



Vardhmān POLYTEX LIMITED

Corporate & Regd. Office : 341, K-1, Mundian Khurd, P.O. Sahabana,
Chandigarh Road, Ludhiana-141123 Punjab (INDIA)
Phone : 91-161-2685301-305, Fax : 91-161-5052439
E-mail : info@oswalgroup.com

REF: VPL: SCY: FEB: 2012-13

Dated: 04.02.2013

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

SUBJECT: Un-audited Financial Result for the Quarter/Nine Months ended 31.12.2012.

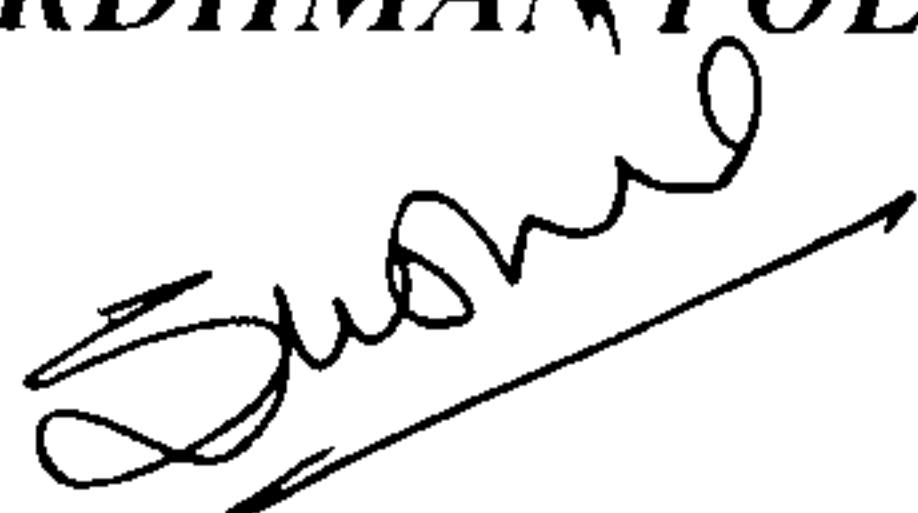
Dear Sir/ Madam,

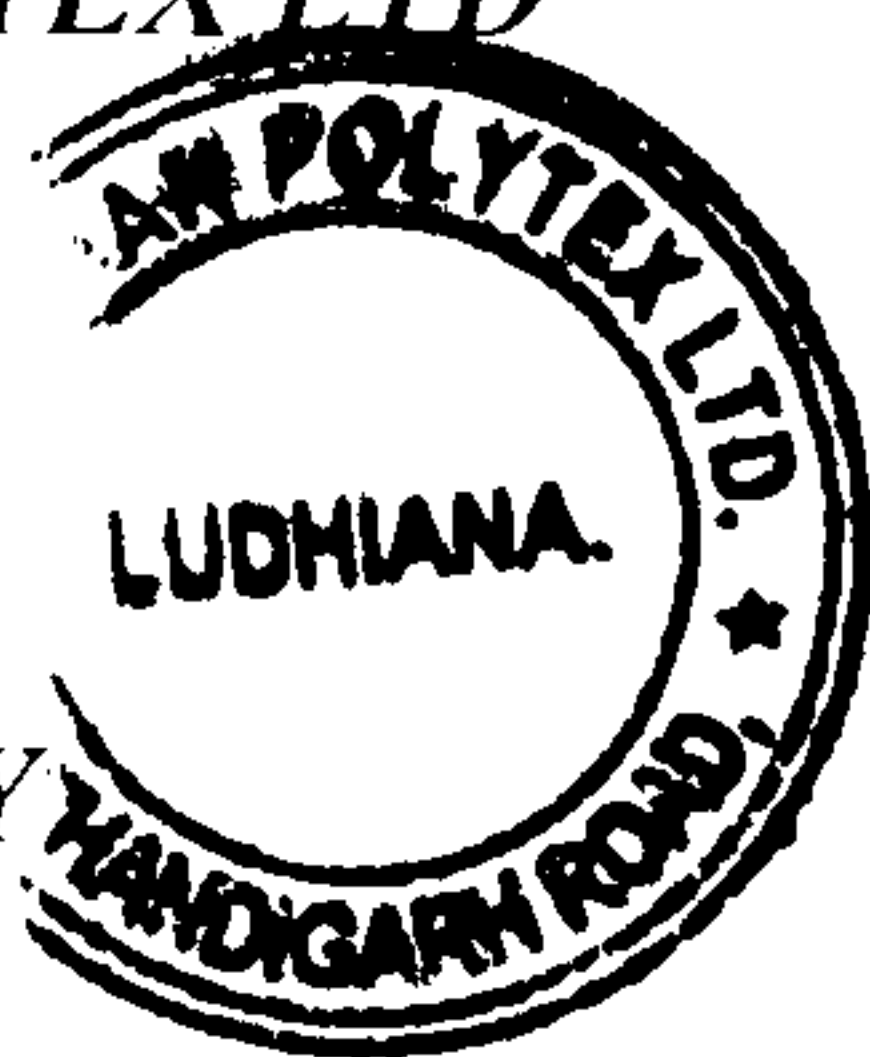
Pursuant to the Clause 41 of the Listing Agreement, we are enclosing herewith the Un-audited Financial Result for the Quarter/Nine Months ended 31.12.2012 along with Limited Review report from the statutory auditors of the company. The same is considered and approved by the Board of Director's in their meeting held on dated 04.02.2013.

