

JARIGOLD TEXTILES LIMITED

NOTICE is hereby given that the TWENTY FIRST ANNUAL GENERAL MEETING of the members of Jarigold Textiles Limited will be held at the Registered office of the Company at Dr. Amichand Shah's Wadi, Rampura Tunki, Surat 395 003 on Monday, September 25, 2006 at 11.00 a.m. to transact the following business;

AS ORDINARY BUSINESS:

1. To receive, consider and adopt the audited Balance Sheet and Profit and Loss account for the year ended March 31, 2006 and the Reports of Auditors and Directors thereon.
2. To declare a dividend on the Equity shares of the Company
3. To appoint a Director in place of Shri N. K. Desai who retires by rotation and being eligible offers himself for reappointment.
4. To re-appoint existing auditors to hold office from the conclusion of the forthcoming Annual General Meeting till the conclusion of the next Annual General Meeting and to fix their remuneration.

Notes

1. *A member entitled to attend and vote is entitled to appoint a proxy and vote instead of himself and the proxy need not be a member of the company. Proxies in order to be effective must be received by the Company not less than 48 hours before the meeting.*

Place : Surat
Date : August 30, 2006

By Order of the Board


Yusuf Akikwala
Director

①

Regd. Off. : Garden House, Dr. Amichand Shah's Wadi, Rampura Tunki, Surat - 395 003.
Tel. : (0261) 2419019. 2430054 Fax : (0261) 2418980
e-mail : amica_ad1@sancharnet.in

JARIGOLD TEXTILES LIMITED

DIRECTORS' REPORT

To
The Members of;
Jarigold Textiles Limited

The Directors of your Company have pleasure in presenting the Twenty First Annual Report of the Company together with the audited accounts for the financial year ended on March 31st, 2006

FINANCIAL RESULTS

	2005-06 (Rs.)	2004-05 (Rs.)
Profit before Interest, Depreciation & Tax	75,43,934	1,23,82,568
Less : Depreciation	0	9,018
Provision for taxation	1,32,610	(3,170)
Net Profit	74,11,325	1,23,76,720
Add : Prior year adjustments	0	0
Excess/(Short) provision for tax of earlier years	0	0
Balance brought forward	2,63,30,845	1,40,68,150
Profit available for appropriation	3,37,42,170	2,64,44,870
Appropriations		
Proposed Dividend	1,00,000	1,00,000
Tax on proposed dividend	14,025	14,025
Balance carried to Balance Sheet	3,36,28,145	2,63,30,845
Total	3,37,42,170	2,64,44,870

DIVIDEND

The Directors have pleasure in recommending a dividend at the rate of 1 % on the Equity Shares of the Company which will result in an outflow of Rs. 1,00,000/-. The dividend tax amounts to Rs. 14,025. The dividend, if approved by the members at the meeting, will be paid to such share holders whose names appear on the Register of Members on the date of the Annual General Meeting.

DEPOSITS

The Company has not accepted or renewed any deposits from the public during the year under review.

②

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COMPLIANCE CERTIFICATE

In terms of Section 383A(1) of the Companies Act, 1956, and Companies (Compliance Certificate) Rules, 2001 the certificate issued by a Company Secretary in Whole-time Practice certifying that the Company has complied with all the provisions of the Companies Act, 1956 is annexed to the Report.

DETAILS UNDER SECTION 217(2A) AND 217 (1) (e) OF THE COMPANIES ACT, 1956

There are no employees drawing a salary of more than Rs. 2,00,000 per month, if employed for part of the year or more than Rs. 24,00,000 per annum if employed for the entire year, hence the details as required by Section 217(2A) of the Companies Act, 1956 are not furnished.

The Company has not carried on any manufacturing activity during the year, neither has it dealt with foreign exchange for the year under review and hence the particulars under Section 217(1) (e) read with Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988 are not furnished.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the provisions of Section 217 (2AA) of the Companies Act, 1956, the Directors hereby confirm that:

1. In preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanations relating to material departures;
2. The Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2006 and of the profit of the Company for the year ended March 31, 2006
3. The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities
4. The Directors had prepared the annual accounts on a going concern basis.

DIRECTORS

There has been no change in the composition of the Board of Directors of the Company during the year under review.

