

Twenty Fourth Annual Report
2011-2012



FINANCIAL HIGHLIGHTS							
₹ in Crores							
S.N.	Year	2011-12	2010-11	2009-10	2008-09	2007-08	2006-07
1	Sales	199.70	176.03	158.92	161.49	120.88	109.25
2	Gross Profit (Before Depreciation And Tax)	12.30	15.53	17.13	11.85	4.76	7.83
3	Depreciation	3.58	3.34	3.13	3.05	2.92	2.75
4	Profit Before Taxation	8.72	12.19	14.00	8.80	1.83	5.07
5	Current Taxation	2.52	3.84	4.93	2.97	0.21	0.65
6	Deferred Taxation	0.27	0.29	0.03	0.09	0.41	1.04
7	Fringe Benefit Tax	0.00	0.00	0.00	0.02	0.02	0.03
8	Profit After Taxation	5.93	8.06	9.09	5.73	1.24	3.29
9	Dividend	0.52	0.65	0.65	0.43	0.43	0.43
10	Gross Fixed Assets	74.71	69.60	64.23	61.48	60.97	59.32
11	Net Fixed Assets	47.75	46.11	43.96	44.09	46.38	47.23
12	Investments	23.90	23.90	17.84	16.93	14.56	5.65
13	Non Current Assets	7.14	0.87	0.00	0.00	0.00	0.00
14	Net Current Assets /(Liabilities)	56.38	46.49	44.27	39.39	35.38	35.78
15	Net Assets	135.17	117.37	106.07	100.40	96.33	88.66
16	Share Capital	4.35	4.35	4.35	4.35	4.35	4.35
17	Reserves & Surplus	59.52	54.20	46.91	38.58	33.36	32.63
18	Net Worth	63.87	58.55	51.26	42.93	37.71	36.98
19	Loan Funds	62.35	50.14	46.41	49.10	50.37	43.88
20	Deferred Tax Liability	8.95	8.68	8.39	8.36	8.26	7.85
21	Earning Per Share	13.63	18.51	20.89	13.16	2.85	7.57
22	Dividend Per Share	1.20	1.50	1.50	1.00	1.00	1.00
23	Book Value Per Share	146.78	134.55	117.80	98.66	86.65	85.00

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

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
Mr. Surendra Singh Maru**	Director
Mrs. Sangita Chordia***	Whole Time Director
Mr. Deepesh Trivedi	C.O.O & Executive Director

* Resigned on 22nd October, 2011

**Appointed on 28th May, 2012

***Appointed on 1st July, 2011

COMPANY SECRETARY

Ms. Jaya Gurnani

BANKERS

State Bank of India
Commercial Branch, Indore

IDBI Bank Ltd.
Old Palasia, Indore

AUDITORS

M/s. Fadnis & Gupte
Chartered Accountants, Indore

REGISTRAR & 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
Fax: 0731-2542534
Website: www.rgwl.co.in

PLANT

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

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

BANKERS

ICICI Bank Ltd. Singapore Branch
9, Raffles Place, Singapore

Bank of Ayudhya Public Company Limited
1222 Rama III Road,
Bang Phongphang, Yan Nawa,
Bangkok 10120 Thailand

United Overseas Bank (Thai) Public Company Ltd.
Head Office :
191, South Sathon Road, Bangkok 10120

AUDITORS

Mr. Pichat Phruksarojanakun
Bl, Auditing Group Co., Ltd. Thailand
55/113 Moo.9 , Town Plus Kaset-Nawamin, Klong Kum,
Beung Kum ,Bangkok 10240

REGISTERED OFFICE & PLANT

155/11 Moo 4, Tambol: Chet Samein
Amphur: Potharam, Ratchaburi 70120
Thailand
Phone : +6632375841, +6632375843-844
Fax : +6632375840

NOTICE

Notice is hereby given that the Twenty Fourth Annual General Meeting of the Members of the Company will be held on 23rd day of July 2012 at 12.30 p.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 2012 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. P.D. Nagar, who retires by rotation and being eligible offers himself for re-appointment.
4. To appoint a director in place of Mr. Chandrashekhar Bobra, 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. RE-APPOINTMENT OF MR. SUNIL CHORDIA AS MANAGING DIRECTOR OF THE COMPANY

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

RESOLVED THAT in terms of 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 re-appointment of Mr. Sunil Chordia as the Managing Director of the Company for a period of three years w.e.f. 1st April 2012 on the following remuneration:

- a) Basic Salary ₹ 4,50,000 per month with an annual increment of ₹ 50,000
- b) Leave Travel Allowance: Reimbursement once in a year subject to maximum of ₹ 2,50,000
- c) Medical Allowance (for self & family): Reimbursement subject to maximum of ₹ 2,50,000
- 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 notwithstanding anything herein above stated, where in any financial year, during the tenure of Mr. Sunil Chordia as Managing Director, the Company has no profits or its profits are inadequate it may pay him remuneration by way of salary, perquisites and any other allowances not exceeding the maximum limits as prescribed under schedule XIII to the Companies Act, 1956 and as may be amended from time to time.

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;

RESOLVED FURTHER THAT all the decisions and actions taken by Mr. Sunil Chordia, as Managing Director of the Company from the date of re-appointment till the date of the Annual General Meeting be and are hereby ratified and confirmed."

7. TO CONSIDER APPOINTMENT OF MRS. SANGITA CHORDIA AS WHOLE TIME DIRECTOR OF THE COMPANY

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

"RESOLVED THAT in terms of the provisions of Section 198, 302, 309, 310 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 the appointment of Mrs. Sangita Chordia as whole time director of the Company w.e.f. 1st July 2011 for a period of three years on a monthly remuneration as under:

- a) Basic Salary: In the grade of 40000 p.m. - 10000 p.a. - till 30/06/2014.
- b) Gratuity payment computed at half a month's salary for each completed year of service.
- c) Company's contribution to Provident Fund to the extent not taxable in Income Tax Act.
- d) Free use of mobile phone and car for official purpose only.

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

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.

8. APPOINTMENT OF MR. SURENDRA SINGH MARU AS DIRECTOR

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

"RESOLVED THAT Mr. Surendra Singh Maru who was appointed by the Board as an additional director to hold office upto the date of 24th Annual General Meeting, being eligible for appointment and in respect of whom the Company has received a notice in writing under section 257 of the Companies Act, 1956 proposing his candidature for the office of Director, be and is hereby appointed as a Director liable to retire by rotation."

By Order of the Board

SUNIL CHORDIA

MANAGING DIRECTOR

Indore

Dated: 28th May 2012

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 & 8 is annexed hereto.
3. The Register of Members and the share transfer book of the Company will remain closed from the 11th July 2012 to 20th July 2012 (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 23rd July, 2012.
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 2005-06 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 of Directors of the Company at its meeting held on 28th May, 2012 re-appointed Mr. Sunil Chordia as Managing Director for a period of three years w.e.f. 1st April, 2012 to 31st March, 2015.

The terms of appointment of Mr. Sunil Chordia was considered and approved by the remuneration committee of the Board of Directors, as per the details furnished in relevant resolution.

Under the leadership of Mr. Sunil Chordia, the Company has made rapid strides in the Tyre Bead Wire business. With his broad global perspective Company is positioning itself to become international

player. His invaluable contribution is placing the company on the industrial map of India.

The prevalent levels of remuneration in manufacturing industries, in general and steel industry, in particular, are higher. Taking into account the turnover of the Company, Mr. Sunil Chordia's academic qualification, rich experience, the increasingly key role he played in the turnaround, and comparable remuneration levels in the country, proposed remuneration is reasonable and benefits his position.

In terms of provisions of section 198, 269, 309, 310 and Schedule XIII to the Companies Act, 1956 the approval of the members of the Company is being sought to confirm re-appointment of Mr. Sunil Chordia, as Managing Director of the Company as set out in the resolution.

Directors recommend passing of the resolution as **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 is and may be treated as an abstract under section 302 of the Companies Act, 1956.

ITEM NO. 7

Mrs. Sangita Chordia, Director of the company is devoting her time in business activities of the company. Considering her educational qualification and active participation, the proposed resolution for her appointment as Whole Time Director of the Company w.e.f. 1st July, 2011 has been approved by the Remuneration Committee and Board of Directors in their meeting held on 18th July, 2011 and 25th July, 2011 respectively on the remuneration as set out in the resolution.

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 appointment of Mrs. Sangita Chordia as Whole Time Director on the remuneration as set out in the resolution.

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

None of the Directors other than Mrs. Sangita Chordia and Mr. Sunil Chordia 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.

ITEM NO. 8

Mr Surendra Singh Maru has vast knowledge and long experience at senior level in efficiently managing large industrial complexes. He has led various business turnarounds, green field projects, acquisitions in India and abroad. For last two years he was worked as an advisor with a multi-product, multi-location business group having significant turnover and profit by operating facilities in India, China, Canada, Sweden, Thailand etc.

Mr. Surendra Singh Maru was appointed as an Additional Director by the Board w. e. f. 28th May 2012 to hold office upto the date of 24th Annual General Meeting in accordance with the provisions of Section 260 of the Companies Act, 1956. The Company has received a notice in writing from a shareholder proposing his appointment as a Director liable to retire by rotation in accordance with the provisions of Section 257 of the Companies Act, 1956.

Approval of the members is being sought to appoint Mr. Surendra Singh Maru as a Director liable to retire by rotation by way of **ORDINARY RESOLUTION**.

None of the Director other than Mr. Surendra Singh Maru is concerned or interested in this resolution.

Indore

Dated: 28th May 2012

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, 6,7 and 8

S.No.	Name & Designation of appointee	Qualifications	Age in years	Experience in Yrs.	Date of Appointment	Other Directorships [*]
1.	Mr. Chandrashekhar Bobra	B.Com., M.B.A.	55	33	11.06.2005	NIL
2.	Mr. P.D. Nagar	B.Com., LLB. FCA	67	44	10.07.2003	MPSE Securities Limited
3.	Mr. Sunil Chordia	B.Sc., DCMA, MBA	49	27	09.09.1988	Rajratan Investments Limited Swaraj Technocrafts Pvt. Ltd.
4.	Mrs. Sangita Chordia	B.Com.	47	17	05.05.2010	Rajratan Investments Limited
5.	Mr. Surendra Singh Maru	M.E.	65	40	28.05.2012	NIL

Shareholding details -

Mr. P.D. Nagar holds 1500 equity shares of the Company as on 31st March, 2012

Mr. Chandrashekhar Bobra do not hold any shares in the Company as on 31st March, 2012

Mr. Surendra Singh Maru do not hold any shares in the Company as on 31st March, 2012

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

DIRECTORS' REPORT

To

The Members,

Your Directors are pleased to present their "Twenty Forth" Annual Report on the business and operations of your Company along with the standalone and consolidated financial statement for the year ended March 31, 2012.

FINANCIAL RESULTS:

	STANDALONE		CONSOLIDATED	
	2011-12	2010-11	2011-12	2010-11
	(₹ In Lacs)			
Profit before Depreciation, Interest and Tax	1,999.18	2,156.77	2,392.72	2,437.18
Interest and Financial Charges	769.16	603.63	1,159.45	905.19
Profit before Depreciation	1,230.02	1,553.14	1,233.27	1,531.99
Less: Depreciation	357.70	334.12	623.29	571.42
Profit before Taxation & Exceptional Items	872.32	1,219.02	609.98	960.57
Add: Exceptional Items	---	---	---	150.04
Profit before Taxation	872.32	1,219.02	609.98	1,110.61
Less: Provision for Taxation				
- Current Tax	267.00	384.13	267.27	390.95
- Deferred Tax	26.99	29.30	27.78	31.22
Income Tax for earlier years	(14.80)	---	(14.42)	1.46
Profit After Tax	593.13	805.60	329.35	686.98
Less Minority Interest	---	---	0.14	3.89
Profit for the year	593.13	805.60	329.21	683.09
Add: Surplus of Previous Year	1,065.52	436.29	1.06	(495.01)
Amt. available for appropriation	1,658.65	1,241.89	330.27	188.08
APPROPRIATION				
Proposed Dividend	52.22	65.28	52.22	65.63
Dividend Tax	8.87	11.09	8.87	11.39
Transfer to General Reserve	100.00	100.00	100.00	110.00
Balance carried to Balance Sheet	1,497.56	1,065.52	169.18	1.06

FINANCIAL HIGHLIGHTS:

Financial year 2012 witnessed a turbulent business environment that moderated growth. The year started with optimism, but as it progressed, there were challenges with inflation, decelerating growth and hardening investment climate which adversely affected consumer sentiments. The global economic environment barely a year after recession, witnessed lower economic growth resulting primarily from Euro zone sovereign debt crises and geo-political instability.

During the year under review, your Company reported a top-line growth on standalone basis of about 13% over the previous year. This growth was driven on multiple platforms including network relationship, product innovation and quality. This year Company has also put in place a daily work management system under project "Lakshya" which has resulted in improved operational results.

During the year, the Net revenue from standalone operations of your company was 18325.54 Lacs as compared to ₹ 16163.33 Lacs in the previous year. The operating Profit before tax was 872.31 Lacs as against ₹ 1219.02 Lacs in the previous year. The main reason for decrease in current year's profits was increase in prices of wire rod, the burden of which could not be passed on to customers completely along with increased finance cost.

During the year, the Net revenue from consolidated operations of your company was 25235.90 Lacs as compared to ₹ 21987.23 Lacs in the previous year. The consolidated operating Profit before tax was 609.98 as against ₹ 1110.62 in the previous year.

