



ALLIANCE INTEGRATED METALIKS LIMITED

NOTICE

Notice is hereby given that the Twenty-Second Annual General Meeting of the Company will be held on Saturday, the 31st day of December, 2011 at 1:00 p.m. at the registered office of the Company at 910, Ansal Bhawan, 16, K. G. Marg, New Delhi – 110001 to transact the following business as:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet of the Company as at 30th June, 2011 together with Profit and Loss Account for the year ended on that date and the Reports of Directors and the Auditors thereon.
2. To appoint a Director in place of Mr. Sunil Kumar who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint Auditors of the Company and to fix their remuneration.

SPECIAL BUSINESS:

4. To consider and if thought fit, to pass, with or without modification(s), the following resolution as Ordinary Resolution:-
“**RESOLVED THAT** pursuant to the provisions of section 257 and all other applicable provisions, if any, of the Companies Act, 1956, (including any statutory modification(s) or re-enactment thereof for the time being in force), Shri Ashish Pandit, who was appointed as an Additional Director pursuant to the provisions of Section 260 of the Companies Act, 1956, be and is hereby appointed as Director of the Company liable to retire by rotation.

By Order of the Board
For Alliance Integrated Metaliks Limited

Sd/-
(Mahesh Ochani)
Managing Director

Place : New Delhi
Date : 06.12.2011

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/HERSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.**
- 2) The proxy form duly completed, stamped and signed should reach Company's registered office at least 48 hours before the meeting.
- 3) Relevant Explanatory Statement pursuant to Section 173(2) of the Companies Act, 1956, relating to Special Business to be transacted at the Annual General Meeting (AGM) is annexed hereto.
- 4) All documents referred to in the Notice are open for inspection at the Registered Office of the Company on all working days between 11.00 A.M. to 1.00 P.M.
- 5) The Register of Members and Share Transfer Books of the Company will remain closed from 29th December, 2011 to 31st December, 2011 (both days inclusive).
- 6) The members are requested to bring their copies of Annual Report to the Meeting, as the same will not be redistributed at the venue of Annual General Meeting.
- 7) The Members attending the General Meeting are requested to bring the enclosed attendance slip and deliver the same after filling in their folio number at the entrance of the meeting hall. Admission at the Annual General Meeting venue will be allowed only after verification of the signature in the attendance slip. Duplicate Attendance Slip will be issued at the Registered Office of the Company up to a day preceding the day of Annual General Meeting
- 8) Consequent upon the introduction of section 109A of the Companies Act, 1956, shareholders are entitled to make nomination in respect of shares held by them. Shareholders desirous of making nominations are requested to send their requests in form No. 2B in duplicate (which will be made available on request) to the Registrar and Transfer (R&T) Agent of the Company. In case of shares held in dematerialized form, the nomination has to be lodged with the respective Depository Participant.



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- 9) The Ministry of Corporate Affairs has taken a “Green Initiative in the Corporate Governance” by allowing paperless compliances by the companies and has issued circulars stating that service of notice/documents including Annual Report can be sent by e-mail to its members. To support this green initiative of the Government in full measure members who have not registered their e-mail addresses so far are requested to register their e-mail addresses, in respect of electronic holdings with the Depository through their concerned Depository Participants. Members who hold shares in physical form are requested to register their e-mail address with M/s Beetal Financial & Computer Services Private Limited, Registrar and Transfer Agent of the Company.



ALLIANCE INTEGRATED METALIKS LIMITED

ANNEXURE TO NOTICE

EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT 1956:

ITEM NO. 4

The Board of Directors of the Company ("The Board") had, at its meeting held on 13th May, 2011 appointed, pursuant to the provisions of Section 260 of the Companies Act, 1956("The Act") Shri Ashish Pandit, as an additional Director of the Company. In terms of the provisions of Section 260 of the Act, Shri Ashish Pandit will hold Office up to the date of this Annual General Meeting.

The Company has received notice in writing from a member signifying the candidature of Shri Ashish Pandit for the office of Director of the Company under the provisions of Section 257 of the Act.

The Board recommends the passing of resolution as set out in Item No. 4 of the notice.

Except Shri Ashish Pandit no other Director is in any way concerned or interested in the aforesaid Resolution.

INFORMATION REQUIRED TO BE FURNISHED UNDER CLAUSE 49 OF THE LISTING AGREEMENT IN RESPECT OF DIRECTORS PROPOSED TO BE APPOINTED / RE-APPOINTED

Name	:	Mr. Sunil Kumar
Date of Birth	:	8 th August, 1970
Qualification	:	B.com
Profession	:	Service
Expertise	:	Marketing
Other Directorships	:	Nil
Membership/Chairmanship of Committees of other Public Companies (including only Audit Committee and Shareholders Grievance Committee	:	Nil
The Shareholding in the Company	:	Nil

Name	:	Mr. Ashish Pandit
Date of Birth	:	16 th September, 1972
Qualification	:	B.Com
Profession	:	Service
Expertise	:	Administrative and HR Functions
Other Directorships *	:	Lotus Buildtech Ltd. Amtek Steel Industries Ltd. Rollatainers Ltd. Amtek Metal & Mining Ltd Amtek Defence Technologies Ltd ACL Industries Ltd. Amtek Heavy Engineering Industries Ltd Lotus Auto Engineering Ltd. Fenace Auto Ltd. Amtek Brake Systems Ltd.



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Membership/Chairmanship of Committees of other Public : Nil
Companies (including only Audit Committee and
Shareholders Grievance Committee

The Shareholding in the Company : Nil

* Excluding Private & Foreign Companies

By Order of the Board
For Alliance Integrated Metaliks Limited

Sd/-
(Mahesh Ochani)
Managing Director

Place : New Delhi

Date : 06.12.2011



ALLIANCE INTEGRATED METALIKS LIMITED

DIRECTORS' REPORT

TO

THE MEMBERS,
ALLIANCE INTEGRATED METALIKS LIMITED

Your Directors have pleasure in presenting the Twenty-Second Annual Report and the Audited Accounts of the Company for the year ended 30th June, 2011.

FINANCIAL RESULTS

(Amount in Lacs)

PARTICULARS	2010-2011	2009 - 2010
Sales / Income from Operations	55.95	18.91
Expenditures	32.85	18.55
Profit before Taxation	23.10	0.36
Tax Expenses	7.70	0.11
Profit after Tax	15.40	0.25
ADD:- Accumulated Profits	61.34	1303.09
Balance available for appropriation	76.74	1303.35
APPROPRIATIONS		
Transferred to General Reserve	70.00	1242.00
Net Profit Transferred to Balance Sheet	6.74	61.34

PERFORMANCE

During the year under review, the Company generated an income of Rs. 55.95 lacs with profit after tax of Rs 15.40 lacs as against income of Rs. 18.91 lacs and profit after tax of Rs. 0.25 lacs in the the previous year.

DIVIDEND

The Directors do not recommend any dividend for the year ended 30th June, 2011.

OPERATIONS

The Company is in the process of implementing a Greenfield Power Ancillary Equipment and Engineering Fabrication production facility in Punjab to serve the Government and Private Companies which are setting up Power plants in India. The integrated facility will be contributing to all major companies engaged in setting up of power project by manufacturing and supplying them heavy structures and equipment related to Power Plants.

DIRECTORS

Mr. Sunil Kumar retires at the ensuing Annual General Meeting and being eligible offers himself for re-appointment.

