

**36TH ANNUAL REPORT
2011-2012**



**DRILLCO METAL CARBIDES
LIMITED**

BOARD OF DIRECTORS

Mr. Rahul M. Timbadia (Chairman)
Mr. Kartik M. Timbadia (Director)
Mr. Parth R. Timbadia (Director)
Mr. Ramesh Khanna (Director)

STATUTORY AUDITORS

Ravi Seth & Co., Chartered Accountants
4, 'Adarsh, 86, S. V. Road, Santacruz (West), Mumbai- 400 056
Email: office@caraviseth.com

PRACTICING COMPANY SECRETARY

Kothari H. & Associates,
208, 2nd Floor, BSE Building, Dalal Street, Fort, Mumbai - 400001.
Email: hiteshkotharics@yahoo.co.in

REGISTRAR & SHARE TRANSFER AGENT

Satellite Corporate Services Private Limited B-302, Sony Apartment,
Opp. St. Jude's High School, Off. Andheri Kurla Road, Jarimari, Sakinaka,
Mumbai - 400 072. Tel No: 022-28520461/62 Fax No: 022-28511809
Email: service@satellitecorporate.com

REGISTERED OFFICE

301/302, Navkar Plaza, Bajaj Road, Vile Parle (West), Mumbai- 400 056.
Tel No. 022 26203399 / 3434 Fax No. 022 26240540
Email: secretarial@drillmetal.com Website: www.drillcometal.com

FACTORY

E-3, M.I.D.C. Indl. Area, Pune -Manmad Road, Ahmednagar – 414 111.

BANKERS

The Union Bank of India

SHARES LISTED AT

BSE Limited
Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai- 400001.
Tel No. 91-22-22721233/4 Fax No. 91-22-22721919

NOTICE

Notice is hereby given that the Thirty Sixth Annual General Meeting of the members of the Company will be held at the Registered office of the Company at 1st Floor, Navkar Plaza, Bajaj Road, Vile Parle (West), Mumbai- 400056 on Tuesday 25th September, 2012 at 11:00 a.m. to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Profit & Loss Account for the year ended March 31, 2012 and the Balance Sheet as at that date, together with Report of the Board of Directors and Auditors thereon.
2. To re-appoint M/s. Ravi Seth & Co., Chartered Accountants, having firm registration No. 108757W, as Statutory Auditors of the Company to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting of the Company and to authorize the Board to fix their remuneration.
3. To appoint a Director in place of Mr. Kartik Timbadia, who retires by rotation and is eligible for re-appointment.

By Order of the Board of Directors
For Drillco Metal Carbides Limited

Sd/-
Rahul Timbadia
 Director

NOTES

1. **Appointment of Proxy:**
 A member entitled to attend and vote at the Annual General Meeting is entitled to appoint a proxy to attend and vote instead of himself/herself and the proxy need not be a member of the company. The proxies in order to be effective must be received by the company not less than 48 hours before the meeting.
2. **Appointment of Representative:**
 Corporate Members intending to send their authorised representatives to attend the meeting are requested to send a certified copy of Board Resolution authorizing their representative to attend and vote on their behalf at the Meeting.
3. **Attendance-Slip:**
 Members/Proxy holders are requested to bring their copy of Annual Report and Attendance slip sent herewith, duly filled-in for attending the Annual General Meeting.
4. **Closure of Register of Shareholders:**
 The Register of Members and the Share Transfer Books of the Company will remain closed from Thursday 20th September, 2012 to 25th September, 2012 (both days inclusive).
5. **Change of Address:**
 The Shareholders are requested to notify their change of address immediately to the Registrars & Transfer Agent – Satellite Corporate Services Private Limited, its office situated at B-302, Sony Apartment, Opp. ST. Jude High School, Off Andheri Kurla Road,

Jarimari, Sakinaka, Mumbai- 400072.

6. Request to Members:

- a. Members intending to seek explanation /clarification about the Accounts at the Annual General Meeting are requested to inform the Company at least a week in advance of their intention to do so, so that relevant information maybe made available, if the Chairman permits such information to be furnished.
- b. Members are requested to intimate their Email IDs for correspondence and quicker response to their queries.

By Order of the Board of Directors
For Drillco Metal Carbides Limited

Sd/-
Rahul Timbadia
Director
Place: Mumbai
Date: 31/05/2012

Registered Office:
301/302, Navkar Plaza,
Bajaj Road, Vile Parle (West),
Mumbai- 400 056.

**KIND ATTENTION SHAREHOLDERS
DEMATERIALIZATION OF PHYSICAL HOLDINGS**

The Shareholders who are holding shares in physical mode may convert their holdings in dematerialized form, for which they may contact their respective Depository Participant, where they maintain their respective de-mat account.

DIRECTORS REPORT

Dear Shareholders,

Your Directors have pleasure in presenting the Thirty Sixth Annual Report together with the audited statements of accounts of the Company for the year ended 31st March 2012.

