REF: VPL: SEC: JULY: 2020-21

Date: 15.07.2020

The Listing Department,
National Stock Exchange of India Ltd
"Exchange Plaza"
Bandra-Kurla Complex,
Bandra (East),
Mumbai-400051
Scrip Code: VARDMNPOLY

SUBJECT: Clarification to announcement submitted on July 11, 2020

Dear Sir/Madam,

This is with reference to your e-mail dated July 15, 2020 vide which clarification has been sought regarding our announcement submitted to the exchange on July 11, 2020.

In this context, we hereby submit our clarification as under:

1. Due to external macro-economic factors as well as internal financial stress faced by the company, the bank accounts of the company were classified as NPA by the consortium of bank as per RBI guidelines. There have been series of meetings between Lead Bank of Consortium and other member banks with regard to the settlement of the dues of all the Banks, wherein it was agreed by most of the member Banks that in view of the industrial scenario for the textile industry, a negotiated OTS is in the best interest of all stake holders.

2. Lead Bank (Canara Bank) and other 5 member banks have issued letters for OTS. As on date, 80% of the total lenders are agreeable for OTS. As and when the OTS is implemented, the stock exchanges shall be updated accordingly.

This is for your information and record.

Thanking you,
Yours truly,
For Vardhman Polytex Limited

Ajay K. Ratra
Ajay K. Ratra
Company Secretary

VARDHMAN POLYTEX LTD. LUDHIANA CHANDIGARH ROAD