

ALAN SCOTT INDUSTRIES LIMITED

***11th Annual Report
2004-2005***

BOARD OF DIRECTORS

MR. SUKETU J. PARIKH (CHAIRMAN & MANAGING DIRECTOR)
MS. ASMITA J. PARIKH (EXECUTIVE DIRECTOR)
MR. K. K. GOVINDAN NAIR (DIRECTOR)

REGISTERED OFFICE

38, APURVA INDUSTRIAL ESTATE,
MAKWANA ROAD, MAROL NAKA,
ANDHERI (EAST),
MUMBAI – 400 059.

BANKERS

ORIENTAL BANK OF COMMERCE
DEVELOPMENT CREDIT BANK LIMITED

AUDITORS

JAYESH DADIA & ASSOCIATES
CHARTERED ACCOUNTANTS

REGISTRARS AND TRANSFER AGENTS

INTIME SPECTRUM REGISTRY LTD.
C-13, PANNALAL SILK MILLS COMPOUND
L.B.S.MARG, BHANDUP (W),
MUMBAI – 400 078.
TEL : 5555 5454, FAX : 5555 5353

DEMAT FACILITY

AVAILABLE TO CO'S
SHAREHOLDERS
ISIN NO. INE273F01014

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NOTICE

NOTICE IS HEREBY GIVEN THAT THE ELEVENTH ANNUAL GENERAL MEETING OF THE MEMBERS OF **ALAN SCOTT INDUSTRIES LIMITED** WILL BE HELD ON MONDAY, THE 29TH SEPTEMBER, 2005 AT 11.00 A.M. AT 38, APURVA INDUSTRIAL ESTATE, MAKWANA ROAD, OFF ANDHERI KURLA ROAD, MAROL NAKA, ANDHERI (EAST), MUMBAI – 400 059, TO TRANSACT THE FOLLOWING BUSINESS:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Balance Sheet as on 31st March 2005 and Profit & Loss Account for the year ended on that date and Report of the Auditors and Directors thereon.
2. To appoint a Director in place of Ms. Asmita Parikh who retires by rotation and being eligible offers herself for re-appointment.
3. To appoint auditors in place of Jayesh Dadia & Associates, Chartered Accountants, Mumbai as Auditors of the Company, to hold office from the conclusion of this Meeting till the conclusion of the next Annual General Meeting and to authorize the Board to fix their remuneration.

SPECIAL BUSINESS :

4. To consider and, if thought fit to pass with or without modification, the following resolution as an Ordinary Resolution: -

“RESOLVED that Mr. Govindan Nair who was appointed as an additional Director, of the Company with effect from 28/12/2004 and who holds office up to the date of this Annual General Meeting be and be and is hereby appointed as Director of the company, liable to retire by rotation.”

Place : Mumbai
Date : 07/09/05

BY ORDER OF THE BOARD OF DIRECTORS

Sd/-
SUKETU J. PARIKH
(MANAGING DIRECTOR)

Registered Office

38, Apurva Industrial Estate,
Makwana Road, Marol Naka,
Andheri (E), Mumbai – 400 059

NOTES :-

1. A member entitled to attend and vote at the Meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a Member of the Company. Proxies in order to be effective must be deposited at the Registered Office of the Company not less than 48 hours before the Meeting.
2. The Register of Members and Share Transfer Books of the Company will remain Closed from 28th September, 2005 to 30th September, 2005 (both days inclusive)
3. Members are requested to intimate any change in their address to the Company's Registrars and Shares Transfer Agents, M/s Intime Spectrum Registry Ltd., at the earliest quoting their folio numbers.
4. Members desirous of obtaining any information concerning accounts and operations of the Company, are requested to address their questions in writing to the Board of Directors of the Company, at least 7 days before the date of the Meeting, so that the information required may be made available at the Meeting.
5. Members should bring their copies of Annual Reports to the Annual General Meeting. Copies will not be distributed at the meeting as measure of economy.
6. The members who have not yet exchanged their Counter Receipts with Share Certificates are hereby requested to hand over/submit the same at the Office of Registrar and Transfer Agents of the Company at the earliest.

Alan Scott Industries Limited

7. The Company's shares are already traded in dematerialized form under NSDL. The ISIN No. Allotted by NSDL is INE273F01014. Members are requested to avail these facilities. The Company is in the process to register its script's under CDSL.
8. Members holding more than one Share Certificate in the same/under different ledger folios are requested to apply for the consolidation of such folios and send the relevant Share Certificates to the Registrars, M/s. Intime Spectrum Registry Ltd., C-13, Pannalal Silk Mills Compound, L.B.S. Marg, Bhandup (W), Mumbai – 400 078.
9. Details of the Directors retiring by rotation and seeking re-appointment (in pursuance of Clause 49 of the Listing Agreement)

Name of Director	Ms. Asmita J. Parikh
Date of Birth	14.11.1951
Date of Appointment	25.05.2005
Qualification	L.C.E.H
Expertise	She is a qualified doctor having experience of more than 2 decades.
List of Other Directorship held	Concord Capitals Pvt. Ltd.
Chairman/Member of the Committees of the Board of Directors of the Company.	NIL
Chairman/Member of of the Committee(s) of Board of Directors of other Companies in which she is a Director.	NIL

SHAREHOLDER INFORMATION

The Company's securities are listed at the following Stock Exchange:

The OTC Exchange of India
92, Maker Towers "F",
Cuffe Parade,
Mumbai – 400 005

The Company has paid Annual Listing fees to the above Stock Exchange for the Financial Year 2005-2006.

