

BOARD OF DIRECTORS

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|--|--|
| CHAIRMAN & Mg. DIRECTOR | - Shri S.C.Agrawal |
| WHOLE TIME : Executive Director | - Shri Piyush Agrawal |
| INDEPENDENT DIRECTORS | - Shri Anil Kumar Jain
- Shri Ashwani Kumar Jindal
- Shri M.C.Jain |
| STATUTORY AUDITORS | - P.D.Mittal & Co.
- Chartered Accountants
- 70, Daryaganj
- New Delhi: 110 002 |
| REGISTERED OFFICE | - 9, DDA Market
- Katwaria Sarai
- New Delhi: 110 016 |
| PLANT & ADM. OFFICE: | - 57/1, Ind. Area Site IV
- Sahibabad: 201 010 |
| BANKERS | - Syndicate Bank
- Sahibabad: 201 010 |

NOTICE

Notice is hereby given that the 35th Annual General Meeting of CRANEX Ltd. will be held on Thursday the 30th September 2010, at 11 A. M. at 9, DDAMkt, Katwaria Sarai, New Delhi 110 016, to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider, and adopt the Audited Balance Sheet of the Company as at March 31st. 2010 and the Profit & Loss Account for the year ended on that date and the Reports of the Directors and the Auditors thereon.
2. To elect a Director in place of Mr. Anil Kumar Jain who retires by rotation and being eligible offers himself for re-election.
3. To appoint M/s P.D.Mittal & Co. Chartered Accountants Auditors of the company to hold office from the conclusion of this meeting until the conclusion of the next Annual General Meeting and to fix their remuneration.
4. To appoint M/s Brajesh Kumar & Associates, practicing Co. Secretary, as the company's Secretarial Auditor from the conclusion of this meeting until the conclusion of the next Annual General Meeting and to fix their remuneration.

SPECIAL BUSINESS:

5. To consider and if thought fit, to pass with or without modification, the following resolution as an ORDINARY RESOLUTION:

RESOLVED THAT pursuant to the applicable provisions of the Securities and Exchange Board of India (De-listing of Securities) Guidelines, 2003 (herein after referred as the De-listing Guidelines) and subject to the provisions of the Companies Act 1956 (including any statutory modifications or re-enactments thereof for the time being in force), the Securities Contract (Regulation) Act 1956 and the rules framed there under, listing agreements and all other applicable rules, regulations and guidelines and subject to the approvals, consents, permissions or sanctions of Securities and Exchange Board of India (SEBI), Stock-Exchanges where the shares of the company are listed and other appropriate authorities, institutions or regulators as may be necessary and subject to such conditions and modifications as may be prescribed or imposed by any authority while granting such approvals, consents, permissions, or sanctions which may be agreed to by the Board of Directors of the Company (herein after referred to as a Board and expressions shall be deemed to include any committee of the Board) the consent of the Company be and is hereby accorded to the Board of Directors of the company to get the shares de-listed from the Delhi Stock Exchange Association Ltd, New Delhi and the Board of Directors be and is hereby authorised to do all acts, deeds and things required to implement this resolution

By order of the Board
For **Cranex Limited**,
Director

Place : **New Delhi**
Dated : 16-08-2010

NOTES:

1. A Member entitled to attend and vote at the Meeting is entitled to appoint a proxy to attend and on a poll, to vote instead of himself/herself and a proxy need not be a Member of the Company. The instrument appointing the Proxy to be valid, shall be deposited at the Registered Office of the Company not later than 48 hours before the time fixed for holding the Meeting.
2. Explanatory Statement of material facts pursuant to Section 173 of the Companies Act, 1956, for item no. 5 of the Notice is annexed hereto and forms part of the Notice.
3. Members/Proxies are requested to bring the attendance slip sent with the Annual Report duly filled-in for attending the Meeting. Members who hold shares in the dematerialised form are requested to indicate their DP ID & Client ID Numbers in the Attendance slip.
4. The register of Director's Shareholding maintained u/s 307 of the Companies Act, 1956, would be available for inspection by the members at the AGM.
5. The Register of Members and the Share Transfer Books of the Company will remain closed from 28th September 2010 to 30th September 2010 (both days inclusive)
6. For shares held in physical form, any change in address may be intimated immediately to the Company's share transfer division by quoting the Folio number(s).
However, for shares held in demat form, change in address, nomination, power of attorney etc. may be intimated directly to the member's DP.
7. Members seeking any information with regard to accounts are requested to write to the Company at an early date so as to enable the Management to keep the information ready.
8. Shri Anil Kumar Jain, Director, retires by rotation and being eligible offers himself for re-appointment.
9. The Information pursuant to Corporate Governance clause 49 of the Listing Agreement(s) is furnished in the statement of Corporate Governance and is a part of this Annual Report.
10. The statutory auditors of the company M/s P.D.Mittal & Co. have expressed their willingness for re-appointment as the company's statutory auditors and are eligible for the same.
11. M/s Brajesh Kumar & Associates, practising Co. Secretary have expressed their willingness for appointment as the company's secretarial auditors and are eligible for the same.
12. Members are requested to consolidate multiple share certificate/multiple folios into one share certificate/one folio to save on the cost of dematerialising their share holdings.
13. Members are hereby informed that the copies of the Annual Report will NOT be distributed at the venue of the AGM and hence they are advised to bring their copies of the Annual Report, which are mailed by the Company to them at their registered address.

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

ITEM No. 5.

The Securities and Exchange Board of India (SEBI) had issued directives for de-listing of securities with any exchange as (De-listing of Securities) guidelines, 2003, (herein after referred as the De-listing Guidelines) incorporating provisions for de-listing of securities of a body corporate voluntarily by the promoters or an acquirer or any other person from the Stock Exchange.

Presently, The company's equity shares are listed at :

1. Delhi Stock Exchange, New Delhi
2. The Bombay Stock Exchange, Mumbai.

With the extensive networking of the Stock Exchange Mumbai (BSE) and the extension of BSE terminals to other cities as well, investors have access to online dealings in the company's equity shares across the country. The trading in the equity shares of the company in any case takes place only on the BSE and there is no trading of company's shares at Delhi Stock Exchange.

Company has been pursuing with Delhi Stock Exchange for de-listing, but in spite of repeated requests & reminders for de-listing, they have not complied and hence this resolution to pursue the matter and get de-listing formalities completed with Delhi Stock Exchange.

The Company's equity shares shall continue to be listed and traded on Bombay Stock Exchange as usual.

Your Directors recommend the Special resolution for your approval.

None of the Directors is concerned or interested in the above resolution.

By Order of the Board
For **Cranex Limited**,
Director

Place : **New Delhi**

Dated : 16-08-2010

DIRECTORS REPORT

TO THE MEMBERS OF CRANEX LIMITED

Your Directors are happy to present the 35th Annual Report of the Company together with the Audited Accounts for the year ended March 31st.2010

FINANCIAL RESULTS

	Current year ended (12 months) 31-03-2010	(Rs. in Lakhs) Prev. year ended (12 months) 31-03-2009
1. Gross Revenue	1861.32	1260.91
2. Profit before interest & depreciation	(9.97)	47.71
3. Interest (working capital)	2.20	41.40
4. Profit after Interest but before depreciation	(12.17)	4.84
5. Depreciation	16.47	4.84
6. Amortization of old P&M	0.00	1.16
7. Profit/loss after depreciation	(28.64)	35.40
8. Fringe benefit tax	0.00	0.93
9. Provision for tax	NA	NA
10. Profit/loss after tax	(28.64)	34.47

DIVIDEND

Keeping in view the present financial position of the company, your Directors do not recommend any dividend for the year ended 31st.March 2010.

PERFORMANCE

Your Company has been able to active a higher turnover of about 50% compared to pervious year, but has not been able to report operating profit due to increased cost of raw materials and non availability of price escalation clause in the contract.

BIFR

The Hon'ble BIFR, have appointed IDBI as the Operating agency and have directed to submit a Revised draft Rehabilitation Scheme (DRS). The same is being submitted incorporating the following main provisions:

- (a) The existing Share Capital of Rs.600 lacs comprising of 60,00,000 Shares of Rs.10/- each be reduced by 50% bringing down the Share Capital of the company to Rs.300 lacs only comprising of 30,00,000 lac shares of Rs.10/- each adjusting Rs. 300lacs against the accumulated losses.
- (b) To meet company's working capital requirements, raise fresh capital of Rs.300 lacs by issue of 30,00,000 Equity Shares of Rs.10/- each and allot them on Preferential basis against the unsecured loans outstanding.
- (c) Income Tax department to allow the company to carry forward unabsorbed assessed loss. This will result in the Net Worth of the Company become positive and be out of purview of BIFR in due course.

SECRETARIAL AUDITOR

You are requested to approve appointment of M/s Brajesh Kumar & Associates, practising Company secretary, to act as company's Secretarial Auditors so that their Secretarial audit Report could form a part of the company's Annual Report of next AGM.

MANAGEMENT DISCUSSIONS AND ANALYSIS

FINANCIAL RESTRUCTURING

In the best interest of the company and to ensure future growth, a Revised Draft Rehabilitation scheme is being submitted to the Hon'ble BIFR. Immediately after the Sanctioned Scheme (SE) is received from the Hon'ble BIFR, the Company will be out of BIFR purview.

OUTLOOK

Infrastructural and industrial growth in the country will need large numbers of EOT cranes, which is the core competence of your company. Your company enjoys a special position in the crane industry and the outlook is likely to be very promising.

SUBSIDIARY

The Company's Wholly Owned Subsidiary Company "Cranex International, Inc, in Virginia (U.S.A) has been working satisfactorily and has reported good results . The results of the Company for the year ended 31st February 2009 are annexed with this Annual Report.

