

BIMETAL BEARINGS LIMITED

DIRECTORS :

Mr. A. KRISHNAMOORTHY (*Chairman & Managing Director*)

Mr. N. VENKATARAMANI

Mr. A. B. AVERY

Dr. R. MAHADEVAN

Mr. P. M. VENKATASUBRAMANIAN

Mr. KRISHNA SRINIVASAN

Mr. R. VIJAYARAGHAVAN

WHOLE-TIME DIRECTOR :

Mr. N.P. MANI

CHIEF FINANCIAL OFFICER :

Mr. N. VENKATARAMAN

DEPUTY GENERAL MANAGER (COSTING) & COMPANY SECRETARY :

Mr. K. VIDHYA SHANKAR

AUDITORS :

Messrs. PRICE WATERHOUSE, CHENNAI

BANKERS :

CENTRAL BANK OF INDIA

LEGAL ADVISERS :

Messrs. KING & PARTRIDGE, CHENNAI

Messrs. RAMANI & SHANKAR, COIMBATORE

DEPOSITORY REGISTRAR AND SHARE TRANSFER AGENT:

Messrs. GNSA INFOTECH LIMITED

NELSON CHAMBERS, "F"- BLOCK, STA DEPARTMENT,
4TH FLOOR, NO.115, NELSON MANICKAM ROAD,
AMINTHAKARAI, CHENNAI- 600 029 (PH.: 044 - 4296 2025)

REGISTERED OFFICE :

"HUZUR GARDENS", SEMBIAM,

CHENNAI - 600 011

Phone : (044) 2537 5581

FACTORIES

"HUZUR GARDENS", SEMBIAM, CHENNAI 600 011.

371, MARUDHAMALAI ROAD, COIMBATORE - 641 041.

HOSUR – KRISHNAGIRI ROAD, HOSUR - 635 125.

5/186, OLD MAHABALIPURAM ROAD, CHENNAI - 600 096.

BIMETAL BEARINGS LIMITED

Registered Office: "Huzur Gardens", Sembiam, Chennai – 600 011.

NOTICE TO THE SHAREHOLDERS OF THE FIFTY FIRST ANNUAL GENERAL MEETING

Notice is hereby given that the Fifty First Annual General Meeting of the shareholders of the company will be held at Naradha Gana Sabha, T.T.K. Road, Alwarpet, Chennai - 600 018 on Monday, the 23rd day of July 2012 at 10.30 a.m. to transact the following business:

Ordinary Business:

- (1) To receive and adopt the Annual Balance Sheet as at 31st March 2012 and the Audited Statement of Profit and Loss for the year ended 31st March 2012 and the Auditors' and Directors' Report thereon.
- (2) To declare a dividend.
- (3) To appoint a Director in the place of Mr. A. B. Avery who retires by rotation and being eligible offers himself for re-election.
- (4) To appoint a Director in the place of Mr. P. M. Venkatasubramanian who retires by rotation and being eligible offers himself for re-election.
- (5) To consider and if thought fit to pass with or without modification, the following resolution as an Ordinary Resolution :

"RESOLVED THAT the retiring Auditors, M/s.Price Waterhouse, Chartered Accountants, Chennai (Firm Regn. No: 301112E) be and are hereby re-appointed as Auditors of the Company to hold the office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting and that the Board of Directors be and is hereby authorised to fix the remuneration payable to them".

Special Business:

- (6) To consider and if thought fit to pass the following resolution as a **Special Resolution** with or without modification:

"RESOLVED THAT pursuant to sections 198, 269, 309 and other applicable provisions of the Companies Act, 1956 if any and read with Schedule XIII to the said Act, the approval of the Company be and is hereby accorded to the re-appointment of Mr. N. P. Mani as a Whole-time Director of the Company for a period of 1 year from 01-11-2011 pursuant to the resolutions passed by the Board of Directors on 28-10-2011 and the payment of remuneration, allowances, performance bonus and perquisites as set out in the agreement approved at the Meeting of the Board of Directors held on 09-11-2011 or such other remuneration as the Board of Directors may revise from time to time duly recommended in that respect by the Remuneration Committee."

- (7) To consider and if thought fit, to pass the following resolution with or without modification, as a Special Resolution:

"RESOLVED THAT in conformity with article 50(a) of the Articles of Association of the Company and pursuant to the provisions of Section 309(4) of the Companies Act, 1956, consent be and is hereby accorded for payment of commission to eligible non-executive Directors of the Company at 1% of the net profits of the Company computed in accordance with Section 198 of the Companies Act, 1956 for each financial year for a period of Five years commencing from 01-04-2012 to 31-03-2017 to be apportioned between such Directors in such a manner as may be decided by the Board of Directors from time to time upon the recommendations of the Remuneration Committee."

By order of the Board

K. Vidhya Shankar

Deputy General Manager (Costing) & Company Secretary

Chennai 600011
30th May 2012

NOTES:

1. A member who is entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself / herself and the proxy need not be a member. Proxies in order to be effective shall be duly stamped, completed, signed and deposited not less than 48 hours before the commencement of the meeting at the office of Registrars & Share Transfer Agents, M/s.GNSA Infotech Limited, "Nelson Chambers", F-Block, STA Department, 4th Floor, 115, Nelson Manickam Road, Aminthakarai, Chennai 600 029 (Telephone No. 044 – 42962025). Members / Proxies are requested to bring the attendance slip duly filled in and also their copy of the Annual Report to the meeting. Members are requested to quote their Registered Folio Number / Client ID Number in all their correspondence.
2. The Register of members and Share Transfer Books of the Company under the physical mode will remain closed from 20-07-2012 to 23-07-2012 (both days inclusive).
3. In the case of dematerialised shares, the Dividend that may be declared at this meeting will be paid to the members whose names appear in the Beneficiary Position list submitted by NSDL and CDSL as on 20-07-2012 (Friday). In the case of other holders, the dividend amount will be paid to those whose names appear in the Register of Members as on 23-07-2012 (Monday).
4. The Company has, pursuant to Section 205 of the Companies Act, 1956, transferred the amounts of unclaimed dividends declared upto the Financial Year 2003 – 2004 to the General Revenue Account of the Central Government / Investor Education and Protection Fund. Members who have not responded to our repeated communication and have not encashed the Dividend Warrants for the year ended 31-03-2005 and/or any subsequent dividend payments are requested to make their claim to the company. The Company had already sent a notice to the shareholders in this behalf.
5. The members are requested to provide, if not already done so, the full Bank Account details quoting their folio Number / Client ID Number in the format enclosed to our Registrars and Share Transfer Agents. The company will not be responsible for any loss arising out of fraudulent encashment of dividend warrants. Such of those share holders who wish to receive their dividend amount through the ECS (Electronic Clearing System) route at the specified centers are requested to furnish the relevant details in the form provided.
6. In line with the Green Initiatives introduced by the Ministry of Corporate Affairs, Government of India, we request the shareholders to register their E-Mail IDs with the Company / Share Transfer Agents. This will enable the Company to service shareholders' requests/ queries electronically apart from furnishing of Audited Accounts and other relevant information / communication. The company had already sent a notice to the shareholders on this subject.

Explanatory Statement pursuant to Section 173 of the Companies Act, 1956.

In respect of Item No.06:

Subject to the provisions of Sections 198, 269, 309 and other applicable provisions of the Companies Act, 1956 the Board of Directors by a resolution passed on 28-10-2011 have re-appointed Mr. N. P. Mani as Whole-time Director for a further period of 1 year from 01-11-2011. The terms and conditions relating to the re-appointment of Mr. N. P. Mani as Whole-time Director are listed below. Mr. N. P. Mani is not liable to retire by rotation. He is not entitled to sitting fees. His responsibility includes overall co-ordination and control of the operations of the Company including projects.

The remuneration payable to Mr. N. P. Mani on his re-appointment as Whole-time Director of the Company has been proposed and recommended by the Remuneration Committee at its meeting held on 09-11-2011. The terms of re-appointment of Mr. N. P. Mani as whole-time Director of the Company and the related remuneration payable to him needs approval of the members by means of passing a special resolution at a General Meeting of the Company in terms of requirements of Section II, Part II of Schedule XIII to the Companies Act, 1956. Hence, the special resolution is proposed for consideration of the members.

The information to be disclosed as per the requirements of Part II of Schedule XIII to the Companies Act, 1956 are provided hereunder. Mr.N.P.Mani aged 74 years being a whole-time Director of the Company is also a member of the Share Transfer & Shareholders / Investors Grievance Committee in the Company. The details of other directorships / Committee memberships held by Mr.N.P.Mani in other Companies as on date are given below:

Directorships	:	BBL Daido Private Limited T.Stanes & Company Limited
Committee Membership	:	Member - Audit Committee in T.Stanes & Company Limited

The remuneration payable to Mr.N.P.Mani for a period of one year from 01-11-2011 is given below :

Salary	:	Rs.1,00,000/- (Rupees One Lakh only) per month.
Special Allowance	:	Rs.40,000/- (Rupees Forty Thousands only) per month.
Performance Bonus	:	Not exceeding Rs.10,00,000/- (Rupees Ten Lakhs Only) per Financial Year as may be decided by the Remuneration Committee and the Board of Directors.

Perquisites:

- (a) House Rent Allowance : Rs.50,000/- (Rupees Fifty Thousands Only) per month.
- (b) Reimbursement of expenses incurred on gas, electricity, water, security and furnishings.
- (c) Medical Reimbursement : Expenses incurred by the Whole-time Director and his family as per the rules of the Company.
- (d) Leave Travel Concession : For the Whole-time Director and his family incurred in accordance with the rules specified by the Company.
- (e) Club Fees : Fees for one club which will not include Admission and Life Membership Fees.
- (f) Personal Accident Insurance : Premium for cover as per the rules of the Company
- (g) Encashment of leave at the end of the tenure shall be allowed and the same will not be included in the computation of the ceiling on perquisites
- (h) Leave facility as applicable to other Senior Executives of the Company shall be allowed.

The Whole-time Director shall be entitled to all expenses including reimbursement of travelling and entertainment expenses incurred in the course of the Company's business, which shall not be treated as a perquisite.

All the above perquisites shall be evaluated as per Income Tax Rules wherever applicable. In the absence of any such rules, perquisites shall be evaluated at actuals. He is not entitled to sitting fees.

Apart from the remuneration aforesaid:

The Whole-time Director shall be eligible for provision of car with driver, telephone, mobile and other communication facilities at his residence and these will not be considered as perquisites.

Any variation of the above perquisites or any other perquisites as may be approved by the Remuneration Committee / Board from time to time.

The re-appointment and remuneration payable as mentioned above shall be subject to the overall ceiling under Sections 198 and 309 of the Companies Act, 1956.

Minimum Remuneration:

Where in any financial year during the currency of tenure of Mr.N.P.Mani, Whole-time Director, the Company has no profits or its profits are inadequate, it may pay him remuneration by way of salary, allowances, performance bonus and perquisites not exceeding the limits in Section II of Part II of Schedule XIII to the Companies Act, 1956 or such other limits as may be prescribed by the Government from time to time as Minimum Remuneration and within such limit as may be specified by the Remuneration Committee / Board.

Since the proposed re-appointment and the payment of remuneration conform to the requirements of Schedule XIII to the Companies Act, 1956, the approval of the Central Government is not required.

Termination:

The contract can be terminated by either party by giving three calendar months notice.

The agreement which has been approved by the Board of Directors at their meeting held on 09-11-2011 detailing therein the terms and conditions as detailed above along with the responsibilities and duties to be discharged by the Whole-time Director in that capacity has been entered into with the Whole-time Director. Copies of the relevant agreement will be available for inspection by any member of the Company at the Registered Office of the Company between 10.00 a.m. to 12.00 noon on any working day till the date of the Annual General Meeting.

Information relating to the Industry has already been furnished in the Corporate Governance section of the Annual Report of the Company. The Directors recommend the resolution for consideration and approval of the members. None of the Directors except Mr.N.P.Mani is concerned or interested in the resolution. Abstract and terms of re-appointment and memorandum of interest under Section 302 of the Companies Act 1956 have already been circulated to the Members.

The relevant information required to be furnished under Section II of Part B of Schedule XIII to the Companies Act, 1956 are furnished hereunder:

I. General Information

1. Nature of Industry : Auto Ancillary
2. Date or expected date of commencement of Commercial production : Company was established in the year 1961 and had already commenced commercial production.
3. In case of new companies, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus. : Not Applicable
4. Financial Performance based on given indicators : (Rs. in lakhs)

Particulars	Year Ended	
	31-03-2012	31-03-2011
Net Sales	17,004.70	14,481.18
Other Income	1,088.45	895.17
Total	18,093.15	15,376.35
Profit Before Tax	1,879.68	1,372.84
Profit After Tax	1,285.05	913.94
Dividend – Amount	420.75	306.00
Special - 50th year Dividend – Amount	–	114.75
Dividend – Percentage ##	110%	80%
Special - 50th year Dividend – Percentage	–	30%
Earnings Per Share (Rs.)	33.60	23.89
Share Capital	382.50	382.50
Reserves	13,018.12	12,220.46
Net Worth	13,400.62	12,602.96
Debt-Equity Ratio	0.01 : 1	0.01 : 1

subject to approval of the members at the ensuing Annual General Meeting.

The Company has declared dividends since inception without break.

5. Export Performance
 - (a) Year Ended : 31-03-2012
 - (b) Exports on FOB basis : Rs. 5,300.89 lakhs
 - (c) Foreign Exchange outgo referable to
 - (i) Dividend : Nil
 - (ii) Royalty : Nil
 - (iii) New Technology / Consultancy : Nil
6. Foreign Investments : Nil
7. Technical Collaborators : Daido Metal Company, Japan

II. Information about the Appointee :

1. Back-ground details : Mr.N.P.Mani, a marine engineer has held various diversified assignments in the group companies, Simpson & Company Limited and Shardlow India Limited prior to his appointment in the Company effective 01-04-1987. Mr.N.P.Mani carries with him rich experience of 52 years, a substantial portion of which was associated with the manufacture of auto ancillary products. He has been successful in interacting with both customers and vendors. He played a major part in the implementation of several projects and contributed to the absorption of technology imported from collaborators whereby the Company today is having the state of the art technology for material and machines.
2. Past remuneration : Remuneration paid for the year ended 31-03-2011 :
- | Fixed Components | Rs. | Rs. |
|---------------------------|-------------|--------------------|
| Salary | 12,00,000/- | |
| Other benefits | 11,98,874/- | 23,98,874/- |
| Variable Component | | |
| Performance Bonus | | 6,00,000/- |
| Total | | 29,98,874/- |
- (The Company has not introduced Stock Option Scheme)
3. Recognition or Awards : Nil
4. Job profile and his suitability : (a) His responsibility will include overall co-ordination and control of the operations of the company including projects.
(b) He has been associated with the Company since 01-04-1987 and is conversant with all the intricacies of manufacture and sale of the products of the company.
5. Remuneration Proposed : As mentioned in the notice. The same remuneration was earlier approved by the Remuneration Committee and the Board of Directors at their meetings held on 09-11-2011.
6. Comparative remuneration profile with respect to industry, size of the Company, profile of the position and person (in case of expatriates, the relevant details would be with reference to the country of his origin) : The remuneration proposed is comparable in the industry and commensurate with the responsibility envisaged under the post of Whole-time Director
7. Pecuniary Relationship : Nil

III. Other Information:

1. Reason for Loss or inadequacy : The resolution is primarily to address in case there is inadequacy of profits due to input cost increases which could not be adequately compensated.
2. Steps taken or proposed to be taken for improvement : As mentioned, it is an enabling resolution. The Company would take all steps to protect the profit margins which would include increased capacity utilisation, negotiating with the customers for price revision etc. when need arises to maximise profits and reduce the losses.
3. Expected increase in productivity and profit in measurable terms. : Barring unforeseen circumstances, a growth of around 7.5% in profit before tax is anticipated.

IV. Disclosure:

1. Remuneration Package : As given in the Explanatory Statement
2. Details to be furnished in the Corporate Governance Section : Furnished in the Corporate Governance Section.

Item No.7:

In view of the greater involvement and the valuable contributions rendered by the Non-Executive Directors of the Company, it is thought appropriate to remunerate them.

As per the provisions of Section 309 of the Companies Act, 1956, 1% of the net profits of the Company computed as per the provisions of section 198 of the Companies Act, 1956 could be paid to them. Accordingly a special resolution is placed before the members for their consideration and approval as the previous approval obtained from the share-holders was valid only upto 31st March 2012.

Mr. N. Venkataramani, Dr. R. Mahadevan, Mr. A. B. Avery, Mr. P. M. Venkatasubramanian, Mr. Krishna Srinivasan and Mr. R. Vijayaraghavan being Non Executive Directors are interested in the resolution to the extent of the commission that would become payable to them.

