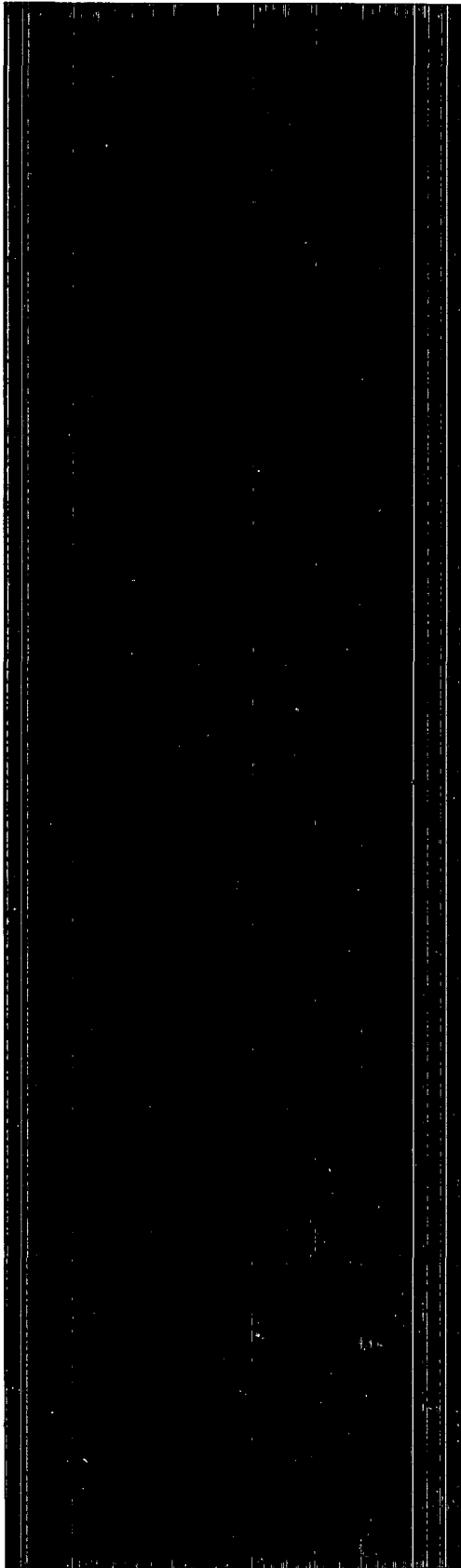
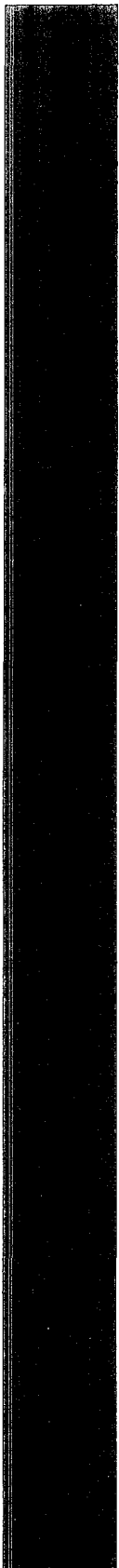




AN ISO 9001 COMPANY

20th ANNUAL REPORT 2004-2005



CREATIVE CASTINGS LIMITED

BOARD OF DIRECTORS :

Shri Dhirubhai H. Dand	Chairman
Shri M. P. Thummar	Managing Director
Shri N. C. Vadgama	Director
Shri R. N. Bambhania	Director
Shri S. M. Thanki	Director
Shri V. R. Vaishnav	Director

AUDITORS :

SUBHASH AKBARI & CO.
Chartered Accountants,
223 Shikhar Complex,
Jayshree Talkies Road, JUNAGADH
Phone : 0285 - 26 23 479

REGISTRAR & TRANSFER AGENT :

INTIME SPECTRUM REGISTRY LTD.
C-13, Pannalal Silk Mills Compound,
L. B. S. Marg, Bhandup (w),
Mumbai-400 078.
Phones : 5555 5454, Fax : 5555 5353
Email : isrl@intimespectrum.com

BANKERS :

STATE BANK OF SAURASHTRA
Circle Chowk,
JUNAGADH - 362 001.

REGISTERED OFFICE & WORKS :

102, G.I.D.C., Phase -II,
Dolatpara,
JUNAGADH - 362 003.
Phones : (0285) 2660224, 2660254, 2660040
Fax : (0285) 2661348
E-Mail : creativecast@sify.com
Website : www.creative-cast.com

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NOTICE OF THE ANNUAL GENERAL MEETING

NOTICE is hereby given that the **20th Annual General Meeting** of the members of **M/s.CREATIVE CASTINGS LIMITED** will be held at the Registered Office of the Company situated at 102, G.I.D.C., Phase-II, Rajkot Road, Dolatpara, Junagadh - 362003. on Saturday, the **30th July , 2005 at 11.00 a.m.** to transact the following Business.

ORDINARY BUSINESS

- (1) To receive, consider and adopt the Audited Balance sheet as at **31st March,2005** and the Profit & Loss Account for the year ended on that date and the Reports of Directors' and Auditors' thereon.
- (2) To declare Final dividend on Equity Shares.
- (3) To appoint a Director in place of **SHRI N. C. VADGAMA** who retires by rotation and, being eligible, offers himself for reappointment.
- (4) To appoint a Director in place of **SHRI R. N. BAMBHANIA** who retires by rotation and, being eligible, offers himself for reappointment.
- (5) To appoint Auditors to hold Office from the conclusion of this Annual General Meeting till the conclusion of the next Annual General Meeting and to authorise the Board of Directors to fix their remuneration.

SPECIAL BUSINESS

To pass with or without modification following Resolution as an Ordinary Resolution :

" To Appoint Mr. Chetan D. Shah, Company Secretary in whole time practice to issue a Compliance Certificate for the year 2005-2006 at the remuneration as may be decided by the Board of Directors"

BY ORDER OF THE BOARD
For Creative Castings Ltd.

PLACE : JUNAGADH
DATE : 28/06/2005

NOTES

(Dhirubhai H. Dand)
CHAIRMAN

- (1) A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND SUCH A PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES IN ORDER TO BE VALID AND EFFECTIVE MUST REACH THE REGISTERED OFFICE OF THE COMPANY NOT LATER THAN 48 HOURS BEFORE THE MEETING.
- (2) The Register of Members and the Share Transfer Books of the Company will remain closed from the 23rd, July, 2005 to 30th July, 2005. both days inclusive.
- (3) If the Final Dividend on shares as recommended by the Board of Directors is declared at the Meeting, payment thereof will be made to those members whose names appear on the Company's Register of Members on 30th July, 2005. MEMBERS ARE REQUESTED TO NOTIFY IMMEDIATELY ANY CHANGE IN THEIR ADDRESSES to the Registrar and share transfer Agent, INTIME SPECTRUM REGISTRY LIMITED, MUMBAI.
- (4) Members who require any further information as regards accounts are requested to write to the company at an early date, so as to enable the management to keep the information ready.

EXPLANATORY STATEMENT IN PURSUANCE OF SEC.173(2) OF THE COMPANIES ACT,1956 :

As per the Companies (amendment) Act, 2000, it is mandatory for our Company to obtain a compliance Certificate from Company Secretary in whole time practice. The Board of Directors, therefore, recommend Mr. Chetan D. Shah to be appointed for obtaining Compliance Certificate for the year 2005-06. None of the Directors are interested in the above Resolution.

BY ORDER OF THE BOARD
For Creative Castings Ltd

PLACE : JUNAGADH
DATE : 28/06/2005

(Dhirubhai H. Dand)
CHAIRMAN

DIRECTORS' REPORT

To the members,

your Directors have pleasure in presenting the **20th Annual Report** together with the Audited Accounts of the Company for the Year ended 31st March 2005.

FINANCIAL RESULTS

	For the Year 2004-2005 Rs.	For the Year 2003-2004. Rs.
Gross Profit before Interest, Depreciation and Taxation	16116925	10056312
Less: Interest	863052	743182
	-----	-----
Profit before Depreciation	15253873	9313130
Less : Depreciation	1964262	2099154
	-----	-----
Profit before Tax	13289611	7213976
Less : Provision for Taxes	-----	-----
- Current Tax	4742000	2050000
- Deferred Tax	3682	278370
	-----	-----
	4745682	2328370
Profit after Tax	8543929	4885606
Less : Prior period item	140196	151723
	-----	-----
	8403733	4733883
Surplus B/F From last year	5552369	5551533
	-----	-----
Profit available for appropriation	13956102	10285416
APPROPRIATIONS:		
1) Proposed Dividend @40.00% (Prior year 27.50%)	5200000	3575000
2) Prov. for tax on the above dividend.	710654	458047
3) General Reserve	900000	700000
	-----	-----
Balance C/F to next year....	7145448	5552369
	=====	=====

PERFORMANCE

The performance of the company during the year under review has remained very good as compared to previous year. The overall production and turnover was increased substantially up, and the profit margin has also increased during the year under review.

