

Audited Financial Results for the year ended 31st March, 2009

(Rs. In Crore)

Particulars	Quarter ended 31st March, 2009 (Unaudited)	Quarter ended 31st March, 2008 (Unaudited)	Year ended 31st March, 2009 (Audited)	Year ended 31st March, 2008 (Audited)
1. Income				
(a) Net Sales/Income from Operations	591.72	579.48	2453.65	2294.67
(b) Other Operating Income	9.23	12.34	18.75	21.59
Total Income (a+b)	600.95	591.82	2472.40	2316.26
2. Expenditure				
(a) (Increase)/Decrease in Stock in trade and work in progress	18.52	(4.32)	(11.73)	(42.37)
(b) Consumption of Raw Materials	301.29	275.11	1235.82	1094.61
(c) Purchase of Traded Goods	3.13	1.34	9.21	7.91
(d) Employees Cost	37.33	44.36	153.15	155.27
(e) Depreciation	49.83	47.03	207.32	154.56
(f) Other Expenditure	147.89	186.03	693.45	724.70
(g) Total (a to f)	557.99	549.55	2287.22	2094.68
3. Profit from Operations before Other Income, Interest and Exceptional Items (1-2)	42.96	42.27	185.18	221.58
4. Other Income (Refer Note No. 7)	1.06	0.00	14.78	1.39
5. Profit before Interest and Exceptional Items (3+4)	44.02	42.27	199.96	222.97
6. Interest (Refer Note No. 6)	19.01	18.57	102.34	54.00
7. Profit after Interest but before Exceptional Items (5-6)	25.01	23.70	97.62	168.97
8. Exceptional Items (Refer Note No. 8)	(7.97)	-	(35.91)	-
9. Profit / (Loss) from ordinary activities before Tax (7+8)	17.04	23.70	61.71	168.97
10. Provision for Taxation				
-Current	0.17	0.19	0.17	0.19
-Deferred	9.28	8.89	33.28	44.89
-Fringe Benefit Tax	0.16	0.60	0.91	1.35
11. Net Profit (Loss) from ordinary activities after Tax (9-10)	7.43	14.02	27.35	122.54
12. Extraordinary Items	(4.98)	-	113.42	-
13. Net Profit (Loss) for the period (11+12)	2.45	14.02	140.77	122.54
14. Paid up Equity Share Capital (Face value : Rs. 10/- per share)	57.77	57.77	57.77	57.77
15. Reserves (Excluding Revaluation Reserve)			1,214.98	1114.37
16. EPS (in Rs.) not annualised				
a) Before Extraordinary Items				
- Basic	1.29	2.43	4.73	21.21
- Diluted	1.04	1.65	3.66	13.58
b) After Extraordinary Items				
- Basic	0.42	2.43	24.37	21.21
- Diluted	0.36	1.65	18.48	13.58
17. Aggregate of Public Shareholding				
Number of Shares	1,89,36,007	2,18,21,575	1,89,36,007	2,18,21,575
Percentage of Shareholding	32.78%	37.77%	32.78%	37.77%
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	3,88,33,520	3,88,33,520	3,88,33,520	3,88,33,520
Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	100.00%	100.00%	100.00%	100.00%
Percentage of Shares (as a % of the total share capital of the company)	67.22%	67.22%	67.22%	67.22%

VARDHMAN TEXTILES LIMITED
(Formerly known as Mahavir Spinning Mills Limited)
Regd. Office : Chandigarh Road, Ludhiana-141010

NOTES:

1. During the quarter ended 31st March, 2009, 8960 spindles have become operational at "Vardhman Yarns", Satlapur (M.P.) a unit of the Company thus taking the total operational capacity of the said unit to 1,70,624 spindles as on 31st March, 2009.

2. The Promoters of the Company along with the Persons Acting in Concert have acquired 15,36,068 shares (2.66 %) of the Company during the quarter ended 31st March 2009 and total 28,85,569 shares (4.99 %) during the year under the creeping acquisition mode in compliance with the Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 1997.

3. The results for the quarter as well as year ended 31st March 2009 are not comparable to the corresponding quarter as well as year ended 31st March 2008 as the Thread Business (including the Spinning Unit at Hoshiarpur) of the Company has got vested in Vardhman Yarns and Threads Limited (VYTL) with effect from 1st April, 2008 pursuant to the Scheme of Arrangement, Re-Organisation and Demerger amongst the Company, Vardhman Threads Limited (VTL) and VYTL and their respective shareholders and creditors.