**Details of directors seeking re-appointment at the Annual General Meeting
(In pursuance to clause 49 of the Listing Agreement)**

Name	Mr.N.P.Mani	Mr.A.B.Avery	Mr.P.M.Venkatasubramanian
Date of Birth	22-08-1937	10-03-1928	21-02-1939
Date of appointment	01-11-2006	01-08-1975	29-12-2005
Qualifications	DMET (Ministry of Transport)	Certified Public Accountant.	Post Graduate in Commerce and fellow member of the Insurance Institute of India, Mumbai.
Expertise in specific functional areas	Over-all co-ordination and control of the operations of the company including projects.	Former Chairman of Automotive Components Limited and has vast experience in the automobile and ancillary industries.	Former Managing Director of General Insurance Corporation of India and has diversified experience in areas of Insurance, Finance and Human Resources.
Directorships in other Companies	BBL Daido Private Limited T.Stanes & Company Limited	Nil	Royal Sundaram Alliance Insurance Company limited IP Rings Limited IndBank Merchant Banking Services Limited INXS Technologies Limited T.Stanes & Company Limited
Member of Committees of the Board of Companies of which he is a Director	T.Stanes & Company Limited – Member, Audit Committee	Nil	Royal Sundaram Alliance Insurance Company Limited – Risk Management Committee – Chairman Investment Committee – Chairman Audit Committee – Member IP Rings Limited Audit Committee – Chairman Remuneration Committee – Chairman IndBank Merchant Banking Services Limited Audit Committee - Member INXS Technologies Limited Audit Committee – Chairman Remuneration Committee – Member Technology Committee – Member T.Stanes & Company Limited Audit Committee – Chairman
No. of shares held in the Company	Nil	Nil	Nil

BIMETAL BEARINGS LIMITED

REPORT OF DIRECTORS

Your Directors have pleasure in presenting the **Fifty First Annual Report** covering the operations for the year ended **31st March 2012** together with the accounts and Auditors' Report thereon.

FINANCIAL RESULTS:

	Year Ended 31-03-2012 (Rs. in Lacs)	Year ended 31-03-2011 (Rs. in Lacs)
Net Revenue	17529.50	14896.32
Profit before Interest, Depreciation and Taxation	2334.07	1827.54
Less : Interest	48.66	51.53
Depreciation	405.73	403.17
Profit before Tax	1879.68	1372.84
Less : Taxation (including Deferred Tax)	594.63	458.90
Profit after Tax	1285.05	913.94
Add : Balance brought forward from previous year	216.65	192.16
Profit available for appropriation	1501.70	1106.10
Less : Transfer to :		
Proposed Dividend	420.75	420.75
Dividend Tax	66.64	68.70
General Reserve	750.00	400.00
Balance Carried to Balance Sheet	264.31	216.65

OPERATIONS:

The revenue for the year under review increased from Rs.148.96 Crores to Rs.175.29 Crores recording a growth of around 17.7% which could be achieved by the Company taking advantage of the demand situation prevailing in Original Equipment and Export Segments of the market. The Profit before Tax of Rs.18.70 Crores is a record for the Company and could be achieved despite volatility of prices of non-ferrous metals, high power cost and limitations in recovering such cost increases. The Company is striving to maintain the profitability of operations through capacity augmentation and with new business from major entrants in the LCV and HCV Segments. Technology upgradation, automation to further improve reliability and rationalization of product range are receiving greater emphasis.

DIVIDEND:

Your Directors recommend a Dividend of Rs.11/- per share, (Previous Year: Rs.8/- per share + Rs.3/- per share as Golden Jubilee year dividend) on the Paid-up capital for the year ended 31-03-2012.

DIRECTORS' RESPONSIBILITY STATEMENT:

Statement under Section 217(2AA) of the Companies Act, 1956:

- (a) The applicable accounting standards had been followed with no material departure.
- (b) The Accounting policies that have been selected have been applied consistently and the judgements and estimates based on them are prudent and reasonable to give a true and fair view of the state of the affairs of the company as on 31-03-2012 and of the profit for the year ended on that date.
- (c) Proper and sufficient care have been taken for maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities.
- (d) The Accounts have been prepared on a going concern basis.

CORPORATE GOVERNANCE:

The matters relating to Corporate Governance as per the Listing Agreement are given in the Annexure forming part of this Report.

CODE OF CONDUCT:

The Company has adopted a code of conduct for the Board of Directors and senior management of the Company and all of them have affirmed compliance of the same.

CEO / CFO CERTIFICATION:

As contemplated under Clause 49 of the Listing Agreement, the certificate from Mr. A. Krishnamoorthy, the Chief Executive Officer, and Mr. N. Venkatarman, Chief Financial Officer was placed before the Board of Directors at their meeting held on 30-05-2012 and taken on record.

DISCLOSURE OF PARTICULARS:

The information required under Section 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of Directors), Rules 1988 is given in the Annexure forming part of this Report.

DIRECTORS:

Mr. A.B.Avery and Mr. P.M.Venkatasubramanian, Directors are retiring at the ensuing Annual General Meeting and being eligible, offer themselves for re-appointment.

AUDITORS:

M/s.Price Waterhouse, Chennai the retiring Auditors are eligible for re-appointment. The Audit Committee had recommended to the Board for their re-appointment.

ACKNOWLEDGEMENT:

Your Directors wish to place on record the good performance of employees at all levels as also the excellent support given by the Company's Bankers and Depositors. The Company also wishes to acknowledge the technical support extended by Daido Metal Company Limited, Japan.

Chennai
30th May 2012

For and on behalf of the Board

A. Krishnamoorthy
Chairman & Managing Director

MANAGEMENT DISCUSSION AND ANALYSIS

INDUSTRY STRUCTURE AND DEVELOPMENT:

India continues to be a major hub for the manufacturing of four wheelers and naturally the auto component industry continues to witness a good growth in the recent years. Moreover, when the multi-nationals enter the market, they also bring newer technologies and concepts and make the existing component supplier to improve their technology quotient and adhere strictly to global norms and practices. The traditional methods adopted in various activities have been replaced by system generated approach and quality supplies on a timely basis have become a necessity. Stiff competition prevails at all levels in prices resulting in making the companies to look cost inwards. The intermediate products continue to contribute to improve market off-take.

OPPORTUNITIES AND THREATS:

While your Company is positioning itself to meet the quality parameters of products for new generation of vehicles conforming to Euro norms and to meet the specific requirements of OEMs be it domestic or overseas. This apart, Company will address the problems that can arise in respect of entry of global players, raising of fuel prices, electricity charges, higher interest regime prevailing, increase in prices of raw materials and services to the extent that could not be absorbed by price adjustment due to price sensitivity of the market.

OUTLOOK:

The outlook for the year appears to be good as the domestic and the global markets are giving indications for a reasonable growth in terms of volumes and in all segments of the market. However there is certainly a negative sentiment on the market with key segments like HCV and passenger cars showing signs of negative growth.

INTERNAL CONTROL SYSTEM:

The Company maintains adequate internal control systems and the internal audit is handled by a reputed audit firm i.e. M/s. Fraser & Ross, Chartered Accountants.

FINANCIAL PERFORMANCE:

With the overall measures taken by the Company, the management of the working capital and the long term usage of the funds had been very satisfactory. With support coming from the company's treasury operations and planned capital expenditure, the company's financial performance and vis-a-vis financial position would be satisfactory.

HUMAN RESOURCES AND INDUSTRIAL RELATIONS:

During the year under review, the industrial relations in the company were cordial. The company's resource base in terms of personnel at all levels is fully engaged towards higher productivity and active participation in quality upgradation movements. The average number of employees of the company was 472 during the year.

BIMETAL BEARINGS LIMITED

Annexure to Directors' Report – Report on Corporate Governance

01) Company's Philosophy on code of governance :

With the aim of strengthening corporate governance the Board of Directors would continue:

- To strive towards enhancement of shareholder value through prudent business management, sound business decisions and high standards of ethics with attendant transparency.
- To achieve excellence in Corporate Governance by complying in all respects with the mandatory guidelines in this regard and also regularly reviewing management systems for further improvement.

02) Board of Directors :

(a) The Board consisted of the following Directors as on 31-03-2012:

Executive Directors:

Mr.A.Krishnamoorthy : Chairman & Managing Director
Mr.N.P.Mani : Whole-time Director

Non-Executive Directors:

Mr.N.Venkataramani
Dr.R.Mahadevan

Independent Directors

Mr.A.B.Avery
Mr.P.M.Venkatasubramanian
Mr.Krishna Srinivasan
Mr.R. Vijayaraghavan

(b) The Board met 5 (five) times during the year i.e., on May 14, 2011, June 20, 2011, August 12, 2011, November 9, 2011 and February 13, 2012.

(c) The attendance by the Directors at Board Meetings and last Annual General Meeting:

Name of the Director	Board Meeting	Annual General Meeting
Mr.A.Krishnamoorthy	5	Attended
Mr.N.P.Mani	5	Attended
Mr.N.Venkataramani	5	Attended
Mr.A.B.Avery	Nil	Attended
Dr.R.Mahadevan	4	Attended
Mr.P.M.Venkatasubramanian	5	Attended
Mr.Krishna Srinivasan	4	Attended
Mr.R. Vijayaraghavan	5	Attended

The time gap between two Board Meetings did not exceed 4 months. The last Annual General Meeting was held on 27-07-2011.

(d) Directors' membership as on 31-03-2012 in the Board or Committees thereof (excluding foreign companies):

Name of the Director	Other Boards	Other Board Committees
Mr.A.Krishnamoorthy	13	5 (of which 3 as Chairman)
Mr.N.P.Mani	2	1
Mr.N.Venkataramani	15	6 (of which 1 as Chairman)
Mr.A.B.Avery	None	None
Dr.R.Mahadevan	8	4 (of which 1 as Chairman)
Mr.P.M.Venkatasubramanian	5	10 (of which 6 as Chairman)
Mr.Krishna Srinivasan	None	None
Mr.R. Vijayaraghavan	4	2

03) Audit Committee:

During the year ended March 31, 2012 the Audit Committee met 5 times i.e. on May 14, 2011, June 20, 2011, August 12, 2011, November 09, 2011 and February 13, 2012 under the Chairmanship of Mr.P.M.Venkatasubramanian. Mr.K.Vidhya Shankar, Deputy General Manager (Costing) & Company Secretary is the Secretary of the Audit Committee.

The composition of the committee and the attendance of its members is given below:

Name of the Director	No. of Audit Committee Meetings attended
Mr. P. M. Venkatasubramanian	5
Mr. N. Venkataramani	5
Mr. Krishna Srinivasan	4
Mr. R. Vijayaraghavan	5

04) Remuneration Committee:

During the year ended March 31, 2012 the Remuneration Committee met two times i.e. on June 20, 2011 and November 9, 2011 under the Chairmanship of Mr.P.M.Venkatasubramanian. The scope of the Committee is to decide the remuneration payable to Executive and Non-Executive Directors apart from any reference made to it by the Board of Directors. The composition of the committee and the attendance of its members is given below:

Name of the Director	No. of Remuneration Committee Meetings attended
Mr. P. M. Venkatasubramanian	2
Mr. Krishna Srinivasan	2
Mr. R. Vijayaraghavan	2
Mr. A. B. Avery	Nil

The details of the remuneration / Compensation paid / payable to Executive and Non-Executive Directors for the year ended 31-03-2012 are given below :

Name of the Director		No. of shares held	Amount (Rs.)
Mr. A.Krishnamoorthy (Chairman & Managing Director) :		50	
Fixed Component			
Salary			42,00,000/-
Contribution to Provident & Other Funds / Other Benefits			29,29,493/-
Variable Component – Performance based Commission			1,04,68,401/-
Sub – Total (a)		50	1,75,97,894/-
The Company has entered into a service agreement with Mr. A. Krishnamoorthy, Chairman & Managing Director for a period of 5 years effective 01-04-2010 terminable by either party by giving three calendar months' notice in writing. No severance fee is payable upon termination. He has been re-appointed for a further period of 5 years with the approval of the members.			
Mr.N.P.Mani (Whole-time Director) :		Nil	
Fixed Component			
Salary			12,00,000/-
Contribution to Provident & Other Funds / Other Benefits			14,15,571/-
Variable Component – Performance Bonus.			10,00,000/-
Sub – Total (b)		-	36,15,571/-
The Company has entered into a service agreement with Mr.N.P.Mani, Whole-time Director for a period of 1 year effective 01-11-2011 terminable by either party by giving three calendar months' notice in writing. No severance fee is payable upon termination.			
Remuneration paid to Non-Executive Directors :	Sitting Fees		Commission
Mr.N.Venkataramani	55,000/-	150	8,19,946/-
Mr.A.B.Avery	-	-	-
Dr.R.Mahadevan	20,000/-	-	2,73,800/-
Mr.P.M.Venkatasubramanian	60,000/-	-	4,80,000/-
Mr.Krishna Srinivasan	50,000/-	-	2,73,800/-
Mr.R.Vijayaraghavan	60,000/-	-	2,73,800/-
Sub-Total (c)	2,45,000/-	150	21,21,346/-
Grand Total (a+b+c)		200	2,33,34,811/-
The basis of payment of sitting fees to Non-Executive Directors would depend on the number of meetings attended. There has been no material pecuniary relationship other than as shown above between the Company and the Non-Executive Directors during the year.			

The Company has not introduced stock option scheme.

05) Shareholders Committee:

The Share Transfer and Shareholders / Investors Grievance Committee is functioning under the chairmanship of Mr.N.Venkataramani, Director alongwith Mr.A.Krishnamoorthy, Chairman & Managing Director and Mr.N.P.Mani, Whole-time Director as members of this Committee. Mr.K.Vidhya Shankar, DGM [Costing] & Company Secretary is the Compliance Officer of the Company in matters relating to shareholders, Stock Exchanges, SEBI and other related regulatory matters. During the year 9 complaints / request letters were received from shareholders all of which were satisfactorily disposed off.

No Complaint was pending on 31-03-2012. As on that date there were no pending share transfers.

06) General Body Meetings:

(a) Details of location and time where last three Annual General Meetings were held :

Year	Location	Date and Time
48th AGM – 2009	New Woodlands Hotel, Chennai	July 20, 2009 – 10.00 a.m.
49th AGM – 2010	New Woodlands Hotel, Chennai	July 23, 2010 – 10.15 a.m.
50th AGM – 2011	New Woodlands Hotel, Chennai	July 27, 2011 – 10.00 a.m.

(b) No special resolutions were passed in the last three Annual General Meetings held by the Company.

(c) There has been no use of postal ballots so far.

07) Disclosures:

(1) There have been no materially significant related party transactions with the company's promoters, directors, the management, its subsidiaries or relatives which may have potential conflict with the interest of the company at large. The details of related party transactions as stated in Note No. 39 of notes to Accounts have been reviewed by the Audit Committee.

(2) There has been no instances of non-compliance by the Company on any matters related to the capital markets, nor have any penalty/ strictures been imposed on the Company by the stock exchanges or SEBI or any other statutory authority on such matters. The Company has complied with all mandatory requirements prescribed under Clause 49 of the Listing Agreement. The Company has also complied with a few non-mandatory requirements.

(3) Mr.A.Krishnamoorthy, Chairman & Managing Director and Mr.N.Venkataramani, Director are related to each other.

08) Means of Communication:

(a) The company had mailed the half-yearly results to all the shareholders for the half-year ended 30-09-2011.

(b) Quarterly results are normally published in "The Economic Times" (English) and "Dinamalar" (Tamil). They are also available in the company's website www.bimite.co.in

(c) The Management Discussion and Analysis Report is a part of the Annual Report

09) GENERAL SHAREHOLDER INFORMATION:

(a) Financial Calendar:

Financial Year : 1st April to 31st March

Annual General Meeting	Date : 23-07-2012 Time : 10.30 a.m. Venue : Naradha Gana Sabha, T.T.K. Road, Alwarpet Chennai 600 018
Unaudited results for the Quarter ending June 30, 2012	On or before 14th August 2012
Unaudited results for the Quarter / Half Year ending September 30, 2012	On or before 14th November 2012
Unaudited results for the Quarter ending December 31, 2012	On or before 14th February 2013
Audited Results for the year ending March 31, 2013.	During the month of May / June 2013

(b) Others:

Date of Book Closure	20-07-2012 to 23-07-2012
Dividend Payment date	From 08-08-2012
Listing on Stock Exchanges	The Bombay Stock Exchange Limited, Mumbai and The Madras Stock Exchange Limited, Chennai National Stock Exchange Limited, Mumbai (Permitted to Trade Category)
Stock code	MSE – BIMET BEAR / BSE – 505681

(c) Market price data of the Company's shares in the Stock Exchanges :

Month	The Bombay Stock Exchange Limited		National Stock Exchange Limited	
	High (Rs.)	Low (Rs.)	High (Rs.)	Low (Rs.)
April 2011	295.45	251.50	314.95	240.50
May 2011	298.80	265.15	313.95	242.30
June 2011	308.50	266.00	312.50	260.50
July 2011	330.15	304.30	344.00	300.00
August 2011	309.35	257.25	324.00	253.95
September 2011	268.00	246.55	286.90	240.00
October 2011	267.45	244.90	289.00	240.00
November 2011	269.75	247.20	278.95	242.00
December 2011	260.45	230.20	270.00	223.00
January 2012	261.95	230.35	268.00	227.50
February 2012	292.95	259.90	311.00	251.10
March 2012	296.65	273.45	311.00	267.00

There has been no trading of the Company's Shares in the Madras Stock Exchange Limited during the year ended 31-03-2012.

