

Regd. Office : 191, Shahwadi, Narol - Sarkhej Highway, Nr. Old Octroi Naka, Narol, Ahmedabad.-382405.  
Ph : +91 -79 -30417000, 30017000 Fax : +91 -79 -30417070 CIN : L17110GJ1988PLC010504  
E-mail : info@aarvee-denims.com • Website : www.aarvee-denims.com

Ref: ADEL/OC-BM/2014-15

14<sup>th</sup> August, 2014

To,  
The Manager (Listing)  
**The Bombay Stock Exchange Limited**  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai – 400 001  
**Company Code: 514274 (BSE)**

To,  
The Manager (Listing)  
**The National Stock Exchange of India Ltd.**  
“Exchange Plaza”  
Bandra-Kurla Complex  
Mumbai – 400 051  
**Company Code: AARVEEDEN (NSE)**

Dear Sir/ Madam,

**Sub: Out Come of Board Meeting held on 14<sup>th</sup> August 2014 .**

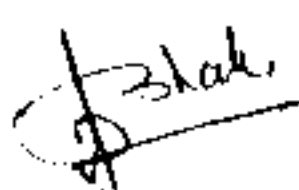
This is to inform you that Board of directors of the Company at their meeting held on 14<sup>th</sup> August 2014 resolved and approved :

1. Un-audited Financial Results along with Limited Review Report of Joint Statutory Auditors of the company for the First Quarter ended 30<sup>th</sup> June 2014.
2. Mr. Tilakraj Kapoor (DIN:00177651) ■ director of the company has resigned from the office of Director (Independent Director) with effect from 14<sup>th</sup> August 2014.
3. Convene 25<sup>th</sup> Annual General Meeting of the Company on Tuesday, 30<sup>th</sup> September 2014 at 10.00 a.m. at registered office of the Company and approved the draft Notice, Director's Report & Corporate Governance Report.
4. Close Share Transfer records from Monday, 22<sup>nd</sup> September 2014 to Tuesday 30<sup>th</sup> September 2014 (both days inclusive) for the purpose of 25<sup>th</sup> Annual General Meeting.

Kindly take the same on record.

Thanking you,  
Yours faithfully,

For, Aarvee Denims And Exports Ltd.,



**Amish Shah**  
**(Company Secretary)**



# AARVEE DENIMS AND EXPORTS LTD.

Regd. Office: 191, Shahwadi, Narol Sarkhej Highway, Narol, Ahmedabad-382 405.

(CIN NO: L17110GJ1988PLC010504)

PART I

## STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE 2014

(Rs. in Lacs)

