

COMPANY INFORMATION

BOARD OF DIRECTORS

Mr. O.P. Bhansali	Chairman & Managing Director
Mr. Vimal Bhansali	Whole Time Director
Mr. Gaurav Bhansali	Whole Time Director
Mr. Mahendra Rakecha	Independent & Non-Executive Director
Mr. Yogesh Maheshwari	Independent & Non-Executive Director
Mr. Ramesh Narayan Rathi	Independent & Non-Executive Director

COMPANY SECRETARY & COMPLIANCE OFFICER

Mr. Amit Baxi

AUDITORS

M/s. P. Singhvi & Associates
Chartered Accountants,
Jodhpur

BANKERS

Punjab National Bank
Ratanada Colony Branch,
Near Bhati Chowrah,
Ratanada, Jodhpur

REGISTERED OFFICE

4 F-15, "Oliver House"
New Power House Road, Jodhpur-342001

WORKS

- H-2, 463-466, Sangaria Industrial Area, Jodhpur.
- K.No-58, 58/5, 58/6, Village Tanawara, Tehsil Luni, District Jodhpur.

REGISTRAR AND TRANSFER AGENT

Universal Capital Securities Pvt Ltd.
(Formerly: Mondkar Computers Pvt. Limited)
21, Shakil Niwas, Opp. Satya Sai Baba Temple,
Mahakali Caves Road, Andheri (East), Mumbai - 400 093
Tel: (+91 22) 28257641, 28366620 Fax: (+91 22) 28262920
Web: www.unisec.in

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NOTICE

NOTICE is hereby given that the ELEVENTH Annual General Meeting of the members of the Company will be held on FRIDAY, 30th September, 2011 at 10:30 A.M at its registered office at 4F-15, "Oliver House", New Power House Road, Jodhpur-342001 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, Profit & Loss Account for the year ended on that date and the Reports of the Director's and Auditor's thereon.
2. To appoint a director in place of Mr. Yogesh Maheshwari, who retires by rotation and being eligible, offers himself for reappointment.
3. To appoint Auditors to hold office from the conclusion of this Annual General Meeting up to the conclusion of next Annual General Meeting and to fix their remuneration.

BY ORDER OF THE BOARD
For **SOMI CONVEYOR BELTINGS LIMITED**

(**AMIT BAXI**)
Company Secretary

Place: Jodhpur
Date: 31st August, 2011

Registered Office :
4F-15, "Oliver House"
New Power House Road
Jodhpur-342 001

Notes:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND A PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES IN ORDER TO BE EFFECTIVE, SHOULD BE COMPLETED, STAMPED AND SIGNED AND MUST BE RECEIVED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE TIME FIXED FOR COMMENCEMENT OF THE MEETING. A PROXY FORM IS ENCLOSED.
2. A shareholder or his proxy will be required to produce at the entrance of the Meeting Hall, the Attendance Slip sent herewith duly completed and signed. Neither photocopies nor torn/mutilated Attendance Slips will be accepted. The Validity of the Attendance Slip will, however, be subject to the Shareholder continuing to hold shares on the date of meeting.
3. A Member or his Proxy is requested to bring his copy of the Annual Report to the Meeting as extra copies will not be provided.
4. Members are informed that in case of joint holders attending the meeting, only such joint holder who is higher in the order of name will be entitled to vote.



Somi Conveyor Beltings Ltd.

- The Register of Members and the Share Transfer Books of the Company will remain closed from 23rd September, 2011 to 30th September, 2011 (both days inclusive).
- Documents referred to in the Notice are open for Inspection at the Registered Office of the Company on all working days between 11:00 AM to 1:00 PM upto the date of Annual General Meeting and will also be available for inspection at the meeting.
- Universal Capital Securities Pvt Ltd. (Formerly known as Mondkar Computers Private Limited) is our Registrar and Share Transfer Agent. All the investor related communication may be addressed to them at their following address:

UNIVERSAL CAPITAL SECURITIES PRIVATE LIMITED

21, Shakil Niwas, Opp. Satya Sai Baba Temple,
Mahakali Caves Road, Andheri (East),
Mumbai - 400 093.

Tel: +91-22-28257641, 28366620 Fax: +91-22-28262920

- As required under the provisions of Clause 49(IV) (G) (i) of the Listing Agreement, particulars relating to Mr. Yogesh Maheshwari, Independent Director, who retires by rotation and whose reappointment has been proposed at the forthcoming Annual General Meeting, is enclosed in the Appendix to this Notice. Mr. Yogesh Maheshwari has confirmed that he is not disqualified for being appointed as a Director of the company and has filed Form DD-A with the company, for this purpose.
- The Ministry of Corporate Affairs, vide its Circular No. 18/2011 dated 29th April, 2011, has clarified that as a measure of "Green initiative in Corporate Governance" it will be in compliance, if the Annual Report (i.e., documents listed in section 219(1) of the Companies Act, 1956) is sent through e-mail. To support this green initiative, members holding share in demat form are requested to provide their e-mail ID to the depository through their concerned depository participant and members holding shares in physical form are requested to provide e-mail ID to the Company's RTA, M/s Universal Capital Securities Private Limited and also update the e-mail address as and when there is any change.

BY ORDER OF THE BOARD
For **SOMI CONVEYOR BELTINGS LIMITED**

(**AMIT BAXI**)
Company Secretary

Place: Jodhpur
Date: 31st August, 2011

Registered Office :
4F-15, "Oliver House"
New Power House Road
Jodhpur-342 001

APPENDIX TO ANNUAL GENERAL MEETING NOTICE

Information on the Directors Seeking Re- Appointment at the Forthcoming Annual General Meeting
(Pursuant to Clause 49(IV) (G) (i) of the Listing Agreement)

Name Of Director	Age	Date of Original Appointment	Expertise in Specific Functional Areas	Qualifications	Directorships in Other Public Limited Companies	Membership of Board Committees in Other Public Limited Companies	Other Information	Remarks
Mr. Yogesh Maheshwari	51 Years	10/01/2007	27 years of Experience in Manufacturing of Heavy Earth Moving Machinery	Mechanical Engineer	Nil	Nil	Independent & Non-Executive Director	Retires by rotation at the forthcoming Annual General Meeting



SOMI CONVEYOR BELTINGS LIMITED

Registered Office: 4 F-15 "Oliver House", New Power House Road, Jodhpur - 342001

PROXY FORM

11th ANNUAL GENERAL MEETING, 30th SEPTEMBER, 2011

Reg. Folio No. DP ID No#. Client ID No#.

#Applicable for Member holding Shares in electronic form

I/We ofin the District of being a member/members of the above named company, hereby appoint of or failing him..... ofas my/ our proxy to vote for me/us on my/our behalf at the ELEVENTH ANNUAL GENERAL MEETING of the company, to be held on Friday, September, 30th, 2011 at 10:30AM at 4F-15, "Oliver House" New Power House Road, Jodhpur-342001 and at any adjournment thereof.

Affix 15
Paisa
revenue
Stamp

Signed this..... day of2011

Signature.....

Note: This form in order to be effective should be duly completed, stamped and signed and must be deposited at the Registered Office of the Company, not less than 48 hours before the meeting.

(Tear Across Line)



SOMI CONVEYOR BELTINGS LIMITED

Registered Office: 4 F-15 "Oliver House", New Power House Road, Jodhpur - 342001

ATTENDANCE SLIP

11th ANNUAL GENERAL MEETING, 30th SEPTEMBER, 2011

Reg. Folio No. DP ID No. #. Client ID No. #.

#Applicable for Member holding Shares in electronic form

I certify that I am a registered Member/Proxy for registered member of the Company. I hereby record my presence at the ELEVENTH ANNUAL GENERAL MEETING of the company on Friday, September, 30th, 2011 at 10:30 AM at 4F-15, "Oliver House", New Power House Road, Jodhpur-342001.

Members/Proxy's name in BLOCK Letters

Members/Proxy's Signature

Note: Please fill in this attendance slip and hand it over at the entrance of the hall.



SOMI CONVEYOR BELTINGS LIMITED

Registered Office: 47-15 "Oliver House", New Power House Road, Indragiri, 34201

PROXY FORM

11th ANNUAL GENERAL MEETING 30th SEPTEMBER 2011

As a member of the Company, you are entitled to attend and vote at the 11th Annual General Meeting of the Company to be held on Friday, 30th September 2011 at 10:30 AM at 47-15 "Oliver House", New Power House Road, Indragiri, 34201.

If you are unable to attend the meeting, you may appoint a member of the Company to attend and vote on your behalf by proxy. The proxy must be a member of the Company and must be appointed in writing by you or by the holder of the shares in respect of which you are appointing a proxy.

The proxy must be deposited with the Company at least 48 hours before the meeting.

Signature
Name
Address
State

(For Cross Use)



SOMI CONVEYOR BELTINGS LIMITED

Registered Office: 47-15 "Oliver House", New Power House Road, Indragiri, 34201

ATTENDANCE SLIP

11th ANNUAL GENERAL MEETING 30th SEPTEMBER 2011

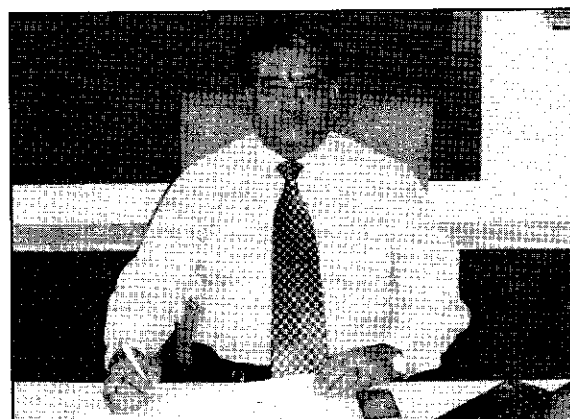
This slip is to be used by members of the Company who are unable to attend the meeting in person. It must be completed and signed by the member or by a proxy appointed by the member.

The slip must be deposited with the Company at least 48 hours before the meeting.

Member's Name & E-Book Letters
Name of Proxy & Signature

Note: Please fill in this attendance slip and hand it over at the entrance of the hall.

CHAIRMAN'S MESSAGE



Dear Fellow Stakeholder,

Namaskar!

