



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/Outcome of Board meeting

Date: 29-05-2024

The Corporate Relationship Department
Bombay Stock Exchange Limited,
Phiroze Jeejeeboy Towers,
Dalal Street,
MUMBAI – 400 001.
Scrip Code: 530201

Dear Sir/Madam,

Sub: Outcome of Board Meeting held on 29.05.2024

Pursuant to Regulation 30 and 42 and other applicable regulations of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we would like to inform that the Board of Directors in their meeting held on May 29,2024 has considered and approved the following matters, subject to necessary approvals, including approval of the Shareholders, wherever applicable, along with the other items of Agenda :

1. Audited financial statements for the quarter / year ended March 31, 2024, Pursuant to Regulation 33 of the SEBI (LODR) Regulations, 2015 (Copy Enclosed)
2. Audit Reports Pursuant to Regulation 33 of the SEBI (LODR) Regulations, 2015 (Copy Enclosed)
3. Declaration pursuant to Regulation 33(3) d of the SEBI (LODR) Regulations, 2015.(Copy Enclosed).
4. Reappointment of Mr. P.Venkateswara Reddy (DIN: 00018677) as the Managing Director of the company for a period of three years w.e.f 29TH June ,2024 to 29th June,2027 subject to the approval of the share holders
5. Reappointment of Mr. G.V Krishna Reddy (DIN: 00018713) as the Managing Director of the company for a period of three years w.e.f 29TH June, 2024 to 29th June,2027 subject to the approval of the share holders
6. Reappointment of Mr. M. V. Subba Reddy (DIN: 00018719) as the Whole time Director of the company for a period of one year w.e.f 01st June 2024 to 31st May,2025 subject to the approval of the share holders.
7. Appointed Mrs.Lakshmi Sandhya Rani Velala (DIN: 10627130) as the Additional Director of the Company, in the capacity of Non Executive Independent Director, with effect from 29th May, 2024 subject to approval of the shareholders.



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8. Sale of Investments 1,30,000 Equity shares @ 10/- each held in M/s Vignatha Solar Pvt. Ltd Subject to other necessary approvals and other compliance required.

The Board Meeting Commenced at 11 A.M and Concluded at 5.15 P.M

This is for your kind information and records.

Thanking you,

Yours Sincerely,

For Kallam Textiles Limited.,

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

KALLAM

INDEPENDENT AUDITORS' REPORT ON AUDIT OF QUARTERLY AND ANNUAL FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF
KALLAM TEXTILES LIMITED

Report on the audit of the financial results

Opinion

We have audited the accompanying financial results for the Quarter ended March 31, 2024 (refer 'Other Matters' section below) and Financial Results for the Year ended March 31, 2024 of **KALLAM TEXTILES LIMITED** ("the Company"), ("the Statement"), attached herewith, being submitted by the Company pursuant to the requirements 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 financial results for the Quarter and year ended March 31, 2024

- a) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended; and
- b) Gives a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India of the net loss and total comprehensive loss and other financial information of the Company for the Quarter and year ended March, 2024.

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 Standards are further described in the *Auditor's Responsibilities for the Audit of the 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 ("the ICAI") together with the ethical requirements that are relevant to our audit of the financial results for the Quarter and year ended March 31, 2024 under the provisions of the Act and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.



Management's Responsibilities for the financial results

This Statement which includes the financial results is the responsibility of the Company's Board of Directors and has been approved by them for the issuance. The financial results for the quarter and year ended March 31, 2024 has been compiled from the related audited financial statements. This responsibility includes the preparation and presentation of the financial results for the quarter and year ended March 31, 2024 that give a true and fair view of the net loss and other comprehensive loss and other financial information in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder 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 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 the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial results that give a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial results, 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 are also responsible for overseeing the financial reporting process of the Company.

Auditor's Responsibilities for the Audit of the financial results for the quarter and year ended March 31, 2024

Our objectives are to obtain reasonable assurance about whether the financial results for the quarter and year ended March 31, 2024 as a whole is 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 this financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism 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 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 made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- Conclude on the appropriateness of the 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 ability of the Company 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 Statement 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 financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.

