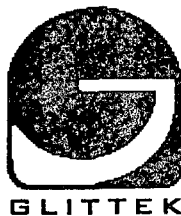


**ANNUAL REPORT
2008-2009**



For GLITTEK GRANITES LTD.

Michael G. G.
Secretary

GLITTEK GRANITES LIMITED

**BOARD OF DIRECTORS**

MR. B. K. AGARWAL	-	Chairman
MR. K. K. AGARWAL	-	Managing Director
MR. ASHOKE AGARWAL	-	Jt. Managing Director
MR. A. T. GOWDA	-	Director
MR. A. VENKATESH	-	Director
MR. A. DHANUKA	-	Director

(w.e.f. 30.06.2008)

COMPANY SECRETARY

MR. VITHAL DAS MALL

AUDITORS

M/s. RUNGTA & RUNGTA
Chartered Accountants
25, R. N. Mukherjee Road
Kolkata - 700 001

BANKERS

STATE BANK OF HYDERABAD

REGISTERED OFFICE & WORKS

42, K.I.A.D.B. Industrial Area
Hoskote, Bangalore, Karnataka - 562 114
Phone : (080) 27971565, 27971566
Fax : (080) 27971567
E-Mail : glittek@vsnl.com

SHARE TRANSFER AGENT

M/s. MCS Limited
77/2A, Hazra Road, Kolkata - 700 029

Contact Person

Mr. Tapas Roy
Phone : (033) 2476-7350-54 (5-Lines)
Fax : (033) 2474-7674
Email : mcscal@cal2vsnl.net.in
investorglittek@rediffmail.com

**EXCHANGE ON WHICH COMPANY'S
SHARES ARE LISTED**

Bombay Stock Exchange Limited

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NOTICE

NOTICE is hereby given that the Nineteenth Annual General Meeting of the Members of **GLITTEK GRANITES LTD.** will be held at its Registered Office at 42, K.I.A.D.B. Industrial Area, Hoskote - 562 114, Karnataka on Wednesday the 16th September, 2009 at 12.30 p.m. to transact the following business :

ORDINARY BUSINESS

1. To receive, consider and adopt the audited accounts of the Company for the year ended 31st March, 2009 and the Reports of the Directors and Auditors thereon.
2. To re-appoint Mr. Bimal Kumar Agarwal who retires by rotation and being eligible offers himself for re-appointment.
3. To re-appoint Mr. A T Gowda who retires by rotation and being eligible offers himself for re-appointment.
4. To appoint Auditors and to fix their remuneration.

Registered Office :

42, K.I.A.D.B. Industrial Area
Hoskote, Karnataka - 562 114
Date : 30th day of June, 2009

By Order of the Board

V D MALL

Company Secretary

NOTES

1. A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON POLL INSTEAD OF HIMSELF. A PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE PROXY FORM DULY COMPLETED MUST BE RETURNED SO AS TO REACH THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE SCHEDULED TIME OF THE MEETING.
2. Explanatory Statement pursuant to Section 173(2) of the Companies Act, 1956, if required, is annexed hereto and forms part of this notice.
3. The Register of Members and Share Transfer Books of the Company shall remain closed from 10th September, 2009 to 16th September, 2009 (both days inclusive) for the Annual General Meeting.
4. The members holding shares in the dematerialized mode are requested to intimate all changes with respect to their mandate, nomination, power of attorney, change of address, change in name etc. to their depository participant (DP), which would be changed automatically in the company's record which will help the company to provide efficient and better service to the members.
5. The shares of the Company are under compulsory demat list & can be traded only in demat form.
6. All documents, if any referred to in the notice are open for inspection at the registered office of the Company between 11.00 a.m. to 1.00 p.m. on any working day prior to the date of the meeting and also at the meeting.
7. Members intending to require information about accounts to be explained at the meeting are requested to write to the Company at least seven days in advance of the AGM.
8. Details of Directors seeking re-appointment as required under Clause 49 of the Listing Agreement with the Stock Exchanges.

Mr. Bimal Kumar Agarwal, aged about 52 years, is the Promoter Director of the Company. He has vast experience in Granite Industry over 16 years. He is holding 8,18,100 equity shares of the Company. Members are advised to refer to the corporate Governance section for further details of Mr. Bimal Kumar Agarwal.

Mr. A. T. Gowda aged about 73 years is a Mechanical Engineer and a retired Air Force Officer of Technical Branch of IAF. He retired as wing commander in 1992. After retirement he has worked more than 14 years in Granite Industry.

DIRECTORS REPORT

To the Shareholders

Your Directors have pleasure in presenting the nineteenth Annual Report and Audited Accounts for the year ended 31st March 2009.

1. FINANCIAL RESULTS	(Rs. in Lacs)	
Particulars	31.03.2009	31.03.2008
Sales & Other Income	1024.78	1158.88
Profit before Interest, Depreciation & Tax	233.19	159.61
Less : Interest	96.12	57.96
Depreciation	122.35	98.03
Tax	3.27	2.08
Net Profit for the year	11.45	1.54
Balance brought forward from last year	(21.33)	(22.87)
Balance carried forward	(9.88)	(21.33)

2. DIVIDEND

In view of non-availability of sufficient profit, your Directors express their inability to recommend payment of dividend in respect of the year under review.

3. PERFORMANCE

During the year under review, your Company has achieved turnover of Rs.1024.78 Lacs in comparison to previous year Rs.1158.88 Lacs and earned a Profit of Rs.11.45 Lacs in comparison to Rs.1.54 Lacs in the previous year.

4. CAPITAL EXPENDITURE

The Capital expenditure programme for a projected amount of Rs. 930 lakhs as stated in the last report has been successfully completed with the support of the banker of the Company. The Commercial production with new capacity commenced in September, 2008 but at the same time the world wide recession set in. Your company is hopeful to combat the recession with its good reputation with the clients for quality products and timely deliveries. Besides, your company has increased marketing efforts by exploring new markets, participation in international trade fairs and frequent visits to the customers.

5. DIRECTORS' RESPONSIBILITY STATEMENT

In compliance with Section 217(2AA) of the Companies Act, 1956, as amended by the Companies (Amendment) Act, 2000 your Directors state that :

A. The Applicable Accounting Standards have been followed in the preparation of Annual Accounts.

B. The accounting policies have been selected and applied consistently and the judgments and estimates made are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as on 31st March, 2009 and the Profit & Loss Account for the year ended on that date.

C. Proper and Sufficient care has been taken for maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.

D. The Annual Accounts have been prepared on a going concern basis.

6. CORPORATE GOVERNANCE

Pursuant to Clause 49 of the Listing Agreement with the Stock Exchange, a report on Corporate Governance with Auditors' Certificate on Compliance with conditions of Corporate Governance and a Management Discussion & Analysis Report have been attached as part of the Annual Report.

7. LISTING INFORMATION

The Securities of the Company are listed with and traded in dematerialized form on Bombay Stock Exchange Limited (BSE).

The Company's shares have been delisted from Bangalore Stock Exchange Limited.

The Listing Fee has been paid to the Stock Exchanges for the year 2009-2010. The ISIN No. of the Company is INE 741B01027.

8. RISK MANAGEMENT

As per listing requirement, the Company has adopted a risk management policy as approved in the Meeting of Board of Directors of the Company.

9. DIRECTORS

In accordance with Article 149 of the Articles of Association of the Company and the applicable provisions of the Companies Act, 1956, Mr. Bimal Kumar Agarwal and Mr. A T Gowda will retire from the Board by rotation at the forthcoming Annual General Meeting and being eligible, offer themselves for re-appointment.

10. AUDITORS & AUDITORS' REPORT

M/s. Rungta & Rungta, Chartered Accountants, statutory auditors of the company hold office until the conclusion of the ensuing Annual General meeting and being eligible offer themselves for re-appointment. The Company has received a certificate from them that their re-appointment, if made, would be within the limits laid down under Section 224(1)(B) of the Companies Act, 1956.

The notes on accounts referred to in the Auditors' Report are self explanatory and therefore do not call for any further comments.



11. FIXED DEPOSITS

The Company has not accepted any fixed deposits during the year under review.

12. PARTICULARS RELATING TO CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

The particulars as prescribed under sub-section 1(e) of Section 217 of the Act, read with Rule 2 of the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988, are provided in the Annexure to this Report.

13. INDUSTRIAL RELATIONS

The Company continued to maintain cordial relation with the employees. The Directors express

their appreciation for the very good co-operation received from all sections of all Associates/ Officers of the Company.

14. PARTICULARS OF EMPLOYEES

No employee of the Company is covered under Section 217(2A) of the Companies Act, 1956, read with Companies (Particulars of Employees) Rules, 1975, as amended.

15. ACKNOWLEDGEMENT

Your Directors wish to place on record their appreciation of the continued support rendered by the Shareholders, Customers, Suppliers, Bankers, Financial Institutions, the Central Government and the State Government agencies for their cooperation extended to the Company.

By order of the Board

Kamal Kumar Agarwal
Managing Director

Ashoke Agarwal
Jt. Managing Director

Place: Hoskote

Date : 30th June, 2009

ANNEXURE TO THE DIRECTORS REPORT

Particulars required under the Companies (Disclosure of Board of Directors) Rules, 1988.

A) CONSERVATION OF ENERGY

- a) Your company accords highest priority for conservation of energy and necessary measures for optimising energy consumption have been taken.
- b) Additional investment & proposal, if any, being implemented for reduction of consumption energy.
- NIL -
- c) Impact of measures at (a) and (b) above for reduction of energy consumption and consequent impact on the cost of production of goods.

