

Twenty Third Annual Report
2010-2011



FINANCIAL HIGHLIGHTS							
₹ in Crores							
S.N.	Year	2010-11	2009-10	2008-09	2007-08	2006-07	2005-06
1	Sales	175.51	158.92	161.49	120.88	109.25	113.07
2	Gross Profit (Before Depreciation And Tax)	15.53	17.13	11.85	4.76	7.83	10.97
3	Depreciation	3.34	3.13	3.05	2.92	2.75	2.27
4	Profit Before Taxation	12.19	14.00	8.80	1.83	5.07	8.70
5	Current Taxation	3.84	4.93	2.97	0.21	0.65	1.54
6	Deferred Taxation	0.29	0.03	0.09	0.41	1.04	1.16
7	Fringe Benefit Tax	0.00	0.00	0.02	0.02	0.03	0.04
8	Profit After Taxation	8.06	9.09	5.73	1.24	3.29	5.96
9	Dividend	0.65	0.65	0.43	0.43	0.43	0.87
10	Gross Fixed Assets	69.63	64.23	61.48	60.97	59.32	52.47
11	Net Fixed Assets	46.14	43.96	44.09	46.38	47.23	42.43
12	Investments	23.90	17.84	16.93	14.56	5.65	0.20
13	Net Current Assets / (Liabilities)	47.45	44.27	39.39	35.38	35.78	26.51
14	Net Assets	117.49	106.07	100.40	96.33	88.66	69.14
15	Share Capital	4.35	4.35	4.35	4.35	4.35	4.35
16	Reserves & Surplus	54.20	46.91	38.58	33.36	32.63	29.85
17	Net Worth	58.55	51.26	42.93	37.71	36.98	34.20
18	Loan Funds	50.25	46.41	49.10	50.37	43.88	28.22
19	Deferred Tax Liability	8.69	8.39	8.36	8.26	7.85	6.81
20	Earning Per Share	18.51	20.89	13.16	2.85	7.57	13.70
21	Dividend Per Share	1.50	1.50	1.00	1.00	1.00	2.00
22	Book Value Per Share	134.55	117.80	98.66	86.65	85.00	78.62

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RAJRATAN GLOBAL WIRE LTD.**RAJRATAN THAI WIRE CO., LTD.****BOARD OF DIRECTORS**

Mr. Chandanmal Chordia*	Chairman
Mr. Sunil Chordia	Managing Director
Mr. Mofatraj Munot	Director
Mr. S.S. Mehta	Director
Mr. P.D. Nagar	Director
Mr. Abhishek Dalmia	Director
Mr. Chandrashekhar Bobra	Director
Mrs. Sangita Chordia**	Director
Mr. Deepesh Trivedi	C.O.O & Executive Director

* Resigned on 5th May, 2010

**Appointed on 5th May, 2010

DIRECTORS

Mr. Sunil Chordia	Director
Mr. P.D. Nagar	Director
Mr. Abhishek Dalmia	Director
Mr. Ghanshyam Rathi@	Director
Mr. Mukesh Kumar Verma#	Whole Time Director

* C.O.O. & Whole Time Director till 25 July 2010.

Appointed on 19th July 2010.

COMPANY SECRETARY

Mr. Vineet Chopra

BANKERS

State Bank of India
Commercial Branch, Indore

IDBI Bank Ltd.
Alankar Chambers, Indore

BANKERS

ICICI Bank Ltd
9, Raffles Place, Singapore

Bank of Ayudhya Public Company Limited
Siyak Asoke Branch, Bangkok Thailand

United Overseas Bank (Thai) Public Company Limited
191, South Sathon Road, Bangkok 10120

AUDITORS

M/s. Fadnis & Gupte
Chartered Accountants, Indore

AUDITORS

Mr. Pichat Phruksarojanakun
Bl, Auditing Group Co., Ltd. Thailand

REGISTRAR & SHARE TRANSFER AGENT

M/s. Link Intime India Private Limited
C-13, Pannalal Silk Mills Compound
L B S Marg
Mumbai – 400078 Ph: 022-25946970

REGISTERED OFFICE

RAJRATAN HOUSE
11/2, Meera Path, Dhenu Market,
Indore – 452 003 (M.P.) INDIA
Phone: 0731 – 2546401, 3928171, Fax: 0731-2542534
Website: www.rgwl.co.in

REGISTERED OFFICE & PLANT

155/11 Moo 4, Tambol: Chetsamian
Ampor: Potharam, Ratchaburi 70120
THAILAND
Phone : +6632375841
Fax : +6632375840

PLANT

Plot No. 200 –A & B, Sector I,
Industrial Area, Pithampur
District Dhar (M.P.) INDIA
Phone : 07292 –253375, 252904
Fax : 07292-253357

NOTICE

Notice is hereby given that the Twenty Third Annual General Meeting of the Members of the Company will be held on Monday, the 25th July 2011 at 10.00 a.m. at the registered office at 11/2, Meera Path, Dhenu Market, Indore, Madhya Pradesh – 452 003 to transact the following:

ORDINARY BUSINESS:

1. To consider, approve and adopt the Balance Sheet as at 31st March 2011 and the Profit and Loss Account for the year ended on that date together with the Reports of Directors and the Auditors thereon.
2. To consider declaration of dividend on equity shares.
3. To appoint a director in place of Mr. S.S. Mehta, who retires by rotation and being eligible offers himself for re-appointment.
4. To appoint a director in place of Mr. Abhishek Dalmia, who retires by rotation and being eligible offers himself for re-appointment.
5. To appoint M/s Fadnis & Gupte, Chartered Accountants, as Statutory Auditors, who shall hold office from the conclusion of this Annual General Meeting until the conclusion of next Annual General Meeting and to fix their remuneration.

II. SPECIAL BUSINESS:**6. Revision of Remuneration of Mr. Sunil Chordia, Managing Director**

To consider and if thought fit to pass with or without modification(s), if any, the following resolution as **SPECIAL RESOLUTION:**

“**RESOLVED THAT** in partial modification of Resolution no. 6 passed at the Annual General Meeting of the Company held on 4th August, 2010 and pursuant to provisions of Sections 198, 269, 302, 309, 310, 311 read with provisions of Schedule XIII to the Companies Act, 1956 and other applicable provisions, if any, (including any statutory modifications or re-enactment thereof for the time being in force) and subject to such approvals as may be necessary, approval of members be and is hereby accorded for revision and increase in the remuneration of Mr. Sunil Chordia, the Managing Director of the Company w.e.f. 1st April 2011 for the remaining tenure of his appointment as under:

- a) Basic Salary: ₹ 4,00,000 per month.
- b) Leave Travel Allowance: Reimbursement once in a year subject to maximum of ₹ 2,40,000.
- c) Medical Allowance (for self & family): Reimbursement subject to maximum of ₹ 2,40,000 p.a.
- d) Gratuity payment computed at half a month's salary for each completed year of service.
- e) Payment of club fees including life membership fees.
- f) Free mobile phone and telephone facility at residence.
- g) Free use of car.

Note: Sitting fees will not be paid for attending the meetings of the Board of Directors or Committee thereof.

RESOLVED FURTHER THAT Mr. Sunil Chordia, Managing Director of the Company shall also be entitled for the reimbursement of actual entertainment, travelling, boarding and lodging expenses incurred by him in connection with the business of the Company;

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorised to do all such acts, deeds, matters and things as in its absolute discretion may consider necessary, expedient and desirable and to vary, modify the terms and conditions and to settle any question or doubt that may arise in relation thereto and to decide breakup of the remuneration within the above said maximum permissible limit.”

7. Revision of Remuneration of Mr. Deepesh Trivedi, the Executive Director

To consider and if thought fit to pass with or without

modification(s), if any, the following resolution as **SPECIAL RESOLUTION:**

“**RESOLVED THAT** in partial modification of Resolution no. 8 passed at the Annual General Meeting of the Company held on 4th August, 2010 and pursuant to the provisions of Sections 198, 269, 302, 309, 310, 311 read with provisions of Schedule XIII to the Companies Act, 1956 and other applicable provisions, if any, (including any statutory modifications or re-enactment thereof for the time being in force) and subject to the approval of members and such approvals as may be necessary, approval of the Board be and is hereby accorded for the revision and increase in remuneration of Mr. Deepesh Trivedi, the Executive Director of the Company w.e.f. 1st April 2011 for the remaining tenure of his appointment as under.

- a) Basic Salary: ₹ 2,45,000 per month.
- b) Leave Travel Allowance: Reimbursement once in a year not exceeding ₹ 90,000 per annum.
- c) Medical Reimbursement not exceeding ₹ 30,000 per annum.
- d) Performance Award: As per rules of the Company subject to maximum 30% of the basic Salary.
- e) Free use of mobile phone and car for official purpose only.
- f) Gratuity payment computed at half a month's salary for each completed year of service.
- g) Company's contribution to Provident Fund to the extent not taxable in Income Tax Act.

Note: Sitting fees will not be paid for attending the meetings of the Board of Directors or Committee thereof.

Indore

Dated: 11th May 2011

By Order of the Board

SUNIL CHORDIA

MANAGING DIRECTOR

NOTES:

1. **A MEMBER ENTITLED TO ATTEND AND VOTE IS ALSO ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY AND THE PROXY IN ORDER TO BE VALID MUST BE DEPOSITED WITH THE COMPANY AT ITS REGISTERED OFFICE, NOT LESS THAN 48 HOURS BEFORE THE TIME FOR THE MEETING.**
2. The Explanatory statement in respect of item no. 6 & 7 is annexed hereto.
3. The Register of Members and the share transfer book of the Company will remain closed from the 6th July 2011 to 15th July 2011 (both days inclusive) for payment of dividend on equity shares. In respect of shares held in dematerialized form, the dividend will be paid on the basis of beneficial ownership as per the details furnished by the respective depositories for this purpose.
4. The dividend, if declared at the meeting will be paid on or after 25th July, 2011.
5. All documents referred to in the accompanying notice are open for inspection at the Registered Office of the Company during working hours on all days except Saturdays, Sundays and holidays until the date of the Annual General Meeting or any adjournment thereof.
6. The additional information pursuant to clause 49 of the Listing Agreement with the Stock Exchanges in respect of the Directors seeking election is furnished herewith.
7. With a view to providing protection against fraudulent encashment of dividend warrants, Members holding shares in physical form are requested to provide, if not already provided earlier, their bank account number, name and address of the bank branch to the Company's Registrars & Transfer Agents, M/s. Link Intime India Private Limited, in the format attached herewith, quoting their folio numbers to enable the Company to incorporate the said details on the

dividend warrants. Members will appreciate that the Company will not be responsible for any loss arising out of fraudulent encashment of the dividend warrants.

8. Members are requested to notify any change in their address/Bank Mandate to the Company's Registrars & Transfer Agents, M/s. Link Intime India Private Limited, and in case their shares are held in Demat form, this information should be sent to the Depository Participant with whom they hold their account.
9. Members are entitled to make nomination in respect of shares held by them. Members desirous of making nominations are requested to send Form No. 2B duly filled in and signed by them to the Company's Registrars & Transfer Agents in case the shares are held in physical form and to the Depository Participants in case the shares are held in electronic form.
10. Those members who have not received/encashed dividend warrants for the financial years 2004-05 and onwards may return the time barred dividend warrants or write to the Company for the issue of duplicate dividend warrants. It may kindly be noted that once the unpaid/unclaimed dividend is transferred to the Central Government, no claim shall lie in respect thereof.
11. Members desirous to seek any information on the annual accounts at the meeting are requested to send their queries in writing to the Company Secretary at the registered office at least seven days before the date of the meeting in order to keep the desired information available.
12. Members are requested to bring their copy of the Annual Report at the Meeting.

EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT, 1956

ITEM NO. 6

The Board is of the view that having regard to the whole time devotion of Mr. Sunil Chordia, the Managing Director towards the Company his remuneration should be revised to increase sufficiently.

The existing remuneration of Mr. Sunil Chordia was sanctioned by the members, at the Annual General Meeting held on 4th August, 2010 which is proposed to be increased from ₹ 3,64,000/- p.m. (including allowances) to ₹ 4,00,000/- p.m. (other than perks).

The proposed revised remuneration as set out in the resolution has been approved by the Remuneration Committee and Board of Directors at their meetings held on 4th May 2011 and 11th May 2011 respectively. In terms of the provisions of the Companies Act, 1956, approval of the members is being sought to revise and increase the remuneration by way of **SPECIAL RESOLUTION**.

None of the Directors other than Mr. Sunil Chordia and Mrs. Sangita Chordia is concerned or interested in this resolution.

The explanatory statement may be treated as an abstract under section 302 of the Companies Act, 1956.

ITEM NO. 7

In view of vast experience and whole time devotion of Mr. Deepesh Trivedi, the Board of Directors is of the view that the remuneration of Mr. Deepesh Trivedi should be sufficiently increased and revised.

The proposed revised remuneration as set out in the resolution has been approved by the Remuneration Committee and Board of Directors at their meetings held on 4th May 2011 and 11th May 2011 respectively.

Existing remuneration including allowances of Mr. Deepesh Trivedi is ₹ 2,23,000/- p.m. (other than perks) is proposed to be increased to ₹ 2,45,000/- p.m. (other than perks and performance award).

In terms of provisions of section 198, 269, 309, 310 and Schedule XIII to the Companies Act, 1956 the approval of the members is being sought to confirm revision in remuneration of Mr. Deepesh Trivedi as set out in the resolutions. He is not related to any of the directors of the Company.

Directors recommend passing of the resolutions as **SPECIAL RESOLUTION**.

None of the Director other than Mr. Deepesh Trivedi is concerned or interested in this resolution.

The Explanatory Statement is and may be treated as an abstract under section 302 of the Companies Act, 1956.

Indore

Dated: 11th May 2011

By Order of the Board

SUNIL CHORDIA

MANAGING DIRECTOR

ANNEXURE TO THE NOTICE

Additional information pursuant to Clause 49 of the Listing Agreement with the Stock Exchange in respect of Directors appointed/re-appointed, seeking re-election, revision of remuneration under item nos. 3, 4, 6 and 7

S.No.	Name & Designation of appointee	Qualifications	Age in years	Experience in Yrs.	Date of Appointment	Other Directorships [*]
1.	Mr. S.S. Mehta	B.E., M.B.A.	57	32	10.07.2003	1. Kriti Industries Ltd. 2. Kriti Nutrients Ltd.
2.	Mr. Abhishek Dalmia	B.Com. (Hons.), FCA, ACWA	42	19	11.06.2005	1. Utkal Investments Ltd. 2. Revathi Equipment Ltd. 3. Ashiana Housing Ltd. 4. Shogun Organics Ltd. 5. Renaissance Stocks Ltd. 6. Revathi Drilling and Mining Ltd.
3.	Mr. Sunil Chordia	B.Sc., DCMA, MBA	48	26	09.09.1988	Rajratan Investments Limited Swaraj Technocrafts Pvt. Ltd.
4.	Mr. Deepesh Trivedi	B.E. (Mech.), PGM	56	31	21.01.2008	NIL

Shareholding details -

Mr. S.S. Mehta do not hold any shares of the Company on 31st March 2011

Mr. Abhishek Dalmia do not hold any shares in the Company on 31st March 2011

*[Excluding Private and Foreign companies but including private companies which are subsidiaries of Public Company.]

DIRECTORS' REPORT

To
The Members,
The Directors hereby present their Twenty Third Annual Report on the business and operations of the Company and the consolidated and standalone financial accounts for the financial year ended on 31st March, 2011.

FINANCIAL RESULTS:

	2010-11	2009-10
	(₹ In Lacs)	
Profit before Depreciation, Interest and Tax	2156.77	2216.46
Interest and Financial Charges	603.63	502.74
Profit before Depreciation	1553.14	1713.72
Less: Depreciation	334.12	312.85
Profit before Taxation	1219.02	1400.87
Less: Provision for Taxation		
- Current Tax	384.13	493.43
- Deferred Tax	29.30	3.10
Prior Period Expenditure / (Income)	--	(4.84)
Profit After Tax	805.59	909.18
Add: Surplus of Previous Year	436.29	103.47
Amount available for appropriation	1241.88	1012.66
APPROPRIATION		
Proposed Dividend	65.28	65.28
Dividend Tax	11.09	11.09
Transfer to General Reserve	100.00	500.00
Balance carried to Balance Sheet	1065.51	436.29

PERFORMANCE HIGHLIGHTS:

Your Company has registered an increase of 9% in net sales to ₹ 161 Crores as against ₹ 148 Crores in previous year. The Company's operations remained profitable though at a lower level than the previous year due to increase in prices of wire rod (which could not be fully passed on to customers) coupled with higher finance cost resulted in decrease in PBT to ₹ 12.19 Crores as compared to ₹ 14.01 Crores in previous year.

PROSPECTS AND OUTLOOK:

The Indian economy has sustained higher growth trend so far. All demand drivers for tyre industry viz. automobile industry, road infrastructure development, growing economy and increasing exports are showing the strong growth trends. Therefore your Company anticipates better demand and targets a growth of 25% in FY 2011-12. However, rising raw material cost, fuel prices and hardening interest cost continue to remain a cause of concern. To mitigate this, the Company has planned several corrective measures viz. superior product mix, increasing volumes, improve productivity, product quality and ensuring overall operational efficiencies.

SUBSIDIARY COMPANIES:

a) Rajratan Thai Wire Co. Limited, Thailand (RTWL) recorded growth of 37% in sales volume i.e. 12752 MT as compared to 9267 MT previous year. Net Sales stood at ₹ 54 Crores as compared to ₹ 36 Crores in previous year. However, due to weak demand, global competition and delays in getting approvals from prime customers has adversely affected the margins. Net loss stood at ₹ 1.55 Crores as compared to ₹ 2.62 Crores previous year. To meet increased capital requirement, the company further subscribed a sum of ₹ 5,71,41,677/- to equity share capital of wholly owned subsidiary during the year.

RTWL is working hard to get approvals of the major tyre companies that will significantly improve the performance and company is targeting a growth of 50% in F.Y. 2011-12.

b) During the year, the Company has acquired additional 31,500 fully paid equity shares of Swaraj Technocrafts Pvt. Ltd. (STPL)

representing 18% of the equity share capital of STPL, consequently, its shareholding in STPL stands at 68% and it has become a Subsidiary Company.

SUBSIDIARY COMPANY'S ACCOUNTS:

In accordance with the general circular issued by the Ministry of Corporate Affairs, Government of India, the Balance Sheet, Profit and Loss Account and other documents of the subsidiary companies are not being attached with the Balance Sheet of the Company and required information in respect of subsidiaries have been disclosed in the consolidated balance sheet. The Company will make available the annual accounts of the subsidiary companies and the related detailed information to any member of the Company who may be interested in obtaining the same. The annual accounts of the subsidiary companies will also be kept open for inspection at the registered office of the Company. The Consolidated Financial Statements presented by the Company include financial results of its subsidiary companies.

DIVIDEND:

Directors are pleased to recommend a dividend of ₹ 1.5 per equity share (15%) of ₹ 10/- each (previous year ₹ 1.50 per share of ₹ 10/- each) for the year ended 31st March, 2011. The dividend will be declared in the ensuing Annual General Meeting based on approval by the Shareholders.

DIRECTORS:

In accordance with the provisions of the Companies Act, 1956, and the Company's Articles of Association, Mr. S.S. Mehta and Mr. Abhishek Dalmia retires by rotation and are eligible for re-appointment.

AUDITORS:

M/s. Fadnis & Gupte, Chartered Accountants, Indore, the Statutory Auditors, are retiring at the conclusion of twenty third Annual General Meeting. The Auditors has furnished a Certificate as required under Section 224(1B) of the Companies Act, 1956 and has consented to continue to act as auditors of the company for the current year, if re-appointed.

