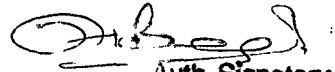


RAJASTHAN CYLINDERS & CONTAINERS LIMITED

24th Annual Report

2003-2004

For Rajasthan Cylinders & Containers Ltd.


Auth. Signatory

S.P.-825, ROAD NO.14, V.K.I. AREA, JAIPUR

BOARD OF DIRECTORS

G.G. BAJORIA
S.G. BAJORIA
B.K. KHAITAN

Managing Director
Director
Director

BANKERS

CENTRAL BANK OF INDIA
ANAND BHAWAN
S.C. ROAD
JAIPUR.

AUDITORS

S.S. KOTHARI & CO.

**FACTORY &
REGISTERED OFFICE**

SP-825, ROAD NO. 14
VISHWAKARMA INDUSTRIAL AREA
JAIPUR.

NOTICE

Notice is hereby given that the Twenty fourth Annual General Meeting of Rajasthan Cylinders & Containers Limited will be held at SP-825, Road No.14, V.K.I. Area, Jaipur on Thursday the 30th September, 2004 at 11:00 A.M. to transact the following business:-

As Ordinary Business:

1. To consider and adopt the Audited Balance Sheet as on 31.3.2004 and the Profit & Loss Account for the year ended as on that date and the Report of Directors and Auditors thereon.
2. To appoint a director in place of Shri S.G.Bajoria who retires by rotation at the ensuing meeting and being eligible, offers himself for reappointment.
3. To appoint auditors to hold office from the conclusion of this meeting until the conclusion of next Annual General Meeting and to fix their remuneration.

Notes:

- (a) A member entitled to attend and vote at the meeting is entitled to appoint proxy to attend and vote instead of himself and the proxy need not be a member

The instrument appointing proxy should however be deposited at the share department of the company not less than forty eight hours before the commencement of the meeting.

- (b) The Register of Members and Share Transfer Books of the Company will remain closed from 15th September, 2004 to 30th September, 2004 (both days inclusive) for the purpose of closure of transfer books.

Registered Office:
Board

SP-825, Road No. 14,
V.K.I. Area,
Jaipur-302013

By Order of the

sd/-
GIRDHAR BAJORIA
MANAGING DIRECTOR

Place: Jaipur
Date: 4th September, 2004

DIRECTORS' REPORT

Your Directors have pleasure in presenting the Twenty fourth Annual Report together with the Audited statement of Accounts of our Company for the year ended 31st March, 2004

FINANCIAL RESULTS	(Rs. in Lacs)	
	2003-2004	2002-2003
Surplus before Depreciation	131.28	113.28
Less : Depreciation	49.16	70.50
	-----	-----
Net Surplus from Operations	82.12	42.78
Less : Provision for Taxation	9.65	3.60
: Deferred Tax Liability	1.55	9.69
	-----	-----
	70.92	29.49
Add : Surplus from previous year	772.45	742.96
Surplus carried forward	843.37	742.45

CYLINDERS:

Your Directors have to state that the company could not achieve the target levels due to not availability of sufficient orders from the oil companies. Production during the year was 92889 cylinders as 202518 cylinders in previous year .Sales during the year was recorded Rs. 12.32.02 lacs as against Rs.1601.70 lacs in the previous year .

VALVE & REGULATORS:

During the year under review regular orders from the oil companies were received sufficiently as compared to previous year and the company achieved the production level of 919624 valves and 513494 Regulators as compared to 383074 valves and 166761 regulators in previous year .

GAS BOTTLING:

Gas bottling plant has also not recorded substantial capacity utilisation both on account of company's own marketing effort of BAJORIA GAS as well as contract filling for Reliance Petroleum Ltd.

OTHER ACTIVITY :

During the year under review the company has also entered into share trading, and also investing in mutual fund units by utilizing the surplus funds of the company.

PROSPECTS FOR THE NEXT YEAR:

At present the company is hopeful to get the sufficient orders for all three products namely cylinders, valves and Regulators in view of the demand of these products from the oil companies. Tenders have been floated by the oil companies for placement of orders. The company has participated in these tenders and is extremely hopeful of getting orders from the oil companies. However in view of the excess installed capacity in the country for all three products the company expects the rates to be extremely competitive and the margin will come under severe pressure.

FIXED DEPOSIT:

Your Company has not accepted any deposits from the public in the year under review.

DIRECTORS RESPONSIBILITY STATEMENT & OTHER INFORMATION:

Pursuant to the requirements under section 217 (2 AA) of the Companies Act, 1956 with respect to Directors Responsibility Statement, it is hereby confirmed:

- 1) That in the preparation of the Accounts for the Financial Year ended 31st March, 2004 the applicable accounting standards have been followed.
- 2) That the Directors have selected such accounting policies and applied them consistently and made judgements and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of profit of the Company for the year under review.
- 3) That the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities .
- 4) That the Directors have prepared the accounts for the financial year ended 31st march 2004 on a going concern basis.

AUDITORS:

M/s. S.S.Kothari & Co. , Chartered Accountants, Jaipur retire at the Annual General Meeting and being eligible offer themselves for re-appointment.

DIRECTOR:

Shri S.G.Bajoirra retires by rotation and being eligible offers himself for reappointment.

DIVIDEND:

The Board is of the opinion that the profits for the year should be ploughed back in order to conserve its resources for future expansion. The Board of Directors of the Company has decided not to recommend payment of dividend.

EMPLOYEES:

A Statement showing particulars as per section 217 (2A) of the Companies Act, 1956 read with Companies (Disclosures of Particulars in the Reports of Board of Directors) Rule 1988 has not been appended as none of the employee has been paid in excess of the limits specified in the section.

ACKNOWLEDGEMENT:

The Board of Directors express their gratitude and its appreciation to the continued cooperation and support of Company's Banker, Financial Institution, Customs & Other Agencies. The Board also records its deep appreciation of the creditable services rendered by the Company's employees at all levels.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXPENDITURE:

Information in accordance with Section 217 (1)(e) of the Companies Act 1956, read with Companies (Disclosures of Particulars in the Reports of Board of Directors) Rule 1988 is given in the Annexure forming part of this Report.

For & On behalf of the Board

sd/-

**(GIRDHAR BAJORIA)
MANAGING DIRECTOR**

**Place : Jaipur
Date: The 4th day of September, 2004**

ANNEXURE TO DIRECTOR'S REPORT

FORM 'A'

ANNEXURE TO THE DIRECTORS' REPORT - INFORMATION UNDER SECTION 217 (1)(e) OF THE COMPANIES ACT 1956, READ WITH COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULES, 1988 AND FORMING PART OF THE DIRECTOR'S REPORT

A. CONSERVATION OF ENERGY:

Disclosure of particulars with respect to conservation of Energy (to the extent applicable.)

a. Power & Fuel Consumption

		Year ended 31.3.2004	Year ended 31.3.2003
1. Electricity :			
a) Purchased :			
Units (000)		760.963	873.216
Total Amount (Lacs)		35.30	44.05
Rate/Unit		4.64	5.04

b) Own Generation :
Through Diesel
Generator

A very small amount of electric power is generated through D.G. Set installed for the purpose of Emergency power supply whenever there is power outage from R.S.E.B. side to sustain the running plant.

b. Consumption per Unit :

Of production	8.19	4.69
LPG Cylinder	92889	202518

B. Technology Absorption:

The Company has not undertaken Research and Development (R&D) on Technology, Absorption, Adaptation and Innovation during the year.

C. Foreign Exchange Earnings and Outgoing:

	Rs. in Lacs.
	Current Year
1) Foreign Exchange earned	Nil
	Indian Rupees
2) Foreign Exchange used	RS.
Travelling Expenditure	23,000
Directors Foreign Travelling exp.	69,000
others	6,612
	for & on behalf of the Board

sd/-

(G.G. BAJORIA)
MANAGING DIRECTOR

Place : Jaipur

Date: The 4th day of September, 2004

RAJASTHAN CYLINDERS & CONTAINERS LIMITED

AUDITORS' REPORT

To the Members,

1. We have audited the attached Balance Sheet of Rajasthan Cylinders & Containers Limited as at 31st March 2004 and the Profit & Loss Account of the said Company for the year ended on that date annexed hereto. 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 auditing standards generally accepted in India. These 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. As required by Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of Section 227 (4-A) of the Companies Act, 1956, we enclose in the annexure a statement on the matters specified in paragraphs 4 and 5 of the said order.
4. Further to our comments in the annexure, we state that:
 - (i) 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.
 - (ii) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of these books.
 - (iii) The Balance Sheet and Profit & Loss Account dealt with by this report are in agreement with the books of account.
 - (iv) In our opinion, the Balance Sheet and Profit & Loss Account dealt with by this report, comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956.
 - (v)
 - (a) *Provision for taxation has been made in accounts as discussed in Note No. 21 of Schedule 15*
 - (b) *No provision has been made in accounts for Rs 34,74,088 being fall in value of long term investment (Note No. 22 of Scheduler 15)*
 - (c) *Amounts overdue to SSI units (Note No. 15 of Schedule 15)*
 - (vi) According to information and explanations given to us and on the basis of written representations from directors of the company, taken on record by Board of Directors, none of the director is disqualified as at 31st March, 2004 from being appointed as a director under section 274(1)(g) of the Companies Act, 1956

- (vii) In our opinion and to the best of our information and according to the explanations given to us, the said accounts subject to our notes/ comments in para (v) above and other notes thereon, give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view
- (i) In the case of Balance Sheet, of the state of affairs of the Company as at 31st March 2004, and;
 - (ii) In the case of Profit & Loss Account, of the profit of the Company for the year ended on that date.
 - (iii) In the case of Cash Flow Statement, of the cash flows for the year ended on that date

For **S.S. KOTHARI & CO.**
Chartered Accountants

Sd/-
(B.L. VERMA)
Partner
Membership No. 10900

Place : Jaipur
Dated : 4th day of September, 2004

ANNEXURE FORMING PART OF THE AUDITORS' REPORT

Referred to in the report of even date of the Auditors to members of Rajasthan Cylinders & Containers Limited

- (i)
 - (a) As explained to us, the company is not maintaining fixed assets records showing full particulars including quantitative details and situations of its fixed assets, for last few years and current year which are stated to be under preparation.
 - (b) As informed to us, part of the assets have been physically verified by the management in accordance with a phased programme of verification; however such physical verification reports were not available for our verification. As informed to us, no material discrepancies have been noticed on such verification; however we could not verify such discrepancies in absence of fixed assets records and physical verification report.
 - (c) During the year, the company has not disposed off substantial part of fixed assets and this has not affected the going concern.
- (ii)
 - (a) As per information furnished, the inventory lying at its location have been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
 - (b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
 - (c) On the basis of our examination of the records of inventory, we are of the opinion that the company is maintaining proper records of inventory. The discrepancies noticed on physical verification between the physical stocks and the book records were not material.

