



J

The Janshri Ranjitsinghji Spg. & Wvg. Mills Co. Ltd.

102nd Annual Report and Accounts 2009-2010

BOARD OF DIRECTORS

Shri Prem Ratan Damani
Chairman & Managing Director

Shri Navratan Damani
Joint Managing Director

Shri J. P. Singhal
Executive Director

Shri E.A.K. Faizullahoy

Shri Kiranbhai J Shah

Shri S.K. Somany

GENERAL MANAGER

Shri J.M. Adhia

SOLICITORS

M/s. Mulla & Mulla and Craigie Blunt and Caroe

AUDITORS

M/s. Mittal & Associates
Chartered Accountants

BANKERS

Bank of India

MILLS & REGISTERED OFFICE

Fatehchand Damani Nagar,

Station Road,

Solapur – 413 001

LISTED AT

The Stock Exchange – Mumbai.

NOTICE

NOTICE is hereby given that the Hundred and Second Annual General Meeting of the Shareholders of THE JAMSHRI RANJITSINGHJI SPG & WVG. MILLS CO. LTD., will be held at the Company's Registered office at Fatehchand Damani Nagar, Station Road, Solapur - 413 001, on Thursday the 15th day of July, 2010 at 04.30 P.M.(S.T.) to transact the following business;

- 1) To receive and adopt the Directors' Report and Audited Balance Sheet as at 31st March,2010.
- 2) To Appoint a Director in place of Shri Kiranbhai J. Shah, who retires by rotation but, being eligible, offers himself for reappointment.
- 3) To appoint Auditors and to fix their remuneration.

SPECIAL BUSINESS:

- 4) To consider and if thought fit to pass with or without modifications , the following Resolution as a Special Resolution

"RESOLVED THAT pursuant to Section 198,269,309,310 and other applicable provisions, if any, of the Companies Act,1956 and (Subject to the approval of the Shareholders in the General Meeting) and the Central Government, the approval of the Company be and is hereby accorded to the appointment of Shri P.R.Damani as the Managing Director of the Company for a further period of 5 years with effect from 1st October,2010 on the following terms and conditions:

- I. SALARY : Rs.50,000/-(Rupees Fifty Thousand only) Per month
- II. COMMISSION : One percent of the net profits of the Company, subject to ceiling of 50% of the salary or Rs.3,00,000/-per annum whichever is less
- III. PERQUISITES : The Managing Director, Shri P.R.Damani shall also be entitled to the perquisites listed below, subject to the condition that the perquisites listed under part 'A' shall be limited to the annual salary or Rs. 9,00,000/- per annum whichever is less.

PART - A

- (i) HOUSING : House Rent allowance @ 30% of the salary. The expenditure incurred on gas, electricity, water and furnishings will be valued as per the Income Tax Rules 1962 which will be subject to a ceiling of 10% of the salary
- (ii) MEDICAL REIMBURSEMENT : Reimbursement of expenses incurred for self and family subject to a ceiling of one month's salary per year or three month's salary for a period of three years
- (iii) LEAVE TRAVEL CONCESSION : For self, wife and dependant children once a year to and from any place subject to the condition that only actual fares and no hotel expenses etc. will be allowed.
- (iv) PERSONAL ACCIDENT INSURANCE : Of an amount, the annual premium of which shall not exceed Rs. 4,000/- per annum.
- (v) CLUB FEES : Fees of Clubs, subject to maximum of two clubs provided no life membership fee or admission fees is paid.

PART-B

- (i) COMPANY'S CONTRIBUTION TOWARDS PROVIDENT FUND SUPERANNUATION FUND AND PENSION : As per Rules of the Company, but not exceeding 25% of the salary as laid down under the Income-Tax Rules, 1962.
- (ii) GRATUITY : Not exceeding one-half month's salary for each completed year of service.

PART -C

- (i) CAR : Free use of Car with driver for the Company's business
- (ii) TELEPHONE : Free telephone facility at residence.

OTHER PERQUISITES:

- (i) LEAVE : One full pay and allowance as per Rules of the Company but not exceeding one month's leave for every 11 months of service subject to condition that leave accumulated but not availed of will not be allowed to be encashed.

THE JAMSHRI RANJITSINGHJI SPG. & WVG. MILLS CO. LTD.

- (ii) ENTERTAINMENT : Reimbursement of all entertainment and all other expenses actually and properly incurred for the business of the company which will not be treated as an item of remuneration for the purpose of the Companies Act, 1956.
- MINIMUM REMUNERATION : Where in any financial year during the tenure of Mr. P.R.Damani as the Managing Director, if the Company has no profit or the profits are inadequate then there will be no reduction in the remuneration by way of Salary or perquisites.

By Order of the Board of Directors

Place : Mumbai
Date : 24th May,2010

P.R DAMANI
CHAIRMAN

NOTES:

- (a) A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND ON A POLL TO VOTE INSTEAD OF HIMSELF AND A PROXY NEED NOT BE A MEMBER.
- (b) The Register of Members and Shares Transfer Books in respect of Equity Shares of the Company will remain closed from 17th June,2010 to 24th June,2010 (both days inclusive).
- (c) Shareholders are requested to intimate immediately any change in their registered address.
- (d) Shareholders seeking any information with regard to Accounts are requested to write to the Company early so as to enable the management to keep the information ready.
- (e) BRIEF RESUME OF THE DIRECTORS SEEKING APPOINTMENT OR RE-APPOINTMENT AT THE ANNUAL GENERAL MEETING AS REQUIRED UNDER CLAUSE 49 OF THE LISTING AGREEMENTS.

ITEM 2

Shri Kiranbhal J Shah

Shri Kiranbhal J Shah is a reputed share broker with a wide experience of more than 40 years in the trade and business. He is a member of the Audit Committee and Chairman of the Shareholders/ Investors Grievances Committee constituted by the Board of Directors of the Company. The Board considers that the Company would benefit from his experience and knowledge and recommends his re-appointment as Director on Board of Company under item No. 2 of the Agenda of accompanying Notice of 102nd Annual General Meeting of the Members of the Company.

ITEM 4

Shri P.R.Damani

Shri P.R.Damani is holding directorship in 6 Companies. He was appointed as the Managing Director for a period of 5 years which term will expire on 30th September, 2010. Shri P.R. Damani is an Industrialist with vast and varied experience and he has been closely associated with textile industry for a long time. He has devoted time and energy for the growth of the Company. As a result of his stewardship the Company has launched and successfully completed modernization and expansion programmes. Because of his deft and efficient handling of the affairs, the Company has been able to achieve changes in product mix to cater to the changing consumer's tastes.

In the circumstances the Board at its meeting held on 24th May,2010 decided to continue to avail of the services of Shri P.R.Damani and reappoint him as the Managing Director for a further period of 5 years w.e.f. 1st October,2010 at the remuneration mentioned in the Special Resolution.

None of the Directors is in any way interested or concerned with the Special Resolution except Shri P.R.Damani himself, Shri N.R.Damani is interested as his brother though he has no pecuniary interest. Directors commend the Special Resolution to your approval.

This may be treated as an abstract u/s 302 of the Companies Act, 1956.

ONE HUNDRED & SECOND REPORT OF THE DIRECTORS

We present our Annual Report of the Company with the audited statement of accounts for the year ended 31st March, 2010.

1. FINANCIAL RESULTS

	THIS YEAR	PREVIOUS YEAR
Gross Profit/(Loss)	5,07,28,342	9,53,798
ADDITIONS/DEDUCTIONS		
Depreciation	35,22,252	46,72,890
Profit/(Loss) before taxation	4,72,06,090	(37,19,092)
Add/Less: Fringe Benefit Tax	0	2,16,117
: Share premium account as per sanctioned Rehabilitation Scheme of B.I.F.R.	0	13,96,00,920
: Balance brought forward	(14,40,41,936)	(27,97,07,647)
Profit/(Loss) dealt with as under	(9,68,35,846)	(14,40,41,936)
Surplus/(Deficit) carried to Balance Sheet	(9,68,35,846)	(14,40,41,936)

2. DIVIDEND

In the absence of positive-net worth of the Company it is not possible for the Directors to recommend any dividend.

3. RESPONSIBILITY STATEMENT

As stipulated in Section 217(2AA) of Companies Act, 1956 your Directors subscribe to the "Directors' Responsibility Statement" and confirm as under:

- that in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- that the directors have selected such accounting policies and applied them consistently and made judgment and estimates that are 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 the period;
- that the directors have taken proper and sufficient care of the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- that the directors have prepared the annual accounts on a going concern basis.

4. WORKING

The working during the year under review improved compared to previous year. This was possible with continued efforts for improvement in quality of products and establishing more value added products. The performance would have been better but for substantial increase in the price of basic raw materials viz. Polyester Staple Fibre & Viscose Staple Fibre. Intermittent power supply has adversely affected the productivity.

As per Rehabilitation Scheme of B.I.F.R. the Government of Maharashtra has sanctioned reliefs in respect of Electricity duty and Octroi duty amounting to Rs.113 Lacs and Rs.156 Lacs respectively for the period from 01/04/2007 to 31/03/2010. The same has been considered in the accounts.

In terms of settlement with Bank of India the Company has also written back liabilities of Rs.114 Lacs.

5. CORPORATE GOVERNANCE

A separate report on Corporate Governance is enclosed as a part of this Annual Report of the Company. A certificate from Auditors of the Company regarding compliance of Corporate Governance as stipulated under clause 49 of the Listing Agreement is annexed to the report on Corporate Governance.

6. CURRENT OUTLOOK

With the change in product mix and efforts for manufacturing fancy yarn, the Management is hopeful of better performance. Further, reduction in Finance cost will also be helpful in lowering the cost. Increase in the range of products is expected to yield better realisation of the products.

Government's emphasis to increase power generation will enable to receive uninterrupted power supply without fluctuation in voltage. This will be helpful in increasing the production and reducing the cost.

7. DIRECTORS

Under Articles 146 of the Articles of Association of the Company, Shri Kiranbhai J Shah retires by rotation and is eligible for reappointment.

8. INSURANCE

Your Company's Buildings, Plant and Machinery, Tool, Electrical installations, Stock in Process, Finished Goods and Raw Materials have been adequately insured.

9. PUBLIC DEPOSITS

The Company has not taken any Fixed Deposit from the Public.

10. AUDITORS' REPORT

Auditors' Report para VI & VII are self explanatory and do not call for any specific response u/s. 217(3) of the Companies Act, 1956.

THE JAMSHRI RANJITSINGHJI SPG. & WVG. MILLS CO. LTD.

11. AUDITORS

You are requested to appoint the Auditors to hold office from conclusion of the meeting till the conclusion of the next Annual General Meeting and fix their remuneration. The retiring Auditors, M/s. Mittal & Associates, Chartered Accountants being eligible offer themselves for reappointment.

