

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

Divisional Office :

No. 83 , 1st Main Road, R.A. Puram, Chennai 600 028, India.

Phone : +91 44 4227 7374

E-Mail : loyal@loyaltextiles.com

GSTIN : Tamil Nadu : 33AAACL2632C1Z8, Andhra Pradesh : 37AAACL2632C1Z0

CIN : L17111TN1946PLC001361, PAN : AAACL2632C

REF: LTM/SEC/2023-24/035

February 13, 2024

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
---	--

Dear Sir / Madam,

**Sub: Unaudited Financial Results – reg.**

We wish to inform you that, the Board of Directors of the Company in their meeting held on Tuesday, 13<sup>th</sup> February 2024, inter-alia considered and approved the Unaudited Standalone and Consolidated financial results for the Quarter and Nine Months ended 31<sup>st</sup> December 2023.

We enclose herewith the Unaudited financial results and Limited Review report of the Statutory Auditors for your kind information and record.

The meeting commenced at 02.30 P.M and concluded at 6.45 P.M

Thanking You,

Yours faithfully  
For LOYAL TEXTILE MILLS LIMITED



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



Encl: As above

Registered Office :

No. 21/4, Mill Street, Kovilpatti 628 501, Tamil Nadu, India

Phone : +91 4632 220001-5

E-Mail : kovilpatti@loyaltextiles.com, [www.loyaltextiles.com](http://www.loyaltextiles.com)



**Independent Auditor's Review Report on Unaudited Quarterly and Year to Date 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 of  
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 31<sup>st</sup> December 2023 and year to date results for the period from 01<sup>st</sup> April 2023 to 31<sup>st</sup> December 2023 ("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 Textile Mills Limited	Holding Company
2	Loyal International Sourcing Private Limited	Wholly Owned Subsidiary
3	Gruppo P&P Loyal Spa	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. Without qualifying our review conclusion, attention is invited to Note No.3 to the consolidated financial results, which explains the non-compliance with Regulation 33(3)(h) of the Listing Regulations with respect to consolidation of one overseas joint venture whose results has been considered based on the financial information prepared by the management which is not subjected to review or audit.
7. 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 31<sup>st</sup> December 2023, total revenue of Rs. Nil and Nil, total net profit of Rs. Nil and Rs. Nil and total comprehensive income of Rs. Nil and Rs. Nil for the quarter and nine months ended 31<sup>st</sup> December 2023 respectively as considered in the Statement. The Statement also includes the group's share of net profit of Rs.488.32 Lakhs and Rs.992.74 Lakhs and Total comprehensive profit of Rs.488.32 Lakhs and Rs.992.74 Lakhs for the quarter and nine months ended 31<sup>st</sup> December 2023 respectively as considered in the consolidated unaudited financial results, in respect of 1 joint venture based on their interim financial information furnished by management, which have not been reviewed. 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: 24026575BK CJQZ5381

Place : Chennai

Date : February 13, 2024

# LOYAL TEXTILE MILLS LIMITED

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

CIN : L17111TN1946PLC001361

STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE NINE MONTHS ENDED 31<sup>st</sup> DECEMBER 2023

(₹. in Lakhs)

S.No	PARTICULARS	Quarter Ended			Nine Months Ended		Year Ended
		31.12.2023 (Unaudited)	30.09.2023 (Unaudited)	31.12.2022 (Unaudited)	31.12.2023 (Unaudited)	31.12.2022 (Unaudited)	31.03.2023 (Audited)
1	Revenue from Operations	20,417	24,757	28,531	73,842	1,07,321	1,40,289
2	Other Income	1,943	387	587	3,124	924	3,532
3	<b>Total Income (1+2)</b>	<b>22,360</b>	<b>25,143</b>	<b>29,118</b>	<b>76,967</b>	<b>1,08,245</b>	<b>1,43,821</b>
4	Expenses:						
	a. Cost of materials consumed	11,482	14,222	20,895	43,392	74,115	94,062
	b. Purchases of Stock in Trade	359	0		457	1,857	1,857
	c. Changes in inventories of:						
	- Finished Goods	(125)	797	(1,948)	567	(8,257)	(6,658)
	- Work in progress	160	(54)	(606)	1,294	518	(151)
	d. Employee benefits expense	3,820	4,392	4,338	12,436	13,176	17,651
	e. Finance Costs	1,274	1,334	634	3,692	2,169	3,179
	f. Depreciation & Amortisation expense	961	959	919	2,846	2,733	3,658
	g. Other expenses	5,668	5,659	7,274	17,842	22,386	30,496
	<b>Total Expenses (4)</b>	<b>23,598</b>	<b>27,310</b>	<b>31,506</b>	<b>82,527</b>	<b>1,08,697</b>	<b>1,44,095</b>
5	Profit / (Loss) before share of profit / (Loss) of joint venture, exceptional items and tax (3-4)	(1,238)	(2,166)	(2,388)	(5,560)	(452)	(274)
6	Share of Profit / (Loss) from a Joint venture	488	75	250	993	561	290
7	Profit / (Loss) before tax (3-4)	(749)	(2,091)	(2,138)	(4,567)	109	17
8	Exceptional Items	NIL	NIL	NIL	NIL	NIL	NIL
8	Profit / (Loss) before tax (5-6)	(749)	(2,091)	(2,138)	(4,567)	109	17
8	Tax Expenses						
	a. Current Tax	NIL	NIL	(434)	NIL	NIL	
	b. Deferred Tax Expenses/ (Credit)	(532)	(678)	256	(1,955)	106	(26)
	c. Income Tax relating to Previous Year	NIL	NIL	(171)	NIL	(242)	(242)
9	Profit / (Loss) for the period after tax(5-6)	(218)	(1,413)	(1,789)	(2,613)	245	284
10	Other Comprehensive Income, net of Income Tax						
	(a) items that will not be reclassified to Profit or Loss	6	155	6	172	2	(45)
	(b) Income tax relating to items that will not be reclassified to Profit or Loss	NIL	(55)	(2)	(57)	(3)	20
10	<b>Total Comprehensive Income for the period (7+8)</b>	<b>(212)</b>	<b>(1,313)</b>	<b>(1,785)</b>	<b>(2,498)</b>	<b>244</b>	<b>260</b>
11	Paid - up equity share capital (Face Value of Rs.10/- per share)	482	482	482	482	482	482
12	Earnings per Share ( EPS)						
	a. Basic EPS	(4.52)	(29.34)	(37.14)	(54.24)	5.09	5.91
	b. Diluted EPS	(4.52)	(29.34)	(37.14)	(54.24)	5.09	5.91

