

16TH  
ANNUAL REPORT

**FINANCIAL YEAR  
2010-2011**

**S. G. GLOBAL EXPORTS  
LIMITED**

# CONTENTS

- NOTICE
- DIRECTORS' REPORT
- ABSTRACT
- CORPORATE GOVERNANCE REPORT
- FINANCIAL STATEMENTS:
  - AUDITORS' REPORT
  - BALANCE SHEET
  - PROFIT & LOSS ACCOUNT
  - CASH FLOW
  - NOTES TO ACCOUNTS
- PROXY FORM

## NOTICE

Notice is hereby given that 16<sup>th</sup> Annual General Meeting of the Members of S.G. GLOBAL EXPORTS LIMITED will be held on Friday 30<sup>th</sup> of Sept. 2011 at 02:15 P.M. at the Registered office at 304, LSE Building, Feroze Gandhi Market, Ludhiana to transact the following business: -

### ORDINARY BUSINESS

1. To Receive, consider and adopt the Audited Balancesheet as on 31<sup>st</sup> March 2011 and Profit & Loss account for the year ended on that date and report of directors and auditors thereon.
2. To appoint director in place of Sh. Sanjeev Gupta who retires by rotation and being eligible, offer himself for reappointment.
3. To appoint Auditors to hold office from the conclusion of this meeting until the conclusion of the next Annual General Meeting.

M/s PAWAN PURI & ASSOCIATES, Chartered Accountants, the retiring auditors, being eligible & offer themselves for reappointment

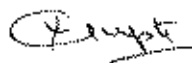
### SPECIAL BUSINESS

4. To consider, and if thought fit, to pass with or without modifications the following resolution as an ordinary Resolution.

“Resolved that M/S B. K. Gupta & Asso., Company Secretaries, be and are hereby reappointed as Companies Secretaries in whole time practice for issuance of Compliance Certificate pursuant to the provisions of 383A (1) of the companies Act, 1956 to hold office from the conclusion of this Annual General Meeting till the conclusion of next Annual General Meeting at a remuneration as may be decided by the Board.

PLACE : LUDHIANA  
DATE : 28.07.2011

S.G. GLOBAL EXPORTS LTD.

  
(SANJEEV GUPTA) (ASHOK KUMAR)  
MG. DIRECTOR                      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 TO BE MEMBER OF THE COMPANY. PROXY IN ORDER TO BE EFFECTIVE MUST BE RECEIVED BY THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE MEETING.
2. All documents referred to in the accompanying Notice are open for inspection at the Registered Office of the company during office hours on all working days except Sunday and Holiday between 02.00 P.M. to 04.30 P.M. upto the date this Annual General Meeting.
3. Members/Proxies should bring the attendance slip duly filled in for attending the meeting.
4. The Register of Members & Share Transfer Books will remain closed from 24<sup>th</sup> September 2011 to 30<sup>th</sup> September 2011 both days inclusive.
5. Shareholders are requested to intimate for change of address, if any immediately for updation records.
6. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant (whether members holding shares in electronic form or in physical form) in securities market.

**EXPLANATORY STATEMENT PURSUANT TO SEC.173 (2) OF THE COMPANIES ACT. 1956.**

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**ITEM:4**

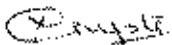
Every Company not required to appoint a whole time secretary under Sub-Section (1) of Section 383A of the Act and having a paid up share capital of ₹ Ten Lac or more shall obtain a Certificate from Company Secretary in practice that the company has complied with the provisions of the Act.

Since M/S B.K Gupta & Asso., hold office only up to the date of ensuing Annual General Meeting, their reappointment is to be made by the members in the Annual General Meeting.

Hence the proposed resolution.

Board recommends the adoption of this resolution.

None of the Directors is interested in the resolution.

M/S B.K. GUPTA & ASSO.  
  
DIRECTOR

## DIRECTOR'S REPORT

The Members.  
S.G. GLOBAL EXPORTS LTD.

The Directors of your Company have pleasure in presenting the 16<sup>th</sup> Annual Report on the affairs of the company for the year ended 31<sup>st</sup> March 2011.

