



**LINKSON INTERNATIONAL LTD.**

**ANNUAL REPORT**

**FOR THE FINANCIAL YEAR ENDED**

**31<sup>ST</sup> MARCH, 2010**

**B - 103 , PUSHP HERITAGE , B - WING , DHANUKARWADI , MAHAVIR NAGAR  
KANDIVALI(W) MUMBAI - 400067**

## NOTICE TO MEMBERS

Notice is hereby given that the Annual General Meeting of the members of LINKSON INTERNATIONAL LTD. will be held on Thursday 30<sup>TH</sup> day of September, 2010 at 2.30 P.M. at the registered office of the company at B-103, Pushp Heritage, Dhanukarwadi, Mahavir Nagar, Kandivali (W). Mumbai - 400067 to transact the following business.

### ORDINARY BUSINESS

1. To receive consider and adopt the Audited Profit and Loss account of the company for the year ended 31<sup>st</sup> March 2010 and Balance Sheet as at that date together with the reports of Directors and Auditors thereon.
2. To appoint the auditors and fix their remuneration
3. To appoint the director in place of retiring director.

### REGISTERED OFFICE:

B-103, Pushp Heritage, Dhanukarwadi,  
Mahavir Nagar, Kandivali (W)  
Mumbai - 400067  
Date: 04.09.10

BY ORDER OF THE BOARD  
For Linkson International Ltd.



*[Signature]*  
Director

### NOTES

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON A POLL ONLY INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY PROXIES IN ORDER TO BE EFFECTIVE MUST BE RECEIVED BY THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE MEETING.
2. The instruments appointing the proxy in order to be effective should be duly stamped, signed and completed and must be deposited at the registered office of the company not later than 48 hours before the commencement of the meeting.
3. Members proxies should bring attendance slip duly filed in for attending the meeting.

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## DIRECTORS REPORT

### TO THE MEMBERS OF LINKSON INTERNATIONAL LTD.

Your Directors have pleasure in presenting the Annual Report and Audited Statement of Accounts for the year ended on March 31<sup>st</sup>, 2010.

### FINANCIAL RESULTS

The financial results of the company for the year under review are summarized below:

	Year Ended March 31'10 (Rs. in Lacs)	Year Ended March 31'09 (Rs. in Lacs)
Gross Income	16338.05	7828.84
Profit / ( Loss) Before Tax	291.60	44.46
Provision for Taxation	40.00	13.74
Provision for Deferred Tax	85.38	0.85
Profit / ( Loss) After Tax	166.22	29.87
Balance Carried to Balance Sheet	166.22	29.87

### PERFORMANCE

During the period , the Company saw sharp growth which is reflected in sales turnover of Rs. 16338.05 lacs as against Rs. 7828.84 lacs in the previous year. Directors feel proud to announce the successful commissioning & functioning of its plant situated in Butibori-MIDC, Nagpur. Directors are overjoyed by the fact that the plant has successfully begun its operations and has contributed substantially in the growth of the company.

Company's net earnings after providing Rs. 203.73 lacs towards interest, Rs.65.21 lacs for depreciation and Rs. 40.00 lacs against income tax (excluding provision for deferred taxes) , is Rs. 251.60 Lacs as against Rs. 30.72 Lacs during the previous year.

### DIVIDEND

In view of meeting out funds requirements of the company for working capital in the ensuing year , your directors are not recommending any dividend for this year`.

## DIRECTORS RESPONSIBILITY STATEMENT

Pursuant to Section 217(2AA) of the Companies Act, 2000, the Directors, based on the representations received from the operating management, confirm that:

- i) In the preparation of the annual accounts, the applicable Accounting Standards have been followed and there are no material departures.
- ii) Appropriate Accounting policies have been selected and applied consistently and have made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company as at March 31, 2010.
- iii) Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safe guarding the assets of the company and for preventing and detecting fraud and other irregularities.
- iv) The annual accounts have been prepared on a going concern basis.

## DIRECTORS

Shri Yashwant Sangla retires at the ensuing Annual General Meeting, and being eligible offer himself for reappointment. The Board recommends their reappointment as director subject to their retirement by rotation.

## AUDITORS

M/s. S.V. Saranjame & Associates. , Chartered Accountants, Nagpur have expressed their willingness as Auditors of the Company for the Financial year 2010-11. Members are requested to consider and approve their re-appointment for the year 2010-11 as auditors of the company.

## STOCK EXCHANGE INFORMATION

Equity shares of the company continue to remain listed on the Bombay Stock Exchange. Annual Listing Fees has been paid to the Bombay Stock Exchange.

## CONSERVATION OF ENERGY

### (a) POWER & FUEL CONSUMPTION

1.

Electricity Purchased:	70412 KWH
Total Amount (Rs.) :	5,30,640.00
Rate/Unit (Rs.) :	7.53

2.

Electricity Consumed:	70412 KWH
Production :	2135.MT (approx)
Consumption/unit :	32.97

**(b) TECHNOLOGY ABSORPTION**

Ever since the inception of galvanization and fabrication plant, it has been the constant endeavor of the Company to adopt the latest technology for improving upon the production quality for its galvanization and fabrication process. Company is committed to its objective of delivering quality output through the use of latest technology. Directors feel glad to inform that the company has been awarded the ISO certification for its newly established galvanization and fabrication plant at Butibori, Nagpur.

**FOREIGN EXCHANGE EARNINGS AND OUTGO.**

During the year, there was no income as well as outgo in foreign exchange.

**PARTICULARS OF EMPLOYEES**

The Company did not have any employee to whom the provisions of Sec. 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules 1975 apply.

**SECRETARIAL COMPLIANCE CERTIFICATE**

In terms of the Proviso to section 383A of the Companies Act, 1956, the Company obtained a Secretarial Compliance Certificate and the same is attached hereto forming part of this report.

**ACKNOWLEDGMENTS**

Your Directors grateful to the Government department, Bankers, Dealers, Suppliers, other credit agencies, and all the executives/staff of the company for their cooperation and support extended by them from time to time in the matters and affairs of the company, without whose support and whole-hearted efforts, the overall performance of the company would not have been possible and so achieved.

