

**SANGAM (INDIA) LIMITED**

P.B. No. : 90, Pur Road, BHILWARA - 311 001 (Raj.) INDIA
PHONE : ++91-1482-241840, 242085, 242229
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Ref: SIL/SEC/2012/
Date: May 18, 2012

The Manager,
The Corporate Service Department,
The National Stock Exchange of India Ltd.
Exchange Plaza, 5th Floor, Plot No. C/1, G Block
Bandra Kurla Complex, Bandra (E)
Mumbai - 400 051

Code No. 5251

Ref.: Clause 41 of the Listing Agreement

Sub: Submission of Audited financial results for the year ended 31st March, 2012

Dear Sir,

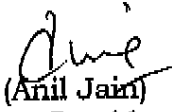
Pursuant to the clause 41 of the Listing Agreement, we are enclosing herewith audited Financial Results for the year ended 31st March, 2012, which have been approved by the Board of Directors of the Company at their meeting held on today i.e. 18.05.2012.

The Board of Director's have recommended a dividend @10% on equity capital (Re. 1.00 Per Share) subject to approval of the members of the company at the ensuing annual general meeting.

We hope you will find the same in order and take the same on your record.

Thanking you.

Yours faithfully,
For Sangam (India) Limited


(Anil Jain)
Jt. President (Finance) &
Company Secretary

Encl: As above

 **Complete Textile Solution**



SANGAM (INDIA) LIMITED

Regd. Off. : Opp. H. Sec. School, Pur Road, Bhiwara-311001 (Raj.) Website: www.sangamgroup.com
AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2012

(₹ in Lacs)

