



TO THE MEMBERS OF RAKAN STEELS LIMITED

I have audited the attached Balance Sheet of RAKAN STEELS LIMITED as at 31<sup>st</sup> March 2012, and 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. My responsibility is to express an opinion on these financial statements based on my audit.

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

- 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 enclose in the Annexure a statement on the matters specified in paragraph 4 and 5 of the said order.
- 2) Further to my comments in the Annexure referred to above, 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, Profit and Loss account dealt with by this report are in agreement with the books of account.
  - d) In my opinion, the balance sheet, Profit and Loss account dealt with by this report are in compliance with the accounting standards referred to in section 211(3C) of the Companies Act, 1956, except for those mentioned in Notes on Account.
  - e) On the basis of the written representations received from the Directors as on 31<sup>st</sup> March 2012 and taken on records by the Board of Directors, I report that none of the Directors is disqualified as on 31<sup>st</sup> March 2012 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 my opinion and to the best of our information and according to the explanations given to me, the said accounts read together with the Significant Accounting Policies and notes thereon give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India :
    - a) In the case of Balance Sheet of the state of affairs of the Company as at 31<sup>st</sup> March, 2012;
    - b) In the case of the Profit & Loss Account of the profit for the year ended on that date.
    - c) In the case of the Cash Flow Statement, of the Cash Flows for the year ended on that date.

For VISHAL MAHESHWARI & COMPANY  
CHARTERED ACCOUNTANTS

*V. Maheshwari*  
( VISHAL MAHESHWARI )  
Proprietor


ANNEXURE REFERRED TO IN PARAGRAPH 3 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, all the fixed assets have been physically verified by the management in a phased periodical manner, which in my opinion is reasonable, having regard to the size of the company and nature of its assets. No material discrepancies were noticed on such physical verification.
  - c) In my opinion, the company has not disposed off a substantial part of its fixed assets during the year and the going concern status of the Company is not affected.
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 procedure 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 my opinion and according to the information and explanations given to me, there are no 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.
4. In our opinion and according to the information and explanation given to us, there are adequate internal control systems commensurate with the size of the company and the nature of its business with regard to purchases of inventory, fixed assets and with regard to the sale of goods and services. During the course of our audit, we had not observed any continuing failure to correct a major weakness in internal controls.
5. In my opinion and according to the information and explanations given to me, there are no contracts or arrangements, particulars of which need to be entered in the Register maintained under section 301 of the Companies Act, 1956. Consequently, the requirement of clause (v)(b) of paragraph 4 of the order is not applicable.
6. According to the information and explanations given to me, the company has not accepted deposits from the public. Therefore, the provisions of Clause (vi) of paragraph 4 of the order are not applicable to the company.
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) of the Companies Act, 1956 in respect of manufacturing activities of the Company.
9. According to the information and explanations given to us and the records of the company examined by us, in our opinion no undisputed amounts payable in respect of Provident Fund, Investor Education Protection Fund, Employees State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty and Cess were in arrears as at 31<sup>st</sup> March, 2012 for a period of more than six months from the date they become payable.
10. The company have accumulated losses not 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 this report. There was no cash loss.



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 order are not applicable to the Company.
14. The Company has not entered into transactions and contracts in respect of dealing or trading in shares, securities, debentures and other investments. Further, section 49 of The Companies Act, 1956 is not applicable.
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.

For VISHAL MAHESHWARI & COMPANY  
CHARTERED ACCOUNTANTS

  
( VISHAL MAHESHWARI )

Proprietor

M.No. : 076685

FR No.:007952C

Place : Kanpur.

