

**BOARD OF DIRECTORS**

Shri Sudhir Kuamr Parasrampur  
***Chairman and Managing Director***

Smt Parwati Parasrampur  
***Director***

Shri Shiv Saran Agarwal  
***Director***

Shri Manoj Kumar Poddar  
***Director***

**STATUTORY AUDITOR**

M/s Chaudhary Pandiya & Co.,  
Chartered Accountant,  
513, Plaza Kalpana,  
Birhana Road-Kanpur-208001

**Bankers**

HDFC BANK, PARK STREET, M I ROAD JAIPUR.

**REGISTERED OFFICE:-**

24/147, GROUND FLOOR,  
PLAZA KALPANA,  
BIRHANA ROAD,  
KANPUR-208001

## **NOTICE**

NOTICE is hereby given that 18<sup>TH</sup> Annual General Meeting of the Members of the MACRO (INTERNATIONAL) EXPORTS LIMITED will be held on 30<sup>TH</sup> day of September 2011 at 10.00 A.M. at PLAZA KALPANA', GROUND FLOOR, 24/147, BIRHANA ROAD, KANPUR to transact the following business:

### **ORDINARY BUSINESS:**

1. To receive consider and adopt the Profit & Loss account for the period ended 31st March, 2011 and the Balance Sheet as at 31st March 2011, together with the Directors reports and Auditors Report thereon.
2. To appoint the Director in place of Smt Parwati Parasrampurua who retire by rotation but being eligible has offered herself for re-election.
3. To appoint the retiring Auditors to hold office from the conclusion of this Annual General Meeting till the conclusion of the next Annual General Meeting and to fix their remuneration. The retiring Auditors M/s Chaudhary Pandiya & Co., Chartered Accountant, Kanpur are eligible for re-appointment.

Place: Kanpur  
Date : 24/06/2011

**By Order of the Board,**

(Sudhir Kumar Parasrampurua)  
***Chairman cum Managing Director***

### **Notes:**

1. A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND A PROXY NEED NOT BE A MEMBER.
2. The proxy form duly completed must reach the registered office of the Company not later than 48 hours before the time appointed for holding the meeting.
3. Members are requested to intimate immediately, change in their address, at the registered office of the Company.

## **DIRECTORS' REPORT**

To  
The Member,

The Directors hereby present the 18<sup>th</sup> Annual Report and the audited accounts for the financial year ended 31<sup>st</sup> March 2011.

## **FINANCIAL RESULTS**

The following information of income and expenditure during the financial year:-

Rs. In Lacs

<b>S No.</b>	<b>Particulars</b>	<b>CURRENT YEAR</b>	<b>PREVIOUS YEAR</b>
<b>1</b>	Sales including other income	<b>22.45</b>	<b>21.86</b>
<b>2.</b>	Profit/ (Loss) before Depreciation	<b>5.14</b>	<b>5.48</b>
<b>2</b>	Less Depreciation	<b>2.97</b>	<b>3.24</b>
<b>3</b>	Less MAT & FBT, Deffered Tax	<b>0.12</b>	<b>0.47</b>
<b>4</b>	Less Profit/ (Loss) on fixed assets/ investment	<b>0.00</b>	<b>(1.60)</b>
<b>5</b>	Net Profit / (Loss)	<b>2.24</b>	<b>0.17</b>
<b>6</b>	Balance brought Forward	<b>110.39</b>	<b>110.22</b>
<b>7</b>	Balance Carried Forward	<b>112.63</b>	<b>110.39</b>

As already reported in the previous year that the company had entered in the real estate business in the year 2005-06 and is pursuing the same.

## **DIVIDEND**

Dividend is not recommended for the year ended 31-03-2011

## **DIRECTORS**

At present, the Board of Directors of the Company comprises of Directors, viz. Sudhir Kuamr Parasrampurua, Smt Parwati Parasrampurua, Shiv Saran Agarwal and Shri Manoj Kumar Poddar. There was no change in the composition of the Board during the period under review. Smt Parwati Parasrampurua will retire by rotation at the ensuing Annual General Meeting and eligible offers himself for re-appointment. The board recommends for her re-appointment at the forthcoming Annaul General Meeting of the Company.

## **CONSERVATION OF ENEGRY, TECHNOLOGY ABSORPTION and FOREIGN EARNING**

Information in accordance with the provisions of Section 217(1) (e) of the Companies Act, 1956 read with Companies (Disclosure of Particulars in report of Directors) Rules, 1988 regarding conservation of energy, technology, absorption and foreign exchange earnings and outgo is given in Annexure forming part of this report.

## **AUDITORS AND AUDITORS REPORT**

M/s Chaudhary Pandiya & Co., Chartered Accountant, Kanpur, the Auditors of the Company retire at this meeting and have offered themselves for re-appointment as auditors. They have furnished requisite certificate of their eligibility for re-appointment.

The remarks in the Auditors Report are self – explanatory and therefore, do not call for any further comments.

## **PERSONNEL**

There is no employee in the company drawing any salary or remuneration which attracts provisions of section 217(2a) of the companies Act, 1956 read with the Companies (Particulars of Employee) Rules, 1975.

## **LISTING OF SHARES- INFORMATION REGARDING STOCK EXCHANGE**

The Company's Equity Shares are listed at the Stock Exchange, Mumbai, the Delhi Stock Exchange, Delhi and the Uttar Pradesh Stock Exchange Association Ltd, Kanpur. The Company has paid the listing fee up to the year ended 31-03-2008 and 2007 respectively to the Mumbai Stock Exchange and the Delhi Stock Exchange and up to 31-03-2010 to the UPSE.

## **CORPORATE GOVERNENCE**

A report on the Corporate Governance code is attached as a separate annexure to this report. Necessary certification in terms of clause 49 relating to corporate governance as per the listing Agreement with stock exchanges have been annexed and forms part of this Annual Report.

## **DIRECTORS' RESPONSIBILITY STATEMENT**

As required under 217 of the Companies Act, the Directors hereby confirm that:

- i) In the preparation of the Annual Accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures
- ii) The Directors had 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 state of affairs of the Company at the end of financial year and of the loss of the company for that period.
- iii) The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities.
- iv) The Directors had prepared the Annual Accounts on a going concern basis.

## **ACKNOWLEDGEMENT**

Your Directors take this opportunity to express their sense of appreciation of the hard work done by the staff of the company. In the last Directors acknowledge with gratitude the confidence, which the shareholders have reposed in them.

For And On Behalf Of the Board of Directors

Dated: 24-06-2011

Place: Kanpur

**(Sudhir Kumar Parasrampur)**

*Chairman cum Managing Director*

## **Annexure to the Directors Report**

Particulars required under the Companies (Disclosures of Particulars in the Report of Board of Directors) Rules, 1988.

- |                                        |        |
|----------------------------------------|--------|
| 1. Conservation of Energy              | - N.A. |
| 2. Technology absorption               | - N.A. |
| 3. Foreign Exchange Earnings and outgo |        |
| a) Foreign Exchange Used               | - nil  |
| b) Foreign Exchange earned             | - nil  |

**AUDITOR'S CERTIFICATE**  
To The Members of Macro (International) Exports Ltd.

We have examined the compliance of conditions of corporate Governance by Macro (International) Exports Ltd. for the year ended 31st March, 2011 as stipulated in clause 49 of the Listing Agreements of the said company with Stock Exchange in India.

