



Nitin Alloys Global Limited

26th Annual Report

2008-2009

Board of Directors

1. Mr. Nirmal B. Kedia – Chairman
2. Mr. S.L. Agarwal – Wholetime Director
3. Mr. Nitin S. Kedia – Director
4. Mr. Deven M. Doshi – Director
5. Mr. Arvind Jalan – Director

Bankers

State Bank of India
Indian Overseas Bank

Auditors

Jajodia & Company
Chartered Accountants

Legal Advisors

Narayanan & Narayanan
Advocate & Solicitor

Office

Prestige Precinct, 3rd Floor,
Almeida Road, Thane (West),
Thane – 400 601

Works

Plot No. 183/1, Surangi, Silvassa,
Dadra & Nagar Haveli – 396 230

Registrar & Share Transfer Agent

Sharex Dynamic (India) Pvt. Ltd.
Unit No. 1, Luthra Industrial Premises,
Andheri-Kurla Road, Safed Pool,
Andheri (East), Mumbai – 400 072

Notice

Notice is hereby given that the **Twenty Sixth** Annual General Meeting of the **Nitin Alloys Global Limited**, the Company will be held at Hotel **Sharranam**, Eastern Express Highway, Service Road, Near New R.T.O. Opp. Ramkrishna Nagar, Thane (West) – 400 604 on Thursday the 16th July 2009 at 11.00 a.m., to transact the following business:

Ordinary Business:

1. To receive, consider and adopt the Audited Profit and Loss Account for the year ended 31st March, 2009 and the Balance Sheet as at that date together with the Reports of the Board of Directors and the Auditors thereon.
2. To appoint a Director in place of Mr. Arvind B. Jalan who retires by rotation and being eligible, offers him self for re-appointment.
3. To appoint Statutory Auditor of the company to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting and to authorize the Board of Directors to fix their remuneration.

Special Business:

1. To appoint a Director in place of Mr. Nitin S. Kedia who was appointed an Additional Director of the company by the Board of Directors with effect from 10th November, 2008 under section 260 of the companies Act ,1956,(the Act) and who holds office upto the date of forthcoming Annual General Meeting but who is eligible for appointment and in respect of whom the Company has received a notice in writing from a Member proposing his candidature for the office of Director under the provisions of section 257 of the Act.
2. To appoint a Director in place of Mr. Deven M. Doshi who was appointed an Additional Director of the company by the Board of Directors with effect from 10th November, 2008 under section 260 of the companies Act ,1956,(the Act) and who holds office upto the date of forthcoming Annual General Meeting but who is eligible for appointment and in respect of whom the Company has received a notice in writing from a Member proposing his candidature for the office of Director under the provisions of section 257 of the Act.

By Order of the Board of Directors

Nirmal B. Kedia
Director

Thane, the 20th June, 2009

Notes:

1. A Member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be the member of the company. Proxies, in order to be effective must be received at the Company's Registered Office not less than 48 hours before the meeting. Proxies submitted on behalf of limited companies, societies, partnership firms etc., must be backed by appropriate resolution / authority as applicable, issued on behalf of the nominating organization.
2. Members are requested to bring their Attendance Slip along with their copy of Annual Report to the Meeting.
3. Members who hold shares in dematerialised form are requested to write their Client ID and DP ID and those who hold shares in physical form are requested to write their folio number on attendance slip while attending the Meeting.
4. In case of Joint holders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote.
5. The Company's Register of Members and share transfer books will remain closed from 9th July, 2009 to 16th July, 2009 both days inclusive.
6. As per the provisions of the Companies Act, 1956, facility for making nominations is available to the shareholders in respect of the shares held by them. Nomination forms can be obtained from the Share Registrar of the Company.
7. Shareholders desiring any information as regards the Accounts are requested to write to the company at an early date so as to enable the management to keep the information ready at the meeting.

By Order of the Board of Directors

Nirmal B. Kedia

Director

Thane, the 20th June, 2009

Annexure to Notice

1. As required by the section 173 of the Companies Act ,1956 (hereinafter referred to as “the Act”) the following Explanatory statement set out all material facts relating to the business mentioned under item nos. 4 & 5 of the accompanying Notice dated 20th June 2009.
2. Item Nos.4 & 5: Mr. Nitin S. Kedia and Mr. Deven M. Doshi were appointed Additional Directors by the Board with effect from 10th day of November, 2008.
3. In terms of Section 260 of the Companies Act and Article 121 of the Company’s Articles of Association Mr. Nitin S. Kedia and Mr. Deven Doshi hold office as directors only till the date of the forthcoming Annual General Meeting, but are eligible for appointment. Notices have been received from members as required by section 257 of the Act, signifying their intention to propose the candidature of Mr. Nitin S. Kedia and Mr. Deven Doshi for the office of the Director.
4. Mr. Nitin S. Kedia, aged 49 years is qualified as B.E.(Mech.) having experience of more than 20 years in the same field and he is associated with the company as a technical executive from the year 2003 . He is looking after the production and technical matters of the company since last 6 years. The Board believes that Mr. Nitin S Kedia’s participation as a Director on the Company’s Board will add considerable value to the growth of the Company.
5. Mr. Deven M. Doshi, aged 49 years is qualified as F.C.A. having experience of 25 years in the field of Account Finance, Audit and Law matters and was associated with the company as a consultant to look after the legal issues in Taxation and Finance of the company since last more than 6 years. The Board believes that Mr. Deven M. Doshi’s participation as a Director on the Company’s Board will provide valuable support and guidance to Company’s growth.
6. The Board considers it desirable that the Company should continue to avail itself of the services of the above Directors and accordingly commends the resolutions at item Nos.4 & 5 for approval by the Members.
7. None of the Directors other than Mr. Nitin S. Kedia and Mr. Deven M. Doshi are interested in their respective Resolutions.

Director's Report

To,

The Members,

Your Directors have the pleasure in submitting the 26th Annual Report on the business and operation of the Company along with the Audited Accounts for the financial year ended 31st March, 2009.

Financial Result

The performance of the Company for the financial year ended 31st March, 2009 is summarized below:

Particulars	<i>Rupees in Lacs</i>	
	Current Year	Previous Year
Total Income	4,406.29	4,834.10
Total Expenditure	4,050.06	4,516.69
Profit before Depreciation & Taxes	356.23	317.41
Provision for Depreciation	80.70	58.02
Profit before Taxes	275.53	259.39
Provision for Taxes including FBT & Deferred Tax	93.50	86.03
Profit after Taxes	182.03	173.36
Add : Balance brought forward from previous year	681.50	508.14
Balance carried to Balance Sheet.	863.53	681.50

Global Economy

The Global economic activity slowdown since the year 2008 against the backdrop of the financial turmoil and deepening US downturn. The unfolding of the sub-prime mortgage crisis coupled with growing concern about a contraction in economic activity in US had a cascading effect on Global growth. The heat of the Global downturn has not left our country untouched and the effect of the same has been felt as the Indian economy grew by 6% in 2008-09 as compared to 8.7% in 2007-08. However the recent lead indicators point to slackening of momentum as consumer and business sentiment has weakened.

Business Results

During the year under review, your Company has registered a turnover of Rs. 4,406.29 Lacs as against Rs. 4,834.10 Lacs in previous year representing a decrease of 8.85%. Profit before taxes increased by 6.22% from Rs. 259.39 Lacs to Rs. 275.53 Lacs and profit after taxes are Rs 182.03 Lacs as compared to Rs. 173.36 Lacs in the previous year registering a growth of 5.00%.

The decrease in turnover was due to the substantial fall in the price of raw material due to the global meltdown during the year as compared to last year. At the same time rate of excise duty has also been decreased from 16% to 8% which has also resulted in lower turnover figure as gross sales is shown which includes excise element also. In fact the performance of company has improved in terms of profitability.

