

14TH ANNUAL-REPORT
2006-2007



YASHRAJ CONTAINEURS LTD.



YASHRAJ CONTAINEURS LTD.

14TH ANNUAL GENERAL MEETING 2006-2007

CORPORATE INFORMATION

BOARD OF DIRECTORS

DR. JAYESH V. VALIA

Executive Chairman

MR. SHASHIKANT K. KITTUR

Director

MR. MARUTI S. PATIL

Director

MR. BABULAL B. JAIN

Director

14TH ANNUAL GENERAL MEETING

DATE

29th September, 2007

DAY

Saturday

TIME

1.30 p.m.

PLACE

Conference Hall,
Sheth M. K. High School,
Factory Lane, Borivli (West),
Mumbai 400 092.

STATUTORY AUDITORS

M/S. KAKARIA & ASSOCIATES

Chartered Accountants

REGISTERED OFFICE

J1, Court Chambers, 4th Floor, S. V. Road,
Borivli (W), Mumbai - 400 092.

REGISTRAR & SHARE TRANSFER AGENTS

Sharex Dynamic (India) Pvt. Ltd.

BANKERS

Bank of India

FINANCIAL INSTITUTIONS

Industrial Development Bank of India Ltd.
Gujarat State Financial Corporation

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NOTICE

NOTICE is hereby given that the FOURTEENTH ANNUAL GENERAL MEETING of the Members of YASHRAJ CONTAINERS LIMITED, will be held on Saturday, September 29, 2007, at the Conference Hall, Sheth M. K. High School, Factory Lane, Borivli (West), Mumbai 400 092, at 1.30 p.m. to transact the following business.

ORDINARY BUSINESS

1. To receive, consider and adopt the Balance Sheet as at 31st March, 2007, and the Profit and Loss Account for the year ended on that date along with the Directors' Report and Auditors' Report thereon.
2. To appoint a Director in place of Mr. Shashikant K. Kittur, a Director of the Company, who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint the 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.

SPECIAL BUSINESS

4. To consider and if thought fit, to pass the following resolution, with or without modification(s) as a Special Resolution:

"RESOLVED that the Company shall raise funds to the extent as may be decided by the Hon'ble BIFR through Preferential Allotment Issue or through any other viable vehicle as the Company needs funds for defraying towards One Time Settlements and putting it to use as working capital and for other purposes in the conduct of normal business".

"RESOLVED FURTHER that the Directors are hereby authorised to take up the matter with the Hon'ble BIFR and follow the procedure as required under the law and to do all the acts, deeds, matters, etc. in order to achieve the issuance of Equity Shares and raise the funds to the desired level as may be determined by the Hon'ble BIFR".

BY ORDER OF THE BOARD

**(DR. JAYESH V. VALIA)
EXECUTIVE CHAIRMAN**

REGISTERED OFFICE

401, Court Chambers
4th Floor, S. V. Road,
Borivli (West),
Mumbai 400 092.

PLACE : MUMBAI
DATED : 25.8.2007

NOTES :

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND A PROXY NEED NOT BE A MEMBER. THE INSTRUMENT OF PROXY SHOULD HOWEVER, BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY, NOT LESS THAN FORTY-EIGHT HOURS BEFORE THE COMMENCEMENT OF THE MEETING.
2. The Register of Members and The Share Transfer Registers will remain closed between September 22, 2007, and September 29, 2007, (both days inclusive).
3. An Explanatory Statement under Section 173 of the Companies Act, 1956, dated 25.8.2007 and forming part of this Notice dated 25.8.2007 is enclosed herewith.
4. The members are requested to :
 - a) Intimate changes, if any, in their registered addresses at an early date.
 - b) Quote ledger folio nos. in all their correspondence.
 - c) Bring copies of the Annual Report and the Attendance Slips at the Annual General Meeting.
5. A copy of the Memorandum of Association and the Articles of Association of the Company is open for inspection by the members on all working days between 2 p.m. and 4 p.m. at the Registered office.

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EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT, 1956, AND FORMING PART OF THE NOTICE CONVENING, THE 14TH ANNUAL GENERAL MEETING AND DATED 25.8.2007

ITEM NO. 4

Since the Company has been declared sick by the Hon'ble BIFR and the Rehabilitation Scheme has been filed with the Operating Agency appointed by the Hon'ble BIFR and also it is mandatory for the Company to approach the BIFR through the Operating Agency for any further matters relating to issuance of Equity Shares or any financial burden or other designated matters".

The Directors recommend the resolution for members' approval.

None of the Directors is concerned or interested in the resolution.

BY ORDER OF THE BOARD

(DR. JAYESH V. VALIA)
EXECUTIVE CHAIRMAN

REGISTERED OFFICE

401, Court Chambers
4th Floor, S. V. Road,
Borivli (West),
Mumbai 400 092.

PLACE : MUMBAI
DATED : 25.8.2007

**DIRECTORS' REPORT**

To,
The Members,

Your Directors are pleased to present the **FOURTEENTH ANNUAL REPORT** and the **Audited Statement of Accounts** of your Company for the year ended on 31st March, 2007.

FINANCIAL RESULTS

(Amount in Rupees)

	Year ended 31/3/2007	Year ended 31/3/2006
Turnover	511373229	343051995
Profit/(Loss) Before Depreciation, Finance Charges & Taxation	106007148	49160921
Profit/(Loss) before Depreciation & Taxation	71756275	13612674
Profit/(Loss) after Depreciation & Taxation	51318572	(6121727)
Surplus (Deficit) of Profit and Loss Account of earlier year	48872330	(265880812)
Balance carried over to Balance Sheet	67344593	48872330

DIVIDEND

During the year under review, owing to the accumulated losses, the Directors do not recommend any dividend.

FIXED DEPOSITS

The Company has not invited or accepted any Fixed Deposits from the public, during the year under review.

DIRECTORS

During the year under review Mr. Shashikant K. Kittur, retires by rotation at the conclusion of this meeting and being eligible offers himself for re-election.

REFERENCE TO BIFR

Your Company has been declared sick by the Honourable Board for Industrial And Financial Reconstruction, New Delhi, (BIFR) on January 20, 2006, and your Company has filed Rehabilitation Scheme as required with the concerned authorities in the prescribed time.

DIRECTORS' RESPONSIBILITY STATEMENT

Statement under sub-section (2AA) of Section 217 of the Companies Act, 1956 :

In the preparation of the Annual Accounts :

- i) the applicable accounting standards have been followed and wherever required, proper explanations relating to material departures have been given.

- ii) the Directors have selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for that year.
- iii) proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- iv) the Accounts have been prepared on a going concern basis.

PERSONNEL

The Personnel relations with the employees at all levels continued to remain cordial and peaceful during the year under review.

PARTICULARS OF EMPLOYEES

There were no employees, who were in receipt of remuneration of Rs. 24,00,000/- or more per annum, if employed for the full year or Rs. 2,00,000/- or more per month, if employed for part of the year.

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

Information in accordance with Section 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 is given in the Annexure 'B' forming part of this Report. Form 'A' requiring disclosure of particulars with respect to Conservation of Energy is not applicable in the case of your Company.

STOCK EXCHANGE

The Company is listed on the following Stock Exchange.

1. Bombay Stock Exchange Ltd.

Your Company is listed on Bombay Stock Exchange Ltd. and the Annual Listing fee has been paid.

