

**21<sup>ST</sup>**  
**ANNUAL REPORT 2011-12**



**SUN GRANITE EXPORT LIMITED**

## **NOTICE**

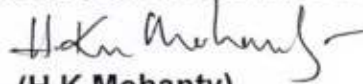
Notice is hereby given that the 21<sup>ST</sup> ANNUAL GENERAL MEETING of the members of the Sun Granite Export Limited will be held at the Registered Office at Vill.- Paniora, Po- Palaspur, Via- Janla, Dist. Khurda – 752054 ( Orissa ) on **Friday, the 28th September' 2012** at 10.30 A.M. to transact the following business:

### **ORDINARY BUSINESS:**

1. To receive, consider and adopt the Audited Balance Sheet of the Company as at 31<sup>st</sup> March, 2012 and the Profit and Loss Account for the year ended on that date and Reports of Auditors and Directors thereon.
2. To appoint as an Addl. Director Mr.H K Panda, Mr.Giridhar Bhavaraju & Mr.R.N.Swain in the place of Mr. Satyajit Deshpriya Mishra, Mr.N.K.Bhaumik & Mr.Tushar R.Parekh.
3. To appoint M/s. Samantaray & Co. Chartered Accountants, the retiring Auditors of the company to hold office from the conclusion of this Annual General Meeting until conclusion of the next Annual General Meeting and to fix their remuneration.

**Date: 03.09.2012**  
Bhubaneswar

**By Order of the Board of Directors**



**(H K Mohanty)**  
Managing Director

### **NOTES:**

1. A Member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member of the Company. Proxy should reach the registered office of the Company at least 48 hours before the time of the meeting.
2. The Register of Members and share transfer books will remain closed from 22<sup>nd</sup> September 2012 to 29<sup>th</sup> September 2012(both days inclusive).
3. Members desiring to seek any information on the annual Accounts/ operations are requested to write to the Company at least Seven days before the date of the meeting so as to enable the management to keep the information ready.
4. Members /Proxies attending the meeting are requested to bring copy of their Annual Report with them in meeting.

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5. All communications relating to shares are to be addressed to the Company or the Company's Share Transfer Agent/ M/s. Maheswari Datamatics Pvt. Ltd, 6, Mangoe Lane, (Surendra Mohan Ghosh Sarani) 2<sup>nd</sup> Floor Kolkata: 700001.
6. Information required to be furnished under the listing Agreement.

As required under Clause 49 of the Listing Agreement with the Stock Exchanges, the particulars of Directors who are proposed to be appointed /reappointed are given below:

- 1) Name : Ajay Rana  
Date of Birth : NA  
Qualification : Company Secretary  
Directorship : NA  
Expertise : Corporate & Legal Advisor
- 2) Name : Mr.H K Panda  
Date of Birth : NA  
Qualification : B.E.  
Directorship : Yes  
Expertise : Engineering
- 3) Name : Mr.Giridhar Bhavaraju  
Date of Birth : NA  
Qualification : Graduation  
Directorship : Yes  
Expertise : Acquisition,Merger, Take over
- 4) Name : Mr.R.N.Swain  
Date of Birth : NA  
Qualification : Graduation  
Directorship : Yes  
Expertise : Corporate & Legal Advisor

**EXPLANATORY STATEMENT PURSUANT TO SUB SECTION (2) OF SECTION 173 OF THE COMPANIES ACT. 1956 IN RESPECT OF THE SPECIAL BUSINESS SET OUT IN THE NOTICE CONVENING THE ANNUAL GENERAL MEETING.**

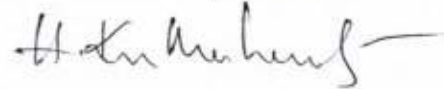
- 5) Mr.H K Panda, Mr.Giridhar Bhavaraju & Mr.R.N.Swain was appointed as an Addl. Director of the company on August 26<sup>th</sup> 2011 by the Board of Directors of the Company. According to the provision of the Section 260 of the Companies Act, 1956, he hold office as Director only up to date of the ensuing Annual General Meeting. As require by Section 257 of the Act, a notice has been received from

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member signifying his intention to propose appointment of Mr.H K Panda, Mr.Giridhar Bhavaraju & Mr.R.N.Swain as an Addl. Director along with a deposit of Rupees five hundred. The Board considers it desirable that the Company should continue to avail itself of his services.

None of the director are concerned or interested in the above said resolution, except, as a member of the company.

**By Order of the Board of Directors  
For Sun Granite Export Limited**



**(H.K. Mohanty)  
Managing Director**

**Date 03.09.2012  
Bhubaneswar**

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**DIRECTORS' REPORT**

Dear Shareholders,

Your Directors have pleasure in presenting their 21<sup>st</sup> Annual report with the Audited Accounts for the year ended 31<sup>st</sup> March 2012.

**FINANCIAL PERFORMANCE**

(Rupees in lacs)

Particulars	Year Ending 2011-12	Year Ending 2010-11
Total Income INCLUDING other income	55.70	176.41
Expenditure	168.49	323.02
Interest & Financial Charges	26.50	22.39
Depreciation	129.15	143.23
Net Profit/(loss)	(268.44)	(312.23)
Provision For Income Tax	Nil	Nil
Profit Carried to Balance Sheet	(268.44)	(312.23)

**DIVIDEND**

In view of marginal profit Directors of the Company do not recommend any dividend for the year 2011-12.

**OPERATION AND FINANCIAL PERFORMANCE.**

During the financial year 2011-12 the Company achieved sales of Rs.50.63 Lacs as against sales of Rs. 163.09 lacs during the previous year. Decrease in capacity utilization has resulted to poor performance. Operations of two quarries remained under suspension due to legal problem created by the Forest Department, Ganjam District, Orissa. The Management has taken up the matter with the appropriate forums for redressal and made fresh application for new quarries to meet the requirement of Raw materials of the Company. Besides the company was unable to arrange required working capital finance to run the company smoothly. Efforts are expected to be taken in this regard to improve the performance of the company in forthcoming year.

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**DIRECTORS' RESPONSIBILITY STATEMENT**

In pursuance to the provisions of Section 217 (2AA) of the Companies Act, 1956, the Directors hereby declare that:

- (i) in the preparation of the Annual Accounts for the financial year 2011-12, the applicable Accounting Standards have been followed along with proper explanation relating to material departures;
- (ii) the Directors have selected such accounting policies and applies 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 as at 31<sup>st</sup> March, 2012 and of the profit and loss of the Company for the year ended on that date.
- (iii) the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956, for safe guarding the assets of the company and for preventing and detecting fraud and other irregularities; and
- (iv) the Directors have prepared the enclosed Annual Accounts on a going concern basis.

**CORPORATE GOVERNANCE AND MANAGEMENT DISCUSSION & ANALYSIS REPORT**

A report on corporate Governance and Management Discussion & Analysis Report appears in the Annexure-1 and Annexure-2 respectively to the Directors report.

**AUDITORS**

M /s. Samantaray & Co., Chartered Accountants, the Statutory Auditors of the Company hold office until the conclusion of the ensuing Annual General Meeting of the Company and are eligible for reappointment.

**AUDITORS REPORT**

The Auditors in their report have referred to the notes forming part of the Accounts, which are self explanatory and do not require further elucidation.

**DIRECTORS**

Mr. Satyajit Deshpriya Mishra, Mr.N.K.Bhaumik & Mr.Tushar R.Parekh have resigned from the Board of Directors of the company and appointed Mr.H K Panda, Mr.Giridhar Bhavaraju & Mr.R.N.Swain in their place w.e.f. 28.08.2011 respectively. The Board appreciate the value of services rendered by those directors appointed during their tenure.

## **PARTICULARS OF EMPLOYEES**

No employees are coming within the purview provision under Section 217 (2A) of the Companies Act, 1956 read with the Companies (Particulars of employees) Rule 1975.

## **FIXED DEPOSIT.**

The company has not accepted or renewed any deposits within the meaning of Section 58 A of the Companies Act 1956 and the Rules made there under.

## **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE.**

Information pertaining to Section 217 (1) (e) of the Companies Act 1956 read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules 1988 is given as under:

- A. Conservation of Energy, Company is making all round efforts for the Conservation of Energy per unit production.
- B. Technology Absorption: The Company has adopted indigenous Technology.
- C. Foreign Exchange earnings and Outgo during the financial year 2011-2012;
  - i. Total Foreign Exchange earned Nil
  - ii. Total Foreign exchange outgo
    - 1. Import of Consumables 11.70
    - 2. Foreign Travels Nil
    - 3. Sales Commission Nil 11.70

## **STATUS OF LISTING IN STOCK EXCHANGE**

Your company's shares are listed in Stock Exchange (s) at Mumbai, Bhubaneswar; Kolkata & Ahmedabad Annual Listing fees are due to the Stock Exchange(s). The company proposes to regularize the dues of stock exchanges.

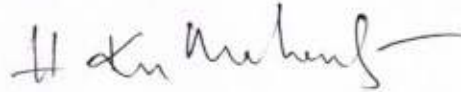
## **CERTIFICATE ON CORPORATE GOVERNANCE**

Certificate from the Auditors of the Company regarding compliance of Corporate Governance as stipulated under Clause 49 of the Listing Agreement is attached to this report.