- (iii) (a) The company had taken loans from 13 Companies, firms and other parties covered in the register maintained under section 301 of the Companies Act, 1956. The maximum amount involved during the year and the year end balance of loans taken from such parties is as per Note No. 18 of Schedule 15. There are 11 companies, firms and other parties covered in the register maintained under section 301 of the Companies Act, 1956 to which the company had granted loans. The maximum amount involved during the year and the year end balance of loans granted to such parties is as per Note No. 18 of Schedule 15)
- (b) In our opinion, the rate of interest and other terms and conditions on which loans have been taken from / granted to companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956 are not, prima facie, prejudicial to the interest of the company.
- (c) As informed to us there was no stipulation for payment /receipt of principal and interest. However payments seem to have been regularly made/ received. Loans taken / granted have mostly been repaid / received during the year.
- (d) Overdue amounts of loans taken from or granted to companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956 were Rs 12,000/- and Rs Nil respectively.
- (iv) In our opinion and on the basis of our checks carried out during the course of audit and as per information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business for purchases of inventory, fixed assets and for the sale of goods. During the course of our audit, we have not observed any continuing failure to correct major weakness in internal controls.
- (v) (a) To the best of our knowledge and belief and according to the information and explanations given to us, transactions which need to be entered into register maintained under section 301 of the companies Act, 1956 have been so entered.
- (b) According to the information and explanations given to us, there were transactions of sales (besides the loans transactions reported in the para (iii) above) in excess of Rs 5 lakhs in respect of one party. The comparative quotations were not available and hence reasonableness of prices having regard to prevailing market prices at the relevant time could not be verified.
- (vi) As explained to us, the company has obtained temporary borrowings (including interest-free borrowings) to meet working capital and temporary investment requirements, from companies, directors and heir relatives and other parties. The management is of the opinion that the amounts so borrowed from companies are exempt under the provisions of section 58-A of the Companies Act, 1956 and the rules framed thereunder. As explained to us, the borrowed amounts from the parties were given voluntarily and have mostly been repaid during the year.
- (vii) The company did not have internal audit system during the year.

(viii) The Central Government has not prescribed maintenance of cost records under section 209 (1)(d) of the Companies Act, 1956 for the products of the company.

(ix) (a) According to the records of the company produced for our verification, the company is generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees' state insurance, sales tax, excise duty and other applicable statutory dues and no undisputed dues as noted above is outstanding for a period of more than six months from the date they became payable.

(b) According to the records of the Company, the dues of sales tax, income tax, customs, wealth tax, excise duty, cess (wherever applicable) which have not been deposited on account of disputes and the forum where the dispute is pending are as under:

Name of Statute	Accounting Year	Nature of Dues	Amount	Forum where dispute is pending
1) I.Tax	1999-00	For I.T. matters	965628 (Paid under protest Rs.965628/-)	QT Appeals Raj. Jaipur

(x) There are no accumulated losses of the company as at 31st March 2004. The company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.

(xi) In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of dues to financial institution and bank. The company had not issued any debentures since its inception.

(xii) Based on our examination of books of account and information and explanations given to us, the company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.

(xiii) The provisions of any special statutes applicable to chit fund, nidhi or mutual benefit fund/society are not applicable to the company.

(xiv) As per the records produced for our verification and according to the information and explanations given to us, the Company is also dealing or trading in shares and units and proper record have been maintained of the transactions and contracts and timely entries have been made therein. The company is not dealing in debentures and other investments. The shares and securities as stated above have been held by the company in its own name.

(xv) As per information and explanations given to us, the Company has not given guarantee for loans taken by others from bank or financial institution.

- (xvi) To the best of our knowledge and belief and according to the information and explanations given to us, (a) the company had taken loans during the year from LIC of India against pledge of keyman insurance policies of company's executives, no documents were available specifying terms of payments (including period of repayment or repayment schedule) and purpose of loan and therefore the same could not be termed as Term Loans; however, the same has been utilised for working capital and (b) the company had also taken loan from IL & FS for purchase of Mutual Fund units, which as per management, is short term loan; however, no documents were available for verification. The company had not taken any other term loans during the year.
- (xvii) According to the information and explanations given and records examined by us, funds raised on short term basis have, prima facie, not been used during the year for long term investment (fixed assets etc) and no funds raised on long term basis have been used for short term investment; however loan of Rs 45,56,993 (including interest) from LIC of India for which no terms as to period of repayment and purpose of utilisation have been specified, has been invested in working capital.
- (xviii) No allotment of shares has been made by the company during the year.
- (xix) The Company has not issued any debentures.
- (xx) The company has not raised any money by way of public issue.
- (xxi) Based upon the audit procedures performed and information and explanations given by the management, no fraud on or by the company has been noticed or reported during the year in course of audit.

For **S.S. KOTHARI & CO.**
Chartered Accountants

Sd/-
(B.L. VERMA)
Partner
Membership No. 10900

Place: Jaipur
Date : 4th day of September, 2004

RAJASTHAN CYLINDERS AND CONTAINERS LIMITED

BALANCE SHEET AS AT 31ST MARCH,2004

	SCHEDULE	AS AT 31.03.2004 (RS.)	AS AT 31.03.2003 (RS.)
<u>LIABILITIES :</u>			
SHARE CAPITAL	1	22399242	22399242
RESERVES & SURPLUS	2	141390755	140545744
SECURED LOANS	3	50646254	15297630
UNSECURED LOANS & TRADE DEPOSITS	4	56092902	52655046
DEFERRED TAX LIABILITY (NET) (Note No. 17 of Schedule 15)		14590244	14435096
DEFERRED PAYMENT CREDITS	5	525397	847588
CURRENT LIABILITIES & PROVISIONS	6	15240618	15924164
		300885412	262104510
<u>ASSETS :</u>			
FIXED ASSETS	7	123893611	135207193
INVESTMENTS	8	76829045	23449848
CURRENT ASSETS, LOANS & ADVANCES	9	100162756	103447469
		300885412	262104510

NOTES ON ACCOUNTS: 15
AS PER OUR REPORT OF EVEN DATE ATTACHED.

For S. S. KOTHARI & CO.,
CHARTERED ACCOUNTANTS

Sd/-
(B.L. VERMA)
PARTNER

Sd/-
(S.G.BAJORIA)
DIRECTOR

Sd/-
(G.G.BAJORIA)
MANAGING DIRECTOR

PLACE : JAIPUR
DATE : 4 th September 2004

RAJASTHAN CYLINDERS AND CONTAINERS LIMITED
PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2004

	SCHEDULE	Year Ended 31.03.2004 (RS.)	Year Ended 31.03.2003 (RS.)
<u>INCOME :</u>			
PRODUCTION VALUE	10	135993322	154171628
OTHER INCOME	11	32039342	6553449
		<u>168032664</u>	<u>160725077</u>
<u>EXPENDITURE :</u>			
RAW MATERIALS CONSUMED	12	79610774	77020240
PAYMENTS TO & PROVISIONS FOR EMPLOYEES	13	3516012	4806534
OPERATION & OTHER EXPENSES	14	39292558	44888529
EXCISE DUTY(NET OF EXCISE MODVAT AVAILED)		17231283	22701906
LOSS IN DEALING OF MUTUAL FUND UNITS (NET)		15254477	-20731
DEPRECIATION	11161773		11691100
LESS: CHARGED FROM REVALUATION RESERVE	<u>6246107</u>	4915666	-4640620
		<u>159820770</u>	<u>156446958</u>
PROFIT BEFORE TAX		8211894	4278119
PROVISION FOR TAXATION			
-CURRENT TAX		0	360000
-DEFERRED TAX (Note No. 17 of Schedule 15)		155148	969085
-INCOME TAX FOR EARLIER YEAR		965628	0
PROFIT CARRIED TO BALANCE SHEET		<u>7091118</u>	<u>2949034</u>

NOTES ON ACCOUNTS: 15
AS PER OUR REPORT OF EVEN DATE ATTACHED.

For S. S. KOTHARI & CO.,
CHARTERED ACCOUNTANTS

Sd/-
(B.L. VERMA)
PARTNER

Sd/-
(S.G.BAJORIA)
DIRECTOR

Sd/-
(G.G.BAJORIA)
MANAGING DIRECTOR

PLACE : JAIPUR

DATE : 4 th September 2004

RAJASTHAN CYLINDERS AND CONTAINERS LIMITED

SCHEDULE : 1 SHARE CAPITAL	AS AT 31.03.2004 (RS.)	AS AT 31.03.2003 (RS.)
AUTHORISED :		
3000000 Equity Shares of Rs. 10/- each	30000000	30000000
ISSUED, SUBSCRIBED AND PAID UP :		
2241063 Equity Shares of Rs. 10/- each fully paid	22410630	22410630
Less : Calls in arrears due from other than Directors.	11388	11388
	<u>22399242</u>	<u>22399242</u>
SCHEDULE : 2 RESERVES & SURPLUS		
Revaluation Reserve		
As per last account	63300938	67941558
Less: Depreciation for the year charged to Profit & Loss Account	<u>6246107</u>	<u>-4640620</u>
	57054831	63300938
Profit & Loss		
As per last account	77244806	74295772
Add: Profit as per annexed Profit & Loss Account	<u>7091118</u>	<u>2949034</u>
	84335924	77244806
	<u>141390755</u>	<u>140545744</u>
SCHEDULE : 3 SECURED LOANS		
Working Capital Limits :		
Central Bank of India(C/C & O/D) (including cheques over issued)	30149481	1547630
Term Loan from IDBI	2750000	13750000
Other Loans : (including interest)		
Loan from LIC of India	4556993	0
Loan from I L & F S Ltd.	13189780	
	<u>50646254</u>	<u>15297630</u>

Notes :

Borrowings from Central Bank of India are secured by hypothecation of stocks and book debts, first charge on block assets (except plant & machinery etc. acquired under Equipment Finance Scheme and other assets financed by IDBI), second charge on Land & Building and guaranteed by Shri S.G. Bajoria and Shri Girdhar G.Bajoria, Directors of the Company.

Term Loan from I.D.B.I. is secured by first mortgage of all the immovable properties both present and future, first charge by way of Hypothecation of all Movables, both present and future, of the company, subject to prior charges (i) created and / or to be created in favour of company's bankers for working capital and (ii) on specific items of machinery in favour of Central Bank of India for its working capital facilities upto specified amount and personal Guarantees of Shri S.G. Bajoria and Shri G.G. Bajoria, Directors of the Company

Loans from LIC of India is secured by pledge of key man Insurance policies of company's executives; no documents received from LIC of India specifying specific security, repayment terms and guarantees etc.

