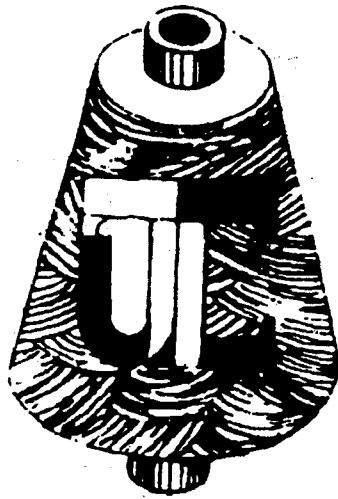


EIGHTEENTH ANNUAL REPORT 2010-2011



UNITED TEXTILES LIMITED

REGD. OFFICE & WORKS: 7TH K.M. STONE BARWALA ROAD, HISAR-125001 (HARYANA), INDIA
PHONE: (O) 01662-275478, Tele Fax : 01662-276182 ● Email: unitedtextilesLtd@gmail.com
CORPORATE OFFICE: DEVI BHAWAN ROAD, HISAR-125001 PH. 01662-232078

BOARD OF DIRECTORS

Sh. Sushil Kumar Aggarwal
Whole Time Director

Sh. Arun Kumar Aggarwal
Executive Director

Smt. Shalini Aggarwal

Sh. Hans Raj Gupta

Sh. Ashok Kumar Aggarwal

AUDITORS

M/s N. C. Aggarwal & Co.
Chartered Accountants

BANKER

Oriental Bank of Commerce

REGISTERED OFFICE & WORKS

7th K.M. Stone, Barwala Road,
Hisar-125001 (Haryana)

CORPORATE OFFICE

Devi Bhawan Road,
Hisar-125001 (Haryana)

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UNITED TEXTILES LIMITED

NOTICE

Notice is hereby given that the EIGHTEENTH ANNUAL GENERAL MEETING of the Shareholders of **UNITED TEXTILES LIMITED** will be held on Friday the 30th September, 2011 at 11:00 A.M. at Regd. Office at 7th K.M. Stone, Barwala Road, Hisar to transact the following business:

ORDINARY BUSINESS

1. To review, consider and adopt the Balance Sheet as at 31st March 2011 and Profit and Loss Account for the Year ended on that date alongwith the report of Auditors and Directors thereon.
2. To appoint a Director in place of Sh.Arun Kumar Aggarwal who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint Auditors and to fix their remuneration.

For and On Behalf of the Board
For **UNITED TEXTILES LIMITED**

(Sushil Kumar Aggarwal)
Whole Time Director

Regd. Office
7th K.M. Stone, Barwala Road,
Hisar - 125001
Dated: - 1st September, 2011

UNITED TEXTILES LIMITED

NOTES:

1. A member entitled to attend and vote at this meeting is entitled to appoint a proxy and vote instead of him/herself and such proxy need not be a member of the company. **A proxy form is attached** herewith.
2. The proxy from (s) duly completed and signed should reach the company's registered office at 7th K.M. Stone, Barwala Road, Hisar at least 48 hours before the time fixed for the meeting.
3. The Register of Members and Share Transfer Book of the company will remain closed from **Thursday the 29th September 2011 to Friday the 30th September 2011 (Both days inclusive)**.
4. Members are requested to intimate to the company, change in their addresses, if any, at the registered office of the company.
5. Information as required under Clause 49 of the Listing Agreement with respect to the Directors seeking appointment/re-appointment is as under:-
 - a) **Brief Particulars of Sh.Arun Kumar Aggarwal proposed to re-appointment as Director.**

Sh. Arun Kumar Aggarwal retires by rotation at the Annual General Meeting & being eligible offers himself for re-appointment.

He has joined the board of Directors in the year 1997.

He is undergraduate & has vast experience in Spinning Industry.

The re-appointment of Sh. Arun Kumar Aggarwal would be beneficial to the Company.

He is not a Director in any other Company.

As on 31/03/2011 he holds 1,06,600 Equity Shares of Rs. 10/- each in the Company.

UNITED TEXTILES LIMITED

DIRECTORS REPORT:

To the Members

Your Directors have great pleasure in presenting the EIGHTEENTH ANNUAL REPORT together with the Audited Statement of Accounts of your Company for the year ended 31st March, 2011.

FINANCIAL RESULTS:

	Current Year (2010-2011)	(Rs. In Lacs) Previous Year (2009-2010)
Sales & Operation Income	551.28	646.40
Other Income	<u>13.67</u>	<u>2.14</u>
	564.95	648.54
Profit / (Loss) before Tax & Dep.	20.17	37.88
Provision for Depreciation	(17.84)	(35.18)
Provision for I Tax	<u>(0.42)</u>	<u>(0.45)</u>
Profit / (Loss) After Tax	1.91	2.25
Previous Years Profit / (Loss)	<u>(70.02)</u>	<u>61.65</u>
	(68.11)	63.90
Transferred to / from General Reserve	—	—
Balance carried to Balance Sheet	<u>68.11</u>	<u>63.90</u>

OPERATION:

Your company has earned a Cash Profit of Rs. 20.17 Lacs which is however, less as compared to previous year, but keeping in view of the prevailing adverse market conditions the performance of the Company may be stated as satisfactory.

MANAGEMENT DISCUSSION & ANALYSIS

The Spinning Yarn Industry is a lifeline in Textile Business of India. The majority of employment in India is absorbed by Textile Industry. Keeping in view of its importance the Govt. has constituted a separate Department under Textile Ministry. The Govt. has also constituted a Technology upgradation Fund (TUF) by which concessional Loan / subsidy is granted by Govt. through its various nodal agencies for upgradation in technology.

The main Raw Material is cotton, which is based on Agricultural production of Cotton. The Production is dependent on Moonsoon. In Indian climatic condition the moonsoon is always an unpredictable factor. Sometimes there is heavy rainfall & sometime the drought situation is created, which affects the production of Cotton to a great extent creating heavy fluctuation in raw material prices. However, the company have some what managed situation & earned profit during the year.

PARTICULARS OF EMPLOYEES

During the year there was no employee in respect of whom information as per section 217 (2A) of the Companies Act, 1956 is required to be given in the Director's Report.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO:

As required by the companies (Disclosure of particulars in the report of Board of Directors) Rules, 1988 the relevant data pertaining to conservation of energy, technology absorption and foreign exchange earning and outgo are given in annexure forming part of this report.

FIXED DEPOSIT:

The Company has not accepted any deposit within the meaning of section 58-A of the Companies Act, 1956, and the Companies (Acceptance of Deposits) Rules, 1975.

LISTING OF SECURITIES:

The Securities of the Company is listed on Stock Exchanges at Mumbai. The Listing Fees have been paid up to 31-03-2011.

UNITED TEXTILES LIMITED

INSURANCE:

All the properties and insurable interests of the company including Building, Plant & Machinery and Stock wherever necessary and to the extent required have been properly insured.

