460.91	429.07	1606.18	2040.36
	h) Depreciation and amortisation expenses	45.18	45.55	48.36	181.57	192.72
	i) Other Expenditure	236.00	233.95	226.66	830.52	1025.48
	Total Expenses	3064.43	3239.68	3253.65	12136.64	14742.85
3	Profit / Loss before Exceptional items & Tax (1 - 2)	-420.25	-546.97	-402.64	-2113.84	-1998.35
4	Add/(Less)Exceptional Items-Income(+) / Expenses(-)	0.00	0.00	0.00	0.00	0.00
5	Profit(+)/Loss(-) Before Tax (3 - 4)	-420.25	-546.97	-402.64	-2113.84	-1998.35
6	Tax Expenses					
	a) Current Tax	0.00	0.00	0.00	0.00	0.00
	b) (Excess)/Short Provision Tax relating to Earlier years	0.00	0.00	0.00	0.00	0.00
	c) Deferred Tax	18.47	0.00	0.00	18.47	0.00
	Sub Total	18.47	0.00	0.00	18.47	0.00
7	Net Profit(+)/Loss for the period (5 - 6)	-438.72	-546.97	-402.64	-2132.31	-1998.35
8	Other Comprehensive Income (Net of Tax)	61.57	0.00	-21.12	61.57	-21.12
9	Total Comprehensive Income After Tax (7 + 8)	-377.15	-546.97	-423.76	-2070.74	-2019.47
10	Paid-up equity share Capital (Face value of the shares Rs.10/-each)	333.28	333.28	333.28	333.28	333.28
11	Other Equity	--	--	--	-7191.90	-5121.17
12	Earning Per share of Rs.10/- each (in Rs.) Not Annualised)					
	a) Basic Rs.	-11.32	-16.41	-12.71	-62.13	-60.59
	b) Diluted Rs.	-11.32	-16.41	-12.71	-62.13	-60.59

SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED
CHENNAI
600 034

STATEMENT OF ASSETS & LIABILITIES

Particulars	Audited As at 31-03-2025 (Rs.in Lakhs)	Audited As at 31-03-2024 (Rs.in Lakhs)
I. ASSETS		
1. Non-Current Assets :		
(a) Property, Plant and Equipment	1427.16	1542.06
(b) Capital Work In Progress	743.95	434.10
(c) Other Intangible assets	0.87	1.09
(d) Financial Assets :		
i. Investments	31.55	101.82
(d) Other Non- Current Assets	127.35	127.35
Total of Non Current Assets	**2330.88**	**2206.42**
2. Current Assets :		
(a) Inventories	456.49	489.02
(b) Financial Assets :		
i. Trade Receivables	195.54	178.54
ii. Cash and Cash Equivalents	2.83	26.41
iii. Bank balance other than (ii) above	189.07	184.48
iv. Security Deposits	487.17	376.90
(c) Current Tax Assets (Net)	21.86	18.67
(d) Other Current Assets	776.93	184.47
Total of Current Assets	**2129.89**	**1458.49**
TOTAL ASSETS	**4460.77**	**3664.91**
II. EQUITY AND LIABLITIES		
1) Equity:		
a) Equity Share Capital	333.28	333.28
b) Other Equity	-7191.90	-5121.17
Total Equity atributable to Equity Shareholders	**-6858.62**	**-4787.89**
2) Liabilities:		
Non Current Liabilities :		
a) Financial Liabilities		
i. Borrowings	737.47	220.68
b) Deferred tax liabilities (Net)	18.47	0.00
Total of Non Current Liabilities	**755.94**	**220.68**
3) Current Liabilities :		
a) Financial Liabilities		
i. Borrowings Secured	1149.61	0.00
ii. Borrowings Unsecured	2203.80	1199.20
iii. Trade Payables		
- Dues to micro and small enterprises	39.81	17.20
- Dues to other than micro and	4687.69	4761.07
ivi. Other financial liabilities	1546.75	1388.04
b) Provisions	935.79	866.60
Total of Current Liabilities	**10563.45**	**8232.11**
TOTAL EQUITY AND LIABILITIES	**4460.77**	**3664.91**

SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED
CHENNAI
600 034

SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2025
CIN: L17111TN1964PLC005183

	Amount Rs. in lakhs	
	2024-25	**2023-24**
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax	(2,113.84)	(1,998.35)
Adjustments for :		
Add :- Depreciation	181.57	192.72
Finance Expenses	566.25	436.55
	(1,366.02)	(1,369.08)
(Less) / Add :- (Profit) / Loss on sale of assets	(33.27)	-
Interest received	(34.38)	(31.62)
Operating Profit before Working Capital Changes	(1,433.67)	(1,400.70)
Adjustments for :-		
(Increase)/ Decrease in Inventories	32.53	405.11
(Increase)/ Decrease in Receivables	(17.00)	-54.29
(Increase)/ Decrease in other financial assets	(110.27)	-57.68
(Increase)/ Decrease in other current assets	(592.46)	86.52
Increase/(Decrease) in Trade payable	(50.77)	1263.63
Increase/(Decrease) in other financial liabilities	274.48	135.83
Cash Generated from Operations	(1,897.16)	378.42
Direct taxes paid	**(3.19)**	**(2.74)**
NET CASH FROM OPERATING ACTIVITIES (a)	(1,900.35)	375.68
B.CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed assets and other Capital expenses	(384.34)	(107.82)
Sale of Fixed assets	41.31	-
Sale/Purchase of shares	70.26	1.06
Increase/(Decrease) Bank deposit	(4.59)	(66.62)
Interest received	34.38	31.62
NET CASH FROM INVESTING ACTIVITIES (b)	(242.98)	(141.76)
C.CASH FLOW FROM FINANCING ACTIVITIES		
(Decrease)/ Increase in Working Capital Bank Finance	1,149.61	-
Proceeds Unsecured Loans and other Loans	1,004.60	244.00
Proceeds secured loan	706.15	36.98
Repayment of Term loans	(174.36)	(90.36)
Finance Expenses	(566.25)	(436.55)
NET CASH FROM FINANCING ACTIVITIES (c)	2,119.75	(245.93)
Net Change in Cash and Cash Equivalent (a+b+c)	(23.58)	(12.01)
Cash and Cash Equivalents as at the beginning	26.41	38.42
Cash and Cash Equivalents as at the end	**2.83**	**26.41**

SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED
CHENNAI
600 034

Note:

a. The above audited results were reviewed by the Audit Committee at its meeting held on 24.05.2025 and approved by the Board of Directors at their meeting held on 24.05.2025.

b. The statement has been prepared in accordance with the companies (Indian Accounting Standard) Rules,2015 (IND AS) prescribed under Section 133 of the Companies Act, 2013 and other recognized accounting practices and policies to the extent applicable.

c. The figures for the quarter ended 31st March 2025 and 31st March 2024 are the balancing figures between audited results in respect of full financial year and published year to date upto the 3rd quarter of relevant financial year.

d) The Previous period figures have been re-grouped / re-stated wherever necessary.

e) The Company operates only one segment i.e Yarn Manufacturing, hence segment reporting is not applicable.

f) The above is an extract of the detailed format of Quarterly / Annual Financial Results filed with the Stock Exchange under Regulation 33 of the SEBI (Listing and Other Disclosure Requirements) Regulation 2015. The full format of the quarterly / Annual Financial Results are available on the Company's website (http://www.slstindia.com) and on the BSE (http://www.bseindia.com).

for and on behalf of the
/ Board of Directors /

Sri Lakshmi Saraswathi Textiles (Arni) Limited

SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED
CHENNAI
600 034

(BALA KRISHNA S)
MANAGING DIRECTOR
DIN : 00084524

Place: Chennai
Date : May 24, 2025

SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED
Registered Office: 16,Krishnama Road, Nungambakkam, Chennai - 600 034
CIN L17111TN1964PLC005183
Telephone No. 044 - 28277344, Email: slst@slstarni.com, Website: www.slstindia.com
Statement of Audited Financial Results for the Quarter and Year ended 31st March 2025

