

REF: LTM/BSE/2020-21/Q1/005

August 14, 2020

The General Manager
Bombay Stock Exchange Limited
P J Towers, Dalal Street,
Mumbai – 400 001

Dear Sir,

Sub: Un-audited Financial Results for the Quarter ended 30th June 2020

We wish to inform you that, the Board of Directors at their meeting held on Friday, 14th August 2020 inter-alia have approved the Standalone and Consolidated Un-audited Financial results for the Quarter ended 30th June 2020.

The financial results along with the limited review report and financial highlights for the Quarter ended 30th June 2020 are attached herewith for your information and record.

The meeting of the Board of Directors commenced at 12:00 Noon and concluded at 01.30 P.M.

Thanking You,

Yours faithfully

For LOYAL TEXTILE MILLS LIMITED



P. MAHADEVAN

Company Secretary & Compliance Officer



Encl : as above

GANESH PRASAD

CHARTERED ACCOUNTANTS

SB 1 & 2, G BLOCK, VAJRA APARTMENTS, 202 BYE PASS ROAD, MADURAI – 625016

PHONE: +91(452) 4355225: 4392225 E-MAIL: natan@ganeshprasad.com, gpcaindia@gmail.com



**To
THE BOARD OF DIRECTORS OF
LOYAL TEXTILE MILLS LIMITED.**

We have reviewed the accompanying statement of Standalone Unaudited Financial Results of M/s LOYAL TEXTILE MILLS LTD., KOVILPATTI, (CIN: L17111TN1946PLC001361) ("The Company") for the quarter ended 30th June, 2020. The statement is the responsibility of the company's management and has been approved by the Board of Directors.

The statement is the responsibility of the company's management and has been approved by the Board of Directors at their meeting and has been prepared in accordance with recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with Standards on Review Engagement (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 financial statements are free from material misstatements. A review is limited primarily to inquiries of the company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statements of unaudited financial results prepared in accordance with applicable accounting standards and other recognized practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed or that it contains any material misstatement.

Place: Madurai
Date: 14th August 2020



For **GANESH PRASAD**

Chartered Accountants

F R No. 000872S


S. Natanagopal

Partner

M.No: 022841

UDIN: 20022841 AAAABN1068

(₹. In lakhs except per share data)

LOYAL TEXTILE MILLS LIMITED

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

CIN: L17111TN1946PLC001361

STANDALONE SEGMENT INFORMATION FOR THE QUARTER ENDED 30TH JUNE 2020

(₹. In lakhs)

PARTICULARS	Quarter Ended			Year Ended
	30.06.2020	31.03.2020	30.06.2019	31.03.2020
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
Segment Revenue (Textile)				
a) Manufacturing	17,751	26,487	23,672	1,07,547
b) Trading	223	552	959	2,896
Net Sales/Income from Operations	17,974	27,039	24,631	1,10,443
Segment Results Profit / (Loss) before tax and interest from: (Textile)				
a) Manufacturing	479	824	511	3,516
b) Trading	24	11	41	92
Total	503	835	552	3,608
Less: Interest	865	910	1,003	3,691
Add: Unallocable income/(Expenditure) (Net)	(1)	(2)	(1)	51
Total Profit / (Loss) before Tax	(363)	(77)	(452)	(32)
Segment Assets				
a) Manufacturing	84,571	90,198	88,802	90,198
b) Trading	170	410	679	410
c) Unallocable Assets	3,520	3,371	2,839	3,371
Total Assets	88,261	93,979	92,320	93,979
Segment Liabilities				
a) Manufacturing	32,569	35,550	29,021	35,550
b) Trading	222	613	652	613
c) Unallocable Liabilities	-	-	-	-
Total Liabilities	32,791	36,163	29,673	36,163
Total Capital Employed	55,470	57,816	62,647	57,816

For LOYAL TEXTILE MILLS LIMITED

Valli M Ramaswami

Valli M Ramaswami
Chairperson and Wholetime Director

Place : Chennai

Date : 14th August 2020



GANESH PRASAD

CHARTERED ACCOUNTANTS

SB 1 & 2, G BLOCK, VAJRA APARTMENTS, 202 BYE PASS ROAD, MADURAI – 625016

PHONE: +91(452) 4355225; 4392225 E-MAIL: natan@ganeshprasad.com, gpcaindia@gmail.com



