

BOARD OF DIRECTORS

Mr. ASHOK B. HARJANI
CHAIRMAN & MANAGING
DIRECTOR

Mr. LOKESH P. HARJANI
EXECUTIVE DIRECTOR

Mr. RAJESH M. MAHTANI
INDEPENDENT DIRECTOR

Mr. DEVENDRA K. SHAH
INDEPENDENT DIRECTOR

REGISTERED OFFICE

"PREMCO HOUSE",
A/26, MIDC,
STREET NO. 3,
ANDHERI (EAST),
MUMBAI 400 093.
TEL. NO. : 091-022-2822 3232 / 3085 5000
FAX. NO. : 091-022-2835 1812
E-mail : admin@premcoglobal.com

STATUTORY AUDITORS

S. P. JAIN & ASSOCIATES

INTERNAL AUDITORS

P. V. KAKARIA & CO.

BANKERS

HDFC BANK LIMITED
STATE BANK OF INDIA

REGISTRAR & TRANSFER AGENTS

BIG SHARE SERVICES PVT. LTD.,
E-2/3, ANSA INDUSTRIAL ESTATE, SAKIVIHAR RD.,
SAKI NAKA, ANDHERI (E), MUMBAI – 400 072.
TEL. : 091-022-2847 0652 / 53, 4043 0200
FAX: 091-022-2847 5207.
E-mail: investor@bigshareonline.com
Website : www.bigshareonline.com

WORKS :

PLOT NO. - 41, DIWAN & SONS
INDUSTRIAL ESTATE,
ALIYALI VILLAGE, DIST. THANE
PALGHAR, MAHARASHTRA.

8, MAROL UDYOG PREMISES,
STEELMADE INDUSTRIAL ESTATE,
MAROL - MAROSHI ROAD,
ANDHERI (E), MUMBAI – 400 059.

PLOT NO. - 202/2,
OLD CHECK POST,
DADRA & NAGAR HAVELI,
UNION TERRITORY.

C/O. AKAY FILTIPS PVT. LTD.
PLOT NO. A-2/23/24,
GIDC, SILVASSA ROAD,
NEAR NATHANI PAPER MILLS, VAPI - 396 195.

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PREMCO GLOBAL LTD.

NOTICE

NOTICE is hereby given that the 27th ANNUAL GENERAL MEETING of the Members of PREMCO GLOBAL LIMITED will be held on 17th August, 2011, at 9.30 a.m. At "Premco House", A/26, M.I.D.C., Street No. 3, Andheri (E), Mumbai - 400 093, to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the audited Balance Sheet of the Company as at 31st March 2011 and the Profit & Loss Account for the year ended on that date and the Reports of the Board of Directors and Auditors of the Company.
2. To declare dividend for the financial year ended 31st March 2011.
3. To elect a Executive Director & Non Executive Independent Director in place of Mr. Lokesh P. Harjani & Mr. Devendra K. Shah respectively, who retires by rotation and being eligible, offers them self for re-election.
4. To appoint Auditors for the financial year 2011-2012 and fix their remuneration. M/s. S. P. Jain & Associates, the retiring Auditors, are eligible for re-appointment.

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. A proxy need not be a member of the company.
The proxy form, duly completed and stamped, must reach the Registered Office of the Company not less than 48 hours before the time for holding the aforesaid meeting.
2. Members are requested to notify the change, if any, in their address, to the Registrar & Transfer Agents of the Company.
3. The Register of Members and Share Transfer Books of the Company will remain closed from Thursday, the 11th August 2011 to Wednesday, the 17th August 2011 (both days inclusive).
4. Re-appointment of Executive Director : (in pursuance of Clause 49 of Listing Agreement) Mr. Lokesh P. Harjani & Mr. Devendra K. Shah retire by Rotation and being eligible offers themselves for re-appointment
 - i) Name : Mr. Lokesh P. Harjani
 - ii) Age : 38 years
 - iii) Nationality : Indian
 - iv) Date of Appointment on Board: 11.11.2001
 - v) Shareholding : 4,35,921
 - vi) Capacity : Executive Director
 - vii) Qualification : B.A - Marketing Finance.
 - viii) Expertise in specific functioning Area : Sales Marketing
 - ix) Other Directorships : Pixel Packaging Ltd.

- i) Name : Devendra K. Shah
- ii) Age : 61 years
- iii) Nationality : Indian
- iv) Date of Appointment on Board: 30.12.2005
- v) Shareholding : 800
- vi) Capacity : Non - Executive Independent Director
- vii) Qualification : B. Com
- viii) Expertise in specific functioning Area : I-Power LED Lightning System.
- ix) Other Directorships : N.A.

5. All documents referred to in the accompanying Notice are open for inspection at the Registered Office of the Company during office hours on all working days except Sundays between 9.30 a.m. and 1.00 p.m. upto the date of the Annual General Meeting.
6. Registrar & Transfer Agents
Our RTA, Big Share Services Private Limited recently launched Gen-Next Investor Interface Module "iBoss" the most advanced tool to interact with investors. Please login into iBoss (www.bigshareonline.com] and help them to serve you better.

(For share transfers and other communication Relating to share certificates, dividend and Change of address)

Big Share Services Pvt. Ltd.,
E-2/3, Ansa Industrial Estate,
Sakivihar Road, Saki Naka
Andheri (E), Mumbai – 400 072.
Tel. No. : 091-022-2847 0652 / 53 / 4043 0200
Fax No. : 091-022-2847 5207.
E-mail : investor@bigshareonline.com
Contact : Shri Ansaar S.

BY ORDER OF THE BOARD OF DIRECTORS

LOKESH P. HARJANI
DIRECTOR

Regd. Office :
"Premco House",
A/26, M.I.D.C., Street No. 3,
Andheri (East), Mumbai - 400 093.
Date: 24th May 2011.



DIRECTORS' REPORT

To,
The Members,

The Directors have pleasure in presenting the 27th Annual Report and Audited accounts for the financial year ended 31st March 2011.

FINANCIAL RESULTS

	2010-2011	2009-2010
	Rs. In Lacs	Rs. In Lacs
Profit before Interest & Depreciation	389.84	295.15
Less : Depreciation	101.20	78.80
Interest	91.98	37.09
Profit before Tax	<u>196.66</u>	<u>179.26</u>
Provision for		
- Current Tax	44.00	65.00
- Deferred Tax	22.78	3.25
- Provision	(5.67)	5.69
Net Profit after Tax	135.55	105.32
Surplus available for appropriation	<u>135.55</u>	<u>105.32</u>
Appropriation :		
Proposed Dividend	35.53	35.53
Tax on Proposed dividend	5.77	5.90
General Reserve	94.25	63.89
Balance carried to Balance Sheet	0.00	0.00
	<u>135.55</u>	<u>105.32</u>

OPERATIONS

During the year under review turnover of the company stand at Rs.4,231.56 Lacs (P.Y. Rs. 2,806.39 Lacs). The profit before Interest, Depreciation and Tax at Rs. 389.84 Lacs (P. Y. Rs. 295.15 Lacs). Net profit during the year is Rs.135.55 Lacs (P.Y. Rs. 105.32 Lacs).

The management continues to pursue its efforts to further improve its capacity utilization, operating efficiencies and cost competitiveness to improve its performance in the coming year through increase in Turnover, improved domestic market and strong inroads on export front along with appropriate restructuring of products and procedures.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

The same is enclosed in Annexure A to this report.

DIVIDEND

Your Directors are pleased to recommend payment of Dividend @ 12 % .Total cash outflow on account of this dividend payment including distribution tax will be Rs.41.30 Lacs.The Dividend after approval by the shareholders at the forthcoming AGM will be paid to the eligible shareholder before 2nd September, 2011.

PERSONNEL

The particulars required to be furnished under the provisions of section 217 (2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 as amended, are not furnished as there were no employees covered under the said category.

CORPORATE GOVERNANCE

As required by Clause 49 of the listing agreement, Corporate Governance Report is attached as Annexure B to this report. Certificate of the Auditors regarding compliance of the conditions of the Corporate Governance as stipulated in Clause 49 of the Listing Agreement of the Stock Exchange is also attached and forms part of Annexure B.

DIRECTORS

Mr. Lokesh P. Harjani & Mr. Devendra K. Shah retires by rotation and you are requested to reappoint them as Executive Director & Non Executive Independent Director respectively.

DIRECTORS' RESPONSIBILITY STATEMENT

To the best of their knowledge and belief and according to the information and explanations obtained by them, your directors make the following statement in terms of Section 217(2AA) of the Companies Act, 1956, the Directors of the Company hereby state and confirm that:

- (i) In the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanations relating to material departures;
- (ii) The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for that period;
- (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, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (iv) The Directors have prepared the annual accounts on a going concern basis.

ENERGY, TECHNOLOGY AND FOREIGN EXCHANGE

Information in accordance with the provisions of section 217 (1)(e) of the Companies Act, 1956, read with the Companies (Disclosure of particulars in the Report of Board of Directors) Rules, 1988 regarding conservation of Energy, Technology absorption and Foreign Exchange earnings and outgo are given below:

Conservation of Energy

The Company is not a major user of energy. Due to increase in capacity utilization and expansion of new factory unit at Vapi the energy consumption in absolute units and value have increased vis-a-vis earlier years. However, the measures taken up by the Company have resulted in improvement and saving of power. Regular preventive maintenance is carried out and this has enhanced productivity and efficiency of the equipments resulting in considerable power saving. Power to all major equipment and lighting in work-areas is put off when not required.

The required data in Form 'A' to conservation of energy as applicable to our industry is furnished below:

	2010-2011	2009-2010
Electricity		
Purchased (units in '000)	2767.96	1787.29
Total Amount (Rs. in Lacs)	120.13	74.96
Rates/Unit (in Rs.)	4.34	4.19
Diesel		
Purchased (Liters in '000)	30.19	32.35
Total Amount (Rs. in lacs)	12.16	11.25
Rates/Liters (in Rs.)	40.27	34.78

Technology Absorption and Research and Development

The Company has not obtained any technology from outside parties either in India or abroad, nor has entered into any technical collaboration agreement with any parties from abroad. There is no research and development unit of the Company of its own.

Foreign Exchange Earning and Outgo

	2010-2011 Rs. In Lacs	2009-2010 Rs. In Lacs
Foreign exchange earning	1445.90	709.44
Foreign exchange outgo (Equivalent to Rupee value)		
• Raw material & Spares	158.03	229.12
• Capital Goods	157.83	34.55
• Travelling	49.76	38.07
• Testing / License Fees	0.69	--

AUDITORS AND AUDITORS' REPORT

M/s. S. P. Jain & Associates, Chartered Accountants, the statutory auditors, retire at the conclusion of ensuing Annual General Meeting and are eligible for reappointment. You are requested to appoint auditors.

The notes to the accounts referred to in the auditors report are self-explanatory and therefore do not call for any further comments.

INDUSTRIAL RELATIONS

During the period, industrial relations have been extremely cordial. The management thanks all the employees for their continued contribution towards the growth of the organisation.

ACKNOWLEDGEMENT

Your Directors would like to express their grateful appreciation for the assistance and co-operation received from the Banks and shareholders for their continued support during the year under review.

