



**ANJANI FABRICS LTD.**

**22nd  
ANNUAL REPORT  
2009 - 2010**

**BOARD OF DIRECTORS**

Shri Purshottam R. Agarwal  
Shri Anjani R. Agarwal  
Shri Radheshyam T. Agarwal  
Shri Devendrakumar B. Nathani  
Shri Ramniwas K. Pandia

**BANKERS**

BANK OF BARODA

**AUDITORS**

NAHTA JAIN & ASSOCIATES  
Chartered Accountants,  
Ahmedabad.

**SHARE TRANSFER AGENT**

SHAREPRO SERVICES (INDIA) PRIVATE LIMITED  
416-420 Devnandan Mall,  
Opp. Sanyas Ashram, Ashram Road,  
Ahmedabad- 380 006.

**REGISTERED OFFICE & WORKS**

Survey No. 170,  
Pirana Road, Piplej, Ahmedabad- 382405.  
Gujarat, India.  
[www.anjanifab.com](http://www.anjanifab.com), E-mail : [anjani.fabrics@gmail.com](mailto:anjani.fabrics@gmail.com)

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**NOTICE**

NOTICE is hereby given that the 22nd Annual General Meeting of the Members of ANJANI FABRICS LIMITED will be held at the Registered Office of the Company at Survey No.170, Pirana Road, Piplej, Ahmedabad-382405 on Thursday, 30th September, 2010 at 9.30 A.M. to transact the following business:

**ORDINARY BUSINESS:**

1. To receive, consider and adopt audited Balance Sheet as at 31st March, 2010, Profit & Loss Account for the year ended on that date and the Reports of the Directors' and the Auditors' thereon.
2. To appoint Director in place of **Mr. Radheshyam T. Agarwal**, who retires by rotation and being eligible offers him-self for reappointment.

3. To appoint Auditor and to fix their remuneration and in this regard to consider and if thought fit, to pass with or without modification(s) the following resolution as an **Ordinary resolution**:

"RESOLVED THAT M/S. Nahta Jain & Associates, Chartered Accountants, Ahmedabad [FRN-106801 W] be and is hereby appointed as Auditors of the Company, to hold office from the conclusion of this Meeting until the conclusion of next Annual General Meeting of the Company on such remuneration as shall be fixed by the Board of Directors."

**- SPECIAL BUSINESS:**

4. To consider and if thought fit, to pass with or without modification, the following resolution as **ORDINARY RESOLUTION**:

"RESOLVED THAT **Mr. Purshottam R. Agarwal** who was appointed as an additional director of the Company by the Board of Director with effect from 04.12.2009 and holds office upto the date of this Annual General Meeting under Section 260 of the Companies Act, 1956, be and is hereby appointed as a Director of the Company, whose period of office will be liable to retire by rotation."

5. To consider and if thought fit, to pass with or without modification, the following resolution as **ORDINARY RESOLUTION**:

"RESOLVED THAT **Ms. Anjani R. Agarwal** who was appointed as an additional director of the Company by the Board of Director with effect from 28.12.2009 and holds office upto the date of this Annual General Meeting under Section 260 of the Companies Act, 1956, be and is hereby appointed as a Director of the Company, whose period of office will be liable to retire by rotation."

6. To consider and if thought fit, to pass with or without modification, the following resolution as **ORDINARY RESOLUTION**:

"RESOLVED THAT **Mr. Ramniwas K. Pandia** who was appointed as an additional director of the Company by the Board of Director with effect from 28.12.2009 and holds office upto the date

of this Annual General Meeting under Section 260 of the Companies Act, 1956, be and is hereby appointed as a Director of the Company, whose period of office will be liable to retire by rotation."

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

PLACE: AHMEDABAD.

DATE: 01.08.2010

Chairman

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. A PROXY IN ORDER TO BE EFFECTIVE MUST BE RECEIVED BY THE COMPANY AT ITS REGISTERED OFFICE NOT LESS THAN 48 HOURS BEFORE THE TIME SCHEDULED FOR HOLDING THE MEETING.
2. Members desiring any information on the Accounts are requested to write to the Company at least one week before the meeting, so as to enable the Management to keep the information ready. Replies will be provided only at the meeting.
3. Members are requested to notify the Company of any change in their address (in full) with the postal area pin code number, quoting their folio numbers.
4. The Register of Members and the Share Transfer Books of the Company will remain closed from 27.09.2010 to 30.09.2010 (both days inclusive) for the purpose of Section 154 of the Companies Act, 1956.
5. Sharepro Services (India) Private Limited, Office at 416-420, Devnandan Mall, Opp. Sanyas Ashram, Ashram Road, Ahmedabad-380 006, is Registrars and Share Transfer Agents for Company's shares in Demat and Physical Form. The members are requested to please ensure that their shares are converted into Demat Form.
6. The relevant Explanatory Statement pursuant to section 173 (2) of the Companies Act, 1956 is annexed hereto.

**EXPLANATORY STATEMENT**

[Pursuant to the Provisions of Section 173 (2) of the Companies Act, 1956]

**ITEM NO. 4 OF THE NOTICE:-**

**Mr. Purshottam R. Agarwal** was appointed as additional director of the Company with effect from 04.12.2009 holds office up to the date of forthcoming Annual General Meeting. He is well qualified person and having very vast experience in the filed of marketing so it is in the interest of the Company to appoint him as a director of the Company. The board recommends for his appointment.

The Directors recommend the aforesaid resolution for adoption by the members.

None of the Directors are in any way concerned or interested except Mr. Purshottam R. Agarwal in the aforesaid resolution.

**ITEM NO. 5 OF THE NOTICE:-**

**Ms. Anjani R. Agarwal** was appointed as additional director of the Company with effect from 28.12.2009 holds office up to the date of forthcoming Annual General Meeting. He is well qualified person and having vast experience in the filed of marketing so it is in the interest of the Company to appoint him as a director of the Company. The board recommends for his appointment.

The Directors recommend the aforesaid resolution for adoption by the members.

None of the Directors are in any way concerned or interested except Ms. Anjani R. Agarwal in the aforesaid resolution.

**ITEM NO. 6 OF THE NOTICE:-**

**Mr. Ramniwas K. Pandia** was appointed as additional director of the Company with effect from 28.12.2009 holds office up to the date of forthcoming Annual General Meeting. He is having very vast experience in the filed of textile so it is in the interest of the Company to appoint him as a director of the Company. The board recommends for his appointment.

The Directors recommend the aforesaid resolution for adoption by the members.

None of the Directors are in any way concerned or interested except Mr. Ramniwas K. Pandia in the aforesaid resolution.

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

PLACE: AHMEDABAD.

Chairman

DATE: 01.08.2010

**DIRECTORS' REPORT**

The Shareholders,  
**ANJANI FABRICS LIMITED**  
 Ahmedabad.

Your Directors have great pleasure in presenting the **22nd** Annual Report together with the Audited statements of Accounts of your Company for the financial year ended on 31st March 2010.

**FINANCIAL RESULTS:**

Particulars	(Amount in Lacs)	
	Financial Year 2009-10	Financial Year 2008-09
Sales	22762.16	16907.60
Depreciation	451.89	464.88
Profit/(Loss) before Taxation	84.07	367.76
Provision for taxation current year	66.00	150.00
Profit/(Loss) after Tax	39.22	234.42
Add. Balance Brought forward from Previous year	1052.42	818.00
Amount available for Appropriation	1091.65	1052.42
Less: Proposed Dividend on Equity Shares	Nil	Nil
Less: Dividend Tax	Nil	Nil
Balance transferred to Balance Sheet	1091.65	1052.42

**OPERATIONS:**

During the year under review, the Company's total Sales was Rs. 22762.16 lacs as against the previous year sales of Rs. 16907.60 lacs. The Company has earned net profit of Rs.39.22 lacs as against the previous net profit of Rs. 234.42 lacs after providing depreciation of Rs. 451.89 and provision for taxation (current year) of Rs. 66.00 lacs for the financial year ended on 31st March, 2010.

**OUTLOOK FOR THE CURRENT YEAR 2009-10**

Yours Directors and top management have taken all measures to improve upon the performance of the Company by increasing revenues in finance and securities market as well as infrastructure activities. The Company is also in the process of implementing various cost effective measures to improve the operating margins. The management of the Company is planning to introduce new system of work control for effective results and also initiate a special Customer Relationship Module (CRM). For this, a special Business Process Department shall be set up.

**DIVIDEND:**

The Board is of the view that the Company should utilize its funds towards debt repayment and improving its working capital to the maximum extent possible. Accordingly, the directors do not recommend any dividend for the year ended March 31, 2010. The director submits that this will increase Shareholders' value in long term.

**FIXED DEPOSIT:**

The Company has not accepted any deposit from the public pursuant to the provisions of Section 58A of the Companies Act, 1956.

**DIRECTORS:**

Mr. Radheshyam T. Agarwal Director of the Company who retires by rotation at the ensuing Annual General Meeting, being eligible and offers him-self for re-appointment.

