

HEXA TRADEX LIMITED
BALANCE SHEET AS AT 31st MARCH, 2011

DESCRIPTION	SCHEDULE	AS AT 31.03.2011 Amt.(Rs.)
SOURCES OF FUNDS		
SHAREHOLDER'S FUNDS		
Share Capital	1	500,000
Total		500,000
APPLICATION OF FUNDS		
CURRENT ASSETS, LOANS AND ADVANCES		
Cash and Bank Balances	2	454,595
Total		454,595
CURRENT LIABILITIES AND PROVISIONS		
Current liabilities	3	394
Provisions	4	13,474
		13,868
NET CURRENT ASSETS		440,727
Profit & Loss A/c		59,273
Total		500,000
Significant Accounting Policies and Notes to the Accounts	7	

For and on Behalf of Hexa Tradex Ltd

S/D
Ranjit Malik
 Director

S/D
Deepak Goel
 Director

S/D
Pravesh Srivastav
 Company Secretary

PLACE : NEW DELHI
 Date:27.07.2011

HEXA TRADEX LIMITED
PROFIT AND LOSS ACCOUNT FOR THE PERIOD ENDED 31st March, 2011

DESCRIPTION	SCHEDULE	AS AT 31.03.2011 Amt.(Rs.)
INCOME		
Sales and Operational Income	5	222,346
Total		<u><u>222,346</u></u>
EXPENDITURE		
Cost of Materials Sold		223,341
Administrative & Other Expenses	6	58,278
Total		<u><u>281,619</u></u>
Profit before Taxation		<u><u>(59,273)</u></u>
Less: Provision for:		
-Current Income Tax		
-Deferred Tax		
Profit After Taxation		(59,273)
Amount available for Appropriation		(59,273)
APPROPRIATIONS:		
Proposed Dividend:		
on Equity shares		
on Preference Shares		
Corporate Dividend Tax		
General Reserve		
Balance Carried to Balance Sheet		(59,273)
Earning Per Share (On Face Value of Rs. 2/- Each)		
Basic		
Diluted		

Significant Accounting Policies and Notes to the Accounts

7

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 Date:27.07.2011

HEXA TRADEX LIMITED**SCHEDULES****DESCRIPTION****AS AT
31.03.2011
Amt.(Rs.)****SCHEDULE "1"****SHARE CAPITAL
AUTHORISED**

2,50,000 Equity Shares of Rs. 2/- Each

500,000

500,000**ISSUED,SUBSCRIBED & PAID UP**

2,50,000 Equity Shares of Rs. 2/- Each

500,000

500,000**SCHEDULE "2"****CASH AND BANK BALANCES**

Cash in hand

800

With Scheduled banks

--Current Accounts

453,795

454,595**SCHEDULE "3"****CURRENT LIABILITIES**

Duties & Taxes

394

394**SCHEDULE "4"****PROVISIONS**

Provision for Rent & Other Expenses

13,474

13,474**SCHEDULE "5"****SALES AND OPERATIONAL INCOME**

Sales

222,346

222,346**SCHEDULE "6"****ADMINISTRATIVE AND OTHER EXPENSES**

Rent

3750

Registration and Filing Fees

900

Preliminary Expenses

44804

Professional Fees

8824

58,278

HEXA TRADEX LTD.

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO THE ACCOUNTS

SCHEDULE '7'

1) Basis of preparation of Financial Statements :

- i) The Company follows mercantile system of accounting and recognizes income and expenditure on an accrual basis except in case of significant uncertainties.
- ii) Financial statements are prepared under the historical cost convention.
- iii) Estimate and assumption used in the preparation of the financial statements are based upon management's evaluation of the relevant facts and circumstances as of the date of the financial statement. This may differ from the actual results at a subsequent date.

2) Revenue recognition:

- i) The Sales are inclusive of Excise Duty but net of Sales Tax.
- ii) Revenue in respect of sale of goods is recognized either on delivery or on transfer of significant risk and rewards of ownership of the goods.

3) Fixed Assets & Depreciation:

- i) Tangible Fixed Assets are carried at cost of acquisition inclusive of all incidental expenses related thereto.
- ii) Depreciation on fixed assets is provided on straight line method at the rates prescribed in schedule XIV to the companies act, 1956 as amended up to date.
- iii) Intangible fixed assets are amortized over a period of 5 years.