AUDITORS REPORT:

Report of the Auditors and their observations and notes to the accounts of the Company for the year under review are attached herewith which are self-explanatory and does not require further explanation.

FIXED DEPOSITS:

The Company has not accepted any deposit during the year from the public and has no public deposits outstanding as on 31st March 2011.

LISTING:

The shares of the Company are listed on the Bombay Stock Exchange Limited, and the Company is regular in payment of the listing fees. There was no suspension of trading during the year under review.

INDUSTRIAL RELATIONS:

Your Directors are pleased to report that the relations with the employees and workers are continued to be cordial during the year under review.

PARTICULARS OF THE EMPLOYEES:

None of the employee of the company draws salary more than the limits prescribed in section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of the Employees) Rules 1975.

CORPORATE GOVERNANCE:

Your Company is committed to maintain the highest standards of Corporate Governance. Your Directors adhere to the stipulations set out in the Listing Agreement with Stock Exchange.

A report on Corporate Governance as stipulated under clause 49 of the Listing Agreement with the stock exchange form part of the Annual Report.

Certificate from the Auditors of the Company, M/s Fadnis & Gupte confirming compliance of conditions of Corporate Governance as stipulated under the aforesaid Clause 49, is annexed to this Report.

DIRECTORS RESPONSIBILITY STATEMENT:

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

- i. in the preparation of the annual accounts, the applicable accounting standards have been followed, along with proper explanation relating to material departure from the same.
- ii. the directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent, so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2011.
- iii. that the directors have taken proper and sufficient care for the maintenance of adequate accounting records, in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities; and
- iv. the directors have prepared the annual accounts on a 'going concern' basis.

PERSONNEL:

Your Company has been able to operate efficiently because of a culture of professionalism, integrity and continuous improvement in

all functions and areas to ensure efficient utilization of the Company's resources for sustainable and profitable growth.

During the year measures for training, development, safety of the employees and environmental awareness received top priority of Management. The Directors wish to place on record their appreciation of the efficient and loyal services rendered by all staff and work force of the Company, without whose wholehearted effort, the satisfactory performance would not have been possible.

ACKNOWLEDGEMENT:

Your Directors place on record their gratitude to the Company's esteemed shareholders, customers, suppliers, associates, financial institutions, bankers, and the state and central government for their assistance, co-operation and encouragement they extended to the Company. The Directors also placed on record their sincere appreciation to the employees for their continuing support and unstinting efforts in ensuring the heights of success. We look forward to their continued support in the future.

For and on behalf of the Board

Place: Indore
Dated: 11th May 2011

SUNIL CHORDIA
MANAGING DIRECTOR

ANNEXURE TO THE REPORT OF THE BOARD OF DIRECTORS

Particulars required by the Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988 and forming part of the Report of the Board of Directors for the Financial Year 2010-11.

A PARTICULARS OF CONSERVATION OF ENERGY AND FOREIGN EXCHANGE EARNING AND OUTGO

The Company is employing indigenous technology for its operations. Constant watch is kept on the consumption of energy & fuel to effect economy wherever possible. The details regarding consumption of energy are given below:

Power and Fuel Consumed	<u>2010-11</u>	<u>2009-10</u>
1. ELECTRICITY:		
(a) Unit Consumed: (KWH)		
Purchased from MPEB	13433064	12571640
Generation through Wind Mill (Transfer to Grid)	2595488	2732648
Total Units	16028552	15304288
Total Amount	74410726	67316417
Rate/Unit	4.64	4.40
2. L.P.G/PROPANE/RLNG		
Quantity (Kgs)	1786303	1705168
Total Amount	35162030	35538185
Average Rate (Per Kg)	19.68	20.84
3. DIESEL/SKO/LDO:		
Quantity (Ltrs)	10000	8600
Total Amount	409158	303274
Average Rate	40.92	35.26
Consumption per Unit of production		
Electricity (Units)	543	524
L.P.G/RLNG (Kgs)	61	58

The Company has incurred the following expenses in foreign currency:

- On foreign travels ₹ 3,68,295 (₹ 4,13,531), on Advertisement ₹ NIL (₹ 72,709), on capital goods ₹ 13,77,971 (16,37,272), on import of raw material ₹ 86,55,271 (₹ 12,58,13,935), Testing Fees ₹ 34,642 (23,614/-), Technical Consultancy ₹ 3,34,351 (50,809) Components and Spare Parts ₹ NIL (82,482), Trading goods 4,43,76,242 (NIL).
- The F.O.B. value of exports (including deemed F.O.B. Value) during the year was ₹ 12,15,84,551 (9,89,39,569/-) F.O.B. Value of Export Trading 3,47,72,956.
- Remittance in Foreign Currency: Investment in Rajratan Thai Wire Co. Ltd. ₹ 4,10,14,250 (94,29,913/-), Loan to Rajratan Thai Wire Co. Ltd. - NIL (1,92,63,754).

B. TECHNOLOGY ABSORPTION:

RESEARCH AND DEVELOPMENT (R&D):

1. Specific areas in which R & D activities carried out by the company were:

- a) RO reject water used in Quench Tank.
- b) Rinse-1 Water & Curtain-1 water routed through setting tank, This has improved the cooling efficiency of quenching and also reduction in water consumption.
- c) Shifted the cumar tank forward by 1.5 meters.
- d) Centralized air compressor system installed.

2. Benefits derived as a result of above R&D:

- a) Improved cooling efficiency of quenching and also reduction in water consumption.
- b) Reduction of process deviations.
- c) Uniform air pressure throughout the plant.

3. Future plan of action : To establish wet drawing process.

4. Expenditure on R& D:

- Capital	2,13,818
- Recurring	3,22,382
- Total	5,36,200
- Total R & D Expenditure (%)	0.031
(as a percentage of total turnover)	

TECHNOLOGY ABSORPTION, ADOPTION & INNOVATION

1. Efforts in brief made towards Technology Absorption, Adoption & Innovation:

- a. Installed HCL fume detector in the shop floor to measure the fume level in the atmosphere. It will give buzzer if the fume level exceeds 2 PPM so that necessary action can be taken
- b. Power factor panel installed to reduce power-losses.
- c. Conversion of DC motor in to AC to reduce power consumed in Finish Wire Drawing Machine (F4).
- d. Up-gradation of existing ETP and installation a new STP.
- e. Removed encoder from FWD machine.

2. Benefits derived as a result of above efforts:

- a. To help in monitoring and controlling HCL fumes in the plant.
- b. Reduction in power loss.
- c. Absorption of new technology which resulted in less power consumption and more productivity (Under progress)
- d. A step towards better Environment, Health and Safety.
- e. Reduction in cost and Break Down.

Indore
Dated: 11th May 2011

For and on behalf of the board
SUNIL CHORDIA
MANAGING DIRECTOR

REPORT ON CORPORATE GOVERNANCE

(Pursuant to Clause 49 of the Listing Agreement)

1. COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE

Your Company reaffirms its commitment to the good corporate governance practices. The foundation on which the structure of Corporate Governance rests is in the "Theory of Trusteeship". The shareholder, while placing their capital in the hands of Board of Directors, puts them in fiduciary capacity. Trustees, in turn, are required to run the business with Transparency, Full Disclosure, Fairness to all and Independent Monitoring and Supervision, which enable the Company to perform efficiently and maximize long-term value for the Shareholders. This is the essence of good Corporate Governance. It also puts in place and enhances the trust of Creditors, Employees, Suppliers, Customers and Public at large. At Rajratan Global Wire Ltd, it is also considered as a business necessity. It has ensured-

- A strong team of non-executive and independent Directors.
- Capable and result oriented management team.
- Due importance to compliance of laws, rules and regulations.
- Clear statement of Board processes and Board executive linkages.
- Disclosure, accountability, transparency, adequate systems and procedures to monitor the state of affairs of the Company to enable the Board to effectively discharge its responsibilities to the stakeholders of the Company.
- Identification and management of key risks to delivery of performance of the Company.

2. BOARD OF DIRECTORS

The Company functions under the supervision and control of the Board of Directors ('the Board'). The Board formulates the overall strategy and periodically reviews the implementation of the same.

The Board comprises of a fair number of independent, professionally competent and acclaimed non-executive Directors.

Constitution of the Board as on 31st March, 2011 and related information

Name of Director	Category	No. of Board Meetings attended	Attendance at last AGM	No. of outside Directorships*
Mr. Sunil Chordia	Managing Director	5	YES	2
Mr. P.D. Nagar	Non Executive & Independent	5	YES	2
Mr. S. S. Mehta	Non Executive & Independent	2	YES	2
Mr. Mofatraj Munot	Non Executive & Independent	0	NO	10
Mr. Abhishek Dalmia	Non Executive	2	YES	6
Mr. Chandrashekhar Bobra	Non Executive & Independent	3	YES	NIL
Mr. Deepesh Trivedi	Executive Director	5	YES	NIL
Mrs. Sangita Chordia	Non Executive	3	YES	1

* Excluding private company and foreign company but including private companies which are subsidiaries of Public Company.

None of the Directors on the Board holds the office of Director in more than 15 companies or memberships of committees of the Board in more than 10 companies or Chairmanship of more than 5 committees across all companies.

Board Meetings held during the year

Five Board Meetings were held during the year 2010-11 on 5th May 2010, 4th August, 2010, 21st October 2010, 9th December, 2010 and 24th January 2011.

3. AUDIT COMMITTEE

(a) Terms of reference

- i. To investigate any activity within its term of reference
- ii. To seek information from any employees
- iii. To obtain outside legal or other professional advice
- iv. To secure attendance of outsiders with relevant expertise, if it considers necessary
- v. To review with the Management the annual/half-yearly/quarterly financial statements
- vi. To review the Company's financial and risk management policies and the adequacy of internal control systems.
- vii. To hold separate discussions with Head-Internal Audit, Statutory Auditors and among members of the Audit Committee to ensure whether the financial statements are fairly presented in conformity with the Accounting Standards issued by ICAI.
- viii. To consider appointment/reappointment/replacement of statutory auditor and fixation of audit fee and fee for any other services rendered by statutory auditor.

(b) Composition, names of members and chairperson

S.No.	Name	Category
1.	Mr. Chandrashekhar Bobra, Chairman	Independent, Non-Executive
2.	Mr. S. S. Mehta	Independent, Non-Executive
3.	Mr. P. D. Nagar	Independent, Non-Executive

The Internal Auditors of the Company and the Managing Director are invitees to the meetings and the Company Secretary is the Secretary to the Committee.

(c) Meetings and attendance during the year

Four meetings were held during the financial year 2010-2011. The attendance of each member of the committee is as under:

Name of Director	No. of Meetings attended
Mr. Chandrashekhar Bobra	4
Mr. S. S. Mehta	1
Mr. P. D. Nagar	4

4. REMUNERATION COMMITTEE

a. Terms of Reference

The Remuneration Committee recommends remunerations, promotions, increments etc. for the Managing Director and Executive Directors to the Board for approval.

b. Composition, names of members and chairperson

S.No.	Name	Category
1.	Mr. P. D. Nagar, Chairman	Independent, Non-Executive
2.	Mr. S. S. Mehta	Independent, Non-Executive
3.	Mr. Mofatraj Munot	Independent, Non-Executive

One meeting was held during the year 2010-11

The Non-Executive Directors do not draw any remuneration from the Company except sitting fees, which is paid at the rate of Rs. 2,500/- for each meeting of the Board and the Audit Committee. The details of remuneration paid to the executive directors during 2010-11 are as under:

S.No.	Name and Designation	Tenure of appointment	Remuneration	Perquisites & Allowances
1.	Mr. Sunil Chordia - Managing Director	01.04.2009 to 31.03.2012	32,40,000/-	15,60,000/-
2.	Mr. Deepesh Trivedi - C.O.O. & Executive Director	21.01.2011 to 20.01.2014	14,40,000/-	17,39,713/-

Note: The Company has not issued any stock options to any of the directors. Severance fees-The contract may be terminated by either party giving the other party three month's notice or the Company paying three month's salary in lieu thereof.

5. SHARE TRANSFER & SHAREHOLDERS / INVESTORS GRIEVANCE COMMITTEE

(a) Terms of reference

The Company's shares continue to be listed on in the 'B' Group on the Bombay Stock Exchange Limited and the trading in the equity shares of the Company is mandatory in dematerialized form. In accordance with Clause 49 of the Listing Agreement a Shareholders/Investors Grievance Committee has been constituted by the Board for the redressal of shareholder and investors complaints like transfer of shares, non-receipt of balance sheet, non-receipt of declared dividends etc.

(b) Composition, names of members and chairperson as on 31st March 2011

S.No.	Name	Category
1.	Mrs. Sangita Chordia, Chairperson	Non Executive
2.	Mr. S. S. Mehta	Independent, Non-Executive
3.	Mr. P. D. Nagar	Independent, Non-Executive

(c) Name and Designation of Compliance Officer: Mr. Vineet Chopra, Company Secretary

(d) Status of the Investors / Shareholders Complaints:

- (i) No. of complaints received during the year : 0
 (ii) No. of complaints resolved during the year : 0
 (iii) No. of complaints pending at the end of the year : NIL

The Company has authorized to implement transfer, transmission and D-mat of shares to the Share transfer Agent and to resolve the related problems as professional agency. The Committee meets only on specific nature of complaints not resolved within a period of 21 days from the date of its receipts.

The Company has paid the listing fees to the Stock Exchange.

6. GENERAL BODY MEETING

Information about last three Annual General Meetings:

S.No.	Year	Date	Time	Venue
1.	2008	20th September	10.00 a.m.	"Rajratan House", 11/2, Meera Path, Dhenu Market, Indore-3, M.P.
2.	2009	21st July	01.00 p.m.	
3.	2010	4th August	01.00 p.m.	

No Special Resolutions were put through postal ballot during the last year and at the forthcoming Annual General Meeting there is no item on the agenda that needs approval by Postal Ballot.

Three special resolutions were passed at the Annual General Meeting held on 20th September, 2008 and two special resolutions were passed at the Annual General Meeting held on 21st July 2009 and three special resolutions were passed at the Annual General Meeting held on 4th August, 2010.

There is no non-compliance by the Company nor any penalties or strictures imposed on the Company by Stock Exchanges, SEBI or any other statutory authority on any matter related to Capital Markets during the last three years.

7. DISCLOSURES

There were no transactions of a materially significant nature with the Promoters, the Directors or the Management, their subsidiaries or relatives that may have potential conflict with the interest of the Company at large.

Transaction with related parties as per requirement of Accounting Standard (AS- 18) issued by Institute of Chartered Accountants of India are disclosed in Note no. 19 in the Annual Report.

There has been no instance of non-compliance, penalties or strictures on any matter relating to the capital market and listing.

8. MEANS OF COMMUNICATIONS

The Quarterly, Half Yearly and Annual Financial results are faxed to the Stock Exchanges at Mumbai in the prescribed format within 15 minutes of the conclusion of the Board Meeting at which the results are taken on record. The Quarterly Financial Results of the Company are also published in the Economic Times (Mumbai), Nai Duniya (Indore) and Swadesh (Indore). A report on the Limited Review of the financial results for all the Quarters were obtained from the Auditors of the Company and filed with the Stock Exchanges. Annual Report is circulated to members and others entitled thereto. However, there is no provision for dispatching Half Yearly Unaudited Financial Results to the Shareholders as the results are published in newspapers and posted on the website of the Company.

9. CEO/CFO CERTIFICATION

As per clause 49 of the listing agreement the Certificate from Mr. Sunil Chordia, the Managing Director and Vineet Chopra, Head (Finance and Accounts) was placed before the Board of Directors at their meetings.

10. MANAGEMENT DISCUSSION AND ANALYSIS:

1. Industry Structure and Developments

Steel wire business in India is fragmented amongst many big and small manufactures in different geographies. Among various wire product, bead wire as a product is very consolidated. The Indian demand of bead wire is supplied by three major players and some imports.

In volume terms your Company is second to Tata Steel. The growth of this product is driven by growth in tyre industry which in turn is dependent on automobile growth and its usage. We see a good opportunity in coming years because there is a good growth in automobiles sales and usage and even road infrastructure of country is improving .

2. Opportunities and Threats

There is good opportunity of growth in coming years because the automobile growth has recorded good numbers which will result into good demand for our product, of course there is threat from imports, if currency fluctuates and some of the multinationals are also looking at Indian opportunities.

3. Risks and Concerns

The Company’s business may be adversely affected by global economic condition and slowdown in automobile and tyre industry. High inflation, rising in raw material and input costs, mounting interest rates is cause of concern. However, so far, due to long drawn experience in the industry and competent team in place, the Company has been able to withstand against such odds in the past.

4. Internal Control System

The Company has proper and adequate systems of internal controls in order to ensure that all assets are safeguarded against loss from unauthorized use or disposition and that all transactions are authorized, recorded correctly. The Company has an Audit Committee headed by a non-executive independent director to review various areas of the control system. The independent internal audit department carries out regular reviews scanning all locations and functions to ensure that adequate control and systems are in place. The internal audit verifies the information concerning the efficiency and effectiveness of the operation and reliability and accuracy of the financial statements as well as compliance with the Company policies to maintain accountability of assets and authenticity and correctness of the recorded transaction. The scope, coverage, issues and updates are shared by internal audit at appropriate management levels and audit committee for corrective action and the progress is monitored through follow up.

5. Human Resource Development

At Rajratan, our vision drives our ambitions and our people define our business excellence. During the year under review, our focus on developing leadership capability in the organization continued with a number of training initiatives being undertaken. Several training programs were conducted during the year, which greatly benefitted the employee’s. The Company continues to empower its people and provide a stimulating professional environment to its staff in their respective discipline. The Company also strives to create a work culture environment conducive to its employees leading to higher productivity levels.

6. Cautionary Statement

Statements made in this report in describing the Company’s objectives, projections, estimates, expectations or predictions may be “forward looking statements” within the meaning of applicable securities laws and regulations. These statements are based on certain assumptions and expectations of future events. The Company cannot guarantee that these assumptions and expectations are accurate or will be realized by the Company Actual results could differ materially from those expressed in the statements or implied due to the influence of external and internal factors which are beyond the control of the Company.

The Company assumes no responsibility to publically amend, modify or revise any forward looking statements on the basis of any subsequent developments, information or events.

11. GENERAL SHAREHOLDER INFORMATION

Annual General Meeting

DATE	DAY	TIME	VENUE
25th July, 2011	Monday	10.00 a.m.	“Rajratan House” 11/2, Meera Path, Dhenu Market, Indore-3, M.P.

Financial Calendar: 1st April to 31st March

Quarterly Results:

- First Quarter - Third Week of July 2011
- Second Quarter - Third Week of October 2011
- Third Quarter - Third Week of January 2012
- Audited results - First Week of May, 2012

Book Closure / Record Date:

The Register of Members and Share Transfer Register will remain closed 6th July 2011 to the 15th July, 2011 (both days inclusive) to determine the members entitled to the dividend for 2010-11.

Dividend Payment date: On and from 25th July, 2011

Stock Exchange Where Company's shares are listed:

1. Mumbai
The Bombay Exchange Limited,
P. J. Towers, Dalal Street,
MUMBAI – 400 001

ISIN No. : INE451D01011

Scrip Code : 517522 (BSE)

Plant Location: 200 A & B, Sector I, Pithampur, Dist. Dhar, M. P.

12. SHARE TRANSFER SYSTEM

All physical share transfers are affected within 30 days of lodgment, subject to the documents being in order. The Share Transfer Committee meets as and when required.

