

SPENTEX INDUSTRIES LIMITED

Manufacturer of Yarns



May 29, 2015

BSE Limited

Stock Code. **521082**

Corporate Relationship Deptt.
1st, Floor, New Trading Ring, Rotunda Bldg.
P J Towers, Dalal Street
Mumbai 400 001

National Stock Exchange Of India Ltd.

Stock Code: **SPENTEX**

Exchange Plaza
Bandra Kurla Complex
Bandar (E), Mumbai-400051

Dear Sir/Madam,

Sub: Outcome of the Board Meeting held on 29th May, 2015

This is to inform you that the Board of Directors of the Company at their meeting held on 29th May, 2015 has, *interalia*, approved the

1. Audited Financial Results for the quarter/year ended ended 31st March, 2015.
2. Appointment of M/s RCMC Share Registry Private Limited as Registrar and Transfer Agent in place of M/s Beetal Financial & Computer Services (P) Ltd.

Please find enclosed herewith the Audited Financial Results for the quarter/year ended 31st March, 2015 and Statement of Assets & Liabilities as on 31st March, 2015 as per Clause 41 of Listing Agreement.

Please take the above on record.

Thanking you,

Yours truly,
For SPENTEX INDUSTRIES LIMITED


COMPANY SECRETARY

Encl: as above.

Spentex Industries Limited

Reqd. Off : A-60, OKHLA INDUSTRIAL AREA, PHASE - II, NEW DELHI - 110020.

STANDALONE AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2015

PART I Statement of Standalone Audited Results for the quarter and year ended 31/03/2015		Rs. In lacs (except EPS and Shares)				
	Particulars	Standalone				
		Quarter ended		Year ended		
		31.03.2015	31.12.2014	31.03.2014	31.03.2015	31.03.2014
		Audited	Unaudited	Audited	Audited	
1	a) Net Sales / Income from operations (Net of excise duty)	19,954.44	19,036.76	26,891.41	86,982.23	111,382.73
	b) Other Operating Income	300.22	557.69	773.55	2,132.15	2,907.01
	Total Income (a + b)	20,254.66	19,594.45	27,664.96	89,114.37	114,289.73
2	Expenditure:					
	a) Consumption of raw materials (including consumption of stores, spares and packing materials)	12,668.17	10,823.70	20,788.12	59,431.72	82,137.27
	b) Purchase of traded goods	36.25	868.24	42.42	1,446.49	1,494.42
	c) Changes in inventories of finished goods, work in progress and stock in trade	2,299.18	2,785.50	(998.16)	4,636.42	(2,611.08)
	d) Employees benefits expenses	1,913.40	1,996.63	1,901.40	8,011.15	7,759.25
	e) Depreciation and amortisation expenses	154.93	356.68	441.16	1,168.69	1,820.50
	f) Power and fuel cost	2,220.88	1,828.68	2,291.02	8,690.67	9,643.88
	g) Other expenditure	1,184.81	1,325.79	2,028.18	5,814.21	8,457.32
	Total Expenses	20,479.63	19,985.22	26,494.14	89,199.35	108,701.55
3	Profit / (Loss) from Operations before Other Income, Finance Cost, Prior Period & Exceptional Items (1-2)	(224.97)	(390.77)	1,170.82	(84.99)	5,688.18
4	Other Income	193.20	426.52	307.33	1,665.77	1,386.89
5	Profit / (Loss) before Finance Cost, Prior Period & Exceptional Items (3+4)	(31.77)	35.75	1,478.15	1,580.78	6,975.07
6	Finance Cost	1,993.97	1,978.17	2,032.74	7,937.07	8,104.40
7	Profit / (Loss) after Finance cost but before Prior Period & Exceptional Items (5-6)	(2,025.75)	(1,942.42)	(554.59)	(6,356.30)	(1,129.34)
8	Prior Period Items (Net of Income)	-	-	57.03	-	57.03
9	Profit / (Loss) after Finance Cost & Prior period Items but before Exceptional Items (7-8)	(2,025.75)	(1,942.42)	(611.62)	(6,356.30)	(1,186.37)
10	Exceptional Items	-	-	-	-	-
11	Profit / (Loss) from Ordinary Activities before tax (9-10)	(2,025.75)	(1,942.42)	(611.62)	(6,356.30)	(1,186.37)
12	Tax expense	-	-	-	-	-
13	Net Profit / (Loss) from Ordinary Activities after tax (11-12)	(2,025.75)	(1,942.42)	(611.62)	(6,356.30)	(1,186.37)
14	Extraordinary Items (net of tax expense)	-	-	-	137.18	-
15	Net Profit / (Loss) for the period (13-14)	(2,025.75)	(1,942.42)	(611.62)	(6,219.12)	(1,186.37)
16	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
17	Reserves excluding Revaluation Reserves as per balance sheet of previous year	-	-	-	-	(15,386.55)
18	Earnings Per Share (EPS) (not annualized) (Rs.)					
	a) Basic EPS before Extraordinary items for the period and for the previous year	(2.26)	(2.16)	(0.68)	(7.08)	(1.32)
	Diluted EPS before Extraordinary items for the period and for the previous year	(2.26)	(2.16)	(0.68)	(7.08)	(1.32)
	b) Basic EPS after Extraordinary items for the period and for the previous year	(2.26)	(2.16)	(0.68)	(6.93)	(1.32)
	Diluted EPS after Extraordinary items for the period and for the previous year	(2.26)	(2.16)	(0.68)	(6.93)	(1.32)

