

RAKAN STEELS LIMITED

(CIN : L27320UP1985PLC007582)

26TH ANNUAL REPORT 2012-2013

CONTENTS

- CHAIRMAN'S MESSAGE
- BRIEF PROFILE OF THE COMPANY
- MANAGEMENT DISCUSSION & ANALYSIS
- CORPORATE GOVERNANCE REPORT
- NOTICE OF ANNUAL GENERAL MEETING
- DIRECTOR'S REPORT
- AUDITOR'S REPORT
- BALANCE SHEET AND PROFIT & LOSS STATEMENT ALONG WITH ANNEXURES

CHAIRMAN'S MESSAGE

Dear Shareholders,

It is my pleasure to share with you the performance of your Company for the financial year 2012-13. Your Company has endured to make good profits of Rs. 313.27 thousands. The Indian Economy has substantially slowed down. We witnessed one of the most challenging business environments of recent times during the period under review. However we stayed focussed in making ourselves more robust and less prone to external volatilities. We continue to remain optimistic and agile.

Financial Year 2012-13 has been a challenging year with subdued economic growth, as a result of higher inflation, higher interest rates, lower industrial growth and lower investments in the country, along with the poor condition of the global economy. However, the Indian economy is expected to perform comparatively well in the coming years. The government focus on infrastructure development, more foreign direct investment inflow and more transparency in governance is likely to significantly increase the business confidence in the country.

Your Company follows strong corporate value and high quality in service. It has responded well with reasonably good growth in Business and in a manner which is beneficial to all Stakeholders.

Your Company is very keen to identify, and create new opportunities for the growth of business. In this regard, I, along with all Board Members join each and every stakeholder of the Company with great commitment and also look forward to your continued support in the fulfillment of objectives of the Company.

With warm wishes,

-Sd-
(Bindu Agarwal)
Director
DIN : 01578595

BOARD OF DIRECTORS

Mrs. BINDU AGARWAL
Mr. RISHABH AGARWAL
Mr. MAHENDRA BAHADUR SINGH
Mr. RAMJI LAL SHARMA

Executive Director/Promoter Group
Executive Director/Promoter Group
Non Executive /Independent director
Non Executive /Independent director

AUDITOR

VISHAL MAHESHWARI & COMPANY,
205-A, ANAND TOWER,
117/K/13, SARVODAYA NAGAR,
KANPUR-208025

BANKER

STATE BANK OF INDIA

REGISTERED OFFICE

77/39, COOLIE BAZAR
KANPUR-208001

E-MAIL I.D. & CONTACT NO. FOR INVESTORS

Web.: www.rakansteels.co.in
E- Mail ID: support@rakansteels.co.in
Contact No. : 9598668666

MANAGEMENT DISCUSSION & ANALYSIS

ECONOMIC CONDITION

The Indian economy grew at a rate lower than the trend average of the last 10 years due to overhang of lower capital expenditure and investments, tight monetary policy and sluggish demand conditions in critical sectors such as automotive, infrastructure and construction. There are significant expectations of the new Government to pursue further economic reforms, investments in infrastructure and an inclusive growth agenda to revive the economy.

BUSINESS OVERVIEW

The Company is of opinion that there is ample opportunity to work for the objective of the Company. It has prepared itself to meet all the future challenges and be focused on its vision.

PERFORMANCE

The performance of Company for the financial year 2012-13 has been satisfactory. The Company has endured to make good profits of Rs. 313.27 thousands even under adverse market conditions.

OUTLOOK

The company has strategically re-aligned itself towards the steel and iron business. The Company is of opinion that there is huge potential in this field. Company, with its experience and expertise can create a niche and excel.

RISK AND CONCERNS

The company is fully aware of the risk factors which have serious impact on its operations and profitability. It assesses internal as well as external environment and implements adequate risk management measures. The company takes special care of inflation risk, NPA and competition.

INTERNAL CONTROL SYSTEM

The Company has proper internal control system. Audit committee of the Company oversees the internal audit function and the internal control system. The Company ensures strict compliance of applicable laws and regulation for financial transactions.

HUMAN RESOURCE CAPITAL

The company employs best talents, nurtures them and recognizes their effort in the success of company.

DISCLAIMER

The statements and projections made in this report may vary depending on the economic conditions, government policies, and other factors beyond the control of the Company. Company is not under any obligation to amend, modify or revise any statement.

REPORT ON CORPORATE GOVERNANCE

Your Company is committed to the adoption of best governance practices and its adherence in the true letter and spirit at all times and envisages the attainment of high level of accountability and transparency in the functioning of the Company.

The Company has complied with the most of the requirements of Corporate Governance as laid down under the applicable Clause 49 of the Listing Agreements with the Stock Exchanges.

1. BOARD OF DIRECTORS

As on the date of publishing of this Report, the Board of the Company comprises of five Directors having three Directors as Non-executive Independent Directors and two Directors as Promoter Executive Director which are as follows:

SL NO.	NAME	DESIGNATION
1	Mrs. BINDU AGARWAL	Executive/Promoter Director
2	Mr. RISHABH AGARWAL	Executive/Promoter Director
3	Mr. RAMJI LAL SHARMA	Non-Executive/Independent Director
4	Mr. MAHENDRA BAHADUR SINGH	Non-Executive/Independent Director

DIRECTORSHIPS

NAME OF DIRECTOR	CATEGORY OF DIRECTORSHIP	DATE OF APPOINTMENT	NO. OF DIRECTORSHIPS HELD IN OTHER COMPANIES
Mrs. BINDU AGARWAL	Executive Director/Promoter	25/09/2010	0
Mr. RISHABH AGARWAL	Executive Director/Promoter	08/11/2012	0
Mr. RAJWARDHAN AGARWAL	Executive Director/Promoter	13/03/2012	0
Mr. RAMJI LAL SHARMA	Non Executive Independent Director	20/08/2009	0
Mr. MAHENDRA BAHADUR SINGH	Non Executive Independent Director	11/06/2011	0

NUMBER OF BOARD MEETINGS

During the year the Board met 7 times on 03.05.2012, 14.07.2012, 14.09.2012, 08.11.2012, 31.12.2012, 14.01.2013 and 31.03.2013. The maximum gap between two successive board meetings did not exceed 4 months.

