

(FOUR STAR EXPORT HOUSE RECOGNISED BY GOVT. OF INDIA)  
INTEGRATED MANAGEMENT SYSTEM CERTIFIED AND PRACTICING COMPANY

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REF: LTM/SEC/2022-23/012

November 11, 2022

The Secretary, Listing Department BSE Limited Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai - 400 001 Scrip Code: 514036	The Manager, Listing Department National Stock Exchange of India Limited Exchange Plaza, 5th Floor, Plot No. C/1, G Block, Bandra-Kurla Complex, Bandra (E), Mumbai - 400 051. Symbol: LOYALTEX
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Dear Sir / Madam,

**Sub: Outcome of Board Meeting**

We wish to inform you that, the Board of Directors of the Company at their meeting held on Friday, 11<sup>th</sup> November 2022, inter-alia considered the following agenda items.

1. Approved the Unaudited Standalone and Consolidated financial results for the Quarter and Half year ended 30<sup>th</sup> September 2022.
2. Approved the Notice of Postal Ballot for obtaining the Shareholders approval for appointment of Mr.Madhavan Nambiar (DIN:01122411) as an Non-Executive and Non-Independent Director and Mr.Gokul Dixit (DIN:00357170) as an Independent Director for a term of three consecutive years.

The Unaudited financial results, along with the Financial Highlights for the Quarter and Half year ended 30<sup>th</sup> September 2022 are enclosed herewith for your kind information and record.

The meeting commenced at 02.15 P.M and concluded at 6.30 P.M

Thanking You,

Yours faithfully  
For LOYAL TEXTILE MILLS LIMITED



P. MAHADEVAN  
COMPANY SECRETARY & COMPLIANCE OFFICER  
Membership No. F9150



Encl: As above

**Independent Auditor's Review Report on Quarterly and Year to Date Unaudited Consolidated Financial Results of Loyal Textile Mills Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)**

To,  
Board of Directors  
Loyal Textile Mills Limited

1. We have reviewed the accompanying statement of unaudited consolidated financial results of Loyal Textile Mills Limited ("the Holding company") and its subsidiary (the Holding company and its subsidiary together referred to as "the group") and its joint ventures for the quarter ended 30<sup>th</sup> September 2022 and year to date results for the period from 01<sup>st</sup> April 2022 to 30<sup>th</sup> September 2022 ("the statement") attached herewith, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "listing Regulations").
2. This statement, which is the responsibility of the Holding Company's Management and approved by the Holding company's Board of Directors, 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 and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to express a conclusion on the statement based on our review.
3. 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. 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.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the listing Regulations, to that extent applicable.

4. The Statement includes the result of the following entities

Sl.no	Name of the Entity	Relationship
1	Loyal Textiles Limited	Holding Company
2	Loyal International Sourcing Private Limited	Wholly Owned Subsidiary
3	Gruppo P&P Loyal Spa	Joint Venture
4	Loyal Dimco Group A.E.B.E	Joint Venture
5	Loyal IRV Textile LDA, Portugal	Joint Venture
6	Loyal Textiles UK Limited	Joint Venture

5. Based on our review conducted and procedures performed as stated in paragraph 3 above nothing has come to our attention that causes us to believe that 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 Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. The Statement includes the interim financial information/financial results of one subsidiary which have not been reviewed, whose interim financial information/results reflect total assets of Rs. Nil as at 30<sup>th</sup> September 2022, total revenue of Rs. Nil and Nil, total net loss for the period of Rs.0.53 Lakhs and Rs 0.69 Lakhs and total comprehensive loss of Rs.0.53 Lakhs and Rs. 0.69 Lakhs for the quarter and half ended 30<sup>th</sup> September 2022 respectively and cashflows of Rs. Nil for the period from 01<sup>st</sup> April 2022 to 30<sup>th</sup> September 2022, as considered in the Statement. The Statement also includes the group's share of net profit of Rs.210.66 Lakhs and Rs.311.22 Lakhs for the quarter and half year ended 30<sup>th</sup> September 2022 as considered in the consolidated unaudited financial results, in respect of 4 joint venture based on their interim financial information furnished by management, which have not been reviewed. According to the information and explanation given to us by the management, these interim financial information/financial results of aforesaid subsidiaries and joint ventures are not material to the group. Our conclusion is not modified in respect of above matter.
7. (a) The consolidated financial results of the "Group" for the quarter ended June 30, 2022 and corresponding quarter and half year ended September 30, 2021 in accordance with Companies (Indian Accounting Standards) Rules, 2015 were reviewed by M/s Ganesh prasad, Chartered Accountants, who have issued unmodified review conclusion vide their report dated 08.08.2022 and 11.11.2021 respectively.