AUDITORS

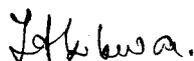
The term of the existing Statutory Auditors of the Company expires at the forthcoming Annual General Meeting. They may be reappointed a certificate stating that the appointment as Statutory Auditors, if made, will be within the limits prescribed under Section 224(1B) has been received from Bipinchandra J. Modi & Co., Chartered Accountants, the existing auditor.

COMMENTS ON THE AUDITOR'S REPORT

The observations made in the Auditor's Report are self explanatory and do not call for any Further comments.

Date : August 30th, 2006
Place : Surat

For and on behalf of the Board



CHAIRMAN



Bipinchandra J. Modi & Co.
Chartered Accountants

Office
Bunglow No. 18/A, Prakash Co-op. H. Soc. Ltd.,
Behind Intelligent Guidance Class,
Athwalines, SURAT-395 001.
Phone : 2665349
C. EX/BJM/017/98-DT. 9/11/98
Email : bipinchandrajmodi@yahoo.com

Partners :

BIPIN MODI

B.Com., F.C.A., DISA

RAKESH PATEL

B.Com., A.C.A. DSM

Ref. :

Date :

Auditors' Report

To the Members,

JARIGOLD TEXTILES LIMITED

1. We have audited the attached Balance sheet of **JARIGOLD TEXTILES LIMITED** as at 31st March, 2006 and also the Profit and Loss Account and the Cash Flow Statement for the year ended on that date, annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that We plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditors' Report) Order, 2003 issued by the Central Government in terms of sub-section (4A) of section 227 of the Companies Act, 1956, I enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. Further to our comments in the Annexure referred to above, We report that:
 - a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of the books;
 - c) The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - d) In our opinion, the Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956;
 - e) On the basis of written representations received from the directors as on 31st March, 2006 and taken on record by the Board of Directors, We report that none of the directors is disqualified as on 31st March, 2006 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
 - f) In our opinion and to the best of our information, and according to the explanations given to us, the said accounts read along with Significant Accounting Policies and notes thereon, give the information required by the Companies Act, 1956, in the manner so required, and give a true and fair view in conformity with the accounting principles generally accepted in India:
 - i) in the case of the Balance sheet, of the state of affairs of the Company as at 31st March, 2006;
 - ii) in the case of the Profit and Loss Account, of the profit for the year ended on that date; and
 - iii) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

(4)



For Bipinchandra J. Modi & Co.
Chartered Accountants

(Signature)
(Bipinchandra J. Modi)
Partner

Membership No. 31687

Surat, dated: August 30, 2006

Bipinchandra J. Modi & Co.

Chartered Accountants

Partners :

BIPIN MODI

B.Com., F.C.A., DISA

RAKESH PATEL

B.Com., A.C.A. DSM

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Email : bipinchandrajmodi@yahoo.com

Ref. :

Date :

Annexure referred to in paragraph 3 of our report of even date on the accounts
for the year ended 31st March, 2006

- i. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) I am informed that the physical verification of fixed assets was carried out by the management during the year and no material discrepancies were noticed on such verification. In our opinion, the frequency of verification is reasonable.
- (c) The Company has not disposed off substantial part of fixed assets during the year.
- ii. (a) As explained to us, inventories were physically verified during the year by the management at reasonable intervals.
- (b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management were reasonable and adequate in relation to the size of the Company and the nature of its business.
- (c) In our opinion and according to the information and explanations given to us, the Company has maintained proper records of its inventories and no material discrepancies were noticed on physical verification.
- iii. (a) The Company has neither granted nor taken any loans, secured or unsecured, to/from companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act, 1956, paragraphs (iii)(b), (c) and (d) of the Order are not applicable.
- iv. In our opinion, and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and nature of its business for the purchase of inventory, fixed assets and with regard to the sale of goods. During the course of our audit, We have not observed any continuing failure to correct major weaknesses in internal control.
- v. (a) In our opinion and according to the information and explanations given to us, there are no transactions that need to be entered in to the register maintained under Section 301 of the Companies Act, 1956, paragraph (v)(b) of the Order is not applicable.
- vi. The Company has not accepted any deposits from the public.
- vii. In our opinion, the Company has an internal audit system commensurate with its size and nature of its business.
- viii. The Central Government has not prescribed maintenance of cost records under section 209(1)(d) of the Companies Act, 1956 for any of the products of the Company.
- ix. (a) According to information and explanations given to us, the Company is generally been regular in depositing undisputed statutory dues as applicable with the appropriate authorities during the year.
- (b) According to information and explanation given to us, there are no statutory dues as applicable which have not been deposited on account of any dispute.
- x. The Company does not have accumulated losses as at 31st March, 2006 and has not incurred cash losses during the financial year ended on that date or in the immediately preceding financial year.
- xi. The Company has not taken any loans from financial institutions or banks or debenture-holders and hence the question of default in repayment of dues and the period and amount does not arise.