Mr. Ashish Pandit, who was appointed as an Additional Director on 13/05/2011 vacates his office on the day of the ensuing Annual General Meeting. The Company has received a notice from member of the Company, signifying his candidature for appointment as a Director of the Company u/s 257 of the Companies Act, 1956.

Mr. Gautam Malhotra resigned from the Directorship of the Company w.e.f 1st September, 2011 and is no more on the Company's Board of Directors.

AUDITORS

M/s B. Lugani & Associates, Chartered Accountants, the Statutory Auditors of the Company hold office until the conclusion of ensuing Annual General Meeting and are willing to be reappointed as Statutory Auditor of the Company. They have confirmed their eligibility to act as auditors of the Company under Section 224(1B) of the Companies Act, 1956, if appointed at the ensuing Annual General Meeting on such remuneration to be decided by the Board.



ALLIANCE INTEGRATED METALIKS LIMITED

FIXED DEPOSITS

The Company has not accepted any deposits under section 58-A and 58AA of the Companies Act, 1956.

LISTING AT STOCK EXCHANGES

The shares of Company are listed on The Delhi Stock Exchange Association Limited, The Jaipur Stock Exchange Limited and The Stock Exchange, Ahmedabad.

The Company has paid the annual listing fee to the Stock exchanges for the year 2011- 2012.

STATUTORY INFORMATION

- Particulars of Employees under section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 as amended are Nil.
- Statutory details of Energy Conservation and Technology Absorption, R & D activities, as required under Section 217(1) (e) of the Companies Act, 1956 and rules prescribed thereunder i.e. the Companies (Disclosure of Particulars in Report of Board of Directors) Rules, 1988 are not applicable.

FOREIGN EXCHANGE EARNINGS AND OUTGO

Foreign Exchange earned - Nil

Foreign Exchange outgo - Rs. 253.02 Lacs.

CORPORATE GOVERNANCE

A separate section on Corporate Governance forming part of Directors' Report and the certificate from the Managing Director and Auditors confirming compliance of Corporate Governance norms as stipulated in Clause 49 of the Listing Agreement with the Indian Stock Exchange are included in the Annual Report.

MANAGEMENT DISCUSSION AND ANALYSIS

Management Discussion and Analysis for the year under review, as required under clause 49 of the Listing Agreement with the Stock Exchanges is presented in a separate section forming part of Annual Report.

INDUSTRIAL RELATIONS

During the year under review, the relations between the management and the workmen were highly cordial.

INVESTOR RELATIONS

Your Company always endeavors to promptly resolve shareholders' requests / grievances. Priority is accorded to address all the issues raised by the shareholders and provide them a satisfactory reply at the earliest possible time. The shareholders' and investors' Grievances Committee of the Board meets periodically and reviews the status of the redressal of investors' grievances.

DIRECTORS' RESPONSIBILITY STATEMENT

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

- That in the preparation of the annual accounts, the applicable accounting standards have been followed and that there are no material departures;
- That the Directors had selected such accounting policies and applied them consistently and 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 at the end of the financial year and of the profit or loss of the Company for the period under review;
- That the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities; and
- That the Directors had prepared the annual accounts on a going concern basis



ALLIANCE INTEGRATED METALIKS LIMITED

ACKNOWLEDGEMENT

Your Directors wish to place on record their acknowledgement for the contribution made by employees at all levels. Your Directors also take this opportunity to offer their sincere thanks to the Financial Institutions, Banks and other Government Agencies, our valued customers and the investors for their continued support, cooperation and assistance.

By Order of the Board
For Alliance Integrated Metaliks Limited

Sd/-
(Sunil Kumar)
Chairman

Place : New Delhi
Date : 06.12.2011



ALLIANCE INTEGRATED METALIKS LIMITED

CORPORATE GOVERNANCE REPORT FOR THE YEAR 2010 -11

I. COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

The Company is committed to doing business in an efficient, fair, honest and ethical manner. Good Corporate Governance goes beyond compliances and requires strong commitment to adopt best practices being followed. It starts with the Board of directors and percolates down the order throughout the Organization and seeks to raise the standards of corporate management, strengthens the Board systems, significantly increases its effectiveness and ultimately serves the objective of maximizing the shareholders' value. The philosophy of the Company is in consonance with the accepted principles of good governance.

II. BOARD OF DIRECTORS

The Company is in compliance with clause 49 of the Listing Agreement pertaining to Composition of Board of Directors. More than 50% of the Directors of the Company are non-executive with more than 1/3rd being independent. As on 30th June, 2011 Board of Directors of your Company consists of four members of which of three are Non-Executive and Independent Directors. The Chairman of the Company is Non- Executive.

A. Composition of Directorships

The constitution of the Board as on 30th June 2011:-

**Non Executive Chairman
Mr. Sunil Kumar**

Name of the Director	Status	No. of Directorship* held in other Public Companies	No. of Membership/ Chairmanship in other Company's Committees#
Gautam Malhotra	Non Executive & Independent	2	Nil
Sunil Kumar	Non Executive & Independent	Nil	Nil
Aarti Jain	Non Executive & Independent	Nil	Nil
Mahesh Ochani	Executive	Nil	Nil

* This excludes directorship held in Private Companies, Foreign Companies and Companies formed under Section 25 of the Companies Act, 1956

The Committee of Directors includes Audit Committee and Shareholders'/Investors' Grievance Committee of Directors only. This does not include Memberships/Chairmanship in Committees of Private Limited companies.

B. Pecuniary Relationship

There is no pecuniary relationship or transaction of the non-executive Directors vis-à-vis the Company.

C. Attendance Record of Board Meetings

During the year under review, seven meetings of the Board of Directors were held on 9.07.2010, 10.08.2010, 11.11.2010, 6.12.2010, 14.02.2011, 11.03.2011 and 13.05.2011. The Board members were given appropriate documents and information in advance of each Board meeting.

The attendance record of all the Directors on the Board is as under:-

Director	No. of Board Meetings attended	Attendance at last AGM
Gautam Malhotra	7	Present
Aarti Jain	6	Absent
Sunil Kumar	7	Absent
Mahesh Ochani	5	Present



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III. BOARD PROCEDURES

The members of the Board were provided with all the requisite information as required under the Listing Agreement well before the Board Meeting and the same was dealt with appropriately.

All the Directors who are in various Committees are within the permissible limit of the listing agreement and none of the Directors is disqualified for appointment as director under any of the provisions Companies Act, 1956.

IV. AUDIT COMMITTEE

The Board of the Company had constituted an Audit Committee, comprising three directors. The constitution of the Audit Committee meets the requirement of section 292A of the Companies Act, 1956. All the members of the committee viz. Mr. Gautam Malhotra (Chairman), Mr. Sunil Kumar and Ms. Aarti Jain are Independent and Non-Executive. The power and role of the Audit Committee is as per the guidelines set out in the listing agreement and as prescribed under section 292A of the Companies Act, 1956.

During the Year, the Committee met 5 times. All the members were present in all the meetings held during the year. Mr. Gautam Malhotra Chairman of the Committee was present in the Annual General Meeting held on 30.12.2010.

V. REMUNERATION COMMITTEE

The Board has constituted a Remuneration Committee to review and approve the annual salaries, commission, service agreement and other employment conditions for the executive directors. The Committee comprises three non executive and independent directors viz. Mr. Sunil Kumar (Chairman), Ms. Aarti Jain and Mr. Gautam Malhotra.