PLACE :MUMBAI

DATE: 04.09.2010

For and on behalf the Board



*[Handwritten Signature]*  
Director

## SECRETARIAL COMPLIANCE CERTIFICATE

**Registration No. of the Company: 11- 032643 OF 1984**

Nominal Capital: Rs. 10,00,00,000/-

Paid-up Capital: Rs. 1,45,90,800/-

To,  
The Members  
LINKSON INTERNATIONAL LIMITED  
(Formerly LINKSON LEASING LIMITED)  
Nagpur (M.S.)

I have examined the registers, records, books and papers of LINKSON INTERNATIONAL LIMITED (the Company) as required to be maintained under the Companies Act, 1956, (the Act) and the rules made there under and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended 31<sup>st</sup> March, 2010 (financial year from 01.04.2009 to 31.03.2010). In my opinion and to the best of my information and according to the examinations carried out by me and explanations furnished to me by the Company and its officers, I 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 provisions of the Act and the rules made there under and all entries therein have been duly recorded.
2. The Company has duly filed the forms and returns as stated in Annexure 'B' to this certificate, with the Registrar of Companies with necessary filing fees. The Company paid additional fees in respect of delayed filing..
3. The Company being a public limited Company, comments are not required
4. The Board of Directors duly met 9 (Nine) times respectively on 01.05.2009, 22.06.2009, 25.07.2009, 31.08.2009, 26.10.2009, 14.01.2010, 30.01.2010, 10.02.2010 and 06.03.2010 in respect of which meetings proper notices were given and the proceedings were properly recorded and signed in the Minutes Book maintained for the purpose.
5. The Company closed its Register of Members for one day on 31.08.2009 during the financial year and necessary compliance of section 154 of the Act has been made.
6. The annual general meeting for the financial year ended on 31<sup>st</sup> March, 2009 was held on 25.09.2009 after giving due notice to the members of the Company and the resolutions passed thereat were duly recorded in the Minutes Book maintained for the purpose.

21



7. Three extra-ordinary general meetings were held during the financial year after giving due notice to the members of the Company and the resolutions passed thereat were duly recorded in the minutes book maintained for the purpose..
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 complied with the provisions of section 297 of the Act in respect of contracts specified in that section...
10. The Company has made necessary entries in the register maintained under section 301 of the Act.
11. The Company has obtained necessary approval of the Board of Directors and the members of the Company in respect of appointments of the Directors' relatives to an office of profit pursuant to section 314 of the Act. However, the Company is yet to file with ROC the necessary Form 23 in that behalf.
12. The Company has not issued any duplicate share certificate during the financial year.
13. (i) The Company has delivered all the certificates on allotment of securities in accordance with the provisions of the Act. As per the information given by the Company and its officers the Company has not approved any transfer or transmission of shares during the financial year.  
(ii) The Company was not required to deposit any amount in a separate bank Account as no dividend was declared during the financial year.  
(iii) The Company was not required to post warrants for dividends to any members of the Company.  
(iv) The Company was not required to transfer any amounts in Investor Education and Protection Fund as there were no outstanding balances in unpaid dividend account or application money due for refund or matured deposits or matured debentures and interest accrued thereon which have remained unclaimed or unpaid for the period of seven years.  
(v) The Company has duly complied with the requirements of section 217 of the Act.
14. The Board of Directors of the Company is duly constituted and there was no appointment of directors, additional directors, alternate directors, and directors to fill casual vacancies during the financial year..
15. The Company has not appointed any Managing Director or Whole-time Director during the financial year.
16. The Company has not appointed any sole-selling agents during the financial year.

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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 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 there under.
19. The Company has issued 12,11,080 equity shares during the financial year and complied with the provisions of the Act.
20. The Company has not bought back any shares during the financial year.
21. As there were no outstanding preference shares or debentures, question of redemption does not arise.
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 deposits except unsecured loans from outsiders, falling within the purview of section 58A and 58 AA of the Act read with Companies (Acceptance of Deposits) Rules, 1975 during the financial year.
24. The amount borrowed by the Company from Directors, members, public, financial institutions, banks, and others during the financial year is within the borrowing limits of the Company and that the necessary resolutions as per section 293(1)(d) of the Act have been passed in duly convened extra-ordinary general meeting.
25. The Company has not made loans and advances but has given guarantees or provided securities to other bodies corporate and has made necessary entries in the register kept for the purpose.
26. The Company has not altered the provisions of the Memorandum with respect to situation of the Company's registered office from one State to another during the year under scrutiny.
27. The Company has altered the provisions of the Memorandum with respect to objects of the Company during the year under scrutiny and complied with the provisions of the Act..
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 altered the provisions of the Memorandum with respect to share capital of the Company during the year under scrutiny and complied with the provisions of the Act..
30. The Company has altered its Articles of Association after giving due notice to the members of the Company and the resolutions passed thereat were duly recorded in the minutes book maintained for the purpose.

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31. There was no prosecution initiated against or show cause notice received by the Company and no fines or penalties or any other punishment was imposed on the Company during the financial year for offences under the Act.
32. The Company has not received any money as security from its employees during the financial year.
33. The Company was not required to deduct any contribution towards provident fund and hence the provisions of section 418 of the Act are not applicable.

Date: 29.05.2010  
Place: Nagpur



*Vilas Nichat*  
VILAS NICHAT  
Company Secretary

Membership No. ACS- 11940 C.P. No. 4374

**ANNEXURE 'A' TO SECRETARIAL COMPLIANCE CERTIFICATE**

**Registers as maintained by the Company**

1. Register of charges under section 143 of Act
2. Copies of instruments creating charges under section 136 of the Act
3. Register of Members under section 150 of the Act.
4. Copies of Annual Return under section 163 of the Act.
5. Minutes Book containing minutes of Board Meetings and General Meetings under section 193 of the Act.
6. Books of Accounts under section 209 of the Act.
7. Register of contracts / Companies and firms in which directors etc. are interested under section 301 of the Act.
8. Register of Directors, Managing Directors/Manager/Secretary under section 303 of the Act.
9. Register of Directors' Shareholdings under section 307 of the Act.
10. Register of investments or loans made, guarantee or security provided under section 372A of the Act.
11. Register of Share Transfers

Apart from above, the Company has also maintained all the requisite statutory registers, books, returns, etc. to be kept or maintained by the Company in terms of various provisions of the Act/Rules. Nevertheless, there were no entries/transactions to be recorded therein during the financial year.