(Rs.in.Lakhs)

S.No.	Particulars	Quarter ended			Year Ended	
		31-03-2025 **Audited**	31-12-2024 **Unaudited**	31-03-2024 **Audited**	31-03-2025 **Audited**	31-03-2024 **Audited**
1.	Total Income from operations (net)	2644.18	2692.71	2851.01	10022.80	12744.50
2.	Net Profit / (Loss) for the period (before Tax, Exceptional and/or Extraordinary items#)	-420.25	-546.97	-402.64	-2113.84	-1998.35
3.	Net Profit / (Loss) for the period before tax (after Exceptional and/or Extraordinary items#)	-420.25	-546.97	-402.64	-2113.84	-1998.35
4.	Net Profit / (Loss) for the period after tax (after Exceptional and/or Extraordinary items#)	-438.72	-546.97	-402.64	-2132.31	-1998.35
5.	Total Comprehensive Income for the period [Comprising Profit / (Loss) for the period (after tax) and Other Comprehensive Income (after tax)]	-377.15	-546.97	-423.76	-2070.74	-2019.47
6.	Equity Share Capital	333.28	333.28	333.28	333.28	333.28
7.	Other Equity	--	--	--	-7191.90	-5121.17
8.	Earnings Per Share (of Rs. 10/- each)					
	1. Basic. Rs.	-11.32	-16.41	-12.71	-62.13	-60.59
	2. Diluted: Rs.	-11.32	-16.41	-12.71	-62.13	-60.59

Note:
a. The above is an extract of the detailed format of Quarterly/Year ended Financial Results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing and Other Disclosure Requirements) Regulations, 2015. The full format of the Quarterly/ Annual Financial Results are available on the Stock Exchange website. BSE: http://www.bseindia.com and Company Website Http://www.slstindia.com.
b. The impact on net profit / loss, total comprehensive income or any other relevant financial item(s) due to change(s) in accounting policies shall be disclosed by means of a footnote.
c) Exceptional and/or Extraordinary items adjusted in the Statement of Profit and Loss in accordance with Ind-AS Rules / AS Rules, whichever is applicable

for and on behalf of the
/ Board of Directors /

SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED CHENNAI 600 034

Sri Lakshmi Saraswathi Textiles (Arni) Limited

(BALA KRISHNA S)
MANAGING DIRECTOR
DIN : 00084524

Place : Chennai
Date : May 24, 2025

S B S B AND ASSOCIATES
Chartered Accountants

INDIA

INDEPENDENT AUDITORS REPORT

To the members of SRI LAKSHMI SARASWATI TEXTILES (ARNI) LIMITED

(CIN: L17111TN1964PLC005183)

Report on the audit of the Standalone Ind AS Financial Statements

Qualified Opinion

We have audited the accompanying financial statements of SRI LAKSHMI SARASWATI TEXTILES (ARNI) LIMITED ("the Company"), which comprise the Balance Sheet as at March 31, 2025, the Statement of Profit and Loss, (including Other Comprehensive Income), the Statement of Changes in Equity and Statement of Cash Flows for the year then ended and notes to the Financial Statements, including a summary of the Material Accounting Policy information and other explanatory information, [hereinafter referred to as Ind AS Financial Statements].

In our opinion and to the best of our information and according to the explanations given to us, except for the matters described in the Basis for Qualified Opinion paragraph below 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 Indian Accounting Standards prescribed under Section 133 of The Act read with the companies (Indian Accounting Standards) Rules, 2015 as amended ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2025, and Loss for the year ended on that date.