Place : Mumbai
Date : 07/09/05

BY ORDER OF THE BOARD OF DIRECTORS

Sd/-
SUKETU J. PARIKH
(MANAGING DIRECTOR)

Registered Office
38, Apurva Industrial Estate,
Makwana Road, Marol Naka,
Andheri (E), Mumbai – 400 059

DIRECTOR' REPORT

The Members,
Alan Scott Industries Ltd,

The Board of Directors have pleasure in presenting the Eleventh Annual Report together with the Audited Accounts of the Company for the year ended 31st March, 2005

FINANCIAL RESULTS

	2004-05 Rs. (Lakhs)	2003-04 Rs. (Lakhs)
Gross Turnover (Including other Incomes)	82.55	83.62
Profit/(Loss) before interest, Depreciation and Tax	(18.67)	12.18
Less: Financial Charges	2.44	5.94
Profit/(Loss) before depreciation & Tax	(21.11)	6.23
Less: Depreciation	6.47	2.99
Profit/(Loss) before tax	(27.58)	3.24
Less: Provision for Deferred Tax	(7.78)	73.90
Prior year / Extra Ordinary Expense	0.70	—
Profit/(Loss) after tax	(20.50)	77.14
Profit/(Loss) brought forward from Previous Year	(40.54)	(117.68)
Balance carried to Balance Sheet	(61.04)	(40.54)

DIVIDEND

In view of the unabsorbed losses of the earlier years, your Directors express their inability to recommend dividend for the financial year 2004-2005

OPERATIONS

The company has successfully set up manufacturing facilities by entering into an manufacturing agreement with Delta Galil Industries Limited (Israel)

The company has commenced production at the new production facilities set up at Silvassa

The New India Assurance co. has not yet paid the the final amount of the claim They are deliberately delaying the settlement and payment of the claim in spite of their having admitted the claim The mischief is being played at the Head office in-spite of the divisional office and the Regional office's have forwarded the file to the HO with their recommendation. The delay is now over 28 months in spite of regular reminders follow ups and calls to them.

PUBLIC DEPOSITS

The Company has neither invited not accepted any deposits in contravention of section 58A of the Companies Act, 1956 and the Rules made there under during the year under review.

OBSERVATION IN THE AUDITORS' REPORT

The observation made by the Auditors in their Report have been duly clarified / explained in their report or in the relevant Notes forming, part of the Annual Accounts, which are self explanatory and do not need any further clarification. Further as regard Auditors observation for internal Audit system the Board is taking appropriate steps to strengthen the same.

PERSONNEL

Our company's human resources have been playing a vital role in achieving organization objectives. The company's growth and progress is the result of hard work and devotion of all the employees. None of the employees of the company was in receipt of remuneration in excess of the limits prescribed u/s 217(2A) of the Companies Act, 1956.

DIRECTORS RESPONSIBILITY STATEMENT

Pursuant to Section 217(2AA) of the companies Act, 1956, the Directors affirm that;

- (i) in the preparation of the Annual Accounts of the company, the applicable Accounting standard have been followed ;
- (ii) the Directors have selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2005 and the Profit & Loss Account for the year ended on that date ;
- (iii) the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provision of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities ;
- (iv) the Directors have prepared the Annual Accounts on a going concern basis.

DIRECTORS

As require under corporate governance, the brief particulars of Directors retiring by rotation as under :

Ms. Asmita J.parikh was appointed as a Director w.e.f.25.05.2004.

The Board recommends her appointment.

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PARTICULARS U/S 217 (1) (e) OF THE COMPANIES ACT, 1956.

As required u/s 217-(1) of the companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of the Board of Directors) Rule, 1988 the relevant information is given below:

A CONSERVATION OF ENERGY

Power & Fuel Consumption:

	2004-05	2003-04
1) ELECTRICITY		
a) Purchase Units	223904	12075
Amount (Rs.)	7,75,359	75,557
Rate / Unit (Rs.)	3.46	6.25
b) Own Generated Units		
Total Oil consumed	Nil	Nil
Total Amount (Rs.)	Nil	Nil
Rate / Unit (Rs.)	Nil	Nil
2) STEAM GENERATOR:		
a) Consumed		
Keep	Nil	Nil
Total Oil consumed	Nil	Nil
Rate / kg (Rs)	Nil	Nil
3) PER UNIT OF CONSUMPTION PRODUCTION		
Products (with details) unit Socks		
4.16 lacs Pairs (0.24 lacs pairs P Y)	1.86	1.95
Electricity		

B RESEARCH & DEVELOPMENT

The company has no specific Research and Development Department.

C FOREIGN EXCHANGE EARNING / OUT GO

	2004-05 Rs. (Lakhs)	2003-04 Rs. (Lakhs)
Total Foreign Exchange earned	35.58	Nil
Total foreign exchange outgo	Nil	Nil
For Expenses Nil	Nil	Nil
For Training	Nil	Nil
For travel	Nil	Nil
For machinery	Nil	Nil
For Component Spares	Nil	Nil

AUDITORS

The Auditors of the Company, M/s. Jayesh Dadia & Associates, Chartered Accountant, Mumbai, retire at the ensuing Annual General Meeting and being eligible u/s 224 (1B) of the Companies Act, 1956, have expressed their willingness to continue the Auditors of the Company, if appointed. The Directors recommend their appointment as the Auditors of the Company.

CORPORATE GOVERNANCE

Your company is required to comply with the code of corporate governance as mandated by the SEBI, Under Clause 49 of the Listing Agreement with the OTC by 31.03.2003. The Board has already initiated measures to ensure that the code is complied with.

Pursuant to Clause 49 of the Listing Agreement with the OTC Exchange, a Management Discussion and Analysis. Corporate Governance Report and Auditor's Certificate regarding compliance of condition of corporate Governance are made a part of the Annual Report. A note on the Company's efforts to discharge its social responsibility is also included.

ACKNOWLEDGEMENT

The Directors take this opportunity to thank all the employees for their contribution to the Company's performance during the year under review. The Directors place on record their appreciation for assistance and support from various Government Agencies, Bankers and Financial Institution.

The Directors also express their gratitude to the Shareholders of the Company for their continuous support to the management.

BY ORDER OF THE BOARD OF DIRECTORS

Sd/-
SUKETU J. PARIKH
(CHAIRMAN)

PLACE: MUMBAI
DATE: 07/09/05

AUDITOR'S REPORT

TO,
THE MEMBERS OF
ALAN SCOTT INDUSTRIES LIMITED.

