



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/Correspondence/2015-16/114

Date: 31.10.2015

To,
The Manager (Listing)
The Bombay Stock Exchange Ltd.
1st Floor,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai – 400 001

To,
The Manager (Listing)
The National Stock Exchange of India Ltd.
“Exchange Plaza”, 5th floor,
Plot No. C/1, G-Block,
Bandra – Kurla Complex, Bandra (E),
Mumbai – 400 051

Company Code: 514274 (BSE)

Company Code: AARVEEDEN (NSE)

Dear Sir/ Madam,

Sub: Outcome of Board Meeting held on 31st October, 2015.

With reference to above, Board has approved the following items in the Board meeting held on 31st October, 2015:

1. Un-audited Financial Results along with Limited Review Report of Joint Statutory Auditors of the company for the Quarter ended 30th September, 2015.
2. Appointment of Mr. Bhavik Shukla as Chief Financial Officer (CFO) of the Company and he will resume office w.e.f. 7th November, 2015.

Kindly take the same on record.

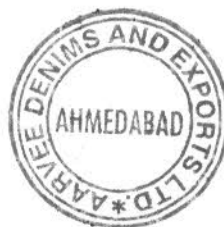
Thanking you,

Yours faithfully,

For, **Aarvee Denims and Exports Ltd.**

Ashish V. Shah

Ashish V. Shah
Managing Director (DIN 00007201)
Enc: a.a.



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 2015

(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			YEAR ENDED
		30-09-15	30-06-15	30-09-14	30-09-15	30-09-14				30-09-15	30-06-15	30-09-14	
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited			Unaudited	Unaudited	Unaudited	Audited
1	(a) Net Sales/Income from Operations							1	Segment Revenue				
	Textiles (including Garments & Retail-Net of Excise Duty)	18,988.62	20,745.29	18,031.57	39,733.91	34,434.82	69,753.56		a) Textiles	19,286.92	20,992.57	18,512.43	72,649.69
	Wind farm Power Generation	741.42	551.99	672.10	1,293.41	1,296.79	1,901.45		b) Power Generation - Wind farm & PowerPlant	741.42	551.99	672.10	1,901.45
	(b) Other operating income	298.30	247.28	480.86	545.58	887.26	2,896.13		Total Segmental Revenue	20,028.34	21,544.56	19,184.53	74,551.14
	Total income from operations (net)	20,028.34	21,544.56	19,184.53	41,572.90	36,618.87	74,551.14		Less: Inter Segmental Elimination	-	-	-	-
2	Total Expenditure								Net Sales/Income from operations	20,028.34	21,544.56	19,184.53	74,551.14
	(a) Cost of materials consumed	12,843.17	11,298.98	12,027.90	24,142.15	23,841.83	45,984.32	2	Segment Profit / (Loss) before Tax & Interest				
	(b) Purchase of stock-in-trade	-	-	-	-	-	-		a) Textiles	547.39	742.43	484.72	1,289.82
	(c) Changes in inventories of Finished Goods, WIP & Stock in trade	(1,143.28)	2,701.34	(129.84)	1,558.06	(1,180.49)	232.26		b) Power Generation - Wind farm & PowerPlant	30.44	322.85	488.23	832.74
	(d) Power & Fuel	2,176.97	2,326.72	2,562.71	4,503.69	5,108.54	9,690.54		Less/(Add) : Inter Segment Elimination	(476.15)	(5.27)	4.12	(10.40)
	(e) Employee benefit expense	1,335.81	1,216.91	1,129.90	2,552.72	2,166.13	4,443.42		Total Segments Result	1,053.98	1,070.55	968.83	2,247.61
	(f) Depreciation & amortisation expense	761.96	758.26	690.92	1,520.22	1,541.44	3,070.58		Less: Interest related to Textiles	963.72	811.29	799.62	1,652.37
	(g) Other expenses	2,526.54	2,171.79	1,934.11	4,698.33	3,532.83	7,576.41		Less/(Plus) : Net Unallocable expense / (income)	(30.51)	(26.19)	3.37	(51.73)
	Total Expenses	18,501.17	20,474.00	18,215.70	38,975.17	35,010.28	70,997.53		Total Profit/(Loss) before Tax	120.77	285.45	165.84	339.40
3	Profit from Operations before other Income, Finance Cost & Exceptional Items (1-2)	1,527.17	1,070.56	968.83	2,597.73	1,608.59	3,553.61	3	Capital Employed (Segment assets- segment liabilities)				
4	Other Income	30.52	26.18	(3.37)	56.70	51.73	273.70		a) Textiles	25,253.80	24,180.40	27,315.01	26,139.26
5	Profit before Finance Cost & Exceptional Items	1,557.69	1,096.74	965.46	2,654.43	1,660.32	3,827.31		b) Wind farm & Power Plant	7,372.41	8,205.79	8,525.95	8,213.40
6	Finance Cost	963.72	811.29	799.62	1,775.01	1,652.37	3,487.91		Total Capital employed in Segments	32,626.21	32,386.19	35,840.96	34,352.66
7	Profit/(Loss) after Finance Cost but before Exceptional Items	593.97	285.45	165.84	879.42	7.95	339.40	STATEMENT OF ASSETS AND LIABILITIES					
8	Exceptional items (Loss) / Gain	(473.20)	-	-	(473.20)	-	-	(Rs. in Lacs)					
9	Profit/(Loss) from ordinary activities before tax (7+8)	120.77	285.45	165.84	406.22	7.95	339.40	Sr No	PARTICULARS	AS AT 30-09-15	AS AT 31-03-15		
10	Tax Expenses	105.34	67.21	(3.96)	172.55	0.09	320.63		Unaudited	Audited			
11	Net Profit/(Loss) from ordinary activities after tax (9-10)	15.43	218.24	169.80	233.67	7.86	18.77	A	EQUITY AND LIABILITIES				
12	Extraordinary items	-	-	-	-	-	-	1	SHARE HOLDER'S FUNDS				
13	Net Profit/(Loss) for the period (11-12)	15.43	218.24	169.80	233.67	7.86	18.77		(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	23,566.18	23,249.02		
15	Reserves excluding revaluation reserves (as per balance sheet) of previous accounting year	-	-	-	-	-	23,249.02		Sub total-Share Holder's Funds	25,912.16	25,595.00		
16	Earnings per share-Before and after extraordinary items (not annualised) Basic and Diluted earnings per share	0.07	0.93	0.72	1.00	0.03	0.08	2	Non-current liabilities				

