



## AUDITED FINANCIAL RESULTS FOR THE FOURTH QUARTER AND YEAR ENDED 31ST MARCH, 2011

(All amounts in Rupees in Lacs unless specified)

| Particulars   | Quarter Ended |               | Year Ended      |                 |
|---|---------------|---------------|-----------------|-----------------|
|   | 31/03/2011    | 31/03/2010    | 31/03/2011      | 31/03/2010      |
| 1. a. Net Sales/Income from Operations  | 767.90        | 734.24        | 2,931.40        | 2,343.24        |
| b. Other Operating Income   | -             | -             | -               | -               |
| <b>Total Income</b>   | <b>767.90</b> | <b>734.24</b> | <b>2,931.40</b> | <b>2,343.24</b> |
| 2. Expenditure  |               |               |                 |                 |
| a. (Increase)/decrease in stock in trade and work in progress   | (46.35)       | 13.32         | (72.65)         | 47.97           |
| b. Consumption of raw materials   | 325.95        | 323.86        | 1,254.55        | 1,010.81        |
| c. Employees cost   | 129.09        | 105.91        | 452.74          | 375.65          |
| d. Depreciation   | 60.76         | 35.88         | 188.09          | 141.84          |
| e. Other expenditure  | 170.71        | 145.74        | 544.54          | 482.65          |
| f. Total  | 640.16        | 624.71        | 2,367.27        | 2,058.92        |
| <b>3. Profit from Operations before Other Income, Interest and Exceptional Items (1-2)</b>  | <b>127.74</b> | <b>109.53</b> | <b>564.13</b>   | <b>284.32</b>   |
| 4. Other Income   | 0.57          | 0.58          | 4.07            | 0.86            |
| <b>5. Profit before Interest and Exceptional Items (3+4)</b>  | <b>128.31</b> | <b>110.11</b> | <b>568.20</b>   | <b>285.18</b>   |
| 6. Amortisation of Goodwill   | 35.81         | 35.81         | 143.24          | 143.24          |
| 7. Interest (net)   |               |               |                 |                 |
| a) Interest Expenses  | 63.77         | 33.86         | 175.84          | 166.61          |
| b) Interest Income  | (0.34)        | (7.57)        | (31.00)         | (36.58)         |
| c) Interest (net)   | 63.43         | 26.29         | 144.84          | 130.03          |
| <b>8. Profit after Interest but before Exceptional Items (5-6-7)</b>  | <b>29.07</b>  | <b>48.02</b>  | <b>280.12</b>   | <b>11.91</b>    |
| 9. Exceptional Items  | -             | -             | -               | -               |
| <b>10. Profit (+)/ Loss (-) from Ordinary Activities before Tax (8-9)</b>   | <b>29.07</b>  | <b>48.02</b>  | <b>280.12</b>   | <b>11.91</b>    |
| 11. Tax Expense   |               |               |                 |                 |
| a) Income Tax   | (27.75)       | 24.50         | 77.25           | 64.50           |
| b) Deferred Tax   | 49.08         | (22.70)       | 65.42           | (8.58)          |
| c) Total  | 21.33         | 1.80          | 142.67          | 55.92           |
| <b>12. Net Profit (+)/ Loss (-) from Ordinary Activities after Tax (10-11)</b>  | <b>7.74</b>   | <b>46.22</b>  | <b>137.45</b>   | <b>(44.01)</b>  |
| 13. Prior Period Items  | -             | -             | -               | -               |
| <b>14. Net Profit (+)/Loss (-) for the period (12-13)</b>   | <b>7.74</b>   | <b>46.22</b>  | <b>137.45</b>   | <b>(44.01)</b>  |
| 15. Paid-up equity share capital (Face Value Rs.10/- per share)   | 1,360.28      | 1,360.28      | 1,360.28        | 1,360.28        |
| 16. Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year   | -             | -             | 37.30           | (100.16)        |
| 17. Earnings Per Share (EPS)  |               |               |                 |                 |
| a. Basic and diluted EPS before Extraordinary items for the period, for the year to date and for the previous year (not to be annualized) | 0.06          | 0.34          | 1.01            | (0.32)          |
| b. Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not to be annualized)  | 0.06          | 0.34          | 1.01            | (0.32)          |
| 18. Aggregate of Public Shareholding  |               |               |                 |                 |
| - No. of shares   | 6,176,795     | 6,176,795     | 6,176,795       | 6,176,795       |
| - Percentage of shareholding  | 45.41         | 45.41         | 45.41           | 45.41           |
| 19. Promoters and Promoter Group Shareholding   |               |               |                 |                 |
| a. Pledged/Encumbered   |               |               |                 |                 |
| - Number of shares  | -             | -             | -               | -               |
| - Percentage of shares (as a % of the total shareholding of promoter and promoter group)  | -             | -             | -               | -               |
| - Percentage of shares (as a % of the total share capital of the company)   | -             | -             | -               | -               |
| b. Non-encumbered-  |               |               |                 |                 |
| - Number of Shares  | 7,426,018     | 7,426,018     | 7,426,018       | 7,426,018       |
| - Percentage of shares (as a % of the total shareholding of promoter and promoter group)  | 100.00        | 100.00        | 100.00          | 100.00          |
| - Percentage of shares (as a % of the total share capital of the company)   | 54.59         | 54.59         | 54.59           | 54.59           |

