

**VARDHMAN TEXTILES LIMITED**

Regd. Office : Chandigarh Road, Ludhiana-141010

Unaudited Financial Results for the Quarter and Half year ended 30th September,2012

Rs. In Crores

Particulars	Quarter ended	Quarter ended	Quarter ended	Half Year ended	Half Year ended	Year ended
	30th Sept., 2012	30-Jun-12	30th Sept., 2011	30th Sept., 2012	30th Sept., 2011	31-Mar-12
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
<b>1 Income From Operations</b>						
a) Net Sale/Income From Operations (Net of Excise Duty)	1,010.74	939.58	1,035.04	1,950.32	1,995.26	3918.00
b) Other Operating Income	9.16	8.61	0.59	17.77	9.76	52.06
<b>Total Income from operations (Net) (a+b)</b>	<b>1,019.90</b>	<b>948.19</b>	<b>1,035.63</b>	<b>1,968.09</b>	<b>2,005.02</b>	<b>3970.06</b>
<b>2 Expenses</b>						
a) Cost of Materials Consumed	526.88	503.59	529.23	1,030.47	1,211.95	2186.49
b) Purchase of Stocks- In Trade	2.93	3.68	18.07	6.61	26.00	44.86
c) Change in Inventories of Finished Goods, works -in progress and stock -in- trade	(35.77)	(36.72)	100.22	(72.50)	63.84	126.91
d) Employee Benefits Expenses	65.26	59.70	53.30	124.96	106.61	221.13
e) Depreciation and Amortisation Expense	62.94	62.65	57.19	125.59	114.27	234.67
f) Power & Fuel	122.80	109.47	93.55	232.27	182.47	382.95
g) Other Expenses	134.82	129.96	91.12	264.78	227.07	462.88
<b>Total Expenses (a to g)</b>	<b>879.85</b>	<b>832.33</b>	<b>942.68</b>	<b>1,712.18</b>	<b>1,932.21</b>	<b>3659.89</b>
3 Profit/(Loss) from Operations before Other Income ,Finance Costs and Exceptional Items (1-2)	140.05	115.86	92.95	255.91	72.81	310.17
4 Other Income (Refer Note No. 2)	0.76	6.69	1.82	7.45	8.51	8.51
5 Profit/(Loss) from ordinary activities before Finance cost and Exceptional Items (3+4)	140.80	122.55	94.77	263.35	81.32	318.68
6 Finance Cost (Refer Note No. 3)	43.85	47.66	42.51	91.51	92.14	173.22
7 Profit/(Loss) from ordinary activities after Finance Costs but before Exceptional Items (5-6)	96.95	74.89	52.26	171.85	(10.82)	145.46
8 Exceptional Items (Refer Note No. 4)	-	-	-	-	-	-
9 Profit/(Loss) from ordinary activities before Tax (7+8)	96.95	74.89	52.26	171.85	(10.82)	145.46
10 Tax Expense	27.00	20.00	16.50	47.00	(3.50)	35.80
11 Net Profit/ (Loss) from ordinary activities after Tax (9-10)	69.95	54.89	35.76	124.85	(7.32)	109.66
12 Extraordinary Items(Net of Expense)	-	-	-	-	-	-
13 Net Profit/ (Loss) for the Period(11+12)	69.95	54.89	35.76	124.85	(7.32)	109.66
14 Paid-up Equity Capital (Face Value Rs. 10/- per share)	63.65	63.65	63.65	63.65	63.65	63.65
15 Reserve excluding Revaluation Reserves as per Balance Sheet of previous accounting year	-	-	-	-	-	1932.37
16 (i) Earnings Per Share ( before Extraordinary Items) ( in Rs.) (not annualized):						
(a) Basic	10.99	8.62	5.62	19.61	(1.15)	17.23
(b) Diluted	10.99	8.62	5.62	19.61	(1.15)	17.23
16 (ii) Earnings Per Share ( after Extraordinary Items) ( in Rs.) (not annualized):						
(a) Basic	10.99	8.62	5.62	19.61	(1.15)	17.23
(b) Diluted	10.99	8.62	5.62	19.61	(1.15)	17.23
<b>A PARTICULARS OF SHARE HOLDING</b>						
1 Public Shareholding						
-Number of Shares	24,486,561.00	24,818,359	24,818,359.00	24,818,359.00	24,818,359.00	24,818,359
- Percentage of Shareholding	38.47%	38.99%	38.99%	38.99%	38.99%	38.99%
2 Promoters and Promoter Group Shareholding						
(a) Pledged/Encumbered	-	-	-	-	-	-
-Number of Shares	-	-	-	-	-	-
Percentage of Share ( as a% of the total Shareholding of promoter and promoter group)	-	-	-	-	-	-
Percentage of share ( as a% of the total share capital of the company)	-	-	-	-	-	-
b) Non-encumbered						
-Number of share	39,165,318	38,833,520	38,833,520	38,833,520	38,833,520	38,833,520
Percentage of share ( as a% of the total shareholding of promoter and promoter group)	100%	100%	100%	100%	100%	100%
Percentage of share ( as a% of the total share capital of the company)	61.53%	61.01%	61.01%	61.01%	61.01%	61.01%
<b>B INVESTORS COMPLAINTS</b>						
Pending at the beginning of the quarter	-	-	-	-	-	-
Received during that quarter	5	-	-	-	-	-
Disposed of during the quarter	5	-	-	-	-	-
Pending unsolved at the end of the quarter	-	-	-	-	-	-



