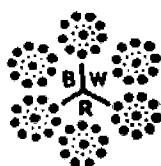


BOMBAY WIRE ROPES LIMITED

**ANNUAL REPORT
2007-2008**



**BOMBAY
WIRE ROPES
LIMITED**

ANNUAL REPORT 2007-2008

BOARD OF DIRECTORS

KANTI KUMAR KANORIA

Chairman

KASHI NATH RAJGARIA

Director

M. K. CHAKRABORTY

Executive Director

REGD. OFFICE

401/405, JOLLY BHAVAN NO. 1

10, NEW MARINE LINES

MUMBAI 400 020

AUDITORS

SINGHI & CO.



**BOMBAY
WIRE ROPES
LIMITED**

NOTICE

NOTICE is hereby given that the Forty Seventh Annual General Meeting of the members of Bombay Wire Ropes Limited will be held at Kasliwal Board Room, The Maharashtra Chamber of Commerce, 6th Floor, Oricon House, 12, Rampart Row, Fort, Mumbai - 400 023 on Friday, the 28th November, 2008 at 3.30 P.M. to transact the following business :

Ordinary Business :

1. To receive, consider and adopt the Audited Statement of Accounts for the year ended 31st March, 2008 and the Reports of the Directors and Auditors thereon.
2. To appoint a Director in place of Shri Kanti Kumar Kanoria who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint Auditors to hold office from the conclusion of this meeting until the conclusion of the next Annual General Meeting and to fix their remuneration.

Special Business :

4. To consider and if thought fit, to pass with or without modification, the following resolution as an ORDINARY RESOLUTION :

"RESOLVED THAT in accordance with the provisions of Section 198, 269, 309 and all other applicable provisions of the Companies Act, 1956, read with Schedule XIII to the said Act, the reappointment of Shri Mihir Kumar Chakraborty, as Whole Time Director, designated as Executive Director, from 1st October, 2008 for a further period of 3 (three) years be and is hereby approved on the terms and conditions including remuneration as are set out in the agreement to be entered into between the Company and Shri Mihir Kumar Chakraborty, a draft whereof is placed before this meeting, duly initialed by the Chairman of the meeting, for the purpose of identification and that the said draft agreement be and is also hereby approved".

"RESOLVED FURTHER THAT even if in any financial year during the tenure of Shri Mihir Kumar Chakraborty the Company has no profits or its profits are inadequate, the Company shall pay to Shri M. K. Chakraborty the remuneration by way of salary, perquisites and other allowances pursuant to the agreement approved as aforesaid as minimum remuneration, subject however to the limits and conditions as prescribed under schedule XIII to the Act."

"RESOLVED FURTHER THAT the Board of Directors be and is hereby authorized to vary or increase the remuneration of Shri Mihir Kumar Chakraborty and the aforesaid Agreement between the Company and Shri Mihir Kumar Chakraborty shall be suitably amended to give effect to such variation or increase."

Mumbai, the 8th August, 2008
Registered Office :
401/405, Jolly Bhavan No. 1
4th Floor, 10, New Marine Lines
Mumbai - 400 020.

By Order of the Board of Directors
For BOMBAY WIRE ROPES LIMITED

K. K. KANORIA
Chairman

Notes :

- a) A Member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself/herself, and such proxy need not be a member of the Company.
 - b) Members are requested to notify change in their addresses, if any, to the Company.
 - c) The Register of Members and the Transfer Book of the Company will be closed from 25th November, 2008 to 28th November, 2008 (Both days inclusive).
-



**BOMBAY
WIRE ROPES
LIMITED**

ANNEXURE TO NOTICE

EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT, 1956 IN RESPECT OF THE SPECIAL BUSINESS TO BE TRANSACTED AT THE ANNUAL GENERAL MEETING ON 28TH NOVEMBER, 2008.

Regarding Item No. 4

The last tenure of office of Shri M.K.Chakraborty as Whole Time Director designated as Executive Director expires on 30.9.2008 and the Board of Directors in their meeting held on 18th July, 2008 reappointed Shri M.K.Chakraborty as Whole Time Director designated as Executive Director for a further period of 3 years with effect from 1.10.2008 subject to approval of the shareholders. His terms of remuneration fixed subject to the provisions of Schedule XIII to the Act are as follows :-

a) Salary	—	Rs. 15,500/- per month upto June, 2008. Rs. 23,500/- per month from July, 2008.
Perquisites :		
a) Housing	—	Furnished accommodation or House Rent Allowance in lieu thereof.
b) Bonus	—	As per rules of the Company.
c) Medical	—	Re-imbursement of expenses for self and family subject to a maximum of Rs. 400/- in a year.
d) Leave Travel Concession	—	For self and family once in a year subject to a maximum of Rs. 3,000/- in a year.
e) Provident Fund	—	As per rules of the Company on full salary.
f) Gratuity	—	Not exceeding half a month's salary for each completed year of service subject to a maximum of 20 months' salary.
g) Earned Leave	—	Leave for 30 days in a year on full pay as per the rules of the Company. Encashment of leave at the end of the tenure will be permitted and the same will not be included in the computation of the limit on perquisites.
h) Conveyance	—	Re-imbursement of conveyance expenses incurred for the Company's business.
i) Telephone	—	Provision of one telephone at residence. However, personal long distance calls will be billed by the Company.

The appointment may be terminated by either party by giving to the other party three months' notice.

The draft Agreement to be entered into between the Company and Shri M.K.Chakraborty in the matter is available for inspection at the Registered Office of the Company on any working day excluding Saturdays upto the date of the Forty Seventh Annual General Meeting between 1.00 p.m. to 3.00 p.m.

Directors recommend the Resolution set out at item 4 of the Notice for approval of the shareholders.

The above may be treated as an abstract of the terms of contract/appointment between the Company and Shri M. K. Chakraborty pursuant to Section 302 of the Companies Act, 1956, when executed.

Shri M.K.Chakraborty may be deemed to be concerned or interested in the Resolution which pertains to the remuneration payable to him.

None of the other Directors of the Company is concerned or interested in the Resolution.

Mumbai, the 8th August, 2008
Registered Office :
401/405, Jolly Bhavan No. 1
4th Floor, 10, New Marine Lines
Mumbai - 400 020.

By order of the Board of Directors
For BOMBAY WIRE ROPES LIMITED

K. K. KANORIA
Chairman



DIRECTORS' REPORT TO THE SHAREHOLDERS

Your Directors hereby present the Forty Seventh Annual Report of the Company alongwith the audited statement of accounts for the year ended 31st March, 2008.

