



12.02.2022

The Listing Department, National Stock Exchange of India Limited "Exchange Plaza", C-1, Block-G, Bandra - Kurla Complex, Bandra (E), Mumbai - 400051 SCRIP CODE: VARDMNPOLY	The Listing Department, BSE Limited 25 th Floor, P.J. Towers, Dalal Street Fort, Mumbai- 400001 SCRIP CODE: 514175
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SUBJECT: OUTCOME OF BOARD MEETING HELD ON 12.02.2022

Dear Sir/ Madam,

In compliance with Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby inform you that the board of directors of the company at its meeting held today i.e., Saturday, 12th February, 2022 has, inter alia approved the Un-audited Financial Results for the quarter ended 31st December, 2021 alongwith the Limited Review Report thereon as received from the Statutory Auditor of the company.

Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements), Regulations 2015, we are enclosing herewith the Unaudited Financial Results of the Company for the quarter ended 31st December, 2021 together with Limited Review Report thereon.

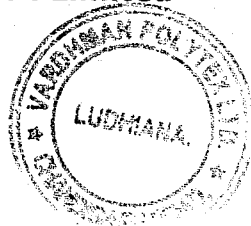
The meeting of Board of Directors commenced at 03:30 PM and concluded at 04:00 PM.

This is for your information and record please.

Thanking you,

Yours truly,
For Vardhman Polytex Limited


Ajay K. Ratra
Company Secretary



Encl: As above

VARDHMAN POLYTEX LTD.

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

CIN: L17122PB1980PLC 004242, PHONES: 0161-2685301-04, 6629888, FAX : 6629988, E-Mail- info@vpl.in, Web: www.vpl.in

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE NINE MONTH AND QUARTER ENDED 31st DECEMBER, 2021

(Rs. In Lakh)

Sl. No	Particulars	Standalone						Consolidated					
		Quarter ended			Nine Month ended		Year ended	Quarter ended			Nine Month ended		Year ended
		31st Dec	30th Sep	31st Dec	31st Dec	31st Dec	31st March	31st Dec	30th Sep	31st Dec	31st Dec	31st Dec	31st March
		2021 Unaudited	2021 Unaudited	2020 Unaudited	2021 Unaudited	2020 Unaudited	2021 Audited	2021 Unaudited	2021 Unaudited	2020 Unaudited	2021 Unaudited	2020 Unaudited	2021 Audited
1	Revenue from operations	24,400.32	21,501.52	15,107.03	65,053.55	31,437.09	50,827.91	24,400.32	21,513.12	15,112.03	65,071.12	31,455.14	50,852.39
2	Other income	77.95	109.11	65.63	246.68	196.19	259.71	77.94	113.66	65.63	251.23	196.19	259.70
3	Total Income (1+2)	24,478.27	21,610.63	15,172.66	65,300.23	31,633.28	51,087.62	24,478.26	21,626.78	15,177.66	65,322.35	31,651.33	51,112.09
4	Expenses												
	A) Cost of material consumed	18,820.67	15,901.64	11,679.13	48,745.12	23,829.88	36,676.55	18,820.67	15,901.64	11,679.13	48,745.12	23,829.86	36,676.54
	B) Purchase of traded goods	2.06	-	1.45	2.06	69.56	69.56	2.06	-	1.45	2.06	69.55	69.56
	C) Changes in inventories of finished goods, stock in trade and work in progress	22.99	(421.81)	(53.21)	(1,844.03)	24.96	423.81	22.98	(421.81)	(53.21)	(1,844.04)	24.97	423.82
	D) Employee benefit expense	1,403.55	1,404.03	1,135.31	4,127.86	2,630.44	3,869.91	1,403.56	1,405.00	1,136.97	4,130.56	2,634.93	3,875.67
	E) Finance costs	1,582.25	1,576.35	1,106.17	4,679.92	4,295.89	5,900.79	1,582.26	1,576.35	1,106.17	4,679.92	4,295.88	5,900.78
	F) Depreciation and amortisation expense	343.69	347.68	364.70	1,040.09	1,098.30	1,453.66	343.67	350.57	349.67	1,045.96	1,106.96	1,465.23
	G) Power & Fuel Cost	1,780.30	1,814.02	1,587.25	5,269.95	3,503.37	5,029.98	1,780.30	1,814.02	1,587.25	5,269.95	3,503.37	5,029.98
	H) Other Expenditure	1,169.17	1,176.23	783.53	4,157.95	1,731.62	3,332.57	1,169.17	1,183.26	783.56	4,165.82	1,735.26	3,338.66
	Total Expenses	25,124.68	21,798.14	16,604.33	66,178.92	37,184.02	56,756.83	25,124.67	21,809.03	16,590.99	66,195.35	37,200.78	56,780.24
5	Profit from operations before tax and exceptional items (3-4)	(646.41)	(187.51)	(1,431.67)	(878.69)	(5,550.74)	(5,669.21)	(646.41)	(182.25)	(1,413.33)	(873.00)	(5,549.45)	(5,668.15)
6	Exceptional items : Income / (Loss)	-	-	-	-	-	-	-	-	-	-	-	-
7	Profit/(Loss) before tax and after exceptional items (5-6)	(646.41)	(187.51)	(1,431.67)	(878.69)	(5,550.74)	(5,669.21)	(646.41)	(182.25)	(1,413.33)	(873.00)	(5,549.45)	(5,668.15)
8	Tax expenses	-	-	-	-	-	-	-	0.38	0.39	0.77	1.13	1.52
9	Net Profit/(Loss) after tax (7-8)	(646.41)	(187.51)	(1,431.67)	(878.69)	(5,550.74)	(5,669.21)	(646.41)	(182.63)	(1,413.72)	(873.77)	(5,550.58)	(5,669.67)
	Other comprehensive income/ (loss), net of taxes	(15.29)	(15.28)	(17.52)	(45.84)	(52.56)	(61.09)	(15.29)	(15.28)	(17.52)	(45.84)	(52.56)	(61.09)
10	Total Comprehensive Income/(Loss) for the period [Comprising Profit / (loss) for the period (after tax) and Other Comprehensive Income/(Loss) (after tax)]	(661.70)	(202.79)	(1,449.19)	(924.53)	(5,603.30)	(5,730.30)	(661.70)	(197.91)	(1,431.24)	(919.61)	(5,603.14)	(5,730.76)
11	Paid-up equity share capital (Face value-Rs.10 per equity share)	2,229.10	2,229.10	2,229.10	2,229.10	2,229.10	2,229.10	2,229.10	2,229.10	2,229.10	2,229.10	2,229.10	2,229.10
	Reserves (excluding revaluation reserves)				(37,938.92)	(35,447.07)	(37,043.98)				(37,945.65)	(35,498.42)	(37,077.88)
	Earnings per share (of Rs.10 each) (for the period - not annualised)												
	- Basic (Rs.)	(2.90)	(0.84)	(6.42)	(3.94)	(24.90)	(25.43)	(2.90)	(0.82)	(6.34)	(3.92)	(24.90)	(25.43)
	- Diluted (Rs.)	(2.90)	(0.84)	(6.42)	(3.94)	(24.90)	(25.43)	(2.90)	(0.82)	(6.34)	(3.92)	(24.90)	(25.43)

