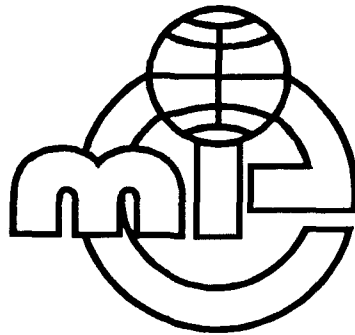


**MACRO (INTERNATIONAL)
EXPORTS LTD.**



Annual Report
2005-2006

BOARD OF DIRECTORS

Shri S.K. Parasrampur
Chairman & Managing Director

Smt. PARWATI PARASRAMPURIA

Shri SHIV SARAN AGARWAL

Shri KRISHAN LALA AGARWAL

Shri KUSH GARG

AUDITORS

M/s Chaudhary Pandiya & Company
Chaudhary Bhawan
28/90, Birhana Road,
Kanpur - 208 001

BANKERS

HDFC Bank

REGISTERED OFFICE

123/709, Fazal Ganj,
Kanpur - 208 012

NOTICE

Notice is hereby given that the 13th Annual General Meeting of the members of the Macro (International) Exports Ltd. will be held on the 30th day of September, 2006 at 10.00 A.M. at 123/709, Fazal Ganj, Kanpur to transact the following business :

ORDINARY BUSINESS :

1. To receive, consider and adopt the Profit & Loss Account for the period ended 31st March, 2006 and the Balance Sheet as at 31st March, 2006 together with the Directors' Report and Auditors' Report thereon.
2. To appoint a Director in place of Sri Krishna Lala Agarwal, who retires by rotation but being eligible has offered himself for re-election.
4. To appoint the retiring auditors to hold office from the conclusion of this Annual General Meeting till the conclusion of the next Annual General Meeting and to fix their remuneration. The retiring Auditors M/s. Chaudhary Pandiya & Co. Chartered Accountants, Kanpur are eligible for re-appointment.

By order of the Board

Date : 16th August, 2006

Place : Kanpur

S.K. PARASRAMPURIA

Managing Director

NOTES :

1. A Member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member. Proxy in order to be valid, must be received by the Company at the registered office not less than 48 hours before the meeting.
2. Members/Proxy are requested to fill up and sign the attendance slip for attending the meeting.
3. The Register of Member and Share Transfer Books of the Company will remain closed on 30th September, 2006.
4. Members are requested to bring the copy of the Annual Report at the meeting for their ready reference.



DIRECTORS' REPORT

To,
The Members,

The Directors hereby present the 13th Annual Report and the audited accounts for the financial year ended 31st March, 2006.

FINANCIAL RESULT

	Rs. in Lacs	
	Current Year	Previous Year
	31.3.2006	31.3.2005
Sales including other income	18.15	64.63
Profit/(Loss) before interest & Depreciation	21.88	1.83
Less Depreciation	1.09	1.60
Less MAT & Fringe Benefit Tax	0.41	--
Net Profit/(Loss)	20.38	0.14
Balance Brought Forward	71.04	70.90
Balance Carried Forward	91.42	71.04

As already reported in the previous year the company had entered the Real Estate Business. The company entered into Builder's Agreement during the year for construction of flats at Jaipur, on the land purchased in the previous year. The company purchased land at Jaipur during the year under report also.

DIVIDEND

Dividend is not recommended for the year ended 31.03.2006

DIRECTORS

Sri Krishna Lala Agarwal Directors of the company retires by rotation this Annual General Meeting but being eligible offers him self for re-appointment.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE

Information in accordance with; the provisions of Section 217 (1) (e) of the Companies Act, 1956 read with Companies (Disclosure of Particulars in Report of the Directors) Rules, 1988 regarding conservation of energy, technology, absorption and foreign exchange earnings and outgo is given in Annexures forming part of this report.

AUDITORS AND AUDITORS REPORT

M/s. Chaudhary Pandiya & Co. Chartered Accountants, auditors of the Company retire at this meeting and have offered themselves for re-appointment as auditors. They have furnished requisite certificate of their eligibility for re-appointment.

The remarks in the Auditor's Report are self-explanatory and therefore, do not call for any further comments.

PERSONNEL

There is no employee in the company drawing any salary or remuneration which attracts provisions of Section 217 (2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975.

LISTING OF SHARES-INFORMATION REGARDING STOCK EXCHANGE

The Company's Equity Shares are listed at the Stock Exchange, Mumbai, The Delhi Stock Exchange, Delhi and the Uttar Pradesh Stock Exchange Association Ltd., Kanpur. The Company has paid the listing fee up to & for the year ended 31.3.2007 to Bombay & Delhi the Stock Exchanges and to the UPSE upto the year ended 31.03.2003. A special resolution was passed in the 10th Annual General Meeting for de-listing of shares at Delhi Stock Exchange.

CORPORATE GOVERNANCE

A report on Corporate Governance Code is attached as a separate annexure to this report. Necessary certification in terms of clause 49 relating to corporate governance as per the Listing Agreement with stock exchange have been annexed and forms part of this Annual Report.

DIRECTORS' RESPONSIBILITY STATEMENT

As required under Section 217 of the Companies Act, the Directors hereby confirm that :

In the preparation of the annual accounts, the applicable accounting standards had been followed alongwith proper explanation relating to material departures; the Directors had selected such accounting policies and applied them consistently and made judgements and estimates that are 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 the profit of the company for the period; the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities; the Directors had prepared the annual accounts on a going concern basis.

For & on behalf of the Board of Directors

Place : Kanpur
Date : 16.08.2006

S.K. PARASRAMPURIA
Chairman & Managing Director

ANNEXURE TO THE DIRECTORS' REPORT

Particulars required under the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988.

- | | | |
|--|---|---------|
| 1. Conservation of Energy | - | N.A. |
| 2. Technology Absorption | - | N.A. |
| 3. Foreign Exchange Earnings and Outgo | | |
| a) Foreign Exchange Used | - | Rs. NIL |
| b) Foreign Exchange Earned | - | Rs. NIL |

**CORPORATE GOVERNANCE**

As per requirement of the listing Agreement and in order to promote and raise the standards of Corporate Governance the Company introduced Corporate Governance in January, 2003 as per clause 49 of the Listing Agreement(s) and since then have been complying in all material respects with features of the same.

A report on the implementation of the Corporate Governance Code of the Listing Agreement by the Company is furnished below.

1. Company's Philosophy on Corporate Governance

Your company fully appreciates the object and need to implement the Corporate Governance Code in its real sense. During the year under review the Company endeavours to further strengthen CG activities as the management believes that Corporate performance in the long run is co-related to Corporate Governance. It is therefore committed to further improve the Corporate Governance practices in the Company by laying emphasis on 'substance' of Corporate Governance over the 'form'.