DIRECTORS' RESPONSIBILITY STATEMENT:

- (i) That in the preparation of the annual accounts, the applicable accounting standards had been followed.
- (ii) That the directors had selected such accounting policies and applied them consistently and made judgement and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the Profit of the company for that year :
- (iii) That the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act, for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities:
- (iv) That the directors had prepared the annual accounts on a going concern basis.

AUDITORS' REPORT:

The points stated in the Auditors Report are self explanatory & needs no comments.

DIRECTORS:

In accordance with the requirement of the Companies Act, 1956 and the Articles of Association of the Company Sh. Arun Kumar Aggarwal retires by rotation and being eligible offer himself for re-appointment.

CORPORATE GOVERNANCE:

The Corporate Governance Report is annexed herewith alongwith Auditor's Certificate.

AUDITORS:

The term of present Auditors of the company M/s N.C. Aggarwal & Co. Chartered Accountants, Hisar expires at the conclusion of the ensuing Annual General Meeting and they are eligible for re-appointment.

ACKNOWLEDGEMENT:

Yours Directors express their sincere appreciation for all around assistance, co-operation and guidance from the Banker Oriental Bank of Commerce and State & Central Govt. Authorities.

For and on Behalf of the Board

(Sushil Kumar Agarwal)
Whole Time Director

(Arun Kumar Agarwal)
Executive Director

Regd. Office:

7th K.M., Stone, Barwala Road,
Hisar - 125001

Dated: - 1st September, 2011

UNITED TEXTILES LIMITED

ANNEXURE TO THE DIRECTORS' REPORT

The Companies (Disclosure of particulars in the Report of Board of Directors) Rules, 1988 under Section 217 (1) (e) of the Companies Act, 1956.

A. CONSERVATION OF ENERGY:

- i. Power factor has been maintained above 0.9 by proper choice of capacitors as per the requirement of load.
- ii. Motors have been installed of optimum capacity.
- iii. Power load is distributed on D.G. Sets at optimum level.
- iv. We have installed changeover switches to interchange the various machine on D.G. Sets.

B. TECHNOLOGY ABSORPTION:

- i. Efforts in brief made towards Technology absorption, adoption and innovation. Continous efforts are made to get optimum production as per designed capacity of machines. This helps in increasing productivity and reduction in cost.
- ii. Benefits derived as a result of above efforts:
The benefits although achieved but can not be stated in financial terms.

C. FOREIGN EXCHANGE EARNINGS AND OUTGO:

Foreign Exchange used	:	NIL
Foreign Exchange earned	:	NIL

FORM A

DISCLOSURE OF PARTICULARS WITH RESPECT TO CONSERVATION OF ENERGY

	<u>Current Year</u> <u>(2010-2011)</u>	<u>Previous Year</u> <u>(2009-2010)</u>
A. Power & Fuel Consumption:		
1. Power		
a. Purchased		
(i) Units (KWH)	10,82,904	11, 48,944
(ii) Tctal Amount (Rs.)	52, 90,910	51, 68,862
(iii) Rate/Unit Rs. KWH	4.89	4.50
b. Thought Diesel Generator		
i) Units (KWH)	1, 95,618	1, 10,673
ii) Total Amount (Rs.)	20,02,860	9, 58,676
iii) Cost/Unit	10.24	8.66
2. Steam Coal	NIL	NIL
3. Furnace Oil	NIL	NIL
4. Other/Internal Generations	NIL	NIL
5. Fuel	NIL	NIL
B. CONSUMPTION PER UNIT OF PRODUCTION		
Cotton Yarn / M.T.	1126 Units	964 Units

For and on Behalf of the Board

(Sushil Kumar Aggarwal)
Whole Time Director

(Arun Kumar Aggarwal)
Executive Director

Regd. Office:

7th K.M. Stone, Barwala Road, HISAR-125001

Dated: —1st September, 2011

UNITED TEXTILES LIMITED

Corporate Governance Report for the Financial Year 2010-2011

1. Company's Philosophy on code of Corporate Governance:

Your Company's philosophy on corporate governance envisages the alignment of the highest levels of transparency, accountability and equity, in all facts of its operations and in all its interactions with its stakeholders including shareholders, employees, government and lenders. The Company believes that all its operations and actions must serve the underlying goal of enhancing overall shareholders value, over a sustained period of time.

2. Board of Directors:

The Board of United Textiles Limited consists of Five Directors during the financial year 2010-11. Sh. Hans Raj Gupta being Chairman & Non Executive Director, as per Listing Agreement the Company should have at least one third independent Directors. There is no Institutional nominee Director on the Board.

The detail of Composition and Categories of Directors are given in Table below:-

Sr. No.	Name of the Director	Category
01	Sh. Hans Raj Gupta	Chairman Independent & Non Executive Director
02	Sh. Sushil Kumar Aggarwal	Whole Time Director
03	Sh. Arun Kumar Aggarwal	Executive Director
04	Sh. Ashok Kumar Aggarwal	Independent and Non-Executive Director
05	Smt. Shalini Aggarwal	Non-Executive Director

Board Procedure:

The details of the meetings of the Board and Audit Committee held during the financial year 2010-2011 are given in Table below :-

(i) Board of Directors Meeting:-

Date of Meeting	Total Members	Attendance by No. of Members
29/04/2010	5	3
30/07/2010	5	3
01/09/2010	5	4
30/10/2010	5	3
29/01/2011	5	3

(ii) Audit Committee Meetings:-

Date of Meeting	Total Members	Attendance by No. of Members
29/05/2010	3	3
14/08/2010	3	3
13/11/2010	3	3
12/02/2011	3	3

The details of attendance of each Director at the Board and Audit Committee Meetings held during the Financial Year 2010-2011 and details of number of outside directorship held by each of the Directors are given in Table below:-

Sr. No.	Name of Director	Attendance at Board Meetings	Attendance at Audit Committee Meeting	Attendance at Last AGM	Outside Directorship
1	Sh. Hans Raj Gupta	1	4	Yes	—
2	Sh. Sushil Kumar Aggarwal	5	—	Yes	—
3	Sh. Arun Kumar Aggarwal	5	4	Yes	—
4	Smt. Shalini Aggarwal	5	—	Yes	—
5.	Sh. Ashok Kumar Aggarwal	—	4	No	—

UNITED TEXTILES LIMITED

3. Audit Committee

The Current Audit Committee has three members viz. Sh. Hans Raj Gupta as Chairman, Sh. Ashok Kumar Aggarwal, as a Member & Sh. Arun Kumar Aggarwal, as a Member. The terms of reference of the Audit Committee, covers the area mentioned in clause 49 of the Listing Agreement of the Stock Exchange and Section 292 A of the Companies Act, 1956.

4. Remuneration Committee:

The Remuneration Committee has three members viz. Sh. Ashok Kumar Aggarwal, as Chairman, Sh. Hans Raj Gupta, as Member & Smt. Shalini Aggarwal as Member. Details of the remuneration paid to Executive Director during the financial year ending 31st March 2011 is given below:-

	Salary Paid	Service Tenure
Sh. Arun Kumar Aggarwal	240000	upto 31-3-2012

The Company does not have any Stock Option Scheme.