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

In our opinion and to the best of our information and according to the explanations given to us, we certify that the company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreements.

We state that as per the record maintained by the company. It has not received any Investors Grievance/ Complaint during the period under report.

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

For Chaudhary Pandiya & Co.  
Chartered Accountants  
FRN 001903C

(A.K.PANDIYA)  
PARTNER  
M.NO. 070747

Place : Kanpur  
Dated: 25-06-2011

## **CORPORATE GOVERNANCE:**

As per requirement of the listing Agreement and in order to promote and raise the standards of Corporate Governance the Company introduced Corporate Governance in January, 2003 as per clause 49 of the Listing Agreement (s) and since then complying in all material respect with features of the same.

A report on the implementation of Corporate Governance code of the Listing Agreement by the Company is furnished below.

### **1. Company's Philosophy on corporate Governance**

Your company fully appreciates the object and need to implement the Corporate Governance Code in its real sense. During the year under review the Company endeavored to further strengthen the CG activities as the management believes that Corporate performance in the long run is correlated to Corporate Governance. It is therefore committed to further improve the Corporate Governance practices in the Company by laying emphasis on "substance" of Corporate Governance over the "form".

### **2. Board of Directors**

The Company's Board of Directors is comprised of Four Directors as at the year end on 31st march, 2011. Apart from the Managing Director and Smt Parwati Parasrampururia are the Promoter Directors. The other two Directors on the Board are independent Directors and constitute more than fifty percent of the total number of Directors on the Board.

**The Constitution of the Board of Directors is given below:**

<b>Name of Director</b>	<b>Executive/Independent/ Promoter</b>	<b>No. of Other Directors hip</b>	<b>Membership of other Committees</b>	<b>Designation</b>
Sudhir Kumar Parasrampururia	Executive (Promoter)	5	Share Transfer Committee Audit Committee	Chairman and Managing Director
Parwati Parasrampururia	Non-Executive (Promoter)	5	Share Transfer Committee	Director
Shiv Saran Agarwal	Independent Non-Executive	3	Audit Committee Shareholder Committee Remuneration Committee	Director
Manoj Kumar Poddar	Independent Non-Executive	1	Audit Committee Shareholder Committee Remuneration Committee Share Transfer Committee	Director

**Attendance of Each Director at the Board Meeting and last Annual General Meeting:**

<b>Name</b>	<b>No. of Board Meeting Held</b>	<b>No. of Board Meeting Attended</b>	<b>Attendance at Last A.G.M.</b>
Sudhir Kumar Parasrampurua	8	8	Present
Parwati Parasrampurua	8	7	Present
Shiv Saran Agarwal	8	5	Present
Manoj Kumar Poddar	8	5	Present



### **No. of meeting held during the year & dates:**

During the financial year 2010-11, 8 Board Meetings were held on 13/04/2010, 27/06/2010, 31/07/2010, 01/09/2010, 30/10/2010, 29/01/2011, 10/02/2011, and 22/03/2011.

### **Information Supplied to the Board**

The Directors are explained about all relevant information by the Managing Director at the Board Meeting on various vital matters affecting the Company. Minutes of Audit Committee and other committee of the Board are circulated at the Board Meetings, also information about compliances/non-compliance, if any with any regulatory/statuary guidelines or with the Listing requirements etc. is given at the Board Meetings.

### **Remuneration to Directors**

Permanent Invitees- Representative of Auditors Minutes of the Audit Committee meetings are circulated to the members of the Board, discussed & taken care of.

### **NO. OF MEETING HELD DURING THE YEAR & DATES:**

During the financial year 2010-11, 8 Board Meetings were held on 13/04/2010, 27/06/2010, 31/07/2010, 01/09/2010, 30/10/2010, 29/01/2011, 10/02/2011, and 22/03/2011.

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### **REMUNERATION TO DIRECTORS**

Permanent Invitees- Representative of Auditors Minutes of the Audit Committee meetings are circulated to the members of the Board, discussed & taken care of.

### **COMMITTEES OF THE BOARD OF DIRECTORS.**

#### **Audit Committee**

- a) The Audit committee is performing its functions in conformity with the prescribed terms of references laid down by the Companies Act, 1956, and the Listing Agreements with the Stock Exchanges. These broadly include monitoring of internal audit functions and internal control systems, review of financial reporting systems and interactions with internal/ statutory auditors and review of audit procedures;

Audit committee was no reconstituted. The Committee comprises of the following and it met 4 times during the year under report and the attendance of the committee and the attendance of the committee at these meetings are as follows:-

S. No.	Name of Director	Designation	Non-Executive/Independent	No. of Committee Meeting Held	Attendance of each Director
1.	Sri Shiv Saran Agarwal	Chairman	Non Executive & Independent	4	4
2.	Sri Manoj Kumar Poddar	Member	Non Executive & Independent	4	4
3.	Sri Sudhir Kumar	Member	Executive	4	4

14th AGM	29th Sep, 2007	10 AM	24/147, GROUND FLOOR, PLAZA KALPANA, BIRHANA ROAD, KANPUR-208001
15TH AGM	30TH Sep, 2008	10 AM	24/147, GROUND FLOOR, PLAZA KALPANA, BIRHANA ROAD, KANPUR-208001
16TH AGM	30TH Sep, 2009	10 AM	24/147, GROUND FLOOR, PLAZA KALPANA, BIRHANA ROAD, KANPUR-208001
17th AGM	30TH SEP, 2010	10.A.M.	24/147, GROUND FLOOR, PLAZA KALPANA, BIRHANA ROAD, KANPUR-208001

No Special resolution was passed at any of the above mentioned three Annual General Meetings of the Company

### **SHARE HOLDERS COMMITTEE (GRIEVANCE)**

Share holders Committee formed on 31.01.2003 had to be reconstituted in 2009 following resignation by directors, comprising of the following three members. The Committee looks after complaints / grievances received from share holders. No Complaints/grievance was received during the year under report.

1. Name of the Non-Executive Director heading the committee : Sri Shiv Saran Agarwal
2. Name & Designation of Compliance Officer : Sri Manoj Kumar Poddar
3. Member : Sri S.K. Parasrampur

## **SHARES TRANSFER COMMITTEE**

Share Transfer Committee of the Board of Directors of the Company is empowered to approve, transfers, transmissions, transposition, issue of Duplicate Shares required. After its reconstitution in June 2009 it comprises of the following Directors:

Sri Sudhir Kumar Parasrampurua  
Smt. Parwati Parasrampurua  
Sri Manoj Kumar Poddar

## **REMUNERATION COMMITTEE**

The Remuneration Committee of the Board of Directors comprises of the following directors:

Sri Shiv Saran Agarwal  
Sri Manoj Kumar Poddar

The Remuneration Committee is responsible for reviewing the performance of the Managing Director and recommending to the Board remuneration package and other benefits. The Committee met last on 07.01.2009 which was attended by all the members of the Committee. In this meeting the Committee reviewed the existing remuneration package of the Managing Director with reference to recommendation of remuneration upon his reappointment for further term.