Dividend

The Board is of the opinion that due to Global turmoil, new challenges before the company has arisen to manage with own resources in the years to come till the revival takes place in economy. Therefore in order to strike a balance between the need to sustain for a secure future , your directors have not recommended any payment of dividend inspite of profit made during the financial year ending 31st March, 2009. Your Directors feels that plough back of profit into the business will reward share holders positively in future.

Listing Of Shares and Dematerialization

The Company's shares are listed and traded at Bombay Stock Exchange (BSE) and its scrip code is 508875 and ISIN No. INE861H01012

Safety

The Management is committed to ensure safety of its employees, plant and community at all its operations. The safety Management system has been established, communication, involvement, motivation, skill development, training and health have been identified as the key drivers for safe working environment. These initiatives have resulted in reducing the injuries and lost time significantly.

Future Outlook

The Management of the Company is of the opinion that future outlook is very challenging for sustaining the growth in the current year .However your Company has already established its position in the market and does not foresee any big problem in achieving the desired result. Since company has successfully completed its expansion last year and therefore due to increase in product range, your company will be at an advantage even in Global Slowdown of Economy.

Convertible Share Warrant Cancellation

The company has forfeited all the share warrants allotted and the amount received on it has been transferred to capital reserve.

Fixed Deposit

During the year under review, the Company did not raise funds by way of fixed deposits and, as such, no amount of principal or interest was outstanding as on the balance sheet date.

Environment Protection and Pollution Control

The Company has always been socially conscious corporate, and has always carried forward all its operations and procedures following environment friendly norms with all necessary clearances.

Your Company has taken the following steps towards environment and Ecological balance in manufacturing of Castings.

- Continuous plantation activities in and around the Factory has helped in keeping the environment pollution free.

Industrial Relation

Cordial industrial relation and improvement in production were maintained at the Company's plant. The management appreciates the support of employees at all level and looks forward to their full co-operation and involvement in years to come.

Directors

In pursuant to the provisions of the Companies Act, 1956 and the Articles of Associations of the Company, Mr. Arvind B. Jalan retires by rotation and being eligible, offer himself for re-appointment. Further with a view to broad base its Board, the company has appointed Mr. Nitin Kedia and Mr. Deven Doshi as directors of the company.

Internal Audit System

The Company's internal Auditors had conducted periodic audit to provide reasonable assurance that the Company's established policies and procedure have been followed.

Internal Control System and its Adequacy

The Company has a proper and adequate internal control system for all its activities including safeguarding and protecting its assets against any loss from its unauthorized use of disposition. All transaction are properly documented, authorized, recorded and reported correctly. The Company has well defined Management Reports on key performance indicators. The systems are reviewed continuously and its improvement and effectiveness is enhanced based on the reports from various fields. Normal foreseeable risks to the company's assets are adequately covered by comprehensive insurance.

Particulars of Employees

In terms of the provisions of Section 217(2A) of the Companies Act, 1956 and the Companies (Particulars of Employee) Rules, 1975, names and other particulars of the employees are required to be set out in the annexure to this report. However, as per the provisions of Section 219(1)(b)(iv) of the Companies Act, 1956, the Report and Annual Accounts of the Company sent to the shareholder do not contain the said annexure. Any shareholders desirous of obtaining a copy of the said annexure may write to the Company at the Registered Office.

Conservation of Energy and Technology Absorption and Foreign Exchange Earning & Outgo

The company has taken all possible measures for the conservation of energy by undertaking melting operations in consolidated and economical lot sizes for optimum utilizations of furnace.

The Company's in-house Research and Development Department is engaged in continuous up-gradation to take up the changing market demand and this has been well appreciated by the user industries. The Company has adopted the modern technology in expansion of the capacity which has provided cost reduction and improvement in manufacturing process. However it has always been the continuous ongoing process to improve technology in production process and give importance to maintain standard in quality product to the highest level of satisfaction to customer.

The information regarding the foreign exchange earnings and outgo is contained in note no. (i) of Schedule 19 to the Notes to Accounts.

Auditors' Report

The auditors' report is self explanatory. It does not require any comment as there is no qualification in reports.

Code of Conduct

In terms of requirement of Clause 49 of the listing Agreement, the Company has received certificate from all its senior management personnel and member of the Board about the compliance of code of conduct as laid down by the Board.

Directors' Responsibility Statement

Pursuant to Section 217(2AA) of the Companies Act, 1956 the Directors, subscribe to the Directors Responsibility statement and Confirm as under:

- (i) That in presentation of the Annual Accounts, applicable accounting standards has been followed.
- (ii) That the accounting policies have been consistently applied and reasonable, prudent judgment and estimates are made so as to give true and fair view of the state of affairs of your Company as at 31st March 2009.
- (iii) That the proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provision of the Companies Act, 1956 for safeguarding the assets of your company and for preventing and detecting frauds and other irregularities.
- (iv) That the annual accounts of your company have been prepared on going concern basis.

Auditors

M/s. Jajodia and Company, Chartered Accountants, Auditor of the Company, holds office until the conclusion of the ensuing Annual General Meeting and is recommended for re-appointment and fixes their remuneration. Certificate from the Auditors has been received to the effect that their re-appointment, if made, would be within the limits prescribed under section 224(1B) of the Companies Act, 1956.

Acknowledgements

The Directors wish to convey their appreciation to all of the Company's employees for their enormous personal efforts as well as their collective contribution to Company's record performance.

The Directors would also like to thank shareholders, customers, dealers, suppliers, bankers, financial institutions, Government authorities and all other business associates for the continued support given by them to the company and their confidence in management.

By Order of the Board of Directors

Nirmal B. Kedia

Director

Thane, the 20th June, 2009

Management Discussions and Analysis forming part of Director's Report for the year ended 31st March, 2009.

Global and Indian Scenario

As far as the current Global economic slow down & uncertainty is concern, it is widely believed according to the experts that it will last until 2011. However our Indian economy did not remain untouched from Global slow down but impact is not as grave as in other countries.

Industry Structure and Development

The Company caters the need of core sector industries like Cement, Fertilizer, Iron & steel, Petrochemical and Engineering Industries etc. Since the customer base of Company is wide on selective basis hence it has been able to consolidate its position in the market despite of slowdown.

Opportunities & threats

The Company's main thrust is to satisfy the requirement of existing and potential customer in timely manner and at reasonable price. To meet the demand of customers in the centrifugal casting Segment Company has already expanded the capacity to face the new challenge and grab the opportunity in this field. The Company does foresee threat, but Company is working with modern technology and on new products to averse the risk of slow down.

Outlook

Despite the slowdown in Indian economy, now the indices of industry have started showing the recovery in all sectors. The chances of achieving the same growth rate may be possible if the sectors served by your Company achieve the same growth rate. Due to decrease in the price of Raw material and wide fluctuations in the US dollar rate the Company's margin get impacted. However with better cost control and management, Company expects satisfactory performance.

Risk and Concerns

The Company considers good corporate governance as a pre-requisite for meeting the needs and aspiration of its shareholders. The main risk to the Company which may arise is mainly due to Government policies and decisions, Fluctuations in prices of Raw materials, Exchange rate fluctuations, Investment decisions, Industries demand etc.

Segment or Product wise Performance

The Company is operating in one segment known as Alloys Steel Castings in the range of static and centrifugal. The product wise comparison not possible as every product is specific as per order to the size, shape and alloy mix. Therefore performance of the Company has to be seen in overall manner.

Internal control System and their Adequacy

The Company has developed adequate internal control system commensurate to its size and business. The Company has appointed the Internal Auditors, an outside independent agency to conduct the internal audit to ensure adequacy of internal control system, compliance of rules and regulations of the country and adherence to the management policies.

Financial Performance with respect to Operational Performance

The Company has registered a turnover of Rs. 4,406.29 Lacs and Profit before depreciation and tax of Rs. 356.22 Lacs. The depreciation provided during the year was Rs. 80.70 Lacs and provision for taxes was Rs 70.72 Lacs, the Net Profit for the year after tax was Rs.182.03 Lacs.