DEMATERIALIZATION OF SHARES

As the Members are aware, the Company's shares are in the compulsory demat mode facilitated through NSDL and CDSL. Your Directors earnestly appeal to all of you to Demat your shares of the company and derive the benefits of holding the shares in electronic form.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirement under Sec.217(2AA) of the Company's Acr,1956 with respect to Directors' Responsibility Statement, it is hereby confirmed:

1. That in the preparation of the annual accounts for the year ended 31st March 2010, the applicable Accounting Standards had been followed along with proper explanation relating to material departures.
2. That the Directors had selected such accounting policies and applied them consistently and made judgement and estimates that were reasonable and prudent so as to give a true and fair view of the

state of affairs of the Company at the end of the Financial Year and of the profit or loss of your Company for the year under review.

3. That the Directors had 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 if, as and when they arise.
4. That the Directors had prepared the accounts for the year ended March 31st.2010 on a "Going Concern" basis

CORPORATE GOVERNANCE

Your Company is committed to the standards of Corporate Governance and in this direction has laid down well documented internal policies, procedures including Board and Committee procedures and practices in particular relation with Shareholders, Customers, Suppliers and Employees in order to enhance the long-term Shareholder value and maximize interest of all stakeholders.

Your Company has complied with the provisions of Clause 49 of the Listing Agreement relating to Corporate Governance.

A detailed Report on Corporate Governance and a Certificate from the Auditors of your Company regarding the compliance of conditions of Corporate Governance and a Management Discussion and Analysis report have been attached to form part of the Annual Report.

DIRECTORS

In accordance with the requirements of the Companies Act, 1956 and the Company's Articles of Association, Mr. Anil Kumar Jain, Director of the Company, retires by rotation and being eligible offers himself for reappointment. Your directors solicit your approval for his reappointment as a director of the company.

PARTICULARS OF EMPLOYEES

During the period under review, the company had no employee who are covered under section 217(2 A) Companies Act 1956.

FIXED DEPOSIT

During the year under review your company has not invited any deposits from the Public U/s 58 A Act of the Companies Act, 1956.

LISTING

At present the securities of the Company are listed at Bombay Stock Exchange. The company has paid the listing fees to Bombay Stock Exchanges for the current year.

AUDIT COMMITTEE

Pursuant to the provisions of clause 49 of the listing agreement, the Company had constituted an Audit Committee of the Board of Directors consisting of three independent Non Executive Directors. Shri Anil K. Jain holds the office as Chairman of the Committee. During the year under review Shri Ashwani K. Jindal and Shri M.C. Jain were also the members of the Audit Committee.

The terms of reference stipulated by the Board to the Audit Committee are, as contained under Clause 49 of the Listing Agreement, i.e

- a. Oversight of the Company's financial reporting process and the disclosure of its financial information.
- b. Recommending the appointment and removal of external auditors, fixation of audit fee and also approval for payment for any other services.
- c. Reviewing with management the annual financial statements before submission to the board, focussing primarily on (i) any changes in accounting policies and practices, (ii) major accounting entries based on exercise of judgement by management, (iii) qualifications in draft audit report, (iv) significant

adjustments arising out of audit, (v) the going concern assumption, (vi) compliance with accounting standards, (vii) compliance with Stock Exchange and legal requirements concerning financial statements and (viii) any related party transactions i.e. transactions of the company of material nature, with promoters or the management, their subsidiaries or relatives etc. that may have potential conflict with the interests of Company at large.

- d. Reviewing with the management, external and internal auditors, and the adequacy of internal control systems.
- e. Reviewing the adequacy of internal audit functions.
- f. Discussion with internal auditors any significant findings and follow up there on.
- g. Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board.
- h. Discussion with external auditors before the audit commences nature and scope of audit as well as have post - audit discussion to ascertain any area of concern.
- i. Reviewing the Company's financial and risk management policies.

AUDITORS

M/s. P.D.Mittal & Co. Chartered Accountants the company's Auditors retire at the conclusion of this Annual General Meeting and being eligible offer themselves for reappointment which, if made, will be in confirmation with the provisions of Section 224 (1B) of Companies Act, 1956.

SECRETARIAL AUDITOR

You are requested to approve appointment of M/s Brajesh Kumar & Associates, practising Company secretary, to act as company's Secretarial Auditors so that their Secretarial audit Report could form a part of the company's Annual Report of next AGM.

ACKNOWLEDGMENT

Your Directors commend the continuing commitment and dedication of employees at all levels. The Directors would also like to thank all other stakeholder, including bankers and other business associates, who have provided sustained support and encouragement. This has understandably, been critical for all the Company's success The Directors look forward to their continued support in the years to come.

On behalf of the Board of Directors
S. C. Agrawal
(Chairman)

New Delhi
16-08-2010

ANNEXURE TO THE DIRECTORS' REPORT

INFORMATION PURSUANT TO COMPANIES (Disclosures of Particulars in Report of Board of Directors) Rules, 1988 forming part of the Report of the Directors:

.A. Conservation of Energy:

1. The Company's requirement of electricity is not very large .
2. The Company does not utilize power supply from State Electricity Board.
3. To ensure continuous and need based requirements, your Company has, its own, in-house diesel generating sets.
4. To conserve electricity and save cost, different capacity D.G .sets are utilised as per actual load requirements
5. Your company is examining cost and utility of installing solar power units for use during no load requirements.
6. The total cost of power generation during the year has been Rs.12,91,238
(previous year: Rs.10,03,500)

B. Technology Absorption

The particulars regarding Technology Absorption are not applicable to Your Company

However, your company is constantly improving its technology to match world standards which is reflected in the new orders being received from very quality conscious customers.

C. Foreign Exchange Earnings and Outgo:

1. The Company's Foreign Exchange earning during the year under review has been Rs. 25,91,624
(previous year Rs.17,04,634).
2. The Company's foreign exchange outgo during the year has been Rs. 12,600 (previous year Rs.49,012).

On behalf of the Board of Directors

S. C. Agrawal
(Chairman)

New Delhi
16-08-2010

MANAGEMENT DISCUSSIONS & ANALYSIS

FUTURE GROWTH PLAN:

1. FINANCIAL RE-STRUCTURE

In the best interest of the company and to ensure future growth, a Revised Draft Rehabilitation scheme is being submitted to the Hon'ble BIFR. Immediately after the Sanctioned Scheme (SE) is received from the Hon'ble BIFR, the Company's performance will improve substantially.

2. OUTLOOK

Infrastructural and industrial growth in the country will need large numbers of EOT cranes, which is the core competence of your company. Your company enjoys a special position in the crane industry and the outlook is likely to be very promising.

CAUTIONARY STATEMENT

The statement forming part of the Directors' Report and "Management Discussion and Analysis" describing the Company's objectives, estimates, expectations, or projections may be "Forward Looking" within the meaning of applicable laws and regulations. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to the Company's operations, include Government regulations, patent laws, tax regime, economic developments within India and countries in which the Company conducts business, litigation and other allied factors.

For and on behalf of the Board of Directors.

S. C. Agrawal,
(Chairman)

New Delhi

16-08-2010

COMPLIANCE REPORT ON CORPORATE GOVERNANCE

1. CORPORATE GOVERNANCE REPORT

Good Corporate Governance refers to a system that entails transparency, fairness, accountability and integrity. The Company is committed to transparency in all its dealings and places uncompromising emphasis on integrity and regulatory compliance.

The Company's philosophy on Corporate Governance is proactively meeting its obligations to its Shareholders and creating goodwill with all its stakeholders.

I. Board of Directors

The Board of Directors comprises of two whole time Directors , one being the Managing Director and the other a whole time Executive Director while the other three are Independent Professional Directors.

The matters are placed before the Board for their consideration and approval as specified under Annexure 1 of the Listing Agreement.

The composition of the Board of Directors as at 31.3.2010 is as under:

Name	Category
1. Mr. S.C.Agrawal	Chairman & Managing Director
2. Mr. Piyush Agrawal	Whole Time Executive Director & Chief Executive Officer
3. Mr. Anil K. Jain	Non-Executive, Professional Independent Director
4.. Mr. Ashwini K.Jindal	Non-Executive, Professional Independent Director
5. Mr. M.C.Jain	Non-Executive, Professional Independent Director

Notes

- None of the Directors of your Company is a Member or Chairman of outside Committees of Companies in which they are Directors.
- No director is related to any other Director on the Board except Mr. S.C.Agrawal and Mr Piyush Agrawal who are related to each other.

BOARD MEETINGS

The Board of Directors met 6 times during the year under review as against the minimum requirement of 4 times. The dates, place and the number of directors present at the meetings therein are mentioned below:

S.No	Date of the Board Meetings	Place of Meeting	No. of Directors	Attendance
1.	11-05-2009	57/1, Site-iv, Industrial Area, Sahibabad.	5	5
2.	30-07-2009	-DO-	5	5
3.	30-09-2009	-DO-	5	5
4.	28-01-2010	-DO-	5	5
5.	28-02-2010	-DO-	5	5
6.	15-03-2010	-DO-	5	5

The Attendance record of the Directors at the Board Meetings held during the year under review and the last Annual General Meeting is as under: Further the Non Executive Directors are paid sitting fees as Rs 5000/- annually instead of each meeting of the Board of Directors. Managing Director and Whole time Directors are not entitled for any sitting fees.

Name Of the Directors	Number of Board Meeting held while holding the office	Number of Board Meeting attended while holding the office	Attendance at the last AGM	Sitting Fees Paid
1. Mr. S. C. Agrawal	6	6	Yes	None
2. Mr. Piyush Agrawal	6	6	Yes	None
3. Mr. Anil K. Jain	6	6	yes	Yes
4. Mr. Ashwani K. Jindal	6	6	Yes	Yes
5. Mr. M. C. Jain	6	6	Yes	Yes

Apart from sitting fees for attending Board meetings, no other fees/compensation is paid to the Non Executive Directors.

Code of Conduct

The Board of Directors of your company have laid down a Code Of Conduct (the code) applicable to all Board and Senior Management personnel of your company. A declaration from the CEO of your company to the effect that all Board Members and Senior Management personnel of your company have affirmed compliance with the code, forms a part of this report.

DECLARATION

As provided under Clause 49 of the listing Agreement with Bombay Stock Exchange, the Board Members and the Senior Management Personnel have affirmed compliance with the Code of Conduct for the year ended March 2010.

