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**RAJESH MALLEABLES  
LIMITED**

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**31<sup>st</sup>  
ANNUAL REPORT**

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**2012 - 13**

# RAJESH MALLEABLES LIMITED

## 31<sup>st</sup> ANNUAL REPORT 2012 - 13

### BOARD OF DIRECTORS :

Mr. Anuj R. Mehta	Managing Director
Mr. Himanshubhai D. Sanghavi	Director
Mr. Paresh H. Patel	Director

### BANKER :

Oriental Bank of Commerce  
Station Road Branch, Ahmedabad

### AUDITORS :

M/s. S. Mandawat & Co.,  
Ahmedabad

### REGISTERED OFFICE :

4, G.I.D.C. Industrial Estate,  
Phase - I, Vatva,  
Ahmedabad - 382 445.

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**NOTICE**

NOTICE is hereby given that the Thirty First Annual General Meeting of M/s. Rajesh Malleables Limited will be held on Saturday, the 28th day of September, 2013 at 4.15 p.m. at Registered Office of the Company at 4, G.I.D.C. Industrial Estate, Phase - I, Vatva, Ahmedabad - 382 445 to transact the following business:

**ORDINARY BUSINESS :**

1. To receive, consider and adopt the Balance Sheet as at 31st March, 2013 and the Profit & Loss Account for the period ended on that date together with the Directors' and Auditors' Report thereon.
2. To appoint a Director in place of Shri Himanshubhai D. Sanghavi, who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint Mr. Subhas K. Mandawat, Chartered Accountants, Ahmedabad as Statutory Auditors and fix their remuneration.

**Registered Office :**  
**4, G.I.D.C. Industrial Estate**  
**Phase - I, Vatva,**  
**Ahmedabad - 382 445.**  
**Date : 28th May, 2013**

**BY ORDER OF THE BOARD OF DIRECTORS**

**ANUJ R. MEHTA**  
**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 of the Company.  
A proxy in order to be valid should be lodged at the Registered Office of the Company not later than 48 hours before the Annual General Meeting.
2. The Register of Members and the Share Transfer Register shall remain closed from 26th September, 2013 to 28th September, 2013 (both days inclusive).
3. Members are requested to intimate the change in their addresses, if any, with the postal area pin code quoting their folio nos. and to quote folio nos. in all future correspondence.

**DIRECTORS' REPORT**

To,  
The Shareholders of  
**Rajesh Malleables Ltd.**

Your Directors present herewith their Thirty First Annual Report together with Audited Statement of Accounts of your Company for the year ended 31st March 2013.

**FINANCIAL RESULTS :**

	<b>(31st March, 2013)</b> <b>(12 Months) Rs.</b>	(31st March, 2012) (15 Months) Rs.
Revenue from operations/discontinued operations (Net of Excise Duty)	<b>16,05,803</b>	6,23,92,862
Other Income	<b>11,48,554</b>	55,925
Operating (Loss) /Profit (before Interest, Depreciation and Tax)	<b>(1,63,924)</b>	1,29,89,354
Interest	<b>21,905</b>	3,42,042
Profit/(Loss) Before Exceptional Items & Prior Period Expense	<b>(1,85,829)</b>	1,26,47,312
(Add) / : Prior Period (Expenses)/Income	—	(92.05.808)
(Add) : Provision for Income-Tax & Deferred Tax	—	—
Loss)/Profit After Prior Period Adjustments from continuing operations	<b>(1,85,829)</b>	34,41,504
Net (Loss)/ Profit for the year	<b>(1,85,829)</b>	34,41,504
Add: (Loss) brought forward from Previous Year	<b>(18,45,91,007)</b>	(18,80,32,511)
Balance carried to Balance Sheet	<b>(18,47,76,836)</b>	(18,45,91,007)

During the year under review the company has made Net loss of Rs.1.86 lacs as against Net Profit of Rs. 34.42 lacs during the previous period of 15 months. The losses are mainly on account of settlement of dues of retrenched workers for the gratuity dues which are not recurring expenses in future. The management has already concentrated in setting up new viable project and extended advance for procurement of land however looking to the world wide recession, the management has slowed down its plan to conserve the resources. Your Directors are hopeful that the performance will improve gradually in years to come.

Your Directors regret their inability to recommend payment of dividend in view of the performance in the year under review.

**DEPOSITS :**

During the year under review, the Company has not accepted any deposits by invitation from public under the provisions of Section 58-A and 58AA of the Companies Act, 1956.

**CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO :**

The particulars regarding Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo pursuant to Section 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 is given in Annexure I and forming part of this report.

**PARTICULARS OF EMPLOYEES :**

There is no employee covered under Section 217 (2A) of the Companies Act, 1956.

**DIRECTORS :**

Shri Himanshubhai D. Sanghavi retires by rotation, and being eligible offer himself for reappointment.

**DIRECTORS' RESPONSIBILITY STATEMENT :**

Pursuant to the requirement under Section 217 (2AA) of the Companies Act, 1956 with respect to Directors' Responsibilities Statement, it is hereby confirmed:

- 1) That in preparation of the accounts for the year ended 31st March, 2013, the applicable accounting standards have been followed;

- 2) That the Directors have selected such accounting policies and applied them consistently and were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for the year under review;
- 3) That the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- 4) That the Directors have prepared the accounts for the period ended 31st March, 2013 on a "going concern" basis.

**AUDITORS & AUDITORS' REPORT :**

Mr. S. Mandawat & Co., Chartered Accountants, Ahmedabad, the Statutory Auditors of the Company holds the office until the conclusion of the ensuing Annual General Meeting. You are requested to re-appoint them and fix their remuneration. The notes on the accounts referred to in the Auditors' Report are self explanatory and therefore do not call for any further comments.

**CORPORATE GOVERNANCE :**

The corporate governance report along with auditor's certificate regarding compliance of the conditions of corporate governance as stipulated in clause 49 of the listing agreement with the stock exchanges is attached herewith.

**RESUMPTION OF TRADING OF SECURITIES AT BSE :**

It is our pleasure to intimate Shareholders that trading in securities of the company at BSE has resumed during the year. Members will have the opportunity of exit whenever they wish to.

**ACKNOWLEDGMENT :**

The Board of Directors place on record the appreciations for the services rendered by its employees, Bankers and other authorities and look forward to their continued support.

**FOR AND ON BEHALF OF THE BOARD OF DIRECTORS**

**Place : Ahmedabad.  
Date : 28th May, 2013**

**ANUJ R MEHTA  
MANAGING DIRECTOR**

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**ANNEXURE - I****INFORMATION UNDER SECTION 217 (1) (e) OF THE COMPANIES ACT, 1956 READ WITH THE COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULES, 1988.****CONSERVATION OF ENERGY :**

The company has always been conscious of the need to conserve energy. Steps are being taken to reduce energy consumption:

1. To reduce the costs as well as to save consumption of energy per unit of goods produce, Company is keen to modernize certain process and equipments in its proposed project.
2. The company will propose that by immediately switching off, the power for machines/ equipments and lighting not in use.
3. Plan to use LED based lighting arrangement in proposed project.

**RESEARCH & DEVELOPMENT AND TECHNOLOGY ABSORPTION :**

1. The Company intends to make the absorption and adoption of technologies and innovation therein an ongoing process.
2. The Company is in process to develop items suitable for export.

Expenditure on R & D and Technology absorption: NIL

**FOREIGN EXCHANGE EARNING AND OUTGO :**

- Foreign Exchange Earning NIL
- Foreign Exchange Used NIL

Particulars in Form A are not applicable to the Company and hence not given.