Your Directors wish to place on record their deep sense of appreciation for the devoted services of the Executives, Staff and Workers of the Company for its success.

For & On Behalf of the Board of Directors

LOKESH P. HARJANI.
DIRECTOR.

Place: Mumbai.

Date: 24th May 2011.



MANAGEMENT DISCUSSION AND ANALYSIS (Annexure - A)

INDUSTRY OVERVIEW :

The elastic industry has witnessed an overall buoyancy in the demand due to upswing targeted growth objectives. The garment industry has witnessed a significant jump in sales volumes due to favorable economic conditions, which has consequently resulted into surge in the revenues of the elastic industry.

In the year 2011-12, it is expected that the industry would not only sustain current level of operations but further pick up & improve from the current levels.

BUSINESS OVERVIEW :

Premco Global Ltd. is one of the India's leading manufacturers of elastic. During the year 2010-11, the sales have not only increased in the domestic market but the sale in export has increased by 100%. This is possible because of management efforts & innovations. The company expects rise in the domestic orders & export orders and the future prospects seems to be very bright.

The company has expanded its manufacturing facilities & increased the installed capacities with a corresponding increase in production capacity at new Vapi unit during the year.

The result of this would be visible in the next years as the production would increase to match the growing sales order book.

SEGMENTS :

In the opinion of the management the company is mainly engaged in the business of manufacturing of Elastic Tapes and all other activities of the Company revolve around the main business, and as such, there are no separate reportable segments.

OUTLOOK :

On the backdrop of favorable general economic outlook, rise in the domestic & export demand & expansion plans of the company, the company expects improvement in the revenue as well as operating margins in the coming year.

RISK & CONCERNS :

The company faces the risk of competition from various local manufacturers despite the fact that it has established phenomenal historical experience & goodwill in the market.

The prices of raw materials are subject to significant volatility based on the various factors such as crude oil prices, international prices for rubber etc. These could correspondingly inflate the cost structure.

INTERNAL CONTROLS & THEIR ADEQUACY:

The company has well defined internal control systems. The company takes adequate care to review and monitor the working of internal control system. Internal audit in the organization is an independent appraisal activity and it measures the efficiency, adequacy and effectiveness of other controls in the organization.

DISCUSSION ON FINANCIAL PERFORMANCE:

During the year under review turnover of the company stand at Rs.4,231.56 Lacs (P.Y. Rs. 2,806.39 Lacs). The profit before Interest, Depreciation and Tax at Rs. 389.84 Lacs (P. Y. Rs. 295.15 Lacs). Net profit during the year is Rs. 135.55 Lacs (P.Y. Rs. 105.32 Lacs).

MATERIAL DEVELOPMENT IN HUMAN RESOURCES (INCLUDING NO OF PEOPLES EMPLOYED):

The company believes that human recourse is one of the most vital resources and a key pillar providing the organization a competitive edge in current business environment. The work environment is very challenging and performance oriented recognizing employee potential along with providing them with opportunities. Premco Global Ltd takes adequate precautionary measures for its employee's welfare.

As on 31 March 2011, Premco Global Ltd. had staff strength of 181 on its payroll.

REPORT ON CORPORATE GOVERNANCE (Annexure – B)

A. COMPLIANCE OF MANDATORY REQUIREMENTS

1) Company's Philosophy on code of Corporate Governance:

The Company is committed to good corporate governance. Corporate governance envisages commitment of the company towards the attainment of high level of transparency, accountability and business propriety with the ultimate objective of increasing long term shareholders value, keeping in view the needs and interests of all stakeholders.

The primary purpose of corporate leadership is to create wealth legally and ethically. This translates to bringing a high level of satisfaction to five constituencies - customers, employees, investors, vendors and the society-at-large. The raison d'être of every corporate body is to ensure predictability, sustainability and profitability of revenues year after year.

CODE OF CONDUCT

Corporate Governance rests upon the four pillars of: transparency, full disclosure, independent monitoring and fairness to all, especially to minority share holders. Your Company has always strived to promote good governance practice, which ensure that:

- A Competent Management team is at the control of affairs;
- The Board is strong with optimum combination of Executive and Non-Executive (Including Independent) directors, who represent the interest of all stake holders;
- The Board effectively monitors the management's progress, takes all key corporate decisions and is effectively in control of the company's affairs;
- The board is concerned about the Company's share holders; and
- The management and employees have stable environment.

2) Board of Directors

The Composition of the Board of Directors of the Company is conformity with Clause 49 of the listing agreement entered into with the stock exchanges. The Company has an Executive Chairman and the number of independent directors constitutes half of the Board of Directors of the Company. The Non Executive directors with their diverse knowledge, experience and expertise bring in their independent judgment in the deliberation and decisions of the Board.

Consequently the present strength of the board is four Directors, as explained below, headed by Executive Chairman. For the Financial Year 2010-2011, eight meetings of the Board were held on 11th May, 2010 , 10th June 2010, 21st July 2010, 27th July, 2010 , 30th July 2010, 16th August 2010, 22nd October 2010 & 31st January 2011. The Company has held one meeting in every three months and the maximum time gap between any two meetings was not more than two months.

The detailed composition of the Board and other related information is given in the table hereunder :

Name of the Director	Category	Board Meeting During The Year		Attended Last AGM as on 23.09.10	No of Director Ship in other Public Companies		No of Board Committee Positions held in other Public Companies	
		Held	Attend		Chairman	Member	Chairman	Member
Ashok B. Harjani	Executive	8	8	Yes	Nil	Nil	Nil	Nil
Lokesh P. Harjani	Executive	8	7	Yes	Nil	1	Nil	Nil
Devendra K. Shah	Non Executive Independent	8	7	Yes	Nil	Nil	Nil	Nil
Rajesh M. Mahtani	Non Executive Independent	8	7	Yes	Nil	Nil	Nil	Nil

None of the Directors hold Directorship in more than 15 companies, membership in Committee of Board in more than 10 companies and Chairmanship of Committees of Board of more than 5 committees Details of Directors seeking appointment / re-appointment at the ensuing Annual General Meeting.

Remuneration paid to Director:-

NAME OF THE DIRECTORS	SITTING FEES	SALARY & PERQUISITES (Including Gratuity)
Ashok B. Harjani	NIL	Rs. 17,90,345/-
Lokesh P. Harjani	NIL	Rs. 11,33,053/-
Devendra K Shah	NIL	NIL
Rajesh M Mahtani	NIL	NIL

Directors retired by rotation

Shri Lokesh P. Harjani was first appointed as the Executive Director of the Company on 11th November, 2001 and thereafter has served the board of the company. He retires by rotation and being eligible offers himself for re-appointment. Shri Devendra K. Shah was also appointed as the Non Executive Director of the company on 30th December 2005 and thereafter he has served the board of the company. He retires by rotation and being eligible offers himself for re-appointment. The particulars as required is given in notes to the Notice convening the 27th AGM.

3) Audit Committee

The Audit Committee consisted of 2 Non Executive Directors and 1 Executive Director namely Mr. Devendra K. Shah and Mr. Rajesh M. Mahtani. and Shri Lokesh Harjani Executive Director, four meetings were held during the year on 11th May 2010, 30th July, 2010, 22nd October, 2010 and 31, January, 2011

Details of the meetings are as under :

Name of the Director	Position held Chairman/Member	Meeting held	Meeting attended
Devendra K. Shah	Chairman	4	4
Lokesh P. Harjani	Member	4	3
Rajesh M. Mahtani	Member	4	4

The terms of reference in powers of the Audit Committee are as per Clause 49 of the listing Agreement and also as per new section 292A of the Companies Act, 1956. The functions of the Audit Committee are as per Company Law and Listing Agreement with the Stock Exchanges. These include review of accounting and financial policies and procedure, review of financial reporting system, internal control procedures and risk management policies.

The minutes of the Audit committee Meeting were circulated to the Board, discussed and taken note of.

4) Remuneration Committee

Terms of Reference:

The Broad terms of reference of the Remuneration Committee is to fix remuneration payable to the Managers, Executive / Managing / Whole time Director in terms of Schedule XIII of the Companies Act, 1956 and refer the same to the Board.

5) Share Holder's Committee

This committee consist of 3 Member one Executive Chairman and 2 Non-Executive Directors as Member. The committee was constituted to redress shareholders'/investors' complains related to delay in transfer of shares, demat, non-receipt of annual accounts, delay in balance sheet etc.

Composition of Committee together with meeting held and attendance as follows :

Name of the Director	Position held Chairman/Member	Meeting held	Meeting attended
Ashok B. Harjani	Chairman	4	4
Devendra K. Shah	Member	4	4
Rajesh M. Mahtani	Member	4	4

The Particulars of Investors grievances received and redressed during the year are furnished below :

Nature of Complaints	No. of Complaints		
	Received	Resolved	Pending as on 31/3/11
Non receipt of Annual Report	Nil	Nil	Nil
Complaints relating to dematerialisation of Shares	Nil	Nil	Nil
Non-receipt of Share Certificates after transfer / duplicate / name correction	Nil	Nil	Nil
Others	Nil	Nil	Nil
TOTAL	Nil	Nil	Nil

Shareholder are advised to register any change in address of communication. The address, telephone number and email address of R&T Agent is given to share holders.

6) General Body Meeting

The particulars of last 3 AGM of your company are as under :

Date of AGM	Financial Year	Venue/ Location	Time of Meeting	Special Resolution Passed
19/09/2008	2007-2008	Registered Office	9.30 A.M.	To increase remuneration of Ashok Harjani & Lokesh Harjani to Rs. 75,000 & Rs. 50,000 per-month respectively, w.e.f. 01.04.2008
14/09/2009	2008-2009	Registered Office	9.30 A.M.	No
31/07/2009 (EGM)	2009-2010	Registered Office	3.00 P.M.	To increase remuneration of Ashok Harjani & Lokesh Harjani to Rs. 1,00,000 & Rs. 75,000 per month respectively, w.e.f. 01.04.2009
23/09/2010	2009-2010	Registered Office	9.30 A.M.	No

No special resolution was put through postal ballot last year nor proposed in the ensuing Annual General Meeting.

7) Disclosures

i) Related Party Transaction :

There are related party transactions i.e. transactions of the Company with its Promoters, Directors or Management, their subsidiaries or relatives, not conflicting with Company's interest at large , the details of which have been shown in Schedule 21-Notes forming part of the Accounts for the year ended 31st March, 2011.

ii) Details of Non – Compliance :

There has been no instance of Company not complying with any matter related to Capital Markets.

iii) Disclosure about Director being appointed/reappointed :
The details & information required to be disclosed under this section is provided in Notice of the AGM.

iv) a) The independent Non Executive Director do not receive any remuneration & do not have any material pecuniary relationship or transaction with the company, its promoter, its investors, or associates which may affect their independence. They comply to all the requirements as stated in Clause 49.

b) The Particulars of Shares held by Non Executive Director.

