

(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: LOYAL/SEC/2024-25/060

June 02, 2025

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: Clarification on outcome of the Board Meeting

Ref: NSE email dated 30th May, 2025.

This is in reference to the e-mail dated 30th May, 2025 regarding clarification on Regulation 30 of the SEBI(LODR) Regulations 2015, with regard to corporate announcement made on 27th May, 2025 regarding outcome of board meeting, we have included the wordings on the Board decision on dividend as below.

The Board of Directors of the Company, held on 27th May 2025 have inter alia approved the Audited Standalone and Consolidated Financial Results of the company for the quarter and year ended March 31, 2025. In view of the loss incurred by the company for the financial year 2024-2025, the Board has not recommended any dividend for FY 2024-25.

Pursuant to Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, we enclose the statement showing the Audited Standalone and Consolidated Financial Results for the quarter and year ended March 31, 2025 along with the Statutory Auditors Report.

We hereby declare that the Statutory Auditors of the Company, M/s. Brahmayya & co., Chartered Accountants, have in their reports issued an unmodified opinion with emphasis of matter on the Audited Standalone and Consolidated Financial Results for the financial year ended March 31, 2025.

The meeting commenced at 1.10 P.M (IST) and concluded at 7.00 P.M (IST)

Thanking You,

Yours faithfully

For LOYAL TEXTILE MILLS LIMITED



S Muthukrishnan
Company Secretary
Membership No. F 9420



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, Website : www.loyaltextiles.com



Independent Auditor's Report on the Quarterly and Year to Date Standalone Audited Financial Results of the company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

**To the Board of Directors of
Loyal Textile Mills Limited**

Report on the audit of the Standalone Financial Results

Opinion

We have audited the accompanying standalone financial results of Loyal Textile Mills Limited ("the company") for the quarter and year ended 31st March 2025, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial results:

- a) are presented in accordance with the requirements of the Listing Regulations in this regard; and
- b) give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting standards, and other accounting principles generally accepted in India, of the net loss and total comprehensive loss and other financial information for the quarter and year ended 31st March 2025.

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 Standalone Annual 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 together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



Emphasis of Matter:

Without Qualifying our report, we draw attention to

We draw attention to Note No.7 of the financial statements, which outlines the Company's financial and operational position, including recurring losses, suboptimal utilization of production capacity, and prevailing market conditions affecting liquidity. These circumstances indicate uncertainties in relation to the company's ability to achieve operational profitability. However, having regard to the company's initiatives to raise funds through various means, optimize operations, including improved capacity utilization and rationalize costs which are aimed at achieving the desired operational profitability, the financial statements have been prepared on a going concern basis and the company's ability to achieve operational profits is dependent upon successful implementation of the aforementioned plans. Our opinion is not modified in respect of this matter.

Management's and Board of Directors' Responsibilities for the Standalone Annual Financial Results

These standalone annual financial results have been prepared on the basis of the standalone annual financial statements.

The Company's Management and the Board of Directors are responsible for the preparation of these standalone annual financial results 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 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 of 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 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 standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone annual financial results, the Management and 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 Company's Management and Board of Directors are also responsible for overseeing the Company's financial reporting process

Auditor's Responsibilities for the Audit of the Standalone Annual Financial Results

Our objectives are to obtain reasonable assurance about whether the standalone annual financial results as a whole are 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 these standalone annual financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone 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 through a separate report on the complete set of standalone financial statements 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 and related disclosures made by the Board of Directors.
- 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 Company's ability 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 financial results 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 standalone annual financial results, including the disclosures, and whether the standalone 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 standalone annual financial results include the results for the quarter ended 31st March 2025 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited 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
Firm Registration No. 0005115



N Sri Krishna
Partner

Membership No. 026575

UDIN: 25026575BMLHGJ4560

Place: Chennai
Date: 27th May 2025

LOYAL TEXTILE MILLS LIMITED

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

CIN : L17111TN1946PLC001361

STATEMENT OF AUDITED STANDALONE FINANCIAL RESULTS FOR THE YEAR ENDED 31st MARCH 2025

(₹. in Lakhs)

