

aarvee
DENIMS AND EXPORTS LTD.

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/CS/14-15
14th November, 2014

To,
The Manager (Listing)
The Bombay Stock Exchange Ltd.
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai – 400 001

To,
The Manager (Listing)
The National Stock Exchange of India Ltd
“Exchange Plaza”
Bandra-Kurla Complex
Mumbai – 400 051

Company Code: 514274 (BSE)

Company Code: AARVEEDEN (NSE)

Dear Sir/ Madam,

**Sub: Board Meeting for considering Unaudited Financial Results for the Quarter
Ended on 30.09.2014.**

With reference to above, kindly be informed that the Board of Directors of the company in its meeting held today have considered the Unaudited Quarterly Results along with Limited Review Report from Joint Statutory Auditors of the Company for the quarter ended on 30th September, 2014. Copy of approved results along with Limited Review Report from Joint Statutory Auditors is enclosed for ready reference.

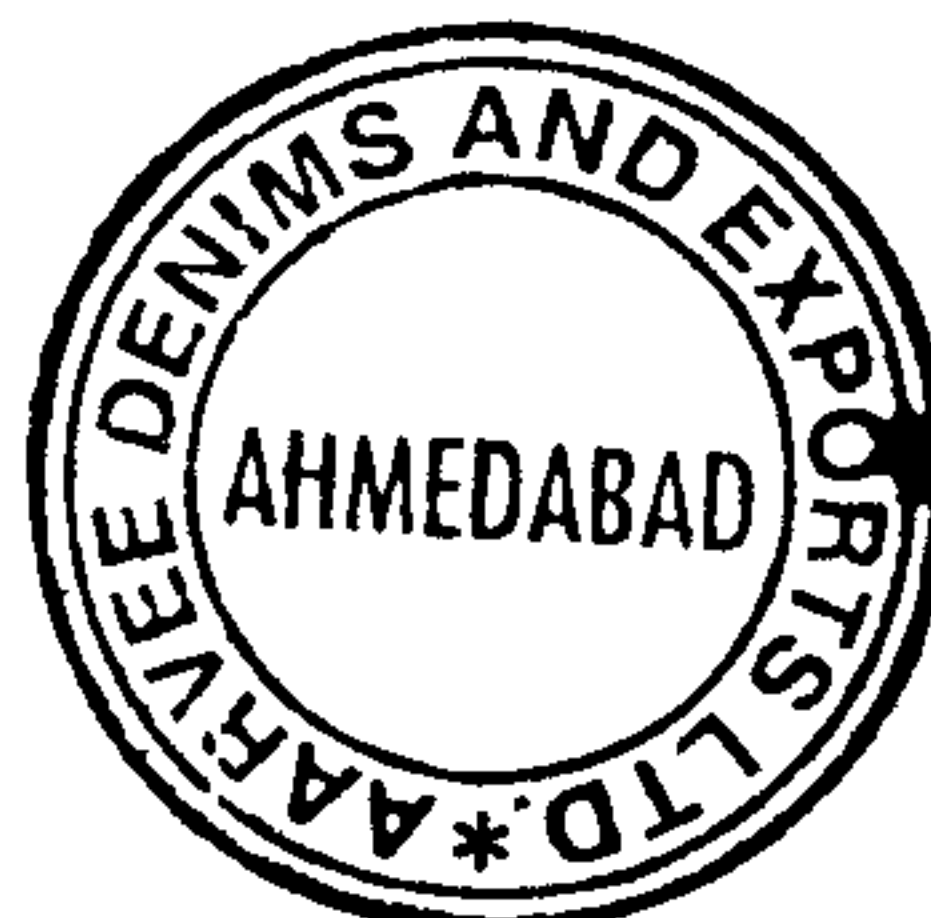
Kindly take the same on your record.

Thanking you,

Yours faithfully,

For, Aarvee Denims And Exports Ltd.

H. S. Modi
Hardik Modi
Company Secretary



AARVEE DENIMS AND EXPORTS LTD.

