Information Relating to Discontinued Operations (Rs. In Lakhs)

S.No	PARTICULARS	Quarter Ended			Year Ended
		30.06.2014	31.03.2014	30.06.2013	31.03.2014
		(Un audited)	(Audited)	(Un audited)	(Audited)
1	Profit/(Loss) before tax from ordinary				
	activites attributable to discontinued operations	-819.05	-4933.93	-399.82	-6114.01
2	Gain/(Loss) on disposal of assets/settlement of				
	liabilites attributable to discontinued operations	-	-	-	-
3	Add/Less: Tax expenses discontinued opeations				
	a.ordinary activites attributable to discontinued operations	-	-	-	-
	b.Gain/(Loss) on disposal of assets/settlement of	-	-	-	-
	liabilites attributable to discontinued operations				
4	Profit/ (Loss) from discontinued operations (1+2+3)	-819.05	-4933.93	-399.82	-6114.01

PART II

SELELCT INFORMATION FOR THE QUARTER ENDED 30.06.2014

S.No.	Particulars	Quarter Ended			Year Ended
		30.06.2014	31.03.2014	30.06.2013	31.03.2014
		(Un audited)	(Audited)	(Un audited)	(Audited)
A.	**Particulars of Shareholding**				
1	**Public Shareholding**				
	No of Shares	2,46,31,177	2,46,31,177	2,46,31,177	2,46,31,177
	Percentage of Shareholding	75.52	75.52	75.52	75.52
2	**Promoters and Promoter group Shareholding**				
	a. Pledged / Encumbered				
	- No of shares	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)	75.00	75.00	75.00	75.00
	- Percentage of Shares (as a % of the total share Capital of the Company)	18.36	18.36	18.36	18.36
	b. Non Encumbered				
	- No of shares	19,95,864	19,95,864	19,95,864	19,95,864
	- Percentage of Shares (as a % of the total shareholding of Promoter and Promoter group)	25.00	25.00	25.00	25.00
	- Percentage of Shares (as a % of the total share Capital of the Company)	6.12	6.12	6.12	6.12

	Particulars	3 Months ended 30.06.2014
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

MANOJ KUMAR TIBREWAL
MANAGING DIRECTOR

COIMBATORE
13.08.2014

FROM :GANGOTRI TEXTILES FAX NO. :91+422+2474499 Aug. 13 2014 01:21PM P1

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 13.08.2014. 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.

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

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 compliance of certain terms & conditions of CDR package. However, the financial impact in terms of interest differentials of Rs.89.50 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. 29.10 lakhs for quarter ended 30.06.2014 represents the Expenditure incurred on SARFAESI Notices issued by the lenders.

7. 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.

8. Effective 1st April 2014, the company has adapted 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 current quarter ended 30th June 2013 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.

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 30.06.14. No complaint was pending at both at the beginning and at the end of the quarter.

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

13.The qualifications of the Statutory Auditors

13a.The Debtors and Loans & Advances are subject to confirmation. As advance of Rs.423 lakhs continues to be doubtful of recovery. Hence the same has been provided for in the accounts of the company during year ended 31.03.2014.

13b.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 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 89.50 Crores (from 01.07.2008 to 30.06.2014) cumulatively for the above periods. (Except for two banks relating to the year 2012-13 the revised claims of the banks have been duly accounted for by the company) The estimated loss due to the above for the quarter ended 30th June 2014, is understated to the extent of Rs. 4.50 Crores.

13c. On examination of the books of accounts and the information and explanations given to us, the internal control system is not commensurate with the nature of its business in respect of inventory and sale of goods and services.

14.Management Reply to the observations of the Auditors.

Reply to 13 (a) The due action is being taken by the management to recover thc dues/confirmation.

Reply to 13 (b) 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 13 (c) The management has taken earnest efforts to strengthen the internal controls.

COIMBATORE

13.08.2014

For GANGOTRI TEXTILES LIMITED

MANOJ KUMAR TIBREWAL

(MANAGING DIRECTOR)

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THAKKER & SANGHANI
CHARTERED ACCOUNTANTS
COIMBATORE & MUMBAI

LIMITED REVIEW REPORT

We have reviewed the accompanying statement of un-audited financial results of **M/s Gangotri Textiles Limited** for the period ended 30th June, 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
13-8-2014

For THAKKER & SANGHANI
CHARTERED ACCOUNTANTS

ASWIN.C
PARTNER
Membership No 22204

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