



*Twenty Fifth*  
**Annual Report**  
**2008-2009**

# **CEETA INDUSTRIES LIMITED**

## **TWENTY FIFTH ANNUAL GENERAL MEETING**

Tuesday, the 22<sup>nd</sup> September, 2009, at 3.00 p.m., at Plot No. 34-38, KIADB Industrial Area, Sathyamangala, Tumkur- 572 104, Karnataka

## **BOARD OF DIRECTORS**

Sri K.M. Poddar, Managing Director

Sri A. De

Sri S.K. Chhawchharia

Sri S.L. Singhania

## **AUDITORS**

G.K.Tulsyani & Co.

Chartered Accountants, Kolkata

## **REGISTERED OFFICE**

Plot No. 34-38, KIADB Industrial Area,

Sathyamangala, Tumkur- 572 104, Karnataka

## **HEAD OFFICE**

240B, A.J. C. Bose Road

2<sup>nd</sup> Floor, Kolkata- 700 020

E-mail : [kolkata@ceeta.com](mailto:kolkata@ceeta.com)

## **REGISTRAR & TRANSFER AGENT**

Niche Technologies Pvt. Ltd.

D- 511, Bagree Market, 71, B.R.B. Basu Road,

Kolkata- 700 001; Phone : 033-2235-7270/71

## **WORKS AT :**

### **TUMKUR**

ISO 9001 : 2000 a 100% EOU Granite Unit

Plot No. 34-38, KIADB Industrial Area,

Sathyamangala, Tumkur- 572 104, Karnataka

# **CEETA INDUSTRIES LIMITED**

## **NOTICE**

**NOTICE** is hereby given that the 25<sup>th</sup> Annual General Meeting of the Company will be held at the Registered Office of the Company at Plot No. 34-38, KIADB Industrial Area, Sathyamangala, Tumkur-572104, KARNATAKA on Tuesday, the 22<sup>nd</sup> September, 2009 at 3.00 P.M. to transact the following business :-

### **ORDINARY BUSINESS**

1. To receive, consider and adopt the Audited Balance Sheet as at 31<sup>st</sup> March, 2009 and the Profit and Loss Account for the year ended on that date together with the reports of the Auditors and Directors thereon.
2. To appoint the Auditors and to authorise the Board to fix their remuneration.

### **SPECIAL BUSINESS**

3. Appointment of Sri S. K. Chhawchharia as a Director

To consider and, if thought fit, to pass with or without modification, the following resolution as an Ordinary Resolution:

"RESOLVED THAT Sri S. K. Chhawchharia, who was appointed as director in casual vacancy and who holds office up to the date of the forthcoming Annual General Meeting of the Company in terms of Section 262 of the Companies Act, 1956 and in respect of whom a notice in writing proposing himself as candidature for the office of Director of the Company received by the Company under section 257 of the Act, be and is hereby appointed as a Director of the Company liable to retire by rotation."

By order of the Board

**PLACE: KOLKATA**  
**DATE: 29/07/2009**

**K. M. PODDAR**  
**MANAGING DIRECTOR**

### **NOTES:**

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member of the Company.
2. The Register of Members and Share Transfer Books of the Company shall remain closed from 20<sup>th</sup> September, 2009 to 22<sup>nd</sup> September, 2009 (both days inclusive).
3. Members are requested to notify immediately change of address, if any, to the registrar and transfer agent of the company.
4. Members who have shareholdings in multiple accounts in identical names or joint accounts in the same order are requested to send all the share certificate(s) to the Registrar & Transfer Agents for consolidation of all such shareholdings into one account to facilitate better service.

# **CEETA INDUSTRIES LIMITED**

## **ANNEXURE TO NOTICE**

### **Explanatory Statement, Pursuant to Section 173(2) of the Companies Act, 1956:**

#### **Item No. 3**

Sri S. K. Chhawchharia was appointed as director by the Board of Directors with effect from 29<sup>th</sup> January, 2009 in casual vacancy caused by resignation of Sri Arun Garodia and in terms of Section 262 of the Companies Act, 1956 he will hold office only up to the date up to which the director in whose place he is appointed would have held office if he had not vacated the office. Since Sri Arun Garodia, if not vacated the office, would have to retire by rotation in the forthcoming Annual General Meeting, Sri S.K. Chhawchharia holds office up to the date of the forthcoming Annual General Meeting of the Company.

Sri S.K. Chhawchharia, a fellow member of The Institute of Chartered Accountants of India is a practicing Chartered Accountant for last 42 year. Apart from audit he is a reputed consultant in the fields of finance, management, corporate advisory, commercial, legal and secretarial matters including imparting expert service for taking various strategic corporate decisions in different industries.

Your Directors are of the view that the Company would be immensely benefited by the wealth of experience and expert advice of Sri S. K. Chhawchharia and therefore recommended for approval, the resolution contained in item no. 3 of the Notice convening the Annual General Meeting.

None of the Directors except Sri S.K. Chhawchharia is interested in item No. 3 of the Notice.

By order of the Board

**PLACE: KOLKATA**

**DATE: 29/07/2009**

**K. M. PODDAR  
MANAGING DIRECTOR**

# CEETA INDUSTRIES LIMITED

## DIRECTORS' REPORT

For the year ended 31<sup>st</sup> March, 2009

Dear Shareholders,

Your Directors have pleasure in presenting their report on business and operations of your company together with the Audited Accounts of the company for 2008-2009.

### FINANCIAL RESULTS

All figures in Rs. lacs.

Particulars	Current Year	Previous Year
Sales Turnover	658.55	628.06
Other Income	723.15	828.76
Total Income	1381.70	1456.82
Profit before Interest & Description	130.99	233.02
Interest	1.12	11.73
Depreciation	33.82	36.07
Profit before taxation	96.05	185.22
Provision for F.B.T.	2.45	2.66
Profit after tax	93.60	182.56
Prior period adjustments	(0.93)	(3.83)
Net Profit	92.67	178.73

During the year under review the total income of the company was Rs. 1381.70 lac as against Rs. 1456.82 lac in the previous year. The stagnancy in company's turnover and income during the year was due to continued difficult trading condition in the export market and lack of growth in demand for granite products. During the year the company earned profit before tax Rs. 95.12 lac as against Rs. 181.39 lac in the previous year.

### Prospect

The company continues its efforts to make inroads in direct export market to fetch a better margin as against third party exports. The slow down and recession in various foreign countries made the company's task difficult. However, the company is presently pursuing for having tie-up with certain large customers in U. S. market.

### Directors

Sri Shankar Lal Singhania was appointed as independent director with effect from 15/09/2008 in casual vacancy caused by resignation of Sri Sohan Lal Gupta. He is a businessman having about 25 years of experience.

Sri Sushil Kumar Chhawchharia, a practicing chartered accountant and L.L.B., was appointed as independent director with effect from 29/01/2009 in casual vacancy caused by resignation of Sri Arun Garodia. He has an experience of about forty two years in his profession. He vacates his office in the ensuing Annual General Meeting and being eligible, offers himself for re-appointment.

Sri Vaibhav Poddar tendered his resignation as director with effect from 30<sup>th</sup> March, 2009.

# CEETA INDUSTRIES LIMITED

## Directors' Responsibility Statement

Pursuant to Section 217(2AA) of the Companies Act, 1956 the Directors confirm that:

- a) in preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- b) they have 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 or loss of the Company for that year;
- c) they 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;
- d) they have prepared the annual accounts on a going concern basis.

## Subsidiary Company

In terms of Section 212 of the Companies Act, 1956, the documents required to be annexed in respect of M/s. Kingstone Krystals Limited, a subsidiary Company are attached to this report.

## Auditors

The Auditors, M/s. G. K. Tulsyan & Co., Chartered Accountants retire at the ensuing Annual General Meeting and offer themselves for reappointment. The Directors recommend their reappointment.

## Conservation of Energy, Technology absorption and Foreign Exchange Earnings and Outgo:

Information as per Section 217(1)(e) read with Rule 2(A) and 2(B) of the Companies (Disclosure of particulars in the report of Board of Directors) Rules, 1988 are given in the 'Annexure - A' as forming part of the report.

## Personnel

Your Directors would like to put on record their appreciation of the sincere and dedicated services rendered by the loyal employees of the Company.

There are no employees drawing remuneration, which requires disclosure under Section 217(2A) of the Companies Act, 1956.

## Corporate Governance

The Company believes in and has practiced good Corporate Governance. The spirit of Corporate Governance is being gradually built up in the Company and is not just restricted to ensuring compliance with regulatory requirements but also meeting higher standards of transparency, accountability and integrity in respect of all its transactions. Based upon the above philosophy your Directors present a report on corporate governance as 'Annexure - B' to their report.

By order of the Board of Director

PLACE: KOLKATA  
DATE: 29/07/2009

K. M. PODDAR  
MANAGING DIRECTOR

# CEETA INDUSTRIES LIMITED

## 'ANNEXURE – A' FORMING PART OF DIRECTORS' REPORT:

INFORMATION PURSUANT TO SECTION 217 (1)(e) OF THE COMPANIES ACT, 1956 READ WITH RULE 2(A) AND 2(B) OF THE COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULES, 1988 AND FORMING PART OF THE DIRECTORS' REPORT.

### A. Conservation of Energy:

#### Power and Fuel Consumption

	Current Year (2008-09)	Previous Year (2007-08)
1. Electricity - Purchased		
Units (Kwh)	1477380	1768300
Total Amount (Rs.)	71,53,994	83,44,207
Rate/ Unit (Rs.)	4.84	4.72
2. Electricity – Owned Generation Through Diesel Generator		
Units (Kwh)	NIL	NIL
Units/ Ltrs of Diesel Oil		
Total Amount (Rs.)	NIL	NIL
Cost/ Unit (Rs.)		

### B. Technology absorption

#### a) Research & Development (R & D)

- |  |  |
|--|--|
| <p>1. Specific areas in which R &amp; D carried out by the Company and benefits derived as a result thereof.</p> | <p>No research and development work has been carried out by the Company. Therefore, there is no expenditure on account of R &amp; D.</p> |
| <p>2. Future plan of action.</p>   | <p>The Company being a sick Company with financial problem has kept in abeyance its plan on research and development.</p>                |

#### b) Technology Absorption, Adaptation and Innovation

Technical Innovations/ modifications are being made on regular basis in the process to achieve cost reduction, product improvement, etc.

C. Foreign Exchange Earnings and Outgo	(Rs.in lacs)
1. Foreign Exchange Earnings	67.43
2. Foreign Exchange Outgo	
i) CIF Value of Imports of Components & Spare Parts	146.44
ii) Expenditure in Foreign Currency on Foreign Travel & Others	1.30

# CEETA INDUSTRIES LIMITED

## ANNEXURE – B' FORMING PART OF DIRECTORS' REPORT:

### REPORT ON CORPORATE GOVERNANCE

- Brief Statement on company's Philosophy on code of governance**  
The Company believes in and has practiced good corporate governance. The spirit of corporate governance has prevailed in the Company since its inception. The Company's philosophy is shaped by the values of transparency, professionalism and accountability.
- Board of Directors**  
The Board of Directors is constituted in compliance with Clause 49 of the Listing Agreement. The Board as on 31<sup>st</sup> March, 2009 comprised four members, out of which three members are Non- Executive Independent Directors. Sri K.M. Poddar is the Managing Director.

Sl. No.	Name	Category	No. of Director-ship in other Cos.	No. of Membership(s) Chairmanship(s) of Board Committees of other Companies	No. of Board Meetings attended	Whether attended last AGM
1.	Sri K. M. Poddar	Promoter & Managing Director	4	2	4	No
2.	Sri A. De Independent	Non-Executive Director	5	1	6	Yes
3.	Sri S.L. Gupta (ceased to be a director w.e.f. 15.09.08)	Independent, Non-Executive Director	15	NIL	3	No
4.	Sri Arun Garodia (ceased to be a director w.e.f. 29.01.09)	Independent, Non-Executive Director	1	NIL	3	No
5.	Sri S.K. Chhawchharia (appointed w.e.f. 29.01.09)	Independent, Non-Executive Director	4	NIL	-	No
6.	Sri S.L. Singhania (appointed w.e.f. 15.09.08)	Independent Non-Executive Director	7	NIL	3	No.
7.	Sri Vaibhav Poddar (ceased to be a director w.e.f. 30.03.09)	Promoter, Non-Executive Director	2	NIL	6	No



# CEETA INDUSTRIES LIMITED

## Details of Board Meeting during the financial year

During the year ended 31<sup>st</sup> March, 2009, four Board Meetings of the Company were held, as follows:

Sl. No.	Date	Board Strength	No. of Directors Present
1	25 <sup>th</sup> April, 2008	5	3
2	30 <sup>th</sup> April, 2008	5	4
3	29 <sup>th</sup> July, 2008	5	5
4	15 <sup>th</sup> September, 2008	5	3
5	31 <sup>st</sup> October, 2008	5	4
6	29 <sup>th</sup> January, 2009	5	4
7	30 <sup>th</sup> March, 2009	4	2

Last Annual General Meeting (AGM) of the Company was held on 12<sup>th</sup> September, 2008.

### 3. Audit Committee

The Audit Committee of the Company was constituted in conformity with the requirement of Clause 49 of the Listing Agreement, as well as Section 292A of the Companies Act 1956.

The prime objective of the Audit Committee is to effectively supervise the Company's financial reporting process with a view to discharge the responsibility as per the terms of reference.

Briefly, the terms of reference of Audit Committee are as follows:

The Role of Audit Committee Under Section 292A of the Companies Act, 1956 includes:

- Discuss with the Auditors periodically about the internal control systems and the scope of Audit which will include the observations of the Statutory Auditors;
- Review of the half yearly and annual financial statements before submission of the same to the Board;
- Ensuring compliance of internal control system; and
- Investigation into any matter relating to the above or referred to it by the Board.

The Role of Audit Committee Under clause 49 of Listing Agreement includes:

- Overseeing of the company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible;
- Recommending the appointment and removal of external auditor, fixation of audit fee and also approval for payment for any other services;
- Reviewing with management the annual financial statements before submission to the Board;
- Reviewing with the management, external and internal auditors, the adequacy of internal control systems;
- Reviewing the adequacy of internal audit functions;
- Discussion with internal auditors any significant findings and follow up thereon;
- Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board;
- Discussion with Statutory auditors before the audit commences, about the nature and scope of audit as well as have post-audit discussion to ascertain any area of concern;
- Reviewing the Company's financial and risk management policies;
- To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non payment of declared dividends) and creditors;
- Carrying out any other function as is mentioned in the terms of reference of the Audit Committee.