(d) Performance in comparison to broad-based indices :

Month	BSE Indices		Bimetal Share Price (BSE)	
	High	Low	High (Rs.)	Low (Rs.)
April 2011	19811.14	18976.19	295.45	251.50
May 2011	19253.87	17786.13	298.80	265.15
June 2011	18873.39	17314.38	308.50	266.00
July 2011	19131.70	18131.86	330.15	304.30
August 2011	18440.07	15765.53	309.35	257.25
September 2011	17211.80	15801.01	268.00	246.55
October 2011	17908.13	15745.43	267.45	244.90
November 2011	17702.26	15478.69	269.75	247.20
December 2011	17003.71	15135.86	260.45	230.20
January 2012	17258.97	15358.02	261.95	230.35
February 2012	18523.78	17061.55	292.95	259.90
March 2012	18040.69	16920.61	296.65	273.45

(e) Registrars and Share Transfer Agents :

M/s.GNSA Infotech Limited, Chennai are the company's common Registrars and Share Transfer Agents for handling the share transfer work (for shares held in physical and demat form). Their contact address is given below:

GNSA Infotech Limited,
Nelson Chambers, "F"- Block
STA Department, 4th Floor,
No.115, Nelson Manickam Raod,
Aminthakarai, Chennai – 600 029.

Ph.: (044) 4296 2025
E-Mail: sta@gnsaindia.com
Contact Person : Mr.N.Krishnakumar, Director

(f) Share Transfer System :

Share Transfer Committee has directors, officers and representatives of the Share Transfer Agents. In order to ensure speedy attention, a Sub-Committee has been formed to attend to transfers and investors related subject. The Sub-Committee meets once in every 15 working days. Shares of the Company are also processed in the demat form. Secretarial Auditors verify the transactions placed before the Committee.

(g) Distribution of Shareholding :

Category	As on 31-03-2012		As on 31-03-2011	
	Shares Held	% on Capital	Shares Held	% on Capital
Bodies Corporate in the same management	28,63,926	74.87	28,25,676	73.87
Directors	200	0.01	200	0.01
Public Financial Institutions	22,583	0.59	22,583	0.59
Non-Residents	7,912	0.21	9,944	0.26
Other Bodies Corporate	1,40,897	3.68	1,89,247	4.95
Other resident public shareholders	7,89,482	20.64	7,77,350	20.32
TOTAL	38,25,000	100.00	38,25,000	100.00

Number of Shares	No. of Shareholders	Percentage	Total number of shares	Percentage
Upto 1000	6,805	98.83	6,08,229	15.90
1001 – 2000	43	0.62	62,648	1.64
2001 – 3000	13	0.19	31,466	0.82
3001 – 4000	4	0.06	14,851	0.39
4001 – 5000	7	0.10	32,001	0.84
5001 – 10000	5	0.07	44,424	1.16
Above 10000	9	0.13	30,31,381	79.25
TOTAL	6,886	100.00	38,25,000	100.00

(h) Dematerialisation of shares and liquidity:

The Company's shares are already available in the dematerialised form and the ISIN Number allotted to the company is INE469A01019. At present, the Company's shares are to be traded compulsorily in the Demat form only. As on 31-03-2012, out of the total number of 38,25,000 shares, 35,08,664 shares (91.73%) are in dematerialised form.

(i) The company does not have any outstanding GDR's / ADR's / Warrants or any other convertible instruments.

- (j) Plant locations :
- | | | |
|----------------------------|---|--|
| Strip Mill / Powder Plants | : | Huzur Gardens, Sembium, Chennai 600 011 |
| Bearing Plants | : | 371, Marudhamalai Road, Coimbatore 641 041
Hosur-Krishnagiri Road, Hosur East – 635 125 |
| Bushing Plant | : | 5/186, Old Mahabalipuram Road, Oggiyam
Thoraipakkam, Chennai 600 096. |

- (k) Address for Correspondence :

For all matters relating to Shares, Fixed Deposits and Investors' Grievance:

Mr. K. Vidhya Shankar
Deputy General Manager (Costing) & Company Secretary,
Bimetal Bearings Limited
No.18, Race Course Road,
Coimbatore – 641 018
Tel. Nos. : (0422) 222 2228 / 222 0126 / 222 2717
E - Mail : bimateho@vsnl.net & vidhyashankar@bimite.co.in

NON-MANDATORY REQUIREMENTS:

The non-mandatory requirements as detailed in Clause 49 of the Listing Agreement have been complied with to the extent as detailed in the above paragraphs.

**AUDITORS' CERTIFICATE ON COMPLIANCE WITH THE CONDITIONS OF
CORPORATE GOVERNANCE UNDER CLAUSE 49 OF THE LISTING AGREEMENT**

To the members of Bimetal Bearings Limited

We have examined the compliance of the conditions of Corporate Governance by Bimetal Bearings Limited for the year ended March 31, 2012 as stipulated in clause 49 of the Listing Agreements of the said Company with Stock Exchanges in India.

The Compliance of conditions of Corporate Governance is the responsibility of the Company's management. Our examination was carried out in accordance with the guidance note on certification of Corporate Governance [As stipulated in Clause 49 of the Listing Agreement], issued by the Institute of Chartered Accountants of India and was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

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

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

Chennai
May 30, 2012

For Price Waterhouse
Firm Registration Number: 301112E
Chartered Accountants

Pinaki Chowdhury
Partner
Membership Number 057572

ANNEXURE TO THE DIRECTORS' REPORT FOR THE YEAR ENDED 31-03-2012

Statement containing particulars pursuant to the Companies (Disclosure of particulars in the report of the Board of Directors), Rules, 1988.

1. CONSERVATION OF ENERGY :

The Company continues its efforts to improve energy conservation based on recommendations arising out of the Energy Audit.

Total energy consumption and energy consumption per unit of production as prescribed in Form A is given below.

A. POWER AND FUEL CONSUMPTION :

		Current year ended 31-03-2012	Previous year ended 31-03-2011
1. Electricity :			
(a) Purchased			
Unit	KWH	1,05,79,036	94,96,147
Total Amount	Rs.	7,40,16,801	6,65,83,285
Rate / Unit	Rs.	6.997	7.012
(b) Own Generation Through Diesel Generators			
Unit	KWH	43,04,442	51,84,446
Unit per Litre of Diesel Oil	KWH	2.948	3.209
Cost / Unit	Rs.	14.771	12.441

Note: Cost of electricity excludes consumption of power referable to "in-house" manufacture of machinery.

B. CONSUMPTION PER UNIT OF PRODUCTION:

	CURRENT YEAR (1)			PREVIOUS YEAR (2)		
	Thin Walled Bearings, Bushings & Washers	Alloy Powders (for sale)	Bimetallic Strips (for sale)	Thin Walled Bearings, Bushings & Washers	Alloy Powders (for sale)	Bimetallic Strips (for sale)
Products (with details) Standards if any # #	(1)	(2)	(3)	(1)	(2)	(3)
Unit	KWH/No.	KW/MT	KWH/1000 Ft.	KWH/No.	KW/MT	KWH/1000 Ft.
Electricity	0.493	1091	1478	0.515	884	1609

No standards are available for comparison.

Note : The particulars relating to coal, furnace oil are not applicable to the Company.

2. TECHNOLOGY ABSORPTION:

A. Research and Development (R&D)

1. Specific areas in which R&D is carried out by the Company
 - Development and introduction of bearings for new generation of engines and upgraded versions of engines introduced in Indian and International Markets.
 - Support to OEMs on development and testing of Bearings and Bearing materials.
 - Import substitution.
 - Improvements in manufacturing process and materials technology to improve the quality and productivity.

2. Benefits derived as a result of the above R & D :
 - Expansion of the range of products manufactured, reduced imports due to import substitution and improved quality and productivity.
3. Future plan of action :
 - Improvement in manufacturing process and materials technology.
4. Expenditure in R & D :

(a)	Capital	Rs. 94,282/-
(b)	Recurring	Rs. 52,32,073/-
(c)	Total	Rs. 53,26,355/-
(d)	Total R & D expenditure as a percentage of net turnover	0.31%

B. Technology Absorption, Adaptation and Innovation :

The manufacturing process and materials technology for newer materials.

Technology imported during the last FIVE years

- | | | |
|-----|--|------------------|
| (a) | Technology imported | : Not applicable |
| (b) | Year of import | : Not applicable |
| (c) | Has the technology been fully absorbed | : Not applicable |

3. FOREIGN EXCHANGE EARNINGS AND OUTGO :

- | | | |
|----|--|---|
| 1. | Activities relating to exports | } The Company is continuously pursuing new opportunities to further improve market presence |
| 2. | Initiatives taken to increase exports | |
| 3. | Development of new export market for Products & Services ; and | |
| 4. | Export Plan | |

4. TOTAL FOREIGN EXCHANGE USED AND EARNED :

- | | | |
|-----|-------------------------|--------------------------|
| (a) | Foreign Exchange Used | : Refer Note No. 32 & 33 |
| (b) | Foreign Exchange Earned | : Refer Note No. 34 |

Auditors' Report to the Members of Bimetal Bearings Limited

1. We have audited the attached Balance Sheet of Bimetal Bearings Limited (the "Company") as at March 31, 2012, and the related Statement of Profit and Loss and Cash Flow Statement for the year ended on that date annexed thereto, which we have signed under reference to this report. These financial statements are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by Management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003, as amended by the Companies (Auditor's Report) (Amendment) Order, 2004 (together the "Order"), issued by the Central Government of India in terms of sub-section (4A) of Section 227 of 'The Companies Act, 1956' of India (the 'Act') and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
4. Further to our comments in the Annexure referred to in paragraph 3 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 purposes of our audit;
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - (c) The Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - (d) In our opinion, the Balance Sheet, Statement of Profit and Loss 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 Act;
 - (e) On the basis of written representations received from the directors, as on March 31, 2012 and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2012 from being appointed as a director in terms of clause (g) of sub-section (1) of Section 274 of the Act;
 - (f) In our opinion and to the best of our information and according to the explanations given to us, the said financial statements together with the notes thereon and attached thereto give, in the prescribed manner, the information required by the Act, 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 March 31, 2012;
 - (ii) in the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
 - (iii) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Place : Chennai
Date : May 30, 2012

For Price Waterhouse
Firm Registration Number: 301112E
Chartered Accountants
Pinaki Chowdhury
Partner
Membership Number 057572

Annexure to Auditors' Report

(Referred to in paragraph (3) of the Auditors' Report of even date to the members of **Bimetal Bearings Limited** on the financial statements for the year ended March 31, 2012)

1. (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation, of fixed assets.
 - (b) The fixed assets of the Company have been physically verified by the Management during the year and no material discrepancies between the book records and the physical inventory have been noticed. In our opinion, the frequency of verification is reasonable.
 - (c) In our opinion, and according to the information and explanations given to us, a substantial part of fixed assets has not been disposed of by the Company during the year.
2. (a) The inventory (excluding stocks with third parties) has been physically verified by the Management during the year. In respect of inventory lying with third parties, these have been confirmed by them. In our opinion, the frequency of verification is reasonable.
 - (b) In our opinion, the procedures of physical verification of inventory followed by the Management are reasonable and adequate in relation to the size of the Company and the nature of its business.
 - (c) On the basis of our examination of the inventory records, in our opinion, the Company is maintaining proper records of inventory. The discrepancies noticed on physical verification of inventory as compared to book records were not material.
3. (a) The Company has not granted any loans, secured or unsecured, to companies, firms or other parties covered in the register maintained under Section 301 of the Act.
 - (b) The Company has not taken any loans, secured or unsecured from the companies, firms or other parties covered in the register maintained under Section 301 of the Act.
4. In our opinion, and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business for the purchase of inventory and fixed assets and for the sale of goods. Further, on the basis of our examination of the books and records of the Company, and according to the information and explanations given to us, we have neither come across, nor have been informed of, any continuing failure to correct major weaknesses in the aforesaid internal control system.
5. (a) In our opinion, and according to the information and explanations given to us, the particulars of contracts or arrangements referred to in Section 301 of the Act have been entered in the register required to be maintained under that section.
 - (b) In our opinion, and according to the information and explanations given to us, the transactions made in pursuance of such contracts or arrangements and exceeding the value of Rupees Five Lakhs in respect of any party during the year have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time.
6. In our opinion, and according to the information and explanations given to us, the Company has complied with the directives issued by Reserve Bank of India and the provisions of Sections 58A and 58AA or any other relevant provisions of the Act and the 'Companies (Acceptance of Deposits) Rules, 1975' with regard to the deposits accepted from the public. According to the information and explanations given to us, no order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal on the Company in respect of the aforesaid deposits.
7. In our opinion, the Company has an internal audit system commensurate with its size and the nature of its business.
8. We have broadly reviewed the books of account maintained by the Company in respect of products where, pursuant to the rules made by the Central Government of India, the maintenance of cost records has been prescribed under clause (d) of sub-section (1) of Section 209 of the Act, and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the records with a view to determine whether they are accurate or complete.

9. (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is generally regular in depositing the undisputed statutory dues, including provident fund, investor education and protection fund, employees' state insurance, income tax, sales tax, wealth tax, service tax, customs duty, excise duty and other material statutory dues, as applicable, with the appropriate authorities.
- (b) According to the information and explanations given to us and the records of the Company examined by us, the particulars of dues of income tax, sales tax, wealth tax, service tax, customs duty and excise duty as at March 31, 2012 which have not been deposited on account of a dispute, are as follows:

Name of the Statute	Nature of dues	Amount Rs.	Period to which amount relates	Forum where the dispute is pending
Income Tax Act, 1961	Income Tax	13,02,907	Assessment Year 2004-05	Income Tax Appellate Tribunal
Income Tax Act, 1961	Income Tax	19,49,955	Assessment Year 2006-07	CIT(Appeal)
Income Tax Act, 1961	Income Tax	29,95,008	Assessment Year 2007-08	CIT(Appeal)
Income Tax Act, 1961	Income Tax	63,82,595	Assessment Year 2008-09	CIT(Appeal)
Central Sales Tax Act, 1956	Sales Tax	21,97,685	2006-07	Deputy Commissioner (CT)
Central Sales Tax Act, 1956	Sales Tax	2,02,294	1997-98 & 1998-99	Deputy Commissioner (Appeal)
Tamil Nadu General Sales Tax Act, 1959	Sales Tax	6,86,212	1997-98 & 1998-99	Deputy Commissioner(Appeal)

10. The Company has no accumulated losses.
11. According to the records of the Company examined by us and the information and explanation given to us, the Company has not defaulted in repayment of dues to any financial institution or bank or debenture holders as at the Balance Sheet date.
12. The Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
13. The provisions of any special statute applicable to chit fund/ nidhi/ mutual benefit fund/ societies are not applicable to the Company.
14. In our opinion, the Company is not a dealer or trader in shares, securities, debentures and other investments.
15. In our opinion, and according to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions during the year.
16. The Company has not obtained any term loans.
17. On the basis of an overall examination of the balance sheet of the Company, in our opinion, and according to the information and explanations given to us, there are no funds raised on a short-term basis which have been used for long-term investment.
18. The Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under Section 301 of the Act during the year.
19. The Company has not issued any debentures during the year; and does not have any debentures outstanding as at the year end.
20. The Company has not raised any money by public issues during the year.
21. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the Company, noticed or reported during the year, nor have we been informed of any such case by the Management.