The above measures have resulted in saving of energy.

B) TECHNOLOGY ABSORPTION

a) Research and Development

1. Specific areas in which Research & Development carried out by the Company, expenditure incurred on the same and benefits derived as a result of above efforts.

No Research and Development work has been carried out by the Company and therefore, there is no expenditure on the head or any other benefit accrued from it.

2. Future plan of action

The Company's financial problem has kept in abeyance its plan on research & development.

b) Technology Absorption, Adaptation and Innovation

Technical Innovations/Modifications are being made on regular basis in the process to achieve cost reduction, product improvement etc.

**C) Foreign Exchange earnings and outgo**

(Rs. in Lacs)

	Current Year	Previous Year
Earnings	910.83	747.77
Outgo	285.12	167.99

By order of the Board

Kamal Kumar Agarwal*Managing Director***Ashoke Agarwal***Jt. Managing Director*

Place: Hoskote

Date : 30th June, 2009

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

As per the requirement of Clause 49 of the Listing Agreements with the Stock Exchanges, the Management Discussion and Analysis of the events that have taken place and conditions prevailing during the period under review are elucidated.

a) INDUSTRY STRUCTURE & DEVELOPMENT

The Company is engaged in manufacturing of Granite Tiles & Slabs. The main market for the company's product is USA and Europe.

b) OPPORTUNITY AND THREATS

The company has established its very good brand image in the international market particularly in the USA. The Company expects to be benefitted from its current expansion programme and the world economy recovers.

The perceived threats for the Company are acute competition from Italy and China, ever increasing material cost, unremunerative prices and availability of good quality raw materials due to export of the same in raw form.

c) RISKS & CONCERNS

Rough Granite Blocks are raw material for products of the Company. As such the export of Rough Blocks may affect the profitability of the Company. Exports of the company are in US Dollar and imports are in EURO. Hence any adverse exchange fluctuation may affect the performance of the Company.

d) INTERNAL CONTROL SYSTEM

Through the long years of experience in its line of business, the Company has developed and implemented internal control systems in the various functional areas of its operation. Your Directors are satisfied about the adequacy of the same.

e) HUMAN RESOURCES

The Company has adequate 96 qualified and experienced human resources commensurate with its size and industrial relations continue to be cordial as the company continues to lay emphasis on development at all levels.

f) CAUTIONARY STATEMENT

Statement in this Report particularly those which relate to Management Discussion and Analysis describing the Company's objectives, projections estimates and expectations may constitute "forward looking statements" within the meaning of applicable laws and regulation. Actual results might differ materially from those either expressed or implied.

**CORPORATE GOVERNANCE REPORT**

(Pursuant to Clause 49 of the Listing Agreement)

In compliance with clause 49 of the Listing Agreement with Stock Exchanges, the Company submits the report on the matters mentioned in the said clause and the practices followed by the Company.

1. COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE

Your Company's philosophy is to enhance customers' satisfaction and shareholder value by practicing the principles of good corporate governance.

2. BOARD OF DIRECTORS :

- i) Particulars of composition of Board of Directors, attendance of each Director at Board Meetings & the last Annual General Meeting, and number of other Board of Directors or Board Committees of which Directors are Member/Chairman, are as under :

Name of the Director	Category	Attendance Particulars		No. of other Directorships and Committee Memberships, Chairmanships (including Glittek Granites Limited)		
		Board Meetings	Last AGM	* Other Directorship	Committee Membership	Committee Chairman
Sri B. K. Agarwal	Chairman	4	Yes	1	3	—
Sri K. K. Agarwal	Managing Director	5	Yes	2	1	—
Sri A. Agarwal	Jt. Managing Director	4	No	2	—	—
Sri A.T. Gowda	Independent Non-Executive Director	5	Yes	—	3	2
Sri A. Venkatesh	Independent Non-Executive Director	5	Yes	—	2	1
Sri Amit Dhanuka**	Independent Director	4	Yes	—	—	—

* This includes directorships held in public limited companies and excludes directorship held in private limited companies.

** Appointed with effect from 30.06.2008.

During the Financial Year ended 31st March, 2009 five Board meetings were held as per statutory requirements on 14th May 2008, 30th June 2008, 31st July 2008, 31st October 2008, and 31st January 2009.

- ii) Particulars of Directors proposed to be appointed/reappointed are as follows :

Particulars	Shri B. K. Agarwal	Shri A. T. Gowda
Age	52	73
Qualification	B. Com	Mech. Engineer
Experience	Promoter Director of the Company having an experience of over 16 years in Granite Industry.	Mechanical Engineer and retired Air Force Officer of Technical Branch of IAF. During his Career of about 40 years he served 29 years in various capacities of IAF and retired as Wing Commander in 1992. After retirement he has worked for more than 14 years in Granite Industry.
Other Directorships	U.S.D. Industries Pvt. Ltd. Glittek Infotech Ltd. Rubiks Agencies & Resorts Pvt. Ltd. U.S.D. Tea Industries Pvt. Ltd. United Sales Agencies (Calcutta) Pvt. Ltd. Auto Sales Agencies Pvt. Ltd.	Hotriya Technologies Services Limited Building Block Infrastructure Private Limited

Particulars	Shri B. K. Agarwal	Shri A. T. Gowda
Shareholding in the Company	8,18,100	100
Relationship with Other Directors	Brother of Shri K. K. Agarwal and Shri A. Agarwal	None

Shri Bimal Kumar Agarwal, Shri Kamal Kumar Agarwal and Shri Ashoke Agarwal, Directors of the Company are brothers and none other directors are related inter-se.

iii) Shareholding of Non-Executive Directors in the Company :

Name	No. of Equity Shares
Sri B. K. Agarwal	8,18,100
Sri A. T. Gowda	100

3. CODE OF CONDUCT FOR MEMBERS OF THE BOARD AND SENIOR MANAGEMENT PERSONNEL

The Board of Directors has already adopted Code of Conduct for the Directors and senior Management Personnel and the same has been posted on the website of the Company.

All the Board members have affirmed compliance with the Code of Conduct. A declaration signed by the Managing Director and CEO in this regard is given below :

As provided under clause 49 of the Listing Agreement with Stock Exchange(s), it is hereby declared that all the board members and senior Management Personnel of the Company have confirmed Compliance with the Code of Conduct for the year ended 31.03.09.

ANNUAL DECLARATION BY MANAGING DIRECTOR (CEO) PURSUANT TO CLAUSE 49(I)(D)(ii) OF STOCK EXCHANGE LISTING AGREEMENT

As Managing Director (Chief Executive Officer) of Glittek Granites Ltd. and as required by clause 49(I)(D)(ii) of the Stock Exchange Listing Agreement, I hereby declare that all the Board Members and Senior Management Personnel of the Company have affirmed compliance with the Company's Code of Business conduct and Ethics for the Financial year ended 31st March, 2009.

Place : Hoskote

Date : 30th June, 2009

Kamal Kumar Agarwal

Managing Director

4. COMMITTEES OF THE BOARD

4.1 AUDIT COMMITTEE

- The audit committee is to oversee the Company's financial reporting process and disclosure of its financial information, to recommend the appointment of Statutory Auditors and fixation of their fees, to review and discuss with the auditors about internal control systems, the scope of audit including the observation of the Audits, adequacy of the internal control system, major accounting policies, practices and entries, compliances with accounting standards and listing agreement entered into with the Stock Exchanges and other legal requirements concerning financial statements and related party transactions, if any, to review the Company's financial and risk management policies and discuss with the Internal Auditors any significant findings for follow up thereon, to review the Quarterly, Half Yearly and Annual financial statements before they are submitted to the Board of Directors.
- The Audit Committee of the Board of Directors comprises of following Non-Executive Directors held four meetings in the financial year 2008-09 on 30/06/2008, 31/07/2008, 31/10/2008 and 31/01/2009. Details as to attendance of members and the meeting are as follows :

Sl. No.	Members	Position	No. of meetings attended
a)	Sri A.Venkatesh, <i>FCA</i>	Chairman	4
b)	Sri A.T.Gowda, <i>Mech Engineer</i>	Member	4
c)	Sri B.K.Agarwal, <i>B. Com</i>	Member	4

4.2 REMUNERATION COMMITTEE

Remuneration Committee determines on behalf of the Board of Directors and shareholders, the Company's policy on specific remuneration Packages for Executive Director including pension rights and any compensation payments. The following are the members of the committee.

a)	Mr. A. T. Gowda	Independent	Chairman
b)	Mr. A. Venkatesh	Independent	Member
c)	Mr. B. K. Agarwal	Non-Executive	Member

Details of remuneration paid or payable to Directors for the financial year ended 31st March, 2009, are set out below :

No remuneration is paid to Non-Executive Directors except sitting fees for attending the meeting of the Board and committee thereof.

(Amount in Rs.)

Name of the Director	Sitting Fees	Salary & Perquisites	Contribution to Provident Funds	Contribution to Superannuation Fund	Total
Mr. Bimal Kumar Agarwal	-	-	-	-	-
Mr. Kamal Kumar Agarwal	-	6,00,000	36,000	84,000	7,20,000
Mr. Ashoke Agarwal	-	6,00,000	36,000	84,000	7,20,000
Mr. A. T. Gowda	2,500	-	-	-	-
Mr. A. Venkatesh	2,000	-	-	-	-
Mr. Amit Dhanuka	2,000	-	-	-	-

Notes : i) Presently, the Company does not have a scheme for grant of Stock option.

ii) The employment of both Managing Director and Joint Managing Director are contractual in nature by necessary implications and is terminable by either side on three months Notice or pay in lieu thereof. No severance fee is payable to any of the wholetime Directors upon termination of his employment.