Loans from IL & FS Ltd is secured against pledge of mutual fund units .

RAJASTHAN CYLINDERS AND CONTAINERS LIMITED

SCHEDULE : 4 UNSECURED LOANS & TRADE DEPOSITS	AS AT 31.03.2004 (RS.)	AS AT 31.03.2003 (RS.)
Bearing Interest:		
From Companies	10106	10106
From Others	5047	5047
Not Bearing Interest:		
From Companies	35619800	23628000
From Directors	0	3105621
From Others (including relatives of directors)	12000	7260250
Customers & Dealers deposits	6489300	6547500
Other deposits	51096	51096
Deferment of Sales Tax (Under Sales Tax Incentive / Deferment Scheme, 1989 and 1998) (Note No.12 of Schedule 15)	13751292	11882991
Interest Accrued & Due	154261	164435
TOTAL	56092902	52655046

SCHEDULE : 5 DEFERRED PAYMENT CREDITS

Against supply of machinery/ car on deferred payment/ hire purchase terms secured by hypothecation of machinery/ car so purchased. in favour of Bank/ concerned party in consideration of guarantee furnished by them and counter guaranteed by the company (as applicable)	564720	946300
Less : Interest in respect of future instalments/hire charges	39323	98712
	525397	847588

RAJASTHAN CYLINDERS AND CONTAINERS LIMITED

SCHEDULE : 6 CURRENT LIABILITIES & PROVISIONS	AS AT 31.03.2004 (RS.)	AS AT 31.03.2003 (RS.)
CURRENT LIABILITIES :		
Sundry Creditors (Trade)	9569892	10228837
Sundry Creditors (Capital Goods)	155110	152110
Sundry Creditors (Others)	704496	1156691
Sundry Creditors (Shares)	<u>0</u>	<u>10429498</u>
Sales Tax Payable	832075	82388
Liabilities for Expenses	2282481	1500827
Advances from Customers	1627007	2386078
Income Tax Deducted at source	63230	35525
Sub Total (A) :	<u>15234291</u>	<u>15542456</u>
PROVISIONS :		
Provision for Taxation	6327	381708
Sub Total (B) :	<u>6327</u>	<u>381708</u>
Total (A+B) :	<u>15240618</u>	<u>15924164</u>

RAJASTHAN CYLINDERS AND CONTAINERS LIMITED.

SCHEDULE : 7 FIXED ASSETS:

PARTICULARS	-----GROSS BLOCK-----			-----DEPRECIATION-----				----NET BLOCK----		
	AS AT 31.03.2003	ADDITIONS DURING THE YEAR	SALES/ ADJUSTMENTS	AS AT 31.03.2004	UP TO 31.03.2003	FOR THE YEAR	DEPN. ON SALE	TOTAL UPTO 31.03.2004	AS AT 31.03.2004	AS AT 31.03.2003
Leasehold Land	30080685	0	0	30080685	384530	303845	0	688375	29392310	29696155
Building & Roads (including Tubewell)	25789027	0	0	25789027	3985240	816213	0	4801453	20987574	21803787
Plant & Machinery	89572442	54462	0	89626904	24827108	4255876	0	29082984	60543920	64745334
Electric Installation	3190242	9686	0	3199928	989953	151698	0	1141651	2058277	2200289
Furniture & Fixtures	897945	0	0	897945	346863	55050	0	401913	496032	551082
Office Equipments	1054311	7050	0	1061361	328684	50117	0	378801	682560	725627
Vehicles	3543148	0	394970	3148178	1135249	323749	156563	1302435	1845743	2407899
Temporary Shed	8311	0	0	8311	8311	0	0	8311	0	0
Dies & Punches	1927863	0	0	1927863	1036653	154790	0	1191443	736420	891210
Computers	2258769	15400	0	2274169	1363393	366769	0	1730162	544007	895376
LPG Cylinders & regulat	28564956	0	0	28564956	18012235	4630379	0	22642614	5922342	10552721
Weighing Bridge	946306	0	0	946306	355255	44949	0	400204	546102	591051
Water & Air Supply	175544	0	0	175544	28882	8338	0	37220	138324	146662
		0								
	188009549	86598	394970	187701177	52802356	11161773	156563	63807566	123893611	135207193
Previous Year Figures	186418103	1591446	0	188009549	41111256	11691100	0	52802356	135207193	

RAJASTHAN CYLINDERS AND CONTAINERS LIMITED

SCHEDULE : 8 INVESTMENTS	AS AT 31.03.2004 (RS.)	AS AT 31.03.2003 (RS.)
(LONG TERM)		
Government Securities-Unquoted :		
Indira Vikas Patra	4000	4000
National Saving Certificate	1000	1000
Trade Investments (Quoted) :		
Filament India Limited 201000 Equity Shares of Rs. 10/- each	3280720	3280720
Rajasthan Synthetic Industries Ltd. 300 Shares of Rs. 10/- each.	1068	1068
TTG Industries Ltd. 5000 Shares of Rs. 10/- each.	432905	432905
<p>Note: Market value of quoted investments Rs.240605/- (Previous Year Rs.623055/-) (based on available quotations)</p>		
TOTAL (A)	3719693	3719693
SHORT TERM/CURRENT INVESTMENTS		
(Annexure 8A)		
i) Equity Shares		
Quoted	32796470	6715424
Unquoted	0	494000
ii) Units of Mutual Funds (Annexure 8 B)	40312882	12520731
TOTAL (B)	73109352	19730155
GRAND TOTAL (A+B)	76829045	23449848

RAJASTHAN CYLINDERS & CONTAINERS LIMITED

ANNEXURE : 8 A

SCHEDULE ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2004

STATEMENT OF SHARE TRADING ACCOUNT FOR THE YEAR ENDED ON 31.3.2004

NAME OF COMPANY	OPENING STOCK		PURCHASES		SALES		CLOSING STOCK VALUED AT COST OR MARKET VALUE WHICH EVER IS LOWER	
	QTY.	AMOUNT	QTY.	AMOUNT	QTY.	AMOUNT	QTY.	AMOUNT
(I) EQUITY SHARES (QUOTED)								
FILAMENTS INDIA LTD.	244860	673365					244860	257103
SOFTWARE SOLUTIONS INTL. LTD.	107	5869			107	14461	0	0
LCC INFOTECH LTD.	1100	2640					1100	2860
TATA CHEMICALS LTD.	1000	61150			1000	70550	0	0
ALPHA DRUG INDIA LTD.	4000	25200			4000	22000	0	0
KAASHYAP REDIENTS LTD.	1400	1400					1400	2240
BOLTON PROPERTIES LTD.	106880	3199800			106880	4210938	0	0
MFL HOUSING FINANCE LTD.	300000	2070000			300000	3144000	0	0
BEEKAY NIRYAT LTD.	360000	522000					360000	522000
S.E.ASIA MARINE LTD.	2000	43400			2000	59756	0	0
SKF BEARING LTD.	1000	41850			1000	55660	0	0
THE BANK OF RAJASTHAN LTD	5000	68750			5000	139000	0	0
MARUTI UDYOG LTD.			6400	800000	6400	1131238	0	0
KSB PUMPS LTD.			1000	110844	1000	110850	0	0
SOUTH INDIAN BANK			4000	210400	4000	227395	0	0
ANDHRA BANK			5000	183750	5000	190112	0	0
J& K BANK			3000	711313	3000	704015	0	0
LUPIN BANK			1000	452700	1000	477100	0	0
BHARAT EARTH MOVERS LTD.			2000	398600			2000	342200
ABANLLOYD			2000	581680	2000	1013360		
ABB			1500	696300	505	235013	995	460889
ACC			3000	582972	3000	603530		
ADLABS			5000	337829	5000	372723	0	0
AFTEKINFOSYS			44192	5160766	4192	1551519	40000	2260000
ALOK TEXTILE			10000	528865	10000	585626		

RAJASTHAN CYLINDERS & CONTAINERS LIMITED

ANNEXURE : 8 A

SCHEDULE ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2004

ANDHRA BANK	7500	253570	7500	268700	0	0
APPOLLO TYRE	2000	357900	2000	368544	0	0
ASAHIINDIAEQ	5000	756900	5000	747650	0	0
ASHOKLEYAND	5983	1249560	2983	639812	3000	693323
AUROPHARMA	5000	2324598	5000	2513925	0	0
AZTEC	20000	666009	20000	590770	0	0
BAJAJ AUTO	1000	710285	1000	731170	0	0
BALAJITELE	20000	1738270	5000	514950	15000	1266750
BANK OF BARODA	4000	540800	4000	568220	0	0
BANK OF INDIA	2000	100040	2000	100740	0	0
BANK OF RAJASTHAN	36500	1002099	16500	441517	20000	600674
BANKPUNJAB	20000	680000	0	0	20000	471000
BEML	2000	192653	2000	199918	0	0
BFL SOFTWARE	1000	526255	1000	525180	0	0
BHARAT FORGE CO.	2901	1558611	900	349674	2001	1209754
BHARTI TELE	50398	3597585	42000	3044574	8398	907177
BHEL	2000	606520	2000	688280	0	0
BILT	7000	406160	7000	430970	0	0
BONGAIREFN	10000	759050	10000	793750	0	0
BPCL	9100	2990499	9100	3105094	0	0
BSES	1000	283624	1000	304240	0	0
CADILAHC	2200	678291	2200	763736	0	0
CANBK	17200	2023913	17200	2074477	0	0
CENTENKA	1500	183147	1500	194505		
CENUTURIAN BANK	30000	415537	0	0	30000	292500
CENTURYTEX	5000	573275	5000	604110	0	0
CHAMBLFERT	24000	400660	24000	481090		
CHENNAI PETROLEUM	10000	690747	10000	763100		
COCHINREFN	3500	501376	3500	490170		
CORPN BANK	5500	1055224	5500	1095791		
CRISIL	1060	369205	1060	457457	0	0