# CEETA INDUSTRIES LIMITED

The composition and categories of the Audit Committee are as under:

Sl. No.	Name	Chairman / Member / Others	No. of Meetings attended
1.	Sri A. De	Chairman	3
2.	Sri S.L. Singhanian	Member (appointed w.e.f. 15.09.08)	2
3.	Sri S.K. Chhawchharia	Member (appointed w.e.f. 29.01.09)	-
4	Sri S.L. Gupta	Member (ceased to be a member w.e.f. 15.09.08)	2
5	Sri Arun Garodia	Member (ceased to be a member w.e.f. 29.01.09)	2

## Details of Audit Committee Meetings and Attendance

During the year ended 31<sup>st</sup> March, 2008, four meetings of the Audit Committee of the Company were held, as follows :

Sl.No.	Date	Committee Strength	No. of Members Present
1	30 <sup>th</sup> April, 2008	3	2
2	29 <sup>th</sup> July, 2008	3	3
3	31 <sup>st</sup> October, 2008	3	2
4	29 <sup>th</sup> January, 2009	3	2

The meetings are usually held on the same day and before the Board meetings where the financial results of the Company are considered. The results are reviewed by the Committee before they are placed before the Board.

## 4. Remuneration Committee

The Board of Directors of the Company at their meeting held on 25<sup>th</sup> October, 2004 had constituted Remuneration Committee of Directors mainly for the purpose of recommending the Company's policy on Remuneration Package for the Managing Director and other specified management personnel, reviewing the structure, design and implementation of remuneration policy in respect of such persons.

The composition and categories of the Remuneration Committee are as under:

Sl. No.	Name	Chairman / Member / Others	No. of Meetings attended
1.	Sri A.Garodia	Chairman (ceased to be a chairman w.e.f. 29.01.09)	0
2	Sri S.K. Chhawchharia	Chairman (appointed w.e.f. 29.01.09)	0
3.	Sri S.L. Gupta	Member (ceased to be a member w.e.f. 15.09.08)	0
4	Sri S.L. Singhanian	Member (appointed w.e.f. 15.09.08)	0
5.	Sri A. De	Member	0

# CEETA INDUSTRIES LIMITED

Details of Remuneration of Directors for the financial year ended on 31<sup>st</sup> March, 2009.

Director	Consolidated Salary (Rs.)	Perquisites and other Benefits	Performance Bonus/ Commission	Sitting Fees*	Total (Rs.)
Sri K.M Poddar	540000	167045	-	N.A.	707045
Sri A. De	-	-	-	6000	6000
Sri A. Garodia	-	-	-	3000	3000
Sri S.L. Gupta	-	-	-	3000	3000
Sri V. Poddar	-	-	-	6000	6000
Sri S.L. Singhania	-	-	-	3000	3000

## 5. Shareholders/Investors Grievance Committee

The Board re-constituted a Committee under the chairmanship of Sri S.L. Singhania (Non-Executive Independent Director) to look into the matters of redressing of the shareholders/ investors complaints, approves transfer / transmission of shares, issue of duplicate share certificates etc.

The composition and categories of the Committee are as under.

Sl. No.	Name	Chairman / Member / Others	No. of Meetings attended
1.	Sri S.L. Singhania	Chairman (appointed w.e.f. 15.09.08)	3
2	Sri S.L. Gupta	Chairman (ceased to be a chairman w.e.f. 15.09.08)	1
3.	Sri S.K. Chhawchharia	Member (appointed w.e.f. 29.01.09)	1
4	Sri Arun Garodia	Member (ceased to be a member w.e.f. 29.01.09)	3
5.	Sri A. De	Member	4

There being no investor complaint pending, the committee reviewed the existing procedures for attending to complaints as and when they arise.

As per clause 47 of the Listing Agreement, Sri Alok Kumar Yaduka, Manager-Accounts & Finance, is appointed as Compliance Officer w.e.f. 29-01-2009 who oversees matters of redressing investor complaints / grievances.

The Board of Directors also re-constituted the sub-committee for share transfer and delegated the powers of authentication the transfer of shares to senior executives of the Company.

During the year ended 31<sup>st</sup> March, 2009, seventeen meetings of the sub-committee which were held to consider and approve of transfer/ transmission of shares, are as follows:

Sl. No.	Date	Sub-Committee Strength	No. of Members Present
1	15 <sup>th</sup> April, 2008	3	2
2	30 <sup>th</sup> April, 2008	3	2
3	15 <sup>th</sup> May, 2008	3	2

# CEETA INDUSTRIES LIMITED

Sl. No.	Date	Sub-Committee Strength	No. of Members Present
4	16 <sup>th</sup> June, 2008	3	2
5	30 <sup>th</sup> June, 2008	3	2
6	22 <sup>nd</sup> July, 2008	3	3
7	15 <sup>th</sup> September, 2008	3	2
8	15 <sup>th</sup> October, 2008	3	2
9	20 <sup>th</sup> October, 2008	3	2
10	31 <sup>st</sup> October, 2008	3	2
11	1 <sup>st</sup> December, 2008	3	3
12	15 <sup>th</sup> December, 2008	3	2
13	31 <sup>st</sup> December, 2008	3	2
14	15 <sup>th</sup> January, 2009	3	2
15	30 <sup>th</sup> January, 2009	3	2
16	16 <sup>th</sup> February, 2009	3	2
17	31 <sup>st</sup> March, 2009	3	2

Company sends reply to shareholders for their grievances on regular basis within time.

## 6. General Body Meetings

Location and time, where last three Annual General Meetings held:

Number of AGM	Location	Date & Time
Twenty Second	Registered Office	6 <sup>th</sup> September, 2006 at 3.00 p.m.
Twenty Third	Registered Office	25 <sup>th</sup> September, 2007 at 3.00 p.m.
Twenty Fourth	Registered Office	12 <sup>th</sup> September, 2008 at 3.00 p.m.

## Special Resolutions passed at last three Annual General Meetings:

Financial year	Items
2005-2006	None
2006-2007	Two
2007-2008	None

No Special Resolution was required to be put through postal ballot last year.

No Special Resolution is proposed to be conducted through postal ballot.

## Disclosures

The Company did not enter into any transaction of material nature with promoters, directors or the management, their subsidiaries or relatives, etc. that might have potential conflict with the interests of the Company at large.

The Company complies with all mandatory requirements of Clause 49 of Listing Agreement.

# CEETA INDUSTRIES LIMITED

## 8. Code of Conduct

The Board of Directors has adopted the Code of Conduct for Directors and Senior Management. The said Code has been communicated to the Directors and Senior Management.

## 9. Means of Communication

Timely disclosure of consistent, comparable, relevant and reliable information on corporate financial performance is at the core of good governance. Towards this end –

- The Board of Directors of the Company approves and takes on record the quarterly un-audited financial results in the format prescribed by the Stock Exchanges with one month of the close of every quarter and intimates to the Stock Exchange immediately after they are taken on record.
- The coverage is given for the benefit of the shareholders and investors by publication of the financial results in newspapers normally in 'The Financial Express' and 'Vijaya Karnataka', within the stipulated time. The Company also publishes its annual audited results in these newspapers within the stipulated period of three months.
- The Company's website is [www.ceeta.com](http://www.ceeta.com), where it displays financial results and other reports and its e-mail address is [kolkata@ceeta.com](mailto:kolkata@ceeta.com).
- At present company neither displays official news release for the above said results and reports nor making any presentation to institutional investors or to the analysts.
- The Report of the Directors, forming part of the Report and Accounts, includes aspects of the Management Discussion and Analysis Report.

## 10. General Shareholders Information:

### a) Annual General Meeting : Date, Time and Venue

Forthcoming Annual General Meeting is scheduled to be held on Tuesday, 22 September, 2009 at 3:00 P.M. at your Company's Registered Office at Plot No.3/38, KIADB Industrial Area, Sathyamangala, Tumkur – 572 104, Karnataka.

### b) Financial Calendar for the year 2009 - 2010

Financial Reporting for the quarter ending	30 <sup>th</sup> June, 2009	29 <sup>th</sup> July, 2009
Financial Reporting for the quarter ending	30 <sup>th</sup> September, 2009	Last week of October, 2009
Financial Reporting for the quarter ending	31 <sup>st</sup> December, 2009	Last week of January, 2010
Financial Reporting for the quarter ending	31 <sup>st</sup> March, 2010	Last week of April, 2010

### c) Date of Book Closure

20<sup>th</sup> September, 2009 to 22<sup>nd</sup> September, 2009 (both days inclusive) on account of forthcoming Annual General Meeting.

### d) Dividend Payment Date

The Company did not declare any dividend.

### e) Listing on Stock Exchanges & Stock Code

The Company's Shares are listed on Bombay Stock Exchange Limited. Till now, Company's shares are presently not being traded. The stock code with The Stock Exchange, Mumbai- 514171

### f) Registrar and Transfer Agents

In terms of SEBI Order No.D&CC/FITTC/CIR-15/2002 dated 27<sup>th</sup> December 2002 for having a common agency for share transfer work and electronic connectivity and terms of the directive of the Stock Exchanges, the Company appointed M/s.Nich Technologies Pvt.Ltd. of D-511, Bagree Market, 71, B.R.B.Basu Road, Kolkata 700 001 as the Registrar and Share Transfer Agents of the Company.

# CEETA INDUSTRIES LIMITED

## g) Share Transfer System

The transfer of shares, both in physical and electronic mode, are registered and returned within the requisite period by Registrar and Transfer Agent, if the documents are clear in all respects. The shareholders of the Company are requested to send their shares directly to the RTA for transfer or registry related work. However, for the sake of the convenience of the investors / shareholders, the Company shall continue to receive request for transfer of shares.

## h) Shareholding Pattern as on 31<sup>st</sup> March, 2009

1 Promoters	10429400	71.915
2 Banks, Mutual Funds and Financial Institutions	32700	0.225
3 Private Corporate Bodies	94300	0.650
4 NRIs / OCBs	35200	0.243
5 Indian Public	3910800	26.967

## The Distribution of Shareholding as on 31<sup>st</sup> March, 2009

No. of Shares Slab	Number of Shareholders	% to Total	Number of Shares	% to Total
1 – 500	20392	95.7281	2803200	19.3292
501 – 1000	631	2.9622	533400	3.6780
1001 – 5000	248	1.1642	522900	3.6056
5001 – 10000	18	0.0845	121500	0.8378
10001 – 50000	6	0.0282	92000	0.6344
50001 – 100000	0	0.0000	0	0.0000
100001–And Above	7	0.0328	10429400	71.9150
<b>TOTAL</b>	<b>21302</b>	<b>100.000</b>	<b>14502400</b>	<b>100.000</b>

Out of 14502400 equity shares, 4060700 shares are in physical form.

## i) Dematerialization of Shares and Liquidity

The Equity Shares of the Company are registered with National Securities Depository Ltd. (NSDL) for having the facility of Dematerialization of shares and its ISIN NO. is – INE 760 J 01012

## j) Plant Location

### Granite Division and Registered Office:

Plot No.34-38, KIADB Industrial Area  
Sathyamangala  
Tumkur – 572 104  
Karnataka.

## k) Address for Correspondence and Corporate Office

240B, A.J.C.Bose Road  
2<sup>nd</sup> Floor, Kolkata – 700 020  
E.mail : kolkata@ceeta.com

## l) Compliance Certificate from the Auditors

The Company has obtained a certificate from the Statutory Auditors certifying compliance of the mandatory recommendations mentioned in the clause 49 of the listing agreement. The certificate is annexed.

# **CEETA INDUSTRIES LIMITED**

## **Auditor's Report on Corporate Governance**

To the members of Ceeta Industries Limited

We have examined the compliance of conditions of Corporate Governance by Ceeta Industries Limited, for the year ended on 31<sup>st</sup> March, 2009 as stipulated in clause 49 of the listing agreement for the said Company with stock exchange.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination has been limited to a review of the procedures and implementations thereof adopted by the company for ensuing compliance with the conditions of the Corporate Governance as stipulated in the said clause. 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 and based on the representations made by the Directors and the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in clause 49 of the above mentioned listing agreement.

As required by the Guidance Note issued by the Institute of Chartered Accountants of India we have to state that no investor grievance were pending for a period of one month against the company as per the record maintained by the Shareholders/ Investors Grievances Committee.

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

**For G.K. Tulsyan & Company  
Chartered Accountants**

**4, Gangadhar Babu Lane  
Kolkata - 700 012  
Dated: the 29<sup>th</sup> day of July, 2009**

**G.K. Tulsyan  
Partner  
Membership No.50511**

# CEETA INDUSTRIES LIMITED

## Auditors' Report to the Members of Messrs. Ceeta Industries Limited.

We have audited the attached Balance Sheet of Ceeta Industries Limited as at 31<sup>st</sup> March, 2009 and also the Profit and Loss Account and Cash Flow Statement for the year ended on that date 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.

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 from material mistakes. 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 our audit provides a reasonable basis for our opinion.

In accordance with the provisions of Section 227 of the Companies Act, 1956, we report that :

01. As required by the Companies (Auditors' Report) Order, 2003, issued by the Government of India under Sub-section (4A) of Section 227 of the Companies Act, 1956, and on the basis of such checks of the books and records of the company as we considered appropriate and according to the information and explanations given to us, we enclose in the Annexure a statement on the matters specified in Paragraph 4 and 5 of the said order.
02. Further to our comments in the Annexure referred to 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 purposes of our audit.
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as they appear from our examination of those books.
  - (c) The Balance Sheet and Profit and Loss Account dealt with by this report are in agreement with the books of account.
  - (d) In our opinion, the Balance sheet and Profit and Loss Account dealt with by this report comply with the accounting standards referred to in-section ( 3C) of Section 211 of the Companies Act, 1956.
  - (e) On the basis of written representation received from the directors, as on 31<sup>st</sup> March, 2009, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31<sup>st</sup> March, 2009, from being appointed as a director in the terms of clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956.
  - (f) In our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information as required by 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 the case of Balance sheet, of the state of affairs of the Company as at 31<sup>st</sup> March, 2009, and
    - (ii) in the case of the Profit and Loss Account of the Profit for the year ended on that date.
    - (iii) in the case of the Cash Flow Statement, the cash flows of the company for the year ended on that date.

For G.K. Tulsyan & Company  
Chartered Accountants

4, Gangadhar Babu Lane  
Kolkata - 700 012  
Dated: the 29<sup>th</sup> day of July, 2009

G.K. Tulsyan  
Partner  
Membership No 10011



## CEETA INDUSTRIES LIMITED

Annexure referred to in Paragraph No. (1) to our report of even date on the basis of such checks as we consider appropriate and in terms of information and explanations given to us, we state as follows :

01. (a) The Company maintains proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) The Fixed Assets are physically verified by the management at reasonable intervals and no material discrepancies between the books of records and the physical inventory have been noticed.
- (c) The company has not disposed off a substantial part of fixed assets during the year which would not affect the going concern of the company.
02. (a) As explained to us, the inventories have been physically verified by the management at reasonable intervals during the year. In our opinion, the frequency of such verification is reasonable.
- (b) As per the information given to us, the procedures of physical verification of inventory followed by management are, in our opinion, reasonable and adequate in relation to the size of the company and the nature of its business.
- (c) The company maintains proper records of inventory. No discrepancies were noticed on verification between the physical stocks and the books of records.
03. (a) According to the information and explanations given to us, the company has given unsecured loans of Rs 25,00,000/- to one company covered in the register maintained u/s 301 of the Companies Act, 1956 during the year and there was no outstanding balance as on 31.03.2009. The maximum balance outstanding was during the year Rs 68,37,094/-.
- (b) In our opinion, the rate of interest and other terms and conditions of the loan given, are prima facie not prejudicial to the interest of the company.
- (c) The Parties have repaid the principal amount as stipulated and have been regular in the payment of interest.
- (d) There is no overdue amount during the period.
- (e) As informed to us and as per books of accounts, the company has not taken unsecured loan from any company, mentioned in the register maintained under Section 301 of the Companies Act, 1956.
04. In our opinion and according to the 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 the purchase of inventory, fixed assets and for the sale of goods. Further on the basis of our examination of the books and records of the company and according to the information and explanations given to us, we have neither come across nor have been informed of any continuing failure to correct major weaknesses in the aforesaid internal control procedures.
05. (a) According to the information and explanations, in our opinion, the transactions that need to be entered in to the Register maintained under Section 301 of the Act, have been so entered.
- (b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the register maintained under Section 301 of the Companies Act, 1956 and exceeding the value of rupees five lakhs in respect of any party during the year, have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time.