The year 2010-11, was a year of great contrast. After global meltdown of 2008, the world continued on a path of regaining economic stability. While the US, the UK and Western Europe experienced modest recoveries, China, India, other Asian countries, continued to register high levels of growth. During the year, from the macroeconomic perspective, the India economy has performed well with very attractive growth rates. India's economic growth rate has improved to 8.5% from 8.0% in the year 2009-10. However, inflation has now emerged as the new global economic issue. The years ahead could be challenging as the government has to make at efforts to restrain inflationary growth. The shortfall in the availability of raw material at competitive rates will affect the country's ability to sustain the high growth rates. Nevertheless, as we know, over the past few years India's track record has been impressive and the fundamentals of our Indian economy remain strong. Although our country does face challenges in short term, the medium and long term growth prospects for India are bright.

At this outset, I wish to say that this was a memorable year for your company. We have successfully installed a new manufacturing facility at our existing plant at Tanawara Village, Jodhpur, Rajasthan. This new manufacturing facility has expanded the production capacity from existing 4,50,000 metres to 9,00,000 metres of conveyer belt manufacturing. This makes our company as having one of the largest production capacities of conveyor belt manufacturing in India. Despite manifold increase in cost of raw material needed for conveyor belt manufacturing, I am sure that company's product shall remain competitive and the company will be able to achieve higher sales and growth in the forthcoming year.

The Key Figures for Financial Year 2010-2011 stood as follows:

- Net sales for this year was Rs. 249223329.00, which was a 6.52 percent increase from previous year.
- Earnings Before Taxes were Rs. 19111011.00, which were 3.28 percent below the previous year Earnings.
- Earnings After Taxes were Rs. 12340338, which were 20.59 percent below the previous year Earnings.

As I look ahead, towards year 2011-12, the words that come to my mind are..... enlarge, expand, progress and rise. Unlike the general industry craze on achieving quick numbers, our growth path is geared towards strategic value additions, holistic offerings, specialties and intellectual capital building.

I would like to take this opportunity to thank all the members of the board, business associates, employees, vendors, suppliers, government agencies, lenders and, not at all the least, the shareholders who have supported our progress at every stage. With their cooperation, we are confident of delivering superior value to all the stakeholders in the coming years.

O. P. BHANSALI

Chairman & Managing Director

DIRECTOR'S REPORT

To,
The Members.

The Directors of your company have pleasure in presenting the Eleventh Annual Report together with the audited statement of accounts for the year ended on 31st March, 2011

(Rs. in Lacs)

SUMMARISED FINANCIAL RESULTS	2010-11	2009-10
Total Sales	2492.23	2339.74
Profit Before Interest, Depreciation and Taxation	551.34	566.55
Interest	118.15	111.60
Depreciation	242.08	257.35
Profit Before Tax	191.11	197.60
Provision for Tax	49.94	46.80
Add/(Less) Deferred Tax	(17.77)	4.61
Profit After Tax	123.40	155.40
Add: Balance Brought Forward	556.39	400.99
Balance Carried Forward	679.79	556.38

OPERATIONS

Your company has achieved sales of Rs. 249223329.00 in year 2010-11 and recorded a net profit of Rs.12340338.00 during the year. The Board is confident of higher growth in the current year.

INSTALLATION OF NEW MACHINES AND ADDITIONAL MANUFACTURING FACILITY

This year we have successfully completed Commissioning of 2 Roto-Curing Lines for manufacturing of various types of Rubber Sheets and Coated Fabrics. The installation of Line 4 & 5 for manufacturing of Conveyor Belts has also been completed. As a result we have become one of the largest conveyor belts manufacturing company in India.

RESEARCH AND DEVELOPMENT

Research and developments are on going activities which have a significant role in providing inputs for developing new products, devising energy saving measures, upgrading methods of production and quality of products. These activities have helped the company in attaining leadership in its conveyor beltings products and substantial qualitative change in other operational areas.

DIVIDEND

Despite modest profits posted by the company, your directors are of the opinion that, to make strong economic base for the company and in order to conserve the valued resources; your directors do not recommend any dividend for the financial year under review.



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PUBLIC DEPOSITS

Your company has not accepted any deposit, within the meaning of section 58-A of the Companies Act, 1956 read with the Companies (Acceptance of Deposits) Rules, 1975 made there under.

CORPORATE GOVERNANCE

Your company's endeavor has always been on maintaining the highest standards of corporate governance. We continue to look at the ways to further strengthen these standards by adopting best practices. Corporate Governance is an important step towards building investor confidence, improve investor's protection and maximize long-term shareholder value.

In compliance with one of the Corporate Governance requirements as per Clause 49 of the Listing Agreement, your Company has formulated and implemented a Code of Conduct for all Board members and senior management personnel of the Company, who have affirmed the compliance thereto.

A separate report on Corporate Governance Compliance as stipulated by Clause 49 of the Listing Agreement is included and forms part of the Annual Report along with the requisite Certificate regarding compliance of the conditions of Corporate Governance as stipulated by revised Clause 49 of the Listing Agreement.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

In compliance with the requirements of the Listing agreement, the Management's Discussion and Analysis on Company's Operational performance, industry trends and other material changes with respect to company have been comprehensively discussed under the head Management Discussion and Analysis Report which forms part of this Annual Report.

LISTING WITH STOCK EXCHANGE

The equity shares of your company continue to remain listed with Bombay Stock Exchange Limited and the stipulated listing fees for 2011-12 has been paid.

DIRECTOR'S

As per the provisions of Section 256 of the Companies Act, 1956 and provisions of the Articles of Association of the company Mr. Yogesh Maheshwari, Independent and non – executive Director of the company retires by rotation and being eligible, offers himself for re-appointment at the forthcoming Annual General Meeting.

Necessary resolution relating to re appointment is included in the notice convening the Annual General Meeting. The Board recommends the appointment of Mr. Yogesh Maheshwari.

In compliance with Clause 49 IV (G) of the listing Agreement, brief resume, expertise and other details of the Director proposed to be reappointed is attached along with the Notice to the ensuing Annual General Meeting.

DIRECTOR'S RESPONSIBILITY STATEMENT

Pursuant to the provisions of Section 217(2AA) of the Companies Act, 1956, your directors confirm:

- a. that in the preparation of the annual accounts, the applicable accounting standards have been followed and that no material departures have been made from the same;



- a. that they have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of affairs of the Company as at 31st March, 2011 and of the profit of the Company for the year ended on that date;
- b. that they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- c. that they have prepared the annual accounts on a going concern basis.

AUDITORS

Your company's Auditors M/s P. Singhvi & Associates, Chartered Accountants, Jodhpur retire at the end of forthcoming Annual General Meeting and being eligible, have offered themselves for re-appointment. The Company has received a written certificate from the auditors to the effect that their re-appointment, if made, would be within the prescribed limit under Section 224(1B) of the Companies Act, 1956.

AUDITOR'S REPORT

The Explanations/information in respect of the observations of the Auditors in their report on the Standalone accounts for the accounting year ended 31st March, 2011 are given in detail in Notes to Accounts. These Notes read with the relevant audit observations are self explanatory and need no comments or explanations under Section 217(3) of the Companies Act, 1956.

INSURANCE

Assets of your Company remain adequately insured against various perils.

HEALTH, SAFETY AND ENVIRONMENT

The Company has Health and Safety policy, which has been implemented across all its locations. Health, Safety and Environment policies involve identifying the risks involved in daily activities of the Company and minimize its impact on personnel and environment.

Your Company's management approach to Health, Safety and Environment involves proactive approach to create safe working environment, continuous safety education and training, periodic review of programs and evaluation of incidents. Proper segregation of hazardous and non-hazardous waste is being implemented on a regular basis.

EMPLOYEES

During the year under review, there was no employee who came in the purview of Section 217 (2A) of the Companies Act, 1956.

CONSERVATION OF ENERGY TECHNOLOGY ABSORPTION 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 as follows:

Continuous and substantial efforts were made to ensure optimum consumption of fuel and electricity at all the plants of the company. These efforts resulted in general improvement in energy consumption in the business.

(Rs. in Lacs)

Energy Conservation	2010 - 11	2009 - 10
Power and fuel Consumption	88.64	105.63
Foreign Exchange Earnings	107.77	258.80
Foreign Exchange Outgo	863.96	469.34

TECHNOLOGY ABSORPTION

We have imported and installed fully PLC controlled Roto-Curing Machine and 2 Complete manufacturing lines for Manufacturing of Various types of Rubber Sheets and Conveyor Belts.

SHARE REGISTRY ACTIVITIES

All work related to share registry is handled by Universal Capital Securities Pvt Ltd. (Formerly known as Mondkar Computers Private Limited), a Registrar and Share Transfer Agent registered with SEBI.

DEMATERIALIZATION OF SHARES

The shares of your company are traded in dematerialized form and are available for trading under the National Securities Depository Limited (NSDL) and the Central Depository Services (India) Limited. (CDSL).

ACKNOWLEDGEMENT

The Directors wish to thank and deeply acknowledge the co-operation, assistance and support extended by the Bankers, Financial Institutions, Government authorities, Customers, Shareholders of your Company and all others who have been associated with the Company. The Directors also appreciate all the employees of the Company for their hard work and commitment. Their dedication and competence has ensured that the Company continues to be a significant and leading player in its sector.

FOR AND ON BEHALF OF THE BOARD

Place: Jodhpur
Date: 31st August, 2011

O. P. BHANSALI
(Managing Director)

GAURAV BHANSALI
(Whole time Director)

REPORT ON CORPORATE GOVERNANCE

1. COMPANY'S PHILOSOPHY ON CODE OF CORPORATE GOVERNANCE:

Good Corporate Governance is the adoption of best business practices which ensures that the company operates within the regulatory framework. The adoption of such corporate practices ensures accountability of the persons in charge of the company on one hand and brings benefits to the investors, customers, creditors, employees and the society at large on the other. The company believes in practicing good Corporate Governance and endeavors to improve on the aspects on an ongoing basis. Our philosophy on Corporate Governance begins with our Board of Directors.

- (i) Half of the Board of Directors comprises of Independent Directors.
- (ii) The Audit Committee is comprised of Independent Directors.
- (iii) The Board has established terms of reference for its operation and the operation of Audit Committee in line with Clause 49 of the Listing agreement and section 292A of the Companies Act, 1956.

