

38th ANNUAL REPORT

2009-2010



AHMEDABAD STEELCRAFT LIMITED



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BOARD OF DIRECTORS :

Shri Ashok C. Gandhi	- Chairman
Shri Anand V. Shah	- Managing Director
Shri Darshan A. Jhaveri	- Managing Director
Shri Shashank I. Shah	- Executive Director
Shri Anand N. Jhaveri	- Executive Director
Shri Girish D. Shah	- Executive Director
Shri Viral A. Jhaveri	- Executive Director
Shri Kanishka H. Kaji	- Director
Shri Rajiv D. Gandhi	- Director

BANKERS

: HDFC Bank Ltd.
Mithakhali Six Road,
Ahmedabad - 380 009.

AUDITORS

: DHIREN SHAH & CO
Chartered Accountants
2nd Floor, Swastik Avenue,
Navrangpura, Ahmedabad 380 009

REGISTERED OFFICE

(w.e.f. 16-08-2010)

: 401, 4th Floor, 637 Complex,
Panchvati 2nd Lane, Gulbai Tekra,
Ahmedabad - 380006
Tele : 40020962, 26401996/97
Fax : 91-79-26404656
E-mail : ascsteeladl@sancharnet.in
Website : www.steelcraft.co.in



AHMEDABAD STEELCRAFT LIMITED

NOTICE

NOTICE is hereby given that the 38th Annual General Meeting of the Members of Ahmedabad Steelcraft Limited will be held on 29th September, 2010 at 12.00 Noon in the premises of Gujarat Chamber of Commerce and Industry, Ashram Road, Ahmedabad - 380 009 to transact the following business :

ORDINARY BUSINESS

1. To receive, consider and adopt Audited Balance Sheet as at 31st March, 2010 and Profit and Loss Account for the year ended on that date and the Reports of the Board of Directors and Auditors.
2. To appoint a Director in place of Shri Ashok Gandhi who retires by rotation and being eligible, offers himself for reappointment.
3. To appoint a Director in place of Shri Viral A. Jhaveri who retires by rotation and being eligible, offers himself for reappointment.
4. To appoint Auditors and to fix their remuneration thereto

SPECIAL BUSINESS

5. To consider and if thought fit to pass with or without modification the following resolution as an Ordinary Resolution.

RESOLVED THAT Shri Rajiv Gandhi who was appointed as an Additional Director to hold the office upto the date of ensuing Annual General Meeting be and is hereby appointed a Director of the Company in terms of Section 255 of the Companies Act, 1956.

Place : Ahmedabad

For and on behalf of the Board

Date : 14-08-2010

ANAND V. SHAH & DARSHANA. JHAVERI
MANAGING DIRECTORS

NOTES :

1. A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND A PROXY NEED NOT BE A MEMBER PROXIES IN ORDER TO BE EFFECTIVE MUST BE RECEIVED AT THE COMPANY'S REGISTERED OFFICE NOT LESS THAN 48 HOURS BEFORE THE COMMENCEMENT OF MEETING.
2. THE REGISTER OF MEMBERS AND SHARE TRANSFER BOOK OF COMPANY WILL REMAIN CLOSED FROM 23-09-2010 TO 29-09-2010 (BOTH DAYS INCLUSIVE)
3. EXPLANATORY STATEMENT IN TERMS OF SECTION 173(2) OF THE COMPANIES ACT, 1956 IN RESPECT OF SPECIAL BUSINESS TO BE TRANSACTED AT THE MEETING IS ANNEXED TO THE NOTICE
4. THE SHAREHOLDERS WHO HAVE NOT ENCASHED THEIR DIVIDEND FOR THE FINANCIAL YEAR 2002-2003 ARE REQUESTED TO REVALIDATE THEIR DIVIDEND WARRANTS BEFORE 30-10-2010 THE DIVIDEND NOT ENCASHED BEFORE, WILL BE TRANSFERRED TO INVESTOR EDUCATION & PROTECTION FUND.



**ANNEXURE TO NOTICE
EXPLANATORY STATEMENT IN TERMS OF SECTION 173(2) OF THE
COMPANIES ACT, 1956**

ITEM NO. 5

Shri Rajiv Gandhi was appointed as Additional Director on 16-09-2009 in terms of section 260 of the Companies Act, 1956 to hold the office upto the date of ensuing Annual General Meeting. His term as Additional Director will expire on 29-09-2010 being the date of Annual General Meeting. The Company has received a recommendation together with requisite deposit from a shareholder under section 257 of the Companies Act, 1956 for his appointment as Director of the Company in terms of section 255 of the Companies Act, 1956.

The Board therefore, recommends his appointment as an Independent Director in terms of section 255 of the Companies Act, 1956 read with Clause 49 of the Listing Agreement.

None of the Director except the appointee is interested in the Resolution set out in item no.5 of the notice convening this meeting

For and on behalf of the Board

Place : Ahmedabad

Date : 14-08-2010

**ANAND V. SHAH & DARSHAN A. JHAVERI
MANAGING DIRECTORS**

**DIRECTORS' REPORT**

To,
The Shareholders,

Your Directors have pleasure in presenting their 38th Annual Report together with Audited Accounts for the year ended on 31st March, 2010.

1. FINANCIAL RESULTS :

	2009-2010 (Rs. in Lacs)	2008-2009 (Rs. in Lacs)
Profit / (Loss) before depreciation and taxation	(25.34)	244.94
Less:		
Provision for depreciation	13.47	8.26
Provision for taxation	—	65.00
Provision for FBT	—	3.09
Wealth Tax Paid	1.19	0.57
Deferred tax Liability	1.86	8.03
Add : Excess Provision For FBT	0.03	0.22
Profit/ (Loss) after tax	(41.83)	160.21
Add :		
Transfer from Re valuation Reserve A/C (On disposal of Fixed Assets)	—	34.41
Profit / (Loss) for the year	(41.83)	194.62
Profit / (Loss) brought forward from last year	(229.18)	(423.80)
Total	(271.01)	(229.18)
APPROPRIATIONS:		
Proposed Dividend	—	—
Tax on Dividend	—	—
Transfer to General Reserve	—	—
Balance carried to Balance Sheet	(271.01)	(229.18)

2. OPERATIONS :

The turnover of the company during the year was Rs 469.70 Lacs in comparison of Rs 428.48 Lacs in the previous year.

The Company continues the trading of Mild Steel Window section and Angles. Major trading activities are relating to export in overseas market. The management is hopeful to enhance the trading activities in coming years.

The Company has entered into partnership with Aavkar group who are engaged in land development. The partnership has already acquired land and has commenced development of the said property. It is hopeful to complete the said project by the end of 2012.

The Company has promoted Light Works LLC in Mongolia for carrying on mining activities and has invested Rs.4.69 Crore in the said company upto the end of this year. The Company has implemented the project in the 2nd Quarter of the financial year. The Company is hopeful to



achieve the fruitful results of the said project in coming years on account of long gestation period.

The Company has also entered into Partnership with Endor Properties LLP in the current year. The said firm is engaged in Real Estate activities. The management foresee enhancement in the turnover and profit on full operation of the activities.

The management is pleased to state that the Registration and execution of documents for the disposal of factory land has been implemented and will be completed in due course.

3. DIVIDEND :

In view of Carry Forward loss your Board do not recommend dividend for the financial year ended 31-03-2010.

4. DEPOSITORY SYSTEMS :

Your Company has entered into an agreement with the National Securities Depository Limited (NSDL) and the Central Depository Services (India) Limited (CDSL) This enables you to hold your shares in a dematerialized form with either of these depositories

Since this mode facilitates quick transfers and prevents forgery, those shareholders who have not opted for this facility are advised to dematerialize their shares in their own interest. Your Company has also made arrangements for simultaneous dematerialisation of the physical shares lodged for transfer.

The Company has appointed Link In Time India Private Limited as R & T agent in the current year. Henceforth all the communication relating to Demat of shares/Transfer of shares/Change of address etc be send to

Link In-Time India Private Limited

211, Sudarshan Complex, Near Mithakhali Under Bridge,
Mithakhali, Navrangpura, Ahmedabad-380 009. Tele : 79 - 26465179

Number of Shares demated 25,38,397 being 62.03 % of Paid-up Capital.

5. DIRECTORS RESPONSIBILITY STATEMENT :

Pursuant to the requirement under Section 217 (2AA) of the Companies Act, 1956 with respect to Directors Responsibility Statement, it is hereby confirmed:

- (i) That in the preparation of the accounts for the financial year ended 31st March 2010, the applicable accounting standards have been followed along with proper explanation relating to material departures. This is subject to Accounting Standard 13 in which case the current investments have been valued at cost.
- (ii) That the Directors have selected such accounting policies and applied them consistently and made judgements and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for the year under review.
- (iii) That the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- (iv) That the Directors have prepared the accounts for the Financial Year ended 31st March, 2010 on a 'going concern' basis.



6. INSURANCE :

All the assets of the Company have been adequately insured.

7. DIRECTORS :

As per the provisions of Articles of Association Sarva Shri Ashok C. Gandhi and Shri Viral A. Jhaveri retire from the Board by rotation and being eligible to offer themselves for reappointment. Shri Rajiv Gandhi was appointed as Additional Director on 16-09-2009 in terms of section 260 of the Companies Act, 1956 to hold the office upto the date of ensuing Annual General Meeting. His term as Additional Director will expire on 29-09-2010 being the date of Annual General Meeting. The Company has received a recommendation together with requisite deposit from a shareholder under section 257 of the Companies Act, 1956 for his appointment as Director of the Company in terms of section 255 of the Companies Act, 1956.

