



BOARD OF DIRECTORS

S. S. MISHRA	..	<i>Chairman & Company Secretary</i>
N. N. PURI	..	<i>Director</i>
M. A. SHARMA	..	<i>Director</i>
G. R. TOSHNIWAL	..	<i>Director</i>
R. K. MISHRA	..	<i>Managing Director</i>
S. K. MISHRA	..	<i>Director Finance</i>

AUDITORS

M. B. AGRAWAL & CO.,
Chartered Accountants
N. G. THAKRAR & CO.,
Chartered Accountants

SOLICITORS

CRAWFORD BAYLEY & COMPANY

BANKERS

BANK OF INDIA
DENA BANK
HDFC BANK
STATE BANK OF INDIA
TAMILNAD MERCANTILE BANK LTD.
UNION BANK OF INDIA

REGISTERED OFFICE

Plot No 45/46, Phase II,
Piperia Industrial Estate,
Silvassa - 394230, D & N H.

HEAD OFFICE

Balkrishna Krupa, 2nd floor,
45/49 Babu Genu Road,
Princess Street, Mumbai - 400 002.

WORKS

1. Unit I & II : Plot No 45 & 46
Phase II, Piperia Industrial Estate,
Silvassa - 394 230.
Dadra & Nagar Haveli.
2. Unit III : 213, Kharvel,
Behind Kharvel Sub-station
Taluka Dharampur - 396 050.
Dist. Valsad, Gujarat.

BRANCH

601, Taxshila Apartments,
Majura Gate, Ring Road, Surat.

REGISTRARS AND SHARE TRANSFER AGENTS

SHAREX DYNAMIC (INDIA) PVT. LTD.
Unit No1, Luthra Industrial Premises
Andheri Kurla Road, Safed Phool
Andheri (E), Mumbai - 400 072.

**NOTICE**

The Twenty- fourth Annual General Meeting of members of **SUPERTEX INDUSTRIES LTD.** will be held on Friday the 13th August, 2010 at 10.30 a.m. at the Registered Office of the Company at Plot No. 45-46 Phase II, Piperia Industrial Estate, Silvassa (Dadra & Nagar Haveli) to transact the following business :

1. To receive and adopt the Audited Balance Sheet as at 31st March, 2010 and the Audited Profit & Loss Account for the year ended as on that date along with the Reports of the Auditors and the Directors thereon.
2. To appoint a Director in place of Shri. G.R.Toshniwal, who retires by rotation but being eligible offers himself for re-appointment.
3. To appoint a Director in place of Shri. S.K.Mishra, who retires by rotation but being eligible offers himself for re-appointment.
4. To appoint auditors and fix their remuneration.

SPECIAL BUSINESS:

5. **To consider and, if thought fit, to pass with or without modification(s) the following resolution as an Ordinary Resolution.**

“RESOLVED THAT in accordance with the provisions of Section 94 and other applicable provisions, if any, of the Companies Act, 1956, the Authorised Share Capital of the Company be and is hereby increased from Rs. 25,00,00,000/- (Rupees Twenty Five Crores Only) divided into 25,00,00,000 (Twenty Five Crores) Equity Shares of Re. 1/- (Rupee One) each to Rs. 50,00,00,000/- (Rupees Fifty Crores Only) divided into 50,00,00,000 (Fifty Crores) Equity Shares of Re. 1/- (Rupee One) each by creation of 25,00,00,000 (Twenty Five Crore) additional Equity Shares of Re. 1/- each and that Clause V of the Memorandum of Association of the Company be altered accordingly.”

6. **To consider and if thought fit to pass the following resolution with or without modification(s) as a Special Resolution.**

“RESOLVED that pursuant to the provisions of Section 81(1A) and other applicable provisions, if any, of the Companies Act, 1956 (the “Act”) (including any amendment thereto or re-enactment thereof), and in accordance with the provisions of the Memorandum and Articles of Association of the Company and the Listing Agreement entered into with the stock exchanges where the Equity Shares of the Company are listed (the “Stock Exchanges”), Chapter VIII of Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulation 2009 (“ICDR Regulations”), Foreign Exchange Management Act, 1999 (FEMA), Foreign Exchange Management (Transfer or issue of security by a person resident outside India) Regulations, 2000 and issue of Foreign Currency Convertible Bonds and Ordinary Shares (through Depository Receipt Mechanism) Scheme, 1993 and the regulations/guidelines, if any, prescribed by the Securities and Exchange Board of India, Reserve Bank of India, the Stock Exchanges, the Government of India or any other relevant authority from time to time, to the extent applicable, and subject to such approvals, consents, permissions and sanctions as might be required and subject to such conditions as may be prescribed while granting such approvals, consents, permissions and sanctions, which the Board of Directors of the Company (hereinafter referred to as the “Board” which term shall be deemed to include any Committee(s) constituted/to be constituted by the Board to exercise its powers including the powers conferred by the Resolution) is hereby authorized to accept, the Board be and hereby authorized on behalf of the Company to create, issue, offer and allot (including the provisions for reservation on firm and/or competitive basis, of such part of issue and for such categories of persons as may be permitted) in the course of one or more public or private offerings in domestic and/or one or more international market(s) with or without a Green Shoe option, Equity Shares (including Qualified Institutions Placement (“QIP”) under ICDR Regulations) and/or Equity Shares through depository receipts and/or convertible bonds and/or other securities convertible into Equity Shares at the option of the Company and/or the holder(s) of such securities, and/or securities linked to Equity Shares and/or securities including non-convertible debentures with warrants or other securities with or without warrants, which may either be detachable or linked, and which warrant has a right exercisable by the warrant holder to subscribe for the Equity Shares and/or warrants with an



option exercisable by the warrant-holder to subscribe for Equity Shares and/or any instruments or securities representing either Equity Shares and/or convertible securities linked to Equity Shares (including the issue and allotment of Equity Shares pursuant to a Green Shoe Option, if any), (all of which are hereinafter collectively referred to as 'Securities') to eligible investors under applicable laws, regulations and guidelines (whether residents and/or non-residents and/or institutions/banks and/or incorporated bodies, mutual funds, venture capital funds and Indian and/or multi-lateral financial institutions and/or individuals and/or trustees and/or stabilizing agents or otherwise, and whether or not such investors are members of the Company), through prospectus and/or letter of offer or circular and/or on public and/or private/preferential placement basis, such issue and allotment to be made at such time/times, in one or more tranches, for cash, at such price or prices, in such manner and where necessary, in consultation with the Book Running Lead Managers and/or other Advisors or otherwise, on such terms and conditions as the Board, may, in its absolute discretion, decide at the time of issue of Securities provided that the total amount raised through the issuance of such Securities shall not exceed Rs.60 crore or its equivalent in one or more currencies, including premium if any as may be decided by the Board, to investors as mentioned above.

“RESOLVED FURTHER that without prejudice to the generality of the above, the aforesaid issue of the Securities may have all or any terms or conditions or combination of terms in accordance with applicable regulations, prevalent market practices, etc.

“RESOLVED FURTHER that the Company and/or any agency or body or person authorized by the Board, may issue depository receipts representing the underlying Equity Shares in the capital of the Company or such other Securities in negotiable, registered or bearer form (as may be permissible) with such features and attributes as may be required and to provide for the tradeability and free transferability thereof as per market practices and regulations (including listing on one or more stock exchange(s) in or outside India).

RESOLVED FURTHER THAT the relevant date for the determination of applicable price for the issue of the Depository Receipts and/or Securities issued pursuant to a QIP shall be the date on which the Board of the Company (including Committee of the Board) decides to open the proposed issue, or the date on which the holder of the securities which are convertible into or exchangeable with Equity Shares at a later date becomes entitled to apply for the said Equity Shares, as the case may be (“Relevant Date”).

RESOLVED FURTHER THAT the Board be and is hereby authorized to issue and allot such number of Equity Shares as may be required to be issued and allotted, including issue and allotment of Equity Shares upon conversion of any Securities referred to above or as may be necessary in accordance with the terms of the offer, subject to the provisions of the Memorandum and Articles of Association of the Company all such Equity Shares ranking pari passu inter se and with the then existing Equity Shares of the Company in all respects, including dividend, which shall be subject to relevant provisions in that behalf contained in the Articles of Association of the Company.

RESOLVED FURTHER THAT for the purpose of giving effect to any offer, issue or allotment of Equity Shares or Securities or instruments representing the same, as described above, the Board be and is hereby authorized on behalf of the Company, to do all such acts, deeds, matters and things as it may, in its absolute discretion, deem necessary or desirable for such purpose, and with power on behalf of the Company to settle all questions, difficulties or doubts that may arise in regard to such issue(s) or allotment(s) as it may, in its absolute discretion, deem fit.

RESOLVED FURTHER THAT the Board be and is hereby authorized to delegate all or any of the powers herein conferred, to any Committee of Directors.

By Order of the Board

S.S.Mishra
Chairman & Company Secretary

Mumbai, 13th July, 2010
Registered Office :
Plot No. 45-46, Phase II
Piperia Industrial Estate
Silvassa, Dadra & Nagar Haveli.



