

SAR AUTO PRODUCTS LIMITED

BOARD OF DIRECTORS	Shri Rameshbhai Dhurlajibhai Virani Shri Shreyas Rameshbhai Virani Shri Amit Jayantilal Gosaliya Shri Issacthomas Charianthomas Kavunkal
AUDITORS	Arun M. Kothari Chartered Accountant 4, Jaygujarat society, Opp. Police Commissioner Office, Shahibaugh, Ahmedabad-380 004
BANKERS	Industrial Development Bank of India Amrish, Near K K V Circle, Kalawad Road, Rajkot (Gujarat) – 360 005.
REGISTERED OFFICE	50-E, Bhaktinagar Industrial Estate, Rajkot – 360 002.
REGISTRARS & SHARE TRANSFER AGENTS	Link Intime India Private Limited. 211, Sudarshan Complex, Nr. Mithakhali Under Bridge, Navarangpura, Ahmedabad – 380 009.

DIRECTORS' REPORT

To,
The Members

Your Directors have pleasure in presenting their **ANNUAL REPORT** together with the Audited Statement of Accounts of your Company for the year ended **31st March, 2011**.

(Rupees in Lac)

Financial Results	2010-11	2009-10
Income from operations	213.33	293.93
Add : Other Income	59.47	207.12
Total Income	272.79	501.05
Less : Total Expenditure	182.23	517.34
Profit/(Loss) before Depreciation write off and Interest	90.56	(16.29)
Less: Interest	4.68	17.82
Less: Depreciation & Miscellaneous Expenses Written Off	85.91	101.70
Profit / (Loss) before tax	(0.03)	(135.81)
Less: Provision for tax:		-
Current Tax		-
Deferred Tax Assets	(3.00)	(11.81)
Fringe Benefit tax		-
Profit/(Loss) after tax	2.97	(124.00)
Add. : Balance Brought Forward from Previous Year	945.06	1069.06
Balance of Profit & Loss Account Carried to BALANCE SHEET	948.04	945.06

Dividend

Looking at the current position of the business, Your Directors do not recommend any dividend.

Directors

Shri Shreyas Rameshbhai Virani Director will retire by rotation and being eligible offers himself for re-appointment.

Review of Operations

There is decrease in sales compare to previous year. During the year the Company has made turnover of Rs. 21,332,638 /-. However the company, due to its cost cutting and other steps has reduced its loss from Rs. 13,581,172/- to Rs. 2,523/-.

Directors' Responsibility Statement

Your directors confirm:

- (i) that in the preparation of the annual accounts, the applicable accounting standards have been followed;
- (ii) that the Directors have 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 year ended **31st March, 2011** and of the **Profit** of the company for that year;
- (iii) that the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (iv) that the Directors have prepared the accounts on a going concern basis.

Corporate Governance:

A separate report on Corporate Governance along with Auditor's Certificate on its compliance is attached as a part of the Annual Report.

Audit Committee:

Pursuant to the provisions of Section 292A of the Companies Act, 1956 and Clause 49 of the Listing Agreement of the Stock Exchanges, the Audit Committee comprises of the following Directors:

Mr. Rameshbhai D. Virani
Mr. Amit Jayantilal Gosaliya
Mr. Issac Thomas C Kavunkal

The Audit Committee reviews, acts and reports to the Board with respect to various auditing and accounting matters

Conservation of Energy, Technology Absorption and Foreign Exchange Earnings And Outgo

In accordance with the provisions of Section 217(1)(e) of the Companies Act, 1956, the required information relating to the same is annexed.

Particulars of Employees

There are no employees whose details are required to be mentioned as per Section 217(2A) of the Companies Act, 1956.

Auditors

ARUN M. KOTHARI, Chartered Accountant the Auditors of the Company will retire at the conclusion of the ensuing Annual General Meeting. They have consented to continue and act as Auditors of the Company for the current year, if re-appointed.

Secretarial Compliance Certificate:

In accordance with Section 383A of the Companies Act, 1956 and Companies (Compliance Certificate) Rules, 2001, the company has obtained a certificate from a Company Secretary in whole time practice pursuant to the provisions of the Companies Act, 1956 and a copy of such certificate is attached to this report.

Acknowledgement

The Directors takes this opportunity to thank the Bank and the members for their continued confidence in the company.

For and on behalf of the Board

Sd/-
RAMESHBHAI D. VIRANI
Chairman - Managing Director

Date : 28-05-2011
Place : Rajkot

ANNEXURE TO DIRECTORS' REPORT

FORM – A

Conservation of Energy

Annexure 1 to Directors' Report – Information under Section 217(1)(e) of the Companies Act, 1956 read with Companies (Disclosure of Particulars in the report of Board of Directors) Rules, 1988 and Forming part of Director's Report.

		2010-2011	2009-2010
I	Power & Fuel Consumption		
	Electricity		
	a) Purchased	Nil	Nil
	Units	140474	154914
	Total Amount Rs.	830990	900625
	Rate/Unit Rs.	5.92	5.81

FORM – B

Form for disclosure of particulars with respect to Technology Absorption

1.	Expenditure on R & D		
	a) Capital	Rs.	NIL
	b) Recurring	Rs.	NIL
	c) Deferred	Rs.	NIL
	d) Total	Rs.	NIL

Foreign Exchange Earnings and Outgo

1.	Earning in Foreign Exchange	Rs.	147.14 lacs
2.	Expenditure in Foreign Exchange	Rs.	4.85 lacs

For and on behalf of the Board

Sd/-
RAMESHBHAI D. VIRANI
Chairman - Managing Director

Date: 28-05-2011
Place: Rajkot

K. P. Rachchh & Co.

317, Krishna Con-Arch-2, 3rd Floor, Tagor Road, Rajkot.

E-mail : rachhkalpesh@gmail.com Cell : 98242 90889,

Ph : 0281 3013899

----- Company Secretaries

CIN : L34100GJ1987PLC010088

Authorized Share Capital. Rs. 10,00,00,000/-

COMPLIANCE CERTIFICATE

To,
The members of
SAR AUTO PRODUCTS LIMITEED
50-E BHAKTINAGAR INDSUSTRIAL ESTATE
RAJKOT.

We have examined the registers, records, books and papers of SAR AUTO PRODUCTS LIMITEED as required to be maintained under the Companies Act, 1956, (the Act) and the rules made thereunder and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended on 31st March, 2011. In our opinion and to the best of our information and according to the examinations carried out by us and explanations furnished to us by the company, its officers and agents, We certify that in respect of the aforesaid financial year :

1. The company has kept and maintained all registers as stated in Annexure 'A' to this certificate, as per the provisions and the rules made thereunder and all entries have been duly recorded.
2. The company has filed the forms and returns as stated in Annexure 'B' to this certificate, with the Registrar of Companies within the time prescribed under the Act and the rules made thereunder.
3. The company being Public limited company this clause is not applicable.
4. The Board of Directors duly met 06 times on 30-04-2010, 02-06-2010, 30-07-2010, 30-10-2010, 31-01-2011 and 02-03-2011 in respect of which meetings proper notices were given and the proceedings were properly recorded and signed the Minutes Book maintained for the purpose.
5. The company has closed its Register of Members from 24th September, 2010 to 30th September, 2010 for the purpose of AGM.
6. The Annual General Meeting for the financial year ended on 31st March, 2010 was held on 30th September, 2010 after giving due notice to the members of the Company and the resolutions passed thereat were duly recorded in Minutes Book maintained for the purpose.
7. No extra ordinary general meeting was held during the financial year.
8. The company has not Advanced any loans to its directors or persons or firms or companies referred to under section 295 of the Act
9. The company has not entered into any contract during the financial year under scrutiny which attracts the provisions of section 297 of the Act.

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----- Company Secretaries

10. The Company has made necessary entries in the register maintained under section 301 of the Act.
11. As there were no instances falling within the purview of section 314 of the Act, the company has not obtained any approvals from the Board of directors, members or Central Government.
12. The Company has not issued any duplicate share certificates during the financial year under scrutiny.
13. The company has :
 - a. Delivered all the certificates on lodgment there of for transfer/transmission or any other purpose in accordance with the provisions of the Act;
 - b. not deposited any amount in separate Bank account as no dividend was declared during the financial year.
 - c. not required to post warrants to any member of the company as no dividend was declared during the financial year.
 - d. no amount lying in the Books of Account in respect of unpaid dividend, application money due for refund, matured deposits, matured debentures and the interest accrued thereon which have remained unclaimed or unpaid for a period of seven years.
 - e. Duly complied with the requirements of section 217 of the Act.
14. The Board of Directors of the company is duly constituted.
15. The company has not appointed managing director/whole time director/Manager under section 269 of the Act during the year.
16. No sole selling agent was appointed during the financial year under scrutiny.
17. The company was not required to obtain any approvals of the Central Government, Company Law Board, Regional Director, Registrar and/or such authorities prescribed under the various provisions of the Act during the financial year.
18. The directors have disclosed their interest in other firms/companies to the Board of Directors pursuant to the provisions of the Act and the rules made thereunder.
19. The company has not issued any shares/debentures/other securities during the financial year.
20. The Company has not bought back any shares during the year.
21. The company has not redeemed any preference shares/debentures during the financial year.
22. There were no transactions necessitating the company to keep in abeyance the rights to dividend, rights shares and bonus shares pending registration of transfer of shares.
23. The company has not invited/accepted any deposits including any unsecured loans falling within the purview of section 58A during the financial year.

