



REF: VPL: SEC: AUG: 2016-17

Dated: 12.08.2016

The Listing Department, NATIONAL STOCK EXCHANGE OF INDIA LTD, "Exchange Plaza" Bandra – Kurla Complex, Bandra (East), Mumbai- 400 051 Scrip Code: VARDMNPOLY	The Listing Department, BOMBAY STOCK EXCHANGE LIMITED 25th Floor, P.J. Towers, Dalal Street, Fort, Mumbai- 400 001 Scrip Code: 514175
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SUBJECT: Un-audited Financial Result for the quarter ended 30.06.2016.

Dear Sir/ Madam,

Pursuant to the Regulation 33 and other applicable Regulations of the SEBI(LODR) Regulations, 2015, we are enclosing herewith the un-audited Financial Result for the quarter ended 30.06.2016 along with Limited Review Report from the statutory auditors of the company. The same is considered and approved by the Board of Directors in their meeting held on dated 12.08.2016.

This is for your information & Record.

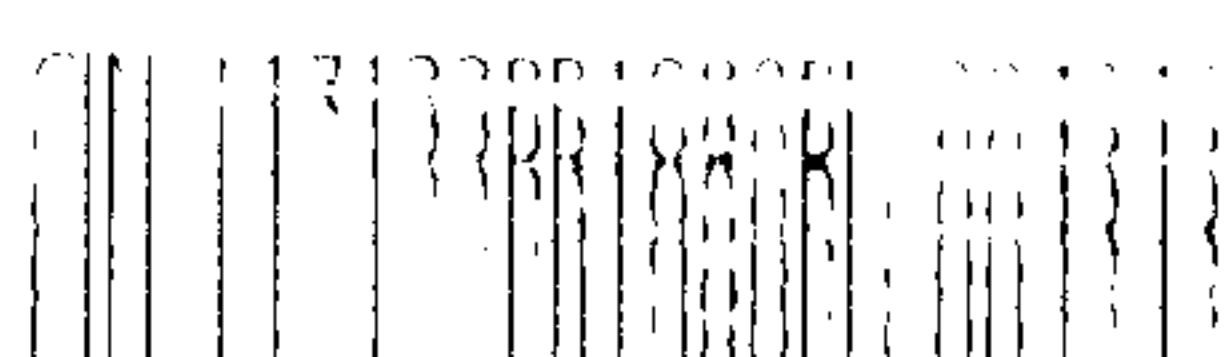
Thanking you,

Yours faithfully

For VARDHMAN POLYTEX LIMITED

**SUSHIL SHARMA
(COMPANY SECRETARY)
FCS-6535**

Enclosed. As Above



VARDHMAN POLYTEX LTD.

Regd. Office : Vardhman Park, Chandigarh Road, Ludhiana - 141 123

CIN: L17122PB1980PLC 004242, PHONES: 0161-2685301-04, 6629888, FAX : 6629888, E-Mail- info@vpl.in, Web: www.vpl.in

Unaudited Standalone Financial Results for the Quarter ended 30-06-2016

Sr. No.	Particulars	For the quarter ended			For the year ended
		30/06/2016 (Unaudited)	31/03/2016 (Audited)	30/06/2015 (Unaudited)	31/03/2016 (Audited)
1	Income from operations (a) Net Sales / income from operations (Net of excise duty) (b) Other operating income	19,593.13 285.14	23,043.21 317.34	20,615.87 309.54	86,514.78 1,293.32
	Total Income from operations (Net)	19,878.27	23,360.55	20,925.41	87,808.10
2	Expenses a) Cost of materials consumed b) Purchase of stock in trade c) Changes in inventories of finished goods, work in progress and stock in trade d) Employee benefits expense e) Depreciation and amortisation expense f) Other expenses	12,956.88 1,268.96 (960.64) 1,424.72 515.42 3,834.12	14,475.21 1,645.64 360.94 1,221.52 659.52 4,105.96	14,807.46 3.93 (1,450.99) 1,439.30 752.45 4,124.52	56,188.33 3,806.95 162.84 5,480.66 2,818.42 16,455.90
	Total expenses	19,039.46	22,468.79	19,676.67	84,913.10
3	Profit/(Loss) from operations before other income, finance costs and exceptional items (1)-(2)	838.80	891.76	1,248.74	2,895.00
4	Other income	517.01	2,947.31	813.44	5,003.35
5	Profit/(Loss) from Ordinary activities before finance costs and exceptional items (3)+(4)	1,355.81	3,839.07	2,062.18	7,898.35
6	Finance Costs	1,321.90	2,036.33	1,760.88	6,996.71
7	Profit/(Loss) from Ordinary activities after finance costs but before exceptional items (5)-(6)	33.91	1,802.74	301.30	901.64
8	Exceptional Items	-	-	-	-
9	Profit/(Loss) from Ordinary activities before tax (7)-(8)	33.91	1,802.74	301.30	901.64
10	Tax Expense Current tax Deferred tax charge/(credit)	- - -	- - 497.56	- - (217.75)	- - -
11	Profit/(Loss) from Ordinary activities after tax (9)-(10)	33.91	1,305.19	519.05	901.64
12	Extraordinary income (net of tax expense Rs. Nil)	-	-	-	-
13	Net Profit/(Loss) for the period (11)-(12)	33.91	1,305.19	519.05	901.64
14	Paid up Equity Share Capital (Face Value of Rs. 10/- each)	2,232.54	2,232.54	2,232.54	2,232.54
15	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	8,509.64
16.i	Earning per Share (Before Extraordinary items) (of Rs. 10/- each) (not annualised): (a) Basic (b) Diluted	0.15 0.15	5.86 5.86	2.33 2.33	4.04 4.04
16.ii	Earning per Share (After Extraordinary items) (of Rs. 10/- each) (not annualised): (a) Basic (b) Diluted	0.15 0.15	5.86 5.86	2.33 2.33	4.04 4.04