6. SHAREHOLDERS/INVESTORS GRIEVANCE COMMITTEE

The Shareholders/Investors Grievance Committee was constituted on 30.01.2003. The Committee looks into Shareholders & Investors Grievance. The following are the members of the committee.

Name	Designation	Nature
Mr. A. T. Gowda	Chairman	Independent
Mr. B. K. Agarwal	Member	Non-Executive
Mr. K. K. Agarwal	Member	Executive

Mr. V. D. Mall, Company Secretary is the Compliance Officer for complying with the requirements of SEBI Regulations, 1992 and the Listing Agreements with the Stock Exchange.

During the year, 4 complaints were received from the Shareholders and all of which have been resolved to date and there were no outstanding complaints as on 31st March, 2009.

**7. GENERAL BODY MEETINGS**

Location and time where last three Annual General Meetings were held is given below :

Financial Year	Location of the meeting	Date	Time
2005-06	42, K I A D B Industrial Area, Hoskote - 562 114	22/09/2006	12.30 P.M.
2006-07	42, K I A D B Industrial Area, Hoskote - 562 114	28/09/2007	12.30 P.M.
2007-08	42, K I A D B Industrial Area, Hoskote - 562 114	23/09/2008	12.30 P.M.

All resolutions including the special resolutions are generally passed by way of show of hands. No postal ballots were used for voting at these meetings.

8. DISCLOSURES

- i) There are no materially significant related party transactions that may have potential conflict with the interest of the Company at large.

Note : Schedule 19 of the Annual Accounts contains the details of related party transactions as required by the Accounting Standard - 18 (As-18) on 'Related Party Disclosures' issued by The Institute of Chartered Accountants of India.

No penalties or strictures have been imposed on the Company by Stock Exchanges or SEBI or any statutory authority on any matter related to Capital markets during the last three years.

9. MEANS OF COMMUNICATION

The annual, half yearly and quarterly results are submitted to the Stock Exchanges and also published in leading English and Vernacular (Kannad) newspapers in accordance with the Listing Agreement.

Your Company's Management Discussion & Analysis of operations for the year ended 31st March, 2009 form part of the Annual Report and is given under the section so captioned.

10. GENERAL SHAREHOLDERS INFORMATION

- i) Annual General Meeting is proposed to be held on Wednesday, the 16th September, 2009 at 12.30 P.M. at 42, K.I.A.D.B. Industrial Area, Hoskote - 562 114, Bangalore, Karnataka.

- ii) Financial Calendar (tentative)
Financial Year 1st April, 2009 to 31st March, 2010

Unaudited results for the
quarter ending 30th June, 2009 : End July, 2009
19th Annual General Meeting : 16th September, 2009

Unaudited results for the quarter/half
year ending 30th September, 2009 : End October, 2009

Unaudited results for the quarter/nine
months ending 31st December, 2009 : End January, 2010

Audited results for the year ending
31st March, 2010 : End June, 2010

- iii) Date of Book Closure : 10.09.2009 to 16.09.2009 (Both days inclusive)
iv) Dividend Payment : No Dividend is being recommended
v) Listing on Stock Exchanges : The Bombay Stock Exchange Limited
vi) Stock Code : 513528 (The Bombay Stock Exchange Ltd.)
vii) Demat ISIN No. for NSDL & CDSL : INE 741B01027
viii) Registrar and Transfer Agent : **M/s. MCS Limited**
77/2A, Hazra Road, Kolkata - 700 029
Phone : 2476 7350-54, Fax : 2474 7674/2454 1961
E-mail : mcsca1@cal2vsnl.net.in
ix) Plant Location : 42, K.I.A.D.B. Industrial Area, Hoskote - 562 114
Karnataka.



- x) Share Transfer System : Trading in Equity Shares of the Company is permitted in dematerialized form w.e.f. 26.02.2001 for all classes of investors as per notification issued by the Securities and Exchange Board of India (SEBI).
Physical transfer of shares are processed by the Share Transfer Agents and approved by the share transfer committee called as 'Shareholders Cum Investors Grievance Committee', which meets at frequent intervals. Share Transfers are registered and at returned within 15 days from the date of receipt, if the relevant documents are complete in all respect.
- xi) Dematerialisation of Shares : 24683270 equity shares representing 95.08% of the total Equity Capital of the Company are held in dematerialized form with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) as on 31st March, 2009.

xii) **Stock Price Data**

Month	Month's High Price (Rs.)	Month's Low Price (Rs.)	Volume	BSE Sensex	
				High	Low
April '08	4.33	2.85	8,192	17480.74	15297.96
May '08	4.73	3.85	12,889	17735.70	16196.02
June '08	4.35	3.71	9,983	16632.72	13405.54
July '08	4.20	3.43	19,170	15130.09	12514.02
August '08	4.15	3.66	8,535	15579.78	14002.43
September '08	4.50	3.80	9,214	15107.01	12153.55
October '08	3.71	3.50	3,408	13203.86	7697.39
November '08	3.33	3.33	100	10945.41	8316.39
December '08	3.35	3.30	302	10188.54	8467.43
January '09	No Trading	No Trading	—	10469.72	8613.60
February '09	3.63	3.31	1,026	9724.87	8619.22
March '09	3.24	2.38	44,527	10127.09	8047.17

Source : BSE Website

xiii) **Distribution of Shareholding as on 31st March, 2009**

Range of Shares	No. of Shares	% of Share Holders	No. of Share Holders	% of Share Holders
1-500	13,47,245	5.1898	7966	92.6387
501-1000	2,91,882	1.1244	353	4.1051
1001-2000	2,20,820	0.8506	134	1.5583
2001-3000	88,973	0.3247	35	0.4070
3001-4000	69,256	0.2668	19	0.2210
4001-5000	1,04,179	0.4013	22	0.2558
5001-10000	1,83,445	0.7067	25	0.2907
10001-50000	6,55,536	2.5252	33	0.3838
50001-100000	2,12,409	0.8182	3	0.0349
Above 100000	2,27,85,655	87.7742	9	0.1047
Total	2,59,59,400	100.00	8599	100.00



xiv) Categories of shareholding as on March 31, 2009

Category	No. of shares held	% of holding
A. Promoter(s)		
Indian Promoter (Including promoter acting in concert)	1,36,17,100	52.45
B. Non-Promoter		
Mutual Funds	—	—
Banks, Financial Institutions	59,98,055	23.10
Bodies Corporate	36,30,928	13.98
NRI/OCBs	98,074	0.37
Indian Public	27,13,317	10.10
Total	2,59,59,400	100.00

11. Among the non-mandatory requirements, the Company has constituted only the Remuneration committee.

Place : Hoskote

Dated : 30th day of June, 2009

On behalf of the Board

Bimal Kumar Agarwal

Chairman

AUDITORS' CERTIFICATE

Auditors' Certificate on Compliance with the conditions of Corporate Governance as per Clause 49 of the Listing Agreement with Stock Exchanges

To the Members of

Glittek Granites Limited

We have examined the compliance of the conditions of Corporate Governance by Glittek Granites Ltd. for the year ended 31.03.2009 as stipulated in Clause 49 of the Listing Agreement of the Company with the Stock Exchanges.

The compliance of conditions of Corporate Governance is the responsibility of the Company's Management. Our examination was limited to procedures and implementation thereof adopted by the Company to ensure the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us and the representations made by the Directors and the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in Clause 49 in the above mentioned Listing Agreement.

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

For Rungta & Rungta
Chartered Accountants

CA S. K. Roongta

Partner

Membership No. : 15234

25, R.N. Mukherjee Road, Kolkata - 700 001

The 30th day of June, 2009



AUDITORS' REPORT

To the Members

Glittek Granites Limited

1. We have audited the attached Balance Sheet of Glittek Granites Limited as at 31st March, 2009 and also the Profit & Loss Account and the Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. 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 mis-statement. 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.
3. As required by the Companies (Auditor's Report) Order, 2003 and as amended by the Companies (Auditor's Report) Amendment Order, 2004, issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in Paragraphs 4 and 5 of the said Order.
4. Further to our comments in the Annexure referred to above, we report that :
 - i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - ii) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - iii) The Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - iv) 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.
 - v) On the basis of the written representation received from the directors, as on March 31, 2009, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on March 31, 2009 from being appointed as a director in terms of clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956;
 - vi) In our opinion to the best of our information and according to the explanations given to us, the said accounts 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 :
 - a) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2009;
 - b) in the case of the Profit & Loss Account, of the profit for the year ended on that date; and
 - c) in the case of Cash Flow Statement, of the cash flows for the year ended on that date.

