

RAJVIR INDUSTRIES LIMITED
PROVISIONAL BALANCE SHEET AS AT DECEMBER, 2005

	Schedule	As at 31.12.2005		As at 31.03.2005	
		Rupees	Rupees	Rupees	Rupees
SOURCES OF FUNDS:					
Shareholders' Funds					
Share Capital	1	30349970		30349970	
Reserves & Surplus	2	258354126		191860358	
			288704096		222210328
Loan Funds					
Secured Loans	3	425897557		380804216	
Unsecured Loans	4	104517488		79945582	
			530415045		460749798
Deferred Tax Liability (Net)	5		33737992		33737992
TOTAL			852857133		716698118
APPLICATION OF FUNDS:					
Fixed Assets					
Gross Block	6	777584108		721200737	
Less : Depreciation		291662523		266965381	
Net Block		485921585		454235356	
Add : Capital Work in Progress		21172194		11283707	
			507093779		465519063
Current Assets, Loans and Advances					
Inventories	7	221403757		146902737	
Sundry Debtors	8	143006683		173906106	
Cash & Bank Balances	9	37807906		5264144	
Loans & Advances	10	136148174		57853099	
		538366520		383926086	
Less : Current Liabilities & Provisions	11	195608118		137089643	
Net Current Assets			342758402		246836443
Miscellaneous Expenditure (To the extent not written off or adjusted)	12		3004952		4342612
TOTAL			852857133		716698118

RAJVIR INDUSTRIES LIMITED
PROVISIONAL PROFIT AND LOSS ACCOUNT FOR THE PERIOD ENDED 31ST DECEMBER, 2005

Schedule	Period Ended 31.12.2005 Rs.	Period Ended 31.03.2005 Rs.
INCOME		
Gross Sales/Income from operations	900778708	781715577
Less: Excise Duty	23905670	20554142
Net Sales	<u>876873038</u>	<u>761161435</u>
Other Income	5546924	8274567
TOTAL	<u>882419962</u>	<u>769436002</u>
EXPENDITURE		
Raw Materials Consumed	518919993	448511697
Purchase of Yarn	3572463	79864
Other Manufacturing Expenses	8187456	5502821
Stores & Spares Consumption	34102521	32766849
Power and Fuel	85572684	64166153
Payments to & provisions for Employees	42116469	32093374
Other Expenses	92682201	73664077
Interest & Finance Charges	26180634	17660751
Managerial Remuneration	3233650	660000
Depreciation	24697142	17454924
Miscellaneous Expenditure Written off	1337660	1030484
Preliminary Expenses		170000
(Increase) / Decrease in stocks	(30786680)	42596314
TOTAL	<u>809816194</u>	<u>736357308</u>
Profit before tax	72603768	33078694
Provision for taxation		
Current Tax	6110000	2600000
Deferred Tax charge/(Credit)		11161700
Freinge Benefit Tax		
Profit available for appropriation	<u>66493768</u>	<u>19316994</u>
APPROPRIATIONS		
Proposed Dividend		6070000
Tax on Dividend		851320
Transfer to General Reserve		2300000
Balance carried to Balance Sheet	66493768	10095674
TOTAL	<u>66493768</u>	<u>19316994</u> 0

RAJVIR INDUSTRIES LIMITED

SCHEDULES ANNEXED TO AND FORMING PART OF ACCOUNTS

	As at 31.12.2005 Rs.	As at 31.03.2005 Rs.
SCHEDULE - 1		
SHARE CAPITAL		
Authorised:		
35,00,000 Equity Shares of Rs.10/- each	35000000	35000000
	<u>35000000</u>	<u>35000000</u>
Issued,Subscribed and Paid up:		
30,34,997 Equity Shares of Rs.10/- each fully paid (51500 Equity share of Rs 10 each issued for cash and 2983497 Equity shares of 10 each issued for consideration other than cash)	30349970	30349970
	<u>30349970</u>	<u>30349970</u>

SCHEDULE - 2
RESERVES & SURPLUS

	As at 31.03.2005	Additions	Deductions/ Adjustments	As at 31.12.2005
	Rupees	Rupees	Rupees	Rupees
Capital Redemption Reserve	104390			104390
Investment Allowance Utilisation Reserve	5470600			5470600
Export Allowance Reserve	133330			133330
Debenture Redemption Reserve	25000000			25000000
Revaluation Reserve	19534966			19534966
General Reserve	52175386		0	52175386
Balance as per Profit & Loss Account	89441686	66493768		155935454
	<u>191860358</u>	<u>66493768</u>	0	<u>258354126</u>