| Sr No.                                                            | PARTICULARS                                                                                                   | QUARTER ENDED               |                             |            | YEAR ENDED |
|-------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------|-----------------------------|-----------------------------|------------|------------|
|                                                                   |                                                                                                               | 30-06-14                    | 31-03-14                    | 30-06-13   | 31-03-14   |
|                                                                   |                                                                                                               | Unaudited                   | Unaudited<br>(Refer Note 2) | Unaudited  | Audited    |
| 1                                                                 | (a) Net Sales/Income from Operations                                                                          |                             |                             |            |            |
|                                                                   | Textiles (including Garments & Retails-Net of Excise Duty)                                                    | 16,403.25                   | 16,317.48                   | 15,936.04  | 65,140.16  |
|                                                                   | Wind farm Power Generation                                                                                    | 624.69                      | 318.90                      | 503.92     | 1,676.82   |
|                                                                   | (b) Other operating income                                                                                    | 406.40                      | 549.55                      | 246.68     | 1,714.59   |
|                                                                   | Total income from operations (net)                                                                            | 17,434.34                   | 17,185.93                   | 16,686.64  | 68,531.57  |
| 2                                                                 | Total Expenditure                                                                                             |                             |                             |            |            |
|                                                                   | (a) Cost of materials consumed                                                                                | 11,813.93                   | 12,395.97                   | 10,178.04  | 45,422.39  |
|                                                                   | (b) Purchase of stock-in-trade                                                                                | -                           | -                           | -          | -          |
|                                                                   | (c) Changes in inventories of Finished Goods, WIP & Stock in trade                                            | (1,030.65)                  | (860.71)                    | (295.46)   | (4,587.24) |
|                                                                   | (d) Power & Fuel                                                                                              | 2,545.83                    | 2,204.59                    | 2,227.04   | 8,918.20   |
|                                                                   | (e) Employee benefit expense                                                                                  | 1,036.23                    | 999.51                      | 858.33     | 3,749.37   |
|                                                                   | (f) Depreciation & amortisation expense                                                                       | 850.52                      | 819.36                      | 835.72     | 3,284.86   |
|                                                                   | (g) Other expenses                                                                                            | 1,398.72                    | 1,925.51                    | 1,447.12   | 7,428.56   |
|                                                                   | Total Expenses                                                                                                | 16,791.58                   | 17,486.23                   | 15,250.79  | 64,216.14  |
| 3                                                                 | Profit/(Loss) from Operations before other Income, Finance Cost & Exceptional Items (1-2)                     | 639.76                      | (298.30)                    | 1,435.85   | 4,315.43   |
| 4                                                                 | Other Income                                                                                                  | 55.10                       | 190.19                      | 26.95      | 261.45     |
| 5                                                                 | Profit/(Loss) before Finance Cost & Exceptional Items                                                         | 694.86                      | (108.11)                    | 1,462.80   | 4,576.88   |
| 6                                                                 | Finance Cost                                                                                                  | 852.75                      | 921.69                      | 932.30     | 3,935.72   |
| 7                                                                 | Profit/(Loss) after Finance Cost but before Exceptional Items                                                 | (157.89)                    | (1,029.80)                  | 530.50     | 641.16     |
| 8                                                                 | Exceptional items (Loss) / Gain                                                                               | -                           | -                           | -          | -          |
| 9                                                                 | Profit/(Loss) from ordinary activities before tax (7+8)                                                       | (157.89)                    | (1,029.80)                  | 530.50     | 641.16     |
| 10                                                                | Tax Expenses                                                                                                  | 4.05                        | (126.96)                    | 160.31     | 322.95     |
| 11                                                                | Net Profit/(Loss) from ordinary activities after tax (9-10)                                                   | (161.94)                    | (902.84)                    | 370.19     | 318.21     |
| 12                                                                | Extraordinary Items                                                                                           | -                           | -                           | -          | -          |
| 13                                                                | Net Profit/(Loss) for the period (11-12)                                                                      | (161.94)                    | (902.84)                    | 370.19     | 318.21     |
| 14                                                                | Paid-up equity share Capital (Face value of Rs.10)                                                            | 2,345.98                    | 2,345.98                    | 2,345.98   | 2,345.98   |
| 15                                                                | Reserves excluding revaluation reserves (as per balance sheet) of previous accounting year                    | -                           | -                           | -          | 23,422.85  |
| 16                                                                | Earnings per share-Before and after extraordinary items (not annualised) Basic and Diluted earnings per share | (0.69)                      | (3.85)                      | 1.58       | 1.36       |
| PART II - Select information for the quarter ended 30th June 2014 |                                                                                                               |                             |                             |            |            |
| A                                                                 | PARTICULARS OF SHAREHOLDING                                                                                   |                             |                             |            |            |
| 1                                                                 | Public Share holding                                                                                          |                             |                             |            |            |
|                                                                   | - Numbers of Shares                                                                                           | 8,029,097                   | 8,029,097                   | 8,029,097  | 8,029,097  |
|                                                                   | - Percentage of Shareholding                                                                                  | 34.22%                      | 34.22%                      | 34.22%     | 34.22%     |
| 2                                                                 | Promoters and Promoter Group shareholding                                                                     |                             |                             |            |            |
|                                                                   | (a) Pledged/ Encumbered                                                                                       |                             |                             |            |            |
|                                                                   | - Number of Shares                                                                                            | Nil                         | Nil                         | Nil        | Nil        |
|                                                                   | - Percentage of Shares % (as a % of total shareholding of promoters and promoter group)                       | Nil                         | Nil                         | Nil        | Nil        |
|                                                                   | - Percentage of Shares % (as a % of total share capital of the Co.)                                           | Nil                         | Nil                         | Nil        | Nil        |
|                                                                   | (b) Non-encumbered                                                                                            |                             |                             |            |            |
|                                                                   | - Number of Shares                                                                                            | 15,430,703                  | 15,430,703                  | 15,430,703 | 15,430,703 |
|                                                                   | - Percentage of Shares % (as a % of total shareholding of promoters and promoter group)                       | 100.00%                     | 100.00%                     | 100.00%    | 100.00%    |
|                                                                   | - Percentage of Shares % (as a % of total share capital of the Co.)                                           | 65.78%                      | 65.78%                      | 65.78%     | 65.78%     |
| D                                                                 | INVESTOR COMPLAINTS                                                                                           |                             |                             |            |            |
|                                                                   | Pending at the beginning of the quarter                                                                       | 3 Months ended (30-06-2014) |                             |            |            |
|                                                                   | Received during the quarter                                                                                   | Nil                         |                             |            |            |
|                                                                   | Resolved during the quarter                                                                                   | Nil                         |                             |            |            |
|                                                                   | Remaining unresolved at the end of the quarter                                                                | Nil                         |                             |            |            |

