

DYANMIC MICROSTEPPERS LIMITED

**26TH ANNUAL REPORT
2010-11**

DYNAMIC MICROSTEPPERS LIMITED

TWENTY SIXTH ANNUAL REPORT 2010-11

AUDITORS:	J.H. GHUMARA & CO. 14-B, JESICA, NATAKWALA LANE, S.V. ROAD, BORIVALI(W), MUMBAI- 400 092
BANKERS:	CENTRAL BANK OF INDIA ANDHERI, MUMBAI.
SHARE REGISTRARS:	LINK INTINE INDIA PRIVATE LIMITED C-13, PANNALAL SILK MILLS COMPOUND, L.B.S. MARG, BHANDUP(WEST), MUMBAI-400 07B
REGISTERED OFFICE:	105, FLYOVER APARTMENT, TELI GALI, ANDHERI (EAST), MUMBAI- 400 069 INDIA
WORKS:	S.P. Ind. Estate, Khadda Jin, Dhulia- 424004 W-6 (A), M.I.D.C. Awadhan, Dhulia- 424311 Plot No. 24, Piparia Ind. Estate, Phase II, Piparia. Silvassa- 396230 U.T. od Dadra & Nagar Haveli

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DYANMIC MICROSTEPPERS LIMITED

NOTICE

Notice is hereby given that the Annual General Meeting of the Members of **DYNAMIC MICROSTEPPERS LIMITED** will be held on Monday, 30th September 2011 at 11.00 A.M. at 105, Flyover Apartment, Telli Gali, Andheri (East), Mumbai - 400 069 to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the audited Statement of Accounts for the year ended 31st March 2010 and Balance Sheet as on that date along with the Reports of Directors and Auditors thereon.
2. To appoint Director in place of Mr. Ashwin Shah who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint Director in place of Mr. Harshad Shah who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint M/s. J. H. Ghumara & Co., Chartered Accountants the retiring Auditors as Auditors of the Company to hold office from the conclusion of this meeting until the conclusion of next Annual General Meeting of the Company and to fix their remuneration.

SPECIAL BUSINESS

5. To consider and if thought fit, to pass, with or without modification(s), the following resolution as an Ordinary Resolution:

"RESOLVED THAT Mr. John Jacob Puthussari who was appointed as an Additional Director of the Company w.e.f. 8th April, 2011 pursuant to the provisions of Section 260 of the Companies Act, 1956, to hold office upto the date of the ensuing Annual General Meeting and in respect of whom the Company has received a notice in writing under Section 257 of the Companies Act, 1956, from a shareholder proposing the candidature of Mr. John Jacob Puthussari for office of Director, be and is hereby appointed as a Director of the Company, liable to retire by rotation."

6. To consider and if thought fit, to pass, with or without modification(s), the following resolution as an Ordinary Resolution:

"RESOLVED THAT Ms. Kairavi Naik who was appointed as an Additional Director of the Company w.e.f. 8th April, 2011 pursuant to the provisions of Section 260 of the Companies Act, 1956 to hold office upto the date of the ensuing Annual General Meeting and in respect of whom the Company has received a notice in writing under Section 257 of the Companies Act, 1956, from a shareholder proposing the candidature of Ms. Kairavi Naik for office of Director, be and is hereby appointed as a Director of the Company, liable to retire by rotation."

7. To consider and if thought fit, to pass, with or without modification(s), the following resolution as an Ordinary Resolution:

"RESOLVED THAT Mr. Vrushabh Patil who was appointed as an Additional Director of the Company on w.e.f. 8th April, 2011 pursuant to the provisions of Section 260 of the Companies Act, 1956 to hold office upto the date of the ensuing Annual General Meeting and in respect of whom the Company has received a notice in writing under Section 257 of the Companies Act, 1956, from a shareholder proposing the candidature of Mr. Vrushabh Patil for office of Director, be and is hereby appointed as a Director of the Company, liable to retire by rotation."

8. To consider and if thought fit, to pass, with or without modification(s), the following resolution as an Ordinary Resolution:

"RESOLVED THAT Mr. Vishal Talpade who was appointed as an Additional Director of the Company on w.e.f. 8th April, 2011 pursuant to the provisions of Section 260 of the Companies Act, 1956 to hold office upto the date of the ensuing Annual General Meeting and in respect of whom the Company has received a notice in writing under Section 257 of the Companies Act, 1956, from a shareholder proposing the candidature of Mr. Vrushabh Patil for office of Director, be and is hereby appointed as a Director of the Company, liable to retire by rotation."

By order of the Board
For Dynamic Microsteppers Limited



HARSHAD SHAH
CHAIRMAN

Place: Mumbai
Dated: 29th August 2011
Registered Office:
105, Flyover Apartment
Telli Galli

Andheri (East)

Mumbai – 400 069

NOTES:

1. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND ON A POLL, TO VOTE INSTEAD OF HIMSELF. SUCH A PROXY NEED NOT BE A MEMBER OF THE COMPANY.**
2. Any instrument appointing a proxy or proxies should be deposited at the Registered Office of the Company not less than 48 hours before the commencement of the meeting.
3. The Register of Members and Share Transfer Books of the Company will be closed from 27th September 2011 to 30th September 2011 (both days inclusive).
4. Shareholders desiring any information relating to the accounts are requested to write to the Company at least seven days prior to the date of ensuing Annual General Meeting or at an early date so as to enable the management to keep the information ready.
5. Members are requested to notify immediately about any change in their address/bank mandate to their respective Depository Participant (DP) in respect of their electronic share accounts and to the Company's Registrar & Share Transfer Agent at Link Intime Private Limited in respect of their physical share folios.
6. Members/proxies are requested to bring their copy of Annual Report to the Meeting.
7. Members/proxies are requested to bring the Attendance Slip sent herewith duly filled for attending the Meeting.

DYANMIC MICROSTEPPERS LIMITED

EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT, 1956:

ITEM NO. 5, 6, 7 and 8

Mr. John Jacob Puthussari, Ms. Kairavi Naik, Mr. Vrushabh Patil and Mr. Vishal Talpade were appointed as an Additional Directors of the Company with effect from 8th April, 2011, by the Board of Directors of the Company. Pursuant to the provision of Section 260, the term of office of the said Additional Directors expire at the ensuing Annual General Meeting of the Company.