In compliance with the Disclosure requirements of Clause 49 of the Listing Agreement, the Details are set out as under:

2. BOARD OF DIRECTORS:

The business of the company is conducted by the management under the directions of the Board. The Board formulates the strategy, regularly reviews the performance of the company and ensures that the previously agreed objectives are met on a consistent basis.

a) COMPOSITION OF BOARD

Presently the company has a broad based board consisting of six members. The Board comprises of three executive directors and three non- executive directors. All the non-executive directors are Independent Directors. The present composition of the Board is as under:

Name	Category **	Attendance at Board & Audit Committee Meeting		Whether Attended AGM Held on 30.09.2010	No. of Directorship in other Public Limited Companies	No. of Committee Position Held in other Public Limited Companies	
		Board (Total 8 board meetings held)	Audit (Total 4 meetings held)			Chairman	Member
Mr. Om Prakash Bhansali	PE CMD	8	NA	YES	NIL	NIL	NIL
Mr. Vimal Bhansali	PE WTD	6	NA	YES	NIL	NIL	NIL
Mr. Gaurav Bhansali	PE WTD	6	4	YES	NIL	NIL	NIL
Mr. Mahendra Rakecha	INE	4	4	YES	NIL	NIL	NIL
Mr. Yogesh Maheshwari	INE	6	NA	YES	NIL	NIL	NIL
Mr. Ramesh Narayan Rathi	INE	4	4	NO	NIL	NIL	NIL

**PE = Promoter Executive, CMD = Chairman cum Managing Director

INE = Independent Non Executive, WTD = Whole Time Director, NA = Not Applicable.

*Not applicable as the director is not the member of the Audit Committee.

b) BOARD PROCEDURE

The information as required under Annexure-IA to Clause 49 of the Listing Agreement is made available to the Board. The Agenda and the papers for consideration at the Board Meeting are circulated to the Directors in advance. Adequate information is circulated as part of the Board papers and is also made available at the Board Meeting to enable the Board to take informed decisions.

c) CODE OF CONDUCT

Company's Board has laid down a Code of Conduct for all the Board Members and Senior Management of the company. All Board Members and senior Management personnel have affirmed compliance of the Code of Conduct. A Declaration signed by the Managing Director to this effect is enclosed at the end of this report.

d) DISCLOSURES REGARDING APPOINTMENT/RE-APPOINTMENT OF DIRECTORS

Mr. Yogesh Maheshwari, director, who retires by rotation at the ensuing Annual General Meeting and being eligible, offers himself for reappointment.

The Brief resume and other information required to be disclosed under this section is provided in the Notice of the Annual General Meeting.

3. COMMITTEES OF THE BOARD

The Board has constituted various Committees as required under Clause 49 of the Listing Agreement.

a) AUDIT COMMITTEE

The Audit Committee comprises of three Directors, of whom two are Non-Executive and one is Whole Time Director appointed in line with the provisions of Clause 49 of the Listing Agreement of the Stock Exchange read with section 292A of the Companies Act, 1956.

The Audit committee consists of:

1. Mr. Mahendra Rakecha, Chairman of Audit Committee, Non-Executive & Independent Director.
2. Mr. Ramesh Narayan Rathi, Non-Executive & Independent Director.
3. Mr. Gaurav Bhansali, Whole Time Director.

Mr. Amit Baxi, the Company Secretary of the Company acts as Secretary to the Audit Committee.

During the year under scrutiny, Four Audit Committee meetings were held on 30th April, 2010, 31st July, 2010, 30th October, 2010 and 29th January, 2011 All these meetings were attended by all the members of the Audit Committee.

Broad Terms of Reference

1. Oversight of our company's financial reporting process and the disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible.
2. Recommending to the Board the appointment, re-appointment and, if required, the replacement or removal of the statutory auditors and the fixation of the audit fees.
3. Approval of payment to the statutory auditors for any other services rendered by the Statutory Auditors.
4. Reviewing, with the management, the annual financial statements before submission to the Board for approval, with particular reference to:

a) Matters required to be included in the Directors' Responsibility Statement to be included in the Board's report in terms of clause (2AA) of section 217 of the Companies Act, 1956.

- a. Changes, if any, in accounting policies and practices and reasons for the same.
 - b. Major accounting entries involving estimates based on the exercise of judgment by the management.
 - c. Significant adjustments made in the financial statements arising out of audit findings.
 - d. Compliance with listing and other legal requirements relating to financial statements.
 - e. Disclosure of any related party transactions.
 - f. Qualifications in the draft audit report.
5. Reviewing, with the management, the quarterly financial statements before submission to the Board for approval.
 6. Reviewing, with the management, performance of statutory and internal auditors, and adequacy of the internal control systems for the purpose of financial reporting.
 7. Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audits.
 8. Discussion with internal auditors of any significant findings and follow-up thereon.
 9. Reviewing the findings of any internal investigations by the internal auditors into matters where there is a suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board.
 10. Discussion with statutory auditors before the audit commences, about the nature and Scope of the audit as well as post audit discussion to ascertain any area of concern.
 11. To look into the reasons for substantial defaults, if any, in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors.
 12. To review the functioning of the "whistle blower" mechanism, if and when introduced.
 13. Carrying out such other function as may be specifically referred to the Committee by the Board of Directors and /or other Committee(s) of Directors of our company.

b) SHARE TRANSFER-CUM-INVESTORS GRIEVANCE COMMITTEE

The Share Transfer-Cum-Investors Grievance Committee comprises of two Non-Executive and one Whole Time Director. The committee specifically looks into matters pertaining to redressal of the shareholder and investor complaints like transfer of shares, non-receipt of the declared dividends etc.

The Share Transfer -cum-Investors Grievance Committee consists of:

1. Mr. Vimal Bhansali Chairman of the Committee, Whole Time Director
2. Mr. Mahendra Rakecha, Non-Executive & Independent Director
3. Mr. Ramesh Narayan Rathi, Non-Executive & Independent Director

Mr. Amit Baxi, the Company Secretary of company acts as Secretary to the committee.

One meeting of the Share Transfer cum Investor Grievance Committee was held on 29th January, 2011 and was attended by all the members of the Committee. The Shareholder's complaints received during the year were resolved satisfactorily and at the end of the year no complaints were pending for redressal.

Brief Terms of Reference

This Committee performs inter alia the role / various functions as are set out in Clause 49 of the Listing Agreement with Stock Exchange and including but not limited to:

1. Issue of duplicate certificates;
2. To oversee and review all matters connected with the transfer and all other processes relating to the securities of our company;
3. To oversee the redressal of shareholder complaints; and
4. To oversee the performance of Registrar & Transfer Agents.

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c) REMUNERATION COMMITTEE

A Remuneration Committee comprising three Non-Executive Directors is functional, for review and decisions on the remuneration package of the Managing Director. The Remuneration Committee consists of:

1. Mr. Yogesh Maheshwari, Chairman of the Committee, Non-Executive & Independent Director
 2. Mr. Mahendra Rakecha, Non-Executive & Independent Director
 3. Mr. Ramesh Narayan Rathi, Non-Executive & Independent Director
- Mr. Amit Baxi, the Company Secretary of company acts as Secretary to the committee.
One meeting of the Remuneration Committee was held on 29th January, 2011 and was attended by all the members of the Committee

Details of Remuneration to all the directors:

The Company has one Managing Director Mr. Om Prakash Bhansali and Two Whole time Directors Mr. Vimal Bhansali and Mr. Gaurav Bhansali. The remuneration payable to them has been fixed by the Board of Directors as per Section 198, 269, 309 read with Schedule XIII of the Companies Act 1956.

Non-Executive Directors are not paid any type of remuneration or sitting fees or share in profits or otherwise. The remuneration of any proposed appointee to the Board shall be in conformity with the provisions of the Companies Act, 1956.

					Annual Amount in Rs.
Name of Directors	Remuneration	Commission	Value of Perquisites/ Reimbursement of Expenses	Sitting Fees	Total Remuneration
Mr. Om Prakash Bhansali, Chairman and Managing Director	Rs. 4,32,000/-	NIL	NIL	NIL	Rs. 4,32,000/-
Mr. Vimal Bhansali, Whole time Director	Rs. 2,28,000/-	NIL	NIL	NIL	Rs. 2,28,000/-
Mr. Gaurav Bhansali, Whole time Director	Rs. 2,28,000/-	NIL	NIL	NIL	Rs. 2,28,000/-
TOTAL	Rs.8,88,000/-	NIL	NIL	NIL	Rs.8,88,000/-

The company does not have any Employee's Stock Option Scheme and there is no separate provision for payment of Severance fee.

4. SUBSIDIARY COMPANIES

The company does not have any Subsidiary company.

5. GENERAL BODY MEETINGS

Date, Time and Location where last Three AGMs were held:

Financial Year	Date	Time	Location
2007-08	30.09.2008	10.00 a.m.	Marudhara Industries Association Hall, 'MIA House', Marudhara Industrial Area, Basni, IInd Phase, Jodhpur - 342005
2008-09	30.09.2009	10.00 a.m.	4F-15, "Oliver House", New Power House Road, Jodhpur-342001
2009-10	30.09.2010	11.30 a.m.	4F-15, "Oliver House", New Power House Road, Jodhpur-342001

WHETHER ANY SPECIAL RESOLUTIONS PASSED IN THE PREVIOUS THREE AGMs:

- **30th September 2008:** No Special Resolution was passed in this AGM
- **30th September 2009:** No Special Resolution was passed in this AGM
- **30th September 2010:** No Special Resolution was passed in this AGM

WHETHER ANY EXTRA ORDINARY GENERAL MEETING HELD DURING THE YEAR:

- No Extra Ordinary General Meeting was held during the year under review.

WHETHER SPECIAL RESOLUTION WERE PUT THROUGH POSTAL BALLOT EXERCISE:

- No

DETAILS OF VOTING PATTERN:

- Not Applicable.

PERSON WHO CONDUCTED THE POSTAL BALLOT EXERCISE:

- Not Applicable.

WHETHER ANY RESOLUTIONS ARE PROPOSED TO BE CONDUCTED THROUGH POSTAL BALLOT:

- None of the resolutions are required to be put through postal ballot.

PROCEDURE FOR POSTAL BALLOT:

- Not Applicable.

