

AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31st MAR 2011

(Rs. In Lacs)

| PARTICULARS | 3 months ended | | Year Ended | Year Ended |
|---|----------------|------------|-------------------------|-------------------------|
| | 31.03.2011 | 31.03.2010 | 31.03.2011 (Audited) | 31.03.2010 (Audited) |
| 1) (a) Net Sales / Income from Operations | 26615 | 13967 | 96245 | 46249 |
| 2) Expenditure | (4758) | (112) | (5449) | 813 |
| a) (Increase) / decrease in stock | 20536 | 6318 | 46678 | 21281 |
| b) Consumption of raw materials | 3756 | 1032 | 23654 | 2774 |
| c) Trade Purchase | 1709 | 715 | 4357 | 2799 |
| d) Employee cost | 1602 | 455 | 4963 | 2970 |
| e) Power and fuel | 82 | 2646 | 10524 | 8816 |
| f) Other expenses | 22927 | 11054 | 84727 | 39453 |
| g) Total | | | | |
| 3) Profit from Operations before other Income, Interest, Depreciation and Exceptional items(1-2) | 3688 | 2913 | 11518 | 6796 |
| 4) Other Income | 853 | 36 | 1262 | 102 |
| 5) Profit before interest, depreciation and Exceptional items (3+4) | 4541 | 2949 | 12780 | 6898 |
| 6) Interest | 807 | 359 | 2395 | 2113 |
| 7) Profit after interest but before depreciation and Exceptional items(5-6) | 3734 | 2590 | 10385 | 4785 |
| 8) Depreciation | 1648 | 1113 | 5039 | 4486 |
| 9) Exceptional Items | 0 | 0 | 0 | 0 |
| 10) Profit (+) / Loss (-) from ordinary Activities Before Tax (7-8-9) | 2086 | 1477 | 5346 | 299 |
| 11) Tax Expense | 410 | 99 | 1090 | 99 |
| Current Tax | 383 | 0 | 383 | 0 |
| Earlier Year Tax | 230 | 405 | 737 | 4 |
| Deferred Tax Liability / (Asset) | | | | |
| 12) Net Profit (+) / Loss (-) from ordinary Activities after Tax (10-11) | 1063 | 973 | 3136 | 196 |
| 13) Extraordinary items(net of tax expense) | 0 | 0 | 0 | 0 |
| 14) Net Profit (+) / Loss (-) for the period (12-13) | 1063 | 973 | 3136 | 196 |
| 15) Paid - up equity share capital (Face Value of Rs.10/- per share) | 470 | 470 | 470 | 470 |
| 15-a) Shares pending allotment | 12 | | 12 | |
| 16) Reserves excluding revaluation reserves | | | | 7851 |
| 17) Earnings per Share (EPS) (Not annualised) | | | | |
| a) Basic and Diluted EPS before Extra ordinary items | 21.04 | 20.68 | 65.12 | 4.16 |
| b) Basic and Diluted EPS after Extra ordinary items | 21.04 | 20.68 | 65.12 | 4.16 |
| 18) Public Shareholding | | | | |
| -Number of shares | 1274969 | 1274969 | 1274969 | 1274969 |
| -Percentage of Shareholding | 26.47 | 27.10 | 26.47 | 27.10 |
| 19) Promoters and promoter group shareholding | | | | |
| a) Pledged /Encumbered | | | | |
| -Number of shares | Nil | Nil | Nil | Nil |
| - Percentage of shares(as a % of the total shareholding of promoter and promoter group) | Nil | Nil | Nil | Nil |
| - Percentage of shares (as a % of the total share capital of the Company) | Nil | Nil | Nil | Nil |
| b) Non-encumbered | | | | |
| -Number of shares | 3541477 | 3428977 | 3541477 | 3428977 |
| -Percentage of shares(as a % of the total shareholding of promoter and promoter group) | 100.00 | 100.00 | 100.00 | 100.00 |
| - Percentage of shares(as a % of the total share capital of the Company) | 73.53 | 72.90 | 73.53 | 72.90 |

1. The above audited financial results were taken on record by the Board of Directors at their meeting held on 27th May 2011

2. The power situation continued to be worse during the quarter affecting the utilization and profits severely.

3. During the quarter three investor complaints were received and all were disposed off. There were no Complaints pending both at the beginning and end of the quarter.