(b) The Consolidated financial results of "the group" for the year ended March 31, 2022 was audited by M/s Ganesh Prasad, Chartered Accountants, who issued an unmodified opinion vide Audit report dated 30.05.2022.

The above-mentioned reports have been furnished to us by the management, which have been relied upon by us for the purpose of review of this statement. Our conclusion is not modified in respect of above matter.

**For Brahmayya & Co.,**  
**Chartered Accountants**  
Firm Registration No. 000511S



**N Sri Krishna**  
Partner

Membership No. 026575  
UDIN: 22026575BCVGBR6973 .

Place : Chennai  
Date : November 11, 2022

# LOYAL TEXTILE MILLS LIMITED

Registered Office : 21/4 Mills Street, Kovilpatti 628 501

CIN : L17111TN1964PLC001361

CONSOLIDATED STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER/HALF YEAR ENDED 30<sup>th</sup> SEPTEMBER 2022

(₹. In lakhs except per share data)

S.No	PARTICULARS	Quarter Ended			Half Year Ended		Year Ended
		30.09.2022	30.06.2022	30.09.2021	30.09.2022	30.09.2021	31.03.2022
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Revenue from Operations	34,894	43,794	46,090	78,688	82,039	1,76,743
2	Other Income	26	96	19	122	51	408
3	<b>Total Income (1+2)</b>	<b>34,920</b>	<b>43,890</b>	<b>46,109</b>	<b>78,810</b>	<b>82,090</b>	<b>1,77,151</b>
4	Expenses:						
	a. Cost of materials consumed	23,860	29,448	29,390	53,308	51,963	1,13,131
	b. Purchases of Stock in Trade	4	1,765	1,077	1,769	2,505	3,679
	c. Changes in inventories of:						
	- Finished Goods	(1,983)	(4,327)	(1,555)	(6,309)	(3,919)	(5,841)
	- Work in progress	945	178	(903)	1,123	(1,523)	(3,210)
	d. Employee benefits expense	4,276	4,563	4,088	8,839	7,830	16,372
	e. Finance Costs	736	800	594	1,535	1,473	2,963
	f. Depreciation & Amortisation expense	911	903	930	1,814	1,873	3,704
	g. Other expenses	7,102	7,693	8,203	14,795	15,578	33,087
	<b>Total Expenses (4)</b>	<b>35,851</b>	<b>41,023</b>	<b>41,824</b>	<b>76,874</b>	<b>75,780</b>	<b>1,63,885</b>
5	Profit / (Loss) before share of profit / (Loss) of joint venture, exceptional items and tax (3-4)	(931)	2,867	4,285	1,936	6,310	13,266
6	Share of Profit / (Loss) from a Joint venture	210	101	108	311	285	465
7	Profit / (Loss) before tax (5+6)	(721)	2,968	4,393	2,247	6,595	13,731
8	Tax Expenses						
	a. Current Tax	(560)	995	1,381	435	2,072	4,126
	b. Deferred Tax Expenses/ (Credit)	(10)	(141)	(112)	(151)	(198)	(143)
	c. MAT Credit Entitlement						
	- Pertaining to Current Year	NIL	NIL	NIL	NIL	NIL	NIL
	- Pertaining to Prior Years	NIL	NIL	NIL	NIL	NIL	NIL
	d. Income Tax relating to Previous Year	()	(70)	NIL	(70)	NIL	43
9	Profit / (Loss) for the period from continuing operations after tax(7-8)	(151)	2,184	3,124	2,033	4,721	9,705
10	Profit/ (Loss) from discontinuing operations	NIL	NIL	NIL	NIL	NIL	NIL
11	Profit / (Loss) for the period after tax (9+10)	(151)	2,184	3,124	2,033	4,721	9,705
12	Other Comprehensive Income, net of Income Tax						
	(a) items that will not be reclassified to Profit or Loss	(7)	2		(5)		(2)
	(b) Income tax relating to items that will not be reclassified to Profit or Loss	1	(1)		()	1	1
	(c) Items that will be reclassified to profit or Loss	NIL	NIL	NIL	NIL	NIL	NIL
	(d) Income tax relating to Items that will be reclassified to Profit or Loss	NIL	NIL	NIL	NIL	NIL	NIL
13	Total Comprehensive Income for the period (11+12)	(157)	2,185	3,124	2,028	4,722	9,704
14	Paid - up equity share capital (Face Value of Rs.10/- per share)	482	482	482	482	482	482
15	Earnings per Share (EPS)						
	a. Basic EPS	(3.13)	45.35	64.85	42.22	98.01	201.50
	b. Diluted EPS	(3.13)	45.35	64.85	42.22	98.01	201.50