2. Board of Directors

The Company's Board of Directors is comprised of Five Directors as at the year end on 31st March, 2006. Apart from the Managing Director, all Directors are Non-Executive. The Managing Director and Smt. Parwati Parasrampururia are the Promoter Directors. The other three Directors on the Board are independent Directors and constitute more than fifty percent of the total number of Directors on the Board.

The constitution of the Board of Directors is given below :-

Name of Director	Executive/ Independent/ promoter	No. of other Directorship	Membership of other Committees	Designation
Sudhir Kumar Parasrampururia	Executive (Promoter)	4	Share Transfer Committee	Chairman & Managing Director
Parwati Parasrampururia	Non-Executive (Promoter)	4	Share Transfer Committee	Director
Kush Garg	Independent Non-Executive	-	Audit Committee Share Holders Committee Remuneration Committee Share Transfer Committee	Director
Shiv Saran Agarwal	Independent Non-Executive	3	Audit Committee Share Holders Committee Remuneration Committee	Director
Krishna Lala Agarwal	Independent Non-Executive	-	Audit Committee Share Holders Committee Remuneration Committee	Director

Attendance of Each Director at the Board Meeting and last Annual General Meeting

Name	No. of Board Meeting held	No. of Board Meeting Attended	Attendance at Last A.G.M.
Sudhir Kumar Parasrampururia	10	09	Present
Parwati Parasrampururia	10	05	Present
Kush Garg	10	10	Present
Shiv Saran Agarwal	10	01	Present
Krishna Lala Agarwal	10	05	Present

No. of meeting held during the year & dates

During the financial year 2005-2006, 10 Board Meetings were held on 30.06.2005, 30.07.2005, 16.08.2005, 03.01.2005, 30.10.2005, 12.12.2005, 06.01.2006, 25.01.2006, 26.02.2006, 13.03.2006.

Information Supplied to the Board

The Directors are explained about all relevant information by the Managing Director at the Board Meetings on various vital matters affecting the Company. Minutes of Audit Committee and other Committee of the Board are circulated at the Board Meetings, also information about compliance/non-compliance, if any with any regulatory/statutory guidelines or with the Listing requirements etc. is given at the Board Meetings.

Remuneration to Directors

Shri Sudhir Kumar Parasrampurua, Chairman and Managing Director alone is being paid remuneration as approved by the members at the Annual General Meeting held on 30.09.2004 under schedule XIII to the Act read with Sectons 269, 198 and 309 of the Act. During the year 2005-06 he was paid a salary of Rs. 1,80,000 per annum (Rs. 15,000/- per month)

None of the Director on the Board is a member of more than 10 Committees and the chairman of more than 5 Committees in all Companies in which he/she is a Director. All the Directors have made disclosures about not beening members or any other committees in other companies.

COMMITTEES OF THE BOARD OF DIRECTORS

Audit Committee

a) The Audit Committee is performing its functions in conformity with the prescribed terms of references laid down by the Companies Act, 1956, and the Listing Agreements with the Stock Exchanges. These broadly include monitoring of internal audit functions and internal control systems, review of financial reporting systems. To review the quarterly, half-yearly and annual financial results of the Company before submission to the Board, and interactions with internal/statutory auditors and review of audit procedures;

Audit committee constituted on 31st January, 2003, comprises of the following and it met 4 times during the year under report and the attendance of the committee and the attendance of the committee members at these meetings are as follows :-

Sl. No.	Name of Director	Designation	Executive/ Non-Executive/ Independent	No. of Committee Meeting held	Attendance of each Director
1.	Shri Shiv Saran Agarwal	Chairman	Non Executive & Independent	4	4
2.	Shri Krishna Lala Agarwal	Member	Non Executive & Independent	4	4
3.	Shri Kush Garg	Member	Non Executive & Independent	4	4

Permanent Invitees – Representative of Auditors:

Minutes of the Audit Committee meetings are circulated to the members of the Board, discussed and taken note of.



Shares Holders Committee (Grievance)

Share holders Committee was formed on 31.01.2003 comprising of the following three members. The Committee looks after complaints/grievances received from share holders. No complaint/grievance was received during the financial year 2005-2006.

1. Name of the Non-Executive Director heading the committee : Shri Shiv Saran Agarwal
2. Name & Designation of Compliance Officer : Shri Kush Garg
3. Member : Shri Krishna Lala Agarwal

Shares Transfer Committee

Share Transfer Committee of the Board of Director of the Company is empowered to approve, transfers, transmission, transposition, issue of Duplicate Shares etc. The Committee meets periodically as and when required. It comprises of the following Directors :

1. Shri Sudhir Kumar Parasrampuria
2. Smt. Parwati Parasrampuria
3. Shri Kush Garg

Remuneration Committee

The Remuneration Committee of the Board of Directors comprises of the following Directors :

1. Shri Shiv Saran Agarwal
2. Shri Krishna Lala Agarwal
3. Shri Kush Garg

The Remuneration Committee is responsible for reviewing the performance of the Managing Director and recommending to the Board remuneration package and other benefits. The Committee met once on 25th January 2006 which was attended by all the members of the Committee. In this meeting the Committee reviewed the existing remuneration package of the Managing Director.

General Body Meetings

Venue, Date & Time where 3 AGM were held :

Meeting	Date	Time	Venue
10th AGM	30th Sept., 2003	10.00 A.M.	123/709, Fazalganj, Kanpur - 208 012
11th AGM	30th Sept., 2004	10.00 A.M.	123/709, Fazalganj, Kanpur - 208 012
12th AGM	20th Sept., 2005	10.00 A.M.	123/709, Fazalganj, Kanpur - 208 012

No Special resolution were passed at the Annual General Meetings of the Company held on 30th September 2004 and 30th September 2005 respectively. One Special resolution was passed at the 10th Annual General Meeting of the Company held on 30th September, 2003 and one Postal Ballot was conducted during August-September 2003, the Result of which was declared by the Chairman at the 10th Annual General Meeting held on 30.09.2003.

DISCLOSURE :

On 3rd Oct., 2005 the company has entered into a Builders Agreement for construction of flats under its real estate business with Magnanimous Trade & Finance Ltd. a company of the same group. Shri Sudhir Kumar Parasrampururia & Smt. Parwati Parasrampururia and their relative are Directors in both the companies. However no transaction of material nature has been entered into by the Company with its Directors or Management and their relatives, etc. that may have a potential conflict with the interests of the Company. The Register of Contracts containing transaction in which directors are interested in placed before the Board as per provisions of the Act.

Transactions with the related parties are disclosed in Note no. 4 of Schedule 8 to the Balance Sheet and Profit & Loss A/c in the 13th Annual Report.

The code of conduct for the Directors of the company have been laid down by the Board. The Board members have affirmed compliance with the code of conduct. A declaration signed by the Managing director of the company Shri Sudhir Kumar Parasrampururia is given below in terms of the clause.

"I hereby confirm that the company has obtained from all the members of the Board affirmation that they have complied with the code of conduct in respect of the Financial Year 2005-06.

