LOYAL TEXTILE MILLS LTD

LOYAL

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

Divisional Office :
"Karumuttu Centre", 7th Floor - North Wing, New No. 634 (Old No. 498), Anna Salai,
Nandanam, Chennai - 600035, India.
Phone : +91 44 4227 7374
GSTIN : Tamil Nadu : 33AAACL2632C1Z8, Andhra Pradesh : 37AAACL2632C1Z0
CIN : L17111TN1946PLC001361, PAN : AAACL2632C

REF: LOYAL/SEC/2026-27/008 **August 14, 2026**

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,

<u>Sub: Intimation of outcome of the Board Meeting held on August 14, 2026</u>

The Board of Directors of the Company, at their meeting held today, have inter alia approved the Unaudited Standalone and Consolidated Financial Results of the company for the quarter ended June 30, 2026.

Pursuant to Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, we enclose the statement showing the Unaudited Standalone and Consolidated Financial Results for the quarter ended June 30, 2026, along with the Statutory Auditors Limited Review Report.

a) Notice of Annual General Meeting – approved.

The 80th Annual General Meeting of the shareholders of the company is scheduled to be held on Tuesday, 22nd September 2026 through Video Conferencing / Other Audio-Visual means.

b) Director's Report along with annexure – approved.

The Board has approved the Director's report along with the annexures to the Director's report.

The meeting commenced at 2:00 P.M (IST) and concluded at 5.30 P.M (IST)

Thanking You,

Yours faithfully
For LOYAL TEXTILE MILLS LIMITED

RAJESH

Digitally signed by RAJESH
Date: 2026.08.14 17:23:49
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Dr. V. Rajesh
Company Secretary
Membership No. F 9213
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

Loyal Textile Mills Limited
Registered Office : 21/4 Mills Street, Kovilpatti 628 501
CIN : L17111TN1946PLC001361
Statement Of Unaudited Standalone Financial Results for the Quarter Ended 30th June 2026
(Amounts are in INR Lakhs unless specified)

S.No	Particulars	Quarter Ended			Year Ended
		30.06.2026 (Unaudited)	31.03.2026 (Audited)	30.06.2025 (Unaudited)	31.03.2026 (Audited)
I	**INCOME**				
	Revenue from Operations	8,606.24	8,183.79	13,010.96	42,195.77
	Other Income	474.53	306.74	106.98	1,479.69
	Total Income	**9,080.77**	**8,490.53**	**13,117.95**	**43,675.46**
II	**EXPENSES**				
	Cost of materials consumed	3,876.09	3,960.37	5,587.46	17,186.33
	Purchase of Stock-in-Trade	4.52	87.81	-	356.97
	Changes in Inventories of				
	Finished Goods	373.13	(515.95)	1,538.45	2,085.99
	Work-in-progress	594.72	1,008.96	1,222.36	4,282.48
	Employee Benefits Expense	1,895.41	1,482.80	2,501.31	8,610.56
	Finance costs	501.30	674.29	949.34	3,277.36
	Depreciation and amortization expense	283.16	467.98	535.85	1,978.15
	Other expenses	2,091.83	2,318.74	3,581.58	11,588.52
	Total Expenses	**9,620.17**	**9,485.01**	**15,916.36**	**49,366.35**
III	**Profit/(Loss) before exceptional items and tax - (I-II)**	**(539.40)**	**(994.48)**	**(2,798.41)**	**(5,690.89)**
IV	Exceptional Items	233.76	(1,256.31)	457.66	(371.97)
V	**Profit / (Loss) before tax (III+IV)**	**(305.64)**	**(2,250.79)**	**(2,340.75)**	**(6,062.86)**
VI	**Tax expense:**				
	(1) Current tax	-	-	-	-
	(2) Deferred tax Expenses/(Income)	(90.00)	(1,162.70)	(578.10)	(1,001.00)
VII	**Profit / (Loss) for the period after tax from Continuing Operations (V-VI)**	**(215.64)**	**(1,088.09)**	**(1,762.65)**	**(5,061.86)**
	A. Profit/ (Loss) from Discontinued operations	(118.04)	(620.37)	(750.96)	(2,332.03)
	B. Gain/(Loss) On Sale of Discontinued Opetations	-	(19.24)	-	772.13
	C. Tax Expenses of Discontinued Operations	-	-	-	-
VIII	**Profit / (Loss) for the period after tax from Discontinued Operations (A+B-C)**	**(118.04)**	**(639.61)**	**(750.96)**	**(1,559.90)**
IX	**Profit/(Loss) for the period after tax (VII + VIII)**	**(333.68)**	**(1,727.71)**	**(2,513.62)**	**(6,621.76)**
	(A) Items that will not be reclassified to Profit or (Loss)	17.66	7.50	(32.63)	(52.31)
	(B) Income tax relating to items that will not be reclassified to Profit or Loss	(6.17)	(2.82)	11.73	18.28
X	**Total Other Comprehensive Income/(Loss) (A+B)**	**11.49**	**4.67**	**(20.90)**	**(34.03)**
XI	**Total Comprehensive Income for the Period (IX + X)**	**(322.19)**	**(1,723.03)**	**(2,534.52)**	**(6,655.79)**
XII	**Earnings Per Share**				
	Paid - up equity share capital (Face Value of Rs.10/- per share)	481.64	481.64	481.64	481.64
	Earnings per Share (EPS) - Continuing Operations				
	- Basic & Diluted EPS	(4.48)	(22.59)	(36.60)	(105.10)
	Earnings per Share (EPS) - Discontinued Operations				
	- Basic & Diluted EPS	(2.45)	(13.28)	(15.59)	(32.39)
	Earnings per Share (EPS) - Continuing and Discontinued Operations				
	- Basic & Diluted EPS	(6.93)	(35.87)	(52.19)	(137.48)