For Rungta & Rungta
Chartered Accountants

CA S. K. Roongta
Partner

Membership No. : 15234

25, R.N. Mukherjee Road, Kolkata - 700 001
The 30th day of June, 2009



ANNEXURE REFERRED TO IN PARAGRAPH 3 OF OUR REPORT OF EVEN DATE TO THE MEMBERS OF GLITTEK GRANITES LTD. ON THE ACCOUNTS AS AT AND FOR THE YEAR ENDED 31ST MARCH, 2009

1. (i) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
(ii) Fixed Assets have been physically verified by the management during the year based on a phased programme of verifying all the assets over a period of three years, which in our opinion is reasonable having regard to the size of the Company and the nature of its fixed assets. As informed, no material discrepancies were noticed on such verification.
(iii) There was no substantial disposal of fixed assets during the year.
2. (i) The management has conducted physical verification of inventory at reasonable intervals during the year. In our opinion, the frequency of such verification is reasonable.
(ii) The procedures of physical verification of inventory followed by the management are, in our opinion, reasonable and adequate in relation to the size of the Company and the nature of its business.
(iii) The Company is maintaining proper records of inventories and no material discrepancies were noticed on physical verification as compared to book records.
3. (i) During the year the Company has taken unsecured loans of Rs. 41.75 Lacs from three companies and Rs. 10.30 Lacs from four other parties covered in the register maintained under Section 301 of the Companies Act, 1956. Out of which Rs. 0.20 Lacs has been repaid to one of the company and Rs. 6.10 Lacs has been repaid to four other parties. The total amount involved is Rs. 74.02 Lacs. Unsecured Loan of Rs. 21.60 lacs taken in previous year from one of the company has been repaid. Year end balance of all loans taken is Rs. 46.33 Lacs.
(ii) In our opinion and according to the information and explanations given to us, the terms and conditions of such unsecured loan taken are not prima-facie prejudicial to the interest of the Company.
(iii) There are no stipulations as to the payment of the principal amount and interest in respect of unsecured loan.
(iv) 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.
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 purchase of inventory and fixed assets and for the sale of goods and services. During the course of our audit, no major weakness has been noticed in the internal control in respect of these areas.
5. (i) According to the information and explanations given to us, we are of the opinion that the transactions that need to be entered into the register maintained under Section 301 have been so entered.
(ii) Transactions made in pursuance of such contract or arrangements have been made at prices which are reasonable having regard to the prevailing market prices at the relevant times.
6. The Company has not accepted any deposits from the public.
7. In our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
8. As explained to us, maintenance of cost records has not been prescribed by the Central Government under Section 209(1)(d) of the Companies Act, 1956.
9. (i) The Company has been regular in depositing undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employee's State Insurance, Income Tax, Sales tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Cess and other material Statutory Dues as applicable with the appropriate authorities in India.



- (ii) At the end of financial year there were no dues of Sales Tax, Income Tax, Custom Duty, Wealth Tax, Service Tax, Excise Duty and cess which have not been deposited on account of any dispute except as set out below :

Sl. No.	Name of the Statute	Nature of dues	Amount (Rs. in Lacs)	Forum where dispute is pending
1.	The Karnataka Tax on Entry of Goods Act, 1979.	Penalty on Entry Tax	3.30	The Karnataka Appellate Tribunal Bangalore

10. The company's accumulated losses at the end of the financial year are less than Fifty One Percent of its net worth and it has not incurred any cash losses in the current and immediately preceding financial year.
11. Based on our audit procedures and as per the information and explanations given by the management, we are of the opinion that the Company during the year has not defaulted in repayment of dues to financial institutions, banks. The Company has not issued any debentures.
12. According to the information and explanations given to us and based on the documents and records produced to us, the Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
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 order are not applicable to the company.
15. According to the information & explanations given to us the Company has not given guarantee for loans taken by others from banks or financial institutions.
16. Based on information and explanations given to us by the management, the term loans were applied for the purpose for which the loans were obtained.
17. On the basis of review of utilisation of funds on overall basis, related information as made available to us and as represented to us by the management, funds raised on short-term basis have not been used for long term investment.
18. During the year the Company has made preferential allotment of shares to parties or companies covered in the register maintained under Section 301 of the Companies Act, 1956. The Price at which the share has been issued is not prejudicial to interest of the company.
19. The Company has not issued any debentures during the period covered by our report.
20. The Company has not raised any money from the public during the year.
21. During the course of our examination of the books of account carried out in accordance with the generally accepted auditing practices in India, we have neither come across any instance of fraud on or by the Company nor have been informed of such case by the management.

For Rungta & Rungta
Chartered Accountants
CA S. K. Roongta
Partner
Membership No. : 15234

25, R.N. Mukherjee Road, Kolkata - 700 001
The 30th day of June, 2009

**BALANCE SHEET** as at 31st March, 2009

	Schedule	31. 03. 2009 Rs.	31. 03. 2008 Rs.
SOURCES OF FUNDS			
Shareholders' Funds			
Share Capital	1	13,29,08,500	13,07,78,500
Reserves & Surplus	2	2,35,69,500	20,00,000
		<u>15,64,78,000</u>	<u>13,27,78,500</u>
Loan Funds			
Secured Loans	3	13,61,91,136	6,83,46,835
Unsecured Loans	4	74,83,674	29,32,979
TOTAL		<u>30,01,52,810</u>	<u>20,40,58,314</u>
APPLICATION OF FUNDS			
Fixed Assets			
Gross Block	5	30,74,94,179	24,10,35,579
Less : Depreciation		13,39,12,991	12,17,79,196
Net Block		<u>17,35,81,188</u>	<u>11,92,56,383</u>
Current Assets, Loans & Advances			
Inventories	6	8,18,25,043	7,07,83,340
Sundry Debtors	7	5,22,72,217	2,63,21,884
Cash & Bank Balances	8	24,00,274	24,82,672
Loans & Advances	9	66,02,712	3,09,91,419
		<u>14,31,00,246</u>	<u>13,05,79,315</u>
Less : Current Liabilities & Provisions	10	1,68,29,931	4,72,98,514
Current Liabilities		8,37,892	6,32,298
Provisions		<u>1,76,67,823</u>	<u>4,79,30,812</u>
Net Current Assets		12,54,32,423	8,26,48,503
Miscellaneous Expenditure	11	1,51,092	20,000
(To the extent not written off or adjusted)		9,88,107	21,33,428
Profit & Loss Account			
(Debit Balance)			
TOTAL		<u>30,01,52,810</u>	<u>20,40,58,314</u>
NOTES ON ACCOUNTS	19		

The schedules referred to above form an integral part of the Accounts.

This is the Balance Sheet referred to in our report of even date.

For RÜNGTA & RÜNGTA
Chartered Accountants

25, R. N. Mukherjee Road
Kolkata - 700 001
the 30th day of June, 2009

CA S.K. Roongta
Partner
Membership No. 15234

On Behalf of the Board
Kamal Kumar Agarwal
Managing Director
Ashoke Agarwal
Joint Managing Director
V. D. Mall
Company Secretary

**PROFIT & LOSS ACCOUNT** for the year ended 31st March, 2009

	Schedule	31. 03. 2009 Rs.	31. 03. 2008 Rs.
INCOME			
Sales	12	10,06,77,986	11,43,73,288
Other Income	13	17,99,984	15,14,743
Increase/(Decrease) in Stocks	14	1,16,30,474	80,55,193
TOTAL		11,41,08,444	12,39,43,224
EXPENDITURE			
Purchase of Finished Goods		1,59,11,574	87,07,474
Manufacturing Expenses	15	4,76,36,983	7,08,00,645
Payment to & Provision for Employees	16	95,05,959	1,09,20,466
Administrative, Selling & Other Expenses	17	1,78,31,280	1,62,34,826
Interest	18	96,12,208	57,95,571
Depreciation		1,22,35,586	98,03,150
TOTAL		11,27,33,590	12,22,62,132
Net Profit(Loss) for the year		13,74,854	16,81,092
Add/(Less) : Prior Period Adjustments		98,200	(13,18,253)
Profit before Tax		14,73,054	3,62,839
Provisions For Taxation			
- Current Tax - MAT & Wealth Tax		1,61,000	57,000
- Fringe Benefit Tax		1,66,733	1,51,832
Profit after Tax		11,45,321	1,54,007
Balance Brought forward from the previous year		(21,33,428)	(22,87,434)
Balance carried to Balance Sheet		(9,88,107)	(21,33,428)
Earning per share		0.05	(0.18)

NOTES ON ACCOUNTS

19

The schedules referred to above form an integral part of the Accounts.
This is the Profit and Loss Account referred to in our report of even date.

For **RUNGTA & RUNGTA**
Chartered Accountants

25, R. N. Mukherjee Road
Kolkata - 700 001
the 30th day of June, 2009

CA S.K. Roongta
Partner
Membership No. 15234

On Behalf of the Board
Kamal Kumar Agarwal
Managing Director
Ashoke Agarwal
Joint Managing Director
V. D. Mall
Company Secretary

**SCHEDULES** forming part of the Accounts

	As at 31.03.2009 Rs.	As at 31.03.2008 Rs.
SCHEDULE - 1		
SHARE CAPITAL		
Authorised		
2,80,00,000 (1,96,00,000) Equity Shares of Rs.5/- each	14,00,00,000	9,80,00,000
37,000 8% Cumulative Convertible & Redeemable Preference Shares Rs.1,000/- each	—	3,70,00,000
	<u>14,00,00,000</u>	<u>13,50,00,000</u>
Issued & Subscribed		
2,65,81,000 (1,87,55,000) Equity Shares of Rs. 5/- each	132,905,000	93,775,00
Paid up		
2,59,59,400 (1,81,33,400) Equity Shares of Rs. 5/- each fully called up in cash	12,97,97,000	9,06,67,000
Share Forfeiture Account	31,11,500	31,11,500
37,000 8% Cumulative Convertible Preference Shares of Rs.1,000/- each	—	3,70,00,000
	<u>13,29,08,500</u>	<u>13,07,78,500</u>

Note : Out of the fresh issue of 78,26,000 equity shares during the year, 4496000 equity share are under lock-in up to 13th May 2011 and 33,30,000 equity shares are under lock-in up to 13th May, 2009.

