

GANGOTRI TEXTILES LIMITED

CIN : L17115TZ1989PLC002491

Regd. Office : NO.35, ROBERTSON ROAD, R.S.PURAM, COIMBATORE - 641 002.

Phone: +91-422-4332100; Fax No: +91-422-2474499; E-mail: fibre@gangotritextiles.com; Website : www.gangotritextiles.com

PART I**STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR QUARTER & NINE MONTHS ENDED 31.12.2014**

(Rs. In Lakhs)

S.No	PARTICULARS	Quarter ended			Nine Months ended		Audited year ended
		31.12.2014	30.09.2014	31.12.2013	31.12.2014	31.12.2013	31.03.2014
		(Un audited)	(Un audited)	(Un audited)	(Un audited)	(Un audited)	(Audited)
1	Income from Operation						
	a) Net Sales / Income from Operations	1615.22	2019.41	2152.87	5819.93	6097.52	8082.51
	b) Other Operating Income	0.30	1.30	0.47	2.94	1.55	1.64
	Total Income from operations (net)	1615.51	2020.71	2153.34	5822.87	6099.07	8084.15
2	Expenses						
	a. Cost of materials consumed	841.52	1186.07	1082.16	3230.65	3220.66	4516.76
	b. Changes in inventories of finished goods, work in progress & stock-in-trade	192.08	-23.15	153.41	213.92	165.80	-15.32
	c. Employee benefits expense	173.59	173.28	178.48	515.19	505.70	682.28
	d. Depreciation	572.26	584.67	167.64	1741.61	503.01	1753.74
	e Other expenses	490.98	511.19	833.25	1654.06	2010.80	2835.80
	Total Expenses	2270.44	2432.08	2414.94	7355.43	6405.98	9773.26
3	Profit before Interest, Depreciation, other Income, Exceptional Items and Tax(PBIDTA)	-82.66	173.31	-93.96	209.05	196.11	64.63
4	Profit/(Loss) from operations before other Income, Finance costs and Exceptional items (1 -2)	-654.92	-411.36	-261.60	-1532.56	-306.91	-1689.11
5	Other Income	6.86	0.24	0.08	10.71	1.58	10.12
6	Profit/(Loss) from ordinary activities before other Income, Finance costs and Exceptional items (4+5)	-648.06	-411.12	-261.52	-1521.85	-305.33	-1678.99
7	a. Finance Costs	672.67	680.25	665.38	2023.62	2028.67	2792.70
8	Profit after Interest but before, Depreciation Exceptional Items and Tax(PBIDTA)	-1320.73	-1091.37	-926.90	-3545.47	-2333.99	-4471.69
9	Profit/(Loss) from ordinary activities after Finance costs and Exceptional items (6 +7)	-1320.73	-1091.37	-926.90	-3545.47	-2333.99	-4471.69
10	a. Exceptional Items	454.31	0.00	-423.00	454.31	-423.00	-423.00
11	Profit / Loss from Ordinary activities before tax (9+10)	-866.43	-1091.37	-1349.90	-3091.16	-2756.99	-4894.69
12	Tax expenses						
	a) Tax Relating to Earlier years	0.00	0.00	0.00	0.00	0.00	0.00
13	Profit / Loss from Ordinary activities after tax (11+12)	-866.43	-1091.37	-1349.90	-3091.16	-2756.99	-4894.69
14	Extraordinary items	-351.60	-12.87	0.00	-393.57	0.00	-577.88
15	Net Profit / Loss for the period (13+14)	-1218.02	-1104.24	-1349.90	-3484.73	-2756.99	-5472.57
16	a. Paid-up Equity share capital (Face value of Rs.5/- per share)	1630.73	1630.73	1630.73	1630.73	1630.73	1630.73
	b. Paid-up Preference Share Capital (Face Value of Rs.100 each)	9042.00	9042.00	9042.00	9042.00	9042.00	9042.00
17	Reserves excluding Revaluation Reserves	-	-	-	-	-	-23749.08
18	Earnings Per Share (EPS) In rupees						
	a) Basic and diluted EPS before extra ordinary items	-3.18	-3.87	-4.66	-11.06	-10.03	-17.12
	b) Basic and diluted EPS after the extra ordinary items	-4.26	-3.91	-4.66	-12.27	-10.03	-18.89