RAJASTHAN CYLINDERS & CONTAINERS LIMITED

ANNEXURE : 8 A

SCHEDULE ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2004

DABUR INDIA	5000	281977	5000	321925	0	0
DCW	50	1130	50	1098	0	0
DIGITAL EQUIP	1500	705402	1500	720465	0	0
DIVISLAB	5592	3603319	5592	3633288		
DR REDDY'S LAB	1000	1110978	1000	1168188	0	0
EICHER MOTER	657	106547	657	111407	0	0
E-SERVE INT	1000	646090	1000	680250	0	0
ESSAR SHIPING	10000	292852	0	0	10000	188000
ESSARGUJ	5000	132700	5000	133250		
ESSELPACK	2000	410584	2000	418940		
FINOLEX PIPES	20000	1151540	5239	321089	14761	743954
FUJITSU ICIM	3000	471670	3000	473057	0	0
GAIL	9000	1115967	9000	1295583	0	0
GESHIPPING	7000	857745	2000	157070	5000	834750
GEOMETRIC	105	37668	105	37554	0	0
GIPCL	10000	751900	0	0	10000	472000
GLAXO	1000	388130	1000	413960	0	0
GLOBALTELE	10000	1431349	0	0	10000	807500
GLOBLTRUST BANK	80000	2248558	2030	68613	77970	1617878
GOODLASNER	500	127625	500	131235	0	0
GUJ AMBUJA	3000	699724	3000	778046	0	0
GUJRAT NARMADA	5000	197500	5000	210700	0	0
HCLINSYS	10000	4970350	5000	2476250	5000	3324000
HCLTECH	9000	1801014	9000	1892169	0	0
HEG	5000	512350	5000	529100	0	0
HEROHONDA	1000	303150	1000	310290	0	0
HEXAWARE	5000	662800	5000	641410	0	0
HIMACHAL FUTUR	17000	384590	2150	52980	14850	181764
HPCL	10000	3634375	4000	1456625	6000	2206555
HTMT	4000	1089640	4000	1041000	0	0
HUGHESOFT	23510	7919708	23510	8322727	0	0
IBP	3000	1819735	3000	2055873	0	0

RAJASTHAN CYLINDERS & CONTAINERS LIMITED

ANNEXURE : 8 A

SCHEDULE ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2004

ICICIBANK		9000	1689702	9000	1796040	0	0
IDBI BANK		30000	1467650	5000	244650	25000	1088750
INDIA CEMENTS		10000	295093	10000	341585	0	0
INDIA GLYCOL		20000	1593656	0	0	20000	1593656
INDUSIND BANK		15000	520451	15000	533215	0	0
INFOSYS TECH		300	1146080	300	1182320	0	0
INFOTECENT		7000	1278892	4000	621021	3000	333600
IOCL		1200	557132	1200	579128	0	0
ISIBRAS		50000	582000	0	0	50000	333000
ITC LTD.		3500	2797362	3500	2837345	0	0
IVRCLINFRA		5000	629550	5000	763150	0	0
J & K BANK		1000	243160	1000	211500	0	0
JB CHEMICALS		3000	734788	3000	763120	0	0
JINDALIRON		15000	2448183	12000	1990112	3000	484200
JINDALSTEEL		1300	863134	1300	896934	0	0
JINDAL STRIPS		2000	484900	2000	490425	0	0
JINDAL VIJAYNAGAR		40000	690400	15000	293750	25000	205000
JUBILANT		1240	922035	100	80200	1140	780725
JYOTI STRUCTURE		3000	142355	3000	188520	0	0
KIRLOSKCUM		5000	626550	5000	620500	0	0
KOTAK BANK		5000	1390104	0	0	5000	1390104
KPIT		3000	659830	3000	679896	0	0
KREBSBIO		2692	722928	0	0	2692	499770
L & T		1500	450382	1500	449420	0	0
LIC HOUSING		10500	1635563	7000	992575	3500	639100
LUPIN		3000	1472763	3000	1570324	0	0
LYKALABS		10000	414561	10000	706389	0	0
M&M		8000	1689195	8000	1666266	0	0
MAHAVIR SPG		3700	683390	3700	678292	0	0
MARUTI		6000	1048725	6000	1071358	0	0
MASTEK		2200	486610	2200	479719	0	0
MOSEER BEAR I LTD.		1000	323495	1000	344140	0	0
MRPL		40000	1662600	30000	1395274	10000	546000

RAJASTHAN CYLINDERS & CONTAINERS LIMITED

ANNEXURE : 8 A

SCHEDULE ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2004

MTNL	11000	1255500	11000	1337880	0	0
MUKTAARTS	7000	443476	7000	412970	0	0
NATIONAL ALLUMIN	5000	579717	2000	277549	3000	347830
NICOLAS PIR	1000	335340	1000	347316	0	0
NIPPON DENRO	2000	26460	2000	28150	0	0
NRC LTD.	20000	767141	0	0	20000	378000
ONGC	2500	1329065	2500	1376568	0	0
ORCHID CHEM	3000	523470	3000	528115	0	0
ORIENTAL BANK	4200	737930	4200	736088	0	0
PFIZER	1000	415040	1000	412570	0	0
POLARIS	2000	300700	2000	307730	0	0
POLYPLEX CORPOR	5000	800055	5000	1070089	0	0
PUNJABNATIONAL	3000	528638	3000	550859	0	0
PUNJABTRAC	50	8564	50	8427	0	0
RCF	12500	653280	2500	94225	10000	438500
RELCAPITAL	5000	551400	0	0	5000	551400
RELIANCE	2000	873180	2000	883580	0	0
SABERO ORGANICS	21749	541909	0	0	21749	316448
SAIL	55000	1966148	25000	973900	30000	969000
SAKTHI SUGAR	20000	445571	20000	652563	0	0
SATYAMCOMP	4200	1050973	4200	1101520	0	0
SAWPIPES LTD.	2000	621560	2000	572960	0	0
SB&T INTL	2000	76200	2000	66680	0	0
SBIN	7000	3288330	7000	3184100	0	0
SCI	6400	895232	6400	672512	0	0
SESAGOA	3000	561445	3000	758205	0	0
SHIPPING CORP	7000	559928	7000	680785	0	0
SIEMENS LTD	2000	790018	1000	402812	1000	421100
SRIADIKARI	5000	336712	5000	334930	0	0
STATE BANK OF INDIA	1000	380950	1000	431167	0	0
STER HOL RES	20000	362155	0	0	20000	218600
STERLITEINDIA	1600	1203000	0	0	1600	510100
SUBEX	5227	1371419	5227	1359238	0	0
SUNPHARMA	4000	1448420	4000	1784480	0	0

RAJASTHAN CYLINDERS & CONTAINERS LIMITED

ANNEXURE : 8 A

SCHEDULE ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2004

TAJ GUK HOTELS			1000	146540	0	0	1000	121900
TATA POWER			4000	649415	4000	750499	0	0
TATACHEM			1000	107695	1000	108295	0	0
TATAPOWER			3600	743318	3600	1189515	0	0
TATATELESER			20000	358110	0	0	20000	324000
TELCO			600	171816	600	172227	0	0
THERMAX LTD.			2000	507082	2000	512445	0	0
TISCO			14100	3537766	14100	3777866	0	0
TITAN			1000	72545	1000	66710	0	0
TORRENT PHARMA			7000	2479283	5000	1720845	2000	651500
TV 18			5000	577738	5000	603589	0	0
TVS MOTOR CO.			2010	1291373	2010	1411489	0	0
UNION BANK			7000	253200	7000	274900	0	0
VARDHMAN SPINING			1000	84210	1000	87780	0	0
VIJAYA BANK			7000	184900	7000	199700		
VISUALSOFT			10000	1728830	10000	1779450	0	0
VORGANSTAN			20000	263507	20000	247200	0	0
VSNL			6285	762424	6285	760583	0	0
ZEETELE			13000	1427534	13000	1436264	0	0
GAIL			864	160056	0	0	864	160056
DREDGING CORP.			77	29260	0	0	77	29260
SUB TOTAL (I)	1027127	6715424	1369442	152735790	1209612	129539592	1186957	32796469.8
(II) UNQUOTED (AT COST) (a) EQUITY SHARES								
RCCL INFRASTRUCTURE LTD. (Subsidiary Company)	49400	494000	0	0	49400	988000	0	0
	49400	494000	0	0	49400	988000	0	0

RAJASTHAN CYLINDERS & CONTAINERS LTD.

DETAILS OF MUTUAL FUND

ANNEXURE : 8 B

NAME OF INVESTMENT	OPENING		PURCHASE		SALES		CLOSING	
	AMT.	UNITS	AMT	UNITS	AMT	UNITS	AMT	UNITS
FRANKLIN TEMPLETON INVESTMENTS	2500000	117216.255	2560749	255857.960	5111618	373074.215	0	0.000
FRANKLIN TEMPLETON INVESTMENTS			9687581	654875.910	9666778	654875.910	0	0.000
BIRLA SUN LIFE MUTUAL FUND	2500000	96630.308	5129302	396119.860	7626094	492750.168	0	0.000
BIRLA SUN LIFE MUTUAL FUND	2500000	97840.082	2568481	157190.503	5132789	255030.585		0.000
BIRLA SUN LIFE MUTUAL FUND			5571307	209577.200	5643248	209577.200		0.000
BIRLA SUN LIFE MUTUAL FUND			3000000	245003.866	3029207	245003.866		0.000
HDFC MUTUAL FUND	2520731	248470.243	44624	4439.897	2543239	252910.140		0.000
PRUDENTIAL ICICI INCOME PLAN	2500000	139295.943			2558811	139295.943		0.000
PRUDENTIAL ICICI INCOME PLAN			2558811	227984.840	2395482	227984.840		0.000
PRUDENTIAL ICICI MUTUAL FUND			2404016	203143.295	2404120	203143.295		0.000
RELIANCE VISION FUND (DIV)			2000000	72280.448			2000000	72280.448
HDFC EQUITY FUND (ZURICH) DIV			2000000	138888.889			2000000	138888.889
DSP MERRILL LYNCH DIV OPP. FUND			2000000	176834.660			2000000	176834.660
RELIANCE GILT FUND			1050000	105000.000	1115352	105000.000		0.000
FRANKLIN INDIA BALANCE FUND			2000000	158227.848	2390823	158227.848		0.000
FT INDIA BALANCE FUND			2000000	180831.826	2486438	180831.826		0.000
HDFC TOP 200 FUND			2000000	82956.572	2634535	82956.572		0.000
PRUDENTIAL ICICI BALANCE FUND			2000000	173761.946	2006950	173761.946		0.000
PRUDENTIAL ICICI DYNAMIC PLAN.			7006950	481134.589	6003865	334911.885	2183003	146222.704
HDFC PRUDENCE FUND			2000000	61295.167	2427840	61295.167		0.000
PRUDENTIAL ICICI M.I.P.			1000000	74827.336	1002604	74827.336		0.000
UTI MASTER VALUE FUND (DIVIDEND)			2000000	85397.096	1973527	85397.096		0.000
IL & FS(V& G) DIV MUTUTAL FUND			2000000	138121.547	1814917	138121.547		0.000
DEUTSHE ALPHA MUTUTAL FUND (DIVIDEND)			2000000	171526.587			2000000	171526.587
PRUDENTAIL ICICI POWER (DIVIDEND)			2000000	139664.804	2000000	139664.804		0.000
ALLIANCE MONTHLY INCOME (MIP)			1000000	56178.513	1057555	56178.513		0.000
ALLIANCE BASIC INDUSTIRES (EQ. FUND)			2000000	115008.626	2026452	115008.626		0.000
TATA EQUITY OPPORTUNITIES FUND (EQ. FUND)			2000000	147460.001	2222753	147460.001		0.000
FT INDIA MONTHLY INCOME PLAN			1000000	70430.471	1046653	70430.471		0.000
FRANKLIN INDIA PRIMA PLUS A/C			2000000	109110.747	2085106	109110.747		0.000
RELIANCE GROWTH FUND A/C			3000000	99700.897			2790628	99700.897
FRANKLIN INDIA PRIMA FUND A/C			3000000	134108.181	3071077	134108.181		0.000