DIRECTORS ATTENDANCE RECORD

The Composition and category of the Directors on the Board, and their attendance record at the Board meetings and the last Annual General Meeting during the year are as follows:

Name of Director	Category of Directorship	No. of Board Meeting held	No. of Board Meeting attended	Last AGM Attended	Other Committees
Mr. Ranji Lal Sharma	Independent Director	7	7	Yes	<ul style="list-style-type: none"> • Audit Committee – Chairman • Nomination And Remuneration Committee – Chairman • Stakeholder’s Relationship Committee - Member
Mr. Mahendra Bahadur Singh	Independent Director	7	7	Yes	<ul style="list-style-type: none"> • Stakeholder’s Relationship Committee - Chairman • Audit Committee – Member • Nomination And Remuneration Committee – Member
Mrs. Bindu Agarwal	Executive Director/Promoter	7	7	Yes	<ul style="list-style-type: none"> • Audit Committee – Member • Stakeholder’s Relationship Committee - Member
Mr. Rishabh Agarwal*	Executive Director/Promoter	7	3	-	<ul style="list-style-type: none"> • Nomination And Remuneration Committee – Member
Mr. Rajvardhan Agarwal	Executive Director/Promoter	7	4	-	

DISCLOSURES REGARDING APPOINTMENT/RE-APPOINTMENT

As per Section 255 read with Section 256 of the Companies Act, 1956, two third of the Directors should retire by rotation. One third of these Directors are required to retire every year and if eligible they can offer themselves for reappointment. Accordingly Mrs. Bindu Agarwal Director, is liable to retire by rotation and offers herself for reappointment subject to approval of members in general meeting.

Mr. Rishabh Agarwal is Additional Directors and eligible for appointment as regular Directors of the Company.

2. COMMITTEES OF THE BOARD

- **AUDIT COMMITTEE**

The Composition of Audit Committee is as mentioned herein below:

SL NO.	NAME OF DIRECTOR	DESIGNATED POSITION IN THE COMMITTEE
1.	Mr. Ram ji Lal Sharma	Chairman
2.	Mr Mahendra Bahadur Singh	Member
3.	Mrs. Bindu Agarwal	Member

- **NOMINATION AND REMUNARATION COMMITTEE**

The composition of remuneration committee is as follows:

SL NO.	NAME OF DIRECTOR	DESIGNATED POSITION IN THE COMMITTEE
1.	Mr. Ram ji Lal Sharma	Chairman
2.	Mr Mahendra Bahadur Singh	Member
3.	Mrs. Bindu Agarwal	Member

DETAILS OF REMUNERATION TO THE DIRECTORS

SL NO	Name and designation	Salary (p.a.)	Other Benefits	Total
1.	Mrs. Bindu Agarwal Director	Rs.3,00,000/-	NIL	Rs.3,00,000/-
2.	Mr. Rishabh Agarwal Director	Rs.3,00,000/-	NIL	Rs.3,00,000/-
3.	Mr. Ram ji Lal Sharma Independent Director	NIL	NIL	NIL
4.	Mr. Mahendra Bahadur Singh Independent Director	NIL	NIL	NIL

- **STAKEHOLDERS RELATIONSHIP COMMITTEE**

The Composition of shareholder/investor's grievance committee is as follows:

SL NO.	NAME OF DIRECTOR	DESIGNATED POSITION IN THE COMMITTEE
1.	Mr. Ram ji Lal Sharma	Chairman
2.	Mr Mahendra Bahadur Singh	Member
3.	Mr. Bindu Agarwal	Member

Complaints Received/ Resolved:

During the period under review, one complaint was received by the Company which is pending and will be resolved at the earliest.

3. GENERAL BODY MEETINGS

Details regarding the last three Annual General Meetings are as follows:

Financial year	Date of Meeting	Venue of Meeting	Timing of Meeting
2011-12	29.09.2012	77/39, Coolie, Bazar, Kanpur	11.00 A.M.
2010-11	30.09.2011	77/39, Coolie, Bazar, Kanpur	11:00 A.M.
2009-10	30.09.2010	77/39, Coolie, Bazar, Kanpur	11:00 A.M.

No Extraordinary General Meeting of the Company was held during the year.

DETAILS OF SPECIAL RESOLUTION IN THE LAST THREE AGM

No special resolutions have been passed by the Company during the last 3 Financial Years.

DETAILS OF SPECIAL RESOLUTION PASSED THROUGH POSTAL BALLOT PROCESS

There is no resolution passed through postal ballot process at the ensuing Annual General Meeting.

4. DISCLOSURES

The Company has complied with most of the mandatory requirements of Clause 49 of the Listing Agreement.

5. MEANS OF COMMUNICATION

The Company has timely published its quarterly results in the newspapers and the same were also sent to all the Stock Exchanges where the Equity shares of the Company are listed.

6. GENERAL SHARE HOLDER INFORMATION

- I. **Annual General Meeting** : Date - September 28th, 2013.
Day - Saturday
Time - 10:00 A.M.
Venue - 77/39, COOLIE BAZAR,

KANPUR

- II. **Financial Year** : 1st April 2012- 31st March 2013
- III. **Date of book closure** : 22.09.2013 to 28.09.2013
- IV. **Dividend payment date** : N/A

The Directors of the company are of the opinion not to declare dividend for the financial year.

- V. **Listing on Stock Exchange:** The Uttar Pradesh Stock Exchange Association, Kanpur.
- VI. **Market Price** : The Shares of the Company are not being traded on Stock Exchanges. Hence no market price can be determined.
- VII. **Registrar and Transfer Agent:** The Company has its inbuilt Share Registry system for registering share transfers/transmission requests and other shareholders' correspondences. However the Company is also in process of appointing its Registrar & Transfer Agent.
- VIII. **Share Transfer System:** After the appointment of Registrar & Transfer Agent, the Company would provide a common agency for Share Registration and Transfer within due course of time, subject to the validity and completeness of documents in all respect.

IX. **Distribution of shareholding:**

Shareholding pattern of the Company as on 31st March, 2013.