Mr. Purshottam R. Agarwal was appointed as Additional Director of the Company with effect from 04.12.2009 is eligible for re-appointment as director of the Company at the forthcoming Annual General Meeting.

Ms. Anjani R. Agarwal and Mr. Ramniwas K. Pandya were appointed as Additional Director of the Company with effect from 28.12.2009 are eligible for re-appointment as director of the Company at the forthcoming Annual General Meeting.

Mr. Mukesh H. Agarwal, Director and Mr. Rambhagat R. Agarwal, Managing Director were resigned with effect from 05.10.2009 and 02.11.2009 respectively. The Board takes on record the valuable contributions made by them.

#### **AUDITORS AND THEIR REPORTS:**

Auditors of the Company M/S. Nahta Jain & Associates, Chartered Accountants, Ahmedabad retires at the ensuing Annual General Meeting of the Company and are eligible for re-appointment. The Shareholders are requested to appoint the auditors and fix their remuneration.

The observations made by the Auditors' in their Auditors' report and the notes appearing in the accounts with regard to it are self-explanatory and do not requires further clarification by the Board.

#### **ADDITIONAL DISCLOSURES:**

In line with the requirements of the Listing Agreement with the Stock Exchanges and Accounting Standard of the Institute of Chartered Accountants of India, your Company has made additional disclosures in the notes on accounts for the year under review in respect of Related Party Transactions, Deferred Tax Liability, etc.

#### **CORPORATE GOVERNANCE REPORT:**

Your Company perceives Corporate Governance as an endeavor for transparency and a wholehearted approach towards continuous enhancement of shareholders' value. Your Company has been complying with the conditions of Corporate Governance as stipulated in Clause 49 of the Listing Agreement. Further, the Board of Directors of your Company constituted a Committee known as Corporate Governance Committee, which recommends the best practices in the Corporate Governance.

A separate report on Corporate Governance along with Auditors' Certificate on compliance with the Corporate Governance norms and stipulated in Clause 49 of the Listing Agreement, forming part of this report is annexed herewith.

#### **PARTICULARS OF EMPLOYEES:**

The statement showing particulars of employees under section 217(2A) of the Companies Act, 1956, read with the companies (Particulars of Employees) Rules, 1975, as amended, is not required to be given as there were no employees coming within the purview of this section.

#### **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO:**

Information pursuant to Section 217(1)(e) of the Companies Act 1956 read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 relating to the foregoing matters is given hereunder.

a)	Conservation of energy	:	Rs.10,56,34,658
b)	Technology absorption, research & development	:	Rs. 71,394
c)	<b>FOREIGN EXCHANGE EARNINGS AND OUTGO:</b>		
	Foreign Exchange Earnings during the year	:	Rs. —
	Foreign Exchange Outgo during the year	:	Rs. 3,23,84,080

#### **DIRECTORS' RESPONSIBILITY STATEMENT:**

Pursuant to the provisions of Section 217(2AA) of the Companies Act, 1956, the Directors of your Company confirm that:

- i) in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- ii) the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state

of affairs of the Company at the end of the financial year and of the profit or loss of the Company for that period;

- iii) the Directors have taken proper and sufficient care 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) the Directors have prepared the accounts on a "going concern basis".

**ACKNOWLEDGEMENT:**

Your Directors acknowledge their valuable contribution and appreciate the co-operation received from the bankers, customers and financial institutions for their continued assistance and support extended to the Company.

Your Directors also express their appreciation to all the employees of the Company for their sustained contribution throughout the period.

Yours Directors wish to thank the shareholders for their continued support, encouragement and the confidence reposed in the Management.

**FOR AND ON BEHALF OF THE BOARD OF DIRECTORS**

**PLACE: AHMEDABAD.**

**Chairman**

**DATE: 01.08.2010**



**REPORT ON CORPORATE GOVERNANCE FOR THE YEAR ENDED ON 31ST MARCH, 2010****1. THE CORPORATE GOVERNANCE PHILOSOPHY**

Corporate Governance at AFL is predicated by the need to "enhance shareholder value, keeping in view the interests of other stakeholders". This definition places emphasis on the need to strike a balance at all times between the need to enhance shareholders' wealth whilst not being detrimental to other stakeholders' interests. The imperative for Corporate Governance lies not merely in drafting a code of Corporate Governance, but in practicing it to achieve desired results.

Actual management of the Company vests with a team of senior executives, led by the Managing Director. They are vested with operational and financial powers through a well-structured process of delegation. The management team functions within the framework laid out by the Board and are accountable to the Board through the Managing Director for all their actions.

The Code therefore endeavours to address the following deliverables:

- ❖ Ensure that the quantity, quality and frequency of financial and managerial information, which management shares with the Board, fully places the Board members in control of the Company's affairs;
- ❖ Ensure that the decision making process is transparent and documentary evidence traceable through the minutes of the meetings of the Board/ Committee/ Executive Committees thereof;
- ❖ Ensure that executive action at the operating level is exercised within a framework of checks and balances but without debilitating the creative processes that need to be encouraged in the organization;
- ❖ Ensure the fullest commitment of the management and the Board to world class operating practices;
- ❖ Ensure that the Board exercises its fiduciary responsibilities towards Shareowners and Creditors, there by ensuring high accountability;
- ❖ Ensure that the extent to which the information is disclosed to present and potential investors is maximized;

It is evident that real onus of achieving the desired level of Corporate Governance, lies in the proactive initiatives taken to achieve desired results and not in the external measures like breadth and depth of a code or stringency of enforcement of norms.

**2. BOARD OF DIRECTORS**

The Board of AFL provides leadership and strategic guideline; objectively reviews management decisions and exercises control over the Company, while remaining at all times trustees of shareholders. The Board is accountable at all to the shareholders for creating, protecting and enhancing wealth and resources of the Company and reporting to them on the performance in a timely and transparent manner.

**- Scheduling and selection of agenda**

In terms of the Corporate Governance code, Board Meetings are scheduled with proper notice and the agenda for each meeting, along with explanatory notes are distributed in advance to the Board Members. Every Board Member is free to suggest the inclusion of items on the Agenda. Additionally,

while approving the 'Delegation of operational and financial powers' the Board has mandated the management to bring to its attention various operational powers exercised by the management from time to time for ratification or information. This information is also placed with the Board appropriately.

#### **-Frequency**

The Board meetings are held at least four times in a year, with a maximum time gap of four months between any two meetings.

#### **-Chairman**

Shri Purushottam R. Agarwal, Chairman of the Company, ensure that the Board meetings are conducted in a manner, which secures the effective participation of all directors and encourages all to make an effective contribution. He makes certain that all directors receive adequate information well in time and that the directors look beyond their duties and except full share of the responsibilities of Governance.

### **3. BOARD STRUCTURE**

The Board of Directors is having an appropriate mix of executive and non-executive independent directors as on 31st March, 2010. The Board of Directors is consisting of 5 (five) Directors at the end of the year March 31, 2010. The Chairman manages the day to day affairs of the Company. The Board comprises of Executive and Non-Executive Directors, with considerable experiences in their respective fields. AFL did not have any pecuniary relationship of transactions with the non-executive directors during the year under review. There are no material transactions where they have had personal interests that conflict with that of the Company.

Composition of the Board of Directors:

<b>Directors</b>	<b>No. of Directors</b>	<b>Percentage of total No. of Directors</b>
Executive	2	40
Non-Executive Director	3	60
<b>Total</b>	<b>5</b>	<b>100</b>

Numbers of Board Meetings held and the dates on which such meetings were held:

During the financial year 2009-10 the Board met 13 (Thirteen) times on 30.04.2009, 15.06.2009, 31.07.2009, 31.08.2009, 01.09.2009, 05.10.2009, 30.10.2009, 02.11.2009, 04.12.2009, 28.12.2009, 25.01.2010, 30.01.2010 and 20.03.2010 and the maximum gap between two meetings was not more than 4 months.

Attendance record of Directors attending the Board meetings and Annual General Meetings during the year 2009-10

Name of the Director	Designation/ Category	No. of Board Meetings		Last AGM attendance	No. of other Directorship & Committee Member/ Chairmanship in other Listed Companies		
		Held	Attended		Directorship	Committee Membership	Committee Chairmanship
Radheshyam Agarwal	Non-Executive Director	13	13	Yes	—	—	—
Devendrakumar Nathani **	Non-Executive/ Independent Director	13	08	Yes	—	—	—
Purshotam Agarwal#	Executive Director/ Promoter	13	04	Nb	01	01	01
Anjani Agarwal*	Executive Director/ Promoter	13	03	Nb	01	—	—
Ramniwas Pandia*	Non-Executive/ Independent Director	13	03	Nb	—	—	—
Mahadev M. Kharwal ##	Non-Executive/ Independent Director	13	02	Nb	—	—	—
Mukesh H. Agarwal @	Non-Executive/ Independent Director	13	03	Yes	—	—	—
Rambhagat R. agarwal ~	MD/ Executive Director	13	05	Yes	—	—	—
Vijaykumar M. Sharma #*	Non-Executive/ Independent Director	13	04	Yes	—	—	—

# Appointed w.e.f. 04.12.2009

\*\* Appointed w.e.f. 31.08.2009

\* Appointed w.e.f. 28.12.2009

## Ceased w.e.f. 31.07.2009

@ Ceased w.e.f. 05.10.2009

~ Ceased w.e.f. 02.11.2009

#\* Appointed w.e.f. 02.11.09 and Ceased w.e.f. 20.03.2010

None of the Director is a member in more than 10 Companies and Act as Chairman in more than 5 Companies across all Companies in which he is a Director.