### FINANCIAL RESULTS

( ₹ in '000)

<u>PARTICULARS</u>	<u>AS ON</u> <u>31.03.2011</u>	<u>AS ON</u> <u>31.03.2010</u>
Total Sale/Income	194.00	101.00
Other Income	0.00	5.00
Profit /Loss before Depreciation, Interest & Tax	5.00	7.00
Less:- (i) Prov. for Depreciation	2.00	5.50
(ii) Prov. For Current Tax	1.00	1.80
(iv) Deferred Tax Liab.	0.00	(1.30)
Profit/ (Loss) after Tax & Dep.	2.00	1.00
Add: Balance B/F from Previous year	(1835.00)	(1836.00)
Balance carried to Balance sheet	(1833.00)	(1835.00)

### PERFORMANCE REVIEW

The company has earned a profit of ₹ 3514.00 (before tax) during the year ending 31<sup>st</sup> March 2011 as compared to a net profit of ₹ 1580.00 during the year ending 31<sup>st</sup> March 2010. The company is still doing efforts to improve the working and is hopeful of better results in the coming year.

### DIVIDEND

In the insufficiency of profits, your directors feel sorry that no dividend has been recommended for the year under review.

### PUBLIC DEPOSITS

The company has not accepted and deposits pursuant to the provisions of Section 58-A, 58AA of the Companies Act, 1956 during the year under the review.

### DIRECTORS:-

Sh. Sanjeev Gupta, director of the company retire by rotation and being eligible offer himself for reappointment. The resolution No. 2 of the accompanied notice is proposed for their reappointment.

For S.G. GLOBAL EXPORTS LTD.

  
DIRECTOR

## AUDITORS

The auditors of the Company, M/S Pawan Puri & Asso. Chartered Accountants, retire at the conclusion of the ensuing Annual General Meeting and is recommended for reappointment. The company has received a certificate from them to the effect that their re-appointment if made would be within the prescribed limits specified under section 224(IB) of The Companies Act, 1956. The observation made by the auditors of the company is self explanatory and require no clarification from your directors.

## FOREIGN EXCHANGE INFLOW AND OUTFLOW

The Company has not transacted any business involving foreign exchange during the year under review.

## REPORT ON CORPORATE GOVERNANCE

A separate report on corporate Governance alongwith Auditors Certificate on its compliance is attached as Annexure to this report.

## LISTING AGREEMENT

The equity shares of the company are listed on the Delhi Stock Exchange Association Ltd. The Mumbai Stock Exchange. The Ludhiana Stock Exchange Association Ltd. (Regional Stock Exchange)

The company has paid ₹ 160854.00 as listing fees to the Ludhiana Stock Exchange upto 2010-11 and fees to other stock exchanges is still pending.

## AUDIT COMMITTEE

The company has re-constituted the Audit Committee pursuant to the provisions of section 292A of the Companies Act, 1956. The Committee comprises three directors Sh. Sanjeev Gupta , Sh. Jasvir Lal. and Sh. Ashok Kumar The committee has held discussion with the auditors and reviewed the financial statement.

## DIRECTORS RESPONSIBILITY STATEMENT

- a) In accordance with the provisions of Section 217 (2AA) of the Companies Act, 1956, the Directors confirm that :
- i) In the preparation of the Annual Accounts, the applicable Accounting Standards have been followed alongwith proper explanation relating to the material departures.
  - ii) The 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 profit of the Company for that period.
  - 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 safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
  - iv) The directors had prepared the Annual Accounts on a Going Concern basis.

APR 26 2011  
Sanjeev Gupta  
Director

**INFORMATION UNDER SECTION 217(D) (E)**

As the company is not engaged in manufacturing activities the use of electricity is restricted to office use only. your company being a trading company , has not consumed energy significant level and accordingly no investment was made for reduction of energy consumption. No comment is made on technology absorption considering the nature of activities undertaken by your company during the year under review.

There has been no foreign exchange income or outgo during the under review.

**PARTICULARS OF EMPLOYEES**

None of the employees of the company in receipt of remuneration of Rs. 2400000/- or above during the year under consideration nor was any employee of the Company paid a salary of Rs. 200000/- or more per month during any part of the year.

