

AUDIT REPORT

OF

M/S. GUJARAT COTEX LIMITED

(Formerly known as Octagon Industries Limited)

AUDITOR

AADIL AIBADA & ASSOCIATES

Chartered Accountant

510-512, Jolly Plaza, Athwagate,

Nanpura, Surat.

M. No. 98253 13513

PAN : AAPPA7007C

Membership No. 045310

Proprietor: - Mr. Aadil S. Aibada

F.Y. 2007-2008

A.Y. 2008-2009

ADIL AIBADA & ASSOCIATES
Chartered Accountant

Telephone No. 3019519
Mobile No. 9825313513

510-511-512, Jolly Plaza, Athwagate, Surat.

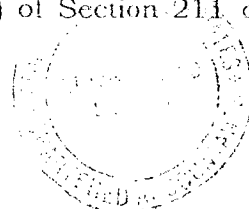
AUDITOR'S REPORT

To the members of **GUARAT COTEX LIMITED** (Formerly known as OCTAGON INDUSTRIES LIMITED.)

We have audited the attached Balance Sheet of **GUARAT COTEX LIMITED** (Formerly known as OCTAGON INDUSTRIES LIMITED.) and Balance Sheet of **PRABHAT INFOTECH** Division of **Gujarat Cotex Limited** as at **31st MARCH, 2008** and also the 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 this Financial Statement based on our audit.

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 Statement. 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.

1. As required by the Companies (Auditor's Report) Order 2003 issued by the Company Law Board in terms of Section 227(4A) 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.
2. Further to our comments in the Annexure referred to in paragraph 1 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 purpose of our audit.
 - (b) In our opinion, proper books of accounts as required by Law have been kept by the Company so far as it appears from our examination of those books, and proper returns adequate for the purpose of our audit have been received from the branches not visited by us;
 - (c) The Balance Sheet and the Profit and Loss Account dealt with by this report are in agreement with the books of accounts;
 - (d) In our opinion, the Profit and Loss Account and Balance Sheet mentioned above complied with the mandatory accounting standards referred to in Sub-section (3c) of Section 211 of the Companies Act, 1956.



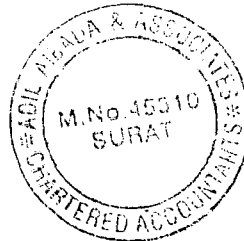
- (e) Since we have not received any representation from directors. We are not in a position to comments regarding to their disqualification under clause (9) of sub section (I) of section 274 of Companies Act, 1956 as on 31.03.2008.
- (f) In our opinion and to the best of our information and according to the explanations given to us, the said accounts together with required by the Companies Act, 1956 in the manner so required and give a true and fair view :
- (i) In the case of the Balance Sheet, of the state of affairs of the Company as at **March 31,2008** and
- (ii) In the case of the Profit and Loss Account, of the Profit of the Company for the year ended on that date.

As per Our Report Of Even Date,
For Adil Aibada & Associates,
Chartered Accountants,



Proprietor.
Membership No.45310..

Place:- Surat.
Date:- 14.07.2008.



ADIL AIBADA & ASSOCIATES

Chartered Accountant

Telephone No. 3019519

Mobile No. 9825313513

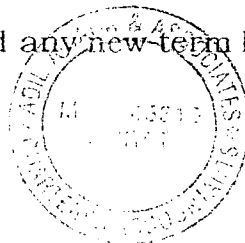
510-511-512, Jolly Plaza, Athwagate, Surat.

M/S. GUARAT COTEX LIMITED
(Formerly known as OCTAGON INDUSTRIES LIMITED.)

ANNEXURE : 'A' TO AUDITORS' REPORT YEAR ENDED ON 31-03-2008.