*Vilas Nichat*  
VILAS NICHAT  
Company Secretary

Date: 29.05.2010  
Place: Nagpur

Membership No. ACS- 11940 C.P. No. 4374

### ANNEXURE 'B' TO SECRETARIAL COMPLIANCE CERTIFICATE

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 31<sup>st</sup> March, 2010: **With Registrar of Companies, Maharashtra**

1. Form 23AC with audited Balance Sheet in respect of financial year ended 31<sup>st</sup> March, 2009 attached thereto, approved and adopted at the Annual General Meeting held on 25.09.2008 due for filing on 24.10.2009 was duly e-filed under section 220 of the Act on 06.11.2009 vide SRN P39937610.
2. Form 23ACA with audited Profit & Loss Account in respect of financial year ended 31<sup>st</sup> March, 2009 attached thereto, approved and adopted at the Annual General Meeting held on 25.09.2009 due for filing on 24.10.2009 was duly e-filed under section 220 of the Act on 06.11.2009 vide P39937610.
3. Form 20B with annual return as on the date of annual general meeting held on 25.09.2009 in respect of financial year ended 31<sup>st</sup> March, 2009 attached thereto, due for filing on 23.11.2009 was duly e-filed under section 159 of the Act on 03.02.2010 vide SRN P45490265.
4. Form 66 with Secretarial Compliance Certificate in respect of financial year ended 31.03.2009 attached thereto, approved and adopted at an Annual General Meeting held on 25.09.2009 due for filing on 24.10.2009 was duly e-filed under proviso to section 383A of the Act read with Companies (Compliance Certificate) Rules, 2001 on 05.11.2009 vide SRN P39833710.
5. Form 8 dated 24.07.2009 regarding registration of hypothecation charge created in favour of Punjab National Bank to secure their Loan Facilities of Rs. 42.00 Crores, due for filing on 23.08.2009 was duly e-filed under section 135 of the Act on 18.02.2009 vide SRN A56424757.
6. Form 8 dated 25.07.2009 regarding registration of mortgage charge created in favour of Punjab National Bank to secure their Loan Facilities of Rs. 53.00 Crores, due for filing on 24.08.2009 was duly e-filed under section 135 of the Act on 27.08.2009 vide SRN A68062405.
7. Form 8 dated 17.11.2009 regarding registration of hypothecation charge created in favour of Punjab National Bank to secure their Loan Facilities of Rs. 42.00 Crores, due for filing on 17.12.2009 was duly e-filed under section 135 of the Act on 06.01.2010 vide SRN A75933523.
8. Form 8 dated 20.03.2010 regarding registration of hypothecation charge created in favour of Punjab National Bank to secure their Loan Facilities of Rs. 57.00 Crores due for filing on 19.04.2010 was duly e-filed under section 135 of the Act on 31.03.2010 vide SRN A81910317.

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9. Form 8 dated 22.03.2010 regarding registration of mortgage charge created in favour of Punjab National Bank to secure their Loan Facilities of Rs. 77.00 Crores, due for filing on 21.04.2010 was duly e-filed under section 135 of the Act on 31.03.2010 vide SRN A81910747.
10. Form 8 dated 26.10.2009 regarding registration of mortgage charge created in favour of Punjab National Bank to secure their Loan Facilities of Rs. 51.00 Crores, due for filing on 25.11.2009 was duly e-filed under section 135 of the Act on 23.12.2009 vide SRN A75218602.
11. Form 8 dated 26.10.2009 regarding registration of mortgage charge created in favour of Punjab National Bank to secure their Loan Facilities of Rs. 41.00 Crores, due for filing on 25.11.2009 was duly e-filed under section 135 of the Act on 23.12.2009 vide SRN A75218297.
12. Form 8 dated 18.11.2009 regarding registration of mortgage charge created in favour of Punjab National Bank to secure their Loan Facilities of Rs. 53.00 Crores, due for filing on 18.12.2009 was duly e-filed under section 135 of the Act on 06.01.2010 vide SRN A75933895.
13. Form 5 dated 05.04.2009 regarding notice of increase of authorized share capital to Rs. 1000.00 Lacs, due for filing on 05.05.2009 was duly e-filed under section 97 of the Act on 07.05.2009 vide SRN A61378014.
14. Form 23 dated 05.04.2009 regarding registration of special resolutions, due for filing on 05.05.2009 was duly e-filed under section 192 of the Act on 07.05.2009 vide SRN A61356580..
15. Form 2 dated 31.08.2009 regarding return of allotment , due for filing on 30.09.2009 was duly e-filed under section 75 of the Act on 07.10.2009 vide SRN A75933523.
16. Form 23 dated 23.06.2010 registration of special resolutions , due for filing on 23.07.2010 was duly e-filed under section 192 of the Act on 18.07.2009 vide SRN A65523698.
17. Form 2 dated 14.01.2010 regarding return of allotment , due for filing on 13.02.2010 was duly e-filed under section 75 of the Act on 29.01.2010.
18. Form 23 dated 26.11.2009 registration of special resolutions , due for filing on 26.12.2009 was duly e-filed under section 192 of the Act on 05.12.2009 vide SRN A74049156.



*Vilas Nichat*

VILAS NICHAT  
Company Secretary

Date: 29.05.2010  
Place: Nagpur

Membership No. ACS- 11940 C.P. No. 4374

M/s V.V. SARANJAME & ASSOCIATES  
CHARTERED ACCOUNTANTS  
194, "TARA VILAS APARTMENTS"  
DR. MUNJE MARG,  
DHANTOLI, NAGPUR-440012.  
TEL No. 2447740,2422635

**AUDITOR'S REPORT**

**To the Members of LINKSON INTERNATIONAL LIMITED**

1. We have audited the attached Balance Sheet of **LINKSON INTERNATIONAL LIMITED** as at 31<sup>st</sup> March, 2010, and also the Profit and Loss Account for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We have conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosure in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of section 227(4A) of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 & 5 of the said Order.
4. Further to our comments in the Annexure referred to above, we report that:
  - a) We have obtained all the information and explanations, which to the best of our knowledge and belief, were necessary for the purpose of our audit.
  - b) In our opinion, proper books of account as required by law have been kept by the Company, so far as it appears from our examination of such books.
  - c) The Balance Sheet and Profit & Loss Account dealt with by this report are in agreement with the books of account.
  - d) In our opinion, the Balance Sheet, Profit & Loss Account dealt with by this report comply with the accounting standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956.
  - e) On the basis of written representation received from the Directors, as on 31<sup>st</sup> March, 2010 and taken on record by the Board of Directors, we report that none of the Directors is



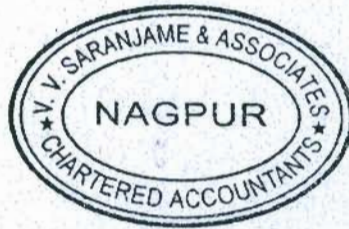
disqualified as on 31<sup>st</sup> March, 2010 from being appointed as a Director in terms of Clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956.

f) In our opinion and to the best of our information and according to the explanations given to us, the said 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:

i) In so far as it relates to the Balance Sheet of the state of affairs of the Company as at 31<sup>st</sup> March, 2010, and

ii) In so far as it relates to the Profit and Loss Account, of the profit for the year ended on that date.