The net turnover during the year 2004-05 was **Rs. 1751.04** Lacs in comparison of **Rs. 1303.90** Lacs for the year 2003-04. The net profit of the Company for the year was **Rs. 84.04** Lacs in comparison of **Rs. 47.34** Lacs for the year 2003-04.

DIVIDEND

The Board of Directors had recommended Interim Dividend of Rs.1.50 (Tax Free) per Equity share for the year ended on 31st March, 2005. They have further recommended **Rs. 2.50** in addition to Interim Dividend (Tax Free) for the year 2004-05 totaling to **Rs. 4.00** per share as final dividend (Previous year Rs.2.75 (Tax Free) per Equity Share) and the said Dividend shall be paid to those members whose names appear on the register of member of the company on record date.

OPERATION

Your Directors are hopeful for the better performance for the current Financial year 2005-2006 and Company has taken all remedial measures for cost cutting and taken steps to increase better sales realisation and Company has taken all steps to improve its export sales which will be in the benefit of the Company.

FUTURE STRATEGY

The increasing and uncertain metal market, the cost of the input is increasing beyond expectation. The steep competition from China and other countries also forces company to work on minimum margin. Considering this, the company's policy would be to maintain harmonious relationship with the buyers, giving better quality product with competitive market price and timely delivery of the ordered item, the company is hopeful to maintain the growth with good export orders in the current financial year 2005-06. This would be possible as the reputation of the company in overseas market is good.

DIRECTORS' RESPONSIBILITY STATEMENT :

In terms of Section 217 (2AA) of the Companies Act, 1956, the Directors would like to state that :

- (i) In the preparation of the Annual Accounts, the applicable accounting standards have been followed.
- (ii) The Directors have selected such accounting policies and applied them consistently and made judgements and estimates that were reasonable and prudent so as to give true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for the year under review.
- (iii) The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- (iv) The directors have prepared the Annual Accounts on a going concern basis.

DIRECTORS

Shri **N. C. VADGAMA** & Shri **R. N. BAMBHANIA**. Directors of the Company are liable to retire by rotation at the forthcoming Annual General Meeting and being eligible offer themselves for reappointment.

AUDITORS

SUBHASH AKBARI & CO, Chartered Accountants, retire as Auditors of the Company at the conclusion of the ensuing Annual General Meeting. and being eligible offer themselves for re-appointment. We recomend their re-appointment. They have furnished a Certificate to the effect that their appointment, if made, will be in accordance with the limits specified in Section 224 (1B) of the Companies Act, 1956.

COMPLIANCE CERTIFICATE

Compliance certificate u/s 383A of the Companies Act, 1956 has been obtained from Mr. Chetan D.Shah, Practicing Company Secretary and the same has been annexed herewith.

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

The requirements for disclosure of particulars with respect to conservation of energy is not applicable to the Company. A statement giving details of Technology Absorption, Foreign Exchange Earnings and outgo in accordance with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 is annexed hereto and forms part of this Report.

PARTICULARS OF THE EMPLOYEES'

Since No Employee has received remuneration in Excess of limit mentioned under Section 217(2A) of the Companies Act, 1956 The particulars required under Section 217 (2A) of the Companies Act, 1956. read with the companies (particulars of Employees) Rules 1975, need to be not furnished.

INDUSTRIAL RELATIONS

The Industrial Relations between the Management and Employees of the Company at all levels continued to be extremely cordial during the entire year.

APPRECIATION

Your Directors are grateful for the support and co-operation given by the Shareholders, Government Authorities, Company's Bankers, Insurance company, Employees, Customers & Suppliers.

FOR AND ON BEHALF OF THE BOARD

PLACE : JUNAGADH
DATE : 28/06/2005.

(Dhirubhai H.Dand)
CHAIRMAN

ANNEXURES TO THE DIRECTORS' REPORT**Annexure - (I) to the Directors' Report**

Disclosure required under the Companies (Disclosure of particulars in the report of Directors) Rules, 1988.

1. CONSERVATION OF ENERGY

Your company has accorded high priority to the conservation of energy and have taken steps by introducing new technology of insulation to conserve heat loss in various furnaces used for shell baking and heat-treatment. As regards saving of electricity loss, company has installed capacitors so as to maintain overall power-factor nearing unit.

2. TECHNOLOGY ABSORPTION, ADAPTATION & INNOVATION

Your company operates on in house - technology developed for the products.

3. RESEARCH & DEVELOPMENT

Your company has adopted various steps with regards to develop new composition of metals, improve upon grain structure and control of the inclusion rating by introducing use of latest melting and metal purifying practices

4. FOREIGN EXCHANGE EARNINGS & OUTGO

Foreign Exchange Earnings on account of Export is equivalent to Rs.57108133/- (Previous Year Rs.31327017/-). The total Foreign exchange used by way of Purchase of Consumable & Spares Rs. -NIL- (Previous Year Rs. 166326/-) , Sales promotional expense Rs. -NIL- (Previous Year Rs. 45530), Membership fees Rs. 4256/- (Previous Year Rs. -NIL-)

FOR AND ON BEHALF OF THE BOARD

PLACE : JUNAGADH

DATE : 28/06/2005.

(Dhirubhai H.Dand)
CHAIRMAN

Compliance Certificate U/S. 383A

To,
The Members
CREATIVE CASTINGS LIMITED.

I have examined the registers, records, books and papers of CREATIVE CASTINGS LIMITED as required to be maintained under the Companies Act, 1956, and the rules made thereunder and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended on 31st March, 2005.

In my opinion and to the best of my information and according to the examinations carried out by me and explanations furnished to me by the Company, its officers and agents, I certify that in respect of the aforesaid financial year;

1. The Company has kept and maintained all registers as stated in Annexure "A" to this certificate, as per the provisions and the rules made thereunder and all entries therein have been duly recorded.
2. The Company has duly filed the forms and returns as stated in Annexure "B" to this certificate, with the Registrar of Companies within the time prescribed under the Act and the rules made thereunder.
3. The Company being a Public Limited Company, comments are not required.
4. The Board of Directors duly met six times on 28th June 2004, 31st July 2004, 30th September 2004, 30th October 2004, 23rd January 2005, 13th March 2005 in respect of which meetings proper notices were given and the proceedings were properly recorded and signed in the Minutes Book maintained for the purpose.
5. The Company has closed its Register of Members and complied with provision of section 154 of the Act.
6. The annual general meeting for the financial year ended on 31st March, 2004 was held on 31st July, 2004 after giving due notice to the members of the Company and the resolutions passed thereat were duly recorded in Minutes book maintained for the purpose.
7. No extra ordinary meeting was held during the financial year under review.
8. The company has not given any loans to its directors or persons or firms or companies referred to under section 295 of the Act, during the year under review.
9. The Company has entered in to contract falling within the pervue of section 297 of the act, and complied with the provisions of section 297.
10. The Company has made necessary entries in the register maintained under section 301 of the Act.
11. As there were no instances falling within the purview of Section 314 of the Act, the Company has not obtained any approvals from the Board of Directors, members or Central Government.
12. The Company has not issued any duplicate share certificate during the financial year.
13. The Company :
 - (i) As per the letter dated 5th April, 2005 of Company's share transfer registrar M/s. Intime Spectrum Registry Ltd., there was no pending transfer as on 31st March, 2005.
 - (ii) has deposited the whole amount of Final dividend and interim dividend declared during the financial year in a separate Bank Account.
 - (iii) has posted all the dividend warrants to the member of the Company as within due time during the financial year.
 - (iv) was not required to transfer any amounts to Investor protection and education fund.
 - (v) has duly complied with the requirements of section 217 of the Act.
14. The Board of Directors of the Company is duly constituted. The re-appointment of directors were duly made at the Annual General Meeting.
15. The Company has not appointed any Managing Director/Whole time director/Managers during the financial year.
16. The Company has not appointed any sole-selling agents during the financial year.
17. As informed the company is not required to obtain any approval from Central Government, Regional Director or Registrar of Companies except U/S 297 from Regional Director which was already obtained on Dt. 15-12-2004