This is for your information & Record.

Thanking you,

Yours faithfully
For VARDHMAN POLYTEX LTD


SUSHIL SHARMA
COMPANY SECRETARY



Enclosed: As Above

VARDHMAN POLYTEX LTD.												
Regd. Office : 341K-1, Mundian Khurd, P.O. Sahabana, Chandigarh Road, Ludhiana - 141 123												
UNAUDITED FINANCIAL RESULTS FOR THE												
QUARTER/ NINE MONTHS ENDED 31st DEC'2012												
Part - I	Particulars		Quarter Ended			Year to date			(Rs. in Lacs)			
Sr. No.			31st Dec	30th Sep	31st Dec	31st Dec	2012	2011	31st Dec	31st Mar		
			2012	2012	2011	2012	2011	2011	2012	2012		
			Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited		
1	Income from Operations											
	(a) Net Sales / income from operations		20390.24	18999.83	17725.55	56505.92	54108.06			73476.07		
	(Net of excise duty)											
	(b) Other operating income		228.34	244.63	81.02	676.06	1129.28			1451.23		
	Total Income from operations (Net)		20618.58	19244.46	17806.57	57181.98	55237.34			74927.30		
2	Expenses											
	a) Cost of materials consumed		12855.43	13066.38	12367.03	38240.76	44042.85			54061.77		
	b) Purchase of stock in trade		17.00	31.35	-	48.35	-			1321.83		
	c) Changes in inventories of finished goods, work in progress and stock in trade		598.74	(578.73)	531.47	(1464.35)	2024.66			3072.16		
	d) Employee benefits expense		1085.90	1118.97	920.17	3174.18	2710.39			3826.25		
	e) Depreciation and amortisation expense		915.09	936.93	684.75	2755.38	2053.59			2959.69		
	f) Power Expenses		2234.84	2097.82	1715.56	6641.49	4542.89			6788.92		
	g) Other expenses		1810.43	1850.18	1543.65	4781.99	4164.33			8728.62		
	h) Total expenses		19517.43	18522.90	17762.63	54177.80	59538.71			80759.24		
3	Profit/(Loss) from Operations before other income, finance costs and exceptional items (1)-(2)		1101.15	721.56	43.94	3004.18	(4301.37)			(5831.94)		
4	Other Income		93.68	457.80	166.91	575.19	1310.85			2141.71		
5	Profit/(Loss) from Ordinary activities before finance costs and exceptional items (3)+(4)		1194.83	1179.36	210.85	3579.37	(2990.52)			(3690.23)		
6	Finance Costs		1731.06	1576.32	1512.26	5297.23	4705.07			6771.95		
7	Profit/(Loss) from Ordinary activities after finance costs but before exceptional items (5)-(6)		(536.23)	(396.96)	(1301.41)	(1717.86)	(7695.59)			(10462.18)		
8	Exceptional Items (Refer Note No. 4 below)		(1067.53)			(1067.53)						
9	Profit/(Loss) from Ordinary activities before tax (7)-(8)		531.30	(396.96)	(1301.41)	(650.33)	(7695.59)			(10462.18)		
10	Tax Expense		25.80	(244.77)	(498.00)	(211.00)	(1500.00)			(2320.97)		
11	Profit/(Loss) from Ordinary activities after tax (9)-(10)		505.50	(152.19)	(803.41)	(439.33)	(6195.59)			(8141.21)		
12	Extraordinary income		-	-	-	-	-			-		
13	Net Profit/(Loss) for the period (11-12)		505.50	(152.19)	(803.41)	(439.33)	(6195.59)			(8141.21)		