The Board therefore, recommends his appointment as an Independent Director in terms of section 255 of the Companies Act, 1956 read with Clause 49 of the Listing Agreement.

8. AUDITOR'S REPORT :

The remarks made by the Auditors in their Report have been suitably dealt with in the schedules and notes and therefore do not call for any further clarification.

9. APPOINTMENT OF AUDITORS :

M/S. DHIREN SHAH AND CO. Chartered Accountants retire as Auditors of the Company at the conclusion of the ensuing Annual General Meeting and being eligible offer themselves for re-appointment.

10. PARTICULARS OF EMPLOYEES :

There were no employees drawing remuneration of Rs.24,00,000/- or more per annum employed throughout the year or Rs.2,00,000/- or more, per month employed for a part of the year.

11. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO :

The information pursuant to Section 217 (1) (e) of the Companies Act, 1956 read with Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 are not applicable as the Company has not done any manufacturing activity. Other Details are given in Annexure I.

12. LISTING AGREEMENT :

Your Company is committed to good corporate governance practices. Under Clause 49 of the listing agreement your Directors are pleased to inform that your Company has implemented all the major stipulations prescribed under clause 49 of the listing agreement with the Stock Exchange (s) A certificate from the Statutory Auditors of the Company in line with clause 49 is annexed to and forms part of the Director's Report.

13. COMPLIANCE CERTIFICATE :

Pursuant to provision to section 383A of the Companies Act, 1956, Compliance Certificate for the Financial Year 2009-10 from M/s. D.N.Motwani & Co., Company Secretary is attached to this report.

14. APPRECIATIONS :

Your directors place on record their sincere appreciation for the valuable and dedicated services rendered by the employees of the Company. They also place on record the fullest co-operation extended by the bankers of the Company.

For and On Behalf of the Board

Ashok C. Gandhi

Chairman

Place : Ahmedabad

Date : 28-07-2010



ANNEXURE 1

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

- A. **Conservation of Energy:** Particulars with respect to Conservation of Energy are not applicable as the Company has not done any manufacturing activity.
- B. (1) Research and Development: Not Applicable
(2) Technology absorption: Not Applicable
- C. Foreign Exchange earning and outgo :
1. Activities relating the Export :
2. Foreign Exchange earned Rs. 3,01,44,992/-
Foreign Exchange used Rs. 4,69,07,700/-

For and On Behalf of the Board

Place : Ahmedabad

Date : 28-07-2010

Ashok C. Gandhi
Chairman



COMPLIANCE CERTIFICATE FOR THE FINANCIAL YEAR ENDED

31-03-2010

To,
The Members,
AHMEDABAD STEELCRAFT LIMITED
AHMEDABAD.

We have examine the registers, records, books and papers of AHMEDABAD STEELCRAFT LIMITED , (the Company) as required to be maintained under The Companies Act, 1956 (the Act) and rules made there under and also the provisions contained in the Memorandum and Articles of Association the Company for the financial year ended on 31st March, 2010. In our opinion and to the best of our information and according to our examination carried out by us and explanation furnished to us by the Company, its officers and agents, we certify that in respect of aforesaid financial year:

01. The company has kept and maintained all registers as stated in Annexure "A" to this certificate as per the provisions and rules made there under and all entries therein have been duly recorded.
02. The company has duly filed the forms and returns as stated in Annexure "B" to this certificate, with the Registrar of Companies or other authorities under the Act and the rules made there under.
03. The Company being public limited company this clause is not applicable.
04. The Board of Directors duly met (6) Six times on 13.04.2009, 27.04.2009, 09.05.2009, 29.07.2009, 30.10.2009 and 28.01.2010 and in respect of which meetings, proper notices were given and proceedings were properly recorded and signed.
05. The company has closed the Register of Members during the financial year and complied with the provisions of section 154 of act.
06. The annual general meeting for the financial year ended on 31st March, 2009 was held on 3rd September, 2009 after giving due notice to the members of the company and the resolutions passed thereat were duly recorded in the minutes book maintained for the purpose.
07. No extra ordinary general meeting were held during the financial year.
08. The company has not advanced loan to its directors and/or persons or firms or companies referred in section 295 of the Act after complying with the provisions of the Act.
09. The company has not entered into any transactions following within the purview of section 297 of the Act.
10. The company has made the necessary entries in the register maintained under section 301 of the Act.



11. Salary drawn by Director (s) is within the purview of section 269 read with schedule XIII of the Act.
12. The company has not issued any duplicate share certificates during the financial year.
13. The Company
 - (i) has delivered all the certificates on lodgment thereof for transfer in accordance with the provisions of the Act and also intimated the registrar for crediting the shares to holders in electronic form in respect of allotment made during the year.
 - (ii) was not required to deposit amount in a separate bank account as no dividend was declared during the financial year.
 - (iii) not posted dividend warrants as no dividend was declared during the financial year.
 - (iv) has deposited unpaid dividend thereon to Investor Education and Protection Fund.
 - (v) duly complied with the requirements of section 217 of the Act.
14. The Board of Directors of the Company is duly constituted.
15. The company has appointed the Managing Directors/ Whole time Directors Under Section 269 read with schedule XIII of the Act.
16. The company has not appointed any sole-selling agents during the financial year.
17. The company was not required to obtain any approvals of Central Government, Company Law Board, Regional Director, and Registrar.
18. The Directors have disclosed their interest in other firms/ companies to the Board of Directors pursuant to the provisions of the Act and the rules made there under.
19. The company has not issued Equity Shares during the financial year.
20. The company has not bought back any securities during the Financial year.
21. The company has not issued any preference shares.
22. The company has not borrowed any sum attracting the provisions of Section 293(1)(d) of the Act.
23. The Company has not made loans and investments, or given guarantees or provided securities to bodies corporate.
24. The Company has not altered the provisions of the memorandum with respect to situation of the company's registered office from one state to another during the year under scrutiny.
25. The Company has altered the provisions of the memorandum with respect to objects of the company during the year under scrutiny. Special resolution under section 17 of the Act was passed through Postal Ballot.
26. The Company has not altered the provisions of the memorandum with respect to the name of the company during the year under scrutiny.
27. The Company has not altered the provisions of the memorandum with respect to share capital of the company during the year under scrutiny.



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28. The Company has not altered its articles of association during the financial year.
29. No prosecution is initiated against or notices received by the company for any offences under the Act.
30. The Company has not received any security from its employees during the year under certification.
31. The provisions of section 418 of the Act is not applicable.

Date: 28/07/2010
Place: Ahmedabad

For, D.N. Motwani & Company
Company Secretaries

D.N. Motwani
(Proprietor)
C.P.No. 2431

ANNEXURE A

REGISTERS MAINTAINED BY THE AHMEDABAD STEELCRAFT LIMITED

01. Register of Members u/s 150
02. Register of Transfers
03. Books of Accounts
04. Register of Directors/ Managing Director, Manager, Secretary u/s 303
05. Register of Contracts with the Companies and firms in which directors are directly or indirectly interested u/s 301
06. Register of Director's Shareholding u/s 307
07. Register of Director's Attendance in Board Meeting
08. Minutes Book of Board of Director's Meeting u/s 193
09. Minutes Book of General Meeting u/s 193
10. Register of Inter Corporate Loans and Investment u/s 370/372/372AA

**ANNEXURE B**

FORMS AND RETURNS AS FILED BY AHMEDABAD STEELCRAFT LIMITED WITH THE REGISTRAR OF COMPANIES, REGIONAL DIRECTOR, CENTRAL GOVERNMENT OR OTHER AUTHORITIES DURING THE FINANCIAL YEAR 2009-10.

SR. No.	Description Of Document	Relevant Section	Date of Filing & SRN
01.	Form 23	17	29.04.2009 / A60870086
02.	Form 32	264 (2)/266(1)(a)	29.04.2009 / A60870466
03.	Form 32	264(2)/266(1)(a)	23.09.2009 / A69795318
04.	Form 66	383A	28.09.2009 / P35013424
05.	Annual Accounts For the year ended 31.03.09 Form 23AC, ACA	220 (Accounts Approved in AGM)	29.09.2009 / P35048198
06.	Annual Return Form 20B	159(AGM)	02.11.2009 / P39440904

**Ahmedabad Steelcraft Limited**
Corporate Governance

The Company's Shares are listed on Bombay Stock Exchange Limited in India. In accordance with clause 49 of listing agreement with the stock exchange on Corporate Governance the details of compliance by the Company are as under:

1. Company's Philosophy on code of Governance :

The Company's Philosophy of corporate governance is aimed at assisting the top management of the company in the efficient conduct of its business and in meeting its obligation to shareholders. The Company believes that all its operations and actions must serve the underlying goal of enhancing overall share holder value, over a sustained period of time.

2. Board of Directors :**a) Composition**

The Board of Directors of the Company consists of 9 Members comprising of.

- Six Promoters Directors who are in the Whole time employment of the Company.
- Three Independent Directors.

Shri Ashok C. Gandhi, Independent director is the Chairman of the Company.

b) Other Directorship / Committee memberships held :

No. of Directorships

Name of Director	Category	Designation	Committee Membership Held in Other Companies	Committee Chairmanship	Director in other Companies
Shri Ashok C. Gandhi	Independent	Chairman	11	1	6
Shri Anand V. Shah	Relative of Promoter	Managing Director	Nil	Nil	5
Shri Darshan A. Jhaveri	Relative of Promoter	Managing Director	Nil	Nil	2
Shri Shashank I. Shah	Relative of Promoter	Executive Director	Nil	Nil	4
Shri Anand N Jhaveri	Relative of Promoter	Executive Director	Nil	Nil	Nil



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Shri Girish D. Shah	Relative of Promoter	Executive Director	Nil	Nil	2
Shri Viral A. Jhaveri	Relative of Promoter	Executive Director	Nil	Nil	Nil
Shri Kanishka H. Kaji	Independent	Director	Nil	Nil	1
Shri Rajiv D. Gandhi	Independent	Director	Nil	Nil	5
* Appointed as Additional Director w.e.f 16-09-2009					

Brief Resume of the Director being reappointed at the ensuing Annual General Meeting, nature of their expertise in specific functional areas.

