

WINSOME YARNS LIMITED

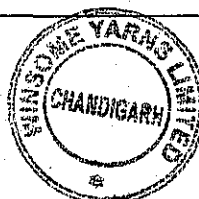
Regd. Office: SCO # 191-192, Sector 34-A, Chandigarh - 160022

CIN : L17115CH1990PLC010566, Email - cshare@winsomegroup.com, Website - www.winsomegroup.com

FINANCIAL RESULTS FOR THE QUARTER/ YEAR ENDED ON 30TH SEPTEMBER 2014

| PART-I | | (Rs. In lacs) | | | | | | |
|----------------|------------------------------------------------------------------------------------------------------|----------------|----------------|----------------|-----------------|-----------------|-----------------|----------------|
| Sr. No. | Particulars | Standalone | | | Consolidated | | | |
| | | Unaudited | | | Audited | | | |
| | | Quarter Ended | | | 12 Months Ended | 18 Months Ended | | |
| | | 30.09.2014 | 30.06.2014 | 30.09.2013 | 30.09.2014 | 30.09.2013 | 30.09.2014 | 30.09.2013 |
| 1 | Income from operations | | | | | | | |
| | (a) Net Sales/Income from operations (Net of Excise Duty) | 8492 | 8086 | 10833 | 38126 | 73443 | 38126 | 73443 |
| | (b) Other Operating Income | 565 | 508 | 555 | 2270 | 3353 | 2270 | 3353 |
| | Total Income from operations (Net) | 9057 | 8594 | 11388 | 40396 | 76796 | 40396 | 76796 |
| 2 | Expenses | | | | | | | |
| | (a) Cost of Material consumed | 6863 | 5814 | 5882 | 25759 | 34931 | 25759 | 34931 |
| | (b) Purchase of stock-in-trade | 0 | 12 | 1671 | 1929 | 18130 | 1929 | 18108 |
| | (c) Changes in Inventories of finished goods, Work in progress & stock in trade | 1861 | 721 | 1,825 | 3592 | (119) | 3592 | (119) |
| | (d) Employee Benefit expense | 613 | 643 | 694 | 2600 | 3489 | 2600 | 3489 |
| | (e) Depreciation & Amortisation expenses | 542 | 546 | 547 | 2176 | 3268 | 2176 | 3268 |
| | (f) Power & Fuel (net) | 918 | 913 | 839 | 4029 | 5702 | 4029 | 5702 |
| | (g) Other expenses | 958 | 954 | 1751 | 4662 | 7124 | 4682 | 8780 |
| | Total Expenses | 11,755 | 9,603 | 13,209 | 44,747 | 72,525 | 44,767 | 74,159 |
| 3 | Profit/(Loss) from Operations before other Income, Finance cost & Exceptional Items (1-2) | (2,698) | (1,009) | (1,821) | (4,351) | 4,271 | (4,371) | 2,637 |
| 4 | Other Income | 128 | 24 | 79 | 265 | 976 | 265 | 969 |
| 5 | Profit/(Loss) from ordinary activities before Finance cost & Exceptional Items (3+4) | (2,570) | (985) | (1,742) | (4,086) | 5,247 | (4,106) | 3,606 |
| 6 | Finance cost | 1357 | 1482 | 1485 | 6133 | 8,010 | 6133 | 8,010 |