The Company has received notices from members under Section 257 of the Companies Act, 1956 along with necessary deposit from the said members proposing the candidature of Mr. John Jacob Puthussari, Ms. Kairavi Naik, Mr. Vrushabh Patil and Mr. Vishal Talpade for their respective office of Directors of the Company.

The Board recommends this resolution for your approval.

Except Mr. John Jacob Puthussari, Ms. Kairavi Naik, Mr. Vrushabh Patil and Mr. Vishal Talpade none of the Directors of the Company is interested in the resolution.

A brief profile of the Director to be appointed is as follows:

Name	Mr. Ashwin S. Shah	Mr. Harshad S. Shah	Mr. Puthusseri Jacob John	Ms. Kairavi Naik	Mr. Vishal Talpade	Mr. Vrushabh Patil
Age	49 years	50 years	68 years	23 years	23 years	25 years
Qualification	B.Sc	D.C. E.	B.E. (Civil Engineering)	B. Com	B. Com	Architect
Nature of Expertise	Construction field	Overall management in Construction field	Construction field	Financial Management	Marketing	Construction field
Experience	24 years	25 years	42 years	2 years	2 years	2 years
Names of other Companies in which holds directorship*	Nil	--	Nil	Nil	Nil	Nil
Shareholding in Dynamic Microsteppers Limited	61950 Equity Shares	12100 Equity Shares	Nil	Nil	Nil	Nil

* Directorship in Private and Foreign Companies, if any, are excluded.

DYANMIC MICROSTEPPERS LIMITED

DIRECTORS' REPORT

To
The Members,

The Directors present their Annual Report on the business operations of the Company along with the Statement of Audited Accounts for the year ended 31st March 2011.

Financial Results:

The results for the Financial Year ended 31st March 2011 are as under:

Particulars	Financial Year Ended 31 st March 2011 Amount	Financial Year Ended 31 st March 2010 Amount
Total Income	Nil	Nil
Loss before Tax	6,58,401	5000
Less: Provision for Tax	0	0
Loss after Tax	6,58,401	5000
Add: Balance of Profit brought forward from previous year	6,08,29,517	6,08,24,517
Balance carried forward to Balance Sheet	6,14,88,972	6,08,29,517

Year under Review:

During the year under review, your Company has not carried out any activities.

Presently, your directors are taking effective steps to consider other options to recommence activities of the Company. Your directors are considering various options for adoption of and to revamp the operations with activities wherein the promoters have core competency.

Dividend:

In view of losses, your Directors do not recommended dividend for the year under review.

Directors:

In accordance with the provisions of the Companies Act, 1956 and the Articles of Association of the Company, Mr. Harshad Shah and Mr. Ashwin Shah Directors of the Company, shall retire by rotation at the forthcoming Annual General Meeting and is eligible for re-appointment. The Board of Directors recommends his re-appointment.

Regularisation of Directors:

Mr. John Jacob Puthussari, Ms. Kairavi Naik, Mr. Vrushabh Patil and Mr. Vishal Talpade were appointed as an Additional Director by the Board at its meeting held on 8th April, 2011. In terms of the Section 260 of the Companies Act, 1956, they hold office upto the date of ensuing Annual General Meeting. The Company has received requisite notices in writing from members under Section 257 of the Companies Act, 1956 proposing their candidature as Directors of the Company liable to retire by rotation. The Board of Directors recommends their appointment.

Public Deposits:

The Company has not accepted any deposit pursuant to provisions of Section 58A of the Companies Act, 1956 read with the Companies (Acceptance of Deposits) Rules, 1975.

Directors' Responsibility Statement:

Pursuant to Section 217(2AA) of the Companies Act, 1956, your Directors confirm the following:

- In the preparation of the annual accounts, the applicable standards have been followed.
- Your Directors 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 of the loss of the Company for that year.
- Your Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- Your Directors have prepared the attached Statement of Accounts for the year ended March 31, 2011 on a going concern basis.

Secretarial Compliance Certificate:

Secretarial Compliance Certificate as required under section 383A(1) of the Companies Act, 1956, as amended by Companies (Amendment) Act, 2000 issued by M/s. Rathi & Associates., Company Secretaries is attached herewith.

Auditors:

M/s. J. M. Ghumara & Co., Chartered Accountants, the Statutory Auditors of the Company, retire at the ensuing Annual General Meeting and are eligible for re-appointment. The retiring Auditors have furnished a certificate of their eligibility for re-appointment under Section 224 (1B) of the Companies Act, 1956 and have indicated their willingness to continue in the said office. Members are requested to appoint auditors for the current year and to authorize the Board to fix their remuneration.

Auditors' Report:

The observations made by the Auditors in their Report read with the relevant notes as given in the Notes to Accounts, are self explanatory and therefore do not call for any further comments under Section 217(3) of the Companies Act, 1956.

Corporate Governance:

A Report on Corporate Governance and Management Discussion & Analysis Report pursuant to Clause 49 of the Listing Agreement are annexed hereto and form part of this report.

Particulars of Conservation of Energy, Technology Absorption, Adaptation and Innovation and Foreign Exchange Earnings and outgo:

Information relating to the Conservation of Energy, Technology Absorption, Adaptation and Innovation pursuant to Section 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 is not required to be furnished as the Company has not carried out any operations during the year under review.

There was no Foreign Exchange Earnings and Outgo during the year under review.

Particulars of Employees:

During the year under review, the Company had no employees hence, no particulars of employees under Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 as amended are required to be furnished.

By order of the Board
For Dynamic Microsteppers Limited



Harshad Shah
Chairman

Place: Mumbai

Dated: 29th August 2011

ANNEXURE TO DIRECTORS REPORT

CORPORATE GOVERNANCE REPORT

(A) Company's Philosophy on Code of Corporate Governance

The Company believes that high standards of accountability and audit, timely disclosure and reporting in all areas of operations contribute towards developing and sustaining best operating systems and procedures. These standards define your Company's Corporate Governance philosophy of trusteeship, transparency, empowerment, accountability and integrity. The Company will continue to remain focused on good corporate governance practices for achieving growth, long term value creation and maximizing value for all its stakeholders.

