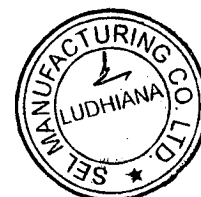


Statement of Standalone Unaudited Financial Results for the Quarter & Six Months Period Ended September 30, 2017

Sr. No.	Particulars	(Rs. in Lakhs)				
		Unaudited Quarter Ended 30/09/2017	Unaudited Quarter Ended 30/06/2017	Unaudited Quarter Ended 30/09/2016	Unaudited Year to date 30/09/2017	Audited Year to date 30/09/2016
1	Income from operations					
	a) Revenue from operations	24,093.64	41,284.65	37,880.63	65,378.29	82,715.52
	b) Other income	1,744.36	1,823.12	1,955.72	3,567.48	5,279.62
	Total income from operations	25,838.00	43,107.77	39,836.35	68,945.77	87,995.14
2	Expenses					
	a) Cost of material consumed	15,006.27	61,648.52	26,359.68	76,654.79	56,097.70
	b) Purchase of stock-in-trade	17.89	-	0.16	17.89	0.16
	c) Changes in inventories of finished goods, work in progress and stock in trade	5,856.31	1,484.48	13,221.92	7,340.79	20,649.45
	d) Employee benefits expenses	2,507.61	2,782.20	2,623.29	5,289.81	5,279.75
	e) Finance Cost	1,519.02	1,371.26	10,566.79	2,890.28	19,960.72
	f) Depreciation and amortisation expenses	2,807.84	2,805.43	2,896.03	5,613.27	5,741.04
	g) Other expenses	5,084.83	7,968.66	7,663.45	13,053.49	15,109.32
	Total expenses	32,799.77	78,060.55	63,331.32	110,860.32	122,838.14
3	Profit/(+)/(Loss) (-) from operations before exceptional items & tax (1-2)	(6,961.77)	(34,952.78)	(23,494.97)	(41,914.55)	(34,843.00)
4	Exceptional items	54,689.51	22.44	6,855.74	54,711.95	18,221.70
5	Profit (+)/(Loss) (-) before tax (3+4)	(61,651.28)	(34,975.22)	(30,350.71)	(96,626.50)	(53,064.70)
6	Tax Expense	(19,926.00)	(14,270.46)	2,308.25	(34,196.46)	(1,712.99)
7	Net Profit (+)/(Loss) (-) for the period from Continuing Operations after tax (5-6)	(41,725.28)	(20,704.76)	(32,658.96)	(62,430.04)	(51,351.71)
8	Net Profit (+)/(Loss) (-) from Discontinuing Operations	-	-	-	-	-
9	Tax Expense of Discontinuing Operations	-	-	-	-	-
10	Net Profit (+)/(Loss) (-) from Discontinuing Operations after Tax (8-9)	-	-	-	-	-
11	Net Profit (+)/(Loss) (-) for the period (7+10)	(41,725.28)	(20,704.76)	(32,658.96)	(62,430.04)	(51,351.71)
12	Other Comprehensive Income					
	a (i) Items that will not be reclassified to Profit or Loss	8.42	10.39	6.48	18.81	9.74
	(ii) Income Tax relating to Items that will not be reclassified to Profit or Loss	-	-	-	-	-
	b (i) Items that will be reclassified to Profit or Loss	4.69	1.97	-	6.66	-
	(ii) Income Tax relating to Items that will be reclassified to Profit or Loss	-	-	-	-	-
13	Total Comprehensive Income/(Loss) for the Period (11+12)	(41,712.17)	(20,692.40)	(32,652.48)	(62,404.57)	(51,341.97)
14	Paid-up equity share capital of Rs. 10/- each	33,134.70	33,134.70	33,134.70	33,134.70	33,134.70
15	Other Equity					
16	i. Earning per share (EPS) (for Continuing Operations)					
	(in Rs.) (not annualised)					
	a) Basic	B- (12.59)	B- (6.25)	B- (9.85)	B- (18.84)	B- (15.49)
	b) Diluted	D- (12.59)	D- (6.25)	D- (9.85)	D- (18.84)	D- (15.49)
	ii. Earning per share (EPS) (for Discontinued Operations)					
	(in Rs.) (not annualised)					
	a) Basic	-	-	-	-	-
	b) Diluted	-	-	-	-	-
	iii. Earning per Share (EPS) (for Discontinued & Continuing Operations)					
	(in Rs.) (not annualised)					
	a) Basic	B- (12.59)	B- (6.25)	B- (9.85)	B- (18.84)	B- (15.49)
	b) Diluted	D- (12.59)	D- (6.25)	D- (9.85)	D- (18.84)	D- (15.49)

