

GARDEN SILK MILLS LTD.

Regd. Office: Sahara Gate, Surat 395010

Designer of Yarns, Weaves and Prints

**AUDITED FINANCIAL RESULTS
FOR THE YEAR ENDED 30TH JUNE, 2006****(Rs. in Lacs)**

Sr. No.	PARTICULARS	Year ended 30/06/2006	Year ended 30/06/2005
		(Audited)	(Audited)
1	Sales / Income from Operations	107,987.89	75,571.02
	Less : Excise Duty	12,437.94	11,905.85
	Net Sales / Income from Operations	95,549.95	63,665.17
2	Other Income	469.06	466.74
3	Total Income	96,019.01	64,131.91
4	Total Expenditure		
	a) (Increase) / Decrease in Stock in Trade	(1,219.76)	1,475.99
	b) Consumption of Raw Materials.	62,771.75	39,388.18
	c) Staff Cost	3,421.16	2,406.96
	d) Purchase	1,299.29	4,384.02
	e) Other Expenditure	17,672.62	10,257.73
		83,945.06	57,912.88
5	Earning Before Interest, Depreciation & Taxes (EBIDT)	12,073.95	6,219.03
6	Interest / Financial Charges (Net)	4,020.11	1,625.72
7	Profit before Depreciation & Tax (PBDT)	8,053.84	4,593.31
8	Depreciation	4,866.13	3,617.11
9	Profit / (Loss) before Tax	3,187.71	976.20
10	Provision for Taxation		
	- Current Tax	65.00	103.60
	- Deferred Tax	842.26	(21.36)
	- Earlier Years	10.00	0.00
	- Fringe Benefits Tax	60.00	15.00
11	Profit after Tax	2,210.45	878.96
12	Paid Up Equity Share Capital (Face Value Rs.10/- per share)	3,829.06	3,829.06
13	Reserves excluding Revaluation Reserve (As per Balance Sheet)	30,414.31	28,858.78
14	Basic and diluted EPS for the period (Rs.) (Not annualised)	5.77	2.30
	Cash EPS for the period (Rs)	18.48	11.74
15	Non-promoting Shareholding		
	- No of Shares	17693741	17639937
	- Percentage of Shareholding	46.21	46.07

**REPORTING OF SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED
FOR THE YEAR ENDED 30TH JUNE, 2006**

Sr. No.	PARTICULARS	Year Ended	
		30/06/2006 (Audited)	30/06/2005 (Audited)
1	Segment Revenue		
	a) Textiles	95,506.65	65,077.15
	b) Finance	151.18	147.52
	Total	95,657.83	65,224.67
	Less: Inter-segment / revenue	0.00	0.00
	Net Sales / income from operations	95,657.83	65,224.67
2	Segment Results (Profit(+)) / Loss(-) (before tax and interest)		
	a) Textiles	6,766.36	2,292.55
	b) Finance	166.87	29.32
	Total	6,933.23	2,321.87
	Less: Interest and financial charges (Net)	4,106.70	1,615.85
	Add : Other un-allocable income net off un-allocable expenses	361.18	270.18
	Total Profit / (Loss) before tax.	3,187.71	976.20
3	Capital Employed (Segment Assets - Segment Liabilities)		
	a) Textiles	93,161.44	86,977.68
	b) Finance	2,744.29	1,728.47
	c) Other unallocable	2,075.75	2,921.90
	Total	97,981.48	91,628.05

Notes:

- 1 Corresponding figures of the previous period have been regrouped wherever necessary, to make them comparable.
- 2 The Board of Directors have recommended a payment of dividend @ 15% on Equity Shares of the Company for the year ended 30th June, 2006, subject to approval of Shareholders.
- 3 There was no investor's complaints pending at the beginning of the quarter. During the quarter, 268 complaints were received and 239 complaints were resolved. The remaining 29 complaints were pending for disposal as at the end of the quarter June 30, 2006.
- 4 The above financial results for the quarter and year ended on 30th June, 2006 were reviewed by the Audit Committee and thereafter taken on record by the Board of Directors of the Company at their meetings held on 30th October, 2006.

**For and on behalf of the Board
Sd/-**

**Praful A. Shah
Chairman & Managing Director**

Place: Surat
Date: 30.10.2006