



VIKAS WSP LIMITED

Registered Office: Siwani - 127 046. (India)

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30 SEPTEMBER 2011

(Rupees in lacs, except for share data, and if otherwise stated)

(₹ in Lacs)

Sr. No.	Particulars	Quarter ended	Quarter ended	Year to date Period ended	Year to date Period ended	Year ended
		30.09.2011	30.09.2010	30.09.2011	30.09.2010	31.03.2011
		Unaudited	Unaudited	Unaudited	Unaudited	Audited (Amended)
1	Net sales	13,879.76	13,036.78	28,480.42	25,847.25	54,601.39
2	Expenditure					
2.1	(Increase)/decrease in stock	1,352.13	(209.84)	1,119.69	(478.44)	(764.94)
2.2	Raw material consumed	5,329.76	7,542.38	12,957.09	14,848.10	31,456.80
2.3	Purchase for resale	732.95	131.17	1,291.33	131.17	326.03
2.4	Employees cost	186.08	108.52	345.60	224.93	527.83
2.5	Depreciation	1,238.64	918.15	2,460.29	1,826.15	4,074.59
2.6	Other expenditure	1,251.79	1,106.20	2,391.55	1,815.51	4,422.88
2.7	Total expenditure (2.1 to 2.5)	10,091.35	9,596.58	20,565.55	18,367.42	40,043.19
3	Profit before interest and tax (1 - 2.6)	3,788.41	3,440.20	7,914.87	7,479.83	14,558.20
4	Other income	535.11	4.80	1,300.24	227.77	238.33
5	Interest expense	603.28	366.47	1,082.77	704.52	1,684.82
6	Profit before tax	3,720.24	3,078.53	8,132.34	7,003.08	13,111.71
7	Tax expense	1,207.03	209.28	2,638.53	444.33	888.87
8	Profit after tax (6 - 7)	2,513.21	2,869.25	5,493.81	6,558.75	12,222.84
9	Paid-up equity share capital (face value - ₹ 1)	1,374.40	1,374.40	1,374.40	1,374.40	1,374.40
10	Reserves excluding revaluation reserves	-	-	-	-	91,632.65
11	Earnings per share (before and after extraordinary item)					
	Basic earnings per share (₹)	1.83	2.09	4.00	4.77	8.89
	Diluted earnings per share (₹)	1.83	2.09	4.00	4.77	8.89
12	Public shareholding					
	- Number of shares	119,580,582	117,093,083	119,580,582	117,093,083	117,108,083
	- Percentage of shareholding	87.01%	85.20%	87.01%	85.20%	85.21%
13	Promoters and promoter group shareholding					
	a) Pledged/Encumbered					
	- Number of shares - refer to note 7 below	17,859,018	20,346,517	17,859,018	20,346,517	20,331,517
	- Percentage of shares (as a % of the total shareholding of promoters and promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%
	- Percentage of shares (as a % of the total share capital of the company) - refer to note 7 below	12.99%	14.80%	12.99%	14.80%	14.79%
	b) Non-encumbered					
	- Number of shares	Nil	Nil	Nil	Nil	Nil
	- Percentage of shares (as a % of the total shareholding of promoters and promoter group)	NA	NA	NA	NA	NA
	- Percentage of shares (as a % of the total share capital of the company)	NA	NA	NA	NA	NA

NOTES:

1 Disclosure of Assets and Liabilities as per Clause 41 (I)(ea) of the Listing Agreement

Particulars	As at 30.09.2011	As at 30.09.2010	As at 31.03.2011
	Unaudited	Unaudited	Audited (Amended)
Shareholders' fund			
Share capital	1,374.40	1,374.40	1,374.40
Reserves and surplus	97,126.45	86,369.24	91,632.65
Loan fund			
Secured loans	7,776.08	9,920.56	9,746.17
Deferred tax liability (net)	2,647.96	2,259.62	2,495.22
Total	108,924.89	99,923.82	105,248.44
Fixed assets	91,074.18	86,539.85	90,392.23
Current assets, loans and advances			
Inventories	5,352.64	3,145.94	3,782.62
Sundry debtors	2,644.18	4,828.40	5,520.15
Cash and bank balances	1,541.87	69.07	292.13
Loans and advances	14,482.36	9,657.01	8,961.80
	24,021.05	17,700.42	18,556.70
Less : Current liabilities and provisions			
Current liabilities	5,591.03	3,482.96	2,443.98
Provisions	579.31	833.49	1,256.51
Net current assets	17,850.71	13,383.97	14,856.21
Total	108,924.89	99,923.82	105,248.44

- 2 The statement of unaudited financial results for the six months and quarter ended 30 September 2011 has been prepared following the same accounting policies as those followed in the annual financial statements for the year ended 31 March 2011.
- 3 Segment reporting disclosure per Accounting Standard 17 "Segment Reporting" as specified in rule 3 of Companies (Accounting Standard) Rules, 2006, is not applicable since the Company primarily operates within single primary segment of manufacture of guar gum powder and a single geographical segment.
- 4 The above results were reviewed by the Audit Committee on 12 February 2012, and approved by the Board of Directors at their meeting held on 12 February 2012, and have undergone a "Limited Review" by the Statutory Auditors of the Company. The review report of the Statutory Auditors containing the modification (refer to note 6 below) is being filed with the Bombay Stock Exchange and is also available on the Company's website www.vikaswsp Ltd.in
- 5 The Company filed an appeal in the previous year ended 31 March 2011 with Debt Recovery Tribunal, Delhi ("Appellate Court") against one of the Company's bank claiming damages from the bank for restraining the Company against payment of dividends. The Appellate Court, in view of the mutual settlement between the Company and the bank, ordered the Company to pay dividend for 2009-10. Management has accordingly paid out the dividend for 2009-10 by 30 May 2011.
- 6 During the previous year ended 31 March 2011, the Company had given a corporate guarantee in respect of a loan amounting to ₹ 100,000 thousand taken from a bank by a public company, in which directors of the Company were interested as directors without obtaining a prior approval from the Central Government as required under section 295 of the Companies Act, 1956. This has resulted in modification of the review report. However, the Company has subsequently applied for condonation of delay and is in the process of taking necessary corrective action in this regard.
- 7 In respect of term loan facility availed by the Company from IFCI Limited ("the lender"), the Company was irregular in repayment of term loan's installments starting from 15 August 2010. The lender initiated legal action against the Company. In response to the action of the lender, the Company filed an application against the lender in the DRT-II, Delhi. The Hble DRT-II, Delhi vide its order dated 8 August 2011 set aside the proceedings initiated by the lender and directed the management to clear the overdues along with interest, as per the original repayment schedule by 30 September 2011. Management has repaid all overdue installments along with interest by 30 September 2011 in accordance with the directives of the DRT and accordingly, the lender has reclassified the Company's account as a 'standard account'. Further, in view of the above, the lender had sold 15,000 equity shares of the promoter which were pledged out of the total pledged shares against the term loan during the quarter ended 30 September 2010. Therefore, the number of promoters shares pledged and the corresponding percentage should be 20,331,517 and 14.79% respectively as at 31 December 2010.
- 8 The status of complaints received during the year is as below
- | | |
|--|----|
| Complaint at the beginning of the quarter | - |
| Received new complaints during the quarter | 12 |
| Disposed off during the quarter | 12 |
| Lying unresolved at the end of the quarter | - |
- 9 Previous period figures have been regrouped/reclassified wherever necessary.

For and on behalf of Board of Directors
sd/-

Place : New Delhi
Date : 12 February 2012

B.D. Agarwal
Chairman and Managing Director

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