

BANSWARA SYNTEX LIMITED

Regd. Office : Industrial Area, Dohad Road, Banswara (Rajasthan)

AUDITED FINANCIAL RESULTS FOR THE QUARTER/YEAR ENDED 31.03.2006

(Rs. In Lacs)

S.No.	Particulars	Nine Months	Quarter		Year	
		Ended	Ended		Ended	
		31-Dec-05	31-Mar-06	31-Mar-05	31-Mar-06	31-Mar-05
1	Gross Sales/Income from Operation	27581.32	11350.01	8683.63	38931.33	30542.14
	Less: Inter Division Transfer	4327.70	1478.32	1517.00	5806.02	4655.07
	Less: Excise Duty	1057.25	405.55	199.48	1462.80	915.83
	Net Sales / Income from Operation	22196.37	9466.14	6967.15	31662.51	24971.24
2	Export Growth Incentive		426.24		426.24	
3	Other Income	202.27	28.41	29.08	230.68	204.29
4	Total Sales/Income	22398.64	9920.79	6996.23	32319.43	25175.53
5	Expenditure					
	a) Decrease / (Increase) in stock in trade	(271.47)	(7.48)	164.46	(278.95)	(1479.50)
	b) Consumption of raw materials	10992.43	4775.86	3717.14	15768.29	13385.19
	c) Staff cost	1713.76	608.15	427.92	2321.91	1747.71
	d) Excise Duty	233.87	16.07	20.29	249.94	149.52
	e) Other expenditure	6982.16	2937.43	1983.13	9919.59	8451.12
6	Interest	1049.65	387.46	231.36	1437.11	1168.94
7	Profit after interest but before					
	Depreciation & Tax	1698.24	1203.30	451.93	2901.54	1752.55
8	Depreciation	972.60	358.34	294.50	1330.94	1074.39
9	Profit before Tax	725.64	844.96	157.43	1570.60	678.16
10	Less: Provision for Tax					
	Current Tax	30.00	180.00	8.74	210.00	49.74
	Deferred Tax	182.00	227.19	92.15	409.19	251.00
	Fringe Benefits Tax	16.80	8.91		25.71	
11	Net Profit (9-10)	496.84	428.86	56.54	925.70	377.42
12	Paid-up equity share capital	721.74	776.95	680.93	776.95	680.93
13	Reserves excluding revaluation reserve				5298.75	3982.04
14	Earning Per Share					
	Basic (Rs)	6.84	5.90	0.82	12.73	5.54
	Diluted (Rs.)	6.04	5.22	—	11.26	—
	quarter, nine months & for prev. year.					
15	Aggregate of non-promoter shareholding					
	Number of shares	3739809	3914759	3494075	3914759	3494075
	Percentage of shareholding	51.50	50.11	50.78	50.11	50.78

NOTES:

- The above results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 11th May, 2006.
- The Company is engaged in production of textile products having integrated working. For management purpose Company is organized into one major operating activity of the textile products. Accordingly the Company is of the view that it has only single business segment.
- The Hon'ble Rajasthan High court, Jodhpur, vide its order dated 28th September, 2005 has approved the Scheme of Amalgamation of Banswara Textile Mills Limited, the "Amalgamating Company" with the Company and, accordingly, the working results for the Quarter, Nine Months and for the year ended 31st March, 2006 represent the performance of the amalgamated company.
- The working performance for the Quarter and year ended 31st March, 2005 represents results before amalgamation of Amalgamating Company, and is, therefore, not directly comparable with the current working performance.

5. During the year the Company has received Licence for Duty Free Credit entitlement of Rs.426.24 lacs on achievement of targeted exports in the financial year 2003-04. The same has been considered as income for the quarter and for the year ended 31st March, 2006.
6. The Deferred Tax liability for the quarter and year ended 31st March, 2006 has increased by Rs.218 lacs, since permanent difference in respect of its power plant entitled for tax holiday under section 80-1A of the Income Tax, 1961 has been reversed, as such benefits are not likely to be available on account of increase in fuel oil price.
7. During the year 2005-06 the Company has issued :-
 - a) 382,222 Equity shares to the shareholders of erstwhile Banswara Textile Mills Ltd. (Amalgamated with the Company)
 - b) 15 lacs warrants, i.e. 11.50 lacs warrants to the promoters and 3.50 lacs warrants to the persons other than promoters. Each warrant provides the holder the option to subscribe one fully paid up equity shares at an exercisable price of Rs.75.83 per equity share. Out of 15 lacs warrants, 5.50 lacs warrants have been converted into equal number of fully paid equity shares.
8. The Board of Directors have recommended dividend @ 20% for the financial year ended 31st March, 2006.
9. The Board of Directors have recommended for issue of bonus shares in the ratio of one equity share of the Company against two equity shares held in the Company. The record date for the bonus issue, if approved by shareholders, shall be fixed on by the Board.
10. During the quarter company has made long term investment of Rs.270.09 lacs in equity capital of its Joint Venture Company, viz. Carreman Fabrics India Ltd. 2249700 Equity shares of Rs.10/- each amounts to Rs.225.07 lacs and further share application money amounting to Rs.45.02 lacs has been paid.
11. The number of investors' complaints pending at the beginning of the quarter is NIL, received and disposed off during the quarter is 7 and lying unresolved at the end of the quarter is NIL.
12. Figures for the previous period have been regrouped and rearranged, wherever necessary.

Place : Mumbai
Date : May 11, 2006

For BANSWARA SYNTEX LIMITED
(R.L. TOSHNIWAL)
CHAIRMAN & MANAGING DIRECTOR