DETAILS OF MUTUAL FUND

ANNEXURE : 8B

NAME OF INVESTMENT	OPENING		PURCHASE		SALES		CLOSING	
	AMT.	UNITS	AMT	UNITS	AMT	UNITS	AMT	UNITS
HDFC TOP 200 FUND A/C			1000000	36182.068	1149070	36182.068		0.000
BIRLA MNC FUND A/C			2000000	66050.198	1778071	66050.198		0.000
TEMPELTON INDIA GROWTH FUND			3071077	147082.248	3855026	147082.248		0.000
PRUDENTIAL ICICI TECH. FUND			2000000	481927.711	2000000	481927.711		0.000
TATA LIFE & SCIENCE TECH. FUND			2000000	140520.488	1923992	140520.488		0.000
TATA PURE EQUITY FUND			2000000	129652.919			2000000	129652.919
ALLIANCE MONTHLY INCOME PLAN			1000000	53014.399	997991	53014.399		0.000
FT INDIA BALANCE FUND			2085106	153091.511	2132565	153091.511		0.000
TATA PURE EQUITY FUND			2222753	143864.719			2222753	143864.719
FT INDIA MONTHLY INCOME PLAN B			2000000	133336.000	1996120	133336.000		0.000
HDFC TOP 200 FUND DIV. PLAN			3783605	198781.387	2200000	119305.857	1512737	79475.530
HDFC TOP 200 FUND DIV. PLAN			2000000	103013.134			2000000	103013.134
FRANKLIN INDIA BLUE CHIP FUND (GROWTH)			1068576	26463.013			1068576	26463.013
FRANKLIN INDIA BLUE CHIP FUND (GROWTH)			1046653	25920.088			1046653	25920.088
PRUDENTIAL ICICI GROWTH (DIV) PLAN			2362319	174970.558	2638556	174970.558		0.000
HDFC TOP 200 FUND DIV. PLAN			2427840	125762.252	2319056	125762.252		0.000
FRANKLIN INDIA BLUE CHIP FUND (DIV)			1996120	107376.004	2299994	107376.004		0.000
TEMPELTON INDIA GROWTH FUND (DIV)			2390823	109721.101			2390823	109721.101
TEMPELTON INDIA GROWTH FUND (DIV)			2486438	114109.115			2486438	114109.115
TEMPELTON INDIA GROWTH FUND (DIV)			2132565	95587.842			2132565	95587.842
HDFC EQUITY FUND (DIV)			3500000	182958.704	3604469	182958.704		0.000
DSP MERILL LYNCH OPP. FUND			4000000	255591.054	3879872	255591.054		0.000
DSP MERILL LYNCH TOP 100 EQ. FUND			3879872	224113.040	3982489	224113.040		0.000
TATA EQUITY OPPORTUNITY FUND (D)			3600000	239677.235			3054998	239677.235
DSP MERILL LYNCH OPP. FUND			3982489	205555.454			3151164	205555.454
HSBC EQUITY FUND DIV			3000000	152439.024			2753049	152439.024
RELIANCE VISION FUND DIV			2000000	45075.501			1519495	45075.501
L&FS VALUE & GROWTH FUND (BONUS)			30000000	1142421.935	12361005	1142421.935		0.000
L&FS VALUE & GROWTH FUND (BONUS)				1713632.903			0	1713632.903
TOTAL	12520731	699452.83	175618056	12054831.687	132596109	8764642.755	40312882	3989641.763

RAJASTHAN CYLINDERS AND CONTAINERS LIMITED

SCHEDULE : 9 CURRENT ASSETS, LOANS & ADVANCES

	AS AT 31.03.2004 (RS.)	AS AT 31.03.2003 (RS.)
A. CURRENT ASSETS :		
Amount Receivable	14381	168790
Stocks (as per Inventories taken, valued and certified by the management) :		
Raw Materials	12571460	30245713
Stock in Process	8953493	102180
Finished Goods	2633650	377636
Stores & Spares	4024403	2116418
Scrap	2154889	471064
	30337895	33313011
Sundry Debtors (unsecured, considered good)		
Outstanding for a period exceeding six months	304371	301864
Other Debts	28119127	1032699
	28423498	1334563
Cash & bank balances:		
Cash in hand	62212	477138
With Scheduled banks:		
In Current Accounts	3513970	2353996
Fixed Deposit accounts (fixed deposits receipts have been pledged with bank as margin against bank guarantees)	753912	6179000
	4330094	9010134
Total (A)	63105868	43826498

RAJASTHAN CYLINDERS AND CONTAINERS LIMITED

SCHEDULE : 9 Continued...	AS AT 31.03.2004 (RS.)	AS AT 31.03.2003 (RS.)
B. LOANS & ADVANCES :		
Unsecured Loans (Considered Good)		
Bearing Interest	2548863	17273223
Not Bearing Interest (Including Rs.2377960/- Previous Year Rs.5827160/-to companies in which directors are interested)	3879023	9328223
Advances recoverable in cash or in kind or for value to be received or pending adjustments (Including Advances for Capital Goods Rs.1300439/- ;Previous Year Rs.1174677/- and Share Application money Rs.6048000/-,Previous Year Rs. 6048000/-)	24333986	26366411
Income Tax Advance and income tax deducted at source	705976	521775
Prepaid Expenses	242425	280541
Security Deposits	5346615	5850798
TOTAL (B)	37056888	59620971
TOTAL (A+B)	100162756	103447469

RAJASTHAN CYLINDERS AND CONTAINERS LIMITED

SCHEDULE : 10 PRODUCTION VALUE	YEAR ENDED 31st March 2004				YEAR ENDED 31th March. 2003			
	LPG CYL VAL.,REG & GAS	GI STRIPS	SCRAP/ MISC.	TOTAL	LPG CYL VAL.,REG & GAS	GI STRIPS	SCRAP/ MISC.	TOTAL
Sales (Net)(Including Excise Duty. net of sales commission and liquidated charges etc.)	117857558	-	5344612	123202170	153410481	-	6759979	160170460
Add : Closing Stock :								
Finished Goods	2563150	70500	2154889	4788539	307136	70500	471064	848700
Stock in process	8953493	-	-	8953493	102180	-	-	102180
TOTAL "A"	129374201	70500	7499501	136944202	153819797	70500	7231043	161121340
Less: Opening Stock :								
Finished Goods	307136	70500	471064	848700	1813104	70500	639871	2523475
Stock in process	102180	-	-	102180	4426237	-	-	4426237
TOTAL "B"	409316	70500	471064	950880	6239341	70500	639871	6949712
(A - B)	128964885	-	7028437	135993322	147580456	-	6591172	154171628

RAJASTHAN CYLINDERS AND CONTAINERS LIMITED

SCHEDULE : 11 OTHER INCOME	Year Ended 31.03.2004 (RS.)	Year Ended 31.03.2003 (RS.)
Miscellaneous Receipts (Including Sales tax refund) (Including Job Charges Received Rs.219668/- Previous Year Rs. 1556983/-)	704794	5280077
Dividend on Units & Shares	17676836	12499
Profit / Loss on dealings etc. of Shares (Net)	11080800	676305
Service Charges from Customers	316346	579290
Liabilities written back	143	5278
Profit on Sale of Raw material	2256423	0
Commssion	4000	0
	<u>32039342</u>	<u>6553449</u>

SCHEDULE : 12 RAW MATERIALS CONSUMED

Opening Stock	30245713	10655052
Add : Purchases (including expenses) (Net of sales Proceed Rs.24404521/-)	61936521	96610901
	<u>92182234</u>	<u>107265953</u>
Less : Closing Stock	<u>12571460</u>	<u>30245713</u>
	<u>79610774</u>	<u>77020240</u>

SCHEDULE : 13 PAYMENTS TO AND PROVISIONS FOR EMPLOYEES

Salaries, Wages, Bonus & Other allowances etc.(including staff deputation expenses)	2843006	3922738
Employers contribution to ESI & PF (including administrative charges Rs.17982/-, Previous Year Rs.23608/-).	275659	371357
Contribution to LIC Group Gratuity Scheme	102250	105113
Staff & Labour Welfare Expenses	295097	407326
	<u>3516012</u>	<u>4806534</u>

RAJASTHAN CYLINDERS AND CONTAINERS LIMITED

SCHEDULE : 14 OPERATION & OTHER EXPENSES	Year Ended 31.03.2004 (RS.)	Year Ended 31.03.2003 (RS.)
<u>MANUFACTURING EXPENSES :</u>		
Stores & Spares Consumed	18071344	18974226
Power & Fuel	3632745	4490816
Repairs to :		
Plant & Machinery	305908	303356
Building & Roads	67909	208932
Others	97930	137567
ISI Marking Fee	768621	631762
Job Charges	4894629	5917731
	<u>27839086</u>	<u>30664390</u>
<u>ADMINISTRATIVE EXPENSES :</u>		
Rates & Taxes	16110	334922
Insurance	290007	355501
Travelling & Conveyance (including Directors Travelling Expenses Rs.529579/-: Previous year Rs. 608779/-)	1318066	2241390
Miscellaneous Expenses (Including brokerage as service tax for share trading Rs.651759/- and sales tax demand for earlier years Rs. 315799/-)	1865242	1830422
Key Man Insurance Premium	4416574	4461574
Postage, Telegram, Telephone & Telex	534190	605995
Printing & Stationery	159397	149798
Vehicles Expenses	412463	265956
Recruitment Expenses	811	3577
Legal & Professional Expenses	454885	338923
Bad Debts Written Off	0	621790
Loss on Sale of Assets	102407	0
Payments to Auditors :		
- As Audit Fee	48600	48600
- For Tax Audit	5400	5400
- For Taxation matters	5400	5400
- Reimbursement of Expenses	5930	8570
Sundry Balances Written Off (Net)	<u>2042</u>	<u>101221</u>
	<u>9637524</u>	<u>11379039</u>

RAJASTHAN CYLINDERS AND CONTAINERS LIMITED

SCHEDULE : 14 OPERATION & OTHER EXPENSES Contd....	Year Ended 31.03.2004 (RS.)	Year Ended 31.03.2003 (RS.)
FINANCIAL EXPENSES :		
Interest :		
On Term Loan	1641524	3462317
On Bank Borrowings	489153	326540
Others	354263	147895
	<u>2484940</u>	<u>3936752</u>
Less : Interest received (including interest on Fixed Deposit Rs.219582/- Previous Year Rs 9570/-)	1430865	3064683
	<u>1054075</u>	<u>872069</u>
Bank Charges & Guarantee Commission (Net)	-31205	188959
	<u>1022870</u>	<u>1061028</u>
SELLING EXPENSES :		
Advertisement & Publicity (Net)	4946	71437
Freight forwarding & transportation (Net)	624833	1511789
Sales Promotion	163299	200846
	<u>793078</u>	<u>1784072</u>
GRAND TOTAL :	<u>39292558</u>	<u>44888529</u>

SCHEDULE 15: NOTES

SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS (FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH 2004 AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED ON THAT DATE).