Shri Viral A. Jhaveri aged about 35 years is MBA from USA having experience of about 10 years in the industry particularly in Finance.

Shri Ashok C. Gandhi aged about 71 years is a Senior Advocate in High Court having experience in corporate and business of about 30 years in the industry.

Shri Rajiv Gandhi is B.Com, LL.B aged about 38 years is having experience of about 15 years in Corporate World.

c) Board Meeting held during the year:

S. No.	Date of Board Meeting
1.	13.04.2009
2.	27.04.2009
3.	09.05.2009
4.	29.07.2009
5.	30.10.2009
6.	28.01.2010

The maximum time gap between any two meetings during the financial year 2009-10 was not more than three calendar months. None of directors except Shri Ashok C. Gandhi of the Company was member of more than ten committee nor was the chairman of the more than five committees across the all company in which they are a director.

d) Attendance of Directors at Board Meetings and Last Annual General Meeting :

Name of Director	Meetings Attended	Attendance at last A.G.M.
Shri Ashok C. Gandhi	06	Yes
Shri Anand V. Shah	05	Yes
Shri Darshan A. Jhaveri	05	Yes
Shri Shashank I. Shah	04	Yes
Shri Anand N. Jhaveri	06	Yes
Shri Girish D. Shah	06	Yes
Shri Viral A. Jhaveri	05	Yes
Shri Kanishka H. Kaji	06	Yes
Shri Rajiv D. Gandhi	02	No

**Audit Committee****(a) Terms of Reference**

The Audit Committee provides the Board with Additional Assurance as to the adequacy of the Company's internal control systems and financial disclosures. The Audit Committee acts as a link between the Management, Statutory Auditors, Internal Auditors, and the Board of Directors. The Broad terms of reference of the Audit Committee are to review with the Management and / or Internal Auditors and / or Statutory Auditors in the following areas.

- i. Overview of Company's financial reporting process and financial information disclosures.
- ii. Review with Management, external and internal audits, the adequacy of internal control systems.
- iii. Review the adequacy and effectiveness of accounting and financial controls of the Company, compliance with the company's policies and applicable laws and regulations.
- iv. Review with Management, the Annual financial statement before submission to the Board.
- v. Recommending the appointment / removal of external and internal auditors, fixation of Audit fees.

(b) Composition, name of members and Chairman

The Audit Committee of the Company comprises four members. The names of the members of the Audit Committee are as follows:

1. Shri Ashok C. Gandhi : having Financial & Corporate legal knowledge, and having Experience of about 30 years as a Senior Advocate.
2. Shri Anand V. Shah : having experience of more than 15 years
3. Shri Darshan A. Jhaveri : having experience of about 15 years
4. Shri Kanishka H. Kaji : having experience of about 45 years as a Senior Advocate

Meetings and Attendance During the Year

During the year, four Audit Committee Meeting were held on 09-05-2009, 29-07-2009, 30-10-2009 & 28-01-2010.

Name of the Director	No. of Meetings Held	No. of Meetings Attended
Shri Ashokbhai C. Gandhi	04	04
Shri Anand V. Shah	04	03
Shri Darshan A Jhaveri	04	03
Shri Kanishka H. Kaji	04	04

The members of the Audit Committee have adequate accounting knowledge to review the accounting practices / standards followed by the Company; adequacy of internal control / audit systems and functions; un-audited Quarterly / Half – Yearly / Yearly financial statements.

Remuneration policy

The Company has formed a Remuneration Committee consisting of Shri Ashok C. Gandhi and Shri Kanishka H. Kaji who have discussed the reappointment of Managing and Whole Time Directors at the ensuing Annual General Meeting and fixation of remuneration payable to such directors. Details of Remuneration to Directors paid / payable for the Financial year 2009-10 is as follows.



AHMEDABAD STEELCRAFT LIMITED

a) Managing Directors /Executive Directors Particulars	Managing Director	(Amount in Rupees)
		Whole-time Director
Shri Anand V. Shah	Rs. 1,80,000	
Shri Darshan A. Jhaveri	Rs. 1,80,000	
Shri Shashank I. Shah		Rs. 1,80,000
Shri Anand N. Jhaveri		Rs. 1,80,000
Shri Girish D. Shah		Rs. 1,80,000
Shri Viral A. Jhaveri		Rs. 1,80,000

b) Non-Executive Directors

Non-Executive Directors have been paid sitting fees for attending Board and Committee meetings as under.

	Rs.	No. of Share Held
1. Shri Ashok C. Gandhi	Rs. 37,500	Nil
2. Shri Kanishka H. Kaji	Rs. 37,500	4,000
3. Shri Rajiv Gandhi	Rs. 10,000	Nil

Shareholders / Investors Grievance Committee

As a measure of Good Corporate Governance and to focus on the shareholder's grievances and towards strengthening investor relations, an investor's Grievance Committee has been constituted as sub committee of the Board.

- The functions of the Committee include :
To specifically look into redressing investor's grievances pertaining to;
 - Transfer of shares
 - Dividend
 - Dematerialization of Shares
 - Replacement of lost / stolen / mutilated Share certificates.
 - Non-receipt of rights / bonus / split share certificates
 - Any other related issues
- Constitution and composition
The committee was constituted with two directors under the Chairmanship of Non executive Director as follow.
Shri Kanishka H. Kaji (Chairman)
Shri Darshan A. Jhaveri
- Others
Name and Designation of compliance officer:
Shri Darshan A. Jhaveri, Managing Director

Investor Complaints Received and resolved during the year

Nature of Complaints	
Opening	: Nil
Received	: Seven
Disposed off	: Six
One complaint is pending as on 31.03.2010.	

**General Body Meetings****a) Particulars of last three Annual General Meetings:**

Venue	Date	Time	No. of Special Resolutions
Gujarat Chamber of Commerce and Industries, Ashram Road, Ahmedabad.	03.09.2009	12.00 Noon.	Nil
Gujarat Chamber of Commerce and Industries, Ashram Road, Ahmedabad.	11.09.2008	12.00 Noon.	Nil
Gujarat Chamber of Commerce and Industries, Ashram Road, Ahmedabad.	19.09.2007	12.00 Noon.	Nil

b) Particulars of last three Extraordinary General Meetings

Purpose	Venue	Date	Time
---------	-------	------	------

NO EXTRA ORDINARY GENERAL MEETING WAS HELD.

The Company has passed Special resolutions under section 17 through postal ballot on 19.02.2008 and 25.04.2009 respectively.

Disclosures

- 1) The company has related party transactions in the ordinary course of business, which are not having any potential conflict with the interest of the company.
- 2) The company has complied with the requirements of regulatory authorities on capital markets and no penalties / strictures have been imposed against it in the last three years.

Risk Assessment & Minimization Procedure

The Company has laid down procedures to inform the Members of the Board about the risk assessment and minimization procedure. A Risk Management Committee consisting Managing and Whole-time Director periodically reviews the procedure to ensure that Executive Management controls risk through properly defined framework. The risk assessment framework encompassed, inter alia, methodology for assessing risk on ongoing basis, risk prioritization, risk mitigation plan and comprehensive reporting system.

Legal Compliance Reporting

As required under Clause 49 of Listing Agreement, the Board periodically reviews compliances of various laws applicable to the Company.

Disclosures

During the year no material transactions with the Directors or the Management, or relatives etc. have taken place, which have potential conflict with the interest of the Company.

Compliance

There has been no non-compliance of the provisions/requirements of Stock Exchanges/SEBI, No penalties/strictures have been imposed on the Company by the Stock Exchanges or SEBI or any other statutory authority on any matter relating to Capital Market.

**Means of Communication**

Pursuant to the listing agreement financial results are generally published in Western Times / Loksatta - Jansatta National newspapers and in a regional language newspaper.

Share Transfer System

The Company has an in-house share transfer system. Valid Share transfer, complete in all respects were approved and registered within the stipulated period.

Date, time and Venue of the 38th Annual General Meeting:

Gujarat Chambers of Commerce and Industries, Ashram Road, Ahmedabad on 29th September, 2010 at 12.00 Noon.