**ACKNOWLEDGEMENTS**

Your Directors place on record their appreciation of the continued assistance and cooperation extended to the Company by the Govt. of Odisha, the IFCI Ltd, the State Bank Of India, shareholders, the dedicated employees and all other who are continuing to assist your Company.

**For and on behalf of the Board of Directors**



**Hitendra K. Mohanty  
Chairman cum Managing Director**

**Bhubaneswar  
Date: 03.09.2012**



**AUDITORS CERTIFICATE ON CORPORATE GOVERNANCE**

**To  
The Members  
Sun Granite Export Ltd.,**

We have examined the Compliance of Conditions of Corporate Governance by Sun Granite Export Ltd for the financial year ended 31<sup>st</sup> March 2012 as stipulated in clause 49 of the Listing Agreement of the said Company with the Stock Exchange.

The Compliance of conditions of Corporate Governance is the responsibility of the Management, Our examination was limited to the procedures and implementations thereof adopted by the company for ensuring compliance of 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, we certify that the company has complied with the conditions of the Corporate Governance except constitution of remuneration committee as stipulated in the above mentioned Listing Agreement.

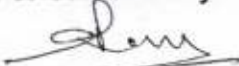
We state that in respect of Investor grievances received during the year ended 31<sup>st</sup> March' 2012 no investor grievances are pending against the company as on 31<sup>st</sup> March' 2012 as per the records maintained by the Company.

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.

**Bhubaneswar**

**Date: 03.09.2012**

**For Samantaray & Co.**

  
**C S Samantaray (FCA)  
Chartered Accountants**

## CORPORATE GOVERNANCE

### Company's Philosophy on code of Governance

The company's philosophy on corporate governance envisage the attainment of the high level of transparency and accountability in the functioning of the company and assist the top management of the company in the efficient conduct of its business internally and externally. Including its interaction with employees, shareholders, creditors, consumers and institutional and other lenders and place due emphasis on regulatory compliance.

The company believes that its system and actions must be followed for enhancing corporate performance and maximizing shareholder value in the long term.

#### **A) Board of Directors**

The Composition of the Board is in accordance with the requirement of the corporate Governance Code of the listing Agreement with the Stock Exchange. The Board of Directors consists of optimal combination of Executive, Non-executive and Independent Director.

The present strength of the Board is Five Director Comprising of Two Executive Directors, One Non-Executive Director and Two Independent Directors. The Chairman of the Board is an Executive Director.

Mr. H K Panda, Mr.Giridhar Bhavaraju & Mr.R N Swain have been appointed as Addl. Director with effect from 26.08.2011. Independent Directors are Directors, who apart from receiving Directors' remuneration do not have any other material pecuniary relationship or transactions with the Company.

The present composition of the Board of Directors and also the number of other Directorship or Board Committees of which he is a member / Chairman are as under..

<b>Name of the Directors</b>	<b>Category of Directorship</b>	<b>Number of other Directorships</b>	<b>Number of other committee membership</b>
Shri Gyanendra K Mohanty	Chairman	2	Nil
Shri Hitendra K. Mohanty	Managing Director	2	Nil
Shri H K Panda	Non-Executive Director	Nil	Nil
Shri Giridhar Bhavaraju	Independent Director	Nil	Nil
Shri R N Swain	Non-Executive Director	Nil	Nil

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**Attendance of each Director at the Board Meetings and The last Annual General Meeting.**

Sl No.	Name of Director	No. of Board Meetings held	No. of Board Meetings attended	Attendance at last AGM held 28.09.2012
	Shri G K Mohanty	4	4	Present
	Shri H K Mohanty	4	4	Present
	Shri H K Panda	4	-	Absent
	Shri Giridhar Bhavaraju	4	4	Present
	Shri R N Swain	4	-	Absent

**Number of Board Meetings held and the dates on which held**

During the financial year 31<sup>st</sup> March 2012, Four Board Meetings were held on 15.04.2011, 28.09.2011, 10.12.2011, 23.02.2012

**Independent/ Non executive Directors**

The company has three Non Executive Directors namely Mr. H K Panda, Mr. Giridhar Bhavaraju & Mr. R N Swain.

**B) Audit Committee**

The composition of Audit Committee as on 31-03-2012 was as follows.

1. Shri G. K Mohanty, Chairman,
2. Shri H K Panda, Member,
3. Shri Giridhar Bhavaraju, Member

The terms of reference stipulated by the Board of Directors to the Audit Committee are, as contained in Clause 49 of the Listing Agreement and Section 292A of the Companies Act, 1956. During the financial year ended 31<sup>st</sup> March 2012, four audit committee were held on 30.04.2011, 30.07.2011, 31.10.2011, 31.01.2012.

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**C) Shareholders / Investors Grievance Committee**

- 1) Shri H K Panda, Chairman
- 2) Shri G. K Mohanty, Member
- 3) Shri R N Swain, Member

During the year under review Four shareholders Grievance Committee were held on 30.04.2011, 30.07.2011, 31.10.2011, 31.01.2012.

**D) Remuneration Committee**

- 1) Shri Giridhar Bhavaraju , Chairman
- 2) Shri G. K Mohanty, Member
- 3) Shri H K Panda, Member

No remuneration Committee were held during the year.

**E) Share Transfer Committee**

- 1) Shri H K Panda, Chairman
- 2) Shri G. K Mohanty, Member
- 3) Shri R N Swain, Member

During the year under review Five Share Transfer Committee were held 30.04.2011, 30.07.2011, 31.10.2011, 31.01.2012, 15.03.2012.

The board has constituted Share Transfer Committee to consider and approve share transfer cases of more than 2000 shares and authorized the company secretary to approve share transfers up to 2000 shares. The status of share transfers is regularly placed before the Board meeting.

**Annual General Meetings**

Location and time for last 3 Annual General Meetings were as follows.

Year	Location	Date	Time
2008-09	At-Paniora, Po-Palaspur, Dist-Khurda	30.09.2009	10.30 AM
2009-10	At-Paniora, Po-Palaspur, Dist-Khurda	30.09.2010	10.30 AM
2010-11	At-Paniora, Po-Palaspur, Dist-Khurda	30.09.2011	10.30 AM

## **Disclosure**

- a. As per the disclosures given by the Directors of the Company, there was no materially related party transactions that have potential conflicts with the Company at Large.
- b. The CEO of the company has certified to the Board with regard to compliance made in terms of clause 49 (v) of the Listing Agreement.

## **General Share holder Information**

### Quarterly Results

Quarterly un-audited financial results are published in newspapers and also submitted to the Stock Exchange Management's Discussion and Analysis forms a part of the Annual Report of the Company which is posted to the shareholders of the Company along with Notice of AGM every Year.

## **General House Holders Information**

Annual General Meeting is scheduled to be held on Monday the 28<sup>th</sup> September, 2012 at 10.30 AM at Paniora Po: Palaspur, Dist: Khurda-752054 (Orissa)

Financial Calendar (Tentative and subject to Change)

Events	Tentative Date	
Annual General Meeting for the year ending	31.03.2011	30.09.2011
Un audited Financial Results for the quarter ending	30.06.2011	July-2011
Un audited Financial Results for the quarter ending	30.09.2011	October-2011
Un audited Financial Results for the quarter ending	31.12.2011	January-2012
Un audited Financial Results for the quarter ending	31.03.2012	April-2012

## **Book Closure Date**

From 22<sup>nd</sup> September 2011 to 28<sup>th</sup> September 2011 (both days inclusive) for the purpose of Annual General Meeting.

## **Listing on Stock Exchange**

The company's shares are listed in the Stock Exchange at Mumbai, Bhubaneswar Stock Exchange Association Ltd, and the Stock Exchange, Ahmedabad. The Company had paid the

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annual listing fees to the Stock Exchange, Mumbai up to the financial year 2005-06 and decided to de-list its securities from other stock exchange.

**Dividend Payment Mode**

The Board of Directors have not recommended any dividend for the financial year 2011-12.

**Stock Code**

The Stock Exchange Mumbai                      531013

**Stock Market Date: (In Rs. / per share)**

There was no trading of securities reported during the financial year 2011-12 in any stock exchange.

**Registrar and Transfer Agents**

M/s. Maheswari Datamatics Pvt. Ltd.,

Presently all the Company's Securities are in physical form and work related to share registry are maintained by the Registrar and share transfer agent M/s. Maheswari Datamatics Pvt Ltd., 6, Mangoe Lane, 2<sup>nd</sup> Floor, (Surendra Mohan Ghosh Sarani) Kolkata-700001.

**Share Transfer System**

All securities of the Company are in physical form. The instruments of transfer are received and processed at the office of the Registrar and Share Transfer Agent (RTA) and the share certificates after registration returned within the prescribed period, from the office of RTA at Kolkata, subject to the documents being valid and complete in all respects.

**Distribution of Share holding as on 31/03/2012**

<u>Category</u>	<u>% of shares held</u>
Promoters & Promoter Group	38.69
Institutions	1.73
NRIs/Corporate Bodies & Public	59.58
<b>Total</b>	<b>100.00</b>

### **Dematerialisation of Shares & Liquidity**

The company proposes to dematerialize its equity shares within the current financial year.