1. ACCOUNTING POLICIES

(A) The Company follows mercantile system of accounting except Leave Pay, LTA, price escalation/de-escalation, interest on fixed deposit with bank and retirement benefits which are accounted for on cash basis and as explained in Note No.14 and 26 annexed to Final Accounts for the year ended 31.03.2004. Sales claims are accounted for as and when settled.

(B) FIXED ASSETS

Fixed Assets are stated at cost including addition in value due to revaluation (as mentioned in note No.25 below) less depreciation. Cost include direct expenses and interest on borrowings attributable to acquisition of fixed assets up to the date of commissioning of the assets and allocation of project & pre operative expenses.

(C) DEPRECIATION

Depreciation has been charged during the year on straight-line method (including write off Rs. 4304 on leasehold land) at the revised rates and in the manner specified in schedule XIV to the Companies Act, 1956 as amended vide Notification No. GSR - 756 (E) dated 16th December 1993 issued by the Department of Company Affairs. Assets costing less than Rs. 5000/- acquired prior to 1.4.93 have been depreciated at old rates whereas depreciation on assets has been calculated pro-rata at the rates specified in note no. 4 of schedule XIV of Companies Act 1956 read with Guidance Note of Research committee of the Institute of Chartered Accountants of India published in August 1994 issue of "The Chartered Accountant". Normal depreciation Rs 44312/- has been charged on Lamination Plant not used during the year; this has been claimed by the management on the ground of wear and tear due to efflux of time.

(D) BORROWING COST

Borrowing costs that are attributable to acquisition of qualifying assets are capitalised as part of cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to revenue.

(E) INVENTORY

- a) Raw materials, Stores & Spares and Stock in process are valued at cost.
- b) Finished goods are valued at lower of cost or estimated net realisable value.
- c) Scrap is valued at estimated realisable value.

Cost is computed on weighted average basis. Finished goods and process stock include cost of conversion and other cost incurred in bringing the inventories to their present location and condition.

(F) SALES

- i) Sales are inclusive of Excise duty and net of rate differences.
- ii) Goods for self use (Home Consumption) are included in sales.

(G) EMPLOYEES BENEFITS

- i) The Company has taken group gratuity policy with the Life Insurance Corporation of India covering gratuity liability of employees covered under the scheme. The premiums paid for this have been debited to Profit & Loss Account. However, the gratuity in respect of employees who were not covered by said scheme are considered as and when paid.
- ii) Contribution to provident and other funds made to the Government are charged off.

(H) INVESTMENTS

Long term investments are stated at cost. Current investments are valued at lower of cost or fair market value.

(I) EXCISE DUTY

The Company has been accounting for excise duty in respect of finished goods as and when they were cleared and accordingly liability in respect of such products at the close of the year has not been provided for in accounts and hence not included in valuation of such products as per basis consistently followed by the company. However, the company has made provision of excise duty for goods lying in factory as per the Guidance Note of The Institute of Chartered Accountants of India; this has no impact on profit of the company.

(J) RETIREMENT BENEFITS

Retirement benefits are accounted for as and when paid.

(K) RESEARCH AND DEVELOPMENT

Research and Development cost (Other than cost of fixed assets acquired) are charged as an expense in the year in which they are incurred.

(L) AMORTISATION OF EXPENSES

Miscellaneous Expenditure are written off over a period of 5 years.

(M) SEGMENT ACCOUNTING

The accounting policies applicable to the reportable segments are the same as those used in the preparation of the financial statements.

Segment revenue and expenses include amounts, which are directly identifiable to the segment or allocable on a reasonable basis.

Segment assets include all operating assets used by the segment and consist primarily of debtors, inventories and fixed assets. Segment liabilities include all operating liabilities and consist primarily of deposit from customers, creditors etc.

(N) TAXATION

Income tax provision comprise current tax and deferred tax charge or credit. Provision for current tax is made on assessable income at the tax rate applicable to relevant assessment year. The deferred tax asset and deferred tax liability are calculated by applying tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date. Deferred tax assets arising mainly on account of brought forward losses and unabsorbed depreciation under tax laws are recognised only if there is a virtual certainty of its realisation supported by convincing evidence. Deferred tax assets on account of other timing differences are recognised only to the extent there is a reasonable certainty of its realisation. At each balance sheet date, the carrying amount of deferred tax assets are reviewed to reassure realisation.

2. CONTINGENT LIABILITIES, NOT PROVIDED FOR

- a) Guarantees given by bankers on behalf of the company Rs.23,45,000/- (Previous year Rs. 2,69,95,000/-).
 - b) Sales Tax liability pending decision of appeal Rs. 239.00 (Previous year Rs. NIL)
 - c) Interest, penal interest and penalty etc. for delayed payments/non-payment of sales tax (including on rate differences) etc and statutory liabilities; amount indeterminate.
 - (d) Claims against the company not acknowledged as debts Rs.62290/- (Previous year 62,290/-).
3. Estimated amount of contracts remaining to be executed on capital account, not provided for Rs.15,74,176/- (Previous year Rs.14,22,176/-) advances paid Rs.13,00,439/-(Previous year Rs. 11,74,677/-)
 4. i) Advances in current account include amount due from a Director of the Company Rs. NIL (Previous year Rs. NIL). Maximum amount due at any time during the year Rs. NIL (Previous year Rs.1000/-)
 - ii) Advances in current account include amounts due from officers of the Company Rs.2,75,051/- (Previous year Rs.22,635/-). Maximum amount due at any time during the year Rs.4,03,335/- (Previous year Rs.33,840/-).
 5. Balance confirmations for sundry debtors, sundry creditors, advances and deposits etc, are yet to be obtained, and therefore could not be shown to auditors. Adjustments may be necessary on receipt of such confirmations. However, the management is of the opinion that such adjustments are not likely to be of significant nature.
 6. Profit for the year has been arrived at after prior year adjustment (Net) Rs. 37,426/-(Cr) (Previous year Rs.2191/- (Dr)). Expenses/Income arisen/settled during the year have been charged to revenue.
 7. Sales are net of selling commission Rs. NIL (Previous year Rs.45,39,399/-)
 8. In the opinion of the Board and to the best of their knowledge and belief, the value on realisation of current assets, loans and advances in the ordinary course of business will not be less than the amount at which they are stated in the Balance Sheet. Adequate provisions have been made in accounts for all the known liabilities.
 9. Amount in loan/current accounts with the following persons in which directors are interested directly or through their relatives:

	Balance as at 31.03.2004	Maximum debit balance at any time during the year
	-----	-----
i)Rajasthan Synthetic (Not bearing interest) Ind. Ltd. Current/ Loan Account	9602209/- Dr.	15563380/-

ii) Filament India Ltd			
Loan Account	“	NIL.	300000/-
Current Account	“	110626/- Cr.	NIL
iii) Giri Finance & Trading Ltd.			
Loan Account	“	92510/- Dr.	92510/-
iv) RCCL Infrastructure Ltd. (Subsidiary Company)			
Loan Account	“	NIL.	5600000/-
Current Account	“	NIL.	10776/-
v) Shipra Towers Limited			
Loan Account	“	2285450/- Dr.	2285450/-
vi) Beekey Niryat Limited			
Loan Account		24919800/- Cr.	NIL

10. Sales are net of (a) Price Differences Rs.13,657/- (Previous year Rs.6,55,916/-) deducted by oil companies from supply bills and (b) Liquidated damaged Rs.47,818/-(Previous year Rs.3,809/-).

11. (i) Remuneration to Managing Director: 2003-2004 2002-2003

Salary, bonus & ex-gratia	90,997/-	90,997/-
Perks	31,603	86,560/-

(ii) Commission paid to a Director NIL NIL/-

12. (i) The Company has been granted eligibility certificate for deferment of sales tax by District Industries Center, Jaipur (Urban) under Sales Tax Incentive / Deferment scheme, 1989 under RST & CST Acts on sale of LPG Cylinders which had been fully availed by the company, however repayment have been started. The company has retained Sales Tax (RST/CST) Rs.26,68,200/- (Previous year Rs.44,47,000/-) towards deferment of sales tax under Sales Tax Deferment Scheme 1989 on the basis of expansion of cylinders unit; the company has started repayment of this amount.

(ii)The Company has been granted eligibility certificate for deferment of sales tax by State Level Screening Committee, Jaipur under Sales Tax Incentive / Deferment scheme, 1998 under RST & CST Acts on sale of Valves & Regulators. The company has retained Sales Tax (RST/CST) Rs.1,10,83,092/- (Previous year Rs.74,35,991/-) towards deferment of sales tax under Sales Tax Deferment Scheme 1998 on the basis of diversification of manufacture of Valves & Regulators.

(iii) The Company has been granted eligibility certificate for exemption of sales tax by State Level Screening Committee, Jaipur under Sales Tax Incentive / Deferment scheme, 1998 under RST & CST Acts on sale of LPG Cylinders. The company has availed Rs.91,82,332/-(Previous year Rs.84,84,138/-) towards exemption of sales tax under Sales Tax Exemption Scheme 1998 on the basis of expansion of cylinder unit.

13. Miscellaneous expenses include sales tax in respect of earlier years, paid during the year Rs.3,15,799/- (Previous Year Rs.3,34,175/-) and Penalty Rs. 239/- (Previous year Rs.NIL)

14. No provision has been made in accounts for interest Rs.30,97,896/- (Previous year Rs.12,60,235/-) on current account / unsecured loans given by the company and Rs.60,75,356/-(Previous year Rs.22,65,177/-) on current account / unsecured loans (including relatives of director etc.) taken by the company.
15. In view of insufficient information from suppliers regarding their status as SSI units, overdue amount to such undertakings could not be ascertained.
16. Segment information about Primary Business Segment for the year ended 31st March, 2004.