1. Distribution of shareholding as 31st March 2011:

Shareholding of Nominal Value of ₹	No. of Shareholders	% of Shareholders	Amount of Share Capital in ₹	% of Shareholding
upto - 5000	1413	90.3453	1647340	3.7854
5,001 - 10,000	53	3.3887	429890	0.9878
10,001 - 20,000	31	1.9821	449130	1.0321
20,001 - 30,000	16	1.0230	414170	0.9517
30,001 - 40,000	4	0.2558	128450	0.2952
40,001 - 50,000	3	0.1918	145320	0.3339
50,001 - 1,00,000	16	1.0230	1144880	2.6308
1,00,001 & Above	28	1.7903	39158820	89.9830
Total	1564	100.00	43518000	100.00

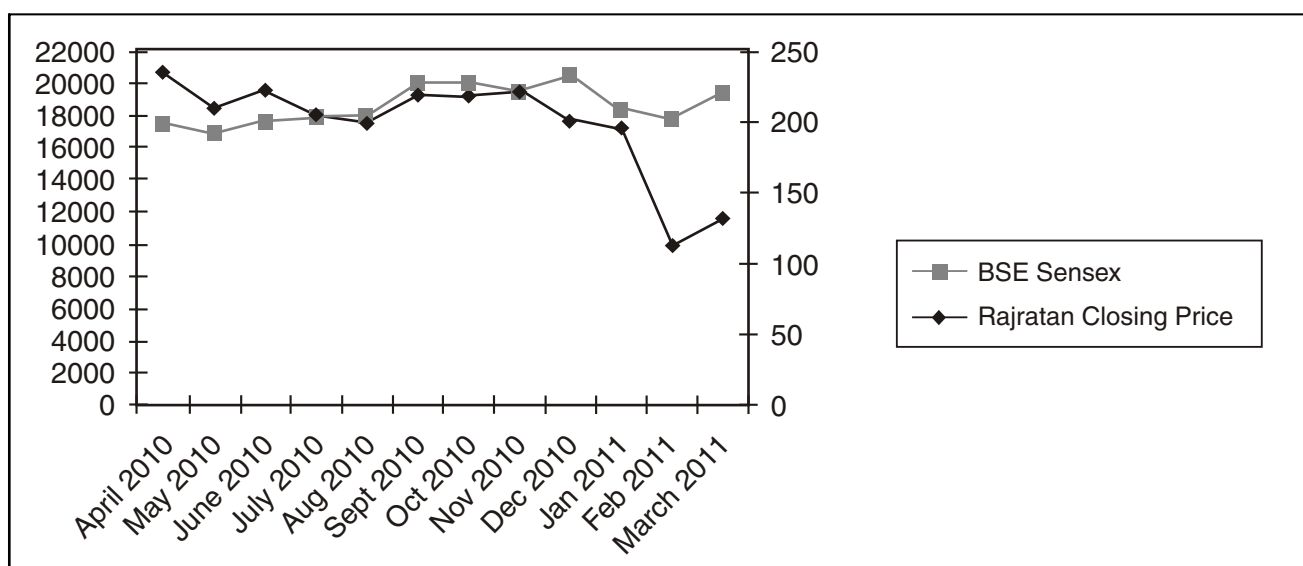
2. Distribution of Shareholding according to the categories of shareholders as on 31st March 2011

Categories	No. of Shares	Amount in ₹	% to Total
Promoters	2710501	27105010	62.28
Financial Institutions, Banks	1000	10000	0.02
Mutual Funds, UTI	Nil	Nil	Nil
Foreign Institutional Investors	Nil	Nil	Nil
NRIs / OCBs	900	9000	0.02
Other Bodies Corporate	971376	9713760	22.32
Public	668023	6680230	15.36
Total	4351800	43518000	100.00

3. Stock Market Price Data: Monthly High and Low prices of Equity Shares of the Company quoted at the Stock Exchange, Mumbai during the year 2010-11.

Month	Price per equity share of face value of ₹ 10/-		Month	Price per equity share of face value of ₹ 10/-	
	High	Low		High	Low
April-10	251.00	198.00	October-10	228.95	190.00
May-10	259.00	173.00	November-10	249.00	202.25
June-10	267.00	165.00	December-10	245.00	192.10
July-10	279.40	180.10	January-11	223.00	175.00
August-10	220.00	175.00	February-11	196.50	108.15
September-10	226.00	181.00	March-11	147.50	94.00

4. Stock Performance index in relation to BSE Sensex:



5. Details of Demat Shares as on 31st March 2011

	No. of Shareholders	No. of Shares	% of Capital
NSDL	605	1900944	43.68
CDSL	287	1236881	28.42
Sub-total	892	3137825	72.10
Shares in physical form	672	1213975	27.90
Grand Total	1564	4351800	100.00

6. Details of use of Public Funds obtained in last three years

No Fund has been raised from the public in the last three years.

13. INVESTOR CORRESPONDENCE:

Shareholders should address their correspondence to the Company’s Registrar & Share Transfer Agents at the address as under:

M/s. Link Intime India Private Limited
 C-13, Pannalal Silk Mills Compound
 L B S Marg, Mumbai – 400078 Ph: 022-25946970, Fax 022-25946969
 Designated email ID for investor communication: rnt.helpdesk@linkintime.co.in

Shareholders may also contact:

Mr. Vineet Chopra, Company Secretary at the Registered Office of the Company for any assistance.
 “Rajratan House”
 11/2, Meera Path, Dhenu Market, Indore -3, M. P.
 Ph: 0731 - 2546401, 3928171
 Designated email ID for investor communication: investor-cell@rgwl.co.in

Place: Indore
 Dated: 11th May 2011

By Order of the Board
SUNIL CHORDIA
 MANAGING DIRECTOR

DECLARATION

This is to certify that the Company has laid down Code of Conduct for all Board Members and Senior Management of the Company and the copies of the same are uploaded on the website of the Company - www.rgwl.co.in

Further certified that the Members of the Board of Directors and Senior Management personnel have affirmed having complied with the Code applicable to them during the year ended March 31, 2011.

Place: Indore
Date: 11th May 2010

SUNIL CHORDIA
MANAGING DIRECTOR

AUDITOR'S CERTIFICATE

**To,
The Members of
Rajratan Global Wire Limited
Indore**

We have examined the compliance of conditions of Corporate Governance by M/s Rajratan Global Wire Limited, Indore for the year ended on 31.03.2011, as stipulated in clause 49 of the Listing Agreement of the said Company with Stock Exchange(s).

The compliance of conditions of corporate governance is the responsibility of the management. Our examination was limited to review of the procedures and implementation thereof, adopted by the company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us and the representations made by the Directors and the management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the abovementioned Listing Agreement.

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

For and on behalf of
M/s. FADNIS & GUPTE
Chartered Accountants

Indore- 452001
Dated: 11th May 2011

(C.A. Manoj Fadnis)
Partner
M. No. 072707

AUDITOR'S REPORT

To,
The Shareholders of
RAJRATAN GLOBAL WIRE LTD.
INDORE.

We have audited the attached Balance Sheet of M/S RAJRATAN GLOBAL WIRE LIMITED, INDORE as at 31st March, 2011 and Profit & Loss Account of the company for the year ended on that date. These financial statements are the responsibility of the management of the company. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidences 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 overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

1. As required by the Companies (Auditors' Report) Order, 2003 [as amended by Companies (Auditor's Report) (Amendment Order, 2004)] issued by the Company Law Board in terms of Section 227 (4A) we enclose in the Annexure a Statement on the matters specified in paragraphs 4 & 5 of the said order.

2. Further to our comments in the annexure referred to paragraph 1 above we wish to report as under:-

- a. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
- b. In our opinion, proper books of accounts as required by Law have been kept by the Company so far as appeared from our examination of the books.
- c. The Balance Sheet and Profit & Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of accounts.
- d. In our opinion, the Balance Sheet and Profit & Loss Account and the Cash Flow Statement dealt with by this report comply with the Accounting Standards prescribed under sub section (3C) of section 211 of Companies Act, 1956.
- e. On the basis of declarations obtained and taken on record by the Company from the Directors, we confirm that none of the Director of the company is disqualified from being appointed as a Director of the company under clause (g) of sub section (1) of section 274 of the Companies Act, 1956.
- f. In our opinion and to the best of our information and according to the explanations given to us, the said accounts, read with the notes thereon, give a true and fair view :-
- I. In the case of Balance Sheet of the state of affairs of the company as at 31st Mach, 2011.
- II. In the case of the Profit & Loss Account of the profit for the year ended on that date.
- III. In the case of Cash Flow Statement of the cash flows for the year ended on that date.

FOR FADNIS & GUPTE

Chartered Accountants

FRN : 006600C

(CA. Manoj Fadnis)

Partner

M.No. 072707

INDORE - 452 001
DATED - 11th May 2011

ANNEXURE TO THE AUDITOR'S REPORT

(As referred to in paragraph 3 of our report of even date)

- (i) (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) As informed and explained to us, the management, during the year, has physically verified the items of the fixed assets of the company at reasonable interval and no significant discrepancies were noticed on such physical verification.
- (c) As per our information and according to the explanations given to us, no substantial part of the fixed assets has been disposed off by the company during the previous year which could affect it's going concern.
- (ii) (a) As informed and explained to us the inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
- (b) In our opinion the procedure of physical verification of inventories followed by the management is adequate having regard to the size of the company and the nature of its business.
- (c) The company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and the book records were not material and have been properly dealt with in the books of account.
- (iii) (a) The company has not given any secured or unsecured loans to the company, firms or other parties covered in the register maintained under Section 301 of the Companies Act, 1956.
- (b) As the company has not given any loans the sub-clauses (b), (c) and (d) of clause (iii) of Para 4A of the said order are not applicable to the company.
- (c) The company has taken unsecured loan from the parties covered under section 301 of the Companies Act, 1956. The number of parties are 3 (Three) and the balance outstanding as at Balance Sheet is ₹ 40,85,911/- (Previous Year ₹ 2,18,24,599/-)
- (d) In our opinion and according to the information & explanations given to

us, the terms and conditions on which loans have been taken are not prima facie prejudicial to the interest of the company.

- (e) As informed to us no stipulation is fixed for repayment of the loans received. The loan is repayable on demand. In view of the above, no amount is overdue.
- (iv) In our opinion and according to the information and explanations given to us, the internal control systems for the purchases of inventory, fixed assets and for sale of goods and services commensurate with the size of the company and the nature of its business. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal controls.
- (v) (a) The transactions which need to be entered into the register maintained u/s. 301 of the Act have been so entered.
- (b) In our opinion, the transaction exceeding the value of Rs. 5 lacs in respect of any party during the year have been made at prices which are prima facie reasonable, having regard to prevailing market prices at the relevant time where such prices are available.
- (vi) According to the information and explanations given to us the company has not accepted any deposits under section 58A, 58AA or any other relevant provisions of the Companies Act, 1956.
- (vii) In our opinion the Company has an internal audit system commensurating with its size and nature of its business.
- (viii) To the best of our knowledge the Central Government has not prescribed the maintenance of cost records by the company under section 209 (1) (d) of the Companies Act, 1956.
- (ix) (a) According to the books of accounts and records as produced and examined by us according to generally accepted auditing practices in India, in our opinion, the company has been regular in depositing undisputed statutory dues. According to the information and explanations given to us, there were no undisputed amounts payable in respect of Provident Fund, Investor Education and Protection Fund, Employees State Insurance, Income tax, Sales Tax, Customs Duty, Excise Duty, Service Tax, Cess and other material statutory dues which have remained outstanding as at 31st March 2011 for a period of more than six months from the date they became applicable.
- (b) According to the books of accounts and records as produced and examined by us in accordance with the generally accepted auditing practices in India, as informed and explained to us, the particulars and dues of Income Tax as 31st March 2011 which have not been deposited on account of dispute are as follows:

Particulars	Pertaining to Financial Year	Amount (₹)	Authority where pending
Income Tax	2006-07	1,34,891	Commissioner of Income Tax, Indore

- (x) There are no accumulated losses of the company at the end of the financial year. The company has neither incurred cash losses during the financial year covered by our audit and nor in the immediately preceding financial year.
- (xi) According to the information and explanations given to us, the company has not defaulted in repayment of dues to a financial institution, banks or debenture holders.
- (xii) According to the information and explanations given to us the company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) In our opinion, the company is not a chit fund or a nidhi mutual benefit fund/society. Therefore, the provisions of clause (xiii) of Para 4A of the said order are not applicable to the company.
- (xiv) In our opinion, the company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause (xiv) of Para 4A of the said order are not applicable to the company.
- (xv) The company has given corporate guarantee for loans taken by its wholly owned subsidiary M/s. Rajratan Thai Wire Company Limited. As per our information and according to the explanations given to us the terms and conditions are not prima facie prejudicial to the interest of the company.
- (xvi) According to the information and explanations given to us and on the basis of our examination of book of accounts, the term loans received by the company during the year were applied for the purpose for which they were sanctioned.
- (xvii) According to the information and explanations given to us, and on an overall examination of the balance sheet of the company, we report that no short-term funds have been utilized for long term purposes.
- (xviii) According to the information and explanations given to us, the company has not made preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Companies Act during the period under audit.
- (xix) As the company has not issued debentures this clause is not Applicable to the company.
- (xx) According to the information and explanations given to us, during the period covered by our audit report the company has not raised any money by public issues.
- (xxi) According to the information and explanations given to us, no fraud has been committed by or against the company during the year under audit.

INDORE - 452001
DATED - 11th May 2011

FOR FADNIS & GUPTE

Chartered Accountants

FRN : 006600C

(CA. Manoj Fadnis)

Partner

M.No. 072707

BALANCE SHEET AS AT 31ST MARCH 2011

PARTICULARS	Schedule	MARCH 31, 2011 (AMT. IN ₹)	MARCH 31, 2010 (AMT. IN ₹)
I. SOURCES OF FUNDS			
(1) Shareholders' Funds			
(a) Share Capital	I	4,35,18,000	4,35,18,000
(b) Reserves and Surplus	II	54,20,36,456	46,91,13,984
(2) Loan Funds			
(a) Secured Loans	III	48,31,73,767	41,51,98,868
(b) Unsecured Loans	IV	1,93,08,179	4,88,94,085
(3) Deferred Tax Liability			
	V	8,68,68,578	8,39,38,851
	TOTAL	1,17,49,04,980	1,06,06,63,788
II. APPLICATION OF FUNDS			
(1) Fixed assets			
(a) Gross Block	VI	69,60,64,407	63,14,14,389
(b) Less: Accumulated Depreciation		23,48,84,556	20,27,00,888
(c) Net Block		46,11,79,851	42,87,13,501
(d) Capital Work-in-Progress		1,87,928	1,08,64,056
(2) Investment			
	VII	23,90,46,023	17,84,15,346
(3) Current Assets, Loans and Advances			
(a) Inventories	VIII	11,59,81,014	7,19,72,722
(b) Sundry Debtors	IX	32,88,20,006	31,73,73,235
(c) Cash & Bank Balances	X	70,46,193	12,80,060
(d) Other Current Assets	XI	29,734	8,491
(e) Loans And Advances	XII	6,00,85,426	9,22,95,788
		51,19,62,373	48,29,30,296
Less: Current Liabilities & Provisions			
(a) Liabilities	XIII	2,83,07,715	2,66,72,328
(b) Provisions		91,63,480	1,35,87,083
Net Current Assets		47,44,91,178	44,26,70,885
	TOTAL	1,17,49,04,980	1,06,06,63,788

Notes on Accounts

XXIII

The schedules and notes on accounts referred to herein form part of Balance Sheet

As per our Report of even date attached.

FOR FADNIS AND GUPTA
CHARTERED ACCOUNTANTS
FRN : 006600C

FOR AND ON BEHALF OF THE BOARD

(CA MANOJ FADNIS)
 PARTNER
 M.No. 072707

VINEET CHOPRA
 COMPANY SECRETARY

D. TRIVEDI
 EXECUTIVE DIRECTOR

SUNIL CHORDIA
 MANAGING DIRECTOR

Indore
 Dated : 11th May 2011

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON 31ST MARCH 2011

PARTICULARS	Schedule	MARCH 31, 2011 (AMT. IN ₹)	MARCH 31, 2010 (AMT. IN ₹)
INCOME			
Sales	XIV	1,75,51,15,228	1,58,91,81,475
Less: Excise Duty		14,66,59,766	10,99,64,368
Net Sales		1,60,84,55,462	1,47,92,17,107
Other Income	XV	77,72,586	47,07,160
Increase/(Decrease) in Inventory	XVI	2,57,85,331	92,65,817
	TOTAL	1,64,20,13,379	1,49,31,90,084
EXPENDITURE			
Raw Material Consumed	XVII	1,02,94,22,453	90,62,86,744
Cost of Traded Goods		6,12,59,968	8,53,58,462
Manufacturing Expenses	XVIII	18,74,23,808	16,57,93,782
Payment to & for Employees	XIX	7,06,00,670	5,68,15,370
Other Expenses	XX	7,76,29,058	5,72,88,982
Interest & Financial Charges	XXI	6,03,63,182	5,02,74,202
Depreciation		3,34,12,128	3,12,85,503
	TOTAL	1,52,01,11,267	1,35,31,03,045
PROFIT BEFORE TAX		12,19,02,112	14,00,87,039
Less: Tax Expenses			
Current Tax		3,84,12,830	4,93,42,923
Deferred Tax		29,29,727	3,09,912
Fringe Benefit Tax			
Prior Period Adjustments		0	(4,84,228)
PROFIT AFTER TAX		8,05,59,555	9,09,18,432
Add: Balance brought forward from Previous Year		4,36,28,784	1,03,47,435
PROFIT AVAILABLE FOR APPROPRIATION		12,41,88,339	10,12,65,867
APPROPRIATION			
Transferred to General Reserve		1,00,00,000	5,00,00,000
Proposed Dividend (Subject to Approval of Shareholders)		65,27,700	65,27,700
Dividend Tax		11,09,383	11,09,383
Balance Carried to Balance Sheet		10,65,51,256	4,36,28,784
	TOTAL	12,41,88,339	10,12,65,867
Earning per equity Share of Rs. 10 each (Basic)		₹ 18.51	₹ 20.89
Earning per equity Share of Rs. 10 each (Diluted)		₹ 18.51	₹ 20.89

(Refer Note 19 to Schedule XXII)

Notes on Accounts

XXIII

The schedules and notes on accounts referred to herein form part of Profit & Loss Account.

As per our Report of even date attached.