Regd. Office. 191, Shahwadi, Narol Sarkhej Highway, Narol, Ahmedabad-382 405. Phone No: 079-30417000, Fax No: 079-30417070, Email ID: info@aarvee-denims.com (CIN NO: L17110GJ1988PLC010504)

PART I

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30TH SEPTEMBER 2014

(Rs. in Lacs) SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED

(Rs. in Lacs)

Sr No.	PARTICULARS	QUARTER ENDED			SIX MONTHS ENDED		YEAR ENDED	Sr No.	PARTICULARS	QUARTER ENDED			SIX MONTHS ENDED		YEAR ENDED	
		30-09-14	30-06-14	30-09-13	30-09-14	30-09-13	31-03-14			30-09-14	30-06-14	30-09-13	30-09-14	30-09-13	31-03-14	
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited			Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	
1	(a)Net Sales/Income from Operations							1	Segment Revenue							
	Textiles (including Garments & Retails-Net of Excise Duty)	18,031.57	16,403.25	18,166.20	34,434.82	34,102.24	65,140.16		a) Textiles	18,512.43	16,809.65	18,649.87	35,322.08	34,832.59	66,854.75	
	Wind farm Power Generation	672.10	624.69	659.51	1,296.79	1,163.43	1,676.82		b) Power Generation -Wind farm & PowerPlant	672.10	624.69	659.51	1,296.79	1,163.43	1,676.82	
	(b)Other operating income	480.86	406.40	483.67	887.26	730.35	1,714.59		Total Segmental Revenue	19,184.53	17,434.34	19,309.38	36,618.87	35,996.02	68,531.57	
	Total income from operations (net)	19,184.53	17,434.34	19,309.38	36,618.87	35,996.02	68,531.57		Less: Inter Segmental Elimination	-	-	-	-	-	-	
									Net Sales/Income from operations	19184.53	17434.34	19309.38	36,618.87	35996.02	68531.57	
2	Total Expenditure							2	Segment Profit/(Loss) before Interest & Tax							
	(a) Cost of materials consumed	12,027.90	11,813.93	11,965.86	23,841.83	22,143.90	45,422.39		a) Textiles	484.72	280.73	1,730.72	765.45	2,967.25	3,708.68	
	(b) Purchase of stock-in-trade	-	-	-	-	-	-		b) Power Generation -Wind farm & PowerPlant	488.23	344.50	407.38	832.74	589.61	538.27	
	(c) Changes in inventories of Finished Goods,WIP & Stock in trade	(129.84)	(1,050.65)	(1,296.38)	(1,180.49)	(1,591.84)	(4,587.24)		Less/(Add) : Inter Segment Elimination	4.12	(14.53)	(17.24)	(10.40)	(34.32)	(68.48)	
	(d) Power & Fuel	2,562.71	2,545.83	2,366.99	5,108.54	4,594.03	8,918.20		Total Segments Result	968.83	639.76	2,155.34	1,608.59	3,591.18	4,315.43	
	(e) Employee benefit expense	1,129.90	1,036.23	952.33	2,166.13	1,810.66	3,749.37		Less: Interest related to Textiles	799.62	852.75	1,081.85	1,652.37	2,014.15	3,935.72	
	(f) Depreciation & amortisation expense	690.92	850.52	792.53	1,541.44	1,628.25	3,284.86		Less/(Plus) : Net Unallocable expense / (income)	3.37	(55.10)	(20.78)	(51.73)	(47.74)	(261.45)	
	(g) Other expenses	1,934.11	1,598.72	2,372.72	3,532.83	3,819.84	7,428.56		Total Profit/(Loss) before Tax	165.84	(157.89)	1,094.27	7.95	1,624.77	641.16	
	Total Expenses	18,215.70	16,794.58	17,154.05	35,010.28	32,404.84	64,216.14									
3	Profit/(Loss) from Operations before other Income, Finance Cost & Exceptional Items (1-2)	968.83	639.76	2,155.33	1,608.59	3,591.18	4,315.43	3	Capital Employed (Segment assets-Segment							
4	Other Income	(3.37)	55.10	20.79	51.73	47.74	261.45		a) Textiles	27,315.01	26,798.76	31,329.59	27,315.01	31,329.59	29,065.63	
5	Profit/(Loss) before Finance Cost & Exceptional Items	965.46	694.86	2,176.12	1,660.32	3,638.92	4,576.88		b) Wind farm & Power Plant	8,525.95	8,804.51	9,189.35	8,525.95	9,189.35	8,740.68	
6	Finance Cost	799.62	852.75	1,081.85	1,652.37	2,014.15	3,935.72		Total Capital employed in Segments	35,840.96	35,603.27	40,518.94	35,840.96	40,518.94	37,806.31	
7	Profit/(Loss) after Finance Cost but before Exceptional Items	165.84	(157.89)	1,094.27	7.95	1,624.77	641.16		STATEMENT OF ASSETS AND LIABILITIES (Rs. in Lacs)							
8	Exceptional items (Loss) / Gain	-	-	-	-	-	-		Sr No.	PARTICULARS	AS AT					
9	Profit/(Loss) from ordinary activities before tax (7+8)	165.84	(157.89)	1,094.27	7.95	1,624.77	641.16	30-09-14			31-03-14					
10	Tax Expenses	(3.96)	4.05	336.67	0.09	496.98	322.95		A	EQUITY AND LIABILITIES	Unaudited	Audited				
11	Net Profit/(Loss) from ordinary activities after tax(9-10)	169.80	(161.94)	757.60	7.86	1,127.79	318.21									
12	Extraordinary items	-	-	-	-	-	-	1	SHARE HOLDER'S FUNDS							
13	Net Profit/(Loss) for the period (11-12)	169.80	(161.94)	757.60	7.86	1,127.79	318.21		(a) Capital		2,345.98	2,345.98				
14	Paid-up equity share Capital (Face value of Rs.10)	2,345.98	2,345.98	2,345.98	2,345.98	2,345.98	2,345.98		(b) Reserves and Surplus		23,257.31	23,422.85				
15	Reserves excluding revaluation reserves (as per balance sheet) of previous accounting year	-	-	-	-	-	-		Sub total-Share Holder's Funds		25,603.29	25,768.83				
16	Earnings per share-Before and after extraordinary items (not annualised) Basic and Diluted earnings per share	0.72	(0.69)	3.23	0.03	4.81	1.36	2	Non-current liabilities							
									(a) Long-term borrowings		8,249.46	10,638.71				

