

AARVEE DENIMS AND EXPORTS LTD.

Regd. Office: 191, Shahwadi, Narol Sarkhrej Highway, Narol, Ahmedabad-382 405; Phone No: 079-30417000, Fax No: 079-30417070, Email ID: info@aarvee-denims.com (CIN NO: L17110GJ1988PLC010504)
STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30TH SEPTEMBER 2014

PART I

| Sr No. | PARTICULARS | QUARTER ENDED | | SIX MONTHS ENDED | | YEAR ENDED | | PARTICULARS | | QUARTER ENDED | | SIX MONTHS ENDED | | YEAR ENDED | |
|--------|---|---------------|------------|------------------|------------|------------|------------|--|-----------|---------------|-----------|------------------|-----------|------------|----------|
| | | 30-09-14 | 30-09-14 | 30-09-14 | 30-09-13 | 31-03-14 | 31-03-14 | 31-03-14 | 31-03-14 | 30-09-14 | 30-09-14 | 30-09-14 | 30-09-13 | 30-09-13 | 31-03-14 |
| | | Unaudited | Unaudited | Unaudited | Unaudited | Audited | Audited | | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| 1 | (a) Net Sales/Income from Operations | 18,031.57 | 16,403.25 | 18,166.20 | 34,134.82 | 34,102.24 | 65,140.16 | Segment Revenue | 18,512.43 | 16,809.65 | 18,649.87 | 35,322.08 | 34,832.59 | 66,854.75 | |
| | Textiles (including Garments & Retails-Net of Excise Duty) | 672.10 | 624.69 | 659.51 | 1,296.79 | 1,163.43 | 1,676.82 | b) Power Generation - Wind farm & Power Plant | 672.10 | 624.69 | 659.51 | 1,296.79 | 1,163.43 | 1,676.82 | |
| | Wind farm Power Generation | 480.86 | 406.40 | 483.67 | 887.26 | 730.35 | 1,714.59 | Total Segmental Revenue | 19,184.53 | 17,434.34 | 19,309.38 | 36,618.87 | 35,996.02 | 68,531.57 | |
| | (b) Other operating income | 19,184.53 | 17,434.34 | 19,309.38 | 36,618.87 | 35,996.02 | 68,531.57 | Less: Inter Segmental Elimination | - | - | - | - | - | - | |
| | Total income from operations (net) | 12,027.90 | 11,812.93 | 11,965.86 | 23,841.83 | 22,143.90 | 45,422.39 | Net Sales/Income from operations | 19,184.53 | 17,434.34 | 19,309.38 | 36,618.87 | 35,996.02 | 68,531.57 | |
| 2 | (a) Cost of materials consumed | (129.84) | (1,050.65) | (1,296.38) | (1,180.49) | (1,591.84) | (4,587.24) | Segment Profit/(Loss) before Interest & Tax | 484.72 | 280.73 | 1,730.72 | 765.45 | 2,967.25 | 3,708.68 | |
| | (b) Purchase of stock-in-trade | 2,562.71 | 2,545.83 | 2,366.99 | 5,108.54 | 4,594.03 | 8,918.20 | b) Power Generation - Wind farm & Power Plant | 484.72 | 280.73 | 1,730.72 | 765.45 | 2,967.25 | 3,708.68 | |
| | (c) Changes in inventories of Finished Goods, WIP & Stock in trade | 1,129.90 | 1,036.23 | 952.33 | 2,166.13 | 1,810.66 | 3,749.37 | Less/(Add) : Inter Segment Elimination | 4.12 | (14.53) | 407.38 | 832.74 | 509.61 | 538.27 | |
| | (d) Power & Fuel | 609.92 | 850.52 | 792.53 | 1,541.44 | 1,628.25 | 3,284.86 | Total Segments Result | 968.83 | 639.76 | 2,155.34 | 1,608.59 | 3,591.18 | 4,315.43 | |
| | (e) Employee benefit expense | 1,934.11 | 1,598.72 | 2,372.72 | 3,532.83 | 3,819.84 | 7,428.56 | Less: Interest related to Textiles | 799.62 | 852.76 | 1,081.85 | 1,652.37 | 2,014.15 | 3,935.72 | |
| | (f) Depreciation & amortisation expense | 18,215.70 | 16,794.58 | 17,154.05 | 35,010.28 | 32,404.84 | 64,216.14 | Less/(Plus) : Net Unallocable expense / (income) | 3.37 | (55.10) | 1,094.27 | 7.95 | 1,624.77 | 641.16 | |
| | (g) Other expenses | 968.83 | 639.76 | 2,155.33 | 1,608.59 | 3,591.18 | 4,315.43 | Total Profit/(Loss) before Tax | 165.84 | (157.89) | 1,094.27 | 7.95 | 1,624.77 | 641.16 | |
| | Total Expenses | (3.37) | (55.10) | 20.79 | 51.73 | 47.74 | 261.45 | Capital Employed (Segment assets-Segment | 27,315.01 | 26,798.76 | 31,329.59 | 27,315.01 | 31,329.59 | 29,065.63 | |
| 3 | Profit/(Loss) from Operations before other Income, Finance Cost & Exceptional Items (1-2) | 965.46 | 694.86 | 2,176.12 | 1,660.32 | 3,638.92 | 4,576.88 | b) Wind farm & Power Plant | 8,525.95 | 8,804.51 | 9,189.35 | 8,525.95 | 9,189.35 | 8,740.68 | |
| 4 | Other Income | 799.62 | 852.75 | 1,081.85 | 1,652.37 | 2,014.15 | 3,935.72 | Total Capital employed in Segments | 35,840.96 | 35,603.27 | 40,518.94 | 35,840.96 | 40,518.94 | 37,806.31 | |
| 5 | Profit/(Loss) before Finance Cost & Exceptional Items | 165.84 | (157.89) | 1,094.27 | 7.95 | 1,624.77 | 641.16 | | | | | | | | |
| 6 | Finance Cost | 165.84 | (157.89) | 1,094.27 | 7.95 | 1,624.77 | 641.16 | | | | | | | | |
| 7 | Profit/(Loss) after Finance Cost but before Exceptional Items | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | | | | | | | | |
| 8 | Exceptional Items (Loss) / Gain | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | | | | | | | | |
| 9 | Profit/(Loss) from ordinary activities before tax (7+8) | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | | | | | | | | |
| 10 | Tax Expenses | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | | | | | | | | |
| 11 | Net Profit/(Loss) from ordinary activities after tax (9-10) | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | | | | | | | | |
| 12 | Extraordinary items | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | | | | | | | | |
| 13 | Net Profit/(Loss) for the period (11-12) | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | | | | | | | | |
| 14 | Paid-up equity share Capital (Face value of Rs.10) | 2,345.98 | 2,345.98 | 2,345.98 | 2,345.98 | 2,345.98 | 2,345.98 | | | | | | | | |
| 15 | Reserves excluding revaluation reserves (as per balance sheet) of previous accounting year | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | | | | | | | | |
| 16 | Earnings per share - Before and after extraordinary items (not annualised) Basic and Diluted earnings per share | 0.72 | (0.69) | 3.23 | 0.03 | 4.81 | 1.36 | | | | | | | | |