For Price Waterhouse
Firm Registration Number: 301112E
Chartered Accountants

Pinaki Chowdhury
Partner
Membership Number 057572

Place : Chennai
Date : May 30, 2012

BIMETAL BEARINGS LIMITED

Balance Sheet

(All amounts are in Indian Rupees, unless otherwise stated)

	Note	31, March 2012	As at 31, March 2011
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share capital	3	3,82,50,000	3,82,50,000
Reserves and surplus	4	130,18,11,982	122,20,45,690
		<u>134,00,61,982</u>	<u>126,02,95,690</u>
Non-current Liabilities			
Long-term borrowings	5	68,50,000	1,03,50,000
Deferred tax liabilities (Net)	6	3,68,63,000	3,79,00,000
		<u>4,37,13,000</u>	<u>4,82,50,000</u>
Current Liabilities			
Trade payables	7	10,21,33,922	7,76,36,284
Other current liabilities	8	9,71,42,826	7,83,00,074
Short-term provisions	9	7,33,87,772	7,20,03,160
		<u>27,26,64,520</u>	<u>22,79,39,518</u>
TOTAL		<u>165,64,39,502</u>	<u>153,64,85,208</u>
Assets			
Non-current Assets			
Fixed assets			
Tangible assets	10	33,68,18,239	34,38,57,069
Intangible assets	11	53,76,426	78,65,367
Capital work-in-progress		1,09,43,936	55,64,219
Non-current investments	12	12,88,04,257	16,84,40,288
Long-term loans and advances	13	1,19,82,246	86,41,609
Other non-current assets	14	8,64,00,000	6,17,00,000
		<u>58,03,25,104</u>	<u>59,60,68,552</u>
Current Assets			
Current investments	15	2,80,03,927	5,40,56,061
Inventories	16	50,27,16,583	36,19,47,597
Trade receivables	17	40,04,80,033	31,87,00,694
Cash and Bank balances	18	6,03,54,935	4,82,72,129
Short-term loans and advances	19	5,60,65,242	4,73,04,976
Other current assets	20	2,84,93,678	11,01,35,199
		<u>107,61,14,398</u>	<u>94,04,16,656</u>
TOTAL		<u>165,64,39,502</u>	<u>153,64,85,208</u>

The notes are an integral part of these financial statements.

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

For and on behalf of the Board

For Price Waterhouse
Firm Registration Number: 301112E
Chartered Accountants
PINAKI CHOWDHURY
Partner
Membership Number 057572
Chennai
May 30, 2012

A.KRISHNAMOORTHY
Chairman and Managing Director

N.P.MANI
Whole-time Director

K.VIDHYA SHANKAR
Dy. G.M. (Costing) & Company Secretary

N.VENKATARAMANI
Director

P.M.VENKATASUBRAMANIAN
Director

N.VENKATARAMAN
Chief Financial Officer

BIMETAL BEARINGS LIMITED

Statement of Profit and Loss

(All amounts are in Indian Rupees, unless otherwise stated)

	Note	31, March 2012	Year Ended 31, March 2011
Revenue from operations (gross)	24	188,63,03,860	160,26,12,007
Less. Excise Duty		13,33,53,999	11,29,79,620
Revenue from operations (net)		175,29,49,861	148,96,32,387
Other Income	25	5,63,65,333	4,80,03,097
Total		180,93,15,194	153,76,35,484
Expenses:			
Cost of materials consumed	26	91,04,17,663	75,87,80,396
Change in inventories of finished goods work-in-progress and stock-in-Trade	27	(1,48,52,188)	(2,52,79,367)
Purchase of Stock-in-Trade		52,90,524	50,80,756
Employee benefits expense	28	19,54,60,008	18,04,64,599
Finance costs	29	48,65,851	51,52,885
Depreciation and amortisation expense	30	4,05,73,032	4,03,17,263
Other expenses	31	47,95,91,858	43,58,35,326
Total		162,13,46,748	140,03,51,858
Profit before tax		18,79,68,446	13,72,83,626
Tax expense:			
Current tax		6,05,00,000	4,33,00,000
Deferred tax		(10,37,000)	25,90,000
Profit for the Year		12,85,05,446	9,13,93,626
Earnings per equity share:	37		
Basic		33.60	23.89
Diluted		33.60	23.89

The notes are an integral part of these financial statements.

This is the Statement of Profit and Loss referred to in our report of even date.

For and on behalf of the Board

For Price Waterhouse
Firm Registration Number: 301112E
Chartered Accountants
PINAKI CHOWDHURY
Partner
Membership Number 057572
Chennai
May 30, 2012

A.KRISHNAMOORTHY
Chairman and Managing Director

N.P.MANI
Whole-time Director

K.VIDHYA SHANKAR
Dy. G.M. (Costing) & Company Secretary

N.VENKATARAMANI
Director

P.M.VENKATASUBRAMANIAN
Director

N.VENKATARAMAN
Chief Financial Officer

BIMETAL BEARINGS LIMITED

Cash Flow Statement

(All amounts are in Indian Rupees, unless otherwise stated)

	31 March, 2012	Year ended 31 March, 2011
A. Cash Flow from Operating Activities :		
Profit before taxation	18,79,68,446	13,72,83,626
Adjustment for :		
Depreciation and amortization	4,05,73,032	4,03,17,263
Interest expenditure	48,65,851	51,52,885
Interest income	(1,57,26,083)	(1,84,97,596)
Dividend income	(1,01,98,375)	(1,16,41,169)
Loss on sale of tangible assets	7,94,712	7,83,187
Profit on sale of investments (net)	(2,14,924)	(15,60,918)
Bad and doubtful debts written off	55,34,779	17,09,376
Provisions no longer required written back	(17,89,458)	(15,69,816)
Unrealised foreign currency gain	(55,08,909)	(23,07,881)
	<u>1,83,30,625</u>	<u>1,23,85,331</u>
Operating profit before working capital changes	20,62,99,071	14,96,68,957
Adjustments for changes in working capital :		
Increase / (Decrease) in Trade payables	2,64,32,315	3,61,22,073
Increase / (Decrease) in Other current liabilities	1,87,09,509	7,27,350
Increase / (Decrease) in Short term provisions	15,91,129	20,99,419
(Increase) / Decrease in Long term loans and advances	(33,40,637)	(10,44,019)
(Increase) / Decrease in Other non- current assets	75,00,000	(90,00,000)
(Increase) / Decrease in Inventories	(14,07,68,986)	(12,82,57,210)
(Increase) / Decrease in Trade receivables	(8,19,50,428)	(5,08,31,031)
(Increase) / Decrease in Short term loans and advances	57,61,618	(2,35,25,068)
(Increase) / Decrease in Other current assets	84,40,972	(49,73,786)
	<u>(15,76,24,508)</u>	<u>(17,86,82,272)</u>
Cash from / (used in) operations	4,86,74,563	(2,90,13,315)
Taxes paid	(7,50,66,937)	(3,90,06,740)
Net cash used in operating activities	(2,63,92,374)	(6,80,20,055)
B. Cash Flow from Investing Activities		
Purchase of tangible assets	(4,03,09,765)	(4,49,03,018)
Sale of tangible assets	30,90,075	6,86,103
Investment in inter-corporate deposits	(5,32,00,000)	(3,85,00,000)
Maturity of inter-corporate deposits	9,31,00,000	3,97,00,000
Purchase of investments	(10,75,39,885)	(10,85,95,853)
Sale of investments	17,34,42,974	17,86,68,611
Investment in fixed deposits with Banks with maturity period of more than 3 months	(15,00,000)	(1,75,00,000)
Maturity of fixed deposits with Banks with maturity period of more than 3 months	1,75,00,000	4,45,00,000
Interest received	1,67,72,972	1,81,25,355
Dividend received	1,02,52,034	1,21,71,503
Net Cash from Investing Activities	11,16,08,405	8,43,52,701

BIMETAL BEARINGS LIMITED

Cash Flow Statement – (Contd.)

(All amounts are in Indian Rupees, unless otherwise stated)

	31 March, 2012	Year ended 31 March, 2011
C. Cash from Financing Activities		
Availment of unsecured loans	3,00,00,000	–
Repayment of long-term borrowings	(35,00,000)	(25,50,000)
Repayment of unsecured loans	(3,00,00,000)	–
Repayment of short-term borrowings	(44,50,000)	(29,00,000)
Renewal of short-term borrowings	44,50,000	24,00,000
Interest paid	(48,65,851)	(51,52,885)
Dividend paid	(4,20,75,000)	(3,06,00,000)
Dividend distribution tax paid	(68,25,617)	(50,82,278)
Net Cash used in Financing Activities	(5,72,66,468)	(4,38,85,163)
Net Increase/(Decrease) in Cash and Cash Equivalents (A+B+C)	2,79,49,563	(2,75,52,517)
Cash and Cash Equivalents at the beginning of the year	2,86,78,701	5,62,31,218
Cash and Cash Equivalents at the end of the year	5,66,28,264	2,86,78,701
Cash and cash equivalents comprise of:		
Cash on hand	1,24,963	1,26,003
Cheques on hand	12,86,633	8,45,861
Balances with banks in current accounts	4,92,16,668	2,77,06,837
Balances with banks in deposit accounts original maturity of less than 3 months	60,00,000	–
Total	5,66,28,264	2,86,78,701

This is the Cash Flow Statement referred to in our report of even date

For and on behalf of the Board

For Price Waterhouse
Firm Registration Number: 301112E
Chartered Accountants
PINA KI CHOWDHURY
Partner
Membership Number 057572
Chennai
May 30, 2012

A.KRISHNAMOORTHY
Chairman and Managing Director

N.P.MANI
Whole-time Director

K.VIDHYA SHANKAR
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N.VENKATARAMANI
Director

P.M.VENKATASUBRAMANIAN
Director

N.VENKATARAMAN
Chief Financial Officer

BIMETAL BEARINGS LIMITED

Notes to the financial statements

1. General Information

Bimetal Bearings Limited ("The Company" or "BBL") is manufacturing Engine Bearings, Bushings, Thrust Washers, Alloy Powder and Bimetallic Strips. The Company has manufacturing plants at Coimbatore, Hosur, Sembium (Chennai) and Thoraipakkam. The Company is a public limited company and its shares are listed in Bombay Stock Exchange Limited and Madras Stock Exchange Limited.

2. Summary of significant accounting policies

2.1 Basis of preparation of Financial Statements

The financial statements are prepared under historical cost convention on accrual basis, except so far as they relate to revaluation of Plant and Machinery, Equipment etc., This financial statement has been prepared to comply with all material aspects the accounting standards had notified under Section 211(3C) and Companies (Accounting Standards) Rules, 2006 and other relevant provisions of the Companies Act, 1956.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule VI to the Companies Act, 1956. Based on the nature of operations, the Company has ascertained its operating cycle as 12 months for the purpose of current / non current classification of assets and liabilities.

2.2 Use of Estimates

The preparation of financial statements in conformity with the generally accepted accounting principles requires the management to make estimates and assumptions that affect the reported amount of assets, liabilities, revenue and expenses and disclosure of contingent liabilities as of the date of the financial statements. The estimates and assumptions used in the accompanying financial statements are based upon the management's evaluations of the relevant facts and circumstances as of the date of the financial statements. Actual results could differ from these estimates.

2.3 Tangible Assets

The revalued Plant and Machinery, Equipment etc. are stated at their respective replacement values after considering depreciation upto the date of revaluation. All other tangible assets are stated at cost. Cost includes related taxes, duties, freight etc. and interest on borrowed funds attributable to acquisition / construction of qualifying fixed assets and is net of Cenvat and VAT credits.

Depreciation on Tangible assets (other than revalued assets which have been fully depreciated) is provided on straight line method over the useful life of the asset or at the rates specified in Schedule XIV to the Companies Act, 1956, whichever is higher. Depreciation on additions is restricted to the period of use and no depreciation is provided in the year of sale. Assets costing individually upto Rs.5,000/- are fully depreciated in the year of purchase.

2.4 Intangible Assets

Intangible assets are stated at actual cost less accumulated amortisation and accumulated impairment losses, if any. Intangible asset (technical know how) is amortised on a straight line basis over a period of 5 years.

2.5 Impairment

Consideration is given at each Balance Sheet date to determine whether there is any modification or impairment of the carrying amount of the fixed assets. If any condition exists, an asset's recoverable amount is estimated. An impairment loss is recognised whenever the carrying amount of any asset exceeds the recoverable amount.

2.6 Investments

Investments that are readily realisable and are intended to be held for not more than one year from the date, on which such investments are made, are classified as current investments. All other investments are classified as long term investments. Current investments are carried at cost or fair value, whichever is lower. Long-term investments are carried at cost. However, provision for diminution is made to recognise a decline, other than temporary, in the value of the investments, such reduction being determined and made for each investment individually.

BIMETAL BEARINGS LIMITED

Notes to the financial statements

2.7 Inventories

Inventories are valued at cost or net realisable value, whichever is low. Cost is determined using weighted average method. Cost includes cost of purchase excluding credits availed under Cenvat and VAT scheme, cost of conversion and other costs incurred in bringing the inventories to their present location and condition. Provision is made for slow moving and obsolete items of inventories.

2.8 Revenue Recognition

Revenue from sale of goods is recognised when substantial risk and rewards are transferred to the buyer.

Dividend income is recognised when right to receive dividend is established. Interest income is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.

Income from duty drawback is recognised on accrual basis.

2.9 Foreign Currency Transactions

Foreign Currency transactions are recorded at the exchange rates prevailing on the date of the transactions. At the year end all monetary assets and liabilities denominated in foreign currency are restated at the closing exchange rate. Exchange differences arising out of actual payments / realisations and from the year end restatement are recognised in the statement of profit and loss.

2.10 Employee Benefits

Short term:

Short term employee benefits represent compensated absences which are expected to be availed or encashed within 12 months from the end of the year and are recognised as expense as per the Company's Scheme based on expected obligation.

Post Retirement :

Post Retirement Benefits comprise of Provident Fund, Gratuity and Superannuation fund which are accounted as follows:

(i) Provident Fund:

This is a defined contribution plan. Contributions made towards Provident Fund, in accordance with applicable rules/statutes, is charged to revenue. The Company has no further obligations for future provident fund benefits other than the contributions made to the fund.

(ii) Gratuity

This is a defined benefit plan. Contributions are made to the fund administered by Life Insurance Corporation of India (LIC). Gratuity liability is charged to the statement of Profit and Loss based on actuarial valuation using Projected Unit Credit Method. Actuarial gains/losses comprising of experience adjustments and the effects of changes in actuarial assumptions are recognised immediately in the Statement of Profit and Loss in the year in which they arise.

(iii) Superannuation

This is a defined contribution plan. Contributions in accordance with the company's scheme are made to the fund administered by LIC and charged to Statement of Profit and Loss. The Company has no further obligations for future superannuation fund benefits other than the contributions made to the fund.

Termination benefits:

Termination benefits represent compensation towards Voluntary Retirement Scheme which is expensed as incurred.

Long term:

Long Term employee benefits represent compensated absences which are expected to be availed or encashed beyond 12 months from the end of the year and are provided based on actuarial valuation using Projected Unit Credit Method. Actuarial gain/losses are recognised in the Statement of Profit and Loss.

BIMETAL BEARINGS LIMITED

Notes to the financial statements

2.11 Current and Deferred Tax

Tax expense for the year, comprising current tax and deferred tax, are included in the determination of the net profit or loss for the period. Current tax is measured at the amount expected to be paid to the tax authorities in accordance with the taxation laws prevailing in the respective jurisdictions.

Deferred tax is recognised for all the timing differences, subject to the consideration of prudence in respect of deferred tax assets. Deferred tax assets are recognised and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date. At each Balance Sheet date, the Company reassesses unrecognised deferred tax assets, if any.

Current tax assets and current tax liabilities are offset when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle the asset and the liability on a net basis. Deferred tax assets and deferred tax liabilities are offset when there is a legally enforceable right to set off assets against liabilities representing current tax and where the deferred tax assets and the deferred tax liabilities relate to taxes on income levied by the same governing taxation laws.

2.12 Earnings per share

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Earnings considered in ascertaining the Company's earnings per share is the net profit for the period attributable to equity shareholders.

The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares, that have changed the number of equity shares outstanding, without a corresponding change in resources.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

2.13 Provision and Contingent liabilities

Provisions are recognised when there is a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance sheet date and are not discounted to its present value.

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non occurrence of one or more uncertain future events not wholly within the control of the company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made, is termed as a contingent liability.

2.14 Cash and Cash Equivalents

In the cash flow statement, cash and cash equivalents includes cash and cheques in hand, demand deposits with banks, other short-term highly liquid investments with original maturities of three months or less.

