



KALLAM SPINNING MILLS LIMITED

CIN -L18100AP1992PLC013860

NH-5, Chowdavaram, GUNTUR - 522 019. A.P., INDIA.

Ph: 0863-2344010,16 : Fax:0863-2344000

E-mail: corp@ksml.in

TIN NO: 37870194036, C.S.T.NO.GNT/07/01/2020 dt: 06.11.1993, ECCNO: AAACK9363M XM001



Ref: KSML//CS/2016-2017

Date: 28-05-2016

To,
Bombay Stock Exchange Limited,
Phiroze Jeejeeboy Towers,
Dalal Street,
MUMBAI – 400 001.

PH : 022- 22721233/34

Fax : 022-2272 3121/371/2037.

Dear Sir/Madam,

Sub: Audited financial results for the Quarter and Year ended 31-03-2016– Reg.

We are herewith sending the Audited financial results for the Quarter and Year ended 31st March 2016 along with Form-A and Independent Auditors' Report which are taken on record by the Board of Directors at their Meeting held on 28th May, 2016 at the registered office of the Company. Please take the record of the Audited financial results for the Quarter and year ended 31st March, 2016, Form-A and Independent Auditors' Report.

The Board of Directors has recommended a Dividend of 10% (Rs. 1.00) per equity share of Rs 10/- each at its meeting held on 28th May, 2016.

This is for your kind information and record.

Thanking you sir,

Yours sincerely,

For Kallam Spinning Mills Limited.,

P.Venkateswara Reddy
(Managing Director)



- Encl: - 1) Audited Financial Results for the Quarter and year ended 31st March -2016
2) Form- A
3) Independent Auditors' Report



KALLAM SPINNING MILLS LIMITED

CIN : L18100AP1992PLC013860

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

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

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



AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31st MARCH, 2016

(₹ In Lakhs, except per share data)

S.NO	PARTICULARS	QUARTER ENDED			YEAR ENDED	
		31.03.2016 Audited	31.12.2015 Unaudited	31.03.2015 Audited	31.03.2016 Audited	31.03.2015 Audited
1	Income from operations					
	(a) Net Sales / Income from Operations	6929.85	6891.37	6778.30	26913.86	24413.47
	(b) Other Operating Income	0.00	0.00	0.00	0.00	0.00
	Total Income from operations (a+b)	6929.85	6891.37	6778.30	26913.86	24413.47
2	Expenses					
	a) Cost of Material Consumed	3483.68	3658.98	3,471.71	14,325.54	14,860.59
	b) Purchase of Stock-in-trade	0.00	0.00	127.67	87.12	127.67
	c) Changes in inventories of Finished goods, Work-in -Progress and Stock-in-trade	271.93	(120.49)	365.58	-453.61	-7.57
	d) Employee benefits expenses	457.65	382.67	359.81	1538.82	901.61
	e) Depreciation and amortisation expenses	340.06	336.95	201.00	1294.07	993.05
	f) Other Expenses	1757.68	1823.07	1393.42	6924.96	5131.03
	Total expenses	6311.00	6081.18	5919.19	23716.90	22006.38
3	Profit from ordinary activities before other income, finance cost and Exceptional items (1-2)	618.85	810.19	859.11	3196.96	2407.09
4	Other Income	248.17	206.66	159.72	696.68	713.34
5	Profit from ordinary activities before finance costs and Exceptional Items (3-4)	867.02	1016.85	1018.83	3893.64	3120.43
6	Finance costs	722.92	701.18	727.04	2829.82	2317.17
7	Profit from ordinary activities after finance costs but before exceptional Items (5-6)	144.10	315.67	291.79	1063.82	803.26
8	Exceptional Items	0.00	0.00	0.00	0.00	0.00
9	Profit from Ordinary Activities before Tax (7+8)	144.10	315.67	291.79	1063.82	803.26
10	Less/(add)Tax expenses: Current, deferred tax and MAT Credit cla	163.88	103.09	-	472.46	142.13
11	Net Profit from Ordinary Activities after Tax (9-10)	-19.78	212.58	291.79	591.36	945.39
12	Extraordinary item (net of tax expense Rs Nil)	0.00	0.00	0.00	0.00	0.00
13	Net Profit for the period(11-12)	-19.78	212.58	291.79	591.36	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
15	Reserve excluding revaluation Reserves as per balance Sheet of Previous accounting Year				0.00	0.00
16	Earning per Share (EPS)	-0.29	3.10	4.26	8.63	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)	-0.29	3.10	4.26	8.63	13.80