**Liquidity:** The Company's Securities are not frequently traded.

### **Plant Location**

**Factory:** At: Paniora, Po: Palaspur, Dist: - Khurda, Pin: 752054, Orissa

### **Quarries**

Lohardubri in District of Kalahandi, Orissa.

Sikulibadi in the District of Ganjam, Orissa (Work obstructed by Forest Department)

Bedaki in the District of Nayagarh, Orissa, (Taken on sub-lease from Orissa Mining Corporation)

Salepali in the District of Balangiri.

### **Address for Correspondence**

The Company's Registered Office is situated  
At: Paniora, Po: Palaspur, Dist: Khurda, Pin: 752054 (Orissa)  
Tel: 0674-3294595  
Fax: 0674-2467626

E Mail: [sungranite@sancharnet.in](mailto:sungranite@sancharnet.in)  
[sungranite2012@yahoo.com](mailto:sungranite2012@yahoo.com)

Website: [www.sungranite.co.in](http://www.sungranite.co.in)

Shareholders correspondence relating to share transfers, change of address should be addressed to the company's registrar and Share Transfer Agent to :

M/s. Maheswari Datamatics Pvt. Ltd.,  
6, Mangoe Lane, 2<sup>nd</sup> Floor,  
(Surendra Mohan Ghosh Sarani)  
Kolkata-700001

## **MANAGEMENT DISCUSSION AND ANALYSIS**

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**Industry Scenario and Development**

The overall trend of the Indian Granite was healthy in the year 2007-08 as the Granite Industries come out of reversionary trend because of increase demand in national and international market. However, due to acute shortage of raw materials during the last financial year the performance of this company could not rise up to the expectations.

The company which has one of the largest modern plants of its kind in eastern India has been successfully exploring and creating its own market in USA, Middle East, and Australia. In order to overcome the obstacles of shortage of raw materials faced during 2008-09, the company has been making serious efforts to take more quarries on lease from Government of Orissa.

The demand for polished Granite slabs continuously grows due to market increase in construction activities in all sectors. With this positive factor the Management is optimistic about the future performance of the company.

**Internal Control**

Your company has adequate internal control systems commensurate with its size and works in highly automated environment.

**Risk and Concerns**

The major consumables utilized by the company are imported. Further, being 100% export oriented unit foreign exchange fluctuation has a commercial bearing on the performance of the Company. The Government's policy for grant of quarries as well as demarcation forest area concerns your company, for which adequate measures are being taken.

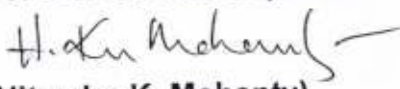
**Human Resources / Industrial Relations**

Your company's endeavor has been to attract, and nurture human potential by developing a culture of family and human values. The purpose is to encourage and attain the optimum human potential development. The company has during the year continued to have good industrial relation with its employees.

**DECLARATION**

As provided under clause 49 of the listing Agreement with the Stock Exchanges, the Board Members and the Senior Management Employees have affirmed Compliance with the code of conduct for the year ended 31<sup>st</sup> March 2012.

**For Sun Granite Export Ltd.**

  
**(Hitendra K. Mohanty)**  
**Managing Director**





Ref. No.....

Date.....

**AUDITOR'S REPORT**

To  
The Members,  
Sun Granite Export Limited.

We have audited the attached Balance Sheet of Sun Granite Export Limited, as at 31<sup>st</sup> March, 2012 and also the Profit and Loss Account and Cash Flow Statement for the year ended on that date annexed thereto. We report as under:

- A. 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.
- B. We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
- C. As required by the Companies (Auditor's Report) order, 2003 issued by the Central Government of India in terms of sub-sec (4A) of sec 227 of the Companies Act, 1956, we enclose in the Annexure a statement the matters specified in paragraph 4 & 5 of the said order
- D. Further to our comments as said above, we report that:
- a) we have obtained all the information and explanations, which to the best of knowledge and belief were necessary for the purposes of our audit ;
  - b) 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 those books ;
  - c) the Balance Sheet, the Profit and Loss Account and Cash Flow statement dealt with by this report are in agreement with the books of account ;



d) in our opinion, Balance Sheet, the 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;

e) on the basis of written information's received from the Directors, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31<sup>st</sup> 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;

f) In our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

i) In the case of the balance sheet, of the state of affairs of the company as at 31st March 2012, and

ii) In the case of the profit and loss account of the loss for the year ended on that date.

Place: Bhubaneswar

Date : 29.09.2012

For Samantaray & Co.  
Chartered Accountant



CA C.S. Samantaray (FCA)  
Chartered Accountant  
Mem.No.-051265



## ANNEXURE TO THE AUDITOR'S REPORT

### (REFERRED TO IN PARAGRAPH 3 OF OUR REPORT OF EVEN DATE)

- 1)
  - a) Company has maintained proper records showing full particulars including quantitative details and situations of fixed assets.
  - b) The Company has a regular program of physical verification of fixed assets, which in our opinion is reasonable having regard to size of the Company and the nature of its assets. No material discrepancies were noticed on such physical verification.
  - c) In our opinion and according to the information and explanations, the company has not disposed of substantial part of fixed assets during the year and the going concern status of the Company is not affected.
- 2)
  - a) As explained to us all stocks of finished goods, stores, spare parts and raw materials have been physically verified by the management at reasonable intervals during the year.
  - b) In our opinion and according to the information and explanations given to us, the procedures of the physical verification of stocks followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
  - c) The company has maintained proper records of inventories. As explained to us the discrepancies between the physical stock and book stock were not material and dealt with properly in the books of account.
- 3) The Company has not granted or taken any loans, secured or unsecured to / from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956, except unsecured loan from director's taken for settlement of IFCI dues which was been repaid regularly with interest. As observed the director's have taken loan from Axis bank and lent the same to the company for purpose of repayment to IFCI. The repayment along with interest payable to Axis bank/ India Bull Financial Services Limited was being made by the company on behalf of Director.
- 4) In our opinion and according to the information given to us there is adequate internal control procedure commensurate with the size of the company and the nature of its business, for purchase of stores, raw material components, plant and machinery, equipment and other similar assets and for the sale of goods.
- 5) The company has not accepted any deposits from the public.
- 6) The Company is not required to maintain cost records under section 209(1)(d) of the Companies Act' 1956.



- a) According to the records of the company, undisputed statutory dues including Provident Fund, Investor Education & Protection Fund, Employees State Insurance, Income Tax and Sales Tax applicable to it have not generally been regularly deposited with the appropriate authorities.
- b) According to the information and explanations given to us the undisputed amounts payable as at 31<sup>st</sup> march' 2012 for a period of more than six months from the date they became payable are given below.

Name of Status / Nature of Dues	Amount (in Rs.)	Period to which amount related	Date of Payment
Investor Education and Protection Fund	10230.00	2002-03	
	8534.00	2003-04	
Income Tax	241173.00	A.Y. 2004-05	
	386645.00	A.Y. 2005-06	
	93045.00	A.Y. 2007-08	
T D S	47556.00	2004-05	
	232421.00	2005-06	
	345357.80	2006-07	
Luxury Tax	13916.00	2005-06	

- c) According to the information and explanations given to us the disputed amounts payable as at 31<sup>st</sup> march' 2012 for a period of more than six months from the date they became payable are given below.

Name of the Status	Forum where Is dispute the pending	Period to which amount relates	Amt.(Rs.)	Amount paid on protest
Income Tax	Income Tax Tribunal	1995-96	7,44,945.00	201722.00
Entry Tax	Commissioner of Sales Tax	2000-01	6,34,307.00	175000.00

- 8) The company has accumulated losses to the tune of Rs.582.17 lakhs at the end of the financial year and has incurred cash losses of Rs.268.44 lakhs during the financial year covered by our audit and also incurred cash losses in the immediately preceding financial year.
- 9) The company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- 10) In our opinion and according to the information and explanations given to us, the company is not a chit fund or a nidhi/ mutual benefit fund/ society. Therefore



clause 4 (xiii) of the Companies (Auditor's Report) order 2003 is not applicable to the company.

- 11) The company is not dealing or trading in shares, securities, debentures and other investments.
- 12) According to the information and explanations given to us, the company has not given any guarantee for loans taken by others from bank or financial institutions.
- 13) In our opinion, the term loans have been applied for the purpose for which they were raised.
- 14) According to the information and explanations given to us and on an overall examination of the balance sheet of the company, we report that no funds raised on short term basis have been used for long term investment or vice versa.
- 15) According to the information and explanations given to us, the company has not made any preferential allotment of shares to companies, firms or other parties covered in the register maintained under section 301 of the companies Act, 1956.
- 16) The company has not issued debentures during the year and hence requirement of reporting regarding creation of securities in respect of debentures issued does not arise.
- 17) The company has not raised any money by public issue during the year.
- 18) It has observed that the company has defaulted in repayment of dues to the banker, The State Bank of India, Commercial Branch, Bhubaneswar as per details given bellow,

Banker- SBI, Commercial Br Rs. 14,00,000.00 Defaulted since 30<sup>th</sup> Jun' 2005

The term loan installments due after 30.06.2005 are also under default. Besides the working capital facilities provided by said banker are irregular.

