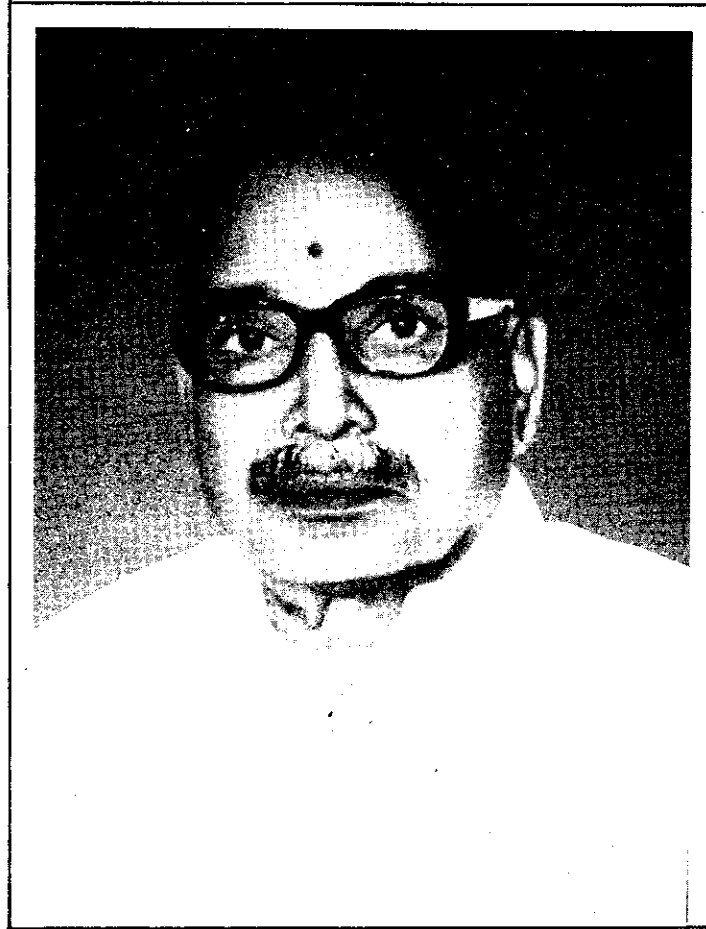


**SRI LAKSHMI SARASWATHI TEXTILES
(ARNI) LIMITED**

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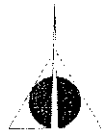
Annual Report 2009 - 2010



SRI B. RAJAGOPAL NAIDU 1901 - 73
OUR REVERED FOUNDER

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Sri Lakshmi Saraswathi Textiles (Arni) Limited

BOARD OF DIRECTORS

SRI. R. SRIHARI	Managing Director
SRI. BALAKRISHNA S	Wholetime Director
SRI. R.PADMANABAN	Technical Director
SRI. J. M. GROVER	
SRI. R. SAMBASIVAN	

BANKERS

Indian Overseas Bank
Chennai House
Esplanade, Chennai 600 108

State Bank of India,
Leather & International Branch,
'MVJ' Towers, 177/1 PH Road,
Chennai – 600 010

AUDITORS

Messers S.Viswanathan
17, Bishop Wallers Avenue (West)
Mylapore, Chennai 600 004.

REGISTERED OFFICE

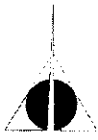
16, Krishnama Road,
Nungambakkam, Chennai 600 034.
Email: slst@vsnl.com
Web: www.slstindia.com

FACTORY

Raghunathapuram,
Sevoor Village,
PIN 632 316
Arni Taluk, Tiruvannamalai District,
Tamil Nadu

REGISTRARS & SHARE TRANSFER AGENTS

Cameo Corporate Services Limited
Subramanian Building,
No.1, Club House Road,
Chennai 600 002



Sri Lakshmi Saraswathi Textiles (Arni) Limited

NOTICE TO SHAREHOLDERS

NOTICE is hereby given that the Forty Sixth Annual General Meeting of the Company will be held at 02.30 P.M. on Friday, August 06, 2010 at Rani Seethai Hall, 603 Mount Road, Chennai-600 006, to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Profit and Loss Account of the Company for the year ended 31st March 2010, the Audited Balance Sheet as at that date and the Reports of the Directors and Auditors thereon.
2. To appoint a Director in the place of Sri J M Grover who retires by rotation and being eligible, offers himself for reappointment.
3. To appoint a Director in the place of Sri Balakrishna S, who retires by rotation and being eligible, offers himself for reappointment.
4. To appoint Auditors and to fix their remuneration.

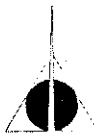
By Order of the Board

Place : Chennai
Date : 28th May 2010

(R. SRIHARI)
Chairman & Managing Director

NOTE:

1. A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND SUCH A PROXY NEED NOT BE A MEMBER.
2. The Proxy form duly stamped and executed should be deposited at the Registered Office of the Company atleast forty eight hours before the time fixed for the commencement of the Meeting.
3. Members/ Proxies are requested to bring the attendance slip duly filled in for attending the meeting
4. Members who hold shares in the de-materialised form are requested to bring their depository account number for easier identification of attendance at the meeting
5. The Register of Members and Share Transfer Books of the Company will remain closed from July 29, 2010 to August 06, 2010 (both days inclusive).
6. The ISIN No. allotted to the equity shares of your company for the purpose of de-materialization is **INE456D01010**
7. Members holding shares in physical form are requested to notify the change in address, immediately. Members holding shares in the electronic form are requested to notify the change in address to their depository participants.
8. Pursuant to the provisions of Sec. 205A and 205C, the dividend for the year 2002-03 and subsequent dividends, which remains unpaid or unclaimed for a period of seven years will be transferred to the



Sri Lakshmi Saraswathi Textiles (Arni) Limited

Investor Education and Protection Fund of the Central Government. Members who have not encashed their dividend warrants for the year 2002-03 or any subsequent financial years, are requested to make their claim to the company. Unclaimed Dividend for the year 2001-02 was transferred to the Investor Education and Protection Fund of the Central Government on 6th June 2009

Year	Interim / Final	Record Date	%
2002-2003	Final	29.08.2003	15%
2003-2004	Final	03.09.2004	15%
2004-2005	Final	12.08.2005	15%
2005-2006	Final	25.08.2006	15%
2006-2007	Interim	30.03.2007	15%
2007-2008	Nil	—	Nil
2008-2009	Nil	—	Nil
2009-2010	Nil	—	Nil

9. The Equity Shares of the Company are listed in the following Exchanges:

a. Madras Stock Exchange Limited,
Exchange Building
P B No. 183, 11, 2nd Line Beach
CHENNAI 600 001

b. Bombay Stock Exchange Limited,
Phiroze Jeejeebhoy Towers
25th Floor, Dalal Street
MUMBAI 400 023

The company has paid the listing fees for 2010-11 to both the stock exchanges.

10. At this Annual General Meeting, Sri J M Grover and Sri Balakrishna S retire by rotation and being eligible, offer themselves for reappointment.

Sri J M Grover, former Deputy Director and Head Mechanical Processing Spinning Division ATIRA is an eminent textile expert. He has been on the Board of Directors of the company since June 1997.

Details of other Directorships / Committee memberships held by him – Nil

Sri Balakrishna S, is a Commerce Graduate and holder of Master Degree in Business Administration from Connecticut University, USA. He has been with the company since October 1985 and joined the Board as Director in August 1986.

Details of other Directorships / Committee memberships held by him – Nil

By Order of the Board

Place : Chennai
Date : 28th May 2010

(R. SRIHARI)
Chairman & Managing Director



Sri Lakshmi Saraswathi Textiles (Arni) Limited

SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED

FORTY SIXTH ANNUAL REPORT

DIRECTORS' REPORT

Ladies and Gentlemen,

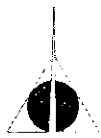
Your Directors present the Forty Sixth Annual Report of the Company alongwith the audited statement of accounts for the year ended 31st March 2010

WORKING RESULTS

Details	Rs.	Rs.
Profit before financial charges and depreciation from business operations.		5,70,10,664
Less:-		
1) Financial Charges	4,04,06,280	
2) Depreciation	4,01,80,723	8,05,87,003
		<u>-2,35,76,339</u>
Loss before Tax		
	21,600	
Add :- Provision for Current Year Tax	-79,86,222	-79,64,622
Less: Reduction in deferred tax liability		<u>-1,56,11,717</u>
Loss for the Year		-4,94,80,000
Add :- Loss brought forward		<u>-6,50,91,717</u>
Loss carried forward		<u>-6,50,91,717</u>
Balance Carried Over		

PRODUCTION AND SALES

Production of yarn during the year was 44.43 lakhs kgs as against 41.30 lakhs kgs in the previous year. The quantity and value of yarn sold were 47.94 lakhs kgs. and Rs.7584.79 lakhs as against 42.62 lakhs kgs and Rs. 6587.28 lakhs.



Sri Lakshmi Saraswathi Textiles (Arni) Limited

CAPITAL EXPENSES

The extension of factory building was completed at a cost of Rs.4.08 crores and the additional space will be used for addition of machines as and when the funds are available and on improvement of market conditions.

TRADE PROSPECT AND OUTLOOK

The first three quarters of the year under review continued to be difficult for the textile industry. Several factors such as inconsistency in demand for yarn, non-availability of power, high cost power and fuel adversely affected the performance of the company. Due to general revival of economy worldwide, the demand for yarn and sales realization of yarn in the last quarter were good. This has resulted in improvement in the performance in the last quarter. As the same trend continues the outlook for 2010-11 is good and your Directors are taking all possible steps for better performance.

