



20th

ANNUAL REPORT
2009-2010



STEELCO GUJARAT LIMITED

COMPANY INFORMATION

BOARD OF DIRECTORS

Mr. R. P. Chandaria	Director
Mr. Rashmi Chandaria	Director
Mr. S. C. Sheth	Director
Mr. J. Mehra	Director
Mr. Mahendra Lodha	Director
Mr. Vimal Chandaria	Alternate to Mr. R. P. Chandaria
Dr. R. S. Mamak	Executive Vice Chairman
Mr. N. M. Mohnot	Dy. Managing Director
Mr. M. P. Singh	Director - Operations (upto 24th June, 2009)
Mr. P G R Prasad	Additional Director (w.e.f. 23rd February, 2010)

JT. GENERAL MANAGER FINANCE

Mr. Sunil Singhvi

ASST. COMPANY SECRETARY

Manoj Kumar Srivastava

REGISTERED OFFICE & WORKS

Plot No. 2, G.I.D.C. Estate,
National Highway No. 8,
Palej - 392 220,
Dist. Bharuch. Gujarat
Phone : 91-2642-277 479 / 480 / 481
Fax : 91-2642-277 307
Website : www.steelcojguarat.com

REGISTRAR & SHARE TRANSFER AGENT

M/s. Link Intime India Private Limited
1st Floor, 308, Jaldhara Complex,
Opp. Manisha Society,
Off Old Padra Road,
Vasna Road,
Vadodara - 390 015.
Phone : 91-265-225 2041/324 9857
Fax : 91-265-2250246
Email : vadodara@linktime.co.in

BANKERS

State Bank of India
Bank of India
Canara Bank
State Bank Mysore
State Bank of Travancore
State Bank of Hyderabad
The Federal Bank Limited

STATUTORY AUDITORS

M/s. Mukesh M. Shah & Co.
Chartered Accountants, Ahmedabad

INTERNAL AUDITORS

M/s. Deloitte Haskins & Sells,
Chartered Accountants,
Vadodara

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NOTICE

Notice is hereby given that the **TWENTIETH ANNUAL GENERAL MEETING of the Members of STEELCO GUJARAT LIMITED** will be held on **Wednesday, the 29th September 2010 at 3:30 P.M. at Plot No. 2, GIDC Estate, Palej – 392 220, Dist. Bharuch, Gujarat, to transact the following business:**

ORDINARY BUSINESS :

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March 2010 and the Profit and Loss Account for the year ended on that date together with Reports of the Board of Directors and the Auditors thereon.
2. To appoint a Director in place of Mr. R. P. Chandaria who retires by rotation and being eligible offers himself for reappointment.
3. To appoint a Director in place of Mr. J. Mehra who retires by rotation and being eligible offers himself for reappointment.
4. To appoint M/s. Mukesh M. Shah & Co., Chartered Accountants as Statutory Auditors of the company to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting and to authorize the Board to fix their remuneration.

SPECIAL BUSINESS:

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

"RESOLVED THAT Mr. P. G. R. Prasad, who was appointed as an additional director of the company pursuant to Clause 43 of the Articles of Association and section 260 of the Companies Act, 1956 to hold office upto ensuing Annual General Meeting and in respect of whom requisite notice under section 257 of the Companies Act, 1956 has been received, be and is hereby appointed as a director liable to retire by rotation.

6. **To consider and if thought fit to pass with or without modification(s) the following resolution as an Ordinary Resolution -**

"RESOLVED THAT pursuant to Section 293 (1)(e) of the Companies Act, 1956 ("the Act") and subject to necessary approvals, the Board of Directors of the company be and are hereby authorized to contribute or subscribe from time to time in any financial year to any body, institute, society, trust, fund or charitable funds not directly relating to the business of the company or welfare of its employees, upto a total amount of ₹ 10 Lacs (Rupees Ten Lacs Only) even if it may exceed in financial year ₹ 50,000/- or five percent of the average net profit of the company computed in terms of section 349 & section 350 of the act during immediately preceding three financial year, whichever is greater."

For and on behalf of the Board,
For Steelco Gujarat Ltd.,

Place : Ahmedabad
Date : 09/08/2010

N. M. Mohnot
Dy. Managing Director

NOTES :

- (a) **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ABOVE MEETING IS ENTITLED TO APPOINT ONE OR MORE PROXY (IES) TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.**

THE PROXY FORM SHALL BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY AT LEAST 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.

- (b) The Register of Members and the Share Transfer Books of the company will remain closed from 25/09/2010 to 29/09/2010 (both days inclusive).

- (c) Members are further requested to:

- Intimate changes, if any, in their registered addresses to the Share Transfer Agent for shares held in physical form and to their respective Depository Participants for shares held in electronic form.
- Quote Registered Folio number in all the correspondence.
- Consolidate folios, if shareholdings are under multiple folios.
- Bring their copies of Annual Report and the Attendance slips with them at the Annual General Meeting.

ANNEXURE TO NOTICE

EXPLANATORY STATEMENT AS REQUIRED UNDER SECTION 173(2) OF THE COMPANIES ACT, 1956.

Item No. 5

Your Directors appointed Mr. P. G. R. Prasad as an Additional Director to hold office up to ensuing Annual General Meeting. He has a bright academic career and rich experience of about 30 years in the field of Banking, investment and finance to his credit. Your Directors recommend and seek your approval by way of ordinary resolution for his appointment as a Director liable to retire by rotation, for whom requisite notice under section 257 of the Companies Act, 1956 has been received by the Company.

No Director, except Mr. P. G. R. Prasad, shall be deemed to be concerned or interested in the resolution.

Item No. 6

In pursuit of objective of discharging corporate social responsibility, it is proposed to authorize the Board of Directors of the company to contribute or subscribe to any charitable or other organization(s) not directly related to the business of the company or welfare of the employees of the company upto ₹ 10 Lacs every year.

Your Directors seek your approval to the resolution as set out in item no. 6 of the accompanying Notice by way of ordinary resolution.

None of the Directors shall be deemed to be concerned or interested in the resolution.

For and on behalf of the Board,
For Steelco Gujarat Ltd.,

Place : Ahmedabad
Date : 09/08/2010

N. M. Mohnot
Dy. Managing Director

DETAILS OF THE DIRECTORS SEEKING APPOINTMENT / RE-APPOINTMENT AT THE FORTHCOMING ANNUAL GENERAL MEETING (IN PURSUANCE OF CLAUSE 49 OF THE LISTING AGREEMENT)

Name of Director	Mr. R. P. Chandaria	Mr. J. Mehra
Date of Birth	24.10.1922	03.03.1939
Date of Appointment	08.07.1989	23.03.1999
Expertise	Technocrat	Technocrat
Qualifications	-	Engineering Graduate.
List of Public Companies in which outside Directorship held as on 31 st March 2010 \$	Aegis Logistics Limited	Essar Steel Ltd. Essar Steel Chhattisgarh Ltd. Essar Steel Orissa Ltd. Essar Steel (Hazira) Ltd. Hazira Pipe Mill Ltd. Hazira Plate Ltd. Essar Power MP Ltd. Essar Mineral Resources Ltd. Essar Power Gujarat Ltd. Essar Steel Jharkhand Ltd.
Chairmanship / Membership of the Committees of the Board in which outside Directorship held as on 31 st March 2010. @	NIL	Audit Committee Membership – Essar Steel Ltd. Essar Steel (Hazira) Ltd. Essar Steel Algoma Inc Shareholder Grievances Committee Membership- Essar Steel Ltd. Operations Committee Membership- Essar Steel Ltd.
No. of Shares held	NIL	NIL

\$ Directorship in private companies, foreign companies and associates are excluded.

@ Represents Membership/Chairmanships of Audit Committee and Shareholders'/Investors' Grievance Committee only.



DIRECTORS' REPORT

To
The Members,

Your Directors have pleasure in presenting the Twentieth Annual Report of your company together with the Audited Statements of Accounts for the year ended 31st March 2010.

1. FINANCIAL HIGHLIGHTS

	(₹ in Crores)	
	Current Year Ended 31.03.10	Previous Year Ended 31.03.09
Sales / Other Income (Net of Excise Duty)	475.28	428.85
Profit before Depreciation, Interest & Financial Charges	36.69	27.61
Depreciation	11.75	11.77
Profit before Interest & Financial Charges	24.94	15.84
Interest & Financial Charges	19.11	23.82
Profit after Interest & Financial Charges	5.83	(7.98)
Excess Provision written back	-	-
Net Profit / (Loss) before Tax	5.83	(7.98)
Tax	1.00	0.10
Net Profit / (Loss) after Tax	4.83	(8.08)

2. DIVIDEND

Your Directors do not recommend any dividend on the equity shares of the company in view of carried forward losses.

3. REVIEW OF OPERATIONS

During the year under review the company has exhibited turnaround with net profit of ₹ 583 Lacs on turnover of 96045 MT valuing ₹ 47528 Lacs against net loss of ₹ 798 Lacs on turnover of 77614 MT valuing ₹ 42885 Lacs in the previous year. Cash profit for the year ended 31st March 2010 has also improved to ₹ 1758 Lacs as against ₹ 378 Lacs in the previous year, an increase of 365%. This is primarily attributed to higher capacity utilization during the year due to easing of:-

- (i) Working Capital - The release of Term Loan of ₹ 20 Crores and fund based limit of ₹ 10 Crores by Company's bankers coupled with promoters contribution of ₹ 10 Crore during year 2008-2009 has improved the availability of working capital for operation of the company.
- (ii) Raw Material - Availability of raw material used to be a major constraint in the past as domestic manufactures were not able to meet its requirement in time at competitive prices. To over come the same, company imported 18505 M.T. of H.R Steel coils during the year to meet part of its requirement.

4. OPTING FOR CONVERSION OF PREFERENCE SHARES INTO EQUITY SHARES BY THE PROMOTER

The company had issued 3,28,20,000 12.5% Cumulative Redeemable Preference Shares of ₹ 10/- each valuing ₹ 32,82,00,000/- to SPICA Investment Ltd., Promoter of the company on 29th September, 2008, with an option to convert into equity shares mainly to finance the enhanced working capital requirement for the company and in compliance with direction of Consortium of Bankers to augment the financial resources to meet Long Term Working Capital and capital expenditure requirement of the company. SPICA Investment Ltd. has opted for conversion of the aforesaid preference shares into equity subject to the requisite formalities and approvals from the relevant authorities as they are already holding 78.26% equity of the company; the approvals are still awaited.

5. BOARD OF DIRECTORS

Your Directors appointed Mr. P. G. R. Prasad as an Additional Director (Independent Director) at their meeting held on 23rd February, 2010, pursuant to the provision of Section 260 of the Companies Act, 1956 and Clause no. 43 of the Articles of Association of the Company, to hold office upto ensuing Annual General Meeting. The company has received a notice in writing from the member of the company pursuant to Section 257 of the Companies Act, 1956 proposing candidature of Mr. P. G. R. Prasad as retiring Director at ensuing Annual General Meeting.

As per Section 256 of the Companies Act, 1956 and Articles of Association of the Company, Mr. R. P. Chandaria and Mr. J. Mehra, Directors of the company are liable to retire by rotation and being eligible offer themselves for re-appointment.

6. AUDITORS

M/s. Mukesh M. Shah & Co., Chartered Accountants, Statutory Auditors of the company, hold office until the conclusion of the ensuing Annual General Meeting. The company received a written certificate from the Auditors to the effect that their re-appointment, if made, would be within the prescribed limit under section 224 (1B) of the Companies Act, 1956.

7. AUDITORS' REPORT

Notes to the accounts as referred in Auditor's Report are self explanatory and therefore, do not call for any further comments or explanations.

8. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirements of Section 217(2AA) of The Companies Act, 1956, with respect to Directors' Responsibility Statement, the Directors confirm: -

- That in the preparation of the annual accounts, applicable Accounting Standards have been followed along with proper explanations relating to material departures;
- That the Directors have selected such accounting policies and applied them consistently and 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 year and of the profit of the company for the year under review;
- 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;
- That the Directors have prepared annual accounts on a going concern basis.

