



Amod Agrawal & Associates
Chartered Accountants

Auditor's Report On Quarterly Financial Results and Year to Date Results of the Filatex India Limited Pursuant to the Clause 41 of the Listing Agreement

To
Board of Directors of Filatex India Limited.

1. We have audited the quarterly financial results of Filatex India Limited ("the Company") for the quarter ended 31st March, 2015 and the financial results for the period from April 1, 2014 to March 31, 2015, attached herewith, being submitted by the Company pursuant to the requirement of clause 41 of the Listing Agreement, except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding', which have been traced from disclosures made by the management and have not been audited by us. These quarterly financial results as well as the year to date financial results have been prepared on the basis of interim financial statements, which are the responsibility of Company's management. Our responsibility is to express an opinion on these financial results based on our audit of such interim financial statements, which has been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard (AS) 25; Interim Financial Reporting, specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and other accounting principles generally accepted in India.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.
3. In terms of the Notification No.G.S.R. 225(E) dated March 31, 2009 as amended till date by the Ministry of Corporate Affairs (MCA) on Accounting Standard (AS-11), the Company had exercised the option to adjust the foreign exchange difference on long term foreign currency loans (including foreign currency loans obtained under buyers credit with maturity of less than one year and considered as long term liabilities, as the same are to be rolled over for a period of three years from the date of origination) to the cost of qualifying capital assets. Accordingly, the Company has reduced Rs.4.20 lacs during the quarter and added Rs.17.82 lacs for the year ended March 31, 2015 on account of foreign exchange difference to the cost of qualifying assets and reduced depreciation of Rs0.05 lacs during the quarter and charged Rs0.81 lacs for the year ended March 31, 2015, consequently profit for the quarter would have been higher by Rs 4.15 lacs and for the year would have been lower by Rs 17.01 lacs. The company has received a letter dated 26th December, 2014 from National Stock Exchange (NSE) advising the company to restate its Financial Statements for the financial year 2012-13 subsequent to our qualification relating to treatment of foreign exchange difference during FY 2012-13. The company had taken up the matter with NSE/SEBI to explain and substantiate the accounting treatment by the company. Pending personal hearing allowed by SEBI, the company has not given any effect of the qualification in the financial statements. Impact will be accounted for on receipt of final decision in the matter.

Certified to be True Copy
For FILATEX INDIA LTD.

R. K. Singh
Company Secretary



FILATEX INDIA LIMITED

Regd Office: S.No.274, Derrni Road, Dadra-396 191 (UT of Dadra & Nagar Haveli)
Corporate Identification Number (CIN): L17119DN1990PLC000091

Statement of Audited Financial Results for the Quarter and Year Ended 31st March, 2015

PART-I		PARTICULARS	Quarter Ended			Year Ended	
			31.03.2015	31.12.2014	31.03.2014	31.03.2015	31.03.2014
			(Audited)*	(Unaudited)	(Audited)	(Audited)	(Audited)
1	Income from Operations						
	(a) Net Sales/Income from Operations (Net of Excise Duty)	26,893	38,304	47,167	156,840	176,362	
	(b) Other Operating Income	101	113	217	436	578	
	Total Income from Operations (net)	26,994	38,417	47,384	157,276	176,940	
2	Expenses						
	(a) Cost of Materials consumed	20,010	27,981	31,660	109,356	134,737	
	(b) Purchases of traded goods	1,368	4,881	10,017	26,387	21,042	
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(36)	242	839	(743)	1,589	
	(d) Employee benefits expense	906	958	702	3,539	3,175	
	(e) Depreciation and amortisation expense	495	519	605	2,057	2,593	
	(f) Other expenses	2,755	2,648	1,931	10,850	12,156	
	Total Expenses	25,498	37,232	45,754	151,446	175,312	
3	Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	1,496	1,185	1,630	5,830	1,628	
4	Other Income	242	239	665	970	1,225	
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3 + 4)	1,738	1,424	2,295	6,800	2,853	
6	Finance costs	1,301	1,306	1,227	5,360	4,003	
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 - 6)	437	118	1,068	1,440	(1,150)	
8	Exceptional items	-	-	-	-	-	
9	Profit / (Loss) from ordinary activities before tax (7 - 8)	437	118	1,068	1,440	(1,150)	
10	Tax expense (Net)	145	40	382	480	(340)	
11	Net Profit/(Loss) from ordinary activities after tax (9-10)	292	78	686	960	(810)	
12	Extraordinary items (net of tax expenses)	-	-	-	-	-	
13	Net Profit / (Loss) for the period (11 - 12)	292	78	686	960	(810)	
14	Paid-up equity share capital (Face Value Rs. 10 each)	3,200	3,200	2,824	3,200	2,824	
15	Reserve excluding revaluation reserves	-	-	-	13,833	12,383	
16	Earnings per share (EPS) in Rupees (not annualised):						
	- Basic	0.95	0.24	2.80	3.12	(3.30)	
	- Diluted	0.95	0.24	2.56	3.12	(3.30)	
PART-II							
A.	Particulars of Shareholding						
1	Public Shareholding						
	- No. of Shares	11,974,505	11,974,505	11,974,505	11,974,505	11,974,505	
	- Percentage of Shareholding	37.42	37.42	42.40	37.42	42.40	
2	Promoters and Promoter Group Shareholding						
	(a) Pledged/Encumbered						
	- Number of Shares	8,972,679	8,972,679	6,500,000	8,972,679	6,500,000	
	- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	44.81	44.81	39.96	44.81	39.96	
	- Percentage of Shares (as a % of the total share capital of the company)	28.04	28.04	23.02	28.04	23.02	
	b) Non-encumbered						
	- Number of Shares	11,052,816	11,052,816	9,765,495	11,052,816	9,765,495	
	- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	55.19	55.19	60.04	55.19	60.04	
	- Percentage of Shares (as a % of the total share capital of the company)	34.54	34.54	34.58	34.54	34.58	
B	INVESTOR COMPLAINTS						
				31.03.15			
	Pending at the beginning of the quarter			Nil			
	Received during the quarter			0			
	Disposed of during the quarter			0			
	Remaining unresolved at the end of the quarter			Nil			

