

## Spentex Industries Limited

Reqd. Off : A-60, OKHLA INDUSTRIAL AREA, PHASE - II, NEW DELHI - 110020.

### STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTH ENDED 31ST DEC., 2015

**PART I Statement of Standalone unaudited financial results for the quarter and nine month ended 31/12/2015** (Figures in Lacs except EPS)

	Particulars	Standalone					
		Quarter ended			9 Months Ended		Year ended
		31.12.2015	30.09.2015	31.12.2014	31.12.2015	31.12.2014	31.03.2015
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 a)	Net Sales / Income from operations (Net of excise duty)	18,924.74	19,071.05	19,032.57	57,025.00	67,813.13	86,982.23
b)	Other Operating Income	294.38	239.19	557.69	777.35	1,831.92	2,132.15
	<b>Total Income (a + b)</b>	<b>19,219.12</b>	<b>19,310.24</b>	<b>19,590.26</b>	<b>57,802.35</b>	<b>69,645.05</b>	<b>89,114.37</b>
2	Expenditure:						
a)	Consumption of raw materials (including consumption of stores, spares and packing materials)	14,050.06	12,594.03	10,823.70	40,712.29	46,763.55	59,431.72
b)	Purchase of traded goods	445.16	195.90	868.24	738.17	1,408.24	1,446.49
c)	Changes in inventories of finished goods, work in progress and stock in trade	(885.22)	971.66	2,785.50	(601.96)	2,337.24	4,636.42
d)	Employees benefits expenses	2,047.05	2,112.34	1,996.63	6,208.21	6,097.75	8,011.15
e)	Depreciation and amortisation expenses	289.14	273.61	356.68	843.35	1,013.76	1,168.69
f)	Power and fuel cost	2,214.87	2,288.69	1,828.68	7,117.06	6,469.79	8,690.67
g)	Other expenditure	1,212.77	1,419.88	1,325.79	3,935.23	4,629.40	5,814.21
	<b>Total Expenses</b>	<b>19,373.82</b>	<b>19,856.12</b>	<b>19,985.22</b>	<b>58,952.38</b>	<b>68,719.73</b>	<b>89,199.35</b>
3	<b>Profit / (Loss) from Operations before Other Income, Finance Cost, Prior Period &amp; Exceptional Items (1-2)</b>	<b>(154.70)</b>	<b>(545.88)</b>	<b>(394.96)</b>	<b>(1,150.03)</b>	<b>925.32</b>	<b>(84.98)</b>
4	Other Income	31.63	392.62	430.71	710.81	687.38	1,665.77
5	<b>Profit / (Loss) before Finance Cost, Prior Period &amp; Exceptional Items (3+4)</b>	<b>(123.07)</b>	<b>(153.26)</b>	<b>35.75</b>	<b>(439.22)</b>	<b>1,612.70</b>	<b>1,580.79</b>
6	Finance Cost	1,873.11	1,947.87	1,978.17	5,708.18	5,943.10	7,937.07
7	<b>Profit / (Loss) after Finance cost but before Prior Period &amp; Exceptional Items (5-6)</b>	<b>(1,996.19)</b>	<b>(2,101.11)</b>	<b>(1,942.42)</b>	<b>(6,147.40)</b>	<b>(4,330.40)</b>	<b>(6,356.29)</b>
8	Prior Period Items (Net of Income)	-	-	-	-	-	-
9	<b>Profit / (Loss) after Finance Cost &amp; Prior period items but before Exceptional Items (7-8)</b>	<b>(1,996.19)</b>	<b>(2,101.11)</b>	<b>(1,942.42)</b>	<b>(6,147.40)</b>	<b>(4,330.40)</b>	<b>(6,356.29)</b>
10	Exceptional Items	-	-	-	-	-	-
11	<b>Profit / (Loss) from Ordinary Activities before tax (9-10)</b>	<b>(1,996.19)</b>	<b>(2,101.11)</b>	<b>(1,942.42)</b>	<b>(6,147.40)</b>	<b>(4,330.40)</b>	<b>(6,356.29)</b>
12	Tax expense	-	-	-	-	-	60.18
13	<b>Net Profit / (Loss) from Ordinary Activities after tax (11-12)</b>	<b>(1,996.19)</b>	<b>(2,101.11)</b>	<b>(1,942.42)</b>	<b>(6,147.40)</b>	<b>(4,330.40)</b>	<b>(6,416.47)</b>
14	Extraordinary Items (net of tax expense)	-	-	-	-	137.18	137.18
15	<b>Net Profit / (Loss) for the period (13-14)</b>	<b>(1,996.19)</b>	<b>(2,101.11)</b>	<b>(1,942.42)</b>	<b>(6,147.40)</b>	<b>(4,193.22)</b>	<b>(6,279.29)</b>
16	Paid up Equity Share Capital (Face Value Rs. 10/- each)	<b>8,977.20</b>	<b>8,977.20</b>	<b>8,977.20</b>	<b>8,977.20</b>	<b>8,977.20</b>	<b>8,977.20</b>
17	Reserves excluding Revaluation Reserves as per balance sheet of previous year	-	-	-	-	-	(21,787.65)
18	<b>Earnings Per Share (EPS) (not annualized) (Rs.)</b>						
a)	Basic EPS before Extraordinary items for the period and for the previous year	(2.22)	(2.34)	(2.16)	(6.85)	(4.82)	(7.15)
	Diluted EPS before Extraordinary items for the period and for the previous year	(2.22)	(2.34)	(2.16)	(6.85)	(4.82)	(7.15)
b)	Basic EPS after Extraordinary items for the period and for the previous year	(2.22)	(2.34)	(2.16)	(6.85)	(4.67)	(6.99)
	Diluted EPS after Extraordinary items for the period and for the previous year	(2.22)	(2.34)	(2.16)	(6.85)	(4.67)	(6.99)