Dividend Payment Date Nil**Dematerialisation of Shares :**

Demat ISIN Numbers in NSDL & CDSL for Equity Shares INE868C01018. Around 61% of the Company's paid up equity share capital has been dematerialized upto 31st March 2010. Trading in equity share of the Company is permitted only in dematerialized form as per notification issued by SEBI

Financial Calendar (tentative)

Financial reporting for the quarter ending June 30, 2010	End of July, 2010
Financial reporting for the quarter/half year ending September 30, 2010	End of October, 2010
Financial reporting for the quarter ending December 31, 2010	End of January, 2011
Financial reporting for the quarter and ended March 31, 2011	End of June, 2011

Book closure date : 23-09-2010 to 29-9-2010 (Both the dates inclusive)

Listing of Equity Shares on Stock Exchanges at: **The Bombay Stock Exchange Limited**
Code No. 522273

Stock Market data (in Rs. per share):

Month	Bombay Stock Exchange(BSE)	
	Month's High	Month's Low
April 2009	17.28	13.56
May 2009	19.90	14.15
June 2009	15.64	12.90
July 2009	17.00	12.00
August 2009	15.06	12.00
September 2009	18.00	14.07
October 2009	17.80	14.55
November 2009	20.50	15.00
December 2009	19.00	15.20
January 2010	28.00	16.50
February 2010	36.00	23.50
March 2010	25.60	19.90

**AHMEDABAD STEELCRAFT LIMITED**

Share price performance in comparison to broad based indices – BSE Sensex:

ASCL share price Performance relative to BSE Sensex based on share price on 31st March 2010

Period	Percentage change in ASCL share price	Sensex	ASCL relative to sensex
Financial year 2009-10	(+) 60.99	(+) 80.53	(-) 19.54
3 years	(+) 292.45	(+) 34.09	(+) 258.36
5 years	(+) 42.27	(+) 169.99	(-) 127.72

Distribution of share holding as on 31st March 2009

Particulars	Percentage of share holding
Promoters	55.98
Mutual Fund & UTI	0.22
FII	2.44
Others	41.36

Liquidity:

Relevant data for the average daily turnover for the financial year 2009-10 is given below:

Particulars	Bombay Stock Exchange (BSE)
In No. of shares	3,368
In Value terms (Rs.)	75,449

Outstanding GDR/ Warrants and convertible instruments:

The company has not issued any GDR/Warrants and convertible instruments

Registered Office & Shareholders Correspondence address

401, 4th Floor, 637 Complex, Panchvati 2nd Lane, Gulbai Tekra, Ahmedabad - 380006

(Board has decided in its meeting held on 28-07-2010 to shift the office at above address w.e.f. 16-08-2010)

Tele. No. : (079) 40020962, 26401996/97

Fax No. : 91-79-26404546

E-mail: ascsteeladl@sancharnet.in

Website www.steelcraft.co.in

Auditors Certificate on Corporate Governance:

As required by clause 49 of the Listing Agreement. The Auditors Certificate is given as an Annexure to the Director Report.

Place : Ahmedabad

Date : 28-07-2010

For & On behalf of the Board of Directors

ASHOK C. GANDHI

Chairman



AUDITORS' REPORT ON CORPORATE GOVERNANCE

To,
The Members,
AHMEDABAD STEELCRAFT LTD.

We have examined the compliance of conditions of Corporate Governance by **AHMEDABAD STEELCRAFT LTD.**, for the year ended on 31st March, 2010 as stipulated in Clause 49 of the Listing Agreement of the said Company with stock exchanges.

The compliance of conditions of Corporate Governance is the responsibility of the Management. Our examination has been limited to the procedures and implementations thereof, adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance as stipulated in the said Clause. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, and based on the representations made by the Directors and the Management, subject to following :

1. As per Clause 49 of the Listing Agreement Two-thirds of the members of audit committee shall be independent directors. However, the audit committee of the company consists of four members out of which only two members are independent directors. Therefore, the requirement of proportion of independent directors in Audit Committee is not maintained by the company.
2. As the Chairman of the company is a Non-Executive independent Director, as per the requirements of Clause 49 of the Listing Agreement, atleast 1/3rd of the Board should have comprised of independent directors. The company, therefore, should have had atleast Three Independent Directors. However, during the period from 7/4/2009 to 16/9/2009, there have been only two Independent Directors. Therefore, the requirement of proportion of independent Directors in the Board has not been observed during the aforesaid period.
3. As on 31/3/2010, one investor's complaint has remained pending for a period of more than one month. Therefore, as per the requirements of Clause 49 of the Listing Agreement, Corporate Governance of attending to the investors grievances within a fortnight has not been adhered to in respect of one such complaint.

We certify that the Company has complied with the conditions of Corporate Governance as stipulated in Clause 49 of the above mentioned Listing Agreement.

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

For, DHIREN SHAH & CO.,
CHARTERED ACCOUNTANTS,

Place : Ahmedabad
Date : 28-07-2010

(DHIREN SHAH)
PROPRIETOR



AUDITOR'S REPORT

To,
The Members of
AHMEDABAD STEELCRAFT LIMITED

1. We have audited the attached Balance Sheet of AHMEDABAD STEELCRAFT LIMITED as at March 31, 2010 and also the Profit and Loss account and the cash flow statement for the year ended on that date annexed there to. These financial statements are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. **As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.**
4. **Further to our comments in the Annexure referred to above, we report that :**
 - i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - ii) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
 - iii) The Balance Sheet, Profit and Loss account and Cash flow statement dealt with by this report are in agreement with the books of account.
 - iv) In our opinion, the Profit and Loss account and Balance Sheet comply with the Accounting Standards referred to in Subsection (3C) of Section 211 of the Companies Act, 1956 except valuation of current investments.
 - v) On the basis of the written representations received from the directors as on March 31, 2010 and taken on record by the Board of Directors, we report that none of the directors are disqualified as on March 31, 2010 from being appointed as a director in terms of clause (g) of sub-section(1) of section 274 of the Companies Act, 1956.
 - vi) In our opinion the said accounts to the best of our information and according to the explanations given to us, give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India.
 - a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2010.



AHMEDABAD STEELCRAFT LIMITED

b) In the case of the Profit and Loss account, of the loss for the year ended on that date.

PLACE : Ahmedabad
DATED : 28-07-2010

For, DHIREN SHAH & Co.,
Chartered Accountants,
(DHIREN SHAH)
PROPRIETOR
M.No. 35824
Firm Reg. No. 114633W

ANNEXURE REFERRED TO IN PARAGRAPH 3 OF OUR REPORT OF EVEN DATE

Ref : Ahmedabad Steelcraft Limited

- 1) a. The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
b. All the assets have been physically verified by the management during the year as per the regular programme of verification which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
c. The company has disposed off all its fixed assets relating to its manufacturing unit, but the said disposal plan is consistent with the company's long term strategy to focus in its trading & Export Business of Mild Steel Section. Therefore company's going concern status has not been affected.
- 2) a. The management has conducted physical verification of inventory at reasonable intervals.
b. The procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
c. The Company is maintaining proper records of inventory and no material discrepancies were noticed on physical verification.
- 3) a. The company has granted unsecured loan to one company covered in the register maintained u/s. 301 of the Act and maximum amount involved in the transactions are Rs. 2,26,19,700/-
b. The rate of interest and other terms and conditions of the loan granted are prima facie not prejudicial to the interest of the company.
c. There is no stipulation regarding repayment of principal amount which is outstanding at the year end Rs. 2,26,19,700/-.
d. There is no stipulation regarding repayment of outstanding loan. Hence, we are unable to give any comment that whether the same is over due or not.
e. The Company has not taken any loans, secured or unsecured from companies, firms or other parties covered in the register maintained u/s. 301 of the Companies Act, 1956 during the year. Accordingly, clauses (iii) (f) and (iii)(g) of paragraph 4 of the Order are not applicable to the company for the current year.



AHMEDABAD STEELCRAFT LIMITED

- 4) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business, with regard to purchases of inventory, fixed assets and with regard to sale of goods and services. During the course of our audit, no major weakness has been noticed in internal control system.
- 5) Based on the audit procedures applied by us and according to information and explanations provided by the management, we are of the opinion that there are no contracts or arrangements that need to be entered into the register maintained under section 301 of the Companies Act, 1956. Accordingly, clause (v) (b) of Paragraph 4 of the Order are not applicable to the Company for the current year.
- 6) The company has not accepted any deposit during the year in contravention of provisions of section 58A of the Companies Act, 1956 and Companies (Acceptance of Deposit) Rule 1975.
- 7) The internal audit functions carried out during the year by a firm of Chartered Accountants appointed by the management have been commensurate with the size of the Company and nature of its business.
- 8) We are informed that the Central Government has not prescribed maintenance of cost records under section 209(1)(d) of the Companies Act, 1956 for any products of the Company.
- 9) (a) According to the records of the Company, the Company is regular in depositing undisputed statutory dues including Provident fund, Investor Education and Protection Fund, Employees State Insurance, Incometax, Sales-tax, Wealth Tax, Custom Duty, Excise Duty, Service tax, Cess and other material statutory dues applicable to it with the appropriate authorities except delay in depositing Income tax deducted at Source in respect of payment to Contractors and payment of interest and Professional fees.
(b) According to the information and explanations given to us, no undisputed amounts payable in respect of Income-tax, Wealth tax, Sales tax, Service tax, Customs duty and Excise Duty, Cess were outstanding as at 31st March, 2010 for a period of more than six months from the date they became payable.
- 10) In our opinion, the Company has accumulated losses. During the financial year covered by our audit company has made loss. In the immediately preceding financial year, also there were cash losses.
- 11) Based on our audit procedures and according to the information and explanation given to us, we are of the opinion that the Company has not defaulted in repayment of dues to financial institutions, banks, or debenture holders.
- 12) In our opinion and according to the information and explanations given to us, no loans or advances have been granted by the company on the basis of security by way of pledge of shares, debentures and other securities.
- 13) In our opinion the Company is not a chit fund or a nidhi/mutual benefit funds/society. Therefore, clause 4 (xiii) of the Companies (Auditor's Report) Order 2003 is not applicable to the Company.



