

VARDHMAN TEXTILES LIMITED

Regd. Office : Chandigarh Road, Ludhiana-141010

Unaudited Financial Results for the Quarter and Nine months ended 31st Dec, 2011

(Rs. In Crore)

Particulars	Quarter ended 31st Dec., 2011 (Unaudited)	Quarter ended 30th Sept., 2011 (Unaudited)	Quarter ended 31st Dec., 2010 (Unaudited)	Nine Months ended 31st Dec., 2011 (Unaudited)	Nine months ended 31st Dec., 2010 (Unaudited)	Year ended 31st March, 2011 (Audited)
1. Income						
(a) Net Sales/Income from Operations	984.00	1035.04	996.38	2979.26	2710.82	3606.81
(b) Other Operating Income	10.59	0.59	13.57	20.35	31.99	44.57
Total Income (a+b)	994.59	1035.63	1009.95	2999.61	2742.81	3651.38
2. Expenditure						
(a) (Increase)/Decrease in Stock in trade and work in progress	53.89	100.22	(47.66)	117.73	(90.32)	(215.18)
(b) Consumption of Raw Materials	477.11	536.53	492.77	1698.55	1335.14	1852.13
(c) Purchase of Traded Goods	7.53	10.77	7.56	24.04	15.88	18.35
(d) Employees Cost	54.82	53.85	49.94	160.73	145.73	193.63
(e) Depreciation	59.91	57.19	58.50	174.18	174.01	226.02
(f) Other Expenditure	220.77	184.12	230.92	631.01	656.94	857.17
(g) Total (a to f)	874.03	942.68	792.03	2806.24	2237.38	2932.12
3. Profit from Operations before Other Income, Interest and Exceptional Items (1-2)	120.56	92.95	217.92	193.37	505.43	719.26
4. Other Income (Refer Note No. 2)	-	1.82	-	8.51	7.43	7.43
5. Profit before Interest and Exceptional Items (3+4)	120.56	94.77	217.92	201.88	512.86	726.69
6. Interest (Refer Note No. 3)	36.27	42.51	26.35	128.41	75.29	109.81
7. Profit after Interest but before Exceptional Items (5-6)	84.29	52.26	191.57	73.47	437.57	616.88
8. Exceptional Items (Refer Note No. 4)	-	-	-	-	(2.33)	(8.02)
9. Profit / (Loss) from ordinary activities before Tax (7+8)	84.29	52.26	191.57	73.47	435.24	608.86
10. Provision for Taxation						
-Current	17.50	0.00	54.50	17.50	95.00	134.50
-Deferred	6.50	16.50	1.50	3.00	10.00	4.65
11. Net Profit (Loss) from ordinary activities after Tax (9-10)	60.29	35.76	135.57	52.97	330.24	469.71
12. Extraordinary Items	-	-	-	-	-	-
13. Net Profit (Loss) for the period (11+12)	60.29	35.76	135.57	52.97	330.24	469.71
14. Paid up Equity Share Capital (Face value : Rs. 10/- per share)	63.65	63.65	63.65	63.65	63.65	63.65
15. Reserves (Excluding Revaluation Reserve)						1,854.61
16. EPS (in Rs.) not annualised						
a) Before Extraordinary Items						
- Basic	9.47	5.62	21.98	8.32	55.90	78.06
- Diluted	9.47	5.62	21.98	8.32	55.90	78.06
b) After Extraordinary Items						
- Basic	9.47	5.62	21.98	8.32	55.90	78.06
- Diluted	9.47	5.62	21.98	8.32	55.90	78.06
17. Aggregate of Public Shareholding						
Number of Shares	24,818,359	24,818,359	24,818,359	24,818,359	24,818,359	24,818,359
Percentage of Shareholding	38.99%	38.99%	38.99%	38.99%	38.99%	38.99%
18. Promoters and Promoter Group Shareholding						
a) Pledged / Encumbered						
Number of Shares	-	-	-	-	-	-
Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-	-	-
Percentage of Shares (as a % of the total share capital of the company)	-	-	-	-	-	-
b) Non-encumbered						
Number of Shares	38,833,520	38,833,520	38,833,520	38,833,520	38,833,520	38,833,520
Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
Percentage of Shares (as a % of the total share capital of the company)	61.01%	61.01%	61.01%	61.01%	61.01%	61.01%



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NOTES:

1. In view of the significant uncertainties associated with the derivative options (taken for hedging of foreign currency exposure against exports/imports), the ultimate outcome of which depends on future events which are not under the direct control of the company, the resultant gain/loss if any, on such open derivative options cannot be determined at this stage and has accordingly not been accounted for in the books of account.
2. Other Income comprises dividend received from subsidiary companies.
3. Interest expense is net of interest income from deposits/bonds amounting to Rs 4.09 crores for the quarter ended 31st Dec 2011 and Rs. 6.97 crores for the period ended 31st Dec 2011.
4. Exceptional Item in previous periods represents exchange gain / (loss) on restatement of Foreign Currency Convertible Bonds (FCCBs) matured in Feb 2011.
5. In terms of the 'Scheme of Arrangement and Demerger' as approved by the Hon'ble Punjab and Haryana High Court, the Steel Business undertaking together with all its properties, assets, rights, benefits and interest therein of the Company has vested in Vardhman Special Steels Limited (VSSL) w.e.f. Jan,2011. Accordingly, results for the quarter and nine months do not include performance of the Steel Business undertaking.
6. Basic and Diluted Earnings Per Share for the previous periods has been calculated in accordance with AS-20 after taking into account the weighted average effect of equity shares issued through QIP during the year 2010-11.
7. The Company did not have any investors' complaint pending at the beginning of the quarter. The Company received 11 complaints during the quarter, all of which were disposed off and there were no complaints lying unresolved at the end of the quarter on 31st Dec., 2011.
8. Figures for previous periods have been recast/regrouped, wherever necessary to make them comparable.
9. The Board of Directors has approved the above results in their meeting held on 23.01.2012 which have been reviewed by the Statutory Auditors in terms of Clause 41 of the Listing Agreement.

for Vardhman Textiles Limited

Sd/-

S.P. Oswal

Chairman & Managing Director

Place : New Delhi

Date : 23.01.2012



WARDHMAN TEXTILES LIMITED

Regd. Office : Chandigarh Road, Ludhiana-141010

Segmentwise Revenue Results And Capital Employed

(Rs. In Crore)

Particulars	Quarter ended 31st Dec., 2011 (Unaudited)	Quarter ended 30th Sept., 2011 (Unaudited)	Quarter ended 31st Dec., 2010 (Unaudited)	Nine Months Ended 31st Dec., 2011 (Unaudited)	Nine Months Ended 31st Dec., 2010 (Unaudited)	Year ended 31st March, 2011 (Audited)
1. Segment Revenue						
Yarn	827.61	898.50	812.31	2569.79	2149.42	2928.68
Steel*	-	-	97.56	-	280.94	280.62
Fabric	319.72	288.11	274.29	916.33	768.14	1094.34
Unallocated	38.38	37.71	32.91	111.68	103.44	135.22
Total	1185.71	1224.32	1217.07	3597.80	3301.94	4438.86
Less: Inter Segment Revenue	201.71	189.28	220.69	618.54	591.12	832.05
Net Sales/Income from Operations	984.00	1035.04	996.38	2979.26	2710.82	3606.81
Segment Results [Profit / (Loss) before tax and interest from each segment]						
Yarn	81.85	71.51	176.27	112.34	414.66	586.27
Steel*	-	-	13.04	-	36.06	35.64
Fabric	37.67	21.71	30.15	81.07	59.55	105.55
Unallocated	6.03	3.92	5.17	14.88	12.93	16.72
Total	125.55	97.14	224.63	208.29	523.20	744.18
Less: (i) Interest	36.27	42.51	26.35	128.41	75.29	109.81
(ii) Net of Un-allocable expenditure/(Income)	4.99	2.37	6.71	6.41	10.34	17.49
Profit after interest but before exceptional items & tax	84.29	52.26	191.57	73.47	437.57	616.88
3. Capital Employed						
Yarn	2578.75	2527.77	2541.52	2578.75	2541.52	3262.29
Steel*	-	-	188.78	-	188.78	-
Fabric	981.48	964.33	905.46	981.48	905.46	943.45
Unallocated	1118.49	979.72	1363.44	1118.49	1363.44	741.33
Total	4678.72	4471.82	4999.20	4678.72	4999.20	4947.07

See Note No. 5



REVIEW REPORT

The Board of Directors,
Vardhman Textiles Limited
Ludhiana

1. We have reviewed the accompanying statement of unaudited financial results of **Vardhman Textiles Limited** for the period ended 31st December, 2011 except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' 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. Our responsibility is to issue a report on these financial information 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 financial statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and an analytical procedure 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. *As indicated in note 1, in view of the significant uncertainty associated with the derivative options, resolution of which is dependent upon future events which are not under the direct control of the company, on account of which the company could not determine the possible loss, if any, on valuation of open derivative options. The ultimate outcome of these future events and their affect on the financial statements cannot be ascertained at this stage.*



4. Based on our review conducted as above except for the matter referred to in 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 applicable accounting standards referred to in section 211 3(C) of the Companies Act, 1956 and other recognized accounting practices and policies has not disclosed the information required to be disclosed in the terms of Clause 41 of the Listing Agreements including the manner in which it is to be disclosed or that it contains any material misstatement.

**For S.C. VASUDEVA & Co.
Chartered Accountants
Firm reg. no. 000235N**



**(Sanjiv Mohan)
Partner
M. No 86066**

**Place: Ludhiana
Dated: 23rd January, 2011**