Notes :

1. A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF ON A POLL AND A PROXY NEED NOT BE A MEMBER OF THE COMPANY.
2. The Register of Members and Share Transfer Books of the Company shall remain closed from Friday the 6th August, 2010 to Friday 13th August, 2010 (both days inclusive)
3. M/s. Sharex Dynamic (India) Pvt. Ltd. (formerly known as Sharex (India) Pvt. Ltd., Unit – I, Luthra Industrial Premises, Andheri Kurla Road, Safed Phool, Mumbai – 400 072 are the Share Transfer Agents of the Company for transfer of shares. Members are requested to forward their share transfer applications or any correspondence relating to the shares of the Company to them directly at the aforesaid address.
4. Members are requested to notify any change in their address to the Share Transfer Agents.
5. Vide SEBI Circular No. SMDRP/POLICY/CIR-23/2000 dated 20th May, 2000, it has been made mandatory for all investors in your Company to settle the trade in demat form with effect from 25th September, 2000.
6. In terms of provision of section 109A of the Companies Act, 1956, nomination facility is available to individual shareholders. The shareholders who are holding shares in physical form and are desirous of availing this facility may kindly write the Company's Share Transfer Agent, M/s Sharex (Dynamic) India Pvt. Ltd., for nomination form quoting their folio number. Shareholders holding shares in dematerialized form should write to their Depository Participant for the purpose.
7. The Explanatory statement in respect of special Business is annexed hereto.

ADDITIONAL INFORMATION ABOUT DIRECTORS SEEKING RE-APPOINTMENT AT THE TWENTY FOURTH ANNUAL GENERAL MEETING :

1. Shri Ganesh Toshniwal (43) is a B.Com from Rajasthan University and a Fellow of the Institute of Chartered Accountants of India. He is a Practicing Chartered Accountant and is partner in NGS & Co., Chartered Accountants. The Board commends his re-appointment.
2. Shri S.K. Mishra (43) is a B.Com from Mumbai University and a Chartered Accountant, and has been working with the Company as Sr. Executive - Finance since 1991. Since then he has worked in various positions and at present he is working as Whole-time Director - Finance and looks after the financial accounts and taxation of the Company. He is well versed in Corporate Finance, Taxation and office administration. Looking to his vast experience in various fields, the Board commends his re-appointment.
Shri S.K. Mishra himself, Shri S.S. Mishra and Shri R.K. Mishra being relatives are interested/concerned in the resolution.

ANNEXURE

EXPLANATORY STATEMENT PURSUANT TO SECTION 173 OF THE COMPANIES ACT, 1956 :

ITEM NO. 5

The Board of Directors, in order to accommodate the various future plans like expansion, diversification, merger etc. related to the industry, has proposed to increase the Authorised Share Capital of the Company.

The present Authorised Share Capital of the Company is Rs.25,00,00,000/-. It is proposed to increase the Share Capital of the Company from Rs. 25,00,00,000/- (Rupees Twenty Five Crores Only) to Rs. 50,00,00,000/- (Rupees Fifty Crores Only) at Re. 1/- (Rupee One) each indicating a total increase of Rs. 25,00,00,000/- (Rupees Twenty Five Crores Only). The Board of Directors at their meeting held on 17th July, 2010 approved the proposal for increase in the Authorised Share Capital of the Company and consequent amendments to the Memorandum of Association of the Company.

Increase in Authorised Share Capital would necessitate amendment to Clause V of the Memorandum of Association of the Company and would require member's approval by passing an Ordinary Resolution.

A copy of a Memorandum and Articles of Association of the Company is open for inspection by any member of the Company between 4:30 P.M. to 6:30 P.M. at the Registered Office of the Company.

The Directors of the Company are deemed to be concerned or interested in the resolution only to the extent of shares held by them in the Company.



ITEM NO. 6

As the Company intends to raise additional long term finance by issue of securities in the domestic/international market and utilize the proceeds for capital expenditures/ acquisition of working capital in the Company, the Board of Directors at its meeting held on 13th July 2010 had approved subject to the approval of the members, raising of funds to the tune of Rs. 60 crores, in Indian Rupees or equivalent in any foreign currency, in one or more tranches in international/ domestic market through issue of QIP/ADRs/GDRs, etc. as per the guidelines of Government of India/ Reserve Bank Of India / SEBI (Issue of Capital and Disclosure Requirement) Regulations 2009.

The said resolution is an enabling resolution conferring the authority on the Board to do all acts and deeds which may be required to issue/ offer securities of appropriate nature at appropriate time including the size, structure, place and time of the issue. The detailed terms and conditions for the international offering will be determined in consultation with the lead managers, merchant bankers, underwriters and such other intermediaries as may be appointed for the issue/ offer. Whenever necessary and applicable the pricing of the issue/ offer will be finalized in accordance with applicable guidelines in force.

Section 81 of the Companies Act 1956, inter alia provides that whenever it is proposed to increase the subscribed capital of the company by further issue/offer and allotment of shares, such shares shall be offered to the existing share holders of the Company in the manner laid down in section 81 unless the shareholders decide otherwise by a special resolution.

Accordingly, the consent of the shareholders is being sought pursuant to the provisions of section 81 (1A) and all other applicable provisions of the Companies Act, 1956 and in terms of the provisions of the listing agreement executed by the Company with the Stock Exchange authorizing the Board to issue securities as stated in the resolution which may result in issuance of further securities of the Company to persons other than the existing members of the Company in accordance with the terms and nature of the securities.

None of the Directors of the Company is, in any way, concerned or interested in the said resolution except in their capacity as shareholders of the Company.

The Board recommends the resolution for approval of the Members as a special resolution.

By order of the Board

**S.S.Mishra
Chairman & Company Secretary**

Mumbai, dated 13th July, 2010

**DIRECTORS' REPORT****TO THE MEMBERS**

The Directors are pleased to present herewith the Twenty-Fourth Annual Report together with the audited statement of accounts of your Company for the year ended 31st March, 2010.

Financial Results

		Year ended 31.03.2010 Rs. in lacs	Year ended 31.03.2009 Rs. in lacs
Turnover	..	4845.09	3024.50
Income from Operations	..	149.88	152.72
Interest written back	..	-	731.15
Total Income	..	149.88	883.87
Bad Debts	..	-	106.32
Profit before Interest and Depreciation	..	149.88	777.55
Interest	..	22.98	19.53
Profit before Depreciation	..	126.90	758.02
Depreciation	..	107.07	104.46
Profit Before Tax	..	19.83	653.56
Deferred Tax	..	48.27	626.22
Fringe Benefit Tax	..	-	2.00
Net Profit for the year	..	68.10	1277.78
Equity Share Reduction	..	-	529.78
Profit & Loss Account	..	68.10	1807.56
Loss brought forward	..	492.55	2300.11
Loss carried forward	..	424.45	492.55

The directors regret their inability to recommend any dividend on account of inadequacy of profits.

Working

After having redeemed all debts and liabilities due to the Banks and Financial Institutions, and completing the capital restructuring program, the Management has been engaged with the other consolidating activities in relation to production program during the year under review. Old and obsolete machines which are no longer cost and quality competitive have been chartered to be replaced by modern and cost competitive machines of texturising and twisting. Sales tax exemption in Silvassa has ended and therefore there is a need to redraw its manufacturing process so as to remain as a quality source of material in the premium textile markets.

Sizing and fabric activity have picked up during the year and are likely to grow as there is a lot of capacity build-up in this segment. The management is trying to maximize its setup for the same and look into the possibility to build more capacity of the same. Bank finance has been applied for the purpose. Other preparatory and ancillary activities also need to be built up or outsourced, and the management is engaged with the same.

The production in texturising and twisting activity was marginally lower this year as the machines are being upgraded and the capacity is being enhanced by about 22%. The draw warping and sizing activity remained steady and enhancement of the capacity of the same alongwith improving capacity utilization of existing plants is being attempted.

Rs.135 lacs, being the amount due on share warrants were received during the year and fully paid equity shares were issued to the warrant holders against the same.

The management is considering acquiring an associate company to augment and diversify its objects.

Directors

Shri G.R. Toshniwal and Shri S.K. Mishra, Directors of the Company retire by rotation and being eligible offer themselves for reappointment. Shri V.K. Mishra, a Director of the Company resigned with effect from 27th May, 2010. The Board records its appreciation for the valuable contribution made by him during his tenure as Director of the Company.

Auditors

The auditors M/s. M.B.Agrawal & Co., and M/s. N.G.Thakrar & Co., retire at the conclusion of the ensuing Annual General Meeting. They have furnished certificates of their eligibility for re-appointment.

**Cost Auditors**

The Cost Account records maintained by the Company are subject to yearly audit. M/s. N. Ritesh & Associates, the existing Cost Accountant retired. Your Company has re-appointed M/s. N. Ritesh & Associates, Cost Auditors for the year 2010-11.

Corporate Governance

Your Company attaches considerable significance to compliance with the conditions of Corporate Governance under Clause 49 of the Listing Agreement with the Stock Exchange. A report on Corporate Governance is hereto annexed.

Industrial relations

The Company's industrial relations have been satisfactory and cordial.

Directors' Responsibility Statement

To the best of their knowledge and belief and according to the information and explanations obtained by them, your Directors make the following statement in terms of Section 217(2AA) of the Companies Act, 1956:

- i) that in the preparation of the annual accounts for the year ended March 31, 2010 the applicable Accounting Standards have been followed along with proper explanation relating to material departures, if any;
- ii) that such accounting policies as mentioned in Note 1 of the Notes on Account have been selected and applied consistently, and judgments and estimates have been made that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2010 and of the Profit of the Company for the year ended on that date ;
- iii) that proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities ;
- iv) that the accounts have been prepared on a going concern basis.