- [1] In respect of Fixed Assets.
- (a) The Company is maintaining proper record to show full particulars including quantitative details and situation of fixed assets. These fixed assets have been physically verified by the management at reasonable intervals. No material discrepancies were noticed on such verification.
- (b) The fixed assets have been revalued during the year. The amount of revaluation credited to Revaluation Reserve Account.
- (c) In our opinion the company has not disposed of any part of fixed assets during the year.
- [2] The physically verification conducted by management at reasonable intervals during the year in respect of finished goods, stores, spares and Raw materials. No Significant discrepancies between the physically stock and book stock have been noticed. In our opinion, the valuation of the above mentioned stock is fair and proper in accordance with the normally accepted accounting principles and is on the same basis as in previous year.
- [3] The Company has taken secured or unsecured loans to Companies, firms or other parties listed in the Register(s) maintained U/s 301 of the companies act., 1956. In our opinion terms and conditions of these loans are not prima Facie prejudicial to the interest of the Company. As explained to us there are companies under the same management as defined under sub section (1B) of Section 370 of the Companies Act., 1956.
- [4] The Company has not made any advances to other parties during the year. The advances in the nature of loans to the employees free of interest and the same have been recovered generally as per stipulations wherever applicable or terms as listed in Register maintained under section 301 of Companies Act, 1956.

- [5] There are no sale of goods, materials and service made in pursuance of contracts and arrangements entered in the Register maintained under Section 301 of the Companies Act., 1956 and aggregating during the year to Rs. 500000/- or more.
- [6] Provision of Section 58A of the Companies Act., 1956 read with the Companies (Acceptance of deposits) Rules, 1975 have been complied with by the Company.
- [7] In our opinion the internal audit system of the company is commensurate with its size and nature of its business.
- [8] As per the information given to us, the Central Government has not prescribed the maintenance of cost records under section 209 (i)(d) of the Companies Act., 1956.
- [9] According to the information and explanation give to us, no undisputed amounts payable in respect of income tax, wealth tax, sales tax, custom duty and excise duty were outstanding at 31st March, 2008 for a period of more than six moths form the date the become payable.
- [10] The Company has accumulated losses and has earned profit during the financial year covered by our audit.
- [11] Based on our audit procedures and according to the information and explanation given to us. We are of the opinion that the Company has not defaulted in repayment of dues to financial institutions and banks.
- [12] In our opinion and according to the information and explanation given to us, no loans and advances have been granted by the company as the basis of security by way of pledge of shares, debentures and other securities.
- [13] In our opinion, the Company is not a chit fund or a nidhi/mutual benefit fund society. Therefore clause 4(xii) of the Companies (Auditors Report) order 2003 is not applicable to the company.
- [14] The Company has no transactions and contracts in respect of trading in securities, debentures and other investments. Very small investment made by company since many years.
- [15] The Company has not given any guarantee for loans taken by others from banks or financial institutions.
- [16] The Company has not raised any new term loans during the year.



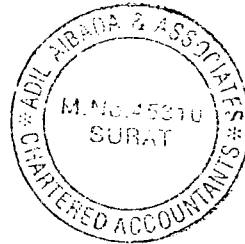
- [17] According to the information and explanations given to us, no short term funds utilized for the long term borrowing during the year under audit.
- [18] During the year, the company has not made any preferential allotment of Shares.
- [19] The Company has no debenture, issue and hence creation of securities is not applicable.
- [20] The Company has not raised any money by public issue during the year and hence clause (xx) of the Companies (Auditor's Report) Order 2003 is not applicable to the Company.
- [21] In our opinion and according to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year.

As per Our Report Of Even Date,

For Adil Aibada & Associates,
Chartered Accountants,



Proprietor.
Membership No. 45310.



Place :- Surat.

Date :- 14.07.2008.

GUJARAT COTEX LTD

(Formerly known as OCTAGON INDUSTRIES LTD)

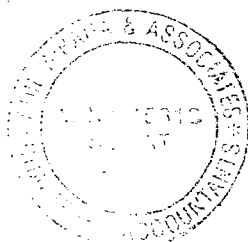
BALANCE SHEET AS ON 31ST MARCH, 2008.

