



Vardhmān POLYTEX LIMITED

Corporate & Regd. Office: Vardhman Park, Chandigarh Road,
Ludhiana-141 123 Punjab (INDIA)

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CIN: L17122PB1980PLC004242

REF: VPL: SCY: AUG: 2015-16

Dated: 08.08.2015

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/ Three Months ended 30.06.2015

Dear Sir/ Madam,

Pursuant to the Clause 41 of the Listing Agreement, we are enclosing herewith the Un-audited Financial Result for the quarter/ three months ended 30.06.2015 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 08.08.2015.

This is for your information & Record.

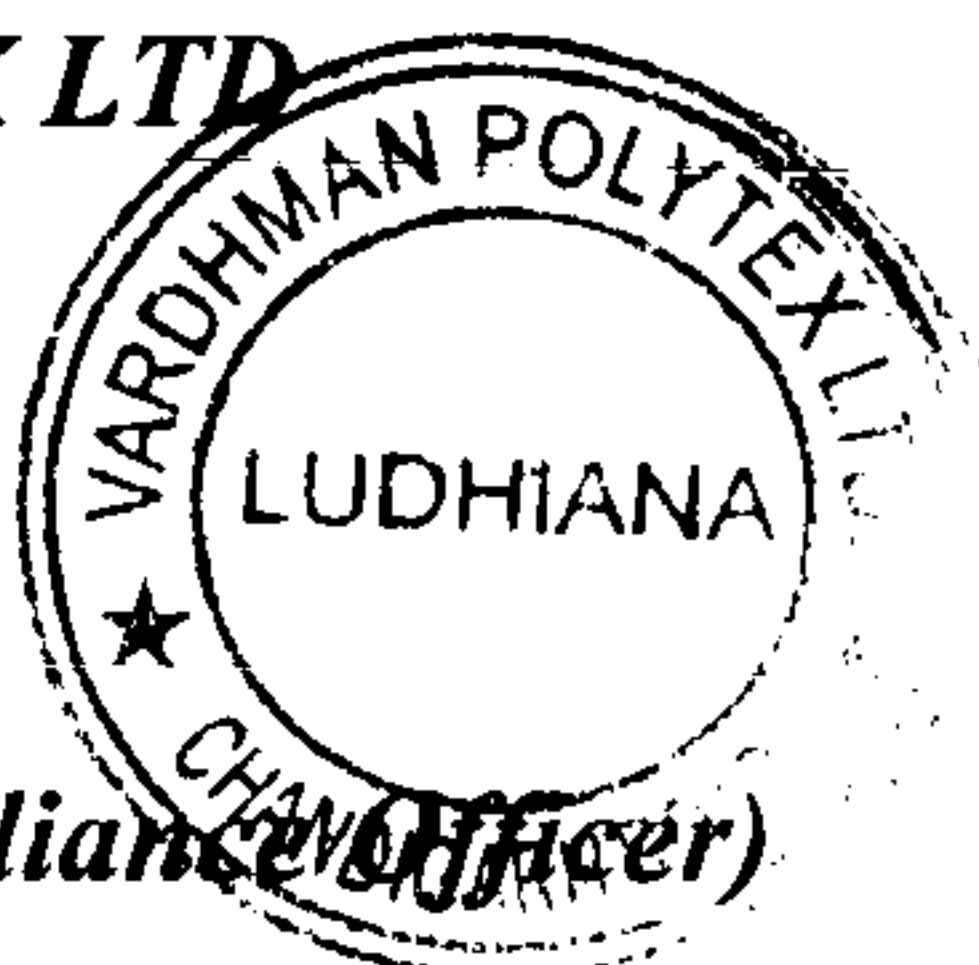
Thanking you,

Yours faithfully

For VARDHMAN POLYTEX LTD

SUSHIL SHARMA

(Company Secretary & Compliance Officer)