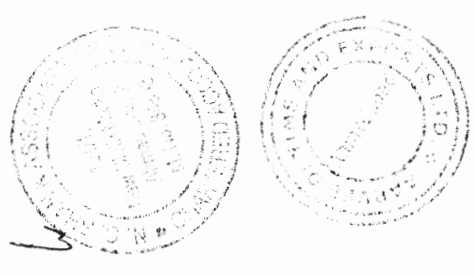
PART II - Select information for the quarter and six months ended 30th September 2014

| Sr No. | PARTICULARS | AS AT | | AS AT | |
|--------|--|------------|------------|------------|------------|
| | | 30-09-14 | 31-03-14 | 30-09-14 | 31-03-14 |
| | | Unaudited | Audited | Unaudited | Audited |
| A | PARTICULARS OF SHAREHOLDING | | | | |
| 1 | Public Share holding | 8,029,097 | 8,029,097 | 8,029,097 | 8,029,097 |
| 2 | Promoters and Promoter Group shareholding | 34,22% | 34,22% | 34,22% | 34,22% |
| (a) | Pledged/ Encumbered | 350,000 | Nil | 350,000 | Nil |
| | -Number of Shares | 2.27% | Nil | 2.27% | Nil |
| | -Percentage of Shares % (as a % of total shareholding of promoters and promoter group) | 1.49% | Nil | 1.49% | Nil |
| (b) | Non-encumbered | 15,080,703 | 15,430,703 | 15,080,703 | 15,430,703 |
| | -Number of Shares | 97.73% | 100.00% | 97.73% | 100.00% |
| | -Percentage of Shares % (as a % of total shareholding of promoters and promoter group) | 64.29% | 65.78% | 64.29% | 65.78% |
| B | INVESTOR COMPLAINTS | | | | |
| | Pending at the beginning of the quarter | Nil | Nil | Nil | Nil |
| | Received during the quarter | Nil | Nil | Nil | Nil |
| | Resolved during the quarter | Nil | Nil | Nil | Nil |
| | Remaining unresolved at the end of the quarter | Nil | Nil | Nil | Nil |