# CEETA INDUSTRIES LIMITED

06. The company has not accepted any deposit from the public within the meaning of Section 58A and 58AA of the Act and the rules framed thereunder.
07. In our opinion, the company has an internal audit system commensurate with the size and nature of its business.
08. As informed to us, the Central Government has not prescribed the maintenance of cost records u/s. 209(1)(d) of the Companies Act, 1956.
09. (a) According to the information and explanations given to us and the records of the company examined by us, in our opinion, the company is generally regular in depositing undisputed statutory dues including provident fund, employees state insurance, income tax, sales tax, custom duty, excise duty, cess and other material statutory dues as applicable with appropriate authorities and there were no such outstandings as on 31<sup>st</sup> March, 2009 for a period of six months from the date they became payable.
- (b) According to the information and explanations given to us and the records of the company examined by us, the particulars of sales tax, excise duty as at 31<sup>st</sup> March, 2009, which have not been deposited on account of disputes pending are as follows:

Name of the Statute	Nature of disputed dues	Amount Rs.	Forum where dispute is pending
Various Sales Tax & Central Sales Tax Act, 1961	Demand of Sales Tax	9821910	Orissa Sales Tax Tribunal, Cuttack
Rajasthan Sales Tax & Central Sales Tax	Demand of Sales Tax	R.S.T. Rs. 791025/- and CST Rs. 2496/-	The Commercial Tax Officer at Udaipur
Central Sales Tax	Demand of Sales Tax	C.S.T. Rs. 1,73,06,671/-	The Commercial Tax (Recovery) Dept. Tumkur

10. The company's accumulated losses at the end of the financial year were more than 50% of its net worth. The company did not incur any cash losses during the financial year covered by our audit and also in the immediately preceding financial year.
11. The Company has not taken any secured loan from Bank or Financial Institution during the year, and has not defaulted in repayment of the instalments of its secured loan taken in earlier years, as applicable.
12. According to the 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, debenture and other securities.
13. 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. According to the information and explanations given to us, the company is not dealing or trading in shares, debentures or other investments and hence paragraph 4(xiv) of the Order is not applicable.
15. According to the information and explanations given to us, the company has not given any guarantee for loans taken by others from banks or financial institutions.
16. According to the information and explanations given to us, the company has not taken any term loans during the year and hence requirement of reporting regarding application of term loans does not arise.

## CEETA INDUSTRIES LIMITED

17. In our opinion and according to the information and explanations given to us and shown by the records examined by us, no fund raised on short term basis have been used for long term investment and vice versa during the year.
18. According to the information and explanations given to us, the company has not made any preferential allotment of shares to parties and companies covered in the register maintained under Section 301 of the Act.
19. According to the information and explanations given to us, the company has not issued any debenture.
20. The Company has not raised any money by way of public issue during the year.
21. During the course of our examination of the books and records of the company, carried out in accordance with the generally accepted auditing practices in India and according to the information and explanations given to us, we have neither come across any instances of material fraud on or by the company, noticed or reported during the year, nor have we been informed of such case by management.

For G.K. Tulsyan & Company  
Chartered Accountants

4, Gangadhar Babu Lane  
Kolkata - 700 012  
Dated: the 29<sup>th</sup> day of July, 2009

G.K. Tulsyan  
Partner  
Membership No.50511

# CEETA INDUSTRIES LIMITED

## BALANCE SHEET AS AT 31ST MARCH, 2009

SOURCES OF FUNDS	Schedule	(Rs.)	As at 31/03/2009 (Rs.)	As at 31/03/2008 (Rs.)
<b>1. SHAREHOLDERS' FUND</b>				
a) Share Capital	1	14,502,400	27,802,400	
b) Reserves and Surplus	2	<u>146,386,444</u>	<u>146,386,444</u>	174,188,844
<b>2. LOAN FUND</b>				
Secured Loan	3	979,293	1,538,889	
Unsecured Loan	4	<u>385,930</u>	<u>1,365,223</u>	<u>2,319,315</u>
			<u>162,254,067</u>	<u>176,508,159</u>
<b>APPLICATION OF FUNDS</b>				
<b>1. FIXED ASSETS</b>	5			
Gross Block		43,559,826	44,395,450	
Less : Depreciation		<u>14,840,118</u>	<u>11,728,047</u>	
Net Block			28,719,708	32,667,403
<b>2. CONSTRUCTION WORK-IN-PROGRESS</b>			8,275,099	4,936,313
<b>3. INVESTMENTS</b>	6		679,038	685,038
<b>4. CURRENT ASSETS, LOAN AND ADVANCES</b>	7			
a) Inventories		57,898,617	73,201,731	
b) Sundry Debtors		11,451,689	10,062,306	
c) Cash and Bank Balances		11,279,823	8,780,339	
d) Loans and Advances		<u>14,455,792</u>	<u>16,926,502</u>	
		<u>95,085,921</u>	<u>108,970,878</u>	
<b>Less : Current Liabilities and Provisions</b>	8			
Current Liabilities		34,477,554	44,235,398	
Provisions		<u>836,833</u>	<u>591,520</u>	
		<u>35,314,387</u>	<u>44,826,918</u>	
<b>NET CURRENT ASSETS</b>			59,771,534	64,143,960
<b>5. Profit and Loss Account</b>				
Balance Carried forward			64,808,688	74,075,445
			<u>162,254,067</u>	<u>176,508,159</u>

### NOTES ON ACCOUNTS 14

This is the Balance sheet referred to in our annexed report of even date.

For G.K.TULSYAN & COMPANY  
Chartered Accountants

On behalf of the Board

K.M.Poddar,  
Managing Director

G.K.Tulsyan  
Partner  
Membership No 50511

4, Gangadhar Babu Lane  
Kolkata - 700012  
Dated : 29/07/2009

A. De.  
Director

# CEETA INDUSTRIES LIMITED

## PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2009

	Schedule	Current Year ended 31/03/2009 (Rs.)	Previous Year ended 31/03/2008 (Rs.)
<b>INCOME</b>			
Sales		65,855,116	62,805,712
Income from Contract Work		56,729,375	73,308,489
Service charges		6,000,000	4,800,000
Other Income	9	20,518,544	12,364,186
Increase/(Decrease) in Stock	10	(10,932,667)	(7,596,264)
		<b>138,170,368</b>	<b>145,682,123</b>
 Manufacturing Expenses	 11	 60,115,221	 43,901,359
Expenditure on Sub-contract Work		42,088,230	52,458,997
Selling, Administration and other Exp.	12	22,867,479	26,019,436
Interest		112,133	1,173,061
Depreciation		3,381,676	3,607,160
		<b>128,564,739</b>	<b>127,160,013</b>
 Profit/(Loss) before provision for taxation		 9,605,629	 18,522,110
Provision for F.B.T.		245,313	265,660
		<b>9,360,316</b>	<b>18,256,450</b>
Profit after Tax		9,360,316	18,256,450
Prior period adjustment		(93,559)	(382,719)
Net Profit		9,266,757	17,873,731
Transferred to Capital Redemption Reserve		-	3,300,000
Balance brought forward from previous year		(74,075,445)	(88,649,176)
Balance carried to Balance sheet		<b>(64,808,688)</b>	<b>(74,075,445)</b>
 Earning per Equity Share :	 13		
(Face value of Re.1/- per share)			
Basic		0.64	1.23
Diluted		0.64	1.23

### NOTES ON ACCOUNTS

14

This is the Profit and Loss Account referred to in our annexed report of even date.

**For G.K.TULSYAN & COMPANY**  
Chartered Accountants

On behalf of the Board

K.M.Poddar,  
Managing Director

G.K.Tulsyani  
Partner  
Membership No.50511

4, Gangadhar Babu Lane  
Kolkata - 700012  
Dated : 29/07/2009

A.De,  
Director

# CEETA INDUSTRIES LIMITED

## CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2009

	As on 31/03/2009 Rs.	As on 31/03/2008 Rs.
<b>A. CASH FLOW FROM OPERATING ACTIVITIES :</b>		
Net profit before interest, tax and extraordinary items	9,717,762	19,695,171
Adjustment for :		
Depreciation	3,381,676	3,607,160
Loss on sale of fixed assets (Net)	571,299	3,979,716
Interest received	(207,052)	(202,434)
Dividend	-	(40)
Operating profit before working capital charges	13,463,685	27,079,573
Adjustments for Increase/ decrease in :		
Trade and Other receivables	(1,389,383)	(126,094)
Inventories	15,303,114	(12,480,499)
Trade Payables	(9,757,842)	18,615,083
Loans & Advances	3,148,020	(2,796,552)
Cash Generated from Operation	20,767,593	30,291,511
Direct Tax Paid	(677,311)	(1,294,983)
Cash Flow before extraordinary items	20,090,282	28,996,528
Extraordinary items	(93,559)	(382,719)
Net cash flow from operating activities (A)	19,996,723	28,613,809
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of fixed assets including Capital W.I.P.	(3,544,066)	(6,003,540)
Sale of fixed assets	200,000	290,000
Sale of Investment	6,000	885,720
Interest Received	207,052	202,434
Dividend received	-	40
Net cash used in investing activities (B)	(3,131,014)	(4,625,346)
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceed / Redemption of Equity / Pref. Shares	(13,300,000)	-
Interest Paid	(112,133)	(1,173,061)
Proceeds from long term borrowings	(954,092)	(18,185,324)
Net Cash Flow from Financing Activities (C)	(14,366,225)	(19,358,385)
Net Increase in cash and Cash equivalent (A+B+C)	2,499,484	4,630,078
Cash and Cash equivalent as at beginning of the year	8,780,339	4,150,261
Cash and Cash equivalent as at end of the year	11,279,823	8,780,339

Note: - Figures in brackets represent cash outflows

For G.K.TULSYAN & COMPANY  
Chartered Accountants

G.K.Tulsyan  
Partner  
Membership No.50511

4, Gangadhar Babu Lane  
Kolkata - 700012  
Dated : 29/07/2009

On behalf of the Board

K.M.Poddar,  
Managing Director

A.De,  
Director

# CEETA INDUSTRIES LIMITED

**SCHEDULES ANNEXED TO AND FORMING PART OF BALANCE SHEET AS AT 31ST MARCH 2009 AND PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED AS ON THAT DATE**

	As at 31/03/2009 (Rs.)	As at 31/03/2008 (Rs.)
<b>SCHEDULE-1</b>		
<b>SHARE CAPITAL</b>		
<b>AUTHORISED :</b>		
75,000,000 Equity Shares of face value Re 1/- each (Previous Year 75,000,000 Equity Shares of Re.1/-each)	75,000,000	75,000,000
 1,50,000 - 15% Non-Cumulative Redeemable Preference Shares of Rs.100/- each	 15,000,000	 15,000,000
	<b>90,000,000</b>	<b>90,000,000</b>
 <b>ISSUED, SUBSCRIBED AND PAID UP :</b>		
14,502,400 Equity Shares of Re 1/- each (Previous Year 14,502,400 Equity Shares of Re. 1/- each) fully paid up in cash	14,502,400	14,502,400
 1,33,000 - 15% Non-Cumulative Redeemable Preference Shares of Rs.100/- each fully paid up in cash (Redeemed at par on 11-11-2008)	 -	 13,300,000
	<b>14,502,400</b>	<b>27,802,400</b>
 <b>SCHEDULE - 2</b>		
<b>RESERVES AND SURPLUS</b>		
Capital Reserve on forfeiture of shares	91,000	91,000
Capital Reserve on account of Restructuring of Debt	132,995,444	132,995,444
Capital Redemption Reserve	13,300,000	13,300,000
	<b>146,386,444</b>	<b>146,386,444</b>
 <b>SCHEDULE - 3</b>		
<b><u>SECURED LOAN</u></b>		
Auto Loan from ICICI Bank	979,293	1,538,889
(against hypothecation of specific motor vehicles)	<b>979,293</b>	<b>1,538,889</b>
 <b>SCHEDULE - 4</b>		
<b><u>UNSECURED LOAN</u></b>		
From Bodies Corporate	-	85,752
From the Government of Karnataka :		
Sales Tax Deferment Scheme	385,930	694,674
	<b>385,930</b>	<b>780,426</b>

## SCHEDULE - 5

## FIXED ASSETS

Sl. No.	Particulars	Gross Block				Depreciation				Net Block	
		Cost as on 01/04/08 (Rs.)	Addition during the period (Rs.)	Sales/ Adjustment (Rs.)	Cost as on 31/03/09 (Rs.)	As on 01/04/08 (Rs.)	For the period (Rs.)	Sales / Adjustment (Rs.)	As on 31/03/09 (Rs.)	As on 31/03/09 (Rs.)	As on 31/03/08 (Rs.)
1	Land	2,307,997	-	-	2,307,997	-	-	-	-	2,307,997	2,307,997
2	Building	10,204,316	58,460	-	10,262,776	1,434,645	316,166	-	1,750,811	8,511,965	8,769,671
3	Plant & Machinery	23,232,817	-	-	23,232,817	8,586,936	2,399,243	-	10,986,179	12,246,638	14,645,881
4	Electrical Installation	2,668,686	-	-	2,668,686	593,714	126,763	-	720,477	1,948,209	2,074,97
5	Office Equipment	631,792	26,780	-	658,572	108,163	44,962	-	153,125	505,447	523,629
6	Furniture & Fixtures	536,561	66,754	10,800	592,515	123,972	41,175	3,988	161,159	431,356	412,589
7	Cars & Vehicles	3,940,358	-	985,104	2,955,254	552,087	310,235	223,065	639,257	2,315,997	3,388,271
8	Fire Fighting Equipment	22,069	-	-	22,069	2,731	1,048	-	3,779	18,290	19,338
9	Computer Equipment	850,854	53,286	45,000	859,140	325,799	142,084	42,552	425,331	433,809	525,055
	Total	44,395,450	205,280	1,040,904	43,559,826	11,728,047	3,381,676	269,605	14,840,118	28,719,708	32,667,403
	Previous Year's Figures	48,783,954	1,067,227	5,455,731	44,395,450	9,306,902	3,607,160	1,186,015	11,728,047	32,667,403	-



# CEETA INDUSTRIES LIMITED

	No. of Equity Shares Fully Paid up	Face Value Per share (Rs.)	As on 31/03/2009 (Rs.)	As on 31/03/2008 (Rs.)
<b>SCHEDULE - 6</b>				
<b>INVESTMENTS</b>				
<b>(at cost)</b>				
<b>LONG TERM TRADE INVESTMENTS :</b>				
<b>A. QUOTED SHARES</b>				
Himalaya Granites Ltd.	100 (100)	10	3,538	3,538
<b>UNQUOTED INVESTMENTS :</b>				
National Savings Certificate			5,000	11,000
Vllth issue (pledged with govt.depts)				
<b>SHARES IN A SUBSIDIARY COMPANY</b>				
Kingstone Krystals Ltd.	66,800 (66,800)	10	670,500	670,500
			<u>679,038</u>	<u>685,038</u>

(Number of shares in brackets represents last year's figures.)