BIMETAL BEARINGS LIMITED

Notes to the financial statements

(All amounts are in Indian Rupees, unless otherwise stated)

3. SHARE CAPITAL	As at	
	31, March 2012	31, March 2011
Authorised:		
62,50,000 (Previous Year: 62,50,000) Equity Shares of Rs.10/- each	6,25,00,000	6,25,00,000
1,25,000 (Previous Year: 1,25,000) Redeemable Cumulative Preference Shares of Rs.100/- each	1,25,00,000	1,25,00,000
Issued:		
38,25,000 (Previous Year: 38,25,000) Equity Shares of Rs.10/- each	3,82,50,000	3,82,50,000
Subscribed and Paid up:		
38,25,000 (Previous Year: 38,25,000) Equity Shares of Rs.10/- each (fully paid)	3,82,50,000	3,82,50,000
(a) Reconciliation of number of shares		
Number of Shares at the beginning of the Year	38,25,000	38,25,000
Number of Shares at the end of the Year	38,25,000	38,25,000
(b) Rights, Preferences and Restrictions attached to shares		
The company has one class of Equity Shares having a face value of Rs.10/- per share. Each share holders is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholder in the ensuing Annual General Meeting, except in case of interim dividend.		
	As at	
	31, March 2012	31, March 2011
(c) Shares held by holding Company and subsidiaries of ultimate holding company		
9,69,000 Equity shares (Previous Year: 9,69,000) Amalgamations Private Limited, the ultimate holding company	96,90,000	96,90,000
12,72,348 Equity shares (Previous Year: 12,72,348) India Pistons Limited, step down subsidiary of Amalgamations Private Limited	1,27,23,480	1,27,23,480
6,04,063 Equity shares (Previous Year: 5,65,813) Simpson & Co. Ltd , a subsidiary of Amalgamations Private Limited	60,40,630	56,58,130
2,040 Equity shares (Previous Year: 2,040) Associated Printers (Madras) (P) Limited, subsidiary of Amalgamations Private Limited	20,400	20,400
3,975 Equity shares (Previous Year: 3,975) Higginbothams Private Limited, a subsidiary of Amalgamations Private Limited	39,750	39,750
12,500 Equity shares (Previous Year: 12,500) Sri Ramvilas Service Limited, a step down subsidiary of Amalgamations Private Limited	1,25,000	1,25,000
	<u>2,86,39,260</u>	<u>2,82,56,760</u>
(d) Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company		
Equity Shares:		
Amalgamations Private Limited	9,69,000 (25%)	9,69,000 (25%)
India Pistons Limited	12,72,348 (33%)	12,72,348 (33%)
Simpson & Co Limited	6,04,063 (16%)	5,65,813 (15%)

BIMETAL BEARINGS LIMITED

Notes to the financial statements

(All amounts are in Indian Rupees, unless otherwise stated)

	As at	
	31, March 2012	31, March 2011
4 Reserves and Surplus		
Capital Reserve		
Balance as at the beginning of the year	3,81,147	3,81,147
Balance as at the end of the year	<u>3,81,147</u>	<u>3,81,147</u>
General Reserve		
Balance as at the beginning of the year	120,00,00,000	116,00,00,000
Add. Transferred from Statement of Profit and Loss	7,50,00,000	4,00,00,000
Balance as at the end of the year	<u>127,50,00,000</u>	<u>120,00,00,000</u>
Surplus in Statement of Profit and Loss		
Balance as at the beginning of the year	2,16,64,543	1,92,15,857
Profit for the year	12,85,05,446	9,13,93,626
Less. Appropriations		
Proposed Dividend on equity shares for the year	4,20,75,000	4,20,75,000
Dividend distribution tax on Proposed dividend on equity shares	66,64,154	68,69,940
Transferred to general reserve	7,50,00,000	4,00,00,000
Balance as at the end of the year	<u>2,64,30,835</u>	<u>2,16,64,543</u>
Total	<u>130,18,11,982</u>	<u>122,20,45,690</u>
5 Long-term borrowings (Unsecured)		
Fixed Deposits [Refer note (a) and (b) below]	68,50,000	1,03,50,000
	<u>68,50,000</u>	<u>1,03,50,000</u>
(a) Fixed Deposits include Fixed Deposits held by the Chairman and Managing Director	42,50,000	56,50,000
(b) Fixed Deposits are repayable as under (i.e. 3 years from the date of issue)		
During 2013-14 : Rs. 24,00,000		
During 2014-15 : Rs. 44,50,000		
6 Deferred Tax Liabilities (Net)		
<i>Deferred Tax liabilities</i>		
Depreciation	3,85,12,000	3,95,70,000
<i>Deferred Tax assets</i>		
Expenses allowable in tax in future years	16,49,000	16,70,000
	<u>3,68,63,000</u>	<u>3,79,00,000</u>

Deferred Tax assets and Deferred Tax liabilities have been offset as they relate to the same governing taxation laws.

BIMETAL BEARINGS LIMITED

Notes to the financial statements

(All amounts are in Indian Rupees, unless otherwise stated)

	As at	
	31, March 2012	31, March 2011
7. Trade Payables		
Sundry creditors (Refer note below)	10,21,33,922	7,76,36,284
	<u>10,21,33,922</u>	<u>7,76,36,284</u>
Note:		
The Company has certain dues to suppliers registered under Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act). The disclosure pursuant to the said MSMED Act are as follows:		
Total amount outstanding	1,05,35,930	1,46,61,891
Total amount outstanding beyond the appointed date	34,96,001	–
Amount of interest accrued and due on balance outstanding	1,03,401	–
Total amount paid during the year beyond the appointed date	–	–
Amount of interest accrued and due on amount paid during the year beyond the appointed date	–	–
Total interest due but not paid	1,03,401	–
8. Other current Liabilities		
Unpaid dividend [Refer note (a)]	22,26,671	20,93,428
Advances from customers	55,37,632	71,95,204
Current Portion of Long term Borrowings [Refer note (b)]	79,50,000	44,50,000
Employee dues payable	2,82,56,301	1,85,28,046
Statutory dues including Provident Fund and Tax deducted at source	1,64,98,935	1,32,46,604
Other payables	3,66,73,287	3,27,86,792
	<u>9,71,42,826</u>	<u>7,83,00,074</u>
(a) There are no amounts due for payment to the Investor Education and Protection Fund Under Section 205C of The Companies Act, 1956 as at year end.		
(b) Represents public deposits and includes deposits received from Chairman and Managing Director	42,00,000	28,00,000
9. Short term Provisions		
Provision for sales promotion expenses	1,17,25,550	1,16,07,076
Provision for employee benefits	87,22,163	72,54,289
Provision for fringe benefit tax (Previous Year: net of advance FBT of Rs. 73,04,947)	–	45,053
Provision for wealth tax	40,38,390	40,33,610
Proposed dividend on equity shares	4,20,75,000	4,20,75,000
Tax on proposed dividend	68,26,669	69,88,132
	<u>7,33,87,772</u>	<u>7,20,03,160</u>

BIMETAL BEARINGS LIMITED
Notes to the Financial Statements
(All amounts are in Indian Rupees, unless otherwise stated)

10. Tangible Assets

DESCRIPTION	GROSS BLOCK			DEPRECIATION				NET BLOCK		
	Cost as at 01.04.2011	Additions	Deletions	Cost as at 31.03.2012	Upto 01.04.2011	For the year	Withdrawn	Upto 31.03.2012	As at 31.03.2012	As at 31.03.2011
Land	23,48,614	-	-	23,48,614	-	-	-	-	23,48,614	23,48,614
Buildings (Refer Note i)	8,89,83,801	3,84,100	-	8,93,67,901	4,42,39,652	20,97,418	-	4,63,37,070	4,30,30,831	4,47,44,149
Plant and Equipment (Refer Note ii)	94,25,01,565	3,10,31,864	2,84,24,849	94,51,08,580	65,37,50,261	3,47,06,563	2,51,94,162	66,32,62,662	28,18,45,918	28,87,51,304
Furniture and Fixtures	92,85,184	10,74,903	56,176	1,03,03,911	65,93,133	5,22,850	96,426	70,79,557	32,24,354	26,92,051
Vehicles	99,31,572	24,39,181	15,06,229	1,08,64,524	46,10,621	7,57,260	8,71,879	44,96,002	63,68,522	53,20,951
Total	105,30,50,736	3,49,30,048	2,99,87,254	105,79,93,530	70,91,93,667	3,80,84,091	2,61,02,467	72,11,75,291	33,68,18,239	34,38,57,069
Previous year	96,98,44,173	9,28,89,491	96,82,928	105,30,50,736	67,95,78,983	3,78,28,322	82,13,638	70,91,93,667	34,38,57,069	-

11. Intangible Assets

DESCRIPTION	GROSS BLOCK			DEPRECIATION				NET BLOCK		
	Cost as at 01.04.2011	Additions	Deletions	Cost as at 31.03.2012	Upto 01.04.2011	For the year	Withdrawn	Upto 31.03.2012	As at 31.03.2012	As at 31.03.2011
Technical Know-how	2,82,63,936	-	-	2,82,63,936	2,03,98,569	24,88,941	-	2,28,87,510	53,76,426	78,65,367
Total	2,82,63,936	-	-	2,82,63,936	2,03,98,569	24,88,941	-	2,28,87,510	53,76,426	78,65,367
Previous year	2,27,61,689	55,02,247	-	2,82,63,936	1,79,09,628	24,88,941	-	2,03,98,569	78,65,367	-

Notes:

- (i) Cost of Buildings includes
- (a) Rs. 7,45,837 (2011 - Rs 7,11,737) representing cost of HIG and MIG flats at Hosur
- (b) Rs. 23,12,756 (2011 - Rs 23,12,756) representing cost of an apartment
- (c) Rs. 64,63,728 (2011 -Rs 64,63,728) being cost of buildings on leasehold land
- (ii) Plant and Machinery, Equipment etc. were revalued as on March 31, 1991

BIMETAL BEARINGS LIMITED

Notes to the financial statements

(All amounts are in Indian Rupees, unless otherwise stated)

12. Non-Current Investments	Face Value Rs.	As at March 31, 2012		As at March 31, 2011	
I. Trade Investments (Valued at Cost)		Nos.	Rs.	Nos.	Rs.
Investment in equity instruments (Unquoted)					
Amalgamations Repco Limited	10	1,20,750	14,79,900	1,20,750	14,79,900
BBL Daido Private Ltd.	10	20,00,000	2,00,00,500	20,00,000	2,00,00,500
South Asian Financial Exchange Limited	10	20,000	2,00,000	20,000	2,00,000
NTTF Industries Limited	10	25,000	5,00,000	25,000	5,00,000
Arkay Energy (Rameswaram) Limited	10	2,80,000	28,00,000	2,80,000	28,00,000
Adyar Property Holding Company Limited (paid up Rs.65/- per share)	100	55	3,575	55	3,575
II. Others (Valued at Cost)					
(a) Investment in equity instruments (Quoted)					
Aditya Birla Nuvo Limited	10	1,400	3,59,071	1,400	3,59,071
Allahabad Bank	10	2,000	1,39,997	2,000	1,39,997
Andhra Bank	10	3,500	2,05,268	3,500	2,05,268
Ashok Leyland Limited (Bonus 1:1)	1	11,000	45,650	5,500	45,650
Asian Paints (India) Limited	10	700	41,073	700	41,073
Axis Bank Limited	10	400	8,358	400	8,358
Bajaj Auto Finance Ltd	10	584	1,06,961	584	1,06,961
Bajaj Holdings and Investment Limited	10	950	78,001	950	78,001
Bajaj Auto Limited	10	1,900	-	1,900	-
Bajaj Finserve Limited	10	950	-	950	-
Bank of Baroda	10	3,750	7,39,993	3,750	7,39,993
Bank of India	10	1,500	73,162	1,500	73,162
Bank of Maharashtra	10	1,000	26,233	1,000	26,233
Bharat Petroleum Corporation Limited	10	2,138	7,24,728	2,138	7,24,728
Biocon Limited	5	300	47,250	300	47,250
Canfin Homes Ltd	10	200	8,043	200	8,043
Central Bank of India (Right Issue 914 shares)	10	2,438	2,49,590	1,524	1,55,448
Chennai Petroleum Limited	10	700	75,770	700	75,770
Colgate-Palmolive (India) Limited	1	1,400	2,24,078	1,400	2,24,078
Computer Maintenance Corporation (CMC) Limited (Bonus 1:1)	10	800	1,98,730	400	1,98,730
Cummins India Ltd (Bonus 2:5)	2	1,960	1,27,705	1,400	1,27,705
Dena Bank	10	2,000	63,028	2,000	63,028
FAG Bearings (India) Limited	10	600	44,371	600	44,371
G I C Housing Finance Limited	10	2,500	74,763	2,500	74,763
Gas Authority of India Limited	10	1,125	1,19,620	1,125	1,19,620
Glaxo Smithkline Beecham Consumer Health Care Limited	10	1,000	1,17,804	1,000	1,17,804
Grasim Industries Limited	10	300	-	300	-
Ultratech Cement Limited	10	171	-	171	-
Great Eastern Shipping Corporation Limited	10	1,080	34,262	1,080	34,262
Great Offshore Limited	10	270	8,566	270	8,566
HDFC Bank Limited (Split shares Rs.2.00)	2	2,000	14,242	400	14,242
Hindustan Unilever Limited	1	400	44,326	400	44,326
Hindustan Petroleum Corporation Limited	10	1,500	5,03,978	1,500	5,03,978
Housing Development Finance Corporation Limited	2	30,000	7,26,997	30,000	7,26,997
ICICI Bank Limited	10	3,340	8,35,718	3,340	8,35,718
Indian Oil Corporation Limited	10	4,290	10,03,558	4,290	10,03,558
Indian Overseas Bank	10	2,500	64,140	2,500	64,140
Indraprastha Gas Limited	10	500	29,104	500	29,104
Indusind Bank Limited	10	1,500	32,016	1,500	32,016
Balance c/d			3,21,80,129		3,20,85,987

BIMETAL BEARINGS LIMITED

Notes to the financial statements

(All amounts are in Indian Rupees, unless otherwise stated)

II. Others (Valued at Cost)	Face Value	As at March 31, 2012		As at March 31, 2011	
(a) Investment in equity instruments (Quoted) – (Contd.)	Rs.	Nos.	Rs.	Nos.	Rs.
Balance b/f			3,21,80,129		3,20,85,987
Industrial Development Bank of India	10	5,500	2,35,680	5,500	2,35,680
Karnataka Bank Limited	10	1,750	97,744	1,750	97,744
L.I.C.Housing Finance Limited	2	3,750	97,456	3,750	97,456
Madras Stock Exchange Ltd	1	4,55,620	11,99,000	4,55,620	11,99,000
Mahindra and Mahindra Limited	5	2,000	39,241	2,000	39,241
Maruti Suzuki (India) Limited	5	200	25,000	200	25,000
National Aluminium Company Limited	5	4,800	1,55,957	4,800	1,55,957
National Thermal Power Corporation Limited	10	1,980	2,63,426	1,980	2,63,426
Neyveli Lignite Corporation Limited	10	600	27,444	600	27,444
Nilkamal Plastics Limited	10	700	25,343	700	25,343
Oil and Natural Gas Corporation Limited	5	10,200	12,32,995	10,200	12,32,995
Oriental Bank of Commerce	10	4,500	11,25,000	4,500	11,25,000
Petronet LNG Limited	10	1,000	15,066	1,000	15,066
Punjab National Bank	10	1,850	6,97,897	1,850	6,97,897
Reliance Industries Limited	10	1,342	5,89,419	1,342	5,89,419
Reliance Power Limited	10	1,600	4,05,220	1,600	4,05,220
Rural Electrification Corporation of India	10	1,060	1,22,038	1,060	1,22,038
Shipping Corporation of India	10	1,200	87,552	1,200	87,552
Stanes Amalgamated Estates Limited	10	6,380	4,13,055	6,380	4,13,055
State Bank of India	10	1,150	7,95,296	1,150	7,95,296
Sundaram Finance Limited	10	6,600	5,21,222	6,600	5,21,222
Syndicate Bank	10	2,250	65,625	2,250	65,625
Tata Chemicals Limited	10	1,400	74,971	1,400	74,971
Tata Consultancy Services Limited	1	208	44,200	208	44,200
Tata Motors Limited-Sub division of Shares-Face Value Rs.2/-	2	9,000	1,64,864	1,800	1,64,864
Tata Steel Limited	10	1,704	3,42,396	1,704	3,42,396
Tata Global Beverages Limited - Tata Tea Subdivision	1	13,000	2,94,415	13,000	2,94,415
The United Nilgiri Tea Estates Limited	10	17,264	4,35,117	17,264	4,35,117
UCO Bank	10	250	4,728	250	4,728
Union Bank of India	10	2,000	94,549	2,000	94,549
Vijaya Bank	10	1,200	32,852	1,200	32,852
(b) Investment in bonds (Unquoted)					
9.85% Secured Non-Convertible Redeemable Taxfree NEEPCO Bonds, 2001-2002 (VII Issue) 2nd Tranche	5,00,000	-	-	4	20,00,000
9.20% Central Bank of India Tier II Bonds (Series XII)	10,00,000	1	10,00,000	1	10,00,000
7.50% Redeemable Non-Cumulative Infrastructure Development Bonds of West Bengal Infrastructure Dev. Fin. Corpn. Ltd	10,00,000	-	-	1	10,00,000
8.00% Indian Railway Finance Corporation Limited Tax Free Secured, Redeemable, Non-convertible Bonds	1,000	1,088	10,88,000	-	-
8.20% Power Finance Corporation Limited - Tax Free Secured Redeemable Non-convertible debentures	1,000	1,424	14,24,000	-	-
9.80% Unsecured Bonds in the nature of Debentures of ICICI Bank Ltd.	10,000	-	-	45	4,50,000
(c) Investment in debentures (Unquoted)					
9.50% Unsecured Non-Convertible Debentures under 2006 Series -I-of Infrastructure Leasing & Financial Services Limited.	1,000	1,200	12,00,000	1,200	12,00,000
12.00% Secured Redeemable Non Convertible Debentures in TATA Capital Limited.	1,000	2,400	24,00,000	2,400	24,00,000
9.35% Secured Redeemable Non-Convertible Debentures under 2010 Series-VI of Infrastructure Leasing & Financial Services Ltd.	1,000	1,800	18,00,000	1,800	18,00,000
Balance c/d			5,08,16,897		5,16,60,755

