

### 73. SITARAM TEXTILES LIMITED

<b>I Date of incorporation</b>	11th February, 1975		
<b>II Address - Registered Office</b>	Punkunnam, Trichur- 680 002		
<b>III Phone, Gram, Fax</b>	0487-2381383, 2382977, SITARAM Fax: 0487-2382751		
<b>IV Administrative Dept. (Under Govt.)</b>	Industries Department		
<b>V Name of Chairman</b>	Shri. T.M. Prabha		
<b>VI Name of Managing Director</b>	Shri. C.K. Gopalakrishnan Nair		
<b>VII Present Activities</b>	Manufacturing cotton yarn		
<b>VIII Manpower as on 31-3-05</b>	No.	Average Emoluments	per person (Rs. per month)
a. Workers (all non-supervisory employees in factory, office and field)	248	5300.00	
b. Supervisory Staff (in factory, office and field)	6	8900.00	
c. Executives		5	10600.00
d. Senior Executives (Heads of department and above)	1	23000.00	
	<b>Total</b>	<b>260</b>	
		<b>2002-03</b>	<b>2003-04</b>
<b>IX Bonus</b>		-	-
<b>X Financial Position (Rs.in lakhs)</b>			<b>2004-05</b>
<b>A. Liabilities</b>			
1. Capital			
a. Authorised capital	600.00	600.00	600.00
b. Paid up capital	420.00	420.00	420.00
c. Advance share capital	174.00	174.00	174.00
2. Reserves & Surplus			
a. Retained earnings	1.01	1.01	1.01
3. Long term Loans			
a. Government	2219.62	2478.10	2812.55
b. Other	20.90	-	-
4. Current liabilities & provisions			
a. Bank Borrowings for working capital	190.29	189.00	188.29
b. Sundry creditors	256.75	241.25	112.89
c. Outstanding expenses	59.43	178.43	169.40
d. Other current liabilities	202.43	157.25	157.65
	<b>Total</b>	<b>3544.43</b>	<b>3839.04</b>
<b>B. Assets</b>			<b>4035.79</b>
5. a. Fixed assets:Gross Block	630.02	627.47	630.07
b. Less: Depreciation	567.31	570.07	574.25
c. Net fixed assets	62.71	57.40	55.82
6. Current assets			
a. Cash & Bank balance	0.48	1.27	0.64
b. Sundry debtors	75.09	90.46	28.09

c. Advances	55.17	31.62	30.48
d. Stock			
(i) Raw materials	5.43	3.59	17.25
(ii) Semi-finished goods (work -in-process)	36.63	32.97	24.56
(iii) Finished goods	44.03	32.38	15.22
(iv) General stores & waste	15.82	13.02	14.59
e. Other current assets	-	-	-
7. Miscellaneous expenditure not written off/adjusted			
a. P & L Account (Accumulated loss, if any)	3249.07	3576.33	3849.14
<b>Total</b>	<b>3544.43</b>	<b>3839.04</b>	<b>4035.79</b>
<b>C. Other Details</b>			
1. Share distribution(%)			
a. State Govt.	100.00	100.00	100.00
2. Net worth	-2654.06	-2981.32	-3254.13
3. Capital employed	-413.54	-503.22	-441.58
4. Capital invested	2834.52	3072.10	3406.55
5. Working capital (Current assets - Current liabilities)	-476.25	-560.62	-497.40
<b>XI Working results: (Rs. in lakhs)</b>			
<b>1. Income</b>			
a. Sales/Service charges	393.30	635.96	674.14
b. Other Income	13.03	5.89	135.20
c. Increase/decrease in stock of finished goods & work-in-process	-1.43	-14.50	-25.56
<b>Total</b>	<b>404.90</b>	<b>627.35</b>	<b>783.78</b>
<b>2. Expenditure</b>			
a. Raw materials, chemicals etc. consumed	246.88	387.56	431.59
b. Power, fuel, and water charges	72.48	102.22	109.63
c. Excise duty	29.03	51.75	14.04
d. Other expenses	3.04	3.73	3.16
e. Personnel expenses	151.36	177.32	299.02
f. Interest & Bank Charges	137.57	136.09	138.60
g. Selling & distribution expenses	9.06	13.34	15.75
h. Administration expenses	5.34	10.01	10.54
i. Depreciation	5.25	4.32	4.19
<b>Total</b>	<b>660.01</b>	<b>886.34</b>	<b>1026.52</b>
Operating profit/loss(+/-)	-255.11	-258.99	-242.74
+/- Prior period adjustment	-	19.46	30.06
Net Profit/Loss (+/-)	-255.11	-278.45	-272.80
<b>XII Taxes &amp; duties:</b>			
a. Excise Duty	29.03	51.75	14.04
b. CST	0.23	0.63	0.91
c. Sales Tax	0.79	0.40	0.58
<b>XIII Dividend</b>	Nil	Nil	Nil
<b>XIV Long Term Loans: (Rs. in lakhs)</b>		State	Others
			Total