(B) Board of Directors

(i) Board Composition

The composition of the Board is in accordance with the requirements of the Corporate Governance Code of the Listing Agreement with the Stock Exchange. As on the date of this Report, the Board of Directors of the Company consists of all Non-Executive Directors. Currently, the majority of members of the Board of Directors comprises of Non-Executive Independent Directors, having considerable experience in diverse fields. The Board has Eight (8) Directors of which Three (3) represent Non-executive Promoter Directors, One (1) Non-executive Director and Four (4) are independent Non-Executive Directors. The Chairman of the Board is Non Executive Director.

The day-to-day management of the Company is supervised by the Board of Directors.

The constitution of the Board as on 31st March, 2011 was as under:

Name of the Director	Category	Details of other		
		Directorship	Committee membership	Committee Chairmanship
Mr. Harshad Shah	Director Non Executive	-	-	-
Mr. Ashwin Shah	Director Non Executive	-	-	-
Mr. Lalit Shah	Director Non Executive	1	-	-
Mr. Kantilal Shah	Director Non Executive	-	-	-

(ii) Board Meetings and Attendance of Directors

During the year ended 31st March, 2011 the Board of Directors held 6 (Six) meetings i.e. on 7th May 2010, 21st July 2010, 26th August 2010, 19th October 2010, 21st January 2011 and 25th March 2011.

Table hereunder gives the attendance record of the Directors at the Board Meetings held during 2010-11 and the last AGM:

Name of the Director	Number of Board Meetings held	No. of Board Meetings attended	Whether attended last AGM
Mr. Harshad Shah	6	6	Yes
Mr. Ashwin Shah	6	6	Yes
Mr. Lalit Shah	6	6	Yes
Mr. Kantilal Shah	6	2	No

The Company has not paid any remuneration including sitting fees to any directors.

(C) Board Committees

Currently, the Board has three Committees - the Audit Committee, the Shareholders' /Investors' Grievance Committee and the Remuneration Committee. As on date, the Audit Committee comprises of three members consist of Non-Executive Directors. The Shareholders/Investors Grievance Committee comprises of two Members. The respective Chairman of the said Committees is Non-Executive Director. The Remuneration Committee comprises of three Non-Executive Directors.

The Board is responsible for the constitution, co-opting and fixing the terms of reference for the said Committees.

Audit Committee

Terms of Reference

(a) Primary objectives of the Audit Committee

The Audit Committee acts as a link between the Statutory Auditors and the Board of Directors. It addresses itself to matters pertaining to adequacy of internal controls, reliability of financial statements and other management information and adequacy of provisions for liabilities. The primary objective of the Audit Committee (the "Committee") is to monitor and provide effective supervision of the management's financial reporting process with a view to ensure accurate, timely and proper disclosures and the transparency, integrity and quality of financial reporting.

The Committee oversees the work carried out in the financial reporting process by the management, including the independent auditors and notes the process and safeguards employed by each.

(b) Scope of the Audit Committee

- (i) Provide an open avenue of communication between the independent auditors and the Board of Directors ("BoD").
- (ii) Recommending the appointment and removal of statutory auditors, fixation of audit fees and also to approve the payment for other services.
- (iii) Meet four times a year or more frequently as circumstances require. The Audit Committee may ask members of management or others to attend meetings and provide pertinent information as necessary.
- (iv) Confirm and assure the independence of the external auditors.
- (v) Review with independent auditors the co-ordination of audit efforts to assure completeness of coverage, reduction of redundant efforts and the effective use of all audit resources.
- (vi) Consider and review with the independent auditors the adequacy of internal controls including the computerised information system controls and security.
- (vii) Reviewing with the management, the quarterly financial statements before submission to the Board for approval.
- (viii) Reviewing with the management the annual financial statements before submission to the Board, focusing primarily on:
 - (a) Any changes in the accounting policies and practices;
 - (b) The going concern assumption;
 - (c) Compliance with accounting standards;
 - (d) Compliance with stock exchange and legal requirements concerning financial statements;
 - (e) Significant adjustment arising out of audit;

(ix) Consider and review with the management and the independent auditors:

- (a) Significant findings during the year, including the status of previous audit recommendations;
- (b) Any difficulties encountered in the course of audit work including any restrictions on the scope of activities or access to required information.

(x) Review of the following information:

- (a) Management discussion and analysis of financial conditions and results of operations;
- (b) Statement of significant related party transactions submitted by the management;
- (c) Management Letters/Letters of Internal Control Weaknesses issued by the Statutory Auditors.

(c) Composition

The Audit Committee is duly constituted. The statutory auditors are invited to the Audit Committee Meetings whenever required.

As on 31st March 2011, the Audit Committee comprises of three Non Executive Directors viz. Mr. Harshad Shah, Chairman, Mr. Ashwin Shah and Mr. Lalit Shah Members.

As on the date of this Report the Audit Committee comprises of Four Directors of which Three Directors are Non Executive Independent Directors and One represent Promoter Group. All the members of the Committee are financially literate.

(d) **Audit Committee Meetings and Attendance during the financial year ended 31st March, 2011**
During the financial year ended 31st March, 2011, Five Audit Committee Meetings were held i.e. on 7th May 2010, 21st July 2010, 26th August 2010, 19th October 2010 and 21st January 2011. The table hereunder gives the attendance record of the Audit Committee members.

Name of the Audit Committee Members	No. of Audit Committee Meetings held	No. of Audit Committee Meetings attended
Mr. Harshad Shah	5	5
Mr. Ashwin Shah	5	5
Mr. Lalit Shah	5	5

The Committee has recommended to the Board the appointment of M/s. J. H. Ghumara & Co., Chartered Accountants, as the statutory auditors of the Company for the Financial Year 31st March, 2012.

Remuneration Committee

The broad terms of reference of the Remuneration Committee is to ensure that the remuneration practices of the Company in respect of the Senior Executive, including the Executive Directors are competitive keeping in view prevailing compensation packages in the Industry so as to recruit and retain suitable individual(s) in such capacity.