The remuneration policy is directed towards rewarding performance, based on review of achievements on a periodical basis. The remuneration policy is in consonance with the existing industry practice.

During the financial year, no committee meeting was held.

VI. SHAREHOLDERS'/INVESTORS' GRIEVANCE COMMITTEE

The Board has constituted a Shareholders'/Investors' Grievance Committee Comprises Mr. Gautam Malhotra and Mr. Sunil Kumar to specifically look into redressal of shareholders' and investors' grievances such as transfer, dividend, dematerialization and related matters.

No committee meeting was held during the year and no investor grievance was received by the Company.

The Company has also adopted Code of Internal Procedures and Conduct for Prevention of Insiders Trading in the shares of the Company, pursuant to Securities & Exchange Board of India (Prohibition of Insider Trading) Regulation, 1992, as amended. The Board has authorized this Committee to monitor the compliances as required under the aforesaid Regulation.

VII. SHARE TRANSFER COMMITTEE

The Board has delegated the powers to approve transfer of the Shares to Share Transfer Committee.

The Committee deals with the following matters:

- Transfer/transmission of shares;
- Issue of new share certificates;
- Review of de – materialization of shares.
- All other matters relating to shares.

Since there were no requests for transfer/transmission of shares no Committee meeting was held during the year.

VIII. GENERAL BODY MEETINGS

I. The last three Annual General Meetings were held as under:-

Year	Location	Date	Time
2009-2010	910, Ansal Bhawan, 16, K. G. Marg, New Delhi - 110001	31.12.2010	10.00 A.M.
2008-2009	910, Ansal Bhawan, 16, K. G. Marg, New Delhi - 110001	30.12.2009	10.00 A.M.
2007-2008	910, Ansal Bhawan, 16, K. G. Marg, New Delhi - 110001	29.12.2008	10.00 A.M.



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An Extra-Ordinary General Meeting of the Company was held on 7th August, 2010 at 11.00 A.M at the registered office of the Company for the appointment of B. Lugani & Associates, Chartered Accountants as the Statutory Auditors of the Company.

POSTAL BALLOT

During the year under review, the members of the Company passed ordinary resolutions for increase in borrowing limit under Section 293(1)(d) of the Companies Acts, 1956 (the Act) and increase in limits for charging/mortgaging the assets / properties under Section 293(1)(a) of the Act. Mrs. Iqneet Kaur, Practising Company Secretary was appointed as Scrutinizer for conducting the postal ballot.

The result of the postal ballot was published in the newspapers. The gist of the result is as follows:

Date of Declaration of Results	Particulars of Resolution passed	Total Valid Votes	Votes in favour	Votes Against
15 th April, 2011	Increase the Borrowing Limit under Section 293 (1)(d) of the Companies Act, 1956	15462500 (100%)	14449706 (93.45%)	1012794 (6.55%)
15 th April, 2011	Increase in Limit for Charging/mortgaging the assets/properties under Section 293(1) (a) of the Companies Act, 1956	15462500 (100%)	14650719 (94.75%)	811781 (5.25%)

DISCLOSURES

Disclosures on materially significant related party transactions i.e. transactions of the Company of material nature, with its promoters, the directors or the management, their subsidiaries or relatives etc. that may have potential conflict with the interest of Company at large — Nil

Details of non-compliance by the Company, penalties, and strictures imposed on the Company by Stock Exchanges or SEBI or any statutory authority on any matter related to capital markets during the last three years — Nil

WHISTLE BLOWER POLICY

The Company encourages an open door policy where employees have access to the Head of the business / Function. In terms of Company's Code of Conduct, any instance of non adherence to the code/ any other observed unethical behavior are to be brought to the attention of the immediate reporting authority, who is required to report the same to the Head of Corporate Human Resources.

We hereby affirm that no personnel have been denied access to the Audit Committee.

The Company has complied with all mandatory requirements of the revised Clause 49 of the Listing agreement. Further, the Company has also complied with the non-mandatory requirement relating to constitution of Remuneration Committee, Shareholder Rights and establishing the Whistleblower Policy.

IX. MEANS OF COMMUNICATION

Results for quarter ended 30th September, 2010, 31st December, 2010, 31st March, 2011 and 30th June, 2011 are normally published in English and Hindi newspapers (viz Pioneer and Hari Bhoomi) and also displayed on the Website of the Company www.aiml.in after Submission to the Stock Exchanges.

A Management Discussion and Analysis report which forms part of the Annual Report is given by means of a separate annexure.



ALLIANCE INTEGRATED METALIKS LIMITED

X. GENERAL SHAREHOLDERS' INFORMATION

1. ANNUAL GENERAL MEETING

Date : 31st December, 2011
Day : Saturday
Time and Venue : 1:00 P.M.
: 910, Ansal Bhawan,
16, K. G. Marg,
New Delhi - 110001

2. FINANCIAL CALENDER: (Tentative & Subject to change)

Financial year : 2011-2012	July 01, 2011 to June 30, 2012
First Quarter Results	Mid of November, 2011
Second Quarter Results	Mid of February, 2012
Third Quarter Results	Mid of May, 2012
Fourth Quarter Results	Mid of August , 2012

3. **DATES OF BOOK CLOSURE:** 29.12.2011 to 31.12.2011
(Both days inclusive)

4. **DIVIDEND PAYMENT DATE:** No dividend has been recommended by the Board for the year 2010-2011.

5. **LISTING ON STOCK EXCHANGES:** The shares of the Company are listed on The Delhi Stock Exchange Association Limited, The Jaipur Stock Exchange Limited and The Stock Exchange, Ahmedabad.

The Company has paid its annual listing fee to the Stock Exchanges for the Financial Year 2011-2012.

6. STOCK CODES:

The Delhi Stock Exchange Association Limited	:	File No. 9315
The Jaipur Stock Exchange Limited	:	Company Code: 991
The Stock Exchange, Ahmedabad.	:	Security Code No. 10067

7. REGISTRARS AND TRANSFER AGENTS:

Beetal Financial & Computer Services Pvt. Ltd.
Beetal House, 3rd Floor,
99, Madangir, Behind L. S. C.,
Near Dada Harsukh Dass Mandir, New Delhi-110062
Phone No. : 011 – 29961281-82
Fax No. 011 - 29961284

8. SHARE TRANSFER SYSTEM:

Shares transfer requests are processed and are completed within a period of 10 to 15 days from the date of receipt, subject to the documents being valid and complete in all respects. The transfers are approved in the Share Transfer Committee Meetings.



