

ANNUAL REPORT

=====2009=====



TECHNOLOGIES LIMITED

CORPORATE INFORMATION

BOARD OF DIRECTORS

Chairman
Shri Hansraj Sethia

Director
Shri Mahavir Prasad Goenka
Shri Madanlal Agarwal

Managing Director
Shri Pawan Kumar Sethia

Executive Director
Shri Arun Kumar Sethia

Auditors
Guha & Sons
Chartered Accountants
Kolkata

REGISTRARS & SHARE TRANSFER AGENTS

MCS Ltd.
77/2A, Hazra Road,
Kolkata - 700 029.

AUDIT COMMITTEE

Shri Mahavir Prasad Goenka - Chairman
Shri Pawan Kumar Sethia - Member
Shri Arun Kumar Sethia - Member

REGISTERED OFFICE

170/2C A.J.C. Bose Road,
Kolkata - 700 014.

BALURGHAT TECHNOLOGIES LIMITED

Registered office: 170/2C A.J.C. Bose Road, Kolkata – 700 014.

NOTICE

Notice is hereby given that the 15th Annual General Meeting of the Shareholders of Balurghat Technologies Ltd. will be held on Thursday, 24th September, 2009 (9:30 AM), at Jay Narayan Gupta Smriti Hall, AB-47, Salt Lake City, Kolkata – 700 064, to transact the following:

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Balance Sheet and Profit & Loss Account for the financial year ended 31st March, 2009 and reports of Directors and Auditor's thereon.
2. To appoint Director in place of Sri Mahabir Prasad Goenka, who retires by rotation and being eligible, offers himself for re-appointment.
3. To consider and if thought fit to pass, with or without modification the following resolution as an Ordinary Resolution:

"RESOLVED THAT M/s Guha & Sons, Chartered Accountants, Kolkata, who retire at this meeting, being eligible and willing to act as Auditor, be and are hereby appointed Auditors of the Company to hold office till the conclusion of the next Annual General Meeting at a remuneration may be approved by the Board of Directors"

NOTES:

1. The Register of Members and Share Transfer Books of the Company will remain closed from 19th September, 2009 to 24th September, 2009 (both days inclusive).
2. A member entitled to attend and vote at the meeting is also entitled to appoint a Proxy to attend and vote in his stead. A proxy need not be a member of the Company. Proxies, in order to be effective, must be received at the Registered Office of the Company not less than forty-eight hours before the meeting.
3. Members are requested to bring their copies of the Report and Accounts to the meeting along with the Admission slip duly filled in and handover the same at the entrance of the meeting hall.
4. Members are requested to notify any correction/change in their address immediately to the Registrars and Transfer agent.

REGISTERED OFFICE
170/2C A.J.C. Bose Road,
Kolkata – 700 014.
Dated: 14TH August, 2009.

BY THE ORDER OF THE BOARD
for **BALURGHAT TECHNOLOGIES LTD.**



PAWAN KUMAR SETHIA
MANAGING DIRECTOR

INFORMATION PURSUANT TO LISTING AGREEMENTS
DETAILS OF DIRECTOR'S SEEKING APPOINTMENT/REAPPOINTMENT AT THE ENSUING ANNUAL GENERAL MEETING:

Name :	Sri Mahabir Prasad Goenka
DIN:	00157026
Age:	71 years
Date of Appointment :	26 th September, 2007
Academic Qualification :	Under Graduate
Nature of expertise in functional Areas :	Entrepreneur par Excellence with over 50 years experience in Transport Trade Organization & Operations.
Interest in Other Companies & nature :	Orrisa Spinning Mills Ltd. - Director
Membership of committees in other Concerns :	NIL

The above report had been taken on record at the meeting of the Board of Director's held on 14th August, 2009.

Dated: 14th August, 2009
Place: Kolkata

For & on Behalf of the Board



Pawan Kumar Sethia
Managing Director

DIRECTOR'S REPORT

To the Members:

Your Director's herewith present the 15th Annual report of the Company along with the Audited Accounts for the year ended 31st March,09.

1. The summarized financial performance of your Company is presented herein under:(Amount Rs. In Lacs)

Particulars	Year Ended 31-03-09	Year Ended 31-03-08
Total Earnings	2141.77	1706.21
Total Expenditure	2141.25	1906.31
PBDIT	0.52	-200.10
LESS: Interest & Finance Charges	3.79	5.67
Depreciation	<u>12.12</u> (-15.91)	<u>14.91</u> (20.58)
Profit / Loss before Tax	(-15.39)	(220.70)
Provision for Tax	(1.12)	(1.14)
Profit / Loss after Tax	(-16.51)	(221.84)
Accumulated Profit / Loss b/f	(1406.30)	(1183.32)
Adjustment relating to assets withdrawn		(1.14)
Loss on sale of Investment	(0.40)	(1406.30)
Profit/Loss for appropriation	(1423.21)	(1406.30)
Profit / Loss c/f	(1423.21)	

DIVIDEND-

In view of the accumulated losses during the current year, your Director's are unable to recommend any Dividend for the year under reference.

REVIEW OF OPERATIONS AND STRATEGIC PLANNING-

The Rs 4,000 billion Indian logistics industry, growing at an average growth rate of 20% annually, is driven by robust economic growth, rising export and import, government infrastructure investment and logistics outsourcing. The year under review was an exceptional year of turbulence. The depression in the US destroyed investor wealth worth trillions of dollars across the world. The burst claimed high profile banks and insurance companies, resulting into complete financial chaos all over the world.

During the year, your company achieved a turnover of Rs.2141.77 Lacs as against Rs.1706.21 Lacs in the previous year, showing a growth of 25.52 percent.

FUTURE OUTLOOK-

India's logistics sector is projected to grow from Rs 4,000 billion to Rs 5,000 billion by 2010 to Rs 7,500 billion by 2012 (Source: ASSOCHAM), supported by a rapid growth in the manufacturing and service sectors, substantial domestic and international freight growth, consumption proliferating in Tier II and Tier III cities and the government's proposal to invest US\$17 billion in the transportation infrastructure by 2010. The entry of global logistics players in India is helping local companies benchmark with global standards.

IMMEDIATE CONCERNS-

The Indian logistics sector is fragmented. Two-thirds of the total trucks are owned and operated by transporters with fleets smaller than five trucks. The result is intense competition, low freight rates and thin profitability. The logistics cost in India is still high compared with developed markets owing to a non-conducive policy environment, extensive industry fragmentation and infrastructure inadequacy.

While it is true that India cannot remain immune to global meltdown and the impact of global financial crisis on India were stronger than expected, it is also showing that it will be the first to recover. The measures taken by our Apex Bank had resulted into comfortable liquidity of rupee. Indian banks are much more conservative than American & European Banks when it comes to lending. Hence, the exact same problems that distributed that distributed global financial institutions, is not expected to effect Indian financial system.

EMPLOYEE RELATIONS-

The Company is left with very few persons, which fits the existing requirement. Your Directors had taken cognizance of manpower and dare in the process of taking appropriate steps as necessary, in the context. The employee relations at the branch level continues to be stable and satisfactory productive at the present juncture.

DIRECTOR'S RESPONSIBILITY STATEMENT-

Pursuant to the provisions contained in the Section 217(2AA) of the Companies Act, 1956, your Director's state as under:

- (i) That in the preparation of the annual accounts the accounting standards had been substantially complied along with proper explanation relating to material departures;
- (ii) That your Director's have selected such accounting policies and have applied the same consistently and had made judgments 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 as well as the profit or loss of the Company pertaining to such period;
- (iii) That your Director's have taken proper and sufficient care for the maintenance of accounting records, as also for safe guarding the assets of the Company and for detection of frauds and other irregularities;
- (iv) That on account of the adverse circumstances prevailing in the Company your Director's had been compelled to allow certain departures in respect of certain regulatory provisions all of which had been justified with proper explanations as also with regards to the adverse opinions and reservations made by the Auditors, in their report to the members.
- (v) Your Director's have prepared the accounts on the going concern basis and considers the same to be appropriate irrespective of opinions to the contrary.