Date : 30.05.2012

**RAKAN STEELS LIMITED**  
**BALANCE SHEET AS ON 31.03.2012**

Particulars	Note No	2011-12	2010-11
<b>EQUITY &amp; LIABILITIES</b>			
<b>(1) Shareholder's Funds</b>			
(a) Share Capital	2	32400000	32400000
(b) Reserve & Surplus	3	9483778	9454953
(c) Money Received against share warrants		0	0
(d) Minority Interest		0	0
<b>(2) Share application money pending allotment</b>		0	0
<b>(3) Non- Current Liabilities</b>			
(a) long Term borrowings	4	11980263	11980263
(b) Deferred tax liabilities(net)	4	10601	0
(c) Other long term liabilities	4	7028937	0
(d) Long term provisions	5	0	35000
<b>(4) Current liabilities</b>			
(a) Short term borrowings	4	0	0
(b) Trade payable	4	1954522	6947437
(c) Other current Liabilities	4	65505	66500
(d) Short Term provisions	5	9280	3005
<b>TOTAL</b>		<b>62932886</b>	<b>60887158</b>
<b>II. ASSETS</b>			
<b>(1) Non Current Assets</b>			
<b>(a) Fixed Assets</b>			
(i) Tangible assets	6	1465513	0
(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	759455	463784
(e) Other non-current assets	12	0	0
<b>(2). Current assets</b>			
(a) Current investments	8	0	0
(b) Inventories	9	60399247	60000000
(c) Trade Receivables	11	0	0
(d) Cash & cash equivalents	10	288121	127703
(e) Short term loans and advances	12	20550	295671
(f) Other current assets	12	0	0
<b>TOTAL</b>		<b>62932886</b>	<b>60887158</b>

**Notes to Accounts**

- Figures have been rounded of 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.  
*[Signature]* *[Signature]*  
DIRECTOR DIRECTOR  
Director

**RAKAN STEELS LIMITED**  
**Profit and Loss statement for the year ended 31st March 2012**

Particulars	Note No.	2011-12	2010-11
I. Revenue from operations	13	237762	156000
II. Other Income	14	382151	81354
<b>III.Total Revenue(I+II)</b>		<b>619913</b>	<b>237354</b>
<b>IV. EXPENSES:</b>			
Cost of material consumed	15	0	0
Purchase of Stock- in-Trade	15	637039	0
Changes in inventories of finished goods, work in progress and stock-in- Trade	15	-399247	0
Employee benefit expense	16	96000	60000
Financial Cost	17	2643	150
Depreciation and amortization expense	6	81738	0
Other Expenses	18	153034	167188
<b>IV.Total Expenses</b>		<b>571207</b>	<b>227338</b>
V. Profit before exceptional and extraordinary items and tax	(III-IV)	48706	10016
VI.Exceptional Items		0	0
VII. Profit before extraordinary items and tax	(V-VI)	48706	10016
VIII. Extraordinary Items		0	0
IX. Profit before tax	(VII-VIII)	<b>48706</b>	<b>10016</b>
X. Tax Expense:			
(1) Current Tax		9280	3005
(2) Deferred Tax		10601	0
XI. Profit(Loss) from the period continuing operations	(IX-X)	28825	7011
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)	28825	7011
XVI. Share of results of Associates		0	0
XVII. Minority Interest		0	0
XVIII. Profit/(loss) for the period (XV+XVI+XVII)		<b>28825</b>	<b>7011</b>
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.

*Manwa*  
DIRECTOR

For RAKAN STEELS LTD.

*Bindu 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.
- 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.  
WIP and Finished Goods at Cost or Market Value whichever is less.
- E) REVENUE RECOGNITION  
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.
  - (iii) Fixed assets had been converted into in trade. Therefore, the tax on the stock will be computed as per Section 45(2) of Income tax Act, 1961.
- 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.



## 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>2011-2012</u>	<u>2010-2011</u>
0.00	0.00

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>2011-2012</u>	<u>2010-2011</u>
	Amount (Rs.)	Amount (Rs.)
i) Net profit/(Loss) after tax available for equity share holders (Rs.)	28825	7011
ii) Average number of equity share of Rs. 100/- each used as denominator for calculating EPS	3240000	3240000
iii) Basic/ Diluted Earning per share of face value of Rs. 100 each (Rs.)	0.01	0.00
8) As informed to me, there are related party transactions.		


S.No.	Particulars	Nature of Transaction	Transaction Value(Rs.)	Outstanding Amount Carried in Balance Sheets
1.	Shree Barsana Wires (Unit of Rajvardhan Agencies Pvt. Ltd.)	Loan taken from party Purchases	60000(Cr) 232292(Cr)	292292(Cr)
2.	Shree Radha Industries	Received rent	382150(Cr)	382150(Cr)



9) Payment to Auditor	<u>2011-2012</u>	<u>2010-2011</u>
Audit Fees	25000.00	20000.00
Taxation Matters	-	-

10) Previous year figures have been regrouped and rearranged wherever necessary, so as to correspond to that of the current year.