- 19) According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the course of our audit.

Place: Bhubaneswar  
Date: 29.09.2012

For Samantaray & Co.  
Chartered Accountant

CA C.S. Samantaray (FCA)  
Chartered Accountant  
Mem.No.-051265



BALANCE SHEET AS AT 31ST MARCH 2012

<u>PARTICULARS</u>	<u>NOTES</u>	<u>AS ON 31.03.2012</u> <u>(AMOUNT IN INR)</u>	<u>AS ON 31.03.2011</u> <u>(AMOUNT IN INR)</u>
<b><u>EQUITY AND LIABILITIES</u></b>			
<b>Shareholders Fund</b>			
Share Capital	1	106,786,000.00	106,786,000.00
Reserves & Surplus	2	15,541,225.17	15,541,225.17
Share Application Money Pending Allotment			
<b>Non-current Liabilities</b>			
Long term Borrowings	3	89,543,156.47	88,274,529.47
Deffered Tax liability (NET)	4	520,075.00	520,075.00
Other Long Term Liabilities			
Long Term Provisions			
<b>Current Liabilities</b>			
Short Term Borrowings	5	Nil	Nil
Trade Payable	6	2,568,393.50	1,230,703.88
Other Current Liabilities	7	5,132,434.32	3,933,871.32
Short Term Provisions	8	-	-
<b>Total</b>		<b>220,091,284.46</b>	<b>216,286,404.84</b>
<b><u>ASSETS</u></b>			
<b>Non-Current Assets</b>			
<b>Fixed Assets</b>			
Tangible Assets	11	43,341,916.10	50,313,457.30
Intangible Assets			
Capital Work In Progress			
<b>Non-Current investment</b>			
Long Term Loans & Advances	9	-	-
<b>Other non-current Assets</b>			
Preliminary Expenses	10	-	-
Pre-Operative Expenses	12		
<b>Misc. Expenses (To the extent not Written off or Adjusted)</b>			
Mining Development Expenditure		17,829,790.85	23,772,874.48
Profit & Loss Account Debit Balance		69,495,715.50	42,651,747.09
<b>Current Assets</b>			
Current Investments (KKIT)		Nil	Nil
Inventories	13	47,327,735.62	52,851,607.51
Trade Receivables	14	31,488,444.37	34,176,813.75
Cash & Cash Equivalents	15	739,026.06	648,895.06
Short Term Loans & advances	16	1,336,533.00	1,618,050.00
Other current Assets	17	8,532,122.96	10,252,959.65
<b>Total</b>		<b>220,091,284.46</b>	<b>216,286,404.84</b>

Significant Accounting Policies  
Notes on Fiancial Statements

A to L  
1 to 29

As per our Report of even date

For and on Behalf of  
Samantaray & Co.  
Chartered Accountants



CA C.S. Samantaray (FCA)  
M.No-051265  
Place: Cuttack  
Date: 29.09.2012

For & On behalf of the Board of Directors  
Sun Granite Export Limited  
For Sun Granite Export Ltd. For Sun Granite Export Ltd.  
G. B. Mohanty Chairman  
H. K. Mishra Managing Director

**PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH 2012**

<u>PARTICULARS</u>	<u>NOTES</u>	<u>AS ON 31.03.2012</u> <u>(AMOUNT IN INR)</u>	<u>AS ON 31.03.2011</u> <u>(AMOUNT IN INR)</u>
<b>INCOME</b>			
Revenue from operations	18	5,063,453.00	16,309,495.00
Other Income		506,648.62	1,331,347.75
<b>Total Revenue</b>		<b>5,570,101.62</b>	<b>17,640,842.75</b>
<b>EXPENDITURE</b>			
Excise Duty		364,089.00	128,540.00
Cost Raw Materials Consumed	19	6,223,855.31	7,736,587.47
Changes in Inventories of finished Goods & Stock in Process	20	4,484,047.00	18,075,075.00
Employee Benefits Expenses	21	1,280,356.00	2,375,843.00
Finance Costs	22	2,649,832.69	2,238,654.79
Depreciation & Amortisation expenses	23	12,914,804.83	14,323,324.40
Other Expenses	24	4,497,085.20	3,985,634.00
<b>Total Expenses</b>		<b>32,414,070.03</b>	<b>48,863,658.66</b>
Profit/(Loss) before Tax		(26,843,968.41)	(31,222,815.91)
<u>Tax Expenses</u>			
Current Tax		-	-
Deferred Tax	8	-	-
Profit/(Loss) after Tax	4	(26,843,968.41)	(31,222,815.91)
Earnings per equity shares of face value of Rs 100 Each Basic and Diluted		N.A	N.A

Significant Accounting Policies  
Notes on Financial Statements A to L  
1 to 29

As per our Report of even date

For and on Behalf of  
Samantaray & Co.  
Chartered Accountants



CA C.S. Samantaray (FCA)

M.No-051265

Place: Cuttack

Date: 29.07.2012

For & On behalf of the Board of Directors  
Sun Granite Export Limited

For Sun Granite Export Ltd. For Sun Granite Export Ltd.

*[Signature]*  
Chairman

*[Signature]*  
Chairman-cum-Managing Director  
Managing Director

**SCHEDULES FORMING PART OF THE BALANCE SHEET AND PROFIT & LOSS ACCOUNT**

Previous year figures have been regrouped / reclassified, wherever necessary to conform to the current year presentation.

1. SHARE CAPITAL	Amount in INR	
	AS AT 31ST MARCH,2012	AS AT 31ST MARCH,2011
Authorised Share Capital : 1,10,00,000 Equity Share of Rs.10/- each Rs.110,000,000/-	110,000,000.00	110,000,000.00
Issued & Subscribed Capital 106,78,600 Equity share of Rs.10/- each fully issued and subscribed out of which	106,786,000.00	106,786,000.00
Paid up Capital 106,78,600 equity share Rs.10/- each fully paid up in cash at par	106,786,000.00	106,786,000.00
<b>TOTAL</b>	<b>106,786,000.00</b>	<b>106,786,000.00</b>

2.RESERVE & SURPLUS	AS AT 31ST MARCH,2012	AS AT 31ST MARCH,2011
---------------------	--------------------------	--------------------------

The Movement in Reserves and Surplus is set out below:

Profit and Loss Account

Particulars	As at 31st March,2012	AS AT 31ST MARCH,2011
Capital Reserve	11,792,134.47	11,792,134.47
General Reserve	3,749,090.70	3,749,090.70
<b>TOTAL</b>	<b>15,541,225.17</b>	<b>15,541,225.17</b>



For Sun Granite Export Ltd.  
*[Signature]*  
 Managing Director



3. LONG TERM BORROWINGS	AS AT 31ST MARCH,2012	AS AT 31ST MARCH,2011
<b><u>Secured</u></b>		
Term Loan from State Bank of India, Commercial Branch, Bhubaneswar	25,000,000.00	25,000,000.00
Interest accrued & due	25,430,759.87	25,430,759.87
Cash Credit and Export Packing Credit	30,193,435.16	30,193,435.16
<b><u>Unsecured</u></b>		
Loan from Directors	5,362,947.44	7,650,334.44
From others	3,556,014.00	-
<b>TOTAL</b>	<b>89,543,156.47</b>	<b>88,274,529.47</b>

**Notes:-**

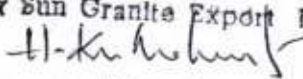
- 3.1 SBI Term Loan of Rs.2.50 Crores is secured by first charge basis on all the movable & immovable properties such as Land & Building, Plant & Machinery and other Fixed Assets, both present and future, corporate guarantee of promoters companies and personal guarantee of Promoter Directors' of the Company..
- 3.2 Cash Credit from State Bank of India of Rs.3.02 Crores is secured by hypothecation of inventories, book debts, personal guarantee of the Directors of the Company and second charge on fixed assets of the Company.
- 3.3 No further interest considered/provided in the books, in view of NPA in the books of the Banker State Bank of India.
- 3.4 Unsecured Loan from directors represents interest free loan and no charge against the movable or immovable assets of the Company.

4. DEFERRED TAX LIABILITY (NET)	AS AT 31ST MARCH,2012	AS AT 31ST MARCH,2011
Deferred Tax Liability	520,075.00	520,075.00
<b>TOTAL</b>	<b>520,075.00</b>	<b>520,075.00</b>

4.1 During the current financial year no Deferred Tax Liability has been provided.

5. SHORT TERM BORROWINGS	AS AT 31ST MARCH,2012	AS AT 31ST MARCH,2011
<b>Secured</b>		
Working Capital Loans	NIL	NIL
<b>Rupee Loan</b>		
Others	NIL	NIL
<b>TOTAL</b>	<b>Nil</b>	<b>Nil</b>



For Sun Granite Export Ltd.  
  