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----- Company Secretaries

24. The amount borrowed by the Company from Directors, public Financial Institution, Banks and others during the financial year ending 31st March, 2011 is within the borrowing limits of the Company.
25. The company has not made any loans or advances or given guarantees or provided Securities to other bodies corporate and consequently no entries have been made in the Registers kept for the Purpose.
26. The company has not altered the provisions of the memorandum with respect to situation of the registered office of the Company during the year under scrutiny.
27. The company has not altered the provisions of the memorandum with respect to the objects of the company during the year under scrutiny.
28. The company has not altered the provisions of the memorandum with respect to name of the company during the year under scrutiny.
29. The Company has not altered the provisions of the Memorandum with respect to share capital of the Company during the year under review.
30. The Company has not altered its Articles of Association during the year.
31. There was no prosecution initiated against or show cause notice received by the company during the financial year, for offences under the Act.
32. The Company has not received any security whatsoever from its employees during the year.
33. The company was not required to deposit both employee's and employer's contribution to Provident Fund with prescribed authorities pursuant to Section 418 of the Companies Act, 1956.

For: K. P. RACHCHH & CO.
Company Secretaries,

Signature:

Place: Rajkot
Date : 28th May, 2011

(CS KALPESH RACHCHH)
Proprietor
C.P. No.: 3974

K. P. Rachchh & Co.

317, Krishna Con-Arch-2, 3rd Floor, Tagor Road, Rajkot.

E-mail : rachhkalpesh@gmail.com Cell : 98242 90889,

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----- Company Secretaries

Annexure A

Registers as maintained by the Company

1. Register of Charges u/s 143/ Copies of instruments creating charges u/s 136
2. Register of Members u/s 150
3. Register of Transfer
4. Register of directors, managing director, manager and secretary u/s 303
5. Register of directors' shareholding u/s 307
6. Register of Contracts, companies and firms in which Directors of the Company are interested u/s 297, 299, 301 and 301(3) of the Act.
7. Minutes of the General Meeting & Board Meeting u/s 193 of the Act.

Annexure B

Forms and Returns as filed by the Company with the Registrar of Companies, Regional Director, Central Government or other authorities during the financial year ending on 31st March, 2011.

Sr. no.	Forms	Purpose	Filed on
1	Form 23AC & 23ACA	Under Section 220 of the Act.	29-10-2010
2	Form 20B	Under Section 159 of the Act.	18-11-2010
3	Form 66	Under Section 383(A) of the Act	30-10-2010

The company has not filed any forms or returns with Regional Director, Central Government or other Authorities during the financial year ending on 31st March, 2011.

For: K. P. RACHCHH & CO.
Company Secretaries,

Signature:

Place: Rajkot
Date : 28th May, 2011

(CS KALPESH RACHCHH)
Proprietor
C.P. No.: 3974

SAR AUTO PRODUCTS LIMITED

MANAGEMENT DISCUSSION AND ANALYSIS REPORT:

Pursuant to Clause 49 of Listing Agreement, a Management Discussion & Analysis report is given below:-

INDUSTRY STRUCTURE AND DEVELOPMENTS

In this year there is increase in Production. In this year there is Production of 31132 auto parts as compared to last year production of 23527 auto parts components. In terms of Turnover the company has achieved the turnover of Rs. 21,332,638 /-.

OUTLOOK ON OPPORTUNITIES, THREATS, RISK AND CONCERNS

The Company has deployed its surplus funds in various Portfolio Management Schemes and fixed deposits. Now, the Company has carrying on the business of machining of auto components. In today's parlance Auto component industry has growth potential as the population is increasing, demand of vehicle in all segment is increasing. However government policy and increasing inflation ratio are the major risk to all the industries.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

Your Company is committed to maintaining high standards of internal controls designed to provide accuracy of information, efficiency of operations, and security of assets. The company has adequate internal controls commensurate with the size and nature of its operations to ensure orderly and efficient conduct of business.

These controls ensure the safeguarding of assets, prevention and detection of fraud and error, Irregularities. The accuracy and completeness of the accounting records, timely preparation of reliable financial information and adherence to companies' policies, procedures and legal obligations. The audit committee of the Board of Directors meets periodically to review the performance as reported by the auditors.

FINANCIAL PERFORMANCE

As stated earlier, the Company has started its commercial production and achieved the turnover of Rs.21,332,638/- in the Financial year 2010-2011. The company has taken cost cutting and other steps which helped the company in reducing the loss. Company has incurred loss of Rs. 0.025 Lacs in comparison to Loss of Previous Year of Rs. 135.82 Lacs.

MATERIAL DEVELOPMENTS IN HUMAN RESOURCES/ INDUSTRIAL RELATIONS FRONT.

There has been no material development on the Human Resource/ Industrial Relations Front during the year.

CAUTIONARY STATEMENT

Management Discussion and Analysis Report are based on certain assumptions and expectations of future events. The Company cannot guarantee that these assumptions and expectations are accurate or will be realized by the Company. Actual results could differ materially from those expressed or implied. Important factors that could make deference to the Company's operation include global and Indian market conditions, changes in the Government Regulations, Tax regimes, WTO Regulations and such other factor.

The Company assumes no responsibility to publicly amend, modify or revise any of these statements on the basis, of any subsequent developments, information or events.

SAR AUTO PRODUCTS LIMITED

REPORT ON CORPORATE GOVERNANCE:

As required under clause 49 of the Listing Agreement, a Separate Report on Corporate Governance is given below for the financial year ended 31st March, 2011 along with certificate of auditors of the Company.

1. COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE

Corporate Governance is very important to built confidence and trust which leads to strong, stable and long term partnership with the Investors and all other Stakeholders. The detailed Report on implementation of Corporate Governance Code as incorporated in Clause 49 of the Listing Agreement with the Stock Exchange/s is set out below.

2. BOARD OF DIRECTORS:

(I) Composition of Board:

The Board consists of 4 Directors showing the fair combination of Executive, Non-Executive and Independent Directors. The directors are different in respect of the knowledge and expertise in the field. Some of the directors are professionals from different field; some are having the vast knowledge and experience of marketing/Production

(II) Attendance of each Director at the Board Meetings and Annual General Meeting:-
6 (Six) Board Meetings were held during the financial year 2010-2011.

No.	Name of Director	Category	No. Of Board Meeting Attended	Attendance at Last AGM
1	Shri Rameshbhai Virani	NI- E	6	Yes
2.	Shri Shreyas Virani	NI-E	6	Yes
3.	Shri Amit J. Gosaliya	IND-NE	6	Yes
4	Shri IssacThomas C Kavunkal	IND-NE	6	Yes

NI- non independent, NE- non executive, IND- independent, E- executive

(III) No. of other Companies or Committees The Director is Director/Chairman

No.	Name of Director	No. of other Directorship	No. of Committees in which Member
1	Shri Ramesh Virani	Nil	2
2	Shri Amit J. Gosaliya	Nil	3
3	Shri Shreyash Virani	Nil	2
4	Shri Issac Thomas C Kavunkal	Nil	2

(III) Details of Director Appointment/Reappointment in Forthcoming Annual General Meeting

Name Of Director	Shri Shreyas Virani
Date of Birth	09-03-1970
Date of Appointment	14-04-2007
Expertise is Specific functional Area	Finance and Administration
List of Public Limited Companies in which Directorship held	Nil
Chairman/Member of the committees	1. Remuneration Committee 2. Shareholder Grievance Committee.
Chairman/Member of the committees of Directors of other companies	Nil

(IV) NUMBER OF BOARD MEETINGS HELD AND THE DATES OF BOARD MEETING

6 (Six) Board Meetings were held during the financial year 2010-2011 on following dates:

30-04-2010, 02.06.2010, 30.07.2010, 30.10.2010, 31.01.2011 and 02.03.2011.

3. AUDIT COMMITTEE:

(I) COMPOSITION OF COMMITTEE:

As a measure of good corporate governance and to provide assistance to the Board of Directors in overseeing the Boards responsibilities your company had constituted an Audit Committee. The Committee covers matters specified as per Clause 49 of the Listing Agreements.

At present consist following members of the Committee:

- 1.Shri Amit J. Gosaliya (Chairman of the Committee)
2. Shri Rameshbhai D. Virani (Member of the Committee)
3. Shri Issac Thomas C Kavunkal (Member of the Committee)

The terms of reference of the Audit Committee mandated by your Board of Directors which is also in line with the statutory and regulatory requirement are:

- a. Oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.
- b. Recommending the appointment and removal of external auditors, fixation of audit fees and also approval for payment for any other services.
- c. Reviewing with management the annual financial statements before submission to the board.
- d. Reviewing with management, external and internal auditors, the adequacy of internal control systems.
- e. Reviewing the adequacy of internal audit function including structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit.
- f. Discussion with internal auditors on any significant findings and follow-up thereon.

- g. Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board.
- h. Discussion with external auditors before the audits commences, nature and scope of audit as well as has post-audit discussions to ascertain any area of concern.
- i. Reviewing the company's financial and risk management policies.