Note:

- 1 The above financial results have been reviewed by the Audit Committee and were approved by the Board of Directors in their meeting held on 10th Feb., 2016.
- 2 The Statutory Auditors have carried out limited review of the Unaudited Standalone Financial Results of the Company for the quarter and nine months ended 31st December, 2015.
- 3 In accordance with Accounting Standard 17 on Segment Reporting notified under the Companies (Accounting Standards) Rules, 2006 (as amended) in accordance with section 133 of the Companies Act, 2013, read with rule 7 of Companies (Accounts) Rules, 2014, for standalone financials, the Company has identified two Business Segments viz., Textile Manufacturing and Textile Trading, accordingly segment disclosure has been done.
- 4 The Auditors, in their limited review report have mentioned regarding diminution in the value of company's long term Investment of ₹ 2,044.70 lacs and recoverability of ₹ 7,276.01 lacs ( Previous quarter ₹ 7,182.68 lacs) in Amit Spinning Industries Limited (ASIL), subsidiary of the Company. ASIL registered losses during the quarter as well as earlier financial years and eroded its net worth due to sluggish market demand and higher power cost in Maharashtra. ASIL had filed a reference with Board for Industrial and Financial Restructuring (BIFR) under section 15(1) and 15(2) of Sick Industrial Companies (Special Provisions) Act (SICA), 1985. BIFR has declared ASIL as Sick under Section 3(1) (o) of SICA 1985 and appointed Operating Agency under Section 17(3) of SICA 1985. The company believes that the diminution in value of investment is temporary in nature considering the strength of management's plan of revival and reorganization of business. The management believes that losses incurred in the past would reasonably be made good which will also place the subsidiary in a position to repay the liabilities in due course and hence no adjustment is required in the books of accounts.
- 5 As on March 31, 2012, the accumulated losses of the Company had exceeded its net worth. Accordingly company in compliance with the provisions of section 15(1) of Sick Industrial Companies (Special Provisions) Act, 1985 filed a reference with Board for Industrial and Financial Restructuring (BIFR). The company's operations were adversely affected in earlier financial years due to sluggish market demand, decline in cotton prices globally by 25% as compared to only 6% in India, and higher power cost in Maharashtra. With various steps initiated by the Government to strengthen Textile industry, and strategic management focus on cost containment and efficient plant operations, the management believes that losses incurred in the past would reasonably be made good, in due course. The financial statements, as such have been prepared on a going concern basis.

