

AUDITED ACCOUNTS AS AT

31st MARCH 2013

OF

M/S SARTHAK METALS MARKETING (P) LIMITED

AUDITORS :

**B. VISHWANATH & CO.
CHARTERED
ACCOUNTANTS**

**BLOCK - 7, FIRST FLOOR, HIMALAYA COMPLEX,
G.E. ROAD, SUPELA, BHILAI (C.G.) PIN - 490023
PHONE NO. :- 0788 - 4039084, 3295182,
FAX NO. :- 0788 - 4039136, MOB. NO. :- 98271-16791
E-MAIL:- bvishwan@yahoo.com**

B. VISHWANATH & Co.

CHARTERED ACCOUNTANTS

PAN : AAKFB 3554G

SERVICE TAX No.: AAKFB3554GSD001

OFFICE :

BLOCK NO.-7,1ST FLOOR, HIMALAYA COMPLEX

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INDEPENDENT AUDITORS' REPORT

To the Members of
M/S SARTHAK METALS MARKETING PRIVATE LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of **M/s Sarthak Metals Marketing Private Limited** ("the Company"), which comprises the Balance Sheet as at 31st March, 2013, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

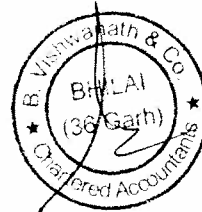
Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, and financial performance of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act"). 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we 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 procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



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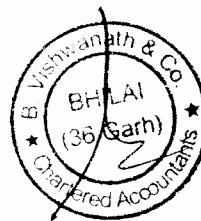
Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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 the Balance Sheet, of the state of affairs of the Company as at 31st March, 2013;
- (b) in the case of the Statement of Profit and Loss, of the Profit for the year ended on that date; and
- (c) in the case of Cash Flow Statement of the Cash Flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. 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 annex hereto a statement on the matters specified in paragraphs 4 & 5 of the said order.
2. As required by section 227(3) of the Act, 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 appears from our examination of those books;
 - c. The Balance Sheet, Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - d. In our opinion, the Balance Sheet, Statement of Profit and Loss and the Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;
 - e. On the basis of 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 section 274(1) (g) of the Act.



**For B. Vishwanath & Co.
Chartered Accountants
FRN: 007875C**

B. Vishwanath

**(B. VISHWANATH)
Partner
M. No. 074096**

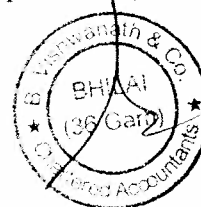
**Place: Bhilai
Date : 06th September, 2013**

Annexure to the main audit report on the accounts of M/s Sarthak Metals Marketing Pvt. Ltd. for the financial year ended on 31st March, 2013

- (i) (a) Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets, however these records needs yearly up-dation.
- (b) As explained to us, all the fixed assets of the company have not been physically verified by the management; however there is a regular programme of verification which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. No material discrepancy was noticed on such verification.
- (c) As explained to us and as per books of accounts, company has not disposed off substantial part of its fixed assets during the year and the going concern status of the company is not affected.
- (ii)(a) The inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
- (b) 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. The discrepancies noticed on verification between the physical stocks and the book records were not material.
- (iii)(a) The company has taken unsecured loans and advances from the following parties, which are covered in the register maintained u/s 301 of the Companies Act, 1956:-.

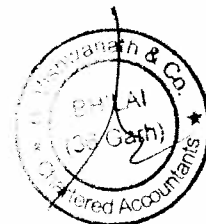
<u>S. No.</u>	<u>Party</u>	<u>Year-end Balance</u> (₹)	<u>Maximum credit during the year</u> (₹)
1.	Metal Grace Injection Alloys Pvt.Ltd.	20,48,544/-	51,23,872/-
2.	D.R. Bansal (HUF)	12,86,694/-	12,86,694/-
3.	Anirudh Singhal	8,32,447/-	8,32,447/-

- (b) The Company has not given loans & advances, secured or unsecured, to the parties listed in the register maintained under section 301 of the Companies Act, 1956.
- (c) In our opinion, term and conditions on which such transactions are entered into with the parties listed in the register maintained under section 301 of the Companies Act, 1956 are not, *prima facie*, prejudicial to the interest of the company.
- (d) It is explained that there is no irregularity occurred in the said accounts with the parties.
- (e) There is no overdue amount in the said accounts with the parties listed in the Register maintained under section 301 of the Companies Act, 1956.



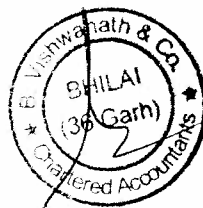
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- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and nature of its business with regard to purchases of inventory, fixed assets and with regard to the sale of goods. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal controls.
- (v) (a) According to the information and explanations given to us, we are of the opinion that the transactions that need to be entered into the register maintained under Section 301 of the Companies Act, 1956 are updated on regular basis.
- (b) In our opinion and according to the information and explanations 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 Lacs in respect of any party during the year have been made at prices which are reasonable having regard to prevailing market prices at the relevant time.
- (vi) In our opinion and according to the information and explanations given to us, the Company has not accepted deposits to which provisions of sections 58A and 58AA of the Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975 are applicable.
- (vii) *As explained, no outside agency is appointed / engaged for internal audit purposes.* However, it is explained that proper internal checks/quality controls are suitably placed at every level of generation of information/records.
- (viii) As explained to us, Company has maintained cost records as prescribed u/s 209(1)(d) of Companies Act. However, we are not required to and have not carried out any detailed examination of such accounts & records.
- (ix) (a) The company is generally regular in depositing with appropriate authorities applicable and undisputed statutory dues including provident fund, investor education protection fund, employees' state insurance, income tax, sales tax, Wealth tax, service tax, customs duty, excise duty, cess and other material statutory dues.
- (b) According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, wealth tax, service tax, sales tax, customs duty, excise duty, and cess were in arrears, as at 31st March, 2013 for a period of more than six months from the date they became payable.
- (c) According to the information and explanations given to us, there are no dues of sales tax, income tax, customs duty, wealth tax, service tax, excise duty and cess which have not been deposited on account of any dispute except commercial tax demands (including Entry tax & C.S.T.) totaling to ₹ 5,40,717/- against which company has deposited ₹ 49,340/- while preferring appeals with the Dy.Commissioner, Commercial Tax Deptt., Durg.



- (x) The company has no accumulated losses. The company has not incurred **cash** losses during the financial year covered by our audit and also in the immediately preceding financial year.
- (xi) In our opinion and according to the information and explanations given to **us**, the company has not defaulted in repayment of dues to a financial institution, **bank** or debenture holders.
- (xii) The company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) In our opinion, 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) In our opinion, the company is not dealing in shares, securities, debentures and other Investments. Accordingly, the provisions of clause 4 (xiv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (xv) The Company has not given guarantees for loans taken by others from banks or financial Institutions.
- (xvi) In our opinion, the term loans have been applied for the purpose for which they were raised.
- (xvii) According to the information and explanations given to us and on an overall examination of the balance sheet of the company, we report that the no funds raised on short-term basis have been used for long-term investment.
- (xviii) According to the information and explanations given to us, the company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Act.
- (xix) The company has not issued any debentures during the current financial year.
- (xx) The company has not raised any money by public issue during the current financial year.
- (xxi) According to the information and explanations given to us and to the best of our knowledge and belief, no fraud on or by the company has been noticed or reported during the course of audit.

Place: Bhilai (C.G.)
Date : 06.09.2013



For **B. Vishwanath & Co.**
Chartered Accountants
F.R.N. - 007875C

B. Vishwanath

(B. Vishwanath)
Partner
M.No. 074096

SARTHAK METALS MARKETING PRIVATE LIMITED

BALANCE SHEET AS AT 31ST MARCH 2013

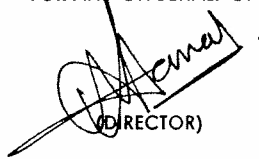
Particulars	Note No.	As at 31 March, 2013	As at 31 March, 2012
		₹	₹
A EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	2	80,465,000.00	40,115,000.00
(b) Reserves and surplus	3	69,254,063.48	82,709,790.87
Total (1)		149,719,063.48	122,824,790.87
2 Share application money pending allotment		-	1,000,000.00
3 Non-current liabilities			
Long-term borrowings	4.a	11,049,351.00	14,802,717.00
Deferred Tax Liability	5	2,308,453.65	3,296,765.40
Total (3)		13,357,804.65	18,099,482.40
4 Current liabilities			
(a) Short Term Borrowings	4.b	192,493,907.96	147,401,062.80
(b) Trade payables	6	4,562,395.29	3,478,240.19
(c) Short-term provisions	7	4,128,657.00	4,616,843.00
Total (4)		201,184,960.25	155,496,145.99
TOTAL(1 to 4)		364,261,828.38	297,420,419.26
B ASSETS			
1 Non-current assets			
(a) Fixed assets			
Tangible assets	8	49,852,408.03	57,902,489.48
Capital Work-in-progress		2,192,628.00	-
2 Current assets			
(a) Inventories	9	66,659,017.06	49,906,595.13
(b) Trade receivables	10	214,381,893.33	141,578,897.60
(c) Cash and cash equivalents	11	9,962,495.92	29,038,525.95
(d) Short-term loans and advances	12	21,213,386.04	18,993,911.10
Total (2)		312,216,792.35	239,517,929.78
TOTAL (1+2)		364,261,828.38	297,420,419.26

