



Regd. Office : 191, Shahwadi, Narol - Sarkhej Highway, Nr. Old Octroi Naka, Narol, Ahmedabad.-382405.  
Ph : +91-79-30417000, 30017000 Fax : +91-79-30417070 CIN : L17110GJ1988PLC010504  
E-mail : info@aarvee-denims.com • Website : www.aarvee-denims.com

Ref: ADEL/CS/Correspondence/2015-16/160

Date: 06.02.2016

To,  
The Manager (Listing)  
**The Bombay Stock Exchange Ltd.**  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai – 400 001

To,  
The Manager (Listing)  
**The National Stock Exchange of India Ltd**  
“Exchange Plaza”  
Bandra-Kurla Complex  
Mumbai – 400 051

**Company Code: 514274 (BSE)**

**Company Code: AARVEEDEN (NSE)**

**Sub:Submission of Un-audited Financial result for the quarter and Nine months ended on 31<sup>st</sup> December, 2015 pursuant to Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation 2015.**

With reference to above, kindly be informed that meeting of Board of Directors of the Company was held today i.e. on Saturday, 6<sup>th</sup> February, 2016 which was commenced at 11:00 a.m. and concluded at 2.15 p.m. at Registered office of the Company, have considered the Un-Audited Financial Results of the Company for the Quarter and Nine months ended on 31<sup>st</sup> December, 2015, prepared in terms of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation 2015.

Copy of adopted and approved Unaudited Financial Results alongwith Limited Review Report is enclosed for ready reference.

Kindly take the same on record and acknowledge receipt of the same.

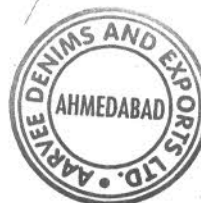
Thanking you,

Yours faithfully,

For, **Aarvee Denims and Exports Ltd.**

*Ashish V. Shah*

**Ashish V. Shah**  
**Managing Director (DIN 00007201)**  
Enc: a.a.





# AARVEE DENIMS AND EXPORTS LTD.

Regd. Office. 191, Shahwadi, Narol Sarkhej Highway, Narol, Ahmedabad-382 405. Phone No: 079-30417000, Fax No: 079-30417070,

Email ID: info@aarvee-denims.com, Website: www.aarvee-denims.com, CIN No: L17110GJ1988PLC010504

**STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER 2015**

(Rs. in Lacs)

Sr No.	PARTICULARS	QUARTER ENDED			NINE MONTHS ENDED		YEAR ENDED
		31-12-15	30-09-15	31-12-14	31-12-15	31-12-14	31-03-15
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	(a) Net Sales/Income from Operations						
	Textiles (including Garments & Retails-Net of Excise Duty)	18,920.83	18,988.62	16,376.44	58,654.74	50,811.26	69,753.56
	Wind farm Power Generation	283.30	741.42	284.96	1,576.71	1,581.75	1,901.45
	(b) Other operating income	284.34	298.30	336.56	829.92	1,223.82	2,896.13
	Total income from operations (net)	19,488.47	20,028.34	16,997.96	61,061.37	53,616.83	74,551.14
2	Total Expenditure						
	(a) Cost of materials consumed	11,671.90	12,843.17	11,196.63	35,814.05	35,038.46	45,984.32
	(b) Purchase of stock-in-trade	-	-	-	-	-	-
	(c) Changes in inventories of Finished Goods, WIP & Stock in trade	(491.61)	(1,143.28)	(913.70)	1,066.45	(2,094.19)	232.26
	(d) Power & Fuel	2,613.60	2,176.97	2,293.03	7,117.29	7,401.57	9,690.54
	(e) Employee benefit expense	1,332.31	1,335.81	1,073.57	3,885.03	3,239.70	4,443.42
	(f) Depreciation & amortisation expense	769.15	761.96	773.45	2,289.37	2,314.89	3,070.58
	(g) Other expenses	2,650.44	2,526.54	1,763.75	7,348.77	5,296.58	7,576.41
	Total Expenses	18,545.79	18,501.17	16,186.73	57,520.96	51,197.01	70,997.53
3	Profit from Operations before other Income, Finance Cost & Exceptional Items (1-2)	942.68	1,527.17	811.23	3,540.41	2,419.82	3,553.61
4	Other Income	25.19	30.52	24.38	81.89	76.11	273.70
5	Profit before Finance Cost & Exceptional Items	967.87	1,557.69	835.61	3,622.30	2,495.93	3,827.31
6	Finance Cost	812.65	963.72	908.65	2,587.66	2,561.02	3,487.91
7	Profit/(Loss) after Finance Cost but before Exceptional Items	155.22	593.97	(73.04)	1,034.64	(65.09)	339.40
8	Exceptional items (Loss) / Gain	-	(473.20)	-	(473.20)	-	-
9	Profit/(Loss) from ordinary activities before tax (7+8)	155.22	120.77	(73.04)	561.44	(65.09)	339.40
10	Tax Expenses	21.36	105.34	-	193.91	0.09	320.63
11	Net Profit/(Loss) from ordinary activities after tax (9-10)	133.86	15.43	(73.04)	367.53	(65.18)	18.77
12	Extraordinary items	-	-	-	-	-	-
13	Net Profit/(Loss) for the period (11-12)	133.86	15.43	(73.04)	367.53	(65.18)	18.77
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	-	-	-	-	-	23,249.02
16	Earnings per share-Before and after extraordinary items (not annualised) Basic and Diluted earnings per share	0.57	0.07	(0.31)	1.57	(0.28)	0.08