Notes:

- The above results are reviewed by the Audit Committee and taken on record at the meeting of the Board of Directors on November 14, 2017. The Statutory Auditor of the Company have carried out Limited Review of the results for the quarter & six months ended 30th September 2017.
- The Company had opted for CDR of its Debt in November, 2013. The CDR package was approved by the competent authority in June, 2014 and implemented by lenders in September, 2014. The credit facilities envisaged & sanctioned under CDR package were not fully released by the lenders which resulted in sub-optimum utilization of manufacturing facilities and the company could not complete one of its spinning project where substantial amount was already incurred. All this has led to adverse financial performance and erosion in net worth of the Company. Also the company is facing cash flow mismatch and is not servicing debt obligations as per the terms of CDR package sanctioned earlier. However, despite all this, the manufacturing capacities are operational and running. The Company has not defaulted in any of its statutory dues and has been able to retain all its management functionaries. Keeping in view the above, the financial statements of the company are prepared on going concern basis and the company considers that sufficient taxable income will be available in the specified period against which deferred tax asset Rs. 87695.95 lakhs and MAT credit Rs. 5553.60 lakhs would be adjusted.
- Exceptional items consists of provision for diminution in value of investment in subsidiary.
- The Company has only one Reportable Segment i.e. Textiles, hence Segment Reporting is not applicable.
- The majority of lenders have stopped charging interest on debts, since the dues from the Company have been categorized as Non Performing Asset. The Company is in active discussion/negotiation with its lenders to restructure its debts at a sustainable level including waiver of unpaid interest. In view of the above, pending finalization of their restructuring plan, the Company has not provided interest amounting to Rs. 22204.76 lakhs on majority of NPA classified accounts for the quarter in its books of account. Due to this the interest expense, net loss and financial liabilities for the quarter & six months ended September 30, 2017 are reduced by Rs. 22204.76 lakhs and correspondingly the equity is increased by the same amount.
- In pursuance of the assessment of the search conducted u/s 132(1) of the Income Act, 1961 completed on 30.01.17, the Department had raised demands aggregating to Rs. 28344.39 lakhs (which includes interest upto 30.01.17 and are further subject to penalty proceedings) by making some frivolous additions to the total income of the Company. The Company had filed the appeals against these additions before appropriate authorities and the Company is hopeful that it will get relief in appeal. Considering the facts of the matters, no provision is considered necessary by management with no additional tax liability.
- The Company has identified non-moving, obsolete and damaged inventories during the quarter and recognized an aggregate amount of Rs. 24219.90 lakhs as reduction in value of inventories due to write down thereof to net realizable value, which is charged to Statement of Profit & Loss Statement as an exceptional item.

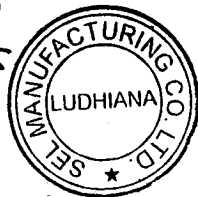


8 During the quarter the Company has made a provision for trade receivables aggregating to Rs. 30446.97 lakhs in compliance of Ind AS 109 which is charged to Profit & Loss Statement as an exceptional item. Though the company strongly believes that these trade receivables are fully recoverable.

9 Regarding compliance of the provisions of Ind-AS 109 w.r.t. accounting of corporate guarantee for Rs. 201384 lakhs given to lenders of one of its subsidiary, as the same is not presently ascertainable.

10 Figures relating to the previous period have been regrouped/rearranged, wherever necessary to make them comparable with those of the current period.
For and on behalf of Board of Directors


Ram Saran Saluja
Chairman



Date: 14.11.2017
Place: Ludhiana

STATEMENT OF ASSETS & LIABILITIES (STANDALONE)