S.No	Particulars	Quarter Ended			Year Ended	
		31.03.2025	31.12.2024	31.03.2024	31.03.2025	31.03.2024
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
1	Revenue from Operations	14,572	15,507	20,076	68,215	93,919
2	Other Income	34	363	4,084	1,269	7,383
3	Total Income (1+2)	14,607	15,870	24,160	69,485	1,01,302
4	Expenses:					
	a. Cost of materials consumed	1,092	1,804	9,055	32,246	52,448
	b. Purchases of Stock in Trade	44	35	2,477	2,855	2,933
	c. Changes in inventories of:					
	- Finished Goods	(174)	1,717	2,444	8,010	3,010
	- Work in progress	710	437	(642)	1,162	652
	d. Employee benefits expense	2,740	2,970	3,261	11,936	15,698
	e. Finance Costs	1,208	1,168	1,507	5,006	5,288
	f. Depreciation & Amortisation expense	843	860	930	3,468	3,776
	g. Other expenses	5,634	4,401	5,590	19,797	23,433
	Total Expenses (4)	18,107	19,391	24,711	84,571	1,07,238
5	Profit / (Loss) before exceptional item (3-4)	(3,591)	(3,521)	(551)	(15,086)	(5,936)
6	Exceptional Items	6,366	NIL	NIL	6,786	NIL
7	Profit / (Loss) before tax (5+6)	2,775	(3,521)	(551)	(8,300)	(5,936)
8	Tax Expenses					
	a. Current Tax	NIL	NIL	NIL	NIL	NIL
	b. Deferred Tax Expenses/ (Credit)	(1,300)	(738)	313	(2,832)	(1,641)
9	Profit / (Loss) for the period after tax (7-8)	4,075	(2,784)	(864)	(5,468)	(4,295)
10	Profit/ (Loss) from discontinuing operations	NIL	NIL	NIL	NIL	NIL
11	Profit / (Loss) for the period after tax (9+10)	4,075	(2,784)	(864)	(5,468)	(4,295)
12	Other Comprehensive Income, net of Income Tax					
	(a) items that will not be reclassified to Profit or Loss	(15)	74	(119)	(16)	53
	(b) Income tax relating to items that will not be reclassified to Profit or Loss	(76)	(28)	37	(76)	(20)
13	Total Comprehensive Income for the period (11+12)	3,985	(2,737)	(946)	(5,560)	(4,263)
14	Paid up equity share capital (Face Value of Rs.10/ per share)	482	482	482	482	482
15	Earnings per Share (EPS)					
	a. Basic EPS	84.61	(57.79)	(17.94)	(113.54)	(89.17)
	b. Diluted EPS	84.61	(57.79)	(17.94)	(113.54)	(89.17)

For LOYAL TEXTILE MILLS LIMITED

Valli M Ramaswami

Valli M Ramaswami
Chairperson and Wholetime Director



Place : Chennai

Date : 27th May 2025



LOYAL TEXTILE MILLS LIMITED

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

CIN : 117111TN1946PIC001361

STATEMENT OF AUDITED STANDALONE ASSETS AND LIABILITIES AS AT 31st MARCH 2025

(₹. in Lakhs)