Category	No. of Shares	Percentage of Holding
Govt(Central & States)	0	0
Govt Companies	0	0
Public financial institution	0	0
Nationalized/Other Institutions/Bank	6,30,855	19.47
Mutual Funds	0	0
Venture Capital	0	0
Foreign Holding	0	0
Bodies Corporate	1252615	38.66
Directors/Relative	707415	21.84
Others	649115	20.03
TOTAL	32,40,000	100

- X. **Dematerialization of Shares and Liquidity:**
100% of the shares of Company are in physical form.
- XI. **Address for correspondence:**
77/39, COOLIE BAZAAR, KANPUR
- XII. **CEO/CFO Certification:**
In terms of the requirements of Clause 49(V) of the Listing Agreement, the CEO of the Company have submitted necessary certificate to the Board at its meeting held on 31.08.2013 stating the particulars specified under the said clause.

7. **CORPORATE SOCIAL RESPONSIBILITY**

Taking into consideration the limited means and resources available to the Company, your management take all the initiative and endeavor towards Corporate Social Responsibility by promoting various schemes of Social welfare.

By the Order and on behalf of the Board of Directors

PLACE: KANPUR
DATE : 31.08.2013

Sd/-
(Bindu Agarwal)
Director

Sd/-
(Rishabh Agarwal)
Director

Details of directors seeking appointment/reappointment at the forthcoming Annual General Meeting

Name of Director	RISHABH AGARWAL
DIN	02609055
Date of Birth	08/12/1988
Date of Appointment	08/11/2012
Expertise & Experience	Having a rich experience in business administration and Steel & Iron Industry
Shareholding in the Company	-.
List of other public limited companies in which Directorship held	NIL
Chairman/Members Committees of the Board across all public companies of which he is a Director	NIL
Relationship Between Directors inter-se	NIL

NOTICE

Notice is hereby given that the Annual General Meeting of M/s Rakan Steels Limited will be held on 28th September, 2013 at 11:00 A.M. at the Registered Office of the Company to transact the following business:-

ORDINARY BUSINESS

- i) To receive, consider and adopt the Balance Sheet as at 31st March, 2013 and Profit and Loss Account for the year ended on that date and the reports of the Directors and Auditors thereon.
- ii) To re-appoint the Auditor M/s Vishal Maheshwari & Company, Chartered Accountants, retiring auditor of the Company, as the auditor to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting of the Company.
- iii) To appoint Director in place of Mr. Mahendra Bahadur Singh, who retire by rotation and being eligible to offer himself for re-appointment.

By the Order and on Behalf of the Board of Directors
RAKAN STEELS LIMITED

SD/-
Bindu Agarwal
Director

PLACE: Kanpur
DATE: 31.08.2013

NOTES:

1. Members entitled to attend and vote at the meeting are entitled to appoint a proxy to attend and vote instead of himself/herself and such proxy need not be a member of the company under the Companies Act 1956.
2. The instrument appointing the proxy should be deposited at the Registered Office of Company before 48 hours of the commencement of the meeting.
3. Shareholders seeking any further information on the accounts and operations of the Company at the Annual General Meeting are requested to send their queries to the Company at the Registered Office at least seven days before the date of the meeting.
4. The Company will close its registers from 22.09.2013 to 28.09.2013

DIRECTOR'S REPORT

Dear Shareholders,

Your Directors take pleasures in presenting the 26th Annual Report together with Audited statement on the business and operations of the company for the year ended on 31st March, 2013.

FINANCIAL RESULTS:

	2012-2013 (Rs.in`000)	2011-2012 (Rs.in`000)
Income	7952.93	619.91
Profit/(Loss) before interest & dep.	563.48	130.44
Less:		
Interest	0.00	0.00
Depreciation	221.90	81.74
Profit / (Loss) Before Tax	341.58	48.71
Less:		
Current Tax	23.58	9.28
Deferred Tax	4.73	10.60
Profit / (Loss) Before Tax	313.27	28.83

OPERATIONAL RESULTS:

During the year under review, the company has received an income of Rs. 7952.93 thousand as compared to the previous year income of Rs.619.91 thousand. the Company earned a profit after tax of Rs. 313.27 thousand as compared to the previous year profit of Rs. 28.83 thousand. The Board of Directors are hopeful for the better results of the company in the next financial year.

DIVIDEND:

With a view to conserve the financial resources of the company for meeting financial requirements for future business projects it was decided by the Board not to declare any dividend this year.

FIXED DEPOSIT:

Your company has not accepted any deposit prescribed U/s 58A of the companies Act 1956 during the financial year.

AUDITORS:

Vishal Maheshwari & Co., Chartered Accountants, Statutory Auditors of the Company hold office till the conclusions of the ensuing Annual General Meeting of the Company and are eligible for re-appointment and from whom the Company has received a certificate to the effect that their re-appointment, if made would be within the limits as prescribed under Section 224(1)(b) of the Companies Act, 1956 and rules made thereunder You are requested to consider their reappointment.

CHANGE IN MANAGEMENT & TAKEOVER:

There is no change in the management of the company during the Financial Year.

RESPONSIBILITY STATEMENT OF THE BOARD OF DIRECTORS:

As stipulated in section 217 (2AA) of Companies Act 1956, Your Directors subscribe to the Directors Responsibility statement and confirm as under:

- i. That the preparations of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures.
- ii. That the Directors have selected such accounting policies and applied them consistently and made judgment 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 financial year and of the Profit of the company for that period.
- iii. That the directors have taken proper and sufficient care of the maintenance of adequate accounting records in accordance with the provisions of this act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities.
- iv. That the Directors have prepared the annual accounts on a going concern basis.

INDUSTRIAL RELATIONS:

During the period under review the relation between employee and Management remained cordial.

DIRECTOR:

Mr. Mahendra Bahadur Singh Director of the Company will retire by rotation at the ensuing Annual General Meeting of the Company and being eligible seek reappointment. The Board of Directors recommend her reappointment.

The Board of the company has been reconstituted as there was cessation of Mr. Raj Vardhan Agarwal from the Directorship and appointment of Mr. Rishabh Agarwal (DIN: 02609055) as Additional Director by the Board w.e.f. 08.11.2012 and his tenure is about to expire at the ensuing Annual General Meeting. However being eligible, they offer themselves for regularization as Director of the Company . You are requested to consider their appointment.

