24th Annual Report

2012-2013

LWS KNITWEAR LTD.

Regd. Office: G.T. Road (West), Ludhiana-141 008 (Punjab)

NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that the 24th Annual General Meeting of the members of LWS Knitwear Ltd, will be held on Monday, the 30th day of September, 2013 at 9.30am at the Registered Office of the Company situated at G.T Road(West), Ludhiana, to transact the following business:

ORDINARY BUSINESS

- To receive, consider and adopt the Audited Profit & Loss Account for the year ended 31st
 March, 2013 and the Balance sheet as on that date and Report of the Directors and
 Auditors thereon.
- 2. To appoint a director in place of Sh. Daya Nand Sahu, who retires by rotation and being eligible offers himself for reappointment.
- 3. To re-appoint Auditors and to fix their remuneration.

By order of the Board For LWS KNITWEAR LTD.

Sd/-(Girish Kapoor) Managing Director

Place: Ludhiana Date: 30.05.2013

NOTES

- 1. A member entitled to attend and vote at this meeting is entitled to appoint a proxy to attend and vote on a poll instead of himself/ herself and the proxy need not be a member of the company. The proxy, in order to be effective, must be received by the company not less than forty eight hours before the meeting. The proxy form is enclosed.
- 2. The Register of Members and the Share Transfer Books of the Company shall remain closed from 28th day of September, 2013 to 30th day of September, 2013 (both days inclusive).

DIRECTORS' REPORT

To

The Members,

The Directors of your company have pleasure in presenting the 24th Annual Report together with Audited Accounts of the company for the year ended 31st March, 2013.

FINANCIAL RESULTS

The financial results of the company are as under

(Rs In Lacs)

			(110. 111 2000)
S. No.	Particulars	2012-13	2011-12
1.	Turnover / Other Income	1183.23	1181.61
2.	Profit before Taxation	2.75	0.94
3.	Provision for Tax	1.53	0.89
4.	Deffered Tax	0.00	3.58
5.	Profit/(Loss) after Tax	1.22	(3.53)
6.	Transfer to Reserve/ Surplus	1.22	(3.53)

1. REVIEW OF OPERATIONS

Your Company achieved Sales and other income of Rs. 1183.23 Lacs as compared to Rs. 1181.61 Lacs during the previous year with a net profit of Rs. 1.22 Lacs as compared to Loss of Rs. 3.53 Lacs in the previous year.

DIVIDEND:

Your Directors do not recommend any dividend for this year.

PUBLIC DEPOSITS

The company has not accepted any deposits under sections 58A and 58AA of the Companies Act, 1956 read with the Companies (Acceptance of Deposit) Rules, 1975.

5. CONSERVATION OF ENERGY AND TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE

The company is not engaged in any manufacturing activity and information under section 217 (1) e of The Companies Act, 1956 is nil.

6. PERSONNEL

None of the employee of the company is in receipt of remuneration for whole / part of the year exceeding the limit prescribed under section 217(2 A) of the Companies Act 1956. The relations with the employees remained cordial throughout the year.

DIRECTORS

Sh. Daya Nand Sahu, Director retire by rotation at the forth coming Annual General Meeting and being eligible, offer himself for re- appointment

8. LISTING

The securities of the company are listed at Mumbai, Delhi, Ludhiana and Vadodara Stock Exchanges. Trading in securities is suspended by the exchanges Ludhiana and Vadodara Stock Exchanges The Company has paid the listing fees for the financial year 2012-13 to Bombay and Delhi Stock Exchanges only.

AUDITOR'S

M/s Rajesh K. Sharma and Associates, Chartered Accountants, Ludhiana are proposed for re-appointment as Statutory Auditors of the company from the conclusion of this ensuing Annual General Meeting till the conclusion of the next Annual General Meeting. They have given their consent to acts as Auditors of the Company and have further confirmed that their appointment would be in conformity of the provision of section 224(IB) of the Companies Act,1956. The Board recommends their re-appointment for the approval of members in the ensuing Annual General Meeting.

The observation of the Auditors in their report read with relevant notes to accounts are self explanatory and therefore, do not require further explanation.

10. DIRECTORS RESPONSIBILITY STATEMENT

Pursuant to the requirement under section 217 (2AA) of the Companies Act 1956 with respect to Directors Responsibility Statement, it is hereby confirmed that:

 In the preparation of the annual accounts for the financial year ended 31st March, 2013, the applicable accounting standards have been followed alongwith proper explanation relating to material departures; 2. The Directors have selected such accounting policies and applied them consistently and made judgement and estimates that were 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 year under review :

- 3. The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- 4. The Directors have prepared the accounts for the financial year ended 31st March, 2013 on a going concern basis.

11. FOREIGN EXCHANGE EARNINGS AND OUT GO

Your company has neither earned any foreign exchange nor incurred any expenditure of foreign exchange during the year under review.

12. CORPORATE GOVERNANCE

Pursuant to clause 49 of Listing Agreement with Stock Exchange(s), the Company has complied with the provisions of Clause 49 as per the schedule of implementation of Corporate Governance and Management Discussion and Analysis report on corporate governance and auditor's certificate regarding compliance with corporate governance form part of the annual report.

13. ACKNOWLEDGEMENTS

Your directors are pleased to place on record their sincere thanks to the Banks for their co-operation and support to the company. Your directors also express their deep appreciation for the devoted and sincere services rendered by workers, staff and executives at all levels of the operations of the company during the year and we are confident that your company will continue to receive such co-operation from them in future also.

By order of the Board For LWS KNITWEAR LTD.

Sd/-(Girish Kapoor) Managing Director

Place: Ludhiana Date: 30.05.2013

REPORT OF THE BOARD OF DIRECTORS ON CORPORATE GOVERNANCE

The report on Corporate Governance is requirement under Listing Agreement entered into with stock Exchange and forms part of the report of the Board of Directors to the shareholders of the Company. This report gives an insight into the organizational structure of the Company.

VISION AND PHILOSOPHY ON THE CODE OF GOVERNANCE

The vision of the company is to be a financially sound, profitable, growth oriented company committed to building and maximizing sustainable value for all the shareholders. In its endeavour to attain the goal visualized, the company is laying maximum emphasis on the effective system of Corporate Governance.

BOARD OF DIRECTORS

Composition:

The present strength of Board of Directors of the Company is three comprising of one promoter director and two independent directors having diversified professional experience. Only one director is whole time director in the Company. The composition of board of directors is as below:-

Chairman of the company is executive.