AHMEDABAD STEELCRAFT LIMITED

- 14) In our opinion, the Company is not dealing in shares securities, debentures and other investments. Accordingly, the provision of clause 4(xiv) of the Companies (Auditor's Report) Order 2003 is not applicable to the Company.
- 15) According to the information and explanations given to us, the Company has not given any guarantee for loans taken by its subsidiaries and associates from bank or financial institutions.
- 16) The Company did not have any term loan outstanding during the current financial year or in the immediately preceding financial year.
- 17) According to the the information and explanations given to us and on an overall examination of the balance sheet of the company, we report that no funds raised on short term basis have been used for long term investment.
- 18) During the year, the Company has not made any preferential allotment of shares to parties or Companies covered in the register maintained under section 301 of the Companies Act, 1956.
- 19) The Company did not have any outstanding debentures during the year.
- 20) The Company has not raised any money through a public issue during the year.
- 21) Based upon the audit procedures performed and information and explanations given by the management, we report that no fraud on or by the Company has been noticed or reported during the course of our audit that causes the financial statements to be materially misstated.

PLACE : Ahmedabad
DATED : 28-07-2010

For, DHIREN SHAH & Co.,
Chartered Accountants,
(DHIREN SHAH)
PROPRIETOR
Membership No. 35824
Firm Reg. No. 114633W



AHMEDABAD STEELCRAFT LIMITED

BALANCE SHEET AS AT 31ST MARCH 2010

Particulars	Schedule No.	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
I. SOURCES OF FUNDS :			
(1) Shareholder's Funds			
(a) Share Capital	A	40,920,000	40,920,000
(b) Reserves & Surplus	B	43,351,905	47,361,005
(2) Loan Funds :			
(a) Secured Loans		0	0
(b) Unsecured Loans		0	0
Deffered Tax Liability		989,711	803,460
		<u>85,261,616</u>	<u>89,084,465</u>
II. APPLICATION OF FUNDS :			
(1) Fixed Assets :	C		
(a) Gross Block		28,071,760	27,637,294
(b) Less: Depreciation		2,009,560	662,908
(c) Net Block		<u>26,062,200</u>	<u>26,974,386</u>
(2) Investments :	D	44,817,463	14,569,235
(3) Current Assets, Loans & Advances :	E		
(a) Inventories		10,200,000	0
(b) Sundry Debtors		0	85,936
(c) Cash & Bank Balance		24,358,726	51,067,880
(d) Loans & Advances		<u>80,647,103</u>	<u>46,547,579</u>
		115,205,829	97,701,395
Less : Current Liabilities & Provisions :	F		
(a) Current Liabilities		105,947,841	51,100,667
(b) Provisions		<u>21,976,981</u>	<u>21,977,720</u>
		<u>127,924,822</u>	<u>73,078,387</u>
Net Current Assets		(12,718,993)	24,623,008
Profit & Loss Account		27,100,946	22,917,836
		<u>85,261,616</u>	<u>89,084,465</u>
Notes on Accounts	T		
Accounting Policies	U		

AS PER OUR REPORT OF EVEN DATE
ATTACHED HEREWITH

FOR DHIREN SHAH & CO.
CHARTERED ACCOUNTANTS

(DHIREN SHAH)
PROPRIETOR
PLACE : AHMEDAAD
DATE : 28-07-2010

FOR AHMEDABAD STEELCRAFT LTD.

ASHOK C. GANDHI
CHAIRMAN
ANAND V. SHAH
DARSHAN A. JHAVERI
MANAGING DIRECTORS

PLACE : AHMEDAAD
DATE : 28-07-2010

SHASHANK I. SHAH
ANAND N. JHAVERI
GIRISHBHAI D. SHAH
VIRAL A. JHAVERI
EXECUTIVE DIRECTORS
KANISHKA H. KAJI
RAJIV D. GANDHI
DIRECTORS



AHMEDABAD STEELCRAFT LIMITED

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON 31ST MARCH 2010.

PARTICULARS	SCHEDULE NO.	CURRENT YEAR RS.	PERVIOUS YEAR RS.
I. INCOME :			
Sales & Export Incentives	G	34,744,724	66,291,878
Other Income	H	2,025,407	3,453,221
Increase (+)/Decrease (-) in stocks. (Finished Goods, Scrap and Misroll)	J	(+) 10,200,000	(-) 26,897,061
Total :		46,970,131	42,848,038
II. EXPENDITURE :			
Raw Material Consumption	K	0	0
Cost of Raw Material / Store sold	L	0	1,836,507
Purchase of Finished Material		37,105,200	15,095,500
Factory & Manufacturing Expenses	M	0	138,448
Payments to & Provision for Employees.	N	1,345,771	2,099,283
Selling & Distribution Expenses	O	5,682,717	13,279,531
Administrative Expenses	P	2,405,465	7,092,672
Financial Expenses	Q	347,428	1,325,425
Directors' Remuneration and Perquisites.	R	1,443,904	1,408,687
Auditor's Remuneration		71,695	73,000
General Expenses	S	1,101,967	869,855
Depreciation		1,346,652	826,215
		50,850,799	44,045,123
III PROFIT/LOSS :			
Profit/(Loss)		(3,880,668)	(1,197,085)
Add: Profit / (Loss) On Sale of Fixed Asset	I	0	24,864,888
Profit/(Loss) Before Tax		(3,880,668)	23,667,803
Add: Excess Provision of Expenses & FBT		3,217	22,440
Less : Provision for Taxation		0	6,500,000
Less : Provision for Fring Benefit Tax		0	309,000
Less : Wealthtax Paid		119,408	57,129
Less : Deferred Tax Liability		186,251	803,460
Profit/(Loss) Afte Tax		(4,183,110)	16,020,654
Add: Transfer from Revaluation Reserve A/c (On Disposal of Fixed Asset)		0	3,441,065
Profit/(Loss) for the year		(4,183,110)	19,461,719
Balance b/f from last year		(22,917,836)	(42,379,555)
Balance available for Appropriation		(27,100,946)	(22,917,836)
IV. APPROPRIATION :			
Proposed Dividend		0	0
Tax on Dividend		0	0
Transfer to General Reserve		0	0
Balance Carried to Balance Sheet		(27,100,946)	(22,917,836)
		(27,100,946)	(22,917,836)

Notes on Accounts
Accounting Policies

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AS PER OUR REPORT OF EVEN DATE
ATTACHED HERewith
FOR DHIREN SHAH & CO.
CHARTERED ACCOUNTANT
(DHIREN SHAH)
PROPRIETOR
PLACE : AHMEDABAD
DATE : 28-07-2010

FOR AHMEDABAD STEELCRAFT LTD. SHASHANK I. SHAH
ASHOK C. GANDHI
CHAIRMAN
ANAND V. SHAH
DARSHAN A. JHAVERI
MANAGING DIRECTORS
PLACE : AHMEDABAD
DATE : 28-07-2010
SHASHANK I. SHAH
ANAND N. JHAVERI
GIRISHBHAI D. SHAH
VIRAL A. JHAVERI
EXECUTIVE DIRECTORS
KANISHKA H. KAJI
RAJIV D. GANDHI
DIRECTORS

**AHMEDABAD STEELCRAFT LIMITED****SCHEDULE FORMING PART OF ACCOUNTS AS ON 31ST MARCH 2010.**

	AS AT 31-3-2010 Rs.	AS AT 31-3-2009 Rs.
SCHEDULE -A SHARE CAPITAL		
AUTHORISED		
50,00,000 Equity Shares of Rs. 10/- each	50,000,000	50,000,000
	<u>50,000,000</u>	<u>50,000,000</u>
Issued Subscribed and Paid-up	40,920,000	40,920,000
40,92,000 Equity shares (P.Y. 40.92,000) of Rs. 10/- each fully paid-up (of the above shares 18,00,000 Equity shares were issued and allotted as fully paid up Bonus shares through Capitalisation of General Reserve in earlier years)		
	<u>40,920,000</u>	<u>40,920,000</u>
SCHEDULE-B RESERVES & SURPLUS		
(A) Assets Revaluation Reserve		
Opening Balance	12,746,416	16,187,481
Less : Depreciation adjustment towards revaluation reserve	0	0
Less : Transfer to Profit & Loss A/c	<u>0</u>	<u>3,441,065</u>
(On disposal of fixed Assets)	12,746,416	12,746,416
(B) Share Premium Account		
Opening Balance	21,920,000	21,920,000
	<u>21,920,000</u>	<u>21,920,000</u>
(C) General Reserve		
Opening Balance	12,694,589	12,694,589
	<u>12,694,589</u>	<u>12,694,589</u>
(D) Foreign Currency Translation Reserve		
Opening Balance	0	0
Less : Deduction during the year	<u>4,009,100</u>	<u>0</u>
	<u>(4,009,100)</u>	<u>0</u>
	<u>43,351,905</u>	<u>47,361,005</u>

SCHEDULE "C" FIXED ASSETS SCHEDULE FORMING PART OF ACCOUNTS AS ON 31ST MARCH 2010

Sr. No.	Particulars	-----Gross Block-----				-----Depreciation-----				-----Net Block-----	
		% of	Cost	Addition	Sales	Cost	up	for	on	Total	
		Dep.	as on .	during	during the	as on	to	to	sale		
			01-04-2009	the Year	Year	31-03-2010	31-03-2009	year	adjustment	31-03-2010	31-03-2009
			Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
1	LAND (REFER NOTE 2)	-	13,617,600	0	0	13,617,600	0	0	0	0	13,617,600
2	MOTOR CARS	9.5	13,800,000	434,466	0	14,234,466	593,269	1,327,623	0	1,920,892	12,313,574
3	AIR CONDITIONERS	4.75	34,789	0	0	34,789	8,170	1,652	0	9,822	24,967
4	DEAD STOCK	6.23	38,685	0	0	38,685	25,170	2,410	0	27,580	11,105
5	OFFICE EQUIPMENTS	4.75	76,220	0	0	76,220	16,405	3,620	0	20,025	56,195
6	COMPUTERS	16.21	70,000	0	0	70,000	19,894	11,347	0	31,241	38,759
	CURRENT YEAR TOTAL		27,637,294	434,466	0	28,071,760	662,908	1,346,652	0	2,009,560	26,062,200
	PREVIOUS YEAR TOTAL		124,682,674	13,500,000	110,545,380	27,637,294	93,800,936	826,215	93,964,243	662,908	26,974,386

- Notes : 1) Depreciation on all Fixed assets is provided on Straight Line Method on the Net Block of Fixed assets effective from 01.07.1987 at the rates prescribed under schedule XIV of Companies Act, 1956.
- 2) Advance of Rs. 10,43,40,000/- has been taken from Shivani Corporation for the Sale of Factory land. However Sales Deed is yet to be executed in respect of the said land.