ALLIANCE INTEGRATED METALIKS LIMITED

9. DISTRIBUTION OF SHAREHOLDING AS ON JUNE 30, 2011:

No. of Shares held (Rs.10/- paid up)	Shareholders Number	% of Total	Total (in Rs.)	% of Total Shareholding
Up to 5000	4	0.46	20000	0.01
5001 10000	0	0.00	0	0.00
10001 20000	2	0.23	40000	0.03
20001 30000	524	60.02	13175000	8.52
30001 40000	26	2.98	1040000	0.67
40001 50000	149	17.07	7450000	4.82
50001 100000	61	6.99	5165000	3.34
100001 Above	107	12.25	127735000	82.61
TOTAL :	873	100.00	154625000	100.00

10. SHAREHOLDING PATTERN OF AS ON JUNE 30, 2011:

Sl. No.	Categories	Nos. of Shares held (Rs. 10/- paid up)	Percentage of Shareholding (%)
A.	Promoters Holding		
1.	Promoters		
	– Indian Promoters	7520500	48.64
	– Foreign Promoters	NIL	NIL
2.	Persons acting in concert	NIL	NIL
	Sub Total	7520500	48.64
B.	Non-Promoters Holding		
3.	Institutional investors		
a.	Mutual Funds and Unit Trust of India (UTI)	NIL	NIL
b.	Bank, Financial Institutions, Insurance Company, (Central /State Government Institutions/ Non-Government).	NIL	NIL
c.	FII's	NIL	NIL
	Sub Total	NIL	NIL
4.	Other		
a.	Private Corporate Bodies	1900000	12.29
b.	Indian Public	6042000	39.07
c.	NRIs/OCBs	NIL	NIL
d.	Any other	NIL	NIL
	Sub Total	7942000	51.36
	Grand Total	15462500	100.00



ALLIANCE INTEGRATED METALIKS LIMITED

11. DEMATERLISATION OF SHARES:

As on 30th June, 2011, 57.69% of the total Equity Capital was held in dematerialized Form with National Securities Depository Limited (NSDL).

12. OUTSTANDING GDRs/ADRs/ WARRANTS/ OR ANY CONVERTIBLE INSTRUMENTS, CONVERSION DATE AND LIKELY IMPACT ON EQUITY

The Company has not issued GDRs / ADRs / WARRANTS / OR any convertible instruments during the financial year ended June 30, 2011.

13. INVESTORS CORRESPONDENCE MAY BE ADDRESSED TO:

Alliance Integrated Metaliks Limited,
910, Ansal Bhawan, 16, K. G. Marg, New Delhi – 110001
Ph.: 011 – 23752586, 90 and 91

By Order of the Board
For Alliance Integrated Metaliks Limited

Sd/-
(Mahesh Ochani)
Managing Director

Place : New Delhi
Date : 06.12.2011



AUDITORS' REPORT ON COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE

To
The Members
Alliance Integrated Metaliks Limited

We have examined the compliance of conditions of corporate governance by Alliance Integrated Metaliks Limited for the year ended on 30th June, 2011 as stipulated in clause 49 of the Listing Agreement of the said Company with stock exchanges.

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

In our opinion and to best of our information and according to the explanations given to us, we certify that the Company has complied in all material respects with the conditions of corporate governance as stipulated in the above mentioned Listing Agreement.

As required by the Guidance Note issued by the Institute of Chartered Accountants of India, we state that the Shareholders/Investor Grievance Committee has maintained records to show the Investor Grievance and certify that as at 30.06.2011, there were no investor grievances remaining unattended/pending for more than 30 days.

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

**For B. Lugani & Associates
Chartered Accountants**

Place : New Delhi
Date : 06.12.2011

Sd/-
(B. Lugani)
Partner
Membership No. 81454

DECLARATION BY CEO UNDER CLAUSE 49 OF THE LISTING AGREEMENT

As required under clause 49 of the Listing Agreement with Stock Exchange, it is hereby confirmed that for the year ended 30th June 2011, the Directors of Alliance Integrated Metaliks Limited have affirmed compliance with the Code of Conduct for Board Members as applicable to them and members of the senior management have affirmed compliance with Employee Code of Conduct, as applicable to them.

Place : New Delhi
Date : 06.12.2011

Sd/-
Mahesh Ochani
Managing Director



ALLIANCE INTEGRATED METALIKS LIMITED

CEO AND CFO CERTIFICATION

I, Mahesh Ochani, Managing Director certify that:

- a) We have reviewed the financial statements and cash flow statement for the year ended 30th June 2011 and to the best of our knowledge and belief:
 - I. These statements do not contain any materially untrue statements or omit any material fact or contain statements that might be misleading ;
 - II. These statements together, present a true and fair view of the Company's affairs and are in compliance with existing Accounting Standards, applicable laws and regulations.
- b) To the best of our knowledge and belief, no transactions entered into by the Company during the year ended 30th June, 2011 are fraudulent, illegal or volatile of the Company's Code of Conduct.
- c) We accept responsibility for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness of the internal control systems of the Company pertaining to the financial reporting. Deficiencies in the design or operation of such internal controls, if any, of which we are aware, have been disclosed to the auditors and the Audit Committee and steps have been taken to rectify these deficiencies.
- d)
 - I) There has not been any significant change in internal control over financial reporting during the year under reference;
 - II) There has not been any significant change in accounting policies during the year requiring disclosure in the notes to the financial statements; and
 - III) We are not aware of any instance during the year of significant fraud with involvement therein of the management or any employee having a significant role in the Company's internal control system over financial reporting.

Place : New Delhi
Date : 06.12.2011

Sd/-
(Mahesh Ochani)
Managing Director



MANAGEMENT DISCUSSION AND ANALYSIS

1. Industry structure and developments

Indian Economy

During the past fiscal year, India continued to recover strongly from the global economic slowdown caused by the financial crisis in 2008-09. The Indian economy, one of the fastest growing economies in the world, grew at an estimated GDP of 8.0% in 2009-10 and 8.5% in 2010-11. Strong growth in 2010-11 was driven by a rebound in the agriculture sector and continued momentum in manufacturing. However, inflationary pressures, particularly for food items have resulted in tightening of monetary policy resulting in higher interest rate environment. The changing scenario is likely to result in deceleration of economic growth.

Steel Fabrication Industry: Current Status

The main function of the **Metal Fabrication Industry** is to produce component metal parts that will fit in along with other parts, to form a larger machinery. In this way the Metal Fabrication Industry proves to be an essential section of the entire global metal industry as it produces minute spare parts of larger heavy machinery and equipments, which cannot be manufactured simultaneously with the manufacturing of the heavy machines.

The Indian economy continues to surge ahead, its power sector has been expanding concurrently to support the growth rate. The demand for power is growing exponentially and the scope for the growth of this sector is immense. Ever since the power sector was opened up for private investments, there has been a huge surge in Indian and Foreign Companies showing interest in this field. With power producing companies bagging more and more projects and they themselves building capacities and capabilities, there is a huge scope of outsourcing of various equipments and auxiliaries which has to be supported by Indian private manufacturing establishments.

This translates into huge opportunity not only for power generation, transmission and distribution companies but also for power ancillary companies. Accordingly, the Company (AIML) is in the process of implementing a Greenfield state of the art heavy fabrication facility for fabrication of power plant structures and auxiliary equipment for power plants. The facility will be is the largest automated facility for power plant structures and equipments in North India.

Apart from meeting the power plant requirements the facility would also cater to infrastructure development programmes.

2. Opportunities and Threats

Opportunities

The Electricity Act 2003 and subsequent National Electricity Policy and Tariff Policy have opened up several opportunities for the power sector. There is huge power deficit in the country and the demand supply situation in the country is expected to remain favourable to power generators for the next 8/10 years at least. This presents huge opportunities in the power sector for power generators and subsequently power equipments manufacturers and ancillaries.

At present, there are approximately twelve reputed companies operating in the country manufacturing are specialized power equipments. Most of these companies are overbooked and have recently expanded their capacities but still unable to meet the demand. Even with the new entrants, there would still exist a gap between demand and supply of structures and power plant equipment in the potential market. Accordingly, there is huge demand and market available for the product.