CORPORATE GOVERNANCE-

Your Company has been practicing the principles of good corporate governance. A detailed section on Corporate Governance pursuant to the requirements of Clause 49 of the listing agreement forms part of the Annual Report as Annexure – I and II. A certificate from the Auditors as to compliance of the various provisions of the Clause 49 of the listing agreement is annexed herewith.

CONSERVATION OF ENERGY AND TECHNOLOGY ABSORPTION-

Having regard to the nature of business undertaken by your Company, the aforesaid disclosures are not required.

FOREIGN EXCHANGE EARNING AND OUTGO-

There had been no foreign exchange earnings and outgo during the period under review.

PARTICULARS OF EMPLOYEES EARNINGS-

No Statement in terms of Sec.217(2A) of the Companies Act, 1956 is annexed to this report as the Company did not have any employee who has been in receipt of remuneration above Rs.24,00,000/- per annum or Rs.2,00,000/- per month, during whole or any part of the year under review.

AUDITORS-

M/s. Guha & Sons. Chartered Accountants are the Auditors of the Company, retire at the conclusion of this Annual General Meeting and being eligible offer themselves for reappointment.

LISTING OF SHARES-

The Securities of the Company are listed with Mumbai Stock Exchange and shall continue to be listed thereat only. Pursuant to the SEBI (Delisting of Securities) Regulations 2003, upon confirming the applicable compliances Company had made necessary application for Voluntary Delisting of its shares from Jaipur, Madras and Kolkata and the same are pending disposal as on date, with the respective Exchanges.

ACKNOWLEDGEMENT-

Your Directors take this opportunity to convey their sincere appreciation to the Shareholders for their valuable support and continued confidence in the Company. Your Directors are also deeply grateful to Company's associates, suppliers, Government authorities for their continued support.

Dated: 14th August, 2009
Place: Kolkata

For & on Behalf of the Board



Pawan Kumar Sethia
Managing Director

REPORT ON CORPORATE GOVERNANCE FOR THE YEAR ENDED 31ST MARCH, 2009.

The listing agreement of the Stock Exchanges in Clause 49 (revised) has laid down a code of Corporate Governance, which your Company has complied with as follows:

1. COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE:

Corporate Governance is the set of processes, custom, policies, law and institutions affecting the way a corporation is directed, administered or controlled. Corporate governance includes the relationships among the many stakeholders involved and the goals for which the corporation is governed. The Company fully realizes the rights of its shareholders to information on the performance of the Company and considers itself a trustee of its shareholders. The basic philosophy of Corporate governance in the Company is to achieve business excellence and dedicate itself for increasing long term shareholder value, keeping in view the needs and interests of all its stakeholders. However, due to strained financial conditions the Company was unable to provide pecuniary benefits to stakeholders expectations and strictly complies with regulatory guidelines on corporate governance.

2. BOARD OF DIRECTOR'S

a. Composition :

- | | |
|-------------------------------|--|
| i. Sri Hansraj Sethia | -- Chairman (Non Executive) |
| ii. Sri Mahavir Prasad Goenka | -- Director (Non Executive/ Independent) |
| iii. Sri Pawan Kumar Sethia | -- Managing Director (Whole time) |
| iv. Sri Arun Kumar Sethia | -- Executive Director (Whole time) |
| v. Sri Madan Agarwal | -- Director (Non Executive/ Independent) |

b. Attendance:

During the financial year 2008-2009, Four (5) nos. Board Meetings were held, along with the Annual General Meeting on the various dates, stated as under vis-à-vis the attendance of the Director's thereat:

NAMES	30.04	25.07	14.08	31.10	30.01	ATTENDED	AGM 26/09/08
Sri H.R. Sethia	YES	YES	YES	YES	YES	05	Present
Sri M.P. Goenka	YES	YES	YES	YES	YES	05	Present
Sri P.K. Sethia	YES	YES	YES	YES	YES	05	Present
Sri Arun Sethia	YES	YES	YES	YES	YES	05	Present
Sri Madan Agarwal	YES	YES	YES	YES	YES	05	Present

C. DECLARATION OF INTEREST:

Pursuant to provisions of Sec 299(I) of the Companies Act 1956, Notice in Form 24AA was received from all the Director's, along with the necessary declaration U/s 274(1) (g) had been taken on record at the relevant Board Meeting on the commencements of the financial year under reference.

3. AUDIT COMMITTEE:

i) Composition: The Audit Committee is constituted of 3 Members under the Chairmanship of Sri M.P. Goenka an Independent & Non Executive Director with 2 other whole time Director's.

ii) Attendance: The audit Committee met 5 times during the Financial Year under reference on the dates preceding the Board Meetings and the attendance therein is stated as under:

Names	30.04	25.07	14.08	31.10	30.01	Total
Sh. M.P. Goenka	YES	YES	YES	YES	YES	05
Sh. Pawan Kr. Sethia	YES	YES	YES	YES	YES	05
Sh. Arun Kumar Sethia	YES	YES	YES	YES	YES	05

Terms of Reference -

- (i) Review of Unaudited Financials.
- (ii) Review of Annual Accounts.
- (iii) Management representations & Co-ordinations of Statutory Audit.
- (iv) Internal Audit Appraisals and Review of Internal Controls.
- (v) Review & assessment of Compliance under applicable laws.
- (vi) Review & recommendation in respect of Managerial Remuneration.

4. REMUNERATION COMMITTEE:

Not yet formally constituted and the relevant functions are discharged by the Audit Committee above referred.
Details of Remuneration paid to the to Director's (2008-2009)

Heads of Payments	Sh. H.R. Sethia	Sh. M.P. Goenka	Sh. P.K. Sethia	Sh.A.Sethia	Sh. M.L. Agarwal
Consolidated Salary	NIL	NIL	124000/-	124000/-	NIL
House Rent Allowance	NIL	NIL	74400/-	74400/-	NIL
P.F. Cont.	NIL	NIL	14880/-	14880/-	NIL
Bonus/ Commission	NIL	NIL	NIL	NIL	NIL
Others (Sitting Fees)	NIL	6000/-	NIL	NIL	6000/-
Total	NIL	6000/-	198400/-	198400/-	6000/-

Notes: Apart from the aforesaid no other sum was paid to the Director's, apart from reimbursements of expenses incurred on behalf of the Company, if any. However, the Managing and the Executive Director being in whole time employment with the Company are not entitled to sitting fees for attending the meetings The Chairman has waived all the sitting fees for attending the meeting as a gesture of goodwill. The concerned Director's have waived their entitlements of the sitting fees for attending the Meetings of the Committees.

5. SHARE COMMITTEE:

The Share Committee as it is known is responsible for both the Share Transfer Management and Investors Redressal Services. The Committee constitutes of Sri Arun Sethia, as the Chairman, Sri M.P. Goenka as Director. The Share committee holds its meetings monthly as per requisition of the Registrars and Share Transfer Agents, processing the transfer applications which are approved at the meeting. The RTA concerned reports the committee on Dematerialization status and requests over 21 days, if any. The committee also reviews the status of redressal of Investor's Complaints on the basis of report of the RTA along with the Compliance Officer for the cases received by them respectively and any pending complaints as may be referred to it are disposed by the Committee itself. Further that the Committee has been authorized and empowered by the Board for issue of Share Certificate upon dematerialization and / or sub-division consolidation and / or Duplicate Certificates under the signature of the Compliance Officer as the Authorized Signatory along with the mechanized signatures imprinted on the Certificates.

During the year ended 31.03.08-

Total no. of Complaint / queries received: 4

No. of Complaints / Queries disposed: 4

Directly : 2 nos. , Through RTA : 2 nos.