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Bipinchandra J. Modi & Co.
Chartered Accountants

Partners :

BIPIN MODI

B.Com., F.C.A., DISA

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B.Com., A.C.A. DSM

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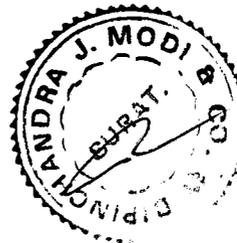
Date :

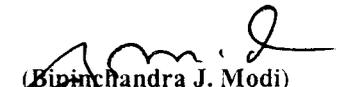
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- xii. In our opinion, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and any other securities.
- xiii. The provisions of any special statute as specified under paragraph (xiii) of the Order are not applicable to the Company.
- xiv. In our opinion and according to information and explanation given to us, the Company is not a dealer or a trader in shares, securities, debentures and other investments.
- xv. In our opinion and according to the information and explanations given to us, the Company has not given any guarantees for loans taken by others from banks or financial institutions.
- xvi. The Company has not taken any term loan during the current year.
- xvii. According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, in our opinion, there are no funds raised on short term basis which have been used for long term investment, and vice versa.
- xviii. The Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under Section 301 of the Companies Act, 1956 during the year.
- xix. The Company has not issued any debentures during the year.
- xx. The Company has not raised any money by way of public issue during the year.
- xxi. To the best of our knowledge and belief and according to the information and explanations given to us, no fraud on or by the Company was noticed or reported during the year.

Surat, dated: August 30, 2006

For Bipinchandra J. Modi & Co.
Chartered Accountants




(Bipinchandra J. Modi)
Partner
Membership No. 31687

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BALANCE SHEET as at 31st March, 2006

	Schedule	31-3-2006 Rs.	31-3-2005 Rs.
I. SOURCES OF FUNDS :			
Shareholders' Funds:			
Share Capital	1	10,000,000	10,000,000
Reserve & Surplus	2	35,313,509	27,976,675
		-----	-----
Total		45,313,509	37,976,675
		=====	=====
II. APPLICATION OF FUNDS :			
Fixed Assets :	3		
Gross Block		78,500	78,500
Less : Depreciation		78,500	78,500
Net Block		-----	-----
		--	--
Investments	4	41,518,597	34,364,512
Current Assets, Loans & Advances:	5		
Stock in trade		32,442	--
Sundry Debtors		2,365,073	286,549
Cash and Bank Balances		1,630,656	1,514,933
Other current assets		1,570,721	1,826,679
Loans and Advances		527,029	459,029
		-----	-----
		6,125,921	4,087,190
Less : Current Liabilities and Provisions :	6		
Current Liabilities		2,053,984	291,078
Provisions		277,025	184,025
		-----	-----
		2,331,009	475,103
		-----	-----
Net Current Assets		3,794,912	3,612,087
Deferred tax (liability)/assets		--	76
		-----	-----
Total		45,313,509	37,976,675
		=====	=====
Notes forming part of the accounts	10		

As per our report of even date

For and on behalf of the Board

*J. B. K. S.**mm m*

Directors

mm m

Secretary

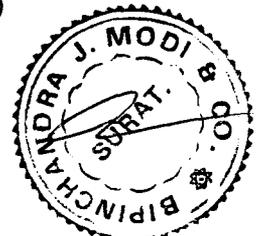
Place : Surat

Date : 30-08-2006

For Bipinchandra J. Modi & Co.
Chartered Accountants*Bipinchandra J. Modi*
(Bipinchandra J. Modi)
Partner

