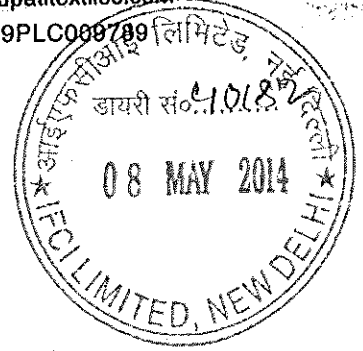


**PASUPATI
SPINNING
& WEAVING
MILLS LTD.**

HEAD OFF. : 1501, NIRMAL TOWER, 26, BARAKHAMBA ROAD, NEW DELHI-110001
PHONE : 91-11-47632200 FAX : 91-11-23316441, 23325582
E-mail : ho@pasupatitextiles.com ; admin@pasupatitextiles.com
Website : http://www.pasupatitextiles.com
CIN - L74900HR1979PLC000789



02-05-2014

The Industrial Finance Corpn. of India Ltd.
IFCI Tower,
61 Nehru Place
New Delhi

Dear Sirs,

Re : Submission of Progress Report half year ended 31-03-2014
and Quarter ending 31-12-2013&31-03-2014

Enclosed herewith please find the Progress Report in respect of 14% debentures, 15% debentures and 19% debentures for the half year ended 31-03-2014 , quarter ending 31-12-2013 & quarter ending 31-03-2014.

Hope you will find the same in order.

Thanking you,

Yours faithfully
For PASUPATI SPG & WVG MILLS LTD.,

REKHA SHARMA
COMPANY SECRETARY

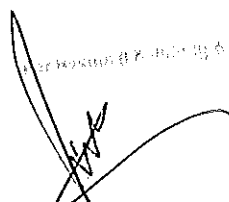
Encl: AA

Half Yearly Compliance Report for the period ending 31-03-2014
14% Secured Redeemable Partly Convertible Debentures

A) Compliance in respect to Terms of Debenture Issue

S.No	Terms of Issue	As per Information Memorandum/Subsription Agreement/Offer document	Status of Compliance as on 30.09.2013	If fall below stipulated reasons thereof	Action taken by the Company
1	Asset Coverage Ratio	No such stipulation in offer document	2.13 Times	N/A	N/A
2	Status of Security	First charge on fixed assets of the company on pari passu basis with other term lenders	First charge on fixed assets of the company on pari passu basis with other term lenders	N/A	N/A
3	DSCR Requirement	No such stipulation in offer document. However as per BIFR Scheme DSCR is 1.54.	Complied With	N/A	N/A
4	DRR Requirement	As per guidelines issued by the Central Govt. in this regard from time to time	Complied With	N/A	N/A
5	Credit Rating	LA	C by CRISIL	See Note below	See Note below

Note:- In the year 1999-2000, on account of various internal as well as external factors such as adverse market condition, labour unrest, competitive business environment, high debt cost etc the operations and profitability of the company were adversely affected which also resulted non payment of interest and redemption of debentures on due dates. The Company became sick in the year 2002 and was declared as a sick company by BIFR in July 2005 and BIFR appointed Bank of Baroda as operating agency(OA) under section 17(3) of the Act for preparation a rehabilitation scheme. The Hon'ble BIFR finally sanctioned Rehabilitation Scheme vide its order dated 17/2/2012. Pursuant to the terms of Rehabilitation Scheme as approved by the Hon'ble BIFR, all the debenture holders shall be paid 75% of the


 REVINA SHARMA
 Company Secretary

outstanding principal amount of their debentures in full and final settlement of their claims and such amount shall be paid in 24 equal monthly installments without any interest, liquidated damages or any other charges of whatsoever nature. As per their instructions, the company is regularly making payments to the debenture holders without any default.

After implementation of Rehabilitation Scheme sanctioned by BIFR, the net worth of the company has turned positive due to induction of promoters' contribution, conversion of part of debt into equity, waivers by financial institutions/debentures and improvement in working results of the company.

B) Details of Payment of Interest/Redemption

S.No.	Due Dates of Interest/redemption during last half year	Interest/Redemption	Status of Payment	If not paid on due date, status as on date
1	Nothing was outstanding during the half year ending 30-3-2014 as company has already paid entire outstanding amount in respect of 14% Debentures during the previous half year ending 31-3-2013.	Nil	Paid on Due Date	N/A

For Payment of Interest & Redemption

REKHA SHARMA
Company Secretary

Half Yearly Compliance Report for the period ending 31-03-2014
15% Secured Redeemable Partly Convertible Debentures

S.No	Terms of Issue	As per Information Memorandum/Subscription Agreement/Offer document	Status of Compliance as on 30.09.2013	If fall below stipulated reasons thereof	Action taken by the Company
1	Asset Coverage Ratio	No such stipulation in offer document	2.13 Times	N/A	N/A
2	Status of Security	First charge on fixed assets of the company on pari passu basis with other term lenders	First charge on fixed assets of the company on pari passu basis with other term lenders	N/A	N/A
3	DSCR Requirement	No such stipulation in offer document. However as per BIFR Scheme DSCR is 1.54.	Complied With	N/A	N/A
4	DRR Requirement	As per Section F(d) read with Section N,(1) of the Guidelines and Investor Protection or any other Guidelines/ Statutes as may be applicable from time to time.	Complied With	N/A	N/A
5	Credit Rating	LA	C by CRISIL	See Note below	See Note below