No. of Complaints / Queries pending as on 31.03.2009 - NIL

6. GENERAL MEETINGS:

Sl. No.	Nature of Meeting	Date	Time	Venue	Voting through Postal Ballots
1.	Annual General Meeting (12 th)	25-09-06	10:00 AM	Bhartiya Bhasha Parishad 36A, Shakespeare Sarani, Kolkata - 700 017	No
2.	Annual General Meeting (13 th)	26-09-07	10:00 AM	Baishakhi Housing Club, No.2 Deodhar Rahman Road, Kolkata - 700 033	No
3.	Annual General Meeting (14 th)	26-09-08	10:00 AM	-do-	No

7. DISCLOSURES:

- There were no related party transactions, materially significant for the disclosures in specific were made during the year ended 31.03.09, other than as disclosed by way of Notes on Accounts.
- There were no significant non compliance reported against the Company during the year under reference, attributing any penal liability imposed upon, by any of the Regulatory Authorities related to the Capital Market.
- Whereas due to prevailing financial stringency over the last several years, the Company was not in a position to pay the listing fees to certain Stock Exchanges except Mumbai Stock Exchange in respect of which there are no outstanding as on date. The Company have applied for delisting of its securities from the Madras, Jaipur, Kolkata, pending disposal till date. Under similar circumstances the Company is not in a position to pay to fees introduced by CDSL, which are since been pending till date.

8. MEANS OF COMMUNICATION:

- The quarterly Financial (Provisional) results are forwarded to the Exchange with 24 hours from its approval by the Board and are generally published in both National and Regional Newspapers within 48 hours from their publication.
- The Company has not made any specific representations, to any of the Investors, other than routine queries from the Shareholders, which are promptly responded by the Compliance Officer.
- The Management Discussions and analysis is presented as a part of the Annual Report.

9. GENERAL SHAREHOLDER INFORMATION:

- (i) AGM date, time & venue: 24th September, 2009 at 09:30 AM.
Jay Narayan Gupta Smriti Hall,
AB-47, Salt Lake City, Kolkata – 700 064.
- (ii) Financial Year: 1st April, 2008 to 31st March, 2009
- (iii) Book Closure : 19th September, 2009 to 24th September, 2009 (both days inclusive)
- (iv) Listings: The Stock Exchange - Mumbai
- (v) Stock Code: The Stock Exchange, Mumbai – 520127
- (vi) ISIN (for Demat Shares): INE 654 B01014.
- (vii) Market Price Data: Refer to Annexure on Market Price Data
- (viii) Registrar & Transfer Agents: MCS Ltd.
77/2A, Hazra Road, Kolkata – 700 029.
Phone: 2454 1892/93.
- (ix) Compliance Officer: Mr. Arun Kumar Sethia
170/2C A.J.C. Bose Road,
Kolkata – 700 014.
Phone : 2284 0613
- (x) Share Transfer System: Shares received for physical transfer at the registered office are marked with an inward serial number. The documents after a preliminary scrutiny about the fitness of their delivery are handed over twice a week to the RTA for processing of transfer which after needful checking are entered in a register for transfer authorization. The transfer register is placed before the Share committee, once a fortnight is approved on the basis of RTA recommendation. Subject to approval the RTA endorses the certificates and mails the same on specific advises and issues option Letter for Demat within 21 days from lodgment of transfer, and provides confirmation to the Company, which is tallied with the Transfer register and monitored, periodically.
- (xi) Dematerialization: The Company's shares are under compulsory dematerialization enlisted with both the Depositories viz. NSDL and CSDL. A significant portion of the floating stock had been dematerialized. Over the period the transactions in the dematerialized securities have substantially increased whereas there are few transactions in the physical mode.
- (xii) Redressal of Investor Grievances: Low volume turnover hardly provides scope of any routine activity in this area; hence the primary responsibility for redressal activities had been entrusted upon the RTA backed by the Compliance Officer under the supervision and control of Share Committee. The nature of Complaints were mainly the delay in receipt of share certificates as most of the share holders misinterpreted the Option Letters sent by the RTA following registration of transfer.

STOCK PRICE DATA

MONTH	HIGHEST RATE	LOWEST RATE
APRIL -08	2.20	1.75
MAY - 08	2.16	1.65
JUNE -08	2.06	1.65
JULY -08	2.28	1.44
AUGUST -08	2.74	1.95
SEPTEMBER -08	2.31	1.82
OCTOBER -08	2.06	1.47
NOVEMBER -08	1.70	1.54
DECEMBER -08	1.62	1.45
JANUARY -09	1.56	1.42
FEBRUARY -09	1.70	1.55
MARCH -09	1.84	1.40

N.B. : THE ABOVE QUOTED RELATES TO TRADING AT THE STOCK EXCHANGE- MUMBAI.
MARKET CAPITALIZATION AS AT 31.03.09 - RS. 3.00 CRORES (APPROX)

DISTRIBUTION OF SHAREHOLDING AS PER AMENDMENTS TO CLAUSE 35 OF LISTING AGREEMENT.
Statement showing Shareholding Pattern 31.03.2009.

Name of the Company :		BALURGHAT TECHNOLOGIES LIMITED				
Scrip Code :				Quarter Ended :	31ST MARCH 08	
Category code	Category of Shareholder	Number of Shareholders	Total number of shares	Number of shares held in dematerialized form	Total shareholding as a percentage of total number of shares	
					As a percentage of(A+B) ¹	As a percentage of (A+B+C)
(A)	Shareholding of Promoter and Promote Group²					
1	Indian					
(a)	Individuals/ Hindu Undivided Family	25	2038370	1424770	11.1998	11.1998
(b)	Central Government/ State Government(s)	0	0	0	0.000	0.000
(c)	Bodies Corporate	9	4018500	1644200	22.0797	22.0797
(d)	Financial Institutions/ Banks	0	0	0	0.000	0.000
(e)	Any Others(Specify)	0	0	0	0.000	0.000
	Sub Total(A)(1)	34	6056870	3068970	33.2795	33.2795
2	Foreign					
A	Individuals (Non-Residents Individuals/ Foreign Individuals)	0	0	0	0.000	0.000
B	Bodies Corporate	0	0	0	0.000	0.000
C	Institutions	0	0	0	0.000	0.000
D	Any Others(Specify)	0	0	0	0.000	0.000
	Sub Total(A)(2)	0	0	0	0.000	0.000
	Total Shareholding of Promoter and Promoter Group (A)= (A)(1)+(A)(2)	34	6056870	6068970	33.2795	33.2795
(B)	Public shareholding					
1	Institutions					
(a)	Mutual Funds/ UTI	0	0	0	0.000	0.000
(b)	Financial Institutions/ Banks	0	0	0	0.000	0.000
(c)	Central Government/ State Government(s)	0	0	0	0.000	0.000
(d)	Venture Capital Funds	0	0	0	0.000	0.000
(e)	Insurance Companies	0	0	0	0.000	0.000
(f)	Foreign Institutional Investors	0	0	0	0.000	0.000
(g)	Foreign Venture Capital Investors	0	0	0	0.000	0.000
(h)	Any Other (specify)	0	0	0	0.000	0.000
	Sub-Total (B)(1)	0	0	0	0.000	0.000
B 2	Non-institutions					
(a)	Bodies Corporate	151	2604074	564674	14.3081	14.3081
(b)	Individuals					
I	Individuals -i. Individual shareholders holding nominal share capital up to Rs 1 lakh	13661	7211717	3278105	39.6248	39.6248
II	ii. Individual shareholders holding nominal share capital in excess of Rs. 1 lakh.	66	2304639	2125039	12.6629	12.6629
(c)	Any Other (specify)	0	0	0	0	0
(c-i)	Non Resident Individual	38	22700	2100	1247	1247
	Sub-Total (B)(2)	13916	12143130	5969918	66.7205	66.7205
(B)	Total Public Shareholding (B)= (B)(1)+(B)(2)	13916	12143130	5969918	66.7205	66.7205
	TOTAL (A)+(B)	13950	18200000	9038888	100.000	100.000

