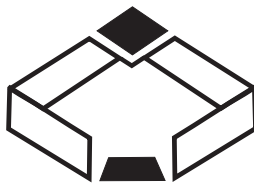


20th
ANNUAL
REPORT
2010-11



Mid India Industries Limited

Regd. Office : Textile Mill Area,
Mandsaur - 458 001 (M.P.) India

Board of Directors

Shri Pradeep Ganediwal, **Managing Director**

Shri Pradyumn Ganediwal, **Director**

Shri Shreeram Singh, **Director**

Shri Aneet Jain, **Director**

Shri Ajay Kumar Dubey, **Director**

Shri Rakesh Kumar Jain, **Director**

Audit Committee of the Board

Shri Shreeram Singh, **Chairman**

Shri Aneet Jain

Shri Ajay Kumar Dubey

Share Holder's / Investor's Grievance Committee of the Board

Shri Aneet Jain, **Chairman**

Shri Shreeram Singh

Shri Ajay Kumar Dubey

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Registered Office & Works

Textile Mill Area

Mandsaur - 458 001 (M.P.)

Corporate Office

2/3, New Palasia

Pt. Ramnarayan Shastri Marg

Indore - 452 001 (M.P.)

Auditors

M/s.Kamal Nayan Singhal & Company

Chartered Accountants

55, Murai Mohalla

Indore - 452 001

Cost Auditor

M/s. K.G. Goyal & Co.

Cost Accountants

8, Chitragupta Nagar I,

Jyoti Nagar Railway Crossing,

Jaipur 302 005

Registrar & Transfer Agent

M/s. Ankit Consultancy Pvt. Ltd.,

(Unit : Mid India Industries Ltd.)

Plot No. 60, Electronic Complex

Pardeshipura,

Indore - 452 010 (M.P.)

ANNUAL GENERAL MEETING

On Friday, 30th September, 2011

at 11.00 a.m. at Textile Mill Area,

Mandsaur (M.P.)

As a measure of economy, copies of the Annual Report will not be distributed at the Annual General Meeting. Shareholders are requested to kindly bring their copies to the meeting.



NOTICE

NOTICE is hereby given that the Twentieth Annual General Meeting of MID INDIA INDUSTRIES LIMITED will be held on Friday the 30th day of September, 2011 at Registered Office of the Company at Textile Mill Area, Near Railway Station, Mandsaur (M.P.) at 11.00 A.M. to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Profit & Loss Account of the Company for the year ended 31st March, 2011 and the Balance Sheet as on that date and Reports of the Directors and Auditors thereon.
2. To appoint a Director in place of **Shri Shreeram Singh**, who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint Auditors of the company to hold the office from conclusion of this Annual General Meeting until the conclusion of next Annual General Meeting and to fix their remuneration.

SPECIAL BUSINESS:

4. To consider and if thought fit, to pass with or without modifications, the following resolution as an Ordinary Resolution:
“RESOLVED THAT **Shri Rakesh Kumar Jain**, who was co-opted by the Board as an Additional Director with effect 1st June, 2011 and who holds office upto the date of this Annual General Meeting and in respect of whom the Company has received the notice in writing from a member proposing his candidature for the office of Director, be and is hereby appointed as a director of the Company, liable to retire by rotation.”

For and on behalf of the Board

(PRADEEP GANEDIWAL)
Chairman

Place : Indore
Dated : 22/08/2011

NOTES :

1. MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY.
2. The Proxies in order to be effective must be deposited at the Registered Office of the Company not less than 48 hours before the commencement of the Meeting.
3. The Register of Members and Share Transfer Books of the Company shall remain closed from Wednesday, The 28th day of September, 2011 to Thursday, the 29th day of September, 2011 (both days inclusive).
4. Members are requested to bring their copy of the Annual Report with them for meeting.

EXPLANATORY STATEMENT:

The following explanatory statement relating to the Special Business No. 4 of the accompanying notice sets out all material facts as required under section 173 of the Companies Act, 1956.

Item No. 4

The Board of Directors in its meeting held on 1st June, 2011 had appointed Shri Rakesh Kumar Jain as an Additional Non-Executive Independent Director of the Company in terms of Section 260 of the Companies Act' 1956 to hold the office only up to the date of ensuing Annual General Meeting.

Notice under Section 257 of the Companies Act, 1956 has been received from a member of the Company proposing candidature of Shri Rakesh Kumar Jain for the office of Director of the Company, liable to retire by rotation.



The Board of Directors recommends for your approval for the appointment of Shri Rakesh Kumar Jain as Director of the Company.

None of the Directors except Shri Rakesh Kumar Jain is concerned or interested in the resolution.

DETAILS OF DIRECTORS SEEKING APPOINTMENT/REAPPOINTMENT IN ANNUAL GENERAL MEETING FIXED FOR 30TH SEPTEMBER, 2011.

Name of Director	SHREERAM SINGH	RAKESH KUMAR JAIN
Date of Birth	05th October, 1944	27th October, 1967
Date of Appointment	30th April, 2002	1st June, 2011
Qualification	B.A., L.L.B.	M.Com.
Expertise in Specific Functional Area	Worked in MPSTC as a Cotton Selector & Purchase Officer	Accounts & Finance
List of Companies in which outside Directorship held*	-	-
Chairman/Member of the Committee of Board of Directors of the Companies	Mid India Industries Limited a. Audit Committee b. Shareholder's Grievances Committee	-

* Excluding Private Limited Companies.

DIRECTORS' REPORT

Your Directors have pleasure in presenting Twentieth Annual Report on the business and operations with Audited Statement of Accounts for the year ended 31st March, 2011.

FINANCIAL RESULTS

(₹ in Lacs)

Particulars	01/04/2010 to 31/03/2011	01/04/2009 to 31/03/2010
Turnover and Other Income	3348.87	2582.57
Profit/(Loss) before Interest and Depreciation	41.98	105.72
Interest	0.93	0.61
Profit/(Loss) after Interest but before Depreciation	41.04	105.11
Depreciation	29.83	30.24
Net Profit/(Loss) from Operation	11.21	74.87

OPERATIONS

During the year under review the company has achieved turnover of ₹ 3348.87 lacs as compared to ₹ 2582.57 lacs in the previous year. The profit after tax stood at ₹ 11.21 lacs as compared to ₹ 74.87 lacs in the previous year.



DIVIDEND

In view of the carry forward losses of the company, the Directors regret their inability to recommend any dividend.

DIRECTORS

In accordance with provisions of Companies Act, 1956 and Company's Articles of Association Shri Shree Ram Singh retire by rotation and is eligible for reappointment.