BIMETAL BEARINGS LIMITED

Notes to the financial statements

(All amounts are in Indian Rupees, unless otherwise stated)

II. Others (Valued at Cost) – (Contd.)	Face Value Rs.	As at Nos.	March 31, 2012 Rs.	As at March 31, 2011 Nos.	Rs.
(d) Investment in mutual funds (Unquoted)					
Balance b/f			5,08,16,897		5,16,60,755
UTI-Fixed Income Interval Fund - Series II - Quarterly Interval Plan	10	90,000	9,00,000	90,000	9,00,000
UTI-MIS-Advantage Plan Monthly Dividend Plan - Payout	10	68,132	9,15,106	68,132	9,15,106
ICICI Prudential Income Multiplier Regular Plan Dividend	10	-	-	-	2
ICICI Prudential FMP Series 54-18 Months Plan A Dividend	10	-	-	5,23,857	52,38,570
ICICI Prudential FMP Series 53-3 Years Plan - B - Dividend	10	1,20,000	12,00,000	1,20,000	12,00,000
ICICI Prudential Multiple Yield Fund Plan D - Dividend	10	1,54,002	15,40,017	-	-
ICICI Prudential Capital Protection Oriented Fund - Series IV	10	1,48,986	14,89,858	-	-
Sundaram BNP Paribas - Select Focus - Dividend	10	64,328	5,50,000	61,629	10,36,280
Sundaram BNP Paribas Thematic Funds PSU Opportunities - Dividend	10	-	-	90,000	9,00,000
Sundaram BNP Paribas Interval Fund Quarterly Plan-E - Retail Dividend	10	-	-	1,80,000	18,00,000
Sundaram Capital Protection Oriented Fund - Series 2-3 Growth	10	1,20,000	12,00,000	1,20,000	12,00,000
Sundaram Fixed Term Plan AM 30 Months - Dividend	10	1,22,117	12,21,170	1,22,117	12,21,170
Sundaram Capital Protection Oriented Fund - Series 2 - Dividend	10	3,35,372	33,53,720	3,35,372	33,53,720
Sundaram Fixed Term Plan AZ 370 Days-Dividend	10	-	-	90,000	9,00,000
Sundaram Capital Protection Oriented Fund - Series 2 - Dividend	10	87,454	8,74,540	-	-
Sundaram Capital Protection Oriented Fund	10	1,80,046	18,00,460	-	-
Sundaram Fixed Term Plan CQ 370 Days Dividend	10	90,000	9,00,000	-	-
SBI- Gold Exchange Traded Scheme - Growth		1,600	23,64,532	1,971	29,12,808
SBI Capital Protection Oriented Fund - Series III	10	2,10,000	21,00,000	-	-
HDFC MF Monthly Income Plan - Long Term Quarterly	10	65,554	9,00,000	65,554	9,00,000
HDFC FMP 390D March 2012(1) - Quarterly Dividend - Series xxi	10	90,000	9,00,000	-	-
DSP Black Rock FMP - 12M Series 18 - Dividend Payout	10	-	-	90,000	9,00,000
Reliance Growth Fund - Dividend Plan	10	10,918	5,99,931	10,918	5,99,931
Reliance Vision Fund	10	15,947	7,50,000	11,689	6,00,000
Reliance Monthly Income Plan - Quarterly Dividend Plan	10	2,43,975	28,32,083	3,08,083	35,99,982
Reliance Regular Savings Fund - Debt Plan - Dividend Plan	10	-	-	7,61,355	93,86,812
Reliance Quarterly Interval Fund-Series III - Retail Dividend	10	-	-	1,79,946	18,00,000
Reliance Dual Advantage Fixed Tenure Fund - Plan A - Dividend	10	8,03,524	80,35,239	8,03,524	80,35,239
Reliance Dual Advantage Fixed Tenure Fund - Plan B - Dividend	10	6,55,494	65,54,944	6,55,494	65,54,944
Reliance Fixed Horizon Fund-XIX - Series 13 - Dividend	10	90,000	9,00,000	90,000	9,00,000
Reliance Dual Advantage Fixed Tenure Fund-1-Plan J - Dividend	10	1,62,848	16,28,480	-	-
Reliance Fixed Horizon Fund - Quarterly Dividend	10	4,41,428	44,14,277	-	-
Reliance Fixed Horizon Fund-XXI - Series 25 - Dividend Plan	10	1,20,000	12,00,000	-	-
Reliance Dual Advantage Fixed Tenure Fund-II - Plan A - Dividend	10	2,67,284	26,72,844	-	-
Birla Sunlife Capital Protection Oriented Fund Series 2 - Growth	10	4,29,314	42,93,140	4,29,314	42,93,140
Birla Sunlife Capital Protection Oriented Fund Series 3 - Growth	10	2,37,636	23,76,360	2,37,636	23,76,360
Birla Sunlife Capital Protection Oriented Fund Series 5 - Growth	10	4,23,180	42,31,800	4,23,180	42,31,800
FT - India - Monthly Income Plan B	10	-	-	3,12,804	36,28,500
Franklin Templeton Fixed Tenure Fund Series XII	10	-	-	7,06,410	70,64,100
Franklin Templeton Fixed Tenure Series XIII - Plan A (Fifteen Months)	10	-	-	2,54,871	25,48,710
Templeton India Income Opportunities Fund - Dividend Payout	10	-	-	2,87,255	30,00,000
Franklin Templeton Fixed Tenure Fund Series XV - Dividend Plan	10	2,05,025	20,50,250	2,05,025	20,50,250
Balance c/d			11,55,65,648		13,57,08,179

BIMETAL BEARINGS LIMITED

Notes to the financial statements

(All amounts are in Indian Rupees, unless otherwise stated)

II. Others (Valued at Cost) – (Contd.)	Face Value Rs.	As at Nos.	March 31, 2012 Rs.	As at March 31, 2011 Nos.	Rs.
Balance b/f			11,55,65,648		13,57,08,179
Kotak Gold ETF Fund	897	32	28,692	32	28,692
Kotak Income Plus - Quarterly Dividend	10	-	-	2,87,239	30,51,723
Kotak Credit Opportunities Fund - Quarterly Dividend	10	-	-	3,54,924	35,54,209
Kotak Quarterly Interval Plan Series 5 - Dividend	10	90,000	9,00,000	90,000	9,00,000
Kotak Quarterly Interval Plan Series 3 - Dividend	10	-	-	89,989	9,00,000
Kotak Quarterly Interval Plan Series 6 - Dividend	10	-	-	89,989	9,00,000
Kotak Quarterly Interval Plan Series 4 - Dividend	10	-	-	89,989	9,00,000
Kotak Quarterly Interval Fund Series 4 - Dividend	10	-	-	77,581	7,75,808
Kotak FMP 24M Series 4 - Dividend	10	-	-	1,91,287	19,12,870
Kotak Multi Asset Allocation Fund - Quarterly Dividend	10	5,58,368	60,10,200	-	-
Kotak FMP Series-50 - Dividend	10	1,84,635	18,46,350	-	-
Canara Robeco - Monthly Income Plan - Dividend	10	-	-	7,60,217	1,08,38,933
Canara Robeco Interval Series-2 - Quarterly Plan-2 - Retail Dividend	10	-	-	1,20,000	12,00,000
Canara Robeco Indigo Quarterly Dividend Fund	10	52,294	6,00,000	-	-
Canara Robeco Fixed Maturity Plan - Series 6-13 Months Plan-B - Dividend	10	-	-	90,000	9,00,000
HSBC MIP-Savings Plan - Quarterly Dividend	10	-	-	2,05,066	25,08,377
TATA - MIP Plus - Dividend - Quarterly	10	-	-	51,215	5,80,760
TATA - Fixed Income Portfolio Fund Scheme A2 Regular Monthly	10	1,40,074	14,18,237	1,40,074	14,18,237
TATA Fixed Tenure Fund-Series 2 - Scheme B - Dividend	10	1,87,263	18,72,630	-	-
LICMF Interval Fund - Series 1 - Quarterly Growth Plan	10	-	-	1,80,000	18,00,000
LICMF Interval Fund - Series 1 - Monthly Dividend	10	60,000	6,00,000	60,000	6,00,000
Religare Medium Term Bond Fund-Quarterly Dividend	10	60,000	6,00,000	60,000	6,00,000
			<u>12,94,41,757</u>		<u>16,90,77,788</u>
Less: Provision for diminution in value of investments			<u>6,37,500</u>		<u>6,37,500</u>
Total			<u>12,88,04,257</u>		<u>16,84,40,288</u>
Uncalled Liability on partly paid shares			1,925		1,925
Aggregate amount of Quoted Investments			1,69,20,922		1,68,26,780
Market value of Quoted Investments			8,02,17,920		8,24,56,493
Aggregate amount of Unquoted Investments			11,18,83,335		15,16,13,508
Aggregate provision for diminution in value of investments			6,37,500		6,37,500
13. Long term Loans and Advances					
<i>Unsecured and considered good:</i>					
Capital Advances			27,85,300		-
Security Deposits			86,03,604		83,41,609
Other loans and Advances (Refer note below)			5,93,342		3,00,000
			<u>1,19,82,246</u>		<u>86,41,609</u>
Note: Includes due by an Officer of the Company			2,93,342		-
14. Other non-current assets					
Inter-Corporate Deposits			8,07,00,000		4,85,00,000
Margin Money Deposit (Refer Note below)			57,00,000		57,00,000
Bank deposit with maturity period more than 12 months			-		75,00,000
			<u>8,64,00,000</u>		<u>6,17,00,000</u>
Note:					
Balances with banks held as margin money for borrowings, guarantees or other commitments			57,00,000		57,00,000

BIMETAL BEARINGS LIMITED

Notes to the financial statements

(All amounts are in Indian Rupees, unless otherwise stated)

15. Current Investments	Face Value Rs.	As at Nos.	March 31, 2012 Rs.	As at March 31, 2011 Nos.	Rs.
I. Current Maturity of long term investments (at cost)					
Bonds (Unquoted)					
9.85% Secured Non-Convertible Redeemable Taxfree NEEPCO Bonds, 2001-2002 (VII Issue) 2nd Tranche	5,00,000	4	20,00,000	-	-
7.50% Redeemable Non-Convertible Bonds of Andhra Pradesh Power Finance Corporation	10,00,000	-	-	1	9,99,100
7.50% Redeemable Non-Cumulative Infrastructure Development Bonds of West Bengal Infrastructure Dev. Fin. Corpn. Ltd.	10,00,000	1	10,00,000	-	-
9.80% Unsecured Bonds in the nature of Debentures of ICICI Bank Ltd.	10,000	45	4,50,000	-	-
II. Current Investments at lower of cost or market value					
Mutual funds (Unquoted)					
SBI-SHF - Ultra Short Term Fund - Retail Plan - Daily Dividend	1,000	280	2,80,317	27,207	2,72,237
Sundaram BNP Paribas Ultra ST Fund Retail Dividend Weekly	10	-	-	7,954	84,247
UTI-Fixed Maturity Plan-Yearly FMP Series-12/10	10	-	-	2,53,569	25,35,693
UTI-Fixed Term Income Fund Series IX- 367 Days	10	-	-	4,03,543	40,35,430
ICICI Prudential FMP Series 45 - 3 Years Plan - Retail Dividend	10	-	-	1,54,003	15,40,023
ICICI Prudential Smart Series F - 36 Months Plan - Retail Dividend	10	-	-	1,48,986	15,23,379
ICICI Prudential FMP Series 54 - 18 Months Plan A Dividend	10	5,23,857	52,38,570	-	-
ICICI Prudential FMP Series 53 - 1 Year Plan Dividend	10	-	-	1,79,111	17,91,110
ICICI Prudential FMP Series 56 - 1 Year Plan-B - Dividend	10	-	-	90,000	9,00,000
IDFC Fixed Maturity 100 Days Series-3 - Dividend	10	-	-	2,96,765	29,67,653
Sundaram Fixed Term Plan BA 366 Days - Dividend	10	-	-	90,000	9,00,000
Sundaram Fixed Term Plan AY 366 Days - Dividend	10	-	-	90,000	9,00,000
Sundaram Fixed Term Plan AZ 370 Days - Dividend	10	90,000	9,00,000	-	-
SBI-Debt Fund Series - 370 Days-3 - Growth	10	-	-	1,20,000	12,00,000
SBI-Debt Fund Series -180 Days-14 - Dividend	10	-	-	1,20,000	12,00,000
SBI Debt Fund Series - 180 Days-15 - Dividend	10	-	-	1,80,000	18,00,000
SBI Debt Fund Series - 90 Days-40 - Dividend	10	-	-	1,73,589	17,35,890
SBI Debt Fund Series - 90 Days-42 - Dividend	10	-	-	90,000	9,00,000
SBI Debt Fund Series - 370 Days - Growth	10	1,27,347	12,73,470	-	-
SBI Debt Fund Series - 370 Days-15 - Dividend	10	1,73,589	17,35,890	-	-
SBI Debt Fund Series - 367 Days-5 - Dividend	10	1,80,000	18,00,000	-	-
HDFC FMP 370D March 2011 (4) - Quarterly Dividend - Series XVI	10	-	-	90,000	9,00,000
Reliance Fixed Horizon Fund-XVIII - Series 7 - Dividend	10	-	-	90,000	9,00,000
Reliance Fixed Horizon Fund-XVIII - Series 2 - Dividend	10	-	-	1,62,848	16,28,480
Birla Sunlife Equity Linked FMP - Series D - Retail Dividend Payout	10	-	-	1,11,957	11,44,764
Birla Sunlife Fixed Term Plan Series CH Dividend Payout	10	-	-	5,02,554	50,25,540
Birla Sunlife Short Term FMP Series 4 - Dividend Payout	10	-	-	60,000	6,00,000
Birla Sunlife Short Term FMP Series 6 - Dividend Payout	10	-	-	60,393	6,03,930
Birla Sunlife Fixed Term Plan Series CW Dividend Payout	10	-	-	90,000	9,00,000
Franklin Templeton Fixed Tenure Fund Series XII	10	7,06,410	70,64,100	-	-
Franklin Templeton Fixed Tenure Series XIII- Plan A (Fifteen Months)	10	2,54,871	25,48,710	-	-
Kotak FMP 15 Month Series-6-Dividend	10	-	-	4,09,202	40,92,020
Kotak FMP 24M Series 4-Dividend	10	1,91,287	19,12,870	-	-
Canara Robeco Fixed Maturity Plan-Series 6 - 14 Months Plan-A - Dividend	10	-	-	60,000	6,00,000
Canara Robeco Fixed Maturity Plan-Series 6 - 13 Months Plan-B - Dividend	10	90,000	9,00,000	-	-
DSP Black Rock FMP - 3M Series 28 - Dividend Payout	10	-	-	2,40,000	24,00,000
DSP Black Rock FMP - 12M Series 17 - Dividend Payout	10	-	-	1,57,141	15,71,413
DSP Black Rock FMP - 3M Series 32 - Dividend Payout	10	-	-	96,200	9,62,000
DSP Black Rock FMP - 12M Series 18 - Dividend Payout	10	90,000	9,00,000	-	-
DSP Black Rock FMP - 3M Series 33 - Dividend Payout	10	-	-	90,000	9,00,000
HSBC Fixed Term Series 79 - Dividend	10	-	-	2,95,481	29,54,810
TATA Fixed Maturity Plan Series - 28 - Scheme A - Dividend	10	-	-	90,000	9,00,000
TATA Fixed Maturity Plan Series - 31 - Scheme C - Dividend	10	-	-	1,41,702	14,17,020
TATA Fixed Income Portfolio Fund Scheme B3 Regular Quarterly	10	-	-	1,24,593	12,71,322
Total			2,80,03,927		5,40,56,061
Aggregate amount of Quoted Investments			-		-
Market value of Quoted Investments			-		-
Aggregate amount of Unquoted Investments			2,80,03,927		5,40,56,061
Aggregate provision for diminution in value of investments			-		-