Independent Auditor's Review Report on Consolidated Unaudited Quarterly and year to date financial results of the Company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

**To
THE BOARD OF DIRECTORS OF
LOYAL TEXTILE MILLS LIMITED.**

We have reviewed the accompanying statement of Consolidated Unaudited Financial Results of M/s LOYAL TEXTILE MILLS LTD., KOVILPATTI, (CIN L17111TN1946PLC001361) ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), and its share of the net profit/(loss) after tax and total comprehensive income/loss of its associates and joint ventures for the quarter ended 30th June, 2020, being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended. Attention is drawn to the fact that the consolidated figures for the corresponding quarter ended 30th June 2019, as reported in these financial results have been approved by the Parent's Board of Directors, but have not been subjected to review.

This statement, which is the responsibility of the Group's Management and approved by the Parent's Board of Directors at their meeting, has been prepared in accordance with recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express conclusion on the Statement based on our review.

We conducted our review of the Statement in accordance with Standards on Review Engagement (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 is substantially less in scope than an audit conducted in accordance with the 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.



Offices at Madurai – Chennai – Hyderabad – Coimbatore-Mumbai

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We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

The Statement includes the results of the following entities:

- a. Loyal International Sourcing Private Limited (Subsidiary).
- b. Gruppo P&P Loyal Spa (Joint Venture 47.5%).

The consolidated unaudited financial results includes the interim financial statements/ financial information/ financial results of Loyal International Sourcing Private Limited, a Subsidiary, which have not been reviewed/audited by their auditors, whose interim financial statements/ financial information/ financial results reflect total revenue of Rs. NIL, total net profit/(loss) after tax of (Rs. 19,175/-) and total comprehensive ~~income~~ (loss) of (Rs.19,175/-) for the quarter ended 30th June 2020, as considered in the consolidated unaudited financial results. The consolidated unaudited financial results also include the group's share of net profit/ ~~(loss)~~ after tax of Rs. 89.37 lakhs for the quarter ended 30th June 2020, as considered in the consolidated unaudited financial results, in respect of Gruppo P&P Loyal Spa, a jointly controlled entity located in Italy, based on their interim financial statements/ financial information/ financial results which have not been reviewed/ audited by their Auditors. These financial information have not been reviewed by their Auditors and we have relied upon the financial information certified by the Parent's Management.

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 (Ind AS) 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: Madurai
Date : 14th August 2020



For **GANESH PRASAD**
Chartered Accountants

F R No. 0008725


S. Natanagopal

Partner

M.No: 022841

UDIN: 20022841 AAAABN1068

LOYAL TEXTILE MILLS LIMITED

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

CIN : L17111TN1964PLC001361

CONSOLIDATED STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE 2020

(₹. In lakhs except per share data)