- 8 The Company has not allotted shares against amount of ₹ 1,109.50 lacs which was brought in by the promoters in more than one installments under restructuring scheme approved by the bankers of the company. Due to pending necessary approvals for allotment of shares, the Company has not complied with the provisions of Section 42 of the Companies Act, 2013 .
- 9 The outstanding balance as on 31st December, 2015 in respect of certain trade receivables, trade payables and loans & advances are subject to confirmation/reconciliation at the financial year end and consequential adjustment if any, from the respective parties. The management, however, does not expect any material variations.
- 10 Previous period figures have been regrouped / recasted / rearranged wherever necessary, to conform to the current period presentation.

BY ORDER OF THE BOARD OF DIRECTORS.

**FOR SPENTEX INDUSTRIES LIMITED**

Sd/-

**MUKUND CHOUDHARY**

MANAGING DIRECTOR

Places : New Delhi

Date : 10th Feb., 2016

REPORTING OF SEGMENT - WISE REVENUE, RESULTS AND CAPITAL EMPLOYED						
Particulars	Quarter ended			9 months ended		(₹ in Lacs)
	31.12.2015	30.09.2015	31.12.2014	31.12.2015	31.12.2014	31.03.2015
<b>1. Segment Revenue</b>	<b>Unaudited</b>			<b>Unaudited</b>		<b>Audited</b>
a) Textile- Manufacturing	19,087.18	19,181.67	19,904.28	57,370.89	67,459.89	87,091.18
b) Textile Trading	987.31	692.53	903.37	2,083.37	6,691.83	6,795.71
<b>Total</b>	<b>20,074.50</b>	<b>19,874.20</b>	<b>20,807.65</b>	<b>59,454.27</b>	<b>74,151.72</b>	<b>93,886.89</b>
Less : Inter segment revenue	855.38	563.96	1,217.39	1,651.92	4,506.67	4,772.51
<b>Total Income</b>	<b>19,219.12</b>	<b>19,310.24</b>	<b>19,590.26</b>	<b>57,802.35</b>	<b>69,645.05</b>	<b>89,114.37</b>
<b>2. Segment Results</b>						
Profit (+) / Loss (-) before tax and interest from each Segment						
a) Textile- Manufacturing	976.07	375.60	1,843.60	1,875.07	2,751.16	2,474.60
b) Textile Trading	(211.33)	34.84	(1,014.31)	(137.09)	245.71	220.99
<b>TOTAL</b>	<b>764.73</b>	<b>410.44</b>	<b>829.29</b>	<b>1,737.97</b>	<b>2,996.87</b>	<b>2,695.59</b>
Less :						
i) Interest	1,873.10	1,947.87	1,978.17	5,708.17	5,943.10	7,937.07
ii) Other unallocable expenditure net off	962.58	781.85	678.82	2,536.86	1,746.60	1,264.36
iii) Other unallocable income	74.76	218.19	(114.71)	359.66	362.43	89.37
<b>Profit/ (Loss) before tax (before extraordinary item)</b>	<b>(1,996.19)</b>	<b>(2,101.11)</b>	<b>(1,942.42)</b>	<b>(6,147.40)</b>	<b>(4,330.40)</b>	<b>(6,416.47)</b>
Extraordinary items (Net of tax expenses)	-	-	-	-	137.18	137.18
<b>Profit/ (Loss) before tax (after extraordinary items)</b>	<b>(1,996.19)</b>	<b>(2,101.11)</b>	<b>(1,942.42)</b>	<b>(6,147.40)</b>	<b>(4,193.22)</b>	<b>(6,279.29)</b>
<b>3. Capital Employed</b>						
( Segment Assets - Segment Liabilities )						
a) Textile- Manufacturing	(20,582.52)	(19,619.71)	(15,753.42)	(20,582.52)	(15,753.42)	(17,428.83)
b) Textile Trading	1,759.21	2,039.76	1,551.45	1,759.21	1,551.45	1,924.41
Unallocated	974.99	1,727.83	3,599.24	974.99	3,599.24	3,803.47
<b>TOTAL</b>	<b>(17,848.32)</b>	<b>(15,852.13)</b>	<b>(10,602.73)</b>	<b>(17,848.32)</b>	<b>(10,602.73)</b>	<b>(11,700.95)</b>