1. We have audited the attached Balance Sheet of **ALAN SCOTT INDUSTRIES LIMITED** as at 31st March, 2005 and also Profit and Loss Account 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.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes, examining on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) (Amendment) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we enclose in the annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. Further to our comments in the Annexure referred to above, we report that:
 - (i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our Audit;
 - (ii) In our opinion, proper books of accounts as required by the law have been kept by the company as it appears from our examination of the books;
 - (iii) The Balance Sheet and the Profit and Loss Account dealt with by this report are, in agreement with the books of account;
 - (iv) In our opinion, the Balance Sheet and the Profit and Loss Account dealt with by this Report comply with the Accounting Standards referred to in sub section (3C) of Section 211 of the Companies Act, 1956.
 - (v) On the basis of representations received from the Directors as on 31st March 2005 and taken on record by the Board of Directors, we report that none of the director is disqualified as on 31st March 2005 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;
 - (vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts 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 :
 - (a) In case of the Balance Sheet, of the state of affairs of the company as at 31st March 2005; and
 - (b) In case of the Profit and Loss account, of the loss for the year ended on that date.
 - (c) In case of the Cash Flow Statement, of the cash flows for the year ended on that date.

For **Jayesh Dadia & Associates,**
Chartered Accountants.

Jayesh Dadia
Partner
M.No.: 33973

Mumbai, Dated : 7th September, 2005

ANNEXURE TO THE AUDITOR'S REPORT

(Referred to in paragraph 3 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 informed to us all the assets have been physically verified by the Management during the year at reasonable intervals and no material discrepancies were noticed on verification;
 - (c) During the year, the company has not disposed off a substantial part of the Fixed Assets;
- (ii)
 - (a) The inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
 - (b) The procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of business.
 - (c) The company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and the book records were not material.
- (iii) In respect of loans, secured or unsecured, granted or taken by the by the company to / from companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956:
 - (a) The Company has granted interest free loan, to one company listed in the register maintained under Section 301 of the Companies Act, 1956. The maximum amount involved during the year was Rs.7.59 lacs and the balance at the year end was Rs.7.11 lacs.

Alan Scott Industries Limited

- (b) In our opinion and according to the information and explanation given to us, the terms and conditions on which loan have been given are not prima-facie, prejudicial to the interest of the company.
- (c) As the loans given by the company are repayable on demand the question of overdue amounts does not arise.
- (d) The Company has taken Interest free loans from six parties covered in the register maintained under section 301 of the Companies Act, 1956. The maximum amount involved during the year was Rs.23.49 lacs and the balance at the year end was Rs.37.67 lacs.
- (e) In our opinion and according to the information and explanation given to us, the terms and conditions on which loan have been taken are not prima-facie, prejudicial to the interest of the company.
- (f) In our opinion the Company is regular in repaying the principal amounts as stipulated.
- (iv) In our opinion and according to the information and explanations given to us, there are no adequate internal control system 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.
- (v) In our opinion, and according to the information and explanation given to us the company has not entered into any transactions for the purchase and sale of goods and services, with companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956 and aggregating during the year to Rs.500,000/- or more in respect for each party.
- (vi) The company has not accepted any deposits from the Public and consequently, the directives issued by the Reserve Bank of India, the provisions of section 58A, 58AA or any other relevant provisions of the Companies Act, 1956 and the Rules framed there under are not applicable. As regards unsecured loans from Shareholders, the company has complied with the provisions of section 58A of the Companies Act, 1956 and the rules made there under.
- (vii) In our opinion, the Internal audit system is not commensurate with the size of the company's operations and the nature of its business and needs to be strengthened.
- (viii) According to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under clause (d) of sub-section (1) of section 209 of the Companies Act, 1956 in respect of the services carried out by the Company.
- (ix) (a) According to the records of the company and information and explanation given to us undisputed statutory dues including provident fund, Income tax, Wealth Tax, Service Tax, Sales Tax, Custom Duty, ESIC and other material statutory dues applicable to it have generally been regularly deposited with the appropriate authorities though the delays in deposit have not been serious.
- (b) According to the information and explanation given to us, there are no dues outstanding on account of dispute.
- (x) The company has accumulated losses at the end of the financial year, which is not more than 50% of its net worth, after taking into consideration the amount Deferred Tax Asset. The company has incurred cash losses during the financial year covered by our audit and whereas the company did not incur any cash losses in the immediately preceding financial year.
- (xi) In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of dues to a financial institution, bank or debenture holders.
- (xii) According to the information and explanations given to us the company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and any other securities.
- (xiii) The provisions of any special statute applicable to a chit fund, nidhi, mutual benefit or a society are not applicable to the Company.
- (xiv) According to the information and explanation given to us, the company has not done any dealing in shares, securities, debentures and other investments.
- (xv) According to the information and explanation given to us, the company has not given any guarantee for loans taken by others from bank or any financial institutions.
- (xvi) According to the information and explanation given to us, the company has not obtained any term loans during the year.
- (xvii) According to the Cash Flow Statement and the records examined by us and according to the information and explanation given to us, on overall basis, funds raised on short term basis have, prima facie, not been used during the year for long term investment and vice versa.
- (xviii) According to the information and explanation given to us, the company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Act.
- (xix) According to the information and explanation given to us, the company has not issued any debentures during the year.
- (xx) According to the information and explanation given to us, The company has not raised any money by way of public issues during the year.
- (xxi) According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the course of our audit;

For Jayesh Dadia & Associates,
Chartered Accountants.

Jayesh Dadia
Partner
M.No.: 33973

Mumbai, Dated : 7th September, 2005

BALANCE SHEET AS AT 31ST MARCH, 2005

SCHEDULE	As at 31st March 2005		As at 31st March 2004	
	Rs.	Rs.	Rs.	Rs.
SOURCES OF FUNDS				
SHAREHOLDER'S FUNDS				
Share Capital	"A"	32,637,000		32,637,000
LOAN FUNDS				
Secured Loans	"B"	7,792,731		1,726,832
Unsecured Loans	"C"	3,767,363		3,108,382
TOTAL		44,197,093		37,472,214
APPLICATION OF FUNDS				
FIXED ASSETS				
Gross Block	"D"	42,519,519		6,756,602
Less: Depreciation		2,325,855		1,678,613
Net Block		40,193,664		5,077,989
Deferred Tax Asset		8,166,738		7,389,313
CURRENT ASSETS, LOANS AND ADVANCES				
Inventories	"E"	2,760,993		552,284
Sundry Debtors	"F"	3,747,398		1,775,739
Cash and Bank Balances	"G"	3,555,124		7,527,362
Loans, Advances & Deposits	"H"	17,676,955		15,429,997
		27,740,469		25,285,382
Less: CURRENT LIABILITIES AND PROVISIONS				
Current Liabilities	"I"	37,389,936		4,020,021
Provisions		618,196		320,825
		38,008,132		4,340,846
Net Current Assets		(10,267,663)		20,944,536
MISCELLANEOUS EXPENDITURE (to the extent not written off or adjusted)	"J"	-		6,322
PROFIT AND LOSS ACCOUNT DEBIT BALANCE		6,104,354		4,054,054
TOTAL		44,197,093		37,472,214