## **GENERAL BODY MEETING**

Sri Sudhir Kumar Parasrampurua, Chairman and Managing Director alone is being paid remuneration as approved by the members at the Annual General Meeting held on 30.09.2010 under Schedule XIII to the Act read with Sections 269, 198 and 309 of the Act. During the year 2010-11 he was paid a salary of Rs, 1,80,000.00 Per Annum (Rs. 15000/- per month).

None of the Directors on the Board is a member of more than 10 Committees and the Chairman of more than 5 Committees in all Companies in which he/she is a Director. All the Directors have made disclosures ABOUT NOT BEING Members on any committees in other companies.

## **DISCLOSURE**

Transactions with the related parties are disclosed in "Note to Accounts" Schedule "Significant Accounting Policies & Notes to Accounts" attached to the Balance Sheet and Profit & Loss A/C.

The code of conduct for the Directors of the company has been laid down by the Board. The Board members have affirmed compliance with the code of conduct. A declaration signed by the Managing director of the company Sri Sudhir Kumar Parasrampurua is given below in terms of the clause:-

"I hereby confirm that the company has obtained from all the members of the Board affirmation that they have complied with the code of conduct in respect of the Financial Year 2010-11.

As required under clause 49 of the Listing Agreement a certificate will be signed by Sri Sudhir Kumar Parasrampurua, Managing Director (CEO) of the company and the CFO of the company was placed at the meeting of the Board of Directors.

There has been no instance of non-compliance by the Company on any matter related to capital markets, excepting for non-receipts or delay in receiving certain information/reports which have been suitably replied. Hence the question or penalties or strictures being imposed by SEBI or the Stock Exchange (s) does not arise.

## **MEANS OF COMMUNICATIONS**

The, Annual Reports comprising Balance Sheet, Profit & Loss Account, Reports of the Directors & Auditors, are sent to all the Shareholders by post. Status of the Company the company had abandoned (closed) all its leather saddler/shoe business activities in the past and took measures and steps to augment its resources and endeavored for a prospective business and thereafter in the year 2005-06 took-up the new business activity of construction, sale, purchase, dealing in building, structures etc and is striving in this new venture.

## **GENERAL SHARE HOLDER'S INFORMATION**

- Date of Incorporation 03.08.1994
- Registered Office 24/147, Plaza Kalpana,  
Ground Floor, Birhana Road,  
Kanpur-208001
- Telephone No. 0512-2332481
- Fax No. 0512-2332481
- 18th AGM
- Date Venue 30th September, 2011
- 24/147, Plaza Kalpana,  
Ground Floor, Birhana Road,  
Kanpur-208001
- Day and Time of AGM Friday At 10 A.M.

## **FINANCIAL CALENDAR**

For each calendar quarter, the financial results are reviewed and taken on record by the Board in the last week of the month subsequent to the quarter ending. The audited annual accounts as at 31st March are approved by the Board after a review thereof by the Audit Committee. The Annual General Meeting to consider such annual accounts is held in the second quarter of the financial year.

**STOCK EXCHANGE ON WHICH LISTED** : The Shares of the Company are Listed on 1) The Stock Exchange, Mumbai. 2) The Stock Exchange Association Ltd. , Delhi & 3) The U.P. Stock Exchange Association Ltd. The annual Listing fees up to the year 2009-2010 have been paid to The U.P. Stock Exchange Association Ltd and to the BSE & Delhi Stock Exchange upto 2007-08 & 2006-07

Market Scrip code- The shares of the Company continues to be in Physical form.

**SHARE TRANSFER SYSTEM**: Application for share transfer, Transmission, Transposition etc. are received by Company at its Registered Office.

Share Transfer work is attended to by the Company within the prescribed period under law and the listing agreement with Stock Exchange.

## **MANAGEMENT DISCUSSION AND ANALYSIS REPORT:**

### **Economic Overview:**

After global meltdown, in the year 2008 and present economic crises in U.S.A. & European countries which also touches to India by rising inflation due to which RBI is increasing the rates of interest on & off which has resulting in to economic slow down to some extent but keeping in view the all odds still India is emerging as the strong economy in the globe thanks to its Rising domestic savings and investment which are chief engines of growth. There is slow recovery in global economic and financial situation. This will probably generate more inflows in the form of FDI in the Indian economy. But Regulatory uncertainty, both at the federal level and between federal and state levels continues to pose challenges. Further, even though infrastructure spending is increasing, tighter credit conditions may result in a slowdown of private sector activity. Your company has took measures and steps to augment its resources and endeavored for a prospective business proposition and thereafter tookup the new business activity of Construction, Sale, Purchase in real estate and is striving in this new venture.

### **Performance**

During the year under review, the company has earning from long term Investment & Interest from Loans and Advances but director are hopeful to commence construction, Sales & Purchase of real estate business in coming days. The year under review, proved to be better for the company as compared to previous years. The company is having Reserve & Surplus to the tune of Rs.112.64 lacs and being a debt free company. The company is looking forward new business ventures of Real Estate. The company in the process of taking strategic decisions with regard to the real estate projects which will enhance the value of its shares down the live.

### **Internal control systems**

The internal control system is looked after by the executive director himself, who also look after the day to day affairs of the company to ensure compliance of guidelines and policies, adhere to the management instructions and policies to ensure improvements in the system. The internal audit reports are regularly reviewed by the management.

### **Financial management and financial performance**

The company has plans for tight budgetary control on key operational performance indication with judicious deployment of funds without resorting to any kind of borrowing.

### **Environmental issues:**

As the company is not carrying on any manufacturing activity, the matter relating to produce of harmful gases and the liquid effluents are not applicable.

### **Statutory compliance**

The company could not make payment of listing fees to the stock exchanges due to financial problems. But the company is in the process of complying with all the pending compliances with all the regulatory authorities and move forward with its first step of reviving the operations of the company.

**Caution:**

Statements which are based on and describe about management's expectations, estimates, projections, objectives, intentions and assumptions are forward looking statements. Words such as "expects," "anticipates," "plans," "believes," "scheduled," "estimates" and variations of these words and similar expressions are intended to identify forward-looking statements, which include but are not limited to projections of revenues, earnings, segment performance, cash flows. Forward-looking statements are made pursuant to the Companies Act, 1956, Securities Laws and all other applicable acts, statues, rules and regulations as amended from time to time. These statements are not guarantees of future performance and involve certain risks and uncertainties, which are difficult to predict. Therefore, actual future results and trends may differ materially from what was forecasted in forward-looking statements, expressed or implied.

The Company does not undertake any obligation to update or publicly release any revisions to forward-looking statements to reflect events, circumstances or changes in expectations after the date of this report.

**RISK AND CONCERN**

The company is in the process of taking up the new venture of real estate business which has some risk due to slow down of growth in the country and the melt down of European economy but keeping in view the increasing population and per capita income and requirement of houses and infrastructure development at the micro and macro level the real estate business will provide a thrash hold to the company in India. It may be possible that in near future the return on investment be some what lower but in the long run it will be profitable business.