SCHEDULE - 2		
RESERVES & SURPLUS		
Capital Reserve	—	—
Balance brought forward	20,00,000	20,00,000
Add : Additions during the year (Refer Note No. 5 of Schedule 19)	1,57,00,000	—
	<u>1,77,00,000</u>	<u>20,00,000</u>
Share Premium	58,69,500	—
(Refer Note No. 5 of Schedule 19)	<u>2,35,69,500</u>	<u>20,00,000</u>

SCHEDULE - 3		
SECURED LOANS		
i) Term Loans		
SBH (Term Loan)	5,89,00,000	2,05,60,904
Interest Accrued and Due	6,52,840	2,20,945
ii) Working Capital Loans		
From a Scheduled Bank		
Packing Credit	3,24,91,757	2,48,49,760
Bill Discounting	4,32,67,506	2,00,59,525
Crystallised Export Bills	—	23,21,078
Interest Accrued and Due	2,85,713	—
iii) Car Loans		
Citi Bank N.A.	1,38,320	3,34,623
Kotak Mahindra Prime Ltd.	4,55,000	—
	<u>13,61,91,136</u>	<u>6,83,46,835</u>

Notes :

- 1) Term Loan is secured by first charge on fixed assets of the Company both present and future and equitable mortgage of factory land and buildings and extension of charge on current assets of the Company.
- 2) Working capital loan is from State Bank of Hyderabad, Industrial Finance Branch, Bangalore which is secured by hypothecation of the current assets including book debts and extension of first charge and equitable mortgage on the fixed assets of the Company.
- 3) Secured loan other than Car Loans are additionally secured by the personal guarantee of three promoter directors of the Company.
- 4) Car Loans are secured by hypothecation of specific motor cars purchased from their assistance.
- 5) Term Loan due within one year Rs. 93,00,000/- (Previous year Rs. 62,00,000/-).

SCHEDULES forming part of the Accounts (Contd.)**SCHEDULE - 5****FIXED ASSETS**

(Amount in Rs.)

Particulars	GROSS BLOCK (AT COST)				DEPRECIATION				NET BLOCK	
	As at 01.04.2008	Additions During the year	Sold/Adjusted During the year	As at 31.03.2009	As at 01.04.2008	For the year 31.03.2009	Written Back/ Adjusted	As at 31.03.2009	As at 31.03.2009	As at 31.03.2008
LAND	18,39,589	—	—	1,83,95,89	—	—	—	—	18,39,589	18,39,589
LEASE HOLD QUARRIES	10,37,885	—	—	10,37,885	—	—	—	—	10,37,885	10,37,885
LEASE HOLD * TENAMENTS (HOUSING)	6,45,000	—	—	6,45,000	—	—	—	—	6,45,000	6,45,000
BUILDINGS	3,02,45,817	1,67,40,411	—	4,69,86,228	1,37,13,764	13,14,735	—	1,50,28,499	3,19,57,729	1,65,32,053
PLANT & MACHINERY	16,86,33,730	7,65,78,275	—	24,52,12,005	10,30,19,262	1,00,42,138	—	11,30,61,400	13,21,50,605	6,56,14,468
FURNITURE & FITTINGS	26,06,623	3,900	—	26,10,523	18,03,361	1,57,319	—	19,60,680	6,49,843	8,03,262
VEHICLES	66,38,025	5,26,332	2,33,348	6,931,009	22,98,445	6,16,810	1,01,791	28,13,464	41,17,545	43,39,580
OTHER EQUIPMENTS	21,93,497	38,443	—	22,31,940	9,44,364	1,04,584	—	10,48,948	11,82,992	12,49,133
CAPITAL WIP - EXPANSION	2,71,95,413	(2,71,95,413)	—	—	—	—	—	—	—	2,71,95,413
TOTAL	24,10,35,579	6,66,91,948	2,33,348	30,74,94,179	12,17,79,196	1,22,35,586	1,01,791	13,39,12,991	17,35,81,188	11,92,56,383
PREVIOUS YEAR	21,38,03,717	2,81,58,525	9,26,663	24,10,35,579	11,19,76,046	98,03,150	—	12,17,79,196	11,92,56,383	10,18,27,671

NOTE : * Acquired under Lease cum Sale Agreement.

**SCHEDULES** forming part of the Accounts (Contd.)

	As at 31.03.2009 Rs.	As at 31.03.2008 Rs.
SCHEDULE - 4		
UNSECURED LOANS		
From Bodies Corporate	68,80,000	21,60,000
From Directors	1,30,500	-
From Others	2,90,000	-
Interest Accrued and Due	1,83,174	7,72,979
	<u>74,83,674</u>	<u>29,32,979</u>

SCHEDULE - 5**FIXED ASSETS** (See adjacent page)**SCHEDULE - 6****INVENTORIES**

(As valued and certified by Management)

Stores & Spares (at lower of cost or net realisable value)	79,07,688	61,89,760
Raw Materials (at lower of cost or net realisable value)	32,65,560	56,47,666
Packing Material (at lower of cost or net realisable value)	89,741	14,334
Work-in-Progress (at lower of estimated cost or estimated net realisable value)	5,15,35,570	4,32,63,197
Finished Goods (at lower of estimated cost or estimated net realisable value)	1,84,07,501	1,47,94,780
Rejects & Scrap (at estimated realisable value)	6,18,983	8,73,603
	<u>8,18,25,043</u>	<u>7,07,83,340</u>

SCHEDULE - 7**SUNDRY DEBTORS**

(Unsecured)

Debts outstanding for a period
exceeding six months - (considered good)

- considered Good	23,30,602	10,88,387
- considered Doubtful	2,82,650	-
Other Debts	4,96,58,965	2,52,33,497
	<u>5,22,72,217</u>	<u>2,63,21,884</u>

SCHEDULE - 8**CASH & BANK BALANCES**

Cash in hand	1,16,358	1,28,928
Balances with Schedule Banks		
On Current Account	7,47,665	5,75,992
On Fixed Deposit Account *	15,36,251	17,77,752
	<u>24,00,274</u>	<u>24,82,672</u>

* Related Deposit receipts pledged with bank against Letter of Credits.

**SCHEDULES** forming part of the Accounts (Contd.)

	Rs.	As at 31.03.2009 Rs.	Rs.	As at 31.03.2008 Rs.
SCHEDULE - 9				
LOANS & ADVANCES				
(Unsecured-considered good)				
Advances (Recoverable in cash or in kind or for value to be received)		31,57,471		59,91,876
Advance Tax (MAT)		4,80,000		4,80,000
Tax Deducted at source		1,39,933		1,07,707
Fringe Benefit Tax		1,68,619		15,147
Other Deposits		26,56,689		30,96,689
Advance against Redemption of Preference Shares				
Virdhi Commercial Co. Ltd. (Advance)		-		18,00,000
I.D.B.I Ltd.		-		1,95,00,000
		<u>66,02,712</u>		<u>3,09,91,419</u>
SCHEDULE - 10				
CURRENT LIABILITIES & PROVISIONS				
Current Liabilities :				
Advances from Customers		3,18,774		33,26,137
Advance against Share Application		-		3,37,99,625
Sundry Creditors		1,36,08,842		91,14,460
Due to Banks (Cheque Overdrawn)		29,02,315		10,58,292
		<u>1,68,29,931</u>		<u>4,72,98,514</u>
Provisions :				
Provision for Income Tax		6,60,000		5,10,000
Provision for Wealth Tax		11,159		17,000
Provision for Fringe Benefit Tax		1,66,733		-
Provision for Gratuity		-		1,05,298
		<u>8,37,892</u>		<u>6,32,298</u>
SCHEDULE - 11				
MISCELLANEOUS EXPENDITURE				
(to the extent not written off or adjusted)				
Capital Issue Expenses		1,97,755		40,000
Less : Written off during the year		46,663		20,000
		<u>1,51,092</u>		<u>20,000</u>
SCHEDULE - 12				
SALES				
Finished Products (Export Sales)	10,09,36,884		11,39,34,549	
Less : Sales Return	<u>7,58,360</u>	10,01,78,524	-	11,39,34,549
Domestic Sales	5,62,748		5,11,750	
Less : Custom Duty	<u>63,286</u>	4,99,462	73,011	4,38,739
		<u>10,06,77,986</u>		<u>11,43,73,288</u>

**SCHEDULES** forming part of the Accounts (Contd.)

	As at 31.03.2009 Rs.	As at 31.03.2008 Rs.
SCHEDULE - 13		
OTHER INCOME		
Interest on Deposits (Gross-Tax deducted at source Rs. 12,410/- Previous year Rs.24,330/-)	48,782	68,680
Interest on BESCOM Deposits (Gross-Tax deducted at source Rs. 27,259/- Previous year Rs.24,622/-)	1,20,294	1,08,658
Interest on Income Tax Refund	1,432	—
Liability no longer required written off	1,16,919	5,13,170
Service Tax (Refund Recd.)	7,13,498	7,15,435
Forex Rate Difference	7,85,660	—
Sundry Balance W/Off (Net)	11,116	—
Brokerage & Commission (Gross - Tax deducted at source - Rs. 143/-)	2,283	—
Insurance Claim	—	1,08,800
	17,99,984	15,14,743

SCHEDULE - 14**INCREASE / (DECREASE) IN STOCKS**

Finished Goods	36,12,721	23,70,437
Work-in-Progress	82,72,373	56,56,172
Rejects & Scrap	(2,54,620)	28,584
	1,16,30,474	80,55,193