NAME	NO. OF SHARES AS ON 31/03/2011
1) Mr.Devendra K.Shah	800
2) Mr.Rajesh M.Mahtani	-

8) Means of Communication

The Company publishes its quarterly, half yearly and yearly financial results in "AFTERNOON" and in MUMBAI LAKSHYADEEP. The Company also sends the financial results to the Stock Exchanges immediately after its approval by the Board. The Company is not displaying the financial results on website. The company has not sent the half yearly report to the Shareholder. No presentations were made to the institutional investors or analysts during the year under review.

9) General Shareholder Information

27th Annual General Meeting

Date: 17/08/2011

Time: 9.30 A.M.

Venue: Registered Office

Financial Calendar: (Tentative)

Quarter ending 30th June, 2011	Last week of the July, 2011
Quarter ending 30th September, 2011	Last week of the October, 2011
Quarter ending 31st December, 2011	Last week of the January, 2012
Quarter & Annual ending 31st March, 2012	Last week of the May, 2012
Annual General Meeting for 2011-12	First week of September, 2012

Listing on Stock Exchange

Name of the Stock Exchange	Code No.
The Stock Exchange, Mumbai	530331
The Stock Exchange, Ahmedabad	45525

The Annual listing fees of these exchanges have been paid by the Company for the year 2010 - 2011.

Market Price Data

The high and low prices of the Company's shares at the Stock Exchange, Mumbai (BSE) and performance in relation to the BSE Sensex from April, 2010 to March, 2011 is mentioned hereunder :

Months	High	Low
April'2010	24.05	19.25
May'2010	25.35	19.55
June'2010	25.95	21.05
July'2010	25.65	21.75
August'2010	26.00	21.35
September'2010	26.35	20.70
October'2010	26.45	22.05
November'2010	30.00	22.40
December'2010	29.05	22.85
January'2011	30.00	22.60
February'2011	26.00	21.45
March'2011	26.45	22.50

Custodian Fees to Depositories:

Pursuant to SEBI circular No. MRD/DOP/SE/DEP/CIR-4/2005 dated January 28, 2005 the issuer companies are required to pay custodial fees to the depositories with effect from April 1, 2005. Accordingly, the Company has paid custodial fees for the year 2010-11 to NSDL and CDSL on the Basis of number of Beneficial accounts maintained by them on March 31, 2011.

Dematerialisation of Shares and Liquidity :

The Equity Shares of the Company are traded compulsorily in Demat. The Demat facility is available to all Shareholder of the Company, who request for such facility.

ISIN No. Of the Company's Equity Shares in Demat Form :
INE 001E01012

Depository Connectivity: NSDL and CDSL

Registrar and Transfer Agent (RTA):

Bigshare Services Pvt. Ltd., E-2/3, Ansa Industrial Estate, Saki Vihar Road, Saki Naka, Mumbai - 400 072.

Tel. : 091-022-2847 0652 / 53, 4043 0200

Fax : 091-022-2847 5207.

E-mail : investor@bigshareonline.com

Contact : Shri Ansaar S.

Share Transfer System :

Presently, the share transfers, which are received in physical form, are processed and the share certificates returned well within the stipulated period of 30 days from the date of receipt, subject to the documents being valid and complete in all respects. The Company has continued the appointment of Registrar and Transfer Agents for accepting transferring and delivering the transferred Share Certificates. All the transfers received in order, are processed within a period of 30 days from the date of receipt.



Company obtains quarterly certificate from a Company Secretary in practice with the share transfer formalities as required under Clause 47 (cc) of the Listing Agreement with Stock Exchanges(s) and files copy of the certificate with stock exchanges.

Secretarial & Audit Report:

The Secretarial & Audit Report of the Company prepared in term of SEBI Circular No.D&CC/FITC/CIR-16/2002 dated December 31, 2002, reconciling the total share held in both the depositories, viz. NSDL and CDSL and Physical Form with total issued/ paid-up capital of the Company is placed before Board of Directors and duly submitted to the Stock Exchange(s) for every quarter.

Distribution of Shareholding as on 31st March 2011.

Category	31.03.2011		31.03.2010	
	No. of Shares	% of paid up Capital	No. of Shares	% of paid up Capital
Promoters	18,22,275	60.01	18,49,775	60.92
Mutual Fund, Institution & Bank	1,01,300	3.34	1,01,300	3.34
Corporate Bodies	1,80,268	5.93	1,09,692	3.61
NRI's	2,53,066	8.33	2,53,366	8.34
Public	6,79,391	22.38	7,22,167	23.79
TOTAL	30,36,300	100%	30,36,300	100%

Broad Shareholding Distribution

Range of Shares	Number of Shares Holders	Percentage of Shareholders	No. of Shares	Percentage
01 To 5000	1,082	83.1029	2,31,809	7.63
5001 To 10000	108	8.2949	84,819	2.79
10001 To 20000	45	3.4562	69,988	2.31
20001 To 30000	12	0.9217	32,559	1.07
30001 To 40000	10	0.7680	35,510	1.17
40001 To 50000	7	0.5376	33,917	1.12
50001 To 100000	16	1.2289	1,24,618	4.10
100001 & Above	22	1.6897	24,23,080	79.81
TOTAL	1,302	100%	30,36,300	100%

Non-Mandatory Requirements:

The Company at present has not adopted the Non-Mandatory requirements with regard to maintenance of Non-executive Chairman's Office, sending of half yearly performance to the shareholders to their residence etc.

Dematerialisation of Shares and Liquidity:

83.60 % of Company's Equity Shares have been dematerialised as on 31st March 2011.

Investor Correspondence:

All inquiries, clarifications and correspondence should be addressed to the Compliance Officer at the following address:

Compliance Office : Mr. Mahesh Puthran
"Premco House" Compliance Officer
A/26, MIDC,
Street No. 3,
Andheri (E)
Mumbai – 400 093.
Telephone No. : 022-30855025
Fax No. : 022-28351812
Email : mahesh@premcoglobal.com

Declaration Under Clause 49

All the Board Members and senior Management have affirmed compliance to the Code of Conduct for the F. Y. 2010-2011.

Place Mumbai
Date : 24th May 2011.

Lokesh P. Harjani
Director

AUDITORS' CERTIFICATE ON CORPORATE GOVERNANCE

To
The Members
Premco Global Limited

We have examined the compliance of conditions of Corporate Governance by Premco Global Limited, for the year ended on 31st March 2011, as stipulated in Clause 49 of the Listing Agreement of the said Company with Stock Exchanges in India.

The Compliance of 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 Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us and the representations made by the Director and Management, 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 investor grievance is pending for a period exceeding one month against the Company as per the records maintained by the Company.

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 **S. P. JAIN & ASSOCIATES**
Chartered Accountants,
FRN 103969W

KAPIL K. JAIN
PARTNER
Membership No. 108521.

Place : Mumbai.
Dated : 24th May, 2011.



AUDITORS' REPORT

To,
The Members,
PREMCO GLOBAL LIMITED

We have audited the attached Balance Sheet of PREMCO GLOBAL LIMITED, Mumbai as at 31st March 2011, the Profit and Loss Account and Cash Flow Statement for the period 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 the financial statements based on our audit.

1. 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 amounts 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.
2. As required by the Companies (Auditor's Report) Order, 2003 (as amended) issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we enclose in Annexure here to a statement on the matters specified in paragraph 4 and 5 of the said Order.
3. Further to our comments in the Annexure referred to in paragraph 2 above, we report that:
 - a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the 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 appears from our examination of those books;

- c) The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of accounts;
- d) In our opinion, Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report comply with mandatory accounting standards referred to in sub section (3C) of section 211 of the Companies Act, 1956;
- e) Based of written representations received and taken on record, we are of the opinion that none of the directors are disqualified as on 31st March, 2011 from being appointed as directors in terms of 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 together with the Significant Accounting Policies and other notes thereon give the information required by the Companies Act, 1956, in the manner so required and present a true and fair view, in conformity with the accounting principles generally accepted in India:
 - (i) In so far as it relates to Balance Sheet, of the state of affairs of the Company as at 31st March, 2011.
 - (ii) In so far as it relates to of Profit & Loss Account, of the profit of Company for the year ended on that date.
 - (iii) In so far as it relates to the Cash Flow Statement, of the cash flow of Company for the year ended on that date.

For **S. P. JAIN & ASSOCIATES**
CHARTERED ACCOUNTANTS
FRN 103969W

Place: Mumbai.
Date: 24th May, 2011.

KAPIL K. JAIN
PARTNER
M. No. 108521

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ANNEXURE TO THE AUDITORS REPORT

(Referred to in paragraph 2 of our report of even date)

1. In respect of Fixed Assets:
 - a) The Company is *in the process of updating & maintaining* proper records showing full particulars including quantitative details and situation of fixed assets.
 - b) As explained to us, the fixed assets have been physically verified by the management during the year in a phased periodical manner, which in our opinion is not very reasonable, having regard to the size of the company and nature of its assets and considering the process of updation and maintenance of Fixed Assets Register. No material discrepancies were noticed on such physical verification.
- c) In our opinion, the company has not disposed of substantial part of fixed assets during the year and the going concern status of company is not affected.
2. In respect of its inventories:
 - a) As explained to us, inventories have been physically verified by the management at regular intervals during the year.
 - b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of

inventories followed by the management are reasonable and adequate in relation to the size of the company and nature of its business.

- c) In our opinion and according to the information and explanation given to us, the Company has maintained proper records of inventories. As explained to us, there were no material discrepancies noticed on physical verification of inventory as compared to the book records.
3. In respect of Loans, Secured or Unsecured, granted or taken by the company to / from companies, firms or other parties covered in the Register maintained U/s. 301 of the Companies Act, 1956;
 - a) The company has taken Loan from one party (P.Y. one party) referred above of Rs. 50.50 Lacs (P.Y. Rs. 41 Lacs) during the year and the Closing Balance as at the end is Rs. Nil Lacs (P.Y. Rs. 28 Lacs). The company has given loan to one party (P.Y. one party) aggregating to Rs. 3.27 Lacs (P.Y. Rs. 0.50 Lacs) and the Closing year end balance is Rs. NIL Lacs (P.Y. Rs. NIL).
 - b) In our opinion and according to the information and explanations given to us, the rate of interests, wherever applicable and other Terms and Conditions are not primafacie prejudicial to the interest of the Company.
 - c) The Company is regular in repaying the principal amount.
 - d) There is no overdue amount in respect of loans taken and given by the Company.
4. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business for the purchase of inventory, Fixed Assets and also for the sale of goods. During the course of our audit, we have not observed any major weaknesses in internal controls.
5. In respect of transactions covered under Section 301 of the Companies Act, 1956:
 - a) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements, that needed to be entered in to register maintained under section 301 of the Companies Act, 1956 have been so entered.
 - b) In our opinion and according to the information and explanations given to us, the transactions in pursuance of the contracts or arrangements entered in the register maintained Under Section 301 of the Companies Act 1956 and exceeding Rs. 5,00,000/- (Rupees Five Lacs Only) in respect of any party during the year have been made at price, which are reasonable having regard to prevailing market price at the relevant time
6. In our opinion and according to information and explanations given to us, the company has not accepted any deposits from public during the period covered by our report.
7. The Company has an internal audit system, which in our opinion, is commensurate with the size of the company and nature of business.