Human Resources

During the year, Company maintained harmonious and cordial industrial relations. No man days lost due to strike, lock out etc.

Disclosure by the Senior Management Personnel i.e. one level below the board including all HOD's

None of the senior Management Personnel has financial and commercial transaction with the Company, where they have personal interest that would have a potential conflict with the interest of the Company at large.

Report on Corporate Governance forming part of Director's Report

A Brief Statement on Company's philosophy on code of Corporate Governance

The Philosophy of the Company in relation to Corporate Governance is to ensure transparent disclosures and reporting that conforms fully to law, regulations and guidelines, and to promote ethical conduct throughout the organization with the primary objective of enhancing shareholders value while being a responsible corporate citizen. The Company firmly believes that any meaningful policy on the Corporate Governance must provide empowerment to the executive management of the Company and simultaneously create a mechanism of checks and balance which ensures that the decision making power vested in the executive management are used with care and responsibility to meet shareholders aspirations . The Company is committed to attain the highest standard of Corporate Governance.

Board of Directors

The total strength of the Board as on 31st March, 2009 was five Directors as detailed herein below:

Sr. No.	Name	Designation	Category (Wholetime / Executive / Non Executive / Independent)
b1	Mr. Nirmal B. Kedia	Chairman	Executive
2	Mr. S. L. Agrawal	Whole time Director	Whole time
3	Mr. Nitin S. Kedia	Director	Executive
4	Mr. Arvind B. Jalan	Director	Independent-Non Executive
5	Mr. Deven M. Doshi	Director	Independent- Non Executive

Board Meetings and Annual General Meeting

During the financial year 2008-09, six Board Meeting were held on 28th June, 2008, 31st July, 2008, 31st October, 2008, 10th November, 2008, 31st January, 2009, 30th March, 2009 and the Annual General Meeting was held on 12th August, 2008.

The attendance of each Director in the Board Meeting and Annual General meeting is detailed herein below.

Sr. No.	Name of Directors	No. of meetings held during the tenure of Director in FY 2008-09	No. of Board Meetings attended during FY 2008-09	Attendance at the AGM held on 12.08.2008
1	Mr. Nirmal B. Kedia	6	6	Yes
2	Mr. S. L. Agrawal	6	6	Yes
3	Mr. Nitin S. Kedia, Appointed on 10th November, 2008	3	3	N.A.
4	Mr. Arvind B. Jalan	6	6	Yes
5	Mr. Deven M. Doshi, Appointed on 10th November, 2008	3	3	N.A.

As per clause 49 the above details are required to be disclosed for the following three committees

- 1) Audit Committee
- 2) Shareholders / Investors Grievance Committee
- 3) Remuneration Committee

None of the Director of the Board is a member of more than ten Committee is and Chairman of more than five committees as per clause 49(IV)(B) across all companies in which they are Directors.

Board Committees

The Company in conformity with code of corporate Governance has constituted the following committees:

Audit Committee as at 31st March, 2009

The Details of Audit Committee meetings held and attended by the all Committee Members are as under.

The Audit committee comprises of three Directors and four meetings were held on 28th June, 2008, 31st July, 2008, 31st October, 2008, and 31st January, 2009

Sr. No.	Name of Director	Category	No. of Audit Committee Meetings held in tenure	No. of Audit Committee Meetings attended
1	Mr. Nirmal B. Kedia	Chairman & Director	4	4
2	Mr. Deven M. Doshi	Independent Director	1	1
3	Mr. S. L. Agrawal	Whole time Director	4	4

Brief Terms of Reference of Audit Committee

The primary function of the Audit Committee is to assist the Board of Directors in fulfilling its oversight responsibilities by reviewing the financial reports and other financial information provided by the Company to any Govt. body or to the investors or public; the Company's system of internal controls regarding finance, accounting and legal compliances that Management and the Board have established.

Shareholders/Investors Grievance Committee

The Shareholders/Investors Grievance Committee comprises of three Directors and one meeting was held on 28th June, 2008

Sr. No.	Name of Director	Category	No. of Meetings held in tenure	No. of Meetings attended
1	Mr. S. L. Agrawal	Whole time Director	1	1
2	Mr. Deven M. Doshi	Independent Director	0	0
3	Mr. Arvind Jalan	Independent Director	1	1

In accordance with the Authority Granted by the Board of Share Transfer Committee, Mr. Sadashiv R. Sapaliga, deals with the following matters concerning shareholders once in a month.

Details of complaints received and redressed during the financial year ended 31.03.2009

There were no complaints received during the financial year ended 31.03.2009 and none of the complaints pending to be resolved.

The Board has consented to the understanding that complaints of non receipt of Annual Report will not be treated as Complaints under clause 49(g)(iii), as the Company's Liability is discharged when the relevant articles are posted at the last known address of the investor. And that in the above cases the letters received from the investors will be serviced in addition to the responsibility under clause 49 of the Listing Agreement as investor friendly measure beyond the legal obligation

Remuneration Committee

The Company is managed by the Board of Directors, a committee of Directors comprising of Mr. Nirmal B. Kedia, Mr. S. L. Agrawal and Mr. Arvind B. Jalan.

Remuneration Policy

The meeting of the Remuneration Committee takes place as and when necessary. Within the overall limit fixed as per the Company Act and shareholders, the Board decides the remuneration of Executive Directors taking the performance into consideration so as to induce the concerned executive to put their best.

Sitting Fees

The Company has no provision of sitting fees to the Board of Directors and hence not paid any fees for attending each meeting of Audit Committee.

General Meetings

Location and Time of last three Annual General Meetings

Sr.	Financial year	Location	Day/ Date	Time	No. of Special Resolutions
1	2005-2006	Thane	Saturday, 30-09-2006	11.30 a.m.	1
2	2006-2007	Thane	Saturday, 14-07-2007	11.30 a.m.	2
3	2007-2008	Thane	Tuesday, 12-08-2008	10.30 a.m.	Nil

Extra Ordinary General Meeting(s) (EGMs)

During the year no Extra Ordinary General Meetings of the members of the Company was held.

Disclosures

Related Party Transactions

Related Party Transactions under clause 49 of the Listing Agreements are defined as the transaction of the Company of a material nature, with its promoters, the Directors or the management, their Subsidiaries or relatives etc. that may have potential conflict with the interest of the Company at large.

Among the related party transactions are the contracts or arrangements made by the Company from time to time with companies in which the directors are interested. All these contracts or arrangements are entered in the Register of Contracts under section 301 of the Companies Act, 1956 and the register is placed before the Board from time to time. There was no material Transactions with related parties during the year 2008-09 that are prejudicial to the interest of the Company.

Statutory Compliance

There has been no non compliance of the provisions / requirements of Stock Exchanges / SEBI or any other statutory authority on any matter relating to capital market.

General Shareholders Information

Means of Communication

The financial results are taken on record by Board of directors and submitted to Stock Exchange in terms of clause 49 of the Listing Agreement and published in "Free Press" and "Navshakti" news papers.

The Management Discussion and Analysis Report is Attached with the Director's Report in this 26th Annual Report of the Company delivered to the shareholders.

Annual General Meeting:

Date and time	:	16 th July, 2009, at 11.00 A.M.
Venue	:	Hotel SHARANAM, Eastern Express Highway, Service Road, Opp. Ramakrishna Nagar, Thane (West) – 400 604
Financial Year	:	Year ending 31 st March, 2009

Dates of Book Closure : 9-7-2009 to 16-07-2009 both days inclusive.

Listing on Stock Exchange : The Bombay Stock Exchange Ltd.