## STATEMENT OF ASSETS & LIABILITIES (AUDITED)

(Rupees in Lacs unless specified)

| Particulars                                     | Year Ended 31/03/2011 | Year Ended 31/03/2010 |
|---|-----------------------|-----------------------|
| <b>LIABILITIES</b>                              |                       |                       |
| Share Capital                                   | 1,360.28              | 1,360.28              |
| Reserve & Surplus                               | 37.30                 | -                     |
| Loan Funds                                      | 1,722.75              | 718.10                |
| Deferred Tax Liability                          | 206.87                | 141.45                |
| <b>Total</b>                                    | <b>3,327.20</b>       | <b>2,219.83</b>       |
| <b>ASSETS</b>                                   |                       |                       |
| Fixed Assets                                    | 2,489.67              | 1,450.64              |
| Goodwill (Acquired)                             | 286.48                | 429.71                |
| Current Assets, Loans And Advances              |                       |                       |
| Inventories                                     | 438.45                | 298.56                |
| Sundry Debtors                                  | 768.82                | 704.16                |
| Cash & Bank Balance                             | 35.59                 | 42.89                 |
| Loans & Advances                                | 158.61                | 82.05                 |
| <b>Total Current Assets</b>                     | <b>1,401.47</b>       | <b>1,127.66</b>       |
| Less : Current Liabilities And Provisions       |                       |                       |
| Current Liabilities                             | 835.79                | 874.86                |
| Provisions                                      | 14.62                 | 13.48                 |
| <b>Total Current Liabilities And Provisions</b> | <b>850.41</b>         | <b>888.34</b>         |
| <b>Net Current Assets</b>                       | <b>551.06</b>         | <b>239.32</b>         |
| Profit & Loss Account                           | -                     | 100.16                |
| <b>Total</b>                                    | <b>3,327.20</b>       | <b>2,219.83</b>       |

### Notes:

- The above audited results for the Financial Year ended 31st March, 2011 were reviewed and recommended by the Audit Committee and subsequently approved by the Board of Directors at their meeting held on 2nd May 2011 in terms of Clause 41 of the Listing Agreement.
- The Company is engaged in manufacture of woven & printed labels which is the only reportable segment in terms of Accounting Standards 17, issued by the Institute of Chartered Accountants of India (ICAI). The above financial statements are prepared in accordance with Accounting Standards issued by ICAI.
- The Company on 6th April, 2011, raised by way of Rights Issue of 54,41,126 Equity Shares of Rs.10/- each, issued at a premium of Re.1/- each, a sum of Rs. 5.98 Crores. The Rights Issue was made in the ratio of 2:5 to the shareholders of the Company as on record date i.e. 4th March, 2011.
- Figures for the previous year/period have been regrouped and/or reclassified wherever considered necessary.
- There were no investor's complaints pending at the beginning or end of the quarter. Two complaints were received during the quarter which were addressed and resolved.

For Arrow Textiles Limited

Jaydev Mody  
(Chairman)

Mumbai: 2nd May, 2011