**ANNEXURE 'B'**  
**REPORT ON CORPORATE GOVERNANCE**

**1. COMPANY'S PHILISOPHY ON CODE OF GOVERNANCE :**

Your company has always believed in the concept of good Corporate Governance involving a high level of transparency, accountability and responsibility in all areas of its operations to ensure investors protection. Your company has made necessary changes in the systems and procedures required for effective control, for the steady growth of the company and to increase the value for all stakeholders. Mandatory provisions of corporate Governance as stipulated under listing agreements of Stock Exchanges are being complied with.

**2. BOARD OF DIRECTORS :**

During the year the Board of Directors had One Executive Director and Two Non-Executive Independent Directors. The composition of Board is broadly in compliance with the requirements of Clause 49(1)(A). The detailed composition of the Board and other related information is given in the table below:

Name of the Director	Designation	Category	No. of Directorship held in Public/ Pvt.Ltd. Companies	No. of Membership/ Chairmanship of other Board Committees	No. of Board Meetings attended	Attendance the last Annual General Meeting
Mr. Anuj R. Mehta	Managing Director	Executive Director	4	--	4	Yes
Mr. Himanshubhai D. Sanghavi	Director	Non-Executive Director	2	--	4	Yes
Mr. Paresh H. Patel	Director	Non-Executive Director	3	---	0	No

During the year, Four Board Meetings were Held, details of which are given in the table below:

**Date of meeting**

15/05/2012	10/08/2012	08/11/2012	14/02/2013
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The time gap between any two meetings was less than 3 months.

**3. AUDIT COMMITTEE :**

The Audit Committee comprising following Directors.

1. Mr. Himanshubhai D. Sanghavi
2. Mr. Paresh H. Patel

**The terms of reference are as under :**

- \* To investigate into any matter in relation to the items specified in Section 292(A) of the Companies Act 1956, and also as contained under Clause 49 of the Listing Agreement.
- \* Reviewing of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.
- \* Recommending the appointment of external Auditor and fixation of their Audit fee.
- \* Reviewing with management the Annual financial statements and quarterly and half yearly financial results before submission to the Board
- \* Reviewing periodically the adequacy of the internal control system.
- \* Discussions with Internal Auditor on any significant findings and follow up there on.

**The composition of the Audit Committee is as under :**

Name of the Director	Category	Remarks
Mr. Hiamanshubhai D. Sanghavi	Director	Chairman of the Committee
Mr. Paresh H. Patel	Director	Member

During the year, four committee meetings were held.

**4. SHAREHOLDERS' / INVESTORS' GRIEVANCE COMMITTEE :**

The Shareholders Grievance Committee was formed by the Board of Directors to ensure the effective redressal of the complaints of the investors. The Committee also recommends steps to be taken for further implementation in the quality and services to the investors.

**Composition of the Investors' Grievance Committee :**

Name of the Director	Category	Remarks
Mr. Hiamanshubhai D. Sanghavi	Director	Chairman of the Committee
Mr. Anuj R. Mehta	Managing Director	Member

During the year, four committee meetings were held.

The Committee reviews redressal of shareholders and investors complaints like transfer of shares, non-receipt of Balance Sheet etc. There is no complaint pending with the company.

**5. REMUNERATION COMMITTEE :**

The Board of Directors has not constituted the Remuneration Committee, as the Company has not Paid remuneration to any of the directors after implementation of Corporate Governance guidelines.

**Details of Remuneration paid :**

**a. Managing Director :**

The company has not paid any Remuneration to the Managing Director during the year. (previous year Rs. Nil).

**Non-Executive Directors Remuneration :**

Name of the Director	Sitting Fees (Rs.)
Mr. Paresh H. Patel	NIL
Mr. Himanshubhai D.Sanghavi	NIL

**6. GENERAL BODY MEETING :**

The location and time of the last three Annual General Meetings are as under:

AGM	Date	Time	Venue
28th	30-09-2010	4.00 p.m.	4, GIDC Ind. Estate, Phase-1, Vatwa, Ahmedabad - 382 445.
29th	29-06-2011	4.00 p.m.	-- As Above --
30th	29-09-2012	4.30 p.m.	-- As Above --

During the year, no Extraordinary General Meeting was held.

**7. DISCLOSURES :**

- There was no transaction of material nature with the Management or with the Directors of the Company during the year
- There was no instance of Non-compliance of any matter related to the capital markets during the last three years.
- The Company ensures compliance of various statutory requirements by all its divisions and obtains quarterly reports in form of certificate from the head of the divisions. These certificates are placed before the Board on quarterly basis.
- All the statutory registers that are required to be maintained, particularly Registers of contracts in which Directors have interests, Registers of Directors shareholding, Register of investments etc. maintained and continuously updated.

**8. MEANS OF COMMUNICATION :**

The quarterly, half yearly Unaudited/ Audited and Annual financial results (Audited) of the company are submitted to the Stock Exchanges immediately after the Board meeting approved except in few cases.

**9. FINANCIAL CALENDAR FOR THE FINANCIAL YEAR 2012-13 :**

Financial Period	: 1st April, 2012 to 31st March, 2013
First Quarter ended	: 30th June, 2012
Half year ended	: 30th September, 2012
Annual General Meeting	: 28th September, 2013
For the Year 2012-13	
Date of Book Closure	: from 26th September, 2013 to 28th September 2013
Listing on Stock Exchange	: Ahmedabad Stock exchange and Mumbai Stock Exchange
Stock Code	: 422130 (ASE) & 513630 (BSE)

**10. MARKET PRICE DATA :**

There was no transaction reported during the period at Ahmedabad Stock Exchange however transaction was recorded at Mumbai Stock Exchange on 18th April 2012 at Rs. 1.73 per share for 100 equity shares after order passed on 10/04/2012 for revocation of suspension of listing.

**11. DISTRIBUTION OF SHAREHOLDINGS AS ON 31.03.2013 :**

SHAREHOLDINGS NOMINAL VALUE RS.	SHARE HOLDERS		TOTAL NO OF SHARES	
	NUMBERS	% OF TOTAL	IN RS.	% OF TOTAL
UPTO 500	5780	95.05	7363480	21.04
501 – 1000	156	2.56	1285050	3.67
1001-2000	56	0.92	863460	2.47
2001-3000	43	0.71	1131340	3.23
3001-4000	8	0.13	269960	0.77
4001-5000	11	0.18	535800	1.53
5001–10,000	11	0.18	842060	2.41
10,001 & ABOVE	16	0.26	22708850	64.88
<b>TOTAL</b>	<b>6081</b>	<b>100.00</b>	<b>35000000</b>	<b>100.00</b>

**12. CATEGORIES OF SHAREHOLDERS AS ON 31.03.2013 :**

Category	Number of Share held	% of shareholdings
<b>(A) Promoters Holding :</b>		
1. Promoters		
Indian Promoters	1704403	48.70 %
Foreign Promoters	Nil	Nil
2. Persons acting in concert	Nil	Nil
<b>SUB TOTAL</b>	<b>1704403</b>	<b>48.70%</b>
<b>(B) Non -Promoters Holding</b>	Nil	Nil
3. Institutional Investors	Nil	Nil
a. Mutual Funds & UTI	Nil	Nil
b. Banks, Financial Institutions, Insurance Companies (Central/State Govt. Institutions/ Non-Government Institutions)	Nil	Nil
c. FIIS	Nil	Nil
<b>SUB TOTAL</b>	<b>Nil</b>	<b>Nil</b>
4. Others		
a. Private Corporate Bodies	355100	10.15 %
b. Indian Public	1440497	41.15 %
c. NRIs / OCBs *	Nil	Nil
d. Any Other (Please specify)	Nil	Nil
<b>SUB TOTAL</b>	<b>1795597</b>	<b>51.30 %</b>
<b>GRAND TOTAL</b>	<b>3500000</b>	<b>100.00 %</b>