FOR FADNIS AND GUPTE
CHARTERED ACCOUNTANTS
FRN : 006600C

FOR AND ON BEHALF OF THE BOARD

(CA MANOJ FADNIS)
 PARTNER
 M.No. 072707

VINEET CHOPRA
 COMPANY SECRETARY

D. TRIVEDI
 EXECUTIVE DIRECTOR

SUNIL CHORDIA
 MANAGING DIRECTOR

Indore
 Dated : 11th May 2011

SCHEDULES ATTACHED TO AND FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2011

PARTICULARS	MARCH 31, 2011 (AMT. IN ₹)	MARCH 31, 2010 (AMT. IN ₹)
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SCHEDULE-I

SHARE CAPITAL

Authorised:

80,00,000 Equity Shares of ₹10/-each
(Previous year 80,00,000 Equity Share of ₹10/- each)

8,00,00,000

8,00,00,000

Issued, Subscribed and Paid up:

43,51,800 Equity Share ₹10/- each fully paid up

4,35,18,000

4,35,18,000

SCHEDULE-II

RESERVES & SURPLUS

1 Capital Reserve:

State Investment Subsidy

15,00,000

15,00,000

2. Share Premium

8,39,85,200

8,39,85,200

3. General Reserve:

As per Last Balance Sheet

34,00,00,000

29,00,00,000

Add: Transferred from Profit & Loss account

1,00,00,000

5,00,00,000

35,00,00,000

34,00,00,000

4. Profit & Loss Account

10,65,51,256

4,36,28,784

TOTAL

54,20,36,456

46,91,13,984

SCHEDULE-III

SECURED LOANS

A. Term Loans

01. State Bank of India, Commercial Branch Indore

9,61,42,677

13,60,51,179

02. Industrial Development Bank of India Ltd Indore

3,97,42,000

-

B. Working Capital Loan from State Bank of India

Commercial Branch, Indore

01. Cash Credit Loan A/c

18,08,26,037

9,94,06,858

02. Export Packing Credit

1,06,82,536

39,83,522

03. Purchase Bill Discounting

1,94,22,535

9,13,58,578

C. Working Capital Loan From Industrial Development

Bank of India Ltd, Indore

01. Cash Credit Loan

4,26,60,560

55,10,922

02. Short Term Loan

3,75,00,000

3,75,00,000

03. IDBI Bank Buyers Credit

-

2,30,19,236

04. IDBI Bank Bill Discounting

4,95,54,106

-

D. HDFC Bank Limited (Car Loan)

6,65,592

11,45,501

E. Sales Tax Interest Free Loan (MPSIDC)

59,77,724

1,72,23,072

TOTAL

48,31,73,767

41,51,98,868

SECURITY:

- A. Term loans are secured by way of an equitable mortgage of immovable properties ranking pari passu amongst the lenders and by a first charge by way of hypothecation of all the company's movable machinery, present and future, subject to prior charges created in favour of Company's Banker on the stock of raw materials, goods in process, finished and manufactured goods and Book Debts towards security for working capital facilities. Term loans are also secured by personal guarantee of the Managing Director.
- B. Working Capital advances from Banks are secured by hypothecation of company's stock and book debts, present and future and by a second charge on all the immovable properties of the company and plant and machinery, machinery spares, tools and accessories and other movables both present and future. Such advances are also secured by personal guarantees of the Managing Director.
- C. Charge was created in favour of Madhya Pradesh State Industrial Development Corporation Ltd. ranking pari-passu on fixed assets with other financial institution, Bank, towards part of deferred sales tax liability during the year. Hence part of the amount has been considered as secured loan.
- D. Vehicle Loan Secured by Hypothecation of Car.

PARTICULARS	MARCH 31, 2011 (AMT. IN ₹)	MARCH 31, 2010 (AMT. IN ₹)
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SCHEDULE-IV

UNSECURED LOANS

01. Corporate Bodies	1,34,23,649	4,30,09,555
02. Sales Tax Deferment Scheme	58,84,530	58,84,530
TOTAL	1,93,08,179	4,88,94,085

SCHEDULE-V

DEFERRED TAX LIABILITY

As Per Last Year	8,39,38,851	8,36,28,939
Provided during the year	29,29,727	3,09,912
	8,68,68,578	8,39,38,851

SCHEDULE – VI : FIXED ASSETS

PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As On 01.04.10	Additions for the year	Deduction during the year	As on 31.03.11	Upto 31.03.10	for the year	Written Back	Upto 31.03.11	As On 31.03.11	As On 31.03.10
FREE HOLD LAND	1872701	0	0	1872701	0	0	0	0	1872701	1872701
LEASE HOLD LAND	2003199	0	0	2003199	0	0	0	0	2003199	2003199
SITE DEVELOPMENT	14410010	374978	0	14784988	1311056	236528	0	1547584	13237404	13098954
FACTORY BUILDING & SHED	61414594	4221648	0	65636242	17932956	2142512	0	20075468	45560774	43481638
PLANT & MACHINERY	430578637	62633270	4181411	489030496	143417518	24171256	1054576	166534198	322496298	287161119
E.T.P. & MACHINERY	3937133	389089	0	4326222	2023046	218981	0	2242027	2084195	1914087
ELECTRICAL INSTALLATION	25513811	219357	0	25733168	8819098	1355686	0	10174784	15558384	16694713
OFFICE EQUIPMENTS	2564354	239480	0	2803834	1083855	123418	0	1207273	1596561	1480499
FURNITURE & FIXTURES	8329859	287168	0	8617027	3244817	536675	0	3781492	4835535	5085042
VEHICLES	5841623	274144	305273	5810494	1080246	535423	173884	1441785	4368709	4761377
COMPUTER & PERIPHERALS	3436283	283750	0	3720033	2778445	243049	0	3021494	698539	657838
ERP SOFTWARE	1030781	0	0	1030781	866822	163959	0	1030781	0	163959
R & D ASSETS										
BUILDING	999556	66038	0	1065594	236397	34041	0	270438	795156	763159
EQUIPMENTS	2838312	139686	0	2977998	1299832	138675	0	1438507	1539491	1538480
FURNITURE & FIXTURES	504087	8094	0	512181	215647	32079	0	247726	264455	288440
WIND MILL PROJECT										
FREE HOLD LAND	233277	0	0	233277	0	0	0	0	233277	233277
WIND MILL PLANT	65906172	0	0	65906172	18391153	3479846	0	21870999	44035173	47515019
TOTAL	631414389	69136702	4486684	696064407	202700888	33412128	1228460	234884556	461179851	428713501
PREVIOUS YEAR	612578996	23330727	4495333	631414389	173905227	31285503	2489838	202700888	428713501	438673769
CAPITAL WORK IN PROGRESS	10864056	187928	10864056	187928	0	0	0	0	187928	10864056

PARTICULARS	MARCH 31, 2011 (AMT. IN ₹)	MARCH 31, 2010 (AMT. IN ₹)
<u>SCHEDULE-VII</u>		
<u>INVESTMENT</u>		
LONG TERM-AT COST (NON TRADE)		
UNQUOTED EQUITY SHARES		
01 1,19,000 Equity Shares in Swaraj Technocraft Pvt. Ltd. (Subsidiary Company) of ₹ 10 each.(Total 1,19,000 Shares of which 50,000 Shares acquired at par at ₹ 10/- each and 37,500 Shares acquired at ₹ 40/- each including premium of ₹ 30/- per share and 31500 acquired at @ ₹ 111/- each including premium of ₹ 101/- (Previous Year 87,500)	54,96,500	20,00,000
02 250 Equity Shares of ₹ 10/- each of The Shyamrao Vitahldas Co-operative Society Ltd., Mumbai (Fully Paid up)	2,500	2,500
03. National Saving Certificate	-	7,500
04 Equity Share in Rajratan Thai Wire Co. Ltd. Thailand (Subsidiary Company) [Total 1,79,99,930 fully paid equity share of Baht 10 each] (Previous year 1,39,99,930)	23,35,47,023	17,64,05,346
TOTAL	23,90,46,023	17,84,15,346
<u>CURRENT ASSETS LOANS AND ADVANCES</u>		
<u>SCHEDULE-VIII</u>		
<u>INVENTORIES</u>		
01. Raw Materials	4,02,84,287	2,53,37,786
02. Ancillary Raw Material	1,77,33,967	1,51,50,917
03. Work-In-Progress	58,33,897	65,56,773
04. Finished Goods	4,35,01,298	1,69,93,092
05. Stores and Spare Parts	86,27,565	79,34,154
TOTAL	11,59,81,014	7,19,72,722
<u>SCHEDULE-IX</u>		
<u>SUNDRY DEBTORS</u>		
Debt unsecured & considered good		
a) Outstanding for a period exceeding 6 months	6,32,406	51,31,778
b) Other debts	32,81,87,600	31,22,41,457
TOTAL	32,88,20,006	31,73,73,235
<u>SCHEDULE-X</u>		
<u>CASH & BANK BALANCES</u>		
A. Cash Balance on hand including foreign currency	10,27,364	6,28,560
B. Balances with Scheduled Banks		
a) In Current Account	4,29,645	3,44,316
b) In Fixed Deposits Account	25,89,184	3,07,184
c) Margin Money with IDBI Bank Ltd. Indore	30,00,000	--
TOTAL	70,46,193	12,80,060

PARTICULARS	MARCH 31, 2011 (AMT. IN ₹)	MARCH 31, 2010 (AMT. IN ₹)
<u>SCHEDULE-XI</u>		
<u>OTHER CURRENT ASSETS</u>		
a) Interest Accrued on Fixed Deposits	29,734	8,491
TOTAL	29,734	8,491
<u>SCHEDULE-XII</u>		
<u>LOANS AND ADVANCES</u>		
a) Advance & Loans to Subsidiary Rajratan Thai Wire Co. Ltd.	--	1,88,67,306
b) Advance recoverable in cash or in kind or for to be received	5,56,92,721	7,11,00,074
c) Balance With Central Excise Authorities	43,92,705	23,28,408
TOTAL	6,00,85,426	9,22,95,788
<u>SCHEDULE- XIII</u>		
<u>CURRENT LIABILITIES & PROVISIONS</u>		
A) CURRENT LIABILITIES		
(i) Sundry Creditors		
(i) Total Outstanding dues of Micro and Small enterprises	NIL	NIL
(ii) Total Outstanding dues of Creditors Other Than Micro and Small enterprises	1,20,70,839	1,26,78,197
(ii) Unpaid Dividend	4,19,490	3,33,587
(iii) Other Liabilities	1,58,12,936	1,36,53,181
(iv) Interest accrued but not due on Loans	4,450	7,363
TOTAL (A)	2,83,07,715	2,66,72,328
B) PROVISIONS :		
(i) Income Tax (Net of Advance Tax)	15,26,397	59,50,000
(ii) Proposed Dividend (Including Dividend Tax of ₹ 11,09,383)	76,37,083	76,37,083
TOTAL (B)	91,63,480	1,35,87,083
TOTAL (A+B)	3,74,71,195	4,02,59,411
<u>SCHEDULE-XIV</u>		
<u>SALES</u>		
I) Sale of Manufactured Product	1,69,01,44,605	1,50,12,32,662
II) Sale of Trading Goods	6,49,70,623	8,79,48,813
TOTAL	1,75,51,15,228	1,58,91,81,475
<u>SCHEDULE-XV</u>		
<u>OTHER INCOME</u>		
I) Interest Income	15,69,062	13,60,082
II) Dividend from Long Term Investment	87,800	87,875
III) Other Operating Income	36,77,846	32,59,203
IV) Job Work Income	16,31,597	--
V) Profit on Sale of Assets	8,06,281	--
TOTAL	77,72,586	47,07,160

PARTICULARS	MARCH 31, 2011 (AMT. IN ₹)	MARCH 31, 2010 (AMT. IN ₹)
<u>SCHEDULE – XVI</u>		
<u>INCREASE/(DECREASE) IN INVENTORY</u>		
Closing Stock		
a) Finished Goods	4,35,01,298	1,69,93,092
b) Work-In-Progress	58,33,898	65,56,773
	4,93,35,196	2,35,49,865
Less- Opening Stock		
a) Finished Goods	1,69,93,092	91,06,626
b) Work-In-Progress	65,56,773	51,77,422
	2,35,49,865	1,42,84,048
Net Increase/(Decrease)	TOTAL	
	2,57,85,331	92,65,817

<u>SCHEDULE – XVII</u>		
<u>RAW MATERIAL CONSUMED</u>		
<u>Opening Stock</u>		
Wire Rod	2,53,37,786	2,81,64,411
Ancillary Raw Material	1,51,50,917	1,15,93,119
	4,04,88,703	3,97,57,530
Add: Purchases of wire rod & other Raw Material (Net of CENVAT and Vat Credit but including Entry Tax)	1,04,69,52,004	90,70,17,917
	TOTAL (A)	1,08,74,40,707
Less: Closing Stock :-		
Wire Rod	4,02,84,287	2,53,37,786
Ancillary Raw Material	1,77,33,967	1,51,50,917
	TOTAL (B)	4,04,88,703
RAW MATERIAL CONSUMED	TOTAL [A-B]	
	1,02,94,22,453	90,62,86,744

<u>SCHEDULE–XVIII</u>		
<u>MANUFACTURING EXPENSES</u>		
Power & Fuel	11,00,34,933	10,32,11,788
Less: Recovery of Energy Generated by Windmills	(-) 81,73,646	(-) 98,99,455,
	10,18,61,287	9,33,12,333
Consumable Stores	2,14,15,662	1,71,29,647
Packing Material	1,78,27,495	1,41,42,872
Freight Inwards	95,72,641	86,80,109
Entry Tax	10,68,873	5,20,427
Water Charges	6,51,045	3,69,776
Material Testing Charges	2,03,361	92,779
Factory Expenses	15,16,109	16,82,026
Research & Development Expenses	3,22,382	1,68,050
Effluent Treatment Plant Expenses	16,41,872	18,12,135
Repair & Maintenance		
- To Plant & Machinery	2,71,18,433	2,37,21,897
- To Building	21,74,915	23,08,222
- To Furniture	24,159	22,678
Wind Mill Maintenance	18,96,503	17,05,167
Lease Rent & Development Charges to MPAKVN	1,29,071	1,25,664
	TOTAL	
	18,74,23,808	16,57,93,782

PARTICULARS	MARCH 31, 2011 (AMT. IN ₹)	MARCH 31, 2010 (AMT. IN ₹)
<u>SCHEDULE – XIX</u>		
<u>PAYMENT TO & FOR EMPLOYEES</u>		
Salaries, Wages, Bonus & Allowances	6,21,53,666	5,05,88,287
Contribution to Provident Fund	28,45,443	25,59,339
Contributions to ESIC	13,25,000	9,43,463
Staff Welfare Expenses	27,84,916	18,51,575
Contributions to Gratuity Fund	9,48,822	2,79,647
Medical Expenses Reimbursement	5,42,823	5,93,059
TOTAL	7,06,00,670	5,68,15,370
<u>SCHEDULE- XX</u>		
<u>OTHER EXPENSES</u>		
Telephone & Postage	8,97,252	9,28,636
Stationary & Printing	6,96,911	4,87,649
Travelling Expenses	39,11,482	21,82,425
Conveyance Expenses	8,58,835	8,12,867
Auditor's Remuneration		
- Statutory Audit	1,75,000	1,50,000
- Tax Audit	50,000	50,000
- Certification Charges	25,000	25,000
Internal Audit	1,50,000	1,00,000
Vehicle Maintenance	1,73,691	1,58,318
Directors Meeting Fees	65,000	52,500
Office Expenses	78,097	1,00,850
Office Rent	2,16,000	2,16,000
Legal & Professional charges	1,00,53,407	25,15,929
Insurance Charges	4,71,726	2,79,447
Garden Expenses	53,046	83,296
Membership, Registration & Subscription	1,62,316	68,554
Newspaper, books & periodicals	30,384	63,852
Professional Tax	2,500	2,500
Property Tax	1,62,668	1,96,254
Donations	84,700	1,55,000
Loss on Sale of Assets	--	14,13,728
Wealth Tax	3029	--
Freight Outwards	3,08,94,584	2,88,04,319
Export Expenses	2,21,19,899	1,53,73,711
Service Tax on freight outwards	8,64,119	6,91,413
Advertisement Expenses	4,39,541	4,79,179
Transit Insurance	5,88,052	6,30,018
Commission on Sales	31,41,085	4,95,031
Sales Promotion	1,94,142	2,30,477
Sales Tax	---	3,13,649
Debit / credit Balance W/off	10,66,592	2,28,380
TOTAL	7,76,29,058	5,72,88,982

PARTICULARS	MARCH 31, 2011 (AMT. IN ₹)	MARCH 31, 2010 (AMT. IN ₹)
<u>SCHEDULE – XXI</u>		
<u>INTEREST AND FINANCIAL CHARGES</u>		
Interest on Term Loan	1,42,31,839	1,68,82,389
Interest on CC Loan	3,32,53,311	2,06,01,022
On Unsecured Loans	24,33,682	34,35,531
Bank Commission & Charges	81,51,540	40,51,148
Premium on FCNR Forward Booking for Demand Loan	22,92,810	22,01,403
Exchange Difference Fluctuation	--	31,02,709
TOTAL	<u>6,03,63,182</u>	<u>5,02,74,202</u>

SCHEDULE – XXIII

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO THE ACCOUNTS

1.1 Basis of Preparation of Financial Statements

The financial statements are prepared and presented under the historical cost convention, on the accrual basis of accounting in accordance with the accounting principles generally accepted in India ('Indian GAAP') and comply with the Accounting Standards issued by the Institute of Chartered Accountants of India ('ICAI'), The Companies Accounting Standard Rules, 2006 and relevant provisions of Companies Act, 1956 ("the Act") to the extent applicable.

1.2 Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles ("GAAP") requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent liabilities on the date of the financial statements. Actual results could differ from those estimates. Any revision to accounting estimates is recognized prospectively in current and future periods.

1.3 Fixed assets and depreciation

Fixed assets are stated at acquisition cost less accumulated depreciation. The cost of fixed assets comprises its purchase price including import duties and other non-refundable taxes or levies and any directly, attributable cost of bringing the asset to the working condition for its intended use.

Depreciation is provided on the straight-line method ('SLM') as per the depreciation rates prescribed in Schedule XIV of the Act.

The Depreciation on the assets Capitalized/Sold during the year is charged on prorata basis.

Capital Work-In-Progress includes the cost of fixed assets that are not ready to use at the balance sheet date and advances paid to acquire capital assets before the balance sheet date.

1.4 Intangible Assets

Intangible Assets comprise of ERP Software. Depreciation is charged @16.21%, being the rate prescribed for Data Processing Machines including computer in schedule XIV to the Act.

1.5 Impairment of Assets

The Company assesses at each balance sheet date whether there is any indication that an asset or a group of assets (cash generating unit) may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset or a group of assets. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the profit & loss account. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciable historical cost.

1.6 Investments

Investments classified as long term investment are carried at cost. Provision for diminution, if any, is made to recognize a decline other than temporary, in the value of the investment.

Investment in Rajratan Thai Wire Co. Ltd., Thailand, being a non-monetary item which is carried in terms of historical cost denominated in Thai Baht, is reported using the exchange rate at the date of transaction.

1.7 Inventories

- (a) Inventories are valued at cost or net realizable value whichever is lower.
- (b) The cost of inventories comprise all costs of purchase including duties and taxes (other than those subsequently recoverable from the taxing authorities), conversion cost and other costs incurred in bringing the inventories to their present location and condition.
- (c) The cost formulas used are Weighted Average Cost in case of Raw Material and First-in- First Out ('FIFO') in case of Ancillary Raw Material and Consumable Spares.
- (d) Excise Duty is included in the value of finished goods inventory.

1.8 Revenue recognition

- (a) Revenue from sale of products is recognized on transfer of all significant risk and rewards of ownership of products to the customers, which is generally on dispatch of goods. Sales are stated exclusive of Value Added Tax.
- (b) Dividend income is recognized when the right to receive the dividend is established.
- (c) Interest income is recognized on the time proportion basis.
- (d) Export incentives receivable are accrued for when the right to receive the credit is established and there is no significant uncertainty regarding the ultimate collection of export proceeds.

1.9 Employee Benefits

- (a) Short Term Employee Benefits

All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits. Benefits such as salaries, wages, and short term compensated absences, etc. are recognized in the period in which the employee renders the related services.

- (b) Post- Employment Benefits.

- (i) Defined Contribution Plans: The Employee State Insurance Scheme and Contributory Provident Fund administered by Provident Fund Commissioner are defined contribution plans. The Company's contribution paid/payable under the schemes is recognized as expense in the profit and loss account during the period in which the employee renders the related service.
- (ii) Defined Benefit Plans: The Company has taken Group Gratuity and Cash Accumulation Policy issued by the Life Insurance Corporation of India (LIC). The present value of the obligation under such defined benefit plans is determined based on actuarial valuation as advised by LIC, using the Projected Unit Credit Method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

The obligation is measured at the present value of the estimated future cash flows. The discount rates used for determining the present value of the obligation under defined benefit plans, are as advised by LIC.

Actuarial gains and losses are recognized immediately in the Profit & Loss Account.

1.10 Foreign Currency Transactions

Transactions denominated in foreign currency are recorded at the exchange rate prevailing on the date of transactions. Exchange differences arising on foreign exchange transactions settled during the year are recognized in the profit and loss account of the year.

