



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

**48 th
Annual Report 2011 - 2012**



**SRI B. RAJAGOPAL NAIDU 1901-73
OUR REVERED FOUNDER**

Contents

Notice
Director's Report
Annexure-I to Director's Report
Annexure-II to Director's Report
Report on Managements' Discussion & Analysis
Annexure-III to Director's Report
Report on Corporate Governance
Auditor's Report
Annexure to Auditor's Report
Balance Sheet
Profit & Loss Account
Schedules
Cash Flow Statement

SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED

BOARD OF DIRECTORS

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

BANKERS

Indian Overseas Bank
Chennai House
Esplanade
MADRAS 600 108

State Bank of India,
Leather & International Branch,
'MVJ' Tower, 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 Eighth Annual General Meeting of the Company will be held at 02.30 P.M. on Friday, September 28, 2012 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 2012, 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.

SPECIAL BUSINESS

5. To re-appoint Sri R Srihari, Managing Director, for a period of 3 years and to approve his remuneration

To consider and if thought fit, to pass with or without modification the following resolution as a SPECIAL RESOLUTION.

“RESOLVED THAT, pursuant to Sections 269, 198(4), 309(3) and 310 and other applicable provisions of the Companies Act, 1956, if any, Sri R Srihari, be and is hereby re-appointed as Managing Director of the Company for a period of 3 years from 01.04.2012 to 31.03.2015 and that he may be paid remuneration in accordance with Part II of Schedule XIII as detailed below from 01.04.2012 to 31.03.2015.

- a) Salary Rs.60,000/- per month
- b) Allowance of 2/3rd of salary per month.
This allowance is not to be taken into account for the purpose of calculation of employer's contribution to provident fund and gratuity payable.
- c) Perquisites
 - i) Contribution to provident fund to the extent not taxable under the Income Tax Act, 1961.
 - ii) Gratuity at the rate not exceeding half-a-months salary for each completed year of service.
 - iii) Medical Reimbursement - Reimbursement of Medical expenses incurred for self and family subject to a ceiling of one month salary in a year or 3 months salary over a period of 3 years.

EXPLANATION: Family means Spouse, Dependent Children and Dependent Parents of the Director

d) Provision of Car for use on Company's business, telephone at residence and mobile phones will not be considered as perquisites. Personal long distance calls on telephones and use of car for private purpose shall be billed by the Company to the Individual appointee concerned.

6. To re-appoint Sri Balakrishna. S, Wholetime Director, for a period of 3 years and to approve his remuneration

To consider and if thought fit to pass with or without modification, the following Resolution as ORDINARY RESOLUTION:

"RESOLVED THAT, pursuant to Sections 269, 198(4), 309(3) and 310 and other applicable provisions of the Companies Act, 1956, if any, Sri Balakrishna.S, who fulfill the conditions laid down in Part I of Schedule XIII, be and is hereby re-appointed as Wholetime Director of the Company for a period of 3 years from 01.04.2012 to 31.03.2015 and that he may be paid remuneration in accordance with Part II of Schedule XIII as detailed below from 01.04.2012 to 31.03.2015.

a) Salary Rs.54,000/- per month

b) Allowance of 2/3rd of salary per month.

This allowance is not to be taken into account for the purpose of calculation of employer's contribution to provident fund and gratuity payable.

c) Perquisites

i. Contribution to provident fund to the extent not taxable under the Income Tax Act, 1961.

ii. Gratuity at the rate not exceeding half-a-months salary for each completed year of service.

iii) Medical Reimbursement - Reimbursement of Medical expenses incurred for self and family subject to a ceiling of one month salary in a year or 3 months salary over a period of 3 years.

EXPLANATION: Family means Spouse, Dependent Children and Dependent Parents of the Director

- d) Provision of Car for use on Company's business, telephone at residence and mobile phones will not be considered as perquisites. Personal long distance calls on telephones and use of car for private purpose shall be billed by the Company to the Individual appointee concerned.

7. To re-appoint Sri R Padmanaban, Technical Director, for a period of 3 years and to approve his remuneration

To consider and if thought fit to pass with or without modification, the following Resolution as ORDINARY RESOLUTION:

“RESOLVED THAT, pursuant to Sections 269, 198(4), 309(3) and 310 and other applicable provisions of the Companies Act, 1956, if any, Sri R Padmanaban, who fulfill the conditions laid down in Part I of Schedule XIII, be and is hereby re-appointed as Technical Director of the Company for a period of 3 years from 01.04.2012 to 31.03.2015 and that he may be paid remuneration in accordance with Part II of Schedule XIII as detailed below from 01.04.2012 to 31.03.2015.

a) Salary Rs.36,000/- per month

b) Allowance of 2/3rd of salary per month.

This allowance is not to be taken into account for the purpose of calculation of employer's contribution to provident fund and gratuity payable.

c) Perquisites

i. Contribution to provident fund to the extent not taxable under the Income Tax Act, 1961.

ii. Gratuity at the rate not exceeding half-a-months salary for each completed year of service.

iii) Medical Reimbursement - Reimbursement of Medical expenses incurred for self and family subject to a ceiling of one month salary in a year or 3 months salary over a period of 3 years.

EXPLANATION: Family means Spouse, Dependent Children and Dependent Parents of the Director

- d) Provision of Car for use on Company's business, telephone at residence and mobile phones will not be considered as perquisites. Personal long distance calls on telephones and use of car for private purpose shall be billed by the Company to the Individual appointee concerned.

By Order of the Board

Place : Chennai
Date : 8th August 2012

(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 September 21, 2012 to September 28, 2012 (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 2004-05 and subsequent dividends, which remains unpaid or unclaimed for a period of seven years will be transferred to the investor education and protection fund of the Central Government. Members who have not encashed their dividend warrants for the year 2004-05 or any subsequent financial years, are requested to make their claim to the company. Unclaimed Dividend for the year 2003-04 was transferred to the Investor Education and Protection Fund of the Central Government on 10th September 2011. Unclaimed dividend for the year 2004-05 will be transferred to the investor education and protection fund of the Central Government on 12th August 2012. Members cannot make any claim after the amount is transferred to the fund.