S.No	PARTICULARS	Quarter Ended			Year Ended
		30.06.2020	31.03.2020	30.06.2019	31.03.2020
		(Unaudited)	(Audited)	(Unaudited)	(Audited)
1	Revenue from Operations	17,974	27,039	24,631	1,10,443
2	Other Income	59	112	32	344
3	Total Revenue (1+2)	18,033	27,151	24,663	1,10,787
4	Expenses:				
	a. Cost of materials consumed	11,300	16,018	15,809	65,326
	b. Purchases of Stock in Trade	188	791	875	2,946
	c. Changes in inventories of:				
	- Finished Goods	(898)	(233)	(2,569)	(1,375)
	- Work in progress	(227)	(525)	(341)	(907)
	d. Employee benefits expense	2,211	3,152	2,823	12,117
	e. Finance Cost	865	910	1,003	3,691
	f. Depreciation & Amortisation expense	1,097	1,230	1,342	5,213
	g. Other expenses	3,860	5,885	6,173	23,809
	Total Expenses (4)	18,396	27,228	25,115	1,10,820
5	Profit / (Loss) before share of Profit / (Loss) of an Joint Venture and exceptional items - (3-4)	(363)	(77)	(452)	(33)
6	Share of Profit / (Loss) from a Joint venture	89	(170)	84	453
7	Profit / (Loss) before exceptional items and tax (5+6)	(274)	(247)	(368)	420
8	Exceptional Items	NIL	NIL	NIL	NIL
9	Profit / (Loss) before tax (7-8)	(274)	(247)	(368)	420
10	Tax Expenses				
	a. Current Tax	NIL	(7)	NIL	NIL
	b. Deferred Tax Expenses/ (Credit)	(148)	(23)	(491)	(374)
	c. MAT Credit Entitlement				
	- Pertaining to Current Year	NIL	NIL	NIL	NIL
	- Pertaining to Prior Years	NIL	(125)	NIL	(125)
	d. Income Tax relating to Previous Year	NIL	41	NIL	41
11	Profit / (Loss) for the period from continuing operations (9-10)	(126)	(133)	122	878
12	Profit/ (Loss) from discontinuing operations	NIL	NIL	NIL	NIL
13	Profit / (Loss) for the Period after Tax (11 - 12)	(126)	(133)	122	878
14	Other Comprehensive Income, net of Income Tax				
	(a) items that will not be reclassified to Profit or Loss	2	47	(12)	8
	(b) Income tax relating to items that will not be reclassified to Profit or Loss	0	18	(4)	6
	(c) Items that will be reclassified to profit or Loss	NIL	NIL	NIL	NIL
	(d) Income tax relating to items that will be reclassified to Profit or Loss	NIL	NIL	NIL	NIL
15	Total Comprehensive Income for the period (13 + 14)	(124)	(68)	107	892
16	Paid - up equity share capital (Face Value of Rs.10/- per share)	482	482	482	482
17	Earnings per Share (EPS)				
	a. Basic and Diluted EPS before Extra ordinary items	(2.61)	(2.75)	2.54	18.24
	b. Basic and Diluted EPS after Extra ordinary items	(2.61)	(2.75)	2.54	18.24

Notes:

- 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 policies to the extent applicable.
- The above Unaudited financial results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 14th August 2020
- On account of COVID-19 Pandemic, the government of India has imposed the complete nation-wide lockdown on March 24,2020 leading to temporary shutdown of company Manufacturing facilities and operations. Since then the Government of India has progressively relaxed the lock down conditions and has allowed the industry to resume its operations in a phased manner. During the quarter, the company has resumed its manufacturing operations partially. Since the lockdown was in force for a significant period of the quarter, the company's operations and financial results for the quarter ended 30th June 2020 have been adversely impacted. The results for the quarter are, therefore, not comparable with those for the previous quarters.
Further, the company has made assessment of its liquidity position for the current year and the recoverability and carrying value of its assets comprising property, plant and equipment, investments, inventories and trade receivables. The company has considered internal and external sources of information for making said assessment. On the basis of the assessment, the company expects to recover the carrying amount of these assets and no material adjustments is required in the financial results. Given the uncertainties associated with nature, condition and duration of COVID-19, the company will closely monitor any material changes arising out of the future economic condition and its impact on the business of the company.
- 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 : 14th August 2020



LOYAL TEXTILE MILLS LIMITED

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

CIN: L17111TN1946PLC001361

CONSOLIDATED SEGMENT INFORMATION FOR THE QUARTER ENDED 30TH JUNE 2020

(₹. In lakhs)