Particulars of Employees (Section 217(2A) of the Companies Act, 1956)

The Company had no employee who was in receipt of remuneration during the year under report, which in the aggregate was equal to or more than such sum as is prescribed under Section 217(2A) of the Companies Act, 1956.

Section 217(1)(e) of the Companies Act, 1956.

As required under Section 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of particulars in the report of the Board of Directors) Rules, 1988, the relevant information is given below :

The Company ensures minimal power consumption at its plant by constantly maintaining the power factor within the specified limits. The power factor has been improved by installing necessary capacitors, thereby reducing energy losses.

	31.03.2010	31.03.2009
Purchased Units (Kwh)	25,63,116	26,15,154
Amount (Rs.)	1,27,76,808	1,21,92,816
Rate / Unit (Rs./p.)	4.98	4.66

Listing with Stock Exchanges

The Company continues to remain listed with The Bombay Stock Exchange, Mumbai.

Information in Compliance of Clause 49 of the Listing Agreement with the Stock Exchange is annexed to the Report.

Acknowledgement

The Directors wish to place on record their appreciation of the contribution made by the executives, officers and workmen of the Company during the year. The Board also acknowledge with thanks the support, co-operation and assistance given by the Banks and Financial Institutions.

For and on behalf of the Board

S.S. Mishra
Chairman

Mumbai, 29th May, 2010



ANNEXURE TO THE DIRECTORS REPORT

MANAGEMENT DISCUSSION AND ANALYSIS

Overall Review

The year under review started with a note of optimism as the news of economic recovery were pouring all around. The demand of PTY/PFY was rather volatile and therefore the buying of consumers was need based and on a cautious note. The stand alone texturisers and processors were impacted although integrated units with POY spinning capacity were able to absorb the chain volatility.

The timely government intervention helped the industry to overcome the slowdown effect by announcing a series of stimulus packages that supported the industry. However, some of the stimulus package was partially rolled back by raising the excise duty on polyester yarn from 4% to 8% in July 2009 and thereafter, further increasing by 2 % in the Union Budget 2010-11 which took the overall excise duty to 10 %. The downstream industry however enjoys the exemption option and fall outside the excise net.

India still lags behind in the per capita consumption of polyester. The global per capita consumption of all synthetic fibres is 10.4 kg while in India it is at 5 kg. It is 16 kgs in China, 31 kgs in the North America and 22 kgs in Europe. This shows the encouraging untapped potential in the Indian market.

PFY is expected to lead the domestic demand growth in the overall textile scenario. The current demand is 19 Lac MT which is up by 14% from last year.

Corporate Overview

In the year under review, the management has taken up the task of identifying and consolidating its existing set up and upgrading its manufacturing facilities. It is modernising its texturising and twisting facilities whereas consolidating the sale in draw warping and sizing activities. The last quarter was considerably dull as the Company's sales tax exemption in Silvassa ended and many of the manufacturing facilities are being restructured. However, things are likely to improve once the same is complete. The Company has applied for the necessary bank finances for the same.

In order to achieve better economics, many polyester texturisers went in for backward integration by installing POY production facilities and in some cases by also installing polymerization plants. The same trend is expected to continue in the following year also and by doing so the texturisers and processors become more economical and cost competitive.

There is a remarkable increase of water jets and other high quality weaving units in Gujarat and Maharashtra. This has provided a good demand for sized beams and high quality yarns. The new fibre policy is expected to improve the situation of polyester yarns vis-à-vis natural fibres.

Many big players of the industry have started investing to hike their production capacities. Your Company is also positioning itself to take advantage of the growth in the industry and is looking at investment in projects that are likely to strengthen its current operations and improve the long term prospects.

Threats

The availability of POY which is the main raw material of the Company continued to remain irregular and this can continue in the current year although, now, there are numerous new manufacturers of the same. The other competitive manufacturers in the industry are integrated with the raw material available captively. This secures and enhances their profitability significantly. The Company is addressing this issue on top priority with various alternatives.

The crude oil prices which have a direct bearing on the industry, have an unpredictable trend causing price uncertainty in the market. Uncertainty of availability of inputs, in the domestic market, which go for making the raw material of the Company may be affected by shortages.

The global events have a direct effect on the performance and profitability of the industry as immunity from global happenings is diminishing continuously. However in this current slowdown the Government could appreciably save the economy from hostile circumstances abroad.



Opportunities

Impressive, over 9 % average growth of the Indian economy in the current circumstances is likely to improve the textile industry even further, as the global scenario stabilizes.

India's large and growing population provides stable market for the products. This is supported by the growing GDP and the increase in per capita income of the country.

The shortfall in per capita consumption of polyester in India provides a vast scope for improvement in order to catch up with the global per capita consumption levels.

The low raw material prices, as compared to cotton, may boost the demand of polyester.

The growing application of synthetic yarns in the day to day life and new areas of fabric for apparels, technical textiles, furnishing and other home textiles will more than absorb the ongoing expansions in the industry.

Risk Management

The market led business risks are managed by securing supplies of raw materials and other inputs by entering into various tie-ups and agreements to ensure continuous supply of the same alongwith inventory control.

The technological obsolescence risk is kept low by continuously modernizing machines and complementing machines to remain in-tune with the changes in the industry.

Safety, health and environmental risk is controlled by formulating a clear policy for environmental conservation, safety and health.

The other uncertainties are minimized as far as possible by monitoring the same and vigilantly taking timely corrective action by the management.

Internal Control System

The necessary internal control system has been set up in the organization in consultation with the Auditors of the Company. They appear to be adequate considering the size of the operations. The systems are being constantly upgraded as the operations of the Company improve.

Human Relations, Industrial Relations, etc.

There were cordial industrial relations during the last year. The management feels that the situation should remain accordingly this year.

Forward Looking Statements

Certain statements in this report on "Management Discussions and Analysis" may be forward looking statements within the meaning of applicable securities laws and regulations. There are several factors, which would be beyond the control of the management, and as such, actual results could differ materially from those expressed or implied.

**REPORT ON CORPORATE GOVERNANCE**

The Company has been following the SEBI Guidelines pertaining to Corporate Governance. The report on the Corporate Governance for the year is as follows:

Board of Directors

The Board of Directors consists of six members as on the date of this report, comprising three independent non-executive Directors and three executive Directors. None of the directors is a director of any other listed Company.

The Board meets at least once in a quarter, inter-alia to review the quarterly performance and to take on record the financial results. During the year the Board held eight meetings. A detailed agenda is sent to each director in advance of each Board meeting. In order to enable the Board to discharge its responsibilities effectively the members of the Board are briefed at every Board Meeting.

The details of the Directors and the Board meetings attended by them are given below:

	Name of Director	Status	Board Meetings attended	Whether attended last AGM
1	Shri S.S.Mishra	Chairman & Company Secretary	8	Yes
2	Shri R.K.Mishra	Managing Director	7	Yes
3	Shri S.K.Mishra	Whole-time Director – Finance	7	Yes
4	*Shri V.K.Mishra	Non-Executive	8	No
5	Shri N.N.Puri	Non-Executive and Independent	4	No
6	Shri M.A.Sharma	Non-Executive and Independent	8	No
7	Shri Ganesh Toshniwal	Non-Executive and Independent	8	No

* resigned w.e.f. 27.05.2010

The number of other Companies in which the directors are directors or committee members or Chair person of the Committee formed by the Board are all within the limits as prescribed under the law / agreement with Stock Exchange. The Non-Executive Directors of the Company are paid sitting fees for attending the Board and/or Committee meetings at the rate of Rs.1,500/- per meeting attended plus their to and fro conveyance expenses.

Audit Committee

The Audit Committee constituted by the Board has three members as on 31st March, 2010 and has been functioning well and discharges its duties as required by Section 292A of the Companies Act, 1956 and Clause 49 of the Listing Agreement with the Stock Exchange.

The Audit Committee comprises of the following Directors :

	Name of Director	Status
1	Shri N.N.Puri	Chairman – Non Executive & Independent
2	Shri M.A.Sharma	Member – Non Executive & Independent
3	Shri Ganesh Toshniwal	Member – Non Executive & Independent

All members are financially literate and one is a Chartered Accountant by profession.

The Committee held five meetings during the year and attendance was as follows:

Date of Meeting	No. of Members present
25.04.09	3
23.06.09	3
31.07.09	3
31.10.09	2
30.01.10	2

Besides the committee members, the Managing Director and the Director - Finance, have also been attending the meetings but have no right to vote. The representatives of the statutory auditors and internal auditors have also been attending the audit committee meetings as and when required.

**Remuneration Committee**

The Remuneration Committee comprises three Non-executive and Independent Directors as follows:

	Name of Director	Status
1	Shri N.N.Puri	Chairman – Non Executive & Independent
2	Shri M.A.Sharma	Member – Non Executive & Independent
3	Shri Ganesh Toshniwal	Member – Non Executive & Independent

There was no meeting of the remuneration committee held during the year.