Notes:

- 1 The financial results of the Company for the quarter ended June 30, 2016 have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 12th August, 2016 and the limited review of the same has been carried out by Statutory Auditors of the Company.
- 2 Notional gain of Rs.12.63 lacs arising on account of foreign exchange differences on foreign currency monetary items as required by "Accounting Standard - 11 - Effects of Change in Foreign Currency Rates", has not been accounted for during the current quarter due to wide fluctuation in Indian Rupees vis a vis foreign currencies. The same would be recognised in the annual financial results.
- 3 FCCB had fallen due for repayment on Feb'13, the same has been settled with the bondholders at discount, payment of which is to be made in installments, spread up to F. Y. ended 31 March, 2016. As per settled term, proportionate bonds will be cancelled against each installments made. During the quarter ended June 30, 2016, the Company had taken profit of Rs. 396.44 lacs on redemption of FCCB liability due for payment on 31st March 2016. The same is to be paid by December 31, 2016.
- 4 The Auditor's Qualification on the accounts for the year ended 31st March 2016 with respect of creating provision for write-off of investments & loans and advances in subsidiary company namely FM Hammerle Textiles Ltd (Formerly Known as Oswal F M Hammerle Textiles Ltd) and in another subsidiary company namely F.M. Hammerle Verwaltung GmbH, Austria has not been addressed. In view of continuous losses suffered by the subsidiary company namely FM Hammerle Textiles Ltd which has eroded 100% of the share capital, the company has been classified as "Sick Company" under section 15 of said act and accordingly a reference has been filed with Board for Industrial and Financial Reconstruction (BIFR).
- 5 Due to sale of entire inventory of "Vardhman Park" during the year ended 31st March, 2016, there is no income from real estate segment during this quarter. Hence, Segment reporting is not being provided.
- 6 The figure for the quarter ended 31 March 2016 is the difference between the audited figures for the financial years ended 31 March, 2016 and year to date published unaudited financial results upto third quarter ended 31 Dec, 2015.
- 7 Figures for previous periods have been recast/regrouped wherever necessary.