(C)	Shares held by Custodians and against which Depository Receipts have been issued	0	0	0	0.000	0.000
	GRAND TOTAL (A)+(B)+(C)	13950	18200000	9038888	100.000	100.000

RANGE ANALYSIS AS ON (31-MAR-2009)

Range	Shares	Folios	Percent shares	Percent folios
1 - 500	3000321	11229	16.4853	80.4946
501 - 1000	1274573	1515	7.0031	10.8602
1001 - 2000	827982	523	4.5494	3.7491
2001 - 3000	743026	290	4.0826	2.0789
3001 - 4000	281646	78	1.5475	0.5591
4001 - 5000	465509	97	2.5577	0.6953
5001 - 10000	863819	113	4.7463	0.8100
10001 - 50000	1557296	74	8.5566	0.5305
50001 - 100000	1028167	14	5.6493	0.1004
AND ABOVE	8157661	17	44.8223	0.1219
Sum Count	18200000	13950	100.0000	100.0000

BALURGHAT TECHNOLOGIES LIMITED
AUDITOR'S CERTIFICATE

We have examined the compliance of the conditions of Corporate Governance by Balurghat Technologies Limited for the year ended 31st March, 2009 as stipulated in Clause 49 of the Listing Agreements of the said Company with Stock Exchange in India.

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

In our opinion and to the best of our information and explanations given to us, we certify that the Company has substantially complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreements.

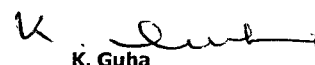
On the basis of representation received from the Company, we state that during the year ended 31st March, 2009 no justifiable investor grievances were pending for a period exceeding one month.

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.

Place: Kolkata
Date: 14th August, 2009.



For GUHA & Sons
Chartered Accountants


K. Guha
Proprietor

Membership No. – F/8256

AUDITORS REPORT

To the Shareholders:

We have audited the attached Balance Sheet of Balurghat Technologies Limited as at 31st March, 2009 and the annexed Profit & Loss Account for the year ended on that date. These Financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the Audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examination on a test basis the evidence supporting the amounts and disclosures made in the Financial Statements. An audit also includes assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall financial reporting. We believe that our audit provides a reasonable basis for our opinion.

As required by the Companies (Auditor's Report) Order, 2003 as amended by the Companies (Auditors Report) (Amendment) order 2005, issued by the Central Govt. in terms of Section 227(4A) of the Companies Act, 1956, we enclose in the Annexure, a statement on the matters specified in paragraphs 4 & 5 of the said Order.

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 had been kept by the Company so far as it appears from our examination of those books and proper returns adequate for the purpose of our Audit have been received from the Branches, not visited by us.
- c) The Balance Sheet and Profit & Loss Account dealt with by this report are in agreement with the books of Accounts and the returns from the Branches.
- d) *Subject to the observations made in para 1 of clause 6 of the Notes on Accounts*, in our opinion the Balance Sheet and Profit & Loss Account dealt with by this report, substantially complies with the Accounting Standards referred to in Sec. 211 (3C) of the Companies Act, 1956.
- e) On the basis of representations received from the Director's taken on record by the Board, we report that none of the Director's are disqualified as on 31.03.2009 from being reappointed as a Director in terms of clause (g) of Sub-section (1) of Section 274 of the Companies Act, 1956.

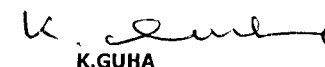
Subject to the observation referred to above, in our opinion and to the best of the information and explanation given to us, the annexed accounts give the information required under the Companies Act, 1956 in the manner so required and give a true & fair view, in conformity, with the accounting principles generally accepted in India.

- i. in the case of the Balance sheet, of the state of affairs of the Company as on 31st March, 2009;
- ii. in the case of the Profit & Loss Account of the Losses incurred by the Company for the year ended on that date.

Place: Kolkata
Date: 14th August, 2009.



GUHA & SONS
CHARTERED ACCOUNTANTS


K. GUHA
PROPRIETOR

Membership No. – F/8256

ANNEXURE

Re: Balurghat Technologies Limited.

Referred to in para 3 of our report of even date,

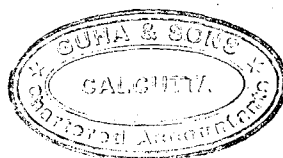
- i. a) The fixed assets of the Company are widely dispersed and the Company is maintaining necessary records of all the particulars relating of such assets including the situation thereof:
- ii. b) The Fixed Assets of the Company have not been physically verified during the year.
a) The inventory had been physically verified by the Management during the year.
b) The frequency and the procedures of the physical verification of the inventories followed by the Management are reasonable and adequate commensurate with the volume of business.
c) The Company is maintaining proper and adequate records of the inventories at the location and no material discrepancies were reported during the year
- iii. a) The Company has granted Interest free unsecured loan to a Company under the same management with due approval of the Board which has been adequately disclosed in the notes on Accounts as the only related party transaction, listed in the Register maintained under sec 301 of the Companies Act, 1956.
b) The Company has granted the above loan free of interest which in contrary to the provisions of Sec 372A (3) of the Companies Act, 1956.
c) The principal amount repayable on demand is good and fully recoverable as per stipulated terms, in the regular course of business.
d) No amount is overdue on such loan account with the concerned party.
e) The Company has taken interest free unsecured loan from three parties enlisted in the Register maintained pursuant to Sec 301 of the Companies Act, 1956. The maximum amount outstanding during the year is Rs. 21,75,000/-(previous year Rs.21,75,000/-)
f) In our opinion the terms of funding of the said loans are prima-facie not prejudicial to the interests of the Company.
g) According to the information and explanations given to us, due to acute paucity of funds, the Company was not in a position to repay the matured obligations as such all of which stands overdue for repayment. However the Management has obtained favorable reschedulement in almost all cases, except a few cases wherein the recovery proceedings initiated and are being contested on merits also expected to be settled favorable.
- iv. In our opinion and as per the information and the explanations given to us in the course of the Audit, the Internal control systems are satisfactory and there are no evidences of any continuing weakness and /or failure in the system.
- v. In our opinion and according to the information and explanations given to us in course of our Audit, there were no transactions with any related party listed in the Register maintained under Sec. 301 of the Companies Act, 1956 over Rs. Five Lacs during the year.
- vi. In our opinion and according to the information and explanation given to us, the Company has not accepted any deposit from the public to which the provisions of Sec. 58A & Sec. 58AA along with applicable rules under the Companies Act, 1956 are applicable, as such the question of compliance or non- compliance with the said rules does not arise.
- vii. In our opinion the provisions of the Clause VII of the CAR (Amendment) Order 2005, are applicable to the Company, but as per the information and explanations given to us, the acute paucity of funds prevented Company to arrange for the Internal Audit, which shall be complied with on priority basis as and when the situation improves.
- viii. In our opinion and according to the information and explanations given to us, the provisions for maintenances of Cost Records in terms of Sec. 209 (1) (d) of the Companies Act, 1956 are not applicable to this Company.
- ix. a) According to the information and explanations given to us in course of the Audit, in our opinion the Company was not regular in payment of statutory obligations viz. in respect of E.S.I. contributions. Whereas the PF contributions had been deposited with the authorities concerned up to the date. The Company continues to be liable for the Interest and damages applicable. The undisputed liabilities in arrears for the year ended 31.03.09 pending for more than 6 months include the following:

ESI – Rs. 2,68,058/- (Previous year Rs. 2,68,058/-)



