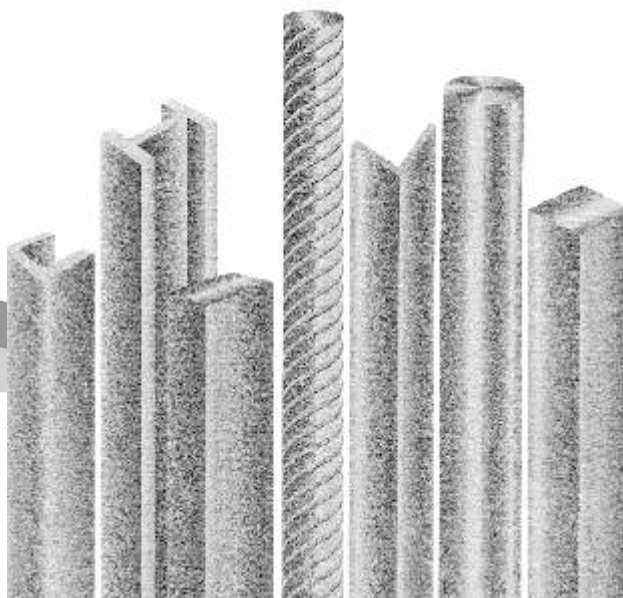


SHRI BAJRANG ALLOYS LTD.



22nd Annual Report
2011-12

C | O | N | T | E | N | T | S

Board of Directors	02
Notice to the Shareholders	03
Directors' Report	05
Management Discussion & Analysis	09
Report on Corporate Governance	12
Auditor's Certificate on Corporate Governance	19
Auditors' Report	20
Balance Sheet	24
Profit & Loss Account	25
Cash Flow Statement	26
Account Policies and Notes forming part of Financial Statement	27
Proxy Form and Attendance Slip	47



SHRI BAJRANG ALLOYS LTD.

► BOARD OF DIRECTORS AS AT 31ST MARCH 2012

- Mr. Suresh Goel - Chairman
- Mr. Anand Goel - Managing Director
- Mr. Narendra Goel - Director
- Mr. Vikash Kumar Khedia - Independent Director
- Mr. Dinesh Agrawal - Independent Director
- Mr. Raj Kumar Yadava - Independent Director

► AUDITORS

R. K. Singhania & Associates,
Chartered Accountants

► BANKERS

Bank of Baroda, Raipur

► LEGAL ADVISOR

V.K. Munshi & Associates

► REGISTERED OFFICE

521/C, Urla Industrial Complex, RAIPUR - 493 221 (C.G.)
Phone : 0771-4288000, Fax : 0771-4288001
Website : www.goelmt.com, E-mail : investors.sbal@sify.com

► WORK

521/C, Urla Industrial Complex, RAIPUR - 493 221 (C.G.)

► REGISTRAR AND SHARE TRANSFER AGENT

Link Intime India Pvt. Ltd.
C-33, Pannalal Silk Mills Compound, L. B. S. Marg,
Bhandup (W), Mumbai – 400078
Phone : 022-2594 6970, Fax : 022-2594 6969
E-mail : rnt.helpdesk@linkintime.co.in

NOTICE OF ANNUAL GENERAL MEETING

**(Pursuant to Provisions of section 171 & 172
of the Companies Act, 1956)**

TO ALL THE MEMBERS OF OF SHRI BAJRANG ALLOYS LIMITED

Notice is hereby given that the 22nd Annual General Meeting of the Company will be held on Friday, the 28th day of September 2012 at 9.00 A.M. at the Registered Office of the company, 521/C, Urla Industrial Complex, Raipur (CG) 493221 to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Profit and Loss Account of the company for the year ended 31st March 2012 and the Balance Sheet as at that date along with the reports of the Directors and Auditors thereon;
2. To re-appoint a retiring Director Mr. Narendra Goel, who is retiring by rotation at the ensuing Annual General Meeting and is being eligible to offers himself for reappointment.
3. To re-appoint M/s. R.K. Singhania & Associates, Chartered Accountants, Raipur, the retiring Auditors as Statutory Auditors to hold the office from conclusion of this meeting until the conclusion of the next Annual General Meeting of the Company and to fix their remuneration.

FOR AND ON BEHALF OF THE BOARD

**Sd/-
(ANAND GOEL)
MANAGING DIRECTOR**

**Place: Raipur
Date: 24.08.2012**

NOTES :

1. Pursuant to provision of section 176 of the Companies Act, 1956, a member entitled to attend and vote at the meeting is entitled to appoint a proxy and vote instead of himself / herself on a poll only and the proxy need not be a member of the company. Proxy forms as enclosed herewith the notice should be deposited at the Registered Office of the Company not less than 48 hours before the time fixed for the meeting.
2. Pursuant to provisions of section 154 of the Companies Act, 1956, the Register of Members and share transfer books of the Company shall remain closed from 20th September 2012 to 28th September 2012 (both days inclusive).



SHRI BAJRANG ALLOYS LTD.

3. The members are requested to immediately notify any change of address for further communication to their depository participants (DPs) in respect of their shares held in dematerialized form in respective electronic share accounts.
4. All documents referred to in the accompanying notice are open for inspection at the Registered Office of the Company on all working days between 11.00 am to 1.00 pm. up to the date of Annual General Meeting.
5. The Members who are holding shares in the identical order of names in more than one folio are insisted to send to the Company the details of such folios together with the share certificates for consolidating their holdings in single folio. The share certificates will be returned to the members after making requisite changes thereon.
6. The members desirous of obtaining any information concerning accounts and operations of the Company are requested to address their queries to the Company at least seven days before the date of meeting so that the information required may be made available at the meeting.
7. Members are requested to bring their copy of Annual Report to the Meeting and no additional copies will be provided during the meeting.
8. Members holding shares in physical form and desirous of making a nomination in respect of their shareholding in the Company as permitted under section 119A of the Companies Act, 1956 are requested to send the prescribed form 2B to the Registered Office of the Company. The form for the purpose would be made available on demand.
9. Information as required under clause 49 IV (G) of the Listing Agreement with respect to the Directors who are retiring by rotation and being eligible seeking re-appointment and regarding appointment of new Director are as under:

Information regarding Mr.Narendra Goel proposed for re-appointment as Director

Mr. Narendra Goel, aged about 52 years, a Commerce Graduate possesses a vast experience in Structural Mill operation and has acquired considerable scale of knowledge in the various aspects of Iron & Steel industry. Due to his consistent supervision the industries of the group have achieved cost effectiveness. He has sound administrative command in the plant management, inventory control and material management and is very prompt in his commitments

FOR AND ON BEHALF OF THE BOARD

**Sd/-
(ANAND GOEL)
MANAGING DIRECTOR**

Place: Raipur

Date: 24.08.2012

DIRECTOR'S REPORT

For the Year ended 31st March 2012
(Pursuant to the provisions of section 217 of the Companies Act, 1956)

To,

The Members

Your Directors have immense pleasure in presenting the 22nd Annual Report of the Company with the Audited Statement of Accounts and the Auditors' Report thereon on the business and operations of the Company for the financial year ended 31st March, 2012.

The summarized financial result for the year ended 31st March 2012 is as under:

FINANCIAL RESULTS :

(Rs. in lacs)

PARTICULARS	Year ended 31.03.2012	Year ended 31.03.2011
Total Turnover & other receipts	17113.31	17621.17
Profit before Interest, Depreciation and Tax	756.85	764.00
Interest	357.47	370.57
Depreciation for the year	89.55	81.44
Profit before Tax	309.83	311.99
Less : Provision for Income Tax	90.47	99.84
Less : Net Deferred Tax Liability	5.83	1.26
Net Profit after Tax	213.53	210.89
Add: Balance in Profit & Loss Account	729.04	618.15
Amount available for appropriation	942.57	829.04
Transferred to General Reserve	100.00	100.00
Balance transferred to Balance Sheet	842.57	729.04
Earnings Per Share (Basic & Diluted)	2.37	2.34

DIVIDEND:

The Directors of your Company do not recommend any dividend for the financial year 2011-12 as the Directors of your Company decided to plough back the profit for utilizing it for the enhancement of the business.

REVIEW OF OPERATIONS:

The Revenue for the current financial year stood at Rs. 17113.31 Lacs as compared to Rs. 17621.17 Lacs in the previous year and Profit after Tax stood at Rs. 213.53 Lacs during the current financial year as compared to Rs.210.89 Lacs in the previous year.

MARKETING AND EXPORT:

We are pleased to place before the stake holders that our export has enhanced from previous year to the current year, due to quality steel produced by us. Moreover in the ensuing year we do hope our export will increase in near future. The total amount of export earnings in the current financial year is Rs. 86.71 Lacs as against Rs. 46.75 Lacs in the previous financial year through cross border transactions. Your Directors are positive and hopeful towards the future growth.

DIRECTORS:

The Board consists of executive and non executive directors including the independent directors who have wide and varied experience in different disciplines of corporate functioning. The Directors of the Company are:

1. Mr. Suresh Goel
2. Mr. Narendra Goel
3. Mr. Anand Goel
4. Mr. Vikash Kumar Khedia
5. Mr. Dinesh Agrawal
6. Mr. Raj Kumar Yadava



In accordance with the provisions of Section 255 and 256 of the Companies Act 1956 and the Company's Articles of Association Mr. Narendra Goel, Director of your Company retire by rotation and being eligible, offer himself for reappointment.

DIRECTOR'S RESPONSIBILITY STATEMENT:

Pursuant to the requirement under Section 217(2AA) of the Companies Act, 1956, with respect to Directors Responsibility Statement, the Directors confirm:

- i. That in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanations;
- ii. That they have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent. So as to give a true and fair view of the state of affairs of the Company at the end of the financial year and profit of the Company for that period;
- iii. That they have taken proper and sufficient care to the best of their knowledge and ability for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956, for preventing and detecting fraud and other irregularities;
- iv. That they have prepared the annual accounts on a going concern basis.

CEO & CFO CERTIFICATION:

The certificate from the Managing Director pursuant to clause 49 (V) of the Listing Agreement has been tabled at the Board Meeting dated 30th May 2012 and is also annexed with this report.

HUMAN RESOURCES:

The Company places emphasis on recruitment, training and development of human resources, which assumes utmost significance in achievement of corporate objectives. Your Company integrates employee growth with organizational growth in a seamless manner through empowerment and by offering a challenging workplace, aimed towards realization of organizational goals.

PARTICULARS OF EMPLOYEES UNDER SECTION 217 (2A):

During the period under report no employee employed throughout the period or part of the period was in receipt of remuneration in excess of the limits prescribed under sub section (2A) of Section 217 of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the report of the Board of Directors) Rules, 1988 as amended from time to time.

DEPOSITS FROM PUBLIC:

The company has not accepted or renewed any deposits from public as envisaged under Section 58A of the Companies Act, 1956.

CORPORATE GOVERNANCE:

Your Company is committed in maintaining the highest standards of Corporate Governance and adheres to the stipulations prescribed under clause 49 of the Listing Agreement with the Stock Exchanges. A Report on Corporate Governance and Shareholder Information together with the Auditors Certificate thereon is annexed as part of the Annual Report.

MANAGEMENT DISCUSSION AND ANALYSIS:

A Management discussion and Analysis as required under Clause 49 of the Listing Agreement is annexed and forming part of the Director's Report.