PART II Select Information for the quarter and year ended ended 31/03/2015

A. PARTICULARS OF SHAREHOLDING

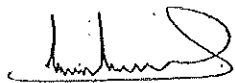
1	Public Shareholding					
	Number of Shares	39,441,475	39,441,475	39,441,475	39,441,475	39,441,475
	Percentage of Shareholding	43.94%	43.94%	43.94%	43.94%	43.94%
2	Promoters and promoter group Shareholding					
	a) Pledged / Encumbered					
	- Number of Shares	45,223,058	45,223,058	45,223,058	45,223,058	45,223,058
	- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	89.85%	89.85%	89.85%	89.85%	89.85%
	- Percentage of Shares (as a % of the total share capital of the Company)	50.38%	50.38%	50.38%	50.38%	50.38%
	b) Non - Encumbered					
	- Number of Shares	5,107,502	5,107,502	5,107,502	5,107,502	5,107,502
	- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	10.15%	10.15%	10.15%	10.15%	10.15%
	- Percentage of Shares (as a % of the total share capital of the Company)	5.68%	5.68%	5.68%	5.68%	5.68%

B. INVESTOR COMPLAINTS	
Pending at the beginning of the quarter	Nil
Received during the quarter	-
Disposed of during the quarter	-
Remaining unresolved at the end of the quarter	Nil

Note:


- 1 The above financial results have been reviewed by the Audit Committee and were approved by the Board of Directors in their meeting held on 29th May, 2015.
- 2 In accordance with Accounting Standard 17 on Segment Reporting notified under section 211(3C) 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.
- 3 The Auditors, in their standalone audit report have mentioned regarding diminution in the value of company's long term investment of Rs. 2,044.70 lacs and recoverability of Rs. 6414.66 lacs (Previous quarter 6,224.17 lacs lacs) in Amit Spinning Industries Limited (ASIL), subsidiary of the Company. Due to economic slow down, ASIL had registered losses during the year as well as earlier financial years and eroded its net worth. The Company believes that the diminution in value of said Investment is temporary in nature and considering improvement 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.
- 4 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.
- 5 The Company has an investment of ` 5,610.11 lacs and ` 93.24 lacs in its subsidiary Spentex Netherlands B. V. (SNBV) and its step down subsidiary Spentex Tashkent Toytepa LLC (STTL) respectively. Further it has ` 700.12 lacs as export receivable from STTL and advances recoverable of ` 950.71 lacs in SNBV as on March 31st, 2015. During the period of investment, Government of Uzbekistan (GOU) changed certain laws and policies breaching the investment agreement and rendered operation of STTL not only unviable, but also expropriated 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 Jurisdictions 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 indemnify the further losses caused to company directly or indirectly on account of investment made in Uzbekistan.
- 6 During the year ended 31st March, 2015, 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 year ended 31st March, 2015 is lower by Rs.295.22 lacs. Further, in respect of fixed assets whose life has been expired as on 31st March 2014 an amount of Rs. 182.01 Lacs has been adjusted with General Reserve.
- 7 Extraordinary items represents write back of ` 137.00 lacs due to loan waiver from lender.
- 8 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.
- 9 The figures for the quarter ended March 31, 2015 and for the corresponding quarter ended March 31, 2014 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the respective financial year ending on March 31st.
- 10 Previous period figures have been regrouped / recasted / rearranged wherever necessary, to conform to the current period presentation.