8. To the best of our knowledge and according to the explanation given to us the Central Government has not prescribed maintenance of the Cost Records under Section 209 (1) (d) of the Companies Act for any products of the company. We have broadly reviewed the accounts and records of the Company in this connection and are of the Opinion, that prima facie, the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the same.

9. In respect of the statutory dues:
 - a) According to the records of the Company, undisputed statutory dues including Provident Fund, Investor, Education and Protection Fund, Employees' State Insurance, Income Tax, Sale-Tax, Wealth Tax, Customs Duty, Cess and other statutory dues have been generally regularly deposited with the appropriate authorities. According to the information and explanation given to us, no undisputed amounts payable in respect of the aforesaid due were outstanding as at 31st March, 2011.
 - b) To the best of our knowledge and information provided to us no disputed statutory dues is remained outstanding as 31st March 2011.

Status	Nature	Amount	Period	Forum
	of Dues		A.Y.	
Income tax	Income tax	3,12,379	2007-08	Rectification Pending
FBT	FBT	39,130	2008-09	Rectification Pending
Income tax	Income tax	28,49,450	2009-10	Rectification Pending

10. The company has no accumulated losses and has not incurred any cash losses during the financial year covered by our audit or in the immediately preceding Financial Year.
11. Based on our audit procedures and according to the information and explanation given to us, we are of the opinion that company has generally not defaulted in repayment of dues to banks.
12. In our opinion and according to the information and the explanation given to us, no loans and advances have been granted by the company on the basis of security by way of pledge of shares, debentures and other securities.
13. In our opinion, the Company is not a Chit Fund or Nidhi / Mutual Benefit Fund / Society. Therefore, Clause 49 (xiii) of the companies (Auditors Report) Order 2003 is not applicable to the Company.
14. In our opinion and according to the information and explanation given to us, the Company has maintained proper records of transactions and contracts in respect in the trading in securities, debentures and other investments and timely entries have been made therein. All shares, debentures and other investments have been held by company in its own name.



15. According to information and explanation given to us and to the best of knowledge, the Company has not given guarantees for loans taken by others from banks or financial institutions.
16. The company has received new term loan during the year and the same has been utilized and applied for the purpose for which they were obtained other than the amounts temporarily invested pending utilization of the same for intended use.
17. According to information and explanation given to us, and on an overall explanation of the Balance Sheet of the Company, we are of the opinion that the company has not utilized any fund from Short Term Sources towards Long Term Purposes.
18. During the year, the Company had not made any preferential allotment of shares to parties and companies covered in the register maintained U/s. 301 of the Companies Act, 1956.
19. In our opinion and according to the information and explanation given to us the Company has not issued any debentures.
20. The Company has not raised any money by way of public issue during the year.
21. To the best of our knowledge and belief and according to the information and explanation given to us, no fraud on or by the Company has been noticed or reported during the year, that causes the financial statements to be materially misstated.

For **S. P. JAIN & ASSOCIATES**,
CHARTERED ACCOUNTANTS
FRN 103969W

KAPIL K. JAIN
(PARTNER)
Membership No. 108521.

Place: Mumbai
Date : 24th May 2011.

PREMCO GLOBAL LTD.

27th Annual Report 2011

BALANCE SHEET AS AT 31ST MARCH 2011.

	SCHEDULE	AS AT 31 MAR 2011	(Rs. in Lacs) AS AT 31 MAR 2010
I. SOURCES OF FUNDS			
1. SHAREHOLDER'S FUNDS			
a) Share Capital	1	301.36	301.36
b) Reserves & Surplus	2	1,277.15	1,182.90
		<u>1,578.51</u>	<u>1,484.26</u>
2. LOAN FUNDS			
a) Secured Loans	3	691.22	352.87
b) Unsecured Loans	4	-	28.00
		<u>691.22</u>	<u>380.87</u>
3. DEFERRED TAX LIABILITY			
		226.97	204.19
TOTAL		<u>2,496.70</u>	<u>2,069.32</u>
II. APPLICATIONS OF FUNDS			
1. FIXED ASSETS			
a) Gross Block	5	2,221.77	1,813.29
b) Less : Depreciation		856.02	770.22
c) Net Block		<u>1,365.75</u>	<u>1,043.07</u>
2. CAPITAL WORK IN PROGRESS			
		-	6.62
3. INVESTMENTS	6	31.57	31.98
4. CURRENT ASSETS, LOANS & ADVANCES			
a) Inventories	7	622.46	432.52
b) Sundry Debtors	8	473.24	461.74
c) Cash & Bank Balances	9	92.28	136.42
d) Loans, Advances & Deposits	10	263.94	451.58
		<u>1,451.92</u>	<u>1,482.25</u>
Less : CURRENT LIABILITIES & PROVISIONS			
a) Current Liabilities	11	267.24	230.86
b) Provisions	12	85.30	263.75
		<u>352.54</u>	<u>494.61</u>
NET CURRENT ASSETS		<u>1,099.38</u>	<u>987.65</u>
TOTAL		<u>2,496.70</u>	<u>2,069.32</u>
SIGNIFICANT ACCOUNTING POLICIES & NOTES ON ACCOUNTS	21		

As per our Report of even date

For S.P. JAIN & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN 103969W

KAPIL K. JAIN
PARTNER
Membership No. 108521.

Place : Mumbai.
Dated : 24th May, 2011

For & on behalf of the Board

LOKESH P. HARJANI
DIRECTOR

RAJESH MAHTANI
DIRECTOR



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

		AS AT 31 MAR 2011	(Rs. in Lacs) AS AT 31 MAR 2010
I. INCOME			
Sales	13	4,231.56	2,806.39
Other Income	14	98.34	79.44
Increase / (Decrease) in Stock	15	180.33	(30.09)
TOTAL		4,510.23	2,855.74
II. EXPENDITURE			
Raw Material & Spares Consumed	16	2,960.68	1,682.30
Manufacturing Expenses	17	393.81	301.22
Personnel Expenses	18	382.79	296.66
Selling, Distribution & Administrative Expenses	19	383.11	268.33
Interest & Financial Charges	20	91.98	49.17
Depreciation	5	101.20	78.80
TOTAL		4,313.57	2,676.49
PROFIT BEFORE TAX		196.66	179.26
LESS : PROVISION FOR TAXATION			
Current Tax		44.00	65.00
Deferred Tax (Asset) / Liability		22.78	3.25
Short / (Excess) Income Tax Provision		(5.67)	5.68
NET PROFIT AFTER TAX		135.55	105.32
Add : Profit Brought Forward from Previous Year		-	-
PROFIT AVAILABLE FOR APPROPRIATION		135.55	105.32
APPROPRIATIONS			
Proposed dividend		35.53	35.53
Tax on proposed dividend		5.77	5.90
Transferred to General Reserve		94.25	63.89
Surplus Carried Forward		-	-
TOTAL		135.55	105.32
BASIC & DILUTED EARNING PER SHARE (IN RS.) (Face Value of Rs. 10/- Each)		4.46	3.47
SIGNIFICANT ACCOUNTING POLICIES & NOTES ON ACCOUNTS	21		

As per our Report of even date

For S.P. JAIN & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN 103969W

KAPIL K. JAIN
PARTNER
Membership No. 108521.

Place : Mumbai.
Dated : 24th May, 2011

For & on behalf of the Board

LOKESH P. HARJANI
DIRECTOR

RAJESH MAHTANI
DIRECTOR

PREMCO GLOBAL LTD.

SCHEDULES TO THE BALANCE SHEET

(Rs. in Lacs)
AS AT
31 MAR 2010

AS AT
31 MAR 2011

1. SHARE CAPITAL :

AUTHORISED

40,00,000 (P.Y. 40,00,000) Equity Shares
of Rs. 10/- each

400.00

400.00

ISSUED

30,36,300 (P.Y. 30,36,300) Equity Shares
of Rs. 10/- each

303.63

303.63

SUBSCRIBED & PAID UP

30,36,300 (P.Y. 30,36,300) Equity Shares of Rs. 10/- each

303.63

303.63

Less : Call in arrears

From Director

-

-

From Others

2.27

2.27

301.36

301.36

Of the above Equity Shares :

(a) 1,50,000 Shares were allotted as Bonus Shares by Capitalisation of Reserve.

(b) 6,97,000 Shares were allotted pursuant to Schemes of Amalgamation without payment being received in cash.

2. RESERVES & SURPLUS

SHARE PREMIUM ACCOUNT (Net of Arrears)

392.76

392.76

392.76

392.76

CAPITAL SUBSIDY

Balance as per Last Balance Sheet

22.78

22.78

Add : Addition During the year

-

-

22.78

22.78

GENERAL RESERVE

Balance as per Last Balance Sheet

767.36

703.48

Add : Transferred From Profit & Loss A/C

94.25

63.89

861.61

767.36

PROFIT & LOSS ACCOUNT

Balance in Profit & Loss Account

-

-

TOTAL

1,277.15

1,182.90



SCHEDULES TO THE BALANCE SHEET

	AS AT 31 MAR 2011	(Rs. in Lacs) AS AT 31 MAR 2010
3. SECURED LOANS		
TERM LOANS		
From Banks***	<u>308.95</u>	<u>189.62</u>
(Instalments repayable within next one year Rs. 1,17,76,200/- (P.Y. 68,46,879/-))		
WORKING CAPITAL LOANS		
Cash Credits From Bank*	365.34	163.26
Letter of Packing Credit*	16.93	-
Notes:		
1) Term Loans & working capital referred to above from Banks are secured by way of Hypothecation of first & exclusive charge on all present & future current assets inclusive of all stocks & book debts and plant & machinery along with equitable mortgage on the property situated at Plot no. 41, Survey no. 35 (PT) Diwan & sons industrial Estate, Aliyali Village, Palghar, Thane District & Survey no. 202/2, Old check post, Dadra & Nagar Haveli, Dadra along with personal guarantee of Lokesh Harjani, Ashok Harjani		
2) ***Vehicle Loan from Bank are secured by mortgage of Respective Vehicle.		
TOTAL	<u><u>691.22</u></u>	<u><u>352.87</u></u>
4. UNSECURED LOANS		
From Directors & Relatives	<u>-</u>	<u>28.00</u>

5. FIXED ASSETS

PARTICULARS	(Rs.in Lacs)									
	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As At 01.04.2010	ADDI- TION	DEDU- CTION	As At 31.03.2011	As At 01.04.2010	For the Year Depreciation	Accumulated Depreciation On Sales	As at 31.03.2011	As At 31.03.2010	As At 31.03.2010
FREEHOLD LAND	24.13	-	-	24.13	-	-	-	0.00	24.13	24.13
FACTORY BUILDING	300.35	0.19	-	300.54	131.28	10.04	-	141.32	159.22	169.06
PLANT & MACHINERY	1,278.44	353.68	14.74	1,617.38	528.93	70.95	10.43	589.45	1,027.93	749.50
ELECT. FITTINGS	33.40	20.66	-	54.06	18.79	2.59	-	21.39	32.68	14.61
FURNITURE & FIXT.	24.30	4.18	-	28.48	10.41	1.66	-	12.07	16.41	13.89
VEHICLE	55.80	26.61	7.10	75.30	20.47	5.71	4.97	21.21	54.10	35.33
GENERATOR	24.40	-	-	24.40	10.81	1.15	-	11.96	12.43	13.59
HEATING MODULE	1.21	0.06	-	1.27	0.67	0.06	-	0.73	0.54	0.54
AIR CONDITIONER	11.72	1.54	-	13.27	3.84	0.60	-	4.44	8.83	7.88
OFFICE EQUIPMENT	9.29	0.68	-	9.97	5.74	0.57	-	6.31	3.66	3.55
COMPUTER	49.72	3.51	-	53.23	39.00	3.06	-	42.05	11.18	10.72
LEASE HOLD IMPROVEMENT	-	19.21	-	19.21	-	4.80	-	4.80	14.40	-
LAB EQUIPMENT	0.55	-	-	0.55	0.28	0.02	-	0.30	0.24	0.27
TOTAL	1,813.29	430.32	21.84	2,221.77	770.22	101.20	15.40	856.02	1,365.75	1,043.07
PREVIOUS YEAR	1,692.15	131.13	10.00	1,813.29	698.06	78.80	6.65	770.22	1,043.07	994.09

PREMCO GLOBAL LTD.