SALIENT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS

'1'

NOTES REFERRED TO ABOVE FORM PART OF BALANCE SHEET

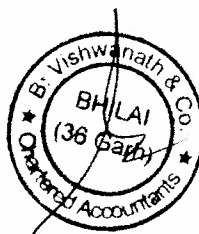
FOR AND ON BEHALF OF BOARD

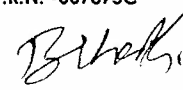

(DIRECTOR)

Wishore
(DIRECTOR)

AUDITORS' REPORT
AS PER OUR REPORT OF EVEN DATE ANNEXED

FOR B. VISHWANATH & CO.
CHARTERED ACCOUNTANTS
F.R.N. -007875C




(B. VISHWANATH)
PARTNER
M. No. 074096

PLACE: BHILAI (C.G.)
DATE : 06/09/2013

SARTHAK METALS MARKETING PRIVATE LIMITED
PROFIT & LOSS STATEMENT FOR THE YEAR ENDED 31st MARCH 2013

Particulars	Note No.	For the year ended	For the year ended
		31 March, 2013	31 March, 2012
		₹	₹
I. Revenue from operations (net)	13	1,129,057,292.66	1,005,525,363.68
II. Other income	14	3,866,378.46	-
III. Total Revenue (I+II)		1,132,923,671.12	1,005,525,363.68
IV. Expenses			
(a) Cost of Materials Consumed	15.a	1,001,292,566.81	844,163,055.25
(b) Purchases of Traded Goods	15.b	1,535,521.97	31,904,982.45
(c) Changes in Inventories of finished goods and stock-in-trade	15.c	(3,006,854.59)	(10,505,676.50)
(d) Employee Benefits Expenses	16	19,966,123.00	16,185,826.00
(e) Finance Costs	17	25,525,317.80	25,310,878.94
(f) Depreciation and amortization expenses	8		
-Depreciation		12,024,826.00	8,228,135.00
-Amortization Expenses		65,000.00	-
(g) Other Expenses	18	35,371,182.09	43,884,734.19
Total Expenses (IV)		1,098,787,392.26	980,183,288.33
V. Profit before exceptional items, extraordinary items and tax (III-IV)		34,136,278.86	25,342,075.35
VI. Exceptional items/ Prior period Items		8,758.00	-
VII. Profit before extraordinary items and tax (V-VI)		34,127,520.86	25,342,075.35
VIII. Extraordinary items		-	-
IX. Profit before tax (VII-VIII)		34,127,520.86	25,342,075.35
X. Tax expense:			
(a) Current tax expense		10,578,000.00	7,060,000.00
(b) Expense relating to prior years (net)		(6,440.00)	7,094.00
(c) Deferred tax Expenses		(988,311.75)	3,296,765.40
Total Tax Expenses (X)		9,583,248.25	10,363,859.40
XI. Profit from continuing operations (IX-X)		24,544,272.61	14,978,215.95
XII. Profit from Discontinuing Operations		-	-
XIII. Tax expense of Discontinuing Operations		-	-
XIV. Profit from Discontinuing Operations		-	-
XV. Profit for the year (XI + XIV)		24,544,272.61	14,978,215.95
XVI. Earnings per Equity share (of ₹ 10/- each):			
(a) Basic & Diluted (Adjusted Earnings per share for the year ended 31st March 2013)		3.06	3.73
(EPS as per AS - 20)			

SALIENT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS

'1'

NOTES REFERRED TO ABOVE FORM PART OF PROFIT AND LOSS STATEMENT

FOR AND ON BEHALF OF BOARD

(DIRECTOR)

Kishore

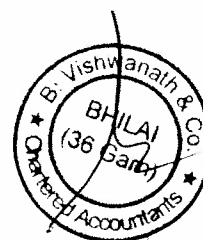
(DIRECTOR)

PLACE: BHILAI (C.G.)

DATE : 06/09/2013

AUDITORS' REPORT
AS PER OUR REPORT OF EVEN DATE ANNEXED

FOR B. VISHWANATH & CO.
CHARTERED ACCOUNTANTS
F.R.N. -007875C



B. Vishwanath
(B. VISHWANATH)
PARTNER
M. No. 074096

M/S SARTHAK METALS MARKETING PRIVATE LIMITED
BHILAI (C.G.)
CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2013

	Particulars	31st March 2013 (₹ in Lacs)	31st March 2012 (₹ in Lacs)
A	Cash Flow from operating activities:		
	Net Profit before tax and extraordinary activities	341.28	253.42
	Adjustments for:		
	Depreciation	120.25	82.28
	Interest Paid	255.25	253.11
	Operating Profit before Working Capital changes	716.78	588.81
	Adjustments for:		
	Trade & Other Receivables(Increase)	(728.04)	215.41
	Inventories(Increase)	(167.53)	31.00
	Other Current Assets(Increase)	(22.19)	69.53
	Other Provisions(Decrease)	(4.88)	(46.92)
	Trade Payable(Increase)	10.83	14.41
	Cash generated from operations	(195.04)	872.25
	Interest paid	255.25	253.11
	Direct Taxes Paid	105.72	70.67
	Cash Flow before extraordinary activities	(556.01)	548.47
	Cash Flow (used in)/from operating activities (Total 'A')	(556.01)	548.47
B	Cash Flow from Investing Activities		
	Purchase of Fixed Assets	(94.57)	(311.30)
	Sale of Fixed Assets	32.93	-
	Net Cash (used in) investing activities (Total 'B')	(61.65)	(311.30)
C	Cash Flow from Financing Activities		
	Proceeds from Share Application money	13.50	103.95
	Proceeds/(Repayment) from/of Unsecured Loan	(4.93)	3.36
	Proceeds/(Repayment) from/of Secured Loan	418.32	(129.38)
	Net Cash received from/(used in) financing activities (Total 'C')	426.89	(22.07)
	Net increase in Cash & Cash equivalents (A+B+C)	(190.76)	215.10
	Cash & Cash Equivalents at the beginning of the year	290.39	75.29
	Cash & Cash Equivalents at the close of the year	99.63	290.39


THIS IS THE CASH FLOW STATEMENT REFERRED TO IN OUR REPORT OF EVEN DATE

FOR AND ON BEHALF OF BOARD


DIRECTOR
Kishore
DIRECTOR

AUDITOR'S REPORT
AS PER OUR REPORT OF EVEN DATE ANNEXED
FOR B.VISHWANATH & CO.
CHARTERED ACCOUNTANTS
F.R.N. - 007875C




(B.VISHWANATH)
PARTNER
M.No. 074096

Place: Bhilai
Date: 06/09/2013

SHARTHAK METALS MARKETING PRIVATE LIMITED

BHILAI (C.G.)

FINANCIAL YEAR : 2012-2013

NOTE - '1' - SALIENT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS

(A) SALIENT ACCOUNTING POLICIES

1. BASIS OF ACCOUNTING

The accounts are prepared on historical cost convention and on the basis of a going concern with revenues considered and expenses accounted for (wherever possible on their accrual including provisions for committed obligations) in accordance with the applicable accounting standards.

2. FIXED ASSETS AND DEPRECIATION

Fixed assets are stated at their original cost less depreciation. Cost includes inward freight, duties and taxes and expenses incidental to acquisition and installation. Depreciation has been provided on WDV rates as specified in Schedule-XIV of the Companies Act, 1956.

3. PRE-OPERATIVE EXPENSES

Expenditure incurred during pre-operative/installation period prior to commencement of commercial production is stated at cost and are pro-rata allocated to factory building, plant & machinery, electrical equipments.

4. REVENUE RECOGNITION

Sales are recorded when supply of goods takes place in accordance with the terms of sale. Sales include excise duty and other taxes, wherever applicable.

5. CLAIMS, TAXES, DUTIES, ETC.

Taxes & duties, deductions, escalations, insurance claims etc, are accounted for determination / acceptance basis.

6. INVENTORY VALUATION AND CONSUMPTION COST VALUATION

- (I) Goods are valued at landed cost / estimated cost or market price whichever is lower.
- (II) Raw material consumption costs are taken after netting off credits available, if any.
- (III) In case of oxygen gas and cored wire stocks, estimated cost is taken based on the selling price, as per past practice.

7. FOREIGN CURRENCY TRANSACTIONS

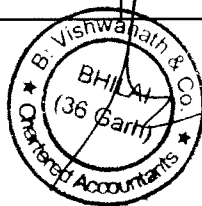
Gains or losses on account of foreign currency transactions relating to raw material procurement are accounted for on determination basis and are charged to Profit & Loss Statement.

B. NOTES ON ACCOUNTS

1. Previous year's figures have been regrouped / reclassified wherever to correspond with the current year's classification / disclosure.