For Loyal Textile Mills Limited

VALLI M RAMASWAMI
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Date: 2026.08.14 15:58:44 +05'30'

Valli M Ramaswami
Chairperson and Wholetime Director

Date : 14th August 2026
Place : Chennai

BRAHMAYYA & CO. CHARTERED ACCOUNTANTS
For Identification Only

Notes to Unaudited Standalone Financial Results:

1 The Unaudited Standalone Financial Results for the Quarter Ended 30th June 2026 have been reviewed by the Audit Committee and thereafter approved by the Board of Directors of the company at their respective meetings held on 14th August 2026. The Statutory Auditors have conducted a "Limited Review" of these Standalone Financial Results in terms of Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015.

2 The Unaudited Financial Results have been prepared in accordance with Indian Accounting Standards 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

3 The Figures for the Quarter Ended 31st March 2026 are the balancing figures between audited figures in respect of full financial year ended 31st March 2026 and the unaudited published figures for the Nine months ended 31st Decemeber 2025. The Figures for the corresponding previous period have been regrouped and reclassified, wherever necessary to make them comparable.

4 The Company's business relates to Manufacturing of Textiles and Garments, which in the context of Indian Accounting Standard 108 (IND AS 108) as notified under Section 133 of the Companies Act 2013 is considered as the only reportable operating segment of the company.

5 Exceptional items includes
a) Current Year
(i) Profit on Sale of Assets – INR 233.76 Lakhs. The Company has disposed of certain idle plant and machinery that had been identified as surplus to operating requirements.

b) Previous Year
(i) Profit on Sale of Assets – INR 3381.64 Lakhs - the Company has disposed of certain assets comprising land, wind mills and idle plant and machinery that had been identified as surplus to operating requirements.
(ii) Impairment of Inventories – INR (3646.60 Lakhs) - Due to tariff-related uncertainties impacting demand, geopolitical developments, the net realisable value of certain inventories was assessed to be lower than their carrying cost.
(iii) New Labour Code – Gratuity Obligation – INR (107 Lakhs) - due to the effect of the change in the actuarial computation of the defined benefit obligation arising from the broadened wage definition as per New Labour Code

6 The Company continues its efforts towards realignment and rationalisation of its manufacturing operations with the objective of improving capacity utilisation, enhancing operational efficiencies and optimising costs to achieve sustainable profitability at the operational level. The Company has made considerable progress in monetisation of underutilised and non-core assets and has further identified certain assets for monetisation, including assets classified as "Held for Sale", with the objective of reduction of debt, strengthening liquidity and improving overall cost efficiencies.
Considering the progress achieved so far in operational improvement and liquidity enhancement, the management is confident of achieving sustainable operational profitability in the near future.