 Managing Director

6. TRADE PAYABLES	AS AT 31ST MARCH,2012	AS AT 31ST MARCH,2011
Sundry Creditors	2,568,393.50	1,230,703.88
Others		
a)Advance From Directors	-	-
<b>TOTAL</b>	<b>2,568,393.50</b>	<b>1,230,703.88</b>

7. OTHER CURRENT LIABILITIES	AS AT 31ST MARCH,2012	AS AT 31ST MARCH,2011
E.S.I. Payable	22,493.00	18,791.00
E.P.F. Payable	288,189.00	286,218.00
Advance from customer	985,443.00	701,850.00
Security deposit received	716,000.00	716,000.00
Sales Tax Payable	258,950.00	258,950.00
CST Payable	29,605.00	37,203.00
Salary/Stipend Payable	418,742.00	394,870.00
Directors remuneration Payable	1,200,000.00	600,000.00
Excise PLA Deposit	426,138.32	150,115.32
Advance against Share Capital	1,141.00	1,141.00
Audit Fee Payable	215,858.00	198,858.00
Outstanding Liabilities	35,670.00	35,670.00
Income Tax Payable	386,645.00	386,645.00
Fringe benefit Tax Payable	128,796.00	128,796.00
Investors Education & Protection Fund	18,764.00	18,764.00
<b>TOTAL</b>	<b>5,132,434.32</b>	<b>3,933,871.32</b>

7,700,827.82

8. SHORT TERM PROVISIONS	AS AT 31ST MARCH,2012	AS AT 31ST MARCH,2011
Provision for Income Tax	-	-
<b>TOTAL</b>	<b>-</b>	<b>-</b>

8.1 During the current year no provision for income tax has been provided in the Books of Accounts. As per the calculation according to the Provisions of Income Tax Act, 1961 there is no liability in respect of Income Tax.

9. LONG TERM LOANS AND ADVANCES	AS AT 31ST MARCH,2012	AS AT 31ST MARCH,2011
<b>TOTAL</b>	<b>-</b>	<b>-</b>

10. PRELIMINARY EXPENSES	AS AT 31ST MARCH,2012	AS AT 31ST MARCH,2011
Preliminary Expenditure	-	-
Pre-operative Expenses	-	-
Profit & Loss A/c. (Dr.)	-	-
Add:During The Year	-	-
Less Written off during the year	-	-
<b>TOTAL</b>	<b>-</b>	<b>-</b>



For Sun Granite Export Ltd.  
*A. K. Mohan*  
 Managing Director

11. FIXED ASSETS

Particulars	Rate (SLM)	Original Cost as on 01.04.2011	GROSS BLOCK		Total Cost as on 31.03.2012	Deprn. up to 31.03.2011	DEPRECIATION		Total Depn. Up to 31.03.2012	NET BLOCK	
			Addition during the year	Deletion during the year			Deprn. for the year	Deletion during the year		Net Block as on 31.03.2012	Net Block as on 31.03.2011
Land & Land Development	0.00%	5531921.70			5531921.70	0.00	0.00	0.00	0.00	5531921.70	5531921.70
Building/(Non-Factory)	1.63%	8389020.47			8389020.47	2051115.47	136741.03		2187856.50	6201163.97	6327905.00
Factory Building	3.34%	11994889.65			11994889.65	6010316.22	400629.31		6410945.53	5583944.12	5984573.43
Imported Plant & Machinery	4.75%	94971473.99			94971473.99	68243517.78	4511145.01		72754662.79	22216811.20	26727956.21
Indigenous Plant & Machinery	4.75%	17730568.67			17730568.67	12705774.67	842202.01		13547976.68	4182591.99	5024794.00
Electrical Installation	7.07%	8615512.11			8615512.11	8615512.11	609116.71		9224628.82	0.00	0.00
Office Equipment	6.33%	1363051.85			1363051.85	882224.42	86281.18		968505.60	394546.25	480827.43
Miscellaneous Assets	4.75%	1200987.10			1200987.10	1020758.11	57046.89		1077805.00	123182.10	180228.99
Furniture & Fixtures	6.33%	1642388.90			1642388.90	1597138.36	103963.22		1701101.58	0.00	45250.54
Vehicles	9.50%	2362271.94			2362271.94	2362271.94	224415.83		2586687.77	0.00	0.00
Mining Assets	0.00%	9538572.48			9538572.48	9538572.48	0.00		9538572.48	0.00	0.00
<b>Total</b>		<b>163340658.86</b>	<b>0.00</b>	<b>0.00</b>	<b>163340658.86</b>	<b>113027201.56</b>	<b>6971541.20</b>		<b>119998742.76</b>	<b>43341916.10</b>	<b>50313457.30</b>
<b>(b) Intangible Assets</b>											
<b>(c) Capital work in progress</b>											



For Sun Granite Export Ltd.

H. Manjula Director

<b>12 PRE-OPERATIVE EXPENSES</b>	<b>AS AT 31ST MARCH,2012</b>	<b>AS AT 31ST MARCH,2012</b>
Opening Balance		
Add: Addition during the year		
Closing Balance		
Less: Written off during the year		
<b>TOTAL</b>	<b>NIL</b>	<b>NIL</b>

<b>13. INVENTORY</b>	<b>AS AT 31ST MARCH,2012</b>	<b>AS AT 31ST MARCH,2012</b>
<u>Raw Materials</u>		
Quarry	22,647,264.62	22,647,264.62
Factory	852,250.00	1,385,250.00
	<b>23,499,514.62</b>	<b>24,032,514.62</b>
<u>Work-in-progress</u>		
Quarry	16,290,721.00	16,290,721.00
Factory	5,425,000.00	8,803,540.00
	<b>21,715,721.00</b>	<b>25,094,261.00</b>
Finished Goods	1,285,000.00	2,390,507.00
Imported Consumables	452,500.00	58,750.00
Indigeneous Consumables	375,000.00	1,275,574.89
	<b>2,112,500.00</b>	<b>3,724,831.89</b>
<b>TOTAL</b>	<b>47,327,735.62</b>	<b>52,851,607.51</b>

<b>14. TRADE RECEIVABLES</b>	<b>AS AT 31ST MARCH,2012</b>	<b>AS AT 31ST MARCH,2012</b>
(Unsecured And Considered Good)		
Over Six Months	31,488,444.37	33,770,937.77
Debt outstanding for a period of less then six months		405,875.98
<b>TOTAL</b>	<b>31,488,444.37</b>	<b>34,176,813.75</b>

<b>15. CASH AND CASH EQUIVALENTS</b>	<b>AS AT 31ST MARCH,2012</b>	<b>AS AT 31ST MARCH,2012</b>
1. Cash in hand	91,814.56	135,219.56
2. Bank Balances & Fixed Deposits		
Current A/C with		
(a)SBI, Bhawanipatna	20,370.00	20,370.00
(b)F.B., Calcutta	745.00	745.00
(c) PNB, Cuttack	480.00	480.00
(d) SBI, Bhubaneswar	11,385.09	16,069.09
(e) Federal Bank Ltd.,Bhubaneswar	186,792.00	48,572.00
(f) SBI, Bolangir	7,275.00	7,275.00
(g) TDR with SBI, Bhubaneswar	420,164.41	420,164.41
<b>TOTAL</b>	<b>739,026.06</b>	<b>648,895.06</b>

<b>16. SHORT TERM LOANS AND ADVANCES</b>	<b>AS AT 31ST MARCH,2012</b>	<b>AS AT 31ST MARCH,2012</b>
Advance for expenses	192,501.00	324,780.00
Advance to Others/Suppliers	1,095,462.00	1,254,700.00
Salary Advance	48,570.00	38,570.00
<b>TOTAL</b>	<b>1,336,533.00</b>	<b>1,618,050.00</b>



For Sun Granite Export Ltd.

*H. K. Ashraf*  
Managing Director

## 17. OTHER CURRENT ASSETS

AS AT 31ST  
MARCH,2012AS AT 31ST  
MARCH,2012

Security Deposit	2,057,510.00	2,057,510.00
Mining Current Assets	5,583,808.77	7,569,933.58
Books & Liabrary	49,963.00	49,963.00
T.D.S.Receivables	165,215.19	153,186.19
VAT Paid	117,603.36	116,860.60
CST Reimburseable	95,560.50	74,361.76
Custom Duty Deposit	3,567.00	3,567.00
Prepaid Insurance	1,167.02	1,167.02
Sales Tax Refundable	114,320.00	114,320.00
Accrued interest on TDR & SD with CESU	143,408.12	112,090.50
Excise Deposit	200,000.00	-
<b>TOTAL</b>	<b>8,532,122.96</b>	<b>10,252,959.65</b>



For Sun Granite Export, Ltd.