SCHEDULES TO THE BALANCE SHEET

(Rs. in Lacs)

AS AT
31 MAR 2011 AS AT
31 MAR 2010

6. INVESTMENTS (AT COST)

(I) UNQUOTED:

2,417	Equity Shares of S.V.C. Bank of Rs.25/- Each Fully Paid	(P.Y.2,417)	0.61	0.61
5,000	Equity Shares of New Ind Co-op. Bank Ltd. of Rs.10/- Each, Fully Paid	(P.Y.5,000)	0.50	0.50
5,000	Equity Shares of Goldcrest Finance (I) Ltd. of Rs.10/- Each Partly Paid	(P.Y.5,000)	0.50	0.50

(II) QUOTED:

3,000	EQUITY SHARES OF IFCI BANK LTD OF RS. 10/- EACH FULLY PAID	(P.Y 3,000)	1.96	1.96
*188	EQUITY SHARES OF RELIANCE INDUSTRIES LTD. / ERSTWHILE RELIANCE PETROLEUM LTD. OF RS. 10/- EACH FULLY PAID	(P.Y 3,008)	6.32	6.32
188	EQUITY SHARES OF RELIANCE INDUSTRIES LTD. (BONUS) OF RS. 10/- EACH FULLY PAID	-	-	-
NIL	EQUITY SHARES OF FAZE THREE EXPORT LTD.(BONUS) OF RS. 10/- EACH FULLY PAID	(P.Y.8,640)	-	-
NIL	EQUITY SHARES OF FAZE THREE EXPORTS LTD. OF RS. 10/- EACH FULLY PAID	(P.Y.500)	-	0.28
200	EQUITY SHARES OF UNITECH LTD (BONUS) OF RS. 2/- EACH FULLY PAID	(P.Y 200)	-	-
800	EQUITY SHARES OF UNITECH LTD OF RS. 2/- EACH FULLY PAID	(P.Y 800)	1.66	1.66
NIL	EQUITY SHARES OF ARTSON ENGINEERING LTD. OF RS. 1/- EACH FULLY PAID	(P.Y 500)	-	0.48
150	EQUITY SHARES OF BHARAT HEAVY ELECTRICALS LTD. OF Rs.10/- EACH FULLY PAID	(P.Y 250)	2.74	4.95
NIL	EQUITY SHARES OF AUNDE FAZE THREE LTD. (BONUS) OF Rs.10/- EACH FULLY PAID	(P.Y 4,000)	-	-
NIL	EQUITY SHARES OF NELCO LTD. OF Rs. 10/- EACH FULLY PAID	(P.Y 2,000)	-	1.64
200	EQUITY SHARES OF RELIANCE CAPITAL LTD. OF Rs. 10/- EACH FULLY PAID	(P.Y 200)	1.78	1.78
NIL	EQUITY SHARES OF TRIVENI GLASS LTD. OF Rs. 10/- EACH FULLY PAID	(P.Y 1,000)	-	0.50

(III) MUTUAL FUNDS:

		UNITS		
6,708.346	UNITS OF DSP BLACK ROCK EQUITY FUND	-	1.10	-
403.138	UNIT OF HDFC EQUITY FUND GROWTH	-	1.10	-
3,955.168	UNIT OF HDFC PRUDENCE FUND GROWTH	-	8.00	-
531.974	UNIT OF TOP 200 FUND GROWTH	-	1.10	-
2,293.327	UNIT OF ICICI PRUDENTIAL DISCOVERY FUND	-	1.10	-
5,697.097	UNIT OF RELIANCE EQUITY OPPORTUNITIES FUND	-	2.00	-
10,238.528	UNIT OF RELIANCE INFRASTRUCTURE FUND	-	1.10	-
-	UNITS OF RELIANCE EQUITY FUND GROWTH PLAN	(P.Y.770.594)	-	2.00
-	UNIT OF FIDELITY INDIA SPECIAL SITUATIONS	(P.Y 20,408.26)	-	2.40
-	UNIT OF HDFC EQUITY FUND -3829333/02	(P.Y 1,727.51)	-	2.60
-	UNIT OF PRUDENTIAL ICICI DYNAMIC PLAN -2644	(P.Y 3,782.99)	-	2.50
-	UNIT SBI MF MAGNUM GLOBAL FUND 94-90350	(P.Y 2,531.08)	-	1.30

TOTAL

31.57

31.98

Notes : 1) All Investment are valued at cost price.

2) * Received pursuant to Scheme of arrangement.

3) Aggregate Market Value of Quoted Investments is Rs. 26.13 Lacs (P.Y.Rs.34.57 lacs)

4) There are no investments purchased and sold/redeemed during the year.



SCHEDULES TO THE BALANCE SHEET

	AS AT 31 MAR 2011	(Rs. in Lacs) AS AT 31 MAR 2010
7. INVENTORY (As taken, valued & certified by the management)		
Raw Material	324.64	317.57
Finished Goods	243.79	81.51
Semi-Finished Goods	33.32	15.27
Spare Parts	20.71	18.17
	<u>622.46</u>	<u>432.52</u>
8. SUNDRY DEBTORS (Unsecured & Considered Good unless otherwise stated)		
1) Less Than 6 Months	462.01	456.34
2) Other Debits	13.40	5.41
3) Provision for Doubtful Debits	(2.17)	-
	<u>473.24</u>	<u>461.74</u>
9. CASH & BANK BALANCES		
Cash in hand	1.30	1.15
Balance with Scheduled Banks		
In Current A/c	53.91	101.39
In Unpaid Dividend A/c	6.08	4.20
In Fixed Deposits	30.99	29.67
	<u>92.28</u>	<u>136.42</u>
10. CURRENT ASSETS, LOANS & ADVANCES (Un-Secured-Considered - Good unless other wise stated)		
Loans & Advance to Staff	5.19	5.39
Prepaid Expenses & Other Advances	8.30	35.14
Advance to Supplier	7.07	11.03
Less : Provision for Doubtful Advances	(1.98)	-
	<u>5.10</u>	<u>11.03</u>
Deposits	39.34	29.58
Balance with Revenue Authorities	95.23	256.13
Less : Provision for Duty Drawback	(3.53)	-
	<u>91.70</u>	<u>256.13</u>
Capital Advance	114.31	114.31
Total	<u>263.94</u>	<u>451.58</u>
11. CURRENT LIABILITIES		
a) Sundry Creditors*	134.99	123.41
b) Advances from Customers	10.00	20.10
c) Outstanding Liabilities	57.72	39.82
d) Statutory Liabilities	64.53	47.52
	<u>267.24</u>	<u>230.86</u>
12. PROVISIONS	<u>85.30</u>	<u>263.75</u>
Total	<u>352.54</u>	<u>494.61</u>

* Disclosure regarding Micro, Small & Medium Enterprise industrial undertakings to whom amounts are due have not been made as the necessary information is not available with the Company.

PREMCO GLOBAL LTD.

SCHEDULES TO THE PROFIT & LOSS ACCOUNT

	AS AT 31 MAR 2011	(Rs. in Lacs) AS AT 31 MAR 2010
13. SALES		
Sales (Local)	2,151.40	1,899.88
Sales (Exports)	1,445.90	709.44
Inter Division Transfer	618.54	190.66
Scrap Sales	8.30	4.89
Sales Raw Material	7.42	1.52
TOTAL :	<u>4,231.56</u>	<u>2,806.39</u>
14. OTHER INCOME		
Dividend received	0.28	2.71
Duty Draw Back received	79.62	45.43
Interest Subsidy TUF	2.15	11.54
Sampling & Designing	0.08	2.83
Foreign Exchange Fluctuation	0.83	-
Interest Received [TDS Rs. 36.326 (PY Rs. 47.678)]	3.81	5.08
Notice pay received	0.73	0.12
Miscellaneous Income	2.53	1.29
Sundry Balance W/Off	-	4.55
Insurance Claim Received	0.06	-
Profit on Sales of Fixed Assets	0.42	-
Long Term Gain on Sale of Shares & Investments	7.69	2.35
Short Term Gain on Sale of Shares & Investments	-	0.40
Special Sales Service (Debtors)	0.14	3.15
TOTAL	<u>98.34</u>	<u>79.44</u>
15. INCREASE/DECREASE IN STOCK		
CLOSING STOCK :		
Finished Goods	243.78	81.51
Semi-finished Goods	33.32	15.27
Total (A)	<u>277.11</u>	<u>96.77</u>
Less : Opening Stock :		
Finished Goods	81.51	113.25
Semi-finished Goods	15.27	13.61
Total (B)	<u>96.77</u>	<u>126.86</u>
INCREASE/(DECREASE) IN STOCK (A-B)	<u>180.33</u>	<u>(30.09)</u>
16. RAW MATERIAL & SPARES CONSUMED		
(A) RAW MATERIAL		
OPENING STOCK	317.57	191.97
Add : Purchases & Divisional Transfers	2,910.51	1,769.81
	<u>3,228.09</u>	<u>1,961.78</u>
LESS : CLOSING STOCK	324.64	317.57
TOTAL (A)	<u>2,903.44</u>	<u>1,644.20</u>
(B) CONSUMPTION OF SPARES		
OPENING STOCK	18.17	11.83
Add : PURCHASES	59.78	44.44
	<u>77.95</u>	<u>56.27</u>
Less : CLOSING STOCK	20.71	18.17
TOTAL (B)	<u>57.24</u>	<u>38.10</u>
TOTAL :(A + B)	<u>2,960.68</u>	<u>1,682.30</u>
17. MANUFACTURING EXPENSES		
Diesel Expenses	12.61	12.04
Electricity Charges	99.10	81.65
Factory Expenses	5.70	5.27
Repairs and Maintenance Building	8.96	10.24
Repairs and Maintenance Plant & Machinery	2.07	1.43
Repairs and Maintenance Others	44.26	30.68
Labour Charges	69.63	34.98
Processing Charges	150.50	122.34
Testing Charges	0.99	2.59
TOTAL	<u>393.81</u>	<u>301.22</u>