Basis for Qualified Opinion

The Company's net worth has completely eroded. The accumulated loss for the reporting period amounts to Rs. 9,195.89 Lakhs (Previous Year Rs. 7,125.15 Lakhs). The turnover during the year ended 31st March 2025 amounts Rs. 9,954.20 Lakhs (Previous Year Rs. 12,711.70 Lakhs) as per the books of accounts. The statement of profit and loss account also indicates that the company has been incurring net losses for the previous three years including the period under audit. These events indicate that a material uncertainty exists that may cast significant doubt on the company's ability to continue as a going concern. However, the company's statement of audited financial results has been prepared on going concern basis of accounting, based on the opinion of the management that the company would generate sufficient profits in the foreseeable future.

We have observed that, advances paid amounting to Rs. 86.07 Lakhs, which are long outstanding and since confirmation of balances have not been received for the amount of Rs. 43.20 Lakhs, we are unable to comment on the quality of such assets.

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone 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 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.

Old No. H-43/1, New No. H-13, 5th Street, Anna Nagar East, Chennai - 600 102.
Mobile : 94440 16072
E-mail : sbsbca@gmail.com, Web : www.sbsbca.in

Emphasis of matter paragraph.

We have observed that an advance to an extent of Rs. 39.08 Lakhs, has been given, for the purchase of machinery which is outstanding for more than 3 years.
Our opinion is not modified with respect to the above matters.

Key Audit Matters –

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financials statements of the current period. We have determined that there is no key audit matters to be communicated in the report.

Information Other Than Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the other information in the Annual Report, comprising of the Director's report and its annexures, but does not include the standalone financial statements and our auditor's report thereon.

Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements, or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that if there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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 and presentation of these Standalone Financial Statements that give a true and fair view of the Standalone Financial position, Standalone Financial Performance and Standalone Cash Flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 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 Standalone Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Standalone 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.

S B SRD AND ASSOCIATES CHENNAI Chartered Accountants

Auditor's Responsibility for the Audit of the Standalone Financial Statements

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

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

- Identify and assess the risks of material misstatement of the Standalone Financial Statements, 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 controls 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 on whether the Company has adequate Internal Financial Controls system 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 made by management.
- Conclude on the appropriateness of management's 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 Company's ability to continue as a going concern. 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 Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure, and content of the Standalone Financial Statements, including the disclosures, and whether the Standalone Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Financial Statements 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 Financial Statements.

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.

Report on Other Legal and Regulatory Requirements

1. As required by section 143(3) of the Act, we report that.

   a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief are necessary for the purpose of our audit.
   b. In our opinion, proper books of accounts as required by the law have been kept by the Company as far as it appears from our examinations of those books.
   c. The Balance Sheet, Statement of Profit and Loss, and the Cash Flow Statement are in agreement with the books of accounts.
   d. In our opinion, the aforesaid Financial Statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
   e. On the basis of written representations received from the directors as on 31 March 2025 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2025 from being appointed as a director in terms of Section 164 (2) of the Act.
   f. In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the company to its directors during the year is in accordance with the requirements of Section 197(16) of the Act, as amended.
   g. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such control refer to our separate report in "Annexure A."
   h. 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:
      i. The Company has no pending litigations and hence, reporting under this clause is not applicable.
      ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
      iii. The company is not required to transfer any amount to Investor Education and Protection Fund.
      iv.
         a. The management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person or entity, including foreign entity ("intermediary"), with the understanding, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
         b. The management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other person or entities identified in any manner whatsoever by or the like on behalf of the Ultimate Beneficiaries:
         c. Based on the audit procedures that we have considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations as provided under (a) and (b) above, contain any material misstatement.

v. The board of directors of the company have not proposed final dividend for the year which is subject to the approval of members at the ensuing annual general meeting.

vi. The company does not have the accounting software which has the feature of recording audit trail (edit log) facility as applicable to the company with effect from April 1, 2023 as prescribed under Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014.

2. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), as amended, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure B" a statement on the matters specified in the paragraphs 3 and 4 of the Order to the extent applicable.