**DECLARATION BY THE MANAGING DIRECTOR OF CODE OF CONDUCT:**

I hereby declare that pursuant to provisions of clause 49 (1) (D)(II) of the listing agreement all the Directors and Seniors Management Personnel have affirmed compliance with the code adopted be the company and confirmation to that effect has been received for the year 2010-2011.

For MACRO (INTERNATIONAL) EXPORTS LIMITED

S.K.Parasrampuria  
(Managing Director)

Place: Kanpur  
Date: 24/06/2011

**CEO/CFO CERTIFICATION:**

Financial Statement for the year 2010-2011-Certification by CEO

I, Sudhir Kumar Parasrampurua, Managing Director on the basis of the review of the cash flow statement for the financial year ended March 31, 2011 and to best of my knowledge and belief, I hereby certify that:-

1. These statements do not contain any materially untrue statements 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 my knowledge and belief, no transaction entered into the company during the year ended March 31,2011 which are fraudulent, illegal or violative of the company's Code of Conduct.
4. I accept responsibility for establishing and maintaining internal controls for financial reporting and have evaluated the effectiveness of the internal control systems of the Company and have disclosed to the auditors and the Audit Committee, deficiencies, if any of which I am aware, in the design or operation of the internal control systems and that I have taken the required steps to rectify these deficiencies.
5. I further certify that:-
  - a) There have been no significant changes in internal control during this year except that control over certain areas has been further strengthened.
  - b) There have been no significant changes in the accounting policies.
  - c) There have been no instances fraud of which we have become aware and the involvement therein, if any, of the management or an employee having significant role in the Company's internal control systems over financial reporting.

For MACRO (INTERNATIONAL) EXPORTS LIMITED

S.K.Parasrampurua  
(Managing Director)

Place: Kanpur  
Date: 24/06/2011

### **AUDITOR'S REPORT**

The Members,  
Macro (International) Exports Ltd.

Kanpur.

1. We have audited the attached Balance Sheet of Macro (International) Exports Ltd. As at 31st March 2011 and also the Profit and Loss Account and Cash Flow Statement of the Company for the year ended on that date as annexed thereto. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the 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 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 subsection (4A) of Sec.227 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 to the extent applicable.
4. Further to our Comments in the Annexure referred to paragraph 2 above, we report that:
  - a) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
  - b) In our opinion proper books of account as required by law have been kept by the company so far as it appears from our examination of those books.
  - c) The Balance sheet, Profit & Loss Account and Cash Flow Statement referred to in this report are in agreement with the books of Accounts
  - d) 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 sub section. (3C) of section 211 of the companies Act.1956.
  - e) On the basis of written representations received from the Directors and taken on record by the Board of Director, none of the Directors is disqualified as on 31st March, 2011.

Contd...2



from being appointed as a Director in terms of clause (g) of sub section (1) of section 274 of The Companies Act, 1956, and

f) In our opinion and to the best of our information & according to the explanations given to us they said Accounts read together with the notes thereon give the information required under the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India.

(i) In case of Balance Sheet of the state of affairs of the Company as at 31<sup>st</sup> March 2011.

(ii) In the case of the Profit & Loss Account of the Profit for the year ended on that date.

(iii) In the case of cash flow statement of the cash flows for the year ended on that date.

For Chaudhary Pandiya & co  
*Chartered Accountant*

Place: Kanpur  
Dated: 24.06.2011

A.K.Pandiyaa  
*Partner*  
M.No. 70747

RE: MACRO (INTERNATIONAL) EXPORTS LIMITED

- 1) (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.

- (b) All fixed assets have been physically verified by the management during the year. No material discrepancies were noticed a on such verification.
- (c)The company has not disposed off any of the fixed asset during the year.
- 2) (a )The management has conducted physical verification of inventory at reasonable intervals.
- (b) The procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and the nature o f its business.
- (c) The Company is maintaining proper records of inventory and no material discrepancies were noticed on physical verification.
- 3) (a) (I) According 'to the information and explanations given to us the Company has granted Unsecured loan to one other parties whose maximum balance at any time during the year are Rs.27441138.00 covered in the register maintained under section 301 of the Companies Act 1956 and the balance outstanding is Rs..27441138.00 at the end of year.
- (II) The term and conditions of the unsecured loan granted by thecompany are prima facie not prejudicial to the interest of the company.
- (III) In our opinion and according to the information and explanations given to us the party is regular in payment of principal and interest according to the terms and conditions of the loan given during the year.
- (IV) In our opinion and according to the information and explanations given to us there is no dues on account of loan granted by the company
- (b) According to the information and explanations given to us the company has not taken any loan, Secured or unsecured from companies, firms or other parties covered in the register maintained under section 301 of the the Companies Act, 1956. Hence the provisions of sub paragraph V,VI & VII of paragraph 4 (III) of the order are not applicable.
- 4) In our opinion and according to the information and explanations given to us, there are adequate internal control systems commensurate 'with the size of the Company and the nature of its business, for the purchase of inventory and fixed assets and for the sale of goods and services. During the course of our audit, no major weakness has been noticed in the internal controls.

Contd 2

- 5) (a) Based on the audit procedures applied by us and according to the information and explanation provided management, we are of the opinion that there is transaction made in pursuance of contract or arrangement that are entered into the register maintained under

section 301,of the Companies Act, 1956.

- (b) In our opinion and according to the information and explanation given to us, there is transaction made in pursuance of contract or arrangement with parties with whom transactions exceeding value of Rupees Five Lakhs have been entered into during the financial year are at prices which are reasonable having regard to the prevailing market prices at the relevant time.
- 6) In our opinion and according to information and explanation given to us, the Company has not accepted any deposits from the public during the year.
- 7) In our opinion the Company has an internal audit system commensurate with the size and nature of its business.
- 8) Since the company has not done any production or processing during the year thus the paragraph (VIII) of the paragraph 4 of the order not applicable.
- 9) (a) According to the records of the company and information & explanation "given to us, the Company is regular in depositing undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees State Insurance, Income-Tax, Sales-Tax, Wealth-Tax, Custom Duty, Excise Duty, Service-Tax, and Cess and other statutory dues applicable to it with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of Income Tax, Wealth Tax, Sales Tax, Customs Duty, Excise Duty, Service Tax, and Cess were outstanding, at the year end for a period of more than six months from the date they became payable.
- (b) According to the records of the Company and information and explanation given to us, there are no dues outstanding of Sales Tax, Income Tax, Custom Duty, Wealth Tax, Excise Duty, Cess and Service Tax as applicable which have not been deposited on account of any, dispute.
- 10) The Company has earned profits at the end of the financial year and it has neither incurred any cash loss in the current year nor in the immediately preceding financial year.
- 11) Based on our audit procedures and on the information- and explanations given by the management, the Company does not have any borrowings from financial institutions, banks or by way of debentures.
- 12) In our opinion and according to the information and explanations given to us and based on the documents and records produced 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.