None of the Directors is disqualified u/s 274 of the Companies Act, 1956

AUDITORS REPORT:

The observations as per Auditors Report are self-explanatory and does not call any further clarification from directors.

CORPORATE GOVERNANCES:

As the company is required to comply with clause 49 of the Listing Agreement so the Corporate Governance Report confirming the compliance of conditions of corporate Governance forms part of the Annual Report.

LISTING OF SHARES:

The Company's shares are listed with The Uttar Pradesh Stock Exchange Association, Padam Tower, 14/113, Civil Lines, Kanpur and Ahemdabad Stock Exchange.

RISK AND INTERNAL ADEQUACY:

The company has adequate internal control procedures commensurate with its size and nature of its business. The Board of Directors periodically reviews the audit plans, internal audit reports, adequacy of internal control and mismanagement.

CONSERVATION OF ENERGY AND TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING OUTGO:

Your Company try to use power saving devices by implementing the advanced and latest technology in carrying out its operational activities. There is a system of proper check and control in order to avoid unnecessary wastage of power and energy.
Foreign Exchange earnings and outgo is NIL.

EMPLOYEES:

The particulars as required u/s 217 (3A) of the companies Act, 1956 are furnished as none of the employee is drawing remuneration of Rs.500000/- or more per month if employees for apart of the year of Rs.6000000/-if employed throughout the period.

ACKNOWLEDGEMENTS:

Yours Directors acknowledge with thanks for the co-operation and assistance what so ever received from employees, members, banks and govt. Authorities.

By the Order and on behalf of the Board of Directors

PLACE: KANPUR
DATE : 31.08.2013

Sd/-
(Bindu Agarwal)
Director

Sd/-
(Rishabh Agarwal)
Director

DECLARATION REGARDING ADHERENCE TO THE CODE OF CONDUCT

As provide under Clause 49 of the Listing Agreement with the Stock Exchanges, all the Board Members and Senior Management Personnel have confirmed compliance with the code of conduct for the year ended March **31, 2013**.

By the Order and on behalf of the Board of Directors

PLACE: KANPUR
DATE : 31.08.2013

Sd/-
(Bindu Agarwal)
Director

AUDITOR'S CERTIFICATE ON CORPORATE GOVERNANCE

To the Members of

Rakan Steels Limited

We have examined the companies of conditions of Corporate Government by Rakan Steels Limited for the year ended on 31st March 2013, as stipulated in Clause 49 of the Listing Agreement of the said Company with stock exchanges.

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

In our opinion and to the best of our information and according to the explanation given to us and representations made by the management, we certify that the Company has complied with the condition of Corporate Governance as Stipulated in Clause 49.

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

For VISHAL MAHESHWARI & CO.
Chartered Accountants

SD/-

(CAVISHAL MAHESHWARI)

Proprietor

M.No.-076685

FRN-007952C

Place: Kanpur

Date: 31.08.2013

RAKAN STEELS

LIMITED

REGD. OFF: 77/39, COOLIE BAZAR, KANPUR

CIN: L27320UP1985PLC007582

ATTENDANCE SLIP

(To be presented at the entrance)

Reg. Folio No.:

No. of Shares held :

I certify that I am a member/proxy of the Company.

I hereby record my presence at the 26th ANNUAL GENERAL MEETING of the Company to be held at 77/39, Coolie Bazar, Kanpur on Monday, the 28th Day of September, 2013 at 10.00 a.m.

Member's/Proxy's name in BLOCK letters

Signature of Member/Proxy

Note: Please fill up this attendance slip and hand it over at the entrance of the venue for the meeting.

RAKAN STEELS

LIMITED

REGD. OFF: 77/39, COOLIE BAZAR, KANPUR

CIN: L27320UP1985PLC007582

PROXY FORM

Reg. Folio No.:

I/We of in the district of being a member/members of the above named company, hereby appoint of in the district of or falling him..... of in the district of as my/our Proxy to attend and vote for me/us on my/our behalf at the 26TH ANNUAL GENERAL MEETING of the Company to be held at 77/39, Coolie Bazar, Kanpur on Monday, the 28th Day of September, 2013.and at any adjournment(s) thereof.

Signed this day of, 2013.

Affix
Revenue
Stamp

Signature.....

Note: This Proxy form, in order to be effective, should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the meeting.



INDEPENDENT AUDITOR'S REPORT

To,
The Members,
M/s RAKAN STEELS LIMITED
Kanpur.

Report on the Financial Statement

I have audited the accompanying financial statements of M/s RAKAN STEELS LIMITED ("the Company") which comprise the Balance Sheet as at 31st March 2013, and the statement of Profit and Loss for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedure selected depend on the auditor's judgment, including the assessment of the risks of material misstatements of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.





In my opinion and to the best of my information and according to the explanations given to me, the financial statements give the information required by the Act 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 Balance Sheet of the state of affairs of the Company as at 31st March, 2013;
- b) In the case of the Profit & Loss Account of the profit for the year ended on that date.

Report on other Legal and Regularity Requirements

- 1) As required by the Companies (Auditors' Report) Order, 2003 issued by the Central Government of India in terms of sub section (4A) of section 227 of the Companies Act, 1956, I give in the annexure a statement on the matters specified in paragraphs 4 and 5 of the order.
- 2) As required by section 227(3) of the Act, I report that :
 - a) I have obtained all the information and explanations, which to the best of my knowledge and belief were necessary for the purpose of the audit;
 - b) In my opinion, proper books of account, as required by law, have been kept by the Company, so far as appears from my examination of those books;
 - c) The Balance Sheet & statement of Profit and Loss dealt with by this report are in agreement with the books of account;
 - d) In my opinion, the balance sheet and statement of Profit and Loss, comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956;
 - e) On the basis of the written representations received from the Directors as on 31st March 2013 and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2013 from being appointed as a director in terms of Clause (g) of sub section (1) of Section 274 of the Companies Act, 1956.

For VISHAL MAHESHWARI & COMPANY
CHARTERED ACCOUNTANTS

V Maheshwari
(VISHAL MAHESHWARI)

Proprietor
M.No: 076685
FRN: 007952C

Place: Kanpur.
Dated: 31.08.2013.