Particulars	Sch.	As at 31.03.08	As at 31.03.07
SOURCE OF FUNDS			
1. SHAREHOLDERS' FUNDS			
a) AUTHORISED SHARE CAPITAL : 40,00,000 EQUITY SHARE OF RS. 10 EACH		40000000	40000000
b) ISSUED, SUBSCRIBED & PAID-UP CAPITAL 38,50,000 EQUITY SHARE OF RS.10 FULLY PAID		38500000	38500000
c) RESERVE & SURPLUS	"A"	(3934997)	(10716479)
Total (1) ...		34565003	27783521
2. LOAN FUNDS			
a) SECURED LOANS :		561,578	714,418
b) UNSECURED LOANS :	"B"	9760896	7183703
Total (2) ...		10322474	7898121
Total (1+2) ...		44887477	35681642
APPLICATION OF FUNDS			
1. FIXED ASSETS : GROSS BLOCK			
LESS : DEPRECIATION	"C"	13592206	7281231
Total (3) ...		-	897298
		13592206	6383933
2. INVESTMENTS			
	"D"	7475100	7475000
3. CURRENT ASSETS, LOANS & ADVANCES			
A) INVENTORIES	"E"	-	-
B) SUNDRY DEBTORS		20536307	19782805
C) CASH & BANK BALANCE	"F"	372402	437462
D) LOAN & ADVANCES PAID	"G"	2611495	670947
		23520204	20891214
LESS: CURRENT LIABILITIES AND PROVISIONS		691019	257688
Total (4) ...		22829185	20633526
4. MISC EXPENDITURE (TO THE EXTENT NOT W/OFF OR ADJUSTED)			
A) PRELIMINARY EXPENSES	"H"	34257	41108
B) PUBLIC ISSUE EXPS	"I"	956729	1148075
Total (5) ...		990986	1189183
Total (3+4+5+6) ...		44887477	35681642

For: Adil Aibada & Associates.
Chartered Accountants,

FOR GUJARAT COTEX LTD.

Proprietor.
Membership No.45310..



S. J. M. ...
Base

DIRECTOR.

Place: Surat.
Date: 14.07.2008

GUJARAT COTEX LTD


(Formerly known as OCTAGON INDUSTRIES LTD)

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED ON 31ST MARCH, 2008.**

Particulars	Sch.	As at 31.03.08	As at 31.03.07
INCOME			
SALES : FABRICS		15303716	10730660
MISC INCOME	"J"	271087	281641
INCREASED(DECREASED) IN FINISHED STOCK	"K"	-	-
		15574803	11012301
EXPENDITURE			
MANUFACTURING & OTHER EXPS	"L"	14992551	10043396
DEPRECIATION	"C"	-	897298
		14992551	10940694
PROFIT/(LOSS) FOR THE YEAR		582,252	71,607
ADD : PREVIOUS YEAR BALANCE		(10,716,479)	(10,788,086)
BALANCE CARRIED TO BALANCE SHEET...		(10,134,227)	(10,716,479)

For Adil Aibada & Associates,
Chartered Accountants,

FOR GUJARAT COTEX LTD.


Proprietor.

Membership No.45310..

Place:- Surat.

Date:- 14.07.2008

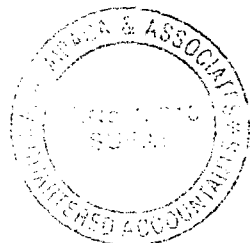



DIRECTOR.

GUJARAT COTEX LTD
(Formerly known as OCTAGON INDUSTRIES LTD)

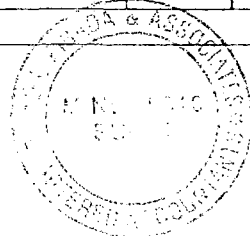
SCHEDULE FORMING PART OF THE ACCOUNT AS ON 31ST MARCH, 2008.

