

**KALLAM SPINNING MILLS LIMITED**

CIN : L18100AP1992PLC013860

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

Ph: 0863-2344010 :2344016:2344003, Fax: 0091 - 863 - 2344000

E-mail: Corp@ksml.in & accsp@ksml.in

**Unaudited Financial Results for the Quarter and Half Year Ended 30th September, 2015****Rs.In Lakhs**

S.NO	PARTICULARS	QUARTER ENDED			HALF YEAR ENDED		YEAR ENDED
		30.09.2015	30.06.2015	30.09.2014	30.09.2015	30.09.2014	31.03.2015
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income from operations						
	(a) Net Sales / Income from Operations	6406.43	6686.21	5885.19	13092.64	11466.07	24413.47
	(b) Other Operating Income	0.00	0.00	0.00	0.00	0.00	0.00
	Total Income from operations (a+b)	6406.43	6686.21	5885.19	13092.64	11466.07	24413.47
2	Expenses						
	a) Cost of Material Consumed	3717.28	3465.59	3,583.42	7,182.87	7,308.73	14,860.59
	b) Purchase of Stock-in-trade	0.00	87.12	0.00	87.12	0.00	127.67
	c) Changes in inventories of Finished goods, Work-in -Progress and Stock-in-trade	-753.74	148.69	230.71	-605.05	161.18	-7.57
	d)Employee benefits expenses	383.24	315.26	164.05	698.50	263.31	901.61
	e) Depreciation and amortisation expenses	312.39	304.68	268.25	617.06	464.91	993.05
	f) Other Expenses	1675.81	1668.41	1231.90	3344.22	2204.73	5131.03
	Total expenses	5334.98	5989.75	5478.33	11324.72	10402.86	22006.38
3	Profit from ordinary activities before other income, finance cost and Exceptional items (1-2)	1071.45	696.46	406.86	1767.92	1063.21	2407.09
4	Other Income	96.95	144.91	191.90	241.86	316.66	713.34
5	Profit from ordinary activities before finance costs and Exceptional Items (3+4)	1168.40	841.37	598.76	2009.78	1379.87	3120.43
6	Finance costs	705.63	700.09	483.38	1405.72	888.14	2317.17
7	Profit from ordinary activities after finance costs but before exceptional Items (5-6)	462.77	141.28	115.38	604.06	491.73	803.26
8	Exceptional Items	0.00	0.00	0.00	0.00	0.00	0.00
9	Profit from Ordinary Activities before Tax (7+8)	462.77	141.28	115.38	604.06	491.73	803.26
10	Less: Current/ deferred tax	161.98	43.51	-	205.49	-	142.13
11	Net Profit from Ordinary Activities after Tax (9-10)	300.79	97.77	115.38	398.57	491.73	945.39
12	Extraordinary item (net of tax expense Rs Nil)	0.00	0.00	0.00	0.00	0.00	0.00
13	Net Profit for the period(11-12)	300.79	97.77	115.38	398.57	491.73	945.39
14	Paid - up Equity Share Capital (Face Value of the Share Rs.10/-)	685.11	685.11	685.11	685.11	685.11	685.11
15	Reserve excluding revaluation Reserves as per balance Sheet of Previous accounting Year				0.00	0.00	6250.55
16	Earning per Share (EPS)	4.39	1.43	1.68	5.82	7.18	13.80
	a) Basic and diluted EPS before Extraordinary items for the period, for the year to date and for the previous year (not annualized)						
	b)Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not annualized)	4.39	1.43	1.68	5.82	7.18	13.80
	Part-II						
A	Particulars of shareholding						
	Public shareholding						
1	Public shareholding						
	- Number of shares	3567701	3545659	3545059	3567701	3545059	3543159
	- Percentage of Shareholding	52.07	51.76	51.74	52.07	51.74	51.72
2	Promoters and promoter group						
	Shareholding:						
	a) Pledged/Encumbered						
	- Number of Shares	-	-	-	-	-	-
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-	-	-
	- Percentage of shares (as a % of the total share Capital of the Company)	-	-	-	-	-	-
	b) Non- encumbered:						
	- Number of Shares	3283399	3305441	3306041	3283399	3306041	3307941
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100	100	100	100	100	100
	- Percentage of shares (as a % of the total share Capital of the Company)	47.93	48.24	48.26	47.93	48.26	48.28
B	Particulars	Quarter ended-30.09.2015					
	Investor Complaints						
	Pending at the beginning of the quarter		-				
	Received during the quarter		8				
	Disposed of during the Quarter		8				
	Remaining unresolved at the end of the quarter		-				



Kallam Spinning Mills Limited

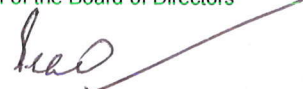
Segment Results for the Quarter and Half Year Ended 30th September, 2015