ANNEXURE REFER TO IN PARAGRAPH 1 OF REPORT ON OTHER LEGAL AND
REGULARATORY REQUIREMENTS OF OUR REPORT OF EVEN DATE

1. In respect of its fixed assets :
 - a) The company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets on the basis of available information.
 - b) As explained to me, fixed assets have been physically verified by the management at reasonable intervals; no material discrepancies were noticed on such physical verification.
 - c) In my opinion and according to the information and explanations given to me, no fixed asset has been disposed during the year and therefore does not affect the going concern assumption.

2. In respect of its inventories:
 - a) The inventories have been physically verified during the year by the management. In my opinion frequency of verification is reasonable.
 - b) In my opinion and according to the information and explanations given to me, 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 inventories. As explained to me, there were no material discrepancies noticed on physical verification as compared to the book records.

3. In respect of loans, secured or unsecured, granted or taken by the Company to/from companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act 1956:
 - a) As per the records produced before me and explanations given to me, the Company has not granted any loans, secured and unsecured to /from companies, firms or other parties covered in the register maintained under section 301 of the companies Act,1956.
 - b) As per records produced before me and explanation given to me, the company has taken loans from related parties.
 - c) In our opinion and according to the explanations given to me, the terms and conditions on which loan has been taken are not prima facie prejudicial to the interest of the company.
 - d) There is no overdue amount in respect of loans taken by the company as the same are repayable on demand.

4. In my opinion and according to the information and explanations given to me, there is an adequate internal control system commensurate with the size of the company and the nature of its business for the purchase of inventory and fixed assets and also for the sale of goods and services. During the course of my audit, I have not observed any continuing failure to correct major weakness in internal control system.



5. In respect of transactions covered under Sec. 301 of the Companies Act 1956 :
 - a) In my opinion and according to the information and explanations given to me, the transactions made in pursuance of contracts or which needed to be entered in the Register maintained under section 301 of the Companies Act, 1956 have been so entered. Consequently, the requirement of clause (v)(b) of paragraph 4 of the order is applicable.
 - b) In my opinion and according to the information given to me, each of these transactions have been made at prices which are reasonable regard to the prevailing market prices at the relevant time.
6. According to the information and explanations given to me, the company has not accepted any deposits from the public covered under section 58A and 58AA of the Companies Act,1956.
7. In my opinion, the Company has an internal audit system commensurate with the size and nature of its business.'
8. The Central Government has not prescribed maintenance of cost records under section 209 (1)(d) of the Companies Act, 1956 in respect of manufacturing activities of the Company.
9. In respect of statutory dues :
 - a) According to the records of the company, undisputed statutory dues including provident fund, Investor education and protection fund, Employees State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Cess, and any other statutory dues have been generally regularly deposited with the appropriate authorities. .
 - b) According to the information and explanations given to me, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at 31st March, 2013 for a period of more than six months from the date of becoming payable.
10. The company does not have accumulated losses exceeding fifty percent of its Net worth at the end of the financial year. The company has not incurred cash losses during the financial year covered by the audit and in the immediately preceding financial year.
11. Based on our audit procedures and according to the information and explanations given to me, I am of the opinion that the company has not defaulted in repayment of dues to financial institutions and banks.
12. In my opinion and according to the information and explanations given to me and based on the information available, no loans and advances have been granted by the company on the basis of security by way of pledge of shares, debentures and other securities.
13. In my opinion, the company is not a chit fund / nidhi / mutual benefit fund / society. Therefore the provisions of clause (xiii) of paragraph 4 of the Companies (Auditor's Report) order ,2003 (as amended) are not applicable to the Company.
14. The Company has entered into transactions and contracts in respect of dealing or trading in shares, securities, debentures and other investments. Accordingly provisions of clause 4(xiv) of Companies (Auditor's Report) order, 2003 (as amended) are not applicable to the Company.
15. According to the information and explanations given to me, the Company has not given guarantees for loans taken by others from banks and financial institutions.



16. According to the information and explanations given to me, the Company has not availed any term loans during the year.
17. According to the information and explanations given to me on an overall examination of the Balance Sheet of the Company, I am of the opinion that there are no funds raised on short – term basis that have been used for long term investment and vice versa.
18. According to the information and explanations given to me, the Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Companies Act, 1956.
19. The Company has not issued any debentures.
20. The Company has not raised any monies by way of public issues during the year.
21. In my opinion and according to the information and explanations given to me, no material fraud on or by the Company has been noticed or reported during the year, that causes the financial statements to be materially reported. However, the possibility of a deep rooted fraud cannot be ruled out.

For VISHAL MAHESHWARI & COMPANY
CHARTERED ACCOUNTANTS



(VISHAL MAHESHWARI)

Proprietor

M.No: 076685

FRN: 007952C

Place: Kanpur.

Date: 31.08.2013.

RAKAN STEELS LIMITED
BALANCE SHEET AS ON 31.03.2013

Particulars	Note No	2012-13	2011-12
EQUITY & LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	2	32400000	32400000
(b) Reserve & Surplus	3	9797051	9483778
(c) Money Received against share warrants		0	0
(d) Minority Interest		0	0
(2) Share application money pending allotment		0	0
(3) Non- Current Liabilities			
(a) long Term borrowings	4	11855263	11980263
(b) Deferred tax liabilities(net)	4	15331	10601
(c) Other long term liabilities	4	6410423	7028937
(d) Long term provisions	5	0	0
(4) Current liabilities			
(a) Short term borrowings	4	130000	0
(b) Trade payable	4	2199969	1954522
(c) Other current Liabilities	4	581708	65505
(d) Short Term provisions	5	23575	9280
TOTAL		63413320	62932886
II. ASSETS			
(1) Non Current Assets			
(a) Fixed Assets			
(i) Tangible assets	6	1368709	1465513
(ii) Intangible assets	6	0	0
(iii) Capital work in progress		0	0
(iv) Intangible assets under development		0	0
(b) Non- current investments	7	0	0
(c) Deferred tax assets (net)		0	0
(d) Long term loans & advances	12	759364	759455
(e) Other non-current assets	12	0	0
(2). Current assets			
(a) Current investments	8	0	0
(b) Inventories	9	60399247	60399247
(c) Trade Receivables	11	741822	0
(d) Cash & cash equivalents	10	119178	288121
(e) Short term loans and advances	12	25000	20550
(f) Other current assets	12	0	0
TOTAL		63413320	62932886

Notes to Accounts

- Figures have been rounded off to the nearest rupee
"As per our report of even date"

For VISHAL MAHESHWARI & Company
Chartered Accountants


V Maheshwari

(Vishal Maheshwari)

Proprietor

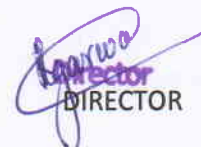
M.N.- 076685

FRN:007952C

For and on behalf of the Board

For RAKAN STEELS LTD.

