

# AARVEE DENIMS AND EXPORTS LTD.

Regd. Office. 191, Shahwadi, Narol Sarkhej Highway, Narol, Ahmedabad-382 405. Phone No: 079-30417000, Fax No: 079-30417070,  
STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH 2017

(Rs. in Lakh)

Particulars	QUARTER ENDED			YEAR ENDED	
	31-03-17	31-12-16	31-03-16	31-03-17	31-03-16
	See note 3	Unaudited	See note 3	Audited	Audited
<b>I. Income:</b>					
Sale of Products	26,536.65	13,255.31	22,734.13	83,774.97	82,965.58
Less: Excise Duty	0.00	0.67	11.75	20.08	11.75
<b>Revenue from operations (Net)</b>	<b>26,536.65</b>	<b>13,254.64</b>	<b>22,722.38</b>	<b>83,754.89</b>	<b>82,953.83</b>
Other Operating Revenue	170.28	116.49	338.75	666.50	1,168.67
<b>II. Other income</b>	<b>44.28</b>	<b>24.04</b>	<b>302.15</b>	<b>130.70</b>	<b>384.04</b>
<b>III. Total Revenue (I + II)</b>	<b>26,751.21</b>	<b>13,395.17</b>	<b>23,363.28</b>	<b>84,552.09</b>	<b>84,506.54</b>
<b>IV. Expenses:</b>					
Cost of materials consumed	14,804.47	10,755.02	12,318.42	52,273.89	48,132.47
Changes in inventories of finished goods and semi finished goods	3,193.03	(3,766.57)	1,401.37	(1,264.62)	2,467.82
Employee benefits expense	1,451.16	1,228.80	1,341.52	5,487.19	5,226.55
Finance costs	888.62	1,000.02	1,143.84	3,763.40	3,731.50
Depreciation and amortization expense	818.96	842.44	775.05	3,305.79	3,064.42
Other expenses	5,808.43	4,377.66	6,098.67	20,773.41	20,564.73
<b>V. Total expenses</b>	<b>26,964.67</b>	<b>14,437.37</b>	<b>23,078.87</b>	<b>84,339.06</b>	<b>83,187.49</b>
<b>VI. Profit before Exceptional Item and Tax (III- V)</b>	<b>(213.46)</b>	<b>(1,042.20)</b>	<b>284.41</b>	<b>213.03</b>	<b>1,319.05</b>
<b>VII. Exceptional Item (See note 2)</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>473.20</b>
<b>VIII. Profit before Tax (VI-VII)</b>	<b>(213.46)</b>	<b>(1,042.20)</b>	<b>284.41</b>	<b>213.03</b>	<b>845.85</b>
<b>IX. Tax expense:</b>					
Current tax	5.54	(245.83)	62.42	100.80	186.46
Short / (Excess) tax provision in earlier years	0.00	2.05	0.85	2.05	1.59
Mat Credit (Entitlement)/ Utilisation	(2.14)	218.19	(119.19)	(97.40)	(172.45)
Deferred tax	(86.48)	61.10	5.21	88.98	127.60
<b>X. Profit for the year (VIII-IX)</b>	<b>(130.38)</b>	<b>(1,077.71)</b>	<b>335.12</b>	<b>118.60</b>	<b>702.65</b>
<b>XI. Paid-up equity share Capital ( Face value of Rs.10 )</b>	<b>2,345.98</b>	<b>2,345.98</b>	<b>2,345.98</b>	<b>2,345.98</b>	<b>2,345.98</b>
<b>XII. Reserves excluding revaluation reserves (as per balance sheet) of previous accounting year</b>				<b>24,421.10</b>	<b>24,043.06</b>
<b>XIII. Earnings per equity share of face value of Rs. 10 each</b>					
Basic & Diluted (in Rs.)	(0.55)	(4.60)	1.42	0.51	2.99

## NOTE :

- The above Audited Financial Results were reviewed by the Audit committee and subsequently have been taken on record by the Board of Directors at its meeting held on 26th May 2017.
- The company has sold out its Power Plant in the last year and recognised the loss of Rs 473.20 lacs in the books of account and the same is reflected as exceptional items in the above result for the year ended on 31st March 2016.
- Figures for the quarters ended March 31, 2016 and March 31, 2017 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the third quarter ended December 31, 2015 and December 31, 2016 respectively. The year to date figures were subjected to limited review by the statutory auditors.
- On March 1, 2015, there was a fire in the packing department of Vijay Farm Unit of the Company resulting into a loss of finished goods, Work in Progress, Plant & Machinery, Factory Building, Furniture & Fixtures and other Miscellaneous items. The Company has the insurance policies of all the affected assets, so the Company has lodged claims with the insurance companies which claims include claim towards loss of the above stated assets and the Management believes that the amount of the claim has been ascertained as per the terms of the insurance policies. The carrying value of the assets destroyed in fire is estimated by the management at Rs.1,732.21 lacs. The loss has been accounted for in the books of the Company and the amount of the insurance claims of Rs. 1,477.64 lacs has been recognized as revenue in the Statement of Profit & Loss during the year 2014-15. On the basis of the loss assessment report of Surveyor, the company has written off Rs. 212.56 lacs and charged to the Statement of Profit and Loss of the previous financial year. The Company has received Rs. 629.39 lacs from one of the two insurance companies during the year and the balance claim receivable as at 31st March, 2017 is Rs. 890.26 lacs. The Management is confident about recovery of the claim based on its understanding of the terms of the insurance policies and related regular follow-ups with the representatives of the insurance company.
- On October 23, 2015, there was a fire in the spinning department of Matoda Unit of the Company resulting into partial loss of Plant & Machinery and other Miscellaneous items. The Company has the insurance policy of all the affected machineries, so the Company has lodged claims with the insurance company and the Management believes that the amount of the claim has been ascertained as per the terms of the insurance policy. The carrying value of the machineries destroyed in fire is estimated by the management at Rs. 369.46 lacs. The claim has been accounted for in the books of the Company as insurance claim receivable. On the basis of the loss assessment report of Surveyor, the Company has received a part claim of Rs. 150.00 lacs from the insurance company during the year. The balance claim receivable as at 31st March, 2017 is Rs. 219.46 lacs. The Management is confident about recovery of the claim based on its understanding of the terms of the insurance policies and related regular follow-ups with the representatives of the insurance company.
- Previous quarters/year figures have been regrouped / rearranged wherever necessary.



## SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED

(Rs. in Lakh)

Sr No	PARTICULARS	QUARTER ENDED			YEAR ENDED	
		31-03-17	31-12-16	31-03-16	31-03-17	31-03-16
		See note 3	Unaudited	See note 3	Audited	Audited
1	Segment Revenue					
	a) Textiles	26,271.37	13149.38	22330.35	81832.23	81815.01
	b) Power Generation -Wind farm & PowerPlant	435.56	221.75	730.78	2589.16	2307.49
	Total Segmental Revenue	26706.93	13371.13	23061.13	84421.39	84122.50
	Less: Inter Segmental Elimination	-	-	-	-	-
	Net Sales/Income from operations	26,706.93	13371.13	23061.13	84421.39	84122.50
2	Segment Profit / (Loss) before Tax & Interest					
	a) Textiles	459.04	(70.88)	651.44	2,234.60	2,824.92
	b) Power Generation -Wind farm & PowerPlant	171.85	4.66	474.67	1,611.14	886.98
	Less/(Add) : Inter Segment Elimination	-	-	-	-	(481.42)
	Total Segments Result	630.89	(66.22)	1,126.11	3,845.74	4,193.32
	Less: Interest related to Textiles	888.62	1,000.02	1,143.84	3,763.40	3,731.50
	Less/(Plus) : Net Unallocable expense / (income)	(44.28)	(24.04)	(302.14)	(130.70)	(384.04)
	Total Profit /(Loss) before Tax	(213.46)	(1,042.20)	284.41	213.03	845.85
3	Capital Employed					
	Assets :					
	a) Textiles	76,178.65	73806.02	75,040.77	76,178.65	75,040.77
	b) Wind farm & Power Plant	6,677.35	6752.01	7,166.34	6,677.35	7,166.34
	Total Assets	82,856.00	80558.03	82,207.11	82,856.00	82,207.11
	Liabilities :					
	a) Textiles	53,661.19	50173.29	49,792.94	53,661.19	49,792.94
	b) Wind farm & Power Plant	25.13	12.09	23.15	25.13	23.15
	Total Liabilities	53686.32	50185.38	49816.09	53686.32	49,816.09
	Capital Employed ( Segment assets- segment liabilities)					
	a) Textiles	22,517.46	23,632.73	25,247.83	22,517.46	25,247.83
	b) Wind farm & Power Plant	6,652.22	6,739.92	7,143.19	6,652.22	7,143.19
	Total Capital employed in Segments	29,169.68	30,372.65	32,391.02	29,169.68	32,391.02

## STATEMENT OF ASSETS AND LIABILITIES

(Rs. in Lakh)

Sr No	PARTICULARS	AS AT	AS AT
		31-03-17	31-03-16
		Audited	Audited
A	EQUITY AND LIABILITIES		
1	SHARE HOLDER'S FUNDS		
	Capital	2,345.98	2,345.98
	Reserves and Surplus	24,421.10	24,043.06
	Sub total-Share Holders' Funds	26,767.08	26,389.04
2	Non-current liabilities		
	Long-term borrowings	4,198.70	4,563.25
	Deferred tax liabilities (Net)	4,052.85	3,963.86
	Other Long term liabilities	390.23	403.20
	Long-term provisions	71.60	126.26
	Sub-Total Non-current liabilities	8,713.38	9,056.57
3	Current liabilities		
	Short-term borrowings	29,722.77	30,231.32
	Trade payables	15,195.05	12,515.73
	Other current liabilities	2,383.30	4,102.91
	Short-term provisions	74.42	155.72
	Sub-Total Current liabilities	47,375.54	47,005.68
	TOTAL EQUITY AND LIABILITIES	82,856.00	82,451.29
B	ASSETS		
1	Non-current assets		
	Fixed assets	37,723.03	36,756.46
	Long-term loans and advances	1,504.52	2,343.43
	Sub-Total Non-current assets	39,227.55	39,099.89
2	Current assets		
	Current investments	-	-
	Inventories	15,866.12	17,663.04
	Trade receivables	24,002.52	21,228.60
	Cash and cash equivalents	1,871.59	1,436.98
	Short-term loans and advances	429.32	567.42
	Other current assets	1,458.90	2,455.36
	Sub-Total Current assets	43,628.45	43,351.40
	TOTAL ASSETS	82,856.00	82,451.29

For, AARVEE DENIMS AND EXPORTS LTD.

VINOD P. ARORA  
CHAIRMAN & MANAGING DIRECTOR  
(DIN: 00007065)

Place : Ahmedabad  
Date : 26th May 2017