Whistle Blower Policy

The Audit Committee has approved framing of a Whistle Blower Policy and reviews the same from time to time which provides a formal mechanism for all employees of the Company to approach the Ethics Counsellor/Chairman of the Audit Committee of the Company and make protective disclosures about the unethical behaviour, actual or suspected fraud or violation of the Company's Code of Conduct. The Whistle Blower Policy is an extension of the existing Code of Conduct of the company, which requires every employee to promptly report to the Management any actual or possible violation of the Code or an event he becomes aware of that could affect the business or reputation of the Company. The disclosures reported are addressed in the manner and within the time frames prescribed in the Policy. Under the Policy, each employee.

(II) MEETINGS AND ATTENDANCE DURING THE YEAR :

Four Meetings of Audit Committee were held during financial year 2010 - 2011, and all members were present at the meetings.

4. REMUNERATION COMMITTEE:

The Committee decides remuneration policy of the Company. It also reviews from time to time the overall Compensation structure and related policies with a view to attract, motivate and retain employees

The Committee comprises the following Directors as members

- 1. Shri Issac Thomas C Kavunkal -Chairman
- 2. Amit J. Gosaliya - Director
- 3. Shri Shreyas R. Virani - Director

Details of remuneration paid:

- 1. Shri Shreyas R. Virani, Whole-Time Director was paid Rs. 12,09,351/- as managerial remuneration during the year 2010-11.
- 2. Shri Rameshbhai D. Virani Director was paid Rs. 11,81,923 /- as managerial remuneration during the year 2010-11.

One meeting of the Remuneration Committee was held during the financial year all the members were present.

5. SHARE HOLDERS/INVESTOR'S GRIEVANCE COMMITTEE:

Your Company had constituted Shareholders/Investor's Grievance Committee as required under clause 49 of the Listing Agreement.

The Committee resolves Complaints like transfer of shares, non-receipt of Annual Reports etc. as received from the Investors and provide information to the Board of Directors of the Company.

The Committee comprises the following Directors as members

1. Shri Shreyas R. Virani - Chairman
2. Shri Ramesh D. Virani - Director
3. Amit J. Gosaliya - Director

6. GENERAL BODY MEETING:**(I) DETAILS OF THE LAST THREE ANNUAL GENERAL MEETINGS :**

Year	Location	Date	Day	Time	No. of Special Resolution
2007-2008	50 E, Bhaktinagar Industrial Estate, Rajkot – 360 002	3 rd July, 2008	Thursday	11.00 A. M.	Nil
2008-2009	50 E, Bhaktinagar Industrial Estate, Rajkot – 360 002	7 th September, 2009	Monday	11.00 A. M.	Nil
2009-2010	50 E, Bhaktinagar Industrial Estate, Rajkot – 360 002	30 th September, 2010	Tuesday	11.00 A. M.	Nil

Whether Special Resolution :

(a) Were put through postal ballot last year : No

(b) Are proposed to be conducted through postal ballot this year : No

7. DISCLOSURES:

(I) No transaction of material nature has been enter into by the Company with its promoters, directors, relatives or management of the Company that may have potential conflict with the interests of Company.

(II) The company has complied with the requirement of statutory/ regulatory authorities on capital market and no penalties\strictures have been imposed on the Company by SEBI or Stock Exchanges during the last three financial year.

8. GENERAL SHAREHOLDERS INFORMATION:

I. ANNUAL GENERAL MEETING:

Date : 30th September, 2011

Time : 11.00 A. M.

Day : Friday

Venue : 50/ E, Bhaktinagar Industrial Estate,
Rajkot - 360 002.

II. FINANCIAL CALENDAR 2010-2011 :

Results for Quarter:(Tentative)

1st Quarter Results : End- July,2011.

Half-yearly Results : End-October, 2011.

3rd Quarter Results : End-January, 2012.

Audited yearly Results : End-May, 2012.

III. DATE OF BOOK CLOSURE : 24th September, 2011 to 30th September, 2011
(Both Days Inclusive)

IV. LISTING ON STOCK EXCHANGES:

1. Ahmedabad Stock Exchange Ltd.
Kamdheni Complex, Opp: Sahjanand
College, Panjarapole,
Ahmedabad- 380 015.

2. Vadodara Stock Exchange Ltd.
Fortune Tower, 3rd Floor,
Sayajigunj,
Vadodara - 390 005

3. Pune Stock Exchange Ltd.
"Shivleela Chambers"
752, Sadashiv Peth,
R. B. Kumbhkar Marg,
Pune - 411 030.

4. Saurashtra Kutch Stock Exchange Ltd.
Popatbhai Sorathia Bhavan,
Sadar Bazar, Rajkot.

V. LISTING FEES:

The Company has paid the Annual Listing fees to each of the above Stock Exchanges for the financial year 2010-2011.

VI. DEMAT INTERNATIONAL SECURITIES IDENTIFICATION NUMBER (ISIN) IN NSDL AND CDSL FOR EQUITY SHARES: INE002E01010

VII. DEMATERIALISATION OF SECURITIES:

97.23 % of the Company's Equity Share Capital is dematerialised as on 31st March, 2011, by the members of the Company through CDSL and NSDL.

VIII. SHARE TRANSFER SYSTEM:

Trading in equity share of the Company is permitted in physical and dematerialized form. Share transfer in physical form received by the Registrar and Transfer agent are registered and returned within the period of 30 days from the date of receipt of the documents, provided all documents are valid and complete in all respects. As per SEBI Guidelines upon completion of the transfers the Registrar and Transfer Agent send an offer letter to the transferee with an option to receive credit of transferred shares in electronic form under the transfer cum demat facility. In case option is not exercised or if offer is not submitted within stipulated time the share certificates are sent to the transferee.

IX. REGISTRAR & TRANSFER AGENT:

Link Intime India Private Limited
211, Sudarshan Complex,
Nr. Mithakhali Under Bridge,
Navrangpura, Ahmedabad - 380 009.
Phone /Fax No.: 079 - 26465179.
Email : ahmedabad@intimespectrum.com

X. ADDRESS FOR COMMUNICATION:

Sar Auto Products Ltd.
50 E Bhaktinagar Industrial Estate,
Rajkot - 360 002.

XI. PLANT LOCATIONS:

Sar Auto Products Ltd.
50 E Bhaktinagar Industrial Estate,
Rajkot - 360 002

XII. SHAREHOLDING PATTERN AS ON 31ST MARCH, 2011.

SR. NO.	CATEGORY	NO. OF SHARES HELD	PERCENTAGE OF SHAREHOLDING
1	Indian Public	868200	18.22
2	NRIs/ OCBs	-	-
3	Mutual Funds and UTI	-	-
4	Bank, Financial Institutions, Insurance Companies, (Central/ Institutions)	228000	4.79
5.	Private Corporate Bodies	106400	2.23
6.	Indian Promoters	3562140	74.76
	TOTAL	4764740	100.00

CERTIFICATION BY CHIEF EXECUTIVE OFFICER AND CHIEF FINANCIAL OFFICER OF THE COMPANY :

We, Shri Rameshbhai Virani, Managing Director and Chief Executive Officer and Shri Shreyash Rameshbhai Virani, Chief Financial Officer, of Sar Auto Products Limited (the Company), hereby certify to the Board that:

(a) We have reviewed the financial statements and the cash Flow Statement for the year and that to the best of our knowledge and belief :

- (i) these statement do not contain any materially untrue statement or omit any material fact or contain statement that might be misleading:
- (ii) these statement together present a true and fair view of the Company affairs and are in compliance with existing accounting standards, applicable laws and regulations.

(b) There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violate of the Company's Code of Conduct.

(c) We are responsible for establishing and maintaining internal controls for financial reporting in the Company and we have evaluated the effectiveness of the internal control system of the Company pertaining to financial reporting. We have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and steps we have taken or propose to take to rectify these deficiencies.

(d) We have indicated to the auditors and the audit Committee:

- (i) Significant changes in internal controls over financial reporting during the year.
- (ii) Significant changes in accounting polices during the year and the same have been disclosed in the notes to the financial statements and
- (iii) Instance of Significant fraud of which we have become aware and the involvement therein, if any, of the Management or an employee having a significant role in the Company internal control system.

(e) We affirm that we have not denied any personal access to the Audit committee of the Company (in respect of matters involving alleged misconduct, if any,)

(f) We further declare that all Board Members and Senior Management have affirmed compliance with the Code of Conduct for the current year.

Shri Rameshbhai Virani
Managing Director & Chief Executive Officer

Shri Shreyash R. Virani
Chief Financial Officer

Place : Rajkot

Date : 28-05-2011

CERTIFICATE

To
The Members of
SAR AUTO PRODUCTS LIMITED
Rajkot.

We have read the Report of Directors on Corporate Governance and have examined the relevant records relating to compliance of conditions of Corporate Governance by the Sar Auto Products Limited for the year ended 31st March, 2011, as stipulated in Clause 49 of the Listing Agreement executed by Company with the 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 the Corporate Governance.

It is neither an audit nor an expression of opinion on the financial statements of the Company.

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

We State that no investors complaints are pending for a period exceeding for 30 days against the Company as per the records maintained by the Share Transfer and Investors Grievance Committee.