(Rs. in Lacs)

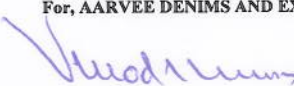
## SEGMENTWISE REVENUE, RESULTS

Sr No.	PARTICULARS	QUARTER ENDED			NINE MONTHS ENDED		YEAR ENDED
		31-12-15	30-09-15	31-12-14	31-12-15	31-12-14	31-03-15
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Segment Revenue						
	a) Textiles	19205.17	19286.92	16713.00	59484.66	52035.08	72649.69
	b) Power Generation -Wind farm & PowerPlant	283.30	741.42	284.96	1,576.71	1,581.75	1,901.45
	Total Segmental Revenue	19488.47	20028.34	16997.96	61061.37	53616.83	74551.14
	Less: Inter Segmental Elimination	-	-	-	-	-	-
	Net Sales/Income from operations	19488.47	20028.34	16997.96	61061.37	53616.83	74551.14
2	Segment Profit / (Loss) before Tax & Interest						
	a) Textiles	883.66	547.39	742.36	2,173.48	1,507.81	1,257.42
	b) Power Generation -Wind farm & PowerPlant	59.02	30.44	57.94	412.31	890.68	968.47
	Less/(Add) : Inter Segment Elimination	-	(476.15)	(10.93)	(481.42)	(21.33)	(21.72)
	Total Segments Result	942.68	1,053.98	811.23	3,067.21	2,419.82	2,247.61
	Less: Interest related to Textiles	812.65	963.72	908.65	2,587.66	2,561.02	3,487.91
	Less/(Plus) : Net Unallocable expense / (income)	(25.19)	(30.51)	(24.38)	(81.89)	(76.11)	(1,579.70)
	Total Profit/(Loss) before Tax	155.22	120.77	(73.04)	561.44	(65.09)	339.40
3	Capital Employed ( Segment assets- segment liabilities)						
	a) Textiles	24,483.95	25,253.80	25,308.09	24,483.95	25,308.09	26,139.26
	b) Wind farm & Power Plant	7,260.20	7,372.41	8,415.13	7,260.20	8,415.13	8,213.40
	Total Capital employed in Segments	31,744.15	32,626.21	33,723.22	31,744.15	33,723.22	34,352.66

