



# VARDHMAN POLYTEX LIMITED

Regd. Office : 341K-1, Mundian Khurd, P. O. Sahabana, Chandigarh Road, Ludhiana-141 123

## AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH, 2011

(Rs. in lacs)

| Sr. No. | Particulars   | Standalone Year Ended     |                           | Consolidated Year Ended   |                           |
|---------|---|---------------------------|---------------------------|---------------------------|---------------------------|
|         |   | 31st March 2011 (Audited) | 31st March 2010 (Audited) | 31st March 2011 (Audited) | 31st March 2010 (Audited) |
| 1       | <b>Net Sales and Operating Income</b>   | <b>71642.79</b>           | <b>52768.07</b>           | <b>80423.64</b>           | <b>57809.57</b>           |
| 2       | Expenditure   |                           |                           |                           |                           |
|         | a) (Increase)/ Decrease in stock in trade   | (3356.28)                 | (547.48)                  | (4340.41)                 | (921.38)                  |
|         | b) Consumption of Raw Materials   | 49417.86                  | 34248.75                  | 53714.43                  | 36475.66                  |
|         | c) Employees Cost   | 3269.85                   | 2508.42                   | 4447.07                   | 3415.79                   |
|         | d) Depreciation   | 2731.76                   | 2830.49                   | 4238.42                   | 4341.49                   |
|         | e) Other Expenditure  | 12065.28                  | 10289.84                  | 15395.47                  | 12940.05                  |
|         | f) Total (a to e)   | 64128.47                  | 49330.02                  | 73454.97                  | 56251.61                  |
| 3       | <b>Profit/(Loss) from Operations before other income, interest, exceptional items &amp; tax (1)-(2)</b> | <b>7514.32</b>            | <b>3438.05</b>            | <b>6968.66</b>            | <b>1557.96</b>            |
| 4       | Other Income  | 307.30                    | 417.65                    | 520.92                    | 551.13                    |
| 5       | Profit/(Loss) from Operations before interest, exceptional items & tax (3)+(4)                          | 7821.62                   | 3855.70                   | 7489.58                   | 2109.09                   |
| 6       | Interest  | 4236.41                   | 3351.05                   | 5158.56                   | 4608.26                   |
| 7       | Profit/(Loss) from Operations before tax & exceptional items (5)-(6)                                    | 3585.21                   | 504.65                    | 2331.02                   | (2499.17)                 |
| 8       | Exceptional Items   | --                        | 3574.14                   | --                        | 3574.14                   |
| 9       | Profit/(Loss) from Operations before tax (7)-(8)  | 3585.21                   | (3069.49)                 | 2331.02                   | (6073.31)                 |
| 10      | Tax Expense   | 915.25                    | (830.66)                  | 916.30                    | (834.85)                  |
| 11      | Profit/(Loss) from Operations after tax (9)-(10)  | 2669.96                   | (2238.83)                 | 1414.72                   | (5238.46)                 |
| 12      | Extraordinary income (net of tax expense)   | --                        | --                        | --                        | --                        |
| 13      | <b>Net Profit/(Loss) for the period (11-12)</b>   | <b>2669.96</b>            | <b>(2238.83)</b>          | <b>1414.72</b>            | <b>(5238.46)</b>          |
| 14      | Less : Minority Interest in the Income of Subsidiaries  | --                        | --                        | (222.25)                  | (486.76)                  |
| 15      | Income attributable to the consolidated group   | --                        | --                        | 1192.47                   | (4751.70)                 |
| 16      | Paid up Equity Share Capital (Face Value Rs.10/- per share)   | 1627.74                   | 1266.05                   | 1627.74                   | 1266.05                   |
| 17      | Reserves excluding Revaluation Reserves   | 17014.14                  | 11826.92                  | 12550.40                  | 2484.05                   |
| 18      | Earning per Share   |                           |                           |                           |                           |
|         | a) Before Extraordinary Items   |                           |                           |                           |                           |
|         | - Cash  | <b>47.36</b>              | <b>30.25</b>              | <b>49.25</b>              | <b>16.71</b>              |
|         | - Basic & Diluted   | 20.02                     | (20.26)                   | 8.94                      | (43.10)                   |
|         | b) After Extraordinary Items  |                           |                           |                           |                           |
|         | - Cash  | 47.36                     | 30.25                     | 49.25                     | 16.71                     |
|         | - Basic & Diluted   | 20.02                     | (20.26)                   | 8.94                      | (43.10)                   |
| 19      | Public Shareholding   |                           |                           |                           |                           |
|         | No. of Shares   | 9037980                   | 6780104                   | 9037980                   | 6780104                   |
|         | Percentage of Share holding   | 55.64%                    | 53.70%                    | 55.64%                    | 53.70%                    |
| 20      | Promoter & Promoter Group Shareholding  |                           |                           |                           |                           |
|         | a) Pledged/ Encumbered  |                           |                           |                           |                           |
|         | - Number of Shares  | 151154                    | 151154                    | 151154                    | 151154                    |
|         | - % of Shares (as a % of the total shareholding of promoter and promoter group)                         | 2.10%                     | 2.59%                     | 2.10%                     | 2.59%                     |
|         | - % of Shares (as a % of the total share capital of the Company)  | 0.93%                     | 1.20%                     | 0.93%                     | 1.20%                     |
|         | b) Non-Encumbered   |                           |                           |                           |                           |
|         | - Number of Shares  | 7053823                   | 5694699                   | 7053823                   | 5694699                   |
|         | - % of Shares (as a % of the total shareholding of promoter and promoter group)                         | 97.90%                    | 97.41%                    | 97.90%                    | 97.41%                    |
|         | - % of Shares (as a % of the total share capital of the Company)  | 43.43%                    | 45.10%                    | 43.43%                    | 45.10%                    |