Information Relating to Discontinued Operations							(Rs. In Lakhs)
S.No	PARTICULARS	Quarter ended			Nine Months ended		Audited year ended
		31.12.2014 (Un audited)	30.09.2014 (Un audited)	31.12.2013 (Un audited)	31.12.2014 (Un audited)	31.12.2013 (Un audited)	31.03.2014 (Audited)
1	Profit/(Loss) before tax from ordinary activities attributable to discontinued operations	-1242.71	-1018.14	-380.28	-3079.91	-1180.08	-6114.01
2	Gain/(Loss) on disposal of assets/settlement of liabilities attributable to discontinued operations	454.31	-	-	454.31	-	-
3	Add/Less: Tax expenses discontinued operations						
	a.ordinary activities attributable to discontinued operations	-	-	-	-	-	-
	b.Gain/(Loss) on disposal of assets/settlement of liabilities attributable to discontinued operations	-	-	-	-	-	-
4	Profit/ (Loss) from discontinued operations (1+2+3)	-788.40	-1018.14	-380.28	-2625.60	-1180.08	-6114.01

PART II							
STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR QUARTER & NINE MONTHS ENDED 31.12.2014							
S.No.	Particulars	Quarter ended			Nine Months ended		Audited year ended
		31.12.2014	30.09.2014	31.12.2013	31.12.2014	31.12.2013	31.03.2014
		(Un audited)	(Un audited)	(Un audited)	(Un audited)	(Un audited)	(Audited)
A.	Particulars of Shareholding						
1	Public Shareholding						
	No of Shares	2,46,14,177	2,46,14,177	2,46,16,177	2,46,14,177	2,46,16,177	2,46,16,177
	Percentage of Shareholding	75.47	75.47	75.48	75.47	75.48	75.48
2	Promoters and Promoter group Shareholding						
	a. Pledged / Encumbered						
	- No of shares	59,87,593	59,87,593	59,87,593	59,87,593	59,87,593	59,87,593
	- Percentage of Shares (as a % of the total shareholding of Promoter and Promoter group)	74.84	74.84	74.86	74.84	74.86	74.86
	- Percentage of Shares (as a % of the total share Capital of the Company)	18.36	18.36	18.36	18.36	18.36	18.36
	b. Non Encumbered						
	- No of shares	20,12,864	20,12,864	20,10,864	20,12,864	20,10,864	20,10,864
	- Percentage of Shares (as a % of the total shareholding of Promoter and Promoter group)	25.16	25.16	25.14	25.16	25.14	25.14
	- Percentage of Shares (as a % of the total share Capital of the Company)	6.17	6.17	6.16	6.17	6.16	6.16

Particulars		3 Months ended 31.12.2014	
B.	Investor Complaints		
	i) Pending at the beginning of quarter		Nil
	ii) Received during the quarter		Nil
	iii) Disposed off during the quarter		Nil
	iv) Remaining unresolved at the end of the quarter		Nil

For GANGOTRI TEXTILES LIMITED

COIMBATORE
13.02.2015MANOJ KUMAR TIBREWAL
MANAGING DIRECTOR

Note:

1. The above results duly approved by the Audit Committee has been taken on record by the Board of Directors in their meeting held on 13.02.2015. The Statutory Auditors have carried out the Limited Review, as required by Listing agreement.

2. The Company operates in a single segment only viz. Textiles. The power generated through Wind Energy is captively consumed.

3a. The exceptional items of Rs.423.00 lakhs for the year ended 31st March 2014 represents provision made on Doubtful Loans and Advances.

3b. The exceptional items of Rs.454.31 lakhs for the quarter ended 31st Dec 2014 represents Profit on Sale of Non core Assets. (2 Nos. of Windmills)

4. The Company cease to be under CDR mechanism with effect from 25.09.12 vide CDR letter dt. 22.10.12 due to non fulfillment of certain terms & conditions of CDR package. However, the financial impact in terms of interest differentials of Rs.98.50 crores as an expenditure, by virtue of such non-compliance has not been provided for in the books of accounts.

5. The Company although has provided for the interest payment on Bank loans, no payment has been made from October 2011, as a result of which Banks have declared the account as NPA. In view of non payment of interest, the TUF subsidy receivable has not been recognized from October 2011.