Stock Codes (for shares) : 508875

Market Price Data :

Month - Year	High Rs.	Low Rs.
Apr-2008	48.3	38.3
May-2008	52.5	47.55
Jun-2008	54.9	45.25
Jul-2008	58.8	51.35
Aug-2008	74.6	50.85
Sep-2008	75.1	66.2
Oct-2008	65	56.85
Nov-2008	54.05	46.4
Dec-2008	48.95	46.55
Jan-2009	44.25	42.05
Feb-2009	No trading	No trading
Mar-2009	41.5	39.95

Distribution of share holding as on 31st March, 2009

Category (Amount)	No. of Shareholders	Percentage	No. of Shares	Percentage
Upto-5000	373	80.22	69,850	4.98
5001-10000	38	8.17	32,800	2.34
10001-20000	18	3.87	26,950	1.92
20001-30000	5	1.08	13,000	0.93
30001-40000	6	1.29	21,800	1.55
40001-50000	1	0.22	4,550	0.32
50001-100000	2	0.43	15,700	1.12
100001-Above	22	4.73	1,219,350	86.85
Total	465	100	1,404,000	100.00

Category of Shareholders as on 31st March, 2009

	Category	No. of Shares Held	% of Shareholding
A	Promoter's holding		
	1 Promoters		
	- Indian Promoters	544400	38.77
	- Foreign Promoters	Nil	Nil
	Sub - Total	544400	38.77
B	Non - Promoter's holding		
	2 Institutional Investors		
	a Mutual Funds and UTI	Nil	Nil
	b Banks, Financial Institutions	Nil	Nil
	c Insurance Companies / Central / State	Nil	Nil
	d FII's (Including ADB holding)	Nil	Nil
	Sub-Total		
	3 Others		
	a Private Corporate Bodies	19000	1.35
	b Indian Public	836500	59.58
	c NRI's /OCB's(Including GDFI)	300	0.02
	d Any other (Clearing Members & Trusts)	3800	0.27
	Sub-Total	859600	61.23
	GRAND TOTAL	1404000	100.00

Dematerialization of Shares and Liquidity

92.60 % of the Company's shares capital is held in dematerialised form as on 31st March, 2009. The Company's shares are frequently traded on Bombay Stock Exchange of India Limited.

Plant Location

Plot No. 183/1, Surangi, Silvassa, Dadra & Nagar Haveli – 396 230

Address for Correspondence

Prestige Precinct, 3rd Floor, Almeida Road, Thane (West), Thane – 400 601

Address for Correspondence for Share related work

Registrar & Share Transfer Agent Sharex Dynamic (India) Pvt. Ltd. Unit No. 1, Luthra Industrial Premises, Andheri-Kurla Road, Safed Pool, Andheri (East), Mumbai – 400 072

Email Id of investor's Complaint: ncl@bom5.vsnl.net.in

Declaration by the Wholetime Director under clause 49 of the Listing agreement regarding compliance with Code of Conduct

In accordance with Clause 49 1(D)(ii) of the Listing Agreement with the Stock Exchange, I hereby confirm that all the Directors and the Senior Management personnel of the Company have affirmed compliance with the Code of Conduct as applicable to them for the Financial year ended 31st March, 2009.

For Nitin Alloys Global Limited For Nitin Alloys Global Limited

**S. L. Agarwal
Wholetime Director**

**Ashwini Pareek
Manager-Accounts & Finance**

Mumbai, the 20th June, 2009

**Auditor's Certificate on Compliance with the conditions of
Corporate Governance under clause 49 of the Listing Agreements**

To the Shareholders of Nitin Alloys Global Limited

1. We have examined the compliance of conditions of Corporate Governance by Nitin Alloys Global Limited ("the Company") for the year ended 31st March, 2009, as stipulated in clause 49 of the Listing Agreement of the said Company with Stock Exchanges in India.
2. The Compliance of Conditions of the Corporate Governance is the responsibility of the Company's management. Our examination was limited to the review of the procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statement of the Company.
3. In our opinion and to the best of our information and according to the explanation given to us, we certify that Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement.
4. We further state that such compliance is neither an assurance as to the future viability of the company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

*For Jajodia & Company
Chartered Accountants*

Dinesh Jajodia
Proprietor
Membership No. 101008
Mumbai, the 20th day of June, 2009

Auditors' Report

The Members,

Nitin Alloys Global Limited

Thane

- 1) We have audited the attached Balance Sheet of **Nitin Alloys Global Limited** as at 31st March 2009, and the related Profit and Loss Account and Cash Flow Statement for the year ended on that date annexed thereto, which we have signed under reference to this report. These financial statements are the responsibility of the management of the Company. Our responsibility is to express an opinion on these financial statements based on our audit.

- 2) 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 mis-statements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

- 3) As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of 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 explanation given to us, we give in the attached Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.

4) Further to our comments in the Annexure referred to in paragraph 3 we report as follows:

- a) We have obtained all the information and explanations, which to the best of our knowledge and belief, were necessary for the purpose of audit;
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
- c) The Balance Sheet and Profit and Loss Account and Cash Flow statement dealt with by this report are in agreement with the books of account ;
- d) In our opinion, the Balance Sheet and the Profit and Loss Account and Cash Flow statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956.
- e) Based on the written representations made by the Directors as on 31st March, 2009 and taken on record by the Board of Directors of the Company and the information and explanations given to us, none of the directors is, as on 31st March, 2009, prima-facie disqualified 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 financial statements read together with the significant accounting policies and notes thereon, give the information required by the Companies Act, 1956, in the manner so required and present a true and fair view in conformity with the generally accepted accounting principles in India:
 - (i) In the case of Balance Sheet of the state of affairs of the Company as at 31st March, 2009;
 - (ii) In the case of Profit and Loss Account of the profit of the Company for the year ended on that date.
 - (iii) In the case of the Cash Flow statement, of the cash flows for the year ended on that date.

For Jajodia & Company
Chartered Accountants

Dinesh Jajodia
Proprietor
Membership No. 101008.
Mumbai, the 20th day of June, 2009

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Annexure to the Auditors' Report

Referred To In Paragraph 3 of Our Report of Even Date

1. As per the information and explanations given to us, the Company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.
2. We have been informed that the respective heads of the department at reasonable intervals conducted physical verification of fixed assets. In respect of assets physically verified, the details has been compared with the books records and discrepancies noticed thereof were not material and have been properly dealt with in the books of accounts.
3. Substantial parts of the fixed assets have not been disposed of during the year so as to affect its going concern.
4. As explained to us, the management at regular intervals during the year has physically verified inventories.
5. The procedures explained to us, which are followed by the management for physical verification of the inventories, are in our opinion, reasonable and adequate in relation to the size of the company and the nature of its business.
6. The Company is maintaining proper records of the inventories. As explained to us and according to the records produced to us for our verification, discrepancies, which were noticed on physical verification of inventories, as compared to book records, have been properly dealt with in the books of account.
7. The Company has maintained necessary records to show full particulars of loans accepted and granted to/from companies, firms or other parties listed in the register maintained u/s 301 of the Companies Act, 1956. As there is no stipulation regarding repayment of principal and payment of interest, there are no overdue amounts of loans more than one lac rupees.
8. According to information and explanations given to us by the management of the Company, the terms and conditions of such loans given and taken are prima-facie not prejudicial to the interest of the company.

9. 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 stores, raw material including components, plant and machinery, equipments and other assets and for the sale of goods. During the course of our audit we have not observed any major weakness in internal control.
10. In our opinion and according to the information and explanations given to us, the particulars of contracts or arrangements referred to in section 30J of the Act have been entered in the register required to be maintained under that section.
11. In our opinion and according to the information and explanations given to us, the transactions made in pursuance of such contracts or arrangements and exceeding the value of Rupees Five lacs 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.
12. In our opinion and according to the information and explanations given to us by the Company, the provision of section 58A and section 58AA of the Companies Act, 1956 and the rules framed thereunder in respect of acceptance of deposits are not applicable to the company.
13. The Company has an internal audit system commensurate with its size and nature of its business.
14. As explained to us, the maintenance of cost records has not been prescribed by the Central Government under section 209(1)(d) of the Companies Act, 1956 in respect of the Company's products.
15. According to the information and explanations given to us and as per records of the Company, undisputed statutory dues including Provident fund, Investor Education and Protection Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Customs Duty, Excise Duty, Cess and other statutory dues have been generally regularly deposited with the appropriate authorities. According to the information and explanation given to us, no undisputed amount payable in respect of the aforesaid dues were outstanding as at 31st March, 2009 for a period more than six months from the date they become payable.