12. COST AUDITORS

The Company has appointed S.V. Vhate and Associates, Cost Accountant for conducting the Cost Audit of the Textiles for the financial year ended March, 2011.

13. PARTICULARS OF EMPLOYEES

There is no Employee in receipt of remuneration exceeding Rs.2,00,000/- p.m. or part thereof or Rs.24,00,000/- p.a. Accordingly no particulars are furnished u/s. 217(2A) of the Companies Act.

14. ACKNOWLEDGEMENTS

Your Directors place on record the timely assistance and cooperation given to the Company by Bank of India. Your Directors also place on record their appreciation of contribution made by the employees at all levels to the operations of the Company during the year under review.

15. CONSERVATION OF ENERGY, TECHNOLOGY, ABSORPTION AND FOREIGN EARNING AND OUTGO

Information pursuant to Section 217(i)(e) of the Companies (Disclosure of Particulars in the report of Board of Directors) Rules 1988 is given in the annexure.

For and on behalf of the Board

Place : MUMBAI
Date : 24h May,2010

P.R. DAMANI
CHAIRMAN

ANNEXURE "A" TO DIRECTORS REPORT

PARTICULARS REQUIRED UNDER THE COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF THE BOARD OF DIRECTORS) RULES, 1988.

A. CONSERVATION OF ENERGY

a. ENERGY CONSERVATION MEASURES TAKEN.

- i) POWER FACTOR IS MAINTAINED NEARER TO UNITY.
- ii) INSTALLATION OF ELECTRONICS CHALKS.
- iii) INSTALLATION OF ENERGY SAVING SPINDLES.
- iv) OILING MACHINE INSTALLED FOR CHANGING & TOPPING THE OIL ON RING FRAMES.

b. ADDITIONAL INVESTMENT AND PROPOSAL IF ANY BEING IMPLEMENTED FOR REDUCTION IN CONSUMPTION OF ENERGY.

- i) INVERTER DRIVE TO BE FITTED ON CARDING MACHINES & SPEED FRAMES.
- ii) ELECTRONIC CHALKS TO BE FITTED ON BALANCE TUBES LIGHTS
- iii) TO CHANGE THE DRAFTS SYSTEM OF SPEED FROM PNUMETIC TO SPRING LOADED.

c. IMPACT OF MEASURES AT (a) AND (b) ABOVE FOR REDUCTION OF ENERGY CONSUMPTION AND ON THE COST OF PRODUCTION OF GOODS.

- i) THE POWER FACTOR IMPROVEMENT HAS SAVED THE ENERGY AND ATTRACTED DISCOUNT ON ENERGY BILL.
- ii) INVERTERS ON CARDING MACHINE WILL ELIMINATE CUMBERSOME. MECHANICAL DRIVE AND REDUCE THE ELECTRICITY LOAD ON MACHINES.
- iii) ENERGY SAVING SPINDLES HAVE NOT ONLY REDUCED ENERGY CONSUMPTION BUT HELPED THE MACHINE TO WORK AT HIGHER SPEED.
- iv) OILING DEVICE HAS HELPED IN AVOIDING EXCESS OR LESS OILING OF SPINDLES & FILTERING USED OIL DURING TOPPING THEREBY CONSIDERABLE SAVING IN ENERGY.
- v) INSTALLATION OF ELECTRONIC CHALKS HAVE REDUCED ENERGY CONSUMPTION.

d. TOTAL ENERGY CONSUMPTION AND ENERGY CONSUMPTION PER UNIT OF THE PRODUCTION : FORM - "A" ENCLOSED.

B. TECHNOLOGY ABSORPTION.

e. EFFORTS MADE IN TECHNOLOGY ABSORPTION : FORM - "B" ENCLOSED.

C. FOREIGN EXCHANGE EARNING AND OUTGO.

(RS. IN LACS)

- | | |
|----------------------------|-----|
| i) FOREIGN CURRENCY EARNED | NIL |
| ii) FOREIGN CURRENCY USED. | NIL |

NOTES : FORMING PART OF ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2010

FORM "A"

A. POWER AND FUEL CONSUMPTION

	CURRENT YEAR 1.4.2009 - 31.03.2010	PREVIOUS YEAR 1.4.2008 - 31.03.2009
1. Electricity		
a) Purchased		
Unit (kwh) in lakhs	119.88	119.10
Total Amount (Rs. in lakhs)	498.51	511.44
Rate/Unit (Rs.)	4.16	4.29
b) Own generation through Diesel Generator		
Units (KWH) in lakhs	0.00	0.00
Total Cost (Rs. in lakhs)	0.00	0.00
Cost/Unit (Rs.)	0.00	0.00
2. Coal		
Quantity in M. Tons	0.00	0.00
Total Cost (Rs. in lakhs)	0.00	0.00
Average Rate (Rs./M.Tons)	0.00	0.00
3. Other Fuels		
Quantity in M. Tons	0.00	0.00
Total Cost (Rs. in lakhs)	0.00	0.00
Average Rate (Rs./M.Tons)	0.00	0.00

B. CONSUMPTION PER UNIT OF PRODUCTION

1. Electricity (Units)		
per kg of yarn	3.60	3.25
per linear metre of fabric	0.00	0.00
2. Fuels (Rs.)		
per kg of yarn	0.00	0.00
per linear metre of fabric	0.00	0.00

FORM - B

DISCLOSURE OF PARTICULARS WITH RESPECT OF TECHNOLOGY ABSORPTION, RESEARCH AND DEVELOPMENT (R & D)

1. SPECIFIC AREAS IN WHICH R & D CARRIED OUT BY THE COMPANY.

- i) MODIFICATION OF DRAFTING SYSTEM ON SPEED FRAMES FOR IMPROVED WORKING OF MAN MADE FIBRE.
- ii) MODIFICATION OF CLEANING DEVICE FOR CARDING MACHINES.

2. BENEFIT DERIVED AS A RESULT OF THE ABOVE R & D.

PRODUCT DEVELOPMENT /IMPROVEMENT

- i) INCREASE IN PRODUCTIVITY AND CONSISTENT QUALITY.
- ii) REDUCTION IN MACHINE BREAKDOWN DUE TO IMPROVED CLEANING OF MACHINES.

3. IMPORT SUBSTITUTION

NIL

4. FURTHER PLAN OF ACTION:

- i) TO ESTABLISH PRODUCTION OF FANCY YARN.

5. EXPENDITURE ON R & D.

(RS. IN LACS)

a) CAPITAL	NIL
b) RECURRING	3.72
c) TOTAL	3.72
d) TOTAL R & D EXPENDITURE AS A PERCENTAGE OF TOTAL TURNOVER	0.08

TECHNOLOGY ABSORPTION, ADOPTION AND INOVATION

EFFORTS IN BRIEF MADE TOWARDS TECHNOLOGY ABSORPTION ADOPTION AND INOVATION AND BENEFITS AS A RESULT THEREOF.

- i) EFFORTS FOR ESTABLISHING PRODUCTIVITY OF FANCY YARN IN PROGRESS.

THE JAMSHRI RANJITSINGHJI SPG. & WVG. MILLS CO. LTD.

AUDITORS' REPORT

To the Members of
The Jamshri Ranjitsinghji Spinning & Weaving Mills Company Limited

We have audited the attached Balance Sheet of The Jamshri Ranjitsinghji Spinning & Weaving Mills Company Limited as at 31st March, 2010 and the Profit and Loss Account for the year ended on that date annexed thereto and the Cash Flow statement for the year ended on that date. 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.

We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As required by the Companies (Auditor's Report) Order, 2003, as amended by companies (Auditor's Report) (Amendment) Order, 2004 (the Order) issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.

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 purposes of our audit;
- (ii) In our opinion, proper books of account as required by law have been kept by the company so far as appears from our examination of those books;
- (iii) The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;
- (iv) In our opinion, the Balance Sheet, Profit and Loss Account and the Cash Flow Statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956. *Related party transactions referred to in note no. 10 are as disclosed by the Company, we are unable to confirm that the list is an exhaustive compilation of all the related parties as defined in Accounting Standard 18. For disclosures as per Accounting Standard 17 refer note no 8 of Notes to Account.*
- (v) On the basis of written representations received from the directors and taken on record by the Board of Directors, we report that none of the directors are disqualified as on 31st March 2010 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;
- (vi) We draw attention to Note No 9 in respect of unutilized Cenvat credit amounting to Rs. 47.97 lacs appearing in the books; we are informed that the management is actively considering available alternatives for utilizing this balance.
- (vii) *As detailed in note no. 7(a) & 7(b) of the notes to accounts, the Company has been incurring continuing losses, resulting in the erosion of its Net-worth. Despite this aspect the accounts of the Company have been prepared on a Going Concern basis.*
- (viii) *Subject to Para (vii) above, we report that 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 the Balance Sheet, of the state of affairs of the Company as at 31st March, 2010;
 - (b) in the case of the Profit and Loss Account, of the loss for the year ended on that date and ;
 - (c) In case of the Cash Flow Statement, of the cash flows for the year ended on that date.

For and on behalf of
MITTAL & ASSOCIATES
Chartered Accountants

M. MEHTA
Partner
M.No: 42990

Place: Mumbai
Date: 24th May 2010

ANNEXURE TO THE AUDITORS' REPORT

Referred to in paragraph 3 of our report of even date,

- (i) (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) A substantial portion of the Fixed Assets have been physically verified by the management during the year, which in our opinion is reasonable, having regard to the size of the company and nature of its assets. To the best of our knowledge, no material discrepancies were noticed on such verification.
- (c) In our opinion, except for the impairment of Rs. 12.49 Lacs, no substantial part of the fixed assets has been disposed off during the year.
- (ii) (a) As explained to us, physical verification has been conducted by the management at reasonable intervals in respect of finished goods.
- (b) The procedure of physical verification by the management, in our opinion is reasonable and adequate in relation to the size of the company and the nature of its business.
- (c) On the basis of our examination of the records of inventory, we are of the opinion that the company is maintaining proper records of inventory. No material discrepancies have been noticed on physical verification of the stocks as compared to book records.
- (iii) (a) As informed, the company has not taken any loans, secured, and unsecured loan from companies, firms or other parties listed in the register maintained under section 301.
- (b) As informed, the company has not granted any loans, secured, or unsecured to companies, firms and other party listed in the register maintained under section 301 of the Companies Act, 1956 during the year. Accordingly, sub-clause (f) and (g) are not applicable.
- (iv) In our opinion and according to the information and explanation given to us, there are adequate internal control system commensurate with the size of the company and the nature of its business, for the purchase of inventory and fixed assets and for the sale of goods and services. During the course of audit, no major weakness has been noticed in the internal control system in respect of these areas.
- (v) (a) The particulars of contracts or arrangements referred to in section 301 of the Act have been entered in the register required to be maintained under that section.
- (b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the registers maintained under Section 301 of the Companies Act, 1956 have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time.
- (vi) According to the information and explanations given to us, the Company has not accepted any deposit from the public within the meaning of Sections 58A, 58AA of the Act and the rules framed there under.
- (vii) In our opinion, the company has an internal audit system commensurate with its size and nature of its business.
- (viii) The Central Government under Section 209(1)(d) of the Companies Act, 1956, has prescribed the maintenance of cost records. On a prima facie examination, such records are duly maintained. We have not, however, made a detailed examination of the same.
- (ix) (a) According to the records of the Company, Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income tax, Wealth tax, Service tax, Custom duty, Excise duty, cess and other material statutory dues applicable to it have been generally regularly deposited during the year with the appropriate authorities.