9. PARTICULARS OF EMPLOYEES

The particulars of employees as required under Section 217(2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975, as amended, are as set out below:

For the year –

Sr. No.	Name	Age (Yrs)	Designation	Remuneration (₹)	Qualification	Date of commencement of employment	Experience (Yrs.)
1.	Mr.N.M.Mohnot	56	Dy. Managing Director	46,27,915/-	Chartered Accountant	29.09.1995	30
2.	Mr. M. P. Singh*	60	Director (Operation)	28,99,282/-	M. Tech.	01.11.1995	36

*(resigned w.e.f. 24th June 2009)

Notes:

- Remuneration includes Salary, Allowances and Contribution to retiral benefits as well as monetary value of perquisites at cost to the Company.
- Above Directors do not hold by themselves or along with their spouse and dependent children, any share of the Company.
- Above Directors' Services are of contractual nature.

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

Information pursuant to Section 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988, are given in Annexure 'A', forming part of this report.

11. CORPORATE GOVERNANCE

The company is compliant of all mandatory requirements pursuant to Clause 49 of Listing Agreement. A separate report on Corporate Governance compliance and a Management Discussion and Analysis Report as stipulated by the Clause 49 of the Listing Agreement forms part of the Annual Report along with the required certificate from the Practicing company Secretary regarding compliance of the conditions of Corporate Governance as stipulated by the revised Clause 49 of the Listing Agreement.

The detailed operational performance of the company has been comprehensively discussed in the Management Discussion and Analysis Report, which forms part of Directors' Report.

12. ACKNOWLEDGEMENT

In consonance with established maxim that the company is only as good as its people, your company has put together a team of highly qualified and experienced professionals.

The success achieved by your company and the progress made by it are due to the co-operation, efforts and commitment of all concerned with its affairs, including the Government of India, Government of Gujarat, Financial Institutions, the Company's Bankers, Electricity Companies, Palej Gram-Panchayat, other Government Agencies, Customers, Suppliers and Investors. Your Directors express gratitude to the investors for their confidence reposed in the company and co-operation, and especially to the employees for their dedicated service and support.

For and behalf of the Board of Directors

Dr. R.S. Mamak
Executive Vice-Chairman

Place : Ahmedabad
Date : 09th August, 2010

ANNEXURE 'A' TO THE DIRECTORS' REPORT

PARTICULARS REQUIRED UNDER SECTION 217(1)(e) OF THE COMPANIES ACT, 1956, READ WITH THE COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULES, 1988.

I. CONSERVATION OF ENERGY

(a) Energy Conservation & Pollution measures taken: -

The Energy optimization scheme and pollution control measures are continuously reviewed and improved as an ongoing exercise. During the period, various automatic timers are provided for discontinuation of power supply to the system/processing lines to conserve the energy. Fumes Exhaust system were upgraded as Pollution control measures.

Company is also fully meeting the requirement of local Pollution Control Board.

(b) Technology absorption, adaptation & Innovation measures taken during the period: -

The company does not have any in-house Research and Development Department but continues its efforts to produce value added special steel such as CRCA material of TMBP grade, high strength narrow steel for steel strapping and quarter hard/half hard steel for other specific industries.

FORM A : The required data with respect to total energy consumption and energy consumption per unit of production is furnished below:

A. Power and Fuel Consumption -

	Current Year ended 31.03.2010	Previous Year ended 31.03.2009
1 ELECTRICITY		
(a) Purchased (Units in '000 KWH)	25,235.55	18,632.93
Total Amount (₹ in Lacs)	1,615.00	1,223.00
Rate/Unit (₹)	6.40	6.56
(b) Own generation (through Diesel Generator)		
Units (KWH)	3,792	4,584
Units per Ltr. of Fuel	2.49	0.6
Cost/Unit (₹)	14	24
2 LIGHT DIESEL OIL		
Quantity (Ltrs.)	55,080	58,829
Total Cost (₹ in lacs)	20.83	21.75
Rate / Unit per Ltr (₹)	37.82	36.97
3 CNG		
Quantity (SCM)	30,65,560	22,00,331
Total (₹ in Lacs)	498.39	468.49
Rate / Unit per SCM (₹)	16.26	21.29

B. Consumption per Unit of Production –

PRODUCT	Current Year ended 31.03.2010	Previous Year ended 31.03.2009
Cold Rolled (Steel) Coils / Sheets & GP/GC Coils / Sheets		
ELECTRICITY (Units)		
CR Coils / Sheets (Average thickness - C.Y.0.188 mm/P.Y. 0.197mm)	250.28	231.59
GP / GC Coils / Sheets (Average thickness - C.Y.0.156 mm/ P.Y. 0.174mm)	38.10	34.90
Total (LDO+FO+CNG) (SCM/P.M.T.)		
CR Coils / Sheets	19.09	15.95
GP / GC Coils / Sheets	30.07	29.04

II TECHNOLOGY ABSORPTION

Research & Development :

The company does not have any in-house Research and Development Department.

Technology absorption, adaptation and Innovation :

During the year, the company has produced value added special steel such as CRCA material of TMBP grade and has successfully supplied 1548 MT during the year. company has also started producing high strength narrow steel for steel strapping and other industries.

Project to produce medium and high carbon narrow steel is completed during the year with an investment of ₹ 12.00 Crore, the benefit of which would accrue from the year 2010-11 onward.

III FOREIGN EXCHANGE EARNINGS AND OUTGO

1. Activities relating to Exports, Initiatives to increase exports, Development of new Export Markets for Products and Services and Export Plans:

The company is exporting a large quantity of its Cold Rolled and Galvanized Products and has achieved a significant presence in the Global market as its products have been well accepted.

2. Total Foreign Exchange Earned and Expended:

	(₹ in Lacs)	
	Current Year ended 31.03.2010	Previous Year ended 31.03.2009
a. Earnings	26,463.33	26,653.33
b. Expenditure	3,961.96	808.04

For and behalf of the Board of Directors

Dr. R.S. Mamak
Executive Vice-Chairman

Place : Ahmedabad
Date : 09th August, 2010

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

INDUSTRY STRUCTURE, DEVELOPMENTS, OPPORTUNITIES AND OUTLOOK

The unusual correction of steel prices during the second half of 2008-09 coupled with negative economic growth of developed countries reduced the world trade by approx. 0.6% during 2009. However China & India has exhibited excellent resilience to the downturn and have achieved economic growth of 7 & 8% respectively. Though financial year 2009-10 started with caution but gradual improvement in demand and prices of steel products worldwide including India; resulted in Indian steel production increasing by 4.2% to 60 Million Tones and consumption growing by 8.1% to 56.8 Million Tones during the year.

India being on forefront of economic growth with government impetus on increased investments and expenditures aimed at high consumption; Indian steel consumption is expected to increase to 120 Million tones by 2015 as India's per capita steel consumption is still 48 Kg compared to the World average of 190 kg, giving hopes of better days for Indian Steel Industry.

The company has also seized the opportunities by recommencing the import of its main raw material, H R Steel Coils during the year resulting into improved capacity utilization.

During March 2010, company has also started the commercial production from its Narrow Cold Rolling & Skin Pass Mill project at an investment of ₹ 12 Crores mainly from its internal accruals, however the full benefit of which will accrue during the year 2010-11 & onwards only.

Steady improvement in its operations has also eased the shortage of working capital availability. With the improved market sentiments for the company's products especially for Cold Rolled Steel as well as Galvanized Steel and also commissioning of Narrow Cold Rolling Mill project, your directors are optimistic of better performance especially in the light of government encouraging investment in rural areas, infrastructure & industrial growth with liberal credit system and Company's exports mainly meant for underdeveloped and developing countries.

THREATS, RISKS AND CONCERN

Timely availability of its main raw material from Indian sources continues to be a major constraint for the company to improve its capacity utilization as demand of steel i.e. H.R. Coils in India is growing faster than production capacity. To overcome, the company has reduced its dependence on domestic manufacturers by continuous import to meet its part of requirement.

Volatility in the price of input & currency coupled with shorter business cycles continues to be a high risk and the same are being managed prudently by experts.

Production of value added products by prime steel manufactures restricts the availability of certain market segment at remunerative prices to standalone mill like SGL & your company has overcome the same by producing thinner steel and serving niche market.

The Board of Directors is being informed periodically in respect of risk assessment and steps are being taken by the company to mitigate the same.

FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE

The company has earned net profit of ₹ 583 Lacs on turnover of 96045 MT valuing ₹ 47528 Lacs against net loss of ₹ 798 Lacs on turnover of 77614 Mt. Valuing ₹ 42885 Lacs in the previous year.

INTERNAL CONTROL SYSTEM AND THEIR EFFICACY

The internal control systems are commensurate to the size of its operations & nature of its business. Further, on periodic basis audit of major items are carried out. The internal control procedures are periodically reviewed by internal auditors and amendments are made, if necessary.

STATUTORY COMPLIANCES:

After obtaining confirmation from the various departments of the company in respect of compliance with all the statutory requirements, a declaration regarding compliance of the provisions of various statutes is made by the Dy. Managing Director at each Board Meeting and deviations, if any, are brought to the notice of Directors with reasons and remedial measures taken to comply the same. The Asst. company Secretary, as a Compliance Officer, ensures compliance of the SEBI Regulations and provisions of the Listing Agreement.



QUALITY:

In today's global competition and open economy, quality plays a vital role in marketing the products and in staying ahead of others. Therefore, more emphasis is being given to manufacturing of products that meets high standards of quality in the global market and customers' satisfaction. Proactive efforts are directed towards determining customers' requirements and achieving all-round customer satisfaction. This is primarily achieved through automated systems, high attention to complaint resolution, online communication and information exchange at various levels.

MATERIAL DEVELOPMENTS IN HUMAN RESOURCES / INDUSTRIAL RELATIONS:

Human Resource agenda is focused on acquiring quality talent and building organizational and individual capabilities to drive sustainable business growth.

Your company is continuously enhancing the people capabilities and maintains a talent pool within the organization to meet future needs. Significant investments have been made for training in the area of equipment training, supervisory & management development, maintenance training and building expertise and capabilities for operational excellence.

CAUTIONARY STATEMENT:

Statement made in this management discussions and analysis report describing the Company's plan, projections and expectations may constitute "forward looking statement" within the meaning of applicable laws and regulations. Actual results may differ materially from those either expressed or implied.

REPORT ON CORPORATE GOVERNANCE

I COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

Your company believes that for its sustained success, it must maintain global standards of corporate conduct towards its shareholders, customers, employees, all other stakeholders and society in general. The company has always focused on good corporate governance, which is a key drive of sustainable growth and long-term value creation for its shareholders.

Above all, corporate governance must balance individual interest with company goals and operate within accepted norms of propriety, equity, fair play and a sense of justice. Accountability and transparency are key drives to improve decision-making and rationale behind such decisions, which in turn improves confidence of all stakeholders.

II BOARD OF DIRECTORS

➤ Composition and Category of Directors:

The Board of Directors consists of 9 Directors including an Alternate Director.