Your Directors are please to report that during the year under review, Shri Rakesh Kumar Jain was co-opted as an Additional Director. Shri Rakesh Kumar Jain, hold office U/s 260 of the Companies Act' 1956, only upto conclusion of this Annual General Meeting and as such, his candidature for directorship is being propose at this Annual General Meeting.

Shri Pradyumn Ganediwal resigned from the Board with effect from 1st June, 2011. The Board placed on record its deep sense of appreciation for the valuable contribution made by Shri Pradyumn Ganediwal.

CORPORATE GOVERNANCE

A separate section on Corporate Governance forming part of the Director's Report and the certificate from the Company's Auditors confirming the compliance of conditions on Corporate Governance as stipulated in Clause 49 of the listing agreement is included in the Annual Report.

DIRECTORS RESPONSIBILITY STATEMENT

Pursuant to Section 217 (2AA) of the Companies Act, 1956, your Directors state as under:

- (I) That in the preparation of Annual Accounts, the applicable accounting standards have been followed and there has been no material departure;
- (ii) That the Directors have selected such accounting policies and applied them consistently and made judgment and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end to the financial year and of the loss of the Company for that period;
- (iii) That the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for prevention and detecting fraud and other irregularities to the best of their knowledge and ability;
- (iv) That the Directors have prepared the Annual Accounts on a going concern basis.

AUDITORS

M/s Kamal Nayan Singhal & Co., Statutory auditors of the company hold office until the conclusion of the ensuing Annual General Meeting and are recommended for re-appointment. The Company has received certificate from Auditor to the effect that there appointment, if made, would be within the prescribed limit under Section 224(1-B) of the Companies Act, 1956.



AUDITORS OBSERVATIONS

The observations of the Auditors as referred to in the Auditors' Report are suitably explained in the Notes to the Accounts.

PARTICULARS OF EMPLOYEES

Particulars of employees as required under Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules 1975 is not applicable as there is no employee coming under the preview of Section 217(2A) of the Act.

INDUSTRIAL RELATIONS

The directors are happy to report that the company had harmonious industrial relations at all levels of organisation. It will be the endeavor of the company to continue to maintain good industrial climate.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGOINGS

In term of Section 217(1)(e) of the Companies Act, 1956 and the Companies (Disclosure of particulars in the report of Board of Directors):

Particulars	01/04/2010 to 31/03/2011	01/04/2009 to 31/03/2010
1. Conservation of Energy		
Power & Fuel consumption:		
(a) Electricity Purchased:		
Unit (Kwh)	7294408	6578365
Amount (Rs.)	34148526	28698173
Rate per Unit (Rs./Kwh)	4.68	4.36
(b) Consumption per Unit of Production:		
Production (Kgs.)	1941985	2114854
Electricity (Kwh/Kg.)	3.76	3.11
2. Technology absorption		
The plant do not require any specific technology		
3. Foreign Exchange earnings/outgo (Rs. in lacs)		
(a) Foreign Exchange earned		
I.) Sales	348.06	285.15
ii) Other Activities	110.50	114.75
(b) Foreign Exchange Used		
i) Purchase of Raw Material	0	0
ii) Stores & Spares	0	0



APPRECIATION

Your Directors would take this opportunity to place on record their appreciation for the pains taking efforts made by the Officers, staff and workers of the company. The directors also wish to express their sincere appreciation to valued clients, bankers, Government Departments and Shareholders for their continued support.

for and on behalf of the Board

Place: Indore

Dated: 22/08/2011

(PRADEEP GANEDIWAL)

Managing Director

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

INDUSTRY STRUCTURE AND DEVELOPMENT

The company is engaged in manufacturing and marketing of different types of Cotton Yarn. There has been growing demand of the products manufactured by your Company.

HIGHLIGHTS OF PERFORMANCE

The same has been given in the Directors Report under the heading of 'FINANCIAL RESULTS' and 'OPERATIONS'.

OPPORTUNITIES AND THREATS/ RISK AND CONCERNS

With the opening of international market of textiles & yarn there are vast opportunities for the products of the Company. There are some threats from the global competitors.

INTERNAL CONTROL SYSTEM

The Company has proper internal control system which provides adequate safeguard and effective monitoring of the transactions.

HUMAN RESOURCES

Various initiatives have been taken to enhance the skills, knowledge and competency of the employees. The industrial relations remained harmonious throughout the year.

CAUTIONARY STATEMENT

Statements in the Management Discussion and Analysis Report describing the Company's objectives, expectations or predictions may be forward looking within the meaning of applicable laws and regulations. Actual results may differ materially from those expressed or implied. Important factors that could influence the Company's operations include competition, government policies and regulations.



REPORT ON CORPORATE GOVERNANCE

The Report on Corporate Governance as required under Clause 49 of the Listing Agreement for the year ended 31st March, 2011 is set out below:

1. Company's Philosophy on Corporate Governance:

The Company views sound Corporate Governance as an integral part of its efforts to enhance shareholders' value. The Company endeavors to safeguard the interests of investors, customers, suppliers and lenders to build the confidence of the society in general.

2. Board of Directors:

During the year seven Board meetings were held, against the minimum requirement of four meetings. The Company has held at least one Board meeting in every three months. The details of the Board meetings are as under:

Sr.No.	Date	Board Strength	No. of Directors Present
1.	14th May, 2010	5	3
2.	7th August, 2010	5	3
3.	23rd August, 2010	5	4
4.	30th September, 2010	5	4
5.	1st November, 2010	5	3
6.	16th December, 2010	5	3
7.	11th February, 2011	5	3

Attendance of Directors at Board meetings, last Annual General Meetings and number of other Directorship and Chairmanships/ Memberships of Committees of each Director in various companies:

Name of Director	Attendance of meetings during 2010-11		No. of other Directorship(s)	Committee Membership
	Board Meetings	Last AGM		
Shri Pradeep Ganediwal, Managing Director	3	Yes	2	Nil
Shri Pradyumn Ganediwal Promoter & Director	Nil	No	2	Nil
Shri Shree Ram Singh	7	Yes	1	2
Shri Aneet Jain	7	Yes	1	2
Shri Ajay Kumar Dubey	6	Yes	Nil	2

3. Audit Committee:

The Audit Committee of the Board comprises three independent directors namely Shri Shriram Singh – Chairman, Shri Aneet Jain and Shri Ajay Kumar Dubey. All the members are independent and possess sound knowledge of finance, accounting and company law. The functions of Audit Committee are as per Company Law and Listing Agreement with Stock



Exchanges. These include approving and implementing the audit procedures, review of financial reporting system, internal control procedures and risk management policies. The attendance record of the members of Committee is as under:

Name of the Committee Member	No. of meetings held	No. of meetings attended
Shri Shree Ram Singh	4	4
Shri Aneet Jain	4	4
Shri Ajay Kumar Dubey	4	4

4. Remuneration of Directors:

The Company has not constituted a Remuneration Committee. The Company does not pay any remuneration to the Managing Director or any Director of Board.

