

Spentex Industries Limited
 Regd. Off: A-60, OKHLA INDUSTRIAL AREA, PHASE - II, NEW DELHI - 110020.
STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTH ENDED 31ST DEC., 2014


Particulars	Standalone						(Figures in Lacs except EPS)	
	Quarter ended		9 Months Ended		Year ended			
	31.12.2014	30.09.2014	31.12.2013	31.12.2014	31.12.2013	31.03.2014		
1 a) Net Sales / Income from operations (Net of excise duty)	19,872.06	22,407.87	28,181.59	88,824.57	86,824.77	114,289.73		
b) Other Operating Income	7.88	739.90	110.25	780.48	648.48	716.85		
Total Income (a + b)	19,879.94	23,147.77	28,271.33	89,645.05	87,273.25	115,006.58		
2 Expenditure:								
a) Consumption of raw materials (including consumption of stores, spares and packing materials)	10,823.70	16,990.77	21,194.37	46,763.55	61,531.02	82,319.14		
b) Purchase of finished goods	888.24	290.68	873.11	1,408.24	1,268.37	1,310.79		
c) Changes in inventories of finished goods, work in progress and stock in trade	2,785.50	(698.24)	(1,763.56)	2,337.24	(1,612.82)	(2,811.08)		
d) Employees benefits expenses	1,996.63	2,068.30	1,953.57	6,097.75	5,821.87	7,723.27		
e) Depreciation and amortisation expenses	356.68	239.28	445.70	1,013.76	1,392.37	1,633.53		
f) Power and fuel cost	1,828.68	2,332.76	2,568.49	6,469.79	7,352.86	9,643.88		
g) Other expenditure	1,325.76	1,403.76	1,850.92	4,629.40	6,436.41	8,464.59		
Total Expenses	19,985.22	22,529.35	27,132.80	69,719.73	82,189.98	109,884.12		
3 Profit / (Loss) from Operations before Other Income, Finance Cost, Prior Period & Exceptional Items (1-2)	(105.27)	618.42	1,138.23	925.33	5,093.27	6,322.46		
4 Other Income	141.03	232.87	76.58	697.38	413.64	652.60		
5 Profit / (Loss) before Finance Cost, Prior Period & Exceptional Items (3+4)	35.76	851.29	1,217.81	1,612.71	5,456.91	6,975.06		
6 Finance Cost	1,978.17	2,010.06	2,086.78	5,943.10	6,071.66	8,104.40		
7 Profit / (Loss) after Finance cost but before Prior Period & Exceptional Items (5-6)	(1,942.41)	(1,158.77)	(868.97)	(4,330.39)	(674.75)	(1,129.34)		
8 Profit / (Loss) after Finance Cost & Prior period items but before Exceptional Items (7-8)	(1,942.41)	(1,158.77)	(868.97)	(4,330.39)	(674.75)	(1,129.34)		
9 Profit / (Loss) from Ordinary Activities before tax (9-10)	(1,942.41)	(1,158.77)	(868.97)	(4,330.39)	(674.75)	(1,129.34)		
10 Tax expenses	(1,942.41)	(1,158.77)	(868.97)	(4,330.39)	(674.75)	(1,129.34)		
11 Net Profit / (Loss) from Ordinary Activities after tax (11-12)	(1,942.41)	(1,158.77)	(868.97)	(4,330.39)	(674.75)	(1,129.34)		
12 Extraordinary items (net of tax expense)	(1,942.41)	(1,158.77)	(868.97)	(4,330.39)	(674.75)	(1,129.34)		
13 Net Profit / (Loss) for the period (13-14)	(1,942.41)	(1,158.77)	(868.97)	(4,330.39)	(674.75)	(1,129.34)		
14 Paid up Equity Share Capital (Face Value Rs. 10/- each)	8,977.20	8,977.20	8,977.20	8,977.20	8,977.20	8,977.20		
15 Reserves excluding Revaluation Reserves as per balance sheet of previous year	(2.16)	(1.29)	(0.95)	(4.82)	(0.64)	(1.32)		
16 Basic EPS before Extraordinary items for the period and for the previous year	(2.16)	(1.29)	(0.95)	(4.82)	(0.64)	(1.32)		
17 Earnings Per Share (EPS) (net annualized) (Rs.)	(2.16)	(1.29)	(0.95)	(4.82)	(0.64)	(1.32)		
18 Diluted EPS after Extraordinary items for the period and for the previous year	(2.16)	(1.29)	(0.95)	(4.82)	(0.64)	(1.32)		