	Cylinders (Rupees)	Valves & Regulators (Rupees)	LPG Gas (Rupees)	Total (Rupees)
Revenue				
External	65977967 (131442669)	58882558 (27185912)	1134084 (3678154)	125994609 (162306735)
Internal	- (-)	- (-)	- (-)	- (-)
Total Revenue	65977967 (131442669)	58882558 (27185912)	1134084 (3678154)	125994609 (162306735)
Result				
Segment results	2077490 (7246725)	321201 (1059551)	-890625 (-1240373)	1508066 (7065903)
Unallocated expenditure	- (-)	- (-)	- (-)	21520207 (6164662)
Unallocated income (Including incomes from shares & units)	- (-)	- (-)	- (-)	29246905 (4437907)
Operating Profit	- (-)	- (-)	- (-)	9234764 (5339148)
Interest & Bank Charges	- (-)	- (-)	- (-)	2453735 (4125711)
Interest Income	- (-)	- (-)	- (-)	1430865 (3064683)
Profit before Taxation	- (-)	- (-)	- (-)	8211894 (4278120)
Provision for Taxation	- (-)	- (-)	- (-)	- (360000)
Income tax for earlier years	-	-	-	965628 (-)
Deferred Tax Liability	- (-)	- (-)	- (-)	155148 (969085)
Profit after taxation	- (-)	- (-)	- (-)	7091118 (2949035)
Other Information:				
Segment Assets	145729562 (133188384)	41361421 (32056123)	14743051 (20217723)	201834034 (185462230)
Unallocated Assets	- (-)	- (-)	- (-)	99051378 (76642279)
Total	145729562 (133188384)	41361421 (32056123)	14743051 (20217723)	300885412 (262104509)

Segment Liabilities	12922653 (18014802)	12703409 (7734082)	6512180 (6566283)	32138242 (32315167)
Unallocated Liabilities	- (-)	- (-)	- (-)	104957173 (66844358)
Total	12922653 (18014802)	12703409 (7734082)	6512180 (6566283)	137095415 (99159525)

	Cylinders (Rupees)	Valves & Regulators (Rupees)	LPG Gas (Rupees)	Total (Rupees)
Capital Expenditure	86598 (1591446)	- (-)	- (-)	86598 (1591446)
Unallocated capital expenditure	- (-)	- (-)	- (-)	- (-)
Total	86598 (1591446)	- (-)	- (-)	86598 (1591446)
Depreciation	3109222 (3676518)	1462630 (1462476)	343814 (1911488)	4915666 (7050482)
Unallocated Depreciation	- (-)	- (-)	- (-)	- (-)
Total	3109222 (3676518)	1462630 (1462476)	343814 (1911488)	4915666 (7050482)
Non – cash expenses other than depreciation	- (-)	- (-)	- (-)	- (-)

Notes:

- I. The company is organised into three main business segments :-
 - a) Cylinders - Comprising of sale of Cylinders.
 - b) Valves & Regulators- Comprising of sale of Valves and Regulators.
 - c) LP Gas -- Comprising of Sale of LP Gas .

Segments have been identified and reported taking into account the customers for the products and services and the differing risks and returns.
- II. Segments revenue includes sale, income from services and scrap sales ; sales are net of selling commission.
- III. Segments revenue, results, assets and liabilities include the respective amounts identifiable to reportable segments and amounts allocated on a reasonable basis.
- IV. Unallocated assets include investment of surplus fund Rs.7,68,29,045/- as per schedule 8 hereinbefore.

17. Deferred Tax.

- i) Deferred tax has been provided in accordance with “ Accounting standard 22-Accounting for taxes on income” issued by The Institute of Chartered Accountant of India. The additional net deferred tax liability amounting to Rs.155148/-has been adjusted in profit & loss account.

ii) Break up of net deferred tax liability.

Particulars	As at 31.03.2004		As at 31.03.2003	
	Deferred Tax Assets	Deferred Tax Liabilities	Deferred Tax Assets	Deferred Tax Liabilities
1) Difference between W.D.V. of depreciable Assets as per books of Account and written down value for tax purposes.		14643381		14441857
2) Expenses allowable for Tax purpose on payment basis	53137		6761	
Total	53137	14643381	6761	14441857
Net Deferred Tax Liability	14590244		14435096	
Net incremental deferred tax liability charged to Profit & Loss A/c	155148		969085	

18. Information regarding related parties as required by Accounting Standard –18, issued by The Institute of Chartered Accountants of India.

Name of Transacting Related Parties	Description of Relationships	Descriptions of Nature of Transactions	Volume of Transactions (During the year)	Outstanding As on 31.03.2004	Maximum Bal. at any time during the year
(A) LOAN TAKEN					
I) Interest Free					
1) Smt. Alka Bajoria	Relative of M.D.	Loan Taken Loan Repayment	0.00 165000.00	NIL	165000.00
2) M/s. Ambe Intetrnational	Directors are interested	Loan Taken Loan Repayment	50000.00 50000.00	NIL	50000.00
3) Smt. Aparana Bajoria	Relative of M.D.	Loan Taken Loan Repayment	0.00 375000.00	NIL	375000.00
4) Sh. Avinash Bajoria	Relative of M.D.	Loan Taken Loan Repayment	716000.00 1226000.00	NIL	510000.00
5) M/s. Beekay Niryat Ltd.	Directors are interested	Loan Taken Loan Repayment	16346502.00 12154702.00	24919800 CR.	36921000.0
6) Sh. Girdhar Gopal Bajoria	Managing Director	Loan Taken Loan Repayment	286000.00 935000.00	NIL	649000.00
7) Sh. Krishna Gopal Bajoria	Relative of M.D.	Loan Taken Loan Repayment	335000.00 857250.00	NIL	522250.00
8) Smt. Madhuri Devi Bajoria	Relative of M.D.	Loan Taken Loan Repayment	1231000.00	NIL	1231000.00
9) Ms. Nandini Bajoria	Relative of M.D.	Loan Taken Loan Repayment	0.00 0.00	12000.00 Cr.	12000.00
10) Smt. Preetanjli Bajoria	Relative of M.D.	Loan Taken Loan Repayment	526000.00 4841000.00	NIL	4314999.93
11) Sh. Shree Gopal Bajoria	Director	Loan Taken Loan Repayment	3640711.00 6097333.00	NIL	2706645.49
12) Smt. Vinita Bajoria	Wife of M.D.	Loan Taken Loan Repayment	45000.00 175000.00	NIL	175000 CR

Name of Transacting Related Parties	Description of Relationships	Descriptions of Nature of Transactions	Volume of Transactions (During the year)	Outstanding As on 31.03.2004	Maximum Bal.at any time during the year
II) Interest Bearing					
13) Smt. Madhuri Devi Bajoria	Relative of M.D.	Loan Taken Loan Repayment	406040.00 406040.00	NIL	400000.00 CR
(B) LOAN GIVEN					
1) M/s. Filament India Limited	Directors are interested	Loan Given Payment Received	100000.00 400000.00	NIL	300000.00
2) Mr. Ashutosh Bajoria	Directors are interested	Loan Given Payment Received	1135000.00 1135000.00	NIL	1135000.00
3) M/s. Giri Finance & Trading Limited	Directors are interested	Loan Given	0.00	92510.00 Dr.	92510.00
4) M/s. RCCL Infrastructure Ltd (subsidiary company)	Directors are interested	Loan Given	3075000.00 6225000.00	NIL	5600000.00
5) M/s. Filament India Limited	Directors are interested	Current Account(Dr.) (Cr.)	9519.00 32553.00	110626.00 Cr.	110626 CR
6) M/s. Shipra Towers Pvt. Limited	Directors are interested	Loan Given	800.00 0.00	2285450.00 Dr.	2285450.00
7) M/s. RCCL Infrastructure Ltd (subsidiary company)	Directors are interested	Current Account(Dr.) (Cr.)	0.00 10776.00	NIL	10776.00
8) M/s. Rajasthan Synthetic Industries Limited	Directors are interested	Current Account(Dr.) (Cr.)	25139297.00 29714084.00	9602209.00	15563380.0 0
9) Sh. Girdhar Gopal Bajoria	Managing Director	Current Account(Dr.) (Cr.)	6211.00	NIL	6211.00 CR
10) RCCL Infrastructure Ltd.	Director are Interested	Advance Account(Dr) (Cr)	1980000.00 1130000.00	850000.00	1780000.00
11) M/s Beekay Niryat Ltd.	Director are Interested	Loans & Sales A/c	1741537.00 3191537.00	1450000.00 CR	1450000.00
(D) Other Payment to Related parties					
1) Sh. Girdhar Gopal Bajoria	Managing Director	Salary & Perks	Refer Note No.11	--	
2) Smt. Vinita Bajoria	Wife of M.D.	Salary, P.F., E.S.I., & Bonus,	121467.00	--	
3) Miss. Supriya Bajoria	Daughter of M.D.	Salary	26418.00	--	
4) Sh. Girdhar Gopal Bajoria	Managing Director	Keyman Insurance	2672074.00	--	
5) Smt. Vinita Bajoria	Wife of Managing Director	Keyman Insurance	1744500.00	--	