Signature

14	Paid up Equity Share Capital (Face Value of the share shall be indicated)	1627.75	1627.75	1627.75	1627.75	1627.75	1627.75
15	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year						7752.33
16.i	Earning per Share (Before Extraordinary Items) (In Rs) (not annualised)						
	(a) Basic	3.11	(0.94)	(4.95)	(2.70)	(38.14)	(50.12)
	(b) Diluted	3.11	(0.94)	(4.95)	(2.70)	(38.14)	(50.12)
16.ii	Earning per Share (after Extraordinary Items) (In Rs) (not annualised)						
	(a) Basic	3.11	(0.94)	(4.95)	(2.70)	(38.14)	(50.12)
	(b) Diluted	3.11	(0.94)	(4.95)	(2.70)	(38.14)	(50.12)



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Part - II

Sr. No.	Particulars	Quarter Ended			Year to date		Year ended
		31st Dec 2012	30th Sep 2012	31st Dec 2011	31st Dec 2012	31st Dec 2011	
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
A	PARTICULARS OF SHAREHOLDING						
1	Public Shareholding						
	-Number of shares	8910655	8910655	8945655	8910655	8945655	8910655
	-Percentage of Shareholding	54.86%	54.86%	55.07%	54.86%	55.07%	54.86%
2	Promoter and Promoter Group Shareholding						
	a) Pledged/ Encumbered						
	- Number of Shares	151154	151154	151154	151154	151154	151154
	- % of Shares (as a % of the total shareholding of promoter and promoter group)	2.06%	2.06%	2.06%	2.06%	2.06%	2.06%
	- % of Shares (as a % of the total share capital of Company)	0.93%	0.93%	0.93%	0.93%	0.93%	0.93%
	b) Non-Encumbered						
	- Number of Shares	7181148	7181148	7146148	7181148	7146148	7181148
	- % of Shares (as a % of the total shareholding of promoter and promoter group)	97.94%	97.94%	97.94%	97.94%	97.94%	97.94%
	- % of Shares (as a % of the total share capital of Company)	44.21%	44.21%	44.00%	44.21%	44.00%	44.21%
B	INVESTOR COMPLAINTS						
	Pending at the beginning of the quarter				-		
	Received during the quarter				1		
	Disposed of during the quarter				1		
	Remaining unresolved at the end of the quarter				-		
					Quarter ended 31st Dec, 2012		

Notes:

