



# VARDHMAN ACRYLICS LIMITED

Registered Office: Chandigarh Road, Ludhiana - 141 010 (Punjab), India.

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CIN: L51491PB1990PLC019212, PAN: AAACV7602E

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**Ref. VAL:SCY:NOV:2014-15**

**Dated: 01.11.2014**

To,

✓ LISTING DEPARTMENT,  
**The National Stock Exchange of India Ltd.**  
"Exchange Plaza, Plot No. C/1, G Block  
Bandra-Kurla Complex,  
Bandra (East),  
MUMBAI- 400051

**SUB : UN-AUDITED FINANCIAL RESULTS**

Sir,

Pursuant to the provisions of Clause-41 of the Listing Agreement, we are enclosing herewith Un-audited Financial Results of the Company for the quarter/half year ended 30<sup>th</sup> September, 2014 as approved by the Board of Directors in its meeting held on 1<sup>st</sup> November, 2014.

A limited review report of the Auditors of the Company is also being enclosed herewith.

Kindly note and display the notice on your notice board for the information of the members of your exchange and general public.

Thanking you,

Yours faithfully,

For VARDHMAN ACRYLICS LIMITED



(Company Secretary)

|         | Particulars                                                                                   | Quarter Ended 30th Sept, 2014 | Quarter Ended 30th June, 2014 | Quarter Ended 30th Sept, 2013 | Half Year ended 30th Sept, 2014 | Half Year ended 30th Sept, 2013 | Year Ended 31st March, 2014 |
|---------|-----------------------------------------------------------------------------------------------|-------------------------------|-------------------------------|-------------------------------|---------------------------------|---------------------------------|-----------------------------|
|         |                                                                                               | Unaudited                     | Unaudited                     | Unaudited                     | Unaudited                       | Unaudited                       | Audited                     |
| 1       | <b>Income From Operations</b>                                                                 |                               |                               |                               |                                 |                                 |                             |
| a)      | Net Sale/Income From Operations (Net of Excise Duty)                                          | 129.60                        | 130.39                        | 115.49                        | 259.99                          | 228.83                          | 468.49                      |
| b)      | Other Operating Income                                                                        | 2.68                          | 2.32                          | 2.15                          | 5.00                            | 14.88                           | 20.63                       |
|         | <b>Total Income from operations (Net)</b>                                                     | <b>132.28</b>                 | <b>132.71</b>                 | <b>117.64</b>                 | <b>264.99</b>                   | <b>243.71</b>                   | <b>489.12</b>               |
| 2       | <b>Expenses</b>                                                                               |                               |                               |                               |                                 |                                 |                             |
| a)      | Cost of Materials Consumed                                                                    | 66.79                         | 62.05                         | 57.61                         | 128.84                          | 112.52                          | 226.41                      |
| b)      | Purchase of Stocks- In Trade                                                                  | 33.69                         | 43.61                         | 30.10                         | 77.30                           | 62.64                           | 131.23                      |
| c)      | Change in Inventories of Finished Goods, works -in progress and stock -in- trade              | (0.45)                        | (2.25)                        | (6.60)                        | (2.70)                          | (6.16)                          | 1.86                        |
| d)      | Employee Benefits Expenses                                                                    | 2.94                          | 2.54                          | 2.52                          | 5.48                            | 4.80                            | 9.73                        |
| e)      | Depreciation and Amortisation Expense                                                         | 1.10                          | 1.10                          | 2.83                          | 2.20                            | 5.65                            | 11.37                       |
| f)      | Power & Fuel                                                                                  | 7.01                          | 6.73                          | 5.53                          | 13.74                           | 11.22                           | 22.66                       |
| g)      | Other Expenses                                                                                | 6.61                          | 5.41                          | 8.26                          | 12.02                           | 12.70                           | 26.09                       |
|         | <b>Total Expenses</b>                                                                         | <b>117.69</b>                 | <b>119.19</b>                 | <b>100.25</b>                 | <b>236.88</b>                   | <b>203.37</b>                   | <b>429.35</b>               |
| 3       | Profit/(Loss) from Operations before Other Income ,Finance Costs and Exceptional Items (1-2)  | <b>14.59</b>                  | <b>13.52</b>                  | <b>17.39</b>                  | <b>28.11</b>                    | <b>40.34</b>                    | <b>59.77</b>                |
| 4       | Other Income                                                                                  | -                             | -                             | -                             | -                               | -                               | -                           |
| 5       | Profit/(Loss) from ordinary activities before Finance Costs and Exceptional Items (3+4)       | <b>14.59</b>                  | <b>13.52</b>                  | <b>17.39</b>                  | <b>28.11</b>                    | <b>40.34</b>                    | <b>59.77</b>                |
| 6       | Finance Cost                                                                                  | 0.05                          | 0.08                          | 0.07                          | 0.13                            | 0.14                            | 0.53                        |
| 7       | Profit/(Loss) from ordinary activities after Finance Costs but before Exceptional Items (5-6) | <b>14.54</b>                  | <b>13.44</b>                  | <b>17.32</b>                  | <b>27.98</b>                    | <b>40.20</b>                    | <b>59.24</b>                |
| 8       | Exceptional Items                                                                             | -                             | -                             | -                             | -                               | -                               | -                           |
| 9       | Profit/(Loss) from ordinary activities before Tax (7-8)                                       | <b>14.54</b>                  | <b>13.44</b>                  | <b>17.32</b>                  | <b>27.98</b>                    | <b>40.20</b>                    | <b>59.24</b>                |
| 10      | Tax Expense                                                                                   | 4.02                          | 4.56                          | 5.50                          | 8.58                            | 10.25                           | 15.57                       |
| 11      | Net Profit/ (Loss) from ordinary activities after Tax (9-10)                                  | <b>10.52</b>                  | <b>8.88</b>                   | <b>11.82</b>                  | <b>19.40</b>                    | <b>29.95</b>                    | <b>43.67</b>                |