As required under clause 49 of the Listing Agreement a certificate signed by Sri Sudhir Kumar Parasrampururia, Managing Director (CEO) of the company and Sri Mihilal (CFO) of the company was placed at the meeting of the Board of Directors on 28.06.2006

There has been no instance of non-compliance by the Company on any matter related to capital markets, excepting for non-receipts or delay in receiving certain information/reports which have been suitably replied Hence the question of penalties or strictures being imposed by SEBI or the Stock Exchange(s) does not arise.

Means of Communications

The annual, half-yearly and quarterly financial results are regularly submitted by the Company to all the Stock Exchanges, Annual Reports comprising Balance Sheet, Profit & Loss Account, Reports of the Directors & Auditors are sent to all the shareholders. The operations are reported in the Annual Report. The company had abandoned (closed) all its leather saddlery/shoe business activities in the past and took measures and prospective business. Considering the boom in business of Real Estate and rapid pace of urbanization of big cities and the increased tendency & demand for residential/quite a considerable time, the Company recently took-up the said new business activity of construction, sale, purchase, dealing in buildings, structures etc. It is expected that the company shall be able to do well in this new venture.

General Share holders information

- Date of Incorporation 03.08.1994
- Registered Office 123/709, Fazalganj, Kanpur.
- Telephone No. 0512-2232939
- Fax No. 0512-2233940
- 13th AGM Date 30th September, 2006



MACRO (INTERNATIONAL) EXPORTS LTD.

Venue	123/709, Fazalganj, Kanpur-208 012
Time of AGM	At 10.00 a.m.
• Date of Book Closure	30th September, 2006

Financial Calendar

For each calendar quarter; the financial results are reviewed and taken on record by the Board in the last week of the month subsequent to the quarter ending. The audited annual accounts as at 31st March are approved by the Board after a review thereof by the Audit Committee. The Annual General Meeting to consider such annual accounts is held in the second quarter of the financial year.

Stock Exchange on which Listed : The shares of the Company are Listed on 1) The Stock Exchange, Mumbai. 2) The Stock Exchange Association Ltd., Delhi & 3) The U.P. Stock Exchange Association Ltd. The annual Listing fees up to the year 2006-2007 have been paid to the Mumbai Stock Exchange & the Delhi Stock Exchange and to the UPSE upto the year 2002-2003.

Market Scrip Code – The share of the Company continues to be in Physical form.

Share Transfer System : Application for share transfer, Transmission, Transposition etc. are received by the Company at its Registered Office.

Share Transfer work is attended to by the Company within the prescribed period under law and the listing agreement with Stock Exchanges.

Share Price Details

As per latest official quotation publication of The U.P. Stock Exchange Association the equity share of the Company was traded on 13th June, 2002 at the rate of Rs. 6/- per share.

There was nil trading at The Stock Exchange, Mumbai during the financial year 2005-2006.

Distribution of Shareholding as on 31st March, 2006.

No. of Equity Shares held	No. of Share holders	% of Share holders	No. of Shares held	% of Shares holding
Upto 5000	981	97.72	576320	14.50
5001-10000	4	00.40	32600	00.82
10001-20000	4	00.40	65910	01.65
20001-30000	2	00.20	52000	01.31
30001-40000				
40001-50000	1	00.10	41010	01.03
50001-100000	6	00.59	491120	12.37
100001 & above	6	00.59	2715110	68.32
Total	1004	100.00	3974070	100.00

1) Category of Shareholders as on 31st March, 2006

Category	No. of Share holders	% of Share holders	No. of Shares held	% of Shares holding
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Resident Individuals Fls & Insurance Companies Nationalized Banks Non-Nationalized Banks Mutual Funds	9992	99.01	1581160	39.79
Non-Resident/OCBS	1	00.10	150000	03.77
Bodies Corporate	11	00.89	2242910	56.44
Shares in Transit (NSDL+CDSL)	N.A.	N.A.	N.A.	N.A.
Total	1004	100.00	3974070	100.00

Transfer to Investor Protection Funds : The Company Declared Dividend @ Rs. 0.90 per equity share on the Paid up Capital for the Financial Year ended 31.03.1998 at the A.G.M. held on 12 August, 1998. Pursuant to Section 205-A of the Companies Act, 1956 (The Act). Dividends that are unclaimed for a period of 7 years is required to be transferred to Investors Education and Protection Fund, established U/s. 205C (1) of the Act and administered by the Central Government. Accordingly the said dividend was transferred by the Company to the aforesaid fund by September, 2005.

AUDITORS' CERTIFICATE

To the Members of Macro (International) Exports Ltd.

We have examined the compliance of conditions of Corporate Governance by Macro (International) Exports Ltd., for the year ended 31st March, 2006, as stipulated in Clause 49 of the Listing Agreements of the said Company with Stock Exchange, in India.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof, adopted by the Company of ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreements.

We state that as per the record maintained by the Company it has not received any Investors Grievance/Complaint during the period under report.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For CHAUDHARY PANDIYA & CO.
Chartered Accountants

A.K. Pandiya
Partner

Place : Kanpur
Date : 16.08.2006



AUDITOR'S REPORT

The Members,
Macro (International) Exports Ltd.,
Kanpur

1. We have audited the attached Balance Sheet of Macro (International) Exports Ltd. as at 31st March 2006 and also the Profit and Loss Account and Cash Flow Statement of the Company for the year ended on that date as annexed thereto. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by 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 the Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of Sec. 227 of the Companies Act, 1956. We enclose in the Annexure statement on the matters specified in paragraph 4 and 5 of the said order to the extent applicable.
4. Further to our Comments in the Annexure referred to paragraph 2 above, we report that:
 - (a) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - (b) In our opinion proper books of account as required by law have been kept by the company so far as it appears from our examination of those books.
 - (c) The Balance sheet, Profit & Loss Account and Cash Flow Statement referred to in this report are in agreement with the books of Accounts.
 - (d) In our opinion, the Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956.
 - (e) On the basis of written representations received from the Directors and taken on record by the Board of Director, none of the Directors is disqualified as on 31st March, 2006 from being appointed as a Director in terms of clause (g) of sub-section (1) of section 274 of The Companies Act, 1956, and

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- (f) In our opinion and to the best of our information and according to the explanations given to us the said Accounts read together with the notes thereon give the information required under the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India.
- (i) In case of Balance Sheet of the state and affairs of the Company as at 31st March, 2006.
- (ii) In the case of the Profit & Loss Account of the Profit 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 CHAUDHARY PANDIYA & CO.
Chartered Accountants

A.K. Pandiya
Partner
M. No. 70747

Place : Kanpur
Date : 28.06.2006



ANNEXURE REFERRED TO IN PARAGRAPH 3 OF OUR REPORT OF EVEN DATE

RE : MACRO (INTERNATIONAL) EXPORTS LIMITED.

