

# ANNUAL REPORT

## =====2010=====



# 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

#### **Company Secretary**

Shri Deepak Pandey

#### **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 16<sup>th</sup> Annual General Meeting of the Shareholders of Balurghat Technologies Ltd. will be held on Friday, 17<sup>th</sup> September, 2010 (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 Profit and Loss Account for the year ended 31<sup>st</sup> March, 2010, the Audited Balance Sheet as on that date and the Reports of the Auditors and Directors thereon.
2. To appoint a Director in place of Mr. Hans Raj Sethia who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint a Director in place of Mr. Madanlal Agarwal who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint Auditor to hold office from the conclusion of this meeting until the conclusion of the next Annual General Meeting and to authorize the Board to fix their remuneration.

M/s Guha & Sons, Chartered Accountants, retire from the office of the Auditors and being eligible offer themselves for re-appointment.

### **SPECIAL BUSINESS:**

5. Appointment of Mr Sushil Kumar Sancheti as a Director

To consider and if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution:

"RESOLVED that Mr Sushil Kumar Sancheti. be and is hereby appointed as a Director of the Company, liable to retire by rotation."

6. Approval for variation in terms of remuneration of Mr. Pawan Kumar Sethia & Mr. Arun Kumar Sethia

To consider and if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution:

"RESOLVED THAT in partial modification of the earlier resolution passed by the Members approving the appointment and terms of remuneration of Mr.Pawan Kumar Sethia and Mr. Arun Kumar Sethia the Managing Director & Executive Director respectively, pursuant to the provisions of Section 198, 269, 309, 310, 311 and all other applicable provisions of the Companies Act, 1956 ('the Act') read with Schedule XIII to the said Act and other applicable provisions, the Company hereby approves the variation in terms of remuneration Mr.Pawan Kumar Sethia and Mr. Arun Kumar Sethia for payment of Salary (Basic + HRA) amounting to Rs. 50,000/-, w.e.f . 1<sup>st</sup> October, 2010."

"RESOLVED FURTHER THAT in the event of any statutory amendment(s) or modification(s) or relaxation(s) by the central Govrenment to schedule XIII of the Companies Act, 1956 the Board of Directors or Committee thereof be and is hereby authorized to vary or increase the remuneration including salary, perquisites, allowances etc. within such prescribed limit in order to give effect to such modification(s) relaxation(s) or variation(s) without any further reference to the Company in General Meeting."

"RESOLVED FURTHER THAT the Board be and is hereby authorized to do all such acts, deeds, as the Board may, in its absolute discretion, consider necessary, expedient or desirable including power to sub delegate, order to give effect to this resolution or as otherwise considered by the Board in the best interest of the company as it may deem fit."

#### **ITEM NO. 5**

Mr Sushil Kumar Sancheti having a vast experience in the field of Transport trade & Operation and whose presence in the board will provide better Operational Efficiency and who can contribute to the Growth of the Company with his Vast Experience and Knowledge and thereby he have been appointed on the Board of Director as a independent Director for having better management.

#### **ITEM NO. 6**

Members may kindly note that the present term of variation in terms of remuneration of Mr. Pawan Kumar Sethia and Mr. Arun Sethia for payment of Gross Salary have been in need of the present market condition.

The Board of Directors of the Company at the meeting held on 17<sup>th</sup> August, 2010 has subject to the approval of the members, unanimously approved revision in the remuneration payable to Mr. Pawan Kumar Sethia and Mr. Arun Sethia w.e.f. 1st October, 2010 for the remaining period of the present tenure as Managing Director and Executive Director respectively of the Company.

An abstract of the revision in the terms of appointment pursuant to Section 302 of the Companies Act, 1956 dated 17<sup>th</sup> August, 2010 has already been circulated to the members.

Members' approval is required for the proposed revision in remuneration. The Board recommends the resolution set out at item no. 6 of the Notice for your approval.

None of the Directors, except Mr. Pawan Kumar Sethia and Mr. Arun Kumar Sethia , are in any way, concerned or interested in the resolution set out at item no. 6 of the Notice.

#### **NOTES:**

1. The details of persons seeking appointment / re- appointment as required by clause 49 of the Listing Agreements entered into with the Stock Exchange are annexed hereto.
2. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES IN ORDER TO BE EFFECTIVE MUST BE RECEIVED BY THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE MEETING.
3. Members holding share in dematerialized form are requested to bring their Depository Account No. and Client I.D. No. for identification.
4. The Register of Members and Share Transfer Books of the Company will remain closed from 10<sup>th</sup> September, 2010 to 17<sup>th</sup> September, 2010 (both days inclusive).
5. 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.
6. Members are requested to notify any correction/change in their address immediately to the Registrars and Transfer agent.