S. C. AGRAWAL
(Chairman)

NEW DELHI
16-08-2010

II. AUDIT COMMITTEE

The Audit Committee comprises of three Independent Non-Executive Directors. During the year Shri Anil Kumar Jain with extensive financial and accounting knowledge, was Chairman of the Audit Committee. The Audit Committee covers all the functions envisaged under section 292A of the Companies Act as well as clause 49 of the Listing Agreement. The meeting of Audit committee were held on 30-09-'2009; 28-01-'2010; 28-02-'2010; 15-03-'2010. Company is not paying any sitting fees for attending the meeting of Audit Committee. The terms of reference stipulated by the Board to the Audit Committee are as contained under Clause 49 of the Listing Agreement are given as a part of Directors report .

The Constitution of the Committee and the attendance of each member of the Committee is given below:

Name of the Member	No. of Meetings	
	Held	Attended
Shri. Anil k.Jain (Chairman)	4	4
Shri. Ashwani K.Jindal	4	4
Shri. M.C.Jain	4	4

III. SUBSIDIARY COMPANIES

Your company has a Wholly Owned Subsidiary Company incorporated in the State of Virginia (USA) as "Cranex International Inc."

However your company does not have any Subsidiary Company in India..

IV. DISCLOSURES

(A) Basis of related party transaction

Company had not entered into any transactions with related parties as defined under Accounting Standard AS -18.

(B) Disclosure of Accounting treatment

Your company has followed relevant Accounting Standards while preparing the financial statements.

(C) Risk Management

Your Company is aware of the risks associated with the business. It analyses the various risks and is taking corrective action for mitigating/ managing the same. The company has also laid down procedures to inform Board members about the risk assessment and minimization procedures.

(D) Proceeds from public issues, right issues, preferential issues etc.

During the year under review, your company did not raise any funds by way of public, rights, preferential issue.

(E) Remuneration and pecuniary relationship/ transactions of Non -Executive Directors with the company.

Apart from sitting fees that are paid to Non Executive Directors for attending Board meeting, no significant material transactions have been made with the non-executive Directors vis-à-vis the company.

(F) Details of Directors shareholding in the Company as on 31.3.2010 :

Name of the Director	No of shares
1. Mr. S.C.Agrawal	4,76,500
2. Mr Piyush Agrawal	4,56,434
3. Mr. Anil K. Jain	Nil
4 Mr. Ashwini K.Jindal	Nil
5. Mr. M.C.Jain	Nil

(G) Management

The Management Discussion and Analysis Report forms part of the Annual Report and is in accordance with the requirements laid out in Clause 49 of the Listing Agreement.

No material transactions has been entered into by the company with the Promoters, Directors or the Management etc that may have a potential conflict with interest of your company.

Senior Management and the Non-executive Directors had made disclosures to the Board of Director of the company that during the year under review, they had no material financial transactions with the company where there personal interest may conflict with the interest of the company.

(H) Shareholders

In case of appointment of new director or reappointment of director, the shareholders are provided details of Directors along with the Notice convening the ensuing AGM.

Shareholders'/Investors' Grievance Committee

The Company has constituted a Committee of the Board under the Chairmanship of Ashwini K.Jindal Independent Non Executive Director to specifically look into the redressing of shareholders and investors complaints such as transfer of shares, non-receipt of balance-sheets etc. The above committee attends to the share transfer and demat formalities generally once a month .. During the Year 2009-2010, 4 meetings of the committee was held. The company has also entered into a comprehensive agreement with Share transfer Registrars to attend and coordinate with the Depositories NSDL & CDSL for the purpose of demat of shares of shareholders of the company.

Pursuant to Clause 49 of the Listing Agreement with the Stock Exchanges, the Share Transfer Committee of the Company had been reconstituted as Shareholders' Grievance Committee.

The Investors' Grievance Committee shall have the following role, functions and responsibilities:

- (i) To look into and supervise the redressal of shareholders'/Investors' Complaints.
- (ii) To oversee the performance of the Registrars and Share Transfer Agents and recommend measures for overall improvement of the quality of investor services.
- (iii) To consider and approve transfer of shares, transmission of shares, dematerialisation of shares, transposition of shares, issuance of duplicate share, deletion of names, splitting and consolidation of shares, etc.

The Committee consists of the following Directors:

- | | | | |
|----|-------------------------|---|-------------------|
| 1. | Shri. Ashwani K. Jindal | - | Chairman/Director |
| 2. | Shri Anil K. Jain | - | Member/Director |
| 3. | Shri M.C.Jain | - | Member/Director |

During the year under review company had received 18 letters from the shareholders regarding change of address, non receipt of balance sheet, transfer of shares, loss of share certificates etc. which were duly taken care of by the company and as on 31st March there were 6 complaints pending with the Company which related to forged/duplicate physical shares lodged for transfer..

There has been no instances of non-compliance by the company on any matter related to capital markets during the year under review and hence no penalties, strictures imposed on the company by Stock Exchange or SEBI or any statutory authority .

The company shares are compulsorily traded and delivered in the dematerialised form at Bombay Stock Exchange

The equity shares of the company have been admitted with National Securities Depository Limited and Central Depository Services (I) Ltd.

Management Committee:

1. The Management Committee comprises of Mr.Anil K.Jain , who is the Chairman of the Committee and Mr. Ashwani K Jindal. Mr.S.C.Agrawal and Mr. Piyush Agrawal are permanent invitees to the committee apart from such invitees from time to time. Mr. Ajay Pradhan is the Secretary of the committee.
2. The terms of reference of the Committee are laid down by the Board.
3. The agenda for each of these meeting cover the Production, Sales, Operation, Finance, HR and corporate affairs of the Company.
4. The meeting is held once in three months or more often as and when required.
5. The detailed Agenda with notes are circulated well in advance and detailed discussions are held.
6. The Committee takes on record the detailed compliance confirmation on the various applicable legislations to the Company placed by the Company Secretary .

Adoption of non -mandatory compliance

- (a) The Statutory financial statements of your company of your company are unqualified.
- (b) Apart from the above, your company has constituted a Remuneration Committee of the Board comprising of Two Independent Non-executive Directors namely, Shri Anil . K. Jain,& Shri Ashwani K. Jindal, Shri Anil .K. Jain holds the position as Chairman of the committee.

The terms of reference of the Remuneration Committee consists of the Following:

- (i) To determine and recommend to Board, compensation payable to, Managing Director & Whole time Executive Director.
- (ii) To formulate & administer the Company's Employee Stock Option Programs from time to time.

Keeping in view the requirements of the Schedule XIII of the Companies Act 1956 as amended and requirements of clause 49 of the listing agreement for appointment and payment of remuneration to Managing Director and Whole Time Director, it requires the approval of the Remuneration Committee formed by the company for taking the necessary decisions. During the year under review, committee held their meeting on 30.09.2009.

Details of remuneration paid during the year ended on 31.3.2010 is as follows:

	Managing Director	Whole time Director
Salary	1,80,000	1,80,000
Benefits(Rents)	-----	-----
Bonus	-----	-----
Stock Options	-----	-----
P.F.	nil	nil
Gratuity (Provision)	nil	nil

V. CEO CERTIFICATION

The Chief Executive Officer have certified to the Board that:

On the basis of the review of the financial statements and the cash flow statement for the financial year, ending 31st March, 2010 and to the best of my knowledge and belief that:

1. These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading.
2. These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
3. There are, to the best of his knowledge and belief, no transactions entered into by the Company during the year ended 31st March, 2010, which are fraudulent, illegal or violative of the Company's code of conduct.
4. He accepts responsibility for establishing and maintaining internal controls & have evaluated the effectiveness of the internal control systems of the Company and further have disclosed to the auditors and the Audit Committee those deficiencies, of which he was aware, in the design or operation of the internal control systems and that required steps have been taken to rectify these deficiencies.
5. I, further certify that
 - (a) there have been no significant changes in internal control during this year
 - (b) there have been no significant changes in accounting policies during this year
 - (c) there have been no instances of significant fraud of which we have become aware and the involvement therein, of management or an employee having a significant role in the Company's internal control system.

Piyush Agrawal
(Chief Executive Officer)

VI. General Body Meetings

1. Location and time for last three Annual General Meetings were:

Nature of Meeting	Date and Time	Venue
32nd AGM (12Mths)	28th September, 2007 at 2 P.M.	9,DDA Mkt. Katwaria Sarai, New Delhi
33rd AGM (12Mths)	30th November, 2008 at 11 A.M.	9,DDA Mkt. Katwaria Sarai, New Delhi
34th AGM (12Mths)	29th September , 2009 at 11 A.M.	9,DDA Mkt. Katwaria Sarai, New Delhi

No Special Resolution was adopted nor any resolution was required to be passed through postal ballot last year.. During the year under review, no Extra-Ordinary General Meeting (EGM) of shareholders was convened.

VII. Means of Communication

The Company communicates with the shareholders at large through its Annual Report.

General Shareholder's Information

(a) Annual General Meeting

Date and Time : 30th September 2010 at 11 A.M.
 Venue : 9, DDA Mkt. Katwaria Sarai, New Delhi -110 016
 Financial Year of the Company From 1st April to 31st March

(b) Financial Calendar (Tentative)

Results for quarter ending

Financial reporting for

Quarter ending June 30th, 2010 : End of July 2010

Quarter ending September 30th, 2010 : End of Oct. 2010

Quarter ending December 31st, 2010 : End of Jan. 2011

Year ending March 31, 2011 : End of April 2011

(c) Date of Book Closure

28th September 2010 to 30th September 2010

(both days Inclusive)

(d) Registered Office :

9,DDAMarket, Katwaria Sarai, New Delhi 110016

(e) Dividend Declaration

Company has not declared dividend during the year

(f) Equity Shares of the company are listed on the following stock exchange and the trading code allotted by the stock exchange is given below :

THE STOCK EXCHANGE MUMBAI BSE Code: 522001
 PHIROZE JEEJEEBHAY TOWERS
 DALAL STREET
 MUMBAI-400 001

Listing Fees for Bombay Stock exchange Ltd. have been paid for the year 2010-2011 as per the Listing Agreement with the Stock Exchange.