| 7 | Profit/(Loss) from ordinary activities after finance cost but before Exceptional Items (5-6) | (3,927) | (2,467) | (3,227) | (10,219) | (2,763) | (10,239) | (4,404) |
| 8 | Exceptional Items | 0 | 0 | 3,484 | 944 | 3,484 | 944 | 1,967 |
| 9 | Profit/(Loss) from Ordinary Activities before Tax (7-8) | (3,927) | (2,467) | (6,711) | (11,163) | (6,247) | (11,183) | (6,372) |
| 10 | Tax Expense | | | | | | | |
| | - Current Tax | - | - | - | - | - | - | - |
| | - Deferred Tax Liability/(Asset) | - | - | 1,233 | - | 1,233 | - | 1,233 |
| 11 | Net Profit/(Loss) from ordinary activities after tax (9-10) | (3,927) | (2,467) | (7,944) | (11,163) | (7,480) | (11,183) | (7,605) |
| 12 | Extraordinary items | | | | | | | |
| 13 | Net Profit/(Loss) for the period (11-12) | (3,927) | (2,467) | (7,944) | (11,163) | (7,480) | (11,183) | (7,605) |
| 14 | Paid - up Equity Capital (Face Value - Rs. 10/- each) | 7,071 | 7,071 | 7,071 | 7,071 | 7,071 | 7,071 | 7,071 |
| 15 | Reserves excluding Revaluation Reserve as per Balance Sheet of previous accounting year | | | | (14,147) | (2,974) | (13,936) | (2,769) |
| 16 | Earnings Per Share of Rs 10/- each (Not Annualised) | | | | | | | |
| | - Basic & Diluted (Rs.) | (5.55) | (3.49) | (11.23) | (15.79) | (10.58) | (15.82) | (10.76) |
| PART II | | | | | | | | |
| A | PARTICULARS OF SHAREHOLDING | | | | | | | |
| 1 | Public shareholding (Rs.10/- each) | | | | | | | |
| | - No. of Shares | 43,367,620 | 43,367,620 | 43,367,620 | 43,367,620 | 43,367,620 | 43,367,620 | 43,367,620 |
| | - Percentage of Shareholding | 61.33% | 61.33% | 61.33% | 61.33% | 61.33% | 61.33% | 61.33% |
| 2 | Promoters and promoter group Shareholding (Rs.10/- each) | | | | | | | |
| | a) Pledged/Encumbered | | | | | | | |
| | - Number of Shares | 25,979,609 | 25,979,609 | 25,979,609 | 25,979,609 | 25,979,609 | 25,979,609 | 25,979,609 |
| | - Percentage of Shares (as a % of the total shareholding of promoter and promoter group) | 95.03% | 95.03% | 95.03% | 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% | 36.74% | 36.74% | 36.74% |
| | b) Non-encumbered | | | | | | | |
| | - Number of Shares | 1,360,000 | 1,360,000 | 1,360,000 | 1,360,000 | 1,360,000 | 1,360,000 | 1,360,000 |
| | - Percentage of Shares (as a % of the total shareholding of promoter and promoter group) | 4.97% | 4.97% | 4.97% | 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% | 1.93% | 1.93% | 1.93% |