*H. K. Mohanty*  
Managing Director

18. REVENUE FROM OPERATIONS	AS AT 31ST MARCH,2012	AS AT 31ST MARCH,2011
Sales	5,063,453.00	16,309,495.00
<b>TOTAL</b>	<b>5,063,453.00</b>	<b>16,309,495.00</b>

19. COST OF MATERIALS CONSUMED	AS AT 31ST MARCH,2012	AS AT 31ST MARCH,2011
Imported Consumables issued	1,169,820.00	844,046.00
Consumables issued	358,293.00	682,656.00
Power Charges	2,382,090.31	1,901,957.00
Raw Block purchased	2,313,652.00	4,307,928.47
<b>TOTAL</b>	<b>6,223,855.31</b>	<b>7,736,587.47</b>

#### 20. CHANGES IN INVENTORIES OF FINISHED GOODS AND STOCK IN PROCESS

	AS AT 31ST MARCH,2012	AS AT 31ST MARCH,2011
<u>Inventories (At Close)</u>		
Finished goods	1,285,000.00	2,390,507.00
Stock in process	21,715,721.00	25,094,261.00
<b>Sub Total-I</b>	<b>23,000,721.00</b>	<b>27,484,768.00</b>
<u>Inventories (At Commencement)</u>		
Finished Goods	2,390,507.00	9,992,569.00
Stock in Process	25,094,261.00	35,567,274.00
<b>Sub Total-II</b>	<b>27,484,768.00</b>	<b>45,559,843.00</b>
<b>TOTAL</b>	<b>4,484,047.00</b>	<b>18,075,075.00</b>

21. EMPLOYEE BENEFITS EXPENSE	AS AT 31ST MARCH,2012	AS AT 31ST MARCH,2011
Salary & Wages	1,145,118.00	2,208,399.00
ESI	13,206.00	13,206.00
EPF	20,258.00	20,258.00
Canteen Expenses	95,694.00	125,450.00
Staff welfare Expenses	6,080.00	8,530.00
<b>TOTAL</b>	<b>1,280,356.00</b>	<b>2,375,843.00</b>



For Sun Granite Export Ltd.

*H. K. Arora*  
Managing Director

22. FINANCE COSTS	AS AT 31ST MARCH,2012	AS AT 31ST MARCH,2011
Interest on unsecured loan	2,649,832.69	2,238,654.79
<b>TOTAL</b>	<b>2,649,832.69</b>	<b>2,238,654.79</b>
23. DEPRECIATION AND AMORTISATION EXPENSES	AS AT 31ST MARCH,2012	AS AT 31ST MARCH,2011
Depreciation	6,971,541.20	6,398,972.90
Preliminary Expenses W/Off	Nil	Nil
Mining Development Expenditure W/Off	5,943,263.63	7,924,351.50
<b>TOTAL</b>	<b>12,914,804.83</b>	<b>14,323,324.40</b>
24. OTHER EXPENSES	AS AT 31ST MARCH,2012	AS AT 31ST MARCH,2011
<i>Manufacturing Expenses</i>		
Carriage Inward	291,045.00	370,735.00
Wages	45,680.00	158,450.00
Repair & Maintenance	232,734.20	421,762.00
<i>Selling and Distribution Expenses</i>		
Overseas Insurance Charges	2,279.00	-
Carriage Outward	307,274.00	57,000.00
Sales Commission	-	42,000.00
Packing Material issued	188,357.00	193,013.00
<i>Establishment Expenses</i>		
Directors Remuneration	600,000.00	600,000.00
Travelling & Conveyance	122,745.00	156,728.00
Office Expenses	44,281.00	53,470.00
Puja Expenses	39,142.00	-
Auditors Remuneration	52,000.00	52,000.00
Telephone Expenses	101,370.00	112,977.00
Legal & Consultancy Fees	108,058.00	449,180.00
Printing & Stationery	18,639.00	23,142.00
Postage & Courier Charges	10,752.00	27,748.00
Misc. Expenses	2,827.00	15,432.00
Sales Promotion Expenses	5,500.00	15,670.00
Bank Charges	14,015.00	6,189.00
Fees & Subscription	5,890.00	5,890.00
News Paper & Periodicals	1,778.00	1,098.00
Advertisement & Publicity	1,000.00	54,004.00
Rent,rates & Taxes	-	15,740.00
Director's Sitting Fees	12,000.00	24,000.00
Share Transfer and Registrar Expenses	72,000.00	-
Reinstatement Fees for revocation(BSE)	1,000,000.00	-
Annual Listing Fees(BSE)	247,744.00	-
Annual Listing Fees(NSDL)	77,166.00	-
Annual Listing Fees(CDSL)	66,378.00	-
Meeting Expenses	4,500.00	5,870.00
Vehicle Running Expenses	60,879.00	157,073.00
Repairs & Maintenance	25,154.00	20,739.00
Expenses on Company law matter	5,000.00	2,500.00
Vehicle Hire Charges	480,898.00	524,646.00
Agricultural Expenses	250,000.00	418,578.00
<b>TOTAL</b>	<b>4,497,085.20</b>	<b>3,985,634.00</b>



For Sun Granite Export Ltd.

*A. K. Srinivasan*  
Managing Director

25.1 VALUE OF IMPORTS ON CIF BASIS IN RESPECT OF	AS AT 31ST MARCH,2012	AS AT 31ST MARCH,2011
Raw Materials and Stock in Trade		
Stores, Chemicals & Packing Materials		
Capital Goods		
<b>TOTAL</b>	<b>NIL</b>	<b>NIL</b>

25.2 PAYMENT TO AUDITOR	AS AT 31ST MARCH,2012	AS AT 31ST MARCH,2011
Statutory Audit Fee	40,000.00	40,000.00
Tax Audit Fee	12,000.00	12,000.00
ISO Audit Fee	-	-
Stock Audit Fee	-	-
Other Fees	-	-
<b>TOTAL</b>	<b>52,000.00</b>	<b>52,000.00</b>

25.3 EXPENDITURE IN FOREIGN CURRENCY	NIL	NIL
--------------------------------------	-----	-----

26. EARNINGS PER SHARE (EPS)	AS AT 31ST MARCH,2012	AS AT 31ST MARCH,2011
1.Net Profit/(Loss) per Statement of P/L A/C	(26,843,968.41)	(31,222,815.91)
2.Number of Equity Shares	10,678,600	10,678,600
3.Basic and Diluted Earnings per Share (Rs)	N.A	N.A
4.Face value per Equity Share (Rs)	10.00	10.00

27. EARNINGS IN FOREIGN CURRENCY	AS AT 31ST MARCH,2012	AS AT 31ST MARCH,2011
	<b>NIL</b>	<b>NIL</b>


### 28. RELATED PARTY DISCLOSURES

As per Accounting Standard 18, Issued by The Institute of Chartered Accountants Of India the disclosure of transactions with the related parties are given below :

a) Enterprise over which promoters, Key Management Personnel and or their relatives have significant influence (with whom company had transactions) : NIL

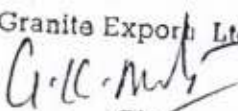
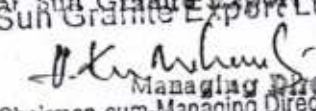
29. CONTINGENT LIABILITIES AND COMMITMENTS	AS AT 31ST MARCH,2012	AS AT 31ST MARCH,2011
	<b>NIL</b>	<b>NIL</b>

For and on Behalf of  
Samantaray & Co.  
Chartered Accountants

  
CA C.S. Samantaray (FCA)  
M.No-051265  
Place: Cuttack  
Date: 29.09.2012



For & On behalf of the Board of Directors  
Sun Granite Export Limited

For Sun Granite Export Ltd.   
Chairman  
For Sun Granite Export Ltd.   
Chairman-cum-Managing Director  
Managing Director



PAN : AADCS8998P  
STATUS : Public Limited Company

Prev. Year : 2011-2012  
Asst. Year : 2012-2013

**STATEMENT OF COMPUTATION OF INCOME TAX**

<b><u>Income from Business / Profession</u></b>	<b><u>AMOUNT (Rs)</u></b>
Profit/(Loss) as per Profit & Loss Account	(26,843,968.41)
Add: EPF amount not paid within due date	20,258.00
Add: ESI amount not paid within due date	13,206.00
Add: Interest Charged to P & L A/C but has not paid	-
Add: Depreciation as per Companies Act, 1956	6,971,541.20
	<u>(19,838,963.21)</u>
Less: Depreciation allowed under income tax Act	1,170,397.82
Total Income	<u>(21,009,361.03)</u>
Less: Loss carried forward from previous year	(31,222,815.91)
Balance of loss to be carried forward	<u>(52,232,176.94)</u>

For Sun Granite Export Ltd.

