



# KALLAM TEXTILES LIMITED

(Formerly Known as "Kallam Spinning Mills Limited")

CIN -L18100AP1992PLC013860

Chowdavaram, GUNTUR - 522 019. A.P., INDIA.

Ph: 0863-2344016 : Fax:0863-2344000

E-mail: corp@ksml.in

GSTIN: 37AAACK9363M1ZY



Ref: KTL/CS/FIN-RESULTS/2024-25/Q-2

Date: 12-11-2024

The Corporate Relationship Department  
Bombay Stock Exchange Limited,  
Phiroze Jeejeeboy Towers,  
Dalal Streets  
Mumbai - 400 001.  
Ph : 022-22721233-34

**Scrip Code: 530201**

Dear Sir/Madam,

**Sub: Outcome of Board Meeting held on 12.11.2024**

Pursuant to Regulation 30 and other applicable regulations of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we would like to inform that the Board at its meeting held on 12<sup>th</sup> November, 2024 approved the following matters, along with the other items of Agenda:

- A. Un-audited Financial Results (Standalone) for the quarter ended September 30,2024 . Pursuant to Regulation 33 and 52 of the SEBI.(Listing Obligations and Disclosure Requirements) Regulations, 2015; **(Copy Enclosed)**
- B. Limited Review Reports of the Statutory Auditor on the aforesaid results by our Statutory Auditor's, M/s.Brahmayya & Co, Chartered Accounts, Guntur, Andhra Pradesh. **(Copy Enclosed)**

The Board Meeting of Board of directors commenced at 12.10 P.M and Concluded at 5.00 P.M

This is for your kind information and record.

Thanking you,

Yours Sincerely,  
For Kallam Textiles Limited.,

Golagani Ramesh Kumar  
Company Secretary & Compliance Officer  
M.No: ACS 39635



**INDEPENDENT AUDITORS' REVIEW REPORT ON UNAUDITED FINANCIAL RESULTS PURSUANT TO THE REGULATION 33 OF SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015**

TO THE BOARD OF DIRECTORS OF  
**KALLAM TEXTILES LIMITED**

1. We have reviewed the accompanying Statement of Unaudited financial results of **KALLAM TEXTILES LIMITED** ("the Company"), for the Quarter and Half- year ended 30<sup>th</sup> September, 2024 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

This Statement is the responsibility of the Company's Management and approved by the Board of Directors in their meeting held on 12<sup>th</sup> November, 2024 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 relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the results included in the Statement based on our review.

2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (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 Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on 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. Accordingly, we do not express an audit opinion.

**3. Material Uncertainty Related to Going Concern**

We draw attention to Note No.3 in the financial results and as stated in said note, the events and conditions viz. Incurring of continuous losses, default in repayment of financial debts to bankers, classification of the loans as NPA and recalled its debts, initiation of various legal



**BRAHMAYYA&CO**  
**Chartered Accountants**

actions for recovery of its dues including legal action initiated under SARFESI Act, 2002, filing of application by Financial Creditors i.e. Indian bank and Union bank of India before Debts Recovery Tribunal, Visakhapatnam wherein the proceedings are pending indicates that a material uncertainty exists that may cast significant doubt on the ability of the company to continue as a going concern.

As stated in the said note that the management is in the process of negotiating with the lenders for restructuring of the loans and based on future outlook of the business as projected by the management, the management is of confident about positive outcome of its actions. In view of this, the management is of confident that the company will continue as a going concern and accordingly the statements has been prepared considering going concern assumption.

The appropriateness of the going concern assumption is dependent on the company's ability to settle its dues to banks, outcome of proceedings before DRT, possible recovery of dues from State government in respect of subsidies, meeting its estimations of profitability and cash flows, favourable negotiations with banks as well as to establish consistent business operations.


Our conclusion is not modified in respect of this matter.

4. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the results included in the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place: Guntur  
Date: Nov 12, 2024  
UDIN: 24202309BKERZB6113



**For Brahmayya & Co,**  
Chartered Accountants,  
Firm Regn. No. 000513S

  
**Karumanchi Rajaj**  
Partner  
Membership No. 202309



# Kallam Textiles Limited

CIN : L18100AP1992PLC013860 & GST No.37AAACK9363M1ZY

Chowdavaram, GUNTUR - 522 019. A.P., INDIA.