18. The directors have disclosed their interest in other firms/ companies to the Board of Directors pursuant to the provisions of the Act and the rules made thereunder.
19. The Company has not issued any Shares, debentures or other securities during the financial year.
20. The Company has not bought back any Shares during the financial year.
21. There was no redemption of preference shares during the financial year.
22. There were no transactions necessitating the Company to keep in abeyance rights to dividend, rights shares and bonus shares pending registration of transfer of shares.
23. The Company has not invited/accepted any deposits including any unsecured loans falling within the purview of section 58A during the financial year.
24. The Company has not made any borrowing during the financial year ended 31st March, 2005.
25. The company has not made loans and advances or given guarantee or provided security to other bodies corporate during the financial year under review and consequently no entry have been made in the register kept for the purpose.
26. The Company has not altered the provisions of the memorandum with respect to situation of the Company's registered office from one state to another during the year under scrutiny.
27. The Company has not altered the provisions of the memorandum with respect to the objects of the Company during the year under scrutiny.
28. The Company has not altered the provisions of the memorandum with respect to name of the Company during the year under scrutiny.
29. The Company has not altered the provisions of the memorandum with respect to share capital of the Company during the year under scrutiny.
30. The Company has not altered its articles of association during the year under scrutiny.
31. As informed there was no prosecution initiated against or show cause notices received by the company and no fines and penalties or any other punishment imposed on the Company during the financial year, for offenses under the Act.
32. The Company has received Rs. 21580 as security from its employees during the financial year 2004-05.
33. As informed the Company has not established any provident fund u/s 418 of the Companies Act. 1956 and hence not applicable.

Place : RAJKOT
Date : 28/06/2005.

CHETAN D.SHAH
Company Secretary
C. P. NO.3930

ANNEXURE - A

Registers as maintained by the Company : STATUTORY REGISTERS

(1) Register of Charges u/s 143, (2) Copies of instruments creating charges u/s 136, (3) Register of Members and Index of members, (4) Register and Returns u/s 163, (5) Minutes books of Board meeting and general meeting for the year 2004-05 (6) Books of Accounts u/s 209, (7) Register of Directors, Managing Directors, Manager and Secretary u/s 303, (8) Register of Directors Share holding u/s 307, (9) Register of firms/company in which directors are interested u/s 301

ANNEXURE - B

Form and Returns as filed by the Company with the Registrar of Companies. and regional director during the financial year ending on 31st March, 2005.

1. Annual return u/s 159 For the Annual General Meeting dated 31st July, 2004 filed with registrar of Companies on dated 06-09-2004
2. Balance sheet u/s 220 For the year ended on 31st March, 2004 filed with registrar of Companies on 23-08-2004.
3. Compliance certificate u/s. 383A For the year ended on 31st March, 2004 filed with registrar of Companies on 23-08-2004.
4. Form no. 8 & 13 u/s. 125 dated 28-06-2004 filed with registrar of Companies on 20-07-2004.
5. Form no. 8 & 13 u/s. 125 dated 13-12-2004 filed with registrar of Companies on 04-01-2005.
6. Form no. 8 & 13 u/s. 125 dated 17-03-2005 filed with registrar of Companies on 01-04-2005.

AUDITORS' REPORT

To
The Members of
Creative Castings Ltd.,
Junagadh

We have audited the attached Balance Sheet of Creative Castings Limited as at 31st March, 2005 and also Profit & Loss Accounts for the year ended on that date annexed thereto and Cash Flow Statement for the Year ended on that date. 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 conducted our audit in accordance with 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 statements presentation. We believe that our audit provides a reasonable basis for our opinion.

We report as follows :

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 give in the annexure a Statement on the matters specified in paragraphs 4 & 5 of the said order.
2. Further to our comments in the Annexure referred in paragraph (1) above, we report that :
 - (a) We have obtained all the information and explanation 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 examination of the books.
 - (c) The Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report are in agreement with Books of Account.
 - (d) In our opinion the Balance Sheet, Profit & Loss Account and Cash Flow Statement comply with the accounting standards referred to in Sub. Section (3C) of Section 211 of the Companies Act, 1956.
 - (e) On the basis of written representations received from the directors, as on 31.03.2005, and taken on record by the Board of Directors, We report that none of the directors is disqualified as on 31.03.2005 from being appointed as director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
 - (f) in our opinion and to the best of our information and according to the explanation given to us, the said Financial Statements read together with the significant accounting policies and other notes thereon, give the information required by the Companies Act, 1956 in the manner so required, and present a true and fair view in conformity with accounting principles generally accepted in India :
 - (i) In the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2005.
 - (ii) In the case of the Profit & Loss Account, of the PROFIT for the year ended on that date. and
 - (iii) in the case of Cash Flow Statement, of the Cash Flow for the year ended on that date.

PLACE : JUNAGADH

DATE : 28/06/2005

(SUBHASH K. AKBARI)
PROPRIETOR
FOR & ON BEHALF OF
SUBHASH AKBARI & CO.
CHARTERED ACCOUNTANTS.

ANNEXURE TO THE AUDITORS' REPORT

Referred to in paragraph (1) of our Report of even date

- i (a). The Company has maintained proper records to show full particulars including quantitative details and situations of Fixed Assets (other than in respect of tools, dies, furniture & fixture).
- (b) As per the information and explanations given to us, the Fixed Assets of the Company have been physically verified by the Management at reasonable intervals and no serious discrepancies between the book records and physical verification were noticed.
- (c) During the year, the Company has not disposed off any substantial / major part of Fixed Assets.
- ii (a) As per the information and explanations given to us, the Inventories have been physically verified by the Management at reasonable intervals during the year.
- (b) In our opinion and as per the information and explanations given to us the procedures of physical verification of inventory followed by the Management are reasonable and adequate in relation to the size of the Company and nature of its business.
- (c) The Company has maintained proper records of Inventories. According to the information and explanations given to us, no material discrepancies were noticed on physical verification.
- iii (a) As per information furnished, the Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. There is one company covered in the register maintained u/s. 301 of the companies Act. 1956 to which the company has granted loan. The maximum amount involved during the year was Rs. 1204398/- and the year end balance of loan granted to this company was Rs. 1204398/-
- (b) In our opinion and according to information and explanations given to us, the rate of interest and other terms and conditions on which loan have been granted to company listed in the register maintained u/s. 301 of the companies Act, 1956 are not *prima facie*, prejudicial to the interest of the company.
- (c) Receipts of the principle & Interest are regular as stipulated.
- (d) There is no over due amount of loan granted to company listed in the register maintain u/s. 301 of companies Act. 1956.
- (e) As per information furnished, the company has not taken any loans, secured or un secured from companies, firms or other parties covered in the register maintain u/s. 301 of companies Act. 1956.
- iv In our opinion and according to the information and explanations given to us, there is adequate internal control system commensurate with the size of the Company and the nature of its business for the purchase of Inventory and Fixed Assets and for the Sale of Goods and services. We have not observed any continuing failure to correct major weakness in the internal control system.
- v In respect of transactions entered in the register maintained in pursuance of section 301 of the Companies Act. 1956.
- (a) To the best of our knowledge and belief in according to the information and explanations given to us, particulars of contracts or arrangements that needed to be entered in to the register have been so entered.
- (b) According to the information and explanations given to us, the transactions in pursuance of such contracts or arrangements have been made at prices which are *prima facie* reasonable having regard to the prevailing market prices at the relavant time.
- vi) As the Company has not accepted any deposits from the public, within the meaning of provisions of Sections 58A, 58AA or any other relavant provisions of the Companies Act. 1956 and rules made thereunder, clause (vi) of the order is not applicable.

- vii in our opinion, the company has an Internal Audit system commensurate with the size of the Company and nature of its business
- viii The Central Government has not prescribed for the maintenance of cost records u/s 209 (1) (d) of the Companies Act, 1956 for any of the products of the company.
- ix (a) According to information and explanations given to us and the records examined by us, the company has generally been regular in depositing with appropriate authorities undisputed dues including provident fund, Investor Education and Protection Fund, Employees' State Insurance, Income-Tax, Sales-Tax, Wealth-Tax, Service Tax, Custom Duty, Excise Duty, Cess and other Statutory dues wherever applicable. According to information and explanations given to us, no undisputed arrears of Statutory dues were outstanding as at 31st March-2005 for a period of more than six months from the date they became payable.