FUTURE PROSPECTS

The Directors trust that the future prospects are encouraging for the Company as the Plant and Machinery is the most ultra modern and sophisticated and your Company's products have got recurring demand and they have been used in Industrial Application.

AUDITORS

The Statutory Auditors M/s. Kakaria & Associates, Chartered Accountants, Vapi are eligible to be re-appointed. The Directors recommend M/s. Kakaria & Associates, Chartered Accountants, Vapi, to be re-appointed as Statutory Auditors.

EXPANSION ACTIVITY

Your Company has set up an additional manufacturing facility at Chennai during the year under review. There is a smooth sailing. Your Company has got ambitions plans to put up additional factories at different locations to enlarge its market share.

CORPORATE GOVERNANCE REPORT

Pursuant to Clause 49 of the Listing Agreement with Bombay Stock Exchange Ltd. the Management Discussion and Analysis and the Report on Corporate Governance together with Auditors Certificate form a part of the Annual Report.

The Auditors have qualified their report in respect of non-compliance of certain Corporate Governance norms referred to in the coverage on Corporate Governance Report forming part of the Annual Report. The said Corporate Governance Report on non-Compliance with Clause 49 of the Listing Agreement is self-explanatory and do not require further elucidation.

Your Company could not comply with the statutory requirements of formation of various Committees due to inadequacy of strength of Directors.

ACKNOWLEDGEMENTS

Your Directors place on record their sincere appreciation of the dedicated and devoted services rendered by the employees of the Company at all levels and are grateful to the Company's Bankers, Financial Institutions for their timely assistance and co-operation in the working of your Company. Your Directors also thank the customers, shareholders and the suppliers of your Company for their co-operation and valuable support.

FOR AND ON BEHALF OF THE BOARD

(DR. JAYESH V. VALIA)
EXECUTIVE CHAIRMAN

PLACE : MUMBAI
DATED : 25.8.2007

ANNEXURE TO THE DIRECTORS' REPORT

Particulars as required under Companies (Disclosure of Particulars in the Report of Directors) Rules, 1988 and forming part of Directors' Report for the year ended 31st March, 2007.

I. RESEARCH & DEVELOPMENT (R & D)

a) Specific areas in which R & D carried out by the Company.	None
b) Benefits derived as a result of the above R & D	None
c) Further plan of action	None
d) Expenditure on Research & Development	Nil

II. TECHNOLOGY ABSORPTION, ADAPTATION & INNOVATION

a) Efforts in brief made towards Technology, Absorption, Adaptation and Innovation	Nil
b) Benefit derived as a result of the above effort	Nil
c) Particulars of Technology imported during the last 5 years	Nil

III. FOREIGN EXCHANGE EARNINGS & OUTGO

a) Activities relating to exports and export plans	Nil
	Current Year Previous Year
	Rs. Rs.
b) Total Foreign Exchange Used & Earned :	
i) Foreign Exchange Used	2359115 175700
ii) Foreign Exchange Earned	NIL Nil

FOR AND ON BEHALF OF THE BOARD

(DR. JAYESH V. VALIA)
EXECUTIVE CHAIRMAN

PLACE : MUMBAI
DATED : 25.8.2007

**CORPORATE GOVERNANCE REPORT****1. MANAGEMENT DISCUSSION AND ANALYSIS REPORT :**

YASHRAJ CONTAINEURS LTD. (YCL) firmly believes that good Corporate Governance results in regulation of the affairs of your Company in a most transparent, ethical and accountable manner. This is not only the need of the hour but also a means to satisfy the aspirations of all those concerned with Corporate World.

Adherence to Corporate Governance ensures greater level of transparency and accountability, fairness in operations, full disclosure, integrity and compliance of laws. Your Company is committed to administer good Corporate Governance to the extent possible even during its continued sickness and other related matters.

YASHRAJ CONTAINEURS LTD. recognizes the value of adherence to Corporate Governance in its true sense which alone can ensure continuation of belief and the trust reposed by one and all in your company.

2. TABLE OF ATTENDANCE OF DIRECTORS AND MEETINGS HELD :

	Name of Directors	No. of Meetings in a Year	Attendance
1)	Dr. Jayesh V. Valia	15	14
2)	Mr. S. K. Kittur	15	15
3)	Mr. Maruti Patil	15	-
4)	Mr. Babulal Jain	15	8 (Joined on 31.07.2006)

3. LIST OF DIRECTORS

- | | | |
|----|---------------------|----------------------|
| 1. | Dr. Jayesh V. Valia | - EXECUTIVE CHAIRMAN |
| 2. | Mr. S. K. Kittur | - DIRECTOR |
| 3. | Mr. M. S. Patil | - DIRECTOR |
| 4. | Mr. Babulal Jain | - DIRECTOR |

4. General Shareholders Information

- | | | |
|----|--|--|
| 1. | Annual General Meeting
Day, Date and Time | : By Separate Communication |
| 5. | Financial Calendar (2006-2007) | : Annual General Meeting for the year ended 31st March, 2007. |
| 6. | Book Closure Date | : 22.9.2007 to 29.9.2007 |
| 7. | Dividend Payment Date | : Not applicable since dividend not recommended. |
| 8. | Registered Office | : 401, Court Chambers, S. V. Road, Borivli (West), Mumbai 400 092. |
| 9. | Listing on Stock Exchange | : Equity Shares
Bombay Stock Exchange Ltd., Dalal Street, Mumbai 400 001. |

10. Stock Market Information

- | | | |
|----|--------------------------------|---------|
| i) | Stock Code | : 30063 |
| | The Bombay Stock Exchange Ltd. | |

11. Registrars & Transfer Agents

- | | |
|---|---|
| : | M/s. Sharex Dynamic (India) Pvt. Ltd. Unit-1, Luthra Industrial Premises, Sateed Pool, Andheri Kurla Road, Andheri (East) Mumbai - 400 072. |
|---|---|

Share Transfer System : Your Company's Equity Shares are admitted with the Depository System of National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) as an eligible security under the Depositories Act, 1996. As such, facilities for dematerialisations of your Company's Equity Shares are available vide INE No. 095 CO 10 18 at both the depositories. Your Company's Equity Shares are under compulsory dematerialisation.

12. a. DISTRIBUTION OF SHAREHOLDING AS ON 31ST MARCH, 2007 OF EQUITY SHARES OF RS. 10/- EACH FULLY PAID UP

No. of Equity Share held	No. of Share Holders	% of Holders	No. of Shares Held	% of Shares Held
001- 5000	3762	87.10	523385	6.71
5001-10000	229	5.30	197998	2.54
10001-100000	276	6.39	872106	11.18
100001-above	52	1.21	6206511	79.57
TOTAL	4319	100.00	7800000	100.00

b. CATEGORIES OF SHAREHOLDERS AS ON 31ST MARCH, 2007 OF EQUITY SHARES OF RS.10/- EACH FULLY PAID UP

Particulars	No. of Shares	% of Total Share Holding
Promoters group	4087800	52.41
Financial Institutions/Banks/Insurance Companies/Mutual Funds	—	—
FIIIs/NRIs/OCBs/Other Foreign Shareholders (Other than Promoter Group)	475000	6.09
Bodies Corporate	625015	8.01
Public & Others	2612185	33.49
TOTAL	7800000	100.00

13. Dematerialisation of Shares and Liquidity :

Approximately 54.23% of the Equity Shares have been dematerialised upto 31st March, 2007. Trading in Equity Shares of your Company is permitted only in dematerialised form compulsorily as per notification issued by The Securities and Exchange Board of India.