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## STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF- YEAR ENDED 30TH SEPTEMBER, 2024

(Rs. In Lakhs, except per share data)

S.NO	PARTICULARS	Quarter ended			Half Year ended		Year ended
		30.09.2024	30.06.2024	30.09.2023	30.09.2024	30.09.2023	31.03.2024
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	<b>Income</b>						
	(a) Revenue from Operations	6917.39	5242.60	11057.18	12159.99	22631.19	36024.05
	(b) Other Operating Income	320.65	365.00	80.27	685.65	95.58	714.14
	<b>Total Revenue from operations</b>	<b>7238.04</b>	<b>5607.60</b>	<b>11137.45</b>	<b>12845.64</b>	<b>22726.77</b>	<b>36738.19</b>
2	Other Income	35.98	43.88	53.30	79.86	90.16	108.87
	<b>Total Income (1+2)</b>	<b>7274.02</b>	<b>5651.48</b>	<b>11190.75</b>	<b>12925.50</b>	<b>22816.93</b>	<b>36847.06</b>
3	<b>Expenses</b>						
	a) Cost of Material consumed	4769.60	3896.84	8033.11	8666.44	16978.57	26360.96
	b) Purchase of Stock-in-trade	0.00	0.00	0.00	0.00	0.00	8.68
	c) Changes in inventories of Finished goods, Work- in - Progress and Stock-in-trade	1297.90	323.68	591.83	1621.58	700.52	2311.25
	d) Employee benefits expenses	394.34	379.28	647.69	773.62	1207.57	2143.20
	e) Depreciation and amortisation expenses	386.09	384.10	394.12	770.19	792.41	1598.96
	f) Finance costs	1056.82	1031.06	897.96	2087.88	1685.78	3543.53
	g) Other expenses	1272.89	1084.91	1832.54	2357.80	3767.90	6492.09
	<b>Total expenses</b>	<b>9177.64</b>	<b>7099.87</b>	<b>12397.25</b>	<b>16277.51</b>	<b>25132.75</b>	<b>42458.67</b>
4	<b>Profit/(Loss) before Tax and exceptional items (1+2-3)</b>	<b>(1903.62)</b>	<b>(1448.39)</b>	<b>(1206.50)</b>	<b>(3352.01)</b>	<b>(2315.82)</b>	<b>(5611.61)</b>
	<b>Add/(Less): Exceptional items</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
	<b>Profit/(Loss) before tax and after exceptional items</b>	<b>(1903.62)</b>	<b>(1448.39)</b>	<b>(1206.50)</b>	<b>(3352.01)</b>	<b>(2315.82)</b>	<b>(5611.61)</b>
5	<b>Tax expenses</b>						
	a) Current Tax	5.02	0.00	0.00	5.02	0.00	0.00
	b) Deferred Tax charge/(Credit) (Net of MAT Credit entitlement) (Refer note no.2)	(614.33)	(511.38)	(408.24)	(1125.71)	(786.41)	(1866.82)
6	<b>Net Profit/(Loss) for the period after tax (4-5)</b>	<b>(1294.31)</b>	<b>(937.01)</b>	<b>(798.26)</b>	<b>(2231.32)</b>	<b>(1529.41)</b>	<b>(3744.79)</b>
7	<b>Other comprehensive Income (Net of tax expense)</b>						
	a) Deferred Tax on revaluation of properties	12.34	12.34	12.34	24.67	24.67	49.35
	b) Reduction in fair value of asset revalued	0.00	0.00	0.00		0.00	(31.59)
	c) Remeasurement of defined employee benefit plans	0.00	0.00	0.00		0.00	51.67
	<b>Total other comprehensive income</b>	<b>12.34</b>	<b>12.34</b>	<b>12.34</b>	<b>24.67</b>	<b>24.67</b>	<b>69.43</b>
8	<b>Total comprehensive income/(Loss) (6+7)</b>	<b>(1281.97)</b>	<b>(924.67)</b>	<b>(785.92)</b>	<b>(2206.65)</b>	<b>(1504.74)</b>	<b>(3675.36)</b>
9	Paid - up Equity Share Capital (Face Value of the Share Rs. 2/- each)	1056.21	1056.21	1056.21	1056.21	1056.21	1056.21
10	Reserves ( Excluding Revaluation reserves as per Balance Sheet)						3939.93
11	Earning per equity Share (Face value Rs. 2/- each) Basic and Diluted EPS	(2.45)	(1.77)	(1.51)	(4.23)	(2.90)	(7.09)