5. Shareholders'/Investors' Grievances Committee:

The Company has constituted a Shareholders'/Investors' Grievance Committee. The Audit Committee of the Board comprises three independent directors namely Shri Aneet Jain – Chairman, Shri Shreeram Singh and Shri Ajay Kumar Dubey

The committee is to oversee the effective redressal of the complaints of the Shareholders/Investors. The committee may recommend steps to be taken for further improvement in the quality of service to the investors. The Registrar & Transfer Agent has sent replies to shareholders in respect of all complaints received during the period. There was no valid request pending for transfer of shares ending as on 31-03-2011.

6. General Body Meetings:

The Annual General Meetings of the Company during the preceding three years were held at its Registered Office at Textile Mill Area, Mandsaur - 458 001.

Year Ending	Date of A.G.M.	Time
31-03-2008	30-09-2008	11.00 A.M.
31-03-2009	30-09-2009	11.00 A.M.
31-03-2010	30-09-2010	11.00 A.M.

No special resolutions were passed through postal ballot in the last AGM. No special resolutions requiring postal ballot are placed before the shareholders for approval at the forthcoming AGM.

7. Disclosures:

(a) **Related party transactions:** Details of transactions with related parties as specified in Accounting Standard have been reported in notes to the account under para (11). There is no materially significant transactions with the related party, which may have potentials conflict with the interest of the company at large.

(b) **Details of non-compliance:** There were no penalties, strictures imposed on the Company by Stock Exchanges or SEBI or any statutory authority, on any matter related to capital markets during the last three years.

(c) Auditors Certificate on corporate governance is enclosed herewith.



8. Means of Communication:

The Company communicates with the shareholders through its annual reports, quarterly results and by filing of various returns with statutory bodies like stock exchanges and the Registrar of Companies.

9. General Shareholders' Information:

(a) Annual General Meeting:

Date & Time : 30-09-2011 at 11.00 a.m.
Day : Friday
Venue : Textile Mill Area, Near Railway Station, Mandsaur (M.P.)

(b) Financial Calendar:

Results for the First Quarter ending 30-06-2011: July, 2011.
Results for the Second Quarter ending 30-09-2011: October, 2011.
Results for the Third Quarter ending 31-12-2011: January, 2012.
Results for the Forth Quarter ending 31-03-2012: April, 2012.

(c) Date of Book Closure: From 28-09-2011 to 29-09-2011 (Both days are inclusive)

(d) Listing on Stock Exchanges:

1. Bombay Stock Exchange Ltd., Mumbai
2. Delhi Stock Exchange Limited, New Delhi
3. Ahmedabad Stock Exchange Ltd., Ahmedabad
4. Madhya Pradesh Stock Exchange Limited, Indore

(e) Stock Code: BSE 500277

(f) Connectivity No.: ISIN INE401C01018

(g) Stock Market Data: The Monthly Highest and Lowest closing quotations of the Equity Shares of the Company during each month in the Financial Year 2010-2011 on the Bombay Stock Exchange Limited, Mumbai.

Month	Month's High Price	Date	Month's Low Price	Date
April'2010	3.41	07/04/2010	2.95	28/04/2010
May'2010	3.18	04/05/2010	2.46	26/05/2010
June'2010	2.91	03/06/2010	2.55	11/06/2010
July'2010	3.81	14/07/2010	2.60	01/07/2010
August'2010	3.46	30/08/2010	2.86	19/08/2010
September'2010	3.45	03/09/2010	2.82	24/09/2010
October'2010	3.36	21/10/2010	2.82	08/10/2010
November'2010	3.59	02/11/2010	2.70	30/11/2010
December'2010	2.84	23/12/2010	2.46	14/12/2010
January'2011	3.48	19/01/2011	2.51	04/01/2011
February'2011	3.15	04/02/2011	2.71	25/02/2011
March'2011	2.58	01/03/2011	1.99	27/03/2011



(h) Registrar and Share Transfer Agent:

Ankit Consultancy Pvt. Ltd. (Unit: MID INDIA INDUSTRIES LIMITED)
Plot No. 60, Electronic Complex, Pardeshipura, INDORE (M.P.) - 452 010

(i) Share Transfer System:

Share transfers are registered and returned to within 30 days from the date of receipt, if the documents are in order in all respects. The share transfer committee of the board of directors of the Company meets frequently to approve the transfer of shares.

(j) Dematerialisation of shares:

As on 31-03-2011 total 24,09,980 (14.79%) of shares were in the dematerialised form.

(k) Distribution of Shareholding: (As on 31-03-2011)

Range of Shares	No. of Shareholders	% to Holders	No. of Shares Held	% to Shares
Upto 100	7569	45.78	7526830	4.62
101-200	4164	25.19	8323710	5.11
201-300	1000	6.05	2993680	1.84
301-400	567	3.43	2266170	1.39
401-500	1072	6.48	5357630	3.29
501-1000	1003	6.07	8454440	5.19
1001-2000	693	4.19	11331190	6.95
2001-3000	142	0.86	3652600	2.24
3001-4000	86	0.52	3059440	1.88
4001-5000	67	0.41	3166820	1.94
5001-10000	70	0.42	5004710	3.07
Above 10000	100	0.60	101862780	62.49
TOTAL	16533	100.00	16300000	100.00

(l) Shareholding Pattern: (As on 31-03-2011)

Category	No. of Shareholders	Total Shares	%	Demat Shares	%
Resident Individuals					
(i) Promoter and Promoter Group	33	6217260	38.14	292600	1.79
(ii) Public	15361	6755653	41.45	1860193	11.41
NRI/OCB's	1014	643800	3.95	40100	0.25
Bodies Corporate					
(i) Promoter and Promoter Group	6	1476500	9.06	0	0
(ii) Others	114	665887	4.09	216787	1.33
Mutual Funds	2	40600	0.25	0	0
Financial Institutions	1	500000	3.07	0	0
Bankers	2	300	0	300	0
Any Other (Clearing Members)	0	0	0	0	0
TOTAL	16533	16300000	100.00	2409980	14.79

Promoter & Promoter Group Holding : No. of Shares 7693760 (47.20%) including Demat Shares 292600 (1.80%).