1. (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
(b) All fixed assets have been physically verified by the management during the year. No material discrepancies were noticed on such verification.
(c) The company has not disposed off any of the fixed assets during the year except car.
2. (a) The management has conducted physical verification of inventory at reasonable intervals.
(b) The procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
(c) The Company is maintaining proper records of inventory and no material discrepancies were noticed on physical verification.
3. (a) The Company has not granted Secured or Unsecured any loan to Companies, firms or other parties covered in the register maintained under section 301 of the Companies Act.
(b) since the company has neither granted nor taken any such loan the question of interest does not arise.
(c) Payment of interest & principal not applicable.
(d) The Company has not taken any loans secured or unsecured from Companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act, 1956.
4. In our opinion and according to the information and explanation given to us, there are adequate internal control system commensurate with the size of the Company and the nature of its business, for the purchase of inventory and fixed assets and for the sale of goods. During the course of our audit, no major weakness has been noticed in the internal controls.
5. (a) Based on the audit procedures applied by us and according to the information and explanation provided by the management, we are of the opinion that there is no transaction made in pursuance of contract or arrangement that need to be entered into the register maintained under Section 301, of the Companies Act, 1956.
(b) In our opinion and according to the information and explanation given to us, there is no transaction made in pursuance of contract or arrangement with parties with whom transactions exceeding value of Rupees Five Lakhs have been entered into during the financial year are at prices which are reasonable having regard to the prevailing market prices at the relevant time.
6. In our opinion and according to information and explanation given to us, the Company has not accepted any deposits from the public during the year.
7. In our opinion the Company has an internal audit system commensurate with the size and nature of its business.
8. To the best of our knowledge and as explained, the Central Government has not prescribed maintenance of cost records under clause (d) of sub-section (1) of Section 209 of the Companies Act, 1956 for the products of the Company.
9. (a) According to the records of the Company and information and explanation given to us, the Company is regular in depositing undisputed statutory dues including

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Provident Fund, Investor Education and Protection Fund, Employees State Insurance, Income-Tax, Sales-Tax, Wealth-Tax, Custom Duty, Excise Duty, Service Tax, Fringe Benefit Tax and Cess and other statutory dues applicable to it with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of Income Tax, Wealth Tax, Sales Tax, Customs Duty and Excise Duty, Service Tax and Fringe Benefit Tax and Cess were outstanding, at the year end for a period of more than six months from the date they became payable.

- (b) According to the records of the Company and information and explanation given to us, there are no dues outstanding of Sales Tax, Income Tax, Custom Duty, Wealth Tax, Excise Duty, and Cess and Service Fringe benefit Tax which have not been deposited on account of any dispute.
10. The Company do not have losses at the end of the financial year and it has neither incurred any cash loss in the current year nor in the immediately preceding financial year.
 11. Based on our audit procedures and on the information and explanations given by the management, the Company does not have any borrowings from financial institutions, banks or by way of debentures.
 12. In our opinion and according to the information and explanations given to us and based on the documents and records produced 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.
 13. In our opinion and according to the information and explanations given to us, the nature of activities of the Company does not attract any special statute applicable to chit fund and nidhi/mutual benefit fund/societies.
 14. In respect of dealing/trading in shares, securities, debentures and other investments, in in mutual funds, in our opinion and according to the information and explanations given to us, proper records have been maintained of the transactions and contracts and timely entries have been made therein. The shares, securities, debentures and other investments in mutual funds have been held by the Company, in its own name.
 15. In our opinion and according to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from bank or financial institutions.
 16. The Company did not have any term loans during the year.
 17. The Company did not have any borrowings of short term during the year.
 18. The Company has not made any preferential allotment of shares to parties or companies covered in the register maintained under Section 301 of the Companies Act, 1956.
 19. The Company has not issued any debentures.
 20. The Company has not raised any money through a public issue during the year.
 21. To the best of our knowledge and belief and according to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the course of our audit.

For CHAUDHARY PANDIYA & CO.
Chartered Accountants

A.K. Pandiya
Partner

Membership No. 70747

Place : Kanpur
Date : 28.06.2006

**MACRO (INTERNATIONAL) EXPORTS LTD.****BALANCE SHEET AS AT 31ST MARCH, 2006**

Particulars	Schedule No.	As at 31.03.2006		As at 31.03.2005	
		Amount Rs.	Amount Rs.	Amount Rs.	Amount Rs.
SOURCES OF FUNDS					
1. SHARE HOLDERS FUND					
A. Share Capital	1	3,98,96,120.00		3,98,96,120.00	
B. Reserves & Surplus	2	<u>91,42,449.38</u>		<u>71,04,931.75</u>	<u>47,00,10,51.75</u>
Total Funds Employed	-		<u>4,90,38,569.38</u>		<u>4,70,01,051.75</u>
APPLICATION OF FUNDS					
1. FIXED ASSETS					
A. Gross Block	3	1,84,29,471.64		1,85,07,950.28	
B. Less : Depreciation		<u>23,42,405.53</u>		<u>23,11,157.91</u>	
C. Net Block		1,60,87,066.11	1,60,87,066.11	1,61,96,792.37	1,61,96,792.37
Investments	4A	98,13,297.45	98,13,297.45	1,22,87,075.51	1,22,87,075.51
2. A. INVESTMENTS CURRENT ASSETS					
LOANS AND ADVANCES					
(a) CURRENT ASSETS					
1. Inventories	4	81,31,378.08		71,53,181.08	
2. Cash & Bank Balances other inv.		72,51,448.28		69,82,482.19	
(b) LOANS & ADVANCES					
Total (a) + (b)	5	<u>8,06,41,73.86</u>		<u>45,04,666.00</u>	
		2,34,47,000.22		1,86,40,329.27	
B. LESS : CURRENT					
LIABILITIES & PROVISIONS					
	6	<u>3,08,794.40</u>		<u>1,23,145.40</u>	
NET CURRENT ASSEETS (2A-2B)			2,31,38,205.82	1,85,17,183.87	
MISCELLANEOUS EXPENDITURE			---	---	
(To the extent not written off)					
Total Funds Applied			<u>4,90,38,569.38</u>	<u>4,70,01,051.75</u>	
Significant Accounting Policies and Notes on Account					
Earning Per Share	8		0.51	0.004	

As per our report of even date
For CHAUDHARY PANDIYA & CO.
(Chartered Accountants)

A.K. Pandiya
Partner

S.K. Parasrampuria
(Managing Director)

For & on behalf of the Board of Directors

Parwati Parasrampuria
(Director)