Monetary assets and liabilities in foreign currency, which are outstanding as at the year-end, are translated at the closing exchange rate and the resultant exchange differences are recognized in the profit and loss account.

The premium or the discount on forward exchange contracts not relating to firm commitments or highly probable forecast transactions and not intended for trading or speculation purpose is amortized as expense or income over the life of the contract.

1.11 Borrowing Costs

The borrowing costs that are directly attributable to the acquisition, construction or productions of a qualifying asset are capitalized as part of the cost of that asset. The amount of borrowing cost eligible for capitalization is determined in accordance with

Accounting Standard (AS) 16- Borrowing Costs issued by the Institute of Chartered Accountants of India (ICAI) and notified under the Companies Accounting Standard Rules 2006..

1.12 Research and Development

Expenditure on research phase is recognized as an expense when it is incurred. Expenditure on development phase is recognized as an intangible asset if it is likely to generate probable future economic benefits.

1.13 Taxation

Tax expenses for the current year comprises of current tax and deferred tax. Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of Income Tax Act 1961. Deferred tax is recognized, on timing differences between the taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

1.14 Earning Per Share

Basic and diluted earnings per share is computed by dividing the net profit attributable to equity shareholders for the year, by the weighted average number of equity shares outstanding during the year. There are no diluted potential equity share.

1.15 Provisions for Contingencies

Provisions comprise liabilities of uncertain timing or amount. Provisions are recognized when the company recognizes it has a present obligation as a result of past events, it is more likely than not that an outflow of resources will be required to settle the obligation and the amount can be reasonably estimated.

Disclosures for contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources when there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Loss contingencies arising from claims, litigation, assessment, fines, penalties, etc. are recorded when it is probable that a liability has been incurred and the amount can be reasonably estimated.

Contingent assets are not recognized in the financial statements.

2. In the opinion of the Board of Directors of the Company, the Current Assets, Loans and Advances have a value realizable in the ordinary course of business at least equal to the amount at which they are stated and provisions for all known liabilities are adequate and not in excess of the amount reasonably necessary.
3. The estimated amount of contract remaining to be executed on capital account and not provided for ₹ 1,50,000/- (Previous Year ₹ 1,40,57,871/-) Advances paid to suppliers of capital goods is ₹ 1,87,928/- are (Previous Year 47,01,065/-) included in the Capital Work in progress.
4. Contingent liabilities
 - a) The company has given the Corporate Guarantee for the credit facilities availed by M/s Rajratan Thai Wire Co.Ltd, Thailand the wholly owned subsidiary of the company: USD 12.30 Million (Previous Year USD 12.30 Million).
 - b) The Demands have been raised by the Income Tax department against the company after assessment for the following years though the company has filed appeals before the appropriate authorities against such assessment orders.

A.Y.2007-08	₹ 1,34,891/-
-------------	--------------
5. Installments of term loans from financial institutions falling due within one year are ₹ 5,22,00,000/- (Previous year ₹ 4,32,00,000/-) and Sales Tax Deferment Loan ₹ 59,77,724/- (Previous Year ₹ 1,72,23,072/-)
6. Quantitative Information as required under Clause 3(i) (a), 3(ii), 4-C, 4-D of Part II of Schedule VI to the Companies Act, 1956.

Tyre Bead Wire/Steel Wire	31st March 2011 Quantity (MT)	31st March 2010 Quantity (MT)
a. Registered Capacity (SIA)	40,000	40,000
b. Installed Capacity	30,000	30,000
c. Production	29,227.642	29,188.693

The installed capacity is mentioned as certified by the management and being technical matter has not been verified by the auditors.

	31st March 2011		31st March 2010	
	Quantity (MT)	Value Rupees	Quantity (MT)	Value Rupees
d. Opening Stock				
(i) Finished Goods	413.893	1,69,93,092	189.201	91,06,626
(ii) Work in Progress	195.018	65,56,773	126.670	51,77,422
e. Closing Stock				
(i) Finished Goods	935.361	4,35,01,298	413.893	1,69,93,092
(ii) Work in Progress	153.163	58,33,897	195.018	65,56,773
f. Turnover of Manufactured Goods	28,706.174	1,69,13,53,009	28,964.001	1,50,12,32,662
g. Trading Goods				
Opening Stock		NIL		NIL
Purchases		6,12,59,968		8,53,58,462
Closing Stock		NIL		NIL
Sales		6,49,70,623		8,79,48,814

The quantitative details can not be maintained due to different nature and large number of products dealt with

h. Raw Material Consumed				
i) Wire Rod	29691.250	1,00,99,33,789	29,626.518	88,93,60,851
ii) Other Raw Material	-	1,94,88,663	-	1,69,25,893
		1,02,94,22,452		90,62,86,744

7. Value of Imported and indigenous Raw Materials Consumed:				
Imported:	Percentage	Value	Percentage	Value
Imported	00.93%	95,62,706	14.98%	13,58,41,153
Indigenous	99.07%	1,01,98,59,747	85.02%	77,04,45,591
		1,02,94,22,453		90,62,86,744

8. C.I.F Value of Purchases			
Particulars		Value	Value
(i) Raw Material		86,55,271	12,58,13,935
(ii) Components & Spare Parts		NIL	82,482
(iii) Capital Goods		13,77,971	16,37,272
(iv) Trading Goods		4,43,76,242	NIL

9.	Earning in Foreign Exchange		
	F.O.B Value of Exports (Mfg.)	12,15,84,551	9,74,60,026
	F.O.B Value of Exports (Deemed)	NIL	14,79,543
	F.O.B Value of Exports (Trading)	3,47,72,956	NIL
10.	Other Expenditure in Foreign Currency:		
	A. Travelling Expenses	3,68,295	4,13,531
	B. Journals, Periodicals & Packing Material	NIL	NIL
	C. Advertisement Expenses	NIL	72,709
	D. Testing Fees	34,642	23,614
	E. Technical Consultancy	3,34,351	50,809
11.	Remittances in Foreign Currency:		
	A. Investment in Rajratan Thai Wire Co. Ltd.	4,10,14,250	94,29,913
	B. Loan To Rajratan Thai Wire Co. Ltd.	NIL	1,92,63,754

12. Computation of Net Profit in according with section 198 of the Companies Act, 1956:

	(₹ In Lacs)
Net Profit before tax	1219.02
Add:-	
i) Directors' Remuneration	79.79
ii) Adjustment of Depreciation Provided in accounts if in excess/short as compared to depreciation U/s 350 of the Companies Act.	NIL
iii) Profit/(Loss) on sale of assets	<u>8.06</u>
Total	1306.87
<hr/>	
Maximum Remuneration Permissible under the Act	130.687

13. During the year the dividend received from Subsidiary M/s Swaraj Technocrafts Pvt. Ltd. is ₹ 87,500/- (Previous Year ₹ 87,500/-).
14. Under the Micro, Small and Medium Enterprises Development Act,2006 which came into force from 2nd October 2006, certain disclosures are required to be made relating to Micro, Small and Medium Enterprises. The Management has confirmed to us that none of the suppliers have confirmed that they are registered under the Provisions of this Act. in view of this, the liability of the interest and disclosures are not required to be disclosed in the financial statement.
15. During the year the commission on sales paid to Selling Agents is ₹ 31,41,085/- (Previous Year ₹ 4,95,031/-).
16. The amount of Foreign Exchange difference included in the profit & loss account is ₹ 1,22,906/- (Previous Year ₹ (-) 21,39,237/-).
17. The disclosure required as per Accounting Standard (AS) 15 "Employees Benefit" issued by the Institute of Chartered Accountants of India (ICAI) and notified under the Companies Accounting Standards Rules, 2006 and based on the report issued by Life Insurance Corporation of India (LIC) is as under:-
- (a) The company has taken Group Gratuity and Cash Accumulation Policy issued by the LIC which is a defined benefit plan.
- (b) **Table showing changes in present value of obligations as on**

	31/03/2011	31/03/2010
Present value of obligations as at beginning of the year	54,94,668/-	59,59,622/-
Interest Cost	4,39,573/-	4,76,770/-
Current Service Cost	5,61,089/-	6,61,262/-
Benefit Paid	(4,90,814/-)	(1,21,177/-)
Actuarial (gain)/loss on obligations	<u>5,32,238/-</u>	<u>(14,75,809/-)</u>
Present value of obligations as at end of the year	<u>65,36,754/-</u>	<u>54,94,668/-</u>

(c) **Table showing changes in the fair value of plan assets as on**

	<u>31/03/2011</u>	<u>31/03/2010</u>
Fair value of plan assets at beginning of the year	64,71,079/-	31,49,063/-
Expected return on plan assets	5,84,078/-	4,15,902/-
Contribution	6,80,452/-	30,33,291/-
Benefit Paid	(4,90,814/-)	(1,27,177/-)
Actuarial (gain)/loss on plan assets	NIL	NIL
Fair value of the plan assets at the end of the year	<u>72,44,795/-</u>	<u>64,71,079/-</u>

(d) **Table showing fair value of plan assets as on**

	<u>31/03/2011</u>	<u>31/03/2010</u>
Fair value of plan assets at beginning of the year	64,71,079/-	31,49,063/-
Actual return on plan assets	5,84,078/-	4,15,902/-
Contribution	6,80,452/-	30,33,291/-
Benefit Paid	(4,90,814/-)	(1,21,177/-)
Fair value of the plan assets at the end of the year	72,44,795/-	64,71,079/-
Funded status	7,08,041/-	(9,76,411/-)
Excess of actual over estimated return on plan assets (Actual Rate of return= estimated rate of return as ARD falls on 31/03/2011)	NIL	NIL

(e) **Actuarial Gain/(Loss) recognized as on 31/03/2011**

	<u>31/03/2011</u>	<u>31/03/2010</u>
Actuarial Gain/(Loss) for the year-obligation	5,32,238/-	(1,47,580/-)
Actuarial Gain/(Loss) for the year-plan assets	NIL	NIL
Total (Gain)/Loss for the year	5,32,238/-	1,47,580/-
Actuarial Gain/(Loss) recognized for the year	5,32,238/-	14,75,809/-

(f) **Expenses recognized in statement of profit and loss**

	<u>31/03/2011</u>	<u>31/03/2010</u>
Current Service Cost	6,61,089/-	6,61,262/-
Interest cost	4,39,573/-	4,76,770/-
Expected return on Plan Asset	(5,84,078/-)	(4,15,902/-)
Net Actuarial (Gain)/Loss recognized in the year	(5,32,238/-)	(14,75,809/-)
Expenses recognized in the statement of profit & loss Under AS 15	(9,48,822/-)	(7,53,679/-)

(g) **Assumption**

	<u>31/03/2011</u>	<u>31/03/2010</u>
Discount rate	8%	8%
Salary Escalation	5%	5%

18. In accordance with the Accounting Standard (AS) 17 "Segment Reporting" issued by The Institute of Chartered Accountants of India (ICAI) and notified under the Companies Accounting Standards Rules, 2006 the company has identified Windmill unit as a separate reportable segment. The requisite disclosure is as under :-

Information About Business Segments

(₹ In Lac)

REVENUE	STEEL WIRE		WIND MILL		CONSOLIDATED	
	2011	2010	2011	2010	2011	2010
External Sales	16064.85	14792.17	0	0	16064.85	14792.17
Inter Segment Sales	--	--	81.73	98.99	81.73	98.99
Total Revenue	16064.85	14792.17	81.73	98.99	16146.58	14891.16
RESULT						
Segment Result	1999.22	1970.99	20.26	43.50	2019.48	2014.49
Unallocated Corporate expenses					213.51	114.80
Operating Profit					1805.97	1899.69
Interest Expenses					603.63	502.74
Interest Income					15.69	13.60
Income Taxes					413.43	496.52
Profit From Ordinary Activities					805.60	914.03
Extraordinary Loss					--	--
Net Profit					805.60	914.03
Other Information						
Segment Assets	9166.20	8618.19	452.19	486.34	9618.39	9105.23
Unallocated Corporate Assets					114.91	119.84
Total Assets					9733.30	9225.07
Segment Liabilities	5207.06	4554.58	--	--	5207.06	4554.58
Unallocated Corporate Liabilities					1061.77	1328.33
Total Liabilities					6268.83	5882.91
Capital Expenditure	691.36	233.31	--	--	691.36	233.31
Depreciation	299.32	278.05	34.80	34.80	334.12	312.85
Non-Cash Expenses Other than Depreciation					0.00	0.00

Information About Geographical Segments

	With in India		Out side India		Total	
	2011	2010	2011	2010	2011	2010
Sales Revenue	14344.20	13696.68	1720.65	1095.49	16064.85	14792.17
Segment Assets	9733.30	9225.07			9733.30	9225.07
Cost of Acquire Tangible & Intangible Fixed Assets	691.36	233.31			691.36	233.31

- Notes:-**
- i. The basis of inter segments transfers is the rate of power decided by MP State Electricity Board.
 - ii. There are no changes in segment accounting policies.
 - iii. Type of products and services in business segment is as under:-
 - Steel Wire - Tyre Bead Wire
 - Wind Mill - Generation of Electrical Energy
19. In accordance with the Accounting Standard (AS)18 "Related Party Disclosures" issued by The Institute of Chartered Accountants of India (ICAI) and notified under the Companies Accounting Standards Rules, 2006 the names of the related parties and the relevant disclosure is as under:-
- (a) Name of the related party and description of relationship:**
- i. Key Management Personnel:
 - 1) Mr. Chandanmal Chordia - Chairman (Till 5th May 2010)
 - 2) Mr. Sunil Chordia - Managing Director
 - 3) Mr. Deepesh Trivedi - Executive Director

- ii. Relatives of Key Managerial Personnel
 - 1) Smt. Shantadevi Chordia W/o Shri Chandanmal Chordia
 - 2) Smt. Sangita Chordia W/o Shri Sunil Chordia
- iii. Companies/entities under the control of Key Management personnel
 - 1) M/s. Rajratan Resources Pvt. Ltd.,
 - 2) M/s. Rajratan Investment Ltd,
 - 3) M/s. Cee Cee Engineering Industries Pvt.Ltd.
- iv Subsidiary
 - 1) M/s. Rajratan Thai Wire Company Ltd., Thailand
 - 2) M/s. Swaraj Technocraft Pvt Ltd .

The following transaction were carried out with the related parties in the ordinary course of business

Sr. No.	Transaction	Key Management Personnel	Relatives of Key Management Personnel	Companies/entities under the control of Key Management Personnel	Subsidiary
1.	Purchase of Goods	NIL (NIL)	NIL (NIL)	NIL (NIL)	6,13,404/- (3,19,679/-)
2.	Sale of Goods	NIL (NIL)	NIL (NIL)	NIL (NIL)	3,58,10,705/- (3,85,63,035/-)
3.	Purchase of Assets	NIL (NIL)	NIL (NIL)	NIL (NIL)	1,70,85,794/- (98,84,229/-)
4.	Sale of Assets	NIL (NIL)	NIL (NIL)	NIL (NIL)	49,01,509/- (NIL)
5.	Unsecured Loan Received	NIL (NIL)	NIL (NIL)	40,85,911/- (2,18,24,599/-)	NIL (NIL)
6.	Investment in Equity Share during the year	NIL (NIL)	NIL (NIL)	NIL (NIL)	6,06,38,177/- (94,29,913/-)
7.	Dividend Received	NIL (NIL)	NIL (NIL)	NIL (NIL)	87,500/- (87,500/-)
8.	Remuneration	79,79,713/- (58,58,895/-)	NIL (NIL)	NIL (NIL)	NIL (NIL)
9.	Interest	NIL (NIL)	NIL (NIL)	8,62,569/- (9,58,418/-)	NIL (NIL)
10.	Rent	NIL (NIL)	2,16,000/- (2,16,000/-)	NIL (NIL)	NIL (NIL)
11.	Job work charges	NIL (NIL)	NIL (NIL)	NIL (NIL)	3,38,328/- (1,03,476/-)

The figures mentioned in the brackets are previous year figures.

Effective from 18th June 2010, the company has acquired a controlling interest in M/s Swaraj Technocrafts P. Limited thereby changing its status from Joint Venture to Subsidiary. Accordingly previous year's figures have also been classified under the column for subsidiary.

20. Earning Per Share :

The Company's share capital consists of equity share. The basic and diluted earning per share is calculated as under:

Sr. No.	Nature of Transaction	This Year	Previous
1.	Number of Shares at the Commencement	43,51,800	43,51,800
2.	Shares issued during the year	NIL	NIL
3	No. of Shares at the end of the Year	43,51,800	43,51,800
4.	Profit After Taxes	8,05,59,555	9,09,18,432
5.	Extra Ordinary Items (Within the meaning of AS-5, Net Profit or loss for the period, Prior Period items and Changes in the Accounting Policies)	-	-
6.	Basic Earning Per Share	18.51	20.89
7.	Diluted Earning Per Share	18.51	20.89
8.	Nominal Value Per Share	10.00	10.00

21. In accordance with the Accounting Standard (AS)22 “Accounting for Taxation” issued by The Institute of Chartered Accountants of India (ICAI) and notified under the Companies Accounting Standards Rules, 2006 the details of Deferred Tax items are as under:

	<u>2010-11</u>	<u>2009-10</u>
<u>Deferred Tax Liabilities:</u>		
(i) On Account of Tax effect on timing difference arising due to difference in Depreciation	31,05,284/-	33,040/-
(ii) On Account of to Reversal of DTA Created in earlier year	9,41,173/-	17,95,758/-
<u>Deferred Tax Assets:</u>		
On account of tax effect on timing difference arising due to Disallowance U/s 43B	11,16,730/-	15,18,887/-
Net Deferred Tax Liabilities	29,29,727/-	3,09,912/-

22. Debit/Credit balances written off during the year amounting to ₹ 10,66,592/- includes:-
- (a) Advance paid to raw material suppliers of ₹ 5,00,000/- against which no supplies are received.
 - (b) Bad debts written off during the year amounting to ₹ 51,31,778/-
 - (c) Credit balance of one of the supplier of ₹ 45,45,758/- is written back which in the opinion of the management is not payable.
23. The details and nature of Prior Year adjustments are as under:-
- | | <u>2010-11</u> | <u>2009-10</u> |
|--|----------------|----------------|
| Excess Provision Written back (Bonus) | - | 1,38,327/ - |
| Excess Provision written back (Income tax) | - | 3,31,469/- |
| Excess Depreciation Written back (earlier years) | - | 3,432/- |
| Export Expenses of Previous Year | - | 11,000/- |
24. Previous Year’s figures have been regrouped and recast wherever considered necessary to make them comparable with the current year’s figures.