Sl. No.	Particulars	Quarter Ended			Year Ended	
		31.03.12	31.12.11	31.03.11	31.03.12	31.03.11
		Audited	Unaudited	Audited	Audited	
1	Income from Operations	39610	30792	35836	141722	117152
a)	Net Sales/Income from Operations	143	227	152	681	628
b)	(Net of excise duty)	39753	31019	35988	142403	117780
2	Total Income from Operations (Net) (a+b)	20519	17003	21393	75152	69932
a)	Expenses	368	(2328)	(3145)	1530	(4315)
b)	Cost of materials consumed	2182	2090	1901	8283	6759
c)	Change in inventories of finished goods, work-in-progress and stock-in-trade	1753	1742	1593	6785	6400
d)	Employees benefits expense	3054	2850	2571	10995	10426
e)	Depreciation and amortisation expense	6515	5004	3989	19730	4916
f)	Power & Fuel	2853	3290	3179	11216	9828
g)	Toll Contract fee	37244	29551	31481	133691	103945
h)	Other expenditure	2509	1368	4507	8712	13834
3	Profit/(Loss) from operations before other income, finance costs, tax & exceptional items (1-2)	84	169	63	572	173
4	Other income	2593	1537	4570	9284	14007
5	Profit/(Loss) from ordinary activities before finance costs, tax & exceptional items (3+4)	1857	1811	1559	6653	5648
6	Finance costs	936	(274)	3031	2631	8359
7	Profit/(Loss) from ordinary activities after finance costs but before tax & exceptional items (5-6)	30	30	30	30	30
8	Exceptional items	906	(274)	3001	2601	8329
9	Profit/(Loss) from ordinary activities before tax (7-8)	22	(67)	1013	694	1162
10	Tax expense	279	(23)	(143)	177	1508
11	Current	291	(90)	870	1708	5659
12	Deferred	605	(184)	2131	3942	3942
13	Net Profit/(Loss) from ordinary activities after tax (9-10)	3942	3942	3942	3942	3942
14	Paid-up Equity Share Capital (Face Value of ₹10 per share)	-	-	-	21266	20016
15	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	21266	20016
16	Earning per share (of ₹ 10/- each) (Not annualised): Basic & Diluted (in ₹)	1.53	(0.47)	5.41	4.33	14.36
PART II						
A. PARTICULARS OF SHAREHOLDING						
1	Public Shareholding	24837681	24837681	24837681	24837681	24837681
a)	No. of Shares	63.01	63.01	63.01	63.01	63.01
2	Promoters and promoter group Shareholding	3100000	3100000	3100000	3100000	3100000
a)	No. of Shares	21.26	21.26	21.26	21.26	21.26
b)	Pledged / Encumbered	7.86	7.86	7.86	7.86	7.86
c)	Number of Shares (as a % of the total shareholding of promoter and promoter group)	7.86	7.86	7.86	7.86	7.86
d)	% of shares (as a % of the total shareholding of promoter and promoter group)	7.86	7.86	7.86	7.86	7.86
e)	% of shares (as a % of the total shareholding of promoter and promoter group)	7.86	7.86	7.86	7.86	7.86
f)	% of shares (as a % of the total shareholding of promoter and promoter group)	7.86	7.86	7.86	7.86	7.86
g)	% of shares (as a % of the total shareholding of promoter and promoter group)	7.86	7.86	7.86	7.86	7.86
h)	% of shares (as a % of the total shareholding of promoter and promoter group)	7.86	7.86	7.86	7.86	7.86
3	Non-encumbered	11483878	11483878	11483878	11483878	11483878
a)	Number of Shares	78.74	78.74	78.74	78.74	78.74
b)	% of shares (as a % of the total shareholding of promoter and promoter group)	29.13	29.13	29.13	29.13	29.13
c)	% of shares (as a % of the total shareholding of promoter and promoter group)	29.13	29.13	29.13	29.13	29.13
d)	% of shares (as a % of the total shareholding of promoter and promoter group)	29.13	29.13	29.13	29.13	29.13
e)	% of shares (as a % of the total shareholding of promoter and promoter group)	29.13	29.13	29.13	29.13	29.13
f)	% of shares (as a % of the total shareholding of promoter and promoter group)	29.13	29.13	29.13	29.13	29.13
g)	% of shares (as a % of the total shareholding of promoter and promoter group)	29.13	29.13	29.13	29.13	29.13
h)	% of shares (as a % of the total shareholding of promoter and promoter group)	29.13	29.13	29.13	29.13	29.13
4	Investor Complaints	NIL	NIL	NIL	NIL	NIL
5	Pending at the beginning of the quarter	1	1	1	1	1
6	Received during the quarter	1	1	1	1	1
7	Disposed of during the quarter	1	1	1	1	1
8	Remaining unresolved at the end of the quarter	NIL	NIL	NIL	NIL	NIL
B. SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED						
1	Segment Revenue	32483	25392	31431	120128	111793
a)	Textile*	7127	5400	4405	21554	5358
b)	Total	39610	30792	35836	141722	117152
2	Less: Inter-Segment Revenue	39610	30792	35836	141722	117152
3	Net Sales/Income from Operations	39610	30792	35836	141722	117152
4	Segment Result	1987	999	4115	7045	12992
a)	Earnings/ Loss before tax and interest	350	150	212	970	198
b)	Total	2337	1149	4327	8015	13190
c)	Less: (i) Interest (Net)	1431	1423	1326	5414	4861
d)	(ii) Other un-allocable expenditure (Net of un-allocable income)	-	-	-	-	-
5	Total Profit/(Loss) before Tax	906	(274)	3001	2601	8329
6	Capital Employed (Segment assets - Segment liabilities)	99334	97231	99212	99334	99212
a)	Textile	3234	2665	1569	3234	1569
b)	Toll	102568	95096	100781	102568	100781
7	Total	102568	95096	100781	102568	100781
* Include Capex & Wind Power.						
A. EQUITY AND LIABILITIES						
1	Shareholders' Funds	3942	3942	3942	3942	3942
a)	Share Capital	21266	20016	21266	21266	20016
b)	Reserves and Surplus	25208	23958	25208	25208	23958
2	Sub-total - Shareholders' Funds	44407	40612	44407	44407	40612
3	Long-term borrowings	5124	4947	5124	5124	4947
4	Deferred tax liabilities (Net)	-	-	-	-	-
5	Other long-term liabilities	49531	45559	49531	49531	45559
6	Sub-total - Non-current liabilities	20753	23682	20753	20753	23682
7	Current liabilities	4946	5122	4946	4946	5122
a)	Short-term borrowings	12022	12521	12022	12022	12521
b)	Trade payables	857	885	857	857	885
c)	Other current liabilities	38378	42210	38378	38378	42210
8	Sub-total - Current liabilities	11317	11727	11317	11317	11727
9	TOTAL - EQUITY AND LIABILITIES	63456	55146	63456	63456	55146
10	Non-current assets	785	785	785	785	785
a)	Fixed assets	1019	1214	1019	1019	1214
b)	Long-term investments	65260	57145	65260	65260	57145
c)	Long-term loans and advances	20150	23802	20150	20150	23802
d)	Other non-current assets	12510	15149	12510	12510	15149
11	Current assets	899	1018	899	899	1018
a)	Inventories	13132	11983	13132	13132	11983
b)	Cash and cash equivalents	1166	2629	1166	1166	2629
c)	Short-term loans and advances	47857	54582	47857	47857	54582
d)	Other current assets	11317	11727	11317	11317	11727
12	Sub-total - current assets	11317	11727	11317	11317	11727
13	TOTAL - ASSETS	63456	55146	63456	63456	55146