PARTICULARS	As at 31.03.2025 Audited	As at 31.03.2024 Audited
ASSETS		
A. Non-Current Assets		
(a) Property, Plant & Equipment	25,417	33,133
(b) Capital Work-in-progress	3	-
(c) Investment property	14	152
(d) Other Intangible assets	48	61
(e) Financial Assets		
(i) Investments	199	199
(f) Other Non-Current Assets	2,365	2,531
(g) Deferred Tax Assets (Net)	3,140	384
Total Non-Current Assets (A)	31,188	36,460
B. Current Assets		
(a) Inventories	20,854	41,559
(b) Financial Assets		
(i) Investments	-	2
(ii) Trade Receivables	13,530	15,849
(iii) Cash and Cash Equivalents	23	120
(iv) Bank Balance Other than (iii) above	406	1,573
(v) Other financial Assets	4,965	4,599
(c) Current Tax Assets (Net)	277	366
(d) Other current Assets	7,493	8,224
Total Current Assets (B)	47,548	72,293
C. Non-current assets classified as held for sale	2,033	-
Total Assets (A+B+C)	80,770	1,08,752
EQUITY AND LIABILITIES		
D. EQUITY		
(a) Equity Share Capital	482	482
(b) Other Equity	23,017	28,577
Total Equity (D)	23,499	29,059
LIABILITIES		
E. Non-Current Liabilities		
(a) Provisions	116	159
Total Non-Current Liabilities (E)	116	159
F. Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	41,330	62,223
(ii) Trade Payables		
(a) total outstanding dues of micro enterprises and small enterprises; and	3,792	3,098
(b) total outstanding dues of creditors other than micro enterprises and small enterprises	4,153	8,098
(iii) Other financial liabilities	5,331	5,280
(b) Other current liabilities	2,117	613
(c) Provisions	433	222
Total Current Liabilities (F)	57,155	79,535
Total Liabilities (E+F)	57,271	79,694
Total Equity and Liabilities (D+E+F)	80,770	1,08,752

For LOYAL TEXTILE MILLS LIMITED

Vallu M Ramaswami

Vallu M Ramaswami

Chairperson and Wholtime Director

Place : Chennai

Date : 27th May 2025

Identification
Only

CHAMAYYA & CO.
CHARTERED ACCOUNTANTS



LOYAL TEXTILE MILLS LIMITED

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

CIN : L17111TN1946PLC001361

STATEMENT OF AUDITED STANDALONE CASH FLOW STATEMENT AS AT 31st MARCH 2025

(₹. in Lakhs)

PARTICULARS	31st Mar 2025	31st Mar 2024
	(Audited)	(Audited)
CASHFLOW FROM OPERATING ACTIVITIES		
PROFIT BEFORE TAX	(8,300)	(5,936)
ADJUSTMENTS FOR		
Depreciation	3,468	3,776
Interest paid	5,096	5,288
Dividend received on Investments - Others	(440)	(175)
Bad Debts & Provision for Bad debts	664	5
(P Profit)/Loss on disposal of Fixed Assets	(0,133)	(151)
OPERATING PROFIT/(LOSS) BEFORE WORKING CAPITAL CHANGES	(7,644)	2,808
ADJUSTMENTS FOR CHANGES IN WORKING CAPITAL		
Adjustment for (Increase)/Decrease in Operating Assets		
Inventories	20,706	10,603
Trade Receivables	1,655	4,717
Other Financial Assets	801	(2,024)
Other Current Assets	954	3,059
Adjustment for Increase/ (Decrease) in Operating Liabilities		
Trade Payables	(3,252)	(5,752)
Other Financial Liabilities	51	(1,017)
Other Current Liabilities	1,376	(1,066)
Long & Short term Provisions	152	182
CASH FLOW FROM OPERATING ACTIVITIES	14,798	10,608
Income Tax (Paid)/Refund	-	-
NET CASH FLOW (A)	14,798	10,608
CASHFLOW FROM INVESTING ACTIVITIES		
Payments for Assets acquisition	(66)	(2,073)
Proceeds on Sale of Fixed Assets	10,595	276
Sale/(Purchase) of Investments	(0)	0
Dividend receipts	440	175
NET CASH FLOW (B)	10,967	(1,621)
CASH FLOW FROM FINANCING ACTIVITIES		
Interest paid	(4,969)	(5,208)
Proceeds / (Repayment) of Short Term Borrowings	(20,893)	(4,004)
NET CASH FLOW (C)	(25,862)	(9,212)
NET CASH INFLOW / (OUTFLOW) (A+B+C)	(97)	(225)
OPENING CASH AND CASH EQUIVALENTS (D)	120	345
CLOSING CASH AND CASH EQUIVALENTS (E)	23	120
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS (E-D)	(97)	(225)