Place : Surat

Date : 30-08-2006



PROFIT AND LOSS ACCOUNT for the year ended 31st March, 2006

		2005-06 Rs.	2004-05 Rs.
INCOME :			
Sales		10,220,343	2,098,320
Other income	7	7,570,270	12,972,083
	Total	17,790,613	15,070,403
EXPENDITURE :			
Purchases		10,077,892	2,022,779
(Increase)/Decrease in stock	8	(32,442)	47,748
Operating, Administrative and other expenses	9	201,229	617,308
Depreciation		--	9,018
	Total	10,246,679	2,696,853
Profit before tax		7,543,934	12,373,550
Less : Taxation - Current tax		93,000	--
- Deferred tax		39,610	(3,170)
Profit after tax		7,411,324	12,376,720
Add : Balance Brought forward		26,330,845	14,068,150
Balance available for Appropriation		33,742,169	26,444,870
APPROPRIATION :			
Proposed dividend		100,000	100,000
Tax on proposed dividend		14,025	14,025
Balance Carried to Balance Sheet		33,628,144	26,330,845
		33,742,169	26,444,870
Basic & diluted earning per share (Face value of Rs.10)		7.41	12.38

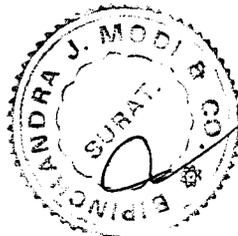
Notes forming part of the accounts 10

As per our report of even date

For and on behalf of the Board

*J. K. G. S.**M. M. S.*

Directors

Pranab
SecretaryFor Bipinchandra J. Modi & Co.
Chartered Accountants*Bipinchandra J. Modi*
(Bipinchandra J. Modi)
PartnerPlace : Surat
Date : 30-08-2006Place : Surat
Date : 30-08-2006

Schedules annexed to and forming part of the Accounts

31-3-2006	31-3-2005
Rs.	Rs.

Schedule 1: Share Capital

Authorised:

1,000,000 equity shares of Rs.10 each.	10,000,000	10,000,000
--	------------	------------

10,000,000	10,000,000
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Issued, subscribed and paid up:

1,000,000 equity shares of Rs.10 each.	10,000,000	10,000,000
--	------------	------------

10,000,000	10,000,000
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Schedule 2: Reserve & Surplus

General Reserve :

As per last Balance sheet	1,645,830	1,137,210
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Add : Deferred tax asset	39,534	508,620
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1,685,364	1,645,830
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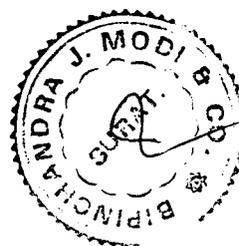
Balance in Profit & Loss account	33,628,144	26,330,845
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35,313,509	27,976,675
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Schedule 3 : Fixed Assets

Particulars	GROSS BLOCK			DEPRECIATION			NET BLOCK	
	As on 01-4-2005 Rs.	Addition Rs.	As on 31-3-2006 Rs.	As on 01-4-2005 Rs.	for the year Rs.	As on 31-3-2006 Rs.	As on 31-3-2006 Rs.	As on 31-03-2005 Rs.
Computer	78,500	--	78,500	78,500	--	78,500	--	--
	78,500	--	78,500	78,500	--	78,500	--	--
Previous year	78,500	--	78,500	69,482	9,018	78,500	--	9,018

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Schedules annexed to and forming part of the Accounts

	31-3-2006	31-3-2005
	Rs.	Rs.

Schedule 4 : Investments**Long Term Investments (At Cost)****Trade Investments****Quoted Shares :**

270,700 (130,492) Equity shares of Garden Silk Mills Limited Rs.10 each fully paid.

	14,341,387	6,093,400
--	------------	-----------

275,000 (--) 1% Redeemable Cumulative Preference shares of Vareli Fabrics Pvt. Ltd. of Rs.10 each

	2,750,000	--
--	-----------	----

Investment in Partnership Firms :
In Capital Account

	1,621,859	6,482,373
	<u>18,713,246</u>	<u>12,575,773</u>

Non Trade Investments :**Unquoted units :**

123,953 (136,388) units of Reliance Growth Fund (Dividend plan) of Rs.10 each.

	5,026,314	5,000,000
--	-----------	-----------

85,476 (228,947) units of Reliance Vision Fund (Dividend plan) of Rs.10 each.

	3,248,088	8,700,000
--	-----------	-----------

247,848 (247,848) units of Reliance M.I.P. Fund (Growth plan) of Rs.10 each.