Place : Chennai

Date : 13<sup>th</sup> February 2024



For LOYAL TEXTILE MILLS LIMITED

*Valli M Ramaswami*

Valli M Ramaswami  
Chairperson and Wholetime Director



# LOYAL TEXTILE MILLS LIMITED

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

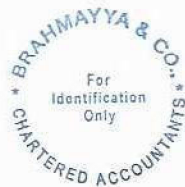
CIN : L17111TN1946PLC001361

## STATEMENT OF UNAUDITED CONSOLIDATED ASSETS AND LIABILITIES AS AT 31<sup>st</sup> DECEMBER 2023

(₹. in Lakhs)

PARTICULARS	As at 31.12.2023	As at 31.03.2023
	Unaudited	Audited
<b>ASSETS</b>		
<b>A. Non-Current Assets</b>		
(a) Property, Plant & Equipment	33,821	32,756
(b) Capital Work-in-progress	130	310
(c) Investment property	153	270
(d) Other Intangible assets	61	52
(e) Financial Assets		
(i) Investments	3,724	2,904
(f) Other Non-Current Assets	2,711	3,877
(g) Deferred Tax Assets (Net)	660	-
<b>Total Non-Current Assets (A)</b>	<b>41,261</b>	<b>40,170</b>
<b>B. Current Assets</b>		
(a) Inventories	46,415	52,162
(b) Financial Assets		
(i) Investments	2	2
(ii) Trade Receivables	18,842	20,570
(iii) Cash and Cash Equivalents	76	345
(iv) Bank Balance Other than (iii) above	1,524	1,769
(v) Other financial Assets	2,330	2,379
(c) Other current Assets	8,681	12,089
<b>Total Current Assets (B)</b>	<b>77,871</b>	<b>89,317</b>
<b>Total Assets (A+B)</b>	<b>1,19,131</b>	<b>1,29,487</b>
<b>EQUITY AND LIABILITIES</b>		
<b>C. EQUITY</b>		
(a) Equity Share Capital	482	482
(b) Other Equity	33,047	35,545
<b>Total Equity (C)</b>	<b>33,529</b>	<b>36,027</b>
<b>LIABILITIES</b>		
<b>D. Non-Current Liabilities</b>		
(a) Provisions	130	130
(b) Deferred Tax Liabilities (Net)	-	1,237
<b>Total Non-Current Liabilities (D)</b>	<b>130</b>	<b>1,367</b>
<b>E. Current Liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	63,388	66,227
(ii) Trade Payables		
(a) total outstanding dues of micro enterprises and small enterprises; and	4,625	2,214
(b) total outstanding dues of creditors other than micro enterprises and small enterprises	10,362	14,734
(iii) Other financial liabilities	5,847	7,197
(b) Other current liabilities	1,170	1,600
(c) Provisions	73	121
<b>Total Current Liabilities (E)</b>	<b>85,472</b>	<b>92,092</b>
<b>Total Liabilities F (D+E)</b>	<b>85,602</b>	<b>93,460</b>
<b>Total Equity and Liabilities (C+F)</b>	<b>1,19,131</b>	<b>1,29,487</b>

