

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2007

	Schedules	Year Ended 31st Mar, 2007	Year Ended 31st Mar, 2006
INCOME			
Sales & Services	9	300,473,971	94,585,969
Other Income	10	27,247,088	20,726,908
		<u>327,721,059</u>	<u>115,312,877</u>
EXPENDITURE			
Increase / (Decrease) in Stocks	11	4,546,632	53,875,455
Purchases		293,493,321	36,718,119
Employees' Remuneration and Benefits	12	237,962	278,432
Manufacturing & Other Expenses	13	4,890,092	3,779,826
Interest - Other than Fixed Loans		2,353,750	208,450
Depreciation		425,097	320,023
		<u>305,946,854</u>	<u>95,180,305</u>
PROFIT FOR THE YEAR BEFORE TAX		21,774,205	20,132,572
Less : Provision for Taxation :			
Current Tax		(220,000)	(2,400,000)
Fringe Benefit Tax		(7,143)	(8,349)
Add : Adjustment for deferred Tax Assets		140,480	3,252,834
PROFIT FOR THE YEAR AFTER TAX AVAILABLE FOR		<u>21,687,542</u>	<u>20,977,057</u>
APPROPRIATION			
Transfer to RBI Fund for NBFC		4,500,000	4,500,000
Transfer to General Reserve		17,187,542	16,477,057
		<u>21,687,542</u>	<u>20,977,057</u>
Earning per Share - Basic & Diluted (Rs. Per Equity Share refer Note No.14 of Sch -15)		3.94	3.81

ACCOUNTING POLICIES & NOTES ON

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Schedules referred herein above form an Integral part of the Profit And Loss Account.

As per our report attached
For **Salarpuria & Partners**
Chartered Accountants

-SD-
(KAMAL KUMAR GUPTA)
PARTNER
M.No. 89190
Place : New Delhi
Date : 30th June, 2007

-SD-
(A. K. SUREKA)
MANAGING DIRECTOR

-SD-
(YOGESH MATHUR)
DIRECTOR

-SD-
(O. P. BHARDWAJ)
DIRECTOR

Year Ended
31st Mar, 2007

Year Ended
31st Mar, 2006

Schedule - 9 : SALES & SERVICES

SALES

Manufactured			91,000	
Traded (See Note Below)	300,473,971	300,473,971	94,494,969	94,585,969
		<u>300,473,971</u>		<u>94,585,969</u>

Schedule - 10 : OTHER INCOME

Interest (Gross) [Tax deducted at Source Rs. Nil (Rs.5,44,743)]	6,096,099	3,099,851
Rent Received [Tax deducted at Source Rs. Nil (Rs. 84,821)]	405,648	405,648
Dividend	19,169,797	11,830,579
Profit on Sale of Fixed Assets (Net)	-	3,999,069
Profit on Sale of Investments	1,575,544	-
Liability no longer required written back (Net)	-	331,283
Miscellaneous Receipts	-	560,477
	<u>27,247,088</u>	<u>20,726,908</u>

Schedule - 11 : INCREASE / (DECREASE) IN STOCKS

STOCKS AT THE COMMENCEMENT OF THE YEAR

Shares and Securities	19,443,909	73,018,514
Finished Goods	-	289,700
Scrap	-	31,150
	<u>19,443,909</u>	<u>73,319,364</u>

STOCKS AT THE CLOSE OF THE YEAR

Shares and Securities	14,897,278	19,443,909
	<u>14,897,278</u>	<u>19,443,909</u>
INCREASE / (DECREASE) IN STOCKS	<u>(4,546,632)</u>	<u>(53,875,455)</u>

QUALITY SYNTHETIC INDUSTRIES LTD.

Year Ended 31st Mar, 2007	Year Ended 31st Mar, 2006
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SCHEDULE - 12 : EMPLOYEE'S REMUNERATION AND BENEFITS

Salary, Wages, Bonus & Allowances	198,750	229,237
Contribution to Provident & Other Allied Funds	-	3,157
Staff and Labour Welfare	<u>39,212</u>	<u>46,038</u>
	<u>237,962</u>	<u>278,432</u>

SCHEDULE - 13 : MANUFACTURING AND OTHER EXPENSES

Excise duty	-	76,541
Key Man Insurance premium on LIC Policy	1,686,460	1,686,480
Outside Job and Labour Charges	-	261,830
Electricity Charges	-	15,088
Rent, Rates and Taxes	-	5,931
Insurance	-	6,099
Traveling and Conveyance	5,546	15,836
Vehicles Running and Maintenance Expenses	26,668	30,902
Freight and Forwarding (Net)	-	71,855
Advertisement and Publicity	27,422	10,510
Charity, Donation and Subscription	2,500,000	-
Bank Charges	27,902	4,747
Repairs and Maintenance	-	415
Consultancy and Professional Charges	417,446	182,818
Auditor's Remuneration :		
As Audit Fee	22,580	22,550
As Tax audit Fees	<u>5,612</u>	<u>5,612</u>
Listing Fees	32,000	43,000
Director's Meeting Fees	11,250	8,250
Miscellaneous Expenses	73,288	59,301
Previous Year Adjustment (Net)	39,522	4,600
Bad Debts and Sundry Balances Written Off (Net)	-	1,230,048
Loss on Dealing in Shares	-	14,261
Preliminary Expenses Written Off	14,155	14,155
	<u>4,890,092</u>	<u>3,778,826</u>