BY ORDER OF THE BOARD OF DIRECTORS.
FOR SPENDEX INDUSTRIES LIMITED



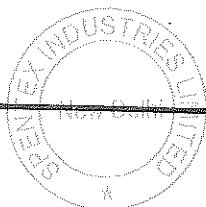
MUKUND CHOUDHARY
MANAGING DIRECTOR
Place : New Delhi
Date : May 29, 2015

REPORTING OF SEGMENT - WISE REVENUE, RESULTS AND CAPITAL EMPLOYED					
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. Segment Revenue					
a) Textile- Manufacturing	20,416.62	19,618.78	26,833.72	87,091.18	110,244.35
b) Textile Trading	103.90	903.37	2,113.29	6,795.71	10,602.88
Total	20,520.52	20,522.15	28,947.01	93,886.90	120,847.23
Less : Inter segment revenue	265.86	927.71	1,282.05	4,772.52	6,557.50
Total Income	20,254.66	19,594.45	27,664.96	89,114.37	114,289.73
2. Segment Results					
Profit (+) / Loss (-) before tax and interest from each Segment					
a) Textile- Manufacturing	(276.56)	621.93	1,651.60	2,611.78	6,688.74
b) Textile Trading	(24.71)	207.36	432.74	220.99	2,673.47
TOTAL	(301.27)	829.29	2,084.34	2,832.78	9,362.21
Less :					
i) Interest	1,993.98	1,978.17	2,032.74	7,937.07	8,104.40
ii) Other unallocable expenditure net off	(679.72)	678.82	757.36	1,204.19	2,540.18
iii) Other unallocable income	(410.24)	(114.72)	94.14	89.37	96.00
Total Profit / (Loss) before Tax	(2,025.75)	(1,942.42)	(611.62)	(6,219.12)	(1,186.37)
3. Capital Employed					
(Segment Assets - Segment Liabilities)					
a) Textile- Manufacturing	(17,428.83)	(15,753.42)	(13,761.67)	(17,428.83)	(13,761.67)
b) Textile Trading	1,924.41	1,551.45	1,598.16	1,924.41	1,598.16
Unallocated	3,803.47	3,599.24	5,754.18	3,803.47	5,754.18
TOTAL	(11,700.94)	(10,602.72)	(6,409.34)	(11,700.94)	(6,409.34)



SPENTEX INDUSTRIES LTD.
ASSETS & LIABILITIES STATEMENT

(Figures in RS.)		
Particulars	As at 31st March, 2015 Audited	As at 31st March, 2014 Audited
EQUITY AND LIABILITIES		
(1) Shareholder's funds		
a) Share capital	897,720,350	897,720,350
b) Reserves & surplus	(2,178,765,458)	(1,538,654,224)
Share application money *	110,950,000	
<small>* Promoter contribution pursuant to restructuring approved by banker, shares shall be issued post necessary approvals.</small>		
	(1,170,095,108)	(640,933,874)
(2) Non-current liabilities		
a) Long-term borrowings	1,723,133,313	2,414,529,251
b) Other long term liabilities	1,821,806	1,671,327
c) Long-term provisions	78,894,154	68,262,674
	1,803,849,273	2,484,463,252
(3) Current liabilities		
a) Short-term borrowings	1,679,948,727	1,447,927,011
b) Trade payables	1,338,927,065	1,163,301,883
c) Other current liabilities	1,858,083,712	1,598,946,313
d) Short-term provisions	1,236,830	4,056,482
	4,878,196,334	4,214,231,689
	6,682,045,607	6,698,694,941
Total	5,511,950,499	6,057,761,067
ASSETS		
(1) Non-current assets		
a) Fixed assets		
(i) Tangible assets	1,928,174,597	2,052,831,766
(ii) Intangible assets		
(iii) Capital work in progress	1,746,595	645,483
b) Non-current investment	774,893,469	774,893,469
c) Long-term loans and advances	842,220,189	818,050,922
d) Other non-current assets	213,301,571	238,905,352
	3,760,336,421	3,885,326,992
(2) Current Assets		
a) Current Investment		
b) Inventories	627,334,095	1,043,164,651
c) Trade receivables	342,665,240	336,403,327
d) Cash and bank balances	31,034,315	43,088,943
e) Short-term loans and advances	522,913,691	527,977,730
f) Other current assets	227,666,738	221,799,424
	1,751,614,078	2,172,434,075
Total	5,511,950,499	6,057,761,067