FOREIGN EXCHANGE EARNINGS AND OUTGO:

The information as required under section 217(1)(e) of the Companies Act, 1956, read with the Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988 are as under:

- (a) Activities relating to exports, initiatives taken to increase exports, development of new export markets for products and services and export plans.
- (b) Information in respect of Foreign Exchange Earning and Outgo are:

(Rs. in Lacs)

Particulars	F.Y. 2011-12	F.Y. 2010-11
Earning	86.71	47.65
Outgoing	-	-
Net Amount	86.71	47.65

CONSERVATION OF ENERGY AND TECHNOLOGY ABSORPTION:

Information on Conservation of Energy, required to be disclosed under Section 217 (1) (e) of the Companies Act, 1956, read with the Companies (Disclosure of Particulars in the report of the Board of Directors) Rules, 1988, are given herein as under:

A. CONSERVATION OF ENERGY

Your Company recognizes the vital need to conserve energy and give due importance to the reduction of power consumption in its manufacturing processes. During the year under review the following energy conservation measures have been implemented:-

- Use of energy efficient lights.
- Monitoring of insulation resistance of motors to reduce dielectric losses.
- Use of good quality lubricants to reduce frictions.

DETAILS OF POWER AND FUEL CONSUMPTION

S.N.	PARTICULARS	F.Y. 2011-12	F.Y. 2010-11
1.	ELECTRICITY		
A	Units Consumed (in KWH)	1974060	2168160
B	Total Cost (in Rs.)	12170145	11168886
C	Rate per Unit (in Rs.)	6.16	5.15
2.	COAL		
A	Quantity Consumed (In MT.)	5361.150	5981.690
B	Total Cost (in Rs)	33534059	31357767
C	Rate Per Mt. (in Rs)	6255.01	5242.29
3.	FURNACE OIL		
A	Quantity Consumed (in Ltrs)	595700	788110
B	Total Cost (in Rs)	22066574	21106131
C	Rate Per Ltrs. (in Rs)	37.04	26.78
4.	OXYGEN GAS		
A	Quantity Consumed (in Cu. Mtr.)	112172	146590.50
B	Total Cost (in Rs)	1148922	1500187
C	Rate Per Cu. Mtrs. (in Rs)	10.24	10.23
5.	CONSUMPTION PER UNIT OF PRODUCTION		
A	Production of M.S. Structural (in MT)	34747.110	38614.470
B	Electricity (in KWH)	56.81	56.15
C	Coal (in MT)	0.15	0.15
D	Furnace Oil (in Ltrs.)	17.14	20.41
E	Gas (in Cu. Mtrs)	3.23	3.80

B. TECHNOLOGY ABSORPTION

Efforts in brief made towards technology absorption, adaptation and innovation:

- The Company has its own testing laboratory well equipped with modern machines and equipments for ensuring the quality.
- All the ranges of products offered by the Company to its valuable clients are all ISI marked known for its best quality products.
- Constant monitoring of process and technology up gradation taking place in advance countries and to offer similar products through in-house R & D as well as



SHRI BAJRANG ALLOYS LTD.

through progressive manufacturing activities. The Company is in the process of further improving its quality control methods and testing facilities.

- Regular interaction with equipment designers and manufacturers and major raw material suppliers for improvements to processing and operating parameters.
- Benefits derived as a result of above efforts – Improved product quality.

AUDITORS:

M/s. R.K. Singhania & Associates, Chartered Accountants, Raipur, the Statutory Auditors of the Company, retire at the forthcoming Annual General Meeting of the company. They being eligible for reappointment have expressed their consent to be reappointed for the financial year 2012-2013. The Company has received a certificate from them to the effect that their reappointment, if made, would be within the limits prescribed under Section 224 (1B) of the Companies Act, 1956. Your Directors recommend for their reappointment.

AUDITOR'S REPORT:

The copy of the Annual Report for the year ending 31st March 2012 along with the Auditor's Report thereon and is annexed with the Director's Report. There are no qualification remark made by the Auditors in their report hence no reply is required in this regard.

COST AUDITOR'S REPORT

The Company has appointed M/s.S.C.Mohanthy and Associates as Cost Auditors of the Company's as per section 233B of the Companies Act 1956. The Central Government has approved the appointment M/s.S.C.Mohanthy and Associates as the Cost auditors for conducting Cost Audit for the financial year 2011-12. The due date of filing Cost Audit Report for the financial year ended March 31, 2012 is September 30, 2012.

ACKNOWLEDGEMENTS:

Your Directors record their sincere appreciation for the assistance, support and guidance provided by Banks, Customers, Suppliers, Regulatory & Government Authorities, Business Associates and Stakeholders. Your Directors also thank the employees of the Company for their contribution and commitment towards your Company performance and growth during the period under review. Your Directors look forward to your continuing support.

FOR AND ON BEHALF OF THE BOARD

Sd/-
(SURESH GOEL)
CHAIRMAN

Place: Raipur
Date : 30.05.2012

MANAGEMENT DISCUSSION AND ANALYSIS

1. ECONOMIC & INDUSTRY OVERVIEW:

Global economic and financial conditions likely to remain under pressure during the year. Inflationary pressure will continue to ease through 2012-13 and will remain around 5-6 per cent for the year.

The steel industry is often considered to be an indicator of economic progress, because of the critical role played by steel in infrastructural and overall economic development. The per capita usage of steel gives an indication of the technological advancement of a nation.

India has one of the richest reserves of all the raw materials required for the industry, namely land, capital, cheap labour, iron ore, power, coal etc. Yet we are 5th in the world ranking for production of steel.

The steel industry can well be termed the backbone of modern society considering steel's varied uses, be it in construction, transport, electrical appliances, food packaging and the like. In terms of its composition, steel is an alloy of iron and carbon containing less than 2% carbon and 1% manganese and small amounts of silicon, phosphorus, sulphur and oxygen.

Steel products are classified into four broad categories: a) Flat Steel Products; b) Long Steel products; c) Scrap; d) Semi-finished Products:

a) Flat products include plates, hot-rolled strip and sheets, and cold-rolled strip and sheets.

b) The long steel product category includes wire rods, beams, reinforced bars and merchant bars. The products under both these categories are rolled from steel slabs, which are considered as unfinished or semi-finished products that are generally not sold

GLOBAL STEEL INDUSTRY – OVERVIEW:

On the external front although the outlook for global economy continues to improve, downside risks are many and varied. Possibility of tensions

in the euro area periphery spreading to the core of Europe, sustained weakness of the US real estate market, elevated commodity prices, overheating in certain emerging markets and geopolitical tensions are some of the major risks that have the potential to derail the global recovery.

Despite demand growth witnessed during 2010 and 2011, growth in steel making capacity still exceeds steel demand. There is now significant over-capacity in the global steel sector which is putting pressure on operators' profitability. This has been exacerbated by the European sovereign debt crisis which reduced confidence in the market place in the latter half of 2011 on global economic growth, putting a halt on investments into large scale infrastructure projects in Europe, and reducing availability of capital for growth. The complexity of the issue is large as growth in steel making capacity is expected to continue at pace and political issues are preventing a rationalization of the sector because governments are under pressure to protect jobs and the sector. The timeframe for rationalization will be driven by the political agenda.

OPPORTUNITIES & THREATS:

The Biggest opportunities before Indian Steel Sector is that there is enormous scope for increasing consumption of steel in almost all sectors in India. India has rich mineral resources. It has abundance of coal, iron ore and many other raw material which is the greatest opportunity for the steel industry. Your Company builds on its strength of locational advantages, raw material linkages, technology edge and management expertise to seize opportunities in the iron & steel industry. The steel industry has enough potential to grow at a much accelerated pace as there is excellent potential exist for enhancing steel consumption in other sector such as automobile, engineering industries, irrigation and water supply in India.



The threats for your Company would come from adverse fluctuations in input and output capital costs, Slow Industry growth, Technological Changes, Price Sensitivity and Demand Volatility

The buoyancy in Iron & Steel sectors has attracted many players, resulting in reduced availability of skilled manpower and contractor workforce. Key steel consuming industries such as auto, shipbuilding and construction have been experiencing weak demand in the last few quarters, forcing steel makers to slacken production levels. Financial crunch, coupled with high cost of input, severely will affect the profits of steel companies. The Indian steel industry has raw materials, but these needs to be turned better and in accordance with standardized international demand.

CHALLENGES, RISK & CONCERNS:

Stagnating demand, domestic oversupply and falling price in last few years have hit Indian Steel makers. In India the advantage of cheap labour get offset by low productivity. The risk of increased volatility of raw material prices remains a major concern to the steel industry and its customers during 2012. Poor quality of basic infrastructure like road, port and lack of expenditure in research and development hampers the development of Indian steel industry. The high cost of electricity in India may hamper the steel industry's production and profitability level.

FINANCIAL PERFORMANCE

During the year under review, the Company recorded Turnover of Rs. 17113.31 lacs as against Rs. 17621.17 lacs in the previous year. Profit after tax has also increased to Rs. 213.53 lacs from Rs.210.89 in the previous years.

RISK MANAGEMENT:

Your Company has identified the major thrust areas to concentrate on, which it believes to be critical to achievement of organizational goals. A well defined structure has been laid down to assess, monitor and mitigate risks associated with these areas, briefly enumerated below:

1. Foreign Exchange – Your Company deals in foreign exchange in exports of finished products as well as in the forward foreign exchange contracts. Necessary guidance is provided by the forex consultant on mitigating foreign exchange exposure.
2. Statutory Compliances - Procedure is in place for monthly reporting of compliance of statutory obligations and reported to the Board of Directors.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY:

The Company has clearly laid down proper internal control system which provide for automatic checks and also provide for the effectiveness and efficiency to ensure that all the assets are protected against and that the financial and operational information is complete and accurate and regular review of the Audit Committee of the Company's processes, systems and procedures ascertained during the course of their audit.

Audits are finalized and conducted based upon the internal risk assessment. Emphasis is placed on adequacy, reliability and accuracy of dissemination of the financial data and information. Compliance issues are given utmost importance and reported regularly to the Board.

HUMAN RELATIONS:

We lay special emphasis to the human resources functions in our organizations and believe that our work opportunities and competitive compensation policies help us in attracting and retaining our personnel.

We have an elaborate performance management system in place involving goal setting and periodic reviews involving confirmation and annual reviews. The review sessions impress upon several aspects of the professionals careers such as career and competency development, financial rewards and recognition. We endeavor to link careers to competencies, individual preferences and organizational needs.

SAFETY:

Safety management is integrated with the Company's overall environment, health and safety (EHS) management and zero accident is taken up as the Company's goal. The following measures have been taken by the Company:

- Identification of hazard and risk present in the work environment and its rectification.
- Continuous monitoring of unsafe conditions and unsafe acts through safety inspections.
- Specific job safety awareness on continuous basis.

OUTLOOK:

The outlook for the steel sector in India remains positive. The Government of India has laid special emphasis on development of infrastructure with huge investments in power, roads & highways, railways, housing, oil and gas etc which shall drive demand. Your Company with a well defined product portfolio is well poised to take advantage of the growth in iron and steel demand.

ENVIRONMENT FRIENDLY OPERATIONS:

Environmental protection is prime concern for us and we are aware of our core responsibility to the society. The Company's plant complies with all norms set up for clean and better environment by the competent authorities. The Company undertakes regular checks / inspection for the maintenance of environment, health and safety. The company has adequate effluent treatment plant to avoid pollution. The Company is continuously endeavoring to improve the quality of life in the community surrounding its industrial complex.

CAUTIONARY STATEMENT:

Statements in the Management Discussion and Analysis, describing the Company's objectives, projections, estimates and expectations may be forward looking statements within the meaning of applicable securities laws and regulations. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to the company's operations include, among other things, economic conditions affecting demand/supply and price conditions in the domestic and overseas markets in which the company operates, changes in the government regulations, tax laws and other statutes and incidental factors.

FOR AND ON BEHALF OF THE BOARD

Sd/-

(SURESH GOEL)
CHAIRMAN

Place: Raipur

Date : 30.05.2012



CORPORATE GOVERNANCE REPORT

(Pursuant to Clause 49 of the listing agreement)

1. COMPANY'S PHILOSOPHY:

Corporate Governance is not something which can be governed by a statute, but it is environment of good self moral conduct. Good Corporate Governance is characterized by a firm commitment and adoption of ethical practices by an organization across its entire value chain and in all of its dealings with a wide group of stakeholders encompassing employees, customers, vendors, regulators and shareholders in both good and bad times. The basic objective of Corporate Governance is to build up an environment of trust and confidence amongst those having competing and conflicting interest to enhance shareholders value and protect the interest of other stakeholders by enhancing the corporate performance and accountability.