Particulars	As at 31.03.08	As at 31.03.07
SCHEDULE - A : RESERVES & SURPLUS		
REVALUATION RESERVES	6,199,230	-
PROFIT & LOSS A/C.	(10,134,227)	(10,716,479)
	(3,934,997)	(10,716,479)
SCHEDULE-B : LOAN FROM DIRECTORS/SHAREHOLDERS/RELATIVES		
(A) SECURED LOAN		
ICICI BANK- CAR LOAN A/C.	350005	451761
KOTAK MAHINDRA PRIME PVT LTD-CAR LOAN	211573	262657
Total (A).....	561,578	714,418
(B) UNSECURED LOAN		
SHAILESH J PAREKH	733083	598203
PRIYAVANDANA S PAREKH	3805000	1800000
PRABHABEN J PAREKH	1425000	1040000
SONAL S PAREKH	431000	485000
CHETAN S PAREKH	1625500	1580500
SARLA S PAREKH	24000	-
KETAN S PAREKH	1250000	1580000
KADAMWALA SILK MILLS - DEPOSIT	100000	100000
P D RADARIYA	75000	-
PRABHAT INFOSYES (A DIVISION OF GCL)	292313	-
Total (B).....	9,760,896	7,183,703
Total (A+B).....	10,322,474	7,898,121



SCHEDULE-C : FIXED ASSETS

PARTICULARS	W. D. V. AS ON 01.04.2007	ADDITION (DED.)	PROFIT LOSS	TOTAL AS ON 31.03.2008	RATE OF DEPRE.	DEPRE	W. D. V. AS ON 31.03.2008
FACTORY LAND	250000	-	-	250000	-	-	250000
Factory Land-Revaluation	-	1375000	-	1375000	-	-	1375000
FACTORY BUILDING	1789770	-	-	1789770	10.00	-	1789770
Factory Building-Revaluatic	-	4824230	-	4824230	-	-	4824230
PLANT & MACHINERY	3175792	-	-	3175792	13.91	-	3175792
ELE. INSTALLATION	266696	-	-	266696	13.91	-	266696
FURNITURE & DEAD STOCK	87219	811000	-	898219	18.10	-	898219
FAX MACHINE	7256	-	-	7256	20.00	-	7256
FORD FIESTA CAR	492,168	-	-	492168	25.89	-	492168
YAMAHA	5457	(5,500)	43	-	25.89	-	-
TATA INDICA DLS CAR	309,575	-	-	309575	25.89	-	309575
COMPUTER & HARDWARE	-	150000	-	150000	60.00	-	150000
PROJECTOR MACHINE	-	1500	-	1500	60.00	-	1500
MULTIMEDIA PROJECTOR MACHINE	-	35000	-	35000	60.00	-	35000
COLOUR PRINTER	-	1000	-	1000	60.00	-	1000
OFFICE JET MACHINE	-	6000	-	6000	60.00	-	6000
WATER COOLER MACHINE	-	10000	-	10000	13.91	-	10000
TOTAL . . .	6383933	7208230	43	13592206		-	13592206



Particulars	As at 31.03.08	As at 31.03.07
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SCHEDULE-D : INVESTMENTS

SHARE INVESTMENTS	7475000	7475000
BANK SHARES-SURAT PEOPLES BANK	100	-
	7,475,100	7,475,000

SCHEDULE-E : INVENTORIES

-	-
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SCHEDULE: F : CASH & BANK BALANCE

STATE BANK OF INDIA : SILVASA	3,672	2,623
STATE BANK OF HYDRABAD	4,850	4,629
CASH BALANCE	360,769	340,164
THE SURAT PEOPLES CO OP BANK LTD	3,111	90,046
	372,402	437,462

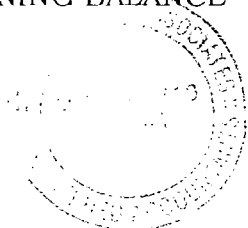
SCHEDULE:- G : LOAN & ADVANCES PAID

ELECTRIC LIGHT DEPOSIT (SILVASA)	120	120
ELECTRIC POWER DEPOSIT (SILVASA)	4,275	4,275
SURAT ELECTRICITY CO	1,000	1,000
BOB FD (BANK GAURANTEE FOR GEB)	75,000	79,452
SBOH FD (BANK GAURANTEE FOR GEB)	100,000	100,000
SALES TAX DEPOSIT	1,000	1,000
PURVATHA LICENCE DEPOSIT	1,000	1,000
TEXTILE COMMISSIONER DEPOSIT	1,000	1,000
STERLING HOLIDAY RESORT	93,100	93,100
SARLABEN S PAREKH	-	255,000
SPB FD (BANK GAURANTEE FOR GEB)	135,000	135,000
KETAN TEXTILES	2,200,000	-
	2,611,495	670,947