14. Auditors' Certificate on Corporate Governance :

Your Company has obtained a certificate from the Auditors of the Company regarding non-compliance of conditions of Corporate Governance as stipulated in Clause 49 of the Listing Agreement with Bombay Stock Exchange Ltd. This is annexed to the Annual Report. The Certificate will also be sent to Bombay Stock Exchange Ltd. alongwith the Annual Accounts to be filed by the Company.

FOR AND ON BEHALF OF THE BOARD

**(DR. JAYESH V.VALIA
EXECUTIVE CHAIRMAN)**

PLACE : MUMBAI
DATED : 25.8.2007

AUDITORS' CERTIFICATE ON CORPORATE GOVERNANCE

To,
The Members of
YASHRAJ CONTAINEURS LIMITED.

We have examined compliance of conditions of Corporate Governance by Yashraj Containeurs Ltd. For the year ended on March 31, 2007, as stipulated in clause 49 of the Listing Agreement of the said company with Bombay Stock Exchange Ltd.

The compliance of conditions of Corporate Governance is the responsibility of the Management. Our examination has been limited to a review of the procedures and implementations thereof adopted by the company for ensuring compliance with the conditions of the Corporate Governance as stipulated in the said clause. 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, we certify that the company has not made compliance with the conditions of Corporate Governance as stipulated in clause 49 of the above mentioned Listing Agreement.

We state that no investor grievances were pending for a period of one month against the company as certified by the Registrars Share Transfer Agents of the company, based on the records maintained by them.

For KAKARIA & ASSOCIATES
Chartered Accountants

Jaiprakash H. Shethi
Partner
Membership No.: 1088

Place : Mumbai
Date : 25.8.2007



**AUDITORS' REPORT TO THE MEMBERS
OF
YASHRAJ CONTAINERS LTD.**

We have audited the attached Balance Sheet of **YASHRAJ CONTAINERS LTD.** as at **31st March, 2007** and the Profit & Loss Account and also the Cash Flow Statement of the Company for the year ended on that date, annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

1. 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 statement presentation. We believe that our audit provides a reasonable basis for our opinion.
2. As required by the Companies (Auditors' Report) Order 2003, issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 & 5 of the said Order.
3. Further to our comments in the Annexure referred to above, we report that :
 - a. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b. In our opinion, proper books of accounts as required by law have been kept by the Company so far as appears from our examination of the books;
 - c. The Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of accounts;
 - d. In our opinion, the Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report comply with the Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956, **subject to Note. 12.**
 - e. On the basis of written representations received from the directors as on **31st March, 2007** and taken on record by the Board of Directors, We report that none of the directors is disqualified as on **31st March, 2007** from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

- f. Subject to above, in our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with the Significant Accounting Policies, subject to the Note No.12 for non-provisions of liabilities and other notes thereon, give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India :
 - i) in the case of the Balance Sheet, of the State of affairs of the Company as at **31st March, 2007**;
 - ii) in the case of the Profit & Loss Account, of the Profit for the year ended on that; and
 - iii) in the case of the Cash Flow Statement, of the cash flows of the Company for the year ended on that date.

For KAKARIA & ASSOCIATES
Chartered Accountants

Jaiprakash H. Shethiya
Partner
Membership No.: 108812

Place : Mumbai
Date : 14.7.2007

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ANNEXURE REFERRED TO IN PARAGRAPH (2) OF THE REPORT OF THE AUDITORS' TO THE MEMBERS OF YASHRAJ CONTAINERS LTD. ON THE ACCOUNTS FOR THE YEAR ENDED ON 31ST MARCH, 2007

1. (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
(b) We are informed that the fixed assets have been physically verified by the management during the year. There is a regular program of verification, which in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
(c) During the year, the company has not disposed off a substantial part of the fixed assets.
 2. (a) The Inventories have been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
(b) The procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
(c) The Company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and the book records were not material.
 3. (a) There are no covenants, so we are not able to comment that whether the rate of interest and other terms and conditions of loans given and taken by the company are prejudicial to the interest of the company. However we are informed that unsecured loans given are interest free, so in our opinion the rate of interest are **prima-facie prejudicial** to the interest of the company. Further we are informed that unsecured loans taken are interest free, so in our opinion the rate of interest are not prima-facie prejudicial to the interest of the company.
(b) In absence of any covenants/agreements for repayment of principal amount and interest in respect of loans granted and taken, we are unable to make any comments about regularity in respect of the receipt and repayments of principal amount & interest. However the Company informed that the loan is granted to the Companies under the same management, firms & parties, the loan is interest free and is repayable on demand.
(c) In absence of any covenants/agreements for repayment of principal amount and interest in respect of loans granted and taken, we are unable to make any comments about whether there is any overdue amount. However the Company informed that loan is repayable on demand and therefore the question of overdue amounts does not arise.
 4. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business with regard to the purchases of inventory, fixed assets and sale of goods. During the course of our audit, we have not observed any major weaknesses in internal controls.
 5. In respect of transactions covered under section 301 of the Companies Act, 1956.
 - (a) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements that need to be entered into the register maintained under Section 301 of the Companies Act 1956 have been so entered.
 - (b) According to the information and explanations given to us by the Management, the transactions made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956 and exceeding the value of Rupees five lakhs in respect of any party during the year have been made at prices which are reasonable having regard to prevailing market prices at the relevant time, details of which are as follows :
- | Sr. No. | Name of the Concern | Nature of Transaction | Amount Involved (Rs.) |
|---------|---|-----------------------|-----------------------|
| 1. | Pushpanjali Drums Pvt. Ltd. (Exp) A/c. | Electricity Expenses | 1838993.00 |
| 2. | Pushpanjali Drums Pvt. Ltd. (Sales) A/c. | Sales | 15801280.00 |
| 3. | Pushpanjali Drums Pvt. Ltd. (Purchase) A/c. | Purchases | 1527008.00 |
| 4. | Sangeeta Valia Rent A/c. | Rent | 1080000.00 |
| 5. | Sangeeta Valia Purchase A/c. | Purchases | 1019000.00 |
| 6. | Jayesh Valia | Rent | 300000.00 |
6. The Company has not accepted any deposits from the public.
 7. The Company has an Internal Audit System commensurate with its size & nature of business.
 8. We are informed that the Central Government has not prescribed maintenance of cost records under clause (d) of section (1) of Section 209 of the Companies Act, 1956.



YASHRAJ CONTAINEURS LTD.

9. (a) According to the records of the Company, undisputed statutory dues including Provident Fund, Employees' State Insurance, Income-tax, Investors Education and Protection Fund, Sales-tax, Wealth Tax, Custom Duty, Excise Duty, Cess and other material statutory dues applicable to it have generally been regularly deposited with appropriate authorities though there has been a delay in a few cases. Following undisputed amount are outstanding for more than six months as on 31st March, 2007.