FINANCIAL RESULTS :

	<u>2007-2008</u>	<u>2006-2007</u>
	Rs. in Lakhs	Rs. in Lakhs
Deficit for the year	(31.65)	(48.20)
Add: Previous Years' deficit	(822.95)	(774.75)
Balance deficit in the Profit & Loss A/c.	(854.60)	(822.95)
Less: General Reserve	67.40	67.40
Balance deficit carried forward	(787.20)	(755.55)

DIVIDEND :

Your Directors regret their inability to recommend any dividend on account of the carried forward loss as stated above.

YEAR ENDED REVIEW :

As informed last year the company has permanently and irrevocably closed down its wire rope unit situated at Kolshet Road, Thane after complying with the procedures required under the relevant laws laid down for the purpose. The aforesaid closure has been challenged by some workmen who have filed a reference which remains pending for consideration before the Industrial Court. However the Company has been advised that the closure of factory is legally complete.

The Company has during the year commenced the activity of manufacturing wooden furniture.

The Company had, alongwith Warden Synplast (P) Ltd., entered into an agreement with a developer for grant of development rights in the land owned by the Company. The aforesaid they agreement has been terminated by the Company on certain grounds and the dispute has been referred to arbitration as per the order of Hon'ble Bombay High Court in suit filed by the developer for specific performance of the contract. The arbitration process has commenced but not been completed till date. As the possession of the property remains with the Company and WS and no development whatsoever has commenced thereon, the part amount received from the developer continues to be shown under "Current Liabilities & Provisions" and the land and building(s) thereon also continue to be included under "Fixed Assets" having regard to para 11 of Accounting Standard (AS)-9 under which revenue cannot be recognised until significant risks and rewards of ownership has been transferred.

FIXED DEPOSITS :

There are no fixed deposits with the Company and Company has not accepted any fixed deposits during the year.

PARTICULARS OF EMPLOYEES :

No employee of the Company is covered under Section 217 (2A) of the Companies Act, 1956.

DIRECTORS :

In accordance with the Articles of Association of the Company, Shri Kanti Kumar Kanoria, Director of the Company retires by rotation and is eligible for re-election.



**BOMBAY
WIRE ROPES
LIMITED**

DIRECTORS' RESPONSIBILITY STATEMENT :

As required under Section 217(2AA) of the Companies Act, the Directors hereby confirm that :

- i) In preparation of the annual accounts, the applicable accounting standards have been followed alongwith proper explanation relating to material departures;
- ii) The Directors have selected such accounting policies and applied them consistently and made judgement and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the loss of the Company for that period;
- iii) The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities to the best of their knowledge and ability.
- iv) The Directors have prepared the annual accounts on a going concern basis.

CORPORATE GOVERNANCE :

The shares of the Company are listed with the Bombay Stock Exchange. The code of corporate governance as introduced by the Securities and Exchange Board of India (SEBI) by way of amendment to the listing agreement with the stock exchange is not applicable to the Company as its paid up share capital is below the stipulation laid down by SEBI in this regard.

AUDITORS :

Auditors are to be appointed to hold office from the conclusion of this Annual General Meeting till the conclusion of the next Annual General Meeting and their remuneration is to be fixed. The retiring Auditors are eligible to be re-appointed.

AUDITORS' REPORT :

With regard to the Notes given in their report by the Auditors, your Directors are of the opinion that the same are self explanatory and no further explanations are deemed necessary except for possible loss of diminution in quality and value of inventory. In this regard the management has verified the stocks during the year and has found that there is no loss of either quality or value in the inventory save and except what has been deteriorated on account of unprecedent flood in 2005.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO :

In accordance with the requirement of Section 217(1)(e) of the Companies Act, 1956, read with the Companies (Disclosure of Particulars in the Report of Directors) Rules, 1988 a Statement showing particulars with respect to Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo is annexed hereto which form part of this Report.

By Order of the Board of Directors
For BOMBAY WIRE ROPES LIMITED

Mumbai,
Dated : the 8th August, 2008

K. K. KANORIA
Chairman



ANNEXURE TO THE DIRECTORS' REPORT :

Statement containing particulars pursuant to Companies (Disclosure of particulars in the Report of Board of Directors) Rules, 1988 and forming part of Directors' Report.

A. Conservation of Energy

Particulars with respect of Conservation of Energy :

Power & Fuel Consumption :

	<u>2007-2008</u>	<u>2006-2007</u>
1. Electricity :		
a) Purchased Unit (Kwh)	—	—
Total/Amount (Rs.)	—	—
Rate/Unit (Kwh) (Rs.)	—	—
b) Own Generation :		
i) Through Diesel Generator	—	—
Unit (Kwh)	—	—
Unit per Ltr. of Diesel Oil	—	—
Cost per Unit (Kwh) (Rs.)	—	—
ii) Through Steam Turbine/Generator	—	—
2. Coal (Special & Where Used)	—	—
3. Furnace Oil :		
Qty. (K. Ltrs.)	—	—
Total Amount (Rs.)	—	—
Avg. Rate/Ltr. (Rs.)	—	—
4. Other/Internal Generation	—	—
5. Consumption per MT on production of Steel Wire Ropes/Sale Wires :		
Electricity (Kwh)	—	—
Furnace Oil (Ltr.)	—	—
Coal	—	—
Others	—	—

B. Technology Absorption

C. Foreign Exchange earnings & outgo :

Earnings :

Export of goods – FOB Value (Rs.)
(Including through Merchant Exporters)

Outgo :

Export Returned Goods

On behalf of the Board of Directors

Place : Mumbai - 400 020.

Dated : the 8th August, 2008

K. K. KANORIA
Chairman



**BOMBAY
WIRE ROPES
LIMITED**

AUDITORS' REPORT TO THE SHAREHOLDERS

We have audited the attached Balance Sheet of BOMBAY WIRE ROPES LIMITED as on 31st March, 2008 and the Profit & Loss Account and Cash Flow Statement for the year ended on that date, annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We have conducted our audit in accordance with auditing standards generally accepted in India. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the Financial Statements are free of material misstatement. An audit includes assessing the accounting principles used and significant estimates made by management as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

We report that :

As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of Sub-section (4A) of Section 227 of the Companies Act, 1956, we enclose in the Annexure hereto statement on the matters specified in Paragraphs 4 and 5 of the said Order.