As on 31st March 2011, the Committee comprise of the following members:

1. Mr. Ashwin Shah, Chairman
2. Mr. Lalit Shah, Member
3. Mr. Harshad Shah, Member

As on the date of this Report the Remuneration Committee comprises of Three Non Executive Independent Directors.

The Remuneration Committee did not have any meeting during the Financial Year 2010-11.

Shareholders' / Investors' Grievances Committee

Shareholders / Investors Grievances Committee comprises of two members viz. Mr. Ashwin Shah and Mr. Harshad Shah. Among other functions, the Committee looks into redressal of shareholders' complaints regarding non receipt of balance sheets and transfer of shares as per Clause 49 of the Listing Agreement.

During the year 4 meetings of the Committees were held.

During the year under review, there was no transfer of Equity Shares held in physical form. The Company did not receive any complaints from the shareholders. There were no pending complaints from the shareholders as on 31.03.2011.

Delivery of equity shares of the Company by all investors / shareholders is now mandatory in the dematerialized form in all Stock Exchanges

(D) General Body Meetings:

Details of last three Annual General Meetings are given hereunder:

Year	Date	Venue	Time
2008	26/09/2008	105, Flyover Apartment, Teli Gali, Andheri (East) Mumbai - 400 069	10.00 a.m.
2009	28/09/2009	105, Flyover Apartment, Teli Gali, Andheri (East) Mumbai - 400 069	10.00 a.m.
2010	26/08/2010	105, Flyover Apartment, Teli Gali, Andheri (East) Mumbai - 400 069	10.00 a.m.

Special Resolution:

No Special resolutions were passed in last three Annual General Meetings.

Details of last Extra - Ordinary General Meetings are given hereunder:

During the period of last three years no extra ordinary general meeting was held.

Postal ballots:

No Special Resolution was passed through Postal Ballot during the year.

(E) Disclosures:

(i) Related Party Transactions:

There are no transactions of material nature with Directors/Promoters or any related entity, which will have any potential conflict with the interests of the Company at large.

(ii) Compliances by the Company:

The Company is in the process of complying with the Clauses of the Listing Agreement. The Company may be penalized for non compliances of the Listing Agreement. However, there have been no strictures be imposed by the Stock Exchange, SEBI or any other statutory authority on any matter related to capital markets, during the last three years/period, except for the non-submission of various information, intimations etc. under the Listing Agreement for which the Company has paid the necessary fees as levied by the Bombay Stock Exchange Limited.

(iii) Whistle Blower Policy and Access of personnel to the Audit Committee:

The Company has not established the non-mandatory requirement of Whistle Blower Policy. However, the Company's personnel have access to the Chairman of the Audit Committee in cases such as concerns about unethical behavior, frauds and other grievances. No employee of the

Company has been denied access to the Audit Committee.

(iv) Compliance with the Mandatory requirements and implementation of the Non-mandatory requirements:

The Company has complied with the mandatory requirements of the Corporate Governance Clause of Listing Agreement. The Company has not implemented the non-mandatory requirements enlisted by way of annexure to Clause 49 of the listing agreement except the constitution of Remuneration Committee.

(F) Means of Communication:

- (i) The quarterly results as well as the proceedings of the Annual General Meeting are submitted to the Bombay Stock Exchange Limited.
- (ii) No presentations were made to the institutional investors or to analysts during the year under review.
- (iii) The Management Discussion and Analysis Report forms part of this Annual Report.

(G) Certificate on Corporate Governance:

As required by Clause 49 of the Listing Agreement, a Certificate issued by M/s. Rathi & Associates, Practicing Company Secretaries, regarding compliance of conditions for Corporate Governance is given as an annexure to the Directors' Report.

(H) CEO Certification:

As required by Clause 49 of the Listing Agreement, the CEO i.e. the Chairman and Managing Director's certification is annexed to this Annual Report.

(I) GENERAL INFORMATION:

(i)	General Shareholders' Information	
	Annual General Meeting	
	Date	30 th September 2011
	Time	10.00 a.m.
(ii)	Financial Calendar (tentative and subject to change)	
	For the quarter ended 30 th June 2011	By 14 th August 2011
	For the quarter ended 30 th September 2011	By 14 th November 2011
	For the quarter ended 31 st December 2011	By 14 th February 2012
	For the quarter ended 31 st March 2011	By 30 th May 2012
	AGM for the Financial year ended 31 st March 2011	By 30 th September 2012
(iii)	Shares are listed at	<p>The shares of the Company are listed on:</p> <ol style="list-style-type: none"> 1. Bombay Stock Exchange 2. Cochin Stock Exchange 3. Kolkata Stock Exchange 4. Ahmedabad Stock Exchange <p>However due to non compliance of the Listing Agreement the said shares are under suspension.</p> <p>The Company proposes to delist its shares from other Regional Stock Exchanges viz. Cochin Stock Exchange, Kolkata Stock Exchange and Ahmedabad</p>

		Stock Exchange after complying with the conditions of delisting guidelines.
(iv)	Code no.	BSE:531330
(v)	Listing Fees	The Company is in process of making payment of annual listing fees.
(vi)	Disclosures regarding re-appointment of Directors	<p>Pursuant to the provisions of Sections 255 & 256 of the Companies Act, 1956, Mr. Ashwin Shah and Mr. Harshad Shah shall retire by rotation at the forthcoming Annual General Meeting. The Board has recommended the respective to the shareholders.</p> <p>The detailed resume of directors to be appointed/re-appointed is provided in the notice of the Annual General Meeting.</p>
(vii)	Stock Market price data	Trading of the Company's shares is suspended due to pending listing compliances.
(viii)	Registrar & Share Transfer Agent	The Company is in process of revive the agreement with Link Intime India Private Limited
(ix)	Share Transfer System	<p>Shares sent for physical transfer are generally registered and returned within a period of 30 days from the date of receipt, if the documents are proper in all respects. The Shareholders/Investors Grievance Committee meets as often as required.</p> <p>As per the revised Clause 49 of the Listing Agreement and to expedite the process of share transfers, the Board has delegated the powers of share transfers and related matters to Mr. Ashwin Shah, and Mr. Harshad Shah who shall attend to share transfer formalities at least once in a fortnight.</p>

