



REF: VPL:SEC:Feb:2019-20

Date: 12.02.2020

The Listing Department, National Stock Exchange of India Ltd "Exchange Plaza", Bandra-Kurla Complex, Bandra (East), 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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SUB: Outcome of Board meeting held on 12th February, 2020 and submission of Unaudited Financial Results for the quarter ended 31st December, 2019

Dear Sir/Madam,

Please take note that the Board of Directors of the company in its meeting held today i.e Wednesday, 12th February, 2020, inter alia, has approved the Unaudited Financial Results (Standalone & Consolidated) of the Company for the quarter ended 31st December, 2019 alongwith Limited Review Report thereon as received from the Statutory Auditors of the company.

Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, we are enclosing herewith Unaudited Financial Results (Standalone & Consolidated) for the quarter ended 31st December, 2019 alongwith Limited Review Report thereon.

The meeting of Board of Directors commenced at 3.30 pm and concluded at 4.30 pm.

Kindly take the above on your record.

Thanking you,

Yours truly,
For Vardhman Polytex Limited


Ajay K. Ratra
Company Secretary



VARDHMAN POLYTEX LTD.

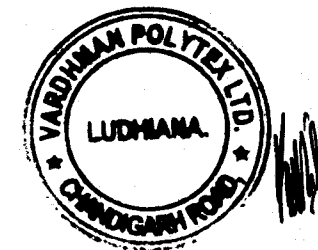
Regd. Office : 'Vardhman Park, Chandigarh Road, Ludhiana - 141123'

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 QUARTER ENDED AND 9 MONTH ENDED 31st DEC, 2019

(Rs. In Lakh)

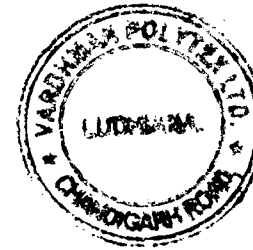
Sl. No	Particulars	Standalone						Consolidated					
		Quarter ended			9 month ended		Year ended	Quarter ended			9 month ended		Year ended
		31st Dec 2019	30th Sep 2019	31st Dec 2018	31st Dec 2019	31st Dec 2018	31st March 2019	31st Dec 2019	30th Sep 2019	31st Dec 2018	31st Dec 2019	31st Dec 2018	31st March 2019
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Revenue from operations	12,289.14	9,777.22	20,268.54	42,511.47	59,727.64	81,055.79	12,294.15	9,783.38	20,273.50	42,527.60	59,742.33	81,075.31
2	Other income	94.11	73.80	83.66	234.31	235.14	287.33	94.11	73.80	83.66	234.31	235.16	287.36
3	Total Income (1+2)	12,383.25	9,851.02	20,352.20	42,745.78	59,962.78	81,343.12	12,388.26	9,857.18	20,357.16	42,761.91	59,977.49	81,362.67
4	Expenses												
	A) Cost of material consumed	9,042.99	7,138.35	14,434.87	32,392.19	43,248.38	58,748.97	9,042.98	7,138.36	14,434.87	32,392.19	43,248.38	58,748.98
	B) Purchase of traded goods	245.35	63.70	474.45	330.19	1,405.36	2,185.47	245.35	63.70	474.45	330.19	1,405.36	2,185.47
	C) Changes in inventories of finished goods, stock in trade and work in progress	313.47	295.75	866.43	469.14	643.55	880.24	313.47	295.74	866.43	469.13	643.55	862.68
	D) Employee benefit expense	1,080.76	875.73	1,398.80	3,464.63	4,302.36	5,706.95	1,082.16	876.77	1,398.80	3,468.44	4,302.36	5,706.96
	E) Finance costs	1,552.74	1,534.48	1,474.17	4,512.50	4,511.66	5,974.75	1,552.74	1,534.48	1,474.17	4,512.50	4,511.66	5,974.74
	F) Depreciation and amortisation expense	368.20	378.38	459.63	1,200.61	1,379.51	1,831.17	374.78	379.42	462.37	1,211.80	1,394.01	1,837.63
	H) Power & Fuel Cost	1,195.55	979.26	1,863.37	4,078.54	5,883.42	7,802.51	1,195.55	979.26	1,863.37	4,078.54	5,883.42	7,802.51
	G) Other Expenditure	589.72	700.98	1,357.15	2,270.54	4,471.51	5,639.39	590.36	703.03	1,357.76	2,273.85	4,473.33	5,641.82
	Total Expenses	14,388.78	11,966.63	22,328.87	48,718.34	65,845.75	88,769.45	14,397.40	11,970.76	22,332.22	48,736.64	65,862.07	88,760.79
5	Profit from operations before tax and exceptional items (3-4)	(2,005.53)	(2,115.61)	(1,976.67)	(5,972.56)	(5,882.97)	(7,426.33)	(2,009.14)	(2,113.58)	(1,975.05)	(5,974.73)	(5,884.58)	(7,398.12)
6	Exceptional items	-	-	-	-	-	-	-	-	-	-	-	-
7	Profit before tax and after exceptional items (5-6)	(2,005.53)	(2,115.61)	(1,976.67)	(5,972.56)	(5,882.97)	(7,426.33)	(2,009.14)	(2,113.58)	(1,975.05)	(5,974.73)	(5,884.58)	(7,398.12)
8	Tax expense	-	-	-	-	-	-	0.35	0.34	0.36	1.03	1.07	1.42
9	Net Profit after tax (7-8)	(2,005.53)	(2,115.61)	(1,976.67)	(5,972.56)	(5,882.97)	(7,426.33)	(2,009.48)	(2,113.92)	(1,975.41)	(5,975.76)	(5,885.64)	(7,399.53)
	Other comprehensive income/ (loss), net of tax	(15.76)	(15.76)	(8.55)	(47.28)	(25.65)	(63.05)	(15.76)	(15.76)	(8.55)	(47.28)	(25.65)	(63.05)
10	Total Comprehensive Income for the period [Comprising Profit / (loss) for the period (after tax) and Other Comprehensive Income (after tax)]	(2,021.29)	(2,131.37)	(1,985.22)	(6,019.84)	(5,908.62)	(7,489.39)	(2,025.24)	(2,129.68)	(1,983.96)	(6,023.04)	(5,911.29)	(7,462.58)
11	Paid-up equity share capital (Face value-Rs.10 per equity share)	2,229.10	2,229.10	2,232.54	2,229.10	2,232.54	2,232.54	2,229.10	2,229.10	2,232.54	2,229.10	2,232.54	2,232.54
	Reserves (excluding revaluation reserves)	-	-	-	-	-	(41,401.84)	-	-	-	-	-	(41,435.06)
	Earnings per share (of Rs.10 each) (for the period - not annualised)												
	- Basic (Rs.)	(9.00)	(9.49)	(8.87)	(26.79)	(26.39)	(33.32)	(9.01)	(9.48)	(8.86)	(26.81)	(26.40)	(33.20)
	- Diluted (Rs.)	(9.00)	(9.49)	(8.87)	(26.79)	(26.39)	(33.32)	(9.01)	(9.48)	(8.86)	(26.81)	(26.40)	(33.20)