1. Total Foreign share holding is 'NIL'.
- 13. SHARE TRANSFER SYSTEM :**  
Due to this mandatory provision, the company has appointed Sharepro Services (India) Pvt Ltd., as it's Registrar and Transfer Agent The Address of the Registrar is as under:  
**Sharepro Services (India) Pvt. Ltd.**  
Unit: Rajesh Malleables Ltd.  
Dev Mall, 4Th Floor, Opp. Sanyas Ashram,  
Ellishbridge, Ahmedabad - 380 025.
- 14. DEMATERIALIZATION OF SHARES :**  
The Company is in communication with National Securities Depository Ltd. (NSDL) for executing tri-partite agreement. As soon as the agreement is executed the shareholders will have an option to dematerialize their shares with the depository.
- 15. LOCATION :**  
Rajesh Malleables Ltd., has plants located at the following place:  
4, G.I.D.C. Industrial Estate,  
Phase – I, Vatva, Ahmedabad – 382 445.
- 16. ADDRESS FOR CORRESPONDENCE :**  
Investors and shareholders can correspond with the registered office of the company at the following address:  
**Rajesh Malleables Limited**  
4, G.I.D.C. Industrial Estate,  
Phase – I, Vatva, Ahmedabad – 382 445.

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## AUDITOR'S CERTIFICATE ON CORPORATE GOVERNANCE

To the Members of  
**Rajesh Malleables Limited**

We have examined the Compliance of conditions of Corporate Governance by Rajesh Malleables Limited for the period ended on 31st March, 2013 as stipulated in Clause 49 of the Listing Agreement of the said Company with Stock Exchanges.

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

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

As required by the Guidance Note issued by the Institute of Chartered Accountants of India, we have to state that the Company has properly maintained records to show investors' grievance against the company and have certified that as on 31st March, 2013, there were no investor grievance remaining unattended / pending for a period exceeding one month.

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

**S. Mandawat & Co.**  
**Chartered Accountant**

**Subhash K. Mandawat**  
**(Partner)**  
**(Membership No.: 102708)**  
**(FRN 118330W)**

**Place : Ahmedabad**  
**Date : 28th May,2013**

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**MANAGEMENT DISCUSSION AND ANALYSIS****1. Overall Review:**

The overall performance during the financial year 2012-13 has not been satisfactory.

**2. Financial Review:**

Total turnover for the year ended 31st March, 2013 was Rs. 16.05 lacs. This decrease was mainly on account of sluggish market and bearish economy.

**3. Internal Control System and their adequacy:**

Considering the size of the company, your company has adequate system of internal control to provide reasonable assurance that assets are safeguarded and protected from unauthorized use or deposition.

**4. Business Environment:**

The Performance of the company for the year under review was satisfactory.

**5. Risk and Concern:**

Assets of the company are adequately insured.

**6. Cautionary Statement:**

Statements in this report on management Discussion and analysis may be forward looking statements within the meaning of applicable security laws or regulations. These statements are based on certain assumptions and expectations of future events. Actual results could however, differ materially from those expressed or implied. Important factors that could make a different to the Company's operations include global and domestic demand supply conditions, finished goods prices, raw material cost and availability and changes in government regulation and tax structure, economic development within India and the countries with which the company has business contacts and other factors such as litigation and industrial relations.

The Company assumes no responsibilities in respect of forward looking statements which may be amended or modified in future on the basis of subsequent developments, information of event

**BY ORDER OF THE BOARD OF DIRECTORS  
For Rajesh Malleables Ltd.**

**Anuj R. Mehta  
Managing Director**

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**CERTIFICATION BY MANAGING DIRECTOR TO THE BOARD**

I, Mr. Anuj R Mehta, Managing Director of M/S Rajesh Malleables Ltd certify that :

1. I have reviewed the financial statements for the Year and that to the best of my knowledge and belief:
  - a. These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading.
  - b. These statements give a true and fair view of the state of affairs of the company and of the results of operations and cash flows. The financial statements have been prepared in conformity, in all material respects, with the existing generally accepted accounting principles including Accounting Standards, applicable laws and regulations.
2. These are, to the best of our knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or violative of the company's code of conduct.
3. I accept overall responsibility for the company's internal control system and financial reporting. This is monitored by the internal audit function, which encompasses the examination and evaluation of the adequacy and effectiveness. Internal audit works with all the levels of management and statutory auditors and reports significant issues to the Audit Committee of the Board. The auditors and audit committee are apprised of any corrective action taken with regard to significant deficiencies and material weakness.
4. I indicate to the auditors and to the audit committee:
  - a. Significant changes in internal control over financial reporting during the year.
  - b. Significant changes in accounting policies during the year;
  - c. Instances of significant fraud of which we have become aware of and which involve management or other employees who have significant role in the company's internal control system over financial reporting.

However, during the year there were no such changes or instances.

**For, Rajesh Malleables Ltd.**

**Date : 28/05/2013**  
**Place : AHMEDABAD**

**Anuj R. Mehta**  
**(Managing Director)**

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**DECLARATION BY THE CHAIRMAN & MANAGING DIRECTOR ABOUT  
CORPORATE GOVERNANCE**

I, Mr. Anuj R Mehta, Chairman & Managing Director of M/S Rajesh Malleables Limited hereby confirm pursuant to clause 49(1)(d) of the listing agreement that:

1. The board of directors of Rajesh Malleables Limited has laid down a code of conduct has been placed on the company's website.
2. All the members of the board as well as senior management personal have complied with the said code of conduct for the year ended 31st March 2013.

**For, Rajesh Malleables Ltd.**

**Date : 28/05/2013**  
**Place : AHMEDABAD**

**Anuj R. Mehta**  
**(Managing Director)**

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**AUDITORS' REPORT**

To the Members of  
**Rajesh Malleables Limited**

1. We have audited the attached Balance Sheet of Rajesh Malleables Limited as at March 31, 2013, the statement of Profit and Loss Account and the Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with 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 sub-section (4A) of Section 227 of the Companies Act, 1956, we enclose in the Annexure hereto 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 3 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 purposes of our audit.
  - (a) In our opinion, proper books of accounts, as required by law, have been kept by the company, so far as appears from our examination of those books;
  - (a) The Balance Sheet, the Profit and Loss Account and the Cash Flow Statement dealt with by this report are in agreement with the books of account;
  - (b) In our opinion, the Balance Sheet, the Profit and Loss Account and the 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;
  - (c) On the basis of written representations received from the directors as on March 31, 2013 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on March 31, 2013 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
  - (d) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with other notes thereon, give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India.
    - (a) in the case of the Balance Sheet, of the state of the affairs of the Company as at March 31, 2013;
    - (b) in the case of the Statement of Profit and Loss Account, of the Loss for the year ended on that date and
    - (c) in the case of the Cash Flow Statement, of the cash flow for the year ended on that date.