Alliance Integrated Metaliks Limited, with its state of the art manufacturing facility, will suitably cater to this segment of the market and bridge the demand supply gap with its specialized knowledge and technical base required for manufacture and supply of heavy structures and equipment related to Power Plants.

Threat

Volatile raw material prices continue to be the main concern.

3. Segment-wise/Product-wise performance

The Company (AIML) is in the process of implementing a Greenfield state of the art heavy fabrication facility for fabrication of power plant structures and auxiliary equipment for power plants. The operational performance from the facility will be available from the next year.



4. Outlook

Ever since the Power sector was opened up for private investments, there has been a huge surge in Indian and Foreign companies showing interest in this field. This brings a very high level of technology, bigger and efficient power plants and faster execution of Power projects in India.

With companies bagging more and more projects and they themselves building capacities and capabilities, there is a lot of scope of outsourcing of various equipments and auxiliaries.

The Indian market today is mainly serviced by BHEL and its supplier base which is heavily concentrated in South. Few new Companies by themselves or through Joint Venture route are in process of establishing their plants in Southern and Western India.

Since the project would be situated in Punjab, there exists significant opportunity for the company's products. Power companies have been on look-out for such facilities which can concentrate on Power plant related manufacturing and high level of automation to meet the demand and quality.

5. Risks and concerns

Ongoing sovereign debt issues in Europe, slower than expected growth in the US and sustained inflationary pressures in Indian and other Asian markets have resulted in a deceleration in steel sales volumes over the past few months. This is primarily due to a slowdown in key end consumer sectors including infrastructure and automotive. Despite this, capacity utilizations remain high in the industry, which have led to a moderation in steel prices. Macro-economic challenges, such as interest rate hike, inflation and political unrest could hamper Company's operational and financial performance

Another major challenge is limited availability and quality of raw material.

6. Internal control systems and their adequacy

The Company has proper and adequate system of internal controls commensurate with its size and nature of operations to provide reasonable assurance that all assets are safeguarded, transactions are authorized, recorded and reported properly, applicable statutes, the Code of Conduct and corporate policies are duly complied with.

The Company has an Internal Audit Department which conducts audit in various functional areas as per Audit Programme approved by the Audit Committee of Directors. The Internal Audit Department reports its findings and observations to the Audit Committee, which meets at regular intervals to review the audit issues and to follow up implementation of corrective actions.

The Committee also seeks the views of statutory auditors on the adequacy of the internal control systems in the Company. The Audit Committee has majority of independent directors to maintain the objectivity.

7. Financial performance with respect to operational performance

During the year under review, your Company achieved Income of Rs 55.95 lacs compared to income of Rs. 18.91 lacs in the previous year. Profit before tax stood at Rs. 23.10 lacs as compared to Rs. 0.36 lacs in the previous year.

8. Human Resource and Industrial Relations

Your Company has the required manpower to manage its activities keeping in view its emphasis on achieving efficiency with cost reduction. The company has an efficient mix of departmental, contractual, trainee & staff executives. Industrial relations remained cordial during the year. The Company recognizes the need for efficient work-force and follows good HR policies.

Accordingly, employees are accorded sufficient opportunities to upgrade their knowledge and skills.

9. Statutory Compliance

The Company Secretary, as Compliance Officer, ensures compliance of the SEBI regulations and provisions of the Listing Agreement. Compliance certificates are obtained from various departments of the Company and the Board is informed of the same at every Board meeting.



10. Cautionary Statement

Statements in the Management Discussion and Analysis report describing the Company's objectives, projections, estimates, expectations may be "forward-looking statements" within the meaning of applicable laws and regulations. Important factors that could make a difference to the company's operations include economic conditions affecting demand/supply and price conditions in the domestic and overseas markets in which the company operates, changes in the Government regulations, tax laws and other statutes and other incidental factors.



ALLIANCE INTEGRATED METALIKS LIMITED

AUDITORS' REPORT

To,

The Members of ALLIANCE INTEGRATED METALIKS LIMITED

We have audited the attached Balance Sheet of ALLIANCE INTEGRATED METALIKS LIMITED as at 30th June 2011, the Profit and Loss Account and also the 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 (Indian GAAP). 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 enclose in the Annexure a statement on the matters specified in paragraph 4 and 5 of the said order.

Further to our comments in the Annexure referred to above, we report that:

- (i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit;
- (ii) In our opinion, proper books of account, as required by law, have been kept by the company so far as appears from our examination of those books.
- (iii) The Balance Sheet, Profit and Loss Account and Cash Flow Statement of the company, dealt with by this report are in agreement with the books of account.
- (iv) In our opinion, the Balance Sheet, 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;
- (v) On the basis of written representations received from the directors, as on 30th June 2011 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 30th June 2011 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;
- (vi) In our opinion and to the best of our information and according to the explanations given to us, the said 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:
 - (a) in the case of the Balance Sheet, of the state of affairs of the Company as at 30th June 2011;
 - (b) in the case of the Profit and Loss Account, of the *Profit* for the year ended on that date;

For & on behalf of
B. Lugani & Associates
Chartered Accountants

Place : New Delhi
Dated : 06.12.2011

(B. Lugani)
Partner
Membership No. - 81454

ANNEXURE REFERRED TO IN PARAGRAPH 3 OF OUR REPORT OF EVEN DATE OF ALLIANCE INTEGRATED METALIKS LIMITED FOR THE YEAR ENDED 30TH JUNE 2011

- (i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) The fixed assets have been physically verified by the management during the year. In our opinion, the frequency of physical verification of fixed assets is reasonable having regard to the size of the Company and nature of its assets. According to the information and explanations given to us, no material discrepancies were noticed on such physical verification.
- (c) During the year, the company has not disposed off substantial part of the fixed assets and the going concern status of the company is not affected.
- (ii) As the Company has not purchased / sold goods during the year nor is there any opening stocks, requirement of reporting on physical verification of stocks or maintenance of inventory records, in our opinion, does not arise.
- (iii) The Company has neither taken or granted loans or advances in the nature of loans to parties covered in the register maintained under Section 301 of the Companies Act, 1956. Hence the question of reporting whether the terms & conditions of such loans are prejudicial to the interests of the Company, whether reasonable steps for recovery / repayment of overdues of such loans are taken does not arise.
- (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 with regard to purchase of inventories, fixed assets and with regard to sale of goods and services. During the course of our audit, we have not observed any major weaknesses in internal controls.
- (v) Based on the audit procedures applied by us and the information and explanations provided by the management, we are of the opinion that there were no transactions during the year that need to be entered in the register maintained under section 301 of the Companies Act, 1956.
- (vi) The Company has not accepted any deposits from the public.
- (vii) In our opinion, the company has an internal audit system commensurate with the size and nature of its business.
- (viii) We have been informed by the management that maintenance of cost accounting records under section 209 (1) (d) of the Companies Act, 1956 is not applicable to the Company.
- (ix) (a) According to the records, information and explanations provided to us, the law relating to the Provident Fund and Employees State Insurance does not apply to the Company.
- (b) There were no undisputed amounts payable in respect of Income Tax, Wealth Tax, Sales Tax, Customs Duty and Excise duty as at 30th June 2011, which were outstanding for a period of more than six months from the date they became payable.
- (x) The company neither has accumulated losses at the end of the financial year nor has not incurred any cash loss during the year and in the immediately preceding financial year.
- (xi) Based on our audit procedures and on the information and explanations given by the management, in our opinion the Company has not defaulted in repayment of dues to financial institutions or banks.
- (xii) Based on our examination and according to the information and explanations given to us in our opinion the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) In our opinion, the Company is not a chit fund or a nidhi / mutual benefit fund / society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditors' Report) Order, 2003 are not applicable to the company.
- (xiv) Based on our examination of the records and evaluation of the related internal controls, we are of the opinion that proper records have been maintained of the transactions and contracts and timely entries have been made in those records.