PROSPECTS AND OUTLOOK:

We are happy to inform you that your Company enjoys the status of being number one supplier in terms of both quality and quantity of Bead Wire to Auto Tyre manufacturers in India, this includes the supplies from Thailand to Indian customers.

Because of strong foot hold in the Indian market which is expected to grow by 8 to 10% in the current year, your company is expected to further grow in the current year, in spite of global gloomy picture and continuous rising cost of Material, Man Power and Finance etc.

SUBSIDIARY COMPANIES:

a) **Rajratan Thai Wire Co. Limited, Thailand (RTWL)** recorded growth of 6% in sales volume i.e. 13,548 MT as compared to 12,752 MT previous year. During the year under review, RTWL reported a top-line growth about 25% over the previous year. Net Sales stood at ₹ 74 Crores as compared to ₹ 59 Crores in previous year. However, global competition and delays in getting approvals from prime customers and flood in Thailand in October 11, has adversely affected the margins. Net loss stood at ₹ 2.91 Crores as compared to ₹ 1.55 Crores previous 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. 2012-13. The major Tyre giants in world like Bridgestone, Yokohama and Sumitomo had technically approved the Company's products. The Company is supplying regularly to Sumitomo and has received trial orders from Bridgestone and Yokohama.

b) **Swaraj Technocrafts Pvt. Limited, Indore (STPL)** recorded the revenue of ₹ 433.53 Lacs as compared to ₹ 606.18 Lacs in previous year. The operating Profit before tax was reduce to 1.84 Lacs only as against ₹ 22.15 Lacs in the previous year mainly due to increase cost of raw materials and reduction in turnover.

SUBSIDIARY COMPANY'S ACCOUNTS:

As per Section 212 of the Companies Act, 1956, the Company is required to attach the Directors' Report, Balance Sheet and Statement of Profit and Loss account of subsidiaries. The Central Government has granted general exemption from complying with Section 212 of the Companies Act, 1956 to all companies vide Notification No. 5/12/2007 – CL-III dated 8th February 2011. Accordingly, your Company has presented in this report the Consolidated Financial Statement of the holding company and all its subsidiaries duly audited by Statutory Auditors. The 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 of its subsidiaries 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.

DIVIDEND:

Your Directors are pleased to recommend a dividend of ₹ 12% per equity share aggregating to ₹ 52.22 Lacs for financial year 2012 (previous year 15% aggregating to ₹ 65.28 Lacs). The dividend distribution tax on the recommended dividend amounts to ₹ 8.87 Lacs (previous year ₹ 11.09 Lacs). The dividend will be declared in the ensuing Annual General Meeting based on approval by the Shareholders.

DIRECTORS:

During the year Mr. Mofatraj Munot resigned from the office of Directorship of the Company. The Board places on record its appreciation for the valuable contribution made by him during his tenure.

In accordance with the provisions of the Companies Act, 1956, and the Company's Articles of Association, Mr. P.D. Nagar and Mr. Chandrashekhar Bobra retire by rotation and are eligible for re-appointment/s.

The tenure of Mr. Sunil Chordia, Managing Director, has expired on 31st March, 2012 and Board of Directors at their meeting held on 28th May, 2012 has re-appointed him for further period of three years w.e.f 1st April, 2012 subject to approval of members in ensuing annual general meeting. The Board recommends his appointment.

The Board appointed Mrs. Sangeeta Chordia as Whole time Director w.e.f. 1st July, 2011 subject to approval of shareholders in the ensuing Annual General Meeting.

The Board appointed Mr. Surendra Singh Maru as an Additional Director with effect from 28th May 2012. Mr. Surendra Singh Maru will hold office till the date of forthcoming Annual General Meeting. A notice has been received from a member of the Company proposing the candidature of Mr. Surendra Singh Maru for being appointed as a Director of the Company.

AUDITORS:

M/s. Fadnis & Gupte, Chartered Accountants, Indore who are Statutory Auditors of the Company hold office up to the forthcoming Annual General Meeting and are recommended for re-appointment as the Statutory Auditors of the Company till the conclusion of next Annual General Meeting. As required under the provisions of the Section 224 (1B) of the Companies Act, 1956, the Company has obtained written consent from M/s. Fadnis & Gupte that their appointment if made would be in conformity with the limits specified in the Section.

AUDITORS REPORT:

The observations made by the Statutory Auditors in their report have been clarified in the relevant notes forming part of the Account which are self explanatory. The Company has prepared Annual accounts for the financial year 2011-12 in accordance to revised Schedule VI of the Companies Act, 1956. Therefore, the previous period figures have been regrouped/ re-cast wherever necessary.

COST AUDIT:

In terms of Notification no. 429E dated 3rd June 2011 read with Order no. 52/26/CAB/2010 dated 30th June 2011 of the Central Government and pursuant to Section 233-B of the Companies Act, 1956, the audit of Cost records has been made applicable on your Company. Accordingly, the Company has appointed M/s. Krishna S. & Associate, Mumbai as Cost Auditors to conduct the audit of cost records of the Company for FY 2011-12. The Company will file the cost Audit Report within stipulated time.

INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY:

Your Company believes in formulating adequate and effective internal controls system and implementing the same to ensure that assets and interests of the Company are safeguarded and reliability of accounting data and accuracy are ensured with proper checks and balances. The internal control system is improved and modified continuously to meet the changes statutory and accounting requirements.

The Audit Committee of the Board of Directors reviews the adequacy and effectiveness of internal controls system periodically and suggests improvements for strengthening the gaps. The Company has robust Management Information System which is an integral part of the internal control. The Audit Committee of the Board of Directors, Statutory Auditors, Internal Auditors and Business Heads periodically review the Internal Audit reports and its findings and corrective actions are taken thereof.

FIXED DEPOSITS:

The Company has not accepted any deposit during the year from the public and has no public deposit outstanding as on 31st March 2012.

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.

CONSERVATION OF ENERGY, TECHNOLOGY AND FOREIGN EXCHANGE EARNINGS AND OUT GO:

The particulars as prescribed u/s 217(1)(e) of the Companies Act 1956 read with Companies (Disclosure of particulars in the report of Board of Directors) Rules 1988 are set out in an annexure to this report.

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 for the year ended 31st March 2012, 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, 2012 and of the Profit of the Company for the year ended on that date.
- iii. 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 Annual Accounts have been prepared on a 'going concern' basis.

HUMAN RESOURCES AND INDUSTRIAL RELATIONS: :

Your Company has been able to operate efficiently because of a culture of professionalism, integrity, dedication, competence, commitments and continuous improvement shown by its employees in all functions and areas of business. Various HR initiatives are taken to align the HR policies to the growing requirements of the business.

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 place on record their sincere appreciation to the employees at all levels 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: 28th May 2012

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 2011-12.

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>2011-12</u>	<u>2010-11</u>
1. ELECTRICITY:		
(a) Unit Consumed: (KWH)		
Purchased from MPEB	1,41,95,327	1,34,33,064
Generation through Wind Mill (Transfer to Grid)	26,21,054	25,95,488
Total Units	1,68,16,381	1,60,28,552
Total Amount	9,65,38,800	7,44,10,726
Rate/Unit	5.74	4.64
2. L.P.G/PROPANE/RLNG		
Quantity (Kgs)	16,45,946	17,86,303
Total Amount	4,29,49,466	3,51,62,030
Average Rate (Per Kg)	26.09	19.68
3. DIESEL/SKO/LDO:		
Quantity (Ltrs)	12,550	10,000
Total Amount	5,54,484	4,09,158
Average Rate	44.18	40.92
Consumption per Unit of production		
Electricity (Units)	556	543
L.P.G/RLNG (Kgs)	54	61

B. FOREIGN EXCHANGE:

The Company has incurred the following expenses in foreign currency:

On foreign travels ₹ 1,43,655 (₹ 3,68,295), on capital goods ₹ 9,88,883 (13,77,971), on import of raw material in foreign exchange during the year ₹ 1,10,275 (₹ 86,55,271/-), Testing Fees ₹ 18,544 (34,642/-), Technical Consultancy ₹ 4,10,098 (3,34,351), Components & Spare Parts ₹ 5,06,512 (Nil), Trading goods ₹ 3,93,38,680 (₹ 4,43,76,242).

The F.O.B. value of exports (including deemed F.O.B. Value) during the year was ₹ 9,90,50,160 (12,15,84,551/-). F.O.B Value of Export of Trading Goods ₹ 1,98,67,691 (3,47,72,956).

Remittance in Foreign Currency: Investment in Rajratan Thai Wire Co. Ltd. Rs. Nil (4,10,14,250/-), Loan to Rajratan Thai Wire Co. Ltd. Rs 3,04,47,500 (Nil).

C. TECHNOLOGY ABSORPTION:

RESEARCH AND DEVELOPMENT (R&D):

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

- a) DM Water Plant.
- b) Reduction in Water Consumption.
- c) Reduction in HCL Consumption.
- d) Complete revamping in Patenting Line.

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

- a) Improved quality of Bead Wire.
- b) Improved cooling efficiency of quenching and also reduction in water consumption.
- c) Save Waste Treatment cost and environment.
- d) Save Cost of Liquid Nitrogen Gas.

3. Future plan of action : Establish wet drawing process.

4. Expenditure on R & D:

- Capital	Nil
- Recurring	5,35,598
- Total	5,35,598
- Total R & D Expenditure (%) (as a percentage of total turnover)	0.027

TECHNOLOGY ABSORPTION, ADOPTION & INNOVATION

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

- a) Established DM Water Plant for improvement of quality of Bead Wire.
- b) Modification of Wire Drawing Machine to reduce power-losses.
- c) Reduction in HCL Acid.
- d) Up-gradation of existing ETP and STP for efficient treatment of waste and to reduce water pollution.
- e) Complete revamping of Patenting Line.
- f) Reduction in Water consumption.

2. Benefits derived as a result of above efforts:

- a) To help achieve consistent quality of Bead Wire.
- b) Absorption of new technology which resulted in less power consumption and more productivity.
- c) Safe environment, Health & Safety.
- d) Save Water by 25%
- e) Reduction in consumption of Liquid Nitrogen Gas.

Indore
Dated: 28th May 2012

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 that helps to manage the Company's affairs in a fair accountable and transparent manner. 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. The details of each member of the Board along with the number of Directorship are provided in this report.

Constitution of the Board as on 31st March, 2012 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	4	YES	2
Mr. P.D. Nagar	Non Executive	4	YES	1
Mr. S. S. Mehta	Non Executive & Independent	3	NO	2
Mr. Abhishek Dalmia	Non Executive	3	NO	6
Mr. Chandrashekhar Bobra	Non Executive & Independent	4	YES	NIL
Mr. Deepesh Trivedi	Executive Director	3	YES	NIL
Mrs. Sangita Chordia	Executive Director	4	YES	1

* Excluding Private and Foreign Companies but including Private Companies which are subsidiaries of Public Company.

As required by the Listing Agreement, members of the Board do not have 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

Board meetings are conducted in accordance with the Article of Association of the Company. The Board meets at regular intervals to discuss and decide on business strategies/ policies and financial performance of the Company and its subsidiaries. The notice of each Board meeting is given in writing to each director. The Agenda along with the relevant notes and other information are sent in advance separately to each Director. The Minutes of the Board meetings are also circulated in advance to all Directors and confirmed at subsequent Meeting.

During Financial year 2011-12 the meetings were held four times on 11th May 2011, 25th July, 2011, 22nd October 2011, and 23rd January 2012.

3. AUDIT COMMITTEE

The Audit Committee of the Board of Directors is entrusted with the responsibility to supervise the internal control and financial reporting process of the Company. The members of the Audit Committee are financially literates and bring in expertise in the field of Finance, Commerce, Taxation Economics and Risks.

(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 Internal Auditors, 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/re-appointment/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 chairman

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	Non-Executive

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

(c) Meetings and attendance during the year

Four meetings were held during the financial year 2011-2012. 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	0
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 chairman

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

Two meetings were held during the year 2011-12

The Non-Executive Directors do not draw any remuneration from the Company except sitting fees, which is paid at the rate of ₹ 2,500/- for each meeting of the Board and the Audit Committee. The details of remuneration paid to the executive directors during 2011-12 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	48,00,000/-	4,80,000/-
2.	Mr. Deepesh Trivedi - C.O.O. & Executive Director	21.01.2011 to 20.01.2014	29,40,000/-	7,15,887/-
3.	Mrs. Sangita Chordia*	01.07.2011 to 30.06.2014	3,60,000/-	47,178/-

*Mrs. Sangita Chordia was appointed as Whole Time Director of the Company and holds office from 1st July, 2011. Remuneration is paid to her for 9 months from July 2011 to March 2012.

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 chairman as on 31st March 2012

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

(c) Name and Designation of Compliance Officer: Ms. Jaya Gurnani, Company Secretary

(d) Status of the Investors/ Shareholders Complaints:

- (i) No. of complaints received during the year : Nil
 (ii) No. of complaints resolved during the year : Nil
 (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.	2009	21st July	01.00 p.m.	"Rajratan House", 11/2, Meera Path, Dhenu Market, Indore-3, M.P.
2.	2010	4th August	01.00 p.m.	
3.	2011	25th July	10.00 a.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.

Two special resolutions were passed at the Annual General Meeting held on 21st July 2009, three special resolutions were passed at the Annual General Meeting held on 4th August, 2010 and two special resolutions were passed at the Annual General Meeting held on 25th July, 2011.