For RAKAN STEELS LTD.


DIRECTOR


DIRECTOR

RAKAN STEELS LIMITED

Profit and Loss statement for the year ended 31st March 2013

Particulars	Note No.	2012-13	2011-12
I. Revenue from operations	13	7103761	237762
II. Other Income	14	849170	382151
III.Total Revenue(I+II)		7952931	619913
IV. EXPENSES:			
Cost of material consumed	15	0	0
Purchase of Stock- in-Trade		6485509	637039
Changes in inventories of finished goods, work in progress and stock-in- Trade		0	-399247
Employee benefit expense	16	144000	96000
Financial Cost	17	1846	2643
Depreciation and amortization expense	6	221904	81738
Other Expenses	18	758094	153034
IV.Total Expenses		7611353	571207
V. Profit before exceptional and extraordinary items and tax	(III-IV)	341578	48706
VI.Exceptional Items		0	0
VII. Profit before extraordinary items and tax	(V-VI)	341578	48706
VIII. Extraordinary Items		0	0
IX. Profit before tax	(VII-VIII)	341578	48706
X. Tax Expense:			
(1) Current Tax		23575	9280
(2) Deferred Tax		4730	10601
XI. Profit(Loss) from the period continuing operations	(IX-X)	313273	28825
XII. Profit/(Loss) from discontinuing operations		0	0
XIII. Tax expense of discontinuing operations		0	0
XIV. Profit/(Loss) from discontinuing operations	(XII-XIII)	0	0
XV. Profit/(loss) for the period	(XI+ XIV)	313273	28825
XVI. Share of results of Associates		0	0
XVII. Minority Interest		0	0
XVIII. Profit/(loss) for the period (XV+XVI+XVII)		313273	28825
XIX. Earning per equity share:			
(1) Basic		0.01	0.00
(2) Diluted		0.01	0.00

Notes to Accounts

1. Figures have been rounded of to the nearest rupee

For VISHAL MAHESHWARI & Company
Chartered Accountants

V Maheshwari

(Vishal Maheshwari)
Proprietor
M.N.- 076685
FRN:007952C

For and on behalf of the Board

For RAKAN STEELS LTD. For RAKAN STEELS LTD.

Agarwal DIRECTOR
Bhinda Agarwal DIRECTOR
Director

Note – 1.

Significant Accounting Policies:

A) GENERAL

The Accounts of the Company are prepared on an accrual basis, under the historical cost convention and in accordance with applicable mandatory Accounting Standards issued by the Institute of Chartered Accountants of India. The Accounts have been prepared on the concept of going concern.

B) FIXED ASSET/ INTANGIBLE ASSETS

Fixed Assets : The fixed assets have been valued at historical cost Less depreciation provided on written down value method at rates prescribed in Schedule XIV of the Companies Act, 1956. Asset comprises Franchisee Fee paid.

C) DEPRECIATION / AMORTISATION

Depreciation on Fixed Assets has been provided on written down value method as per the rates prescribed in Companies Act, 1956.

D) INVENTORIES

Raw Material at Cost on FIFO Method

Finished Goods at Cost or Market Value whichever is less.

E) REVENUE RECOGNITION

1. Sales are accounted for on dispatch and are stated at net of trade tax and sales return.
2. Purchases are recognized at the time of receipt of material.
3. Other income, Interest and other expenses are recognized on accrual basis.

F) RETIREMENT BENEFITS

The firm has not provided for any retirement benefits including gratuity.

G) EARNING PER SHARE

Earning per share is calculated in accordance with AS-20 issued by the Institute of Chartered Accountants of India.

H) TAXATION

(i) INCOME TAX

Provision of income tax is made and retained in the accounts on the basis of estimated tax liability as per the applicable provisions of the Income Tax Act, 1961 and considering any pending litigations & orders in company's case.

(ii) DEFERRED TAX

Deferred Tax assets and Liabilities are recognized in accordance with AS-22 "Accounting for Taxes on Income" on the basis of reasonable / virtual certainty that sufficient future taxable income will be available against which the same can be realized.

I) IMPAIRMENT OF ASSETS

An assets is treated as impaired when the carrying cost of an asset exceeds its recoverable value and impairment loss is charged to profit and loss account in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting year is reversed if there has been a change in the estimate of the recoverable amount.

J) PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Provision in respect of present obligation arising out of past events are made in accounts when reliable estimates can be made of the amount of the obligation. Contingent liabilities (if material) are disclosed by way of Notes on Accounts. Contingent assets are not recognized or disclosed in financial statements and are included, if any, in the Director's report.

NOTES OF ACCOUNTS

- 1) Contingent Liabilities: There are no Contingent Liabilities.
- 2) Disputed Statutory Liabilities: There are no Disputed Statutory Liabilities.
- 3) Directors remuneration :

<u>2012-13</u>	<u>2011-12</u>
564000.00	nil

As no commission is payable to the Directors of the company computation of net profit u/s 349 of The Companies Act, 1956 has not been given.

- 4) Deferred Tax : Provision for deferred tax assets / liabilities is in accordance with applicable accounting standards.
- 5) There are no defaults in the nature of delays in repayment of dues to financial institutions and Banks.
- 6) Sundry Debtors & Creditors, Loans & advances are subject to reconciliation and Confirmation, if any.
- 7) Earning per share :

	<u>2012-13</u>	<u>2011-12</u>
	Amount (Rs.)	Amount (Rs.)
i) Net profit/(Loss) after tax available for equity share holders (Rs.)	313273	28825
ii) Average number of equity share of Rs. 10/- each used as denominator for calculating EPS	3240000	3240000
iii) Basic/ Diluted Earning per share of face value of Rs. 10 each (Rs.)	0.01	0.00

- 8) As informed to me, there are related party transactions. Detailed sheet is enclosed as Annexure.