Sr. No.	Name of the Statute	Nature of the Dues	Period to Which the Amount relates	Amount Rs.	Date of Payment
1.	Income-tax Act, 1961	Income-tax	1996-1997	383321	—
2.	Central Excise Act, 1944	Excise-duty	2004-2005	2552462	—
3.	Central Sales-tax	C.S.T.	2004-2005	202916	—
4.	Central Sales-tax	C.S.T.	2006-2007	32442	14/08/07
5.	Tax Deducted at source (Professional fees)	T.D.S.	2006-2007	55665	25/05/07
6.	Tax Deducted at source (Salaries)	T.D.S.	2006-2007	6600	21/06/07

- (b) According to the information and explanations given to us, there are disputed statutory dues aggregating to Rs.24,15,661, that have not been deposited on account of matter pending before appropriate authority is as under:

Sr. No.	Name of the Statute	Nature of the Dues	Forum where dispute is Pending	Period to which the amt. relates	Amount Rs.
1.	Income-tax Act 1961	Income-tax	Appellate Tribunal of Income Tax	1996-1997	2415661

10. The accumulated losses at the end of the financial year are more than 100% (Hundred Percent) of its net worth and has not incurred cash losses during the financial year covered by our audit.

11. The Company is having negotiations with GSFC for one time settlement :

Sr. No.	Name of the financial Institution	Principal	Interest	Total (Rs.)
1.	GSFC Term Loan	1,45,00,000	3,62,77,264	5,07,77,264.

12. According to the information and explanations given to us, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.

13. In our opinion, the Company is not a chit fund or a nidhi/mutual benefit fund/ society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.

14. In our opinion, the Company is not dealing in or trading in shares, securities, debentures and other investments accordingly, the provisions of clause 4(xiv) of the Companies (Auditors' Report) Order, 2003 are not applicable to the Company.

15. According to the information and explanations given to us, the Company has not given any guarantees for loans taken by others from banks or financial institutions.

16. According to the information and explanations given to us, the Company has not raised any new term loans during the year. The term loans outstanding at the beginning of the year were applied for the purposes for which they were raised.

17. According to the information and explanation given to us and on an overall examination of the Balance Sheet of the Company, we report that no funds raised on short-term basis, have been used for long-term investments by the company. No long-term funds have been used to finance short-term investments except for working capital requirement.

18. During the year, the Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under Section 301 of the Companies Act, 1956, however an Amount of Rs. 9,60,36,000 has been received as at 31/03/2007 as share application money against which allotment of shares is pending.

19. According to the information and explanations given to us, no debentures have been issued during the year.

20. According to the information and explanation given to us, the Company has created securities in respect of debentures issued.

21. Based upon the audit procedures performed and information given to us, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.

For KAKARIA & ASSOCIATES
Chartered Accountants

Jaiprakash H. Shethiya
Partner
Membership No.: 108812

Place : Mumbai
Date : 14.7.2007

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BALANCE SHEET AS AT 31ST MARCH, 2007

	Schedules	Rupees	As at 31/03/2007 Rupees	As at 31/03/2006 Rupees
SOURCES OF FUNDS				
SHAREHOLDERS' FUNDS				
Equity Share Capital	A		48,000,000	48,000,000
Share Application Money			96,036,000	61,100,000
RESERVES & SURPLUS				
Revaluation Reserve			266,150,970	266,150,970
LOAN FUNDS				
Secured Loans	B	739,544,900		631,720,215
Unsecured Loans		5,456,260		24,049,043
			745,001,160	655,769,258
			1,155,188,130	1,031,020,228
APPLICATION OF FUNDS				
Fixed Assets				
Gross Block	C	431,650,747		425,914,255
Less : Depreciation		107,714,744		88,026,586
Net Block			323,936,003	337,887,669
Investments	D		21,443,934	15,364
Current Assets, Loans & Advances				
Inventories	E	53,265,418		33,906,169
Sundry Debtors		139,774,168		45,241,242
Loans & Advances		187,434,538		85,877,391
Cash & Bank Balances		31,210,109		17,957,493
		411,684,233		182,982,295
Less : Current Liabilities & Provisions	F	106,167,848		58,081,500
Net Current Assets			305,516,385	124,900,795
Miscellaneous Expenditure (To the extent not written off or adjusted)	G		3,420,000	-
Profit & Loss Account	H		500,871,808	568,216,400
			1,155,188,130	1,031,020,228
Notes on Accounts	I		-	-

AS PER OUR REPORT OF EVEN DATE

For **KAKARIA & ASSOCIATES**
Chartered Accountants

Jaiprakash H. Shethiya
Partner
Member No. : 108812

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

Jayesh V. Valia
Executive Chairman

S. K. Kittur
Director

Place : Mumbai
Date : 14th July, 2007



YASHRAJ CONTAINERS LTD.

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED ON 31ST MARCH, 2007

	Schedules	Rupees	As on 31/03/2007 Rupees	As on 31/03/2006 Rupees
INCOME				
SALES (GROSS)		596,795,776		397,568,893
LESS : EXCISE DUTY ON SALES		85,422,547		54,516,898
SALES (NET)		511,373,229		343,051,995
OTHER INCOME	1	14,491,206		20,963,511
INCREASE/(DECREASE) IN STOCK	2	3,454,458		(2,866,509)
			529,318,893	361,148,997
EXPENDITURE				
ST OF GOODS CONSUMED/SOLD	3	361,531,468		267,982,665
MANUFACTURING EXPENSES	4	28,224,377		22,296,208
ADMINISTRATIVE EXPENSES	5	16,057,639		9,160,326
SALARIES, WAGES, BONUS & OTHER EMPLOYEES' BENEFITS	6	6,648,171		4,586,953
MANAGERIAL REMUNERATION	7	900,000		1,065,000
SELLING & DISTRIBUTION EXPENSES	8	9,794,126		6,709,725
FINANCE CHARGES	9	34,250,873		35,548,248
AUDITORS' REMUNERATION		155,964		187,200
DEPRECIATION		19,688,158		19,389,100
			477,250,776	366,925,425
PROFIT / (LOSS) BEFORE TAX			52,068,117	(5,776,428)
PROVISION FOR TAX				
- TAXATION		-		-
- FRINGE BENEFIT TAX		749,545		345,300
			749,545	345,300
PROFIT / (LOSS) AFTER TAX			51,318,572	(6,121,728)
TRA ORDINARY ITEM			12,582,571	54,392,822
PRIOR PERIOD ADJUSTMENTS			3,443,450	601,235
PROFIT / (LOSS) TRF. TO BALANCE SHEET			67,344,593	48,872,329
BASIC & DILUTED EARNING PER SHARE			14.03	10.18
FACE VALUE Rs.10/- EACH				
NOTES ON ACCOUNTS	I			