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

**REGISTERED OFFICE**  
170/2C A.J.C. Bose Road,  
Kolkata - 700 014.  
Dated: 17<sup>TH</sup> August, 2010.

  
**PAWAN KUMAR SETHIA**  
**MANAGING DIRECTOR**

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

<b>Name :</b>	<b>Sri Sushil Kumar Sancheti</b>	<b>Sri Hans Raj Sethia</b>	<b>Sri Madanlal Agarwal</b>
<b>DIN:</b>	03193796	01636618	00272513
<b>Age:</b>	74	82	72
<b>Date of Appointment :</b>	17 <sup>th</sup> September	31 <sup>st</sup> July 2007	10 <sup>th</sup> August 2007
<b>Academic Qualification :</b>	Graduate	Under Graduate	Under Graduate
<b>Nature of expertise in functional Areas :</b>	Excellence with more than 30 Years experience in Transport Industry	Entrepreneur par Excellence with over 50 Years experience in Transport Trade Organization & Operations	Enriched Expertise in Travel & Transport Industry for Over 40 Years
<b>Interest in Other Companies &amp; nature :</b>	Nil	Nil	Gandhamardhan Sponge Industries Pvt. Ltd.
<b>Membership of committees in other Concerns :</b>	Nil	Nil	Nil

The above report had been taken on record at the meeting of the Board of Director's held on 17<sup>th</sup> August, 2010.

Dated: 17<sup>th</sup> August, 2010  
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 16<sup>th</sup> Annual report of the Company along with the Audited Accounts for the year ended 31<sup>st</sup> March,10.

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

<b>Particulars</b>	<b>Year Ended 31-03-10</b>	<b>Year Ended 31-03-09</b>
Total Earnings	2439.42	2141.77
Total Expenditure	2405.41	2141.25
PBDIT	34.01	0.52
LESS: Interest & Finance Charges	1.88	3.79
Depreciation	<u>11.07</u> -12.95	<u>12.12</u> -15.91
Profit / Loss before Tax	21.05	(-15.39)
Provision for Tax	-4.21	(1.12)
Profit / Loss after Tax	16.85	(-16.51)
Accumulated Profit / Loss b/f	(1423.21)	(1406.30)
Adjustment relating to assets withdrawn		
Loss on sale of Investment	(.56)	(.40)
Profit/Loss for appropriation	(1406.92)	(1423.21)
Profit / Loss c/f	(1406.92)	(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 turbulences. 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.2439.42 Lacs as against Rs.2141.77 Lacs in the previous year, showing a growth of 13.90 percent. There have been significant profit in compared to last year loss, Company have been able to achieve a profit of Rs 21.05 Lacs before tax during the current Fiscal Year as compared to Loss of Rs.15.39 Lacs previous year.

### **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 2011. 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.

**For & on Behalf of the Board**



**Pawan Kumar Sethia**  
Managing Director

Dated: 17<sup>th</sup> August, 2010  
Place: Kolkata

## REPORT ON CORPORATE GOVERNANCE FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2010.

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 2009-2010, 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	31.07	14.08	30.10	29.01	ATTENDED	AGM 24/09/09
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	31.07	14.08	30.10	29.01	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 (2008-2010)



<b>Heads of Payments</b>	<b>Sh. H.R. Sethia</b>	<b>Sh. M.P. Goenka</b>	<b>Sh. P.K. Sethia</b>	<b>Sh.A.Sethia</b>	<b>Sh. M.L. Agarwal</b>
Consolidated Salary	NIL	NIL	180000/-	180000/-	NIL
House Rent Allowance	NIL	NIL	108000/-	108000/-	NIL
P.F. Cont.	NIL	NIL	21600/-	21600/-	NIL
Bonus/ Commission	NIL	NIL	NIL	NIL	NIL
Others (Sitting Fees)	NIL	10000/-	NIL	NIL	10000/-
<b>Total</b>	<b>NIL</b>	<b>10000/-</b>	<b>309600/-</b>	<b>309600/-</b>	<b>10000/-</b>

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 31.03.10-

Total no. of Complaint / queries received: 7

No. of Complaints / Queries disposed: 7

Directly : 2 nos. , Through RTA :5 nos.

No. of Complaints / Queries pending as on 31.03.2010 – NIL

#### **6. GENERAL MEETINGS:**

<b>Sl. No.</b>	<b>Nature of Meeting</b>	<b>Date</b>	<b>Time</b>	<b>Venue</b>	<b>Voting through Postal Ballots</b>
1.	Annual General Meeting (13 <sup>th</sup> )	26-09-07	10:00 AM	Baisakhi Hosing Club No.2 Deodhar Rahman Road,Kolkata-700 033	No
2.	Annual General Meeting (14 <sup>th</sup> )	26-09-08	10:00 AM	Baisakhi Hosing Club No.2 Deodhar Rahman Road,Kolkata-700 033	No
3.	Annual General Meeting (15 <sup>th</sup> )	24-09-09	9:30 AM	Jay Narayan Gupta Smriti Hall AB-47,Salt Lake City, Kolkata-700 064	No

#### **7. DISCLOSURES:**

- There were no related party transactions, materially significant for the disclosures in specific were made during the year ended 31.03.10, 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:

- i. 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.
- ii. 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.
- iii. The Management Discussions and analysis is presented as a part of the Annual Report.