#### 4. AUDIT COMMITTEE

The Company has a qualified & independent Audit Committee with Members of the Committee being majority of non-executive/ independent directors namely Mr. Radheshyam T. Agarwal, Shri Mukesh H. Agarwal upto 05.10.2009, Shri Mahadev M. Kharwal upto 31.07.2009, Shri Devendrakumar B. Nathani w.e.f. 31.08.2009 and Shri Ramniwas K. Pandia w.e.f. 28.12.2009. Shri Radheshyam T. Agarwal is Chairman of the Committee and he is a Non-executive Director. The role, terms of reference, authority and powers of the audit committee are in conformity with the requirement of Companies Act, 1956 and listing agreement.

##### Role/ Functions of the Committee:

- ❖ Reviewing with management the annual financial statements before submission to the Board.
- ❖ Recommending the appointment and removal of external auditors, fixation of audit fee and also approval for payment for any other services.
- ❖ Review of policies relating to risk management - operational and financial.
- ❖ Reviewing with the management, external and internal auditors and the adequacy of the internal control system.
- ❖ Discussion with internal auditors of any significant finding and follow-up thereon.

##### Powers of the Committee:

- ❖ To investigate any activity within its terms of reference.

- ❖ To secure attendance of and seek any information from any employee including representative of the prime shareholders (subject to their internal approvals).
- ❖ Compliance with accounting standards.
- ❖ To obtain outside legal or other professional advice, if necessary.
- ❖ To secure attendance of outsiders with relevant expertise, if it considers necessary.
- ❖ Compliance with Stock Exchange and legal requirements concerning financial statements.

#### Attendance at the Audit Committee Meetings- 2010

During the year the Audit Committee met 4 times on 30.04.2009, 31.07.2009, 30.10.2009, 30.01.2010 attendance of the members as under:

Name	Designation	No. of Meeting attended	
		Held	Attended
Mr. Radheshyam T. Agarwal	Non-Executive Director	4	4
Shri Mukesh H. Agarwal*	Non-Executive/ Independent Director	4	2
Shri Mahadev M. Kharwal**	Non-Executive/ Independent Director	4	2
Shri Devendrakumar B. Nathani #	Non-Executive/ Independent Director	4	2
Shri Ramniwas K. Pandia ##	Non-Executive/ Independent Director	4	1

\* Ceased w.e.f. 05.10.2009

\*\* Ceased w.e.f. 31.07.2009

# Appointed w.e.f. 31.08.2009

## Appointed w.e.f. 28.12.2009

#### 5. REMUNERATION AND COMPENSATION COMMITTEE

The Remuneration Committee consists of only Non-executive Directors which evaluates and finalizes among other things, compensation and benefits of the Executive Directors. The Committee consists by Mr. Radheshyam T. Agarwal, Shri Mukesh H. Agarwal upto 05.10.2009, Shri Mahadev M. Kharwal upto 31.07.2009, Shri Devendrakumar B. Nathani w.e.f. 31.08.2009 and Shri Ramniwas K. Pandia w.e.f. 28.12.2009. Mr. Radheshyam Agarwal is Chairman of the Committee.

#### 6. SHAREHOLDERS TRANSFER AND GRIEVANCES COMMITTEE

This committee consists of 3 directors namely Mr. Radheshyam T. Agarwal, Shri Mukesh H. Agarwal upto 05.10.2009, Shri Mahadev M. Kharwal upto 31.07.2009, Shri Devendrakumar B. Nathani w.e.f. 31.08.2009 and Shri Ramniwas K. Pandia w.e.f. 28.12.2009. Mr. Radheshyam Agarwal is Chairman of the Committee. The committee was constituted to redress shareholders'/ investors' complaints etc. relating to delay in transfer of shares, non-receipt of annual accounts, delay in balance sheet, split-up share certificate, issue duplicate certificate, transmission of shares, dematerialization of shares etc. relating to the shares issued by the Company. The Chairman of the Company has been authorized by the Board to approve such transfers within the time stipulated under the Listing Agreement. Further the complaints of the above nature are promptly attended by the Compliance Officer.

There is no pending, unsolved complaint of Shareholders of the Company and no pending Share Transfer.

Shri Radheshyam T. Agarwal is a Compliance Officer of the Company.

Shareholders desiring to communicate with the Company on any of the matters relating to the shares, may visit in personal or write to the Company.

#### 7. SHARE TRANSFER SYSTEMS

All the shares received are processed by the Registrar and Share Transfer Agent of the Company. Share transfers are registered and returned within maximum of 30 days from the date of lodgment if documents are complete in all respects, subject to exercise of option under compulsory transfer cum-dematerialization procedure; share certificates are either dematerialized or returned within the time limit as prescribed by the authorities.

#### 8. REGISTRAR AND SHARE TRANSFER AGENT

M/s. Sharepro Services (India) Private Limited having its Office at 416-420, Devnandan Mall, Opp. Sanyas Ashram, Ashram Road, Ahmedabad-380 006 is the Registrar & Share Transfer Agent for physical and dematerialized shares.

##### Address of the Correspondence:

##### Regd. Office:-

Survey No.170, Opp. Advance Petrochem Limited, Pirana Road, Piplej, Ahmedabad- 382405

Investors Correspondence/ Complaints to be address to:

##### SHRI RADHESHYAM T. AGARWAL

Compliance Officer

E-mail: anjani.fabrics@gmail.com

or

SHAREPRO SERVICES (INDIA) PRIVATE LIMITED

The Registrar & Share Transfer Agent, Ahmedabad.

Statement of the various complaints received and cleared by the Company during the year ended on 31st March, 2010 as under:

Sr. No.	Nature of Complaints	Numbers of Complaints			
		Pending as on 01.04.09	Received	Resolved	Pending as on 31.03.10
1	Non receipt of dividend/ annual report	Nil	Nil	Nil	Nil
2	Complaints relating to dematerialization of shares	Nil	Nil	Nil	Nil
3	Complaints relating to transfer of securities/ issue of duplicate certificate.	Nil	Nil	Nil	Nil
4	Others	Nil	Nil	Nil	Nil
	Total	Nil	Nil	Nil	Nil

**9. GENERAL BODY MEETINGS****Location and time for last 3 years Annual General Meetings:**

Financial Year	AGM	Location	Date	Time A.M./ P.M.
2008-09	21st	Survey No.170, Opp. Advance Petrochem Limited, Pirana Road, Piplej, Ahmedabad-382405.	30.09.2009	10.00 A.M.
2007-08	20th	Survey No.170, Opp. Advance Petrochem Limited, Pirana Road, Piplej, Ahmedabad-382405	25.09.2008	09.00 A.M.
2006-07	19th	2/1, 2nd Floor, Chitra Ami Apartment, Neat Times of India, Ashram Road, Ahmedabad-380009	29.09.2007	09.30 A.M.

No extra-ordinary general meeting was held during the financial year 2009-10.

**10. RESOLUTION CARRIED OUT THROUGH POSTAL BALLOT**

The Company has not passed any Special Resolution through postal ballot during the year and at the forthcoming Annual General Meeting, no resolution is proposed to be passed through Postal Ballot.

**11. DISCLOSURES**

- ❖ There are no materially significant related party transactions i.e. transactions of the Company of material natures, with its promoters, the directors or the managements, their subsidiaries or relatives etc., that may have potential conflict with interest of the Company at large.
- ❖ No penalties or strictures were imposed on the Company by the Stock Exchange or SEBI or any statutory authority, on any matter related to capital markers, during the last three years.
- ❖ The Company has complied with various rules and regulations prescribed by the Stock Exchange and SEBI during the last three years. No penalties or strictures have been imposed by them on the Company.