SCHEDULES TO THE PROFIT & LOSS ACCOUNT

	AS AT 31 MAR 2011	(Rs. in Lacs) AS AT 31 MAR 2010
18. PERSONNEL EXPENSES		
Salary, Wages & Bonus	326.26	250.28
Contribution to Provident Fund & other Funds	15.07	9.54
Gratuity	6.98	12.01
Staff recruitment expenses	2.08	0.70
Staff Welfare and other Amenities	32.39	24.13
	<u>382.79</u>	<u>296.66</u>
19. SELLING & ADMIN EXPENSES		
SELLING & DISTRIBUTION EXPENSES		
Commission	22.03	17.64
Advertisement	1.02	0.63
Sales Promotion	6.65	5.75
Frieght & Forwarding Charges	120.61	82.41
Discounts	5.26	6.05
Sales Tax	2.29	0.21
Total (a)	<u>157.87</u>	<u>112.70</u>
ADMIN EXPENSES		
Repairs & Maintainance	2.88	1.88
Internal Audit Fees	0.60	0.82
Statutory Audit fees	1.49	1.45
Conveyance & Travelling	72.54	61.36
Donation	8.60	12.84
Insurance Charges	7.47	6.12
Lease Rent-Car	4.98	6.04
Legal & Professional Charges	24.42	15.38
Loss on Sale of Machinery	2.97	2.05
Miscellaneous Expenses	39.27	33.81
Prior Period Expenses	12.40	1.27
Rent Paid	38.66	12.07
Sundry Balances W / Off	8.96	0.54
Total (b)	<u>225.24</u>	<u>155.63</u>
Grand Total (a+b)	<u>383.11</u>	<u>268.33</u>
20. INTEREST & FINANCE CHARGES		
Bank & other Finance charges	26.36	13.88
Bank Interest	30.38	4.94
Interest on term loans	27.58	13.85
Interest on Car Loan	2.15	2.05
Foreign Exchange Fluctuation Loss	-	12.08
Interest to others	5.52	2.37
Total	<u>91.98</u>	<u>49.17</u>

SCHEDULE TO THE BALANCE SHEET & PROFIT & LOSS ACCOUNTS

21. SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS

A. SIGNIFICANT ACCOUNTING POLICIES

1. Basis of preparation of Financial Statements

- a) The financial statements have been prepared under historical cost convention, in accordance with the generally accepted accounting principles and the provision of the Companies Act, 1956 as adopted consistently by the Company.
- b) Accounting policies not specifically referred to otherwise are consistent with the generally accepted accounting principles followed by the Company.
- c) The preparation of financial statements requires estimates and assumption to be made that effect the reported amount of assets and liabilities on the date of financial statements and the reported amount of revenue and expenses during the reporting period .The Difference between the actual and estimate are recognized in the period in which results are known/materialized.

2. Fixed Assets and Depreciation

- a) Fixed assets stated at cost of acquisition or construction or less accumulated depreciation. All costs, including financial cost till commencements of commercial production, net charges on Foreign Exchange Contracts and adjustments arising from exchange rate variations relating to specific borrowings attributable to the fixed assets are capitalized.
- b) Depreciation on fixed assets provided on straight-line method at the rates prescribed by Schedule XIV of the Companies Act, 1956.
- C) Leasehold Improvements are written off over the period of lease.

3. Foreign Exchange Transaction

Transactions denominated in foreign currencies are normally recorded at the exchange rate prevailing at the time of the transaction. Outstanding balances are valued at the rate prevailing on the Balance Sheet date.

4. Investments

The Investments are stated at cost. Provision for diminution in the value of long-term investments is made only if such a decline is other than temporary in the opinion of the management.

5. Inventories

The inventories are valued as follows:

- a) Raw materials, Stores, Spares and Stock in transit are valued at cost.
- b) Stock in process is valued at cost.
- c) Finished goods are valued at cost or market value whichever is lower.

6. Sales

Sales include Inter-division transfers, related services, and Taxes.

7. Government Grants & Subsidies

- a) The government grants received are accounted in the year of receipt.
- b) Interest subsidy on term loans under TUF scheme is provided on accrual basis only to the extent of certainty of receipt & filling of claim in respect thereof.

8. Customs and Excise Duty

Custom Duty is accounted for as and when paid on the clearance of the goods for home consumption.

9. Employees Retirement and other benefits

- a) The contribution of the Company towards Provident Fund and Employee State Insurance, which are, defined contributions plans are charged to revenue.
- b) The Employee's Gratuity and Leave Encashment are the company's defined benefit plan. The present value of the obligation under such defined benefit plan is determined based on Acturial Valuation using the Projected Unit Credit Method.

10. Contingent Liabilities

Contingent liabilities are not provided for and are disclosed by way of notes.

11. Inter Divisional Transfers

Inter divisional transfers of goods and services for internal use of captive consumption in plant located at different places/states are shown as contra items in the Profit and Loss Account to reflect the true economical value of the production inter-se the divisions. Any unrealized profit on unsold stocks is ignored while valuing inventories. This accounting treatment has no impact on the profit of the company.

12. Provisions for Current and Deferred Tax

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income-tax Act, 1961.

Deferred tax resulting from "timing difference" between book and taxable profit is accounted for using the tax rates and laws that have been enacted or substantively enacted as on the balance sheet date. The deferred tax assets is recognized and carried forward only to the extent that there is a reasonable and virtual certainty that the assets will be realised in future.

13. Borrowing Cost

Borrowing cost incurred in relation to the acquisition, construction of assets are capitalized as the part of cost of such assets up to date which such assets are ready for intended use. Other borrowing costs are charged as an expense in the year in which they are incurred.

14. Impairment of Assets

An asset is treated as impaired when the carrying cost of asset exceeds its recoverable value. An impairment loss is charged to Profit and Loss Account in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting periods is reversed if there has been a change in the estimate of recoverable amount.

15. Lease Rentals :

Lease Rentals for assets taken on operating lease are recognized as on expenses in Profit and Loss Account over the lease term on accrual basis.

B. NOTES ON ACCOUNTS

- Figures of the previous year have been regrouped and rearranged, wherever considered necessary.
- Contingent Liabilities :
 - Unredeemed Bank Guarantees are Rs.18.65 Lacs (P.Y.Rs.15.95 Lacs)
 - Claims against the company not acknowledged as debts
 - Claims Rs. 503.35 lacs (P. Y. 503.35 Lacs)
 - Income Tax Liability Rs. 32.01 Lacs (P.Y. 3.51 Lacs)
- Estimated amount of contracts remaining to be executed (net of advances) is Rs. NIL (P.Y. 347.28 Lacs)
- The balance confirmations in respect of debtors, creditors, advances, loans and deposits as at 31st March 2011 have been called for and are subject to confirmation & reconciliation as the necessary communication in this respect is not received from them. The management has scrutinized the accounts and the balances appearing in the Balance Sheet are correct.
- In the opinion of the management, no item of current assets, loans and advances has a value on realisation in the ordinary course of business, which is less than the amount of value at which it is stated in the Balance Sheet, unless otherwise specified.
- Dividend income is accounted on receipt basis.
- The company has not received any intimation from suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures regarding :
 - Amount due and outstanding to suppliers as at the end of accounting year.
 - Interest paid during the year.
 - Interest payable at the end of the accounting year.
 - Interest accrued and unpaid at the end of the accounting year, have not been given.

The Company is making efforts to get the confirmations from the suppliers as regards their status under the Act.
- (A) The capital work in progress comprises of the following expenditure incurred at new production unit to be set up at Vapi. (Rs. In Lacs)

	C.Y.	P.Y.
a) Rent	--	1.64
b) Salary	--	0.20
c) Fixed Assets	--	2.84
d) Stamp Duty	--	0.75
e) Legal Charges	--	0.37
f) Miscellaneous	--	0.82
Total		6.62

- (B) During the year commercial operations has started at Vapi unit. The aggregate expenditure capitalized either directly relatable or upon allocation during the year to Fixed Assets are as under :

(Rs. in Lacs)

	31/03/2011	31/03/2010
Brokerage & Stamp Duty	3.05	--
Legal & Professional Charges	0.95	--
Rent	11.78	--
Security Charges	0.71	--
Travelling	0.68	--
Manufacturing Expenses & Labour Charges	3.06	--
Electricity Charges	4.20	--
Maintenance and House Keeping	2.72	--
Salary & Staff Welfare	10.41	--
Miscellaneous Expenses	2.91	--
Total	40.47	--

PREMCO GLOBAL LTD.

9. The company has identified the items of inventory, which are obsolete & non-moving items. Therefore, following the principle of Prudence, these inventories are valued at net realizable price. The details of the same are as under :

Nature of Item	Current Year		Previous Year	
	Quantity (MT)	Value (Rs. in Lacs)	Quantity (MT)	Value (Rs. in Lacs)
Nylon	6.21	1.24	6.97	1.39
Polyester	4.91	0.98	7.51	1.51
Rubber & Spandex	5.01	5.01	4.44	4.44
Others	5.99	1.22	4.64	0.93

- 10 Foreign Currency exposure that are not hedged by derivative instruments or otherwise are as follows:

Particulars	31.03.2011		31.03.2010	
	Amount (USD \$ in Lacs)	Amount (Rs. in Lacs)	Amount (USD \$ in Lacs)	Amount (Rs. in Lacs)
Sundry Creditors/Outstanding Letter of Credit on Import	USD \$ NIL	Rs. NIL	USD \$ 0.82	Rs.37.80
Sundry Debtors	USD \$ 5.72	Rs. 254.11	USD \$ 4.26	Rs.189.79
Letter of Packing Credit	USD \$ 0.38	Rs. 16.93	USD \$ NIL	Rs.NIL
Balance in EFC A/c	USD \$ 1.18	Rs. 52.44	USD \$ 2.23	Rs.99.28

11. (A) Details of Managerial Remuneration

	2010-11 (Rs. In Lacs)	2009-10 (Rs. In Lacs)
i) Salary & Allowances	21.00	23.79
ii) Bonus & Other Perquisites	1.60	1.30
iii) Gratuity Provision	6.63	5.28
	<u>29.23</u>	<u>30.37</u>

- (B) Computation of net profit in accordance with Section 349 of the Companies Act, 1956, read in accordance with Section 198 of the Act.