According to the information and explanations given to us, undisputed dues in respect of Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income-tax, Wealth-tax, Service tax, Sales-tax, Customs duty, Excise duty, cess and other statutory dues which were outstanding, at the year end for a period of more than six months from the date they became payable are as follows:

THE JAMSHRI RANJITSINGHJI SPG. & WVG. MILLS CO. LTD.

Name of the Statute	Nature of Dues	Amount (Rs. Lacs)	Period to which amount relates	Due Date	Date of Payment
Maharashtra Value Added Tax Act	VAT	23.99	2006-07	Various dates	Not yet paid
		111.09	2009-2010	—do—	—do—
CST Act	CST	6.24	2006-2007	Various dates	Not yet paid
		7.71	2009-2010	—do—	—do—
Textile Committee cess payable	Cess	1.50	October 06 to May 07	Various dates	Not yet paid

- (b) According to the information and explanations given to us, there are no Income tax, Wealth tax, Service tax, Custom duty, Excise duty and cess which have not been deposited on account of any dispute.
- (x) The accumulated losses at the end of financial year exceed the net worth of the company. The company has earned cash profit during the year and in the immediately preceding year also it has earned cash profit.
- (xi) In our opinion and according to the information and explanations given to us, the company has no dues to financial institution, or debenture holders.
- (xii) The company has not granted any loans or advances on the basis of security by way of pledge of shares, debentures or other similar 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 a dealer or trader in shares, securities, debentures and other investments.
- (xv) In our opinion, and according to the information and explanation given to us, the company has not given any guarantee for the loans taken by others from banks or financial institutions during the year.
- (xvi) In our opinion and as per the information and explanation given to us that fresh Cash Credit has been obtained during the year having maximum limits of Rs. 125 lacs, which are secured by hypothecation of stocks of Raw materials/Finished goods.
- (xvii) According to the information and explanations given to us and on an overall examination of the balance sheet of the company, we report that funds raised on short-term funds have not been used for long-term application.
- (xviii) The company has not made any preferential allotment of shares to the parties and companies covered in the register maintained under section 301 of the Act. Accordingly, the question of reporting on whether the price at which such shares have been issued is prejudicial to the interest of the company does not arise.
- (xix) According to the information and explanations given to us, the company has not issued debentures during the year.
- (xx) According to the information and explanations given to us, no public issues have been made during the year.
- (xxi) Based upon the audit procedures performed for the purpose of reporting true and fair view of the financial statements and as per the information and explanations given by the management, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.

for and on behalf of
MITTAL & ASSOCIATES
 Chartered Accountants

M. MEHTA
 Partner
 M.No: 42990

Place: Mumbai
 Date: 24th May 2010

MANAGEMENT DISCUSSION AND ANALYSIS

A) INDUSTRY STRUCTURE AND DEVELOPMENT :

The Indian Textile industry is passing through a difficult phase due to global slow down and recessionary trend in the world market.

In the domestic market, the unorganized sector continues to play a competitive role due to significant cost advantages. However innovation, technology and good management capabilities will play a key role in success of industry players.

B) OPPORTUNITIES AND THREATS

The financial performance would be under pressure due to over capacity in the textile industry, the recessionary trend in world markets and high cost of raw materials.

Threat of cheaper import continues due to recession period and weaker demand by foreign buyers.

C) RISKS AND CONCERNS

Increasing energy costs and intense competition are some of the immediate risks and concerns to be addressed by more effective Power management and increasing production of high value products.

D) INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has a proper and adequate internal control system to ensure that all assets are safeguarded, protected against loss from unauthorized use or disposition and that transactions are authorized, recorded and reported correctly.

E) FINANCIAL AND OPERATIONAL PERFORMANCE

Please refer Director's Report.

F) MATERIAL DEVELOPMENTS IN HUMAN RESOURCES / INDUSTRIAL RELATIONS FRONT.

The Company has always recognized the manpower as its asset and that the people had been the driving force for the growth and expansion of the Company. Industrial relations during the year were cordial and peaceful.

The Company has taken a number of new initiatives, to improve efficiencies and reduce costs.

G) CAUTIONARY STATEMENT

Statement in this report on Management's Discussion and Analysis describing the Company's objectives, projections, estimates, expectations or predictions may be forward looking statements within the meaning of applicable laws or regulations. These statements are based on certain assumptions and expectation of future events. Actual results could however differ materially from those expressed or implied. Important factors that could make a difference to the Company's operations include global and domestic demand-supply conditions, finished goods prices, raw materials cost & availability, changes in Government regulations and tax structure, economic developments within India and the countries with which the Company has business contacts and other factors such as litigation and industrial relations.

THE JAMSHRI RANJITSINGHJI SPG. & WVG. MILLS CO. LTD.

Corporate Governance

1. PHILOSOPHY ON CODE OF GOVERNANCE

The philosophy underlying Corporate Governance seeks to create a system of "Checks and balances" based on transparency, ensuring integrity, clarity and consistency in the dealings of the Company with all its stakeholders. Good Governance ensures that the best corporate practices are followed by a Company. Implementation of the good governance indicates not only compliance of the laws and regulations of the land but also indicates the values, practices and culture of the organization.

2. Board of Directors

- i. The Board consists of 6 Directors. 1 is Managing Director, 1 is Joint Managing Director 1 is Executive Director and 3 are Non-Executive Directors. Out of 6 Directors, 3 Directors are independent Directors.

The details of the Board of Directors of the Company are given below:

Name	Date of Appointment	Category	No. of Board Meetings attended	Last AGM	No. of other Directorship in public limited companies	Outside Committee Membership@	Outside Committee Chairmanship@
Shri P.R. Damani	21/07/1966	Promoter/ Managing Director	4	Yes	3	—	—
Shri N.R. Damani	02/05/1978	Promoter/ Joint Managing Director	4	Yes	3	—	—
Shri E.A.K. Faizullahoy	20/12/1982	Non Executive Independent Director	3	No	—	—	—
Shri S.K. Somany	29/07/1988	Non Executive Independent Director	1	Yes	5	2	4
Shri Kiranbhai J Shah	09/10/1984	Non Executive Independent Director	4	No	—	—	—
Shri J.P. Singhal	31/07/2003	Executive Director	NIL	Yes	—	—	—

Though Shri E.A.K. Faizullahoy is a partner of the Company's solicitor firm, and since the Company has no transactions with the firm for the past three years, in the opinion of the management he is an independent director.

@ Only two committees of the Board namely the Audit Committee and the Shareholders / Investor Grievance Committee are considered.

RESPONSIBILITIES

The Board of Directors' responsibilities inter alia include review of:

- * Strategy and business plans
- * Annual operating and capital expenditure budget
- * Investment and exposure limits
- * Business risk analysis and control
- * Senior executive appointment
- * Compliance with statutory / regulatory requirements and review of major legal issues
- * Adoption of quarterly results / annual results
- * Transaction pertaining to purchase, disposal of property, major provisions and write offs.

BOARD MEETINGS

The meetings of the Board of Directors' are scheduled well in advance and the folder containing the agenda for the meeting with detailed review of all aspects of the Company business, including performance of the Company, employee relations, details of investment, capital expenditure, etc. is circulated to all the directors. It also highlights important matters discussed at the

shareholders grievance committee. Four Board meetings were held during the period 1st April 2009 to 31st March 2010. They were held on 29th June, 2009, 25th July, 2009, 29th October, 2009, 25th January 2010.

Details of Director re-appointed during the year:

Name of Director	Shri E.A.K. Faizullabhoy
Age	78 Years
Date of Appointment	20/12/1982
Expertise in specific functional areas	Solicitor
Qualification	L.L.B.
No. of Equity Shares Held	1565
List of Outside Company Directorships held in Public Limited Companies.	None
Chairman/ Member of the Committees of Directors of other Companies in which he/she is a Director. @	None

@ Only two committees of the Board namely the Audit Committee and the Shareholders/ Investor Grievance Committee are considered.

3. REMUNERATION OF DIRECTORS

Name of the Director	Salary	Perquisite	Sitting Fees	Total	No. of Shares
Shri P.R. Damani	Rs.4,03,200	Rs.1,10,360	—	Rs.5,13,560	1043090
Shri N.R. Damani	Rs.3,36,000	Rs. 90,000	—	Rs.4,26,000	641607
Shri E.A.K. Faizullabhoy	—	—	Rs.2,250	Rs.2,250	1565
Shri S.K. Somany	—	—	Rs.1,500	Rs.1,500	100
Shri Kiranbhai J Shah	—	—	Rs.3,000	Rs.3,000	Nil
Shri J.P. Singhal	Rs.1,68,000	Rs.10,000	—	Rs.1,78,000	588

4. AUDIT COMMITTEE

i. The Audit Committee of the Board of Directors was formed by the Board on 30th July,2002 and Committee comprises of 3 members. The functions of the Committee are as specified in Clause 49 of the Listing Agreement entered with Stock Exchanges in which the Company's shares are listed. These include overseeing of Company's financial reporting process, recommending the appointment and removal of external auditors, reviewing the quarterly and annual financial statement, financial management policies, adequacy of internal control system, internal audit function including discussing significant findings, reviewing reasons for default into payment and related parties transactions.

In the absence of a full time Company Secretary, Mr. A.K. Mohta - the Compliance Officer of the company is acting as Secretary to the Audit Committee.

There were four meetings held during the period under review on 6th June,2009, 25th July,2009, 26th October,2009 and 25th January,2010. The attendance of members for the meetings is as follows:

ii & iii.

Name of the Member	Designation	No. of meeting attended
Shri S.K. Somany	Chairman	Four
Shri Kiranbhai J Shah	Member	Four
Shri N.R. Damani	Member	Four

Shri S. K. Somany has financial management expertise because of his considerable experience in the textile industry.