Contd 3

- 13) In our opinion and according to the information and explanations given to us, the nature of activities of the Company does not attract any special statute applicable to chit fund and nidhi/mutual benefit fund/societies
- 14) In respect of dealing/trading in shares, securities, debentures and other investments in mutual funds, in our opinion and according to the information and explanations given to us, proper records have been maintained of the transactions and contracts and timely entries have been made therein. The shares, securities, debentures and other investments in mutual funds have been held by the Company, in its own name.
- 15) In our opinion and according to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from bank or financial institutions.
- 16) The Company did not have any term loans during the year.
- 17) The Company did not have any borrowings of short term during the year.
- 18) The Company has not made any preferential allotment of shares to parties or companies covered in the register maintained under Section 301 of the Companies Act, 1956.
- 19) The company has not issued any debentures.
- 20) The Company has not raised any money through a public issue during the year.
- 21) To the best of our knowledge and belief and according to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the course of our audit.

For Chaudhary Pandiya & co  
*Chartered Accountant*

Place: Kanpur  
Dated: 24.06.2011

A.K.Pandiya  
*Partner*  
M.No. 70747

**MACRO INTERNATIONAL EXPORTSLIMITED**

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

PARTICULARS	SCH. No	As at 31.03.2011 Amount (Rs.)	As at 31.03.20 10 Amount (Rs.)
<b>SOURCE OF FUNDS</b>			
<b>1. SHAREHOLDERFUND</b>			
A. Share Capital	1	39,896,120.00	39,896,120.00
B. Reserves & Surplus	2	11,263,807.20	11,039,423.09
<b>TOTAL FUNDS EMPLOYED</b>		<b>51,159,927.20</b>	<b>50,935,543.09</b>
<b>APPLICATION OF FUNDS</b>			
<b>1. FIXED ASSETS</b>			
A. Gross Block	3	16,370,611.34	1,553,4943.34
B. Less : Depreciation		2,991,136.06	2,694,109.30
Net Block		13,379,475.28	12,840,834.04
Investments	4A	6,217,473.20	6,217,473.20
<b>2. A. CURRENT ASSETS, LOANS AND ADVANCES</b>			
<b>CURRENT ASSETS</b>			
(i) Cash & Bank Balances other Inv.	4	319,329.18	3,243,725.99
(ii) Loans & Advances	5	33,313,239.00	30,639,950.86
Total (a)		33,632,568.18	33,883,676.85
B. Less: CURRENT LIABILITIES & PROVISIONS	6	2,069,589.46	2,006,441.00
<b>NET CURRENT ASSETS (2A-2B)</b>		<b>31,562,978.72</b>	<b>31,877,235.85</b>
<b>TOTAL FUND APPLIED</b>		<b>51,159,927.20</b>	<b>50,935,543.09</b>
<b>SIGNIFICANT ACCOUNTING POLICIES &amp; NOTES ON ACCOUNTS</b>			
	8		

As per our report of even date.  
For Chaudhary Pandiya  
ARTE  
(A.K.Pandiya)  
PARTNER  
(Director)  
M.No. 70747

For & on behalf of the Board of Directors  
MACRO (INTERNATIONAL) EXPORTS LIMITED  
S.K.Parasrampurua      Parwati Parasrampurua  
(Managing Director)

Place : Kanpur

MACRO INTERNATIONAL EXPORTS LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED AS ON 31st MAR 2011

<b>PARTICULARS</b>		<b>As at 31.03.2011</b>	<b>As at 31.03.2010</b>
		<b>Amount (Rs.)</b>	<b>Amount (Rs.)</b>
<b>I. INCOME</b>			
B. Other Income	annexure-1	2,245,407.39	2,186,105.58
<b>TOTAL (A)</b>		<b>2,245,407.39</b>	<b>2,186,105.58</b>
<b>II. EXPENDITURE</b>			
A. Payment to Provision for employees	annexure-2	749,710.74	574,287.69
B. Administrative and Selling Expenses	annexure-3	801,527.63	883,919.86
C. Interest & Bank charges		55.15	55.15
D. MD'S Remuneration		180,000.00	180,000.00
<b>TOTAL (B)</b>		<b>1,731,293.52</b>	<b>1,638,262.70</b>
<b>III. PROFIT/(LOSS) BEFORE DEPRECIATION AND TAX(A-B)</b>		<b>514,113.87</b>	<b>547,842.88</b>
Less : Depreciation		297,026.76	324,075.96
Add : Profit/(Loss) on disposal/ sale of Fixed Assets		-	136,233.94
Add : Profit/(Loss) on sale of Investment		-	-34,6750.04
<b>IV. PROFIT/(LOSS) BEFORE TAX</b>		<b>217,087.11</b>	<b>13,250.82</b>
<b>V. ADD/(LESS) PRIOR PERIOD ADJUSTMENT(NET)</b>			
Less : Fringe Benefit Tax earlier year		-	2,271.00
Less : Income Tax (MAT) Provision		12,849.00	2,047.00
Less : Income Tax AY 2006-07		-	42,213
Add/Less : Deferred Tax		20,146.00	50,499.00
Balance carried to Balance Sheet		224384.11	17218.82
<b>Basic &amp; Diluted Earning</b>		<b>0.051</b>	<b>0.002</b>
Per Share of Rs. 10/- each (in Rupees)			
(Ref Note No. 10 of Schedule 8)			

As per our report of even date.  
For Chaudhary Pandiya

For & on behalf of the Board of Directors  
MACRO (INTERNATIONAL) EXPORTS LIMITED

(A.K.Pandiya)  
PARTNER  
M.No. 70747

S.K.Parasrampuria      Parwati Parasrampuria  
(Managing Director)      (Director)

Place : Kanpur  
Date: 24-06-2011

MACRO (INTERNATIONAL) EXPORTS LIMITED

SCHEDULES FORMING PART OF BALANCE SHEET AS AT 31st MAR. 2011

<b>S.No.</b>	<b>Particulars</b>	<b>As at 31.03.2011</b>	<b>As at 31.03.20 10</b>
	<b>SCHEDULE '1' SHARE CAPITAL</b>		
1	Authorised Share Capital (5000000 Equity Shares of Rs.10/- each).	<u>50,000,000.00</u>	<u>50,000,000.00</u>
2	Issued Subscribed and paidup Shares Capital (3974070 Equity Share of Rs. 10/- each)	39,740,700.00	39,740,700.00
3	Add : Amount paidup on forfeited shares/less call in arrear	155,420.00	155,420.00
		<u>39,896,120.00</u>	<u>39,896,120.00</u>
	<b>SCHEDULE '2' RESERVE &amp; SURPLUS</b>		
	Profit & Loss Account as per last Balance Sheet	11,039,423.09	11,022,204.27
	Add/Less : Profitt(Loss) during the year	224,384.11	17218.82
		<u>11,263,807.20</u>	<u>11,039,423.09</u>
	<b>SCHEDULE '4A' INVESTMENTS</b>		
	Long Tenn Investments	6,217,473.20	6217473.2
		<u>6,217,473.20</u>	<u>6217473.2</u>
	<b>SCHEDULE '4'- Cash &amp; Bank Balances</b>		
	a. Cash in hand	71,352.58	243736.58
	b. Balance with scheduled bank in Current Accounts	247,976.60	2999989.41
		<u>319,329.18</u>	<u>3243725.99</u>

MACROINT. BROTHERS LTD.