(b) The details of disputed statutory dues are as under :

Name of the Statute	Nature of the dues	Amount disputed Rs.	Amount Paid Rs.	Forum where disputed is Pending
Income Tax Act, 1965.	Income Tax dues	2918807	2490824	Commissioner of Income Tax- Appeals

- x There are no accumulated losses of the Company as on 31st March-2005. The Company has not incurred any cash losses during the financial year covered by our Audit and the immediately preceding financial year.
- xi Based on our audit procedure and on the basis of information and explanation given by the management, we are of the opinion that, the Company has not defaulted in repayment of dues to Banks. The Company has no borrowings from financial institutions or by way of debentures.
- xii Based on our examination of the records and the information and explanations given to us, the Company has not granted any loans and / or Advances on the basis of security by way of pledge of Shares, Debentures and other securities.
- xiii Clause (xiii) of the Order is not applicable to the Company as the Company is not a Chit fund Company or Nidhi/ Mutual Benefit Fund/ Society.
- xiv Clause (xiv) of the Order is not applicable to the Company as the Company is not dealing or trading in Shares, Securities, Debentures and other Investments.
- xv According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
- xvi Clause (xvi) of the order is not applicable to the company as the Company has not taken any term loan during the year.
- xvii According to the Cash Flow Statement and other records examined by us and the information and explanations given to us, on and over all basis, funds raised on short term basis have prima facie not been used during the year for long term investment.
- xviii The Company has not made any Preferential Allotment of Shares during the year.
- xix Clause (xix) of the Order is not applicable to the Company as the Company has not issued any Debentures.
- xx The Company has not raised any money by Public Issues during the year covered by our report.
- xxi As per the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year.

(SUBHASH K. AKBARI)
PROPRIETOR
FOR & ON BEHALF OF
SUBHASH AKBARI & CO.
CHARTERED ACCOUNTANTS.

PLACE : JUNAGADH
DATE : 28/06/2005

BALANCE SHEET AS AT 31/03/2005

PARTICULARS	Sch No.	AS AT 31/03/2005	AS AT 31/03/2004
SOURCES OF FUNDS :			
Share Holders Funds :			
Capital	01	13000000	13000000
Reserves & Surplus	02	54184179	51691100
		-----	-----
		67184179	64691100
LOAN FUNDS :			
Secured loans	03	25059525	18783712
Unsecured loans	04	0	879167
		-----	-----
		25059525	19662879
DEFERRED TAX LIABILITY		2836285	2832603
(See Note No. 11)		-----	-----
		-----	-----
TOTAL Rs.		95079989	87186582
		=====	=====
APPLICATION OF FUNDS :			
FIXED ASSETS			
Gross Block	05	49059290	47752168
Less : Depreciation		29393610	27429348
		-----	-----
		19665680	20322820
INVESTMENTS			
	06	4068569	4835514
CURRENT ASSETS LOANS AND ADVANCES :			
Inventories	07	21515500	18562291
Sundry Debtors	08	56280709	45285304
Cash & Bank Balances	09	20086921	13791813
Loans & Advances	10	15624192	11435148
		-----	-----
		113507322	89074556
LESS : CURRENT LIABILITIES AND PROVISIONS :			
Liabilities	11	37382700	23013261
Provisions		4778882	4033047
		-----	-----
		42161582	27046308
		-----	-----
		71345740	62028248
		-----	-----
TOTAL Rs.		95079989	87186582
		=====	=====
NOTES ON ACCOUNT :	17		

AS PER OUR REPORT OF EVEN DATE ANNEXED HERETO

FOR : CREATIVE CASTINGS LIMITED

(SUBHASH K. AKBARI)
PROPRIETOR
FOR & ON BEHALF OF
SUBHASH AKBARI & CO.
CHARTERED ACCOUNTANTS

PLACE : JUNAGADH
DATE : 28/06/2005

Shri Dhirubhai H. Dand Chairman
Shri M. P. Thummar Managing Director
Shri N. C. Vadgama Director
Shri R. N. Bambhania Director
Shri S. M. Thanki Director
Shri V. R. Vaishnav Director

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED ON 31/03/2005

PARTICULARS	SCH. No.	FOR THE YEAR ENDED 31/03/2005	FOR THE YEAR ENDED 31/03/2004
INCOME :			
Sales (Gross)	12	185723578	138593276
Less : Excise Duty recovered on Sales		10619376	8203735
		-----	-----
Other Income	13	175104202	130389541
		2131341	2326541
		-----	-----
		177235543	132716082
Increase (decrease) in Finished Goods & Stock in Process	14	(2560867)	2778656
		-----	-----
TOTAL Rs.		174674676	135494738
		=====	=====
EXPENDITURE :			
Manufacturing & Other Expenses	15	158291474	125265829
Interest		863052	743182
Hire Charges		78610	172597
Depreciation		1964262	2099154
Loss on Sales of Assets		187667	0
		-----	-----
		161385065	128280762
Profit for the Year Before Tax		13289611	7213976
LESS : Provision for Taxation - Current Tax		4742000	2050000
- Deferred Tax (See Note No. 11)		3682	278370
		-----	-----
Profit after Taxation Provision		8543929	4885606
LESS : Prior Period Item		140196	151723
		-----	-----
		8403733	4733883
Balance B./F. from last year		5552369	5551533
		-----	-----
TOTAL Rs.		13956102	10285416
		=====	=====
APPROPRIATIONS :			
Proposed Dividend		5200000	3575000
Provision for Tax on the above Dividend		710654	458047
General Reserve		900000	700000
		-----	-----
		7145448	5552369
		=====	=====
NOTES ON ACCOUNT :	17		

AS PER OUR REPORT OF EVEN DATE ANNEXED HERETO

FOR : CREATIVE CASTINGS LIMITED

(SUBHASH K. AKBARI)
PROPRIETOR
FOR & ON BEHALF OF
SUBHASH AKBARI & CO.
CHARTERED ACCOUNTANTS

PLACE : JUNAGADH
DATE : 28/06/2005

Shri Dhirubhai H. Dand Chairman
Shri M. P. Thummar Managing Director
Shri N. C. Vadgama Director
Shri R. N. Bambhania Director
Shri S. M. Thanki Director
Shri V. R. Vaishnav Director

SCHEDULES TO BALANCE SHEET

PARTICULARS	AS AT 31/03/2005	AS AT 31/03/2004
SCHEDULE NO. 1 SHARE CAPITAL		
AUTHORISED :		
3000000 Equity Shares each of Rs.10/- (P.Y. 3000000 Equity Share each of Rs.10/-)	30000000 =====	30000000 =====
ISSUED SUBSCRIBED & PAID-UP		
1300000 Equity Share of Rs.10/- each fully paid-up (P.Y.1300000 Eq.Share of Rs.10/- each fully paid up)	13000000 =====	13000000 =====
TOTAL Rs.	13000000 =====	13000000 =====
SCHEDULE NO. 2 RESERVES & SURPLUS		
(A) RESERVES		
1. General Reserve		
As per Last Balance Sheet	36138731	35438731
Add : Trans. from P. & L. A/c.	900000 -----	700000 -----
	38038731	36138731
2. Share Premium	10000000 -----	10000000 -----
TOTAL (A)	47038731 -----	46138731 -----
(B) SURPLUS		
Profit & Loss Account		
Balance as per Last Years	5552369	5901533
Less : Goodwill amortised	0 -----	350000 -----
	5552369	5551533
Add : Balance of Profit for the Year	1593079 -----	836 -----
	7145448	5552369
TOTAL (A+B)	54184179 =====	51691100 =====
SCHEDULE NO. 3 SECURED LOANS		
(A) TERM LOANS :		
KOTAK Mahindra Primus Ltd.	0	104297
ICICI BANK LIMITED	330625	1171750
(Secured againts Hypo. of cars)	-----	-----
TOTAL (A)	330625 -----	1276047 -----
(B) WORKING CAPITAL LOAN :		
From State Bank of Saurashtra	24728900 -----	17507665 -----
TOTAL (B)	24728900 -----	17507665 -----
TOTAL (A+B)	25059525 =====	18783712 =====

Borrowing under item "B" above is secured againts Hypo. of all the stocks, Bills Discounted and Book Debts and againts the first Equitable Mortgage of land, Building and Plant & Machinery and also Againts the personal guarantees of all the Directors.

SCHEDULE NO. 4 UNSECURED LOANS

31/03/2005

31/03/2004

TERM LOAN :

Sales Tax Deferred Payment Loan

Rs.

Rs.

0

879167

TOTAL Rs.