	Year ended 31st March, 2011 Rs. (Lacs)	Year ended 31st March, 2010 Rs. (Lacs)
Profit before tax	196.66	179.26
Add :Remuneration to Directors	29.23	30.37
Provision for doubtful debts	7.68	-
Net Loss/(Profit) on disposal of Investment	(7.69)	(2.75)
Net Loss on sales of Fixed Assets.	2.55	-
Net Profit for computation of Managerial remuneration	<u>228.43</u>	<u>206.88</u>

12. Payment to Auditors

	2010-11 (Rs. In Lacs)	2009-10 (Rs. In Lacs)
b) Audit Fees	0.88	0.55
c) Tax Audit Fees	0.22	0.22
d) Other Consultancy Matters	0.28	0.58
e) out of Pocket Expenes	0.11	0.10
	<u>1.49</u>	<u>1.45</u>

13. Information pursuant to Para 3 & 4 of Part II of Schedule VI of the Companies Act, 1956 (to the extent available and as certified by the management) is as under :-

- a) Licensed/Installed Capacities

Description of Goods	Licensed		Installed	
	2010-2011	2009-2010	2010-2011	2009-2010
Elastic Tapes (Lacs Mtrs)	N.A.	N.A.	1110	850

- b) Production of Finished Goods

Description	Units	Current Year	Previous Year
Elastic Tapes	Lacs Mtrs	730.45	526.46



c. Quantitative information in respect of Opening Stock, Closing Stock, Sales and Consumption of Raw Materials (As Certified by Management)

I) Opening Stock of Finished Goods

Description	Units	Current Year		Previous Year	
		Quantity	Value (Rs. in Lacs)	Quantity	Value (Rs in Lacs)
Elastic Tapes	Lacs Mtrs	30.61	81.51	42.40	113.25

II) Closing Stock of Finished Goods

Description	Units	Current Year		Previous Year	
		Quantity	Value (Rs. in Lacs)	Quantity	Value (Rs in Lacs)
Elastic Tapes	Lacs Mtrs	58.86	243.78	30.61	81.51

III) Sales & Services

Description	Units	Current Year		Previous Year	
		Quantity	Value (Rs. in Lacs)	Quantity	Value (Rs in Lacs)
Elastic Tapes	Lacs Mtrs	702.20	3,761.47	538.27	2613.08
Others			470.09		193.31
Total			4,231.56		2,806.39

IV) Raw Material & Spares Consumed

Description	Units	Current Year		Previous Year	
		Quantity	Value (Rs. in Lacs)	Quantity	Value (Rs in Lacs)
Polyester	MT	821.50	1151.50	668.69	748.47
Nylon	MT	232.65	601.49	215.25	458.21
Rubber	MT	338.14	697.54	254.65	380.00
Others			510.16		106.69
Total			2,960.68		1,693.37

V) Consumption of Imported & Indigenous Items

Description	2010-2011		2009-2010	
	Rs. (In Lacs)	% of Total Consumption	Rs. (in Lacs)	% of Total Consumption
A. Raw Material & Components				
Imported	196.55	6.64%	281.88	16.65%
Indigenous	2,706.89	91.43%	1,373.40	81.10%
Sub-Total	2,903.44	98.07%	1,655.28	97.75%
B. Stores & Spares				
Imported	-	-	-	-
Indigenous	57.24	1.93%	38.09	2.25%
Sub-Total	57.24	1.93%	38.09	2.25%
Grand Total	2,960.68	100%	1,693.37	100%

VI. CIF value of Imports:

Description	Current Year (Rs. in Lacs)	Previous Year (Rs. in Lacs)
Raw Material	158.03	229.12
Capital Goods	157.83	34.55

VII. Expenditure in Foreign Currency

Description	Current Year (Rs. in Lacs)	Previous Year (Rs. in Lacs)
Traveling	49.76	38.07
Testing Charges	0.21	-
License Fees	0.48	-

VIII. Earning in Foreign Currency:

Description	Current Year (Rs. in Lacs)	Previous Year (Rs. in Lacs)
Value of Exports	1445.90	709.44

IX) Net Dividend remitted in Foreign Exchange

Particulars	Amount (Rs.)
Final Dividend 09-10 to 9 Shareholders on 14,000 Shares	16,800/-
Final Dividend 08-09 to 13 Shareholders on 34,000 Shares	40,800/-

14. Consequent to the adoption of Accounting standard on Employee benefits (AS 15) (Revised 2005) issued by the institute of Chartered Accountants of India, the following disclosures have been made by the Standard :

a) The details on Company's Gratuity and Leave Encashment liabilities employees are given below which is certified by the actuary and relied upon by the auditors.

	Rs. (in Lacs) Gratuity		Rs. (in Lacs) Leave encashment	
	31.03.11	31.03.10	31.03.11	31.03.10
Change in Benefit Obligation				
Present Value of Obligation (Opening)	28.53	31.02	9.20	8.17
Interest Cost	2.28	2.33	0.74	0.61
Current Service Cost	5.29	4.47	1.16	2.22
Past Service Cost	NIL	NIL	NIL	NIL
Benefits Paid	(4.72)	(14.50)	(3.16)	(4.01)
Actuarial (Gain) Loss on Obligation	(0.59)	5.21	1.49	2.21
Present value of Obligation (Closing)	30.79	28.53	9.43	9.20
Fair Value of Plan Assets				
Fair value of plan Assets 01/04/2010	NIL	NIL	NIL	NIL
Expected Return on Plan Assets	NIL	NIL	NIL	NIL
Contribution	4.72	14.50	3.16	4.01
Benefits paid	(4.72)	(14.50)	(3.16)	(4.01)
Actuarial (Gain) Loss on Obligation	NIL	NIL	NIL	NIL
Present value of Obligation 31/3/2011	NIL	NIL	NIL	NIL
Balance Sheet Recognition				
Present Value of Obligation	30.79	28.53	9.43	9.21
Fare value of Plan Assets	NIL	NIL	NIL	NIL
Liabilities (Assets)	NIL	NIL	NIL	NIL
Un-recognised past Service Cost	NIL	NIL	NIL	NIL
Liability (Asset) recognized in the Balance Sheet	30.79	28.53	9.43	9.21

	Rs. (in Lacs) Gratuity		Rs. (in Lacs) Leave encashment	
	31.03.11	31.03.10	31.03.11	31.03.10
Profit and Loss – Expenses Recognition				
Current Service Cost	5.29	4.47	1.16	2.22
Interest Cost	2.28	2.33	0.74	0.61
Expected Return on Plan Assets	NIL	NIL	NIL	NIL
Net Actuarial Gain (Loss) Recognised in the year	(0.59)	5.21	1.49	2.21
Expenses to be recognized in P/L Account	6.98	12.01	3.39	5.04
Assumptions :				
Discount Rate		8.00 %		8.00 %
Expected Return on Plan Assts		0.00 %		0.00 %
Mortality		LIC(1994-96) Ultimate		LIC(1994-96) Ultimate
Future Salary Increases		5.50 % PA		5.50% PA
Attrition				8 % for Age (20-29), 4 % for Age (30-39) & 2 % there after .

15. Segment Reporting

- A) In the opinion of the management the company is mainly engaged in the business of manufacturing of Elastic Tapes and all other activities of the Company revolve around the main business, and as such, there are no separate reportable segments.

B. Secondary Business Segment:

Description	Mumbai		Dadra		Palghar		Vapi	
	Rs. (in Lacs)		Rs. (in Lacs)		Rs. (in Lacs)		Rs. (in Lacs)	
	2010-11	2009-10	2010-11	2009-10	2010-11	2009-10	2010-11	2009-10
Segment Revenue (Sales)								
Within india	0.00	0.00	1985.58	1625.22	661.84	471.74	138.24	0.00
Outside India	0.00	0.00	1280.02	664.45	69.27	44.98	96.61	0.00
Total	0.00	0.00	3265.60	2289.67	731.11	516.72	234.85	0.00
Segment Fixed Assets(Gross)								
Within India	229.03	253.34	1,458.31	1,335.48	223.67	224.46	310.77	0.00
Outside India	-	-	-	-	-	-	-	-
Segment Assets (Gross)	229.03	253.34	1,458.31	1,335.48	223.67	224.46	310.77	0.00

16. Related Party Disclosures

a) List of Related Parties and Relationship

- Pixel Packaging Limited
- Premco Industries

Relationship
Associate Company
Associate Firm

b) Key Management Personnel

- Ashok B. Harjani
- Lokesh P. Harjani

Chairman & Managing Director
Director

c) Relatives of Key Management Personnel

- Mrs. Nisha P. Harjani
Mrs. Sonia A. Harjani

Relative
Relative

d) Related Party Transactions	2010-11 Rs. (in Lacs)	2009-10 Rs. (in Lacs)
I) <u>From Associates Enterprises</u>		
1. Purchase of Assets	0.00	2.72
2. Sale of Goods	0.00	19.88
3. Rent Paid	16.55	9.93
4. Loan /Advance Given (Closing Balance Rs. NIL /P.Y. Rs.NIL)	3.27	0.50
5. Loan taken (Closing Balance Rs. NIL /P.Y. Rs NIL)	0.00	0.00
6. Deposit Given (Closing Balance Rs. 9 Lacs / P.Y. 9 Lacs)	0.00	0.00
II) <u>From Key Management Persons</u>		
1. Car Hire Charges Paid	3.71	4.77
2. Remuneration, Bonus & Perks	29.23	30.37
3. Imprest Account (Closing Balance Rs. NIL /P.Y Nil)	0.55	2.27
4. Tour Advance (Closing Balance Rs. (0.06) Lacs/P.Y Rs. 0.36 Lacs)	41.04	29.38
5. Reimbursement of expenses	9.16	7.53
III) <u>From Relative of Key Management Persons</u>		
1. Loan Taken (Closing Bal NIL/P.Y Rs.28)	50.50	41.00
2. Car Hire Charges Paid	1.27	1.27
3. Remuneration	11.62	6.50
4. Interest Paid	5.27	2.37
5. Imprest Account (Closing Balance Rs. NIL /P.Y Rs.NIL)	0.55	4.95
6. Tour Advance (Closing Balance Rs. NIL /P.Y Rs.NIL)	2.30	1.38
7. Reimbursement of expenses	2.02	1.48

17. Information (to the extent applicable) pursuant to AS 19 :

The Company's significant leasing arrangements are in respect of operating leases for premises (residential, office, restaurant premises etc.). These leasing arrangements which are not non-cancellable range between 11 months and 5 years generally, or longer, and are usually renewable by mutual consent on mutually agreeable terms. The aggregate lease rentals payable are charged as rent under schedule "O".

The particulars of these leases are as follows:

(Rs. In Lacs)

PARTICULARS	2010 – 11	2009 – 10
Future Minimum lease payments obligation on non-cancelable operating leases :		
Not later than one year	48.55	48.65
Later than one year and not later than five years.	53.04	79.19
Later than five years	-	-
Lease payments recognized in Profit & Loss Account	38.66	12.07
Lease Payments capitalized with Fixed Assets.	10.15	--

18. Earning Per Share :

Earning per share computed in accordance with Accounting Standard 20 : 'Earning Per Share'

Basic & Diluted :	Current Year	Previous Year
Profit after Tax as per Accounts is Rs. In lacs	135.55	105.32
No. of Shares Issued (No. In lacs)	30.36	30.36
Basic & Diluted EPS (Rs.)	4.46	3.47



19. Major component of Deferred Tax Liabilities comprises of followings:

	Current Year Rs. in Lacs	Previous Year Rs. in Lacs
a) Deferred Tax Assets : Related to Fixed Assets	(30.72)	(2.76)
b) Deferred Tax Assets / (Liabilities) Dissallowance under I.T. Act. (Net)	7.94	(0.49)
c) Provision for Deferred Tax Asset / Liability (Net)	<u>(22.78)</u>	<u>(3.25)</u>

20. Figures of Previous are regrouped and reclassified wherever necessary.

As per our Annexed Report of even date

For S.P. JAIN & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN 103969W

KAPIL K. JAIN
PARTNER
Membership No. 108521.