ALLIANCE INTEGRATED METALIKS LIMITED

- (xv) The company has not given guarantees for loans taken by others from Banks or Financial Institutions.
- (xvi) According to the information and explanation given to us, in our opinion, term loan availed by the company were, prima facie, applied by the company during the year under report for the purpose for which the term loans were obtained, other than temporary deployment pending applications.
- (xvii) On the basis of our examination of the books of accounts and the information and explanations given to us , in our opinion, the fund raised on short term basis have been not been used for long term investment.
- (xviii) During the year, the Company has not made preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Companies Act, 1956.
- (xix) According to information and explanation given to us and the records of the company examined by us, the company has not issued any debentures.
- (xx) According to information and explanation given to us and the records of the Company examined by us, the Company has not raised any money by public issue during the year.
- (xxi) According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the course of our audit.

For & on behalf of
B. Lugani & Associates
Chartered Accountants

Place : New Delhi
Dated : 06.12.2011

(B. Lugani)
Partner
Membership No. - 81454



ALLIANCE INTEGRATED METALIKS LIMITED

BALANCE SHEET AS AT 30TH JUNE, 2011

(Amount in Rs)

PARTICULARS	Schedule	As at 30th June 2011	As at 30th June 2010
I. SOURCES OF FUNDS			
1. Shareholders' Funds.			
Share Capital	1	154,625,000	154,625,000
Share Application Money		1,615,000,000	—
Reserves & Surplus	2	11,125,552	9,634,611
2. Secured Loans			
	3	369,999,039	—
3. Provision for deferred Tax			
		150,653	100,777
TOTAL		2,150,900,244	164,360,388
II. APPLICATION OF FUNDS			
1. Fixed Assets			
Gross Block	4	840,266,853	49,845,958
Less : Accumulated Depreciation		1,914,306	1,485,875
Net Block		838,352,547	48,360,083
2. Investments			
	5	99,000,000	99,000,000
3. Current Assets And Loans & Advances			
i) Cash & Bank Balances	6	218,165,041	8,751,988
ii) Loans & Advances		1,096,694,663	8,267,432
		1,314,859,704	17,019,420
Less: Current Liabilities & Provisions	7		
i) Current Liabilities		101,239,467	715,805
ii) Provisions		434,134	26,494
		101,673,601	742,299
Net Current Assets		1,213,186,103	16,277,121
Miscellaneous Expenditure (To the extent not w/o or adjusted)	8	361,594	723,184
TOTAL		2,150,900,244	164,360,388
Notes to Accounts & Significant Accounting Policies	11	—	—

In terms of our report of even date attached
For B. Lugani & Associates
 Chartered Accountants

For and on behalf of Board of Director

Sd/-
(B. Lugani)
 Partner
 Membership No. 81454

Sd/-
Sunil Kumar
 Director

Sd/-
Mahesh Ochani
 Managing Director

Place : New Delhi
 Date : 06.12.2011



ALLIANCE INTEGRATED METALIKS LIMITED

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 30TH JUNE, 2011

(Amount in Rs)

PARTICULARS	Schedule	For the year Ended 30th June 2011	For the year Ended 30th June 2010
INCOME			
Sales & Other Income	9	5,595,478	1,891,200
		5,595,478	1,891,200
EXPENDITURE			
Administrative & Other Expenses	10	2,856,917	1,611,505
Depreciation		428,431	244,143
		3,285,348	1,855,648
Profit Before Tax		2,310,130	35,552
Tax Expense		770,510	10,986
Profit After Taxation		1,539,620	24,566
Add : Accumulated Profit		6,134,611	130,310,045
Balance available for appropriation		7,674,231	130,334,611
APPROPRIATIONS:			
Transferred to General Reserves		7,000,000	124,200,000
Net Profit Transferred to Balance Sheet		674,231	6,134,611
Notes to Accounts & Significant Accounting Policies	11		
Earnings Per Share (Basic / Diluted)		0.10	0.00

In terms of our report of even date attached
For B. Lugani & Associates
Chartered Accountants

For and on behalf of Board of Director

Sd/-
(B. Lugani)
Partner
Membership No. 81454

Sd/-
Sunil Kumar
Director

Sd/-
Mahesh Ochani
Managing Director

Place : New Delhi
Date : 06.12.2011



ALLIANCE INTEGRATED METALIKS LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 30TH JUNE, 2011

(Amount in Rs)

PARTICULARS	For the Year Ended 30th June 2011	For the Year Ended 30th June 2010
A. Cash Flow from Operating Activities		
Net Profit before tax & Extraordinary items	2,310,130	35,552
Add Depreciation	428,431	244,143
Operating Profit Before Working Capital Changes	2,738,561	279,695
(Increase)/Decrease in Loans & Advances	(1,088,427,231)	7,785,286
Increase/(Decrease) in Current Liabilities	100,161,989	(519,270)
Net Cash generated from operations Activities (A)	(985,526,681)	7,545,711
B. Cash Flow from Investing Activities		
Net Addition to fixed assets (incl. Capital Work In Progress)	(790,420,895)	(742,130)
(Increase)/Decrease in Deferred and Misc Expenditure	361,590	361,590
Net Cash from Investing Activities (B)	(790,059,305)	(380,540)
C. Cash Flow from Financing Activities		
Proceeds from share application money	1,615,000,000	–
Proceeds from new borrowings	369,999,039	–
Net Cash Flow from Financing Activities (C)	1,984,999,039	–
Net Increase in Cash & Cash Equivalents (A+B+C)	209,413,053	7,165,171
Cash & Cash Equivalents (Opening Balance)	8,751,988	1,586,817
Cash & Cash Equivalents (Closing Balance)	218,165,041	8,751,988

In terms of our report of even date attached
For B. Lugani & Associates
Chartered Accountants

Sd/-
(B. Lugani)
Partner
Membership No. 81454

Place : New Delhi
Date : 06.12.2011

For and on behalf of Board of Director

Sd/-
Sunil Kumar
Director

Sd/-
Mahesh Ochani
Managing Director



ALLIANCE INTEGRATED METALIKS LIMITED

SCHEDULES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT 30.06.2011

Schedule 1 : SHARE CAPITAL

(Amount in Rs.)

PARTICULARS	As At 30th June, 2011	As At 30th June, 2010
AUTHORISED		
3,00,00,000 Equity Shares of Rs. 10/- each (Previous year 3,00,00,000 Equity Shares of Rs. 10/- each)	300,000,000	300,000,000
	300,000,000	300,000,000
ISSUED, SUBSCRIBED AND PAID UP		
1,54,62,500 Equity Shares of Rs.10/- each fully paid up (Previous year 1,54,62,500 Equity shares @ Rs. 10/- each)	154,625,000	154,625,000
Total	154,625,000	154,625,000

Schedule 2 : RESERVES AND SURPLUS

(Amount in Rs.)