1. Financial Performance:

During the year, there was no business carried on by the Company. Your Directors are hopeful for revival of functions of the Company and achieving better results in the coming year.

2. Dividend:

Since there are no profits, directors do not recommend any dividend for the year.

3. Fixed Deposit:

Your Company has not accepted any fixed deposit from public. As such, no amount of principal or interest is outstanding as of the Balance Sheet date.

4. Directors:

At the ensuing Annual General Meeting Mr. Kartik Timbadia, is liable to retire by rotation and is being eligible for re-appointment.

There has been no change in directorship in the financial year, Mr. Rahul Timbadia, Mr. Parth Timbadia & Mr. Ramesh Khanna will continue to remain as Directors of the Company.

5. Directors Responsibility Statement:

Pursuant to the requirements under section 217(2AA) of the Companies Act, 1956, with respect to Directors Responsibility Statement,

it is hereby confirmed that:

- a. in the preparation of the Accounts for the financial year ended March 31 2012, the applicable Accounting Standards have been followed along with proper explanation relating to material departures;
 - b. the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2012 and of the Profit of the Company for the year under review.
 - c. the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities; and
 - d. the Directors had prepared the accounts for the financial year ended March 31, 2012 on a going concern basis.
- ### 6. Auditors & Auditors Report:
- M/s. Ravi Seth & Co., Chartered Accountants retires at the ensuing Annual General Meeting and has expressed their willingness to continue, if so appointed. As required under the provisions of under Section 224(1-B) of The Companies Act, 1956, the Company has obtained a written confirmation from the Auditors proposed to be re-appointed to the

effect that their re-appointment, if made, would be in conformity with the limits specified in the said Section.

A proposal seeking their re-appointment is provided as part of Notice of the ensuing Annual General Meeting.

With reference to Auditors remarks in Paragraph 4(a) of their report, the directors clarify that the operations of the Company were stand still since August, 2001 due to severe financial constraints. The management is presently in the process of making long term revival plan for the Company and is putting their best efforts to start the operations of the Company.

7. Particulars of Employees:

No employee of the Company draws remuneration in excess of limit prescribed under Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975.

8. Energy Conservation Measures, Technology Absorption and R & D Efforts and Foreign Exchange Earnings and Outgo:

Your Company is not carrying any activity and hence the particulars required to be furnished under Section 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosures of Particulars in the Report of Board of Directors) Rules, 1988 regarding conservation of energy and technology absorption and R & D efforts

are not applicable to the company.

During the period under review the Company has no earnings and outgo of Foreign Exchange.

9. Compliance Certificate:

A Compliance Certificate under Section 383A of the Companies Act, 1956, from the whole time practicing Company Secretary M/s. Kothari H. & Associates in respect of Financial year ended 31st March, 2012 is enclosed.

10. Listing:

The Company's trading had been suspended in the year 2000. However with effect from 27th June, 2012, the suspension has been revoked and the trading of securities has been resumed.

At present the Company's Equity Shares are listed at BSE Limited and the Company has paid Listing Fees to the above Stock Exchange for the year 2012-13.

11. Dematerialization:

The Company has converted its physical shares into Dematerialization. The Shareholders who are holding shares in physical mode may convert their holdings in dematerialized form, for which they may contact their respective Depository Participant, where they maintain their respective de-mat account.

The Company has been allotted ISIN on 12th June, 2012. The ISIN of the Scrip is INE501N01012.

The Company has appointed Satellite

Corporate Services Private Limited as Registrars & Transfer Agents to handle the physical Share Transfer related work and electronic connectivity as detailed below:

SATELLITE CORPORATE SERVICES

PRIVATE LIMITED

B-302, Sony Apartment, Opp.ST Jude High School, Off Andheri Kurla Road, Jarimari, Sakinaka, Mumbai-400072.
Telephone- 022-28520461/62
Fax- 022-28511809
Email- service@satellitecorporate.com
Contact Person: Michael Monteiro.

12. Acknowledgement:

Your Directors would like to express their sincere appreciation of the co-operation and

assistance received from shareholders, bankers, regulatory bodies and other business constituents during the year under review.

Your Directors also wish to place on record their deep sense of appreciation for the commitment displayed by all executives, officers and staff, resulting in successful performance of the company during the year.