SIGNIFICANT ACCOUNTING POLICIES "S"
AND NOTES TO ACCOUNTS

As per our report of even date attached

For Jayesh Dadia & Associates
Chartered Accountants
sd/-
Jayesh Dadia
Partner

For and on behalf of the Board of
Alan Scott Industries Limited
sd/-
Suketu Parikh **Asmita Parikh**
Managing Director Director

Mumbai, Dated : 7th September, 2005

Alan Scott Industries Limited

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2005

	SCHEDULES	Year ended March'2005 Rs.	Year ended March'2004 Rs.
INCOME			
Sales	"K"	5,203,276	5,582,154
Other Income	"L"	3,051,578	2,779,854
Increase In Finished Goods	"M"	1,636,834	32,347
TOTAL		9,891,688	8,394,355
EXPENDITURE			
Cost of Materials consumed	"N"	5,660,963	3,696,927
Manufacturing Expenses	"O"	1,158,417	22,300
Employees Remuneration and Benefits	"P"	840,992	737,619
Administrative ,Selling and General Expenses	"Q"	4,098,267	2,720,177
Interest and Financial Charges	"R"	243,502	593,825
Depreciation		647,242	299,214
TOTAL		12,649,383	8,070,062
NET PROFIT/(LOSS) FOR THE YEAR		(2,757,695)	324,292
Prior Period Expenditure		70,031	-
		(2,827,726)	324,292
Less : Deferred Tax Asset Asset (Net)		777,425	370,838
Add : Deferred Tax Asset Asset (Opening)		-	7,760,151
Balance brought forward from the previous year		(4,054,053)	(11,767,659)
BALANCE CARRIED TO BALANCE SHEET		(6,104,354)	(4,054,054)
Weighted Average number of equity shares outstanding during the year.		3,263,700	3,263,700
Basic and diluted earnings (loss) per share (in Rs.)		(0.87)	0.10
SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS			

As per our report of even date attached

For Jayesh Dadia & Associates
Chartered Accountants
sd/-

Jayesh Dadia
Partner

Mumbai, Dated : 7th September, 2005

For and on behalf of the Board of
Alan Scott Industries Limited

sd/-
Suketu Parikh
Managing Director

sd/-
Asmita Parikh
Director

**SCHEDULES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AND PROFIT
& LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2005**

	As at 31st March, 2005 Rs.	As at 31st March, 2004 Rs.
SCHEDULE "A"		
SHARE CAPITAL		
AUTHORISED		
50,00,000 Equity Shares of Rs.10 each	50,000,000	50,000,000
ISSUED, SUBSCRIBED AND PAID UP		
32,63,700 Equity Shares of Rs.10 each, fully paid up.	32,637,000	32,637,000
TOTAL	32,637,000	32,637,000
SCHEDULE "B"		
SECURED LOANS		
Temporary Loan from Global Trust Bank Ltd J.V.P.D. Branch, Mumbai (Against lien of fixed deposit of Directors)	165,497	1,726,832
HDFC Bank Car Loan	1,007,789	-
ICICI Bank Car Loan (Against Hypothecation of Motor Cars)	805,218	-
Weizmann Homes Ltd (Against Hypothecation of Air Conditioners)	10,552	-
DCB Loan A/c (Against Hypothecation of Stock in trade and Receivables)	1,152,366	-
Karur Vysya bank facilities CC A/c (Against Hypothecation of Stock in trade and Receivables)	178,688	-
Packing Credit (Against Hypothecation of Stock in trade and Receivables)	912,275	-
Bill Discounting (Against Hypothecation of Export Bills)	3,560,346	-
TOTAL	7,792,731	1,726,832
SCHEDULE "C"		
UNSECURED LOANS		
From		
A Director	1,895,888	1,204,815
A Body Corporate Shareholders	1,871,475	600,000 1,303,567
TOTAL	3,767,363	3,108,382

**SCHEDULE ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AND PROFIT & LOSS ACCOUNT
FOR THE YEAR ENDED 31st MARCH, 2005**

SCHEDULE "D"

FIXED ASSETS:

DESCRIPTION OF ASSETS	GROSS BLOCK (At Cost)				DEPRECIATION				NET BLOCK	
	As At 1st April' 2004	Additions	Deduc- tions	As At 31st March'2005	As at 1st April' 2004	During the Year	Adjust- ments	As at 31st March'2005	As at 31st March'2005	As at 31st March'2004
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
INFRASTRUCTURE	-	8,327,241	-	8,327,241	-	69,532	-	69,532	8,257,709	-
BRANDNAME & GOODWILL	1,350,000	-	-	1,350,000	-	-	-	-	1,350,000	1,350,000
COMPUTERS	113,288	-	-	113,288	14,231	16,057	-	30,288	83,000	99,057
ELECTRICAL INSTALLATIONS	475,080	-	-	475,080	20,409	21,597	-	42,006	433,074	454,671
FURNITURE & FIXTURE	688,120	7,950	-	696,070	33,726	41,925	-	75,651	620,419	654,394
MOTOR CAR	824,531	2,351,953	-	3,176,484	302,377	105,464	-	407,841	2,768,643	522,154
OFFICE EQUIPMENTS	11,120	-	-	11,120	621	499	-	1,120	10,000	10,499
PLANT & MACHINERY	3,294,463	-	-	3,294,463	1,307,249	94,393	-	1,401,642	1,892,821	1,987,214
PLANT & MACHINERY (SPARES)	-	660,650	-	660,650	-	7,845	-	7,845	652,805	-
PLANT & MACHINERY (IMP)	-	24,415,123	-	24,415,123	-	289,930	-	289,930	24,125,193	-
TOTAL	6,756,602	35,762,917	-	42,519,519	1,678,613	647,242	-	2,325,855	40,193,664	5,077,989
PREVIOUS YEAR	6,188,001	568,601	-	6,756,602	1,379,399	299,214	-	1,678,613	5,042,982	-

Note:

- 1.) Addition to fixed assets such as Infrastructure, Plant & Machinery (Imported) and Spares includes capitalisation of certain expenses incurred upto the date of Commencement of Production.
- 2) The Infrastructure, Plant & Machinery (imported) and Spares are installed at new Factory situated at Silvassa, Gujarath, on leased property.