RAJVIR INDUSTRIES LIMITED

SCHEDULES ANNEXED TO AND FORMING PART OF ACCOUNTS

	As at 31.12.2005 Rs	As at 31.03.2005 Rs
SCHEDULE - 3		
SECURED LOANS		
Debentures		
9.00%, 900000 Secured Redeemable Non-Convertible Debentures of Rs.100/- each	90000000	90000000
Rupee Term Loans		
a) Industrial Development Bank of India - TUF Scheme	34008000	41292000
b) Industrial Development Bank of India - TUF Scheme	37500000	42000000
c) Rupee Term Loan from SBI - 9.73 Crores - TUF Scheme	72700000	
d) State Bank of India	0	3440000
	<u>144208000</u>	<u>86732000</u>
From Banks - Cash Credit		
a) State Bank of India	142440292	122100000
b) State Bank of Hyderabad	10386271	40700000
c) State Bank of Mysore	37458404	40700000
	<u>190284967</u>	<u>203500000</u>
	424492967	380232000
Hire Purchase Loans		
	1404590	572216
	<u>425897557</u>	<u>380804216</u>
SCHEDULE - 4		
UNSECURED LOANS		
a) Interest Free Sales tax loan From A.P.State Government	2000000	2000000
b) Deferred Sales Tax(interest free)	76017488	71290582
c) From Directors	26500000	6655000
	<u>104517488</u>	<u>79945582</u>
SCHEDULE - 5		
DEFERRED TAX		
Deferred Tax Liabilities		
Depreciation	36066886	36066886
Deferred Revenue Expenses	436740	436740
	<u>36503626</u>	<u>36503626</u>
Deferred tax Assets		
Unabsorbed Depreciation	2636339	2636339
Unpaid Bonus	129295	129295
	<u>2765634</u>	<u>2765634</u>
Deferred Tax Liabilities (Net)	<u>33737992</u>	<u>33737992</u>

SCHEDULE - 6

FIXED ASSETS

Description of the Asset	GROSS BLOCK			DEPRECIATION				NET BLOCK		at 2005 s.
	As at 01.04.2005 Rs.	Additions Rs.	Deductions Rs.	As at 31.12.2005 Rs.	Upto 01.04.2005 Rs.	Additions Current Year Rs.	Deductions Rs.	Upto 31.12.2005 Rs.	As at 31.12.2005 Rs.	
LAND	414472			414472	0			0	414472	
FACTORY BUILDINGS	49874286			49874286	13031287	1255056		14286343	35587943	
NON-FACTORY BUILDINGS	17281078			17281078	2238703	212226		2450929	14830149	
TOWN SHIP	8963220			8963220	1716066	110076		1826142	7137078	
WORK SHOP EQUIPMENT	122089			122089	114866	409		115275	6814	
PLANT AND MACHINERY	552993441	56731934		609725375	200587253	21314458		221901711	387823664	
TESTING EQUIPMENT	385350			385350	119235	13516		132751	252599	
ELECTRICAL INSTALATIONS	24105162	2104979		26210141	10196581	800398		10996979	15213162	
WEIGHING MACHINES	765766			765766	298565	25960		324525	441241	
WATER WORKS	1670617			1670617	226727	20517		247244	1423373	
FURNITURE & FIXTURES	2741408	1198987		3940395	1432797	247231		1680028	2260367	
VEHICLES	6943304			6943304	2207908	534097		2742005	4201299	
DATA PROCESSING EQPT	1603103	515132		2118235	992922	155480		1148402	969833	
Add:	667863296	60551032	0	728414329	233162910	24689425	0	257852335	470561994	
Revaluated Plant & Machinery	53337442			53337442	33802476			33802476	19534966	
Capital Work in Progress	11283707	70439519	60551032	21172194					21172194	
	732484445	130990551	60551032	802923965	266965386	24689425	0	291654811	511269154	

RAJVIR INDUSTRIES LIMITED

SCHEDULES ANNEXED TO AND FORMING PART OF ACCOUNTS

	As at 31.12.2005 Rs	As at 31.03.2005 Rs
SCHEDULE - 7		
INVENTORIES		
Rawmaterials	89646793	73509166
Stores and Spares	50803073	23064361
Finished Goods	56327019	33532606
Stock-in-process	24483511	16374996
Cotton Waste	143360	421608
	221403757	146902737
SCHEDULE - 8		
SUNDRY DEBTORS		
(Unsecured, considred good)		
Exceeding six months	4030840	4685379
Others	138975843	169220727
	143006683	173906106
SCHEDULE - 9		
CASH AND BANK BALANCES		
Cash On hand	2342749	209577
Cheques on hand	0	1410740
Balances with Scheduled banks		
In Current Accounts	430657	316827
In Deposits	35034500	3327000
	37807906	5264144
SCHEDULE - 10		
LOANS AND ADVANCES		
(Unsecured considered good, recoverable in cash or in kind or for value to be received)		
Advances for Purchases	90010033	23886098
Advances to Staff	679396	422957
Deposits recoverable	17888208	16331219
Claims/Other Receivable	397917	609529
Pre-paid expenses	1065227	3067086
Balance With Central Excise Department	11799778	5423091
Modvat Benefit Entitlement	3913773	1750277
Accrued interest	1219726	2462125
Advance tax (Net)	9174117	3900717
	136148174	57853099