6. DISCLOSURES

- a) There were no materially significant related party transactions and pecuniary transactions that may have potential conflict with the interest of the Company at large. The details of Related Party Transactions are disclosed in financial Section of this Annual Report.
- b) In the preparation of the financial statements, the Company has followed the Accounting policies and practices as prescribed in the Accounting Standards and there is no change in the accounting treatment during the year under review.
- c) The company has laid down Risk Management Policy to inform Board members about the risk assessment and minimization procedures.
- d) Management Discussion and Analysis Report is set out in a separate section included in this Annual Report and forms part of this Report.
- e) There has been no instance of non-compliance by the Company on any matter related to capital markets during the last three years and no penalties or strictures have been imposed on the Company by the Stock Exchanges or SEBI or any statutory authority.
- f) The Chief Executive Officer & Chief Financial Officer has furnished a Certificate to the Board for the year ended on 31st March, 2011 in compliance with Clause 49 of Listing Agreement.
- g) The company publishes Quarterly/Half yearly/Annual results as required under the Listing Agreement. The results are normally published in one English and one Hindi daily. During the last year the results were published in the Business Standard/Financial Express and Nafa Nuksaan. The results are also forwarded to the Stock Exchanges as soon as these are taken on record/ approved. In addition disclosures with regard to Shareholding Pattern, Quarterly Secretarial Capital Audit Report, Corporate Governance Compliance Report, etc. are sent to the Stock Exchange as required under various regulations.
During the year no presentations were made to any institutional investors or analysts.
- h) All non- executive directors of the company do not hold any shares in the company as on 31/03/2011.

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7. GENERAL SHAREHOLDERS INFORMATION

a) Date, time and venue of the 11th Annual General Meeting:

Annual General Meeting is proposed to be held on 30th September, 2011 at 10:30 A.M at its Registered Office at 4F-15, "Oliver House", New Power House Road, Jodhpur-342001

b) Financial Calendar:

Financial year is 1st April, 2011 to 31st March, 2012 and financial results will be declared as per the following schedule.

Particulars	Tentative Schedule
Quarterly Results	
Quarter ending on 30th June, 2011	End of July, 2011
Quarter ending on 30th September, 2011	End of October, 2011
Quarter ending on 31st December, 2011	End of January, 2012
Annual Results of 2011-12	Within 2 months of the close of financial year
Annual General Meeting for the year ending March 31, 2012	September, 2012

c) Book closure date:

The Register of Members and Share Transfer Books of the Company will be closed from Friday, the 23rd September, 2011 to Friday, 30th September, 2011 (both days inclusive) for the purpose of 11th Annual General Meeting.

d) Listing on Stock Exchanges:

The Company's shares are listed on the Bombay Stock Exchange Limited with effect from 24th July, 2008. Annual Listing fees for 2011-12 has been paid.

BSE CODE: 533001

SCRIP ID : SOMICONV

e) Market Price Data (in Rs.) (BSE Index):

Month & Year	High Price	Low Price	Volume (No. of Shares)
Apr 10	16.74	14.25	2,01,403
May 10	16.90	13.30	11,94,921
Jun 10	16.50	12.30	9,17,890
Jul 10	18.70	13.32	9,08,986
Aug 10	20.50	15.00	3,21,551
Sep 10	19.05	14.55	4,27,826
Oct 10	24.70	15.75	26,47,787
Nov 10	22.40	15.75	7,74,467
Dec 10	19.45	15.15	1,62,938
Jan 11	18.05	13.00	3,92,739
Feb 11	19.10	14.25	1,48,261
Mar 11	18.95	14.05	1,51,243

BSE SENSEX		
Month & Year	High	Low
Apr 10	18,047.86	17,276.80
May 10	17,536.86	15,960.15
Jun 10	17,919.62	16,318.39
Jul 10	18,237.56	17,395.58
Aug 10	18,475.27	17,819.99
Sep 10	20,267.98	18,027.12
Oct 10	20,854.55	19,768.96
Nov 10	21,108.64	18,954.82
Dec 10	20,552.03	19,074.57
Jan 11	20,664.80	18,038.48
Feb 11	18,690.97	17,295.62
Mar 11	19,575.16	17,792.17

f) Registrars and Share Transfer Agents:

Universal Capital Securities Private Limited
 (Formerly: Mondkar Computers Pvt. Limited)
 21, Shakil Niwas, Opp. Satya Sai Baba Temple,
 Mahakali Caves Road, Andheri (East),
 Mumbai - 400 093
 Tel: (+91 22) 28257641, 28366620
 Fax: (+91 22) 28262920
 Web: www.unisec.in

g) Shareholding (as on 31st March, 2011):

DISTRIBUTION OF SHAREHOLDING AS AT 31st March 2011				
No. of Equity Shares Held	No. of Shares	% to Capital	No. of Holders	% to Total
1-500	470268	3.992	2189	69.075
501-1000	357104	3.032	484	15.273
1001-2000	448038	3.803	313	9.877
2001-3000	116128	0.986	45	1.420
3001-4000	64870	0.551	18	0.568
4001-5000	146398	1.243	31	0.978
5001-10000	254347	2.159	35	1.104
10001 & above	9922503	84.234	54	1.704
TOTAL	11779656	100.000	3169	100

h) Dematerialization of Shares and Liquidity:

The Company's shares are compulsorily traded in dematerialized form. The Company's shares are regularly traded on the 'Bombay Stock Exchange Limited'. The shares in physical form are processed by the Registrar and transfer Agent and approved by the Share Transfer Committee. The applications for transfer of shares held in physical form are received at the office of the RTA of the company. All valid transfers are processed within 30 days from the lodgement.

Under the Depository System, the International Securities Identification Number (ISIN) allotted to the Company's shares is INE323J01019.

i) Outstanding GDRs/ADRs/Warrants or any convertible instrument, conversion and likely impact on equity:

NIL

j) Site location:

* H-2, 463-466, Sangaria Industrial Area, Jodhpur.

* K.No-58, 58/5, 58/6, Village Tanawara, Tehsil Luni, District Jodhpur.

k) Address of Correspondence:

Mr. Amit Baxi
 COMPANY SECRETARY & COMPLIANCE OFFICER
 4 F-15, "Oliver House", New Power House Road, Jodhpur-342001
 Tel.: +91-0291-2610472, 2637565, 2637564 Fax: +91-0291-2432307
 E-mail: info@ombhansali.com

MANAGEMENT DISCUSSION AND ANALYSIS

As per the requirement of the Listing Agreement as part of the Directors Report or in addition thereto a Management Discussion and Analysis Report forming part of the Eleventh Annual Report to the Members is given below discussing the key issues:

FINANCIAL OVERVIEW

- ◆ Net sales for this year was Rs. 249223329.00, which was a 6.52 percent increase from previous year.
- ◆ Earnings Before Taxes were Rs. 19111011.00, which were 3.28 percent below the previous year Earnings.
- ◆ Earnings After Taxes were Rs. 12340338, which were 20.59 percent below the previous year Earnings.

INDUSTRY SCENARIO

The Conveyor beltings form an integral part of material handling system. It serves as a chain right from the stage of conveying raw material from far off and scattered locations till final rolling out of finished goods. Hence, it could be safely said, **"CONVEYOR BELTS ARE THE NERVE CENTRE OF ANY PRODUCTION ACTIVITY IN AN INDUSTRY."**

Apart from providing easy and uninterrupted logistics support for material handling system it reduces the cost and other over head expenses thereby enabling the user to stay in the main stream of competitive market at most competitive rates. Hence, the industries have woken to the reality that it is next to impossible to sustain production activity and ensure cost effectiveness without the help of the conveyor belts.

The markets are expanding. Globalization has brought the world very close and time is ripe now to enhance country's share in the International Trade in the sphere of Conveyor belts exports. The company has already entered in export market with a big response.

The main thrust areas of our specialization are the Conveyor Belts for Heavy Industries, Tea Estate, fertilizer and Food Grade Belts for Sugar Mills. We visualize substantial opportunities waiting for us in coming times.

COMPANY'S PERFORMANCE

Your company has performed better in comparison to previous year though the overall industrial growth was declined due to recession. The sales of your company increased by 6.52% over the previous year. The net profits were below previous year Earnings marginally by 20.59 percent, where as the PBDIT declined by 2.68% only.

STRENGTHS

Your Company is concentrating on securing orders from the public sector, which are issued on basis of bidding process. This enables our Company to secure large orders and helps in enhancing the image of the Company in the industry. Our Company has already secured orders from public sector undertakings such as GSECL, Coal India, Rajasthan State Electricity Board etc. Company is concentrating on securing orders from OEMs, EPC Contractors, and from other countries. The company has recruited marketing executives for penetration of our existence throughout India and for brand establishment.

RISKS & CHALLENGES

There are certain factors which may cause our actual results to differ materially from our expectations. Among them are:

- i) Variations in prices of commodities and raw material;
- ii) Recruitments and retention of employees with requisite expertise and skills;
- iii) our ability to successfully implement our strategy, our growth and expansion plans; and
- iv) the changes in various economic parameters including growth, inflation and interest rate;

INTERNAL CONTROL SYSTEM AND THE ADEQUACY:

Commensurate with the size and nature of its business, your company has proper systems of internal controls which ensure acceptable utilization of resources and reliable financial reporting.

Effective and adequate internal control systems are in place to ensure that all assets are safe guarded and protected against unauthorized use and the transactions are recorded and reported correctly. Such controls are subject to periodical review to ensure efficiency of operations, accuracy and promptness of financial reporting and compliance with all applicable statutory requirements. Compliance with various applicable laws are monitored through a procedure whereby the units send monthly reports of compliance to the Board regularly. A comprehensive report is placed before the board on risk assessment and minimization procedures adopted by the units.

The company's internal control systems and procedures are subject to comprehensive internal audit by outside experts whose reports are submitted to the audit committee. The Audit Committee comprising of independent Directors oversees the function of internal audit, reviews the reports and monitors implementation of suggestions. The audit Committee interacts with the internal auditors about the adequacy of internal control systems

HUMAN RESOURCE

The H R vision of your company is committed to organizational excellence by inspiring and developing the potential of people and providing them opportunities for growth. Training and learning initiatives aim at upgrading the competencies and fostering a climate of creativity and innovation. Your company continuously evolves policies and processes to attract and retain its pool of technical and management resources through a friendly work environment that encourages individual and team initiatives.

CAUTIONARY STATEMENT

Statements in this report describing the company's objectives, expectations, predictions and assumptions may be 'forward looking' within the meaning of applicable Securities Laws and Regulations. Actual results may differ materially from those expressed herein. Important factors that could influence the company's operations include global and domestic economic conditions affecting demand, supply, price conditions, natural calamities, change in Government's regulation, tax regimes, other statues and other factors such as litigation and industrial relations.