For LOYAL TEXTILE MILLS LIMITED

Place : Chennai

Date : 11<sup>th</sup> November 2022

*Valli M Ramaswami*  
Valli M Ramaswami  
Chairperson and Wholtime Director



# LOYAL TEXTILE MILLS LIMITED

Registered Office : 21/4 Mills Street, Kovilpatti 628 501

CIN : L17111TN1964PLC001361

## CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES AS AT 30<sup>th</sup> SEPTEMBER 2022

(₹. in Lakhs)

PARTICULARS	As at 30.09.2022 Unaudited	As at 31.03.2022 Audited
<b>ASSETS</b>		
<b>A. Non-Current Assets</b>		
(a) Property, Plant & Equipment	30,435	29,872
(b) Capital Work-in-progress	1,341	440
(c) Investment property	274	276
(d) Other Intangible assets	30	29
(e) Financial Assets		
(i) Investments	3,094	2,775
(f) Other Non-Current Assets	1,441	823
<b>Total Non-Current Assets (A)</b>	<b>36,615</b>	<b>34,215</b>
<b>B. Current Assets</b>		
(a) Inventories	40,842	44,654
(b) Financial Assets		
(i) Investments	2	24
(ii) Trade Receivables	21,340	30,290
(iii) Cash and Cash Equivalents	526	567
(iv) Bank Balance Other than (iii) above	2,331	1,363
(v) Loans	1,669	1,462
(vi) Others	683	641
(c) Other current Assets	14,573	15,282
<b>Total Current Assets (B)</b>	<b>81,967</b>	<b>94,283</b>
<b>Total Assets (A+B)</b>	<b>1,18,582</b>	<b>1,28,498</b>
<b>EQUITY AND LIABILITIES</b>		
<b>C. EQUITY</b>		
(a) Equity Share Capital	482	482
(b) Other Equity	37,313	35,766
<b>Total Equity (C)</b>	<b>37,795</b>	<b>36,248</b>
<b>D. LIABILITIES</b>		
<b>D1. Non-Current Liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	-	-
(b) Deferred Tax Liabilities (Net)	1,183	941
<b>Total Non-Current Liabilities (D1)</b>	<b>1,183</b>	<b>941</b>
<b>D2. Current Liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	35,275	42,111
(ii) Trade Payables	33,746	36,618
(iii) Other financial liabilities	8,366	9,917
(b) Other current liabilities	1,486	1,366
(c) Provisions	506	382
(d) Current Tax Liabilities(Net)	225	915
<b>Total Current Liabilities (D2)</b>	<b>79,604</b>	<b>91,309</b>
<b>Total Liabilities D (D1+D2)</b>	<b>80,787</b>	<b>92,250</b>
<b>Total Equity and Liabilities (C+D)</b>	<b>1,18,582</b>	<b>1,28,498</b>

For LOYAL TEXTILE MILLS LIMITED

Valli M Ramaswami  
Chairperson and Wholetime Director

Place : Chennai  
Date : 11<sup>th</sup> November 2022



# LOYAL TEXTILE MILLS LIMITED

Registered Office : 21/4 Mills Street, Kovilpatti 628 501

CIN : L17111TN1964PLC001361

**CONSOLIDATED CASH FLOW STATEMENT FOR THE QUARTER/HALF YEAR ENDED 30<sup>th</sup> SEPTEMBER 2022**

(₹. in Lakhs)