## 9. GENERAL SHAREHOLDER INFORMATION:

- (i) AGM date, time & venue: 17<sup>th</sup> September, 2010 at 09:30 AM.  
Jay Narayan Gupta Smriti Hall,  
AB-47, Salt Lake City, Kolkata – 700 064.
- (ii) Financial Year: 1<sup>st</sup> April, 2009 to 31<sup>st</sup> March, 2010
- (iii) Book Closure : 10<sup>th</sup> September, 2010 to 17<sup>th</sup> September, 2010 (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 -09	1.72	1.30
MAY - 09	2.04	1.56
JUNE -09	2.67	1.94
JULY -09	2.00	1.44
AUGUST -09	1.89	1.56
SEPTEMBER -09	2.10	1.62
OCTOBER -09	2.15	1.73
NOVEMBER -09	2.70	1.89
DECEMBER -09	2.25	1.72
JANUARY -10	2.86	1.92
FEBRUARY -10	2.39	1.84
MARCH -10	2.72	1.91

N.B. : THE ABOVE QUOTED RELATES TO TRADING AT THE STOCK EXCHANGE- MUMBAI.  
MARKET CAPITALIZATION AS AT 31.03.10 - RS. 18.45 Lacs (APPROX)

**DISTRIBUTION OF SHAREHOLDING AS PER AMENDMENTS TO CLAUSE 35 OF LISTING AGREEMENT.**

**Statement showing Shareholding Pattern 31.03.2010.**

Name of the Company :		BALURGHAT TECHNOLOGIES LIMITED						
Scrip Code: 520127		Quarter Ended : 31 <sup>st</sup> March 2010						
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		Shares pledged or otherwise encumbered	
					As a percentage of (A+B) <sup>1</sup>	As a percentage of (A+B+C)	Number of Shares	As a Percentage
<b>1</b>	<b>Indian</b>							
(a)	Individuals/ Hindu Undivided Family	23	1859689	1611089	10.2181	10.2181	0	0
(b)	Central Government/ State Government(s)	0	0	0	0.000	0.000	0	0
(c)	Bodies Corporate	9	4048500	1674200	22.2445	22.2445	0	0
(d)	Financial Institutions/ Banks	0	0	0	0.000	0.000	0	0
(e)	Any Others(Specify)	0	0	0	0.000	0.000	0	0
	<b>Sub Total(A)(1)</b>	<b>32</b>	<b>5908189</b>	<b>3285289</b>	<b>32.4656</b>	<b>32.4626</b>	<b>0</b>	<b>0</b>
<b>2</b>	<b>Foreign</b>							
A	Individuals (Non-Residents Individuals/ Foreign Individuals)	0	0	0	0.000	0.000	0	0
B	Bodies Corporate	0	0	0	0.000	0.000	0	0
C	Institutions	0	0	0	0.000	0.000	0	0
D	Any Others(Specify)	0	0	0	0.000	0.000	0	0
	<b>Sub Total(A)(2)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.000</b>	<b>0.000</b>	<b>0</b>	<b>0</b>
	<b>Total Shareholding of Promoter and Promoter Group (A)= (A)(1)+(A)(2)</b>	<b>32</b>	<b>5908189</b>	<b>3285289</b>	<b>32.4656</b>	<b>32.4626</b>	<b>0</b>	<b>0</b>
<b>(B)</b>	<b>Public shareholding</b>						NA	NA
<b>1</b>	<b>Institutions</b>						NA	NA
(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	0	0	0	0.000	0.000		

	Investors							
(h)	Any Other (specify)	0	0	0	0.000	0.000		
	<b>Sub-Total (B)(1)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.000</b>	<b>0.000</b>		
<b>B 2</b>	<b>Non-institutions</b>						NA	NA
(a)	Bodies Corporate	154	2683393	644093	14.7439	14.7439		
(b)	Individuals							
I	Individuals -i. Individual shareholders holding nominal share capital up to Rs 1 lakh	13538	7082466	3200054	38.9147	38.9147		
II	ii. Individual shareholders holding nominal share capital in excess of Rs. 1 lakh.	66	2503852	2182752	13.7574	13.7574		
(c)	Any Other (specify)	0	0	0	0	0		
(c-i)	Non Resident Individual	38	22100	1500	.1214	.1214		
	<b>Sub-Total (B)(2)</b>	<b>13796</b>	<b>12291811</b>	<b>6028399</b>	<b>67.5374</b>	<b>67.5374</b>		
<b>(B)</b>	<b>Total Public Shareholding (B)= (B)(1)+(B)(2)</b>	<b>13796</b>	<b>12291811</b>	<b>6028399</b>	<b>67.5374</b>	<b>67.5374</b>		
	<b>TOTAL (A)+(B)</b>	<b>13828</b>	<b>18200000</b>	<b>9313688</b>	<b>100.000</b>	<b>100.000</b>		
(C)	Shares held by Custodians and against which Depository Receipts have been issued	0	0	0	0.000	0.000		
	<b>GRAND TOTAL (A)+(B)+(C)</b>	<b>13828</b>	<b>18200000</b>	<b>9313688</b>	<b>100.000</b>	<b>100.000</b>	NA	NA

