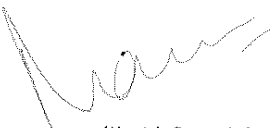


WINSOME YARNS LIMITED							
Regd. Office: SCO # 191-192, Sector 34-A, Chandigarh - 160022							
STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE PERIOD ENDED 31st DECEMBER 2011							
(Rs in Lacs)							
Sr. No.	Particulars	Quarter Ended		Nine Months Ended		Year Ended	
		Unaudited		Unaudited		(Audited)	
		31.12.2011	30.09.2011	31.12.2010	31.12.2011	31.12.2010	31.03.2011
1	(a) Net Sales/Income from operations						
	Gross Sales	10,045	12,578	9009	31,714	25,077	33,013
	Less: Excise Duty	24	36	-	68	-	5
	Net Sales	10,021	12,542	9,009	31,646	25,077	33,008
	(b) Other Operating Income	1,370	0	0	1,370	74	246
	Total Income (a + b)	11,391	12,542	9,009	33,016	25,151	33,254
2	Total Expenditure :						
	(a) (Increase)/Decrease in Stock in Trade & Work in Progress	1,930	1,366	(1,792)	2,591	(2,290)	(7,454)
	(b) Consumption of Raw Materials	3,514	6,724	6,464	17,235	16,051	23,469
	(c) Purchase of Traded Goods	2,915	3,422	2	6,692	46	722
	(d) Employee Cost	430	477	403	1,332	1,174	1,632
	(e) Power & Fuel	570	707	669	1,905	2,297	3,061
	(f) Depreciation	573	574	550	1,701	1,620	2,180
	(g) Other expenditure	590	1,361	1,182	2,776	3,137	4,503
	Total Expenditure (a+b+c+d+e+f+g)	10,522	14,631	7,478	34,232	22,035	28,113
3	Profit/(Loss) from Operations before other Income, Interest & Exceptional Items(1-2)	869	(2,089)	1,531	(1,216)	3,116	5,141
4	Other Income	117	436	18	580	45	117
5	Profit/(Loss) before Interest & Exceptional Items (3+4)	986	(1,653)	1,549	(636)	3,161	5,258
6	Interest	1,487	1,270	1,030	3,955	2,925	4,133
7	Profit/(Loss) before Exceptional Items & Tax (5-6)	(501)	(2,923)	519	(4,591)	236	1,125
8	Exceptional Items - Gain/(Loss)	-	-	-	-	-	-
9	Profit/(Loss) from Ordinary Activities before Tax(after Exceptional Items (7-8))	(501)	(2,923)	519	(4,591)	236	1,125
10	Provision for Taxation						
	- Current Tax	-	-	-	-	-	46
	- Previous years Tax	-	-	-	-	-	468
	- Deferred Tax Liability/(Asset)	(168)	(912)	-	(1,431)	-	-
		(333)	(2,011)	519	(3,160)	236	611
11	Net Profit/(Loss) for the period (9-10)	(333)	(2,011)	519	(3,160)	236	611
12	Paid - up Equity Capital (Face Value - Rs. 10/-)	7071	7071	3870	7071	3870	5864
13	Reserves excluding Revaluation Reserve as per balance sheet of previous accounting year	-	-	-	-	-	6749
14	Earning Per Share in Rs. - Not annualised (Refer Note No.5)						
	-Basic (Rs.)	(0.47)	(3.12)	1.73	(4.47)	0.79	1.90
	-Diluted (Rs.)	(0.47)	(3.11)	1.23	(4.47)	0.56	1.20
15	Aggregate of public shareholding						
	- No. of Shares	43367620	43367620	16358870	43367620	16,358,870	36,300,120
	- Percentage of Shareholding	61.33%	61.33%	42.27%	61.33%	42.27%	61.90%
16	Promoters and promoter group Shareholding						
	a) Pledged/Encumbered						
	- Number of Shares	25817487	20817487	13089650	25817487	13,089,650	19,736,225
	- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	94.43%	76.14%	58.59%	94.43%	58.59%	88.35%
	- Percentage of Shares (as a % of the total share capital of the Company)	36.51%	29.44%	33.82%	36.51%	33.82%	33.66%
	b) Non-encumbered						
	- Number of Shares	1522122	6522122	9249959	1522122	9,249,959	2,603,384
	- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	5.57%	23.86%	41.41%	5.57%	41.41%	11.65%
	- Percentage of Shares (as a % of the total share capital of the Company)	2.16%	9.22%	23.91%	2.16%	23.91%	4.44%
*	In the corresponding period same had been made at year end.						