2. Contingent Liabilities (Not Provided For) in respect of:

S. No.	Particulars	31.03.2013	31.03.2012
		(₹)	(₹)
(a)	LC, Buyers Credit/Bank guarantee outstanding	28,683,300.40	34,568,710.65
	(Fixed deposit pledged)	(7,895,989.00)	(6,256,875.54)
(b)	Demand Raised by Comm. Tax Deptt. till date	540,717.00	352,017.00
	Amount Paid For Appeals Preferred	(49,340.00)	(30,500.00)



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3. **State** Capital Investment Subsidy of Rs. 500000/- had been received from DIC, Raipur vide letter no. **DICR/FA/66** dated 11.06.98.
4. **Closing** stock is taken as considered, verified and certified by the mangement.
5. (a) In the opinion of board, all current assets including sundry debtors, loans and advances, etc. are recoverable in the ordinary course of business and would realize the value as stated.
(b) Further, in the opinion of board, the provisions for depreciation and all known liabilities are adequate and are not in excess of the amount reasonably necessary.
6. **Parties** account are subject to confirmation/reconciliation. Consequential adjustments thereof shall be made/ provided as and when such accounts are settled.
7. **Closing** cash on hand is as certified by the management.
8. **Segment reporting as per AS-17** is as per Annexure 1 attached.
9. **Related Party Disclosures as per AS-18**

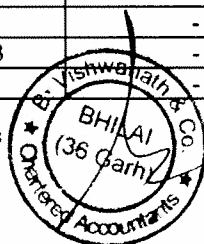
I The list of related parties as identified by the management is as under:

S. No.	Particulars	Name
1.	Key management personnel / Directors of the Company	a. Shri Anoop Kumar Bansal b. Shri Kishore Kumar Bansal c. Shri Manoj Kumar Bansal d. Shri Sanjay Shah
2.	Associate Enterprise	a. Metal Grace Injection Alloys Pvt. Ltd. b. Bansal Brothers c. Shri D.R. Bansal (HUF) d. Manoj Bansal HUF

II Transaction with the related party :

i.	Details of Transactions	Directors	Associates
	Directors' Remuneration	7,800,000.00	-
		(6,900,000.00)	-
	Purchase of Packing Material	-	253,538.00
		-	(646,265.00)
	Purchase of Consumable Stores	-	53,548.00
		-	(200,939.00)
	Miscellaneous Expenses	-	17,436.00
		-	(Nil)
	Transportation Expenses	-	70,000.00
		-	(56,500.00)
	Repair & Maintenance Expenses	-	199,396.00
		-	(19,993.00)
	Purchase of Assets	-	352,253.00
		-	(Nil)
	Purchase of Raw Material	-	52,465,160.00
		-	(134,584,760.00)
	Interest on Unsecured Loans	-	819,921.00
		-	(938,423.00)
	Rent Paid	-	144,000.00
		-	(Nil)
ii.	Outstandings		
	Amount due from(Assets) as on 31.03.2013	-	2,634.00
		-	(1,317.00)
	Amount due to(Liabilities) as on 31.03.2013	-	3,335,238.00
		-	(3,972,249.00)

*figures in bracket represents previous year figures



Contd...3

10. Accounting Standard 22 - Accounting for Taxes on Income

The Company follows the depreciation method as per the Companies Act 1956. Deferred tax has been worked out @ 32.445 % on the Treatment of Depreciation under the Companies vis-a-vis the Income Tax Act. The Company has provided the Liability / Assets for Deferred Tax under the head Deferred Tax Liability. Accordingly the amount of Deferred Tax Asstes is as follows:-

	Particulars	Amount (Rs.)
a.	Opening balance of DTL on account of Time Difference	3,296,765.40
b.	Difference in closing balance of fixed assets carried forward values in Companies Act and I.T. Act (i.e. ₹ 5,20,45,036.03 less ₹ 4,49,30,061.01)	7,114,975.02
c.	Tax Liability @ 32.445 %	2,308,453.65
d.	So, net decrease in liability for the year 2012-13(c-a)	988,311.75

11. Expenditure in Foreign Currency

2012-13

2011-12

Foreign Tour Expenses (Exchange Purchase Cost)

-

939,821.75

12. Raw-material Purchases & Expenses include cost of imported goods also.

13. Legal Expenses incurred during the year for increase in authorised Capital is being written off in five equal yearly installments.

14. Sales & Cost of materials consumed include inter-segment adjustment ₹ 20,194/- (Prev. Yr. ₹ 27,832/-) used for internal consumption

15. As per AS-20, Calculation of EPS for the year ended:

	Particulars	2013	2012
(a)	Net Profit as per P&L A/c	24,544,272.61	14,978,215.95
(b)	No. of Shares at the end of the year	8023129	4011500
(c)	Adjustment for bonus issue	-	-
(d)	Total no. of Shares	8023129	4011500
	EPS (a/d)	3.06	3.73

SIGNATURE TO NOTE '1'

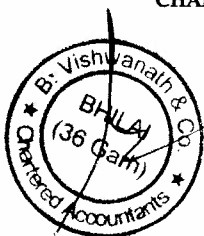
FOR AND ON BEHALF OF THE BOARD



DIRECTOR

Rishore

DIRECTOR

FOR B. VISHWANATH & CO.
CHARTERED ACCOUNTANTS
F.R.N. 007875C




(B. VISHWANATH)
PARTNER
M.No. 074096

PLACE : BHILAI (C.G.)

DATE : 06.09.2013

SARTHAK METAL MARKETING PRIVATE LTD.

FY. 2012-13

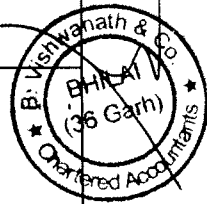
Annexure 1 - SEGMENT REPORTING UNDER AS-17

(Refer Note 1 point No. 8)

Information about Primary Business Segment

(Amount in ₹)

S.No.	Particulars	Cored Wire		Gas		Unallocable		Total	
		F.Y. 2012-13	F.Y. 2011-12	F.Y. 2012-13	F.Y. 2011-12	F.Y. 2012-13	F.Y. 2011-12	F.Y. 2012-13	F.Y. 2011-12
A	Segment Revenue								
	External Revenue	1,251,314,430.46	1,170,613,836.00	18,677,249.66	11,142,419.68	-	-	1,269,991,680.12	1,181,756,255.68
	Inter Segment Revenue	-	-	20,194.00	27,832.00	-	-	20,194.00	27,832.00
	Gross Turnover	1,251,314,430.46	1,170,613,836.00	18,697,443.66	11,170,251.68	-	-	1,270,011,874.12	1,181,784,087.68
B	Less Excise Duty	137,088,203.00	100,899,141.00	-	-	-	-	137,088,203.00	100,899,141.00
	Net Turnover	1,114,226,227.46	1,069,714,695.00	18,697,443.66	11,170,251.68	-	-	1,132,923,671.12	1,080,884,946.68
	Segment Result before Deferred Tax	63,996,939.32	54,794,772.32	(7,764,782.48)	(5,658,912.03)	(32,676,195.98)	(30,860,878.94)	23,555,960.86	18,274,981.35
	Less: Deferred tax	-	-	-	-	(988,311.75)	3,296,765.40	(988,311.75)	3,296,765.40
C	Profit After tax	63,996,939.32	54,794,772.32	(7,764,782.48)	(5,658,912.03)	(31,687,884.23)	(34,157,644.34)	24,544,272.61	14,978,215.95
	Other Information								
	Segment Assets	342,580,445.98	265,937,561.84	32,259,382.40	38,482,857.42	(10,578,000.00)	(7,000,000.00)	364,261,828.38	297,420,419.26
	Segment Liabilities	7,569,714.59	5,035,293.00	1,128,462.29	2,999,790.19	-	-	8,698,176.88	8,035,083.19
Depreciation & Amortization	Capital Expenditure	7,238,703.00	2,166,489.25	2,305,339.55	28,987,748.67	-	-	9,544,042.55	31,154,237.92
	Depreciation	2,450,204.00	2,407,685.00	9,574,622.00	5,820,450.00	-	-	12,024,826.00	8,228,135.00
	Amortization	65,000.00	-	-	-	-	-	65,000.00	-



Note: Segment Results within bracket represents loss

SARTHAK METALS MARKETING PRIVATE LIMITED

Notes forming part of the financial statements

Note 2 Share capital:

Particulars	As at 31 March, 2013		As at 31 March, 2012	
	Number of shares	Amt. in ₹	Number of shares	Amt. in ₹
(a) Authorised Share Capital				
Equity shares of ₹ 10/- each with voting rights	10,000,000	100,000,000.00	5,000,000	50,000,000.00
(b) Issued Share Capital				
Equity shares of ₹ 10/- each with voting rights	8,046,500	80,465,000.00	4,011,500	40,115,000.00
(c) Subscribed and fully paid up Share Capital				
Equity shares of ₹ 10/- each with voting rights	8,046,500	80,465,000.00	4,011,500	40,115,000.00
Total	8,046,500	80,465,000.00	4,011,500	40,115,000.00

Refer Notes (i) to (v) below

Notes:

(i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:

Particulars	Opening Balance	Fresh Issue	Bonus	ESOP	Conversion	Closing Balance
Equity shares with voting rights						
Year ended 31 March, 2013						
- Number of shares	4,011,500	23,500	4,011,500	-	-	8,046,500
- Amount (₹)	40,115,000.00	235,000.00	40,115,000.00	-	-	80,465,000.00
Year ended 31 March, 2012						
- Number of shares	1,024,000	939,500	2,048,000.00	-	-	4,011,500
- Amount (₹)	10,240,000.00	9,395,000.00	20,480,000.00	-	-	40,115,000.00

(ii) Details of shares held by each shareholder holding more than 5% shares:

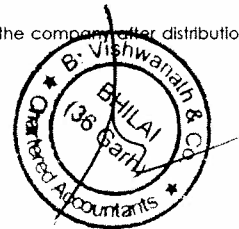
Equity shares with voting rights

Class of shares / Name of shareholder		As at 31 March, 2013		As at 31 March, 2012	
S.No.	Particulars	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
A.	Directors				
1	Shri Anoop Kumar Bansal	733,500	9.12	366,750	9.14
2	Shri Kishore Kumar Bansal	469,500	5.83	234,750	5.85
B.	Relatives				
	Shri Manoj Kumar Bansal	2,514,400	31.25	1,257,200	31.34
C.	Others				
1	Comet Technologies Private Limited	1,075,500	13.37	537,750	13.41
2	Metal-Grace Injection Alloys Private Limited	600,000	7.46	300,000	7.48

(iii) The Company has only one class of equity shareholders. Each shareholder is entitled to right of one vote per share.