5. REMUNERATION COMMITTEE

i. Brief description of terms of reference

Remuneration Committee was constituted on 25th October,2002 and it reviews and approves the annual salaries, performance commission, service agreements and other employment conditions for Managing/Executive directors.

ii. Composition, name of members and Chairperson

Committee comprises of Shri E.A.K. Faizullabhoy, Chairman and Shri S.K. Somany, Member. During 1st April,2009 to 31st March,2010 no meeting of Remuneration Committee was held.

iii. Attendance during the year

Name of the Member	Designation	No. of meeting attended
Shri E.A.K. Faizullabhoy	Chairman	No Meeting was held
Shri S.K. Somany	Member	No Meeting was held

THE JAMSHRI RANJITSINGHJI SPG. & WVG. MILLS CO. LTD.

iv. Remuneration policy

The Managing / Executive Directors are paid remuneration as per the Agreements entered between them and the Company. These Agreements are placed for approval before the Board and the shareholders and such other authorities as may be necessary. The remuneration structure of the Managing / Executive Directors comprises of salary, commission, perquisites and allowances, contributions to provident fund and gratuity. However no commission is paid due to inadequacy of profits. The non-executive directors do not draw any remuneration from the Company except sitting fees. The details of remuneration to directors is furnished in paragraph 3 above. Presently the Company does not have a scheme for grant of Stock option either to Managing Director/Executive Director or to the employees.

6. SHAREHOLDER/INVESTOR GRIEVANCE COMMITTEE

- | | | | |
|------|--|---|------------------------------------|
| i. | Name of non-executive director heading the committee | : | Shri Kiranbhai J. Shah |
| ii. | Name & designation of Compliance officer | : | Shri A.K. Mohta
Finance Manager |
| iii. | Number of shareholders' complaints received so far | : | One |
| iv. | Number of complaint/s resolved to the satisfaction of the shareholders | : | One |
| v. | Number of pending complaints | : | Nil |

The Investor Grievances Committee was constituted on 25th October,2002 to specifically look into the redressal of shareholder and investor complaints like transfer of shares, non-receipt of dividends, non-receipt of Annual Reports, etc. There were Four meetings held during the period under review on 29th June,2009, 25th July,2009, 29th October,2009 and 25th January,2010. The attendance of members for the meetings is as follows:

Name of the Member	Designation	No. of meeting attended
Shri Kiranbhai J. Shah	Chairman	Four
Shri N.R. Damani	Member	Four

7. GENERAL BODY MEETING

- i. Location and time of General Meetings held in last 3 years

Year	AGM/EGM	Location	Date	Time
2008-2009	AGM	Fatehchand Damani Nagar, Station Road, SOLAPUR - 413 001.	26th September,2009	12.30 p.m.
2007-2008	AGM	Fatehchand Damani Nagar, Station Road, SOLAPUR - 413 001.	20th October,2008	12.30 p.m.
2006-2007	AGM	Fatehchand Damani Nagar, Station Road, SOLAPUR - 413 001.	27th September,2007	12.30 p.m.

- ii The following Special Resolutions were passed in the previous 3 AGMs

Subject matter of Resolution	Date of AGM
Re-appointment of Executive Director, Appointment of Auditors & Right Issue	27.09.2007 20.10.2008 26.09.2009

- iii No Special Resolution was passed by Postal Ballot during the year 2009-10

8. DISCLOSURES

- There were no materially significant related party transaction with the promoters, Directors, etc. that may have potential conflict with the interests of the Company at large. The details of the transaction with related parties are given in Clause No. 10 of the Notes forming part of the Accounts.
- There were no non-compliance by the Company & no penalties, strictures imposed on the Company by Stock Exchange or SEBI or any statutory authority, on any matter relating to the capital markets during the last three years.
- The Company has complied with all mandatory requirements of Clause 49 of the Listing Agreement .

9. CEO / CFO Certification.

The Joint Managing Director (CFO) furnished a certificate to the Board of Directors of the Company with respect to accuracy of financial statements and adequacy of internal control as required under Clause 49 of the Listing Agreement.

10. Means of Communication

- i. The Company publishes Quarterly & Half Yearly results in the prescribed form within the prescribed time.
- ii. The results were forthwith sent to the Stock Exchanges where shares are listed and also published in the Free Press Journal, Navshakti in Mumbai and Vishwa Samachar at Solapur.
- iii. The Company does not have a website where results or official news are displayed.
- iv. No presentations were made to Institutional Investors or analyst during the year.
- v. Management discussion and analysis form part of the Annual Report.

11. GENERAL SHAREHOLDER INFORMATION

i. ANNUAL GENERAL MEETING

- Date and Time : 15.07.2010 at 04.30 P.M
- Venue : Fatehchand Damani Nagar, Station Road, Solapur-413001.
- ii. Financial Year : 2009-2010
- iii. Book Closure Date : 17.06.2010 to 24.06.2010.
- iv. Dividend Payment Date : Not Applicable
- v. Listing of Equity Shares on : The Stock Exchange, Mumbai
- vi. Stock Code : 502901 The Stock Exchange, Mumbai
- Demat ISIN Nos. in NSDL & CDSL for Equity Shares INE462D01018 Mumbai

vii & viii. Market Price Data & Bse Sensex

Month	Stock Price Data of the Company		BSE INDEX	
	Highest	Lowest	Highest	Lowest
April,2009	12.60	10.67	11492.10	9546.29
May, 2009	14.81	10.00	14930.54	11621.30
June,2009	17.35	12.44	15600.30	14016.95
July,2009	14.70	11.61	15732.81	13219.99
August,2009	16.70	11.56	16002.46	14684.45
September,2009	16.40	12.00	17142.52	15356.72
October,2009	15.30	12.25	17493.17	15805.20
November,2009	15.00	13.00	17290.48	15330.56
December,2009	16.80	13.10	17530.94	16577.78
January,2010	23.15	15.80	17790.33	15982.08
February,2010	19.45	14.45	16669.25	15651.99
March, 2010	16.35	13.30	17793.01	16438.45

- ix. Registrar & Transfer Agents : Computech Sharecap Ltd.,
147, Mahatma Gandhi Road, 3rd Floor,
Opp. Jehangir Art Gallery, Fort, Mumbai - 400 023.
Telephone : 22635000-01-02-03

x. Share Transfer System :

Application for transfer of shares held in physical form are received at the office of Registrar & Share transfer agent of the Company. Presently, the share transfers instrument which are received in physical form are processed and the share certificates are returned within a period of 15 days from the date of receipt, subject to the documents being valid and complete in all respects. The Company has as per SEBI guidelines, also offered the facility of transfer of shares under dematerialization cum transfer. Under the system, after the share transfer is effected, an option letter is sent to the transferee indicating the details of the transferred shares and requesting him in case he wishes to dematerialize the shares, to approach Depository Participant (DP) with the option letter. The DP, based on the option letter, generates a Dematerialization request and sends the same to the Company along with the option letter issued by the Company. On receipt of the same, the Company dematerializes the shares. In case the transferee does not wish to dematerialize the shares, he need not exercise the option and the Company dispatches the shares certificates to the shareholder.

THE JAMSHRI RANJITSINGHJI SPG. & WVG. MILLS CO. LTD.

xi. Distribution of Shareholding as on 31st March,2010

No. of Equity Shares held	No. of Shareholders	% of Shareholders	No. of Shares	% of Shareholdings
Upto 2500	9138	99.30	1223250	17.48
2501-5000	38	00.43	137186	1.95
5001-10000	13	00.14	94235	1.35
10001-20000	5	00.05	64729	0.92
20001-30000	2	00.02	47471	0.68
30001-40000	0	0	0	0
40001-50000	0	0	0	0
50001-100000	1	00.01	64092	0.92
100001 & above	5	00.05	5368601	76.70
Total	9202	100.000	6999564	100.000

xii. Dematerialization of equity shares & Liquidity:

Nearly 90.43% of total equity shares capital is held in dematerialized form with NSDL and CDSL.

xiii. Category of Shareholdings as on 31st March,2010.

Category	No. of Shares	% of total Shares
Promoters & their relatives	5208081	74.41
Mutual Funds & UTI	200	00.00
Banks/FIs/Insurance Co. (Central/State Govt. Institutions / Non-Government Institutions)	166180	02.38
Foreign Institutional Investors	100	0.00
Private Corporate Bodies	63485	00.91
NRIs/OCBs	195599	02.79
Foreign National	50	0.00
Indian Public	1365869	19.51
Total	6999564	100.00

xiv. Financial Calendars (Provisional)

Quarter	Release Date (Tentative and subject to change)
1st Quarter ending 30th June	30-07-2010
2nd Quarter ending 30th September	29-10-2010
3rd Quarter ending 31st December	28-01-2011
4th Quarter ending 31st March	30-05-2011

For 2009-2010, Company does not have any proposal for postal ballot.

xv. There are no Outstanding GDRs/ADRs/Warrants or Convertible instruments.

xvi. Plant Location : Fatehchand Damani Nagar, Station Road, Solapur – 413 001.

xvii. Address for Communication : The Jamshri Ranjitsinghji Spg. & Wvg. Mills Co.Ltd.
301, Vikas Building, 3rd Floor,
11, G.N. Vaidya Marg, Fort,
MUMBAI – 400 001.

NON MANDATORY REQUIREMENTS

The Board

All the Independent Directors (3) are holding office for more than 9 years.

Remuneration Committee:

Details are given under the heading "Remuneration Committee".

Shareholders' rights

The quarterly financial results, after they are taken on record by the Board of Directors, are forthwith sent to Bombay Stock Exchange Ltd. The results, in the prescribed Form, are published in the following newspapers, viz., "Free Press Journal and Navshakti" in Mumbai and "Vishwa Samachar" at Solapur.

Therefore, the results were not separately circulated to all Shareholders.

Audit Qualifications:

During the year under review, the Company's financial statements have been prepared on Going Concern basis despite the fact that the company's net worth has been eroded.

Whistle Blower Policy

The Company has a whistle blower mechanism wherein the employees are free to report violation of laws, rules regulation or unethical conduct to their immediate Supervisor or such other person as may be notified by the Management to the workgroups. The confidentiality of those reporting violations shall be maintained and they shall not be subjected to any discriminatory practices.

Declaration by the Managing Director under Clause 49 of the Listing Agreement regarding adherence to the Code of Conduct

As required by the amended clause 49 of the Listing Agreement the Board of Directors of the Company have adopted a code of conduct for all Board Members and Senior Management of the Company. The members of the Board of Directors and Senior Management of the Company have affirmed compliance of the said code during the period under review.

For The Jamshri Ranjitsinghji
Spg & Wvg Mills Company Ltd.