The particulars relating to the Directors as on 31.03.2013 are given below:-

S No.	Name	Designation	Nature of Directorship
1.	Sh.Girish Kapoor	Managing Director	Promoter / Executive
2.	Sh. Daya Nand Sahu	Director	Independent / Non Executive
3	Sh.Varinder Kumar Dhamija	Director	Independent / Non Executive

At present no sitting fees is being paid to any director and there are no pecuniary relationships or transactions between the company and independent directors. None of the directors on Board holds the office of directors in more than fifteen Companies or membership in more than ten committees of the board or chairmanship of more than five committees.

CONDUCT OF BOARD MEETING

The meetings of the board of directors are held at periodical intervals. The meeting dates are decided well in advance and the agenda papers are circulated sufficiently in advance to the Directors. The Directors have access to all the information about the Company and can suggest for inclusion of any other matter in the agenda for discussion at the Board meetings. The responsibilities, such as policy formulation, performance review and analysis & controls are handled by the Board. The Board has delegated various powers to the committee of Board of Directors of the Company.

The meetings of the Board are ordinarily required to be held at least once in quarter and four times in a year. During the year, the Board met 5 times on the following dates,

30.04.2012	31.07.2012	· 25.08.2013
31.10.2012	31.01.2013	

The attendance of Directors at the meetings for the year 2012-13 and directorship in other companies, membership in other companies and Share holding as on 31-03-2013 is furnished below

S No.	Name of Director	No. of Board Meeting attended.	Nos of other Directorship	Membership in other Committees	Share holding as on 31-03-2013
1	Sh. Girish Kapoor	5	2		707600
2	Sh. Daya Nand Sahu	5	2		
3	Sh. Varinder Kumar Dhamija	5	2	-	

The following Directors attended the last Annual General Meeting held on 29.09.2012.

- Sh. Girish Kapoor
- Sh. Daya Nand Sahu

COMMITTEES OF THE BOARD OF DIRECTORS

The Board constituted the following committees

- Audit Committee to oversee audit functions of the Company.
- Shareholders'/Investors' Grievances Committee to look into the redressal of shareholders/investors' Grievances.

Remuneration Committee

The minutes of each Committee are placed before the Board of Directors at their subsequent meeting.

AUDIT COMMITTEE

Audit committee consists of three directors and two of them are independent and non-executive directors. Five meetings of Audit Committee were held in the year under consideration. The detail of members and their attendance is as under

Name of Directors	Category	Designation	Nos. of meeting attended
Sh. Daya Nand Sahu	Non-Executive and Non Promoter	Chairman	5
Sh.Girish Kapoor	Executive and Promotor	Member	5
Sh. Varinder Kumar Dhamija	Non-Executive and Non Promoter	Member	5

SHAREHOLDERS/INVESTORS GRIEVANCE REDRESSAL COMMITTEE

Shareholders/Investors Grievance Committee consists of three directors and two of them are independent and non-executive directors. Two meetings were held to consider all the matters concerning with shareholders. Managing Director is authorized to approve all the share transfers and related matters. The details of members and their attendance is as under

Name of Director	Category	Designation	Nos. of meeting attended
Sh. Daya Nand Sahu	Non-Executive and Non Promoter	Chairman	2
Sh.Girish Kapoor	Executive and Promoter	Member	2
Sh. Varinder Kumar Dhamija	Non-Executive and Non Promoter	Member	2

REMUNERATION OF DIRECTORS

There is no pecuniary relationship or transaction of the company with its independent directors and no commission is paid to them. Sh.Girish Kapoor. Managing Director is paid monthly Remuneration.

REMUNERATION COMMITTEE

Remuneration committee consists of three directors and two of them are independent and non-executive directors. No meeting of Committee was held in the year under consideration. The details of members is as under

Name of Directors	Category	Designation	
Sh. Daya Nand Sahu	Non-Executive and Non Promoter	Chairman	
Sh.Girish Kapoor	Executive and Promotor	Member	
Sh. Varinder Kumar Dhamija	Non-Executive and Non Promoter	Member	

COMPLIANCE OFFICER

Sh. Daya Nand Sahu, Director of the company has been appointed as Compliance officer fo the purpose of complying with various provisions of the Guidelines, Regulations issued by Securities & Exchange Board of India and Listing Agreement with stock exchanges.

COMMON AGENCY/SHARE TRANSFER AGENT

The Company has appointed M/s Beetal Financial & Computer Services Pvt Ltd , New Delhi a Common Agency for Share Transfer work in both modes physical as well as electronically Following is the address of Transfer Agent :

M/s Beetal Financial & Computer Services Pvt Ltd.

Beetal House, 3rd Floor, 99 Madangir,

Behind Local Shopping Center,

Near Data Harsukhdas Mandir

New Delhi- 110062 Ph.: 011-29961281/82 Fax: 011-29961284

SHARE HOLDERS COMPLAINTS

Opening Balance Nil Received Nil

Settled Nil Closing Balance Nil

No shareholders complaint and no share transfer is pending with the company.

GENERAL BODY MEETINGS

Detail of last 3 Annual General Meetings are given here below:-

Financial Year	Date	Time	Venue
2009-10	30.09.2010	11A.M	Regd. Office
2010-11	30.09.2011	9.30 A.M.	do
2011-12	29.09.2012	11 A.M.	do

SPECIAL RESOLUTIONS

Detail of Special Resolutions passed in the past 3 Annual General Meetings is as under

Date of AGM	Special Resolution
2009-10	Nil
2010-11	Yes
2011-12	Nil

COMMUNICATION TO SHAREHOLDERS

Company provides information relating to the company mainly through the annual reports which includes the Directors report, audited accounts, cash flow statements etc. The shareholders are also intimated the quarterly, and yearly and annual performances through intimation to stock exchanges.

GENERAL INFORMATION TO SHAREHOLDERS

LISTING ON STOCK EXCHANGES

The shares of the company are listed on the following stock exchanges:

- The Stock Exchange, Mumbai.
- The Delhi Stock Exchange.
- The Ludhiana Stock Exchange.
- The Vadodara Stock Exchange.

Annual Listing fee for the year 2012-13 has been paid to the Delhi and Bombay Stock Exchanges only.

24th ANNUAL GENERAL MEETING

Date

30.09.2013

Time

9.30 AM

Venue

G T Road, West

Financial Year

2012-13

Date of Book Closure:

28-09-2013 - 30-09-2013 (Both Days inclusive)

Distribution of share holding of the company as on 31.03.2013 -Category wise

S. No.	Category	No. of Shares Held	% of shareholders
1.	Promoter	2925100	57.82
2.	Indian Public	2133300	42.18
	Total	5058400	100.00

DEMATERIALISATION OF SHARES AND LIQUIDITY

The Company has ensured connectivity with NSDL/CDSL for dematerialization of shares. The ISIN Number is INE281M01013.