### NOTE :

- The above results were reviewed by the Audit committee and subsequently have been taken on record by the Board of Directors at its meeting held on 6th February 2016. The Auditors of the Company have carried out the limited review of the above financial results.
- During the period the company has sold out its Power Plant and recognised the loss of Rs 473.20 lacs in the books of account and the same is reflected as exceptional items in the above result for the quarter ended on 30th September 2015 and period ended on 31st December 2015.
- Due to volatility in the foreign exchange rate, 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 gain for the quarter is Rs. 37.13 lacs and net gain for the nine months ended is Rs 52.56 lacs. (net loss for the corresponding quarter of previous year is Rs. 115.66 lacs & net loss for the nine months ended is Rs. 186.57 lacs). The statutory auditors have commented on the above matter in their limited review report.
- On October 23, 2015, there was a fire in the spinning department of Matoda Unit of the Company resulting into partial loss of Plant & Machinery and other Miscellaneous items. The Company has the insurance policy of all the affected machineries, so the Company has lodged claims with the insurance company and the Management believes that the amount of the claim has been ascertained as per the terms of the insurance policy and is certain about recovery of the claim based on its understanding of the terms of the insurance policies and related discussions with the representatives of the insurance companies at the time of putting up the claim. The carrying value of the machineries destroyed in fire is estimated by the management at Rs. 398.85 lacs. The claim has been accounted for in the books of the Company as insurance claim receivable as at 31st December, 2015.
- Tax Expenses for the current period of nine months Rs. 193.91 lacs (corresponding period of P.Y. Rs. 0.09 lacs) includes provision for deferred tax Rs. 122.39 lacs (corresponding period of P.Y. Rs. NIL).
- Previous period's figures have been regrouped / rearranged wherever necessary.

For, AARVEE DENIMS AND EXPORTS LTD.

  
**VINOD P. ARORA**  
 CHAIRMAN & MANAGING DIRECTOR  
 (DIN: 00007065)

Place : Ahmedabad  
Date : 6th February 2016





**N. C. Shah & Associates**  
Chartered Accountants  
191/1, New Cloth Market,  
Ahmedabad – 380 002

**Deloitte Haskins & Sells**  
Chartered Accountants  
'Heritage', 3<sup>rd</sup> Floor,  
Nr. Gujarat Vidhyapith,  
Off Ashram Road,  
Ahmedabad -380 014

## **INDEPENDENT AUDITORS' REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL RESULTS**

### **TO THE BOARD OF DIRECTORS OF AARVEE DENIMS AND EXPORTS LIMITED**

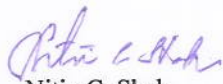
1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **AARVEE DENIMS AND EXPORTS LIMITED** ("the Company") for the Quarter and Nine Months ended December 31, 2015 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. 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 Accounting Standards for Interim Financial Reporting (AS 25) 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 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 3 of the Statement which states that due to volatility in the foreign exchange rate, 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 and nine months has not been given effect in the above results as the Company will account for the same at the end of the financial year. The same is not in compliance with the requirements of Accounting Standard 11, The Effects of Changes in Foreign Exchange Rates. Such net gain for the quarter is Rs. 37.13 lacs and net gain for the nine months ended is Rs 52.56 lacs. (net loss for the corresponding quarter of previous year is Rs. 115.66 lacs & net loss for the nine months ended is Rs. 186.57 lacs). This has resulted in the profit of the quarter being understated by Rs. 37.13 lacs and for the nine months being understated by Rs. 52.56 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, prepared in accordance with the aforesaid Accounting Standards 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.



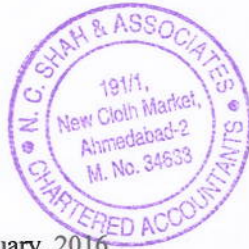
5. Attention is invited to Note No. 4 to the Statement which describes that on October 23, 2015, there was a fire in the spinning department of Matoda Unit of the Company resulting into partial loss of Plant & Machinery and other miscellaneous items. The Company has the insurance policy of all the affected machineries, so the Company has lodged claims with the insurance company and the Management believes that the amount of the claim has been ascertained as per the terms of the insurance policy and is certain about recovery of the claim based on its understanding of the terms of the insurance policies and related discussions with the representatives of the insurance companies at the time of putting up the claim. The carrying value of the machineries destroyed in fire is estimated by the management at Rs. 398.85 lacs. The claim has been accounted for in the books of the Company as insurance claim receivable as at 31st December, 2015.

Our report is not modified in respect of this matter.

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



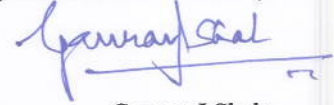
Nitin C. Shah  
Proprietor  
Membership No. 34633



AHMEDABAD, 6<sup>th</sup> February, 2016

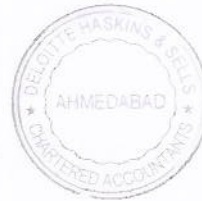
For Deloitte Haskins & Sells

Chartered Accountants  
(Firm's Registration No.: 117365W)



Gaurav J Shah

Partner  
Membership No. 35701



AHMEDABAD, 6<sup>th</sup> February, 2016