Your Company is a congregation of various stakeholders, namely customers, employees, investors, vendor partners, government and society. The Company has laid a strong foundation for making Corporate Governance a way of life by constituting a Board with balanced mix of experts of eminence and integrity. It is about openness, integrity and accountability, these substances is inexorably linked to the mindset and ethical standards of management. The Company prominences the concept of Corporate Governance by embracing and demonstrating the ethical conduct. Your Company had some values to which it stuck through thick and thin, it is these values which had helped to develop a corporate culture and the requisite focus over the suber ordinate goals and to overcome the challenges which an enterprise has to constantly meet.

In line with this, we are pleased to inform you that, as on 31st March 2012, the Company is in compliance with all the requirements of Clause 49 of the Listing Agreement. The necessary disclosures as required under Clause 49 of the Listing Agreement have been covered in this Annual Report.

2. BOARD OF DIRECTORS:

Composition:

Presently, the Board of Directors of the Company is comprised of six Directors out of which three

are Non-Executive Directors and Independent Directors who bring in a wide range of skills and experience to the Board. The Company has Executive Chairman and the number of Independent Directors is one-half of the total number of Directors. The Composition of the Board is in conformity with Clause 49 of the Listing Agreement.

12 (Twelve) meetings of the Board were held on the following dates during the Financial year ended 31st March 2012:

1. 19th April 2011
2. 30th May 2011
3. 25th June 2011
4. 5th July 2011
5. 1st Aug 2011
6. 8th August 2011
7. 9th September 2011
8. 12th November 2011
9. 17th November 2011
10. 28th December 2011
11. 14th February 2012
12. 30th March 2012

The attendance record, names and categories of the Directors on the Board and also the number of Directorships and Committee Memberships held by them in other Companies as on 31st March, 2012 are given as under:

Name of the Directors	Category of Directors	No. of other Directorship held*	No. of Board Meetings attended	Last AGM attended	No. of other Board committees member/ chairman**
Mr. Suresh Goel	Executive & Non Independent	02	12	Present	01 (Chairman)
Mr. Anand Goel	Executive & Non Independent	01	12	Present	None
Mr. Narendra Goel	Executive & Non Independent	02	12	Present	None
Mr. Vikash Kumar Khedia	Non Executive & Independent	01	5	Present	None
Mr. Dinesh Agrawal	Non Executive & Independent	01	5	Present	None
Mr. Raj Kumar Yadava	Non Executive & Independent	01	5	Present	01
Total No. of Directors 06 (Six)					

*Excluding directorship in Private Limited Company, Foreign Companies and Companies u/s 25 of the Companies Act, 1956.

**Only two committees, namely, Audit Committee, Shareholders / Investor Grievance Committee have been considered.

Independent Directors is as defined as per Clause 49 of the Listing Agreement.

None of the Directors on the Board, as depicted from the above mentioned table, is a member on more than 11 Committees and Chairman of more than 5 Committees (as specified in Clause 49) across all the Companies in which he is a member.

3. AUDIT COMMITTEE:

Constitution and Composition

The Broad terms and reference of Audit Committee are to discuss the annual work programme and the depth and detailing of the audit plan to be undertaken by the auditor, examine and review the documentation and to recommend to the board either the appointment / reappointment / removal of the statutory auditor, along with the annual audit remuneration. It also review the financial statements before submission to Board, to review reports of the Internal Audit and review weaknesses in internal controls reported by management and review the functioning of the Whistle Blower mechanism, in case the same is existing. The Audit Committee also have regard to the entire profile of the audit firm, its responsible audit partner, experience of handling audit for similar sized companies. In addition, the powers and role of the Audit Committee are as laid down under clause 49 of the Listing Agreement and section 292A of the Companies Act, 1956.

Meetings & Attendance during the year

The Audit Committee is constituted of Three Independent Directors. The detailed composition, meetings of the members of the Audit Committee is given below:

Name of the Chairman/ Member	Status	No. of Meetings	
		Held	Attended
Mr. Dinesh Agrawal	Chairman (Non Executive, Independent Director)	05	05
Mr. Vikash Kumar Khedia	Member (Non Executive, Independent Director)	05	05
Mr. Raj Kumar Yadava	Member (Non Executive Independent Director)	05	05

The Audit Committee was attended by executives of Accounts Department, Finance Department and Representatives of the Statutory and Internal Auditor attended the Audit Committee Meetings. The Cost Auditors appointed by the Company under Section 233B of the Companies Act, 1956 attended the Audit Committee Meeting, where cost audit report are discussed. The due date of filing the Cost Audit Reports for the Financial year ended March'2012 is September 2012. All the members of the Audit Committee are financial literates as required by the revised Clause 49 of the Listing Agreement.

The Audit Committee met five times during the year under review on the following dates:

1. 30th May 2011
2. 5th July 2011
3. 1st Aug 2011
4. 12th Nov 2011
5. 14th Feb 2012

The functioning and terms of reference of the Audit Committee, the role, powers and duties, quorum for meeting and frequency of meetings, have been devised keeping in view the requirements of Section 292A of the Companies Act, 1956 and Listing Agreement with the Stock Exchanges as are in force/ applicable from time to time.

4. REMUNERATION COMMITTEE:

Constitution and Meetings

The terms of reference of the said committee are as follows:

- I. To determine on behalf of the Board and on behalf of the shareholders, the company's policy on specific remuneration packages for executive directors.
- II. To approve the payment of remuneration to managerial personnel as per the policy laid down by the committee.

The Remuneration Committee met Two times during the financial year 2011-12 on 5th July 2011 and 12th Nov 2011.

The constitution of the Committee as at 31.03.2012 and the attendance of each member are as given below:



SHRI BAJRANG ALLOYS LTD.

Name of the Chairman/ Member	Status	No. of Meetings	
		Held	Attended
Mr. Raj Kumar Yadava	Chairman (Non Executive, Independent Director)	02	02
Mr. Vikash Kumar Khedia	Member (Non Executive, Independent Director)	02	02
Mr. Dinesh Agrawal	Member (Non Executive Independent Director)	02	02

Details of the remuneration paid to all the Directors:

NAME OF DIRECTOR	DIRECTORS CATEGORY	SALARY (Inclusive of all)
Mr. Suresh Goel	Chairman	Rs. 900000/- Per Annum.
Mr. Anand Goel	Managing Director	Rs.900000/- Per Annum.
Mr. Vikash Kumar Khedia	Independent Director	Rs. 25000/- Per Annum (Sitting Fees)
Mr. Dinesh Agrawal	Independent Director	Rs. 25000/- Per Annum (Sitting Fees)
Mr. Raj Kumar Yadava	Independent Director	Rs. 25000/- Per Annum (Sitting Fees).

Remuneration Policy

The Remuneration Committee recommends the remuneration package for the Executive Directors of the Board. In framing the remuneration policy the Committee takes into consideration the remuneration practices of Companies of similar size, stature and the industry standards. It also recommends and monitors the level and structure of pay for senior management.

The Directors compensation is based on their individual goals which are linked to the organizational goals. Executive Directors (ED) are paid subject to the approval of the Board and of the Company in General Meeting, on such terms and conditions as per the agreements entered into by them and Company. The Non-

Executive Directors are paid sitting fees for each meeting of the Board and Committee's attended by them.

5. SHAREHOLDERS / INVESTORS GRIEVANCE COMMITTEE:

The Shareholders / Investors Grievance Committee met four times during the Financial Year 2011-12 on 30th May 2011, 1st August 2011, 12th November 2011, 14th February 2012. The constitution of the Committee as at 31.03.2012 and the attendance of each member are given below:

Name of the Chairman / Member	Status	Meetings attended
Shri Anand Goel	Chairman (Executive Director)	04
Shri Dinesh Agrawal	Member (Non Executive, Independent Director)	04
Mr. Raj Kumar Yadava	Member (Non Executive Independent Director)	04

The terms of reference of the said committees are as follows:

1. Review the reports submitted by the Registrars and Share Transfer Agents of the Company at Quarterly and half yearly intervals.
2. Periodically interaction with the Registrar and Share Transfer Agents to ascertain and look into the quality of the Company's Shareholders / Investors Grievances redressal system and to review the report on the functioning of the said investor grievances redressal system.
3. Follow-up on the implementation of suggestions for improvement.
4. Periodical review to the Board of any major concern, if any.

Although, there were no outstanding complaints as on 31st March 2012.

6. CORPORATE ETHICS:

The Company adheres to the highest standards of business ethics, compliance with the statutory and legal requirements and commitment to transparency in business dealings. A code of conduct for Board Members and senior management and a code of conduct for prevention of Insider Trading as detailed below have been adopted pursuant to clause 49 of the Listing agreement & the Securities Exchange Board of India (Insider Trading) Regulation. The code is applicable to all directors and specified senior management executives. The code impresses upon directors and senior management executives to uphold the interest of the Company and its stakeholders and to endeavor to fulfill all fiduciary obligations towards them. Another important principle on which the code is based is that the Directors and Senior Management Executives shall act in accordance with the highest standard of honesty, integrity, fairness and ethical conduct and shall exercise utmost good faith, due care and integrity in performing their duty.

A Declaration by the Managing Director affirming compliance of Board members and senior management personnel to the code is also annexed herewith.

DECLARATION AFFIRMING COMPLIANCE OF CODE OF CONDUCT

As provided under clause 49 (1) (d) of the Listing Agreement with the Stock Exchanges, the Board Members and the Senior Management Personnel have confirmed compliance with the Code of Conduct for the year ended 31st March, 2012.

FOR, SHRI BAJRANG ALLOYS LIMITED

Sd/-

**(ANAND GOEL)
MANAGING DIRECTOR**

7. DISCLOSURES:

- a. A statement, in summary form, of all the transactions entered into with the related parties in the ordinary course of business, details of material individual transactions with related parties that are in the normal course of business are placed before the audit committee. There are no material transactions with related parties, which require separate disclosure or have potential conflict with interests of the Company. A comprehensive list of transactions entered into with the related parties as required by the Accounting Standards (AS) 18 issued by the Institute of Chartered Accountants of India is disclosed in note no. 33 in the Annual Report.
- b. The Company has followed all relevant accounting standards while preparing the financial statements.
- c. The risk management issues are discussed in detail in the report of Management Discussion and Analysis. Since the risk control framework is new to Indian corporate culture, it is being strengthened on a continuous basis.
The Board, its audit committee and its executive management must collectively identify the risks impacting the company's business and document their process of risk identification, risk minimization, risk optimization as a part of risk management policy or strategy.
- d. There were no public issues, right issues, preferential issues etc. during the Financial Year 2011-12 under review.
- e. Management Discussion and Analysis report has been given as a separate chapter in the Annual Report.
- f. The amount of Rs. 18,00,000/- (inclusive of all) per annum was paid as managerial remuneration to the executive directors of the Company and Rs. 75000/- per annum was paid as sitting fees to the Independent Directors of the Company.
- g. Comprehensive insider trading disclosure guidelines in line with the SEBI Regulations have been adopted by the Board in which the procedure to be followed by all the key



SHRI BAJRANG ALLOYS LTD.

managerial persons, staff and other relevant business associates for disclosure of all security transactions of the shares of the Company on the basis of any unpublished price sensitive information relating to the Company.

- h. The NIL no. of equity shares were held by Non Executive Directors in the company.