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

PLACE: AHMEDABAD
DATE : 28-05-2011

FOR ARUN M. KOTHARI
CHARTERED ACCOUNTANTS

(Arun M. Kothari)
Proprietor

Auditor's Report

To,
The Members,
SAR AUTO PRODUCTS LIMITED

We have audited the attached Balance Sheet of *SAR AUTO PRODUCTS LIMITED* as at 31st MARCH 2011, the Profit & Loss Account and Cash Flow Statement for the year ended on that date. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As required by the Companies (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, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order

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

- (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 & Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;
- (iv) In our opinion, the Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956
- (v) On the basis of written representations received from the directors, as on 31st March, 2011 and taken on records by the Board of Directors, we report that none of the director is disqualified as on 31st March, 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 31st March, 2011 ;
 - (b) in the case of the Profit & Loss Account, of the Profit for the year ended on that date.
 - (c) in the case of Cash Flow Statement, of the Cash Flows for the year ended on that date.



For ARUN M. KOTHARI,
Chartered Accountant

Arun Kothari

Arun M. Kothari
Proprietor

Membership No. : 108669

Ahmedabad, 28th May, 2011

Statement on the Companies (Auditor's Report) Order, 2003

To,
The Members,
SAR AUTO PRODUCTS LIMITED

Referred to in paragraph 3 of our report of even date

- (i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) According to the information and explanation given to us, the fixed assets of the Company were physically verified by the management in a phased & periodical manner which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
- (c) During the year, the Company has not disposed off substantial part of fixed assets and the going concern status of the Company is not affected.
- (ii) (a) According to the information and explanation given to us, the inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
- (b) In our opinion and according to the information & explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- (c) The Company has maintained proper records of inventory. As explained to us, there was no material discrepancies noticed on physical verification of inventory as compared to the book records.
- (iii) (a) The Company has not granted loans to the party covered in the Register maintained under section 301 of the Companies Act, 1956. Accordingly, clause 4 (iii) (b), (c) and (d) does not apply.
- (e) The Company has accepted unsecured loans from two parties covered in the Register maintained under Section 301 of the Companies Act, 1956.
- | Sr. No. | Name of Related Party | Maximum amount due at any time during the year
Amount (Rs.) | Balance due as at the end of the financial year
Amount (Rs.) |
|---------|-----------------------|--|---|
| 1. | Mr. Ramesh D. Virani | 11,75,000 | 11,75,000 |
| 2. | Mr. Shreyas R. Virani | 7,79,712 | 1,79,712 |
- (f) In our opinion and according to the information and explanations given to us, the same is prima facie, not prejudicial to the interest of the Company.
- (g) There is no stipulation for repayment of the said loan.
- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control systems commensurate with the size of the Company and the nature of its business with regard to purchases of fixed assets and for sale of goods. During the course of our audit, we have not observed any continuing failure to correct major weakness in internal controls.



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- (v) (a) In our opinion and according to the information and explanations given to us, the particulars of contracts and arrangements referred to in Section 301 of the Act have been entered in the register required to be maintained under that section.
- (b) In respect of transactions made in pursuance of such contracts or arrangements exceeding the value of Rupees Five lakhs entered into during the financial year, because of the unique and specialized nature of the transaction and absence of any comparable prices, we are unable to comment whether the transactions were made at prevailing market prices at the relevant time.
- (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) The Central Government has prescribed the maintenance of cost records under section 209(1)(d) of the Companies Act, 1956 in respect of goods manufactured by the Company. We have broadly reviewed the accounts and records of the Company in this connection and are of the opinion, that prima facie, the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the same.
- (ix) In respect of statutory dues;
- (a) According to the information and explanations given to us, the Company is regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, ESIC, Income Tax, Wealth Tax, Sales Tax, Value Added Tax, Service Tax, Customs Duty, Excise Duty, Cess and other material statutory dues apart few cases of delay in payment of tax deducted at source.
- (b) According to the information and explanations given to us, no undisputed amounts payable in respect of Provident Fund, ESIC, Income Tax, Wealth Tax, Sales Tax, Value Added Tax, Service Tax, Customs Duty, Excise Duty and Cess were in arrears, as at 31st March, 2011 for a period of more than six months from the date they became payable.
- (c) According to the information and explanations given to us, there are no dues in respect of Provident Fund, ESIC, Income Tax, Wealth Tax, Sales Tax, Value Added Tax, Service Tax, Customs Duty, Excise Duty and Cess that have not been deposited with the appropriate authorities on account of any dispute.
- (x) In our opinion, the Company has no accumulated losses. The Company has not incurred cash losses during the year, but has incurred cash losses during the immediately preceding financial year.
- (xi) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to a financial institutions and banks.
- (xii) In our opinion and according to the information & explanations given to us, no loans and advances have been granted on the basis of security by way of pledge of shares, debentures and other securities. Accordingly, Clause 4 (xii) of the Order is not applicable.
- (xiii) In our opinion, the Company is not a chit fund or a *nidhi* mutual benefit fund/ society. Accordingly, Clause 4 (xiii) of the Order is not applicable.
- (xiv) In our opinion, the Company has maintained proper records of transactions and contracts relating to dealing or trading in shares, securities, debentures and other investments during the year and timely entries have been made therein. The shares, securities, debentures and other investments have been held by the Company in its own name except as permissible under Section 49 of the Companies Act, 1956.

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- (xv) In our opinion, and according to the information and explanations given to us, the Company has not given guarantees for loans taken by others from banks or financial institutions. Accordingly, clause 4(xv) of the Order is not applicable.
- (xvi) In our opinion and according to the information and explanations given to us and on an overall examination, no term loan was raised during the year under review. Thus the provision of Clause (xvi) of the order is not applicable.
- (xvii) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that no funds raised on short-term basis have been used for long-term investment.
- (xviii) The Company has not made preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Act. Accordingly, clause 4(xviii) of the Order is not applicable.
- (xix) The Company has not issued any debentures. Accordingly, clause 4(xix) of the Order is not applicable.
- (xx) The Company has not raised any money by public issues during the year. Accordingly, clause 4(xx) of the Order is not applicable.
- (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.

Ahmedabad, 28th May, 2011



For ARUN M. KOTHARI,
Chartered Accountant

Arun Kothari

Arun M. Kothari
Proprietor
Membership No. 108669

SAR AUTO PRODUCTS LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2011

PARTICULARS	SCHEDULE	AS AT 31.03.2011	AS AT 31.03.2010
I. SOURCES OF FUNDS :			
1. Shareholder's Funds :			
a) Share Capital	1	(47,647,400	47,647,400
b) Reserves & Surplus	2	110,533,281	110,235,452
2. Loan Funds :			
a) Secured Loans	3	(2,352,132	13,617,047
b) Unsecured Loans	4	1,397,764	1,679,712
3. Deferred Tax Liabilities		(2,700,239	3,000,592
		164,630,817	176,180,202
II. APPLICATION OF FUNDS :			
4. Fixed Assets :	5		
a) Gross Block		(84,993,206	88,059,947
b) Less : Depreciation		35,157,543	29,148,193
NET BLOCK		(49,835,663	58,911,754
5. Investments	6	(12,528,219	26,827,874
6. Current Assets, Loans & Advances :			
a) Inventories	7	(8,345,703	7,868,472
b) Sundry Debtors	8	26,995,732	20,951,679
c) Cash & Bank Balances	9	14,912,133	25,321,752
d) Loans & Advances	10	55,430,768	39,915,420
		105,684,335	94,057,323
Less : Current Liabilities & Provisions :	11	(3,417,401	3,616,749
Net Current Assets		102,266,935	90,440,574
		164,630,817	176,180,202

NOTES TO ACCOUNTS

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As per our report of even date

FOR ARUN M. KOTHARI,
Chartered Accountant

Arun Kothari

Arun M. Kothari
Proprietor
Membership No.: 108669



FOR & ON BEHALF OF THE BOARD OF DIRECTORS,

Ramesh D. Virani

Ramesh D. Virani
Managing Director

Shreyas R. Virani

Shreyas R. Virani
Director

Issacthomas Charianthomas Kavunkal
Director

Issacthomas Kavunkal

Ahmedabad, 28th May, 2011

SAR AUTO PRODUCTS LIMITED

PROFIT & LOSS ACCOUNT FOR THE PERIOD ENDED 31ST MARCH, 2011

PARTICULARS	SCHEDULE	AS AT 31.03.2011	AS AT 31.03.2010
I. INCOME :			
Income From Operations	12	21,332,638	29,392,583
Other Income	13	5,946,568	20,248,073
Stock Variance	14	837,949	(7,469,686)
		28,117,154	42,170,970
II. EXPENDITURE :			
Raw Material Consumed		2,820,228	2,814,114
Stores & Spares Consumed		1,476,243	3,781,028
Manufacturing Expenses	15	5,187,414	7,917,898
Employee's Remuneration & Benefits	16	983,654	1,679,493
Administrative & Other Expenses	17	8,593,623	27,607,529
Interest & Financial Charges	18	467,963	1,782,012
Depreciation		8,590,553	10,170,069
		28,119,678	55,752,143
Profit/(Loss) for the year before taxation		(2,523)	(13,581,172)
<i>Less : Provision for taxation :</i>			
Deferred Tax		(300,353)	(1,181,371)
Net Profit/(Loss) after taxation		297,830	(12,399,802)
Add. : Balance Brought Forward From Previous Year		94,506,665	106,902,279
Excess Provision of Income Tax of Previous Year		-	4,188
		94,506,665	106,906,467
BALANCE CARRIED FORWARD TO BALANCE SHEET		94,804,495	94,506,665