0

879167

SCHEDULE NO. 5 FIXED ASSET

SR. NO.	NATURE OF ASSETS	GROSS BLOCK			DEPRECIATION				NETBLOCK	
		OPENING BALANCE AS ON 01-04-2004	ADDITION DURING THE YEAR	TOTAL AS AT 31-03-2005	PROVIDED UP TO 01-04-2004	PROVIDED FOR THE YEAR	PROVIDED AS PER ACCOUNTING STANDARD	BALANCE AS AT 31-03-2005	BALANCE AS AT 31-03-2005	BALANCE AS AT 31-03-2004
1.	Goodwill	350000	0	350000	350000	0	0	350000	0	0
2.	Lease Hold Land	489706	0	489706	0	0	0	0	489706	489706
3.	Factory Building	9692427	0	9692427	3245845	323727	0	3569572	6122855	6446582
4.	Plant & Machinery	18289984	1065193	19355177	12693284	665444	0	13358728	5996449	5596700
5.	Plant & Mach. (100% Dep.)	129823	0	129823	129823	0	0	129823	0	0
6.	Ele. Installation	2095133	2050	2097183	2075165	2582	0	2077747	19436	19968
7.	Lab. Equipment	224871	0	224871	224870	0	0	224870	1	1
8.	Measuring Instruments	331764	41028	372792	306787	38547	0	345334	27458	24977
9.	Dies & Patents	1802571	0	1802571	1553304	51308	0	1604612	197959	249267
10.	Furniture, Fixtures	1871922	115696	1987618	941993	125816	0	1067809	919809	929929
11.	Vehicle-Car	4742759	0	4742759	1323767	450562	0	1774329	2968430	3418992
12.	Computer	1728437	83155	1811592	1686710	18247	0	1704957	106635	41727
13.	Diesel Rickshaw	89000	0	89000	74823	10066	0	84889	4111	14177
14.	Scooter & Motor Cycle	112402	0	112402	70269	10678	0	80947	31455	42133
15.	Intercom System	244241	0	244241	231047	13193	0	244240	1	13194
16.	Copier Machine	173455	0	173455	56506	8239	0	64745	108710	116949
17.	Fax Machine	101965	0	101965	37955	4843	0	42798	59167	64010
18.	Spectrometer	1743589	0	1743589	1670639	72949	0	1743588	1	72950
19.	Disel Generator Set	3538119	0	3538119	756561	168061	0	924622	2613497	2781558
	TOTAL	47752168	1307122	49059290	27429348	1964262	0	29393610	19665680	20322820
	PREVIOUS YEAR TOTAL	45022365	2729802	47752168	24980194	2099154	350000	27429348	20322820	20042172

SCHEDULE NO. 6 INVESTMENT
LONG TERM INVESTMENT

31/03/2005

31/03/2004

Rs.

Rs.

(1) IN EQUITY SHARES :- UNQUOTED

Junagadh Vibhagiya N. S. Bank Eq. Share

1271

1271

Castech Foundries P. Ltd. 132000 Eq. Sh. of Rs. 10/-

1320000

1320000

2. INVESTMENTS (TRADE) QUOTED (FULLY PAID)	Nos. of Shares	Face value Rs.	31/03/2005 Rs.	31/03/2004 Rs.
A J brothers Ltd.	1900	10	28500	28500
Advance Micronic Device Ltd (P.Y.900 Shares)	0	10	0	36000
Aegis Chem Ind. Ltd. (P.Y.3000 Shares)	0	10	0	124175
Aequint Exports Ltd.	3800	10	38000	38000
Ahmedabad Gases Ltd.	2900	10	29000	29000
Asahi Fibers Ltd.	3000	10	30000	30000
Austin Engg. Co. Ltd.	35000	10	904990	904990
Bagri Minerals & Chem. Ltd.	1300	10	13000	13000
Bharat Earth Movers Ltd. (P.Y.500 Shares)	0	10	0	82500
Bhupendra Cap. & Finance Ltd	1700	10	68000	68000
Classic Global Secu. Ltd	600	10	9000	9000
Cosboard Industries Ltd.	1400	10	19600	19600
Damania Capital Markets Ltd	6200	10	186000	186000
Emmessar Chem. Indu. Ltd	600	10	6000	6000
Fine Drugs & Chem. Ltd.	600	10	6000	6000
Garnet Construction Ltd.	2400	10	0	24000
Garvee Granite Ltd	23800	10	238000	238000
Gujarat Lease Financing Ltd (P.Y.2000 Shares)	0	10	0	184085
G.M. Brew. Ltd.	3000	10	20200	60600
Hindustan Agrigen.ind. Ltd	400	10	4000	4000
I.F.C.I.Ltd	100	10	3436	3436
Indo Credit Capital Ltd	1200	10	12000	12000
Indo-uch protines Ltd	500	10	5000	5000
Kongarar Textiles Ltd	600	10	27000	27000
Lakshmi overseas ind. Ltd (P.Y.1600 Shares)	0	10	0	80000
Mangalya Softech Ltd (P.Y.2400 Shares)	0	10	0	24000
Midpoint Soft. & ele.sys.Ltd	1500	10	15000	15000
Nagpur Engineering Co. Ltd (P.Y.400 Shares)	0	10	0	32000
Narmada Gelatines Ltd.	200	10	6900	6900
Recon Limited (P.Y.700 Shares)	0	10	0	70000
Reliance Industries Ltd.	850	10	238850	238850
Rose Labs Ltd. (P.Y.600 Shares)	0	10	0	6000
Shree Karthik Papers Ltd	1500	10	15000	15000
Source Financial Serv. Ltd	5000	10	135000	135000
State Bank of India Ltd.	1250	10	350000	350000
Sterlite Industries Ltd.	500	10	137431	152431
Supriya Pharmaceuticals Ltd	500	10	10000	10000
Thambbi Morden Spng.Mill (P.Y.600 Shares)	0	10	0	30000
Tisco Limited	116	10	6891	25676
Tina Electronic Ltd	700	10	7000	7000
Valley Abrasives Ltd.	1500	10	15000	15000
Vatsa Industries Ltd.	30000	10	162500	162500
		TOTAL RS.	4068569	4835514

NOTES:-

I. Aggregate of quoted Inve. (cost)	2747298	3514243
Market Value	1980258	1389511
II. Aggregate of unquoted Inve. (cost)	1321271	1321271

SCHEDULE NO. 7 INVENTORIES

	31/03/2005	31/03/2004
	Rs.	Rs.
1. Raw & Process Material	8164049	2811328
2. Stock in Process	6350657	8239559
3. Finished Goods	4690356	5362321
4. Stores & Spares	1766019	1731277
5. Other Misc. Items	544419	417806
TOTAL Rs.	21515500	18562291

* The above inventories are taken, valued and certified by the management.

SCHEDULE NO. 8 SUNDRY DEBTORS
UNSECURED CONSIDERED GOOD

(a) Under Six Months Old	54412412	41308564
(b) Over Six Months Old	1868297	3976740
TOTAL Rs.	56280709	45285304

SCHEDULE NO. 9 CASH AND BANK BALANCES :

1. With Schedule Banks in Current A/c.	8381774	6056967
2. Cash on Hand	79116	58155
3. Cheques for Collection A/c.	330383	1517890
4. Chq. on Hand & remittance in Transit	11295648	6158801
TOTAL Rs.	20086921	13791813

SCHEDULE NO. 10 LOANS AND ADVANCES :
UNSECURED CONSIDERED GOODS

1. Sundry Deposits *	1518774	1224290
2. Advances to Staff	618061	407570
3. Advances for Raw Materials	1402800	1265077
4. Advances for Expenses	649083	600824
5. Advances recoverable in cash or in kind or for value to be received	5584987	2844436
6. Disputed Income tax relating to earlier Years paid under Protest	2490825	1662167
7. Advances for Capital Goods	0	245000
8. Inter Corporate Advances	3311160	3137282
9. Advance Income Tax **	48502	48502
TOTAL Rs.	15624192	11435148

* Sundry Depo. with Govt. and local authorities Rs. 770314 (PY. Rs. 766420/-)

** Net of I.T. Provision.

SCHEDULE NO. 11 CURRENT LIABILITIES & PROVISIONS
(A) CURRENT LIABILITIES :

1. Sundry Creditors for Capital Goods	0	3890
2. Sundry Creditors	37212546	22859099
3. Other liabilities	83999	45451
4. Advance from Customers	86155	104821
TOTAL (A)	37382700	23013261

	31/03/2005 Rs.	31/03/2004 Rs.
(B) PROVISIONS :		
1. Proposed Dividend	3250000	3575000
2. Income Tax *	1073069	0
3. Tax on Proposed Dividend	455813	458047
TOTAL (B)	4778882	4033047
TOTAL (A+B)	42161582	27046308

Net of Advance Income Tax & T.D.S.