*A. K. Mohanty*  
Managing Director

**DEPRECIATION SCHEDULE AS PER INCOME TAX ACT**

Particulars	Rate of Dep	W.D.V. as at 1.04.2011	Gross Block			Depreciation		Net Block W.D.V. as at 31.03.2012
			Addition	Deletion	Total Cost as at 31.3.2012	Depreciation during the year	Deletion	
Land & Land Development	0%	5,531,922.00	-	-	5,531,922.00	-	-	5,531,922.00
Building (Non-factory)	5%	3,886,559.63	-	-	3,886,559.63	194,327.98	-	3,692,231.65
Factory Building	10%	2,469,641.50	-	-	2,469,641.50	246,964.15	-	2,222,677.35
Imported Plant & Machinery	15%	3,055,002.36	-	-	3,055,002.36	458,250.35	-	2,596,752.01
Indigenous Plant & Machinery	15%	646,348.13	-	-	646,348.13	96,952.22	-	549,395.91
Electrical Installation	15%	340,175.19	-	-	340,175.19	51,026.28	-	289,148.91
Mining Assets	15%	476,025.10	-	-	476,025.10	71,403.77	-	404,621.34
Miscellaneous Assets	15%	35,115.77	-	-	35,115.77	5,267.37	-	29,848.40
Furniture & Fixtures	10%	309,977.66	-	-	309,977.66	30,997.77	-	278,979.89
Office Equipment	15%	101,330.90	-	-	101,330.90	15,199.64	-	86,131.27
Computer	60%	13.36	-	-	13.36	8.02	-	-
Ink Jet Printer	60%	0.04	-	-	0.04	0.02	-	-
Multimedia Kit	60%	0.25	-	-	0.25	0.15	-	-
Scanner	60%	0.19	-	-	0.19	0.11	-	-
<b>Total</b>		<b>16,852,112.08</b>	<b>-</b>	<b>-</b>	<b>16,852,112.08</b>	<b>1,170,397.82</b>	<b>-</b>	<b>15,681,708.73</b>



**Sun Granite Export Ltd.**

*-H. Sankar Das Director*

**SUN GRANITE EXPORT LIMITED**  
**AT-PANIORA, P.O-PALASPUR**  
**DIST. KHURDA-752054**  
ORISSA

DETAILS OF UNABSORBED DEPRECIATION AND BUSINESS LOSS

ASSESSMENT YEAR	PROFIT/LOSS AS PER IT ACT.	PROFIT/LOSS AS adjusted retrospectively after assessment Order received for the Ass. Year 2006-07 onwards	PROFIT/LOSS AS PER IT Assessment order.	UNABSORBED DEPRECIATION	UNABSORBED BUSINESS LOSS	CUMULATIVE UNABSORBED DEPRECIATION AND BUSINESS LOSS
	RS			RS	RS	RS
1997-1998	(20364632.00)			20364632.00	-	(20364632.00)
1998-1999	(32459800.00)			32459800.00	3312069.00	(52824432.00)
1999-2000	(10643740.00)			10643740.00	-	(63468172.00)
2000-2001	4435080.00			(4435080.00)	-	(59033092.00)
2001-2002	12502490.00			(12502490.00)	-	(46530602.00)
2002-2003	11579600.00			(11579600)	-	(34951002.00)
2003-2004	3739900.00			(3739900.00)	-	(31211102.00)
2004-2005	4655300.00			(4655300.00)	-	(26555802.00)
2005-2006	(27480.00)			27480.00	-	(26583282.00)
2006-2007	3935169.00			(3935169.00)	-	(26583282.00)
2006-2007		1311910.00	5247079.00			(21336203.00)
Revised based on A.O						
2007-2008	9187433.00			(9187433.00)	-	(13460680.00)
2008-2009	11738483.00			(11738483.00)	-	(1722197.00)
2009-2010	(3486268.66)			(1737302.10)	(1748966.56)	(5208465.66)
2010-2011	(10977661.08)			(1524764.49)	(9452896.59)	(16186126.74)
2011-2012	(21009361.03)			(1170397.82)	(19838963.21)	(37195487.77)
2012-2013	(21009361.03)			0.00	(21009361.03)	(58204848.79)

**SUN GRANITE EXPORT LIMITED**  
**AT-PANIORA, P.O-PALASPUR**  
**DIST. KHURDA-752054**  
**ORISSA**

**EPF PAYABLE(2011-12)**

MONTH	EMPLOYEES' CONTRIBUTION	EMPLOYERS' CONTRIBUTION	TOTAL
APRIL	894.00	894.00	1,788.00
MAY	772.00	772.00	1,544.00
JUNE	842.00	842.00	1,684.00
JULY	902.00	902.00	1,804.00
AUGUST	799.00	799.00	1,598.00
SEPT	771.00	771.00	1,542.00
OCT	826.00	826.00	1,652.00
NOV	757.00	757.00	1,514.00
DEC	769.00	769.00	1,538.00
JAN	939.00	939.00	1,878.00
FEB	945.00	945.00	1,890.00
MAR	913.00	913.00	1,826.00
<b>TOTAL</b>	<b>10,129.00</b>	<b>10,129.00</b>	<b>20,258.00</b>

**ESI PAID(2011-12)**

MONTH	EMPLOYEES' CONTRIBUTION	EMPLOYERS' CONTRIBUTION	TOTAL
APRIL	154.00	989.00	1,143.00
MAY	146.00	854.00	1,000.00
JUNE	154.00	934.00	1,088.00
JULY	172.00	996.00	1,168.00
AUGUST	156.00	885.00	1,041.00
SEPT	150.00	857.00	1,007.00
OCT	146.00	917.00	1,063.00
NOV	154.00	841.00	995.00
DEC	159.00	851.00	1,010.00
JAN	200.00	1,041.00	1,241.00
FEB	200.00	1,046.00	1,246.00
MAR	189.00	1,015.00	1,204.00
<b>TOTAL</b>	<b>1,980.00</b>	<b>11,226.00</b>	<b>13,206.00</b>



For Sun Granite Export Ltd.

*H. Kumar*  
**Managing Director**

Note	Particulars
<b>A</b>	<b>GENERAL INFORMATION</b>
	Sun Granite Export Limited is a public limited company incorporated under the provisions of the Companies Act, 1956. The Company is listed at Bombay Stock Exchange. The Company is engaged in the business of manufacturing of polished granite slabs and export & DTA sales to various national and international clients.
	<b>1 SIGNIFICANT ACCOUNTING POLICIES</b>
	<b>1.1 Basis of accounting and preparation of financial statements</b>
	The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006 (as amended) and the relevant provisions of the Companies Act, 1956. The financial statements have been prepared on accrual basis under the historical cost convention method. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.
	<b>1.2 Use of estimates</b>
	<p>The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable.</p> <p>Difference between the actual results and estimates are recognised in the period in which the results are known/ materialized.</p>
	<b>1.3 Inventories</b>
	Inventories are valued at the lower of cost and the net realisable value after providing for obsolescence and other losses, where considered necessary. Cost includes all charges in bringing the goods to the point of sale, including octroi and other levies, transit insurance and receiving charges. Work-in-progress and finished goods include appropriate proportion of overheads and, where applicable, excise duty.
	<b>1.4 Tangible Fixed Assets, Depreciation and amortisation</b>
	<p>i Fixed Assets are stated at cost less accumulated depreciation and impairment loss, if any.</p> <p>ii Depreciation has been provided on the written down method as per the rates prescribed in Schedule XIV to the Companies Act, 1956.</p>
	<b>1.5 Investments</b>
	<p>Long-term investments (excluding investment properties), are carried individually at cost less provision for diminution, other than temporary, in the value of such investments. Current investments are carried individually, at the lower of cost and fair value. Cost of investments include acquisition charges such as brokerage, fees and duties.</p> <p>Investment properties are carried individually at cost less accumulated depreciation and impairment, if any. Investment properties are capitalised and depreciated (where applicable) in accordance with the policy stated for Tangible Fixed Assets. Impairment of investment property is determined in accordance with the policy stated for Impairment of Assets.</p>



## Note 1 Significant accounting policies (contd.)

Note	Particulars
1.6	<p><b>Earnings per share</b></p> <p>Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) as adjusted for dividend, interest and other charges to expense or income relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations. Potential dilutive equity shares are deemed to be converted as at the beginning of the period, unless they have been issued at a later date. The dilutive potential equity shares are adjusted for the proceeds receivable had the shares been actually issued at fair value (i.e. average market value of the outstanding shares). Dilutive potential equity shares are determined independently for each period presented. The number of equity shares and potentially dilutive equity shares are adjusted for share splits / reverse share splits and bonus shares, as appropriate.</p>
1.7	<p><b>Taxes on income</b></p> <p>Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.</p> <p>Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax. Accordingly, MAT is recognised as an asset in the Balance Sheet when it is probable that future economic benefit associated with it will flow to the Company.</p> <p>Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantially enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets in respect of unabsorbed depreciation and carry forward of losses are recognised only if there is virtual certainty that there will be sufficient future taxable income available to realise such assets. Deferred tax assets are recognised for timing differences of other items only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realised. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each Balance Sheet date for their realisability.</p> <p>Current and deferred tax relating to items directly recognised in equity are recognised in equity and not in the Statement of Profit and Loss.</p>
1.8	<p><b>Provisions and contingencies</b></p> <p>A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate 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. Contingent liabilities are disclosed in the Notes.</p>



Note 1 Significant accounting policies (contd.)

Note	Particulars
1.9	<p><b>Revenue Recognition</b></p> <p><b>Interest:</b> Revenue is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.</p> <p><b>Dividends:</b> Revenue is recognised on actual receipt basis.</p> <p><b>Other Income:</b> The amounts receivable from various agencies are accounted on accrual basis to the extent it is possible to ascertain the income with reasonable accuracy.</p>



STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES AND  
NOTES ON ACCOUNTS

**A. SIGNIFICANT ACCOUNTING POLICIES**

**1. ACCOUNTING CONCEPTS:**

The accounts are prepared on historical cost convention, as a going concern, and are consistent with generally accepted accounting principles. The Company follows the mercantile system of accounting and recognizes income and expenditure on accrual basis.

**2. FIXED ASSETS:**

Fixed Assets are stated at cost less depreciation.

**3. DEPRICIATION:**

Depreciation on fixed has been provided on Straight Line Method at the rates & in the manner prescribed under Schedule XIV of the Companies Act. 1956. However no provision made against write off of mining Development Expenses.