(iv) The Company declares and pays dividend in Indian Rupees. Dividend proposed by directors is subject to approval of shareholders at the ensuing Annual General Meeting.

(v) In the event of liquidation, equity shareholders shall be eligible to receive remaining assets of the company after distribution of all preferential amounts in proportion of their shareholding.



SARTHAK METALS MARKETING PRIVATE LIMITED

Notes forming part of the financial statements

Note 3 : Reserves and Surplus :

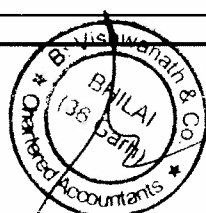
Particulars	As at 31 March, 2013	As at 31 March, 2012
	₹	₹
(a) Securities premium account		
Opening balance	8,876,000.00	8,876,000.00
Add: Premium on issue of shares	2,115,000.00	-
Closing Balance [Sub -Total (a)]	10,991,000.00	8,876,000.00
(b) State Investment Capital Subsidy		
Opening balance	500,000.00	500,000.00
Add: Received during the year	-	-
Closing Balance [Sub -Total (b)]	500,000.00	500,000.00
(c) Surplus		
Opening balance	73,333,790.87	78,835,574.92
Add: Profit for the year (Transferred from Profit and Loss Statement)	24,544,272.61	14,978,215.95
Less: Utilised for issuing bonus shares	(40,115,000.00)	(20,480,000.00)
Closing balance [Sub -Total (c)]	57,763,063.48	73,333,790.87
Total (a+b+c)	69,254,063.48	82,709,790.87

Note 4.a Long-Term Borrowings:

Particulars	As at 31 March, 2013	As at 31 March, 2012
	₹	₹
(a) Term loans		
(i) From banks		
Secured	5,410,048.00	7,950,290.00
Sub- Total (i)	5,410,048.00	7,950,290.00
(ii) From other parties		
Secured	471,618.00	1,192,006.00
Sub- Total (ii)	471,618.00	1,192,006.00
Total (a) = (i+ii)	5,881,666.00	9,142,296.00
(b) Loans and advances from related parties		
Unsecured	4,167,685.00	4,660,421.00
Total (b)	4,167,685.00	4,660,421.00
(c) Other loans and advances (including Working Capital Loans)		
Unsecured	1,000,000.00	1,000,000.00
Total (c)	1,000,000.00	1,000,000.00
Total (a+b+c)	11,049,351.00	14,802,717.00

Note 4.b Short-term Borrowings:

Particulars	As at 31 March, 2013	As at 31 March, 2012
	₹	₹
Working Capital Loans		
Secured	192,493,907.96	147,401,062.80
Total (c)	192,493,907.96	147,401,062.80



Note 4(a&b) Borrowings Contd...

SARTHAK METALS MARKETING PRIVATE LIMITED

Note 4 (a&b) Borrowings Contd...

Notes for 4.a Long-Term Borrowings :

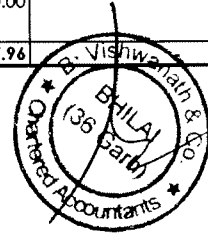
Details of terms of repayment for the other long-term borrowings and security provided in respect of the secured & other long-term borrowings:

Particulars	Terms of repayment and security*	As at 31 March, 2013		As at 31 March, 2012	
		Secured	Unsecured	Secured	Unsecured
		₹	₹	₹	₹
Term loans from banks:					
HDFC Bank Limited, Bhilai		-	-	22,336.00	-
SBI Car Loan (Hyundai i-20 Sportz)	(a) As per agreed EMI on respective asset &	-	-	133,381.00	-
SBI Car Loan (TATA Aria Pride)	(b) Hypothecation of	-	-	376,871.00	-
SBI Car Loan (Volkswagen)	Plant & Machineries	-	-	169,097.00	-
SBI SME TERM LOAN	and Vehicles	5,410,048.00	-	7,248,605.00	-
Total - Term loans from banks		5,410,048.00	-	7,950,290.00	-
Term loans from other parties:					
TATA MOTORS FINANCE LIMITED	(a) As per agreed EMI on respective asset &	471,618.00	-	1,192,006.00	-
	(b) Hypothecation of Truck				
Total - Term loans from other parties		471,618.00	-	1,192,006.00	-
Loans and advances from related parties:					
M/s Metal Grace Injection Alloys Pvt. Ltd., Bhilai	As per agreed terms & conditions	-	2,048,544.00	-	2,833,336.00
Shri D.R. Bansal (H.U.F.) Shareholder		-	1,286,694.00	-	1,133,651.00
Shri Anirudh Singhal		-	832,447.00	-	693,434.00
Total - Loans and advances from related parties		-	4,167,685.00	-	4,660,421.00
Other Loan and advances (Unsecured)					
Shibani Nandi	As per agreed terms & conditions	-	500,000.00	-	500,000.00
Surabhi Chakraborty		-	500,000.00	-	500,000.00
Total - Other loans and advances		-	1,000,000.00	-	1,000,000.00

Notes for 4.b Short-Term Borrowings :

Details of terms of repayment for the short-term borrowings and security provided in respect of the secured & short-term borrowings:

Particulars	Terms of repayment and security*	As at 31 March, 2013		As at 31 March, 2012	
		Secured	Unsecured	Secured	Unsecured
Working Capital Loans (Secured)					
Cash Credit Loan	(a) On demand and renewable after one year &	156,389,955.56	-	88,490,238.15	-
SBI Car Loan (Hyundai i-20 Sportz)	(b) Hypothecation of	133,381.00	-	156,682.00	-
SBI Car Loan (TATA Aria Pride)	Stocks & Book Debts	376,871.00	-	508,282.00	-
ICICI Bank Limited	and Vehicles	4,005,372.00	-	20,749,993.00	-
SBI SME TERM LOAN	(c) As per agreed EMI on respective asset	2,004,000.00	-	2,193,129.00	-
SBI, Buyer's Credit		28,683,300.40	-	17,316,616.65	-
TATA MOTORS FINANCE LIMITED		734,028.00	-	734,028.00	-
SBI SME Term Loan Payable		167,000.00	-	-	-
OTHERS		-	-	17,252,094.00	-
Total - Working Capital loans		192,493,907.96	-	147,401,062.80	-

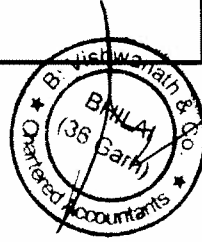


SARTHAK METALS MARKETING PRIVATE LIMITED

Notes forming part of the financial statements

Note 5 Disclosures under Accounting Standards

Particulars	As at 31 March, 2013	As at 31 March, 2012
	₹	₹
Deferred tax (asset) / liability		
Tax effect of items constituting deferred tax liability		
Tax liability on account of closing balances of Fixed asset values	2,308,453.65	3,296,765.40
Net deferred tax liability	2,308,453.65	3,296,765.40



SARTHAK METALS MARKETING PRIVATE LIMITED

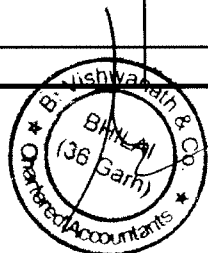
Notes forming part of the financial statements

Note 6 Trade payables :

Particulars	As at 31 March, 2013	As at 31 March, 2012
	₹	₹
<u>Trade payables:</u>		
Other than Acceptances	4,562,395.29	3,478,240.19
Total	4,562,395.29	3,478,240.19

Note 7 Short-term provisions :

Particulars	As at 31 March, 2013	As at 31 March, 2012
	₹	₹
<u>Provision - Others:</u>		
Audit Fees Payable	80,899.00	74,452.00
Bonus Payable	1,196,516.00	965,690.00
USD Hedging Charges Payable	115,802.00	-
Electricity Chrges Payable	607,560.00	567,650.00
Entry Tax Payable	25,387.00	138,315.00
Salary Payable	971,312.00	609,102.00
T.D.S. Payable	598,012.00	575,058.00
Value Added Tax Payable	141,674.00	1,368,070.00
E.P.F. Payable	39,398.00	26,742.00
E.S.I.C. Payable	16,150.00	12,731.00
Leave Salary Payable	227,847.00	129,449.00
LTA Payable	108,100.00	83,500.00
Others	-	66,084.00
Total	4,128,657.00	4,616,843.00