Place : Mumbai.
Dated : 24th May, 2011

For & on behalf of the Board

LOKESH P. HARJANI
DIRECTOR

RAJESH MAHTANI
DIRECTOR

21. BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

I. Registration Details

Registration No. 40911 State 11
 Balance Sheet Date 31-03-2011

II. Capital Raised During the year (Amount Rs. In Lacs)

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

III. Position of Mobilisation & Deployment of Funds (Amount Rs. In Lacs)

Total Liabilities	Total Assets
2,496.70	2,496.70

Sources of Funds

Paid Up Capital	Reserves & Surplus
301.36	1,277.15
Secured Loan	Unsecured Loan
691.22	NIL
	Deferred Tax Liabilities
	226.97

Application of Funds

Net Fixed Assets	Investments
1,365.75	31.56
Net Current Assets	Misc. Expenditure
1,099.38	Nil
Accumulated Losses	Capital Work in Progress
Nil	Nil

IV. Performance of Company (Amount Rs. In Lacs)

Turnover	Total Expenditure
4,510.23	4,313.57
(Incl. other Income)	(Incl. Adjustment on account of stock changes)
Profit Before Tax	Profit After Tax
196.66	135.55
Earning Per Share	Proposed Dividend (Inclusive of Tax)
4.46	41.30

V. Generic Names of Three Principal Products of Company (as per monetary terms)

Item Code No.	Product Description
5606200	Woven Narrow Fabrics
6002100	Narrow Knitted Fabrics

As per our Annexed Report of even date

For S.P. JAIN & ASSOCIATES
 CHARTERED ACCOUNTANTS
 FRN 103969W

KAPIL K. JAIN
 PARTNER
 Membership No. 108521.

Place : Mumbai.
 Dated : 24th May, 2011

For & on behalf of the Board

LOKESH P. HARJANI
 DIRECTOR

RAJESH MAHTANI
 DIRECTOR

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2011.**

	AS AT 31 MAR 2011	Rs. in Lacs) AS AT 31 MAR 2010
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax	196.66	179.26
Adjustments for :		
Depreciation	101.20	78.80
Loss on Sale of Machinery	2.97	0.05
Profit on Sale of Motor Car	(0.42)	-
Profit on Sale of Investments	(7.69)	(2.75)
Sundry Balances W / Off	8.96	0.54
Financial Expenses	91.98	49.17
Interest Received	(3.81)	(5.08)
Dividend Received	(0.28)	(2.71)
Operating Profit before Working Capital changes	<u>389.58</u>	<u>299.29</u>
Adjustments for :		
Current Assets		
Inventories	(189.94)	(101.86)
Debtors	(11.49)	(18.79)
Loans & Advances	225.96	(100.83)
Current Liabilities & Payables	(189.36)	33.34
Increase/Decrease in Net Current Assets	<u>(164.83)</u>	<u>(188.14)</u>
Less : Current Taxes Paid	<u>(38.33)</u>	<u>(70.68)</u>
Cash generated from operations	<u>186.42</u>	<u>40.47</u>
B. CASH FLOW FROM INVESTING ACTIVITIES		
Capital Work in Progress	-	(6.62)
(Purchase) / Sale of Investments	8.10	3.91
Purchase of Fixed Assets	(423.70)	(131.13)
Sale of Fixed Assets (Net)	3.89	1.30
Dividend Received	0.28	2.71
Net cash used in investing activities	<u>(411.43)</u>	<u>(129.83)</u>
C. CASH FLOW FROM FINANCING ACTIVITIES		
Loan Borrowed (Net of Repayments)	310.35	239.29
Interest Received	3.81	5.08
Dividend & Tax Thereon	(41.30)	(41.43)
Finance Expenses	(91.98)	(49.17)
Net Cash from Financing Activities	<u>180.88</u>	<u>153.76</u>
Net increase in Cash and Cash Equivalents	<u>(44.13)</u>	<u>64.36</u>
Opening Balance of Cash and Cash Equivalents	<u>136.42</u>	<u>72.03</u>
Closing Balance of Cash and Cash Equivalents	<u>92.28</u>	<u>136.42</u>

NOTE a) Cash & Cash equivalent include : cash and Bank balance in Current Account and margin account
b) The cash flow statement as been prepared under the "Indirect method" of AS - 3 "cash flow statement issued by the Institute of Chartered Accountants of India.

As per our Report of even date

For S.P. JAIN & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN 103969W

KAPIL K. JAIN
PARTNER
Membership No. 108521.

Place : Mumbai.
Dated : 24th May, 2011

For & on behalf of the Board

LOKESH P. HARJANI
DIRECTOR

RAJESH MAHTANI
DIRECTOR

PREMCO GLOBAL LTD.

FINANCIAL HIGHLIGHTS

(Rs. in Lacs)

	2010-2011	2009-2010	2008-2009	2007-2008	2006-2007	2005-2006	2004-2005	2003-2004	2002-2003	2001-2002
Sales	4,231.56	2,806.39	3,011.43	2,429.98	2,295.23	2,070.42	2,121.37	1,830.92	1,699.57	2,050.20
Total Income	4,510.23	2,885.83	3,071.53	2,476.38	2,329.41	2,068.17	2,010.56	1,844.83	1,705.31	2,105.89
Operating Profit	389.84	295.15	357.39	290.20	261.37	220.66	229.83	222.10	226.38	265.92
Interest	91.98	37.09	58.01	45.77	80.02	53.26	67.43	81.66	94.50	101.01
Depreciation	101.20	78.80	78.67	80.36	75.11	70.02	68.07	65.36	7,098.00	69.64
Profit Before Tax	196.66	179.26	220.71	164.07	106.24	97.38	94.33	75.08	60.90	95.27
Provision for Taxation	38.33	70.69	78.82	56.75	36.29	34.88	14.00	5.15	4.63	5.50
Profit After Tax	158.33	108.57	141.89	107.32	70.24	62.50	80.33	69.63	56.27	89.77
Provision for Deferred Tax	22.78	3.25	(4.75)	(3.72)	(11.20)	(11.52)	(2.22)	(3.08)	(1.59)	4.11
Provision for Fringe Benefit Tax	-	-	6.82	3.50	3.00	4.33	-	-	-	-
EXTRA ORDINARY ITEM	-	-	-	60.73	-	-	-	-	-	-
Net Profit (+) /Loss (-)	135.55	105.32	139.82	46.81	78.15	69.69	82.55	73.01	57.86	85.66
Equity Dividend %	0.12	0.12	0.12	0.12	0.08	-	-	-	-	-
Dividend Payout	35.53	35.53	35.53	34.59	23.79	-	-	-	-	-
Paid up Share Capital	301.36	301.36	301.36	297.40	297.40	297.40	297.40	297.40	297.40	297.40
Reserve & Surplus	1,277.15	1,182.90	1,119.02	1,006.87	1,007.81	1,179.00	1,109.31	1,010.36	937.35	879.48
Deferred Tax Liability	226.97	204.19	200.93	205.68	209.40	-	-	-	-	-
Net Worth	1,805.48	1,688.45	1,621.31	1,509.95	1,514.61	1,476.40	1,406.71	1,307.76	1,234.75	1,176.88
Gross Fixed Assets	2,221.77	1,813.29	1,692.15	1,636.90	1,692.56	1,528.64	1,458.66	1,381.28	1,372.79	1,379.99
Net Fixed Assets	1,365.75	1,043.07	994.09	1,011.31	1,031.53	932.92	932.96	921.70	971.27	1,038.05
E.P.S.- Rs.	4.46	3.47	4.61	1.54	2.57	2.30	2.72	2.40	1.91	2.82
Book Value - Rs.	59.46	55.61	53.40	49.73	50.29	48.63	46.33	43.08	40.67	38.76
Debt : Equity Ratio	0.30:1	0.20:1	0.08:1	0.10:1	0.16:1	0.20:1	1.01:1	0.59:1	0.44:1	0.54:1
Number of Investors	1,302	1,316	1,395	1,395	1,487	1,606	1,872	1,853	1,884	1,894
Number of Employees	181	134	131	138	129	131	143	124	124	124

The Company Shares are listed in Mumbai & Ahmedabad Stock Exchange. The requisite listing fees have been paid.

ECS MANDATE FORM

1. Shareholder's name (in Block Letters) : _____
: (First holder)
: _____
: Joint holder)

2. Folio Number (for Physical shares) : _____

3. Number of Shares : _____

4. Bank Name : _____

5. Branch Name & Address : _____

6. Status of Investor : Resident Non-Resident
(Mark " " in the appropriate box)

7. Account Type : SB A/C Current A/C
(Mark " " in the appropriate box)
Other

8. Account Number : _____

9. Ledger Folio No. of the A/C : _____
(If appearing on Cheque Book)

10. Nine digit code number of Bank :

--	--	--	--	--	--	--	--	--

and Branch appearing on the Cheque

I/we hereby declare that the particulars given above are correct and complete. If credit is not effected for reasons of incomplete or incorrect information, I/we would not hold the Company responsible.

Dated : _____

Signature of the First holder
(as appearing in the Company's records)

Note : In case, shares are held in electronic form, kindly submit ECS particulars to your Depository Participants. (DPs)

Certificate of the Shareholder's Bank

Certified that the particulars of the Bank Account furnished above are correct as per our records.

Bank Stamp :

Signature of the authroised
official of the Bank

Date : _____

Note : Please attach a photocopy of cheque issued by your bank relating to your above account for verifying the accuracy of the code number.

PREMCO GLOBAL LTD.



Regd.Off. : Premco House, A/26, MIDC, Street No. 3, Andheri (East), Mumbai - 400 093.

FORM OF PROXY

I/We _____

being a member/members of the above named company hereby appoint _____

_____ of _____

_____ of _____

as my/our proxy to vote for me/us on my/our behalf at the Annual General meeting of the Company to be held at 9.30 am. on Wednesday, 17th August 2011.

Dated _____

Folio No. _____

No. of Shares _____

Revenue
Stamp
1 Rupee

Signature

- Note :
1. Proxy need not be a member.
 2. Proxy Forms must reach the Company's Registered Office not less than 48 hours before the meeting
 3. ID Card Proof.

PREMCO GLOBAL LTD.



Regd.Off. : Premco House, A/26, MIDC, Street No. 3, Andheri (East), Mumbai - 400 093.

ATTENDANCE SLIP

To be filled in and handed over at the entrance of the Meeting Hall

Regd. Folio No _____

No. of Shares _____

Name of the attending Member (in BLOCK LETTERS)

Name of the Proxy (in BLOCK LETTERS)
To be filled in the Proxy attends instead of the Members)

I hereby record my presence at the 27th ANNUAL GENERAL MEETING of the Company being held at "Premco House, A/26, MIDC, Street No. 3, Andheri (East), Mumbai - 400 093. on Wednesday, 17th August 2011. at 9.30 a.m.

Signature

Book - Post

If undelivered please return to :

PREMCO GLOBAL LTD.

Regd.Off. : Premco House, A/26, MIDC,
Street No. 3, Andheri (East),
Mumbai - 400 093.