



REF: VPL: SEC: FEB: 2016-17

Date: 15.02.2017

National Stock Exchange of India Ltd, "Exchange Plaza" Bandra- Kurla Complex, Bandra(East), Mumbai-400051 Scrip Code: VARDMNPOLY	Bombay Stock Exchange Limited 25 <sup>th</sup> Floor, P.J Towers Dalal Street Fort, Mumbai-400001 Scrip Code:514175
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**Subject: Submission of press release**

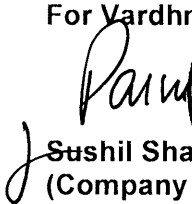
Dear Sir/Madam,

In pursuant to Regulation 30, 47 and other Regulations of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, this is to inform you that attached press release being submitted to media for the publication in the newspaper/display. You are requested to display the same on the notice board.

Thanking You,

Yours faithfully

For Vardhman Polytext Limited

  
Sushil Sharma  
(Company Secretary)



Enclosed: As Above

**Vardhman Polytext Ltd**

An Oswal Group<sup>®</sup> Company  
CIN: L17122PB1980PLC004242

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## PRESS RELEASE

**VARDHMAN POLYTEX LIMITED (VPL)** has reported the turnover of Rs.209.45 Cr for the quarter ended Dec' 16 against the turnover of Rs 212.42 Cr of quarter Dec 15 which include real estate turnover of Rs 3.32 Cr which was noncore, one time activity.

Management is pleased to update improved performance of the company on year on year basis at EBIDTA level, from Rs.9.26 Cr in Q3 FY16 after excluding real estate EBIDTA of Rs 2.54 Cr to EBIDTA of Rs.14.29 Cr in Q3FY17.

Q3 FY17, Earnings were impacted due to demonetisation, there was insignificant impact on the turnover of the company as the company was able to manage record exports during the quarter, though the realisations were lower as a result the impact was seen at the EBITDA level as compared to Q2 FY17, Management believes that the demonetisation impact was temporary and business has seen gradual recovery as remonetisation is in process.

### **Management Commentary**

The management strongly believes that value addition in the product will add value in the performance of the company and accordingly the company is steadily shifting its product base from core grey yarn segment to Mélange yarn, Snow yarn, Nappy yarn, Compact yarn and Fancy yarns.

In order to achieve the correct product mix, Modernization of the Plants are underway, the company has already completed its Modernization of Nalagarh Plant by having the compact attachments.

The modernization of other plant will be completed in coming 2-3 quarter; Modernization will help the company to attain up to 50% product mix in value added segment by March 17. This will definitely improve the margin and profitability of company.

The management is continuously and consciously making its effort to reduce its debt by which fortunes of the company being revived. Our endeavour is to make company more debt lean and profitable in the coming years

### **About the Company**

Vardhman Polytex Limited is the flagship company of the "OSWAL GROUP" having the turnover of Rs. 878.09 Cr for the year ended 31st Mar 2016 and EBIDTA of Rs. 107.17 Cr. The company has its facilities located at Bathinda, Ludhiana and Nalagarh.

The Installed capacity of the company is 1,96,000 spindles with manufacturing capacity of 110 tonnes of Grey and Polyester Cotton Yarn along with various value added products and State of art in house Dye House of 15 TPD.

For any further clarification or query please contact Investor Relations Cell, Mr. Parvinder Singh Mobile: +91 9814798374, Email: parvinder.singh@vpl.in.