Details of the remuneration of directors for 2009-10 are as follows :

(Amount in Rupees)

	Name of Director	Salary	Perquisites	Contribution to PF	Sitting Fees	Total	Service Contract
1	Shri S.S.Mishra	6,12,677	2,17,061	73,521	Nil	9,03,259	3 years
2	Shri R.K.Mishra	6,72,677	1,73,805	80,721	Nil	9,27,203	3 years
3	Shri S.K.Mishra	4,56,000	1,45,672	54,720	Nil	6,56,392	3 years
4	Shri M.A.Sharma	-	-	-	24,000	24,000	Non Executive
5	Shri Ganesh Toshniwal	-	-	-	19,500	19,500	Non Executive
6	Shri V.K.Mishra	-	-	-	16,500	16,500	Non Executive
7	Shri N.N.Puri	-	-	-	10,500	10,500	Non Executive
	TOTAL	17,41,354	5,36,538	2,08,962	70,500	25,57,354	

Share Transfers & Shareholders' Grievance Committee

The Board has appointed a committee to look into the shareholders' grievance and to approve the share transfer and transmission etc. All applications for transfer/transmission are initially verified and passed by M/s. Sharex Dynamic (India) Pvt. Ltd., who are the appointed Registrars and Transfer (R&T) Agents for the Company's shares and thereafter the statement of such transfers etc. is duly considered and approved by the Committee. The R&T Agents also attend to the shareholders' grievance expeditiously and report to the Company in time.

The Share transfer / transmission etc., are all audited periodically by a firm of independent whole-time Company Secretaries and their report is placed before the Board. The Committee had three meetings during the year.

The committee comprises of the following Directors :

	Name of Director	Status
1	Shri V.K.Mishra	Chairman – Non Executive
2	Shri M.A.Sharma	Member – Non Executive & Independent
3	Shri S.S.Mishra	Member – Executive

The Company received 8 complaints during the year, which were redressed in time.

General body Meetings

During the last three years, the Annual General Meetings were held on 18th August, 2007, 22nd December, 2008 and 22nd August, 2009. All the meetings were held at the Registered Office of the Company at Plot No.45-46, Phase-II, Piperia Industrial Estate, Silvassa – 394 230 (D&NH).

Number of Special Resolutions passed during last three Annual General Meetings :

		No. of Special Resolutions
1	21st Annual General Meeting	1
2	22nd Annual General Meeting	4
3	23rd Annual General Meeting	1



Disclosures

There are no materially significant related party transactions with promoters, directors or management that may have potential conflict with the interest of the Company at large. There are no strictures or penalties etc. imposed by the SEBI or the Stock Exchange.

Means of Communication

The Board of Directors of the Company consider and take on record the quarterly un-audited financial results of the Company which are published in two daily newspapers viz. Free Press Journal and Nav Shakti as per clause 41 of the listing agreement.

General shareholder information

M/s. Sharex Dynamic (India) Pvt Ltd., Unit-I, Luthra Industrial Premises, Andheri Kurla Road, Safed Phool, Mumbai-400 072, are the Registrars and Transfer Agents of the Company. All the applications for transfer / transmission / consolidation etc., are received by them verified and passed by them then transferred to the Company for final approval by the Share Transfer Committee.

Distribution Schedule of shareholding as at the close of the year 2009-10 :-

EQUITY SHARES	NUMBER OF HOLDERS	(%) OF HOLDERS	TOTAL SHARES	% OF TOTAL
UPTO 100	890	8.65	60,247	0.05
101 TO 200	3933	38.23	7,79,923	0.69
201 TO 500	1534	14.91	6,06,363	0.53
501 TO 1000	1847	17.95	16,16,061	1.42
1001 TO 5000	1508	14.66	37,15,970	3.28
5001 TO 10000	204	1.98	16,76,580	1.48
10001 TO 100000	278	2.70	91,34,311	8.05
100001 AND ABOVE	94	0.91	9,58,23,745	84.49
TOTAL	10288	100.00	11,34,13,200	100.00

Shareholding pattern as on 31st March, 2010 :-

	Category	No. of Shares Held	% of Share-Holding
A	Promoter(s) Holding		
1	Promoter(s)		
	- Indian Promoters	3,38,37,750	29.836
	- Foreign Promoters	-	-
2	Persons Acting In Concert	1,85,65,933	16.370
	Sub-Total	5,24,03,683	46.206
B	Non-Promoters Holding		
3	Institutional Investors		
A	Mutual Funds & UTI	3,600	.003
B	Banks, Fls, Insurance Company (Central / State Govt. Inst. / Non-govt. Inst.)	13,800	.012
C	FII(s)	200	-
	Sub-Total	17,600	.015



	Category	No. of Shares Held	% of Share-Holding
4	Others		
A	Private Corporate Bodies	2,96,15,440	26.113
B	Indian Public	3,00,86,754	26.528
C	NRI / OCBs	3,06,691	.270
D	Any-Other (Foreign Companies)	0	.000
E	Clearing Members	9,83,032	.867
	Sub-Total	6,09,91,917	53.788
	Grand-Total	11,34,13,200	100.000

Monthly high and low prices of equity shares of the Company at Bombay Stock Exchange during the year 2009-10 :

Month	High Price (Rs.)	Low Price (Rs.)
April 2009	25.90	14.80
May 2009	48.00	24.95
June 2009	62.00	38.00
July 2009	61.00	44.00
August 2009	64.00	53.50
September 2009	64.00	42.25
October 2009	48.00	*4.20
November 2009	4.75	3.25
December 2009	4.00	2.75
January 2010	4.50	3.00
February 2010	3.64	3.09
March 2010	3.44	2.18

*Note: The Company's equity shares of Re.10 each were split into shares of Re.1/- each with effect from 9th October, 2009.

Stock Code : 526133
ISIN allotted to Equity shares (Re.1/- Face Value) : INE881B01047

Listing

The Company's shares are listed at The Stock Exchange, Mumbai

Sub division of shares :

The Company's shares of Re.10/- each were split into shares of Re.1/- each with effect from 9th October, 2009.

Issue of 1,50,00,000 equity shares :

The Company issued 1,50,00,000 equity shares against preferential convertible warrants on 30.03.2010.

Dematerialisation position of Company's Equity shares

Out of the total, 85.43% shares of the Company have been dematerialised till 31st March, 2010 leaving a balance of 14.57.% in physical form.

Report on Corporate Governance

The Quarterly Compliance Report has been submitted to the Bombay Stock Exchange in the requisite format duly signed by Compliance Officer / Authorised Officer.



DECLARATION ON COMPLIANCE OF THE COMPANY'S CODE OF CONDUCT

The Company has framed a specific code of conduct for members of the Board of Directors and senior members of its staff. All the members of the Board and senior management personnel of the Company have affirmed the observance of the said code of conduct during the year ended March 31, 2010.

For and on behalf of the Board,

S.S. Mishra
Chairman

Place : Mumbai
Dated : 29th May, 2010

AUDITORS' CERTIFICATE ON CORPORATE GOVERNANCE

**TO THE MEMBERS OF
SUPERTEX INDUSTRIES LIMITED**

1. We have reviewed the implementation of Corporate Governance procedures by SUPERTEX INDUSTRIES LIMITED during the year ended 31st March, 2010, with the relevant records and documents maintained by the Company, furnished to us for our review and the report on Corporate Governance as approved by the Board of Directors.
2. 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. 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.
3. On the basis of our review and according to the information and explanations given to us, the conditions of Corporate Governance as stipulated in Clause 49 of the Listing Agreement with the Stock Exchanges have been complied with in all material respects by the Company.
4. 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' Grievance Committee.

For N.G.THAKRAR & CO.
CHARTERED ACCOUNTANTS

For M.B. AGRAWAL & CO.
CHARTERED ACCOUNTANTS

N.G. Thakrar
Proprietor
Membership No. 36213

Sanjay Lunkad
Partner
Membership No. 48229

Place : Mumbai
Dated : 29th May, 2010

Place : Mumbai
Dated : 29th May, 2010



AUDITORS' REPORT

**TO THE MEMBERS
SUPERTEX INDUSTRIES LIMITED.**

We have audited the attached Balance Sheet of **SUPERTEX INDUSTRIES LIMITED**, as at 31st March, 2010, the Profit and Loss Account and also the Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

- 1 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 the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
- 2 As required by the Companies (Auditor's Report) Order, 2003, as amended by the Companies (Auditor's Report) (Amendment) Order, 2004 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, of India (the 'Act') and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
- 3 Further to our comments in the Annexure referred to above, we report that :
 - (a) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - (b) In our opinion, proper books of account as required by the law have been kept by the Company so far as appears from our examination of those books;
 - (c) The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - (d) In our opinion, the Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report comply with the Accounting Standards referred to in sub section (3C) of Section 211 of the Companies Act, 1956;
 - (e) On the basis of written representations received from the Directors, as on 31st March, 2010 and taken on record by the Board of Directors, 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 sub-section (1) of Section 274 of the Companies Act, 1956;
 - (f) In our opinion and to the best of our information and according to the explanations given to us, the said accounts, read together with the other notes thereon, give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India :
 - i. in the case of the Balance Sheet, of the state of the affairs of the Company as at 31st March, 2010;
 - ii. in the case of the Profit and Loss Account, of the Profit for the year ended on that date; and,
 - iii. in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