- The financial Results of the Company for the quarter ended 31st December 2012 have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 4th Feb'2013 and the limited review of the same has been carried out by Statutory Auditor of the Company.
- Since the current market price of the equity share is below the conversion price under FCCB, shares arising out of conversion are anti dilutive in nature.
- Due to unprecedented devaluation in local currency during the period, notional loss of Rs. 478.30 lacs arising on account of foreign exchange differences on foreign currency monetary items has not been accounted for during the period as required by Accounting Standard - 11 "Effects of Changes in foreign exchange rates".
The same would be recognised at the end of the accounting year.
- Company's debts had been restructured as per CDR package w.e.f. 31st Dec'11 by CDR EG in its meeting held on 28th Dec'12.
Interest Cost has been provided at revised rate of Interest in the current quarter and the impact thereof from the cut-off date till Sep'12 has been disclosed as an exceptional item. Accordingly, Interest cost for the nine month ended was Rs. 4229.70 Lacs.
- The Auditor's Qualification on the accounts for the year ended 31st March 2012 with respect of creating provision for write-off of investments in subsidiary company namely M/s Oswal Industrial Enterprise (P) Ltd. has not been addressed, as the subsidiary company has started reviving by generating positive earnings.
- The company is in textile segment which is the only reportable segment and accordingly the disclosure requirements as prescribed in the Accounting Standards (AS -17) on Segment Reporting and notified under the Companies (Accounting Standards), Rules 2006 are not required.
- Figures for previous periods have been recast/regrouped wherever necessary.