SCHEDULES TO PROFIT AND LOSS ACCOUNT

PARTICULARS	FOR THE YEAR ENDED 31/03/2005	FOR THE YEAR ENDED 31/03/2004
-------------	----------------------------------	----------------------------------

SCHEDULE NO. 12 SALES :

SALES OF MANUFACTURED GOODS :

1. Domestic	132256264	109545022
LESS : Sales Return (Domestic)	4711643	4293466
	127544621	105251556
2. Export	57108133	31327017
3. DEPB Export Incentive / DEPB Licences	1070824	2014703
TOTAL Rs.	185723578	138593276

SCHEDULE NO. 13 OTHER INCOME :

1. Intercompany Int. Income	312000	312000
2. Insurance Claim received	157852	115788
3. Dividend Income	7223	22900
4. Profit on Sale of Assets/Shares	125	448336
5. Interest Income	30641	0
6. Interest Received on I.T. Refund	0	49713
7. Foreign Exchange Rate Diff.	19987	0
8. Sales Tax Refund	1364841	1358048
9. Other Misc. Income	238672	19756
TOTAL Rs.	2131341	2326541

SCHEDULE NO. 14 INCREASE (DECREASE) IN FINISHED GOODS & SEMI FINISHED GOODS

(A) FINISHED GOODS :

Opening Stock	5362321	4479304
Closing Stock	4690356	5362321
	(671965)	883017

(B) SEMI FINISHED GOODS :

Opening Stock	8239559	6343920
Closing Stock	6350657	8239559
	(1888902)	1895639
TOTAL Rs.	(2560867)	2778656

SCHEDULE NO. 15 MANUFACTURING & OTHER EXPENSES :

PARTICULARS	FOR THE YEAR ENDED 31/03/2005	FOR THE YEAR ENDED 31/03/2004
1. Raw Materials Consumed		
As per Schedule - 16	80359538	50143271
2. Power, fuel & Water Consumed	23112670	22455507
3. Stores & Spares Consumed	7246717	7512704
4. PAYMENT TO EMPLOYEES		
(a) Salary, Wages & Bonus	15587948	14849566
(b) Contribution to P. F. & Family Pension Fund	1437652	1389366
(c) Employees welfare exp.	451822	419752
	-----	-----
	17477422	16658684
5. Director's Remuneration & Bonus	401076	399858
6. Laboratory Chemicals & equipments consumed	43417	83066
7. Products development exp.	1474037	2132599
8. Other manufacturing exp.	12910176	13067213
9. Bank Charges	429232	485396
10. Licence and other fees	207040	119500
11. Printing & Stationery	238483	329058
12. Postage, Telephone & Fax Exp.	506568	532025
13. Transportation Outward (Local)	872374	744740
14. Clearing forwarding, Freight & Shipping Exp.	2347515	1732821
15. REPAIRS		
(a) To Machinery	1094732	837970
(b) To Building	462120	172122
(c) To Others	19064	37611
	-----	-----
	1575916	1047703
16. Travelling Exp. By Directors	56687	39312
17. Travelling Exp. By Others	301122	365841
18. Insurance	570779	587657
19. Packing Expenses	1727681	1432338
20. Security Service charges	279397	252344
21. Cars Running & Maintenance Exp.	666113	629667
22. Legal & Professional Charges	475135	342228
23. Sales Tax	2756346	2525856
24. Misc. expenses	2256033	1610441
25. Preli, & Share Issue Exp. W/O	0	36000
	-----	-----
TOTAL Rs.	158291474	125265829
	=====	=====

SCHEDULE NO. 16 RAW MATERIALS CONSUMED :

OPENING STOCK	2811328	2108397
Add : (a) Purchases	84697282	49928378
(b) Transportation Inward	932318	861487
(c) Cartage Inward	82659	56337
	-----	-----
	85712259	50846202
	-----	-----
	88523587	52954599
LESS : CLOSING STOCK	8164049	2811328
	=====	=====
TOTAL Rs.	80359538	50143271
	=====	=====

SCHEDULE NO. 17

SIGNIFICANT ACCOUNTING POLICIES & NOTES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2005.

A. SIGNIFICANT ACCOUNTING POLICIES :-

1. **BASIS OF ACCOUNTING**
The Accounts have been prepared primarily on the basis of historical cost except where specifically stated.
2. **FIXED ASSETS & DEPRECIATION**
Fixed assets are stated at cost less depreciation. Cost of acquisition or construction is inclusive of duties taxes and other incidental expenses.

Depreciation on assets is provided on the basis of Straight Line Method at the rates prescribed in schedule XIV of the Companies Act, 1956, as revised by Notification GSR No 756E Dtd 16/12/1993.
3. **INVENTORIES**
Basis of valuation

Raw materials	:	At Cost or net realisable value whichever is lower
Semi finished goods	:	At Cost or net realisable value whichever is lower
Stores & spares	:	At Cost or net realisable value whichever is lower
Packing materials	:	At Cost or net realisable value whichever is lower
Finished goods	:	At Cost or net realisable value whichever is lower
4. **FOREIGN CURRENCY TRANSACTIONS**
Transactions in foreign currency are recorded at the exchange rate prevailing at the time of the transaction. Monetary items denominated in foreign currency at the year end and not covered by forward exchange contract are translated at year end rates and those covered by forward exchange contract are translated at the rate ruling at the date of transaction as increased or decreased by the proportionate difference between forward rate and exchange rate on the date of transaction, such difference having been recognised over the life of the contract.
5. **RETIREMENT BENEFIT**
The company has taken group gratuity policy from Life Insurance Corporation of India for gratuity payable to the employees of the company as and when due. Contribution made in this respect has been charged to Profit & Loss Account.
6. **WRITE OFF OF MISCELLANEOUS EXPENDITURES**
Share Issue expenses are written off over a period of 10 years.
7. **DIVIDEND PROPOSED**
Dividend proposed by the Board of Directors as appropriation of profits are provided for in the Books of account, pending approval of the share-holders at the Annual General Meeting.
8. **CONTINGENT LIABILITIES**
Contingent liabilities not provided for in the accounts are shown separately in notes on accounts.
9. **INVESTMENTS**
Investments are classified in to long term investment. Investment are stated at cost. A provision for diminution is made to recognise a decline, other than temporary, in the value of long term investment.
10. **EXPORT INCENTIVES**
Export Incentives relating to DEPB Licenses are accounted on mercantile basis at realisable value.
11. **TAXATION**
The deferred tax assets and deferred tax liability is calculated by applying tax rate and tax rules that have enacted or substantially enacted by the Balance Sheet date. Deferred tax liability arising mainly on account of timing differences of Depreciation. At each balance sheet, the carrying amount of deferred tax liability are reviewed.
12. **INTANGIBLE ASSETS AMORTISED**
Goodwill is amortised over the use ful life not exceeding 10 Years.

B. NOTES ON ACCOUNT.
1. CONTINGENT LIABILITIES

(i) The claim of one of the parties in respect of damages is not accepted. The matter is under dispute in the court and the amount is not ascertainable as the matter is Sub-Judice. One of the erstwhile customers of the Company has filed a civil suit against the Company at the Bombay High Court in 1988 and seeking the return of dies, moulds, designs, etc. together with damages valued at Rs.40 lacs plus interest @ 6% per annum from the date of suit. The claim is not accepted by the Company.

(ii) I.T. Liability pertaining to previous Assessments amounting to Rs. 29.19 lacs (Previous year Rs. 30.26 lacs). The said is being disputed by the company. Paid under protest Rs.24.91 lacs (previous year Rs.16.62 lacs).

(iii) Bank guarantees outstanding as at 31st March, 2005, for which the company has given counter guarantees amounting to Rs.180000/- (Previous year Rs.135000/-)

2. Provision for current taxes represents estimated liability having regard to the profit adjusted for appropriate reliefs, allowances, etc. under the Income tax Act / Rules.

Deferred Tax is calculated at current statutory Income Tax rate and is recognised on timing differences between taxable income and accounting income that originate in one year and are capable of reversal in one or more subsequent year.

3. In the opinion of the Board of Directors, the current assets, loans and advances are approximately of the value stated in the balance sheet if realised in the ordinary course of business.