SCHEDULES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AND PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2005

	As at 31st March, 2005 Rs.	As at 31st March, 2004 Rs.
SCHEDULE "E"		
INVENTORIES		
(As taken, valued & certified by the Managing Director)		
Raw Materials (At lower of Cost or Net Realisable value)	784,935	137,776
Packing Materials (At lower of Cost or Net Realisable value)	109,732	185,016
Stores & Spares (At Cost)		
Finished Goods (At lower of Cost or Net Realisable value)	1,866,326	229,492
TOTAL	2,760,993	552,284
SCHEDULE "F"		
SUNDRY DEBTORS		
(Unsecured, Considered good for which the company holds no other security except debtors personal security and Subject to confirmation)		
Debts outstanding for a period exceeding six months		
	66,238	964,748
Other Debts	3,681,159	810,991
TOTAL	3,747,398	1,775,739
SCHEDULE "G"		
CASH AND BANK BALANCES		
Cash on hand	522,597	321,942
Balances with Scheduled Bank:		
In Current Accounts	111,277	87,567
In Deposit Account	2,921,250	7,117,853
TOTAL	3,555,124	7,527,362
SCHEDULE "H"		
LOANS, ADVANCES & DEPOSITS		
(Unsecured, Considered good for which the company holds no other security other than the personal security and subject to confirmation)		
Loans to a Body Corporate	3,443,981	758,606
Advance Payment of Taxes	59,122	29,383
Deposits	2,055,527	142,008
Insurance claim receivable	11,901,632	14,500,000
Interest Accrued on FD	92,893	
DEPB receivable	113,801	
Advances recoverable in cash or in kind or for value to be recovered	10,000	
TOTAL	17,676,955	15,429,997

Alan Scott Industries Limited

SCHEDULES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AND PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2005

	As at 31st March, 2005 Rs.	As at 31st March, 2004 Rs.
SCHEDULE "I"		
CURRENT LIABILITIES AND PROVISIONS		
CURRENT LIABILITIES		
Sundry Creditors	29,267,261	4,020,021
Advances	8,122,675	-
Provisions	618,196	320,825
TOTAL	38,008,132	4,340,846
SCHEDULE "J"		
MISCELLANEOUS EXPENDITURE (to the extent not written off or adjusted)		
Share Issue Expenses	-	318
Preliminary and Pre-operative Expenses	-	6,004
TOTAL	-	6,322
SCHEDULE "K"		
SALES		
Manufacturing Sale	1,647,010	1,342,029
Trading Sale	-	4,240,125
Export	3,556,266	-
TOTAL	5,203,276	5,582,154
SCHEDULE "L"		
OTHER INCOME		
Interest on F. D.	157,347	143,328
Foreign Exchange Fluctuation	1,588	-
Miscellaneous Income	662,077	2,626,421
DEPB License	113,801	-
Sales Tax Refund	-	10,105
Sundry Balances Written off	2,116,765	-
TOTAL	3,051,578	2,779,854
SCHEDULE "M"		
INCREASE / (DECREASE) IN FINISHED GOODS		
Opening Stock of Finished Goods	229,492	197,145
Less: Closing Stock of Finished Goods	1,866,326	229,492
Finished Goods destroyed in Fire	-	-
TOTAL	1,636,834	✓ 32,347

SCHEDULES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AND PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2005

	As at 31st March, 2005 Rs.	As at 31st March, 2004 Rs.
SCHEDULE "N"		
COST OF MATERIALS CONSUMED		
Raw Materials		
Opening Stock	137,776	99,683
Add: Purchases	5,908,402	1,502,361
	6,046,178	1,602,044
Less : Closing Stock	784,935	137,776
	5,261,243	1,464,268
Trading Stock		
Purchases	-	1,953,635
Packing Material		
Opening Stock	185,016	24,386
Add : Purchases	324,436	439,654
	509,452	464,040
Less: Closing Stock	109,732	185,016
	399,720	279,024
TOTAL	5,660,963	3,696,927
SCHEDULE "O"		
MANUFACTURING EXPENSES		
Stores and Spares consumed	39,802	10,444
Job Work Charges	314,943	11,856
Transportation Charges	80,837	-
Power Consumption	149,835	-
Factory Rent	573,000	-
TOTAL	1,158,417	22,300
SCHEDULE "P"		
EMPLOYEES REMUNERATION AND BENEFITS		
Salaries, Wages and Allowances	416,500	296,836
Director's Remuneration	330,000	380,758
Company's contribution to Provident and other funds	-	50,722
Gratuity	13,903	-
Staff Welfare Expenses	80,589	9,303
TOTAL	840,992	737,619

SCHEDULES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AND PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2005

