

DIGJAM LIMITED

1/4
DIGJAM

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

Camp : New Delhi
October 31, 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 Second Quarter Ended
September 30, 2012

Further to our letter no. 4847 dated October 18, 2012, we enclose for information of all concerned a copy of the Unaudited Financial Results for the Second Quarter Ended September 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,

Yours faithfully,
For DIGJAM Limited


(G.K. Sureka)
Company Secretary

Encl: As above.

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 and half-year ended September 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.

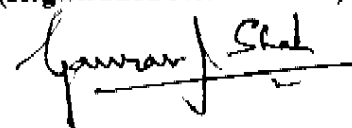
We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material 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, 31st October, 2012

DIGJAM LIMITED

Registered Office:
Aerodrome Road,
Jamnagar 361 006 (Gujarat)

DIGJAM

PART I: Statement of Standalone Unaudited Results for the Quarter and Six months ended September 30, 2012

(₹ in lacs)

Sl.	Particulars	Quarter ended			Year to date for period ended		Year ended
		September 30, 2012	June 30, 2012	September 30, 2011	September 30, 2012	September 30, 2011	March 31, 2012
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income from Operations						
	a) Net Sales/Income from Operations (Net of Excise Duty)	3,727	3,441	5,086	7,168	8,858	17,394
	b) Other Operating Income	85	132	113	217	240	693
	Total Income from Operations (Net)	3,812	3,573	5,199	7,385	9,098	1,8087
2	Expenses						
	a) Cost of materials consumed	1,214	1,473	1,776	2,687	3,856	7,382
	b) Purchases of stock-in-trade	271	364	660	635	1,207	2,229
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	399	-	36	399	(271)	(434)
	d) Employee benefits expense	524	519	544	1,043	1,027	2,196
	e) Depreciation and amortisation expense	115	115	125	230	248	502
	f) Power and Fuel	372	401	470	773	887	1,662
	g) Other Expenses	755	736	1,067	1,491	1,933	3,433
	Total Expenses	3,650	3,608	4,678	7,258	8,687	16,870
3	Profit/(Loss) from operations before other income, finance costs and exceptional items (1-2)	162	(35)	521	127	411	1,117
4	Other Income	58	40	41	98	61	77
5	Profit/(Loss) from Ordinary activities before finance costs and exceptional items (3+4)	220	5	562	225	472	1194
6	Finance costs	385	378	342	763	661	1427
7	Profit/(Loss) from Ordinary activities after finance costs but before Exceptional Items (5-6)	(165)	(373)	220	(538)	(189)	(233)
8	Exceptional Items	-	-	-	-	-	360
9	Profit/(Loss) from ordinary activities before tax (7+8)	(165)	(373)	220	(538)	(189)	127
10	Tax Expense	-	-	-	-	-	-
11	Net Profit/(Loss) from ordinary activities after tax (9-10)	(165)	(373)	220	(538)	(189)	127
12	Extraordinary items (net of tax expenses)	-	-	-	-	-	-
13	Net Profit/(Loss) for the period (11+12)	(165)	(373)	220	(538)	(189)	127
14	Paid-up Equity Share Capital (Face value: ₹ 10 / Share)	8,766	8,766	7,274	8,766	7,274	7,274
15	Reserves excluding Revaluation Reserve as per the balance sheet of previous accounting year	-	-	-	-	-	(8,693)
16	Earnings per Share (of ₹ 10 each) (not annualised) (₹) before & after extraordinary items: - Basic & Diluted	(0.18)	(0.49)	0.23	(0.67)	(0.40)	(0.10)

PART II: Select Information for the Quarter and Six months ended September 30, 2012

Sl.	Particulars	Quarter ended			Year to date for period ended		Year ended
		September 30, 2012	June 30, 2012	September 30, 2011	September 30, 2012	September 30, 2011	March 31, 2012
A	Particulars of Shareholding						
1	Public Shareholding						
	- Number of Shares	51,516,361	51,516,361	48,026,707	51,516,361	48,026,707	48,026,707
	- Percentage of Shareholding	58.78	58.78	66.04	58.78	66.04	66.04
2	Promoters and Promoter Group Shareholding						
	a) Pledged/Encumbered						
	- Number of Shares	3,600,205	3,600,205	3,600,205	3,600,205	3,600,205	3,600,205
	- Percentage of Shares (as a % of the total Shareholding of Promoters and Promoter Group)	9.97	9.97	14.57	9.97	14.57	14.57
	- Percentage of Shares (as a % of the total Share Capital of the Company)	4.11	4.11	4.95	4.11	4.95	4.95
	b) Non-Encumbered						
	- Number of Shares	32,525,055	32,525,055	21,101,384	32,525,055	21,101,384	21,101,384
	- Percentage of Shares (as a % of the total Shareholding of Promoters and Promoter Group)	90.03	90.03	85.43	90.03	85.43	85.43
	- Percentage of Shares (as a % of the total Share Capital of the Company)	37.11	37.11	29.01	37.11	29.01	29.01
B	Investor Complaints						
	Pending at the beginning of the Quarter	NII					
	Received during the Quarter	13					
	Disposed of during the Quarter	13					
	Remaining unresolved at the end of the Quarter	NII					

Contd.



Notes:

1. Statement of Assets and Liabilities (Standalone):

(' in lacs)

Sl.	Particulars	As at September 30, 2012 Unaudited	As at March 31, 2012 Audited
A	EQUITY AND LIABILITIES		
1	Shareholders' funds		
	a. Equity Share Capital	8,766	7,274
	b. Preference Share Capital	-	2,163
	c. Reserves and Surplus	(8,560)	(8,693)
	Sub-total - Shareholders' funds	206	744
2	Non-current liabilities		
	a. Long-term borrowings	2,783	3,001
	b. Other long-term liabilities	209	208
	c. Long-term provisions	300	300
	Sub-total - Non-current liabilities	3,292	3,507
3	Current liabilities		
	a. Short-term borrowings	5,275	4,740
	b. Trade payables	1,862	3,105
	c. Other current liabilities	3,173	2,803
	d. Short-term provisions	136	163
	Sub-total - Current liabilities	10,446	10,811
	Total - Equity and Liabilities	13,944	15,062
B	ASSETS		
1	Non-current assets		
	a. Fixed assets	4,566	4,797
	b. Long-term loans and advances	957	963
	Sub-total - Non-current assets	5,523	5,760
2	Current assets		
	a. Inventories	3,947	4,539
	b. Trade receivables	3,911	4,235
	c. Cash and cash equivalents	159	166
	d. Short-term loans and advances	325	324
	e. Other current assets	79	38
	Sub-total - Current assets	8,421	9,302
	Total - Assets	13,944	15,062

- The Company operates in single business segment "Textiles" (as per Accounting Standard 17).
- Markets remained depressed through the quarter following uncertain and difficult economic conditions prevailing in domestic and export markets.
- With regard to the 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.
- 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 October 29, 2012 and October 31, 2012 respectively.

For and on behalf of the Board


C Bhaskar
Managing DirectorNew Delhi
October 31, 2012