Further to our comments in the Annexure referred to in paragraph above:

- 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 the Companies Act, 1956 (as amended) have been kept by the Company so far as appears from our examination of such books.
 - c) The Balance Sheet and Profit & Loss Account and Cash Flow Statement dealt with by the report are in agreement with the books of accounts.
 - d) The Company has complied with the applicable Accounting Standards issued by the Institute of Chartered Accountants of India as specified under Section 211 (3c) of the Companies Act, 1956, to the extent possible as the Company has closed down its wire rope unit referred to in Note No.6 in Schedule K.
 - e) In our opinion and based on information and explanations given to us, none of the Directors are disqualified as on 31st March, 2008 from being appointed as Directors in term of clause (g) of Sub - section (1) of Section 274 of the Companies Act, 1956.
 - f) In our opinion and based on information and explanations given to us, the said accounts together with and subject to the notes.
 - i) Regarding non-provision of sales tax liability amounting to Rs. 5,64,672.00 (P.Y. Rs. 5,64,672.00) as referred to in Note No. A1 (b) in Schedule 'K'
 - ii) Regarding income tax liability amounting to Rs.32,64,089.00 not provided for pending disposal of appeal pending before Bombay High Court as referred to in Note No. A1 (e) in Schedule 'K'
 - iii) Regarding non-provision of Depreciation as per AS6 of the accounting standard for the year Rs. 2,27,967/- resulting in understatement of results for the year and overstatement of fixed assets and towards the possible loss if any, on account of diminution in quality and value of the inventory and impairment of assets as referred to in note no. A6 in Schedule 'K' and read with note no. A4, A5 and A6 and other notes in Schedule 'K' give the information as required by the Companies Act, 1956 (as amended) in the manner so required and give a true and fair view in conformity with accounting principles generally accepted in India.
 - 1) In case of the Balance Sheet of the state of affairs of the Company as at 31st March 2008;
 - 2) In case of the Profit & Loss Account, of the Loss (subject to aforesaid notes) of the Company for the year ended on that date
- and
- 3) In the case of Cash Flow Statement, of the cash flows for the year ended on that date.

9th Floor, Twin Towers,
Lokhandwala Complex, Andheri (W)
Mumbai - 400 053, Maharashtra, India.

Dated : the 08th August, 2008

For SINGHI & COMPANY
Chartered Accountants

PRAVEEN KUMAR SINGHI
Partner
M. No. 51471



**ANNEXURE REFERRED TO IN PARAGRAPH OF OUR REPORT OF EVEN DATE ON THE
ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2008 OF BOMBAY WIRE ROPES LIMITED.**

On the basis of the information and explanation furnished to us the books and records examined by us in the normal course of audit and to the best of our knowledge and belief we report that:

1. (a) The Company has maintained proper records showing full particulars including quantitative details and situation of its Fixed Assets.
(b) As certified by Management, during the year the fixed assets have been verified and no discrepancies have been noticed.
(c) In the financial year 2005-06 the Company has entered into an agreement with a Developer for grant of development rights on the land to the extent owned by the company, subject to certain condition, which are yet to be complied with. Refer Note No. A(4) Schedule K.
2. The Management has physically verified the stock of finished goods, Spare parts and Raw Material during the year and the management is of the opinion that amount of recovery will not be less than stated in the accounts.
3. The Company has taken interest free loans from a party Rs. 29,16,034/-. Maximum balance during the year Rs. 57,40,034/- listed in the register maintained under section 301 of the Companies Act 1956, and such loans are not prejudicial to the interest of the Company (grouped under sundry creditors).
4. There are adequate internal control procedures followed by the Company.
5. There are no transactions during the year, which needs to be entered in the register pursuant to Section 301 of the Companies Act, 1956.
6. The Company has not accepted any deposits from the public during the year.
7. As informed to us by the Company, the maintenance of cost records has not been prescribed by the Central Government of India under Section 209(1) (d) of the Companies Act, 1956 for the Company.
8. According to the information and explanation given to us, the amount payable in respect to Sales Tax as on 31.03.08 for a period more than six months from the date it become payable is Rs. 15,20,674/- and in respect to disputed amount towards income tax and sales tax as stated below :

Statement :

Name of the Statute	Nature of Dues	Amount in Rs.	Year
Income Tax Act	Income Tax #	32,64,089.00	1988-89
Sales Tax Act	Sales Tax *	5,64,672.00	{ 1984-85 1985-86 1986-87

Bombay High Court, an amount of Rs. 21,54,286.00 has been deposited with the authority against the above disputed amount.

* By order dated 6-1-2001 Tribunal has remanded back the matter to DC Appeals.

9. 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.
10. According to the information and explanation given to us, the Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
11. In our opinion, the Company is not a chit fund or a nidhi mutual benefit fund/society. Therefore, the provision of clause 4 (xiii) of the Companies (Auditor's Report) Order, 2003 is not applicable to the Company.
12. In our opinion, the Company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provision of clause 4 (xiv) of the Companies (Auditor's Report) Order, 2003 is not applicable to the Company.



**BOMBAY
WIRE ROPES
LIMITED**

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13. According to the information and explanations given to us, the Company has not given guarantees for loans taken by others from bank or financial institutions.
 14. The Company has not obtained any term loan during the year. In our opinion and according to the information and explanations given to us, the term loans outstanding at the beginning of the year were utilised for the purposes for which they were raised.
 15. According to the information and explanations given to us and on an overall examination of the Balance Sheet of the Company, in our opinion, no funds raised on short-term basis have been used for long term purposes.
 16. The Company has not issued any debentures during the year.
 17. The Company has not raised any money through a public issue during the year.
 18. During the course of our examination of the books and records of the Company, carried out in accordance with the auditing standards generally accepted in India, we have neither come across any instance of fraud by the Company, noticed or reported during the year nor have been informed of such case by the management.
 19. The Company has not complied with certain terms, as per clause 41 of the listing agreement, during the year.

9th Floor, Twin Towers,
Lokhandwala Complex, Andheri (W)
Mumbai - 400 053, Maharashtra, India.

Dated : the 08th August, 2008

For SINGHI & COMPANY
Chartered Accountants

PRAVEEN KUMAR SINGHI
Partner
M. No. 51471



**BOMBAY
WIRE ROPES
LIMITED**

BALANCE SHEET AS AT 31ST MARCH, 2008

As at 31st March, 2007 Rs.	LIABILITIES	Schedule	As at 31st March, 2008 Rs.	As at 31st March, 2007 Rs.	ASSETS	Schedule	As at 31st March, 2008 Rs.
93,39,500	SHARE CAPITAL	'A'	93,39,500	10,66,486	FIXED ASSETS	'F'	10,66,486
5,60,72,938	RESERVES & SURPLUS	'B'	5,60,72,938	2,155	INVESTMENTS	'G'	2,155
—	SECURED LOANS	'C'	—	2,34,21,680	CURRENT ASSETS	'H'	2,20,57,184
—	UNSECURED LOANS	'D'	—		LOANS & ADVANCES		
					PROFIT & LOSS ACCOUNT		
3,46,32,786	CURRENT LIABILITIES & PROVISIONS	'E'	3,64,33,049	8,22,95,150	Balance as per Annexed Account		8,54,59,909
	NOTES AND ACCOUNTING POLICIES	'K'		67,40,247	Less : General Reserve		67,40,247
				7,55,54,903			7,87,19,662
<u>10,00,45,224</u>	TOTAL		<u>10,18,45,487</u>	<u>10,00,45,224</u>	TOTAL		<u>10,18,45,487</u>

As per our certificate annexed.