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	31.03.2025	31.03.2024
Cash and Cash equivalents as per Cash Flow Statement	23	120
Add: Balances which are earmarked against liabilities and is not available for use	406	1 573
Cash and Cash equivalents as reported in Financial Statements	430	1 694

Place : Chennai
Date : 27th May 2025

For LOYAL TEXTILE MILLS LIMITED

Valli M Ramaswami
Valli M Ramaswami
Chairperson and Wholtime Director



Notes to Audited Standalone 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 policies 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 above unaudited standalone financial results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on May 27, 2025.
4. The statutory auditors have carried out the audit of the standalone financial results for the quarter and year ended 31st March 2025. The figures for the three months ended for 31.03.25 and 31.03.24 are arrived at as difference between audited figures in respect of full financial year and the unaudited published figures upto 9 months of the relevant financial year.
5. 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.
6. Exceptional Items includes profit on sale of assets Rs. 81.36 cr., Impairment towards Imported Cotton Rs. 7.48 cr. and Andhra Pradesh power trueup charges relating to prior years Rs. 0.02 cr.
7. The Company has been incurring losses due to a prolonged global demand slowdown, leading to suboptimal utilization of capacities, which has adversely affected its overall liquidity. In response, the management has undertaken several strategic measures, including the restructuring and consolidation of operations with a focused shift toward high-value technical textile garments, where demand remains resilient and margins are stronger. Cost control efforts and productivity enhancement initiatives have been implemented to reduce costs, streamline operations, and improve efficiency and capacity utilization. Additionally, the Company is planning to monetize non-core assets to generate liquidity and support operational cash flows. Management is confident that these ongoing actions will enable the Company to achieve operational profitability in the coming year.
8. Previous period figures have been reclassified / regrouped wherever necessary.

Place : Chennai

Date : 27th May 2025

For LOYAL TEXTILE MILLS LIMITED



Valli M Ramaswami

Chairperson and Wholetime Director



Independent Auditor's Report on the Quarterly and Year to Date Consolidated Audited Financial Results of the company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

**To the Board of Directors of
Loyal Textile Mills Limited**

Report on the Audit of the Consolidated Annual Financial Results

Opinion

We have audited the accompanying consolidated annual financial results of Loyal Textile Mills Limited ("the Holding company") and its joint ventures for the quarter and year ended 31st March 2025, attached herewith, being submitted by the Holding company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of reports of the other auditor on separate audited financial statements/ financial information of the Joint Venture the aforesaid consolidated annual financial results:

- I. Include the annual financial results of the following entities:

Sl.no	Name of the Entity	Relationship
1	Loyal Textile Mills Limited	Holding Company
3	Gruppo P&P Loyal Spa	Joint Venture

- II. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- III. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India, of the net loss and total comprehensive loss and other financial information of the group for the quarter and year ended 31st March 2025

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 Consolidated Annual Financial Results section of our report. We are independent of the group, in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements

and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the consolidated financial results

Emphasis of Matter:

Without Qualifying our report, we draw attention to

We draw attention to Note No. 8 of the financial statements, which outlines the Company's financial and operational position, including recurring losses, suboptimal utilization of production capacity, and prevailing market conditions affecting liquidity. These circumstances indicate uncertainties in relation to the company's ability to achieve operational profitability. However, having regard to the company's initiatives to raise funds through various means, optimize operations, including improved capacity utilization and rationalize costs which are aimed at achieving the desired operational profitability, the financial statements have been prepared on a going concern basis and the company's ability to achieve operational profits is dependent upon successful implementation of the aforementioned plans. Our opinion is not modified in respect of this matter.

Management's and Board of Directors' Responsibilities for the Consolidated Financial Results

These Consolidated annual financial results have been prepared on the basis of the Consolidated annual financial statements. The Holding Company's Board of Directors is responsible for the preparation and presentation of these Consolidated financial results that give a true and fair view of the net loss and other comprehensive loss and other financial information of the group in accordance with the recognition and measurement principles laid down in 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. The respective board of directors included in the group is responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the group 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 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 consolidated financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which has been used for the purpose of preparation of the consolidated financial results by the directors of the holding company, as aforesaid.