Spentex Industries Limited
 Regd. Off : A-60, OKHLA INDUSTRIAL AREA, PHASE - II, NEW DELHI - 110020.
AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2015

PART I Statement of Consolidated Audited Results for the quarter and year ended 31/03/2015

	Particulars	Rs. In lacs (except EPS and Shares)	
		Consolidated	
		Year ended	
		31.03.2015	31.03.2014
1 a)	Net Sales / Income from operations (Net of excise duty)	88,837.35	111,250.52
b)	Other Operating Income	2,255.92	3,159.58
	Total Income (a + b)	91,093.27	114,410.10
2	Expenditure:		
a)	Consumption of raw materials (including consumption of stores, spares and packing materials)	60,637.41	82,008.32
b)	Purchase of traded goods	1,446.49	1,494.42
c)	Changes in inventories of finished goods, work in progress and stock in trade	4,615.73	(2,609.42)
d)	Employees benefits expenses	9,015.83	8,721.32
e)	Depreciation and amortisation expenses	1,512.27	2,230.83
f)	Power and fuel cost	9,514.02	10,952.88
g)	Other expenditure	5,644.35	6,526.08
	Total Expenses	92,386.10	109,324.42
3	Profit / (Loss) from Operations before Other Income, Finance Cost, Prior Period & Exceptional Items (1-2)	(1,292.83)	5,085.67
4	Other Income	1,669.83	1,395.04
5	Profit / (Loss) before Finance Cost, Prior Period & Exceptional Items (1+4)	377.01	6,481.51
6	Finance Cost	9,034.70	9,247.59
7	Profit / (Loss) after Finance cost but before Prior Period & Exceptional Items (5-6)	(8,657.69)	(2,766.08)
8	Prior Period Items (Net of Income)	-	57.03
9	Profit / (Loss) after Finance Cost & Prior period items but before Exceptional Items (7-8)	(8,657.69)	(2,823.11)
10	Exceptional Items	-	-
11	Profit / (Loss) from Ordinary Activities before tax (9-10)	(8,657.69)	(2,823.11)
12	Tax expense	-	-
13	Net Profit / (Loss) from Ordinary Activities after tax (11-12)	(8,657.69)	(2,823.11)
14	Extraordinary Items (net of tax expense)	137.18	-
15	Net Profit / (Loss) for the period (13-14)	(8,520.52)	(2,823.11)
16	Paid up Equity Share Capital (Face Value Rs. 10/- each)	8977.2	8977.2
17	Reserves excluding Revaluation Reserves as per balance sheet of previous year	(42,550.20)	(39,823.89)
18	Earnings Per Share (EPS) (not annualized) (Rs.)		
a)	Basic EPS before Extraordinary items for the period and for the previous year	(9.64)	(3.14)
	Diluted EPS before Extraordinary items for the period and for the previous year	(9.64)	(3.14)
b)	Basic EPS after Extraordinary items for the period and for the previous year	(9.49)	(3.14)
	Diluted EPS after Extraordinary items for the period and for the previous year	(9.49)	(3.14)

PART II Select Information for the quarter and year ended ended 31/03/2015

A. PARTICULARS OF SHAREHOLDING

1	Public Shareholding		
	Number of Shares	39,441,475	39,441,475
	Percentage of Shareholding	43.94%	43.94%
2	Promoters and promoter group Shareholding		
a)	Pledged / Encumbered		
	- Number of Shares	45,223,058	45,223,058
	- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	89.85%	89.85%
	- Percentage of Shares (as a % of the total share capital of the Company)	50.38%	50.38%
b)	Non - Encumbered		
	- Number of Shares	5,107,502	5,107,502
	- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	10.15%	10.15%
	- Percentage of Shares (as a % of the total share capital of the Company)	5.68%	5.68%
	B. INVESTOR COMPLAINTS		
	Pending at the beginning of the quarter	Nil	
	Received during the quarter	Nil	
	Disposed of during the quarter	Nil	
	Remaining unresolved at the end of the quarter	Nil	