7 Note on Discontinued Operations :

Details of Income and Expenses of Discontinued Operations are given below:

Particulars	Quarter Ended			Year Ended
	30.06.2026	31.03.2026	30.06.2025	31.03.2026
Revenue from Operations	5.89	-	543.05	725.69
Less : Expenses	123.93	620.37	1,294.01	3,057.72
a. Net Income/ (Loss)	(118.04)	(620.37)	(750.96)	(2,332.03)
b. Gain On Sale of Discontinued Opetations	-	(19.24)	-	772.13
c. Profit / (Loss) for the period after tax from Discontinued Operations (a+b)	(118.04)	(639.61)	(750.96)	(1,559.90)

8 Losses from continuing and discontinued operations read together with implications of exceptional items is not resulting in any Current Tax. Hence no Current Tax has been recognized.

For Loyal Textile Mills Limited

VALLI M RAMASWAMI

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Date: 2026.08.14 15:59:18 +05'30'

Valli M Ramaswami
Chairperson and Wholetime Director

Date : 14th August 2026
Place : Chennai

BRAHMAYYA & CO., CHARTERED ACCOUNTANTS
For Identification Only

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

To,
The Board of Directors
Loyal Textile Mills Limited

1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of **Loyal Textile Mills Limited** ("the **Company**") for the quarter ended 30th June 2026 ("the **Statement**"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

2. The Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with 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, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. 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 ("ICAI"). This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. 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.

4. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the Statement prepared in accordance with aforesaid Indian Accounting Standard 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 & Disclosure Requirements) Regulations, 2015 as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

BRAHMAYYA & CO. CHENNAI INDIA CHARTERED ACCOUNTANTS

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Royapettah, Chennai - 600 014. India.

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5. **Emphasis of Matters**

Attention is invited to Note No. 6 of the Statement, which describes the initiatives undertaken by the management to address the Company's financial and operational position, including continued operational losses, suboptimal utilization of production capacity, and prevailing market conditions affecting liquidity. Management has stated to have embarked on rationalising its operations by prioritizing high-value contribution segments, and cost optimization measures coupled with monetization of assets to achieve the targeted operational profitability. The Company's ability to achieve operational profits is completely dependent on the successful implementation of above stated initiatives

Our conclusion on the Statement is not modified in respect of the above matter.

6. Attention is drawn to the fact that the figures for the quarter ended 31st March 2026 as reported in the Statement are the balancing figures 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 previous financial year, which were subject to limited review by us.

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

BRAHMAYYA & CO. CHENNAI INDIA CHARTERED ACCOUNTANTS

N Sri Krishna
Partner
Membership No. 026575
UDIN: 26026575BKXZJB5770.

Place : Chennai
Date : 14th August 2026

Loyal Textile Mills Limited
Registered Office : 21/4 Mills Street, Kovilpatti 628 501
CIN : L17111TN1946PLC001361
Statement Of Unaudited Consolidated Financial Results for the Quarter Ended 30th June 2026
(Amounts are in INR Lakhs unless specified)