(g) Registrar & Share Transfer Agents

Share transfer & demat & remat of shares and communication regarding issue of duplicate share certificates, change of address, nominations, splitting of shares etc.
--

INTIME FINANCIAL & COMPUTER SERVICES (P) LTD
--

(h) Share Transfer System :

Share transfer requests received in physical form with Demat requests are registered within an average period of ten days from the date of receipt. Share transfer requests received in physical form without demat request are registered within an average period of fifteen days.

(i) Distribution of Shareholding

Distribution of shareholding as on 31-03-2010

DISTRIBUTION SCHEDULE

CRANEX LIMITED

CLOSING DATE : 31/03/2010

BENPOS DATE : 31/03/2010

DATE : 31/03/2010

Share holding of Rs.	Nominal Value of Rs.	Share Holder		Share Amount				
		Number	% to Total	Physical (Rs.)	NSDL Demat (Rs.)	CDSL Demat (Rs.)	Total (Rs.)	% to Total
Upto 2,500	2,500	1784	44.158	6000	1553000	475470	2034470	3.391
2,501	5,000	901	22.302	4000	2833160	942460	3779620	6.299
5,001	10,000	641	15.866	18000	3924350	1791760	5734110	9.557
10,001	20,000	300	7.426	20000	3228930	1651910	4900840	8.168
20,001	30,000	137	3.391		2407870	1221880	3629750	6.050
30,001	40,000	55	1.361		1227990	757650	1985640	3.309
40,001	50,000	71	1.757		2365440	1070630	3436070	5.727
50,001	1,00,000	87	2.153		3814680	2792960	6607640	11.013
1,00,001 & Above		64	1.584	9945000	15895150	2051710	27891860	46.486
** TOTAL **		4040	100.000	9993000	37250570	12756430	60000000	100.000

No. of Shares in Physical form 9,99,300 (16.65%)

No. of Shares in Electronic (Demat) Mode50,00,700 (83.35%)

j) Liquidity

Shares of Cranex Ltd are actively traded at Mumabi Stock Exchange. The trading volumes of the shares of the company at Mumabi Stock Exchange per the information available is as follows

Market Price High & Low (in Rs), and Trading Volume , during each month from April 2009 to March 2010 :

Scrp Code: 522001, **Company :** Cranex **For the Period:** April 2009 to March 2010

Month	Open Price	High Price	Low Price	Close Price	No. of Shares	No. of Trades	Total Turnover (Rs.)	* Spread (Rs.)	
								H - L	C - O
Apr 09	1.91	2.65	1.82	2.21	42,218	98	96,630	0.83	0.30
May 09	2.32	3.11	2.14	3.11	69,761	152	1,73,279	0.97	0.79
Jun 09	3.26	4.17	3.26	3.90	1,02,844	337	3,91,760	0.91	0.64
Jul 09	3.89	4.05	2.98	3.10	1,11,367	381	3,63,567	1.07	-0.79
Aug 09	3.00	4.04	2.90	3.60	1,53,795	359	5,12,258	1.14	0.60
Sep 09	3.65	4.21	3.56	3.94	1,20,865	291	4,62,533	0.65	0.29
Oct 09	3.76	4.25	3.51	3.63	1,21,146	351	4,71,480	0.74	-0.13
Nov 09	3.80	6.49	3.42	4.99	4,52,266	897	24,43,169	3.07	1.19
Dec 09	5.23	5.46	4.38	5.39	2,82,044	664	14,17,905	1.08	0.16
Jan 10	5.65	6.65	4.61	4.71	3,52,104	748	20,78,572	2.04	-0.94
Feb 10	4.94	5.50	4.44	4.92	1,20,107	278	6,03,141	1.06	-0.02
Mar 10	4.68	5.27	4.00	4.31	2,11,192	483	9,83,304	1.27	-0.37

* Spread

H - L -> High - Low

C - O -> Close - Open

- k) Dematerialization of Shares** : Approx 50,00,700 shares equivalent to 83.35% of equity shares have been dematerialized up to 19-09-2008. Trading in Equity Shares of the Company is permitted only in dematerialized form as per notification issued by the Securities and Exchange Board of India (SEBI).
- l) Outstanding GDRs/ADRs/Warrants** : Company does not have GDRs/ADRs/Warrants or any other Convertible Instruments.
- m) Plant Location** 57/1, Industrial Area Site IV, Sahibababd: 201 010 (U.P.)
- n) Investors Correspondence**
Investors, for any query related to share transfer, dematerialization to shares, may contact the nominated Registrars & Transfer Agents at their respective addresses .
- o) Details on use of Public funds** Not Applicable
- p) Share Holding Pattern as on March 31st 2010**

(l) (a) **STATEMENT SHOWING SHAREHOLDING PATTERN** DATE : 31/03/2010
Name of the Company : CRANEX LIMITED Quarter Ended : MARCH 2010
Scrip Code : 522001

Category Code	Category of Shareholder	No. of Shareholder	Total No. of Shares	No of Shares Held in dematerialized form	Total Shareholding as a percentage of total no. of shares % of A+B+C
(A) Shareholding of Promoter and Promoter Group					
(1)	Indian				
(a)	Individuals / Hindu Undivided Family	7	1179590	219390	19.65983
(b)	Central Government / State Government(s)	0	0	0	0.00000
(c)	Bodies Corporate	0	0	0	0.00000
(d)	Financial Institutions / Banks	0	0	0	0.00000
(e)	Others				
	Sub-Total (A)(1)	7	1179590	219390	19.65983
(2)	Foreign				
(a)	Individuals (NRIs / Foreign Individuals)	0	0	0	0.00000
(b)	Bodies Corporate	0	0	0	0.00000
(c)	Institutions	0	0	0	0.00000
(d)	Others				
	Sub-Total (A)(2)	0	0	0	0.00000
	Total Shareholding of Prom. & Prom. Grp.(A)=(A)(1)+(A)(2)	7	1179590	219390	19.65983

(I) (a) STATEMENT SHOWING SHAREHOLDING PATTERN

Name of the Company : CRANEX LIMITED

Scrip Code : 522001

DATE : 31/03/2010

Quarter Ended : MARCH 2010

Category Code	Category of shareholder	Number of Shareholders	Total Number of Shares	Number of Shares held in dematerialized form	Total Shareholding as a percentage of total no. of shares % of A+B+C	
(B)	Public Shareholding					
	(1) Institutions					
	(a) Mutual Funds/ UTI	0	0	0	0.00000	0.00000
	(b) Financial Institutions / Banks	3	35600	300	0.59333	0.59333
	(c) Central Government / State Government(s)	0	0	0	0.00000	0.00000
	(d) Venture Capital Funds	0	0	0	0.00000	0.00000
	(e) Insurance Companies	0	0	0	0.00000	0.00000
	(f) Foreign Institutional Investors	0	0	0	0.00000	0.00000
	(g) Foreign Venture Capital Investors	0	0	0	0.00000	0.00000
	(h) Others					
	Sub-Total (B) (1)	3	35600	300	0.59333	0.59333
(2)	Non-institutions					
	(a) Bodies Corporate	114	365547	362147	6.09245	6.09245
	(b) (i) Individuals holding nominal share capital<=Rs. 1 Lakh	3738	2875932	2875532	47.93220	47.93220
	(ii) Individuals holding nominal share capital> Rs. 1 Lakh	48	1299501	1299501	21.65835	21.65835
	(c) Others					
	(1) Trusts	1	1000	1000	0.01667	0.01667
	(2) Non Resident Indians	54	57297	57297	0.95495	0.95495
	(3) Clearing Members	5	4196	4196	0.06993	0.06993
	(4) Hindu Undivided Families	82	181337	181337	3.02228	3.02228
	Sub-Total (B) (2)	4042	4784810	4781010	79.74683	79.74683
	Total Public Shareholding (B) = (B)(1)+(B)(2)	4045	4820410	4781310	80.34017	80.34017
	TOTAL (A)+(B)	4052	6000000	5000700	100.00000	100.00000
(C)	Shares held by Custodians and against which Depository Receipts have been issued	0	0	0		0.00000
	GRAND TOTAL (A)+(B)+(C)	4052	6000000	5000700		100.00000

q) Investor Services :

Complaints received during the year

Nature of the Complaints	Opening	Received during the year	Complaints Attended during the year	Closing Balance as on 31.03.10
Relating to transfer, Transmission, Demat & Remat and change of address	6	18	20	4

Other useful information for shareholders:

Share Transfer / Dematerialisation

1. Share transfer requests are acted upon within 10 days from the date of their receipt. In case no response is received from the Company within 30 days of lodgement of transfer request, the lodger should immediately write to the Company or its Registrar & Transfer Agent with full details so that necessary action could be taken to safeguard interest of the concerned against any possible loss / interception during postal transit.
2. Dematerialisation requests duly completed in all respects are normally processed within 15 days from the date of their receipt.
3. Equity Shares of the Company are under compulsory demat trading by all investors, with effect from Feb 2001. Considering the advantages of script-less trading, shareholders are requested to consider dematerialisation of their shareholding so as to avoid inconvenience in future.
4. The equity shares of the Company have been admitted with the National Securities Depository. Limited (NSDL) and Central Depository Services (I) Limited (CDSL) bearing No. INE-608B01010

Correspondence with the Company

Shareholders / Beneficial Owners are requested to quote their Folio No. / DP & Client ID Nos. as the case may be, in all correspondence with the Company. All correspondence regarding shares & debentures of the Company should be addressed to the Company's Registrar & Transfer Agent.

Non_Resident Shareholders

Non-resident members are requested to immediately notify:

- ♦ Indian address for sending all communications, if not provided so far ;
- ♦ Change in their residential status on return to India for permanent settlement;
- ♦ Particulars of their NRE Bank Account with a bank in India, if not furnished earlier.