AHMEDABAD STEELCRAFT LIMITED

SCHEDULE FORMING PART OF ACCOUNTS AS ON 31ST MARCH 2010.

		As At 31-3-2010 Rs.	As At 31-3-2009 Rs.
SCHEDULE-D INVESTMENTS			
(A)	Long Term Investments :		
	Trade (Unquoted) (At Cost)		
	No of Shares/Units		
	Namtech Systems Ltd.	10,000	550,000
	Nutan Nagrik Bank Ltd.	384	9,600
	Trade (Quoted) (At Cost)		
	Thambbi Modern Spg. Mills Ltd.	800	40,000
	VLS Finance Ltd.	3,000	200,000
	Selan Explorataion Tech. Ltd.	6,000	101,535
	Nila Housing & Infrastructures Ltd	33,000	49,500
	Galaxy Appliances Ltd.(Hindustan Cr. Cap. Ltd.)	290	29,000
	Uco Bank Ltd.	3,300	39,600
(B)	Current Investments :		
	(Unquoted) (At Cost)		
	Reliance Money Manager Fund - Retail Option	2501.152	2,503,367
(C)	Investment in the Capital of Partnership Firm		
	Aavkar Realty	19,396,361	11,050,000
(D)	Investment in Associate Company		
	Common Share (Lightworks LLC - Mongolia)	50,000	2,246,000
	Preference Share (Lightworks LLC - Mongolia)	437,500	19,652,500
		44,817,463	14,569,235
Aggregate amount of Quoted Investment Rs. 4,59,635/- Market value Rs. 28,67,580/- Aggregate amount of unquoted Investment Rs.30,62,967/-			



AHMEDABAD STEELCRAFT LIMITED

SCHEDULE FORMING PART OF ACCOUNTS AS ON 31ST MARCH 2010.

	As At 31-3-2010 Rs.	As At 31-3-2009 Rs.
SCHEDULE 'E' CURRENT ASSETS, LOANS & ADVANCES :		
(A) Inventories (as Taken Valued and Certified by the Management) Finished Good (At cost or market value whichever is lower) (Lying at ICD-Ahmedabad)	10,200,000	0
	10,200,000	0
(B) SUNDRY DEBTORS :		
Unsecured		
Outstanding for more than six months (considered doubtful)	0	85,936
Outstanding for less than six months (considered good)	0	0
	0	85,936
(C) CASH & BANK BALANCE :		
(i) Cash On Hand	28,575	60,424
(ii) Bank Balance		
Fixed Deposits with		
HDFC Bank Ltd.	13,000,000	50,000,000
Current Account		
Schedule Bank	87,340	104,543
HDFC Bank Ltd.	11,223,879	885,637
Group Gratuity Account		
Schedule Bank	18,432	16,776
Post Office	500	500
	24,358,726	51,067,880
(D) LOANS & ADVANCES		
(Unsecured considered good)		
(a) Loans to Companies/Firms (Doubtfull)	3,094,992	3,094,992
(b) Loan to Associate Company - Light works LLC - Mongolia	21,000,100	0
(c) Advances-recoverable in cash or in kind or for value to be received	15,306,575	13,445,663
(d) Booking Deposit for Property	12,111,587	1,262,000
(e) Advance Income Tax	28,978,899	28,541,974
(f) Deposits	154,950	202,950
	80,647,103	46,547,579



AHMEDABAD STEELCRAFT LIMITED

SCHEDULE FORMING PART OF ACCOUNTS AS ON 31ST MARCH 2010.

	As At 31-3-2010 Rs.	As At 31-3-2009 Rs.
SCHEDULE-F		
(A) CURRENT LIABILITIES :		
(i) Advance against Land	104,340,000	49,340,000
(ii) Creditors for Expenses	1,527,875	1,679,463
(iii) Advance from Customers	21,148	21,148
(iv) Statutory Liabilities	58,818	60,056
	105,947,841	51,100,667
(B) PROVISION :		
Provision for Taxation (Earlier Years)	14,919,004	14,919,004
Provision for Taxation (A.Y. 2009-10)	6,500,000	6,500,000
Provision for FBT	309,000	309,000
Unpaid Exgratia	55,000	0
Unpaid Expenses	193,977	249,716
	21,976,981	21,977,720
SCHEDULE - G SALES & EXPORT INCENTIVES	Current year Rs.	Previous year Rs.
Sales	32,960,642	57,510,851
Sales of Raw Material	0	1,145,341
Premium on Duty Entitlements	1,755,000	2,938,418
Foreign Exchange Rate Different	29,082	4,329,374
Sales of Furnace Oil	0	13,494
Sales of Consumable Stores	0	354,400
	34,744,724	66,291,878
SCHEDULE-H OTHER INCOME		
Share of Profit from Partnership Firm	146,361	0
<u>Interest Received from</u>		
Fixed Deposit	642,984	3,369,102
Loan	844,794	0
Sales Tax Refund	225,065	0
<u>Dividend From</u>		
Equity Share	5,490	6,240
Mutual Fund	160,713	77,879
	2,025,407	3,453,221



AHMEDABAD STEELCRAFT LIMITED

SCHEDULE FORMING PART OF ACCOUNTS AS ON 31ST MARCH 2010.

	Current Year Rs.	Previous Year Rs.
SCHEDULE-I PROFIT / LOSS ON SALE OF FIXED ASSETS		
(As per Grouping)		
On Sale of Wind Mill	0	51,048
On Sale of Fixed Assets	0	24,881,329
On Sale of Motor Cars	0	(67,489)
	0	24,864,888
SCHEDULE-J INCREASE (+) / DECREASE (-) IN STOCK :		
Opening Stock :		
Finished Goods	0	30,775,617
Less: Excise Duty on Opening Stock	0	38,78,556
	0	26,897,061
Less: Closing Stock		
Finished Goods	10,200,000	0
	10,200,000	0
	(+) 10,200,000	(-) 26,897,061
SCHEDULE-K RAW MATERIAL CONSUMPTION		
Opening Stock (Including Goods in Transits)	0	1,095,443
Add : Purchases	0	0
	0	1,095,443
Less : Modvat Credit set-off	0	0
	0	1,095,443
Less : Edu. Cess Credit set-off	0	0
	0	1,095,443
Less : Higher Sec. Edu. Cess Credit set-off	0	0
	0	1,095,443
Less : Vat Credit set-off	0	0
	0	1,095,443
Less : Goods in Transits	0	0
	0	1,095,443
Less : Cost of Goods Sales	0	1,095,443
Less : Closing Stock	0	
Consumption of R.M.	0	0

**AHMEDABAD STEELCRAFT LIMITED****SCHEDULE FORMING PART OF ACCOUNTS AS ON 31ST MARCH 2010.**

	Current Year Rs.	Previous Year Rs.
SCHEDULE-L COST OF RAW MATERIAL & STORES SOLD		
Raw Material	0	1,095,443
Furnace Oil	0	16,064
Consumable Stores	0	725,000
	0	1,836,507
SCHEDULE-M FACTORY & MANUFACTURING EXPS.		
Electricity	0	0
Labor Charges	0	68,207
Truck Charges	0	70,241
	0	138,448
SCHEDULE-N PAYMENT TO AND PROVISION FOR EMPLOYEES :		
(i) Payment to Employees :		
Office Salary	864,000	921,455
Misc Labour Salary	379,719	509,573
Exgratia & Bonus	102,052	298,852
	1,345,771	1,729,880
(ii) Gratuity Including Contribution to Group Gratuity Scheme		
Gratuity	0	349,320
Group Gratuity Insurance	0	5,000
	0	354,320
(iii) Staff Welfare Expenses :		
Staff Medical Expenses	0	1,600
Staff Welfare Expenses	0	13,483
	0	15,083
Total (i) + (ii) + (iii)	1,345,771	2,099,283



AHMEDABAD STEELCRAFT LIMITED

SCHEDULE FORMING PART OF ACCOUNTS AS ON 31ST MARCH 2010.

