

**Compliance with the requirements of Clause 41 of the Listing Agreement
Unaudited Financial Results for the Half Year ended 30th September,2008**

We set out the unaudited financial results for the half year ended 30th September,2008

Rs in Lacs

Sr No	PARTICULARS	Quarter II	Quarter II	Half Year	Half Year	Year
		Sept,08	Sept,07	ended 30.09.2008	ended 30.09.2007	ended 31.03.2008
		Reviewed	Not Reviewed	Reviewed	Not Reviewed	Audited
1	Net Sales/Income From Operations	6,874.96	7,908.99	13,444.38	15,851.50	32,831.35
2	Other Income	257.52	405.16	546.67	738.85	1,513.74
3	Total Income (1+2)	7,132.48	8,314.15	13,991.05	16,590.35	34,345.09
4	Total Expenditure					
	a) Increase(-)/Decrease (+) in Stock and work-in-Process	225.97	(679.33)	(40.76)	(1,407.79)	(730.60)
	b) Consumption of Raw Materials	2,929.29	4,324.26	6,792.02	9,250.91	19,592.66
	c) Purchase of Trading Goods	177.82	-	187.98	22.62	136.28
	d) Power and Fuel	581.06	923.21	1,419.90	2,179.02	4,053.52
	e) Staff Cost	867.03	980.75	1,804.88	1,864.19	4,013.92
	f) Depreciation	310.30	305.76	617.52	611.51	1,223.01
	g) Other Expenditure	2,040.30	1,741.28	3,228.27	3,124.49	4,918.34
	Sub Total	7,131.77	7,595.93	14,009.81	15,644.95	33,207.13
5	Interest	369.81	380.75	744.44	674.47	1,480.76
6	Profit/(Loss) from ordinary activities before Tax (3-4-5)	(369.10)	337.47	(763.20)	270.93	(342.80)
7	Less Provision for Taxation					
	Income-tax-Current	-	-	-	-	-
	Income-tax-Deferred	105.33	56.90	125.75	113.80	227.59
	Fringe Benefit Tax	11.08	3.18	16.66	8.97	23.14
	Sub total	116.41	60.08	142.41	122.77	250.73
8	Net Profit/(Loss) For the Period (6-7)	(485.51)	277.39	(905.61)	148.16	(593.53)
9	Paid up Equity Share Capital (Face Value of Rs 10 each)	649.93	649.93	649.93	649.93	649.93
10	Reserves excluding Revaluation Reserve					7,856.50
11	Basic and Diluted Earnings per share of face value of Rs 10 each (Rs / Share)	(7.47)	4.27	(13.93)	2.28	(9.20)
12	Public Shareholding					
	(a) Number of Shares	1,718,463	1,718,463	1,718,463	1,718,463	1,718,463
	(b) Percentage of Shareholding	26.44%	26.44%	26.44%	26.44%	26.44%

Notes:

- (a) Pursuant to a Scheme of Demerger, Textile division of Forbes and Company Limited (formerly Forbes Gokak Limited), has been demerged into GOKAK TEXTILES LIMITED (the Company), under the provisions of Section 391 to 394 of the Companies Act, 1956, effective from 1st April 2007. The said scheme of demerger was approved by the shareholders of respective companies and sanctioned by the Bombay High Court and the High Court of Karnataka vide their order dated 4th May 2007 and 13th July 2007 respectively. The equity shares of the company were listed on the Bombay Stock Exchange on 19th March 2008 as such, unaudited results for the half year ended 30th Sept, 2007 were not subject to limited review.
- (b) Due to increasing cost of cotton and Furnace Oil , the Company has rationalised and curtailed production of yarn during the quarter.
- (c) The Company operates into one segment only namely Textiles.
- (d) The Company has not received any shareholders complaints during the quarter ended September,2008.
- (e) As per AS-11 the company has recognised net exchange loss amounting to Rs.224 Lacs under head other expenditure upto half year ended September 30, 2008 and has recognised net exchange gain of Rs.215 Lacs for the previous half year ended September 30, 2007 under head other income.
- (f) The above results were taken on records by the Board of Directors of the company at their meeting held on 21st October 2008 and are subjected to limited review by the statutory auditors.

Date : 21st October, 2008

Place : Mumbai.



For Gokak Textiles Limited

Shapoor P. Mistry
Chairman

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