8. WHISTLE BLOWER POLICY:

The Whistle Blower Policy (WBP) adopted by the Company in line with clause 49 of the Listing Agreement, encourages all employees, officers and directors to report concerns about unethical behavior, actual or suspected fraud or violation of the Company's code of conduct or ethics policy, providing for adequate safeguards against victimization of employees who avail of the mechanism and also allow direct access to the Audit Committee. The Whistle Blower policy specifies the procedure and reporting authority for reporting unethical behaviour, actual or suspected fraud or violation of the code or any other unethical or improper activity misuse or improper use of accounting policies and procedures resulting in misrepresentation of accounts and financial statements.

9. ANNUAL GENERAL MEETING:

The details of date, time and location of Annual General Meeting (AGM) held in last three years are as under:-

Meeting of the year	Date & Time	Location	Whether any special Resolution Passed	Special Resolution through Postal Ballot
2008-09	29 th Sept 2009 11.00 A.M.	521/C, Urla Industrial Complex, Raipur (CG)	-no-	-no-
2009-10	28 th Sept 2010 10.00 A.M	521/C, Urla Industrial Complex, Raipur (CG)	-no-	-no-
2010-11	27 th Sept 2011 10.00 A.M	521/C, Urla Industrial Complex, Raipur (CG)	-no-	-no-

10. MEANS OF COMMUNICATION:

The quarterly, half yearly and yearly financial results and reports are sent to the stock exchanges immediately after they are approved by the Board. These are also published in the prescribed proforma within 48 hours of the

conclusion of the meeting of the Board in which they are considered, in one English newspaper circulating in the whole or substantially the whole of India and in one vernacular newspaper of the state where the registered office of the Company is located.

The Company has designated the following e-mail ID exclusively for investor servicing that is investors.sbal@sify.com.

11. GENERAL SHAREHOLDERS INFORMATION : Annual General Meeting for the year ended 31st March 2012

Date	28th September 2012
Time	9.00 AM
Venue	521/C, Urla Industrial Complex, Urla, Raipur (CG) 493221
Dates of Book Closure	20th Sept 2012 to 28th Sept 2012 (Both day inclusive)
Dividend payment dates	No, dividend has been recommended for the year 2011-12.

Financial Calender (Tentative)

Financial Results for the quarters ended :

First quarterly results	On or before 15th Aug 2012
Second quarterly results	On or before 15th Nov 2012
Third quarterly results	On or before 15th Feb 2013
Annual results for the year ending 31st March 2013.	On or before 15th May 2013 (if unaudited) On or before 30th May 2013 (if audited)
Annual General Meeting for the year ended 31st March 2013.	On or Before 30th of Sept 2013

Listed on	Bombay Stock Exchange (BSE)
Stock Code	Scrip Code – 526981 ISIN No. - INE 402H01015
Registrar and Share Transfer Agent for Physical shares and Electronic connectivity	LINK INTIME INDIA PVT. LTD. C-33, Pannalal Silk Mills Compound, L.B.S Marg, Bhandup (W) Mumbai – 78 Ph. No. (022) 25963838 Fax: (022) 25946969

Share transfer system:

Share Certificates received in Physical mode for transfer purposes, processed and if certificate is valid and complete in all respect, have been registered and New Certificates have been sent within thirty days of receiving the same.

The Company has obtained from a Company Secretary in Practice Half yearly Certificate of Compliance regarding share transfer as per the requirement of Clause 47(c) of the Listing Agreement and filed a copy of this certificate to the Stock Exchange.

Market Price Date

Market Price Data: High, Low and Closing price of the Company's Equity shares in Bombay Stock Exchange Ltd., Mumbai during each month from April 2011 to March 2012 are as under (as available from the BSE website) :

Month	High	Low	Closing
Apr-11	26.40	18.00	22.20
May-11	23.30	18.15	21.05
Jun-11	21.00	17.00	20.25
Jul-11	20.75	17.45	18.15
Aug-11	19.50	16.10	16.95
Sep-11	19.95	16.35	18.85
Oct-11	20.15	16.25	17.00
Nov-11	21.95	17.00	19.05
Dec-11	21.75	18.30	20.00
Jan-12	22.20	18.75	20.00
Feb-12	25.00	19.10	24.50
Mar-12	26.00	18.05	20.65

Distribution of Share holding as on 31st March 2012.

S.No.	Category	No. of Shares held	Percentage
1	Promoters (including person acting in concert)	5410969	60.12
2	Corporate Bodies	1385947	15.40
3	General Public	2198321	24.43
4	NRI	1593	0.02
4	Clearing Members	3170	0.03
	TOTAL	9000000	100.00

Distribution of Share holding (Size Wise) as on 31.03.2012

Shareholding of No. of Shares	No. of Share-holders	Percentage of Total Shareholders	No. of Shares held	Percentage of Total Shares
1-500	1222	68.50	282456	3.14
501-1000	270	15.14	194476	2.16
1001-2000	121	6.78	178235	1.98
2001-3000	46	2.58	121577	1.35
3001-4000	17	0.95	62991	0.70
4001-5000	22	1.23	102952	1.14
5001-10000	37	2.07	261768	2.91
10001-*****	49	2.75	7795545	86.62
Total	1784	100.00	9000000	100.00

Dematerialization of Shares & Liquidity

The Company's shares are available for Dematerialization with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL). As on 31st March, 2012 the status of Dematerialization is as under:

Held in Dematerialized Form in CDSL	939828
Held in Dematerialized Form in NSDL	7758457
Held in Physical Form	301715

Outstanding ADRs / GDRs / Warrants or any convertible Instrument, Conversion dates and likely to impact equity.

There are no GDRs / ADRs pending for conversion into equity shares.

Plant Locations

521/C, Urla Industrial Complex, Urla, Raipur – 493 221

Address for Correspondence

Shri Bajrang Alloys Limited, 521/C, Urla Industrial Complex, Raipur – 493 221, Ph. No. 0771-4288000
Fax. +91 771 4288001

Share Transfer Agents

LINK INTIME INDIA PVT LTD.
C-33, Pannatal Silk Mills Compound, L.B.S. Marg, Bhandup (W), Mumbai – 400 078, Phone No. (022) 25963838
Fax: (022) 25946969

Compliance Certificate of the Auditors

Certificate from the Auditors of the Company M/s. R.K. Singhania & Associates, containing compliance with the conditions of Corporate Governance as stipulated under Clause 49 of the Listing Agreement, is annexed to the Directors' Report forming part of the Annual Report.

For and on behalf of the Board of Directors

Sd/-
(SURESH GOEL)
Chairman
Place: Raipur
Date : 30.05.2012



SHRI BAJRANG ALLOYS LTD.

CERTIFICATE OF CHIEF EXECUTIVE OFFICER / CHIEF FINANCIAL OFFICER

To

**The Board of Directors
SHRI BAJRANG ALLOYS LIMITED
Raipur (CG)**

I have reviewed the financial statements and the cash flow statement for the financial year 2011-12 and hereby certify that to the best of my/our knowledge and belief:-

1. These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading.
2. These statements together present a true and fair view of the Company's affair and are in compliance with existing accounting standards, applicable laws and regulations.
3. There are, to the best of my knowledge and belief, no transactions entered into by the Company during the year 2011-12 which are fraudulent, illegal or violate the Company's code of conduct.
4. I accept responsibility for establishing and maintaining internal controls for financial reporting and that I have evaluated the effectiveness of the internal control system for the purpose of financial reporting of the Company and I have disclosed to the auditors and the Audit Committee those deficiencies, of which I am aware, in the design or operation of the internal control systems for the purpose of financial reporting 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.
 - b) There have been no significant changes in accounting policies during this year.
 - c) There have been no instances of significant fraud of which I have become aware and the involvement therein, of management or an employee having a significant role in the Company's internal control system.

Sd/-

**(ANAND GOEL)
Managing Director**

Date : 30.05.2012

Auditors' Certificate on Corporate Governance

To The Members of
SHRI BAJRANG ALLOYS LIMITED

We have examined the compliance of conditions of Corporate Governance by Shri Bajrang Alloys Limited, for the year ended on 31st March, 2012, as stipulated in Clause 49 of the Listing Agreement of the said Company with stock exchanges in India.

The Compliance of conditions of Corporate Governance is the responsibility of the Management. Our examination has been limited to a review of the procedures and implementations thereof, adopted by the company for ensuring compliance with the conditions of the Corporate Governance as stipulated in the said clause. It is neither an audit nor an expression of opinion on the financial statements of the company.

In our opinion and to the best of our information and according to the explanations given to us, and based on the representations made by the Directors and the Management, we certify that the Company has 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 no investor grievances were pending for a period of one month against the Company as per the records maintained by the Shareholders / Investor's Grievance Committee.

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, **R.K. Singhania & Associates**
Chartered Accountants
Registration No. 004435C

Place : Raipur (C.G.)
Date : 30th May 2012

Sd/-
(RAMESH KUMAR SINGHANIA)
PARTNER
(Membership No. 41880)



SHRI BAJRANG ALLOYS LTD.

R.K.Singhania & Associates

CHARTERED ACCOUNTANTS

Head Office :-205, 1st FLOOR, SAMTA COLONY. RAIPUR – 492 001 (C.G.) INDIA

Phones : 91-771-2255744-45, 4036066, Fax : 91-771-2254188

E-mail: rkscaryp@yahoo.co.in, Website:rkzca.com

AUDITORS REPORT

To the Members of
SHRI BAJRANG ALLOYS LIMITED

1. We have audited the attached Balance Sheet of Shri Bajrang Alloys Limited as at 31st March' 2012 and the 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 & perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosure in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditors' Report) Order, 2003 and the Companies (Auditors' Report) (Amendment) Order, 2004 issued by the Central Government in terms of Section 227 (4A) of the Companies Act, 1956, we enclose in the annexure a statement on the matter specified in paragraphs 4 and 5 of the said order.
4. Further to our to comment in the Annexure referred to above, we report that:
 - (i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - (ii) In our opinion, proper books of account as required by law have been kept by the Company, so far as appears from our examination of such books.
 - (iii) The Balance Sheet and Profit and Loss Account and Cash Flow Statement dealt

with by this report are in agreement with the books of account.

- (iv) The Balance Sheet, Profit and 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.
- (v) Based on written representations received from all directors as on 31st March 2012, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March 2012 from being appointed as a Director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
- (vi) In our opinion and to the best of our information and according to the explanations given to us, the annexed accounts read together with notes and the significant accounting policies give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view: -
 - a) In the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2012,
 - b) In the case of the Profit and Loss Account, of the PROFIT of the Company for the year ended on that date, and
 - c) In the case of Cash Flow Statement, of the Cash Flows for the year ended on that date.

For, R.K. Singhania & Associates
Chartered Accountants
Registration No. 004435C

Sd/-
(Ramesh Kumar Singhania)
Partner
Membership No. - 41880
Raipur, 30th May, 2012

Annexure to the Auditors' Report

Re: Shri Bajrang Alloys Limited

(Referred to in paragraph 3 of our report of even date)

- i) (a) The Company has generally maintained the proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) As explained to us, the fixed assets have been physically verified by the management at reasonable intervals, in phased verification programme, which, in our opinion is reasonable, looking to the size of the company and the nature of its business. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
- (c) The Company has not disposed off substantial part of fixed assets during the year, which has any effect on going concern of the Company.
- ii) (a) As explained to us, physical verification of inventory have been conducted at reasonable intervals during the year by the management.
- (b) In our opinion, 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 of its business.
- (c) On the basis of our examination of the inventory records of the company, we are of the opinion that, the company is maintaining proper records of inventory. No discrepancies have been noticed on verification between physical stocks and the book records.
- iii) (a) Company has not granted any loan secured or unsecured to company, firm or other person covered in the registered maintained u/s 301 of Companies Act and therefore sub clause (b), (c), (d) of clause (iii) are not applicable.
- (e) Company has taken unsecured loan from parties covered in the register maintained u/s 301 of the Companies Act, 1956 and maximum amount outstanding during the year Rs.3,75,02,323/- (Previous Year Rs. 5,99,08,038/-.) The year end balance Rs.2,36,37,635/- (Previous Year Rs. 3,00,96,099/-.)
- (f) According to the information and explanations given to us, rate of interest and other terms and conditions on which loan was taken is not prima facie prejudicial to the interest of the company.
- (g) Payment of interest and principal are generally regular.
- iv) In our opinion and according to the information and explanations given to us the internal control procedures regarding purchase of inventory, fixed assets and for the sale of goods are adequate and the same are commensurate with the size of the company and nature of its business. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal controls.
- v) (a) In opinion and according to the information and explanations given to us, contracts and arrangements that need to be entered into the Registers in pursuance of section 301 of the Act, have been so entered.
- (b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956 and exceeding the value of five lakhs rupees in respect of any party during the year have been reasonable having regard to the prevailing market prices at the relevant time.
- vi) According to the information and explanations given to us, the Company has



SHRI BAJRANG ALLOYS LTD.

not accepted any deposits from public during the year; therefore, the provisions of clause 4(vi) of the Companies (Auditors' Report) Order, 2003 are not applicable to the Company.