ADDRESS FOR CORRESPONDENCE

Followings are addresses for correspondence:

REGISTERED OFFICE/ PLANT LOCATION/ ADDRESS FOR CORRESPONDENCE

Lws Knitwear Ltd

G.T. Road (West), Near Chand Cinema, Ludhiana, Punjab- 141008

BRIEF PROFILE OF DIRECTORS SEEKING APPOINTMENT/ REAPPIONTMENT

Name: Sh Dayanand Sahu

Age: 50

Occupation: Business

Directorship in others companies:

Gee Kay Exports Pvt Ltd

LWS Exports Ltd

Qualification: Commerce Graduate

NON -MANDATORY REQUIREMENTS

CHAIRMAN OFFICE

Chairman of the Company is Executive Director and the company is not required to maintain separate office for chairman.

The Company has constituted a remuneration committee.

CEO DECLARATION ON CODE OF CONDUCT

The Board of Directors of the company has laid down Code of Conduct for the Company Directors and Senior Employees. All the Directors and the senior Employees covered by the code affirm compliance with the Code on an annual basis.

CERTIFICATE OF COMPLIANCE OF CODE OF CONDUCT BY BOARD OF DIRECTORS AND SENIOR MANAGEMENT PERSONNEL

This is to certify that Board of Directors and the Senior Management Personnel have affirmed Compliance of the Code of Conduct applicable to them during the year ended 31st March 2013

CEO & CFO CERTIFICATION UNDER CLAUSE 41 & 49(V) OF THE LISTING AGREEMENT TO BE PLACED BEFORE THE BOARD ALONG WITH AUDITED ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2013

It is hereby certified that;

- We have reviewed financial statements and the cash flow for the year and that to the best of our knowledge and belief;
 - a) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading:
 - b) These statements together present a true and fair view of the company affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year that are fraudulent, illegal or volatile to the company code of conduct.
- We accept responsibility for establishing and maintaining internal controls for financial Reporting and that we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and we have disclosed to the auditors and the Audit committee, deficiencies in the design or operation of such internal controls, if any, of which they are aware and the steps they have taken or propose to take to rectify these deficiencies.
- 4) We have indicated to the auditors and the Audit committee:
- a) Significant changes in internal control over financial reporting during the year if any;
- Significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements if any;

There were no instances of fraud of which they have become aware and the involvement their in, if any, of the management or an employee having a significant role in the company's internal control system over financial reporting.

By order of the Board For LWS KNITWEAR LTD.

Sd/-(Girish Kapoor) Managing Director

Place: Ludhiana Date: 30.05.2013

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

1. INDUSTRY STRUCTURE AND DEVELOPMENT

Ludhiana is a leading producer of woolen and acrylic garments. The industry caters largely to domestic market, it is also exporting hosiery goods which is around 10% of total production. Main export markets till early 1990s, it was former USSR and Middle East and now in recent years it has expanded to other markets in Europe and USA.

2. OPPORTUNITIES AND THREATS

The company is engaged in the manufacture of woolen garments which is a consumer product and has a ready market in India and abroad. However, the company faces competition from other manufactures.

3. SEGMENT WISE OR PRODUCT WISE PERFORMANCE

The company suffered losses in past some years and there were some financial constraints which led to the closure of production. However, company has come out of all the constraints and it has paid all the loans and the company is now debt free.

4. OUTLOOK

Company is all set to export readymade garments and it is expected to earn good profits in the coming years.

RISKS AND CONCERN

Management does not foresee any significant risk to the industry.

6. INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY.

The company has a qualified and independent audit committee which reviews the adequacy of internal controls.

7. DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE.

The gross block of assets of the company stood at Rs.17.33 crores and net worth of the company is Rs. 9.41 crores as at 31.03.2013.

AUDITORS' CERTIFICATE REGARDING COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE

To,

The Member, LWS Knitwear Ltd. Ludhiana

We have examined the compliance of conditions of corporate governance by M/s LWS Knitwear Ltd for the year ended 31st March, 2013 as stipulated in clause 49 of the Listing Agreement of the said company with stock exchanges.

The compliance of conditions of corporate governance is the responsibility of the Management. Our examination is limited to a review of the procedures and implementations thereof, adopted by the company for ensuring the compliance of the conditions of corporate governance as stipulated in the said clause. 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 based on 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.

As required by the Guidance Note issued by the Institute of Chartered Accountants of India, we have to state that, no investor grievances were pending for a period exceeding one month against the Company as per the records maintained by the shareholders/Investor Grievance Committee, other than those which are a subject matter of litigation.

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 RAJESH K. SHARMA & ASSOCIATES CHARTERED ACCOUNTANTS

Sd/-(RAJESH SHARMA) Partner

Place: Ludhiana Date: 30.05.2013

AUDITOR'S REPORT

The Share Holders, M/s. LWS KNITWEAR LTD. LUDHIANA

Dear Sirs.

SUBJECT: AUDIT REPORT FOR THE YEAR ENDING 31.03.2013.

We have audited the attached Balance Sheet of M/s. LWS KNITWEAR LTD., LUDHIANA and also Profit & Loss Account & Cash Flow Statement for the year ended 31.03.2013 annexed thereto. These financial statements are 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 the 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 Manufacturing and other Companies (Auditors Report) Order 2005, issued by the Central Govt. of India in terms of Section 227(4A) of the Companies Act, 1956, we annexe a statement on the relevant matters specified in paragraph 4 & 5 of the said order.
- 2. Further to our comments in annexure referred to above, we report that:
- (a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
- (b) In our opinion, proper books of accounts as required by law have been kept by the Company so far as appears from our examination of such books.
- (c) The Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with referred to by this report are in agreement with the books of account of the company.
- (d) In our opinion, Balance Sheet, Profit & Loss Account and 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.
- (e) The Directors are not disqualified as on 31.03.2013 for being appointed as director in terms of clause (g) of sub-section (1) of Section 274 of the Companies Act,
- (f) In our opinion and to the best of our information and according to the explanations given to us and subject to the notes on accounts given at, Annexure XVII, the said accounts read together with the notes thereon give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view:-
 - (i) In the case of the Balance Sheet of the State if affairs of the company as at 31.03.2013 and;
 - (ii) In the case of Profit & Loss Account of the profits for the year ended on that date and ;
 - (iii) In the case of the Cash Flow Statement, of the Cash Flows for the period ended on that date.

FOR RAJESH K. SHARMA & ASSOCIATES CHARTERED ACCOUNTANTS

Sd/-(RAJESH SHARMA) Partner

Place: Ludhiana Date: 30.05.2013

ANNEXURE TO AUDIT REPORT FOR THE YEAR ENDING 31.03.2013.

As required by the Manufacturing and Other Companies (Auditor's Report) order,2004, issued by the Company Law Board in terms of Section 227(4A) of the Companies Act, 1956, we further report that:-

The Company has maintained proper records showing full particulars, including (1) (a) quantitative details and situation of fixed assets, which are in process of updation/completion.