6a. The extraordinary item of Rs. 577.88 lakhs for the year ended 31st Mar 14 represents the impairment of Building and Plant & Machinery for the company as a whole (Historical cost Rs.43342.05 lakhs, WDV Rs. 19085.75 lakhs and Net Realizable value Rs 18507.87 lakhs). The Net realizable value (NRV) for the core assets for impairment has been adopted based on the NRV given in the e-auction notice issued by the bankers. The timing difference arising out of impairment being Deferred tax asset is not recognized since there is no virtual certainty in realizing the same.

6b. The extraordinary item of Rs.393.57 lakhs for Nine Month year ended 31st Dec 2014 represents (I) Rs. 77.88 lakhs expenditure incurred on e-auction sale notices and other related expenses issued by the lenders.

(II) Rs. 315.69 lakhs being withdrawal of credit on Impairment of Assets on Windmill sale.

7. Effective 1st April 2014, the company has adopted revised depreciation based on effective useful life of depreciable assets in accordance with part C of Schedule II to Companies Act, 2013; consequently, the impact on statement of profit and loss for nine months ended 31st Dec 2014 is increase in depreciation charge by Rs. 144.09 lakhs and depreciation adjustments of Rs. 113.45 lakhs on certain assets whose carrying value as on 1st April 2014 based on effective remaining useful life is nil, has been charged against opening balance of retained earnings in the Balance sheet, as decided by the management.

8. Operations in Weaving & Processing Unit at perundurai, Spinning Units (4 &9) at Pushpathur have been discontinued and Windmills have been sold out.

9. The Lenders have served Notice under SARFAESI and taken symbolic possession.

10. Notices to treat the company as Willful Defaulter from State Bank of India & State Bank of Travancore vide its letters dt.24.12.12 and 18.01.13 respectively has been served on the company. The Company had represented vide letters dt.12.01.13 & 18.01.13 respectively.

11. There was no complaint received from investors' during the quarter ended 31.12.14. No complaint was pending at both at the beginning and at the end of the quarter.

12. The timing differences arising between accounting and taxable income resulted in deferred tax asset and the same was not recognized as there is no virtual certainty in realizing the same.

13. Previous period figures have been regrouped and reclassified, wherever necessary.

14. The qualifications of the Statutory Auditors

14a. In our opinion, there prevails material uncertainty related to events /conditions which individually / collectively cast significant doubts on going concern assumption.

14b. The Debtors and Loans & Advances are subject to confirmation. As advance of Rs.423 lakhs continues to be doubtful of recover. the same has been provided for in the accounts of the company during year ended 31.03.2014. However, repeated reminders are being received from lenders for the recovery of the same.

14c. The interest provisions for all loans from Banks have been worked based on the then prevailing CDR Package and not on the original sanction/revised floating rates. Consequent to the company's non compliance with CDR package and reverting back to the original sanction, the differentials interest that ought to have been provided for in the accounts is estimated at Rs 98.50 Crores (from 01.07.2008 to 31.12.2014) cumulatively for the above periods. The estimated loss due to the above for the quarter ended 31st Dec 2014, is understated to the extent of Rs. 4.50 Crores.

14d. On examination of the books of accounts and the information and explanations given to us, the internal control system continue to be not commensurate considering the nature of its business in respect of inventory and sale of goods and services.

15. Management Reply to the observations of the Auditors.

Reply to 14(a). The shortage of working capital, sale of windmills and closure of major units, confirm the opinion of auditor.

Reply to 14 (b) The due action is being taken by the management to recover the dues/confirmation.

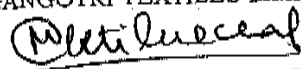
Reply to 14 (c) On receipt of a demand from the lenders regarding the higher interest on account of company being out of CDR package, the due provision for the interest differentials will be made in the accounts.

Reply to 14 (d) The management has taken earnest efforts to strengthen the internal controls.

COIMBATORE

13.02.2015

For GANGOTRI TEXTILES LIMITED



MANOJ KUMAR TIBREWAL

(MANAGING DIRECTOR)



LIMITED REVIEW REPORT

We have reviewed the accompanying statement of un-audited financial results of **M/s Gangotri Textiles Limited** for the period ended 31ST December, 2014 except for the disclosures regarding "Public Shareholding" and "Promoter and Promoter Group" 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 / Committee of Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400, engagements to Review Financial Statements 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 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.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement on un-audited financial results 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.

Coimbatore
13-02-2015

For THAKKER & SANGHANI
CHARTERED ACCOUNTANTS

ASWIN.C
PARTNER
Membership No 22204