DIRECTORS

Sri K S T Pani, after serving the Board as Director for nearly 20 years has resigned from the Board with effect from 22.04.2010. The company places on record its appreciation for his untiring and continuous efforts for the development of the Company.

Sri J M Grover and Sri Balakrishna S are due to retire by rotation and are eligible for reappointment.

DIRECTOR'S RESPONSIBILITY STATEMENT

In terms of Section 217(2AA) of the Companies Act, 1956, the Directors would like to state that –

1. In the preparation of Annual Accounts for the year ended 31st March 2010, the applicable accounting standards had been followed along with proper explanation 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 at the end of the financial year ended 31st March 2010, and of the profit of the company for that period.
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 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities.
4. The Directors have prepared the annual accounts on a going concern basis.

FINANCE

The Board of Directors wishes to thank Indian Overseas Bank and State Bank of India for their continued assistance and co-operation.

LABOUR

The relationship with labour continues to be cordial. Your Directors place on record their appreciation of the devoted services of the officers, members of the staff and workers during the year.



Sri Lakshmi Saraswathi Textiles (Arni) Limited

COST AUDIT

As per Statutory requirement, the Costing Records are being audited by the Cost Auditor and he will be submitting his report directly to the Central Government.

PUBLIC DEPOSIT

Your company is not accepting any deposit from public.

DETAILS TO BE DISCLOSED AS PER PROVISION OF SEC.217 OF THE COMPANIES ACT 1956

The information to be disclosed as per provision of Sec.217(1)(e) of the Companies Act 1956 read with Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988 is given in Annexure I. which forms part of this report.

As none of the employees was in receipt of remuneration in excess of the prescribed limit, there is no report under Section 217(2A) of the Companies Act, 1956.

CORPORATE GOVERNANCE

The report on Management's Discussion and Analysis and the report on Corporate Governance are given in Annexure II & Annexure III respectively.

AUDITORS

The Auditors of the Company M/s. S.Viswanathan retire and are eligible for reappointment. The Audit Committee of the Board of Directors has recommended their re-appointment. A Certificate under Section 224(1B) of the Companies Act 1956 has been obtained from them.

By Order of the Board

Place : Chennai
Date : 28th May 2010

(R. SRIHARI)
Chairman & Managing Director



Sri Lakshmi Saraswathi Textiles (Arni) Limited

ANNEXURE – I TO DIRECTORS' REPORT

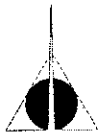
Information disclosed as per requirement of the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988.

A. CONSERVATION OF ENERGY

The Company conducts periodical Energy Audit and implements the advice given by the energy audit team. In all machines and areas wherever required, energy saving equipments/ spares/ component are used to conserve energy.

FORM A : Form for disclosure of particulars with respect to conservation of energy

A. POWER AND FUEL CONSUMPTION	2009-2010	2008-2009
1. Electricity		
a) Purchased		
Units(KWH)	2,18,66,386	2,20,49,465
Total Amount Rs.	11,67,24,616	8,98,27,529
Rate/unit(Rs.)	5.34	4.07
b) Own Generation		
i) Through Diesel Generators		
Units (KWH)	1,46,080	3,46,566
Units/Litre of Diesel/SKO	3.14	3.19
Diesel Cost/Unit (Rs.)	11.42	11.66
ii) Through Steam Turbine/Generator	NIL	NIL
iii) Through Furnace Oil Generator		
Units (KWH)	7,66,490	13,86,632
Units/Litre of Furnace Oil	3.38	3.71
Furnace Oil Cost/Unit (Rs.)	6.69	6.81
iv) Through Wind Turbine Generator (WTG)		
Units(KWH)	23,86,581	20,23,563
Unit (Rs.) (Variable Cost)	0.55	0.62
Note: (Power from WTG is wheeled through TNEB grid, and payment is made to TNEB after taking credit for units from WTG)		
2. Coal	NIL	NIL
3. Others	NIL	NIL



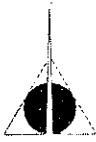
Sri Lakshmi Saraswathi Textiles (Arni) Limited

	2009-2010	2008-2009
B. CONSUMPTION PER UNIT OF PRODUCTION		
Standards (if any)		
Products: Yarn		
1. Electricity in KWH per kg. of yarn produced	5.66	6.25
2. Electricity cost/kg of yarn produced(Rs.)	28.14	25.26
3. Furnace Oil	—	—
4. Coal	—	—
5. Others	—	—
C. TECHNOLOGY ABSORPTION		
Efforts made in Technology Absorption as per Form B.	Nil	Nil
D. FOREIGN EXCHANGE EARNINGS AND OUTGO		
Value of export was Rs.803.49 Lakhs.		
The expenses in foreign currency were Rs.454.17 Lakhs. The details are as below:		
	Rs.	
1. Import of Raw Materials	90,47,998	
2. Import of Components & Spares	24,36,495	
3. Interest on Foreign Currency Loans	24,87,647	
4. Foreign Travel	9,13,776	
5. Subscription and Periodicals	3,70,080	
6. Selling Expenses	1,60,863	
Total	<u>1,54,16,859</u>	

ANNEXURE II TO DIRECTORS REPORT REPORT ON MANAGEMENT'S DISCUSSION AND ANALYSIS

i. Industry structure and developments

Our company is engaged in the manufacture of all types of yarn used for manufacture of woven and knitted fabrics and is sold both in the domestic and international markets. Demand for yarn in the domestic market depends upon demand for fabrics for domestic consumption and for fabrics for export as such or for manufacture of garments and other textile products exports. Thus domestic demand of yarn depends on the level of domestic consumption through direct use and capability to sell fabrics and garments and other textile products in the international market. Direct export of yarn is for the manufacture of fabrics in the foreign countries. In India, especially in Tamil Nadu, excess spinning capacity has been established without corresponding capacity build-up for fabrics production, processing capacity and garment manufacture. No effective system has been put in place to scrap obsolete spindle capacity and to ensure a coordinated capacity additions in all segments of textile industry. Non-availability of power has resulted in reduction in production of yarn. Maintaining good quality, increasing the volume, optimizing the product mix and capacity utilization, ensuring availability of adequate power at reasonable cost, cost reduction and taking up down stream value are the ways to progress. Current developments and effect of the same in the performance were discussed in the Directors' Report.



ii. Opportunities and threats

Non availability of adequate power and high cost of the same resulted in reduction in capacity utilization of marginal spinning mills and thereby reduction in supply of yarn. Due to general revival of economy worldwide, the demand for yarn has increased both in domestic and international market. This has provided an opportunity to the established players to strengthen their position. Government policy on export of raw cotton, indirect control imposed on export of cotton yarn and withdrawal of incentives for export of cotton yarn, non availability and high cost of power and other fuels are the threats faced by the industry.

iii. Segment wise or product wise performance

Since the company is engaged in the production of Textile products only, there is no segment wise or product wise reporting of performance.

iv. Outlook

Due to revival of economy, the demand for yarn is good and sales realization is encouraging. The performance during 2010-11 will be better.

v. Risks and concerns

Inconsistency in the demand for yarn and increasing trend in the price of cotton which is an agriculture commodity depending on monsoon are the two risks associated with spinning units. Your company plans to face these risks, through suitable sales efforts, optimum product mix, prudent purchase of cotton, improving raw material realization, ensuring availability of adequate power by purchase from private power producers at reasonable cost, implementing cost reduction measures and improving productivity.

vi. Internal control systems and their adequacy

The company is having an efficient and adequate internal control system commensurate with size and level of operations of the company.

vii. Discussion on financial performance with respect to operational performance.

This has been discussed in details in the Directors Report.

viii. Material developments in Human Resources/ Industrial Relations front, including number of people employed.

The company's performance in the industrial relations front continues to be cordial and is expected to remain so. Currently the company has 925 employees of all ranks on its rolls.



ANNEXURE III TO DIRECTORS' REPORT

REPORT ON CORPORATE GOVERNANCE – 2009 – 2010

1. COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

The Board of Directors and the management of the company commit themselves to enhance the shareholders value keeping in view the interest of other stakeholders through adherence to prudent business decisions and transparency. The Board of Directors further commits to regularly review the processes for further improvement.

2. BOARD OF DIRECTORS

- a. **COMPOSITION:** (As on 31st March 2010) The Board of Directors of the company consists of the following six directors, categorized as indicated.

Executive Directors:

Promoter group

Managing Director	:	Sri R.Srihari
Wholetime Director	:	Sri Balakrishna S
Technical Director	:	Sri R.Padmanaban

Non Executive Directors

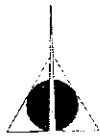
<u>Independent Director</u>	:	Sri K S T Pani
	:	Sri J M Grover
	:	Sri R Sambasivan

Sri Balakrishna S, is the son of Sri R.Srihari.

- b. Attendance at Board Meetings and last AGM and details of memberships of Directors on other Boards and Board committees.

There were six Board meetings held during the year 2009-10. The details and attendance record of Directors at the Board Meeting are as under.