5. Share Transfer & Shareholders / Investors Grievances Committee:

The Board of Directors has delegated the power of approving transfer of securities and other related formalities to the Registrar & Share Transfer Agent M/s Indus Portfolio Private Limited, G-65, Bali Nager, New Delhi – 110015. The Committee under consideration comprises of Sh. Arun Kumar Aggarwal as Chairman and Sh. Hans Raj Gupta as Member & Smt. Shalini Aggarwal as a Member. The committee looks into the grievances of the shareholders concerning transfer of shares and non receipt of annual report and recommend measure for expeditious and effective investor services. The total numbers of letters received and replied to the shareholders during the year 2010-2011 were 3 and no complaint was outstanding as on 31st March, 2011.

6. General Body Meetings:

Last Three Annual General Meetings of the Company were held at the Registered Office of the Company at 7th K.M.Stone, Barwala Road, Hisar – 125 001 (Hry.) as detailed below:-

<u>Year</u>	<u>Date</u>	<u>Time</u>	<u>Detail of Special Resolution</u>
2007-2008	Monday 29/09/2008	11.00 A.M.	NIL
2008-2009	Wednesday 30/09/2009	11.00 A.M.	NIL
2009-2010	Thursday 30/09/2010	11.00 A.M.	Resolution U/s 314(1) for appointment of Sh.Vivek Aggarwal

No special Resolution was put through postal ballot last year.

7. Disclosures:

(a) Disclosures regarding materially significant related party transactions

None of the transactions with any of the related parties were in conflict with the interest of the company.

(b) Disclosures of non-compliance by the Company

The Company has complied with the requirements of the stock exchanges, SEBI and other statutory authorities on all matters related to capital markets during the last three years; no penalties or strictures have been imposed on the Company by the Stock exchanges or SEBI or any other statutory authorities relating to the above.

8. Means of Communication:

The quarterly results of the company were published during the year under review in National Newspaper in English & Hindi Language.

Management Discussion and Analysis Report forms part of this Annual Report.

UNITED TEXTILES LIMITED

9. General Shareholder Information:

a) Annual General Meeting

Date : Friday, 30th September 2011
Time : 11.00 A.M.
Venue : 7th K.M. Stone, Barwala Road, HISAR-125001

b) Financial Year :

The financial year of the company is 1st April to 31st March.

c) Book Closure :

The Dates of Book Closure is from 29th September, 2011 to 30th September, 2011 (both days inclusive.)

d) Listing on Stock Exchange & Stock Code:

The Securities of the company are listed on under mentioned stock Exchange given in table below:

Name of the Stock Exchange	Stock code
Bombay Stock Exchange Ltd. Mumbai.	521188

e) Share Transfer System:

The company's shares are traded in Stock Exchange compulsorily in demat mode. The company has transferred 1,200 shares in F.Y. 2010-2011 and no shares are pending for transfer.

f) Distribution of Shareholding:

The Distribution of Shareholding as on 31st March, 2011 given in table below:-

No. of equity Shares held	Total Holders	% of Share Holder	No. of Shares	% of Share Holding
Up to 5000	4218	97.64	1156811	38.56
5001 to 10000	55	1.27	436100	14.54
10001 to 20000	29	0.67	448500	14.95
20001 to 30000	2	0.05	52000	1.73
30001 to 40000	4	0.09	132071	4.41
40001 to 50000	6	0.13	252400	8.41
50000 to 100000	3	0.07	189379	6.31
100000 and above	3	0.08	332739	11.09
TOTAL	4320	100	3000000	100

Categories of Shareholders as on 31st March, 2011 given in table below:-

Category	No. of Share	% of Shareholdings
Indian Promoters	1170500	39.02
Private Corporate Bodies	121153	4.04
Indian Public	1708347	56.94
Others	—	—
TOTAL	3000000	100

g) Dematerialisation of Shares and Liquidity:

The company's shares are traded in Stock Exchange compulsorily in demat mode. NSDL and CDSL have allotted ISIN No. INE 727E 01012 for Dematerialisation of Shares. Total 14,35,775 Shares are in Electronic Form and 15,64,225 shares are in Physical Form as on 31/03/2011.

h) Plant Location:

Hisar Unit
7th K.M. Stone, Barwala Road, Hisar-125 001 (Haryana)

i) Address for Correspondence:-

Regd. Office and Works:
United Textiles Limited 7th K.M. Stone, Barwala Road, Hisar-125001

Registrar and Transfer Agent:
Indus Portfolio Private Limited, G-65, Bali Nagar, New Delhi-110015

j) Compliance Officer

The name and designation of the compliance officer of the Company is Mr. Sunder Singh, Account Officer.

k) Compliance:

Compliance certificate obtained from the Auditors is attached to this report.

UNITED TEXTILES LIMITED

Auditor's Certificate on Corporate Governance

To,
The Members of United Textiles Limited

We have examined the compliance of conditions of corporate governance by United Textiles Limited (the Company) for the year ended 31st March 2011 as stipulated in Clause 49 of the Listing Agreement of the company with the Stock Exchanges. The Compliance of conditions of corporate governance is the responsibility of the management our examination was limited to processors and implementation thereof, adopted by the company for ensuring the compliance of the conditions of the corporate governance. It is neither an audit not an expression of opinion on the financials statements of the company.

In our opinion and to the best of our information and according to the explanations given to us we certify that complied with the condition of corporate governance as stipulated in the above mentioned Listing Agreements.

We state that no investor grievances are pending for a period exceeding one month against the company as per the records maintained by the Share Transfer cum investors Grievance Committee.

We further state that such compliance is neither an assurance as to the future viability of the company nor the efficiency or effectiveness with which the management has conducted the affairs of company.

For N.C. Aggarwal & Co.
Chartered Accountants

(G.K.Aggarwal)
Partner

PLACE: HISAR

Dated: - 1st September, 2011

UNITED TEXTILES LIMITED

Auditors' Report

TO

THE SHAREHOLDERS OF,
UNITED TEXTILES LIMITED.

We have audited the attached Balance Sheet of UNITED TEXTILES LIMITED as at 31st March 2011, 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.

We conducted our audit in accordance with 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.

We report that-

- A) As required by the Companies (Auditor's Report) order 2003 and the related amendment to Companies (Auditors Report) order 2004 issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956, we enclose in the Annexure hereto, a statement on the matters specified in paragraphs 4 and 5 of the said Order, so far as applicable to the Company.
- B) Further to our comments in Annexure referred to in paragraph (A) above, we also 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, the Company has kept proper books of accounts as required by law so far as appears from our examination of books.
 - (c) The Balance Sheet and Profit and Loss Account dealt with by this report are in agreement with the books of account of the company.
 - (d) In our opinion, the Balance Sheet and Profit and Loss Account comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956.
 - (e) In our opinion, and based on information and explanations given to us, none of the directors are disqualified as on 31st March, 2011 from being appointed as directors in terms of clause (g) of Sub- Section (1) of Section 274 of the Companies Act, 1956.
 - (f) Without Qualifying attention is draw to:-
Note no. 10 of schedule 'Q' regarding change in accounting method of depreciation as explained in said note.
 - (g) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with NOTES appearing in SCHEDULE 'Q' give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India.

