



# KALLAM TEXTILES LIMITED

(Formerly Known as "Kallam Spinning Mills Limited")

CIN -L18100AP1992PLC013860

Chowdavaram, GUNTUR - 522 019. A.P., INDIA.

Ph: 0863-2344016 : Fax:0863-2344000

E-mail: corp@ksml.in

GSTIN: 37AAACK9363M1ZY



Ref: KTL/CS/FIN-RESULTS/2020-21/Q-2

Date: 13-11-2020

The Corporate Relationship Department  
Bombay Stock Exchange Limited,  
Phiroze Jeejeeboy Towers,  
Dalal Street,s  
Mumbai - 400 001.  
Ph : 022-22721233-34

Scrip Code: 530201

Dear Sir/Madam,

**Sub: Outcome of Board Meeting held on 13-11-2020**

Pursuant to Regulation 30 and other applicable regulations of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we would like to inform that the Board at its meeting held on 13<sup>th</sup> November, 2020 approved the following matters, along with the other items of Agenda:

- A. Un-audited Financial Results for the quarter and half year ended September 30, 2020. Pursuant to Regulation 33 and 52 of the SEBI.(Listing Obligations and Disclosure Requirements) Regulations, 2015;(Copy Enclosed)
- B. Limited Review Reports of the Statutory Auditor on the aforesaid results by our Statutory Auditor's, M/s.Chevuturi Associates, Chartered Accounts, Vijayawada, Andhra Pradesh.(Copy Enclosed)

The Meeting of Board of directors commenced at 12.10 P.M and Concluded at 3.00 P.M

This is for your kind information and record.

Thanking you,

Yours Sincerely,  
For Kallam Textiles Limited.,

*Nandan Bisoi*  
Nandan Bisoi

Company Secretary & Compliance Officer  
M.No: ACS 54169





# KALLAM TEXTILES LIMITED

CIN : L18100AP1992PLC013860 & GST No.37AAACK9363M1ZY  
Chowdavaram, GUNTUR - 522 019. A.P., INDIA.  
Ph: 0863-2344010,16 Fax: 0091 - 863 - 2344000  
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## STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2020

(Rs. In Lakhs, except per share data)