For SINGHI & COMPANY,
Chartered Accountants
PRAVEEN KUMAR SINGHI
Partner
Membership No. 051471

Mumbai

Dated : the 8th August, 2008

K. K. KANORIA
Chairman

M. K. CHAKRABORTY
Executive Director



**BOMBAY
WIRE ROPES
LIMITED**

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2008

For the year ended 31.3.07	Particulars	Schedule	For the year ended 31.3.2008	For the year ended 31.3.07	Particulars	For the year ended 31.3.2008
Rs.			Rs.	Rs.		Rs.
83,06,366	To Opening Stock	'I'	83,06,366	—	By Sales	5,22,054
—	" Cost of Sales	'J'	2,17,850	10,745	" Interest on fixed deposit with Bank & Others (TDS Rs. 1,816/-)	40,152
1,57,500	" Repair to Building		—	14	" Liabilities no longer required w/back	—
27,99,015	" To Salaries, Ex.gratia, Bonus, One month pay in lieu of Notice, Closure compensation and Gratuity	47,361		3,000	Provision for doubtful debts & Advances w/back	—
11,79,160	Less : Provision made in earlier year	—	47,361	35,753	" Provision for Leave Salary	22,151
39,282	" Employer's contribution to Provident & Family Pension Funds (including inspection and administrative charges)		23,311	—	" Set off on M.VAT	51,415
1,801	" Workmen & Staff Welfare Expenses		303		" Closing Stock	
1,600	" Insurance		—	19,95,356	Finished Goods	19,95,356
3,08,500	" Rates and Taxes		2,98,250	62,64,496	Goods-in-Process	62,64,496
3,606	" Interest		479	46,514	Stock of Scrap	46,514
87,740	" Printing, Stationery, Postage, Telegram, Telephone & Fax		92,409	45,45,102	" Balance Carried Down	31,42,816
4,741	" Travelling & Conveyance		—			
15,128	" Advertisement & Publicity		16,145			
1,66,900	" Directors' Remuneration		1,92,900			
11,81,658	" Legal & Professional Charges		16,13,942			
1,965	" Bank Charges		1,539			
5,06,705	" Miscellaneous Expenses		9,23,258			
	" Auditors' Remuneration					
16,854	Audit Fees	16,854				
717	For Certificate	2,238	19,092			
2,44,480	" Rent		3,22,807			
—	" Provision for Gratuity		8,942			
2,35,582	" Depreciation		—			
<u>1,29,00,980</u>	TOTAL		<u>1,20,84,954</u>	<u>1,29,00,980</u>	TOTAL	<u>1,20,84,954</u>



**BOMBAY
WIRE ROPES
LIMITED**

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2008 (Contd.)

<u>Particulars</u>	<u>For the year ended 31st March, 2008</u>	<u>For the year ended 31st March, 2007</u>
	<u>Rs.</u>	<u>Rs.</u>
Profit / (Loss) Brought Down before Taxation	(31,42,816)	(45,45,102)
Profit / (Loss) from Continuing Operation before Taxation	91,744	—
Less/(Add) : Provision for Taxation		
Current Tax	—	—
Deferred Tax	—	—
Fringe Benefit Tax	—	—
Wealth Tax	—	—
Profit / (Loss) from Continuing Operation after Taxation (A)	<u>91,744</u>	<u>—</u>
Profit / (Loss) from Discontinuing Operation before Taxation	(32,34,560)	(45,45,102)
Less/(Add) : Provision for Taxation		
Current Tax	—	—
Deferred Tax	—	—
Fringe Benefit Tax	6,444	17,322
Wealth Tax	—	—
Profit / (Loss) from Discontinuing Operation after Taxation (B)	<u>(32,41,004)</u>	<u>(45,62,424)</u>
Profit / (Loss) from operating activities after Taxation (A+B)	<u>(31,49,260)</u>	<u>(45,62,424)</u>
Less / (Add) : Excess / (Short) provision for Income Tax of earlier years	<u>(15,499)</u>	<u>(2,56,958)</u>
	<u>(31,64,759)</u>	<u>(48,19,382)</u>
Add : Balance of Profit / (Loss) brought forward from previous year	<u>(8,22,95,150)</u>	<u>(7,74,75,768)</u>
Balance carried to Balance Sheet	<u>(8,54,59,909)</u>	<u>(8,22,95,150)</u>

As per our certificate annexed.

For SINGHI & COMPANY
Chartered Accountants
PRAVEEN KUMAR SINGHI
Partner
Membership No. 051471

Mumbai
Dated : the 8th August, 2008

K. K. KANORIA
Chairman

M. K. CHAKRABORTY
Executive Director



**BOMBAY
WIRE ROPES
LIMITED**

SCHEDULE 'A'

		As at 31st March, 2008	As at 31st March, 2007
		Rs.	Rs.
SHARE CAPITAL			
Authorised :			
15,00,000	Equity Shares of Rs.10/- each	1,50,00,000	1,50,00,000
50,000	9.5% Redeemable Cumulative Preference Shares of Rs.100/- each	50,00,000	50,00,000
		<u>2,00,00,000</u>	<u>2,00,00,000</u>
Issued and Subscribed :			
5,50,000	Equity Shares of Rs.10/- each	55,00,000	55,00,000
5,000	9.5% Cumulative Redeemable Preference Shares of Rs.100/- each	5,00,000	5,00,000
35,000	9.5% Cumulative Redeemable Preference Shares of Rs.100/- each	35,00,000	35,00,000
		<u>95,00,000</u>	<u>95,00,000</u>
Called and Paid-up :			
5,33,950	Equity Shares of Rs.10/- each fully paid-up in cash	53,39,500	53,39,500
5,000	9.5% Cumulative Redeemable Preference Shares of Rs.100/- each	5,00,000	5,00,000
35,000	9.5% Cumulative Redeemable Preference Shares of Rs.100/- each	35,00,000	35,00,000
		<u>93,39,500</u>	<u>93,39,500</u>
	TOTAL	<u>93,39,500</u>	<u>93,39,500</u>

NOTE:

- As per Clause 4(b) of the Articles of Association of the Company, the 9.50% 5000 Cumulative Redeemable Preference Shares of Rs.100/- each should have been redeemed on 28.2.1984 (refer note A(1)(c) in Schedule K).
- The 9.5% 35000 Cumulative Redeemable Preference Shares of Rs. 100/- each are redeemable at any time with due notice at the discretion of the Board but not later than 8 years i.e.; 30.9.2011 (refer note A (1) (d) in schedule K).

