



VARDHMAN TEXTILES LIMITED

(Formerly Known as Mahavir Spinning Mills Limited)

Registered Office : Chandigarh Road, Ludhiana - 141 010 (Punjab) INDIA

Phones : (0161) 2228943-48 Fax : (0161) 2601048, 2222616, 2601040

Ref.VTXL:SCY:AUGUST:2011-12

Dated: 06.08.2011

The National Stock Exchange of India Ltd.,
"Exchange Plaza,
Bandra - Kurla Complex,
Bandra (East),
MUMBAI.

SUB: UNAUDITED FINANCIAL RESULTS.

Dear Sir,

Pursuant to the provisions of Clause-41 of the Listing Agreement, we are enclosing herewith Un-audited Financial Results of the Company for the quarter ended 30th June, 2011 duly approved by the Board of Directors in its meeting held on 6th August, 2011.

A limited review report of the Auditors of the Company is also being enclosed herewith.

You are requested to display the same notice on the Notice Board of your Exchange for the information of the members and general public.

Thanking You,
Yours faithfully,
For **VARDHMAN TEXTILES LIMITED**

Chetan Jain
(CHETAN JAIN)
AUTHORISED SIGNATORY

YARDHMAN TEXTILES LIMITED			
Regd. Office : Chandigarh Road, Ludhiana-141010			
Unaudited Financial Results for the Quarter ended 30th June, 2011			(Rs. In Crore)
Particulars	Quarter ended 30th June, 2011 (Unaudited)	Quarter ended 30th June, 2010 (Unaudited)	Year ended 31st March, 2011 (Audited)
1. Income			
(a) Net Sales/Income from Operations	960.22	806.71	3606.81
(b) Other Operating Income	9.17	4.49	44.57
Total Income (a+b)	969.39	811.20	3651.38
2. Expenditure			
(a) (Increase)/Decrease in Stock in trade and work in progress	(36.38)	(36.98)	(215.18)
(b) Consumption of Raw Materials	684.91	409.87	1852.13
(c) Purchase of Traded Goods	5.74	2.00	18.35
(d) Employees Cost	52.06	44.09	193.63
(e) Depreciation	57.08	57.50	226.02
(f) Other Expenditure	226.12	210.79	857.17
(g) Total (a to f)	989.53	687.27	2932.12
3. Profit from Operations before Other Income, Interest and Exceptional Items (1-2)	(20.14)	123.93	719.26
4. Other Income (Refer Note No. 2)	6.69	1.82	7.43
5. Profit before Interest and Exceptional Items (3+4)	(13.45)	125.75	726.69
6. Interest (Refer Note No. 3)	49.63	25.45	109.81
7. Profit after Interest but before Exceptional Items (5-6)	(63.08)	100.30	616.88
8. Exceptional Items (Refer Note No. 4)	-	(2.33)	(8.02)
9. Profit / (Loss) from ordinary activities before Tax (7+8)	(63.08)	97.97	608.86
10. Provision for Taxation			
-Current	0.00	15.00	134.50
-Deferred	(20.00)	4.25	4.65
-Fringe Benefit Tax	-	-	-
11. Net Profit (Loss) from ordinary activities after Tax (9-10)	(43.08)	78.72	469.71
12. Extraordinary Items	-	-	-
13. Net Profit (Loss) for the period (11+12)	(43.08)	78.72	469.71
14. Paid up Equity Share Capital (Face value : Rs. 10/- per share)	63.65	57.77	63.65
15. Reserves (Excluding Revaluation Reserve)			1,854.61
16. EPS (in Rs.) not annualised			
a) Before Extraordinary Items			
- Basic	(6.77)	13.63	78.06
- Diluted	(6.77)	13.21	78.06
b) After Extraordinary Items			
- Basic	(6.77)	13.63	78.06
- Diluted	(6.77)	13.21	78.06
17. Aggregate of Public Shareholding			
Number of Shares	24,818,359	18,936,007	24,818,359
Percentage of Shareholding	38.99%	32.78%	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
Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	100.00%	100.00%	100.00%
Percentage of Shares (as a % of the total share capital of the company)	61.01%	67.22%	61.01%



VARDHMAN TEXTILES LIMITED

Regd. Office : Chandigarh Road, Ludhiana-141010

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. During the quarter ended 30th June, 2011, 9,408 spindles have become operational at "Anant Spinning Mills", Mandideep (M.P.) a unit of the Company.