P. R. Damani
Managing Director

Mumbai
Date: 24/05/2010

AUDITORS' CERTIFICATE ON CORPORATE GOVERNANCE

The Members,

The Jamshri Ranjitsinghji Spinning & Weaving Mills Company Limited

We have examined the compliance of conditions of Corporate Governance by The Jamshri Ranjitsinghji Spinning & Weaving Mills Company Limited, for the year ended March 31,2010, as stipulated in clause 49 of the Listing Agreement of the said Company with Stock Exchange(s).

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us and the representations made by the Directors and the management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement, except for the following:

1. In the absence of a full time Company Secretary, the Compliance Office of the Company is acting as a secretary to the Audit Committee.
2. Related party Transactions referred to in paragraph 8 (i) – "Disclosures" are as disclosed by the Company, we are unable to confirm that the list is an exhaustive compilation of all the related parties as defined in Accounting Standard 18.

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

For and on behalf of
MITTAL & ASSOCIATES
Chartered Accountants

M. MEHTA
Partner

Place: Mumbai
Date: 24th May, 2010

THE JAMSHRI RANJITSINGHJI SPG. & WVG. MILLS CO. LTD.

BALANCE SHEET AS ON 31ST MARCH 2010

PARTICULARS	SCHEDULE NO.	31-Mar-10		31-Mar-09	
		RS.	RS.	RS.	RS.
I. SOURCES OF FUNDS					
SHARE CAPITAL	(A)		69,934,810		69,934,810
RESERVES & SURPLUS	(B)		0		0
SECURED LOANS	(C)		12,404,222		3,178,332
Total			<u>82,339,032</u>		<u>73,113,142</u>
II APPLICATION OF FUNDS					
FIXED ASSETS					
GROSS BLOCK	(D)		254,362,518		256,045,763
LESS :- DEPRECIATION & IMPAIRMENT			228,338,622		225,703,707
NET BLOCK			<u>26,023,896</u>		<u>30,342,056</u>
INVESTMENTS	(E)		312,500		187,500
CURRENT ASSETS, LOANS & ADVANCES					
& ADVANCES	(F)	83,063,995		59,059,308	
LESS:-CURRENT LIABILITIES & PROVISIONS	(G)	123,897,205		160,517,658	
PROFIT & LOSS ACCOUNT			(40,833,210)		(101,458,350)
			<u>96,835,846</u>		<u>144,041,936</u>
Total			<u>82,339,032</u>		<u>73,113,142</u>
NOTES TO ACCOUNTS	(H)				

AS PER OUR REPORT OF EVEN DATE

For **MITTAL & ASSOCIATES**
CHARTERED ACCOUNTANTS

M MEHTA
PARTNER
MEMBERSHIP NO.: 42990

PLACE : MUMBAI
DATE :- 24th May 2010

P. R. DAMANI
CHAIRMAN & MANAGING DIRECTOR

KIRANBHAI. J. SHAH
DIRECTOR

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

PARTICULARS	SCHEDULE NO.	31-Mar-10 RS.	31-Mar-09 RS.
INCOME			
SALES		387,755,836	398,717,706
OTHER INCOME	I	12,575,044	8,594,779
PROFIT/(LOSS) ON SALE OF CONSTRUCTION	II	2,545,847	14,308,820
TOTAL (A)		402,876,727	419,621,305
EXPENDITURE			
RAW MATERIAL CONSUMPTION	III	255,440,580	284,459,598
STOCK (INCREASE)/DECREASE	IV	(1,735,255)	10,096,602
EMPLOYEE COST	V	18,248,852	20,193,097
OTHER MANUFACTURING EXPENSES	VI	68,005,935	71,208,679
SALES EXPENSES & OBLIGATION	VII	14,746,029	12,891,747
ADMINISTRATIVE EXPENSES	VIII	7,716,848	10,089,201
TOTAL (B)		362,422,989	408,938,924
GROSS MARGIN (A-B)		40,453,738	10,682,381
INTEREST & FINANCE CHARGES	IX	6,737,700	9,590,864
DEPRECIATION		3,522,252	4,672,890
IMPAIRMENT		1,249,465	137,719
		11,509,417	14,401,473
PROFIT/(LOSS) BEFORE PRIOR PERIOD, TAXATION AND EXTRAORDINARY ITEMS		28,944,321	(3,719,092)
ADD: PRIOR PERIOD (EXPENSES)/INCOME		18,261,769	0
PROFIT/(LOSS) BEFORE TAXATION		47,206,090	(3,719,092)
LESS: PROVISION FOR FRINGE BENEFIT TAX		0	216,117
PROFIT/(LOSS) AFTER TAXATION		47,206,090	(3,935,209)
Less:- SHARE PREMIUM ACCOUNT		0	139,600,920
ADD :- ACCUMULATED LOSS AS PER LAST BALANCE SHEET		(144,041,936)	(279,707,647)
ACCUMULATED PROFIT / (LOSS) CARRIED TO BALANCE SHEET		(96,835,846)	(144,041,936)
EARNINGS PER SHARE (NOTE -13)			
BASIC (Rs.)		6.74	(0.56)
DILUTED (Rs.)		6.74	(1.11)
FACE VALUE PER SHARE (RS.)		10.00	10.00
NOTES TO ACCOUNTS	(H)		

AS PER OUR REPORT OF EVEN DATE

For MITTAL & ASSOCIATES
CHARTERED ACCOUNTANTSM MEHTA
PARTNER
MEMBERSHIP NO.: 42990PLACE : MUMBAI
DATE :- 24th May 2010P. R. DAMANI
CHAIRMAN & MANAGING DIRECTORKIRANBHAI. J. SHAH
DIRECTOR

THE JAMSHRI RANJITSINGHJI SPG. & WVG. MILLS CO. LTD.

SCHEDULES "A" TO "G" FORMING PART OF THE BALANCE SHEET AS ON 31ST MARCH 2010

	31-Mar-10		31-Mar-09
	RS.	RS.	RS.
SCHEDULE- " A "			
SHARE CAPITAL			
AUTHORISED			
75,00,000 EQUITY SHARES OF RS. 10/- EACH	75,000,000		75,000,000
2,50,000 PREFERENCE SHARES OF RS. 100/- EACH	25,000,000		25,000,000
	<u>100,000,000</u>		<u>100,000,000</u>
ISSUED :-			
69,99,564 (PY: 69,99,564) EQUITY SHARES OF RS. 10/- EACH	69,995,640		69,995,640
SUBSCRIBED & PAID UP :-			
69,99,564 (PY: 69,99,564) EQUITY SHARES OF RS. 10/- EACH	69,995,640		69,995,640
LESS :- ALLOTMENT MONEY IN ARREARS	12,030		12,030
CALL MONEY IN ARREARS	<u>48,800</u>	60,830	<u>48,800</u>
	<u>69,934,810</u>		<u>69,934,810</u>
OUT OF THE ABOVE :-			
(A) 14,95,900 EQUITY SHARES ARE ALLOTTED AS FULLY PAID UP BONUS SHARES OUT OF GENERAL RESERVE.			
SCHEDULE- " B "			
RESERVES & SURPLUS			
SECURITIES PREMIUM A/C:-			
AS PER LAST BALANCE SHEET	0		139,600,920
LESS :- TRANSFERRED TO PROFIT & LOSS ACCOUNT	0		139,600,920
	<u>0</u>		<u>0</u>
SCHEDULE -" C "			
SECURED LOANS:-			
WORKING CAPITAL LOAN			
LOAN FROM NON SCHEDULE BANK			
VYAPARI SAHAKARI BANK MARYADIT	12,364,789		2,488,320
(SECURED BY WAY OF HYPOTHECATION OF STOCKS OF RAW MATERIALS/FINISHED GOODS)			
(MAX. BAL DURING 2009-10 AMOUNTING TO RS. 1,26,19,342/-)			
VYAPARI SAHAKARI BANK MARYADIT (O. D. A/C)	39,433		690,012
(SECURED BY WAY OF FIXED DEPOSIT OF RS. 1 LAC WITH VYAPARI SAHAKARI BANK MARYADIT)	<u>12,404,222</u>		<u>3,178,332</u>
(MAX. BAL DURING 2009-10 AMOUNTING TO RS. 24,03,775/-)			

SCHEDULE-D

FIXED ASSETS AS ON 31ST MARCH, 2010

Assets	GROSS BLOCK				DEPRECIATION				NETBLOCK	
	As on 01.04.2009 (Rs)	Addition & Transfer (Rs)	Sales & Transfer/ Impaired (Rs)	As on 31.03.2010 (Rs)	Up to 01.04.2009 (Rs)	Deduction Transfer & Adjustment (Rs)	Provided During the Period (Rs)	Up to 31.03.2010 (Rs)	As on 31.03.2010 (Rs)	As on 31.03.2009 (Rs)
Free Hold Land	28,629			28,629	0		0	0	28,629	28,629
Building & Ownership block	52,054,272			52,054,272	39,593,456		1,187,728	40,781,184	11,273,088	12,460,816
Plant & Machinery	187,430,357	416,779	1,664,486	186,182,650	175,220,464	470,657	1,505,433	176,255,240	9,927,410	12,209,893
Electrical Installation	9,078,011			9,078,011	5,999,922		428,828	6,428,750	2,649,261	3,078,089
Laboratory Equipment	3,395,064			3,395,064	2,232,973		160,852	2,393,825	1,001,239	1,162,091
Furniture & Office Equipments	3,018,962	36,779	4,456	3,051,285	1,677,475	4,436	238,005	1,911,044	1,140,241	1,341,487
Live Stock	43,500		43,500	0	0		0	0	0	43,500
Vehicles	996,968		424,361	572,607	979,417	412,245	1,407	568,579	4,028	17,551
	256,045,763	453,558	2,136,803	254,362,518	225,703,707	887,338	3,522,253	228,338,622	26,023,896	30,342,056
PREVIOUS YEAR	256,282,530	857,113	1,093,880	256,045,763	221,986,978	956,161	4,672,890	225,703,707	30,342,056	

THE JAMSHRI RANJITSINGHJI SPG. & WVG. MILLS CO. LTD.