In preparing the consolidated financial results, the respective Board of Directors of the companies included in the group is responsible for assessing the ability of the group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the group or to cease operations, or has no realistic alternative but to do so. The respective board of directors of the companies included in the group is responsible for overseeing the financial reporting process of the group



Auditor's Responsibilities for the Audit of the Consolidated Annual Financial Results

Our objectives are to obtain reasonable assurance about whether the consolidated financial results as a whole are 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 these Consolidated annual financial results. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated 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 group and its Jointly control entities 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 and related disclosures made by the Board of Directors.
- 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 group's ability 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 financial results 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 group to cease to continue as a going concern.
- Evaluate the overall presentation, structure, and content of the consolidated financial results, including the disclosures, and whether the Consolidated financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results to express an opinion on the Consolidated Financial Results. We are responsible for the direction, supervision, and performance of the audit of financial information of Holding company of which we are the independent auditors.

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.

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

Other Matters

- a. The consolidated financial results include the Group's share of net profit after tax of Rs.784 Lakhs for the year ended 31st March 2025 as considered in the consolidated financial results, in respect of one overseas joint venture whose financial results are unaudited. These unaudited financial results have been furnished to us by the management and our opinion on the consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of these overseas joint venture is based solely on such annual financial results. In our opinion and according to the information and explanations given to us by the Management, these financial results are not material to the Group.
- b. The Consolidated annual financial results include the results for the quarter ended 31st March 2025 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

Place: Chennai
Date: 27th May 2025



For Brahmayya & Co.,
Chartered Accountants
Firm Registration No. 0005115

N Sri Krishna
Partner
Membership No. 026575
UDIN: 25026575BMLHGK2126

LOYAL TEXTILE MILLS LIMITED

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

CIN : L17111TN1946PLC001361

STATEMENT OF AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE YEAR ENDED 31st MARCH 2025

(₹. in Lakhs)

S.No	Particulars	Quarter Ended			Year Ended	
		31.03.2025	31.12.2024	31.03.2024	31.03.2025	31.03.2024
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
1	Revenue from Operations	14,572	15,507	20,076	68,215	93,919
2	Other Income	97	363	4,084	830	7,208
3	Total Income (1+2)	14,670	15,870	24,160	69,045	1,01,127
4	Expenses:					
	a. Cost of materials consumed	7,092	7,804	9,055	32,246	52,440
	b. Purchases of Stock in Trade	44	35	2,477	2,855	2,933
	c. Changes in inventories of:					
	- Finished Goods	(174)	1,717	2,444	8,010	3,010
	- Work in progress	710	437	(642)	1,162	652
	d. Employee benefits expense	2,740	2,970	3,261	11,936	15,698
	e. Finance Costs	1,308	1,168	1,597	5,096	5,288
	f. Depreciation & Amortisation expense	843	860	930	3,468	3,776
	g. Other expenses	5,634	4,401	5,590	19,797	23,433
	Total Expenses (4)	18,197	19,391	24,711	84,571	1,07,238
5	Profit / (Loss) before exceptional item (3-4)	(3,528)	(3,521)	(551)	(15,526)	(6,111)
6	Share of Profit / (Loss) from a Joint venture	(141)	164	(473)	784	520
7	Profit / (Loss) before tax (5+6)	(3,668)	(3,357)	(1,024)	(14,742)	(5,591)
8	Exceptional Items	6,303	NIL	NIL	6,786	NIL
9	Profit / (Loss) before tax (7+8)	2,635	(3,357)	(1,024)	(7,956)	(5,591)
10	Tax Expenses					
	a. Current Tax	NIL	NIL	NIL	NIL	NIL
	b. Deferred Tax Expenses/ (Credit)	(1,300)	(738)	313	(2,832)	(1,641)
11	Profit / (Loss) for the period after tax (9-10)	3,935	(2,620)	(1,337)	(5,124)	(3,950)
12	Profit/ (Loss) from discontinuing operations	NIL	NIL	NIL	NIL	NIL
13	Profit / (Loss) for the period after tax (11+12)	3,935	(2,620)	(1,337)	(5,124)	(3,950)
14	Other Comprehensive Income, net of Income Tax					
	(a) items that will not be reclassified to Profit or Loss	(15)	74	(119)	(16)	53
	(b) Income tax relating to items that will not be reclassified to Profit or Loss	(76)	(28)	37	(76)	(20)
15	Total Comprehensive income for the period (13+14)	3,844	(2,574)	(1,419)	(5,216)	(3,917)
16	Paid - up equity share capital (Face Value of Rs.10/- per share)	482	482	482	482	482
17	Earnings per Share (EPS)					
	a. Basic EPS	81.69	(54.39)	(27.76)	(106.39)	(82.00)
	b. Diluted EPS	81.69	(54.39)	(27.76)	(106.39)	(82.00)