UNITED TEXTILES LIMITED

- i) In the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2011, and
- ii) In the case of the Profit and Loss Account, of the Profit of the Company for the year ended on that date and
- iii) In the case of Cash Flow Statement, of the Cash Flow for the year ended on that date.

ANNEXURE TO AUDITORS' REPORT

REFERRED TO IN PARAGRAPH (A) IN OUR REPORT OF EVEN DATE FOR THE YEAR ENDED 31.03.2011.

1. The Company has maintained all proper records showing full particulars including quantitative details and situation of fixed assets. The management has carried out a physical verification of most of its fixed assets during the year. In our opinion, the frequency of verification is reasonable having regard to the size of the Company and the nature of its fixed assets. The discrepancies noticed on such verification, between the physical balances and the fixed asset records, were not material and have been properly dealt with in the books of account. In our opinion, the Company has not disposed off substantial part of fixed assets during the year.
2.
 - a) The management has conducted physical verification of inventory at reasonable intervals during the year.
 - b) According to the information and explanations given to us, the procedures of physical verification of stocks followed by the Management are reasonable and adequate in relation to the size of the Company and the nature of its business.
 - c) On the basis of our examination of the inventory records, in our opinion, the Company is maintaining proper records of inventory. The discrepancies noticed during physical verification of inventories as compared to book records were not material and the same have been properly dealt with in the books of account.
3.
 - a) As informed to us, the Company has not granted any loans, secured or unsecured to companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956, Paragraph 4 (iii) (b), (c) and (d) of the order, are therefore not applicable.
 - b)
 - (i) The Company has not taken interest free unsecured loan from a parties listed in the register maintained under section 301 of the Companies Act, 1956. The Maximum amount involved during the year in respect of said company and the year end balance of such loan is Rs. 13,00,000/- and Rs 2,67,800/- respectively.
 - (ii) In our opinion and according to information and explanations given to us, the rate of interest and other terms and conditions on which loan has been taken are not, prima facie, prejudicial to the interest of the Company.
 - (iii) In respect of the aforesaid loan, the amount (principal as well as interest) is repayable on demand, the Company is regular in repaying the amounts as and when demanded.
4. In our opinion and according to information and explanations given to us, there are adequate internal control systems commensurate with the size of the Company and the nature of its business for the

UNITED TEXTILES LIMITED

purchase of inventory, fixed assets and for the sale of goods and services. During the course of audit, no major weakness has been noticed in the internal control in respect of these areas.

5. a) In our opinion and according to the information and explanations given to us, there are no particulars of contracts or arrangements required to be entered into the register maintained under Section 301 of the Companies Act, 1956.

b) In our opinion and according to the information and explanations given to us, as there are no particulars of contracts or arrangements required to be entered into the Register maintained under Section 301 of the Companies Act, 1956, paragraph 4(v) (b) of the order is not applicable.
6. The Company has not accepted any deposits from public and consequently the provisions of Section 58A of the Companies Act, 1956 and the rules framed thereunder are not applicable.
7. In our opinion, the Company has an internal audit system commensurate with the size of the Company and nature of its business.
8. We have broadly reviewed the books of account maintained by the company in respect of the products where the maintenance of cost records has been prescribed under section 209(1)(d) of the Companies Act, 1956. We are of the opinion that prima-facie the prescribed accounts and records have been maintained. We have not, however made a detailed examination of the records.
9. a) Undisputed statutory dues including Sales Tax, Income Tax, Custom duty, Excise Duty and service tax, have not been regularly deposited with the appropriate authorities in time. However, there were delays in deposit of Provident Fund and Employees State Insurance. The amount of Cess for Rs.10995/- is outstanding for a period of more than six months from the date it become payable.

b) According to the information and explanation given to us, no disputed amounts payable in respect of Provident Fund, Employees State Insurance, Income Tax, Sales Tax, and Wealth tax, Custom Duty, Excise Duty, service tax and Cess were outstanding as at the last day of the financial year concerned for a period of more than six months.
10. As at 31st March, 2011 the Company's accumulated losses are not more than fifty percent of net worth. The company has not incurred cash losses in the current financial year and in the immediately preceding financial year.
11. According to the information and explanation given to us, the Company has not defaulted in repayment of dues to the financial institution and banks.
12. According to the information and explanations given to us, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
13. According to the information and explanations given to us, the Company has not given any guarantee for loan taken by others from banks.

UNITED TEXTILES LIMITED

14. In our opinion and according to information and explanations given to us, term loans have been applied for the purpose for which the loans were obtained.
15. According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that no funds raised on short-term basis have been used for long – term investments.
16. 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.
17. No debentures are outstanding in the books of the Company.
18. The Company has not raised funds by Public issue during the year.
19. During the course of our examination of the books and records of the Company, and according to the information and explanations given to us by the management, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.

For N.C.AGGARWAL & CO.,
Chartered Accountants
Firm Registration No. 003273N

(G.K. AGGARWAL)
Partner
M. No. 086622

Place: NEW DELHI
Dated: 1st September,2011

UNITED TEXTILES LIMITED

BALANCE SHEET AS AT 31st March, 2011

(Amount in Rs.)

DESCRIPTION	SCHEDULE	Current Year 2010-2011	Previous Year 2009-2010
SOURCES OF FUNDS :			
<u>Shareholders' Funds :</u>			
Share Capital	'A'	30,000,000	30,000,000
Reserves and Surplus			
Surplus-Profit and Loss Account		-	6,390,346
		<u>30,000,000</u>	<u>36,390,346</u>
<u>Loan Funds :</u>			
Secured Loans	'B'	7,499,390	9,617,672
Unsecured Loans	'C'	267,800	1,300,000
		<u>7,767,190</u>	<u>10,917,672</u>
Total		<u><u>37,767,190</u></u>	<u><u>47,308,018</u></u>
APPLICATION OF FUNDS :			
<u>Fixed Assets :</u>			
Gross Block	'D'	75,849,670	74,702,771
Less : Provision for Depreciation		64,986,657	50,156,539
Net Block		<u>10,863,013</u>	<u>24,546,232</u>
Add: Capital work in progress		670,318	670,318
		<u>11,533,331</u>	<u>25,216,550</u>
<u>Current Assets, Loans & Advances</u>			
Inventories	'E'	17,410,565	18,120,867
Sundry Debtors	'F'	2,621,940	7,559,965
Cash and Bank Balances	'G'	592,516	98,046
Loans and advances	'H'	1,366,883	1,070,058
		<u>21,991,904</u>	<u>26,848,936</u>
Less: Current Liabilities and Provisions			
Current Liabilities	'I'	2,266,584	4,515,048
Provisions	'J'	302,629	242,420
		<u>2,569,213</u>	<u>4,757,468</u>
Net Current Assets		<u>19,422,691</u>	<u>22,091,468</u>
PROFIT AND LOSS ACCOUNT		6,811,168	-
Total		<u><u>37,767,190</u></u>	<u><u>47,308,018</u></u>