SCHEDULES "A" TO "G" FORMING PART OF THE BALANCE SHEET AS ON 31ST MARCH 2010

	RS.	31-Mar-10 RS.	RS.	31-Mar-09 RS.
SCHEDULE - " E "				
INVESTMENTS				
UNQUOTED:				
LONG TERM (AT COST):				
NON TRADE INVESTMENT(FULLY PAID):				
VYAPARI SAHAKARI BANK MARYADIT 12500 (P.Y. 7500) EQUITY SHARES OF RS. 25/- EACH FULLY PAID		312,500		187,500
		<u>312,500</u>		<u>187,500</u>
SCHEDULE - " F "				
CURRENT ASSETS, LOANS AND ADVANCES				
CURRENT ASSETS:-				
INVENTORIES				
(AT LOWER OF COST OR NET REALISABLE VALUE (NOTE NO. 1(vii)))				
(AS VALUED AND CERTIFIED BY THE MANAGING DIRECTOR)				
RAW MATERIAL		5,742,710		3,520,637
MATERIAL IN PROCESS		7,889,978		7,000,018
FINISHED GOODS & WASTE		858,808		11,513
FLATS AND SHOPS		2,218,133		4,216,881
		<u>16,707,629</u>		<u>14,749,049</u>
SUNDRY DEBTORS (UNSECURED) :-				
DEBTS OUTSTANDING FOR A PERIOD EXCEEDING SIX MONTHS				
CONSIDERED GOOD	1,098,104		106,778	
CONSIDERED DOUBTFUL	2,109,081	3,207,185	2,109,081	2,215,859
LESS :- PROVISION FOR DOUBTFUL DEBTS		<u>2,109,081</u>		<u>2,109,081</u>
		1,098,104		106,778
DEBTS OUTSTANDING FOR A PERIOD LESS THAN SIX MONTHS				
CONSIDERED GOOD		3,350,000		2,498,211
		<u>4,448,104</u>		<u>2,604,989</u>
CASH & BANK BALANCE :-				
CASH ON HAND				
		48,159		6,798
WITH SCHEDULED BANK :-				
ON CURRENT ACCOUNTS				
		226,108		759,567
		<u>274,267</u>		<u>766,365</u>
WITH OTHERS (NON SCHEDULE BANK) :-				
LAXMI CO-OP. BANK LTD, SOLAPUR ON CURRENT ACCOUNT (MAX. BAL DURING 2009-10 AMOUNTING TO RS. 11164/-)		0		11,164
FIXED DEPOSITS (SCHEDULE BANK):				
FIXED DEPOSIT WITH VYAPAR SAHAKARI BANK MARYADIT		100,000		1,000,000
(SECURED AGAINST VYAPARI SAHAKARI BANK MARYADIT OVERDRAFT ACCOUNT)		100,000		1,011,164
TOTAL		<u>374,267</u>		<u>1,777,529</u>

SCHEDULES "A" TO "G" FORMING PART OF THE BALANCE SHEET AS ON 31ST MARCH 2010

	RS.	31-Mar-10 RS.	RS.	31-Mar-09 RS.
SCHEDULE - " F "				
CURRENT ASSETS, LOANS AND ADVANCES (Contd.)				
LOANS AND ADVANCES				
LOANS(UNSECURED, CONSIDERED GOOD)		0		950,000
COMPENSATION RECEIVABLE (COURT COMPENSATION RECEIVED AGAINST FULL AND FINAL SETTLEMENT OF SHORT TERM LOAN TO COMPANIES)				
ADVANCES :- (UNSECURED, CONSIDERED GOOD UNLESS OTHERWISE STATED)				
ADVANCE RECOVERABLE IN CASH OR KIND OR FOR VALUE TO BE RECEIVED		344,103		549,719
BALANCES WITH GOVT BODIES		54,590,841		27,818,366
BALANCES WITH OTHER BODIES	1,000,000		1,000,000	
LESS :- PROVISION FOR DOUBTFUL ADVANCES	1,000,000		Nil	Nil
PREPAID EXPENSES		156,785		
TRADE ADVANCES				
CONSIDERED GOOD	304,472		3,682,366	
CONSIDERED DOUBTFUL	152,752		221,378	
	457,224		3,903,744	
LESS :- PROVISION FOR DOUBTFUL ADVANCES	152,752	304,472	221,378	3,682,366
TAX DEDUCTED AT SOURCE		270,157		682,272
OTHER DEPOSITS		5,640,575		5,980,373
INTEREST ACCRUED		227,062		264,645
TOTAL		61,533,995		39,927,741
GRAND TOTAL		63,063,995		59,059,308
SCHEDULE - " G "				
CURRENT LIABILITIES & PROVISIONS :-				
CURRENT LIABILITIES:-				
SUNDRY CREDITORS		74,259,063		87,996,184
BILLS ACCEPTANCES		29,973,770		30,515,803
OTHER LIABILITIES		15,277,308		5,394,973
ADVANCE RECEIVED AGAINST SALE OF FLATS		0		1,288,619
INTEREST ACCRUED BUT NOT DUE ON LOANS		0		30,322,836
TOTAL		119,510,141		155,518,415
PROVISIONS				
PROVISION FOR FRINGE BENEFIT TAX		0		216,117
PROVISION FOR GRATUITY	4,005,614			3,772,756
PROVISION FOR LEAVE ENCASHMENT	381,450			1,010,370
TOTAL		4,387,064		4,999,243
GRAND TOTAL		123,897,205		160,517,658

THE JAMSHRI RANJITSINGHJI SPG. & WVG. MILLS CO. LTD.

SCHEDULE "I" TO "X" AND FORMING PART OF THE PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2010

	31-Mar-10 RS.	31-Mar-09 RS.
SCHEDULE- " I "		
OTHER INCOME		
DIVIDEND	6,250	0
PROVISION / LIABILITIES WRITTEN BACK	11,878,589	4,021,219
MISCELLANEOUS INCOME	690,205	2,573,560
	12,575,044	6,594,779
SCHEDULE - " II "		
PROFIT / LOSS FROM CONSTRUCTION		
SALES/TRANSFER OF SHOPS / FLATS	5,032,000	36,525,009
ADD : CONSTRUCTION WORK IN PROGRESS	0	0
ADD : CLOSING STOCK -FLATS & SHOPS	2,218,133	4,216,881
	7,250,133	40,741,890
LESS :- COST OF CONSTRUCTION	487,405	23,487,468
LESS :- OPENING STOCK-FLATS & SHOPS	4,216,881	2,945,602
	2,545,847	14,308,820
(NOTE - 8)		
SCHEDULE- " III "		
CONSUMPTION OF RAW MATERIALS		
STOCK AT COMMENCEMENT	3,520,637	1,562,675
ADD :- PURCHASES	257,662,653	286,417,560
	261,183,290	287,980,235
LESS :- STOCK AT CLOSE	5,742,710	3,520,637
	255,440,580	284,459,598
SCHEDULE- " IV "		
(INCREASE)/DECREASE IN STOCK		
OPENING STOCK:		
YARN & WASTE	11,513	8,060,484
MATERIAL IN PROCESS	7,000,018	9,047,649
	7,011,531	17,108,133
CLOSING STOCK:		
YARN & WASTE	856,808	11,513
MATERIAL IN PROCESS	7,889,978	7,000,018
	8,746,786	7,011,531
(INCREASE) / DECREASE IN STOCK	(1,735,255)	10,096,602

SCHEDULE "I" TO "X" AND FORMING PART OF THE PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2010

	31-Mar-10 RS.		31-Mar-09 RS.
SCHEDULE- " V "			
EMPLOYEES COSTS :			
SALARIES & WAGES, BONUS	15,751,071		17,675,817
CONTRIBUTION / PROVISION TO & FOR PROVIDENT & OTHER FUNDS.	2,058,399		2,144,412
WELFARE EXPENSES	439,382		372,868
	<u>18,248,852</u>		<u>20,193,097</u>
SCHEDULE- " VI "			
OTHER MANUFACTURING EXPENSES			
STORE SPARES & DOUBLING CHARGES	12,212,201		14,272,977
POWER & FUEL	49,850,926		51,347,242
INSURANCE	309,435		334,373
REPAIRS TO PLANT	4,281,854		3,980,332
REPAIRS TO BUILDING	248,722		177,779
LIVESTOCK MAINTAINENCE	112,710		113,225
RATES & TAXES	990,087		982,751
	<u>68,005,935</u>		<u>71,208,679</u>
SCHEDULE- " VII "			
SALES EXPENSES :			
SALES EXPENSES	402,131		530,279
BROKERAGE	3,070		245,390
SALES TAX (VAT)	14,340,828		12,116,078
	<u>14,746,029</u>		<u>12,891,747</u>
SCHEDULE- " VIII "			
ADMINISTRATIVE EXPENSES :			
RENT	0		217,800
PRINTING , STATIONERY, POSTAGE, TELEPHONE & ADVERTISEMENT	1,158,492		1,297,087
PROFESSIONAL & LEGAL CHARGES	979,910		627,566
AUDITORS REMUNERATION			
AUDIT FEES	111,386	101,055	
OUT OF POCKET EXPENSES	<u>6,054</u>	117,440	<u>10,078</u>
TAXAUDIT FEES		7,170	6,742
COST AUDIT FEES		15,000	11,310
CONCURRENT AUDIT FEES		82,725	16,545
DIRECTORS FEES		6,750	13,500
MANAGERIAL REMUNERATION	1,117,560		1,109,205
CONVEYANCE	142,662		132,721
DIRECTORS TRAVELLING			
FOREIGN	0	237,206	
DOMESTIC	<u>255,258</u>	255,258	<u>151,658</u>
OTHERS TRAVELLING			
FOREIGN	0	0	
DOMESTIC	<u>209,214</u>	209,214	<u>276,701</u>
MOTOR CAR EXPENSES	939,874		1,049,727

THE JAMSHRI RANJITSINGHJI SPG. & WVG. MILLS CO. LTD.

SCHEDULE "I" TO "X" AND FORMING PART OF THE PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2010

	31-Mar-10 RS.	31-Mar-09 RS.
SCHEDULE- " VIII "		
ADMINISTRATIVE EXPENSES : (Contd.)		
SUNDRY BALANCES WRITTEN OFF	154,991	410,229
SOCIAL RESPONSIBILITY EXPENSES	81,828	2,055,765
BOARDING & LODGING	514,441	544,690
OFFICE EXPENSES	258,634	300,542
DIRECTORS ENTERTAINMENT EXPENSES	284,008	339,454
MAINTENANCE & SECURITY CHARGES	731,294	716,579
BANK COMMISSION	79,841	57,270
SUBSCRIPTION & PERIODICAL	39,216	39,642
MISCELLANEOUS EXPENSES	540,540	366,129
	<u>7,716,848</u>	<u>10,089,201</u>
SCHEDULE- "IX "		
INTEREST & FINANCE CHARGES :		
BANK & OTHER INTEREST	7,044,241	10,086,600
LESS :- INTEREST RECEIVED	306,541	495,736
(TDS Rs.55230/- PREVIOUS YEAR RS. 77538/-)		
	<u>6,737,700</u>	<u>9,590,864</u>
SCHEDULE- " X "		
MANAGERIAL REMUNERATION :		
i) SALARY	1,008,000	998,000
ii) CONTRIBUTION TO PROVIDENT FUND	97,200	96,000
iii) OTHER PERQUISITES	12,360	15,205
	<u>1,117,560</u>	<u>1,109,205</u>
COMPUTATION OF COMMISSION		
PROFIT BEFORE TAXAS PER PROFIT AND LOSS ACCOUNT	47,206,090	(3,719,092)
ADD:-		
A) MANAGERIAL REMUNERATION	1,117,560	1,109,205
B) DIRECTORS FEES	8,750	13,500
C) LOSS ON IMPAIRMENT OF FIXED ASSETS	1,249,465	137,719
D) DEPRECIATION CHARGED TO PROFIT & LOSS ACCOUNT	3,522,252	4,672,890
	<u>53,102,117</u>	<u>2,214,222</u>
LESS :-		
A) DEPRECIATION CHARGEABLE UNDER SECTION 350	3,522,252	4,672,890
B) PROFIT ON SALE OF ASSETS / LAND	0	0
C) BROUGHT FORWARD LOSS	144,041,936	279,707,647
	<u>(94,462,071)</u>	<u>(282,166,315)</u>
COMMISSION PAYABLE TO MANAGING DIRECTORS FOR THE YEAR UNDER THE AGREEMENT @ 1% OF THE PROFIT RESTRICTED TO 50 % OF THE SALARY FOR THE YEAR AS PER TERMS AND CONDITIONS OF THE AGREEMENT	NIL NIL	NIL NIL