(x)	Category of shareholders	
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No. of Equity Shares	Shares	
	Number	% of shareholders
Promoter Holding		
Indian Promoters	949,400	27.53%
Foreign Promoters	--	--
Total	949,400	27.53%
Non Promoter Holding		
FII	--	--
DII	15,000	0.43%
Other Non-institutional Investors	24,84,400	72.04%
Custodians	--	--

(xi)	Dematerialization of Share Certificates	The Company has not obtained connectivity with any of the registration Depositories due to non compliances of norms stipulated for obtaining connectivity.
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(xii)	Outstanding GDRs / ADRs / Warrants or any Convertible Instruments, conversion date and likely impact on equity	There are no outstanding GDRs / ADRs / Warrants or any convertible instruments.
(xiii)	Address for Correspondence	Dynamic Microsteppers Limited 105, Flyover Apartment, Teli Gali, Andheri (East) Mumbai 400 069

Place: Mumbai
Dated: 29th August, 2011

sd/-
Ashwin Shah

Code of Conduct Declaration

Pursuant to Clause 49 1 (D) of the Listing Agreement entered into with the Stock Exchange, I hereby declare that all the Board members and senior management personnel of the Company have affirmed compliances with the Code of Conduct for the year ended 31st March, 2011.

Place: Mumbai
Dated: 29th August, 2011

sd/-
Ashwin Shah

Certificate on Corporate Governance

To
The Members of
Dynamic Microsteppers Limited

We have examined the compliance of conditions of Corporate Governance by Dynamic Microsteppers Limited ("the Company") for the year ended 31st March, 2011, as stipulated in Clause 49 of the Listing Agreement of the said Company with the Stock Exchanges.

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

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has not adequately complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement.

As per the records of the Company, there were no investor grievances remaining unattended for a period exceeding one month against 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.

For and on behalf of
Rathi & Associates
Company Secretaries

Jayesh Shah
Partner
Place: Mumbai
Dated: 29th August, 2011

MANAGEMENT DISCUSSION AND ANALYSIS

INDUSTRY STRUCTURE AND DEVELOPMENTS

The Company's main activities fall within the infrastructure industry. The Industry gets projects mainly from government tenders at state and centre level, private bodies and civic bodies. The all the bodies have their stipulated norms / criteria for awarding the work contract.

The economic conditions of the Country, government infrastructure program, outlay of the government for the infrastructure etc. have direct impact on the Company's operations. The Industry has bounced back and is on the track of slow but gradual improvement.

OPPORTUNITIES AND THREATS

The improvement in global economy and liquidity situation coupled with the stimulus packages offered by the Indian and various Governments provides an opportunity for growth for infrastructure sector. With increase in cost of inputs and overall inflation has vital impact on the Sector and likely spill over the effect in the current financial year.

SEGMENT-WISE OR PRODUCT-WISE PERFORMANCE

The Company operates in One Segment.

OUTLOOK

The Company is in the process of reviving its operations by commencement of business within the available means. Presently net worth of the Company has been eroded fully hence the prime object to bring back the Company out of the negative zone by infusing funds and bringing business to enable to sustain in the tough competitive market conditions.

RISKS AND CONCERNS

As the Company is revamping its entire operations and business, it is in the process of forming risk management framework in place. The proposed process will ensure implementation of control measures and arriving at desired measures considering the risk appetite of the Company.

DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE

The Company has not carried out any operations during the financial year 2010-11. However, major steps have been towards generating business in near future. The Company is expected to be out of negative results in couple of years' time.

CAUTIONARY STATEMENT

Some of the statements in this Management Discussion and Analysis describing Company's objectives, projections, estimates and expectation may be forward looking statement within the meaning of applicable laws and regulations. Actual result might differ substantially or materially from those expressed or implied.

J.H.GHUMARA & CO

Chartered Accountants

14-B, Jesica, Natakwala lane, S V Road, Borivali (W) - Mumbai - 400 092.

AUDITORS' REPORT

1. We have audited the attached Balance Sheet of Dynamic Microsteppers Limited as at March 31, 2011 and the Profit and Loss Account for the year ended on that date. 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 have conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by Management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditors' Report) Order, 2003 issued by the Central Government of India in terms of Section 227 (4A) of the Companies Act, 1956 of India (the Act) and on the basis of such checks as we considered appropriate and according to the information and explanations given to us, we set out in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. Further to our comments in the Annexure referred to in paragraph 3 above, we report that:
 - (a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - (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, Profit and Loss Account dealt with by this report are in agreement with the books of account;

J.H.GHUMARA & CO

Chartered Accountants

14-B, Jesica, Natakwala lane, S V.Road, Borivali (W), Mumbai - 400 092

(d) In our opinion, the Balance Sheet and Profit and Loss Account dealt with by this report comply with the accounting standards issued by The Institute Of Chartered Accountants of India referred to in Section 211(3C) of the Companies Act, 1956:s

(e) On the basis of written representations received from the directors as on March 31, 2011 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on March 31, 2011 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Act:

(f) In our opinion and to the best of our information and according to the explanations given to us, the said Accounts read with and subject to:

(i) *Note no 4 regarding non compliance of statutory requirements of various authorities,*

together with the notes thereon and attached thereto give in the prescribed manner the information required by the Act 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 March 31, 2011;

(ii) in the case of the Profit and Loss Account, of the Loss for the year ended on that date; and

FOR J.H.GHUMARA & CO.
Chartered Accountants



(G.H.GHUMARA)
Proprietor

Place: Mumbai.