Note:- In the year 1999-2000, on account of various internal as well as external factors such as adverse market condition, labour unrest, competitive business environment, high debt cost etc the operations and profitability of the company were adversely affected which also resulted non payment of interest and redemption of debentures on due dates. The Company became sick in the year 2002 and was declared as a sick company by BIFR in July 2005 and BIFR appointed Bank of Baroda as operating agency(OA) under section 17(3) of the Act for preparation a rehabilitation scheme. The Hon'ble BIFR finally sanctioned Rehabilitation

For & on behalf of the Company Secretary

Company Secretary

Scheme vide its order dated 17/2/2012. Pursuant to the terms of Rehabilitation Scheme as approved by the Hon'ble BIFR, all the debenture holders shall be paid 75% of the outstanding principal amount of their debentures in full and final settlement of their claims and such amount shall be paid in 24 equal monthly installments without any interest, liquidated damages or any other charges of whatsoever nature. As per their instructions, the company is regularly making payments to the debenture holders without any default.

After implementation of Rehabilitation Scheme sanctioned by BIFR, the net worth of the company has turned positive due to induction of promoters' contribution, conversion of part of debt into equity, waivers by financial institutions/debentures and improvement in working results of the company.

C) Details of Payment of Interest/Redemption

S.No.	Due Dates of Interest/redemption during last half year	Interest/Redemption	Status of Payment	If not paid on due date, status as on date
1	As per the directions issued by Hon'ble BIFR vide its order dated 17/2/2012, all the debenture holders shall be paid 75% of the outstanding principal amount of their debentures in full and final settlement of their claims and such amount shall be paid in 24 equal monthly installments (Commenced from 31-3-2012) without any interest, liquidated damages or any other charges of whatsoever nature. Company has paid the entire outstanding dues in respect of 15% debentures during the half year ending 30-9-2013. Hence, outstanding dues in respect of 15% debentures stands NIL as on 31-03-2014.	NIL	Paid on Due Date.	N/A

(For Payment of Interest/Redemption)  **Shri. Anand Kumar**

SHRI ANAND KUMAR
Company Secretary

Half Yearly Compliance Report for the period ending 31-03-2014.
19% Non Convertible Debentures

S.No	Terms of Issue	As per Information Memorandum/Subscription Agreement	Status of Compliance as on 30.09.2013	If fall below stipulated reasons thereof	Action taken by the Company
1	Asset Coverage Ratio	No such stipulation in offer document	2.13 Times	N/A	N/A
2	Status of Security	First charge on fixed assets of the company on pari passu basis with other term lenders	First charge on fixed assets of the company on pari passu basis with other term lenders	N/A	N/A
3	DSCR Requirement	No such stipulation in offer document. However as per BIFR Scheme DSCR is 1.54.	Complied With	N/A	N/A
4	DRR Requirement	In accordance with the SEBI guidelines issued from time to time and in force during the currency of the debentures.	Complied With	N/A	N/A
5	Credit Rating	-	C by CRISIL	See Note below	See Note below

Note:- In the year 1999-2000, on account of various internal as well as external factors such as adverse market condition, labour unrest, competitive business environment, high debt cost etc the operations and profitability of the company were adversely affected which also resulted non payment of interest and redemption of debentures on due dates. The Company became sick in the year 2002 and was declared as a sick company by BIFR in July 2005 and BIFR appointed Bank of Baroda as operating agency(OA) under section 17(3) of the Act for preparation a rehabilitation scheme. The Hon'ble BIFR finally sanctioned Rehabilitation Scheme vide its order dated 17/2/2012. Pursuant to the terms of Rehabilitation Scheme as approved by the Hon'ble BIFR, all the debenture holders shall be paid 75% of the

For Secretary B.P. Singh & Associates Ltd.




REKHA SHARMA
Company Secretary

outstanding principal amount of their debentures in full and final settlement of their claims and such amount shall be paid in 24 equal monthly installments without any interest, liquidated damages or any other charges of whatsoever nature. As per their instructions, the company is regularly making payments to the debenture holders without any default.

After implementation of Rehabilitation Scheme sanctioned by BIFR, the net worth of the company has turned positive due to induction of promoters' contribution, conversion of part of debt into equity, waivers by financial institutions/debentures and improvement in working results of the company.

D) Details of Payment of Interest/Redemption

S.No.	Due Dates of Interest/redemption during last half year	Interest/Redemption	Status of Payment	If not paid on due date, status as on date
1	As per the directions issued by Hon'ble BIFR vide its order dated 17/2/2012, all the debenture holders shall be paid 75% of the outstanding principal amount of their debentures in full and final settlement of their claims and such amount shall be paid in 24 equal monthly installments (Commenced from 31-3-2012) without any interest, liquidated damages or any other charges of whatsoever nature. Company has paid the entire outstanding dues in respect of 19% debentures during the half year ending 30-9-2013. Hence, outstanding dues in respect of 19% debentures stands NIL as on 31-3-2014	NIL	Paid on Due Date.	N/A


 Remya Srinivasa
 Company Secretary