**For N.G.THAKRAR & CO.
CHARTERED ACCOUNTANTS**

**For M.B. AGRAWAL & CO.
CHARTERED ACCOUNTANTS**

**N.G. Thakrar
Proprietor
Membership No. 36213**

**Sanjay Lunkad
Partner
Membership No. 48229**

Place : Mumbai
Dated : 29th May, 2010

Place : Mumbai
Dated : 29th May, 2010



ANNEXURE TO THE AUDITORS' REPORT

(referred to in paragraph 2 of our report of even date)

- i. (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) As explained to us, all the assets have been physically verified by the management during the year as per a regular programme of verification which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
- (c) In our opinion, the Company has not disposed off a substantial part of its fixed assets during the year and the going concern status of the Company is not affected.
- ii. (a) The inventories have been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
- (b) In our opinion and according to the information and explanations given to us, the procedures for physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- (c) The Company has maintained proper records of inventories. As explained to us, there were no material discrepancies noticed on physical verification of inventories as compared to the book records.
- iii. (a) The Company has granted unsecured advance to one party covered in the register maintained under Section 301 of the Companies Act, 1956. The maximum amount involved during the year was Rs 169.81 lacs and the year-end balance of such advance was Rs Nil.
- (b) In our opinion and according to the information and explanations given to us, the advance granted to the party listed in the register maintained under Section 301 of the Companies Act, 1956, was an interest-free advance for facilitating the Company's Revival Scheme and, as such, is not prima-facie prejudicial to the interest of the Company.
- (c) The Company had taken unsecured loans from two parties covered in the register maintained under Section 301 of the Companies Act, 1956. The maximum amount involved during the year was Rs 10.50 lacs and the year-end balance of such loan was Rs 10.50 lacs. The amount was not due for repayment during the year.
- (d) In our opinion, the rate of interest and other terms and conditions on which loan has been taken from the parties listed in the register maintained under Section 301 of the Companies Act, 1956 are not prima facie prejudicial to the interest of the Company.
- iv. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business with regard to purchases of inventory, fixed assets and with regard to the sale of goods and services. During the course of our audit, we have not observed any major weaknesses in internal controls.
- v. (a) To the best of our knowledge and belief and according to the information and explanation given to us, we are of the opinion that the transactions that need to be entered into the register maintained under Section 301 of the Companies Act, 1956 have been so entered.
- (b) Transactions made in pursuance of such contracts or arrangements have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time.
- vi. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public under sections 58A and 58AA of the Companies Act, 1956, and the Companies (Acceptance of Deposits) Rules, 1975.
- vii. In our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
- viii. We have broadly reviewed the books of account maintained by the Company pursuant to the rules made by the Central Government for the maintenance of cost records under Section 209 (1)(d) of the Companies Act, 1956, for the products of the Company, and are of the opinion that prima- facie, the prescribed accounts and records have been made and maintained. We have, however, not made a detailed examination of the records with a view to determine whether they are accurate or complete.
- ix. (a) According to the records of the Company, the Company is generally regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Investor Education and Protection Fund,



SUPERTEX INDUSTRIES LIMITED

Employees' State Insurance, Income tax, Sales tax, Wealth tax, Service tax, Custom duty, Excise duty, cess and any other material statutory dues applicable to it.

- (b) According to the information and explanations given to us, no undisputed amounts payable in respect of income-tax, wealth tax, service tax, customs duty, excise duty and cess were in arrears, as at March 31, 2010 for a period of more than six months from the date they became payable.
- (c) The disputed statutory dues aggregating to Rs 948.55 lacs, that have not been deposited on account of matter pending before appropriate authorities are as under :-

Name of Statute	Nature of Dues	Amount (Rs lacs)	Period to which amount relates	Forum where dispute is pending
Sales Tax Act	Sales Tax, Interest & Penalty	156.44	2003-04 to 2005-06	Asst.Commissioner, Navsari.
Central Excise Act	Excise Duty	792.11	4/7/1995 to 22/10/1996	High Court
Total		948.55		

- x. The net worth of the Company is positive and as the Company has fulfilled all the terms of the Sanctioned scheme, it has applied for discharge from the Board for Industrial and Financial Reconstruction. The Company has earned a profit during the financial year covered by our audit and had earned a profit in the immediately preceding financial year.
- xi. According to the records of the Company examined by us and on the basis of information and explanations given to us, the Company does not have any dues to financial institutions or banks or debenture holders.
- xii. As explained to us, the Company has not granted any loans or advances on the basis of security by way of pledge of shares, debentures or any other securities.
- xiii. In our opinion, the Company is not a chit fund or a nidhi/mutual benefit fund/society. Therefore the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- xiv. In our opinion and according to the information and explanations given to us, 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 (Auditor's Report) Order, 2003 are not applicable to the Company.
- xv. According to the information and explanations given to us, and the representations made by the management, the Company has not given any guarantee for loans taken by others from any bank or financial institution.
- xvi. The Company has not raised any term loans during the year.
- xvii. In our opinion and according to the information and explanations given to us, and on an overall examination of the Balance Sheet of the Company, we report that no funds raised on short-term basis have been used for long term investment.
- xviii. According to the information and explanations given to us, the Company has made a preferential allotment of shares to parties and companies covered in the register maintained under Section 301 of the Companies Act, 1956 in terms of the Sanctioned Scheme.
- xix. In our opinion and according to the information and explanations given to us, the Company has not issued any secured debentures during the period covered by our report. Accordingly, the provisions of clause 4(xix) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- xx. The Company has not raised any money by way of public issue, during the year.
- xxi. According to the information and explanations given to us, and to the best of our knowledge and belief, no fraud on or by the Company, has been noticed or reported by the Company during the year.

For N.G.THAKRAR & CO.
CHARTERED ACCOUNTANTS

For M.B. AGRAWAL & CO.
CHARTERED ACCOUNTANTS

N.G. Thakrar
Proprietor
Membership No. 36213

Sanjay Lunkad
Partner
Membership No. 48229

Place : Mumbai
Dated : 29th May, 2010

Place : Mumbai
Dated : 29th May, 2010



BALANCE SHEET AS AT 31ST MARCH, 2010

	Schedule	Rupees	As At 31.03.2010 Rupees	As At 31.03.2009 Rupees
SOURCES OF FUNDS				
Shareholders' Funds				
Share Capital	A	11,34,13,200		9,99,13,200
Reserves and Surplus	B	<u>12,70,51,310</u>		<u>12,70,51,310</u>
			24,04,64,510	22,69,64,510
Loan Funds				
Secured Loans			-	-
Unsecured Loans	C		21,90,000	6,66,751
Total			<u>24,26,54,510</u>	<u>22,76,31,261</u>
APPLICATION OF FUNDS				
Fixed Assets				
Gross Block	D	22,28,67,454		22,03,34,881
Less : Depreciation		<u>16,34,21,103</u>		<u>15,27,13,386</u>
Net Block			5,94,46,351	6,76,21,495
Capital Work-in-Progress			58,43,615	-
Deferred Tax Asset (Net)			6,74,49,334	6,26,22,134
Current Assets, Loans and Advances				
Inventories	E	1,27,54,828		1,55,74,168
Sundry Debtors		19,61,66,479		7,02,08,936
Cash and Bank Balances		85,83,216		12,87,768
Loans and Advances		<u>3,65,78,789</u>		<u>3,92,49,700</u>
			25,40,83,312	12,63,20,572
Less: Current Liabilities and Provisions				
Liabilities	F	18,49,45,895		7,57,27,220
Provisions		<u>16,67,805</u>		<u>24,61,069</u>
			18,66,13,700	7,81,88,289
Net Current Assets			6,74,69,612	4,81,32,283
Miscellaneous Expenditure (to the extent not written off or adjusted)				
Profit and Loss Account			4,24,45,598	4,92,55,349
Total			<u>24,26,54,510</u>	<u>22,76,31,261</u>
Notes Forming part of Account	K			

As per our attached report of even date

For N.G.Thakrar & Co.
Chartered Accountants

For M.B.Agrawal & Co.
Chartered Accountants

For and on behalf of the Board,
S. S. Mishra - Chairman & Company Secretary
R. K. Mishra - Managing Director
G. R. Toshniwal - Director
S. K. Mishra - Director-Finance

N.G. Thakrar
Proprietor

Sanjay Lunkad
Partner

Membership No. 36213
Mumbai, 29th May, 2010

Membership No.48229
Mumbai, 29th May, 2010

Mumbai, 29th May, 2010



SUPERTEX INDUSTRIES LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH'2010

	Schedule	Rupees	Current Year Rupees	Previous Year Rupees
INCOME				
Sales			48,34,93,952	29,98,21,648
Processing Charges			10,15,186	26,28,135
Other Income	G		22,01,241	7,45,69,951
(Decreton)/Accretion to Stocks	H		(38,00,090)	56,21,549
			48,29,10,289	38,26,41,283
EXPENDITURE				
Cost of materials consumed/sold				
Opening Stock		18,11,273		13,52,124
Add : Purchases		42,61,62,198		25,26,22,479
		42,79,73,471		25,39,74,603
Less : Closing Stock		17,25,289		18,11,273
			42,62,48,182	25,21,63,330
Manufacturing and Other Expenses	I		4,16,73,652	4,20,90,874
Bad Debts			-	1,06,32,106
Interest	J		22,98,187	19,52,725
Depreciation			1,07,07,717	1,04,46,299
			48,09,27,738	31,72,85,334
Profit Before Tax			19,82,551	6,53,55,949
Add : Deferred Tax			48,27,200	6,26,22,134
Less: Fringe Benefit Tax			-	2,00,000
Profit After Tax			68,09,751	12,77,78,083
Equity Share Capital Reduction			-	5,29,77,896
Less: Loss brought forward			(4,92,55,349)	(23,00,11,328)
Balance Carried to the Balance Sheet			(4,24,45,598)	(4,92,55,349)
Basic Earnings Per Share	K		0.07	6.88*
Diluted Earnings Per Share (F.V. Re 1/-)(*P.Y. Rs 10/-)			0.07	5.79*
Notes Forming part of Account	K			

