



WINSOME YARNS LIMITED

Regd. Office : SCO 191-192, Sector 34-A, Chandigarh-160022

(Rs. in Lacs)

STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 31ST DEC. 2013

PART-I		Unaudited Quarter Ended			Audited 18 Months Ended
S.No.	PARTICULARS	31.12.13	30.09.13	31.12.12	30.09.13
1	Income from operations				
a)	Net Sales/Income from Operations(Net of Excise Duty)	9748	10833	13872	73443
b)	Other Operating Income	475	555	393	3353
	Total Income from operations (Net)	10223	11388	14265	76796
2	Expenses				
a)	Cost of Material consumed	5537	5882	5177	34931
b)	Purchase of stock-in-trade	1486	1671	5040	18130
c)	Changes in Inventories of Finished Goods, Work in Progress & Stock in Trade	263	1825	(352)	(119)
d)	Employee Benefit expense	625	694	588	3489
e)	Depreciation & Amortisation expenses	544	547	540	3268
f)	Power & Fuel (net)	922	839	1077	5702
g)	Other expenses	1250	1751	1275	7124
	Total Expenses	10627	13209	13345	72525
3	Profit/(Loss) from Operations before other Income, Finance Cost & Exceptional Items (1-2)	(404)	(1821)	920	4271
4	Other Income	68	79	419	976
5	Profit/(Loss) from ordinary activities before Finance Cost & Exceptional Items (3+4)	(336)	(1742)	1339	5247
6	Finance cost	1677	1485	1281	8010
7	Profit/(Loss) from ordinary activities after finance cost but before Exceptional Items (5-6)	(2013)	(3227)	58	(2763)
8	Exceptional Items	944	3484	—	3484
9	Profit/(Loss) from Ordinary Activities before Tax (7-8)	(2957)	(6711)	58	(6247)
10	Tax Expense				
	- Current Tax	—	—	—	—
	- Previous year Tax	—	—	—	—
	- Deferred Tax Liability/(Asset)	—	1233	—	1233
11	Net Profit/(Loss) from ordinary activities after tax(9-10)	(2957)	(7944)	58	(7480)
12	Extraordinary items	—	—	—	—
13	Net Profit/(Loss) for the period (11-12)	(2957)	(7944)	58	(7480)
14	Paid - up Equity Capital (Face Value - Rs. 10/- each)	7071	7071	7071	7071
15	Reserves excluding Revaluation Reserve as per Balance Sheet of previous accounting year	—	—	—	(2974)
16	Earnings Per Share of Rs. 10/- each (Not Annualised)				
	- Basic & Diluted (Rs.)	(4.18)	(11.23)	0.08	(10.58)

PART-II		3 months ended 31.12.2013			
A	PARTICULARS OF SHAREHOLDING				
1	Public shareholding (Rs. 10/- each)				
	- No. of Shares	43367620	43367620	43367620	43367620
	- Percentage of Shareholding	61.33%	61.33%	61.33%	61.33%
2	Promoters and Promoter group Shareholding (Rs. 10/- each)				
	(a) Pledged/Encumbered				
	- Number of Shares	25979609	25979609	25979609	25979609
	- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	95.03%	95.03%	95.03%	95.03%
	- Percentage of Shares (as a % of the total share capital of the Company)	36.74%	36.74%	36.74%	36.74%
	(b) Non-encumbered				
	- Number of Shares	1360000	1360000	1360000	1360000
	- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	4.97%	4.97%	4.97%	4.97%
	- Percentage of Shares (as a % of the total share capital of the Company)	1.93%	1.93%	1.93%	1.93%

B	PARTICULARS	3 months ended 31.12.2013		
	INVESTOR COMPLAINTS			
	Pending at the beginning of the quarter			Nil
	Received during the quarter			8
	Disposed during the quarter			8
	Remaining unresolved at the end of the quarter			Nil

Notes : 1. The above results have been reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on 12th February, 2014. 2. The company is only in one line of business namely Textiles (Yarn, Knitwear & related revenue). 3. The Company's net worth as at accounting year ended 30.09.2013 (18 months) is eroded to the extent more than 50% of its peak net worth during the last 4 financial years. Accordingly the Company is a potentially net worth eroded company within the meaning of Sick Industrial Companies (Special Provisions) Act, 1985 and the Company is taking necessary steps to file the prescribed Reference before the Hon'ble Board for Industrial & Finance Reconstruction. 4. Auditors remarks on the accounts for the year ended 30th September 2013: (a) Regarding pending confirmation/reconciliation of balances of certain receivables (including overseas overdue receivables), payables (including associate company) - impact uncertainable). Management response: these accounts are in process of confirmation/reconciliation. The Management is of the opinion that adjustment, if any ; arising out of such reconciliation would not be material. (b) Regarding non provision against certain overdue receivables in respect of commission & handling charges of Rs. 944.33 lacs and loan & advances of Rs. 828.71 lacs; Management response ; Provision for commission & handling charges receivable of Rs. 944.33 lacs has been taken in exceptional items in current quarter and for loan & advances, Provision for advance to a supplier for Rs. 315.00 lacs has been taken in other expenses and for the remaining amount of Rs. 513.71 lacs the management has initiated necessary steps for the recovery of the same. (c) Regarding accounting of consumption as balancing figure. And valuation of inventories is taken as and certified by the management (Impact uncertainable). Management response : Accounting is being done as per past practice. (d) non-provision of losses on account of impairment of assets of Knitwear unit amounting to Rs. 2996.00 lacs : Management response: The reports are under consideration of the Management and impairment loss will be accounted in due course as necessary. 5. An amount of USD 60,49,664 (balance against GDR issue of 19,94,125 Nos. made in financial year 2010-11, entitling 19,94,12,500 fully paid up equity shares of Re 1/- each at Rs. 2.97 per share including premium) (now 1,99,41,250 fully paid up equity shares of Rs. 10/- each at Rs. 29.70 including premium on account of consolidation) is invested in money market fund outside India. Out of this an amount of Rs. 615.32 lacs has been received (including exchange fluctuations Rs. 87.18 lacs and gain on investment Rs. 12.21 lacs) during the quarter. The balance issue proceeds of Rs. 2679.34 lacs are pending to be utilised. 6. As per terms of CDR, the company is required to pledge 100% shareholding of Promoter or Promoter Group Companies or 51% of issued capital of the company, whichever is less. The company has already pledged 100% shareholding of its promoters and promoter Group except PSIDC, one of the promoter which hold 1.93% of share capital of the company, which is in process. 7. Previous periods/quarters figures have been regrouped and/or re-arranged wherever necessary to make their classification comparable with current period. 8. Provision for current and deferred tax, if any, will be made at year end. 9. The above results have been limited reviewed by the Statutory Auditors.

for WINSOME YARNS LTD.

Sd/-

(Manish Bagrodia)

MANAGING DIRECTOR

Place : CHANDIGARH

Dated : 12.02.2014