Date of Meeting	Board Strength	No.of Directors Present
28.05.2009	6	5
29.06.2009	6	5
30.07.2009	6	5
22.09.2009	6	5
30.10.2009	6	5
29.01.2010	6	5



Sri Lakshmi Saraswathi Textiles (Arni) Limited

- The time gap between any two meetings of Board of Directors did not exceed four months.
- The last Annual General Meeting was held on September 25, 2009.
- The Annual General Meeting was attended by all the directors except Sri J M Grover.

The details of attendance of each director at the Board meeting and at the Annual General Meeting held during the year, the number of other Boards of Directors and Board Committees in which each director is a member are as follows:

S.No.	Name of the Director	No. of Board Meetings attended	Whether attended last AGM	Memberships as on 31.03.2010	
				Other Boards excluding Sri Lakshmi Saraswathi Textiles (Arni) Limited	Other Board Committees excluding Sri Lakshmi Saraswathi Textiles (Arni) Limited
1.	Sri R.Srihari	5	Yes	2	Nil
2.	Sri Balakrishna S	5	Yes	Nil	Nil
3.	Sri R.Padmanaban	6	Yes	Nil	Nil
4.	Sri K S T Pani	6	Yes	Nil	Nil
5.	Sri J M Grover	2	No	Nil	Nil
6.	Sri R. Sambasivan	6	Yes	Nil	Nil

3. AUDIT COMMITTEE

- a) The Audit Committee of the Company was constituted in January 2003, the terms of reference of the Audit Committee are in accordance with clause 49(II) of the Listing Agreement and in conformity to the requirements of Section 292A of the Companies Act 1956.

- b) COMPOSITION, NAME OF MEMBERS AND CHAIR PERSON.

The composition of the Audit Committee is as below:

Member & Chairman	Sri K S T Pani
Members	Sri J M Grover Sri R.Sambasivan

All the members have wide exposure in the relevant areas.

- c) Meetings and attendance during the year.

Date of the Meeting	Committee Strength	No. of directors present
02.06.2009	3	2
29.06.2009	3	2
30.07.2009	3	2
22.09.2009	3	2
30.10.2009	3	3
17.11.2009	3	3
29.01.2010	3	3



Sri Lakshmi Saraswathi Textiles (Arni) Limited

- Smt Geetha Sundararaghavan, Company Secretary is the Secretary to the committee and was present at all the seven meetings.

Date of meeting	Invitees present
02.06.2009	1. Sri R.Srihari, Managing Director 2. Sri Balakrishna S, Wholetime Director 3. Sri R.Padmanaban, Technical Director 4. Sri Chella K Srinivasan, Statutory Auditor 5. Sri B. Sundaramoorthy, General Manager (Finance)
29.06.2009	1. Sri. Balakrishna S, Wholetime Director 2. Sri R.Padmanaban, Technical Director 3. Sri Chella K Srinivasan, Statutory Auditor 4. Sri B. Sundaramoorthy, General Manager (Finance)
30.07.2009	1. Sri Balakrishna S, Wholetime Director 2. Sri R.Padmanaban, Technical Director 3. Sri B.Sundaramoorthy, General Manager (Finance)
22.09.2009	1. Sri Balakrishna S, Wholetime Director 2. Sri R.Padmanaban, Technical Director 3. Sri B.Sundaramoorthy, General Manager (Finance)
30.10.2009	1. Sri B. Sundaramoorthy, General Manager (Finance)
17.11.2009	1. Sri Chella K Srinivasan, Statutory Auditor 2. Sri B. Sundaramoorthy, General Manager (Finance)
29.01.2010	1. Sri Balakrishna S, Wholetime Director 2. Sri R.Padmanaban, Technical Director 3. Sri B.Sundaramoorthy, General Manager (Finance)

4. REMUNERATION COMMITTEE

a) CONSTITUTION AND TERMS OF REFERENCE

The Remuneration Committee was constituted in April 2003. The broad terms of reference are:
To determine and recommend to the Board the terms of appointment and remuneration including perquisite payable to Executive Directors of the Company.

b) COMPOSITION

The Remuneration Committee consists of the following independent non executive directors.

- a) Sri K ST Pani - Chairman
- b) Sri J M Grover
- c) Sri R.Sambasivan

c) The remuneration policy of the company is:

- i. For Managing / Wholetime Directors: The total remuneration, subject to shareholders approval consists of salary, allowances and perquisites.
- ii. For Non Executive Directors: Sitting fees of Rs.4,000/- for every meeting of the Board or any committee thereof plus reimbursement of traveling and incidental expenses incurred for attending such meetings.



Sri Lakshmi Saraswathi Textiles (Arni) Limited

- d) The details of remuneration paid to the directors for the year 2009-10 are.
- i. For non Executive Directors – sitting fees paid (excluding reimbursement of travel and other expenses incurred for the business of the company).

S.No.	Name of the Directors	Amount Rs.
1.	Sri K S T Pani	56,000
2.	Sri J M Grover	20,000
3.	Sri R Sambasivan	56,000
	TOTAL	1,32,000

- ii. Managing / Wholetime Directors

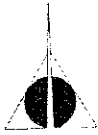
S.No	Name of the Director	Salary Rs.	Provision for Gratuity Rs.	Perquisites Rs.	Total Rs.
1	Sri R.Srihari	12,00,000	34,615	1,48,587	13,83,202
2	Sri Balakrishna S	10,80,000	31,154	1,30,680	12,41,834
3	Sri R.Padmanaban	7,20,000	20,769	89,825	8,30,594
	TOTAL	30,00,000	86,538	3,69,092	34,55,630

Perquisites include contribution to EPF scheme and medical benefits.
All the three directors are under contract of employment with the company.

- e) Stock Option to non executive directors:
The Company has not granted any stock option to non-executive / independent directors.
- f) Shares held by non-executive directors:
Sri K.S.T.Pani and Sri. R. Sambasivan hold 200 Shares each in the company. No other non-executive director holds any shares in the company.
- g) There was no meeting during 2009-10

5. Shareholders/ Investors Grievances Committee

- a) The Investor Grievances committee was constituted in January 2003.
- b) Sri K S T Pani is the Chairman of the Committee. Sri.Balakrishna S, Sri R.Padmanaban and Sri R.Sambasivan are other members of the Committee. Sri K S T Pani and Sri R.Sambasivan are Non-Executive Directors.
- c) Smt Geetha Sundararaghavan, Company Secretary is the compliance officer nominated for this purpose.
- d) During this period 31 letters (including share transfers and complaints) were received from shareholders. All these letters were dealt satisfactory and all the complaints were resolved.
- e) As on March 31, 2010, there were no share transfers pending beyond the due date.



Sri Lakshmi Saraswathi Textiles (Arni) Limited

f)

Date of Meeting	Committee strength	No. of directors present
29.01.10	4	4

6. General Body Meetings:

a) Details of location and time of holding the last three AGMs.

Year	Location	Date & time
43 rd AGM 2007	Rani Seethai Hall 603, Mount Road, Chennai – 600 006	24 th August 2007 02.30 PM
44 th AGM 2008	Rani Seethai Hall 603, Mount Road, Chennai – 600 006	19 th August 2008 02.30 PM
45 th AGM 2009	Rani Seethai Hall 603, Mount Road, Chennai – 600 006	25 th September 2009 02.30 PM

b) There has been no use of postal ballot so far.

7. Disclosures:

a) Related Party Transaction:

Name of the person / firm / company	Directors interested	Nature of transaction	Interest paid during 2009-10 Rs.
B. R. Theatres and Industrial Concerns (PVT) Ltd.,	Sri.R.Srihari	Availed unsecured loan of Rs.20,00,000/-	3,00,000/-
Sri. R. Padmanaban	R. Padmanaban	Availed interest free unsecured loan of Rs.80,00,000/- on 30.03.09. Out of which Rs.70,00,000/- was repaid.	Nil

b) Compliances of the Company:

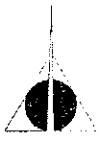
There have been no instances of non compliance by the company on any matters related to the capital markets nor have any penalty/ strictures been imposed on the company by the stock exchanges or SEBI or any other statutory authority on such matters.

c) Whistle Blower Policy:

The Company is yet to establish a mechanism for Whistle Blower Policy which is a non-mandatory requirement.

d) Access to Audit Committee

No personnel has been denied access to the audit committee on any matter related to the Company.



Sri Lakshmi Saraswathi Textiles (Arni) Limited

8. Means of communication:

Quarterly results are being published in leading national (English) newspaper and in vernacular (Tamil) newspaper.

These results are promptly submitted to the Stock Exchanges to enable them display the same on their website. These results are also available on the Company website : www.slstindia.com

9. General Shareholders Information:

- a. 46th Annual General Meeting
 - Date and Time August 06, 2010 – 02.30 P.M.
 - Venue Rani Seethai Hall, 603, Mount Road
CHENNAI – 600 006
- b. Financial Calendar
 - Annual General Meeting August 06, 2010
 - Unaudited results for the quarter ending June 2010 2nd week of August 2010
 - Unaudited results for the quarter ending Sep. 2010 2nd week of November 2010
 - Unaudited results for the quarter ending Dec. 2010 2nd week of February 2011
 - Unaudited results for the quarter ending Mar. 2011 2nd week of May 2011
 - Audited Annual results for the year ending Mar.2011 Last week of May 2011
- c. Book Closure date July 29, 2010 to August 06, 2010
- d. Record date of Dividend Not Applicable
- e. Listing of Equity shares Madras and Mumbai Stock Exchange

The listing fees has been paid upto date to both the stock exchanges.