Place : Ludhiana

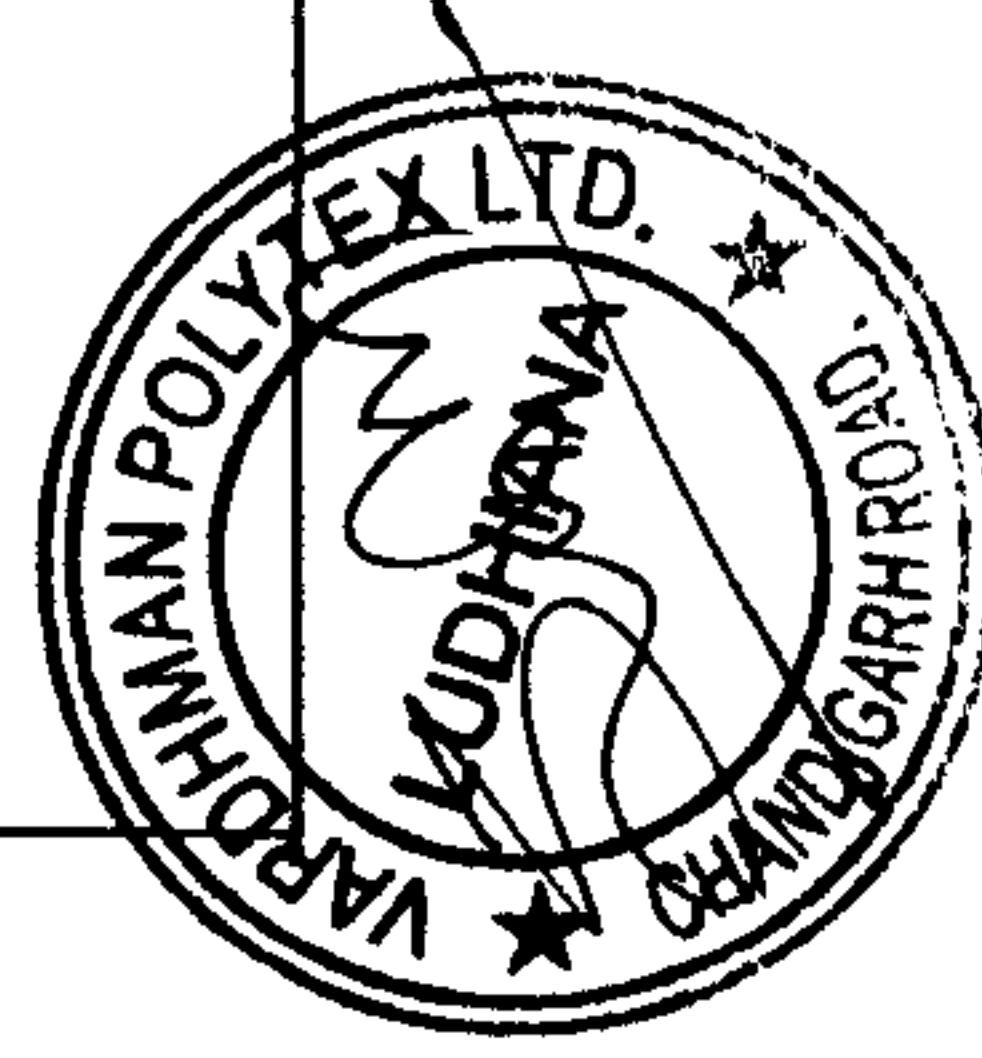
Date : 12-08-2016

For Vardhman Polytex Ltd.

sd/-

(Ashok Kumar Oswal)
Chairman &
Managing Director

DIN-00009403



Limited Review Report for the quarter ended June 30, 2016

To
The Board of Directors
Vardhman Polytex Limited

1. We have reviewed the accompanying statement of unaudited financial results of Vardhman Polytex Limited ('the Company') for the quarter ended June 30, 2016 (the "Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations, 2015"), which has been initialed by us for identification purposes. This accompanying statement of unaudited financial results has been prepared in accordance with recognition and measurement principles laid down in Accounting Standard 25 "Interim Financial Reporting", specified under section 133 of the Companies Act, 2013, read with rule 7 of the Companies (Accounts) Rules, 2014 and other recognised accounting practices and policies in India. The 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 in accordance with the Standard on Review Engagement (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.

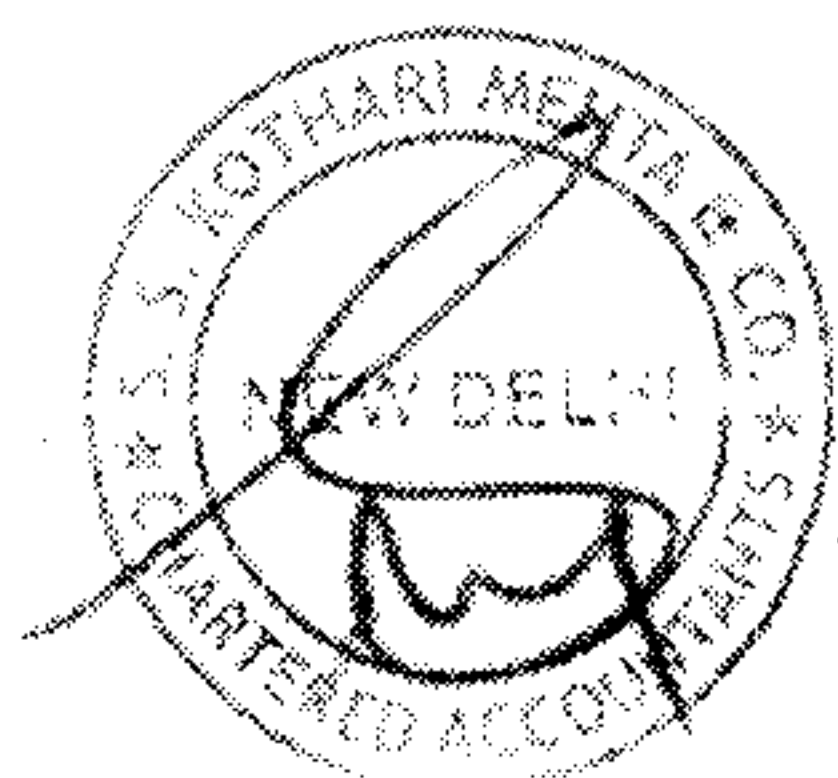
3. (a) *The Company has not taken the impact for foreign exchange differences in terms of notional gain on foreign currency monetary items as required by Accounting Standard AS-11 "Effect of Changes in Foreign Exchange Rates" amounting to Rs. 12.63 lacs for the quarter ended June 30, 2016 owing to the reasons as explained in foot note number 2 of the Statement of unaudited financial results. Due to this, profit for the quarter ended June 30, 2016 is understated by the same amount.*