SCHEDULE - 15**MANUFACTURING EXPENSES**

Raw Materials Consumed	3,23,99,383	4,30,53,472
Stores & Spares Consumed	68,06,320	1,26,21,384
Packing Materials Consumed	12,31,978	30,94,309
Power & Fuel	55,74,715	90,62,822
Repairs to Building	2,56,645	6,68,873
Repairs to Machinery	1,41,259	4,65,704
Carriage Inward & Handling	2,83,672	1,97,527
Labour Charges	8,01,263	13,67,096
Water Charges	81,880	81,416
Electrical Maintenance	56,925	1,13,898
Sand Blasting Charges	2,944	54,405
Raw Material Inspection Charges	—	19,739
	4,76,36,983	7,08,00,645

**SCHEDULES** forming part of the Accounts (Contd.)

	As at 31.03.2009	As at 31.03.2008
Rs.	Rs.	Rs.
SCHEDULE - 16		
PAYMENT TO & PROVISION FOR EMPLOYEES		
Salary & Benefits	83,63,332	95,97,347
Contribution to E.S.I. P.F. & Group Gratuity	7,42,107	9,47,506
Staff Welfare	4,00,520	3,75,614
	<u>95,05,959</u>	<u>1,09,20,466</u>
SCHEDULE - 17		
ADMINISTRATIVE, SELLING & OTHER EXPENSES		
Advertisement & Business Promotion	4,27,840	3,30,226
Repairs to Others	85,729	1,23,511
Freight & Forwarding	36,62,504	41,99,167
Managerial Remuneration	14,46,500	10,37,500
Auditors Remuneration	50,000	56,180
For Audit Fee	25,000	28,090
For Tax Audit Fee	10,000	11,236
For Certification & Others	<u>15,000</u>	<u>16,854</u>
Travelling & Conveyance	16,49,405	13,90,580
Legal & Professional Charges	2,27,447	3,30,857
Insurance Charges	2,26,703	4,38,633
Rent	14,43,344	16,81,344
Rates & Taxes	5,08,324	5,62,797
Vehicle Upkeep	8,12,841	7,87,990
Postage & Telephone Expenses	10,52,847	11,62,784
Printing & Stationery	1,85,639	2,12,238
Security & Service Charges	6,14,290	5,89,011
Bank Charges	7,61,237	11,02,920
Miscellaneous Expenditure written off	46,663	20,000
Fumigation Charges	82,730	1,18,126
ECGC Premium	9,56,725	7,36,056
Membership & Subscription	73,332	71,724
Other Expenses	5,82,139	7,29,238
Foreign Exchange Rate Diff.	—	4,94,199
Bad Debts	29,35,042	—
Sundry Balance Written Off	—	59,744
	<u>1,78,31,280</u>	<u>1,62,34,826</u>
SCHEDULE - 18		
INTEREST AND FINANCIAL CHARGES		
On Term Loan	39,13,661	2,22,412
To Others	56,98,548	55,73,159
	<u>96,12,208</u>	<u>57,95,571</u>

**SCHEDULE - 19****NOTES ON ACCOUNTS****1. SIGNIFICANT ACCOUNTING POLICIES :****a) Accounting Convention**

The financial statements are prepared in accordance with applicable Accounting Standards in India, except as mentioned in paragraph 'J' below. A summary of important accounting policies, which have been applied consistently, is set out below.

b) Use of Estimates

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of financial statements and reported amount of revenue and expenses during the reporting period. Difference between actual results and estimates are recognised in the period in which the results are known/ materialised.

c) Fixed Assets

Fixed Assets are stated at cost. Cost includes cost of acquisition, non-refundable levies, directly attributable cost of bringing the assets to the working condition for intended use, expenditure during construction period and interest up to the date the assets is put to use. (And also refer note i).

d) Depreciation

Depreciation on Fixed Assets is charged on Straight Line Method as per Schedule XIV to the companies Act, 1956, except in case of assets added or disposed off it is charged on prorata basis with reference to the date of addition/deletion.

e) Amortisation

Leasehold quarries and housing tenements acquired under lease cum sale agreement shall be amortised after execution of Sale Deeds. Expenditure incurred on acquisition and development of leasehold quarries are amortised over the unexpired period of their lease after these become operational. The company has purchased a Time Sharing Holiday Resort from Club Mahindra Holidays. The same is effective from April 2003 for a period of 25 years and will be amortised equally over a period of 25 years. Capital issue expenses are amortised over a period of 5 years.

f) Impairment of Assets

An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value. An Impairment loss is charged to the Profit & Loss Account in the year in which the assets is identified as impaired. The Impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

g) Investment

Investment are valued at acquisition cost.

h) Inventories

- i) Raw materials, stores and spares & packaging materials are valued at cost or net realisable value whichever is lower.
- ii) Work In Progress and Finished Products are valued at estimated cost or net realisable value whichever is lower
- iii) Scraps & Rejects are valued at estimated realisable value.

The cost is computed on weighted average basis.

Finished goods and WIP include cost of conversion and other costs incurred in bringing the inventories to the present location and condition.

Estimated realisable value is calculated on the basis of current selling price less the normal selling expenses incurred in making the sale.



i) Foreign Currency Transaction

The transaction in foreign currencies on revenue account are stated at the rates of exchange prevailing on the date of transaction. Outstanding Foreign currency assets/liabilities are translated at the exchange rate prevailing as on Balance Sheet date. Gains or losses on these assets & liabilities relating to the acquisition of fixed assets are adjusted to the cost of such fixed assets and those relating to other accounts are recognised in the Profit & Loss Account.

j) Revenue Recognition

- (I) Revenue/Income and Cost/Expenditure are generally accounted for on accrual as they are earned or incurred, except, in case of significant uncertainties.
- (II) Subsidy receivable against an expense is deducted from such expense.
- (iii) Cenvat Credit for Service Tax on Input services are accounted for on acceptance/receipt of claims.
- (iv) Domestic Sales is exclusive of custom duty

k) Retirement Benefits

Defined contribution scheme : Company's contribution towards Provident Fund and Superannuation Fund paid/payable during the year are charged to Profit & Loss Account.

Defined Benefit Plan : The company has a defined benefit gratuity plan covering all its employees. Gratuity is covered under a scheme of LIC and contribution in respect of such scheme are recognized in Profit & Loss Account. The liability at the Balance Sheet date is provided for based on actuarial valuation carried out by Life Insurance Corporation of India in accordance with AS 15 of employee benefits issued by the Institute of Chartered Accountants of India.

Disclosure in respect of DCS and DBS as required under AS 15 have been given in Note 6 below to the extent practical and the availability of information.

l) Expenditure on Expansion

Expenditure directly related to construction activity is capitalised. Indirect expenditure (including borrowing cost) directly related to construction or incidental thereto is allocated amongst the assets created on pro-rata basis.

m) Governments Grants

Government grants in the nature of State Investment subsidy are accounted for on cash basis and treated as capital reserve.

n) Taxation

Income-tax expense comprises Current tax, Fringe Benefit tax (FBT) and Deferred tax charge or credit. Provision for current tax is made on the assessable income at the tax rate applicable to the relevant assessment year. Provision for a FBT is made on the basis of the fringe benefits provided/deemed to have been provided during the year at the rates and values applicable to the relevant assessment year. The Deferred tax Asset and Deferred tax Liability is calculated by applying tax rate and tax laws that have been enacted or substantively enacted by the Balance Sheet date. Deferred tax Assets arising mainly on account of brought forward losses and unabsorbed depreciation under tax laws, are recognised, only if there is a virtual certainty of its realisation, supported by convincing evidence. Deferred tax Assets on account of other timing differences are recognised, only to the extent there is a reasonable certainty of its realisation. At each Balance Sheet date, the carrying amount of Deferred Tax Assets are reviewed to reassure realisation.

o) Contingent Liabilities

Contingent liabilities are not provided for and are generally disclosed by way of notes to accounts.



2. Contingent liabilities are not provided for in respect of :
- Liability which may arise for delayed deduction and deposit of Income Tax at source, Fringe Benefit Tax - amount not ascertained.
 - Estimated amount of Contracts remaining to be executed on Capital Accounts & not provided for (net of advances) Rs. NIL (Previous year - Rs 2,10,20,000)
 - Liabilities on account of unexpired letter of credit Rs. 61,11,013 (Previous year Rs.37,20,464)
 - Demand for Rs.3,30,000 (Previous year Rs.3,30,000) in respect of entry tax has not been accepted by the company and the company has filed appeals before the appropriate authorities against the same.
 - Pending outcome of legal and other claims filed by the company, additional liabilities that may arise in this respect on final settlement is currently not ascertainable and has accordingly not been provided for.
3. The Company's appeal for rejection of refund claim of cenvat credit of service tax amounting to Rs. 2,47,773 for the period from 01.01.2005 to 31.03.2006 filed in previous year is still pending before the CESTAT. Against the claim for Rs. 6,20,544 for the period from 01/04/2006 to 31/12/2007 which was rejected and against which the company has filed an appeal in previous year, Rs.4,87,058 has been received and balance Rs. 1,33,486 has been disallowed. The Company preferred a claim for Rs. 6,21,262 during the year. Claim received during the year for earlier year as well as for current year amounting to Rs.7,13,498 has been credited under other income in Profit & Loss Account.
4. In the absence of necessary information relating to the suppliers registered as Micro, Small and Medium enterprises under the Micro, Small and Medium Enterprises(Development) Act, 2006, the Company has not been able to identify such suppliers and the information required under the said Act could not be compiled and disclosed.
5. In terms of agreement/arrangement with the holders of 37000 8% optionally convertible preference shares of Rs.1000/- each amounting to Rs.3,70,00,000 , the same has been redeemed on 14/05/2008 for an agreed consideration of Rs.2,13,00,000 out of proceeds of preferential issue of equity shares and consequential discount of Rs.1,57,00,000 has been credited to Capital Reserve account.
6. The details of the company's post-retirement benefit plans for gratuity for its employees determined as per actuarial valuation by Life Insurance Corporation of India are given below :