Segmentwise Revenue Results and Capital Employed

Particulars	Quarter ended 30th Sept., 2012 Unaudited	Quarter Ended June/12 Unaudited	Quarter ended 30th Sept., 2011 Unaudited	Half year ended 30th Sept., 2012 Unaudited	Half year ended 30th Sept., 2011 Unaudited	Year ended March/12 Audited
<b>1. Segment Revenue</b>						
Yarn	892.83	804.50	898.50	1,697.33	1,742.18	3369.23
Fabric	326.73	314.80	288.11	641.53	596.61	1225.60
Unallocated	46.50	42.23	37.71	88.73	73.30	146.83
<b>Total</b>	<b>1,266.06</b>	<b>1161.53</b>	<b>1,224.32</b>	<b>2,427.59</b>	<b>2412.09</b>	<b>4741.66</b>
Less: Inter Segment Revenue	255.33	221.95	189.28	477.27	416.83	823.66
<b>Net Sales/Income from Operations</b>	<b>1010.74</b>	<b>939.58</b>	<b>1035.04</b>	<b>1,950.32</b>	<b>1995.26</b>	<b>3918.00</b>
<b>2. Segment Results [Profit / (Loss) before tax and interest from each segment]</b>						
Yarn	107.83	81.53	71.51	189.36	30.49	185.69
Fabric	33.02	34.66	21.71	67.68	43.40	124.56
Unallocated	7.65	7.14	3.92	14.79	8.85	15.62
<b>Total</b>	<b>148.50</b>	<b>123.33</b>	<b>97.13</b>	<b>271.83</b>	<b>82.74</b>	<b>325.87</b>
Less: (i) Interest	43.85	47.66	42.51	91.51	92.14	173.22
(ii) Net of Un-allocable expenditure/ (Income)	7.69	0.78	2.37	8.47	1.42	7.19
<b>Profit after interest but before exceptional items &amp; tax</b>	<b>96.96</b>	<b>74.89</b>	<b>52.25</b>	<b>171.85</b>	<b>(10.82)</b>	<b>145.46</b>
<b>3. Capital Employed</b>						
Yarn	2,475.38	2931.64	2,316.33	2,475.38	2,316.33	2805.30
Fabric	905.40	924.74	950.11	905.40	950.11	815.20
Unallocated	902.21	761.95	955.62	902.21	955.62	989.23
Capital work-in-progress (including capital advances)	413.48	298.79	249.76	413.48	249.76	221.39
<b>Total</b>	<b>4,696.47</b>	<b>4,917.12</b>	<b>4,471.82</b>	<b>4,696.47</b>	<b>4,471.82</b>	<b>4,831.12</b>



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**NOTES:**

- 1 In view of the significant uncertainties associated with the derivative options (taken for hedging of foreign currency exposure against exports/imports), the ultimate outcome of which depends on future events which are not under the direct control of the company, the resultant gain/loss if any, on such open derivative options cannot be determined at this stage and has accordingly not been accounted for in the books of account.
- 2 Other Income comprises dividend received from subsidiary company
- 3 Interest expense is net of interest income from deposits/bonds amounting to Rs 2.89 crores for the quarter ended 30th Sep 2012 and Rs. 5.29 crores for the period ended 30th Sep 2012.
- 4 Figures for previous periods have been recast/regrouped, wherever necessary to make them comparable.
- 5 The Board of Directors has approved the above results in their meeting held on 06.11.2012 which have been reviewed by the Statutory Auditors in terms of Clause 41 of the Listing Agreement.