As explained to us, the fixed assets have been physically verified by the (b) management according to the phased programme. Pursuant to programme, physical verification of the fixed assets was carried out during the period by the management and discrepancies noticed were not material.

No Substantial part of the fixed assets has been disposed during the year. (c)

The inventories have been physically verified by the management during the year (a) (2)at reasonable intervals.

In our opinion and according to the information & explanations given to us the (b) proceeds of physical verification followed by the management are reasonable and adequate in relation to the size of the company and nature of the business.

The company has maintained stock records of inventories and discrepancies (c) noticed on physical verification were not material.

- The Company has not taken any loans (secured or unsecured from (3)(a) Shareholders/other parties covered under Section 301 of the Companies Act, 1956. However the company has granted loans to companies from and other parties covered under section 301 of the Act.
 - N.A. (b)
 - N.A. (c)
 - There is no overdue amount in respect of loans taken by the company (d)
- In our opinion and according to information provided to us, there are according to information provided to us, (4)control procedures commensurate with the size of the company and nature of the business for the purchase of the inventory and fixed assets of the company and for the sale of the goods. During the course of our audit, we have not observed any major weaknesses in internal controls.
- According to the information and explanation given to us and audit in accordance (5)(a) with generally accepted auditing practices, in our opinion, the transactions that need to be entered into the register in pursuance of section 301 of the Act have been so entered.
 - In our opinion and according to information and explanations given to us the (b) transactions with parties as stated in para 5(a) above, with whom transactions exceeding Rs.5,00,000/- have been entered into during the financial year are at prices which are reasonable having regard to the prevailing makes at the relevant time.
- As per the information and documents provided to us, during the year the company has (6)not accepted any deposits from the public as defined under section 58A and 58AA of the Companies Act 1956, and the rules framed there under.
- In our opinion the company has an internal audit system commensurate with the size (7)and nature of the business.
- During the year under review, Maintenance of Cost records under section 2000 of the (8)Companies Act, 1956, is not applicable to company.

(9) (a) According to the records of the company, the company is regular in depositing with appropriate authorities undisputed statutory dues including P.F., ESI, Income Tax, Sale Tax, Wealth Tax, Custom Duty, Excise Duty, Cess and other statutory dues which are applicable to it. According to the information and explanation given to us, disputed amount payable in respect of the statutory dues which are remained outstanding as at 31.03.2013 for a period more than 6 months is NiI.

- (b) According to the records and information and explanations given to us, there are dues of Rs. Nil in respect of P.F., ESI, Income Tax, Sale Tax, Wealth Tax, Custom Duty, Excise Duty, Cess and other statutory dues that have not been deposited on account of dispute.
- (10) The company has neither any accumulated losses nor has incurred any cash losses in the current financial year.
- (11) Based on our audit procedures and on the information and explanations provided by the management, the company has not defaulted in repayment of dues to bank. There were no dues to debenture holders during the year.
- (12) According to the information and explanations provided to us and based on the documents and records produced before us, the company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (13) Clause (xiii) is not applicable to the company as the company is not a Chit fund company or nidhi/mutual benefit fund/society.
- (14) In our opinion and according to information and explanations given to us, the company is not dealing in shares, securities, debentures and other investments and therefore clause (xiv) of the Order is not applicable to the company.
- (15) According to information and explanations given to us, the company has not given any guarantee for loans taken by others from the bank or financial institutions.
- (16) According to information and explanations given to us, the no term loan has been availed during the year under review.
- (17) According to information and explanations given to us, and on overall examination of the Balance Sheet of the company, we are of the opinion that the company has not used funds raised on short term basis for long term investments and vice versa.
- (18) The company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under section 301 during the year.
- (19) No debentures have been issued / outstanding during the year hence the provision of clause (xix) of the said order is not applicable.
- (20) The company has not raised money by public issues during the year.
- (21) Based on the audited procedures performed and information and explanation 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 RAJESH K. SHARMA & ASSOCIATES CHARTERED ACCOUNTANTS

Sd/-(RAJESH SHARMA) Partner

Place: Ludhiana Date: 30.05.2013

BALANCE SHEET AS AT 31ST MARCH, 2013

i .			OUNT IN RS.) AS AT
Particulars	NOTE NO.	AS AT 31.03.2013	31.03.2012
. EQUITY AND LIABILITIES			
1) Shareholder's Funds	8	######################################	50504000.00
a) Share Capital	1	50584000.00	50584000.00
b) Reserves and Surplus	2	43469751.02	43355337.10
c) Money received against share warrants		0.00	0.00
2) Share application money pending allotment		0.00	0.00
SUB TOTAL	(A)	94053751.02	93939337.10
3) Non-Current Liabilities			
a) Long-term borrowings	3	7875000.00	8405514.00
b) Deferred tax liabilities (Net)		0.00	0.00
c) Other Long term liabilities		0.00	0.00
d) Long term provisions		0.00	0.00
SUB TOTAL	(B)	7875000.00	8405514.00
4) Current Liabilities			0.00
a) Short-term borrowings		0.00	0.00
b) Trade payables	4	71158533.00	13525782.0
c) Other current liabilities	4	103510.89	106672.8
d) Short-term provisions	4	153070.00	88800.00
SUB TOTAL	(C)	71415113.89	13721254.8
TOTAL (A+B		173343864.91	116066105.9
I.ASSETS			
(1) Non-current assets			
(a) Fixed assets			
(i) Tangible assets	5	1936474.26	2034963.2
		0.00	0.0
(ii) Intangible assets		0.00	0.0
(iii) Capital work-in-progress		0.00	0.0
(iv) Intangible assets under development	6	79874200.28	66436973.4
(b) Non-current investments		56165.06	56165.0
(c) Deferred tax assets (net)	7	4300000.00	4300000.0
(d) Long term loans and advances	8	20337108.00	1450000.0
(e) Other non-current assets SUB TOTAL	_	106503947.60	74278101.7
(2) Current assets	(-/		
` '		0.00	0.0
(a) Current investments	9	28441.00	8750.0
(b) Inventories	9	53099871.00	40254646.0
(c) Trade receivables	9	13702848.31	1524608.2
(d) Cash and cash equivalents	9	0.00	0.0
(e) Short-term loans and advances	0	8757.00	0.0
(f) Other current assets	9	66839917.31	41788004.2
SUB TOTAL		173343864.91	116066105.9
TOTAL (D. SIGNIFICANT ACCOUNTING POLICES AND NOTES TO	+t)	NOTE NO	

SIGNIFICANT ACCOUNTING POLICES AND NOTES TO THE ACCOUNTS

As per our Report of even date attached

FOR RAJESH K. SHARMA & ASSOCIATES CHARTERED ACCOUNTANTS

FOR LWS KNITWEAR LTD.