By Order of the Board of Directors
For Drillco Metal Carbides Limited

Sd/-

Rahul Timbadia

Director

Place: Mumbai

Date: 31/05/2012

COMPLIANCE CERTIFICATE

To,
The Members,
DRILLCO METAL CARBIDES LIMITED,
301-302, NAVKAR PLAZA, BAJAJ ROAD,
VILE PARLE (W), MUMBAI- 400056

We have examined the registers, records, books and papers of DRILLCO METAL CARBIDES LIMITED ('the Company') as particularly required to be maintained under the Companies Act, 1956, ('the Act') and the rules made there under and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended 31st March, 2012 ('the financial year'). In our opinion, and to the best of our information and according to the examinations carried out by us and explanations furnished to us by the Company, its officers and agents, we certify that in respect of the aforesaid financial year:

1. The Company has kept and maintained all registers as stated in **Annexure 'A'** to this certificate, as per the provisions of the Act and the rules made there under and all entries therein have been recorded.
2. The Company has filed the forms and returns as stated in **Annexure 'B'** to this Certificate, with the Registrar of Companies, Regional Director, Central Government, Company Law Board or other authorities within the time prescribed under the Act and the rules made there under.
3. The Company being a Public Limited Company has maintained the minimum prescribed paid-up capital criteria.
4. The Board of Directors met on 31st May, 2011, 11th August, 2011, 14th November, 2011 and 14th February, 2012 for every meetings notices were given and the proceedings were recorded and signed including the circular resolutions passed in the Minutes Book maintained for the purpose.
5. The Company has closed its Register of Members from Friday 16th September, 2011 to Thursday 22nd September, 2011 (inclusive of both days) during the financial year.
6. The Annual General Meeting for the financial year ended on 31st March 2011 was held on Thursday, 22nd September, 2011 after giving due notice to the members of the Company and the resolutions passed thereat were recorded in Minutes Book maintained for the purpose.
7. No Extra Ordinary General Meeting was held during the Year.
8. As per explanation and information, the Company has not given any loan under Section 295 of the Act.
9. The Company has not entered into contracts, which are falling within the purview of Section 297 of the Act.
10. The Company has made the necessary entries in the register maintained under Section 301 of the Act.
11. As there was appointment of Mr. Ramesh Khanna, Director of the Company falling within the purview of Section 314 of the Act, the Company has obtained necessary approvals from the Board of Directors and members for this purpose.
12. The Company has not issued any duplicate certificates during the financial year.
13. During the financial year;
 - a. There was no allotment or transmission, the share certificates have been duly endorsed after transfer of securities during the year.

- b. The Company has not deposited any amount in a separate bank account as no dividend was declared.
- c. The Company was not required to post warrants to any member of the Company as no dividend was declared during the year. There were no unpaid dividends in the company.
- d. There was no amounts in unpaid dividend account, application money due for refund, matured deposits, matured debentures and the interest accrued which have remained unclaimed or unpaid for a period of seven years be transferred to Investor Education and Protection Fund.
- e. The Company has complied with the requirements of Section 217 of the Act.
14. The Board of Directors of the Company is properly constituted. There was no appointment of additional directors, alternate directors and directors to fill casual vacancy during the financial year.
15. Since the paid up capital of the Company is less than Rs. 5 crore, the Company is not required to appoint any Managing Director/ Whole Time Director/ under Section 269 of the Act.
16. The Company has not appointed any sole selling agents during the financial year.
17. The Company is not required to obtain any approval from the Central Government, Company Law Board, Regional Director, Registrar of Companies and/or such authorities prescribed under the various provisions of the Act.
18. The Directors have disclosed their interest in other firms/ companies to the Board of Directors pursuant to the provisions of the Act and the rules made there under.
19. The Company has not allotted any securities during the financial year.
20. The Company has not bought back any shares during the financial year.
21. There was no redemption of preference shares or debentures during the financial year.
22. There were no transactions necessitating the Company to keep in abeyance the rights to dividend, rights shares and bonus shares pending registration of transfer of shares.
23. According to the information and explanation given, the Company has not accepted any deposit under section 58A of the Companies Act, 1956 during the financial year.
24. The amount borrowed by the Company during the financial year ending is within the borrowed limits as per section 293(1)(d) of the Act.
25. The Company has complied with the provision of Section 372A of the Act with regard to loans given, investment made, or guarantee given or securities provided to other body corporate during the financial year.
26. The Company has not altered the provisions of the Memorandum of Association with respect to situation of the Company's registered office from one state to another during the year under scrutiny.
27. The Company has not altered the provisions of the Memorandum of Association with respect to the objects of the Company during the year under scrutiny.

28. The Company has not altered the provisions of the Memorandum of Association with respect to name of the Company during the year under scrutiny.
29. The Company has not altered the provisions of the Memorandum of Association with respect to share capital of the Company during the year under scrutiny.
30. The Company has not altered the provisions of Articles of Association of the Company during the year under scrutiny.
31. There was no prosecution initiated against or show cause notices received by the Company, during the financial year for offences under the Act.
32. The Company has not received any money as security from its employees during the financial year.
33. The Company has not deducted any contribution towards Provident Fund during the financial year in terms of Section 418 of the Act as the said Section is not applicable to the Company.