| 12      | Extraordinary Items(Net of Expense)                                                           | -                             | -                             | -                             | -                               | -                               | -                           |
| 13      | Net Profit/ (Loss) for the Period(11+12)                                                      | <b>10.52</b>                  | <b>8.88</b>                   | <b>11.82</b>                  | <b>19.40</b>                    | <b>29.95</b>                    | <b>43.67</b>                |
| 14      | Paid-up Equity Capital (Face Value Rs. 10/- per share)                                        | 93.01                         | 93.01                         | 93.01                         | 93.01                           | 93.01                           | 93.01                       |
| 15      | Reserve excluding Revaluation Reserves as per Balance Sheet of previous accounting year       | -                             | -                             | -                             | -                               | -                               | 208.07                      |
| 16 (i)  | Earnings Per Share (before Extraordinary Items) (in Rs.) (not annualized):                    |                               |                               |                               |                                 |                                 |                             |
| (a)     | Basic                                                                                         | 1.13                          | 0.96                          | 1.27                          | 2.09                            | 3.21                            | 4.69                        |
| (b)     | Diluted                                                                                       | 1.13                          | 0.96                          | 1.27                          | 2.09                            | 3.21                            | 4.69                        |
| 16 (ii) | Earnings Per Share ( after Extraordinary Items) (in Rs ) (not annualized):                    |                               |                               |                               |                                 |                                 |                             |
| (a)     | Basic                                                                                         | 1.13                          | 0.96                          | 1.27                          | 2.09                            | 3.21                            | 4.69                        |
| (b)     | Diluted                                                                                       | 1.13                          | 0.96                          | 1.27                          | 2.09                            | 3.21                            | 4.69                        |
| A       | <b>PARTICULARS OF SHARE HOLDING</b>                                                           |                               |                               |                               |                                 |                                 |                             |
| 1       | Public Shareholding                                                                           |                               |                               |                               |                                 |                                 |                             |
| -       | Number of Shares                                                                              | 2,46,19,233                   | 2,50,22,692                   | 2,74,53,999                   | 2,46,19,233                     | 2,74,53,999                     | 2,59,58,952                 |
| -       | Percentage of Shareholding                                                                    | 26.47%                        | 26.90%                        | 29.52%                        | 26.47%                          | 29.52%                          | 27.91%                      |
| 2       | Promoters and Promoter Group Shareholding                                                     |                               |                               |                               |                                 |                                 |                             |
| (a)     | Pledged/Encumbered                                                                            |                               |                               |                               |                                 |                                 |                             |
| -       | Number of Shares                                                                              | -                             | -                             | -                             | -                               | -                               | -                           |
| -       | Percentage of Share ( as a % of the total Shareholding of promoter and promoter group)        | -                             | -                             | -                             | -                               | -                               | -                           |
| -       | Percentage of share ( as a % of the total share capital of the company                        | -                             | -                             | -                             | -                               | -                               | -                           |
| b)      | Non-encumbered                                                                                |                               |                               |                               |                                 |                                 |                             |
| -       | Number of shares                                                                              | 6,83,88,603                   | 6,79,85,144                   | 6,55,53,837                   | 6,83,88,603                     | 6,55,53,837                     | 6,70,48,884                 |
| -       | Percentage of share ( as a % of the total shareholding of promoter and promoter group)        | 100%                          | 100%                          | 100%                          | 100%                            | 100%                            | 100%                        |
| -       | Percentage of share ( as a % of the total share capital of the company                        | 73.53%                        | 73.10%                        | 70.48%                        | 73.53%                          | 70.48%                          | 72.09%                      |
| B       | <b>INVESTORS COMPLAINTS</b>                                                                   |                               |                               |                               |                                 |                                 |                             |
| -       | Pending at the beginning of the quarter                                                       | -                             | -                             | -                             | -                               | -                               | -                           |
| -       | Received during that quarter                                                                  | -                             | -                             | -                             | -                               | -                               | -                           |
| -       | Disposed off during the quarter                                                               | -                             | -                             | -                             | -                               | -                               | -                           |
| -       | Pending unsolved at the end of the quarter                                                    | -                             | -                             | -                             | -                               | -                               | -                           |