Place : Chennai  
Date : 13<sup>th</sup> February 2024



For LOYAL TEXTILE MILLS LIMITED

*Valli M Ramaswami*

Valli M Ramaswami  
Chairperson and Wholetime Director



# LOYAL TEXTILE MILLS LIMITED

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

CIN : L17111TN1946PLC001361

STATEMENT OF UNAUDITED CONSOLIDATED CASH FLOW STATEMENT AS AT 31st DECEMBER 2023

(₹. in Lakhs)

PARTICULARS	31 <sup>st</sup> Dec 2023	31 <sup>st</sup> March 2023
	(Unaudited)	(Audited)
<b>CASHFLOW FROM OPERATING ACTIVITIES</b>		
PROFIT BEFORE TAX	(5,560)	(274)
ADJUSTMENTS FOR		
Depreciation	2,846	3,658
Interest paid	3,692	3,179
Dividend received on Investments - Others	(0)	(0)
Bad Debts & Provision for Bad debts	4	41
Impairment on Investments	-	20
(Profit)/Loss on disposal of Fixed Assets	(111)	16
Net unrealised foreign exchange (gain) / loss	-	-
<b>OPERATING PROFIT/(LOSS) BEFORE WORKING CAPITAL CHANGES</b>	<b>871</b>	<b>6,641</b>
ADJUSTMENTS FOR CHANGES IN WORKING CAPITAL		
Adjustment for (Increase)/Decrease in Operating Assets		
Inventories	5,747	(7,508)
Trade Receivables	1,723	9,679
Other Financial Assets	49	1,103
Other Current Assets	2,748	871
Other Non-Current Assets	(632)	(502)
Amount deposited as Margin Money	245	(406)
Adjustment for Increase/ (Decrease) in Operating Liabilities		
Trade Payables	(1,962)	(1,105)
Other Financial Liabilities	(1,350)	(1,322)
Other Current Liabilities	(422)	(521)
Long & Short term Provisions	122	29
Other Non-Current Liabilities	660	343
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>	<b>7,800</b>	<b>7,301</b>
Income Tax (Paid)/Refund	-	(667)
<b>NET CASH FLOW (A)</b>	<b>7,800</b>	<b>6,633</b>
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>		
Payments for Assets acquisition	(1,933)	(7,978)
Proceeds on Sale of Fixed Assets	220	26
Sale/(Purchase) of Investments	0	22
Dividend receipts	175	136
<b>NET CASH FLOW (B)</b>	<b>(1,539)</b>	<b>(7,794)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Interest paid	(3,692)	(3,179)
Proceeds / (Repayment) of Short Term Borrowings	(2,839)	4,601
Dividend paid	-	(482)
<b>NET CASH FLOW (C)</b>	<b>(6,530)</b>	<b>940</b>
<b>NET CASH INFLOW / (OUTFLOW) (A+B+C)</b>	<b>(269)</b>	<b>(221)</b>
<b>OPENING CASH AND CASH EQUIVALENTS (D)</b>	<b>345</b>	<b>567</b>
<b>CLOSING CASH AND CASH EQUIVALENTS (E)</b>	<b>76</b>	<b>345</b>
<b>NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS (E-D)</b>	<b>(269)</b>	<b>(221)</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

Particulars	31.12.2023	31.03.2023
Cash and Cash equivalents as per Cash Flow statement	76	345
Add: Balances which are earmarked against liabilities and is not available for use	1 524	1 769
Cash and Cash equivalents as reported in Financial Statements	<b>1 600</b>	<b>2 114</b>

Place : Chennai  
Date : 13<sup>th</sup> February 2024



For LOYAL TEXTILE MILLS LIMITED

*Valli M Ramaswami*  
Valli M Ramaswami  
Chairperson and Wholetime Director



**Notes to Unaudited Consolidated Financial Results:**

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. 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.
3. The consolidated financial results include Group's share of net profit of Gruppo P&P Loyal SPA, a foreign joint venture, whose financial information is not subjected to review. The results of Gruppo P&P Loyal SPA have not been reviewed during the earlier periods as the same were not material to the group. However, the net loss for the quarter reported by the holding company resulted in the share of net profit from Gruppo P&P Loyal SPA becoming material to the group, consequent to which Reg 33(3)(h) of the SEBI LODR could not be compiled with. Company is taking necessary efforts to get the financial results of the Joint Venture reviewed at an earliest date.
4. The non-operational foreign Joint Ventures - Loyal Dimco Group A.E.B.E., Greece, Loyal Textiles (UK) Ltd., U.K. and Loyal IRV Textile LDA, Portugal have been wound up during the current quarter.
5. The above unaudited financial results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on February 13, 2024.
6. The statutory auditors have carried out the limited review of the consolidated financial results for the Quarter/Nine months ended 31st December 2023.
7. The Company operates in one segment (i.e) Textile Business, which in the context of Indian Accounting Standard (IND AS 108) - Operating Segment, is considered as the only reportable operating segment of the company.
8. Previous period figures have been reclassified / regrouped wherever necessary.

For LOYAL TEXTILE MILLS LIMITED

*Valli M Ramaswami*

Valli M Ramaswami  
Chairperson and Wholetime Director

Place : Chennai  
Date : 13th February 2024