FOR KOTHARI H. & ASSOCIATES
Company Secretaries

Hitesh Kothari
(Proprietor)
C. P. No. 5502
Place: Mumbai
Date: 31/05/2012

Annexure – A**Registers as maintained by the Company**

1. Register of members under Section 150
2. Register of Share Transfers
3. Register of particulars of contracts in which directors are interested under Section 301
4. Register of directors, managing director, manager and secretary under Section 303.
5. Register of director's shareholding under Section 307.
6. Minutes book of General Meetings and Board Meetings under Section 193.
7. Register of Director's Attendance

Annexure – B

Forms and Returns as filed by the Company with Registrar of Companies, Regional Director, Central Government or other authorities during the financial year ended 31st March 2012

Sr. No.	Form No./ Return	Filed under Section	For	Date of filing	Whether filed within prescribed time Yes/ No	If delay in filing whether requisite additional fee paid Yes/ No
1.	Form 18	146	Shifting of registered office	22/06/2011	Yes	No
2.	Form 17	138	Satisfaction of Charge	04/08/2011	Yes	No
3.	Form 23	314	Appointment in place of profit	12/10/2011	Yes	No
4.	Form 23AC & ACA	220	Balance Sheet & Profit & Loss Account	15/07/2011	No	Yes
5.	Form 20B	159	Annual Return	15/07/2011	No	Yes
6.	Form 66	383A	Compliance Certificate	12/10/2011	Yes	No
7.	Form 20B	159	Annual Return	21/11/2011	Yes	No
8.	Form 23AC & ACA Xbrl	220	Balance Sheet & Profit & Loss Account	20/12/2011	Yes	No
9.	Form 21	17	Notice of Court or Company Law Board Order	23/12/2011	Yes	No

FOR KOTHARI H. & ASSOCIATES

Company Secretaries

Hitesh Kothari
(Proprietor)
C. P. No. 5502
Place: Mumbai
Date: 31/05/2012

Auditor's Report

To the members of

DRILLCO METAL CARBIDES LIMITED

1. We have audited the attached Balance Sheet of Drillco Metal Carbides Limited as at March 31, 2012, the Profit and Loss Account 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 statements based on our audit.
2. We have conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An Audit includes, examining on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditors' Report) Order, 2003 issued by the Central Government of India in terms of section 227(4A) of the Companies Act, 1956 of India (the Act) and on the basis of such checks as we considered appropriate and according to the information and explanations given to us, we set out in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said order.
4. Further to our comments in the Annexure referred to in paragraph 3 above, we report that:
 - a) The operations of the company were stand still since August 2001. In view of change of management, the Company may commence in operation in foreseeable future. Hence, the accounts have been prepared on going concern basis.
 - b) Subject to the above we have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - c) 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.
 - d) The Balance Sheet and Profit and Loss Account dealt with by this report are in agreement with the books of account
 - e) In our opinion, the Balance Sheet and Profit & Loss Account dealt with by this report have been prepared in compliance with the applicable accounting standards referred to in sub section (3C) of section 211 of the Act.
 - f) On the basis of written representations received from the director as on March 31,2012 and

taken on record by the Board of Directors of the Company, 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.

g) In our opinion and to the best of our information and according to the explanations given to us, the said accounts 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:

1. In the case of the Balance Sheet, of the state of

affairs of the Company as at March 31, 2012;

2. In the case of the Profit and Loss Account, of the Loss for the year ended on that date.

For Ravi Seth & Co.

(Chartered Accountants)

(Firm No. 108757W)

Sd/-

R. K. Seth

(Proprietor)

Membership No. 016808

Place: Mumbai

Date: 31st May 2012

**ANNEXURE REFERRED TO IN
PARAGRAPH 3 OF THE REPORT OF THE
AUDITORS FOR THE YEAR ENDED 31ST
MARCH 2012**

To The members of
Drillco Metal Carbides Limited

1. a. During the year under audit, no record was provided regarding maintenance of the fixed assets. Hence, we are unable to comment on its verification, its frequency, material discrepancy (if any).
b. The management has physically not verified the Tangible Fixed assets of the Company.
c. In our opinion and according to the information and explanations given to us, the company has not disposed off a substantial part of fixed assets during the year thereby affecting the going concern.
2. During the year under audit the company has not done any business due to which no inventory stock record was presented to us. In view of above, we are unable to comment about:
 - a. Physical verification of inventories by the management.
 - b. Dealing with discrepancies notified on Physical verification.
 - c. Valuation of inventories
 - d. Its adherence to Accounting standard and normally accept accounting principals.
3. A) The company has not granted any secured or unsecured loans to companies, firms or other parties listed in the Register maintained under section 301 of the companies Act, 1956.
B) The company has taken unsecured loans, from companies, firms or other parties listed in the Register maintained under section 301 of the companies Act, 1956. In our Opinion and according to the information and explanations given to us, the rate of interest and other terms and conditions of the loans given by the company, are not prima facie prejudicial to the interest of the Company.
4. In our opinion and according to the information and explanations given to us, there are no internal control procedures in the company with regard to purchase of material, fixed assets and with regard to the sale of goods.
5. a. Accordingly to the information and explanations given to us, we are of the opinion that there are no transactions, other than the loans as referred to in Para 3 above, that need to be entered into the register maintained under section 301 of the companies Act, 1956.
b. In our opinion and according to the information and explanations given to us, there are not transactions of purchase or sale made in pursuance of contracts or arrangements entered in the registers maintained under section 301 and exceeding the valued of five Lakhs rupees in respect of any party during the year.

investment, and vice versa.