SCHEDULE 3

DEPRECIATION ON FIXED ASSETS AS ON 31.03.11

PARTICULARS	COST AS AT 31.03.10	ADDITIONS	SALE/ADJ	TOTAL COST AS AT 31.03.11	DEPRECIATION		NET BLOCK	
					UPTO 31.03.11	ADJUSTMENT DURING THE YEAR	AS AT 31.03.11	AS AT 31.03.10
BUILDING	11,267,127.73	-	-	11,267,127.73	70,900.64	-	10,496,227.09	10,496,227.09
PLANT & MACHINERY	44,901.10	-	-	44,901.10	197,641.00	-	247,357.10	247,357.10
ELECTRICAL INSTALLATION	1076,199.69	-	-	1076,199.69	577,657.70	51,117.59	647,104.40	698,521.99
INVERTOR	-	1530.00	-	1530.00	-	605.29	14,947.1	14,947.1
VEHICLE	-	783,609.00	-	783,609.00	-	70,677.5	713,041.25	713,041.25
CLOSE CIRCUIT TV	27402.00	-	-	27402.00	24,091.54	-	69,940.66	69,940.66
OFFICE EQUIPMENTS	237400	-	-	237400	16,070.78	1,123.12	6,531.90	7,679.28
COMPUTER	215,000.00	3300.00	-	218,400.00	110,289.04	35,247.29	64,863.67	96,310.96
CELL PHONE	78,325.75	33,499.00	-	111,784.75	26,998.16	4,000.29	80,766.30	51,327.59
AIR CONDITIONER	101,122.00	-	-	101,122.00	14,430.95	4,006.15	81,945.50	86,731.65
PBX	17500.00	-	-	17,500.00	1200.19	812.5	15,686.00	16,299.81
REFRIGERATOR	14150.00	-	-	14,150.00	480.62	672.15	12,997.25	13,669.38
FURNITURE & FIXTURE	2,022,605.07	-	-	2,022,605.07	96,556.40	128,000.90	928,789.1	1,055,748.59
<b>TOTAL</b>	<b>15,584,943.54</b>	<b>825,669.00</b>	<b>-</b>	<b>16,410,612.54</b>	<b>2,684,106.20</b>	<b>227,106.76</b>	<b>13,579,458.28</b>	<b>12,940,834.04</b>



MACRO (INTERNATIONAL) EXPORTS LIMITED  
SCHEDULES FORMING PART OF BALANCE SHEET AS AT 31ST MAR, 2011

S.No.	Particulars	As at 31.03.2011	As at 31.03.2010
<b>SCHEDULE '5' LOANS &amp; ADVANCES</b>			
	LOANS (Unsecured considered goods)	32,095,641.00	29,245,174.00
	Advances	20,478.00	55,400.00
	Security Deposits	45,258.00	30,023.00
	INCOME TAX (Advance)	1,150,160.00	1,246,730.86
	Prepaid Expenses	702.00	-
	N.S.C. (Security Deposits)	1,000.00	1,000.00
	Rates & Taxes Receivable	-	1,459.00
	Advance against Purchase of property		60,164.00
		33,313,239.00	30,639,950.86

**SCHEDULE '6' CURRENT LIABILITIES & PROVISIONS**

**CURRENT LIABILITIES**

Total out standing dues of other creditors

a. Sundry Creditors & Misc. Liabilities	80,416.46	47,331.00
Security Deposit	28,000.00	18,000.00
Gratuity Payable	169,075.00	147,715.00
Deferred Tax	1,598,126.00	1,618,272.00
MAT Payble (A.Y.2009-10)	105,016.00	105,016.00
MAT Payble (A. Y.2010-11)	2,047.00	2,047.00
MAT Payble (A.Y.2011-12)	12,849.00	
Expenses Payable	72,000.00	66,000.00
T.D.S.Payable	2,060.00	2,060.00

2,069,589.46	2,006,441.00
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MACRO (INTERNATIONAL) EXPORTS LIMITED  
SCHEDULE FORMING PART OF PROFIT & LOSS ACCOUNT FOR THE PERIOD ENDED 31<sup>ST</sup> MAR 2011

S.No.	Particulars	As at 31.03.2011	As at 31.03.2010
ANNEXURE F- OTHER INCOME			
1.	Interest on Loan	1,882,115.00	1728430.00
2.	Other Interest	100,309.14	41888.00
3.	Dividend	147,783.25	283787.58
4.	Leave & Licence	115,200.00	132000.00
		2,245,407.39	2186105.58
ANNEXURE'2' PAYMENTS TO AND PROVISIONS FOR EMPLOYEES			
1.	Salaries & Wages	668,160.00	518,700.00
2.	Staff Welfare	36,870.74	25576.69
3.	Bonus	44,680.00	30012.00
		749,710.74	74288.69
ANNEXURE'3' ADMINISTRATIVE & SELLING EXPENSES			
1	Travelling Expenses	136,024.00	105607.75
2	Printing & Stationery	10,581.00	14845.00
3	Telephone including cell phone exp.	19,608.38	1902 0.00
4	Electricity Expenses	61,222.00	42766.00
5	Insurance Charges	13,538.00	19715.00
6	Subscription & Membership Fee	7,561.25	6551.25
7	Conveyance Charges	22,219.00	27183.00
8	Courier Charges	2,993.00	2513.00
9	Repairing & Maintenance	7,000.00	3805.00
10	Vehicle Running & Maintenance Expenses	163,262.00	236522.86
11	Audit fee	19,500.00	19500.00
12	Gratuity	21,360.00	15865.00
13	Donation	11,000.00	11000.00
14	Professional Charges	46,736.00	29500.00
15	Legal Exp.	14,530.00	16100.00
16	Advertisement	-	39474.00
17	Trade Tax Demand 2004-05	-	12000.00
18	Misc.Amount Wretten Off	-	4020.00
19	Labour Charges	-	17400.00
20	Service Tax	-	2009.00
21	Listing Fee	9,000.00	66000.00
22	Misc.Exp.	6,345.00	6466.00
23	Rates & Taxes	14,408.00	19529.00
24	Building Maintenance	178,200.00	110196.00
25	Postage exp.	440.00	332.00
26	Rent	36,000.00	36000.00
		801,527.63	883919.86