SCHEDULE 'B'

RESERVES & SURPLUS

Capital Reserve

Capital Reserve (forfeited Equity Shares)	72,938	72,938
---	--------	--------

Share Premium Account

As per last Balance Sheet	5,60,00,000	5,60,00,000
Add : Additions during the year	—	—
	<u>5,60,00,000</u>	<u>5,60,00,000</u>

General Reserve :

As per last Balance Sheet	67,40,247	67,40,247
Less : Shown by way of deduction from Profit & Loss A/c. as per contra	<u>67,40,247</u>	<u>67,40,247</u>
	—	—
TOTAL	<u>5,60,72,938</u>	<u>5,60,72,938</u>



**BOMBAY
WIRE ROPES
LIMITED**

SCHEDULE 'C'

	As at 31st March, 2008	As at 31st March, 2007
	Rs.	Rs.
SECURED LOANS	NIL	NIL
TOTAL	—	—

SCHEDULE 'D'

UNSECURED LOANS

	NIL	NIL
TOTAL	—	—

SCHEDULE 'E'

CURRENT LIABILITIES AND PROVISIONS

Current Liabilities :

For Expenses	77,02,004	64,94,157
For Other Finance	18,29,646	18,02,728
FBT Payable	6,444	17,322
For Sundry Creditors	5,89,585	—
Advance against grant of development rights (Refer to note No. 4 in Schedule 'K')	2,60,63,220	2,60,63,220
	3,61,90,899	3,43,77,427

Provisions :

Provision for Expenses	78,188	78,188
Provision for Leave Salary	11,949	34,100
Provision for Gratuity	1,52,013	1,43,071
TOTAL	3,64,33,049	3,46,32,786



**BOMBAY
WIRE ROPES
LIMITED**

SCHEDULE 'F'

FIXED ASSETS

	GROSS BLOCK AT COST				DEPRECIATION				NET BLOCK	
	Cost as on 1.4.2007	Additions during the year	Deductions during the year	Total upto 31.3.2008	Written off upto 31.3.2007	For the year under straight line method	Deductions during the year	Total Upto 31.3.2008	Value as at 31.3.2008	Value as at 31.3.2007
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Freehold Land & Site Development	7,44,182	—	—	7,44,182	—	—	—	—	7,44,182	7,44,182
Well	45,000	—	—	45,000	23,863	—	—	23,863	21,137	21,137
Buildings & Roads	37,39,775	—	—	37,39,775	36,37,169	—	—	36,37,169	1,02,606	1,02,606
Plant & Machinery	1,26,73,594	—	—	1,26,73,594	1,26,33,124	—	—	1,26,33,124	40,470	40,470
Scales & Weighbridge	99,652	—	—	99,652	99,650	—	—	99,650	2	2
Workshop Machinery & Equipment	1,21,120	—	—	1,21,120	1,13,031	—	—	1,13,031	8,089	8,089
Electrical Installation	16,21,229	—	—	16,21,229	16,21,229	—	—	16,21,229	—	—
Water Supply Installation	71,045	—	—	71,045	71,045	—	—	71,045	—	—
Air Conditioners, Refrigerators, Furniture & Office Equipment	7,42,726	—	—	7,42,726	7,42,726	—	—	7,42,726	—	—
Total	1,98,58,323	—	—	1,98,58,323	1,89,41,837	—	—	1,89,41,837	9,16,486	9,16,486
Capital Work in progress (Plant & Machinery)	1,50,000	—	—	1,50,000	—	—	—	—	1,50,000	1,50,000
Grand Total	2,00,08,323	—	—	2,00,08,323	1,89,41,837	—	—	1,89,41,837	10,66,486	10,66,486
Figures for Previous year	2,00,08,323	—	—	2,00,08,323	1,87,06,255	2,35,582	—	1,89,41,837	10,66,486	—

NOTE : No depreciation is charged for the year in view of closing the company's wire rope unit and Fixed Assets are held for disposal.

SCHEDULE 'G'

	As at 31st March, 2008		As at 31st March, 2007	
	Rs.	Rs.	Rs.	Rs.
INVESTMENT AT COST				
Unquoted :				
5 Fully paid-up Equity Shares of Rs. 100/- each of United Wire Ropes Limited		255		255
(Matured-pending encashment) Government Securities (Deposited with Central Excise Authority)				
12 Years National Defence Certificate	1,400		1,400	
7 Years National Defence Certificate	500	1,900	500	1,900
TOTAL		2,155		2,155



**BOMBAY
WIRE ROPES
LIMITED**

SCHEDULE 'H'

	As at 31st March, 2008		As at 31st March, 2007	
	Rs.	Rs.	Rs.	Rs.
CURRENT ASSETS, LOANS AND ADVANCES				
A. Current Assets :				
Closing Stock (as valued and certified by the management) :				
Stores & Spare parts (at cost)	17,81,962		17,81,962	
Tools & Dies (at cost)	1,21,188		1,21,188	
Raw materials (at cost)	41,28,272		41,28,272	
Finished Goods (at cost or market value whichever is lower)	19,95,356		19,95,356	
Goods-in-process (at estimated cost)	62,64,496		62,64,496	
Stock of Scrap (at realisable value)	46,514		46,514	
Finished Furniture (at cost or market value whichever is lower)	10,29,938	1,53,67,726	—	1,43,37,788
Sundry Debtors (Unsecured) :				
(a) Debts outstanding for a period exceeding 6 months				
i) Considered good by the Management	—		—	
ii) Considered doubtful	20,67,329		20,67,329	
	20,67,329		20,67,329	
Less : Provision for doubtful debts	20,67,329		20,67,329	
	—		—	
(b) Other debts considered good	5,87,312	5,87,312	—	—
Cash and Bank Balance :				
Cash Balance on hand at Head Office, Factory & Branch (as certified by the Management)	5,560		15,958	
Balance with Scheduled Banks :				
In Current Accounts	1,47,323		2,68,524	
In Fixed Deposit Accounts (Previous year Rs. 6,26,940/-)	1,36,732	2,89,615	6,26,940	9,11,422
Carried Over		1,62,44,653		1,52,49,210