19. The company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under section 301 of the Companies Act, 1956 during the year.
20. According to the information and examinations given to us, during the period covered by our audit report, the company has not issued any debentures.
21. According to the information and examinations given to us, the company has not made any public issue during the year and accordingly paragraph 4(xx) of the said order relating to end use of money raised is not applicable.
22. During the course of our examination of the

books of accounts 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, notices or reported during the year, nor have we been informed of such case by the management.

For Ravi Seth & Co.
(Chartered Accountants)
(Firm No. 108757W)

Sd/-
R. K. Seth
(Proprietor)
Membership No. 016808

Place: Mumbai
Date: 31st May 2012

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DRILLCO METAL CARBIDES LIMITED

BALANCE SHEET AS AT 31ST MARCH 2012

	NOTE NO.	2012 Rs. In Lakhs	2012 Rs. In Lakhs	2011 Rs. In Lakhs	2011 Rs. In Lakhs
I. EQUITY AND LIABILITIES					
1 SHAREHOLDERS' FUNDS					
(A) SHARE CAPITAL	1	219.44		219.44	
(B) RESERVES AND SURPLUS	2	(407.01)	(187.57)	(373.19)	(153.75)
2 CURRENT LIABILITIES					
(A) SHORT TERM BORROWINGS	3	313.63		273.71	
(B) TRADE PAYABLES	4	97.55		106.25	
(C) OTHER CURRENT LIABILITIES	5	84.55	495.73	81.81	461.77
TOTAL			308.15		308.02
II. ASSETS					
1 NON-CURRENT ASSETS					
(A) FIXED ASSETS					
(I) TANGIBLE ASSETS	6	227.53		227.53	
(II) INTANGIBLE ASSETS		0.17	227.70	0.00	227.53
2 CURRENT ASSETS					
(A) TRADE RECEIVABLES	7	70.95		70.95	
(B) CASH AND CASH EQUIVALENTS	8	0.02		0.06	
(C) OTHER CURRENT ASSETS	9	9.48	80.45	9.48	80.49
TOTAL			308.15		308.02
NOTES TO ACCOUNTS	12				

As per our Report of event date

For Ravi Seth & Co.
(Chartered Accountants)
(Firm No. 108757W)

Sd/-
R. K. Seth
(Proprietor)
Membership No.016808
Place : Mumbai
Date : 31st May 2012

For and on behalf of the Board

Sd/- Sd/-
Rahul Timbadia Kartik Timbadia
Director Director

DRILLCO METAL CARBIDES LIMITED

PROFIT & LOSS ACCOUNT FOR THE PERIOD ENDED 31ST MARCH 2012

	NOTE NO.	2012 Rs. In Lakhs	2012 Rs. In Lakhs	2011 Rs. In Lakhs	2011 Rs. In Lakhs
<u>OPERATIONS</u>					
1 REVENUE FROM OPERATIONS			0.00		0.00
2 OTHER INCOME			0.00		0.00
Total Revenue			0.00		0.00
<u>3 EXPENSES</u>					
(A) FINANCE COSTS	10	21.48		0.00	
(B) DEPRECIATION	6	0.04		0.00	
(C) OTHER EXPENSES	11	12.31	33.83	9.67	9.67
PROFIT / (LOSS) FOR THE YEAR			(33.83)		(9.67)
NOTES TO ACCOUNTS	-12				

As per our Report of event date

For Ravi Seth & Co.
(Chartered Accountants)
(Firm No. 108757W)

Sd/-
R. K. Seth
(Proprietor)
Membership No.016808
Place : Mumbai
Date : 31st May 2012

For and on behalf of the Board
Sd/- Sd/-
Rahul Timbadia Kartik Timbadia
Director Director