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For FILATEX INDIA LTD

Company Secretary



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STATEMENT OF ASSETS AND LIABILITIES	(Rs. in Lacs)	
	As at 31.03.2015 (Audited)	As at 31.03.2014 (Audited)
Particulars		
A. EQUITY AND LIABILITIES		
1. Shareholders' Funds	3,200	2,824
(a) Share Capital	13,833	12,383
(b) Reserves and Surplus		235
(c) Money received against share warrants	17,033	15,442
Subtotal- Shareholders' Funds		
2. Share application money pending allotments		
3. Non - Current Liabilities	21,913	28,321
(a) Long-Term Borrowings	1,669	1,227
(b) Deferred Tax Liabilities (Net)	331	19
(c) Other Long Term Liabilities	369	271
(d) Long Term Provisions	24,282	29,838
Subtotal- Non Current Liabilities		
4. Current Liabilities	15,763	13,073
(a) Short-Term Borrowings	8,368	14,518
(b) Trade Payables	6,127	4,750
(c) Other Current Liabilities	77	63
(d) Short Term Provisions	30,333	32,404
Subtotal- Current Liabilities	71,648	77,684
TOTAL - EQUITY AND LIABILITIES		
B ASSETS		
1. Non - Current Assets	39,064	39,940
(a) Fixed Assets		
(b) Non Current Investments		
(c) Deferred Tax Assets	1,792	415
(d) Long-Term Loans and Advances	84	313
(e) Other Non Current Assets	40,940	40,668
Subtotal- Non Current Assets		
2. Current Assets		
(a) Current Investments	11,852	6,676
(b) Inventories	14,910	21,437
(c) Trade Receivables	1,544	3,217
(d) Cash and Bank balance	1,221	2,592
(e) Short-Term Loans and Advances	1,181	3,094
(f) Other Current Assets	30,708	37,016
Subtotal- Current Assets	71,648	77,684
TOTAL - ASSETS		



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For FILATEX INDIA LTD
Ramesh
Company Secretary

Notes:-

- 1 The above results were reviewed by the Audit Committee and thereafter approved by the Board of Directors at their meeting held on May 04, 2015.
- 2* Figures of last quarter are the balancing figures between audited figures in respect of the full year ended March, 2015 and published year to date reviewed figures upto the third quarter ended December 31, 2014
- 3 The Company has only single reportable business segment of manufacture of Synthetic Yarn & Textiles in terms of the requirement of Accounting Standard 17.
- 4 Effective from April 01, 2014 the company has charged depreciation based on the revised remaining useful life of the assets as per the requirement of Schedule II of the Companies Act, 2013. Due to above, depreciation charge for the quarter and year ended March 31, 2015, is lower by Rs. 156 lacs and Rs. 568 lacs respectively. Further based on transitional provision provided in Note 7(b) of Schedule II, an amount of Rs.74 lacs (Net of Deferred Tax) has been adjusted with retained earnings.
- 5 In terms of the Notification No.G.S.R. 225(E) dated March 31, 2009 as amended till date by the Ministry of Corporate Affairs (MCA) on Accounting Standard (AS-11), the Company had exercised option to adjust the foreign exchange difference on long term foreign currency loans (including foreign currency loans obtained under buyers credit under a long term contract and having repayment period of three years with maturity of less than one year and considered as long term liabilities, as the same are to be rolled over for a period of three years from the date of origination) to the cost of qualifying capital assets. Accordingly during the quarter, the company has reduced Rs. 4.20 lacs on account of foreign exchange difference (and added Rs. 17.82 lacs during the year) to the cost of qualifying assets which are being amortized over the remaining life of such assets upon capitalization.
The company has received letter dated 26th December, 2014 from National Stock Exchange (NSE) advising the company to restate its Financial Statements for the financial year 2012-13 subsequent to the auditors qualification relating to treatment of foreign exchange difference during FY 2012-13. The company has taken up the matter with NSE/SEBI to explain and substantiate the accounting treatment by the company is justified. Considering the companies request the Securities & exchange board of India (SEBI) has informed the company for providing an opportunity of being heard and make submissions/representations before Qualified Audit Review Committee (QARC). As the matter is under consideration of SEBI/QARC, any effect with respect to restatement of financial statement for FY 2012-13 will be accounted for on receipt of final decision in the matter.
- 6 Figures of the previous periods/year have been regrouped/rearranged wherever considered necessary, in order to make them comparable.

Place : New Delhi
Dated: May 04, 2015



On behalf of the Board of Directors

Madhur Sudhan Bhargava
MADHU SUDHAN BHARGAVA
VICE CHAIRMAN & MD

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For FILATEX INDIA LTD
R. M. S.

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