- vii) The company is a listed company and in our opinion the Company has adequate internal audit system commensurate with its size and nature of its business.
- viii) We have broadly reviewed the cost records maintained by the Company pursuant to the Companies (Cost Accounting Records) Rules, 2011 prescribed by the Central Government under Section 209(1)(d) of the Companies Act, 1956 and are of the opinion that prima facie the prescribed cost records have been maintained. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.
- ix) (a) As explained to us there was no amount outstanding as on 31.03.2012 in respect of undisputed statutory dues including Provident Fund, Employees State Insurance, Income Tax, Wealth Tax, Sales Tax, Customs Duty and Excise Duty for a period of more than six months from the date they become payable.
- (b) According to the information and explanations given to us, there are no dues of Sales Tax, Income Tax, Custom Duty, Wealth Tax, Service Tax, Excise Duty and Cess outstanding as on 31.03.2012 which has not been deposited on account of any dispute except following :

Statute	Nature	Amount involved (Rs '000)	Period	Forum where dispute is pending
State Sales Tax Act	CGST	474.66	2006-07	D.C.C.T. (Appeal)
Central Excise Tax Act, 1944	CENVAT	292.37	2007-09	C.C.E. (Appeal)
Central Excise Tax Act, 1944	CENVAT	289.26	2008-09	C.C.E. (Appeal)
Central Excise Tax Act, 1944	CENVAT	0.13	2009-10	C.C.E. (Appeal)

- x) The Company does not have any accumulated losses and has not incurred cash losses during the end of the financial year covered by our audit. Therefore, the provisions of clause 4(x) of the Companies (Auditors' Report) Order, 2003 are not applicable to the Company.
- xi) In our opinion and according to information and explanations given to us, the company has not defaulted in repayment due to financial institution or Banks. Therefore, the provisions of clause 4(xi) of the Companies (Auditors' Report) Order, 2003 are not applicable to the Company.
- xii) In our opinion and according to information and explanations given to us, the company has not granted loan and advances on the basis of security by way of pledge of share, debenture and other security.
- xiii) In our opinion, the Company is not a chit fund or a nidhi/mutual benefit fund/society. Therefore, the provisions of sub clause (a), (b), (c), (d) of clause 4 (xiii) of the Companies (Auditor's Report) Order 2003 is not applicable to the company.
- xiv) In our opinion and according to information and explanations given to us, the company has maintained proper records of transactions and contracts in respect of trading in securities, debentures and other investments and timely entries have been made therein. All shares, debenture and other investments have been held by the company in its own name.
- xv) The Company has given corporate guarantees for loans availed by the others. The terms and conditions whereof, in accordance with information and explanations furnished to us, are not, prima facie, prejudicial to the interest of the Company.
- xvi) The Company has not obtained any term loan during the year. Therefore, the provisions of clause 4(xvi) of the Companies (Auditors' Report) Order, 2003 are not applicable to the Company.

- xvii) According to the information and explanations given to us and on overall examination of the Balance Sheet of the company, we are of the opinion that the Company has not utilized any amount from short term sources towards long term investments and visa versa.
- xviii) According to the information and explanations given to us, during the year the company has not made preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Act. Therefore, the provisions of clause 4(xviii) of the Companies (Auditors' Report) Order, 2003 are not applicable to the Company.
- xix) The Company has not issued any debenture during the year; therefore, the provisions of clause 4(xix) of the Companies (Auditors' Report) Order, 2003 are not applicable to the Company.
- xx) The Company has not raised any fund by public issue during the year. Therefore, the provisions of clause 4(xx) of the Companies (Auditors' Report) Order, 2003 are not applicable to the Company.
- xxi) To our best of knowledge and according to information and explanations given to us, the Company has not been noticed or reported any fraud during the year. Therefore, the provisions of clause 4(xxi) of the Companies (Auditors' Report) Order, 2003 are not applicable to the Company.

For, R.K. Singhania & Associates

Chartered Accountants
Registration No. 004435C

Sd/-

(Ramesh Kumar Singhania)

Partner

Membership No. – 41880

Raipur, 30th May, 2012



SHRI BAJRANG ALLOYS LTD.

BALANCE SHEET AS AT 31ST MARCH 2012

PARTICULARS	NOTE No.	AS AT 31.03.2012 (RUPEES)	AS AT 31.03.2011 (RUPEES)
I. EQUITY AND LIABILITIES			
(1) Shareholders' Fund			
(a) Share Capital	1	90000000	90000000
(b) Reserve & Surplus	2	147816054	126463459
(2) Non-Current Liabilities			
(a) Long-Term Borrowings	3	35551496	42185911
(b) Deferred Tax Liabilities (Net)	4	4774762	4191661
(c) Long-Term Provisions	5	1491899	1780777
(3) Current Liabilities			
(a) Short-Term Borrowings	6	284864134	242542584
(b) Trade Payables		6746177	11835972
(c) Other Current Liabilities	7	49460382	27367002
(d) Short-Term provisions	8	9697982	10464645
	TOTAL::	630402886	556832012
II. ASSETS			
(1) Non-current Assets			
(a) Fixed Assets			
(i) Tangible Assets	9	54559260	51298303
(b) Non-current investments	10	15010109	14564179
(c) Long-term loans and advances	11	3144527	2968775
(2) Current Assets			
(a) Inventories	12	262040932	255578966
(b) Trade Receivables	13	192340848	187413165
(c) Cash and cash equivalents	14	662970	977456
(d) Short-Term loans and advances	15	102644240	44031169
	TOTAL::	630402886	556832012

Significant Accounting Policies
Notes on Financial Statements
For and on behalf of the Board of Directors.

1 to 38
As per our attached report of even date.
For, **R.K. Singhania & Associates**
Chartered Accountants

Sd/-
(Anand Goel)
Managing Director

Sd/-
(Narendra Goel)
Director

Sd/-
(Ramesh Kumar Singhania)
Partner
Membership No. - 040881

Raipur, 30th May, 2012

PROFIT & LOSS ACCOUNT FOR THE PERIOD ENDED 31ST MARCH, 2012

(Amount in Rs.)

PARTICULARS	NOTE No.	Financial Year Ended 31.03.2012	Financial Year Ended 31.03.2011
I. Revenue From Operations	16	1560165212	1609827296
II. Other Income	17	1606370	1502937
III. Total Revenue (I + II)	TOTAL::	<u>1561771582</u>	<u>1611330233</u>
IV. Expenses			
Cost of Materials Consumed	18	1283302076	1257297998
Purchase of Stock in Trade	19	36778480	94519539
Changes In Inventories	20	7518103	20920457
Employees benefit Expenses	21	8602563	8000217
Financial Costs	22	36835252	38550270
Depreciation	9	8955041	8144130
Other Manufacturing Expenses	23	83593415	84040814
Other Administrative Expenses	24	65204007	68657543
	TOTAL::	<u>1530788938</u>	<u>1580130967</u>
V. Profit Before Tax (III-IV)		30982644	31199266
VI. Tax expenses:			
Net current Tax	25	9046948	9983717
Deferred Tax		583101	126613
VII. Profit (Loss) for the period		<u>21352595</u>	<u>21088936</u>
VIII. Basic / Diluted Earnings Per Equity Share	26	2.37	2.34

Significant Accounting Policies
Notes on Financial Statements

For and on behalf of the Board of Directors.

1 to 38

As per our attached report of even date.
For, **R.K. Singhania & Associates**
Chartered Accountants

Sd/-
(Anand Goel)
Managing Director

Sd/-
(Narendra Goel)
Director

Sd/-
(Ramesh Kumar Singhania)
Partner
Membership No. - 040881

Raipur, 30th May, 2012



SHRI BAJRANG ALLOYS LTD.

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2012

PARTICULARS	YEAR ENDED 31.03.2012 (Rupees)	YEAR ENDED 31.03.2011 (Rupees)
(A) CASH FLOW FROM OPERATING ACTIVITIES:-		
(1) Net Profit before Taxation	30982644	31199266
Add: Adjustment for :		
(i) Depreciation	8955041	8144130
(ii) Interest	36835252	38550270
(iii) Profit on Sale of Investment & Assets	(652242)	(1338131)
(iv) Loss on sale of fixed assets	18551	-
(v) Dividend Received	(129372)	(102815)
(vi) Provision for Taxation	(9099901)	(9941818)
(2) Operating Profit before working Capital Change	<u>66909973</u>	<u>66510901</u>
Decrease / (Increase) For		
(i) Inventory	(6461966)	62485249
(ii) Trade Receivables	(4927684)	25242487
(iii) Long Term Loans Advances	(175752)	(235234)
(iv) Short Term Loans Advances	(58613071)	149836342
	<u>(70178473)</u>	<u>237328844</u>
Increase/(Decrease) for		
Trade & other payables	16236922	(1755364)
Long Term Liabilities	(288878)	160465
(3) Net Cash Flow from Operating Activities	<u>12679544</u>	<u>302244847</u>
Less Income Tax paid	(52953)	41899
Subtotal (A)	<u>12732497</u>	<u>302202948</u>
(B) CASH FLOW FROM INVESTING ACTIVITIES:-		
(i) Purchase of Fixed Assets	(12319549)	(7019090)
(ii) Purchase of Investments	(3445930)	(3233046)
(iii) Dividend Received	129372	102815
(iv) Sale of Fixed Assets	270418	2006500
(v) Sale of Investment	3466824	-
Subtotal (B)	<u>(11898865)</u>	<u>(8142821)</u>
(C) CASH FLOW FROM FINANCING ACTIVITIES:-		
(i) Decrease of Unsecured Loan	(6634415)	(276405928)
(ii) Increase of Working capital loan	42321549	10582529
(iii) Interest paid	(36835252)	(38550270)
Subtotal (C)	<u>(1148118)</u>	<u>(304373668)</u>
Net Increase in Cash & Cash Equivalents	<u>(314486)</u>	<u>(10313541)</u>
Opening Balance of Cash & Cash Equivalents	<u>977455</u>	<u>11290996</u>
Closing Balance of Cash & Cash Equivalents	<u>662969</u>	<u>977455</u>

Notes :

- (1) Cash & Cash equivalent includes Cash & Bank Balances
- (2) Figures of the previous year have been regrouped/rearranged found necessary.
- (3) The Cash Flow Statement has been prepared under the "Indirect Method" as set out in Accounting Standard - 3 on Cash Flow Statement issued by the Institute of Chartered Accountants of India.

As per our attached report of even date.

For, **R.K. Singhania & Associates**

Chartered Accountants

Sd/-

(Ramesh Kumar Singhania)

Partner

Membership No. - 41880

Raipur, 30th May, 2012

For and on behalf of the Board of Directors.