S.NO	PARTICULARS	QUARTER ENDED			HALF YEAR ENDED		YEAR ENDED
		30.09.2020	30.06.2020	30.09.2019	30.09.2020	30.09.2019	31.03.2020
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
<b>1</b>	<b>Income</b>						
	(a) Revenue from Operations	4,402.75	2,534.11	5,957.33	6,936.86	13,280.46	29,071.67
	(b) Other Operating Income	8.24	17.87	6.51	26.11	36.38	89.40
	<b>Total Revenue from operations</b>	<b>4,410.99</b>	<b>2,551.98</b>	<b>5,963.84</b>	<b>6,962.97</b>	<b>13,316.84</b>	<b>29,161.07</b>
<b>2</b>	<b>Other Income</b>	18.74	25.41	43.78	44.15	77.18	172.41
	<b>Total Income (1+2)</b>	<b>4,429.73</b>	<b>2,577.39</b>	<b>6,007.62</b>	<b>7,007.12</b>	<b>13,394.02</b>	<b>29,333.48</b>
<b>3</b>	<b>Expenses</b>						
	a) Cost of Material Consumed	2,879.85	1,583.48	3,410.66	4,463.33	8,016.53	18,375.43
	b) Purchase of Stock-in-trade	14.45	-	1.01	14.45	1.00	2.53
	c) Changes in inventories of Finished goods, Work- in - Progress and Stock-in-trade	(345.88)	961.48	(84.37)	615.60	(554.52)	58.47
	d) Employee benefits expenses	254.35	186.50	537.51	440.85	1,008.23	2,009.19
	e) Depreciation and amortisation expenses	378.39	376.70	399.14	755.09	778.07	1,564.66
	f) Finance costs	633.58	608.57	592.93	1,242.16	1,207.94	2,423.59
	g) Other expenses	902.19	574.67	1,507.72	1,476.86	3,281.01	6,611.26
	<b>Total expenses</b>	<b>4,716.93</b>	<b>4,291.40</b>	<b>6,364.60</b>	<b>9,008.34</b>	<b>13,738.26</b>	<b>31,045.13</b>
<b>4</b>	<b>Profit/(Loss) before Tax and exceptional items (1+2-3)</b>	<b>(287.20)</b>	<b>(1,714.01)</b>	<b>(356.98)</b>	<b>(2,001.22)</b>	<b>(344.24)</b>	<b>(1,711.65)</b>
	<b>Add/Less: Exceptional items</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
	<b>Profit/(Loss) before tax and after exceptional items</b>	<b>(287.20)</b>	<b>(1,714.01)</b>	<b>(356.98)</b>	<b>(2,001.22)</b>	<b>(344.24)</b>	<b>(1,711.65)</b>
<b>5</b>	<b>Tax expenses</b>						
	a) Current Tax	-	-	-	-	-	32.08
	b) Deferred Tax charge /(credit) (Net of MAT Credit entitlement)	(88.02)	(570.81)	(101.11)	(658.83)	(293.33)	(534.85)
<b>6</b>	<b>Net Profit/(Loss) for the period after tax (4-5)</b>	<b>(199.18)</b>	<b>(1,143.20)</b>	<b>(255.87)</b>	<b>(1,342.39)</b>	<b>(50.91)</b>	<b>(1,208.88)</b>
<b>7</b>	<b>Other comprehensive Income (Net of tax expense)</b>						
	a) Deferred Tax on revaluation of properties	12.34	12.34	12.34	24.67	24.67	49.35
	b) Remeasurement of defined employee benefit plans	-	-	-	-	-	(5.37)
	<b>Total comprehensive income</b>	<b>12.34</b>	<b>12.34</b>	<b>12.34</b>	<b>24.67</b>	<b>24.67</b>	<b>43.98</b>
<b>8</b>	<b>Total comprehensive income/(Loss) for the year</b>	<b>(186.84)</b>	<b>(1,130.86)</b>	<b>(243.53)</b>	<b>(1,317.72)</b>	<b>(26.24)</b>	<b>(1,164.90)</b>
<b>9</b>	<b>Paid - up Equity Share Capital</b> (Face Value of the Share ` 2/-)	<b>856.38</b>	<b>856.38</b>	<b>856.38</b>	<b>856.38</b>	<b>856.38</b>	<b>856.38</b>
<b>10</b>	<b>Reserves ( Excluding Revaluation reserves as per Balance Sheet)</b>						<b>8,511.65</b>
<b>11</b>	<b>Earning per equity Share (Face value ` 2/- each)</b> - Basic & Diluted	<b>(0.47)</b>	<b>(2.67)</b>	<b>(0.60)</b>	<b>(3.14)</b>	<b>(0.12)</b>	<b>(2.82)</b>



**Kallam Textiles Limited**

**Segment Results for the Quarter and Half Year ended 30th September, 2020**

S.No.	Particulars	Quarter ended			Half Year Ended		31.03.2020 (Audited)
		30.09.2020 (Unaudited)	30.06.2020 (Unaudited)	30.09.2019 (Unaudited)	30.09.2020 (Unaudited)	30.09.2019 (Unaudited)	
1	<b>Segment Revenue:</b>						
	a) Spinning	2696.48	2061.84	4357.75	4758.32	10091.04	19836.24
	b) Weaving	1671.67	684.19	3932.66	2355.86	8060.45	16146.42
	c) Dyeing	229.75	199.82	1281.04	429.57	2766.46	4303.30
	d) Power	23.00	36.59	50.91	59.60	68.91	284.42
	Total	4620.90	2982.44	9622.36	7603.35	20986.86	40570.38
	Less: Inter Segment Revenue	209.91	430.46	3658.52	640.38	7670.02	11409.31
	<b>Net sales /Income from operations</b>	<b>4410.99</b>	<b>2551.98</b>	<b>5963.84</b>	<b>6962.97</b>	<b>13316.84</b>	<b>29161.07</b>
2	<b>Segment Results Profit:</b>						
	Before tax and interest from each segment						
	a) Spinning	(77.18)	(478.33)	(112.66)	(555.51)	123.32	(348.19)
	b) Weaving	424.57	(617.78)	298.49	(193.20)	660.99	874.87
	c) Dyeing	(0.09)	(19.93)	37.05	(20.03)	78.00	85.86
	d) Power	(0.92)	10.61	13.07	9.68	1.39	99.40
	Total	346.38	(1,105.43)	235.95	(759.06)	863.70	711.94
	Less : Finance costs	633.58	608.58	592.93	1,242.16	1,207.94	2,423.59
	<b>Total Profit/(Loss) Before Tax</b>	<b>(287.20)</b>	<b>(1,714.01)</b>	<b>(356.98)</b>	<b>(2,001.22)</b>	<b>(344.24)</b>	<b>(1,711.65)</b>
3	<b>Capital Employed</b> (Segment Assets - Segment Liabilities)						
	a) Spinning	24765.03	24830.10	24114.57	24765.03	24114.57	25449.93
	b) Weaving	23161.62	22547.24	24012.73	23161.62	24012.73	23318.69
	c) Dyeing	1719.04	1679.96	1803.86	1719.04	1803.86	1719.61
	d) Solar Power (under erection)	1253.42	574.02	0.00	1253.42	0.00	316.19
	e) Power	1287.27	1292.65	1218.52	1287.27	1218.52	1286.33
	<b>Total</b>	<b>52186.38</b>	<b>50923.97</b>	<b>51149.67</b>	<b>52186.38</b>	<b>51149.67</b>	<b>52090.75</b>