**4. INVENTORIES:**

Inventories are valued on following basis.

<u>Items</u>	<u>Basis of valuation</u>
Stores & Spare parts	- At cost
Raw Material	- At cost
Work-in-progress	- At Estimated cost
Finished Goods	- At cost or market price Whichever is lower

**5. FOREIGN CURRENCY TRANSACTION :**

- i. Transaction denominated in foreign currencies is normally recorded at the exchange rate prevailing at the time of the transaction.
- ii. Any income or expenses on account of exchange difference either on settlement/ realization from overseas debtors or on translation of export debtor's balance at the year end at the rates prevailing on 31.03.2012 recognised in the Profit and Loss account.





## 6. REVENUE RECOGNITION

- i. Interest on Fixed deposits and insurance premium is recognized on accrual basis.
- ii. Insurance claims, CST Reimbursement, Sales commission and discount received is recognized on acceptance basis, Bonus & Gratuity is recognized on payment basis.

## 7. TAXATION:

No provision is being made for both current & deferred taxes as per AS-22, as there is carry forward loss as per income Tax act.

## 8. CONTIGENT LIABILITY:

Contingent Liability are not provided for, but are disclosed by way of notes on account.

## B. NOTES ON ACCOUNTS

### CONTINGENT LIABILITY

### CLAIMS AGAINST THE COMPANY NOT ACKNOWLEDGED AS DEBTS

1. CESCO Ltd, has raised bills towards electricity charges during the year 2005-2006 for Rs 55, 90,984.00. But the Company has accounted for Rs. 53,09,706.00 with reference to the interim order of the Honorable High Court of Orissa., vide order no: OJC 10494/96 dated: 27.09.96. However, the company is contingently liable for the differential amount of Rs. 2, 81,278.00 for 2005-06.
2. Entry Tax matters pending in appeal relating to the year 2000-2001 of Rs. 6,34,307.04  
Income Tax matters pending in appeal for 1995-1996 amounting to Rs. 7, 44,945.00
3. OTHER MONEY FOR WHICH THE COMPANY IS CONTIGENTLY LIABLE
  - i)The company has given counter guarantees to State Bank of India for providing bank guarantee on Company's behalf for Rs. 4.20 lacs in favor of Assistant Commissioner, Central Excise, Customs & Service Tax.
  - ii)Since the loan accounts of State Bank of India are classified as NPA by the said bank and the case is pending in DRT no provision was made for interest on said loan for the Current financial year. However, the company is contingently liable for the interest accrued on SBI secured loan amounting to Rs.96,74,903 calculated @12% p.a on 806.24 lacs.



1. Sales are exclusive of Excise Duty & Exclusive of Sales Tax.

2. SSI units to which company owes more than rupees one lakhs for more than 30 days. Small Scale and ancillary industrial undertakings to which amounts are due have been determine based on the information available with the company. However there was no amount overdue as on 31<sup>st</sup> March' 2012.

3. MINING DEVELOPMENT

During the year the Mining Division has not incurred any expenditure towards mining development.

4. DEFERED TAX

The company is having unabsorbed depreciation of Rs.34.60 lacs up to F.Y ending 2008-09 for set off as per Income Tax Act. And during F.Y 2008-09 Loss incurred was Rs. 16.48 lacs as per Income Tax Act. Hence no provision for deferred tax made during the year.

5. PRIOR PERIOD INCOME/EXPENSES

During the year Interest on Security deposit received/ adjusted against current year Power charges of CESU Rs 253065/- was relating to the year 2004-05,2005-06 & 2006-07.

6. INTEREST AND FINANCIAL CHARGES

Interest and Financial charges includes interest paid on Unsecured loan of Rs.26,49,832.69 arranged by the Directors on behalf of the Company.

7. AUDITOR REMUNERATION

	<u>Current Year</u>	<u>Previous Year</u>
Statutory Audit Fees	Rs. 40,000.00	Rs. 40,000.00
Tax Audit Fees	Rs.12,000.00	Rs.11,000.00
Audit Expenses	Rs 1,280.00	Rs 685.00

8. DIRECTORS REMUNERATION

	<u>Current Year</u>	<u>Previous Year</u>
Salary	6,00,000.00	6,00,000.00
Commission	Nil	Nil
Perquisites	Nil	Nil

9. None of the employees were in receipt remuneration or Rs. 1, 25,000/- per month or Rs.15, 00,000/- per annum.



10. Information pursuant to the provisions of paragraph 3 & 4 of part- II of Schedule – IV to the Companies Act, 1956

**(A) CAPACITY, PRODUCTION, SALES & STOCK**

**Polished Granite Slabs**

**Class of Goods**

Licensed Capacity:		100,000.00 sq.mtr
Installed Capacity:		120,000.00 sq.mtr
Actual Production:	2010-11	10,699.399 sq.mtr
	2011-12	7,265.450 sq.mtr

	<u>2011-12</u>		<u>2010-11</u>	
	Qty. (sq.mtr)	Value (Rs.in lacs)	Qty. (sq.mtr)	Value (Rs.in lacs)
1. Opening Stock	1,931.879	23.91	4,791.626	99.92
2. Closing Stock	1,254.698	18.56	1,931.879	23.91
3. Sales	7942.631	50.63	12,631.269	163.09

**(B) Raw Materials Consumed: (100% Indigenous)**

(Rs. in Lacks)

Year	Qty. (CBM)	Value
2010-11	521.27	43.08
2011-12	318.54	23.14

**C. (I) Consumables/Spares Consumed :**

(Rs. in Lacs)

	<u>2011-12</u>		<u>2010-11</u>	
	Qty.	Value	Qty.	Value
Steel Grits (KG)	15250	7.25	13500	6.21
Blades (Pcs)	325	4.45	240	2.23
Abrasives (Pcs)	4565	2.10	6500	1.56
Others	-	1.58	-	1.20

As none of the other items exceed 10% of cost of Row Material/Consumables Consumed, the Quantitative details have not been proved.



(ii) Value of imported and indigenous Raw Materials and spares consumed.

	<u>2011-12</u>	%	<u>2010-11</u>	%
	Value (Rs. in lacs)		Value (Rs. in lacs)	
Raw Materials (Indigenous)	23.14	60.07	43.08	79.37
Imported Consumables	11.70	30.37	8.44	15.60
Indigenous Consumables Spares	3.68	9.56	2.76	05.03
	<b>38.52</b>	<b>100</b>	<b>54.28</b>	<b>100</b>

(D) CIF Value of Imports

	(Rs. In Lacs) <u>2011-12</u>	(Rs. In Lacs) <u>2010-11</u>
	11.70	8.44

(E) Expenditure in Foreign Currency on Payment basis

	(Rs. In Lacs) <u>2011-12</u>	(Rs. In Lacs) <u>2010-11</u>
Traveling	Nil	Nil
Sales Commission	Nil	0.42

Previous years figures have been re-arranged/re-grouped wherever considered necessary.  
As per attached report of even date.

For & on behalf of the Board  
For Sun Granite Export Ltd.

*H. K. Mohanty*  
Chairman cum Managing Director  
Hitendra K. Mohanty  
Chairman cum Managing Director

For Samantray & Co.  
Chartered Accountants

*C.S. Samantray*

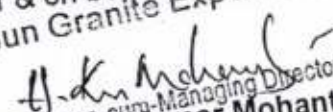
C.S. Samantray  
Chartered Accountants  
M. No - 051265  
Place: Bhubaneswar  
Date: 29.09.2012



**BALANCE SHEET ABSTRACT & COMPANY'S GENERAL BUSINESS PROFILE  
AS AT & FOR THE PERIOD ENDED 31<sup>ST</sup> MARCH, 2012**

i.	Registration details :		02834 of 1991-92	State Code	15
	Registration No.		31.03.2012		
	Balance Sheet Date				
ii.	Capital raised during the year (Amount in thousands)				
	<u>Public Issue</u>	<u>Rights Issue</u>	<u>Bonus Issue</u>	<u>Private Placement</u>	
	Nil	Nil	Nil	Nil	
iii.	Position of Mobilisation and Deployment of Funds (Amount in thousands)				
	<u>Total Liabilities</u>		<u>Total Assets</u>		
	212.390		212.390		
	<b>Sources of Funds</b>				
	Paid-up capital	Reserves and surplus	Secured Loans	Unsecured Loans	
	10678	16061	80624	8919	
	<b>Application of Funds</b>				
	Net Fixed Investments	Net Current Asset	Misc Expenditure	Accumulated Losses	
	43342	81723	17830	Nil	
iv.	<b>Performance of Company</b> (Amount in Rs. Thousands)				
	Turnover	Total Expenditure	Profit/ (Loss) Before tax	Profit/ (Loss) After tax	
	50.63	27930	(26844)	(26844)	
	Earning per Share (in Rs.)				
	Nil				
v.	Generic Names of Three Principal Products/ services of Company				
	Dividend rate (%)				
	Nil				
	Item Code No. (ITC Code)	680223			
	Product Description				

**POLISHED GRANITE SLABS**

For & on behalf of the Board  
For Sun Granite Export Ltd.  
  
Ritendra Kumar Mohanty  
Chairman cum Managing Director

Place: Bhubaneswar  
Date: 29.09.2012