PART II Select information for the quarter and nine month ended 31/12/2014	
A. PARTICULARS OF SHAREHOLDING	
1 Public Shareholding	
Number of Shares	39,441,475
Percentage of Shareholding	43.94%
2 Promoters and promoter group Shareholding	
Pledged / Encumbered	
- Number of Shares	45,223,058
- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	89.85%
- Percentage of Shares (as a % of the total share capital of the Company)	50.38%
Non - Encumbered	
- Number of Shares	5,107,502
- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	10.15%
- Percentage of Shares (as a % of the total share capital of the Company)	5.68%

B. INVESTOR COMPLAINTS	Period at the beginning of the quarter	Period at the end of the quarter
Resolved during the quarter	2	2
Remains unresolved at the end of the quarter	Nil	Nil

- The above financial results have been circulated to members of Audit Committee, obtained consent of Committee and were approved by the Results Approval Committee of Board of Directors in their meeting held on 02nd March, 2015.
- The Statutory Auditors have carried out limited review of the Unaudited Standalone Financial Results of the Company for the quarter ended 31st December, 2014, in accordance with Accounting Standard 17 on Segment Reporting notified under section 211(2C) of the Companies Act, 1956, for standalone financials, the Company has identified two Business Segments viz., Textile Manufacturing and Textile Trading, accordingly segment disclosure has been done.
- The Auditors, in their limited review report have mentioned regarding diminution in the value of company's long term investment of 2,644.70 lacs and recoverability of 6,224.17 lacs (Previous quarter - 6,177.53 lacs) in Amt. Spinning Industries Limited (ASIL), subsidiary of the Company. Due to economic slow down, ASIL had experienced the sharp decline in the share price and hence the management in the global textile market ASIL will be able to make good its losses in a foreseeable period of time which will also place this subsidiary in a position to repay the liabilities in due course and hence no adjustment is required in the books of accounts.
- As on March 31, 2012, the accumulated losses of the Company in standalone 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 2011-12 due to adverse Govt policies and high volatility of Raw Material prices. Further, considering the change in scenario, recent performance and trends of the company as well as overall industry outlook, 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 on the strength of management's plan of revival including reorganization of business.
- The Company has an investment of 9,510.11 lacs and 92.24 lacs in its subsidiary Spinnex Netherlands B. V. (SNBV) and its step down subsidiary Spinnex has sent Toyent LLC (STTL) respectively. Further it has 200 lacs payable from STTL and advances recoverable of 650.71 lacs in SNBV, as on 31st December, 2014. The Company has also generated operation of STTL, but only payable, but also expatriated its investment. All the assets and liabilities of STTL have been taken over by National Bank of Uzbekistan (NBU) and existence of STTL has been liquidated as per bankruptcy laws. In view of this corporate guarantee given by company in respect of STTL liability for deferred payment to Tashkent Toytepa Textile (TTL) stand extinguished. SNBV, which had made around 99% investment in the equity of STTL, had filed request for Arbitration against GOU for Claim through its lawyer before International Center for Settlement Investment Dispute (ICSID). As per the schedule prescribed in the procedural order issued by ICSID, SNBV has filed the memorial on Jurisdiction and Merits on 30th June, 2014. Based on the claim lodged with ICSID, Board of Directors have decided not to make any provision for the aforesaid amounts. In addition to above claim, the company has sent notice to the GOU for indemnity the further losses caused to company directly or indirectly on account of investment made in Uzbekistan.
- During the nine month ended 31st December, 2014, the company has revised the Depreciation rates based on the useful lives of its various fixed assets as per Part C of Schedule-II to the Companies Act-2013. As a result, depreciation for nine month ended 31st December, 2014 is lower by 231.49 lacs.
- Extraordinary items represents write back of 137.00 lacs due to loan waiver from lender.
- Trade receivables, advance balances and export incentive receivables amount aggregating to 63.71 lacs, 273.16 lacs, 178.69 lacs respectively due from certain parties where payments are not forthcoming. Against the above, the Company has filed a suit for recovery. In addition to above for 128.30 lacs dues from Government Authorities, company had filed an application for release with concerned authorities. The Company is making effort to recover the same and expects to reduce the outstanding dues significantly. Based on outcome of the legal suit coupled with further negotiations with these parties, the management is of the opinion that ultimately there would be no losses against these old balances and hence no provision is considered necessary at the stage.
- Previous period figures have been regrouped / rearranged wherever necessary, to conform to the current period presentation.