19. Advances include company's claims with excise department Rs. 21,83,498/- (Previous year Rs 34,95,986/-) being excise duty excess paid due to revision of basic sales prices of empty LPG cylinders w.e.f. 01.07.99 as per price revision letters dated 23/10/2000 & 31/10/2000 from oil companies, for cylinders supplied to them. Company's claims have been rejected by Asstt. Commissioner, Central Excise, Division I, Jaipur. The company has filed appeals to Commissioner (Appeals) Jaipur; appeals are still pending. The company is of the opinion that the above amounts will be received on disposal of appeals.
20. Legal & Professional expenses include Rs.21,707/- (Previous year Rs.10,500/-) paid to auditors for certification fees.
21. Provision for taxation is made in accounts considering brought forward business losses and depreciation.
22. Investments of the Company have been classified to be of long term nature and short term nature. There is decline in the value of long-term investments amounting to Rs.34,74,088/- (Previous year Rs.30,96,638/-), no provision to recognise such decline has been made in the accounts. However, decline in value of investments other than long term investments has been taken in to account.
23. As per Accounting Standard 2 (revised) issued by the Institute of Chartered Accountants of India, inventories are valued at lower of cost or estimated net realisable value except (a) stores & spares, raw material and stock in process and (b) scrap which are valued "at cost" and "at estimated realisable value" respectively. Provision for excise duty has been made for closing stock lying in warehouse; this has no impact on profit of the company.
24. Rates & Taxes include Land & Building Tax Rs. NIL (Previous year Rs.2,70,970/-) paid under Amnesty Scheme subject to final assessment.
25. Fixed assets (except vehicle) of the company have been revalued as at 31st march 2002 by an independent external approved valuer on the basis of estimated market value. It had resulted in an increase of Rs.6,79,41,558/- in the gross block ; which had been credited to revaluation reserve account. Depreciation for the year Rs.62,46,107/- (Previous year Rs. 46,40,620) on the above increased value has been charged from revaluation reserve account.
26. The Company has taken Key Man Insurance Policy for Managing Director and Executive Director (employee) and paid premium Rs.44,16,574/- (Previous year Rs.44,61,574/-) and debited to Profit & Loss Account ; prepaid amount Rs.23,12,318/- has not been adjusted in accounts resulting in fall of profit. The company in this policy is proposer and beneficiary. The management is of the opinion that the full amount of Key Man Insurance Premium is deductible under Income Tax Act 1961, in current year as advised to the company.
27. Figures for the previous year have been re-arranged / regrouped wherever considered necessary; figures have also been rounded off to the nearest rupee.
28. Additional information pursuant to provisions of paragraphs 3 & 4 of part II of Schedule VI of the Companies Act, 1956 wherever applicable:

a) Licensed and Installed capacity

		<u>This Year</u>	<u>Previous Year</u>
Licensed Capacity*		Not Applicable	Not Applicable
Installed Capacity (As certified by the Management)	A)	350000 Cylinders per annum.	350000 Cylinders per annum
	B)	15000 MT LP Gas Filling Per Annum	15000 MT LP Gas Filling Per Annum
	C)	900000 Gas Regulators per Annum	900000 Gas Regulators per Annum
	D)	1200000 Valves Per annum	1200000 Valves per annum

* De-licensed as per Govt. of India notification No. S O 477 (E) dated 25.7.91

b) Production, Turnover & Stocks :(CYLINDER UNIT)

	This Year			Previous Year		
	Cylinders (Nos)	G.I. Strip (MT)	Scrap (MT)	Cylinders (Nos)	G.I. Strip (MT)	Scrap (MT)
Opening Stock	228	2.700	2.529	2539	2.700	67.269
Production	* 92,889	--	303.033	2,02,518	--	599.916
Turnover	90,051	--	155.680	2,04,829	--	664.656
Closing Stock	3066	2.700	149.882	228	2.700	2.529

* Excluding rejection / testing loss Cylinders 769/- (Previous year 1695 Cylinders)

c) Purchases, Turnover & Stocks :(L.P.GAS UNIT)

	This Year (M.T.)	Previous Year (M.T.)
Opening Stock	16.210	23.854
Purchased	52.470	103.070
Turnover (Refilled)	66.407	108.499
Normal Loss	1.353	2.215
Closing Stock	0.920	16.210

d) Production, Turnover & Stocks :(Valve UNIT)

	This Year		Previous Year	
	Valves (Nos.)	Scrap (M.T.)	Valves (Nos.)	Scrap (M.T.)
Opening Stock	4493	7.700	6093	4.532
Production	919624	66.169	383074	28.662
Turnover	901416	63.894	384674	25.494
Closing Stock	22701	9.975	4493	7.700

e) **Production, Turnover & Stocks :(Regulator UNIT)**

	This Year		Previous Year	
	Regulators (Nos.)	Scrap (M.T.)	Regulators (Nos.)	Scrap (M.T.)
Opening Stock	--	0.280	--	0.314
Production	513494	6.240	166761	2.050
Turnover	513494	6.520	166761	2.084
Closing Stock	--	--	--	0.280

f) **Trading in Shares**

	This Year		Previous Year	
	Qty. (Nos.)	Rs.	Qty. (Nos.)	Rs.
Opening Stock	1027127	6715424	1043727	8175317
Purchases	1369442	152735790	17400	2326370
Sales	1209612	129539592	34000	4462568
Closing Stock	1186957	32796470	1027127	6715424
Difference (Loss)/Profit in Shares Trading		11080800		676305
& Changes in carrying amounts (Net)				
(including profits in future trading of shares				
Rs. 81,95,952/-)				

g) **Raw Materials Consumed**

	This Year		Previous Year	
	Qty. (MT)	Rs.	Qty. (MT)	Rs.
(i) Cylinders Unit				
LPG Sheet/Coil	1920.797	39905977	3175.770	50456104
HR Sheet/Coil	182.414	3529731	406.680	6680045
ii) V & R Unit				
Brass Rod	224.606	18560822	81.385	6018583
Zinc Alloys	182.639	12212273	54.857	3422180
iii) LP Gas & others				
		5401971		10443328
		<u>79610774</u>		<u>77020240</u>

h) **Value of raw materials, stores & spares consumed:**

	This Year		Previous Year	
	Rs.	%	Rs.	%
i) Raw Material				
Imported	-	--	-	-
Indigenous	79610774	100	77020240	100
	<u>79610774</u>	<u>100</u>	<u>77020240</u>	<u>100</u>

ii) Stores & Spares				
Imported	-	-	-	-
Indigenous	18071344		18974226	100
	<u>18071344</u>	<u>100</u>	<u>18974226</u>	<u>100</u>

i) **Expenditure in foreign currency :**

	This Year	Previous Year
	(Rs.)	(Rs.)
Travelling Expenses	23000	268325
Director Foreign Travelling	69000	73175
Others	6612	4927

29. Earning per share

	2003-04	2002-03
a) Net profit after tax available for equity Shareholders (RS.)	7246266	3918119
b) Number of Equity Shares of Rs.10/- each.	2241063	2241063
c) Basic & Diluted earning per share (Rs.)	3.23	1.74

30 **Balance Sheet Abstract and General Business Profile:**

I. **Registration Details**

Registration No.: 2140 State Code: 17

Balance Sheet date 31.3.2004

II. **Capital Raised during the year (Amount in Thousands)**

Public Issue Nil Right Issue Nil
 Bonus Issue Nil Private Placement Nil

III. **Position of Mobilisation & Deployment of Funds (Amount in Rs. Thousand)**

Total Liabilities 300885 Total Assets 300885

Sources of Funds:

Paid up Capital 22399 Reserve & Surpluses 141391

Secured Loans 50646 Unsecured Loans 56618

Deferred Tax Liability 14590 Trade deposits & Deferred Payment credits.

Application of funds:

Net Fixed Assets (Including revaluation) 123893 Investments 76829

Net Current Assets 84922 Misc. Expenditure NIL

Accumulated Losses NIL

IV. Performance of the Company (Amount in Rs. Thousands)

Production Value & Other income (Net)	168033	Total Expenditure	159821
Profit Before Tax	8212	Profit After Tax	7246
Earning per Share in Rs.:	3.23	Dividend %	NIL

V. Generic name of Principal products

i)	Item Code (ITC Code)	7311
	Product Description	LPG CYLINDERS
ii)	Item Code (ITC Code)	2901
	Product Description	LP GAS
iii)	Item Code (ITC Code)	8481
	Product Description	VALVES & REGULATORS

Note: Figures in brackets represent figures for previous year.

Signatures to Schedule 1 to 15 annexed to and forming part of Balance Sheet as at 31st March, 2004 and Profit & Loss Account for the year ended on that date.

As per our Report of even date attached.

For S.S.KOTHARI & CO.,
CHARTERED ACCOUNTANTS,

sd/
(G.G.BAJORIA)
MANAGING DIRECTOR

Sd/-
(B.L.VERMA)
PARTNER

sd/-
(S.G.BAJORIA)
DIRECTOR

Place : Jaipur
Date : The 4th day of September , 2004

RAJASTHAN CYLINDERS & CONTAINERS LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2004

CASH FLOW FROM OPERATING ACTIVITIES	(RS. IN LACS.)	
	2003-04	2002-03
Net profit before tax and extra ordinary items.	82.12	42.78
Adjustments for		
Depreciation	49.16	70.5
interest	24.85	39.37
Loss on sale of fixed assets	1.02	0.00
Dividend income	(-) 176.77 (-)	0.12
Interest income	(-) 14.31 (-)	30.65
Profit/ loss on share dealing	(-) 110.81 (-)	6.76
Profit/ loss on Mutual Fund units	152.54 (-)	0.21
Bad debts written off	0.00	6.22
	-----	-----
Operating profit before working capital changes	7.80	121.13
Adjustments for		
Trade and other Receivables	(-) -33.10 (-)	-647.51
Inventories	29.75	-102.88
Trade and other Payables	(-) 3.08	-222.45
	-----	-----
Cash Generated from operations	67.57	443.31
Interest paid	(-) 24.95 (-)	39.37
Taxes paid	(-) 13.42 (-)	25.78
	-----	-----
Cash Flow before extra ordinary items	29.20	378.16
	-----	-----
NET CASH FROM OPERATING ACTIVITES	29.20	378.16

B) CASH FLOW FROM INVESTING ACTIVITES

Purchase of Fixed Assets	(-) 0.87 (-)	15.91
Sale of Fixed Assets	1.36	0.00
Proceeds from sale of securities	2631.24	69.83
Purchase of securities	(-) 3283.54 (-)	178.41
Dividend received	176.77	0.12
Interest received	14.31	30.65
	-----	-----
NET CASH USED IN INVESTING ACTIVITES	-460.73	-93.72
	-----	-----

CONTD...

(2)

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2004 (Contd..)
(RS. IN LACS.)
2003-04 2002-03

C) CASH FLOW FROM FINANCING ACTIVITIES

1) Proceeds from Bank borrowings	286.01	-255.62
2) Proceeds from Unsecured Loans, Trade deposits	34.48	154.1
3) Proceeds from IDBI Loan Liability	(-) 110.00 (-)	110.00
4) Proceeds from Lease Finance Liabilities	(-) 3.23	4.45
5) Proceeds from other loans	177.47	

NET CASH USED IN FINANCING ACTIVITIES 384.73 -207.07

NET INCREASE IN CASH AND CASH
EQUIVALENTS (A+B+C) -46.80 77.37

Cash and Cash Equivalents (Opening Balance) 90.10 12.73

Cash and Cash Equivalents (Closing Balance) 43.30 90.10

On behalf of the board

sd/-
(G.G. BAJORIA)
MANAGING DIRECTOR

Place: Jaipur
Date : The 4th Day of September, 2004

AUDITORS' REPORT

We have verified the above Cash Flow Statement of Rajasthan Cylinders and Containers Limited derived from the audited annual financial statement for the year ended 31st March, 2003 and 31st March, 2004 and found the same in agreement therewith.

for S.S.KOTHARI & CO.,
CHARTERED ACCOUNTANTS

sd/-
(B.L. VERMA)
Partner

Place : Jaipur
Date : The 4th Day of September, 2004