	<u>BOOK VALUE</u>		<u>MARKET VALUE</u>	
	As at 31/03/2009	As at 31/03/2008	As at 31/03/2009	As at 31/03/2008
Quoted Investments	3,538	3,538	1,037	1,092

<b>SCHEDULE - 7</b>	As at 31/03/2009 (Rs.)	As at 31/03/2008 (Rs.)
---------------------	------------------------------	------------------------------

## CURRENT ASSETS, LOANS AND ADVANCES

### A. CURRENT ASSETS :

#### a. Inventories (As taken, valued and certified by the Management)

Raw Materials (at cost  
or net realisable value  
whichever is less)

21,524,182

26,647,035

Stores & Spares (at lower  
of cost or net realisable value)

9,090,738

8,338,332

Finished Goods (at cost or net  
realisable value  
whichever is less)

27,283,697

57,898,617

38,216,364

73,201,731

#### b. Sundry Debtors :

(unsecured, considered good)

- Outstanding for a period  
exceeding six months

2,016,928

255,597

- Other Debts

9,434,761

11,451,689

9,806,709

10,062,306

# CEETA INDUSTRIES LIMITED

		As at 31/03/2009 (Rs.)		As at 31/03/2008 (Rs.)
<b>c. Cash &amp; Bank Balances :</b>				
Cash in Hand (as certified by management)	282,882		233,777	
Balances with Scheduled Banks				
- In Current A/c	10,717,784		7,680,116	
- In Fixed Deposit	277,895		866,446	
- Cheque in Hand	1,262	11,279,823	-	8,780,339
<b>B. LOANS AND ADVANCES :</b>				
Loans (Unsecured, considered Good)	-		4,300,000	
Advances Recoverable in Cash or in kind or for value to be received)	6,894,199		5,429,797	
Prepaid Expenses	129,005		131,687	
Security Deposit	3,934,825		3,906,029	
Excise Duty Deposit	-		220,030	
Accrued Interest	-		6,374	
Interest accrued & not due	82,843		194,976	
Advance Tax (including T.D.S)	3,414,920	14,455,792	2,737,609	16,926,502
		<u>95,085,921</u>		<u>108,970,878</u>
<b>SCHEDULE - 8</b>				
<b>CURRENT LIABILITIES AND PROVISIONS</b>				
<b>A. CURRENT LIABILITIES</b>				
Sundry Creditors :				
For goods, services, etc.	10,458,721		7,870,615	
Advance from Customers	9,964,133		19,753,161	
Book Overdraft in Current Account	-		1,191,396	
Mark to Market Margin (Derivative)	7,184		-	
Other Liabilities	14,047,516	34,477,554	15,420,226	44,235,398
<b>B. PROVISIONS</b>				
Provision for F.B.T.		836,833		591,520
		<u>35,314,387</u>		<u>44,826,918</u>
<b>SCHEDULE - 9</b>				
<b>OTHER INCOME</b>				
Processing Charges	7,284,531		8,247,207	
Gain/ (Loss) on				
Foreign Exchange Fluctuation(net)	128,241		(760,265)	
Miscellaneous Receipt	581,312		4,674,810	
Quality defective Claim	11,895,211		-	
Short Term Capital Gain (M.F.)	422,197		-	
Interest Received	207,052	20,518,544	202,434	12,364,186
		<u>20,518,544</u>		<u>12,364,186</u>

# CEETA INDUSTRIES LIMITED

	As at 31/03/2009 (Rs.)	As at 31/03/2008 (Rs.)
<b>SCHEDULE - 10</b>		
<b>INCREASE/DECREASE IN FINISHED GOODS, WORK-IN-PROGRESS.</b>		
<u><b>OPENING STOCK :</b></u>		
Finished goods	38,216,364	41,528,770
Stock-in-Transit	-	4,283,858
Work-in-Progress	-	-
	<u>38,216,364</u>	<u>45,812,628</u>
<u><b>CLOSING STOCK :</b></u>		
Finished goods	27,283,697	38,216,364
Stock-in-Transit	-	-
	<u>27,283,697</u>	<u>38,216,364</u>
Increase / (Decrease) in Stock	<u>(10,932,667)</u>	<u>(7,596,264)</u>
<b>SCHEDULE - 11</b>		
<b>MANUFACTURING EXPENSES</b>		
Raw material consumed	31,186,617	13,390,796
Stores & Spares parts consumed	16,765,238	17,787,073
Power & Fuel	476,826	312,621
Repairs and Maintenance :		
Plant and Machinery	884,323	932,752
Packing Material Consumed	963,978	831,115
Electricity & Water Charges	7,403,424	8,742,682
Other Manufacturing Expenses	2,434,815	1,904,320
	<u>60,115,221</u>	<u>43,901,359</u>
<b>SCHEDULE - 12</b>		
<b>SELLING, ADMINISTRATION &amp; OTHER EXPENSES</b>		
Salary, Wages, Gratuity, Allowances and Amenities	9,478,663	9,249,268
Employer's Contribution to Provident Fund	602,555	536,368
Staff Welfare Expenses	814,447	607,255
Rent	564,000	564,000
Rates & Taxes	100,715	148,761
Insurance charges	311,750	284,622
Vehicle Maintenance Expenses	480,909	498,648
Travelling & conveyance	1,793,466	1,481,935
Electricity Charges	249,358	252,675
Printing & Stationery	269,377	304,474
Communication charges	900,194	920,786
Advertisement & Publicity	173,029	136,135
Legal & Professional Charges	508,780	578,173
Bank charges	103,906	125,764
Repairs & Maintenance: (others)	704,889	615,477
Remuneration to Statutory Auditor		
As Audit Fees	40,000	30,000
For Tax Audit	6,000	5,000
For certification work & I.T.Matter	5,000	5,000
Service Tax thereof	5,253	4,944
	<u>56,253</u>	<u>44,944</u>
Remuneration to Internal Auditor		
As Internal Audit Fees	80,000	64,000
In other capacity	22,500	34,000
	<u>102,500</u>	<u>98,000</u>
Remuneration to Managing Director	642,245	722,235
Loss on Sale of Fixed Assets	571,299	3,979,716
Packing & Forwarding Expenses	1,448,728	1,226,890
Miscellaneous Expenses	2,969,416	3,629,310
Directors Sitting fees	21,000	14,000
	<u>22,867,479</u>	<u>26,019,436</u>

# CEETA INDUSTRIES LIMITED

SCHEDULE - 13

As at  
31/03/2009

As at  
31/03/2008

## EARNINGS PER EQUITY SHARE

Annualised earnings per Equity share have been calculated based on the net profit/(loss) after taxation of Rs.92.67 lacs, previous year Rs178.74 lacs and the weighted average number of equity shares in issue during the year of 14502400 shares, (previous year 14502400 shares).

Following is the reconciliation between basic and diluted earnings per equity share)

Basic earning per share (in Rs.)	0.64	1.23
Effect of dilutive potential Equity shares on conversion.	NIL	NIL
Dilutive Earnings per share (in Rs.)	0.64	1.23
Weighted average number of equity shares used in computing basic earnings per share.	14502400	14502400
Weighted average number of equity shares used in computing diluted earnings per equity shares.	14502400	14502400

# CEETA INDUSTRIES LIMITED

## SCHEDULE - 14

### ACCOUNTING POLICIES AND NOTES ON ACCOUNTS

#### A. SIGNIFICANT ACCOUNTING POLICIES

**i) General:**

The company follows accrual system of accounting and recognizes income and expenditure on accrual basis unless otherwise stated. The accounts are prepared on historical cost convention.

**ii) Fixed Assets:**

Fixed assets as on 01/06/2003 are stated at the book value and any addition to fixed assets subsequent to that date are stated at cost prevailing on the date of acquisition.

**iii) Depreciation:**

Depreciation on fixed assets has been provided on straight line method ; in case of plant & machinery for granite division the 'triple shift basis' has been taken while in case of plant & machinery for Udaipur division the 'single shift basis' has been considered. The rates and manner for depreciation provision are as per schedule XIV to the Companies Act, 1956 as amended by the Companies (Amendment) Act, 1988.

**iv) Investments:**

Quoted Investments are stated at cost less diminution in the market value which are permanent in nature. The decline in market value of investment in current year has been considered to be temporary in nature and hence no provision is made in the books.

**v) Inventories:**

Inventories of the company are stated at lower of cost or net realisable value.

**vi) Revenue Recognition:**

The company's sales are net of sales returns and duties and levies.

**vii) Foreign Exchange Transaction:**

The transactions in foreign currencies remaining outstanding at the end of the year, are translated at the exchange rates prevailing on the date of the Balance sheet. Exchange rate gain/loss on transactions relating to liabilities incurred to acquire fixed assets is treated as an adjustment to the cost of fixed assets. Exchange gains and losses on foreign exchange transactions, other than those relating to fixed assets are recognized in the profit and loss account in accordance with the Accounting standard 11 of the Institute of Chartered Accountants of India.

**viii) Employee Retirement Benefits:**

Company's contributions to Provident fund are charged to Profit and Loss a/c. For retirement benefit of the employee, Gratuity is provided on accrual basis taking into account the actuarial valuation.

**xi) Contingent Liabilities:**

Contingent liability has been disclosed separately by way of notes on accounts in the Schedule and no provision has been made in the accounts.

**x) Earning Per share:**

The company reports basic and diluted earnings per equity share in accordance with AS-20 (Earnings Per Share). Basic earnings per equity share has been computed by dividing net profit or loss by the weighted average number of equity shares outstanding for the period. Diluted earnings per equity share, has been computed using the weighted average number of equity shares and dilutive potential equity shares outstanding during the period.

# CEETA INDUSTRIES LIMITED

## **xi) Segment Information - Basis of preparation**

The Company at present has two segments viz. granite division engaged in manufacturing granite products and other operations which comprises trading transactions including brokerage, commission, mining, transportation and miscellaneous services. Upon disposal of substantial part of plant & machinery during the previous year the Synthetic Yarn division ceases to exist from this year (i.e., 2008-09). Segment result includes revenue less operating expenses and provision, if any, for that segment. Segment capital employed represents the net assets in particular segments.

## **xii) Taxation**

No provision for income tax has been made since the company has no tax liability. Provision for Fringe Benefit Tax has been made in accordance with the provision of the Income Tax Act.

## **B. NOTES ON ACCOUNTS:**

1. Depreciation on the fixed assets of Udaipur has been provided on Straight Line Method (SLM) as per the Company's uniform policy though these assets remained in-operative through out the year.
2. Consequent upon transfer of lease equipment under a tripartite agreement, there is no revenue implication for lease rentals. However the lessor filed a suit claiming Rs.2,21,03,098 which the company has been contesting.
3. Contingent Liability not provided for in respect of :-
  - a) Bank Guarantees in favour of Customs department issued by bank on behalf of the Company is Rs. 1,70,700/- which is valid up to 27.03.2010.
  - b) Claims against the company not acknowledged as debt is Sales Tax Demand under dispute Rs.98,21,910/- (Previous year Rs. 98,21,910/-).
  - c) The Commercial Tax Department of Udaipur have raised a demand of Rs 791025/- against R.S.T. and Rs 2496/- against C.S.T. for earlier years pending under appeal before the appropriate appellate authority.
  - d) The commercial Tax recovery Department of Tumkur raised a demand of Rs. 1,73,06,671/- against C.S.T. for 2003-04 and 2004-05 is under dispute and matter is under sub-judice. The debt has not acknowledged.
4. The company claims reimbursement of Central Sales Tax paid on purchase of indigenous goods in term of Excise Policy 2002-2007.
5. Some of the debit and credit balances are subject to confirmation.
6. As per the information available with the company, Sundry Creditors do not include any amount payable to micro, small & medium enterprises under the provisions of Micro, Small and Medium Enterprises Development Act, 2006.
7. In line with the terms of rehabilitation scheme approved by BIFR and the decision of the Company's Board of Directors the preference Share Capital of Rs. 133 lac was redeemed on 11-11-2008.
8. Previous year's figures have been regrouped / rearranged wherever necessary.
9. The company pays an annual premium in terms of the comprehensive group gratuity scheme policy with TATA AIG Life Insurance Company Limited covering eligible employees. The premium is based on actuarial valuation.
10. As the company is having deferred tax asset by concept of prudence, no provision has been made in the books.
11. With the sale of substantial part of plant and machinery at the end of previous year the Synthetic Yarn division at Udaipur ceases to exist as a separate segmental unit from the current financial year as required to be disclosed as per AS -17 of The Institute of Chartered Accountants of India.

# CEETA INDUSTRIES LIMITED

	31/03/2009 (Rs. In lakhs)	31/03/2008 (Rs. In Lakhs)
12. Expenditure in foreign currency		
Travelling	1.30	0.78
Imported Consumables	39.03	59.15
13. FOB Value of exports/earnings in foreign currency	596.05	556.64
Other earnings in Foreign Currency	1.28	10.16
14. Value of imports on CIF basis		
Components & spare parts	146.44	129.60
15. Additional information pursuant to Part-II of the schedule VI of the companies Act of 1956.		

a) Particulars of Capacity	Unit	Annual		Annual	
		Licensed	Capacity	Installed**	Capacity
		Current Year	Previous Year	Current Year	Previous Year
Granite Tiles	Sq. Mtrs	100500	100500	100500	100500
Granite Slabs/ Monuments	Sq. Mtrs	23000	23000	23000	23000

\*\* As certified by the management and relied upon by the auditors, being a technical matter.

**b) Particulars of Production:**

Goods manufactured	Unit	Current Year	Previous Year
Granite Slabs, CTS			
Granite, Tiles & Monuments	Sq.mtr	32492.880	26884.144

**c) Particulars of Opening Stock, Purchase, Sales and Closing Stock**

Opening Stock Sales/Adjustments closing Stock

Class of Goods	Unit	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Granite	Sq.mtl	20199.700	34676.375	37074.216	41360.819	15618.364	20199.700
Slabes etc.	Rs. in lac	382.16	458.13	658.55	628.06	272.84	382.16

**d) Particulars of Raw materials consumed (100% indigenous)**

Description	Unit	Current Year	Previous Year
	CBM	2544.036	1196.416
Rough Block	Rs. In lac	311.87	133.91

**16. Stores Consumed**

	Amount in lacs	Percentage
Indigenous	46.83	28%
(Previous Year)	(46.07)	(26%)
Imported	120.82	72%
(Previous Year)	(131.80)	(74%)

# CEETA INDUSTRIES LIMITED

## 17. Segment Reporting

The Company has the two segments - Granite Division and Other Operations.