CERTIFICATE ON CORPORATE GOVERNANCE

To,
The Members of
Somi Conveyor Beltings Limited

I have examined the compliance of Corporate Governance by Somi Conveyor Beltings Limited ("the Company") for the financial year ended on 31st March, 2011 as stipulated in Clause 49 of the Listing Agreement of the said Company with the Stock Exchanges.

The compliance of conditions of Corporate Governance is the responsibility of the Management. My examination was limited to review of procedures and implementations thereof adopted by the Company for ensuing compliance of conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In my opinion and to the best of our information and according to the explanations given to me, I certify that the Company has complied with the conditions of Corporate Governance as stipulated in the Clause 49 of the above mentioned Listing Agreement.

I 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.

S. SINGHVI & CO.
Company Secretaries

CS. Shweta Singhvi,
Proprietor
C. P. No. 7660

Place: Jodhpur
Date: 31st August, 2011

DECLARATION

I, O. P. Bhansali, Chairman and Managing Director of Somi Conveyor Beltings Limited hereby declare that as of 31st March, 2011, all the Board Members and Senior Management Personnel have affirmed Compliance with the Code of Conduct and Ethics for Directors and Senior Management Personnel laid down by the Company.

For Somi Conveyor Beltings Limited

Place: Jodhpur
Date: 31st August, 2011

O.P. Bhansali
Chairman & Managing Director

CEO/CFO CERTIFICATION

I, O. P. Bhansali, Chairman, Managing Director & CEO/CFO of the company certify that:

I have reviewed the financial statements and the cash flow statements for the year 2010-11 and that to the best of our knowledge and belief:

1. These statement 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 our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the Company's Code of Conduct.
4. I accept responsibility for establishing and maintaining internal control system and that i have evaluated the effectiveness of the internal control system of the Company and i have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of internal control system, if any, of which I am aware and the steps i have taken or propose to take to rectify these deficiencies.
5. I further certify that I have indicated to the auditors and the Audit Committee:
 - a) There have been no significant changes in internal control system during the year.
 - b) There have been no significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - c) There have been no instances of significant fraud, of which we have become aware, involving management or an employee having a significant role in the Company's internal control system.

Date: 31st August, 2011
Place: Jodhpur

O.P. Bhansali
CHAIRMAN, MD & CEO/CFO



AUDITOR'S REPORT

TO
THE MEMBERS
SOMI CONVEYOR BELTINGS LTD.
JODHPUR (RAJASTHAN)

1. We have audited the attached Balance Sheet of SOMI CONVEYOR BELTINGS LIMITED as at 31st March, 2011, the Profit & Loss Account and Cash Flow Statement for the year 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 the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from 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 management, as well as evaluating overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003, as amended by the Companies (Auditor's report)(Amendment) Order, 2004 issued by the Central Government of India in terms of section 227(4A) of the 'Companies Act, 1956', of India and on the basis of such checks of the books and records of the company as we considered appropriate and according to the information and explanations given to us, we enclose in the Annexure, a statement on the matters 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 purposes of our audit;
 - ii. In our opinion, proper books of account as required by the law have been kept by the Company so far as it appears from our examination of the books;
 - iii. The Balance Sheet, the Profit & Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - iv. In our opinion, the Balance sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report comply with the Accounting Standards referred to in subsection (3C) of Section 211 of the Companies Act, 1956;
 - v. On the basis of written representation received from the directors and taken on record by the Board of Directors, none of the Directors is disqualified as on 31st March, 2011 from being appointed as a Director in terms of section 274 (1) (g) of the Companies Act, 1956.
5. In our opinion and to the best of our information and according to the explanations given to us, the said accounts together with significant accounting policies and notes thereon, give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view;
 - a) In the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2011;
 - b) In the case of Profit and Loss Account, of the Profit of the Company for the year ended on that date; and
 - c) In the case of the Cash Flow Statement, of the cash flows, for the year ended on that date.

FOR P. SINGHVI & ASSOCIATES
CHARTERED ACCOUNTANTS
F.R. NO. 113602W

(PRAVEEN SINGHVI)
PARTNER
M.No. 71608

PLACE : JODHPUR
DATED : 31st AUGUST, 2011

ANNEXURE REFERRED TO IN PARAGRAPH 3 OF AUDITOR'S REPORT OF EVEN DATE ON THE ACCOUNTS FOR THE PERIOD ENDED 31ST MARCH, 2011 OF SOMI CONVEYOR BELTINGS LTD.

On the basis of such checks as we considered appropriate and according to the information and explanations given to us during the course of audit, we state that:

- (I) (a) The company is maintaining proper records showing full particulars including quantitative details and situation of fixed assets.
(b) The fixed assets are physically verified by the management during the year and no material discrepancies between the book records and the physical records have been noticed.
(c) In our opinion and according to the information and explanations given to us, a substantial part of fixed assets has not been disposed off by the company during the period.
- (ii) (a) The inventory has been physically verified by the management during the period. In our opinion, the frequency of verification is reasonable.
(b) In our opinion, the procedure of physical verification of inventory followed by the management is reasonable and adequate in relation to the size of the company and the nature of its business.
(c) On the basis of our examination of the inventory records, in our opinion, the company is maintaining proper records of inventory. The discrepancies noticed on physical verification of inventory as compared to book records were not material.
- (iii) (a) The company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act, 1956.
(b) The company has taken unsecured loans of Rs.10.55 Lacs from directors and outstanding balance on Balance Sheet date is Rs.10.55 Lacs.
(c) The company has taken unsecured loans from two firms and from two other parties covered in the register maintained under section 301 of the Act. Loans of Rs.295.25 Lacs was taken during the year and at the year end balance of such loans is Rs.313.48 Lacs.
- (iv) (a) In our opinion and according to the information and explanations given to us, certain items purchased are of special nature for which suitable alternative sources do not exist for obtaining comparative quotations, there is an adequate internal control system commensurate with the size of the company and the nature of its business for the purchase of inventory, fixed assets and for the sale of goods and services. Further, on the basis of our examination of the books and records of the company, and according to the information and explanations given to us, we have neither come across nor have been informed of any continuing failure to correct major weaknesses in the aforesaid internal control system.
- (v) (a) In our opinion and according to the information and explanations given to us, during the year under audit, the contracts and arrangements which need to be entered in the register have been duly entered under section 301 of the Companies Act, 1956.
(b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of such contracts or arrangements and exceeding the value of rupees five lacs in respect of any party during the year have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time.
- (vi) In our opinion and according to the information and explanations given to us, the company has not taken any deposit under Sections 58A and 58AA or any other relevant provisions of the Act and the Companies (Acceptance of Deposits) Rules, 1975.
- (vii) In our opinion the internal audit functions carried out during the year by a firm of Chartered Accountants appointed by the management have been commensurate with the size of the company and the nature of its business.
- (viii) As explained to us, the Central Government has not prescribed the maintenance of cost records under clause (d) of sub-section (1) of section 209 of the Companies Act, 1956.
- (ix) (a) According to the information and explanations given to us and the records of the company examined by us, in our

opinion, the company is generally regular in depositing the undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, customs duty, excise duty, cess and other material statutory dues as applicable with the appropriate authorities.

- (b) According to the information and explanations given to us and the records of the Company examined by us, there are no dues of income tax, sales tax, service tax and cess as at March 31, 2011 on account of any dispute. Only Entry Tax demand pertaining to Central Sales Tax of Rs.266131.00 relating to A.Y.2005-06 & 2006-07 is pending with Appellate Authority up to Commissioner's Level.
- (x) The Company has no accumulated losses as at March 31, 2011 and it has not incurred any cash losses in the year ended on that date or in the immediately preceding financial year.
- (xi) According to the records of the Company examined by us and the information and explanations given to us, the company has not defaulted in repayment of dues to any bank as at the balance sheet date.
- (xii) The Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) The provisions of any special statute applicable to chit fund / nidhi / mutual benefit fund / societies are not applicable to the company.
- (xiv) In our opinion, the Company is not a dealer or trader in shares, securities, debentures and other investments.
- (xv) In our opinion and according to the information and explanations given to us, the terms and conditions of the guarantees given by the Company, for loans taken by others from banks or financial institutions during the year, are not prejudicial to the interest of the company.
- (xvi) In our opinion and according to the information and explanations given to us, the company has taken term loan of Rs.1386 Lacs in previous year from Punjab-National Bank for expansion work of Unit – II at village Tanawara, Jodhpur, which has been applied for the said purpose.
- (xvii) On the basis of an overall examination of the balance sheet of the Company, in our opinion and according to the information and explanations given to us, there are no funds raised on a short-term basis, which have been used for long-term investment.
- (xviii) The Company has not made preferential allotment of shares to parties and companies covered in the register maintained under Section 301 of the Companies Act, 1956 during the year.
- (xix) The Company has not issued any debentures during the year.
- (xx) The Company has not raised any money by way of public issue during the year. Therefore, the provisions of clause 4(xx) of the Order are not applicable to the company.
- (xxi) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the company, noticed or reported during the year, nor we have been informed of such case by the management.

FOR P. SINGHVI & ASSOCIATES
CHARTERED ACCOUNTANTS
F.R. NO. 113602W

PLACE : JODHPUR
DATED : 31st AUGUST, 2011

(PRAVEEN SINGHVI)
PARTNER
M.No. 71608



BALANCE SHEET AS AT 31ST MARCH, 2011

PARTICULARS	Schedule	As at 31.03.2011 Amount (Rs.)	As at 31.03.2010 Amount (Rs.)
SOURCES OF FUNDS			
SHARE HOLDERS FUND			
Share Capital	"A"	117796560	117796560
Reserves & Surplus	"B"	304251987	291911649
LOAN FUND			
Secured	"C"	166710291	146860403
Unsecured	"D"	33603049	2200000
Deferred Tax Liabilities	"E"	7451241	5674747
	Total	629813128	564443359
APPLICATION OF FUNDS			
FIXED ASSETS			
Gross Block	"F"	344094581	288319481
Less : Depreciation		74865542	50657442
Net Block		269229039	237662039
Capital Work in Progress		160674505	112337690
Investments	"G"	6730000	9340000
Security Deposits	"H"	5461006	5065865
CURRENT ASSETS LOANS & ADVANCES			
Cash And Bank Balances	"I"	28067096	5302523
Inventory	"J"	174225877	151524122
Sundry Debtors	"K"	39338438	63933993
Loan And Advances	"L"	17535729	23908220
		259167140	244668858
Less : CURRENT LIABILITIES & PROVISIONS			
Sundry Creditors	"M"	70981549	48205490
Provision for Expenses	"N"	9346709	8265196
		178838882	188198172
Miscellaneous Expenditure (To the extent not written off)	"O"	8879696	11839593
	Total	629813128	564443359
Significant Accounting Policies	"T"		
Notes on Accounts.			