S.No	Particulars	Quarter Ended			Year Ended
		30.06.2026 (Unaudited)	31.03.2026 (Audited)	30.06.2025 (Unaudited)	31.03.2026 (Audited)
I	**INCOME**				
	Revenue from Operations	8,606.24	8,183.79	13,010.96	42,195.77
	Other Income	13.87	306.74	106.98	912.63
	Total Income	**8,620.11**	**8,490.53**	**13,117.95**	**43,108.41**
II	**EXPENSES**				
	Cost of materials consumed	3,876.09	3,960.37	5,587.46	17,186.33
	Purchase of Stock-in-Trade	4.52	87.81	-	356.97
	Changes in Inventories of	-			
	Finished Goods	373.13	(515.95)	1,538.45	2,085.99
	Work-in-progress	594.72	1,008.96	1,222.36	4,282.48
	Employee Benefits Expense	1,895.41	1,482.80	2,501.31	8,610.56
	Finance costs	501.30	674.29	949.34	3,277.36
	Depreciation and amortization expense	283.16	467.98	535.85	1,978.15
	Other expenses	2,091.83	2,318.74	3,581.58	11,588.52
	Total Expenses	**9,620.17**	**9,485.01**	**15,916.36**	**49,366.35**
III	**Profit/(Loss) before exceptional items and tax - (I-II)**	**(1,000.07)**	**(994.48)**	**(2,798.41)**	**(6,257.95)**
IV	Share of Profit / (Loss) from a Joint venture	644.70	(684.15)	812.35	721.48
V	**Profit/(Loss) before exceptional items and tax - (III+IV)**	**(355.37)**	**(1,678.64)**	**(1,986.06)**	**(5,536.47)**
VI	Exceptional Items	233.76	(1,256.31)	457.66	(371.97)
VII	**Profit / (Loss) before tax (V+VI)**	**(121.61)**	**(2,934.95)**	**(1,528.40)**	**(5,908.43)**
VIII	**Tax expense:**				
	(1) Current tax	-	-	-	-
	(2) Deferred tax (Expenses)/Income	(90.00)	(1,162.70)	(578.10)	(1,001.00)
IX	**Profit / (Loss) for the period after tax from Continuing Operations (VII-VIII)**	**(31.61)**	**(1,772.25)**	**(950.30)**	**(4,907.43)**
	A. Profit/ (Loss) from Discontinued operations	(118.04)	(620.37)	(750.96)	(2,332.03)
	B. Gain/(Loss) On Sale of Discontinued Opetations	-	(19.24)	-	772.13
	C. Tax Expenses of Discontinued Operations	-	-	-	-
X	**Profit / (Loss) for the period after tax from Discontinued Operations (A+B-C)**	**(118.04)**	**(639.61)**	**(750.96)**	**(1,559.90)**
XI	**Profit/(Loss) for the period after tax (IX + X)**	**(149.65)**	**(2,411.86)**	**(1,701.26)**	**(6,467.34)**
	(A) Items that will not be reclassified to Profit or (Loss)	17.66	7.50	(32.63)	(52.31)
	(B) Income tax relating to items that will not be reclassified to Profit or Loss	(6.17)	(2.82)	11.73	18.28
XII	**Total Other Comprehensive Income/(Loss) (A+B)**	**11.49**	**4.67**	**(20.90)**	**(34.03)**
XIII	**Total Comprehensive Income for the Period (XI + XII)**	**(138.16)**	**(2,407.18)**	**(1,722.16)**	**(6,501.37)**
XIV	**Earnings Per Share**				
	Paid - up equity share capital (Face Value of Rs.10/- per share)	481.64	481.64	481.64	481.64
	Earnings per Share (EPS) - Continuing Operations	-			
	- Basic & Diluted EPS	(0.66)	(36.80)	(19.73)	(101.89)
	Earnings per Share (EPS) - Discontinued Operations	-			
	- Basic & Diluted EPS	(2.45)	(13.28)	(15.59)	(32.39)
	Earnings per Share (EPS) - Continuing and Discontinued Operations	-			
	- Basic & Diluted EPS	(3.11)	(50.08)	(35.32)	(134.28)

For Loyal Textile Mills Limited

VALLI M RAMASWAMI

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Valli M Ramaswami
Chairperson and Wholetime Director

Place : Chennai
Date : 14th August 2026

BRAHMAYYA & CO. * CHARTERED ACCOUNTANTS *
For Identification Only

Notes to Unaudited Consolidated Financial Results:

1 The Unaudited Consolidated Financial Results for the Quarter Ended 30th June 2026 have been reviewed by the Audit Committee and thereafter approved by the Board of Directors of the company at their respective meetings held on 14th August 2026. The Statutory Auditors have conducted a "Limited Review" of these Consolidated Financial Results in terms of Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015.

2 The Unaudited Financial Results have been prepared in accordance with Indian Accounting Standards 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

3 The Consolidated Financial Results include the Financial results of Loyal Textile Mills Limited ("the Parent Company") and the Financial results of its joint venture foreign company - Gruppo P&P Loyal SPA Italy

4 The Figures for the Quarter Ended 31st March 2026 are the balancing figure between audited figures in respect of full financial year ended 31st March 2026 and the unaudited published figures for the Nine months ended 31st Decemeber 2025. The Figures for the corresponding previous period have been regrouped and reclassified, wherever necessary to make them comparable.

5 The Company's business relates to Manufacturing of Textiles and Garments, which in the context of Indian Accounting Standard 108 (IND AS 108) as notified under Section 133 of the Companies Act 2013 is considered as the only reportable operating segment of the company.

6 Exceptional items includes
a) Current Year
(i) Profit on Sale of Assets – INR 233.76 Lakhs. The Company has disposed of certain idle plant and machinery that had been identified as surplus to operating requirements.

b) Previous Year
(i) Profit on Sale of Assets – INR 3381.64 Lakhs - the Company has disposed of certain assets comprising land, wind mills and idle plant and machinery that had been identified as surplus to operating requirements.
(ii) Impairment of Inventories – INR (3646.60 Lakhs) - Due to tariff-related uncertainties impacting demand, geopolitical developments, the net realisable value of certain inventories was assessed to be lower than their carrying cost.
(iii) New Labour Code – Gratuity Obligation – INR (107 Lakhs) - due to the effect of the change in the actuarial computation of the defined benefit obligation arising from the broadened wage definition as per New Labour Code

7 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.