BY ORDER OF THE BOARD OF DIRECTORS
FOR SPINNEX INDUSTRIES LIMITED


KAPIL CHANDRA
DIRECTOR
Places : New Delhi
Date: 02nd March, 2015

Particulars	REPORTING OF SEGMENT - WISE REVENUE, RESULTS AND CAPITAL EMPLOYED						Year ended 31.03.2014 Audited
	Quarter ended		9 months Ended		31.12.2013	31.12.2013 Unaudited	
	31.12.2014	30.09.2014	31.12.2014	31.12.2014			
		Unaudited		Unaudited			
1. Segment Revenue							
a) Textile- Manufacturing	19,904.28	21,573.46	26,833.88	67,459.89	84,059.11	110,961.20	
b) Textile- Trading	903.37	4,013.45	3,108.63	6,691.83	8,515.11	10,602.88	
Total	20,807.65	25,586.91	29,942.52	74,151.72	92,574.22	121,564.08	
Less : Inter segment revenue	927.71	2,439.14	1,670.69	4,506.66	5,300.96	6,557.50	
Total Income	19,879.94	23,147.77	28,271.83	69,645.05	87,273.26	115,006.58	
2. Segment Results							
Profit (+) / Loss (-) before tax and interest from each Segment							
a) Textile- Manufacturing	1,843.60	500.35	676.77	2,888.34	5,037.14	6,688.74	
b) Textile- Trading	(1,014.31)	649.38	1,025.50	245.71	2,240.73	2,673.47	
TOTAL	829.29	1,149.73	1,702.27	3,134.05	7,277.87	9,362.21	
Less :							
i) Interest	1,978.17	2,010.06	2,066.78	5,943.10	6,071.66	8,104.40	
ii) Other unallocable expenditure net off	678.82	597.31	558.58	1,883.77	1,782.84	2,540.18	
iii) Other unallocable income	(114.71)	298.86	74.11	362.43	1.88	96.00	
Profit/ (Loss) before tax	(1,942.41)	(1,158.77)	(848.99)	*(4330.39)	(574.75)	(1,186.37)	
3. Capital Employed							
(Segment Assets - Segment Liabilities)							
a) Textile- Manufacturing	19,559.31	22,017.98	23,534.77	19,559.31	23,534.77	26,328.49	
b) Textile- Trading	632.59	1,320.30	1,656.45	632.59	1,656.45	1,023.90	
Unallocated	(30,794.62)	(31,998.60)	(30,856.10)	(30,794.62)	(30,856.10)	(33,761.74)	
TOTAL	(10,602.72)	(8,660.32)	(5,664.87)	(10,602.72)	(5,664.88)	(6,409.33)	

* Excluding extraordinary income of Rs. 137.00 lac.

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