Sd/-(RAJESH SHARMA) Partner

Place: Ludhiana Date: 30.05.2013 Sd/-(GIRISH KAPOOR) Managing Director

(DAYA NAND) Director

PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED 31st MARCH, 2013

Particulars	NOTE NO.	CURRENT YEAR	PREVIOUS YEAR
REVENUE		*11	
Revenue from operations (Net of Taxes)	10	118322989.00	118159767.65
I. Other Income	11	13.48	1309.67
Total Revenue (I +II)		118323002.48	118161077.3
EXPENSES			
Cost of materials consumed	12	116700582.00	116313887.8
Purchase of Stock-in-Trade		0.00	0.0
Changes in inventories of FG/SIP/SIT	13	-19691.00	0.0
Employee benefit expense	14	373640.00	133845.0
Financial costs	15	1483.00	1000.0
Depreciation and amortization expense	16	224489.00	224488.7
Other expenses	17	767795.56	1393619.2
Total Expenses (IV)		118048298.56	118066840.7
Profit before exceptional and extraordinary items	(III - IV)	274703.92	94236.5
/I. Exceptional Items		0.00	0.0
/II. Profit before extraordinary items and tax (V - VI)		274703.92	94236.5
/III. Extraordinary Items		0.00	0.0
X. Profit before tax (VII - VIII)		274703.92	94236.5
K. Tax expense:			
(1) Current tax		153070.00	88800.0
(2) Deferred tax		0.00	358002.0
(I. Profit from the perid from continuing operations		121633.92	-352565.4
(II. Profit/(Loss) from discontinuing operations		0.00	0.0
III. Tax expense of discounting operations		0.00	0.00
(IV. Profit/(Loss) from Discontinuing operations (XII - XIII)		0.00	0.00
(V. Profit/(Loss) for the period (XI + XIV)		121633.92	-352565.4
ess Previous Year Tax Adjustments		7220.00	6650.00
Add Depreciation Adjustments		0.00	0.00
Profit B/F		41355337.10	41714552.5
Balance C/F to Balance Sheet		41469751.02	41355337.10
(VI. Earning per equity share:			
(1) Basic		0.02	0.00
(2) Diluted		0.02	0.00

SIGNIFICANT ACCOUNTING POLICES AND NOTES TO THE ACCOUNTS As per our Report of even date attached

NOTE NO - 18

FOR RAJESH K. SHARMA & ASSOCIATES

FOR LWS KNITWEAR LTD.

CHARTERED ACCOUNTANTS

(RAJESH SHARMA) Partner

Place: Ludhiana Date: 30.05.2013 Sd/-(GIRISH KAPOOR)

Sd/-(DAYA NAND)

			NOTE NO I
DETAIL OF SHARE CAPITAL			
PARTICULARS		AS AT 31.03.2013	AS AT 31.03.2012
		(RS.)	(RS.)
AUTHORISED			
55,00,000 (P.Y. 55,00,000) Equity Shares of Rs. 10/- (Rupees Ten) each		55000000.00	55000000.00
ISSUED, SUBSCRIBED AND PAID UP			
50,58,400(P.Y 50,58,400) Equity Shares of Rs. 10/- (Rs. Ten) each fully paid up.		50584000.00	50584000.00
	TOTAL	50584000.00	50584000.00
Share Capital as at 01.04.2012		50584000.00	50584000.00
Addition during the year		0.00	0.00
Balance As at 31.03.2012		50584000.00	50584000.00
DEATIL OF RESERVE & SURPLUS			NOTE NO 2
PARTICULARS		AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
Profit & Loss		41469751.02	41355337.10
Share Premium		2000000.00	2000000.00
	TOTAL	43469751.02	43355337.10
	IOIAL	40-1001-011-02	

DEATIL OF LONG TERM BORROWINGS

NOTE NO. - 3

PARTICULARS		AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
A. SECURED BORROWINGS FROM BANKS AND FIS		0.00	0.00
B. FROM OTHERS			
Unsecured Borroeings from Directors		0.00	0.00
Unsecured Borroeings from Shareholders		0.00	0.00
Unsecured Borroeings from Corporates		7875000.00	8405514.00
	TOTAL	7875000.00	8405514.00

NOTE NO. -4

DETAIL OF TRADE PAYABLES & OTHER CURRENT LIABILITIES

PARTICULARS	AS AT 31.03.2013	AS AT 31.03.2012
	(RS.)	(RS.)
TRADE PAYABLES		
Sundry Creditors	71158533.00	13525782.00
Sundry Creditors for Capital Goods	0.00	0.00
Advance from Customers	0.00	0.00
SUB TOTAL (A)	71158533.00	13525782.00
OTHER CURRENT LIABILITIES		
Payable Expenses	103510.89	106672.89
SUB TOTAL (B)	103510.89	106672.89
DETAIL OF SHORT TERM PROVISIONS	(Beta) (Colores and Colores and Colores (Colores	
Provision for Income tax	153070.00	88800.00
SUB TOTAL (C)	153070.00	88800.00
TOTAL (A+B+C)	71415113.89	13721254.89

LWS KNITWEAR LIMITED

M/S. LWS KNITWEAR LTD. G.T.ROAD(WEST), LUDHIANA.

NOTE NO. - 5

FIXED ASSETS

(CALCULATION OF DEPRECIATION AS PER COMPANIES ACT, 1956)

											WDVAS
	COST AS ON	ADDITION	SNO	SALE/	TOTAL COST	DEPRECIA-		ADJUST-		W.D.V AS	NO
PARTICULARS	01.04.2012	BEFORE AFTER 30.09.2012	AFTER 30.09.2012	TRANSFER	OF ACQUISITION	-TION UPTO 01.04.2012	ATION FOR THE YEAR	MENTS /SALE	DEPRECIA- C	ON 31.03.13	31.03.12
Machinery	4438148.50	0.00	0.00	0.00	4438148.50	3108825.92	210812.00	00.00	3319637.92 1118510.58 1329322.58	1118510.58	1329322.58
Machinery under	807055 00		0.00 126000.00	0.00	733055.00	0.00	0.00	0.00		733055.00	0.00 733055.00 607055.00
installation _ A	LL()		126000.00	0.00	5171203.50	3108825.92	210812.00	0.00		1851565.58	3319637.92 1851565.58 1936377.58
MISC. ASSETS											
	16700 00	000	0.00	0.00	0 16700.00	707.07	2707.00	0.00	5414.07	11285.93	13992.93
Computers					0 94915.20	0 62022.25	6008.00	0.00	68030.25	26884.95	32892.95
Furniture & Fixture						7 51526.57	3736.00	0.00	55262.57	23389.30	27125.30
Office Equipments						0 1225.50	1226.00	0.00	2451.50	23348.50	24574.50
Water Coller	23800.00				8	-	13677.00	0.00	131158.39	84908.68	98585.68
37	14		12600		0 5387270.57	7 3226307.31	1 224489.00	00.00		1936474.26	3450796.31 1936474.26 2034963.26
1	3201210.0		.								