PART II Select information for the quarter and six months ended 30th September 2015

Sr No	PARTICULARS	QUARTER ENDED			SIX MONTHS ENDED		YEAR ENDED
		30-09-15	30-06-15	30-09-14	30-09-15	30-09-14	31-03-15
A	PARTICULARS OF SHAREHOLDING						
1	Public Share holding						
	-- Numbers of Shares	8,023,497	8,023,497	8,029,097	8,023,497	8,029,097	8,029,097
	-- Percentage of Shareholding	34.20%	34.20%	34.22%	34.20%	34.22%	34.22%
2	Promoters and Promoter Group shareholding						
	(a) Pledged/ Encumbered						
	-Number of Shares	350,000	350,000	350,000	350,000	350,000	350,000
	-Percentage of Shares % (as a % of total shareholding of promoters and promoter group)	2.27%	2.27%	2.27%	2.27%	2.27%	2.27%
	-Percentage of Shares % (as a % of total share capital of the Co.)	1.49%	1.49%	1.49%	1.49%	1.49%	1.49%
	(b) Non-encumbered						
	-Number of Shares	15,086,303	15,086,303	15,080,703	15,086,303	15,080,703	15,080,703
	-Percentage of Shares % (as a % of total shareholding of promoters and promoter group)	97.73%	97.73%	97.73%	97.73%	97.73%	97.73%
	-Percentage of Shares % (as a % of total share capital of the Co.)	64.31%	64.31%	64.29%	64.31%	64.29%	64.29%
B	INVESTOR COMPLAINTS						
	3 Months ended (30/09/2015)						
	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 taken on record by the Board of Directors at its meeting held on 31st October 2015. The Auditors of the Company have carried out the limited review of the above financial results.
- During the quarter the company has sold out its Power Plant and recognised the loss of Rs 473.20 lacs in the books of account and the same is reflected as exceptional items in the above result for the quarter and period ended on 30th September 2015.
- Due to volatility in the foreign exchange rate, 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. 41.52 lacs and net gain for the six months ended is Rs 15.43 lacs. (net loss for the corresponding quarter and six months ended is Rs. 91.61 lacs & net loss for the six months ended is Rs. 70.91 lacs). The statutory auditors have commented on the above matter in their limited review report.
- On March 1, 2015, there was a fire in the packing department of Vijay Farm Unit of the Company resulting into a loss of finished goods, Work in Progress, Plant & Machinery, Inventory, Building, Furniture & Fixtures and other Miscellaneous items. The Company has the insurance policies of all the affected assets, so the Company has lodged claims with the insurance companies which claims include claim towards loss of the above stated assets and the Management believes that the amount of the claim has been ascertained as per the terms of the insurance policies and is certain about recovery of the claim based on its understanding of the terms of the insurance policies and related discussions with the representatives of the insurance companies at the time of putting up the claim. The carrying value of the assets destroyed in fire is estimated by the management at Rs.1,732.21 lacs. The loss has been accounted for in the books of the Company and the amount of the insurance claims of Rs. 1,477.64 lacs has been recognized as revenue in the above result for the year ended on 31st March 2015.
- Tax Expenses for the current period of Rs. 172.55 lacs (P.Y. Rs. 0.09 lacs) includes provision for deferred tax Rs. 109.66 lacs (P.Y. Rs. NIL).
- The above figures have been regrouped / rearranged wherever necessary.