- f. Stock Code of equity shares
 - a) Security Code
 - Madras Stock Exchange Limited - SRILAKSARA
 - Bombay Stock Exchange Limited - 521161
 - b) Demat ISIN Number in NSDL & CDSL - INE 456D01010
- g. Stock Market Data

Month	Bombay Stock Exchange	
	High Rs.	Low Rs.
April '09	9.13	7.70
May '09	10.97	8.50
June '09	13.95	11.51
July '09	11.91	9.55
Aug '09	10.35	8.75
Sept '09	13.00	9.85
Oct '09	13.34	12.00
Nov '09	13.20	11.01
Dec '09	18.65	13.32
Jan '10	19.55	15.65
Feb '10	16.40	13.45
Mar '10	16.35	13.60

No transaction took place in the equity shares of the company in Madras Stock Exchange Limited during the period 01.04.2009 to 31.03.2010.



Sri Lakshmi Saraswathi Textiles (Arni) Limited

h. Registrars and Transfer Agents

M/s.Cameo Corporate Services Ltd
Subramanian Building
No.1,Club House Road
Chennai-600 002
Email: cameo@cameoindia.com

i. Share Transfer System

The Board has authorized the Managing Director to approve all routine transfers, transmissions of shares. Such approvals are being given by the Managing Director, twice a month. Transfers, transmissions etc., are being approved within 20 days. Requests for dematerialisation are being confirmed within 10 days.

a. Distribution of shareholding as on 31.03.2010

Share holding of nominal value of		Share holders		Share Amount	
Rs.	Rs.	Number	% of Total	In Rs.	% to Total
(1)		(2)	(3)	(4)	(5)
Upto -	5,000	3761	92.45	4656720	13.97
5,001 -	10,000	127	3.12	1022930	3.07
10,001 -	20,000	74	1.82	1123820	3.37
20,001 -	30,000	32	0.79	807880	2.42
30,001 -	40,000	12	0.29	429840	1.29
40,001 -	50,000	8	0.20	375350	1.13
50,001 -	1,00,000	23	0.57	1701870	5.11
1,00,001 and above		31	0.76	23209090	69.64
TOTAL		4068	100.00	33327500	100.00

b. Pattern of shareholding as on 31.03.2010

S.No.	Category	No.of Holders	No.of Shares	%
1.	Indian Promoters	10	1834650	55.049
2.	Mutual Funds & UTI	-	-	-
3.	Banks	1	100	0.003
4.	Corporate Bodies	82	122494	3.676
5.	NRI	5	18370	0.551
6.	Clearing Member	1	200	0.006
7.	Public	3969	1356936	40.715
	TOTAL	4068	3332750	100.000

c. Demat of shares and liquidity

Shares of the company can be held and traded in electronic form. As on 31st March 2010, 11,92,472 Shares representing 35.78% of shareholdings have been dematerialized. Shares of the company are listed in Madras Stock Exchange Ltd., and Bombay Stock Exchange Ltd., and they are actively traded in Bombay Stock Exchange. There is good liquidity.



Sri Lakshmi Saraswathi Textiles (Arni) Limited

d. Plant location:

Factory Address: 1) Sri Lakshmi Saraswathi Textiles (Arni) Limited
Raghunathapuram,
ARNI – 632 316, Tiruvannamalai District,
Tamilnadu
PH: 04173226281/ 282

2) Wind Turbine Generator
Udayathoor Village,
Radhapuram Taluk,
Tirunelveli District,
Tamilnadu

e. Address for correspondence

i) To contact Registrar and
Share transfer Agents for
Matters relating to shares

M/s.Cameo Corporate Services Limited
Subramanian Building
No.1,Club House Road
Chennai-600 002
Email: cameo@cameoindia.com

ii) For Dividends and any other general matters:

Secretary
Sri Lakshmi Saraswathi Textiles (Arni) Ltd.,
16, Krishnama Road,
Nungambakkam,
CHENNAI – 600 034
PH: 28223132 / 28277344

iii) Exclusive E-mail ID of the Investor grievance
redressal division / compliance officer:

Email: cs@sist.in

NON MANDATORY REQUIREMENTS

1. **Non Executive Chairman**
At present there is no Non Executive Chairman
2. **Remuneration Committee**
The Company has constituted a Remuneration Committee, details of which are furnished under item 4 above.
3. **Shareholders Rights.**
The statement of quarterly results is being published in the press and made available at the company website.
4. **Postal Ballot**
The Company has had no occasion to use the postal ballot so far.

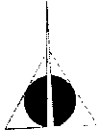
DECLARATION REGARDING COMPLIANCE WITH CODE OF CONDUCT.

All the members of the Board of Directors and Senior Management have affirmed compliance during 2009-10 with the code of conduct, laid down by the Board.

for **SRI LAKSHMI SARASWATHI
TEXTILES (ARNI) LIMITED**

Place: Chennai
Date : May 28, 2010

(R.SRIHARI)
Managing Director &
Chief Executive Officer



Sri Lakshmi Saraswathi Textiles (Arni) Limited

CERTIFICATE OF THE AUDITORS TO THE SHAREHOLDERS OF SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED ON CORPORATE GOVERNANCE

We have examined the compliance of conditions of Corporate Governance by M/s. Sri Lakshmi Saraswathi Textiles (Arni) Limited, for the year ended March 31, 2010, as stipulated in Clause 49 of the Listing Agreement of the said Company with Stock Exchanges.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial 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 the Company has complied with conditions of Corporate Governance, as stipulated in the above mentioned Listing Agreement.

We state that no investor grievance is pending for a period exceeding one month against the Company, as per the records maintained by the Shareholders / 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 the Company.

For **S.VISWANATHAN**
Chartered Accountants
Firm No.004770S

(CHELLA K.SRINIVASAN)
Partner
Membership Number:23305

Place : Chennai
Date : May 28, 2010



Sri Lakshmi Saraswathi Textiles (Arni) Limited

REPORT OF THE AUDITORS TO THE SHAREHOLDERS OF SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED

We have audited the attached Balance Sheet of M/s. Sri Lakshmi Saraswathi Textiles (Arni) Limited as at 31st March 2010 and also the Profit and Loss Account of the Company for the year ended on that date annexed thereto and Cash Flow Statement for the year ended on that date. 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 have 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 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.

As required by the Companies (Auditors' Report) Order, 2003, as amended by the Companies (Auditors' Report) (Amendment) Order, 2004, issued by the Company Law Board in terms of Section 227(4A) of the Companies Act, 1956, we enclose in the annexure a statement of the matters specified in paragraphs 4 and 5 of the said Order.

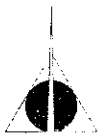
Further to our comments in Annexure referred to above, we report that;

- a) We have obtained all the information and explanation which, to the best of our knowledge and belief, were necessary for the purpose of our audit.
- b) In our opinion, proper books of accounts as required by law have been kept by the company, so far as appears from our examination of the books.
- c) The balance sheet and profit and loss account dealt with by this report are in agreement with the books of accounts.
- d) In our opinion, the Balance Sheet and Profit and Loss Account read with Schedules and Notes thereon dealt with by this Report comply with the Accounting Standards referred to in Sub-Section (3C) of Section 211 of the Companies Act 1956, so far as applicable.
- e) On the basis of the written representation received from the directors as on 31st March 2010 we report that none of the directors is disqualified as on 31st March 2010 from being appointed as a director in terms of clause (g) of subsection (1) of Section 274 of the Companies Act 1956.
- f) In our opinion and to the best of our information and explanation given to us, the said accounts read with 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 Balance Sheet, of the state of affairs of the Company as at 31st March 2010 and
 - ii. In the case of Profit and Loss Account of the LOSS for the year ended on that date.
 - iii. In the case of Cash Flow Statement, of the cash flows for the year ended on that date.

For M/s. S. VISWANATHAN
Chartered Accountants
Firm No.004770S

CHELLA K. SRINIVASAN
PARTNER
Membership Number:23305

Place : Chennai
Date : May 28, 2010



Sri Lakshmi Saraswathi Textiles (Arni) Limited

ANNEXURE TO THE AUDITORS' REPORT

(Referred to in Paragraph (3) of our report of even date)

1. a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
b) According to the information and explanation given to us, the fixed assets have been physically verified during the year by the management at reasonable intervals. No material discrepancies were noticed on such verification.
c) During the year, the Company has not disposed off any major part of its fixed assets, affecting the going concern.
2. a) Physical verification of stocks of Finished Goods, Stores, Spare Parts and Raw materials was conducted by the management during the period, except materials lying with third parties for whom confirmation certificates have been obtained in some cases. Materials in Bond have been verified with the respective Bills of Entry. In our opinion, the frequency of verification was reasonable.
b) The procedures of physical verification of stocks followed by the management are reasonable and adequate, commensurate to the size of the company and the nature of its business.
c) On the basis of our examination of the records of inventory, we are of the opinion that the Company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and the book records were not material and were also adjusted.
3. a) The Company has not granted any loan to any party covered in the Register maintained under Section 301 of the Companies Act, 1956.
b) The Company has taken unsecured loan, from a company covered in the Register maintained under section 301 of the Companies Act 1956 and from a Director. However, the terms of repayment and interest are not prejudicial to the interest of the Company.
4. 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 the nature of its business with regard to purchase of inventory and fixed assets and with regard to sale of goods.
5. a) Based on the audit procedures applied by us and according to the information and explanations provided by the management, we are of the opinion that the particulars of contracts and arrangements that need to be entered into the Register maintained under section 301 of the Companies Act, 1956 have been so entered.
b) The above said transactions have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time.
6. As explained to us, the company is complying with the terms of Section 58A, 58AA and all other relevant provisions of the Companies Act, 1956, in respect of deposits accepted during the year.
7. The Company does not have a formal internal audit system during the year under review. However, the internal control procedures involve adequate internal checking of financial records.
8. Central Government has prescribed the maintenance of Cost Records under Section 209 (1) (d) of the Companies Act, 1956 and such accounts and records have been made and maintained.
9. a) The Company is regular in depositing its undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty, Cess and any other statutory dues with the appropriate authorities.