#### RANGE ANALYSIS AS ON (31-MAR-2010)

Range	Shares	Folios	Percent shares	Percent folios
<b>1 – 500</b>	<b>2962403</b>	<b>11144</b>	<b>16.2769</b>	<b>80.5901</b>
<b>501 - 1000</b>	<b>1264337</b>	<b>1502</b>	<b>6.9469</b>	<b>10.8620</b>
<b>1001 – 2000</b>	<b>805897</b>	<b>508</b>	<b>4.4280</b>	<b>3.6737</b>
<b>2001 - 3000</b>	<b>742074</b>	<b>290</b>	<b>4.0773</b>	<b>2.0972</b>
<b>3001 - 4000</b>	<b>275407</b>	<b>76</b>	<b>1.5132</b>	<b>0.5496</b>
<b>4001 - 5000</b>	<b>439073</b>	<b>91</b>	<b>2.4125</b>	<b>0.6581</b>
<b>5001 - 10000</b>	<b>849591</b>	<b>112</b>	<b>4.6681</b>	<b>0.8100</b>
<b>10001 - 50000</b>	<b>1468948</b>	<b>74</b>	<b>8.0711</b>	<b>0.5351</b>
<b>50001 - 100000</b>	<b>927251</b>	<b>13</b>	<b>5.0948</b>	<b>0.0940</b>
<b>AND ABOVE</b>	<b>8465019</b>	<b>18</b>	<b>46.5111</b>	<b>0.1302</b>
<b>Sum Count</b>	<b>18200000</b>	<b>13950</b>	<b>100.0000</b>	<b>100.0000</b>

**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, 2010 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 31<sup>st</sup> March, 2010 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: 17<sup>th</sup> August, 2010.



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 31<sup>st</sup> March, 2010 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 31.03.2010 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 31<sup>st</sup> March, 2010;
- 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: 17<sup>th</sup> August, 2010.



**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:
  - b) The Fixed Assets of the Company have not been physically verified during the year.
- ii.
  - 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 the above loan free of interest which in contrary to the provisions of Sec 372A (3) of the Companies Act, 1956.
  - b) The principal amount repayable on demand is good and fully recoverable as per stipulated terms, in the regular course of business.
  - c) No amount is overdue on such loan account with the concerned party.
  - d) 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. 50,25,000/- (previous year Rs.21,75,000/-)
  - e) In our opinion the terms of funding of the said loans are prima-facie not prejudicial to the interests of the Company.
  - f) 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 31.03.10 pending for more than 6 months include the following:

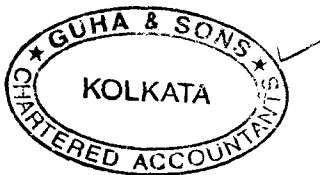
ESI – Rs. 2,68,058/- (Previous year Rs. 2,68,058/-)

- 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 has been paid within stipulated time.
- 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: 17<sup>th</sup> August, 2010.



**GUHA & SONS**  
**Chartered Accountants**

  
**K. Guha**  
**Proprietor**  
**Membership No. – F/8256**

**BALURGHAT TECHNOLOGIES LIMITED**

**BALANCE SHEET AS AT 31ST MARCH, 2010**

		31st March 2010	31st March 2009
Schedules	Rs.	Rs.	Rs.
<b>SOURCES OF FUNDS</b>			
<b>Shareholders' Funds</b>			
Share Capital	1	174076880	174076880
Reserves & Surplus	2	7442530	7442530
		181519410	181519410
<b>Loan Funds</b>			
Secured Loans	3	910357	1118070
Unsecured Loans	4	10421739	8289564
		11332096	9407634
<b>TOTAL</b>		<b>192851506</b>	<b>190927044</b>
<b>APPLICATION OF FUNDS</b>			
<b>Fixed Assets</b>			
Gross Block	5	48382514	47783728
Less: Depreciation		19422911	19216945
Net Block		28959603	28566783
Investment	6	100000	100000
<b>Current Assets, Loans And Advances</b>			
Inventories	7	1604374	1682219
Sundry Debtors	8	18874728	15479780
Cash & Bank Balances	9	3553120	(145667)
Other Current Assets	10	4026008	10469230
Loans	11	5024637	3534923
		33082867	31020485
<b>Less :</b>			
<b>Current Liabilities &amp; Provisions</b>			
Current Liabilities	12	9390037	11283386
Provisions	13	592459	90908
		9982496	11374294
<b>Net Current Assets</b>		<b>23100371</b>	<b>19646191</b>
<b>Deferred Revenue Expenditure</b>			
VRS A/c			292993
(to the extent not written off or adjusted)			
<b>Loss carried forward</b>		<b>140691532</b>	<b>142321077</b>
<b>T-O-T-A-L</b>		<b>192851506</b>	<b>190927044</b>

As per our attached report of even date.