8 The Holding Company continues its efforts towards realignment and rationalisation of its manufacturing operations with the objective of improving capacity utilisation, enhancing operational efficiencies and optimising costs to achieve sustainable profitability at the operational level. The Holding Company has made considerable progress in monetisation of underutilised and non-core assets and has further identified certain assets for monetisation, including assets classified as "Held for Sale", with the objective of reduction of debt, strengthening liquidity and improving overall cost efficiencies.
Considering the progress achieved so far in operational improvement and liquidity enhancement, the management is confident of achieving sustainable operational profitability in the near future.

9 Note on Discontinued Operations :

a. Details of Income and Expenses of Discontinued Operations are given below:

Particulars	Quarter Ended			Year Ended
	30.06.2026	31.03.2026	30.06.2025	31.03.2026
Revenue from Operations	5.89	-	543.05	725.69
Less : Expenses	123.93	620.37	1,294.01	3,057.72
a. Net Income/ (Loss)	(118.04)	(620.37)	(750.96)	(2,332.03)
b. Gain On Sale of Discontinued Opetations	-	(19.24)	-	772.13
c. Profit / (Loss) for the period after tax from Discontinued Operations (a+b)	(118.04)	(639.61)	(750.96)	(1,559.90)

10 Losses from continuing and discontinued operations read together with implications of exceptional items is not resulting in any Current Tax. Hence no Current Tax has been recognized.

For Loyal Textile Mills Limited

BRAHMAYYA & CO. CHARTERED ACCOUNTANTS For Identification Only

VALLI M RAMASWAMI
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Date: 2026.08.14 15:57:08 +05'30'

Place : Chennai
Date : 14th August 2026

Valli M Ramaswami
Chairperson and Wholetime Director

Independent Auditor's Review Report on Unaudited Consolidated Quarterly 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 joint venture for the quarter ended 30th June 2026 ("the Statement") 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, to the extent applicable

2. The 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 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, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. 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 ("ICAI"). This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. 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 SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

4. The Statement includes the results of the following entities:

   a. Loyal Textile Mills Limited (Holding Company)

   b. Gruppo P&P Loyal SPA (Joint Venture)

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on consideration of interim financial information furnished by the management as referred to in paragraph 8 below, 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 Standard 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 & Disclosure

BRAHMAYYA & CO. CHENNAI INDIA CHARTERED ACCOUNTANTS

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Requirements) Regulations, 2015 as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. **Emphasis of Matters:**

Attention is invited to

a) Note No.7 to the Consolidated Financial Results, which explains the non-compliance with Regulation 33(3)(h) of the Listing Regulations with respect to consolidation of an overseas joint venture, the results of which have been considered based on the financial information prepared by the management. This financial information, which is material to the Group, has not been subjected to review or audit.

b) Note No.8 to the Consolidated Financial Results, which describes the initiatives undertaken by the management to address the Holding Company's financial and operational position, including continued operational losses, suboptimal utilization of production capacity, and prevailing market conditions affecting liquidity. Management has stated to have embarked on rationalising its operations by prioritizing high-value contribution segments, and cost optimization measures coupled with monetization of assets to achieve the targeted operational profitability. The Holding Company's ability to achieve operational profits is completely dependent on the successful implementation of above stated initiatives.

Our conclusion on the Statement is not modified in respect of the above matters

7. Attention is drawn to the fact that the figures for the quarter ended 31st March 2026 as reported in the Statement are the balancing figures 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 previous financial year, which were subject to limited review by us.

8. The Statement includes the Group's share of net profit after tax and total comprehensive income of INR 644.70 Lakhs for the quarter ended 30th June 2026, in respect of one foreign joint venture, based on interim financial information furnished by the management, which have not been reviewed by their auditors. According to the information and explanations given to us by the management, these interim financial results are material to the Group. Our conclusion on the Statement, in so far as it relates to the amounts in respect of this joint venture, is based solely on such unreviewed interim financial information furnished by the management.

Our conclusion on the Statement is not modified in respect of the above matter

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

BRAHMAYYA & CO. CHENNAI INDIA CHARTERED ACCOUNTANTS

N Sri Krishna
Partner
Membership No. 026575
UDIN: 26026575YKWIES6671.

Place: Chennai
Date: 14th August 2026

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