1. Assumptions	31.03.2009	31.03.2008
Discount Rate	8%	8%
Expected Rate of return	9%	9%
Salary Escalation	7%	7%
Mortality Rate	LIC(1994-96) ultimate	LIC(1994-96) ultimate
Withdrawal Rate	1% to 3% depending on age	1% to 3% depending on age
	31.03.2009	31.03.2008
	(Rs.)	(Rs.)
2. Table showing changes in present value of obligations		
Present value of obligations as at beginning of year	12,27,857	12,50,738
Interest cost	98,229	1,00,059
Current Service Cost	1,26,783	1,42,058
Benefits Paid	-2,46,841	-55,082
Actuarial (Gain)/Loss on obligations	-38,921	-2,09,916
Present value of obligations as at end of year	11,67,107	12,27,857



	31.03.2009 (Rs.)	31.03.2008 (Rs.)
3. Table showing changes in the fair value of plan assets		
Fair value of plan assets at beginning of year	12,01,223	10,23,684
Expected return on plan assets	97,069	90,563
Contributions	3,11,271	1,42,058
Benefits paid	-2,46,841	-55,082
Actuarial Gain/(Loss) on Plan assets	—	—
Fair value of plan assets at the end of year	13,62,722	12,01,223
Funded status	—	-26,634
Excess of Actual over estimated return on plan assets	—	—
4. Actuarial Gain/Loss recognized		
Actuarial Gain/(Loss) for the year -Obligation	-38,921	-2,09,916
Actuarial (Gain)/Loss for the year - plan assets	—	—
Total (Gain)/Loss for the year	-38,921	-2,09,916
Actuarial (Gain)/Loss recognized in the year	-38,921	-2,09,916
5. The amounts to be recognized in the balance sheet and statements of profit and loss		
Present value of obligations as at the end of year	11,67,107	12,27,857
Fair value of plan assets as at the end of the year	13,62,722	12,01,223
Funded status	1,95,615	-26,634
Net Asset/(Liability) recognized in balance sheet	—	-26,634
6. Expenses Recognised in statement of Profit & loss		
Current Service cost	1,26,783	1,42,058
Interest Cost	98,229	1,00,059
Expected return on plan assets	97,069	90,563
Net Actuarial (Gain)/Loss recognised in the year	-38,921	-2,09,916
Expenses recognised in statement of Profit & Loss*	89,022	-58,362
* Gain of Rs. 89,022 has not been recognised in the Profit & Loss Account as the fair value of plant assets is more than the present value of obligation as disclosed above.		
a. Premium paid for the year amounting to Rs. 3,11,271 has been debited to the Profit & Loss Account under Payments to & for employees.		
b. The Plan assets of the company are managed by Life Insurance Corporation of India and the composition of investments relating to these assets is not available with company.		
7. The following expenses related to expansion of the production unit have been capitalised during the year :		
	31.03.2009 (Rs.)	31.03.2008 (Rs.)
Brought Forward	15,44,901	—
Bank Charges	1,874	4,01,638
Legal & Professional Charges	1,23,056	3,59,509
Interest on term Loan	24,92,360	6,96,655
Salary	10,37,357	—
Power & Fuel	7,55,690	—
Preferential Issue Expenses	1,40,697	57,081
Travelling Expenses	16,730	30,018
Fringe Benefit Tax	15,464	—
Rates & Taxes	4,21,250	—
	65,49,379	15,44,901



8. Leasehold quarries are yet to become operational.
9. Sale Deeds in respect of Housing tenements are yet to be executed.
10. Sales includes Invoices amounting to Rs.6118463/- (Previous year - Nil) against which goods were packed and kept ready but were despatched after 31st March 2009 at the request of the buyers.
11. The company does not have more than one reportable segment in terms of Accounting Standard - 17 "Segment Reporting".
12. Balances of Sundry Creditors, Advances & dues against term loan are subject to confirmation.
13. Related party disclosure as per AS-18

As required by Accounting Standard AS-18 "Related Parties Disclosure" issued by "The Institute of Chartered Accountants of India" are as follows :

A. Particulars of Associate / Subsidiary Companies :

Name of Related Party	Nature of relationship
U.S.D. Industries Pvt. Ltd	Associate Company
Granite Mart Ltd.	Associate Company
Virdhi Commercial Co. Limited	Associate Company
Glittek Infotech Limited	Associate Company

B. Particulars of Key Management Personnel :

Name	Nature of relationship
Mr. Bimal Kumar Agarwal	Promoter & Director
Mr. Kamal Kumar Agarwal	Managing Director
Mr. Ashoke Agarwal	Joint Managing Director

C. Particulars of Relatives of Key Managerial Personnel

Name	Nature of relationship
Mrs. Alpna Agarwal	Wife of Managing Director
Mrs. Manjula Agarwal	Wife of Joint Managing Director

D. Details of transactions with Associate Company

	31.03.2009	31.03.2008
	Rs.	Rs.
(i) Granite Mart Ltd.		
Purchase during the year	1,03,70,771	79,14,447
Sale during the year	81,06,153	3,77,02,029
Balance outstanding at year end	—	—
Rent paid during the year	27,000	—
(ii) Virdhi Commercial Co. Ltd.		
Unsecured Loan Taken	7,75,000	—
Interest Paid	7,760	9,37,982
Loan Repaid	20,000	1,11,00,000
Balance outstanding at year end	7,61,161	7,72,979
Share Application	—	1,29,00,125
Share Allotted	1,12,17,500	—
Share Premium	16,82,625	—
Office Maintenance (Received)	25,200	25,200
Advance paid against Redemption of Pref. Shares	—	18,00,000
Preference Shares redeemed	1,51,00,000	—



	31.03.2009	31.03.2008
	Rs.	Rs.
(iii) U.S.D. Industries Pvt. Ltd		
Unsecured Loan taken	—	35,00,000
Unsecured Loan Repaid during the year	21,60,000	66,25,000
Balance outstanding at year end	—	21,60,000
Share Application	99,99,850	12,00,000
Share Allotted	97,39,000	—
Share Premium	14,60,850	—
(iv) Glittek Infotech Ltd		
Unsecured Loan Taken	34,00,000	—
Interest Paid	1,73,368	—
Balance outstanding at year end	34,37,568	—
E. Details of transactions relating to persons referred to in (B) above		
(I) Remuneration to Management Personnel :		
(a) Mr. Kamal Kumar Agarwal	7,20,000	5,16,000
(b) Mr. Ashoke Agarwal	7,20,000	5,16,000
(II) Particulars of transaction with Key management Personnel :		
(a) Sri Ashoke Agarwal		
Share application	—	2,01,250
Share Allotted	1,75,000	—
Share Premium	26,250	—
Unsecured Loan Taken	2,75,000	—
Loan Repaid	2,54,500	—
Interest Paid	2,971	—
Balance outstanding at year end	23,165	—
Maximum Outstanding during the year	2,75,000	—
(b) Sri Kamal Kumar Agarwal		
Share application	—	3,50,750
Share Allotted	3,05,000	—
Share Premium	45,750	—
Unsecured Loan Taken	2,75,000	—
Loan Repaid	1,65,000	—
Interest Paid	3,295	—
Balance outstanding at year end	1,12,956	—
Maximum outstanding during the year	2,75,000	—
F. Details of transactions with persons referred to in (C) above		
(i) Unsecured Loan :		
(a) Mrs. Alpana Agarwal		
Unsecured Loan Taken	2,40,000	—
Loan Repaid	1,20,000	—
Interest Paid	4,497	—
Balance outstanding at year end	1,24,034	—
(b) Mrs. Manjula Agarwal		
Unsecured Loan Taken	2,40,000	—
Loan Repaid	70,000	—
Interest Paid	4,547	—
Balance outstanding at year end	1,74,079	—



	31.03.2009 Rs.	31.03.2008 Rs.
(i) Rent paid :		
Mrs. Alpana Agarwal	3,30,000	3,00,000
Mrs. Manjula Agarwal	3,30,000	3,00,000
(ii) Repayment of Deposit against Rent :		
Mrs. Alpana Agarwal	NIL	35,000
Mrs. Manjula Agarwal	NIL	35,000
14. Earning Per Share :		
Net Profit/(Loss) for the Year	1,145,321	154,007
Less : Preference Share Dividend outstanding	—	3,375,140
	<u>1,145,321</u>	<u>(3,221,133)</u>
Weighted average Number of Ordinary Shares	25,037,433	18,133,400
	Rs.5/-each	Rs.5/-each
Basic & Diluted EPS	0.05	(0.18)
15. As required by Accounting Standard AS-22 on accounting for Taxes on Income, no deferred tax liability / asset has been computed because there is no reasonable certainty that sufficient future taxable profits will be available.		
16. Quantitative and Other Information :		