**12. CATEGORIES OF SHAREOWNERS-31-03-2010**

Category	No. of Shares Held	Voting Strength (%)
Promoters	4383495	46.14
Resident Individuals	2489063	26.21
Financial Intuitions/ Banks	Nil	Nil
Bodies Corporate	2626089	27.64
NRIs/ OCBs	1353	0.01
Others	Nil	Nil
<b>Total</b>	<b>9500000</b>	<b>100.00</b>

**13. DISTRIBUTION OF SHAREHOLDING AS ON 31.03.2010**

Share Balance	Holders	% of Total	Total Shares	% of Total
1 - 500	2543	82.35	703400	7.40
501 - 1000	341	11.04	277348	2.92
1001 - 2000	108	3.50	170880	1.80
2001 - 3000	22	0.71	56236	0.59
3001 - 4000	11	0.36	40264	0.42
4001 - 5000	11	0.36	51500	0.54
5001 - 10000	14	0.45	109469	1.15
10001 - And above	38	1.23	8090903	85.18
<b>TOTAL</b>	<b>3088</b>	<b>100</b>	<b>9500000</b>	<b>100</b>

**14. MEANS OF COMMUNICATION**

The Company has submitted its quarterly, half yearly and yearly financial results to the Stock Exchanges as well as published in leading Newspapers normally in leading English and in Vernacular daily Newspapers immediately after its approval by the Board. The Company did not send the half yearly report to the Shareholders of the Company.

**15. LISTING ON STOCK EXCHANGES**

The Shares of the Company are listed at **Ahmedabad Stock Exchange Limited (ASE)** and **Bombay Stock Exchange Limited (BSE)**.

**16. STOCK CODE AND DEMAT ISIN NO.**

Stock Exchange	Scrip Code	Demat ISIN No.
BSE - Mumbai	521131	INE-363 D 01018
ASE - Ahmedabad	004350	

**17. STOCK MARKET DATA**

Monthly high and low of closing quotations of shares traded on the Bombay Stock Exchange Limited, Mumbai.

Month	Highest (Rs)	Lowest (Rs)
April, 2009	10.43	08.96
May, 2009	09.80	08.18
June, 2009	12.49	09.77
July, 2009	10.96	09.00
August, 2009	12.70	09.58
September, 2009	16.18	12.80
October, 2009	13.45	11.45
November, 2009	11.99	09.52
December, 2009	12.40	09.50
January, 2010	14.60	11.00
February, 2010	15.20	11.42
March, 2010	11.99	09.13

**18. GENERAL SHAREHOLDERS INFORMATION**

Corporate Identity No. (CIN)	L17119GJ1988PLC011120
Date of Incorporation	16th August, 1988
Date and time of Annual General Meeting	Thursday, 30th September, 2010 at 9.30 A.M.
Venue of Annual General Meeting	Survey No.170, Opp. Advance Petrochem Limited, Pirana Road, Piplej, Ahmedabad- 382405, Gujarat
Dates of Book Closure	27.09.2010 to 30.09.2010 (both days inclusive)

***Financial Year Calendar (tentative and subject to change) (01.04.2010 to 31.03.2011)***

Financial reporting for the first quarter ending on 30th June, 2010	Last week of July, 2010
Financial reporting for the Half year ending on 30th September, 2010	Last week of October, 2010
Financial reporting for the Third quarter ending on 31st December, 2010	Last week of January, 2011
Financial reporting for the year ending on 31st March, 2011	Last week of April, 2011
Annual General Meeting for the year ending on 31st March, 2011	Last week of September 2011

FOR AND ON BEHALF OF THE BOARD OF DIRECTOR

PLACE: AHMEDABAD.

Chairman

DATE: 01.08.2010



**Certification by CEO and CFO of the Company**

The Board of Directors,  
Anjani Fabrics Limited  
Ahmedabad.

I, Purushottam R. Agarwal, CEO, CFO and Director of Anjani Fabrics Limited to the best of my knowledge and belief certify that:

1. I have reviewed the Balance Sheet, Profit & Loss Account and its schedules & notes on accounts as well as the Cash Flow Statement and Directors' Report for the year ended 31st March, 2010 and that to the best of my knowledge and belief.
  - ❖ these statement do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
  - ❖ these statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
2. I also certify that to the best of my knowledge and the information provided to me, there are no transactions entered into by the Company during the year which are fraudulent, illegal or volatile of the Company's Code of Conduct.
3. I am responsible for establishing and maintaining internal controls for financial reporting and that I have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and I have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which I am aware and the steps. I have taken or propose to take to rectify these deficiencies.
4. I have indicated to the Auditors and the Audit Committee:
  - ❖ significant changes in internal control, if any, over financial reporting during the year;
  - ❖ significant changes, if any, in accounting policies during the year and that the financial statements; and
  - ❖ instances of significant fraud of which I have become aware and the involvement therein, if any, of the management or any employee having a significant role in the company's internal control system.
5. I further declare that all Board Members and Senior Management personnel have affirmed compliance with the Code of Conduct for the year ended on 31st March, 2010.

FOR AND ON BEHALF OF THE BOARD OF DIRECTOR

PLACE: AHMEDABAD.

Chairman

DATE: 01.08.2010

**Certification on Corporate Governance:**

To the members of Anjani Fabrics Limited

We have examined the compliance of conditions of Corporate Governance by **Anjani Fabrics Limited** for the year ended 31st March, 2010, as stipulated in Clause 49 of the Listing Agreement of the Company with the Stock Exchanges.

The compliance of condition 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 conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanation given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement.

We have been explained that no investor grievances are pending for a period exceeding one month against the Company as per the records maintained by the Company.

We further state that such compliances is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

FOR, NAHTA JAIN & ASSOCIATES  
CHARTERED ACCOUNTANTS

(C.A. GAURAV NAHTA)  
PARTNER  
M.No.116735

PLACE : AHMEDABAD  
DATE : 01.08.2010

## AUDITORS' REPORT

The Members

M/S. ANJANI FABRICS LIMITED

Ahmedabad

1. We have audited the attached Balance Sheet of ANJANI FABRICS LIMITED at 31st March 2010 and the Profit & 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.
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 statements presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) 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 & 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 so far as its appears from our examination of the books;
  - iii) The Balance Sheet and Profit & Loss Account and Cash Flow Statement dealt with by this report are in agreement with such books of accounts of the Company;
  - iv) In our opinion, the Balance Sheet and Profit & Loss Account "Except in case of retirement benefits as refer to in Note No. 2(vii) in Schedule "R" as the Company follows "pay as you go basis" comply with the accounting standards referred to in Sec. 211(3) of the Companies Act, 1956.
  - v) On the basis of representations received from the Directors of the company, we report that, no director is disqualified as on 31-3-2010 from being appointed as a director of the company under the 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 the case of Balance Sheet, of the state of affairs of the Company as at 31st March 2010.
    - b) In the case of Profit & Loss Account, of the profit for the year ended on that date; and
    - c) In the case of Cash Flow statement, of the cash flows for the year ended on that date.

As per our Report of Even Date  
For and on Behalf of  
Nahta Jain & Associates  
Chartered Accountants  
Firm Regn. No. 106801W

(CA.GAURAV NAHTA)

Partner

M.No.116735

Place : Ahmedabad  
Date : 01.08.2010

**Annexure to Auditor's Report (Referred to in 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) The Fixed Assets have been physically verified by the management during the year and we are informed that no material discrepancies were noticed on such verification.
- c) The company has not disposed off any substantial fixed Assets during the year; hence the going concern status does not affect.
- ii) a) Physical verification of Inventory has been conducted by the management at reasonable intervals during the year. 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 nature of its 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) a) The company has taken unsecured loan of Rs.7,23,08,194/- from Two parties in the register maintained under section 301 of the Companies Act, 1956. The Amount outstanding as at year ending was Rs.7.23 Crores. The company has not granted any loan, secured loan or unsecured loan to companies, firm or other parties in the register maintained under section 301 of the companies Act, 1956.
- b) In our opinion, the rate of interest wherever applicable and other terms & conditions on which loans have been accepted from firm and other parties covered in the register maintained under section 301 are not prejudicial to the interest of the company.
- c) The payment of principal and interest is regular wherever applicable.
- d) There has been no overdue amount during the year.
- 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. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal controls.
- v) a) The transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1956 have been so entered.
- b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangement entered in the register maintained under section 301 of the Company Act, 1956 and exceeding the value of rupees five lakhs in respect of any party during the year have been made at prices which are reasonable having regard to prevailing market prices at the relevant time.
- vi) The Company has not accepted any deposit from the public during the year.
- vii) In our opinion, the company has an internal audit system commensurate with its size and nature of its business.
- viii) We are informed that the maintenance of cost records under section 209(1) (d) of the Companies Act, 1956 are not required for the company.
- ix) a) The company is generally regular in depositing the undisputed statutory dues including Provident Fund, Employees State Insurance, Income Tax, Sales Tax, Custom Duty, Excise Duty, Cess and any other statutory dues with the appropriate authorities.

