

**NATIONAL HANDLOOM DEVELOPMENT CORPORATION LIMITED, LUCKNOW**

**BALANCE SHEET AS AT 31st MARCH, 2006**

<b>PARTICULARS</b>	<b>SCHEDULE</b>	<b>As At 31.3.2006 Rs.</b>	<b>As At 31.3.2005 Rs.</b>
<b>SOURCES OF FUNDS</b>			
<u>SHARE HOLDERS' FUND</u>			
Share Capital	"1"	190000000	190000000
Reserves & Surplus	"2"	78448876	75615859
Corpus fund (Mktg. Complexes)	"3"	62961389	60991247
<u>Loan Funds</u>			
Secured Loans			
-From Banks against hypothecation of book debts and moveable assets		123320	-
Deferred Tax Liability (Net)		10390852	11196868
<b>TOTAL</b>		<b>341924437</b>	<b>337803974</b>
<u>APPLICATION OF FUNDS</u>			
Fixed Assets	"5"		
-Gross Block		41162989	40781746
-Less: Depreciation		<u>18395331</u>	<u>17183749</u>
Net Block		22767658	23597997
Deployment of Corpus fund (Mktg. Complexes)	"6"	62961389	60991247
Current Assets, Loans & Advances	"7"		
- Inventories		4639631	3260206
- Sundry Debtors		280808884	204748841
- Cash & Bank balances		208266656	180354762
- Loans & Advances		76790116	112527629
- Other Current Assets		<u>3097860</u>	<u>3246255</u>
		573603147	504137693
Less: Current Liabilities & Provisions	"4"		
- Current Liabilities		288773304	222147261
- Provisions		<u>28634453</u>	<u>28775702</u>
		317407757	250922963
Net Current Assets		256195390	253214730
Notes on Accounts	"14"		
<b>Total</b>		<b>341924437</b>	<b>337803974</b>

**Sd/-  
Jai Gopal Mahajan  
Sr. Manager(F&A)/  
Company Secretary**

**Sd/-  
V.K.Goyal  
Managing Director**

**Sd/-  
B.K. Sinha  
Chairman**

**As per our Report of even date  
For Jain Kapoor & Co.  
Chartered Accountants**

**Place: Lucknow  
Date: 15-6-2006**

**Sd/-  
Vaibhav Rastogi  
Partner  
M.No. 405200**

**NATIONAL HANDLOOM DEVELOPMENT CORPORATION LIMITED, LUCKNOW**

**PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH, 2006**

<b>PARTICULARS</b>	<b>SCHEDULE</b>	<b>Year ended 31.3.2006 Rs.</b>	<b>Year ended 31.3.2005 Rs.</b>
<b>INCOME</b>			
Sales less returns			
-Yarn		2356303338	2260322194
-Dyes & Chemicals		154574700	145545505
-Fabrics		23642218	11359115
Grant-in-aid against reimbursement of Expenditure under Mill gate price scheme		78436955	77298158
Other Income	"8"	28003365	24487790
Increase/ Decrease in Stock	"9"	1379425	-458006
<b>TOTAL</b>		<b>2642340001</b>	<b>2518554756</b>
<b>EXPENDITURE</b>			
Purchases less returns			
-Yarn (Gross)	2354655584	2299209713	
Less: Grant-in-Aid against reimbursement of CENVAT		- 2354655584	40362288
-Dyes & Chemicals		143836813	134532935
-Fabrics		22967217	11043850
Transportation/Depot. Charges		39557406	28097367
Personnel Expenses	"10"	55733134	54199318
Administrative Expenses	"11"	15232010	15890611
Trade Expenses	"12"	2540971	3332390
Depreciation		1718501	1730494
<b>TOTAL</b>		<b>2636241636</b>	<b>2507674390</b>

**NATIONAL HANDLOOM DEVELOPMENT CORPORATION LIMITED, LUCKNOW**

**PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH, 2006**

<b>PARTICULARS</b>	<b>SCHEDULE</b>	<b>Year ended 31.3.2006 Rs.</b>	<b>Year ended 31.3.2005 Rs.</b>
Profit before Finance Charges and Tax		6098365	10880366
Less: Finance Charges		54397	49294
Less : Provision, write off etc.	"13"	165994	672674
Profit before deferred accrued interest		5877974	10158398
Less: Prior period adjustments (Net)		92788	257286
Less: VRS Compensation		437296	1360831
Less : Fringe benefit tax		753500	-
Add : Deferred Accrued Interest		4049704	4367184
Profit before tax		8644094	12907465
Add : Income Tax relating to earlier years		283230	
Less: Provision for Income Tax-Current		4700000	4934096
Add/Less : Deffered Tax		806016	-143926
Profit after Tax		5033340	7829443
Balance brought forward from last year		53161262	47656219
<b>Appropriations:</b>			
Proposed Dividend		1050000	1600000
Corporate Tax on Dividend		147263	224400
Reserve for Developmental Activities		1000000	500000
Balance carried to Balance Sheet		55997339	53161262
Notes on Accounts	"14"		

**Sd/-  
Jai Gopal Mahajan  
Sr. Manager(F&A)/  
Company Secretary**

**Sd/-  
V.K.Goyal  
Managing Director**

**Sd/-  
B.K. Sinha  
Chairman**

**As per our Report of even date  
For Jain Kapoor & Co.  
Chartered Accountants**

**Place: Lucknow  
Date: 15-6-2006**

**Sd/-  
Vaibhav Rastogi  
Partner  
M.No. 405200**