DRILLCO METAL CARBIDES LIMITED			
NOTES FORMING PART OF THE FINANCIAL STATEMENTS			
	2012	2011	
	Rs. In	Rs. In	
	Lakhs	Lakhs	
- NOTE 1			
SHARE CAPITAL			
A) AUTHORISED			
4500000 Equity Shares of Rs. 10 each	450.00	450.00	
500000 (Previous Year Nil) Redeemable Preference Shares of Rs.10 each	50.00	50.00	
	500.00	500.00	
B) ISSUED, SUBSCRIBED AND PAID UP			
(2194375 Equity Shares of Rs.10/- each) fully paid up	219.44	219.44	
: Details of Shareholders holding more than 5% shares :			
Name of the Shareholder	No of shares	%	No of shares %
1) Rahul Timbadia	738250	33.64	738250 33.64
2) Bank of Maharashtra	118800	5.41	118800 5.41
- NOTE 2			
RESERVES AND SURPLUS			
(a) Capital reserve As per Last Balance Sheet	0.09	0.09	
(b) Securities premium account As per Last Balance Sheet	0.18	0.18	
(c) Revaluation reserve As per Last Balance Sheet	170.12	170.12	
(d) General reserve As per Last Balance Sheet	13.81	13.81	
(e) Surplus / (Deficit) in Statement of Profit and Loss As per Last Balance Sheet	(557.38)	(547.72)	
Add: Profit / (Loss) for the year	(33.83)	(9.67)	
Closing Balance	(591.21)	(557.39)	
TOTAL	(407.01)	(373.19)	
- NOTE 3			
SHORT TERM BORROWINGS			
- Unsecured			
Other Loans and Advances			
- From Others	288.50	0.00	
- From Related Parties	25.13	273.71	
	313.63	273.71	

DRILLCO METAL CARBIDES LIMITED NOTES FORMING PART OF THE FINANCIAL STATEMENTS		
	2012 Rs. In Lakhs	2011 Rs. In Lakhs
- NOTE 4		
TRADE PAYABLES		
Others	97.55	106.25
	97.55	106.25
- NOTE 5		
OTHER CURRENT LIABILITIES		
Current Maturities of Long-Term Debt #	81.67	81.67
Other Payables*	2.88	0.14
	84.55	81.81
<p># (The company is not in possession of the repayment schedule of the loan availed under Sales Tax Deferral Scheme, accordingly the period of default and the Interest for the same cannot be determined.)</p> <p>* (Includes Statutory Dues Payable)</p>		

DRILCO METAL CARBIDES LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
NOTE 6 : FIXED ASSETS
- TANGIBLE ASSETS

PARTICULAR OF ASSETS	GROSS BLOCK		DEPRECIATION			NET BLOCK	
	AS AT 01/04/2011	AS AT 31.03.2012	UP TO 31.03.2011	FOR THE YEAR	UP TO 31.03.2012	AS AT 31.03.2012	AS AT 31.03.2011
Freehold Land	19.95	19.95	-	-	-	19.95	19.95
Buildings	256.22	256.22	48.64	-	48.64	207.58	207.58
	276.17	276.17	48.64	-	48.64	227.53	227.53
- INTANGIBLE ASSETS							
Website	-	0.21	-	0.04	0.04	0.17	-
TOTAL RS.	276.17	276.38	48.64	0.04	48.68	227.70	227.53
PREVIOUS YEAR	276.17	276.17	48.64	-	48.64	227.53	227.53

DRILLCO METAL CARBIDES LIMITED		
NOTES FORMING PART OF THE FINANCIAL STATEMENTS		
	2012 Rs. In Lakhs	2011 Rs. In Lakhs
- NOTE 7		
TRADE RECEIVABLES		
<u>More than 6 months old</u>		
Considered Good	70.95	70.95
Doubtful	18.40	18.40
	89.35	89.35
Less:- Provision for Doubtful Debts	18.40	18.40
	70.95	70.95
- NOTE 8		
CASH & CASH EQUIVALENTS		
(a) Cash on Hand	0.02	0.02
(b) Balance in Current Account with a Scheduled Bank	0.00	0.04
	0.02	0.06
- NOTE 9		
OTHER CURRENT ASSETS		
Others*	9.48	9.48
(* Matured value of Deposits and Investments.)	9.48	9.48
- NOTE 10		
FINANCE COSTS		
Interest expense on Borrowings	21.48	0.00
	21.48	0.00
- NOTE 11		
OTHER EXPENSES		
- Travelling and Conveyance	0.13	0.08
- Printing & Stationery	0.17	0.03
- Legal & Professional Fees	4.41	5.93
- Advertising Charges	0.64	0.95
- Postage & Courier Charges	0.14	0.12
Auditors Remuneration		
- Audit Fees	0.17	0.16
- Other Capacity	0.00	0.11
- Bank Charges	0.03	0.04
- Subscription & Fees	6.62	1.96
- Other Expenses	0.00	0.29
	12.31	9.67