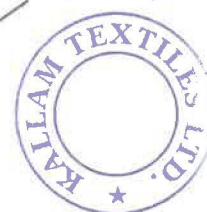
**Notes:**

- The above Financial Results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their respective meeting held on 13 th November, 2020. These results are as per Regulation 33 of the SEBI(Listing Obligations and Disclosure Requirements) Regulations,2015 as amended.
- The company has considered the possible effects that may result from the pandemic relating to COVID-19 on the carrying amounts of property, plant and equipment and receivables. In assessing the recoverability of the assets, the company has considered the internal and external sources of information available at the time of approval of the financial statements and is of view that the carrying amount of the assets will be realized. The impact of COVID-19 on the company's financial results may differ from that estimate as at the date of approval of these financial results and would be recognized prospectively. Since the lockdown was in force for part of period of the quarter, the company's operations and financial results for the quarter ended 30th September, 2020 have been adversely impacted. The results for the quarter are, therefore, not comparable with those of previous quarters.
- The figures of the previous periods are reclassified/regrouped to confirm to the current periods classification.

For and on behalf of the Board of Directors

(P. VENKATESWARA REDDY)  
MANAGING DIRECTOR.  
DIN: 00018677

Place :Chowdavaram  
Date :13.11.2020





## KALLAM TEXTILES LIMITED

## CASH FLOW STATEMENT FOR THE HALF YEAR ENDED 30.09.2020

(Rs. in Lakhs)

PARTICULARS	For Half Year ended 30.09.2020 (Un Audited)	For the year ended 31.03.2020 (Audited)
<b><u>CASH FLOW FROM OPERATING ACTIVITIES</u></b>		
Net Profit before tax	(2,001.22)	(1,711.65)
<u>Add/Less: Adjustments for</u>		
Depreciation	755.09	1,564.66
Interest expense	1,242.16	2,423.59
Interest income	(20.78)	(44.55)
Amortisation of Govt. grants	(23.06)	(46.03)
Remeasurement of employee defined benefit plans	-	(5.37)
(Profit)/Loss on sale of assets	-	(0.17)
Operating profit before working capital changes	(47.81)	2,180.48
<u>Add/Less: Adjustments for working capital</u>		
Inventories	1,209.82	1,009.70
Trade and other receivables	255.16	(578.39)
Trade and other payables	(207.27)	1,506.51
Cash generated from operations	1,209.91	4,118.30
Less: Direct taxes paid	1.25	180.79
Net cash from operating activities (A)	1,208.65	3,937.51
<b><u>CASH FLOW FROM INVESTING ACTIVITIES</u></b>		
Purchase of fixed assets and Capital WIP (Net of subsidy)	(441.16)	(1,063.82)
Proceeds from sale of fixed assets	-	0.49
Margin Money deposit with banks and other balances	134.04	(124.79)
Interest received	20.78	44.55
Net cash used in Investing activities (B)	(286.34)	(1,143.57)
<b><u>CASH FLOW FROM FINANCING ACTIVITIES</u></b>		
Proceeds from/(Repayment of) borrowings)	295.50	(268.65)
Dividend and tax paid	-	(103.24)
Interest and finance charges	(1,242.16)	(2,423.59)
Net cash used in financing activities (C)	(946.66)	(2,795.49)
Net Increase/(Decrease) in cash and cash equivalents	(24.35)	(1.54)
Cash and cash equivalents at the beginning of the Year	39.33	40.88
Cash and cash equivalents at the end of the Year	14.98	39.33
Net increase/(decrease) in cash and cash equivalents	(24.35)	(1.54)