PARTICULARS	30 <sup>th</sup> September 2022	31 <sup>st</sup> March 2022
	(Unaudited)	(Audited)
<b>CASHFLOW FROM OPERATING ACTIVITIES</b>		
PROFIT BEFORE TAX	1,936	13,266
ADJUSTMENTS FOR		
Depreciation	1,814	3,704
Interest paid	1,535	2,963
Interest received	(98)	(52)
Dividend received on Investments - Others	(0)	(181)
Bad Debts & Provision for Bad debts	-	(28)
Impairment on Assets	-	103
(Profit)/Loss on disposal of Fixed Assets	10	(53)
<b>OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES</b>	<b>5,197</b>	<b>19,722</b>
ADJUSTMENTS FOR CHANGES IN		
Inventories	3,812	(18,810)
Debtors	9,550	(6,037)
Loans & Advances and Other Current Assets	233	(9,811)
Amount deposited as Margin Money	(968)	1,439
Current liabilities and provisions	(11,463)	26,487
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>	<b>6,361</b>	<b>12,989</b>
Income Tax (Paid)/Refund	(600)	(1,778)
<b>NET CASH FLOW (A)</b>	<b>5,761</b>	<b>11,211</b>
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>		
Payments for Assets acquisition	(3,925)	(2,723)
Proceeds on Sale of Fixed Assets	20	76
Sale/(Purchase) of Investments	22	-
Dividend receipts	0	181
<b>NET CASH FLOW (B)</b>	<b>(3,883)</b>	<b>(2,467)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Interest paid	(1,535)	(2,963)
Interest receipts	98	52
Repayment of Long Term Borrowings	-	(5,298)
Dividend paid	(482)	(361)
<b>NET CASH FLOW (C)</b>	<b>(1,918)</b>	<b>(8,570)</b>
<b>NET CASH INFLOW / (OUTFLOW) (A+B+C)</b>	<b>(41)</b>	<b>175</b>
<b>OPENING CASH AND CASH EQUIVALENTS (D)</b>	<b>567</b>	<b>392</b>
<b>CLOSING CASH AND CASH EQUIVALENTS (E)</b>	<b>526</b>	<b>567</b>
<b>NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS (E-D)</b>	<b>(41)</b>	<b>175</b>

**Notes:**

- 1) Cash and cash equivalent represents cash in hand and cash with scheduled banks.
- 2) Cash and cash equivalent include foreign currency balances which do not include items of restrictive realisability.
- 3) Reconciliation of amounts of Cash and Cash equivalents in Cash Flow Statement to Cash and Cash equivalents reported in Financial Statements:

Particulars	30.09.2022	31.03.2022
Cash and Cash equivalents as per Cash Flow statement	526	567
Add: Balances which are earmarked against liabilities and is not available for use	2 331	1 363
Cash and Cash equivalents as reported in Financial Statements	<b>2 857</b>	<b>1 930</b>

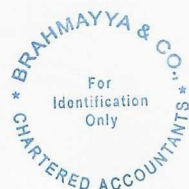
For LOYAL TEXTILE MILLS LIMITED

*Valli M Ramaswami*

Valli M Ramaswami  
Chairperson and Wholetime Director

Place : Chennai

Date : 11<sup>th</sup> November 2022



# LOYAL TEXTILE MILLS LIMITED

Regd. Office: 21/4 Mill Street, Kovilpatti 628 501.