Summary of operating segments of the Company area:-

	Granite	Other Operations	Rs.in lac) Total
Segmental Revenue :	749.766	632.20	1381.96
<b>TOTAL REVENUE</b>	<b>749.76</b>	<b>632.20</b>	<b>1381.96</b>
Segment Result : (before interest and tax)	(45.65)	139.53	93.88
Unallocated Corporate Expenses net of unallocable income	-	-	(0.30)
Operating Profit/(Loss)	-	-	94.18
Interest and other income	1.38	0.69	2.07
Interest Expenses	1.12	-	1.12
Net Profit / (Loss) before Tax	-	-	<b>95.13</b>

## OTHER INFORMATION

### CAPITAL EMPLOYED

Segment Assets	118.90	167.76	1286.66
<b>TOTAL ASSETS</b>	<b>1118.90</b>	<b>167.76</b>	<b>1286.66</b>
Segment Liabilities	246.10	112.32	358.42
<b>TOTAL LIABILITIES</b>	<b>246.10</b>	<b>112.32</b>	<b>358.42</b>
Net Segment Assets	872.80	55.44	928.24
Unallocated Assets / (Liabilities)	-	-	32.57
Net Capital Employed	-	-	<b>960.81</b>
Capital Expenditure	1.14	0.91	2.05
Depreciation	32.16	1.66	33.82

## 18. Related Party Disclosures

As per AS 18 issued by The Institute of Chartered Accountants of India, the Company's related parties disclosed below:-

### List of related Parties

- a) Likhani Trading & Mfg. Co.Ltd
- b) Rashmi Properties & Investments Ltd.
- c) Vaibhav Heavy Vehicles Ltd.
- d) Coronation Refrigeration Industries Ltd
- e) Nouveau Metal Industries Ltd.
- f) Smt.Vrinda Poddar
- g) Sri. Vaibhav Poddar.



# CEETA INDUSTRIES LIMITED

Enterprise under Common Control  
Kingstone Krystals Ltd. - Subsidiary Company

Key Management Personnel  
Sri K. M. Poddar - Managing Director  
Sri Anubhav Poddar - President

The Company's related party balances and transactions are summarised below:-

Name of Related Party	Nature of Transactions during the year
Likhami Trading & Mfg. Co.Ltd.	The Company Paid rent of Rs.1,20,000/- and electricity of Rs.1,00,242/-.
Rashmi Properties & Investments Ltd.	(i) The Company had given unsecured loan of Rs 25,00,000/- and received refund of unsecured loan of Rs. 68,00,000/- with interest of Rs 37094/-. (ii) Paid Rent of Rs 3,00,000/- and electricity of Rs.1,21,428/-.
Sri Anubhav Poddar	Remuneration includes Rs.396000/- as basic salary, Rs.158400/- as H.R.A., Provident Fund Rs.47520/- and Medical expenses for Rs 26,829/-.
Vaibhav Heavy Vehicles Ltd.	Payment of rent for Rs.1,44,000/-
Sri K.M. Poddar	Remuneration paid Rs.5,40,000/- and other perquisites Rs.1,02,245/- and Provident fund Rs.64800/-.
Smt. Vrinda Poddar	Remuneration includes Rs.240000/- as basic salary, Rs.96000/- as HRA, Provident Fund.Rs.28800/-.
Sri. Vaibhav Poddar	Paid Directors sitting fee of Rs.6,000/-
Nouveau Metal Industries Ltd	Paid rent of Rs 1,20,000/-and electricity of Rs.45,360/-

Signature of Schedule 1 to 14 as per our annexed report of even date.

For G.K.TULSYAN & COMPANY  
Chartered Accountants

G.K.Tulsyani  
Partner  
Membership No.50511

4, Gangadhar Babu Lane  
Kolkata - 700012  
Dated : 29/07/2009

On behalf of the Board

K.M.Poddar,  
Managing Director

A.De,  
Director



# CEETA INDUSTRIES LIMITED

## STATEMENT PURSUANT TO SECTION 212 OF THE COMPANIES ACT, 1956 RELATING TO SUBSIDIARY COMPANY

Name of the Company		Kingstone Krystals Limited
A.	The Financial Year of the Subsidiary Company ended on	31/03/2009
B.	Number of Shares in the Subsidiary Company held by Ceeta Industries Ltd. at the above date (equity shares unless stated otherwise) and % of holding.	66,800 98.96
C.	The net aggregate of profits (losses) of the subsidiary company for its financial year so far as they concern the members of Ceeta Industries Ltd.	
	a) Dealt with in the accounts of Ceeta Industries Limited for the year ended 31st March, 2009	Nil
	b) Not dealt with in the accounts of Ceeta Industries Limited for the year ended 31st March, 2009.	(Rs. 263616.71)
D.	The net aggregate of profits (losses) of the subsidiary company for its Previous financial years so far as they concern the members of Ceeta Industries Limited.	
	a) Dealt with in the accounts of Ceeta Industries Limited for the year ended 31st March, 2008	Nil
	b) Not dealt with in the accounts of Ceeta Industries Limited for the year ended 31st March, 2008	Rs. 1561515.46

Place : Kolkata

Dated the 29th day of July, 2009

By order of the Board  
K.M. Poddar  
Managing Director  
A. De  
Director

# KINGSTONE KRYSTALS LIMITED

## DIRECTOR'S REPORT

Your Directors have the pleasure in submitting their Report and Audited Accounts for the financial year ended 31<sup>st</sup> March, 2009.

## FINANCIAL RESULTS:

	As on 31/03/2009 Rs.	As on 31/03/2008 Rs.
Profit/(Loss) as per Profit & Loss Account	(2,60,667)	2,00,432
Less: Provision for Income Tax	3,783	41,075
Profit / (Loss) after taxation	(2,64,450)	1,59,357
Income Tax for earlier year	1,929	-
Balance brought forward from previous year	15,77,879	14,18,522
Balance carried to next year	13,11,500	15,77,879

## DIVIDEND:

In order to preserve cash resources, your Directors did not recommend any dividend for the year.

## DIRECTORS:

Sri Arabinda De retires by rotation at the ensuing Annual General Meeting and being eligible, offers himself for re-appointment pursuant to the provisions of the Companies Act, 1956 and Articles of the Association of the Company.

## AUDITORS:

The Auditors, M/s.G.K.Tulsyan & Co., Chartered Accountants retire at the ensuing Annual General Meeting and being eligible, offer themselves for re-appointment.

## PERSONNEL:

The Company has no employees in receipt of the remuneration in aggregate of Rs.2,00,000/- or more per month, if employed for the part of the year and Rs.24,00,000/- per annum if employed through out the year.

## DEPOSITS:

The Company has no outstanding deposits and neither invited nor accepted any deposit from the public within the meaning of Sec.58A of the Companies Act, 1956 during the year under review.

## CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE EARNINGS AND OUT GO :

Since your Company is not carrying any manufacturing activity, the disclosure of the information relating to conservation of energy and technology absorption is not applicable.

There have been no foreign exchange earnings and outgo during the year under review.

## DIRECTOR'S RESPONSIBILITY STATEMENT:

Pursuant to section 217(2AA) of the Companies Act 1956 the Directors confirm that :

- I. that in preparation of the Annual Accounts, the applicable Accounting Standard have been followed and there has been no material departure;
- II. that the selected Accounting Policies were applied consistently and the directors made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2009 and of the Profit of the Company for the year ended on that date;
- III. that proper and sufficient care has been taken 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;
- IV. that the Annual Accounts have been prepared on a going concern basis.

By order of the Board

Place : Kolkata

Dated the 29th day of July, 2009

A. De,

Director

S.L. Singhania,

Director

# KINGSTONE KRYSTALS LIMITED

## Auditors' Report

### TO THE MEMBERS OF MESSRS. KINGSTONE KRYSTALS LIMITED.

We have audited the attached Balance Sheet of MESSRS. KINGSTONE KRYSTALS LIMITED as at 31<sup>st</sup> March, 2009 and also the Profit & Loss Account for the year ended on that date 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.

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.

As required by the Companies (Auditors' Report) Order 2003, issued by the Central Government of India in terms of Sub-section (4A) of Section 227 of the Companies Act, 1956, we annex here to a statement on the matters specified in paragraphs 4 and 5 of the said order.

#### *Further to our comments in the Annexure referred to 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 purposes of our audit.
- (b) In our opinion, proper books of accounts as required by law have been kept by the Company so far as appears from our examination of those books.
- (c) The Balance Sheet and Profit & Loss Account dealt with by this report are in agreement with the books of accounts.
- (d) 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.
- (e) On the basis of written representation received from the directors as on 31<sup>st</sup> March, 2009 and taken on record by the Board of Directors, we report that none of the Directors of the Company is disqualified as on 31.03.2009 from being appointed as Director in terms of Clause (g) of Sub-section (1) of Section 274 of the Companies Act, 1956.
- (f) In our opinion and to the best of our information and according to the explanations given to us, the said statement of accounts give the information required by 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 :
  01. in the case of the Balance Sheet of the state of affairs of the Company as at 31<sup>st</sup> March, 2009 and
  02. in the case of the Profit & Loss Account of the Profit of the Company for the year ended on that date.

For G.K. Tulsyan & Company  
Chartered Accountants,

4, Gangadhar Babu Lane,  
Kolkata - 700 012.  
Dated the 29<sup>th</sup> day of July, 2009.

U.K. Senapati  
Partner  
Membership No.58084

# KINGSTONE KRYSTALS LIMITED

## ANNEXURE TO THE AUDITORS' REPORT

- (i) The company does not have any fixed assets and as such clause (i)(a) to (i)(c) are not applicable.
- (ii) The company does not have any inventory and as such clause (ii)(a) to (ii)(c) are not applicable.
- (iii)
  - (a) As informed to us and as per books of accounts, the company has not granted any loan to any party mentioned in the register maintained u/s.301 of Companies Act, 1956, hence clause iii(b) (c) & (d) are also not applicable.
  - (b) As informed to us and as per books of accounts, the company has not taken unsecured loan from any company, mentioned in the register maintained under Section 301 of the Companies Act, 1956.
- (iv) In our opinion and according to the 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 purchase of shares, expenses incurred and sale of shares. During the course of our audit, no major weakness has been noticed in the internal controls.
- (v) According to the information and explanations provided by the management, we are of the opinion that there have been no transactions that need to be entered in to the register maintained under Section 301 and hence Clause (v)(b) is also not applicable.
- (vi) The company has not accepted any deposit from Public with the meaning of Section 58A and 58AA of the Companies Act, 1956.
- (vii) In our opinion, the company has an internally designed Internal Audit System commensurate with the size and nature of its business.
- (viii) 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 (i) of Section 209 of the Companies Act, 1956.
- (ix) In respect of Statutory dues :
  - (a) According to the records of the company, the company is regular in depositing undisputed statutory dues, and other statutory dues applicable to it with the appropriate authorities. According to the information and explanations given to us there are no undisputed amounts payable in respect of wealth tax, sales tax, custom duty and excise duty etc which are due for more than six months from the date they became payable.
  - (b) There are no dues outstanding of sales tax, excise duty and cess on account of any dispute.
  - (c) The company has no accumulated losses but has incurred cash losses of Rs. 2,60,667.16 during the financial year covered by our audit. However there was no cash loss in the immediately preceding financial year.
  - (d) Based on our audit procedures and according to the information and

## KINGSTONE KRYSTALS LIMITED

explanations given by the management, we are of the opinion that the company has not defaulted in repayment of dues to a financial institutions, banks or debenture holders.

- (x) 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 the security by way of pledge of shares, debentures and other securities.
- (xi) In our opinion and according to the 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.
- (xii) As informed and explained to us in respect of the company's investment in shares and securities, proper records have been maintained of the transactions and contracts relating to dealing / trading in shares and other investments and timely entries have been made therein. The shares and other investments have been held by the company in its own names.
- (xiii) According to the information and explanation given to us, the company has not given any guarantee for loans taken by others from bank or financial institution.
- (xiv) There are no term loans outstanding as at the end of the year.
- (xv) We have been informed by the management that no funds have been raised and used and hence Clause(xvii) is not applicable.
- (xvi) The company has not made any preferential allotment of shares to companies covered in the register maintained under Section 301 of the Companies Act, 1956.
- (xvii) The company did not have any outstanding debenture during the year.
- (xviii) The company has not raised any money through a public issue during the year.
- (xix) Based on information and explanations furnished by the management, which have been relied upon by us there were no frauds on or by the company noticed or reported during the year.

For G.K. Tulsyan & Company  
*Chartered Accountants*

4, Gangadhar Babu Lane,  
Kolkata - 700 012.  
Dated the 29<sup>th</sup> day of July, 2009.

U.K. Senapati  
Partner  
Membership No.58084

# KINGSTONE KRYSTALS LIMITED

## Balance Sheet as at 31st March, 2009

	Schedule	As at 31.3.2009 Rs.	As at 31.3.2008 Rs.
<b>SOURCES OF FUNDS</b>			
<b>Shareholder's Fund</b>			
Share Capital	1	675,000.00	675,000.00
Reserve & Surplus	2	1,311,499.49	1,577,878.65
		<u>1,986,499.49</u>	<u>2,252,878.65</u>
 <b>APPLICATION OF FUNDS</b>			
Investments	3	1,848,081.53	2,052,015.65
 <b>Current Assets, Loans &amp; Advances</b>			
Cash & Bank Balances	4	140,473.96	158,404.07
Loans & Advances	5	83,108.00	195,196.00
		<u>223,581.96</u>	<u>353,600.07</u>
Less : Current Liabilities & Provisions	6	85,164.00	152,737.07
 <b>Net Current Assets</b>		 <u>138,417.96</u>	 <u>200,863.00</u>
		<u>1,986,499.49</u>	<u>2,252,878.65</u>
 Notes on Accounts	8	 -	 -

This is the Balance sheet referred to in our annexed report of even date.

**For G.K. Tulsyan & Company**  
**Chartered Accountants**

U.K. Senapati  
Partner  
Membership No.58084

4, Gangadhar Babu Lane  
Kolkata - 700 012  
Dated the 29th day of July, 2009

**On behalf of the Board**

**A. De,**  
**Director**

**S.L. Singhania,**  
**Director**



# KINGSTONE KRYSTALS LIMITED

## Profit & Loss Account for the year ended 31st March, 2009

Schedule	Year Ended 31.3.2009 Rs.	Year Ended 31.3.2008 Rs.
<b>Income</b>		
Dividend Income	20,050.00	29,750.00
Profit on Sales of Investments	-	98,040.71
Speculative Profit (Shares / Commodity)	49,136.63	101,275.52
	69,186.63	229,066.23
<b>Expenditures</b>		
Loss on Share Trading (Speculation)	-	5.10
Loss on Sales of Investments	290,446.79	-
Administrative & Other Expenses 7	39,407.00	28,629.50
	329,853.79	28,634.60
Profit / (Loss) before Taxation	(260,667.16)	200,431.63
Less : Provision for Taxation	3,783.00	41,075.00
Profit / (Loss) after Taxation	(264,450.16)	159,356.63
Balance brought forward from Last year	1,577,878.65	1,418,522.02
Less : Income Tax for earlier years	1,929.00	-
Transfer to Balance Sheet	1,311,499.49	1,577,878.65
Earning per Share	(3.92)	2.36
Notes on Accounts 8		

This is the Profit & Loss Account referred to in our annexed report of even date.