RAJVIR INDUSTRIES LIMITED

SCHEDULES ANNEXED TO AND FORMING PART OF ACCOUNTS

	As at 31.12.2005 Rs	As at 31.03.2005 Rs.
SCHEDULE - 11		
CURRENT LIABILITIES AND PROVISIONS		
A. CURRENT LIABILITIES		
Sundry Creditors		
Due to small scale Industrial undertakings	477658	428781
Others	52118767	46579936
Creditors for expenses	55141944	32844551
Creditors for other finances	50471256	43676789
Advances received against sales	20223151	2494245
	<u>178432777</u>	<u>126024302</u>
B. PROVISIONS		
Provision for Tax	8710000	2600000
Provision for Corporate Dividend Tax	851320	851320
Provision for Gratuity	1126680	1126680
Provision for Leave Encashment	417341	417341
Proposed Dividend	6070000	6070000
	<u>17175341</u>	<u>11065341</u>
Total : A + B	<u>195608118</u>	<u>137089643</u>

SCHEDULE - 12

MISCELLANEOUS EXPENDITURE

(To the extent not written off or adjusted)

Deferred Revenue Expenses			
Opening Balance	4342612	5373096	
Less : written off during the year	<u>1337660</u>	<u>3004952</u>	<u>1030484</u>
	<u>3004952</u>		<u>4342612</u>

RAJVIR INDUSTRIES LIMITED

SCHEDULES ANNEXED TO AND FORMING PART OF ACCOUNTS

	Period ended December 31,2005 Rs.	Year ended March 31,2005 Rs.
SCHEDULE - 13		
Sales/Income from operations		
Yarn	875977225	759997105
Waste	24801484	21718472
	<u>900778708</u>	<u>781715577</u>
SCHEDULE - 14		
Other Income		
Interest	145557	766998
Insurance Claims	0	528663
Miscellaneous Receipts	5401367	6978906
	<u>5546924</u>	<u>8274567</u>
SCHEDULE - 15		
Consumption of Raw Materials		
Opening Stocks	73509166	48869508
Add : Purchases	535057620	473151355
	<u>608566786</u>	<u>522020863</u>
Less : Closing Stocks	89646793	73509166
	<u>518919993</u>	<u>448511697</u>
SCHEDULE - 16		
Stores & Spares consumption		
Stores & spares	7462426	6321637
Dyes and Chemicals	14761298	9944354
Packing Material Consumed	11878798	16500858
	<u>34102521</u>	<u>32766849</u>
SCHEDULE - 17		
Power & Fuel		
Electricity Charges	83345986	61714308
Fuel Consumed	2226698	2451845
	<u>85572684</u>	<u>64166153</u>

RAJVIR INDUSTRIES LIMITED

SCHEDULES ANNEXED TO AND FORMING PART OF ACCOUNTS

	Period ended December 31,2005 Rs.		Year ended March 31,2005 Rs.	
SCHEDULE - 18				
Payments to & Provisions for Employees				
Salaries, Wages and Bonus		33726587		23240599
Contribution to Provident Fund & other funds		2674609		1819934
Staff & Workmen welfare		3850796		3364261
Gratuity and Exgratia		1864477		3668580
		<u>42116469</u>		<u>32093374</u>
SCHEDULE - 19				
Other Expenses				
Rent		941323		824580
Security Charges		1349947		1060348
Rates & Taxes		4726998		25648614
Printing & Stationery		729029		324583
Postage, Telegrams & Telephones		1117951		353638
Travelling & Conveyance		3491207		994141
Directors' Sitting fees		43000		8000
Advertisements		487119		12597
Commission / Expenses on Sales		35807013		21102237
Insurance		3114602		2171713
Auditors' Remuneration		70000		95000
Legal & Professional Charges		395185		236613
Repairs to : Buildings		580236		2962048
: Machinery		8621879		13558240
: Other Assets		843750		241233
Vehicle Maintenance		952028		429027
Miscellaneous Expenses		3993811		2950785
Donations		577284		51733
Cotton Purchases - Trading		24839840		
Loss on sale of assets		0.00		12568
Debit balances written off		0.00		626379
		<u>92682201</u>		<u>73664077</u>
SCHEDULE - 20				
Interest & Finance Charges				
Debentures		6075000		5111498
Term Loans		8050495		4728912
Banks & others		8023184		6918150
Bank Charges		3988678		869617
Hire Purchase Finance Charges		43277		32574
		<u>26180634</u>		<u>17660751</u>
SCHEDULE - 21				
(Increase)/Decrease in Stocks				
Opening Stocks				
Yarn	33532606		70626237	
Work-in-process	16374996		21770136	
Cotton Waste	<u>421608</u>	50329210	<u>529151</u>	92925524
Closing Stocks				
Yarn	56489019		33532606	
Work-in-process	24483511		16374996	
Cotton Waste	<u>143360</u>	81115890	<u>421608</u>	50329210
Decrease in Stocks		<u>-30786680</u>		<u>42596314</u>