**COMPANY SECRETARIES:-**

M/S B. K. Gupta & Asso., Company Secretaries as Secretary --in-Wholetime practice in companies of section 383A (1) of the Companies Act, 1956. Since they hold the office upto the date of the ensuing Annual General Meeting, the necessary resolution for their reappointment is placed in the notice calling the ensuing Annual General Meeting.

**SECRETARIAL COMPLIANCE CERTIFICATE:-**

In accordance with the provisions of section 383A (1), of the Companies Act, 1956, a compliance certificate from M/S B. K. Gupta & Asso., Company Secretaries, is given in the annexure and forms part of this report.

**ACKNOWLEDGMENT :**

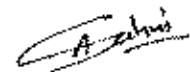
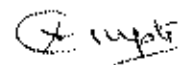
The directors take this opportunity to express their sincere thanks and appreciation to the staff members for their co-operation, hardwork, dedication and devotion.

The board expresses its grateful appreciation for the continued valuable assistance, Co-operation and support received from Company's Bankers, Reserve Bank of India. Central and State Government Authorities and other Business constituents.

PLACE : LUDHIANA

DATE : 28.07.2011

S.G. GLOBAL EXPORTS LTD.



(SANJEEV GUPTA) (ASHOK KUMAR)  
MG. DIRECTOR DIRECTOR

**ADDITIONAL INFORMATION UNDER IV OF THE COMPANIES ACT, 1956 BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE.**

**1. REGISTRATION DETAILS**

Registration No.	State Code	Balance Sheet Date
016820	16	31.03.2011

**2. CAPITAL RAISED DURING THE YEAR (AMOUNT IN ₹ THOUSANDS)**

<u>Public Issue</u>	<u>Right Issue</u>	<u>Bonus Issue</u>	<u>Private Placement</u>
NIL	NIL	NIL	NIL

**3. POSITION OF MOBILISATION & DEVELOPMENT OF FUNDS (AMT IN ₹ THOUSANDS)**

<u>Total Liabilities</u>	<u>Total Assets</u>
47027.00	47027.00

**SOURCE FUNDS**

<u>Paid-up Capital</u>	<u>Share Application</u>	<u>Reserve &amp; Surplus</u>
44155.00	0.00	0.00

<u>Secured Loan</u>	<u>Unsecured Loan</u>
0.00	2872.00

**APPLICATION OF FUNDS**

<u>Net Fixed Assets</u>	<u>Investment</u>	<u>Net Current Assets</u>
8.00	4071.00	41116.00

<u>Accumulated Losses</u>	<u>Deferred Tax Asset</u>
1832.00	0.00

**4. PERFORMANCE OF COMPANIES (AMOUNT IN ₹ THOUSANDS)**

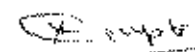
<u>Turnover</u>	<u>Total Expenditure</u>	<u>+ - Before Tax</u>
194.00	190.00	4.00

<u>+ - After Tax</u>	<u>Earning Share in ₹</u>	<u>Dividend Rate%</u>
2.00	0.0005	NIL

**5. GENERIC NAMES OF COMPANY (AS PER MONETARY TERMS)**

<u>Item Code No.</u>	NIL
<u>Product Description</u>	Trading & Consultancy

For S.G. GLOBAL EXPORTS LTD.

  
DIRECTOR





# S G GLOBAL EXPORTS LTD.

## CORPORATE GOVERNANCE REPORT

### 1. A brief statement on company's Philosophy on code of corporate Governance.

The principles of Corporate Governance and Code of Business Principles are the cornerstones of your Company. Your Company believes these principles distinguish a well managed company from a not so well managed company. These principles ensure transparency, integrity and accountability which are vital for the long and sustained growth of your Company.

Your Company has been practicing these principles long before these were made mandatory for listed Companies.