Notes to Accounts

1. Significant Accounting Policies:

i) Fixed assets:

Fixed assets are stated at cost of acquisition or construction, including attributable interest and financial costs till such assets are ready for its intended use, less accumulated depreciation, impairment losses and specific grants received, if any.

ii) Depreciation:

- A) The company provides depreciation on plant & machinery, electrical installations and laboratory equipment on straight line method and on other assets on written down value method as per Schedule XIV of the Companies Act, 1956.
- B) The company provides depreciation as per provisions of Section 205(2)(b) of the Companies Act, 1956 on straight line method on the assets acquired upto 31st march 1987, at the rate adopted till that date in accordance with circular no.1/86 dated 21st may 1986 issued by the department of company affairs and on assets acquired there after at the rates as per Schedule XIV of the Companies Act, 1956.

iii) Sales:

Sales (domestic) are recognized on dispatch of products and are stated net of returns, and are inclusive of Excise Duty and Sales Tax / VAT.

iv) Income From Construction:

Real estate income is accounted for, on completion of construction/sale.

v) Research and Development:

Revenue expenses relating to research and development activity is charged to profit & loss account. Capital expenditure incurred for research and development is capitalised.

vi) Investments:

Long-term investments are carried at cost. However provision for diminution in value is made to recognize a decline other than temporary in the value of investments. Current investments are stated at cost or fair value whichever is lower.

vii) Valuation of inventories :

Inventories are valued at lower of costs and net realizable value. Cost is ascertained in respect of:-

- i) Raw materials on first-in-first-out basis.
- ii) Stores, spares and colour chemicals on first-in-first-out basis.
- iii) Material in progress on the basis of cost of raw materials issued, direct labour and appropriate factory overheads and with reasonable estimates, where necessary, upto the stage of completion.
- iv) Finished goods on the basis of cost of raw material, direct labour and appropriate factory overheads and with reasonable estimates, where necessary.
- v) Construction work in progress at the costs incurred upto the stage of completion.
- vi) Flats and shops at the construction costs and related overheads.

viii) Employee Benefits:

a. Defined contribution plan :

Company's contribution paid/payable during the year towards Provident Fund, Employees Pension Fund, ESIC and Labour Welfare fund being charged to profit and loss account.

b. Defined benefit plan:

Company's liability towards gratuity and leave encashment are based on actuarial valuation using the projected unit credit method which considers each period of service as giving rise to an additional unit of benefit entitlement and measures each unit separately to build up the final obligation. Past services are recognized on a straight line basis over the average period until the amended benefits become vested. Actuarial gain and losses are recognized immediately in the statement of profit and loss account as income or expense.

ix) Taxation:

Income tax expense comprises of current tax, deferred tax charge or credit and fringe benefit tax Provision for current tax is made with reference to taxable income computed for the accounting year, for which the financial statements are prepared by applying the tax rates as applicable. Deferred tax charge reflects the impact of current year timing differences between taxable income and accounting income. The deferred tax charge or credit is

THE JAMSHRI RANJITSINGHJI SPG. & WVG. MILLS CO. LTD.

recognized using prevailing enacted or substantively enacted tax rates. Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. If the company has unabsorbed depreciation or carry forward tax losses, deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that such deferred tax assets can be realized against future taxable profits. Deferred tax assets / liabilities are reviewed as at each Balance Sheet date based on developments during the year and available case laws, to reassess realization / liabilities.

x) Impairment of Assets:

The carrying amounts of assets are reviewed at each balance sheet date if there is any indication of impairment based on internal / external factors. An impairment loss will be recognized wherever the carrying amount of an asset exceeds its estimated recoverable amount. The recoverable amount is greater of the asset's net selling price and value in use. In assessing the value in use, the estimated future cash flows are discounted to the present value using the weighted average cost of capital. After impairment, depreciation is provided on the revised carrying amount of the assets over its remaining useful life. Previously recognized impairment loss is further provided or reversed depending on the changes in circumstances.

xi) Contingencies / Provisions:

Provision is recognized when the company has a present obligation as a result of past event. It is probable that an outflow of resources embodying economic benefit will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate of the expenditure required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimate. A contingent liability is disclosed, unless the possibility of an outflow of resources embodying the economic benefit is remote.

2. Contingent Liabilities:

	2009-10	2008-09
Claims against company not acknowledged as debts	NIL	NIL

3. Debtors and creditors are subject to confirmation. In case where purchases from/ sales to the same party, the net is taken.
4. In the opinion of the board, the current assets, loans and advances are approximately of the value stated if realized in the ordinary course of business. The provisions for all known liabilities are adequate and not in excess of the amounts considered reasonably necessary.
5. Financial Assistance from Vyapari Sahakari Bank Maryadit taken during the year is secured by hypothecation of stock of Raw material / Finished goods.
6. The Company has paid the discounted value of interest amounting to Rs. 189 lacs to Bank of India and Written back liabilities of Rs.114 lacs.
7. (a) The company has made Net Profit of Rs. 472.06 lacs during the year and as at 31st march 2010, the accumulated losses amount to Rs. 968.36 lacs resulting in a negative net worth of Rs. 269.01 lacs (previous year Rs. 741.07 lacs).
(b) The company has been declared sick by the Board for Industrial and Financial Reconstruction vide order dated 15.09.2005 u/s 3(1)(o) of the Act. BIFR has sanctioned the rehabilitation scheme submitted by operating agency Bank of India on 12-08-2008. The State Government, vide its letter dt. 15-4-2010 has sanctioned the reliefs and concessions as per order of BIFR. The Company has booked the Octroi of Rs.15631924/- and Electricity duty of Rs. 11298503/- for the period from 1-4-2007 to 31-3-2010 as per State Government's letter dt. 3-5-2010. VAT Exemption from State Government is awaited.
8. The company has two business segments viz. Textile products and Construction. The figures pertaining to the construction business have been disclosed separately in the financial statements of the company with the requirements of AS 17 - Segmental Reporting. The other figures in the financial statements pertain to the textile business.

Particulars	2009-2010			2008-09		
	Textile	Construction	Total	Textile	Construction	Total
REVENUE						
External	387755836	5032000	392787836	398717706	36525009	435242715
Less : Internal Segment Adjustment	0	0	0	0	0	0
Total Revenue	387755836	5032000	392787836	398717706	36525009	435242715
RESULTS	44599413	2545847	47145260	-18244029	14308820	-3935209
OTHER INFORMATION						
Segment Assets	79174536	3889459	83063995	54842427	4216881	59059308
Segment Liabilities	123897205	0	123897205	159229039	1288619	160517658

9. The Company has opted to avail benefit under Central Excise Notification No.30/2004 for non-payment of excise duty on yarn produced and correspondingly will not claim credit on inputs w.e.f 1st July 2006. Further no provision has been made for the unutilised Cenvat credit amounting to Rs.47.97 Lacs appearing in the books, as the Company is actively considering available alternatives for utilizing this balance.

10 a. LIST OF RELATED PARTIES:

A) ASSOCIATES / JOINT VENTURES:

SR. NO.	PARTICULARS
1.	DAMANI TEXTILES CO
2.	MR. P R DAMANI (MANAGING DIRECTOR)
3.	MR. J P SINGHAL (EXECUTIVE DIRECTOR)
4.	MR. N R DAMANI (DIRECTOR)

WE CONFIRM THAT THE FOLLOWING ARE THE KEY MANAGEMENT PERSONNEL OF THE COMPANY:

B) KEY MANAGEMENT PERSONNEL:

SR. NO.	PARTICULARS
1.	SHRI AK MOHTA
2.	SHRI JMADHIA

10 b. Related party disclosures enterprises in which the promoter directors are interested.

Sr. No.	Name of the related party	Transaction	Amount (Rs. In lacs)	Balance due to related parties (Rs. In lacs)
1	Damani textiles co.	Interest on unsecured loan/Deposit	0 (0)	0 (4.34)
2	Mr P R Damani (Managing Director)	Remuneration	5.13 (5.16)	5.16 (5.32)
3	Mr J P Singhal (Executive Director)	Remuneration	1.78 (1.44)	1.44 (1.44)
4	Mr N R Damani (Director)	Remuneration	4.26 (4.26)	4.26 (4.26)

10 c. Key Management Personnel disclosure

Sr.No.	Name of the Key Management	Transaction	Amount (Rs. In lacs)	Balance due to related parties (Rs. In lacs)
1	Mr. J.M. Adhia (General Manager)	Salary	7.64 (7.26)	7.26 (6.85)
2	Mr A. K. Mohta (Finance Manager)	Salary	5.72 (5.59)	5.59 (5.53)

Figures in brackets represent previous year's figures.

11. Provision for taxation :

- (a) Current tax: In view of the carried forward losses the company has no taxable income. The company is not liable for MAT, as it is a sick company declared by BIFR.
- (b) Deferred Tax (AS 22): In view of the carried forward losses the company has deferred tax assets. However, as a matter of prudence the same has not been recognized in the financial statements since the management is not certain that sufficient taxable income will be available in the future against which such deferred tax assets could be adjusted.

THE JAMSHRI RANJITSINGHJI SPG. & WVG. MILLS CO. LTD.