As per our attached report of even date

For N.G.Thakrar & Co.
Chartered Accountants

For M.B.Agrawal & Co.
Chartered Accountants

For and on behalf of the Board,
S. S. Mishra - Chairman & Company Secretary
R. K. Mishra - Managing Director
G. R. Toshniwal - Director
S. K. Mishra - Director-Finance

N.G. Thakrar
Proprietor

Sanjay Lunkad
Partner

Membership No. 36213
Mumbai, 29th May, 2010

Membership No.48229
Mumbai, 29th May, 2010

Mumbai, 29th May, 2010



CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2010

	2009-2010 Rs. In Lacs	2008-2009 Rs. In lacs
A. CASH FLOW FROM OPERATING ACTIVITIES		
NET PROFIT BEFORE TAX	19.83	653.56
ADJUSTMENT FOR:		
Depreciation	107.08	104.46
Interest paid	22.98	19.52
Balances written back	-	(731.15)
	130.06	(607.17)
OPERATING PROFIT BEFORE EXCEPTIONAL ITEM	149.89	46.39
Exceptional item- Balances written back	-	731.15
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	149.89	777.54
ADJUSTMENT FOR:		
Trade and Other Receivables	(1232.87)	(91.41)
Inventories	28.19	(75.97)
Trade Payables	1084.25	115.06
	(120.43)	(53.32)
CASH GENERATED FROM OPERATIONS	29.46	725.22
Fringe Benefit Tax	-	(2.00)
NET CASH FROM OPERATING ACTIVITIES	29.46	723.22
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(25.81)	(10.75)
Capital Work-in-Progress	(58.44)	-
Sale of Fixed Assets	0.49	-
Expenses on Restructuring	-	(6.75)
NET CASH USED IN INVESTING ACTIVITIES	(83.76)	(17.50)
	(54.30)	705.72
C. CASH FLOW FROM FINANCING ACTIVITIES		
Issue of Shares	135.00	850.00
Share Warrants	-	15.00
Repayment of Bank Borrowings	-	(1920.73)
Interest paid	(22.98)	(19.52)
Write back of Bank Borrowings	-	746.16
Proceeds from Unsecured Loans	15.23	(341.60)
NET CASH USED IN FINANCING ACTIVITIES	127.25	(702.69)
NET INCREASE IN CASH AND CASH EQUIVALENTS	72.95	3.03
CASH AND CASH EQUIVALENTS AS AT 01.04.2009 (Opening Balance)	12.88	9.85
CASH AND CASH EQUIVALENTS AS AT 31.03.2010 (Closing Balance)	85.83	12.88

As per our attached report of even date

For **N.G.Thakrar & Co.**
Chartered AccountantsFor **M.B.Agrawal & Co.**
Chartered AccountantsFor and on behalf of the Board,
S. S. Mishra - Chairman & Company Secretary
R. K. Mishra - Managing Director
G. R. Toshniwal - Director
S. K. Mishra - Director-Finance**N.G. Thakrar**
Proprietor**Sanjay Lunkad**
PartnerMembership No. 36213
Mumbai, 29th May, 2010Membership No.48229
Mumbai, 29th May, 2010

Mumbai, 29th May, 2010



SCHEDULES FORMING PART OF THE BALANCE SHEET

	As At 31.03.2010 Rupees	As At 31.03.2009 Rupees
SCHEDULE A		
SHARE CAPITAL		
AUTHORISED		
25,00,00,000 Equity Shares of Re 1/- each		
(1,50,00,000 Equity Shares of Rs 10/- each)	25,00,00,000	15,00,00,000
ISSUED SUBSCRIBED AND PAID UP		
9,84,13,200 (6,72,00,000) Equity Shares of Re 1/- each	9,84,13,200	6,72,00,000
- Calls in Arrears	-	66,764
(Other than Directors)		
- (1,34,000) Shares Forfeited	-	67,236
- (6,57,24,680) Reduction and Consolidation	-	6,70,66,000
- (13,41,320) Equity Shares of Rs 10/- each	-	5,36,52,800
- (85,00,000) Equity Shares of Rs 10/- each	-	1,34,13,200
1,50,00,000 Equity Shares of Re 1/- each Issued upon Conversion of Share warrants	1,50,00,000	-
11,34,13,200 (98,41,320) Equity Shares of Re 1/- each (P.Y. Rs 10/- each)	11,34,13,200	9,84,13,200
- Equity Share Warrants	-	15,00,000
Total	11,34,13,200	9,99,13,200
SCHEDULE B		
RESERVES AND SURPLUS		
Share Premium Account:		
Balance brought forward	3,48,66,000	3,49,33,236
Shares forfeited	-	67,236
	3,48,66,000	3,48,66,000
Capital Reserve I :		
Balance brought forward	48,35,514	48,35,514
Capital Reserve II :		
Balance brought forward	8,72,15,796	1,57,99,829
Additions during the year	-	7,14,15,967
Capital Reserve III :		
Balance brought forward	1,34,000	1,34,000
Total	12,70,51,310	12,70,51,310



SCHEDULES FORMING PART OF THE BALANCE SHEET

	As At 31.03.2010 Rupees	As At 31.03.2009 Rupees
SCHEDULE C		
UNSECURED LOANS		
Loans :		
- from Relatives	10,00,000	6,66,751
- from Others	11,90,000	-
Total	<u>21,90,000</u>	<u>6,66,751</u>

SCHEDULE D										
FIXED ASSETS										
(Amount in Rupees)										
Sr. No.	Description	Gross Block As at 01.04.2009	Additions during the Year	Deduction during the Year	Gross Block As at 31.03.2010	Depreciation upto 31.03.2009	Depreciation for the Year	Total Depreciation	Net Block As at 31.03.2010	Net Block As at 31.03.2009
1	a. Leasehold Land	3,49,753	-	-	3,49,753	-	-	-	3,49,753	3,49,753
	b. Freehold Land	28,57,462	-	-	28,57,462	-	-	-	28,57,462	28,57,462
2	Buildings	3,30,86,093	67,615	-	3,31,53,708	1,55,56,036	10,29,520	1,65,85,556	1,65,68,152	1,75,30,057
3	Plant & Machinery	15,39,94,796	14,06,483	-	15,54,01,279	11,45,56,443	81,30,896	12,26,87,339	3,27,13,940	3,94,38,353
4	Electrical Installation	1,72,34,294	26,500	-	1,72,60,794	1,34,75,201	8,49,061	1,43,24,262	29,36,532	37,59,093
5	Tools, Gadgets and Equipments	76,90,897	2,77,091	-	79,67,988	53,86,168	4,44,615	58,30,783	21,37,205	23,04,729
6	Furniture & Fixtures	23,31,566	1,47,247	-	24,78,813	21,41,901	68,408	22,10,309	2,68,504	1,89,665
7	Vehicles	27,90,020	6,56,273	48,636	33,97,657	15,97,637	1,85,217	17,82,854	16,14,803	11,92,383
	Total	22,03,34,881	25,81,209	48,636	22,28,67,454	15,27,13,386	1,07,07,717	16,34,21,103	5,94,46,351	6,76,21,495
	Previous Year	21,92,60,459	10,74,422	-	22,03,34,881	14,22,67,087	1,04,46,299	15,27,13,386	6,76,21,495	-
8	Capital Work in Progress Total								58,43,615	
									6,52,89,966	

Note : Building include cost of 30 shares of Rs. 50/- each in Balkrishna Krupa Co-operative Hsg. Soc. Ltd



SCHEDULES FORMING PART OF THE BALANCE SHEET

	Rupees	Rupees	As At 31.03.2010 Rupees	As At 31.03.2009 Rupees
SCHEDULE E				
CURRENT ASSETS, LOANS AND ADVANCES				
Inventories				
(As taken, valued and certified by the management)				
Stores and Spares		52,04,216		41,37,482
Raw Materials		17,25,289		18,11,273
Stock in process		24,64,499		34,63,298
Finished Goods		33,60,824		61,62,115
			1,27,54,828	1,55,74,168
Sundry Debtors				
(Unsecured)				
Outstanding for a period exceeding six months				
- considered good		1,04,92,078		63,35,625
- considered doubtful	39,93,269			39,93,269
Less : Provision for doubtful debts	39,93,269			39,93,269
			-	-
Others		18,56,74,401		6,38,73,311
			19,61,66,479	7,02,08,936
Cash and Bank Balances				
Cash on Hand		21,11,182		12,01,187
Balances with Scheduled Banks : In Current Accounts		64,72,034		86,581
			85,83,216	12,87,768
Loans and Advances				
(Unsecured, considered good)				
TDS and FBT		4,10,006		7,59,127
Sundry Deposits		22,75,682		22,45,181
Excise duty refundable		28,61,567		28,61,567
Others		3,10,31,534		3,33,83,825
			3,65,78,789	3,92,49,700
Total			25,40,83,312	12,63,20,572