Category	Name of Directors
➤ Promoters Non-Executive Directors	a. Shri R. P. Chandaria b. Shri Rashmi Chandaria
➤ Non-Promoter Executive Directors	a. Dr. R. S. Mamak b. Shri N. M. Mohnot c. Shri M. P. Singh (resigned w.e.f. 24th June 2009)
➤ Non-Executive Independent Directors	a. Shri S. C. Sheth b. Shri Mahendra Lodha c. Shri Jatinder Mehra d. Shri P.G.R. Prasad (appointed as Additional Director w.e.f. 23rd February 2010)
➤ Alternate Director to Shri R. P. Chandaria	a. Shri Vimal Chandaria

➤ Meetings and Attendance:

During the financial year 1st April 2009 to 31st March 2010, Five Board Meetings were held on 18th June 2009, 31st July 2009, 13th August 2009, 1st December, 2009 and 23rd February 2010. Attendance of Directors at the Meeting of the Board of Directors (BOD) held during the financial year 2009-2010 and Annual General Meeting (AGM) held on 29th September 2009 are as follows:

Category	Name of Directors	No. of Board Meetings attended	Attendance at last AGM held on 29.09.09	*No. of Directorships in other Companies		**No. of Committee Memberships in other Companies	
				Chairman/ MD	Directorship	Chairman	Member
Promoter:							
- Executive Director	—						
- Non-Executive Director	Mr. R.P. Chandaria	1	No	—	1	—	—
	Mr. Rashmi Chandaria	2	No	—	11	—	—
Executive Director(s):							
- Executive Vice Chairman	Dr. R.S. Mamak	5	Yes	—	—	—	—
- Dy. Managing Director	Mr. N.M. Mohnot	5	Yes	—	—	—	—
- Director (Operations)	Mr. M. P. Singh	1	No	—	—	—	—
Non-Executive Independent Director(s):							
	Mr. S.C. Sheth	5	No	1	5	—	—
	Mr. J. Mehra	2	No	—	10	—	3
	Mr. Mahendra Lodha	4	No	—	14	5	3
	Mr. P.G. R. Prasad (appointed as Additional Director on 23rd February 2010)	1	No	1	1	1	3
Alternate Director(s):							
- Promoter	Mr. Vimal Chandaria (Alternate to Mr. R.P. Chandaria)	1	No	—	—	—	—

* Directorship in private companies, foreign companies and associates are excluded.

** Represents Membership / Chairmanships of Audit Committee and Shareholders' / Investors' Grievance Committee only.

III AUDIT COMMITTEE

➤ **Brief description of Terms of Reference:**

The terms of reference and powers of the Audit Committee are as mentioned in Clause 49 II (D) of the Listing Agreement entered into with the Stock Exchanges and include overseeing the Company's financial reporting process, reviewing with the management the financial statements and the adequacy of the internal audit function and to discuss significant internal audit findings, statutory compliances and issues related to risk management and compliances.

➤ **Composition, Names of Members and Chairperson:**

The Audit Committee consists of three Non Executive Independent Directors as given hereunder:

Members:	No. of Meetings Held	No. of Meetings attended
Mr. S.C. Sheth - Chairman	3	3
Mr. Mahendra Lodha - Member	3	3
Mr. J. Mehra - Member	3	1
Whether the Chairman attended the last AGM to answer shareholder queries (Y/N)	No. Executive Vice Chairman / Dy. Managing Director were present to answer Shareholders queries.	
Details of the invitees who were invited to attend the Audit Committee meeting and attended	Representative of Statutory Auditors	

All the members of the Audit Committee are having financial and accounting knowledge. The Audit Committee invites such of the executives, as it considers appropriate to be present at its meetings. The Audit Committee Meetings are also attended by Executive Vice-Chairman and Dy. Managing Director. The company Secretary acts as the Secretary to the Audit Committee.

➤ **Major Terms of reference of Audit Committee :**

To deal with all the matters as contemplated in Section 292A of the Companies Act, 1956 read with clause 49 of the Listing Agreement and any other matter as may be referred by the Board of Directors from time to time.

The terms of reference of the Audit Committee are broadly as under:

- Review of Quarterly and Annual statement and Auditors' Report before submission to the Board.
- Reviewing with the management, performance of Statutory and Internal Auditors, the adequacy of internal control system,
- Discussion with internal auditors regarding any significant findings and follow up thereon.
- Reviewing the findings of any internal investigations by internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board.
- Reviewing of reports on Treasury Management of the Company.
- Changes in accounting policies and practices, if any.
- Qualifications, if any, in the draft Audit Reports.
- Risk management policies and practices.
- Status of repayment of terms loans and overdues of FI's, if any.
- Any other item considered appropriate or necessary to have effective oversight of financial reporting.

IV REMUNERATION COMMITTEE

➤ **Brief Description of Terms of reference and Remuneration Policy:**

Pursuant to Clause 49 of the Listing Agreement and Schedule XIII to the Companies Act, 1956, the terms of reference of the Remuneration Committee is to determine Company's policy on specific remuneration packages to Executive Directors including pension rights and any compensation payments and also to approve payment of remuneration to Managing or Whole – Time Directors.

➤ **The Committee comprises of following Members:**

- Mr. S. C. Sheth
- Mr. Mahendra Lodha
- Mr. J. Mehra

All the members of the Remuneration Committee are Non-Executive Independent Directors with Mr. S. C. Sheth as the Chairman.

➤ **No meeting of Remuneration Committee was required to be held.**

➤ **Disclosure regarding Directors appointment & re-appointment**

Mr. R. P. Chandaria and Mr. J. Mehra, Directors of the company are liable to retire by rotation and being eligible, offer themselves for re-appointment.

➤ **Remuneration to Executive Directors :**

The breakup of the remuneration paid to the Executive Directors during the period ended on 31st March 2010 is as under:

Particulars	Dr. R. S. Mamak Executive Vice-Chairman	Mr. N.M. Mohnot Dy. Managing Director	Mr. M.P. Singh Director (Operations)
Salary (₹)	6,00,000	27,00,000	4,25,600
Retiral Benefits*	1,62,000	7,29,000	20,26,604
Other Benefits & Allowances	54,996	11,98,915	4,47,078

* Besides Salary and Perks, Executive Directors are also entitled to the Company's Contributions to Provident Fund & Superannuation Fund, Gratuity, and Encashment of Leave at the end of tenure.

➤ **Remuneration to Non-Executive Directors :**

The Non-Executive Independent Directors are entitled to remuneration of ₹ 2,00,000/- p.a., in addition to the sitting fees and reimbursement of travelling expenses. The Central Government has approved the payment of remuneration to each of the Non-Executive Independent Directors of the company vide their letter Ref. No. 12/762/2007-CL.VII dated 5th November 2007. The other Non-Executive Promoter Directors are entitled to sitting fees only for attending the meetings of the Board of Directors and / or its Committees and reimbursement of travelling expenses but no remuneration. The details of remuneration paid to the Non-Executive and Independent Directors during the financial year 2009-2010 are given below:

Name of the Non-Executive Directors	Sitting Fees (₹)	Remuneration (₹)
Mr. R. P. Chandaria #	3,000	N.A.
Mr. Rashmi Chandaria #	10,000	N.A.
Mr. J. Mehra	13,000	(*)2,00,000
Mr. S.C. Sheth	34,000	(*)2,00,000
Mr. Mahendra Lodha	26,000	(*)2,00,000
Mr. Vimal Chandaria #	5,000	Nil
Mr. P.G. R. Prasad	5,000	Nil
Total	96,000	6,00,000

(*) Application has already been made to Department of company Affairs, Govt. of India, New Delhi for revision in remuneration of non executive Independent Directors to ₹ 5,00,000/- p.a.

Non-Executive Promoter Directors.

Information of Director's Shareholding as on 31st March, 2010 :

Sr.No.	Name of Directors	Designation	No. of Share held
1.	Dr. R. S. Mamak	Exe. Vice Chairman	4100
2.	Mr. S. C. Sheth	Director	1

V SHAREHOLDERS'/INVESTORS' GRIEVANCE COMMITTEE

➤ Mr. S. C. Sheth, Non-Executive Director is Chairman of the Shareholders' / Investors' Grievance Committee. The Committee is looking after the Shareholders' / Investors' Grievance and redressal of investors' / shareholders' complaints related to transfer of shares, non-receipt of Annual Report, non-receipt of dividends etc. This committee consists of the following other Directors as its members: -

1. Dr. R. S. Mamak,
2. Mr. N. M. Mohnot
3. Mr. Mahendra Lodha

➤ During the Financial Year 2009-2010, the company has received 411 complaints and 400 complaints out of them are resolved in respect of 11 complaints, actions are awaited from shareholders and request has been made to SEBI for updation of records.

VI GENERAL BODY MEETINGS

The last three Annual General Meetings (AGMs) of the company were held at the Registered Office of the company at Plot No. 2, GIDC Estate, Palej - 392 220, Dist Bharuch, as detailed below:

Financial Year	Date	Day	Time	Special Resolutions Passed
2006 - 2007	28 th September, 2007	Friday	3.30 P.M.	—
2007 - 2008	29 th September, 2008	Monday	3.30 P.M.	3
2008 - 2009	29 th September, 2009	Tuesday	3:30 P.M	1

All the resolutions, including special resolutions set out in the respective notice was passed by the shareholders. No postal ballots were used for voting at the meeting held during the year under review.

At the forthcoming AGM, there is no item on the agenda that needs approval by Postal Ballot.



VII DISCLOSURES

- a. There are no materially significant related party transactions having potential conflict with the interest of the company at large.
- b. The company is in compliance with the various requirements of the Stock Exchanges, SEBI and other Statutory Authorities on all matters relating to Capital Markets during last three years.
- c. The Code of Conduct applicable to all Directors and senior management personnel of the company have confirmed their adherence to the provisions of the said code.
- d. It is confirmed that no personnel has been denied access to the Audit Committee.
- e. It is confirmed that the mandatory requirements are complied with and the non-mandatory provisions are adopted wherever necessary.

VIII MEANS OF COMMUNICATION

- The quarterly financial results of the company are forwarded to the Stock Exchanges immediately on approval by the Board of Directors and are also published in widely circulated national English Daily and local Gujarati Daily.
- The financial results and official news releases are also displayed on the Company's website www.steelcogujarat.com.
- Management Discussion & Analysis also forms part of this Annual Report, which is being delivered to the shareholders of the Company.

IX GENERAL SHAREHOLDER INFORMATION

➤ **Annual General Meeting (AGM) :**

The 20th Annual General Meeting of the company is scheduled to be held on:

- Date & time : 29th September 2010 at 3:30 P.M.
- Venue : Plot No.2, GIDC Estate, Palej – 392 220, Dist. Bharuch
- Book Closure Date : 25.09.2010 to 29.09.2010 (both inclusive)
- Dividend : — Nil —

➤ **Financial Calendar :**

Year Ending: 31st March 2011

➤ **Listing of Securities of the Company:**

The Company's securities are listed at the Vadodara Stock Exchange Ltd. (VSE), a regional Stock Exchange and Bombay Stock Exchange Limited (BSE). in view of, BSE, having a wide and extensive networking of centers across the country the investors have access to online dealings in the Company's Equity Shares. Moreover, the Company's Equity Shares are required to be traded only in demat form by all investors.

➤ **Stock Code Allotted by the BSE - STEGUDM : 500399**

➤ **ISIN - INE629B01024**

The company has paid the Annual Listing fees for the year 2010 –2011 to all the Stock Exchanges where Equity Shares of the company are listed.

➤ **Stock Market Data :**

High / Low of market price of the Company's equity shares traded on BSE during the last financial year was as follows:

Month	High	Low
April 2009	5.41	3.51
May 2009	7.40	4.51
June 2009	9.14	6.44
July 2009	7.45	5.70
August 2009	7.57	5.92
September 2009	10.00	6.92
October 2009	9.24	7.52
November 2009	8.60	6.96
December 2009	10.34	7.50
January 2010	10.92	8.10
February 2010	9.17	7.92
March 2010	10.79	8.02

➤ **Registrar and Share Transfer Agent (RTA) :**

M/s. Link India Intime Pvt. Limited, 1st Floor, 308, Jaldhara Complex, Opp. Manisha Society, Manisha Chowkadi, Off. Old Padra Road, Vadodara - 390015. Tele-fax No: 0265-2250241, 3249857, E-mail ID: vadodara@linkintime.co.in

➤ **Share Transfer System :**

Share transfers in physical form can be lodged with the RTA at the above-mentioned address. The Registrar and Transfer Agent normally processes the transfers within 21 days from the date of receipt, if the documents are complete in all respect and other correspondence are attended to within a period of 30 days. Share Transfers under objection are returned within two weeks. Requests for dematerialization of securities are processed and confirmation is given to the respective depositories i.e. (NSDL / CDSL).

The Shareholders Grievance Committee meets quarterly to note the transfer, transmission etc. effected during the quarter and to redress the investor grievances / complaints, if any.