Place : Kanpur
Date : 28.06.2006

THIRTEENTH ANNUAL REPORT

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED AS ON 31ST MARCH, 2006

Particulars	Schedule No.	As at 31.03.2006		As at 31.03.2005	
		Amount Rs.	Amount Rs.	Amount Rs.	Amount Rs.
I. INCOME					
A. Sales	1	40,000.00		55,88,739.00	
B. Other Income	2	17,75,433.43		8,74,535.31	
C. Increase (Decrease) in stock	3	9,78,197.00		71,53,181.08	
Total (I)		27,93,630.43	27,93,630.43		1,36,16,455.39
II. EXPENDITURE					
A. Purchases	4	9,78,197.00		1,21,29,953.08	
B. Payment to and Provision For Employees	5	2,63,899.00		1,86,970.00	
C. Administrative and Seiling Expenses	6	6,07,414.28		8,50,081.90	
D. Interest and Bank Charges	7	2,765.00		16,710.97	
H.M.D.'s Remuneration		1,80,000.00		1,80,000.00	
Total (II)		20,32,275.28	20,32,275.28		1,33,63,715.95
III. Profit/(Loss) before Depreciation and Tax (A - B)					
			76,13,55.15		2,52,739.44
Less : A. Depreciation			1,08,634.46		1,60,156.49
Less : Profit/(Loss) on Disposal/Sale of Fixed Assets			(53,095.80)		(79,454.45)
Add : Profit/(Loss) on sale of Investments (Short Term Appreciation/Dimunition) in Investment			1,79,839.35		(2,17,401.61)
			12,99,219.39		2,21,754.65
IV. Profit/(Loss) Before Tax					
			<u>20,78,683.63</u>		<u>17,481.54</u>
					<u>(3,359.00)</u>
V. Add/(Less) Prior Period Adjustment (Net)					
	--		20,78,683.63		14,122.54
Less : Fringe Benefit Tax			7,500.00		
Less : Minimum Alternative Tax (Income Tax)			3,36,66.00		
VI. Appropriations :					
Basic & Diluted Earning					
Per share of Rs. 10/- each (in Rupees)			NIL		NIL
(Ref. Note No. 2 of Schedule 8)					
Balance Carried to Balance Sheet					
			<u>20,37,517.63</u>		<u>14,122.54</u>

As per our report of even date
For CHAUDHARY PANDIYA & CO.
(Chartered Accountants)

A.K. Pandiya
Partner

S.K. Parasrampuria
(Managing Director)

Parwati Parasrampuria
(Director)

Place : Kanpur
Date : 28.06.2006

For & on behalf of the Board of Directors

**MACRO (INTERNATIONAL) EXPORTS LTD.****SCHEDULES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2006**

Sl No.	Particulars	As at 31.03.2006 Amount Rs.	As at 31.03.2005 Amount Rs.
SCHEDULE '1' - SHARE CAPITAL			
1.	Authorised Share Capital (50,00,000 Equity Shares of Rs. 10/- each)	<u>5,00,00,000.00</u>	<u>5,00,00,000.00</u>
2.	Issued Subscribed and Paid up Share Capital (39,74,070) Equity Shares of Rs. 10/- each)	3,97,40,700.00	3,97,40,700.00
3.	Add : Amount paid up on forfeited Shares/less call in arrears	1,55,420.00	1,55,420.00
		<u>3,98,96,120.00</u>	<u>3,98,96,120.00</u>
SCHEDULE '2' - RESERVE & SURPLUS			
1.	Profit & Loss Account As per last Balance Sheet	7,10,49,31.75	7,09,08,09.21
	Add/less : Profit/(Loss) during the year	<u>2,03,75,17.63</u>	<u>1,41,22.54</u>
		<u>9,14,24,49.38</u>	<u>7,10,49,31.75</u>
SCHEDULE 4A - INVESTMENTS			
	Long Term Investment	9,81,32,97.45	3,50,08,18.42
		<u>9,81,32,97.45</u>	<u>8,78,42,51.09</u>
			<u>12,28,70,75.51</u>
SCHEDULE 4 : CURRENT ASSETS			
1. INVENTORIES			
	(As certified by the management)	8,13,13,78.08	<u>7,15,31,81.08</u>
	Land		
2. CASH & BANK BALANCES			
a.	Cash in hand	4,43,04.43	20,90,36.01
b.	Balance with scheduled bank in current Accounts.	70,71,43.85	27,34,46.18
c.	Term Deposits with Bank	<u>6,50,00,00.00</u>	<u>6,50,00,00.00</u>
		<u>7,25,14,48.28</u>	<u>6,98,24,82.19</u>

DEPRECIATION ON FIXED ASSETS AS ON 31.03.06

SCHEDULE '3' - Fixed Assets

Sl. No.	Particulars	GROSS BLOCK			DEPRECIATION				NET BLOCK		
		Cost As at 31.03.05	Additions Rs.	Sales Adj. Rs.	Total Cost As at 31.03.06 Rs.	Upto 31.03.05 Rs.	Adjustment Rs.	During the year Rs.	Total upto 31.03.06 Rs.	As at 31.03.06 Rs.	As at 31.03.05 Rs.
1.	Building	1,37,89,167.73	—	—	1,37,89,167.73	8,00,961.64	—	0.00	8,00,961.64	1,29,88,206.09	1,29,88,206.09
2.	Plant & Machinery	4,45,011.10	—	—	4,45,011.10	1,97,656.00	—	0.00	1,97,654.00	2,47,357.10	2,47,357.10
3.	Generators	1,70,000.00	0.00	0.00	1,70,000.00	10,897.93	0.00	8,075.00	18,972.93	1,51,027.07	1,59,102.07
4.	Furniture & Fixtures	18,96,780.07	—	0.00	18,96,780.07	6,21,106.24	0.00	29,324.67	6,50,430.91	12,46,349.16	12,75,673.83
5.	Electrical Installation	10,47,159.69	—	—	10,47,159.69	2,37,710.60	—	12,372.68	2,50,083.28	797,076.41	8,09,449.09
6.	Vehicles	28,17,78.50	0.00	0.00	2,81,778.50	27,946.43	0.00	25,500.90	53,447.33	228,331.17	2,53,832.07
7.	Close Circuit T.V.	2,74,032.00	—	—	2,74,032.00	2,04,091.34	—	0.00	2,04,091.34	69,940.66	69,940.66
8.	Fire Fighting Equipments	17,735.00	—	—	17,735.00	3,910.64	—	0.00	3,910.64	13,824.36	13,824.36
9.	Office Equipments	23,750.00	—	—	23,750.00	10,430.18	—	1,128.12	11,558.30	12,191.70	13,319.82
10.	Fax Machine	22,500.00	—	—	22,500.00	8,145.92	—	1,068.75	9,214.67	13,285.33	14,354.08
11.	Computer	47,400.00	65,300.00	0.00	1,12,700.00	2,800.00	—	7,802.00	10,602.00	1,02,098.00	44,600.00
12.	Zerox Machine	45,007.53	—	—	45,007.53	21,543.41	—	2,137.86	23,681.27	21,326.26	23,464.12
13.	Water Cooler	954.27	—	—	954.27	473.30	—	45.33	518.63	435.64	480.97
14.	Cell Phone	40,896.75	5,204.00	—	46,100.75	11,589.76	—	2,117.32	13,707.08	32,393.67	29,306.99
15.	Air Conditioners	4,05,777.64	0.00	1,48,982.64	2,56,795.00	1,51,896.52	77,386.84	19,061.83	93,571.51	1,63,223.49	2,53,881.12
	Total	1,85,07,950.28	70,504.00	1,48,982.64	1,84,29,471.64	23,11,157.91	77,386.84	1,08,634.46	23,42,405.53	1,60,87,066.11	1,61,96,792.37
	Previous Year	(1,88,38,493.28)	(39,500.00)	(3,70,043.00)	(1,85,07,950.28)	(22,84,589.97)	(1,33,588.55)	(1,60,156.49)	(23,11,157.91)	(1,61,96,792.37)	(16,55,3903.31)

Note : 1. No Depreciation has been provided except in case of Plant & Machinery Close Circuit TV & Fire Fighting equipments on Account of non-user due to closure of Business of Departmental Store, Shoe & Saddalery Unit.