Sd/-

(Anand Goel)

Managing Director

Sd/-

(Narendra Goel)

Director

(A) COMPANY OVERVIEW :

Shri Bajrang Alloys Limited is one of the leading manufacturing company of Raipur. Company is engaged in manufacturing of Structural Steels like Angle, Channal, Joist/Beam, Round etc.

(B) SIGNIFICANT ACCOUNTING POLICIES:**1. BASIS OF PREPARATION:**

- (i) The financial statements have been prepared on Historical Cost convention in accordance with the generally accepted accounting principles and the provisions of the Companies Act, 1956 and the applicable Accounting Standards in India.
- (ii) The company follows mercantile system of accounting and recognizes income and expenditure on accrual basis except those with significant uncertainties.
- (iii) The accounting policies have been consistently applied by the company.

2. USE OF ESTIMATES:

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues & expenses during the reported period. Although these statements are based up on management's best knowledge of current events and actions, actual results could differ from these statements. Difference between the actual results and the estimates are recognised in the period in which the results are known / materialised.

3. FIXED ASSETS:

Fixed Assets are stated at acquisition cost less depreciation. Cost includes related taxes, duties, freight, insurance etc attributable to acquisition and installation of assets and borrowing cost incurred up to the date of commencing operations, but excludes duties and taxes that are recoverable subsequently from the taxing authorities.

4. DEPRECIATION:

- (i) Depreciation on Fixed Assets has been provided on "Straight Line Basis" at the rates and in the manner prescribed in Schedule – XIV of the Companies Act, 1956.
- (ii) Leasehold land is amortised over the period of lease.
- (iii) Depreciation on Fixed Assets added / disposed off during the year is provided on pro-rata basis with reference to the date of addition / disposal.
- (iv) Expenditure of amount below Rs. 5000 /- had been written off in full.

5. INVESTMENTS:

- (i) Long Term Investments are stated at cost. A provision for diminution is made to recognise a decline, other than temporary, in the value of long term investments.
- (ii) Current Investments are stated at lower of cost and fair value.

6. INVENTORIES: Inventories are valued in following manner:

Raw Materials	:	At Cost
Finished Goods	:	At Lower of Cost or Market Price
Traded Goods	:	At Cost
Materials in transit	:	At Invoice Value.
Stores & Consumables	:	At Cost
Waste and Scrap	:	At Net Realisable Value



SHRI BAJRANG ALLOYS LTD.

Cost of finished goods includes direct materials, labour and conversion and other manufacturing expenses incurred to bring the inventories in the present condition and location

The determination of cost are on FIFO basis.

7. **CONTINGENT LIABILITIES:**

Liabilities which are material and whose future outcome cannot be reasonably ascertained are treated as contingent and not provided for and disclosed by way of notes to the accounts.

8. **REVENUE RECOGNITION:**

(i) Mercantile method of accounting has been employed unless otherwise specifically stated elsewhere in this schedule. However where the amount is immaterial / negligible and / or establishment of accrual / determination of amount is not possible, no entry is made for accruals.

(ii) Sale of Products - Revenue is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer. Excise Duty and Value Added Tax deducted from turnover (gross) is the amount that is included in the amount of turnover (gross) and not the entire amount of liability arised during the year.

(iii) Bonus and Leave Encashment are recognised as per Cash Basis.

9. **FOREIGN CURRENCY TRANSACTIONS:**

(i) Transactions denominated in foreign currencies are normally recorded at the exchange rate prevailing at the time of the transaction.

(ii) Any income or expense on account of exchange difference on settlement of Monetary items is recognised in the Profit & Loss Account.

(iii) In respect of transactions covered by Forward Foreign Exchange Contracts, the difference between the forward rate and exchange rate at the inception of contract is recognized as income or expenses over the life of the contract except for contracts relating to liabilities incurred for purchase of Fixed Assets, the difference thereof is adjusted in the carrying amount of respective Fixed Assets.

10. **BORROWING COST:**

Interest and other costs in connection with the borrowing of the funds to the extent related/attributioned to the acquisition/construction of fixed assets are capitalized only with respect to qualifying fixed assets i.e. those which take sustantial period of time to get ready for its intended use.

11. **EMPLOYEES RETIREMENT BENEFITS:**

(i) **Defined Contribution plan**

Company's contribution to Provident Fund and Employee state Insurance are charged to Profit and Loss Account. Value of encashable leave are encashed during the year and charged to Profit & Loss Account. there is no other obligation other than the contribution Payable to respective authorities.

Change in Accounting Policy

(ii) **Defined Benefit plan**

In compliance of the accounting standard 15 (revised) issued by ICAI, the company had determined the liability required as per revised AS-15, which was mandatory w.e.f. 01.04.2007 therefore company had change its policy regarding defined benefit plan as given below.

Company's Liabilities towards gratuity are recognized as an expenses in profit & Loss Account for the year in which the employee has rendered services. The expenses determined using actuarial valuation techniques & assumptions. Actuarial gain or losses are charged to profit & loss account.

12. PROVISIONS:

Provisions are recognized, where the Company has any legal or constructive obligation or where realizable estimate can be made for the amount of the obligation and as a result of past events, for which it is probable that an outflow of economic benefits will be required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates.

13. IMPAIRMENT OF ASSETS:

The Company assesses at each balance sheet date whether there is any indication that any asset may be impaired. If any such indication exists, the carrying value of such assets is reduced to its estimated recoverable amount and the amount of such impairment loss is charged to profit & loss account. If at the balance sheet date there is an indication that previously assessed impairment loss no longer exists, then such loss is reversed and the asset is restated to that effect.

14. TURNOVER:

Gross Turnover includes sales inclusive of excise duty, sales tax, services and are adjusted for discounts.

15. EXCISE DUTY:

Excise duty expenses are accounted for at the time of removal of goods from the factory. Total excise expenses includes the amount of reversal of cenvat amount and penalty, if any, on order passed during the year.

CENVAT Credit relating to raw materials/components are debited under current assets for availing credit against CENVAT and credited to respective materials/component account.

16. SEGMENT REPORTING:

The Company has only one primary segment, i.e. Structural Rolling Mill. As such there is no other reportable segment as defined by Accounting Standard - 17 "Segment Reporting" issued by the Institute of Chartered Accountants of India. There is no reportable Geographical Segment either.

17. PROVISION FOR CURRENT AND DEFERRED TAX:

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961. Deferred Tax resulting from "timing difference" between book profit and taxable profit is accounted for using the tax rates and laws that have been enacted or substantially enacted as on the Balance Sheet Date. The Deferred Tax Asset is recognised and carried forward only to the extent that there is reasonable certainty that the asset will be realised in future.

18. EARNING PER SHARE:

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by weighted average number of equity shares outstanding during the period.



SHRI BAJRANG ALLOYS LTD.

C. Notes on Accounts of the Financial Statement for Financial Year Ended 31.03.2012

Amounts have been rounded off to the nearest rupees and previous year's figures have been regrouped, rearranged and reclassified wherever considered necessary to confirm to the current presentation.

1. SHARE CAPITAL

PARTICULARS	(Amount in Rs.)	
	AS AT 31.03.2012	AS AT 31.03.2011
(A) Authorised, Issued, Subscribed and paid-up share capital		
Authorised Share Capital		
20000000 Equity Shares of Rs. 10/- Each (Previous year 20000000 Equity Shares of Rs. 10/- each)	20000000	20000000
1000000 Preference Shares of Rs. 10/- Each (Previous year 1000000 Preference Shares of Rs. 10/- each)	1000000	1000000
	210000000	210000000
Issued, Subscribed & Fully Paid-up Share Capital		
9000000 Equity Shares of Rs. 10/- Each Fully Paid up (Previous year 9000000 Equity Shares of Rs. 10/- each fully paid up) (Of the above shares, 6000000 Shares are allotted as fully paid-up by way of bonus shares by capitalisation of Security Premium and General Reserve)	9000000	9000000
TOTAL::	9000000	9000000

(B) Reconciliation of number of equity shares outstanding at the beginning and at the end of the year.

PARTICULARS	(Amount in Rs.)	
	AS AT 31.03.2012	AS AT 31.03.2011
No of shares outstanding as at the beginning of the year	9000000	9000000
Add : Number of shares allotted during the year as fully paid-up	-	-
Number of shares outstanding as at the end of the year	9000000	9000000

(C) Rights, preferences and restrictions attaching to various classes of shares

SL No.	Class of shares	Rights, preferences and restrictions (including restrictions on distribution of dividends and repayment of capital) attached to the class of shares.
01	Equity Shares	Holder of Equity Share has one Vote per share.
02	Preference shares	Not Issued

(D) Shares in the company held by each shareholder holding more than 5% shares

SL No.	Name of the shareholder	No. of shares held in the company	% of Shares shares held
01	Rajendra Goel *	847500	9.42
02	Atlanta Securities Pvt. Ltd.	760500	8.45
03	Narendra Goel *	632700	7.03
04	Hariram Goel *	566100	6.29
05	Anand Goel *	513400	5.70
06	Suresh Goel *	482400	5.36

* Hold as in capacity of Karta of HUF

2. RESERVES & SURPLUS

(Amount in Rs.)

PARTICULARS	AS AT 31.03.2012	AS AT 31.03.2011
General Reserve		
As per last Balance Sheet	53546000	43546000
Add : Transferred from Profit & Loss Account	10000000	10000000
Total as at 31st March 2012	63546000	53546000
Profit & Loss Account		
As per last Balance Sheet	72903959	61815024
Add: Current year Surplus	21352595	21088936
Less: Transferred to General Reserve	10000000	10000000
Net Carried Forward Surplus	84256554	72903959
Capital Reserve		
As per last Balance Sheet	13500	13500
Add : Addition during the year	-	-
Total as at 31st March 2012	13500	13500
TOTAL::	147816054	126463459

Note: Profit for the year has not been appropriated for the purpose of distribution of dividend and its tax.



SHRI BAJRANG ALLOYS LTD.

3. LONG TERM BORROWINGS

(Amount in Rs.)

PARTICULARS	AS AT 31.03.2012	AS AT 31.03.2011
(a) Term Loans From Banks Secured Loan <i>(Hypothecated by vehicle, 36 equal Monthly installment of Rs. 19284/- beginning from Dec. 2011)</i>	518781	-
(b) Loans And Advances From Related Parties Unsecured : From Director & its Relative	7398154	21262842
(c) Loans And Advances From Others Unsecured : From Corporate Body	27634561	20923069
TOTAL::	35551496	42185911

Note : There is no default, continuing or otherwise, as at the balance sheet date, in repayment of any of the above loans

4. DEFERRED TAX LIABILITIES (NET)

(Amount in Rs.)

PARTICULARS	AS AT 31.03.2012	AS AT 31.03.2011
Deferred Tax Liabilities On Account of Depreciation	5258809	4783191
Less : Deferred Tax Assets On Account of Gratuity	484047	591530
Deferred Tax Liabilities (Net)	4774762	4191661

In accordance with "Accounting Standard – 22" issued by the "Institute of Chartered Accountants of India", the Company has recognised net of deferred tax assets and deferred tax liability amounting to Rs. 4774762/- as on 31/03/2012 under a separate head "Deferred Tax Liability". Deferred tax Expenses for the year amounting to Rs. 583101/- has been recognised in the Profit & Loss Account.

5. LONG TERM PROVISION

(Amount in Rs.)

PARTICULARS	AS AT 31.03.2012	AS AT 31.03.2011
Employee Benefits <u>For Gratuity</u> Opening Balance	1780777	1620312
Add : Net Provision / (Written back)	(288878)	236896
Less : Paid during the year	-	76431
TOTAL::	1491899	1780777

6. SHORT TERM BORROWINGS

(Amount in Rs.)

