

VARDHMAN POLYTEX LTD.

Regd. Office : 'Vardhman Park, Chandigarh Road, Ludhiana - 141123'

CIN: L17122PB1980PLC 004242, PHONES: 0161-2685301-04, 6629988, FAX: 6629988, E-Mail- info@vpl.in, Web: www.vpl.in

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2018

Sl. No	Particulars	For the quarter ended			Year ended
		30.06.2018	31.03.2018	30.06.2017	
		(Unaudited)	Audited (Refer Note No 6)	(Unaudited)	
					(Rs. in Lakhs)
1	Income from Operations	19364.50	18,174.47	19339.52	62,135.95
2	Other Income	65.38	(4.63)	121.36	420.46
3	Total Income (1+2)	19429.88	18,169.84	19460.88	62,556.41
4	Expenses				
	A) Cost of material consumed	13663.50	13,003.22	12996.79	42,181.93
	B) Purchase of stock-in-trade	478.77	1,194.50	1977.71	4,310.64
	C) Changes in inventories of finished goods, work in progress and stock-in-trade	64.33	(339.41)	200.56	2,243.15
	D) Excise Duty	-	-	-	0.08
	E) Employee benefits expense	1326.13	1,180.16	1415.58	4,794.58
	F) Finance costs	1550.56	1,820.94	1482.58	6,566.95
	G) Depreciation and amortisation expense	459.48	494.12	522.52	2,052.10
	H) Other Expenditure	3806.73	3,560.44	4398.78	12,918.78
	Total Expenses	21349.50	20,913.99	22994.52	75,068.21
5	Profit from operations before tax and exceptional items (3-4)	(1,919.62)	(2,744.15)	(3,533.65)	(12,511.80)
6	Exceptional items	-	17,648.61	11644.14	29,876.50
7	Profit before tax and after exceptional items (5-6)	(1,919.62)	(20,392.76)	(15,177.79)	(42,388.30)
8	Tax expense	-	-	-	-
9	Net Profit after tax (7-8)	(1,919.62)	(20,392.76)	(15,177.79)	-42,388.30
	Other comprehensive income/ (loss), net of tax	(8.55)	(101.03)	22.28	(34.19)
10	Total Comprehensive Income for the period [Comprising Profit / (loss) for the period (after tax) and Other Comprehensive Income (after tax)]	(1,928.17)	(20,493.79)	(15,155.51)	(42,422.49)
11	Paid-up equity share capital (Face value-Rs. 10 per equity share)	2232.54	2,232.54	2232.54	2,232.54
	Reserves (excluding revaluation reserves)	-	-	-	(33,912.46)
	Earnings per share (of Rs.10 each) (for the period - not annualized)	(8.61)	(91.48)	(68.09)	(190.16)
	- Basic (Rs.)	(8.61)	(91.48)	(68.09)	(190.16)
	- Diluted (Rs.)	(8.61)	(91.48)	(68.09)	(190.16)

(Handwritten signature)

Notes:

- 1 The above results were reviewed by the Audit Committee and thereafter have been adopted by the Board at its meeting held on Aug 14, 2018. The results for quarter ended June 30, 2018 have been reviewed by Statutory Auditors as per regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.
- 2 Regarding the auditors qualification for the year ended March 31, 2017 with respect to repayment of FCCB liability, the repayment of the same has been delayed due to liquidity crisis and additional liability, if any on this account, will be booked as and when finalised.
- 3 Due to various external /other factors beyond the control of management including delayed support on modernization side by lenders pending complete tie up of debt funds with resultant deteriorating cost/operating efficiency of respective plants, liquidity challenges putting sales pressure on the company to sell its products as such, lower capacity utilization on account of insufficient working capital with resultant increased fixed costs, the company has suffered losses to the tune of Rs. 1928.17 lakhs during the current quarter. However, despite net worth having been fully eroded in previous quarter itself, the Management is of the view that the company is an operative company and necessary steps are being taken to mitigate this. In view of the same, the financial statements have been prepared on a going concern basis.
- 4 The company has entered into arrangement with few vendors from whom company is purchasing raw material and in turn processing the same to the finished output, which is sold back to them. Thus the sales figure comprises of sales of Rs 1400.20 Lakhs in the above presented results which was sold to the said vendors, from whom raw material was purchased.
- 5 The company has prepared the financial results for quarter ending 30th June 2018 in accordance with Indian Accounting Standards (IND AS) as prescribed under section 133 of the companies act, 2013 read with relevant rules issued thereunder and SEBI's circular no. CIR/CFD/FAC/62/2016 dated July 5, 2016, and the management has exercised necessary due diligence to ensure that the unaudited financial results present a true and fair view of the company's affairs.
- 6 The figures for the quarter ended 31st March, 2018 are the balancing figures between the audited figures in respect of full year ended 31st March, 2018 and unaudited figures upto nine months ended 31st December, 2017.
- 7 The business of the company fall within a single primary segment viz, Textile and hence, the disclosure requirement of IND AS 108- 'Operating Segment' is not applicable.
- 8 Figures relating to previous period have been regrouped/rearranged, wherever necessary to make them comparable with those of the current period.

Place : Ludhiana
Date : 14th August, 2018

For Vardhman Polytex Ltd.



(Adish Oswal)
Managing Director (Business & Corporate Affairs)





ROMESH K. AGGARWAL & ASSOCIATES

CHARTERED ACCOUNTANTS

G.T. ROAD, MILLER GANJ, LUDHIANA-141003

Phones: 2532920, 2534289.

INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL RESULTS

To
The Board of Directors,
Vardhman Polytex Ltd.
Ludhiana

1. Introduction

We have reviewed the accompanying statement of unaudited standalone financial results of **Vardhman Polytex Limited** (The company) for the quarter ended June 30, 2018 ("the statement") prepared by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligation and disclosure requirements) Regulations, 2015 read with SEBI circular no. CIR/CFD/FAC/62/2016 dated 5th July 2016.

This Statement which is the responsibility of the Company's Management and approved by the Board of Directors, 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 thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on these financial results based on our review.

2. Scope of Review

We conducted our review in accordance 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 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 provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

3. Basis of Qualified opinion

The company had credited profit of Rs 396.44 lacs due on payment of FCCB liability to the statement of profit & loss during the period ending March 31, 2017. This profit should have been credited in the statement of profit & loss on payment of FCCB liability which is still outstanding to the tune of 554,160 USD as on December 31, 2017. The same has not been addressed in the current quarter.

4. Qualified Opinion

Based on our review in conduct as above, except for the effect of our observation stated in Para 3 above, nothing has come to our attention that causes us to believe that the accompanying statement prepared in accordance with Indian Accounting Standards as specified under section 133 of the companies Act, 2013 read with Companies (Accounts) Rules, 2015 and other recognized accounting practises and policies 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 read with SEBI circular no. CIR/CFD/FAC/62/2016 dated 5th July 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.



For Romesh K Aggarwal & Associates

Chartered Accountants

FRN - 000711N



Ruchir Singla

Partner

M. No. 519347

Place - Ludhiana

Dated - August 14, 2018