For M/s SBSB and Associates
Chartered Accountants
Firm No: 012192S

(D Sharat Kumar)
Partner
Membership Number: 024568
UDIN: 25024568BMOSYP5777

Place: Chennai
Date: 24/05/2025

S B S B AND ASSOCIATES * Chartered Accountants * CHENNAI

ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF SRI LAKSHMI SARASWATI TEXTILES (ARNI) LIMITED

Report on the Internal Financial Controls 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 SRI LAKSHMI SARASWATI TEXTILES (ARNI) LIMITED. ("the Company") as of 31st March 2025 in conjunction with our audit of the Standalone Ind AS Financial Statements of the Company for the year ended on that date.

Managements Responsibility for Internal Financial Control

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 issued by the Institute of Chartered Accountants of India (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 under the Companies Act, 2013.

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 Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with 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 judgement, 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.

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Meaning of Internal Controls for 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.

1. Pertain to the maintenance of controls of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company.
2. 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
3. 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, 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 March 31 2025, 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 issued by ICAI.

For M/s SBSB and Associates
Chartered Accountants
Firm No: 012192S

(D Sharat Kumar)
Partner
Membership Number: 024568
UDIN: 25024568MOSYPS777

Place: Chennai
Date: 24/05/2025

ANNEXURE "B" TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF SRI LAKSHMI SARASWATI TEXTILES (ARANI) LIMITED

The Annexure referred to in Paragraph 2 under the heading 'Report on Other Legal and Regulatory Requirements' of our Report of even date:

To the best of our information and according to the explanations provided to us by the Company and the books of account and records examined by us in the normal course of audit, we state that:

(i) In respect of the Company's Property, Plant and Equipment and Intangible Assets:

(a) (i) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.

(i) The Company has maintained proper records showing full particulars of intangible assets.

(b) These Property, Plant and Equipment have been physically verified by the Management at reasonable intervals and no material discrepancies were noticed on such verification.

(c) Based on our examination of the property tax receipts, registered sale deed/ transfer deed / conveyance deed and confirmation from bank for the title deeds held with them we report that, the title in respect of self-constructed buildings and title deeds of all other immovable properties, disclosed in the financial statements included under Property, Plant and Equipment are held in the name of the Company as at the balance sheet date.

(d) The Company has not re-valued any of its Property, Plant and Equipment and intangible assets during the year.

(e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2025 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made thereunder.

(ii) (a) The Management has conducted physical verification of inventory at reasonable intervals and in our opinion, the coverage and procedure of such verification by the management is appropriate; Discrepancies of 10% or more were not noticed.

(b) The Company has been sanctioned working capital limits in excess of Rs.5 crores, in aggregate during the year from Bank on the basis of security of current assets. Quarterly statements have been submitted to the Bank and the details of the differences between the books of account and statements submitted to the Bank at the end of each quarter are given in Note No.37 to Financial statement.

(iii) The Company has made investments in certain companies during the year.

(a) As per the records examined by us and the information provided, the investments made by the company during the year are not prejudicial to the company's interests.

(b) However, the company has not provided any guarantee or security, or granted any loans or advances in the nature of loans, secured or unsecured, to Companies, Firms, Limited Liability Partnerships, or any other party, therefore reporting under Clause 3 (b), (c), (d), (e) and (f) are not applicable.

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(iv) The Company has complied with the provisions of Sections 185 and 186 of the Companies Act, 2013 in respect of investments made by the Company. The Company has not provided any loans or guarantee or security to any Company covered under Section 185.

(v) The Company has not accepted any deposit or amounts which are deemed to be deposits. Hence, reporting under clause 3(v) of the Order is not applicable.

(vi) The Central Government has prescribed maintenance of cost records under Sub-section (1) of Section 148 of the Companies Act, 2013. We have broadly reviewed the books of account maintained by the Company pursuant to the rules made by the Central Government for the maintenance of cost records under Section 148 of the Act, and are of the opinion that prime facie, the prescribed and such accounts and records have been made and maintained.