Your Company's endeavor has always been to engage persons of eminence as independent directors who can contribute to the corporate strategy, provide an external perspective and be a source of challenge and evaluation wherever appropriate. Your Company has the good fortune of having independent directors

### 2. BOARD OF DIRECTORS

#### a) Size and composition of the Board

The Company has a strong and broad-based Board consisting of three Directors with adequate blend of professionals, executive, non-executive and independent Directors. The Composition of the Board of Directors comprises of eminent and distinguished personalities, one of which is executive Director and four non-executive Directors. Majority of Directors on the Board are independent. The details of the composition of the Board, number of Directorships & Committee positions held by each of the Directors are given hereunder:

Name	Designation	Category	Number of Directorships held in other Public Listed Companies	Attendance at Last AGM
Sh Sanjiv Gupta	Managing Director	Promoter & Executive Director	1	Yes
Sh. Jasvir Lal	Director	Independent & Non Executive	--	Yes
Sh. Ashok Kumar	Director	Independent & Non Executive	1	Yes

Independent Director means a Director who apart from receiving Director's remuneration does not have any other material pecuniary relationship or transactions with the Company, its promoters, its management or its subsidiaries, which in judgment of the Board may affect the independence of judgment of the Director.

None of the Directors is a member of more than 10 Board level Committees or a Chairman of more than 5 such Committees as required under Clause 49 of the Listing Agreement.

**b) Number of Board Meetings**

During the year under review, Thirteen Board Meetings were held on the following dates:

<b>Date of Board Meeting</b>	<b>Board Strength</b>	<b>Number of Directors present</b>
April 30, 2010	3	3
May 18, 2010	3	3
June 15, 2010	3	3
July 26, 2010	3	3
July 31, 2010	3	2
August 07, 2010	3	3
September 30, 2010	3	3
October 30, 2010	3	2
November 24, 2010	3	3
December 21, 2010	3	2
January 31, 2011	3	3
February 25, 2011	3	2
March 11, 2011	3	3

**c) Directors' Attendance Record**

The following table gives details of the Directors' Attendance Record at the Board Meetings:

Name of the Director	Number of Board Meetings	
	Held	Attended
Sh Sanjiv Gupta	13	13
Sh. Jasvir Lal	13	11
Sh. Ashok Kumar	13	11

### 3. BOARD COMMITTEES

The Board has constituted the Audit Committee, and the Shareholders'/Investors' Grievance Committee. The Board is responsible for constituting, assigning, co-opting and fixing the terms of reference for the committees. Recommendations/decisions of the committee are submitted to the Board for approval. The quorum for meetings is either two members or one third of the members of the committees, which ever is higher.

#### (a) AUDIT COMMITTEE

The present Audit Committee was constituted and comprises of three Independent Non Executive Directors. The chairman of the Audit Committee is Sh. Sanjiv Gupta

Director	No of Meetings	
	Held	Attended
Sh. Sanjiv Gupta	4	4
Sh. Ashok Kumar	4	4
Sh. Jasvir Lal	4	4

No sitting fee was paid during the year for attending meetings of Audit Committee.

#### (b) SHAREHOLDERS'/INVESTORS' GRIEVANCE COMMITTEE

##### Terms of Reference:

The company has a Share Transfer/Investor Grievance Committee consisting of three members Sh. Sanjiv Gupta is the chairman of the committee

This Committee meets to approve transfer of shares consolidation, division, and transmission of shares and to issue the shares in lieu of lost shares.

The Committee looks into redressing of shareholders complaints with respect to all matters connected with the Securities, transfers, issue of certificates after split/consolidation/renewal as also requests for transmission of Shares, the non receipt of balance sheet etc. The Company in conformity with the requirements of SEBI circular No. DECC/FITTC/CIR-15/2002 DATED 27.12.2002 regarding appointment of common Agency for share registry work, has appointed M/s Beetal Financial & Computer services (P) limited, as the Shares Transfer Agent date 7<sup>th</sup> July 2003.

#### Composition

Director	Position held in the committee	No of Meetings	
		Held	Attended
Sh. Sanjiv Gupta	Chairman	4	4
Sh. Ashok Kumar	Member	4	4
Sh. Jasvir Lal	Member	4	4

No sitting fees was paid during the year for attending meetings of Share Transfer & Shareholders' Grievance Committee.

No investor grievance was pending on March 31, 2011.

#### (c) REMUNERATION COMMITTEE

The Board of Director of the company has constituted a Remuneration Committee, comprising of three members.

1. Sh. Sanjiv Gupta
2. Sh. Ashok Kumar
3. Sh. Jasvir Lal

The Remuneration Committee has been constituted to recommend/review the remuneration package of the Managing Director based on performance and defined criteria.