DRILLCO METAL CARBIDES LIMITED

GROUPINGS TO AND FORMING PART OF BALANCE SHEET AS AT 31ST MARCH 2012

31ST MARCH 2012 31ST MARCH 2011

LOANS AND ADVANCES - UNSECURED

<u>Sr. No.</u>	<u>Description</u>	<u>Amount</u>	<u>Amount</u>
1	Latim Investments & Finance Co.	2,513,236.00	11,545,000.00
2	Packswell Combine Pvt Ltd	3,140,901.00	-
3	Shubham Investment & Finance Pvt. Ltd.	10,508,278.00	-
4	Tutor Investment & Finance Co. Pvt. Ltd.	15,200,820.00	-
5	Latim Lifestyle & Resorts Ltd.	-	13,100,000.00
6	Ramesh Khanna	-	2,006,100.00
7	Rahul Timbadia	-	370,000.00
8	Parth Timbadia	-	350,000.00
		31,363,235.00	27,371,100.00

- TRADE PAYABLE - OTHERS
OLD - BROUGHT FORWARD FROM EARLIER YEARS

1	Arrears of Wages / Salary	835,257.00	835,257.00
2	Bonus	475,000.00	475,000.00
3	CST	390,000.00	390,000.00
4	CWC	236,000.00	236,000.00
5	Dealer Deposits	196,000.00	196,000.00
6	Drillco Society	200,000.00	200,000.00
7	Employees Deposit	607,000.00	607,000.00
8	Foreign CRS	3,200,000.00	3,200,000.00
9	HDFC Deductions	150,000.00	150,000.00
10	HIR	165,000.00	165,000.00
11	Income Tax Deducted	100,000.00	100,000.00
12	LIC Deduction	1,060,000.00	1,060,000.00
13	Local CRS	927,479.00	1,689,006.00
14	MSEB	-	-
15	MST	300,000.00	300,000.00
16	Other Liabilities	414,300.00	414,300.00
17	Professional Tax	530,000.00	530,000.00
18	Sundry CRS & Other Liabilities	36,675.00	36,225.00
19	Super Annuation	940,000.00	940,000.00
20	VRS O/S Amount	1,600,000.00	1,600,000.00
21	Workers Compensation	146,000.00	146,000.00
22	Ravi Seth & Co.	16,854.00	27,575.00
23	Kothari & Associates	9,000.00	45,000.00
24	J.U. Poojari & Associates	-	7,650.00
25	Satelite Corporate Services Pvt. Ltd.	843.00	1,254.00
26	Synergy Advertising	-	53,349.00
		12,535,408.00	13,404,616.00
	Less:- Paid during the year		
	Paid against old liabilities (upto 31st March 2010)	2,780,237.00	2,780,237.00
	Total	9,755,171.00	10,624,379.00

- OTHER CURRENT LIABILITIES**- CURRENT MATURITIES OF LONG TERM DEBT**

- Unsecured Sales Tax - Sicom

8,167,000.00	8,167,000.00
8,167,000.00	8,167,000.00
214,805.00	-
-	209.00
11,000.00	14,030.00
61,618.00	-
287,423.00	14,239.00
8,454,423.00	8,181,239.00

- OTHER PAYABLES

- 1 TDS on Interest
- 2 TDS on Advertising
- 3 TDS on Professional Fees
- 4 Union Bank Of India

TOTAL

DRILLCO METAL CARBIDES LIMITED**GROUPINGS TO AND FORMING PART OF PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST. MARCH 2012****CONVEYANCE & TRAVELLING**

- Conveyance
- Traveling

-	1,700.00
12,509.00	6,113.00
12,509.00	7,813.00

LEGAL & PROFESSIONAL CHARGES

- Professional Fees
- Retainer Fees
- Stamp Duty

390,920.00	565,860.00
-	25,000.00
50,000.00	2,710.00
440,920.00	593,570.00

SUBSCRIPTION & FEES

- BSE Listing Fees
- Retainer Fees
- Consent Term Fees
- ROC Filing Fees

20,529.00	66,180.00
27,500.00	-
600,000.00	-
13,700.00	129,500.00
661,729.00	195,680.00

OTHER EXPENSES

- AGM expenses
- Miscellaneous Expenses
- Security Charges
- Rounding off difference of Balance Sheet

-	993.00
0.00	10,000.00
-	17,066.00
-	941.00
0.00	29,000.00

DRILLCO METAL CARBIDES LIMITED				
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2012				
	2012	2012	2011	2011
	Rs. In	Rs. In	Rs. In	Rs. In
	Lakhs	Lakhs	Lakhs	Lakhs
(A) CASH FLOW FROM OPERATING ACTIVITIES:				
LOSS BEFORE TAX		(33.83)		(9.99)
Adjustment for Depreciation				
- Depreciation	0.04			
- Interest Paid	21.48	21.52		
Operating Profit before working capital changes		(12.31)		(9.99)
(B) Adjustments for :				
Trade Payables	(8.70)			
Other Liabilities	2.74	(5.96)	(20.67)	(20.67)
NET CASH FLOW FROM OPERATION		(18.27)		(30.66)
(C) CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of Fixed Assets		(0.21)	0.00	0.00
		(0.21)		0.00
(D) CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from Short Term Borrowings	39.92		30.15	
Interest Paid	(21.48)	18.44		
NET CASH FROM FINANCING ACTIVITIES		18.44		30.15
NET INCREASE / (DECREASE) IN CASH & CASH EQUIVALENTS		(0.04)		(0.51)
CASH & CASH EQUIVALENTS AS AT 1ST April 2011 (Opening Balance)		0.06		0.57
CASH & CASH EQUIVALENTS AS AT 31.03.2012 (CLOSING)		0.02		0.06
		(0.04)		(0.51)

