

10th May 2022

To,
Corporate Relations Department
National Stock Exchange of India Limited
Exchange Plaza, Plot No. C/1, G-Block,
Bandra Kurla Complex, Bandra (E),
Mumbai-400051

Script Code: LEMERITE
ISIN: INE0G1L01017

Subject: Intimation of Taking an Operative Spinning Unit on Lease by Le Merite Laxmi Spinning Private Limited – a Subsidiary of Le Merite Exports Limited (“the company”)

Dear Sir / Madam,

This is to inform you that the subsidiary of the Company i.e., Le Merite Laxmi Spinning Private Limited has entered into a lease arrangement on May 10, 2022 to operate a spinning unit with 38,000 spindles of Etco Industries Private Limited. With this agreement, the annual installed capacity of the Company on a consolidated basis would stand increased to 19,160 MTPA. The lease is for a period of 4 years with terms to further extend.

The disclosure as required under Regulation 30 read with SEBI Circular number CIR/CFD/CMD/4/2015 dated September 9, 2015 is provided herein below:

Sr. No.	Particulars	Details
1.	Existing Capacity	12,590 MTPA on full year basis
2.	Capacity added with the leased unit	6,570 MTPA on full year basis
3.	Total Capacity	19,160 MTPA on full year basis
4.	Utilised Capacity (MTPA)	6,015 (up to 31 st December 2021. Details of capacity utilisation for FY 2021 – 22 will be updated with audited financials)
5.	Total investment (Rs. in Lakhs)	Rs. 1,200 lakh towards the security deposit and working capital.
6.	Period of addition of leased capacity (Months)	48 months from 01.05.2022 with terms to further extend.

7.	Mode of financing	The financing of the capacity addition would be met out of internal accruals.
8.	Rationale	The proposed arrangement will add to the operating strength and production capacity and enable the company to diversify its product portfolio of various types and counts of cotton, viscose and synthetic yarns.

This information is submitted to you pursuant to Regulation 30(4) of the Securities Exchange Board of India (Listing Obligation and Disclosure Requirement) Regulation, 2015.

Thanking you.

Sincerely yours,
For Le Merite Exports Limited

Abhishek Lath
Managing Director & CFO
DIN: 00331675