CIN: L17111TN1946PLC001361

CONSOLIDATED SEGMENT INFORMATION FOR THE QUARTER/HALF YEAR ENDED 30<sup>th</sup> SEPTEMBER 2022

(₹. in Lakhs)

PARTICULARS	Quarter Ended			Half Year Ended		Year Ended
	30.09.2022	30.06.2022	30.09.2021	30.09.2022	30.09.2021	31.03.2022
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
<b>Segment Revenue (Textile)</b>						
a) Manufacturing	34,891	41,610	44,871	76,501	79,181	1,72,414
b) Trading	3	2,184	1,219	2,187	2,858	4,329
<b>Net Sales/Income from Operations</b>	<b>34,894</b>	<b>43,794</b>	<b>46,090</b>	<b>78,688</b>	<b>82,039</b>	<b>1,76,743</b>
<b>Segment Results Profit / (Loss) before tax and interest from: (Textile)</b>						
a) Manufacturing	(190)	3,252	4,834	3,062	7,552	15,506
b) Trading	(1)	417	75	416	268	443
<b>Total</b>	<b>(191)</b>	<b>3,669</b>	<b>4,909</b>	<b>3,478</b>	<b>7,820</b>	<b>15,949</b>
Less: Interest	735	800	594	1,535	1,473	2,963
Add: Unallocable income/(Expenditure) (Net)	(5)	(2)	(30)	(7)	(37)	280
Add: Share of profit/ (loss) from Join Venture	210	101	108	311	285	465
<b>Total Profit / (Loss) before Tax</b>	<b>(721)</b>	<b>2,968</b>	<b>4,393</b>	<b>2,247</b>	<b>6595</b>	<b>13,731</b>
<b>Segment Assets</b>						
a) Manufacturing	1,14,619	1,12,017	1,01,952	1,14,619	1,01,952	1,24,681
b) Trading	593	1,169	986	593	986	742
c) Unallocable Assets	3,370	3,165	3,948	3,370	3,948	3,075
<b>Total Assets</b>	<b>1,18,582</b>	<b>1,16,351</b>	<b>1,06,886</b>	<b>1,18,582</b>	<b>1,06,886</b>	<b>1,28,498</b>
<b>Segment Liabilities</b>						
a) Manufacturing	44,864	44,583	35,108	44,864	35,108	48,279
b) Trading	944	1,472	892	944	892	919
c) Unallocable Liabilities	1,183	1,425	1,511	1,183	1,511	941
<b>Total Liabilities</b>	<b>46,991</b>	<b>47,480</b>	<b>37,511</b>	<b>46,991</b>	<b>37,511</b>	<b>50,139</b>
<b>Total Capital Employed</b>	<b>71,591</b>	<b>68,871</b>	<b>69,375</b>	<b>71,591</b>	<b>69,375</b>	<b>78,359</b>

For LOYAL TEXTILE MILLS LIMITED

*Valli M Ramaswami*

Valli M Ramaswami  
Chairperson and Wholetime Director

Place : Chennai

Date : 11<sup>th</sup> November 2022





**Notes to Unaudited Consolidated Financial Statements:**

1. The Financial Results of the Company have been prepared in accordance with the Companies (Indian Accounting Standards) Rules 2015 (Ind AS) prescribed under Sec 133 of the companies Act, 2013 and other recognized accounting practices and polices to the extent applicable.

2. Loyal Textile Mills Limited ("the Company") is engaged in manufacturing of yarn, woven fabric, knitted fabric and technical clothing. The Company has manufacturing plants at Kovilpatti, Sattur, Cuddalore, Sivagangai in Tamilnadu and Naidupeta in Andhra Pradesh. The Company is a public listed company and listed on The Bombay Stock Exchange and National Stock Exchange (NSE).

3. The consolidated financial results include the financial results of Loyal Textile Mills Limited ("the Parent Company") and the financial results of its subsidiary Loyal International Sourcing Private Limited [LISPL] and joint venture foreign company - Gruppo P&P Loyal SPA Italy. The Subsidiary company Loyal International Sourcing Private Limited [LISPL] has shut down its operations from FY 2017-18 onwards.

Out of the joint venture foreign companies, the operations of Loyal Dimco Group A.E.B.E (under the process of winding up) and Loyal IRV Textile LDA, Portugal are not significant in relation to the Group's business.

4. The above unaudited financial results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on November 11, 2022.

5. The statutory auditors have carried out the limited review of the consolidated financial results for the quarter and half year ended 30th September 2022.

6. Previous period figures have been reclassified / regrouped wherever necessary.

**For LOYAL TEXTILE MILLS LIMITED**



**Valli M Ramaswami**

**Chairperson and Wholetime Director**



**Place : Chennai**

**Date : 11<sup>th</sup> November 2022**