SARTHAK METALS MARKETING PRIVATE LIMITED

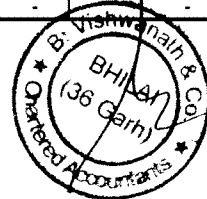
Notes forming part of the financial statements

Note 8 Fixed assets

A.	Tangible assets	GROSS BLOCK					Balance as at 31 March, 2013
		Balance as at 1 April, 2012	Additions	Disposals	Borrowing cost capitalised	Other adjustments	
		₹	₹	₹	₹	₹	₹
	(a) Land						
	Land (Basin)	1,860,270.00	1,429,300.00	3,289,570.00	-	-	-
	Land Development	82,257.00	-	-	-	-	82,257.00
	Factory Land Leasehold	98,149.00	-	-	-	-	98,149.00
	Factory Land Leasehold	871,304.00	-	-	-	-	871,304.00
	(b) Buildings						
	Owned						
	In Bhilai	9,826,365.63	1,113,414.00	-	-	-	10,939,779.63
	In Raipur	4,989,801.65	-	-	-	-	4,989,801.65
	In Nagpur	3,303,825.00	-	-	-	-	3,303,825.00
	(c) Plant, Machinery & Equipment						
	Owned						
	In Bhilai #	13,701,516.92	306,653.00	-	-	-	14,008,169.92
	In Raipur	20,786,480.20	-	-	-	-	20,786,480.20
	(d) Furniture and Fixtures						
	Owned						
	In Bhilai	269,005.00	350,141.00	-	-	-	619,146.00
	In Raipur	2,215.00	-	-	-	-	2,215.00
	In Nagpur	1,438,141.00	-	-	-	-	1,438,141.00
	(e) Vehicles						
	Owned						
	In Bhilai	3,544,673.00	1,564,298.00	3,125.00	-	-	5,105,846.00
	In Raipur	5,871,529.00	222,370.00	-	-	-	6,093,899.00
	In Nagpur	67,000.00	-	-	-	-	67,000.00
	(f) Office equipment						
	Owned						
	In Bhilai	1,306,940.68	165,748.00	-	-	-	1,472,688.68
	In Raipur	55,250.00	63,850.00	-	-	-	119,100.00
	In Nagpur	158,490.00	29,700.00	-	-	-	188,190.00
	(g) Others						
	Owned						
	Gas Cylinders (Raipur)*	27,694,607.84	2,019,119.55	-	-	-	29,713,727.39
	(h) Capital WIP- Plant & Machinery	-	2,279,449.00	-	-	86,821.00	2,192,628.00
	Total	95,927,820.92	9,544,042.55	3,292,695.00	-	86,821.00	102,092,347.47
	Previous year	64,797,308.00	31,154,237.92	-	-	(23,725.00)	95,927,820.92

Other Adjustment reflect CENVAT during the year.

* Circulating Assets

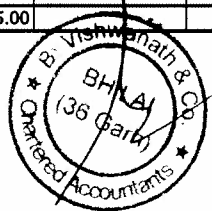


Notes forming part of the financial statements

Note 8 Fixed assets (contd.)

A	Tangible assets	Accumulated Depreciation and Impairment			Net Block		
		Balance as at 1 April, 2012	Depreciation / amortisation expense for the year	Eliminated on disposal of assets	Balance as at 31 March, 2013	Balance as at 31 March, 2013	Balance as at 31 March, 2012
		₹	₹	₹	₹	₹	₹
	(a) Land						
	Land (Basin)	-	-	-	-	-	1,860,270.00
	Land Development					82,257.00	82,257.00
	Factory Land Leasehold					98,149.00	98,149.00
	Factory Land Leasehold	-	-	-	-	871,304.00	871,304.00
	(b) Buildings						
	Owned						
	In Bhilai	3,078,208.60	560,652.00	-	3,638,860.60	7,300,919.03	6,748,157.03
	In Raipur	783,366.98	420,643.00	-	1,204,009.98	3,785,791.67	4,206,434.67
	In Nagpur	309,225.00	149,730.00	-	458,955.00	2,844,870.00	2,994,600.00
	(c) Plant, Machinery & Equipment						
	Owned						
	In Bhilai	7,568,642.98	875,385.00	-	8,444,028.98	5,564,141.94	6,132,873.94
	In Raipur	6,689,752.20	2,151,481.00	-	8,841,233.20	11,945,247.00	14,096,728.00
	(d) Furniture and Fixtures						
	Owned						
	In Bhilai	149,797.00	36,261.00	-	186,058.00	433,088.00	119,208.00
	In Raipur	2,102.00	20.00	-	2,122.00	93.00	113.00
	In Nagpur	278,410.00	209,911.00	-	488,321.00	949,820.00	1,159,731.00
	(e) Vehicles						
	Owned						
	In Bhilai	2,122,626.00	419,967.00	2,846.00	2,539,747.00	2,566,099.00	1,422,047.00
	In Raipur	1,986,498.00	1,133,531.00	-	3,120,029.00	2,973,870.00	3,885,031.00
	In Nagpur	22,603.00	11,494.00	-	34,097.00	32,903.00	44,397.00
	(f) Office equipment						
	Owned						
	In Bhilai	776,312.68	170,019.00	-	946,331.68	526,357.00	530,628.00
	In Raipur	54,944.00	25,858.00	-	80,802.00	38,298.00	306.00
	In Nagpur	109,164.00	16,785.00	-	125,949.00	62,241.00	49,326.00
	(g) Others						
	Owned						
	Gas Cylinders (Raipur)*	14,093,679.00	5,843,089.00	-	19,936,768.00	9,776,959.39	13,600,928.84
	Total	38,025,331.44	12,024,826.00	-	50,047,312.44	49,852,408.03	57,902,489.48
	Previous year	29,797,196.44	8,228,135.00	-	38,025,331.44	57,902,489.48	-

* Circulating Assets



SARTHAK METALS MARKETING PRIVATE LIMITED

Notes forming part of the financial statements

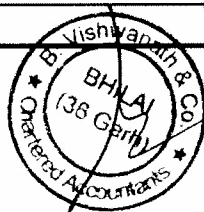
Note 9 Inventories:

(Valuation is at lower of cost and net realisable value)

Particulars	As at 31 March, 2013	As at 31 March, 2012
	₹	₹
(a) Raw materials	58,582,106.15	38,797,829.63
(b) Finished goods	6,695,410.91	9,702,265.50
(c) Consumable Goods, Stores and spares	186,500.00	161,500.00
(d) Others (Packing Goods)	1,195,000.00	1,245,000.00
Total (a to d)	66,659,017.06	49,906,595.13

Note 10 Trade receivables:

Particulars	As at 31 March, 2013	As at 31 March, 2012
	₹	₹
(a) Trade receivables outstanding for a period exceeding six months from the date they were due for payment Unsecured, considered good	1,375,672.00	134,762.00
Sub - Total (a)	1,375,672.00	134,762.00
(b) Other Trade receivables Unsecured, considered good	213,006,221.33	141,444,135.60
Sub - Total (b)	213,006,221.33	141,444,135.60
Total (a+b)	214,381,893.33	141,578,897.60

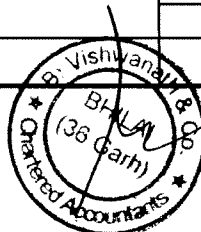


SARTHAK METALS MARKETING PRIVATE LIMITED

Notes forming part of the financial statements

Note 1 1 Cash and Cash Equivalents:

Particulars	As at 31 March, 2013	As at 31 March, 2012
	₹	₹
(a) Cash on hand	302,451.87	516,569.87
(b) Balances with banks		
<u>(i) In current accounts</u>		
IDBI Bank Ltd., Bhilai C/A No. 4077	18,536.25	50,734.25
State Bank of India (SME P/P)	1,037,283.80	22,075,344.08
State Bank of India, Bokaro	5,910.00	10,310.00
State Bank of India, Ind. Area, Raipur (C/A)	261,834.54	(63,268.50)
State Bank of India, SME Branch, Bhilai (C/A)	241,745.11	109,112.36
SBI, SME Branch, Bhilai SLC	106,423.00	-
OTHERS	-	54,832.00
Sub Total (b)(i)	1,671,732.70	22,237,064.19
<u>(ii) In Fixed Deposits (held as Margin Money)</u>		
State Bank of India, SME Branch, Bhilai for L/C & B/G	7,895,989.00	6,256,875.54
State Bank of India, Nagpur	92,322.35	28,016.35
Sub Total (b)(ii)	7,988,311.35	6,284,891.89
Total (a+b)	9,962,495.92	29,038,525.95

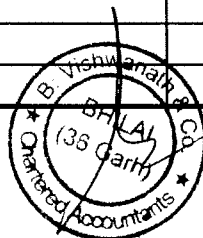


SARTHAK METALS MARKETING PRIVATE LIMITED

Notes forming part of the financial statements

Note 12 Short-Term Loans and Advances :