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 includes the results for the Quarter ended March 31, 2024 being the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

For BRAHMAYYA & Co.
Chartered Accountants
(F.R.N: 000513S)



Karumanchi Rajaj
Partner

Membership No. 202309

UDIN: 24202309BKERN76002

Place: Guntur

Date: 29th May, 2024





Kallam Textiles Limited

CIN : L18100AP1992PLC013860 & GST No.37AAACK9363M1ZY

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

Ph: 0863-2344010,16

E-mail: corp@ksml.in & accsp@ksml.in



STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2024

(Rs. In Lakhs, except per share data)

S.NO	PARTICULARS	Quarter ended			Year ended	
		31.03.2024	31.12.2023	31.03.2023	31.03.2024	31.03.2023
		Audited (Refer Note No.5)	Unaudited	Audited (Refer Note No.5)	Audited	Audited
1	Income					
	(a) Revenue from Operations	5786.91	7605.95	11184.54	36024.05	41211.77
	(b) Other Operating Income	407.26	211.30	11.26	714.14	75.22
	Total Revenue from operations	6194.17	7817.25	11195.80	36738.19	41286.99
2	Other Income	(6.72)	25.43	35.65	108.87	132.65
	Total Income (1+2)	6187.45	7842.68	11231.45	36847.06	41419.64
3	Expenses					
	a) Cost of Material consumed	4033.80	5348.59	8878.40	26360.96	31590.72
	b) Purchase of Stock-in-trade	2.72	5.96	0.00	8.68	1.13
	c) Changes in inventories of Finished goods, Work-in-Progress and Stock-in-trade	839.93	770.80	(808.86)	2311.25	(1854.27)
	d) Employee benefits expenses	420.52	515.11	614.69	2143.20	2235.88
	e) Depreciation and amortisation expenses	398.85	407.71	392.44	1598.96	1570.92
	f) Finance costs	1002.11	855.63	786.51	3543.53	2976.48
	g) Other expenses	1109.92	1614.27	1859.00	6492.09	7140.63
	Total expenses	7807.85	9518.07	11722.18	42458.67	43661.49
4	Profit/(Loss) before Tax and exceptional items (1+2-3)	(1620.40)	(1675.39)	(490.73)	(5611.61)	(2241.85)
	Add/(Less): Exceptional items (Refer Note no.2)	0.00	0.00	641.48	0.00	841.55
	Profit/(Loss) before tax and after exceptional items	(1620.40)	(1675.39)	(1132.21)	(5611.61)	(3083.40)
5	Tax expenses					
	a) Current Tax	0.00	0.00	0.08	0.00	0.25
	b) Deferred Tax charge/(Credit) (Net of MAT Credit entitlement) (Refer note no.3)	(522.55)	(557.86)	(349.19)	(1866.82)	(954.47)
6	Net Profit/(Loss) for the period after tax (4-5)	(1097.85)	(1117.53)	(783.10)	(3744.79)	(2129.18)
7	Other comprehensive Income (Net of tax expense)					
	a) Deferred Tax on revaluation of properties	12.34	12.34	12.34	49.35	49.35
	b) Reduction in fair value of asset revalued	(31.59)	0.00	0.00	(31.59)	0.00
	c) Remeasurement of defined employee benefit plans	51.67	0.00	30.41	51.67	30.41
	Total other comprehensive income	32.42	12.34	42.75	69.43	79.76
8	Total comprehensive income/(Loss) (6+7)	(1065.43)	(1105.19)	(740.35)	(3675.36)	(2049.42)
9	Paid - up Equity Share Capital (Face Value of the Share Rs. 2/-)	1056.21	1056.21	1056.21	1056.21	1056.21
10	Reserves (Excluding Revaluation reserves as per Balance Sheet)					7571.50
11	Earning per equity Share (Face value Rs. 2/- each) Basic and Diluted EPS	(2.08)	(2.12)	(1.48)	(7.09)	(4.23)