	Current Year Rs.	Previous Year Rs.
SCHEDULE-O SELLING & DISTRIBUTION EXPENSES :		
Advertisement	0	25,000
Carting Expenses	12,890	0
Commission	804,612	523,238
Crane Mobile Expenses	29,150	5,500
Excise Expenses	633,033	15,967
Export Duty	0	2,354,825
Misc. Shipping	1,175,137	1,403,242
Transportation	263,081	1,382,678
Packing Materials Charges	188,448	111,959
Shipping Agency	58,713	117,109
Shipping Freight	2,517,653	7,340,013
	5,682,717	13,279,531
SCHEDULE-P ADMINISTRATIVE EXPENSES :		
Advertisement	129,900	63,787
Appeal Fees	1,250	0
Conveyance Expenses	81,640	81,774
Director Travelling	13,069	47,787
Director Foreign Travelling	0	1,104,385
Electricity Expenses	89,325	342,630
Insurance	12,941	67,395
Land Revenue	0	34,723
Municipal Tax	0	80,690
Office Rent	9,166	9,786
Postage	64,910	74,336
Professional Fees	374,150	563,070
Staff Travelling	24,290	105,831
Staff Foreign Travelling	0	316,196
Stationery & Printing	68,697	184,970
Subscription	60,846	38,026
Telephone	78,672	117,536
Internet (Office)	13,953	0
Telephones & Internet (Director)	137,672	108,291
Vehicle Repairs & Maintenance (Car Expenses)	1,243,467	947,905
W/off A/c (Debit & Credit)	1,517	2,803,554
	2,405,465	7,092,672
SCHEDULE-Q FINANCIAL EXPENSES :		
Bank Commission	326,439	101,018
Interest Paid to		
Bank	20,953	529,639
Depositor	0	665,321
Others	36	29,447
	347,428	1,325,425

**AHMEDABAD STEELCRAFT LIMITED****SCHEDULE FORMING PART OF ACCOUNTS AS ON 31ST MARCH 2010.**

	Current Year Rs.	Previous Year Rs.
SCHEDULE-R DIRECTIORS' REMUNERATION & PERQUISITES		
Remuneration	1,080,000	1,080,000
Director PF Contribution	143,904	146,687
Superannuation	135,000	135,000
Director Meeting Fees	85,000	47,000
	1,443,904	1,408,687
SCHEDULE-S GENERAL EXPENSES :		
Air Conditioner Repairs	0	3,187
Application Fees	2,072	4,207
Betterment Tax	88,660	0
Boni	13,753	28,636
Donation	35,000	0
Electric Repairs	0	35,558
Filing fees	3,240	3,393
Godown Rent	120,000	0
Inspection Fees	145,706	32,532
Kasar	0	65
Land Rent	4,080	0
Listing Fees	11,130	11,084
Misc Expenses	92,725	72,434
Professional Tax	4,400	4,400
Repairs & Maintenance	13,099	24,905
Sales Tax Expenses	7,615	0
Service Charges	493,250	525,065
Service Tax	5,416	41,099
Stamp Papers	0	1,300
Tea Expenses	58,971	62,329
Testing Fees	2,850	19,661
	1,101,967	869,855



SCHEDULE FORMING PART OF ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2010.

SCHEDULE-T : NOTES ON ACCOUNTS :-

1. Previous year's figures have been regrouped/rearranged wherever necessary to make them comparable with current years figure.
2. Figures have been rounded off to the nearest Rupees for the purpose of presentation.
3. Debtors and Creditors balances appearing in the balance sheet are subject to confirmation of respective parties.
4. The parties to whom loans & advances amounting Rs. 30,94,992/- have been given have defaulted in payment of interest. However the management is hopeful of recovery of principal amount only.
5. Director have been paid fixed monthly remuneration as minimum remuneration as per Schedule XIII to the Companies Act, 1956 therefore the computation of net profit for the purpose of Directors remuneration u/s 349 of the Companies Act, 1956 is not necessary.
6. There are no outstanding creditors of S.S.I. Units for more than 30 days at the balance sheet date. There is no purchase from small scale industries.
7. The Company as a partner has made investment of Rs. 1,92,50,000/- in the capital of Aavkar Realty and the Company's profit sharing ratio is 46% in Aavkar Realty.
8. Notes Relating to Investment in Lightwork LLC :
During the year the company has made 50% investment in Common share and Preference share of lightworks LLC. Company has also given loan to Lightworks LLC. Company had received interest on loan given to Lightworks LLC and accounted it in books of account as per accounting policies and requirement of accounting standard. Company has made total investment of 955000US\$ the details of which are as under :

Common Share 50%	50,000\$
Preference Share 50%	437,500\$
Loan Given 50%	467,500\$
	<u>955,000\$</u>

9. Amount paid or payable to Auditors :-

	As at 31-3-10	As at 31-3-09
(i) Audit fees	55,150	56,180
(ii) Tax Audit Fees	16,545	16,854
(iii) Taxation	33,090	33,672
	<u>1,04,785</u>	<u>1,06,706</u>



AHMEDABAD STEELCRAFT LIMITED

10. Information as per part IV of Schedule VI to the Companies Act, 1956.

(1) Registration No. 11500 State Code 04

Balance Sheet Date : 31-3-2010

(2) Capital raised during the year (Amount in Rupees thousand)

Public issue Rs. Nil Right issue Rs. Nil

Bonus issue Rs. Nil Private Placement Rs. Nil

(3) Position of Mobilisation and Deployment of funds

(Amount in Rupees thousand)

Total liabilities	213186	Total Assets	213186
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Source of funds

Paid up capital	40920	Reserves & Surplus	43352
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Secured Loan	--	Unsecured Loan	--
--------------	----	----------------	----

Deferred Tax Liability	990
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Application of funds :

Net fixed Assets	26062	Investment	44817
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Net Current Assets	(12719)	Misc. Expenditure	Nil
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Accumulated Losses	27101
--------------------	-------

(4) Performance of Company (Amount in Rs. thousand)

Total Income	46970	Total Expenditure	50851
--------------	-------	-------------------	-------

Profit/(Loss) before tax	(3881)	Profit/(Loss) after tax	(4183)
--------------------------	--------	-------------------------	--------

Dividend rate	Nil
---------------	-----

(5) Generic names of three principal products/service of Company

(as per monetary terms)

Item Code No. (ITC Code) 72.16

Product description	Mild Steel Door, Windows and Ventilator Sections.
---------------------	---------------------------------------------------

(6) Quantitative details of goods manufactured

(a) Licenced and installed capacity and production :

As at 31-3-10	As at 31-3-09
---------------	---------------

Qty./MT	Qty./MT
---------	---------

Licenced Capacity

Steel Section	--	57,900
---------------	----	--------

Installed Capacity

Steel Section	--	--
---------------	----	----

Actual Production

For Company	--	--
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AHMEDABAD STEELCRAFT LIMITED

(b) Sales, Opening and Closing Stock :

(i) SALES

	As at 31-3-2010		At at 31-3-2009	
	Qty - MT	Amount Rs.	Qty/MT	Amount Rs.
Finished Goods	--	--	920	3,08,07,521
Scrap	--	--	128	33,98,588
Raw Materials	--	--	49	11,45,341

(ii) STOCK

Opening Stock	--	--	1,048	3,07,75,617
Closing Stock	--	--	--	--

(c) Quantitative details of Raw Material

	As at 31-3-2010		At at 31-3-2009	
	Qty / Mton	Amount/Rs.	Qty/Mton	Amount / Rs.
Op. Stock	--	--	49	10,95,443
Purchase	--	--	--	--
Total	--	--	49	10,95,443
Consumption	--	--	--	--
Sales	--	--	49	11,45,341
Closing Stock	--	--	--	--

(d) Imported and indigenous consumption :

	As at 31-3-10			As at 31-3-09		
	%	Qty/MT	Amount Rs.	%	Qty/MT	Amount Rs.
(A) Raw Material						
(i) Imported	--	--	--	--	--	--
(ii) Indigenous	--	--	--	--	--	--
(B) Spare Parts						
(i) Imported	--	--	--	--	--	--
(ii) Indigenous	--	--	--	--	--	--

(e) Value of Imports, Expenditure and earning in foreign currency :

	As at 31-3-10	As at 31-3-09
	Rs.	Rs.
(a) CIF value of import	Nil	Nil
(b) Spare parts and components	Nil	Nil
(c) Earning in foreign currency (FOB Value of export)	--	2,84,22,326
(d) Expenditure in foreign currency	--	--



AHMEDABAD STEELCRAFT LIMITED

7 Quantitative details of Goods Traded

(a) Purchase, Sales Opening and Closing Stock

i) Purchase

		As at 31-3-10		As at 31-3-09
	Qty/MT	Amount Rs.	Qty/MT	Amount Rs.
Finished Goods	1,138	3,71,05,200	412	1,50,95,500

ii) Sales

		As at 31-3-10		As at 31-3-09
	Qty/MT	Amount Rs.	Qty/MT	Amount Rs.
Finished Goods	838	3,29,60,642	412	2,33,04,742

iii) Opening & Closing Stock

Opening Stock	--	--	--	--
Closing Stock	300	1,02,00,000	--	--

(b) Imported and indigenous Goods

	%	Qty/MT	As at 31-3-10	%	Qty/MT	As at 31-3-09
			Amount Rs.			Amount Rs.
A) Purchase						
i) Imported	--	--	--	--	--	--
ii) Indigenous	100	1138	3,71,05,200	100	412	1,50,95,500

B) Other Goods & Spare Parts

i) Imported	--	--	--	--	--	--
ii) Indigenous	--	--	--	--	--	--

(c) Value of Imports, Expenditure and earning currency

	As at 31-3-10	As at 31-3-09
	Rs.	Rs.
a) CIF value of imports	Nil	Nil
b) Spare parts and components	Nil	Nil
c) Earning in foreign currency (FOB Value of export)	3,01,44,992	2,30,09,319
d) Expenditure in foreign currency	--	--

(11) Earning per share (EPS), the numerators and denominators used to calculate Basic & Diluted earnings per share.