Particulars	As at 31 March, 2013	As at 31 March, 2012
	₹	₹
(a) Security deposits Unsecured, considered good	1,218,004.00	1,334,376.00
Sub - Total (a)	1,218,004.00	1,334,376.00
(b) Loans and advances to employees Unsecured, considered good	924,755.00	683,782.00
Sub - Total (b)	924,755.00	683,782.00
(c) Balances with government authorities		
(i) CENVAT Credit Receivable	9,195,140.48	9,699,723.48
(ii) VAT Credit Receivable	2,662,735.39	6,630,950.00
(iii) F.B.T. Receivable	28,990.00	28,990.00
(iv) Advance Income Tax(net of provision)	23,247.00	3,450.00
Sub - Total (c)	11,910,112.87	16,363,113.48
(d) Others Unsecured, considered good	7,160,514.17	612,639.62
Sub - Total (d)	7,160,514.17	612,639.62
Total (a to d)	21,213,386.04	18,993,911.10



SARTHAK METALS MARKETING PRIVATE LIMITED

Notes forming part of the financial statements

Note 13 Revenue from Operations:

S. NO.	Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
		₹	₹
(a)	Sale of products (Refer Note (i) below)	1,261,737,236.30	1,104,611,082.68
	Less : Excise Duty	137,088,203.00	100,899,141.00
		1,124,649,033.30	1,003,711,941.68
(b)	Other operating revenues (Refer Note (ii) below)	4,408,259.36	1,813,422.00
	Total (a+b)	1,129,057,292.66	1,005,525,363.68

Note	Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
		₹	₹
(i)	Sale of products comprises:		
	<u>Manufactured goods</u>		
	Sales	1,056,804,354.60	1,054,069,459.39
	Sales (Consignment)	16,034,020.00	17,231,373.00
	Sales (Stock Transfer)	49,830,277.00	-
	Sales (Others)	-	31,591,221.00
	Total - Sale of manufactured goods	1,122,668,651.60	1,102,892,053.39
	<u>Traded goods</u>		
	Sales Trading	1,980,381.70	1,066,972.00
	Total - Sale of traded goods	1,980,381.70	1,066,972.00
	Total - Sale of products	1,124,649,033.30	1,103,959,025.39
(ii)	Other operating revenues comprises:		
	Cylinder Charges (Maintenance & handling Charges)	2,327,303.36	652,057.29
	Sales (Scrap)	1,802,590.00	1,429,884.00
	Sales (Empty Drum)	255,366.00	69,047.00
	Cylinder Lost	23,000.00	15,000.00
	Others	-	299,491.00
	Total - Other operating revenues	4,408,259.36	2,465,479.29



SARTHAK METALS MARKETING PRIVATE LIMITED

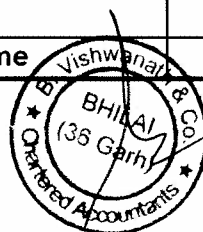
Notes forming part of the financial statements

Note 14 Other income:

S. NO.	Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
		₹	₹
(i)	Other non-operating income (net of expenses directly attributable to such income) (Refer Note (i) below)		
		3,866,378.46	-
	Total	3,866,378.46	-

Note 14 Other income (contd.)

Note	Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
		₹	₹
(i)	Other non-operating income comprises:		
a	Insurance Claim	28,300.00	-
b	Interest Received	437,005.46	-
c	DIC Interest Subsidy	490,643.00	-
d	Profit on Sale of Land	2,910,430.00	-
	Total - Other non-operating income	3,866,378.46	-



SARTHAK METALS MARKETING PRIVATE LIMITED

Notes forming part of the financial statements

Note 15.a Cost of materials consumed:

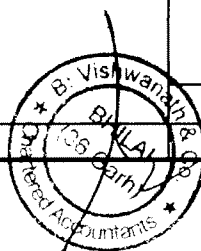
Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	₹	₹
Opening stock	40,204,329.63	32,798,897.33
Add: Purchases & Expenses	1,021,051,843.33	851,568,487.55
	1,061,256,172.96	884,367,384.88
Less: Closing stock	59,963,606.15	40,204,329.63
NET	1,001,292,566.81	844,163,055.25
Material consumed comprises:		
Raw Materials	986,907,801.44	830,320,514.80
Consumable Packing Goods	12,473,662.57	11,557,871.00
Consumable Stores and Spares	1,911,102.80	2,284,669.45
Total	1,001,292,566.81	844,163,055.25

Note 15.b Purchase of traded goods:

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	₹	₹
Purchase (CO2 Gas)	706,980.00	284,567.45
Purchase (Oxygen Trading)	828,541.97	695,311.00
Others	-	30,925,104.00
Total	1,535,521.97	31,904,982.45

Note 15.c Changes in inventories of finished goods, work-in-progress and stock-in-trade:

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	₹	₹
Inventories at the end of the year:		
Finished goods	6,662,701.91	9,686,251.50
Stock-in-trade	32,709.00	16,014.00
	6,695,410.91	9,702,265.50
Inventories at the beginning of the year:		
Finished goods	9,686,251.50	20,191,928.00
Stock-in-trade	16,014.00	16,014.00
	9,702,265.50	20,207,942.00
Net (increase) / decrease	(3,006,854.59)	(10,505,676.50)



SARTHAK METALS MARKETING PRIVATE LIMITED

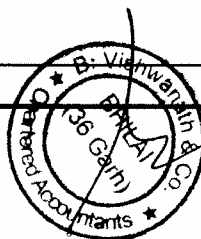
Notes forming part of the financial statements

Note 16 Employee Benefits Expenses :

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	₹	₹
Salaries and wages	10,787,343.00	11,208,218.00
Director's Remuneration	7,200,000.00	3,600,000.00
Bonus	1,420,000.00	951,400.00
Contributions to provident and other funds	326,911.00	281,208.00
Staff welfare expenses	231,869.00	145,000.00
Total	19,966,123.00	16,185,826.00

Note 17 Finance Costs:

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	₹	₹
Interest expense on:		
<u>(i) Borrowings</u>		
(a) Interest to Banks	21,287,175.00	18,138,956.55
(b) Interest & Finance Charges on Vehicles	366,143.45	1,658,255.39
(c) Commission on LC/Buyers Credit	1,484,705.35	2,011,741.00
Sub-Total (i)	23,138,023.80	21,808,952.94
<u>(ii) Others</u>		
Interest on Unsecured Loans	2,387,294.00	3,501,926.00
Total(i + ii)	25,525,317.80	25,310,878.94

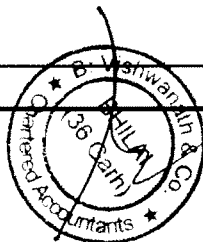


Note 18 Other Expenses:

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	₹	₹
Commission	864,013.00	9,181,451.75
Electricity Charges	7,571,049.00	5,423,839.00
Excise Duty Expenses	89,723.00	242,213.00
Insurance Expenses	1,145,156.00	1,324,485.00
Oil & Lubricant Expenses	180,762.00	194,659.00
Repairs & Maintenance	2,195,446.50	2,064,802.00
Transport Delivery & Collection Charges	1,751,685.02	770,651.00
Bank / Processing Charges	2,390,248.91	3,377,897.42
Business Promotion	298,772.00	387,241.00
Computer Expenses	127,211.00	128,060.00
Consultancy / Professional Charges	672,500.00	830,500.00
Entry Tax Expenses	132,571.00	343,639.00
Leave Salary	280,240.00	175,156.00
Legal Expenses	94,792.00	423,011.00
Membership/Subscription Fee	119,673.00	103,622.00
Office & General Expenses	493,577.00	498,225.00
Printing & Stationery Expenses	215,352.00	276,960.00
Rate & Qty. Diff.	893,655.26	313,860.86
Security Expenses	463,931.00	410,068.00
Service Charges	235,317.60	219,882.00
T & A Conveyance Expenses	1,015,207.00	1,964,491.75
Telephone Expenses	341,506.00	350,275.63
Transportation Charges (Outward)	11,072,069.00	12,875,018.00
VAT Expenses	371,020.00	537,406.00
Vehicle Maintenance & Fuel Expenses	662,261.00	653,454.00
Payments to auditors (Refer Note (i) below)	89,888.00	82,725.00
Miscellaneous expenses	1,603,555.80	731,140.78
Total	35,371,182.09	43,884,734.19

Notes:

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	₹	₹
Payments to the auditors comprises:		
As auditors - statutory audit	89,888.00	82,725.00
Total	89,888.00	82,725.00