Date: 29TH AUGUST 2011

J.H.GHUMARA & CO

Chartered Accountants

14-B, Jesica, Natakwala lane S.V.Road. Borivali (W), Mumbai 400 092

9. (a) According to the information and explanations given to us and according to the books and records as produced and examined by us, in our opinion, as there were no employees with the company and no business activity, the provisions of statutory dues in respect of provident fund, investor education and protection fund, employees' state insurance, income-tax, sales-tax, wealth tax, customs duty, excise duty, cess and other material statutory dues were not applicable to the company.
- (b) As at March 31, 2011, in absence of information available with the company it is not possible to comment about outstanding disputed dues on account of sales-tax, income-tax, custom duty, wealth tax, excise duty and cess matters.
10. As per the information provided to us, there is accumulated losses as at March 31, 2011 of Rs. 614.89 Lakhs and it had incurred cash losses of Rs. 6.59 Lakhs during the financial year ended on that date.
11. Based on our audit procedures and on the information and explanations given by the management, in our opinion, as on 31st March 2011 there were no secured loans.
12. As per the information and explanations provided to us, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
13. In our opinion, considering the nature of activities carried on by the Company during the year, the provisions of any special statute applicable to chit fund / nidhi / mutual benefit fund societies are not applicable to the Company.
14. In our opinion and according to the information and explanations given to us, the Company have proper records and have been maintained the contract and other records of shares and securities transactions, and have made timely entries of transactions.
15. The Company has not given any guarantees for loans taken by others from banks or financial institutions, the terms and conditions, whereof, in our opinion, are prima facie prejudicial to the interest of the Company.
16. In our opinion and according to the information and explanations given to us and on an overall examination, there were no term loans outstanding as at year end.

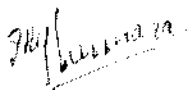
J.H.GHUMARA & CO

Chartered Accountants

14-B, Jesica, Natakwala lane, S.V.Road, Borivali (W), Mumbai - 400 092.

17. Based on the information and explanations given to us and on an overall examination of the balance sheet of the Company, in our opinion, there are no funds raised on a short term basis, which have been used for long term investment, and vice versa.
18. The Company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under Section 301 of the Companies Act, 1956 during the year.
19. The Company has not issued any debentures, so question of creating any securities related to debentures does not arise.
20. The Company has not raised any money by public issue during the year.
21. During the course of our examination of the books of account carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the Company, noticed or reported during the year, nor have we been informed of such case by the management.

FOR J.H.GHUMARA & CO.
Chartered Accountants



(J.H.GHUMARA)
Proprietor

Place: Mumbai.

Date: 29TH AUGUST 2011

DYNAMIC MICROSTEPPERS LIMITED

BALANCE SHEET AS AT 31ST MARCH 2011

PARTICULARS	SCH	31.3.2011	31.3.2010
I SOURCES OF FUNDS			
1 SHAREHOLDERS FUND			
a SHARE CAPITAL	A	34,488,000.00	34,488,000.00
b RESERVES & SURPLUS	B	29,902,000.00	29,902,000.00
2 LOAN FUNDS			
a SECURED LDANS		-	-
b UNSECURED LOANS	C	621,050.00	-
		<u>65,011,050.00</u>	<u>64,390,000.00</u>
II APPLICATION OF FUNDS			
1 FIXED ASSETS			
a GROSS BLOCK	D	5,974,548.00	5,974,548.00
b LESS : DEPRECIATION		<u>2,258,484.00</u>	<u>2,258,484.00</u>
c NET BLOCK		3,716,064.00	3,716,064.00
d ADD : CAPITAL WORK IN PROGRESS		-	-
		<u>3,716,064.00</u>	<u>3,716,064.00</u>
2 INVESTMENTS			
3 CURRENT ASSETS, LOANS & ADVANCES	E		
a INVENTORIES		-	-
b SUNDRY DEBTORS		-	-
c CASH & BANK BALANCES		4,503.00	557.00
d LOANS & ADVANCES		<u>61,605.00</u>	<u>-</u>
		66,108.00	557.00
LESS : CURRENT LIABILITIES AND PROVISIONS	F	<u>260,094.09</u>	<u>156,138.09</u>
NET CURRENT ASSETS		(193,986.09)	(155,581.09)
4 MISCELLANEOUS EXPENDITURE (TO THE EXTENT NOT WRITTEN OFF OR ADJUSTED)	G	61,488,972.09	60,829,517.09
		<u>65,011,050.00</u>	<u>64,390,000.00</u>

AS PER OUR ATTACHED REPORT OF EVEN DATE

FOR J H GHUMARA & CO
CHARTERED ACCOUNTANTS



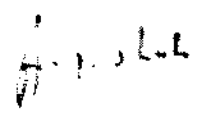
J H GHUMARA
(PROPRIETOR)

PLACE : MUMBAI
DATE : 29TH AUG 2011

FOR AND ON BEHALF OF BOARD
DYNAMIC MICROSTEPPERS LIMITED



DIRECTOR



DIRECTOR

PLACE : MUMBAI
DATE : 29TH AUG 2011

DYNAMIC MICROSTEPPERS LIMITED
 PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED AS ON 31ST MARCH 2011

PARTICULARS	SCH	31.03.2011	31.03.2010
I INCOME			
1 SALES		-	-
2 OTHER INCOME		-	-
		<u>-</u>	<u>-</u>
II EXPENDITURE			
1 RAW MATERIAL & OTHER MFG. EXPENSES		-	-
2 ADMINISTRATIVE, SELLING & DISTRIBUTION EXPENSES	H	658,401.00	5,000.00
3 INTERST & FINANCIAL CHARGES	I	1,054.00	-
4 DEPRECIATION		-	-
5 MISCELLANEOUS EXPENDITURE		-	-
		<u>659,455.00</u>	<u>5,000.00</u>
PROFIT / (LOSS) FOR THE YEAR		(659,455.00)	(5,000.00)
PROFIT / (LOSS) B/F FROM EARLIER PERIOD		(60,829,517.09)	(60,824,517.09)
PROFIT / (LOSS) CARRIED FORWARD TO THE BALANCE SHEET		<u>(61,488,972.09)</u>	<u>(60,829,517.09)</u>
Earning Per Share		-0.21	0.00

AS PER OUR ATTACHED REPORT OF EVEN DATE

FOR J H GHUMARA & CO
 CHARTERED ACCOUNTANTS

FOR AND ON BEHALF OF BOARD
 DYNAMIC MICROSTEPPERS LIMITED


 J H GHUMARA
 (PROPRIETOR)