**S. Mandawat & Co.**  
**Chartered Accountant**

**Subhas K. Mandawat**  
**(Partner)**

**Membership No.: 102708**  
**FRN 118330W**

**Place : Ahmedabad**  
**Date : 28th May, 2013**

**ANNEXURE TO THE AUDITORS' REPORT**

**(Referred to in paragraph 3 of our report of even date on the accounts of Rajesh Malleables Limited for the period ended on March 31, 2013)**

1. (a) The Company has maintained proper records showing full particulars including quantitative details and situations of its fixed assets other than dead stock and vehicles and details of accumulated depreciation.  
(b) As explained to us, the fixed assets have been physically verified by the management during the year. We are informed that no material discrepancies have been noticed by the management on such verification.  
(c) In our opinion and according to the information and explanations given to us, the going concern concept status of the company has affected due to disposal / discarding of its unviable assets in previous years though Company has already commenced other activities.
2. (a) As informed to us, there are no inventories at the end of the year therefore the clause is not applicable during the year under review.  
(b) In our opinion and according to the information and explanations given to us, clause 2(b) is not applicable to the company during the year under review.  
(c) In our opinion and according to the information and explanations given to us, clause 2(c) is not applicable to the company during the year under review.
3. (a) The Company has not taken unsecured loans from a director covered in the register maintained under Section 301 of the Companies Act, 1956.  
(b) In our opinion and according to the information and explanations given to us, clause 3(b) is not applicable to the company during the year under review.  
(c) In our opinion and according to the information and explanations given to us, clause 3(c) is not applicable to the company during the year under review.
4. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business with regard to purchases of inventory, fixed assets and with regard to the sale of goods and services. During the course of our audit, we have not observed any failure to correct any weaknesses in internal controls system of the company.
5. According to the information and explanations given to us, there is no transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1956. Accordingly, the clause 4(v)(b) of the order is not applicable.
6. During the year under consideration the Company has not accepted any deposit hence, there is no violation of the section 58A and 58AA of the Companies Act, 1956 during the financial year 2012-13.
7. The Company has in house an internal audit system during the year.
8. As reported to us, the maintenance of cost records has not been prescribed by the Central Government under Section 209(1) (d) of the Companies Act, 1956 for any products of the Company for the year under review.
9. As per the information and explanations given to us, the Company is in the process of regularizing in depositing undisputed statutory dues in respect of provident fund, family pension fund, administrative charges of provident fund, employees' state insurance, investor education and protection fund, sales-tax, tax deducted at source, professional tax, welfare fund and service tax etc. The extent of the arrears as at March 31, 2013 for a year of more than six months from the date they became payable are aggregating to Rs. 3039860/- as against such arrears of Rs.3039860/- as on March 31, 2012.
10. According to the information and explanations given to us, there are no disputed amounts payable in respect of income-tax, wealth-tax, custom duty, service tax, excise duty and Cess in arrears, as at March 31, 2013 for a year of more than six months from the date they became payable.
11. The accumulated losses of the Company at the end of the financial period are less than net worth of the company. The net worth of the company is positive. The Company has incurred cash loss during the year under review however the Company has not incurred cash loss in immediately preceding year.

12. There is no outstanding secured / unsecured loan from a bank and a financial institution during the year under review therefore the respective clause of the order is not applicable to the company during the year under review.
13. In our opinion and according to the information and explanations given to us, no loans and advances have been granted by the Company on the basis of security by way of pledge of shares, debentures and other securities.
14. 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 the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
15. In our opinion, the Company is not dealing in or trading in shares, securities, debentures and other investments except long term investments. Accordingly, the provisions of clause 4(xiv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company during the year under review.
16. According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
17. During the year, the Company has not obtained any term loan.
18. According to the information and explanations given to us and on an overall examination of the Balance Sheet of the Company, in our opinion, no funds have been raised on short-term basis from banks and financial institution during the year under review.
19. During the year, the Company has not made any preferential allotment of equity shares.
20. During the year, no debentures have been issued by the Company and hence the question of creating security or charge in respect thereof does not arise.
21. During the year, the Company has not raised money by way of public issue.
22. 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.

**S. Mandawat & Co.**  
**Chartered Accountant**

**Subhas K. Mandawat**  
**(Partner)**  
**Membership No.: 102708**  
**FRN 118330W**

**Place : Ahmedabad**  
**Date : 28th May, 2013**

**BALANCE SHEET AS AT MARCH 31, 2013**

Particulars	Notes No.	As at March 31, 2013 Rs.	As at March 31, 2012 Rs.
<b>Shareholder's Funds :</b>			
Share Capital	1	35,000,000	35,000,000
Reserves & Surplus	2	166,511,168	166,511,168
		<b>201,511,168</b>	<b>201,511,168</b>
<b>Share Application Money Pending Allotment</b>		<b>0</b>	<b>0</b>
<b>Non-current Liabilities :</b>			
Deferred Tax Liability	3	1,830,019	1,830,019
<b>Current Liabilities :</b>			
Short Term Borrowings	4	0	2,536,745
Trade Payables	5	621,447	2,456,516
Other current Liabilities	6	3,694,473	3,997,963
		<b>4,315,920</b>	<b>8,991,224</b>
<b>TOTAL</b>		<b>207,657,107</b>	<b>212,332,411</b>
<b>ASSETS :</b>			
<b>Non-Current Assets :</b>			
<b>Fixed Assets :</b>			
Tangible Assets	7	1,699,849	1,667,149
Intangible Assets	7	36,000	36,000
Capital Work in Progress	7	11,028,750	11,028,750
Non-Current Investments	8	6,100	6,100
Long Term Loans and Advances	9	133,953	133,953
		<b>12,904,652</b>	<b>12,871,952</b>
<b>Current Assets</b>	:		
<b>Current Investments :</b>			
Trade Receivables	10	7,961,941	10,945,348
Cash and Bank Balances	11	1,319,031	3,403,329
Short Term Loans and Advances	12	694,647	520,775
Other Current Assets	13	0	0
		<b>9,975,619</b>	<b>14,869,452</b>
<b>Profit &amp; Loss Account</b>			
<b>Debit Balance of Profit &amp; Loss Account</b>		<b>184,776,836</b>	<b>184,591,007</b>
<b>TOTAL</b>		<b>207,657,107</b>	<b>212,332,411</b>
Significant Accounting Policies	23		
Notes forming part of Account	24		

The accompanying notes are an integral part of the financial statements

As per attached report of even date

**S.MANDAWAT & CO**  
Chartered Accountant

**ANUJ R MEHTA - MANAGING DIRECTOR**

**SUBHASH K. MADAWAT**  
(PARTNER)  
(MEMBERSHIP NO.102708)  
(FRN 118330W)

**HIMANSHU D. SANGHVI - DIRECTOR**

DATE : 28th May,2013  
AHMEDABAD

DATE : 28th May, 2013  
AHMEDABAD

**STATEMENT OF PROFIT & LOSS ACCOUNT  
FOR THE PERIOD ENDED ON 31ST MARCH 2013**

Particulars	Notes No.	2012-13 (12 Months) Rs.	2011-12 (15 Months) Rs.
<b>CONTINUING OPERATIONS :</b>			
Revenue from operations / discontinued operations (Gross)	14	1,605,803	62,614,478
Less : Excise Duty	14	0	221,616
Revenue from operations (Net)		<b>1,605,803</b>	<b>62,392,862</b>
Other Income	15	1,148,554	55,925
<b>TOTAL REVENUE</b>		<b>2,754,357</b>	<b>62,448,787</b>
<b>EXPENDITURE :</b>			
Cost of Material Consumed	16	0	343,805
Purchases of Stock - in- Trade	17	1,582,763	4,326,721
Changes in inventories of Finished Goods, Stock-in-Process and Stock- in- Trade	18	0	31,871,495
Employee Benefits Expenses	19	975,561	6,235,430
Finance Cost	20	21,905	342,042
Manufacturing and other expenses	21	359,957	6,681,982
<b>TOTAL EXPENDITURE</b>		<b>2,940,186</b>	<b>49,801,475</b>
<b>(Loss)/Profit before Prior Period adjustments</b>		<b>(185,829)</b>	<b>12,647,312</b>
Prior period adjustments	22	0	9,205,808
<b>(Loss)\Profit before tax</b>		<b>(185,829)</b>	<b>3,441,504</b>
Tax Expenses		0	0
<b>(Loss)/Profit for the year from continuing operations</b>		<b>(185,829)</b>	<b>3,441,504</b>
(Loss)\Profit for the year		(185,829)	3,441,504
Less : (Loss) brought forward from Earlier Years		(184,591,007)	(188,032,511)
<b>Debit Balance carried to the Balance Sheet</b>		<b>(184,776,836)</b>	<b>(184,591,007)</b>
PROFIT FOR THE PERIOD		(185,829)	3,441,504
NO. OF SUBSCRIBED SHARES		3,500,000	3,500,000
NOMINAL VALUE OF SHARES (RS.)		10/-	10/-
BASIC & DILUTED EPS (RS.)		(0.05)	0.98
Significant Accounting Policies	23		
Notes forming part of Account	24		