PLACE: Mumbai  
DATE: 29/5/2010



For V.V. Saranjame & Associates  
Chartered Accountants

  
(CA V.V. Saranjame)  
Partner  
Membership No. 33584  
Firm Registration No. 109255W

ANNEXURE REFERRED TO IN PARAGRAPH 3 of AUDITOR'S REPORT TO THE MEMBERS OF **LINKSON INTERNATIONAL LIMITED** ON THE ACCOUNTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2010

- (i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) The fixed assets of the Company are physically verified by the management during the year in a phased periodical manner designed to cover all the items over a period of three years, which in our opinion is reasonable, having regard to the size of the company and nature of the assets. No material discrepancies were noticed during such verification performed during the year.
- (c) In our opinion and according to the information and explanations given to us, no substantial part of the Fixed Assets of the company has been disposed off during the year.
- (ii) (a) The inventory has been physically verified by the management during the year at reasonable intervals.
- (b) In our opinion, 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 is maintaining proper records of inventory. There were no material discrepancies noted on physical verification of inventories as compared to the book records.
- (iii) (a) During the current financial year, the company has not taken unsecured loans from parties, which are the companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956.
- (b) Company has not taken any unsecured loans during the year. Hence, not applicable.
- (c) As far as the payment of the principal & interest is concerned, no fixed schedule of the same has been decided and the same is paid as per mutual understanding.
- (iv) In our opinion and according to the information and explanation given to us, there are adequate Internal Control Procedures commensurate with the size of the company and the nature of its business, for the purchase of inventory and fixed assets and for the sale of goods and there is no continuing failure to correct major weakness in the internal control.
- (v) (a) In our opinion and according to the information and explanation given to us, we are of the opinion that the transactions that needed to be entered into the register maintained under section 301 of the Companies Act, 1956 have been so entered.
- (b) In our opinion and according, to the information and explanation given to us, the transactions made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956 and exceeding the value of rupees five lakhs in respect of each party during the year have been made at prices which are reasonable.



- (vi) In our opinion and according to the information and explanation given to us, the company has not accepted deposits under the provision of Section 58A and 58AA of the Companies Act, 1956, except for unsecured loans from outsiders, which is repaid on a regular basis.
- (vii) In our opinion, the company has an internal audit system commensurate with the size and nature of its business.
- (viii) The Central Government of India has not prescribed the maintenance of cost records under Section 209 (1) (d) of the Companies Act, 1956.
- (ix) (a) The company is regular in depositing with appropriate authorities undisputed statutory dues wherever applicable. There are no dues, in our opinion, in respect of Income tax, Wealth tax, sales tax, custom duty, excise duty and cess that have not been deposited on account of any dispute as per the information and explanation provided to us by the management of the company.
- (b) There is no dispute pending on any forum in case of statutory dues like sales tax/income tax/customs tax etc.
- (x) The company does not have accumulated losses at the end of the financial year nor has it incurred any cash losses during the year.
- (xi) According to the information and explanations given to us, the Company has not defaulted in repayment of dues to a financial institution or a bank or debenture holders.
- (xii) According to the information and explanations given to us, the company has not granted any loans or advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) The company is not a Chit Fund, or a Nidhi / Mutual benefit Fund / society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order 2003 are not applicable to the Company.
- (xiv) The company is not dealing in or trading in shares, securities debentures and other investments and accordingly the provisions of clause 4(xiv) of the Companies (Auditor's Report) Order 2003 is not applicable to the Company.
- (xv) The Company has not given any guarantee for loans taken by others from Bank or financial institutions.
- (xvi) As the Company has not raised any fresh term loan during the financial year, the requirement as para 4(xvi) of the said 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 find that no funds raised on short term basis have been used for the long term investment.
- (xviii) The company has not made any preferential allotment of shares to parties and Companies covered in the Register maintained under section 301 and hence para 4(xviii) of the order is not applicable.



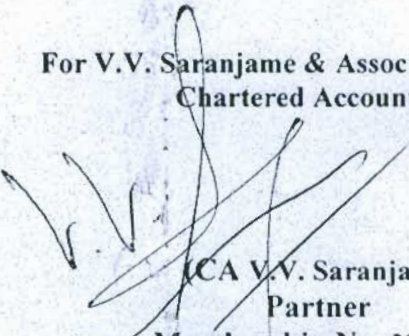


- (xix) As the Company has not issued any debentures during the year, para 4 (xix) of the order is not applicable.
- (xx) The company has not raised any money by way of public issues during the year under our audit.
- (xxi) On the basis of our examination and according to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the year.