- b) As regard the liabilities under dispute, there were no amounts in arrears payable to any of the Statutory Authorities e.g. under Income tax, Sales Tax, Service Tax, Customs and Excise Duties / Cess as at the year end expect an amount of damages imposed by the PF authorities Rs. 12,50,404/- (Previous year Rs. 12,50,404/-) for a period prior to incorporation of the Company, pending before the Hon'ble Tribunal of PF at New Delhi for necessary adjudication.
- x. In our opinion and as per the information and explanations given to us, the accumulated losses incurred by the Company has exceeded 50 % of its net worth, and has not incurred cash loss for the year under review.
- xi. In our opinion and as per the information given to us, the Company has mutually settled the redemption & interest obligation of its privately placed debenture of Rs.100.00 lacs with Karnataka State Financial Corporation, Bangalore. The principal has been paid & interest amount has been settled for Rs.33,94,594/-, which will be paid within 3 months.
- xii. The Company has not granted any loans and advances against any securities placed to it and as such maintenance of any records in the context does not apply.
- xiii. In our opinion and as per the information and explanation given to us the Company is not a Chit Fund or a Nidhi/Mutual Benefit Fund/ Society and as such provision of Clause 4 (xiii) of the order does not apply.
- xiv. In our opinion and as per the information and explanation given to us in the normal course of our Audit the Company is not dealing or trading in shares, debentures or any other securities and as such Clause 4 (xiv) of the order has no application herein.
- xv. In our opinion and as per the information and explanation given to us in the normal course of Audit the Company the company had not Issued any guarantee for loans taken by any third party from Banks and/or Financial institutions and thus provisions for clause 4(xv) of the order are not applicable to this Company.
- xvi. As per the information and explanation given to us in normal course of our Audit, the Company has not availed any Term Loan from any of the Banks or financial Institutions and thus any comment on the deployment of such funds, are impertinent to the context.
- xvii. In our opinion and as per the information and explanation given to us in the normal course of Audit and upon overall examination of the Balance Sheet of the Company no funds raised on short term basis were deployed for long term purposes and vice versa.
- xviii. According to the information and explanation given to us, the Company had not issued/allotted any shares to the parties enlisted in the Register maintained under Sec. 301 of the Companies Act, 1956, on preferential basis during the year under review.
- xix. According to the information and explanation given to us, the debentures issued by the Company is adequately secured, with the charge there upon created on the securities are duly registered with the appropriate authority.
- xx. According to the information and explanation given to us, the Company has not raised any money through a public issue during the year.
- xxi. Based upon the audit procedure performed for the purpose of reporting the true and fair view of the financial statements and as per the information and explanations given by the Management, we report that no fraud on or by the Company had been noticed or reported during the course of our Audit.

Place: Kolkata
Dated: 14th August, 2009.



GUHA & SONS
Chartered Accountants

K. Guha

K. Guha
Proprietor
Membership No. – F/8256

BALURGHAT TECHNOLOGIES LIMITED

BALANCE SHEET AS AT 31ST MARCH 2009

		31st March 2009	31st March 2008
Schedules	Rs.	Rs.	Rs.
SOURCES OF FUNDS			
Shareholders' Funds			
Share Capital	1	174076880	174076880
Reserves & Surplus	2	7442530	7442530
		181519410	181519410
Loan Funds			
Secured Loans	3	1118070	11839622
Unsecured Loans	4	8289564	9537258
		9407634	21376880
TOTAL		190927044	202896290
APPLICATION OF FUNDS			
Fixed Assets			
Gross Block	5	47783728	48633025
Less: Depreciation		19216945	18680406
Net Block		28566783	29952619
Investment	6	100000	100000
Current Assets, Loans And Advances			
Inventories	7	1682219	1876000
Sundry Debtors	8	15479780	18386020
Cash & Bank Balances	9	(145667)	3052278
Other Current Assets	10	10469230	18028581
Loans	11	3534923	2489668
		31020485	43832547
Less :			
Current Liabilities & Provisions			
Current Liabilities	12	11283386	12420447
Provisions	13	90908	77108
		11374294	12497555
Net Current Assets		19646191	31334992
Deferred Revenue Expenditure			
VRS A/c		292993	878979
(to the extent not written off or adjusted)			
Loss carried forward		142321077	140629700
T-O-T-A-L		190927044	202896290

As per our attached report of even date.

For GUHA & SONS

Chartered Accountants

K. Guha
(K. Guha)

Proprietor

P. K. SETHIA

ARUN SETHIA

M P GOENKA

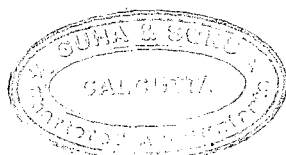
Managing Director

Executive Director

Director

Place : Kolkata

Date : 14th August, 2009



BALURGHAT TECHNOLOGIES LIMITED

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2009

		31ST March 2009	31st March, 2008
	Schedules	Rs.	Rs.
INCOME	14		
Freight	A	90619295	61258819
Sales & Services	B	92067784	77881076
Income (Travel Division)	C	27657955	31286091
Others	D	3832138	195150
		214177172	170621136
EXPENDITURE			
Transport	15	77488167	54641478
Travel	15	26824922	29886802
Materials	16	90185504	76208966
		194498593	160737246
GROSS PROFIT		19678579	9883890
OTHER EXPENSES			
Administrative Expenses	17	19626030	29894584
Finance Charges	18	379495	567685
Depreciation		1212103	1491866
		21217628	31954135
Profit/Loss Before Taxation		(1539049)	(22070245)
Provision for Taxation FBT- Interest		112742	115293
Less: Excess provision PY			1052
			114241
Profit/ Loss After Taxation		(1651791)	(22184486)
Balance brought forward from previous year		(140629700)	(118331501)
Less : Adjustment relating to assets withdrawn		-	-
Less : Loss on sale Assests Withdrawn		39586	113713
Available for Appropriation		(142321077)	(140629700)
APPROPRIATIONS :			
General Reserve			-
Balance Carried to Balance Sheet		(142321077)	(140629700)
		(142321077)	(140629700)

As per our attached report of even date

For GUHA & SONS

Chartered Accountants

P. K. SETHIA

: Managing Director

ARUN SETHIA

: Executive Director

M.P.GOENKA

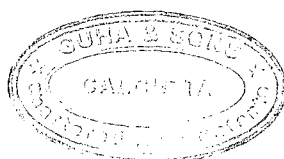
: Director

Place : Kolkata

Date : 14th August, 2009

(K. Guha)

Proprietor



BALURGHAT TECHNOLOGIES LIMITED

SCHEDULES TO THE BALANCE SHEET

	Rs. 31st March 2009	Rs. 30st March 2008
SCHEDULE - 1: SHARE HOLDER'S FUND		
SHARE CAPITAL		
Authorised 3,00,00,000 Equity Shares of Rs. 10/- each	<u>300000000</u>	<u>300000000</u>
Issued and Subscribed 1,66,16,360 Equity Shares of Rs. 10/- each fully paid-up (Previous Year 1,66,12,360)	<u>166163600</u>	<u>166163600</u>
15,83,640 Equity Shares of Rs. 10/- each partly paid-up (Previous Year 15,87,640)	<u>7913280</u>	<u>7913280</u>
	<u>174076880</u>	<u>174076880</u>

**SCHEDULE - 2
RESERVES & SURPLUS**

	General Reserve	Revaluation Reserve	Debenture Redemption Reserve	Profit & Loss A/c	Total
	Rs.	Rs.	Rs.	Rs.	Rs.
As on 1st April 2008 -	-	7442530	-	-	7442530
Less: Revalued assets withdrawn		0			
As on 31st March 2009		7442530			7442530

SCHEDULE - 3

SECURED LOANS

KSFC (on acct. of 18% Secured N.C.D.
issued favouring Karnataka State
Financial Corpn. Pending Redemption)
Car Loan
(Secured against Vehicles)