➤ **Distribution of Share Holding as at 31st March 2010**

No. of shares	Shareholders		Shares Capital	
	Number	% to Total	Number	% to Total
1 - 500	136449	98.82	3000277	7.05
501 - 1000	792	0.57	691634	1.63
1001 - 2000	408	0.30	648921	1.52
2001 - 3000	151	0.11	394920	0.93
3001 - 4000	62	0.04	221309	0.52
4001 - 5000	68	0.05	327133	0.77
5001 - 10000	86	0.06	643688	1.51
10001 & Above	63	0.05	3663394	86.07
Total	138079	100	42561822	100

➤ **Dematerialisation of Shares and Liquidity:**

The Company's Shares are compulsorily traded in dematerialization form and are available for trading with both the Depositories in India – National Security Depository Ltd (NSDL) and Central Depository Services (India) Limited (CDSL). 40,728,939 numbers of Equity Shares of the company representing 95.69 % of the Share Capital are dematerialized up to 31st March 2010.

➤ **Categories of Shareholding as at 31st March 2010**

Category	Number of Shares Held	% of Share Holding
Promoters	33,308,399	78.26
Institutional Investors		
a. Mutual Funds	22,520	0.05
b. Banks, FI's, Insurance Companies	1,625,358	03.82
Private Corporate Bodies	787,199	1.85
NRI's / OCB's (other than Promoter Group)	9,485	0.02
Indian Public	6,808,861	16.00
Total	42,561,822	100.00

➤ Plant Location of the company : Plot No. 2, GIDC Estate, Palej – 392 220, Dist. : Bharuch

X COMPLIANCE

In compliance with the listing agreement executed with the Stock Exchanges, the company has obtained the certificate regarding compliance of conditions of Corporate Governance from M/s D. Pathak & Associates, Practicing company Secretaries, Baroda, which appears as a part of the Annual Report of the Company.

XI ADDRESS FOR CORRESPONDENCE

Shareholder's correspondence should be addressed to the Company's RTA at the address mentioned above. The Shareholders having securities in a dematerialized form should give instructions relating to change of address, nomination and / or power of attorney executed by the Shareholders directly to their respective Depository Participants.

XII DECLARATION REGARDING COMPLIANCE BY BOARD MEMEBRS AND SENIOR MANAGEMENT PERSONNEL WITH COMPANY'S CODE OF CONDUCT PURSUANT TO REVISED CLAUSE 90 OF THE LISTING AGREEMENT:

This is to confirm that all Board Members and Senior Management Personnel of the company have complied with the code of conduct for Directors & Senior Management Personnel (i.e. D & S Code) during the year ended on 31st March, 2010.

For and on behalf of the Board of Directors
For **Steelco Gujarat Limited**

Dr. R. S. Mamak
Executive Vice-Chairman

Place : Ahmedabad
Date : 09th August, 2010



CERTIFICATE ON CORPORATE GOVERNANCE

To,
The Members,
Steelco Gujarat Limited,
Palej.

We have examined all relevant records of Steelco Gujarat Limited as made available to us for the purpose of certifying compliance under clause 49 of the Listing Agreement of the said company with Stock Exchanges in India for the financial year 1st April, 2009 to 31st March, 2010.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof. This certificate is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

On the basis of our examinations of the records produced and the explanations and information furnished to us, the company has materially complied with all the mandatory conditions of the said clause of the Listing Agreement.

We state that in respect of investor grievances received during the year ended 31st March 2010, 131 investor grievances were pending against the Company for a period exceeding one month as per the records maintained by the company which has been reduced to 11 as on the date.

For D. Pathak & Associates
Practising Company Secretaries

Date : 9th August, 2010
Place : Vadodara

Devesh A. Pathak
Proprietor
Membership No. FCS - 4559
CP No. - 2306

To
The Members of
Steelco Gujarat Limited

We have audited the attached Balance Sheet of Steelco Gujarat Limited ('the company') as at 31st March, 2010, and also the Profit and Loss Account and Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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 applied 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.

As required by the Companies (Auditors' Report) Order, 2003 issued by the Central Government of India in terms of section 227(4A) of the Companies Act, 1956, we enclose in the annexure, a statement on the matters specified in paragraph 4 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 account as required by law have been kept by the company, so far as it appears from our examination of the books;
- (c) The Balance Sheet and Profit and Loss account and Cash Flow Statement dealt with by this report are in agreement with the books of account;
- (d) In our opinion, the Balance Sheet and Profit and Loss account and Cash Flow Statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956.
- (e) On the basis of the written representations received from directors of the company and taken on record by the Board of Directors, we report that no director is disqualified as on 31st March, 2010 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956; and
- (f) In our opinion, and to best of our information and according to the explanations given to us, the said accounts read together with significant accounting policies and notes thereon give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India;
 - (i) in the case of the Balance Sheet, of the state of affairs of the company as at 31st March, 2010;
 - (ii) in the case of the Profit and Loss account, of the Profit for the year ended on that date; and
 - (iii) in the case of Cash Flow Statement, of the cash flows for the year ended on that date.

**For MUKESH M. SHAH & CO.
CHARTERED ACCOUNTANTS**

PARTNER

Chandresh S. Shah

Membership No. 42132

Firm Registration No. 106625W

Place : Ahmedabad.
Date : 9th August, 2010

Annexure to the Auditors' Report

With reference to the Annexure referred to in the Auditors' to the Members of Steelco Gujarat Limited on the accounts for the year ended 31st March, 2010, we report that:

1. (a) **The fixed assets register maintained by the company is required to be updated.**
- (b) Some of the fixed assets were physically verified during the year by the management in accordance with programme of verification, which in our opinion provides for physical verification of all the fixed assets at reasonable intervals. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
- (c) Fixed assets disposed off during the period were not substantial and therefore do not affect the going concern assumption.
2. (a) The inventory has been physically verified by management during the year. In our opinion, the frequency of such verification is reasonable.
- (b) The procedures for the physical verification of inventory followed by management are reasonable and adequate in relation to the size of the company and the nature of its business.
- (c) The company has maintained proper records of inventory. According to the information and explanations given to us, no material discrepancies were noticed on physical verification of inventory.
3. a) The unsecured loans taken by the company from a director are as under:

(₹ in lacs)

Name of Party	Relationship	Amount taken during the year	Amount repaid during the year	Year ended Balance
Mr. Mahendra Lodha	Director	1425.00	600.00	825.00

- b) The rate of interest and other terms and conditions of these loans are not prima facie prejudicial to the interest of the company.
- c) No amount is overdue.



4. The company has not granted any loan, secured or unsecured to companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956. Therefore, requirements of clauses (iii-b), (iii-c) and (iii-d) of paragraph 4 of the order are not applicable.
5. 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 nature of its business for the purchase of inventory and fixed assets and for the sale of goods. In our opinion, and according to the information and explanations given to us, there is no continuing failure to correct major weaknesses in internal control.
6. Based on the audit procedures applied by us and according to the information and explanations provided by the management, we are of the opinion that the transactions that need to be entered into the register maintained under section 301 have been so entered. In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the registers maintained under Section 301 and exceeding the value of five lakh rupees in respect of any party during the year have been made at prices which are reasonable having regard to prevailing market prices at the relevant time.
7. In our opinion, and according to the information and explanations given to us, the company has not accepted any deposits from the Public within the meaning of the provisions of section 58A and 58AA of the Companies Act, 1956 and the rules framed thereunder. Further, we are informed that no order has been passed by the company Law Board.
8. The company has an internal audit system which, in our opinion is commensurate with its size and the nature of its business.
9. We have broadly reviewed the books of accounts maintained by the company pursuant to the order made by the Central Government for the maintenance of the cost records and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained.
10. (a) According to the information and explanations given to us and on the basis of our examination of the books of account, the company has generally been regular in depositing undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance dues, Income-tax, Sales-tax, Wealth tax, Service Tax, Custom duty, Excise duty, cess and any other dues during the period with the appropriate authorities. There are no cases of non-deposit of any undisputed statutory dues outstanding for a period of more than six months as at 31st March, 2010 from the date they became payable.
- (b) According to the information and explanations given to us, there are no cases of non-deposit with appropriate authorities of disputed dues of sales tax, income-tax, customs duty, wealth tax, excise duty and cess except the following:

Financial period to which it relates	Act	Nature of dues	Forum where dispute is pending	Amount (₹ in Lacs)
1991-92	Income Tax Act, 1961	Income Tax	Hon'ble Gujarat High Court	24
1992-93	Income Tax Act, 1961	Income Tax	Hon'ble Gujarat High Court	25
1993-94	Income Tax Act, 1961	Income Tax	Hon'ble Gujarat High Court	65
2003-04	Income Tax Act, 1961	Income Tax	Income Tax Appellate Tribunal	84
11. **The accumulated losses at the end of the financial period are more than 50% of its net worth. Moreover, the company has not incurred cash losses in the financial period and in the immediately preceding financial year.**
12. The company has not defaulted in repayment of dues to financial institutions or banks.
13. The company had not granted any loans against pledge or security of shares.
14. The company is not a chit fund/nidhi/mutual benefit fund/society.
15. According to the information and explanations given to us, the company is not dealing or trading in shares, securities, debentures and other investments.
16. According to the information and explanations given to us, the company has not given any guarantees or provided any security in respect of borrowings taken by others from banks and financial institutions.
17. Term loans obtained by the company were applied for the purpose for which the loans were obtained.
18. According to the information and explanations given to us and on an overall examination of the Balance Sheet and Cash-flow statement and other records, we report that no funds raised on short term basis have prima facie, been used during the period for long term investment and vice versa.
19. The company has made preferential allotment of 12.5% Cumulative, Optionally Convertible Preference shares to parties and companies covered in the register maintained under section 301 of the Companies Act, 1956. In our opinion, and according to the information and explanations given to us, the price of the issue, is not, prima facie, prejudicial to the interest of the Company.
20. The company has not issued any debentures hence question of creating securities does not arise.
21. The company has not raised any money by public issues during the period.
22. To the best of our knowledge and belief, and according to the information and explanations given to us, no fraud on or by the company was noticed or reported during the period.

For MUKESH M. SHAH & CO.
CHARTERED ACCOUNTANTS

PARTNER

Chandresh S. Shah

Membership No. 42132

Firm Registration No. 106625W

Place : Ahmedabad.
Date : 9th August, 2010

BALANCE SHEET AS AT 31st MARCH, 2010

		SCHEDULES	AS AT 31-Mar-10 [₹ IN LACS]	AS AT 31-Mar-09 [₹ IN LACS]
SOURCES OF FUNDS				
1	SHAREHOLDERS' FUNDS			
	(A) Share Capital	1	7,536.95	7,536.95
	(B) Reserves and Surplus	2	489.68	489.68
			<u>8,026.63</u>	<u>8,026.63</u>
2	LOAN FUNDS			
	(A) Secured Loans	3	6,302.94	7,333.69
	(B) Unsecured Loans	4	1,243.72	214.50
			<u>7,546.66</u>	<u>7,548.19</u>
	TOTAL		<u>15,573.29</u>	<u>15,574.82</u>
APPLICATION OF FUNDS				
1	FIXED ASSETS			
	(A) Gross Block	5	27,322.65	26,109.49
	Less : Depreciation		20,410.76	19,257.66
	Net Block		6,911.89	6,851.83
	(B) Capital Work in Progress		70.12	343.24
			<u>6,982.01</u>	<u>7,195.07</u>
2	CURRENT ASSETS, LOANS AND ADVANCES			
	(A) Inventories	6	5,532.61	3,748.70
	(B) Sundry Debtors	7	5,530.24	5,984.64
	(C) Cash and Bank Balances	8	436.87	439.79
	(D) Loans and Advances	9	3,768.68	3,462.46
			<u>15,268.40</u>	<u>13,635.59</u>
	LESS : CURRENT LIABILITIES AND PROVISIONS			
	a) Current Liabilities	10	11,307.57	10,438.88
	b) Provisions	11	404.36	335.47
			<u>11,711.93</u>	<u>10,774.35</u>
	NET CURRENT ASSETS		<u>3,556.47</u>	<u>2,861.24</u>
3	PROFIT AND LOSS ACCOUNT			
	TOTAL		<u>5,034.81</u>	<u>5,518.51</u>
	SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO FINANCIAL STATEMENTS	17	<u>15,573.29</u>	<u>15,574.82</u>