AS PER OUR REPORT OF EVEN DATE

For **KAKARIA & ASSOCIATES**
Chartered Accountants

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

Jaiprakash H. Shethiya
Partner
Member No. : 108812

Jayesh V. Valia
Executive Chairman

S. K. Kittur
Director

Place : Mumbai
Date : 14th July, 2007

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SCHEDULES FORMING PART OF THE BALANCE SHEET

	As at 31/03/2007 Rupees	As at 31/03/2006 Rupees
SCHEDULE - A : SHARE CAPITAL		
AUTHORISED CAPITAL		
8,000,000 (P. Y. 8,000,000) Equity Shares of Rs.10/- each	80,000,000	80,000,000
Total Rs.	80,000,000	80,000,000
ISSUED, SUBSCRIBED AND PAID UP		
48,00,000 Equity shares of Rs. 10/- each fully paid up	48,000,000	48,000,000
Total Rs.	48,000,000	48,000,000
SCHEDULE - B : LOAN FUNDS		
SECURED LOANS :		
17.5% Secured Redeemable		
Non Convertible Debentures		
Accrued Interest on Debentures	27,500,000	27,500,000
2,75,000 Debentures of Rs.100/- each Privately Placed with I.D.B.I. Secured by a charge on moveable properties. Redeemable on the expiry of 4th & 5th year, from the relevant date of allotment, i.e. 30/11/2000	29,176,546	29,176,545
TERM LOANS		
- Industrial Development Bank Of India Ltd. Secured by a Charge on Movable Properties	145,638,960	168,621,531
- Gujarat State Financial Corporation Secured by a Charge on both Movable and Immovable Properties.	50,777,264	50,777,264
WORKING CAPITAL		
Bank of India	407,730,660	277,065,027
Standard Chartered Bank Assignee of ICICI Bank (Previous Year ICICI Bank Ltd.)	26,142,844	26,142
a) Secured by hypothecation of Book-debts Stock in Trade		
b) Secured by Equitable Mortgage in favour of Bank of India of Staff Quarters		
From Financial Institutions	52,578,626	52,437,004
Secured by hypothecation of Machinery & Vehicles		
Total Rs.	739,544,900	631,720,215
UNSECURED LOANS :		
From Directors & their relatives	-	1,000,000
From Bodies Corporates	5,456,260	23,049,043
Sub-Total Rs.	5,456,260	24,049,043
Total Rs.	745,001,160	655,769,258



SCHEDULES FORMING PART OF THE BALANCE SHEET

SCHEDULE - C : FIXED ASSETS

Amount in Rupees

ASSETS	GROSS BLOCK			DEPRECIATION				NET BLOCK		
	Cost as at 01-04-2006	Additions	Deductions	Cost as at 31-03-2007	Upto 31-03-2006	For the Year	Reversal of Depreciation	As at 31-03-2007	As at 31-03-2007	As at 31-03-2006
TANGIBLE ASSETS										
Land	12,600,000	-		12,600,000	-	-		-	12,600,000	12,600,000
Factory Building	37,799,999	-		37,799,999	13,888,123	1,262,520		15,150,643	22,649,356	23,911,876
Plant & Machinery	355,095,101	4,259,287		359,354,388	66,276,478	16,923,474		83,199,952	276,154,436	288,818,623
Wegning Machinery	1,013,702	11,470		1,025,172	987,003	1,905		988,908	36,264	26,699
Electrical Fittings	8,306,279	-		8,306,279	3,732,341	394,548		4,126,889	4,179,390	4,573,938
Furniture & Fixtures	724,514	31,500		756,014	193,059	47,369		240,428	515,585	531,455
Dies	563,607	-		563,607	441,521	63,744		505,265	58,342	122,085
Office Equipments	2,391,183	49,189		2,440,372	445,401	153,201		598,602	1,841,770	1,945,782
Vehicles	4,126,947	1,237,882		5,364,829	623,266	487,774		1,111,040	4,253,789	3,503,681
Computers	2,025,388	147,164		2,172,552	1,343,776	336,388		1,680,164	492,388	681,612
Fire Fighting Equipment	37,536	-		37,536	10,851	1,783		12,634	24,902	26,685
Staff Quarters	948,000	-		948,000	84,766	15,452		100,218	847,782	863,234
INTANGIBLE ASSETS										
Easement Rights	282,000	-		282,000	-	-		-	282,000	282,000
Total	425,914,255	5,736,492	-	431,650,747	88,026,585	19,688,160	-	107,714,745	323,936,002	337,887,670
Previous Year	423,700,000	2,214,255		425,914,255	68,637,485	19,389,100		88,026,586	337,887,669	-

Note : Tangible Fixed Assets were revalued in the year 2004-2005 and the Revaluation Reserves Stands at Rs. 266,150,970/-.

SCHEDULES FORMING PART OF THE BALANCE SHEET

	As at 31/03/2007 Rupees	As at 31/03/2006 Rupees
SCHEDULE - D : INVESTMENTS		
Trade Investments (at cost)		
Quoted		
Vas Animations & Entertainment Ltd.	4,364	4,364
- {1,091 (P. Y. 4,63,091) Eq. Sh. Of Rs. 10/- each fully paid up}		
Precision Containeurs Limited	21,428,570	-
- (21,42,857) Eq. Sh. Of Rs. 10/- each fully paid up		
Unquoted		
New India Co-op Bank Ltd.	5,000	5,000
- (500 Eq. Sh. Of Rs.10/- each fully paid up)		
Vasparr Shelter Limited	1,000	1,000
- (100 Equity Shares of Rs. 10/- each)		
National Savings Certificates	5,000	5,000
Total Rs.	21,443,934	15,364
SCHEDULE - E : CURRENT ASSETS, LOANS & ADVANCES :		
Inventories: (As certified by the Management)		
Raw Materials & Traded Goods	25,678,975	21,102,773
Semi Finished Goods	22,602,839	11,274,249
Finished Goods	4,440,951	768,590
Scrap	542,653	760,557
Sub-Total Rs.	53,265,418	33,906,169
Sundry Debtors		
(Unsecured, Considered good)		
Debts Exceeding Six Months	19,174,737	9,277,327
Other Debts	120,599,411	35,963,915
Sub-Total Rs.	139,774,168	45,241,242
Loans & Advances		
Unsecured considered good		
Loans	78,084,188	3,394,963
Deposits	3,273,902	3,113,555
Advances to Suppliers & Others recoverable in cash or in kind or for value to be received	34,258,318	25,442,344
Advance Fringe Benefit Tax paid	275,000	
Income tax Receivable	1,086,115	838,696
Prepaid Expenses	16,952,941	4,275,628
Balance with Excise authorities	5,504,074	812,205
Receivable from Company's Bankers towards excess recovery of interest	48,000,000	48,000,000
Sub-Total Rs.	187,434,538	85,877,391
Cash & Bank Balances :		
Cash on hand	4,283,884	528,699
Balances with Banks :		
In current accounts		
- With Scheduled Banks	2,089,408	3,255,486
- With Non-Scheduled Bank	436,725	179,037
In deposit accounts		
- With Scheduled Bank	24,378,026	13,973,104
- With Non-Scheduled Bank	22,067	21,167
Sub-Total Rs.	31,210,109	17,957,493
Total Rs.	411,684,233	182,982,295

**SCHEDULES FORMING PART OF THE BALANCE SHEET**

	As at 31/03/2007 Rupees	As at 31/03/2006 Rupees
SCHEDULE - F : CURRENT LIABILITIES AND PROVISIONS		
Current Liabilities :		
Creditors for Goods	61,184,624	41,777,553
Creditors for Expenses	33,123,403	5,495,907
Creditors for Others	-	36,714
Other Liabilities	3,195,972	3,206,895
Acceptances	5,351,444	5,384,106
Advances from Customers	1,000,000	1,000,000
Provisions		
For Gratuity	819,770	747,002
For Fringe Benefit Tax (Net)	749,545	305,300
For Provision for taxation	-	-
For Excise Duty on stock at Factory	743,090	128,023
Total Rs.	<u>106,167,848</u>	<u>58,081,500</u>
SCHEDULE - G : MISCELLANEOUS EXPENDITURE		
Repairs to Building (Deferred Revenue)	3,800,000	-
Written off upto Previous year	-	-
Both written off during the year	380,000	-
	<u>3,420,000</u>	<u>0</u>
SCHEDULE - H : PROFIT & LOSS ACCOUNT		
Profit & Loss Account		
Opening Balance	568,216,401	617,088,730
Loss / (Profit) trf. from P & L A/c.	(67,344,593)	(48,872,330)
	<u>500,871,808</u>	<u>5,68,216,400</u>
Total Rs.	<u>500,871,808</u>	<u>5,68,216,400</u>