Place : Ahmedabad
Date : 31st October 2015

For AARVEE DENIMS AND EXPORTS LTD.

VINOD P. ARORA
CHAIRMAN & MANAGING DIRECTOR
(DIN: 00007065)

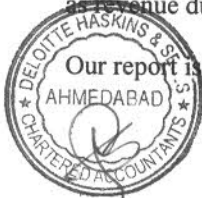


N. C. Shah & Associates
Chartered Accountants
191/1, New Cloth Market,
Ahmedabad - 380 002

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 Standalone Unaudited Financial Results of **AARVEE DENIMS AND EXPORTS LIMITED** ("the Company") for the Quarter and Six Months ended September 30, 2015 ("the Statement"), being submitted by the Company pursuant to 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 3 of the Statement which states that due to volatility in the foreign exchange rate, 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 and six months has not been given effect in the above results as the Company will account for the same at the end of the financial year. The same is not in compliance with the requirements of Accounting Standard 11, The Effects of Changes in Foreign Exchange Rates. Such net gain for the quarter is Rs. 41.52 lacs & for the six months is Rs. 15.43 lacs. This has resulted in the profit for the quarter being understated by Rs. 41.52 lacs and for the six months being understated by Rs. 15.43 lacs.
4. Based on our review conducted as stated above, except for the effects of the matter described in paragraph 3 above and read with our comments in paragraph 5 below, 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 as per 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. Attention is invited to Note No. 4 to the Statement which describes that on March 1, 2015, there was a fire in the packing department of Vijay Farm Unit of the Company resulting into a loss of finished goods, Work in Progress, Plant & Machinery, Factory Building, Furniture & Fixtures and other Miscellaneous items. The Company has the insurance policies of all the affected assets, so the Company has lodged claims with the insurance companies which claims include claim towards loss of the above stated assets and the Management believes that the amount of the claim has been ascertained as per the terms of the insurance policies and is certain about recovery of the claim based on its understanding of the terms of the insurance policies and related discussions with the representatives of the insurance companies at the time of putting up the claim. The carrying value of the assets destroyed in fire is estimated by the management at Rs.1,732.21 lacs. The loss has been accounted for in the books of the Company and the amount of the insurance claims of Rs. 1,477.64 lacs has been recognized as revenue during the year ended on March 31, 2015.



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 and the particulars relating to investor complaints disclosed in Part II - Select Information for the Quarter and Six Months ended September 30, 2015 of the Statement, from the details furnished by the Management.

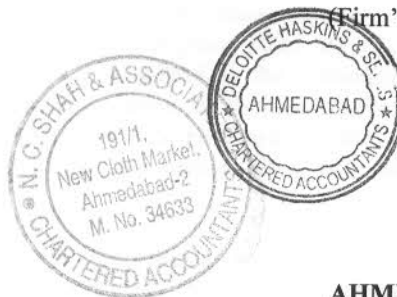
For N.C. Shah & Associates
Chartered Accountants
(Firm's Registration No.: 109692W)



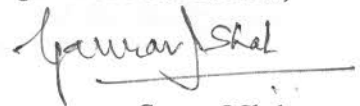
Nitin C. Shah

Proprietor
Membership No. 34633

AHMEDABAD, 31st October, 2015



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



Gaurav J Shah

Partner
Membership No. 35701

AHMEDABAD, 31st October, 2015