**PLACE: Mumbai**  
**DATE: 29/5/2010**



**For V.V. Saranjame & Associates**  
**Chartered Accountants**



**(CA V.V. Saranjame)**  
**Partner**  
**Membership No. 33584**  
**Firm Registration No. 109255W**

LINKSON INTERNATIONAL LTD BALANCE SHEET AS AT 31-03-2010			
PARTICULARS	SCHE- DULE	AMOUNT (Rs) 31.03.2010	AMOUNT (Rs) 31.03.2009
<b>SOURCES OF FUNDS :</b>			
<b>SHAREHOLDER'S FUND</b>			
Share Capital	1	14,590,800.00	2,480,000.00
Reserves & Surplus	2	63,596,851.91	8,845,304.09
		78,187,651.91	11,325,304.09
<b>LOAN FUNDS</b>			
Secured Loans	3	384,904,687.75	111,724,016.29
Unsecured Loans	4	90,058,000.00	115,539,960.00
		474,962,687.75	227,263,976.29
<b>DEFERRED TAX LIABILITY</b>		8,949,897.00	411,922.00
<b>TOTAL</b>		562,100,236.66	239,001,202.38
<b>APPLICATION OF FUNDS :</b>			
<b>FIXED ASSETS</b>			
Gross Block (At cost)	5	192,986,010.55	10,814,684.00
Less: Depreciation upto date		9,533,454.45	3,012,069.81
Net Block		183,452,556.10	7,802,614.19
Capital Work In Progress		282,880.00	59,576,149.56
<b>CURRENT ASSETS, LOANS &amp; ADVANCES</b>			
Fixed deposit with bank		5,272,134.00	4,507,890.00
Inventories	6	92,008,941.89	47,923,288.90
Sundry Debtors	7	719,833,379.11	164,560,337.24
Cash & Bank Balances	8	4,328,607.62	4,189,317.65
Loans & Advances	9	15,087,662.49	9,420,401.42
		836,530,725.11	230,601,235.21
Less : Current Liabilities & provisions	10	458,739,704.55	58,978,796.58
Net Current Assets		377,791,020.56	171,622,438.63
Preliminary Expenses		717,225.00	-
Less: Written Off		143,445.00	-
		573,780.00	-
<b>TOTAL</b>		562,100,236.66	239,001,202.38

NOTES ON ACCOUNTS & SIGNIFICANT  
ACCOUNTING POLICIES

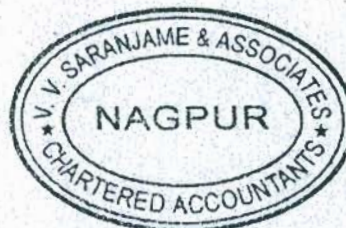
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For Linkson International Ltd.

*[Signature]*  
DIRECTOR

*[Signature]*  
DIRECTOR

Date: 29.05.2010  
Place: Mumbai



AS PER OUR REPORT OF EVEN DATE

For V.V. Saranjame & Associates  
Chartered Accountants

*[Signature]*  
CA V.V. Saranjame  
(Partner)  
Membership No. 33584  
Firm Registration No. 109255W

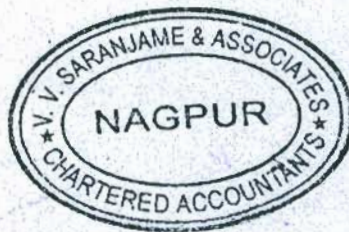
M/s V.V. SARANJAME & ASSOCIATES  
 CHARTERED ACCOUNTANTS  
 194, "TARA VILAS APARTMENTS"  
 DR. MUNJE MARG,  
 DHANTOLI, NAGPUR-440012.  
 TEL No. 244740,2422635

LINKSON INTERNATIONAL LTD			
PROFIT & LOSS ACCOUNT FOR THH YEAR ENDED 31.3.2010			
PARTICULARS	SCHE- DULE	Year ended	Year ended
		31.03.2010	31.03.2009
		(Rs)	(Rs)
<b>INCOME</b>			
Sales & Receipts	11	1,631,213,647.35	782,771,248.93
Misc. Income	12	2,590,723.29	113,533.00
<b>TOTAL</b>		<b>1,633,804,370.64</b>	<b>782,884,781.93</b>
<b>EXPENDITURE</b>			
Cost of Sales	13	1,571,084,660.09	768,824,942.41
Administrative & Other Expenses	14	5,813,486.17	3,119,672.66
Depreciation	5	6,521,383.00	113,874.75
Financial Charges	15	21,224,398.56	6,379,455.00
<b>TOTAL</b>		<b>1,604,643,877.82</b>	<b>778,437,944.82</b>
PROFIT/(LOSS)BEFORE TAX		29,160,492.82	4,446,837.11
Provision for Taxation - Current Tax		4,000,000.00	1,374,072.67
- Deffered Tax		8,537,975.00	84,995.00
Profit/ (Loss) after Tax		16,622,517.82	2,987,769.44
<b>BALANCE CARRIED TO FALANCE SHEET</b>		<b>16,622,517.82</b>	<b>2,987,769.44</b>
<b>Earnings Per Share</b>			
Basic EPS	(a/b)	24.22	12.05
Net Profit After Tax	a	16,622,517.82	2,987,769.44
Weighted Average Number Of Equity Shares	b	686,308.33	248,000.00

For Linkson International Ltd.

*J. Sangla*  
 DIRECTOR  
*Manju Sangla*  
 DIRECTOR

Date: 29-05-2010  
 Place: Mumbai



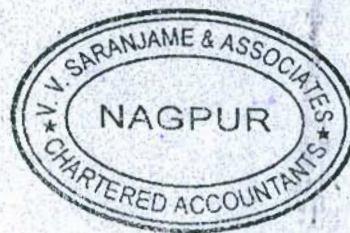
AS PER OUR REPORT OF EVEN DATE

For V.V. Saranjame & Associates  
 Chartered Accountants

*V.V. Saranjame*  
 CA V.V. Saranjame  
 (Partner)  
 Membership No. 33584  
 Firm Registration No. 109255W

LINKSON INTERNATIONAL LTD  
SCHEDULES FORMING PART OF BALANCE SHEET

PARTICULARS	AS AT	AS AT
	31.03.2010	31.03.2009
	(Rs.)	(Rs.)
<b>SCHEDULE - 1</b>		
<b>SHARE CAPITAL</b>		
<b>AUTHORISED CAPITAL</b>		
1,00,00,000 Equity Shares of Rs.10/-each	100,000,000.00	60,000,000.00
<b>ISSUED, SUBSCRIBED &amp; PAID UP CAPITAL</b>		
14,59,080 Equity Shares of Rs.10/- each fully paid up	14,590,800.00	2,480,000.00
<b>TOTAL</b>	14,590,800.00	2,480,000.00
<b>SCHEDULE - 2</b>		
<b>RESERVES &amp; SURPLUS</b>		
<i>General Reserve</i>		
Balance as per last Balance sheet	8,845,304.09	5,862,034.65
Addition/ (Transfer during the year)	-	(4,500.00)
Share Application Pending Allotment	18,240,000.00	-
Security Premium Account	24,849,030.00	-
	51,934,334.09	5,857,534.65
Less: Bonus Shares Issued	4,960,000.00	-
<i>Profit and Loss Account</i>	16,622,517.82	2,987,769.44
<b>TOTAL</b>	63,596,851.91	8,845,304.09
<b>SCHEDULE - 3</b>		
<b>SECURED LOANS</b>		
PNB Cash Credit Limit [Trading Division]	140,857,085.46	81,066,248.29
HDFC Car Loan	401,171.29	-
PNB Cash Credit Limit [ Industry Division]	128,009,860.00	(52,642.00)
PNB Term Loan	115,636,571.00	30,710,410.00
<b>TOTAL</b>	384,904,687.75	111,724,016.29
<b>SCHEDULE - 4</b>		
<b>UNSECURED LOANS</b>		
From Directors	-	12,640,000.00
From Members	90,058,000.00	102,899,960.00
<b>TOTAL</b>	90,058,000.00	115,539,960.00