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SCHEDULES FORMING PART OF THE PROFIT & LOSS ACCOUNT

	As on 31/03/2007 Rupees	As on 31/03/2006 Rupees
SCHEDULE 1 : OTHER INCOME :		
Sale of Scrap (Gross)	15,994,806	20,087,435
Less : Excise Duty on Sale of Scrap	<u>2,616,468</u>	<u>1,877,043</u>
Sale of Scrap (Net)	13,378,338	18,210,392
Interest (Gross)	927,341	910,617
[TDS Rs. 2,11,410 (P. Y. Rs. 1,80,983)]		
Discount Received	-	35,320
Dividend (Gross)	600	600
Profit on Sale of Shares	-	919,854
Labour Charges	-	820,338
Insurance Claim Received	26,950	
Miscellaneous Income	<u>157,977</u>	<u>66,396</u>
Total Rs.	<u>14,491,206</u>	<u>20,963,511</u>
SCHEDULE 2 : INCREASE/(DECREASE) IN STOCK :		
Closing Stock :		
Finished Goods	4,440,951	768,590
Scrap	<u>542,653</u>	<u>760,557</u>
	4,983,604	1,529,147
Less : Opening Stock :		
Finished Goods	768,590	4,210,773
Scrap	<u>760,556</u>	<u>184,883</u>
	1,529,146	4,395,656
Total Rs.	<u>3,454,458</u>	<u>(2,866,509)</u>
SCHEDULE 3 : COST OF GOODS CONSUMED/SOLD :		
Raw Material		
Opening Stock :	32,251,886	21,780,336
Add : Purchases	<u>377,376,651</u>	<u>278,454,215</u>
	409,628,537	300,234,551
Less : Closing Stock		
- Semi Finished Goods	22,602,839	11,274,249
- Raw Material	<u>25,494,230</u>	<u>20,977,627</u>
Total Rs.	<u>48,097,069</u>	<u>32,251,886</u>
SCHEDULE 4 : MANUFACTURING EXPENSES :		
Provision for Excise Duty	743,090	128,023
Excise Expenses	3,236	50,208
Electricity Charges	4,971,241	4,319,797
Insurance Charges	529,494	369,624
Labour Charges	903,830	497,138
Loading & Unloading Charges	45,305	27,057
Power & Fuel	3,560,964	2,029,496
Salaries & Wages (Workers)	5,026,123	2,934,485
Security Charges	973,157	726,423
Screen Printing Charges	61,567	32,484
Stores & Spares Consumable	3,108,730	1,594,667
Slitting Charges	33,256	44,690
Transport Charges	<u>8,264,384</u>	<u>9,542,116</u>
Total Rs.	<u>28,224,377</u>	<u>22,296,208</u>

**SCHEDULES FORMING PART OF THE PROFIT & LOSS ACCOUNT**

	As on 31/03/2007 Rupees	As on 31/03/2006 Rupees
SCHEDULE 5 : ADMINISTRATIVE EXPENSES :		
Advertisement Expenses	391,506	196,567
Angadia/Courier Charges	68,156	57,289
Annual Maintenance Charges	104,058	134,986
Conveyance Expenses	686,276	688,294
Computer Expenses	78,753	88,400
Charity & Donations	-	773,004
Internet/Depository Connectivity Charges	45,475	42,900
Electricity Charges	199,050	235,440
ROC-Filing Fees	7,500	4,500
General Expenses	26,332	57,914
Gift & Presentation - Diwali Expenses	1,044,819	-
Legal & Professional Charges	3,337,369	1,720,759
Labour Charges	5,645	-
License Fees	106,141	7,433
Listing Fees	10,000	10,000
Membership & Subscription	5,000	15,000
Office Expenses	129,200	70,049
Postage & Telegram	89,847	50,669
Printing & Stationery	396,934	243,903
Repairs to Building	387,019	147,141
Repairs to Plant & Machinery	3,623,434	1,519,876
Registrar & Transfer agents fees	70,376	50,000
Repairs to Building-Deferred Revenue written off	380,000	-
Rent	1,909,827	1,090,400
Rates & Taxes	28,603	54,628
Repairs & Maintenance (others)	169,162	140,924
Service Tax on Transport	184,654	-
Transport Charges	562,583	51,926
Telephone Expenses	754,581	729,766
Training Expenses	5,725	13,706
Tours & Travelling Expenses	724,987	700,582
Vehicle Expenses	524,628	264,270
Total Rs.	16,057,639	9,160,326

SCHEDULES FORMING PART OF THE PROFIT & LOSS ACCOUNT

	As on 31/03/2007 Rupees	As on 31/03/2006 Rupees
SCHEDULE 6 : SALARY, WAGES, BONUS & OTHER EMPLOYEE BENEFITS :		
Salaries, Wages & Bonus	5,541,427	3,574,893
Workers & Staff Welfare Expenses	865,780	607,142
Leave Encashment & Ex-Gratia	93,991	231,734
Co's Contri. To Provident Fund	74,205	69,290
Gratuity Provision	72,768	103,894
Total Rs.	6,648,171	4,586,953
SCHEDULE 7 : MANAGERIAL REMUNERATION :		
Technical Director		165,000
Executive Chairman	900,000	900,000
Total Rs.	900,000	1,065,000
SCHEDULE 8 : SELLING EXPENSES :		
Discount Allowed	-	4,290
Business Promotion Expenses	2,942,230	254,071
Commission On Sales	51,750	30,191
Damages Due to Leakage	272,761	13,280
ISI Marking Charges	182,110	120,294
Loading / Unloading Charges	1,968,696	1,596,101
Octroi Charges	-	178,550
Packing / Fitting Charges	1,114,254	610,958
Tender Fees	72,456	25,060
Sales Promotion Expenses	39,825	27,404
Testing & Caliberation Charges	140,481	61,249
Transport Charges	3,009,563	3,788,277
Total Rs.	9,794,126	6,709,1
SCHEDULE 9 : FINANCE CHARGES :		
Interest		
On Bank Finance	22,905,177	25,435,789
To Others	2,015,250	3,272,174
Lead Bank Charges	217,500	-
Brokerage Charges	55,811	141,226
Stamping Charges	271,249	356,873
Hire Purchase Charges	246,312	112,946
Bank Charges / Commission	8,539,574	6,229,240
Total Rs.	34,250,873	35,548,248

**SCHEDULE I – NOTES ON ACCOUNTS****1. LEGAL STATUS :**

The assessee is a Public Limited Company, formed vide Certificate of Incorporation dated 27th July, 1993, assessed to Income Tax at Mumbai.

2. BUSINESS ACTIVITY :

The Assessee is into the business of Manufacturing of Barrels, During the year and the Company has Installed a New Plant at Chennai. The Commercial Production at the plant commenced from the month of October 2006.

