



# GARDEN SILK MILLS LTD.

Regd. Office: Sahara Gate, Surat 395010

*Designer of Yarns, Weaves and Prints*

## AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH, 2010

Particulars	Rs. in Lacs	
	12 months ended 31/03/2010 (Audited)	9 months ended 31/03/2009 (Audited)
Gross Sales/Income from operations	266,233.59	138,475.35
Less: Excise Duty on Sales	14,744.18	5,314.52
<b>Net Sales / Income from operations</b>	<b>251,489.41</b>	<b>133,160.83</b>
Expenditure		
(Increase)/Decrease in stock-in-trade and work in progress	(5,990.13)	(787.94)
Consumption of raw materials	192,804.92	92,990.89
Purchase of traded goods	1,408.82	1,099.62
Employees cost	5,734.95	4,424.60
Depreciation	7,256.39	4,483.60
Other expenditure	34,290.02	19,958.26
<b>Total Expenditure</b>	<b>235,504.97</b>	<b>122,169.03</b>
<b>Profit from operations before other income &amp; Interest</b>	<b>15,984.44</b>	<b>10,991.80</b>
Other income	641.42	705.66
<b>Profit before interest &amp; tax</b>	<b>16,625.86</b>	<b>11,697.46</b>
Interest & finance charges (Net)	7,316.98	4,698.15
<b>Profit from ordinary activities</b>	<b>9,308.88</b>	<b>6,999.31</b>
Provision for tax:		
- Current tax	1,594.85	762.15
- Deferred tax	1,393.56	1,233.69
- Fringe benefits tax	0.00	45.00
<b>Net profit after tax</b>	<b>6,320.47</b>	<b>4,958.47</b>
Paid-up equity share capital (face value Rs.10/- each)	3,829.06	3,829.06
Reserves excluding Revaluation Reserves	45,199.97	39,683.21
<b>EPS (Rs.)-Basic and diluted (not annualised)</b>	<b>16.51</b>	<b>12.95</b>
<b>Total Public Shareholding</b>		
Number of shares	16,617,259	16,825,190
Percentage of shareholding	43.40	43.94
<b>Promoters and promoter Group Shareholding</b>		
Pledged/Encumbered		
Number of shares	0	0
Percentage of shares (as a % of the total shareholding of promoter and promoter group)	0.00	0.00
Percentage of shares (as a % of the total share capital of the company)	0.00	0.00
Non-encumbered		
Number of shares	21,423,976	21,189,695
Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00
Percentage of shares (as a % of the total share capital of the company)	55.95	55.34

**Statement of Assets and Liabilities as at 31.03.2010:****(Rs in lacs)**

<b>Particulars</b>	<b>Year ended 31.03.2010</b>	<b>Year ended 31.03.2009</b>
<b>SHAREHOLDERS' FUNDS:</b>		
(a) Share Capital	3,829.06	3,829.06
(b) Reserves and Surplus	45,199.97	39,683.21
Loan Funds	102,791.92	90,375.46
Deferred Tax Liability	11,758.77	10,365.21
<b>TOTAL</b>	<b>163,579.72</b>	<b>144,252.94</b>
<b>APPLICATION OF FUNDS:</b>		
Fixed Assets	114,261.64	98,883.64
Investments	7,660.96	5,157.77
Current Assets, Loans and Advances:		
(a) Inventories	36,536.20	21,755.11
(b) Sundry Debtors	12,686.88	6,747.31
(c) Cash and Bank Balances	3,480.63	7,287.86
(d) Loans And Advances	22,028.67	20,283.14
Less: Current Liabilities and Provisions		
(a) Current Liabilities	27,479.45	12,006.39
(b) Provisions	5,602.56	3,875.98
Miscellaneous Expenditures (not written off or adjusted)	6.75	20.48
<b>TOTAL</b>	<b>163,579.72</b>	<b>144,252.94</b>

**Notes:**

- 1 The Previous year's figures have been regrouped / reclassified wherever necessary to make them comparable with the current year's figures. Due to the change in the Company's Financial Year from 30th June to 31st March, the figures for the current year ended 31st March, 2010 are not strictly comparable with the corresponding previous year as the previous year period pertains to 9 months.
- 2 The Board of Directors of the Company have recommended, subject to the approval of shareholders, a dividend of Rs.1.80 per fully paid-up equity share of Rs.10/- each, aggregating to Rs.803.71 lacs, including dividend distribution tax.
- 3 Notice is hereby given pursuant to Section 154 of the Companies Act, 1956 that for the purpose of ascertaining the shareholders who will be eligible to receive the dividend, if any for the year 2009-10, the Register of Members of the Company will remain closed from Tuesday, 24th August, 2010 to Tuesday, 31st August, 2010 (both days inclusive).
- 4 The Company has successfully commissioned an expansion project involving enhancement of Polyester textile grade Chips capacity by 250 tonnes per day (TPD) at its plant at Village Jolwa, Taluka Palsana, Dist. Surat which commenced commercial production during April-May, 2010.
- 5 Provision for current tax pertains to Minimum Alternate Tax (MAT). Provision for deferred taxation is made in accordance with the Accounting Standards 22 issued by the Institute of Chartered Accountants of India.
- 6 There were no investors complaints pending at the beginning of the year. The Company received 294 complaints during the year. All the 294 complaints were resolved and there were no pending unresolved complaints as on 31st March, 2010.
- 7 Public Shareholding (as defined under clause 40A of the Listing Agreement) excludes shares held by the custodian against Global Depository Receipts.
- 8 As the Company's business activity falls within a single primary business segment viz. 'Textiles', the disclosure requirement of Accounting Standards (AS) 17 on "Segment Reporting" is not applicable.
- 9 The above results have been reviewed by the Audit Committee at its meeting held on 7th July, 2010 and have been approved by the Board of Directors of the Company at its meeting held on 7th July, 2010.

**For and on behalf of the Board**  
**Sd/-**  
**Praful A. Shah**  
**Chairman & Managing Director**

Place: Surat  
Date: 7th July, 2010