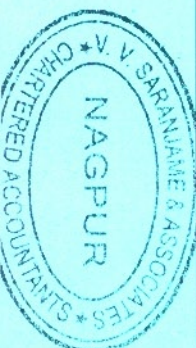


SCHEDULE:5  
FIXED ASSETS (AT COST)

LINKSON INTERNATIONAL LIMITED  
SCHEDULE FORMING PART OF BALANCE SHEET AS ON 31.03.2010

(Amount in Rs.)

Particulars	Rate	As on 01.04.09	Gross Block			Depreciation			Net Block			
			Additions	Deduction	As on 31.03.10	Upto 31.03.09	For the Year	Deduction	Upto 31.03.10	As on 31.03.10	As on 31.03.09	
Trading Division												
Land	-	622,316.00	478,870.00	-	1,101,186.00	-	-	-	-	-	1,101,186.00	622,316.00
Office Building	5.00%	1,419,521.00	-	-	1,419,521.00	738,095.50	34,071.28	-	772,166.78	-	647,354.22	681,425.55
Vehicles	25.89%	483,090.00	708,667.00	-	1,191,757.00	472,461.00	87,485.50	-	559,946.50	-	631,810.50	10,629.32
Furniture & Fixture	18.10%	482,956.00	-	-	482,956.00	448,888.21	6,166.31	-	455,054.52	-	27,901.48	34,068.61
Office Equipments	13.91%	47,385.00	-	-	47,385.00	41,953.62	755.59	-	42,709.21	-	4,675.79	5,431.55
Air Conditioner	13.91%	986,316.00	-	-	986,316.00	849,602.54	19,016.92	-	868,619.46	-	117,696.54	136,713.76
Computer & Scanner	40.00%	861,928.00	19,350.00	-	881,278.00	409,250.00	184,515.86	-	593,765.86	-	287,512.14	452,677.97
Electrical Fittings	13.91%	26,990.00	-	-	26,990.00	24,683.60	320.76	-	25,004.36	-	1,985.64	2,306.05
Plant & Machinery	13.91%	63,750.00	74,900.00	-	138,650.00	13,290.98	16,409.85	-	29,700.83	-	108,949.17	50,459.38
Handsets	13.91%	7,200.00	6,600.00	-	13,800.00	161.00	1,591.58	-	1,752.58	-	12,047.42	7,039.00
Electrical Installation	13.91%	50,000.00	10,800.00	-	60,800.00	591.00	7,881.17	-	8,472.17	-	52,327.83	49,409.00
		5,051,452.00	1,299,187.00	-	6,350,639.00	2,998,977.45	358,214.82	-	3,357,192.27	-	2,993,446.73	2,052,476.19
Industry Division												
Land	0.00%	3,150,000.00	9,540,087.00	-	12,690,087.00	-	-	-	-	-	12,690,087.00	3,150,000.00
Building B-117	10.00%	1,350,000.00	25,506,524.00	-	26,856,524.00	5,733.00	1,440,173.18	-	1,445,906.18	-	25,410,617.82	1,344,267.00
Building D-33	10.00%	-	28,596,098.00	-	28,596,098.00	-	94,014.57	-	94,014.57	-	28,502,083.43	-
Computer	40.00%	-	166,057.00	-	166,057.00	-	25,366.62	-	25,366.62	-	140,690.38	-
Plant & Machinery [B]	13.91%	763,232.00	55,907,747.55	55,620.00	56,615,359.55	1,454.00	4,074,927.59	1,454.00	4,074,927.59	4,074,927.59	57,599,643.87	761,778.00
Plant & Machinery [D]	13.91%	-	57,949,646.00	-	57,949,646.00	-	350,002.13	-	350,002.13	-	57,599,643.87	-
Xerox Machine	13.91%	-	100,962.00	-	100,962.00	-	9,294.76	-	9,294.76	-	91,667.24	-
Electric Installation	13.91%	-	1,827,300.00	-	1,827,300.00	-	89,507.72	-	89,507.72	-	1,737,792.28	-
Handsets	13.91%	-	1,200.00	-	1,200.00	-	5.49	-	5.49	-	1,194.51	-
P&M Old	13.91%	500,000.00	-	-	500,000.00	5,907.00	68,728.34	-	74,635.34	-	425,364.66	494,093.00
Truck	13.91%	-	754,638.00	-	754,638.00	-	287.59	-	287.59	-	754,350.41	-
Furniture	18.10%	-	577,500.00	-	577,500.00	-	12,314.20	-	12,314.20	-	565,185.80	-
		5,763,232.00	180,927,759.55	55,620.00	186,635,371.55	13,094.00	6,164,622.19	1,454.00	6,176,262.19	6,176,262.19	180,459,109.36	5,750,138.00
TOTAL		10,814,684.00	182,226,946.55	55,620.00	192,986,010.55	3,012,071.45	6,522,837.00	1,454.00	9,533,454.45	183,452,556.10	7,802,614.19	