**For G.K. Tulsyan & Company**  
**Chartered Accountants**

U.K. Senapati  
Partner  
Membership No.58084

4, Gangadhar Babu Lane  
Kolkata - 700 012  
Dated the 29th day of July, 2009

**On behalf of the Board**

**A. De,**  
**Director**

**S.L. Singhania,**  
**Director**

# KINGSTONE KRYSTALS LIMITED

Schedules annexed to and forming part of the Balance Sheet as at 31st March, 2009 and the Profit & Loss Account for the year ended on that date.

	As at 31.3.2009 Rs.	As at 31.3.2008 Rs.
<b>Schedule - 1</b>		
<b>SHARE CAPITAL</b>		
<b>Authorised</b>		
2,50,000 Equity Shares of Rs.10/- each	2,500,000.00	2,500,000.00
	<u>2,500,000.00</u>	<u>2,500,000.00</u>
<b>Issued, Subscribed and Paid up</b>		
67,500 Equity Shares of Rs.10/- each fully paid up in cash	675,000.00	675,000.00
<i>(Out of which 66,800 Shares are held by holding company Messrs. Ceeta Industries Limited)</i>	<u>675,000.00</u>	<u>675,000.00</u>
<b>Schedule - 2</b>		
<b>RESERVES &amp; SURPLUS</b>		
Profit & Loss Account	1,311,499.49	1,577,878.65
	<u>1,311,499.49</u>	<u>1,577,878.65</u>

## Schedule - 3 INVESTMENTS

Name of the Company	Face Value Rs.	Current Year		Previous Year	
		No. of Shares	Cost Rs.	No. of Shares	Cost Rs.
<b>Equity Share (Quoted)</b>					
<b>(Long Term - Non Traded)</b>					
Revathi Equipments Ltd.	10	541	216,419.33	600	598,375.72
Ashiana Housing Ltd.	10	8000*	911,118.32	7000*	831,940.77
Brigade Enterprises Ltd.	10	-	-	1,000	179,049.66
MIC Electronics Ltd.	10	-	-	116	92,999.50
Gujarat NRE Coke Ltd.	10	420#	47,360.69	-	-
Reliance Petroleum Ltd.	10	850	138,020.36	-	-
Karnataka Bank	10	1,500	112,457.83	-	-
<b>Total (A)</b>		<b>11,311</b>	<b>1,425,376.53</b>	<b>8,716</b>	<b>1,702,365.65</b>
<b>Equity Share (Un -quoted)</b>					
Ceeta Synthetics & Turfs Ltd.	10	555,000	350,525.00	555,000	349,650.00
Murti Housing & Finance Pvt. Ltd.	10	72,000	72,180.00	-	-
<b>Total (B)</b>		<b>627,000</b>	<b>422,705.00</b>	<b>555,000</b>	<b>349,650.00</b>
<b>TOTAL INVESTMENTS (A+B)</b>		<b>638,311</b>	<b>1,848,081.53</b>	<b>563,716</b>	<b>2,052,015.65</b>

\* Ashiana Housing Ltd. includes 5000 Bonus Shares

# Gujarat NRE Coke includes 120 Bonus shares

	Book Value		Market Value	
	Current Year	Previous Year	Current Year	Previous Year
Quoted Shares	1,425,376.53	1,702,365.65	646,837.40	1,444,567.00
	<u>1,425,376.53</u>	<u>1,702,365.65</u>	<u>646,837.40</u>	<u>1,444,567.00</u>

# KINGSTONE KRYSTALS LIMITED

	As at 31.3.2009 Rs.	As at 31.3.2008 Rs.
<b>Schedule - 4</b>		
<b>CASH &amp; BANK BALANCE</b>		
Cash-in-hand (As certified by the management)	58,313.00	27,442.00
Balance with Schedule Banks ( in Current Account)	82,160.96	130,962.07
	<u>140,473.96</u>	<u>158,404.07</u>
<b>Schedule - 5</b>		
<b>LOANS &amp; ADVANCES</b>		
<b>(a) Loans</b>		
<i>(Unsecured considered good)</i>		
<b>(b) Advances</b>		
<i>(Recoverable in cash or in kind or for the value to be received)</i>		
Income Tax & T.D.S. including Advances (2006 - 07)	-	58,163.00
Income Tax & T.D.S. including Advances (2007 - 08)	32,033.00	32,033.00
Income Tax & T.D.S. including Advances (2008 - 09)	41,075.00	30,000.00
Advance Income Tax (2009-10)	10,000.00	-
Security Deposits	-	75,000.00
	<u>83,108.00</u>	<u>195,196.00</u>
<b>Schedule - 6</b>		
<b>CURRENT LIABILITIES &amp; PROVISIONS</b>		
<b>Current Liabilities</b>		
Liabilities for Expenses	8,273.00	12,546.07
Sundry Creditors	-	-
Income Tax Refund (2006-07)	-	8,920.00
<b>Provisions</b>		
Provision for Income Tax (2006 - 07)	-	58,163.00
Provision for Income Tax (2007 - 08)	32,033.00	32,033.00
Provision for Income Tax (2008 - 09)	41,075.00	41,075.00
Provision for Income Tax (2009 - 10)	3,783.00	-
	<u>85,164.00</u>	<u>152,737.07</u>
<b>Schedule - 7</b>		
<b>ADMINISTRATIVE &amp; OTHER EXPENSES</b>		
Security Transaction Tax	-	1.00
Demat Charges	-	1,221.11
Bank Charges	380.00	256.00
Charity & Donation	-	5,000.00
Filing Fees	2,234.00	1,224.00
Service Charges	2,000.00	-
Miscellaneous Expenses	1,250.00	0.39
Professional Charges	4,000.00	-
Professional Tax	2,500.00	2,500.00
License Fees	13,500.00	6,000.00
Printing & Stationery	270.00	-
Director's Sitting Fee	5,000.00	4,000.00
<b>Auditor's Remuneration</b>		
Audit Fees	5,000	5,000
For Company Law Matters	1,500	1,500
For Income Tax Matters	1,000	1,000
Service Tax	773	927
	<u>8,273.00</u>	<u>8,427.00</u>
	<u>39,407.00</u>	<u>28,629.50</u>

# KINGSTONE KRYSTALS LIMITED

## Schedule – 8

### NOTES ON ACCOUNTS

Notes annexed to and forming part of the Balance Sheet as at 31<sup>st</sup> March, 2009 and the Profit & Loss Account for the year ended on that date.

#### 01. Accounting Policies.

(a) **General**

The books of accounts have been maintained on accrual basis and in the accounting principles of going concern and are in consistent with the general accounting policies.

(b) **Revenue Recognition**

All expenses and income to the extent considered payable and receivable respectively unless specifically stated to be otherwise, are accounted for on mercantile basis.

(c) **Investments**

Investments are stated at cost of acquisition.

(d) **Taxes on Income**

Income tax comprises the current tax provision and the net change in the deferred tax asset or liability in the year. Deferred tax assets and liabilities are recognized for the future tax consequences of temporary differences between the carrying values of assets and liabilities and their respective tax base and operating loss carry forwards. Deferred tax assets if any are recognized subject to management's judgement that realization is more likely or not. Deferred tax assets and liabilities are measured using enacted tax rates expected to apply to taxable income in the year in which the temporary differences are expected to be received or settled. The effect on deferred tax assets and liabilities of a change in tax rate is recognized in the income statement in the period of enactment of the change.

(e) **Earning per Share**

The company reports basic and diluted earning per shares in accordance with Accounting Standard – 20. Basic earning per share has been computed by dividing net profit/(Loss) after tax by weighted average number of equity shares outstanding for the period.

(f) **Other accounting policies unless specifically stated to be otherwise are consistent and are in consonance with generally accepted accounting principle.**

Signature to Schedules 1 to 8 forming part of the Balance Sheet and Profit & Loss Account.

For G.K. Tulsyan & Company  
Chartered Accountants

U.K. Senapati  
Partner  
Membership No.58084

4, Gangadhar Babu Lane  
Kolkata - 700 012  
Dated the 29th day of July, 2009

On behalf of the Board

A. De,  
Director

S.L. Singhania,  
Director

# KINGSTONE KRYSTALS LIMITED

Additional Information as required under Part IV to the Companies Act, 1956  
Balance Sheet abstract and Company's General Business Profile.

<b>(a) Registration Details</b>		
Registration Number		11437
State Code		08
Balance Sheet Date		31.03.2009
<b>(b) Capital raised during the year (Amount in '000)</b>		
Public Issue		Nil
Right Issue		Nil
Bonus Issue		Nil
Private Placement		Nil
<b>(c) Position of Mobilisation &amp; Deployment of Funds (Amount in '000)</b>		
Total Liabilities		2,071.66
Total Assets		2,071.66
<b>Sources of Funds (Amount in '000)</b>		
Paid-up Capital		675.00
Reserves & Surplus		1,311.50
Secured Loans		Nil
Unsecured Loans		Nil
Deferred Tax		Nil
<b>Application of Funds (Amount in '000)</b>		
Net Fixed Assets		Nil
Investments		1,848.08
Net Current Assets		138.42
Miscellaneous Expenditures		Nil
Profit & Loss Account		Nil
<b>(d) Performance of Company (Amount in '000)</b>		
Turnover / Income		69.19
Total Expenditure		329.85
Profit / (Loss) before Tax		(260.67)
Profit / (Loss) after Tax		(264.45)
Earning per Share (Rs.)		(3.92)
Dividend Rate		Nil
<b>(e) Generic Names of principal products, services of the Company</b>		
Item Code		Not Applicable
Product Description		Not Applicable

**For G.K. Tulsyan & Company**  
**Chartered Accountants**

U.K. Senapati  
Partner  
Membership No.58084

4, Gangadhar Babu Lane  
Kolkata - 700 012  
Dated the 29th day of July, 2009

**On behalf of the Board**

**A. De,**  
**Director**

**S.L. Singhania,**  
**Director**

# **CEETA INDUSTRIES LIMITED**

## **Report of the Auditors to the Board of Directors of Ceeta Industries Limited on the consolidated Financial Statements of Ceeta Industries Limited and its subsidiary Company.**

We have audited the attached consolidated balance sheet of Ceeta Industries Limited and its subsidiary as at 31<sup>st</sup> March, 2009 and also the consolidated profit & loss account and the consolidated cash flow statement for the year ended on that date, annexed thereto. These consolidated financial statements are the responsibility of Ceeta Industries Limited's management and have been prepared by the management on the basis of separate financial statements and other financial information regarding components. Our responsibility is to express an opinion on these consolidated financial statements based on our audit.

We conducted our audit in accordance with the 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 disclosure 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.

We report that the consolidated financial statements have been prepared by Ceeta Industries Limited's management in accordance with the requirements of Accounting Standard 21, consolidated Financial Statements, issued by the Institute of Chartered Accountants of India.

Based on our audit on separate financial statements and on the other financial information of the components, in our opinion and to the best of our information and according to the explanations given to us, the attached consolidated financial statements give a true and fair view in conformity with the accounting principles generally accepted in India.

- (a) in the case of the consolidated balance sheet of the state of affairs of Ceeta Industries Limited and its subsidiary as at 31<sup>st</sup> March, 2009
- (b) in the case of consolidated profit & loss account of the profit for the period / year ended on that date, and
- (c) in the case of the consolidated cash flow statement, of the cash flows for the period / year ended on that date.

**For G.K. Tulsyan & Company**  
**Chartered Accountants**

4, Gangadhar Babu Lane  
Kolkata - 700 012  
Dated: the 29<sup>th</sup> day of July, 2009

G.K. Tulsyan  
Partner  
Membership No.50511

# CEETA INDUSTRIES LIMITED

**CONSOLIDATED BALANCE SHEET OF CEETA INDUSTRIES LIMITED AND ITS SUBSIDIARY COMPANY AS AT 31ST MARCH , 2009**

	Schedule	As at 31/03/2009 (Rs.)	As at 31/03/2008 (Rs.)
<b>SOURCES OF FUNDS</b>			
<b>1. SHAREHOLDERS' FUND</b>			
a) Share Capital	1	14,502,400	27,802,400
b) Reserves and Surplus	2	146,386,444	146,386,444
<b>2. Minority Interest</b>		20,601	23,363
<b>3. LOAN FUND</b>			
Secured Loan	3	979,293	1,538,889
Unsecured Loans	4	385,930	780,426
		<u>162,274,668</u>	<u>176,531,522</u>
<b>APPLICATION OF FUNDS</b>			
<b>1. GOODWILL ON CONSOLIDATION</b>		2,500	2,500
<b>2. FIXED ASSETS</b>	5		
Gross Block		43,559,826	44,395,450
Less : Depreciation		14,840,118	11,728,047
Net Block		<u>28,719,708</u>	<u>32,667,403</u>
<b>3. CONSTRUCTION WORK IN PROGRESS</b>		8,275,099	4,936,313
<b>4. INVESTMENTS</b>	6	1,856,620	2,066,554
<b>5. CURRENT ASSETS, LOANS AND ADVANCES</b>	7		
a) Inventories		57,898,617	73,201,731
b) Sundry Debtors		11,451,689	10,062,306
c) Cash and Bank Balances		11,420,297	8,938,743
d) Loans and Advances		14,538,900	17,121,698
		<u>95,309,503</u>	<u>109,324,478</u>
<b>Less: Current Liabilities And Provisions</b>	8		
Current Liabilities		34,485,827	44,256,864
Provisions		913,724	722,791
		<u>35,399,551</u>	<u>44,979,655</u>
<b>NET CURRENT ASSETS</b>		59,909,952	64,344,823
<b>6. PROFIT &amp; LOSS ACCOUNT</b>			
Balance carried forward		63,510,789	72,513,929
		<u>162,274,668</u>	<u>176,531,522</u>

**NOTES ON ACCOUNTS**

14

This is the Balance sheet referred to in our annexed report of even date.