16. According to the information and explanations given to us, the Income-Tax liability for Assessment Year 1998-99 amounting to Rs. 5,52,702/- is pending before the appropriate authorities.
17. The Company has raised new term loans during the year .The term loans outstanding at the beginning of the year and those raised during the year have been applied for the purpose for which they were raised.
18. The Company has neither accumulated losses at the end of the financial year nor has it incurred cash losses, both, in the financial year under report and the immediately preceding financial year.
19. On the basis of the records examined by us and the information and explanations given to us, the Company has not defaulted in repayment of dues to financial institutions, banks or debenture holders.
20. As explained to us, the Company has not granted any loans or advances on the basis of security by way of pledge of shares, debentures or any other securities.
21. In our opinion, the company is not a chit fund or a nidhi / mutual benefit fund/society. Therefore, clause 4(xiii) of the Companies (Auditors Report) Order, 2003 is not applicable to the Company.
22. In respect of shares, securities, debentures and other investments dealt or traded by the Company, proper records are maintained in respect of transactions and contracts and timely entries have been made therein. The Company in its own name holds all the investments.
23. According to the information and explanations given to us, and the representation made by the management, the company has neither given any guarantee for loans taken by others from any bank or financial institution.
24. According to the information and explanations given to us and on an overall examination of the financial statements of the Company and after placing reliance on the reasonable assumptions made by the Company for classification of long term and short term usage of funds, we are of the opinion that, prima-facie, short term funds have not been utilized for long term purpose and vice-versa.

25. 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 during the year and therefore paragraph 4 (xviii) of the Order is not applicable.
26. The company has not issued any debentures during the year and therefore paragraph 4 (xix) of the Order is not applicable.
27. The company has not raised any money by public issue during the year and therefore paragraph 4 (xx) of the Order is not applicable.
28. 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 instance of fraud on or by the company, noticed or reported during the year, nor have we been informed of such case by the management.

For Jajodia & Company
Chartered Accountants

Dinesh Jajodia
Proprietor
Membership No. 101008
Mumbai, the 20th day of June, 2009

Nitin Alloys Global Limited
Audited Balance Sheet as at 31st March 2009

Particulars	Shed	Current Year		Previous Year	
		Rupees	Rupees	Rupees	Rupees
Sources of Funds					
<i>Shareholders Fund</i>					
Share Capital	1	14,040,000		14,040,000	
Equity Share Warrants				2,750,000	
Reserves and Surplus	2	142,208,964	156,248,964	120,167,479	136,957,479
<i>Loans Fund</i>					
Secured Loans	3	88,410,386		146,589,117	
Unsecured Loans	4	5,313,895	93,724,281	8,713,915	155,303,032
<i>Deferred Tax Liabilities</i>					
			6,124,186		3,846,140
			256,097,431		296,106,651
Application of Funds					
<i>Fixed Assets</i>					
Gross Block (At Cost)	5	178,168,380		161,253,419	
Less- Depreciation		32,274,953		24,563,940	
Net Block		145,893,427		136,689,479	
Capital Work in Progress			145,893,427	714,972	137,404,451
<i>Investments</i>					
	6		455,365		891,990
<i>Current Assets, Loans & Advances</i>					
Stock in Trade	7	77,568,126		95,879,609	
Cash & Bank Balances		7,662,322		18,973,618	
Sundry Debtors		52,260,315		76,579,511	
Loans & Advances		3,313,708		10,269,991	
Other Current Assets		16,474,156	157,278,627	19,777,902	221,480,631
<i>Less-Current Liabilities & Provisions</i>					
Sundry Creditors	8	21,624,536		42,567,514	
Other Current Liabilities		14,267,544		13,339,910	
Provisions		15,578,443	51,470,523	13,017,043	68,924,467
Net Current Assets			105,808,104		152,556,164
<i>Deferred Revenue Expenditure</i>					
(To the extent not Written Off)	9		3,940,535		5,254,046
			256,097,431		296,106,651

Significant Accounting Policies and Notes on Accounts

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As Per Our Report of Even Date Attached
For Jajodia & Company
Chartered Accountants

For Nitin Alloys Global Limited

Nirmal B. Kedia

S.L. Agarwal

Director

Director

Dinesh Jajodia

Proprietor

Membership No. 101008.

Mumbai, the 20th day of June, 2009

Nitin Alloys Global Limited

Schedule 1 to 18 Forming Part of the Accounts as at 31st March 2009

Particulars	Current Year	Previous Year
	Rupees	Rupees
Schedule- 1		
Share Capital		
<i>A. Authorised Capital</i>		
20,00,000 Equity Shares of Rs. 10/- Each	20,000,000	20,000,000
<i>B. Issued Subscribed & Paid Up Capital</i>		
14,04,000 Equity Shares of Rs.10/- Each Fully Paid Up	14,040,000	14,040,000
Total Rs. =>	14,040,000	14,040,000
Schedule - 2		
<i>Reserves & Surplus</i>		
<i>A. Profit / (Loss) Brought forward</i>		
Add-Profit / (Loss) Current year	68,150,479	50,814,346
	18,202,485	17,336,133
	86,352,963	68,150,478
<i>B. Capital Reserves</i>		
	2,750,000	-
<i>B. General Reserves</i>		
	7,500,000	7,500,000
<i>C. Share Premium</i>		
	45,606,000	44,517,000
Total Rs. =>	142,208,963	120,167,478
Schedule - 3		
<i>Secured Loans</i>		
Term Loan Account	84,529,328	104,872,030
Cash Credit Accounts	3,881,058	41,717,087
Total Rs. =>	88,410,386	146,589,117
Schedule - 4		
<i>Unsecured Loans</i>		
From Companies	4,553,318	4,604,475
From Others	760,577	4,109,440
Total Rs. =>	5,313,895	8,713,915

Nitin Alloys Global Limited
Schedule 5

S.L.M.

Schedule Of Fixed Assets As At 31st March 2009

Description	Gross Block				Depreciation				Net Block	
	Opening 1-Apr-08	Addition	Deduction	Closing 31-Mar-09	Opening 1-Apr-08	Addition	Deduction	Closing 31-Mar-09	As on 31-Mar-09	As on 31-Mar-08
Building	42,718,297	9,018,263	-	51,736,560	4,098,580	1,564,703	-	5,663,283	46,073,277	38,619,717
Pattern	3,779,960	-	-	3,779,960	2,483,584	427,513	-	2,911,097	868,863	1,296,376
Land	1,678,845	-	-	1,678,845	-	-	-	-	1,678,845	1,678,845
Plant & Machinery	92,060,489	3,450,401	-	95,510,890	12,282,105	4,471,799	-	16,753,904	78,756,986	79,778,384
Energy Saving Equipments	1,802,318	-	-	1,802,318	95,930	85,610	-	181,540	1,620,778	1,706,388
Furniture & Fixtures	490,339	3,022,854	-	3,513,193	269,167	145,632	-	414,799	3,098,394	221,172
Office Equipments	86,296	269,060	-	355,356	51,811	21,237	-	73,048	282,308	34,485
Electrical Installation	11,809,499	721,716	-	12,531,215	3,212,145	575,388	-	3,787,533	8,743,682	8,597,354
Air Conditioner & Refrigeration	38,100	363,051	-	401,151	8,128	14,533	-	22,661	378,490	29,972
Computers	1,263,075	65,600	-	1,328,675	889,644	210,601	-	1,100,245	228,430	373,431
Vehicles	5,526,201	1,079,470	1,075,454	5,530,217	1,172,848	553,306	359,311	1,366,843	4,163,374	4,353,353
Total	161,253,419	17,990,415	1,075,454	178,168,380	24,563,942	8,070,322	359,311	32,274,953	145,893,427	136,689,477
Capital work in Progress	714,972	-	714,972	-	-	-	-	-	-	714,972
Grand Total	161,968,391	17,990,415	1,790,426	178,168,380	24,563,942	8,070,322	359,311	32,274,953	145,893,427	137,404,449
Previous Year	116,943,690	153,063,994	108,039,293	161,968,391	18,761,963	5,801,977	-	24,563,940	137,404,451	-