4) Inventories:

Inventories are valued at the lower of cost and net realizable value except scrap, which is valued at net realizable value. The Cost is computed on the weighted average basis.

5) Investments:

Long-term investments are stated at cost which inter-alia includes brokerage, commission, stamp duty etc. When there is a decline in their value except temporary decline, the carrying amount is reduced on an individual investment basis and decline is charged to the Profit and Loss Account. Appropriate adjustment is made in carrying cost of investment in case of subsequent rise in value of investments.

6) Foreign Exchange Transactions:

Foreign currency transactions are recorded at the exchange rate prevailing at the date of transaction. Monetary foreign currency assets and liabilities are translated at the yearend exchange rates. All exchange differences are dealt with in the Profit and Loss Account, except (i) to the extent that they are regarded as an adjustment to the interest cost and the resultant balance for new projects, till the date of capitalization, are carried to pre-operative expenses. In case of forward foreign exchange contracts, exchange difference are dealt within the Profit and Loss Account over the life of the contract, except as mentioned in (i) supra. Non monetary foreign currency items are carried at historic costs.

Gain or loss on reinstatement on the forward exchange transaction or on cancellation of forward exchange contracts, if any, is reflected in the Profit and Loss Account or capitalized till the date of installation of such fixed asset.

7) Retirement Benefits:

- i) Short term employee benefits are recognized as an expense at the undiscounted amount in the Profit and Loss Account of the year in which the related services are rendered.
- ii) Contributions to Provident Fund, a defined contribution plan are made in accordance with the statute, and are recognized as an expense in the year in which the employees have rendered service.
- iii) The cost of providing leave encashment and gratuity, defined benefit plans are determined using the Projected Unit Credit Method, on the basis of actuarial valuations carried out by third party actuaries at each Balance Sheet date. Actuarial gains and losses are recognized as and when incurred.

8) Taxation:

- i) Current tax provision is computed for Income calculated after considering allowances and exemptions under the provisions of the applicable Income Tax Laws.
- ii) Deferred tax is accounted at the current rate of tax to the extent of temporary timing differences that originate in one period and are capable of reversal in one or more subsequent periods.

NOTES TO THE ACCOUNTS:

1. This is the first financial period of the company, hence previous year figures have not been disclosed.
2. The Company was incorporated on 25th October.2010 with the object of carrying the activity of Trading in the name of Hexa Tradex.

3. A Scheme of Arrangement and Demerger (Scheme) entailing de-merger of Investment Undertaking into Hexa Tradex Limited (HTL) was filed by Jindal Saw Ltd with the Hon'ble High Court of Judicature at Allahabad..

As per the said Scheme, with effect from the Appointed Date i.e. 1st January,2011, the Investment Undertaking of Jindal Saw Ltd shall stand transferred to and vested in HTL on a going concern basis , pursuant to the provisions contained in Sections 391 to 394 and other applicable provisions of the Companies Act 1956, . Scheme is pending before the Hon'ble High Court of Judicature at Allahabad, for confirmation. And hence, the effect of the Scheme has not been given in the financial results for the year ended 31st March,2011.

As per the Scheme, the following assets and liabilities of the Investment Division of Jindal Saw Ltd as appearing on 1st January, 2011,i. e., the appointed date would be transferred to HTL

Particulars	Rs. In Lacs
Investments	2558.91
Loans to Subsidiary	19272.91
Advance Recoverable	1.37
Total	21833.19
Less: Current Liabilities and provisions	2.25
Net Assets (A)	21830.94

Once the Scheme is made effective, as a consideration of transfer of Investment Undertaking of Jindal Saw Ltd, HTL will issue and allot to the equity shareholders of Jindal Saw Ltd. 1(one) equity share of face value of Rs. 2/- (credited as fully paid-up) for every 5(five) fully paid-up equity shares of Rs. 2/- each held by them in Jindal Saw Ltd. as on the Record Date (to be fixed).The equity shares so allotted by HTL shall be listed on NSE and BSE.

4. There are no Contingent liabilities of the company as on 31.03.11

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