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), Financial Express (Mumbai) and Patarika (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 Mr. S.K. Gupta G.M.- (Finance and Accounts) was placed before the Board of Directors at their meetings.

10. MANAGEMENT DISCUSSION AND ANALYSIS:

1. Industry Structure and Developments

Your Company enjoys the biggest market share of Auto Bead wire in the country which has been possible because of focused business

approach in continuous innovation. Because of very high entry barriers it is not possible for a new entrant to take away market share easily. Growth in bead wire demand is linked to growth in Automobile which is influenced by GDP growth, infrastructure developments in the country and spending power of people.

2. Opportunities and Threats

Your company is fully geared up to grab the growth in demand of bead wire which is result in growth of tyre market which is estimated to grow 8 to 10%. Any adverse business situation in the tyre/automobile industry may adversely affect the growth prospects.

3. Risks and Concerns

Factors like rising raw material prices, interest rates, foreign currency fluctuations, rising cost of man power and adverse govt. policies can adversely affect the profitability.

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 Company has appointed a firm of Chartered Accountants as an internal auditor to review the internal controls and operating systems & procedures. 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 auditors at appropriate management levels and Audit Committee for corrective action and the progress is monitored through follow up. The Audit Committee formulates a detailed plan to the Internal Auditors for the year and the same is reviewed at the Audit Committee meetings. The Internal Auditors submit their recommendations to the Audit Committee and provide a road map for future action.

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 employees. 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
23rd July, 2012	Monday	12.30 p.m.	“Rajratan House” 11/2, Meera Path, Dhenu Market, Indore-3, M.P.

Financial Calendar: 1st April to 31st March

Quarterly Results:

- First Quarter - Fourth Week of July 2012
- Second Quarter - Third Week of October 2012
- Third Quarter - Third Week of January 2013
- Audited results - Third Week of May, 2013

Book Closure / Record Date:

The Register of Members and Share Transfer Register will remain closed 11th July, 2012 to the 20th July, 2012 (both days inclusive) to determine the members entitled to the dividend for 2011-12.

Dividend Payment date: On and from 23rd July, 2012

Stock Exchange Where Company's shares are listed:

1. Mumbai
The Bombay Stock 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 on 31st March 2012:

Shareholding of Nominal Value of ₹	No. of Shareholders	% of Shareholders	Amount of Share Capital in ₹	% of Shareholding
upto - 5000	1379	90.4856	1595630	3.6666
5,001 - 10,000	47	3.0840	380510	0.8744
10,001 - 20,000	33	2.1654	484780	1.1140
20,001 - 30,000	15	0.9843	381990	0.8778
30,001 - 40,000	4	0.2625	128450	0.2952
40,001 - 50,000	5	0.3281	231040	0.5309
50,001 - 1,00,000	14	0.9186	1063130	2.4430
1,00,001 & Above	25	1.7717	39252470	90.1982
Total	1522	100.00	43518000	100.00

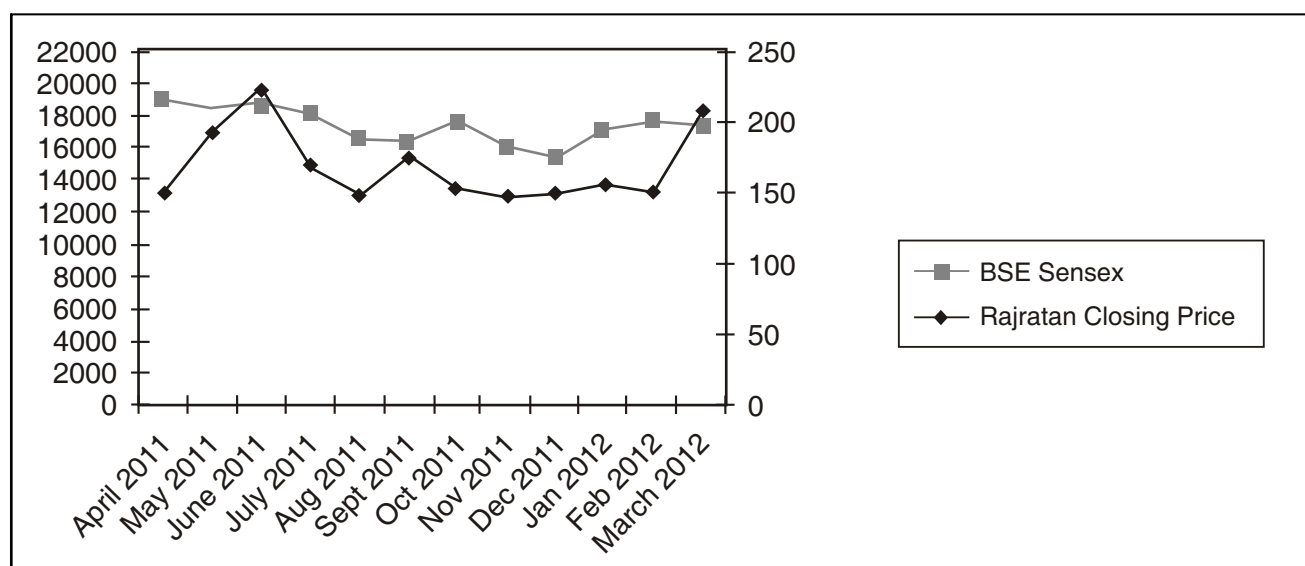
2. Distribution of Shareholding according to the categories of shareholders as on 31st March 2012

Categories	No. of Shares	Amount in ₹	% to Total
Promoters	2710491	27104910	62.28
Financial Institutions, Banks	1000	10000	0.02
Mutual Funds, UTI	Nil	Nil	Nil
Foreign Institutional Investors	Nil	Nil	Nil
NRIs / OCBs	874	8740	0.02
Other Bodies Corporate	1057403	10574030	24.30
Public	582032	5820320	13.38
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 2011-12.

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-11	129.95	120.00	October-11	154.00	114.15
May-11	180.00	120.05	November-11	138.00	106.35
June-11	229.00	125.00	December-11	132.00	102.00
July-11	183.00	133.15	January-12	144.45	112.50
August-11	166.50	109.00	February-12	133.00	111.40
September-11	149.95	120.10	March-12	169.95	105.50

4. Stock Performance index in relation to BSE Sensex:



5. Details of Demat Shares as on 31st March 2012

	No. of Shareholders	No. of Shares	% of Capital
NSDL	583	2688450	61.78
CDSL	295	1558615	35.81
Sub-total	878	4247065	97.59
Shares in physical form	644	104735	2.41
Grand Total	1522	4351800	100

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:

Ms. Jaya Gurnani, 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
 Designated email ID for investor communication: investor-cell@rgwl.co.in

Place: Indore

Dated: 28th May 2012

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.rgw1.co.in

Place: Indore
Date: 28th May 2012

SUNIL CHORDIA
MANAGING DIRECTOR

AUDITOR'S CERTIFICATE REGARDING COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE

**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 for the year ended on 31st March 2012 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 Company's 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 an auditor 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
FRN : 006600C

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

Indore- 452001
Dated: 28th May 2012

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, 2012, the Statement of Profit and Loss and the Cash Flow Statement 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, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this report are in agreement with the books of accounts.
 - d. In our opinion, the Balance Sheet, the Statement of Profit and Loss 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 March, 2012.
 - II. In the case of the Statement of Profit and Loss 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 & GUPTA

Chartered Accountants

FRN : 006600C

(CA. Manoj Fadnis)

Partner

M.No. 072707

INDORE - 452 001
DATED - 28th May 2012

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 have been disposed off by the company during the previous year which could affect its 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 given unsecured loans to its wholly owned subsidiary M/s. Rajratan Thai Wire Company Limited covered in the register maintained under Section 301 of the Companies Act, 1956. There is one party (Previous Year None) involved and the balance outstanding as at Balance Sheet date is ₹ 3,15,66,350/- (Previous Year Nil).
- (b) In our opinion and according to the information and explanations given to us, the rate of interest and the terms and conditions on which loans have been given are not prima facie prejudicial to the interest of the company.
- (c) The company is in receipt of the principal amount and interest on a regular basis.
- (d) The loans are not overdue.
- (e) The company has taken unsecured loan from the parties covered under section 301 of the Companies Act, 1956. The number of parties are Three (Previous year Three) and the balance outstanding as at Balance Sheet date is ₹ 57,02,048/- (Previous Year ₹ 40,85,911/-).

- (f) In our opinion and according to the information and explanations given to us, the rate of interest and the terms and conditions on which loans have been taken are not prima facie prejudicial to the interest of the company.
- (g) As informed to us, no stipulation is fixed for repayment of the loans received. The loans are 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 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 ₹ 5.00 lacs, in respect of any party covered under Section 301 of the Act 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) We have broadly reviewed the books of account maintained by the company pursuant to the Rules made by the Central Government for the maintenance of cost records under section 209(1)(d) of the Companies Act, 1956 and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained.
- (ix) (a) According to the books of accounts and records 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 2012 for a period of more than six months from the date they became payable.
- (b) There are no disputed dues on account of Sales Tax/ Custom Duty/ Wealth Tax/ Excise Duty/ Cess that have not been deposited. The disputed dues on account of the Income Tax and the Service Tax are as under:-

Name of the Statute	Nature of the Dues	Amount (₹)	Period to which the amount relates	Forum where the Dispute is pending
Income Tax Act, 1961	Income Tax	Nil	2007-08	CIT Appeal-2, Indore
Income Tax Act, 1961	Income Tax	Nil	2008-09	CIT Appeal-2, Indore
Finance Act, 1994	Service Tax	5,84,233	2005-06	Customs, Central Excise & Service Tax Appellate Tribunal, New Delhi

- (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 financial institutions, 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 - 28th May 2012

FOR FADNIS & GUPTA

Chartered Accountants

FRN : 006600C

(CA. Manoj Fadnis)

Partner

M.No. 072707

BALANCE SHEET AS AT 31ST MARCH 2012

(Amount in ₹)

PARTICULARS	NOTE NO.	AS AT 31st MARCH-2012	AS AT 31st MARCH-2011
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	2	4,35,18,000	4,35,18,000
(b) Reserves and Surplus	3	59,52,39,660	54,20,36,456
		<u>63,87,57,660</u>	<u>58,55,54,456</u>
(2) Non-Current Liabilities			
(a) Long-Term Borrowings	4	7,38,81,349	8,88,71,073
(b) Deferred Tax Liabilities (Net)	5	8,95,67,480	8,68,68,578
		<u>16,34,48,829</u>	<u>17,57,39,651</u>
(3) Current Liabilities			
(a) Short-Term Borrowings	6	47,95,42,457	35,40,69,423
(b) Trade Payables	7	9,88,72,694	1,83,71,526
(c) Other Current Liabilities	8	9,46,31,887	6,94,77,639
(d) Short-Term Provisions	9	70,49,080	91,63,480
		<u>68,00,96,118</u>	<u>45,10,82,068</u>
	Total	<u>1,48,23,02,607</u>	<u>1,21,23,76,175</u>
II. ASSETS			
(1) Non-Current Assets			
(a) Fixed Assets			
(i) Tangible Assets	10	46,53,30,261	46,11,79,851
(ii) Capital work-in-progress		1,22,16,332	-
(b) Non-Current Investments	11	23,90,46,023	23,90,46,023
(c) Long Term Loans and Advances	12	71,475,413	87,15,094
		<u>78,80,68,029</u>	<u>70,89,40,968</u>
(2) Current Assets			
(a) Inventories	13	13,10,59,327	11,59,81,014
(b) Trade Receivables	14	45,68,89,329	32,88,20,006
(c) Cash and Bank Balances	15	2,56,42,164	70,46,193
(d) Short-Term Loans and Advances	16	7,98,86,797	5,15,58,260
(e) Other Current Assets	17	7,56,961	29,734
		<u>69,42,34,578</u>	<u>50,34,35,207</u>
	Total	<u>1,48,23,02,607</u>	<u>1,21,23,76,175</u>

See accompanying notes to the financial statements

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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

JAYA GURNANI
COMPANY SECRETARY

D. TRIVEDI
EXECUTIVE DIRECTOR

SUNIL CHORDIA
MANAGING DIRECTOR

Indore
Dated : 28th May 2012

PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED 31st MARCH, 2012

(Amount in ₹)

PARTICULARS	NOTE NO.	YEAR ENDED 31st MARCH-2012	YEAR ENDED 31st MARCH-2011
I Revenue from Operations	18	1,99,69,80,927	1,76,03,66,799
Less : Excise Duty		<u>17,14,66,220</u>	<u>14,66,59,766</u>
Revenue from Operations (Net)		1,82,55,14,707	1,61,37,07,033
II Other Income	19	<u>70,39,789</u>	<u>26,26,220</u>
III Total Revenue (I +II)		<u>1,83,25,54,496</u>	<u>1,61,63,33,253</u>
IV Expenses:			
Cost of materials consumed	20	1,18,61,81,296	1,02,94,22,453
Purchase of Stock-in-Trade	21	7,53,27,978	6,08,12,267
Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	22	37,48,638	(2,57,85,331)
Employee benefit expenses	23	8,46,19,310	7,06,00,670
Finance cost	24	7,69,16,697	6,03,63,182
Depreciation and amortization expenses		3,57,70,306	3,34,12,128
Other expenses	25	<u>28,27,58,930</u>	<u>26,56,05,772</u>
Total Expenses		<u>1,74,53,23,155</u>	<u>1,49,44,31,141</u>
V Profit before exceptional and extraordinary items and tax (III-IV)		8,72,31,341	12,19,02,112
VI Exceptional Items & Extra ordinary Items		-	-
VII Profit before tax (V-VI)		8,72,31,341	12,19,02,112
VIII Tax expenses:			
(1) Current tax		2,67,00,000	3,83,52,527
(2) Deferred tax		26,98,902	29,29,727
(3) Income Tax for earlier years		<u>(14,80,432)</u>	<u>60,303</u>
X Profit/(Loss) for the period from continuing operations (VI-VIII)		5,93,12,871	8,05,59,555
XI Profit/(Loss) from discontinuing operation		-	-
XII Profit/(Loss) for the period(X+XI)		<u>5,93,12,871</u>	<u>8,05,59,555</u>
XIII Earning per equity share:			
(1) Basic		13.63	18.51
(2) Diluted		13.63	18.51