SCHEDULE: H : PRELIMINARY EXPENSES

(TO THE EXTENT NOT W/OFF)

PRELIMINARY EXPS - OPENING BALANCE	41,108	47,959
LESS : WRITTEN OFF	6,851	6,851
	34,257	41,108



<i>Particulars</i>	As at 31.03.08	As at 31.03.07
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SCHEDULE: I : PUBLIC ISSUES EXPENSES

PUBLIC ISSUE EXPS - OPENING BALANCE	1,148,075	1,339,421
LESS : WRITTEN OFF	191,346	191,346
	<u>956,729</u>	<u>1,148,075</u>

SCHEDULE: J : MISC. INCOME

BANK FD INTEREST	20,434	641
FACTORY RENT INCOME	120,500	216,000
MAINTAINANCE INCOME	130,000	65,000
COMMISSION INCOME	110	-
PROFIT ON SALE OF YAMAHA	43	-
	<u>271,087</u>	<u>281,641</u>

SCHEDULE: K : INCREASE/(DECREASE) IN FINISHED GOODS

OPENING STOCK - FINISHED GOODS	-	-
CLOSING STOCK - FINISHED GOODS	-	-
	<u>-</u>	<u>-</u>

SCHEDULE: L : MANUFACTURING & OTHER EXPS

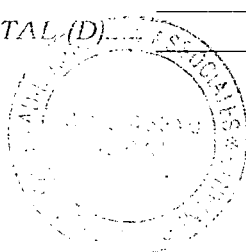
RAW MATERIAL CONSUMED :		
OPENING STOCK	-	-
ADD : PURCHASE FABRICS/YARN	14,021,160	9,092,783
	<u>14,021,160</u>	<u>9,092,783</u>
LESS : CLOSING STOCK	-	-
<i>TOTAL (A).....</i>	<u>14,021,160</u>	<u>9,092,783</u>

REPAIRS & MAINTENANCE

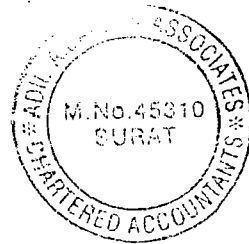
ELECTRIC EXPS	35,935	20,425
<i>TOTAL (C).....</i>	<u>35,935</u>	<u>20,425</u>

PAYMENT & PROVISIONS FOR EMPLOYEES

SALARY & WAGES	255,000	237,500
DIRECTOR'S REMUNERATION	-	-
<i>TOTAL (D).....</i>	<u>255,000</u>	<u>237,500</u>



<i>Particulars</i>	As at 31.03.08	As at 31.03.07
ESTABLISHMENT EXPS		
FOREIGN TRAVELLING EXPS.	27,580	-
TELEPHONE EXPS	28,496	11,482
BANK COMMISSION & CHARGES	3,886	8,967
DONATION EXPS.	2,501	12,501
AUDITORS REMMUNATION	12,000	11,224
INSURANCE EXPENSES	28,476	30,999
VEHICLE EXPS	40,706	36,667
VEHICLE LOAN INTEREST	67,540	71,432
CONSULTANCY/PROFESSIONAL/LEGAL FEES	85,014	63,684
INCOME TAX	14,432	9,280
MUNICIPAL TAX	-	21,951
OFFICE EXPS & MAINTENANCE	16,079	16,280
MEMBERSHIP FEES	11,200	-
TRANSPORATION CHARGES	138,000	169,000
PRINTING & STATIONERY	6,349	2,617
LOSS ON SALE OF MARUTI ESTEAM	-	28,407
PRILIMINEARY EXPENSES	6,851	6,851
PUBLIC ISSUE EXPENSES	191,346	191,346
<i>TOTAL (E)....</i>	<u>680,456</u>	<u>692,688</u>
<i>TOTAL (A + E).....</i>	<u>14,992,551</u>	<u>10,043,396</u>



M/S. PRABHAT INFOTECH
(Division of Gujarat Cotax Limited)

PROFIT & LOSS ACCOUNT
FOR THE YEAR ENDED ON 31ST MARCH'2008.