Others

1. In terms of the Regulations of NSDL & CDSL, the Bank Account details of Beneficial Owners of Shares in demat form will be printed on the dividend warrants as furnished by the Depository Participants. The Company will not entertain any request for change of bank details printed on their dividend warrants. In case of any changes in your bank details please inform your DP immediately.
2. Shareholders holding shares in physical form are requested to notify to the Company, change in their address / pin code number and Bank Account details promptly in writing, under the signatures of sole / first joint holder. Beneficial Owners of shares in demat form are requested to send their instructions regarding change of name, change of address, bank details, nomination, power of attorney, etc. directly to their DP as the same are maintained by the DPs
3. To prevent fraudulent encasement of dividend warrants, members are requested to provide their Bank Account Details (if not provided earlier) to the Company (if shares held in physical form) or to DP (if shares held in demat form), as the case may be, for printing of the same on their dividend warrants.
4. In case of loss / misplacement of shares, investors should immediately lodge a FIR / Complaint with the Police and inform the Company along with original or certified copy of FIR / Acknowledged copy of Police Complaint. And apply for issue of duplicate share along with an Indemnity Bond and an Affidavit on prescribed format.
5. For expeditious transfer of shares, shareholders should fill in complete and correct particulars in the transfer deed. Wherever applicable, registration number of Power of Attorney should also be quoted in the transfer deed at the appropriate place.

6. Shareholders are requested to keep record of their specimen signature before lodgement of shares with the Company to obviate possibility of difference in signature at a later date.
 7. Shareholders of the Company who have multiple accounts in identical name(s) or holding more than one share certificate in the same name under different ledger folio(s) are requested to apply for consolidation of such folio(s) and send the relevant share certificates to the Company.
 8. Section 109A of the Companies Act, 1956 extends nomination facility to individuals holding shares in physical form companies. Shareholders, in particular, those holding shares in single name, may avail of the above facility by furnishing the particulars of their nominations in the prescribed Nomination Form which can be obtained from the Company or its Registrar & Transfer Agent or send their request for the said form.
 9. Shareholders are requested to give us their valuable suggestions for improvement of our investor services.
- VII. Compliance Certificate from the Auditors of the company is enclosed along with the Annual Accounts presented and had not made any qualification remarks in its report.

Place : **New Delhi**
Date : 16-08-2010

For & on behalf of the Board of Directors,
S. C. Agrawal
Chairman and Managing Director

CERTIFICATE FOR COMPLIANCE OF CORPORATE GOVERNANCE

Auditors' Certificate
(Under Clause 49 of the Listing Agreement)

To The Members of Cranex Limited

We have examined the compliance of conditions of Corporate Governance by Cranex Limited for the year ended March 31st, 2010, as stipulated in Clause 49 of the Listing Agreement of the said Company with Stock Exchange(s).

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

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement . We state that no grievance(s) is/are pending for the period exceeding one month against the Company as per the record maintained by the Investors Grievance Committee.

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

For **P. D. Mittal & Co.**
Chartered Accountants

New Delhi
16-08-2010

P.D. Mittal
(M. No. 509459)

**Statement Regarding Subsidiary Companies Pursuant to Section 212
of the Companies Act, 1956**

1.	Name of the Subsidiary Company ...	Cranex International, Inc (USA)
2.	Financial Year of the Subsidiary. Company ended on	31-12-2009
3.	Holding Company's interest:	
	1. No. of Equity Shares	100
2.	Face Value	US \$ 1
3.	Paid Up Value	US \$ 100
4.	Extent of holding	100 percent
4.	Net aggregate amount of Subsidiary's Profit/Loss Not Dealt in the Holding Company's account:	
	(a) for subsidiary' financial year	PAT (+) US \$ 25, 436
	(b) for its previous year	PAT (+) US \$ 17, 933
5.	Net aggregate amount of subsidiary's Profit/Loss dealt in the Holding Co.	
	(a) for subsidiary's financial year	Nil
	(b) for its previous financial year	Nil
6.	Changes in the interest of the Holding Co. between the end Of the subsidiary's financial Ended and March 31,2006	Nil
7.	Material changes between the end of the subsidiary's financial year ended and March31st,2006	Nil

S. C. Agrawal
(C.M.D.)

Piyush Agrawal
(Director)

Anil K. Jain
(Director)

Ashwani K. Jindal
(Director)

Place : **New Delhi**
Date: 16-08-2010

Pratima Nayak
(CAO)

AUDITORS REPORT

TO THE SHAREHOLDERS

- 1 We have audited the attached Balance Sheet of M/s. CRANEX LIMITED as at 31st March, 2010 the profit & loss account & the cash flow statement for the ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
- 2 We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amount and disclosures in financial statements. An audit also includes assessing the accounting principles used the significant estimates made by management, as well as evaluating the overall financial statements presentation, We believe that our audit provides a reasonable basis for our opinion.
3. The companies (Auditor's Report) Order 2003, issued by the Central Govt. of India under sub-section (4A) of section 227 of the companies act 1956, and on the basis of such checks of the books & records of the company as we considered appropriate & according to the information & explanations given to us, are enclosed in the Annexure as statement of the matter specified in paragraph 4 & 5 of the said order.
4. Further to our comments in the annexure referred to above, we report that :
 - I. 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.
 - II. In our opinion, proper books of accounts as required by law have been kept by the company so far as appears from our examination of those books.
 - III. The balance sheet, the profit & loss account dealt with by this report are in agreement with the books of account.
 - IV. In our opinion, the balance sheet and profit & loss account statement dealt by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the companies act, 1956.
 - V. On the basis of the written representations received from Directors an on 31st March, 2010 and taken on record by the Board of Directors we report that none of the directors is disqualified as on 31st March, 2010 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the companies act, 1956.
 - VI. In our opinion and to the best of our information and according to the explanations given to us, the said accounts, read together with the significant accounting policies in schedules Q, notes appearing thereon, give the information required by the companies act, 1956 in the manner so required and give a true and fair view in conformity with the accounting principle generally accepted in India.
 - (i) In the case of the balance sheet, of the state of affairs of the company as at 31st March, 2010.
 - (ii) In the case of the profit & loss account, of the profit for the year ended on that date.
 - (iii) In the case of the Cash Flow statement fo the cash flow for the year ended on that date.

For **P.D. Mittal & Co.**
Chartered Accountants

P.D. Mittal
(Partner)
M. No. 009459

Place : **New Delhi**
Date : 16-08-2010

AUDITORS REPORT
ANNEXURE TO THE AUDITORS' REPORT :
(Refer to in paragraph (1) of our Report of even date)

Reg. : **CRANEX LIMITED**
Financial Year : 2009-2010

- I (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) All the assets have not been physically verified by the management during the year but there is a regular program of verification which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such verification.
- (c) During the year, the company has not disposed off a major part of the plant & Machinery & accordingly the clause not applicable to this extent.
- II (a) The inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
- (b) The procedures for physical verification during the year by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
- (c) The company is not maintaining adequate records of inventories. Further, the discrepancies between the physical records & the book record hence not been taken in record.
- III (a) The company has taken loan from other companies & firm & also directors & their relatives covered by the provision of section 297 & 299 read with section of 301 of the companies act, 1956. The maximum amount involved during the year & the year end balance loan taken from such parties are as under :

	Maximum amount involved During the year	Year end balance
Companies	Nil	Nil
Firms	Nil	Nil
Directors & their relatives	5,85,12,222	5,85,12,222

The company has not granted loan to any company, firms or director of their relative during the year under audit & there is nil balance at the end of the year.

- (b) In our opinion, the rate of interest and other terms and condition on which loans have been taken from/granted to companies, firms of other parties listed in the register maintained U/S 301 of the companies act, 1956 are not, prima facie, prejudicial to the interest of the company.
- (c) The company is regular in repaying the principal amounts as stipulated and have been regular in the payment of interest. The parties have repaid the principal amounts as stipulated and have been regular in the payment of interest.
- (d) There is no overdue amount of loans taken from or granted to companies, firm or other parties listed in the register maintained U/S 301 of the companies act, 1956.
- IV In our opinion and according to the information & explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business with regard to purchase of inventory, fixed assets and with regard to the sale of goods. During the course of our audit, we have not observed any continuing failure to correct major weakness in internal controls.
- V (a) According to the information and explanations given to us, we are of the opinion that the

transactions that need to be entered into the register maintained under section 301 of the companies Act, 1956 have been so entered.

- (b) In our opinion and according to the information & explanations given to us, the transactions made in pursuance of contracts of arrangements entered in the register maintained U/S 301 of the companies act, 1956 and exceeding the value of rupees five lakhs in respect of any party during the year have been made at prices which are reasonable having regard to prevailing market prices at the relevant time.
- VI In our opinion and according to the information & explanations given to us, the company has complied with provisions of section 58A and 58AA of the companies act, 1956 and the companies (acceptance of Deposits) Rules, 1975 are not applicable as the company has not accepted any deposit from public falling within the definition of deposit. No order has been passed by the company law board.
- VII In our opinion, the company has an internal audit system commensurate with the size and nature of the business.
- VIII The provision of section 209 (1) (d) of the companies act, 1956 read with rules made by the Cent. Govt. for the maintenance of cost record are not applicable, hence not commented.
- IX (a) The company is regular in depositing with appropriate authorities (undisputed statutory P.F., Investor Education protection funds, Employ's State Insurance, Income Tax, Sales Tax, Wealth Tax, Custom Duty, Excise Duty, cess and other material statutory dues applicable to it.
- (b) According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, wealth tax, sales tax, custom duty, excise duty and cess were in arrears as at 31-3-2010 for the period of more than six months from the date they become payable.
- (c) According to the information & explanations given to us the following statutory dues have not been deposited on account of dispute.
- | | |
|-------------|-----|
| Sale tax | NIL |
| Income tax | NII |
| Excise duty | NIL |
| Custom duty | NIL |
| Wealth tax | NIL |
| Cess | NIL |
- X The company had accumulated losses in the preceding financial year and is a sick industrial company in terms of section 3(1)(0) of the sick industrial companies (Special Provisions) Act 1985. The company has incurred cash loss in the current year under audit.
- XI In our opinion and according to the information & explanations given to us, the company has not defaulted in repayment of dues to a financial institution, bank or debentures.
- XII We are of the opinion that company maintained adequate records where the company has granted loans and advance on the basis of securities by way of pledge shares, debentures and other securities.
- XIII In our opinion, the company is not chit fund or nidhi mutual benefit fund/society. Therefore, the provisions of class 4 (XIII) of the companies (auditor's report) order 2003 or 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 provision of clause 4 (XIV) of the companies (auditor's report) 2003 or not applicable to the company.
- XV The company has not given any guarantee for loans taken by others from banks financial institutions

and accordingly the sub clauses is not applicable.

