

14 TH ANNUAL ACCOUNTS

OF

SHUKRA BULLIONS LTD.

FOR THE YEAR ENDING 31.03.2008

AUDITED BY

**A.D.LALWANI & ASSOCIATES
CHARTERED ACCOUNTANTS
4-A, GR. FLOOR, D.T.C., GOREGAONKAR LANE
ATTACHED TO CENTRAL CINEMA,
CHARNI ROAD (E), MUMBAI :400 004
PHONE NO. : 23865363\23811714
MOBILE NO. 9821-118801
PHONE NO. 26609787**

1. BOARD OF DIRECTORS

MR. CHANDRAKANT H SHAH

MRS. MAYURI C. SHAH

MR. JAYENDRA H SHAH

MR. ANILA. PATEL

MR. VINOD SHAH

MR. NASIR UL HAQ

2. REGISTERED OFFICE

CHIRAG INDUSTRIAL COMPLEX, 39/40
GOLDEN INDUSTRIAL ESTATE, SOMNATH ROAD,
DAMAN-396210 U.T.

3. CONTANTS

NOTICE

DIRECTORS REPORTS

AUDITORS REPORT

BALANCE SHEET

PROFIT & LOSS ACCOUNT

SCHEDULES

NOTICE :-

Notice is hereby given that the 14 th Annual General Meeting of the Members of Shukra Bullions Ltd. Will be held on Monday the 29 th day September ,2008 at 3:30 P.M. at Regd. Office of the Company at Chirag Industrial Complex. Somnath Road, Daman to transact the following business:-

ORDINARY BUSINESS :-

1. To receive, consider and adopt the Audited Balance Sheet as at 31 st march 2008, the profit & loss account of for the year ended on that date and the reports of the Directors and Auditor's thereon.
2. To appoint a Director in place of Mayuri C. Shah, who retires by rotation and being eligible offers himself for reappointment.
3. To appoint auditors, to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting and to fix their remuneration.

NOTES:-

1. A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND SUCH PROXY NEED NOT BE A MEMBER. HOWEVER PROXY FORMS MUST BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LATER THAN 48 HOUR BEFORE COMMENCEMENT OF THE MEETING.
2. The Register of the Members and Share Transfer Books of the Company will remain closed from 25 th Sep.,2008 to 29th of the September 2008 (Both day inclusive).
3. Shareholder/Proxy holders are requested to produce at the entrance the attached admission slip duly completed and signed, for admission to the meeting hall.
4. Members desiring any information as regard, accounts are requested to write to the Company at an early date so as to enable the management to keep the information ready.
5. MEMBERS ARE REQUESTED TO BRING THEIR COPY OF THIS ANNUAL REPORT TO THE MEETING.

Registered Office :-

Chirag Industrial Estate,
Somnath Road,
Daman U. T.

By the order of the Board

Chandrakant H Shah
Chairman & Managing Director

Date:- 12.08.2008

DIRECTORS' REPORT

To

The Members

Your Directors take great pleasure in presenting the 14TH Annual Report of the Company together with Audited Accounts for the year ended on March 31, 2008.

(Rs. IN LAKHS)

PARTICULARS	31.03.2008 (AUDITED)	31.03.2007 (AUDITED)
Profit Before Depreciation tax	1.69	1.38
Depreciation	0.21	0.25
Provision for Taxation	0.45	0.39
Profit After Tax	1.03	0.74

OPERATION

During the year under review, the Company has achieved higher turnover of Rs. 19.30 crore as compare to Rs. 15.55 crore last year. The management is taking appropriate step to improve Company's bottom line.

CURRENT YEAR OUTLOOK

The Company is in the process of setting up gold mountings manufacturing project at SEZ near Surat.

Company has already acquired land & building and has acquired all the necessary licenses/approvals to commence the project. Orders for plant and machineries are placed and management is hopeful to commence production and export by third quarter of next financial years. Company has procured orders worth Rs.300 lakhs from various overseas customers.

DIVIDEND

The Board has not recommended any dividend due to insufficient profit.

DIRECTORS

In accordance with the provision of the companies act, 1956 Mayuri C.Shah director, retires by rotation and being eligible offers herself for reappointment.

AUDITORS

The Auditor's of the Company M/S A D Lalwani & Associates, Chartered Accountants, retire at the conclusion of the ensuing Annual General Meeting and being eligible, offers themselves for reappointment.

FIXED DEPOSITS

Your company has not accepted any fixed deposits within the meaning of section 58A from the public under the companies Act, 1956 and the rules made thereunder.

AUDITOR'S REPORT

Observations made in the Auditor's Report are self explanatory and therefore do not call for any further comments under section 217(3) of the companies Act, 1956.

