

DIGJAM LIMITED

Secretarial Department
Aerodrome Road,
Jamnagar - 361 006, India.
Tel: +91 (0288) 2712972-73
Fax: (0288) 2712991
e-mail: investors@digjam.co.in

DIGJAM

Camp : Kolkata
July 25, 2012

1. Bombay Stock Exchange Ltd. (022) 2272 3719/2037/2039/2041/2061
Corporate Relationship Department, 1st Floor, 2272 3121
New Trading Ring, Rotunda Building,
P.J. Towers,
Dalal Street, Fort,
Mumbai 400 001
Code No. 503796
2. The Manager (022) 2659 8237/8238
Listing Department, 66418124/25/26
National Stock Exchange of India Ltd.,
Exchange Plaza, 5th Floor,
C/1, Block G,
Bandra-Kurla Complex,
Bandra (E),
Mumbai 400 051
Symbol "DIGJAM"

Dear Sir,

Re: Publication of Unaudited Financial Results for the First Quarter Ended
June 30, 2012

Further to our letter no. CL/2493 dated July 11, 2012, we enclose for information of all concerned a copy of the Unaudited Financial Results for the First Quarter Ended June 30, 2012, which were placed before the Board and taken on record at the meeting held on date.

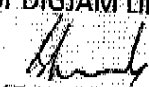
Further, the aforesaid results were subject to Limited Review by our Auditors, M/s Deloitte Haskins & Sells and their Limited Review Report, which was placed before the Board is also enclosed herewith.

The same is being also uploaded on the Company's website: www.digjam.co.in

Thanking you,

Encl: As above

Yours faithfully,
For DIGJAM Limited


(G.K. Sureka)
Company Secretary

DIGJAM LIMITED

Registered Office:
Acródrome Road,
Jamnagar, 361006 (Gujarat)

DIGJAM**PART I: Statement of Standalone Unaudited Results for the Quarter ended June 30, 2012**

(₹ in lacs)

Sl.	Particulars	Quarter ended		Year ended	
		June 30, 2012	March 31, 2012	June 30, 2011	March 31, 2012
		Unaudited	See note 5	Unaudited	Audited
1	Income from Operations				
	a) Net Sales (Income from operations (Net of Excise Duty))	3,441	5,243	3,772	17,394
	b) Other Operating Income	132	599	127	893
	Total Income from operations (net)	3,573	5,842	3,899	18,087
2	Expenses				
	a) Cost of materials consumed	1,473	1,969	1,880	7,382
	b) Purchases of stock-in-trade	364	445	547	2,229
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	-	427	(307)	(434)
	d) Employee benefits expense	519	621	483	2,190
	e) Depreciation and amortisation expense	115	125	123	502
	f) Power and Fuel	401	384	417	1,662
	g) Other Expenses	736	815	966	3,433
	Total Expenses	3,608	4,797	4,009	18,970
3	Profit/(Loss) from operations before other income, finance costs and exceptional items (1-2)	(35)	845	(110)	1,117
4	Other Income	40	20	20	77
5	Profit/(Loss) from Ordinary activities before finance costs and exceptional items (3+4)	5	865	(90)	1,194
6	Finance costs	378	390	319	1,427
7	Profit/(Loss) from Ordinary activities after finance costs but before exceptional items (5-6)	(373)	475	(409)	(233)
8	Exceptional items	-	-	-	-
9	Profit/(Loss) from ordinary activities before tax (7+8)	(373)	475	(409)	360
10	Tax Expense	-	835	-	127
11	Net Profit/(Loss) from ordinary activities after tax (9+10)	(373)	835	(409)	127
12	Extraordinary items (net of tax expenses)	-	-	-	-
13	Net Profit/(Loss) for the period (11+12)	(373)	835	(409)	127
14	Paid-up Equity Share Capital (Face value ₹ 10 / share)	8766	7274	7274	7274
15	Reserves excluding Revaluation Reserve as per the balance sheet of previous accounting year	-	-	-	(8893)
16	Earnings per Share (of ₹ 10 each) (not annualised) (₹) before & after extraordinary items - Basic & Diluted	(0.49)	1.08	(0.63)	(0.10)