PARTICULARS	AS AT 31.03.2012	AS AT 31.03.2011
Working Capital Loan		
Secured :		
Cash Credit Limit (Bank of Baroda) (Cash Credit facility is secured by hypothecation of stocks of Raw Materials, Stock of consumable stores, Stock-in-Transit, Finished goods, Book debts and Personal Guarantee by Directors.) Note : There is no default, as at the balance sheet date, in repayment of any of above Loans	284864134	242542584
TOTAL::	284864134	242542584

7. OTHER CURRENT LIABILITIES

(Amount in Rs.)

PARTICULARS	AS AT 31.03.2012	AS AT 31.03.2011
Other Payables		
Advances from Customers	28976007	10426661
Excise Duty Payable on Closing Stock	17004583	14955171
Directors Remuneration Payable	-	75821
Vat Tax Payable	1849620	60814
Entry Tax payable	45798	158864
Service tax payable	2259	-
TDS Payable	347709	681685
Other Expenses payables	1234406	1007986
TOTAL::	49460382	27367002

8. SHORT TERM PROVISIONS

(Amount in Rs.)

PARTICULARS	AS AT 31.03.2012	AS AT 31.03.2011
Provision for employee benefits	598081	522827
Others		
Provision for income-tax	9099901	9941818
TOTAL::	9697982	10464645

9. FIXED ASSETS

 (Amount in Rs.)

PARTICULARS	GROSS BLOCK			DEPRECIATION			NET BLOCK			
	Cost As At 31.03.2011	Addition During The Year	Deletion During The Year	Cost As At 31.03.2012	Upto 31.03.2011	For the Year	Deletion During The Year	Total upto 31.03.2012	As At 31.03.2012	As At 31.03.2011
Leasehold Land	869024	-	-	869024	146856	8778	-	155634	713390	722168
Freehold Land	3162160	-	-	3162160	-	-	-	-	3162160	3162160
Factory Building	2418645	-	-	2418645	1345179	80783	-	1425962	992683	1073466
Other Building	7989518	-	-	7989518	1089356	130229	-	1219585	6769933	6900162
Plant & Equipments	60570662	-	-	60570662	27318773	2877106	-	30195879	30374783	33251889
Rolls	89037131	11196010	-	100233141	86551274	4950178	-	91501452	8731689	2485857
Furniture & Fixtures	1249525	287000	-	1536525	629897	79145	-	709042	827483	619628
Vehicles	6455828	742039	408826	6791041	3474972	634313	303275	3806011	2985030	2980856
Computer	1112915	94500	-	1207415	1010798	194509	-	1205307	2108	102117
TOTAL	172865408	12319549	406826	184778131	121567105	8955041	303275	130218871	54559260	51298303
Previous Year	148047979	25701883	884454	172865408	113639059	8144131	216085	121567105	51298303	34408920
Capital work in Progress	-	-	-	-	-	-	-	-	-	-
Previous Year	18682793	-	18682793	-	-	-	-	-	-	-

10. NON-CURRENT INVESTMENT

(Amount in Rs.)

PARTICULARS	AS AT 31.03.2012	AS AT 31.03.2011
Trade Investments		
(i) Investments in Equity Shares		
<u>Quoted Equity Shares Fully Paid up</u>		
500 Shares in Jyoti Structures Ltd. of Rs. 2/- each (Previous year 500 Shares of Rs. 2/- each)	3500	3500
871 Shares in Bank of Baroda of Rs. 10/- each (Previous year 871 Shares of Rs. 10/- each)	200330	200330
5700 Shares in Godawari Power & Ispat Ltd of Rs. 10/- each (Previous year 5700 Shares of Rs. 10/- each)	1307330	1307330
8000 Shares in Reliance Power Limited of Rs. 10/- each (Previous year 8000 Shares of Rs. 10/- each)	1733019	1733019
51000 Shares in Readymade Steel India Limited of Rs. 10/- each (Previous year NIL)	3445930	-
Sub Total	6690109	3244179
(Aggregate Market Value Rs.6127382/- (Prev. Year Rs. 2917069/-))		
<u>Unquoted Equity Shares of fully paid up</u>		
250100 Shares in Shri Bajarang Ispat & Plywood Ltd. of Rs. 10/- each (Previous year 250100 Shares of Rs. 10/- each)	2501000	2501000
577000 Shares in Shri Bajrang Power & Ispat Ltd. of Rs. 10/- each (Previous year 577000 Shares of Rs. 10/- each)	5770000	5770000
4900 Shares in Shri Bajrang Hydro Energy Pvt. Ltd. of Rs. 10/- each (Previous year 4900 Shares of Rs. 10/- each)	49000	49000
(ii) Investments in Mutual Funds		
NIL units of SBI Comma Fund - Growth (Previous year 50000 units)	-	500000
NIL units of SBI Blue Chip Fund - Dividend (Previous year 50000 units)	-	500000
NIL units of IDFC Capital Protection Oriented Fund (Previous year 200000 units)	-	2000000
Sub Total	8320000	11320000
TOTAL::	15010109	14564179



SHRI BAJRANG ALLOYS LTD.

11. LONG TERM LOANS AND ADVANCES

(Amount in Rs.)

PARTICULARS	AS AT 31.03.2012	AS AT 31.03.2011
(a) Security Deposits		
Unsecured, considered good		
Deposit with Governments Authorities and others	3144527	2968775
TOTAL::	3144527	2968775

12. INVENTORIES

(Amount in Rs.)

PARTICULARS	AS AT 31.03.2012	AS AT 31.03.2011
(As valued, verified and certified by the management) (All Stock are Valued at cost or Net realizable value which ever is Lower)		
Raw Materials and components	98601925	88909478
Finished goods	154582117	160151008
Stores and spares	3616100	2306100
Others		
- Furnace oil	887250	654975
- Coal	1302840	606905
- Rolls (Scrap)	3050700	2950500
TOTAL::	262040932	255578966

13. TRADE RECEIVABLES

(Amount in Rs.)

PARTICULARS	AS AT 31.03.2012	AS AT 31.03.2011
Trade receivables outstanding for a period less than six months		
Unsecured, considered good *	189474673	185886232
	189474673	185886232
Trade receivables outstanding for more than six months		
Unsecured, considered good	2866176	1526933
	2866176	1526933
TOTAL::	192340848	187413165

* Trade Receivable stated above include debts due by:

Firm in which director is a partner *	569838	-
Company in which director is a member *	-	9254776

14. CASH & CASH EQUIVALENTS

(Amount in Rs.)

PARTICULARS	AS AT 31.03.2012	AS AT 31.03.2011
Balances with banks	182578	605020
Cash in hand	480391	372435
TOTAL::	662970	977456

15. SHORT TERM LOANS & ADVANCES

(Amount in Rs.)

PARTICULARS	AS AT 31.03.2012	AS AT 31.03.2011
<u>Loans and advances to related parties</u>		
Unsecured, considered good		
Advance Recoverable in Cash or in kind or Value to be received	148666	-
Advance to Supplier	72207252	608000
	72355918	608000
<u>Others</u>		
Unsecured, considered good		
Advance Recoverable in Cash or in kind or Value to be received	1305939	458973
Advance to Supplier	13757214	29087078
Balance with Central Excise & Sales Tax Department	5224041	2993776
Prepaid Expenses	241790	172363
Interest Receivable	-	16372
TDS Receivable & Advance Tax	9677221	10612490
Fringe Benefit Tax	82117	82117
	30288322	43423169
TOTAL::	102644240	44031169

16. REVENUE FROM OPERATIONS

(Amount in Rs.)

PARTICULARS	AS AT 31.03.2012	AS AT 31.03.2011
Sales of Steel Product	1709725013	1760614503
Less : Excise Duty paid on Finished Goods	149559801	150787207
TOTAL::	1560165212	1609827296

17. OTHER INCOME

(Amount in Rs.)

PARTICULARS	AS AT 31.03.2012	AS AT 31.03.2011
<u>Other Sources :</u>		
Income from Sale of Long Term Investments & Assets	652242	1338131
Foreign Exchange Difference (Net)	91553	61991
Dividend Income from long term Investment	129372	102815
Excess Gratuity Provision written back	288878	-
Sundry Balance written off	444325	-
TOTAL::	1606370	1502937



SHRI BAJRANG ALLOYS LTD.

18. COST OF MATERIAL CONSUMED

(Amount in Rs.)

PARTICULARS	AS AT 31.03.2012	AS AT 31.03.2011
Steel item		
Opening Stock	88909478	127662588
Add: Purchases	1307536764	1253642598
	1396446242	1381305186
Less: Disposal	14542241	35097710
Purchase Return	-	-
Closing Stock	98601925	88909478
	113144166	124007188
Raw Material Consumed	1283302076	1257297998
Breakup of Raw Material Consumed		
Imported	-	-
Percentage %	-	-
Indigeneous	1283302076	1257297998
Percentage %	100	100
Value of Imports on C.I.F. Basis (In Rs.)	-	-

19. PURCHASE OF STOCK IN TRADE

(Amount in Rs.)

PARTICULARS	AS AT 31.03.2012	AS AT 31.03.2011
TRADING PURCHASES		
Steel Purchases	36685621	94399719
Carriage Inward	92859	119820
TOTAL::	36778480	94519539

20. CHANGES IN INVENTORIES OF FINISHED GOODS AND STOCK-IN-TRADE

(Amount in Rs.)

PARTICULARS	AS AT 31.03.2012	AS AT 31.03.2011
Closing Stock of Finished Goods	154582117	160151008
Closing Stock of Rolls & Scrap	3050700	2950500
Closing Stock of Traded Goods	-	-
	157632817	163101508
Less: Opening Stock of Finished Goods	160151008	179460413
Less: Opening Stock of Rolls & Scrap	2950500	2936500
Less: Opening Stock of Traded goods	-	3428197
	163101508	185825110
(Increase)/ Decrease in stock of finished goods	5468691	22723602
Increase / (Decrease) in Excise on Closing Stock	2049412	(1803145)
Net (Increase)/ Decrease in stock of finished goods	7518103	20920457

21. EMPLOYEES BENEFIT EXPNESES

(Amount in Rs.)

PARTICULARS	AS AT 31.03.2012	AS AT 31.03.2011
Salaries, Wages & Other Benefits	7964889	6983146
Contribution to Provident and Other Funds	536005	618620
Staff & Workers Welfare Expenses	101669	398451
TOTAL::	8602563	8000217

22. FINANCIAL COSTS

(Amount in Rs.)

PARTICULARS	AS AT 31.03.2012	AS AT 31.03.2011
Interest Expenses	35746516	37056738
Other Borrowing Cost	1088736	1493532
TOTAL::	36835252	38550270

23. OTHER MANUFACTURING EXPENSES

(Amount in Rs.)

PARTICULARS	AS AT 31.03.2012	AS AT 31.03.2011
Power & Fuel	70206870	66315347
Consumption of Stores & Spares	4353663	6577052
Repairs & Maintenance	5042139	5336792
Coal Feeding Charges	1991253	2084693
Conversion Charges	198900	1129980
Entry Tax	1790438	2328934
Excise Duty Expenses	10152	268016
TOTAL::	83593415	84040814
Breakup of Stores Consumed		
Imported	-	-
Percentage %	-	-
Indigeneous	4353663	6577052
Percentage %	100	100
Value of Imports on C.I.F. Basis (In Rs.)	-	-



SHRI BAJRANG ALLOYS LTD.

24. OTHER ADMINISTRATIVE EXPENSES

(Amount in Rs.)

PARTICULARS	AS AT 31.03.2012	AS AT 31.03.2011
Auditor's Remuneration - For Statutory Audit	150000	125000
- For Tax Audit	50000	50000
- For Consultancy	25000	45000
Advertisement & Sales Promotion	348456	7646392
Charity & Donations	11100	12000
Director's Remuneration	1800000	1800000
Finished Goods Handling Charges	2504448	2829934
Insurance Expenses	219466	218347
Loss on Sale of fixed assets	18551	-
Legal & Filing Expenses	808022	647846
Miscellaneous expenses	357146	1128822
Printing & Stationery	149817	144973
Postage & Telephone	492866	694128
Registration & Renewal Charges	154163	135608
Rent, Rates and Taxes	241116	269526
Running & Maintenance - Others	248500	1242052
Sales Commission	253174	1005408
Sales Tax	55943731	49785708
Travelling & Conveyance	1428451	876799
TOTAL::	65204007	68657543

25. CURRENT TAX

(Amount in Rs.)