MACRO (INTERNATIONAL) EXPORTS LIMITED

		<u>As at 31.03.2011</u>	<u>As at 31.03.2010</u>
<u>S.No.</u>	<u>PARTICULARS</u>	<u>AMOUNT</u>	<u>AMOUNT</u>
	<b>INVESTMENTS</b>		
	<b>LONG TERM INVESTMENTS</b>		
1	Reliance Equity Fund	2,656,000.00	2656000,00
2	Kotak Opportunities	2,156,453.20	2156453.20
3	Kanpur Properties Ltd. Eq. Share	1,405,020.00	1405020.00
	<b>TOTAL</b>	<b>6,217,473.20</b>	<b>6217473.20</b>
	<b><u>OTHER ADVANCE (INCOME TAX)</u></b>		
1	Advance Income Tax (2005-06)	-	113269.00
2	Advance Income Tax (2006-07)	-	160113.86
3	Income Tax Refundable (AY 1997-98)	164,124.00	164124.00
4	Advance Income Tax (2007-08)	149,637.00	149637.00
5	Advance Income Tax (TDS 2009-10)	266,998.00	266998.00
6	Advance Income Tax (2009-10)	225,000.00	225000.00
7	Advance Income Tax (TDS 2010-11)	167,589.00	167589.00
8	Advance Income Tax (2011-12)	176,812.00	0.00
	<b>TOTAL</b>	<b>1,150,160.00</b>	<b>1246730-86</b>
	<b><u>Loans</u></b>		
1	Gautam Lhila	555,509.00	649,887.00
2	Rajasthani Vyanjan Pvt. Ltd.	1,600,000.00	5,100,000.00
3	Pramod Kumar Shakuntala Devi (HUF)	1,900,000.00	1,900,000.00
4	BDPC Trust	20,029,954.00	13,724,097.00
5	Parasrampur GEMS International School	7,411,184.00	5,353,437.00
6	Shivam Synthetics	598,994.00	2,517,753.00
	<b>TOTAL</b>	<b>32,095,641.00</b>	<b>29,245,174.00</b>
	<b><u>Advances</u></b>		
1	K.P. Automotives Pvt. Ltd.	-	51000.00
2	Baiju Mehto	-	4400.00
3	Plaza Kalpana Society	20,478.00	-
	<b>TOTAL</b>	<b>20,478.00</b>	<b>55,400.00</b>
	<b><u>Security Deposit</u></b>		
1	Security Deposit Internet Roaming (09352519444)	3,262.00	2177.00
2	Security Deposit (electric-801)	19,700.00	27846.00
3	Security Deposit	12,296.00	-
4	Security Deposit (Plaza Kalpana Society)	10,000.00	-
		45,258.00	30023.00
	<b><u>Sundry Creditors &amp; Misc. Liabilities</u></b>		
1	Expenses Payable (Current)	4,268.46	6322.00
2	Sudershan K. Banthia & Co.	39,000.00	19500.00
3	Chaudhary Pandiya & Co.	37,148.00	21509.00
	<b>TOTAL</b>	<b>80,416.46</b>	<b>47331.00</b>
	<b><u>Telephone Expenses</u></b>		
1	Telephone	5,294.92	9117.00
2	Cell Phone	14,313.46	9903.00
	<b>TOTAL</b>	<b>19,608.38</b>	<b>19020.00</b>

M/s. Macro (International) Exports Ltd

31-03-2011

ANNEXURE - I

Statement of admissible depreciation for the period ended

S/NO	Name of the Assets/Block of Assets	Rate	W.D.V. as on		Addition up to	Sales during	Total cost	Depreciation	Net Block as at
			1.4.2010	30.09.10					
1	Plant & Machinery	15%	50068.89	-	-	-	7,510.33	42,558.56	
2	Air Conditioner	15%	63239.33	-	-	63,239.33	9,488.89	53,750.44	
3	Cycles	15%	126.30	-	-	126.10	18.92	107.18	
4	Close Circuit T.V.	15%	5135.39	-	-	5,135.39	769.90	4,365.49	
5	Cell Phone	15%	24547.71	1,039.00	32,400.00	58,006.71	6,271.00	51,735.71	
6	Dress/Mould/Last	15%	29568.51	-	-	29,568.51	4,435.28	25,133.23	
7	Electrical Installation	15%	53468.17	-	-	53,468.17	8,020.22	45,447.95	
8	Refrigerator	15%	12028.00	-	-	12,028.00	1,809.20	10,218.80	
9	Office Equipment	15%	923.16	-	-	923.16	138.47	784.69	
10	P.S.X. Vehicle	15%	13759.38	-	-	13,759.38	2,063.91	11,695.47	
11	Inverter	15%	783,609.00	-	-	783,609.00	117,541.35	666,067.65	
		15%	15,300.00	-	-	15,300.00	2,295.00	13,005.00	
	Sub-Total (A)		2,52,884.64	799,968.00	32,400.00	1,085,252.64	160,357.47	924,895.17	
12	Building	10%	6131069.04	-	-	6,131,069.04	-	6,131,069.04	
13	Furniture & Fittings	10%	796817.05	=	=	796,817.05	79,681.71	717,135.34	
	Sub-Total (B)		6,927,886.09	-	-	6,927,886.09	79,681.71	6,848,204.38	
14	Computer	60%	18619.40	3,300.00	-	21,919.40	13,151.64	8,767.76	
	Sub-Total (C)		18,619.40	3,300.00	-	21,919.40	13,151.64	8,767.76	
	GRAND TOTAL		7,199,390.13	803,268.00	32,400.00	8,035,058.13	253,190.82	7,781,867.31	

SCHEDULE OF NOTES TO THE BALANCE SHEET AS AT 31ST MARCH, 2011 AND PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2011.

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1. ACCOUNTING POLICIES

i.) System of Accounting

The Financial statements are prepared on going concern concept under historical cost convention on accrual basis and are in accordance with the accounting standard issued by the Institute of Chartered Accounts of India and the relevant provision of the Companies Act. 1956.

ii) Fixed Assets and De reciation

A. Fixed assets are stated at cost less accumulated depreciation. Cost comprises the purchase price or construction cost including any attributable cost of bringing the assets to its working condition for its use.

B. Depreciation has been provided on straight line method at the rate specified in Schedule XIV of the Companies Act.,1956. Depreciation on additions and sales to fixed assets has been provided on prorata basis with reference to the date of installation or acquisition.

iii) Inventories:

Valued at cost or market value whichever is lower.

iv) Revenue Recognition

i) Dividend on investment in Mutual Fund and Shares & Securities are accounted for on receipt/declaration basis.

ii) Profit/Loss on Redemption/Switchover to other scheme of Mutual Funds are recorded on the date of transaction and on advice receipt from the Mutual Fund.

iii) Interest on loans are recorded on accrual basis. In the opinion of the board all the current assets and the loan and advances are approximately of the value stated if realized in the ordinary course of business. The provision for all known liabilities are adequate and are not in excess of the amount considered reasonably necessary. Sundry Debtors, Creditors and loans and advances are shown as appearing in the accounts, and are subject to confirmation. The advance Income Tax amounting to Rs.164'124/- relating to Assessment year 1997-98 shown as contingent liability in the previous years has now been refundable as per order dt. 25.11.2004 of the Hon'ble Income Tax Appellate Tribunal Lucknow Bench

iv) Previous year's figures have been regrouped where ever necessary & warranted.

v) The provision for Income Tax (MAT) Accounting to Rs.12849/- as been provided during the year as per provision of Income Tax Act. 1961.

vi) The deferred tax liability / asset has been provided during the year on the basis of written down value of assets as per requirement of accounting standard 22 of the Institute of Chartered Accountants of India.

Deferred Tax Liability upto previous year	Rs. 1618272.00
Less: Deferred Tax on Rs.65196/-	
( on account of timing difference of depreciation & Gratuity)	Rs. 20146.00
Net Deferred Tax Liability	Rs. 1598126.00

## 2. Investments :-

- The company has invested in the long term investments of Mutual Funds. The investment of Mutual Funds are valued at cost during the year and the company has invested in long term equity shares which are unquoted and are valued at cost price.
  - As per accounting standards issued by the Institute-of Chartered Accountants of India the investment during the year has been valued at cost as there is no diminution of permanent nature.
3. In terms of Note 3 to Part II of Schedule VI of the Companies Act, 1956 quantitative disclosure has been made only in respect of those items/articles which individually account for 10% or more of the total raw material consumed/turnover, purchase, stock etc.