NOTE NO. - 6

DEATIL OF NON CURRENT INVESTMENTS

PARTICULARS	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
TRADE INVESTMENTS	0.00	0.00
OTHER INVESTMENTS		
INVESTMENT IN EQUITY SHARES	0.00	0.00
- (i) Subsidiaries/associates/joint ventures/controlled		W E
- (ii) Others (Quoted at cost)		
M/s. Riba Textile Limited	3000000.00	3000000.00
M/s. Sportking India Limited	300000.00	300000.00
INVESTMENT IN PARTNERSHIP FIRMS		
- LWS Knitwear (Associate Concern)	76574200.28	63136973.40
TOTAL	79874200.28	66436973.40
NAME OF THE PARTNERS IN PARTNERSHIP CONCERN	SHARE	CAPITAL AS
		AT 31.03.13
LWS Knitwear Limited	80.00%	76574200.28
Girish Kapoor	10.00%	-3309886.50
Gopal Kapoor	10.00%	2338437.01

G.T.ROAD(W	LOT), LODIII	,	<u>NOTE NO 7</u>
LONG TERM LOANS & ADVANCES			
PARTICULARS		AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
(Unsecured considered Good)			
Advance against Capital Goods		0.00	0.00
Security Deposits		0.00	0.00
Loans & Advances to Related Parties		0.00	0.00
Other Loans & Advances		4300000.00	4300000.00
	TOTAL	4300000.00	4300000.00
			NOTE NO 8
DETAIL OF OTHER NON CURRENT ASSE	TS		
PARTICULARS	2	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
Preliminary Expenses		0.00	0.00
Pre-Operative Exp. Pending for Capitalisation		0.00	0.00
LONG TERM TRADE RECEIVABLES (Cor Doubtful)	<u>ısidered</u>		
Debtors outstanding exceeding one year		20337108.00	1450000.00
	TOTAL	20337108.00	1450000.00

DETAILS OF CURRENT ASSETS PARTICULARS		AS AT 31.03.2013	NOTE NO 9 AS AT 31.03.2012
		(RS.)	(RS.)
INVENTORIES			
Raw Material		0.00	0.00
Stock in Process		0.00	0.00
Finished Goods		19691.00	0.00
Stores & Spares		8750.00	8750.00
¥	SUB TOTAL (A)	28441.00	8750.00
TRADE RECEIVABLES			
(Secured & considered good)			
Less than 6 months		53099871.00	40045054.00
more than 6 months but less than 1 year		0.00	209592.00
	SUB TOTAL (B)	53099871.00	40254646.00
CASH & CASH EQUIVALENTS			
Cash in Hand		542482.46	1355967.46
Balance with Schedule Banks.		13160365.85	168640.81
Margin Money FDRs (Maturity Less than 12 months)		0.00	0.00
Margin Money FDRs (Maturity more than 12	20		
months)	50 No.	0.00	0.00
	SUB TOTAL (C)	13702848.31	1524608.27
SHORT TERM LOANS & ADVANCES			
(Secured and considered good)			
 Loans & Advances to related parties 		0.00	0.00
 Loans & Advances to others 			
Advances to Suppliers		0.00	0.00
	SUB TOTAL (D)	0.00	0.00
OTHER CURRENT ASSETS	-		The Washington, and the Control of t
Duties & Taxes		8757.00	0.00
Misc. receivables		0.00	0.00
	SUB TOTAL (E)	8757.00	0.00
	TOTAL	66839917.31	41788004.27
	_		

NOTE NO. - 10
DETAIL OF REVENUE FROM OPERATIONS DURING THE YEAR ENDED 31.03.2013

PARTICULARS	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
Sales of Products	118322989.00	118159767.65
Sale of Services	0.00	0.00
Sale of Licences	0.00	0.00
	118322989.00	118159767.65
Less Taxes	0.00	0.00
Net Revenue	118322989.00	118159767.65
Por Marie Control of C		

NOTE NO. - 11

DETAIL OF INCOME FROM OTHER SOURCES DURING THE YEAR ENDED 31.03.2013

PARTICULARS	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
Rebate & Discount	13.48	0.00
Rounded Off	0.00	421.67
Freight & Cartage	0.00	888.00
	13.48	1309.67

NOTE NO. - 12

DETAIL OF COST OF MATERIAL CONSUMED DURING THE YEAR ENDED 31.03.2013

PARTICULARS		AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
Opening Stock of Raw Material Add Purchases Less Closing Stock of Raw Material Less Excise duty and VAT Consumed		0.00 116696262.00 0.00 0.00	0.00 116313887.81 0.00 0.00
Raw Material Consumed Labels & Tags		116696262.00 4320.00	116313887.81 0.00
	TOTAL	116700582.00	116313887.81
DETAIL OF INCREASE/DECREASE IN	STOCKS	DURING THE YEAR	NOTE NO 13 ENDED 31.03.2013
PARTICULARS	J.	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
OPENING STOCK OF - STOCK OF FINISHED GOODS - STOCK OF WORK IN PROCESS - STOCK OF STOCK-IN-TRADE	1 1	0.00 0.00 0.00	0.00 0.00 0.00
TOTAL		0.00	0.00
CLOSING STOCK OF - STOCK OF FINISHED GOODS - STOCK OF WORK IN PROCESS		19691.00	0.00
- STOCK OF STOCK-IN-TRADE		0.00	0.00
TOTAL		19691.00	0.00
INCREASE/DECREASAE IN STOCKS	-	-19691.00	0.00

NOTE NO. - 14

DETAIL OF EMPLOYEE BENEFIT EXPENSES DURING THE YEAR ENDED 31.03.2012

PARTICULARS		AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
Salary & Allowances Staff & Labour Welfare Expenses		372000.00 1640.00	132000.00 1845.00
	TOTAL	373640.00	133845.00

NOTE NO. - 15

DETAIL OF FINANCIAL COST DURING THE YEAR ENDED 31.03.2013

AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
1483.00	1000.00
0.00	0.00
0.00	0.00
0.00	0.00
1483.00	1000.00
	(RS.) 1483.00 0.00 0.00 0.00

AND RESTORATION COMES CO

NOTE NO. - 16

DETAIL OF DEPRECIATION AND AMORTIZATION EXPENSES DURING THE YEAR ENDED 31.03.2013

PARTICULARS		AS A	T 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
Depreciation		1 E	224489.00	224488.72
Preliminary Expenses W/Off			0.00	0.00
,	TOTAL		224489.00	224488.72