4. The provision for all known liabilities is adequate and not in excess of the amount reasonably required.

5. The remuneration paid to the Managing Director of the Company including bonus and perquisites amounts to Rs. 401076/- (Previous year Rs.399858/-)

6. Depreciation on the assets has been provided on Straight Line Method as per the revised guidelines and rates prescribed by the Company Law Board in Schedule XIV of the companies act, 1956 by the Ministry of Law, Justice & Company affairs, Department of the Company affairs. New Delhi. The Provision of Depreciation for multiple shifts wherever applicable as per records and as advised has been made on the basis of actual shiftwise utilisation of the respective eligible assets.

7. Confirmation of debit/credit balances have not been received and hence these balances are subject to adjustment, if any.

8. Additional information pursuant of paragraph 3(i),(ii), 4B, 4C and 4D of Part-II of Schedule IV of the Companies Act, 1956.

(a) Information for each class of goods manufactured during the year.

CLASS OF GOODS	LICENCE CAPACITY		INSTALLED CAPACITY		ACTUAL PRODUCTION	
	2004-05	2003-05	2004-05	2003-04	2004-05 In M.T.	2003-04 In M.T.
Steel & Alloy Steel Castings	----- SEE NOTE BELOW-----				478.197	390.434

No license is required for the industrial Unit of the Company under Licensing Policy of the Central Government vide its

notification No.201/E dtd.18.03.1985 and as amended from time to time, however, the industrial unit of the company is registered by the Department of Industrial Development Secretariat for Industrial Approvals and has been allotted the Registration No.R-714(91) dtd.16.7.1991, and further amended as per registration no.5209/SIA/IMO/95 dated 13.10.1995. The licensed capacity of the Unit 325 M.T p.a. is approved by the aforesaid authority, however, the annual installed capacity of the existing plant and machinery on the basis of normal product mix is 600 M.T. The installed Capacity is certified by the management on which the auditors have placed reliance without any verification, being a technical matter.

(b) Information in regard to opening stock, closing stock and sales of goods manufactured.

PARTICULARS	FOR THE YEAR ENDED 31ST MARCH, 2005		FOR THE YEAR ENDED 31ST MARCH 2004	
	Qty. in M.T	Value in Rs.	Qty. in M.T.	Value in Rs.
Opening Stock	20.185	5362321	18.881	4479304
Closing Stock	14.741	4690356	20.185	5362321
Sales	*471.554	184652754	*374.813	1136578573

* Net of party rejection.

(c) Information in regard to the raw-materials and bought out components consumed during the year.

(A) Raw materials and bought out component Consumed.

PARTICULARS	Qty. in M.T	Value in Rs.	Qty. in M.T.	Value in Rs.
Metal scraps	529.567	55569547	457.571	27809446
Ferro-Alloys	55.649	15336895	50.828	12827479
Colloidal Silica	159.820	2711944	136.080	2526306
Miscellaneous	---	6741152	---	6980040
		80359538		50143271

(B) Value of Raw materials and Components consumed.

PARTICULARS	FOR THE YEAR ENDED 31ST MARCH, 2005		FOR THE YEAR ENDED 31ST MARCH 2004	
	% of total Consumption	Value in Rs.	% of total Consumption	Value in Rs.
Imported at landed Cost	---	---	---	---
Indigenously obtained	100.00 %	80359538	100.00 %	50143271
	100.00 %	80359538	100.00 %	50143271

(C) Value of Stores & Spares Consumed:

PARTICULARS	% of total Consumption	Value in Rs.	% of total Consumption	Value in Rs.
Imported at landed Cost	2.04 %	147491	2.45 %	183965
Indigenously obtained	97.96 %	7099226	97.55 %	7328739
	100.00 %	7246717	100.00 %	7512704

(d) The company has not carried out any trading activities during the year.

(e) Information in regard to C.I.F. Value of Imports.

PARTICULARS	FOR THE YEAR ENDED 31st MARCH, 2005.	FOR THE YEAR ENDED 31st MARCH 2004.
	Value in Rs.	Value in Rs.
i) Raw-Materials	Nil	Nil
ii) Components & Spare Parts	119781	166326
iii) Capital Goods	Nil	Nil

(f) Remuneration to Auditors

PARTICULARS	FOR THE YEAR ENDED 31st MARCH, 2005	FOR THE YEAR ENDED 31st MARCH 2004.
FOR AUDIT FEE	18000	27000

(g) Information in regard to earning in Foreign Exchange.

PARTICULARS	FOR THE YEAR ENDED 31ST MARCH, 2005		FOR THE YEAR ENDED 31st MARCH 2004	
	Qty. in M.T	Value in Rs.	Qty. in M.T.	Value in Rs.
i) Export of Goods calculated on F.O.B.basis	5.007	2814361	2.649	1395571
ii) Export of Goods Calculated on C.I.F. basis (including Tool development charges Rs.1645890/-) (P.Y.Rs.1503744 /-)	140.236	54293772	83.169	29931446
Total :-	145.243	57108133	85.818	31327017

(h) Information in regard to expenditure in Foreign Currency by way of Sales promotion Exp. Rs.-NIL- (previous year Rs.45530/-) and for Membership fees Rs. 4256/- (Previous Year Rs. - NIL-)

9. (a) Sundry Creditors include Rs. 20.95 lacs (Previous Year Rs.23.99) due to Small Scale Industrial undertaking, the same is disclosed on the basis of information available with the company regarding status of suppliers as defined under clause (j) of Section 3 of the "Industries (development and Regulation) Act, 1951".
- (b) The name of the Small Scale Industrial under taking to whom the company owes a sum exceeding Rs.1 Lakh which is outstanding for more than 30 days on 31st March, 2005 are as under :

- | | |
|-----------------------------------|--------------------------------|
| (a) RADIOTECH | (b) SUPACK INDUSTRIES PVT.LTD. |
| (c) BHARAT REFRACTORY PRODUCT | (d) GUJARAT FOUNDRY FLUX CO. |
| (e) RAAJ RATNA ELECTRODS PVT.LTD. | (f) SIL - POND CHEMICALS |

10. GEOGRAPHICAL SEGMENTS :

- (a) The following table shows the distribution of the company's sales by geographical market :

REVENUE	2004-05	2003-04
INDIA	128615445	107266259
OUTSIDE INDIA	57108133	31327017
	185723578	138593276

(b) Assets base on geographical location :

	CARRYING AMOUNT OF SEGMENT ASSETS		ADDITION TO FIXED ASSETS AND INTANGIBLE ASSETS	
	2004-05	2003-04	2004-05	2003-04
WITHIN INDIA	126774313	105586645	1307122	2729802
OVERSEAS	10467258	8646245	-NIL-	-NIL-
	137241571	114232890	1307122	2729802

11. DEFERRED TAX LIABILITY:

Particulars	As at 31.03.2005	As at 31.03.2004
Difference between Book & Tax Depreciation	2836285	2832603

12. EARNING PER SHARE

Particulars	As at 31.03.2005	As at 31.03.2004
Basic earning per share	Rs. 6.46	3.64
Diluted Earning per share	Rs. 6.46	3.64
Nominal value per share	Rs. 10.00	10.00

Earning per share is calculated by dividing the Profit attributable to the Equity Shareholders by the number of Equity Share outstanding during the year. The number used in calculating basic and diluted earning per share, are as under.

	2004-05	2003-04
PROFIT AFTER TAXATION	Rs. 8403733	4733883
The number of shares outstanding during the year	Nos. 1300000	1300000

13. IMPAIRMENT OF ASSETS

The Company has adopted the provisions of Accounting Standard - 28 on "Impairment of Assets" as recommended by the Institute of Chartered Accountants of India during the financial year. On the assessment made by the Management and the Valuation Report of the Approved Valuer, there is no Impairment of Assets and there no provision for Impairment of loss is required.

14. RELATED PARTY INFORMATION

Disclosure in respect of related parties (as defined in Accounting Standard 18), with whom transaction have taken place during the year are given below:

(1) RELATIONSHIP

(a) Enterprises where control of Key Management Personnel and/or their relatives exists.

- (i) CASTECH FOOUNDRIES PVT.LTD.
- (ii) AUM ENGINEERS
- (iii) SHRI RAM ENGINEERING
- (iv) BHARATKUMAR & BROTHERS
- (v) GANGA ENTERPRISE

(b) Key Management Personnel

(i) SHRI M. P. THUMMAR

(c) Relative of Key Management Personnel

(i) SHRI CHATURBHAI P. THUMMAR

(ii) SHRI RAJESHBHAI M. THUMMAR

(iii) SMT. RITABEN B. THUMMAR

(iv) SMT. BHAVISHABEN R. THUMMAR

Note : Related Party relationship is as identified by the company and relied upon by the auditors.