PARTICULARS	(Rs. In Lakhs)	
	AS AT 30.09.2017 (UNAUDITED)	AS AT 31.03.2017 (AUDITED)
ASSETS		
(1) Non Current Assets		
(a) Property, Plant and Equipment	169,851.66	175,599.61
(b) Capital Work in Progress	17,938.91	16,312.42
(c) Investment Property	-	-
(d) Goodwill	-	-
(e) Other Intangible Assets	-	-
(f) Intangible Assets under Development	-	-
(g) Biological Assets Other Than Bearer Plants	-	-
(h) Financial Assets		
(i) Investments	856.48	899.62
(ii) Trade Receivable	-	-
(iii) Loans	1,569.98	1,569.22
(iv) Others	277.24	181.24
(i) Deferred Tax Assets (Net)	87,695.96	53,512.97
(j) Other Non-Current Assets	7,198.48	7,425.42
	285,388.71	255,500.50
(2) Current Assets		
(a) Inventories	11,468.42	84,424.76
(b) Financial Assets		
(i) Current Investments	-	-
(ii) Trade Receivables	72,383.25	99,991.82
(iii) Cash & Cash Equivalents	273.40	843.52
(iv) Bank Balances other than (iii) above	-	50.81
(v) Loans	-	-
(vi) Others	30,339.90	30,778.35
(c) Current Tax Assets (Net)	619.19	514.69
(d) Other Current Assets	6,065.17	4,717.67
	121,149.33	221,321.62
TOTAL ASSETS	406,538.04	476,822.12
EQUITY AND LIABILITIES		
Equity		
(a) Equity Share Capital	33,134.70	33,134.70
(b) Other Equity	(79,140.89)	(16,735.10)
	(46,006.19)	16,399.60
LIABILITIES		
(1) Non-Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	211,633.73	228,300.90
(ii) Trade Payables	-	-
(iii) Other Financial Liabilities	-	-
(b) Provisions	174.79	144.04
(c) Deferred Tax Liabilities (Net)	-	-
(d) Other Non-Current Liabilities	-	-
	211,808.52	228,444.94
(2) Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	141,721.32	142,682.45
(ii) Trade Payables	11,734.83	14,792.83
(iii) Other Financial Liabilities	85,701.55	70,117.65
(b) Other Current Liabilities	678.94	3,553.03
(c) Provisions	899.07	831.62
(d) Current Tax Liabilities(Net)	-	-
	240,735.71	231,977.58
TOTAL EQUITY & LIABILITIES	406,538.04	476,822.12

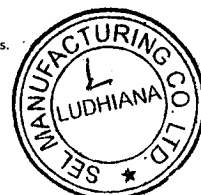


Statement of Consolidated Unaudited Financial Results for the Quarter & Six Months Period Ended September 30, 2017