See accompanying notes to the financial statements

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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

JAYA GURNANI
COMPANY SECRETARY

D. TRIVEDI
EXECUTIVE DIRECTOR

SUNIL CHORDIA
MANAGING DIRECTOR

Indore
Dated : 28th May 2012

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2012
PURSUANT TO THE LISTING AGREEMENT WITH STOCK EXCHANGE**

PARTICULARS	2011-2012	2010-2011
A) CASH FLOW FROM OPERATING ACTIVITIES:		
NET PROFIT BEFORE TAX AND EXTRA ORDINARY	8,72,31,340	12,19,02,112
Add: Adjustment For		
Depreciation	3,57,70,306	3,34,12,128
Interest & finance charges	7,69,16,697	6,03,63,182
Dividend Income	(1,19,300)	(87,800)
(Profit)/Loss on sale of fixed assets	1,13,932	(8,06,281)
Income Tax refunds for earlier years	4,34,304	-
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES:	20,03,47,279	21,47,83,341
ADJUSTMENT FOR:		
Trade and Other Receivables	(21,98,85,406)	2,07,42,348
Inventories	(1,50,78,313)	(4,40,08,292)
Trade and Other Payables	10,56,55,416	16,35,387
Increase in Working Capital Limits	12,54,73,034	7,98,66,658
CASH GENERATED FROM OPERATIONS	19,65,12,010	27,30,19,442
Direct Taxes Paid	(2,62,40,856)	(4,28,36,433)
NET CASH FROM OPERATING ACTIVITIES (A)	17,02,71,154	23,01,83,009
B) CASH FLOW FROM INVESTING ACTIVITIES		
Sale of fixed assets	6,93,209	40,64,505
Dividend Income	1,19,300	87,800
Purchase of fixed assets	(5,29,44,188)	(5,84,60,574)
Investment in Shares	-	(6,06,30,677)
NET CASH FROM INVESTING ACTIVITIES (B)	(5,21,31,679)	(11,49,38,946)
C) CASH FLOW FROM FINANCING ACTIVITIES:		
Interest Paid	(7,69,16,697)	(6,03,63,182)
Proceeds from Long Term Borrowings	(1,49,89,724)	(4,14,77,665)
Dividend Paid	(67,49,577)	(65,27,700)
Dividend Tax Paid	(8,87,506)	(11,09,383)
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)	1,85,95,971	57,66,133
OPENING BALANCE OF CASH & BANK BALANCES		
Cash & Cash Equivalents	10,37,905	6,28,560
Other Bank Balances	60,08,288	6,51,500
	70,46,193	12,80,060
CLOSING BALANCE OF CASH & BANK BALANCES		
Cash & Cash Equivalents	53,46,791	10,37,905
Other Bank Balances	2,02,95,373	60,08,288
	2,56,42,164	70,46,193

As per our Audit Report of even dated

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

FOR AND ON BEHALF OF THE BOARD

(CA MANOJ FADNIS)
PARTNER
M.No. 072707

JAYA GURNANI
COMPANY SECRETARY

D. TRIVEDI
EXECUTIVE DIRECTOR

SUNIL CHORDIA
MANAGING DIRECTOR

Indore
Dated : 28th May 2012

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO THE ACCOUNTS FORMING PART OF THE BALANCE SHEET AS ON 31ST MARCH' 2012.**Overview**

Rajratan Global Wire Company Limited ('the Company') alongwith its wholly owned subsidiary, M/s. Rajratan Thai Wire Company Limited is engaged in the business of manufacturing and sale of Tyre Bead Wire. In addition, the Company has a Wind Mill located in India for generation of electricity.

1 SIGNIFICANT ACCOUNTING POLICIES**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. As per the revised schedule VI, advances paid for Capital Assets are not considered as Capital work-in-progress but classified as Long Term Advances.

1.4 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.

1.5 Investments

Investments classified as Non Current 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. Exchange differences arising on loans, which in substance form part of net investments in Rajratan Thai Wire Co. Ltd., are accumulated in Foreign Currency Translation Reserve.

Non Current Investments in subsidiary companies intended to promote the trade or business, are classified as Trade Investments.

1.6 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.

1.7 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.

1.8 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.

1.9 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.

1.10 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.

1.11 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.

1.12 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.

1.13 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.

1.14 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.

NOTES FORMING PART OF FINANCIAL STATEMENTS

PARTICULARS	AS AT 31st MARCH-2012	AS AT 31st MARCH-2011
2. SHARE CAPITAL		
2.1 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
2.2 Issued, Subscribed and Fully Paid up:		
43,51,800 fully paid Up Equity Share of ₹10/- each (Previous Year 43,51,800 fully paid up Equity Shares or ₹10/- each)	4,35,18,000	4,35,18,000
	4,35,18,000	4,35,18,000
2.3 Par Value Per Share	₹10	₹10
2.4 Reconciliation of Number of Shares		
Shares outstanding as at 1st April 2011 / 1st April 2010	43,51,800	43,51,800
Shares outstanding at the end of the year	43,51,800	43,51,800
2.5 The company has only one class of shares having a par value of ₹10/- per share. Each holder of equity share is entitled to one vote per share. The company declares and pays dividend in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval by the shareholders of the company in the ensuing Annual General Meeting. In the event of liquidation of the company, the holders of equity shares will be entitled to receive any of the remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders. During the year ended 31st March 2012, the amount of per share dividend recognised as distributions to equity share holders is ₹ 1.2 per Share (Previous Year ₹ 1.5 per Share). The total dividend appropriation for the year ended March 31, 2012 amounts to ₹ 61,09,666 including Corporate Dividend Distribution Tax of ₹ 8,87,506 (Previous Year ₹ 76,37,083 including Corporate Dividend Distribution Tax ₹ 11,09,383)		
2.6 List of shareholders holding more than 5% of the total number of shares issued by the Company :	As at 31st March-2012	As at 31st March-2011
Name of the share holder	No. of Shares	No. of Shares
Rajratan Investment Limited	7,82,881	7,82,881
Utkal Investment Limited	6,25,200	6,25,200
Rajratan Resources Pvt Limited	3,81,420	3,81,420
Mrs. Sangita Chordia	5,58,100	5,58,100
Mr. Sunil Chordia	4,79,390	4,79,390
Mr. Yashovardhan Chordia	2,68,000	2,68,000

PARTICULARS	AS AT 31st MARCH-2012	AS AT 31st MARCH-2011
3. RESERVES AND SURPLUS		
3.1 (A) Capital Reserves		
State Investment Subsidy (A) Balance as per last account	15,00,000	15,00,000
3.2 (B) Securities Premium Reserve	8,39,85,200	8,39,85,200
Balance as per last account (B)		
3.3 (C) Other Reserves		
General Reserve		
Opening Balance	35,00,00,000	34,00,00,000
Add: Transferred From Profit & Loss account	1,00,00,000	1,00,00,000
Closing Balance (C)	<u>36,00,00,000</u>	<u>35,00,00,000</u>
3.4 (D) Surplus		
Statement of Profit & Loss		
Opening Balance	10,65,51,256	4,36,28,784
Add: Profit For The Year	5,93,12,871	8,05,59,555
	<u>16,58,64,126</u>	<u>12,41,88,339</u>
Less: Appropriations		
Transfer to General Reserve	1,00,00,000	1,00,00,000
Proposed Dividend	52,22,160	65,27,700
Corporate Dividend Tax	8,87,506	11,09,383
Closing Balance(D)	<u>14,97,54,460</u>	<u>10,65,51,256</u>
Total (A+B+C+D)	<u>59,52,39,660</u>	<u>54,20,36,456</u>
4 LONG-TERM BORROWINGS		
4.1.1 Term Loans		
From Banks	7,38,81,349	8,28,21,803
4.1.2 Other Loans & Advances		
Sales Tax Deferment Loan	-	60,49,270
	<u>7,38,81,349</u>	<u>8,88,71,073</u>

The Outstanding of Long Term Borrowings are net of installment due within next 12 months aggregating to ₹ 7,01,38,596/- (Previous year Rs. 5,85,39,250/-) which are classified as Current Liabilities.

4.2 SECURITY:

- A. Term loans outstanding ₹ 7,38,81,349/- (Previous year ₹8,26,82,477/-) 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 Bankers 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. Sales Tax Deferment Loan outstanding Nil (Previous year ₹ 60,49,270/-) is secured by way of charge created in favour of Madhya Pradesh State Industrial Development Corporation Ltd. ranking pari-passu on fixed assets with other banks.
- C. Vehicle Loan outstanding Nil (Previous year 1,39,326/-) is secured by hypothecation of vehicle.

4.3 Terms of Repayment of Long Term Borrowings

Particulars	Total Tenor of Loan	Frequency of Installment	No. of Installment due	Amount Outstanding as on 31.3.2012	Rate of Interest
State Bank of India	6 Years	Monthly	15	3,78,86,756	14%
State Bank of India	6 Years	Monthly	15	1,36,50,682	14%
State Bank of India	5 years	Monthly	33	5,33,50,031	14%
IDBI Bank Ltd.	4 Years	Monthly	24	3,15,00,000	14%

PARTICULARS	AS AT 31st MARCH-2012	AS AT 31st MARCH-2011
5 DEFERRED TAX LIABILITIES (Net)		
Deferred Tax Liabilities On account of tax effects on timing difference arising due to difference in Depreciation	8,99,04,148	8,70,44,136
Less :		
Deferred Tax Assets On Account of disallowance u/s 43B of the Income Tax Act (net of reversals of DTA created in earlier year)	3,36,668	1,75,558
NET DEFERRED TAX LIABILITIES	8,95,67,480	8,68,68,578
6 SHORT-TERM BORROWINGS		
6.1 Loans repayable on demand		
From Bank	46,44,37,895	34,06,45,774
6.2 Loans and advances from related parties (Refer note no.39)	57,02,048	40,85,911
6.3 Other loans and advances	94,02,514	93,37,738
	47,95,42,457	35,40,69,423
6.4 Security: Loans repayable on demand from State Bank of India, Indore and IDBI Bank Ltd., Indore are Working Capital Loans and 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. Loan and advances from related parties and other loans and advances are unsecured.		
7 TRADE PAYABLES		
7.1 Trade payables (Ref. Note No.35)	9,88,72,694	1,83,71,526
	9,88,72,694	1,83,71,526
8 OTHER CURRENT LIABILITIES		
8.1 Current maturities of Long Term debts	7,01,38,596	5,85,39,250
8.2 Interest accrued but not due on borrowings	936	4,450
8.3 Interest accrued and due on borrowings	4,54,531	10,02,200
8.4 Unpaid dividends	5,18,166	4,19,490
8.5 Other payable	2,35,19,658	95,12,249
	9,46,31,887	6,94,77,639
Other payable pertain to		
(i) Statutory Liabilities	81,49,314	61,09,554
(ii) Creditors for Capital Goods	82,93,333	-
(iii) Others	70,77,011	34,02,695
	2,35,19,658	95,12,249
9 SHORT-TERM PROVISIONS		
9.1 Income Tax (Net of advance Tax ₹ 2,57,60,586/- (Previous Year ₹ 3,68,26,130/-)	9,39,414	15,26,397
9.2 Proposed Dividend(Including Dividend tax of ₹ 8,87,506)	61,09,666	76,37,083
	70,49,080	91,63,480

SCHEDULE ATTACHED TO AND FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2012

SCHEDULE-10 : FIXED ASSETS

PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As On 01.04.11	Additions for the year	Deduction during the year	As on 31.03.12	Upto 31.03.11	for the year	Written Back	Upto 31.03.12	As On 31.03.12	As On 31.03.11
I. TANGIBLE ASSETS										
A. Land										
Free Hold Land	21,05,978	---	---	21,05,978	---	---	---	---	21,05,978	21,05,978
Lease Hold Land	20,03,199	---	---	20,03,199	---	---	---	---	20,03,199	20,03,199
B. Site Development	1,47,84,988	1,87,608	---	1,49,72,596	15,47,584	2,41,505	---	17,89,089	1,31,83,507	1,32,37,404
C. Building	6,67,01,836	---	---	6,67,01,836	2,03,45,906	22,27,841	---	2,25,73,747	4,41,28,089	4,63,55,930
D. Plant and Equipment	58,79,74,056	3,88,37,848	8,26,109	62,59,85,795	20,22,60,515	3,16,91,838	18,968	23,39,33,385	39,20,52,410	38,57,13,541
E. Furniture and Fixtures	91,29,208	1,43,510	---	92,72,718	40,29,218	5,83,796	---	46,13,014	46,59,704	50,99,990
F. Vehicles	58,10,494	9,82,553	---	67,93,047	14,41,785	5,93,018	---	20,34,803	47,58,244	43,68,709
G. Office Equipment	28,03,834	73,300	---	28,77,134	12,07,273	1,35,833	---	13,43,106	15,34,028	15,96,561
H. Other Assets	37,20,033	5,03,037	---	42,23,070	30,21,494	2,96,474	---	33,17,968	9,05,102	6,98,539
TOTAL	69,50,33,626	4,07,27,856	8,26,109	73,49,35,373	23,38,53,775	3,57,70,305	18,968	26,96,05,112	46,53,30,261	46,11,79,851
PREVIOUS YEAR	63,03,83,608	6,91,36,702	44,86,684	69,50,33,625	20,18,34,066	3,32,48,169	1,228,460	23,38,53,775	46,11,79,851	42,85,49,542
II INTANGIBLE ASSETS										
ERP Software	10,30,781	---	10,30,781	---	10,30,781	---	1,030,781	---	---	---
TOTAL	10,30,781	---	10,30,781	---	10,30,781	---	1,030,781	---	---	---
PREVIOUS YEAR	10,30,781	---	---	10,30,780	8,66,822	1,63,959	---	10,30,781	---	1,63,959
CAPITAL WORK IN PROGRESS	---	1,22,16,332	---	1,22,16,332	---	---	---	---	1,22,16,332	---
PREVIOUS YEAR	1,08,64,056	---	1,08,64,056	---	---	---	---	---	---	1,08,64,056