 DIRECTOR


 DIRECTOR

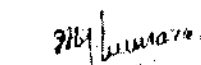
PLACE : MUMBAI
 DATE : 29TH AUG 2011

PLACE : MUMBAI
 DATE : 29TH AUG 2011

DYNAMIC MICROSTEPPERS LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2011


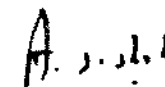
	31.03.2011	31.03.2010
<u>A. CASH FLOW FROM OPERATING ACTIVITIES</u>		
Net Profit before Tax and Appropriations	(659,455)	(5,000)
<i>Add / (Less) :</i>		
<i>Adjustments for :</i>		
Increase/Decrease in Provisions	-	-
(Profit) / Loss on sale of Assets (Investing Activity)	-	-
Unspent Liabilities and Excess Provisions of earlier years written back	-	-
Goodwill written off	-	-
Loss on Assets discarded	-	-
Interest (net)	-	-
Depreciation	-	-
Deferred revenue expenses amortised	-	-
Bad debts and claims written off	-	-
Unusable stores and spares written off / provided for	-	-
Operating Profit before Working Capital changes	(659,455)	(5,000)
<i>Adjustments for Working Capital changes :</i>		
Trade payable and others	42,351	5,000
Inventories	-	-
Trade and other receivables	-	-
Loans and Advances	61,605	-
Cash generated from Operations	(678,709)	-
Deferred Revenue expenditure (net)	-	-
Direct/Indirect Taxes (net)	61,605	-
Cash flow before adjustments relating to earlier years	(617,104)	-
Adjustment relating to earlier years (Net)	-	-
NET CASH INFLOW FROM OPERATING ACTIVITIES	(617,104)	-
<u>B. CASH FLOW FROM INVESTING ACTIVITIES</u>		
Increase in Fixed Assets, Capital WIP, Capital Advances (Net)	-	-
Increase in Investments	-	-
Grant Received	-	-
NET CASH USED IN INVESTING ACTIVITIES	-	-
<u>C. CASH FLOW FROM FINANCING ACTIVITIES</u>		
Increase / (Decrease) in long term and other borrowings (net)	621,050	-
Interest and Financing charges (net)	-	-
Dividend Paid (including dividend tax)	-	-
NET CASH USED IN FINANCING ACTIVITIES	621,050	-
NET INCREASE IN CASH AND CASH EQUIVALENTS	3,946	-
CASH AND CASH EQUIVALENTS (OPENING BALANCE)	557	557
CASH AND CASH EQUIVALENTS (CLOSING BALANCE)	4,503	557

For,
J.H.GHUMARA & CO.
Chartered Accountants



(J.H.GHUMARA)
Proprietor
Date: 29/08/2011
Place : Mumbai

FOR AND ON BEHALF OF THE BOARD
DYNAMIC MICROSTEPPERS LIMITED

 
DIRECTOR DIRECTOR

DYNAMIC MICROSTEPPERS LIMITED
 SCHEDULE FORMING PART OF BALANCE SHEET AS ON 31.03.2011
 SCHEDULE A - SCHEDULE OF SHARE CAPITAL

	31.03.2011	31.03.2010
<u>AUTHORISED CAPITAL</u>		
5000000 EQUITY SHARES OF RS. 10/-EACH	<u>50,000,000.00</u>	<u>50,000,000.00</u>
<u>ISSUED, SUBSCRIBED & PAID UP CAPITAL</u>		
3595000 EQUITY SHARES OF RS. 10/-EACH FULLY PAID UP	35,950,000.00	35,950,000.00
	<hr/>	<hr/>
	35,950,000.00	35,950,000.00
	<hr/>	<hr/>
LESS : 1462000 EQUITY SHARES OF RS. 10/- EACH (FORFEITURE)	1,462,000.00	1,462,000.00
	<hr/>	<hr/>
	<u>34,488,000.00</u>	<u>34,488,000.00</u>

OF THE ABOVE EQUITY SHARES 14,80,000 SHARES OF RS.10/- EACH WERE ISSUED AS FULLY PAID BONUS SHARES FROM TIME TO TIME BY CAPITALISING RS.70,00,000/- FROM REVALUATION RESERVE AND RS.78,00,000/- FROM FREE RESERVE.

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DYNAMIC MICROSTEPPERS LIMITED
 SCHEDULE FORMING PART OF BALANCE SHEET AS ON 31.03.2011

SCHEDULE B : SCHEDULE OF RESERVES & SURPLUS

	31.03.2011	31.03.2010
<u>SHARE PREMIUM</u>		
AS PER LAST BALANCE SHEET	27,897,000.00	27,897,000.00
TOTAL RS.	<u>27,897,000.00</u>	<u>27,897,000.00</u>
<u>GENERAL RESERVE</u>		
AS PER LAST BALANCE SHEET	1,261,500.00	1,261,500.00
TOTAL RS.	<u>1,261,500.00</u>	<u>1,261,500.00</u>
<u>SHARE FORFEITURE RESERVE</u>		
AS PER LAST BALANCE SHEET	743,500.00	743,500.00
TOTAL RS.	<u>743,500.00</u>	<u>743,500.00</u>
<hr/>		
TOTAL RESERVES & SURPLUS (RS.)	29,902,000.00	29,902,000.00

SCHEDULE C : SCHEDULE OF UNSECURED LOANS

	31.03.2011	31.03.2010
<u>LOAN FROM DIRECTORS</u>		
LOAN FROM DIRECTORS	621050.00	0
TOTAL RS.	<u>621,050.00</u>	-

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DYNAMIC MICROSTEPPERS LIMITED
 SCHEDULE FORMING PART OF BALANCE SHEET AS ON 31.03.2011

SCHEDULE D SCHEDULE OF FIXED ASSETS

PARTICULARS	GROSS BLOCK		DEPRECIATION		NET BLOCK	
	AS ON 01.04.2010	ADDI / DEDU AS ON 31.03.2011	UP TO 01.04.2010 FOR THE YEAR	UP TO 31.03.2011	AS ON 31.03.2011	AS ON 31.03.2010
LAND (FREE HOLD)	513,810.00	-	-	-	513,810.00	513,810.00
FACTORY PREMISES	5,099,979.00	-	2,047,811.00	2,047,811.00	3,052,168.00	3,052,168.00
LEASE HOLD MIDC SHED	360,759.00	-	210,673.00	210,673.00	150,086.00	150,086.00
TOTAL RUPEES	5,974,548.00	-	2,258,484.00	2,258,484.00	3,716,064.00	3,716,064.00