(b) *The Company has taken profit of Rs. 396.44 lacs as explained in foot note no: 3 of the unaudited financial results on redemption of FCCB liability which was supposed to be taken to the statement of profit and loss on payment. As on 30th June 2016 this liability still remains unpaid. Due to this, profit for the quarter ended June 30, 2016 is overstated by the same amount.*

(c) *No provision has been made on the investment & loans and advances made in case of following subsidiaries as explained in foot note number 4 of the unaudited financial results :-*

i) *In case of F.M. Hammerle Textiles Limited (Formerly known as Oswal FM Hammerle Textiles Ltd), investment & loans and advances made of Rs. 9,126.41 lacs and Rs. 2,758.72 lacs respectively, whose net worth has been completely eroded having a loss of Rs.15,452.51 lacs against share capital of Rs.12,386.75 lacs as on March 31,2016;*

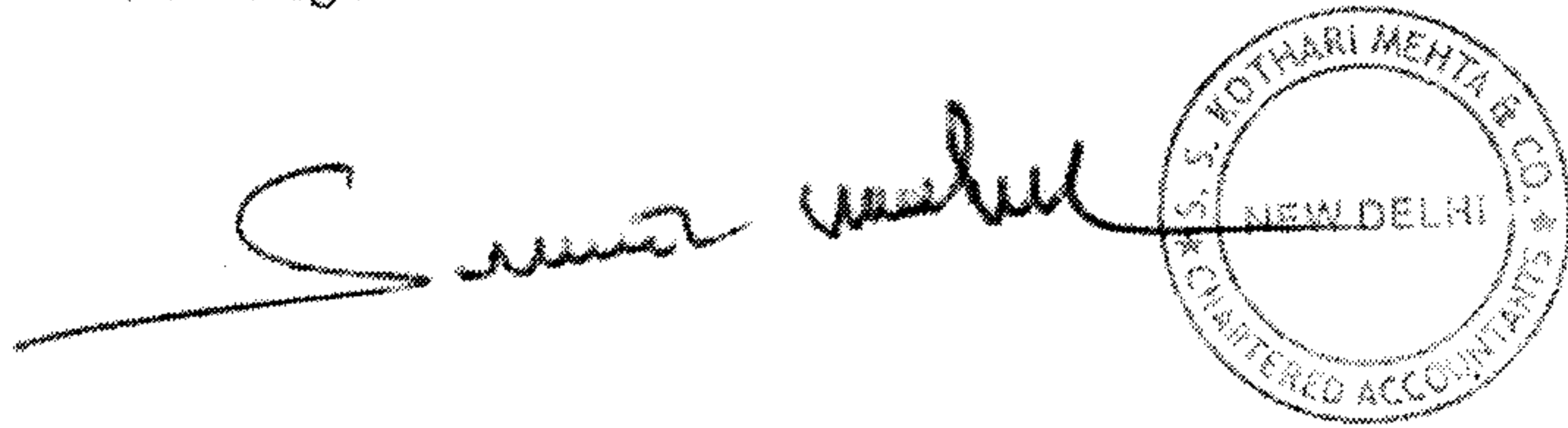
ii) *In case of F.M. Hammerle Verwaltung GmbH, Austria), investment & loans and advances made of Rs. 22.54 lacs and Rs. 257.26 lacs respectively whose net worth has been completely eroded having a loss of Rs. 287.67 lacs against share capital of Rs. 22.54 lacs as on March 31, 2016.*



This is at variance with Accounting Standard AS-13 'Accounting for Investments' specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014). This has resulted in profit for the quarter ended June 30, 2016 being overstated and investments and loans and advances and reserves and surplus being overstated by the same amount.

4. Based on our review conducted as per para 2 above and except for our qualification as per para 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited financial results prepared in all material respects in accordance with applicable Accounting Standards prescribed under section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and other recognized accounting practices and policies 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.

For S.S. Kothari Mehta & Co.
Chartered Accountants
Firm Registration No. 000756N



Sunil Wahal
Partner
Membership No. 087294

Place: New Delhi
Date: August 12, 2016