Further the company does not pay any sitting fee in cash or in kind to any of its non executive and executive director as respective directors have waived their sitting fees. Further no remuneration has been paid to non executive directors.

#### Details of remuneration to Directors for the Year.

The company has paid salary of Rs 60,000.00 for the year ended 31st March 2011 to Sh. Sanjeev Gupta, Managing Director.

#### 4. a) GENERAL BODY MEETINGS

The last three Annual General Meetings were held at the Registered Office of the Company at New Delhi as per the details given below:

Year	Date	Venue	Time
2007-08	September 29, 2008	304, LSE Building, F.G. Market, Ludhiana	11:00 AM
2008-09	September 30, 2009	304, LSE Building, F.G. Market, Ludhiana	11:15 AM
2009-10	September 30, 2010	304, LSE Building, F.G. Market, Ludhiana	12:30 PM

**b) Postal Ballot**

During the year under review, the Company has not passed any resolution through postal ballot.

**5. DISCLOSURES**

**(a) Materially significant related party transactions**

Related Parties and transactions with them as required under Accounting Standard 18 (AS-18) are furnished under paragraph no. 9 of the Notes to the Accounts attached with the financial statements for the year ended March 31, 2011.

The transactions with the related parties are neither materially significant nor they have any potential conflict with the interests of the Company at large. Also there has not been any non-compliance by the Company in respect of which penalties or strictures were imposed by Stock Exchange, SEBI or by any other statutory authority during the period under review.

**(b) Communication to Shareholders**

The Company communicates with the shareholders at large through its annual report, Publications of Financial results and press releases in leading Vernacular Language newspapers.

The Board of director of the company approves and takes on record the quarterly unaudited financial results in the Performa prescribed by the Stock Exchanges within one month of the close of the quarter.

Quarterly results are taken on record by the Board of Directors and submitted to the Stock Exchange in terms of requirement of Clause 41 of the Listing Agreement.

Quarterly results are normally published in Desh Sewak.

Half yearly results are not sent to each household of Shareholders.

The Management Discussion and Analysis Report is attached with the Director Report in this Annual Report.

**(c) Compliance Officer**

Sh. Sanjeev Gupta is the Compliance Officer of the Company. He can be contacted for any investor's related matter relating to the Company.

Ph. No. 9872804933

Email id.: sgc\_ltd@rediffmail.com.

**6. GENERAL SHAREHOLDERS INFORMATION**

The following information would be useful to our shareholders:

**a) Annual General Meeting**

Date & Time	30 <sup>th</sup> day of September 2011 at 02:30 PM
Venue	304, LSE Building, F.G. Market, Ludhiana
Financial Year	1 <sup>st</sup> April to 31 <sup>st</sup> March

**b) Date of Book Closure:**

24<sup>th</sup> day of September, 2011 to 30<sup>th</sup> day of September, 2011 (both days inclusive)

**c) The shares of the Company are listed on the following stock exchanges:**

Name and Address of Stock Exchanges
The Delhi Stock Exchange Association Limited DSE House, 3/1 Asaf Ali Road, New Delhi-110002
The Ludhiana Stock Exchange Association Limited Feroze Gandhi Market, Ludhiana-141001
The Mumbai Stock Exchange Association Feroze Jeejee Bhoj Towers, Dalal Street, Mumbai

**d) Registrar & Transfer Agent**

Beetal Financial & Computer Services Private Limited

321-5 Chirag Delhi

Near Shahib Bhagat Singh College

New delhi-110017

Phone: 011-29251990

Fax: 011-29252146

e) **Market price data**

The shares of the company have not traded at any stock exchange during the year under review.

f) **Share transfers**

The Company's shares are in physical mode. The Company is in process to get the shares of the company to register with NSDL for dematerialization.