AS PER OUR REPORT OF EVEN DATE ATTACHED

FOR P. SINGHVI & ASSOCIATES
CHARTERED ACCOUNTANTS
F.R.NO.113602W

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

(PRAVEEN SINGHVI)
PARTNER
M.No.71608

(O. P. BHANSALI)
MANAGING DIRECTOR

PLACE: JODHPUR
DATED: 31st AUGUST, 2011

(GAURAV BHANSALI)
WHOLE TIME DIRECTOR

(AMIT BAXI)
COMPANY SECRETARY

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

PARTICULARS	Schedule	Year Ended on 31.03.2011 Amount (Rs.)	Year Ended on 31.03.2010 Amount (Rs.)
<u>INCOME</u>			
Sales	"P"	249223329	233974941
Other Income	"Q"	4276591	6662450
		253499920	240637391
<u>EXPENDITURE</u>			
Cost of Goods Sold	"R"	174697888	165166676
Other Costs	"S"	35482921	29976460
Depreciation	"F"	24208100	25734779
		234388909	220877915
<u>APPROPRIATION OF PROFIT & LOSS</u>			
Net Income / (Loss) of the year		19111011	19759476
Provision for Tax		(4994179)	(4680587)
Deferred Tax		(1776494)	461418
Profit After Tax		12340338	15540307
Balance Brought Forward From Previous Year		55638828	40098521
Balance Carried To Balance Sheet		67979166	55638828
Earning Per Share(Basic & Diluted)		1.05	1.32
Significant Accounting Policies and Notes to the Accounts	"T"		

AS PER OUR REPORT OF EVEN DATE ATTACHED

FOR P. SINGHVI & ASSOCIATES
CHARTERED ACCOUNTANTS
F.R.NO.113602W

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

(PRAVEEN SINGHVI)
PARTNER
M.No.71608

(O. P. BHANSALI)
MANAGING DIRECTOR

PLACE: JODHPUR
DATED: 31st AUGUST, 2011

(GAURAV BHANSALI)
WHOLE TIME DIRECTOR

(AMIT BAXI)
COMPANY SECRETARY



SCHEDULES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH 2011

PARTICULARS		As at 31.03.2011 Amount (Rs.)	As at 31.03.2010 Amount (Rs.)
<u>SCHEDULE "A"</u>			
<u>SHARE CAPITAL AUTHORISED</u>			
25000000 Equity Shares of Rs.10.00 Each (Previous Year 25000000 Equity Shares of Rs.10.00 Each)		250000000	250000000
		250000000	250000000
<u>ISSUED SUBSCRIBED & PAID UP</u>			
11779656 (Previous Year 11779656) Equity Shares of Rs.10.00 Fully Paid up		117796560	117796560
		117796560	117796560
<u>SCHEDULE "B"</u>			
<u>RESERVES AND SURPLUS</u>			
Net Profit			
<i>Profit for the year</i>	12340338		
<i>Add: Profit brought forward</i>	55638828	67979166	55638828
Share Premium Account		181816800	181816800
Revaluation Reserve		54456021	54456021
		304251987	291911649
<u>SCHEDULE "C"</u>			
<u>SECURED LOAN</u>			
Working Capital Loan		73289531	86210675
Term Loan		41835391	60649728
Buyer's Credit		51585369	--
		166710291	146860403
<u>SCHEDULE "D"</u>			
<u>UNSECURED LOAN</u>			
From Directors		1055000	--
From Others		15325000	2200000
Inter Corporate Deposit		17223049	--
		33603049	2200000
<u>SCHEDULE "E"</u>			
<u>DEFERRED TAX LIABILITIES</u>			
		7451241	5674747
		7451241	5674747

SCHEDULES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH 2011
SCHEDULE "F"
FIXED ASSETS

PARTICULARS	GROSS BLOCK AS ON 01.04.10	ADDITIONS (DEDUCTIONS) DURING THE PERIOD	TOTAL	DEPRECIATION		Total Depreciation	Net Block	
				UP TO 31. 03.2010	For the Year		AS ON 31.03.2011	AS ON 31.03.2010
Land**	59379925	--	59379925	--	--	--	59379925	59379925
Building	81756249	--	81756249	15988708	6576754	22565462	59190787	65767541
Computer	1113494	154946	1268440	768291	149376	917667	350773	345203
Plant & Machinery	142124433	55593654	197718087	31841246	17019226	48860472	148857615	110283187
Furniture & Fixtures	762250	26500	788750	298218	87670	385888	402862	464032
Vehicles	2912152	--	2912152	1657371	324863	1982234	929918	1254781
Vehicles - (Com.)	270978	--	270978	103608	50211	153819	117159	167370
Total	288319481	55775100	344094581	50657442	24208100	74865542	269229039	237662039
Capital Work-in-Progress	112337690	48336815	160674505	--	--	--	160674505	112337690
TOTAL	400657171	104111915	504769086	50657442	24208100	74865542	429903544	349999729

** Includes Revaluation on 15th February, 2006 and 16th February, 2006 and 25th March 2010 by an approved valuer.

SCHEDULE "G"
INVESTMENTS

National Saving Certificates

Investment in Shares (Allotment Pending)

3000

3000

6727000

9337000

6730000

9340000

SCHEDULE "H"
SECURITY DEPOSITS

BSNL Deposit

Earnest Money Deposit

Bombay Stock Exchange Ltd.

Security Deposit with Rocky C North

G.M.T.D., Jodhpur

Security With JVVN Ltd.

Security With JVVN Ltd. Unit-II

Security With Vodafone

Security With Airtel

700

700

1716180

1915462

2292360

1181250

12825

--

3000

3000

359910

317967

1073781

534126

250

250

2000

2000

5461006

5065865

SCHEDULE "I"
CASH AND BANK BALANCES

Cash in Hand

FDR (For BG/LC Margin)

With Scheduled Bank in Current A/c

1377438

408573

20106727

3245451

6582931

1648499

28067096

5302523



SCHEDULES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH 2011

PARTICULARS	As at 31.03.2011 Amount (Rs.)	As at 31.03.2010 Amount (Rs.)
<u>SCHEDULE "J"</u>		
<u>INVENTORIES</u>		
Stock of Raw Materials	89615657	87171492
Work in Progress	7700000	13372612
Finished Goods	76910220	50980018
	174225877	151524122
<u>SCHEDULE "K"</u>		
<u>SUNDRY DEBTORS & ADVANCES</u>		
More Than Six Months	7803222	6755181
Less Than Six Months	31535216	57178812
	39338438	63933993
<u>SCHEDULE "L"</u>		
<u>LOANS AND ADVANCES</u>		
Advance to Raw Material Suppliers	686611	5309197
Advance Against Factory Expenses	86505	1396867
Advance to Staff	704662	3583225
Advance Payment Against Taxes	8561276	10310315
Advance To Others	6444272	2936118
Prepaid Expenses/ Accrued Interest	1052403	372498
	17535729	23908220
<u>SCHEDULE "M"</u>		
<u>SUNDRY CREDITORS</u>		
S Creditors (Capital Goods)	13428091	16879010
S Creditors (Trade)	25654653	26277453
S Creditors (Expenses)	1637195	3194010
Advance from Customers	861610	1855017
Term Loan Installment due within one year	29400000	--
	70981549	48205490
<u>SCHEDULE "N"</u>		
<u>PROVISIONS FOR EXPENSES</u>		
Provision for General Expenses	2243961	2817044
Statutory Dues	7102748	5448152
	9346709	8265196
<u>SCHEDULE "O"</u>		
<u>MISCELLANEOUS EXPENDITURE</u>		
(To the extent not written off)		
Pre-operative Expenditure	8879696	11839593
	8879696	11839593

SCHEDULES FORMING PART OF PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON 31ST MARCH 2011

PARTICULARS		Current Year Amount (Rs.)		Previous Year Amount (Rs.)
SCHEDULE "P"				
SALES				
Sales (Domestic)		262757430		225428045
Sales (Export)		11182999		26147479
Less :Central Excise Duty		(24717100)		(17600583)
		249223329		233974941
SCHEDULE "Q"				
OTHER INCOME				
Interest Received on FDR		659819		263455
Other Interest Received		56138		19078
Income From Exchange Fluctuation		1970216		249129
Income from DEP B License		798688		794070
Discount Received		583330		82612
Subsidy Received		--		257931
Other Income		208400		4996175
		4276591		6662450
SCHEDULE "R"				
COST OF GOODS SOLD				
Raw Material Consumption				
Opening Stock	87171492		79598650	
Add : Raw Material Purchased	182838928		193536082	
Less : Closing Stock	(89615657)	180394763	(87171492)	185963240
(Increase) / Decrease in Stock				
Opening Stock of W I P	13372612		6666663	
Opening Stock of Finished Goods	50980018		16389359	
Closing Stock of W I P	(7700000)		13372612	
Closing Stock of Finished Goods	(76910220)	(20257590)	50980018	(41296608)
Manufacturing and Other Expenses				
Power & Fuel	8863479		10562925	
Consumable Stores	750127		3114387	
Repairs & Maintenance	1338536		1721432	
Testing Charges	115718		109304	
Factory Expenses	290765		179859	
Freight Expenses	2065107		2629821	
Packing Expenses	1039643		2041268	
Economic Rent & Service Charges			55408	
Water Expenses	97340	14560715	85640	20500044
		174697888		165166676



SCHEDULES FORMING PART OF PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON 31ST MARCH 2011

PARTICULARS	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
SCHEDULE "S"		
Other Cost		
Employee Cost	7438277	5732370
Administrative Expenses	1809325	905649
Auditors Remuneration	140000	140000
Finance Charges (Bank Charges)	2642422	1327944
Interest	11815177	11159487
Insurance	481094	415591
Donation	--	500
Selling & Distribution Expenses	7307747	6882125
Office Rent	110000	110000
Other Expenses	778981	342896
Preliminary Expenses	2959898	2959898
	35482921	29976460

SCHEDULES FORMING PART OF BALANCE SHEET AND PROFIT & LOSS ACCOUNT AS ON 31ST MARCH, 2011

SCHEDULE "T": SIGNIFICANT ACCOUNTING POLICIES

1. ACCOUNTING CONVENTION

The financial statements are prepared under the historical cost convention, except for certain fixed assets which are revalued, from books of accounts maintained on an accrual basis, in conformity with all material aspects with the generally accepted accounting principles and comply with the Accounting Standards notified under Section 211(3c) of the Companies Act, 1956 and the relevant provisions of the Companies Act.