Notes forming part of Accounts

'Q'

AUDITORS' REPORT

IN TERMS OF OUR REPORT
OF EVEN DATE ANNEXED
HERE TO

(Sushil Kumar Aggarwal)
Whole Time Director

For N.C. Aggarwal & Co.
Chartered Accountants
Firm Registration No. 003273N

Place : HISAR
Dated : 1st Sep., 2011

(Arun Kumar Aggarwal)
Executive Director

(G.K. Aggarwal)
Partner
M.No. 086622

UNITED TEXTILES LIMITED

BALANCE SHEET AS AT 31st March, 2011

DESCRIPTION	SCHEDULE	(Amount in Rs.)	
		Current Year 2010-2011	Previous Year 2009-2010
INCOME :			
Sales and operational income		55,127,744	64,640,309
Less: Excise Duty		-	-
		<u>55,127,744</u>	<u>64,640,309</u>
Other Income	'K	1,367,426	213,960
Increase/ (Decrease) in Stock	'L	617,589	(824,198)
		<u>57,112,759</u>	<u>64,030,071</u>
EXPENDITURE			
Material, Consumed			
& Operating Expenses	'M	51,353,550	56,667,923
Personnel Expenses	'N	1,586,786	1,382,927
Administrative & selling expenses	'O	1,033,281	967,990
Financial Expenses	'P	1,122,515	1,223,261
Depreciation	'D	1,783,828	3,517,992
		<u>56,879,960</u>	<u>63,760,093</u>
PROFIT BEFORE TAXATION		232,799	269,978
Less : Provision for Taxation			
For Income Tax		(42,000)	(45,000)
PROFIT AFTER TAX		<u>190,799</u>	<u>224,978</u>
Add : Previous Year's Profit/ (Loss) Brought Forward		6,390,346	6,165,368
Less :Previous year's Depreciation (Refer Note No 10 of notes to acco		(13,392,313)	-
		<u>(6,811,168)</u>	<u>6,390,346</u>
Balance carried to Balance Sheet			
		<u>(6,811,168)</u>	<u>6,390,346</u>
Basic and Diluted EPS		0.06	0.07

Notes forming part of Accounts

'Q

AUDITORS' REPORT

IN TERMS OF OUR REPORT OF
EVEN DATE ANNEXED HERETO

(Sushil Kumar Aggarwal)
Whole Time Director

For N.C. Aggarwal & Co.
Chartered Accountants
Firm Registration No. 003273N

Place : HISAR
Dated : 1ST Sep., 2011

(Arun Kumar Aggarwal)
Executive Director

(G.K. Aggarwal)
Partner
M.No. 086622

UNITED TEXTILES LIMITED

BALANCE SHEET AS AT 31st March, 2011

(Amount in Rs.)

DESCRIPTION	SCHEDULE	Current Year 2010-2011	Previous Year 2009-2010
SCHEDULE 'A'			
SHARE CAPITAL			
AUTHORISED :			
3,250,000 Equity shares of Rs. 10/- each		32,500,000	32,500,000
Issued ,Subscribed & Paid-up			
3,000,000 Equity Shares of Rs.10/- each fully paid up		30,000,000	30,000,000
SCHEDULE 'B'			
SECURED LOANS :			
Vehicle Loan from Banks			
Oriental Bank of Commerce (Secured by first Charge on fixed assets of the company and Personal Guarantee of the Directors)		457,920	-
Vehicle Loan from banks			
HDFC Bank Limited (Secured by hypothecation of Vehicles of the Company)		-	115,298
Working Capital Loan			
Oriental Bank of Commerce (Secured against first charge by hypothecation of Raw material, Finished Goods, Store & Spares, Book debts etc. and Personal Guarantee of the Directors)		7,041,470	9,502,374
		<u>7,499,390</u>	<u>9,617,672</u>
SCHEDULE 'C'			
UNSECURED LOANS :			
Loan From Director		267,800	1,300,000
		<u>267,800</u>	<u>1,300,000</u>

UNITED TEXTILES LIMITED

AS ON 31ST MARCH, 2011 SCHEDULE-D

FIXED ASSETS

DESCRIPTION OF ASSETS	GROSS BLOCK			DEPRECIATION			NET BLOCK			
	Rate of Dep.	As on 01.04.2010	As on 31.03.2011	Upto 31.03.2010	Effect of change of depreciation method	During the Year	Sales/ Adjustment	Upto 31.03.2011	As on 31.03.2011	As on 31.03.2010
Land		627,316	627,316	-	-	-	-	-	627,316	627,316
Factory Shed & Building	10.00%	5,953,103	5,953,103	2,890,978	1,869,540	119,258	-	4,879,776	1,073,327	3,062,125
Plant and Machinery	13.91%	59,888,263	60,140,763	43,660,608	9,762,969	925,807	-	54,349,384	5,791,379	16,227,655
Electric Installation	13.91%	5,485,288	5,485,288	2,542,974	1,081,205	258,887	-	3,883,016	1,602,272	2,942,364
Furniture and Fixtures	18.10%	111,556	111,556	105,978	1,991	649	-	108,618	2,938	5,578
Office Equipments etc.	13.91%	463,235	499,749	320,191	81,762	11,391	-	413,344	86,405	143,044
Vehicles	25.89%	2,174,010	3,031,895	635,860	594,846	467,836	346,023	1,352,519	1,679,376	1,538,150
TOTAL		74,702,771	75,849,670	50,156,539	13,392,313	1,783,828	346,023	64,986,657	10,863,013	24,546,232
Plant and Machinery(WIP)		-	670,318	-	-	-	-	-	-	-
PREVIOUS YEAR		74,302,771	74,702,771	46,638,547	-	3,517,992	-	50,156,539	-	24,546,232

UNITED TEXTILES LIMITED

BALANCE SHEET AS AT 31st March, 2011

(Amount in Rs.)