PARTICULARS	AS AT 31.03.2012	AS AT 31.03.2011
Current Tax	9099901	9941818
Add : Taxes for Earlier Years	(52953)	41899
TOTAL::	9046948	9983717

Provision for Income Tax has been made in terms of the normal provisions of the Income Tax Act' 1961

26. EARNING PER EQUITY SHARE

(Amount in Rs.)

PARTICULARS	AS AT 31.03.2012	AS AT 31.03.2011
Profit / (Loss) after Taxation as per Profit & Loss Account	21352595	21088936
Weighted Avg. No. of Equity Share Outstanding	9000000	9000000
Basic / Diluted Earning / (Loss) per Share of Rs. 10/-	2.37	2.34

27. GRATUITY

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

Defined Contribution Plans

Contribution to Defined Contribution Plans, recognised as expense for the year is as under :

(Amount in Rs.)

PARTICULARS	AS AT	AS AT
	31.03.2012	31.03.2011
Employer's Contribution to Provident Fund	247132	256316
Employer's Contribution to Employee State Insurance	288873	125408
TOTAL::	536005	381724

Defined Benefit Plan**Gratuity**

The Company has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service or part thereof in excess of 6 month and its payable on retirement / termination/ resignation. The benefit vests on the employees after completion of 5 Year of service. The gratuity liability has not been externally funded.

The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

In Rs.

I) Reconciliation of opening and closing balances of Defined Benefit Obligation 2011-12

Defined Benefit obligation at beginning of year	1203940
Current Service Cost	181435
Interest Cost	107834
Actuarial (gain) / loss	(1,310)
Benefits paid	-
Defined Benefit obligation at year end	1491899

II) Reconciliation of fair value of assets and obligations

Defined Benefit obligation	1491899
Fair value of Plan assets	-
	<u>1491899</u>
Less : Unrecognised Past Service Cost	-
Amount recognised in Balance Sheet	<u>1491899</u>

Since the entire amount of plan obligation is unfunded, therefore change in the fair value of plan assets are not given. Further the entire amount of plan obligation is unfunded, therefore categories of plan asset as a percentage of the fair value of total plan assets and company's expected contribution to the plan assets in the next year is not given.



SHRI BAJRANG ALLOYS LTD.

III) Expenses recognised during the year (Under the head "Employee Benefit Expenses "- Refer Notes "2.21")

Due to change in accounting policy, Gratuity excess provision up to last year had written back and treated as income and above presentation are as per actuarial valuation.

Current Service Cost	181435
Interest Cost	107834
Expected return on Plan assets	-
Actuarial (gain) / loss	(1,310)
Curtailement Cost	-
Settlement Cost	-
Amortization of past service Cost	-
Net Cost	287959

IV) Investment Details : NIL

V) Actuarial assumptions :

Mortality Table LIC (1994-96) Ultimate

Discount rate (per annum)	8%
Expected rate of return on plan assets (per annum)	0%
Rate of escalation in salary (per annum)	5%
Expected Average remaining working lives of employees Years)	20.2
Principal Plan is under Payment of Gratuity Act 1972 (as amended up to date).	

The estimates of rate of escalation in salary considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market. The above information is certified by the actuary.

The expected rate of return on plan assets is determined considering several applicable factors, mainly the composition of Plan assets held, assessed risks, historical results of return on plan assets and the Company's policy for plan assets management.

Leave Encashment

The obligation for leave encashment is recognised during the year of Rs.128428/- (P.Y.Rs.123179/-) , is equivalent to one month salary and charged to Profit & Loss Account

28. EXCISE DUTY ON CLOSING STOCK

Excise duty shown as deduction from sales represents the amount of excise duty collected on sales and in accordance with ASI 14 on 'Disclosure of Revenue from Sales Transactions' issued by Institute of Chartered Accountants of India,differential excise duty on opening and closing stock of -

Finished goods amounting to Rs.(-2049412) lakhs (P.Y. Rs.-1803145) has been adjusted from increase/(decrease) in stock in trade in Notes -20.

29. CONTINGENT LIABILITIES

Contingent Liabilities And Commitments (To The Extent Not Provided For)

(Amount in Lacs)

PARTICULARS	AS AT 31.03.2012	AS AT 31.03.2011
(i) Contingent Liabilities		
(a) Claims against the company not acknowledged as debt (Security Amount deposited Against the claim Rs.6.25 Lacs (P.Y. Rs.4.75 Lacs).	10.69	32.25
(b) Guarantees		
Bank Guarantees	-	26.64
Margin money of Rs.Nil Lacs (previous year Rs. 3.14 Lacs) deposited with bank.		
Bill Discounted Under LC	4862.92	3101.52
Corporate Guarantees on behalf of other companies	20920.00	33711.00
	25793.61	36871.41
(ii) Commitments	-	-
TOTAL::	25793.61	36871.41

30. Balances of the sundry debtors, sundry creditors, loans and advances etc. are subject to confirmation and reconciliation.

31. The company has not received any information from any of the suppliers of their being a Small Scale Industrial Unit. Hence the amounts due to Small Scale Industrial Unit as on 31st March 2012 are not ascertainable.

32. In opinion of the Board, the value of realization of loans, advances and current assets in the ordinary course of business will not be less than the amount at which they are stated in the balance sheet.

33. Information on Related Party as required by Accounting Standard-18, "Related Party Disclosures" issued by The Institute of Chartered Accountants of India, are given below :

i) Related Parties**a) Associate**

Shri Bajrang Power and Ispat Ltd.
Shri Bajrang Ispat and Plywood Ltd.
Shri Bajrang Hydro Energy Pvt. Ltd.
S.B. Multimedia Pvt. Ltd.
Shimmer Investment Pvt. Ltd.
Swastik Mercantiles Ltd.
Jainarayan Hari Ram Goel Charitable Trust

b) Key Management Personnel

Shri Suresh Goel
Shri Narendra Goel
Shri Anand Goel



SHRI BAJRANG ALLOYS LTD.

ii) Transaction with Related Parties in the ordinary course of business (In Lacs)

	Associates		Key management	
	2011-12	2010-11	2011-12	2010-11
Purchase of materials	5270.07	4484.87	-	-
Sale of materials	1084.00	667.03	-	-
Service Received	5.07	75.00	-	-
Interest Paid	8.39	7.52	11.52	36.38
Remuneration paid	-	-	18.00	18.00
Rent	0.60	0.60	-	-
Investment	-	-	-	-
Outstanding as on 31.03.2012				
Receivables	722.07	98.63	1.49	-
Payables	236.38	88.33	73.98	212.63
Investment	83.20	83.20	-	-

iii) Disclosure in respect of transactions which are more than 10% of the total transactions of the same type with related parties during the year

a)	Purchase of Materials:	2011-12	2010-11
	Shri Bajrang Power & Ispat Ltd.	5270.07	4484.87
b)	Sale of Materials:		
	Shri Bajrang Power & Ispat Ltd.	1084.00	667.03
c)	Interest received:		
	Suresh Goel	5.07	-
d)	Service received:		
	S.B. Multimedia Private Limited	-	75.00
e)	Interest Paid:		
	Anand Goel	1.02	3.79
	Suresh Goel	0.00	16.99
	Narendra Goel	10.50	15.60
	Shimmer Investment Pvt. Ltd.	4.91	7.37
	Swastik Mercantiles Ltd.	3.49	0.15
f)	Rent Paid:		
	Shri Bajrang Power & Ispat Ltd.	0.60	0.60
g)	Remuneration Paid:		
	Anand Goel	9.00	9.00
	Suresh Goel	9.00	9.00

Note: Related party relationship is as identified by the Company on the basis of available information and relied upon by the Auditors.

PARTICULARS	AS AT 31.03.2012	AS AT 31.03.2011
34. Value of Import in Foreign Currency (₹ In Lacs)	Nil	Nil
Expenditure in Foreign Currency (₹ In Lacs)	Nil	Nil
Earnings in Foreign Exchange (₹ In Lacs)		
- FOB value of Exports	86.71	47.65
In USD	Nil	105880
In EURO	130788	Nil
Amount remitted in foreign currency on account of dividend	Nil	Nil

35. In accordance with the Accounting Standard (AS-28) on "Impairment of Assets" issued by the Institute of Chartered Accountants of India, the Company during the year carried out an exercise of identifying the assets that may have been impaired in respect of each cash generating unit in accordance with the said Accounting Standard. The company has not identified any Fixed Assets to be materially impaired mainly on account of economic performance and alternative viability of such assets and accordingly no amount has been charged as impairment loss to the Profit & Loss Account at the year end.

36. **FOREIGN CURRENCY TRANSACTION**

Foreign Exchange Income shown in Profit and loss Account Rs.91553/- (PY. Rs. 61991/-) relates to fluctuation of currency value of Sales Transaction.

37. Inventories and consumption of stores materials have been taken as valued and certified by the management.

38. The previous year figures have been regrouped and/or rearranged wherever necessary.

For and on behalf of the Board of Directors.

As per our attached report of even date.
For, **R.K. Singhania & Associates**

Chartered Accountants

Sd/-
(Anand Goel)
Managing Director

Sd/-
(Narendra Goel)
Director

Sd/-
(Ramesh Kumar Singhania)
Partner
Membership No. - 040881

Raipur, 30th May, 2012



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SHRI BAJRANG ALLOYS LIMITED

Regd. Office : 521/C, Urla Industrial Complex, Raipur (C.G.) 493 221

Proxy Form

Folio No. / DPID No.* Client ID No.*

I/We of

..... in the district of being a member /members

of the above named Company, hereby appoint Shri/Smt. of

..... or failing him / her, Shri/Smt.

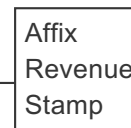
of in the district of as

my/our proxy to vote for me/us on my/our behalf at the 22nd ANNUAL GENERAL MEETING of the Company to be held on Friday, 28th September 2012 at 09.00 A.M. at the registered office of the Company at Raipur and at any adjournment thereof.

Signed this..... day of 2012.

No. of Shares held

Signature



* Applicable for investors holding shares in electronic form.

Note : This Instrument of proxy shall be deposited at the Registered Office of the Company not less than 48 hours before commencement of the meeting. The proxy need not be a member of the Company.

TEAR HERE

SHRI BAJRANG ALLOYS LIMITED

Regd. Office : 521/C, Urla Industrial Complex, Raipur (C.G.) 493 221

Attendance Slip

PLEASE FILL THIS ATTENDANCE SLIP AND HAND IT OVER AT THE ENTRANCE OF THE MEETING HALL

Folio No. / DPID No.* Client ID No.*

NAME AND ADDRESS OF THE SHARE HOLDER / PROXY /

No. of Shares(S) held :

I here by record my presence at the 22nd ANNUAL GENERAL MEETING of the Company being held on Friday, 28th September, 2012 at 09.00 A.M. at the registered office of the Company at Raipur.

Dated :

Note :

Signature of the Member/Proxy

- (1) Shareholders/Proxy holder are requested to bring the attendance slip with them.
(2) Persons attending the Meeting are requested to bring their copies of Annual Report with them as further copies will not be provided at the Meeting Hall.

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Printed Matter

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SHRI BAJRANG ALLOYS LTD.

521/C, URLA INDUSTRIAL COMPLEX, RAIPUR 493 221 (C.G.) INDIA.

Ph. : (+91-771) 4288000 • Fax : (+91-771) 4288001

E-mail : sbal@goelmt.com, Website : www.goelmt.com