The accompanying notes are an integral part of the financial statements

**As per attached report of even date**

**S.MANDAWAT & CO**  
Chartered Accountant

**ANUJ R MEHTA - MANAGING DIRECTOR**

**SUBHASH K. MADAWAT**  
(PARTNER)  
(MEMBERSHIP NO.102708)  
(FRN 118330W)

**HIMANSHU D. SANGHVI - DIRECTOR**

**DATE : 28th May,2013**  
**AHMEDABAD**

**DATE : 28th May, 2013**  
**AHMEDABAD**

## NOTES FORMING PART OF ACCOUNTS

Particulars	31-03-2013 Rs.	31-03-2012 Rs.
<b>1 - SHARE CAPITAL :</b>		
<b>Authorised Share Capital:</b>		
60,00,000 ( Previous Year 60,00,000) Equity Shares of Rs. 10/- each	60,000,000	60,000,000
	<u>60,000,000</u>	<u>60,000,000</u>
<b>Issued, Subscribed and Paid up:</b>		
35,00,000(Previous year 35,00,000)Equity shares of Rs 10/- each fully paid up	35,000,000	35,000,000
Less : Call in Arrear	0	0
	<u>35,000,000</u>	<u>35,000,000</u>
<b>TOTAL</b>	<b><u>35,000,000</u></b>	<b><u>35,000,000</u></b>

**1.1 The details of shareholders holding more than 5% share:**

Particulars Name of the shareholder	31/03/2013		31/03/2012	
	No. of Shares	% held	No. of Shares	% held
Ramprasad Investments & Traders Pvt. Ltd	318704	9.11	318704	9.11
Evergreen Mfg.and Marketing Pvt.Ltd	600000	17.14	600000	17.14
Archman Exim Pvt. Ltd	390000	11.14	390000	11.14
Rampion Eyetech Pvt. Ltd	310097	8.86	310097	8.86
Vijay Steel Tubes and Fittings Pvt.Ltd	280500	8.01	280500	8.01

**1.2 The Reconciliation of the number of Shares outstanding is set out below:**

Particulars	31-03-2013	31-03-2012
Equity shares at the beginning of the year	3500000	3500000
Add : New shares issued	0	0
Less : Shares cancelled or buy back during the year	0	0
Equity shares at the end of the year	<u>3,500,000</u>	<u>3,500,000</u>

**2- RESERVES & SURPLUS :****Capital Reserve:**

Balance as per last Balance Sheet	47,420,043	47,420,043
Add : Addition during the year	0	0
	<u>47,420,043</u>	<u>47,420,043</u>

**Security Premium Reserve:**

Balance as per last Balance Sheet	117,500,000	117,500,000
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**Revaluation Reserve:**

Balance as per Last Balance Sheet	1,591,125	27,878,155
<b>Less</b> : Adjustment on Sale of Assets/Discarded of Fixed Assets	0	26,287,030
<b>Less</b> : Transferred to Profit & Loss Account being the difference of depreciation on revalued cost and original cost	0	0
	<u>1,591,125</u>	<u>1,591,125</u>
<b>TOTAL</b>	<b><u>166,511,168</u></b>	<b><u>166,511,168</u></b>

**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2013**

Particulars	31-03-2013 Rs.	31-03-2012 Rs.
<b>3 - DEFERRED TAX LIABILITY (Net) :</b>		
Deferred Tax Liability	1,830,019	1,830,019
<b>TOTAL</b>	<b>1,830,019</b>	<b>1,830,019</b>

**4 - SHORT-TERM BORROWINGS :****Unsecured loans :**

From Others	0	2,536,745
<b>TOTAL</b>	<b>0</b>	<b>2,536,745</b>

**Note :** Repayment of unsecured loan term not specified i.e. shown as short term borrowings.

**5 - TRADE PAYABLES :**

Others	621,447	2,456,516
<b>TOTAL</b>	<b>621,447</b>	<b>2,456,516</b>

**6 - OTHER CURRENT LIABILITIES :**

Others Payables *	3,694,473	3,997,963
<b>TOTAL</b>	<b>3,694,473</b>	<b>3,997,963</b>

\* Includes statutory dues and advance for sales of assets.

**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2013****7 - FIXED ASSETS :**

Particulars	GROSS BLOCK (Cost/Revalued)				DEPRECIATION				NET BLOCK	
	Asat April, 1 2012 Rs.	Addi- tions Rs.	Deductions/ Sale/ Adjustment/ Discarded Rs.	Asat Rs.	Depre- ciation Upto Rs.	Deductions/ Sale/ Adjustment/ Discarded Rs.	Depre- for the period 12 Month Rs.	Depre- ciation Upto Rs.	Asat Rs.	Asat Rs.
<b>TANGIBLE ASSETS :</b>										
<b>OWN ASSETS :</b>										
Freehold Land	1,599,430	--	--	1,599,430	--	--	--	--	1,599,430	1,599,430
Dead Stock	163,119	32,700	--	195,819	95,400	--	0	95,400	100,419	67,719
<b>TOTAL (A)</b>	<b>1,762,549</b>	<b>32,700</b>	<b>0</b>	<b>1,795,249</b>	<b>95,400</b>	<b>0</b>	<b>0</b>	<b>95,400</b>	<b>1,699,849</b>	<b>1,667,149</b>
<b>INTANGIBLE ASSETS:</b>	36,000	0	0	36,000	0	0	0	0	36,000	36,000
<b>TOTAL (B)</b>	<b>36,000</b>	<b>0</b>	<b>0</b>	<b>36,000</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>36,000</b>	<b>36,000</b>
<b>TOTAL (A+B)</b>	<b>1,798,549</b>	<b>32,700</b>	<b>0</b>	<b>1,831,249</b>	<b>95,400</b>	<b>0</b>	<b>0</b>	<b>95,400</b>	<b>1,735,849</b>	<b>1,703,149</b>
As at March 31, 2012	81,373,475	0	79,574,926	1,798,549	46,684,999	46,589,599	0	95,400	1,703,149	
Capital Work in Progress	11,028,750	0	0	11,028,750	0	0	0	0	11,028,750	11,028,750
Intangible Asstes under Development	0	0	0	0	0	0	0	0	0	0

In the year 1993-94, land as on 31.03.1994 had been revalued on the basis of the market value as on 31.03.1994 as per revaluation made by an approved valuer. Accordingly, it is are stated at revalued amount. The resultant increase had been credited to the Revaluation Reserve account.