2. Sale and adjustments to extent they relate to Departmental Store represent the amount realised on disposal of respective assets and further adjustments on account of depreciation already provided thereon and consequent Loss/Profit on disposal have been decided to be made on final disposal of assets forming part of the group assets.

**MACRO (INTERNATIONAL) EXPORTS LTD.****SCHEDULE FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2006**

Sl. No.	Particulars	As at 31.03.2006		As at 31.03.2005	
		Amount Rs.	Amount Rs.	Amount Rs.	Amount Rs.
SCHEDULE '5' LOAN AND ADVANCES					
1.	LOANS	71,88,043.00		38,70,810.00	
	(Unsecured considered good)				
2.	ADVANCES	60,484.00		82,934.00	
	(Recoverable in cash or in kind or for value to be received)				
3.	Security Deposits	19,700.00		19,700.00	
4.	Income Tax (Advance)	7,46,981.86		4,83,202.00	
5.	Prepaid Expenses	7,965.00		7,020.00	
6.	Anoop Agarwal (adv. against expenses)	40,000.00		40,000.00	
7.	N.S.C. (Security Deposit)	<u>1,000.00</u>	80,64,173.86	<u>1,000.00</u>	45,04,666.00
SCHEDULE '6' CURRENT LIABILITIES & PROVISIONS					
1.	CURRENT LIABILITIES				
a.	Sundry Creditors & Miscellaneous Liabilities	2,52,716.40		1,15,185.40	
b.	Other Liabilities				
	(A) TDS payable	12,448.00			
	(B) Out Standing Liabilities	9,964.00		1,080.00	
	(C) Minimum Alternative Tax	<u>33,666.00</u>	3,08,794.40	<u>6,880.00</u>	1,23,145.40

SCHEDULE '8'**SCHEDULE OF NOTES TO THE BALANCE SHEET AS AT 31ST MARCH 2006 AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2006****1. ACCOUNTING POLICIES****i. System of Accounting**

The Financial statements are prepared on the basis of the historical cost convention on accrual basis and are in accordance with the requirement of the Companies Act, 1956.

ii. Fixed Assets Depreciation

A. Fixed assets are stated at cost less accumulated depreciation. Cost comprises the purchase price or construction cost including any attributable cost of bringing the assets to its working condition for its use.

B. Depreciation has been provided on straight line method at the rate specified in Schedule XIV of the Companies Act, 1956. Depreciation on additions and sales to fixed assets has been provided on prorata basis with reference to the date of installation or acquisition.

iii. Inventories

Valued at cost or market value whichever is lower.

iv. Revenue Recognition :

1. Dividend on investment in Mutual Fund and Shares & Securities are accounted for on receipt/declaration basis.
2. Profit/Loss on Redemption/switchover to other scheme of Mutual Funds are recorded on the date of transaction and advice receipt from the Mutual Fund.
3. Interest on deposits and loans are recorded on accrual basis.

Contingent liability in respect of bills discounted with banks is Rs. Nil (Rs. Nil). In the opinion of the board all the current assets and the loan and advances are approximately of the value stated if realised in the ordinary course of business. The provision for all known liabilities are adequate and are not in excess of the amount considered reasonably necessary. Sundry debtors, creditors and loans and advances are shown as appearing in the accounts, and are subject to confirmation. Another contingent liability in respect of interest levied under Income Tax Act being disputed by the company is Rs. 1,64,124.00/- (Rs. 1,64,124.00). Disputed Provident Fund Rs. 46,884/- (Previous Year Rs. 46,884/-).

- vi. Previous year's figures have been regrouped where ever necessary & warranted.
- vii. No provision for taxation has been made in view of past losses and current years exempted income of dividend.
- viii. No provision for defferred tax has been made during the year due to past losses in accordance with the guidelines provided by Accounting standard 22 of The Institute of Chartered Accountants of India.

2. Investment :

- i. The Company has invested in the long term of Mutual Funds. The investment of Mutual funds are valued at NAV prices declared by Mutual funds as on 31.03.06. and the company has invested in long term equity shares.
- ii. As per accounting standards 13 issued by the Institute of Chartered Accountants of India the Investments in Mutual Funds has been valued at NAV prices declared



MACRO (INTERNATIONAL) EXPORTS LTD.

by Mutual Funds as on 31.03.06 plus reinvestment of dividend warrants as case may be and the Equity Shares are taken at purchase price which is the book value.

3. The Company has purchased a piece of service lane adjoining to the old property from Jaipur Nagar Nigam which is part of the old land for construction of flats on builder agreement and the balance land of Rs. 81,31,378.08 is shown as stock in trade in the balance sheet.

3. Loans & Advances includes :

In terms of Note 3 to Part II of Schedule VI of the Companies Act, 1956 quantitative disclosure has been made only in respect of those item/articles which individually account for 10% or more of the total raw material consumed/turnover, purchase, stock etc.

4. Related Party Transaction :

In accordance with accounting standard 18, the disclosures required are given below.

Names of related party, description of relationship and amount :

- (a) Remuneration to M.D. Rs. 1,80,000/-
 (b) Rent to Beopar Sahayak Pvt. Ltd. Rs. 12,000/-
 (c) A builders agreement has been entered between the company and the Magnanimous Trade & Finance Limited on the land of the company situated at Jaipur. The Company will have share of 35% on the constructed building over such land & the builder company i.e. Magnanimous Trade & Finance Limited will have 65% share over that.

(Mr. Sudhir Kumar Parasrampurua (M.D.), his wife Mrs. Parwati Parasrampurua (Director) and/or their relatives are director in both companies.)