- 1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on 13.02.2012 and also been reviewed by the Statutory Auditors.
- 2 The company's operations predominantly comprises of only one segment- Textiles (Yarn & Knitwear).
- 3 Auditors remarks on the accounts for the year ended 31st March 2011:(a) Non provision against overdue debts of Rs.1900.18 lacs and cumulative gain of Rs.217.90 lacs on reinstatement of said debtors, since in the opinion of the management, these debts are good for recovery; Management Response : There is no significant change in status of these debts . (b) Non provision for diminution in the value of investment in subsidiary ; Management Response : Investments being long term in nature, hence diminution in value,being temporary, is not considered.
- 4 During the financial year 2010-11, the company has issued and allotted 19,94,125 nos. GDRs representing 19,94,12,500 Equity Shares of Rs. 1/- each (now consolidated to Rs.10/- per share) at a premium of Rs. 1.97 per share (Now 1,99,41,250 equity shares of Rs.10/- at Rs.29.70 including premium). Out of this, an amount of Rs.1004.25 lacs has been received till period ended 31.12.2011 and Rs. 1893.14 lacs has been received in month of January 2012. The same has been utilized for the purpose as stipulated and balance proceeds of same are kept in a bank "Escrow Account" outside India. Other Income includes exchange fluctuation on account of Forex Gain/Loss.
- 5 The face value of equity share capital has been consolidated on 06.08.2011 from Re. 1/- to Rs. 10/- each. Accordingly, the number of equity shares have been decreased and also EPS for the preceeding period(s) have been revised/reinstated.
- 6 As per terms of CDR, the company is required to pledge 100% shareholding of promoter or promoter Group companies or 51% of issued capital of the company, whichever is less. The company is in process of pledging the balance equity shares.
- 7 During the quarter ended capital subsidy of Rs.234.00 lacs (i.e. 50% of sanctioned amount) has been received and Depreciation has been adjusted accordingly.
- 8 Previous period figures have been regrouped and/or re-arranged whenever necessary to make their classification comparable with current period.
- 9 The company has received thirteen investor complaints and the same have been resolved and replied during the quarter, hence no investor complaints was pending at the start and end of the quarter.

Place : Chandigarh
Date : 13.02.2012




(Manish Bagrodia)
Managing Director

**LODHA
& CO**

Chartered Accountants

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Telephone : 91 11 23710176 / 23710177 / 23364671 / 2414
Fax : 91 11 23345168 / 23314309
E-mail : delhi@lodhaco.com

The Board of Directors,
Winsome Yarns Limited,
SCO 191-192, Sector 34-A
Chandigarh-160022

Subject: Limited Review Report for the Quarter ended 31st December 2011

1. We have reviewed the accompanying statement of unaudited financial results of Winsome Yarns Limited for the quarter ended 31st December 2011, 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 reviewed 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 statements based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (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 statements are free of material misstatements. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provided less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Attention is invited to:-
 - (a) Note no. 4 of accompanying financial results regarding pending receipt of remittance in India against issue of GDR as stated in the said note (of Rs. 3897.78 lacs), and pending confirmation.
 - (b) Other Operating Income includes Commission Received/Receivable from overseas parties Rs. 929.52 Lacs, pending receipt and confirmation from the respective parties in respect of which we are unable to express an opinion.
4. Further Attention is invited to:
 - i. Regarding non provision for short fall in recovery (amount unascertainable) against overdue debts aggregating to Rs.1,900.18 lacs (as at 31st March 2011) and cumulative gain recognized on restatement of said debtors of Rs.217.90 lacs (as at 31st March 2011) for which other persuasive action for recovery, as explained, has been initiated and in the opinion of the management these debts are good and recoverable and our inability to comment thereon [note no. 3(a) of accompanying financial results and note no. 16 of schedule 15B of audited accounts for the year ended 31.03.2011].



- ii. Regarding non provision for diminution in the value of investment in a subsidiary company (impact unascertainable) and our inability to comment thereon [note no. 3(b) of accompanying financial results and note no.10 B of schedule 15B of audited accounts for the year ended 31.03.2011].
 - iii. Regarding pending confirmation /reconciliation of balances of certain Debtors, Creditors (including of Associate Company), Loans & Advances (including capital advances) and other liabilities (impact unascertainable). Raw material consumption has been accounted for as assessed by the management as item-wise quantity tally is in process of updation.
 - iv. Deferred Tax Assets (Net) of Rs. 1,296.71/- lacs has been created as assessed by the management and our inability to comment in the absence of virtual certainty.
5. Subject to Para 3 & 4 above, based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results read with notes thereon, prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Lodha & Co.,
Chartered Accountants
Firm Registration No. 301051E



(N. K. Lodha)
Partner
M. No. - 85155

Place: New Delhi
Dated: 13.02.2012