For GUHA & SONS  
Chartered Accountants  
Place : Kolkata  
Date : 17th August, 2010

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

(K. Guha)  
Proprietor





**BALURGHAT TECHNOLOGIES LIMITED**

**PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2010**

		31ST March 2010	31st March, 2009
	Schedules	Rs.	Rs.
<b>INCOME</b>	14		
Freight	A	101120055	90619295
Sales & Services	B	102947898	92067784
Income (Travel Division)	C	38820418	27657955
Others	D	1054060	3832138
		<u>243942431</u>	<u>214177172</u>
<b>EXPENDITURE</b>			
Transport	15	91615212	77488167
Travel	15	35314070	26824922
Materials	16	100723574	90185504
		<u>227652856</u>	<u>194498593</u>
<b>GROSS PROFIT</b>		<b>16289575</b>	<b>19678579</b>
<b>OTHER EXPENSES</b>			
Administrative Expenses	17	12888754	19626030
Finance Charges	18	188255	379495
Depreciation		1106808	1212103
		<u>14183817</u>	<u>21217628</u>
<b>Profit/Loss Before Taxation</b>		<b>2105758</b>	<b>(1539049)</b>
Provision for Taxation FBT- Interest			112742
Less: Provision for I. Tax		420691	112742
<b>Profit/ Loss After Taxation</b>		<b>1685067</b>	<b>(1651791)</b>
Balance brought forward from previous year		(142321077)	(140629700)
Less : Adjustment relating to assets withdrawn		-	-
Less : Loss on sale Assests Withdrawn		55522	39586
<b>Available for Appropriation</b>		<u><b>(140691532)</b></u>	<u><b>(142321077)</b></u>
<b>APPROPRIATIONS :</b>			
General Reserve			-
Balance Carried to Balance Sheet		(140691532)	(142321077)
		<u><b>(140691532)</b></u>	<u><b>(142321077)</b></u>

As per our attached report of even date

For GUHA & SONS  
Chartered Accountants  
Place : Kolkata  
Date : 17th August, 2010

( K. Guha )  
Proprietor

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



**BALURGHAT TECHNOLOGIES LIMITED**

**SCHEDULES TO THE BALANCE SHEET**

	Rs. 31st March 2010	Rs. 31st March 2009
--	------------------------	------------------------

**SCHEDULE - 1:  
SHARE HOLDER'S FUND**

**SHARE CAPITAL**

**Authorised**

3,00,00,000 Equity Shares  
of Rs. 10/- each

300000000

300000000

**Issued and Subscribed**

1,66,16,360 Equity Shares of

Rs. 10/- each fully paid-up

(Previous Year 1,66,12,360)

166163600

166163600

15,83,640 Equity Shares of

Rs. 10/- each partly paid-up

(Previous Year 15,87,640)

7913280

7913280

174076880

174076880

**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 2009	-	7442530	-	-	7442530
Less: Revalued assets withdrawn		0			
<b>As on 31st March 2010</b>		<b>7442530</b>			<b>7442530</b>

**SCHEDULE - 3  
SECURED LOANS**

**Car Loan**

(Secured against Vehicles)

910357

1118070

910357

1118070



**SCHEDULE - 5****I. FIXED ASSETS**

FIXED ASSETS	GROSS BLOCK				DEPRECIATION				NET BLOCK
	Gross Block as on 01.04.2009 Rs.	Additions during the period Rs.	Deductions or Sales Rs.	Gross Block as on 31.03.2010 Rs.	Balance as on 01.04.2009 Rs.	For the Year Rs.	Deductions During Period Rs.	Balance as on 31.03.2009 Rs.	Balance as on 31.03.2010 Rs.
LAND	8428410	560499		8988909				0	8988909
BUILDING & GODOWN	18134929	491526		18626455	3402484	306344		3708828	14917627
MOTOR CARS	7400886	648620	1191364	6858142	3817369	643806	860842	3600333	3257809
SCOOTERS & CYCLES	905595		55000	850595	847978		40000	807978	42617
FURNITURE & FIXTURES	4677388			4677388	4405971			4405971	271417
FUEL STATION	1847549			1847549	873890	61708		935598	911951
ELECTRIC GENERATORS	517280			517280	503846			503846	13434
COMPUTER ETC.	2729719	144505		2874224	2476668			2476668	397556
WEIGHING SCALES	1500000			1500000	1290713	94950		1385663	114337
AIR CONDITIONERS	1314972			1314972	1280140			1280140	34832
PUMP SETS	327000			327000	317886			317886	9114
	47783728	1845150	1246364	48382514	19216945	1106808	900842	19422911	28959603
AS ON 31ST MARCH 2009	48633025	552083	1401380	47783728	18680406	1212103	675564	19216945	28566783