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DYNAMIC MICROSTEPPERS LIMITED
 SCHEDULE FORMING PART OF BALANCE SHEET AS ON 31.03 2011

SCHEDULE E : SCHEDULE OF CURRENT ASSETS AND LOANS & ADVANCES

	31.03.2011	31.03.2010
A	<u>CURRENT ASSETS</u>	
III	<u>CASH & BANK BALANCES</u>	
	3946	0
	BANK BALANCES	
	557	557
	CASH BALANCES	
	TOTAL (A) RS.	
	4,503.00	557.00
B	<u>LOANS AND ADVANCES</u>	
	<u>a) UNSECURED, CONSIDERED GOOD</u>	
	0	0
	i) LOANS	
	0	0
	ii) DEPOSITS	
	61605	0
	iii) ADVANCES	
	TOTAL (B) RS.	
	61,605.00	-
	TOTAL (A + B) RS.	
	66,108.00	557.00

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DYNAMIC MICROSTEPPERS LIMITED
SCHEDULE FORMING PART OF BALANCE SHEET AS ON 31.03.2011

SCHEDULE F : SCHEDULE OF CURRENT LIABILITIES AND PROVISIONS

	31.03.2011	31.03.2010
CURRENT LIABILITIES	151138.09	151138.09
AUDIT FEES PAYABLE	10000	5000
RATHI & ASSOCIATE	37351	0
TDS PAYABLE	61605	0
TAX PROVISIONS	0	0
TOTAL RS.	<u>260094.09</u>	<u>156138.09</u>

SCHEDULE G : SCHEDULE OF MISCELLANEOUS EXPENDITURE
(TO THE EXTENT OF NOT WRITTEN OFF OR ADJUSTED)

	31.03.2011	31.03.2010
BALANCE IN PROFIT AND LOSS ACCOUNT	61,488,972.09	60,829,517.09
TOTAL RS.	<u>61,488,972.09</u>	<u>60,829,517.09</u>

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DYNAMIC MICROSTEPPERS LIMITED
SCHEDULE FORMING PART OF TRADING , PROFIT & LOSS ACCOUNT
FOR THE YEAR ENDED ON 31ST MARCH 2011.

SCHEDULE H : ADMINISTRATIVE , SELLING & DISTRIBUTION EXPENSES

	31.03.2011	31.03.2010
AUDITORS REMUNERATION	5000	5000
ROC CHRGES	37351	0
LEGAL & PROFESSIONAL CHARGES	616050	0
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TDTAL RS.	658,401.00	5,000.00
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SCHEDULE I : INTEREST & FINANCIAL CHARGES

	31.03.2011	31.03.2010
BANK CHARGES	1054	
	<hr/>	<hr/>
TOTAL RS.	1,054.00	
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DYNAMIC MICROSTEPPERS LIMITED
NOTES FORMING PART OF STATEMENT OF ACCOUNTS

1 Accounting Policies :

- a) Accounting Convention :
The financial statements are prepared on historical cost convention and on going concern basis
- b) Fixed Assets :
i Fixed assets are stated at cost of acquisition or construction less accumulated depreciation.
- c) Depreciation :
i Depreciation is not provided for the year due to the fact that the assets were not utilised because there was no manufacturing activities carried out.
- d) Investments :
There are no investments with the company.
- e) Inventories :
i There are no inventories with the company.
- f) Revenue Recognition :
i All Income and Expenses are accounted on accrual basis.
ii Scrap where not significant is accounted for when sold.
- g) Retirement benefits :
i During the year there were no employees with the Company.
- h) Foreign Currency Transaction :
There were no foreign currency transactions during the year.

	Current Year	Previous Year
2 a) Estimated amount of contract remaining to be executed on capital account and not provided for	NIL	NIL
b) <u>Contingent Liabilities</u> :	NIL	NIL

3 Due to no trading and manufacturing activities, additional information as per schedule VI of the Companies Act, 1956, is not applicable

4 Since the company's accumulated losses are more than paid up capital and reserves and surplus and also in absence of business activity, applicable statutory compliances were not met with.

5 Auditors remuneration is Rs. 5000/= (Previous Year Rs. 5000/=)

6 Previous year figures are regrouped / rearranged wherever necessary.

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DYNAMIC MICROSTEPPERS LIMITED

11 Balance Sheet abstract and Company's general business profile as per part IV of Schedule VI to the Companies Act, 1956.

a. Registration details

Registration No.	38261 OF 1985
State code	11
Balance Sheet date	31.03.2011

b. Capital raised during the year (Rs. in Thousands)

Public issue	Nil
Rights issue	Nil
Bonus issue	Nil
Private placement	Nil

c. Position of Mobilisation and Deployment of funds
(Rs. in Thousands)

Total liabilities	65,011,050
Total assets	65,011,050

Sources of funds

Paid-Up Capital	34,488,000
Share application money	Nil
Reserves & Surplus	29,902,000
Secured loans	0
Unsecured loans	621,050

Application of Funds

Net fixed assets	3,716,664
Investments	0
Net current assets	-193,986
Miscellaneous expenditure	Nil
Accumulated losses	61,488,972

d. Performance of Company (Rs. in Thousands)

Turnover (Gross Revenue)	0
Total expenditure	659,455
Profit before tax	-659,455
Profit after tax	-659,455
Earning per share	
Dividend per share	Nil

e. Generic names of three principal products of the company

Item code no. (ITC code)	Product
8503	Micro Stepper Motor with gear
9105	Alarm Clock & Wall Clock
9109	Quartz Timing Movement
9029	Hour Meter
9114	Clock Parts

As per our Report attached
FOR J H GHUMARA & CO
Chartered Accountants

J H Ghumara

(Proprietor)

Place Mumbai
Date 23/04/2011

For and on behalf of the Board
DYNAMIC MICROSTEPPERS LIMITED

A. S. L.
(Director) (Director)

Place Mumbai
Date 23/04/2011