Nitin Alloys Global Limited

Schedule 1 to 18 Forming Part of the Accounts as at 31st March 2009

Particulars	Current Year	Previous Year
	Rupees	Rupees
Schedule - 6		
<i>a) Unquoted Investment (At Cost)</i>		
72,000 Eq. Sh. of Ridhi Sidhi Commercial Co. Ltd. (FV 10/- fully paid up)	167,150	167,150
10,000 Eq. Sh. of Ariel Estate Investment Pvt. Ltd. (FV 10/- fully paid up)	100,000	100,000
1,000 Eq. Sh. of Prescon Builders Pvt. Ltd. (FV 100/- fully paid up)	100,000	500,000
	367,150	767,150
<i>b) Quoted Investments (At Cost)</i>		
14,500 Eq. Sh. of Kedia Construction Co. Ltd. (FV 10/- fully paid up)	-	36,625
100 Eq. Sh. of Unibex Alloys Ltd. (FV 10/- fully paid up)	5,455	5,455
325 Eq. Sh. of J.K. Synthetic Ltd. (FV 10/- fully paid up)	12,695	12,695
2,595 Eq. Sh. of Dena Bank (FV 10/- fully paid up)	70,065	70,065
	88,215	124,840
Total Rs. =>	455,365	891,990
Schedule - 7		
Current Assets, Loans & Advances		
<i>a) Stock in Trade</i>		
<i>Refer Notes to the accounts Point No.1(d)</i>		
Raw Material	29,563,050	56,926,552
Stores & Spares	2,282,267	1,721,268
Work in Progress	45,722,809	36,766,459
Shares	-	465,330
	77,568,126	95,879,609
<i>b) Cash & Bank Balances</i>		
Cash/Cheques in hand	1,358,564	334,495
Bank Balance in Current Account	663,223	11,975,702
Bank Balance in Margin Money	5,640,535	6,663,421
	7,662,322	18,973,618
<i>b) Sundry Debtors</i>		
<i>(Unsecured, considered Goods unless otherwise stated)</i>		
Debts Outstanding for the period more than six months	3,511,030	7,429,515
Debts Outstanding for less than six months	48,749,285	69,149,996
	52,260,315	76,579,511
<i>c) Loans And Advances</i>		
<i>(Unsecured considered goods unless otherwise stated)</i>		
Advances recoverable in cash or kind	3,174,478	9,820,841
Sundry Deposits	139,230	449,150
	3,313,708	10,269,991
<i>d) Other Current Assets</i>		
Balance with Central Excise, Sales Tax, etc.	4,272,495	8,304,340
Advance Income Tax and TDS/TCS	12,201,661	11,473,562
	16,474,156	19,777,902
Total Rs. =>	157,278,627	221,480,631

Nitini Alloys Global Limited

Schedule 1 to 18 Forming Part of the Accounts as at 31st March 2009

Particulars	Current Year	Previous Year
	Rupees	Rupees
Schedule - 8		
Current Liabilities & Provisions		
a) Current Liabilities		
Sundry Creditors	21,624,536	42,567,514
Advance received from Customers	13,892,647	12,463,953
Statutory Liabilities	142,396	537,712
Others Liabilities	232,501	338,245
	35,892,080	55,907,424
b) Provisions		
Provision for Expenses	3,973,443	2,850,294
Provision for Income Tax	11,605,000	10,166,749
	15,578,443	13,017,043
Total Rs. =>	51,470,523	68,924,467
Schedule - 9		
Deferred Revenue Expenditure		
Deferred Revenue Expenditure	5,254,046	6,567,557
Less -Expenses written off during the year (1/5th)	1,313,511	1,313,511
Total Rs. =>	3,940,535	5,254,046
Schedule - 10		
Income Operations		
Sales Less Returns (Including Excise Duty)	437,991,331	483,087,519
Other Income	2,637,455	322,709
Total Rs. =>	440,628,786	483,410,228
Schedule - 11		
Increase / (Decrease) in Stock		
Work in Progress		
Opening Stock of Work in Progress	36,766,459	26,807,883
Less-Closing stock of Work in Progress	45,722,809	36,766,459
	8,956,350	9,958,576
Shares in Hand		
Opening Stock of Shares in Hand	465,330	465,330
Less-Closing stock of Shares in Hand	-	465,330
	(465,330)	-
Total Rs. =>	8,491,020	9,958,576

Nitin Alloys Global Limited

Schedule 1 to 18 Forming Part of the Accounts as at 31st March 2009

Particulars	Current Year	Previous Year
	Rupees	Rupees
Schedule - 12		
Consumption of Material		
Consumption of Raw Material	274,439,670	309,679,550
Consumption of Stores & Spares	6,434,314	5,573,565
Total Rs. =>	280,873,984	315,253,115
Schedule - 13		
Manufacturing Expenses		
Excise Expenses	51,673,259	69,557,183
Power & Fuel	15,827,234	10,944,827
Custom & DEPB	2,687,632	4,815,148
Freight, Clearing & Forwarding Charges	2,706,997	3,445,340
Job Work / Labour Charges	10,814,685	13,701,841
Packing & Pattern Charges	3,127,547	4,403,348
Loading/Unloading, Octroi & Testing Charges	459,689	291,137
Repairs & Maintenance (Plant & Machinery)	961,037	520,207
Total Rs. =>	88,258,080	107,679,031
Schedule - 14		
Salary & Other Benefits to Employees		
Staff Remuneration	11,777,472	9,228,937
Worker Remuneration	4,260,794	5,250,346
Statutory Contribution	231,468	270,241
Staff Welfare Expenses	214,651	52,873
Total Rs. =>	16,484,385	14,802,397
Schedule - 15		
Administrative & Other Expenses		
Communications & Telephone Expenses	168,439	284,798
Repairs & Maintenance Charges	1,535,905	164,756
Selling & Distribution Expense	493,165	339,062
Vehicle, Traveling & Conveyance Expenses	2,279,666	1,685,210
General Administration Expenses	1,722,928	2,459,388
Sundry Balances W/off	2,236,252	2,126,880
Insurance Expenses	1,446,205	3,292,655
Legal & Professional Charges	1,296,209	1,150,975
Loss on Sale Assets	216,143	-
Total Rs. =>	11,394,912	11,503,724

Nitin Alloys Global Limited
Schedule 1 to 18 Forming Part of the Accounts as at 31st March 2009

Particulars	Current Year	Previous Year
	Rupees	Rupees
Schedule - 16		
Auditors Remuneration		
Statutory Audit Fees	55,000	55,000
Internal Audit Fees	55,000	55,000
Income Tax Audit Fees	40,000	40,000
Certification Charges	15,000	15,000
Audit Expenses	23,335	23,420
Total Rs. =>	188,335	188,420
Schedule - 17		
Financial Charges		
Bank Charges	1,726,566	1,501,964
Interest on Term Loan Account	12,388,479	6,031,116
Interest on CC Account	512,686	2,536,038
Interest on Unsecured Loan & Others	356,444	818,000
Total Rs. =>	14,984,175	10,887,118