3. SIGNIFICANT ACCOUNTING POLICIES :**General:**

The accounts are prepared on the historical cost basis and on the accounting principles of a going concern. Accounting policies not specifically referred to otherwise are consistent and in consonance with generally accepted accounting principles.

Revenue Recognition:

The Revenue is recognized on the basis of Mercantile System of Accounting. The Expenses and income considered payable and receivable respectively are accounted on accrual basis except investment income is accounted for on cash basis as and when received.

Valuation of Inventories:**i) Raw Material :**

- a) Raw material is valued at cost exclusive of CENVAT in accordance with the AS-2 of the Institute of chartered Accountants of India.
- b) Scrap is valued at estimated realisable value.

ii) Finished Goods :

- a) Finished goods are valued at cost or estimated realisable value inclusive of excise duty payable Thereupon at the time of dispatch.
- b) Semi finished goods are valued at cost.

The stocks at the year end are valued verified and certified by the management.

Fixed Assets:

Fixed Assets are stated at their historical cost, net of CENVAT Credit but include expenditure incurred in their acquisition and construction/installation and other related expenses including pre-operational expenses.

Depreciation:

Depreciation on all the assets is calculated on Straight Line method at the rates specified in Schedule XIV to the Companies Act 1956.

Investments:

Long-term investments are carried at Cost.

Retirement Benefits:

Liability in respect of retirement benefits is provided and charged to the Profit & Loss account as follows:

Provident fund:

on actual liability basis.

- **Gratuity:** on the assumption that such benefits are payable to all eligible employees at the end of each accounting year and is charged to the Profit & Loss account each year.
- **Leave Encashment:** Not provided, accounted for as & when paid.

Excise Duty & Sales-tax:

Purchases are exclusive of excise duty whereas Sales are inclusive of excise duty. The balance of CENVAT credit / PLA balance, if any, is reflected as current assets under the head Loans & Advances.

Prior Period Adjustment:

All identifiable items of income and expenditure pertaining to prior periods irrespective of period of accrual are accounted as Prior Period Adjustment.

Deferred Tax:

Deferred tax is subject to the consideration of prudence in respect of deferred tax assets, on timing difference, being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods

	CURRENT YEAR Rs.	PREVIOUS YEAR Rs.
4. Contingent liability not provided for		
Bank Guarantees	54,12,549	37,30,000
5. Capital Commitments :		
Estimated amount of contracts remaining to be executed on capital accounts and not provided for (Net of Advances)	NIL	NIL

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6. Auditors Remuneration :		CURRENT YEAR		PREVIOUS YEAR	
		Rs.		Rs.	
a)	Audit Fees		73,034		65,000
b)	Tax Audit		50,562		45,000
c)	Certification Work				60,000
d)	Other matters				17,200
7. Quantitative and Other Information :					
i)	Licensed Capacity		Not Applicable		Not Applicable
ii)	Installed Capacity				
	Metal Drums (Total)		21,60,000 Nos.		12,00,000 Nos.
	Daman Unit		14,40,000 Nos.		12,00,000 Nos.
	Chennai Unit		7,20,000 Nos.		N.A.
Installed Capacity is Verified by the Management & not Verified by the Auditor, Being a technical matter. However, as per the Information & explanation provided to us, during the year Consideration because of addition/modification of Welding Machine the Installed Capacity at the Daman Unit has increased from 12,00,000 units to 14,40,000 units.					
iii)	Productions : Metal Drums		654769 Nos.		499173 Nos. @
This Year Nil (P.Y. Productions includes 36292 drums produced on labour job.)					
iv)	Particulars in respect of Opening Stock, Sales and Closing Stock.				
	Description	Unit	Qty.	Rs.	Qty.
	Rs.				Rs.
(i)	Finished Goods				
	Opening Stock				
	- Metal	Nos.	1068	768590	5172
	- Plastic	Nos.	NIL	NIL	304
	Sales (Gross)				
	- Metal	Nos.	650393	596693385	466985
	- Plastic	Nos.	NIL	NIL	529
	Closing Stock				
	- Metal	Nos.	5444	2382364	1068
	- Plastic	Nos.	NIL	NIL	NIL
(ii)	Traded Goods (CR Sheets/Coils) Plastic Granules, Stores & Consumables)				
	Opening Stock	M.T.	NIL	NIL	NIL
	Transfer Receipt	M.T.	NIL	NIL	NIL
	Purchases	M.T.	NIL	NIL	NIL
	Sales (Gross)				
	- Metal	M.T.	NIL	NIL	NIL
	- Plastic	M.T.	NIL	NIL	NIL
	- Others	M.T.	-	102391#	-
	Closing Stock	M.T.	NIL	NIL	NIL
Note : # The Value includes Stores & Consumables.					
v)	Particulars in respect of Raw Materials Consumed/Sold :				
		Unit	Qty.	Rs.	Qty.
					Rs.
a.	CRC Sheets/Coils	M.T.	14286.001	358097385	9677.652
	Plastic Granules	M.T.	NIL	NIL	2.000
	Plastic Liners	Nos.	1779	1261580	6303
	Others		-	2172503	-
b.	Value of imported and Indigenous Raw Material				
(Including Components) Consumed/Sold and Percentage of each to total consumption					
			Rs.	Percentage	Rs.
					Percentage
	Imported		NIL	NIL	NIL
	Indigenous		361531468	100.00%	267982665
					100.00%
8.	C.I.F. Value of Imports :			Rs.	Rs.
i)	Raw Material			NIL	NIL
ii)	Capital Goods			2,359,115	NIL
9.	Expenditure in Foreign Currency :				
	Tours & Travelling			47,000	175,700
10.	Earnings in Foreign exchange			NIL	NIL

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12. (A) NO PROVISION HAS BEEN MADE FOR LEAVE ENCASHMENT AND DUE TO NON-AVAILABILITY OF THE EXCA AMOUNT, IMPACT ON THE PROFIT FOR THE YEAR IS NOT ASCERTAINABLE.
- (B) NO PROVISION HAS BEEN MADE FOR DEBTS WHICH ARE SHOWING AMOUNT AS RECEIVABLE FOR MORE THAN THREE YEARS.
- (C) NO PROVISION HAS BEEN MADE FOR INTEREST & PENAL CHARGES ON TERM LOANS FROM G.S.F.C. AND DUE TO NON-AVAILABILITY OF THE EXACT AMOUNT, IMPACT ON THE PROFIT FOR THE YEAR IS NOT ASCERTAINABLE.

13. **Related Party Disclosures :**

(a) **Associate concerns**

Precision Containeurs Ltd.