NOTES TO ACCOUNTS

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As per our report of even date

FOR ARUN M. KOTHARI,
Chartered Accountant

Arun Kothari

Arun M. Kothari
Proprietor



FOR & ON BEHALF OF THE BOARD OF DIRECTORS,

Ramesh D. Virani

Ramesh D. Virani
Managing Director

Shreyas R. Virani

Shreyas R. Virani
Director

Issachthomas Charianthomas Kavunkal
Director

Issachthomas Charianthomas Kavunkal

Ahmedabad, 28th May, 2011

SAR AUTO PRODUCTS LIMITED			
CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2011			
		[INR] 31.03.2011	[INR] 31.03.2010
A. Cashflow from Operating Activities			
Net Profit/(loss) before tax and extraordinary items		(2,523)	(13,581,848)
Adjustments for :			
Depreciation		8,590,553	10,170,069
Profit on sale of investment		-	-
Profit/ (Loss) on sale of assets		435,870	(1,893,428)
Interest Paid		467,963	1,782,012
Interest Received		1,041,903	1,479,347
Operating Profit before working capital changes		7,578,220	(1,215,686)
Adjustments for :			
Trade and other receivables		(21,556,663)	(27,686,893)
Trade payables		(199,348)	(347,314)
Increase in inventories		(477,231)	10,591,241
Cash generation from operations		(14,655,022)	(18,658,652)
Net Cashflow from operating activities		(14,655,022)	(18,658,652)
B. Cashflow from investing activities			
Purchase of fixed assets		4,015,330	(1,083,951)
Sale of fixed assets		4,934,000	3,670,000
Sale / (Purchase) of investment		14,299,655	(21,128,194)
Net cash generated/used in investing activities		15,218,325	(18,542,145)
C. Cashflow from financing activities			
Proceeds from borrowings		-	-
Secured loan received		-	-
Income Tax		-	(34,850)
Repayment of loans (Secured + unsecured)		11,546,862	9,341,632
Interest & Finance Charges		467,963	(1,782,012)
Interest Received		1,041,903	1,479,347
Net cash generated/used in financing activities		(10,972,922)	(6,115,123)
Net increase in cash and cash equivalent		(10,409,619)	(43,315,920)
Cash and Cash equivalent as at 31.03.2010 (Opening Balance)		25,321,752	53,518,432
Cash and Cash equivalent as at 31.03.2011 (Closing Balance)		14,912,133	25,321,752
		For on behalf of the Board of Directors,	
		Rameshbhai D. Virani Director	
AUDITOR'S REPORT			
We have examined the above cash flow statement and the same is in accordance with the SEBI requirement and is based on and in agreement with the corresponding Profit & Loss Account and Balance Sheet covered by our report of even date.			
		FOR ARUN M. KOTHARI Chartered Accountant	
		Arun M. Kothari Proprietor	
		Ahmedabad, 28th May, 2011	

SAR AUTO PRODUCTS LIMITED

**SCHEDULES ANNEXED TO AND FORMING PART OF THE ACCOUNTS FOR THE PERIOD ENDED
31st MARCH, 2011**

SCHEDULE - 1

Share Capital	AS AT 31.03.2011	AS AT 31.03.2010
AUTHORISED :		
1,00,00,000 Equity Shares of Rs.10/-each	100,000,000	100,000,000
ISSUED, SUBSCRIBED & PAID UP :		
47,64,740 Equity Shares of Rs.10/-each fully paid-up	47,647,400	47,647,400
	47,647,400	47,647,400

SCHEDULE - 2

Reserves & Surplus	AS AT 31.03.2011	AS AT 31.03.2010
General Reserve	732,787	732,787
Share Premium Account	14,996,000	14,996,000
Profit & Loss Account	94,804,495	94,506,665
	110,533,281	110,235,452

SCHEDULE - 3

Secured Loans	AS AT 31.03.2011	AS AT 31.03.2010
Loan from LIC of India [Secured against Keyman Insurance Policy]	1,429,750	1,429,750
Loan from India Infoline Investment Services Ltd. [Secured against shares and securities]	922,382	12,187,297
	2,352,132	13,617,047

SCHEDULE - 4

Unsecured Loans	AS AT 31.03.2011	AS AT 31.03.2010
From Directors	1,354,712	1,679,712
From Company	43,052	-
	1,397,764	1,679,712



SAR AUTO PRODUCTS LIMITED										
SCHEDULE - 05										
FIXED ASSETS AS AT 31ST MARCH, 2011										
ASSETS HEAD	OPENING BALANCE	GROSS BLOCK		TOTAL	UP TO 31.03.2011	DEPRECIATION		UP TO 31.03.2011	NET BLOCK	
		ADDI- TIONS	DEDUC- TIONS			DEPRE- CIATION ADJUST.	FOR THE PERIOD		AS ON 31.03.2011	AS ON 31.03.2010
Factory Building:	4,037,496	-	-	4,037,496	2,401,765	-	163,573	2,565,338	1,472,158	1,635,731
Plant & Machinery:	66,931,916	1,575,592	5,480,344	63,027,164	21,238,264	1,530,740	6,184,524	25,892,048	37,135,116	45,693,652
Machinery R&D	10,377,000	-	-	10,377,000	2,105,500	-	1,150,566	3,256,066	7,120,934	8,271,500
Jigs & Fixtures R&D	79,500	-	-	79,500	16,738	-	8,730	25,468	54,032	62,762
Furniture & Fixtures	740,340	-	-	740,340	577,856	-	29,410	607,266	133,074	162,484
Office Equipments:	595,129	135,500	-	730,629	281,617	-	49,577	331,194	399,435	313,512
Computers & Softwares	644,074	17,700	-	661,774	394,036	-	102,301	496,337	165,437	250,038
Electric Installation:	676,784	-	-	676,784	289,779	-	53,832	343,611	333,173	387,005
Vehicles:	3,977,708	2,286,538	1,601,727	4,662,519	1,842,638	1,050,463	848,040	1,640,215	3,022,304	2,135,070
CURRENT YEAR	88,059,947	4,015,330	7,082,071	84,993,206	29,148,193	2,581,203	8,590,553	35,157,543	49,835,663	58,911,754
PREVIOUS YEAR	94,125,810	1,083,951	7,149,814	88,059,947	20,564,465	1,586,341	10,170,069	29,148,193	58,911,754	14,205,791



SAR AUTO PRODUCTS LIMITED

SCHEDULE - 6

Investments		AS AT 31.03.2011	AS AT 31.03.2010
A. LONG TERM INVESTMENTS:			
	No. of Shares/Bonds/Units fully paid-up		
<u>In Equity Shares, Unquoted, fully paid-up:</u>			
Shares of Rajkot Nagarik Sahakari Bank Ltd.		3,050	3,050
Shares of Consortex Karl Deolic Ltd.	1,700	5,355	5,355
Investment in Gold	1400 gms	2,891,000	-
Total Value of Long Term Investments		2,899,405	8,405
B. CURRENT INVESTMENTS:			
<u>Other Investments:</u>			
Goldbees (Benchmark Mutual Fund Gold)	2000 gms	3,854,007	3,698,929
<u>In Equity Shares, Quoted, fully paid-up:</u>			
Gemini Communication Ltd.		-	248,000
[Sold 10,000 shares during the year]			
Indiabulls Securities Ltd.		-	22,864,850
[Sold 8,21,000 shares during the year]			
Mercator Lines Ltd.	32,008	1,154,574	445
[1,79,000 Shares purchased, 1,46,000 Shares sold during the year]			
Shreyas Shipping & Logistics Ltd.	377	7,245	7,245
JMDE Packaging & Realities Ltd.	2,000	1,432	-
JMD Telefilms Ind.Ltd.			
[3,63,250 Shares purchased, 2,70,050 Shares sold during the year]	93,200	1,453,920	-
Karur KCP Packagings Ltd.			
[1,47,856 Shares purchased, 1,34,816 Shares sold during the year]	13,040	459,008	-
Ansal Housing & Construction Ltd.			
[2,66,849 Shares purchased, 2,59,849 Shares sold during the year]	7,000	307,650	-
Balaji Telefilms Ltd.			
[2,83,000 Shares purchased, 2,80,000 Shares sold during the year]	3,000	98,850	-
India Infoline Ltd.			
[36,550 Shares purchased, 20,050 Shares sold during the year]	16,500	1,221,825	-
Motilal Oswal Mutual Fund (M-100)			
[82,211 Shares purchased during the year]	82,211	598,496	-
Unitech Ltd.			
[28,000 Shares purchased, 18,000 Shares sold during the year]	10,000	404,500	-
Amco India Ltd.			
[3,516 Shares purchased, 3,215 Shares sold during the year]	301	6,607	-
20 Microns Ltd.			
[2,28,000 Shares purchased, 2,27,000 Shares sold during the year]	1,000	37,150	-
Donear Industries Ltd.			
[1,000 Shares purchased during the year]	1,000	23,550	-
Net Value of Current Investments in Equity Shares		9,628,814	26,819,469
		12,528,219	26,827,874

- 1) Total Market value of Quoted investment Rs.99,33,179/-
- 2) Total Cost of Quoted Investment Rs.98,67,436/-
- 3) Total Cost of Unquoted Investment Rs.8,405/-