Schedule – 18

Notes to the Accounts Annexed to and Forming Part of the Balance Sheet as at 31st March, 2009 and the Profit & Loss Account for the year ended on the date:

1. Significant Accounting Policies

a) Basis of Accounting

The financial statements are consistently prepared on the basis of historical cost convention, in accordance with the applicable accounting standards and on the accounting principles of a going concern. All expenses and income to the extent ascertainable with reasonable certainty are accounted for on accrual basis and are in accordance with the requirements of the Companies Act, 1956.

b) Uses of Estimates

The preparation of the financial statements in conformity with the generally accepted accounting principles requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and during the reporting year. Difference between the actual result and estimates are recognized in the year in which the results are known / materialized.

c) Fixed Assets

- i. Fixed Assets are stated at cost of acquisition or construction less accumulated depreciation.
- ii. The cost comprises the purchase price, duties, applicable taxes (net of cenvat availed) and any attributable cost of bringing the assets to its working condition for its intended use.
- iii. Depreciation on Fixed Assets is provided for on Straight Line Method at rates prescribed under Schedule XIV to the Companies Act, 1956.
- iv. Depreciation on the fixed assets added during the year is provided on pro-rata basis with reference to the month of addition. No depreciation is charged on fixed assets disposed off during the year.

d) Investments

Investments (all long term) are stated at cost of acquisition. No adjustment is made in the carrying cost for temporary decline, if any, in the value of these investments.

e) **Inventories**

Inventories are valued as under

- i. Stores and spares (for regular use) are stated at lower of cost or at net estimated realizable value on first-in-first-out basis.
- ii. Raw material, components are valued at lower of cost on first-in-first-out basis or estimated net realizable value basis.
- iii. Semi finished goods includes appropriate cost of conversion and other costs incurred in bringing the inventories to their present condition.
- iv. Stock in trade of shares are valued at cost and wherever applicable on First- in first -out basis.

f) **Gratuity & Retirement benefit**

- i. The Company has scheme of retirement benefits such as provident fund and gratuity fund and the Company's contributions are charged to the Profit and Loss Account.
- ii. In respect of staff and workmen, a contribution to Gratuity Scheme is made under the Group Gratuity Scheme of Life Insurance Corporation of India on the basis of actuarial valuation.
- iii. Leave encashment liability is accounted on actual payment basis and charged to the Profit and Loss Account in the year of payment.

g) **Revenue Recognition**

- i. Sales are recognized upon dispatch and are recorded inclusive of excise duty, service, and Labour charges but are net of returns, trade discount, late delivery charges and transport charges .The unit of the company situated at Silvassa is exempted from sales tax.
- ii. Dividend income is accounted on receipt basis.

h) **Purchase**

Purchase includes traded goods, custom duty, clearing and forwarding, Octroi and other expenses net of cenvat credit.

i) **Transactions in foreign exchange**

Rs. in Lacs

Sr.	Particulars	Current Year	Previous Year
1.	C.I.F. Value of Import	341.09	207.11
2.	Expenditure in Foreign Currency	348.63	210.72
3.	Earnings in Foreign Exchange	27.75	40.62

j) Expenditure

- i. All Expenses are accounted on accrual basis except leave travel allowances, medical reimbursement, and leave encashment, commission on bank guarantees, bank charges, rebate and discounts which are accounted on Cash basis

k) Contingent Liabilities

Company has not recognized any Contingent Liabilities other than those specified below:

Rs. in Lacs

Sr.	Particulars	Current Year	Previous Year
1.	Letter of Guarantee given by the Bankers	218.43	238.86
2.	Letter of Credit issued by the Bankers	1.98	137.87
3.	Claims against the Company not acknowledge as debts	Nil	Nil

l) Earnings per share

Rupees

Sr.	Particulars	Current Year	Previous Year
1.	Net Profit / (Loss) after Tax as per Profit & Loss Account	18,202,485	17,336,133
2.	Number of Shares Outstanding during the year (weighted average in previous year)	1,404,000	927,711
3.	Basic & Diluted Earnings per shares on Weighted average Basis	12.96	18.69

m) Taxes on Income

- i. Current tax provision has been determined on the basis of relief and deductions available under the Income Tax Act, 1961.
- ii. There being deferred tax liability for the year ended 31st March, 2009 the same has been accounted for in the books of accounts as required by AS-22 of the Institute of Chartered Accountants of India.

n) Share capital

Equity Share Warrants forfeiture

The amount received on equity share warrants of Rs. 27,50,000/- stands forfeited and transferred to capital reserve.

o) Cash and Bank Balance

Cash & Bank balance includes cheque in hand of Rs. 8,96,000/-

p) Loans from Banks

i. Secured Loans from Indian Overseas Bank and State Bank of India are secured by way of hypothecation of entire stocks of raw materials, semi-finished and finished goods, consumable stores and spares, debtors, plant and machineries, and charge on immovable properties at Silvassa Plant.

ii. Car Loans are secured by hypothecation of motor vehicles purchased here-against.

q) In the opinion of the Board, current assets, loans and advances have a value on realization in the ordinary course of business at least equal to the amount at which they are stated. The balances of Sundry Debtors, Loans and advances, Deposits, some of the Sundry Creditors and Unsecured Loans are subject to confirmations and adjustments, if any.

r) None of the Company's suppliers have intimated of their being a Small Scale Industrial Undertaking and to the best of the company's knowledge and belief sundry creditors as at 31st March, 2009 does not include outstanding due to Small Scale Industries within the meaning of Section 3 of the Industries (Development and Regulation) Act, 1951.

s) Directors Remuneration of Rs.19,95,167/- (Previous year Rs. 14,54,000/-)

t) Payments to Auditors

Rupees

Sr.	Particulars	Current Year	Previous Year
1.	Statutory Audit Fees	55,000	55,000
2.	Internal Audit Fees	55,000	55,000
3.	Income Tax Audit Fees	40,000	40,000
4.	Certification Charges	15,000	15,000
5.	Audit Expenses	23,335	23,420

u) **Related Parties Disclosures**

Rupees

Sr.	Particulars	Relationship	Nature	Current Year
1.	Nitin Castings Limited	Associates	Sales & Labour	125,539,586
2.	Nirmal B. Kedia	Director - Key Management	Salary & Interest	1,421,462
3.	Nitin S. Kedia	Director- Key Management	Salary	4,66,667

v) **Additional Information pursuant to Part-II of schedule VI to the Companies Act, 1956.**

1) Installed Capacities

Qty in MT

Description	Current Year	Previous Year
Alloys Steel Castings (Static & Centrifugal)	3,000	3,000

Note: Installed capacities are accepted by the auditors as certified by the Management

2) Particulars in respect of Stocks and Production

Qty in MT

Description	Opening Stock		Production	Closing Stock	
	Quantity	Rupees	Quantity	Quantity	Rupees
Alloys Steel	-	-	1,040.474	-	-
Castings			(1,027.673)		

3) Particulars in respect of Sales, Services and Labour Charges

Rupees in Lacs

Description	Qty in MT	Rupees
Alloys Steel Castings - Manufacturing	1,040.474	4,378.60
	(1,027.673)	(4,830.88)
Description	Qty in No.	Rupees
Shares in Stock	54,280	1.31
	-	-

Note: Sales included samples and replacements etc.

4) Consumption of Raw Materials and Components

Rupees in Lacs

Description	Qty (MT)	Amount
		(Rs. In Lacs)
- Ferro Alloys	166.086	277.30
	(125.811)	(116.73)
- S.S. Scrap	1,070.570	2,254.29
	(1,028.862)	(2,771.01)
- Others	-	212.81
	-	(209.06)
- Total	1,236.656	2,744.40
	(1,154.673)	(3,096.80)

5) Value of Imported and Indigenous raw materials and spares parts consumed.