b) At the end of the financial year there were no dues of Sales Tax, Income Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty, Cess which have not been deposited on account of any dispute except as follows:

Name of the statute	Nature of dues	Amount	Forum where dispute is pending
Income tax	Income tax	Rs. 1,30,76,791	IT Appeals before ITAT & CIT (A) & High Court
ESI	ESI	Rs. 4,15,356	Labour Court

10. The Company does not have accumulated losses. However, the Company has incurred cash loss during the financial year 2009-10 and in the previous financial year.
11. The Company has not defaulted in repayment of dues to Financial Institutions or Banks.
12. The Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
13. None of the provisions of any special statute applicable to chit fund, nidhi or mutual benefit society is applicable to the Company.
14. The Company is not dealing or trading in shares, securities, debentures and other investment.
15. The company has not given any guarantee for loans taken by others from banks or financial institution.
16. The term loans have been applied for the purpose for which they were raised.
17. The funds raised by the Company on short-term basis have not been used for long term investments.
18. 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.
19. The Company has not issued any debentures during the year.
20. The Company has not made any public issue during the year.
21. No fraud on or by the Company has been noticed or reported during the course of our audit.
22. In our opinion, the company is not dealing in or trading in Shares, Securities, debentures and other investments. Accordingly, the provisions of clause 4 (xiv) of the Companies (Auditors' Report) Order, 2003, as amended by the Companies (Auditors' Report) (Amendment) Order, 2004 are not applicable to the company.

For M/s. S. VISWANATHAN
Chartered Accountants
Firm No.004770S

CHELLA K. SRINIVASAN
PARTNER
Membership Number:23305

Place : Chennai
Date : May 28, 2010



Sri Lakshmi Saraswathi Textiles (Arni) Limited

BALANCE SHEET AS AT 31 ST MARCH 2010

Particulars	Schedule	As at 31.03.2010 Rs.	As at 31.03.2009 Rs.
I. SOURCES OF FUNDS			
1. Share Holders' Funds			
a) Share Capital	A	3,33,27,500	3,33,27,500
b) Reserves & Surplus	B	13,95,86,138	15,60,10,600
		<u>17,29,13,638</u>	<u>18,93,38,100</u>
2. Loan Funds			
a) Secured Loans	C	30,02,66,158	35,27,75,200
b) Unsecured Loans	D	36,50,000	1,06,67,748
		<u>30,39,16,158</u>	<u>36,34,42,948</u>
3. Deferred Tax Liability	E	74,04,690	1,53,90,912
Total		<u>48,42,34,486</u>	<u>56,81,71,960</u>
II. APPLICATION OF FUNDS			
1. Fixed Assets			
a) Gross Block	G	85,74,87,345	81,11,41,806
b) Less: Depreciation		<u>61,39,68,375</u>	<u>57,37,87,653</u>
c) Net Block		24,35,18,970	23,73,54,153
d) Capital Work in Progress		60,12,444	4,05,69,767
2. Investments	H	10,00,000	10,00,000
3. Current Assets, Loans & Advances			
a) Inventories	I	15,51,93,282	17,23,63,626
b) Sundry Debtors		10,00,52,353	8,15,30,398
c) Cash and Bank Balances		75,35,787	9,79,473
d) Loans and Advances		8,25,49,043	9,48,52,801
		<u>34,53,30,465</u>	<u>34,97,26,298</u>
Less: Current Liabilities & Provisions	F		
a) Liabilities		10,50,90,111	6,15,18,584
b) Provisions		65,37,282	90,29,372
		<u>11,16,27,393</u>	<u>7,05,47,956</u>
Net Current Assets		<u>23,37,03,072</u>	<u>27,91,78,342</u>
4. Miscellaneous Expenditure	J	0	1,00,69,698
Total		<u>48,42,34,486</u>	<u>56,81,71,960</u>

SCHEDULES 'A' TO 'J' AND NOTES IN SCHEDULE 'K' FORM PART OF THIS BALANCE SHEET

R.SRIHARI
Managing Director

BALAKRISHNA S
Wholetime Director

R.PADMANABAN
Technical Director

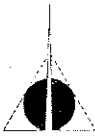
GEETHA SUNDARARAGHAVAN
Secretary

B.SUNDARAMOORTHY
General Manager (Finance)

17, Bishop Wallers Avenue (West)
CIT Colony, Mylapore, Chennai - 600 004
Dated: 28th May, 2010

As per our report annexed
for M/s.S.VISWANATHAN

CHELLA K.SRINIVASAN
Partner
Chartered Accountants



Sri Lakshmi Saraswathi Textiles (Arni) Limited

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH - 2010

Particulars	Schedule	For the year ended on 31.03.2010 Rs.	For the year ended on 31.03.2009 Rs.
I. INCOME			
Sales		78,05,29,259	68,83,36,886
Less :- Central Excise Duty		0	0
		<u>78,05,29,259</u>	<u>68,83,36,886</u>
Other income	N	89,70,052	1,38,43,131
Increase / Decrease in Finished Goods	L	-3,85,03,466	-2,25,03,030
		<u>75,09,95,845</u>	<u>67,96,76,987</u>
II. EXPENDITURE			
Manufacturing and other Expenses	O	69,63,23,021	62,89,21,161
Managerial Remuneration	P	35,87,630	35,37,022
Financial Expenses	Q	4,04,06,280	4,41,85,907
Depreciation	G	4,01,80,723	3,96,55,928
Increase / Decrease in Process Stock	M	-59,25,470	30,69,547
		<u>77,45,72,184</u>	<u>71,93,69,565</u>
III. PROFIT			
Profit after Depreciation		-2,35,76,339	-3,96,92,578
Less :- Provision for Tax			
- For Current Tax		21,600	24,550
- For Deferred Tax		-79,86,222	-1,32,28,706
- For Fringe benefit Tax		0	5,96,000
Sub Total		<u>-79,64,622</u>	<u>-1,26,08,156</u>
Profit after Tax		-1,56,11,717	-2,70,84,422
Loss brought forward		-4,86,67,255	-2,15,90,875
		<u>-6,42,78,972</u>	<u>-4,86,75,297</u>
IV. APPROPRIATIONS			
Provision for Earlier Year Taxation		8,12,745	-8,042
Loss Carried Over		-6,50,91,717	-4,86,67,255
		<u>-6,42,78,972</u>	<u>-4,86,75,297</u>

Basic Earning Per Share (Face Value Rs. 10/-)

-4.68

-8.13

SCHEDULES 'L' TO 'Q' AND NOTES IN SCHEDULE 'K' FORM PART OF THIS PROFIT & LOSS ACCOUNT

R.SRIHARI
Managing Director

BALAKRISHNA S
Wholetime Director

R.PADMANABAN
Technical Director

GEETHA SUNDARARAGHAVAN
Secretary

B.SUNDARAMOORTHY
General Manager (Finance)

17, Bishop Wallers Avenue (West)
CIT Colony, Mylapore, Chennai - 600 004
Dated: 28th May 2010

As per our report annexed
for **M/s.S.VISWANATHAN**

CHELLA K.SRINIVASAN
Partner
Chartered Accountants



Sri Lakshmi Saraswathi Textiles (Arni) Limited

Particulars	As at 31.03.2010 Rs.	As at 31.03.2009 Rs.
SCHEDULE 'A'		
SHARE CAPITAL		
<u>Authorised:</u>		
1,50,00,000 Equity Shares of Rs.10/- each and	15,00,00,000	15,00,00,000
50,00,000 Preference Shares of Rs.10/- each	5,00,00,000	5,00,00,000
	<u>20,00,00,000</u>	<u>20,00,00,000</u>
<u>Issued, Subscribed & Paid-up</u>		
33,32,750 Equity Shares of Rs. 10/- each (Of the above 15,00,075 Shares were allotted as fully paid up Bonus Shares by capitalisation of Reserves)	<u>3,33,27,500</u>	<u>3,33,27,500</u>
SCHEDULE 'B'		
RESERVES AND SURPLUS		
i) Share premium	4,43,41,790	4,43,41,790
ii) General Reserve	16,03,36,065	16,03,36,065
iii) Profit and Loss Account	-6,50,91,717	-4,86,67,255
	<u>13,95,86,138</u>	<u>15,60,10,600</u>
SCHEDULE 'C'		
SECURED LOANS		
INDIAN OVERSEAS BANK		
(a) Open Loan (Note 1)	1,19,47,281	1,25,79,869
(b) Packing Credit (Note 1)	1,01,00,803	2,00,00,000
(c) Working Capital Demand Loan (Note 1)	4,08,79,761	4,63,05,344
(d) Term Loan - 2007 (Note 2)	3,37,51,491	3,52,04,691
(f) Term Loan - Corporate Loan (Note 2)	20,25,693	40,37,062
(g) Term Loan - 2008 (Note 2)	1,98,47,045	2,52,75,176
STATE BANK OF INDIA		
(a) Open Loan (Note 1)	6,27,66,724	6,22,49,948
(b) Packing Credit (Note 1)	1,01,67,836	1,26,09,736
(c) Term Loan - Wind Mill (Note 3)	2,67,49,547	3,35,32,409
(d) Term Loan - Textile Machinery (Note 2)	4,84,08,472	5,82,76,589
(e) Term Loan - Textile Machinery 2007 (Note 2)	81,55,967	97,02,139
(f) Term Loan - Corporate Loan (Note 4)	20,51,184	35,72,149
(g) Term Loan - 2008 (Note 2)	2,11,87,688	2,56,60,420
FROM OTHERS		
Term Loan for Vehicles (Note 5)	22,26,666	37,69,668
	<u>30,02,66,158</u>	<u>35,27,75,200</u>