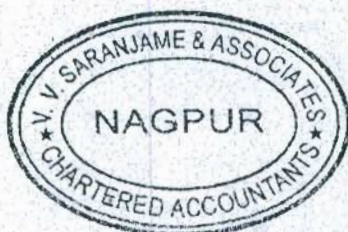
LINKSON INTERNATIONAL LTD  
SCHEDULES FORMING PART OF BALANCE SHEET

PARTICULARS	AS AT	AS AT
	31.03.2010 (Rs.)	31.03.2009 (Rs.)
<b>SCHEDULE 6</b>		
<b>INVENTORIES</b> (As taken valued and certified by the Management) (At lower of Cost or estimated Net realisable value) Stock - in- trade	92,008,941.89	47,923,288.90
<b>TOTAL</b>	92,008,941.89	47,923,288.90
<b>SCHEDULE 7</b>		
<b>SUNDRY DEBTORS</b> (Unsecured Considered Good) Due for period exceeding Six months Other Debts	719,833,379.11	164,560,337.24
<b>TOTAL</b>	719,833,379.11	164,560,337.24
<b>SCHEDULE 8</b>		
<b>CASH AND BANK BALANCES</b> Cash in Hand With Scheduled Bank in Current Account	3,850,393.43 478,213.00	4,189,317.65 -
<b>TOTAL</b>	4,328,606.43	4,189,317.65
<b>SCHEDULE 9</b>		
<b>LOANS &amp; ADVANCES</b> (Unsecured considered Good) Advances	14,570,189.49	9,019,928.42
	14,570,189.49	9,019,928.42
Deposits	517,473.00	400,473.00
<b>TOTAL</b>	15,087,662.49	9,420,401.42
<b>SCHEDULE - 10</b>		
<b>CURRENT LIABILITIES &amp; PROVISIONS</b>		
<b>CURRENT LIABILITIES</b> Creditors for Goods & Services Creditors for expenses & Other Liabilities	451,033,659.88 3,706,044.67	32,053,208.91 24,448,371.00
<b>PROVISIONS</b> For Taxation	4,000,000.00	2,477,216.67
<b>TOTAL</b>	458,739,704.55	58,978,796.58



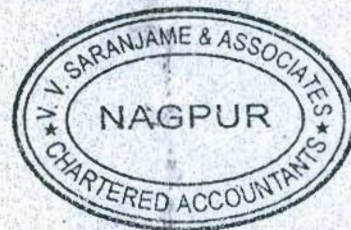
LINKSON INTERNATIONAL LTD  
SCHEDULES FORMING PART OF PROFIT & LOSS A/C

PARTICULARS	FOR THE YEAR	
	ENDED	ENDED
	31.03.2010	31.03.2009
	(Rs.)	(Rs.)
<b>SCHEDULE - 11</b>		
<u>Sales</u>		
Sales - Coal (MH)	1,275,850,786.97	756,062,378.93
Sales - Coal (Other States)	1,825,092.50	129,000.00
Sale of Fabricated Items	498,375.00	-
Sale of Galvanised Items	801,346.20	-
Sale of HR Sheet	3,999,320.00	-
Sale of MS Angle Steel	332,307,622.68	26,403,150.00
Sale of Zinc	3,585,585.00	-
Receipts from Galvanisation Process	12,345,519.00	-
Jobwork Receipts	-	176,720.00
<b>TOTAL</b>	<b>1,631,213,647.35</b>	<b>782,771,248.93</b>
<b>SCHEDULE - 12</b>		
<b>OTHER INCOME</b>		
Rent	86,500.00	102,000.00
Misc Income	21,960.00	-
Discount	2,173,653.29	3,643.00
Interest	308,610.00	7,890.00
<b>TOTAL</b>	<b>2,590,723.29</b>	<b>113,533.00</b>
<b>SCHEDULE - 13</b>		
<b>COST OF SALES</b>		
Opening Stock	47,923,288.90	25,693,086.08
	47,923,288.90	25,693,086.08
Add: Purchases		
Purchases - Coal (MH)	1,231,477,996.43	750,370,672.73
Purchases Of Coal (Other States)	11,865,867.50	127,888.50
Purchase of HR Sheets	4,004,703.70	1,950,045.00
Purchase of MS Angle	332,675,183.91	28,923,426.00
Purchase of MS Bar	-	9,486,466.00
Purchases of Raw Materials, Stores & Spares	33,808,457.84	-
<b>TOTAL</b>	<b>1,613,832,209.38</b>	<b>790,858,498.23</b>
Add: Direct Expenses		
Security Charges	346,666.00	60,251.00
Service charges & Service tax	200,530.00	136,396.00
Discount Expenses	27,480.00	-
Freight Inward	207,068.00	-
Water Charges	9,218.00	-
Labour Expenses	422,410.00	-
Purchase of Stores & Consumables	124,731.70	-
	1,338,103.70	196,647.00
	1,615,170,313.08	791,055,145.23
Less: Closing Stock :-		
Coal	41,070,927.29	32,451,628.92
Coal (MP)	10,272,498.46	-
MS Angle Steel	-	2,547,926.00
Steel Scrap	-	1,487,222.98
HR Sheet	-	1,950,045.00
MS Bar	-	9,486,466.00
Raw Material, Stores & Spares	40,665,516.14	-
	92,008,941.89	47,923,288.90
<b>TOTAL</b>	<b>1,571,084,660.09</b>	<b>768,824,942.41</b>



LINKSON INTERNATIONAL LTD  
SCHEDULES FORMING PART OF PROFIT & LOSS A/C

PARTICULARS	FOR THE YEAR	
	ENDED	ENDED
	31.03.2010	31.03.2009
	(Rs.)	(Rs.)
<b>SCHEDULE - 14</b>		
<b>ADMINISTRATIVE &amp; OTHER EXPENSES</b>		
Advertisement Exp.	100,420.14	-
Books & Periodicals	500.00	645.00
Insurance Charges	76,347.00	2,464.00
Salary, Allowances & other Charges	2,188,557.00	1,411,163.00
Accounting Charges	460,000.00	400,000.00
Managerial Remuneration	260,000.00	120,000.00
Rent, Rates & Taxes	109,443.00	-
Electrical Expenses	641,620.00	59,038.00
Printing & Stationery	20,545.00	6,687.00
Licence Fess, Listing Fees & Stock Exchange Expenses	118,594.00	47,254.00
Travelling & Conveyance Exp.	110,527.37	64,208.35
Repairs & Maintenance	365,017.93	67,056.00
Office & Miscellaneous Expenses	60,632.75	89,335.00
Prof./Consultancy Fees & Legal Fees	961,737.98	718,488.00
Share Transfer Agent's Fees	34,235.00	16,854.00
Telephone Charges	72,795.00	13,153.00
Water Charges	44,403.00	-
Other Miscellaneous Expenses	19,616.00	11,627.31
Audit Fees	25,000.00	25,000.00
Preliminary Exp W.off	143,445.00	66,700.00
<b>TOTAL</b>	<b>5,813,436.17</b>	<b>3,119,672.66</b>
<b>SCHEDULE - 15</b>		
<b>FINANCIAL EXPENSES</b>		
Interest on Unsecured Loan	-	883,960.00
Interest on Car Loan	13,011.29	-
Processing Fess (Bank)	756,571.00	322,976.00
Bank Charges	59,631.27	111,242.00
Bank Guarantee Charges	35,172.00	-
Interest on CC & Bank Loan	20,360,013.00	5,061,277.00
<b>TOTAL</b>	<b>21,224,398.56</b>	<b>6,379,455.00</b>