5. Previous year's figures have been shown in brackets.
 6. Payment against Supplies from small scale and ancillary under takings are made in accordance with agreed credit terms and to the extent ascertained from available information, there was no amount over due as on 31st. March, 2006.
 7. Earning per share - Basic & Diluted Rs. 0.51 Previous Year 0.004
 8. The details of sale & purchase of units of Mutual Funds, Shares and securities during the year are as under :

Sl. No.	Opening		Purchase		Total		Sale/Redemption		Closing	
	Qty. Units	Amount (Lacs)	Qty. Units	Amount (Lacs)	Qty. Units	Amount (Lacs)	Qty. Units	Amount (Lacs)	Qty. Units	Amount (Lacs)
1. Mutual Funds	10,94,104.90	122	3,32,846.26	45	14,26,951.16	167	8,90,253.82	98	5,36,697.34	84
	(13,95,238.716)	(188)	(27,48,358.765)	(318)	(41,43,597.481)	(506)	(30,49,492.580)	(411)	(10,94,104.901)	(122)
2. Equity Shares	-	-	14,05,020	14	14,05,020	14	-	-	14,05,020	14

9 The company has sold some of the fixed assets like air-conditioner and due to that incurred loss of Rs. 53,095.80/- during the year and it does not effect the concept of going concern.

10. A. (i) Licenced Capacity : Nil
 (ii) Installed Capacity : In view of the nature of work and manual process involved in mfg. activity the installed capacity is not ascertainable
 (iii) Production : 2005-2006 2004-2005
 (a) Leather/Cotton/Polypropylene Nil

Saddlery/harness goods & shoes

(b) Saddle Blanket made of Acrylic Wools

Nil

B. Particular pertaining to finished goods

(Information pursuant to Part II of Schedule VI of the Companies Act, 1956)

Sl. No.	Class of Goods Manufactured/ Purchased	Opening Stock		Turnover		Closing Stock	
		Qty. Pcs.	Value Rs.	Qty. Pcs.	Value Rs.	Qty. Pcs.	Value Rs.
1.	Rugs	133 (133)	-- (--)	-- (--)	-- (--)	133 (133)	-- (--)
2.	Halters	370 (370)	-- (--)	-- (--)	-- (--)	370 (370)	(--) (--)
3.	Saddles	8 (8)	-- (--)	-- (--)	-- (--)	8 (8)	-- (--)
4.	Strip Leather	240 (240)	-- (--)	-- (--)	-- (--)	240 (240)	-- (--)
5.	Reins	455 (455)	-- (--)	-- (--)	-- (--)	455 (455)	-- (--)
6.	Iron & Steel	(--)	(--)	100.175	32,38,739.00	(--)	(--)

(See Notes below)

- Notes :**
1. In view of very large number and variegated nature of items manufactured/purchase for resale, which by themselves do not cost 10% or more of the purchases, turnover and stock etc. Quantitative details have not been given.
 2. The Quantity of old damaged Stock of Rugs, Halters, Saddles, Strip Leather & Reins have only been shown herein above. As informed by the Management they have nil realisable value.

**MACRO (INTERNATIONAL) EXPORTS LTD.**

C. Details of Raw Material Consumed : NIL

D. Value of Imports Calculated on CIF Basis : NIL

E. Value and Percentage of Raw Material Consumed

Raw Material	%	31.03.06	31.03.05
Imported	-- (--)	-- (--)	-- (--)
Indigenous	-- (--)	-- (--)	-- (--)

F. Expenditure in Foreign Currency

	31.03.06	31.03.05
Foreign Travels	--	1,60,250.00

G. Earning in Foreign Currency

	31.03.06	31.03.05
Export of Goods calculated on FOB Basis	Nil	Nil

For CHAUDHARY PANDIYA & CO.
(Chartered Accountants)

For & on behalf of the Board of Directors

A.K. Pandiya
Partner

S.K. Parasrampur
(Managing Director)

Parwati Parasrampur
(Director)

Place : Kanpur
Date : 28.06.2006

THIRTEENTH ANNUAL REPORT

SCHEDULES FORMING PART OF PROFIT AND LOSS ACCOUNT FOR THE PERIOD ENDED AS ON 31ST MARCH, 2006

Sl. No.	Particulars	As at 31.03.2006		As at 31.03.2005	
		Amount Rs.	Amount Rs.	Amount Rs.	Amount Rs.
SCHEDULE '1' - SALES					
1.	Sale of Iron Steel		--		32,38,739.00
2.	Misc. Sales		40,000.00		23,50,000.00
			<u>40,000.00</u>		<u>55,88,739.00</u>
SCHEDULE '2' - OTHER INCOME					
1.	Intt. on T.D.R. / F.D.R. (including accrued interest)	4,75,000.35		6,25,707.67	
2.	Interest on Income Tax Refund		--	35,836.00	
3.	Other Interest	5,38,959.00		46,495.00	
4.	Dividend	7,58,474.08		1,51,601.64	
5.	Profit on redemption of units		--	14,895.00	
6.	Misc Recpts		3,000.00		
			<u>17,75,433.43</u>		<u>8,74,535.31</u>
SCHEDULE '3' - INCREASE/DECREASE IN STOCKS					
1.	Opening Stock		71,53,181.08		-----
2.	Closing Stock				
	A. Land (D-68, Bani Park)	81,31,378.08		71,53,181.08	71,53,181.08
		<u>9,78,197.00</u>			<u>71,53,181.08</u>
SCHEDULE '4' - PURCHASES					
1.	Purchase of Iron & Steel		--		27,31,772.00
2.	Purchase of Land (D-68, Bani Park)		9,78,197.00		93,98,181.08
	Total		<u>9,78,197.00</u>		<u>1,21,29,953.08</u>
SCHEDULE '5' - PAYMENTS TO AND PROVISIONS FOR EMPLOYEES					
1.	Salaries & Wages		2,56,000.00		1,80,500.00
2.	Staff Welfare		7,899.00		6,470.00
	Total		<u>2,63,899.00</u>		<u>1,86,970.00</u>

**MACRO (INTERNATIONAL) EXPORTS LTD.****FORMING PART OF PROFIT & LOSS ACCOUNT FOR THE PERIOD ENDED 31ST MARCH, 2006****SCHEDULE '7' - ADMINISTRATIVE & SELLING EXPENSES**

Sl.	PARTICULARS	Period Ended 31.03.2006 Amount Rs.	Period Ended 31.03.2005 Amount Rs.
1.	Printing & Stationery	7,491.00	9,091.50
2.	Postage & Telegrams	7,380.00	9,876.50
3.	Telephone including cell phone Expenses	26,548.40	33,265.00
4.	Rent	19,739.00	12,000.00
5.	Rates & Taxes	20,904.00	3,561.00
6.	Electricity Expenses	6,194.00	9,607.00
7.	Insurance Charges	7,040.00	16,721.00
8.	Subscription & Membership Fee	5,650.00	3,200.00
9.	Legal Expenses (including Professional Consultancy)	60,350.00	22,554.00
10.	Directors Travelling Expenses (including foreign travels)	43,339.00	2,80,682.09
11.	Travelling Others		384.00
12.	Conveyance Charges	27,850.95	22,837.00
13.	Courier Charges	275.00	582.75
14.	Repairing & Maintenance	12,041.00	8,884.50
15.	Vehicle running & maintenance Expenses	48,178.23	89,316.88
16.	Miscellaneous Expenses	12,819.40	41,386.68
17.	Computer Maintenance	750.00	1,050.00
18.	Advertisement	4,581.00	8,962.00
19.	Auditors Remuneration	21,887.00	
	A. Audit Free		21,060.00
20.	A.C. Maintenance	3,250.00	1,950.00
21.	Listing fee	10,000.00	10,000.00
22.	Generator Running Exp.	66,346.00	42,802.00
23.	Building Maintenance	1,93,800.30	2,00,308.00
24.	Filling Fee	1,000.00	-
	Total	<u>6,07,414.28</u>	<u>8,50,081.90</u>

SCHEDULE '7' - INTEREST & BANK CHARGES

1.	Bank Charges	2,765.00	7,705.67
2.	Bank Interest	---	9005.30
		<u>2,765.00</u>	<u>16,710.97</u>

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

Additional information pursuant to Part IV of Schedule VI of the Companies Act, 1956.