FOR FADNIS AND GUPTE
CHARTERED ACCOUNTANTS
FRN : 006600C

FOR AND ON BEHALF OF THE BOARD

(CA MANOJ FADNIS)
 PARTNER
 M.No. 072707

VINEET CHOPRA
 COMPANY SECRETARY

D. TRIVEDI
 EXECUTIVE DIRECTOR

SUNIL CHORDIA
 MANAGING DIRECTOR

Indore
 Dated : 11th May 2011

**CASH FLOW FOR THE YEAR ENDED 31.3.2011
PURSUANT TO THE LISTING AGREEMENT WITH STOCK EXCHANGE**

PARTICULARS	2010-2011	2009-2010
A) CASH FLOW FROM OPERATING ACTIVITIES:		
NET PROFIT BEFORE TAX AND EXTRA ORDINARY ITEMS ADJUSTMENT FOR:	12,19,02,112	14,00,87,039
Add: Depreciation	3,34,12,128	3,12,85,503
Interest & finance charges	6,03,63,182	5,02,74,202
Dividend Income	(87,800)	(87,875)
Profit/Loss on sale of assets	(8,06,281)	14,13,728
Prior Period Adjustment	-	1,49,327
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES: ADJUSTMENT FOR:	21,47,83,341	22,31,21,924
Trade and Other Receivables	2,07,42,348	(9,11,91,816)
Inventories	(4,40,08,292)	(96,39,573)
Trade and other Payables	16,35,387	(73,76,823)
Increase in Working Capital Limits	7,98,66,658	2,10,07,059
CASH GENERATED FROM OPERATIONS	27,30,19,442	13,59,20,771
Direct Taxes Paid & Fringe Benefit Tax	(4,28,36,433)	(4,70,74,069)
CASH FLOW BEFORE EXTRA ORDINARY ITEMS:	23,01,83,009	8,88,46,702
Extra Ordinary Items (Prior Period)	--	--
NET CASH FROM OPERATING ACTIVITIES	23,01,83,009	8,88,46,702
B) CASH FLOW FROM INVESTING ACTIVITIES		
Sale of fixed assets	40,64,505	5,95,199
Dividend Income	87,800	87,875
Purchase of fixed assets	(5,84,60,574)	(3,19,78,993)
Investment in Shares	(6,06,30,677)	(91,41,746)
NET CASH FROM INVESTING ACTIVITIES	(11,49,38,946)	(4,04,37,665)
C) CASH FLOW FROM FINANCING ACTIVITIES:		
Interest Paid	(6,03,63,182)	(5,02,74,202)
Proceeds from Long Term Borrowings	(4,14,77,665)	(4,79,49,840)
Dividend Paid	(65,27,700)	(43,51,800)
Dividend Tax Paid	(11,09,383)	(7,39,588)
	(10,94,77,930)	(10,33,15,430)
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)	57,66,133	(5,49,06,393)
OPENING BALANCE OF CASH AND CASH EQUIVALENTS	12,80,060	5,61,86,453
CLOSING BALANCE OF CASH AND CASH EQUIVALENTS	70,46,193	12,80,060

FOR AND ON BEHALF OF THE BOARD

Indore
Dated : 11th May 2011

VINEET CHOPRA
COMPANY SECRETARY

D. TRIVEDI
EXECUTIVE DIRECTOR

SUNIL CHORDIA
MANAGING DIRECTOR

AUDITORS' CERTIFICATE

We have verified the above Cash Flow Statement with the books and records maintained by RAJRATAN GLOBAL WIRE LIMITED and certify that in our opinion and according to the information and explanation given to us, the above statement is in accordance therewith.

Date : 11th May 2011
Indore

FOR FADNIS & GUPTE
CHARTERED ACCOUNTANTS
FRN : 006600C
(CA MANOJ FADNIS)
PARTNER
M.No. 072707

**BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE
FOR THE YEAR ENDED 31st MARCH, 2011**

1. Registration Details

Registration No. State Code
Balance Sheet Date

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

Public Issue Right Issue
Bonus issue Private Placement

3. Position of Mobilisation and Development of Funds (Amount in ₹ Thousands)

Total Liabilities Total Assets
Source of funds
Paid-up capital Reserve & Surplus
Secured Loans Unsecured Loans
Deferred Tax
Application of funds
Net Fixed Assets Investments
Net Current Assets Misc. Expenditure
Accumulated Losses

4. Performance of Company (Amount in ₹ Thousand)

Turnover Total Expenditure
Profit/Loss Before Tax Profit/Loss After Tax
Earning per share in Rs. Dividend Rate

5. Generic Names of Three Principal Products/services or Company (as per monetary terms)

Item Code No. (ITC Code) Product Description
Item Code No. (ITC Code) Product Description

FOR AND ON BEHALF OF THE BOARD

VINEET CHOPRA
COMPANY SECRETARY

D. TRIVEDI
EXECUTIVE DIRECTOR

SUNIL CHORDIA
MANAGING DIRECTOR

**STATEMENT PURSUANT TO SEC 212 (3) OF THE COMPANIES ACT FOR
SUBSIDIARY COMPANY**

Name of the Subsidiary Company	Rajratan Thai Wire Co., Ltd.	Swaraj Technocraft Pvt. Ltd.
1. Financial year ending of the subsidiary	31.03.2011	31.03.2011
2. Date from which it became subsidiary	28.11.2006	18.06.2010
3. a) Number of shares held by holding company with its Nominees at the end of the financial year of the subsidiary.	1,79,99,930	1,19,000
b) Extent of holding	99.99%	68%
4. The net aggregate amount of the profit/(losses) of the subsidiary for the above financial year the subsidiary so as it concern the members of the holding company which was not dealt with in the account of the company for the year ended 31st March 2011.	₹ (1,55,43,509)	₹ 8,04,519
5. The net aggregate amount of the profit/(losses) of the subsidiary, since became a subsidiary so far as it concern the members of the company not dealt with in the account of the company for the year ended 31st March 2011.	₹ (11,02,17,557)	₹ 8,04,519

FOR AND ON BEHALF OF THE BOARD

Place : Indore
Dated : 11th May 2011

VINEET CHOPRA
COMPANY SECRETARY

D. TRIVEDI
EXECUTIVE DIRECTOR

SUNIL CHORDIA
MANAGING DIRECTOR

AUDITOR'S REPORT

The Board of Directors
RAJRATAN GLOBAL WIRE LIMITED
INDORE

1. We have audited the attached Consolidated Balance Sheet of M/S RAJRATAN GLOBAL WIRE GROUP, Indore as at 31st March 2011 and also the Consolidated Profit & Loss Account and Consolidated Cash Flow Statement the for the year ended on that date annexed thereto. These consolidated financial statements are the responsibility of the of Rajratan Global Wire Limited management. Our responsibility is to express an opinion on these consolidated financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are prepared, in all material respect, in accordance with an identified financial reporting framework and are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amount and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. We did not audit the financial statement of the subsidiaries whose financial statements reflect total assets (net) of ₹ 65,00,32,486/- as at March 31, 2011, total revenues of ₹64,70,01,097/- and net cash outflows amounting to ₹ 22,73,464/-for the year ended on that date. These financial statements have been audited by other auditors whose reports have been furnished to us, and our opinion is based solely on the report of other auditors.
4. Attention is invited to Note No. 4 regarding the different accounting policy followed by the wholly owned foreign subsidiary of the group in respect of revision of the originally estimated useful life of the fixed assets and the consequent write back of depreciation amounting to ₹ 1,50,04,750/- to the credit of Profit and Loss Appropriation Account.
5. We report that the consolidated financial statements have been prepared by the management of Rajratan Global Wire Limited in accordance with the requirements of Accounting Standard 21, Consolidated Financial Statements, issued by the Institute of Chartered Accountants of India (ICAI) and notified under the Companies Accounting Standard Rules 2006.
6. In our opinion and to the best of our information and explanations given to us, the consolidated financial statements give a true and fair view in conformity with the accounting principles generally accepted in India.
 - i) In the case of the Consolidated Balance Sheet, of the state of affairs of Rajratan Global Wire Group as at 31st March 2011;
 - ii) In the case of the Consolidated Profit and Loss Account, of the profit for the year ended on that date; and
 - iii) In the case of the Consolidated Cash Flow Statement, of the cash flows for the year ended on that date.

INDORE - 452 001
DATED - 11.05.2011

For Fadnis & Gupte
Chartered Accountants
FRN : 006600C

(CA.Manoj Fadnis)
Partner
M.No. 072707

CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH 2011

PARTICULARS	SCHEDULE	MARCH 31, 2011 (AMT. IN ₹)	MARCH 31, 2010 (AMT. IN ₹)
I. SOURCES OF FUNDS			
(1) Shareholders' Funds			
(a) Share Capital	I	4,35,18,000	4,35,18,000
(b) Reserves and Surplus	II	46,41,50,016	39,36,71,668
(2) Minority Interest			
		51,89,489	0
(3) Loan Funds			
(a) Secured Loans	III	96,54,80,025	83,84,00,766
(b) Unsecured Loans	IV	1,93,08,179	4,88,94,085
(4) Deferred Tax Liability			
	V	88,16,70,93	8,39,38,851
	TOTAL	1,58,58,12,802	1,40,84,23,370
II. APPLICATION OF FUNDS			
(1) Fixed assets			
(a) Gross Block	VI	1,25,75,52,577	1,10,96,75,324
(b) Less: Accumulated Depreciation		29,81,16,823	25,16,46,617
(c) Net Block		95,94,35,754	85,80,28,707
(d) Capital Work-in-Progress		2,14,91,150	3,27,05,356
(2) Goodwill on Consolidation			
		7,49,034	0
(3) Investment			
	VII	2,500	20,10,000
(4) Current Assets, Loans and Advances			
(a) Inventories	VIII	15,96,72,256	14,25,26,240
(b) Sundry Debtors	IX	43,44,70,113	37,00,64,934
(c) Cash & Bank Balances	X	99,82,508	64,89,839
(d) Other Current Assets	XI	2,85,934	8,491
(e) Loans And Advances	XII	6,94,72,461	7,95,21,573
		67,38,83,272	59,86,11,077
Less: Current Liabilities & Provisions			
(a) Liabilities	XIII	6,04,18,755	6,93,44,687
(b) Provisions		93,30,153	1,35,87,083
Net Current Assets		60,41,34,364	51,56,79,307
	TOTAL	1,58,58,12,802	1,40,84,23,370

Notes on Accounts

XXI

The schedules and notes on accounts referred to herein form part of Balance Sheet

As per our Report of even date attached.

FOR FADNIS AND GUPTE
CHARTERED ACCOUNTANTS
FRN : 006600C

FOR AND ON BEHALF OF THE BOARD

(CA MANOJ FADNIS)
 PARTNER
 M.No. 072707

VINEET CHOPRA
 COMPANY SECRETARY

D. TRIVEDI
 EXECUTIVE DIRECTOR

SUNIL CHORDIA
 MANAGING DIRECTOR

Indore
 Dated : 11th May 2011

CONSOLIDATED PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON 31ST MARCH 2011

PARTICULARS	SCHEDULE	MARCH 31, 2011 (AMT. IN ₹)	MARCH 31, 2010 (AMT. IN ₹)
INCOME			
Sales	XIV	2,35,77,43,352	1,95,32,53,053
Less: Excise Duty		15,04,85,375	10,99,64,368
Net Sales		<u>2,20,72,57,977</u>	<u>1,84,32,88,685</u>
Other Income	XV	1,71,17,111	81,35,479
Increase/(Decrease) in Inventory	XVI	1,02,73,213	1,76,36,369
	TOTAL	<u>2,23,46,48,301</u>	<u>1,86,90,60,533</u>
EXPENDITURE			
Raw Material Consumed	XVII	1,43,94,30,935	1,14,65,72,600
Cost of Traded Goods		5,96,90,378	8,53,06,961
Manufacturing Expenses	XVIII	27,33,17,365	23,09,97,985
Payment to & for Employees	XIX	11,37,92,167	8,59,15,277
Other Expenses	XX	10,46,98,614	7,31,97,293
Interest & Financial Charges	XXI	9,05,18,727	7,30,93,774
Depreciation		5,71,42,037	6,01,25,319
	TOTAL	<u>2,13,85,90,223</u>	<u>1,75,52,09,209</u>
PROFIT BEFORE TAX		9,60,58,078	11,38,51,324
Add : Depreciation of Earlier Year Written back		1,50,04,750	0
Less: Tax Expenses			
Current Tax		3,90,94,830	4,93,42,923
Deferred Tax		31,22,335	3,09,912
Prior Period Adjustments		1,46,585	(4,84,228)
Profit After Tax But Before Minority Interest		<u>6,86,99,078</u>	<u>6,46,82,717</u>
Less : Minority Interest		3,89,383	0
NET PROFIT FOR THE YEAR		6,83,09,695	6,46,82,717
Profit & Loss Appropriation Account			
Balance brought forward from Previous Year		(5,22,91,078)	(5,93,36,712)
Add: Op. Bal. of P & L of Subsidiary Acquired During the Year		27,90,262	0
PROFIT FOR THE YEAR		6,83,09,695	0
PROFIT AVAILABLE FOR APPROPRIATION		<u>1,88,08,879</u>	<u>53,46,005</u>
APPROPRIATION			
Transferred to General Reserve		1,10,00,000	5,00,00,000
Proposed Dividend (Subject to Approval of Shareholders)		65,63,477	65,27,700
Dividend Tax		11,39,124	11,09,383
Balance Carried to Balance Sheet		<u>1,06,278</u>	<u>(5,22,91,078)</u>
	TOTAL	<u>1,88,08,879</u>	<u>53,46,005</u>
Earning per equity Share of ₹ 10 each (Basic)		15.70	14.86
Earning per equity Share of ₹ 10 each (Diluted)		15.70	14.86
(Refer Note No. 8 of Schedule XXII)			

Notes on Accounts

XXII

The schedules and notes on accounts referred to herein form part of Profit & Loss Account.

As per our Report of even date attached.

**FOR FADNIS AND GUPTE
CHARTERED ACCOUNTANTS
FRN : 006600C**

FOR AND ON BEHALF OF THE BOARD

(CA MANOJ FADNIS)
PARTNER
M.No. 072707

VINEET CHOPRA
COMPANY SECRETARY

D. TRIVEDI
EXECUTIVE DIRECTOR

SUNIL CHORDIA
MANAGING DIRECTOR

Indore
Dated : 11th May 2011

**SCHEDULES ATTACHED TO AND FORMING PART OF CONSOLIDATED
BALANCE SHEET AS AT 31ST MARCH, 2011**

PARTICULARS	MARCH 31, 2011 (AMT. IN ₹)	MARCH 31, 2010 (AMT. IN ₹)
<u>SCHEDULE-I</u>		
<u>SHARE CAPITAL</u>		
Authorised:		
80,00,000 Equity Shares of ₹10/-each (Previous year 80,00,000 Equity Share of ₹10/- each)	8,00,00,000	8,00,00,000
Issued, Subscribed and Paid up:		
43,51,800 Equity Share ₹10/- each fully paid up (Previous Year 43,51,800 Equity Share of ₹10/- each Fully Paid up)	4,35,18,000	4,35,18,000
<u>SCHEDULE-II</u>		
<u>RESERVES & SURPLUS</u>		
Capital Reserve:		
1. State Investment Subsidy	15,00,000	15,00,000
2. Share Premium	8,39,85,200	8,39,85,200
3. General Reserve:		
(A) As per Last Balance Sheet	34,00,00,000	29,00,00,000
(B) Add: Op. Balance of Subsidiary Acquired during the Year	27,50,000	
Add: Transferred from Profit & Loss account	1,10,00,000	5,00,00,000
TOTAL	35,37,50,000	34,00,00,000
4. Balance of Profit & Loss Account	1,06,278	(5,22,91,078)
5. Foreign Currency Translation Reserve	2,48,08,538	2,04,77,546
TOTAL	46,41,50,016	39,36,71,668
<u>SCHEDULE-III</u>		
<u>SECURED LOANS</u>		
A. Term Loans		
01. State Bank of India	98,244,449	13,60,51,179
02. Industrial Development Bank of India Ltd Indore	3,97,42,000	0
03. HDFC Bank Ltd.	6,65,592	11,45,501
04. Bank of Ayudhya, (Thailand)	24,47,21,432	24,34,86,708
05. TISCO Bank against Hypothecation of Cars	5,44,904	3,12,113
06. ICICI Bank Ltd. Foreign Currency Term Loan	4,80,56,363	6,12,77,227
B. Working Capital Loan from State Bank of India Commercial Branch, Indore		
01. Cash Credit Loan a/c	18,68,10,519	9,94,06,858
02. Export Packing Credit	1,06,82,536	39,83,521
03. Purchase Bill Discounting	1,94,22,535	0
04. Foreign Currency Demand Loan	0	9,13,58,578
C. Working Capital Loan From Industrial Development Bank of India Ltd. Indore		
01. Cash Credit Loan	4,26,60,560	55,10,922
02. Short Term Loan	3,75,00,000	3,75,00,000
03. IDBI Bank Buyers Credit	0	2,30,19,236
04. Purchase Bill Discounting	4,95,54,106	0
D. 01. Working Capital Loan From Bank of Ayudhya		
02. T/R Loan From Bank of Ayudhya	9,03,53,748	8,88,32,000
	0	2,92,93,851
E. Working Capital Loan from United Overseas Bank		
	7,22,24,040	0
F. Overdraft Facility from:		
Bank of Ayudhya	1,05,92,762	0
United Overseas Bank	77,26,755	0
G. Sales Tax Interest Free Loan (MPSIDC)		
	59,77,724	1,72,23,072
TOTAL	96,54,80,025	83,84,00,766

SECURITY:

- A. Term loans from State Bank of India and IDBI Bank Ltd. are secured by way of an equitable mortgage of immovable properties ranking situated at Plot No 200A and B Sector 1, Industrial Area Pithampur, District Dhar, ranking pari passu amongst the lenders and by a first charge by way of hypothecation of all the company's movable machinery, present and future, subject to prior charges created in favour of Company's Banker on the stock of raw materials, goods in process, finished and manufactured goods and Book Debts towards security for working capital facilities. Term loans are also secured by personal guarantee of the managing director.
- B. Working Capital advances from Banks are secured by hypothecation of company's stock and book debts, present and future and by a second charge on all the immovable properties of the company and plant and machinery, machinery spares, tools and accessories and other movables both present and future. Such advances are also secured by personal guarantees of the managing director.
- C. Charge was created in favour of Madhya Pradesh State Industrial Development Corporation Ltd. ranking pari-passu on fixed assets with other financial institution, Bank, towards part of deferred sales tax liability during the year. Hence part of the amount has been considered as secured loan.
- D. Vehicle Loans are secured by hypothecation of Cars.
- E. Security created for the loans borrowed by Rajratan Thai Wire Co. Ltd are as under:-
 The company's land has been mortgaged to ICICI Bank Limited, Singapore and Building, Plant and Machinery has been mortgaged to secure the long term loan from ICICI Bank Limited, Singapore
 The company residential building has been mortgaged to Bank of Ayudhya Plc. Thailand (BAY), to secure the long term loan from Bank of Ayudhya Plc. Thailand (BAY)
 The working capital borrowings were extended by Bank of Ayudhya PLC Thailand under working capital loan agreement dated 9th May, 2008, which is secured by SBLC of USD 3.00 million issued by ICICI Bank, Singapore under the Loan Agreement dated 5th May, 2007 and United Overseas Bank (Thailand) Ltd. under working capital loan agreement dated 17th, January, 2011, which is secured by SBLC of USD 2 million issued by IDBI Bank Limited, India.