PARTICULARS OF EMPLOYEES

There were no employees whose remuneration were in excess of the limits prescribed under section 217(2A) of the companies Act, 1956. Hence no particulars are given .

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO.

The information pursuant to section 217 (i) (a) of the companies Act, 1956 read with the companies (Disclosure of particulars in the Report of Board of Directors) Rules, 1988 if given below :

1. The Company's operation involve very low energy consumption, wherever possible measures have already been implemented. The measure set out above do not have any significant impact on the overall cost of the production.
2. No technology has been imported during the year.

DIRECTOR'S RESPONSIBILITY STATEMENT

In accordance with the provisions of section 217 (2AA) of the Companies Act, 1956, with respect to the Director's Responsibility Statement, it is hereby confirmed :

- i) That in the presentation of the annual accounts for the financial year ended 31st March 2008, the applicable accounting standards has been followed along with proper explanations relating to material departures :
- ii) That the Directors had selected such accounting policies and applied them consistently and made judgements and estimates that were 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 profit or loss of the Company for the year under review.
- iii) That the directors had taken proper and sufficient care for the maintenance of the adequate accounting records in accordance with the provisions of the Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- iv) That the directors had prepared the accounts for the financial year ended 31st March 2008 on a going concern basis.

ACKNOWLEDGEMENT

Your Directors take this opportunity to place on record their warm appreciation and acknowledge with gratitude the assistance, co-operation and support extended to your Company by bankers, clients, employees as well as the investing community and look forward to their continued support.

Registered Office:

**Chirag Industrial Estate
Somnath Road ,
Daman - U. T.
Date :- 12.08.2008**

By order of the Board

**Chandrakant H Shah
Chairman & Managing Director**

CORPORATE GOVERNANCE

PHILOSOPHY ON CODE OF GOVERNANCE

Corporate Governance is concerned with creation of long term value of shareholders while also balancing interest of other stakeholders viz. Employees, Creditors, Government and the society at large. Corporate governance is crucial as it builds confidence and trust, which eventually leads to a more stable and sustained resources flows and long-term partnership with its investors and other stakeholders.

The Corporate Governance framework will encourage efficient use of resources and ensuring accountability for these resources. Its importance lays in the contribution it makes to the overall growth and direction of the business, management accountability and transparency and above all, equitable treatment for its stakeholders.

In Sum, Corporate Governance reinforces the concept of “Your Company” and emphasis that the chairman and Board of Directors are your fiduciaries and trustees, engaged in pushing the business forward and maximizing value for you, the shareholders.

CORPORATE GOVERNANCE

Your Company believes in adopting the best corporate governance practices and protecting rights and interest of stakeholders. We further believe that the shareholders have the right to know complete information on the Board of Directors and the management, their interest in the organisation as well as governance practice to be followed by them.

The report on corporate governance is divided into five parts:

- **Board of Directors**
- **Remuneration of Directors**
- **Committees of the Board**
- **Shareholder Information**
- **Other Disclosures**

A. BOARD OF DIRECTORS

- The details of the Board of directors of the Company are given below:

Name	Date of appointment	Category	No. of other directorship
Chandrakant H.Shah	14.02.1995	Chairman & MD	1
Mayuri C. Shah	14.02.1995	Director	1
Jayendra H.Shah	14.02.1995	Director	1
Anil M.Patel	31.12.2005	Independent Director	1
Vinod Shah	31.12.2005	Independent Director	1
Nasir Haque	31.12.2005	Independent Director	1

B RESPONSIBILITIES

The Board of Directors' responsibilities include review of:

- Strategy and business plans
- Annual operating and capital expenditure budgets
- Investment and exposure limits
- Business risk analysis and control
- Senior executive appointment
- Compliance with statutory / regulatory requirements and review of major legal issues
- Adoption of quarterly results/ annual results
- Transaction pertaining to purchase disposal of property, major provisions and write offs.

C BOARD MEETINGS

The meetings of the Board of Directors' are scheduled well in advance and the folder containing the agenda for the meeting with detailed review of all aspects of the Company business, including performance of the Company, employee relations, details of investment, capital expenditure, etc. is circulated to all the directors. It also highlights important matters discussed at the audit committee, shareholders grievance committee and at the sub-committee of Directors. **Four** Board meetings were held on 13.07,2007, 26.10.2007,31.01.2007 and 30.04.2008 during the period under review.

