

LIMITED REVIEW REPORT

To,
The Board of Directors,
Swadeshi Polytext Limited
Ghaziabad

We have reviewed the accompanying statement of unaudited financial results of **Swadeshi Polytext Limited** for the quarter ended 31st March, 2010 except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. This statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400, Engagements to Review Financial Statements, issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above and having relied upon the management representation in respect of the following matters in view of the pending availability / verification of relevant documents and records,

- a) *Balance confirmation in respect of certain inoperative Bank Accounts, Debtors, Creditors, loans, advances and other parties (also refer note no. B-8 of Schedule-11 of audited accounts for the year ended 31st March 2009)*
- b) *Status of assessment/cases relating to Income Tax, Sales Tax, Excise Duty, Custom Duty and other matters (also refer note no B-1, of Schedule 11 of audited accounts for the year ended 31st March 2009)*
- c) *Sundry debtors outstanding for long being considered good and not provided for (Amount Rs. 450.49 lac, being net of provision already made of Rs. 36.93 Lacs)*

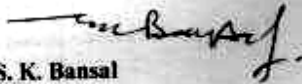


Suresh Bansal & Co.

- d) *Recognition of value of assets and liabilities in view of the discontinued operations (also refer note No B-3 of Schedule-11 of audited accounts for the year ended 31st March 2009)*
- e) *Non provision of interest on secured loans taken from bodies corporate (also refer note No B-8 of Schedule-11 of audited accounts for the year ended 31st March 2010).*

we report that subject to the matters described in the preceding paragraph, impact of which on the accompanied unaudited financial results unascertained, nothing has come to our attention that causes us to believe that the said accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Suresh Bansal & Co.
Chartered Accountants
Firm Regn. No. 003343N


S. K. Bansal
Partner
Membership No: 082242
Place: Faridabad

Date : 15-02-2011.



SWADESHI POLYTEX LIMITED

Regd. Office: Kavi Nagar, Industrial Area, Ghaziabad - 201002, Uttar Pradesh

Unaudited Financial Results for the quarter ended 31st March, 2010

(Rs. In Lacs)

S.No	Particulars	Quarter Ended		Year Ended	
		31.03.2010	31.03.2009	31.03.2010	31.03.2009
		Unaudited	Unaudited	Audited	Audited
1	Gross Sales	122.14	35.00	207.30	35.00
	Sale of Trading Goods				
	Less: Excise Duty Paid	122.14	35.00	207.30	35.00
	Total (1)				
2	Expenditure	29.76	-	-	-
	(Increase)/ Decrease in Stocks	86.52	33.60	197.53	33.60
	Purchase of Goods Traded In	342.75	829.63	342.88	859.83
	Interest Paid	17.46	58.37	48.04	81.27
	Legal & Professional Fee	43.39	-	60.07	-
	Power & Fuel	-	-	-	-
	Employees Cost	1.71	1.78	6.82	7.12
	Depreciation	-	6.02	-	25.22
	Maintenance Exp.	34.27	18.51	77.30	58.91
	Other Expenditure	555.86	947.11	739.64	1,075.95
	Total (2)	(433.72)	(912.11)	(523.34)	(1,049.95)
3	Profit / (Loss) from Operations before Other Income, Interest & Exceptional Items (1-2)			0.34	
4	Other Income	(433.72)	(912.11)	(523.00)	(1,049.95)
5	Profit / (Loss) before Interest & Exceptional Items (3+4)	1.72	1.35	6.22	5.22
6	Interest Received	(432.00)	(910.76)	(516.78)	(1,035.73)
7	Profit / (Loss) after interest but before Exceptional Items (5-6)	68.00	(393.61)	68.00	(393.00)
8	Exceptional Items (Net)	(364.00)	(1,304.37)	(448.78)	(1,428.81)
9	Profit from Ordinary Activities before Tax (7+8)				
10	Tax Expenses				
10.1	-Provision for Deferred Tax				
10.2	-Provision for Fringe Benefits Tax	(364.00)	(1,304.37)	(448.78)	(1,428.81)
11	Net Profit / (Loss) from Ordinary Activities after Tax (9-10)				
12	Extraordinary Item (net of tax expenses)				
13	Net Profit / (Loss) for the period (11-12)	(364.00)	(1,304.37)	(448.78)	(1,428.81)
14	Paid-up Equity Share Capital (Face Value Rs. 10/- per share)	390.00	390.00	390.00	390.00
15	Reserves excluding Revaluation Reserve			114.81	114.81
16	Earnings per Share (Rs.) (before/after extraordinary items) (Not Annualised)	(9.33)	(33.45)	(11.51)	(36.64)
	- Basic and Diluted				
17	Public Shareholding	1676050	1676050	1676050	1676050
	-No. of Shares	43	43	43	43
	-Percentage of Shareholding				
18	Promoters & promoter group Shareholding				
	a) Pledge/Encumbered	NIL	NIL	NIL	NIL
	-Number of Shares				
	-Percentage of Shares				
	b) Non-Encumbered	2223950	2223950	2223950	2223950
	-Number of Shares				
	-Percentage of Shares (As a % of the total shareholding of promoter and Promoter group)	100	100	100	100
	-Percentage of Shares (As a % of the total share capital of the company.)	57	57	57	57

Notes:

- The company has only one business segment namely "Trading"
- Exceptional items represents provisions no longer required written back.
- The figures have been regrouped/rearranged wherever necessary
- Further liability for interest in respect of secured loans taken from bodies corporate has not been considered necessary in view of offer of one time settlement of their dues by the Management including conversion of loan liability into equity.
- Information on investor complaints for the Quarter - (Nos) Opening Balance-NIL, New-7, Disposal-7, Pending Closing Balance-NIL

For Swadeshi Polytex Limited

For Swadeshi Polytex Limited

(Signature)
(Director)

(Signature)
(Director)

6 The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 15-02-2011. The Auditors of the Company have carried out a "Limited Review" of the same.

SHRI BANSAL & CO.
CHARTERED ACCOUNTANTS

By the order of the Board
For Swadeshi Polytex Limited

For Swadeshi Polytex Limited

[Signature]
(Director)

For Swadeshi Polytex Limited

[Signature]
Director
(Director)

The Board of Directors
Swadeshi Polytex Limited
Pune

Reference is made to the report of the Auditors dated 15-02-2011 in respect of the financial statements of the Company for the year ended 31-03-2011. The Auditors have carried out a "Limited Review" of the same.

We, the Board of Directors, have reviewed the report of the Auditors and are satisfied that the financial statements of the Company for the year ended 31-03-2011, as shown in the attached copy of the report of the Auditors, are true and correct in all material aspects and that the Auditors have exercised due skill, care and diligence in carrying out their duties and responsibilities as required by law.

We, the Board of Directors, have also reviewed the report of the Auditors dated 15-02-2011 in respect of the financial statements of the Company for the year ended 31-03-2011, as shown in the attached copy of the report of the Auditors, and are satisfied that the financial statements of the Company for the year ended 31-03-2011, as shown in the attached copy of the report of the Auditors, are true and correct in all material aspects and that the Auditors have exercised due skill, care and diligence in carrying out their duties and responsibilities as required by law.

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