NOTE NO. - 17

<u>DETAIL OF OTHER EXPENSES DURING THE YEAR ENDED</u> 31.03.2013

PARTICULARS		AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
Auditor's Remuneration			
- Audit Fees		15000.00	15000.00
Advertisement Expenses		87806.00	54962.00
Conveyance Expenses		7600.00	8200.00
Directors Remuneration & Perquisites		240000.00	240000.00
Entertainment Expenses		, 523.00	3963.00
Fees & Taxes		79534.00	694369.00
Meeting Expenses		10000.00	5000.00
Mics.Exp.		560.00	5280.00
Postage & Courier Expenses		4915.00	13139.00
Printing & Stationery		40638.00	20782.00
Legal & Professional Expenses		115910.00	83594.00
Telephone Expenses		96983.96	183097.31
Tour & Travelling Expenses		19100.00	45470.00
Vehicle Repair & Maintenance		8200.00	9400.00
Loss from Partnership Concern		41025.60	11362.93
LOSS HOTH Partitership Concern			
	TOTAL	767795.56	1393619.24

NOTES ON ACCOUNTS.

ANNEXURE-XVII

A. SIGNIFICANT ACCOUNTING POLICIES:

GENERAL

- (i) These accounts are prepared on the historical cost basis and on the accounting principles of going concern.
- (ii) Accounting policies not specifically referred to otherwise are consistent and in consonance with generally accepted accounting principles and mandatory Accounting Standards.

REVENUE RECOGNITION

Expenses and incomes considered payable and receivable respectively are accounted for on accrual basis.

FIXED ASSETS

The Fixed assets are stated at Historical Cost less depreciation.

DEPRECIATION

Depreciation on fixed assets has been provided as per SLM Method of Companies Act 1956.

METHOD OF ACCOUNTING

The company has adopted mercantile system of accounting.

VALUATION OF INVENTORIES

Store & Spares are valued and certified by the management. As per their views the stocks are valued at cost or net realisable value whichever is low.

PROVISION FOR CURRENT TAX AND DERERRED TAX

Provision for current tax has been made as per the prevailing income tax rates and Provision for Deferred Tax Assets has been calculated in terms of newly issued accounting standard interpretation (ASI) No-5 along with ASI-3 and AS-22 issued by the ICAI.

B. OTHER NOTES

- The company has not made any provision for gratuity as none of the employees is eligible for gratuity as per the information provided. The rules of Provident Fund and ESI act is not applicable on the company; hence the company has not deducted and deposited any ESI and Provident Fund on behalf of its employees, hence AS-15 is not applicable on the company.
- 2) The company has not acquired any fixed assets on which it has availed any loan from the banks, hence the capitalization of the borrowing costs as stated under AS-16 is not applicable on the company.(AS-16)
- 3) Investments as shown in the balance sheet are at cost. Their present market values are not ascertainable. The company has not received any dividend, interest or rent from the companies in which it had made investments. The company has received share of profit/Loss from M/s. LWS Knitwear, a partnership concern in which the company is one

of the partner. (AS-13).

4) The company has not made any foreign currency transactions during the year, hence AS-11 is not applicable on the company.

- 5) The company has made investments in LWS Knitwear, a partnership concern and Sh. Girish Kapoor, Mg. Director of the company is one of the partners.
- 6) The company has not received any grant or subsidy form Government of India during the year.
- 7) The company is a partner in LWS Knitwear. The information required by the Schedule VI of the Companies Act, 1956 in this regard is given as below:

During the year under reference the Company's share in the Profit/Loss from the firm was as under:

10% 10% 80%	AS AT 31.03.2012 10% 10% 80%
	10%

- 8) At the time of audit only test check has been made to check the records.
- 9) Auditors Remuneration 2012-13 2011-12
 Audit Fees 5000/- 5000/Tax audit Fees 5000/- 5000/Misc. Services 5000/- 5000/-

(Rs.in Lacs)

For the Year ended at 31st March 2013 31st March 2012

10)	Contingent liabilities not provided for	Nil	Nil
11)	Estimated amount of contracts remaining to be executed on capital account.	Nil	Nil

12) Remuneration including benefits to 2.40 2.40

Managing Director & Director.

- (Rs. In Lacs) Impact of Prior period items on profit is as under:-13) 2011-12 2012-13 **Particulars** Pre-Tax Profit after adjustment of prior period items 0.94 2.74 0.00 0.00 Add Prior Period Expenses 0.00 0.00 Less Prior period incomes 0.94 2.74 Net Profit before Prior Period Items
- 14) Additional information pursuant to paragraph 3,4C and 4D of part of the Schedule VI of the Companies Act, 1956 is as under:

		Current Year	Previous Year
a)	Licenced, Installed Capacity & Actual Production; Licenced Capacity Installed Capacity (Certified by Directors of the Co.)	N.A. 1000 pcs per d	N.A.
	Actual Production	Nil	Nil

b) Value of imported and indigenous raw material & spares parts consumed.

	i) Raw Material Imported Indigenous	0.00	0.00 1163.14
	ii) Store & Spare Imported Indigenous	0.00 0.00	0.00 0.00
c)	Value of imports on CIF basis. Raw Material Capital Goods	Nil Nil	Nil Nil
d)	Expenditure in foreign currency	Nil	Nil
f)	Break up of expenditure incurred on employees in receipt of remuneration amounting to Rs.2400000 or more if employed for full year or Rs.200000 or more per month if employed for part of the year.	Nil	Nil
45	Disabeture of related portion/relat	ad north transactions	

15) Disclosure of related parties/related party transactions.

a) Names of the related parties :

M/s. LWS Knitwear

M/s. LWS Exports Limited M/s. Gee Kay Knitwear (P) Ltd.

b) Key Management personnels

Sh. Girish Kapoor Sh. Daya Nand Director Director

Sh. Varinder Kumar Dhamija

Director

(Rs. In Lacs)

c) Disclosure of related party

Associated Concerns

Key Mgt.

Total

Sale of Material and Services

16.33

Personnel Nil

16.33

d) Outstanding Balances as at 31.03.2013

UNSECURED LOANS

Associate Concerns

Rs. Nil

Key Management Personnel:

Ŕs. Nil

Other related Parties

Rs. Nil

16) SEGMENT REPORTING

The company is only in one line of business activity namely textile and selling its products with in India only. It has not earned or paid any foreign exchange during the FY 12-13, hence AS-17 is not applicable on the company.

17) Earning Per Share as required under Accounting Standard 20:

* .	2012-13	2011-12
Profit/(Loss) for the year	1.15	-3.59
Weighted average number of Equity Shares	50.58	50.58
(Number in Lacs)		
Basic earning per share (Rs.)	0.02	0.00
Diluted earning per share (Rs.)	0.02	0.00
Basic earning per share (Rs.)		