- b) According to the information and explanations given to us, no undisputed amounts payable in respect of afore mentioned dues were in arrears, as at 31st March 2010 for a period of more than six months from the date they became payable.
- c) According to the information and explanations given to us, no statutory dues have not been deposited on account of dispute.
- x) In our opinion, the company does not have any accumulated losses and has not incurred cash losses during the financial year covered by our audit and 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 or banks. As there are no debentures, the question of repayment does not arise.
- xii) The company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and 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, 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) In our opinion and according to the information and explanations given to us, the terms and conditions on which the company has given guarantee for loans taken by others from banks or financial institutions are not prima-facie prejudicial to the interest of Company.
- xvi) In our opinion and according to the information and explanations given to us, the term loans availed by the company were, prima facie, applied by the company during the year for the purposes for which the loans were obtained.
- xvii) According to the information and explanation given to us and on an overall examination of the Balance Sheet of the company, we report that the no funds raised on short term basis have been used for long term investment. No Long term funds have been used to finance short term assets except permanent working capital.
- xviii) The company has not made preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the companies Act, 1956. The company has not issued shares to parties covered in the register maintained under section 301 of the companies Act, 1956
- xix) The company has not issued any debentures during the year and therefore clause 4(xix) of the companies (Auditor's Report) order, 2003 is not applicable.
- xx) The Company has not raised money during the year.
- xxi) According to the information and explanations give to us, no fraud on or by the company has been noticed or reported during the course of our audit.

As per our Report of Even Date  
For and on Behalf of  
Nahta Jain & Associates  
Chartered Accountants  
Firm Regn. No. 106801W

(CA GAURAV NAHTA)  
Partner  
M.No.116735

Place : Ahmedabad  
Date : 01.08.2010

**BALANCE SHEET AS AT 31ST MARCH 2010**

PARTICULARS	SCHEDULE	CURRENT YEAR	PREVIOUS YEAR
<b><u>SOURCES OF FUNDS:</u></b>			
<b><u>Shareholder's funds :</u></b>			
Share Capital	A	95000000	95000000
Reserve & Surplus	B	132640824	128718729
<b><u>LOAN FUNDS :</u></b>			
Secured Loans	C	522994644	456315251
Unsecured Loans	D	130171511	94912769
Deffered Tax Liability		3157351	7138188
		<b><u>883964330</u></b>	<b><u>782084937</u></b>
<b><u>APPLICATIONS OF FUNDS :</u></b>			
Fixed Assets	E	229907336	244676790
Investments	F	500100	500100
Current Assets, Loans & Advances			
Current Assets	G	863443089	778247033
Loans & Advances		17995159	21118468
		<b><u>881438248</u></b>	<b><u>799365501</u></b>
Less: Current Liabilities & Provisions	H	<b><u>227923328</u></b>	<b><u>262541402</u></b>
Net Current Assets		653514920	536824099
Priliminary Exps.		41974	83948
		<b><u>883964330</u></b>	<b><u>782084937</u></b>
Notes of Accounts	R		

**AS PER OUR REPORT OF EVEN DATE,**

**For Nahta Jain & Associates**  
**Chartered Accountants,**  
**Firm Rgn No. 106801W**

**(CA Gaurav Nahta)**  
**Partner**  
**M. NO. 116735**

**Place : Ahmedabad**  
**Date : 01.08.2010**

**For and On Behalf of Board of Directors**  
**Purshottam R. Agarwal**  
**Anjani R. Agarwal**  
**Radheshyam T. Agarwal**  
**Devendrakumar B. Nathani**  
**Ramniwas K. Pandia**

**Place : Ahmedabad**  
**Date : 01.08.2010**

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

PARTICULARS	SCHEDULE	CURRENT YEAR	PREVIOUS YEAR
<b>INCOME :</b>			
Sales	I	2276215587	1690759554
Other Income	J	1268764	1919458
Variation in stock	K	-57605253	126344844
		<b>2219879098</b>	<b>1819023856</b>
<b>EXPENDITURE :</b>			
Cost of Material Used	L	1860344527	1349470941
Manufacturing Expenses	M	207341271	293509980
Administrative Expenses	N	7616660	13255037
Payment & Prov. To Employee's	O	19963475	21676468
Selling & distribution Exp.	P	5261142	10129507
Financial Charges	Q	65756075	47718385
Depreciation	E	45189410	46487718
		<b>2211472560</b>	<b>1782248036</b>
Profit/(Loss) for the year before Tax		8406538	36775820
Less : Provision for Taxation			
Current Tax		6600000	15000000
Fringe Benefit Tax		0	437711
Deferred Tax Liability		-3980837	-1857714
		<b>5787375</b>	<b>23195823</b>
Add./Less: Excess Prov. of I. T. w/back		1865280	246559
Profit After Tax		<b>3922095</b>	<b>23442382</b>
Add: Balance Brought forward from Previous Year		105242479	81800097
Amount Available for Appropriation		109164574	105242479
<b>APPROPRIATION</b>			
Less : Proposed Dividend on Equity Shares		Nil	Nil
Dividend Tax		Nil	Nil
Balance transferred to Balance Sheet		<b>109164574</b>	<b>105242479</b>
Significant Accounting Policies and Notes on Accounts	R		

**AS PER OUR REPORT OF EVEN DATE,**

**For Nahta Jain & Associates**  
**Chartered Accountants,**  
**Firm Rgn No. 106801W**

**(CA Gaurav Nahta)**  
**Partner**  
**M. NO. 116735**

**Place : Ahmedabad**  
**Date : 01.08.2010**

**For and On Behalf of Board of Directors**  
**Purshottam R. Agarwal**  
**Anjani R. Agarwal**  
**Radheshyam T. Agarwal**  
**Devendrakumar B. Nathani**  
**Ramniwas K. Pandia**

**Place : Ahmedabad**  
**Date : 01.08.2010**

**SCHEDULE "A" SHARES CAPITAL**

	CURRENT YEAR	PREVIOUS YEAR
Authorised Share Capital 10000000 (Prev. Yr. 10000000) Equity Shares of Rs. 10/- each (Prev. Yr. Rs. 10/- each)	100000000	100000000
Issued Subscribed & Paidup Share Capital 9500000 (Prev. Yr. 9500000) Equity Shares of Rs. 10/- each fully Paidup (Prev. Yr. Rs. 10/- each)	95000000	95000000

**SCHEDULE "B" OF RESERVE & SURPLUS**

Profit & Loss A/c	109164574	105242479
Less: Transferred to Deferred tax liability	0	0
Capital Reserve Account	6109750	6109750
Share Premium	17366500	17366500
	132640824	128718729

**SCHEDULE "C" OF SECURED LOANS****BANK OF BARODA C/C**

(Cash Credit against Hyp. Of stock of Raw Material work in process Finished Goods & Book Debts)	201243348	147372092
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**BANK OF INDIA C/C**

(Cash Credit against Hyp. Of stock of Raw Material work in process Finished Goods & Book Debts)	166055332	114254564
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<b>BANK OF BARODA Term Loan Under</b>	85280045	111609725
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**Technical Upgradation Fund Scheme**

(Secured by Hyp. Of Plant & Machineries)		
<b>BANK OF BARODA Corporate Loan</b>	12639876	29056506
Bank of India Star Channel	49722111	49592378

**Further Secured By :**

(i) Personal Guarantee of Directors of the Company

(ii) Equitable Mortgage on Factory land  
and building and Hyp. Of Movable assets  
of the Company viz. Book debts and inventories.**Other Loans :**

ICICI Bank (Hypo. Of vehicle)	840357	1808930
Reliance Capital (Hypo. Of vehicle)	99910	945190
H.D.F.C. Bank (Hypo. Of vehicle)	7113665	1675866
	522994644	456315251

**SCHEDULE "D" OF UNSECURED LOANS**

Sundry Deposits	130171511	94912769
	130171511	94912769

**SCHEDULE "F" OF INVESTMENTS****TRADE INVESTMENT****(A) UNQUOTED**

ICICI Mutual Fund	500000	500000
1 (1) Share of Rs. 100/- each of Social Co-op Bank Ltd.	100	100

**TOTAL (A+B)**

500100	500100
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**SCHEDULE "G" OF CURRENT ASSETS, LOANS & ADVANCES****A. CURRENT ASSETS**

1. Inventories (As valued and certified by Management)		
Finished Goods	174139701	176864432
Work-in-progress Own	30012992	84590628
Work-in-progress Job	1056141	1359027
Raw Material	132356661	116345735
Colour Chemicals	19382871	20410845
Packing Material	360842	397569
Coal	811329	1520630
Stores & spare Parts	11116948	3386223
	369237485	404875089

**2. Debtors**

(Unsecured considered goods)		
More than Six Months	24378503	20477510
other debts	443633156	335423395
	468011659	355900905

**3. Cash & Bank Balance**

Cash in hand	1367787	1927350
Bank balance in Current Account	73635	1983724
Bank of Baroda margin money	18956734	11271132
UBI FDR	80000	80000
Bank of India margin money	5175833	2208833
	25653989	17471039

**4. Accured Interest**

	539956	741089
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**TOTAL A**

863443089	778988122
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**B. LOANS & ADVANCES**

Sundry Advances (Recoverable in cash or kind or for value to be received)		
Advance to Suppliers of Goods & Services & Employees and other receivable	8931847	13371077
Security Deposits	3905182	1657709
Income Tax & Tds	5158130	5348593
<b>TOTAL B</b>	17995159	20377379
<b>TOTAL A + B</b>	881438248	799365501