(vii) In respect of statutory dues:

(a) In our opinion, the Company has not been regular in depositing undisputed statutory dues and the details of such statutory dues pending as on March 31, 2025 are as follows:

Name of Statutory dues	Amount (Rs, Lakhs)	Period to which the dues belong	Description
Employees' State Insurance	1.94	January 2025 - March 2025	Deducted from employees' salaries, but not remitted.
Provident Fund	66.87	May 2024 - March 2025	Deducted from employees' salaries, but not remitted.
Tax Deducted at Source	3.44	March 2025	TDS on interest other than securities u/s194A, deducted but not remitted.

(b) There are no disputed statutory dues, as per the information and explanations given to us and the records examined by us. Hence, reporting in this clause is not applicable.

(viii) There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).

(ix) a) The company has not defaulted on its repayment of loans or other borrowings or in the payment of interest thereon to the lender during the year.

b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.

c) The Company has applied the term loans for the purpose for which they were obtained.

S B AND ASSOCIATES CHENNAI Chartered Accountants

d) On an overall examination of the financial statements of the Company, funds raised on short term basis have prima facie, not been used during the year for long term purposes by the company.

e) On an overall examination of the financial statements of the Company, the Company has no subsidiaries. Hence, reporting under Clause 3(ix)(e) not applicable.

f) On overall examination of financial statements, the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, joint ventures, and associates.

(x)(a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.

(b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable.

(xi) (a) No fraud by the Company and no fraud on the Company has been noticed or reported during the year.

(b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this report.

(c) The Company has not received any whistle blower complaints during the year (and up to the date of this report), while determining the nature, timing and extent of our audit procedure.

(xii) The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable.

(xiii) In our opinion, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 with respect to applicable transactions with the related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.

(xiv) (a) According to the information and explanations given to us, the company has an adequate internal audit system commensurate with the size and nature of its business.

(b) We have considered the internal audit reports for the year under audit, issued to the Company during the year and till date.

(xv) According to the information and explanations given to us, the company has not entered into any non-cash transactions as per section 192 of the Companies Act 2013, with directors or persons connected with him. Hence, this clause is not applicable.

(xvi) (a) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

(b) The Company has not conducted any Non-Banking Financial or Housing Finance activities during the year.

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(c) The Company is not a Core Investment Company (CIC), as defined in the Regulations made by Reserve Bank of India.

(xvii) According to the information and explanations given to us, the company has incurred cash losses during the year, which amounts to Rs. 23.58 Lakhs (Previous year cash loss of Rs. 12.01 Lakhs).

(xviii) There has been no resignation of the statutory auditors of the Company during the year.

(xix) On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payments of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

(xx)(a) According to the information and explanations given to us, the company is not required to transfer any amount to a Fund specified in Schedule VII to the Companies Act within a period of six months of the expiry of the year. Hence this clause is not applicable.

(b) The Company is not required to spend the minimum amount required to be spent as stipulated in Section 135 of the Companies Act. Hence this clause is not applicable.

(xxi) The Company has no subsidiary and hence Clause 3(xxi) is not applicable

S B S B AND ASSOCIATES CHENNAI Chartered Accountants

For M/s SBSB and Associates
Chartered Accountants
Firm No: 012192S

(D Sharat Kumar)
Partner
Membership Number: 024568
UDIN: 25024568BMOSYP5777

Place: Chennai
Date: 24/05/2025

Sri Lakshmi Saraswathi Textiles (Arni) Ltd
Registered Office: 16, Krishnama Road, Nungambakkam, CHENNAI - 600 034, INDIA
CIN L17111TN1964PLC005183

Phone: 91-44-28277344, 28270548, Email: slst@slstarni.com

Company Code – 521161
ISIN – INE456D01010

Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along-with Annual Audited Financial Results - (*Standalone*)

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2024
[See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]