NOTE:
1 The above results were reviewed by the Audit committee and subsequently have been approved by the Board of Directors at its meeting held on 14th November 2014. The Auditors of the Company have carried out the limited review of the above financial results.
2 During the quarter exchange rate fluctuation in respect of foreign currency borrowings, creditors and corresponding forward contracts, gain/loss arising on outstanding balances as at the end of the quarter has not been given effect in the above results as the Company will account for the same at the end of the financial year. Such net loss for the quarter is Rs. 91.61 lacs & net loss for the six months ended is Rs. 70.91 lacs. (net loss for the corresponding quarter of previous year Rs. 165.61 lacs & net loss for the six months ended is Rs. 118.765 lacs).
3 The above figures have been regrouped / rearranged wherever necessary.
4 During the quarter, effective from 1st April 2014 the company has provided depreciation as per Schedule II of the Companies Act, 2013 based on useful lives of assets. The company has adjusted - net debit Rs. 239.01 lacs (Net of deferred tax Rs. 114.79 lacs) against opening balance in retained earnings towards carrying amount of assets for which remaining useful life of asset was Nil as at 1st April 2014.
Place : Ahmedabad
Date : 14th November 2014



For: AARVEE DENIMS AND EXPORTS LTD.
CHAIRMAN & MANAGING DIRECTOR



N. C. Shah & Associates

Chartered Accountants
191/1, New Cloth Market,
Ahmedabad – 380 002

Deloitte Haskins & Sells

Chartered Accountants
'Heritage', 3rd Floor,
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Ahmedabad -380 014

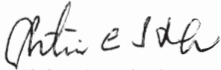
**INDEPENDENT AUDITORS' REVIEW REPORT
TO THE BOARD OF DIRECTORS OF
AARVEE DENIMS AND EXPORTS LIMITED**

1. We have reviewed the accompanying statement of Unaudited Financial Results of **AARVEE DENIMS AND EXPORTS LIMITED** ("the Company") for the Quarter and Six Months ended September 30, 2014 ("the Statement"), being submitted by the Company pursuant to the requirement of Clause 41 of the Listing Agreements with the Stock Exchanges , except for the disclosures in Part II - Select Information referred to in paragraph 5 below. 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 the Statement based on our review.
2. 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.
3. *Attention is invited to Note No 2 of the Statement which states that in view of prevailing volatility in the foreign exchange market, in respect of foreign currency borrowings, creditors, debtors and corresponding forward contracts, gain/loss arising on foreign exchange rate fluctuation on outstanding balances as at the end of the quarter has not been given effect in the above results as the Company will account for the same at the end of the financial year. Such net loss for the quarter is Rs. 91.61 lacs & net loss for the half year ended is Rs. 70.91 lacs. This has resulted in the gain for the quarter being overstated by Rs. 91.61 lacs and for the half year ended being overstaed by Rs. 70.91 lacs.*
4. Based on our review conducted as stated above, *except for the effects of the matter described in paragraph 3 above*, nothing has come to our attention that causes us to believe that the accompanying Statement has not been prepared in accordance with the Accounting Standards specified under the Companies Act, 1956 (which are deemed to be applicable in respect of Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014) and other accounting principles generally accepted in India, and has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreements with the Stock Exchanges, including the manner in which it is to be disclosed, or that it contains any material misstatement.



5. Further, we also report that we have traced the number of shares as well as the percentage of shareholding in respect of the aggregate amount of public shareholding and the number of shares as well as the percentage of shares pledged/encumbered and non-encumbered in respect of the aggregate amount of promoters and promoter group shareholding in terms of Clause 35 of the Listing Agreements with the Stock Exchanges and the particulars relating to investor complaints disclosed in Part II - Select Information for the Quarter and Six Months ended September 30, 2014 of the Statement, from the details furnished by the Management.

For N.C. Shah & Associates
Chartered Accountants
(Firm's Registration No.: 109692W)



Nitin C. Shah

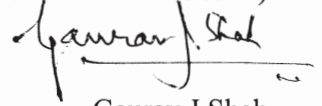
Proprietor

Membership No. 34633



AHMEDABAD, 14th November, 2014

For Deloitte Haskins & Sells
Chartered Accountants
(Firm's Registration No.: 117365W)



Gaurav J Shah

Partner

Membership No. 35701



AHMEDABAD, 14th November, 2014