3. Other Income during the quarter comprises dividend received from a subsidiary company.

4. Interest expense is net of interest income from deposits/bonds amounting to Rs 0.67 crores for the quarter ended 30th June, 2011.

5. The results for the quarter include the impact of Mark to Market losses on valuation of inventories including pending contracts, wherever applicable.

6. Exceptional Item in previous periods represents exchange gain / (loss) on restatement of Foreign Currency Convertible Bonds (FCCBs) matured in Feb 2011.

7. 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 do not include performance of the Steel Business undertaking. Pursuant to the above referred Scheme, VSSL has allotted equity shares to the shareholders of the Company during the quarter and accordingly VSSL has ceased to be the Subsidiary of the Company.

8. (a) Basic Earnings Per Share for the year ended 31.03.2011 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.

(b) There are no potential equity shares as at the close of the quarter, which could require calculation of diluted earnings per share.

(c) The Diluted Earnings Per Share for the previous periods as mentioned in Point 16 above had been calculated strictly in accordance with the Accounting Standard (AS)-20 on 'Earnings per share' by taking into account any event of contingency which could have required conversion of loan in equity.

9. The Company did not have any investors' complaint pending at the beginning of the quarter. The Company received 8 complaints during the quarter, all of which were disposed off and there were no complaints lying unresolved at the end of the quarter on 30th June, 2011.

10. Figures for previous periods have been recast/regrouped, wherever necessary to make them comparable.

11. The Board of Directors has approved the above results in their meeting held on 06.08.2011 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 : 06.08.2011



VARDHMAN TEXTILES LIMITED

Regd. Office : Chandigarh Road, Ludhiana-141010

Segmentwise Revenue Results And Capital Employed**(Rs. In Crore)**

Particulars	Quarter ended 30th June, 2011 (Unaudited)	Quarter ended 30th June, 2010 (Unaudited)	Year ended 31st March, 2011 (Audited)
1. Segment Revenue			
Yarn	843.68	622.85	2928.68
Steel*	0.00	86.56	280.62
Fabric	308.50	235.73	1094.34
Unallocated	35.59	37.43	135.22
Total	1187.77	982.57	4438.86
Less: Inter Segment Revenue	227.54	175.86	832.05
Net Sales/Income from Operations	960.22	806.71	3606.81
2. Segment Results [Profit / (Loss) before tax and interest from each segment]			
Yarn	(41.02)	101.22	586.27
Steel*	0.00	10.48	35.64
Fabric	21.69	11.22	105.55
Unallocated	4.92	6.12	16.72
Total	(14.40)	129.04	744.18
Less: (i) Interest	49.63	25.45	109.81
(ii) Net of Un-allocable expenditure/(Income)	(0.95)	3.29	17.49
Profit after interest but before exceptional items & tax	(63.08)	100.30	616.88
3. Capital Employed			
Yarn	2894.96	2404.32	3262.29
Steel*	0.00	149.30	0.00
Fabric	1011.02	891.77	943.45
Unallocated	746.56	688.14	741.33
Total	4652.54	4133.53	4947.07

* Refer Note No. 7



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 30th June, 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 statements based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400, engagements to Review Financial Statements 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 statements are 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. *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 sub clause 3(C) of section 211 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 Agreement including the manner in which it is to be disclosed or that it contains any material misstatement.

Place: Ludhiana
Dated: 6th Aug, 2011

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

(Sanjiv Mohan)
Partner
M. No 86066