4. In view of the significant uncertainties associated with the derivative options (taken for hedging of foreign currency exposure against exports), whose ultimate outcome depends upon the future events which are not under the direct control of the company, the loss if any, on such derivative options cannot be determined at this stage.

5. Capital work-in-progress, as per Capital Employed as given in Segment Results, is expenditure incurred in respect of its expansion project viz Vardhman Yarns at Satlapur (other than the capacity already operational in respect of this project).

6. Interest expense is net of interest income from deposits amounting to Rs. 9.02 crores for the quarter ended 31st March, 2009 and Rs. 21.27 crores for the year ended 31st March, 2009.

7. During the quarter ended 31.03.09, the company has bought back and cancelled 1000 Foreign Currency Convertible Bonds (FCCB) of the Face Value of USD 1000 each at a discount in accordance with the approval given by Reserve Bank of India. The difference between the Face Value of the said FCCB's and buy back consideration amounting to Rs. 1.06 crore has been shown under the head Other Income.

8. Exceptional Item represents notional exchange loss of Rs. 7.97 crore for the quarter and Rs. 35.91 crore for the year ended 31.03.2009 on restatement of Foreign Currency Convertible Bonds (FCCBs) to be matured in the year 2011.

9. The Extra-ordinary item during the quarter comprises of the amount arising because of increase in the provision for tax liability being netted from the extra-ordinary income reported during the quarter ended 30th June, 2008.

10. The diluted Earnings Per Share (EPS) as mentioned in Point 16 above has been calculated strictly in accordance with the Accounting Standard (AS)-20 on 'Earnings per share' by taking into account any event of contingency which may require conversion of loan in equity. However, there has not been any default on account whatsoever during the year under review, which may require conversion of debt/loan into equity.

11. The Company did not have any investors' complaint pending at the beginning of the quarter. The Company received 38 complaints during the quarter, all of which were disposed off and there were no complaints lying unresolved at the end of the quarter on 31st March, 2009.

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

13. The Board of Directors has recommended a dividend of Rs 2.00 per share on the fully paid shares of the Company.

14. The provision for current tax has been recognised after considering Minimum Alternate Tax (MAT) Credit entitlement.

15. The Directors have taken on record the above results in their meeting held on 7th May, 2009.

for Vardhman Textiles Limited

Sd/-

Place : New Delhi
Date : 07.05.2009

S.P. Oswal
Chairman & Managing Director

VARDHMAN TEXTILES LIMITED
(Formerly known as Mahavir Spinning Mills Limited)
Regd. Office : Chandigarh Road, Ludhiana-141010

Segmentwise Revenue Results And Capital Employed

(Rs. In Crore)

Particulars	Quarter ended 31st March, 2009 (Unaudited)	Quarter ended 31st March, 2008 (Unaudited)	Year ended 31st March, 2009 (Audited)	Year ended 31st March, 2008 (Audited)
1. Segment Revenue				
Yarn	467.12	424.44	1851.88	1608.10
Sewing Thread	0.00	77.16	0.00	309.57
Steel	38.42	88.83	288.19	326.50
Fabric	167.63	114.70	687.51	450.16
Unallocated	20.91	1.63	66.31	1.63
Total	694.08	706.76	2893.89	2695.96
Less: Inter Segment Revenue	102.36	127.28	440.24	401.29
Net Sales/Income from Operations	591.72	579.48	2453.65	2294.67
2. Segment Results [Profit / (Loss) before tax and interest from each segment]				
Yarn	30.56	29.15	140.86	154.27
Sewing Thread	0.00	9.33	0.00	36.66
Steel	3.10	11.39	37.04	36.38
Fabric	13.28	(2.61)	32.61	17.98
Unallocated	(6.34)	(1.58)	(14.13)	(1.58)
Total	40.60	45.68	196.38	243.71
Less: (i) Interest	19.01	18.57	102.34	54.00
(ii) Net of Un-allocable expenditure/(Income)	(3.42)	3.41	(3.58)	20.74
Profit after interest but before exceptional items & tax	25.01	23.70	97.62	168.97
3. Capital Employed				
Yarn	1973.50	1989.59	1973.50	1989.59
Sewing Thread	0.00	152.58	0.00	152.58
Steel	122.92	177.90	122.92	177.90
Fabric	844.29	753.93	844.29	753.93
Unallocated	964.50	353.47	964.50	353.47
Capital work in progress	40.73	302.90	40.73	302.90
Total	3945.94	3730.37	3945.94	3730.37