Rs.in Lakhs							
S.No.	Particulars	Quarter ended			Half Year Ended		Year Ended
		30.09.2015 Unaudited	30.06.2015 Unaudited	30.09.2014 Unaudited	30.09.2015 Unaudited	30.09.2014 Unaudited	31.03.2015 Audited
1	Segment Revenue:						
	a) Spinning	5135.12	5214.98	5736.36	10350.10	11314.42	21238.88
	b) Weaving	3616.59	3561.82	953.66	7178.41	953.66	7631.67
	c) Dyeing	13.27	0.00	0.00	13.27	0.00	0.00
	d) Power	27.37	11.23	56.51	38.60	114.97	188.86
	Total	8792.35	8788.03	6746.53	17580.38	12383.05	29059.41
	Less: Inter Segment Revenue	2385.92	2101.82	861.34	4487.74	916.98	4645.94
	Net sales /Income from operations	6406.43	6686.21	5885.19	13092.64	11466.07	24413.47
2	Segment Results Profit:						
	before tax and interest from Each segment						
	a) Spinning	695.93	677.55	596.49	1373.49	1356.14	2495.84
	b) Weaving	484.47	175.62	-18.29	660.09	-18.29	451.80
	c) Dyeing	-4.46	0.00	0.00	-4.46	0.00	0.00
	d) Power	-7.54	-11.80	20.56	-19.34	42.02	172.79
	Total	1,168.40	841.37	598.76	2,009.78	1,379.87	3,120.43
	Less : Finance costs	705.63	700.09	483.38	1,405.72	888.14	2,317.17
	Total Profit Before Tax	462.77	141.28	115.38	604.06	491.73	803.26
3	Capital Employed						
	(Segment Assets - Segment Liabilities)						
	a) Spinning	15257.42	14842.22	14352.30	15257.42	14352.30	14324.56
	b) Weaving	11473.01	11208.24	10861.99	11473.01	10861.99	11355.91
	c) Dyeing	1019.85	1026.18	970.00	1019.85	970.00	1026.18
	d) Power	1682.36	1723.85	1945.17	1682.36	1945.17	1764.17
	Total	29432.64	28800.49	28129.46	29432.64	28129.46	28470.82

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 7th November 2015.
- The Statutory auditors of the Company have carried out a Limited review of the results for the quarter ended 30.09.2015
- Dyeing Division has commenced its Commercial operations from 23.09.2015.
- The previous year figures have been regrouped wherever necessary to confirm to current period figures.

For and on behalf of the Board of Directors



Place : Chowdavaram

(P. VENKATESWARA REDDY)

Date : 07.11.2015.

MANAGING DIRECTOR.



Statement of Assets and Liabilities		(Rs. In Lakhs)	
Particulars	30.09.2015	31.03.2015	
I. EQUITY AND LIABILITIES :			
1. Shareholders' Funds			
(a) Share Capital	685	685	
(b) Reserves & Surplus	6649	6333	
	7334	7018	
2. Deferred Government Grants	857	872	
3. Non-current liabilities :			
(a) Long-term borrowings	19594	19125	
(b) Deferred Tax Liability (Net)	1590	1398	
(c) Long-term Provisions	58	58	
	21242	20581	
4. Current liabilities:			
(a) Short-term borrowings	8106	7792	
(b) Trade payables	339	527	
(c) Other current liabilities	2052	2580	
(d) Short-term provisions	1121	909	
	11618	11808	
Total-Equity and Liabilities	41051	40279	
II. ASSETS:			
Non-current assets			
1. (a) Fixed Assets			
(i) Tangible assets	28599	26978	
(ii) Capital work-in -progress	1221	2744	
(b) Long- term loans and advances	630	436	
	30450	30158	
2. Current assets			
(a) Inventories	5577	5826	
(b) Trade receivables	2091	1211	
(c) Cash and cash equivalents	143	124	
(d) Short term Loans And advances	2764	2916	
(e) Other current assets	26	44	
	10601	10121	
Total Assets	41051	40279	



LIMITED REVIEW REPORT OF THE UNAUDITED FINANCIAL RESULTS OF
KALLAM SPINNING MILLS LIMITED
PURSUANT TO CLAUSE 41 OF THE LISTING AGREEMENT

Review Report to:

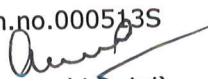
The Board of Directors,
KALLAM SPINNING MILLS LIMITED,
GUNTUR.

- 1) We have reviewed the accompanying statement of unaudited financial results of **KALLAM SPINNING MILLS LIMITED** ("the company") for the quarter ended 30th September, 2015 ("the statement") being submitted by the company pursuant to the requirement of Clause 41 of the Listing agreement with the stock exchanges, except for the disclosures in Part II - Select Information referred to in paragraph 4 below. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors at its meeting held on 7TH November, 2015. Our responsibility is to issue a report on these financial statements based on our review.
- 2) We conducted our review in accordance with the Standard 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 of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
- 3) Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement, prepared in accordance with the Accounting standards notified under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and other recognised accounting practices and policies, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.
- 4) Further, we also report that we have traced the number of shares as well as the percentage of shareholding in respect of the aggregate amount of public shareholding and the number of shares as well as the percentage of shares pledged/encumbered and non-encumbered in respect of the aggregate amount of promoters and promoter group shareholding in terms of Clause 35 of the Listing Agreements with the Stock Exchanges and the particulars relating to investor complaints disclosed in Part II - Select Information for the quarter and half year ended September 30, 2015 of the Statement, from the details furnished by the Registrars.

Place :Guntur
Date : 7.11.2015



For Brahmayya & Co
Chartered Accountants
Firm Regn.no.000513S


(Karumanchi Rajaj)
ICAI Memb.No.202309
Partner