Name of the Directors	No. of Board Meeting Attended	Attendance at last A.G.M.
Chandrakant H.Shah	4	YES
Mayuri C. Shah	4	YES
Jayendra H.Shah	4	YES
Anil M.Patel	4	YES
Vinod Shah	4	YES
Nasir Haque	4	YES

II. REMUNERATION OF DIRECTORS

Director	Salary & Perquisites (Rs.)	Commission (Rs.)	Total
1.Mr.Chandrakant Shah	NIL	NIL	NIL
2.Ms.Mayuri Shah	NIL	NIL	NIL
3.Mr.Jayendra Shah	NIL	NIL	NIL
4. Mr. Anil Patel	NIL	NIL	NIL
5. Mr. Nasir Haque	NIL	NIL	NIL
6. Mr. Vinod Shah	NIL	NIL	NIL

III. COMMITTEES OF THE BOARD

• AUDIT COMMITTEE

The Audit Committee of the Board of Directors was formed by the Board on 31/12/2005 and the Committee comprises of **Three** members. The functions of the committee are as specified in Clause 49 of the Listing Agreement entered with Stock Exchanges in which the Company's shares are listed. There were **Four** meetings held during on 13.07.2007, 26.10.2007, 31.01.2008 & 30.04.2008 during the period under review. The attendances of members for the meetings are as follows:

Name of the Member	Designation	No. of meeting attended
Mr. Anil M. Patel	Chairman	4
Mr. Nasir Haque	Member	4
Mr. Vinod Shah	Member	4

B REMUNERATION COMMITTEE

Remuneration Committee was constituted on 31/12/2005 and it reviews and approves the annual salaries, performance commission, service agreements and other employment conditions for directors.

Name of the Member	Meeting Attended
Mr. Anil M. Patel	4
Mr. Nasir Haque	4
Mr. Vinod Shah	4

REMUNERATION POLICY

The Directors are paid remuneration as per the Agreement entered between them and the Company. This Agreement is placed for approval before the Board and the shareholders and such other authorities as may be necessary. The remuneration structure of Directors comprises of salary, commission, perquisites and allowances, contributions to provident fund, superannuation and gratuity. The non-executive directors do not draw any remuneration from the Company.

C SHARE TRANSFER COMMITTEE

The Share Transfer Committee consists of **Three** members. The Committee meets on a regular basis to approve transfer of shares, transmission of shares, splitting, consolidation and rematerialisation of shares. The shares in Physical form sent for transfer in physical form are processed and registered by the Company within 30 days of receipt of documents, if found in order.

D. SHAREHOLDER/INVESTOR GRIEVANCE COMMITTEE

The Investor Grievances Committee was constituted on 31/12/2005 to specifically look into the redress of shareholder and investor complaints like transfer of shares, non-receipt of dividends, non-receipt of Annual Report, etc. During the period under consideration **Five** meetings were held. The constitution of the Committee and the presence of members for the meetings are as follows:

Name of the Member	No. of meeting attended
Jayendra H.Shah	5
Nasir Haque	5
Vinod Shah	5

No. of shareholders complaints/ communication : NIL
Received during the year

No. of complaints not resolved to : NIL
The satisfaction of shareholders

No. of pending share transfers : NIL

IV SHAREHOLDER INFORMATION

• ANNUAL GENERAL MEETING

- 1 Date and Time : 29th September,2008
Venue : Chirag Industrial Complex,
Golden Industrial Estate,
Somnath Road Daman 396210
2. Book Closure Date : 25th September,2008 to 29th September,2008
3. REGISTERED OFFICE : Chirag Industrial Complex,
Golden Industrial Estate,
Somnath Road Daman 396210
- 4 Listing of Equity Shares on Stock: Bombay Stock Exchange.
- 5 Stock code : 531506

6. ISIN No. INE 561E01015

7. Stock Price Data:

The Company's share were under suspension for trading during the year hence no quotation of share prices available.

Registrar & Transfer Agents : BIG SHARE SERVICES PRIVATE LIMITED
E-2 Ansa Industrial Complex,
Saki Vihar Road, Saki Naka,
Andheri (East),
Mumbai-400 072
Tel: 28470652, 28470653

8. Distribution of shareholding as on 31st March, 2008.

No. of Equity Shares held	No. of Shareholders	% of Shareholders	No. of Share	% of Shareholdings
1- 500	1328	94.12	5,96,700	11.90
501-1000	26	1.84	24,000	0.48
1001-2000	17	1.20	24,300	0.48
2001-3000	9	0.64	23,600	0.47
3001-4000	2	0.14	7,500	0.15
4001-5000	7	0.50	33,100	0.66
5001-10000	9	0.64	63,800	1.27
10001&above	13	0.92	42,42,300	84.58
Total	1411	100.00	50,15,300	100.00

9 Category of Shareholdings as on 31st March, 2008

Category	No. of Shares	% of total shares
Regular	22,20,300	44.27
Directors	12,49,600	24.92
Relative/Friends of Directors	400	0.01
Mutual Fund	2,50,000	4.98
Group Companies	12,95,000	25.82
Total	50,15,300	100.00

10. Demat Position as on 31st March, 2008.

Total No. of Shares	Held in Demat Form	Percentage (%)	Held in Physical Form	Percentage (%)
50,15,300	38,48,400	76.73%	11,66,900	23.27%

11. Financial Release Dates for 2008-2009

Quarter	Release Date (Tentative and subject to change)
1 st Quarter ending 30 th June	End of July.
2 nd Quarter ending 30 th September	End of October.
3 rd Quarter ending 31 st December	End of January.
4 th Quarter ending 31 st March	End of April.