Year	Interim / Final	Record Date	%
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
2010-2011	Nil	--	Nil
2011-2012	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 2012-13 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 : 8th August 2012

(R. SRIHARI)
Chairman & Managing Director

**EXPLANATORY STATEMENT PURSUANT TO
SECTION 173(2) OF THE COMPANIES ACT, 1956:**

- Sub 5 Sri R Srihari, Managing Director, Sri Balakrishna S, Wholetime Director and Sri R.Padmanaban, Technical Director, were re-appointed by the
To Shareholders for a period of 3 years from April 1, 2009 to March 31, 2012 at the 45th Annual General Meeting held on September 25, 2009. Under the able
Sub 7 guidance of these Directors, the Company has made good progress. The Board considers that their continued guidance and services are necessary to the Company in the coming years also. The remuneration proposed is in accordance with the provisions of the Companies Act, 1956.

The proposed Resolutions are to obtain the approval of the Shareholders for the reappointment of these three Directors for a period of 3 years from April 1, 2012 and payment of Remuneration from April 1, 2012, which have already been approved by the Board at its Meeting held on February 15, 2012 as recommended by the Remuneration Committee at its Meeting held on February 15, 2012.

Sri R.Srihari and Sri Balakrishna S, are interested in Resolutions 5 and 6

Sri R.Padmanaban is interested in Resolution 7.

By Order of the Board

Place : Chennai
Date : 8th August 2012

(R. SRIHARI)
Chairman & Managing Director

SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED

FORTY EIGHTH ANNUAL REPORT

DIRECTORS' REPORT

Ladies and Gentlemen,

Your Directors present the Forty Eighth Annual Report of the Company alongwith the audited statement of accounts for the year ended 31st March 2012.

WORKING RESULTS

Details	Rs.	Rs.
Loss before financial charges and depreciation from business operations.		-2,44,08,356
Less:-		
1) Financial Charges	3,78,45,703	
2) Depreciation	<u>3,25,57,574</u>	
		<u>7,04,03,277</u>
Loss before Tax		-9,48,11,633
Add provision for Current Year Tax	31,000	
Less: Reduction in deferred tax liability	<u>-1,78,48,245</u>	
		-1,78,17,245
Loss for the year		----- -7,69,94,388
Add :- Loss brought forward		-2,09,83,837
Loss carried forward		-9,79,78,225
Balance Carried Over		-9,79,78,225

PRODUCTION AND SALES

Production of yarn during the year was 50.78 lakhs kgs as against 50.45 lakhs kgs in the previous year. The quantity and value of yarn sold were 51.62 lakhs kgs. and Rs.96.63 Crores as against 50.13 lakhs kgs and Rs. 100.19 Crores.

TRADE PROSPECT AND OUTLOOK

As reported in the previous annual report the performance during the year under review was strained. The spinning industry faced unprecedented problems in many fronts. The inconsistent policy followed by Government of India on the export of cotton pushed the cost of cotton consumed during the year to highest level. The restrictions placed by Government on the export of yarn lowered the yarn price. There was no parity between the cost of cotton consumed and yarn prices. The power availability from State grid was low. Mills to maintain capacity utilization were compelled to buy power from third parties at high cost. The measures taken by Reserve Bank of India to contain the inflation pushed up the cost of borrowing to higher level. This has resulted in poor performance of all mills and your mill was not an exception.

CURRENT YEAR

The performance during the current year is showing improvement. The cotton price remained steady and the yarn prices also remain at reasonable level. Your Directors are doing their best to maintain the performance at a reasonable level.

DIRECTORS

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 2012, 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 2012, 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.

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 re-appointment. 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 : August 08, 2012

(R. SRIHARI)
Chairman & Managing Director

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	2011-2012	2010-2011
1. Electricity		
a) Purchased		
Units(KWH)	2,29,22,396	2,36,91,258
Total Amount Rs.	12,22,93,201	12,70,11,160
Rate/unit(Rs.)	5.34	5.36
b) Own Generation		
i) Through Diesel Generators		
Units (KWH)	1,33,226	3,56,851
Units/Litre of Diesel/SKO	2.74	3.07
Diesel Cost/Unit (Rs.)	14.41	13.08
ii)Through Steam Turbine/Generator	Nil	Nil
c) Through Furnace Oil Generator		
Units (KWH)	Nil	1,08,320
Units/Litre of Furnace Oil	Nil	3.63
Furnace Oil Cost/Unit (Rs.)	Nil	8.12
iii)Through Wind Turbine Generator (WTG)		
Units(KWH)	21,47,474	22,74,461
Unit (Rs.) (Variable Cost)	0.66	0.55
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

B.CONSUMPTION PER UNIT OF PRODUCTION		2011-2012	2010-2011
Products: Yarn	Standards (if any)		
1.Electricity in KWH per kg.of yarn produced		4.94	5.24
2.Electricity cost/kg of yarn produced(Rs.)		24.64	26.53
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.1194.13 Lakhs.			
The expenses in foreign currency were Rs.57.75 Lakhs. The details are as below:			
	Rs.		
1. Import of Components & Spares	557982		
2. Interest on Foreign Currency Loans	2329988		
3. Foreign Travel	1483526		
4. Selling Expenses	1403621		
Total	<u>5775117</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 all inputs, resulted in reduction in capacity utilization of marginal spinning mills and thereby reduction in supply of yarn. 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

As discussed in the Directors' Report the performance during 2012-13 will be at a reasonable level.

v. Risks and concerns

Inconsistency in the price and the demand for yarn and highly volatile cotton market are the two risks associated with spinning mills. 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 1154 employees of all ranks on its rolls.