**NOTES:**

1. The Company has only one segment of Acrylic Fibre and accordingly, there is no reportable segment as required by Accounting Standard-17 notified by the Companies (Accounting Standards) Rules, 2006.

2. Pursuant to the approval of the Board of Directors for buy-back of Equity shares under Section 77A of the Companies Act, 1956, the Company bought-back and extinguished 16,18,512 equity shares during the year ended 31st March, 2014. Consequently the paid-up capital stood reduced to Rs. 93.01 crore. The buy-back offer was closed on May 8, 2013.

3. During the Quarter ended 30th Sept, 2014, Promoters and Promoter Group of Vardhman Acrylics Ltd. purchased 6,29,727 shares of the company from open market, out of which 286484 shares were credited in the demat account after 30th Sept, 2014. Hence, 286484 shares have been ignored for calculation of public/ Promoters and Promoter Group shareholding as on 30th Sept, 2014.

4. Consequent to the enactment of the Companies Act, 2013 (the Act) and its applicability for accounting periods commencing from 1st April 2014, the Company has recalculated the remaining useful life of fixed assets in accordance with provisions of Schedule II to the Act. In case of Fixed assets which have already completed their useful life in terms of Schedule II of the Act, the carrying value (net of residual value) of such assets as at 1st April 2014 amounting to Rs. 2.16 crores (net of deferred tax) has been adjusted to Retained Earnings and in case of other fixed assets the carrying value (net of residual value) is being depreciated as per Straight line method over the re-calculated remaining useful life. The depreciation and amortisation expense charged for the quarter and half year ended 30th Sept., 2014 would have been higher by Rs. 1.74 crores and 3.48 crores respectively, had the Company continued with the previously prescribed depreciation rates as per Schedule-XIV of Companies Act, 1956.

4. Figures for previous periods have been recast/regrouped, wherever necessary to make them comparable.

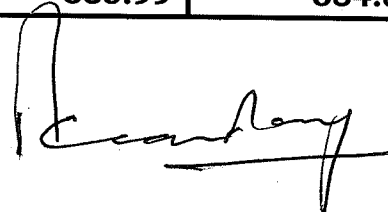
5. The Board of Directors has approved the above results in its meeting held on 01.11.2014, which have been reviewed by statutory auditors as per clause 41 of Listing Agreement.