PARTICULARS	Quarter Ended			Year Ended
	30.06.2020	31.03.2020	30.06.2019	31.03.2020
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
Segment Revenue (Textile)				
a) Manufacturing	17,750	26,487	23,672	1,07,547
b) Trading	224	552	959	2,896
Net Sales/Income from Operations	17,974	27,039	24,631	1,10,443
Segment Results Profit / (Loss) before tax and interest from: (Textile)				
a) Manufacturing	479	823	511	3,515
b) Trading	24	11	41	92
Total	503	834	552	3,607
Less: Interest	865	910	1,003	3,691
Add: Unallocable income/(Expenditure) (Net)	(1)	(1)	(1)	51
Add: Share of Profit / (Loss) from a joint Venture	89	(170)	83	453
Total Profit / (Loss) before Tax	(274)	(247)	(368)	420
Segment Assets				
a) Manufacturing	84,628	90,092	88,695	90,092
b) Trading	170	411	681	411
c) Unallocable Assets	5,430	5,191	4,345	5,191
Total Assets	90,228	95,694	93,721	95,694
Segment Liabilities				
a) Manufacturing	32,580	35,561	29,032	35,561
b) Trading	222	613	652	613
c) Unallocable Liabilities	-	-	-	-
Total Liabilities	32,802	36,174	29,684	36,174
Total Capital Employed	57,426	59,520	64,036	59,520

For LOYAL TEXTILE MILLS LIMITED

Valli M Ramaswami

Valli M Ramaswami
Chairperson and Wholetime Director

Place : Chennai

Date : 14th August 2020



LOYAL TEXTILE MILLS LIMITED

Registered Office : 21/4 Mills Street, Kovilpatti 628 501
CIN : L17111TN1946PLC001361

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE 2020

(₹. In lakhs except per share data)

Sl No	Particulars	STANDALONE RESULTS				CONSOLIDATED RESULTS			
		Quarter ended		Year ended		Quarter ended		Year ended	
		30.06.2020 (Unaudited)	31.03.2020 (Audited)	30.06.2019 (Unaudited)	31.03.2020 (Audited)	30.06.2020 (Unaudited)	31.03.2020 (Audited)	30.06.2019 (Unaudited)	31.03.2020 (Audited)
1	Total income from operations	17,974	27,039	24,631	1,10,443	17,974	27,039	24,631	1,10,443
2	Net profit / (Loss) for the period (before tax, exceptional items)	(363)	(76)	(452)	(32)	(274)	(247)	(368)	420
3	Net profit / (Loss) for the period before tax (after exceptional items)	(363)	(76)	(452)	(32)	(274)	(247)	(368)	420
4	Net profit / (Loss) for the period after tax (after exceptional items)	(215)	38	39	426	(126)	(133)	122	878
5	Total Comprehensive Income for the Period [Comprising Profit / (Loss) for the period (after tax) and Other Comprehensive Income (after tax)]	(213)	103	24	440	(124)	(68)	107	892
6	Equity share capital	482	482	482	482	482	482	482	482
7	Reserves (excluding Revaluation Reserve) as shown in the Audited Balance sheet of Previous year				21,685				23,388
8	Earnings per share (Rs.10 each) (for Continuing and Discontinued operations) -								
	a. Basic	(4.46)	0.79	0.81	8.85	(2.61)	(2.75)	2.54	18.24
	b. Diluted	(4.46)	0.79	0.81	8.85	(2.61)	(2.75)	2.54	18.24

Note

- The above is an extract of the detailed format of Quarter Ended unaudited financial results as on 30th June, 2020 filed with the Stock Exchange under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The full format of Quarter Ended unaudited financial results as on 30th June, 2020 are available on the Bombay Stock Exchange website (URL:www.bseindia.com/corporates) and on the company website (URL:www.loyaltextiles.com).
- Previous period figures have been reclassified / regrouped wherever necessary.

For LOYAL TEXTILE MILLS LIMITED

Valli M Ramaswami

Valli M Ramaswami
Chairperson and Wholtime Director

Place : Chennai

Date : 14th August 2020



Press Release

FINANCIAL HIGHLIGHTS OF THE QUARTER ENDED 30TH JUNE 2020

Loyal Textile Mills Limited

Loyal Textile Mills has reported total revenue of Rs.180.33 Crs. for the quarter against Rs.246.63 Crs. in the corresponding quarter ended of the previous year.

Incurred Loss of Rs.2.15 Crs. for the Quarter ended 30th June 2020 as against Net Profit (PAT) of Rs.39 Lakhs in the previous year. Rs.10.97 Crs. has been provided for depreciation and amortization and Rs.8.65 Crs. for finance cost.