**BOMBAY
WIRE ROPES
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SCHEDULE 'H' (Contd.)

	As at 31st March, 2008		As at 31st March, 2007	
	Rs.	Rs.	Rs.	Rs.
<i>Brought Forward</i>		1,62,44,653		1,52,49,210
B. Loans & Advances :				
(Recoverable in cash or in kind or for value to be received)				
(Unsecured and considered good)				
Income-tax deducted at source	2,57,562		2,55,746	
(Refer Note No. A1(e) in Schedule K)				
Payments of income-tax against disputed liability	18,96,724		18,96,724	
(Refer Note No. A1(e) in Schedule K)				
Balance with Collector of Excise in current accounts	66,797		66,797	
Excise duty paid on finished goods in hand	1,23,139	23,44,222	1,23,139	23,42,406
Advance against purchase of goods/expenses	35,04,949		58,81,724	
(considered doubtful Rs. 51,690/-)				
Loans & Advances to staff	66,870		51,870	
(considered doubtful Rs. 51,870/-)				
Deposit with Government Departments,	8,40,685		8,40,685	
Public bodies & others (considered doubtful				
Rs. 8,40,685/-)				
Sales tax recoverable	9,784		9,764	
(considered doubtful Rs. 9,734/-)				
	44,22,288		67,84,043	
Less : Provision for Doubtful Debts & Advances	9,53,979	34,68,309	9,53,979	58,30,064
TOTAL		2,20,57,184		2,34,21,680

SCHEDULE 'I'

OPENING STOCK

Finished Goods	19,95,356	19,95,356
Work-in-Process	62,64,496	62,64,496
Stock of Scrap	46,514	46,514
TOTAL	83,06,366	83,06,366



**BOMBAY
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SCHEDULE 'J'

	For the Year ended 31st, March, 2008		For the Year ended 31st, March, 2007	
	Rs.	Rs.	Rs.	Rs.
COST OF SALES				
<u>Raw Material</u>				
Purchase of wood	3,04,499			—
Purchase of Plywood & Vineer	86,547			—
Purchase of Hardware	50,989			—
Purchase of Polish Material	69,224			—
Purchase of Marble & Granite	42,127	5,53,386		
<u>Other Material</u>				
Purchase of Miscellaneous Item	6,910			—
Purchase of Mirror & Glass	675			—
Purchase of Foam	5,797			—
Purchase of Paints & Colour	3,651			—
Purchase of Packing Material	9,456	26,489		—
<u>Labour Charges</u>				
Job Work Charges	5,213			—
Labour Charges	6,62,700	6,67,913		—
		12,47,788		—
<u>Less : Closing Stock</u>				
Finished Goods	10,29,938	10,29,938		—
TOTAL		2,17,850		—

SCHEDULE 'K'

Statement of Significant Accounting Policies adopted by the Company and Notes forming part of the Balance Sheet as at 31st March, 2008 and Profit & Loss Account for the year ended on that date:

(A) Notes :

1. Contingent Liabilities not provided for in respect of:

- Bank Guarantees outstanding Rs. 1,07,000/- (previous year Rs. 1,07,000/-) and Fixed Deposit Receipts pledged with bank Rs. 1,26,940/- (previous year Rs. 1,21,202/-).
- A net disputed demand of Rs. 5,64,672/- under the Sales Tax Act (previous year Rs. 5,64,672/-) against which the Company has preferred appeals.
- Arrears of dividend on 5,000 9.5% Cumulative Preference Shares upto 31.03.2008 Rs. 12,82,500/- (previous year Rs. 12,35,000/-).
- Arrears of dividend on 35,000 9.5% Cumulative Preference Shares upto 31.03.2008 Rs. 14,71,004/- (previous year Rs. 11,38,504/-).
- Income Tax Demand for Assessment Year 1988-89 disputed and under appeal Rs. 32,64,089/- (previous year Rs. 32,64,089/-) against which an amount of Rs. 21,54,286/- (Previous Year Rs. 21,52,470/-) has been deposited.



2. Liability for excise duty in respect of goods manufactured but not cleared from the factory premises is accounted for only at the time of removal of the goods from the place of manufacture for sale. Such excise duty liability on stock as at 31st March, 2008 is estimated at Rs. 2,05,955/- (Previous Year Rs. 2,05,955/-).
3. Provision has been made on mercantile basis for all anticipated expenses and effect of obsolescence/shortage/excess, if any, in inventory of loose tools, dies and moulds will be given at the time of final settlement.
4. The Company had, alongwith Warden Synplast (P) Ltd., entered into an agreement with a developer for grant of development rights in the land owned by the Company. The aforesaid agreement has been terminated by the Company on certain grounds and the dispute has been referred to arbitration as per the order of Hon'ble Bombay High Court in suit filed by the developer for specific performance of the contract. The arbitration process has commenced but not been completed till date. As the possession of the property remains with the Company and WS and no development whatsoever has commenced thereon, the part amount received from the developer continues to be shown under "Current Liabilities & Provisions" and the land and building(s) thereon also continue to be included under "Fixed Assets" having regard to para 11 of Accounting Standard (AS)-9 under which revenue cannot be recognised until significant risks and rewards of ownership has been transferred.
5. In the opinion of the Board, current assets and loans & advances are approximately of the value stated if realised in the ordinary course of business. The provision for depreciation and for all known liabilities is adequate and not in excess of the amount reasonably necessary.
6. The Company has closed down its wire rope unit with effect from 1.11.2006 and there has been no manufacturing activity in wire rope unit during the whole of the period. However the company has commenced the new activity of manufacturing the wooden furniture during the year and details of the same use in subsequent notes.

In view of the above, the Company, to such an extent, is not in a position to comply with Accounting Standard (AS) – AS-2 for valuation of inventory, AS-6 for depreciation, AS-10 for fixed assets, AS-17 regarding segment wise reporting and AS-28 for impairment of assets in respect to the closed unit.

7. There are no dues outstanding to any small scale undertaking.
8. Related parties disclosures as per AS 18 are given below :

	For the year ended 31st March, 2008	For the year ended 31st March, 2007
	Rupees	Rupees
(i) Details of transaction with related parties :		
(a) Management Remuneration (Key Management Personnel)	2,54,700	1,69,400
(b) Associate	Nil	Nil
(ii) Name and description of relationship with the related parties :		
(a) Key Management Personnel - Shri M.K. Chakraborty		
(b) Associate - Sparkk Organics Pvt. Ltd.	—	—
(c) New India Export Pvt. Ltd.	29,16,034	57,40,034

9. Pursuant to AS 20 it is reported that, in view of the losses for the period, the earning per share is negative.
10. Pursuant to AS 22 it is reported that, in view of the accumulated carry forward losses, no deferred tax liability/asset has been recognised as a matter of prudence.



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11. Information pursuant to the provisions of paragraphs 3 and 4 of part II Schedule VI of the Companies Act, 1956.