**BALURGHAT TECHNOLOGIES LIMITED**

**SCHEDULES TO THE BALANCE SHEET**

	31st March, 2010	31st March, 2009
	Rs.	Rs.
<b>SCHEDULE - 4</b>		
<b>UNSECURED LOANS</b>		
Loans from Shareholders	5300000	2800000
Inter Corporate Deposit	3934480	3934480
Loans Deposit from others	1187259	1555084
	<u>10421739</u>	<u>8289564</u>
<b>SCHEDULE - 6</b>		
<b>INVESTMENT</b>		
<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>
<b>SCHEDULE - 7</b>		
<b>INVENTORIES</b>		
High Speed Diesel	478921	800935
Petrol	376633	224622
Lubricant Oil	746015	653988
Acid	885	1575
Distilled Water	1920	1099
	<u>1604374</u>	<u>1682219</u>
<b>SCHEDULE - 8</b>		
<b>SUNDRY DEBTORS</b>		
Outstanding for over six months considered good	1705940	1828400
Others Considered good	17168788	13651380
	<u>18874728</u>	<u>15479780</u>
<b>SCHEDULE - 9</b>		
<b>CASH &amp; BANK BALANCES</b>		
Cash in hand	1156683	916731
(at H.O. and Branches)		
Balance with Banks	2396437	(1062398)
	<u>3553120</u>	<u>(145667)</u>



## BALURGHAT TECHNOLOGIES LIMITED

## SCHEDULES TO THE BALANCE SHEET

	31st March, 2010	31st March, 2009
	Rs.	Rs.
<b>SCHEDULE - 10</b>		
<b>OTHER CURRENT ASSETS</b>		
Fixed Deposits	0	4408721
Security Deposit	144530	22645
Godown Advance	701674	673880
Branch Account	187290	65609
Staff Advance	370275	363018
T. D. S. A.Y. 08-09	35098	528784
T. D. S. A.Y. 09-10	971093	971093
T. D. S. A.Y. 10-11	661635	
Reserve for bad debts	954413	3435480
	<u>4026008</u>	<u>10469230</u>
<b>SCHEDULE - 11</b>		
<b>LOANS &amp; ADVANCES</b>		
Inter Corporate Deposit		
(Loans to companies under same management)	-	-
Loans to Directors and their relatives	-	-
Loans to others	5024637	3534923
	<u>5024637</u>	<u>3534923</u>
<b>SCHEDULE - 12</b>		
<b>CURRENT LIABILITIES</b>		
Lorry/Cargo Hire Charges payable	3456083	3692870
Salaries payable	132000	0
Auditor's Remuneration	7000	7000
Interest Accrued but not paid	0	3394594
T.D.S. Payable	13654	2277
Creditors	5649716	3922034
Gratuity Payable	94539	94539
FBT Payable	0	112742
Service Tax Payable	0	57330
Rent Payable	37045	
	<u>9390037</u>	<u>11283386</u>
<b>SCHEDULE - 13</b>		
<b>PROVISIONS</b>		
Gratuity	171768	90908
Income tax	420691	
	<u>592459</u>	<u>90908</u>
<b>SCHEDULE - 14</b>		
<b>INCOME</b>		
A. Freight	101120055	90619295
B. Sales		
H. S. D.	86719786	78567339
Petrol	11734565	9662535
Lub. Oil	4469922	3814589
Distilled Water	15375	14691
Acid	8250	8630
	102947898	92067784
C. Travel Division	38820418	27657955
D. Other Income		
Interest Income	135902	503583
Rent Income	863041	284348
Other Income	55117	3044207
	<u>1054060</u>	<u>3832138</u>
	<u>243942431</u>	<u>214177172</u>



**BALURGHAT TECHNOLOGIES LIMITED**

**SCHEDULES TO THE PROFIT AND LOSS ACCOUNT**

	31st March, 2010		31st March, 2009	
	Rs.	Rs.	Rs.	Rs.
<b>SSCHEDULE - 15</b>				
<b>DIRECT COST</b>				
<b>Transport &amp; Intl Cargo Division</b>				
Transport & Intl. Cargo Expenses	89369173		77366967	
Coolie Expenses	<u>2246039</u>	91615212	<u>121200</u>	77488167
<b>Travel Division</b>				
Travel Division Operating Exp		35314070		26824922
		<u>126929282</u>		<u>104313089</u>
<b>SCHEDULE - 16</b>				
<b>MATERIALS</b>				
<b>Opening Stock :</b>				
H. S. D.	800935		907665	
Petrol	224622		254158	
Lubricant Oil	653988		712451	
Distilled Water	1099		1038	
Acid	<u>1575</u>		<u>688</u>	
		1682219		1876000
<b>Purchase :</b>				
H.S.D.	84800113		77147454	
Petrol	11567928		9461225	
Lubricant Oil	4265156		3368773	
Distilled Water	8717		8386	
Acid	<u>3815</u>		<u>5885</u>	
		100645729		89991723
		<u>102327948</u>		<u>91867723</u>
<b>Less : Closing Stock</b>				
H. S. D.	478921		800935	
Petrol	376633		224622	
Lubricant Oil	746015		653988	
Distilled Water	1920		1099	
Acid	<u>885</u>		<u>1575</u>	
		1604374		1682219
		<u>100723574</u>		<u>90185504</u>