9) Payment to Auditor	<u>2012-13</u>	<u>2011-12</u>
Audit Fees	28090.00	25000.00
Taxation Matters	-	-

- 10) There is no foreign exchange earning and outgo.
- 11) Previous year figures have been regrouped and rearranged wherever necessary, so as to correspond to that of the current year.

ANNEXURE – RELATED PARTY DISCLOSURES (AS – 18)

<u>S.No.</u>	<u>Name</u>	<u>Nature of Transaction</u>	<u>Transaction Value</u>	<u>Closing Balance</u>
1.	Bindu Agarwal	Unsecured Loans	NIL	2,84,000.00 (cr)
2.	Rishabh Agarwal	Unsecured Loans	NIL	3,11,000.00 (cr)
3.	Sandeep Agarwal	Unsecured Loans	NIL	25,99,409.00 (cr)
4.	Sandeep Agarwal (HUF)	Unsecured Loans	NIL	4,84,000.00 (cr)
5.	Sandeep S Gupta	Unsecured Loans	NIL	27,90,670.00 (cr)
6.	Sanjeev Agarwal	Unsecured Loans	NIL	10,58,000.00 (cr)
7.	Sanjeev Agarwal (HUF)	Unsecured Loans	NIL	7,70,500.00 (cr)
8.	Shilpa Gupta	Unsecured Loans	1,25,000.00 (dr) 1,30,000.00 (cr)	18,63,800.00 (cr)
9.	Surendra Mohan Agarwal HUF	Unsecured Loans	NIL	2,43,000.00 (cr)
10.	Surendra Mohan Agarwal	Unsecured Loans	NIL	12,05,384.00 (cr)
11.	Vaibhav Agarwal	Unsecured Loans	NIL	3,75,500.00 (cr)
12.	Rishabh Agarwal	Director Remuneration	NIL 3,00,000.00 (cr)	3,00,000.00 (cr)
13.	Bindu Agarwal	Director Remuneration	NIL 2,64,000.00 (cr)	2,64,000.00 (cr)
14.	Rajvardhan Agencies Pvt. Ltd.	Purchases / Sales, receipt / payments	17,07,529.00 (dr) 6,92,292.00 (cr)	59,32,200.00 (cr)
15.	Shree Barsana Wires	Purchases / Sales, receipt / payments	6,92,292.00 (dr) 4,00,000.00 (cr)	NIL
16.	Shree Radha Industries	Purchases / Sales, receipt / payments	37,93,640.00 (dr) 35,01,909.00 (cr)	2,91,822 (dr)

Note 2 :- Share Capital	2012-13	2011-12
Authorised Shares 5500000 Nos. Equity Shares of Rs.10/- each (Previous year 5500000 Equity shares of Rs.10/-each)	55000000	55000000
	55000000	55000000
Issued ,Subscribed & Fully Paid (3240000 Equity Shares of Rs. 10/- each)	32400000	32400000
Total Issued ,Subscribed & Fully Paid	32400000	32400000

Share Capital Schedule (No. of shares Outstanding)	31-Mar-13		31-Mar-12	
	Nos	Amount	Nos	Amount
Opening number of Shares Outstanding	3240000	32400000	3240000	32400000
Add: Preferential Shares	0	0	0	0
Less:	0	0	0	0
Closing number of outstanding shares at the end of the period	3240000	32400000	3240000	32400000

During the year ended 31 March 2012, the amount of per share recognised as distribution to equity shareholders was Rs. 0 (31 March 2012: Rs.0)

Detail of Shareholders Holding more than 5 percent Shares

Name of the Shareholders	No.Of shares	% Shareholding
Union Bank of India	211033	6.51%
Raj Vardhan Agencies Private Limited	268300	8.28%
Surendra Mohan Agarwal	243000	7.50%



Note 3:- Reserve & surplus		2011-13	2011-12
(a)	Capital & Redemption Reserve		
	Opening Balance	0	0
	Less: Trading to Share capital on issue of bonus shares	0	0
	Add/less: Any other adjustments	0	0
		0	0
(b)	Bond Redemption Reserve		
	Opening Balance	0	0
	Add: Any other adjustments	0	0
	Less: Any other adjustments	0	0
		0	0
(c)	Debenture Redemption Reserve		
	Opening Balance	0	0
	Add: Any other adjustments	0	0
	Less: Any other adjustments	0	0
		0	0
(d)	Capital Reserve		
	Opening Balance	1589220	1589220
	Add: Any other adjustments	0	0
	Less: Any other adjustments	0	0
		1589220	1589220
(e)	Securities Premium		
	As per last Balance sheet	14000000	14000000
	Add: Any other adjustments	0	0
	less: Any other adjustments	0	0
		14000000	14000000
(f)	General Reserve		
	As per last Balance Sheet	800000	800000
	Add: Any other adjustments	0	0
	less: Any other adjustments	0	0
		800000	800000
(g)	Foreign Currency Translation Reserve	0	0
(h)	Surplus in the statement of Profit & Loss Account		
	As per last Balance Sheet	-6905442	-6934267
	Add: Profit for the year	313273	28825
	Less: Appropriations	0	0
	Proposed Dividend	0	0
	Tax on dividend	0	0
	Transfer to general reserve	0	0
	Net surplus in the statement of profit and loss account	-6592169	-6905442
	Total Resesrve & Surplus	9797051	9483778

Note 4 Liabilities	Current		Non-Current	
	2012-13	2011-12	2012-13	2011-12
a) Borrowings				
Secured				
i. Loans repayable of demand				
-From banks;	0	0	0	0
-From other parties	0	0	0	0
Unsecured				
i. Loans and advances from related parties/shareholders and directors	130000	0	11855263	11980263
ii. Deposits	0	0	0	0
iii. Other Loans and advances	0	0	0	0
	130000	0	11855263	11980263
b) Trade payables	2199969	1954522	6349643	6947437
c) Other Liabilities				
Current maturities of Long-Term debt	0	0	0	0
Current maturities of finance lease obligations	0	0	0	0
Deffered tax liability	0	0	15331	10601
Interest accrued but not due	0	0	0	0
Interest accrued and due	0	0	0	0
Income received in advance (Deffered and revenue)	0	0	0	0
Unpaid Dividends	0	0	0	0
Other Payables	581708	65505	60780	81500
	581708	65505	76111	92101
Note 5				
Provisions				
Provisions for employee benefit	0	0	0	0
Others				
- Proposed Dividends	0	0	0	0
- Provision for Taxation	23575	9280	0	0
	23575	9280	0	0