Cash Flow Statement  
For the year ended 31st March, 2010

	PARTICULARS	31.3.2010
A	<u>Cash flow from Operating Activities</u>	
	NET PROFIT/(LOSS) FOR THE YEAR	20,622,517.82
	Before Tax & Extraordinary Items.	
I (+)	<u>Adjustment for non-cash expenditures</u>	
	Taxes paid	(4,000,000.00)
	Depreciation	6,521,383.00
	Misc. Expenditure Write Off	143,445.00
	Interest & Financial Charges	21,224,398.56
	Profit On Sale Of Fixed Assets (Net)	-
	Deffered Tax Liability	8,537,975.00
	TOTAL (I)	53,049,719.38
II	<u>Adjustment for Changes in Working Capital</u>	
	(Increase)/Decrease in Trade and Other Receivables	(561,704,546.94)
	(Increase)/Decrease in Inventories	(44,085,652.99)
	Increase/(Decrease)Trade and other Payable	399,760,907.97
	TOTAL II	(206,029,291.96)
	Net Cash Flow from Operating Activities (A+I+II)	(152,979,572.58)
B	<u>Cash Flow from Investment Activities</u>	
I	Purchase of Fixed Assets	(182,171,326.55)
II	Capital WIP	59,293,269.56
	Net Cash Flow From Investment Activities	(122,878,056.99)
C	<u>Cash Flow from Financing Activities</u>	
I	Proceeds from Issue of Share Capital	12,110,800.00
II	Proceeds from Share Premium	24,849,030.00
III	Share Application Money Received	18,240,000.00
IV	Proceeds from Secured Loans	273,180,671.46
V	Proceeds from Unsecured Loans	(25,481,960.00)
VI	Bonus Issues of Shares	(4,960,000.00)
VII	Expenses for Raising Share Capital	(717,225.00)
VIII	Interest & Financial Charges	(21,224,398.56)
	Net Cash Raised/(Used) in Financial Activities	275,996,917.90
	Total =( A + B + C )	139,288.33
	Net Increase/(Decrease) in Cash & Bank	139,287.50
	Equivalent	
	OPENING BALANCE	4,189,320.12
	CLOSING BALANCE	4,328,607.62







## Linkson International Limited

### SCHEDULE NO. 16 Significant Accounting Policies and Notes to Accounts:

(Attached to the Balance sheet as on 31<sup>st</sup> March 2010)

#### A) SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies adopted by the company in preparation and presentation of its financial statements are briefed as follows:

##### 1. Basis of Preparation of Financial Statements

The Financial statements are prepared under the historical cost convention in accordance with the Generally Accepted Accounting Practices (GAAP) and comply with mandatory accounting standards and statements issued by the Institute of Chartered Accountants of India and the Companies Act, 1956. All income and expenditure having a material bearing on the financial are recognized on accrual basis.

##### 2. Revenue Recognition

Revenue is recognized on the basis of completion of the Sale Transaction, i.e. as and when the property in the goods is transferred to the buyer.

##### 3. Fixed Assets and Depreciation

Fixed assets are stated at the cost of acquisition. All direct costs related to acquisition of fixed assets are capitalized as part of the cost of such assets till commencement of commercial production. These costs include freight, installation costs, duties and taxes, and other allocated expenses, including finance cost that are attributable to specific borrowing incurred during the acquisition or construction of a qualifying assets.

Depreciation on fixed assets is provided using the Written Down Value method based by applying the rates prescribed in Schedule XIV of the Companies Act, 1956.

##### 4. Borrowing Costs:

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets.

##### 5. Inventories

Items of inventories are measured at cost. Cost of inventories comprise of all cost of purchase, cost of conversion and other cost incurred in bringing them to their respective present location and condition.

##### 6. General

Other accounting policies of the company are consistent with generally accepted accounting policies.



**B) NOTES ON ACCOUNTS:**

1. Balances reflected in the Financial Statements in respect of Debtors, Creditors, Loans & Advances are subject to confirmation from respective parties.
2. The provision in respect of gratuity payable to employees has not been made in the books of accounts as none of employees has served qualifying period for the entitlement of the benefits as per rules.
3. The previous year's figures have been regrouped wherever necessary.
4. Payment to Auditors:

As Audit Fees

Current Year	25000	Previous Year	25000
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For Other Services

Current Year	NIL	Previous Year	NIL
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5. Contingent Liabilities:

Contingent liabilities are not provided for in the accounts are disclosed hereunder:

- a) Bank Guarantees outstanding : Nil
  - b) Claims against company not acknowledged : Nil  
As debts
  - c) Contracts remaining to executed on Captial : Nil  
accounts
6. a. Earnings in foreign currency : Nil  
b. Remittances in foreign currency : Nil
7. As required by the **Clause 32** of listing agreement the following disclosure has not been made:  
a) Loan and Advances in the nature of loans to Subsidiaries: Nil  
b) Loan and Advances in the nature of Loan to Associates : Nil  
c) Laons and Advances where there is no repayment or no interest is provided: Nil

8. **Segment Reporting**

As the company has started manufacturing activity in the current financial year, and on consideration of pre-dominant source and nature of risk and return from the Organizational and Management Structure and Financial Reporting System the Company meets the reporting criteria as per AS- 17 "Segment Reporting"

Segment Report as per AS-17 has been annexed herewith.

The Schedules 1 to 16 form an integral part of the Balance Sheet.

As per my Report of even date  
For V V Saranjame & Associates

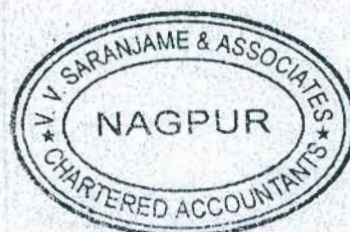
Chartered Accountants

(CA V.V. Saranjame)  
Partner

Membership No. 33584

Firm Registration No. 109255W

For & on Behalf of the Board of Directors



Director

Director