The Schedules referred to above form an integral part of Balance Sheet
As per our report of even date

Signature to Schedules 1 to 11 & 17

For Mukesh M. Shah & Co.
Chartered Accountants

For and on behalf of the Board,

Chandresh S. Shah
Partner
Membership No: 42132

Dr. R.S.Mamak
Executive Vice Chairman

N.M. Mohnot
Dy. Managing Director

Manoj Kumar Srivastava
Asst. company Secretary

Place : Ahmedabad
Date : 9th August, 2010

Place : Ahmedabad
Date : 9th August, 2010



PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH, 2010

	SCHEDULES	YEAR ENDED 31-Mar-10 [₹ IN LACS]	YEAR ENDED 31-Mar-09 [₹ IN LACS]
INCOME			
1	Sale of Products and Services	47,360.57	43,556.32
	Less: Excise Duty	1,265.21	1,346.50
	Net Sales	46,095.36	42,209.82
2	Other Income from operations	1,432.45	674.81
		47,527.81	42,884.63
EXPENDITURE			
3	Manufacturing and Other Expenses	43,858.95	40,124.02
4	Depreciation	1,174.66	1,176.80
		45,033.61	41,300.82
5	Profit before Interest and Financial Charges	2,494.20	1,583.81
6	Interest and Financial Charges	1,910.93	2,382.21
7	Profit / (Loss) after Interest and Financial Charges	583.27	(798.40)
8	Profit / (Loss) before Tax	583.27	(798.40)
9	Less: Provision for Taxes	99.57	9.45
10	Profit / (Loss) for the year	483.70	(807.85)
11	Add : Loss brought forward	5,518.51	4,710.66
12	Loss carried to Balance sheet	(5,034.81)	(5,518.51)
	Basic Earnings per Share (₹)	1.14	(1.90)
	Diluted Earnings per Share (₹) (Equity share of Rs.10 each) (Refer Note no. 6 of Schedule 17)	0.64	(1.07)
	SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO FINANCIAL STATEMENTS		
	17		

The Schedules referred to above form an integral part of Profit & Loss Account As per our report of even date

Signature to Schedules 12 to 17

For Mukesh M. Shah & Co.
Chartered Accountants

Chandresh S. Shah
Partner
Membership No: 42132

Place : Ahmedabad
Date : 9th August, 2010

For and on behalf of the Board,

Dr. R.S.Mamak
Executive Vice Chairman

N.M. Mohnot
Dy. Managing Director

Manoj Kumar Srivastava
Asst. company Secretary

Place : Ahmedabad
Date : 9th August, 2010

SCHEDULES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET

	AS AT 31-Mar-10 [₹ IN LACS]	AS AT 31-Mar-09 [₹ IN LACS]
SCHEDULE : 01		
SHARE CAPITAL		
1 AUTHORISED		
100,000,000 Equity shares of ₹ 10 each.	10,000.00	10,000.00
50,000,000 Preference shares of ₹ 10 each.	5,000.00	5,000.00
Total	15,000.00	15,000.00
2 ISSUED, SUBSCRIBED AND PAID UP		
(A) 4,25,61,822 Equity shares of ₹ 10 each fully paid up.	4,256.18	4,256.18
Less : Calls in arrears - Due from others	1.23	1.23
(Of the above, 33,308,398 Equity Shares of ₹ 10 each fully paid up are held by Spica Investment Ltd., the Holding Company)		
Sub-Total	4,254.95	4,254.95
(B) 3,28,20,000 12.50% Cumulative Redeemable Preference Shares of ₹ 10 each fully paid up.	3,282.00	3,282.00
(Of the above, 3,28,20,000 Preference Shares of ₹ 10 each fully paid up are held by Spica Investment Ltd., the Holding Company)		
(Redeemable after 15 years with a right to exercise option to convert into equity share)		
Sub-Total	3,282.00	3,282.00
Total	7,536.95	7,536.95

SCHEDULE : 02
RESERVES AND SURPLUS
CAPITAL RESERVE : Balance as per last Balance-Sheet
Total
489.68
489.68
489.68
489.68
SCHEDULE : 03
SECURED LOANS
1 TERM LOANS

(A) From Banks (Corporate Loan)

1,187.50
1,609.29

(B) From Others

-
-

(C) Interest Accrued and Due

9.20
10.96
Sub-Total
1,196.70
1,620.25
2 WORKING CAPITAL FINANCE FROM BANKS

(A) Cash Credit

4,827.69
5,068.42

(B) Bills Discounted/Purchased

274.17
635.53

(C) Interest Accrued and Due

4.38
9.49
Sub-Total
5,106.24
5,713.44
3 ELECTRICITY DUTY DEFERMENT LOAN

From Gujarat Electricity Board (Refer Note No. 2(3)(IV) of Schedule 17)

-
-
Sub-Total
-
-
Total
6,302.94
7,333.69
SECURITIES FOR TERM LOANS AND ELECTRICITY DUTY DEFERMENT LOAN :

All the Term Loans availed from banks and Electricity Duty Deferralment Loan from Gujarat Electricity Board are secured by way of joint mortgage of the immovable properties of the company situated at Plot No 2, GIDC Estate, Palej, Dist. Bharuch, Gujarat (India) both present and future, and by way of hypothecation of whole of the movable properties of the Company, including Plant & machinery, and other movables, both present and future, [save and except Inventories and Book Debts], whether installed or not, or in the course of transit by way of First Charge to the lenders [subject to the first charge on specified movable assets created in favour of banks providing Working Capital Finance] to rank on "pari passu" basis.

Term Loans further secured by pledge of 38.33 % of Promotor's Equity Shareholding.

SECURITIES FOR WORKING CAPITAL FINANCE :

All the Working Capital Finance facilities availed from Banks are secured by way of hypothecation of the Company's stock of goods, including raw material, work-in-process, finished goods, stores, consumables, spares, goods in transit etc. and book-debts, both present and future, to rank on "pari passu" basis. These facilities are also secured by way of second charge on the immovable properties of the company situated at Plot No 2, GIDC Estate, Palej, Dist. Bharuch, Gujarat (India) both present and future.

SCHEDULES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET

AS AT 31-Mar-10 [₹ IN LACS] AS AT 31-Mar-09 [₹ IN LACS]

**SCHEDULE : 04
UNSECURED LOANS**

1	Loans from Promoters [Interest Free]	200.00	200.00
2	Intercorporate Deposits	146.04	-
3	Loan form a Director	889.09	-
4	Vehicle Finance	8.59	14.50
	Total	1,243.72	214.50

**SCHEDULE 05 :
FIXED ASSETS**

Particulars	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As at 1-Apr-09	Additions	Deductions/ Adjustments	As at 31-Mar-10	Up to 31-Mar-09	For the Year	Deductions/ Adjustments	Up to 31-Mar-10	As at 31-Mar-10	As at 31-Mar-09
1. Leasehold Land	90.96	-	-	90.96	16.29	0.92	-	17.21	73.75	74.67
2. Buildings	2,650.93	333.17	-	2,984.10	1,810.47	67.06	-	1,877.53	1,106.57	840.46
3. Plant & Machinery	22,904.99	880.75	14.08	23,771.66	17,083.32	1,071.14	13.38	18,141.08	5,630.58	5,821.67
4. Furniture, Fixture & Other Office Equipments	321.75	18.50	2.11	338.14	247.95	24.28	1.10	271.13	67.01	73.80
5. Vehicles	140.86	5.27	8.34	137.79	99.63	11.26	7.08	103.81	33.98	41.23
Total	26,109.49	1,237.69	24.53	27,322.65	19,257.66	1,174.66	21.56	20,410.76	6,911.89	6,851.83
6. Capital Work in progress	343.24	898.65	1,171.77	70.12	-	-	-	-	70.12	343.24
Total for Current Year	26,452.73	2,136.34	1,196.30	27,392.77	19,257.66	1,174.66	21.56	20,410.76	6,982.01	7,195.07
Total for Previs Year	25,950.57	527.11	24.95	26,452.73	18,102.17	1,176.80	21.31	19,257.66	7,195.07	

Notes :

- Plant & Machinery includes assets amounting to ₹ 81.40 lacs (₹ 81.40 Lacs) which are retired from active use and held for disposal shown at lower of the book value and its net realisable value
- Building includes ₹ 9.89 lacs being the value of shares held in cooperative society.
- Vehicles include ₹ 30.67 lacs (₹ 31.90 lacs) over which hire purchase financiers have lien

**SCHEDULE : 06
INVENTORIES**

(As taken, valued & certified by management) (Valued at lower of cost & net realisable value)

1	Stores, Spares, Consumables and Packing Materials [including in transit]	1,693.33	1,750.51
2	Raw Materials [including in transit]	697.72	517.10
3	Work-in-Process	1,703.83	820.49
4	Finished Goods [including scrap]	1,437.73	660.60
	Total	5,532.61	3,748.70

**SCHEDULE : 07
SUNDRY DEBTORS**

(Refer Note No. (9) of Schedule 17)

Unsecured

(A) Debts outstanding for more than six months

(a)	Considered good	1,619.68	1,661.67
(b)	Considered doubtful	247.36	219.27
		1,867.04	1,880.94

(B) Other Debts:

	Considered good	3,910.56	4,322.97
		5,777.60	6,203.91
	Less: Provision for doubtful debts	247.36	219.27
	Total	5,530.24	5,984.64

SCHEDULES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET

AS AT 31-Mar-10 [₹ IN LACS]	AS AT 31-Mar-09 [₹ IN LACS]
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SCHEDULE : 08
CASH AND BANK BALANCES

1	Cash Balance on Hand	19.06	33.49
2	Balances with Scheduled Banks		
	(A) In Current Accounts	11.28	13.21
	(B) In Fixed Deposits [All of which have been placed as margin towards Letters of Credit established and Guarantees issued by the banks.]	406.53	393.09
	Sub Total	417.81	406.30
	Total	<u>436.87</u>	<u>439.79</u>

SCHEDULE : 09
LOANS AND ADVANCES

[Unsecured, considered good, unless stated otherwise]
(Refer Note No. (9) of Schedule 17)

1	Advances recoverable in cash or in kind or for value to be received (Refer Note No. (9) of Schedule 17)	2,258.12	2,016.89
2	Balance with Customs / Central Excise / Sales Tax Authorities (Refer Note No. 2(3)(IV) of Schedule 17)	1,064.64	1,055.31
3	Other Deposits	164.63	186.38
4	Advance Tax	281.29	203.88
	Total	<u>3,768.68</u>	<u>3,462.46</u>

SCHEDULE : 10
CURRENT LIABILITIES

(Refer Note No. (9) and (19) of Schedule 17)

1	Acceptances	6,953.11	6,595.37
2	Sundry Creditors (Refer Note No. 19 regarding MSME disclosure)	3,554.39	3,480.56
3	Advances from Customers	694.13	265.09
4	Other Liabilities	105.94	97.86
	Total	<u>11,307.57</u>	<u>10,438.88</u>
	Amount payable - Investor Education and Protection fund	Nil	Nil

SCHEDULE : 11
PROVISIONS

1	For Income / Wealth Tax	204.24	153.98
2	For Retirement Benefits	200.12	181.49
	Total	<u>404.36</u>	<u>335.47</u>



SCHEDULES ANNEXED TO AND FORMING PART OF PROFIT AND LOSS ACCOUNT	YEAR ENDED 31-Mar-10 [₹ IN LACS]	YEAR ENDED 31-Mar-09 [₹ IN LACS]
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SCHEDULE : 12

SALE OF PRODUCTS AND SERVICES

1 Sales (Includes Excise duty & Sale of Scrap)	47,360.57	43,498.98
2 Job Work Income (Gross) (Tax deducted at source Nil, Previous Year ₹ 0.02)	-	57.34
Total	47,360.57	43,556.32

SCHEDULE : 13

OTHER INCOME

1 Export Incentives	1,116.45	312.32
2 Interest earned (Gross) (Tax deducted at source ₹ 6.44 Lacs, Previous Year ₹ 7.12 Lacs)	48.52	44.46
3 Profit on Sale of Fixed Assets	10.59	0.27
4 Other Income (net)	82.63	89.48
5 Gain on account of fluctuations in foreign exchange rates	164.78	225.24
6 Provision for bad debts written back (net)	-	3.03
7 Prior Year Income	9.48	0.01
Total	1,432.45	674.81

SCHEDULE : 14

MANUFACTURING AND OTHER EXPENSES

1 COST OF MATERIALS CONSUMED AND OTHER MANUFACTURING EXPENSES		
(A) Raw Material Consumed		
Opening Stock	517.10	463.26
Add : Purchases	36,715.69	32,437.83
Less : Closing Stock	697.72	517.10
	36,535.07	32,383.99
(B) Stores, Consumable and Spare parts Consumed	1,755.70	1,042.12
(C) Packing Materials Consumed	571.62	485.84
(D) Other Manufacturing Expenses	209.51	112.71
(E) Differential Excise Duty On Opening and Closing Stock of Finished Goods	28.98	(16.35)
Sub-Total	39,100.88	34,008.31
2 PERSONNEL EXPENSES		
(A) Salaries, Wages & Allowances	738.01	595.36
(B) Contribution to Provident and Other Funds	54.62	48.82
(C) Staff Welfare and other amenities	206.68	197.28
Sub-Total	999.31	841.46
	(Contd.)	(Contd.)