12. Employee Defined Benefits:-

(As per Actuarial Valuation as on March 31, 2010)

	Gratuity		Leave Encashment	
	Mar-10 Rs.	Mar-09 Rs.	Mar-10 Rs.	Mar-09 Rs.
(i) Expenses recognized during the year ended March 31, 2010 (included in Schedule of Profit & Loss Account)				
1. Current Service Cost	329534	334655	259050	309150
2. Interest Cost	267108	275377	72882	69343
3. Expected return on plan assets	-	-	-	-
4. Actuarial Loss / (Gain)	58852	(508971)	(883642)	(268430)
5. Total Expense	655494	101061	(551710)	110063
(ii) Net Asset / (Liability) recognized in the Balance Sheet as at March 31, 2010				
1. Present Value Defined Benefit obligation	4005614	3772756	381450	1010370
2. Fair value of plan assets	-	-	-	-
3. Funded status (Surplus / (Deficit))	(4005614)	(3772756)	(381450)	(1010370)
4. Net asset / (Liability)	(4005614)	(3772756)	(381450)	(1010370)
(iii) Change in obligation during the year ended March 31, 2010				
1. Present value of Defined Benefit Obligation at the beginning of the year	3772756	3671695	1010370	948840
2. Current Service Cost	329534	334655	259050	309150
3. Interest Cost	267108	275377	72882	69343
4. Settlement Cost	-	-	-	-
5. Past Service Cost	-	-	-	-
6. Employee Contributions	-	-	-	-
7. Actuarial (Gains) / Losses	58852	(508971)	(883642)	(268430)
8. Benefit Payments	(422636)	-	(77210)	(48533)
9. Present value of Defined Benefit Obligation at the end of the year	4005614	3772756	381450	1010370
(iv) Change in Assets during the year ended March 31, 2010	-	-	-	-
Actuarial Assumptions:				
1. Discount Rate	7.50%	7.50%	7.50%	7.50%
2. Expected rate of return on plan assets	-	-	-	-
3. Expected rate of salary increase	4.00%	4.00%	4.00%	4.00%
4. Mortality Pre-retirement	LIC (1994-96) ULT	LIC (1994-96) ULT	LIC (1994-96) ULT	LIC (1994-96) ULT
5. Withdrawal rates	0.80%	0.80%	0.80%	0.80%

13. EARNING PER SHARE:	2009-10	2008-09
NUMERATOR- PROFIT / (LOSS)	47206090	(3935209)
DENOMINATOR - WEIGHTED AVERAGE NUMBER OF SHARES	69,99,564	6999564
BASIC EARNINGS PER SHARE	6.74	(0.56)
DILUTED EARNINGS PER SHARE	6.74	(1.11)

14. Statutory information in the case of manufacturing companies as certified by the management.

I. A. Opening stock of finished goods

	Units	THIS YEAR		PREVIOUS YEAR	
		Qty.	Value Rs.	Qty.	Value Rs.
Yarn	Kgs	0	0	74287	7964651
Waste	Kgs	463	11513	5882	95833
Total			11513		8060484

B. Production

	Units	THIS YEAR		PREVIOUS YEAR	
		Quantity		Quantity	
Yarn	Kgs	3325965		3721973	
Waste	Kgs	90910		179822	
Total		3416875		3901795	

C. Purchases of finished goods.

	Units	THIS YEAR		PREVIOUS YEAR	
		Qty	Value Rs.	Qty	Value Rs.
	NIL	NIL	NIL	NIL	NIL

D. Closing stock of finished goods.

	Units	THIS YEAR		PREVIOUS YEAR	
		Qty	Value Rs.	Qty	Value Rs.
Yarn	Kgs	5932	784596	0	0
Waste	Kgs	3766	72212	463	11513
Total		9698	866808	463	11513

E. Total sales.

	Units	THIS YEAR		PREVIOUS YEAR	
		Qty.	Value Rs.	Qty.	Value Rs.
Yarn	Kgs	3320033	385380538	3796260	395124602
Waste	Kgs	87607	2454260	185241	3593104
Total			387834798		398717706

II. Consumption of materials.

	Unit	THIS YEAR		PREVIOUS YEAR	
		Qty	Value Rs.	Qty	Value Rs.
Cotton	Kgs	0	0	804157	62019232
Synthetic Fibres	Kgs	3421778	255440579	3104697	222480268
Total			255440579		284499500

III. A. licensed capacity :

	THIS YEAR	PREVIOUS YEAR
Spindles	67048	67048
Looms	511	511

B. Installed capacity :

	THIS YEAR	PREVIOUS YEAR
Spindles	25200	29040
Looms	Nil	Nil

THE JAMSHRI RANJITSINGHJI SPG. & WVG. MILLS CO. LTD.

IV. A. CIF value of imports :

(purchase price taken where c.i.f. value is not available)

	THIS YEAR	PREVIOUS YEAR
Stores, components & spare parts-	Nil	Nil

B. Value of imported and indigenous materials consumed :

1. Material

	THIS YEAR		PREVIOUS YEAR	
	Value Rs.	%	Value Rs.	%
Imported	Nil	Nil	Nil	Nil
Indigenous	255440579	100.00	284499500	100.00
Total	255440579	100.00	284499500	100.00

2. Stores, components, spare parts, printing & processing :

	THIS YEAR		PREVIOUS YEAR	
	Value Rs.	%	Value Rs.	%
Imported	Nil	Nil	Nil	Nil
Indigenous	12212201	100.00	14272977	100.00
Total	12212201	100.00	14272977	100.00

C. Earning in foreign exchange

	THIS YEAR	PREVIOUS YEAR
	(Rs.in lacs)	(Rs.in lacs)
Export of goods f.o.b.	Nil	Nil

D. Expenditure in foreign currency :

	THIS YEAR	PREVIOUS YEAR
Directors Traveling expenses	Nil	237206

15. No confirmation has been received from the enterprises regarding Micro, Small and Medium enterprises, as defined in the Micro, Small, Medium enterprises Development Act, 2006, to whom the company owes dues on account of principal amount together with interest and accordingly no additional disclosures have been made.

16. The previous year figures have been regrouped wherever necessary.

I. REGISTRATION DETAILS			
REGISTRATION NO.	258		
STATE CODE	11		
BALANCE SHEET DATE	31	03	2010
	DATE	MONTH	YEAR
II CAPITAL RAISED DURING THE YEAR			
PUBLIC ISSUE	...		
RIGHT ISSUE	...		
BONUS ISSUE	...		
PRIVATE PLACEMENT	...		
III POSITION OF MOBILISATION & DEPLOYMENT OF FUNDS			
TOTAL LIABILITIES	82339032.00		
TOTAL ASSETS	82339032.00		
SOURCES OF FUNDS			
PAID UP CAPITAL	69934810.00		
RESERVES & SURPLUS	0.00		
SECURED LOANS	12404222.00		
UNSECURED LOANS	0.00		
APPLICATION OF FUNDS			
NET FIXED ASSETS	26023896.00		
NET CURRENT ASSETS	(40833210.00)		
MISCELLANEOUS EXPENDITURE	0.00		
ACCUMULATED LOSSES	96835846.00		
IV PERFORMANCE OF THE COMPANY			
TURNOVER	402876727.00		
TOTAL EXPENDITURES	373932406.00		
PROFIT/LOSS BEFORE TAX	47206090.00		
PROFIT/LOSS AFTER TAX	47206090.00		
EARNING PER SHARE	6.74		
DIVIDEND RATE%	0.00		
V GENERAL NAMES OF THREE PRINCIPAL PRODUCTS OF THE COMPANY			
(AS PER MONETARY TERMS)			
ITEM CODE NO (ITC CODE)	551341		
PRODUCT DESCRIPTION	CLOTH		
ITEM CODE NO (ITC CODE)	551120		
PRODUCT DESCRIPTION	YARN		
ITEM CODE NO (ITC CODE)	0		
PRODUCT DESCRIPTION	0		

THE JAMSHRI RANJITSINGHJI SPG. & WVG. MILLS CO. LTD.

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

	Year Ended 31st March 2010		Year Ended 31st March 2009	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
A. Cash Flow From Operating Activities				
Net Profit/ (Loss) Before Tax		47,206,090		(3,719,092)
Adjustments for:				
Depreciation	3,522,252		4,672,890	
Loss/(Profit) On sale Of Fixed Assets (Net)			-	
Dividend Received	(6,250)		-	
Interest Charged	7,044,241		10,086,600	
Interest Received	(306,541)		(495,736)	
Interest liabilities written back	(11,422,836)			
Provision for Gratuity / Leave encashment	(396,062)		162,591	
Right Share issue Exps			89,632	
Loss on impairment of Fixed Assets	1,249,465		137,719	
		(315,731)		14,653,696
Operating Profit/(Loss) Before Working Capital Changes.		46,890,359		10,934,604
Adjustments for:				
Trade & Other Receivables	(23,899,066)		15,296,735	
Inventories	(1,958,580)		16,292,062	
Trade Payables	(5,685,439)		(32,797,047)	
		(31,543,085)		(1,208,250)
Cash Generated / (utilised) From Operations.		15,347,274		9,726,354
Direct Taxes (Paid)/ Received	195,998		(424,045)	
		195,998		(424,045)
Net Cash Generated / (utilised) From Operating Activity		15,543,272		9,302,309
B. Cash Flow From Investing Activity				
Purchase Of Fixed Assets	(453,558)		(857,113)	
Sale Of Fixed Assets				
Sale /(Purchase) Of Investments	(125,000)		(187,500)	
Interest Received	344,124		467,354	
Dividend Received	6,250		-	
Net Cash Used In Investing Activities.		(228,184)		(577,259)
C. Cash Flow From Financing Activity				
Proceeds From Share Issue (Net of Exps)	0		34908188	
Proceeds/(Repayments) From/ Of Borrowings (Net)	9,225,891		(37,599,976)	
Interest Paid	(25,944,241)		(5,422,101)	
Net Cash Used In Financing Activities.		(16,718,350)		(8,113,889)
Net Increase/(Decrease) In Cash & Cash Equivalents(A+B+C)		(1,403,262)		611,161
Cash & cash Equivalents Opening Balance		1,777,529		1,166,368
(Deposit of Rs. 1000000/- with Banker as a security for OD A/c)		-		-
		1,777,529		1,166,368
Cash & Cash Equivalents Closing Balance		374,267		1,777,529
(Deposit of Rs. 1000000/- with Banker as a security for OD A/c)		-		-
		374,267		1,777,529

Note:-

- 1) The above Cash Flow Statement has been prepared under the " indirect method" as set out in the Accounting Standard 3 on Cash Flow Statements issued by the Institute of Chartered Accountants of India.
- 2) Previous year's figures have been regrouped wherever necessary.
- 3) Cash Out Flows are shown in brackets

AS PER OUR REPORT OF EVEN DATE

FOR MITTAL & ASSOCIATES
CHARTERED ACCOUNTANTS

M MEHTA
PARTNER
MEMBERSHIP NO.: 42990

PLACE: MUMBAI
DATE :- 24th May 2010

P.R. DAMANI
CHAIRMAN & MANAGING DIRECTOR

KIRANBHAI J SHAH
DIRECTOR