PART II Select information for the quarter and six months ended 30th September 2014

A PARTICULARS OF SHAREHOLDING							
1	Public Share holding						
--	Numbers of Shares	8,029,097	8,029,097	8,029,097	8,029,097	8,029,097	8,029,097
--	Percentage of Shareholding	34.22%	34.22%	34.22%	34.22%	34.22%	34.22%
2	Promoters and Promoter Group shareholding						
(a)	Pledged/ Encumbered						
-	Number of Shares	350,000	Nil	Nil	350,000	Nil	Nil
-	Percentage of Shares % (as a % of total shareholding of promoters and promoter group)	2.27%	Nil	Nil	2.27%	Nil	Nil
-	Percentage of Shares % (as a % of total share capital of the Co.)	1.49%	Nil	Nil	1.49%	Nil	Nil
(b)	Non-encumbered						
-	Number of Shares	15,080,703	15,430,703	15,430,703	15,080,703	15,430,703	15,430,703
-	Percentage of Shares % (as a % of total shareholding of promoters and promoter group)	97.73%	100.00%	100.00%	97.73%	100.00%	100.00%
-	Percentage of Shares % (as a % of total share capital of the Co.)	64.29%	65.78%	65.78%	64.29%	65.78%	65.78%
B INVESTOR COMPLAINTS							
		3 Months ended (30-09-2014)					
Pending at the beginning of the quarter		Nil					
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 approved by the Board of Directors at its meeting held on 14th November 2014. The Auditors of the Company have carried out the limited review of the above financial results.
- During the quarter exchange rate fluctuation in respect of foreign currency borrowings, creditors, debtors and corresponding forward contracts, gain/loss arising 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 loss for the quarter is Rs. 91.61 lacs & net loss for the six months ended is Rs. 70.91 lacs. (net loss for the corresponding quarter of previous year Rs. 165.61 lacs & net loss for the six months ended is Rs. 1187.65 lacs).
- The above figures have been regrouped / rearranged wherever necessary.
- During the quarter, effective from 1st April 2014 the company has provided depreciation as per Schedule II of the Companies Act, 2013 based on useful lives of assets. The company has adjusted - net debit Rs. 239.01 lacs (Net of deferred tax Rs. 114.79 lacs) against opening balance in retained earnings towards carrying amount of assets for which remaining useful life of asset was Nil as at 1st April 2014.