(a) CAPACITIES & PRODUCTION :

Product	Licenced Capacity at the year end	Installed Capacity at the year end	Actual Production
	MT	MT	MT
Furniture	—	—	105 Pc + 650 Sq.ft.
	(—)	(—)	(—)

(b) VALUE OF RAW MATERIALS CONSUMED DURING THE PERIOD :

Item	Quantity (M/T)	Value (Rs.)
(a) Furniture Raw Material (Wood, Ply & Veneer, Hardware, Polish Material & Marble)	—	5,53,386
(b) Other Material (Foam, Glass & Mirror, Miscellaneous Item Paints & Packing Material)	—	26,489

(c) VALUE OF RAW MATERIALS CONSUMED DURING THE PERIOD AND PERCENTAGE THEREOF :

Item	Value (Rs.)	Percentage
(a) Imported at landed Cost	— (—)	— (—)
(b) Indigenous	5,53,386 (—)	100% (—)
Total:	5,53,386 (—)	100% (—)

(d) VALUE OF STORES AND SPARE PARTS CONSUMED DURING THE YEAR AND PERCENTAGE THEREOF :

Item	Value (Rs.)	Percentage
(a) Imported at landed Cost	— (—)	— (—)
(b) Indigenous	26,489 (—)	100% (—)
Total:	26,489 (—)	100% (—)



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WIRE ROPES
LIMITED**

(e) QUANTITATIVE INFORMATION IN RESPECT OF SALES, OPENING STOCK AND CLOSING STOCK :-

Particulars	Sales		Opening Stock		Closing Stock	
	Quantity (M/T)	Value (Rs.)	Quantity (M/T)	Value (Rs.)	Quantity (M/T)	Value (Rs.)
Manufactured Items :						
*Wire ropes inclusive of export returns	(—)	(—)	75	19,95,357	75	19,95,357
	(—)	(—)	(75)	(19,95,357)	(75)	(19,95,357)
Furniture	20 Nos.	5,22,054	(—)	(—)	85+650Sq.ft	10,29,938
	(—)	(—)	(—)	(—)	(—)	(—)

* For discontinued operation

(f) C.I.F. VALUE OF IMPORTS	Value (Rupees)
	NIL
	(NIL)

(g) EARNING IN FOREIGN EXCHANGE	Value (Rupees)
Export of goods in F.O.B. Value	—
(including through Merchant Exporters)	(—)

12. Discontinuing Operations

A) On September 1, 2006 the Board of Directors resolved closure of "Wire Rope division", which was in the business of Manufacturing of Steel Wire and Wire Ropes. The division was closed on November 1, 2006. The following statement shows the revenue and expenses and Assets and liabilities of continuing and discontinuing operations.

The Comparative information as per Accounting Standard 24 based on books of accounts are as under :

	Continuing Operations		Discontinuing Operations		Total	
	2008 (Rs.)	2007 (Rs.)	2008 (Rs.)	2007 (Rs.)	2008 (Rs.)	2007 (Rs.)
Net Sales from Operations	5,22,054	—	—	—	5,22,054	—
Other Income	51,415	—	62,303	49,512	1,13,718	49,512
Total Income	5,73,469	—	62,303	49,512	6,35,772	49,512
Total Expenditure	4,81,725	—	33,12,362	48,51,572	37,94,087	48,51,572
Profit before exceptional items	91,744	—	(32,50,059)	(48,02,060)	(31,58,315)	(48,02,060)
Profit/(Loss) before tax	91,744	—	(32,50,059)	(48,02,060)	(31,58,315)	(48,02,060)
Provision / (Credit) for taxation FBT	—	—	6,444	17,322	6,444	17,322
Excess provision of earlier years written back	—	—	—	—	—	—
Profit or loss from operating activities after tax	91,744	—	(32,56,503)	(48,19,382)	(31,64,759)	(48,19,382)
Assets	16,17,250	—	2,04,39,934	2,34,21,680	2,20,57,184	2,34,21,680
Liabilities	5,89,585	—	3,58,43,464	3,46,32,786	3,64,33,049	3,46,32,786
Net Current Assets	10,27,665	—	(1,54,03,530)	(1,12,11,106)	(1,43,75,865)	(1,12,11,106)



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- B) Fixed Assets relating to discontinuing Operations which have been withdrawn from active use and are held for disposal, in the estimate of management have their net realisable value not less than its book value and hence, it is not considered necessary to make any provision in respect thereof.

The Comparative Information as per Accounting Standard 24 based on books of accounts are as under :

	Continuing Operations		Discontinuing Operations		Total	
	2008 (Rs.)	2007 (Rs.)	2008 (Rs.)	2007 (Rs.)	2008 (Rs.)	2007 (Rs.)
Liabilities						
Loan	—	—	—	—	—	—
Deferred Tax Liability (Net)	—	—	—	—	—	—
Assets						
FIXED ASSETS :						
Gross Block	—	—	1,98,58,323	1,98,58,323	1,98,58,323	1,98,58,323
Less : Impairment	—	—	1,89,41,837	1,89,41,837	1,89,41,837	1,89,41,837
Net Block	—	—	9,16,486	9,16,486	9,16,486	9,16,486
Capital work-in-Progress (including advance for Capital Expenditure)	—	—	1,50,000	1,50,000	1,50,000	1,50,000
	—	—	10,66,486	10,66,486	10,66,486	10,66,486
Current Assets, Loans and Advances:						
Inventories	10,29,938	—	1,43,37,788	1,43,37,788	1,53,67,726	1,43,37,788
Sundry Debtors	5,87,312	—	—	—	5,87,312	—
Cash and Bank Balance	—	—	2,89,615	9,11,422	2,89,615	9,11,422
Loans and Advances	—	—	58,12,531	81,72,470	58,12,531	81,72,470
Total Current Assets, Loans and Advances	16,17,250	—	2,04,39,934	2,34,21,680	2,20,57,184	2,34,21,680
Less : Current Liabilities and Provisions						
Current Liabilities	5,89,585	—	3,56,01,314	3,43,77,427	3,61,90,899	3,43,77,427
Provisions	—	—	2,42,150	2,55,359	2,42,150	2,55,359
	5,89,585	—	3,58,43,464	3,46,32,786	3,64,33,049	3,46,32,786
NET CURRENT ASSETS	10,27,665	—	(1,54,03,530)	(1,12,11,106)	(1,43,75,865)	(1,12,11,106)

C) From Profit and Loss Account

	Current Year (Rs.)		Previous Year (Rs.)	
Profit before tax	91,744	(32,56,503)	—	(48,19,382)
Profit from continuing operations Before tax (see note 11)	91,744	—	—	(48,19,382)
Provision / (Credit) for tax :				
Current Tax	—	—	—	—
Deferred Tax	—	—	—	—
Excess provision of earlier years written back	—	—	—	—
Profit from continuing operations after tax (a)	91,744	—	—	—
Profit/(loss) from discontinuing operations Before tax	—	(32,50,059)	—	(48,19,382)
Provision / (Credit) for tax :				
Current Tax (FBT)	—	6,444	—	—
Deferred Tax	—	—	—	—
Profit/(loss) from discontinuing operations after tax (b)	—	(32,56,503)	—	(48,19,382)
Profit/(loss) after tax [a + b]	—	(31,64,759)	—	(48,19,382)