Sr. No.	Particulars	(Rs. in Lakhs)					
		Unaudited Quarter Ended 30/09/2017	Unaudited Quarter Ended 30/06/2017	Unaudited Quarter Ended 30/09/2016	Unaudited Year to date 30/09/2017	Unaudited Year to date 30/09/2016	Audited Year to date 31/03/2017
1	Income from operations						
	a) Revenue from operations	30,840.89	50,795.49	46,220.97	81,636.38	103,066.49	208,186.16
	b) Other income	2,236.10	2,205.61	1,454.22	4,441.71	5,738.91	10,136.93
	Total income from operations	33,076.99	53,001.10	47,675.19	86,078.09	108,805.40	218,323.09
2	Expenses						
	a) Cost of material consumed	20,785.79	68,480.42	32,722.52	89,266.21	73,487.28	163,492.80
	b) Purchase of stock-in-trade	17.89	-	179.36	17.89	179.36	3,361.44
	c) Changes in inventories of finished goods, work in progress and stock in trade	5,857.78	2,929.18	18,572.43	8,786.96	26,554.07	53,574.03
	d) Employee benefits expenses	3,076.14	3,409.90	3,202.61	6,486.04	6,453.33	13,075.10
	e) Finance Cost	2,233.96	1,989.48	14,726.68	4,223.44	28,033.62	14,683.71
	f) Depreciation and amortisation expenses	4,232.90	3,583.26	3,992.72	7,816.16	7,903.21	15,783.42
	g) Other expenses	6,521.83	9,390.83	8,922.79	15,912.66	18,329.33	40,858.61
	Total expenses	42,726.29	89,783.07	82,319.11	132,509.36	160,940.20	304,829.11
3	Profit/(+)/(loss) (-) from operations before exceptional items (1-2)	(9,649.30)	(36,781.97)	(34,643.92)	(46,431.27)	(52,134.80)	(86,506.02)
4	Exceptional Items	64,394.51	-	(5,234.00)	64,394.51	-	-
5	Profit (+)/ (Loss) (-) before tax (3+4)	(74,043.81)	(36,781.97)	(29,409.92)	(110,825.78)	(52,134.80)	(86,506.02)
6	Tax Expense	(22,842.43)	(14,874.24)	(10,988.64)	(37,716.67)	(15,057.94)	(29,223.16)
7	Net Profit (+)/ (Loss) (-) for the period from Continuing Operations after tax	(51,201.38)	(21,907.73)	(18,421.28)	(73,109.11)	(37,076.86)	(57,282.86)
8	Net Profit (+)/ (Loss) (-) from Discontinuing Operations	-	-	-	-	-	-
9	Tax Expense of Discontinuing Operations	-	-	-	-	-	-
10	Net Profit (+)/ Loss (-) from Discontinuing Operations after Tax (8-9)	-	-	-	-	-	-
11	Net Profit (+)/ (Loss) (-) for the period (7+10)	(51,201.38)	(21,907.73)	(18,421.28)	(73,109.11)	(37,076.86)	(57,282.86)
12	Profit/(Loss) attributable to						
	(1) Owners of the Company	(51,201.02)	(21,907.36)	(18,395.60)	(73,108.38)	(37,050.52)	(57,267.84)
	(2) Non-Controlling Interests	(0.36)	(0.37)	(25.68)	(0.73)	(26.34)	(15.02)
	Profit/(Loss) for the period	(51,201.38)	(21,907.73)	(18,421.28)	(73,109.11)	(37,076.86)	(57,282.86)
13	Other Comprehensive Income						
	a (i) Items that will not be reclassified to Profit or Loss	12.61	15.05	10.24	27.66	14.17	53.26
	(ii) Income Tax relating to Items that will not be reclassified to Profit or Loss	-	-	-	-	-	-
	b (i) Items that will be reclassified to Profit or Loss	4.69	1.97	-	6.66	-	24.11
	(ii) Income Tax relating to Items that will be reclassified to Profit or Loss	-	-	-	-	-	-
14	Total Comprehensive Income/(loss) for the Period (11+13)	(51,184.08)	(21,890.71)	(18,411.04)	(73,074.79)	(37,062.69)	(57,205.49)
	Total Comprehensive Income/(loss) attributable to						
	(1) Owners of the Company	(51,183.72)	(21,890.34)	(18,385.36)	(73,074.06)	(37,036.34)	(57,190.47)
	(2) Non-Controlling Interests	(0.36)	(0.37)	(25.68)	(0.73)	(26.35)	(15.02)
	Total Comprehensive Income/(loss)	(51,184.08)	(21,890.71)	(18,411.04)	(73,074.79)	(37,062.69)	(57,205.49)
15	Paid-up equity share capital of Rs. 10/- each	33,134.70	33,134.70	33,134.70	33,134.70	33,134.70	33,134.70
16	Other Equity						(25,820.27)
17	i. Earning per share (EPS) (for Continuing Operations)						
	(in Rs.) (not annualised)						
	a) Basic	B- (15.45)	B- (6.61)	B- (5.55)	B- (22.06)	B- (11.18)	B- (17.29)
	b) Diluted	D- (15.45)	D- (6.61)	D- (5.55)	D- (22.06)	D- (11.18)	D- (17.29)
	ii. Earning per share (EPS) (for Discontinued Operations)						
	(in Rs.) (not annualised)						
	a) Basic	-	-	-	-	-	-
	b) Diluted	-	-	-	-	-	-
	iii. Earning per Share (EPS) (for Discontinued & Continuing Operations)						
	(in Rs.) (not annualised)						
	a) Basic	B- (15.45)	B- (6.61)	B- (5.55)	B- (22.06)	B- (11.18)	B- (17.29)
	b) Diluted	D- (15.45)	D- (6.61)	D- (5.55)	D- (22.06)	D- (11.18)	D- (17.29)

Notes:

- The above results are reviewed by the Audit Committee and taken on record at the meeting of the Board of Directors on November 14, 2017. The Statutory Auditor of the Company have carried out Limited Review of the results for the quarter & six months ended 30th September 2017.
- The Holding and one of its subsidiary Company had opted for CDR of its Debt in the year 2013-14. The CDR package was approved by the competent authorities and implemented by lenders. However, the credit facilities envisaged and sanctioned under CDR packages were not released by the lenders to the said companies, which resulted in sub-optimum utilization of manufacturing facilities. Due to non-disbursement of funds the said companies could not complete their respective spinning projects where substantial amounts were already incurred. All this has led to adverse financial performance and erosion in net worth of the said companies. Both the company are facing cash flow mismatch and are not servicing debt obligations as per the terms of CDR packages sanctioned earlier. Despite all, the manufacturing capacities are operational and running. Both the Companies have not defaulted in payment of their statutory dues and have retain all their management functionaries. Keeping in view the above, the financial statements of the companies are prepared on going concern basis and the companies considers that sufficient taxable income will be available in the specified period against which deferred tax asset Rs. 83110.07 lakhs and MAT credit Rs. 6454.59 lakhs would be adjusted.
- The majority of lenders have stopped charging interest on debts, since the dues from the Company and one of its subsidiary have been categorized as Non Performing Asset. The Company and one of its subsidiary is in active discussion/negotiation with its lenders to restructure their debts at a sustainable level including waiver of unpaid interest. In view of the above, pending finalization of their restructuring plan, the Company and one of its subsidiary have not provided interest amounting to Rs. 30857.50 lakhs on majority of NPA classified accounts for the quarter & six months ended in its books of account. Due to this the interest expense, net loss and financial liabilities for the quarter & six months ended September 30, 2017 are reduced by Rs. 30857.50 lakhs and correspondingly the equity is increased by the same amount.
- The Company has only one Reportable Segment i.e. Textiles, hence Segment Reporting is not applicable.
- In pursuance of the assessment of the search conducted u/s 132(1) of the Income Act, 1961 completed on 30.01.17, the Department had raised demands aggregating to Rs. 28344.39 lakhs (which includes interest upto 30.01.17 and are further subject to penalty proceedings) by making some frivolous additions to the total income of the Company. The Company had filed the appeals against these additions before appropriate authorities and the Company is hopeful that it will get relief in appeal. Considering the facts of the matters, no provision is considered necessary by management with no additional tax liability.
- The Holding and one of its subsidiary Company has identified non-moving, obsolete and damaged inventories during the quarter and recognized an aggregate amount of Rs. 24716.48 lakhs as reduction in value of inventories due to write down thereof to net realizable value, which is charged to Statement of Profit & Loss as an exceptional item.