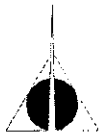
Sri Lakshmi Saraswathi Textiles (Arni) Limited

- Note 1 Secured by
- 1) Hypothecation of Raw materials, Process stock, Stores , Yarn and Book debts on Pari passu basis.
 - 2) First Charge on pari passu basis on Fixed assets of the company (excluding Wind Turbine Generator assets)
 - 3) Second Charge on pari passu basis on Wind Turbine Generator assets and
 - 4) Personal Guarantee of Promoter Directors.
- Note 2 Secured by First charge on pari passu basis on the Fixed assets of the company excluding Wind Turbine Generator assets and Personal Guarantee of Promoter Directors.
- Note 3 Secured by First charge on Wind Turbine Generator Assets and Personal Guarantee of Promoter Directors.
- Note 4 Secured by
- 1) First Charge on pari passu basis on Fixed assets of the company (excluding Wind Turbine Generator assets).
 - 2) First charge on Wind Turbine Generator assets and
 - 3) Personal Guarantee of Promoter Directors.
- Note 5 Secured by hypothecation of Vehicles purchased out of the respective Loans and Guaranteed by Promoter Directors.



Sri Lakshmi Saraswathi Textiles (Arni) Limited

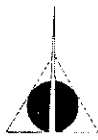
Particulars	As at 31.03.2010 Rs.	As at 31.03.2009 Rs.
SCHEDULE 'D'		
UNSECURED LOANS		
1) Intercompany Loans	20,00,000	20,00,000
2) Loans from Directors	10,00,000	80,00,000
3) Deposits from Consignment Agents	6,50,000	6,67,748
	<u>36,50,000</u>	<u>1,06,67,748</u>
SCHEDULE 'E'		
DEFERRED TAX LIABILITY		
Deferred tax at the beginning of the year	1,53,90,912	2,86,19,618
Add: - Transfer to Profit and Loss account for current year deferred tax	<u>-79,86,222</u>	<u>-1,32,28,706</u>
Total	<u>74,04,690</u>	<u>1,53,90,912</u>
SCHEDULE 'F'		
CURRENT LIABILITIES AND PROVISIONS		
A. Current Liabilities	6,49,53,291	3,23,18,396
Creditor for supplies	3,57,68,505	2,51,33,055
Creditor for expenses	36,48,386	31,94,944
Other Liabilities		
Investor Education and Protection Fund (Appropriate amount will be transferred to "Investor Education and Protection Fund", if any, when due)	7,19,929	8,72,189
Unpaid Dividend (Dividend Warrants posted not encashed)		
(a)	<u>10,50,90,111</u>	<u>6,15,18,584</u>
B. Provisions	65,37,282	90,29,372
Taxation	(b) <u>65,37,282</u>	<u>90,29,372</u>
Total (a+b)	<u>11,16,27,393</u>	<u>7,05,47,956</u>



SCHEDULE 'G'

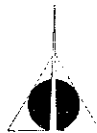
FIXED ASSETS SCHEDULE :- Book Purpose 2009 - 10

Asset Name	← COST →				← DEPRECIATION →				← W.D.V. →	
	As on 01/04/09	Additions of Assets	Deduction	As on 31/03/10	As on 31/03/09	Deduction	Current Year	As on 31/03/10	As on 31/03/10	As on 31/03/09
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
LAND	3457575	-	-	3457575	-	-	-	-	3457575	3457575
BUILDING	67980360	40781691	-	108762051	50075830	-	3328587	53404417	55357634	17904530
FURNITURE & FIXTURES	12947272	381331	-	13328603	11010865	-	391504	11402369	1926234	1936407
PLANT AND MACHINERY	685238424	4188513	-	689426937	483324073	-	34054727	517378800	172048137	201914351
OTHER ASSETS	1124534	-	-	1124534	854487	-	25270	879757	244777	270047
ELECTRICAL INSTALLATION	27425881	994004	-	28419885	21897546	-	778785	22676331	5743554	5528335
VEHICLES	12883830	-	-	12883830	6624852	-	1601850	8226702	4657128	6258978
LIVE STOCK	83930	-	-	83930	-	-	-	-	83930	83930
CURRENT YEAR	81141806	46345539	-	857487345	573787653	-	40180723	613968376	243518969	237354153
PREVIOUS YEAR	808339519	4381472	1579185	81141806	535250272	1118547	39655928	573787653	237354153	273089247
CAPITAL WORK-IN-PROGRESS:									6012444	40569767



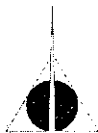
Sri Lakshmi Saraswathi Textiles (Arni) Limited

	As at 31-03-2010 Rs.	As at 31-03-2009 Rs.
SCHEDULE 'H'		
INVESTMENT		
Non Quoted, Trade Long Term Investments		
Investment in Companies		
1,00,000 Equity Shares of Rs.10/- each fully paid in M/s.MMS Steels & Powers Pvt. Ltd	10,00,000	10,00,000
	<u>10,00,000</u>	<u>10,00,000</u>
SCHEDULE 'I'		
CURRENT ASSETS, LOANS AND ADVANCES		
I. INVENTORIES		
(a) Stores and Spare Parts	44,86,944	44,93,529
(b) Cotton, Viscose and Polyester	11,36,83,449	9,82,69,212
(c) Process Stock	1,67,28,274	1,08,02,804
(d) Yarn	1,56,20,881	5,67,56,644
(e) Cotton Waste	46,73,734	20,41,437
	<u>15,51,93,282</u>	<u>17,23,63,626</u>
II. SUNDRY DEBTORS		
A. Good and unsecured for which the Company holds no security other, than debtors personal security		
(a) Over 6 months old	2,56,18,480	2,69,01,686
(b) Other Debts	7,44,33,873	5,46,28,712
B. Considered Good, Secured by letters of Credit issued by Banks due for less than six months		
	0	0
	<u>10,00,52,353</u>	<u>8,15,30,398</u>
III. CASH AND BANK BALANCES		
(a) Cash on Hand	9,93,892	3,72,625
(b) With Scheduled Banks		
In Deposit Account *	57,24,887	5,54,540
In Current Account	8,17,008	52,308
	<u>75,35,787</u>	<u>9,79,473</u>
* Fixed Deposit receipt value of Rs.57.25 Lakhs lodged with banks as margin for letters of credit issued by them.		
IV. LOANS AND ADVANCES*		
(a) Deposits	57,73,996	2,09,74,790
(b) Tax Paid Pending adjustment	1,28,84,703	1,60,15,226
(c) Prepaid Expenses	30,32,442	32,52,455
(d) Others	6,08,57,902	5,46,10,330
	<u>8,25,49,043</u>	<u>9,48,52,801</u>
*All the above Loans and Advances considered good and unsecured		



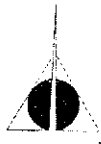
Sri Lakshmi Saraswathi Textiles (Arni) Limited

	For the year ended on 31-03-2010 Rs.	For the year ended on 31-03-2009 Rs.
SCHEDULE - J		
MISCELLANEOUS EXPENDITURE		
Compensation Under Voluntary retirement Scheme to the extent not adjusted	<u>0</u>	<u>1,00,69,698</u>
SCHEDULE - L		
STOCK-IN-TRADE - FINISHED GOODS		
Closing Stock	2,02,94,615	5,87,98,081
Opening Stock	5,87,98,081	8,13,01,111
Change in Finished Goods	<u>-3,85,03,466</u>	<u>-2,25,03,030</u>
SCHEDULE - M		
STOCK-IN-TRADE - PROCESS STOCK		
Closing Stock	1,67,28,274	1,08,02,804
Opening Stock	1,08,02,804	1,38,72,351
Change in Process Stock	<u>59,25,470</u>	<u>-30,69,547</u>
SCHEDULE - N		
OTHER INCOME		
(a) Interest Received	6,83,107	13,03,268
(b) Rent from Employees Quarters	55,764	57,588
(c) Miscellaneous Sales	5,07,335	2,66,831
(d) Miscellaneous Receipts	6,14,130	22,275
(e)DEPB Credit	42,31,840	5,46,070
(f) Insurance claim Received	2,78,460	3,58,866
(g) Duty drawback claim Received	25,99,416	1,08,22,402
(h) DFCE Licence Credit	0	4,65,831
	<u>89,70,052</u>	<u>1,38,43,131</u>