V OTHER DISCLOSURES

1 Details of Annual / Extraordinary General Meetings

Location and time of General Meetings held in last 3 years:

Year	AGM/EGM	Location	Time	Date
2004-05	AGM Chirag Ind.	Complex	3.30 p.m	30/09/2005
2005-06	AGM Chirag Ind.	Complex	3.30 p.m	16/10/2006
2006-07	AGM Chirag Ind.	Complex	3.30 p.m	29/09/2007

For, 2007-2008, Company does not have any proposal for postal ballot.

To the Members of
SHUKRA BULLIONS LIMITED

We have examined the compliance of conditions of Corporate Governance by Shukra Bullions Ltd. For the year ended on 31st March, 2008 as stipulated in clause 49 of the Listing Agreement of the said Company with Stock Exchange.

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

In our opinion and to the best of our information and according to the explanations given to us and the representations made by the Directors and the management, we certify that the Company has complied with conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement.

We state that no investor grievances are pending for a period exceeding one month against the Company, as per the records maintained by the shareholders'/investors' Grievance Committee.

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

For **A.D.LALWANI & ASSOCIATES**
CHARTERED ACCOUNTANTS

Place: Mumbai
Dated: 19.07.2008

AVINASH LALWANI
PARTNER

A.D. LALWANI & ASSOCIATES
CHARTERED ACCOUNTANTS

AUDITOR'S REPORT

To
The Members
M/S. SHUKRA BULLIONS LIMITED.

We have audited the attached Balance Sheet of Shukra Bullions Limited for the year ended as at 31st March 2008, and also the Profit and Loss Account for the year ended on that date annexed thereto and report that 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 the auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

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 a statement on the matters specified in paragraphs 4 and 5 of the said Order.

Further to our comments in the Annexure referred to above, we report that:

- i. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
- ii. 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;
- iii. The Balance Sheet and the Profit and Loss Account dealt with by this report are in agreement with the books of accounts;
- iv. In our opinion, the Balance Sheet, Profit and Loss Account dealt with by this report comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956;
- v. On the basis of written representations received from the Directors', as on 31st March 2008 and taken on record by the Board of Directors, We report that none of the directors is

disqualified as on 31st March 2008 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;

- vi. In our opinion and to the best of our information and according to the explanations given to us, the said accounts gives the information required by the Companies Act, 1956, in the manner so required and gives 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 2008;
 - b. in the case of the Profit and Loss Account, of the **profit** for the year ended on that date.

FOR A.D.LALWANI & ASSOCIATES
CHARTERED ACCOUNTANTS

AVINASH LALWANI
PARTNER

DATE: 19.07.2008

PLACE: MUMBAI

ANNEXURE REFERRED TO IN PARAGRAPH 3 OF OUR REPORT OF EVEN DATE TO THE MEMBERS OF SHUKRA BULLIONS LIMITED ON THE ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2008.

On the basis of the information and explanations 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 in our opinion, we further report that:

1. The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets. The Fixed assets of the company have been physically verified by the management during the period and no significant discrepancies were reported on such verification. None of the fixed assets sold by the company which affects the going concern.
2. None of the fixed assets of the company has been revalued during the year.
3. The stocks of finished goods and raw materials have been physically verified by the management at the reasonable intervals.
4. The procedure for physical verification of stock followed by the management at the reasonable and adequate in relation to the size of the company and nature of its business.
5. There were no discrepancies noticed on verification of stock as compared to book records as explained to us.
6. In our opinion the valuation of stocks has been fair and proper in accordance with normally accepted principles.
7. The company has not taken any loans, secured or unsecured from companies, firms or other parties listed in the register maintained under section 301 of the companies Act, 1956 or from the companies under same management as defined under section 370 (1B) of the companies act 1956. The rate of interest and other terms and conditions of such loans are not prima facie prejudicial to the interest of the company.
8. The company has not granted any loans to companies, firms or other parties listed in the register maintained under section 301 of The Companies Act, 1956 or from the companies under same management as defined u/s 370(1B) of the companies Act 1956. However in our opinion the terms and conditions on which the loan have been given, are not prima facie prejudicial to the interest of the company.
9. The company has not given any loans or advances to any employee or other parties'. However in our opinion the terms and conditions on which the loans have been given are not prima facie prejudicial to the interest of the company.
10. As per information given to us there is an adequate internal control procedure commensurate with the size of the companies the nature of its business for the purchase of stores, raw materials, plant and machineries, equipment and other asset and sale of goods.
11. As per information and explanation given to us the company has not entered into any transaction in respect of purchase of goods and material and sale of goods and the prices on which the transactions are entered are at a fair price prevailing in the market and are not prejudicial for company and company has not entered into any transaction in respect of services rendered in pursuance of arrangements with companies of firms entered in the register maintained u/s 301 of the companies Act, 1956 aggregating during the year to Rs. 50000/- or more in respect of each party.
12. The company has no unserviceable or damaged stores, raw materials and finished goods.
13. The company has not accepted any deposit from public during the year.

