

CHAIRMAN'S SPEECH AT THE FOURTEENTH ANNUAL GENERAL MEETING HELD ON FRIDAY THE 13TH DAY OF SEPTEMBER 2013 AT 10.00 A.M. AT THE REGISTERED OFFICE OF THE COMPANY.

LADIES AND GENTLEMEN,

I HAVE GREAT PLEASURE IN WELCOMING YOU ALL ON THE OCCASION OF THE FOURTEENTH ANNUAL GENERAL MEETING OF THE COMPANY.

THE ANNUAL REPORT FOR THE YEAR ENDED MARCH 31, 2013 HAS BEEN WITH YOU FOR SOME TIME NOW.

YOU WOULD HAVE OBSERVED FROM THE AUDITED ACCOUNTS THAT THE LOSS FOR THE YEAR HAS REDUCED AS COMPARED TO THE PREVIOUS YEAR. HOWEVER THE PERFORMANCE CONTINUES TO BE AFFECTED DUE TO INCREASED COST OF RAW MATERIALS AND LOWER SALES ON ACCOUNT OF INCREASED COMPETITION. THE LOSS FOR THE YEAR IS RS 1054.94 LACS AS COMPARED TO THE LOSS OF RS. 1784.49 LACS FOR THE PREVIOUS YEAR.

THE COMPANY IS TAKING VARIOUS STEPS TOWARDS COST REDUCTION AND IMPLEMENTATION OF VARIOUS SYSTEMS AND PROCEDURES TO ENHANCE THE PRODUCTIVITY AT THE PLANT LEVEL. THE COMPANY IS ALSO MAKING EFFORTS TO DEVELOP NEW VALUE ADDED VARIETIES OF DENIM TO CATER TO THE HIGH END MARKET.

I AM GRATEFUL TO ALL OF YOU SHAREHOLDERS FOR YOUR SUPPORT AND LOOK FORWARD TO RECEIVING THE SAME IN THE FUTURE.

THANK YOU