Sri Lakshmi Saraswathi Textiles (Arni) Limited

	For the year ended on 31-03-2010 Rs.	For the year ended on 31-03-2009 Rs.
SCHEDULE - O		
MANUFACTURING AND OTHER EXPENSES		
(a) Raw materials Consumed	38,07,93,586	36,73,18,443
(b) Yarn Purchased	3,17,81,407	1,95,77,033
(c) Packing Materials Consumed	1,16,01,224	1,17,38,674
(d) Power and Fuel	12,50,13,375	10,43,06,701
(e) Employees Cost:		
1. Salaries Wages and Bonus	5,95,23,490	4,93,13,912
2. Contribution to Employees Provident Fund & Family Pension Fund	54,19,531	53,52,383
3. Contribution to Gratuity Fund	18,65,593	21,80,330
4. Workmen & Staff Welfare Expenses	31,11,887	22,32,310
5. Amortisation of VRS Compensation	1,15,92,239	69,64,095
(f) Repairs and Maintenance		
1. Building	17,87,817	11,34,340
2. Machineries	3,08,49,634	2,09,36,243
3. Others	22,34,334	21,99,197
(g) Outside - Fabric Conversion Charges	4,61,788	3,89,797
(h) Administrative Expenses:		
1. Insurance	16,12,529	13,71,163
2. Vehicle Maintenance	20,47,438	18,13,178
3. Rates, Licence and Taxes	8,35,007	9,59,062
4. Other Administrative Expenses	82,81,253	87,90,220
(i) Selling Expenses		
1. Commission & Brokerage on Yarn sales	52,60,226	53,71,885
2. Godown Rent	14,000	11,000
3. Freight & Other Selling Expenses	1,22,36,663	1,69,38,056
(k) Loss on Sale of Vehicles	0	23,139
	<u>69,63,23,021</u>	<u>62,89,21,161</u>
SCHEDULE - P		
MANAGERIAL REMUNERATION		
(a) Salary	30,00,000	30,00,000
(b) Contribution to PF	2,16,000	2,16,000
(c) Personal Accident Policy	6,157	6,273
(d) Medical Reimbursement	1,46,935	1,08,211
(e) Gratuity	86,538	86,538
	<u>34,55,630</u>	<u>34,17,022</u>
Directors' Sitting Fees	1,32,000	1,20,000
	<u>35,87,630</u>	<u>35,37,022</u>
SCHEDULE - Q		
FINANCIAL EXPENSES		
(a) Interest on Term Loans	2,10,62,510	2,00,27,844
(b) Interest on other Borrowings	1,55,38,134	2,13,99,978
(c) Other Financial Charges	25,28,621	11,16,049
(d) Foreign Exchange Rate Fluctuation	12,77,015	16,42,036
	<u>4,04,06,280</u>	<u>4,41,85,907</u>



Sri Lakshmi Saraswathi Textiles (Arni) Limited

SCHEDULE - K

STATEMENT SHOWING SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED 31-03-2010.

A. STATEMENTS OF SIGNIFICANT ACCOUNTING POLICIES

1. ACCOUNTING CONCEPTS

Financial statements are based on historical cost concept. Mercantile system of accounting has been followed and income and expenditure are recognised on accrual basis.

2. FIXED ASSETS AND DEPRECIATION (IN ACCORDANCE WITH AS -10 ISSUED BY ICAI)

Fixed assets are stated at cost of acquisition.

METHOD OF PROVIDING DEPRECIATION (IN ACCORDANCE WITH AS - 6 ISSUED BY ICAI)

Depreciation for Plant and Machinery has been provided on Straight Line Method and for other assets on Written Down Value Method.

RATE OF DEPRECIATION ADOPTED

On all assets acquired upto 31-03-1987, depreciation has been provided at the then prevailing rate of depreciation as per Income Tax rules. For assets acquired from 01-04-1987, rates given in Schedule XIV to the Companies Act, 1956 have been adopted.

3. INVESTMENTS (IN ACCORDANCE WITH AS -13 ISSUED BY ICAI)

Investments are stated at cost

4. INVENTORY VALUATION (IN ACCORDANCE WITH AS - 2 ISSUED BY ICAI)

Raw Materials, Process stock and stores & spares - Valued at cost.

Finished Goods - Valued at cost or Market price, whichever is lower.

5. RETIREMENT BENEFITS (IN ACCORDANCE WITH AS - 15 ISSUED BY ICAI)

a. Liability for Gratuity

i) Company's Liability towards Gratuity in respect of Directors on full time employment who beneficially own shares in the Company carrying more than 5% of the total voting power has been provided for and not funded. The liability on this account, provided for and not funded, is Rs.22.85 lakhs as on 31.03.2010

ii) Company's liability towards Gratuity in respect of all other employees is worked out on actuarial basis. The total liability as on 31.03.2010 is Rs.150.77 lakhs. Out of which Rs.54.38 lakhs has been funded and balance Rs.96.39 lakhs is yet to be funded.

b. Contribution to Provident Fund is made as per the provisions of Employees' Provident Funds and Miscellaneous Provisions Act, 1952 and remitted to the Provident Fund Commissioner.

c. Liability on account of leave salary has been provided for in accordance with the scheme in force.

6. RELATED PARTY DISCLOSURES (IN ACCORDANCE WITH AS -18 ISSUED BY ICAI)

a) List of Related Parties

Associate Company

i) Sri Krishna Enterprises

b) Key Management Personnel

Name of the related Party

i) Sri R.Srihari

ii) Sri S.Balakrishna

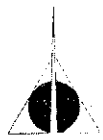
iii) Sri R.Padmanaban

Nature of relationship

Managing Director

Whole Time Director

Technical Director



Sri Lakshmi Saraswathi Textiles (Arni) Limited

c) Particulars of Transaction with Related Parties.

- I) Transaction with Associate Company
Purchase of Petroleum product from Sri Krishna Enterprises Rs.2,06,961/-
(Previous Year - Rs.10,80,456)
- II) Details of Transaction relating to persons referred to in item (b) above.
Remuneration - Rs 34,55,630 (Previous year - Rs. 34,17,022)
- III) Details of Transaction relating to Interest paid for short term loans Rs.3,00,000/-
(Previous year – Rs.4,57,727)

7. DEFERRED TAX LIABILITY (IN ACCORDANCE WITH AS -22 ISSUED BY ICAI)

	Rs.
Opening Deferred tax liability as on 01-04-2009	1,53,90,912
Less:- Transferred to P & L account during 2009-10	-79,86,222
Closing Deferred tax liability as on 31-03-2010	<u>74,04,690</u>

8. CONTINGENCIES (IN ACCORDANCE WITH AS -29 ISSUED BY ICAI)

Contingent liabilities are indicated by way of notes forming part of Accounts.

9. INCOME IN FOREIGN EXCHANGE (IN ACCORDANCE WITH AS -11 ISSUED BY ICAI)

Export sales in foreign currency are accounted at the exchange rates prevailing on the date of invoice/negotiation of documents where such sales are not covered by forward contracts.

10. EXPENDITURE IN FOREIGN EXCHANGE (IN ACCORDANCE WITH AS -11 ISSUED BY ICAI)

Expenditure in foreign currency is accounted at the actual amount spent and provision for expenses to be paid in foreign currency has been made at the rate of exchange prevailing on the Balance sheet date.

B. NOTES FORMING PART OF ACCOUNTS

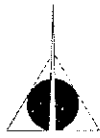
1. Contingent liability not provided for in respect of:

(Rs.in Lakhs)

S.No.	Particulars	As at 31.03.2010	As at 31.03.2009
1.	Export Bills discounted under irrevocable letters of credits issued by Foreign Banks. (This amount is secured by first charge on the fixed assets of the company on pari passu basis and personal guarantee of promoter directors)	63.57	30.51
2.	Disputed income tax liability	130.77	130.77
3.	Disputed contribution to Employees State Insurance Corporation	4.15	4.15
4.	Probable customs duty payable on the machineries imported under Export Promotion Capital Goods scheme.	176.86	176.86
5.	Estimated amount of contracts remaining to be executed on capital accounts.	Nil	67.94

2. In the absence of information from the suppliers with regard to their registration with the specified authority, despite the company calling for such information, the company is unable to furnish the information, as required under the Companies Act, 1956 and the Micro, Small and Medium Enterprises Development Act, 2006.

3. General reserve includes Rs. 233.02 Lakhs (Previous Year Rs. 233.02 Lakhs) Transferred thereto Pursuant to Sec 205 (2 A) of the Companies Act, 1956.



Sri Lakshmi Saraswathi Textiles (Arni) Limited

4. Other income includes interest earned during the year including tax deducted at source to the extent of Rs. 61,987/- (Previous year - Rs.2,88,981/-)
5. Administrative expenses includes Rs. 1,06,692/- (Previous year Rs. 1,03,907/-) being remuneration to the auditors as detailed below.

	2009 - 10	2008 - 09
Statutory Audit	66,180	66,180
Tax Audit	11,030	11,030
Cost Audit	15,000	15,000
Certification work	14,482	11,697

6. Confirmation of balances from debtors and creditors have not been received in some cases.
7. Other expenses do not include any items individually in value of 1% of the total revenue.
8. The deferred tax liability of Rs.74,04,690/- arises mainly due to difference in depreciation.
9. Previous year's figures have been regrouped wherever necessary to conform to this year's classification.