Notes:

- The above results have been reviewed by Audit Committee and approved by the Board of Directors in their respective meetings held on 14.05.2011.
- Since the current market price of the equity share is below the conversion price under FCCB, shares arising out of conversion are anti dilutive in nature.
- The company is in textile segment and accordingly the disclosure requirements as prescribed in the Accounting Standard (AS-17) on Segment Reporting and notified under the Companies (Accounting Standards), Rules 2006 are not required.
- The Company has taken up the expansion of Spinning Project of 40800 Spindles at Nalagarh (H.P.). The Project is expected to start production in the 2nd quarter of FY12.
- During the quarter the Board of Directors has made the allotment of 2297000 Equity Shares which consists 497000 equity shares of Rs. 10/- each at a premium of Rs. 29.53 per share and 1800000 equity shares of Rs. 10/- each at a premium of Rs. 58 per share to the financial investors on preferential basis on conversion of warrants.
- Exceptional Items in the previous financial year represent provision made against advance given to a foreign subsidiary which has gone in to liquidation. The advance has been written off and provision written back during the year ended Mar'11.
- There was no investor complaint pending at the beginning of the quarter as on 01.01.2011. During the quarter, the Company received 4 complaints and the same have been resolved, No complaint is pending at the end of quarter
- Figures for previous periods have been recast/regrouped wherever necessary.
- The consolidated financial results include results of its subsidiaries.

## STATEMENT OF ASSETS & LIABILITIES AS AT 31ST MARCH, 2011

(Rs. in lacs)

| Sr. No. | Particulars   | Standalone Year Ended     |                           | Consolidated Year Ended   |                           |
|---------|---|---------------------------|---------------------------|---------------------------|---------------------------|
|         |   | 31st March 2011 (Audited) | 31st March 2010 (Audited) | 31st March 2011 (Audited) | 31st March 2010 (Audited) |
|         | <b>I SOURCES OF FUNDS</b>                                     |                           |                           |                           |                           |
| 1.      | SHAREHOLDER'S FUNDS   |                           |                           |                           |                           |
|         | a) Share Capital  | 1627.75                   | 1266.05                   | 1627.75                   | 1266.05                   |
|         | b) Share application money (Pending allotment)                | --                        | 149.23                    | --                        | 149.23                    |
|         | c) Reserve & Surplus  | 15975.69                  | 11765.29                  | 11511.96                  | 8327.05                   |
| 2.      | LOAN FUNDS  | 48179.32                  | 43939.64                  | 66045.10                  | 59111.10                  |
| 3.      | DEFERRED TAX LIABILITY (NET)                                  | 1038.45                   | 138.45                    | 1038.45                   | 138.45                    |
| 4.      | DEFERRED GOVERNMENT GRANT                                     | --                        | --                        | 222.20                    | 249.19                    |
| 5.      | MINORITY INTEREST   | --                        | --                        | 588.00                    | 810.25                    |
|         | <b>TOTAL</b>  | <b>66821.21</b>           | <b>57258.66</b>           | <b>81033.45</b>           | <b>70051.32</b>           |
|         | <b>II APPLICATION OF FUNDS</b>                                |                           |                           |                           |                           |
| 1.      | NET FIXED ASSETS (Including CWIP & Pre-Operative Expenditure) | 26848.26                  | 26460.91                  | 45828.99                  | 46893.75                  |
| 2.      | INVESTMENTS   | 13260.06                  | 13661.00                  | 144.12                    | 542.05                    |
| 3.      | GOODWILL ON CONSOLIDATION                                     | --                        | --                        | 5352.20                   | 5352.20                   |
| 4.      | CURRENT ASSETS, LOANS AND ADVANCES                            |                           |                           |                           |                           |
|         | a) Inventories  | 14439.55                  | 7940.17                   | 17564.38                  | 9246.73                   |
|         | b) Sundry Debtors   | 7343.08                   | 4298.01                   | 8948.53                   | 5180.90                   |
|         | c) Cash and Bank Balances                                     | 2239.86                   | 1147.40                   | 1910.06                   | 811.48                    |
|         | d) Loans and Advances   | 7423.89                   | 6075.58                   | 7059.54                   | 5670.29                   |
|         | Less: Current Liabilities and Provisions                      |                           |                           |                           |                           |
|         | a) Liabilities  | 4154.46                   | 1983.00                   | 5149.98                   | 3290.36                   |
|         | b) Provisions   | 579.03                    | 403.17                    | 624.37                    | 417.47                    |
|         | <b>NET CURRENT ASSETS</b>                                     | <b>26712.89</b>           | <b>17074.99</b>           | <b>29708.15</b>           | <b>17201.57</b>           |
|         | MISC. EXPENDITURE (NOT WRITTEN OFF OR ADJUSTED)               | --                        | 61.76                     | --                        | 61.76                     |
|         | <b>TOTAL</b>  | <b>66821.21</b>           | <b>57258.66</b>           | <b>81033.45</b>           | <b>70051.32</b>           |

For Vardhman Polytex Limited

Sd/-

ADISH OSWAL

Executive Director

Place : Ludhiana

Date : 14.05.2011

20x31= 620 Sq. cm