DESCRIPTION	SCHEDULE	Current Year 2010-2011	Previous Year 2009-2010
SCHEDULE 'E'			
<u>INVENTORIES</u>			
Raw Material		13,341,608	14,256,124
Finished Goods		288,000	200,161
Work -in- Process		504,000	420,000
Cotton waste		901,500	455,750
Store and Spares		2,356,186	2,769,561
Loose Tools		19,271	19,271
		<u>17,410,565</u>	<u>18,120,867</u>
SCHEDULE 'F'			
<u>SUNDRY DEBTORS</u>			
Unsecured, Considered good			
Exceeding Six Months		2,621,940	2,370,794
Others		-	5,189,171
		<u>2,621,940</u>	<u>7,559,965</u>
SCHEDULE 'G'			
<u>CASH AND BANK BALANCES</u>			
Cash in Hand		339,738	91,985
Balance with Scheduled Banks			
-In Current Accounts		252,778	6,061
		<u>592,516</u>	<u>98,046</u>
SCHEDULE 'H'			
<u>LOANS AND ADVANCES</u>			
Advance Recoverable in Cash or kind or for value to be received		757,753	413,793
Security Deposits		576,485	576,485
Prepaid Tax		32,645	79,780
		<u>1,366,883</u>	<u>1,070,058</u>
SCHEDULE 'I'			
<u>CURRENT LIABILITIES</u>			
Sundry creditors			
To micro and small enterprises		-	-
To other creditors		1,288,226	3,198,891
Others Liabilities		978,358	1,316,157
		<u>2,266,584</u>	<u>4,515,048</u>

UNITED TEXTILES LIMITED

BALANCE SHEET AS AT 31st March, 2011

DESCRIPTION	SCHEDULE	(Amount in Rs.)	
		Current Year 2010-2011	Previous Year 2009-2010
SCHEDULE 'J'			
PROVISION			
Provision for :-			
--Income Tax		47,315	48,425
Provision for Gratuity		255,314	193,995
		<u>302,629</u>	<u>242,420</u>
SCHEDULE 'K'			
OTHER INCOME			
Cash Discount		3,035	40,160
Hank Yarn obligation Transfer		1,320,748	71,482
Profit On sale On Car		23,821	-
Interest		19,822	25,168
Insurance Claim		-	77,150
		<u>1,367,426</u>	<u>213,960</u>
SCHEDULE 'L'			
INCREASE/(DECREASE) IN STOCK			
CLOSING STOCK			
Finished Goods		288,000	200,161
Work in Process		504,000	420,000
Cotton waste		901,500	455,750
		<u>1,693,500</u>	<u>1,075,911</u>
Less: Opening Stock			
Finished Goods		200,161	638,009
Work in process		420,000	432,000
Cotton waste		455,750	830,100
		<u>1,075,911</u>	<u>1,900,109</u>
Increase /(Decrease) in Stock		<u>617,589</u>	<u>(824,198)</u>
SCHEDULE 'M'			
MATERIAL CONSUMED & OPERATING EXPENSES			
Raw Material Consumed		40,372,962	47,827,074
Power and Fuel		7,293,770	6,127,539
Packing Material Consumed		769,130	681,774
Store and Spares		2,903,508	1,870,634
Repair to Plant and Machinery		14,180	160,902
		<u>51,353,550</u>	<u>56,667,923</u>

UNITED TEXTILES LIMITED

BALANCE SHEET AS AT 31st March, 2011

(Amount in Rs.)

DESCRIPTION	SCHEDULE	Current Year 2010-2011	Previous Year 2009-2010
SCHEDULE 'N'			
<u>PERSONNEL EXPENSES</u>			
Salary, Wages and Other Benefits		1,415,591	1,214,953
Contribution to Provident fund and other funds		150,425	142,576
Workmen and Staff Welfare		20,770	25,398
		<u>1,586,786</u>	<u>1,382,927</u>
SCHEDULE 'O'			
<u>ADMINISTRATIVE AND SELLING EXPENSES:</u>			
Auditor's Remuneration			
Audit Fees		22,060	17,416
Tax Audit Fees		5,515	5,056
Advertisement & Publicity		70,570	57,744
Annual General Meeting Expenses		-	1,200
Annual Listing Fees		11,230	10,000
Commission on Sales		8,545	3,448
Computer job work		84,000	84,000
Directors' Remuneration		240,000	240,000
Donation		1,000	2,100
Fees and Subscription		45,932	40,651
Insurance Premium		134,385	170,351
Legal and Professional Charges		60,115	75,948
Miscellaneous Expenses		71,507	39,116
Postage Telephone & Telegram		114,687	104,465
Printing and Stationery		20,592	23,020
Vehicle upkeep & Maintenance		143,143	93,475
		<u>1,033,281</u>	<u>967,990</u>
SCHEDULE 'P'			
<u>FINANCIAL EXPENSES</u>			
Interest on Term Loan		-	38,002
Interest on Working Capital		1,027,122	1,104,172
Interest Paid To Others		67,872	28,988
Bank Commission & Charges		27,521	52,099
		<u>1,122,515</u>	<u>1,223,261</u>

UNITED TEXTILES LIMITED

SCHEDULE 'Q'

1. ACCOUNTING POLICIES

BASIS OF PREPARATION OF FINANCIAL STATEMENTS

- i) a) The financial statements are prepared under the historical cost convention as a going concern.
- b) The Company follows the mercantile system of Accounting and recognizes Income & Expenditure on Accrual basis. Accounting policies not specifically referred to otherwise are consistent and in consonance with the generally accepted accounting principles.
- ii) **SALES**

Sales are inclusive of excise duty, if any. However, goods produced after 7th July,2004 is exempt from excise duty.
- iii) **FIXED ASSETS AND DEPRECIATION**
 - a) **VALUATION OF FIXED ASSETS**

Fixed assets are stated at cost of acquisition inclusive of all incidental expenses related thereto.
 - b) **DEPRECIATION**

Depreciation on all fixed assets have been provided on pro-rata basis on Written Down value Method and at the rates specified in Schedule XIV of the Companies Act, 1956.
- iv) **INVENTORIES**

The method of inventories valuation has been adopted as follows:-

Raw Material, Stores and spares, finished goods is valued at lower of cost or net realisable value. Cost is determined on FIFO basis.

Work in Process is valued at estimated cost or net realisable value whichever is lower.

Cotton Waste is valued at estimated net realisable value.

Finished goods and Work in Progress includes cost of conversion and other overheads incurred in bringing the inventories to their present location and condition.
- v) **INVESTMENTS**

Long Term Investments are stated at cost. In case there is permanent diminution in the value of investments, provision for the same is made in the accounts.
- vi) **RETIREMENT BENEFITS**

Liability in respect of retirement benefits is provided and / or funded and charged to profit and loss account as follows:-

 - a) Provident/Family Pension as a percentage, of salary/ wages for eligible employees.
 - b) Gratuity is accounted for on accrual basis, on the basis of actuarial valuation.

UNITED TEXTILES LIMITED

vii) TAXATION

- (a) Provision is made for income-tax liability estimated to arise on the results for the year at the current rate of tax in accordance with Income- Tax Act, 1961.
- (b) No Deferred tax assets has been created in view of the virtual certainty supported by enhancing evidence that sufficient taxable income will be available in the next year against which the deferred assets can be realized.

viii) CONTINGENT LIABILITIES

Contingent Liabilities are not provided for in the accounts and are disclosed by way of note.

2. Internal Salaries and wages incurred during the year on repairs and maintenance have been charged directly to Salaries and wages, the separate amounts of which are not as certainable.