a) **Distribution of Shareholding as on 31.03.2011**

Share holding of Nominal value of Rs. 10/- each	Number of shareholders	% to Total No of shareholders	No. of shares Held	Amount In Rs.	% of total Paid-up capital
Upto 5000	1097	11.407	571300	5713000.00	11.407
5001 to 10000	21	2.821	141300	1413000.00	2.821
10001 to 20000	17	5.251	263000	2630000.00	5.251
20001 to 30000	7	3.332	166900	1699000.00	3.332
30001 to 40000	13	8.943	447900	4479000.00	8.943
40001 to 50000	2	1.827	91500	915000.00	1.827
50001 to 100000	7	9.166	459100	4591000.00	9.166
100001 and above	8	57.253	2867500	28675000.00	57.253
<b>Total</b>	<b>1172</b>	<b>100.000</b>	<b>5008500</b>	<b>50085000.00</b>	<b>100.000</b>

**Shareholding Pattern as on 31.03.2011**

Category	Number of Shares held	% to Total Capital
Promoter and Promoter Group	2158500	43.10
Financial Institutions, Bank, State and Central Govt, FIs	---	---
Bodies Corporate	270700	5.40
Individuals	2579300	51.50
NRIs/OCBs	---	---
Clearing Members	---	---
Trust	---	---
<b>Total</b>	<b>5008500</b>	<b>100.00</b>

g) **Dematerialisation of Shares**

No shares have been dematerialized as on March 31, 2011

**h) Outstanding Convertible Instruments**

The Company has no outstanding convertible instruments.

**i) Address for Correspondence**

S. G. Global Exports Limited  
304, LSE Building, F.G. Market, Ludhiana  
Tele No. : 0161-4610304

**7. MANAGEMENT DISCUSSION AND ANALYSIS**

**a) Industry Structure and Developments**

S.G Global Exports Limited is growing at a faster pace. Your company is trying its best to increase the market share of its products and to economize its production.

**b) Risk And Management Perception**

The operations of your company are subject to general business risks and competition in the industry, which can effect the growth of the company. Your company continuously updates its systems and procedures to reduce uncertainties and risks and explore new market to cope with the competition.

**c) Internal Control And Their Adequacy**

The Company has adequate system of internal control and internal audit system and management has access of all its assets and proper procedure is adopted for disposal of any assets of the company. The company has constituted an audit committee, which consists of independent directors, which periodically review the internal control system.

**d) Overview**

The Company is engaged in consultancy, trading and investment in shares/securities and fund based activities. Substantial revenue comes from the consultancy . During the last year the market witnessed wide fluctuations in the prices of securities due to political uncertainty, worldwide terrorism new trading system in the capital Markets, recession in the industry, which are the major key factors for the same.

**e) Threat**

Changes in India's business environment have generated a level of uncertainty that entrepreneurs have not seen for decades and this is the main reason that the stock market is not attracting substantial investment form FII's as well as Indian Investors. Due to sluggish market condition the small investor is not interested in the share market. However the company is trying to best utilization of funds of the company to earn the maximum rate of return on the money invested



f) Opportunities

Globally retail investors has shown interest in the equity and also preferring to put monies into the bonds despite historically. The investor has started to invest in equities after the market crash drastically but small investor has suffered much loss due to market crash. Now it is expected within next couple of months that the equities will perform strongly.

g) Whistle Blower Policy

The company has adopted the Whistle Blower Policy. Further confirm that the none of the personnel has denied to access to the Audit Committee.

h) Material development in Human Resources and Industrial Relation front, including no. of people employed

Industrial relations remained cordial and harmonious during the year under review and there was no working day loss due to any adverse activities.

i) Cautionary statement

Statement in the management discussion and analysis describing the company's objectives, estimates, projections and expectation may be forward looking statements within the meaning of applicable laws and regulations. Actual results could differ materially due to economic conditions effecting demand, supply, prices, changes in government policies, tax laws and other incidental factors.