**NOTES FORMING PART OF ACCOUNTS**

Particulars	31-03-2013 Rs.	31-03-2012 Rs.
<b>8 - NON-CURRENT INVESTMENTS :</b>		
<b>In Equity Shares of Subsidiary Companies</b>		
<b>Investment in other Company :</b>		
2500 (Previous Year 2500) Shares of Evergreen Manufacturing & Marketing Pvt. Ltd of Rs. 10/- each fully paid-up	0	0
<b>Less</b> : Provision for Diminution of Value	0	0
	0	0
10 (Previous Year 10) Shares of Adarsh Co-Op. Departmental Stores Ltd. of Rs. 100/- each fully paid up	1,000	1,000
1 Shares (Previous Year 4 shares) of Vijay Co-op. Bank Ltd of Rs. 100/- (Previous Year Rs.25/-) each fully paid-up	100	100
50 (Previous year 50) Shares of The Green Environment Ser. Co-op Soc. Ltd. of Rs. 100/- each fully paid-up	5,000	5,000
<b>TOTAL</b>	<b>6,100</b>	<b>6,100</b>
<b>9 - LONG TERM LOANS AND ADVANCES :</b>		
<b>(Unsecured and Considered Good)</b>		
Deposits with Related parties	0	0
Loans and Advances to Related parties(Refer Note No.11)	103,620	103,620
Advance Income Tax	30,333	30,333
Other Loans and Advances	0	0
<b>TOTAL</b>	<b>133,953</b>	<b>133,953</b>
<b>Note</b> : Include from companies under the same Management from Evergreen Mfg. & Marketing Pvt Ltd Rs. 103620		
<b>10 - TRADE RECEIVABLES :</b>		
Unsecured Considered Good :		
Due Over Six Months	7,961,941	8,449,871
Others	-	2,495,477
Considered Doubtful	-	8,216,506
Less : Provision for Doubtful debt	-	8,216,506
	0	0
<b>TOTAL</b>	<b>7,961,941</b>	<b>10,945,348</b>
<b>11 - CASH AND BANK BALANCES :</b>		
Balances With Banks in current accounts	922,318	3,068,535
Cash on hand ( As authenticated by management)	396,713	334,794
<b>TOTAL</b>	<b>1,319,031</b>	<b>3,403,329</b>

## NOTES FORMING PART OF ACCOUNTS

Particulars	31-03-2013 Rs.	31-03-2012 Rs.
<b>12 - SHORT TERM LOANS AND ADVANCES :</b>		
<b>Unsecured and Considered Good:</b>		
Loans and Advances to Related Parties	0	0
Balance with Customes, Central Excise Authorities	114,647	120,775
Deposites	0	5,000
Less : Provision for Doubtful	0	5,000
	<u>0</u>	<u>0</u>
Others	580000	400000
<b>TOTAL</b>	<b><u>694,647</u></b>	<b><u>520,775</u></b>

**13 - OTHER CURRENT ASSETS :**

Share Issue Expenses (to the extent not written off or adjusted)	0	110966
less : Written off during the year	0	110,966
<b>TOTAL</b>	<b><u>0</u></b>	<b><u>0</u></b>

Particulars	2012-13 APR TO MAR 13 Rs. (12 Months)	2011-12 APR TO MAR 12 Rs. (15 Months)
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**14 - REVENUE FROM OPERATIONS :**

Sales of Produits	QUANTITY :			
	2012-13	2011-12		
Pipe Fittings Sales ( Pcs)	—	200,621	0	2,199,200
Un Process Stock Sales ( Kgs)	—	14,970	0	898,200
Other Misc. Sales	—	—	0	475,000
Other Trading Sales Kgs/(Nos)	46,545	17,211	1,605,803	13,090,135
			<b><u>1,605,803</u></b>	<b><u>16,662,535</u></b>
Less : Excise Duty Recovered			0	221,616
<b>TOTAL</b>			<b><u>1,605,803</u></b>	<b><u>16,440,919</u></b>
<b>REVENUE FROM DISCONTINUING OPERATIONS</b>				
Gain on disposed Assets/Discarded/Unviable			0	118,470,975
Loss on capital work in progress			0	(5,619,032)
Loss on Settlement of advances			0	(66900000)
<b>TOTAL</b>			<b><u>0</u></b>	<b><u>45,951,943</u></b>
<b>GRAND TOTAL</b>			<b><u>1,605,803</u></b>	<b><u>62,392,862</u></b>

**15 - OTHER INCOME :**

From Interest- Others	0	5,925
From Profit on Sale of Investments	0	50,000
From Misc. old balance w/off	1148554	--
<b>TOTAL</b>	<b><u>1,148,554</u></b>	<b><u>55,925</u></b>

**Note :** On sale of subsidiary company shares in Rs Nil ( Previous year Rs 50000/-)

**NOTES FORMING PART OF ACCOUNTS**

Particulars	2012-13		2011-12	
	APR TO MAR 13		APR TO MAR 12	
	Rs.		Rs.	
	(12 Months)		(15 Months)	

**16 - COST OF RAW MATERIALS CONSUMED :**

Sales of Prodsuts	QUANTITY :			
	2012-13	2011-12		
Scrap/Pig Iron ( MT)	—	4.690	0	337,549
Zinc ( MT)	—	0.046	0	6,256
<b>TOTAL</b>			<b>0</b>	<b>343,805</b>

Note : The consumption of raw material is indigeneus

**17 - PURCHASES OF STOCK- IN - TRADE :**

GI Pipe Traded ( Nos)	—	2,506	0	1,966,721
Iron & steel scrap Traded	46,545	—	1,582,763	0
Traded Stock ( Nos)	—	1,180	0	2,360,000
<b>TOTAL</b>			<b>1,582,763</b>	<b>4,326,721</b>

**18 - CHANGES IN INVENTORIES OF FINISHED GOODS.****STOCK-IN-PROCESS AND STOCK-IN-TRADE :****CLOSING STOCK :**

Finished goods			0	0
Stock-in-Process			0	0
Traded Goods-Finished			0	0
			<b>0</b>	<b>0</b>

**LESS : OPENING STOCK :**

Finished goods			0	3,163,594
Stock-in-process			0	1,657,901
Traded Goods-Finished			0	27,050,000
			<b>0</b>	<b>31,871,495</b>

**NET DECREASE/ (INCREASE)**

			<b>0</b>	<b>31,871,495</b>
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**19 - EMPLOYEE BENEFITS EXPENSES :**

Salaries, Wages & Bonus			285,561	1,014,507
Gratuity Exps *			500,000	4,215,634
Staff Welfare Expenses			190,000	1,005,289
<b>TOTAL</b>			<b>975,561</b>	<b>6,235,430</b>

Note : Settlement of Worker cases and paid the Gratuity amount

**20 - FINANCE COSTS :**

Interest Expenses*			21,905	342,042
<b>TOTAL</b>			<b>21,905</b>	<b>342,042</b>

Note : Interest paid on statutory payment made during the year

## NOTES FORMING PART OF ACCOUNTS

Particulars	2012-13 APR TO MAR 13 Rs. (12 Months)	2011-12 APR TO MAR 12 Rs. (15 Months)
<b>21- OTHER EXPENSES :</b>		
<b>Manufacturing Expenses:</b>		
Stores & Spare parts consumed	0	315,746
Power & Fuel	0	588,326
Job Work Charges	0	10,261
Labour Charges	0	2062
Repairs to Others	0	6,145
Excise Duty*	0	(295,422)
<b>TOTAL ( A )</b>	<b>0</b>	<b>627,118</b>
<b>Selling and Distribution Expenses :</b>		
Telephone, Trunk call expenses	5,864	45,101
Postage, Telegram, Stationary, Printing & advertisement Exps	23,220	45,873
Sales Promotion Exps	0	16,500
<b>TOTAL( B )</b>	<b>29,084</b>	<b>107,474</b>
<b>Establishment Expenses :</b>		
Rates & Taxes	0	162,913
Professional Charges	21,230	1,702,853
Travelling Expenses	100,127	1,490,262
Listing Fees	0	110,120
Stock Exchange Revocation Fees	0	681,623
General Expenses	109,516	1,286,653
Mosc. Old balances w/off	0	0
Share Issue Expenses written off	0	110,966
Arbitrator Fess	0	180,000
Stamp charges	0	122500
Payment to Auditors( Audit Fees)	100,000	99,500
<b>TOTAL( C )</b>	<b>330,873</b>	<b>5,947,390</b>
<b>TOTAL OF OTHER EXPENSES (A+B+C)</b>	<b>359,957</b>	<b>6,681,982</b>

Note : Excise duty difference between excise duty on opening stock and closing stock of finished goods.