Segment Results for the Year ended 31st March, 2016

₹ in Lakhs

S.No	Particulars	Quarter ended			Year Ended	
		31.03.2016 Audited	31.12.2015 Unaudited	31.03.2015 Audited	31.03.2016 Audited	31.03.2015 Audited
1	Segment Revenue:					
	a) Spinning	5260.27	5098.20	4971.54	20708.56	21238.88
	b) Weaving	4376.29	4090.28	3684.13	15644.98	7631.67
	c) Dyeing	10.32	2.28	0.00	25.88	0.00
	c) Power	0.00	212.28	39.86	250.89	188.86
	Total	9646.88	9403.04	8695.53	36630.31	29059.41
	Less: Inter Segment Revenue	2717.04	2511.67	1917.23	9716.45	4645.94
	Net sales /Income from operations	6929.84	6891.37	6778.30	26913.86	24413.47
2	Segment Results Profit:					
	Before tax and interest from Each segment					
	a) Spinning	674.24	399.57	531.03	2447.29	2495.84
	b) Weaving	270.16	474.26	440.97	1404.52	451.80
	c) Dyeing	-49.28	28.30	0.00	-25.46	0.00
	c) Power	-28.10	114.72	46.83	67.29	172.79
	Total	867.02	1,016.85	1,018.83	3,893.64	3,120.43
	Less : Finance costs	722.92	701.18	727.04	2,829.82	2,317.17
	Total Profit Before Tax	144.10	315.67	291.79	1,063.82	803.26
3	Capital Employed (Segment Assets - Segment Liabilities)					
	a) Spinning	14925.61	15481.17	14324.56	14925.61	14324.56
	b) Weaving	11270.80	11674.42	11355.91	11270.80	11355.91
	c) Dyeing	928.82	1027.97	1026.18	928.82	1026.18
	d) Power	1594.71	1784.81	1764.17	1594.71	1764.17
	Total	28719.94	29968.37	28470.82	28719.94	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 28th May, 2016.
- The figures for the previous year/ quarter have been regrouped/rearranged wherever necessary in conformity with schedule III of Companies Act.,2013.
- The figures for the Quarter ended 31st March 2016 and 31st March 2015 are the balancing figures between audited figures in respect of the full financial year and the year to date published figures up to the Quarter ended 31st December 2015 and 31st December 2014 respectively.
- The Company is Engaged in Manufacturing of Cotton Yarn and Dyed Fabric, Which are in the Context of Accounting Standard - 17 of Segment Reporting is considered as Primary Segment.
- The Statement is as per the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- The Board of Directors has recommended a Dividend of 10% (Rs 1.00) per Equity Share of Rs 10/- Each at its meeting held on 28th May, 2016.



For and on behalf of the Board of Directors

(P. VENKATESWARA REDDY)
MANAGING DIRECTOR.

DIN : 00018677

Place: Chowdavaram

Date: 28.05.2016.