	2,821,861	2,821,861
--	-----------	-----------

254,804 (--) units of HDFC Equity Fund (Dividend plan) of Rs.10 each.

	6,442,210	--
--	-----------	----

515,098 (515,098) units of HDFC Premier Multi cap Fund (Dividend plan) of Rs.10 each.

	5,266,878	5,266,878
	<u>22,805,351</u>	<u>21,788,739</u>

	<u>41,518,597</u>	<u>34,364,512</u>
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Aggregate Value of Investments :

Quoted : Cost	14,341,387	6,093,400
Quoted : Market Value	15,781,810	6,837,781
Unquoted : Cost	27,177,210	28,271,112



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Schedules annexed to and forming part of the Accounts

	31-3-2006	31-3-2005
	Rs.	Rs.

Schedule 5 : Current Assets, Loans & Advances**A. Current Assets :****Stock in trade :**

(Valued at cost or market price whichever is lower)

	32,442	--
--	--------	----

Sundry Debtors :

(Unsecured, considered good)

- Debts due for less than six months

	2,365,073	286,549
--	-----------	---------

Cash and Bank balances :

- Cash on hand

	17,099	4,237
--	--------	-------

- Balance with Scheduled Banks in current account

	1,613,557	1,510,696
--	-----------	-----------

Other current assets :

- Receivables

	1,570,721	1,826,679
--	-----------	-----------

	<u>5,598,892</u>	<u>3,628,161</u>
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B. Loans and Advances :

(unsecured, considered good)

Income tax paid in advance

	527,029	459,029
--	---------	---------

	<u>527,029</u>	<u>459,029</u>
--	----------------	----------------

	<u>6,125,921</u>	<u>4,087,190</u>
--	------------------	------------------

Schedule 6 : Current Liabilities & Provisions**A. Current Liabilities :**

Sundry creditors

	2,053,984	291,078
--	-----------	---------

	<u>2,053,984</u>	<u>291,078</u>
--	------------------	----------------

B. Provisions :

Proposed dividend

	100,000	100,000
--	---------	---------

Tax on proposed dividend

	14,025	14,025
--	--------	--------

Provision for Income tax

	163,000	70,000
--	---------	--------

	<u>277,025</u>	<u>184,025</u>
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	<u>2,331,009</u>	<u>475,103</u>
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Schedule 7 : Other Income

	2005-06	2004-05
	Rs.	Rs.

Dividend Income

	5,000,603	3,457,929
--	-----------	-----------

Interest Income

	174,206	221,227
--	---------	---------

Share of profit in partnership firm

	185,280	177,328
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Profit on sale of Investments (Net)

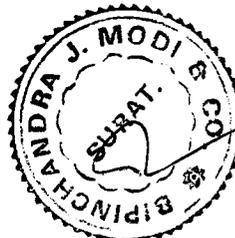
	2,190,571	9,102,627
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Miscellaneous income

	19,610	12,972
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	<u>7,570,270</u>	<u>12,972,083</u>
--	------------------	-------------------

(11)



Schedules annexed to and forming part of the Accounts

	2005-06 Rs.	2004-05 Rs.
<u>Schedule 8 : (Increase)/Decrease in stock :</u>		
Opening stock as on 1st April	--	47,748
Less : Closing stock as on 31st March.	32,442	--
	<u>(32,442)</u>	<u>47,748</u>

Schedule 9 : Operating, Administrative and other expenses

Advertisement expenses	46,309	43,077
Audit fees	8,418	8,265
Bad & doubtful advance written off	--	287,500
Bank charges	917	1,088
Business center expenses	--	36,000
Director sitting fees	12,000	13,500
Donation	--	25,000
Freight expenses	9,146	--
General charges	48,429	27,264
Insurance	230	230
Professional & legal fees	41,492	138,803
Professional tax	1,000	5,000
Securities transaction tax	33,288	31,581
	<u>201,229</u>	<u>617,308</u>

Schedule 10 : Notes forming part of the Accounts :**1 SIGNIFICANT ACCOUNTING POLICIES :****A. SYSTEM OF ACCOUNTING :**

The Company follows the mercantile system of accounting and recognises income and expenditure on the accrual basis.

B. SALES & PURCHASES :

Sales and purchases are recognised at net of returns.

C. FIXED ASSETS :

Fixed assets are carried at original cost including other incidental expenses.