SCHEDULE-IV

UNSECURED LOANS

01. Corporate Bodies	1,34,23,649	4,30,09,555
02. Sales Tax Deferment Scheme	58,84,530	58,84,530
Total	1,93,08,179	4,88,94,085

SCHEDULE-V

DEFERRED TAX LIABILITY

As Per Last Year	8,39,38,851	8,36,28,939
Opening Balance of Subsidiary acquired during the year.	11,05,907	--
Provided during the year	31,22,335	3,09,912
	8,81,67,093	8,39,38,851

SCHEDULES ATTACHED TO AND FORMING PART OF CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2011

SCHEDULE – VI : FIXED ASSETS

PARTICULARS	GROSS BLOCK						DEPRECIATION						NET BLOCK	
	As On 01.04.10	Subsidiary Acquired during the year	Additions for the year	Deduction during the year	Adjustment on A/c of Foreign Currency	As On 31.03.11	Upto 01.04.10	Subsidiary Acquired during the year	For the year	Written Back	Adjustment on A/c of Foreign Currency	Upto 31.03.11	As On 31.03.11	As On 31.03.10
FREE HOLD LAND	1872701	0	0	0	0	1872701	0	0	0	0	0	0	1872701	1872701
LEASE HOLD LAND	2003199	75701	0	0	0	2078900	0	0	0	0	0	0	2078900	2003199
LAND & LAND DEVELOPMENT	56033896	0	309591	0	3470226	59813712	0	0	0	0	0	0	59813712	56033896
SITE DEVELOPMENT	14410010	0	374978	0	0	14784988	1311056	0	236528	0	0	1547584	13237404	13098954
FACTORY BUILDING & SHED	158414565	8269903	5720198	0	6007289	178411955	24966461	577482	5856089	1224985	448987	30624034	147787920	133448104
RESIDENTIAL BUILDING	10933916	0	0	0	677146	11611062	1114801	0	188122	697205	65958	671676	10939386	9819115
PLANT & MACHINERY	735609038	10147167	95027353	-6130427	18890789	853543920	181586894	1947479	42688872	14059725	2395154	214558673	638985247	554022144
E.T.P. & MACHINERY	3937133	0	389089	0	0	4326222	2023047	0	218981	0	0	2242028	2084194	1914086
ELECTRICAL INSTILLATION	25513811	0	219357	0	0	25733168	8819099	0	1355686	0	0	10174785	15558383	16694712
OFFICE EQUIPMENTS	4677011	96737	500161	0	130838	5404747	1610290	12281	280082	203932	32275	1730997	3673750	5279965
FURNITURE & FIXTURES	8329859	192225	309639	0	0	8831723	3244817	43409	549815	0	0	3838041	4993682	5085042
VEHICLES	9818984	779114	1148281	-329973	246321	11662728	2222367	116877	1050119	247264	73034	3215133	8447595	7596617
COMPUTER & PERIPHERALS	6609016	327212	618029	0	196490	7750747	3737934	178587	869144	191922	61678	4655421	3095326	657838
ERP SOFTWARE	1030781	0	0	0	0	1030781	866822	0	163959	0	0	1030781	0	163959
R & D ASSETS														
BUILDING	999556	0	66038	0	0	1065594	236397	0	34041	0	0	270438	795156	763159
EQUIPMENTS	2838312	0	139686	0	0	2977998	1299832	0	138675	0	0	1438507	1539491	1538480
FURNITURE & FIXTURE	504087	0	8094	0	0	512181	215647	0	32079	0	0	247726	264455	288440
WIND MILL PROJECT														
FREE HOLD LAND	233277	0	0	0	0	233277	0	0	0	0	0	0	233277	233277
WIND MILL PLANT	65906172	0	0	0	0	65906172	18391153	0	3479846	0	0	21870999	44035173	47515019
TOTAL	1109675324	19888059	104830494	-6460400	29619100	1257552577	251646617	2876116	57142037	16625031	3077085	298116823	959435754	858028707
PREVIOUS YEAR	1093282541		34133013	4569808	-13170422	1109675324	193505664	0	60125319	2499712	515343	251646617	858028707	898311483
CAPITAL														
WORK IN PROGRESS	32705355		21396818	32616523	5501	21491150							21491150	32705355

**SCHEDULES ATTACHED TO AND FORMING PART OF
CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2011**

PARTICULARS	MARCH 31, 2011 (AMT. IN ₹)	MARCH 31, 2010 (AMT. IN ₹)
<u>SCHEDULE-VII</u>		
<u>INVESTMENT</u>		
LONG TERM-AT COST (NON TRADE)		
UNQUOTED EQUITY SHARES		
01. 1,19,000 Equity Shares in Swaraj Technocraft Pvt. Ltd. of ₹10/- each. (Total 1,19,000 Shares of which 50,000 Shares acquired at par at ₹10/- each and 37,500 Shares acquired at ₹ 40/- each including premium of ₹30/- per share and 31,500 acquired at 111/- each including premium of ₹ 101/- (Previous Year 87,500) (Refer Note No.6 of Schedule XXII)	0	20,00,000
02. 250 Equity Shares of ₹10/- each of The Shyamrao Vitahldas Co-operative Society Ltd., Mumbai (Fully Paid up)	2,500	2,500
03 National Saving Certificate	0	7,500
	2,500	20,10,000
<u>CURRENT ASSETS LOANS AND ADVANCES</u>		
<u>SCHEDULE-VIII</u>		
<u>INVENTORIES</u>		
01. Raw Materials	4,84,03,838	5,30,74,798
02. Ancillary Raw Material	1,97,20,288	1,72,40,454
03. Work-In-Progress	1,23,19,773	1,03,42,587
04. Finished Goods	5,53,00,176	4,52,78,941
05. Stores and Spare Parts	2,25,07,404	1,65,37,960
06. Goods in Transit	14,20,777	51,500
TOTAL	15,96,72,256	14,25,26,240
<u>SCHEDULE-IX</u>		
<u>SUNDRY DEBTORS</u>		
Debts unsecured & Considered good		
a) Outstanding for a period exceeding 6 month	632737	51,31,778
b) Other debts:	43,38,37,376	36,49,33,156
TOTAL	43,44,70,113	37,00,64,934
<u>SCHEDULE-X</u>		
<u>CASH & BANK BALANCES</u>		
A. Cash Balance on hand including foreign currency	12,46,622	7,25,320
B. Balances with Scheduled Banks		
a) In Current Account	17,57,052	54,57,335
b) In Fixed Deposits Account	39,78,834	3,07,184
c) Margin Money With IDBI Bank Ltd., Indore	30,00,000	0
TOTAL	99,82,508	64,89,839
<u>SCHEDULE-XI</u>		
<u>OTHER CURRENT ASSETS</u>		
a) Interest Accrued on Fixed Deposits	2,85,934	8,491
TOTAL	2,85,934	8,491

SCHEDULES ATTACHED TO AND FORMING PART OF CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2011

PARTICULARS	MARCH 31, 2011 (AMT. IN ₹)	MARCH 31, 2010 (AMT. IN ₹)
<u>SCHEDULE-XII</u>		
<u>LOANS AND ADVANCES</u>		
a) Advance recoverable in cash or in kind or for to be received	6,50,73,187	7,71,93,165
b) Balance With Central Excise Authorities	43,99,274	23,28,408
TOTAL	6,94,72,461	7,95,21,573
<u>SCHEDULE – XIII</u>		
<u>CURRENT LIABILITIES & PROVISIONS</u>		
D) CURRENT LIABILITIES		
(i) Sundry Creditors		
(a) Total Outstanding dues of Micro Small and Medium Enterprises	0	0
(b) Total Outstanding dues of creditors other than Micro, Small and Medium Enterprises	3,50,92,721	4,81,02,689
(ii) Unpaid Dividend	4,19,490	3,33,587
(iii) Other Liabilities	2,49,02,094	2,09,01,048
(iv) Interest Accrued But Not Due on Loans	4,450	7,363
TOTAL (A)	6,04,18,755	6,93,44,687
E) PROVISIONS :		
(i) Income Tax	16,27,552	59,50,000
(ii) Proposed Dividend (Including Dividend Tax of ₹11,39,124/- Previous Year ₹11,09,383/-)	77,02,601	76,37,083
TOTAL (B)	93,30,153	1,35,87,083
TOTAL (A+B)	6,97,48,908	8,29,31,770
<u>SCHEDULE-XIV</u>		
<u>SALES</u>		
I) Sale of Manufactured Product	2,32,50,03,847	1,90,36,57,328
II) Sale of Trading Goods	3,27,39,505	4,95,95,725
TOTAL	2,35,77,43,352	1,95,32,53,053
<u>SCHEDULE-XV</u>		
<u>OTHER INCOME</u>		
(I) Interest Income	16,92,998	13,60,082
(II) Dividend from Long Term Investment	300	87,875
(III) Other Operating Income	1,37,47,999	66,87,522
(IV) Job Work Income	16,75,814	0
TOTAL	1,71,17,111	81,35,479

**SCHEDULES ATTACHED TO AND FORMING PART OF
CONSOLIDATED PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2011**

PARTICULARS	MARCH 31, 2011 (AMT. IN ₹)	MARCH 31, 2010 (AMT. IN ₹)
<u>SCHEDULE – XVI</u>		
<u>INCREASE/(DECREASE) IN INVENTORY</u>		
Closing Stock		
a) Finished Goods	5,53,00,176	4,52,29,334
b) Work-In-Progress	1,23,19,773	1,03,92,194
	6,76,19,949	5,56,21,528
Less- Opening Stock		
a) Finished Goods	4,52,29,334	2,47,39,619
b) Work-In-Progress	1,03,92,194	1,32,45,540
c) Add: Op. stock of Subsidiary acquired during the year	17,25,208	0
	5,73,46,736	3,79,85,159
Net Increase/(Decrease)	TOTAL	
	1,02,73,213	1,76,36,369
<u>SCHEDULE – XVII</u>		
<u>RAW MATERIAL CONSUMED</u>		
<u>Opening Stock</u>		
Wire Rod	5,30,74,798	3,31,28,922
Ancillary Raw Material	1,72,40,454	1,20,03,895
Add: Op. stock of Subsidiary acquired during the year	86,69,162	0
	7,89,84,414	4,51,32,817
Add: Purchases of wire rod & other Raw Material (Net of CENVAT and VAT Credit but including Entry Tax)	1,42,85,70,646	1,17,17,55,035
	TOTAL (A)	1,50,75,55,060
Less: Closing Stock :-		
Wire Rod	4,15,61,370	5,30,74,798
Ancillary Raw Material	1,97,20,288	1,72,40,454
Raw Material of Machinery Division	68,42,467	0
	TOTAL (B)	7,03,15,252
RAW MATERIAL CONSUMED	TOTAL [A-B]	1,43,94,30,935
		1,14,65,72,600

**SCHEDULES ATTACHED TO AND FORMING PART OF
CONSOLIDATED PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2011**

PARTICULARS	MARCH 31, 2011 (AMT. IN ₹)	MARCH 31, 2010 (AMT. IN ₹)
<u>SCHEDULE – XVIII</u>		
<u>MANUFACTURING EXPENSES</u>		
Power & Fuel	15,73,55,335	14,28,57,397
Less:- Recovery of Energy Generated by Windmills	(-) 81,73,646	(-) 1,10,26,534
	<u>14,91,81,689</u>	<u>13,18,30,863</u>
Consumable Stores	4,05,40,547	3,17,69,630
Packing Material	2,80,81,125	2,25,96,498
Freight Inwards	96,09,752	93,40,968
Entry Tax	10,68,873	5,20,427
Water Charges	36,42,021	8,58,806
Material Testing Charges	2,04,736	92,779
Factory Expenses	21,37,242	20,87,484
Research & Development Expenses	3,22,382	1,68,050
Effluent Treatment Plant Expenses	16,41,872	31,01,980
Repair & Maintenance		
- To Plant & Machinery	2,74,08,002	2,41,88,323
- To Building	23,15,154	23,08,222
- To Furniture	29,994	22,678
Wind Mill Maintenance	18,96,503	17,05,167
Lease Rent & Development Charges to MPAKVN	4,87,452	4,06,110
Royalty	34,26,655	0
Job Work Expenses	13,23,366	0
TOTAL	<u><u>27,33,17,365</u></u>	<u><u>23,09,97,985</u></u>
<u>SCHEDULE – XIX</u>		
<u>PAYMENT TO & FOR EMPLOYEES</u>		
Salaries, Wages, Bonus & Allowances	10,23,07,140	7,69,93,666
Contribution to Provident Fund	43,56,601	33,82,521
Contributions to ESIC	14,61,729	9,43,463
Staff Welfare Expenses	39,41,684	37,22,921
Contributions to Gratuity Fund	11,82,190	2,79,647
Medical Expenses Reimbursement	5,42,823	5,93,059
TOTAL	<u><u>11,37,92,167</u></u>	<u><u>8,59,15,277</u></u>

**SCHEDULES ATTACHED TO AND FORMING PART OF
CONSOLIDATED PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2011**

PARTICULARS	MARCH 31, 2011 (AMT. IN ₹)	MARCH 31, 2010 (AMT. IN ₹)
<u>SCHEDULE- XX</u>		
<u>OTHER EXPENSES</u>		
Telephone & Postage	13,04,312	12,91,209
Stationary & Printing	11,99,160	7,80,177
Travelling Expenses	57,26,800	24,98,809
Conveyance Expenses	11,55,161	9,13,569
Auditor's Remuneration		
- Statutory Audit	3,36,509	2,76,557
- Tax Audit	50,000	50,000
- Certification Charges	25,000	25,000
Internal Audit	1,50,000	1,00,000
Vehicle Maintenance	14,93,090	12,67,643
Directors Meeting Fees	65,000	52,500
Office Expenses	1,80,790	2,20,882
Office Rent	3,99,987	4,77,867
Legal & Professional charges	1,06,38,034	26,56,337
Insurance Charges	8,63,172	5,71,692
Garden Expenses	1,01,116	83,296
Membership, Registration & Subscription	4,89,611	1,07,649
Newspaper, books & periodicals	48,624	84,431
Professional Tax	5,000	2,500
Property Tax	1,73,424	1,96,254
Donations	84,700	1,79,262
Loss on Sale of Assets	3,43,806	14,25,170
Wealth Tax	3,029	0
Preliminary Expenses Written Off	28,650	0
Freight Outwards	3,39,02,478	3,06,62,701
Export Expenses	3,84,87,106	2,53,33,605
Service Tax on freight outwards	9,07,489	6,91,413
Advertisement Expenses	4,99,311	7,17,362
Transit Insurance	8,73,625	6,30,018
Commission on Sales	31,41,085	11,28,884
Sales Promotion	9,55,953	2,30,477
Sales Tax	0	3,13,649
Debit/Credit Balance Written Off	10,66,592	2,28,380
TOTAL	10,46,98,614	7,31,97,293

SCHEDULE-XXI

INTEREST AND FINANCIAL CHARGES

Interest on Term Loan	2,82,60,330	3,11,47,124
Interest on CC Loan	4,18,93,647	2,72,82,148
On Unsecured Loans	24,34,098	34,35,531
Bank Commission & Charges	1,56,37,842	90,27,568
Premium on FCNR Forward Booking for Demand Loan	22,92,810	22,01,403
TOTAL	9,05,18,727	7,30,93,774

SCHEDULE – XXII

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO THE ACCOUNTS

1. Significant Accounting Policies of Rajratan Group

The Rajratan Group consists of Rajratan Global Wire Limited, a company incorporated in India under the Indian Companies Act and the following two subsidiaries:-

S.No.	Name of the Subsidiary	Country of Incorporation	Percentage of Voting Power 31.03.2011
01.	Rajratan Thai Wire Co. Ltd.	Thailand	100
02.	Swaraj Technocrafts Pvt. Ltd. (w.e.f. 18th June 2010)	India	68

1.1 Basis of Preparation of Financial Statements

The financial statements of Rajratan Global Wire Ltd. and its subsidiary (Swaraj Technocrafts Pvt. Ltd.) are prepared and presented under the historical cost convention, on the accrual basis of accounting in accordance with the accounting principles generally accepted in India ('Indian GAAP') and comply with the Accounting Standards issued by the Institute of Chartered Accountants of India ('ICAI'), The Companies Accounting Standard Rules, 2006 and relevant provisions of Companies Act, 1956 ("the Act") to the extent applicable.

The financial statements of Rajratan Thai Wire Co.Ltd. have been prepared and presented in accordance with Accounting Standards enunciated under the Accounting Profession Act, Thailand. The presentation of the financial statement has been made in compliance with the stipulation of the Notification of the department of Business Development Dated 14 September 2001, issued under the Accounting Act, Thailand.

1.2 Basis of Consolidation & Translation of foreign currency:

- (i) The accompanying financial statements have been prepared in Indian rupees being the national currency of India.
- (ii) The consolidated financial statements of the group have been prepared based on a line-by-line consolidation of the financial statements of Rajratan Global Wire Limited and its subsidiaries. All material inter-Group balances and transactions are eliminated on consolidation.
- (iii) Assets and Liabilities of subsidiary are translated into Indian Rupees at the exchange rate of 1 Thai Baht = 1.47396 INR prevailing as at the Balance Sheet date. Revenues and expenses are translated into Indian Rupee at average rate of 1 Thai Baht = 1.465090 INR and the resulting net exchange differences are accumulated in Foreign Currency Translation Reserve, as the Operations of the subsidiary are considered as Non-Integral Foreign operations.
- (iv) The net difference on account of translation of investment in foreign subsidiary in the Indian Currency, at the reporting date, amounting to ₹ 3,10,81,225/- is also considered as part of Foreign Currency Translation Reserve.
- (v) The Consolidation procedures adopted are as specified in Accounting Standard (AS) 21 "Consolidated Financial Statement" issued by the Institute of Chartered Accountants of India (ICAI) and notified under the Companies Accounting Standard Rules, 2006.

1.3 Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles ("GAAP") requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent liabilities on the date of the financial statements. Actual results could differ from those estimates. Any revision to accounting estimates is recognized prospectively in current and future periods.

1.4 Fixed assets and depreciation

Fixed assets are stated at acquisition cost less accumulated depreciation. The cost of fixed assets comprises its purchase price including import duties and other non-refundable taxes or levies and any directly, attributable cost of bringing the asset to the working condition for its intended use.

Capital Work-In-Progress includes the cost of fixed assets that are not ready to use at the balance sheet date and advances paid to acquire capital assets before the balance sheet date.

Depreciation is provided by of Rajratan Global Wire Ltd and Swaraj Technocraft P. Ltd. on the straight-line method ('SLM') as per the depreciation rates prescribed in Schedule XIV of the Indian Companies Act, 1956.

The wholly owned foreign subsidiary, M/s Rajratan Thai Wire Co. Ltd. has during the year revised the estimated useful life of fixed assets to bring it in line with the estimated useful life of the fixed asset of the parent company (refer note no 4). The excess depreciation charged in the earlier years is written back to the Profit and Loss Account. The original and the revised estimated useful considered by Rajratan Thai Wire Co Limited Thailand for charging depreciation is as follows:-

<u>Particulars</u>	Original Useful Life	Revised Useful Life
1) Building & Improvement (Factory)	25	30
2) Building & Improvement (Residential)	25	61
3) Plant, Machinery & Equipments	13	19
4) Furniture & Fixture	10	16
5) Vehicles	10	11
6) Office Equipments	5	06

1.5 Intangible Assets

Intangible Assets comprise of ERP Software. Depreciation is charged @16.21%, being the rate prescribed for Data Processing Machines including computer in Schedule XIV to the Indian Companies Act, 1956.

1.6 Impairment of Assets

The Company assesses at each balance sheet date whether there is any indication that an asset or a group of assets (cash generating unit) may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset or a group of assets. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the profit & loss account. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciable historical cost.

1.7 Investments

Investments classified as long term investment are carried at cost. Provision for diminution, if any, is made to recognize a decline other than temporary, in the value of the investment.

Investment in Rajratan Thai Wire Ltd., Thailand, being a non-monetary item which is carried in terms of historical cost denominated in Thai Baht, is reported using the exchange rate at the date of transaction.

1.8 Inventories

- (a) Inventories are valued at cost or net realizable value whichever is lower.
- (b) The cost of inventories comprise all costs of purchase including duties and taxes (other than those subsequently recoverable from the taxing authorities), conversion cost and other costs incurred in bringing the inventories to their present location and condition.
- (c) The cost formulas used are Weighted Average Cost in case of Raw Material and First-in- First Out ('FIFO') in case of Ancillary Raw Material , Consumable Spare.
- (d) The cost formula used for valuation of inventories are as under:-

(i) Raw Material	
(a) Rajratan Global Wire Ltd. and Rajratan Thai Wire Co. Ltd.	Weight Average Cost
(b) Swaraj Technocrats P. Ltd.	First-in-First-Out
(ii) Ancillary Raw Material and Consumable Spares	First-in-First-Out
(iii) The proportion of raw material valued on using different formula in the consolidated Financial Statements are as under:-	
(a) Raw Material value using Weight Average Cost	₹ 4,15,61,370/-
(b) Raw Material value using First-in-First-Out basis	₹ 68,42,468/-
Total Raw Material Value	<u>₹ 4,84,03,838/-</u>

- (e) Excise Duty is included in the value of finished goods inventory.