**22 - PRIOR PERIOD ADJUSTMENTS :**

Particulars	2012-13	2011-12
<b>Expenditure :</b>		
Previous Year Exps	0	149,885
Settlement of liabilities	0	9,055,923
	<b>0</b>	<b>9205808</b>
<b>Net prior period Expenses/(Income)</b>	<b>0</b>	<b>9205808</b>

Note : Payment made to suppliers towards full & Final settlement of o/s dues which was previously written off.

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**NOTES FORMING PART OF ACCOUNTS****23 - SIGNIFICANT ACCOUNTING POLICIES :****1. ACCOUNTING CONVENTION :**

The financial statements are prepared under the historical cost convention, except for certain fixed assets which are revalued in earlier year, in accordance with the generally accepted accounting principles and the Accounting Standards referred to in Section 211 (3C) of the Companies Act, 1956.

**2. SALES :**

Sale, if applicable is net of cash discount and Special Turnover discount.

**3. FIXED ASSETS :**

a. Fixed Assets are stated at historical cost except as mention as below in Para 3(b).

b. The Company had revalued the Land on 31.03.1994 on the basis of the market value as on that date as per an Approved Valuer. Accordingly, it is stated at revalued amount from 31.03.1994. The resultant increase on account of revaluation had been credited to Revaluation Reserve account.

**4. DEPRECIATION :**

Depreciation has not been provided as the manufacturing activity temporarily suspended during year review.

**5. INVESTMENTS :**

Investments being long term are stated at cost.

**6. INVENTORIES :**

The Company is following the policy as provided in AS 2 for the purpose of valuation of its inventories however there are no inventories as on 31st March 2013.

**7. RETIREMENT BENEFITS :**

The Company accounts for the Gratuity on cash basis to maintain consistency in preparation of annual accounts.

**8. CENVAT CREDIT :**

Cenvat Credit of excise duty is accounted on accrual basis on purchase of materials, if applicable.

**9. MISCELLANEOUS EXPENDITURE :**

The Company follows the policy to write off the miscellaneous expenditure over a period 5 years however during the year under review, there in no balance left under the said head.

**10. PRIOR PERIOD ADJUSTMENTS :**

Material items of Prior period expenses/income are disclosed separately, if applicable.

**11. PROVISION FOR CURRENT AND DEFERRED TAX :**

Provision for Current Tax is made after taking into consideration benefits admissible under the provision of the Income-tax Act 1961. Deferred tax is recognized for all timing differences; being the differences between the taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. The carrying amount of deferred tax asset/liability is reviewed at each Balance Sheet date and consequential adjustments are carried out.

**12. BORROWING COST :**

Interests and other costs if applicable in connection with borrowing of funds by the company are recognized as expenses in the period in which they are incurred.

**13. CONTINGENT LIABILITIES :**

The Contingent Liabilities are disclosed by way of notes.

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**24 - NOTES ON ACCOUNTS :**

1. Figures in the financial statement of Profit & Loss Account for the current period are for 12 months i.e. from 1st April, 2012 to 31st March, 2013 and hence the same are not comparable with the figures of the previous year which were for 15 months. The figures have been regrouped, wherever necessary, so as to make them comparable.

2. The management is in search of lucrative line of activity to improve its bottom line though capital advances has been given for procurement of land for the propose project.

3. The company is regular in filing its commercial tax returns and excise returns with respective authorities.
4. The Company has sent letters for Confirmation of balances to parties, unsecured loans, sundry debtors, loans and advances, bank balances and current liabilities for amounts due to them/from them. Necessary adjustments, in accounts, if any, will be made on settlement of accounts.
5. The Information regarding small scale industrial undertakings' dues are under compilation and such details can't be readily determined. Under the circumstances, the same have not been disclosed.
6. The company is process of appointment of qualified company secretary though due publicity has been given for such appointment.
7. The company has not paid any Remuneration to the Managing Director during the year under review. (previous year Rs Nil).
8. Prior period Items as shown in the Profit & Loss Account are as under :

Particulars	2012-13 (in rupees)	2011-12 (in rupees)
<b>Expenses :</b>		
Professional Charges	0	7500
Import Duty	0	142385
Settlement of liabilities	0	9055923
<b>TOTAL</b>	<b>0</b>	<b>9205808</b>

**9. Contingent Liabilities**

The Company has duly paid principal undisputed dues of all statutory authorities however on account of delayed payments, liabilities may arise with respect to Statutory authorities, retrenched workers. The aforesaid liabilities, if any, if arises in future, will be accounted for upon crystallization of such liabilities.

**10. Segment Reporting :**

Presently, the company has trading activity of iron scrap during the year under review, therefore no separate segment reporting has been made.

**11. Related Party Disclosures:**

The Company entered into related party transactions during the year with the associates company and key management personnel. The details of transactions are mentioned below:

Particulars	Associate Company/Firm Amount Rs.
Sales & Service	1686093
Receivables(Balance)	6796086

**12. Earning Per Share :**

Particulars	Current Year	Previous Year
(Loss)/Profit for the year before exceptional item	(185829)	1,26,47,312
(Loss)\Profit/(Loss) after prior period and tax	(185829)	34,41,504
No. of Subscribed Shares	3500000	3500000
Nominal Value of Shares (Rs.)	10/-	10/-
Earning per share before exceptional/prior period & tax item (Rs.)	(0.05)	3.61
Earning per share after exceptional/prior period & tax item (Rs.)	(0.05)	0.98

**13. Deferred Tax :**

The Company has duly complied the provisions of Accounting Standard 22 "Accounting for Taxes on Income".

14. Information pursuant to the provision of paragraph 3,4C & 4D of part-II of Schedule VI of the Companies Act, 1956:

**(A) TURNOVER :**

Particulars	2012-2013		2011-2012	
	QUANTITY	RS.	QUANTITY	RS.
<b>MANUFACTURED / TRADED GOODS :</b>				
Pipe Fittings Pcs	---	---	2,00,621	21,99,200
Un Process Stock Sales ( Kgs)	---	---	14,970	'8,98,200
Other Trading Sales (Kgs)\(Nos)	46545	16,05,803	'17211	1,30,90,135
Other Misc. Sales	---	---	'---	'4,75,000

**(B) PRODUCTION, STOCK :**

**FINISHED GOODS :**

**i) Production / Purchases :**

Installed Capacity of the company not disclosed due to temporary discontinuing of manufacturing activity of the company.