PARTICULARS	AS AT 31st MARCH-2012	AS AT 31st MARCH-2011
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11 NON-CURRENT INVESTMENTS

11.1 Trade Investment in equity of subsidiary companies

(i) 1,19,000 Equity shares of ₹10/- each, fully paid up in M/s. Swaraj Technocrafts Pvt. Ltd. (Previous year 1,19,000 Equity shares of ₹10/- each) (Extent of shareholding 68%)	54,96,500	54,96,500
(ii) 1,79,99,930 Equity shares of Bhat 10/- each, fully paid up in M/s. Rajratan Thai Wire Company Limited, Thailand (Previous year 1,79,99,930 Equity shares of Bhat 10/- each) (Wholly owned Subsidiary)	23,35,47,023	23,35,47,023

11.2 Non Trade investment

250 Equity Shares of Rs 10 Each of M/s Shamrao Vithaldas Co. operative Society Limited, Mumbai (Fully Paid up)	2,500	2,500
	23,90,46,023	23,90,46,023

11.3 The above non current (trade & non trade) investments are unquoted and valued at cost

12 LONG-TERM LOANS AND ADVANCES

12.1 Capital advance

Unsecured, Considered good Advance to M/s Cee Cee Engineering Private Limited (related party refer note No. 39)	3,03,53,308	1,87,928
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12.2 Security Deposits

Unsecured, Considered good	87,72,055	85,27,166
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12.3 Loans and Advances to Related Parties (refer note No. 39)

Unsecured, Considered good Loan to Wholly Owned Subsidiary Rajratan Thai Wire Co Limited	3,15,66,350	-
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PARTICULARS	AS AT 31st MARCH-2012	AS AT 31st MARCH-2011
12.4 Other Loans and Advances		
Unsecured, Considered good	7,83,700	-
Total	7,14,75,413	87,15,094
13 INVENTORIES		
13.1 Raw Materials:		
Raw Material (Wire Rod)	5,44,30,762	4,02,84,287
Ancillary Raw Material	1,91,35,743	1,77,33,967
13.2 Work-in-progress	65,07,119	58,33,897
13.3 Finished goods	3,90,79,438	4,35,01,298
13.4 Stores and spares	1,19,06,265	86,27,565
Total	13,10,59,327	11,59,81,014
13.5 Inventories are valued at cost or net realisable value whichever is lower. 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. The cost of inventories comprises all cost 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. Excise Duty is included in the value of finished goods inventory.		
14 TRADE RECEIVABLES		
14.1 Unsecured, Considered good		
(a) Trade Receivable outstanding for period exceeding six months from the date they are due for payment	5,79,176	6,32,406
(b) Others [Including Rs. 4,14,23,353/- (Previous year Nil) due from wholly owned subsidiary- Rajratan Thai Wire Company Limited, Thailand].	45,63,10,153	32,81,87,600
Total	45,68,89,329	32,88,20,006
15 CASH AND BANK BALANCES		
15.1 Cash and Cash Equivalents		
(a) Balances with Banks held in Current Accounts	50,10,353	10,541
(b) Cash on hand Including foreign currency	3,36,438	10,27,364
	53,46,791	10,37,905
15.2 Other Bank Balances		
(a) Current Account held as Margin Money	30,00,000	30,00,000
(b) Fixed Deposit Account held as Margin Money	1,67,77,600	25,89,184
(c) Unpaid Dividend Accounts	5,17,773	4,19,104
	2,02,95,373	60,08,288
Total	2,56,42,164	70,46,193
16 SHORT-TERM LOANS AND ADVANCES (Unsecured & Considered good)		
16.1 Other Loans & Advances		
(i) Advances recoverable in cash or in kind or for value to be received	1,36,34,828	1,86,85,826
(ii) Balance with Government Authorities	6,62,51,969	3,28,72,434
Total	7,98,86,797	5,15,58,260

PARTICULARS	AS AT 31st MARCH-2012	AS AT 31st MARCH-2011
17 OTHER CURRENT ASSETS		
Deferred Premium	6,23,421	-
Interest Accrued on Fixed deposit	1,33,540	29,734
Total	756,961	29,734
18 REVENUE FROM OPERATIONS		
Sale of Manufactured goods	1,91,43,80,956	1,69,01,44,605
Sale of Traded goods	7,75,91,894	6,49,70,623
Other Operating Income	38,99,028	36,19,974
Job Work Income	11,09,049	16,31,597
Total	1,99,69,80,927	1,76,03,66,799
Less:- Excise Duty	17,14,66,220	14,66,59,766
	1,82,55,14,707	1,61,37,07,033
19 OTHER INCOME		
Interest Income	36,19,675	15,69,062
Dividend from Long Term Investment	1,19,300	87,800
Profit on Sale of Fixed Assets	-	8,06,281
Gain on Exchange Fluctuation	33,00,814	1,63,077
Total	70,39,789	26,26,220
20 COST OF MATERIAL CONSUMED		
MATERIAL CONSUMED COMPRISES OF:		
Wire Rod	1,16,69,33,772	1,00,99,33,790
Ancillary Raw material	1,92,47,524	1,94,88,663
Total	1,18,61,81,296	1,02,94,22,453
21 COST OF TRADED GOODS		
Wire Rod	7,33,09,639	5,73,12,955
Others	20,18,339	34,99,312
Total	7,53,27,978	6,08,12,267
22 CHANGE IN INVENTORIES OF FINISHED GOODS AND & WORK-IN-PROGRESS		
Opening Stock		
Work-in-Progress	58,33,897	65,56,773
Finished Goods	4,35,01,298	1,69,93,092
	4,93,35,195	2,35,49,865
Less : Closing Stock		
Work-in-Progress	65,07,119	58,33,898
Finished Goods	3,90,79,438	4,35,01,298
	4,55,86,557	4,93,35,196
(Increase)/Decrease in Inventories of Finished Goods & Work-in-Progress	37,48,638	(2,57,85,331)

Particulars	Year Ended 31st March-2012	Year Ended 31st March-2011
23 EMPLOYEE BENEFITS EXPENSES		
Salary Wages Bonus & Allowances	7,53,57,963	6,21,53,666
Contribution to Provident Fund	39,08,703	28,45,443
Contribution to ESIC	16,61,514	13,25,000
Staff Welfare Expenses	19,76,953	27,84,916
Contribution to Gratuity Fund	10,98,571	9,48,822
Medical Expenses Reimbursement	6,15,606	5,42,823
	8,46,19,310	7,06,00,670
24 FINANCE COST		
Interest Expenses	6,78,85,266	4,99,18,832
Other Borrowing Costs	9,031,431	1,04,44,350
Total	7,69,16,697	6,03,63,182
25 OTHER EXPENDITURE		
Power & Fuel	13,11,59,194	11,00,34,933
Less: Recovery of energy generated by Windmill	(89,61,158)	(81,73,646)
	12,21,98,036	10,18,61,287
Consumable Stores	2,40,88,294	2,14,15,662
Packing Material	1,68,57,675	1,78,27,495
Freight Inward	1,41,87,215	95,72,641
Freight Outwards	3,89,94,656	3,08,94,584
Rent	2,16,000	2,16,000
Repair to Building	35,44,981	21,74,915
Repair to Machinery	2,32,86,434	2,71,18,433
Insurance	5,69,016	4,71,726
Rates & Taxes, excluding taxes on income	13,94,596	10,32,316
Miscellaneous Expenses (Below 1% of revenue from Operations)	3,74,22,027	5,30,20,713
Total	28,27,58,930	26,56,05,772
26 CONTINGENT LIABILITIES AND COMMITMENTS		
26.1 Contingent Liabilities		
(a) Claims against the company not acknowledged as debt;	Nil	Nil
(b) Guarantees;		
(i) Bank Guarantee	84,55,099	53,55,538
(ii) Corporate Guarantee for the credit facilities availed by M/s, Rajratan Thai wire co. Ltd. Thailand the Wholly Owned subsidiary of the company.	US\$ 17.50 Million	US\$12.30 Million
(c) Other money for which the company is contingently liable		
Income Tax & Excise appeals for which no provision is considered required as the company is hopeful of successful outcome in the appeals	5,84,233	7,16,114

Particulars	Financial year	Amount in Rs	Forum where dispute is pending
Income Tax	2007-08	Nil	CIT Appeal-2 Indore
Income Tax	2008-09	Nil	CIT Appeal-2 Indore
Service Tax	2005-06	5,84,233	Customs, Central Excise & Service Tax Appellate Tribunal, New Delhi

Income tax appeals pending before CIT (Appeals) for F.Y. 2007-08 & 2008-09 pertain to an issue on which the Hon'ble Income Tax Appellate Tribunal, Indore has decided in favour of the Company for earlier years.

Particulars	Year Ended 31st March-2012		Year Ended 31st March-2011	
26.2 Commitments				
Estimated amount of contracts remaining to be executed on capital account and not provided for;	31,46,692		15,00,000	
27 Value of Raw Materials consumed:				
	Amount in ₹ Value	%	Value	%
Raw Material				
Imported	-	0.00%	95,62,706	0.95%
Indigenous	1,16,69,33,772	100.00%	1,00,03,71,084	99.05%
Total	1,16,69,33,772	100.00%	1,00,99,33,790	100.00%
Ancillary Raw Material				
Imported	110,275	0.57%	-	0.00%
Indigenous	1,91,37,249	99.43%	1,94,88,663	100.00%
Total	1,92,47,524	100.00%	1,94,88,663	100.00%
Total Raw Material Consumed	1,18,61,81,296		1,02,94,22,453	
28 Value of Consumable Stores :				
Imported	-	0.00%	-	0.00%
Indigenous	2,40,88,294	100.00%	2,14,15,662	100.00%
Total	2,40,88,294	100.00%	2,14,15,662	100.00%
29 Work in Progress comprises of Wire Rods under conversion into Tyre Bead Wires.	65,07,119		58,33,897	
30 Dividend from Subsidiary Company Swaraj Technocrafts Pvt.Ltd.	1,19,000		87,500	
31 Value of Imports on CIF basis				
(i) Raw Material	1,10,275		86,55,271	
(ii) Components & Spare Parts	5,06,512		-	
(iii) Capital Goods	9,88,883		13,77,971	
(iv) Trading Goods	3,93,38,680		4,43,76,242	
32 Other Expenditure in Foreign Currency:				
(i) Travelling Expenses	1,43,655		3,68,295	
(ii) Testing Fees	18,544		34,642	
(iii) Technical Consultancy	4,10,098		3,34,351	
33 Earnings in Foreign Exchange:				
(i) F.O.B. Value of Exports	11,89,17,851		15,63,57,507	
(ii) Interest received from Rajratan Thai Wire Co.Ltd.	9,99,410		-	
34 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.				
35 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 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.				
36 Auditor's Remuneration	(Amount in ₹)			
	31/03/2012		31/03/2011	
- Statutory Audit	2,00,000		1,75,000	
- Tax Audit	50,000		50,000	
- Other Services	25,000		25,000	
	2,75,000		2,50,000	

37 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** (Amount in ₹)

	<u>31/03/2012</u>	<u>31/03/2011</u>
Present value of obligations as at beginning of the year	65,36,754	54,94,668
Interest Cost	5,22,940	4,39,573
Current Service Cost	6,80,293	5,61,089
Benefit Paid	(1,92,263)	(4,90,814)
Actuarial (gain)/loss on obligations	5,58,961	5,32,238
Present value of obligations as at end of the year	81,06,685	65,36,754

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

	<u>31/03/2012</u>	<u>31/03/2011</u>
Fair value of plan assets at beginning of the year	72,44,795	64,71,079
Expected return on plan assets	6,63,623	5,84,078
Contribution	9,39,390	6,80,452
Benefit Paid	(1,92,263)	(4,90,814)
Actuarial (gain)/loss on plan assets	Nil	Nil
Fair value of the plan assets at the end of the year	86,55,545	72,44,795

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

	<u>31/03/2012</u>	<u>31/03/2011</u>
Fair value of plan assets at beginning of the year	72,44,795	64,71,079
Actual return on plan assets	6,63,623	5,84,078
Contribution	9,39,390	6,80,452
Benefit Paid	(1,92,263)	(4,90,814)
Fair value of the plan assets at the end of the year	86,55,545	72,44,795
Funded status	5,48,860	7,08,041
Excess of actual over estimated return on plan assets	Nil	Nil

(e) **Actuarial Gain/(Loss) recognized as on 31/03/2012**

	<u>31/03/2012</u>	<u>31/03/2011</u>
Actuarial Gain/(Loss) for the year-obligation	(5,58,961)	(5,32,238)
Actuarial Gain/(Loss) for the year-plan assets	Nil	Nil
Total (Gain)/Loss for the year	(5,58,961)	(5,32,238)
Actuarial Gain/(Loss) recognized for the year	(5,58,961)	(5,32,238)

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

	<u>31/03/2012</u>	<u>31/03/2011</u>
Current Service Cost	6,80,293	6,61,089
Interest cost	5,22,940	4,39,573
Expected return on Plan Asset	(6,63,623)	(5,84,078)
Net Actuarial (Gain)/Loss recognized in the year	5,58,961	5,32,238
Expenses recognized in the statement of profit & loss Under AS 15	10,98,571	9,48,822

(g) **Assumption**

	<u>31/03/2012</u>	<u>31/03/2011</u>
Discount rate	8%	8%
Salary Escalation	5%	5%

38. 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 only one reportable segment "Bead Wire" for the current year. "Windmill" is not a reportable segment. As the power generated by windmill is exclusively used for captive consumption in bead wire, the financial result of "Windmill" segment have been included in "Bead Wire" segment.