Particulars		31-3-2010	31-3-2009
Profit/(Loss) attributable to the Shareholders (Rs. in lacs)	A	(41.83)	194.61
Basic/Weighted average number of Equity Shares outstanding During the year.	B	40,92,000	40,92,000
Nominal Value of Equity Share (Rs.)		10/-	10/-
Basic/Diluted Earning per share (Rs.)		(1.02)	4.75

12. Related Party Disclosures							
Sr. No.	Name of Related Parties	Nature of Relation	Nature of Transaction with related Parties	Volume of Transaction		Balance at the end of the year	
				2009-10	2008-09	2009-10	2008-09
1.	M/s. J & S Trading Co.	Associated Concern	Payment of Service Charges Reimbursement of Telephone Exp. Reimbursement of Electricity Exp.	2,79,000 12,782 29,928	2,79,000 13,160 26,129	2,42,274 Cr.	1,51,174 Cr.
2.	M/s . Steel Distributors	Associated Concern	Payment of Service Charges Reimbursement of Telephone Exp. Reimbursement of Electricity Exp.	1,94,400 5,854 37,454	1,94,400 5,722 33,867	2,84,708 Cr.	1,89,748Cr.
3.	Gujarat Bright Bar Ind. Pvt. Ltd.	Associated Concern		--	--	8,09,880 Cr.	9,89,150Cr.
4.	Anilbhai K. Jhaveri	Director's Father	Interest	--	51,352	--	--
5.	Anandbhai V. Shah	Managing Director	Remuneration	1,80,000	1,80,000	--	--
6.	Darshanbhai A. Jhaveri	Managing Director	Remuneration	1,80,000	1,80,000	--	--
7.	Ramaben N. Jhaveri	M.D.s' Mother	Interest	--	28,603	--	--
8.	Anandbhai N. Jhaveri	Executive Director	Remuneration Interest	1,80,000 --	1,80,000 79,992	--	--
9.	Shashankbhai I. Shah	Executive Director	Remuneration	1,80,000	1,80,000	--	--
10.	Girishbhai D. Shah	Executive Director	Remuneration	1,80,000	1,80,000	--	--
11.	Viralbhai A. Jhaveri	Executive Director	Remuneration Interest	1,80,000 --	1,80,000 8,285	--	--
12.	Anilbhai K. Jhaveri (HUF)	Member of HUF is Director	Interest	--	48,821	--	--
13.	Krishnionics Ltd.	Common Director	Interest	--	28,603	--	--
14.	Alfa City Motors P. Ltd. P. Ltd.	Common Director	Interest	--	1,08,525	--	--
15.	Gokul Metalizers P. Ltd.	Common Director	Interest	--	3,11,210	--	--
16.	637 Developers	Director's as Partner	Office Booking	108,49,587	--	118,49,587 Dr	10,00,000 Dr
17.	Lightworks LLC	Associates Company	Investment in Equity Capital Investment in Preference Share Capital Loan Given	-- -- 8,44,794	-- -- --	22,46,000 Dr 1,96,52,500Dr 210,00,100 Dr	-- -- --
18.	Avkar Realty	Associate Concern	46% holding in the firm / Profit share received	1,46,361	--	1,93,96,361Dr	--



SCHEDULE FORMING PART OF ACCOUNTS AS ON 31ST MARCH 2010.

SCHEDULE - U : SIGNIFICANT ACCOUNTING POLICIES :

1. SYSTEM OF ACCOUNTING :

(a) The financial statements have been prepared under the historical cost convention in accordance with the generally accepted accounting principles and the provisions of the Companies Act, 1956, as adopted consistently by the company, except for certain fixed assets which have been revalued.

(b) The Company generally follows mercantile system of accounting and recognises significant items of income and expenditure on accrual basis.

(c) Benefit on account of entitlements to import duty free material under the "Duty Entitlement Pass-book" scheme is accounted for on accrual basis. Other Export incentives are also accounted for on accrual basis.

2. FIXED ASSETS :

Fixed Assets are stated at cost inclusive of incidental and/or installation expenses. They are stated at revalued amount being fair market value on the basis of valuation made by approved valuer, Surplus on account of revaluation is credited to the revaluation reserve account.

3. DEPRECIATION :

Depreciation on the Assets has been provided on straight line method at the rates prescribed under Schedule XIV to the Companies Act, 1956.

4. INVENTORIES :

There is no inventory of raw materials, consumable stores, furnace oil and lubricants. Inventories of Finished goods is valued at cost or market value whichever is lower.

5. INVESTMENTS :

Valuation of long term quoted investment are stated at cost less provision, if any, for permanent diminution in value. Unquoted long term investment are valued at cost. Current Investment are valued at cost as per consistent practice of the Company.

6. FOREIGN EXCHANGE TRANSACTION :

(a) Foreign Exchange transactions are converted into Indian Rupees at the rate of exchange prevailing on the date of transaction. Exchange rate difference is charged to Profit & Loss A/c on final payment of the liability. Unsettled transaction at the close of the year are considered taking into account the exchange rate prevailing at the year end and diff. is charged to Profit & Loss Account.

(b) Variation due to fluctuation in exchange rate as on the date of balance sheet, the increase/decrease is accounted in respect of Investment and Advances to foreign company is accounted for in the foreign currency transaction reserve.



AHMEDABAD STEELCRAFT LIMITED

7. EMPLOYEE BENEFITS :

Gratuity paid to employee retrenched charged to profit & Loss Account. Other payment made to employee on retrenchment of employees charged to Profit & Loss Account on payment basis.

8. TAXATION :

Deferred tax liability of Rs. 1,86,251/- has been created as per Accounting standard 22 "Accounting of Tax on Income" issued by ICAI on timing difference as follow..

Depreciation Provided	13,46,652
Depreciation allowable as per I. T. Act	19,49,407
Timing Difference	6,02,755

Signature to Schedule "A" to "U"

FOR DHIREN SHAH & CO.
CHARTERED ACCOUNTANT

(DHIREN SHAH)
PROPRIETOR

PLACE : AHMEDABAD
DATE : 28-07-2010

FOR AHMEDABAD STEELCRAFT LTD.

ASHOK C. GANDHI
CHAIRMAN

ANAND V. SHAH
DARSHAN A. JHAVERI
MANAGING DIRECTORS

SHASHANK I. SHAH
ANAND N. JHAVERI
GIRISH D. SHAH
VIRAL A. JHAVERI
EXECUTIVE DIRECTORS

KANISHKA H. KAJI
RAJIV D. GANDHI
DIRECTORS

PLACE : AHMEDABAD
DATE : 28-07-2010

**AHMEDABAD STEELCRAFT LIMITED****CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31ST MARCH, 2010**

	Rs. in Lakhs 31-3-2010	Rs. in Lakhs 31-3-2009
Net Profit as per P & L Account	(41.83)	194.61
A. CASH FLOW FROM OPERATING ACTIVITIES :		
Adjustment for Depreciation	13.47	8.26
Interest paid	--	12.01
Deferred Tax	1.86	8.03
Interest Received	(8.45)	(33.69)
Dividend Received	(1.66)	(0.84)
Profit on Sales of Assets	--	(248.65)
Share of Profit from Partnership firm	(1.46)	--
Transfer from Revaluation Reserve	--	(34.41)
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	(38.07)	(94.68)
Increase in Current Liability & Provision	548.46	462.86
Decrease in Debtors	0.86	62.37
Decrease in Inventory	--	326.12
Current liabilities provisions liquidated		
Increase in Loans & Advances	(341.00)	(63.46)
Increase in Inventory	(102.00)	--
Net Cash (Used)/Generated in Operation	68.25	693.21
Direct Tax Paid (Including Dividend Tax)	-	-
Net Cash (Used)/Generated in Operating Activities	68.25	693.21
Net Cash (Used)/Generated in Operating (A)	68.25	693.21
B. CASH FLOW FROM INVESTING ACTIVITIES		
Sale of Fixed Assets	--	414.46
Interest received	--	33.69
Dividend received	1.66	0.84
Share or Profit from Partnership Firm	1.46	--
Purchase of Fixed Assets	(4.34)	(135.00)
Invest in Partnership Firm	(83.46)	(110.50)
Purchase of Mutual Fund	(0.03)	(25.00)
Purchase of Investment in Associates	(259.07)	--
NET CASH (USED)/GENERATED IN INVESTING ACTIVITIES (B)	(343.78)	178.49

**AHMEDABAD STEELCRAFT LIMITED****C. CASH FLOW FROM FINANCING ACTIVITIES**

Increase/ (Decrease) in Unsecured Loan	--	(185.00)
Increase / (Decrease) in Secured Loan	--	(253.98)
Interest Paid	--	(12.01)
Interest received	8.45	--
NET CASH (USED)/GENERATED IN FINANCING ACTIVITIES	(C) 8.45	(450.99)

NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENT (A+B+C)	(267.08)	420.71
OP. BALANCE OF CASH AND CASH EQUIVALENT	510.67	89.95
CL. BALANCE OF CASH AND CASH EQUIVALENT	243.59	510.67

FOR AHMEDABAD STEELCRAFT LTD.

ASHOK C. GANDHI
CHAIRMANANAND V. SHAH
DARSHAN A. JHAVERI
MANAGING DIRECTORSSHASHANK I. SHAH
ANAND N. JHAVERI
GIRISH D. SHAH
VIRAL A. JHAVERI
EXECUTIVE DIRECTORSKANISHKA H. KAJI
RAJIV D. GANDHI
DIRECTORSPLACE : AHMEDABAD
DATE : 28-07-2010**AUDITOR'S CERTIFICATE**

We have examined the attached Cash Flow Statement of Ahmedabad Steelcraft Limited, for the year ended 31st March, 2010. The Statement has been prepared by the company in accordance with the requirement of Clause 32 of listing Agreements with the Stock Exchange and is based on and is in agreement with the corresponding Profit & Loss A/c. and Balance Sheet of the Company covered by our Report of even date to the members of the company.

FOR DHIREN SHAH & CO.
CHARTERED ACCOUNTANTS.(DHIREN SHAH)
PROPRIETORPlace : Ahmedabad
Date : 28-07-2010