Notes:

- 1 The above standalone and consolidated financial results for the quarter and Nine month ended December 31, 2019 were reviewed by the Audit Committee and thereafter have been adopted by the Board at its meeting held on February 12th, 2020. 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 unaudited financial results present a true and fair view of the company's affairs.
- 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. The qualification still stands.
- 3 Due to various factors beyond the control of management/external factors, the company has suffered losses to the tune of Rs 2005.53 lakh during the current quarter. The company had defaulted on payment of its debt obligations to various lenders leading to its borrowing being classified as NPA by the banks. The company has requested bankers for resolution of its accounts. However, 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". Further two of the lenders namely Punjab National Bank & Jammu and Kashmir Bank have filed application under Section 7 of Insolvency and Bankruptcy Code 2016 with NCLT for initiating Corporate Insolvency Resolution Process (CIRP). The petitions have not been admitted so far.
- 4 The Group has assessed the impact of Ind As 116 - "Leases" effective April 1, 2019 and it has found that there is no impact to be recognised in the books of accounts.
- 5 The consolidated financial results include results of F.M. Hammerle Verwaltung GmbH, Austria.
- 6 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.
- 7 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.
- 8 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 2020



For Vardhman Polytex Ltd.

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

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ROMESH K. AGGARWAL & ASSOCIATES

CHARTERED ACCOUNTANTS

Head Office - 101, STREET No. 2, BALAJI COLONY, FARIDKOT- 151203

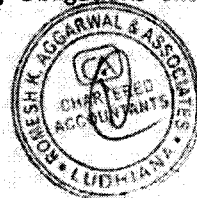
Branch Office - G.T. ROAD, MILLER GANJ, LUDHIANA-141003

Phones: 2532920, 2534289.

Independent Auditor's Review Report On the Quarterly and Nine months ended 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 ended December 31, 2019 and year to date from April 01, 2019 to December 31, 2019 ("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. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and 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, 2019. 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.

For Romesh K Aggarwal & Associates
Chartered Accountants

FRN-000711N



Ruchir Singla
Partner

M. No. 519347

Place - Ludhiana

Dated - February 12, 2020

UDIN - 20519347AAAAAA5909



ROMESH K. AGGARWAL & ASSOCIATES

CHARTERED ACCOUNTANTS

Head Office - 101, STREET No. 2, BALAJI COLONY, FARIDKOT- 151203

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

Phones: 2532920, 2534289.

Independent Auditor's Review Report On the Quarterly and Nine months ended Unaudited Consolidated 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 consolidated financial results of Vardhman Polytex Limited ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), for the quarter ended December 31, 2019 and year to date from April 01, 2019 to December 31, 2019 ("the Statement"), being submitted by the Parent 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 Parent's Management and approved by the Parent's 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 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 persons 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 with Standards on Auditing 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.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

4. The Statement includes the results of F.M. Hammerle Verwaltung GmbH, Austria.

5. The group 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, 2019. 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.



6. Based on our review conducted and procedures performed as stated in paragraph 3, except for the effect of our observation stated in Para 5 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.

7. The subsidiary Company is located outside India whose quarterly financial statement and other financial information have been prepared in accordance with the accounting principles generally accepted in their respective country. These financial results are unaudited and have been furnished to us by the management. The company's management has converted the above mentioned financial statement and other financial information of such subsidiary company located outside India from accounting principles generally accepted in their respective country to accounting principles generally accepted in India. We have reviewed these conversion adjustments made by the Company's management. Our opinion in so far as it relates to the balances and affairs of such subsidiary company located outside India is based solely on the unaudited financial statements and the conversion adjustments prepared by the management of the Company and reviewed by us.

Our opinion on the unaudited quarterly and year to date consolidated financial results is not modified in respect of the above matter with respect to our reliance on the work done and reports of the other auditors.

For Romesh K Aggarwal & Associates
Chartered Accountants



M. No. 519347

Place - Ludhiana

Dated - February 12, 2020

UDIN - 20519347AAAAAB3292