D. DEPRECIATION :

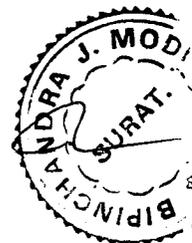
Depreciation on Fixed Assets have been calculated on straight line method at the rates and in the manner prescribed in Schedule XIV to the Companies Act, 1956.

E. INVESTMENTS :

- i) Long Term investments of the company are stated at their cost of acquisition.
- ii) Provision for diminution in the value of long term investments is made in case such a decline is other than temporary in the opinion of the management.

F. TAXATION :

- i) Current tax has been determined and provided as the amount of tax payable in respect of taxable income for the year.
- ii) Deferred tax has been recognised, subject to the consideration of prudence, on timing differences, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.



Schedules annexed to and forming part of the Accounts**Schedule 10 : Notes forming part of the Accounts :**

2 The Company has invested in the capital of the following partnership firms :

a) Name of the Partnership Firm : ALLIANCE INVESTMENTS

Total Capital of the Firm : Rs.16,851,850/-

Other Partners of the Partnership firm besides the Company are as follows :

- 1 Wheel & Axle Textiles Ltd.
- 2 Pashah Textiles Ltd.
- 3 Rosekamal Textiles Ltd.
- 4 Amichand Textiles Ltd.
- 5 Bijlee Textiles Ltd.
- 6 SPS Silk Ltd.
- 7 Prabhat Silk Mills Ltd.

All partners are sharing Profit / Losses equally.

b) Name of the Partnership Firm : RAYBAN INVESTMENTS

Total Capital of the Firm : Rs.16,936,007/-

	<u>Name of the partners</u>	<u>Share of Profit/Loss</u>
1	Wheel & Axle Textiles Ltd.	14.00%
2	Pashah Textiles Ltd.	14.00%
3	Rosekamal Textiles Ltd.	14.00%
4	Amichand Textiles Ltd.	14.00%
5	SPS Holdings Ltd.	28.00%
6	Jarigold Textiles Ltd.	7.00%
7	Prabhat Silk Mills Ltd.	3.50%
8	Vareli Fabrics Pvt. Ltd.	3.50%
9	Special Prints Ltd.	1.00%
10	Tissue Textiles (India) Pvt. Ltd.	1.00%

3 Deferred Taxation :

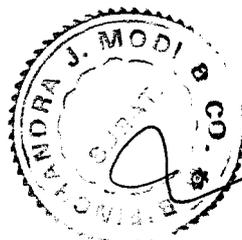
As per Accounting Standard-22 issued by the Institute of Chartered Accountants of India on Accounting for taxes on Income, the company has recorded, on the basis of prudence, deferred tax assets amounting to Rs.39,534/-, on account of brought forward losses till 31st March, 2005 and the same has been credited to the General Reserve account. Deferred tax liability for the year ended 31st March, 2006 amounting to Rs.39,610/- has been recognised in the Profit & Loss account.

4 Particulars of investments purchased and sold during the year :

<u>Name of Mutual Fund</u>	<u>Cost (Rs.)</u>
J M Mutual Fund	1,600,000
HDFC Mutual Fund	6,375,000
Reliance Capital Mutual Fund	12,504,973

5 Income from Investments :

- a) From Trade Investments
- b) From Other Investments



	2005-06	2004-05
	Rs.	Rs.
a) From Trade Investments	369,944	416,965
b) From Other Investments	4,804,865	3,262,191

6 Profit / (Loss) on Investments :

- a) Long Term Investments
- b) On account of membership of partnership firm

a) Long Term Investments	2,190,571	9,102,627
b) On account of membership of partnership firm	185,280	177,328

Schedules annexed to and forming part of the Accounts**Schedule 10 : Notes forming part of the Accounts :**

- 7 The Company has no information as to whether any of its suppliers constitutes small scale Industrial undertaking & therefore amount due to such suppliers has not been identified.