**KALLAM TEXTILES LIMITED**

**Statement of assets and Liabilities as at 30th September, 2020**

Rs. in lakhs

		Particulars	As at 30th September, 2020 (Unaudited)	As at 31st March, 2020 (Audited)
		<b>ASSETS</b>		
1		<b>Non-Current Assets</b>		
	(a)	Property, Plant and Equipment	38,665	39,416
	(b)	Intangible Assets	7	8
	(c)	Capital Work-in-progress	1,604	1,167
	(d)	Financial Assets		
	(i)	Loans	586	-
	(ii)	Other financial assets	-	651
	(e)	Other Non-current Assets	5	13
		<b>Total Non-Current assets</b>	<b>40,867</b>	<b>41,255</b>
2		<b>Current Assets</b>		
	(a)	Inventories	7,885	9,096
	(b)	Financial Assets		
	(i)	Trade Receivables	1,486	2,118
	(ii)	Cash and cash equivalents	15	39
	(iii)	Other Bank balances	18	152
	(iv)	Loans	11	7
	(v)	Other financial assets	7	7
	(c)	Current tax assets (Net)	9	8
	(d)	Other Current assets	6,444	5,997
		<b>Total Current assets</b>	<b>15,875</b>	<b>17,424</b>
		<b>Total Assets</b>	<b>56,742</b>	<b>58,679</b>
		<b>EQUITY AND LIABILITIES</b>		
1		<b>Equity</b>		
	(a)	Equity Share Capital	856	856
	(b)	Other Equity	18,413	19,730
			<b>19,269</b>	<b>20,586</b>
2		<b>Liabilities</b>		
		<b>Non-current liabilities</b>		
	(a)	Financial Liabilities		
	(i)	Long-term borrowings	13,186	12,641
	(ii)	Other financial liabilities	-	-
	(b)	Provisions	223	198
	(c)	Deferred Tax Liabilities (Net)	1,790	2,474
	(d)	Other non-current liabilities	842	865
		<b>Total Non-current liabilities</b>	<b>16,041</b>	<b>16,178</b>
3		<b>Current liabilities</b>		
	(a)	Financial Liabilities		
	(i)	Short-term borrowings	14,093	15,628
	(ii)	Trade payables	961	1,664
	(iii)	Other financial liabilities	6,224	4,506
	(b)	Other current liabilities	145	108
	(c)	Provisions	9	9
		<b>Total Current liabilities</b>	<b>21,432</b>	<b>21,915</b>
		<b>Total Liabilities</b>	<b>37,473</b>	<b>38,093</b>
		<b>Total Equity and Liabilities</b>	<b>56,742</b>	<b>58,679</b>



**CHEVUTURI ASSOCIATES**  
**Chartered Accountants**

**INDEPENDENT AUDITORS' REVIEW REPORT ON UNAUDITED FINANCIAL RESULTS, PURSUANT TO THE**  
**REGULATION 33 OF SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015**

TO THE BOARD OF DIRECTORS OF  
**KALLAM TEXTILES LIMITED**

1. We have reviewed the accompanying Statements of Unaudited financial results of **Kallam Textiles Limited** ("the Company"), for the Quarter and Half-year ended 30<sup>th</sup> September, 2020 ("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.

This Statement is the responsibility of the Company's Management and approved by the Board of Directors in their meeting held on 13<sup>th</sup> November, 2020 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 read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the results included in the Statement based on our review.

2. 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. 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.

3. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the results included in 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 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: Guntur

Date: 13.11.2020

UDIN: 20028105AAAACA7185



For CHEVUTURI ASSOCIATES  
Chartered Accountants  
(Firm's Registration No. 000632S)

*B. Raghunadha Rao*  
Raghunadha Rao Balineni  
Partner  
Membership No. 028105