VARDHMAN POLYTEX LTD.

 LUDHIANA.

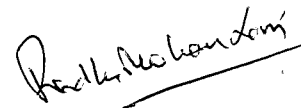
Notes:

- 1 The above standalone and consolidated financial results for the quarter ended December,2021 were reviewed by the Audit Committee and thereafter have been adopted by the Board at its meeting held on February 12th, 2022. The company has prepared the financial results 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 circulars, and the management has exercised necessary due diligence to ensure that the financial results present a true and fair view of the company's affairs. These results have been reviewed by the Statutory Auditors of the Company.
- 2 Regarding the Auditors qualification w.r.t. 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. The qualification still stands as on 31.12.2021.
- 3 Due to various factors beyond the control of management/external factors, the company had defaulted on payment of its debt obligations to various lenders leading to its borrowings being classified as NPA by the banks. The company has requested bankers for resolution of its accounts. Further two of the lenders namely Punjab National Bank & Jammu and Kashmir Bank and some operational creditors have filed applications under Insolvency and Bankruptcy Code 2016 with NCLT for initiating Corporate Insolvency Resolution Process (CIRP). The petitions have not been admitted so far. Further, State Bank of India, United Bank of India, Canara Bank, Bank of Baroda and Bank Of Maharashtra have already assigned their respective shares to Phoenix ARC.
- 4 Despite net worth having been fully eroded, the Management is of the view that the company is an operative company . In view of the same, the financial statements have been prepared on a "Going Concern" basis
- 5 The results of foreign subsidiary F.M. HammerleVerwaltung GMBH have not been consolidated for the current quarter as the entity has been closed vide order dated 03.12.2021.
- 6 The company has entered into arrangement with few vendors from whom company is purchasing raw materials and in turn processing the same to the finished output, which is sold back to them.
- 7 The Company's operations and financial results for the quarter and Nine Month ended December 31, 2021 and the corresponding quarter and Nine month ended December 31, 2020 are not comparable as the results of the previous periods were impacted by COVID-19 pandemic and the consequent lockdown announced by the Central / State Governments, due to which the operations were suspended for part of the Nine month ended December 31, 2020.
- 8 The business of company falls within a single Primary Segment Viz, Textile and hence, the disclosure requirement of IND-AS 108 'Operating segment' is not applicable.
- 9 Figures relating to previous period have been regrouped/rearranged, where necessary to make them comparable with those of the current period.

Place : Ludhiana
Date : 12th February, 2022

For Vardhman Polytex Ltd.

(Adish Oswal)
Chairman and Managing Director
(DIN:00009710)





ROMESH K. AGGARWAL & ASSOCIATES

CHARTERED ACCOUNTANTS

Head Office – GT Road, Miller Ganj, Ludhiana-141003

Delhi Chandigarh Ludhiana

Phones: 2532920, 2534289

Independent Auditor's Review Report On the Quarterly and Year to Date Unaudited Standalone Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To
The Board of Directors,
Vardhman Polytex Ltd.

1. We have reviewed the accompanying statement of unaudited standalone financial results of **Vardhman Polytex Limited** ("the Company") for the quarter and nine months ended December 31, 2021 ("the Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligation and disclosure requirements) Regulations, 2015 as amended ("the Listing Regulations").
2. 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 as amended read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the 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. A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance in with Standards on Auditing specified under Section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. 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, 2021. The same has not been addressed in the current period under audit. This matter was also qualified in all the previous limited review/audit reports submitted by us.
5. Based on our review conducted as above, except for the effect of our observation stated in Para 4 above, nothing has come to our attention that causes us to believe that the accompanying statement prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles 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 including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. We draw attention to Note 7 to the standalone financial results, which describes the uncertainties and the impact of Covid-19 pandemic on the Company's operations and results as assessed by the management. Our conclusion is not modified in respect of this matter.

For Romesh K Aggarwal & Associates
Chartered Accountants


Romesh K. Aggarwal
Partner
M. No. 519347

Place - Ludhiana

Dated - February 12, 2022

UDIN - 22519347ABOYDD3443