14. In our opinion 4(viii) internal audit is recommended.
15. In our opinion 4(x)-losses & net worth is not applicable,4(xi)-default for financial institution,4(xii)-loan granted by way of pledge of shares and securities,4(xiii)- chit fund-4(xiv)-dealing in shares,4(xv)-guarantee for loan,4(xvi)-term loan utilization,4(xvii)-short term fund used for long term,4(xviii)-preferential allotment,4(xix)-charge for debenture,4(xx)-end use of public fund,4(xxi)-any fraud are not applicable to the company
16. In our opinion the company has an adequate internal audit system commensurate With size of the company and the nature of its business.
17. The central government has not prescribed maintenance of cost records under section 209-1-d of the companies act, 1956.
18. As per the opinion of the company management there is no liability of employees providend Fund and E.S.I.S.
19. According to the information and explanation given to us and records of the company examined by us, there are no undisputed amounts, payable in respect of Income tax, custom duty sales tax, profession tax and excise duty outstanding as At 31 st march 2008 for a period of more than six months from time the date they become payable.
20. On the basis of records of the company and as per information and explanation given to us no personal expenses of employees and directors have been charged to revenue accounts other than those payable under contractual obligation or in accordance with generally accepted business practices.
21. The company is not sick Industrial company within the meaning if clauses (o) of sub section 3 of the sick Industrial (special provisions) Act, 1985.
22. In case of trading activates, we are informed that the company does not have damaged goods lying with it at the end of the year.

FORA.D.LALWANI & ASSOCIATES
CHARTERED ACCOUNTANTS

AVINASH LALWANI
PARTNER

PLACE : MUMBAI
DATE : 19.07.2008

MS SHUKRA BULLIONS LIMITED
BALANCE SHEET AS AT MARCH 31, 2008

	SCHEDULES	As At 31.03.2008 (Amt in Rs)	As At 31.03.2007 (Amt in Rs)
I SOURCES OF FUNDS			
A SHARE HOLDERS' FUNDS			
(1) EQUITY SHARE CAPITAL	1	50,127,000	50,127,000
B LOAN FUNDS			
(1) SECURED LOAN		-	-
(2) UNSECURED LOAN		-	-
TOTAL		50,127,000	50,127,000
II APPLICATION OF FUNDS			
A FIXED ASSETS	13		
(1) GROSS BLOCK		1,327,978	1,327,978
(2) LESS : DEPRICIATION		1,183,700	1,162,346
TOTAL - A		144,278	165,632
B INVESTMENT	3	55,814,202	42,828,050
C CURRENT ASSETS			
INVENTORIES	4	4,166,297	-
SUNDRY DEBTORS	5	285,647	1,310,496
CASH & BANK BALANCE	6	484,395	215,699
LOANS & ADVANCES	7	525,000	-
TOTAL - C		5,461,339	1,526,195
LESS :			
D CURRENT LIABILITIES AND PROVISIONS	8		
(1) SUNDRY CREDITORS		1,728,327	2,323,359
(2) SUNDRY CREDITORS FOR EXPENSES		22,472	-
(3) PROVISIONS		45,000	-
(4) LOANS AND ADVANCES		17,324,000	-
TOTAL - D		19,119,799	2,323,359
NET CURRENT ASSETS TOTAL C-TOTAL D		(13,658,460)	(797,164)
E PROFIT AND LOSS ACCOUNTS	2	7,826,980	7,930,482
TOTAL		50,127,000	50,127,000
NOTES TO ACCOUNTS	14	-	-

The Schedules referred to above forms an integral part of the accounts

As per our report of even date

For A D LALWANI & ASSOCIATES
CHARTERED ACCOUNTANTS

AVINASH LALWANI
PARTNER

For M/S SHUKRA BULLION LIMITED

Director

Director

M/S SHUKRA BULLIONS LTD**PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED ON MARCH 31, 2008**