**VARDHMAN ACRYLICS LTD**

Regd. Office : Chandigarh Road, Ludhiana-141010

**Statement of Assets & Liabilities as on 30.09.2014****Rs. In Crores**

| <b>Particulars</b> |                                                  | <b>As at<br/>30.09.2014<br/>Audited</b> | <b>As at<br/>31.03.2014<br/>Audited</b> |
|--------------------|--------------------------------------------------|-----------------------------------------|-----------------------------------------|
| <b>A</b>           | <b>EQUITY AND LIABILITIES</b>                    |                                         |                                         |
| 1                  | <b>Shareholders' Funds</b>                       |                                         |                                         |
|                    | (a) Share Capital                                | 93.01                                   | 93.01                                   |
|                    | (b) Reserves and Surplus                         | 225.31                                  | 208.07                                  |
|                    | (c) Money received against share warrants        | -                                       | -                                       |
|                    | <b>Sub-total-Shareholders funds</b>              | <b>318.32</b>                           | <b>301.08</b>                           |
| 2                  | <b>Share application money pending allotment</b> | -                                       | -                                       |
| 3                  | <b>Non-current liabilities</b>                   |                                         |                                         |
|                    | (a) Long-term borrowings                         | -                                       | -                                       |
|                    | (b) Deferred tax liabilities (net)               | 14.74                                   | 15.21                                   |
|                    | (c) Other long-term liabilities                  | 0.10                                    | 0.09                                    |
|                    | (d) Long-term provisions                         | 1.21                                    | 1.05                                    |
|                    | <b>Sub-total-Non current liabilities</b>         | <b>16.05</b>                            | <b>16.35</b>                            |
| 4                  | <b>Current liabilities</b>                       |                                         |                                         |
|                    | (a) Short-term borrowings                        | 0.71                                    | 1.60                                    |
|                    | (b) Trade payables                               | 28.88                                   | 44.72                                   |
|                    | (c) Other current liabilities                    | 8.43                                    | 10.62                                   |
|                    | (d) Short-term provisions                        | 13.60                                   | 10.46                                   |
|                    | <b>Sub-total-Current Liabilities</b>             | <b>51.62</b>                            | <b>67.40</b>                            |
|                    | <b>TOTAL -EQUITY AND LIABILITIES</b>             | <b>385.99</b>                           | <b>384.83</b>                           |
| <b>B</b>           | <b>ASSETS</b>                                    |                                         |                                         |
| 1                  | <b>Non-current assets</b>                        |                                         |                                         |
|                    | (a) Fixed assets                                 | 74.15                                   | 77.81                                   |
|                    | (b) Non current investments                      | 61.76                                   | 76.76                                   |
|                    | (c) Deferred tax assets (net)                    | -                                       | -                                       |
|                    | (d) Long-term loans and advances                 | 0.48                                    | 0.46                                    |
|                    | (e) Other non-current assets                     | 0.00                                    | -                                       |
|                    | <b>Sub-total-Non Current Assets</b>              | <b>136.39</b>                           | <b>155.03</b>                           |
| 2                  | <b>Current assets</b>                            |                                         |                                         |
|                    | (a) Current investments                          | 171.87                                  | 117.37                                  |
|                    | (b) Inventories                                  | 44.15                                   | 77.03                                   |
|                    | (c) Trade receivables                            | 3.78                                    | 10.28                                   |
|                    | (d) Cash and cash equivalents                    | 1.07                                    | 5.82                                    |
|                    | (e) Short-term loans and advances                | 11.80                                   | 4.52                                    |
|                    | (f) Other current assets                         | 16.93                                   | 14.78                                   |
|                    | <b>Sub-total-Current Assets</b>                  | <b>249.60</b>                           | <b>229.80</b>                           |
|                    | <b>TOTAL -ASSETS</b>                             | <b>385.99</b>                           | <b>384.83</b>                           |

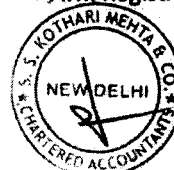


### **Limited Review Report for the quarter ended 30<sup>th</sup> September, 2014**

**Review Report to  
To the Board of Directors  
Vardhman Acrylics Limited**

1. We have reviewed the accompanying statement of unaudited financial results of Vardhman Acrylics Limited ('the Company') for the quarter ended September 30, 2014 (the "Statement") being submitted by the company pursuant to the requirements of clause 41 of the Listing Agreement with Stock Exchanges except for the disclosures regarding 'Public Shareholding' and "Promoter and Promoter Group Shareholding" which have been traced from the disclosures made by the management and have not been reviewed by us. The statement of quarterly financial results has been prepared in accordance with recognition and measurement principles laid down in Accounting Standard 25 "Interim Financial Reporting", [specified under the Companies Act, 1956 (which are deemed to be applicable as per 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, 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 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 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 provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited financial results has not been prepared in all material respects in accordance with recognition and measurement principles laid down in Accounting Standard AS-25 "Interim Financial Reporting", [specified under the Companies Act, 1956 (which are deemed to be applicable as per section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014)] and other recognized accounting practices and policies, and has not disclosed the information required to be disclosed in terms of requirements of Clause 41 of the Listing Agreement 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**



*Kamal Kishore*  
**Kamal Kishore  
Partner**

**Membership No. 078017**

**Place : New Delhi  
Date : November 1, 2014**