BIMETAL BEARINGS LIMITED

Notes to the financial statements

(All amounts are in Indian Rupees, unless otherwise stated)

	As at	
	31, March 2012	31, March 2011
16. Inventories		
Stores, spares & packing materials	2,47,34,249	1,98,02,674
Raw materials (includes in transit Rs. 2,06,05,131/- Previous year Rs. 40,47,006/-)	35,50,68,296	23,40,83,073
Work-in-progress	3,71,07,089	4,17,60,610
Traded goods	90,40,477	34,28,281
Finished goods	7,67,66,472	6,28,72,959
	<u>50,27,16,583</u>	<u>36,19,47,597</u>
17. Trade receivables		
<i>Unsecured and Considered good:</i>		
Outstanding for a period exceeding 6 months from the date they are due for payment	40,06,604	16,11,069
Others	39,64,73,429	31,70,89,625
	<u>40,04,80,033</u>	<u>31,87,00,694</u>
Trade Receivables stated above includes:		
Debts due by private companies in which directors are directors	56,79,666	26,93,045
18. Cash and bank Balances		
Cash and Cash equivalents		
Cash on hand	1,24,963	1,26,003
Cheques on hand	12,86,633	8,45,861
Bank balances		
In Current account	4,92,16,668	2,77,06,837
In Demand deposit		
Deposits with original maturity of less than 3 months	60,00,000	-
	<u>5,66,28,264</u>	<u>2,86,78,701</u>
Other bank balances		
Deposits with original maturity of more than 3 months but less than 12 months	15,00,000	1,39,00,000
Deposits with original maturity of more than 12 months but remaining maturity less than 12 months on Balance sheet date	-	36,00,000
Unpaid dividend account	22,26,671	20,93,428
	<u>37,26,671</u>	<u>1,95,93,428</u>
	<u>6,03,54,935</u>	<u>4,82,72,129</u>
19. Short term loans and advances		
<i>Unsecured, Considered good:</i>		
Advance to vendors	66,49,512	1,76,62,437
Balance with customs and central excise	65,03,846	50,57,629
Expenses prepaid	43,11,184	47,86,869
Employees advances [Refer Note below (a)]	7,74,792	6,05,768
Other advances	34,63,864	47,44,054
Cenvat credit balances	1,53,34,442	1,09,98,506
Advance income tax (net of Provisions Rs.45,88,55,279) (Previous year-Rs. 39,83,55,279)	1,54,70,027	9,85,526
Advance fringe benefit Tax (Net of Provisions Rs.73,50,000)	37,383	-
Surplus of gratuity fund balance	35,20,192	24,64,187
	<u>5,60,65,242</u>	<u>4,73,04,976</u>
(a) Includes due by an Officer of the Company	1,09,992	-

BIMETAL BEARINGS LIMITED

Notes to the financial statements

(All amounts are in Indian Rupees, unless otherwise stated)

	As at	
	31, March 2012	31, March 2011
20. Other current assets		
<i>Unsecured, Considered good:</i>		
Dividend receivable	–	53,659
Interest accrued on deposits	10,47,329	21,23,401
Interest accrued on investments	3,28,893	2,99,711
Intercorporate deposits	2,10,00,000	9,31,00,000
Export benefit receivable	56,63,542	98,28,512
Others	4,53,914	47,29,916
	<u>2,84,93,678</u>	<u>11,01,35,199</u>
21. Contingent Liabilities		
Claim against the Company not acknowledged as debt:		
Income tax matters	1,11,84,632	61,22,556
Sales tax matters	21,44,951	21,44,951
Excise duty matters	5,12,255	–
Outstanding bank guarantees	15,17,841	41,20,971
22. Capital and other commitments		
Estimated value of contracts in capital account remaining to be executed	32,35,591	–
Investment in partly paid - Equity Shares of Rs. 100/- each in Adyar Property Holding Company Limited (Rs. 65/- paid up)	1,925	1,925
23. Proposed dividend		
The final dividend proposed for the year is as follows:		
Amount of Proposed dividend	4,20,75,000	3,06,00,000
Ordinary dividend per Equity Shares of Rs. 10/- each	11	8
Amount of Proposed dividend	–	1,14,75,000
Special 50th year dividend per Equity Shares of Rs. 10/- each	–	3
	Year ended	
	31, March 2012	31, March 2011
24. Revenue from operations		
Sale of products	182,72,40,214	155,63,20,474
Sale of Traded Goods	14,62,592	7,51,174
Other operating revenues		
Scrap Sales	5,76,01,054	4,55,40,359
	<u>188,63,03,860</u>	<u>160,26,12,007</u>
Less: Excise Duty	<u>13,33,53,999</u>	<u>11,29,79,620</u>
	<u>175,29,49,861</u>	<u>148,96,32,387</u>
25. Other income		
Interest on deposit (Gross) [(Tax deducted at source Rs.14,52,708 (Previous year – Rs 17,36,417)]	1,46,54,495	1,74,98,976
Income from Investments - Trade		
Dividend (Gross)	21,03,750	3,62,250
Income from Investments - Non Trade		
Profit on sale/disposal of investments [Refer note (a)]	2,14,924	15,60,918
Dividend (Gross) [Refer note (b)]	80,94,625	1,12,78,919
Interest (Gross) [Tax deducted at source Rs.11,400 (Previous year – Rs 26,400)]	10,71,588	9,98,620
Exchange gain (Net)	2,53,22,876	1,34,51,002
Duty draw back	27,10,031	–
Credit balances / provisions no longer required written back	17,89,458	15,69,816
Other non-operating income	4,03,586	12,82,596
	<u>5,63,65,333</u>	<u>4,80,03,097</u>
(a) Includes profit on sale/ disposal of current investments	1,503	1,25,688
(b) Includes dividend from current Investments	1,18,383	11,09,072

BIMETAL BEARINGS LIMITED

Notes to the financial statements

(All amounts are in Indian Rupees, unless otherwise stated)

	Year Ended	
	31, March 2012	31, March 2011
26. Cost of material consumed		
Raw material consumed		
Opening inventory	23,00,36,067	11,87,73,118
Add: Purchases	95,92,99,767	82,15,95,948
Less: Closing inventory	33,44,63,165	23,00,36,067
Cost of material consumed during the year	85,48,72,669	71,03,32,999
Processing charges to contractors	5,33,30,516	4,76,51,393
Changes in Excise duty	22,14,478	7,96,004
	<u>91,04,17,663</u>	<u>75,87,80,396</u>
27. Changes in inventory of finished goods and work-in-progress		
<i>(Increase) / Decrease in stock</i>		
Stock at end of the year		
Finished goods	7,67,66,472	6,28,72,959
Stock-in-trade	90,40,477	34,28,281
Work-in-progress	3,71,07,089	4,17,60,610
	<u>12,29,14,038</u>	<u>10,80,61,850</u>
<i>Less: Stock at beginning of the year</i>		
Finished goods	6,28,72,959	6,13,28,442
Stock-in-trade	34,28,281	–
Work-in-progress	4,17,60,610	2,14,54,041
	<u>10,80,61,850</u>	<u>8,27,82,483</u>
<i>(Increase) / Decrease in stock</i>	<u>(1,48,52,188)</u>	<u>(2,52,79,367)</u>
28. Employee benefit expenses		
Salaries, wages, bonus and commission	16,80,98,602	15,36,64,359
Contribution to provident fund	69,55,886	65,04,287
Contribution to employees' state insurance	9,38,411	12,69,259
Gratuity (Refer Note (a) below)	4,45,416	38,38,743
Superannuation fund	24,08,576	25,18,112
Staff welfare expenses	2,09,25,909	1,71,10,629
	<u>19,97,72,800</u>	<u>18,49,05,389</u>
Less: Recovery for services seconded	27,37,393	24,08,040
Expense related to self constructed assets	15,75,399	20,32,750
	<u>19,54,60,008</u>	<u>18,04,64,599</u>

BIMETAL BEARINGS LIMITED

Notes to the financial statements

(All amounts are in Indian Rupees, unless otherwise stated)

(a) Defined benefit plan

Gratuity:

The Company operates a gratuity plan through the "Bimetal Bearings Limited Employees Gratuity Fund". Every employee is entitled to a benefit equivalent to fifteen days salary last drawn for each completed year of service in line with the Payment of Gratuity Act, 1972. The same is payable at the time of separation from the Company or retirement, whichever is earlier. The benefits vest after five years of continuous service.

	As at 31, March 2012	31, March 2011
(i) Present value of defined benefit obligation		
Balance at the beginning of the year	3,44,84,903	3,04,86,417
Current service cost	17,70,778	15,67,092
Interest cost	27,58,792	24,38,913
Actuarial gains / losses	(7,32,382)	30,73,439
Benefits paid	(16,41,365)	(30,80,958)
Past service costs	-	-
Balance at the end of the year	<u>3,66,40,726</u>	<u>3,44,84,903</u>
(ii) Fair value of Plan assets		
Balance at the beginning of the year	3,69,49,090	3,27,59,236
Expected return on plan assets	33,51,772	32,40,701
Actuarial Gains / Losses on obligation	-	-
Contribution by the Company	15,01,421	40,30,111
Benefits paid	(16,41,365)	(30,80,958)
Balance at the end of the year	<u>4,01,60,918</u>	<u>3,69,49,090</u>
Excess of actual return on plan assets over estimate	-	-
(iii) Assets and liabilities recognised in balance sheet		
Present value of defined benefit obligation	3,66,40,726	3,44,84,903
Less: Fair value of plan assets	4,01,60,918	3,69,49,090
<i>Amounts recognised as (liability)/asset</i>		
<i>Recognised under:</i>		
Short term loans and advances	<u>35,20,192</u>	<u>24,64,187</u>
(iv) Expense recognised in the Statement of Profit and Loss		
Current service cost	17,70,778	15,67,092
Interest cost	27,58,792	24,38,913
Expected return on plan assets	(33,51,772)	(32,40,701)
Actuarial gains / losses	(7,32,382)	30,73,439
Total expense	<u>4,45,416</u>	<u>38,38,743</u>

BIMETAL BEARINGS LIMITED

Notes to the financial statements

(All amounts are in Indian Rupees, unless otherwise stated)

	As at	
	31, March 2012	31, March 2011
(a) Defined benefit plan – (Contd.)		
(v) Major Category of Plan Assets as a % of total Plan Assets		
Government Securities (Central and State)	5,68,897	6,13,921
Balance with LIC of India	3,95,92,021	3,63,35,169
	4,01,60,918	3,69,49,090

The expected rate of return on assets is determined based on the assessment made at the beginning of the year on the return expected on its existing portfolio, along with the estimated increment to the plan assets and expected yield on the respective assets in the portfolio during the year.

(vi) Actuarial Assumptions		
Discount rate	8%	8%
Expected return on plan assets		
Salary growth rate	4%	4%
Attrition rate	1% To 3% depending on the age	1% To 3% depending on the age

The estimates of future salary increases, considered in actuarial valuation, takes into account, inflation, seniority, promotions and other relevant factors, such as demand and supply in the employment market

(vii) Amounts recognised in current year and previous four years	31-Mar-12	31-Mar-11	31-Mar-10	31-Mar-09	31-Mar-08
Defined benefit obligation	3,66,40,726	3,44,84,903	3,04,86,417	2,39,44,509	2,62,31,000
Plan Asset	4,01,60,918	3,69,49,090	3,27,59,236	3,08,33,642	2,90,93,230
Surplus / Deficit	(35,20,192)	(24,64,187)	(22,72,819)	(68,89,133)	(28,62,230)
Experience adjustments in plan liabilities	-	-	-	-	-
Experience adjustments in plan assets	-	-	-	-	-

(b) Leave Encashment	31, March 2012	31, March 2011
Actuarial assumptions		
Discount rate	8.60%	8%
Salary growth rate	4%	4%
Attrition rate	2%	2%

BIMETAL BEARINGS LIMITED

Notes to the financial statements

(All amounts are in Indian Rupees, unless otherwise stated)

	Year ended	
	31, March 2012	31, March 2011
29. Finance cost		
Interest on long term borrowings	7,91,699	–
Interest on deposits	14,79,062	14,98,006
Other borrowing cost	25,95,090	36,54,879
	<u>48,65,851</u>	<u>51,52,885</u>
30. Depreciation and amortisation expense		
Depreciation on tangible assets	3,80,84,091	3,78,28,322
Amortisation on intangible assets	24,88,941	24,88,941
	<u>4,05,73,032</u>	<u>4,03,17,263</u>
31. Other expenses		
Stores and spare parts consumed	7,61,03,561	7,14,35,999
Tools consumed	1,02,71,667	89,92,658
Power and fuel	13,73,44,660	13,10,82,089
Rent	19,24,320	16,72,672
Repairs and maintenance		
Buildings	1,06,12,961	1,07,54,756
Machinery	2,86,76,855	2,55,90,978
Others	38,16,225	38,44,921
Insurance	44,58,392	37,40,993
Rates and taxes	62,03,341	57,41,893
Wealth tax	40,39,530	40,35,340
Travelling expenses	2,50,29,563	2,20,13,184
Communication costs	40,15,386	44,03,281
Packing and forwarding expenses	6,24,28,368	5,21,74,316
Payment to Auditor		
As Auditor:		
Audit fee	9,75,000	8,75,000
Other services	4,75,000	4,25,000
Reimbursement of expenses	1,20,700	38,000
Directors' sitting fees	2,45,000	2,00,000
Sales promotional expenses	1,91,93,694	2,04,25,350
Discount on sales	2,86,32,371	2,34,39,057
Bad debts written off	55,34,779	17,09,376
Loss on sale of assets (Net)	7,94,712	7,83,187
Bank charges and commission	34,22,370	38,19,982
Professional and consultancy charges	98,06,039	69,65,316
Donations	32,27,000	15,18,000
Watch and ward expenses	70,69,569	59,79,818
Miscellaneous expenses	2,60,62,973	2,49,53,466
	<u>48,04,84,036</u>	<u>43,66,14,632</u>
Less: Expense related to self constructed assets	8,92,178	7,79,306
	<u>47,95,91,858</u>	<u>43,58,35,326</u>

BIMETAL BEARINGS LIMITED

Notes to the financial statements

(All amounts are in Indian Rupees, unless otherwise stated)

	Year Ended	
	31, March 2012	31, March 2011
32. CIF Value of Imports		
Raw materials	67,47,13,653	52,32,14,440
Spares etc.	20,74,071	12,95,827
Capital goods	–	63,91,570
	<u>67,67,87,724</u>	<u>53,09,01,837</u>
33. Expenditure in foreign currency		
Travel	5,31,476	6,95,563
Commission	6,85,387	12,92,838
Others	19,87,542	68,55,953
	<u>32,04,405</u>	<u>88,44,354</u>
34. Earnings in foreign currency		
Revenue from exports on F.O.B. basis	53,00,89,606	45,04,18,194
	<u>53,00,89,606</u>	<u>45,04,18,194</u>
35. Opening and closing stocks and sales:		
		As at
(a) Details of inventory	31, March 2012	31, March 2011
(i) Finished goods		
Thinwalled bearings (main and conrod)	5,61,84,086	4,93,84,240
Bushings	1,42,45,993	93,85,050
Thrust washers	63,36,393	41,03,669
	<u>7,67,66,472</u>	<u>6,28,72,959</u>
(ii) Work-in-progress		
Thinwalled bearings (main and conrod)	2,38,85,080	2,50,55,480
Bushings	70,56,201	97,77,266
Thrust washers	18,40,445	21,69,377
Bimetalic strips	43,25,363	42,70,767
Alloy powders	–	4,87,720
	<u>3,71,07,089</u>	<u>4,17,60,610</u>
(iii) Traded goods		
Thinwalled bearings (conrod)	90,40,477	34,28,281
	<u>90,40,477</u>	<u>34,28,281</u>

BIMETAL BEARINGS LIMITED

Notes to the financial statements

(All amounts are in Indian Rupees, unless otherwise stated)

35. Opening and Closing stocks and sales – (Contd.)	Year ended	
	31, March 2012	31, March 2011
(b) Details of sales made		
Thinwalled bearings (main and conrod)	112,67,98,907	99,86,54,108
Bushings	24,96,89,007	17,39,45,612
Thrust washers	5,41,85,577	3,46,92,234
Bimetalic strips	7,56,87,928	4,70,55,008
Alloy powders	19,41,08,863	19,33,96,618
	<u>170,04,70,282</u>	<u>144,77,43,580</u>
36. Details of consumption and purchases		
(a) Raw materials consumed		
Steel coils	13,55,55,587	12,65,43,090
Imported strips	24,80,83,117	15,44,15,860
Copper	33,36,38,672	31,44,77,790
Others	13,75,95,293	11,48,96,259
	<u>85,48,72,669</u>	<u>71,03,32,999</u>
	Year ended	
	31, March 2012	
	Value	%
Imported*	24,80,83,117	29
Indigenous	60,67,89,552	71
	<u>85,48,72,669</u>	<u>100</u>
	31, March 2011	
	Value	%
	15,44,15,860	22
	55,59,17,139	78
	<u>71,03,32,999</u>	<u>100</u>
	Year ended	
(b) Purchase of Traded goods	31, March 2012	
Thin walled bearings (conrod)	52,90,524	
	50,80,756	
(c) Stores and spares consumed	31, March 2011	
	Value	%
Imported	22,47,839	3
Indigenous	7,38,55,722	97
	<u>7,61,03,561</u>	<u>100</u>
	Value	%
	14,44,705	2
	6,99,91,294	98
	<u>7,14,35,999</u>	<u>100</u>
37. Earnings per share	As at	
Basic	31, March 2012	
Profit after tax	12,85,05,446	
Weighted average number of shares outstanding	38,25,000	
Basic EPS	33.60	
Diluted	9,13,93,626	
Profit after tax	12,85,05,446	
Weighted average number of shares outstanding	38,25,000	
Diluted EPS	33.60	
Face value per share	10	

*Does not include imported content of non-ferrous metals Rs. 35,73,05,217 (Previous year Rs. 32,23,24,264) used in the manufacture of indigenous strips / powder, either consumed or in stock

BIMETAL BEARINGS LIMITED

Notes to the financial statements

(All amounts are in Indian Rupees, unless otherwise stated)

38. Segment Reporting

The Company has considered business segment as the primary segment.