### NOTE :

- The above results were reviewed by the Audit committee and subsequently have been taken on record by the Board of Directors at its meeting held on 14th August 2014. The Auditors of the Company have carried out the limited review of the above financial results.
- The figures of last quarter are the balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter.
- During the quarter exchange rate fluctuation in respect of foreign currency borrowings, creditors, debtors and corresponding forward contracts, gain/loss arising on foreign exchange rate fluctuation on outstanding balances as at the end of the quarter has not been given effect in the above results as the Company will account for the same at the end of the financial year. Such net profit for the quarter is Rs. 20.70 lacs. (net loss for the corresponding quarter of previous year Rs. 1198.63 lacs).
- The Company is in the process of evaluating the useful life of fixed assets, considering the requirements specified in Schedule II of Companies Act, 2013 which is effective from April 1, 2014. The impact of reassessment of useful life, if any, would be made in the current financial year when such evaluation is completed. This has been emphasized by the statutory auditors in their review report.
- The above figures have been regrouped / rearranged wherever necessary.

### SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

(Rs. in Lacs)

| Sr No. | PARTICULARS                                            | QUARTER ENDED |                             |           | YEAR ENDED |
|--------|--------------------------------------------------------|---------------|-----------------------------|-----------|------------|
|        |                                                        | 30-06-14      | 31-03-14                    | 30-06-13  | 31-03-14   |
|        |                                                        | Unaudited     | Unaudited<br>(Refer Note 2) | Unaudited | Audited    |
| 1      | Segment Revenue                                        |               |                             |           |            |
|        | a) Textiles                                            | 16,409.65     | 16,567.03                   | 16,182.72 | 66,854.75  |
|        | b) Power Generation - Wind farm & Power Plant          | 624.69        | 318.90                      | 503.92    | 1,676.82   |
|        | Total Segmental Revenue                                | 17,434.34     | 17,185.93                   | 16,686.64 | 68,531.57  |
|        | Less: Inter Segmental Elimination                      | -             | -                           | -         | -          |
|        | Net Sales/Income from operations                       | 17,434.34     | 17,185.93                   | 16,686.64 | 68,531.57  |
| 2      | Segment Profit/(Loss) before Tax & Interest            |               |                             |           |            |
|        | a) Textiles                                            | 280.73        | (341.03)                    | (236.54)  | 3,708.68   |
|        | b) Power Generation - Wind farm & Power Plant          | 344.50        | 25.81                       | 182.23    | 538.27     |
|        | Less/(Add) : Inter Segment Elimination                 | (14.53)       | (16.92)                     | (17.08)   | (68.48)    |
|        | Total Segments Result                                  | 639.76        | (298.30)                    | 1,435.85  | 4,315.43   |
|        | Less: Interest                                         | 852.75        | 921.69                      | 932.30    | 3,935.72   |
|        | Less/(Plus) : Net Unallocable expense / (income)       | (55.10)       | (190.19)                    | (26.95)   | (261.45)   |
|        | Total Profit/(Loss) before Tax                         | (157.89)      | (1,029.80)                  | 530.50    | 641.16     |
| 3      | Capital Employed (Segment assets- segment liabilities) |               |                             |           |            |
|        | a) Textiles                                            | 26,798.76     | 29,065.63                   | 29,961.06 | 29,065.63  |
|        | b) Wind farm & Power Plant                             | 8,804.51      | 8,740.68                    | 9,340.88  | 8,740.68   |
|        | Total Capital employed in Segments                     | 35,603.27     | 37,806.31                   | 39,301.94 | 37,806.31  |

For, AARVEE DENIMS AND EXPORTS LTD.