(m) Address of correspondence:-

Investors correspondence should be address to :
M/s Ankit Consultancy Pvt. Ltd.
(Unit : MID INDIA INDUSTRIES LIMITED)
Plot No. 60, Electronic Complex, INDORE (M.P.) - 452 010

DECLARATION

As provided under clause 49 of the Listing Agreement with Stock Exchanges, the Board Members and Senior Management personnel have confirmed compliance with the Code of Conduct for the Financial Year ended 31st March, 2011.

for and on behalf of the Board

Place: Indore
Dated: 22/08/2011

(PRADEEP GANEDIWAL)
Managing Director

AUDITOR'S CERTIFICATE

To the Members of
MID INDIA INDUSTRIES LIMITED

We have examined the compliance of conditions of Corporate Governance by the Mid India Industries Limited, for the year ended 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 responsibility of the management. Our examination has been limited to a review of the procedure and implementations thereof adopted by the Company for ensuring compliance with the conditions of the Corporate Governance as stipulated in the said Clause. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us and the representations made by the Directors and the management, we certify that the Company has completed with the conditions of Corporate Governance as stipulated in Clause 49 of the above mentioned Listing Agreement.

We state that no investor grievance is pending for a period exceeding one month against the company as per records maintained by the Shareholder's Grievance Committee.

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

for KAMAL NAYAN SINGHAL & COMPANY
Chartered Accountants
(Registration No. 002628C)
(KAMAL NAYAN SINGHAL)
Partner
(Membership No. 071749)

Place: Indore (M.P.)
Date: 22/08/2011



AUDITORS REPORT

To,
The Member of
MID INDIA INDUSTRIES LIMITED,

1. We have audited the attached Balance Sheet of MID INDIA INDUSTRIES LIMITED, as at 31st March, 2011, Profit and Loss Account and also the Cash Flow Statement of the company for the ended on that date annexed thereto which we have signed under reference to this report. These financial statements are the responsibility of the Company's management. Our Responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with Auditing Standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principals used and significant estimates made by management, as well as evaluating the 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, issued by the Central Government of India in terms of Section 227(4A) of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said order.
4. Further to our comments in the annexure referred to in paragraph (1) 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 examinations of those books.
 - c. The Balance Sheet, Profit & Loss Account and the Cash Flow Statement, dealt with by this report, are in agreement with the books of account.
 - d. In our opinion, the Profit & Loss Account, the Balance Sheet and Cash Flow Statement comply with the accounting standards referred to in Section 211(3C) of the Companies Act, 1956 to the extent they are applicable to the company.
 - e. On the basis of the information and explanations given to us none of the directors of the company are prima facie disqualified from being appointed as Director of the Company under 274 (1)(g) of the Companies Act'1956.
 - f. In our opinion and to the best of our information and according to explanations given to us, the said accounts read together with and subject to the notes give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view:
 - (i) In the case of the Balance Sheet, of the state of affairs of the Company as at 31st March 2011,
 - (ii) In the case of the Profit and Loss Account, of the Profit of the Company for the year ended on that day and
 - (iii) In the case of the Cash Flow Statement, of the cash flows of the Company for the year ended on that day.

for KAMAL NAYAN SINGHAL & COMPANY
Chartered Accountants
(Registration No. 002628C)

(KAMAL NAYAN SINGHAL)
Partner
(Membership No. 071749)

Place: Indore (M.P.)
Date: 22/08/2011



Annexure to the Auditor's Report

(Refer to in paragraph (3) of our report of even date to the members of Mid India Industries Limited on the Financial Statements for the years ended 31st March, 2011.)

- (i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) A major portion of the assets has been physically verified by the Management in accordance with a phased program of verification adopted by the Company. In our opinion, the frequency of verification is reasonable having regard to size of the Company and the nature of its assets. To the best of our knowledge, no material discrepancies have been noticed on verification.
- (ii) (a) The inventory has been physically verified by the management during the year. In our opinion the frequency of verification is reasonable.
- (b) In our opinion and according to the information and explanations given to us, the procedure of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of the business.
- (c) In our opinion and according to the information and explanation given to us, the company is maintaining proper records of inventory. No material discrepancies noticed between records of inventory and physical verifications of inventory.
- (iii) (a) The Company has taken unsecured loans from companies and firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956.
- (b) In view of our comment in paragraph III (a) above, clauses III (b) to III (g) of paragraph 4 of the Companies (Auditors Report) Order, 2003 are not applicable to the company.
- (iv) 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 with regard to purchase of inventory, fixed assets and with regard to the sale of goods. During the course of our audit, we have not observed any continuing failure to correct major weakness in internal control.
- (v) (a) To the best of our knowledge and belief and according to the information and explanations given to us, we are of the opinion that the company entered into transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1956.
- (b) In view of our comment in paragraph v (a) above, clause v (b) of the aforesaid order in our opinion is not applicable.
- (vi) The Company has not accepted any deposits from public consequently the provisions of Section 58A of the Companies Act, 1956 and Companies (Acceptances of Deposit) Rules, 1975 are not applicable.
- (vii) In our opinion the company has an adequate internal audit system commensurate with the size and nature of its business.
- (viii) The Central government has prescribed maintenance of cost records in respect of Cotton & P.C. Yarn under section 209(1)(d) in the companies act, 1956. We have broadly reviewed the books of accounts maintained & in our opinion the company has prima facie maintained the prescribed accounts & records.
- (ix) (a) In our opinion the company is regular in depositing undisputed statutory dues with the appropriate authorities.



- (b) In respect of undisputed income-tax, wealth tax, sales tax, custom duty and excise duty, there were no amounts outstanding as on 31st March, 2011 which have remained unpaid for more than six months from the date on which they became payable.
- (x) The company has accumulated losses but has not incurred any cash losses during the financial year covered by our report.
- (xi) In our opinion and explanations given to us, the company has not defaulted in repayment of dues to the bank.
- (xii) According to the information and explanations given to us, the company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) In our opinion, the company is not a chit fund or a nidhi / mutual benefit fund society. Therefore the provisions of clause 4(xiii) of Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (xiv) In our opinion, the company is not dealing in or trading in share, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (xv) In our opinion, the Company has not given guarantees for loan taken by others from banks or financial institutions.
- (xvi) The company has not taken a term loan.
- (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 any preferential allotment of share during the year, therefore, the provisions of clause (xviii) of paragraph 4 of the aforesaid order are not applicable to the company.
- (xix) The Company has not issued any debenture during the year. Accordingly the provisions of clause (xix) of paragraph 4 of the aforesaid order are not applicable to the company.
- (xx) The Company has not raised any money by the way of Public Issue during the year, therefore, the provision of clause (xx) of paragraph 4 of the aforesaid order are not applicable to the company.
- (xxi) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per information and explanations given by the management, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.

for KAMAL NAYAN SINGHAL & COMPANY
Chartered Accountants
(Registration No. 002628C)

(KAMAL NAYAN SINGHAL)
Partner
(Membership No. 071749)

