

Annexure - II

Format for disclosure of reasons for encumbrance

(In addition to Annexure - I prescribed by way of circular dated August 05, 2015)

Name of listed company	VARDHMAN POLYTEX LIMITED
Name of the recognised stock exchanges where the shares of the company are listed	1. NATIONAL STOCK EXCHANGE LIMITED 2. BSE LIMITED
Name of the promoter(s) / PACs whose shares have been encumbered	1. MR. ASHOK KUMAR OSWAL * 2. MR. ADISH OSWAL 3. MRS. MANJU OSWAL 4. ASHOK KUMAR AND SONS (HUF) 5. MRS. RAKHI OSWAL 6. MR. ABHINAV OSWAL 7. MS. AKETA OSWAL 8. BORAS INVESTMENT AND TRADING COMPANY PRIVATE LIMITED 9. CALGARY INVESTMENT AND TRADING COMPANY PRIVATE LIMITED 10. ENAKSHI INVESTMENTS PVT LTD 11. GAGAN MERCANTILE COMPANY PVT LTD 12. KENT INVESTMENTS PVT LTD 13. LIBERTY MERCANTILE COMPANY PVT LTD 14. PANCHSHEEL TEXTILE MFG AND TRADING COMPANY PVT LTD 15. RUBY MERCANTILE COMPANY PVT LTD 16. ADESH INVESTMENT AND TRADING COMPANY PVT LTD 17. ALLEPY INVESTMENT AND TRADING COMPANY PVT LTD 18. PIONEER MERCANTILE INDIA PVT LTD 19. NIGHTNAGLE DEALCOM PVT LTD 20. ALMA ASSETS CONSULTANCY PVT LTD
Total promoter shareholding in the listed company	No. of shares - 1,34,14,652 % of total share capital - 60.18%
Encumbered shares as a % of promoter shareholding	81.49 %
Whether encumbered share is 50% or more of promoter shareholding	YES
Whether encumbered share is 20% or more of total share capital	YES

* Mr. Ashok Kumar Oswal expired on 15.11.2018 and the transmission of the shares is yet to be effected.



Details of all the existing events/ agreements pertaining to encumbrance

		Encumbrance 1 (Date of creation of encumbrance: _____)	Encumbrance 2 (Add columns for each event/ agreement)
Type of encumbrance (pledge, lien, negative lien, non-disposal undertaking etc. or any other covenant, transaction, condition or arrangement in the nature of encumbrance)		PLEDGE	
No. and % of shares encumbered:			
NAME OF PROMOTERS	No. of shares encumbered	% of total share capital	Date of creation of encumbrance
1. MR.ASHOK KUMAR OSWAL	127748	0.57	08.03.2013
2. MR. ADISH OSWAL	11546	0.05	29.05.2013
	1300	0.01	16.04.2013
	31025	0.14	08.03.2013
	85640	0.38	10.03.2007
3. MRS. MANJU OSWAL	5000	0.02	08.03.2013
	47694	0.21	10.03.2007
4. ASHOK KUMAR & SONS (HUF)	110	0.00	08.03.2013
5. MRS. RAKHI OSWAL	17820	0.08	24.03.2007
6. MR. ABHINAV OSWAL	14307	0.06	07.03.2013
7. MS. AKETA OSWAL	5010	0.02	16.04.2013
8. BORAS INVESTMENT AND TRADING COMPANY PRIVATE LIMITED	32860	0.15	07.03.2013
9. CALGARY INVESTMENT AND TRADING COMPANY PRIVATE LIMITED	67300	0.30	07.03.2013

10. ENAKSHI INVESTMENTS PVT LTD	370250	1.66	07.03.2013	
11. GAGAN MERCANTILE COMPANY PVT LTD	163900	0.74	07.03.2013	
12. KENT INVESTMENTS PVT LTD	46950	0.21	07.03.2013	
13. LIBERTY MERCANTILE COMPANY PVT LTD	120550	0.54	07.03.2013	
14. PANCHSHEEL TEXTILE MFG AND TRADING COMPANY PVT LTD	24000 449600 3953317	0.11 2.02 17.74	29.10.2014 16.04.2013 07.03.2013	
15. RUBY MERCANTILE COMPANY PVT LTD	153000	0.69	07.03.2013	
16. ADESH INVESTMENT AND TRADING COMPANY PVT LTD	35100	0.16	08.06.2013	
17. ALLEPY INVESTMENT AND TRADING COMPANY PVT LTD	95500	0.43	16.04.2013	
18. PIONEER MERCANTILE INDIA PVT LTD	49350	0.22	07.03.2013	
19. NIGHTNAGLE DEALCOM PVT LTD	660000	2.96	08.10.2013	
20. ALMA ASSETS CONSULTANCY PVT LTD	1600000 787325 1975000	7.18 3.53 8.86	22.08.2013 08.10.2013 05.05.2014	
Total	10931202	49.04%		

Specific details about the encumbrance	Name of the entity in whose favour shares encumbered (X)	CANARA BANK AS LEAD BANK OF CONSORTIUM OF 13 BANKS.		
	Whether the entity X is a scheduled commercial bank, public financial institution, NBFC or housing finance company? If No, provide the nature of the business of the entity.	YES (SCHEDULED COMMERCIAL BANK)		
	Names of all other entities in the agreement	LISTED COMPANY AND ITS GROUP COMPANIES (IF ANY) 1. NIL OTHER ENTITIES (IF ANY) 1. NIL		
	Whether the encumbrance is relating to any debt instruments viz. debenture, commercial paper, certificate of deposit etc.? If yes, provide details about the instrument, including credit rating	NO		
Security Cover / Asset Cover	Value of shares on the date of event (pledge) / agreement (A)	Rs. 62.07 CRORE		
	Amount involved (against which shares have been encumbered) (B) (outstanding as on date)	Rs. 392.89 CRORE		
	Ratio of A / B	0.15		



<p>End use of money</p>	<p>Borrowed amount to be utilized for what purpose – (a) Personal use by promoters and PACs (b) For the benefit of listed company</p> <p>Provide details including amount, purpose of raising money by listed company, schedule for utilization of amount, repayment schedule etc. (a) Any other reason (please specify)</p>	<p>B) For the benefit of Listed Company</p> <p>Borrowed amount includes the Credit Facilities in the form of Working Capital, Term Loan, WCTL and FITL obtained from 13 banks of consortium lead by Canara Bank.</p> <p>The said borrowed amount has been used for Capex, Working Capital and Operations of the Company.</p>	
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For and on behalf of Promoter Group
of Vardhman Polytex Limited



Adish Oswal
Authorized Signatory

Date: 03.10.2019

Place: Ludhiana