### Chief Executive Officer(CEO) Certification

1. Sanjiv Gupta, Managing Director of S. G Global Exports Limited, certify that:
1. I have reviewed the financial statements and the cash flow statement for the year ended 31st March 2011 and that to best of my knowledge and belief :
    - (i) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
    - (ii) these statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
  2. There are, to the best of their knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or violative of the company's code of conduct.
  3. I accept responsibility for establishing and maintaining internal controls for financial reporting and that they have evaluated the effectiveness of internal control systems of the company pertaining to financial reporting and I have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which they are aware and the steps they have taken or propose to take to rectify these deficiencies.}]
  4. I have indicated to the auditors and the Audit Committee :
    - (i) significant changes in internal control over financial reporting during the year;
    - (ii) significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
    - (iii) instances of significant fraud of which they have become aware and the involvement therein, if any, of the management or an employee having a significant role in the company's internal control system over
  5. I further declare that all board members and senior managerial personnel have affirmed compliance with the code for the financial year ended 31<sup>st</sup> March , 2011

Place : Ludhiana  
Dated : 28.07.2011

  
Sanjiv Gupta  
Managing Director



**AUDITORS CERTIFICATE ON COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE AS STIPULATED IN CLAUSE 49 OF THE LISTING AGREEMENT.**

**To the Members of  
S. G Global Exports Limited**

We have reviewed the compliance of conditions of the Corporate Governance by **S. G Global Exports Limited** for the year ended 31st March 2011, as stipulated in clause 49 of the Listing Agreement of the said Company with Stock Exchange, with the relevant records and documents maintained by the Company and furnished to us.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof, adopted by the Company 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 and based on the representation made by the Directors and Management, we certify that the Company has complied with the conditions of the Corporate Governance as stipulated in the above-mentioned Listing Agreement except of the following.

- a) Late submission & publication of unaudited qtrly financial results.
- b) Non-payment of listing fee to the Stock Exchange.

We state that no investor grievance is pending for a period of exceeding one month against the Company as per the records maintained by the Shareholders / Investor's Grievance Committee.

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

**For PAWAN PURI & ASSOCIATES  
CHARTERED ACCOUNTANTS**

**PLAC : LUDHIANA  
DATE : 28.07.2011**





## AUDITOR'S REPORT

The Members,

**S.G. GLOBAL EXPORTS LTD.**

1. We have audited the attached Balance Sheet of **S.G. GLOBAL EXPORTS LTD** as at 31<sup>st</sup> March, 2011 and Profit & Loss Account and also cash flow statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We 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(s), an audit include examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003, issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we enclose in the annexure a statement of the matters specified in the paragraph 4 and 5 of the said order.
4. Further to our comments in the annexure referred to above, we report that:
  - (i) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
  - (ii) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
  - (iii) The Balance Sheet and the Profit & Loss Account dealt with by this Report are in agreement with the books of account;
  - (iv) In our opinion, balance sheet and Profit & Loss Account dealt with by this report comply with the Accounting Standards referred to in and sub-section (3C) of section (211) of the Companies Act, 1956;

- (v) On the basis of our review of the confirmations received from the directors as on 31<sup>st</sup> March, 2011 and taken on record by the Board of Directors and the information and explanations given to us, none of the directors of the company are prima facie, as at 31<sup>st</sup> March, 2011 disqualified from being appointed as directors of the company under clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;
- (vi) In our opinion and to the best of our information and according to the explanations given to us, the 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:
- (a) In the case of the Balance Sheet, of the state of affairs of the company as at 31<sup>st</sup> March, 2011;
- (b) In the case of the Profit & Loss Account, of the profit of the Company for the year ended on that date.
- (c) In the case of the cash flow statement, of the cash flow for the year ended on that date.

For PAWAN PURI & ASSOCIATES  
CHARTERED ACCOUNTANTS

PLACE : LUDHIANA  
DATE : 22.07.2011



**ANNEXURE REFERRED TO IN PARAGRAPH 3 OF OUR REPORT OF EVEN DATE TO THE MEMBERS OF M/S S.G. GLOBAL EXPORTS LTD. ON THE ACCOUNTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2011.**