ANNEXURE III TO DIRECTORS' REPORT

REPORT ON CORPORATE GOVERNANCE – 2011 – 2012

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 2012) The Board of Directors of the company consists of the following five 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 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 2011-12. The details and attendance record of Directors at the Board Meeting are as under.

Date of Meeting	Board Strength	No.of Directors Present
07.05.2011	5	5
18.07.2011	5	4
08.08.2011	5	4
16.09.2011	5	4
07.11.2011	5	4
15.02.2012	5	4

- 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 16, 2011.
- The Annual General Meeting was attended by all the directors except Sri R.Srihari.

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 31.03.2012	
				Other Boards excluding Sri Lakshmi Saraswathi Textiles (Arni) Limited	Other Board Committees excluding Sri Lakshmi Saraswathi Textiles (Arni) Limited
1.	Sri R.Srihari	1	No	2	Nil
2.	Sri Balakrishna S	6	Yes	Nil	Nil
3.	Sri R.Padmanaban	6	Yes	Nil	Nil
4.	Sri J M Grover	6	Yes	Nil	Nil
5.	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 J M Grover
Member	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
07.05.2011	2	2
18.07.2011	2	2
08.08.2011	2	2
16.09.2011	2	2
07.11.2011	2	2
15.02.2012	2	2

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

Date of meeting	Invitees present
07.05.2011	1. Sri Balakrishna S, Wholetime Director 2. Sri R.Padmanaban, Technical Director
18.07.2011	1. Sri Balakrishna S, Wholetime Director 2. Sri R.Padmanaban, Technical Director 3. Sri Chella K Srinivasan, Statutory Auditor
08.08.2011	1. Sri Balakrishna S, Wholetime Director 2. Sri R.Padmanaban, Technical Director
16.09.2011	1. Sri Balakrishna S, Wholetime Director 2. Sri R.Padmanaban, Technical Director
07.11.2011	1. Sri Balakrishna S, Wholetime Director 2. Sri R.Padmanaban, Technical Director
15.02.2012	- Nil -

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 J M Grover - Chairman
- b) 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.

d) The details of remuneration paid to the directors for the year 2011-12 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 J M Grover	56,000
2.	Sri R.Sambasivan	56,000
TOTAL		1,12,000

- ii. Managing / Wholetime Directors

S.No	Name of the Director	Salary Rs.	Provision for Gratuity Rs.	Perquisites Rs.	Total Rs.
1	Sri R.Srihari	1200000	34615	146453	1381068
2	Sri Balakrishna S	1080000	31154	133745	1244899
3	Sri R.Padmanaban	720000	20769	67775	808544
TOTAL		3000000	86538	347973	3434511

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 R.Sambasivan holds 200 Shares in the company. No other non-executive director holds any shares in the company.

- g) Meeting was held on 15.02.2012. Both the Directors attended the meeting.

5. Shareholders/ Investors Grievances Committee

- a) The Investor Grievances committee was constituted in January 2003.
b) Sri R.Sambasivan is the Chairman of the Committee. Sri.Balakrishna S, Sri R.Padmanaban and Sri J M Grover are other members of the Committee. Sri J M Grover 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 9 letters were received (including share transfers and complaints) from shareholders. All these letters were dealt with satisfactorily and all the complaints were resolved.
e) As on March 31, 2012, there were no share transfers pending beyond the due date.

f)

Date of Meeting	Committee strength	No.of directors present
15.02.12	4	4

6. **General Body Meetings:**

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

Year	Location	Date & time
45 th AGM 2009	Rani Seethai Hall 603, Mount Road CHENNAI – 600 006	25 th September 2009 02.30 PM
46 th AGM 2010	Rani Seethai Hall 603, Mount Road CHENNAI – 600 006	06 th August 2010 02.30 PM
47 th AGM 2011	Rani Seethai Hall 603, Mount Road CHENNAI – 600 006	16 th September 2011 2.30 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 2011-12 Rs.
B. R. Theatres and Industrial Concerns (PVT) Ltd.,	Sri.R.Srihari	Availed unsecured loan of Rs.55,00,000/-	6,05,733

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.

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.	48 th Annual General Meeting - Date and Time - Venue	September 28, 2012 – 02.30 P.M. Rani Seethai Hall, 603, Mount Road CHENNAI – 600 006
b.	Financial Calendar	
	Annual General Meeting Unaudited results for the quarter ending June 2012 Unaudited results for the quarter ending Sep. 2012 Unaudited results for the quarter ending Dec. 2012 Unaudited results for the quarter ending Mar. 2013 Audited Annual results for the year ending Mar. 2013	September 28, 2012 2 nd week of August 2012 2 nd week of November 2012 2 nd week of February 2013 2 nd week of May 2013 Last week of May 2013
c.	Book Closure date	From September 21, 2012 to September 28, 2012
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

- SRILAKSARA

Mumbai Stock Exchange

- 521161

b) Demat ISIN Number in NSDL & CDSL

- INE 456D01010

g. Stock Market Data

Month	Bombay Stock Exchange	
	High Rs.	Low Rs.
April '11	38.90	34.55
May '11	35.90	29.00
June'11	32.50	27.35
July'11	31.05	27.60
Aug'11	27.95	20.25
Sept'11	24.00	19.25
Oct'11	21.70	19.65
Nov'11	22.25	19.35
Dec'11	22.90	14.80
Jan'12	18.77	12.13
Feb'12	20.90	17.40
Mar'12	21.65	15.40

No transaction took place in the equity shares of the company in Madras Stock Exchange Limited during the period 01.04.2011 to 31.03.2012.