**FOR VISHAL MAHESHWARI & COMPANY  
CHARTERED ACCOUNTANTS**

*V. Maheshwari*  
  
**(VISHAL MAHESHWARI)**  
 Proprietor

Place : KANPUR.  
 Dated : 30.05.2012

**For RAKAN STEELS. LTD.**

**For RAKAN STEELS LTD.**      **For RAKAN STEELS LTD.**  
  
 (Director)        
 (Director)      (Director)      Direc



<b>Note 2 :- Share Capital</b>	<b>2011-12</b>	<b>2010-11</b>
<b>Authorised Shares</b> 5500000 Nos. Equity Shares of Rs.10/- each (Previous year 5500000 Equity shares of Rs.10/-each)	55000000	55000000
	55000000	55000000
<b>Issued ,Subscribed &amp; Fully Paid</b> (3240000 Equity Shares of Rs. 10/- each)	32400000	32400000
<b>Total Issued ,Subscribed &amp; Fully Paid</b>	32400000	32400000

<b>Share Capital Schedule (No. of shares Outstanding)</b>	<b>31-Mar-12</b>		<b>31-Mar-11</b>	
<b>Particulars</b>	<b>Nos</b>	<b>Amount</b>	<b>Nos</b>	<b>Amount</b>
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 2011: Rs.0)

**Detail of Shareholders Holding more than 5 percent Shares**

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



<b>Note 3:- Reserve &amp; surplus</b>		<b>2011-12</b>	<b>2010-11</b>
<b>(a)</b>	<b>Capital &amp; Redemption Reserve</b>		
	Opening Balance	0	0
	Less: Trading to Share capital on issue of bonus shares	0	0
	Add/less: Any other adjustments	0	0
		<b>0</b>	<b>0</b>
<b>(b)</b>	<b>Bond Redemption Reserve</b>		
	Opening Balance	0	0
	Add: Any other adjustments	0	0
	Less: Any other adjustments	0	0
		<b>0</b>	<b>0</b>
<b>(c)</b>	<b>Debenture Redemption Reserve</b>		
	Opening Balance	0	0
	Add: Any other adjustments	0	0
	Less: Any other adjustments	0	0
		<b>0</b>	<b>0</b>
<b>(d)</b>	<b>Capital Reserve</b>		
	Opening Balance	1589220	1589220
	Add: Any other adjustments	0	0
	Less: Any other adjustments	0	0
		<b>1589220</b>	<b>1589220</b>
<b>(e)</b>	<b>Securities Premium</b>		
	As per last Balance sheet	14000000	14000000
	Add: Any other adjustments	0	0
	less: Any other adjustments	0	0
		<b>14000000</b>	<b>14000000</b>
<b>(f)</b>	<b>General Reserve</b>		
	As per last Balance Sheet	800000	800000
	Add: Any other adjustments	0	0
	less: Any other adjustments	0	0
		<b>800000</b>	<b>800000</b>
<b>(g)</b>	<b>Foreign Currency Translation Reserve</b>	0	0
<b>(h)</b>	<b>Surplus in the statement of Profit &amp; Loss Account</b>		
	As per last Balance Sheet	-6934267	-6941278
	Add: Profit for the year	28825	7011
	Less: Appropriations	0	0
	Proposed Dividend	0	0
	Tax on dividend	0	0
	Transfer to general reserve	0	0
	<b>Net surplus in the statement of profit and loss account</b>	<b>-6905442</b>	<b>-6934267</b>
	<b>Total Reserve &amp; Surplus</b>	<b>9483778</b>	<b>9454953</b>