3. Remuneration to Managing Director/
Whole Time Director

	For The Year Ended 31st March,2011	For The Year Ended 31st March,2010
(a) Salaries	2,40,000	2,40,000
	<u>2,40,000</u>	<u>2,40,000</u>

4. Other liabilities includes amount due to Directors is Rs. 39,200/- (Previous Year Rs. 1,33,800)
5. In the opinion of the management the realisable value of current assets, loans and advances, in the ordinary course of business would not be less than the amount at which they are stated.
6. The balances in respect of some of the Sundry Debtors/ Creditors and other advances are subject to confirmation. The effect of the same in the opinion of the management, however not material, will be adjusted at the time of confirmation/reconciliation.
7. The company has not received any intimation from suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 hence disclosures, if any, relating to amounts unpaid as at the year end together with interest paid/payable as required under the said Act have not been given.

UNITED TEXTILES LIMITED

8. EMPLOYEE BENEFITS

Disclosures in accordance with Revised Accounting Standard (AS) - 15 on "Employee Benefits":

Disclosures required under Accounting Standard 15- "Employee Benefits" (Revised 2005)

	31.3.2010	31.3.2011
	Rs	Rs
I. Defined Contribution Plans		
Contribution to Employees' Provident Fund	84,138	87,692
Contribution to Employees State Insurance Fund	17,528	18,986
II. Defined Benefit Plans		
	Rs	Rs
	Gratuity (Unfunded)	Gratuity (Unfunded)
	31.3.2010	31.3.2011
A. Actuarial Assumptions		
Discount Rate (per annum)	7.50%	8.00%
Future salary increase	5.00%	5.50%
Expect return on plan assets	0.00%	0.00%
Mortality rate	LIC (1994-96) Ultimate	LIC (1994-96) Ultimate
<u>The assumption of future salary increase takes into account the inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market.</u>		
	Rs	Rs
	Gratuity (Unfunded)	Gratuity (Unfunded)
	31.3.2010	31.3.2011
B. Reconciliation of present value of obligation		
Present value of obligation at the beginning of the year	145,427	193,995
Current Service Cost	37,001	47,671
Interest Cost	10,907	15,520
Actuarial (gain)/ loss	660	(1,872)
Benefits paid	-	-
Curtailements	-	-
Settlements	-	-
Present value of obligation at the end of the year	193,995	255,314
	Rs	Rs
	Gratuity (Unfunded)	Gratuity (Unfunded)
	31.3.2010	31.3.2011
C. Reconciliation of fair value of plan assets		
Fair value of plan assets at the beginning of the year	-	-
Expect return on plan assets	-	-
Actuarial (gain)/ loss	-	-
Contributions	-	-
Benefits paid	-	-
Assets distributed on settlement	-	-
Fair value of plan assets at end of the year	-	-
	Rs	Rs
	Gratuity (Unfunded)	Gratuity (Unfunded)
	31.3.2010	31.3.2011
Net (Asset)/Liability recognised in the Balance Sheet as at year end		
Present value of obligation at the end of the year	193,995	255,314
Fair value of plan assets at end of the year	-	-
Net present value of unfunded obligation recognised as (asset)/liability in the Balance Sheet	193,995	255,314
	Rs	Rs
	Gratuity (Unfunded)	Gratuity (Unfunded)
	31.3.2010	31.3.2011
E. Expenses recognised in the Profit and Loss Account		
Current Service Cost	37,001	47,671
Interest Cost	10,907	15,520
Expect return on plan assets	-	-
Actuarial (gain)/loss recognised in the period	660	(1,872)
Past Service Cost	-	-
Curtailements	-	-
Settlements	-	-
Total expenses recognised in the Profit and Loss Account for the year	48,568	61,319
Actual return on plan assets	-	-

The above disclosures are based on information certified by the independent actuary and relied upon by the auditors.

UNITED TEXTILES LIMITED

9 Segment Reporting :

Company operates in a Single Primary Segment (Business Segment) i.e. Cotton Yarn.
The Company does not have any Geographical segment.

- 10 The Company has changed the basis of charging depreciation from Straight Line Method to Written Down Value method of Schedule XIV of the Companies Act,1956.As a result, the depreciation has been recomputed since beginning from SLM Method to WDV Method and additional depreciation of Rs. 13,392,313/- has been charged to profit and loss account. Had, the depreciation been provided for on SLM Method, depreciation charge would have been lower by Rs 1,815,960/- and profit before tax would have been higher by Rs. 1,815,960/-

11 Earning per Share (EPS) computed in accordance with Accounting Standard 20 "Earning Per Share"

Basic and Diluted:	Current Year	Previous Year
Profit/(Loss) after Tax (in Rs.)	190,799	224,978
No. of Share Issued	3,000,000	3,000,000
EPS(Basic and Diluted) (in Rs.)	0.06	0.07

12 Related Parties Transactions:

List of Related Parties & Relationship (As identified by the Management)

(A) Key Management Personnel & Their Relatives:

1. Sh Sushil Kr. Aggarwal	Whole-time Director
2. Sh Arun Kumar Aggarwal	Executive Director
3. Vivek Kumar Aggarwal	Relative Of Key Management Personnel
4. Smt. Natho Devi	Relative Of Key Management Personnel

(B) Transactions with related parties.

Description	Key Management Personnel & their Relatives	
	Current Year	Previous Year
Salary (Including Allowances)		
Arun Kumar Aggarwal	240,000	240,000
Vivek Kumar Aggarwal	240,000	132,000
Loan Repaid (Sushil Kr. Aggarwal)	1,032,200	-
Outstanding Balance as on 31.03.2011		
Unsecured Loan (Sushil Kr. Aggarwal)	267,800	1,300,000
Other Liabilities (Arun Kr. Aggarwal)	39,200	133,800

UNITED TEXTILES LIMITED

13 Additional Information pursuant paragraph 3&4 of Part II of Schedule VI of the Companies Act,1956

A) INSTALLED CAPACITY AND PRODUCTION:

Description	Unit	<u>Installed Capacity</u>		<u>Production</u>	
		Current Year	Previous Year	Current Year	Previous Year
Cotton Yarn	MT	3800	3,800	1,135	1,307

Note: a) Licenced Capacity : Since delicensed
b) Installed Capacity as Certified by the Management

B) RAW MATERIAL CONSUMPTION:

Description	Unit	<u>Current Year</u>		<u>Previous Year</u>	
		Qty.	Amount(Rs.)	Qty.	Amount(Rs.)
Cotton	MT	1,664	<u>40,372,962</u>	1,563	<u>47,827,074</u>

C) CLOSING STOCK

a) Finished Goods					
Cotton Yarn	MT	6	288000	4	200,161
b) Waste Cotton	MT	32	<u>901500</u>	29	<u>455,750</u>
			<u>1189500</u>		<u>655,911</u>

D) OPENING STOCK

a) Finished Goods					
Cotton Yarn	MT	4	200,161	13	638,009
b) Waste Cotton	MT	29	<u>455,750</u>	73	<u>830,100</u>
			<u>655,911</u>		<u>1,468,109</u>