- XVI The Co. has not granted loans and advances on the basis of securities by way of Share, Dividure and other securities.
- XVII According to information and explanations given to us, and on an overall examination of the balance sheet of the company, we report that the no funds raised on short term basis have been used for long-term investment. No long-term funds have been used to finance short-terms assets.
- XVIII The assessee company has not applied / obtained any term loan during the period under audit hence the clause not applicable.
- XIX The Co. has not issued any debentures during the period under audit, thus the sub-clause in not applicable.
- XX The Co. has not raised any money by public issue. Thus the sub-clause is not applicable.
- XXI According to the information & explanations given to us, no fraud on or by the co. has been noticed or reported during the course of our audit.
- XXII According to the information & explanations given to us, no fraud on or by the company has been noticed or reported during the course of our audit.

For **P. D. Mittal & Co.**
Chartered Accountants

P. D. Mittal
(Partner)
M. No. 009459

New Delhi
16-08-2010

BALANCE SHEET AS AT 31.03.2010

CRANEX LIMITED	AMOUNT IN RUPEES		
PARTICULARS	AS AT SCH	AS AT 31.03.2010 (12 MONTHS)	31.03.2009 (12 MONTHS)
SOURCE OF FUNDS :			
SHARE CAPITAL FUNDS			
Share Capital	1	60000000	60000000
SUB TOTAL (A)		60000000	60000000
LOAN FUNDS :			
a) Secured Loans	2	17552533	11334759
b) Unsecured Loan :	3	58515222	63825276
SUB TOTAL (B)		76067755	75160035
TOTAL C = (A) + (B)		136067755	135160035
APPLICATION OF FUNDS :			
FIXED ASSETS			
a) Gross Value	4	30091902	28520390
b) Less Depreciation		17525780	15878845
		12566122	12641545
CAPITAL WORK IN PROGRESS			
		0	9508614
		12566122	22150159
INVESTMENTS:			
	5	7557120	36661569
SUB TOTAL (A)		20123242	58811728
CURRENT ASSETS, LOANS & ADVANCES:			
a) Inventories	6	10507790	27911875
b) Sundry Debtors	7	93073115	38846234
c) Cash & Bank Balances	8	3867098	13825503
d) Loans & Advances	9	30293108	1457966
e) Deposit (Assets)	10	3817984	3643489
SUB TOTAL (B)		141559095	85685067
LESS: CURRENT LIABILITIES & PROVISIONS			
a) Sundry Creditors (C)	11	89121279	69979485
NET CURRENT ASSETS (D = A - B) D = B - C		52437816	15705582
MISCELLANEOUS EXPENDITURE (E)	12	63506697	60642725
TOTAL A + D+E		136067755	135160035

AS PER OUR REPORT OF EVEN DATE

for **P.D MITTAL & CO.**
CHARTERED ACCOUNTANT

S. C. AGRAWAL
(CMD)

PIYUSH AGRAWAL
(DIRECTOR)

A.K. JAIN
(DIRECTOR)

P. D MITTAL
(PARTNER)
M.No. 009459

PRATIMA
(C.A.O)

NEW DELHI
DATE -16.08.2010

CRANEX LIMITED
PROFIT & LOSS ACCOUNT FOR THE PERIOD ENDED 31.3.2010

	SCH	FOR THE YEAR ENDED 31.03.2010 (12 MONTHS)	AMOUNT IN RUPEES FOR THE YEAR ENDED 31.03.2009 (12 MONTHS)
INCOME:	13		
(I) SALES AND CONTRACT REVENUE		182616605	122247063
(II) EXPORT REVENUE		2591625	1704634
(III) OTHER INCOME		923799	2140186
TOTAL		186132029	126091883
EXPENDITURE:			
COST OF GOODS	14	153218990	87751153
EMPLOYEEES REMUNERATION & BENEFITS	15	7717440	5651309
OPERATION & ESTABLISHMENT EXPENSES	16	26192404	27918061
TOTAL		187128834	121320523
OPERATING PROFIT BEFORE INTT. & DEPRN		-996805	4771360
INTEREST		220232	631005
OPERATING PROFIT AFTER INTT. BUT BEFORE DEPRN.		-1217037	4140355
DEPRECIATION		1646935	484419
AMORTISATION OF OLD MACHINERIES	17	0	116073
PROFIT AFTER INTT. & DEPRN.		-2863972	3539863
PROV. FOR TAX		0	0
FRINGE BENEFIT TAX PROVISION		0	92705
PROFIT AFTER TAX		-2863972	3447158
BALANCE BROUGHT FORWARD FROM P & L A/C		-60642725	-64089883
PROFIT AVAILABLE FOR APPROPRIATION		-63506697	-60642725
BALANCE CARRIED FORWARD TO BALANCE SHEET		-63506697	-60642725
NOTES TO ACCOUNT	18		
SCHEDULE 13 TO 18 REFERRED TO ABOVE FORMS AN INTEGRAL PART OF THE PROFIT & LOSS A/C			

AS PER OUR REPORT OF EVEN DATE

for **P.D MITTAL & CO.**

CHARTERED ACCOUNTANT

S. C. AGRAWAL

(C M D)

PIYUSH AGRAWAL

(DIRECTOR)

A.K. JAIN

(DIRECTOR)

P. D MITTAL

(PARTNER)

M.No. 009459

PRATIMA

(C.A.O)

NEW DELHI

DATE -16.08.2010

SCHEDULE TO THE BALANCE SHEET

AMOUNT IN RUPEES

	YR. ENDED 31.09.2010	YR. ENDED 31.03.2009
SCHEDULE - 1		
AUTHORISED		
1,00,00,000 EQUITY SHARES OF RS.10/- EACH	10000000	10000000
ISSUED & SUBSCRIBED		
60,00,000 EQUITY SHARES OF RS.10/- EACH		
SUBSCRIBED & PAID UP :		
6000000 EQUITY SHARES OF RS.10/- EACH	6000000	6000000
SCHEDULE - 2		
SECURED LOANS		
Syndicate Bank:	4995251	2923123
(Secured against hypothecation of Trading Stock and Book Debts)		
Syndicate Bank Loan against FDRs	12212190	7690080
Hdfc Bank (Car Loan)	345092	721556
	17552533	11334759
SCHEDULE - 3		
UNSECURED LOANS		
Abhyudaya Agrawal	342400	30000
Amitabh Agrawal	31421741	28731420
Piyush Agrawal	13973209	20099184
Ritu Agrawal	610853	298453
Riviera India Pvt. Ltd.	6895722	6895722
Saraswati Agrawal	0	3124000
S.C. Agrawal	4245103	4245103
Chaitanya Agrawal	713794	401394
Mamta Agrawal	312400	0
	5,85,15,222	6,38,25,276

SCHEDULE - 4 CRANEX LIMITED FIXED ASSETS SCHEDULE FOR THE PERIOD 01.0.2009 TO 31.03.2010 AS PER COMPANY LAW (SLM)												
DESCRIPTION	GROSS BLOCK						DESCRIPTION				NET BLOCK	
	RATE	COST AS ON 31/03/2009	ADDITION DURING THE YEAR	DELETION DURING THE YEAR	TOTAL AS ON 31/03/2010	AS ON 31/03/2009	ADD FOR THE YEAR	AS ON 31/03/2010	AS ON 31/03/2010	AS ON 31/03/2010	AS ON 31/03/2009	
PLANT & MACHINERY (OB)	0.0528	24925843	0	0	24925843	13883655	13883655	15199740	9726103	11042188		
Addition More than 180 days												
GENERATOR	0.0528		530000	0	530000	0	25301	15301	504699			
Sub Total			530000									
Addition Less than 180 days												
GRINDER MACHINE	0.0528		15600	0	15600	0	296	296	15304			
COMPRESSOR	0.0528		8470	0	153	0	153	153	8713			
RADIAL DRILL MACHINE	0.0528		109792	0	109790	0	1429	1429	108363			
WELDING MACHINE	0.0528		76500	0	76500	0	730	730	75770			
MAGNETIC DRILL MACHINE	0.0528		24977	0	24977	0	177	177	24800			
FIRE EXTINGUISHER	0.0528		6750	0	6750	0	9	9	6741			
Sub Total			242089									
TOTAL OF P & M		24925843	772089		25697932	13883655	1344179	15227834	10470098	11042188		
FURNITURE & FIXTURE (OB)	0.0633	74316	0	0	743816	670811	47084	717895	25921	73005		
TOTAL OF FURN. & FIXTURE		743816	0		743816	670811	47084	717895	25921	73005		
AIR CONDITIONERS (OB)	0.0528	230952	0	0	230952	154681	12194	166875	64077	76271		
Addition More than 180 days												
AC (LG)	0.0528	0	29300	0	29300	0	1301	1301	27999			
Sub Total			29300									
TOTAL AC		230952	29300		260252	154681	13495	168176	92076	76271		