**BALURGHAT TECHNOLOGIES LIMITED**

**SCHEDULES TO THE PROFIT AND LOSS ACCOUNT**

	31st March, 2010	31st March, 2009
	Rs.	Rs.
<b>SCHEDULE - 17</b>		
<b>Administrative Expenses:</b>		
Advertisement	41328	58788
Auditors' Remuneration	5000	5000
Bad Debts	3478254	11580050
Bonus & Ex-gratia	79480	6000
Claims	303699	361482
Computer Maintenance	28710	29126
Conveyance & Car Expenses	531665	254189
Directors' Remuneration	596000	408800
Electricity	367813	295768
Filing Fees	2090	10500
General Expenses	1024518	780980
Godown Repair	127784	114609
Gratuity	80860	13800
Interest on Service Tax	0	11448
Insurance	36774	31597
Legal Expenses	86601	380367
Medical Expenses	317	400
P.F.Contribution/Pension Fund	236692	279081
Postage	146578	204171
Profession Tax	5000	5000
Repair & Maintenance	28298	-
Rates & Taxes	29845	45035
Registrar & Share Transfer	39708	40390
Rent	1036730	1109133
Salary & Perks	2978268	1969396
Stationery & Printing	326609	283768
Stock Exchange Fees	36341	30000
Tax Audit	2000	2000
Telephone	414689	444922
Travelling & Conveyance	524110	284244
VRS Expenses	292993	585986
	<u>12888754</u>	<u>19626030</u>

**SCHEDULE - 18**

**Finance Charges**

Interest	89941	185670
Finance Charges	75512	138304
Bank Charges	22802	55521
	<u>188255</u>	<u>379495</u>



**SCHEDULE ATTACHED TO AND FORMING PART OF THE BALANCE SHEET AS AT 31<sup>ST</sup> MARCH, 2010 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 31-03-10	Year Ended 31-03-09
Revaluation Reserve	Rs. 74,42,530/-	Rs. 74,42,530/-
Less: Adjustments relating to Asset withdrawn / (Loss)		
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 1/5<sup>th</sup> has been charged to the current year Profit & Loss a/c aggregating to Rs.2,92,993/- (Previous year Rs.5,85,986/-).

**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. 29,60,000/- (previous Year Rs. 38,40,000/-).





- (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. 9,54,413/- (Previous year Rs. 34,35,480/-).
- (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. 2000/- for every meeting attended by them. The following amounts were paid to the Director's during the year under review:

	Year Ended 31-03-10	Year Ended 31-03-09
Consolidated Salary	360000/-	248000/-
Other Perquisites	216000/-	148800/-
Sitting Fees	20000/-	12000/-
TOTAL	596000/- =====	408800/- =====

Provident Fund and Family pension includes a payment of Rs. 43200/- (Previous year Rs. 29760/-) 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 31.03.2010 (Rs.)	As on 31.03.2009 (Rs.)
Statutory Audit	5000/-	5000/-
Tax Audit	2000/-	2000/-
	7000/- =====	7000/- =====

#### 11) SEGMENT REVENUES, SEGMENT RESULT AND CAPITAL EMPLOYED AS AT 31<sup>ST</sup> MARCH, 2010:

A. SEGMENT REVENUE	31-03-2010 (RS.)	31-03-2009 (RS.)
Transportation Operations	10,11,20,055/-	9,06,19,295/-
Trading / Other Income	10,40,01,958/-	9,58,99,922/-
Travel Division	3,88,20,418/-	2,76,57,955/-
Less: Inter Segment revenue	-	-
<b>TOTAL REVENUE INFLOW</b>	<u>24,39,42,431/-</u>	<u>21,41,77,172/-</u>



**B. SEGMENT RESULTS****Profit / Loss before finance charges**  
**Depreciation after taxation****31-03-2010**  
**(RS.)****31-03-2009**  
**(RS.)**

Transportation Operations	19,79,042	(8,00,161)
Trading	9,34,655/-	7,04,718/-
Travel Division	4,87,124/-	1,47,992/-
Less: Finance Charges	1,88,255/-	3,79,495/-
Less: Depreciation	11,06,808/-	12,12,103/-
Less: Provision for Taxation	4,20,691/-	1,12,742/-
Profit & Loss after Tax	16,85,067/-	(16,51,791)

**C. CAPITAL EMPLOYED Segment Asset –**  
**Segment Liability****31-03-2010 (RS.)****31-03-2009 (RS.)**

Transportation Operations	5,97,11,897/-	5,89,39,663/-
Trading / Other Business	88,27,302/-	77,26,214/-
<b>TOTAL CAPITAL EMPLOYED</b>	<b>6,85,39,199/-</b>	<b>6,66,65,877/-</b>