**For G.K.TULSYAN & COMPANY**  
Chartered Accountants

**On behalf of the Board**

**K.M.Poddar,**  
Managing Director

**G.K.Tulsyani**  
Partner  
Membership No 50511

4, Gangadhar Babu Lane  
Kolkata - 700012  
Dated : 29/07/2009

**A.De,**  
Director

# CEETA INDUSTRIES LIMITED

## CONSOLIDATED PROFIT & LOSS ACCOUNT OF CEETA INDUSTRIES LIMITED AND ITS SUBSIDIARY COMPANY AS AT 31ST MARCH , 2009

	Schedule	Current Year ended 31/03/2009 (Rs.)	Previous Year ended 31/03/2008 (Rs.)
<b>INCOME</b>			
Sales		65,855,116	62,805,712
Income from Contract Work		56,729,375	73,308,489
Service charges		6,000,000	4,800,000
Other Income	9	20,587,731	12,593,252
Increase/(Decrease) in Stock	10	(10,932,667)	(7,596,264)
		<u>138,239,555</u>	<u>145,911,189</u>
<b>EXPENDITURE</b>			
Manufacturing Expenses	11	60,115,221	43,901,359
Expenditure on Sub- contract Work		42,088,230	52,458,997
Loss on Sale of Investment		290,447	-
Selling, Administration and other Exp.	12	22,906,886	26,048,069
Interest		112,133	1,173,061
Depreciation		3,381,676	3,607,160
		<u>128,894,593</u>	<u>127,188,646</u>
Profit/(Loss) before provision for taxation		9,344,962	18,722,543
Provision for Income Tax and F.B.T.		249,096	306,735
Profit after Tax (before prior period adjustment)		<u>9,095,866</u>	<u>18,415,808</u>
Prior period adjustment		(95,488)	(382,719)
Profit after Tax (before adjustment for Minority Interest)		<u>9,000,378</u>	<u>18,033,089</u>
Less : Share of profit transferred to Minority		(2,762)	1,653
Profit after Tax (after adjustment for Minority Interest)		<u>9,003,140</u>	<u>18,031,436</u>
Transferred to Capital Redemption Reserve		-	3,300,000
Balance brought forward from previous year		(72,513,929)	(87,245,365)
Balance carried to Balance sheet		<u>(63,510,789)</u>	<u>(72,513,929)</u>
<b>Earning per Equity Share :</b>			
(Face value of Re. 1/- per share)	13		
Basic		0.62	1.24
Diluted		0.62	1.24

### NOTES ON ACCOUNTS

14

This is the Profit and Loss Account referred to in our annexed report of even date

For G.K.TULSYAN & COMPANY  
Chartered Accountants

G.K.Tulsyan  
Partner  
Membership No.50511

4, Gangadhar Babu Lane  
Kolkata - 700012  
Dated : 29/07/2009

On behalf of the Board

K.M.Poddar,  
Managing Director

A.De,  
Director



# CEETA INDUSTRIES LIMITED

## CEETA INDUSTRIES LIMITED & ITS SUBSIDIARY COMPANY

### CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2009

	As on 31/03/2009 (Rs.)	As on 31/03/2008 (Rs.)
<b>A. CASH FLOW FROM OPERATING ACTIVITIES:</b>		
Net profit before interest, tax and extraordinary items	9,459,857	19,893,951
Adjustment for :		
Depreciation	3,381,676	3,607,160
Profit on Sale of Investments	-	(98,041)
Loss on sale of fixed assets (Net)	571,299	3,979,716
Interest received	(207,052)	(202,434)
Dividend	(20,050)	(29,790)
Operating profit before working capital charges	<u>13,185,730</u>	<u>27,150,562</u>
Adjustments for :		
Trading and other receivables	(1,389,383)	(126,094)
Inventories	15,303,114	(12,480,499)
Trade Payables	(9,771,035)	18,620,992
Loans & Advances	3,223,020	(2,796,552)
Cash Generated from Operation	<u>20,551,446</u>	<u>30,368,409</u>
Direct Tax Paid	(698,386)	(1,325,264)
Cash Flow before extraordinary items	<u>19,853,060</u>	<u>29,043,145</u>
Extraordinary items	(95,488)	(382,719)
Net cash flow from operating activities (A)	<u>19,757,572</u>	<u>28,660,426</u>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Investment	(936,939)	(5,288,576)
Sale of Investment	1,146,872	5,591,125
Purchase of fixed assets	(3,544,066)	(6,003,540)
Sale of fixed assets	200,000	290,000
Interest Received	207,052	202,434
Minority Interest	(2,762)	1,653
Dividend received	20,050	29,790
Net cash used in investing activities (B)	<u>(2,909,793)</u>	<u>(5,177,114)</u>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceed / Redemption of Equity / Pref.Share	(13,300,000)	
Interest Paid	(112,133)	(1,173,061)
Proceeds long term borrowings	(954,092)	(18,185,324)
Net Cash Flow from Financing Activities (C)	<u>(14,366,225)</u>	<u>(19,358,385)</u>
Net Increase in cash and Cash equivalent (A+B+C)	2,481,554	4,124,927
Cash and Cash equivalent as at beginning of the year	8,938,743	4,813,816
Cash and Cash equivalent as at end of the year	11,420,297	8,938,743

NOTE : Figures in brackets represent cash outflows

For G.K.TULSYAN & COMPANY  
Chartered Accountants

G.K.Tulsyani  
Partner  
Membership No.50511

4, Gangadhar Babu Lane  
Kolkata - 700012  
Dated : 29/07/2009

On behalf of the Board

K.M.Poddar,  
Managing Director

A.De,  
Director

# CEETA INDUSTRIES LIMITED

**CEETA INDUSTRIES LIMITED & ITS SUBSIDIARY COMPANY  
SCHEDULES TO THE CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH 2009  
AND PROFIT & LOSS ACCOUNT FOR THE PERIOD ENDED ON THAT DATE**

	As on 31/03/2009 (Rs.)	As on 31/03/2008 (Rs.)
<b>SCHEDULE - 1</b>		
<b>SHARE CAPITAL</b>		
<b>AUTHORISED :</b>		
75,000,000 Equity Shares of face value of Re.1/-each.	75,000,000	75,000,000
(Previous Year 75,000,000 Equity Shares of Re. 1/- each)		
 1,50,000 - 15% Non-Cumulative Redeemable Preference Shares of Rs.100/- each	 15,000,000	 15,000,000
	90,000,000	90,000,000
 <b>ISSUED, SUBSCRIBED AND PAID UP :</b>		
14,502,400 Equity shares of Re.1/- each		
(Previous Year 14,502,400 Equity Shares of Re. 1/- each) fully paid up in cash	14,502,400	14,502,400
 1,33,000 - 15% Non-Cumulative Redeemable Preference Shares of Rs.100/- each fully paid up in cash (Redeemed at par on 11-11-2008)	 -	 13,300,000
	14,502,400	27,802,400
 <b>SCHEDULE - 2</b>		
<b>RESERVES AND SURPLUS</b>		
Capital Reserve on forfeiture of shares	91,000	91,000
Capital Reserve on account of Restructuring of Debt	132,995,444	132,995,444
Capital Redemption Reserve	13,300,000	13,300,000
	146,386,444	146,386,444
 <b>SCHEDULE - 3</b>		
<b>SECURED LOAN</b>		
Auto Loan from ICICI Bank	979,293	1,538,889
(against hypothecation of specific motor vehicles)	979,293	1,538,889
 <b>SCHEDULE - 4</b>		
<b>UNSECURED LOAN</b>		
From Bodies Corporate	-	85,752
From the Government of Karnataka :		
Sales Tax Deferment Scheme	385,930	694,674
	385,930	780,426

**SCHEDULE - 5**

**FIXED ASSETS**

Sl. No.	Particulars	Gross Block				Depreciation				Net Block	
		Cost as on 01/04/08 (Rs.)	Addition during the period (Rs.)	Sales/ Adjustment (Rs.)	Cost as on 31/03/09 (Rs.)	As on 01/04/08 (Rs.)	For the period (Rs.)	Sales / Adjustment (Rs.)	As on 31/03/09 (Rs.)	As on 31/03/09 (Rs.)	As on 31/03/08 (Rs.)
1	Land	2,307,997	-	-	2,307,997	-	-	-	-	2,307,997	2,307,997
2	Building	10,204,316	58,460	-	10,262,776	1,434,645	316,166	-	1,750,811	8,511,965	8,769,671
3	Plant & Machinery	23,232,817	-	-	23,232,817	8,586,936	2,399,243	-	10,986,179	12,246,638	14,645,881
4	Electrical Installation	2,668,686	-	-	2,668,686	593,714	126,763	-	720,477	1,948,209	2,074,97
5	Office Equipment	631,792	26,780	-	658,572	108,163	44,962	-	153,125	505,447	523,629
6	Furniture & Fixtures	536,561	66,754	10,800	592,515	123,972	41,175	3,988	161,159	431,356	412,589
7	Cars & Vehicles	3,940,358	-	985,104	2,955,254	552,087	310,235	223,065	639,257	2,315,997	3,388,271
8	Fire Fighting Equipment	22,069	-	-	22,069	2,731	1,048	-	3,779	18,290	19,338
9	Computer Equipment	850,854	53,286	45,000	859,140	325,799	142,084	42,552	425,331	433,809	525,055
<b>Total</b>		<b>44,395,450</b>	<b>205,280</b>	<b>1,040,904</b>	<b>43,559,826</b>	<b>11,728,047</b>	<b>3,381,676</b>	<b>269,605</b>	<b>14,840,118</b>	<b>28,719,708</b>	<b>32,667,403</b>
<b>Previous Year's Figures</b>		<b>48,783,954</b>	<b>1,067,227</b>	<b>5,455,731</b>	<b>44,395,450</b>	<b>9,306,902</b>	<b>3,607,160</b>	<b>1,186,015</b>	<b>11,728,047</b>	<b>32,667,403</b>	-

# CEETA INDUSTRIES LIMITED

SCHEDULE - 6	No. of Equity Shares Fully Paid up	Face Value Per share (Rs.)	As on 31/03/2009 (Rs.)	As on 31/03/2008 (Rs.)
<b>INVESTMENTS</b> (at cost)				
<b>LONG TERM TRADE INVESTMENTS :</b>				
<b>A. QUOTED SHARES</b>				
Revathi Equipments Ltd	541 (600)	10	216,419	598,376
Ashiana Housing Ltd	8000* (7,000)	10	911,118	831,941
Himalaya Granites Ltd.	100 (100)	10	3,538	3,538
Brigade Enterprises Ltd.	1,000	10	-	179,050
MIC Electronics Ltd.	116	10	-	92,999
Gujarat NRE Coke Ltd	420#	10	47,361	-
Reliance Petroleum Ltd.	850	10	138,021	-
Karnataka Bank	1,500	10	112,458	-
	<u>11,411</u>		<u>1,428,915</u>	<u>1,705,904</u>
<b>B. UNQUOTED INVESTMENTS:</b>				
National Savings Certificate	-		5,000	11,000
VIIIth issue (pledged with govt.depts)				
Ceeta Synthetics & Turfs Ltd	555,000 (555,000)		350,525	349,650
Murti Housing & Finance Pvt. Ltd.	72,000		72,180	-
	<u>627,000</u>		<u>427,705</u>	<u>360,650</u>
<b>TOTAL INVESTMENTS</b>	<u>638111</u>		<u>1,856,620</u>	<u>2,066,554</u>

\* Ashiana Housing Ltd. includes 5000 Bonus Shares

# Gujarat NRE Coke includes 120 Bonus shares

Note : Figures in bracket relate to previous year.

**Quoted**

Book Value	1,428,915	1,705,904
Market Value	647,874	1,445,659

## SCHEDULE - 7

### CURRENT ASSETS, LOANS AND ADVANCES

#### A. CURRENT ASSETS :

##### a. Inventories (As taken, valued and certified by the Management)

Raw Materials (at cost or net realisable value whichever is less)	21,524,182	26,647,035
Stores & Spares (at lower of cost or net realisable value)	9,090,738	8,338,332
Finished Goods (at cost or net realisable value whichever is less)	27,283,697	38,216,364
	<u>57,898,617</u>	<u>73,201,731</u>

# CEETA INDUSTRIES LIMITED

	As on 31/03/2009 (Rs.)	As on 31/03/2008 (Rs.)
<b>b. Sundry Debtors :</b>		
(unsecured, considered good)		
- Outstanding for a period exceeding six months	2,016,928	255,597
- Other Debts	9,434,761	9,806,709
	<u>11,451,689</u>	<u>10,062,306</u>
<b>c. Cash &amp; Bank Balances :</b>		
Cash in Hand (as certified by management)	341,195	261,219
Balances with Scheduled Banks		
- In Current A/c	10,799,945	7811078
- In Fixed Deposit	277,895	866,446
- Cheque in Hand	1,262	-
	<u>11,420,297</u>	<u>8,938,743</u>
<b>TOTAL (A)</b>	<u>80,770,603</u>	<u>92,202,780</u>
<b>B. LOANS AND ADVANCES :</b>		
Loan (Unsecured, considered Good)	-	4,300,000
Advances Recoverable in Cash or in kind or for value to be received)	6,894,199	5,429,797
Prepaid Expenses	129,005	131,687
Security Deposit	3,934,825	3,981,029
Excise Duty Deposit	-	220,030
Accrued Interest	-	6,374
Interest accrued & due	82,843	194,976
Advance Tax (including T.D.S)	3,498,028	2,857,805
<b>TOTAL (B)</b>	<u>14,538,900</u>	<u>17,121,698</u>
<b>TOTAL (A+B)</b>	<u>95,309,503</u>	<u>109,324,478</u>
<b>SCHEDULE - 8</b>		
<b>CURRENT LIABILITIES AND PROVISIONS</b>		
<b>A. CURRENT LIABILITIES :</b>		
Sundry Creditors :		
For goods, services, etc.	10,458,721	7,870,615
Advance from Customers	9,964,133	19,753,161
Book Overdraft in Current Account	-	1,191,396
Mark to Market Margin (Derivative)	7,184	-
Other Liabilities	14,055,789	15,441,692
	<u>34,485,827</u>	<u>44,256,864</u>
<b>B. PROVISIONS</b>		
Provision for Taxation	913724	722,791
	<u>35,399,551</u>	<u>44,979,655</u>
<b>SCHEDULE - 9</b>		
<b>OTHER INCOME</b>		
Processing Charges	7,284,531	8,247,207
Gain / (Loss) on Foreign Exchange Fluctuation	128,241	(760,265)
Miscellaneous Receipt	650,499	4,903,876
Quality Defective Claim	11,895,211	-
Short Term Capital Gain (M.F.)	422,197	-
Interest	207,052	202,434
	<u>20,587,731</u>	<u>12,593,252</u>

# CEETA INDUSTRIES LIMITED

SCHEDULE - 10	As on 31/03/2009 (Rs.)	(Rs.)	As on 31/03/2008 (Rs.)
<b>INCREASE/DECREASE IN FINISHED GOODS, WORK-IN-PROGRESS.</b>			
<u>OPENING STOCK:</u>			
Finished goods	38,216,364	41,528,770	
Stock-in-Transit	-	4,283,858	
Work-in-Progress	-	-	45,812,628
<u>CLOSING STOCK:</u>			
Finished goods	27,283,697	38,216,364	
Stock-in-Transit	-	-	38,216,364
Increase/ (Decrease) in Stock	<u>(10,932,667)</u>		<u>(7,596,264)</u>

## SCHEDULE - 11 MANUFACTURING EXPENSES

Raw material consumed	31,186,617	13,390,796
Stores & Spares parts consumed	16,765,238	17,787,073
Power & Fuel	476,826	312,621
Repairs and Maintenance:		
Plant and Machinery	884,323	932,752
Packing Material Consumed	963,978	831,115
Electricity & Water Charges	7,403,424	8,742,682
Other Manufacturing Expenses	2,434,815	1,904,320
	<u>60,115,221</u>	<u>43,901,359</u>

## SCHEDULE - 12 SELLING, ADMINISTRATION & OTHER EXPENSES

Salary, Allowance & Amenities	9,478,663	9,249,266
Employers' Contribution to Provident Fund	602,555	536,368
Staff Welfare Expenses	814,447	607,255
Rent	564,000	564,000
Rates & Taxes	116,715	157,261
Insurance charges	311,750	284,622
Vehicle Maintenance Expenses	480,909	498,648
Travelling & conveyance	1,793,466	1,481,935
Electricity Charges	249,358	252,675
Printing & Stationery	269,647	304,474
Communication charges	900,194	920,786
Advertisement & Publicity	173,029	136,135
Legal & Professional Charges	512,780	578,173
Bank charges	104,286	126,020
Repairs & Maintenance: (others)	704,889	615,477
Remuneration to Statutory Auditor		
As Audit Fees	45,000	35,000
For Tax Audit	6,000	5,000
For certification work & I.T.Matter	6,000	6,000
For Company Law Matters	1,500	1,500
Service Tax thereof	6,026	5,871
Remuneration to Internal Auditor		
As Internal Audit Fees	80,000	64,000
In other capacity	22,500	34,000
Loss on Share Trading	-	5
Remuneration to Managing Director	642,245	722,235
Loss on sale of Fixed Assets	571,299	3,979,716
Packing & Forwarding Expenses	1,448,728	1,226,890
Miscellaneous Expenses	2,974,899	3,622,754
Director's Sitting Fee	25,000	18,000
Securities Transaction Tax	-	14,001
	<u>22,906,885</u>	<u>26,048,069</u>

# CEETA INDUSTRIES LIMITED

As on  
31/03/2009  
(Rs.)