(2) TRANSACTION WITH RELATED PARTIES :

PARTICULARS	RELATED PARTIES					
	REFERRED IN		REFERRED IN		REFERRED IN	
	1(a) above		1(b) above		1(c) above	
	2004-05	2003-04	2004-05	2003-04	2004-05	2003-04
INCOME						
(1) Sales of goods	117640	242037	-	-	-	-
(2) Interest on Loan	132000	132000	-	-	-	-
EXPENSES						
(1) Purchase of Goods	5903418	8763511				
(2) Remuneration	--	--	450799	447378	893929	898623
(3) Jobwork	1802940	2507686	-	-	-	-
FINANCE & INVESTMENT						
(1) Inter corporate Advance given	--	--	--	--	--	--
OUTSTANDING						
Payable	1999167	199990	-	-	-	-
Receivable	-	19158				
Inter corporate Advance	1204398	1100000	-	-	-	-

14. The figures of the Previous year have been re-grouped/re-arranged in view of the easy comparison with current year figures.

15. The paises have been eliminated to the nearest rupee for convenience.

AS PER OUR REPORT OF EVEN DATE ANNEXED HERETO

(SUBHASH K. AKBARI)
PROPRIETOR
FOR & ON BEHALF OF
SUBHASH AKBARI & CO.
CHRTERED ACCOUNTANTS

PLACE : JUNAGADH
DATE : 28/06/2005.

FOR : CREATIVE CASTINGS LIMITED

Shri Dhirubhai H. Dand	Chairman
Shri M. P. Thummar	Managing Director
Shri N. C. Vadgama	Director
Shri R. N. Bambhania	Director
Shri S. M. Thanki	Director
Shri V. R. Vaishnav	Director

BALANCESHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

AS PER SCHEDULE VI, PART(IV) OF THE COMPANIES ACT,1956

I. REGISTRATION DETAILS	
- Registration No.	8286/1985-86
- State Code	04
- Balance Sheet Date	31.03.2005
II. CAPITAL RAISED DURING THE YEAR	
- Public Issue	--
- Right Issue	--
- Bonus Issue	--
- Private Placement	--
III. POSITION OF MOBILISATION AND DEPLOYMENT OF FUNDS (AMT. IN THOUSAND)	
- Total Liabilities	137242
- Total Asset	137242
SOURCE OF FUNDS	
- Paid-up Capital	13000
- Reserves & Surplus	54184
- Secured Loans	25060
- Unsecured Loans	0
- Deferred Tax Liability	2836
APPLICATION OF FUNDS	
- Net Fixed Assets	19666
- Investments	4068
- Net Current Assets	71346
- Miscellaneous Expenditure	-
- Accumulated Losses	-
IV. PERFORMANCE OF THE COMPANY	
- Total Income	174675
- Total Expenditure	161385
- Profit Before Tax	13290
- Profit After Tax	8544
- Earning Per Share (Rs.)	6.46
- Dividend Rate (%)	40.00 %
V. GENERIC NAMES OF THREE PRINCIPAL PRODUCT/ SERVICES OF THE COMPANY	
(As per Monetary Terms)	
- Item Code No.	331104000
- Product Description	Steel & Alloy Steel Investment Castings

AS PER OUR REPORT OF EVEN DATE ANNEXED HERETO

FOR : CREATIVE CASTINGS LIMITED

(SUBHASH K. AKBARI)
PROPRIETOR
FOR & ON BEHALF OF
SUBHASH AKBARI & CO.
CHARTERED ACCOUNTANTS

PLACE : JUNAGADH
DATE : 28/06/2005.

Shri Dhirubhai H. Dand	Chairman
Shri M. P. Thummar	Managing Director
Shri N. C. Vadgama	Director
Shri R. N. Bambhania	Director
Shri S. M. Thanki	Director
Shri V. R. Vaishnav	Director

CREATIVE CASTINGS LIMITED

Regd. Office : 102, G.I.D.C. Phase-II, Dolatpara, JUNAGADH-362 003.

PROXY FORM

I/We _____ of _____

being a Member/Members of Creative Castings Limited hereby appoint

_____ of _____ or failing him

_____ of _____ as my/our

Proxy to vote for me/us and on my/our behalf at the 20th ANNUAL GENERAL MEETING of the Company to be held on 30th July, 2005 at 11.00 a.m. and at any adjournment thereof.

Signed this _____ Day of JULY, 2005.

Ledger Folio No. : _____

No. of Share Held : _____

Affax
30 Paise
Revenue

Signature of Member(s)

NOTE : *The Proxy Form duly signed across the Revenue Stamp of 30 Paise should reach the Company's Registered Office atleast 48 hours before the Meeting.*

CREATIVE CASTINGS LIMITED

Regd. Office : 102, G.I.D.C. Phase-II, Dolatpara, JUNAGADH-362 003.

ATTENDANCE SLIP

I hereby record my presence at the 20th Annual General Meeting of the Company held at the Registered Office of the Company on 30th July, 2005, at 11.00 a.m.

FULL NAME : _____

LEDGER FOLIO NO. : _____ Nos. of SHARES HELD _____

SIGNATURE OF MEMBER / PROXY _____

Note : only Member/Proxy are allowed to attend meeting.

CASH FLOW STATEMENT AS ON 31ST MARCH, 2005

AS PER CLAUSE 32 OF THE LISTING AGREEMENT

PARTICULARS	31st MARCH, 2005	31st MARCH, 2004
	(Rs. IN LACS)	(RS.IN LACS)
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net profit Before Tax and Extraordinary Items	132.90	72.14
Adjustments for :		
Depreciation	19.64	20.99
Interest paid	8.63	7.43
Misc.expenditure W/O	0.00	0.36
Interest /Dividend Income	- 3.50	-3.85
Loss (Profit) on Sales of Assets / Share	1.87	-4.48
Prior period item	- 1.40	-1.52
	25.24	18.93
Operating Profit before Working capital change	158.14	91.07
Adjustment for :		
Trade & other Receivable	-151.85	1 13
Inventories	- 29.53	-29.72
Trade Payable	143.69	16.19
Cash Generated From Operations	120.45	78.67
Interest paid	-8.63	-7.43
Direct Taxes Paid	-36.69	-29.07
Tax on Dividend paid	-7.13	- 6.66
Cash flow before Extraordinary Items	68.00	35.51
Extraordinary Items	0.00	0.00
NET CASH FROM OPERATING ACTIVITIES	68.00	35.51
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	-13.07	- 27.30
Sales of Fixed Assets	0.00	0.00
Purchase (-) Sales(+) of Investment (Net)	5.79	12.34
Interest Received	3.43	3.62
Dividend Received	0.07	0.23
NET CASH USED IN INVESTING ACTIVITIES	- 3.78	- 11.11
C. CASH FLOW FROM FINANCIAL ACTIVITIES		
Proceeds of long term borrowings	53.97	64.39
Dividend paid	-55.25	-52.00
NET CASH USED IN FINANCIAL ACTIVITIES	- 1.28	12.39
Net increase/decrease in Cash and Cash equivalents	62.94	36.79
Cash and Cash equivalents (Opening Balance)	137.93	101.14
Less: Cash and Cash equivalents (Closing Balance)	200.87	137.93
	62.94	36.79

Note : Figures in Negative (-) reflect outflow.

FOR AND ON BEHALF OF THE BOARD

PLACE : JUNAGADH

(Dhirubhai H.Dand)

DATE : 28/06/2005.

CHAIRMAN

AUDITOR'S REPORT

We have verified the attached Cash Flow Statement of **CREATIVE CASTINGS LTD. JUNAGADH.** derived from audited Financial Statements and the books and records maintained by the Company for the year ended 31/03/2005 and 31/03/2004 and found the same in Agreement therewith.

(SUBHASH K. AKBARI)

PROPRIETOR

FOR & ON BEHALF OF

SUBHASH AKBARI & CO.

CHARTERED ACCOUNTANTS.

PLACE : JUNAGADH

DATE : 28/06/2005



If not delivered, Please return to :

CREATIVE CASTINGS LIMITED

Regd. Office : 102, G.I.D.C. Phase-II, Dolatpara, JUNAGADH - 362 003.