SCHEDULES FORMING PART OF THE BALANCE SHEET

	As At 31.03.2010 Rupees	As At 31.03.2009 Rupees
SCHEDULE F		
CURRENT LIABILITIES AND PROVISIONS		
Current Liabilities		
Sundry Creditors : (See Notes)		
- Micro, Small and Medium Enterprises	-	-
- Others	18,11,52,458	6,79,73,991
Other Liabilities	37,93,437	77,53,229
Total	<u>18,49,45,895</u>	<u>7,57,27,220</u>
Provisions		
Provision for Gratuity	15,19,452	17,84,069
Provision for Fringe Benefit Tax	1,48,353	6,77,000
Total	<u>16,67,805</u>	<u>24,61,069</u>
Total	<u>18,66,13,700</u>	<u>7,81,88,289</u>

Notes:

1. [includes Rs 2.38 lacs (Previous Year – Nil) due to small scale industrial undertakings, exceeding Rs 1 lac, each outstanding for more than 30 days, within the agreed terms.]
2. The Company has not received any information from its suppliers regarding registration under “The Micro, Small and Medium Enterprises Development Act, 2006.” Hence the information required to be given in accordance with Section 22 of the said Act is not ascertainable and therefore not given.



SCHEDULES FORMING PART OF THE PROFIT AND LOSS ACCOUNT

	Current Year Rupees	Previous Year Rupees
SCHEDULE G		
OTHER INCOME		
a. Interest (Gross)		
From others	21,16,781	12,87,198
(Tax Deducted at Source Rs 2,63,420/-)		
Previous Year Rs 2,55,983/-)		
b. Leave license fees	52,478	98,000
c. Balances written back	-	7,31,14,800
d. Others	31,982	69,953
Total	<u>22,01,241</u>	<u>7,45,69,951</u>
SCHEDULE H		
ACCRETION / (DECRETION) TO STOCKS		
Closing Stock		
Stock in process	24,64,499	34,63,298
Finished goods	33,60,824	61,62,115
Total	<u>58,25,323</u>	<u>96,25,413</u>
Less: Opening Stock		
Stock in process	34,63,298	10,44,240
Finished goods	61,62,115	29,59,624
Total	<u>96,25,413</u>	<u>40,03,864</u>
(Decretion)/Accretion to Stocks	<u>(38,00,090)</u>	<u>56,21,549</u>



SCHEDULES FORMING PART OF THE PROFIT AND LOSS ACCOUNT

	Rupees	Current Year Rupees	Previous Year Rupees
SCHEDULE I			
MANUFACTURING AND OTHER EXPENSES			
Manufacturing Expenses			
Stores Consumed	68,62,634		61,71,962
Power and Fuel	1,29,13,989		1,23,14,742
Packing Expenses	20,20,006		17,84,873
Security Charges	4,47,000		4,41,693
Rent, Rates and Taxes	1,37,516		4,23,989
Other Expenses	27,646		18,511
		2,24,08,791	2,11,55,770
Repairs and Maintenance			
Buildings	95,472		13,654
Plant and Machinery	3,57,659		3,02,799
Others	1,09,075		97,271
		5,62,206	4,13,724
Employees' remuneration and benefits			
Salaries, Wages and Bonus	67,07,739		75,39,463
Gratuity	2,16,199		2,55,000
Staff and Labour Welfare	8,88,254		7,10,895
Contribution to Provident and other Funds	6,47,727		5,01,320
		84,59,919	90,06,678
Sales and Distribution Expenses			
Carriage Outward	22,87,203		24,15,970
Brokerage and Commission	19,80,684		24,65,749
		42,67,887	48,81,719
Establishment Expenses			
Insurance	3,37,038		3,10,632
Travelling and Conveyance (including Directors' Travelling Rs 72,274/-Pr.Year Rs 78,200/-)	19,24,140		18,69,623
Printing and Stationery	2,12,696		2,60,300
Communication	6,30,863		4,93,495
Directors' Remuneration	11,70,677		19,21,354
Legal and Professional	3,60,646		6,78,117
Auditors' Remuneration	1,10,000		55,150
Bank Charges	1,21,242		2,09,881
Other Expenses	11,07,547		8,34,431
		59,74,849	66,32,983
Total		4,16,73,652	4,20,90,874
SCHEDULE J			
INTEREST			
Others		22,98,187	19,52,725
Total		22,98,187	19,52,725



SCHEDULES FORMING PART OF THE BALANCE SHEET AND PROFIT AND LOSS ACCOUNT

SCHEDULE K

NOTES ON ACCOUNTS

1. Significant Accounting Policies :

- (a) Basis of Preparation of Financial Statements : The financial statements are prepared under the historical cost convention in accordance with the generally accepted accounting principles, the Accounting Standards and the relevant provisions of the Companies Act, 1956.
- (b) Use of estimates : The preparation of financial statements requires estimates and assumptions to be made that affect the reported balances of assets and liabilities as at the date of the financial statements and the reported amounts of income and expenses during the year. Management believes that the estimates used in preparation of the financial statements are prudent and reasonable.
- (c) Revenue Recognition : Sales are recognized on despatch to customers and are net of returns, discount and sales tax. Other Income and Expenditure are recognized and accounted on accrual basis.
- (d) Inventories : Raw material is valued at weighted average cost, Stock in process at manufacturing cost based on weighted average cost of raw material and overhead upto relevant stage of completion, stores and spares at cost and finished goods at lower of cost of production and net realisable value. Purchased finished goods are valued at cost and by-products and waste are valued at net realisable value.
- (e) Fixed Assets : Fixed Assets are stated at cost, less accumulated depreciation. Costs include all expenses incurred to bring the assets to its present location and condition. Exchange differences on translation of foreign currency loans obtained to purchase fixed assets are included in the cost of such assets.
- (f) Depreciation : Depreciation on fixed assets is being provided on Straight Line Method at the rates and in the manner specified in Schedule XIV of the Companies Act, 1956.
- (g) Accounting for taxes : Provision for tax is made and retained in the accounts considering the taxable income for the relevant year, assessment orders and decisions of appellate authorities in the Company's case. Deferred tax is recognized on timing differences, being the difference between taxable income and accounting income, that originate in one period and are capable of reversal in one or more subsequent periods.
- (h) Foreign currency transactions (if any) are entered as per the exchange rate prevailing on the date of transaction. Foreign currency assets, and liabilities covered by forward contracts, (if any), are stated at the forward contract rates ruling at the year end. Other exchange differences are dealt with in the Profit and Loss Account.
- (i) Employee benefits : (i) Short term employee benefits are recognized as an expense at the undiscounted amount in the Profit and loss account of the year in which the related service is rendered. These benefits include compensated absences such as paid annual leave and performance incentives. (ii) Post employment and other long term employee benefits are recognized as an expense in the Profit and Loss account for the year in which the employee has rendered services. The expense is recognized at the present value of the amount payable determined using actuarial valuation techniques. Actuarial gains and losses are recognized in full in the Profit and Loss account for the period in which they occur. Liability in respect of gratuity to employees is covered under the group gratuity scheme with the Life Insurance Corporation of India and premium paid is debited to the Profit and Loss Account.
- (j) Impairment of Assets : An asset is treated as impaired when the carrying cost of the asset exceeds its recoverable value. An impairment loss is charged to the Profit and Loss Account in the year in which an asset is identified as impaired. The impairment loss recognized in a prior accounting period is reversed if there has been a change in the estimate of the recoverable amount.

2. Contingent liabilities :

- (a) Guarantees given by bank Rs Nil (Previous Year Rs Nil)
- (b) Claims against the Company not acknowledged as debt nor provided for:

	31.03.2010 Rs.Lacs	31.03.2009 Rs. Lacs
i. Claims raised by the Sales Tax department in respect of earlier years disputed by the Company and appealed against	167.72	35.03
Less : Paid/(Provided) for out of the above	11.28	7.93
Total	<u>156.44</u>	<u>27.10</u>

Note : Excise duty of Rs 792.11 lacs, relating to certain sales made, from 4.07.1995 to 22.10.1996, was demanded by the Commissionerate, Daman, alongwith equal penalty, interest thereon and a fine of Rs 21 lacs. The Company appealed against the said order with CESTAT, Ahmedabad. The CESTAT had decided in favour of the Company. The Excise department has appealed before the High Court.



3. The Sales tax assessment at Silvassa and Dharampur is completed upto F.Y. 2004-05 and 2005-06 respectively. The Income tax assessment of the Company is completed upto A.Y. 2008-09.

4. Payment to Auditors :

	31.03.2010	31.03.2009
	Rupees	Rupees
Audit Fees	1,10,000	55,150
Tax Audit Fees	27,500	22,060
Cost Audit Fees	16,500	16,545
Total	<u>1,54,000</u>	<u>93,755</u>

5. The Company is not required to obtain any licence under the Industrial Development and Regulations Act. Therefore the details of licenced capacity are not applicable. The installed capacity could not be worked out due to complexity of different deniers used. However, the Company has registered itself with the Textile Commissioner as a medium scale unit for Texturising, Twisting and Doubling of Art Silk yarns at Silvassa. The Company is also registered with the Secretariat of Industrial Approvals for its unit at Dharampur.