39. 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. Sunil Chordia - Managing Director
- 2) Mr. Deepesh Trivedi - Executive Director
- 3) Smt.Sangeeta Chordia - Whole Time Director

ii. Relatives of Key Managerial Personnel

- 1) Smt. Shantadevi Chordia W/o Shri Chandanmal 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 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	---	---	---	6,21,463 (6,31,404)
2.	Sale of Goods	---	---	---	6,19,91,035 (3,58,10,705)
3.	Purchase of Assets	---	---	---	2,22,70,786 (1,70,85,794)
4.	Sale of Assets	---	---	---	1,92,978 (49,01,509)
5.	Unsecured Loan Received	---	---	57,02,048 (40,85,911)	---
6.	Investment in Equity Share during the year	---	---	---	---
7.	Dividend Received	---	---	---	1,19,000 (87,500)
8.	Remuneration	93,43,065 (79,79,713)	---	---	---
9.	Interest Paid	---	---	5,67,930 (8,62,569)	---
10.	Interest Received	---	---	---	9,99,410 ---
11.	Loan Given	---	---	---	3,05,66,940 ---
12.	Rent	1,08,000 ---	1,08,000 (2,16,000)	---	---
13.	Job work charges	---	---	---	2,62,200 (3,38,328)
14.	Advance for Capital Assets (Land)	---	---	2,85,00,000 ---	---
15.	Interest on Capital Advance	---	---	17,80,274 ---	---

The figures mentioned in the brackets are for previous year figures.

40. 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	5,93,12,871	8,05,59,555
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	13.63	18.51
7.	Diluted Earning Per Share	13.63	18.51
8.	Nominal Value Per Share	10.00	10.00

FOR FADNIS AND GUPTE
CHARTERED ACCOUNTANTS
FRN : 006600C

FOR AND ON BEHALF OF THE BOARD

(CA MANOJ FADNIS)
PARTNER
M.No. 072707

JAYA GURNANI
COMPANY SECRETARY

D. TRIVEDI
EXECUTIVE DIRECTOR

SUNIL CHORDIA
MANAGING DIRECTOR

Indore
Dated : 28th May 2012

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

S.No.	Particulars	Rajratan Thai Wire Co., Ltd.	Swaraj Technocrafts Private Limited
1.	Financial year ending of the subsidiary	31.03.2012	31.03.2012
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. (Fully paid Equity Shares of Baht 10/- each)	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 company which was not dealt with in the account of the company for the year ended 31st March 2012.	₹ (2,91,23,415)	₹ 26,706
5.	The net aggregate amount of the profit/(losses) of the subsidiary, since became a subsidiary so far as they concern the member of the company not dealt with in the account of the company for the year ended 31st March 2012.	₹ (13,93,40,972)	₹ 8,31,225

FOR AND ON BEHALF OF THE BOARD

Place : Indore

Dated : 28th May 2012

JAYA GURNANI
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 2012, the Consolidated Statement of Profit and Loss and the Consolidated Cash Flow Statement for the year ended on that date annexed thereto. These consolidated financial statements are the responsibility of the Management of Rajratan Global Wire Limited. Our responsibility is to express an opinion on these consolidated financial statements based on our audit.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are 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 one of the subsidiary, Rajratan Thai Wire Co. Limited, whose financial statements reflect total assets (net) of ₹ 84,19,96,110/- as at March 31, 2012, total revenues of ₹ 73,52,66,363/- and net cash inflows amounting to ₹ 57,95,285/-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. 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.
5. On the basis of information and explanations given to us and on consideration of the separate audit reports on individual audited financial statements of Rajratan Global Wire Limited and its subsidiaries Rajratan Thai Wire Co. Limited and Swaraj Technocraft Private Limited, in our opinion, 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 2012;
 - ii) In the case of the Consolidated Statement of Profit and Loss, 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 - 28.05.2012

For Fadnis & Gupte
Chartered Accountants
FRN : 006600C

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

CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH 2012

(Amount in ₹)

PARTICULARS	NOTE NO.	AS AT 31st MARCH-2012	AS AT 31st MARCH-2011
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	2	4,35,18,000	4,35,18,000
(b) Reserves and Surplus	3	50,59,27,360	46,41,50,016
		<u>54,94,45,360</u>	<u>50,76,68,016</u>
(2) Minority Interest		52,03,314	51,89,489
(3) Non-Current Liabilities			
(a) Long-Term Borrowings	4	28,41,23,726	32,92,29,379
(b) Deferred Tax Liabilities (Net)	5	9,09,45,526	8,81,67,093
		<u>37,50,69,252</u>	<u>41,73,96,472</u>
(4) Current Liabilities			
(a) Short-Term Borrowings	6	74,66,44,746	54,07,86,470
(b) Trade Payables	7	16,01,70,645	4,24,40,094
(c) Other Current Liabilities	8	20,75,61,139	13,27,51,016
(d) Short-Term Provisions	9	70,70,460	93,30,153
		<u>1,121,446,989</u>	<u>72,53,07,733</u>
Total		<u>2,05,11,64,916</u>	<u>1,65,55,61,710</u>
II. ASSETS			
(1) Non-Current Assets			
(a) Fixed Assets			
(i) Tangible Assets	10	1,02,73,49,117	95,76,30,405
(ii) Intangible Asset		16,45,731	18,05,349
(iii) Capital work-in-progress		4,09,52,587	2,13,03,222
		<u>1,06,99,47,435</u>	<u>98,07,38,976</u>
(b) Goodwill on Consolidation		7,49,034	7,49,034
(c) Non-Current Investments	11	2,500	2,500
(d) Long Term Loans and Advances	12	5,58,84,851	93,77,966
		<u>5,66,36,385</u>	<u>1,01,29,500</u>
(2) Current Assets			
(a) Inventories	13	23,90,34,727	15,96,72,256
(b) Trade Receivables	14	55,00,43,090	43,44,70,113
(c) Cash and Bank Balances	15	3,43,28,078	99,82,508
(d) Short-Term Loans and Advances	16	10,02,69,379	6,02,82,423
(e) Other Current Assets	17	9,05,821	285,934
		<u>92,45,81,095</u>	<u>66,46,93,234</u>
Total		<u>2,05,11,64,916</u>	<u>1,65,55,61,710</u>

See accompanying notes to the financial statements

I

As per our Audit Report of even dated

FOR FADNIS AND GUPTE
CHARTERED ACCOUNTANTS
FRN : 006600C

FOR AND ON BEHALF OF THE BOARD

As per our Report of even date attached.

(CA MANOJ FADNIS)
PARTNER
M.No. 072707
Indore

JAYA GURNANI
COMPANY SECRETARY

D. TRIVEDI
EXECUTIVE DIRECTOR

SUNIL CHORDIA
MANAGING DIRECTOR

M.No. 072707

Indore

Dated : 28th May 2012

CONSOLIDATED PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED 31st MARCH, 2012
(Amount in ₹)

PARTICULARS	NOTE NO.	AS AT 31st MARCH-2012	AS AT 31st MARCH-2011
I Revenue from Operations	18	2,68,90,23,563	2,34,75,15,734
Less: Excise duty		17,37,58,261	15,04,85,375
Revenue from Operations (Net)		<u>2,51,52,65,302</u>	<u>2,19,70,30,359</u>
II Other Income	19	83,24,800	16,93,298
III Total Revenue (I +II)		<u>2,52,35,90,102</u>	<u>2,19,87,23,657</u>
IV Expenses:			
Cost of materials consumed	20	1,71,95,81,218	1,41,37,79,504
Purchase of Stock-in-Trade	21	1,73,73,096	5,91,37,472
Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	22	(1,77,81,857)	(1,02,73,213)
Employee benefit expenses	23	13,54,21,170	11,37,92,167
Finance cost	24	11,59,45,465	9,05,18,727
Depreciation and amortization expenses		6,23,29,104	5,71,42,037
Other expenses	25	42,97,24,055	37,85,68,885
Total Expenses		<u>2,46,25,92,251</u>	<u>2,10,26,65,579</u>
V Profit before exceptional and extraordinary items and tax (III-IV)		6,09,97,851	9,60,58,078
VI (a) Exceptional Items (Refer Note No. 32)		-	(1,50,04,750)
(b) Extra Ordinary Items		-	-
VII Profit before tax (V-VI)		6,09,97,851	11,10,62,828
VIII Tax expenses:			
(1) Current tax		2,67,27,325	3,90,94,830
(2) Deferred tax		27,78,433	31,22,335
(3) Income Tax for earlier years		(14,42,987)	1,46,585
IX Profit/(Loss) for the period from continuing operations (VII-VIII) before Minority Interest		<u>3,29,35,080</u>	<u>6,86,99,078</u>
X Minority Interest		13,825	3,89,383
XI Profit/(Loss) for the period from continuing operations (IX-X)		<u>3,29,21,255</u>	<u>6,83,09,695</u>
XII Profit/Loss from discontinuing operation		-	-
XIII Profit/(Loss) for the period (XI+XII)		<u>3,29,21,255</u>	<u>6,83,09,695</u>
XIV Earning per equity share:			
(1) Basic		7.56	15.70
(2) Diluted		7.56	15.70

See accompanying notes to the financial Statements I

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

JAYA GURNANI
COMPANY SECRETARY

D. TRIVEDI
EXECUTIVE DIRECTOR

SUNIL CHORDIA
MANAGING DIRECTOR

Indore
Dated : 28th May 2012

**CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2012
PURSUANT TO THE LISTING AGREEMENT WITH STOCK EXCHANGE**

PARTICULARS	2011-2012	2010-2011
A) CASH FLOW FROM OPERATING ACTIVITIES:		
NET PROFIT BEFORE TAX & EXTRA ORDINARY ITEMS	6,09,97,851	9,60,58,078
Add: Adjustment		
Depreciation	6,23,29,104	5,71,42,037
Interest & finance charges	11,59,45,465	9,05,18,727
Dividend Income	(1,19,300)	(300)
(Profit)/Loss on sale of fixed assets	(3,00,389)	3,43,806
Prior Period Income	0	(1,46,585)
Income Tax Refunds for earlier years	4,34,304	0
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES:	23,92,87,035	24,39,15,763
ADJUSTMENT FOR:	0	0
Trade & Other Receivables	(20,26,86,705)	(5,46,33,510)
Inventories	(7,93,62,471)	(1,71,46,016)
Trade and other Payables	19,25,40,674	(89,29,582)
Increase in Working Capital Limits	20,58,58,276	8,58,51,141
CASH GENERATED FROM OPERATIONS	35,56,36,809	24,90,57,796
Direct Taxes Paid	(2,63,85,401)	(4,34,17,278)
NET CASH FROM OPERATING ACTIVITIES (A)	32,92,51,408	20,56,40,518
B) CASH FLOW FROM INVESTING ACTIVITIES		
Sale of fixed assets	3,18,73,045	44,96,313
Dividend Income	1,19,300	300
Purchase of fixed assets	(12,23,11,250)	(9,36,10,789)
Sale of investments.	0	7,500
Purchase of Investment	0	(34,96,500)
Goodwill on consolidation	0	(7,49,034)
NET CASH FROM INVESTING ACTIVITIES (B)	(9,03,18,905)	(9,33,52,210)
C) CASH FLOW FROM FINANCING ACTIVITIES:		
Interest Paid	(11,59,45,465)	(9,05,18,727)
Proceeds from Long Term Borrowings	(4,51,05,653)	1,16,42,212
Dividend Paid	(65,63,477)	(65,93,218)
Dividend Tax Paid	(11,39,124)	(11,09,383)
Decrease in Foreign currency translation reserve	(4,58,33,214)	(2,22,16,523)
NET CASH FROM FINANCING ACTIVITIES (C)	(21,45,86,933)	(10,87,95,639)
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)	2,43,45,570	34,92,669
OPENING BALANCE OF CASH & BANK BALANCES		
Cash & Cash Equivalents	30,03,674	61,82,655
Other Bank Balances	69,78,834	3,07,184
	99,82,508	64,89,839
CLOSING BALANCE OF CASH & BANK BALANCES		
Cash & Cash Equivalents	1,27,55,899	30,03,674
Other Bank Balances	2,15,72,179	69,78,834
	3,43,28,078	99,82,508

As per our Audit Report of even dated
FOR FADNIS AND GUPTE
CHARTERED ACCOUNTANTS
FRN : 006600C

(CA MANOJ FADNIS)
PARTNER
M.No. 072707

Indore
Dated : 28th May 2012

JAYA GURNANI
COMPANY SECRETARY

D. TRIVEDI
EXECUTIVE DIRECTOR

SUNIL CHORDIA
MANAGING DIRECTOR

FOR AND ON BEHALF OF THE BOARD

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	
			31.03.2012	31.03.2011
01.	Rajratan Thai Wire Co. Ltd.	Thailand	100	100
02.	Swaraj Technocrafts Pvt. Ltd.	India	68	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 foreign subsidiary are translated into Indian Rupees at the exchange rate of 1 Thai Baht = 1.65243 INR prevailing as at the Balance Sheet date. Revenues and expenses are translated into Indian Rupee at average rate of 1 Thai Baht =1.5695 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 ₹ 6,38,90,377 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 Fixed Assets of Rajratan Thai Wire Co. Ltd. are stated at cost less accumulated depreciation and allowance for impairment loss. Depreciation of plant & equipment is calculated by reference to their cost on Straight Line Basis over the estimated useful life as follows:-

<u>Particulars</u>	<u>Years</u>
1) Building & Improvement (Factory)	30
2) Building & Improvement (Residential)	61
2) Plant, Machinery & Equipments	19
3) Furniture & Fixture	16
4) Vehicles	11
5) Office Equipments	06

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 non-current 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.