2. FIXED ASSETS AND DEPRECIATION

- a) Fixed Assets are stated at cost (net of cenvat/value added tax) including freight, duties, customs, adjustments arising from exchange rate variation and other incidental expenses relating to acquisition and installation and includes amounts added on revaluation, less accumulated depreciation and impairment loss, if any.
- b) Depreciation has been provided on written down value method (WDV) at the rates and in the manner prescribed in Schedule XIV to the Companies Act, 1956.

3. INVESTMENTS

Long term investments intended to be held for more than a year, from the date of acquisition, are classified as long-term investments and are carried at cost. Provision is made for diminution, other than temporary, in value of investments. Current investments are valued at lower of cost and market value.

4. INVENTORIES

Items of inventories are measured at lower of cost or net realizable value. Cost of Raw material, stores and spares are determined on first in first out basis. Cost of finished goods and semi-finished goods include cost of raw materials and packing materials, cost of conversion and other costs incurred in bringing the inventories to the present location and condition.

SCHEDULES FORMING PART OF BALANCE SHEET AND PROFIT & LOSS ACCOUNT AS ON 31ST MARCH, 2011

5. REVENUE RECOGNITION

Revenue from sale of goods is accounted for on the basis of dispatch of goods. Sales are inclusive of excise duty and net of sales return and trade discounts. Interest Income is accounted on accrual basis.

6. TAXATION

a) INCOME TAX PROVISION

The provision for taxation is based on assessable profits of the company as determined under the Income Tax Act, 1961.

b) DEFERRED TAX

As per AS-22 issued by the Institute of Chartered Accountants of India, Deferred Tax is recognised, subject to the consideration of prudence, on timing differences being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred Tax Asset is not recognised unless there are timing differences, the reversal of which will result in sufficient income or there is virtual certainty that sufficient future taxable income will be available against which such deferred tax asset can be realized.

7. FOREIGN CURRENCY TRANSACTIONS

Foreign currency transactions are accounted for at the exchange rate prevailing on the transaction date. Gain / loss arising out of fluctuation in rate between transaction date and settlement date in respect of revenue items are recognised in the Profit and Loss Account.

Monetary Assets and Liabilities in foreign currency are translated at the year end at the closing exchange rate and the resultant exchange differences are recognised in the Profit and Loss Account.

Non monetary foreign currency items are carried at cost.

8. INTANGIBLE ASSETS

Intangible Assets are stated at cost of acquisition net of recoverable taxes less accumulated amortization. All costs, including financing costs till commencement of commercial production, adjustments arising from exchange rate variations attributable to the intangible assets are capitalized.

9. RETIREMENT BENEFITS

(i) Defined Contribution Plans

The company has a Defined Contribution Plan for post employment benefits namely Provident Fund which is administered through appropriate authorities.

The Company makes contributions to state plans namely Employees State Insurance Fund and has no further obligation beyond making the payment to them.

The Company's contributions to the above funds are charged to revenue every year.

(ii) Defined Benefit Plan

The gratuity will be paid as and when employee leaves. Liability towards gratuity is based on actuarial valuation carried out by an authorized actuary which is in compliance with AS-15(revised) issued by the Institute of Chartered Accountants of India.

10. BORROWING COST

Borrowing Costs that are directly attributable to the acquisition, construction or production of qualifying assets are capitalised till the month in which the asset is ready to use as part of the cost of that asset. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs charged to Profit and Loss account.



SCHEDULES FORMING PART OF BALANCE SHEET AND PROFIT & LOSS ACCOUNT AS ON 31ST MARCH, 2011

11. IMPAIRMENT OF FIXED 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 recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

12. OPERATING LEASE

- (a) Operating lease payments are recognised as an expense in the Profit and Loss Account.
- (b) Finance lease is taken at lower of fair value of the assets and present value of the minimum lease rentals is capitalized as fixed assets with corresponding amount shown as lease liability. The principal component in the lease rental is adjusted against the lease liability and the interest component is charged to Profit and Loss Account.

All assets given on finance lease are shown as receivables at an amount equal to net investment in the lease. Initial direct costs in respect of lease are expensed in the year in which such costs are incurred. Income from lease assets is accounted by applying the interest rate implicit in the lease to the net investment.

13. SEGMENT REPORTING

The Company has only one reportable segment (AS-17) for the year ended on 31st March, 2011, which is manufacturing and sale of industrial conveyor belts.

14. PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities, if any, are not provided for in the financial statements. However, they are separately disclosed by way of notes on accounts. Contingent Assets are neither recognised nor disclosed in the financial statements.

15. USE OF ESTIMATES

The presentation of the financial statements in conformity with the generally accepted accounting principles requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities, revenues and expenses and disclosure of contingent liabilities. Such estimates and assumptions are based on management's evaluation of relevant facts and circumstances as on the date of financial statements. Difference between the actual results and estimates are recognised in the period in which the results are known/ materialized.

16. EARNING PER SHARE

As per AS-20 issued by Institute of Chartered Accountants of India basic earnings per share is computed using the weighted average number of equity shares outstanding during the period. Diluted earnings per share are computed using the weighted average number of equity and dilutive equity equivalent shares outstanding during the period, except where the results would be anti-dilutive.

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SCHEDULES FORMING PART OF BALANCE SHEET AND PROFIT & LOSS ACCOUNT AS ON 31ST MARCH, 2011

NOTES ON ACCOUNTS

1. WORKING CAPITAL

The Working capital facilities amounting to Rs.750 lacs (previous year Rs. 750 Lacs) have been sanctioned by bank and are secured by hypothecation of stocks, spares and book debts.

2. CONTINGENT LIABILITIES NOT PROVIDED FOR:

(Rs. In Lacs)

	31.03.2011	31.03.2010
Letters of Credit	155.96	172.19
Bank Guarantees	742.64	166.41

3. FOREIGN CURRENCY TRANSACTION

The amount of exchange rate difference in respect of foreign currency transactions has been recognised in the Profit and Loss Account amounting to Rs. 1970216.00 (previous year Rs. 249129.00).

4. PRE OPERATIVE EXPENSES

Company has made expenditure on new project to the tune of Rs147.99 lacs last year. Company has amortised Rs.2959898.00 (1/5th of 147.99lacs) which is recognized in Profit & Loss A/c.

5. DEFERRED TAX

The Calculation of Deferred Tax is as under:

	Deferred Tax Asset / (Liability) As on 01.04.2010	Current Year (Change) / Credit	Deferred Tax Asset / (Liability) As on 31.03.2011
Depreciation	(5776911)	(1929131)	(7706042)
Provision for Gratuity	102164	115802	217966
Brought forward Loss	NIL	NIL	NIL
Liability Allowed on Payment Basis	NIL	36835	36835
Net	(5674747)	(1776494)	(7451241)

6. As per AS 15 "Employee benefits", the disclosures as defined in the Accounting Standard are given below:

Defined Contribution Plan

	2010 - 11	2009 -10
Employer's contribution to Provident Fund	170439	92604

Defined Benefit Plan

The employee gratuity fund scheme managed by a Life Insurance Corporation of India is a defined benefit plan. The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognised for each period of service as giving rise to additional unit of employee benefit and measures each unit separately to build up final obligation. Final obligation as per actuarial valuation is Rs. 705390 (Previous Year Rs. 300571).



Somi Conveyor Beltings Ltd.

SCHEDULES FORMING PART OF BALANCE SHEET AND PROFIT & LOSS ACCOUNT AS ON 31ST MARCH, 2011

7. RELATED PARTY DISCLOSURES

In accordance with the Accounting Standard on "Related Party Disclosures" (AS-18), the disclosure in respect of transactions with the Company's related parties are as follows:

A. List of Related parties with whom transactions have taken place and relationship

Particulars	Financial Year ended 31.03.2011	Financial Year ended 31.03.2010
Nature of Relationship	Name of the Party	Name of the Party
Key Management Personnel ('KMP')	O.P. Bhansali Vimal Bhansali Gaurav Bhansali	O.P. Bhansali Vimal Bhansali Gaurav Bhansali
Relative of Key Management Personnel ('RKMP')	OM Kumari Bhansali Priya Bhansali Ruchi Bhansali Madhu Mehta	OM Kumari Bhansali Priya Bhansali Ruchi Bhansali Madhu Mehta
Related parties where KMP/RKMP exercise significant influence	Oliver Micon Inc Earth Movers Enterprises OM Prakash Bhansali HUF Vimal Bhansali HUF Gaurav Bhansali HUF Ghunguru Hotels & Resorts Ltd.	Oliver Micon Inc Earth Movers Enterprises Om Prakash Bhansali HUF Vimal Bhansali HUF Gaurav Bhansali HUF

B. Transaction during the year with Related Parties: -

Particulars	Nature of Relation ship	31.03.2011	31.03.2010
Sale of Goods	Related parties where KMP / RKMP exercise significant influence	42.27	7.23
Purchases	Related parties where KMP/ RKMP exercise significant influence	1.09	0.35
Managerial Remuneration	Key Management Personnel ('KMP')	8.88	8.88
Sitting Fee	Key Management Personnel ('KMP')	--	--
Interest Paid	Key Management Personnel ('KMP')	--	--
	Relatives of Key Management Personnel ('RKMP')	9.14	--
Sales Incentive	Key Management Personnel ('KMP')	--	--
Subscription to Purchase of Equity shares	Key Management Personnel ('KMP')	--	56.25
	Relatives of Key Management Personnel ('RKMP')	--	--
Loan Received	Key Management Personnel ('KMP')	10.55	--
	Relatives of Key Management Personnel ('RKMP')	29.45	10.00
	Related parties where KMP/RKMP exercise significant Influence	113.80	--
Loan Paid	Key Management Personnel ('KMP')	--	--
	Relatives of Key Management Personnel ('RKMP')	--	--
Inter Corporate	Related parties where KMP/RKMP exercise significant Influence	152.00	--

C. Outstanding Balances :-

Sales of Goods	Related parties where KMP/RKMP exercise significant influence	14.84	--
Loans	Key Management Personnel ('KMP')	10.55	--
	Relatives of Key Management Personnel ('RKMP')	29.45	10.00
	Related parties where KMP/RKMP exercise significant Influence	284.03	--

SCHEDULES FORMING PART OF BALANCE SHEET AND PROFIT & LOSS ACCOUNT AS ON 31ST MARCH, 2011

8. EARNING PER SHARE (EPS) :

(Rs. in Lacs)

Particulars	30.03.2011	30.03.2010
Net Profit After Tax	123.40	155.40
No. of Equity Shares Weighted Average	11779656	11779656
Earning Per Share*	1.05	1.32
Price Per Share	10	10

*EPS (Basic/Diluted) CALCULATED ACCORDING TO AS-20

9. CASH AND CASH EQUIVALENTS

Cash and cash equivalents in the cash flow statement comprises of cash at bank, cash in hand and liquid investments as per AS-3 on cash flow statement.