SARTHAK METALS MARKETING PRIVATE LIMITED

Annexure - A (Note 6)- Trade Payable other Than Acceptances

S.NO.	Particulars	For the year ended	For the year ended
		31 March, 2013	31 March, 2012
		₹	₹
1	Ashish Roadlines	3,645.00	-
2	Bansal Brothers (Ferro Alloy Division)	5,262.00	-
3	Bihar Roadlines	6,400.00	3,600.00
5	Cryo Corp, Mumbai	4,974.00	28,525.00
6	D.K.Printers & Stationers	6,460.00	-
7	Deepak Industries , Raipur	200.00	-
8	Dutta Engg. Works Unit II	631.00	-
9	Essjay Traders	32,676.00	9,576.00
10	Ferro Metals Bhilai	4,070.00	-
11	First Flight Couriers Limited	3,761.00	3,771.00
12	G.K.Commercial Co, Raipur	120.00	-
13	Industrial Trading Corporation, Raipur	2,138.00	2,138.00
14	Jabbal & Sons	272.00	-
15	Kalyani Steel Ltd, Karnataka(Advance from Customer)	21,395.00	-
16	Kesar Auto Parts	245.00	-
17	Lakshmi Scientific Works, Raipur	3,988.00	-
18	Mahamaya Steel Industries	50,293.00	-
19	Mamta Roadlines	21,828.00	-
20	Mehta Steels, Bhilai	245.00	-
21	N.H. Enterprises	562.00	-
22	Nahata Metals & Air Products Pvt Ltd	9,455.00	-
23	Naman Impex, Mumbai	2,485,862.00	-
24	Phoolchand Bhagatsingh, Ahmedabad	1,441,031.00	-
25	Raipur Punjab Roadlines	8,900.00	7,000.00
26	Ram Jeet, Bhilai	28,344.00	43,656.00
27	Ram Kripal, Bhilai	25,664.00	42,832.00
28	Rama Cylinder Pvt. Ltd.	33,894.29	33,894.74
29	Sarda Energy & Minerals Limited, Raipur	51,876.00	41,580.00
30	Sarju Impex Limited	24,081.00	1,673,853.00
31	SBQ Steels Ltd (Advance from Customer)	6,647.00	-
32	Shah Transport corporation	2,500.00	-
33	Shri Ram Cargo Carrier	2,000.00	3,000.00
34	Sri Rawat Electricals, Raipur	1,626.00	-
35	Surat Goods Transport	230,445.00	522,746.00
36	Trinity Carbon-Dioxide Pvt. Ltd.	38,728.00	-
37	Vijay Oxygen	102.00	-
38	Visa Steel Limited, Jajpur	2,047.00	-
39	Others	28.00	1,062,068.45
	TOTAL (a)	4,562,395.29	3,478,240.19

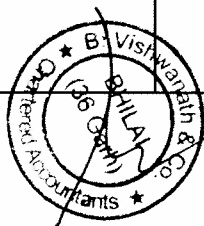


Annexure 'B' - SUNDRY DEBTORS (Note 10)

PARTICULARS	31.03.2013 (₹)	31.03.2012 (₹)
DEBTORS OUTSTANDING FOR A PERIOD OF EXCEEDING SIX MONTH		
Corporate Ispat Alloys Limited, Raipur	11,795.00	11,795.00
Krishna Sharma	10,458.00	-
Naveen Engineering Works	10,968.00	10,968.00
R.L. Steels Limited	1,294,352.00	-
Shivam Marketing, Raipur	46,971.00	46,971.00
Shree Jai Baba. Steels Pvt. Ltd.	1,128.00	-
Others	-	65,028.00
TOTAL (a)	1,375,672.00	134,762.00

OTHER DEBTS

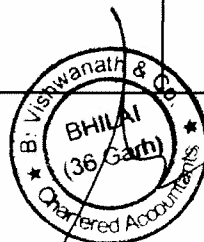
PARTICULARS	31.03.2013 (₹)	31.03.2012 (₹)
A. J. Industries, Bhilai	5,822.00	13,628.00
A.S. Ispat Udyog, Raipur	3,720.00	8,835.00
A.S. Enterprises	21,600.00	-
Abhilasha Ispat Udyog, Raipur	24,240.00	9,040.00
Agrawal Channel Mills Pvt. Ltd.	36,177.00	44,990.00
Agrawal Structures Mills Private Limited	247,720.00	117,040.00
Ajeet Steels, Raipur	1,546.00	-
Ajit Enterprises, Bhilai	150,136.80	101,799.00
Aman Steels, Raipur	5,800.00	4,500.00
Amar Enterprises	11,900.00	3,150.00
Ambey Ispat Pvt. Ltd.	300.00	1,875.00
Anand Jain, Bhilai	3,534.00	-
Anand Sales Bhilai	465.00	2,070.00
Anik Agrawal	512.00	-
Anurag Sales, Raipur	1,926.00	1,926.00
Arnav Industries	21,016.00	-
Ashok Trading Industries	1,195.00	1,197.00
Bansal Brothers	878.00	-
Bharat Aluminium Co. Ltd., BALCO	5,091,433.17	3,037,194.17
Bharat Body Chesis Repairing Works	13,110.40	4,902.00
Bhilai Fabricators, BSP side	10,400.00	-
Bhilai Fabricators, Chawni	8,125.00	-
Bhushan Steel Ltd, Meramandli	1,925,210.00	-
Bushan Power & Steel Ltd. Sambalpur	55,554,551.50	19,211,844.00
C.G. Ispat Private Limited	26,404.00	23,760.00
Chetan Steel Ind. Ltd.	15,225.00	-
Chhattisgarh Ferro traders Raipur	14,580.00	9,670.00
Chhattisgarh Iron & Steel Works Pvt. Ltd.	28,993.00	-



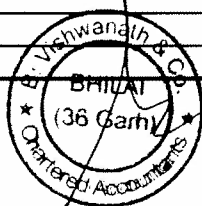
PARTICULARS	31.03.2013 (₹)	31.03.2012 (₹)
Chhattisgarh Steel Product	13,891.00	7,185.00
Cons. Stock with MVL Enterprises	1,683,213.00	-
D.P. Bansal Comm. Co. Pvt. Ltd.	2,167.00	1,692.00
Deepak ferro Alloys Limited	11,249.75	-
Deepak Traders, Raipur	8,550.00	20,250.00
Devi Enterprises, Raipur	3,134.00	5,512.00
Dura form Technologies Private Limited, Bhilai	81,630.00	36,901.00
Durga Engg. & Foundry Works	69,298.00	143,780.00
Dutta Engg. Works	5,340.00	-
Essar Steel Limited, Hazira	12,706,900.00	4,919,239.00
Fortune Metallic Raipur	47,500.00	84,035.00
Gagan Industries, Bhilai	112,544.00	-
Goenka Rockwool India Pvt. Ltd.	3,534.00	5,772.00
Goyal Energy & Steel Private Limited	53,451.00	13,110.00
Hari Om Service, Industrial Area	7,728.00	36,580.00
Harshit Enterprises, Bhanpuri	750.00	-
Haryana Rolling Mills (Bhilai) Pvt. Limited	1,602.00	1,068.00
I.M.I. Abrasives Pvt. Ltd.	7,955.00	3,115.00
IS.M.T. Ltd., Pune	2,776,854.00	1,634,907.00
Ishwar ispat Industries, Raipur	18,860.00	-
Ispat India Raipur	16,005.00	-
Jai Ambe Metal Works Pvt. Ltd.	10,670.00	6,790.00
Jai Balaji Industries Limited, Durgapur	3,151,043.00	610,984.00
Jai Laxmi Castings, Aurangabad	350,000.00	-
Jay Ambe Constructins, BSP site	16,900.00	-
Jayaswals Neco Limited, Raipur	3,359,101.00	222,030.00
Jindal Stainless Limited, Orissa	6,891.00	449,448.00
Jindal Steel & Power Ltd., Angul	1,567,833.00	-
Jindal Steel & Power Ltd., Raigarh	38,952,923.00	44,918,905.00
Jorawar Engineering & Fabric Forge Private Limited, Raipur	12,906.00	183,294.00
JSL Limited, Hisar	21,000.26	4,116,535.00
K.N. Welding, BSP Side	38,288.00	-
Kailash Sharma	9,975.00	8,075.00
Kanha Steel Raipur	9,345.00	11,150.00
Karni Steel Pvt. Ltd.	460.00	1,380.00
Kolkata Engg. Works, Raipur	6,578.00	2,352.00
Kontinental Steel Corportion, Kumhari	132,435.00	116,350.00
Kushal Chemicals, Bhilai	23,596.00	-
Kwality Foundry Industries, Raipur	5,500.00	1,650.00
Lal Bihari	29,400.00	25,350.00
Larsen & Toubro Ltd.	349,529.00	-
Laxmi Ispat, Bhilai	7,824.00	3,423.00
Laxmi Kripa Ispat (p) Ltd., Raipur	4,600.00	6,901.00
Ley-Tech Engineering, Raipur	7,811.00	5,489.00
Lloyds Steel Industries Ltd	1,027,327.00	-
M.J. Enterprises	6,001.00	24,701.00
Maa Santoshi Rolling Mill, Bhilai	2,520.00	-