Kallam Textiles Limited

Audited segment results for the Quarter and Year ended 31st March, 2024


S.No.	Particulars	Quarter ended			Year ended	
		31.03.2024 Audited (Refer Note No.5)	31.12.2023 Unaudited	31.03.2023 Audited (Refer Note No.5)	31.03.2024 Audited	31.03.2023 Audited
1	Segment Revenue:					
	a) Spinning	3507.79	4428.74	6851.89	22443.46	25813.50
	b) Weaving	2379.23	3850.92	4943.57	16153.20	17078.95
	c) Dyeing	661.65	492.63	402.07	2659.13	2528.29
	d) Solar Power	113.27	94.67	115.50	432.29	374.19
	e) Hydel Power	0.00	0.00	80.75	16.56	297.93
	Total	6661.94	8866.96	12393.78	41704.64	46092.86
	Less: Inter Segment Revenue	467.77	1049.71	1197.98	4966.45	4805.87
	Net sales /Income from operations	6194.17	7817.25	11195.80	36738.19	41286.99
2	Segment Results Profit/(Loss):					
	Before tax and interest from each segment					
	a) Spinning	(235.68)	(785.01)	(671.42)	(1927.03)	(726.97)
	b) Weaving	(519.68)	(60.57)	172.66	(351.62)	392.68
	c) Dyeing	79.44	(11.18)	44.00	36.45	57.86
	d) Solar Power	83.92	65.52	91.67	310.50	277.14
	e) Hydel Power	(26.29)	(28.52)	17.39	(136.38)	(107.63)
	Total	(618.29)	(819.76)	(345.70)	(2068.08)	(106.92)
	Less : Finance costs	1002.11	855.63	786.51	3543.53	2976.48
	Total Profit/(Loss) before Tax	(1620.40)	(1675.39)	(1132.21)	(5611.61)	(3083.40)
3	Capital Employed (Segment Assets - Segment Liabilities)					
	a) Spinning	24211.06	23649.00	25755.90	24211.06	25755.90
	b) Weaving	18435.59	18307.87	21194.58	18435.59	21194.58
	c) Dyeing	1102.42	798.58	972.71	1102.42	972.71
	d) Solar Power	2117.22	2035.35	2028.49	2117.22	2028.49
	e) Hydel Power	469.35	495.64	605.73	469.35	605.73
	Total	46335.64	45286.44	50557.41	46335.64	50557.41

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 29th May, 2024. These results are as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended. The statutory auditors have carried out limited review of these financial results and have issued an unmodified report on these results.
- Exceptional items charged for the FY 2022-23 represents amount paid in respect of demand raised by Transmission corporation of Telangana towards transmission charges levied aggregating to Rs.200.07 lakhs for the period from 1.4.2014 to 31.5.2014 and 1.4.2019 to 22.9.2021. This expenditure also includes True up charges levied aggregating to Rs.366.64 lakhs for the FY 2021-22 and Fuel and Power Purchase cost adjustment aggregating to Rs.274.85 lakhs for the period from FY 2014-15 to 2018-19 which was provided based on the Orders from APERC during the said financial year.
- The deferred tax credit taken during the year and for the quarter ended 31.3.2024 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 company applied for restructure of these loans and same is pending with the lender banks.
- The figure for the last quarter in each of the years is the balancing figures between the audited figures for the full financial year and the published year to date figures upto the third 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 :29.05.2024




 (P. VENKATESWARA REDDY)
 MANAGING DIRECTOR.
 DIN: 00018677

KALLAM TEXTILES LIMITED
Statement of Assets and Liabilities as at 31st March, 2024

Rs. in lakhs

	Particulars	As at 31st March, 2024 (Audited)	As at 31st March, 2023 (Audited)
	ASSETS		
1	Non-Current Assets		
(a)	Property, Plant and Equipment	36105	37503
(b)	Intangible Assets	1	1
(c)	Capital Work-in-progress	0	220
(d)	Financial Assets		
(i)	Investments	13	13
(ii)	Loans	-	-
(ii)	Other financial assets	754	757
(e)	Deferred Tax Liabilities (Net)	486	-
(e)	Other Non-current Assets	4	11
	Total Non-Current assets	37,363	38,505
2	Current Assets		
(a)	Inventories	8,474	12,525
(b)	Financial Assets		
(i)	Trade Receivables	1,722	2,176
(ii)	Cash and cash equivalents	14	12
(iii)	Other Bank balances	65	68
(iv)	Loans	3	8
(v)	Other financial assets	-	-
(c)	Current tax assets (Net)	36	74
(d)	Other Current assets	3,446	3,777
	Total Current assets	13,760	18,640
	Total Assets	51,123	57,145
	EQUITY AND LIABILITIES		
1	Equity		
(a)	Equity Share Capital	1,056	1,056
(b)	Other Equity	15,263	18,938
		16,319	19,994
	Liabilities		
2	Non-current liabilities		
(a)	Financial Liabilities		
(i)	Long-term borrowings	7,269	11,515
(ii)	Other financial liabilities	161	192
(b)	Provisions	143	201
(c)	Deferred Tax Liabilities (Net)	-	1,430
(d)	Other non-current liabilities	680	727
	Total Non-current liabilities	8,253	14,065
3	Current liabilities		
(a)	Financial Liabilities		
(i)	Short-term borrowings	24,395	19,048
(ii)	Trade payables		
	- Total outstanding dues of Micro and small enterprises	138	154
	- Total outstanding dues of creditors other than Micro and small enterprises	1,310	2,288
(iii)	Other financial liabilities	598	1,277
(b)	Other current liabilities	103	304
(c)	Provisions	7	15
(d)	Current tax Liabilities (Net)	-	-
	Total Current liabilities	26,551	23,086
	Total Liabilities	34,804	37,151
	Total Equity and Liabilities	51,123	57,145