SAR AUTO PRODUCTS LIMITED

SCHEDULE - 7

Inventories	AS AT 31.03.2011	AS AT 31.03.2010
<i>[As valued and certified by the Management]</i>		
Bush	5,355	5,355
Consumable & Tools	779,505	856,204
Cutters	1,150,419	1,494,689
Machinery Oil	59,958	19,592
Packing Materials	96,409	76,524
Finished Goods	9,905	6,880
Work-in-Process	6,244,152	5,409,228
	8,345,703	7,868,472

SCHEDULE - 8

Sundry Debtors	AS AT 31.03.2011	AS AT 31.03.2010
<i>Sundry Debtors:[Unsecured, considered good]</i>		
Less than six months	6,330,589	19,473,205
More than six months	20,665,143	1,478,475
	26,995,732	20,951,679
	26,995,732	20,951,679

SCHEDULE - 9

Cash & Bank Balances	AS AT 31.03.2011	AS AT 31.03.2010
Cash on Hand	36,164	398,310
Balance with Scheduled Banks in Current Accounts	4,478,515	14,802,993
Balance with Scheduled Banks in Fixed Deposit Accounts	10,397,454	10,120,449
	14,912,133	25,321,752

SCHEDULE - 10

Loans & Advances [Unsecured, Considered Good]	AS AT 31.03.2011	AS AT 31.03.2010
Advances recoverable in cash or in kind or for value to be received	11,194,448	13,293,981
Deposits [Includes Security Deposit of Rs.4.00 Crore with Key Management Personnel and their relatives]	40,605,051	20,620,051
Prepaid Expenses	1,102,027	485,994
VAT	1,368,923	3,074,608
Excise Duty (incl. Edu.Cess & S&H)-Capital Goods	236,323	189,010
Excise Duty (incl. Edu.Cess & S&H)-Input	45,674	39,248
Excise Duty (incl. Edu.Cess & S&H)-Receivables	13,951	33,395
Excise Duty Receivables on Export Sales	303,638	1,411,772
Service Tax & Cess	52,925	373,840
Special Custom Duty Receivable (SCVD)	51,846	49,243
Income Tax TDS Receivables (A.Y. 2011-12)	111,684	-
Income Tax Refund Due (A.Y. 2010-11)	240,258	240,258
Income Tax Refund Due (A.Y. 2009-10)	104,020	104,020
	55,430,768	39,915,420
	55,430,768	39,915,420



SAR AUTO PRODUCTS LIMITED

SCHEDULE - 11

Current Liabilities & Provisions	AS AT 31.03.2011	AS AT 31.03.2010
<i>Current Liabilities :</i>		
Sundry Creditors for Goods & Expenses	1,774,578	1,620,661
Other Current Liabilities/TDS Payable	76,038	397,802
Advance from Customers	525,031	187,345
	2,375,647	2,205,809
<i>Provisions :</i>		
Provisions for Expenses	1,041,754	1,410,941
	3,417,401	3,616,749

SCHEDULE - 12

Income From Operation	AS AT 31.03.2011	AS AT 31.03.2010
<i>Income from Tractor Parts, Auto Parts & Job Work:</i>		
Autoparts Sales	4,108,382	511,017
Autoparts Sales-Exports	14,061,036	50,517,001
Machinery Parts Sales	-	198,153
Sales OGS	-	75,757
Scrap Sales	179,770	575,371
Forging Sales	159,602	-
Gross Sales	18,508,790	51,877,299
Less : Excise Duty	949,186	3,161,520
Net Sales	17,559,604	48,715,779
Job Work Income	631,200	35,000
<i>Income from Shares & Securites Operations:</i>		
Profit/(Loss) on Sale of Shares (Net)	3,141,834	(19,358,197)
	21,332,638	29,392,583

SCHEDULE - 13

Other Income	AS AT 31.03.2011	AS AT 31.03.2010
Interest Income	1,041,903	1,362,857
Dividend Income	449,690	2,405,960
Development Cost Income	-	787,052
Discount Income	37,807	50,237
Claims/EPCG Claims/Misc. Receipts	3,202,234	15,989,351
Exchange Rate Fluctuation	326,955	(463,873)
Interest Subsidy	500,000	-
Profit on Sale of Assets	387,979	-
Interest on Income Tax Refund	-	116,490
	5,946,568	20,248,073

SCHEDULE - 14

Stock Variance	AS AT 31.03.2011	AS AT 31.03.2010
Closing Stock - Finished Goods, WIP and Scrap	6,254,057	5,416,108
Add: Excise duty on Opening Stock of finished goods	-	202,985
Less : Opening Stock - Finished Goods, WIP and Scrap	5,416,108	13,088,779
Less : Excise duty on Closing Stock of Finished Goods	-	-
	837,949	(7,469,686)



SAR AUTO PRODUCTS LIMITED

SCHEDULE - 15

Manufacturing Expenses	AS AT 31.03.2011	AS AT 31.03.2010
Job Work Charges	3,757,395	6,397,663
Machinery Repairs & Maintenance	422,122	295,286
Cutter Resharpener Charges	35,538	79,771
Calibration Expenses	-	8,450
Electric Expenses	717,831	1,002,835
Factory Expenses	24,753	29,573
Freight & Octroi-Inward	164,304	69,812
Testing Expenses	442	10,916
Labour Charges	65,029	23,592
	5,187,414	7,917,898

SCHEDULE - 16

Employees' Remuneration & Benefits	AS AT 31.03.2011	AS AT 31.03.2010
<i>Salary, Wages & Other Allowances :</i>		
Salary & Wages	530,633	864,695
Leave Salary	59,548	99,504
Bonus	63,818	106,447
<i>Contribution to P.F. & Other Funds:</i>		
Provident Fund	317,153	401,174
ESIC	12,502	2,992
Staff Welfare Expenses	-	204,681
	983,654	1,679,493



SAR AUTO PRODUCTS LIMITED

SCHEDULE - 17

Administrative & Other Expenses	AS AT 31.03.2011	AS AT 31.03.2010
Power & Fuel	113,159	135,045
Rent	530,000	1,135,800
Repairs & Maintenance to Building & Machinery	520,272	613,938
Insurance Charges	289,480	267,575
Rates & Taxes	1,966	8,579
Bad Debts	921,834	15,559,859
Debit Note Charges	275,414	1,174,249
Loss on Sale of Assets (Net)	-	1,759,089
STT & Demat Charges	20,829	583,251
Legal & Professional Charges	1,857,207	1,170,570
Directors' Remuneration & Perks	2,391,274	2,229,242
Miscellaneous Expenses	1,672,188	2,970,332
	8,593,623	27,607,529

SCHEDULE - 18

Interest & Financial Charges	AS AT 31.03.2011	AS AT 31.03.2010
Interest & Finance Charges	379,004	1,631,297
Bank Commission/Charges	88,959	150,714
	467,963	1,782,012



SAR AUTO PRODUCTS LIMITED

SCHEDULE - 19

NOTES TO ACCOUNTS

01] Significant Accounting Policies:

A] Accounting Convention:

The financial statements for the year ended 31st March, 2011 are prepared under historical cost convention. Revenues are recognized and expenses are accounted on accrual basis with necessary provisions for all known liabilities and losses.

B] Fixed Assets & Depreciation:

- (i) Fixed Assets are stated at the Original cost inclusive of incidental expenses related to acquisition.
- (ii) Assets are depreciated on Written down value method at the rates specified in Schedule XIV of the Companies Act, 1956.
- (iii) Depreciation on assets disposed off during the year is provided on pro-rata basis.
- (iv) Depreciation on newly added assets is charged as and when the same have been installed and put to use.

C] Inventories:

The inventories are valued at cost or net realizable value, whichever is lower.

D] Revenue:

Sales of Auto Parts & Machinery Parts are accounted at the point of dispatch. Dividend is recognized on receipt basis. Profit or loss on sale of assets is recognized on sale of assets. Interest on deployment of surplus funds is recognized using the time proportion method based on the interest rates implicit in the transaction. Claims are recognized on receipt basis.

E] Investments:

Investments are classified into Current investments and Long-term investments. Current investments are stated at lower of cost or fair market value. Long-term investments are stated at cost. Provision for diminution in the value of Long-term investments is made only if such a decline is other than temporary in the opinion of the management.

F] Income Tax:

Current Tax: Provision is made for income tax on yearly basis, under the tax-payable method, based on tax liability, as computed after taking credit for allowances and exemptions if any.

Deferred Tax: Deferred tax charge or credit is recognized using current tax rates. Where there is unabsorbed depreciation or carry forward losses, deferred tax assets are recognized only if there is virtual certainty of realization of such assets. Other deferred tax assets are recognized only to the extent there is reasonable certainty of realization in future. Deferred Tax assets/ liabilities are reviewed at each Balance Sheet date based on developments during the year and available case laws, to reassess realization/ liabilities.

G] Foreign Currency Transaction:

Foreign currency transactions are recorded at the rates of exchange prevailing on the date of transaction. Monetary foreign currency assets and liabilities outstanding at the close of the financial year are revalued at the exchange rates prevailing on the balance sheet date.

Exchange differences arising on account of fluctuations in the rate of exchange are recognized in the Profit & Loss Account.