0	10000000
<u>1118070</u>	<u>1839622</u>
<u>1118070</u>	<u>11839622</u>



SCHEDULES TO THE BALANCE SHEET

SCHEDULE - 5

I. FIXED ASSETS

FIXED ASSETS	GROSS BLOCK				DEPRECIATION				NET BLOCK
	Gross Block as on 01.04.2008 Rs.	Additions during the period Rs.	Deductions or Sales Rs.	Gross Block as on 31.03.2009 Rs.	Balance as on 01.04.2008 Rs.	For the Year Rs.	Deductions During Period Rs.	Balance as on 31.03.2009 Rs.	Balance as on 31.03.2009 Rs.
LAND	8428410			8428410				0	8428410
BUILDING & GODOWN	18134929			18134929	3106885	295599		3402484	14732445
MOTOR CARS	7988029	536257	1123400	7400886	3696337	759846	638814	3817369	3583517
SCOOTERS & CYCLES	944295		38700	905595	884728		36750	847978	57617
FURNITURE & FIXTURES	4670568	6820		4677388	4405971			4405971	271417
FUEL STATION	2086829		239280	1847549	812182	61708		873890	973659
ELECTRIC GENERATORS	517280			517280	503846			503846	13434
COMPUTER ETC.	2720713	9006		2729719	2476668			2476668	253051
WEIGHING SCALES	1500000			1500000	1195763	94950		1290713	209287
AIR CONDITIONERS	1314972			1314972	1280140			1280140	34832
PUMP SETS	327000			327000	317886			317886	9114
	48633025	552083	1401380	47783728	18680406	1212103	675564	19216945	28566783
AS ON 31ST MARCH 2008	51001024	1007651	3375650	48633025	17655689	1491866	467149	18680406	29952619



BALURGHAT TECHNOLOGIES LIMITED

SCHEDULES TO THE BALANCE SHEET

	31st March, 2009	31st March, 2008
	Rs.	Rs.
SCHEDULE - 4		
UNSECURED LOANS		
Loans from Shareholders	2800000	2900000
Inter Corporate Deposit	3934480	4371690
Loans Deposit from others	1555084	2265568
	<u>8289564</u>	<u>9537258</u>
SCHEDULE - 6		
INVESTMENT		
<u>Quoted</u> (at cost)		
10,000 Equity		
Shares of Rs. 10 each of Tai Industries Ltd.	100000	100000
	<u>100000</u>	<u>100000</u>
SCHEDULE - 7		
INVENTORIES		
High Speed Diesel	800935	907665
Petrol	224622	254158
Lubricant Oil	653988	700341
Grease	-	1038
Acid	1575	12110
Distilled Water	1099	688
	<u>1682219</u>	<u>1876000</u>
SCHEDULE - 8		
SUNDRY DEBTORS		
Outstanding for over six months considered good	1828400	2757900
Others Considered good	13651380	15628120
	<u>15479780</u>	<u>18386020</u>
SCHEDULE - 9		
CASH & BANK BALANCES		
Cash in hand	916731	941521
(at H.O. and Branches)		
Balance with Banks	(1062398)	2110757
	<u>(145667)</u>	<u>3052278</u>



BALURGHAT TECHNOLOGIES LIMITED

SCHEDULES TO THE BALANCE SHEET

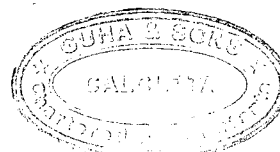
	31st March, 2009	31st March, 2008
	Rs.	Rs.
SCHEDULE - 10		
OTHER CURRENT ASSETS		
Fixed Deposits	4408721	-
Security Deposit	22645	436696
Godown Advance	673880	261280
Branch Account	65609	125553
Staff Advance	363018	923000
T. D. S. A.Y. 08-09	528784	992768
T. D. S. A.Y. 09-10	971093	528784
Advance Against Settlement/ Expenses	0	200000
Reserve for bad debts	3435480	14560500
	<u>10469230</u>	<u>18028581</u>
SCHEDULE - 11		
LOANS & ADVANCES		
Inter Corporate Deposit		
(Loans to companies under same management)	-	1078000
Loans to Directors and their relatives	-	-
Loans to others	3534923	1411668
	<u>3534923</u>	<u>2489668</u>
SCHEDULE - 12		
CURRENT LIABILITIES		
Lorry Hire Charges payable	3692870	1517900
Claims payable	0	280700
Auditor's Remuneration	7000	7000
Interest Accrued but not paid	3394594	5729410
T.D.S. Payable	2277	1201
Creditors	3922034	4674404
Gratuity Payable	94539	94539
FBT Payable	112742	115293
Service Tax Payable	57330	0
	<u>11283386</u>	<u>12420447</u>
SCHEDULE - 13		
PROVISIONS		
Gratuity	90908	77108
	<u>90908</u>	<u>77108</u>
SCHEDULE - 14		
INCOME		
A. Freight	90619295	61258819
B. Sales		
H. S. D.	78567339	65151048
Petrol	9662535	9660450
Lub. Oil	3814589	2990899
Distilled Water	14691	15060
Grease	-	56883
Acid	8630	6736
	92067784	77881076
C. Travel Division	27657955	31286091
D. Other Income		
Interest Income	503583	195150
Rent Income	284348	
Other Income	3044207	
	<u>214177172</u>	<u>170621136</u>



BALURGHAT TECHNOLOGIES LIMITED

SCHEDULES TO THE PROFIT AND LOSS ACCOUNT

	31st March, 2009		31st March, 2008	
	Rs.	Rs.	Rs.	Rs.
SSCHEDULE - 15				
DIRECT COST				
Transport Division				
Transport Expenses	77366967		54300078	
Coolie Expenses	<u>121200</u>	77488167	<u>341400</u>	54641478
Travel Division				
Travel Division Operating Exp		26824922		29886802
		<u>104313089</u>		<u>84528280</u>
SCHEDULE - 16				
MATERIALS				
Opening Stock :				
H. S. D.	907665		704142	
Petrol	254158		227851	
Lubricant Oil	712451		638322	
Distilled Water	1038		1436	
Grease	-		8710	
Acid	<u>688</u>		<u>1350</u>	
		1876000		1581811
Purchase :				
H.S.D.	77147454		64221430	
Petrol	9461225		9467898	
Lubricant Oil	3368773		2735543	
Distilled Water	8386		8328	
Grease	-		66990	
Acid	<u>5885</u>		<u>2966</u>	
		89991723		76503155
		<u>91867723</u>		<u>78084966</u>
Less : Closing Stock				
H. S. D.	800935		907665	
Petrol	224622		254158	
Lubricant Oil	653988		700341	
Distilled Water	1099		1038	
Grease	-		12110	
Acid	<u>1575</u>		<u>688</u>	
		1682219		1876000
		<u>90185504</u>		<u>76208966</u>



BALURGHAT TECHNOLOGIES LIMITED

SCHEDULES TO THE PROFIT AND LOSS ACCOUNT

31st March, 2009

31st March, 2008

Rs.

Rs.

SCHEDULE - 17

Administrative Expenses:

Advertisement	58788	53206
Auditors' Remuneration	5000	5000
Bad Debts	11580050	23658700
Bonus & Ex-gratia	6000	21480
Claims	361482	496666
Computer Maintenance	29126	46068
Conveyance & Car Expenses	254189	308885
Directors' Remuneration	408800	315200
ESI		2416
Electricity	295768	227282
Filing Fees	10500	4612
General Expenses	780980	619752
Godown Repair	114609	4000
Gratuity	13800	5450
Interest on Service Tax	11448	-
Insurance	31597	19017
Legal Expenses	380367	100950
Medical Expenses	400	3000
P.F.Contribution/Pension Fund	279081	26136
Postage	204171	259590
Profession Tax	5000	5550
Repair & Maintenance	-	75856
Rates & Taxes	45035	41450
Registrar & Share Transfer	40390	40452
Rent	1109133	698982
Salary & Perks	1969396	1292095
Stationery & Printing	283768	219974
Stock Exchange Fees	30000	30000
Tax Audit	2000	2000
Telephone	444922	457325
Travelling & Conveyance	284244	267504
VRS Expenses	585986	585986

19626030

29894584

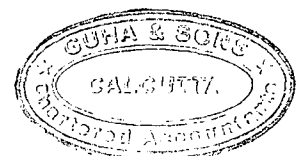
SCHEDULE - 18

Finance Charges

Interest	185670	306278
Finance Charges	138304	195590
Bank Charges	55521	65817

379495

567685



SCHEDULE ATTACHED TO AND FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2009 AND THE PROFIT AND LOSS ACCOUNT FOR THE PERIOD ENDED ON THAT DATE.