	31.03.2009		31.03.2008	
	Slabs	Tiles	Slabs	Tiles
Licenced Capacity	126,000 Sqm	225,000 Sqm	18,000 Sqm	75,000 Sqm
Installed Capacity	126,000 Sqm	225,000 Sqm	18,000 Sqm	75,000 Sqm

a) Finished Product

	31.03.2009				31.03.2008			
	Slabs		Tiles		Slabs		Tiles	
	Qty (Sqm.)	Value (Rs.)	Qty (Sqm.)	Value (Rs.)	Qty (Sqm.)	Value (Rs.)	Qty (Sqm.)	Value (Rs.)
Opening Stock	888.423	14,93,336	9516.449	1,32,94,241	287.287	4,48,394	11792.291	1,19,75,949
Production*	24871.693	—	**10404.512	—	21324.066	—	**45434.469	—
Sales	23423.006	8,29,71,529	***13001.271	1,77,69,743	20722.930	6,04,33,174	***47710.311	5,40,13,125
Closing Stock	2337.110	67,17,670	6919.690	1,16,98,483	888.423	14,93,336	9516.449	1,32,94,241

* 4736.372 Sqm of slabs purchased is included (Previous year 4531.655 Sqm)

** 3814.045 Sqm of tiles purchased is included (Previous year 0.000 Sqm)

** Includes production of rejects 804.356 Sqm (Previous year 121.423 Sqm)

*** Includes Sales of Rejects 1557.053 Sqm (Previous year 892.000 Sqm)

b) Raw Material Consumed (Indigenous)

	31.03.2009		31.03.2008	
	Qty (Cbm.)	Value (Rs.)	Qty (Cbm.)	Value (Rs.)
Rough Block	1330.572	3,23,99,383	2335.317	4,30,53,473

	31.03.2009	31.03.2008
17. Value of Imports on C.I.F. Basis		
Spare Parts and Components	65,48,304	39,40,026
Capital Goods	2,13,31,686	1,23,87,936



	31.03.2009	31.03.2008
	Rs.	Rs.
18. Value of Exports on F.O.B. Basis		
Finished goods	9,10,83,033	7,47,77,270
19. Expenditure in foreign currency		
Travelling Expenses	4,92,333	2,76,669
Membership & Subscription	6,646	8,792
Books & Periodicals	8,689	4,373
Brokerage & Commission	1,24,688	1,82,107
	<u>6,32,356</u>	<u>4,71,941</u>
20. Managerial remuneration includes		
Managing Director and Joint Managing Director :		
Salary (inclusive of contribution to	14,40,000	6,72,000
Provident and Superannuation Fund		
H.R.A	—	3,60,000
Non whole time Director :		
Board Meeting Fees	6,500	5,500
	<u>14,46,500</u>	<u>10,37,500</u>
21. Stores and Spares Consumed		
	31.03.2009	31.03.2008
	Rs. %	Rs. %
Imported	47,01,627 69.08	59,86,006 47.43
Indigenous	21,04,693 30.92	66,35,378 52.57
	<u>68,06,320 100.00</u>	<u>1,26,21,384 100.00</u>
	31.03.2009	31.03.2008
	Rs.	Rs.
22. Prior period adjustments represents the following		
a) Credit relating to earlier years	1,86,947	5,20,656
b) Debit relating to earlier years	(88,747)	(18,38,909)
	<u>98,200</u>	<u>(13,18,253)</u>
23. Previous year's figures have been regrouped and rearranged wherever considered necessary to make them comparable with this year's figures.		



24. Information pursuant to part iv of Schedule vi of the Companies Act, 1956

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE.

I. REGISTRATION DETAILS

Registration No.	23497	State Code	08
Balance sheet date	31.03.2009		

II. CAPITAL RAISED DURING THE YEAR (AMOUNT IN RS '000)

Public Issue	Nil	Right Issue	Nil
Bonus Issue	Nil	Private Placement	44999

III. POSITION OF MOBILISATION AND DEPLOYMENT OF FUNDS (AMOUNT IN RS '000)

Total Liabilities	300153	Total Assets	300153
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Sources of Funds

Paid up Capital	132908	Reserves & Surplus	23570
Secured Loans	136191	Unsecured Loans	7484

Application of Funds

Net Fixed Assets	173581	Investments	—
Net Current Assets	125433	Misc. Expenditure	151
Accumulated Losses	988		

IV. PERFORMANCE OF COMPANY (AMOUNT IN RS '000)

Turnover & Other Income	102478	Total Expenditure	101005
Profit/(Loss) before tax	1473	Profit/(Loss) after tax	1145
Earning per Share in Rs.	0.05	Dividend Rate %	Nil

V. GENERIC NAME OF PRINCIPAL PRODUCT OF THE COMPANY

Item Code No. (ITC Code) :	680223.01
Product Description :	Granite Slabs & Tiles

The schedules referred to above form an integral part of the Accounts.
This is the Profit and Loss Account referred to in our report of even date.

For **RUNGTA & RUNGTA**
Chartered Accountants

CA S.K. Roongta
Partner

Membership No. 15234

On behalf of the Board
Kamal Kumar Agarwal
Managing Director
Ashoke Agarwal
Joint Managing Director
V. D. Mall
Company Secretary

Kolkata
The 30th day of June, 2009



CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2009

	31.03.2009 (Rs. in lacs)	31.03.2008 (Rs. in lacs)
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net profit before tax as per Profit and Loss Account	14.73	3.63
Adjusted for :		
Depreciation	122.36	98.03
Interest Paid	96.12	57.96
Interest Received	(0.49)	(0.69)
Miscellaneous Expenses W/Off	0.47	0.20
Share Issue Expenses	(1.58)	0.00
Foreign Exchange Fluctuation	(7.86)	4.94
	<u>209.02</u>	<u>160.44</u>
Operating Profit before working capital changes	223.75	164.07
Adjusted for :		
Trade & Other Receivables	(15.62)	(52.33)
Inventories	(110.42)	(30.72)
Trade Payables	(301.09)	319.14
Gain from Foreign Exchange Fluctuation	7.86	(4.94)
	<u>(419.26)</u>	<u>231.15</u>
Cash Generated from operating activities	(195.50)	395.22
Adjustment for :		
Direct Taxes (paid)	(4.51)	(2.09)
Net cash from Operating Activities	(200.01)	393.13
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(664.59)	(272.32)
Interest Received	0.49	0.69
Net Cash used in Investing Activities	(664.10)	(271.63)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from issue of Share Capital	450.00	—
Redemption of Preference Shares	(213.00)	—
Increase in Borrowings	723.95	(61.51)
Interest Paid	(96.12)	(57.96)
Net Cash from Financing Activities	864.82	(119.47)
D. Net increase in Cash and Cash equivalents (A+B+C)	0.72	2.04
E. Cash and Cash equivalents at the beginning of the year	24.82	22.78
F. Cash & Cash equivalents at the close of the year (D+E)	25.54	24.82

Note : (I) Figures for the previous year have been regrouped, where considered necessary.

On Behalf of the Board

Kamal Kumar Agarwal
Managing Director

Ashoke Agarwal
Jt. Managing Director

V. D. Mali
Company Secretary

Auditors' Certificate

We have verified the above Cash Flow Statement prepared by the Company and certify that the statement has been derived from the accounts of the Company audited by us and has been prepared in accordance with the Stock Exchange Listing Requirements.

For Rungta & Rungta
Chartered Accountants
CA S.K. Roongta
Partner
Membership No. 15234

GLITTEK GRANITES LIMITED

Registered Office : 42, K.I.A.D.B., Industrial Area
Hoskote, Bangalore, Karnataka - 562 114

ATTENDANCE SLIP

PLEASE COMPLETE THIS ATTENDANCE SLIP AND HAND IT OVER AT THE ENTRANCE OF MEETING HALL. Joint shareholders may obtain additional Attendance Slips on request (Ledger Folio no. & Name of the Shareholders/Joint holders/Proxy & address as given on address slip in BLOCK LETTERS to be furnished below) :

Name of Shareholder/Proxy	Ledger Folio No./Client ID/ * DP ID No.	No. of Shares held

I hereby record my presence at the Nineteenth Annual General Meeting of the Company to be held on Wednesday, the 16th September 2009 at 12.30 P.M. at 42, K.I.A.D.B. Industrial Area, Hoskote, Bangalore, Karnataka - 562114.

* Applicable for member holding share in electronic form

SIGNATURE OF THE

SHAREHOLDER OR PROXY _____

Notes :

1. Shareholders/Proxy holders are requested to bring the Attendance Slip with them when they come to the meeting and hand it over at the gate after signing it.
2. Member/Proxy holder desiring to attend the meeting should bring his copy of the Annual Report for reference at the meeting.

GLITTEK GRANITES LIMITED

Registered Office : 42, K.I.A.D.B., Industrial Area
Hoskote, Bangalore, Karnataka - 562 114

FORM OF PROXY

(Ledger Folio No. & Name of the Shareholders/Joint holders/Proxy & address as given on the address slip in Block Letters to be furnished below) :

Ledger Folio No./Client ID/ DP ID No.	No. of Shares held

I/We _____ of _____

being a Member / Members of Glittek Granites Limited hereby appoint _____
of _____ or _____ failing him
my/our behalf at the Nineteenth Annual General Meeting of the Company, to be held on Wednesday, the 16th
September, 2009 at 12.30 P.M. and to any adjournment thereof.

Signed this _____ day of _____ 2009

Signature _____

Affix
Re. 1/-
Revenue
Stamp

- Notes :
1. The Proxy form must be returned so as to reach the Registered Office of the Company not less than 48 hours before the time for holding the aforesaid meeting.
 2. Those member who have multiple Folios with different joint holders may use copies of this Attendance Slip/ Proxy.

BOOK - POST



If undelivered please return to :

GLITTEK GRANITES LIMITED

42, K.I.A.D.B. Industrial Area

Hoskote, Bangalore

Karnataka - 562 114