**SCHEDULE "H" OF CURRENT LIABILITIES & PROVISIONS****A. CURRENT LIABILITIES**

Creditors for grey and colour chemicals	178853725	201313612
Creditors for stores and spares	24317483	20970613
Creditors for process and other expenses	18152120	24813691
<b>TOTAL (A)</b>	221323328	247097916

**B. Provisions**

Provision For Fringe Benefit Tax	0	437711
Provision For Income Tax	6600000	15000000
Provision For Wealth Tax	0	5775
<b>TOTAL (B)</b>	6600000	15443486
<b>TOTAL (A + B)</b>	227923328	262541402



**SCHEDULE " I " OF SALES**

Export Sales	0	3621503
Sales (Less Returns/Trade Discount)	2022139534	1429425162
Job Sales	220915288	200563773
Traded Goods Grey Sales	33160765	57149116
	<u>2276215587</u>	<u>1690759554</u>

**SCHEDULE " J " OF OTHER INCOME**

Interest on Fixed Deposit	927968	814200
Duty Drawback	0	309338
Exchange Fluctuation	0	595920
Profit on sale of Machinery	133290	0
Rent	207500	0
Share Dividend	6	0
ISO Benefit	0	200000
	<u>1268764</u>	<u>1919458</u>

**SCHEDULE " K " OF VARIATION IN STOCK**

Stock at Close		
Finished Goods	174139701	175864432
Work-in-progress Own	30012992	84590628
Work-in-progress Job	1056141	1359027
	<u>205208834</u>	<u>262814087</u>
Stock at Commencement		
Finished Goods	176864432	86736099
Work-in-progress Own	84590628	48684092
Work-in-progress Job	1359027	1049052
	<u>262814087</u>	<u>136469243</u>
Increase / Decrease in stock	<u>- 57605253</u>	<u>126344844</u>

**SCHEDULE " L " OF COST OF MATERIAL USED**

Printed Purchase	890657385	240861080
Raw Material (Grey) Consumed :		
Opening Stock	116345735	116345735
Add: Purchase	867326175	903950431
Custom Duty & Clearing & Forwarding	0	1507762
Add: Grey Dalali	1152516	1418673
	<u>984824426</u>	<u>1023222601</u>
Less: Closing Stock	<u>132356661</u>	<u>116345735</u>
	<u>852467765</u>	<u>906876866</u>

**Colour Chemical Consumed :**

Opening Stock	20410845	20410845
Add: Purchase	115821899	205988433
Add: Custom Duty & Premium	438005	628707
Add: Clearing & Forwarding	528983	94379
Less: Resale & Return Goods	597484	3580687
	<u>136602248</u>	<u>223541677</u>
Less: Closing Stock	<u>19382871</u>	<u>20410845</u>
	<u>117219377</u>	<u>203130832</u>
TOTAL	<u>1860344527</u>	<u>1350988778</u>

**SCHEDULE " M " OF MANUFACTURING EXPENSES**

Process Charges	48725512	63400606
Power & Fuel Consumed	105634658	146479172

Freight & Octroi Cartage	5812239	10936927
Design Expenses	23009	172290
Stores & Spares and Repairs	38451559	55157360
Factory Expenses	222989	535315
Testing charges	48385	656178
Packing Material & Expenses	8103177	15343581
Gujarat Pollution Control Board	319743	828551
	<u>207341271</u>	<u>293509980</u>

**SCHEDULE " N " OF ADMINISTRATIVE EXPENSES**

Postage & Telephone Expenses	1090534	2540066
Printing & Stationery	803718	1285671
Rent, Rate & Taxes	412135	1767726
Insurance Charges	917226	979743
Consulting & Professional Charges	740683	2213745
Auditors Remuneration	192500	193025
Advertisement	54509	34482
Charity & Donation	32557	4101
Education Fee	51200	180151
Electric Expenses	535973	462735
Office & General Expenses	191330	316272
Vehicle Expenses	1279669	1362831
Legal Expenses	12839	8830
Misc. Expenses	109242	244849
Computer Expenses	851421	848704
Ocean Freight	0	99884
Service Tax Expenses	299150	670249
Preliminary Exp.	41974	41973
	<u>7616660</u>	<u>13255037</u>

**SCHEDULE "O" PAYMENTS & PROV. TO EMPLOYEE'S**

Salary	16499897	17943887
Bonus	436830	681500
Staff welfare	400812	487479
P.F.	1016534	969859
E. S.I.	357985	359178
Labour compensation	0	0
Wages	<u>1251417</u>	<u>1234565</u>
	<u>19963475</u>	<u>21676468</u>

**SCHEDULE "P" SELLING & DISTRIBUTION EXPS.**

Claim Vataav Incentive (Net)	738207	2526915
Brokerage & Commission Dalali	2894444	4110753
Sales Promotion Expenses	436458	1444718
Travelling Expenses	483143	1149373
Sales Tax Expenses	509456	872887
Sample Putha Expenses	199434	24861
	<u>5261142</u>	<u>10129507</u>

**SCHEDULE " Q " OF FINANCIAL CHARGES**

Bank Commission & Charges	5600381	7701463
Bank Interest & Other Interest(net)	60155694	40016922
	<u>65756075</u>	<u>47718385</u>

## SCHEDULE "E" OF FIXED ASSETS

NO	NAME OF THE ASSETS	%	GROSS BLOCK					DEPRECIATION BLOCK			NET BLOCK		
			AS ON 1.04.09	ADDITION	DUTY	DEDUCTION	TOTAL	AS ON 1.04.09	FOR THE YEAR	ADJUSTED	AS ON 31.03.10	AS ON 31.03.10	AS ON 31.03.09
1	PLANT & MACHINERY	20.87%	296189318	10416051	0	662206	305943163	140046494	34252060	645496	173653058	132290105	156142824
2	FACTORY BUILDING	10%	69608215	6226093	0	0	75834308	17321997	5280506	0	22602503	53231805	52286218
3	ELECTRIC INSULATION	13.91%	5723957	0	0	0	5723957	1386170	603386	0	1989556	3734401	4337787
4	AIR CONDITION	13.91%	1269113	131000	0	0	1400113	317107	149846	0	466953	933160	952006
5	COMPUTER	40%	2659503	124029	0	0	2783532	1474645	503638	0	1978283	805249	1184858
6	CYCLE	20%	15455	0	0	0	15455	13283	434	0	13717	1738	2172
7	FURNITURE	18.10%	3400293	282388	0	0	3682681	987496	453753	0	1441249	2241432	2412797
8	TELEPHONE & FAX	13.91%	528438	38845	0	0	567283	142010	58599	0	200609	366674	386428
9	MOTOR CAR	25.89%	9378303	9652562	0	0	19030865	4547655	2084471	0	6632126	12398739	4830648
10	METADOR	30.00%	3629750	0	0	0	3629750	2233062	419006	0	2652068	977682	1396688
11	OFFICE EQUIPMENT	13.91%	764238	426800	0	0	1191038	279651	81166	0	360817	830221	484587
12	H.T.LINE	13.91%	1887331	0	0	0	1887331	1026104	119797	0	1145901	741430	861227
13	TUBEWELL	5%	1056347	0	0	0	1056347	327951	36420	0	364371	691976	728396
14	PIPE INSULATION	13.91%	6127165	0	0	0	6127165	1782457	604349	0	2386806	3740359	4344708
15	SCOOTER	25.89%	662780	52321	0	0	715101	275451	108180	0	383631	331470	387329
16	WATER POLLUTION	20.87%	3796258	0	0	0	3796258	2703516	228055	0	2931571	864687	1092742
17	ROAD	5%	707442	365000	0	0	1072442	123844	45909	0	169753	902689	583598
18	ZEROX	13.91%	205000	0	0	0	205000	61273	19992	0	81265	123735	143727
19	WEIGHT BRIDGE	13.91%	515093	0	0	0	515093	190671	45127	0	235798	279295	324422
20	LIFT	13.91%	1168157	0	0	0	1168157	487238	94716	0	581954	586203	680919
21	W.I.P.												
	FACTORY BUILDING		1056196	83790		1056196	83790	0	0	0	0	83790	1056196
	PLANT & MACHINERY		10056513	1193983	0	0	11250496	0	0	0	0	11250496	10056513
	Drainage & Pipeline			2500000			2500000					2500000	
	Current Year		420404865	31492862	0	1718402	450179325	175728075	45189410	645496	220271989	229907336	244676790
	Previous Year		365190658	69674049	0	14459842	420404865	129240357	46487718	0	175728075	244676790	235950301

**SCHEDULE "R" NOTES ON ACCOUNTS****SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS****A. Significant Accounting Policies****Accounting Convention**

The financial statements are prepared under the historical cost convention on the "Accrual Concept" of accountancy in accordance with the accounting principles generally accepted in India and comply with the accounting standards issued by the Institute of Chartered Accountants of India to the extent applicable and with the relevant provisions of the Companies Act, 1956.