For LOYAL TEXTILE MILLS LIMITED

Valli M Ramaswami

Valli M Ramaswami
Chairperson and Wholetime Director



Place : Chennai

Date : 27th May 2025



LOYAL TEXTILE MILLS LIMITED

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

CIN : L17111TN1946PIC001361

STATEMENT OF AUDITED CONSOLIDATED ASSETS AND LIABILITIES AS AT 31st MARCH 2025

(₹. in Lakhs)

PARTICULARS	As at 31.03.2025 Audited	As at 31.03.2024 Audited
ASSETS		
A. Non-Current Assets		
(a) Property, Plant & Equipment	25,417	33,133
(b) Capital Work-in-progress	5	-
(c) Investment property	14	152
(d) Other Intangible assets	48	61
(e) Financial Assets		
(i) Investments	3,594	3,251
(f) Other Non-Current Assets	2,365	2,531
(g) Deferred Tax Assets (Net)	3,140	384
Total Non-Current Assets (A)	34,584	39,511
B. Current Assets		
(a) Inventories	20,854	41,559
(b) Financial Assets		
(i) Investments	-	2
(ii) Trade Receivables	13,530	15,849
(iii) Cash and Cash Equivalents	23	120
(iv) Bank Balance Other than (iii) above	406	1,573
(v) Other financial Assets	4,965	4,599
(c) Current Tax Assets (Net)	277	366
(d) Other current Assets	7,493	8,224
Total Current Assets (B)	47,548	72,293
C. Non-current assets classified as held for sale	2,033	-
Total Assets (A+B+C)	84,165	1,11,804
EQUITY AND LIABILITIES		
D. EQUITY		
(a) Equity Share Capital	482	482
(b) Other Equity	26,412	31,628
Total Equity (D)	26,894	32,110
LIABILITIES		
E. Non-Current Liabilities		
(a) Provisions	116	159
Total Non-Current Liabilities (E)	116	159
F. Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	41,330	62,223
(ii) Trade Payables		
(a) total outstanding dues of micro enterprises and small enterprises; and	3,792	3,098
(b) total outstanding dues of creditors other than micro enterprises and small enterprises	4,153	8,098
(iii) Other financial liabilities	5,331	5,280
(b) Other current liabilities	2,117	613
(c) Provisions	433	222
Total Current Liabilities (F)	57,155	79,535
Total Liabilities (E+F)	57,271	79,694
Total Equity and Liabilities (D+E+F)	84,165	1,11,804

For LOYAL TEXTILE MILLS LIMITED

Valli M

Valli M Ramaswami

Chairperson and Wholetime Director

Place : Chennai

Date : 27th May 2025



LOYAL TEXTILE MILLS LIMITED

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

CIN : L17111TN1946PLC001361

STATEMENT OF AUDITED CONSOLIDATED CASH FLOW STATEMENT AS AT 31st MARCH 2025

(₹. In Lakhs)