18. An appeal is pending with the CESTAT, New Delhi against the refund of bank guarantees en-cashed by the Custom Authorities for an amount of Rs.165459/- and Rs.843697/- which had been filed by Commissioner of Customs, New Delhi against the orders passes by the Commissioner Appeal, hence no provision for the refund of the amount has been made in the books of accounts. Refund will be treated in the account books on receipt basis.

19. MSME COMMENTS

None of our suppliers have come forward with their registration under the MSME Development Act 2006.

20. EQUITY SHARE CAPITAL

AUHTORISED

The company has an Authorised Equity Share Capital of Rs.5.50 crores divided into 55.00 Lacs equity shares of Rs.10/- each.

ISSUED, SUBSCRIBED AND PAID UP

Issued, Subscribed and paid up equity share capital of the company is Rs.50584000/- divided in to 5058400 equity shares of Rs.10/- each fully paid-up.

Equity Shares (Opening) - 5058400
Allotted during the year - Nil
Equity Shares Closing - 5058400

21. MAJOR SHARE HOLDERS OF THE COMPANY HAVING STAKE OF MORE THAN 5%.

Sh. Girish Kapoor - 774700 Equity shares Smt. Kusum Kapoor - 2059900 Equity shares

22. Aggregate Expenditure on (Rs. Lacs)

	Employees Benefit Expenses		
	Salary & Wages	-	3.72
	Staff & Labour Welfare	-	0.02
-	Depreciation and amortization Expenses	-	2.24
-	Interest Income	-	0.00
-	Interest Expenses	-	0.00
_	Dividend Income	-	0.00
-	Net gain/loss on sale of Investments	-	0.00
-	Net gain on foreign currency transactions	-	0.00
-	Prior Period Items	-	0.00

23. Expenditure incurred on

Expenditure incurred on		
 Consumption of Stores & Spares 	-	0.00
- Power & Fuel		0.00
- Rent	- ¹	0.00
 Repair to buildings 	=	0.00
 Repair to Machinery 	_	0.00
- Insurance		0.00
- Fees & Taxes	-	0.80

- 24. The company has no unpaid calls and there is no forfeited shares during the year.
- Additional information as required under PART IV of Schedule VI of the companies Act, 1956.

LWS KNITWEAR LIMITED

ANNUAL REPORT 2012-2013

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE.

1.	Reg	jis	trat	ion	Det	tails					- 19								2002						183	n.						
	Reg	isi	rati	on l	No.				L17	115	PB1	989	PLC	009	315		āmi)							Stat	te C	ode			1		6	
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FOR RAJESH K. SHARMA & ASSOCIATES CHARTERED ACCOUNTANTS

FOR LWS KNITWEAR LTD.

Sd/-

(RAJESH SHARMA)

Partner

Place: Ludhiana Date: 30.05.2013 Sd/-(GIRISH KAPOOR) Managing Director Sd/-(DAYA NAND) Director

Place: Ludhiana Date: 30.05.2013

M/S. LWS KNITWEAR LTD. G.T.ROAD(WEST), LUDHIANA.

CASH FLOW STATEMENT FOR THE YEAR ENDED 31.3.	2013	(Rs.)
PARTICULARS	AMOUNT (RS.)	Year Ended 31.03.2013
CASH FLOW FROM OPERATING ACTIVITIES Net profit before tax and Extraordinary Items Adjustments for		274703.92
a Depreciation & Amortization Exp. (Adjusted) b. Interest Paid c. Interest Received	224489.00 0.00	
Operating Profit Before Working Capital Changes	0.00 224489.00	224489.00
Adjustments for		499192.92
a. Increase in inventoriesb. Increase in Receivables	-19691.00 -12845225.00	P
 c. Increase in Loan & Advances d. Increase in Other Current Assets e. Increase in Current Liabilities & Provisions 	0.00 -8757.00	
CASH GENERATED FROM OPERATIONS	57693859.00 44820186.00	44820186.00 45319378.92
a. Interest Paidb. Prov. For Taxation	0.00 -153070.00 -153070.00	
Cash Flow Before extraordinary items Previous Year Tax Adjustments Net cash From operating activities		-153070.00 45166308.92 -7220.00 45159088.92
CASH FLOW FROM INVESTING ACTIVITIES Purchase of Fixed Assets(Net of Sales) Increase in Long Term Loans & Advances	-126000.00 0.00	
Increase in Non Current Assets Increase in Non Current Investments Interest Received	-18887108.00 -13437226.88 0.00	
Net Cash used in Investing Activities	-32450334.88	00/5000/ 00
CASH FLOW FROM FINANCING ACTIVITIES		-32450334.88 12708754.04
Increase in Share Capital & Share Premiums Increase in Dereffered Tax Liability Increase in Long Term Borrowings Increase in Short Term Borrowings	0.00 0.00 -530514.00 0.00	
Net cash from Financing Activities Net Increase(+)/Decrease(-) in Cash and Cash Equiv. Cash and Cash equiv. as at 01.04.2012 (Op. Bal.) Cash and Cash equiv. as at 31.03.2013 (Cl. Bal.)	-530514.00	-530514.00 12178240.04 1524608.27 13702848.31
As per our Report of even date attached		107 020 10.01
FOR RAJESH K. SHARMA & ASSOCIATES CHARTERED ACCOUNTANTS	FOR LWS KNITWEAR LTD.	
Sd/- (RAJESH SHARMA) Partner		Sd/- (DAYA NAND) Director

M/S. LWS KNITWEAR LTD. REGISTERED OFFICE: G.T.ROAD (WEST), LUDHIANA.

ATTENDANCE SLIP

(Please complete this Attendance Slip and hand it over at the entrance of the Meeting Hall)

I/We hereby record by presence at the 24 th Annual General Meeting being held on Monday, 30 th September, 2013 at 9:30 a.m. at G.T. Road (West), Ludhiana.
FOLIO NONO. OF SHARE HELD
NAME OF SHAREHOLDER/PROXY*
ADDRESS
SIGNATURE OF SHAREHOLDER/PROXY*
*Strike out whichever is not applicable.
CUT HERE
M/S. LWS KNITWEAR LTD. REGISTERED OFFICE: G.T.ROAD (WEST), LUDHIANA.
PROXY FORM
PROXY FORM
I/We
I/We being the member /
I/We being the member / member of LWS KNITWEAR LIMITED, hereby appoint
I/We being the member /
I/We being the member / member of LWS KNITWEAR LIMITED, hereby appoint of failing him/her
of
of

As per SEBI Guidelines No Gifts / Gift Coupons shall be distributed at the Annual General Meeting