(b) **Information on related party transactions as required by Accounting Standard (AS 18)**

Amount in Rupees

Particulars	Associate Concerns	
	2006-07	2005-06
Loan Borrowed	70,608,570	22,594,191
Loan Repaid	88,093,363	45,053,650
Outstanding Balance as on Balance sheet date :		
Payable :		
- Loans	5,456,260	22,941,053
- Creditors	1,396,727	7,401,627

14. In relation to Accounting Standard 22 Accounting for Taxes on Income issued by The Institute of Chartered Accountants of India, the Company has unabsorbed depreciation and accumulated losses in terms of income tax and there is no virtual certainty supported by convincing evidence as regards future profitability to wipe off the losses and hence no effect on timing difference in the accounts is given.
15. The Company has only one business segment and there is no geographical Segment, hence reporting details prescribed in Accounting Standard 17 segment reporting have not been provided in these financial statement.
16. Earnings Per Share :
- | | Current Year | Previous Year |
|--|--------------|---------------|
| A. Net Profit/(Loss) as per P&L A/c... Rs. | 67,344,593 | 48,872,330 |
| B. Number of Equity Shares...Nos. | 4,800,000 | 4,800 |
| C. Basic Earnings Per Shares (A/B)... Rs. | 14.03 | 10.18 |
| D. Diluted Earnings Per Share...Rs. | 14.03 | 10.18 |
| E. Nominal Value per Equity...Rs. | 10 | 10 |
17. Secured loans include the interest due and payable within a year, to I.D.B.I. on account of, term loan stands at Rs. NIL (P.Y. Rs. NIL) lacs and debenture stands at Rs. NIL (P.Y. Rs. NIL) lacs and to G.S.F.C. Rs. NIL (P.Y. Rs. NIL) lacs and include the amount due and payable within a year to banks against L/C and stand at Rs. 2105.50 (P.Y. Rs. 2240.95) lacs.
18. During the previous year the company has written back the Interest provision of Rs. 480 lacs payable to banks on the basis of Rehabilitation Scheme submitted to B.I.F.R shown under Loans & Advances as Receivable.
19. The outstanding Balance of certain Banks, Debtors, Creditors, Unsecured Loans and Loans & Advances are subject to confirmation & reconciliation, if any.
20. In the opinion of the board, Current Assets, Loans and Advances have a value on realisation in the ordinary course of business at least equal to the amount at which they are stated.
21. Previous Year's figures have been regrouped/recast wherever necessary.



22. Figures have been rounded off to the nearest rupee.

23. Schedules A to I and 1 to 9 from an integral part of the Accounts and have been duly authenticated.

AS PER OUR REPORT OF EVEN DATE

For **KAKARIA & ASSOCIATES**
Chartered Accountants

Jaiprakash H. Shethiya
Partner
Membership No. 108812

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

Jayesh V. Valia
Executive Chairman

S. K. Kittur
Director

Place : Mumbai
Date : 14th July, 2007

14TH ANNUAL REPORT 2006-2007

CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31ST MARCH, 2007

	As on 31/03/2007 Rupees	As on 31/03/2006 Rupees
A. CASH FLOW FROM OPERATING ACTIVITIES		
NET PROFIT / (LOSS) BEFORE TAX & EXTRAORDINARY ITEMS	52,068,117	(5,776,427)
<u>Adjustment for :</u>		
Depreciation	19,688,158	19,389,100
Interest Charges	24,920,427	28,707,963
Interest Income	(927,341)	(910,617)
Dividend Income	(600)	(600)
Profit on Sale of Shares	-	(919,854)
Excise duty on closing stock	743,090	128,023
Provision for gratuity	72,768	103,894
	<u>44,496,502</u>	<u>46,497,909</u>
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	96,564,619	40,721,482
<u>Adjustment for changes :</u>		
Trade & Other receivables	(196,090,073)	(62,766,781)
Inventories	(19,359,249)	(7,595,773)
Trade & Other Payables	46,520,945	(29,806,986)
	<u>(168,928,377)</u>	<u>(100,169,540)</u>
CASH GENERATED FROM OPERATIONS	(72,363,758)	(59,448,058)
Interest paid	(24,920,427)	(28,707,963)
CASH FLOW BEFORE EXTRA ORDINARY ITEMS	(97,284,185)	(88,156,021)
<u>Extraordinary Items :</u>		
Extraordinary Items	12,582,571	54,392,822
Prior period adjustment	3,443,450	601,235
	<u>(81,258,164)</u>	<u>(33,161,964)</u>
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(5,736,492)	(2,214,255)
Purchase of Shares	(21,428,570)	-
Sale of Shares	-	2,772,000
Deferred Revenue Expenditure	(3,420,000)	-
Interest Income	927,341	910,617
Dividend Income	600	600
NET CASH USED IN INVESTING ACTIVITIES	(29,657,121)	1,468,962
C. CASH FLOW FROM FINANCING ACTIVITIES		
Borrowing / (Repayment) of long term borrowings	107,824,685	(3,772,253)
Borrowing of long term borrowings	-	-
Short term borrowings from Bank (net)	-	-
Repayment of Short Term borrowings from Bank	-	-
Short term borrowings from other	-	-
Borrowing/(Repayment) of unsecured loans	(18,592,783)	(27,281,785)
Share Application Money Received	34,936,000	61,100,000
NET CASH USED IN / FROM FINANCING ACTIVITIES	124,167,902	30,045,962
NET INCREASE / (DECREASE) IN CASH & CASH EQUIVALENT	13,252,616	(1,647,039)
CASH AND CASH EQUIVALENTS (OPENING BALANCE)	17,957,493	19,604,532
CASH AND CASH EQUIVALENTS (CLOSING BALANCE)	31,210,109	17,957,493
NET INCREASE / (DECREASE) IN CASH AS DISCLOSED ABOVE	13,252,616	(1,647,039)

AS PER OUR REPORT OF EVEN DATE

For **KAKARIA & ASSOCIATES**
Chartered Accountants

Jaiprakash H. Shethiya
Partner
Member No. : 108812
Place : Mumbai
Date : 14th July, 2007

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

Jayesh V. Valia
Executive Chairman

S. K. Kittur
Director



YASHRAJ CONTAINEURS LTD.

Regd. Office : 401, Court Chambers, 4th Floor, S. V. Road, Borivli (W), Mumbai - 400 092.

PROXY FORM

Ledger Folio No. No. of Shares held

I/We _____
of _____ being a member / members of the above named Company
hereby appoint _____
of _____

as my/our Proxy to vote for me/us and on my/our behalf at the **14th ANNUAL GENERAL MEETING** of the Company to be held on Saturday, September 29, 2007, at 1.30 p.m. at the Conference Hall, Sheth M. K. High School, Factory Lane, Borivli (West), Mumbai 400 092.

Signed this _____ day of _____ 2007.

Signature _____

Please
affix
Revenue
Stamp

- Notes :**
1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy and vote instead of himself/herself.
 2. The Proxy need not be a member of the Company.
 3. The Proxy duly completed should be deposited at the Registered Office of the Company not less than 48 hours before the commencement of the Meeting.

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YASHRAJ CONTAINEURS LTD.

Regd. Office : 401, Court Chambers, 4th Floor, S. V. Road, Borivli (W), Mumbai - 400 092.

ATTENDANCE SLIP

Ledger Folio No. No. of Shares held

(Please present this attendance slip at the entrance of the meeting venue)

I hereby record my/our presence at the **14th ANNUAL GENERAL MEETING** of the Company to will be held on Saturday, September 29, 2007, at 1.30 p.m. at the Conference Hall, Sheth M. K. High School, Factory Lane, Borivli (West), Mumbai 400 092.

NAME OF THE SHAREHOLDER _____

NAME OF THE PROXY _____

SIGNATURE OF THE MEMBER/PROXY _____

NOTE : To be signed and handed over at the Meeting Venue

BOOK-POST

If not delivered, please return to :

YASHRAJ CONTAINEURS LTD.

401, Court Chambers,
S. V. Road, Borivli (W),
Mumbai - 400 092.