| PARTICULARS | | 3 months ended 30.09.2014 |
|-------------|------------------------------------------------|---------------------------|
| B | INVESTOR COMPLAINTS | |
| | Pending at the beginning of the quarter | Nil |
| | Received during the quarter | 7 |
| | Disposed during the quarter | 7 |
| | Remaining unresolved at the end of the quarter | Nil |



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(Rs In Lacs)

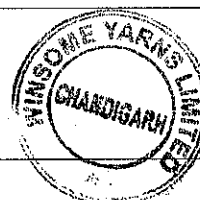
| Statement of Asset & Liability | | Audited | | | |
|--------------------------------|--------------------------------------------|----------------|---------------|---------------|---------------|
| | | Standalone | | Consolidated | |
| Particulars | | Year Ended | Year Ended | Year Ended | Year Ended |
| | | 30.09.2014 | 30.09.2013 | 30.09.2014 | 30.09.2013 |
| I. | EQUITY & LIABILITIES | | | | |
| (1) | Shareholders' Funds | | | | |
| (a) | Share Capital | 7,082 | 7,082 | 7,082 | 7,082 |
| (b) | Reserves & Surplus | (14,146) | (2,974) | (13,936) | (2,769) |
| | Sub-total- Shareholders' fund | (7,064) | 4,108 | (6854) | 4,313 |
| (2) | Non- Current Liabilities | | | | |
| (a) | Long Term Borrowings | 15,005 | 19,458 | 15,005 | 19,458 |
| (b) | Deferred Tax Liability (Net) | - | - | - | - |
| (c) | Long Term Provisions | 171 | 157 | 171 | 157 |
| | Sub-total- Non- Current Liabilities | 15,176 | 19,615 | 15,176 | 19,615 |
| (3) | Current Liabilities | | | | |
| (a) | Short Term Borrowings | 28,694 | 23,424 | 28,694 | 23,424 |
| (b) | Trade Payables | 5,910 | 13,678 | 5,956 | 13,721 |
| (c) | Other Current Liabilities | 15,393 | 10,523 | 15,399 | 10,528 |
| (d) | Short Term Provisions | 16 | 14 | 16 | 14 |
| | Sub-total- Current Liabilities | 50,013 | 47,639 | 50,065 | 47,687 |
| | TOTAL-EQUITY AND LIABILITIES | 58,125 | 71,362 | 58,387 | 71,615 |
| II. | Assets | | | | |
| (1) | Non- Current Assets | | | | |
| (a) | Fixed Assets | 28,705 | 30,884 | 28,705 | 30,884 |
| (b) | Non Current Investment | - | - | - | - |
| (c) | Deferred Tax Asset (Net) | - | - | - | - |
| (d) | Long term loans & advances | 395 | 369 | 395 | 369 |
| | Sub-total- Non- Current Assets | 29,100 | 31,253 | 29,100 | 31,253 |
| (2) | Current Assets | | | | |
| (a) | Current Investment | 2,680 | 3,195 | 2,680 | 3,195 |
| (b) | Inventories | 9,823 | 14,676 | 9,823 | 14,676 |
| (c) | Trade receivables | 11,996 | 16,207 | 12,238 | 16,239 |
| (d) | Cash & bank balances | 517 | 810 | 537 | 837 |
| (e) | Short term Loans & Advances | 4,009 | 5,221 | 4,009 | 5,415 |
| | Sub-total- Current Assets | 29,025 | 40,109 | 29,287 | 40,362 |
| | TOTAL - ASSETS | 58,125 | 71,362 | 58,387 | 71,615 |

Notes:

- The above results have been reviewed by the Audit committee and approved by the Board of Directors in their meeting held on 29th November, 2014 .
- The company is only in one line of business namely Textiles (Yarn, Knitwear & related revenue) .
- As the accumulated losses of the company has exceeded its entire net worth during the financial year, the company has become a sick industrial company under section 3(1) (O) of the Sick Industrial Companies (special provision) Act,1985. The Company had become potentially sick during the period ended Sept. 30th, 2013 and company has submitted Form C under section 23 of SICA on April 9, 2014. The Board of Directors of the company had sufficient reason to form an opinion on the basis of unaudited accounts of the company for the nine months period ended June 30, 2014 and accordingly a reference had been filed with BIFR in Form 'A' under section 15 (1) of SICA on 16.10.2014.
- Auditors remarks on the accounts for the year ended 30th Sept.2014:(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 and loan & advances.Management response : the management has already initiated necessary steps for the recovery /reconciliation 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.
- 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. The balance issue proceeds of Rs.2679.34 lacs are pending to be utilised, since not been called
- 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.
- Due to losses , the company has not fully paid installments & interest of term loan on due dates & certain overdue amount is still continuing unpaid till date.The company is in process of getting all loans to be restructured by lenders, pending finalisation /approval penal interest etc(amount unascertained) have not been accounted for.The company has received notice under section 13(2) of SARFAESI Act on which legal opinion is being taken to reply and request the lenders to withdraw/drop the same.
- Previous periods/quarters figures have been regrouped and/or re-arranged wherever necessary to make their classification comparable with current period.

For and on behalf of the Board

Place: Chandigarh
Date: 29th November, 2014



Manish Bagrodia
Managing Director