7 During the quarter the Holding and one of its subsidiary Company has made a provision for trade receivables aggregating to Rs. 39678.03 lakhs in compliance of Ind AS 109

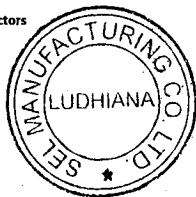
which is charged to Profit & Loss Statement as an exceptional item. Though the company strongly believes that these trade receivables are fully recoverable.

8 One of the subsidiary namely SEL Textile Corporation ceased to exist and was dissolved on 30.08.2017

9 Figures relating to the previous period have been regrouped/rearranged, wherever necessary to make them comparable with those of the current period.

For and on behalf of Board of Directors


Ram Saran Saluja
Chairman



Date: 14.11.2017
Place: Ludhiana

STATEMENT OF ASSETS & LIABILITIES (CONSOLIDATED)

PARTICULARS	(Rs. In Lakhs)	
	AS AT 30.09.2017 (UNAUDITED)	AS AT 31.03.2017 (AUDITED)
ASSETS		
(1) Non Current Assets		
(a) Property, Plant and Equipment	240,738.39	248,728.09
(b) Capital Work in Progress	57,035.71	55,271.32
(c) Investment Property	-	-
(d) Goodwill	-	-
(e) Other Intangible Assets	-	-
(f) Intangible Assets under Development	-	-
(g) Biological Assets Other Than Bearer Plants	-	-
(h) Financial Assets	-	-
(i) Investments	4,243.04	4,232.86
(ii) Trade Receivable	-	-
(iii) Loans	2,118.92	2,102.09
(iv) Others	277.24	181.24
(i) Deferred Tax Assets (Net)	83,110.07	45,411.36
(j) Other Non-Current Assets	18,662.00	18,894.66
	406,185.37	374,821.62
(2) Current Assets		
(a) Inventories	25,298.94	103,123.91
(b) Financial Assets	-	-
(i) Current Investments	-	-
(ii) Trade Receivables	89,234.51	115,189.95
(iii) Cash & Cash Equivalents	493.73	1,244.67
(iv) Bank Balances other than (iii) above	176.91	221.13
(v) Loans	37,098.47	37,658.43
(vi) Others	-	-
(c) Current Tax Assets (Net)	707.65	412.39
(d) Other Current Assets	11,216.74	10,653.13
	164,226.95	268,503.61
TOTAL ASSETS	570,412.32	643,325.23
EQUITY AND LIABILITIES		
Equity		
(a) Equity Share Capital	33,134.70	33,134.70
(b) Other Equity	(98,895.96)	(25,820.27)
	(65,761.26)	7,314.43
LIABILITIES		
(1) Non-Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	289,692.88	313,834.66
(ii) Trade Payables	-	-
(iii) Other Financial Liabilities	-	-
(b) Provisions	209.68	175.55
(c) Deferred Tax Liabilities (Net)	-	-
(d) Other Non-Current Liabilities	-	-
	289,902.56	314,010.21
(2) Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	176,178.55	180,512.99
(ii) Trade Payables	24,379.65	19,287.06
(iii) Other Financial Liabilities	142,832.32	116,365.69
(b) Other Current Liabilities	1,837.09	4,852.23
(c) Provisions	1,043.41	982.62
(d) Current Tax Liabilities(Net)	-	-
	346,271.02	322,000.59
TOTAL EQUITY & LIABILITIES	570,412.32	643,325.23