02] Segment Reporting:

The Company is engaged in the business of machining of Auto Components. Further, the surplus money available with the company continues to be deployed under the professional guidance in Portfolio Management Scheme, Fixed Deposits and Shares and securities and the same has not been shown as separate segment for the purpose of Segment Reporting under AS-17.

03] Related party disclosure:

Disclosure required as per Accounting Standard 18 (AS 18), "Related party disclosure" is as follows:

Sr. No.	Name of Related Party	Relationship
1.	Mr. Ramesh D. Virani	Key Management Personnel
2.	Mr. Shreyas R. Virani	Key Management Personnel

Transactions with Related Parties during the year:**(i) Directors' Remuneration & Perks****(Amount in Rupees)**

Related Party	Amount
Mr. Ramesh D. Virani	11,81,923
Mr. Shreyas R. Virani	12,09,351
Total	23,91,274

(ii) Unsecured Loans accepted:**(Amount in Rupees)**

Related Party	Balance as on 1 st April,10	Accepted During The Year	Repaid During The Year	Balance As on 31 st March,11
Mr. Ramesh D. Virani	9,00,000	4,75,000	2,00,000	11,75,000
Mr. Shreyas R. Virani	7,79,712	64,65,000	70,65,000	1,79,712
Total	16,79,712	69,40,000	72,65,000	13,54,712

04] Information regarding Consumption, Purchases, Turnover & Stocks:

Raw Material Consumed (Round Bar & Forgings)	2010-11	2009-10
Opening Stock	--	27,981
Purchases during the year	56,540	33,621
Consumption during the year	56,540	61,602
Closing Stock	--	--

Finished Goods (Auto Parts)	2010-11	2009-10
Opening Stock	73	9,270
Purchase during the year	4	
Manufactured during the year	31,132	23,527
Sales during the year	31,132	32,724
Closing Stock	77	73

Consumption of Raw Materials:**(Amount in Rupees)**

Particulars (Principle Item)	%	2010-11
Imported	Nil	--
Indigenous	100	28,20,228

05] The outstanding balances as at 31.03.2011 in respect of Sundry Debtors, Sundry Creditors and Loans & Advances are subject to confirmation from respective parties and consequential reconciliation and or adjustments arising there from, if any. The Management, however, does not expect any material variation.

- 06] According to the opinion of the Management the realizable value of current assets, loans & advances and other receivables in the ordinary course of business would not be less than the amount at which they are stated in the Balance Sheet.

07] **Earning Per Share (EPS) Calculation (Basic and Diluted):**

Particulars	Unit	2010-11	2009-10
Amount used as the numerator Profit/(loss) after Taxation	Rs. In Lac	2.97	(12,400)
Number of Equity Shares used as the denominator	No.	47,64,740	47,64,740
Nominal Value of Shares	Rs. In Lac	476.474	476.474
Earnings Per Share (Basic)	Rs.	0.06	(2.60)

08] **Deferred Tax Working:**

The Deferred Tax Liability as at 31st March, 2011 comprises of the following:

Particulars	Deferred Tax Liability / (Assets) as on 31.03.2010	Charge during the year 2010 – 2011	Deferred Tax Liability / (Assets) as on 31.03.2011
Deferred Tax Liability / (Assets)	Rs. 36,46,052	--	Rs. 36,46,052
Difference due to Depreciation charge	--	Rs. (5,05,923)	Rs. (5,05,923)
Profit on sale of asset	--	Rs.1,19,886	Rs.1,19,886
Amount of Rs. 6,029 disallowed during the last year	Rs. (1,863)	--	Rs. (1,863)
Loss on sale of asset	Rs. (6,43,597)	Rs. 85,685	Rs. (5,57,912)
TOTAL	Rs. 30,00,592	Rs. (3,00,353)	Rs. 27,00,239

- 09] Contingent Liabilities NIL

- 10] Estimated amount of Contracts remaining to be executed on Capital Account and not provided for NIL

11] **Directors remuneration & Perks (including Managing Directors remuneration)**
(Amount in Rupees)

Particulars	For the year ended 31.03.11	For the year ended 31.03.10
Remuneration and Perks	23,91,274	24,76,302

12] **Details of Licensed and Installed Capacity:**

Particulars	Products	Units	2010-11	2009-10
Licensed Capacity	Auto parts	Pcs.	N.A.	N.A.
Installed Capacity	Auto parts	Pcs.	2,00,000	2,00,000
Actual Production	Auto parts	Pcs.	31,132	23,527

(As certified by the Directors and being a technical matter accepted by the Auditors as correct.)



13] Earnings and Expenditure in Foreign Exchange:**(i) Earnings in Foreign Exchange****(Amount in Rupees)**

Particulars	2010-11	2009-10
FOB value of exports	1,47,13,931	4,80,56,566

(ii) Expenditure in Foreign Currency**(Amount in Rupees)**

Particulars	2010-11	2009-10
Revenue	4,84,807	4,26,345
Capital	Nil	Nil

(iii) Imports**(Amount in Rupees)**

Particulars	2010-11	2009-10
CIF Value of Imports	Nil	Nil

14] Payment to Auditors:**(Amount in Rupees)**

Particulars	2010-11	2009-10
Statutory & Tax Matters	7,600	15,000
Service Tax	NIL	NIL

15] Impairment of Assets:

At each balance sheet date, the management reviews the carrying amount of its assets included in each cash generating unit to determine whether there is any indication that those assets were impaired. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss. Recoverable amount is higher of an asset's net selling price and the value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an assets and from its disposal at the end of the useful life.

16] The company has requested the suppliers to give information about their status as Micro, Small and Medium Enterprises as defined under the MSMED Act, 2006. In the absence of this information, company is unable to provide the details regarding the over dues to such Enterprises.

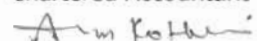
17] The figures of the previous year are regrouped rearranged wherever necessary to bring it in line with current year.

18] Schedules 01 to 19 form an integral part of the accounts and have been duly authenticated

SIGNATURE TO SCHEDULES 01 TO 19

As per our report of even date

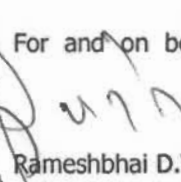
For ARUN M. KOTHARI
Chartered Accountant

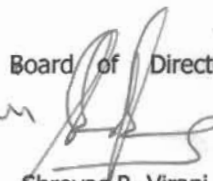


Arun M. Kothari
Proprietor
Membership No. : 108669



For and on behalf of Board of Directors,


Rameshbhai D. Virani
Managing Director


Shreyas R. Virani
Director

Issacthomas Charianthomas Kavunkal
Director


Rajkot, Dated 28th May, 2011
Ahmedabad, Dated 28th May, 2011

SAR AUTO PRODUCTS LIMITED

STATEMENT-01

Sundry Debtors	LESS THAN SIX MONTHS	MORE THAN SIX MONTHS	AS AT 31.03.2011
Auto Tranz	110,931	-	110,931
Automotive Distributors	84,663	-	84,663
Balaji Automotives	24,751	-	24,751
Bhasin Automobiles	10,126	-	10,126
Bhaskar Enterprise	12,376	-	12,376
Chintamani Diesel Pvt. Ltd.	6,188	-	6,188
Dalson Motors	99,906	-	99,906
DT Diesel Technic AG	4,190,090	2,451,766	6,641,855
Jay Tractors	634,667	-	634,667
Infra Automotive Services India Pvt. Ltd.	143,759	-	143,759
Kesar Auto Parts	38,476	-	38,476
Khambhati International LLC	-	4,280,113	4,280,113
Mahamaya Traders	73,699	25,370	99,069
Mangalore Trucks	6,188	-	6,188
Mid Land Motors	70,879	-	70,879
Mini Gears (Stockport) Ltd. Compo.Worldwide	-	11,374,722	11,374,722
Navnit Automobiles	65,817	-	65,817
Nilawar Motors & Equipments	104,631	-	104,631
Pratek Motors	1,677	-	1,677
Raja Auto Agency	55,691	-	55,691
Ravi Motors - Belgaum	10,801	-	10,801
S. Kumar Automobiles	27,142	-	27,142
S.M. Motors	182,823	-	182,823
Sainik Automobiles	29,252	-	29,252
Samam General Trading LLC	53,850	580,180	634,030
Sheth Automobiles	25,876	-	25,876
Sincere Auto Parts Agencies	24,189	-	24,189
Star Automobiles	29,252	-	29,252
Truckmech Auto Spare Parts Trading LLC	-	1,952,991	1,952,991
Vel Motors Parts	4,782	-	4,782
Vijayshree Motors	142,567	-	142,567
Vintage Auto Track	38,252	-	38,252
India Infoline Ltd.	27,289	-	27,289
	6,330,589	20,665,143	26,995,732



SAR AUTO PRODUCTS LIMITED

STATEMENT-02

Advance recoverable in cash or in kind or value to be received	AS AT 31.03.2011	AS AT 31.03.2010
DEPB Licence Income Receivable	105,304	105,304
Ajitsingh Jethabhai Jankar	25,000	25,000
Arihant Software Pvt. Ltd.	5,435,587	-
Sambodha Builders Pvt. Ltd.	5,466,251	12,531,722
Siemens Ltd. - Mumbai	761	-
Ved Finance	-	350,000
Avadesh Agencies	4,784	-
Business Combine Ltd.	153,936	-
India Infoline Investment Services Ltd.	2,713	184,898
India Infoline Ltd.	112	-
Gallops Motors Pvt. Ltd.	-	969
IIFL Private Wealth Management	-	43,588
ABC Gears	-	52,500
	11,194,448	13,293,981