E) SALE

Cotton Yarn	MT	1,133	<u>50,563,615</u>	1,316	<u>60,520,383</u>
Waste Cotton	MT	408	<u>4,564,120</u>	254	<u>4,119,924</u>
			<u>55,127,744</u>		<u>64,640,307</u>

14 C.I.F. Value of Imports Stores & Spares

Nil

Nil

15 Consumption of Raw Material, Stores and Spares

Raw Material	<u>Current Year</u>		<u>Previous Year</u>	
	Value (Rs.)	%age	Value (Rs.)	%age
Imported	-	-	-	-
Indigenous	40,372,962	100	47,827,074	100
Total	<u>40,372,962</u>	<u>100</u>	<u>47,827,074</u>	<u>100</u>

Stores and Spares

Imported	-	-	-	-
Indigenous	2,903,508	100	1,870,634	100
Total	<u>2,903,508</u>	<u>100</u>	<u>1,870,634</u>	<u>100</u>

16 Earning/Expenditure in Foreign Currency

Nil

Nil

UNITED TEXTILES LIMITED

17 Additional Information pursuant to Part IV of Schedule VI of the Companies Act, 1956

I REGISTRATION DETAILS

Registration No.	32092
State Code No.	05
Balance sheet Date	31.03.2011

II CAPITAL RAISED DURING THE YEAR

Public issue	Nil
Right issue	Nil
Bonus issue	Nil
Private placement	Nil

III POSITION OF MOBILISATION AND DEPLOYMENT OF FUNDS

	<u>Rs. in '000</u>
Total Liabilities	37,767
Total Assets	37,767

SOURCE OF FUNDS

Paid up Capital	30,000
Reserves & Surplus	-
Deferred Tax Liability	-
Secured Loans	7,499
Unsecured Loans	268
	<u>37,767</u>

APPLICATION OF FUNDS

Net fixed Assets	11,533
Net current assets	19,423
Profit And Loss Account	6,811
	<u>37,767</u>

IV PERFORMANCE OF COMPANY

Total Income	57,113
Total Expenditure	56,880
Profit (Loss) before Tax	233
Profit (Loss) after Tax	191
Earning Per Share(Rs.)	0.06
Dividend	-

V GENERIC NAME OF PRINCIPAL PRODUCTS OF COMPANY (RUPEE PER MONETARY TERMS)

Item Code No.	52051100
Product Description	Cotton Yarn

18 Previous year figures have been regrouped and rearranged wherever considered necessary to make them comparable with the Current year's Figures.

19 Schedule 'A' to 'Q' are annexed to and form an integral part of Balance Sheet and Profit and Loss Account.

Signature to Annexure 'A' to 'Q'
IN TERMS OF OUR REPORT OF
EVEN DATE ANNEXED HERETO

(Sushil Kumar Aggarwal)
Whole Time Director

For N.C. Aggarwal & Co.
Chartered Accountants
Firm Registration No. 003273N

Place : HISAR
Dated : 1st Sep., 2011

(Arun Kumar Aggarwal)
Executive Director

(G.K. Aggarwal)
Partner
M.No. 086622

UNITED TEXTILES LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2011

(As required by Clause 32 of the Listing Agreement)

(Amount in Rs.)

DESCRIPTION	Current Year 2010-2011	Previous Year 2009-2010
A. CASH INFLOW (OUTFLOW) FROM OPERATING ACTIVITIES		
Net profit (Loss) Before Tax and Extra		
Ordinary items	232,799	269,978
Add:		
Adjustment for Depreciation	1,783,828	3,517,992
Loss (Profit) on sale of Fixed Asset	-	-
Interest Charges	1,094,994	1,171,162
Profit on sale of fixed assets	(23,821)	-
Operating Profit before Working Capital changes	<u>3,087,800</u>	<u>4,959,132</u>
Adjustment for :		
Trade and other Receivable	4,594,065	6,355,545
Inventories	710,302	(4,094,519)
Trade Payable	(2,187,146)	(5,015,451)
	<u>6,205,021</u>	<u>2,204,706</u>
Advance Taxation/Income Tax Refund	4,025	(74,310)
Cash Inflow/(Outflow) from Operating Activities	<u>6,209,046</u>	<u>2,130,396</u>
B. Cash Inflow/(Outflow) Arising from Investing Activities		
Acquisition of Fixed Assets	(1,669,101)	(400,000)
Sale of Fixed Assets	200,000	-
Net Cash Inflow/(Outflow) Arising from Investing Activities	<u>(1,469,101)</u>	<u>(400,000)</u>
C. Cash Inflow/(Outflow) Arising from Financing Activities		
Secured Loan/Repayment of Loan	(2,118,282)	(1,296,884)
Interest Paid	(1,094,994)	(1,171,162)
Unsecured Loan/ Repayment of Loan	(1,032,200)	-
Net Cash Inflow from Financing Activities	<u>(4,245,476)</u>	<u>(2,468,046)</u>
Net Increase(Decrease) in Cash & Cash Equivalent (A+B+C)	494,469	(737,650)
Add:		
Balance at the beginning of the year	98,046	835,695
Cash & Cash equivalent at the close of year	592,515	98,046

Signature to Annexure 'A' to 'Q'

(Sushil Kumar Aggarwal)
Whole Time Director

For N.C. Aggarwal & Co.
Chartered Accountants
Firm Registration No. 003273N
(G.K. Aggarwal)
Partner
M.No. 086622

Place : HISAR
Dated : 1st Sep., 2011

(Arun Kumar Aggarwal)
Executive Director

UNITED TEXTILES LIMITED

REGD. OFFICE: 7th K.M. STONE BARWALA ROAD, HISAR-125001

PROXY FORM

I/we _____
of _____
being a Member(s) of the above named Company hereby appoint _____
or failing him/her _____
of _____ or failing him/her _____
of _____ as my/our proxy to attend and vote for me/us and on
my/our behalf at the Annual General Meeting of the Company to be held on Friday, the 30th
September, 2011 at 11.00 A.M. and at my adjournment thereof.

Signed this _____ day of _____ 2011

Ledger Folio No _____
Number of Shares held _____



N.B. This proxy must be deposited at the Registered Office of the Company, not less than 48 hours before the meeting.



UNITED TEXTILES LIMITED

Regd. office: 7th K.M. Stone Barwala Road, HISAR-125001

ATTENDANCE SLIP

I hereby record my presence at the Annual General Meeting held at 7th. K.M. Stone, Barwala Road Hisar on Friday 30 September, 2011 at 11:00 A.M.

1.	Full name of the Shareholder..... (In block letters)
2.	L.F. No.....
3.	No. of Shares held.....
4.	Signature of the Shareholder or Proxy attending.....

To be used only when shareholder First named is not attending

Please give full name of Joint Holder
Mr./Mrs./Miss.....

Note :- Please fill in this attendance slip and handover at the ENTRANCE OF THE HALL

UNITED TEXTILES LIMITED

REGD. OFFICE: 7th K.M. Stone Barwala Road
HISAR:125001 (Haryana) INDIA