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 31.03.2012

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	3644	93.10	4411630	13.24
5,001	- 10,000	108	2.76	883810	2.65
10,001	- 20,000	62	1.58	897040	2.69
20,001	- 30,000	22	0.56	538910	1.62
30,001	- 40,000	14	0.36	492960	1.48
40,001	- 50,000	7	0.18	332210	0.99
50,001	- 1,00,000	23	0.59	1656220	4.97
1,00,001 and above		34	0.87	24114720	72.36
TOTAL		3914	100.00	33327500	100.00

b. Pattern of shareholding as on 31.03.2012

S.No.	Category	No.of Holders	No.of Shares	%
1.	Indian Promoters	9	1834650	55.049
2.	Mutual Funds & UTI	--	--	--
3.	Banks	1	100	0.003
4.	Corporate Bodies	76	75544	2.267
5.	NRI	7	3180	0.095
6.	Clearing Member	2	650	0.020
7.	Public	3819	1418626	42.566
TOTAL		3914	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 2012, 30,38,722 shares representing 91.18% of shareholdings have been dematerialized. Shares of the company are listed in Madras Stock Exchange Ltd., and Mumbai Stock Exchange Ltd., and they are actively traded in Mumbai Stock Exchange. There is good liquidity.

d. Plant location:

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

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

c. 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: slst@vsnl.com

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 2011-12 with the code of conduct, laid down by the Board.

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

Place: Chennai
Date: 8th August 2012

**(R.SRIHARI)
MANAGING DIRECTOR &
CHIEF EXECUTIVE OFFICER**

* * * * *

**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, 2012, 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, except with regard to the composition of Board of Directors and minimum number of Directors in the Audit Committee.

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

**CHELLA K. SRINIVASAN
PARTNER
Membership Number:23305**

Place : Chennai
Date : August 08, 2012

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 2012 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 statement of 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 2012 we report that none of the directors is disqualified as on 31st March 2012 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 2012 and
 - ii. In the case of Statement 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: 023305**

Place : Chennai
Date : August 08, 2012

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. 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 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	High Court

10. The Company has not defaulted in repayment of dues to Financial Institutions or Banks.
11. The Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
12. None of the provisions of any special statute applicable to chit fund, nidhi or mutual benefit society is applicable to the Company.
13. The Company is not dealing or trading in shares, securities, debentures and other investment.
14. The company has not given any guarantee for loans taken by others from banks or financial institution.
15. The term loans have been applied for the purpose for which they were raised.

16. The funds raised by the Company on short-term basis have not been used for long-term investments.
17. 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.
18. The Company has not issued any debentures during the year.
19. The Company has not made any public issue during the year.
20. No fraud on or by the Company has been noticed or reported during the course of our audit.
21. 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: 023305**

Place : Chennai
Date : August 08, 2012

SRI LAKSHMI SARSWATHI TEXTILES (ARNI) LTD
BALANCE SHEET AS AT 31st MARCH 2012

Particulars (1)	Note No. (2)	As at 31-03-2012 (3)	As at 31-03-2011 (4)
EQUITY AND LIABILITIES		Rs.	Rs.
Shareholders' funds			
(a) Share Capital	1	33327500	33327500
(b) Reserves and surplus	2	106699630	183694018
Non-current liabilities			
(a) Long-term borrowings	3	16030080	49939228
(b) Deferred Tax liabilities (Net)		0	17848245
(c) Long term provisions		0	0
Current liabilities			
(a) Short-term borrowings	4	155511994	159766624
(b) Trade payables	5	76788074	105121848
(c) Other current liabilities	6	40304911	55968653
(d) Short-term provisions	7	30536638	32729714
TOTAL		459198827	638395830
Assets			
Non-current assets			
(a) Fixed assets	8		
(i) Tangible assets		185284002	212805120
(ii) Capital work-in-progress		6157064	6157064
(b) Non-current investments	9	2800000	2800000
Current assets			
(b) Inventories	10	79539497	178731831
(c) Trade receivables	11	84653249	135591663
(d) Cash and Cash equivalents	12	5442332	7813456
(e) Short-term loan and advances	13	77903945	81568530
(f) Other current assets	14	17418738	12928166
TOTAL		459198827	638395830

NOTES 1 TO 23 AND ADDITIONAL INFORMATION IN NOTE 24 FORM PART OF THIS BALANCE SHEET

R.SRIHARI
Managing Director

BALAKRISHNA S
Wholetime Director

R.PADMANABAN
Technical Director

GEETHA SUNDARARAGHAVAN
Secretary

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

17, Bishop Wallers Avenue (West)
CIT Colony, Mylapore, Chennai - 600 004
Dated: August 08, 2012

CHELLA K.SRINIVASAN
Partner
Chartered Accountants

SRI LAKSHMI SARSWATHI TEXTILES (ARNI) LTD
STATEMENT OF PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH 2012

Particulars		Note No.	For the Year ended 31-03-2012	For the Year ended 31-03-2011
			Rs.	Rs.
I	Revenue from Operations	15	976838384	1018661170
	Less : Excise Duty		0	0
			976838384	1018661170
II	Other Income	16	9309764	6688503
III	Total Revenue		986148148	1025349673
IV	Expenses :			
	Cost of materials consumed	17	687288152	589719968
	Purchase of Stock-in-Trade	18	16286624	9596250
	Changes in inventories of finished goods	19	22561465	(21998475)
	Change in process stock	20	10762482	(10999008)
	Employee benefits expense	21	83876712	96814811
	Finance costs	22	37845703	37890526
	Depreciation and amortization expenses	8	32557574	41914028
	Other expenses	23	189781069	214874234
	Total Expenses		1080959781	957812334
V	Profit before exceptional and extraordinary items and tax (III-IV)		(94811633)	67537339
VI	Exceptional items		0	0
VII	Profit before extraordinary items and tax (V-VI)		(94811633)	67537339
VIII	Extraordinary items		0	0
IX	Profit before Tax (VII-VIII)		(94811633)	67537339
X	Tax expense :			
	(i) Current Tax		31000	14732000
	(ii) Deferred Tax		(17848245)	10443555
	Sub total		(17817245)	25175555
	LESS : MAT Credit written back		0	1781380
			(17817245)	23394175
XI	Profit (Loss) for the period from continuing operations after Tax (IX-X)		(76994388)	44143164
XII	Profit/(Loss) from discontinuing operations		0	0
XIII	Tax expense of discontinuing operations		0	0
XIV	Profit/(Loss) from discontinuing operations (after tax) (XII-XIII)		0	0
XV	Profit (Loss) for the period (XI - XIV)		(76994388)	44143164
	Earning Per Share			
	Basic		(23.10)	13.25
	Diluted		(23.10)	13.25