Place : Ahmedabad

Date : 14th November 2014

Sr No.	PARTICULARS	AS AT	
		30-09-14	31-03-14
		Unaudited	Audited
A	EQUITY AND LIABILITIES		
1	SHARE HOLDER'S FUNDS		
	(a) Capital	2,345.98	2,345.98
	(b) Reserves and Surplus	23,257.31	23,422.85
	Sub-total Share Holder's Funds	25,603.29	25,768.83
2	Non-current liabilities		
	(a) Long-term borrowings	8,249.46	10,638.71
	(b) Deferred tax liabilities (Net)	3,521.48	3,636.26
	(c) Other Long term liabilities	370.60	365.60
	(d) Long-term provisions	32.44	32.44
	Sub-Total Non-current liabilities	12,173.98	14,673.01
3	Current liabilities		
	(a) Short-term borrowings	25,444.31	25,314.03
	(b) Trade payables	11,159.87	9,401.93
	(c) Other current liabilities	4,245.22	4,222.43
	(d) Short-term provisions	38.12	15.40
	Sub-Total Current liabilities	40,887.52	38,953.79
	TOTAL EQUITY AND LIABILITIES	78,664.79	79,395.63
B	ASSETS		
1	Non-current assets		
	(a) Fixed assets	38,405.53	40,085.58
	(b) Long-term loans and advances	961.11	939.72
	Sub-Total Non-current assets	39,366.64	41,025.30
2	Current assets		
	(a) Inventories	20,618.60	18,395.37
	(b) Trade receivables	15,745.77	17,610.01
	(c) Cash and cash equivalents	1,337.79	720.32
	(d) Short-term loans and advances	725.57	647.75
	(e) Other current assets	870.42	996.88
	Sub-Total Current assets	39,298.15	38,370.33
	TOTAL ASSETS	78,664.79	79,395.63

For, AARVEE DENIMS AND EXPORTS LTD.

CHAIRMAN & MANAGING DIRECTOR



N. C. Shah & Associates

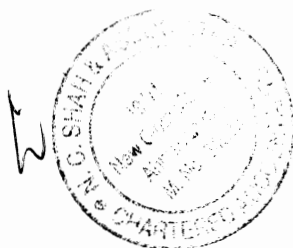
Chartered Accountants
191/1, New Cloth Market,
Ahmedabad – 380 002

Deloitte Haskins & Sells

Chartered Accountants
'Heritage', 3rd Floor,
Nr. Gujarat Vidhyapith,
Off Ashram Road,
Ahmedabad -380 014

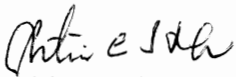
**INDEPENDENT AUDITORS' REVIEW REPORT
TO THE BOARD OF DIRECTORS OF
AARVEE DENIMS AND EXPORTS LIMITED**

1. We have reviewed the accompanying statement of Unaudited Financial Results of **AARVEE DENIMS AND EXPORTS LIMITED** ("the Company") for the Quarter and Six Months ended September 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 5 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 2 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 loss for the quarter is Rs. 91.61 lacs & net loss for the half year ended is Rs. 70.91 lacs. This has resulted in the gain for the quarter being overstated by Rs. 91.61 lacs and for the half year ended being overstaed by Rs. 70.91 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.

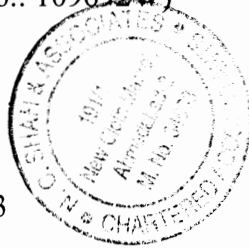


5. Further, we also report that we have traced the number of shares as well as the percentage of shareholding in respect of the aggregate amount of public shareholding and the number of shares as well as the percentage of shares pledged/encumbered and non-encumbered in respect of the aggregate amount 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 and Six Months ended September 30, 2014 of the Statement, from the details furnished by the Management.

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

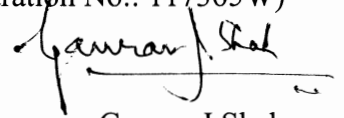


Nitin C. Shah
Proprietor
Membership No. 34633



AHMEDABAD, 14th November, 2014

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



Gaurav J Shah
Partner
Membership No. 35701



AHMEDABAD, 14th November, 2014