SCHEDULE – 19

ACCOUNTING POLICIES WITH NOTES ON ACCOUNTS:

A. SIGNIFICANT ACCOUNTING POLICIES:-

1) The accounting practices followed by the Company are consistent and in consonance with the Indian Generally Accepted Accounting Principles. The financial statements prepared are by and large are in accordance with the Accounting Standards referred to in the Sec. 211(3) (c) of the Companies Act, 1956.

2) FIXED ASSETS:-

(i) The fixed Assets are stated either at their cost or in certain cases as at their revalued amount determined in the year 1993.

(ii) The depreciation on the fixed assets are provided on Straight line method at the rates specified in Schedule XIV to the Companies Act, 1956.

	Year Ended 31-03-09	Year Ended 31-03-08
Revaluation Reserve	Rs. 74,42,530/-	Rs. 97,55,818/-
Less: Adjustments relating to Asset withdrawn / (Loss)		Rs. 23,13,288 /-
Balance Carried Forward	Rs. 74,42,530/- =====	Rs. 74,42,530/- =====

(iii) Estimated amounts of contracts pending execution on Capital Account is Rs. Nil (Previous year Nil)

3) INVESTMENT:-

The Investments being long term in nature are carried over at its cost of acquisition. However, in cases of quoted securities any changes of market price are ignored considering the same to be temporary and reversible in the long run.

4) INVENTORIES:-

The closing stock of the materials is valued at their cost of purchase, being lower than its realizable market value, in conformity with AS-2.

5) DEFERRED REVENUE EXPENDITURE:-

The Company had successfully discharged its entire surplus manpower primarily at Kolkata and at the various unproductive branches, through a scheme of Voluntary Separation which had been accepted by the employees concerned, following some initial resistance demonstrated by the Trade Unions. Since the benefit arising there from is expected to prevail over a period of time, the cost incurred had been amortized over a 5 year term, in conformity with the Income Tax regulations applicable, whereas 1/5th has been charged to the current year Profit & Loss a/c aggregating to Rs.5,85,986/- (Previous year Rs.5,85,986/-) and the balance being carried over in the Balance Sheet as Deferred Revenue Expenditure.

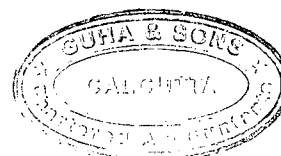
6) RETIREMENT BENEFITS:-

The Company follows an actuarial valuation annually for the Gratuity accrual to its employees, wherein the incremental value of the liability ascertained at the year end is provided in the books. However during the current year in view of only 10 continuing employees & appointment of few new employees the actuarial valuation was not considered to be necessary and a reasonable estimation was made in respect of the same, over the certified amount as at 31.03.04.

Whereas in respect of the dues of the employees discharged under Voluntary separation scheme, implemented in Kolkata and various other branches, dues if any on Gratuity A/c has been considered as a current liability wherein there shall be no further accrual over and above balance as ascertained on 31.03.03.

7) CONTINGENT LIABILITIES:-

(i) The disputed and time barred obligations pending before the Courts of Law, has not been provided for in the books, since the Management is reasonably certain that such claims will not be sustained and are unlikely to have any further material implication on the financial conditions of the Company. The estimated amount of such claims not acknowledged as Debts aggregates to Rs. 38,40,000/- (previous Year Rs. 52,60,000/-).



- (ii) In respect of the damages imposed upon by the Provident Fund authorities for certain delay in depositing the monthly contributions, currently under review, the Company reasonably believes that genuine grounds for such lapses exists, considering which substantial relief will be extended in favour of the Company and as such the incidence of the liability is not readily ascertainable and hence are considered to be of contingent nature.

8) PROVISIONS & RESERVES:-

- (i) Of the total amount of Sundry Debtors, a significant amount happens to be outstanding for more than 6 months. Of this segment balances not showing any movements despite the necessary steps for their recovery over 4 years are provided for as Reserve for Bad Debts in nature aggregating to Rs. 34,35,480/- (Previous year Rs. 1,45,60,500/-).
- (ii) The Company is in default in respect of payment of ESI contributions pertaining to the period 2002-2003 aggregating to an amount of Rs. 2,68,058/- (previous year Rs. 2,68,058/-). The said amount was not provided earlier and upon issue of assessment Notice for the same in the current year, it has been provided in the books.
- (iii) In respect of Provident Fund no contributions are outstanding.

9) MANAGERIAL REMUNERATION:-

The Managing Director and the Executive Director are paid remunerations approved by the General Body of the Company, within the limits prescribed under schedule XIII of the Companies Act, 1956. None of them are paid any commission or whatsoever other than their contractual entitlements approved as above. The Non- Executive Director's are only entitled to sitting fees @ Rs. 1200/- for every meeting attended by them. The following amounts were paid to the Director's during the year under review:

	Year Ended 31-03-09	Year Ended 31-03-08
Consolidated Salary	248000/-	192000/-
Other Perquisites	148800/-	115200/-
Sitting Fees	12000/-	8000/-
TOTAL	408800/-	315200/-

Provident Fund and Family pension includes a payment of Rs. 29760/- (Previous year Rs. 23040/-) payable on account of the Director's pursuant to the terms of employment, with the Company.

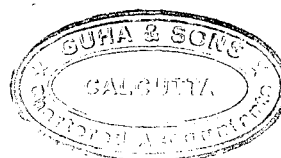
10) AUDITORS REMUNERATION :-

The following amount had been provided in the Books as payable to the Auditors of the year under reference:-

	As on 31.03.2009 (Rs.)	As on 31.03.2008 (Rs.)
Statutory Audit	5000/-	5000/-
Tax Audit	2000/-	2000/-
	7000/-	7000/-

11) SEGMENT REVENUES, SEGMENT RESULT AND CAPITAL EMPLOYED AS AT 31ST MARCH, 2009:

A. SEGMENT REVENUE	31-03-2009 (RS.)	31-03-2008 (RS.)
Transportation Operations	9,06,19,295/-	6,12,58,819/-
Trading / Other Income	9,58,99,922/-	7,80,76,226/-
Travel Division	2,76,57,955/-	3,12,86,091/-
Less: Inter Segment revenue		
TOTAL REVENUE INFLOW	21,41,77,172/-	17,06,21,136/-



B. SEGMENT RESULTSProfit / Loss before finance charges
Depreciation after taxation31-03-2009
(RS.)31-03-2008
(RS.)

Transportation Operations	(8,00,161)	(2,32,77,243)
Trading	7,04,718/-	18,67,260/-
Travel Division	1,47,992/-	13,99,289/-
Less: Finance Charges	3,79,495/-	5,67,685/-
Less: Depreciation	12,12,103/-	14,91,866/-
Less: Provision for Taxation	1,12,742/-	1,14,241/-
Profit & Loss after Tax	(16,51,791)	(2,21,84,486)

**C. CAPITAL EMPLOYED Segment Asset –
Segment Liability**

31-03-2009 (RS.)

31-03-2008 (RS.)