**Notes:**

1. The Company's operation consists of three (3) nos. reportable segment, in consideration to the nature of activities undertaken by it.
2. 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	24476	800935	2482000	84800113	2492461	86719786	12515	478921
LUBRICANT OIL	LTRS	6195	653988	32316	4265156	32027	4469921	6464	476015
PETROL	LTRS	5258	224622	250000	11567928	247439	11734565	7569	376633
DIST. WATER	JARS	167	1099	1116	8717	1033	15375	240	1920
ACID	BOTTLE	210	1675	545	3815	637	8250	118	885

**14) FOREIGN CURRENCY TRANSACTION:-**

There are no earnings in Foreign Currency during the year ended 31.03.10

**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 2010

## I. Registration Details

Registration No. State Code Balance Sheet Date   
Date Month Year

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

Public Issue Rights Issue Bonus Issue Private Placement 

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

Total Liabilities Total Assets 

## Sources of Funds

Paid - up Capital Reserves & Surplus Secured Loans Unsecured Loans Advance from Promoters 

## Application of Funds

Net Fixed Assets Investments Net Current Assets Misc. Expenditure Accumulate Losses 

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

Turnover Total Expenditure Profit before tax Profit after tax 

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

Profit per Share in Rs. Dividend rate % 

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

Item code No. (ITC Code) Product 

## Description

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

For GUHA &amp; SONS

Chartered Accountants

P. K. SETHIA

: Managing Director

ARUN SETHIA

: Executive Director

M.P. GOENKA

: Director

Place : Kolkata

Date : 17th August, 2010



**BALURGHAT TECHNOLOGIES LIMITED**

**CASH FLOW STATEMENT FOR THE PERIOD ENDED 31.03.2010**

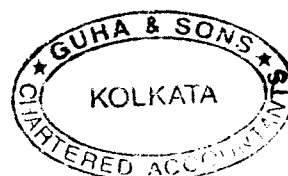
	31st March, 2010 Rs.	31st March, 2009 Rs.
<b>A. CASH FLOW FROM OPERATING ACTIVITIES:</b>		
<b>NET PROFIT BEFORE TAXATION AND EXTRAORDINARY ITEMS</b>	<b>2105758</b>	<b>(1539049)</b>
<b>ADJUSTMENT FOR</b>		
Depreciation	1106808	1212103
VRS Expenses W/Off	292993	585986
Foreign exchange loss		
Interest Income		
Interest Expenses	188255	379495
<b>OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES</b>	<b>3693814</b>	<b>638535</b>
Increase/Decrease in Sundry Debtors	(3394948)	2906240
Increase/Decrease in Inventories	77845	193781
Increase/Decrease in Sundry Creditors	(1391798)	(1123261)
Increase/Decrease in Other Current Assets	4953508	6514096
<b>CASH GENERATED FROM OPERATIONS</b>	<b>3938421</b>	<b>9129391</b>
Income tax provided	420691	112742
<b>CASH FLOW BEFORE EXTRAORDINARY ITEMS</b>	<b>3517730</b>	<b>9016649</b>
Extra Ordinary item		
(i) Public Issue Expenses (W.O.)		
(ii) Adjustment in revaluation Reserve		
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>3517730</b>	<b>9016649</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of fixed assets	(1845150)	(552083)
Proceeds from sale of Fixed Assets	290000	686230
Interest received		
Dividend Received		
<b>NET CASH FROM INVESTING ACTIVITIES</b>	<b>1962580</b>	<b>9150796</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from issuance of Share Capital		
Proceeds from Long term borrowings	(207713)	(10721552)
Re-payment of long term borrowings	2132175	(1247694)
Interest paid	(188255)	(379495)
Dividend Paid		
<b>NET CASH USED IN FINANCING ACTIVITIES</b>	<b>3698787</b>	<b>(3197945)</b>
<b>NET INCREASE IN CASH &amp; CASH EQUIVALENTS AS AT 31.03.2009</b>	<b>(145667)</b>	<b>3052278</b>
(Opening Balance)		
<b>NET INCREASE IN CASH &amp; CASH EQUIVALENTS AS AT 31.03.2010</b>		
(Closing Balance)	<b>3553120</b>	<b>(145667)</b>

For GUHA & SONS  
Chartered Accountants

Place : Kolkata  
Date : 17th August, 2010

( K. Guha )  
Proprietor

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



# 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 31<sup>st</sup> March, 2010. 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 17<sup>th</sup> August, 2010, to the members of the Company.

Place: Kolkata  
Date: 17<sup>th</sup> August, 2010



**GUHA & SONS**  
**CHARTERED ACCOUNTANTS**

A handwritten signature in black ink, appearing to read "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 Friday, 17<sup>th</sup> September, 2010 at 09:30 A.M, and at any adjournment thereof.

Dated.....day of.....2010

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 Friday, 17<sup>th</sup> September, 2010 at 09:30 A.M

Members Name .....Folio no.....

(in block Capitals)

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

**BOOK-POST**

*If Undelivered please return to:*

**Balurghat**  
The Balurghat Group Since 1952

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