	SCHEDULES	For the Year Ended 31.03.2008 (Amt in Rs)	For the Year Ended 31.03.2007 (Amt in Rs)
I INCOME			
A) SALES	9	193,025,959	155,470,660
B) OTHER INCOME	10	18,200	1,650
TOTAL		193,044,159	155,472,310
II EXPENDITURE			
A) COST OF GOODS SOLD	11	192,159,058	154,594,755
B) ADMINSTRATIVE, SELLING & OTHER EXPENCES	12	715,245	739,118
C) DEPRICIATION		21,354	25,035
D) PRILIMINARY EXPENCES W/O		-	-
TOTAL		192,895,657	155,358,908
III PROFIT/ BEFORE TAX		148,502	113,402
LESS : Provision for Taxation		45,000	39,000
IV PROFIT/(LOSS) AFTER TAX		103,502	74,402
ADD : BALANCE B/F FROM PREVIOUS YEAR		(7,930,482)	(8,004,884)
V BALANCE AVAILABLE FOR APPROPRIATION		(7,826,980)	(7,930,482)
LESS : TRANSFERRED TO GENERAL RESERVE		-	-
LESS : PROPOSED DIVIDEND		-	-
BALANCE CARRIED FORWARD TO BALANCE SHEET		(7,826,980)	(7,930,482)
NOTES TO THE ACCOUNT	14		

The Schedules referred to above forms an integral part of the accounts

As per our report of even date

**For A D LALWANI & ASSOCIATES
CHARTERED ACCOUNTANTS**

For SHUKRA BULLION LIMITED

**AVINASH LALWANI
PARTNER**

Director

PLACE - MUMBAI
DATE - 19.07.2008

Director

SHUKRA BULLIONS LIMITED

SCHEDULE 1 TO 14 FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31 ST MARCH 2008

	AS AT 31-03-2008 AMOUNT IN RS.	AS AT 31-03-2007 AMOUNT IN RS.
SCHEDULE NO. 1		
SHARE CAPITAL		
AUTHORISED SHARE CAPITAL :		
55,00,000 (Previous Yr 55,00,000) Equity Share of Rs 10/ Each	55,000,000	55,000,000
ISSUED & SUBSCRIBED & PAID UP CAPITAL :		
50,15,300 (Previous Year 50,15,300) Equity Share of Rs 10/ Each	50,153,000	50,153,000
LESS : Calls in arrears	26,000	26,000
TOTAL	50,127,000	50,127,000
SCHEDULE NO. 2		
RESERVES & SURPLUS :		
PROFIT & LOSS ACCOUNT	(7,826,980)	(7,930,482)
TOTAL	(7,826,980)	(7,930,482)
SCHEDULE NO.3		
INVESTMENTS (AT COST & QUOTED)		
INVESTMENT OF LONG TERM NATURE IS RS.42828050) 1192000 EQUITY SHARES OF RS 10/ EACH FULLY PAID UP IN SHUKRA JEWELLERY LTD. A COMPANY UNDER THE SAME MANAGEMENT (MARKET VALUE AS ON DATE RS. 60,00,000)	5,814,202	42,828,050
OTHER INVESTMENT RS.12986152-AS PER ANNEXURE		
TOTAL	58,814,202	42,828,050
SCHEDULE NO.4		
INVENTORIES		
CLOSING STOCK	4,166,297	-
TOTAL	4,166,297	-
SCHEDULE NO.5		
SUNDRY DEBTORS		
(UNSECURED CONSIDERED GOOD)	-	
debtors	285,647	1,310,496
TOTAL	285,647	1,310,496

SCHEDULE NO 6		
CASH & BANK BALANCES		
CASH IN HAND	463,889	202,636
BALANCE WITH SCHEDULED BANKS IN		
A) CURRENT ACCOUNT IN SCHEDULED BANK	13,006	13,063
B) CURRENT ACCOUNT IN NATIONALISED BANK	7,500	-
TOTAL	484,395	215,699
SCHEDULE NO 7		
LOANS AND ADVANCES(ASSETS)		
DIRECTORS	15,000	-
OTHER THAN DIRECTORS	510,000	-
TOTAL	525,000	-
SCHEDULE NO 8		
CURRENT LIABILITIES		
A) SUNDRY CREDITORS	1,728,327	2,261,887
B) CREDITORS FOR EXPENCES	22,472	22,472
C) PROVISION FOR TAXATION	45,000	39,000
D) ADVACNES FOR GOODS	17,324,000	
TOTAL	19,119,799	2,323,359
SCHEDULE NO 9		
SALES		
SALES AT SURAT	193,025,959	155,470,660
TOTAL	193,025,959	155,470,660
SCHEDULE NO 10		
OTHER INCOME		
COMMISSION	18,200	1,650
TOTAL	18,200	1,650
SCHEDULE NO 11		
COST OF GOODS SOLD		
OPENING STOCK	-	-
ADD:- PURCHASE AT SURAT	196,325,355	154,594,755
	196,325,355	154,594,755
CLOSING STOCK	4,166,297	-
	192,159,058	54,594,755