13. Figures in respect of previous year has been regrouped/rearranged wherever necessary.

(B) Statement of Significant Accounting Policies :

The Profit & Loss Account and Balance Sheet are prepared under the historical cost convention on accrual basis of accounting.

i) Fixed Assets :

Fixed assets are stated at cost less accumulated depreciation. The Company capitalises all costs relating to acquisition and installation of fixed assets.

ii) Depreciation:

Depreciation on fixed assets has not been provided for the year as the same are held for disposal in view of the wire rope factory having been closed.

iii) Investments :

Investments are stated at the cost of acquisition.

iv) Retirement Benefits :

Contribution to the Provident Fund is made at a predetermined rate and charged to the Profit & Loss Account. Incremental liability for gratuity for the year/period is charged to revenue on the basis of actuarial valuation. Liability for employees leave encashment benefits is provided for on an accrual basis.

v) Sales :

Sales are recorded at invoice value and inclusive of excise duties and export benefits but net of sales tax, returns and trade discount.

vi) Inventories :

Finished goods are valued at cost or market value, whichever is lower.

Stock-in-process is valued at raw material cost including other direct expenses, depreciation and appropriate portion of production and administration overheads.

Raw Material is valued at cost (FIFO Basis).

Stores & Spares are valued at cost (FIFO Basis).

Scrap is valued at estimated realisable value.

vii) Revenue Recognition :

Revenue in respect of insurance, other claims and interest, etc. is recognised only when it is reasonably certain that ultimate collection will be made.

viii) Modvat Credit :

Modvat Credit is accounted on the basis of materials received.

ix) Foreign Currency Transactions :

Transaction of foreign currency in respect of export sales are recorded at amounts actually realised.

x) Contingent Liabilities :

These are disclosed by way of notes to the Balance Sheet. Provision is made in the accounts in respect of those liabilities which are likely to materialise after the year/period end and up to the finalisation of accounts and have a material effect on the position stated in the Balance Sheet.

As per our certificate annexed.

Signature to Schedule 'A' to 'K'

For SINGHI & COMPANY
Chartered Accountants
PRAVEEN KUMAR SINGHI
Partner
Membership No. 051471

Mumbai - 400 053
Dated : the 8th August, 2008

K. K. KANORIA
Chairman

M. K. CHAKRABORTY
Executive Director



**BOMBAY
WIRE ROPES
LIMITED**

Balance Sheet Abstract and General Business Profile

I. Registration Details

a. Registration No.	:	11922	b. State Code	:	11
c. Balance Sheet Date	:	31.03.2008			

II. Capital Raised during the Year (Amount in Rs. Lacs)

a. Public Issue	:	Nil	b. Right Issue	:	Nil
c. Bonus Issue	:	Nil	d. Private Placement	:	Nil

III. Position of Mobilisation & Deployment of Funds (Amount in Rs. Lacs)

a. Total Liabilities	:	1,01,845.49	b. Total Assets	:	1,01,845.49
c. Sources of Funds			d. Application of Funds		
Paid-up Capital	:	9,339.50	Net Fixed Assets	:	1,066.49
Reserves & Surplus	:	56,072.94	Investments	:	2.16
Secured Loans	:	Nil	Net Current Assets	:	(14,375.87)
Unsecured Loans	:	Nil	Misc. Expenditure	:	Nil
			Accumulated Loss	:	78,719.66

IV. Performance of Company (Amount in Rs. Lacs)

a. Turnover	:	522.05
b. Other Income	:	113.72
c. Total Expenditure	:	3800.53
d. Profit/(Loss) before tax	:	(3164.76)
e. Profit/(Loss) after tax	:	(3158.32)
f. Earning per Share Rs.	:	Nil
g. Dividend rate (Equity)		
Rs. per Share	:	Nil

V. Generic Names of Two Principal Products of the Company (As per Monetary Terms)

<u>Sr. No.</u>	<u>Product Description</u>	<u>ITC Code Number</u>
1.	Wooden Chairs of Various types, models & makes	94016100 94016900
2.	Other Wooden Furnitures for office use such as tables, cabinets etc. of various types, models & makes	94033010 94033090
3.	Other Wooden Furnitures for type used for residential purpose & houses of various types, models, makes etc.	94034000 94035090 94036000



**BOMBAY
WIRE ROPES
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The amounts of net cash flows attributable to the operating, investing and financing activities of the discontinuing operation.

	Continuing Operations		Discontinuing Operations		Total	
	2008 (Rs.)	2007 (Rs.)	2008 (Rs.)	2007 (Rs.)	2008 (Rs.)	2007 (Rs.)
Cash flow from operating activities						
Net Profit before Taxation	91,744	—	(32,50,059)	(48,02,060)	(31,58,315)	(48,02,060)
Adjustments for :						
Depreciation, Amortisation	—	—	—	2,35,582	—	2,35,582
Interest Paid	—	—	479	3,606	479	3,606
Provision for Tax (FBT)	—	—	(6,444)	—	(6,444)	—
Unrealised Exchange Loss/(Gain)(Net)	91,744	—	(32,56,024)	(45,62,872)	(31,64,280)	(45,62,872)
Operating profit before working capital changes						
Adjustments for :						
Trade and Other Receivables	(5,87,312)	—	23,59,939	(54,94,865)	17,72,627	(54,94,865)
Inventories	(10,29,938)	—	—	—	(10,29,938)	—
Trade and Other Payables	5,89,585	—	12,10,678	13,63,080	18,00,263	13,63,080
Net cash (used in) / from operating activities	(9,35,921)	—	3,14,593	(87,11,979)	(6,21,328)	(87,11,979)
Cash flow from investing activities						
Purchase of Fixed Assets	—	—	—	—	—	—
(including advances from capital expenditure)	—	—	—	—	—	—
Interest received	—	—	—	—	—	—
Net Cash used in investing activities	—	—	—	—	—	—
Cash flow from financing activities						
Increase/(Decrease) in balances with Corporate and other Business Units	—	—	—	(66,73,827)	—	(66,73,827)
Increase/(Decrease) in advance against development rights	—	—	—	54,23,680	—	54,23,680
Interest Paid	—	—	(479)	(3,606)	(479)	(3,606)
Net cash from / (used in) financing activities	—	—	(479)	(12,53,753)	(479)	(12,53,753)
Net (decrease) / increase in cash and cash equivalents	(9,35,921)	—	3,14,114	(99,65,732)	(6,21,807)	(99,65,732)
Cash and Cash Equivalents	—	—	(6,21,807)	(99,65,732)	(6,21,807)	(99,65,732)
Opening Balance	—	—	9,11,422	1,08,77,154	9,11,422	1,08,77,154
Closing Balance	—	—	2,89,615	9,11,422	2,89,615	9,11,422

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