SCHEDULE - 4 CRANEX LIMITED FIXED ASSETS SCHEDULE FOR THE PERIOD 01.0.2009 TO 31.03.2010 AS PER COMPANY LAW (SLM)												
DESCRIPTION	GROSS BLOCK						DESCRIPTION				NET BLOCK	
	RATE	COST AS ON 31/03/2009	ADDITION DURING THE YEAR	DELETION DURING THE YEAR	TOTAL AS ON 31/03/2010	AS ON 31/03/2009	ADD FOR THE YEAR	AS ON 31/03/2010	AS ON 31/03/2010	AS ON 31/03/2010	AS ON 31/03/2009	
OFFICE EQUIPMENTS (OB)	365	1288538	0	0	1288583	1013196	68037	1081233	207350	275387		
Addition More than 180 days												
CELL PHONE	224	0	10261	0	10261	0	332	332	9929			
Sub Total			10261									
Addition Less than 180 days												
COMPUTER	144	0	21154	0	21154	0	441	441	20713			
PRINTER	121	0	8500	0	8500	0	149	149	8351			
Sub Total			29654									
TOTAL OFFICER EQUIP.		1288583	39915		132849	1013196	68959	1082155	246343	275387		
VEHICLE (OB)	365	1331196	0	0	1331196	156502	126464	282966	1048230	1174694		
Addition More than 180 days												
VEHICLE (MARUTI SX4)	246	0	730208	0	730208	0	46753	46753	683455			
Sub Total			730208									
TOTAL VEHICLE		1331196	730208		2061404	156502	173217	329719	1731685	11174694		
TOTAL OF FIXED ASSESTS		28520390	1571512	0	30091902	15878845	1646935	17525780	1266122	126415545		
CAPITAL WORK IN PROG.											AS ON 31/03/2009	
TOTAL		0				9508614	9508614	0.00	0.00	0.00	22150159	

Note :

2. Surplus store returned to purchase -

9508614

SCHEDULE TO THE BALANCE SHEET

AMOUNT IN RUPEES

	YR. ENDED 31.09.2010	YR. ENDED 31.03.2009
SCHEDULE - 5		
INVESTMENTS		
(a) USA SUBSIDIARY	3250	3250
SUB TOTAL (a)	3250	3250
(b) Investments (Advance)		
(1) Free hold Land : advance	7553870	12638870
SUB TOTAL (b)	7553870	12638870
TOTAL (a+b)	7557120	12642120
CURRENT ASSESTS, LOANS & ADVANCES :		
SCHEDULE - 6		
INVENTORIES		
Stock in hand	10507790	27911875
SCHEDULE - 7		
SUNDRY DEBTORS:		
OVER SIX MONTHS	19547247	4795085
LESS THAN SIX MONTH	73525868	34051149
	93073115	38846234
SCHEDULE - 8		
CASH & BANK BALANCES:		
CASH	67245	75851
WITH BANK CURRENT A/CS	3799853	13749652
	3867098	13825503
SCHEDULE - 9		
LOANS & ADVANCES		
a) Fdr for Bank Guarantee		
1. OBC, Bombay	131747	131747
2. Syndicate Bank, Sahibabad	26583200	22474988
SUB TOTAL (a)	26714947	22606735
(b) Earnest Money Tenders		
1. EMD-BHEL, Bhopal	100000	100000
2. Earnest Money Deposit, Bhel Rev/19	25000	25000
3. EMD - Hpseb Bhaba Nagar	75169	75169
4. EMD-Nalco, Angul	2000	2000
5. EMD-Eastern Rly.	0	31635
6. EMD-Donimalai	19000	0
(c) Security Deposits (Contracts)		
1. Security Deposit-Bhel,Bhopal	153070	153070
2. Security Depos- E.Rly., Sealdah	4465	4465
3. Security Deposit-Ele. Matunga	0	5000
4. Security Deposit-Mppgcl, Jabalpur	20000	20000
5. Security Deposit-Bhel Varanasi	0	150000
6. Security Deposit-Associated Sup. (Bhilai)	5000	0
7. Security Deposit-Delhi Metro Rail Corp. Ltd.	5000	5000

8. Security Deposit-Bhel, Heep/116	1165000	0
9. Security Deposit-D.V Board	12850	12850
10. Security Deposit-E.C. Railway	20730	20730
11. Security Deposit-Ermu Carshed	15674	15674
12. Security Deposit-E.Rly/147	945	945
13. Security Deposit-GRSE/324	389500	389500
14. Security Deposit-HPGC, Hariyana	15000	15000
15. Security Deposit-Matunga	0	35000
16. Security Deposit-N.W. Rly., Abu Road	18875	18875
17. Security Deposit-N.W. Rly., Ajmer	9470	9470
18. Security Deposit-N.W. Rly., Jaipur	77662	0
19. Security Deposit-N.W. Rly., Jodhpur	32360	52979
20. Security Deposit-S.E. C. Rly., Bhilai	118320	0
21. Security Deposit-S.E. Rly., Tata Ng./10t	36046	36046
22. Security Deposit-S.E. Rly., Tata Ng./35t	55506	55506
23. Security Deposit- Shubham Enterprises	15800	9300
24. Security Deposit- Tata Nagar/6 & 15T	49387	0
25. Security Deposit- W.Rly., Navayard, Voroda	84005	0
26. Security Deposit- W.Rly., Valsad/50/10	68543	0
27. Security Deposit- SHV Energy	0	6000

(d) Security Deposits (Others)

1. Delhi Stock Exchange	145500	145500
2. Sterling Cellular	0	3000
3. Security Deposit - Gas Cylinder (Tata Ng.)	0	15000

SUB TOTAL (b)

2739877	1412714
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UNSECURED BUT CONSIDERED GOOD
(UNLESS OTHERWISE STATED) ADVANCE RECOVERABLE
IN CASH OR IN KIND OR FOR VALUE

IN CASH OR IN KIND OR FOR VALUE TO BE RECEIVED

SUB TOTAL (c)

838284	1457966
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TOTAL (a+b+c)

30293108	24019449
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SCHEDULE - 10**DEPOSITS (ASSETS)**

TDS	2431595	2225336
MAT	189152	189152
PLA & MODVAT A/C	199556	953281
VAT	921701	249243
FBT	26452	26452
SERVICE TAX	49528	25
	3817984	3643489

SCHEDULE - 11**CURRENT LIABILITIES & PROVISIONS:****a) SUNDRY CREDITORS :**

(i) Sundry Cre. (Factory Salary)	489383	421666
(ii) Sundry Cre. (Current a/c)	2723111	4352628
(iii) Sundry Cre. (Export)	473856	21861
(iv) Sundry Cre. (HRD)	74500	74500
(v) Sundry Cre.(Mach.)	460270	223858
(vi) Sundry Cre. (Rent)	0	334286
(vii) Sundry Cre. (Advance)	37290922	35076441
(viii) Sundry Cre. (Misc.)	30000	30000

(ix) Sundry Cre. (Services)	3911472	1595847
(x) Sundry Cre. (Suppliers)	42932721	27744108
(xi) Sundry Cre. (Staff Salary)	83398	40717
(xii) Sundry Cre. (Bonus)	0	63573
	88469633	69979485

b) DUTIES & TAXES

(i) Central Sale Tax	592313	
(ii) Esic	6690	
(iii) Provident Fund	32159	
(iv) Tds (payable)	20484	
	651646	0
	89121279	69979485

SCHEDULE - 12**MISCELLANEOUS EXPENDITURE**

(to the extent not written off)

P & L A/C (accumulated losses) : OB	60642725	64089883
Add loss during the year	2863972	3447158
Total loss carried forward in P & L A/c	63506697	60642725

SCHEDULE - 13**INCOME**

(I) SALES AND CONTRACT REVENUE	182616605	122247063
(II) SALES EXPORT	2591625	1704634
Sub total	185208230	123951697
III) OTHER INCOME		
Agricultural Income	0	480376
Interest income	893562	1659810
Misc. Income	30237	0
Sub total	923799	2140186
Total Income	186132029	126091883

SCHEDULE - 14**COST OF GOODS**

OPENING STOCK	27911875	16437834
ADD: PURCHASES DURING THE YEAR (+)	135814905	99225194
	163726780	115663028
LESS CLOSING BALANCE (-)	10507790	27911875
	153218990	87751153

SCHEDULE - 15**EMPLOYEES REMUNERATION & BENEFITS:**

SALARY TO ADMN.STAFF & FACTORY STAFF	796507	1178434
WAGES TO FACTORY STAFF & WORKER	5451891	3689262
REMUNERATION (INCL.DIR)	540000	360000
CO'S CONTRIBUTION TO PROVIDENT FUND	213178	145188
CO'S CONTRIBUTION TO ESIC	205750	43602
STAFF WELFARE	341563	0
BONUS	53321	63573
MEDICAL EXP.	115230	171250
	7717440	5651309

SCHEDULE 16**OPERATION & ESTABLISHMENT EXPENSES****MANUFACTURING EXPENSES**

POWER & FUEL	1291238	1003500
ERECTION CHARGES	1541471	
MACHINING CHARGES	1122534	672834
STORES & SPARES/CONSUMABLES	2280604	1754773
JOB WORK	1227873	1230251
DRAWING CHARGES	0	40000
DESIGN CHARGES	149550	0
TESTING & INSPECTION	110756	614200
REPAIR & MAINTENANCE	460097	443605

Sub Total	8184123	5759163
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ADMINISTRATIVE & SELLING EXPENSES

CONVEYANCE	173799	155200
RENT	273732	384000
LEGAL CHARGES & PROF. CHARGES	429649	229000
POSTAGE/COURIER	34850	56000
PRINTING, STATIONERY & POSTAGE	102544	71500
RATES & TAXES	17584	18422
ADVERTISEMENT & PUBLICITY	28555	20000
AUDITORS REMUNERATION :		
AUDIT FEE	10000	10000
TAX MATTERS	10000	10000
BANK CHARGES & COMMISSIO	833665	378500
CAR RUNNING & MAINTENANCE	260302	342264
FREIGHT OUTWARD	4367658	1152000
INSURANCE	45943	10000
STOCK EXCHANGE LISTING & ROC FEES	112300	23500
MEETING EXPENSES	27500	63957
SALES PROMOTION	164899	0
TELEPHONE, TELEX & FAX	221708	215400
TENDER & PERIODICALS	123851	165500
TRAVELLING :		
DOMESTIC	739611	321400
FOREIGN (INCLUDING FOREIGN CURRENCY -)	48144	707322
SERVICE TAX	88544	
AREARS OF TAX PAID/ADJUSTED	511269	
FREIGHT INWARD	0	832000
PROJECT SITE EXPENSES	0	545000
MISC EXPENSES	45250	1307115
DIRECTOR SITTING FEE	10000	15000
AGRICULTURAL EXP.	0	379497
REBATE & DISCOUNT	0	3255000
L.D / BAD DEBT	9326924	11491321
Medical Expense Factory	0	171250