PART II: Select Information for the Quarter ended June 30, 2012

A	Particulars of Shareholding	Quarter ended		Year ended	
		June 30, 2012	March 31, 2012	June 30, 2011	March 31, 2012
1	Public shareholding				
	- Number of Shares	51,516,361	48,026,707	48,051,707	48,026,707
	- Percentage of Shareholding	58.78	56.04	56.07	56.04
2	Promoters and Promoter Group Shareholding				
	a) Pledged/Encumbered				
	- Number of Shares	3,600,205	3,600,205	2,110,551	3,600,205
	- Percentage of Shares (as a % of the total Shareholding of Promoters and Promoter Group)	9.97	14.57	8.55	14.57
	- Percentage of Shares (as a % of the total Share Capital of the Company)	4.11	4.98	2.90	4.95
	b) Non-Encumbered				
	- Number of Shares	32,525,055	21,101,384	22,566,098	21,101,384
	- Percentage of Shares (as a % of the total Shareholding of Promoters and Promoter Group)	90.03	85.43	91.45	85.43
	- Percentage of Shares (as a % of the total Share Capital of the Company)	37.11	29.01	31.03	29.01
B	Investor Complaints				
	Pending at the beginning of the Quarter	Nil			
	Received during the Quarter	21			
	Disposed of during the Quarter	21			
	Remaining unresolved at the end of the Quarter	Nil			

Notes:

- The Company operates in single business segment "Textiles" (as per Accounting Standard 17).
- Major sentiments remained depressed through the quarter in domestic and export markets following uncertain & difficult economic conditions world-wide.
- Pursuant to the sanction of a Scheme of Arrangement by the Hon'ble High Court of Gujarat vide Order dated May 4, 2012, the Company has, on June 4, 2012, allotted 1,49,13,325 Equity Shares of ₹10 each, at a price of ₹14.50 (including premium of ₹4.50) per Equity Share on conversion of Preference Shares of the aggregate paid-up amount of ₹2162 lacs and the difference between the aforesaid amount and aggregate par value of Equity Shares allotted ₹1491 lacs being ₹671 lacs, has been credited to the Securities Premium Reserve. Accordingly, Security Premium Reserve of the Company now stands at ₹760 lacs.
- With regard to qualification made by the Auditors on accounts - in respect of realisability of advance of ₹881 lacs - management considers the advance as good.
- Previous period's figures have been regrouped and rearranged wherever necessary.
- Figures of the quarter ended March 31, 2012 are, in accordance with recent amendment to Listing Agreement(s), the balancing figures between audited figures for the financial year ended March 31, 2012 and the published year to date figures for the 9-month period ended December 31, 2011; figures would need to be interpreted/analysed accordingly.
- The above results, subjected to limited review by the statutory auditors, were reviewed and recommended by the Audit Committee, and approved by the Board of Directors at their meetings held on July 24, 2012 and July 25, 2012 respectively.

Kolkata
July 25, 2012



For and on behalf of the Board

(Signature)
Managing Director

Deloitte Haskins & Sells

Deloitte Haskins & Sells
Chartered Accountants
"Nirbhagi", 3rd Floor
Near Gujarat High Court
Off. Acharya Road,
Ahmedabad - 380 014.

Tel: +91 (079) 27582342
+91 (079) 27582343
+91 (079) 66073100
Fax: +91 (079) 27582351

AUDITORS' REPORT TO THE BOARD OF DIRECTORS OF DIGJAM LIMITED

We have reviewed the accompanying statement of Unaudited Financial Results of **DIGJAM LIMITED** ("the Company") for the quarter ended on June 30, 2012 ("the Statement"). 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 the Statement based on our review.

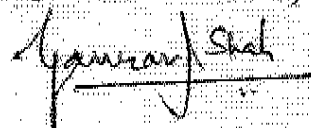
We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatements. A review is limited primarily to inquiries of the 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 opinion.

Attention is invited to Note No. 4 of the statement regarding recoverability of advances of Rs. 881 lacs, considered good by the management, for which we are unable to comment upon the ultimate recoverability of the same. Necessary recognition of interest etc., if any, will be made on settlement of ongoing legal/arbitration proceedings.

Subject to above and based on our review conducted as stated above nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the Accounting Standards referred to in Section 211 (3C) of the Companies Act, 1956 and other recognised accounting practices and policies, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreements with the stock exchanges, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Further, we also report that we have traced the number of shares as well as the percentage of shareholding in respect of the aggregate amount of public shareholding and the number of shares as well as the percentage of shares pledged/encumbered and non-encumbered in respect of the aggregate amount of promoters and promoter group shareholding in terms of Clause 35 of the Listing Agreements and the particulars relating to undisputed investor complaints from the details furnished by the management.

For **DELOITTE HASKINS & SELLS**
Chartered Accountants
(Registration No. 117365W)



(Gaurav J. Shah)
Partner
(Membership No. 35701)

Ahmedabad, 25th July, 2012