NOTES 1 TO 23 AND ADDITIONAL INFORMATION IN NOTE 24 FORM PART OF THIS PROFIT & LOSS ACCOUNT

R.SRIHARI
Managing Director

BALAKRISHNA S
Wholetime Director

R.PADMANABAN
Technical Director

GEETHA SUNDARARAGHAVAN
Secretary

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

17, Bishop Wallers Avenue (West)
CIT Colony, Mylapore, Chennai - 600 004
Dated: August 08, 2012

CHELLA K.SRINIVASAN
Partner
Chartered Accountants

SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED

Notes to Accounts

	As at 31-03-2012 Rs.	As at 31-03-2011 Rs.		
1 Share Capital				
(a) Authorised :				
(i) 1,50,00,000 Equity Shares of Rs.10/- Each.	150000000	150000000		
(ii) 50,00,000 Preference Shares of Rs.10/- Each	50000000	50000000		
	200000000	200000000		
ISSUED, SUBSCRIBED AND FULLY PAID UP :				
(b) 33,32,750 Equity Shares of s.10/- Each Fully Paid-up	33327500	33327500		
(c) Reconciliation of the shares outstanding				
Equity Shares at the beginning of the year	33,32,750	33,32,750		
Equity Shares at the end of the year	33,32,750	33,32,750		
(d) Details of Shareholders holding more than 5% Shares of the Company				
	As at 31.03.2012	As at 31.03.2011		
	No. of Shares	% holding to Equity Capital	No. of Shares	% holding to Equity Capital
R. Srihari (BHUF)	296200	8.89	296200	8.89
R. Srihari (SHUF)	260000	7.80	260000	7.80
S. Balakrishna	228450	6.85	228450	6.85
R. Padmanabhan	223900	6.72	223900	6.72
R. Rajagopal	220800	6.63	220800	6.63
R. Padmini	210600	6.32	210600	6.32
R. Thirumalai	224700	6.74	224700	6.74
2 RESERVES AND SURPLUS				
(a) Securities Premium Reserve				
As per last Balance Sheet	44341790	44341790		
(b) General Reserve				
As per last Balance Sheet	160336065	160336065		
(c) Surplus in statement of Profit and Loss				
Balance as per Profit and Loss Account of the previous year	(20983837)	(65091717)		
Profit/(Loss) for the year	(76994388)	44143164		
Provision for earlier year taxation	0	(35284)		
	(97978225)	(20983837)		
Total	106699630	183694018		

SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED

		As at	As at
		31-03-2012	31-03-2011
		Rs.	Rs.
NON-CURRENT LIABILITIES			
3	Long-Term Borrowings		
	Term loans from Banks (Secured) :		
(a)	Indian Overseas Bank		
	(i) Term Loan - 2007		
	(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)	8120000	16520000
	(Repayable in quarterly installments of Rs.21 lakhs each and the last installment of residual amount due in Jan 2014)		
	State Bank of India		
	(i) Term Loan - Wind Mill (Secured by First charge on Wind turbine Generator Assets and personal guarantee of Promoter Directors)	0	7633000
	(ii) Term Loan - Textile Machinery		
	(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)	5000000	21000000
	(One installment of Rs.50 lakhs to be re-paid in May 2013)		
	(iii) Term Loan - Textile Machinery 2007 (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)	2802783	4393714
	(Repayable in quarterly installments of Rs.4.70 lakhs each and residual amount in April 2015)		
	Term loans from other parties		
	Term loan for vehicles		
	(Secured by hypothecation of vehicles purchased out of the respective loans and guaranteed by promoter Directors)	107297	392514
	(Repayable in 3 monthly installments with last installment in June 2013)		
		<hr/>	<hr/>
		16030080	49939228
Current liabilities			
4	Short-term borrowings		
	(a) Loans repayable on demand (Secured)		
	Loans from Banks :		
	Indian Overseas Bank		
	(i) Open Loan	65299941	17840186
	(Secured by hypothecation of Raw materials, Process stock, Yarn and Book Debts on pari passu basis)		
	(ii) Packing Credit	5245000	19200000
	(Secured by hypothecation of Raw materials, Process stock, Yarn and Book Debts on pari passu basis)		
	(iii) Working Capital Demand Loan	0	40845326
	(Secured by hypothecation of Raw materials, Process stock, Yarn and Book Debts on pari passu basis)		

SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED

	As at 31-03-2012	As at 31-03-2011
	Rs.	Rs.
State Bank of India		
(i) Open Loan (Secured by hypothication of Raw materials, Process stock, Yarn and Book Debts on pari passu basis)	64408493	64910466
(ii) Packing Credit (Secured by hypothication of Raw materials, Process stock, Yarn and Book Debts on pari passu basis)	12589599	12520646
Loans repayable on demand – Unsecured Other Parties		
(a) Inter Corporate Deposits	5500000	2000000
(b) Deposits		
(i) Deposits from Consignment Agents	668961	650000
(ii) Deposits from supplier of Power	1800000	1800000
Total	155511994	159766624
5. Trade Payables		
(i) Creditors for supplies	49166903	75603247
(ii) Creditors for expenses	27621171	29518601
Total	76788074	105121848
6. Other Current Liabilities		
Current maturity of long term		
a. borrowings		
Indian Overseas Bank		
(i) Term Loan - 2007 (Secured by First charge on pari passu basis on the Fixed Assets of the company excluding Wind Turbine Generator assets and personal gurantee of promoter Directors)	8400000	8400000
(ii) Term Loan - 2008 (Secured by First charge on pari passu basis on the Fixed Assets of the company excluding Wind Turbine Generator assets and personal gurantee of promoter Directors)	0	8565000
State Bank of India		
(i) Term Loan - Wind Mill (Secured by First charge on Wind turbine Generator Assets and personal gurantee of Promoter Directors)	7600000	8288000

SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED

	As at 31-03-2012 Rs.	As at 31-03-2011 Rs.
(ii) Term Loan - Textile Machinery (Secured by First charge on pari passu basis on the Fixed Assets of the company excluding Wind Turbine Generator assets and personal gurantee of promoter Directors)	16000000	11960000
(iii) Term Loan - Textile Machinery 2007 (Secured by First charge on pari passu basis on the Fixed Assets of the company excluding Wind Turbine Generator assets and personal gurantee of promoter Directors)	1880000	1880000
(iv) Term Loan - 2008 (Secured by First charge on pari passu basis on the Fixed Assets of the company excluding Wind Turbine Generator assets and personal gurantee of promoter Directors)	0	11800000
Term loans from other parties		
Term loan for vehicles (Secured by hypothication of Vehicles purchased out of the respective loans and guranteed by promoter Directors)	282000	282000
b. Interest accrued but due on borrowings	799666	1844155
c. Investor Education and Protection Fund (Appropriate amount will be transferred to " Investor Education and Protection Fund", if any, when due)		
Un-paid dividends (Dividend Warrants posted not encashed)	423973	559688
d. Other Current Liabilities	4919272	2389810
Total	40304911	55968653
7. Short-term provisions		
(i) Provision for employee benefits	11749558	13846436
(ii) Provision for taxation	17647060	17616060
(iii) Provision for TDS	404752	526275
(iv) Provision for CST &VAT	735268	740943
Total	30536638	32729714

SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LTD.

Note No.8

FIXED ASSET SCHEDULE - BOOK PURPOSE 2011-12

ASSET NAME	<----- Cost ----->				<----- Depreciation ----->				<----- WDV ----->	
	As on 01/04/11 Rs.	Additions of Assets Rs.	Deduction Rs.	As on 31/03/12 Rs.	As on 31/03/11 Rs.	Deduction Rs.	Current Year Rs.	As on 31/03/12 Rs.	As on 31/03/12 Rs.	As on 31/03/11 Rs.
LAND	3457575			3457575					3457575	3457575
BUILDING	111838139			111838139	58888880		5097948	63986828	47851311	52949259
FURNITURE & FIXTURES	13993814	155206		14149020	11854887		408719	12263606	1885414	2138927
PLANT AND MACHINERY	692159639	4555982	870680	695844941	547725738	827146	25370018	572268610	123576331	144433901
OTHER ASSETS	1124534			1124534	900519		17396	917915	206619	224015
ELECTRICAL INSTALLATION	29709617	368802		30078419	23668415		790437	24458852	5619567	6041202
VEHICLES	12894356			12894356	9418045		873056	10291101	2603255	3476311
LIVE STOCK	83930			83930					83930	83930
CURRENT YEAR	865261604	5079990	870680	869470914	652456484	827146	32557574	684186912	185284002	212805120
PREVIOUS YEAR	857487345	13627570	5853311	865261604	613968376	3425920	41914028	652456484	212805119	243518969
CAPITAL WORK-IN-PROGRESS:									As on 31/03/12 Rs.	As on 31/03/11 Rs.
									6157064	6157064

SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED

	As at 31-03-2012	As at 31-03-2011
	Rs.	Rs.
9. Non-current Investments		
TRADE		
In Equity Instruments Fully Paid		
Unquoted		
(a) 100000 Equity shares of Rs.10/- each in M/s. MMS Steels and Powers Pvt. Ltd.	1000000	1000000
(b) 180000 Equity shares of Rs.10/- in Gamma Green Power Pvt. Ltd.	1800000	1800000
Total	2800000	2800000
CURRENT ASSETS		
10. Inventories		
(i) Raw materials :		
(a) Cotton	33297179	96341411
(b) Viscose Staple Fibre	5060	5060
(c) Polyester Staple Fibre	4961079	6744895
	38263318	103091366
(Valued at cost)		
(ii) Stock - in - Process	16964800	27727282
(Valued at cost)		
(iii) Finished Goods :		
(a) Yarn	17792392	39971945
(b) Cotton waste	1939233	2321145
	19731625	42293090
(Valued at cost or market price whichever is lower)		
(iv) Stores and Spares	4579754	5620093
(Valued at cost)		
Total	79539497	178731831
11. Trade Receivables		
Unsecured - considered Good		
(a) Exceeding six months	33699609	25527043
(b) Other Debts	50953640	110064620
Total	84653249	135591663
12. Cash and Bank Balances		
Cash on hand	1047706	2266939
Bank balances		
-in current account	(1183411)	(338369)
-in Deposit account	5154064	5325198
In deposit account offered as security	3970653	4986829
Unpaid Dividend Account	423973	559688
Total	5442332	7813456

SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED

	As at 31-03-2012	As at 31-03-2011
	Rs.	Rs.
13. Short-Term Loan and Advances		
- Electricity Deposits	19326575	17672831
- Telephone Deposits	84367	84574
- ESI Security Deposits	103850	0
- Other Deposits	83069	50000
	19597861	17807405
- Others advances	58306084	63761125
Total	77903945	81568530
14. Other Current Assets		
- Prepaid expenses	1996158	1530413
- Tax payments pending adjustments (net)	15422580	11397753
Total	17418738	12928166
15. Revenue from Operations		
(i) Sale of Products	976838384	1018661170
Less : Excise Duty	0	0
Total	<u>976838384</u>	<u>1018661170</u>
16. Other Income		
(i) Interest income	1494438	1304349
(ii) Rent from Employees Quarters	50770	50905
(iii) Miscellaneous Sales	881327	1208549
(iv) DEPB Credit	4430955	3899201
(v) Duty Draw Back Claim received	2098960	0
(vi) Misc. Receipts	7950	16066
(vii) Insurance claim Received	148897	209433
(viii) Profit on Sale of Fixes Assets	196467	0
Total	<u>9309764</u>	<u>6688503</u>
17. Cost of materials consumed	Rs.	Rs.
Opening Stock		
Cotton stock	96341411	106288881
Viscose Staple Fibre	5060	5060
Polyster Staple Fibre	6744895	7389508
	<u>103091366</u>	<u>113683449</u>
ADD :- Purchases		
Cotton	394664344	431564786
Polyster Staple Fibre	217322570	153730350
	<u>611986914</u>	<u>585295136</u>

SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED

	As at 31-03-2012	As at 31-03-2011
	Rs.	Rs.
Less :- Closing Stock		
Cotton	33297179	96341411
Viscose Staple Fibre	5060	5060
Polyster Staple Fibre	4961079	6744895
	38263318	103091366
Less :- Sales		
Cotton	3377967	18687841
Raw Material Consumed (a)	673436995	577199378
Packing Materials Consumed (c)	13851157	12520590
Cost of materials consumed	687288152	589719968
18. Purchase of Stock-in-Trade		
i) Yarn purchase	16286624	9596250
19. Changes in inventories of finished goods		
Closing Stock	19731625	42293090
Opening Stock	42293090	20294615
Net Total	22561465	(21998475)
20. Work-in-progress and stock-in-trade		
Closing Stock	16964800	27727282
Opening Stock	27727282	16728274
	10762482	(10999008)
21. Employees Cost :		
(i) Salaries Wages and Bonus	67606115	77593824
(ii) Contribution to Employees PF & Family Pension Fund	6527843	7487570
(iii) Contribution to Gratuity Fund	1815596	3794291
(iv) Workmen & Staff Welfare Fund	4380647	4408357
v) Managerial Remuneration (Ref.Annex.I)	3546511	3530769
	83876712	96814811
22. Finance costs		
(a) Interest on Term Loan	11174899	17840456
(b) Interest on other borrowings	22358878	15505445
(c) Other Financial Charges	2146169	2565863
(d) Foreign Exchange Rate Fluctuation	2165757	1978762
	37845703	37890526

SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED

	As at 31-03-2012	As at 31-03-2011
	Rs.	Rs.
23. Other Expenses		
i) Power and fuel	124821736	134312243
ii) Repairs & Maintenance		
(a) Building	1781992	2411170
(b) Machineries	21794063	33609452
(c) Others	2232914	2297971
	<hr/>	<hr/>
	25808969	38318593
iii) Administrative Expenses :		
(a) Insurance	1420872	1421609
(b) Vehicle Maintenance	2580978	2450929
(c) Rates License & Taxes	955536	1334346
(d) Other Expenses	11190846	10746893
	<hr/>	<hr/>
	16148232	15953777
iv) Selling Expenses		
(a) Commission & Brokerage on Yarn Sales	7337702	8559082
(b) Godown Rent	1406	5000
(c) Freight & Other selling expenses	14804076	16804252
	<hr/>	<hr/>
	22143184	25368334
v) Miscellaneous Expenses		
(a) Loss on Sale of Fixes Assets	0	852140
(b) Outside - Febric Conversion Charges	858948	69147
	<hr/>	<hr/>
	858948	921287
Total	<hr/> 189781069	<hr/> 214874234
Annx.I		
Managerial Remuneration		
(a) Salary	3000000	3000000
(b) Contribution to PF	216000	216000
(c) Personal Accident Policy	6158	6158
(d) Medical Reimbursement	125815	134073
(e) Gratuity	86538	86538
(f) Direcotrs Sitting Fees	112000	88000
	<hr/>	<hr/>
	3546511	3530769

SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED

NOTE NO. 24

STATEMENT SHOWING SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED 31-03-2012.

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 recognized 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.24.58 lakhs as on 31.03.2012

ii) Company's liability towards Gratuity in respect of all other employees is worked out on actuarial basis and is 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.

SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED

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

a) List of Related Parties

Associate Company Nil

b) Key Management Personal

Name of the related Party	Nature of relationship
i) Sri R.Srihari	Managing Director
ii) Sri Balakrishna S	Wholetime Director
iii) Sri R.Padmanaban	Technical Director

c) Particulars of Transaction with Related Parties.

I) Transaction with Associate Company Nil

II) Details of Transaction relating to persons referred to in item (b) above.
Remuneration - Rs 34,34,511/- (Previous year - Rs. 34,42,769/-)

III) Details of Transaction relating to Interest paid for short term loans Rs.6,05,733/-
(Previous year – Rs. 3,00,000/-)

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

	Rs.
Opening Deferred tax liability as on 01-04-2011	17848245
Less: Transferred from P&L account during 2011-12	17848245
Closing Deferred tax liability as on 31-03-2012	<u>Nil</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.

SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED

B. NOTES FORMING PART OF ACCOUNTS

1. Contingent liability not provided for in respect of:

(Rs.in Lakhs)

S.No.	Particulars	As at 31.03.2012	As at 31.03.2011
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)	74.03	229.11
2.	Disputed income tax liability	130.77	130.77
3.	Disputed contribution to Employees State Insurance Corporation	4.15	4.15
4.	Estimated amount of contracts remaining to be executed on capital accounts.	Nil	Nil

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.