PARTICULARS	31st Mar 2025	31 st Mar 2024
	(Audited)	(Audited)
CASHFLOW FROM OPERATING ACTIVITIES		
PROFIT BEFORE TAX	(8,739)	(6,111)
ADJUSTMENTS FOR		
Depreciation	3,468	3,776
Interest paid	5,096	5,288
Bad Debts & Provision for Bad debts	664	5
(Profit)/Loss on disposal of Fixed Assets	(8,133)	(151)
OPERATING PROFIT/(LOSS) BEFORE WORKING CAPITAL CHANGES	(7,644)	2,808
ADJUSTMENTS FOR CHANGES IN WORKING CAPITAL		
Adjustment for (Increase)/Decrease in Operating Assets		
Inventories	20,706	10,603
Trade Receivables	1,655	4,717
Other Financial Assets	801	(2,024)
Other Current Assets	954	3,059
Adjustment for Increase/ (Decrease) in Operating Liabilities		
Trade Payables	(3,252)	(5,752)
Other Financial Liabilities	51	(1,917)
Other Current Liabilities	1,376	(1,066)
Long & Short term Provisions	152	182
CASH FLOW FROM OPERATING ACTIVITIES	14,798	10,608
Income Tax (Paid)/Refund	-	-
NET CASH FLOW (A)	14,798	10,608
CASHFLOW FROM INVESTING ACTIVITIES		
Payments for Assets acquisition	(68)	(2,073)
Proceeds on Sale of Fixed Assets	10,595	276
Dividend receipts	440	175
NET CASH FLOW (B)	10,967	(1,621)
CASH FLOW FROM FINANCING ACTIVITIES		
Interest paid	(4,969)	(5,208)
Proceeds / (Repayment) of Short Term Borrowings	(20,893)	(4,004)
NET CASH FLOW (C)	(25,862)	(9,212)
NET CASH INFLOW / (OUTFLOW) (A+B+C)	(97)	(225)
OPENING CASH AND CASH EQUIVALENTS (D)	120	345
CLOSING CASH AND CASH EQUIVALENTS (E)	23	120
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS (E-D)	(97)	(225)

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	31.03.2025	31.03.2024
Cash and Cash equivalents as per Cash Flow statement	23	120
Add: Balances which are earmarked against liabilities and is not available for use	406	1,573
Cash and Cash equivalents as reported in Financial Statements	430	1,694

Place : Chennai

Date : 27th May 2025

For LOYAL TEXTILE MILLS LIMITED

Valli M Ramaswami

Chairperson and Wholetime Director



Notes to Audited 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 policies 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 above audited consolidated financial results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on May 27, 2025
4. The statutory auditors have carried out the audit of the consolidated financial results for the quarter and year ended 31st March 2025. The figures for the three months ended for 31.03.25 and 31.03.24 are arrived at as difference between audited figures in respect of full financial year and the unaudited published figures upto 9 months of the relevant financial year.
5. 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.
6. The consolidated financial results include the financial results of Loyal Textile Mills Limited ("the Parent Company") and joint venture foreign company - Gruppo P&P Loyal SPA Italy.
7. Exceptional Items includes profit on sale of assets Rs. 81.36 cr., Impairment towards Imported Cotton Rs. 7.48 cr. and Andhra Pradesh power trueup charges relating to prior years Rs. 6.02 cr.
8. The Company has been incurring losses due to a prolonged global demand slowdown, leading to suboptimal utilization of capacities, which has adversely affected its overall liquidity. In response, the management has undertaken several strategic measures, including the restructuring and consolidation of operations with a focused shift toward high-value technical textile garments, where demand remains resilient and margins are stronger. Cost control efforts and productivity enhancement initiatives have been implemented to reduce costs, streamline operations, and improve efficiency and capacity utilization. Additionally, the Company is planning to monetize non-core assets to generate liquidity and support operational cash flows. Management is confident that these ongoing actions will enable the Company to achieve operational profitability in the coming year.
9. Previous period figures have been reclassified / regrouped wherever necessary.

Place : Chennai

Date : 27th May 2025

For LOYAL TEXTILE MILLS LIMITED

Valli M Ramaswami

Valli M Ramaswami

Chairperson and Wholetime Director