Description	Raw Materials & Components		Stores & Spares Parts	
	% of Total	Amount	% of Total	Amount
	Consumption	(Rs. In Lacs)	Consumption	(Rs. In Lacs)
Imported	11.10	304.53	-	-
	(6.69)	(207.11)	(0.00)	(0.00)
Indigenous	88.90	2,439.87	100.00	64.34
	(93.31)	(2,889.69)	(100.00)	(55.74)
Total	100.00	2,744.40	100.00	64.34
	(100.00)	(3,096.80)	(100.00)	(55.74)

w) Figures in brackets relates to previous year. The previous year's figures have been regrouped, rearranged and classified wherever necessary.

As per our Report of even date
For Jajodia & Company
Chartered Accountants

For NITIN ALLOYS GLOBAL LTD.

Nirmal B. Kedia
Director

S.L. Agarwal
Director

Dinesh Jajodia
 Proprietor
 Membership No. 101008
 Mumbai, the 20th day of June, 2009

CASH FLOW STATEMENT

Annexed to the Balance Sheet for the period April 2008 to March 2009

Particulars	(Rupees in Lacs)	
	Current	Previous
A. <u>Cash flow from Operating Activities</u>		
Net Profit as per Profit & Loss Account	275.52	259.40
Depreciation	80.70	58.02
Deferred Tax Liability / (Surplus)	22.78	34.63
Interest Expenses (net)	132.58	93.85
Operating profit before working capital changes Adjustment for :	511.58	445.90
(Increase) / Decrease in Sundry Debtors	243.19	(417.24)
(Increase) / Decrease in Loans & Advances	69.56	15.52
(Increase) / Decrease in Inventories	183.11	(242.29)
(Increase) / Decrease in Other Current Assets	33.04	-
Increase / (Decrease) in Sundry Creditors	(209.43)	(408.43)
Increase / (Decrease) in Other Liabilities & Provisions	34.89	(57.34)
Cash generated from operations	865.95	(663.88)
Direct taxes (paid/TDS deducted) / Refund received	(93.50)	(86.03)
Net Cash flow from Operating Activities	772.45	(749.91)
B. <u>Cash flow from Investing Activities</u>		
(Purchase) / Sale of Fixed Assets	(165.59)	(392.23)
(Purchase) / Sale of Investments	4.37	-
(Increase) / Decrease in Deferred Revenue Expenditure	13.14	(52.54)
Net Cash flow from investing Activities	(148.09)	(444.77)
C. <u>Cash flow from Financing Activities</u>		
Proceeds / (Repayment) of Secured Loans (net)	(581.79)	1,057.98
Proceeds / (Repayment) of Issue of Shares / Warrants	10.89	449.15
Proceeds / (Repayment) of Unsecured Loans (net)	(34.00)	(108.46)
Interest Paid	(132.58)	(93.85)
Net Cash flow from Financing Activities	(737.47)	1,304.82
Net Increase / (decrease) in cash and cash equivalent	(113.11)	110.13
Cash and cash equivalent as at the beginning of the year	189.74	79.61
Cash and cash equivalent as at the closing of the year	76.62	189.74

The above Cash Flow Statement has been compiled from and is based on the Balance Sheet as at 31st March, 2009 and the relative Profit and Loss Account for the year ended on the date. The above Cash Flow Statement has been prepared in consonance with the requirement of AS-3 on Cash Flow Statement issued by the Institute of Chartered Accountants of India and the reconciliation required for the purpose is as made by Company.

As per our Report of even date
For Jajodia & Company
Chartered Accountants

Dinesh Jajodia
Proprietor
Membership No. 101008
Mumbai, the 20th day of June, 2009

For NITIN ALLOYS GLOBAL LTD.

Nirmal B.Kedia

Director

S. L. Agarwal

Director

Nitin Alloys Global Limited

The Companies Act (1 OF 1956)

Schedule VI -
Part-III

Balance Sheet Abstract and a Company's General Business Profile

1. Registration Detail

Registration No.	028822	State Code : 11
Balance Sheet Date	31 03 2009	
	Date Month Year	

2. Capital raised during the year (Amount in Rs. Lacs)

Public	:	Nil	Right Issue	:	Nil
Bonus Issue	:	Nil	Private Placements	:	Nil

3. Position of Mobilisation and Deployment of Funds (Amount in Rs. Lacs)

Total Liabilities	:	2,560.97	Total Assets	:	2,560.97
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Source of Funds

Paid-up Capital	:	140.40	Reserves & Surplus	:	1,422.04
Equity Share Warrants	:	-	Unsecured Loans	:	53.14
Secured Loans	:	884.10	Deferred Tax Liability	:	61.24

Application of Funds

Net Fixed Assets	:	1,458.93	Investments	:	4.55
Net Current Assets	:	1,058.08	Deferred Revenue Exp	:	39.41
Accumulated Losses	:	Nil	Misc. Expenditure	:	Nil

4. Performance of Company (Amount in Rs. Lacs)

Turnover	:	4,406.29	Total Expenditure	:	4,130.77
Profit / Loss before tax	:	275.52	Profit / Loss after tax	:	182.02
Earning per share in Rs.	:	12.96	Total Dividend @ %	:	Nil

5. Generic Names of Three Principal Products / Service of Company

(As per monetary terms)

Not Applicable

Nitin Alloys Global Ltd.

Regd. Office: Prestige Precinct, 3rd Floor, Almeida Road, Thane (W)-400 601, Mumbai, INDIA.

Tel.: 25342566 / 67 / 68 / 69 Fax: 00-91-22-25345854

E-mail: ncl@bom5.vsnl.net.in Website: www.nitalloys.com

ATTENDANCE SLIP

TWENTY SIXTH ANNUAL GENERAL MEETING

Thursday, July 16, 2009 at 11.00 am

Folio/DP & Client ID No.:

No. of Shares :

I/We hereby record my/our presence at the Twenty Sixth Annual General Meeting held at Hotel Sharranam, Eastern Express Highway, Service Road, Near NEW R.T.O., Opp. Ramakrishna Nagar, Thane (W), Thane – 400 604.

Member's/Proxy's Signature

Notes:

- Members holding shares in physical form are requested to advise the change in their address, if any, to our Registrars & Share Transfer Agent, M/s. Shares Dynamic (India) Pvt. Ltd., Unit No.1, Luthra Ind. Premises, Andheri-Kurla Road, Safed Pool, Andheri (E), MUMBAI – 400 072, quoting their Folio Number(s). Members holding shares in electronic form may update such details with their respective Depository Participant(s).
- Members are informed that no duplicate slips will be issued at the venue of the Meeting and they are requested to bring this slip for the Meeting.

Nitin Alloys Global Ltd.

Regd. Office: Prestige Precinct, 3rd Floor, Almeida Road, Thane (W)-400 601, Mumbai, INDIA.

Tel.: 25342566 / 67 / 68 / 69 Fax: 00-91-22-25345854

E-mail: ncl@bom5.vsnl.net.in Website: www.nitalloys.com

FORM OF PROXY

I/We _____
of _____ being a Member/Members
of **Nitin Alloys Global Ltd**, hereby appoint _____
of _____ or failing him/her _____
of _____ or failing him/her _____
of _____ as my/our Proxy to attend and vote for me/us and on
my/our behalf at the Twenty Sixth Annual General Meeting of the Company, to be held of Thursday,
July 16, 2009 at 11.00 am and at any adjournment thereof.

Dated this _____ day of _____ 2009.

For Office Use only

Proxy No.: _____ No. of Shares: _____

Folio/DP & Client ID No.:

Affix
Re. 1.00
Revenue
Stamp

Notes:

- The Proxy Form should be signed across the Revenue Stamp as per specimen signature(s) registered with the Company.
- The Proxy Form must be deposited at the Registered/Corporate Office of the Company not less than 48 hours before the time fixed for holding the Meeting.
- A Proxy need not be a Member.