Place: Indore (M.P.)
Date: 22/08/2011

**BALANCE SHEET AS AT 31st MARCH, 2011**

PARTICULARS	Schedule No.	Amount as on 31.03.2011 (₹)	Amount as on 31.03.2010 (₹)
SOURCE OF FUNDS			
Shareholders Funds			
Share Capital	1	163000000	163000000
Reserves & surplus	2	500000	500000
Loan Funds			
Unsecured Loan	3	36750034	61724365
TOTAL		200250034	225224365
APPLICATION OF FUNDS			
Fixed Assets			
Gross Block	4	218364857	218364857
Less: Depreciation		187683523	184700945
Net Block		30681333	33663912
Add: Capital Work-in-Progress		0	0
		30681333	33663912
Current Assets, Loans and Advances			
Inventories	5	45274202	26264951
Sundry Debtors	6	24329878	31192624
Cash & Bank Balances	7	3263651	1256697
Loans & Advances	8	18405609	24583739
Deposits	9	2575892	2413748
		93849233	85711759
Less: Current liabilities & provisions			
Current Liabilities	10	39343673	9462671
Provisions	11	3981229	4854488
		43324902	14317159
NET CURRENT ASSETS		50524331	71394600
Profit & Loss A/c Debit Balance		119044370	120165854
TOTAL		200250034	225224366

Schedule 1 to 11 & 21 form an Integral part of Balance Sheet.

for KAMAL NAYAN SINGHAL & CO.
Chartered Accountants
(Registration No. 002628C)(KAMAL NAYAN SINGHAL)
Partner
(Membership No.071749)

for and on behalf of the Board

(PRADEEP GANEDIWAL)
Managing Director(SHREERAM SINGH)
DirectorPlace: Indore
Date: 22/08/2011



PROFIT & LOSS ACCOUNTS FOR THE YEAR ENDED 31st MARCH, 2011

PARTICULARS	Schedule No.	Amount as on 31.03.2011 (₹)	Amount as on 31.03.2010 (₹)
INCOME			
Sales	12	333433421	255893363
Income from Overseas Operation (Net)		1131373	1650610
Other Income	13	322049	713412
Increase/(Decrease) in Closing Stock	14	21863801	(1965778)
TOTAL		356750645	256291607
EXPENDITURE			
Raw Material Consumption	15	217435849	156107639
Employee Cost	16	18902873	16044969
Manufacturing Expenses	17	48376988	40210804
Administrative Expenses	18	4660884	4917781
Selling & Distribution Expenses	19	7681183	6718768
Financial Expenses	20	365368	182436
Depreciation		2982578	3024480
Trading Account (Cotton)		25190038	0
Trading Account (Purchase)		30033400	21598112
TOTAL		355629161	248804988
NET PROFIT/(LOSS) BEFORE TAX		1121484	7486619
PROVISION FOR TAXATION			
Income Tax Payable		0	0
NET PROFIT/(LOSS) AFTER TAX		1121484	7486619
Add: Balance B/f from Last Year		120165854	127652473
Balance carried to Balance Sheet		119044370	120165854

Schedule 12 to 21 form an Integral part of Profit & Loss A/c

for KAMAL NAYAN SINGHAL & CO.

Chartered Accountants
(Registration No. 002628C)

(KAMAL NAYAN SINGHAL)
Partner

(Membership No.071749)

for and on behalf of the Board

(PRADEEP GANEDIWAL)
Managing Director

(SHREERAM SINGH)
Director

Place: Indore
Date: 22/08/2011



SCHEDULE FORMING PART OF BALANCE SHEET AS AT 31st MARCH 2011

PARTICULARS	Amount as on 31.03.2011 (₹)	Amount as on 31.03.2010 (₹)
Schedule No.1- Share Capital		
Authorised		
3,00,00,000 Equity Shares of ₹ 10/- each Issued & Subscribed	<u>300000000</u>	<u>300000000</u>
1,63,00,000 Equity Shares of ₹ 10/- each Paid Up	163000000	163000000
1,63,00,000 Equity Shares of ₹ 10/- each	<u>163000000</u>	<u>163000000</u>
TOTAL	163000000	163000000
Schedule No.2 - Reserve and Surplus		
Capital Subsidy	<u>500000</u>	<u>500000</u>
	<u>500000</u>	<u>500000</u>
Schedule No. 3 - Unsecured Loan		
Corporate Loan	1016273	0
Other Loan	<u>35733761</u>	<u>61724365</u>
	36750034	61724365

Schedule No. 4 - Fixed Assets

Sl. No.	Description	Gross Block (At Cost)			Depreciation			Net Block			
		As At 31.03.2010	Addition During the Year	Sale/ Transfer During the Year	As At 31.03.2011	Upto 31.03.2010	For the Period	Dedu- ction	Upto 31.03.2011	As At 31.03.2011	As At 31.03.2010
1.	Land	600000	0	0	600000	0	0	0	600000	600000	
2.	Factory Building	42342453	0	0	42342453	21188110	1414238	0	22602348	19740105	21154343
3.	Plant & Machinery	139494119	0	0	139494119	128356024	1353877	0	129709901	9784217	11138094
4.	Humidification	9791906	0	0	9791906	9791906	0	0	9791906	0	0
5.	Electrification	8428254	0	0	8428254	8428254	0	0	8428254	0	0
6.	Generator	9574733	0	0	9574733	9574733	0	0	9574733	0	0
7.	Misc Fixed Assets	2442704	0	0	2442704	2442704	0	0	2442704	0	0
8.	Furniture & Fitting	2255928	0	0	2255928	2152117	103811	0	2255928	0	103811
9.	Vehicle	1486334	0	0	1486334	836781	95591	0	932372	553962	649553
10.	Office Equipments	1948426	0	0	1948426	1930316	15061	0	1945377	3049	18110
	Total Rupees :	218364857	0	0	218364857	184700946	2982577	0	187683523	30681334	33663911
	Previous Year:	207559849	10805007	0	218364856	181676466	3024480	0	184700946	33663910	25883384



PARTICULARS	Amount as on 31.03.2011 (₹)	Amount as on 31.03.2010 (₹)
Schedule No. 5 - Inventories		
(As per valued and certified by management)		
Finished Goods	17790464	3538540
Raw Material	11680690	14588368
Packing Material	633448	250483
Stores & Spares	1680453	2010290
W.I.P.	4515884	3496860
Waste	117552	616592
Scrap	0	95460
Cotton (Trading)	3537235	0
Purchase Trading Account	5318476	1668358
TOTAL	45274202	26264951
Schedule No.6 - Sundry Debtors		
Less than six months	23202547	30328579
more than six months	1127332	864045
TOTAL	24329878	31192624
Schedule No.8 - Cash & Bank Balances		
Cash in Hand	831513	646058
Balance with schedule Banks	2432137	610639
TOTAL	3263651	1256697
Schedule No.9 - Loans & advances		
Advances recoverable in cash or in kind or for value to be received		
Advances to employees and others	3591495	2894956
Advance to Raw Material Suppliers	1262772	7834897
Advance for Expenses	101753	462212
advance to store suppliers	949589	891674
Advance to Machinery Suppliers	12500000	12500000
TOTAL	18405609	24583739