As on  
31/03/2008  
(Rs.)

## **SCHEDULE - 13** **EARNINGS PER EQUITY SHARE**

Annualised earnings per Equity share have been calculated based on the net profit/(loss) after taxation of Rs.90.00 lacs, previous year Rs 180.31 lacs and the weighted average number of equity shares in issue during the year of 14502400 shares, (previous year 14502400 shares).

Following is the reconciliation between basic and diluted earnings per equity share :

Basic earning per share (in Rs.)	0.62	1.24
Effect of dilutive potential Equity shares on conversion.	NIL	NIL
Dilutive Earnings per share (in Rs.)	0.62	1.24
Weighted average number of equity shares used in computing basic earnings per share.	14502400	14502400
Weighted average number of equity shares used in computing diluted earnings per equity shares.	14502400	14502400

# CEETA INDUSTRIES LIMITED

## SCHEDULE - 14

### ACCOUNTING POLICIES AND NOTES ON ACCOUNTS

#### A. PRINCIPLES OF CONSOLIDATION FINANCIAL STATEMENTS:

The consolidated financial statements which relate to Ceeta Industries Limited and its Subsidiary company, have been prepared on the following basis:

- (a) The financial statements of the Parent Company and its subsidiary are combined on a line-by line basis by adding together the book value of like items of assets, liabilities, income and expenditure, after fully eliminating intra group balances, intra group transactions and any unrealised profit / loss included therein.
- (b) The consolidated financial statements have been prepared using uniform accounting policies, except stated otherwise, for like transactions and are presented, to the extent possible, in the same manner as the Parent Company's separate financial statements.
- (c) The excess of cost to the Parent Company of its investment in the subsidiary company is recognised in the financial statements as goodwill.
- (d) The subsidiary Company considered in the financial statements is as follows:

Name	Country of Incorporation	% Voting power as on 31/03/09
Kingstone Krystals Ltd.	India	98.96

#### B. SIGNIFICANT ACCOUNTING POLICIES

##### i) General :

The Parent Company and its subsidiary follows accrual system of accounting and recognizes income and expenditure on accrual basis unless otherwise stated. The accounts are prepared on historical cost convention and on going concern basis.

##### ii) Fixed Assets :

Fixed assets of the Parent Company as on 01/06/2003 are stated at the book value and any addition to fixed assets subsequent to that date are stated at cost prevailing on the date of acquisition less depreciation.

##### iii) Depreciation :

Depreciation on fixed assets has been provided on straight line method ; in case of plant & machinery for granite division the 'triple shift basis' has been taken while in case of plant & machinery for Udaipur division the 'single shift basis' has been considered. The rates and manner for depreciation provision are as per schedule XIV to the Companies Act, 1956 as amended by the Companies (Amendment) Act, 1988.

##### iv) Investments:

Quoted Investments are stated at cost less diminution in the market value which are permanent in nature. The decline in market value of investment in current year has been considered to be temporary in nature and hence no further provision is made in the books.

##### v) Inventories:

Inventories of the Parent Company are stated at lower of cost or net realisable value.

##### vi) Revenue Recognition :

The Parent Company's sales are net of sales returns and duties and levies.

##### vii) Foreign Exchange Transaction :

The transactions in foreign currencies remaining outstanding at the end of the year, are translated at the exchange rates prevailing on the date of the Balance sheet. Exchange rate gain/loss on transactions relating to liabilities incurred to acquire fixed assets is treated as an adjustment to the cost of fixed assets. Exchange gains and losses on foreign exchange transactions other than those relating to fixed assets are recognized in the profit and loss account in accordance with the Accounting Standard 11 of The Institute of Chartered Accountants of India.



# CEETA INDUSTRIES LIMITED

**viii) Employee Retirement Benefits:**

Parent Company's contributions to Provident fund are charged to Profit and Loss a/c. For retirement benefit of the employee, Gratuity is provided on accrual basis taking into account the actuarial valuation. There is no employee in subsidiary company.

**ix) Contingent Liabilities:**

Contingent liability has been disclosed by way of notes on accounts in the schedule and no provision has been made in the books of accounts.

**x) Earning Per share:**

The company reports basic and diluted earnings per equity share in accordance with AS20, earnings per share. Basic earnings per equity share has been computed by dividing net profit or loss by the weighted average number of equity shares outstanding for the period. Diluted earnings per equity share, has been computed using the weighted average number of equity shares and dilutive potential equity shares outstanding during the period.

**xi) Segment Information - Basis of preparation**

The Company at present has two segments viz. granite division engaged in manufacturing granite products and other operations which comprises trading transactions including brokerage, commission, mining, transportation and miscellaneous services including that of its subsidiary company. Upon disposal off substantial part of plant & machinery during the previous year the Synthetic Yarn division ceases to exit from this year (i.e., 2008-09). Segment result includes revenue less operating expenses and provision, if any, for that segment.

Segment capital employed represents the net assets in particular segments.

**xii) Taxation**

No provision for income tax has been made since the company has no tax liability. Provision for Fringe Benefit Tax has been made in accordance with the provision of the Income Tax Act.

**B. NOTES ON ACCOUNTS:**

1. Depreciation on the fixed assets of Udaipur has been provided on Straight Line Method (SLM) as per the Company's uniform policy though these assets remained in-operative throughout the year. There is no fixed asset in subsidiary company.
2. Consequent upon transfer of lease equipment under a tripartite agreement, there is no revenue implication for lease rentals. However the lessor filed a suit claiming Rs.2,21,03,098 which the company has been contesting.
3. Contingent Liability not provided for in respect of :-
  - a) Bank Guarantees in favour of Customs department issued by bank on behalf of the Company is Rs. 1,70,700/- which is valid up to 27.03.2010.
  - b) Claims against the company not acknowledged as debt is Sales Tax Demand under dispute Rs.98,21,910/- (Previous year Rs. 98,21,910/-).
  - c) The Commercial Tax Department of Udaipur have raised a demand of Rs 791025/- against R.S.T. and Rs 2496/- against C.S.T. for earlier years pending under appeal before the appropriate appellate authority.
  - d) The commercial Tax recovery Department of Tumkur raised a demand of Rs. 1,73,06,671/- against C.S.T. for 2003-04 and 2004-05 is under dispute and matter is under sub-judice. The debt has not acknowledged.
4. The company claims reimbursement of Central Sales Tax paid on purchase of indigenous goods in term of Excise Policy 2002-2007.
5. Some of the debit and credit balances are subject to confirmation
6. As per the information available with the company, Sundry Creditors do not include any amount payable to micro, small & medium enterprises under the provisions of Micro, Small and Medium Enterprises Development Act, 2006

# CEETA INDUSTRIES LIMITED

7. In line with the terms of rehabilitation scheme approved by BIFR and the decision of the Company's Board of Directors the preference Share Capital of Rs. 133 lac was redeemed on 11-11-2008.
8. Previous year's figures have been regrouped / rearranged wherever necessary.
9. The company pays an annual premium in terms of the comprehensive group gratuity scheme policy with TATAAIG Life Insurance Company Limited covering eligible employees. The premium is based on actuarial valuation.
10. As the company is having deferred tax asset thus by concept of prudence no provision has been made in the books.
11. With the sale of substantial part of plant and machinery at the end of previous year the Synthetic Yam division at Udaipur ceases to exist as a separate segmental unit from the current financial year as required to be disclosed as per AS -17 of The Institute of Chartered Accountants of India.

## 12. Segment Reporting

The Company has the two segments - Granite Division and Other Operations including its subsidiary company. Summary of operating segments of the Company area:-

	Granite	Other Operations	(Rs. in lac) Total
Segmental Revenue :	749.76	632.89	1382.65
<b>TOTAL REVENUE</b>	<b>749.76</b>	<b>632.89</b>	<b>1382.65</b>
Segment Result :	(45.65)	136.92	91.27
(before interest and tax)			
Unallocated Corporate Expenses net of unallocable income	-	-	(0.30)
Operating Profit/(Loss)	-	-	91.57
Interest and other income	1.38	0.69	2.07
Interest Expenses	1.12	-	1.12
<b>Net Profit / (Loss) before Tax</b>	<b>-</b>	<b>-</b>	<b>92.52</b>

## OTHER INFORMATION

### CAPITAL EMPLOYED

Segment Assets	1118.90	169.16	1288.06
<b>TOTAL ASSETS</b>	<b>1118.90</b>	<b>169.16</b>	<b>1288.06</b>
Segment Liabilities	246.10	112.40	358.50
<b>TOTAL LIABILITIES</b>	<b>246.10</b>	<b>112.40</b>	<b>358.50</b>
<b>Net Segment Assets</b>	<b>872.80</b>	<b>56.76</b>	<b>929.56</b>
Unallocated Assets / (Liabilities)	-	-	44.40
<b>Net Capital Employed</b>	<b>-</b>	<b>-</b>	<b>973.96</b>
Capital Expenditure	1.14	0.91	2.05
Depreciation	32.16	1.66	33.82

# CEETA INDUSTRIES LIMITED

## 13. Related Party Disclosures

### Related Party Disclosures

As per AS 18 issued by The Institute of Chartered Accountants of India, the Company's related parties disclosed below:-

#### List of related Parties

- a) Likhani Trading & Mfg. Co.Ltd
- b) Rashmi Properties & Investments Ltd.
- c) Vaibhav Heavy Vehicles Ltd.
- d) Coronation Refrigeration Industries Ltd
- e) Nouveau Metal Industries Ltd.
- f) Smt.Vrinda Poddar
- g) Sri Vaibhav Poddar

#### Enterprise under Common Control

Kingstone Krystals Ltd.. - Subsidiary Company.

#### Key Management Personnel

Sri K. M. Poddar - Managing Director  
Sri Anubhav Poddar - President

The Company's related party balances and transactions are summarised below :-

Name of Related Party	Nature of Transactions during the year
Likhani Trading & Mfg. Co.Ltd.	The Company Paid rent of Rs.1,20,000/- and electricity of Rs.1,00,242/-.
Rashmi Properties & Investments Ltd.	(i) The Company had given unsecured loan of Rs 25,00,000/- and received refund of unsecured loan of Rs. 68,00,000/- with interest of Rs 37094/-.
	(ii) Paid Rent of Rs 3,00,000/- and electricity of Rs.1,21,428/-.
Sri Anubhav Poddar	Remuneration includes Rs.396000/- as basic salary, Rs.158400/- as H.R.A., Provident Fund Rs.47520/- and Medical expenses for Rs 26,829/-.
Vaibhav Heavy Vehicles Ltd.	Payment of rent for Rs.1,44,000/-
Sri K.M. Poddar	Remuneration paid Rs.5,40,000/-and other perquisites Rs.1,02,245/- and Provident fund Rs.64800/-.
Smt. Vrinda Poddar	Remuneration includes Rs.240000/- as basic salary, Rs.96000/- as HRA, Provident Fund.Rs.28800/-.
Sri Vaibhav Poddar	Paid Directors sitting fee of Rs. 6,000/-
Nouveau Metal Industries Ltd.	Paid rent of Rs 1,20,000/-and electricity of Rs.45,360/-

Signature of Schedule 1 to 14 as per our annexed report of even date.

For G.K.TULSYAN & COMPANY  
Chartered Accountants

G.K.Tulsyani  
Partner  
Membership No.50511

4, Gangadhar Babu Lane  
Kolkata - 700012  
Dated : 29/07/2009

On behalf of the Board

K.M.Poddar,  
Managing Director

A.De,  
Director

# CEETA INDUSTRIES LIMITED

## CEETA INDUSTRIES LIMITED

Regd Off: Plot No. 34-38, KIADB Industrial Area  
Sathyamangala, Tumkur - 572 104, Karnataka

### PROXY FORM

Regd.FolioNo. \_\_\_\_\_

I / We \_\_\_\_\_

of \_\_\_\_\_

being a member/members of the above named Company hereby appoint \_\_\_\_\_

\_\_\_\_\_ of \_\_\_\_\_

or failing him / her \_\_\_\_\_ of \_\_\_\_\_

\_\_\_\_\_ as my / our Proxy to vote for me/ us on my / our behalf at  
the Annual General Meeting of the Company to be held on 22<sup>nd</sup> September, 2009 at 3.00  
P.M. and any adjournment thereof.

Signed this \_\_\_\_\_ day of \_\_\_\_\_ 2009.

Signature \_\_\_\_\_

**NOTE:** The Proxy form duly completed must reach at the Registered Office of the Company  
not less than 48 hours before the time of the meeting.

## CEETA INDUSTRIES LIMITED

Regd Off: Plot No. 34-38, KIADB Industrial Area  
Sathyamangala, Tumkur - 572 104, Karnataka

### ATTENDANCE SLIP

Annual General Meeting on Tuesday, the 22<sup>nd</sup> September, 2009 at 3.00 P.M. at plot no.34-38,  
KIADB Industrial Area, Sathyamangala, Tumkur - 572 104, KARNATAKA.

Regd. Folio No.:

No. of Shares held:

Name of the Attending Member:

I certify that I am a registered shareholder/proxy for the registered shareholder of the Com-  
pany. I hereby record my presence at the Annual General meeting of the Company at the  
Registered Office of the Company at Plot No.34-38, KIADB Industrial Area, Sathyamangala,  
Tumkur - 572 104, Karnataka on Tuesday, the 22<sup>nd</sup> September, 2009 at 3.00 P.M.

Member's / Proxy's Name in BLOCK Letters

Member's /Proxy's signature

**NOTE:** Please fill in this attendance slip and hand it over at the ENTRANCE OF THE HALL.

# BOOK POST

*If undelivered please return to :*

**Ceeta Industries Limited**

240B, A.J.C. Bose Road  
2nd Floor, Kolkata - 700 020