Enclosed: As Above

VARDHMAN POLYTEX LTD.					
Regd. Office : Vardhman Park, Chandigarh Road, Ludhiana - 141 123					
UNAUDITED FINANCIAL RESULTS FOR THE					
QUARTER ENDED 30th JUNE, 2015					
Part - I					(Rs. In lacs)
Sr. No.	Particulars	Quarter Ended			Year ended
		30th Jun	31st Mar	30th Jun	31st Mar
		2015	2015	2014	2015
		Unaudited	Audited	Unaudited	Audited
1	Income from Operations				
	(a) Net Sales / income from operations	20,615.87	23,042.77	22,083.30	92,523.11
	(Net of excise duty)				
	(b) Other operating income	309.54	396.30	535.36	1,717.58
	Total Income from operations (Net)	20,925.41	23,439.07	22,618.66	94,240.69
2	Expenses				
	a) Cost of materials consumed	14,263.71	14,855.06	16,944.16	63,492.38
	b) Purchase of stock in trade	3.93	481.69	172.01	1,206.35
	c) Changes in inventories of finished goods, work in progress and stock in trade	(1,450.99)	235.37	(1,609.28)	1,041.20
	d) Employee benefits expense	1,439.30	1,325.40	1,382.59	5,450.30
	e) Depreciation and amortisation expense	752.45	767.17	796.91	3,238.57
	f) Other expenses	4,668.27	4,768.35	4,070.14	17,142.77
	Total expenses	19,676.67	22,433.04	21,756.53	91,571.57
3	Profit/(Loss) from Operations before other income, finance costs and exceptional items (1)-(2)	1,248.74	1,006.03	862.13	2,669.12
4	Other Income	813.44	1,804.58	355.19	2,354.15
5	Profit/(Loss) from Ordinary activities before finance costs and exceptional items (3)+(4)	2,062.18	2,810.61	1,217.32	5,023.27
6	Finance Costs	1,760.88	1,708.27	1,975.55	7,255.20
7	Profit/(Loss) from Ordinary activities after finance costs but before exceptional items (5)-(6)	301.30	1,102.34	(758.23)	(2,231.93)
8	Exceptional Items	-	3,585.01	-	3,585.01
9	Profit/(Loss) from Ordinary activities before tax (7)-(8)	301.30	(2,482.67)	(758.23)	(5,816.94)
10	Tax Expense	(217.75)	(1,495.57)	(320.01)	(2,936.74)
11	Profit/(Loss) from Ordinary activities after tax (9)-(10)	519.05	(987.10)	(438.22)	(2,880.20)
12	Extraordinary income (Net of tax expense Rs.Nil)	-	-	-	-
13	Net Profit/(Loss) for the period (11-12)	519.05	(987.10)	(438.22)	(2,880.20)
14	Paid up Equity Share Capital	2,232.54	2,232.54	1,985.24	2,232.54
	(Face Value of Rs.10/- each)				
15	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year				10,629.81
16.i	Earning per Share (Before Extraordinary Items)				
	(In Rs) (not annualised)				
	(a) Basic	2.33	12.65	(2.21)	3.43
	(b) Diluted	2.33	12.65	(1.97)	3.43
16.ii	Earning per Share (After Extraordinary Items)				
	(In Rs) (not annualised)				
	(a) Basic	2.33	(4.81)	(2.21)	(14.02)
	(b) Diluted	2.33	(4.81)	(1.97)	(14.02)

For VARDHMAN POLYTEX LIMITED



SUSHIL SHARMA
COMPANY SECRETARY

Part - II

Sr. No.	Particulars	Quarter Ended			Year ended
		30th Jun	31st Mar	30th Jun	31st Mar
		2015	2015	2014	2015
		Unaudited	Audited	Unaudited	Audited
A	PARTICULARS OF SHAREHOLDING				
1	Public Shareholding				
	-Number of shares	8,886,755	8,886,755	8,910,755	8,886,755
	-Percentage of Shareholding	39.87%	39.87%	44.96%	39.87%
2	Promoter and Promoter Group Shareholding				
	a) Pledged/ Encumbered				
	- Number of Shares	10,931,202	10,931,202	10,907,202	10,931,202
	- % of Shares (as a % of the total shareholding of promoter and promoter group	81.55%	81.55%	100.00%	81.55%
	- % of Shares (as a % of the total share capital of Company	49.04%	49.04%	55.04%	49.04%
	b) Non-Encumbered				
	- Number of Shares	2,473,000	2,473,000	0	2,473,000
	- % of Shares (as a % of the total shareholding of promoter and promoter group	18.45%	18.45%	0.00%	18.45%
	- % of Shares (as a % of the total share capital of Company	11.09%	11.09%	0.00%	11.09%
B	INVESTOR COMPLAINTS	For the quarter ended June'15			
	Pending at the beginning of the quarter	NIL		-	
	Received during the quarter	2		-	
	Disposed of during the quarter	2		-	
	Remaining unresolved at the end of the quarter	NIL		-	

Notes:

- The financial results of the Company for the quarter ended 30th June, 2015 have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 8th August, 2015 and the limited review of the same has been carried out by Statutory Auditors of the Company.
- Notional gain of Rs.32.52 lacs arising on account of foreign exchange differences on foreign currency monetary items including (FCCB) 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.
- 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. 2016. As per settled term, proportionate bonds will be cancelled against each installments made. Accordingly in current period, the company has accounted write back of the cancelled bonds.
- The Auditor's Qualification on the accounts for the year ended 31st March 2015 with respect of creating provision for write-off of investments in subsidiary company namely FM Hammerle Textiles Ltd (Formerly Known as Oswal F M Hammerle Textiles Ltd) has not been addressed. In view of continuous losses suffered by the company which has eroded 100% of the share capital, the company falls under "Sick Company" under the Sick Industrial and Companies (Special Provision) Act (SICA) of 1985 and has filed an application to Board for Industrial and Financial Reconsrtuction (BIFR).
- The figure for the quarter ended 31 March 2015 is the difference between the audited figures for the financial years ended 31 March, 2015 and year to date published unaudited financial results upto third quarter ended 31 Dec, 2014.
- The company is developing the residential and commercial colony/project named as 'Vardhman Park', Chandigarh Road, Ludhiana - 141123.
- During the previous year ended March 31, 2015, the Company had transferred land used for real estate development from fixed assets into stock in trade. Accordingly Rs. 4,076.02 lacs were credited to 'Capital Reserve' being excess of collector rate over cost price. In the previous year ended 31.03.15 the company had transferred an amount of Rs. 1,025.85 lacs and during the current quarter ended 30 June 2015 an amount of Rs. 433.69 lacs from Capital Reserve to the Statement of Profit and Loss being an amount in proportion to sales made. Disclosure in respect of project which falls under the Revised Guidance Note issued by the Institute of Chartered Accountants of India on "Accounting for Real Estate transactions (Revised 2012)" are as follow:

DESCRIPTION	For the Quarter Ended 30th June 2015	Year Ended 31st March 2015
Amount of project revenue recognized as revenue during the year	458.36	1,167.33
Aggregate amount of costs incurred	543.75	1,286.20
Loss recognized to date	(85.39)	(118.86)
Transfer from Capital Reserve	433.69	1,025.85
Profit recognized to date after adjustment of Capital Reserve	348.30	906.98
Amount of advances received	250.69	1,992.63
Amount of work-in-progress and value of inventories	2,934.29	3,429.80

8. Figures for previous periods have been recast/regrouped wherever necessary.

For VARDHMAN POLYTEX LIMITED

SUSHIL SHARMA
COMPANY SECRETARY

9. Segment Information :

Quarterly Reporting on Segment Wise Revenues, Results and Capital Employed under Clause 41 of the Listing Agreement.

	Segment	Standalone Year Ended		
		Textile Business	Real Estate Business	Total
	Particulars			
	Segment Revenue			
	Gross Revenue	20,467.06	458.36	20,925.42
	Less : Excise duty	-	-	-
	Less: Inter Segment Revenue	-	-	-
	Net Segment Revenue	20,467.06	458.36	20,925.42
	Segment Results	1,334.14	348.30	1,682.44
	Less: Finance Cost	-	-	1,760.88
	Add: Other income (net of transfer from Capital Reserve of Rs.433.69)	-	-	379.75
	Profit/(Loss) before tax	-	-	301.31
	Segment Capital Employed	24,953.79	2,891.23	27,845.02
	Depreciation	-	-	752.45
	Capital Expenditure	-	-	293.95
	Non cash expenses other than depreciation	-	-	-

For Vardhman Polytex Ltd.

sd/-

Place: Ludhiana

Date: 08-08-2015

(Ashok Kumar Oswal)

Chairman &
Managing Director

For VARDHMAN POLYTEX LIMITED


SUSHIL SHARMA
COMPANY SECRETARY

Limited Review Report for the quarter ended 30th June, 2015

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 June 30, 2015 (the "Statement") being submitted by the company pursuant to the requirements of clause 41 of the Listing Agreement with Stock Exchanges in India 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. This statement is the responsibility of the company's management and has been approved by the Board of Directors in their meeting held on August 08th, 2015. 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 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) *During the year ended March 31, 2015, the Company had transferred land used for real estate development from fixed assets into stock in trade explained in foot note number 7 of the financial results. This is at variance with Accounting Standard AS-2 'Valuation of Inventories' and Accounting Standard AS-10 'Accounting for Fixed Assets' [specified under section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014]. This has resulted in overstating the reserves by an amount of Rs 3050.17 lacs as on 31st March 2015.*

(b) *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" [specified under section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014] amounting to Rs. 32.52 lacs for the period ended June 30, 2015 owing to the reasons as explained in foot no. 2 of the Statement of unaudited financial results. Due to this, profit for the period ended June 30, 2015 is understated by the same amount.*