Kallam Spinning Mills Limited

Statement of Assets and Liabilities		
	(Rs. In Lakhs)	
Particulars	31.03.2016	31.03.2015
I. EQUITY AND LIABILITIES :		
1. Shareholders' Funds		
(a) Share Capital	685	685
(b) Reserves & Surplus	6842	6251
	7527	6936
2. Deferred Government Grants		
	840	872
3. Non-current liabilities :		
(a) Long-term borrowings	18415	19125
(b) Deferred Tax Liability (Net)	1867	1398
(c) Long-term Provisions	71	58
	20353	20581
4. Current liabilities:		
(a) Short-term borrowings	10625	7792
(b) Trade payables	561	527
(c) Other current liabilities	2748	2580
(d) Short-term provisions	882	991
	14816	11890
Total-Equity and Liabilities	43536	40279
II. ASSETS:		
Non-current assets		
1. (a) Fixed Assets		
(i) Tangible assets	29568	26978
(ii) Capital work-in -progress	460	2744
(b) Long- term loans and advances	499	436
	30527	30158
2. Current assets		
(a) Inventories	7571	5826
(b) Trade receivables	2435	1211
(c) Cash and cash equivalents	47	124
(d) Short term Loans And advances	2913	2916
(e) Other current assets	43	44
	13009	10121
Total Assets	43536	40279







FORM A

Pursuant to Regulation 33 of Listing Agreement

1.	Name of the Company	KALLAM SPINNING MILLS LIMITED (Scrip Code : 530201)
2.	Annual Financial Statements for the year ended	31 st March, 2016
3.	Type of Audit Observation	Un-Qualified
4.	Frequency of Observation	Not Applicable

To Be Signed By:

➤	Managing Director/CEO	 P.Venkateswara Reddy (DIN : 00018677)
➤	Chief Financial Officer	 M.V.Subba Reddy
➤	Audit Committee Chairman	 S.Pullu Rao (DIN : 02360239)
➤	Statutory Auditors of the Company	For BRAHMAYYA & Co., Chartered Accountants (Firm's Registration No. 000513S)  Karumanchi Rajaj Partner Membership No. 202309 

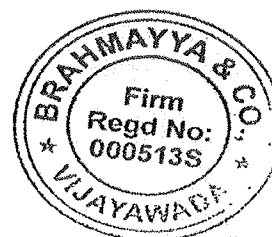
Auditor's Report on Quarterly Financial Results and Year to Date Results of the Company
Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure
Requirements) Regulations, 2015.

To
The Board of Directors,
KALLAM SPINNING MILLS LIMITED.

We have audited the quarterly financial results of KALLAM SPINNING MILLS LIMITED for the quarter ended 31st March, 2016 and the year to date results for the year ended 31st March, 2016 attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. These quarterly financial results as well as the year to date financial results have been prepared on the basis of the interim financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these financial results based on our audit of such interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard for Interim Financial Reporting AS-25, prescribed, under Section 133 of the Companies Act, 2013 read with rule 7 of Companies (Accounts), Rules 2014 and other accounting principles generally accepted in India.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

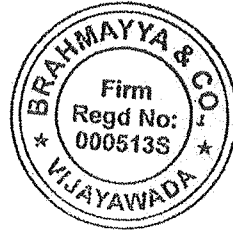
An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the statement. The procedures selected depend on the auditors' judgement, including the assessment of the risk of material misstatement of the statements, whether due to fraud or error. In making those risk assessment, the auditor considers internal control relevant to the Company's preparation and fair representation of the statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the management, as well as evaluating the overall presentation of the statement.



In our opinion and to the best of our information and according to the explanations given to us these quarterly financial results as well as the year to date results :

- i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard;
- ii) give a true and fair view of the net profit and other financial information for the quarter ended 31st March, 2016 as well as the year to date results for the period ended 31st March, 2016.
- iii) The statement includes the results for the Quarter ended March 31, 2016 being the balancing figure between audited figures in respect of full financial year and the published year to date figures up to the end of the third quarter of the current financial year.

Place: Guntur
Date:28.05.2016



For Brahmayya & Co.,
Chartered Accountants
Firms' regd.no.000513S
(Signature)
(Karumanchi Rajaj)
Partner
M.No.202 309