SCHEDULES ANNEXED TO AND FORMING PART OF PROFIT AND LOSS ACCOUNT
YEAR ENDED
31-Mar-10
₹ IN LACS]
YEAR ENDED
31-Mar-09
₹ IN LACS]
SCHEDULE : 14
MANUFACTURING AND OTHER EXPENSES (Contd.)
3 OPERATION AND OTHER EXPENSES

(A) Power and Fuel	2,135.75	1,714.83
(B) Rent	10.80	10.94
(C) Repairs and Maintenance		
- Plant and Machinery	157.33	135.74
- Buildings	14.79	7.75
- Others	6.75	4.39
(D) Insurance	70.24	83.69
(E) Rates and Taxes	3.17	3.64
(F) Commission On Sales	137.86	186.09
(G) Freight and Transportation	2,378.66	2,451.27
(H) Directors' Sitting Fees	0.96	0.65
(I) Loss on Sale of assets	0.01	2.33
(J) Provision for Bad & Doubtful Debts (Net of write back)	29.02	-
(K) Prior Year Expenditure	21.88	22.26
(L) Miscellaneous Expenses	452.01	424.57
Sub-Total	<u>5,419.23</u>	<u>5,048.15</u>
Sub-Total	<u>45,519.42</u>	<u>39,897.92</u>

4 DECREASE/(INCREASE) IN STOCKS

(A) Opening Stock		
a) Finished Goods	660.60	1,116.19
b) Work-In-Process	820.49	591.00
	<u>1,481.09</u>	<u>1,707.19</u>
(B) Closing Stock		
a) Finished Goods	1,437.73	660.60
b) Work-In-Process	1,703.83	820.49
	<u>3,141.56</u>	<u>1,481.09</u>
Decrease/(Increase) in Stocks	<u>(1,660.47)</u>	<u>226.10</u>
Total	<u>43,858.95</u>	<u>40,124.02</u>

SCHEDULE : 15
INTEREST AND FINANCIAL CHARGES

(A) Interest on Term Loans	176.91	201.99
(B) Other Interest	1,074.87	1,464.94
(C) Bank Charges & Other Financial Charges	659.15	715.28
Total	<u>1,910.93</u>	<u>2,382.21</u>

SCHEDULE : 16
PROVISION FOR TAXES

(A) Current Tax	99.50	-
(B) Fringe Benefit Tax	-	9.00
(C) Wealth Tax	0.07	0.45
Total	<u>99.57</u>	<u>9.45</u>

SCHEDULE : 17**SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO FINANCIAL STATEMENTS :****(1) SIGNIFICANT ACCOUNTING POLICIES:****A. BASIS OF PREPARATION OF FINANCIAL STATEMENTS:**

The financial statements are prepared under "historical cost convention" on "Accrual Concept" of accountancy in accordance with the accounting principles generally accepted in India and comply with Accounting Standards prescribed in the Companies (Accounting Standards) Rules, 2006 issued by the Central Government to the extent applicable and with the applicable provisions of the Companies Act, 1956. The Accounting Policies have been consistently applied by the company.

B. USE OF ESTIMATES :

The presentation of financial statements in conformity with the generally accepted accounting principles requires management to make estimates and assumptions in respect of certain items like doubtful debts, employee benefits, provision for liabilities etc. that affect the reported amount of assets and liabilities and disclosure of contingent liabilities as at the date of financial statements and reported amount of income and expenses during the reporting year. Actual results/outcome could differ from these estimates. Any revision to the accounting estimates is recognized prospectively in the period in which such results are materialized.

C. FIXED ASSETS :

All Fixed Assets are valued at cost less depreciation / amortization. Cost [net of Cenvat credit available] comprises the purchase price and any attributable costs of bringing the asset to its' working condition for its intended use. Financing costs directly attributable to the construction of qualifying fixed assets are also included to the extent they relate to the period till such assets are ready for their intended use.

Cost of addition or extension to an existing asset, which is of a capital nature and/or which becomes an integral part of the existing asset is capitalised and added to the gross book value of that asset.

D. DEPRECIATION:

- (i) Leasehold Land is being amortised over the life of the lease.
- (ii) Depreciation on Buildings & Electrical Installations, Furniture, Fixtures, Office Equipment and Vehicles has been provided on Written Down Value Method, as per Section 205(2) (a) of the Companies Act, 1956 at the rates prescribed in Schedule XIV thereto.
- (iii) Depreciation on all other assets has been provided on Straight Line Method, as per Section 205(2)(b) of the Companies Act, 1956, at the rates prescribed in Schedule XIV thereto.
For determining the appropriate depreciation rates, plant and machinery falling under the category of continuous process plant has been identified on the basis of technical opinion obtained.
- (iv) Depreciation on additions to and disposals of the Fixed Assets during the year has been provided on pro-rata basis, according to the period each such asset was used during the year.
- (v) Depreciation on addition or extension to the existing Fixed Asset, which becomes integral part of that asset is provided on pro rata basis according to the remaining useful life of the existing asset.

E. BORROWING COSTS:

Interest and other costs in connection with the borrowing of the funds to the extent directly attributable to the acquisition / construction of qualifying Fixed Assets are capitalized upto the date when such assets are ready for their intended use and borrowing costs other than these costs are charged to Profit and Loss Account.

F. IMPAIRMENT OF ASSETS:

The company assess at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the company estimates recoverable amount of the asset being higher of the net selling price and value in use. Value in use is determined from the present value of estimated future cash flows from continuing use of such assets discounted at weighted average cost of capital.

If recoverable amount of such asset or the recoverable amount of the cash generating unit to which such asset belong is found to be lower than its carrying amount, then carrying amount of such asset is reduced to the extent of its recoverable amount. Such reduction is treated as impairment loss and is charged to the Profit and Loss Account.

After impairment of an asset, the depreciation is provided on the revised carrying amount of the assets over its remaining useful life.

At a balance sheet date, if there is an indication that a previously recognized impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at recoverable amount and previously recognized impairment loss is reversed.

G. EXPENDITURE DURING THE CONSTRUCTION PERIOD:

The expenditure incidental to the expansion / new projects is allocated to Fixed Assets in the year of commencement of the commercial production.

H. INVENTORIES:

Inventories consisting of Raw Materials, Work-in-Process and Finished Goods are valued at lower of cost and net realizable value.

SCHEDULE : 17 (Contd.....)

For this purpose, the cost of raw material is determined using monthly moving average cost method (net of Cenvat availed). Cost of finished goods and Work-in-process is determined by taking material costs (net of Cenvat availed) and other appropriate and relevant manufacturing overheads.

Inventories consisting of Stores, Consumables, Spare Parts, and Packing Materials etc. are valued at lower of cost and net realizable value. For this purpose direct costs, and appropriate and relevant overheads, are apportioned using the FIFO method.

I. REVENUE RECOGNITION:

- (i) Revenue is recognised to the extent it is possible that economic benefits will flow to the company and the revenue can be reliably measured.
- (ii) Revenue from sale of products is recognised on transfer of all significant risks and rewards of ownership of the goods to the customers, which generally coincides with the dispatch of goods. Sales are stated exclusive of Sales Tax / VAT, trade discounts and sales returns.
- (iii) Export benefits / incentives are accounted on accrual basis and are shown under "Other Income".
- (iv) Interest income is recognised on a time proportionate basis taking into account; the amount outstanding and the rate applicable.
- (v) Revenue in respect of other income is recognised when no significant uncertainty as to its determination or realisation exists.

J. EXCISE DUTY:

Excise Duty is accounted gross of Cenvat benefit availed on inputs, fixed assets and eligible services.

K. SEGMENT REPORTING:

The company identifies business segment as primary, taking into account the nature of products and services, risks and returns, the organisation structure and the internal reporting system.

The geographical segment is demarcated into Indian and Overseas markets.

L. FOREIGN CURRENCY TRANSACTIONS:

- (i) The transactions in foreign currencies are converted into Indian Rupees at the rates of exchange prevailing on the date of transactions.
- (ii) The premium / discount arising at the inception of forward contract intended for hedging is amortized as expense / income over the life of the contract. Any profit or loss arising on cancellation or renewal of the forward contract is recognised as income or expense for the year. The outstanding forward contracts meant for hedging the receivable outstanding as at balance sheet date are marked to market and resultant loss/gain is recognised in Profit and Loss Account.
- (iii) The company is exposed to the risks of foreign currency fluctuations on foreign currency assets, liabilities and forecasted cash flows denominated in foreign currency. The company limits the effects of foreign exchange rates fluctuations by following established risk management policies. The company enters into forward contracts where the counter parties are banks. The gain/loss on the contracts settled during the year are recognized in the Profit and Loss Account. However, the gain or loss on forward contracts outstanding as at the Balance Sheet date meant for hedging the currency fluctuation risks in respect of the sales expected during the subsequent period based on the orders on hand as on the Balance Sheet date is computed being the difference between contracted rate and the spot rate on the balance sheet date. Such gain/loss will be recognized in the statement of the Profit and Loss Account of the period during which such hedged transaction are actually crystallized. Such loss/gain would be contra set off by the corresponding effect on actual sales realisation.
- (iv) The balances in Current Assets and Current Liabilities in foreign currencies at the date of Balance Sheet have been converted into Indian Rupees at the rate of exchange prevalent on that date. The resultant net gain/loss arising out of such foreign exchange translations is taken to Profit and Loss Account.

M. TAXES ON INCOME:

- (i) Tax expense comprises current tax and deferred tax.
- (ii) Current tax is measured at the amount expected to be paid in accordance with the provisions of Indian Income Tax Act.
- (iii) Deferred income tax reflects the impact of the current year timing differences between the taxable income and accounting income for the year and reversal of timing differences of the earlier years.

Deferred tax is measured based on the tax rates and tax laws enacted or substantively enacted as at the balance sheet date. Deferred tax assets are recognized only to the extent there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

N. EMPLOYEE BENEFITS:**Defined Contribution Plans:-**

The company contributes on defined contribution basis to Employee's Provident Fund towards post employment benefits, all of which are administered by the respective Government Authorities and it has no further obligation beyond making its contribution, which is expensed in the year to which it pertains.



SCHEDULE : 17 (Contd.....)