## 4. Related Party Transaction

In accordance with accounting standard 18, the disclosures required are given below  
Names of related party, description of relationship and amount: -

- Remuneration to M.D. Rs. 1,80,000.00
  - Rent to Sudhir Kumar Parasrampurua H.U.P. Rs. 24,000.00
  - Rent to Amber Mercantiles Ltd. Rs. 12,000.00  
( In which Sudhir Kumar Parasrampurua, M.D. & Smt. Parwati Parasrampurua, Director is Director in' the company )
- d) (i) Advance Rs.2,05,24,097.00 including opening balance Rs.1,37,24,097.00 given to Bhuramal Durgi Devi Parasrampurua Public Charitable Trust ( Associate concern ) and received back Rs.14,25,000.00 during the year & Interest Rs10,34,286.00 earned on the same closing balance Rs.2,00,29,954.00.
- (ii) Advance Rs.74,11,184.00 including opening balance Rs.53,53,437.00 given to Parasrampurua Gems International School a unit of Bhuramal Durgi Devi Parasrampurua Public Charitable Trust ( Associate concern ) during the year & earned interest Rs.3,97,497.00 on the same closing balance is Rs.74,11,184.00.

Maximum Balanceduring the year is R s.1,72,88,874.00 (Mr. Sudhir Kumar Parasrampurua (M.D.) his wife Mrs. Parwati Parasrampurua (Director) & Smt. Chandra Kala Parasrampurua mother of M.D. are trustees of the trust.

## 6. Employee Benefit (Accounting Standard 15)

- The company has not provided leave encashment as the employees are not entitled for that due to availment of leaves & there is no due in this account.
- The provision of gratuity is being made as 15 days salary of completed years of service of employees as there is only one eligible employee and Managing Director in the Company. The gratuity provided during the year is Rs.21,360/- and the total provision of gratuity amounting to Rs. 1,69,075/-. Since the Company has only few eligible employee. The management does not see any need of actuarial valuation of the same.

7. Previous years figures have been shown in brackets.

8. Payment against suppliers from small scale and ancillary under taking are made in accordance with agreed credit terms and to the extent as ascertained from available information, there was no amount overdue as on 31" March 2011.

9. The company do not have any dues of micro, small and medium enterprises as on 31ST March 2011 as per provision of the Section 16 of the micro, small and medium enterprises Act.2006.

10. <u>Earning per share</u>	<u>2009-10</u>	<u>2010-11</u>
(a) Net profit after tax available to equity shareholders (Rs.in lass)	0.10	2.04
(b) Weighted average number of equity shareholders of Rs.] O/- each	3974070	3974070
(c) Basic/Diluted Earning per share	0.002	0.051

MACRO (INTERNATIONAL) EXPORTS LIMITED.  
24/147-B, BIRHANA ROAD KANPUR.

BALANCE SHEET ABSTRACT AND COMPANY'S PROFILE FOR THE YEAR ENDED 31-03-2011

I. REGISTRATION DETAILS

State Code No. : 20  
Registration No. : 15605  
Balance Sheet Date : 31st March, 2011

II. CAPITAL RAISED DURING THE YEAR

Public Issue NIL  
Bonus Issue NIL  
Right Issue NIL

III. Position of Mobilization and Deployment of Funds

Total Liabilities 51160  
Total Assets 51160

SOURCES OF FUNDS

Paid up Capital 39896  
Reserve & Surplus 11263  
Secured Loans NIL  
Unsecured Loan NIL

APPLICATION OF FUNDS

Net Fixed Assets 13379  
Investment 6217  
Net Current Assets 31563  
Misc. Expenses NIL  
Accumulated Loss NIL

IV. PERFORMANCE OF COMPANY

Turnover/ Other Income 2245  
Total Expenditure 2028  
Profit Before Pax 217  
Profit After Tax 204  
Earning per share 0.051  
Dividend rate% NIL

V. Generic name of three principal products

Service of Companies:  
Item Code No. (ITC Code)

- a- Not Applicable
- b- Not Applicable
- c- Not Applicable



MACRO (INTERNATIONAL) EXPORTS LIMITED.

CASH FLOW STATEMENT  
(PURSANTTO CLAUSE 32 OF THE LISTING AGREEMENT)

	2009-2010		2010-2011	
	AMOUNT Rs.	AMOUNT Rs.	AMOUNT Rs.	AMOUNT Rs.
<b>A. CASH FLOW FROM OPERATING ACTIVITY</b>				
Net Profit before tax & extra-ordinary items		223,76700.		217087.00
Add : Depreciation	324,076.00		297,027.00	
Profit/Loss on sale of Fixed Assets	136,234.00			
Prior period Adjustment	-			
Less: Taxes	2,047.00		12,849.00	
Taxes of earlier years	44,484.00		-	
Add: Differed Tax Assets	50,499.00	464,278.00	20,146.00	30432400
Operating Profit before working capital charges		<b>688,045.00</b>		<b>521,411.00</b>
Adjustment for Trade & Other receivables	(3,754,045.00)		(2,673,288.00)	
Inventories				
Trade Payable	(107,018.00)	(3,861,063.00)	63,148.00	(2,610,140.00)
Net Cash used in Operating Activities (A)		<b>(3,173,018.00)</b>		<b>(2088729.00)</b>
<b>B. CASH FLOW FROM INVESTINGACTIVITIES</b>				
Decrease/Increase in Fixed Assets		2,248,870.00		(83566800)
Decrease/increase in Investments		2,376,645.00		-
Profit & Loss on Sale of Investments		(346,750.00)		-
Appreciation Investment		-		-
Net Cash used in Investing Activities (B)		<b>4,278,765.00</b>		<b>(835668.00)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>				
Proceeds from borrowings		-		
Secured Loans				
Unsecured Loans		-		
Net Cash Used In Financing Activities (C)				
<b>Net Increase(Decrease) In Cash &amp; Cash Equivalent (A+B+C+)</b>		1,105,747.00		(2,924,397.00)
Cash & Cash Equivalent as at 1st April 2010		2,137,978.00		3,243,726.00
Cash & Cash Equivalent as at 31st March 2011		3,243,725.00		319,329.00
		<b>1,105,747.00</b>		<b>(2,924,397.00)</b>

Notes : Figures in brackets represent cash out flows.

For and behalf of the Board

Place : Kanpur  
Date : 2,4,0,62011

Sudhir Kumar Parasrampur  
(Chairman & Managing Director)

AUDITORS CERTIFICATE

We have examined the attached Cash Flow Statement of Macro (International) Exports Ltd., for the year ended 31" March 2011. The statement has been prepared by the Company in accordance with the requirement of the listing agreement of the various stock exchanges and is based on and is in Agreement with the corresponding Profit & Loss Account and the Balance Sheet of the Company covered by our report of even date to the members of company.

For Chaudhary Pandiya & Co.  
Chartered Accountants

(A.KPandiya)  
Partner  
M.NO. 070747

Place: Kanpur  
Date: 24-06-2001