**Kallam Textiles Limited**

**Statement of Unaudited segment results for the Quarter and Half-year ended 30th September, 2024**

S.No.	Particulars	Quarter ended			Half year ended		Year ended
		30.09.2024 Unaudited	30.06.2024 Unaudited	30.09.2023 Unaudited	30.09.2024 Unaudited	30.09.2023 Unaudited	31.03.2024 Audited
1	<b>Segment Revenue:</b>						
	a) Spinning	3958.09	3234.85	6910.32	7192.93	14506.93	22443.46
	b) Weaving	2819.48	2137.30	4983.63	4956.78	9923.05	16153.20
	c) Dyeing	588.10	470.33	632.25	1058.43	1504.85	2659.13
	d) Solar Power	96.24	118.56	99.19	214.79	224.34	432.29
	e) Hydel Power	11.23	0.00	0.00	11.23	16.56	16.56
	Total	7473.14	5961.04	12625.39	13434.16	26175.73	41704.64
	Less: Inter Segment revenue	235.10	353.44	1487.94	588.52	3448.96	4966.45
	<b>Net sales /Income from operations</b>	<b>7238.04</b>	<b>5607.60</b>	<b>11137.45</b>	<b>12845.64</b>	<b>22726.77</b>	<b>36738.19</b>
2	<b>Segment Results Profit/(Loss):</b>						
	Before tax and interest from each segment						
	a) Spinning	(168.51)	(200.40)	(404.16)	(368.92)	(906.34)	(1927.03)
	b) Weaving	(725.32)	(281.45)	71.38	(1006.76)	228.64	(351.62)
	c) Dyeing	8.72	(2.29)	12.91	6.43	(31.83)	36.45
	d) Solar Power	66.40	88.28	68.88	154.68	161.05	310.50
	e) Hydel Power	(28.09)	(21.47)	(57.55)	(49.56)	(81.56)	(136.38)
	Total	(846.80)	(417.33)	(308.54)	(1264.13)	(630.04)	(2068.08)
	Less : Finance costs	1056.82	1031.06	897.96	2087.88	1685.78	3543.53
	<b>Total Profit/(Loss) before Tax</b>	<b>(1903.62)</b>	<b>(1448.39)</b>	<b>(1206.50)</b>	<b>(3352.01)</b>	<b>(2315.82)</b>	<b>(5611.61)</b>
3	<b>Capital Employed</b> (Segment Assets - Segment Liabilities)						
	a) Spinning	25471.50	25115.83	24447.37	25471.50	24447.37	24211.06
	b) Weaving	18072.58	18856.16	19772.42	18072.58	19772.42	18435.59
	c) Dyeing	1022.54	1013.54	1000.90	1022.54	1000.90	1102.42
	d) Solar Power	2389.30	2322.90	2045.07	2389.30	2045.07	2117.22
	e) Hydel Power	419.79	447.88	524.16	419.79	524.16	469.35
	<b>Total</b>	<b>47375.73</b>	<b>47756.31</b>	<b>47789.92</b>	<b>47375.73</b>	<b>47789.92</b>	<b>46335.64</b>

**Notes:**

- The above Financial Results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their respective meeting held on 12th August, 2024. These results are as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The statutory auditors have carried out limited review of these financial results and have issued an unmodified report on these results. However, reference has been made to material uncertainty related to going concern in preparation of financial statements.
- The deferred tax credit taken during the the quarter and Half-year ended 30.09.2024 has arisen mainly due to unabsorbed business and depreciation losses and management is of opinion that sufficient future taxable income will be available against which the said deferred tax asset can be adjusted.
- The company availed term loans and working capital loans from Union bank of India and Indian bank and as at 31.12.2023, the company has defaulted in repayment of term loan instalments (Incl. interest) to the extent of Rs.5491.16 lakhs. The banks have classified these loans as NPA and issued notices on 10.1.2024 for recovery of these dues u/s 13(2) r.w.s 13(3) of SARFAESI Act, 2002. Further, the banks also taken possession of the properties offered as security u/s 13(4) of the said Act. The lenders are also applied for recovery of debts before Debt Recovery Tribunal, Visakhapatnam and proceedings are pending before DRT. The company applied for restructure of these loans and same is pending with the lender banks. The total outstanding dues pending for remittance to banks as on 30.9.2024 (Including Interest on term loans and working capital loans of Rs.3422.92 lakhs) was Rs.9533.75 lakhs. The managment based on its future business outlook, estimated projected profitability and cash flows, possible recovery of dues from State government is of opinion that the dues with banks be settled. Considering these factors, the management has preped the financial statements on going concern basis.
- The figure for the 2nd quarter in each of the years is the balancing figures between the figures disclosed for half year ended 30th September and the published amounts for the 1st quarter of the respective financial year.
- Figures for the previous periods have been regrouped and reclassified wherever necessary to conform to current period classification.