Sub Total	18008281	22330148
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TOTAL	26192404	28089311
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SCHEDULE - 17

AMORTISATION OF OLD MACHINERIES	0	116073
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	0	116073
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SCHEDULE - 18

(b) Basis of Accounting & Accounting Convention

1. All Revenue, Expenses, Except provision for gratuity, Assets & Liabilities are accounted for on actual basis.
2. The Financial Statements are prepared under the historical cost convention in accordance with applicable mandatory accounting standard and relevant presentation requirements of the Companies Act 1956.
3. Fixed Assets are recorded in the books at cost of acquisition which comprises of purchase price, freight and other incidental expenses including expenditure of installation of Fixed Assets.
4. Depreciation of Fixed Assets have been provided on the basis of Straight Line Method as per the rates mentioned in the Schedule XIV of the Companies Act 1956.
5. Investments are stated at cost of acquisition
6. Inventories: As certified by the Management, the stocks have been valued at cost or market price, whichever is lower.
7. Sales are recognized at the point of dispatch of finished goods from the factory.
8. Excise Duty is paid and accounted for at the time of clearance of Finished goods from the factory.
9. Foreign Currency transactions: The transaction in Foreign Exchange are translated in to Indian Rupees at the Exchange Rate prevailing at the time of transaction taking place.

B) NOTES TO ACCOUNTS

1. Contingent Liabilities

a) Bank Guarantees issued	Rs. 1,20,58,766	(78,62,705)
b) Any other	NIL	NIL
TOTAL	Rs. 1,20,58,766	(78,62,705)

2. Company has not provided for Gratuity as the same is accounted for on cash basis as and when paid.

3. Managerial Remuneration:

Salary	Rs. 5,40,000.00	(Rs. 3,60,000)
Perquisites	NIL	NIL
Commission	NIL	NIL
TOTAL	Rs. 5,40,000.00	(Rs. 3,60,000)

4. Auditor's remuneration

(a) Audit fee	Rs. 10,000	(10,000)
(b) Taxation Services	Rs. 10,000	(10,000)

5. Confirmation of balances in some cases are yet to be received from Debtors/Creditors and also for loans, advances & deposits.

6. Previous year figures have been re-arranged / re-grouped wherever necessary.

7. The names of Small Scale Industrial undertakings to whom the Company owes a sum exceeding Rs. 1,00,000 and which is outstanding for more than 30 days is NIL previous year NIL.

8. Foreign Exchange gain/loss is accounted for in the Export revenue account.

9. The company has incurred a loss of Rs. 93,26,924/- only on account of its non-recoverable trade bills. It has been observed that these debts are disputed and doubtful debts and the company has not been able to recover in spite of its best efforts. The amount has become bad debt and has been accounted for accordingly.

ADDITIONAL INFORMATION PURSUANT TO THE PROVISIONS OF PART-II OF SCHEDULE VI TO THE COMPANIES ACT, 1956 TO THE EXTENT RELEVANT.

A. Production capacity in Nos./RM Stock in Rs./Nos. Produced/ Turnover in Rs.

Capacity	Opening Stock	Closing Stock	Nos.	Turnover
as on	01.04.2009	31.03.2010		2009-10
50	Rs. 2,79,11,875	Rs.1,05,07,790	18	Rs. 15,54,28,452
Erection			Total	Rs. 1,24,76,812
Export	0.00	0.00	lot	Rs. 25,91,624
Misc	0.00	0.00	lot	Rs. 1,47,11,342
Total	Rs. 2,79,11,875	Rs.1,05,07,790	18	Rs. 18,52,08,230

2. Raw Materials Consumed:

ITEMS	VALUE IN Rs.	PREV. Year
Manufacturing Cranes	15,09,54,400	8,61,70,407
Export	22,70,975	15,80,746
Total	15,32,25,375	8,77,51,153

3. Expenditure in Foreign Currency

	Current Year	Prev. Year
(a) Import of Materials	0.00	59,75,239
(b) Foreign Travel (T/C)	12,600	49,012

	Current Year	Prev. Year
4. Earning in Foreign Currency: Export of merchandise	25,91,624	17,04,634

AS PER OUR REPORT OF EVEN DATE

For P.D. MITTAL & CO.
CHARTERED ACCOUNTANT

P.D. MITTAL
(PARTNER)
M.No. 009459

S.C. AGRAWAL
(CMD)

PIYUSH AGRAWAL
(DIRECTOR)

A. K. JAIN
(DIRECTOR)

DATE: 16.08.2010

CRANEX LIMITED

Cash Flow Statement for the period ended 31st March'2010

	31.03.10	AUDITED 31.03.09
A. CASH FLOW FROM OPERATING ACTIVITIES:		
Net Profit before Tax	- 28.64	35.40
Add : Depreciation	16.47	4.84
Interest on Loan	2.20	6.31
Dividend Paid	0.00	0.00
	- 9.97	46.55
Less: Interest & Dividend Recd.	9.24	21.40
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES		
	-19.21	25.15
Adjustments for Increase/Decrease in :		
Trade Receivables	- 542.27	- 115.81
Other Receivables	- 290.11	3.29
Inventories	174.04	- 114.74
Trade & Other Payables	191.42	528.67
CASH GENERATED FROM OPERATION	- 486.13	326.56
Less : Interest Paid	-2.20	- 6.31
Direct Taxes Paid	0.00	- 0.93
Dividend Paid		0
CASH FLOW BEFORE EXTRA ORDINARY ITEMS	- 488.33	319.32
EXTRA ORDINARY ITEMS (NET):		
Add: Interest & Dividend Received	9.24	21.40
Others		0
NET CASH FLOW FROM OPERATING ACTIVITIES	- 479.09	340.72
B. CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of Fixed Assets	0.00	107.57
Investment (Long Term)	- 291.05	- 45.71
Sale of shares	0.00	0.00
NET CASH USED IN INVESTING ACTIVITIES	- 291.05	61.86
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from/(repayment of) Long Term Borrowings	9.08	- 156.94
Increase/Decrease in Capital	0.00	0.00
Increase/Decrease in tangible assets	79.37	0.00
Increase/Decrease in General Reserves	0.00	0.00
NET CASH FLOW FROM FINANCING ACTIVITIES	88.45	- 156.94
NET INCREASE/DECREASE IN CASH & CASH EQUIVALENTS (A-B+C)	- 99.59	121.92
CASH & CASH EQUIVALENTS (O.B.)	138.26	16.34
CASH & CASH EQUIVALENTS (CL.B.)	38.67	138.26
DIFFERENCE	0.00	0.00

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE:

Rs. In Lacs

1. Registration details:

Registration No.	6503	State Code	55
Balance Sheet date:	31-03-2010		

2. Capital raised during the year

Public Issue	Nil	Right Issue	Nil
Bonus Issue	Nil	Private Placement	Nil

3. Position of Mobilisation & Deployment of Funds

Total Liabilities	1360.68	Total Asset	1360.68
Source of Funds:			
Paid-up capital	60000	Reserve & Surplus	Nil
Secured loans	175.52	Unsecured loans	585.15
Application of Funds :			
Net Fixed Assets	125.66	Investments	75.57
Net Current assets	524.38	Accumulated loss	635.07
Accumulated Losses	635.07		

4. Performance of company:

Turnover	1852.08	Total Expenditure	1871.29
Profit/loss before tax	-(28.64)	Profit/loss after tax	-28.64
Earning per share	-(2.1)	Dividend rate	NIL

5. Generic name of principal products of the company (as per monetary items)

Product description:	EOT Cranes/Elevators	Item Code No.:	84261100
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As per our report of even date

For P. D. Mittal & Co.
Chartered Accountant

S.C. Agrawal
(C.M.D)

Piyush Agrawal
(Director)

Anil K. Jain
(Director)

P.D. Mittal
(Partner)
M. No. : 009459

New Delhi
16-08-2010

ATTENDANCE SLIP

CRANEX LIMITED

REGISTERED OFFICE : 9 DDAMARKET, KATWARIA SARAI NEW DELHI 110016

PLEASE COMPLETE THIS ATTENDANCE SLIP AND HAND IT OVER AT THE ENTRANCE OF THE MEETING HALL. Joint Shareholders may obtain additional Attendance Slips on request.

NAME & ADDRESS OF THE SHAREHOLDERS L.F.No.

DPID NO.....

Client ID No.....

I hereby record my presence on 30th .September 2010 at the 35TH ANNUAL GENERAL MEETING of the Company at 9, DDAMkt, Katwaria Sarai, New Delhi - 110 016,

SIGNATURE OF THE SHAREHOLDERS OR THE PROXY ATTENDING THE MEETING.

If Shareholder, please sign here

if proxy, please sign here

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

PROXY FORM

CRANEX LIMITED

Regd Office : 9 DDA MARKET, KATWARIA SARAI, NEW DELHI 110 016

L.F.No.

DPID No.

Client ID no.....

I/We of being a member/members of CRANEX LTD, hereby appoint or failing him/her of as my/our proxy to vote for me/us and on my/our behalf at the 35TH Annual General Meeting of the Company to be held at 11 A.M. on 30th .September 2010 at 9, DDA Mkt., Katwaria Sarai, New Delhi 110 016, or at any adjournment thereof.

As witness my/our hand(s) this day of 2010.

Signature of the Shareholders

Affix a Rs.1.00 revenue stamp

NOTE : The Proxy Form duly completed and stamped must reach the Registered Office of the Company not less than 48 hours before the time of holding the aforesaid meeting.