4. Previous year figures have been regrouped wherever necessary and are not comparable pursuant to amalgamation.

5. The Board of Directors have recommended a final dividend of Rs.3.90/- (39%) per equity share of Rs.10/- each

6. The Honourable High Court of Madras as per its order dated 11.4.2011 had sanctioned the scheme of amalgamation of Shri Chintamani Textile Mills Ltd., with the company with effect from 01.04.2011

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7. Statement of Assets and Liabilities as on 31st March 2011

| Particulars | YEAR ENDED 31.03.2011 | YEAR ENDED 31.03.2010 |
|---|--------------------------|--------------------------|
| | Audited | Audited |
| SHAREHOLDERS' FUNDS: | | |
| (a) Capital | 482 | 470 |
| (b) Reserves and Surplus | 10655 | 7,892 |
| LOAN FUNDS | 62681 | 35,777 |
| Deferred Tax Liability(net) | 3182 | 2,312 |
| TOTAL | 77000 | 46,450 |
| FIXED ASSETS | 42161 | 26,629 |
| INVESTMENTS | 358 | 180 |
| CURRENT ASSETS, LOANS AND ADVANCES | | |
| (a) Inventories | 23056 | 11,102 |
| (b) Sundry Debtors | 7522 | 6,714 |
| (c) Cash and Bank balances | 443 | 310 |
| (d) Other current assets | 1064 | 960 |
| (e) Loans and Advances | 12891 | 5,349 |
| Less: Current Liabilities and Provisions | | |
| (a) Liabilities | 10133 | 4,541 |
| (b) Provisions | 362 | 253 |
| Net Current Assets | 34481 | 19,641 |
| TOTAL | 77000 | 46,450 |

For and On behalf of the Board

Chennai
27.5.2011MANIKAM RAMASWAMI
Chairman & Managing Director

LOYAL TEXTILE MILLS LIMITED

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

SEGMENT-WISE REVENUE, RESULT AND CAPITAL EMPLOYED UNDER CLAUSE 41 OF THE LISTING AGREEMENT

| PARTICULARS | 3 Months ended 31.03.2010 | Quarter ended 31.03.2011 | Year ended 31.03.2010 (Audited) | Year ended 31.03.2011 (Audited) |
|--|------------------------------|-----------------------------|---------------------------------------|---------------------------------------|
| | (Rs. In Lacs) | | | |
| Segment Revenue | | | | |
| a) Yarn | 4406 | 13783 | 13223 | 49641 |
| b) Cloth | 8951 | 17923 | 30801 | 49252 |
| c) Garments | 1582 | 2454 | 5343 | 7664 |
| d) Unallocated | 0 | 0 | 0 | 0 |
| Total | 14939 | 34160 | 49367 | 106557 |
| Less: Inter Segment Revenue | 972 | 834 | 3118 | 3601 |
| Net Sales/Income from Operations | 13967 | 33326 | 46249 | 102956 |
| Segment Results [Profit(+)/ Loss (-)] before tax and interest from: | | | | |
| a) Yarn | 941 | 3471 | 1465 | 5443 |
| b) Cloth | 725 | -1480 | 473 | 825 |
| c) Garments | 150 | 300 | 399 | 804 |
| d) Unallocated | 0 | 0 | 0 | 0 |
| Total | 1816 | 2291 | 2337 | 7072 |
| Less: Interest | 359 | 807 | 2113 | 2395 |
| Less: Other unallocable expenditure net off | -20 | -602 | -75 | -669 |
| Less: Other unallocable expenditure (Nett) | 0 | 0 | 0 | 0 |
| Total Profit before Tax | 1477 | 2086 | 299 | 5346 |
| Capital Employed (Segment Assets less Segment liabilities) | | | | |
| a) Yarn | 10855 | 26011 | 10855 | 26011 |
| b) Cloth | 29845 | 42643 | 29845 | 42643 |
| c) Garments | 3400 | 3201 | 3400 | 3201 |
| | 44100 | 71855 | 44100 | 71855 |
| Unallocable Assets less Liabilities | 2350 | 5211 | 2350 | 5211 |
| Total Capital Employed | 46450 | 77066 | 46450 | 77066 |

For LOYAL TEXTILE MILLS LIMITED

Chennai

27.05.2011

MANIKAM RAMASWAMI
Chairman & Managing Director