for Vardhman Textiles Limited

Place : Gurgaon  
Date : 06.11.2012

Sd/-  
SACHIT JAIN  
Executive Director



**VARDHMAN TEXTILES LIMITED**

Regd. Office : Chandigarh Road, Ludhiana-141010

**Statement of Assets & Liabilities as on 30.09.2012**

Particulars		As at 30.09.2012	As at 31.03.2012
<b>A</b>	<b>EQUITY AND LIABILITIES</b>		
1	<b>Shareholders' Funds</b>		
	(a) Share Capital	63.65	63.65
	(b) Reserves and Surplus	2,058.42	1,932.37
	(c) Money received against share warrants	-	-
	<b>Sub-total-Shareholders funds</b>	<b>2,122.07</b>	<b>1,996.02</b>
2	<b>Share application money pending allotment</b>	-	-
3	<b>Non-current liabilities</b>		
	(a) Long-term borrowings	2,069.09	1,927.03
	(b) Deferred tax liabilities (net)	215.85	202.85
	(c) Other long-term liabilities	3.11	2.58
	(d) Long-term provisions	4.11	3.81
	<b>Sub-total-Non current liabilities</b>	<b>2,292.16</b>	<b>2,136.27</b>
4	<b>Current liabilities</b>		
	(a) Short-term borrowings	45.30	511.54
	(b) Trade payables	51.79	83.68
	(c) Other current liabilities	453.52	415.47
	(d) Short-term provisions	3.09	37.03
	<b>Sub-total-Non Current Liabilities</b>	<b>553.70</b>	<b>1,047.72</b>
	<b>TOTAL -EQUITY AND LIABILITIES</b>	<b>4,967.93</b>	<b>5,180.01</b>
<b>B</b>	<b>Non-current assets</b>		
	(a) Fixed assets	2,440.40	2,377.06
	(b) Non current investments	344.20	344.20
	(c) Deferred tax assets (net)	-	-
	(d) Long-term loans and advances	94.02	67.44
	(e) Other non-current assets	50.12	0.02
	<b>Sub-total-Non Current Assets</b>	<b>2,928.74</b>	<b>2,788.72</b>
2	<b>Current assets</b>		
	(a) Current investments	146.93	170.52
	(b) Inventories	881.61	1,315.23
	(c) Trade receivables	690.67	536.83
	(d) Cash and cash equivalents	25.19	58.42
	(e) Short-term loans and advances	275.92	292.42
	(f) Other current assets	18.87	17.87
	<b>Sub-total-Current Assets</b>	<b>2,039.19</b>	<b>2,391.29</b>
	<b>TOTAL -ASSETS</b>	<b>4,967.93</b>	<b>5,180.01</b>



**REVIEW REPORT**

The Board of Directors,  
Vardhman Textiles Limited  
Ludhiana

1. We have reviewed the accompanying statement of unaudited financial results of **Vardhman Textiles Limited** for the period ended 30<sup>th</sup> September, 2012 except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. This statement is the responsibility of the company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial information based on our review.
2. We conducted our review 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 financial statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and an analytical procedure 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.
3. *As indicated in note 1, in view of the significant uncertainty associated with the derivative options, resolution of which is dependent upon future events which are not under the direct control of the company, on account of which the company could not determine the possible loss, if any, on valuation of open derivative options. The ultimate outcome of these future events and their effect on the financial statements cannot be ascertained at this stage.*



4 Based on our review conducted as above except for the matter referred to in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results, prepared in accordance with applicable accounting standards referred to in section 211 3(C) of the Companies Act, 1956 and other recognized accounting practices and policies has not disclosed the information required to be disclosed in the terms of Clause 41 of the Listing Agreements including the manner in which it is to be disclosed or that it contains any material misstatement.

Place: Ludhiana  
Dated: 6<sup>th</sup> November, 2012



For S.C. VASUDEVA & Co.  
Chartered Accountants  
Firm reg. no. 000235N

(Sanjiv Mohan)  
Partner  
M. No 86066