Place : Ludhiana

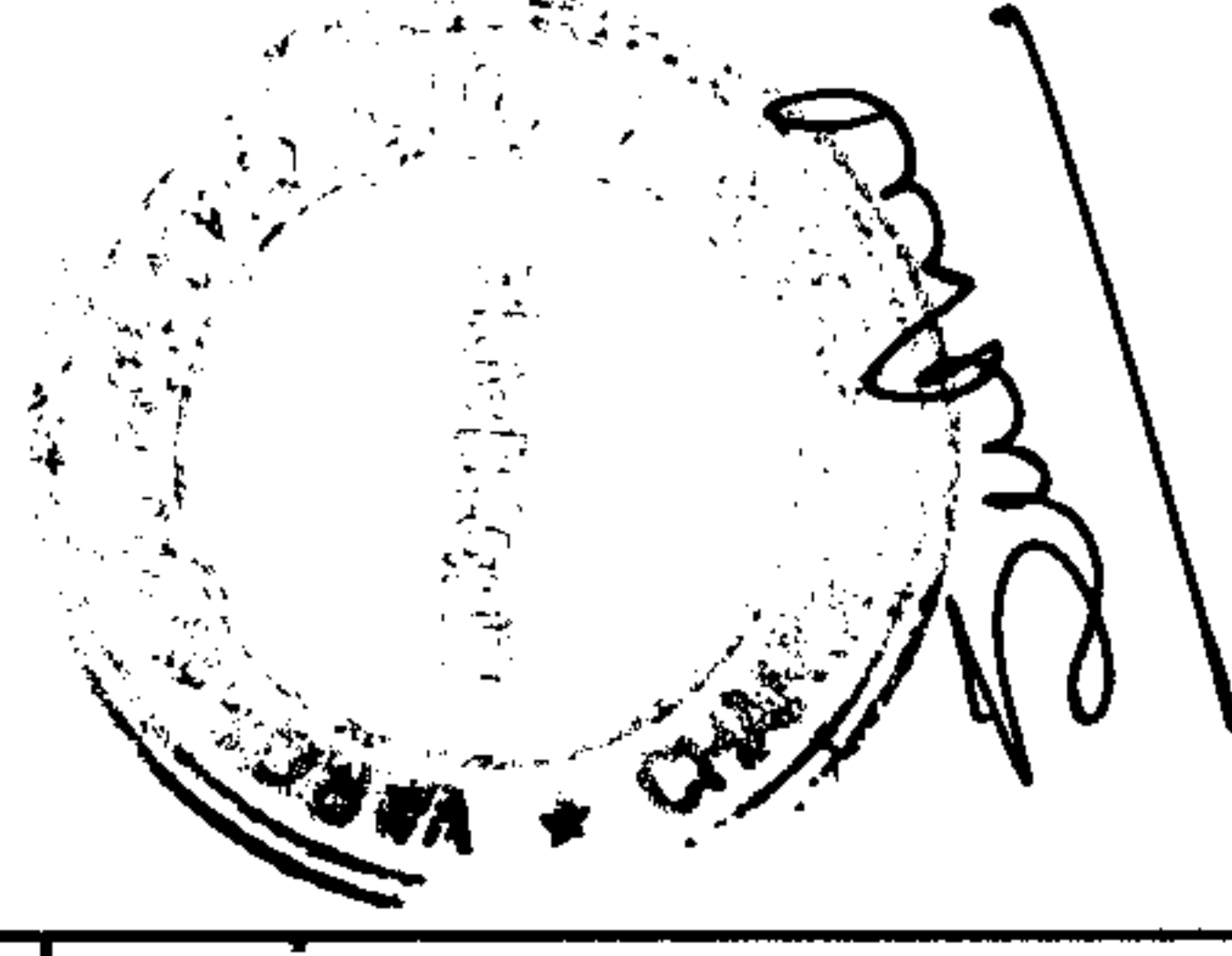
Date : 4th Feb'2013

For Vardhman Polytex Ltd.

sd/-

(Ashok Oswal)

Chairman & Managing Director



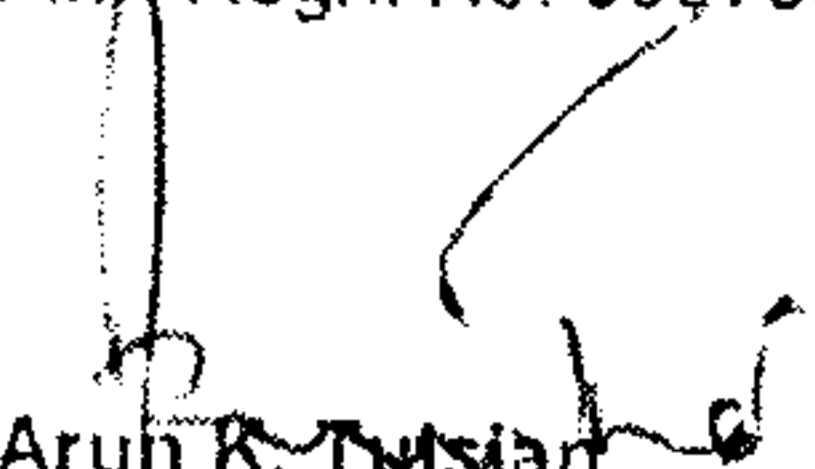
LIMITED REVIEW REPORT

To
The Board of Directors
Vardhman Polytex Limited
Ludhiana.

1. We have reviewed the accompanying statement of unaudited financial results of **Vardhman Polytex Limited** ('the Company') for the quarter ended December 31, 2012 being submitted by the company pursuant to the requirement 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 from interim financial statements which are the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial results 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 interim 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 provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Without qualifying, attention is drawn to:
The Company has made investment in the equity shares of its subsidiary company **Oswal F.M. Hammerle Textiles Limited** of Rs.9126.41 Lacs whose net worth is partly eroded. We understand from the management that the investment is long term strategic in nature and the erosion in net worth is due to slump in textile sector; this being a temporary phenomenon, the net worth will review in the near future.
4. (a) The Company has not provided for foreign exchange differences on foreign currency monetary items as required by Accounting Standard AS-11 "Effect of Changes in Foreign Exchange Rates" amounting to Rs. 478.30 Lacs for the quarter ended December 31, 2012 owing to the reasons as explained in foot note no.3 of the Statement of unaudited financial results. Due to this, loss for the quarter and period ended December 31, 2012 is understated by the same amount.

(b) No provision has been made for investment made in one of the subsidiary companies **Oswal Industrial Enterprises Private Limited** of Rs.4501 Lacs whose net worth is substantially eroded, the subsidiary company having accumulated losses of Rs.4874.26 Lacs against share capital of Rs.5005.00 Lacs as on March 31, 2012. This is at variance with Accounting Standard AS-13 'Accounting for Investments' notified under the Companies (Accounting Standards) Rules, 2006 resulting in loss for the period being understated by the same amount.
5. Subject to 4 above, based on our review conducted as above, nothing further has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with recognition and measurement principles laid down in Accounting Standard AS - 25 "Interim Financial Reporting" notified pursuant to the Companies (Accounting Standards) Rules, 2006 (as amended) and other recognised 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.

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


Arun K. Tulsian
Partner
Membership No. 689907



Place: New Delhi
Dated: February 4, 2013