I.	S.No.	Particulars	Audited Figures (as reported before adjusting for qualifications) (Rs. in Lakhs)	Adjusted Figures (audited figures after adjusting for qualifications) (Rs. in Lakhs)
	1.	Turnover / Total income	9954.20	9954.20
	2.	Total Expenditure	12136.64	12136.64
	3.	Net Profit/(Loss)	(2070.74)	(2070.74)
	4.	Earnings Per Share	(62.13)	(62.13)
	5.	Total Assets	4460.77	4460.77
	6.	Total Liabilities	10563.45	10563.45
	7.	Net Worth	(6858.62)	(6858.62)
	8.	Any other financial item(s) (as felt appropriate by the management)	Nil	Nil

II. Audit Qualification (each audit qualification separately):

a. **Details of Audit Qualification:**

The Company's net worth has been completely eroded. The accumulated losses in the reporting year amounts to Rs. 9195.89 Lakhs (Previous Year Rs. 7,125.15 Lakhs). The turnover during the period ended 31st March 2025, is Rs 9954.20 Lakhs (Previous Year Rs. 12,711.70 Lakhs) as per the books of accounts maintained.

Advances paid to suppliers amounting to Rs. 86.07 Lakhs, which are long outstanding and since confirmation of balances have not been received for the amount of Rs.43.20 lakhs, we are unable to comment on the quality of such assets.

b. **Type of Audit Qualification : Qualified Opinion** ~~/ Disclaimer of Opinion/ Adverse Opinion~~

c. **Frequency of qualification:** ~~Whether Appeared first time /~~ **Repetitive** / since how long continuing

Since financial year 2020-2021.

SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED
CHENNAI
600 034

d. **For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:**

1) Auditor has not quantified the impact of qualified opinion.
2) The management's view on the two qualified opinions is as below:

Quote:

(i) Qualified opinion of Statutory Auditor:

The Company's net worth has been completely eroded. The accumulated losses in the reporting year amounts to Rs. 9195.89 Lakhs (Previous Year Rs. 7,125.15 Lakhs). The turnover during the period ended 31st March 2025, is Rs 9954.20 Lakhs (Previous Year Rs. 12,711.70 Lakhs) as per the books of accounts maintained.

Unquote:

Management's View:

For the above referred observation of the Auditors, the company provides the following clarifications:

1. The company has incurred loss during the current year Rs. 2070.74 Lakhs and in previous years loss of Rs. 2019.47 Lakhs, As a result the accumulated loss has been increased by Rs. 51.27 lakhs during the current year. The total accumulated loss as on 31.03.2025 is Rs.9195.89 lakhs. It continues its business operation to the optimum level. The management is hope full that the company will generate to make profit in the ensuing quarters.

Quote:

(ii) Qualified opinion of Auditor:

Advances paid to suppliers amounting to Rs. 86.07 Lakhs, which are long outstanding and since confirmation of balances have not been received for the amount of Rs. 43.20 lakhs, we are unable to comment on the quality of such assets.

Unquote:

Management View:

The management assures that all the money should be collected partially in the ensuing quarters. The remaining balance will be collected during the year 2025-26.

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CHENNAI
600 034

	e. **For Audit Qualification(s) where the impact is not quantified by the auditor:**	
	(i) **Management's estimation on the impact of audit qualification:** Management is of the view that both the qualified opinions (i) and (ii) of the above have no impact and hence not quantified.	
	(ii) **If management is unable to estimate the impact, reasons for the same:** ------ Not Applicable ------	
	(iii) **Auditors' Comments on (i) or (ii) above:** Auditors have no comments	
III.	**Signatories:**	
	• **CEO/Managing Director** SRIHARI BALAKRISHNA (DIN: 00084524)	
	• **CFO** PADMANABAN RAGHURAMAN (DIN: 00084579)	
	• **Audit Committee Chairman** SRIRANAGIRI SRIDHARARAO (DIN: 06927991)	
	• **Statutory Auditor** SBSB and Associates D. Sharat Kumar, FReg.no: 012192S	

for **SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED**

SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED CHENNAI 600 034

(BALAKRISHNA S)
MANAGING DIRECTOR &
CHIEF EXECUTIVE OFFICER

Place: Chennai
Date: May 24, 2025

S B S B AND ASSOCIATES CHENNAI Chartered Accountants