	2005-06	2004-05
	Rs.	Rs.
8 Payment to Auditors : (including service tax)		
a) For Statutory audit	6,734	6,612
b) For Tax audit	1,684	1,653
c) For Other services	5,235	6,254

9 Quantitative details :	2005-06		2004-05	
	Meters	Amount	Meters	Amount
Fabrics				
Sales	2,19,920.00	10,220,343	72,801.40	2,098,320
Purchases	2,20,773.75	10,077,892	70,999.60	2,022,779
Opening Stock	-- --	-- --	1,801.80	47,748
Closing Stock	853.75	32,442	-- --	-- --

- 10 Related party disclosures as required by Accounting Standard No.18 issued by the Institute of Chartered Accountants of India are as follows :

(a) Relationships :i) Joint Ventures / Partnerships :

Alliance Investments

Rayban Investments

ii) Related enterprises where transactions have taken place :

Armorax Business Centre Pvt. Ltd.

Amichand Textiles Ltd.

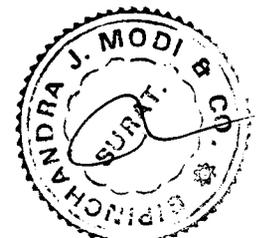
Vareli Fabrics Pvt. Ltd.

Garden Silk Mills Ltd.

(b) The following transactions were carried out with related parties :

	Related Parties	
	Referred in 12(a)(i)above	Referred in 12(a)(ii)above
i) <u>Transactions during the year :</u>		
Given (net) towards capital accounts	--	--
	(1,237,500)	(-)
Withdrawn (net) towards capital accounts	5,220,000	--
	(-)	(-)
Interest received	174,206	--
	(221,227)	(-)
Share from partnership firm	185,280	--
	(177,328)	(-)
Fabrics Purchase	--	2,938,781
	(-)	(-)
Business Centre user expenses	--	--
	(-)	(36,000)
Office administration & accounting charges	--	18,000
	(-)	(-)
Re-imburement of expenses	--	3,000
	(-)	(-)
ii) <u>Outstanding balance at the end of the year :</u>		
Debit balance	1,621,859	--
	(6,482,373)	(-)

Note : Figures in brackets represent previous year's amount.



Schedules annexed to and forming part of the Accounts**Schedule 10 : Notes forming part of the Accounts :**

11 The Company is principally engaged in the business of Textiles. Accordingly there are no reportable segments as per Accounting Standard-17 issued by the Institute of Chartered Accountants of India on 'Segment Reporting'.

12 Earning per share :	2005-06	2004-05
	Rs.	Rs.
a) Weighted average number of shares outstanding	1,000,000	1,000,000
b) Net Profit after tax available for equity shareholders	7,411,324	12,376,720
c) Basic and diluted Earning per share	7.41	12.38
(On Face value per share of Rs.10 each)		

13 The equity shares of the Company are listed on the following stock exchanges and the Company has duly paid the requisite amount of annual listing fees for the year 2005-06 to both the stock exchanges.

- a) Ahmedabad Stock Exchange Limited.
Kamdhenu Complex,
Opp. Sahjanand College,
Panjarapole, Ahmedabad - 380 015.
- b) Bombay Stock Exchange Limited.
Phiroz Jeejeebhoy Tower,
Dalal Street,
Mumbai - 400 001.

14 Provision for tax has been made as per the applicable provisions of the Income Tax Act, 1961.

15 Previous year's figures have been regrouped and / or recast wherever found necessary to make them comparable with current year figures.

16 Additional information pursuant to Part IV Schedule VI to the Companies Act, 1956 is as per Annexure " A ".

Signatures to schedules 1 to 10

As per our report of even date

For and on behalf of the Board

[Handwritten Signature]

[Handwritten Signature]

Directors

Place : Surat

Date : 30-08-2006

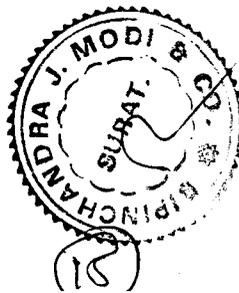
[Handwritten Signature]
Secretary

For Bipinchandra J. Modi & Co.
Chartered Accountants

[Handwritten Signature]
(Bipinchandra J. Modi)
Partner

Place : Surat

Date : 30-08-2006



Annexure " A "

Additional information pursuant to Part IV of Schedule VI to the Companies Act, 1956.