**Use of Estimates**

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which results are known / materialized.

**Fixed Assets**

The Gross Block of Fixed Assets are shown at the cost which includes taxes, duties (Net of Cenvat) and other identifiable direct expenses and interest on borrowings attributable to acquisition of Fixed Assets upto the date of Commissioning of the assets.

In case of new projects / expansion of existing projects, expenditure incurred during construction / preoperative period including interest and finance charges on specific / general purpose loans, prior to commencement of commercial production are capitalized. The same has been allocated to the respective fixed assets on completion of construction / erection of the capital project / fixed assets.

Capital assets (including expenditure incurred during the construction period) under erection / installation are stated in the Balance Sheet as "Capital Work in Progress."

**Impairment of Assets**

At each balance sheet date, the Company reviews the carrying amounts of its fixed assets to determine whether there is any indication that those assets suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of impairment loss. Recoverable amount is the higher of an asset's net selling price and value in use. In assessing value in use, the estimated future cash flows expected from the continuing use of the asset and from its disposal are discounted to their present value using a pre-tax discount rate that reflects the current market assessments of time value of money and the risks specific to the asset.

**Depreciation**

The company has provided depreciation on fixed assets by written Down valued at the rates specified in schedule XIV of The Companies Act, 1956. However depreciation is taken for the whole month in which assets is installed.

Depreciation on additions to / deletions from fixed assets made during the period is provided on pro-rata basis from / up to the month of such addition / deletion as the case may be.

**Investments**

Long term investments are stated at cost. Current investments are stated at lower of cost and market

price. Provision for diminution in the value of long term investments is made only if such a decline is other than temporary in the opinion of the management.

**Inventories**

- 1) Grey Cloth, Colour & chemical, packing material are valued at cost.
- 2) Semi finish goods are valued at estimated cost as per "Full absorption basis" in accordance with the revised Accounting Standard - 2.
- 3) Finished goods are valued at cost or net realizable value, whichever is less.

Due consideration is given to the saleability of the stock and no obsolete or unserviceable /damaged items included therein except at their net realizable value.

**Revenue Recognition**

Sales are recognized when goods are supplied. Sales are net of trade discounts, rebates and vat. It does not include interdivisional sales.

Revenue in respect of other item is recognized when no significant uncertainty as to its determination or realization exists.

**Borrowing Cost**

Borrowing costs that are attributable to the acquisition, construction or production of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes a substantial period of time to get ready for its intended use. All other borrowing costs are charged to revenue.

**Employee Benefits**

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.

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.

**Taxes on Income**

Income tax expenses for the year comprises of current tax and deferred tax. Current tax provision is determined on the basis of taxable income computed as per the provisions of the Income Tax Act. Deferred tax is recognized for all timing differences that are capable of reversal in one or more subsequent periods subject to conditions of prudence and by applying tax rates that have been substantively enacted by the balance sheet date.

**Provision, Contingent Liabilities and Contingent Assets**

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources.

Contingent liabilities are not recognized but are disclosed in the notes.

Contingent assets are neither recognized nor disclosed in the financial statements.

**B. Notes on Accounts**

1. Quantitative Information

- a) Class of Goods Manufactured
- Fabric
  - Printing & Dying Grey Cotton & MM Fabrics
- b) Licensed /Installed Capacity

Sr.No.	Particular	Unit	2009-10	2008-09
i)	Licensed Capacity		N.A.	N.A.
ii)	Installed Capacity (As certified by the Management)		Not Ascertained	Not Ascertained

- c) Information about Production, Turnover and Stock of Finished Goods

- 1) Production

Sr.No	Particulars	2009-10 Quantity (Mtr/Kg)	2008-09 Quantity (Mtr/Kg)
i)	Finished Cloth	23291140	28531004

\*After adjustment of shrinkage of 90,908 Meters (Previous Year 2,21,525 Meters)

- 2) Sales

Sr. No.	Particulars	2009-10		2008-09	
		Quantity (Mtr/Kg)	Value Rs.	Quantity (Mtr/Kg)	Value Rs.
i)	Finished Cloth	41523788	2022139534	31944351	1429425162
ii)	Grey Cloth	1146092	33160765	2049689	57149116
iii)	Job Charges	-----	220915288	-----	200563773

- 3) Purchases

Particulars	2009-10		2008-09	
	Quantity (Mtr/Kg)	Value Rs.	Quantity (Mtr/Kg)	Value Rs.
Grey/Fabric Consumed	40128360	1712280461	34355914	1092573423
Grey Cloth Traded	1146092	30844689	2049689	55164523
Colour Chemical	-----	117219377	-----	195723538

- 4) Closing Stock

Particulars	2009-10		2008-09	
	Quantity (Mtr/Kg)	Value Rs.	Quantity (Mtr/Kg)	Value Rs.
Finished Goods	3509860	174139701	3691196	176864432
Semi Finished Goods	911530	30012992	2216532	84590628
Grey	2522596	132356661	4088469	116345735

- d) Imported and indigenous Raw-Materials, Stores and Spare parts and Components consumed during the year:

Sr. No.	Particulars	2009-10		2008-09	
		Indigenous	Imported	Indigenous	Imported
1)	RAW MATERIALS				
i)	Grey/Fabric	1738715653	4409497	1142004445	11742958
	% Consumption	99.75 %	0.25 %	98.98 %	1.02 %
2)	STORES & SPARES				
	Stores & Spares	32122289	6329270	43538982	11618378
	% Consumption	83.54 %	16.46 %	78.94 %	21.06 %
3)	COLOUR & CHEMICALS				
	Colour & Chemicals	103351913	13867464	192622343	3101195
		88.17 %	11.83 %	98.42 %	1.58 %

- e) CIF Value of Imports during the year Rs. 3,27,34,651/- (Previous Year Rs. 2,69,63,508.)
- f) Expenditure in foreign currency, remittance in foreign currency and earnings in foreign currency during the year Rs. 3,23,84,080/- (Previous Year Rs. 2,44,15,894/-)
- g) Value of Export (FOB) Rs. NIL (Previous Year Rs. 30,58,938)
2. The Profit and Loss Account includes:
- (i) Auditors Remuneration

Particulars	2009-10	2008-09
For Audit	140300	140300
For Tax Audit	52200	52725
TOTAL	192500	193025

### 3. DEFERRED TAX

Major components of deferred tax are:

Particulars	As at March 31, 2010	As at March 31, 2009
<b>Deferred Tax Liability</b>		
Depreciation	3157351	7138188
<b>Deferred Tax Assets</b>		
Disallowance under the Income Tax Act, 1961		
Deferred Tax Liability (Net)	3157351	7138188

## 4. Micro &amp; Small Enterprises Dues

As per information given to us there were no amount overdue and remaining outstanding to Small scale and/or ancillary Industrial suppliers on account of principal and/or interest as at the close of the year. Based on the information available with Company, there are no dues outstanding to Micro and Small Enterprises as defined under Micro, Small and Medium Enterprises Development Act, 2006 for more than 45 days as at March 31, 2010.

5. Figures have been rounded off to nearest rupees.
6. Balances of Sundry Creditors, Debtors, Loans & Advance and Receivables are subject to confirmation.
7. Previous year's figures have been regrouped/rearranged wherever necessary so as to make them comparable with the figures of the current year.
8. Provision for income-tax is based on the taxable profits of the company in accordance with the Income - tax Act, 1961.
9. Estimated amounts of contracts remaining to be executed on capital account and not provided for Rs.16,91,631/- (Previous year Rs.42,61,843/-).
10. Contingent Liability on account duty saved due to import against EPCG license is Rs.29,73,278/- (Previous Year Rs.72,24,340/-), which has to be met by fulfilling an export obligation of Rs. 2,38,26,224/- (Previous Year Rs. 5,77,94,739/-) in eight years.
11. Amount of borrowing cost capitalized as per "Accounting Standard-16", during the year was Rs. NIL/- (Previous Year Rs. 8,84,138/-)
12. There are no separate reportable segments as per Accounting Standard 17 as the entire operations of the Company relate to one segments, viz. the Textile.
13. There is no lease transaction during the year as per "Accounting Standard - 19".
14. As required by "Accounting Standard -20" the basic Earning Per Share (EPS) is Rs.0.41 arrived at by dividing the Profit After Tax (PAT) by the total number of shares issued and subscribed as at the end of the year.
15. During the year company has paid a sum of Rs. 25 Lacs to Textile Process Association towards contribution to drainage line. The same has been shown as Plant & Machinery WIP pending completion of the project by the association.
16. Disclosures in respect of related parties as defined in Accounting Standard 18, with whom transactions have taken place during the year are given below:-

(a) Associate Bodies Corporate	:	Balhanuman Fabrics Pvt. Ltd.
		Anunay Fab Ltd.
		Gujarat Investa Ltd.
(c) Directors and their relatives	:	Radheshyam Tilokchand Agarwal
		Purushottam Radheshyam Agarwal
		Anjani Radheshyam Agarwal

Following transactions were carried out with the related parties in the ordinary course of business:

Particulars	Associates Companies	Directors' & Relatives	Concerns in which Directors are interested
1. Sales & other Inc.	30,55,13,994	NIL	6,65,92,005
2. Purchase & other Ser.	22,06,80,573	NIL	24,74,43,821
3. Remuneration	NIL	1,65,600	NIL
4. Purchase of Assets	NIL	NIL	NIL
5. Deposit Received	17,30,13,300	NIL	NIL
6. Deposit Paid	15,66,30,000	NIL	NIL
7. Interest Recd.	NIL	NIL	NIL
8. Interest Paid	12,85,968	21,000	NIL
9. Rent Paid	NIL	2,40,000	NIL
10. Investment in Equity	NIL	NIL	NIL
11. Balance outstanding	Dr./Cr. (Net)	7,97,46,506 (CR.)	