Defined Benefit Plans:-

The Superannuation scheme is administered through the Life Insurance Corporation of India (LIC). The liability for the defined benefit plan is funded by way of payment of premium as determined by the LIC of India and the same is administered by LIC and the company has no further obligation beyond making its contribution, which is expensed in the year to which it pertains. The company administers the gratuity scheme being unfunded liability. The liability for the defined benefit plan of Gratuity is determined on the basis of an actuarial valuation by an independent actuary at the year end, which is calculated using projected unit credit method. Actuarial gains and losses, which comprise experience adjustment and the effect of changes in actuarial assumptions are recognised in the Profit and Loss Account.

Leave Entitlements (Long Term Employee Benefit):-

The employees of the company are entitled to leave as per the leave policy of the company. The unfunded liability in respect of unutilized leave balances is provided based on an actuarial valuation carried out by an independent actuary, which is calculated using projected unit credit method as at the year end and charged to the Profit and Loss Account.

O. PROVISION FOR BAD AND DOUBTFUL DEBTS / ADVANCE:

Provision is made for Bad & Doubtful Debts / Advances which in the opinion of the management is considered doubtful of recovery.

P. PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS:

Provisions are recognized when there is a present obligation as a result of past events and when a reliable estimate of the amount of the obligation can be made.

Contingent liability is disclosed for:

- (i) Possible obligations which will be confirmed by future events not wholly within the control of the Company, or
- (ii) Present obligation arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.

Contingent assets are not recognized in the financial statements since this may result in the recognition of income that may never be realized.

(2) NOTES TO ACCOUNTS:

1. Estimated amount of Contracts yet to be executed for capital expenditure and not provided for is ₹ 47.83 Lacs [Net of Advances] [As at 31.03.2009 – ₹ 24.15 Lacs].
2. During the year, the company has capitalised the borrowing cost amounting to ₹ 70.15 (Previous Year ₹ 9.11 Lacs).
3. Contingent Liabilities not provided for in respect of:

	<u>Current Year</u>	<u>Previous Year</u>
		(₹ in Lacs)
I Guarantees given by the Company's Bankers	82.90	156.45
II Letters of Credit opened, material not supplied	175.31	308.86
III Dividend on Cumulative Preference shares	617.06	206.81
IV Liabilities Disputed and appeals filed before higher appellate authorities as well as in the process of being filed in respect of:		
a. Income tax matters	328.53	392.20
b. Central Excise matters (entire amount withheld by department shown under "Loans and advances")	370.50	370.50
c. Interest on Electricity Duty Deferment Loan	83.18	83.18
d. Labour matters	45.00	45.00

4. SEGMENT INFORMATION:

PRIMARY BUSINESS SEGMENT

As the company has identified manufacture of steel products as its sole primary business segment, the disclosure requirements of Accounting Standard 17 – "Segment Reporting", issued by The Institute of Chartered Accountants of India are not applicable.

SECONDARY BUSINESS SEGMENT BY GEOGRAPHICAL MARKET

	<u>Within India</u>	<u>Outside India</u>	<u>Total</u>
			(₹ in Lacs)
(i) Sales revenue*			
Current Year	18,700.88	27,394.48	46,095.36
Previous Year	14,663.66	27,546.16	42,209.82

	Within India	Outside India	(₹ in Lacs) Total
(ii) Carrying amount of segment assets**			
Current Year	18,104.45	4,145.96	22,250.41
Pervious Year	16,098.22	4,732.44	20,830.66
(iii) Additions to fixed assets			
Current Year	1,237.69	-	1,237.69
Pervious Year	183.87	-	183.87

* Sale revenue is net of excise duty

**Assets outside India include Export Debtors.

5. RELATED PARTY DISCLOSURE:

Name of the related party and nature of related party relationship:

(a) Enterprises having control over Company:

Spica Investment Limited – Holding Company

(b) Directors and their relatives:

Mr. R. P. Chandaria	
Mr. Rashmi Chandaria	
Mr. S. C. Sheth	
Mr. Mahendra Lodha	
Mr. J. Mehra	
Dr. R. S. Mamak	Executive Vice Chairman
Mr. N. M. Mohnot	Deputy Managing Director
Mr. M. P. Singh	Director (Operations) (resigned w.e.f. 24th June, 2009)
Mr. P. G. R. Prasad	Additional Director (appointed w.e.f. 23rd February, 2010)

(c) Transaction with related parties.

(i) Transactions during the year with related parties referred to in (a) above:

	Current Year	Previous Year
Amount received towards issue of Pref. Share	-	1,000.00
Loans converted into Preference Shares (*)	-	2,282.82
Balance outstanding	889.08	-

(*) ₹ 2282.82 Lacs received in earlier years & converted into preference shares are additional.

(ii) Transactions during the year with related parties referred to in (b) above:

	Current Year	Previous Year
1. Remuneration to Executive Directors	83.44	77.29
2. Sitting Fees	0.96	0.65
3. Loans taken	1,425.00	-
4. Loans repaid	600.00	-
5. Interest on Loans	64.08	-
6. Amount payable	889.08	-

6. CALCULATION OF EARNING PER SHARE (EPS):

	Current Year	Previous Year
(a) Profit / (Loss) attributable to the equity shareholder	483.70	(807.85)
(b) Basic Weighted average number of Equity shares outstanding during the year	4,25,37,292	4,25,37,292
(c) Diluted Weighted average number of Equity & Potential Equity shares outstanding during the year	7,53,57,292	7,53,57,292
(d) Nominal value of equity share (₹)	10.00	10.00
(e) Basic Earning Per Share (₹)	1.14	(1.90)
(f) Diluted Earning Per Share (₹)	0.64	(1.07)



SCHEDULE : 17 (Contd.....)

7. ACCOUNTING FOR TAXES ON INCOME:

- a. In view of the brought forward-unabsorbed business losses & depreciation allowance, the company does not expect any tax liability on the income computed as per the provision of the Income Tax Act, 1961. However, in view of the provisions of the Sec. 115JB of the Income Tax Act, 1961, the company has estimated & provided the tax liability on the book profits as computed under the provision of the Sec. 115JB of the Income Tax Act, 1961.
- b. The company has worked out deferred tax liabilities / assets as at March 31, 2010. in view of unabsorbed depreciation and business losses under tax laws, net result of computation is net deferred tax assets, which are not recognised as a matter of prudence.
- c. Break-up of Deferred Tax Assets and Liabilities into major components of the respective balances are as under:

	As On 31.03.2009	For the Year	(₹ in Lacs) As On 31.03.2010
Deferred Tax Liabilities:			
Depreciation	1,040.44	(189.87)	850.57
Total	1,040.44	(189.87)	850.57
Deferred Tax Assets:			
43-B Disallowances	61.69	6.33	68.02
Bad Debts Provisions	74.53	9.55	84.08
Unabsorbed Business loss	62.25	(62.25)	0.00
Unabsorbed Depreciation	4,713.66	(604.54)	4,109.12
Total	4,912.13	(650.91)	4,261.22
Net Deferred Tax Assets	3,871.69	(461.04)	3,410.65

8. Disclosure pursuant to Accounting Standard-15 (Revised) "Employee Benefits":-

The disclosure required under Accounting Standard 15 (Revised) "Employee Benefits" notified in the Companies (Accounting Standards) Rules 2006, are given below:-

(a) **Gratuity (Defined Benefit Plan):**

The company has a defined benefit Gratuity Plan. Every employee who has completed five years or more of service gets a gratuity on death or resignation or retirement at 15 days salary (last drawn salary) for each completed year of service. The gratuity scheme is administered by the company being unfunded liability.

Leave Wage (Long term employment benefit):

The leave wages are payable to all eligible employees at the rate of daily salary for each day of accumulated leave on death or on resignation or upon retirement on attaining superannuation age.

(b) **Change in present value of the defined benefit obligation:-**

	Current Year		Previous Year	
	Gratuity	Leave Wages	Gratuity	Leave Wages
Opening Defined Benefit	12716186	5433221	9348681	4924046
Interest Cost	890133	380325	654408	344683
Service Cost	1612980	1145491	1466511	901187
Benefits Paid	2007525	1295508	850582	591283
Actuarial (Gain)/Losses on obligation	657271	479843	2097168	(145412)
Closing Defined Benefit	13869045	6143372	12716186	5433221

(c) **Change in fair value of plan assets:**

Opening fair value of plan assets	0	0	0	0
Expected return on plan assets	0	0	0	0
Contributions by employer	0	0	0	0
Benefits paid	0	0	0	0
Actuarial Gains / (losses)	0	0	0	0
Closing fair value of plan assets	0	0	0	0
Total actuarial (gain)/loss to be recognised	657271	479843	2097168	(145412)

	Current Year		Previous Year	
	Gratuity	Leave Wages	Gratuity	Leave Wages
(d) Actual return on plan assets:-				
Expected return on plan assets	0	0	0	0
Actuarial gain/(loss) on plan assets	0	0	0	0
Actual return on plan assets	0	0	0	0
(e) Amount recognized in the balance sheet:-				
Asset/(Liability) at the end of the year	(13869045)	(6143372)	(12716186)	(5433221)
Fair value of plan Assets at the end of the year	0	0	0	0
Difference	(13869045)	(6143372)	(12716186)	(5433221)
Unrecognised past Service Cost	0	0	0	0
Asset/(Liability) recognized in the Balance Sheet	(13869045)	(6143372)	(12716186)	(5433221)
(f) (Income)/Expenses recognized in the Profit & Loss Account Statement:-				
Opening defined benefit obligation				
Current Service Cost	1612980	1145491	1466511	901187
Interest cost on benefit obligation	890133	380325	654408	344683
Expected return on plan assets	0	0	0	0
Net actuarial (gain)/loss in the period	657271	479843	2097168	(145412)
Net (benefit)/expenses	3160384	2005659	4218087	1100458
(g) Movement in net liability recognised in Balance Sheet:-				
Opening net liability	12716186	5433221	9348681	4924046
Expenses as above [P & L Charge]	3160384	2005659	4218087	1100458
Employer's contribution	(2007525)	(1295508)	(850582)	(591283)
Amount recognized in the balance sheet	13869045	6143372	12716186	5433221
(h) Principal actuarial assumptions as at Balance sheet date :				
Discount rate	7.00%	7.00%	7.00%	7.00%
[The rate of discount is considered based on market yield on Government Bonds having currency and terms consistence with the currency and terms of the post employment benefit obligations]				
Expected rate of return on plan Assets	N.A.	N.A.	N.A.	N.A.
[The expected rate of return assumed by the Insurance company is generally based on their Investment patterns as stipulated by the Government of India]				
Annual increase in salary cost	5%	5%	5%	4%
[The estimates of future salary increases considered in actuarial valuation, take account of Inflation, Seniority, Promotion and other relevant factors such as supply and demand in the employment market]				
(i) The category of plan assets as a % of total plan assets are :				
Insurance Company	N.A.	N.A.	N.A.	N.A.

9. Confirmation letters have not been obtained from some of the Debtors, Creditors, and Loans & Advances. Hence the, balances of these accounts are subject to confirmation, reconciliation and consequent adjustments, if any.

10. **Payments to / Provisions for Statutory Auditors during the year are as under:**

	Current Year		Previous Year	
a. Audit Fees (Excl. Service Tax)	5.00		5.00	
b. Tax Audit Fees (Excl. Service Tax)	1.50		1.50	
c. Consultation and Certification	0.15		0.03	
d. Reimbursement of out of pocket expenditure	1.24		0.34	
	7.89		6.87	



SCHEDULE : 17 (Contd.....)

11. Break-up of the Whole-Time Directors' Remuneration is as under:

	Current Year	Previous Year
(i) Salary	37.26	49.75
(ii) Contribution towards Provident Fund & Superannuation Scheme	10.06	13.43
(iii) Other Benefits and Allowances	36.12	14.11
	<u>83.44</u>	<u>77.29</u>

(₹ in Lacs)

12. CAPACITIES AND PRODUCTION:

	Licensed Capacity Per Annum	Installed Capacity Per Annum @	Production	
(a) Cold Rolled [Steel] Coils				
- Current Year (MT)	*	1,44,000	94,149	+#
- Previous Year (MT)	*	1,44,000	74,933	+#
(b) GP/GC Coils/Sheets				
- Current Year (MT)	*	78,000	43,888	\$
- Previous Year (MT)	*	78,000	36,657	\$

* Not applicable, since the Cold Rolling Industry has been de-licensed.