	As at 31st March,2005 Rs.	As at 31st March,2004 Rs.s
SCHEDULE "Q"		
ADMINISTRATIVE ,SELLING AND GENERAL EXPENSES		
Rent,Rates & Taxes	118,512	20,441
Insurance	63,664	13,385
Printing & Stationery	64,688	66,206
Travelling & Conveyance Expenses	312,794	296,147
Communication Expenses	122,820	229,061
Profession tax	5,000	-
Office Expenses	80,724	202,090
Repairs & Maintenance (Machinery)	4,300	14,304
Repairs & Maintenance (Others)	-	44,462
Vehicle Running Expenses(Mot,car)	110,532	177,599
Legal & Professional Fees	23,528	153,255
Auditor's Remuneration	38,570	16,200
Freight & Forwarding Expenses	191,733	202,954
Advertisement and Sales Promotion	7,600	395,510
ECGC Premium	2,805	-
Commission ,Discount and Brokerage	75,641	310,419
Sales Tax	57,177	539
Computer Maintenance	17,243	-
Preliminary and Pre-operative Expenses W/off	6,004	21,672
Insurance Claim not recoverable	2,598,368	-
Business Promotion Expenses	87,916	-
Membership & Subscription	61,403	-
Postage and Courier	46,928	238,683
Share Issue Expenses W/Off	318	317,250
TOTAL	4,098,267	2,720,177
SCHEDULE "R"		
INTEREST AND FINANCIAL CHARGES		
Interest :-		
On Fixed Loans	40,034	349,796
Others	14,902	209,746
Other Charges	15,971	-
Bank Charges	172,596	34,283
TOTAL	243,502	593,825

SCHEDULE 'S'

SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2005.

A) SIGNIFICANT ACCOUNTING POLICIES

a) BASIS OF ACCOUNTING :

The Financial statements are prepared on the historical cost convention on the going concern basis and in accordance with generally accepted accounting principles.

b) FIXED ASSETS :

Fixed Assets are stated at cost less accumulated depreciation. Cost includes the acquisition cost and any cost attributable to bringing the assets to working condition for its intended use.

c) DEPRECIATION :

Depreciation on fixed Assets is provided at the rates and in the manner prescribed in Schedule XIV to the Companies Act, 1956 on straight-line method. Cost of goodwill & brand is not amortised.

d) INVENTORIES :

i) Raw material & Packing Materials are valued at Cost or Net Realisable Value whichever is lower.

ii) Stores & Spares are valued at Cost.

iii) Finished Goods are valued at Cost or Net Realisable value whichever is lower.

iv) Trading Goods are valued at Cost or Net Realisable value whichever is lower.

Cost of Inventories are determined on FIFO Basis.

e) RETIREMENT BENEFITS :

Liability in respect of gratuity has been provided on estimated basis.

Leave Encashment benefit or retirement is accounted for as and when paid.

f) SHARE ISSUE / PRELIMINARY / PRE-OPERATIVE EXPENSES :

Share Issue, Preliminary and Pre-operative expenses are amortised equally over a period of 10 years.

g) SALES

Sales are net of returns, discount and exclusive of sales tax.

B) NOTES ON ACCOUNTS

- 1) During the year the company has taken on lease building facilities at Silvassa an industrial Zone, India for Manufacturing of socks. The Production facility was started on 1st January, 2005 with the help of the existing 35 socks knitting machines and additional 40 machines which were received from Sports Socks Company (Ireland) Limited a 100% subsidiary of Delta Galil Industries limited

with the objective to achieve total installed capacity of 12 million pairs of socks annually.

- 2) Further the company has entered into an agreement with M/s. Delta Galil Industries Limited; Israel to produce and sale up to 6 million pairs of socks manufactured at above facilities to be sold with the help of pricing mechanism. The pricing mechanism provides the basic guideline to arrive at the sale price at which socks may be sold to Delta is provided in the agreement.
- 3) Further as per the terms of the agreement M/s. Delta Galil industries Limited have agreed to supply plant/equipments to the company for payment of the machinery in 10 years in 20 equal installments. The company has paid approximately 27 Lakhs (60000 Dollars) as advance against the machinery.

M/s. Delta Galil industries limited has also partially reimbursed and in addition paid to the company a total of Rs. 86.49 Lakhs towards building development and providing infrastructure facilities in the Plant at Silvassa.

- 2) Total Outstanding dues to small scale Industrial undertakings as on 31st March, 2005 is Rs.12,77,157/-. Name of the small scale industrial undertakings to whom the company owes a sum outstanding for more than 30 days are as under ;

SR. NO.	NAME OF PARTY	AMOUNT (Rs.)
1)	Dolly Packers	15,000/-
2)	Flexo yarns Pvt. Ltd.	4,58,509/-
3)	Oceanic Nets Pvt. Ltd.	2,06,167/-
4)	Triace	1,63,995/-
5)	Unify Rubber Yarn Ltd.	4,33,486/-
	Total	12,77,157

- 3) Contingent Liabilities

	2004-2005	2003-2004
i) Counter guarantees in respect Of bank Guarantees issued	Rs.5000/-	Rs.5,000/-
- 4) Balance of Debtors, Creditors, Unsecured Loans and Advances to body corporate are subject to confirmation and Reconciliation.
- 5) In the opinion of the Management, the Current Assets, Loans and Advances are valued at the amount which can be realized in the ordinary course of business.
- 6) Sales Tax is paid on the basis of returns filed. Liability if any is provided as and when the assessments are completed.
- 7) Secured Loans:

During the year company has taken various bank facilities from Karur Vysya Bank, against hypothecation of Stock, Receivables.

8) Details of Research & Development Costs:

Expenditure on Research and Development activities as certified by the Management is Rs. Nil. (Including Capital Expenditure Rs. Nil)

9) No Provision of income tax has been made in the accounts, as there is no tax liability for the year due to carried forward of the past accumulated losses.

10) There was a fire at the company's premises at Bombay in November, 2002. Accordingly the company has made a provision of Rs. 225 Lakhs being the insurance claim receivable in the accounts ended 31st March, 2003. Subsequently the company's claim was settled by the Insurance Company at Rs. 190 Lakhs. Therefore, the excess provision of Rs. 25.98 Lakhs made in the accounts is written-off as "Insurance Claim not Recoverable".

11) The Amount of Advances to body corporate includes Rs. 7.11 due from company under the same management.