**ii) Production / Purchases:**

	Current Year	Previous year
Pipe Fittings pcs	Nil	110249
Other Trading Goods (Kgs)	46545	3686

**iii) Opening Stock :**

Name of Product	Current Year Quantity	Current Year (Amt. in Rs.)	Previous Year Quantity	Previous Year (Amt. in Rs.)
Pipe Fittings-Manufactured Goods-pcs	---	---	90372	31,63,594
Traded Goods – Nos	---	---	13525	2,70,50,000

**v) Closing Stock :**

Name of Product	Current Year Quantity	Current Year (Amt. in Rs.)	Previous Year Quantity	Previous Year (Amt. in Rs.)
Pipe Fittings- Manufactured Goods- pcs	Nil	Nil	Nil	Nil
Traded Goods- Nos	Nil	Nil	Nil	Nil

**(d)** Expenditure in Foreign Currency Nil Nil

**(e)** Earning in Foreign Exchange  
F.O.B. Value of Export Nil Nil

**18. BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE :***(Amount in Rupees Thousand)***(a) Registration Details :**

Registration No.:	4593	State Code	04
Balance Sheet Date	31st March, 2013		

**(b) Capital Raised during the year :**

Public Issue	NIL	Public Issue	NIL
Bonus Issue	NIL	Private Issue	NIL

**(c) Position of Mobilisation and Development Funds :**

Total of Equity & Liabilities	207657	Assets	207657
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**SOURCE OF FUNDS :**

Paid-up-capital	35000	Reserves & Surplus	166511
Long term Borrowings	0	Shortterm Borrowings	0
Deferred Tax Liability (Net)	1830	Trade Payables	621
Other current liabilities	3694		

**APPLICATION OF FUNDS :**

Net Fixed Assets	12764	Investments	6
Long term loans and advances	133	Current Assets	9976
Accumulated losses	184776		

**(d) Performance of Company :**

Total Turnover	2754	Total Expenditure	2940
Loss For The Year (Before Tax)	185		
Dividend	NIL		
Earning Per share	(0.05)		

**(e) Generic Names of Principal Products services of the Company :**

Product Description	Pipe Fittings of Iron
Item Code No. (ITC Code)	73079210

**Signatures to Schedules 1 to 24**

As per attached report of even date

**S.MANDAWAT & CO**  
Chartered Accountant

**ANUJ R MEHTA - MANAGING DIRECTOR**

**SUBHASH K. MADAWAT**  
(PARTNER)  
(MEMBERSHIP NO.102708)  
(FRN 118330W)

**HIMANSHU D. SANGHVI - DIRECTOR**

**DATE : 28th May,2013**  
**AHMEDABAD**

**DATE : 28th May, 2013**  
**AHMEDABAD**

**CASHFLOW STATEMENT FOR THE 12 MONTHS PERIOD  
FROM 1ST APRIL 2012 TO 31ST MARCH 2013**

	2012-2013 (12 Months)	2011-2012 (15 Months)
<b>A. CASHFLOW FROM OPERATING ACTIVITIES :</b>		
Profit/(LOSS) As per Profit & Loss Account Before Tax	(185,829)	3,441,504
ADJUSTMENTS FOR :		
Prior Period Expenses	0	9205808
Intrest Charges	0	342,042
Loss on Settlement of Advances	0	66,900,000
Share Issue Exps w/off	0	110966.00
Profit on Sales of Investments	0	(50000)
Profit/Loss on Sales of Assets	0	(118,470,975)
Excess Provision for Expenses/Income Tax for Earlier year		
<b>OPERATING (LOSS)/ PROFIT BEFORE WORKING CAPITAL CHANGES :</b>	<b>(185,829)</b>	<b>(38,520,655)</b>
ADJUSTMENTS FOR :		
Trade Receivable {Sundry debtors-Provision for Doubtful debts} NET	(2,983,407)	945,387
Other Receivable {Loans & Advances-Provision for Doubtful Advances} NET	173,872	66,225
Inventories	0	34,244,268
Trade Payable	(2,138,559)	(11,221,380)
<b>CASH GENERATED FROM OPERATIONS :</b>	<b>485,147</b>	<b>(84,997,915)</b>
Intrest Paid	0	(342,042)
<b>CASHFLOW FROM OPERATING ACTIVITIES : TOTAL - A</b>	<b>485,147</b>	<b>(85,339,957)</b>
<b>B. CASHFLOW FROM INVESTING ACTIVITIES :</b>		
Purchase of Fixed Assets & Investments		
Sale of Fixed Assets& investments (Net of Advances return)	(32,700)	107,360,273
Sale of Investments	0	50000
Capital Work-In-Progress	0	(11,028,750)
<b>NET CASHFLOW FROM INVESTMENTS ACTIVITIES : TOTAL - B</b>	<b>(32,700)</b>	<b>96,381,523</b>
<b>C. CASHFLOW FROM FINANCING ACTIVITIES :</b>		
Repayment of Loans	(2,536,745)	(9,138,770)
<b>NET CASH FLOW FROM FINANCING ACTIVITIES : TOTAL - C</b>	<b>(2,536,745)</b>	<b>(9,138,770)</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C)</b>	<b>(2,084,298)</b>	<b>1,902,796</b>
CASH AND CASH EQUIVALENTS (OPENING BALANCE)	3,403,329	1,500,533
CASH AND CASH EQUIVALENTS (CLOSING BALANCE)	1,319,031	3,403,329

**Note :** 1. The Figures for the current period are for 12 months i.e. from April 1, 2012 to March 31, 2013.  
2. Previous Period Figures are re-grouped whenever necessary.

As per attached report of even date

**S.MANDAWAT & CO**

Chartered Accountant

**SUBHASH K. MADAWAT**

(PARTNER)

(MEMBERSHIP NO.102708)

(FRN 118330W)

DATE : 28th May,2013

AHMEDABAD

**ANUJ R MEHTA - MANAGING DIRECTOR**

**HIMANSHU D. SANGHVI - DIRECTOR**

DATE : 28th May, 2013

AHMEDABAD

**AUDITOR'S CERTIFICATE**

We have examined the attached Cash Flow Statement of Rajesh Malleables Limited for the year ended 31st March, 2013. The Statement has been prepared by the Company in accordance with the requirements of listing agreement clause 32 with Ahmedabad and Mumbai Stock Exchanges and is based on and in agreement with the corresponding Profit and Loss Accounts and Balance Sheet of the Company covered by our report of even date to the members of the Company.

**S. Mandawat & Co.  
Chartered Accountant**

**Subhas K. Mandawat  
(Partner)  
Membership No.: 102708  
FRN 118330W**

**Place : Ahmedabad  
Date : 28th May, 2013**

# RAJESH MALLEABLES LIMITED

Regd.Office : 4, G.I.D.C. Industrial Estate, Phase - I, Vatva, Ahmedabad - 382 445.

## PROXY FORM

Reg. Folio No. \_\_\_\_\_

I/We \_\_\_\_\_ being a Member/Members of  
**RAJESH MALLEABLES LIMITED**, hereby appoint \_\_\_\_\_

of \_\_\_\_\_ or failing him/  
her \_\_\_\_\_ of \_\_\_\_\_ as my/our

Proxy to vote for me/us and on my/our behalf of the 31st Annual General Meeting of the Company to be held Saturday, the 28th day of September, 2013 at 4.15 p.m. at the Registered office of the Company at 4, G.I.D.C. Industrial Estate, Phase - I, Vatva, Ahmedabad - 382 445.

Signed this \_\_\_\_\_ Day of \_\_\_\_\_ 2013

Affix  
Rs. 2/-  
Revenue  
Stampe

(Signature of the Shareholder (s)) \_\_\_\_\_

Note : The proxy form completed and stamped must reach the Registered Office of the Company not less than 48 hours before the time for holding aforesaid meeting.

-----TERE HERE-----

# RAJESH MALLEABLES LIMITED

Regd.Office : 4, G.I.D.C. Industrial Estate, Phase - I, Vatva, Ahmedabad - 382 445.

## ATTENDANCE SLIP

**31st Annual General Meeting on  
Saturday the 28th September, 2013 at 4.15 p.m.**

Please Complete this Attendance slip and hand it over at the entrance of the meeting hall. Joint shareholders may obtain additional attendance Slips on request.

**Name & Address of the Share holders**

**Reg. Folio No.**

I hereby record my presence at the 31st Annual General Meeting at Regd. office on Saturday, the 28th day of September, 2013.

**Signature of the shareholder of the proxy attending meeting.**

**If shareholder, Please sign, Here**

**If proxy, Please sign, Here**

Book Post

To

*If undelivered please return to :*

**RAJESH MALLEABLES LIMITED**

Regd. Office : 4, G.I.D.C. Industrial Estate,  
Phase - I, Vatva,  
Ahmedabad - 382 445.