SCHEDULE NO 12**SELLING & ADMINISTRATIVE EXPENSES**

OFFICE EXPENCES	90,870	104,554
BANK & OTHER COMMISION	8,953	1,493
PRINTING & STATIONERY	12,862	16,130
SALARY & WAGES	547,840	533,635
ELECTRICTIY EXPENSES	10,041	-
PROFESSIONAL FEES	22,472	28,186
CONVEYENCE TO STAFF	22,207	55,120

TOTAL

715,245

739,118

**SCHEDULE-13
FIXED ASSETS**

SR NO.	DEPRICIATION OF ASSETS	RATE	GROSS BLOCK			DEPRICIATON			NET BLOCK	
			AS AT 01.04.2007	ADDITION DELETION	AS AT 31.03.2008	AS AT 01.04.2007	FOR THE YEAR	AS AT 31.03.2008	TOTAL UP TO 31.03.2008	AS AT 31.03.2007
1	BLOCK I FACTORY PRIMISES	10%	122715.00		122715.00	84965.00	3775.00	88740.00	33975.00	37750.00
2	BLOCK II PLANT & MACHINERY TOOLS & EQUIPMENT	14%	195610.00 145610.00		195610.00 145610.00	147025.00 109444.00	6802.00 5063.00	153827.00 114507.00	41783.00 31103.00	48585.00 36166.00
3	BLOCK III MISC. FIXED ASSETS	18%	262202.00		262202.00	233640.00	5141.00	238781.00	23421.00	28562.00
4	BLOCK IV COMPUTER	26%	158440.00		158440.00	156238.00	573.00	156811.00	1629.00	2202.00
5	BLOCK V MOTOR CAR	40%	443401.00		443401.00	431034.00	0.00	431034.00	12367.00	12367.00
	TOTAL		1327978.00	0.00	1327978.00	1162346.00	21354.00	1183700.00	144278.00	165632.00

I. Detailed Quantitative information of turnover Opning stock, Closing stock and Goods manufactured/traded during the year ended 31.03.2008 (certified by Management)

PARTICULARS	UNIT	31ST MARCH 2008		31ST MARCH 2007	
		QUANTITY	VALUE	QUANTITY	VALUE
1. OPENING STOCK					
POLISHED DIAMOND(S)		-	-	-	-
2. TURNOVER					
POLISHED DIAMOND(S)		17,419.12	1,930.26	13,366.62	1,554.70
3. PURCHASE					
POLISHED DIAMOND(S)		17,694.65	1,963.25	13,366.62	1,545.94
4. CLOSING STOCK					
POLISHED DIAMOND(S)		275.53	41.66	-	-

5. PRODUCTION CAPACITY

UNIT	CAPACITY INSTALLED NIL	ACTUAL PRODUCTION NIL	CAPACITY INSTALLED NIL	ACTUAL PRODUCTION NIL
II] CIF VALUE OF IMPORT		NIL		
III] EXPENDITURE IN FOREIGN CURRENCY		NIL		
IV] EARNING IN FOREIGN CURRENCY		NIL		
V] DIVIDEND REMITTED IN FOREIGN EXCHANGE		NIL		

SIGNATURE TO SCHEDULE I TO 12

AS PER REPORT OF EVEN DATE ATTACHED

FOR AND ON BEHALF OF THE BOARD

FOR A.D. LALWANI & ASSOCIATES
CHARTERED ACCOUNTANTS

DIRECTOR

DIRECTOR

PARTNER

MUMBAI: 19.07.2008

SHUKRA BULLIONS LIMITED
SCHEDULE NO. 12 NOTES TO ACCOUNTS

Notes forming part of the Accounts for the year ended on March 31, 2008

A. SIGNIFICANT ACCOUNTING POLICIES

1. Basis of Accounting:

The financial statement are prepared under the historical cost convention on accrual basis and in accordance with the requirements of companies Act, 1956 and accepted accounting standard.

2. Recognition of income and expenditure :

Income & expenditure are recognized and accounted on accrual basis. Except otherwise indicated all expenditure and income are accounted for under the natural heads of accounts.

3. Impairment of Assets:

An assets is impaired when the carrying cost of assets exceeds its recoverable value.

An impairment loss is charged to the Profit & Loss Account in the year in which an Assets is defined as impaired. The impairment loss recognized in prior accounting Period is reversed if there has been a change in the estimate of recoverable amount.

4. Fixed Assets

All fixed assets are valued at cost less depreciation.

5. Depreciation

Depreciation on fixed assets is provided in written down value method in accordance with the schedule XIV of the Companies Act 1956.

6. Inventories :-

Valued at Cost or realizable value.