As per our Report of event date

For Ravi Seth & Co.
(Chartered Accountants)
(Firm No. 108757W)

Sd/-
R. K. Seth
(Proprietor)
Membership No.016808

PLACE : Mumbai
Date : 31st May 2012

For and on behalf of the Board

Sd/- Sd/-
Rahul Timbadia Kartik Timbadia
Director Director

DRILLCO METAL CARBIDES LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2012.

As per Accounting Standard 18, the disclosures of transactions with the related parties are given below.

(A) List of related parties where control exists and related parties with whom transactions have taken place and relationships.

Sr No.	Name of Related Party	Relationship
1	Latim Investments & Finance Co.	Enterprise over which Key Managerial Personnel are able to exercise significant influence.
2	Latim Lifestyle & Resorts Ltd.	Enterprise over which Key Managerial Personnel are able to exercise significant influence.
3	Ramesh Khanna	Key Managerial Personnel
4	Rahul Timbadia	Key Managerial Personnel
5	Parth Timbadia	Key Managerial Personnel
6	Kartik Timbadia	Key Managerial Personnel

(B) Transactions during the year with Related Parties.

Sr No.	Nature of Transaction	(Rs in Lakhs)		
		Key Managerial Personnel	Others	Total
1	Loans and Advances Taken	1.50 7.20	17.98 22.95	19.48 30.15
2	Loans and Advances Repaid	28.76	239.30	268.06
	Balance as on 31st March 2012	27.26	25.13 246.45	25.13 273.71

DRILLCO METAL CARBIDES LIMITED**NOTE "12"****Notes on Accounts**

1. The Company did not carry out any business activity during the year.
2. The Financial Statements are prepared under the historical cost convention, except for certain fixed assets which are revalued in accordance with the generally accepted accounting principles in India and the provisions of the Companies Act, 1956.
3. Fixed Assets are stated at cost net of recoverable taxes and includes amounts added on revaluation, less accumulated depreciation and impairment loss, if any.
4. Intangible Assets are stated at cost of acquisition net of recoverable taxes less accumulated amortization/depletion.
5. Depreciation on Fixed Assets is provided to the extent of depreciable amount on written down value method (WDV) at the rates and in the manner prescribed in Schedule XIV of the Companies Act, 1956.
6. The company due to the prevailing circumstances about its business activities has not formulated accounting policies, except stated above.

Signature to Notes 1 to 12

As per our Report of event date

For Ravi Seth & Co.

(Chartered Accountants)

(Firm No. 108757W)

Sd/-

R. K. Seth
(Proprietor)

Membership No. 016808

For and on behalf of the Board

Sd/-

Rahul Timbadia
Director

Sd/-

Kartik Timbadia
Director

Place: Mumbai

Dated: 31st May 2012

DRILLCO METAL CARBIDES LIMITED

Regd. Office: 301/302, Navkar Plaza, Bajaj Road, Vile Parle (West), Mumbai - 400056

ATTENDANCE SLIP

Shareholders attending the Meeting in person or by proxy are requested to complete the attendance and hand it over at the entrance of the Meeting hall.

NAME & THE ADDRESS OF THE SHAREHOLDER	L.F.NO.

I hereby record my presence at the THIRTY SIXTH ANNUAL GENERAL MEETING of the Company, held at 1st Floor, Navkar Plaza, Bajaj Road, Vile Parle (West), Mumbai-400056, on Tuesday, September 25, 2012 at 11.00 a.m. As a shareholder / Proxy.

If Shareholder, please sign here	If Proxy, please sign here

NOTE: The Copy of Annual Report may please be brought to the meeting hall.

DRILLCO METAL CARBIDES LIMITED

Regd. Office: 301/302, Navkar Plaza, Bajaj Road, Vile Parle (West), Mumbai - 400 056.

Folio No. _____

I/We _____

Of _____ name being member of above Company, hereby appoint Shri/Smt./ Kum. _____ of _____

In the district of _____ or failing him/ her Shri/ Smt. /Kum. _____

In the district of _____ for me / us on my/ our behalf at the THIRTY SIXTH ANNUAL GENERAL MEETING of the Company, to be held on Tuesday, September 25, 2012 and any adjournment thereof.

Signed this _____ Day of _____ 2012

Affix a 1 Rupee Revenue Stamp
--

Signature of the Share Holder

Note: This proxy form duly completed must be received at the Company's Registered Office at least 48 hours before the meeting.

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