KALLAM TEXTILES LIMITED

CASH FLOW STATEMENT FOR THE YEAR YEAR ENDED 31.03.2024

PARTICULARS	Amount Rs. in Lacs	
	For the Year ended 31.03.2024 (Audited)	For the Year ended 31.03.2023 (Audited)
CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit/(Loss) before tax	(5,611.61)	(3,083.40)
<u>Add/Less: Adjustments for</u>		
Depreciation	1598.96	1570.92
Interest expense	3543.52	2976.48
Interest income	(55.04)	(43.92)
Profit on sale of assets	(0.13)	-
Amortisation of Govt. grants	(46.03)	(46.03)
Remeasurement of employee defined benefit plans	51.67	30.41
Operating profit before working capital changes	(518.66)	1,404.46
<u>Add/Less: Adjustments for working capital</u>		
Inventories	4,051.19	(836.28)
Trade and other receivables	871.32	119.10
Trade and other payables	(1,961.55)	2,494.00
Cash generated from operations	2,442.30	3,181.28
Less: Direct taxes paid	40.43	341.65
Net cash from operating activities (A)	2,401.87	2,839.63
CASH FLOW FROM INVESTING ACTIVITIES		
Investment in PPE and capital works	(109.46)	(386.10)
Proceeds from sale of fixed assets	93.91	10.47
Margin Money deposit with banks and other balances	3.40	(25.74)
Interest received	55.04	43.92
Net cash used in Investing activities (B)	42.89	(357.45)
CASH FLOW FROM FINANCING ACTIVITIES		
Equity raised on rights issue	0	999.12
Proceeds from/(Repayment of) borrowings	1,100.92	(400.92)
Dividend paid		(105.62)
Interest and finance charges	(3,543.52)	(2,976.48)
Net cash used in financing activities (C)	(2,442.60)	(2,483.90)
Net increase/(decrease) in cash and cash equivalents	2.16	(1.72)
Cash and cash equivalents at the beginning of the Year	11.93	13.65
Cash and cash equivalents at the end of the Year	14.09	11.93
Net increase/(decrease) in cash and cash equivalents	2.16	(1.72)





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Ref: KTL/CS/ Audit-Observation/ 2023-2024

Date: 29.05.2024

The Corporate Relationship Department
Bombay Stock Exchange Limited,
Phiroze Ieejeeboy Towers,
Dalal Street,
Mumbai- 400 001.
PH : 022-22721233/34

Scrip Code: 530201

Dear Sir/ Madam,

Sub: Declaration Pursuant to Regulation 33(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for Unmodified Opinion

Declaration for Unmodified Opinion

I, P.Venkateswara Reddy, Managing Director of M/s Kallam Textiles Ltd (formerly known as "Kallam Spinning Mills Ltd") having its Registered office at Chowdavaram, Guntur -522019, Andhra Pradesh, hereby declare that, the M/s Brahmayya&Co, Statutory Auditors of the Company, (Firm Reg No: 000513S), have issued an Audit Report with Unmodified opinion on Audited Financial Results for the Quarter and Year ended 31st March, 2024.

Thanking You,

Yours Sincerely,

For Kallam Textiles Ltd

P Venkateswara Reddy
Managing Director
DIN: 00018677