6. Quantitative information in respect of opening stock, closing stock, sales and consumption of raw material and stores :

		31.03.2010	
	Unit	Quantity	Value Rupees
a Opening Stock :			
Finished Stocks	M.T.	66.763	61,62,115
	M.T.	(23.234)	(29,59,624)
b Closing Stock :			
Finished Stocks	M.T.	29.975	33,60,824
	M.T.	(66.763)	(61,62,115)
c Sales (Yarn)	M.T.	1840.717	20,94,97,687
	M.T.	(1765.279)	(19,01,17,549)
d Raw Material Consumed :			
Indigenous	100.00%	M.T. 1888.252	15,89,51,023
	(100.00%)	M.T. (1852.793)	(14,27,93,952)
e Stores Consumed :			
Imported	%	-	-
	(-)	(-)	(-)
Indigenous	100.00%	-	68,62,634
	(100.00%)	(-)	(61,71,962)
Total	100.00%	-	68,62,634
	(100.00%)	(-)	(61,71,962)

f Goods traded in :

Purchases	Mtrs.	54,77,373	26,72,97,165
		(13,44,804)	(10,93,69,378)
Sales	Mtrs.	54,77,373	27,41,66,572
		(13,44,804)	(10,97,04,099)

7. Actual Production :

Texturised, Twisted, Warped and Sized Yarn	M.T.	*1956.167
	M.T.	*(2096.487)

* Includes Jobwork Production **152.238 M.T** (287.679 M.T.)

**8. CIF value of imports by the Company :**

Capital Goods

31.03.2010	31.03.2009
Rs.lacs	Rs.lacs
Nil	Nil

9. Earning/expenditure in foreign currency :(a) Earning in foreign currency :
FOB value of exports**Nil** Nil(b) Expenditure in foreign currency :
Foreign travelling expenses
Stores and Spares**Nil** Nil
Nil Nil

10. The Company has implemented all the terms of the sanctioned scheme and its net worth is positive, consequently the Company has made an application for discharge of its case under BIFR, from the purview of SICA.

11. In terms of the sanctioned scheme, the Company has converted share warrants of Rs 150.00 lacs into equity share capital at par on 30/03/2010.

12. Previous Year's figures have been regrouped/rearranged wherever necessary. Figures in brackets relate to the previous year.

13. Managerial remuneration paid to the Directors :Salaries
Perquisites
Contribution to Provident Fund

Current	Previous
Year	Year
Rupees	Rupees
17,41,354	16,21,355
5,36,538	5,28,663
2,08,962	1,94,562
<u>24,86,854</u>	<u>23,44,580</u>

Total

14. Loans and advances include housing loan of Rs 2.78 lacs (Previous Year Rs 4.44 lacs) due from a director (approved by the Central Government). Maximum balance during the year Rs 4.44 lacs (Previous Year Rs 6.11 lacs).

15. Related party Disclosure (as identified by the Management) :

(i) Related party relationships :

a) Where control exists
Super Infincon Pvt. Ltd.
Super Polyester Yarns. Ltd.

b) Key Management Personnel :

Shri. S. S. Mishra
Shri. R. K. Mishra
Shri. S. K. Mishra

c) Relatives of Key Management Personnel :

Shri B.K. Sharma (Related to Shri S.S. Mishra, Shri R.K. Mishra & Shri S.K. Mishra)



(ii) Transactions with Related Parties :

Rs in lacs

Type of related party	Description of the nature of the transactions	Volume of transaction during the Year	Amount Outstanding as on 31st March, 2010	
			Receivable	Payable
Where Control Exists	Purchase bills financing	120.09	—	82.21
	Advance Application Money for Share warrants	61.65	—	—
Key Management Personnel	Managerial Remuneration (Including perquisites)	24.87	—	12.66
	Housing Loan given	—	2.78	—
Relatives of Key Management Personnel	Remuneration (Including perquisites)	2.50	—	—
	Unsecured loan	10.50	—	10.50
	Application Money for Share warrants	73.35	—	—

16. Excise credit at the year end of Rs 73.16 lacs (Previous Year Rs 73.16 lacs) has not been accounted as, according to the management, the same is not realizable.

17. Basic and diluted earnings per Share :

	31.03.2010	31.03.2009
(a) Net Profit after tax (Rs Lacs)	68.10	1,277.78
Extraordinary items	-	731.15
Net Profit after tax for equity shareholders	68.10	546.63
(b) Number of Equity Shares as on April 1, 2009	9,84,13,200	67,06,600
Paid-up Re 1/- per share (P.Y. Rs 10/-)		
Reduction of shares	-	13,41,320
Shares issued during the year	1,50,00,000	85,00,000
Number of Equity Shares as on March 31,2010	11,34,13,200	98,41,320
Weighted average no. of equity shares	9,79,56,141	79,43,311
(c) Basic Earnings per share (Rs)	0.07	6.88*
Face Value Re 1/-(*Pr.year Rs 10/-)		
(d) Potential shares on exercise of options	-	15,00,000
Weighted average no. of equity shares	9,79,56,141	94,43,311
Diluted Earnings per share (Rs)	0.07	5.79*
Face Value Re 1/-(*Pr.year Rs 10/-)		

18. **Segment Reporting** : As the Company deals in only one segment i.e "Textiles", there are no reportable business segments. There are also no reportable geographical segments.

19. **Deferred Tax Asset**: Break-up of Deferred Tax Assets and Liabilities are as under :

	31.03.2010	31.03.2009
	Rs lacs	Rs Lacs
a) Deferred Tax Assets, on account of :		
Unabsorbed Depreciation	377.82	383.22
Accumulated Business Losses	313.14	256.58
Disallowance u/s 43B of IT Act	5.17	6.01
Total	696.13	645.81
b) Deferred Tax Liabilities, on account of :		
Difference in Book and Tax Depreciation	21.64	19.58
Net Deferred Tax Assets	674.49	626.23

20. Debit and credit balances are subject to confirmation and reconciliation.

21. In view of brought forward losses no provision for taxation is considered necessary as per the Income Tax Act, 1961.

**22. Additional Information as required under Part IV of Schedule VI to the Companies Act, 1956. :****BALANCE SHEET ABSTRACT AND COMPANY'S BUSINESS PROFILE****I) Registration Details:**

Registration No.	L99999DN1986PLC000046
State Code	04
Balance Sheet Date	31.03.2010

II) Capital raised during the year**(Amount in Rs. Thousands)**

Public Issue	Nil
Preferential Issue	13,500
Bonus Issue	Nil
Private Placement	Nil

III) Position of Mobilisation and Deployment of Funds**(Amount in Rs. Thousands)**

Total Liabilities	2,42,654
Total Assets	2,42,654
Sources of Funds:	
Paid-up Capital	1,13,413
Reserves & Surplus	1,27,051
Secured Loans	-
Unsecured Loans	2,190
Application of Funds:	
Net Fixed Assets	65,290
Deferred Tax Asset (Net)	67,449
Net Current Assets	67,470
Miscellaneous Expenditure	-
Accumulated Losses	42,445

IV) Performance of Company**(Amount in Rs. Thousands)**

Turnover	4,82,910
Total Expenditure	4,80,927
Profit Before Tax	1,982
Profit After Tax	6,810
Basic Earning Per Share (Rs)	0.07
Diluted Earning Per Share (Rs)	0.07
Dividend Rate %	Nil

V) Generic Names of Three Principal Products/Services of Company (As per Monetary terms)

Item Code No. (ITC Code)	5402
Product Description	(i) TEXTURISED & TWISTED YARN OF POLYESTER SYNTHETICS (ii) POLYESTER FILAMENT YARN (SYNTHETIC) - DRAW WARPED (iii) SIZED BEAMS OF POLYESTER FILAMENT YARN

Signatures to Schedule A to K

As per our attached report of even date

For N.G.Thakrar & Co.
Chartered Accountants**For M.B.Agrawal & Co.**
Chartered AccountantsFor and on behalf of the Board,
S. S. Mishra - Chairman & Company Secretary
R. K. Mishra - Managing Director
G. R. Toshniwal - Director
S. K. Mishra - Director-Finance**N.G. Thakrar**
Proprietor**Sanjay Lunkad**
PartnerMembership No. 36213
Mumbai, 29th May, 2010Membership No.48229
Mumbai, 29th May, 2010

Mumbai, 29th May, 2010



FORM OF PROXY

SUPERTEX INDUSTRIES LIMITED

Regd. Office :

Plot No. 45-46, Phase II, Piperia Industrial Estate, Silvassa, Dadra and Nagar Haveli.

I/We
of.....in the district of
being a member / members of the above-named Company, hereby appoint
..... of
.....in the district of
or failing him of
as my / our proxy to vote for me / us on my / our behalf at 24th Annual General Meeting of the Company, to be held on Friday, 13th August, 2010 at 10.30 a.m. and at any adjournment thereof.

Signed this day of2010

Signature
[Re 1/-
Revenue
Stamp]

Reference Folio

1. Proxy must be deposited at the Registered Office or the Head Office of the Company, not less than 48 hours before the time for holding the meeting.
2. A Proxy need not be a member.