Notes:

- The above results were reviewed by the Audit Committee of the Board and the results were approved by the Board of Directors in their meeting held on May 18, 2012.
- The Board of Directors have recommended a dividend @10% on equity share.
- Major Part of the Company's expansion project of ₹ 180 Crores have been completed and commissioned.
- The current tax is net of MAT credit entitlement, if any.

5. The financial statements have been prepared as per revised schedule VI to the Companies Act, 1956 which had a significant impact on the presentation. The figures of the previous period / year have been re-grouped / re-arranged and / or restated wherever found necessary.

For and on behalf of the
Board of Directors

[Signature]

(R.P. Sonil)
Chairman

Date: May 18, 2012
Place: Bhiwara

AUDITOR'S REPORT

To The Members,

- 1) We have audited the attached Balance Sheet of SANGAM (INDIA) LIMITED as at 31st March, 2012, the Profit & Loss Account and also the Cash Flow statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
- 2) We conducted our audit in accordance with the 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.
- 3) In accordance with the provisions of Section 227 of the Companies Act, 1956, we report that, as required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government in terms of section 227 (4A) of The Companies Act, 1956 and on the basis of such checks as considered appropriate and in terms of the information and explanations given to us, we give in the annexure, a statement on the matters specified in paragraph 4 & 5 of the said Order to the extent applicable to the company.
- 4) Further to our comments in the 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 examinations of those books;
 - c. The Balance Sheet, the Profit and Loss Account and the Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - d. In our opinion the Balance Sheet, Profit and Loss Account and the 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. On the basis of written representation received from the directors as on 31 March, 2012 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31 March, 2012 from being appointed as a director in terms of clause (g) of sub section (1) of section 274 of the Companies Act, 1956.
- 5) In our opinion, and to the best of our information and according to the explanations given to us, the said accounts read together with the notes thereon subject to note no 31 regarding amounts reflected in the financial statements of jointly controlled entities are unaudited and based on Management certifications give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view in conformity with the accounting principals generally accepted in India:
 - i) In the case of Balance Sheet, of the state of affairs of the company as at 31 March, 2012;
 - ii) In the case of Profit and Loss Account, of the profit for the year ended on that date; and
 - iii) In the case of Cash Flow Statement, of the cash flows for the year ended on that date.

For R. Kabra & Co.
Chartered Accountants
(Registration No.104502W)


(R.L. Kabra)
Partner
M. Ship No. 016216
Camp: Bhilwara
Date: May 18, 2012



For B. L. Chordia & Co.
Chartered Accountants
(Registration No.000294C)


(B. L. Chordia)
Partner
M. Ship No. 010882
Place: Bhilwara
Date: May 18, 2012



ANNEXURE TO THE AUDITOR'S REPORTS

(Referenced to in our report of even date)

Annexure referred to in paragraph 3 of the Auditor's Report of even date to the members of Sangam (India) Limited for the year ended as on March 31, 2012.

On the basis of such checks as considered appropriate and in terms of the information and explanations given to us, we state as under:

- (i) a. The Company has maintained proper records showing full particulars, including quantitative details and situations of fixed assets.
- b. As per the information and explanations given to us, physical verification of fixed assets has been carried out in terms of the phased programme of verification adopted by the company and no material discrepancies were noticed on such verification.
- c. During the year the company has not disposed off any substantial parts of Fixed Assets.
- (ii) a. As per the information and explanation given to us, the inventories (including stock, materials and work in progress, which are in transit & stock lying with third parties) have been physically verified during the year by the management. In our opinion, having regard to the nature and location of stocks, the frequency of the physical verification is reasonable.
- b. In our opinion and according to the information and explanations given to us, procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
- c. In our opinion, and according to the information and explanations given to us, the Company is maintaining proper records of inventory and no material discrepancies were noticed on verification of inventory.
- (iii) a. In our opinion and according to the information and explanation given to us, the company has not granted unsecured loans to companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956.
- b. The clause (i) (b), (c), (d) of the order is not applicable to the company, as the company has not given any unsecured loan.
- c. As per the information and explanations given to us, the company has taken unsecured loans from companies, firms or other parties covered in the register maintained under section 301 of the Act, the terms of which are not prima facie prejudicial to the interests of the company. There is one such party and the outstanding amount at the end of the year is Rs. 2000 lacs (maximum outstanding during the year was Rs. 2000 lacs), which is payable on demand.
- d. There are no interest free loans taken by the company.
- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and nature of its business with regard to purchase of inventory and fixed assets and for the sales of goods and services. During the course of our audit, no major weakness has been noticed in the internal controls.
- (v) (a) In our opinion and according to the information and explanation given to us the particulars of contracts or engagements referred to in section 301 of the Act have been entered in the register required to be maintained under that section.
- (b) As explained to us, transactions made in pursuance of such contracts or arrangements have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time.
- (vi) In our opinion and according to the information and explanation given to us, the company has not accepted deposits from the Shareholders/directors and the directives issued by the Reserve Bank of India and the provisions of sections 58A, 58AA or any other relevant provisions of the Act and the rules framed there under.
- (vii) In our opinion, the company has an internal audit system through internal control system, which is carried out by the internal audit department, the scope and coverage of which is commensurate with size & nature of the business of the company.



- (vii) The Central Government has prescribed maintenance of the cost records U/S 209(1)(d) of the Companies Act, 1956 in respect to the company's products. We have broadly reviewed the books of accounts & records maintained by the company in this connection and are of the opinion that prima facie the prescribed accounts and records have been made & maintained. We have however not made a detailed examination of the records with a view to determining whether they are accurate or complete.
- (ix) a. According to the information and explanations given to us and the records examined by us, the company is generally regular in depositing with appropriate authorities undeposited statutory dues including provident fund, investor education and protection fund, employees' state insurance, income tax, sales tax, wealth tax, service tax, customs duty and excise duty, cess and other statutory dues with appropriate authorities wherever applicable. According to the information and explanations given to us, no undeposited arrears of statutory dues were outstanding, as at 31st March 2012 for a period of more than 6 months from the date they became due.
- b. According to the record of the company, the dues of sales tax, income tax, customs, wealth tax, excise duty, service tax which have not been deposited on account of disputes and the forum where the dispute is pending are given here under:

Disputed Matters with the various forum

S.No.	Name of the Statute	Nature of the dues	Amount (Rs. in Lacs)	Forum where dispute is pending
1.	Income Tax Act, 1961	Income tax	21.00	Commissioner of Income Tax (Appeals)
2.	Registration Tax on Entry of Goods into Local Area Act, 1999	Entry Tax and Interest	210.24	Punjab High Court, Jodhpur

- (x) The Company does not have any accumulated losses during the year and it has not incurred cash losses in current financial year and in the immediately preceding financial year.
- (xi) Based on our audit procedures and the information and explanations given by the management, we are of the opinion that the company has not defaulted in repayment of dues to financial institutions and banks. There are no debenture holders of the company.
- (xii) Based on our examination of the records and the information and explanations given to us, the company has not granted any loans and/or advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) The company is not a chit fund company or a mutual benefit fund/society.
- (xiv) According to the information and explanations given to us, the company has maintained proper records of the transactions & contracts in respect of investments held by the company with timely entries and they are held in its own name.
- (xv) According to the information and explanations given to us, the term loans raised during the year have been applied for the purpose for which they were raised.
- (xvi) In our opinion and according to the information and explanation given to us, on an overall examination of the Balance Sheet and cash flow of the company during the year we report that no funds raised on short-term basis have been used for Long Term Investment.
- (xvii) The company has not made preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Act.
- (xviii) The Company has not issued debentures, so the question of security or charge created does not arise in respect of debentures issued.
- (xix) The company has not raised money through public issue during the year.



(iii) During the course of our examination of the books and records of the Company carried out in strict accordance with the generally accepted auditing practices in India and according to the information and explanation given to us, we have neither come across any instances of fraud on or by the company noticed or reported during the year nor we have been informed of such case by the management.

For and on behalf of
B. Kabra & Co.
Chartered Accountants
(Registration No. 104502W)


(B.L. Kabra)
Partner
M. Ship No. 016216

Place: Bhubaneswar
Date: May 18, 2012



For and on behalf of
B.L. Chordia & Co.
Chartered Accountants
(Registration No. 020294C)


(B.L. Chordia)
Partner
M. Ship No. 020382

Place: Bhubaneswar
Date: May 18, 2012