12) In Accordance with the Accounting Standard 22 "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India, the Company has accounted for deferred taxes during the period. Following are the major components of deferred tax (assets) / Liabilities:

	As at 31st March, 2004	As at 31st March, 2005	Debit/ (Credit) for the year
a.) Deferred Tax Liabilities			
(i) Related to Fixed Assets	5,58,573	16,69,238	(11,10,665)
TOTAL – A	5,58,573	16,69,238	(11,10,665)
b.) Deferred Tax Assets			
(i) Unabsorbed depreciation loss	35,44,756	49,86,973	(14,42,217)
(ii) Unabsorbed business loss	44,03,130	48,49,003	(4,45,873)
TOTAL – B	79,47,886	98,35,976	(18,88,090)
c.) Provision for deferred tax (net)	73,89,313	81,66,738	(7,77,425)

13) Additional Information pursuant to the Provision of Paragraph 3, 4C and 4D of the Schedule VI of the Companies Act, 1956 is enclosed in annexure to the notes.

14) As the Company's business Activity falls within a single primary business segment viz "Socks" the disclosure requirement of Accounting Standard 17 "Segment Reporting" issued by the Institute of Chartered Accountants of India, is not applicable.

15) Previous years figures have been regrouped /reclassified wherever necessary to with current year's figures.

ANNEXURE TO THE NOTES TO ACCOUNTS

ADDITIONAL INFORMATION PURSUANT TO THE PROVISIONS OF PARAGRAPH 3,4C AND 4D OF SCHEDULE VI TO THE COMPANIES ACT,1956.

a) Details of opening Stock, Production, Sales and Closing Stock of Manufacturing Goods.

UNIT		2004-2005	2003-2004
Installed Capacity	No. of Pairs	12,000,000	3,000,000
Production:			
Socks	No. of Pairs	416,088	23,400

DESCRIPTION	UNIT	OPENING STOCK		SALES		CLOSING STOCK	
		QTY	VALUE Rs.	QTY	VALUE Rs.	QTY	VALUE Rs.
Socks	No of Pairs	13,700 (6,000)	229,492 (101,100)	299,789 (15,700)	5,203,276 (1,342,029)	129,999 (13,700)	1,866,326 (229,492)
TOTAL			<u>229,492</u> <u>(101,100)</u>		<u>5,203,276</u> <u>(1,342,029)</u>		<u>1,866,326</u> <u>(229,492)</u>

b) Details of Opening Stock, Purchase, Sales and Closing Stock of Traded Goods (Pending)

DESCRIPTION	UNIT	OPENING STOCK		PURCHASES		SALES		CLOSING STOCK	
		QTY	VALUE Rs.	QTY	VALUE Rs.	QTY	VALUE Rs.	QTY	VALUE Rs.
Socks	No of Pairs	-	-	-	-	-	-	-	-
		(5,700)	(96,045)	(82,908)	(1,953,635)	(88,606)	(4,240,125)	-	-
TOTAL			<u>-</u> <u>(96,045)</u>		<u>-</u> <u>(1,953,635)</u>		<u>-</u> <u>(4,240,125)</u>		<u>-</u> <u>-</u>

c) Raw Material and Packaging Materials Consumed in Production :

Item	Unit	2004-05		2003-04	
		Qty	Value	Qty	Value
Yarn	Kgs	28,606	4,657,624	9,132	1,428,438
Elastic	Kgs	1,040	603,619	-	35,830
Cartons & Labels	-	399,720	-	279,024	1023321
TOTAL			<u>5,660,963</u>		<u>1,743,292</u>

NOTE : Figures in Brackets are in respect of Previous Year

All Raw Material consumed are from indigeneous sources

11th Annual Report 2004-2005

	2004-2005 Rs.	2003-2004 Rs.
d) C.I.F. Value of Imports		
Plant / Stores and Spares		NIL
e) Earnings in foreign exchange		
F.O.B.Value of Exports	3,557,854	NIL
f) Expenditure in foreign Currency	NIL	NIL
g) The company has received Rs.81,22,675/- in Foreign Exchange from M/s. Delta Galil Industries Ltd.		
h) Managing Directors Remuneration	180,000	380,758
i) Auditors Remuneration		
Audit fees	20,000	10,000
Tax Audit Fees	15,000	5,000
Others		
Service Tax	3,570	1,200
	38,570	16,200
	38,570	16,200

12 RELATED PARTY DISCLOSURE

A Relationships :

Key Managerial Persons and their relatives

1. Suketu J.Parikh
2. Pragna Parikh
3. Asmita Parikh
4. Jay Parikh
5. Mukti Parikh

Enterprises in which relatives of directors are interested

1. Concord Capital Pvt.Ltd.

B Transactions carried out with related parties referred above

Directors' Remuneration Rs.	330,000
Salary & Wages	264,000
Interest Rs.	NIL

As per our report of even date attached

As per our report of even date attached

For Jayesh Dadia & Associates

Chartered Accountants

sd/-

Jayesh Dadia

Partner

Mumbai, Dated : 7th September, 2005

For and on behalf of the Board of

Alan Scott Industries Limited

sd/-

Suketu Parikh

Managing Director

sd/-

Asmita Parikh

Director

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH' 2005

	2004-05 Amount Rs.	2003-04 Amount Rs.
A. Cash Flow From Operating Activities		
Net Profit Before Tax and Extraordinary item :-	(2,757,695)	324,292
Adjustment for:		
Depreciation	647,242	299,214
Other Income	(3,051,578)	(2,779,854)
Misc. Expenditure W/off	6,322	338,922
Interest	243,502	593,825
	(2,154,512)	(1,547,893)
	(4,912,207)	(1,223,601)
Operating Profit before Working Capital Charges		
Adjustment for:		
(Increase) / Decrease in Trade Receivables	(1,971,659)	325,353
(Increase) / Decrease in Loan and Advances	(2,246,958)	9,340,349
(Increase) / Decrease in Inventories	(2,208,709)	(231,070)
Increase / (Decrease) in Trade Payables	33,369,915	(1,747,120)
Increase / (Decrease) in Provisions	297,371	(250,000)
	27,239,960	7,437,512
Cash generated from Operations	22,327,754	6,213,911
Cash Flow before Extraordinary items	22,327,754	6,213,911
Prior Year Expenses	(70,031)	-
Extra Ordinary items	-	-
	(70,031)	-
Net Cash Flow from operating activity	22,257,723	6,213,911
B. Cash Flow From Investing Activities		
Purchase of fixed assets	(35,762,917)	(568,601)
Income from other activities	3,051,578	2,779,854
	(32,711,339)	2,211,253
Net Cash used in investing activities	(32,711,339)	2,211,253

C. Cash Flow From Financing Activities

Increase in		
Increase / (Decrease) in Long term borrowing	6,065,899	349,384
Increase / (Decrease) in Unsecured Loans	658,981	(1,158,733)
Interest paid	(243,502)	(593,825)
	6,481,378	(1,403,174)
Net cash flow from financing activities	6,481,378	(1,403,174)
Net Increase/ (Decrease) in cash and other equivalents	(3,972,238)	7,021,990
(A+B+C)		
Cash and cash equivalents		
Opening Balance	7,527,362	505,372
Cash and cash equivalents		
Closing Balance	3,555,124	7,527,362
Increase / (Decrease) in Cash equivalents	(3,972,238)	7,021,990

Note : Previous year's figures have been regrouped/rearranged to confirm to the current year's presentation, wherever necessary.