STATEMENT-03

Deposits	AS AT 31.03.2011	AS AT 31.03.2010
Electric Deposit	74,529	74,529
Gas Connection Deposit	-	15,000
GEB Deposit	3,020	3,020
GIDC Deposit	5,000	5,000
LPG - Deposit	400	400
Rent Deposit	500,000	500,000
Lease Deposit	40,000,000	20,000,000
RNSB Deposit	22,102	22,102
	40,605,051	20,620,051



SAR AUTO PRODUCTS LIMITED

Sundry Creditors	AS AT 31.03.2011	AS AT 31.03.2010
<i>For Goods:</i>		
Jyoti CNC Automation Pvt. Ltd.	267,265	267,265
<i>For Expenses:</i>		
Amrut Industries	-	4,000
C.H. Sodha & Associates	27,360	-
Classic Art	380	-
Gayatri Cotton West	2,310	2,310
Ima Maintainance	21,000	-
K.C. Dange	-	4,500
K.D. Chandarana & Co.	4,963	14,889
Kishan Group Electricals	37,836	603
Marshal Electric Co.	893	-
Microchip Technologies	-	15,000
New Tech Infosystem	-	1,100
Nikki Travels & Trade Link	7,831	32,053
Om Express Services	-	2,643
Omsagar Logistics	12,845	-
Priyanshu Info Tech	200	600
Riya Grinding	15,727	-
Shree Enterprise	2,323	541
Shreeji Traders	-	1,180
Stock Holding Corporation of India Ltd.	-	5,840
Synergy Financial Services Pvt. Ltd.	7,643	7,643
Trackon Couriers Pvt. Ltd.	6,729	-
Vijay Electric Service	2,695	-
Vishal Logistics Pvt. Ltd.	-	22,123
<i>Freight & Octroi Parties:</i>		
Alpesh Roadways	-	1,530
<i>Jobwork Parties:</i>		
Aero Tech Plasma Thermal Spray	59,174	56,551
Aum Metal Treaters	4,741	6,373
Balvi Industries	64,320	-
Hagora Techno Treats	54,612	21,221
Krishna Industries	-	1,427
Laser Tech Marking Process	-	54,921
Parmeshwar Industries	-	9,275
Pragati Metal	-	64,100
Prism Forge Pvt. Ltd.	-	9,998
Ravi Metal Treatment	27,737	52,199
Star Cutter Grinding	-	1,624
Weldone Re-Grinding	-	1,100
<i>Raw Material Suppliers:</i>		
A.G. Box Works	3,360	21,747
AJK Forge Pvt. Ltd.	424,434	263,952
Business Combine Ltd.	-	8,858
India Metpro Products (P) Ltd.	17,440	13,341
Jaydeep Box Manufacturer	21,305	10,532
Mahindra Sar Transmission Pvt. Ltd.	407,798	407,798
Mayur Steels	-	1,354
Shubh Offset	3,749	-
Sunny Box Works	-	14,595
Tulsi Lubricants	105,856	-
<i>Tools Parties:</i>		
Delight Agencies	-	656
Hemant Tools Pvt. Ltd.	-	10,445
K.G.M. Corporation	-	3,364
Milltech Solutions	-	95,786
Motherson Advanced Tooling Solutions Ltd.	68,803	68,803
Precision Technology Services	-	23,124
Raj Tools & Technology Services	72,703	-
Shree Giriraj Sales Agency	20,546	8,616
Vipul Tools Centre - Mumbai	-	4,284
Others	-	798
	1,774,578	1,620,661



SAR AUTO PRODUCTS LIMITED

Raw Material Consumed	AS AT 31.03.2011	AS AT 31.03.2010
<i>Bush:</i>		
Opening Stock	(5,355	196,438
Add. : Purchases	-	-
Less : Closing Stock	(5,355	5,355
	-	191,083
<i>Round Bars & Forging:</i>		
Opening Stock	-	1,139,544
Add. : Purchases	(2,820,228	1,483,487
Less : Closing Stock	-	-
	(2,820,228	2,623,031
	2,820,228	2,814,114
Stores & Spares Consumed	AS AT 31.03.2011	AS AT 31.03.2010
<i>Machinery Oil :</i>		
Opening Stock	(19,592	69,603
Add. : Purchase	(296,767	208,493
Less : Closing Stock	(59,958	19,592
	(256,401	258,504
<i>Consumable Stores & Tools and Packing Materials:</i>		
Opening Stock	(932,728	2,687,901
Add. : Purchase	(815,733	1,739,363
Less : Closing Stock	(875,914	932,728
	(872,547	3,494,536
<i>Cutter Consumption:</i>		
Opening Stock	(1,494,689	1,277,448
Add. : Purchase	-	242,954
Less : Closing Stock	(1,150,419	1,494,689
	(344,270	25,713
<i>Semi Finished Tractor & Auto Parts:</i>		
Opening Stock	-	-
Add. : Purchase	(3,025	2,275
Less : Closing Stock	-	-
	(3,025	2,275
	1,476,243	3,781,028



SAR AUTO PRODUCTS LIMITED

Administrative & Other Expenses	AS AT 31.03.2011	AS AT 31.03.2010
<i>Power & Fuel:</i>		
Electricity Expenses	113,159	135,045
<i>Rent:</i>		
Godown Rent	530,000	1,135,800
<i>Repairs & Maintenance to Building & Machinery:</i>		
AMC Charges	450,917	306,250
Computer Software & Service Charges	9,900	15,754
Repairs & Maintenance Charges	59,455	291,934
Insurance Charges:	289,480	267,575
Rates & Taxes:	1,966	8,579
Bad Debts:	921,834	15,559,859
Debit Note Charges:	275,414	1,174,249
Loss on Sale of Assets (Net):	-	1,759,089
STT & Demat Charges:	20,829	583,251
<i>Legal & Professional Charges:</i>		
Auditors Remuneration	7,600	15,000
Court Fees Expenses	220,682	-
Other Expenses	1,628,925	1,155,570
Directors' Remuneration & Perks:	2,391,274	2,229,242
<i>Miscellaneous Expenses:</i>		
Advertisement Expenses	37,030	30,839
Postage, Telegram & Telephone, Internet Expenses	326,902	343,261
Printing & Stationery Expenses	49,309	55,033
Custody fee charges	5,515	27,103
Labour Licence Fees	2,112	-
Listing & Certification Fees	45,919	28,603
Travelling Expenses	632,041	465,169
Vehicle Running & Maintenance	196,537	151,595
Cash Discount/Other Discount	28,734	-
Digital Certificate Charges	2,800	-
Donations	6,200	11,000
Freight, Octroi-Outward & Cartages Expenses	64,085	284,445
Goods Export Expenses	143,664	238,384
Loading & Unloading Charges	-	5,900
Membership & Subscription Expenses	15,236	18,000
Misc. loss on shifting of assets	-	134,399
NSDL/CDSL Connection Fees	23,163	24,266
Office Expenses	37,342	42,312
PMS Charges	-	464,526
Research & Development Expenses	-	349,161
Sales Tax Assessment Expenses	-	268
Security Expenses	-	110,887
Service Tax	2,013	5,295
VAT Expenses	23,586	146,210
Water Charges	30,000	33,675
	8,593,623	27,607,529



SAR AUTO PRODUCTS LIMITED

Balance Sheet abstract and company's general business profile

(a)	Registration Details	
	Registration No.	04-10088
	Balance Sheet Date	31st March, 2011
(b)	Capital raised during the year	(Amt in '000)
	Public Issue	Nil
	Rights Issue	Nil
	Bonus	Nil
	Private placements	Nil
(c)	Position of mobilization and deployment of funds	(Amt in '000)
	Total Assets	Rs. 1,64,631
	Total Liabilities	Rs. 1,64,631
	Sources of Funds	
	Paid up Capital	Rs. 47,647
	Reserves and Surplus	Rs. 1,10,534
	Secured Loans	Rs. 2,352
	Unsecured Loans	Rs. 1,398
	Deferred Tax Liability	Rs. 2,700
	Application of Funds	
	Net Fixed Assets	Rs. 49,836
	Investments	Rs. 12,528
	Net Current Assets	Rs. 1,02,267
	Misc. Expenditure	Nil
	Accumulated Losses	Nil
(d)	Performance of the Company	(Amt in '000)
	Total Income	Rs. 28,117
	Total Expenditure	Rs. 28,119
	Net Profit before Tax	Rs. (2)
	Net Profit after Tax	Rs. 297
	Earning per share (in Rs.)	Rs. 0.06
	Dividend (%)	Nil

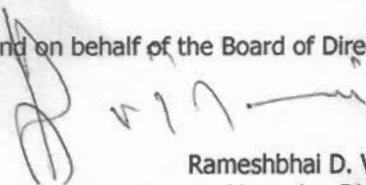
Item Code No. (ITC Code) :

Product Description : **DEALING & INVESTMENTS IN SHARES & SECURITIES**

Item Code No. (ITC Code) :

Product Description : **MANUFACTURING & JOB WORK OF AUTO PARTS**

For and on behalf of the Board of Directors,



Rameshbhai D. Virani
Managing Director

Rajkot, 28th May, 2011