

WINSOME YARNS LIMITED

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UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED ON 31ST DEC 2015

PART-I Sr. No.	Particulars	Rs. in lacs					
		Unaudited			Audited		
		Quarter Ended		31.12.2014	Nine Months Ended		6 Months Ended 31.03.2015
31.12.2015	30.09.2015	31.12.2015	31.12.2014				
1	Income from operations						
	(a) Net Sales/Income from operations(Net of Excise Duty)	8186	8934	9997	26400	26575	18448
	(b) Other Operating Income	527	525	859	1827	1932	1687
	Total Income from operations (Net)	8713	9459	10856	28227	28507	20135
2	Expenses						
	(a) Cost of Material consumed	5940	6923	6055	19725	18732	13378
	(b) Purchase of stock-in-trade	48	-	-	48	12	-
	(c) Changes in Inventories of finished goods, Work in progress & stock in trade	(399)	(824)	4096	(993)	6678	4669
	(d) Employee Benefit expense	695	747	698	2167	1954	1309
	(e) Depreciation & Amortisation expenses	430	429	362	1290	1450	874
	(f) Power & Fuel(net)	1172	1078	1022	3398	2853	2217
	(g) Other expenses	1129	1060	1083	3284	2995	2406
	Total Expenses	9,015	9,413	13,316	28,919	34,674	24,853
3	Profit/(Loss) from Operations before other Income, Finance cost & Exceptional Items(1-2)	(302)	46	(2,460)	(692)	(6,167)	(4,718)
4	Other Income	21	25	299	96	451	318
5	Profit/(Loss) from ordinary activities before Finance cost & Exceptional Items (3+4)	(281)	71	(2,161)	(596)	(5,716)	(4,400)
6	Finance cost	136	15	1472	169	4311	275
7	Profit/(Loss) from ordinary activities after finance cost but before Exceptional Items (5-6)	(417)	56	(3,633)	(765)	(10,027)	(4,675)
8	Exceptional Items	-	444	-	444	-	-
9	Profit/(Loss) from Ordinary Activities before Tax (7-8)	(417)	(388)	(3,633)	(1,209)	(10,027)	(4,675)
10	Tax Expense						
	- Current Tax	-	-	-	-	-	-
	- Deferred Tax Liability/(Asset)	-	-	-	-	-	-
11	Net Profit/(Loss) from ordinary activities after tax (9-10)	(417)	(388)	(3,633)	(1,209)	(10,027)	(4,675)
12	Extraordinary items	-	-	-	-	-	-
13	Net Profit/(Loss) for the period (11-12)	(417)	(388)	(3,633)	(1,209)	(10,027)	(4,675)
14	Paid - up Equity Capital (Face Value - Rs. 10/- each)	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)
16	Earnings Per Share of Rs 10/- each (Not Annualised)						
	- Basic & Diluted (Rs.)	(0.59)	(0.55)	(5.14)	(1.71)	(14.18)	(6.61)

Notes:

- The above results have been reviewed by the Audit committee and approved by the Board of Directors in their meeting held on 10th Feb.2016. The above results have been limited reviewed by the statutory Auditors.
- The company is only in one line of business namely Textiles (Yarn, Knitwear & related revenue).
- As per Audited financial Statements as at 30th September 2014, the accumulated losses of the Company have exceeded its entire net worth and the Company has become a Sick Industrial Company under section 31(1)(o) of the Sick Industrial Companies (Special Provisions) 1985(SICA). The Board of Directors of the Company had sufficient reasons to form an opinion that the Company had become a Sick Industrial Company, on the basis of unaudited financial statements for the period ended June 30, 2014 and accordingly a Reference was filed with Board for Industrial and Financial Reconstruction(BIFR) under section 15(1) of the SICA on October 16, 2014 and company had been registered with the BIFR as case no 52/2015. First hearing had been held on 05th Oct :2015 and Next date of hearing was fixed for 02nd Feb.2016 and no hearing took place and next date is yet to be fixed.
- Auditors remarks on the accounts for the year ended 31st Mar.2015 (a) Regarding pending confirmation/reconciliation of balances of certain receivables (including overseas overdue receivables), bank balances, payables (including associate company), secured loans, contingent and other liabilities, loans and advances- Impact unascertainable). 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 of Raw Material and Stores & Spares as balancing figure And valuation of inventories is as taken valued and certified by the management (Impact unascertainable).: Management response : Accounting is being done as per past practice, however, Company is in process to further strengthen the system.(d) Non-provision against impairment (as per AS-28) in value of assets of Knitwear unit(CGU)and [Impact unascertainable]: Management response : The Company will reassess the value of CGU and the resulting impairment loss on sanction by the lenders of corrective Action Plan or Reworking of its Debts, and adjustment of impairment and lenders liability, if any, will be accounted in books of account of the company concurrently therewith.(e) Regarding non-provision for penal interest and penalty; Management response:read with note no.6 as stated below. (f) Regarding pending receipt of part money of GDR; Management response : Read with note no.5 as stated below. (g) regarding non-provision for interest and penalty on statutory dues :Management response : the same will be provided / accounted for as and when paid.(h) Pending appointment of independent Director:Management response :Company is in process to appoint an independent director.(i) Managerial Remuneration: Management response : The Company has made an application before the central govt.and approval was received on Jan.04,2016 for 18.00 lacs p.a.and the company is seeking legal advice for revision of the same. (j) Compliance of CDR : Management response:The company account has already exited from CDR on November 20,2014.Further, six of banks (UCO Bank, State Bank of Patiala, Punjab National Bank, United Bank of India, Dena Bank and Canara Bank), have assigned and transferred the total debts due from the Company alongwith the underlying rights, title and interests in financial assistances granted to the Company to an Asset Reconstruction Company (ARC). Pending final settlement from ARC, the Company has shown part of the debts due to the above stated banks under Long Term Borrowings.(k)Regarding Written off/ Written back and adjustment/set off of receivable/ payables pending necessary approval :Management response ; the company is in process of obtaining necessary approvals from AD/RBI.
- 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. The GDR which was earlier listed with Luxembourg stock exchange has been delisted
- Due to continuous losses and financial tightness, the company has not been able to fully pay due installments & interest of term loan on due dates & certain overdue amount is continuing/ unpaid till date (as detailed in note no.5.6 of audited financial statement for the period ended 31st March 2015). Interest on term loans and working capital including overdue amount, penal interest etc. (amount unascertained) has not been provided and as the same will be provided / accounted for as and when paid/settled as the company is in process of discussion/ applying for getting loans to be restructured by the lenders.
- 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 Board of Directors

Place: Chandigarh
Date: 10th Feb.2016



Manish Bagrodia
Managing Director
DIN No.00046944