Transportation Operations	5,89,39,663/-	6,14,44,164/-
Trading / Other Business	77,26,214/-	68,73,504/-
TOTAL CAPITAL EMPLOYED	6,66,65,877/-	6,83,17,668/-

Notes:

- The Company's operation consists of three (3) nos. reportable segment, in consideration to the nature of activities undertaken by it.
- Geographically segmentations will not be relevant to report the nature of activities which will vary in such classifications and will not be comparable due to diversity of operation in each segment.

12) DEFERRED TAX:-

Due to absence of virtual certainty of the future taxable income, deferred tax assets in the form of unabsorbed depreciation and carry forward losses are not recognized, as per the provisions of AS-22.

13) QUANTITATIVE INFORMATION ON STOCK:-**QUANTITATIVE INFORMATION OF STOCK**

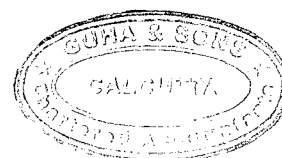
ITEMS	UNIT	OPENING STOCK		PURCHASE		SALES		CLOSING STOCK	
		QTY	VALUE (RS.)	QTY	VALUE (RS.)	QTY	VALUE (RS.)	QTY	VALUE (RS.)
H.S.D.	LTRS	26736	907665	2264000	77147454	2263950	78567339	24476	800935
LUBRICANT OIL	LTRS	6708	712451	27926	3368773	28433	3814589	6195	653988
PETROL	LTRS	5119	254158	194000	9461225	193146	9662535	5258	224622
DIST. WATER	JARS	148	1038	1105	8386	1096	14691	157	1099
ACID	BOTTLE	125	688	761	5885	661	8630	210	1575

14) FOREIGN CURRENCY TRANSACTION:-

There are no earnings in Foreign Currency during the year ended 31.03.09

15) NOTE:-

The previous year's figures had been rearranged and regrouped wherever necessary.



PART IV

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL
BUSINESS PROFILE FOR THE YEAR ENDED 31ST MARCH 2009

I. Registration Details

Registration No.

5 9 2 9 6

State Code

2 1

Balance Sheet Date

3 1 0 3 0 9
Date Month Year

II. Capital raised during the year (Amount in Rs. Thousand)

Public Issue

N I L

Rights Issue

N I L

Bonus Issue

N I L

Private Placement

N I L

III. Position of Mobilisation and Deployment of Funds (Amount in Rs. Thousands)

Total Liabilities

1 9 0 9 2 7

Total Assets

1 9 0 9 2 7

Sources of Funds

Paid - up Capital

1 7 4 0 7 7

Reserves & Surplus

7 4 4 2

Secured Loans

1 1 1 8

Unsecured Loans

8 2 9 0

Advance from Promoters

N I L

Application of Funds

Net Fixed Assets

2 8 5 6 6

Investments

1 0 0

Net Current Assets

1 9 6 4 6

Misc. Expenditure

2 9 2

Accumulate Losses

1 4 2 3 2 1

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

Turnover

2 1 4 1 7 7

Total Expenditure

1 9 4 4 9 8

Loss before tax

1 5 3 9

Loss after tax

1 6 5 1

(Please tick Appropriate box + for Profit, - for Loss)

Loss per Share in Rs.

0 0 9 7

Dividend rate %

N I L

V. Generic Names of Three Principal Products/Services of Company (as per monetary terms)

Item code No. (ITC Code)

N I L

Product

N I L

Description

T R A N S P O R T
T R A V E L
F U E L P U M P

For GUHA & SONS

Chartered Accountants

P. K. SETHIA

: Managing Director

ARUN SETHIA

: Executive Director

M.P. GOENKA

: Director

Place : Kolkata


Date : 14th August, 2009



BALURGHAT TECHNOLOGIES LIMITED

CASH FLOW STATEMENT FOR THE PERIOD ENDED 31.03.2009

	31st March, 2009 Rs.	31st March, 2008 Rs.
A. CASH FLOW FROM OPERATING ACTIVITIES:		
NET PROFIT BEFORE TAXATION AND EXTRAORDINARY ITEMS	(1539049)	(22070245)
ADJUSTMENT FOR		
Depreciation	1212103	1491866
VRS Expenses W/Off	585986	585986
Foreign exchange loss	-	-
Interest Income	-	-
Interest Expenses	379495	567685
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	638535	(19424708)
Increase/Decrease in Sundry Debtors	2906240	13427245
Increase/Decrease in Inventories	193781	(294189)
Increase/Decrease in Sundry Creditors	(1123261)	(981723)
Increase/Decrease in Other Current Assets	6514096	11457143
CASH GENERATED FROM OPERATIONS	9129391	4183768
Income tax provided	112742	114241
CASH FLOW BEFORE EXTRAORDINARY ITEMS	9016649	4069527
Extra Ordinary item		
(i) Public Issue Expenses (W.O.)	-	-
(ii) Adjustment in revaluation Reserve	-	-
NET CASH FROM OPERATING ACTIVITIES	9016649	4069527
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of fixed assets	(552083)	(1007651)
Proceeds from sale of Fixed Assets	686230	481500
Interest received	-	-
Dividend Received	-	-
NET CASH FROM INVESTING ACTIVITIES	9150796	3543376
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from issuance of Share Capital	-	-
Proceeds from Long term borrowings	(10721552)	(772077)
Re-payment of long term borrowings	(1247694)	(443774)
Interest paid	(379495)	(567685)
Dividend Paid	-	-
NET CASH USED IN FINANCING ACTIVITIES	(3197945)	1759840
NET INCREASE IN CASH & CASH EQUIVALENTS AS AT 31.03.2008	3052278	1292438
(Opening Balance)		
NET INCREASE IN CASH & CASH EQUIVALENTS AS AT 31.03.2009		
(Closing Balance)	(145667)	3052278

For GUHA & SONS
Chartered Accountants

(K. Guha)
Proprietor

P. K. SETHIA : Managing Director
ARUN SETHIA : Executive Director
M.P. GOENKA : Director

Place : Kolkata
Date : 14th August, 2009



AUDITOR'S CERTIFICATE

To,
The Board of Director's
Balurghat Technologies Limited
170/2C A.J.C. Bose Road,
Kolkata – 700 014.

We have examined the attached cash flow statement of Balurghat Technologies Limited for the year ended 31st March, 2009. The statement has been prepared by the Company in accordance with requirements of Clause 32 of listing agreement with the corresponding Profit & Loss Account and Balance Sheet of the Company covered by our report of 14th August, 2009, to the members of the Company.

GUHA & SONS
CHARTERED ACCOUNTANTS



Place: Kolkata
Date: 14th August, 2009

K. Guha

K. Guha
Proprietor
Membership No. – F/8256

PROXY

I/We.....

Of.....

being a member of.....

.....hereby appoint.....or failing

him.....or failing him.....as my/our Proxy

to represent, act and vote for me/us and on my/ our behalf at the Annual general Meeting of the Company to be held on Thursday, 24th September, 2009 at 09:30 A.M, and at any adjournment thereof.

Dated.....day of.....2009

Witness.....

Rupees
One
Revenue
Stamp

Note: An instrument appointing a proxy shall be deposited at the Registered office of the Company not less than forty eight hours before the time fixed for the meeting.

.....

ADMISSION SLIP

**PLEASE COMPLETE THIS ADMISSION CARD AND HAND IT OVER AT THE
ENTRANCE OF THE MEETING HALL**

BALURGHAT TECHNOLOGIES LIMITED

Registered Office:
170/2C A.J..C Bose Road,
Kolkata – 700 014.

I hereby record my presence at this Annual General Meeting of the Company at Jay Narayan Gupta Smriti Hall, AB-47, Salt Lake City, Kolkata – 700 064 on Thursday, 24th September, 2009 at 09:30 A.M

Members NameFolio no.....

(in block Capitals)

Member's/ Proxy's Signature.....

BOOK-POST

If Undelivered please return to:



BALURGHAT TECHNOLOGIES LIMITED
170/2C A.J.C. Bose Road,
Kolkata – 700 014.