@ The capacity [as certified by the management] is notional, depending on a particular product mix.

+ Including Job Work Production of NIL MT (Previous Year 1469 MT)

Including 40908 MT (Previous Year 34150 MT) for Captive Consumption.

\$ Including 192 MT (Previous Year 91 MT) defective and rejects used in-house for packing purposes.

13. TURNOVER, CLOSING AND OPENING STOCKS:

	Turnover +		Closing Stock		Opening Stock	
	Quantity (MT)	Value (₹ Lacs)	Quantity (MT)	Value (₹ Lacs)	Quantity (MT)	Value (₹ Lacs)
A. Manufactured Products:						
(i) Cold Rolled [Steel] * Coils / Sheets						
- Current Year	52,645	20,172.15	1,642	641.27	1046	347.12
- Previous Year	38,625	17,693.61	1,046	347.12	357	164.10
(ii) GP/GC Coils/Sheets *						
- Current Year	43,400	20,429.52	636	307.10	383	135.80
- Previous Year	37,520	20,880.50	383	135.80	1,337	622.37
(iii) Saleable Scrap						
- Current Year	22,905	5,493.69	1,520	489.35	737	177.68
- Previous Year	12,175	3,578.36	737	177.68	920	329.72
(iv) Total						
- Current Year	118,950	46,095.36	3,799	1,437.73	2,166	660.60
- Previous Year	88,320	42,152.47	2,166	660.60	2,614	1,116.19

+ Turnover is net of excise duty

* Excluding Job work of NIL MT (Previous Year 1469 MT)

14. CONSUMPTION OF RAW MATERIALS:

	Current Year	Previous Year
(i) Hot Rolled [Steel] Coils		
- Quantity [M.T.]	118,163	84,559
- Value [₹ in Lacs]	33,030.53	30,210.36
(ii) Zinc		
- Quantity [M.T.]	3,793	2,623
- Value [₹ in Lacs]	3,504.54	2,173.63

SCHEDULE : 17 (Contd.....)
15. CIF VALUE OF DIRECT IMPORTS: (₹ in Lacs)

	<u>Current Year</u>	<u>Previous Year</u>
Raw Materials	3,522.87	-
Stores, Spares and Components	147.50	304.93
Capital Goods	13.99	138.54

16. CONSUMPTION OF IMPORTED AND INDIGENOUS MATERIALS:

(₹ in Lacs)

	<u>Current Year</u>		<u>Previous Year</u>	
	<u>Value</u>	<u>Percentage</u>	<u>Value</u>	<u>Percentage</u>
(i) Raw Materials:				
- Directly Imported	5,207.49	14.25	-	
- Indigenously Obtained	31,327.58	85.75	32,383.99	100.00
Total	<u>36,535.07</u>	<u>100.00</u>	<u>32,383.99</u>	<u>100.00</u>
(ii) Consumables, Stores and Spare Parts:				
- Directly Imported	364.37	20.75	172.27	16.53
- Indigenously Obtained	1,391.33	79.25	869.85	83.47
Total	<u>1,755.70</u>	<u>100.00</u>	<u>1,042.12</u>	<u>100.00</u>

**17. EXPENDITURE IN FOREIGN CURRENCY:
[On cash basis] on account of**

(₹ in Lacs)

	<u>Current Year</u>	<u>Previous Year</u>
(i) Travelling	12.37	17.44
(ii) Commission on Sales	186.41	85.06
(iii) Others	78.82	262.07

18. EARNINGS IN FOREIGN EXCHANGE:

(₹ in Lacs)

	<u>Current Year</u>	<u>Previous Year</u>
FOB Value of Exports*	26,463.33	26,653.33

* excludes export sales made through third parties

19. Disclosure regarding MSME:-

The company has not received information from vendors regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006, and hence, disclosure relating to the amounts unpaid as at the year end together with interest paid/ payable under this Act has not been given.

20. Figures of Previous Year have been regrouped and reclassified wherever necessary.



**BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE
(IN TERMS OF AMENDMENT TO THE SCHEDULE VI PART IV).**

I. Registration Details.

Registration No. State Code
 Balance Sheet Date - -
 Date Month Year

II. Capital Raised during the period (Amount in ₹ '000)

Public Issue Rights Issue
 Bonus Issue Private Placement

III. Position of Mobilisation and Deployment of Fund (Amount in ₹ '000)

Total Liabilities Total Assets

Sources of Funds

Paid up Capital Reserves & Surplus
 Secured Loan Unsecured Loans

Application of Funds

Net Fixed Assets Investments
 Net Current Assets Miscellaneous Expenditure
 Accumulated Losses

IV. Performance of company (Amount in ₹ '000)

Turnover Total Expenditure
 (including other Income)
 Profit/(Loss) before tax Profit/(Loss) after tax
 Earning per share in ₹ Dividend Rate %

V. Generic Names of two principal products / services of company (as per monetary terms)

Item Code No. (ITC Code)	Production Description
<input type="text" value="7"/> <input type="text" value="2"/> <input type="text" value="0"/> <input type="text" value="9"/> <input type="text" value="1"/> <input type="text" value="8"/>	<input type="text" value="C"/> <input type="text" value="O"/> <input type="text" value="L"/> <input type="text" value="D"/> <input type="text" value=""/> <input type="text" value="R"/> <input type="text" value="O"/> <input type="text" value="L"/> <input type="text" value="L"/> <input type="text" value="E"/> <input type="text" value="D"/> <input type="text" value=""/> <input type="text" value="S"/> <input type="text" value="T"/> <input type="text" value="E"/> <input type="text" value="E"/> <input type="text" value="L"/> <input type="text" value=""/> <input type="text" value=""/>
<input type="text" value="7"/> <input type="text" value="2"/> <input type="text" value="1"/> <input type="text" value="2"/> <input type="text" value="3"/> <input type="text" value="0"/>	<input type="text" value="G"/> <input type="text" value="A"/> <input type="text" value="L"/> <input type="text" value="V"/> <input type="text" value="A"/> <input type="text" value="N"/> <input type="text" value="I"/> <input type="text" value="S"/> <input type="text" value="E"/> <input type="text" value="D"/> <input type="text" value=""/> <input type="text" value="C."/> <input type="text" value="R."/> <input type="text" value=""/> <input type="text" value="S"/> <input type="text" value="T"/> <input type="text" value="E"/> <input type="text" value="E"/> <input type="text" value="L"/> <input type="text" value=""/>

For and on behalf of the Board,

Dr. R.S.Mamak
Executive Vice Chairman

N.M. Mohnot
Dy. Managing Director

Place : Ahmedabad
Date : 9th August, 2010

Manoj Kumar Srivastava
Asst. company Secretary

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2010

(₹ Lacs)

PARTICULARS	YEAR ENDED 31-MAR-10	YEAR ENDED 31-MAR-09	
A. CASH FLOW FROM OPERATING ACTIVITIES			
NET PROFIT / (LOSS) AFTER EXTRAORDINARY ITEMS	583.27	(807.85)	
Adjustments for:			
Depreciation (Net)	1,174.66	1,176.80	
Excess Provisions Written Back	-	-	
(Profit)/Loss on sale of Fixed Assets	(10.58)	2.06	
Interest / Bank Charges	1,910.93	2,382.21	
Interest Income	(48.52)	(44.46)	
Miscellaneous Expenses written off	-	-	
Exchange (Gain) / Loss-Unrealised	(54.45)	155.63	
Prior Period Adjustments	-	-	
Provision for Tax	-	-	
Provision / (Write back) of Doubtful Debts	29.02	(3.03)	
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	3,584.33	2,861.36	
Adjustments for:			
Trade and Other Receivables	2.35	(1,387.10)	
Inventories	(1,783.91)	138.92	
Trade Payables	1,131.88	(1,913.48)	
CASH GENERATED FROM OPERATIONS	2,934.64	(300.29)	
Income tax Refund / (Paid)	(126.72)	(39.32)	
CASH FLOW BEFORE EXTRAORDINARY ITEMS	2,807.92	(339.62)	
NET CASH FROM OPERATING ACTIVITIES		2,807.92	(339.62)
B. CASH FLOW FROM INVESTING ACTIVITIES:			
Purchase of fixed assets	(964.57)	(527.11)	
Sale of Fixed assets	13.55	1.58	
Deferred Revenue Expenses	-	-	
Interest Received	48.50	55.91	
NET CASH USED IN INVESTING ACTIVITIES		(902.52)	(469.62)
C. CASH FLOW FROM FINANCING ACTIVITIES:			
Proceeds from issue of Share Capital	-	3,282.00	
Proceeds from Long-term borrowings	(1,023.88)	2,458.98	
Proceeds from unsecured loans	1,029.22	(2,460.78)	
Interest Paid	(1,913.66)	(2,494.73)	
Fixed Deposits with banks	(13.44)	22.00	
NET CASH USED IN FINANCING ACTIVITIES		(1,921.76)	807.47
NET INCREASE /(DECREASE) IN CASH AND CASH EQUIVALENTS		(16.36)	(1.77)
CASH AND CASH EQUIVALENTS AS AT 01.04.09 [Opening Balance]	46.70	48.47	
CASH AND CASH EQUIVALENTS AS AT 31.03.10 [Closing Balance]	30.34	46.70	
NET INCREASE /(DECREASE) IN CASH AND CASH EQUIVALENTS		(16.36)	(1.77)

As per our report of even date

For Mukesh M. Shah & Co.
Chartered Accountants

Chandresh S. Shah
Partner
Membership No: 42132

 Place : Ahmedabad
Date : 9th August, 2010

For and on behalf of the Board,

Dr. R.S.Mamak
Executive Vice Chairman

Manoj Kumar Srivastava
Asst. company Secretary

 Place : Ahmedabad
Date : 9th August, 2010

N.M. Mohnot
Dy. Managing Director



Regd. Office : Plot No. 2, G.I.D.C. Estate, Palej - 392 220, Dist. Bharuch.

PROXY FORM

I/We _____ of _____
being a Member(s) of the above named company hereby appoint _____
_____ or failing him _____

_____ as my/our proxy to attend and vote for me/us on
my/our behalf at the TWENTIETH ANNUAL GENERAL MEETING of the Steelco Gujarat Limited to be held on Wednesday,
the 29th September 2010 at 3.30 p.m. at the Registered Office of the company or any adjournment thereof.

Signed this _____ day of _____ 2010.

Regd. Folio No. / D.P. ID. No. _____

No. of Shares _____

Affix
Revenue
Stamp of
Re.1/-

This instrument appointing a proxy shall be deposited at the Registered Office of the company not less than 48 hours
before the time of holding the Meeting. The proxy need not be a member of the Company.



Regd. Office : Plot No. 2, G.I.D.C. Estate, Palej - 392 220, Dist. Bharuch.

ATTENDANCE FORM

Member(s) or his / her / their proxy (ies) are requested to present this form for admission, duly signed in accordance with
his / her / their specimen signature(s) registered with the Company.

Name : _____ Folio No. / DP. ID. No. _____ No. of Shares _____

I hereby record my presence at the TWENTIETH ANNUAL GENERAL MEETING of the Steelco Gujarat Limited to be held
on Wednesday, 29th September 2010 at 3.30 P.M. at the Registered Office of the company or any adjournment thereof.

Please ✓ in the appropriate box.

Member

Proxy

Name of the Proxy in Block Letters

Member's Signature

Proxy's Signature

Book-Post

To,



STEELCO GUJARAT LIMITED

Regd. Office & Works : Plot No. 2, G.I.D.C. Estate,
National Highway No. 8, Palej - 392 220. Dist. Bharuch.
Gujarat Phone:91-2642-277479/480/481
Fax : 91-2642-277 307
Website : www.steelcojgujarat.com