Place :Chowdavaram

Date :12.11.2024



For Kallam Textiles Limited

P.Venkateswar Reddy  
(Managing Director)

Din No. 00018677

## KALLAM TEXTILES LIMITED

## Statement of Assets and Liabilities as at 30th September, 2024

Rs. in lakhs

	Particulars	As at 30th Sept, 2024 (Unaudited)	As at 31st March, 2024 (Audited)
	<b>ASSETS</b>		
1	<b>Non-Current Assets</b>		
(a)	Property, Plant and Equipment	35337	36105
(b)	Intangible Assets	0	1
(c)	Capital Work-in-progress	0	0
(d)	Financial Assets		
(i)	Investments	52	13
(ii)	Loans	-	-
(ii)	Other financial assets	754	754
(e)	Deferred Tax Liabilities (Net)	1,636	486
(e)	Other Non-current Assets	4	4
	<b>Total Non-Current assets</b>	<b>37,783</b>	<b>37,363</b>
2	<b>Current Assets</b>		
(a)	Inventories	6,981	8,474
(b)	Financial Assets		
(i)	Trade Receivables	1,864	1,722
(ii)	Cash and cash equivalents	15	14
(iii)	Other Bank balances	65	65
(iv)	Loans	3	3
(v)	Other financial assets	-	-
(c)	Current tax assets (Net)	48	36
(d)	Other Current assets	3,333	3,446
	<b>Total Current assets</b>	<b>12,309</b>	<b>13,760</b>
	<b>Total Assets</b>	<b>50,092</b>	<b>51,123</b>
	<b>EQUITY AND LIABILITIES</b>		
1	<b>Equity</b>		
(a)	Equity Share Capital	1,056	1,056
(b)	Other Equity	13,056	15,263
		<b>14,112</b>	<b>16,319</b>
	<b>Liabilities</b>		
2	<b>Non-current liabilities</b>		
(a)	Financial Liabilities		
(i)	Long-term borrowings	5,077	7,269
(ii)	Other financial liabilities	112	161
(b)	Provisions	143	143
(c)	Deferred Tax Liabilities (Net)	-	-
(d)	Other non-current liabilities	658	680
	<b>Total Non-current liabilities</b>	<b>5,990</b>	<b>8,253</b>
3	<b>Current liabilities</b>		
(a)	Financial Liabilities		
(i)	Short-term borrowings	28,186	24,395
(ii)	Trade payables		
-	Total outstanding dues of Micro and small enterprises	54	70
-	Total outstanding dues of creditors other than Micro and small enterprises	1,106	1,378
(iii)	Other financial liabilities	502	598
(b)	Other current liabilities	135	103
(c)	Provisions	7	7
(d)	Current tax Liabilities (Net)	-	-
	<b>Total Current liabilities</b>	<b>29,990</b>	<b>26,551</b>
	<b>Total Liabilities</b>	<b>35,980</b>	<b>34,804</b>
	<b>Total Equity and Liabilities</b>	<b>50,092</b>	<b>51,123</b>



**KALLAM TEXTILES LIMITED****CASH FLOW STATEMENT FOR THE YEAR YEAR ENDED 30.09.2024**

PARTICULARS	Amount Rs. in Lacs	
	For the Half- Year ended 30.09.2024 (Unaudited)	For the Half- Year ended 30.09.2023 (Unaudited)
<b><u>CASH FLOW FROM OPERATING ACTIVITIES</u></b>		
Net Profit/(Loss) before tax	(3,352.01)	(2,315.84)
<u>Add/Less: Adjustments for</u>		
Depreciation	770.19	792.4
Interest expense	2087.88	1685.78
Interest income	(23.94)	(22.12)
Profit on sale of assets	-	-
Amortisation of Govt. grants	(23.01)	-
Remeasurement of employee defined benefit plans	-	(23.06)
Operating profit before working capital changes	(540.89)	117.16
<u>Add/Less: Adjustments for working capital</u>		
Inventories	1,493.29	2,336.94
Trade and other receivables	(28.20)	681.12
Investmes	(38.93)	
Trade and other payables	(400.73)	250.91
Cash generated from operations	484.54	3,386.13
Less: Direct taxes paid	17.47	3.52
Net cash from operating activities (A)	467.07	3,382.61
<b><u>CASH FLOW FROM INVESTING ACTIVITIES</u></b>		
Investment in PPE and capital works	(1.38)	(68.41)
Proceeds from sale of fixed assets	-	-
Margin Money deposit with banks and other balances	-	1.04
Interest received	23.94	22.12
Net cash used in Investing activities (B)	22.56	(45.25)
<b><u>CASH FLOW FROM FINANCING ACTIVITIES</u></b>		
Equity raised on rights issue	0	0
Proceeds from/(Repayment of) borrowings	1,599.40	(1,648.90)
Dividend paid		-
Interest and finance charges	(2,087.88)	(1,685.78)
Net cash used in financing activities (C)	(488.48)	(3,334.68)
Net increase/(decrease) in cash and cash equivalents	1.15	2.68
Cash and cash equivalents at the beginning of the Year	14.09	11.93
Cash and cash equivalents at the end of the Year	15.24	14.61
Net increase/(decrease) in cash and cash equivalents	1.15	2.68