PARTICULARS	As At 30th June, 2011	As At 30th June, 2010
General Reserves		
Opening Balance	3,500,000.00	
Addition during the year	7,000,000.00	
Less Previous year adjustments	(48,679.17)	
	10,451,321	3,500,000
Surplus in Profit & Loss Account	674,231	6,134,611
Total	11,125,552	9,634,611

Schedule 3 : SECURED LOANS

(Amount in Rs.)

PARTICULARS	As At 30th June, 2011	As At 30th June, 2010
Term Loan from Banks	369,999,039	-
	369,999,039	-

Schedule 4 : FIXED ASSETS

(Amount in Rs.)

Particulars	GROSS BLOCK				DEPRECIATION			NET BLOCK		
	As on 01.07.10	Additions Dur. the yrs.	Sales/Tran. Dur. the yrs.	Total as on 30.06.2011	As on 01.07.2010	During the year	Written back Adjusted	Ttoal as on 30.06.2011	WDV as on 30.06.2011	WDV as on 30.06.10
Land & site development	45,890,111	152,043,757	-	197,933,868	-	-	-	-	197,933,868	45,890,111
Furniture & fixture	629,266	54,837	-	684,103	270,199	40,748	-	310,947	373,156	359,067
Office equipment	1,300,091	1,615,211	-	2,915,302	486,601	236,693	-	723,294	2,192,008	813,490
Motor vehicle	1,284,360	611,702	-	1,896,062	729,075	150,990	-	880,065	1,015,997	555,285
Total	49,103,828	154,325,507	-	203,429,335	1,485,875	428,431	-	1,914,306	201,515,029	47,617,953
Capital wip	742,130	636,095,388	-	636,837,518	-	-	-	-	636,837,518	742,130
Total gross block	49,845,958	790,420,895	-	840,266,853	1,485,875	428,431	-	1,914,306	838,352,547	48,360,083
Previous year	49,103,828	742,130	-	49,845,958	1,241,732	244,143	-	1,485,875	48,360,083	-



ALLIANCE INTEGRATED METALIKS LIMITED

Schedule 5 : INVESTMENTS

(Amt in Rs.)

PARTICULARS	As At 30th June, 2011	As At 30th June, 2010
Unquoted fully paid equity shares (value at cost)	99,000,000	99,000,000
Total	99,000,000	99,000,000

Schedule 6 : CURRENT ASSETS, LOANS & ADVANCES

(Amount in Rs.)

PARTICULARS	As At 30th June, 2011	As At 30th June, 2010
i) Cash & Bank Balances with Scheduled Banks		
Cash & Bank Balances with Scheduled Banks	218,165,041	8,751,988
Total (i)	218,165,041	8,751,988
ii) LOANS AND ADVANCES		
a) Advances Recoverable in Cash or in kind or for value of services to be received (considered good)	1,095,426,507	8,212,632
b) Security Deposit	1,268,156	54,800
Total (ii)	1,096,694,663	8,267,432
Total (i)+(ii)	1,314,859,704	17,019,420

SCHEDULE 7 : CURRENT LIABILITIES AND PROVISIONS

(Amount in Rs.)

PARTICULARS	As At 30th June, 2011	As At 30th June, 2010
A. CURRENT LIABILITIES		
Sundry Creditors	97,837,126	479,330
Other Liabilities	226,737	8,609
Expenses Payable	3,175,604	227,866
Total	101,239,467	715,805
B. PROVISIONS		
Provision for Taxation	434,134	26,494
Total	434,134	26,494
GRAND TOTAL (A+B)	101,673,601	742,299



ALLIANCE INTEGRATED METALIKS LIMITED

SCHEDULE 8 : MISCELLANEOUS EXPENDITURE

(Amount in Rs.)

PARTICULARS	As At 30th June, 2011	As At 30th June, 2010
(To the extent not written off or adjusted)		
Miscellaneous Expenditure	361,594	723,184
Total	361,594	723,184

SCHEDULE 9 : INCOME

(Amount in Rs.)

PARTICULARS	For the year ended 30th June, 2011	For the year ended 30th June, 2010
Interest Recd.	1,731,802	–
consultation & other income	3,863,676	1,891,200
Total	5,595,478	1,891,200

SCHEDULE 10 : ADMINISTRATIVE, AND OTHER EXPENSES

(Amount in Rs.)

PARTICULARS	For the year ended 30th June, 2011	For the year ended 30th June, 2010
Auditors Remuneration	170,965	170,965
Interest & Bank Charges	30,374	2,979
Advertisement Expenses	30,562	33,388
Telephone Expenses	8,157	–
Insurance Expenses	674	728
Fee, Legal, Professional Charges	18,000	–
Rate Fees & Taxes	134,257	36,804
Rent Account	762,606	–
Miscellaneous Expenditure written off	361,590	361,590
Printing & Stationery	102	18,905
Travelling & Conveyance	8,672	–
Office Expenses	41,686	–
Repair & Maintenance - Others	9,431	76,868
Staff Welfare	4,605	–
Salary	1,275,236	909,278
Total	2,856,917	1,611,505

SCHEDULE: 11 SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO THE ACCOUNTS (ATTACHED TO AND FORMING PART OF ACCOUNTS FOR THE YEAR ENDED 30TH JUNE 2011)

I. SIGNIFICANT ACCOUNTING POLICIES

A. BASIS OF ACCOUNTING

These accounts are prepared on the historical cost basis and on the accounting principles of a going concern. Accounting policies, not specifically referred to otherwise are consistent and in accordance with generally accepted accounting principles in India (Indian GAAP) and in compliance with the Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI) as referred in sec. 211 (2c) of the Companies Act, 1956.

B. FIXED ASSETS

Fixed assets are stated at cost less accumulated depreciation. The cost of fixed assets includes their original cost of acquisition net of cenvat including taxes, freight and other incidental expenses related to acquisition and installation of the concerned assets.

C. DEPRECIATION

Depreciation on fixed assets is provided on "Straight Line Method"(SLM) in the manner and at the rates as specified in Schedule XIV of the Companies Act, 1956. Depreciation on additions / deductions to Fixed Assets is provided on pro-rata basis from the date of actual installation or upto the date of such sale / disposal, as the case may be.

D. EMPLOYEES' RETIREMENT BENEFITS

- a) The liability for Gratuity & Leave Encashment is accounted for on the basis of actuarial valuation in accordance with Accounting Standard-15 (Revised) issued by the Institute of Chartered Accountants of India.
- b) Retirement benefits in the form of Provident Fund are charged to the Profit and Loss Account for the year when the contributions to the respective funds are due.

E. TAXATION

Provision for Taxation is made after taking into consideration benefits admissible under the provisions of the Income Tax Act,1961.

F. REVENUE RECOGNITION

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. In case of sale of goods, revenue is recognized when the significant risks and rewards of ownership of goods have passed to the buyer, which generally coincides with delivery.

G. CONTINGENT LIABILITIES

Contingent Liabilities are determined on the basis of available information and are disclosed by way of notes to the accounts.