1.7 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 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:-

	<u>2012</u>	<u>2011</u>
(iiia) Raw Material value using Weight Average Cost	Rs. 9,42,40,931	Rs. 4,15,61,370
(iiib) Raw Material value using First-in-First-Out basis	Rs. 59,85,629	Rs. 68,42,468
Total Raw Material Value	<u>Rs. 10,02,26,560</u>	<u>Rs. 4,84,03,838</u>

- (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 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.

1.14 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.

NOTES FORMING PART OF FINANCIAL STATEMENTS

PARTICULARS	AS AT 31st MARCH-2012	AS AT 31st MARCH-2011
2. SHARE CAPITAL		
2.1 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
2.2 Issued, Subscribed and Fully Paid up:		
43,51,800 fully paid Up Equity Share of ₹10/- each (Previous Year 43,51,800 fully paid up Equity Shares or ₹10/- each)	4,35,18,000	4,35,18,000
	4,35,18,000	4,35,18,000
2.3 Par Value Per Share	₹10	₹10
2.4 Reconciliation of Number of Shares		
Shares outstanding as at 1st April 2011 / 1st April 2010	43,51,800	43,51,800
Shares outstanding at the end of the year	43,51,800	43,51,800
2.5 The group has only one class of shares having a par value of ₹10/- per share. Each holder of equity share is entitled to one vote per share. In the event of liquidation of the company, the holders of equity shares will be entitled to receive any of the remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.		
2.6 List of shareholders holding more than 5% of the total number of shares issued by the Group :	As at 31st March-2012	As at 31st March-2011
Name of the share holder	No. of Shares	No. of Shares
Rajratan Investment Limited	7,82,881	7,82,881
Utkal Investment Limited	6,25,200	6,25,200
Rajratan Resources Pvt Limited	3,81,420	3,81,420
Mrs. Sangita Chordia	5,58,100	5,58,100
Mr. Sunil Chordia	4,79,390	4,79,390
Mr. Yashovardhan Chordia	2,68,000	2,68,000
3. RESERVES AND SURPLUS		
3.1 (A) Capital Reserves		
State Investment Subsidy (A)	15,00,000	15,00,000
Balance as per last account		
3.2 (B) Securities Premium Reserve	8,39,85,200	8,39,85,200
Balance as per last account (B)		
3.3 (C) Other Reserves		
General Reserve		
Opening Balance	35,37,50,000	34,27,50,000
Add: Transferred From Statement of Profit & Loss account	1,00,00,000	1,10,00,000
Closing Balance (C)	36,37,50,000	35,37,50,000
3.4 (D) Surplus		
Statement of Profit & Loss		
Opening Balance	1,06,278	(4,95,00,816)
Add: Profit for the year	3,29,21,255	6,83,09,695
	3,30,27,533	1,88,08,879
Less: Appropriations		
Transfer to General Reserve	1,00,00,000	1,10,00,000
Proposed Dividend	52,22,160	65,63,477
Corporate Dividend Tax	8,87,506	11,39,124
Closing Balance (D)	1,69,17,867	1,06,278

PARTICULARS	AS AT 31st MARCH-2012	AS AT 31st MARCH-2011
3.5 (E) Foreign Currency Translation Reserve	3,97,74,293	2,48,08,538
Total (A+B+C+D+E)	50,59,27,360	46,41,50,016
4 Long-Term Borrowings		
4.1.1 Term Loans		
From Banks	28,41,23,726	32,31,80,109
4.1.2 Other Loans & Advances		
Sale Tax Deferment Loan	0	60,49,270
	28,41,23,726	32,92,29,379

4.2 SECURITY:

I. Terms Loan of Rajratan Global Wire Ltd.

- A. Term loans outstanding ₹ 7,38,81,349/- (Previous year ₹ 8,26,82,477/-) 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 Bankers and second charge 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. Sales Tax Deferment Loan outstanding Nil (Previous year ₹ 60,49,270/-) is secured by way of charge created in favour of Madhya Pradesh State Industrial Development Corporation Ltd. ranking pari-passu on fixed assets with other banks.
- C. Vehicle Loan outstanding Nil (Previous year 1,39,326/-) is secured by hypothecation of vehicle.

II. Security of Swaraj Technocraft Pvt.Ltd.

The Term Loan amounting to ₹ Nil (Previous year ₹ 9,71,797/-) is secured against the first charge on fixed assets, both present & future and second charge on the entire current assets of the company including inventory and receiveables. The loan is further secured by personal guarantees of Shri Rajendra Ekbote, Director.

III. Security of Rajratan Thai Wire Co.Ltd.

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's residential building has been mortgaged to Bank of Ayudhya Plc.Thailand (BAY), to secured the long term loan from Bank of Ayudhya Plc. Thailand (BAY)

4.3 Terms of Repayment of Long Term Borrowings

I Repayment schedule of Rajratan Global Wire Ltd. Term Loan:-

Particulars	Total Tenor of Loan	Frequency of Installment	No. of Installment due	Amount Outstanding as on 31.3.2012	Rate of Interest
State Bank of India	6 Years	Monthly	15	3,78,86,756	14%
State Bank of India	6 Years	Monthly	15	1,36,50,682	14%
State Bank of India	5 Years	Monthly	33	5,33,50,031	14%
IDBI Bank Ltd.	4 Years	Monthly	24	3,15,00,000	14%

II. Repayment shedule of Swaraj Technocraft Pvt.Ltd. Term Loan:-

Particulars	Total Tenor of Loan	Frequency of Installment	No. of Installment Due	Amount	Rate of Interest
State Bank of India	3 Years	Quarterly	Nil	-	14.75%

III. Repayment of Rajratan Thai Wire Co.Ltd. Thailand are as under:-

Particulars	Total Tenor of Loan	Frequency of Installment	No. of Installment Due	Amount Million BAHT	Rate of Interest
Bank of Ayudhya PLC	7 Years	Quarterly	7	94.50	MLR 7.5%-Margin
Bank of Ayudhya (BAY)	7 Years	Quarterly	7	40.50	MLR 7.5%-Margin
ICICI Bank, Singapore	7 Years	Quarterly	9	24.35	3 month Libor+Margin
Bank of Ayudhya (BAY)	7 Years	Monthly	64	2.09	MLR 7.625%-0.5%
Bank of Ayudhya (BAY)	7 Years	Monthly	69	1.15	MLR 7.625%-0.5%

5 DEFERRED TAX LIABILITIES (NET)

5.1	Deferred Tax Liabilities		
	On account of tax effects on timing difference arising due to difference in Depreciation	9,12,82,194	8,83,42,651
	Less :		
	Deferred Tax Assets		
	On Account of disallowance u/s 43B of the Income Tax Act (net of reversals of DTA created in earlier year)	3,36,668	1,75,558
	Net Deferred Tax Liabilities	9,09,45,526	8,81,67,093

6 SHORT-TERM BORROWINGS

6.1	Loans repayable on demand		
	From Bank	69,97,57,955	52,75,27,561
	From Other Financial Institution	3,17,34,147	0
6.2	Loans and advances from related parties (Refer note no.39)	57,02,048	40,85,911
6.3	Deposits	48,082	0
6.4	Other loans and advances	94,02,514	91,72,998
		74,66,44,746	54,07,86,470

6.4 Security:

I. Working Capital Loans of Rajratan Global Wire Ltd.

Working Capital Loans from Banks are secured by first charge 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 loans are also secured by personal guarantees of the Managing Director.

II. Working Capital Loans of Swaraj Technocraft Pvt. Ltd.

Working Capital Loans from Banks are secured by first charge 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 loans are also secured by personal guarantees of the Managing Director.

III. Working Capital Loans of Rajratan Thai Wire Co.Ltd., Thailand

The working capital borrowing 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.

7 TRADE PAYABLES

7.1	Trade payables (Ref. Note No.35)	16,01,70,645	4,24,40,094
		16,01,70,645	4,24,40,094

8 OTHER CURRENT LIABILITIES

8.1	Current maturities of Long Term debts	18,01,48,706	12,07,82,827
8.2	Interest accrued but not due on borrowings	936	4,450
8.3	Interest accrued and due on borrowings	14,30,631	12,24,788
8.4	Unpaid dividends	5,18,166	4,19,490
8.5	Other payable	2,54,62,700	1,03,19,461
		20,75,61,139	13,27,51,016

Other payable pertain to

(i)	Statutory Liabilities	96,19,080	68,65,578
(ii)	Creditors for Capital Goods	86,73,723	0
(iii)	Others	71,69,897	34,53,883

9 SHORT-TERM PROVISIONS

9.1	Income Tax (Net of advance Tax ₹ 2,57,60,586/- (Previous Year ₹ 3,74,06,975/-)	9,60,794	16,27,552
	Proposed Dividend(Including Dividend tax of ₹ 8,87,506)	61,09,666	77,02,601
		70,70,460	93,30,153

SCHEDULES ATTACHED TO AND FORMING PART OF CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2012

SCHEDULE-10 : FIXED ASSETS

PARTICULARS	GROSS BLOCK				DEPRECIATION						NET BLOCK	
	As On 01.04.11	Additions for the year	Deduction during the year	Adjustment for Foreign Currency	As On 31.03.12	Upto 31.03.11	For the Year	Written Back	Adjustment for Currency	Upto 31.03.12	As On 31.03.12	As On 31.03.11
I. TANGIBLE ASSETS												
A. LAND												
Free Hold Land	6,19,19,690				6,19,19,690						6,19,19,690	6,19,19,690
Lease Hold Land	20,78,900			72,42,363	93,21,263						93,21,263	20,78,900
B. Site Development	1,47,84,988	1,87,608			1,49,72,596	15,47,584	2,41,505			17,89,089	1,31,83,507	1,32,37,404
C. Building	19,10,88,610	7,07,186		1,40,59,662	20,58,55,458	3,15,66,148	64,28,036	23,42,323	14,62,295	39,4,56,479	16,63,98,979	15,95,22,462
D. Plant and Equipment	95,03,36,293	10,17,86,852	3,39,14,979	4,40,03,904	1,06,22,12,069	24,99,39,153	5,25,13,131		64,87,907	30,65,97,869	75,66,14,201	70,03,97,140
E. Furniture and Fixtures	93,43,904	1,66,110			95,10,014	40,85,767	5,96,816			46,84,584	48,25,430	52,58,137
F. Vehicles	1,16,62,728	9,82,553		6,12,247	1,32,57,528	32,15,133	11,80,147		2,20,159	46,15,439	86,42,089	84,47,595
G. Office Equipment	54,04,747	4,01,709		2,99,578	61,06,034	17,30,997	1,87,733		63,626	19,82,355	41,23,679	36,73,750
H. Other Assets	77,50,747	10,09,307		4,39,150	91,99,204	46,55,421	10,20,117		2,03,387	58,78,925	33,20,279	30,95,326
TOTAL	1,25,43,70,608	10,52,41,324	3,39,14,979	6,66,56,904	1,39,23,53,857	29,67,40,203	6,21,69,486	23,42,323	84,37,374	36,50,04,740	1,02,73,49,117	95,76,30,405
PREVIOUS YEAR	1,10,64,93,355	12,47,18,553	64,60,400	2,96,19,100	1,25,11,88,640	25,05,98,918	5,96,94,576	1,66,25,031	30,77,085	29,53,74,271	95,40,03,677	85,37,60,167
II INTANGIBLE ASSETS												
ERP Software & Technical Know-how	31,81,969		10,30,781		21,51,188	13,76,620	1,59,618	10,30,781		5,05,457	16,45,731	18,05,349
TOTAL	31,81,969		10,30,781		21,51,188	13,76,620	1,59,618	10,30,781		5,05,457	16,45,731	18,05,349
PREVIOUS YEAR	31,81,969				31,81,968	10,47,699	3,23,577			13,71,276	18,10,692	21,34,270
CAPITAL WORK IN PROGRESS	2,13,03,222	4,88,75,434	3,18,06,508	25,79,438	4,09,52,587						4,09,52,587	2,13,03,222
PREVIOUS YEAR	3,27,05,355	2,13,96,816	3,26,16,523	5,501	2,14,91,150						2,14,91,150	3,27,05,355