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE :

a) Registration details :-

Registration No.	1	3	2	5	4	
State Code	0	4				
Balance sheet Date	3	1	0	3	0	6

b) Capital raised during the year :-

Public Issue	N	I	L
Right Issue	N	I	L
Bonus Issue	N	I	L
Preferential Allotment	N	I	L

c) Position of mobilisation and deployment of funds (Amt. in Rs. '000s) :-

Total Liabilities	4	7	6	4	5
Total Assets	4	7	6	4	5

Sources of funds -

Paid up Capital	1	0	0	0	0
Reserves & Surplus	3	5	3	1	4
Secured Loans			N	I	L
Unsecured Loans			N	I	L

Application of funds-

Net Fixed Assets			N	I	L
Investments	4	1	5	1	9
Net Current Assets		3	7	9	5
Deferred tax liability			N	I	L
Misc. Expenditures			N	I	L
Accumulated Losses			N	I	L

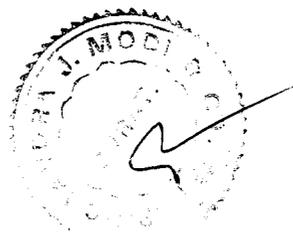
d) Performance of the company -

Total Turnover	1	7	7	9	1
Total Expenditures	1	0	2	4	7
+ / - Profit / Loss before Tax		7	5	4	4
+ / - Profit / Loss after Tax		7	4	1	1
Earning per Share in Rs.		7	.	4	1
Dividend rate in %		1	.	0	0

e) General names of three principal products/services of the company -

Item Code No. (ITC Code)	5	4	0	7	
Product description	Woven fabrics of synthetic filament yarn				

(16)



CASH FLOW STATEMENT
for the year ended 31st March, 2006

	Rupees in Lacs	
	<u>Current</u>	<u>Current</u>
	<u>Year</u>	<u>Year</u>
A. CASH FLOW FROM OPERATING ACTIVITIES :		
Net Profit before Tax and Extra ordinary Items	75.44	123.74
Adjustments for -		
(Profit)/Loss on sale of Investments	(21.91)	(91.03)
Depreciation	0.00	0.09
Dividend (received)	(50.01)	(34.58)
Interest (received)	(1.74)	(2.21)
Share in (Profit) of partnership firm	(1.85)	(1.77)
Professional tax	0.00	2.88
Operating Profit before working Capital Changes	<u>(0.07)</u>	<u>(2.89)</u>
Adjustments for :		
(Increase) / Decrease in Debtors	(20.79)	5.67
(Increase) / Decrease in Stock in trade	(0.32)	0.48
(Increase) / Decrease in other current Assets	2.56	(18.27)
Increase / (Decrease) in Current Liabilities	<u>17.63</u>	<u>(6.10)</u>
Cash generated from operations	<u>(0.99)</u>	<u>(21.11)</u>
Direct Taxes (paid)	<u>(0.68)</u>	<u>(0.74)</u>
Net Cash Flow from operating Activities	<u>(1.67)</u>	<u>(21.85)</u>
B. CASH FLOW FROM INVESTING ACTIVITIES :		
(Purchase) of Investments	(429.46)	(718.58)
Sale of Investments	383.42	721.21
Dividend received	50.01	34.58
(Increase) / Decrease in Loans & Advances	<u>0.00</u>	<u>0.00</u>
Net Cash Flow from Investing Activities	<u>3.97</u>	<u>37.21</u>
C. CASH FLOW FROM FINANCING ACTIVITIES		
Dividend Paid	(1.00)	(1.00)
Tax on dividend paid	<u>(0.14)</u>	<u>(0.13)</u>
Net Cash Flow from Financing Activities	<u>(1.14)</u>	<u>(1.13)</u>
Net increase in Cash & Cash equivalents (A+B+C)	1.16	14.23
Cash and Cash equivalent as at 01/04/2005	15.15	0.92
Cash and Cash equivalent as at 31/03/2006	16.31	15.15

For : **JARIGOLD TEXTILES LIMITED**

J. Modi
M M M

Directors

Place : Surat

Date : 30-08-2006

AUDITOR'S CERTIFICATE

I have verified the above Cash Flow Statement of Jarigold Textiles Limited from the audited annual financial statements for the year ended March 31, 2006 and found the same in accordance therewith and also with the requirements of Clause 32 of the Listing agreement with stock exchanges.

For Bipinchandra J. Modi & Co.
Chartered Accountants

Bipinchandra J. Modi
(Bipinchandra J. Modi)
Partner



Date : 30-08-2006