4. Administrative expenses includes Rs.99,406/- (Previous year Rs. .1,41,960/-) being remuneration to the auditors as detailed below.

	2011-12	2010-11
	Rs.	Rs.
Statutory Audit	67416	66180
Tax Audit	11236	11030
Cost Audit	15000	15000
Certification work	5754	9750
Income Tax Representation	Nil	40000

5. Confirmation of balances from debtors and creditors have not been received in some cases.

6. Other expenses do not include any items individually in value of 1% of the total revenue.

7. Previous year's figures have been regrouped wherever necessary to conform to this years classification.

SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED

ADDITIONAL INFORMATION

	THIS YEAR 2011-2012	Previous Year 2010-2011
1. C.I.F.Value of Imports during the year		
(a) Raw Materials	0	0
(b) Components and spares	557982	3694137
(c) Capital Goods	0	0
2. Expenditure in Foreign Currency		
(a) Interest	2329988	2036116
(b) Travels	1483526	1504710
(c) Subscription and Periodicals	0	497107
(d) Selling Expenses	1403621	438398
3. (a) Value of imported Raw Materials consumed	0	24588226
(b) Percentage of the above to total consumption	0.00	4.26
(c) Value of indigenous Raw materials consumed during the year	673436995	552611152
(d) Percentage of the above to total consumption	100.00	95.74
(e) Value of imported Stores and Spares consumed during the year	557982	3694137
(f) Percentage of the above to total consumption	2.00	10.31
(g) Value of indogeneous Stores and spares consumed during the year	27300508	32136010
(h) Percentage of the above to total consumption	98.00	89.69
4. Earnings in Foreign currency during the year		
(a) Export of Goods in FOB Value	119413344	102622673
(b) Others	Nil	Nil
5. (a) Amount remitted during the year in Foreign currency on account for dividend	Nil	Nil
(b) No. of Non-resident Shareholders	Nil	Nil

SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31ST MARCH - 2012

	Year ended on 31-03-2012 Rs.	Year ended on 31-03-2011 Rs.
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax	-94811633	67537339
Adjustments for :		
Add :- Depreciation	32557574	41914028
Financial expenses	37845703	37890526
	-24408356	147341893
(Less) / Add :- (Profit) / Loss on sale of assets	196467	-852140
Interest received	1494438	1304349
Operating Profit before Working Capital Changes	-26099261	146889684
Adjustments for :-		
Inventories	99192334	-23538549
Receivables	50938415	-35539310
Loans and advances	3198840	-13434604
Current Liabilities	-29208592	18094889
Cash Generated from Operations	98021736	92472110
Interest Paid	-37845703	-37890526
Direct taxes paid	-4024827	-420174
NET CASH FROM OPERATING ACTIVITIES (a)	56151206	54161410
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed assets and other Capital expenses	-5079990	-13772190
Sale of Fixed assets	240000	1575251
Investments	0	-1800000
NET CASH FROM INVESTING ACTIVITIES (b)	-4839990	-13996939

Contd...2.....

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SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED

	Year ended on 31-03-2012 Rs.	Year ended on 31-03-2011 Rs.
C.CASH FLOW FROM FINANCING ACTIVITIES		
Decrease/ Increase in Working Capital Bank Finance	-7773591	19454219
Proceeds from Term Loans and other Loans	3518961	800000
Repayment of Term Loans	-50922148	-61445370
Interest received	1494438	1304349
NET CASH FROM FINANCING ACTIVITIES (c)	-53682340	-39886802
Net Change in Cash and Cash Equivalent (a+b+c)	-2371124	277669
Cash and Cash Equivalent as at 1st April - 2011 (2010)	7813456	7535787
Cash and Cash Equivalent as at 31st March 2012 (2011)	5442332	7813456

/ BY ORDER OF THE BOARD/

R.SRIHARI
Managing Director

BALAKRISHNA S
Wholetime Director

R.PADMANABAN
Technical Director

GEETHA SUNDARARAGHAVAN
Secretary

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

17, Bishop Wallers Avenue (West)
CIT Colony, Mylapore, Chennai - 600 004
Dated: August 08, 2012

CHELLA K.SRINIVASAN
Partner
Chartered Accountants

SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED

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 August 08, 2012, 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: August 08, 2012

CHELLA K.SRINIVASAN
Partner
Chartered Accountants

SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED

LOGO

REGISTERED OFFICE: 16, Krishnama Road, Nungambakkam, Chennai 600 034.

PROXY FORM

I/ We
being a member/ members of above named Company, hereby appoint

(1) Sri of or failing him

(2) Sri..... of or failing him

(3) Sri ofas my/our Proxy

to attend and vote for me/us on my/our behalf at the 48th ANNUAL GENERAL MEETING of the Company held at 02.30 P.M. on Friday, September 28, 2012 at Rani Seethai Hall, 603 Anna Salai, Chennai-600 006 and at any adjournment thereof.

Signed this day of 2012

Signature

Affix
Re.1.00
Revenue
Stamp

Folio No.	
DP ID.	
Client ID	
No.of Shares	

LOGO

SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED

REGISTERED OFFICE: 16, Krishnama Road, Nungambakkam, Chennai 600 034.

ATTENDANCE SLIP

Please complete this Attendance Slip and hand it over at the entrance of the Hall.

I hereby record my presence at the 48th ANNUAL GENERAL MEETING of the Company held at 02.30 P.M. on Friday, September 28, 2012 at Rani Seethai Hall, 603 Anna Salai, Chennai-600 006.

SIGNATURE OF THE SHAREHOLDER OR PROXY

Folio No.	
DP ID.	
Client ID	
No.of Shares	

NAME OF THE PROXY :

NAME OF THE SHAREHOLDER :

MEMBERS ARE REQUESTED TO BRING THEIR COPIES OF THE ANNUAL REPORT WITH THEM TO THE ANNUAL GENERAL MEETING.