Note 6

TANGIBLE AND INTANGIBLE ASSETS:

Particulars	Rate	GROSS BLOCK			DEPRECIATION			NET BLOCK	
		01.04.12	ADDITION / (SALE)	Total	01.04.12	During Yr.	Total	31.03.13	31.03.12
Plant and Machinery	13.91%	1547251	100000	1647251	81738	211589	293327	1353924	1465513
Computer	40.00%	0	25100	25100	0	10315	10315	14785	0
TOTAL		1547251	125100	1672351	81738	221904	303642	1368709	1465513
Total (Previous Year)		1547251	0	1547251	0	81738	81738	1465513	0



Note 7

Non Current Investments	2012-13	2011-12
a) Investment Property	0	0
b) Investments in Equity Instruments	0	0
1. Investments in Associate - Un-Quoted		
Opening Balance	0	0
(Extent of holding 99%)		
Add:Share of profit for previous years	0	0
Add:Share of profit for current year	0	0
(Market Value_)		
2. Investment - Quoted	0	0
(Market Value_)		
3. Investment in joint Venture - unquoted	0	0
4.Other unquoted investments	0	0
	0	0

Aggregate amount of quoted investment(Market Value)	0	0
Aggregate amount of Unquoted investment	0	0
Value of Investment Property	0	0

Note 8

Current Investments	2012-13	2011-12
a) Investment in Mutual Funds	0	0
Mutual Funds(Provide break up of each scheme of mutual fund invested into)		
b).Other investments		
Commercial Paper of _____	0	0
Commercial Paper of _____	0	0
Certificate of Deposit of _____	0	0
Certificate of Deposit of _____	0	0
c) Quoted Investments	0	0
	0	0

Aggregate amount of quoted investment(Market Value)		
Aggregate amount of Unquoted investment		



Note 9 Inventories	Current		Non- Current	
	2012-13	2011-12	2012-13	2011-12
a) Raw Materials	0	0	0	0
b) Work- in progress	0	0	0	0
c) Finished goods	0	60399247	60399247	0
d) Stock in trade	0	0	0	0
Programs. Movies & Rights	0	0	0	0
- Unamortised cost	0	0	0	0
- Under production	0	0	0	0
Raw stock Tapes	0	0	0	0
	0	60399247	60399247	0
e) Stores & Spares	0	0	0	0
f) Loose Tools	0	0	0	0
	0	0	0	0
TOTAL	0	60399247	60399247	0

Note 10 Cash & Cash Equivalents	Current		Non- Current	
	2012-13	2011-12	2012-13	2011-12
a) Balances with Banks				
Balances with Banks				
On current accounts	25879	5427	0	0
On Margin Money	0	0	0	0
On unpaid dividend account	0	0	0	0
Deposits with banks maturity less than 12 months	0	0	0	0
	25879	5427	0	0
b) Cheques, drafts on hands	0	0	0	0
c) Cash on Hand	93299	282694	0	0
	119178	288121	0	0



Note 11

Trade Receivable	Current		Non-Current	
	2012-13	2011-12	2012-13	2011-12
Unsecured considered goods	741822	0	0	0
Outstanding for a period exceeding	0	0	0	0
Six month from the date they are	0	0	0	0
due for payment	0	0	0	0
Others	0	0	0	0
	0	0	0	0
Less: Provision for doubtful debts	0	0	0	0
TOTAL	741822	0	0	0

Note 12

Loans & Advances	Current		Non-current	
	2012-13	2011-12	2012-13	2011-12
a) Loans & Advances to Related parties	0	0	0	0
b) Other Advances				
Interest accrued on Investments	0	0	0	0
Loans	0	0	0	0
Advances, secured considered good	0	0	0	0
Advances, unsecured considered good	0	5020	585697	585788
Less: Provision for doubtful advance	0	0	0	0
Advance Direct Taxes	0	0	0	0
Advance Indirect Taxes	25000	15530	0	0
Other Receivables	0	0	0	0
Unsecured considered goods	0	0	0	0
Outstanding for a period exceeding	0	0	0	0
six month from the date they are	0	0	0	0
due for payment	0	0	0	0
Others	0	0	0	0
Capital Advances	0	0	0	0
Deposits secured, considered goods	0	0	173667	173667
Deposits unsecured, considered goods	0	0	0	0
TOTAL	25000	20550	759364	759455

Note 13

Revenue from Operations	2012-13	2011-12
Sale of Products	7388054	237762
Less: Taxes Recovered	284293	0
	7103761	237762



Note 14

Other Income	2012-13	2011-12
Miscellaneous Income	450170	1
Rent Income	399000	382150
	849170	382151

Note 15

Cost of Materials Consumed	2012-13	2011-12
Raw Material Consumed		
Opening Stock	0	0
Add: Purchase During the Year	0	0
Less: Closing Stock	0	0
	0	0

Note 16

Employee benefit expenses	2012-13	2011-12
a) Salaries & wages	144000	96000
b) Contribution to provident funds	0	0
c) Staffwelfare expense	0	0
	144000	96000

Note 17

Finance Cost	2012-13	2011-12
a) Interest Expense	0	0
b) Other finance cost	1846	2643
c) Net gain/loss on foreign currency transaction & translation	0	0
	1846	2643



Note 18

Other Expenses	2012-13	2011-12
Advertisement and Publicity expenses	0	29844
Auditors Remmuration	28090	25000
Communication expenses	29350	28960
Director's Remuneration	564000	0
Legal, Professional and consultancy charges	21750	20000
Office Expenses	32800	21800
Printing & Stationery	29220	27430
Repair & Maintenance	5000	0
Freight & Cartage	38934	0
Telephone Expenses	8950	0
	758094	153034

Auditors Remmuration Under:

Particulars	2012-13	2011-12
Audit fees	28090	25000
Tax Audit fees	0	0
Certificate & Tax Services	0	0
Total	28090	25000