Note 4 Liabilities	Current		Non-Current	
	2011-12	2010-11	2011-12	2010-11
<b>a) Borrowings</b>				
<b>Secured</b>				
i. Loans repayable of demand				
-From banks;	0	0	0	0
-From other parties	0	0	0	0
<b>Unsecured</b>				
i. Loans and advances from related parties/shareholders and directors	0	0	11980263	11980263
ii. Deposits	0	0	0	0
iii. Other Loans and advances	0	0	0	0
	<b>0</b>	<b>0</b>	<b>11980263</b>	<b>11980263</b>
<b>b) Trade payables</b>	1954522	1350000	6947437	5597437
<b>c) Other Liabilities</b>				
Current maturities of Long-Term debt	0	0	0	0
Current maturities of finance lease obligations	0	0	0	0
Deferred tax liability	0	0	10601	0
Interest accrued but not due	0	0	0	0
Interest accrued and due	0	0	0	0
Income received in advance (Deferred and revenue)	0	0	0	0
Unpaid Dividends	0	0	0	0
Other Payables	65505	66500	81500	35000
	<b>65505</b>	<b>66500</b>	<b>92101</b>	<b>35000</b>
<b>Note 5</b>				
<b>Provisions</b>				
Provisions for employee benefit	0	0	0	0
Others				
- Proposed Dividends	0	0	0	0
- Provision for Taxation	9280	3005	0	0
	<b>9280</b>	<b>3005</b>	<b>0</b>	<b>0</b>





Note 6

**TANGIBLE AND INTANGIBLE ASSETS:**

Particulars	Rate	GROSS BLOCK			DEPRECIATION		NET BLOCK			
		01.04.11	ADDITION/ (SALE)	Total	01.04.11	During Yr.	Total	31.03.12	31.03.11	
Plant and Machinery	13.91%	0	1547250	0	1547250	0	81738	81738	1465513	0
<b>TOTAL</b>		<b>0</b>	<b>1547250</b>	<b>0</b>	<b>1547250</b>	<b>0</b>	<b>81738</b>	<b>81738</b>	<b>1465513</b>	<b>0</b>
Total (Previous Year)		0	0	0	0	0	0	0	0	0



**Note 7**

<b>Non Current Investments</b>	<b>2011-12</b>	<b>2010-11</b>
a) Investment Property	0	0
b) Investments in Equity Instruments	0	0
<b>1. Investments in Associate - Un-Quoted</b>		
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_)		
<b>2. Investment - Quoted</b>	0	0
(Market Value_)		
<b>3. Investment in joint Venture - unquoted</b>	0	0
<b>4.Other unquoted investments</b>	0	0
	<b>0</b>	<b>0</b>

Aggregate amount of quoted investment(Market Value)

0

0

Aggregate amount of Unquoted investment

0

0

Value of Investment Property

0

0

**Note 8**

<b>Current Investments</b>	<b>2011-12</b>	<b>2010-11</b>
a) <b>Investment in Mutual Funds</b>	0	0
Mutual Funds(Provide break up of each scheme of mutual fund invested into)		
b). <b>Other investments</b>		
Commercial Paper of _____	0	0
Commercial Paper of _____	0	0
Certificate of Deposit of _____	0	0
Certificate of Deposit of _____	0	0
c) <b>Quoted Investments</b>	0	0
	<b>0</b>	<b>0</b>

Aggregate amount of quoted investment(Market Value)

Aggregate amount of Unquoted investment



Note 9	Current		Non- Current	
	2011-12	2010-11	2011-12	2010-11
<b>Inventories</b>				
a) Raw Materials	0	0	0	0
b) Work- in progress	0	0	0	0
c) Finished goods	60399247	60000000	0	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
	60399247	60000000	0	0
e) Stores & Spares	0	0	0	0
f) Loose Tools	0	0	0	0
	0	0	0	0
<b>TOTAL</b>	<b>60399247</b>	<b>60000000</b>	<b>0</b>	<b>0</b>

Note 10	Current		Non- Current	
	2011-12	2010-11	2011-12	2010-11
<b>Cash &amp; Cash Equivalents</b>				
a) <b>Balances with Banks</b>				
Balances with Banks				
On current accounts	5427	10195	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
	5427	10195	0	0
b) <b>Cheques, drafts on hands</b>	0	0	0	0
c) <b>Cash on Hand</b>	282694	117508	0	0
	<b>288121</b>	<b>127703</b>	<b>0</b>	<b>0</b>





**Note 11**

	Current		Non- Current	
	2011-12	2010-11	2011-12	2010-11
<b>Trade Receivable</b>				
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
	0	0	0	0
Less: Provision for doubtful debts	0	0	0	0
<b>TOTAL</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**Note 12**