PARTICULARS	31.03.2013 (₹)	31.03.2012 (₹)
Mahakal Ispat Pvt. Ltd.	9,800.00	-
Mahakal Rolling Mill Pvt. Ltd.	505.00	6,370.00
Manoj Iron & Steel Ind, Raipur	4,840.00	-
MD. Rafiq, Raipur	5,575.00	7,440.00
MD. Shamim, Raipur	6,000.00	4,800.00
Mechast Engineers, Bhilai	33,030.00	-
Metal Scrap Traders	1,545.00	-
Metal Structure Private Limited, Bhilai	4,032.00	-
Modern Shed Industries Raipur	5,214.00	8,618.00
Murli Rolling Mills	19,826.00	2,891.00
MVL Enterprises, Patiala	3,322,231.00	5,016,811.00
Narsingh Nath Agro Industry	11,025.00	26,850.00
Neo Struc. Constr. Pvt. Ltd, BSP site	3,125.00	-
Newtech Ispat Pvt Ltd.	3,800.00	1,425.00
Nibi Steel Limited, Bhilai	18,096.00	130,771.00
Piyush Enterprises	100.00	-
Poojan Sharma, Light Industrial Area, Bhilai	6,600.00	26,600.00
Pradeep Sharma, Raipur	144.00	2,126.00
Prakash Industries Limited, Raipur	61,340.00	66,288.00
R.K Fabrication Raipur	3,500.00	2,500.00
R.K. Enterprises.	405.00	1,350.00
R.K. Organic Chemical Pvt. Ltd.	15,084.00	25,476.00
R.L Steels & Energy Ltd.	603,049.00	1,084,372.00
R.Narayan Steel Ind, Raipur	10,320.00	-
R.R.Agencies, Bhilai	35,550.00	41,645.00
R.S. Steel Industries	1,649.00	4,321.00
Rajendra Ispat Pvt. Ltd.	1,662.00	6,844.00
Raju Dalmiya (Lift & Shift) Raipur	5,320.00	10,480.00
Ram Saran	60.00	100.00
Ramdayal, Bhilai	1,856.00	-
Ranjana Industries, Bhilai	3,433.00	13,415.00
Rima Industrial S/A Brazil	14,136,793.00	6,323,048.25
Royal Freight Forwarders, Nagpur	2,543,433.19	586,429.30
Royale Oxygen, Bhilai	1,978.00	28,867.00
S.N.Associates, Raipur	19,350.00	-
Sagar Phadke, BSP site	44,339.00	-
Sail Bhilai Steel Plant	8,392,481.00	132,780.00
Sail BokaroSteel Plant, Bokaro	5,900,290.10	380,885.29
Sanmathi Enterprises	8,900.00	12,500.00
Saraswati Associates	1,320.00	-
Sarda Energy & Minerals Ltd, (Ferro Alloys Plant)	4,022.00	-
Sarda Energy & Minerals Ltd, Raipur	36,385.00	-
Sarthak Ispat, Raipur	39,160.00	-
Sarva Fabrication Chand'khuri	23,400.00	11,206.00
Sarva Priya Castings Pvt. Ltd.	2,396.00	2,995.00
Satish Steel Industries	56,950.00	21,250.00
Sewa Fabricator & Erector, BSP Side, Bhilai	94,709.40	29,697.00



PARTICULARS	31.03.2013 (₹)	31.03.2012 (₹)
Sheebu Construction, Bhilai	26,375.00	-
Shiv Real Ispat Pvt. Ltd.	14,450.00	10,635.00
Shivam Metal Udyog	840.00	4,725.00
Shivansh Enterprises	34,403.00	14,548.00
Shree Jai Baba Castings Pvt. Ltd.	12,052.00	1,572.00
Shree Krishna Talpatri & Hardware, Raipur	20,764.30	-
Shreeyam Power & Steel India Ltd	36,161.00	-
Shri Kala General Engineering Works, LIA, Bhilai	15,325.00	2,200.00
Shri Niwasa Maruti ST Private Limited	19,710.00	3,800.00
Shri Ram Rolling Mills	25,960.00	36,762.00
Shri Ramdev Baba Industries, Raipur	250.00	-
Shri Sai Traders, Bhilai	47,109.00	30,643.00
Shri Sudarshan Ispat Pvt Ltd, Raipur	6,440.00	-
Shri Sudarshan Steel, Raipur	1,170.00	-
Shri Vijaya Steel & Infrastructure	5,250.00	1,125.00
Simplex Castings Ltd	180,534.00	-
SKS Ispat & Power Limited, Raipur	199.00	-
Smart Steel, Bhilai	8,899.00	-
Sona Crane Services, Bhilai	945.00	-
Steel Tech, Bhilai, BSP site	81,640.00	-
Summy Power, Raipur	7,875.00	-
Sunflag Iron & Steel Co. Limited, Bhandara	16,517,720.00	20,306,649.00
Sunil Sponge Pvt. Ltd.	8,998.00	62,998.00
Sunil Steels, Raipur	40,202.00	16,442.00
Sunmarg Ispat P. Ltd., Raipur	13,600.50	-
Sunmarg Steel, Raipur	5,100.00	-
Supreme Synth (India) Private Limited, Bhilai	1,688.00	20,554.00
Surya Ispat Urla Raipur	10,350.00	5,804.00
Swastik Steels, Raipur	4,500.00	5,500.00
Swastik Udyog, Raipur	32,590.00	23,276.00
Systems India, Bhilai	18,236.00	41,143.00
Tata Steels Limited, Jamshedpur	22,267,460.46	4,574,906.84
The Asiatic Oxygen & Acetylene Company Limited	16,306.50	3,430.00
The Asiatic Oxygen & Acetylene Co. Ltd, Kumhari	35,668.00	-
Tirupati Steels Enterprises	4,333.00	3,714.00
U.P.Structure Pvt. Ltd., Raipur	9,890.00	-
Ultra Aluminium Pvt Ltd, Raipur	750.00	1,875.00
Unique Associates, Bhilai	18,330.00	9,870.00
Unique Structures & Towers Limited, Raipur	19,745.50	33,800.00
Usha Martin Limited Jamshedpur	7,510,737.00	4,121,007.00
Vandana Udyog Limited	871.00	1,936.00
Vardhman Special Steels, Ludhiana	142,433.00	-
Vaswani Industries Limited, Raipur	149,600.00	74,800.00
Vidya Sagar & Sons, Kumhari	4,305.00	22,575.00
Vidyasagar & Sons (J.V.), BSP, Bhilai	13,170.00	164,820.00
Vikash Steel (India) Traders	7,600.00	25,925.00
Vishal Iron & Steel Corporation, Bhilai	102,389.00	21,146.00
Vishal Ispat, Raipur	19,300.00	-
Vishal Struches Fabrication, LIA, Bhilai	5,562.00	4,600.00
Vossloh Beekay Castings Limited, Bhilai	4,664.00	40,279.00
Others	16.50	17,504,551.75
Total (b)	213,006,221.33	141,444,135.60
Total (a+b)	214,381,893.33	141,578,897.60



SARTHAK METALS MARKETING PRIVATE LIMITED

Annexure - C (Note 12)

Particulars	For the year ended	For the year ended
	31 March, 2013	31 March, 2012
	₹	₹
(d) <u>LOANS, ADVANCES & DEPOSITS</u>		
A. Bhanumurty	10,000.00	10,000.00
Advance Income Tax(net of provision)	23,247.00	45,392.00
Cenvat (Capital Goods) Receivable	45,820.16	11,862.16
Cenvat (Raw Materials) Receivable	8,520,635.32	9,419,795.32
Cenvat O/W Trans. (Under Protest)	628,685.00	268,066.00
Commercial Tax 98-99 (Appeal)	13,295.00	13,295.00
Gentech Engg. Services	30,000.00	10,905.00
F.B.T. Receivable	28,990.00	28,990.00
FD with Bansidhar Kedia Limited, Raipur	16,596.00	16,596.00
FD with Commercial Tax Deptt. Circle-II, Durg	5,000.00	5,000.00
Hillsborough Scientific & Technical Equipments, T.FZE	1,445,443.00	-
Income Tax (Appeal 06-07)	860,043.00	860,043.00
Interest on Truck Loan (13-14)	123,584.38	123,584.38
Interest on Truck Loan (14-15)	64,261.79	64,261.79
Lease Rent (13-14)	12,662.00	1,858.00
Preliminary Expenses	260,000.00	-
S.D. with CSPDCL, Chhawani	34,250.00	34,250.00
S.D. with R.A.O. CSPDCL	1,590.00	1,590.00
S.D. with Reliance Mobile	7,000.00	7,000.00
Sales Tax (Appeal 04-05)	15,443.00	15,443.00
Sales Tax (Appeal 07-08)	30,500.00	30,500.00
Sales Tax (Appeal 07-08)CWD	18,840.00	-
SD with Balajee Enterprises	1,600.00	1,600.00
SD with BSNL, Nagpur	5,000.00	5,000.00
SD with CSPHCL, Raipur	981,064.00	981,064.00
SD with Jhabak Service Station, Raipur	25,000.00	-
SD with MSEB, Nagpur	13,000.00	13,000.00
SD with Raipur Gases Ltd., Raipur	140,000.00	140,000.00
SD with Sales Tax, Nagpur	5,500.00	5,500.00
Security Deposit with C.T.O. Circle-II, Durg	4,000.00	4,000.00
Shivakant Chopra	12,000.00	452.00
SKW Tashi Metals &Alloys Private Limited	4,800,000.00	800,000.00
Staff Advance	66,429.00	55,429.00
Staff Advance (Refer Sub - Schedule attached)	858,326.00	671,437.00
Sterco Digitex Private Limited	33,660.00	33,660.00
Value Added Tax	2,562,978.39	6,608,321.00
Value Added Tax (Trading)	21,679.00	22,629.00
Xiangi Fengda Alloys Ltd.	1,309,172.00	-
Hyderabad Industries Limited	2,375.00	-
Global Radiators & Oil coolers, Nagpur	50,000.00	-
Kirloskar Electric Co. Ltd, Hubli	402,271.00	-
Ultratech Cement Limited	2,703.00	10,863.00
Vitesse Pvt Ltd, Mumbai	31,562.00	-
Others	-	510,843.45
	23,524,205.04	20,832,230.10
Less: (a) Security Deposit from Customers	2,153,777.00	1,681,277.00
(b) Lost Cylinders Deposits	157,042.00	157,042.00
	21,213,386.04	18,993,911.10