Mid India Industries Limited

PARTICULARS	Amount as on 31.03.2011 (₹)	Amount as on 31.03.2010 (₹)
Schedule No.9 - Deposits		
Deposits with government departments	2535818	2292885
Other deposits	40074	120863
TOTAL	2575892	2413748
Schedule No.10 - Current Liabilities		
Trade Creditors	34238559	5517586
Creditors for Stores Suppliers	4035079	3591521
Other Creditors	1070035	353564
TOTAL	39343673	9462671
Schedule No.11 - Provisions		
Provisions for outstanding liabilities	3981229	4854488
Provisions for Taxation	0	0
TOTAL	3981229	4854488

for KAMAL NAYAN SINGHAL & CO.
Chartered Accountants
(Registration No. 002628C)

(KAMAL NAYAN SINGHAL)
Partner
(Membership No.071749)

Place: Indore
Date: 22/08/2011

for and on behalf of the Board

(PRADEEP GANEDIWAL)
Managing Director

(SHREERAM SINGH)
Director



SCHEDULE FORMING PART OF PROFIT AND LOSS ACCOUNTS AS AT 31ST MARCH, 2011

PARTICULARS	Schedule No.	Amount as on 31.03.2011 (₹)	Amount as on 31.03.2010 (₹)
Sales	12		
Yarn (Domestic)		278498941	221694342
Cotton (Domestic)		11108319	0
Cotton (Export)		11468172	0
Other (Export)		23795232	28515481
Waste		8562757	5683540
Total		333433421	255893363
Other Incomes	13		
Discount Recd		35637	64295
Foreign Currency Flucation		145786	485764
Interest		2820	47562
Interest on Deposits		134384	109724
Export Commission Recd.		3421	6067
Total		322049	713412
Increase/(Decrease) in Closing Stock	14		
Closing Stock:			
Cotton (Trading)		3537235	0
Finished Goods		17790464	3538540
Work in Process		4515884	3496860
Waste		117552	616592
Scrap		0	95460
Trading		5318476	1668358
Total Closing Stock		31279611	9415810
Less: Opening Stock			
Finished Goods		3538540	3840950
Work in Process		3496860	4636544
Waste		616592	396175
Scrap		95460	132000
Purchase Trading (zim)		1668358	2375919
Total Closing Stock		9415810	11381588
Increase/(Decrease) in Closing Stock		21863801	(1965778)
Raw Material Consumption	15		
Opening Opening Stock		14588368	3250740
Add:Purchase during the year		214528171	167445266
		229116539	170696006
Less: Clsoing Stock		11680690	14588368
Consumption during the year		217435849	156107638



Mid India Industries Limited

Employee Cost	16		
Salaries, Salaries, Wages, Allowances & Bonus		17167169	14552420
Contribution to P.F. & Other Funds		1387725	1069412
Staff Welfare		347979	423137
Total		18902873	16044969
Manufacturing Expenses	17		
Opening Opening Stock of Stores		2010290	3009082
Add: Purchase		7515153	4694857
		9525443	7703939
Less: Closing Stock		1680453	2010290
Stores Consumed		7844990	5693649
Opeing Stock of Packing Material		250483	896969
Add: Purchase		4521625	3284942
		4772108	4181911
Less: Closing Stock		633448	250483
Packing Material Consumed		4138660	3931428
Repair & Maint. (Plant & Machinery)		724761	631930
Power & Fuel (M.P.E.B)		34143068	28698173
Quality Claim		67952	35596
Excise Duty of Purchase		107839	42275
Freight Expences		0	67461
Job Work Charges		157005	9529
Hank Yarn Obligation		112713	20763
Lease Rent		1080000	1080000
Total		48376988	40210804
Administrative Expenses	18		
Advertisement & Publicity		106896	80052
Audit Fees		30000	20000
Books & Periodicals		13609	14062
Charity & Donation		8100	4200
Coolie & Cartage		224882	218328
Club Fees		10345	10345
Commercial Tax Recovery		56199	670831
Consultancy Charges		400000	400000
Cost Audit Fees		30000	30000
Diwali Expenses		110509	25585
Electricity Charges		119869	142377
Entry Tax Recovery		0	274384

Schedule Continue

Annual Report for the year ended 31-03-2011



Schedule Continue

Fees & Subscription		232270	258156
Filing Fee		2410	20802
Garden Exp.		134752	130771
Insurance Premium		312040	16862
Legal Expenses		15378	32760
Listing Fee		33090	33090
Misc. Expenses		263328	318766
Postage & Telegram		92138	85015
Printing & Stationery		69788	44634
Professional Fees		120000	109000
Professional Tax		38500	0
P.F.Recovery		0	29734
Rates & Taxes		33186	47931
Rent		120000	91980
Rep. & Maint. (Bldg.)		390320	315065
Rep. & Maint. (Other)		187292	232661
Secretrial Expenses		153123	170960
Telephone & Fax Charges		495543	522822
Travelling Expenses (Director)		156729	40956
Travelling Expenses (Staff)		399308	286143
Vehicle Maintenance Charges		296197	235325
Water Tax		5084	4184
Total Administrative Expenses		4660884	4917781
Selling & Distribution Exp	19		
Commission On Sales		2633707	1655667
Selling Expenses		5047476	5063101
Total - Selling & Distribution Exp		7681183	6718768
Financial Expenses	20		
Bank Charges		271606	116706
Interest A/c		93762	60730
Loan Processing Fee		0	5000
Total Financial Expenses		365368	182436

for KAMAL NAYAN SINGHAL & CO.
Chartered Accountants
(Registration No. 002628C)

(KAMAL NAYAN SINGHAL)
Partner
(Membership No.071749)

Place: Indore
Date: 22/08/2011

for and on behalf of the Board

(PRADEEP GANEDIWAL)
Managing Director

(SHREERAM SINGH)
Director



SCHEDULE – 21

NOTES ON ACCOUNTS FORMING PART OF BALANCE SHEET AS ON 31ST MARCH, 2011 AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED ON THAT DATE.