VINOD P. ARORA  
CHAIRMAN & MANAGING DIRECTOR

Place: Ahmedabad  
Date: 14<sup>th</sup> August 2014

Company Secretary

**N. C. Shah & Associates**  
Chartered Accountants  
191/1, New Cloth Market,  
Ahmedabad - 380 002

**Deloitte Haskins & Sells**  
Chartered Accountants  
'Heritage', 3<sup>rd</sup> Floor,  
Nr. Gujarat Vidhyapith,  
Off Ashram Road,  
Ahmedabad -380 014

**INDEPENDENT AUDITORS' REVIEW REPORT  
TO THE BOARD OF DIRECTORS OF  
AARVEE DENIMS AND EXPORTS LIMITED**

1. We have reviewed the accompanying statement of Unaudited Financial Results of **AARVEE DENIMS AND EXPORTS LIMITED** ("the Company") for the quarter ended June 30, 2014 ("the Statement"), being submitted by the Company pursuant to the requirement of Clause 41 of the Listing Agreements with the Stock Exchanges, except for the disclosures in Part II - Select Information referred to in paragraph 6 below. 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 the Statement based on our review.
2. We conducted our review of the Statement 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 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. *Attention is invited to Note No 3 of the Statement which states that in view of prevailing volatility in the foreign exchange market, in respect of foreign currency borrowings, creditors, debtors and corresponding forward contracts, gain/loss arising on foreign exchange rate fluctuation on outstanding balances as at the end of the quarter has not been given effect in the above results as the Company will account for the same at the end of the financial year. Such net gain for the quarter is Rs. 20.70 lacs. This has resulted in the loss for the quarter being overstated by Rs. 20.70 lacs.*
4. Based on our review conducted as stated above, *except for the effects of the matter described in paragraph 3 above*, nothing has come to our attention that causes us to believe that the accompanying Statement has not been prepared in accordance with the Accounting Standards specified under the Companies Act, 1956 (which are deemed to be applicable in respect of Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014) and other accounting principles generally accepted in India, and has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreements with the Stock Exchanges, including the manner in which it is to be disclosed, or that it contains any material misstatement.



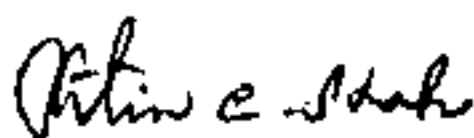
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For, Aarvee Denims And Exports Limited

*Asst*  
Company Secretary

5. Attention is invited to Note No. 4 of the Statement regarding determination of the impact of change, if any, in the depreciation expenses subsequent to the reassessment of estimates of useful lives considering the requirements specified in the Schedule II of the Companies Act, 2013 coming into force from 1<sup>st</sup> April, 2014. The Company is in the process of evaluating the useful life of fixed assets and will account for the relevant impact in the current reporting year. Our report is not qualified in respect of this matter
6. Further, we also report that we have traced the number of shares as well as the percentage of shareholding in respect of the aggregate amount of public shareholding and the number of shares as well as the percentage of shares pledged/encumbered and non-encumbered in respect of the aggregate amount of promoters and promoter group shareholding in terms of Clause 35 of the Listing Agreements with the Stock Exchanges and the particulars relating to investor complaints disclosed in Part II - Select Information for the quarter ended June 30, 2014 of the Statement, from the details furnished by the Management.

For N.C. Shah & Associates  
Chartered Accountants  
(Firm's Registration No.: 109692W)

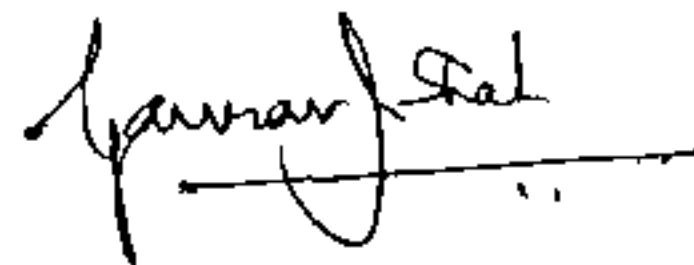


Nitin C. Shah  
Proprietor  
Membership No. 34633



AHMEDABAD, 14<sup>th</sup> August, 2014

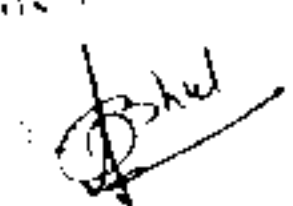
For Deloitte Haskins & Sells  
Chartered Accountants  
(Firm's Registration No.: 117365W)



Gaurav J Shah  
Partner  
Membership No. 35701

AHMEDABAD, 14<sup>th</sup> August, 2014



For, Aarvee Denims And Exports Ltd.  
  
Company Secretary