(including interest)		Govt.		
a. Opening balance (01-04-04)	2446.76	31.34	2478.10	
b. +Additional loans availed during the year	200.00	-	200.00	
c. +Interest due for the year	134.02	0.42	134.44	
d. -Payments made during the year (Principal + Interest)	-	-	-	
e. Closing balance (as on 31-03-05)	2780.78	31.76	2812.54	

**XV Interest charges on term loans**

a. Opening balance (Interest outstanding)	1504.41	18.27	1522.68	
b. +Interest due for the year	134.02	0.42	134.44	
c. -Interest paid during the year	-	-	-	
d. Closing balance (Interest outstanding)	1638.43	18.69	1657.12	

**XVI Statutory dues as on 31-03-05**

	Opening balance as on 01-04-04	Amount paid during the year	Balance to be paid on 31-03-05
a. Provident Fund	11.89	21.76	14.91
b. E.S.I.		0.53	7.22
0.62 c. Gratuity		-	-
0.98 d. Guarantee Commission	1.41	2.12	0.71

**XVII Production: (Rs. in lakhs)**

Sl. No.	Products	Units	2003-04				
			Capacity		Production during the year		% of capacity utilised
			Licensed	Installed	Qty.	Value	Installed
i.	Cotton Yarn Spindle	Kg.	25000	12064	431.00	551.00	87
2004-05							
i.	Cotton Yarn Spindle		Kg.	25000	12064	503.00	640.00 88

**XVIII Sales (Rs. in Lakhs)**

Sl. No.	Products	2003-04		2004-05	
		Qty.	Value	Qty.	Value
i.	Cotton Yarn	433	613.00	499	648.00
ii.	Waste		20.00		24.00
	<b>Total</b>		<b>633.00</b>		<b>672.00</b>

**XIX Financial / Operating ratios**

	2002-03	2003-04	2004-05
a. Debt-equity ratio	3.77:1	4.17:1	4.73:1
b. Current ratio	0.33:1	0.27:1	0.21:1
c. Receivables to sales(in months)	2.29	1.71	0.50
d. Stock of finished goods to sales (in months)	1.34	0.61	0.27
e. Stock of raw materials to consumption (in months)	0.26	0.11	0.48
f. Consumption to sales (%)	62.77	60.94	64.02
g. Net profit to sales (%)	-64.86	-43.79	-40.47

h. Return on investment (%)	-ve	-ve	-ve
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**XX Status of Accounts**

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|---|---------|
| a. Year up to which Accounts have been finalised by the company | 2004-05 |
| b. Year up to which audit is complete                           | 2004-05 |

**XXI Employee Development:** Nil

**XXII Income-tax Benefits/Reduction/Relief**

- |  |    |
|--|----|
| a) Have you initiated any activity or project during the year that would result in income tax benefits/reduction/relief for the company? | No |
|--|----|

**XXIII Summary of Performance**

The Company could increase the production and sales of cotton yarn during the year under review. The production has increased by 17% to 503 kg as compared to 431 kg during 2003-04. The sales has increased by 6.2% to Rs.672 lakhs as against Rs.633 lakhs during the previous year. The net loss has come down to Rs.272.80 lakhs as against Rs.278.45 lakhs during 2003-04. The net worth position has further eroded. The accumulated loss as on 31st March 2005 stood at Rs.3849.14 lakhs.

**THE AUDIT OF ACCOUNTS OF THE COMPANY IS COMPLETE AND UP-TO-DATE.**