ACCOUNTING POLICIES:

1. Basis of preparation of Financial Statements:

The financial statements have been prepared under the historical cost convention in accordance with generally accepted accounting principles and provisions of the Companies Act, 1956, subject to what is stated herein below, as adopted consistently by the company.

2. Use of Estimates:

The preparation of financial statements in conformity with generally accepted accounting principles requires estimates and assumptions to be made that affect the reported amounts of assets and liabilities on the date of the financial statements and reported amounts of revenues and expenses during the reporting period. Difference between actual results and estimates are recognized in the period in which the results are known/ materialised

3. Fixed Assets:

All fixed assets are stated at cost less accumulated depreciation.

4. Depreciation:

Depreciation on Fixed Assets has been provided on straight line method in accordance with the provisions of Section 205(2)(b) of the Companies Act, 1956 at the rates and in the manner specified in Schedule XIV to the Companies Act, 1956.

5. Inventories:

Inventories of raw materials, stores and spares, packing material and trading goods are valued at cost of the last purchase made, finished goods produced or purchased by the company are carried at cost, work-in-progress at estimated cost and waste at realizable value.

6. Sales:

Sales of goods are recognized at the point of dispatch of finished goods to customers. Sales are exclusive of duty & taxes.

7. Foreign Exchange Transactions:

Export sale in foreign currency are accounted for at the Exchange Rate prevailing on the Shipping Bills date, where such sales are not covered by forward contract. The fluctuation in exchange rates are accounted for as and when the payment is received in the year of realization.

8. Employee Retirement Benefits:

Company's contribution to Provident Fund and Superannuation Fund are charged to Profit & Loss Account. Provision has not been made for gratuity as the same is accounted for on cash basis.

9. Claims:

Insurance, C.S.T. reimbursement and other claims, to the extent considered recoverable are accounted for in the year of claim. C.S.T. Reimbursement recoverable is deducted from the respective head under which it was charged.

10. Segment Reporting:

A. PRIMARY SEGMENTS: As the company's business activity falls within a single



primary business i.e. “Manufacturing of Cotton/Polyester Cotton blended yarn.” The disclosure requirement of Accounting Standard (AS)-17 “Segment Reporting” issued by the Institute of Chartered Accountants of India is not applicable.

- B. SECONDARY SEGMENTS: The Company earned net income of ₹ 11.31 Lacs from overseas trading activities during the year against ₹ 16.50 Lacs against previous year ended 31/03/2010.

11. Related Party Disclosures:

Related Party disclosures as required under Accounting Standard (AS) - 18 on "Related Party Disclosures" issued by the Institute of Chartered Accountants of India are given below:

(Rs. Thousands)

Transactions	Associates	Key Management Personal/Relatives	Grand Total
Sales of Goods (Trading)			
Druahtee Investments Ltd.	23029.16	0.00	23029.16
Parrogate Zimbabwe Ltd.	243.58	0.00	243.58
TOTAL	23272.74	0.00	23272.74
Net Income from Sales of Services			
Drushtee Investments Ltd.	1131.73	0.00	1131.73
TOTAL	1131.73	0.00	1131.73
Office Rent Paid			
Smt. Sushila Devi Ganediwal	0.00	120.00	120.00
TOTAL	0.00	120.00	120.00
Remuneration Paid			
Smt. Priti Ganediwal	0.00	240.00	240.00
TOTAL	0.00	240.00	240.00
Unsecured Advances/Deposit Given			
Mid India International Limited	236.82	0.00	236.82
TOTAL	236.82	0.00	236.82
Unsecured Loan Received			
Pradyumn Ganediwal	0.00	23146.25	23146.25
Pradeep Ganediwal	0.00	5077.57	5077.57
TOTAL	0.00	28223.82	28223.82

12. Deferred Tax Liability:

Deferred tax liability as required under Accounting Standards (AS) -22, the company has not provided any deferred tax liability due to carry forward accumulated losses of previous years.

for KAMAL NAYAN SINGHAL & CO.
Chartered Accountants
(Registration No. 002628C)

for and on behalf of the Board

(KAMAL NAYAN SINGHAL)
Partner
(Membership No.071749)

(PRADEEP GANEDIWAL)
Managing Director

(SHREERAM SINGH)
Director

Place: Indore
Date: 22/08/2011



II. INFORMATION PURSUANT TO THE PROVISIONS OF PARAGRAPH (3) & (4) OF PART- II OF SCHEDULE VI TO THE COMPANIES ACT, 1956.

a.	Break-up of expenditure on employees.	
	Employees in receipt of remuneration of not less than ₹ 6,00,000/-per year or ₹ 50,000/- per month when employed for part of the year	Nil (Nil)
b.	Managerial Remuneration.	
i/	Managing Director	Nil (Nil)
c.	Auditors Remunerations.	
i/	Audit Fees	30,000/- (20,000/-)
ii/	Other Services	Nil (Nil)
d.	Cost Auditors Remunerations.	30,000/- (30,000/-)
e.	Directors traveling.	1,56,729/- (40,956/-)
f.	Expenditure in Foreign Exchange.	Nil Nil
g.	Foreign Exchange Earning.	
i/	By Sales	3,52,63,404/- (2,85,15,481/-)
ii/	Other Income	1,10,50,000/- (1,14,75,000/-)
h.	Loans and Advances includes due from a firm in which directors are interested maximum amount due during the year (Please see Schedule 21 Accounting Policy under head “Related Party disclosure”).	
i.	Total Outstanding dues of Small Scale Industrial Undertaking is ₹ NIL (NIL)	
j.	Previous year figures have been re-grouped and re-cast where-ever necessary to make them comparable with this year figures.	
k.	Figures have been rounded-off to the nearest rupees. Figures in bracket are for previous year.	



III. PARTICULARS IN RESPECT OF CAPACITY, PRODUCTION, OPENING & CLOSING STOCK, PURCHASES, SALES AND CONSUMPTION OF RAW MATERIALS.

(A) CAPACITY:	LICENCED	INSTALLED
COTTON/BLENDED YARN SPINDLES	24968	16992
	(24968)	(16992)
ROTORs	432	432
	(432)	(432)
	QTY IN KGS	RS.(LAKHS)
(B) PRODUCTION:		
YARN	1941985	
	(2114854)	
(C) OPENING STOCKS:		
RAW MATERIALS	188237	145.88
	(47805)	(32.51)
GOODS IN PROCESS	38854	34.97
	(52096)	(46.37)
FINISHED GOODS	31690	35.39
	(37735)	(38.41)
(D) PURCHASES:		
RAW MATERIALS	2257553	2145.28
	(2573592)	(1674.45)
(E) SALES:		
YARN	1876490	2784.99
	(2120899)	(2216.94)
RAW MATERIALS	78856	111.08
	(-)	(-)
(F) CLOSING STOCKS:		
RAW MATERIALS	111843	116.81
	(188237)	(145.88)
GOODS IN PROCESS	31802	45.15
	(38854)	(34.97)
FINISHED GOODS	97185	177.90
	(31690)	(35.39)
(G) CONSUMPTION:		
RAW MATERIAL CONSUMED	2262141	2174.36
	(2412591)	(1561.08)

for KAMAL NAYAN SINGHAL & CO.