H. Unless specifically stated to be otherwise, these policies are consistently followed.

II. NOTES ON ACCOUNTS

1. Schedule 1 to 11 form an integral part of the Balance Sheet and Profit & Loss Account.

	Current Year	Previous year
2. Auditors Remuneration	1,70,965.00	1,70,965.00



ALLIANCE INTEGRATED METALIKS LIMITED

3. Contingent Liabilities

Sr. No.	Particulars	Current Year	Previous Year
a.	Estimated amount of contracts remaining to be executed on capital account and not provided for	8385.24	Nil
b.	Contingent Liabilities	Nil	Nil

4. Earning Per share:

Calculation of EPS (Basic and Diluted)	Year Ended 30th June, 2011	Year Ended 30th June, 2010
Basic & Diluted		
Opening Number of Shares	1,54,62,500	30,92,500
Total Shares outstanding	1,54,62,500	1,54,62,500
Weighted average number of Equity Shares	1,54,62,500	1,26,49,596
Profit after Tax	15,39,620	24,566.00
EPS (Rs. Per Share)	0.10	0.00

5. RETIREMENT BENEFITS

The Company has various Schemes of retirement benefits schemes such as Provident Fund, Gratuity and Earned Leaves.

• Post Employment Benefit Plans:

Effective from financial year 2007-08, the company has implemented Accounting Standard (AS)-15 (Revised -2005) dealing with Employees Benefits, issued by the Institute of Chartered Accountants of India. AS-15 (Revised-2005) deals with recognition, measurement and disclosure of short term, post employment, termination and other long term employee benefits provided by the company.

Payments to defined contribution retirement benefit schemes is charged as an expense as they fall due.

The cost of providing defined benefits is determined using Projected Unit Credit Method and accordingly, actuarial valuation has been carried out at the Balance Sheet date. Actuarial gain & losses are recognized in full in the profit & loss account for the period in which they occur. Past service cost is recognised to the extent the benefits are already vested, and otherwise is amortised on a Straight line Method over the average period until the benefits become vested.

The retirement benefit obligations recognised in the Balance Sheet represent the present value of the defined benefit obligations as adjusted for unrecognised past service cost, and as reduced by the fair value of available refunds and reductions in future contributions to the scheme.

a) Defined Benefit plan:

Gratuity Plan & Leave Encashment Plan

The company, in accordance with AS-15 (Revised) has made the provision for Gratuity and Leave Encashment on projected unit credit method.

Disclosure in respect of "Employees Benefit plans"



ALLIANCE INTEGRATED METALIKS LIMITED

I. Change in present value of obligation

(Rs. In Lacs)

Particulars	Gratuity Plan Funded	Leave Encashment Plan Unfunded
a) Present value of obligation as at the beginning of the period	—	—
b) Acquisition adjustment	—	—
c) Interest cost	—	—
d) Past service cost	—	—
e) Current service cost	—	—
f) Curtailment cost/(Credit)	—	—
g) Settlement cost/(Credit)	—	—
h) Benefits paid	—	—
i) Actuarial (gain)/loss on obligation	—	—
j) Present value of obligation as at the end of period	5.24	15.34

II. Changes in the fair value of plan assets

(Rs. In Lacs)

Particulars	Gratuity Plan Funded	Leave Encashment Plan Unfunded
a) Fair value of plan assets at the beginning of the period	—	—
b) Acquisition adjustment	—	—
c) Expected return on plan assets	—	—
d) Contributions	—	—
e) Benefits paid	—	—
f) Actuarial gain/(loss) on plan assets	—	—
g) Fair value of plan assets at the end of the period	—	—

III. Fair value of plan assets

(Rs. In Lacs)

Particulars	Gratuity Plan Funded	Leave Encashment Plan Unfunded
a) Fair value of plan assets at the beginning of the period	—	—
b) Acquisition adjustment	—	—
c) Actual return on plan assets	—	—
d) Contributions	—	—
e) Benefits paid	—	—
f) Fair value of plan assets at the end of the period	—	—
g) Funded status	(5.24)	(15.34)
h) Excess of actual over estimated return on plan assets	—	—

IV. Actuarial gain / loss recognized (Rs. In Lacs)

Particulars	Gratuity Plan Funded	Leave Encashment Plan Unfunded
a) Actuarial gain/(loss) for the period- obligation		
b) Actuarial (gain)/loss for the period - plan assets	—	—
c) Total (gain)/loss for the period		
d) Actuarial (gain) / loss recognized in the period		
e) Unrecognized actuarial (gains) losses at the end of period	—	—

V. The amounts to be recognized in balance sheet and related analysis (Rs. In Lacs)

Particulars	Gratuity Plan Funded	Leave Encashment Plan Unfunded
a) Present value of obligation as at the end of the period	5.24	15.34
b) Fair value of plan assets as at the end of the period	—	—
c) Funded status / Difference	(5.24)	(15.34)
d) Excess of actual over estimated	—	—
e) Unrecognized actuarial (gains)/losses	—	—
f) Net asset/(liability) recognized in balance sheet	(5.24)	(15.34)

VI. Principle Actuarial Assumptions

Particulars	Gratuity Plan Rate	Leave Encashment Plan Rate
a) Discounting Rate	8%	8%
b) Future Salary Escalation Rate	5.50%	5.50%
c) Expected Rate of return on plan assets	—	—
d) Average Remaining working life (Years)	24.14	24.14
e) Retirement Age (Years)	58	58

6. Related party Disclosures & transactions:

In accordance with the requirements of Accounting Standard AS -18 issued by the Institute of Chartered Accountants of India, the names of the Related Party / Parties where control exists and / or with whom transactions have taken place during the year and description of relationships as identified and certified by the management are as hereunder:

A. Names of related parties and description of relationship”

- | | |
|-----------------------------|-----------------------|
| 1) Subsidiaries | Nil. |
| 2) Key Management Personnel | 1) Shri Mahesh Ochani |

B. Description of Transactions with related parties :

Nil

7. ADDITIONAL INFORMATION PURSUANT TO THE PROVISIONS OF PARAGRAPHS 3, 4C & 4D OF PART II OF SCHEDULE VI TO THE COMPANIES ACT,1956.

- | | |
|--|----------------|
| a) Particulars in respect of sales | Nil |
| b) Expenditure in Foreign Currency – Capital Advance | Rs 253.02 Lacs |
| Earnings in Foreign Currency | Nil |

8. Capital work in progress includes advances for capital expenditure & expenses of preoperative nature incurred towards new project under implementation.

9. Previous year's figures have been regrouped and rearranged wherever necessary.



ALLIANCE INTEGRATED METALIKS LIMITED

III. BALANCE SHEET ABSTRACT & COMPANY'S GENERAL BUSINESS PROFILE:

I. Registration Details:

Registration No.	35409
Balance Sheet date	30-06-2011
State Code	55

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

Public Issue	Bonus Share Issued
-	-
Private Placement/Promoters	
-	

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

Total Liabilities	Total Assets
21,509.00	21,509.00

Sources of Funds:

Paid-up Capital	Reserves & Surplus	Share Application Money
1546.25	111.25	16150.00
Provision for Deferred Tax	Secured Loans	
1.51	369.99	

Application of Funds:

Net Fixed Assets	Investments
8383.53	990.00
Net Current Assets	Misc. Expenditure
12131.86	3.61

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

Turnover	Total Expenditure
55.95	32.85
Profit before Tax	Profit after Tax
23.10	15.40
Earning per share(Basic)	Dividend Rate %
0.10	Nil

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

Code	Products Name
7214	STEEL BARS & ROUND

In terms of our report of even date attached.

For and on behalf the Board

For B. Lugani & Associates

Chartered Accountants

Sd/-

(B. Lugani)

Partner

Membership No-81454

Place : New Delhi

Date : 06.12.2011

Sd/-
Sunil Kumar
Director

Sd/-
Mahesh Ochani
Managing Director