On behalf of the Board

sd/-

sd/-

MUMBAI
DATED 7TH SEPTEMBER, 2005

SUKETU PARIKH
MANAGING DIRECTOR

ASMITA PARIKH
DIRECTOR

AUDITORS CERTIFICATE

We have examined the above cash flow statement of M/S ALAN SCOTT INDUSTRIES LIMITED for the year ended 31st March, 2005. The statement has been prepared by the company in accordance with the corresponding Profit & Loss Account and Balance Sheet of the Company covered by our report of even date.

For Jayesh Dadia & Associates
Chartered Accountants

sd/-

Jayesh Dadia
Partner

MUMBAI
DATED 7TH SEPTEMBER, 2005

Alan Scott Industries Limited

Statement Pursuant to Part IV of Schedule VI to the Companies Act, 1956

Balance sheet abstract and company's General Business profile

1 Registration Details

Registration No. State Code
 Balance Sheet Date
Date Month Year

2 Capital raised during the year (Amount in Rs Thousands) :

Public Issue	Right Issue
<input type="text" value="—"/>	<input type="text" value="—"/>
Bonus Shares	Private Placement
<input type="text" value="—"/>	<input type="text" value="—"/>

3 Position of Mobilization and Deployment of Funds (Amount in Rs. Thousands)

Total Liabilities	Total Assets
<input type="text" value="38,282"/>	<input type="text" value="38,282"/>

Sources of Funds

Paid up Capital	Reserves & Surplus
<input type="text" value="32,637"/>	<input type="text" value="NIL"/>
Secured Loans	Unsecured Loans
<input type="text" value="1,378"/>	<input type="text" value="4,267"/>

Application of Funds

Net Fixed Assets	Investments
<input type="text" value="4,809"/>	<input type="text" value="NIL"/>
Net Current Assets	Misc. Expenditure
<input type="text" value="21,360"/>	<input type="text" value="345"/>
Accumulated Losses	
<input type="text" value="11,768"/>	

4 Performance of Company (Amount in Rs in Thousands)

Turnover (Gross Revenue)	Total Expenditure
<input type="text" value="39,824"/>	<input type="text" value="36,830"/>
Profit/Loss before tax	Profit/Loss before tax
<input type="text" value="2,994"/>	<input type="text" value="2,994"/>
Earning per share in Rs	Dividend
<input type="text" value="0.92"/>	<input type="text" value="NIL"/>

5 Generic Names of Three Principle Products/service of company (as per Monetary Terms):

Item Code No. (ITC Code) <input type="text" value="61151100"/>	Product Description <input type="text" value="SOCKS"/>
--	--

On behalf of the Board

sd/-

sd/-

PLACE : MUMBAI
Dated : 7TH SEPTEMBER, 2005

(SUKETU PARIKH)
MANAGING DIRECTOR

(ASMITA PARIKH)
DIRECTOR

NOTE

ALAN SCOTT INDUSTRIES LIMITED

38, Apurva Industrial Estate, Makwana Road, Off Andheri Kurla Road, Marol Naka, Andheri (East), Mumbai-400 059

L.F.No.
Client ID No. DP ID No.
No. of Shares held

ATTENDANCE SLIP

I/We hereby record my/our presence at the Eleventh Annual General Meeting of the Company to be held at 38, Apurva Industrial Estate, Makwana Road, Off Andheri Kurla Road, Marol Naka, Andheri (East), Mumbai-400 059, on Monday, the 29th September, 2005 at 11.00 A.M.

NAME OF THE SHAREHOLDER (IN BLOCK LETTERS)	
SIGNATURE OF THE SHAREHOLDER	
NAME OF THE PROXY (IN BLOCK LETTERS)	
SIGNATURE OF THE PROXY	

NOTES :

1. You are requested to sign and hand over this slip at the entrance.
2. If you intend to appoint a proxy to attend the meeting instead of yourself, the proxy form must be deposited at the Registered Office of the Company at 38, Apurva Industrial Estate, Makwana Road, Off Andheri Kurla Road, Marol Naka, Andheri (East), Mumbai-400 059 not less than 48 hours before the time for holding the meeting.
3. If you are attending the meeting in person or by proxy, your copy of the Annual Report may please be brought by you/your proxy for reference at the meeting.

ALAN SCOTT INDUSTRIES LIMITED

38, Apurva Industrial Estate, Makwana Road, Off Andheri Kurla Road, Marol Naka, Andheri (East), Mumbai-400 059

L.F.No.
Client ID No. DP ID No.
No. of Shares held

FORM OF PROXY

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..... in the district of..... as my/our proxy to vote for me/us on my/our behalf at the Eleventh Annual General Meeting of the Company to be held on Monday, the 29th September, 2005 and at any adjournment thereof.

Signed this.....day of.....2005.

Affix 1 Rupee revenue Stamp

NOTE :

The proxy form must be deposited at the Registered Office of the Company at 38, Apurva Industrial Estate, Makwana Road, Off Andheri Kurla Road, Marol Naka, Andheri (East), Mumbai-400 059 not less than 48 hours before the time for holding the Meeting.

BOOK-POST

To.

If undelivered, please return to :

Alan Scott Industries Limited

38, Apurva Industrial Estate, Makwana Road,
Off Andheri Kurla Road, Marol Naka,
Andheri (East), Mumbai-400 059

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