ADDITIONAL INFORMATION AS REQUIRED BY PART II SCHEDULE VI OF THE COMPANIES ACT 1956

	THIS YEAR 2009-2010		PREVIOUS YEAR 2008-2009	
	Quantity Kgs	Value Rs.	Quantity Kgs	Value Rs.
I. RAW MATERIALS CONSUMED				
OPENING STOCK				
Cotton Stock	10,55,120	8,95,66,351	10,03,819	8,54,70,173
Viscose Staple Fibre	506	5,060	506	5,060
Polyester Staple Fibre	1,37,489	86,97,801	29,236	19,23,711
	11,93,115	9,82,69,212	10,33,561	8,73,98,944
ADD:- PURCHASES				
Cotton	40,07,303	30,09,91,334	37,48,907	29,77,20,268
Viscose Staple Fibre	223	32,046	0	0
Polyester Staple Fibre	13,70,179	9,61,18,675	11,53,274	8,04,68,443
	53,77,705	39,71,42,055	49,02,181	37,81,88,711
LESS:- CLOSING STOCK				
Cotton	12,37,185	10,62,88,881	10,55,120	8,95,66,351
Viscose Staple Fibre	506	5,060	506	5,060
Polyester Staple Fibre	95,752	73,89,508	1,37,489	86,97,801
	13,33,443	11,36,83,449	11,93,115	9,82,69,212
LESS:- SALES				
Polyester Staple Fibre	15,981	9,34,232	0	0
RAW MATERIAL CONSUMED	52,21,396	38,07,93,586	47,42,627	36,73,18,443
2. PROCESS STOCK				
Opening Stock	1,06,751	1,08,02,804	1,30,445	1,38,72,351
Closing Stock	1,32,646	1,67,28,274	1,06,751	1,08,02,804
3. YARN PURCHASE				
Yarn	1,91,574	3,17,81,407	1,43,959	1,95,77,033

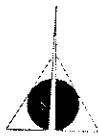


Sri Lakshmi Saraswathi Textiles (Arni) Limited

4. PARTICULARS OF OPENING AND CLOSING STOCK OF GOODS PRODUCED AND TURNOVER

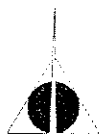
	YARN		WASTE COTTON		Fabric (Outside Production)	
	THIS YEAR 2009-2010	PR. YEAR 2008-2009	THIS YEAR 2009-2010	PR. YEAR 2008-2009	THIS YEAR 2009-2010	PR. YEAR 2008-2009
	Kgs.	Kgs.	Kgs.	Kgs.	Metres	Metres
OPENING STOCK	2,98,303	3,03,087	93,049	59,977	30,377	1,78,475
ADD:-						
i) Production During the Year	44,42,665	41,29,529	6,58,402	4,83,865	33,765	17,619
ii) Out Side Purchase of Yarn	1,91,574	1,43,959	0	0	0	0
	49,32,542	45,76,575	7,51,451	5,43,842	64,142	1,96,094
LESS:-						
1) Sales, Sample and Hardwaste Used etc.	47,93,660	42,61,732	5,74,347	4,50,793	64,142	1,65,717
2) Yarn Used for Fabric Conversion	41,832	16,540	0	0	0	0
CLOSING STOCK	97,050	2,98,303	1,77,104	93,049	0	30,377

	THIS YEAR 2009-2010 Rs.	PR. YEAR 2008-2009 Rs.
5. Details of payments made/provision made to, Managing Director and other full time Directors of the Company		
(a) Remuneration	30,00,000	30,00,000
(b) P.F. Contribution	2,16,000	2,16,000
(c) Gratuity	86,538	86,538
(d) Money Value of perquisites	1,53,092	1,14,484
6. Licenced and Installed Capacity *		
(a) Licenced Capacity		
No. of Ring spindles	60,544	60,544
No. of Rotors	336	336
(b) Installed Capacity		
No. of Ring spindles	54,480	54,480
No. of Rotors	336	336
(*As certified by Managing Director)		
7. C.I.F. Value of Imports during the year		
(a) Raw Materials	90,47,998	8,88,74,458
(b) Components and spares	24,36,495	7,30,384
(c) Capital Goods	0	0



Sri Lakshmi Saraswathi Textiles (Arni) Limited

	THIS YEAR 2009-2010 Rs.	PR. YEAR 2008-2009 Rs.
8. Expenditure in Foreign Currency		
(a) Interest	24,87,647	33,56,079
(b) Travels	9,13,776	10,00,095
(c) Subscription and Periodicals	3,70,080	3,78,240
(d) Selling Expenses	1,60,863	10,91,256
9. (a) Value of imported Raw Materials consumed	4,46,82,297	6,29,49,578
(b) Percentage of the above to total consumption	11.73	17.14
(c) Value of indigenous Raw materials consumed during the year	33,61,11,289	30,43,68,865
(d) Percentage of the above to total consumption	88.27	82.86
(e) Value of imported Stores and Spares consumed during the year	24,36,495	4,00,247
(f) Percentage of the above to total consumption	6.97	1.03
(g) Value of indigeneous Stores and spares consumed during the year	3,25,20,039	3,85,89,744
(h) Percentage of the above to total consumption	93.03	98.97
10. Earnings in Foreign currency during the year		
(a) Export of Goods in FOB Value	7,85,52,073	18,28,87,993
(b) Others	Nil	Nil
11.(a) Amount remitted during the year in Foreign currency on account for dividend		
(b) No. of Non-resident Shareholders	Nil	Nil



Sri Lakshmi Saraswathi Textiles (Arni) Limited

CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31-03-2010

	Year ended on 31-03-2010 Rs.	Year ended on 31-03-2009 Rs.
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax	- 2,35,76,339	-3,96,92,578
Adjustments for :		
Add :- Depreciation	4,01,80,723	3,96,55,928
Financial expenses	4,04,06,280	4,41,85,907
	<u>5,70,10,664</u>	<u>4,41,49,257</u>
(Less) / Add :- (Profit) / Loss on sale of assets	0	-23,139
Interest received	6,83,107	13,03,268
	<u>5,63,27,557</u>	<u>4,28,69,128</u>
Operating Profit before Working Capital Changes		
Adjustments for :-		
Inventories	1,71,70,344	1,34,72,657
Receivables	-1,85,21,955	77,99,308
Loans and advances	91,73,233	37,05,830
Current Liabilities	4,35,71,527	-29,79,750
Amortisation of VRS Compensation	1,15,92,239	69,64,095
	<u>11,93,12,945</u>	<u>7,18,31,268</u>
Cash Generated from Operations		
Interest Paid	-4,04,06,280	-4,41,85,907
Direct taxes paid	-1,95,911	-9,12,120
VRS Compensation payment made	-15,22,541	-8,45,300
	<u>7,71,88,213</u>	<u>2,58,87,941</u>
NET CASH FROM OPERATING ACTIVITIES (a)		
	7,71,88,213	2,58,87,941
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed assets and other Capital expenses	-1,17,88,216	-2,13,03,600
Sale of Fixed assets	0	4,37,499
	<u>-1,17,88,216</u>	<u>-2,08,66,101</u>
NET CASH FROM INVESTING ACTIVITIES (b)		
	-1,17,88,216	-2,08,66,101
C. CASH FLOW FROM FINANCING ACTIVITIES		
Decrease/Increase in Working Capital Bank Finance	-1,78,82,492	-5,71,35,387
Proceeds from Term Loans and other Loans	47,60,000	6,97,02,888
Repayment of Term Loans	-4,64,04,298	-2,08,25,863
Interest received	6,83,107	13,03,268

Contd. 2..



Sri Lakshmi Saraswathi Textiles (Arni) Limited

	Year ended on 31-03-2010	Year ended on 31-03-2009
	Rs.	Rs.
NET CASH FROM FINANCING ACTIVITIES (c)	-5,88,43,683	-69,55,094
Net Change in Cash and Cash Equivalent (a+b+c)	65,56,314	-19,33,254
Cash and Cash Equivalent as at 1st April - 2009 (2008)	9,79,473	29,12,727
Cash and Cash Equivalent as at 31st March - 2010 (2009)	75,35,787	9,79,473

/ BY ORDER OF THE BOARD /

R.SRIHARI
Managing Director

BALAKRISHNA S
Wholetime Director

R.PADMANABAN
Technical Director

GEETHA SUNDARARAGHAVAN
Secretary

B.SUNDARAMOORTHY
General Manager (Finance)

As per our report annexed
for **M/s.S.VISWANATHAN**

17, Bishop Wallers Avenue (West)
CIT Colony, Mylapore, Chennai - 600 004
Dated: 28th May 2010

CHELLA K.SRINIVASAN
Partner
Chartered Accountants

The Board of Directors
Sri Lakshmi Saraswathi Textiles (Arni) Limited
16, Krishnama Road, Nungambakkam,
Chennai - 600 034

We have examined the attached Cash Flow Statement of Sri Lakshmi Saraswathi Textiles (Arni) Limited. The statement has been prepared by the company in accordance with the requirements of clause 32 of the Listing Agreement with Madras Stock Exchange and is based on and in agreement with the corresponding Profit and Loss Account and Balance Sheet of the company covered by our report of 28th May 2010, to the members of the company.

As per our report annexed
for **M/s.S.VISWANATHAN**

17, Bishop Wallers Avenue (West)
CIT Colony, Mylapore, Chennai - 600 004
Dated: 28th May 2010

CHELLA K.SRINIVASAN
Partner
Chartered Accountants