EXPENDITURE	AS AT 31.03.08	INCOME	AS AT 31.03.08
To Staff Salary	279325	By Education Fees	1343577
To Office Exps	38581		
To Electrical Exps.	19890		
To Telephone Exps.	6897		
To Office Maintenance	1500		
To Internate Exps.	6800		
To Bank Commission	398		
To Computer Exps.	12735		
To Advertisement Exps.	34,775		
To Printing & Stationery	573		
To Education Fees	22,110		
To Couriers/Angadiya Exps	2,287		
To Membership Fees	2,500		
To Net Profit	915,206		
	1343577		1343577

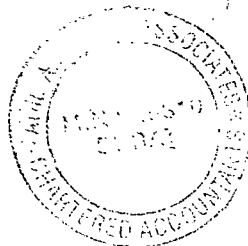
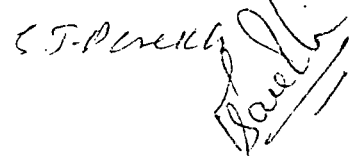
For Adil Aibada & Associates,
Chartered Accountants,

FOR PRABHAT INFOTECH



Proprietor.

Membership No. 45310.

DIRECTOR.

Surat, 14.07.2008.

M/S. PRABHAT INFOTECH
(Division of Gujarat Cotax Limited)

BALANCE SHEET
AS ON 31ST MARCH'2008.

Particulars	Sch.	AS AT 31.03.08
SOURCE OF FUNDS		
[A] Reserve & Surplus	1	915,206
Total (a)...		915,206
LOANS FUND		
Total (a+b)...		915,206
APPLICATION OF FUNDS		
<u>[A] Current Assets, Loan & Advances</u>		
Cash & Bank Balance	2	441,893
Loans & Advances & Debtors and Others	3	473,313
Total ...		915,206

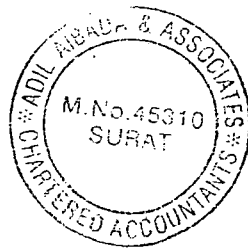
For Adil Aibada & Associates,
Chartered Accountants,



Proprietor.

Membership No. 45310.

Surat, 14.07.2008.



FOR PRABHAT INFOTECH

S. J. P. 2008



DIRECTOR.

M/S. PRABHAT INFOTECH
(Division of Gujarat Cotax Limited)

SCHEDULE FORMING PART OF THE ACCOUNT AS ON 31ST MARCH, 2008

Particulars	AS AT 31.03.08
SCHEDULE-1 : RESERVES & SURPLUS	
Opening Balance	--
ADD : Profit/Loss During the year	915,206
	915,206
SCHEDULE -2 : CASH & BANK BALANCE	
The Surat Peoples Co op Bank	184,687
Cash On Hand	257,206
	441,893
SCHEDULE - 3: LOANS, ADVANCES, DEPOSIT & DEBTORS	
Shailesh J Parekh	80,000
Priyvanda Sudhri Parekh	51,000
Sonal Shailesh Parekh	40,000
Gujarat CoTex Ltd	292,313
Sai Computers	10,000
	473,313



M/S . GUJART COTEX LIMITED.

SCHEDULE : M : SCHEDULE FORMING PARTS OF ACCOUNTS.

01. BASIS OF PREPARATION OF FINANCIAL STATEMENT :

- (a) The Financial statement have been prepared under the historical cost with the generally accepted accounting principals and the provisions of the Company Act, 1956 as adopted consistently by the Company.
- (b) The Companies generally follows mercantile system of accounting and recognized significant items of income and expenditure on accrual basis. Except for the items specified elsewhere.

02. VALUATION OF INVENTORIES :

Raw Materials, packing materials, oil and Store & Spares are nil. Hence not valuation of inventories not applicable.

