

WINSOME YARNS LIMITED

Regd. Office : SCO 191-192, Sector 34-A, Chandigarh - 160022
Standalone Unaudited Financial Results For the Quarter Ended 30th June, 2010

(Rs. in Lacs)

S.No.	PARTICULARS	Quarter Ended Unaudited		Year Ended Audited
		30.06.10	30.06.09	31.03.10
1	a) Net Sales/Income from operations			
	Gross Sales	7147	4219	22226
	Less : Excise Duty	—	—	—
	Net Sales	7147	4219	22226
	b) Other Operating Income	—	15	—
	Total Income (a+b)	7147	4234	22226
2	Total Expenditure :			
	a) (Increase)/Decrease in Stock in Trade and Work in Progress	(736)	(368)	(1928)
	b) Consumption of Raw Materials	4465	2546	13223
	c) Purchase of Cotton Yarn	39	—	200
	d) Employee Cost	365	285	1304
	e) Power & Fuel	882	507	2802
	f) Depreciation	536	534	2014
	g) Other expenditure	988	640	3353
	Total Expenditure (a+b+c+d+e+f+g)	6539	4144	20968
3	Profit/(Loss)from Operations before other Income, Interest & Exceptional Items (1-2)	608	90	1258
4	Other Income	13	—	123
5	Profit/(Loss)before Interest & Exceptional Items (3+4)	621	90	1381
6	Interest	874	734	3174
7	Profit/(Loss)before Exceptional Items & Tax (5-6)	(253)	(644)	(1793)
8	Exceptional Items - Gain/(Loss)	—	—	—
9	Profit/(Loss)from Ordinary Activities before Tax (7-8)	(253)	(644)	(1793)
10	Provision for Taxation			
	- Current Tax	—	—	—
	- Fringe Benefit Tax	—	—	—
	- Deferred Tax Liability/(Asset)	—	—	(586)
11	Net Profit/(Loss) for the period (9-10)	(253)	(644)	(1207)
12	Paid-up Equity Capital (Face Value - Re. 1/- each)	2567	2567	2567
13	Reserves excluding Revaluation Reserve (as per balance sheet of previous accounting year)	—	—	1689
14	Basic and Diluted EPS-(Rs.)	(0.10)	(0.25)	(0.47)
15	Aggregate of public shareholding			
	- No. of Shares	102263700	77013700	83013700
	- Percentage of Shareholding	39.84%	30.01%	32.34%
16	Promoters and Promoter Group Shareholding			
	a) Pledged/Encumbered			
	- Number of Shares	130896500	50000000	130896500
	- Percentage of Shares (as a% of the total shareholding of Promoter and Promoter Group)	84.78%	27.83%	75.38%
	- Percentage of Shares (as a% of the total share capital of the Company)	51.00%	19.48%	51.00%
	b) Non-Encumbered			
	- Number of Shares	23499590	129646090	42749590
	- Percentage of Shares (as a% of the total shareholding of Promoter and Promoter Group)	15.22%	72.17%	24.62%
	- Percentage of Shares (as a% of the total share capital of the Company)	9.16%	50.51%	16.66%

Notes :

- The above results have been reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on 07th Aug, 2010 and also been reviewed by the Statutory Auditors.
- The company's operations during the year predominantly comprises of only one segment - Textiles (Yarn & Knitwear).
- The company has commenced generation of power in one of its hydro power unit for captive consumption.
- Auditors remarks on the accounts for the year ended 31st March, 2010 : (a) Non provision against overdue debts of Rs. 1903 lacs since in the opinion of the management, these debts are good for recovery; **Management Response** : There is no significant change in the status of these debts. (b) Non provision for diminution in the value of investment in subsidiary ; **Management Response** : Investments being long term in nature, hence diminution in value, being temporary, is not considered. (c) Managerial remuneration paid to the Managing Director is pending for approval of the Central Government; **Management Response** : Company's application is pending for approval with the Central Government.
- During the quarter, the company has applied for rework of existing CDR package before the CDR EG, which is pending for approval. Impact of the same, if any will be accounted for as & when approval is received.
- Provision for Current Tax and Deferred Tax will be made at the year end.
- The proceeds for preferential issue of convertible warrants is being utilized for the purposes as stipulated.
- Previous period figures have been regrouped and/ or re-arranged wherever necessary to make their classification comparable with current period.
- The Company has received eight grievances from the shareholders and the same have been resolved and replied during the quarter, hence no grievance was pending at the start and end of the quarter.

For WINSOME YARNS LIMITED

Sd/-

Manish Bagrodia
MANAGING DIRECTOR

Place : Chandigarh

Dated : 07.08.2010