PARTICULARS	AS AT 31st MARCH-2012	AS AT 31st MARCH-2011
11 NON-CURRENT INVESTMENTS		
11.1 Non Trade investment - Unquoted		
250 Equity Shares of ₹ 10 Each of the M/s Shamrao Vithaldas Co. operative Society Limited, Mumbai (Fully Paid up)	2,500	2,500
	<u>2,500</u>	<u>2,500</u>
12 LONG-TERM LOANS AND ADVANCES		
12.1 Capital advance		
Unsecured, Considered good Advance to M/s Cee Cee Engineering Private Limited (related party refer note No. 29)	3,09,90,669	7,72,978
12.2 Security Deposits		
Unsecured, Considered good	2,41,10,482	86,04,988
12.3 Other Loans and Advances (Specify nature)		
Unsecured, Considered good	7,83,700	-
Total	<u>5,58,84,851</u>	<u>93,77,966</u>
13 INVENTORIES		
13.1 (a) Raw materials;		
Raw Material	10,02,26,560	4,84,03,838
Ancillary Raw Material	2,29,07,349	1,97,20,288
(b) Work-in-progress;	2,34,28,881	1,23,19,773
(c) Finished goods;	6,19,72,924	5,53,00,176
(d) Stores and spares;	1,83,89,655	2,25,07,404
(e) Others	1,21,09,358	14,20,777
Total	<u>23,90,34,727</u>	<u>15,96,72,256</u>
13.5 Inventories are valued at cost or net realisable value whichever is lower. 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. The cost of inventories comprises all cost 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. Excise Duty is included in the value of finished goods inventory.		
14 TRADE RECEIVABLES		
14.1 Unsecured, Considered good		
(a) Trade Receivable outstanding for period exceeding six months from the date they are due for payment	25,17,920	6,32,737
(b) Others	54,75,25,170	43,38,37,376
Total	<u>55,00,43,090</u>	<u>43,44,70,113</u>
15 CASH AND BANK BALANCES		
15.1 Cash and Cash Equivalents		
(a) Balances with Banks Current Accounts	69,35,472	17,57,052
(b) Cash on hand Including foreign currency	4,95,416	12,46,622
(c) Funds In Transit	53,25,011	0
	<u>1,27,55,899</u>	<u>30,03,674</u>
15.2 Other Bank Balances		
(a) Current Account held as Margin Money	30,00,000	30,00,000
(b) Fixed Deposit Account held as margin money	1,80,54,406	39,78,834
(c) Unpaid Dividend Accounts	5,17,773	0
	<u>2,15,72,179</u>	<u>69,78,834</u>
Total	<u>3,43,28,078</u>	<u>99,82,508</u>

PARTICULARS	AS AT 31st MARCH-2012	AS AT 31st MARCH-2011
16 SHORT-TERM LOANS AND ADVANCES (Unsecured & Considered good)		
16.1 Other Loans & Advances		
(i) Advances recoverable in cash or in kind or for value to be received	3,39,97,688	2,74,03,356
(ii) Balance with Government Authorities	6,62,71,691	3,28,79,067
Total	10,02,69,379	6,02,82,423
17 OTHER CURRENT ASSETS		
Deferred Premium	6,23,421	-
Interest Accrued on Fixed deposit	2,82,400	2,85,934
Total	9,05,821	2,85,934
18 REVENUE FROM OPERATIONS		
Sale of Manufactured goods	2,66,43,37,394	2,29,93,52,416
Sale of Traded goods	1,71,98,135	3,27,39,505
Other Operating Income	46,73,920	1,37,47,999
Job Work Income	28,14,114	16,75,814
Total	2,68,90,23,563	2,34,75,15,734
Less:- Excise Duty	17,37,58,261	15,04,85,375
	2,51,52,65,302	2,19,70,30,359
19 OTHER INCOME		
Interest Income	27,20,014	16,92,998
Dividend from Long Term Investment	1,19,300	300
Profit on Sale of Fixed Assets	3,00,389	0
Gain on Exchange Fluctuation	51,85,097	0
Total	83,24,800	16,93,298
20 COST OF MATERIALS CONSUMED		
MATERIALS CONSUMED COMPRISES OF:		
Wire Rod	1,68,68,98,398	1,37,54,59,607
Ancillary Raw material	2,94,52,663	2,69,74,217
Other	32,30,157	1,13,45,680
Total	1,71,95,81,218	1,41,37,79,504
21 COST OF TRADED GOODS		
Wire Rod	1,50,03,219	5,67,60,049
Others	23,69,877	23,77,423
Total	1,73,73,096	5,91,37,472
22 CHANGE IN INVENTORIES OF FINISHED GOODS AND & WORK-IN-PROGRESS		
Opening Stock		
Work-in-Progress	1,23,19,773	1,21,17,402
Finished goods	5,53,00,176	4,52,29,334
Less : Closing Stock		
Work-in-Progress	2,34,28,881	1,23,19,773
Finished goods	6,19,72,924	5,53,00,176
(Increase) / Decrease in inventories of Finished Goods & Work-in-Progress	(1,77,81,857)	(1,02,73,213)

PARTICULARS	AS AT 31st MARCH-2012	AS AT 31st MARCH-2011
23 EMPLOYEE BENEFITS EXPENSES		
Salary Wages Bonus & Allowances	12,27,07,060	10,23,07,140
Contribution to Provident Fund	58,09,585	43,56,601
Contribution to ESIC	18,54,371	14,61,729
Staff Welfare Expenses	32,01,818	39,41,684
Contribution to Gratuity Fund	12,32,729	11,82,190
Medical Expenses Reimbursement	6,15,606	5,42,823
	13,54,21,170	11,37,92,167
24 FINANCE COST		
Interest Expenses	9,95,91,019	7,25,88,075
Other Borrowing Costs	1,63,54,446	1,79,30,652
Total	11,59,45,465	9,05,18,727
25 OTHER EXPENDITURE		
Power & Fuel	19,60,68,595	15,73,55,335
Less: Recovery of energy generated by Windmill	(89,61,158)	(81,73,646)
	18,71,07,437	14,91,81,689
Consumable Stores	4,83,77,360	4,05,40,547
Packing Material	3,04,13,518	2,80,81,125
Freight Inward	1,56,69,296	96,09,752
Freight Outwards	4,30,45,013	3,39,02,478
Rent	3,97,049	3,99,987
Repair & Maintenance	3,09,76,735	3,16,49,653
Transit Insurance	6,78,642	8,73,625
Insurance Charges	9,20,454	8,63,172
Rate & Taxes excluding taxes on income	14,73,807	10,88,942
Export Expenses	3,17,18,667	3,84,87,106
Miscellaneous expenses below 1% of revenue from operation	3,89,46,076	4,38,90,809
TOTAL	42,97,24,055	37,85,68,885
26 Contingent Liabilities and Commitments		
26.1 Contingent Liabilities		
(a) Claims against the company not acknowledged as debt;	Nil	Nil
(b) Guarantees;		
(i) Bank Guarantee with State Bank of India, Commercial Branch, Indore	84,55,099	53,55,538
(ii) 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.	US\$ 17.50 Million	US\$ 12.30 Million
(c) Other money for which the company is contingently liable		
Income Tax & Excise appeals for which no provision is considered required as the company is hopeful of successful outcome in the appeals	5,84,233	7,16,114

Contingents liabilities for Rajratan Global Wire Ltd., are as under:-

	Financial year	Amount in Rs	Forum where dispute is pending
Income Tax	2007-08	Nil	CIT Appeal-2 Indore
Income Tax	2008-09	Nil	CIT Appeal-2 Indore
Central Excise Service Tax	2005-06	5,84,233	Customs, Central Excise & Service Tax Appellate Tribunal, New Delhi

Income Tax appeals pending before CIT (Appeals) for F.Y. 2007-08 & 2008-09 pertain to an issue on which the Hon'ble Income Tax Appellate Tribunal, Indore has dedicated in favour of the Company for an earlier years.

Contingents liabilities for Rajratan Thai Wire Co.Ltd. Are as under:-

As at March 31, 2012 and 2011, The Company was contingently liable to local bank for letter of guarantee issued by said banks totaling approximately Baht 2.61 million and Baht 17.18 million respectively.

26.2 Commitments

Estimated amount of contracts remaining to be executed on capital account and not provided for;

	31,46,692	15,00,000
27 Work in Progress comprises of wire rods under conversion into tyre bead wires.	2,34,28,881	1,23,19,773

28 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.

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

(Amt. in Rs.)

REVENUE	BEAD WIRE		WIRE DRAWING MACHINE & TOOLS		CONSOLIDATED	
	2012	2011	2012	2011	2012	2011
External Sales	2478962166	2132869169	18064719	30026508	2497026885	2162895677
Inter Segment Sales	1387944	5236217	25289204	30591763	26677148	35827980
Total Revenue	2480350110	2138105386	43353923	60618271	2523704033	2198723657
RESULT						
Segment Result	174024647	197284079	184831	2215095	174209478	199499174
Unallocated Corporate expenses						
Operating Profit					174209478	199499174
Interest Expenses					115945465	90518727
Interest Income					2720014	1692998
Income Taxes					28062771	42363750
Profit From Ordinary Activities					32921256	68309695
Extraordinary Loss						
Net Profit					32921256	68309695
Other Information						
Segment Assets	1953332344	1610325001	41196187	35107209	1994528531	1645432210
Unallocated Corporate Assets						
Total Assets					1994528531	1645432210
Segment Liabilities	1470634560	1122931578	25881681	19772627	1496516241	1142704205
Unallocated Corporate Liabilities						
Total Liabilities					1496516241	1142704205
Capital Expenditure	120895552	113299673	1227770	199175	12212332	113498848
Depreciation	61190901	55967976	1138203	1174061	62329104	57142037
Non-Cash Expenses Other than Depreciation						

Information About Business Segments

(Amt. in Rs.)

REVENUE	With India		Out Side India		Total	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Sales Revenue	1824914357	1863447657	698789676	335276000	2523704033	2198723657
Segment Assets	1167792689	1020773987	826735842	624658223	1994528531	1645432210
Cost of Acquire Tangible & Intangible Fixed Assets	53984040	79151376	68139282	34347472	122123322	113498848

29 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. Sunil Chordia - Managing Director
- 2) Mr. Deepesh Trivedi - Executive Director
- 3) Smt. Sangeeta Chordia - Whole Time Director
- 4) Mr. Mukesh Kumar Verma - Whole Time Director (Thailand Unit)

ii. Relatives of Key Managerial Personnel

- 1) Smt. Shantadevi Chordia W/o Shri Chandanmal 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 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				6,21,463 (6,31,404)
2.	Sale of Goods				6,19,91,035 (3,58,10,705)
3.	Purchase of Assets				2,22,70,786 (1,70,85,794)
4.	Sale of Assets				1,92,978 (49,01,509)
5.	Unsecured Loan Received			57,02,048 (40,85,911)	
6.	Investment in Equity Share during the year				(6,06,38,177)
7.	Dividend Received				1,19,000 (87,500)
8.	Remuneration	1,28,30,030 (79,79,713)			
9.	Interest Paid			5,67,930 (8,62,569)	
10.	Interest Received				9,99,410
11.	Loan Given				3,05,66,940
12.	Rent	1,08,000	1,08,000 (2,16,000)		
13.	Job work charges				2,62,200 (3,38,328)
14.	Advance for Capital Assets (Land)			2,85,00,000	
15.	Interest on Capital Advance			17,80,274	

The figures mentioned in the brackets are for previous year figures.

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

30 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	29,74,37,400	17,50,000
Reserves and Surplus	(15,94,44,269)	1,42,80,025
Total Assets	84,19,96,110	4,19,11,707
Total Liabilities	84,19,96,110	4,19,11,707
Investments	-	-
Turnover	73,52,66,363	4,33,53,923
Profit Before Taxation	(2,91,23,415)	1,84,831
Less Provision for Tax	-	-
Profit After Taxation	(2,91,23,415)	40,531
Proposed Dividend	-	-

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

- (i) The assets and liabilities, both monetary and non-monetary at the closing rate which was 1 Thai Bhat = ₹ 1.65243
 - (ii) Income and expenses at the average rate which was 1 Thai Bhat = ₹1.5695
- Supplementary Information

31 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	3,29,21,256	6,83,09,695
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	7.56	15.70
7.	Diluted Earning Per Share	7.56	15.70
8.	Nominal Value Per Share	10.00	10.00

- 32. Previous Year's exceptional items represents depreciation written back by Rajratan Thai Wire Co. Ltd., on account of revision of useful lives of fixed assets.
- 33. 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

JAYA GURNANI
 COMPANY SECRETARY

D. TRIVEDI
 EXECUTIVE DIRECTOR

SUNIL CHORDIA
 MANAGING DIRECTOR

Indore
 Dated : 28th May 2012

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: 022-25946970 (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 Fourth Annual General Meeting at the Registered Office at 11/2, Meera Path, Dhenu Market, Indore (M.P.) on 23rd July 2012.

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 Fourth Annual General Meeting of the Company to be held on 23rd July 2012 and/or at any adjournment thereof.

Signed this _____ day of _____ 2012.

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.

BOOK - POST

To,

If undelivered please return to :

RAJRATAN GLOBAL WIRE LIMITED

RAJRATAN HOUSE,

11/2, Meera Path, Dhenu Market,

Indore - 452 003 (M.P.)