03. FIXED ASSETS AND DEPRECIATION :

Fixed Assets are valued at revaluation report. Depreciation on fixed assets are not provided on books. So the Company shown more profit to the extent of Depreciation allowed under companies act 1956.

Physical existence of Fixed Assets has been certified by the management.

04. AMORTISATION OF MISCELLANEOUS EXPENDITURE :

Preliminary expenses and Public issue expenses are provided at 10% in the books on last year's balance.

05. The Balance of Debtors, Creditors, Loans and Advances and opening Balance are subject to confirmation and reconciliation. Majority of Debtors are above six months.

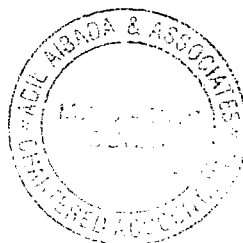
06. The previous year's figures have been reworked, regrouped rearranged and Reclassified wherever necessary.

07. Contingent Liabilities not provided in respect of :

Bill Discounting Rs. Nil
Previous year Rs. Nil

08. Provision of Income-tax has been not made since the company has accumulated Losses.

09. No provision has been made for gratuity as no employee has yet put up qualifying period of his service for entitlement for this benefit.



10. The Company is not required to obtain any license under industrial Regulations Act. Therefore the details of licensed capacity are no applicable. (Other details as certified by the management are a follows.)

<i>Unit</i>	<i>A/c. year 2007-2008</i>	<i>A/c. year 2006-2007</i>
Texturising Machine	1	1
Crimping Machine	2	2
Twisting Machine	2	2
Actual Production	NIL	Nil

- | | | |
|--|-----|-----|
| 11. CIF Value import in respect of : | Nil | Nil |
| 12. Expenditure & earning in Foreign currency during the year | Nil | Nil |
| 13. Amount remitted during the year in foreign currency on amount of Dividend. | Nil | Nil |

14. Payment of Auditors

<i>Auditor's Remuneration</i>	<i>A/c. year 2007-2008</i>	<i>A/c. year 2006-2007</i>
For Audit	Rs. 6000	Rs. 8980
For Tax Audit	Rs. 6000	Rs. 2244
Total	Rs. 12000	Rs. 11224

- | | | |
|----------------------------|---------|---------|
| 15. Directors Remuneration | Rs. NIL | Rs. NIL |
|----------------------------|---------|---------|

16. Quantitative Information

<i>Particulars</i>	<i>A/c. year 2007-2008</i>		<i>A/c. year 2006-2007</i>	
	<i>Kg.</i>	<i>Rs.</i>	<i>Kg.</i>	<i>Rs.</i>

OPENING STOCK

Raw Materials	-	-	-	-
Textu. & Crimped (Yarn)	-	-	-	-
Gray Cloth (Fabrics)	-	-	-	-

CLOSING STOCK

Raw Materials	-	-	-	-
Textu. & Crimped (Yarn)	-	-	-	-
Gray Cloth (Fabrics)	-	-	-	-



PURCHASE

Raw Materials	-	-	-	-
Textu. & Crimped (Yam)	-	-	0.00	0.000
Gray Cloth (Fabrics)	-	-	0.00	0.000
Fabrics	199883.00	14021160	147879.00	9092783

SALES


Raw Materials	-	-	-	-
Textu. & Crimped	-	-	-	-
Gray Cloth	-	-	-	-
Fabrics	199883.00	15303716	147879.000	10730660

CONSUMPTION

Indigenous			4248.00	212400
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17. The Company has during the year adopted Accounting Standard (AS-22) "Accounting for taxes on income" issued by the Institute of Chartered Accountant of India, However in view of loss during the year and also in past, no differed tax liability or Assets has been created.
18. Earning per share **0.39**
19. Related party disclosures are required by AS-18 given below. Other related party where common control exists Prabhat Infosys Ltd, Prabhat Oil Ltd.

For Aadil Aibada & Associates,
Chartered Accountants,


Proprietor.

Membership No. 45310.

Place:- Surat.

Date:- 14.07.2008.

For M/S. GUJARAT COTEX LIMITED.




DIRECTOR.