10. CAPITAL WORK-IN-PROGRESS

In respect of supply-cum-erection, the value of supplies received at site and accepted is treated as Capital Work-in-Progress.

Incidental Expenditure during construction (net) including corporate office expenses for the year is apportioned to capital Work-in-Progress on the basis of accretion thereto.

11. SUPPLEMENTARY STATUTORY INFORMATIONS

a) Managing Director's Remuneration

Particulars	Year Ended 31 st March, 2011	Year Ended 31st March, 2010
Salaries	4,32,000	4,32,000
Total	4,32,000	4,32,000

b) Whole Time Directors Remuneration

Particulars	Year Ended 31 st March, 2011	Year Ended 31st March, 2010
Salaries	4,56,000	4,56,000
Total	4,56,000	4,56,000

c) Computation of Net Profit in accordance with section 349 of the Companies Act, 1956 for Calculation of Remuneration to the Managerial Personnel.

Particulars	Year Ended 31 st March, 2011	Year Ended 31st March, 2010
Profit Before Tax as per Profit and Loss Account*	19111011	19759476
Add : Managerial Remuneration	888000	888000
Depreciation as per Books	24208100	25734779
Less: Deduction under section 349 and 350	NIL	NIL
Depreciation under Section 349	24208100	25734779
Net Profit for the purpose of Managerial Remuneration	19999011	20647477
Maximum Remuneration Payable up to 10% of the above to Whole-time Directors	1999901	2064748

* The Profit and Loss account include Rs.888000/- (Previous Year Rs.888000/-) towards remuneration to the Managerial personnel

d) Details of Payment to Auditors

Particulars	Year Ended 31 st March, 2011	Year Ended 31st March, 2010
Internal Audit	40000	40000
Statutory Audit	50000	100000
Tax Audit	25000	-
Professional Fees	25000	-
Total	140000	140000

SCHEDULES FORMING PART OF BALANCE SHEET AND PROFIT & LOSS ACCOUNT AS ON 31ST MARCH, 2011

12. The company is in the process of identifying Micro, Small and Medium Enterprises as defined under the Micro, Small and Medium enterprises Development Act, 2006. Hence disclosure relating to amounts unpaid as at the year end together with interest payable thereon has not been given.
13. Prior Period item of Rs.33314.00 is debited to Profit and Loss Account on account of Custodial Fees.
14. Previous year's figures have been re-casted, re-grouped and re-arranged wherever considered necessary to make them comparable.

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

LICENSED CAPACITY			31.03.2011		31.03.2010	
			NOT APPLICABLE			
A	Capacity Production	Mtrs	302400		302400	
B	Production (Conveyor Belt)	Mtrs	126967.73		164170.17	
			Qty.	Value (Rs.in Lacs)	Qty.	Value (Rs.in Lacs)
C	Turnover	Mtrs/Rs.	120318.73	2492.23	153992.65	2339.75
D	Opening Stock	Mtrs/Rs.	15260.52	509.80	5083.00	163.89
E	Closing Stock	Mtrs/Rs.	21909.52	769.10	15260.52	509.80
F	Purchases of Raw Material	Kgs/Rs.	2056792.19	1828.39	2926685.70	1935.36
G	Consumption of Raw Material	Kgs/Rs.	2363504.19	1803.95	2799820.50	1859.63
H	Consumable Stores	Rs.		7.50		31.14
I	CIF Value of Imports	Rs.		1384.52		475.73
	Raw Material	Rs.		318.92		359.57
	Capital Goods	Rs.		1065.60		116.16
J	Expenditure in Foreign Currency	Rs.		863.96		469.34
	Raw Material	Rs.		332.89		315.32
	Capital Goods	Rs.		531.06		154.02
K	Earnings in Foreign Currency	Rs.		107.77		258.80
L	Amount Remitted in foreign currency on account of dividend	Rs.		NIL		NIL

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2011

PARTICULAR	For the Year Ended 31.03.2011	For the Year Ended 31.03.2010
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit Before Tax	19111011	19759476
Add; Depreciation Charged	24208100	25734779
Preliminary Expenses written off	2959898	2959898
Interest Charged	11815177	11159487
	58094186	59613640
Less: Interest Received	715957	282533
Other Income		5252421
Operating Profit Before Working Capital Changes	57378229	54078686
Trade and Other Receivables	24595554	(25958131)
Inventories	(22701755)	(48869450)
Trade Payables & Provisions	(8458655)	33818796
Loans & Advances and Other Current Assets	7187491	(598718)
Advance Tax Paid	(815000)	(2530000)
Cash Generated From Operating Activities	57185864	9941183
Direct Taxes Paid	(2077952)	(1152871)
Net Cash Flow From Operating Activities (a)	55107912	8788312
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase /Acquisition of Fixed Assets	(104111915)	(83728230)
Sale of Fixed Assets		9005510
Security Deposit	(395141)	1198523
Purchase of Investment	-	-
Sale of Investment	2610000	3163000
Other Income	-	5252421
Interest Received	715957	282533
Net Cash used in Investing Activities (b)	(101181099)	(64826243)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Secured Loans	49249888	65138313
Unsecured Loans	31403049	2200000
Interest Paid	(11815177)	(11159487)
Net Cash from Financing Activities (c)	68837760	56178826
Net Increase / (Decrease) in Cash & Cash Equivalents (a+b+c)	22764573	140895
Cash & Cash Equivalent At The Beginning of The Year	5302523	5161628
Cash & Cash Equivalent At The End of The Year	28067096	5302523

Notes: The above cash Flow Statement has been prepared under the "Indirect Method" as set out in the Accounting Standard 3 (Revised) on Cash Flow Statements as prescribed by Companies (Accounting Standard) Rules, 2006.

FOR P. SINGHVI & ASSOCIATES
CHARTERED ACCOUNTANTS
F.R.NO.113602W

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

(PRAVEEN SINGHVI)
PARTNER
M.No.71608

(O. P. BHANSALI)
MANAGING DIRECTOR

PLACE: JODHPUR
DATED: 31ST AUGUST, 2011

(GAURAV BHANSALI)
WHOLE TIME DIRECTOR

(AMIT BAXI)
COMPANY SECRETARY



Somi Conveyor Beltings Ltd.

INFORMATION AS REQUIRED UNDER PART IV OF SCHEDULE VI OF THE COMPANIES ACT, 1956 BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

I. Registration Detail																	
Registration No.	0	1	6	4	8	0	State Code	1	7								
Balance Sheet Date	3	1		0	3		2	0	1	1							
II. Capital raised during the year (Amount in Rs. Thousands)																	
Public Issue	N	I	L				Right Issue	N	I	L							
Bonus Issue	N	I	L				Private Placement	N	I	L							
III. Position of Mobilisation and Deployment of Funds (Amount in Rs Thousands)																	
Total Liabilities							Total Assets										
6	2	9	8	1	3	1	3	6	2	9	8	1	3	1	3		
SOURCES OF FUNDS																	
Paid-up capital							Reserves & Surplus										
1	1	7	7	9	6	5	6	3	0	4	2	5	1	9	9		
Secured Loans							Unsecured Loan										
1	6	6	7	1	0	2	9	0	3	3	6	0	3	0	5		
DEFERRED TAX LIABILITIES																	
		7	4	5	1	2	4										
APPLICATION OF FUNDS																	
Net Fixed Assets							Investments										
2	6	9	2	2	9	0	4	0	0	6	7	3	0	0	0		
Net Current Assets							Misc. Expenditure										
1	7	8	8	3	8	8	8	0	0	8	8	7	9	7	0		
Accumulated Losses							Security Deposits										
N	I	L						0	0	5	4	6	1	0	0		
IV. Performance of Company (Amount in Rs. Thousands)																	
Total Income							Total Expenditure										
2	5	3	4	9	9	9	2	2	3	4	3	8	8	9	1		
Profit Before Tax (-)							Profit After Tax (-)										
0	1	9	1	1	1	0	1	0	1	2	3	4	0	3	4		
Earning per Share (Rs.) (Basic/Diluted)							Dividend Rate %										
		1		0	5			N	I	L							
V. Generic Name of Two Principal Products/Services of Company																	
(As per monetary terms)																	
Item Code No. (ITC Code)	N O T A P P L I C A B L E																
Products Description	C O N V E Y O R B E L T S																
Item Code No. (ITC Code)	N O T A P P L I C A B L E																
Production Description	N O T A P P L I C A B L E																

Notes: The above cash flow Statement has been prepared under the "Indirect Method" as set out in the Accounting Standard 3 (Revised) on Cash Flow Statements as prescribed by Companies (Accounting Standard) Rules, 2006.

FOR P. SINGHVI & ASSOCIATES
CHARTERED ACCOUNTANTS
F.R.NO.113602W

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

(PRAVEEN SINGHVI)
PARTNER
M.No.71608

(O. P. BHANSALI)
MANAGING DIRECTOR

PLACE: JODHPUR
DATED: 31st AUGUST, 2011

(GAURAV BHANSALI)
WHOLE TIME DIRECTOR

(AMIT BAXI)
COMPANY SECRETARY