I. Registration Details

Registration No.

State Code

Balance Sheet Date

II. Capital Raised during the year (Amount in Rs. thousands)

Public Issue

Rights Issue

Bonus Issue

Private Placement

III. Position of Mobilisation and Deployment of Funds (Amount Rs. in thousands)

Total Liabilities

Total Assets

Sources of Funds

Paid-up Capital

Reserve and Surplus

Secured Loans

Unsecured Loans

Application of Funds

Net Fixed Assets

Investments

Net Current Assets

Misc. Expenditure

Accumulated Losses

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

Turnover

Total Expenditure

Profit/Loss before Tax

Profit/Loss after Tax

Earning per Share (in Rs. Ps.)

Dividend Rate %

V. Generic Names of Three Principal Products/Services of Company (as per monetary terms)

Item Code No.

(ITC Code)

Product Description : Iron & Steel

Item Code No.

(ITC Code)

Product Description

Item Code No.

(ITC Code)

Product Description

For CHAUDHARY PANDIYA & CO.

For & on behalf on the Board of Directors

(Chartered Accountants)

Place: Kanpur

A.K. Pandiya

S.K. Parasrampur

Parwati Parasrampur

Date: 28.06.2006

Partner

(Managing Director)

(Director)

**CASH FLOW STATEMENT
(PURSUANCE TO CLAUSE 32 OF THE LISTING AGREEMENT)**

A. CASH FLOW FROM OPERATING ACTIVITY	2005-2006	2004-2005
	Rs.	Rs.
Net profit before tax & extra ordinary items	5,99,626.00	(89,223.00)
Add : Depreciation	1,08,634.00	1,60,157.00
Preliminary & Deferred Revenue Expenditure		
Profit/Loss on sale of fixed asset	53,095.00	--
Less : Taxes	<u>(41,166.00)</u>	<u>(79,454.00)</u>
	7,20,189.00	<u>(80,703.00)</u>
Operating Profit before working capital charges(35,59,507.00)		(1,69,926.00)
Adjustment for Trade & Other receivables		18,22,503.00
Inventories	(9,78,197.00)	71,53,181.00
Trade Payables	1,85,649.00	<u>(74,381.00)</u>
	<u>(43,52,055.00)</u>	<u>90,50,065.00</u>
Cash Generated from Operations	(36,31,866.00)	88,80,139.00
Interest	--	--
Profit/(loss) on sale of Fixed Assets		
B. CASH FLOW FROM INVESTING ACTIVITIES		
Decrease/Increase in Fixed Assets	(52,004.00)	1,96,955.00
Decrease/Increase investments	24,73,778.00	65,58,500.00
Profit & Loss on Sale of Investments	12,99,219.00	2,17,401.00
Appericiation Investment	1,79,839.00	2,21,754.00
Net Cash used in Investing Activities (B)	<u>39,00,832.00</u>	<u>67,59,808.00</u>
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from borrowings		
Secured Loans	--	--
Unsecured Loans		
Net Cash Used in Financing Activities (C)		
Net Increase/(Decrease) in Cash & Cash Equivalent (A+B+C)	2,68,966.00	(21,20,331.00)
Cash & Cash Equivalent as at 1st April 2005 (Opening Balance)	69,82,482.00	91,02,813.00
Cash & Cash Equivalent as at 31st March 2006 (Closing Balance)	<u>72,51,448.00</u>	<u>69,82,482.00</u>
	<u>2,68,966.00</u>	<u>21,20,331.00</u>

Notes : Figures in brackets represent cash out flowsPlace : Kanpur
Date : 28.06.2006For & on behalf of the Board of Directors
SUDHIR KUMAR PARASRAMPURIA
(Chairman & Managing Director)**AUDITORS' CERTIFICATE**

We have examined the attached Cash Flow Statement of Macro (International) Exports Ltd., for the year ended 31st March, 2006. The statement has been prepared by the Company in accordance with the requirement of the listing agreement of the various stock exchanges and is based on and is in agreement with the corresponding Profit & Loss Account and the Balance Sheet of the Company covered by our report of even date to the Members of the Company.

For **CHAUDHARY PANDIYA & CO.**
Chartered AccountantsPlace : Kanpur
Date : 28.06.2006**A.K. Pandiya**
Parnter

MACRO (INTERNATIONAL) EXPORTS LTD.

123/709, Fazal Ganj, Kanpur - 208 012

FORM OF PROXY

I/We.....in
the district of.....being member(s) of the above Company,
hereby ap-
point.....

failing him..... of.....
..... in the district of.....as my/our proxy to attend
and vote for me/us and on my/our behalf at the 13th Annual General Meeting of the Company
to be held on Saturday, 30th September, 2006 at 10.00 a.m. at 123/709, Fazal Ganj, Kanpur.

Signed at.....this.....day of.....2006

Signature.....

Ledger Folio No.

Number of Equity Shares held.....

Please affix a Re. 1 Revenue Stamp
--

Notes :

- i. The proxy need not be member.
- ii. The proxy duly signed across Re. One revenue stamp should reach at the Registered Office of the Company, not less than 48 hours before the time fixed for the meeting.

MACRO (INTERNATIONAL) EXPORTS LTD.

123/709, Fazal Ganj, Kanpur - 208 012

ATTENDANCE SLIP

I, hereby record my presence at the 13th Annual General Meeting held on Saturday, 30th September, 2006 at 10.00 a.m. at 123/709, Fazal Ganj, Kanpur - 208 012.

1. Full name of Shareholder.....
(In Block Letters)
2. L.F. No.
3. No. of Equity Shares held.....
4. Signature of the Shareholder or Proxy attending :
To be used when first named shareholder is not attending.

Please give full name of the 1st Joint Holder

Mr./Mrs./Miss.

Note : Please fill in this attendance slip and hand it over at the Entrance.

Book - Post
U. P. C.

If undelivered please return to :
MACRO (INTERNATIONAL) EXPORTS LTD.
123/709, Fazal Ganj, Kanpur - 208 012.