The particulars given above have been identified on the basis of information available with the company.

17. Earning Per Share (EPS):

Particulars	2009-10	2008-09
Profit after tax as per profit & loss Account	39,22,095	2,34,42,382
Average number of Equity Shares (Face value Rs. 10/- each)	95,00,000	64,10,274
Basic and Diluted EPS	Rs. 0.41	Rs. 3.66

18. Schedule A to R form integral part of Balance Sheet and Profit and Loss Account and are duly authenticated.

**AS PER OUR REPORT OF EVEN DATE,**

**For Nahta Jain & Associates**  
Chartered Accountants,  
Firm Rgn No. 106801W

(CA Gaurav Nahta)  
Partner  
M. NO. 116735

Place : Ahmedabad  
Date : 01.08.2010

**For and On Behalf of Board of Directors**  
**Purshottam R. Agarwal**  
**Anjani R. Agarwal**  
**Radheshyam T. Agarwal**  
**Devendrakumar B. Nathani**  
**Ramniwas K. Pandia**

Place : Ahmedabad  
Date : 01.08.2010



## ADDITIONAL INFORMATION PURSUANT TO PART-IV OF SCHEDULE VI TO THE COMPANIES ACT, 1956.

**BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE****I. Registration Details**

Registration No.	11120
State Code	04
Balance Sheet Date	31/03/2010

**II. Capital Raised During the Year****(Amount Rs.)**

Public Issue	NIL
Right Issue	NIL
Bonus Issue	NIL
Private Placement	

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

Total Liabilities	883964330
Total Assets	883964330

**Sources of Funds**

Paid -up capital	95000000
Share Application Money	NIL
Reserves & Surplus	132640824
Secured Loans	522994644
Unsecured Loans	130171511
Deferred Tax Liability	3157351

**Application of Funds**

Net Fixed Assets	229907336
Investments	500100
Net Current Assets	653514920
Accumulated Losses	NIL

**IV. Performance of the Company (Rs. In Thousand)**

Turnover & Other Income	2219879098
Total Expenditure	2211472560
Profit/Loss Before Tax	8406538
Profit/Loss after Tax	3922095
Earning Per Share in Rs.	0.41
Dividend Rate % (Annualised)	

**V. Generic Names of Principal Products / Services of the Company (As per monetary terms)****Product Description**

1) Fabrics

<b>A. CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2009</b>			
<b>PARTICULARS</b>	<b>CURRENT YEAR</b>	<b>PREVIOUS YEAR</b>	
NET PROFIT BEFORE TAX AND EXTRA ORDINARY ITEMS	8406538	36775820	
<b>ADJUSTMENT FOR:</b>			
DEPRECIATION	45189410	46487718	
PRELIMINARY EXPENSES	41974	41973	
INTEREST RECEIVED	(927968)	(814200)	
LOSS ON SALE OF FIXED ASSETS			
LOSS ON SALE OF SHARES			
PROFIT ON SALE OF FIXED ASSETS			
PROFIT ON SALE OF SHARES			
DIVIDEND RECEIVED			
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	52709954	82491311	
TRADE AND OTHER RECEIVABLE	(112110754)	(188250811)	
INVENTORIES	35637604	(127665554)	
LOANS AND ADVANCES	7540350	4728120	
TRADE PAYABLES	(41212299)	7154138	
CASH IN FLOW FROM OPERATIONS	(57435145)	(221542796)	
CASH IN FLOW BEFORE EXTRAORDINARY ITEMS	(57435145)	(221542796)	
DIRECT TAX PAID	(5158130)	(5348593)	
EXTRA ORDINARY ITEMS (PRIOR PERIOD ADJUSTMENT)	1865280	246559	
<b>NET CASH IN FLOW FROM OPERATING ACTIVITIES</b>	<b>(60727995)</b>	<b>(226644830)</b>	
<b>B. CASH OUT FLOW FROM INVESTING ACTIVITIES</b>			
SALE OF FIXED ASSETS			
INTEREST RECEIVED	927968	814200	
PURCHASES OF FIXED ASSETS	(29774460)	(55214207)	
PURCHASES OF INVESTMENTS		(500000)	
DIVIDEND RECEIVED			
<b>NET CASH OUT FLOW FROM INVESTING ACTIVITIES</b>	<b>(28846492)</b>	<b>(54900007)</b>	
<b>C. CASH IN FLOW FROM FINANCING ACTIVITIES:</b>			
PROCEEDS OF PUBLIC ISSUE	0	41437500	
INCREASE IN SECURED LOANS	66679393	209132709	
INCREASE IN UNSECURED LOANS	35258742	43367812	
PRELIMINARY EXP.			
PUBLIC ISSUE EXPENSES			
<b>NET CASH IN FLOW FROM FINANCING ACTIVITIES</b>	<b>101938135</b>	<b>293938021</b>	
<b>NET INCREASE IN CASH AND CASH EQUIVALENT</b>	<b>12363648</b>	<b>12393184</b>	
NET CASH AND CASH EQUIVALENT (OPENING CASH BALANCE)	17471039	5077855	
NET CASH AND CASH EQUIVALENT (CLOSING CASH BALANCE)	25653989	17471039	

**AUDITORS REPORT**

We have verified the attached Cash Flow Statement of ANJANI FABRICS LIMITED derived from the audited financial statements and the books and records maintained by the company for the year ended 31st March, 2010 and found the same in agreement therewith.

FOR, NAHTA JAIN & ASSOCIATES  
Chartered Accountants,  
Firm Regn. No. 106801W

Place : Ahmedabad,  
Date : 01.08.2010

(Gaurav Nahta)  
Partner  
M.No.116735

**ANJANI FABRICS LIMITED**

Regd. Office: Survey No.170, Opp. Advance Petrochem Limited, Pirana Road, Piplej, Ahmedabad-382405

**PROXY FORM**

Regd. Folio No.:----- Shares held:-----

I/We ----- of -----

Being a Member/ Members of Anjani Fabrics Limited hereby appoint -----

----- of failing him/ her -----

of ----- as my/ our Proxy to attend and vote for me/us on my/ our behalf at the 22nd Annual General Meeting of the Company to be held on Thursday, 30th September, 2010 at 9.30 a.m. at Survey No.170, Opp. Advance Petrochem Limited, Pirana Road, Piplej, Ahmedabad-382405 and at any adjournment thereof.

Signed on this ----- day of -----2010.

Affix a 1 Rupee Revenue Stamp
--

Signature of the Shareholder(s):-----

" The Proxy form should be signed by the member across the stamp.

" A member intending to appoint a Proxy should complete the Proxy Form and deposit it at the Company's Regd. Office, at least 48 hours before the commencement of the meeting.

-----Tear Here-----

**ANJANI FABRICS LIMITED**

Regd. Office: Survey No.170, Opp. Advance Petrochem Limited, Pirana Road, Piplej, Ahmedabad-382405

**ATTENDANCE SLIP**

[To be handed over at the entrance of the meeting hall]

Registered Folio No.:----- No. of Shares held:-----

DP ID No.\*:----- Client ID No.\*:-----

Name of the attending Member/ Proxy:-----

[IN BLOCK LETTER]

I hereby record my presence at this 22nd Annual General Meeting held at Survey No.170, Opp. Advance Petrochem Limited, Pirana Road, Piplej, Ahmedabad-382405 on Thursday, 30th September, 2010 at 9.30 a.m.

Member's/ Proxy's Signature

\* Applicable for investors holding shares in electronic form only.

" A member or his duly appointed Proxy willing to attend the meeting must bring this Attendance Slip to the meeting and handover at the entrance duly filled in.

BOOK - POST

TO,

If Undelivered please return to :

**ANJANI FABRICS LIMITED**

Survey No. 170, Opp. Advance Petrochem Limited,  
Pirana Road, Piplej, Ahmedabad- 382405.  
Gujarat, India.

GIRISH - AHMEDABAD Ph. 2277834