	Current		Non-current	
	2011-12	2010-11	2011-12	2010-11
<b>Loans &amp; Advances</b>				
<b>a) Loans &amp; Advances to Related parties</b>	0	0	0	0
<b>b) Other Advances</b>				
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	5020	295671	585788	290117
Less: Provision for doubtful advance	0	0	0	0
	0	0	0	0
Advance Direct Taxes	0	0	0	0
Advance Indirect Taxes	15530	0	0	0
	0	0	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
	0	0	0	0
Capital Advances	0	0	0	0
	0	0	173667	173667
Deposits secured, considered goods	0	0	0	0
Deposits unsecured, considered goods	0	0	0	0
<b>TOTAL</b>	<b>20550</b>	<b>295671</b>	<b>759455</b>	<b>463784</b>

**Note 13**

	2011-12	2010-11
<b>Revenue from Operations</b>		
Sale of Products	237762	156000
Less: Taxes Recovered	0	0
	<b>237762</b>	<b>156000</b>



**Note 14**

<b>Other Income</b>	<b>2011-12</b>	<b>2010-11</b>
Miscellaneous Income	1	81354
Rent Income	382150	0
	<b>382151</b>	<b>81354</b>

**Note 15**

<b>Cost of Materials Consumed</b>	<b>2011-12</b>	<b>2010-11</b>
<b>Raw Material Consumed</b>	0	0
Opening Stock	0	0
Add: Purchase During the Year	0	0
Less: Closing Stock	0	0
	<b>0</b>	<b>0</b>

**Note 16**

<b>Employee benefit expenses</b>	<b>2011-12</b>	<b>2010-11</b>
a) Salaries & wages	96000	60000
b) Contribution to provident funds	0	0
c) Staffwelfare expense	0	0
	<b>96000</b>	<b>60000</b>

**Note 17**

<b>Finance Cost</b>	<b>2011-12</b>	<b>2010-11</b>
a) Interest Expense	0	0
b) Other finance cost	2643	150
c) Net gain/loss on foreign currency transaction & translation	0	0
	<b>2643</b>	<b>150</b>



**Note 18**

<b>Other Expenses</b>	<b>2011-12</b>	<b>2010-11</b>
Advertisement and Publicity expenses	29844	1500
Auditors Remmuration	25000	20000
Communication expenses	28960	13500
Legal, Professional and consultancy charges	20000	47000
Office Expenses	21800	14400
Printing & Stationery	27430	0
Rates & Taxes	0	70788
	<b>153034</b>	<b>167188</b>

**Auditors Remmuration Under:**

<b>Particulars</b>	<b>2011-12</b>	<b>2010-11</b>
Audit fees	25000	20000
Tax Audit fees	0	0
Certificate & Tax Services	0	0
<b>Total</b>	<b>25000</b>	<b>20000</b>





## BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

I.	Registration Details :	
	Registration No.	7582
	State Code	20
	Balance Sheet Date	31.03.2012
II.	Capital raised during the year :	
	Public Issue	Nil
	Right Issue	Nil
	Bonus Issue	Nil
	Private Placement	Nil
III.	Position of mobilization and deployment of funds : (In Thousands)	
	Total Liabilities	62932.89
	Total assets	62932.89

### SOURCE OF FUNDS :

Paid up Capital	32400.00
Reserve & Surplus	9483.78
Non-Current Liabilities	19019.80
Current Liabilities	2029.31

### APPLICATION OF FUNDS :

Net Fixed Assets	1465.51
Other Non-Current Assets	759.46
Current Assets	60707.92
Misc. Expenditure	0.00
Accumulated Losses	0.00


IV.	Performance of the Company:	
	Sales & Other Income	619.91
	Total Expenditure	571.21
	Profit/(Loss) before tax	48.71
	Profit/(Loss) after tax	28.83
	Earnings per share	0.01
	Dividend rate %	

### V. Generic Names of the Principal Products of Company :

Item Code No. (ITC Code)  
Product Description

Item Code No. (ITC Code)  
Product Description

FOR VISHAL MAHESHWARI & COMPANY  
CHARTERED ACCOUNTANTS

  
(VISHAL MAHESHWARI)  
Proprietor



FOR RAKAN STEELS LTD. For RAKAN STEELS LTD.

  
Director  
(Director)

  
Director  
(Director)

Place : KANPUR.  
Dated : 30.05.2012