B. NOTES FORMING PART OF THE ACCOUNTS

1. Deprecation of car is not claimed due to non running condition of car.

2. Payments to Auditors :	<u>As at 31.03.2008(Rs.)</u>	<u>As at 31.03.2007 (Rs.)</u>
(i) Audit Fees	22472.00	22472.00
(ii) Law Matters	0.00	0.00
	-----	-----
Total	22472.00	22472.00
	=====	=====

3. Managerial Remuneration : Nil Nil
Director Sitting Fees

4. FBT on Conveyance expenses is not calculated.
Signature to Schedule 1 to 12

AS PER OUR REPORT OF EVEN DATE

FOR A.D.LALWANI & ASSOCIATES
CHARTERED ACCOUNTANTS

FOR SHUKRA BULLIONS LTD.

AVINASH LALWANI
PARTNER

DIRECTOR

PLACE: MUMBAI
DATED: 19.07.2008

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

INFORMATION REQUIRED TO BE GIVEN IN PURSUANCE OF PART IV OF THE COMPANIES ACT, 1956 (FIGURES IN BRACKET ARE IN RESPECT OF PREVIOUS YEAR)

I. REGISTRATION DETAILS

Registration No. : 56-02624
Balance Sheet Date : 31.03.2008

II. CAPITAL RAISED DURING THE YEAR

	As at 31.03.2008	As at 31.03.2007
Public Issue	NIL	NIL
Bonus Issue	NIL	NIL
Right Issue	NIL	NIL
Private Placement	NIL	NIL

III POSITION OF MOBLISATION AND DEPLOYMENT OF FUNDS

Total Liabilities	50127.00	50127.00
Total Assets	50127.00	50127.00

Sources of funds

Paid up capital	50127.00	50127.00
Share Application	0.00	0.00
Secured Loans	0.00	0.00
Current Liabilities	19119.80	2323.36
Reserve & Surplus	0.00	0.00
Unsecured Loans	0.00	0.00

Application of funds

Net Fixed Assets	144.28	165.63
Current Assets	5461.34	1526.20
Accumulated Losses	7826.98	7930.48
Investments	55814.20	42828.05
Misc. Expenditure	0.00	0.00

IV. PERFORMANCE OF COMPANY

Turnover	193044.16	155472.31
Profit Before Tax	148.50	113.40
Earning per share (Rs.)	0.03	0.02
Total Expenditure	192895.66	155358.90
Profit after tax	103.50	74.41
Dividend Rate	0.00	0.00

V. Generic names of principal products / services of the company (as per monetary terms)

1.	Item Code No. (ITC Code)	0104
	Product description	DIAMONDS

Signatories to Schedule 1 to 12

As per report of even date attached

For and on behalf of the Board

For A. D. LALWANI & ASSOCIATES
CHARTERED ACCOUNTANTS

DIRECTOR

PARTNER

PLACE : MUMBAI
DATE : 19.07.2008

SHUKRA BULLIONS LIMITED

Regd. Office : S-17, Chirag Industrial Complex,
39/40, Golden Industrial Estate, Somnath Road, Daman - 396 210 U.T.

ATTENDANCE SLIP

Folio No. of Member : _____

Name of the Member : _____

Name of the Party : _____

I hereby record my presence at the 14th Annual general Meeting of the Company at Regd. Office of the company at Chirag Industrial Complex, Somnath Road, Daman on Saturday 29th September 2008 at 3.30 p.m.

SIGNATURE OF THE ATTENDANCE MEMBER / PROXY

- NOTES : 1. A shareholder / Proxyholder wishing to attend the meeting must hand over the same at the entrance duly signed.
2. A shareholder / Proxyholder desiring to attend the meeting should bring his copy of the Annual report for reference at the meeting

SHUKRA BULLIONS LIMITED

Regd. Office : S-17, Chirag Industrial Complex,
39/40, Golden Industrial Estate, Somnath Road, Daman - 396 210 U.T.

I/We _____ of _____

_____ in the district of _____ being

a member / members of the abovenamed Company, hereby appoint _____

_____ of _____ in district of

_____ (or failing him) _____

_____ of _____ in district of _____ as

my / our Proxy to attend and vote for me / our behalf of the 14th Annual general Meeting of the Company, to be held on Saturday 29th September 2008 and at any adjournment thereof.

Signed this _____ day of _____ 2008

Regd. Folio No. _____

Signature _____

No of Shares _____

Affix
30 paise
Revenue
Stamp

This form is to be of the resolution, Unless otherwise instructed, the proxy will act as the thinks fit.

NOTE : In order that the Proxy is effected, it must for returned so as to reach the corporate office of the company

at

SHUKRA BULLIONS LIMITED

232, Pancharatna, Opera House, Mumbai - 400 004.