The business activities reflected in the financial statements comprise of manufacture and sale of bearings, bushings and thrust washers. Accordingly, there is no other reportable primary business segment as per Accounting Standard 17 (Segment Reporting)

The Company has considered geographical segment as the secondary segment, based on the location of the customers.

Information about the secondary geographical segments

DESCRIPTION	2011 – 2012		
	India	Outside India	Total
Revenue	129,86,13,172	53,00,89,634	182,87,02,806
Assets *	149,89,31,633	15,75,07,870	165,64,39,503
Capital expenditure	4,04,32,295	–	4,04,32,295
DESCRIPTION	2010 – 2011		
	India	Outside India	Total
Revenue	110,62,14,215	45,08,57,433	155,70,71,648
Assets *	140,19,84,510	13,45,00,698	153,64,85,208
Capital expenditure	4,49,03,018	–	4,49,03,018

* The Company's operating facilities are located in India.

39. Related party disclosures

(a) Name of the related parties and nature of relationship

(i) Where control exists

Holding Company

Amalgamations Private Limited

Key Management Personnel

Mr A Krishnamoorthy, Chairman & Managing Director

Mr. N.P. Mani, Whole Time Director.

(ii) Other related parties with whom transactions have taken place during the year

Fellow Subsidiaries

Simpson & Company Limited
Addison and Company Limited
Amco Batteries Limited
Amalgamations Repco Limited
Associated Printers (Madras) Private Limited
BBL Daido Private Limited
George Oakes Limited
Higginbothams Private Limited
India Pistons Limited
IP Pins and Liners Limited
L M Van Moppes Diamond Tools India Private Limited
Shardlow India Limited
Simpson & General Finance Company Limited
Speed-A-Way Private Limited
Sri Rama Vilas Service Limited
Stanes Amalgamated Estates Limited
T.Stanes &Company Limited
Tractors and Farm Equipment Limited
The Madras Advertising Company Private Limited
Wheel and Precision Forgings India Limited
Wallace Cartwright and Company Limited

BIMETAL BEARINGS LIMITED

Notes to the financial statements

(All amounts are in Indian Rupees, unless otherwise stated)

(b) Particulars of transactions with related parties during the year

DESCRIPTION	Ultimate Holding Company		Fellow Subsidiaries		Key Management personnel		Relatives of key Management personnel		Total	
	2011-12	2010-11	2011-12	2010-11	2011-12	2010-11	2011-12	2010-11	2011-12	2010-11
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Transaction during the year 2011-2012										
Sale of goods										
Simpson & Company Limited	-	-	15,48,95,080	11,55,29,414	-	-	-	-	15,48,95,080	11,55,29,414
George Oakes Limited	-	-	4,60,85,854	3,26,30,909	-	-	-	-	4,60,85,854	3,26,30,909
Speed-A-Way Private Limited	-	-	2,98,33,465	301,33,808	-	-	-	-	2,98,33,465	3,01,33,808
BBL Daido Private Limited	-	-	4,02,28,987	3,97,28,446	-	-	-	-	4,02,28,987	3,97,28,446
Tractors and Farm Equipment Limited	-	-	3,86,13,294	1,30,36,251	-	-	-	-	3,86,13,294	1,30,36,251
	-	-	1,33,480	-	-	-	-	-	1,33,480	-
Claims reimbursement against credit note (Sales)										
Simpson & Company Limited	-	-	3,22,641	2,66,622	-	-	-	-	3,22,641	2,66,622
George Oakes Limited	-	-	61,594	-	-	-	-	-	61,594	-
Speed-A-Way Private Limited	-	-	2,01,927	58,838	-	-	-	-	2,01,927	58,838
Rendering of Services										
BBL Daido Private Limited	-	-	59,120	2,07,784	-	-	-	-	59,120	2,07,784
	-	-	27,37,389	32,32,003	-	-	-	-	27,37,389	32,32,003
Dividend Received										
Amalgamations Repco Limited	-	-	21,30,115	3,81,390	-	-	-	-	21,30,115	3,81,390
Stanes Amalgamated Estates Limited	-	-	6,03,750	3,62,250	-	-	-	-	6,03,750	3,62,250
BBL Daido Private Limited	-	-	21,580	19,140	-	-	-	-	21,580	19,140
Others	-	-	15,00,000	-	-	-	-	-	15,00,000	-
	-	-	4,785	-	-	-	-	-	4,785	-
Purchase of goods										
Addison and Company Limited	-	-	44,04,272	29,28,299	-	-	-	-	44,04,272	29,28,299
Associated Printers (Madras) Pvt. Limited	-	-	11,20,271	8,73,392	-	-	-	-	11,20,271	8,73,392
Wallace Cartwright and Company Limited	-	-	4,99,269	3,07,959	-	-	-	-	4,99,269	3,07,959
IP Pins & Liners Limited	-	-	10,72,343	1,85,231	-	-	-	-	10,72,343	1,85,231
L.M.Van Moppes Diamond Tools India Pvt. Ltd.	-	-	13,11,760	11,30,607	-	-	-	-	13,11,760	11,30,607
Others	-	-	3,55,319	4,14,769	-	-	-	-	3,55,319	4,14,769
	-	-	45,310	16,341	-	-	-	-	45,310	16,341
Receiving of services										
Amalgamations Private Limited	50,00,241	43,01,700	1,41,37,137	1,17,35,001	-	-	-	-	1,91,37,378	1,60,36,701
Associated Printers (Madras) Pvt. Limited	50,00,241	43,01,700	-	-	-	-	-	-	50,00,241	43,01,700
Simpson & Company Limited	-	-	5,85,003	8,76,173	-	-	-	-	5,85,003	8,76,173
Sri Rama Vilas Service Limited	-	-	23,54,000	25,87,783	-	-	-	-	23,54,000	25,87,783
BBL Daido Private Limited	-	-	54,23,998	40,76,855	-	-	-	-	54,23,998	40,76,855
The Madras Advertising Company Private Limited	-	-	10,31,171	9,92,821	-	-	-	-	10,31,171	9,92,821
Simpson & General Finance Company Limited	-	-	16,20,181	12,50,242	-	-	-	-	16,20,181	12,50,242
India Pistons Limited	-	-	10,27,380	11,20,321	-	-	-	-	10,27,380	11,20,321
Others	-	-	10,93,304	-	-	-	-	-	10,93,304	-
	-	-	10,02,100	8,30,806	-	-	-	-	10,02,100	8,30,806
Discount on sales										
George Oakes Limited	-	-	20,32,576	18,39,315	-	-	-	-	20,32,576	18,39,315
Speed-A-Way Private Limited	-	-	4,23,417	2,53,861	-	-	-	-	4,23,417	2,53,861
Rent paid										
Simpson & Company Limited	-	-	16,09,159	15,85,454	-	-	-	-	16,09,159	15,85,454
George Oakes Limited	-	-	20,41,454	18,80,796	-	-	-	-	20,41,454	18,80,796
Wheel and Precision Forgings India Limited	-	-	8,25,254	6,80,400	-	-	-	-	8,25,254	6,80,400
Others	-	-	5,10,912	5,10,912	-	-	-	-	5,10,912	5,10,912
	-	-	5,31,360	5,31,360	-	-	-	-	5,31,360	5,31,360
	-	-	1,73,928	1,58,124	-	-	-	-	1,73,928	1,58,124

BIMETAL BEARINGS LIMITED

Notes to the financial statements

(All amounts are in Indian Rupees, unless otherwise stated)

(b) Particulars of transactions with related parties during the year

DESCRIPTION	Ultimate Holding Company		Fellow Subsidiaries		Key Management personnel		Relatives of key Management personnel		Total	
	2011-12	2010-11	2011-12	2010-11	2011-12	2010-11	2011-12	2010-11	2011-12	2010-11
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Transaction during the year 2011-2012										
Dividend paid	1,06,59,000	77,52,000	2,04,23,436	1,48,53,408	550	400	-	-	3,10,82,986	2,26,05,808
Amalgamations Private Limited	1,06,59,000	77,52,000	-	-	-	-	-	-	1,06,59,000	77,52,000
Simpson & Company Limited	-	-	62,23,943	45,26,504	-	-	-	-	62,23,943	45,26,504
India Pistons Limited	-	-	1,39,95,828	1,01,78,784	-	-	-	-	1,39,95,828	1,01,78,784
Others	-	-	2,03,665	1,48,120	550	400	-	-	2,04,215	1,48,520
Interest paid	-	-	-	-	8,44,817	8,37,324	-	-	8,44,817	8,37,324
Mr.A.Krishnamoorthy	-	-	-	-	8,44,817	8,37,324	-	-	8,44,817	8,37,324
Remunerations paid	-	-	-	-	2,12,13,465	1,53,58,260	-	-	2,12,13,465	1,53,58,260
Mr.A.Krishnamoorthy	-	-	-	-	2,12,13,465	1,53,58,260	-	-	2,12,13,465	1,53,58,260
Mr.N.P. Mani	-	-	-	-	1,75,97,894	1,23,59,386	-	-	1,75,97,894	1,23,59,386
Mr.N.P. Mani	-	-	-	-	36,15,571	29,98,874	-	-	36,15,571	29,98,874
Balance at year end	-	-	-	-	-	-	-	-	-	-
Investments (Value of Shares)	-	-	2,18,93,455	2,18,93,455	-	-	-	-	2,18,93,455	2,18,93,455
Amalgamations Repco Ltd	-	-	14,79,900	14,79,900	-	-	-	-	14,79,900	14,79,900
BBL Daido Private Limited	-	-	2,00,00,500	2,00,00,500	-	-	-	-	2,00,00,500	2,00,00,500
Stanes Amalgamated Estates Limited	-	-	4,13,055	4,13,055	-	-	-	-	4,13,055	4,13,055
Sundry debtors	-	-	1,84,61,252	1,84,38,648	-	-	-	-	1,84,61,252	1,84,38,648
Simpson & Company Limited	-	-	44,10,219	45,06,927	-	-	-	-	44,10,219	45,06,927
George Oakes Limited	-	-	39,25,401	51,66,019	-	-	-	-	39,25,401	51,66,019
Speed-A-Way Private Limited	-	-	42,88,489	60,72,657	-	-	-	-	42,88,489	60,72,657
BBL Daido Private Limited	-	-	56,79,666	26,93,045	-	-	-	-	56,79,666	26,93,045
Others	-	-	1,57,477	-	-	-	-	-	1,57,477	-
Advances recoverable in cash or in kind or for value to be received	-	-	3,06,280	7,47,844	-	-	-	-	3,06,280	7,47,844
George Oakes Limited	-	-	2,47,589	2,56,102	-	-	-	-	2,47,589	2,56,102
BBL Daido Private Limited	-	-	-	4,84,600	-	-	-	-	-	4,84,600
Others	-	-	58,691	7,142	-	-	-	-	58,691	7,142
Amounts payable	3,45,790	13,23,600	27,42,288	23,78,784	1,14,68,401	41,80,000	-	-	1,45,56,479	78,82,384
Amalgamations Private Limited	3,45,790	13,23,600	-	-	-	-	-	-	3,45,790	13,23,600
Simpson & Company Limited	-	-	4,81,162	1,03,208	-	-	-	-	4,81,162	1,03,208
Simpson & General Finance Company Limited	-	-	9,11,964	7,66,925	-	-	-	-	9,11,964	7,66,925
Wheel and Precision Forgings India Limited	-	-	97,682	48,841	-	-	-	-	97,682	48,841
Addison & Co. Limited	-	-	44,006	3,37,745	-	-	-	-	44,006	3,37,745
Sri Rama Vilas Service Limited	-	-	2,56,484	4,06,504	-	-	-	-	2,56,484	4,06,504
IP Pins & Liners Limited	-	-	6,49,988	3,10,446	-	-	-	-	6,49,988	3,10,446
Mr.A.Krishnamoorthy	-	-	-	-	1,04,68,401	34,80,000	-	-	1,04,68,401	34,80,000
Mr.N.P. Mani	-	-	-	-	10,00,000	7,00,000	-	-	10,00,000	7,00,000
Others	-	-	3,01,002	4,05,115	-	-	-	-	3,01,002	4,05,115
Fixed Deposits	-	-	-	-	84,50,000	84,50,000	-	-	84,50,000	84,50,000
Mr.A.Krishnamoorthy	-	-	-	-	84,50,000	84,50,000	-	-	84,50,000	84,50,000

BIMETAL BEARINGS LIMITED

Notes to the Financial Statements

(All amounts are in Indian Rupees, unless otherwise stated)

40. Unhedged foreign currency exposure

(a) Derivatives outstanding as at the reporting date

Particulars	Purpose	As at	
		31-Mar-12	31-Mar-11
Forward contracts to sell USD	Hedge of firm commitment	15,65,000	14,80,000
Forward contracts to sell Euro	Hedge of firm commitment	1,40,000	–

(b) Particulars of unhedged foreign currency exposures as at the reporting date

Particulars	As at	
	31-Mar-12	31-Mar-11
Trade receivables (in GBP)	2,536	–
Trade receivables (in USD)	24,70,152	3,68,238
Trade receivables (in EURO)	3,43,306	7,89,993
Trade payable (in GBP)	–	2,536
Trade payable (in EURO)	27,701	20,673
Trade payable (in JPY)	1,76,64,478	27,83,182
Trade payable (in AUD)	68,065	–
Trade payable (in USD)	74,609	–

41. Previous year figures

The financial statements for the year ended March 31, 2011 had been prepared as per the then applicable, pre-revised Schedule VI to the Companies Act, 1956. Consequent to the notification of Revised Schedule VI under the Companies Act, 1956, the financial statements for the year ended March 31, 2012 are prepared as per Revised Schedule VI. Accordingly, the previous year figures have also been reclassified to conform to this year's classification. The adoption of Revised Schedule VI for previous year figures does not impact recognition and measurement principles followed for preparation of financial statements.

For and on behalf of the Board

For Price Waterhouse

Firm Registration Number: 301112E

Chartered Accountants

PINAKI CHOWDHURY

Partner

Membership Number 057572

Chennai

May 30, 2012

A.KRISHNAMOORTHY

Chairman and Managing Director

N.P.MANI

Whole-time Director

K.VIDHYA SHANKAR

Dy. G.M. (Costing) & Company Secretary

N.VENKATARAMANI

Director

P.M.VENKATASUBRAMANIAN

Director

N.VENKATARAMAN

Chief Financial Officer

BIMETAL BEARINGS LIMITED
FINANCIAL HIGHLIGHTS – PAST THREE YEARS

(Rs. in Lacs)

	Financial Year Ended		
	March 31, 2012	March 31, 2011	March 31, 2010
Net Sales	17,004.70	14,481.18	11,192.94
Profit before tax	1,879.68	1,372.84	1,278.61
Profit after tax	1,285.05	913.94	893.91
Dividend :			
Amount	420.75	420.75	306.00
Percentage	110	110	80
Earnings per share (Rs.)	33.60	23.89	23.37
Net block of Fixed Assets (Excluding Revaluation)	3,534.38	3,572.87	3541.70
Share Capital	382.50	382.50	382.50
Reserves (Excluding Revaluation Reserve)	13,018.12	12,220.46	11,795.97
Net Worth	13,400.62	12,602.96	12,178.47
Debt Equity Ratio :			
All Loans : Net Worth	0.01 : 1	0.01 : 1	0.01 : 1