Chartered Accountants
(Registration No. 002628C)

(KAMAL NAYAN SINGHAL)
Partner

(Membership No.071749)

for and on behalf of the Board

(PRADEEP GANEDIWAL)
Managing Director

(SHREERAM SINGH)
Director

Place: Indore

Date: 22/08/2011



IV. INFORMATION PURSUANT TO PART IV OF SCHEDULE-VI OF THE COMPANIES ACT, 1956:
BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL PROFILE

(a) Registration Details:		
State Code		10
Registration No.	L17124MP1991PLC00	6324
Balance Sheet Date		31.03.2011
(b) Capital Raised during the year:		
Public Issue		Nil
Right Issue		Nil
Bonus Issue		Nil
Private Placement		Nil
(c) Position of Mobilisation & Deployment of Funds:		
Total Liabilities		200250034
Total Assets		200250034
Source of Funds:		
Paid-up Capital		163000000
Reserve & Surplus		500000
Secured Loans		0
Unsecured Loans		36750034
Application of Funds:		
Net Fixed Assets		30681333
Net Current Assets		50524331
Accumulated Losses		119044370
(d) Performance of Company:		
Turnover		356750645
Total Expenditure		355629161
Profit/(Loss) Before Tax		1121484
Profit/(Loss) After Tax		1121484
E.P.S.		0.06
Dividend (%)		-
(e) Generic Names of Three Principal Products/Services of Company:		
Product Description	Item Code No. (ITC No.)	
Cotton Yarn	5205	
PC Yarn	5206	

for KAMAL NAYAN SINGHAL & CO.

Chartered Accountants

(Registration No. 002628C)

(KAMAL NAYAN SINGHAL)

Partner

(Membership No.071749)

for and on behalf of the Board

(PRADEEP GANEDIWAL)

Managing Director

(SHREERAM SINGH)

Director

Place: Indore

Date: 22/08/2011



Cash Flow Statement annexed to the Balance Sheet for the year ended 31.03.2011

	Amount (₹) As On 31-03-2011	Amount (₹) As On 31-03-2010
A. Cash Flow from Operating Activities		
Net Profit after Tax as per P & L A/c	1121484	7486619
adjusted for		
Net Prior Year Expenses	0	0
Net Profit before Tax and extraordinary items	1121484	7486619
adjusted for		
Depreciation	2982578	3024480
Interest	0	0
Loss on Sale of Assets	0	0
Extra-Ordinary Items	0	0
Misc. Expenditure w/o	0	0
Net Profit before Working Capital Changes	4104062	10511099
adjusted for		
Trade & Other Receivables	6862746	(14051411)
Inventories	(19009251)	(7726572)
Deposits	(162144)	(432714)
Trade Payables	29007743	16699093
Cash Generated from Operations	20803155	(5867556)
Interest Paid	0	(28078253)
Cash flow before extraordinary items	20803155	(17567154)
Net Prior Year Expenses	0	0
Net Cash from Operating Activities	20803155	(17567154)
B. Cash Flow from Investing Activities		
Purchase Fixed Assets	0	(10805008)
Capital Work-in-progress	0	10805007
Sale of Fixed Assets	0	0
Sale of Investment	0	0
Loans & Advances	6178130	(3410190)
Net Cash used in Investing Activities	6178130	(3410191)



C. Cash Flow from Financing Activities

Increase in Paid-up Share Capital	0	0
Proceeds from Long Term Borrowings (24974331)		20073462
Repayment of Long Term Borrowings	0	0
Bank Borrowings	0	(142632)
Net Cash used in Financing Activities	(24974331)	19930830
Net Increase in Cash & Cash Equivalents (A+B+C)	2006955	(1046515)
Opening Balance of Cash & Cash Equivalents	1256697	2303212
Closing Balance of Cash & Cash Equivalents	3263652	1256697

NOTE: Figures in brackets represent cash out flow.

Previous year figures have been re-grouped wherever necessary.

for KAMAL NAYAN SINGHAL & CO.
Chartered Accountants

(K.N. SINGHAL)
Partner

for and on behalf of the Board

(PRADEEP GANEDIWAL)
Managing Director

(SHREERAM SINGH)
Director

Place: Indore

Date: 22/08/2011

The above Cash Flow Statement has been completed from and is based on the audited accounts of Mid India Industries Limited for the year ended on 31st March, 2011 reported upon by us on 22nd August, 2011. According to the information and explanations given the aforesaid Cash Flow statement has been prepared pursuant to clause 32 of Listing agreement with Stock Exchanges and the real locations required for purpose are as made by the Company.

for KAMAL NAYAN SINGHAL & COMPANY
Chartered Accountants
(Registration No. 002628C)

(KAMAL NAYAN SINGHAL)
Partner
(Membership No. 071749)

Place: Indore (M.P.)

Date: 22/08/2011

PROXY FORM

I/We, _____
(L.F.No. _____ or DP ID No. _____ Client ID No. _____)
(Address) _____ being a member/s
of MID INDUSTRIES LIMITED, TEXTILE MILL AREA, MANDSAUR, do hereby
appoint _____ or/failing him
_____ of _____ as my/our behalf a
20th Annual General Meeting to be held at Registered Office of the Company, Textile Mill Area,
Mandsaur - 458 001, on Friday 30th day of September, 2011 at 11.00 a.m. and at any adjournment
thereof.

In witness whereof I/we have set my/our hand/s this _____ day of _____ 2011.



(Signature of the Shareholder across the stamp)

Note: The proxy must be deposited at the Registered Office of the Company, not less than 48 hours before the time for holding the meeting.

ATTENDANCE SLIP

Members Ledger Folio No. _____ or DP ID No. _____ Client
ID No. _____ No. of Shares held _____
Name of attending Member (In Block Letters) _____ Name of Proxy
(In Block Letters) _____ (to be filled in, if Proxy
attends instead of the member).

I hereby record my presence at Twentieth Annual General Meeting of the Company held at Textile
Mill Area, Mandsaur on 30th September, 2011.

Members/Proxy's Signature
(To be signed at the time of handing over the slip)

BOOK POST

PRINTED MATTER

TO,

If not delivered please return to :
Mid India Industries Limited
Regd. Office : Textile Mill Area,
Mandsaur - 458 001 (M.P.) India