1.9 Revenue recognition

- (a) Revenue from sale of products is recognized on transfer of all significant risk and rewards of ownership of products to the customers, which is generally on dispatch of goods. Sales are stated exclusive of Value Added Tax.
- (b) Dividend income is recognized when the right to receive the dividend is established.
- (c) Interest income is recognized on the time proportion basis.
- (d) Export incentives receivable are accrued for when the right to receive the credit is established and there is no significant uncertainty regarding the ultimate collection of export proceeds.

1.10 Employee Benefits

a) Short Term Employee Benefits

All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits. Benefits such as salaries, wages, and short term compensated absences, etc. are recognized in the period in which the employee renders the related services.

b) Post- Employment Benefits

i) Defined Contribution Plans: The Employee State Insurance Scheme and Contributory Provident Fund administered by Provident Fund Commissioner are defined contribution plans. The Company's contribution paid/payable under the schemes is recognized as expense in the profit and loss account during the period in which the employee renders the related service.

ii) Defined Benefit Plans: The Company has taken Group Gratuity and Cash Accumulation Policy issued by the Life Insurance Corporation of India (LIC). The present value of the obligation under such defined benefit plans is determined based on actuarial valuation as advised by LIC, using the Projected Unit Credit Method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

The obligation is measured at the present value of the estimated future cash flows. The discount rates used for determining the present value of the obligation under defined benefit plans, are as advised by LIC.

Actuarial gains and losses are recognized immediately in the Profit & Loss Account.

1.11 Foreign Currency Transactions

Transactions denominated in foreign currency are recorded at the exchange rate prevailing on the date of transactions. Exchange differences arising on foreign exchange transactions settled during the year are recognized in the profit and loss account of the year.

Monetary assets and liabilities in foreign currency, which are outstanding as at the year-end, are translated at the closing exchange rate and the resultant exchange differences are recognized in the profit and loss account.

The premium or the discount on forward exchange contracts not relating to firm commitments or highly probable forecast transactions and not intended for trading or speculation purpose is amortized as expense or income over the life of the contract.

1.12 Borrowing Costs

The borrowing costs that are directly attributable to the acquisition, construction or productions of a qualifying asset are capitalized as part of the cost of that asset. The amount of borrowing cost eligible for capitalization is determined in accordance with Accounting Standard (AS) 16- Borrowing Costs issued by the Institute of Chartered Accountants of India (ICAI) and notified under the Companies Accounting Standard Rules 2006.

1.13 Research and development

Expenditure on research phase is recognized as an expense when it is incurred. Expenditure on development phase is recognized as an intangible asset if it is likely to generate probable future economic benefits.

1.14 Earning Per Share

Basic and diluted earnings per share is computed by dividing the net profit attributable to equity shareholders for the year, by the weighted average number of equity shares outstanding during the year. There are no diluted potential equity share.

1.15 Provisions for contingencies

Provisions comprise liabilities of uncertain timing or amount. Provisions are recognized when the company recognizes it has a present obligation as a result of past events, it is more likely than not that an outflow of resources will be required to settle the obligation and the amount can be reasonably estimated.

Disclosures for contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources when there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Loss contingencies arising from claims, litigation, assessment, fines, penalties, etc. are recorded when it is probable that a liability has been incurred and the amount can be reasonably estimated.

Contingent assets are not recognized in the financial statements.

2. In the opinion of the Board of Directors of the Company, the Current Assets, Loans and Advances have a value realizable in the ordinary course of business at least equal to the amount at which they are stated and provisions for all known liabilities are adequate and not in excess of the amount reasonably necessary.

3. Contingent liabilities

- a) M/s Rajratan Global Wire Co. Ltd has given the Corporate Guarantee to ICICI Bank Ltd. for the credit facilities availed by M/s Rajratan Thai Wire Co.Ltd, Thailand the wholly owned subsidiary of the company: USD 12.3 Million.
- b) The following demands have been raised by the Income Tax department against the company after assessment for the respective years. The company has filed appeals before the appropriate authorities against such assessment orders. No provision is made in the accounts for these demands.
A.Y 2007-08 ₹ 1,34,891/-
- c) As at 31st March, 2011 Rajratan Thai Wire Co. Ltd. was contingently liable to local banks for letters of guarantees issued by said bank to government agencies and private companies totaling approximately to Baht 17.16 Million (Previous Year Baht 2.156 Million).
- d) Bank guarantee outstanding at the end of the year, in respect of the subsidiary acquired during the year, ₹ 13,89,650/- (previous year ₹ 12,82,000/-)
4. During the year the wholly owned foreign subsidiary M/s Rajratan Thai Wire Co Limited has revised the estimated original life of the fixed assets. Consequent to the revision of the estimated life a sum of ₹ 1,50,04,750/- has been credited to the profit and loss account, being the excess depreciation charged in the earlier years on account of considering lower estimated useful lives of the assets. The method adopted by the subsidiary is different from the method prescribed under Accounting Standard-6 "Depreciation Accounting" issued by the Institute of Chartered Accountants of India and notified under the Company Accounting Standard Rules-2006.
5. In accordance with the Accounting Standard (AS)17 "Segment Reporting" issued by The Institute of Chartered Accountants of India (ICAI) and notified under the Companies Accounting Standards Rules, 2006 the company has identified the following reportable segments and the applicable disclosure is as under:-

Information About Business Segments

(₹ In Lac)

REVENUE	STEEL WIRE		WIND MILL		WIRE DRAWING MACHINE & TOOLS		CONSOLIDATED	
	2011	2010	2011	2010	2011	2010	2011	2010
External Sales	21772.30	18432.89	-	-	300.27	-	22072.57	18432.89
Inter Segment Sales	1.27	-	81.73	98.99	305.91	-	388.91	98.99
Total Revenue	21773.57	18432.89	81.73	98.99	606.18	-	22461.48	18531.88
RESULT								
Segment Result	1921.21	2025.85	20.26	43.50	22.15	-	1963.62	2069.35
Unallocated Corporate expenses	-	-	-	-			114.80	213.51
Operating Profit							1848.82	1855.84
Interest Expenses							905.18	730.93
Interest Income							16.92	13.60
Income Taxes							422.16	496.53
Profit From Ordinary Activities							538.40	641.98
Extraordinary Loss							-	-
Net Profit							538.40	641.98
Other Information								
Segment Assets	15623.46	14287.26	452.11	486.34	357.62	-	16433.19	14773.60
Unallocated Corporate Assets							114.91	119.84
Total Assets							16548.10	14893.44
Segment Liabilities	10167.54	9213.32	-	-	197.72	-	10365.26	9213.32
Unallocated Corporate Liabilities							1061.77	1328.33
Total Liabilities							11427.03	10541.65
Capital Expenditure	1046.31	341.33	-	-	1.99	-	1048.30	341.33
Depreciation	524.88	566.45	34.80	34.80	11.74	-	571.42	601.25
Non-Cash Expenses Other than Depreciation	-	-	-	-	0.29	-	0.29	-

Information About Geographical Segments

(₹ In Lac)

	With in India		Out side India		Total	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Sales Revenue	18719.81	13696.68	3352.76	4736.21	22072.57	18432.89
Segment Assets	10087.23	11009.21	6460.87	3904.29	16548.10	14893.44
Cost of Acquire Tangible & Intangible Fixed Assets	693.36	233.31	354.94	108.02	1048.30	341.33

6. In accordance with the Accounting Standard (AS)18 “Related Party Disclosures” issued by The Institute of Chartered Accountants of India (ICAI) and notified under the Companies Accounting Standards Rules, 2006 the names of the related parties and the relevant disclosure is as under:-

(a) Name of the related party and description of relationship:

i. Key Management Personnel:

- 1) Mr. Chandanmal Chordia - Chairman (Till 5th May 2010)
- 2) Mr. Sunil Chordia - Managing Director
- 3) Mr. Deepesh Trivedi - Executive Director
- 3) Mr. Ghanshyam Rathi - Whole Time Director (Thailand Unit)
(Till 25th July 2010)
- 4) Mr. Mukesh Kumar Verma - Whole Time Director (Thailand Unit)
(Since 19th July 2010)

ii. Relatives of Key Managerial Personnel

- 1) Smt. Shantadevi Chordia W/o Shri Chandanmal Chordia
- 2) Smt. Sangeeta Chordia W/o Shri Sunil Chordia

iii. Companies/entities under the control of Key Management personnel

- 1) M/s. Rajratan Resources Pvt. Ltd.,
- 2) M/s. Rajratan Investment Ltd,
- 3) M/s. Cee Cee Engineering Industries Pvt. Ltd.

iv. Subsidiary

- 1) M/s. Rajratan Thai Wire Company Ltd., Thailand
- 2) M/s. Swaraj Technocraft Pvt Ltd.

The following transaction were carried out with the related parties in the ordinary course of business:

Sr. No.	Transaction	Key Management Personnel	Relatives of Key Management Personnel	Companies/entities under the control of Key Management Personnel	Subsidiary
1.	Purchase of Goods	NIL (NIL)	NIL (NIL)	NIL (NIL)	6,13,404/- (3,19,679/-)
2.	Sale of Goods	NIL (NIL)	NIL (NIL)	NIL (NIL)	3,58,10,705/- (3,85,63,035/-)
3.	Purchase of Assets	NIL (NIL)	NIL (NIL)	NIL (NIL)	1,70,85,794/- (98,84,229/-)
4.	Sale of Assets	NIL (NIL)	NIL (NIL)	NIL (NIL)	49,01,509/- (NIL)
5.	Unsecured Loan Received	NIL (NIL)	NIL (NIL)	40,85,911/- (2,18,24,599/-)	NIL (NIL)
6.	Investment in Equity Share during the year	NIL (NIL)	NIL (NIL)	NIL (NIL)	6,06,38,177/- (94,29,913/-)
7.	Dividend Received	NIL (NIL)	NIL (NIL)	NIL (NIL)	87,500/- (87,500/-)
8.	Remuneration	1,06,07,840/- (80,33,201/-)	NIL (NIL)	NIL (NIL)	NIL (NIL)
9.	Interest	NIL (NIL)	NIL (NIL)	8,62,569/- (9,58,418/-)	NIL (NIL)
10.	Rent	NIL (NIL)	2,16,000/- (2,16,000/-)	NIL (NIL)	NIL (NIL)

The figures mentioned in the brackets are previous year figures.

Effective from 18th June 2010, the company has acquired a controlling interest in M/s Swaraj Technocrafts P. Limited thereby changing it's status from Joint Venture to Subsidiary. Accordingly previous year's figures have also been classified under the column for subsidiary.

The intra-group transactions within the group have been eliminated in the consolidated financial statements. The figures reported above are before elimination.

7. Details of Subsidiary

The details of information of subsidiaries required to be disclosed pursuant to clause (iv) of General Circular No.2/2011 dated 8th February'2011 issued by Government of India Ministry of Corporate Affairs, are as under:-

Name of the Subsidiary	Rajratan Thai Wire Co. Ltd.	Swaraj Technocrafts Pvt. Ltd.
Paid Up Share Capital	26,53,12,800	17,50,000
Reserves and Surplus	(11,48,74,581)	85,43,450
Total Assets	62,46,58,223	2,53,74,263
Total Liabilities	62,46,58,223	2,53,74,263
Investments	0	0
Turnover	58,63,82,826	6,06,18,271
Profit Before Taxation	(3,05,48,259)	22,15,095
Less Provision for Tax	0	8,74,608
Profit After Taxation	(3,05,48,259)	13,40,487
Proposed Dividend	0	1,75,000

The above figures of Rajratan Thai Wire Co. Ltd. have been Translated from Thai Bhat into India Rupee using the following basis:-

- The assets and liabilities, both monetary and non-monetary at the closing rate which was 1Thai Bhat= ₹ 1.47396
- Income and expenses at the average rate which was 1 Thai Bhat = ₹ 1.46509

8. Supplementary Information

a) **Earning Per Share**

The Company's share capital consists of equity share. The basic and diluted earning per share is calculated as under:

Sr. No.	Nature of Transaction	This Year	Previous
1.	Number of Shares at the Commencement	43,51,800	43,51,800
2.	Shares issued during the year	NIL	NIL
3	No. of Shares at the end of the Year	43,51,800	43,51,800
4.	Profit After Taxes	6,83,09,695	6,46,82,717
5.	Extra Ordinary Items(Within the meaning of AS-5, Net Profit or loss for the period, Prior Period items and Changes in the Accounting Policies)	NIL	NIL
6.	Basic Earning Per Share	15.70	14.86
7.	Diluted Earning Per Share	15.70	14.86
8.	Nominal Value Per Share	10.00	10.00

9. Previous Year's figures have been regrouped and recast wherever considered necessary to make them comparable with the current year's figures.

FOR FADNIS AND GUPTE
CHARTERED ACCOUNTANTS
FRN : 006600C

FOR AND ON BEHALF OF THE BOARD

(CA MANOJ FADNIS)
 PARTNER
 M.No. 072707

VINEET CHOPRA
 COMPANY SECRETARY

D. TRIVEDI
 EXECUTIVE DIRECTOR

SUNIL CHORDIA
 MANAGING DIRECTOR

Indore
 Dated : 11th May 2011

**CONSOLIDATED CASH FLOW FOR THE YEAR ENDED 31.3.2011
PURSUANT TO THE LISTING AGREEMENT WITH STOCK EXCHANGE**

PARTICULARS	2010-2011	2009-2010
A) CASH FLOW FROM OPERATING ACTIVITIES:		
NET PROFIT BEFORE TAX AND EXTRA ORDINARY ITEMS ADJUSTMENT FOR:	9,60,58,078	11,38,51,234
Depreciation	5,71,42,037	6,01,25,319
Interest & finance charges	9,05,18,727	7,26,22,840
Profit/Loss on sale of assets	3,43,806	14,25,170
Dividend Income	(300)	(87,875)
Prior Period Adjustment	(1,46,585)	1,49,327
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES:	24,39,15,763	24,80,86,105
Increase in Trade and Other Receivables	(5,46,33,510)	(9,27,85,214)
Increase in Inventories	(1,71,46,016)	(4,52,56,067)
Decrease Trade and other Payables	(89,29,582)	2,65,65,984
Increase in Working Capital Limits	8,58,51,141	6,02,01,049
CASH GENERATED FROM OPERATIONS	24,90,57,796	19,68,11,857
Direct Taxes Paid & Fringe Benefit Tax	(4,34,17,278)	(4,70,74,069)
CASH FLOW BEFORE EXTRA ORDINARY ITEMS:	20,56,40,518	14,97,37,788
Extra Ordinary Items	0	0
NET CASH FROM OPERATING ACTIVITIES (A)	20,56,40,518	14,97,37,788
B) CASH FLOW FROM INVESTING ACTIVITIES		
Sale of fixed assets	4496313	6,48,358
Dividend Income	300	87,875
Purchase of fixed assets	(9,36,10,789)	(6,28,76,651)
Sale of Investments	7,500	0
Purchase of Investments	(34,96,500)	0
Goodwill on Consolidation	(7,49,034)	0
NET CASH FROM INVESTING ACTIVITIES (B)	(9,33,52,210)	(6,21,40,418)
C) CASH FLOW FROM FINANCING ACTIVITIES:		
Interest Paid	(9,05,18,727)	(7,26,22,840)
Proceeds from Long Term Borrowings	1,16,42,212	(7,11,07,046)
Dividend Paid	(65,93,218)	(43,51,800)
Dividend Tax Paid	(11,09,383)	(7,39,588)
Decrease in Foreign currency Translation Reserve	(2,22,16,523)	1,04,97,923
NET CASH FROM FINANCING ACTIVITIES (C)	(10,87,95,639)	(13,83,23,351)
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)	34,92,669	(5,07,25,981)
OPENING BALANCE OF CASH AND CASH EQUIVALENTS	64,89,839	5,72,15,820
CLOSING BALANCE OF CASH AND CASH EQUIVALENTS	99,82,508	64,89,839

FOR AND ON BEHALF OF THE BOARD

Indore
Dated : 11th May 2011

VINEET CHOPRA
COMPANY SECRETARY

D. TRIVEDI
EXECUTIVE DIRECTOR

SUNIL CHORDIA
MANAGING DIRECTOR

AUDITORS' CERTIFICATE

We have verified the above Cash Flow Statement with the books and records maintained by RAJRATAN GLOBAL WIRE LIMITED and certify that in our opinion and according to the information and explanation given to us, the above statement is in accordance therewith.

Indore
Dated : 11th May 2011

FOR FADNIS & GUPTE
CHARTERED ACCOUNTANTS
FRN : 006600C
(CA MANOJ FADNIS)
PARTNER
M.No. 072707

Bank Account Particulars / Electronic Clearing Service Mandate Form

Mail To, M/s. Link Intime India Private Limited, Unit - Rajratan Global Wire Ltd
 C-13 Pannalal Silk Mills Compound, L B S Marg
 Mumbai – 400078 Ph: 022-25963838 (In case of Physical Holding)

Mail To, The Depository Participant Concerned (In case of Electronic Holding)

I/We, do hereby authorize Rajratan Global Wire Ltd. to

- Print the following details on my/our dividend account
- Credit my dividend amount directly to my Bank account by ECS.
- (Strike whichever is not applicable)

My folio No. _____ My DP ID _____ My Client IN _____

- A) Bank Name : _____
- B) Branch Name : _____
 Address (for mandate only) _____
- C) 9 digit Code number of the bank and branch : _____
 As appearing on the MICR cheque
- D) Account Type (Saving/Current) : _____
- E) Account no. as appearing on cheque book : _____
- F) STD Code and Telephone no. : _____
- Date from which the mandate should be effective : _____

I hereby declare that the particulars given above are correct and complete. if any transaction is delayed or nor effected at all for reasons incomplete or incorrect information, I shall not hold M/s. Link Intime India Private Limited or Rajratan Global Wire Ltd responsible. I agree to undertake ECS facility provided by RBI, as and when implemented by RBI/Rajratan Global Wire Ltd. I also undertake to advise any change in the particulars of my account to facilitate updation of records for purpose of credit of dividend amount through ECS

 Signature of Member

(Please attach a Xerox copy of a cheque or a blank cheque of your bank duly cancelled for ensuring accuracy of the bank name, branch name and code number)

ATTENDANCE SLIP
RAJRATAN GLOBAL WIRE LIMITED

Regd. Office : 11/2, Meera Path, Dhenu Market, Indore (M.P.)

Please complete this Attendance Slip and hand it over at the Entrance of the Meeting Hall

1. Name of attending Member/Beneficial Owner (In BLOCK LETTERS) _____
2. Folio No./Client ID _____
3. No. of Shares Held _____
4. Name of Proxy (In Block Letters) _____

I hereby record my presence at the Twenty Third Annual General Meeting at the Registered Office at 11/2, Meera Path, Dhenu Market, Indore (M.P.) on 25th July 2011.

Note : The copy of the Annual Report may please be brought to the Meeting Hall.

 Member's/Beneficial Owner's/Proxy's Signature

PROXY FORM
RAJRATAN GLOBAL WIRE LIMITED

Regd. Office : 11/2, Meera Path, Dhenu Market, Indore (M.P.)

Folio No/Client ID _____

I / We _____
 of _____
 being a member(s) / beneficial owner(s) of above named Company hereby appoint _____
 of _____ or failing him / her _____
 _____ of _____

as my / our proxy to attend and vote on me / us and my / our behalf at the Twenty Third Annual General Meeting of the Company to be held on 25th July 2011 and/or at any adjournment thereof.

Signed this _____ day of _____ 2011.

Note : The Proxy must be deposited at the Registered Office of the Company not less than 48 hours before the time of holding the meeting. The Proxy need not be a member of the Company.