(c) *No provision has been made for the investment in one of the subsidiary company FM Hammerle Textiles Ltd. (Formerly known as Oswal FM Hammerle Textiles Ltd.) of Rs. 9,126.41 lacs whose net worth has been completely eroded and having a loss of Rs. 13,020.97 lacs against share capital of Rs. 12,386.75 lacs as on March 31, 2015. 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] resulting in profit for the period ended June 30, 2015, investments and reserve and surplus being overstated by the same amount.*

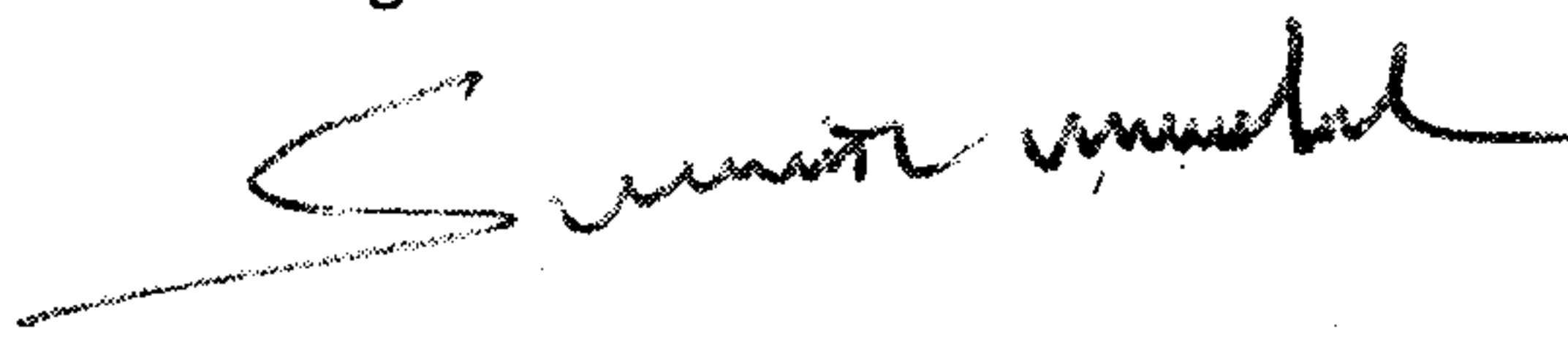


For VARDHMAN POLYTEX LIMITED

Sushil Sharma
SUSHIL SHARMA
COMPANY SECRETARY

4. Based on our review conducted as per paragraph 2 above and *except for our qualification as per paragraph 3 above*, nothing 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 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 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.

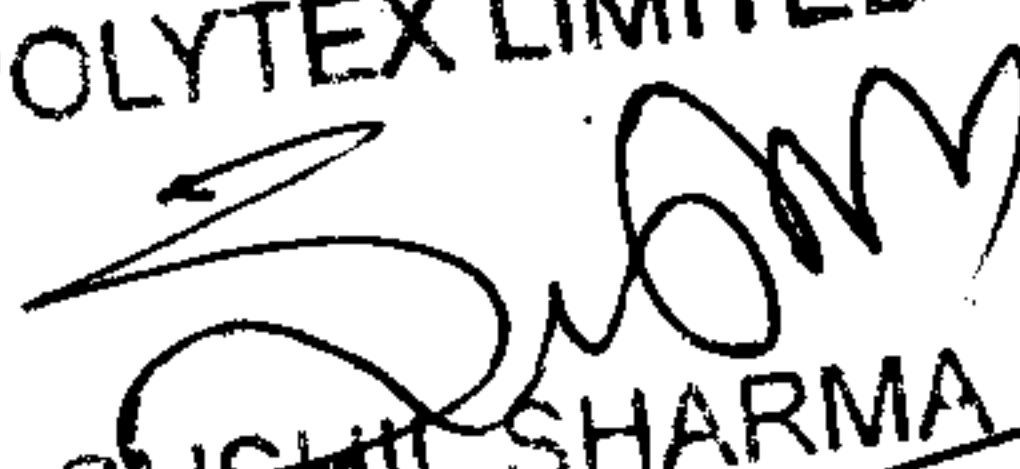
For S.S. Kothari Mehta & Co.
Chartered Accountants
Firm Registration No. 000756N



Sunil Wahal
Partner
Membership No. 087294



Place: New Delhi
Date: August 08, 2015

For VARDHMAN POLYTEX LIMITED

SUSHIL SHARMA
COMPANY SECRETARY