- (i) The company is maintaining the proper records showing the full particulars including quantitative details and situation of all the fixed assets.  
(b) The fixed assets has been physical verified by the management at reasonable interval and no discrepancies has been found on such verification.  
(c) As per the information and explanation given to us, no substantial part of the fixed assets has been disposed off during the year .
- (ii) (a) As per information and explanations given to us and on the basis of examination of records, we are of the opinion that physical verification of inventory has been conducted by the management at reasonable intervals during the year.  
(b) In our opinion, the procedures of verification of inventory followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.  
(c) On the basis of examination of records maintained by the company, we are of the opinion that the company is maintaining proper records of inventory. No material discrepancies were noticed on physical verification of stock as compared to books.
- (iii) In our opinion and according to the information and explanations given to us, the company has granted loan secured or unsecured to companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956 which has been received during the year .So, the sub clause (b), (c) and (d) of clause (iii) of the paragraph 4 of the companies (Auditor's Report) order 2003 is not applicable to the company.  
(e) In our opinion and according to the information and explanations given to us, the company has not taken any loan secured or unsecured from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956 during the year 2010-11. So, the sub clause (e), (f) and (g) of clause (iii) of the paragraph 4 of the companies (Auditor's Report) order 2003 is not applicable to the company
- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and nature of its business. During the course of our audit we have not observed any major weakness in internal controls.
- (v) (a) As per information and explanation given to us, we are of the opinion that the transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1956 have been so entered.  
(b) In our opinion and according to the information and explanations given to us, the company has not made any transactions in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act 1956 exceeding the value of ₹ 5 Lac in respect of any party during the year.

- (vi) In our opinion and according to the information and explanations given to us the company has not accepted any deposits within the meaning Section 58A, 58AA or any other provisions of the Companies Act, 1956 and the rules framed there under during the year ending 31<sup>st</sup> March, 2011.
- (vii) In our opinion and on the basis of examination of records, the company has an adequate internal audit system commensurate with its size and nature of its business.
- (viii) As per information and explanations given to us, the central govt. has not prescribed to the company to maintain any cost records so the Clause (viii) of the paragraph 4 of the Companies (Auditor's Report) Order, 2003 relating to maintenance of cost records is not applicable to the company.
- (ix) (a) The Company is regular in depositing with the appropriate authorities any undisputed statutory dues during the year as applicable to the company.  
  
(b) According to the information and explanations given to us, there are no dues of Income Tax, Sales tax, Wealth tax, Service Tax Custom Duty, and cess, which have not been deposited on account of any dispute.
- (x) In our opinion and according to the information and explanations provided to us, there is an accumulated loss of ₹ 1832328.04 with the company as on 31.3.2011. The company has not incurred cash losses during the year 2010-11.
- (xi) In our opinion and according to the information and explanations provided to us, the company is not defaulted in repayment of dues to a financial Institute or bank or debenture holders .
- (xii) As per information and explanations given to us, we are of the opinion that the company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities. So the requirement of maintenance of documents and records in regard to loans and advances is not applicable to the company.
- (xiii) In our opinion, the company is not a chit fund or a nidhi/mutual benefit fund/society. Therefore the provisions of sub clause (a), (b), (c) and (d) of clause (xiii) of para 4 of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (xiv) In our opinion and on the basis of examination of records, the company has maintained proper records of the transactions and contracts and timely entries have been made therein. Further shares, securities, debentures and other investments are held by the company during the year 2010-11 in it's name or in process of transfer the same in it's own name.
- (xv) According to the information and explanation given to us, the company has not given any guarantee for loans taken by others from banks or financial institutions.
- (xvi) According to the information and explanation given to us, the company has not obtained any term loans during the year covered by our audit.
- (xvii) 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.
- (xviii) According to the information and explanations given to us, the company has not made any preferential allotment of shares to the parties and companies covered in

the register maintained under section 301 of the Act during the year ending 31<sup>st</sup> March, 2011.

- (xix) According to the information and explanation given to us, the company has not issued any debentures. Therefore clause (xix) of paragraph 4 of Companies (Auditor's Report) Order, 2003 is not applicable to the company
- (xx) The company has not raised money by way of public issues. Therefore clause (xx) of paragraph 4 of Companies (Auditor's Report) Order, 2003 is not applicable to the company
- (xxi) According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the year ended on 31<sup>st</sup> March 2011.

For PAWAN PURI & ASSOCIATES  
CHARTERED ACCOUNTANTS  
FIRM REG. NO. 005950

PLACE : LUDHIANA  
DATE : 22.07.2011





S.G.GLOBAL EXPORTS LIMITED.  
304, LSE Building, Feroze Gandhi Market  
Ludhiana.

BALANCE SHEET AS ON 31ST MARCH, 2011

PARTICULARS	SCHEDULE NO.	AS AT 31.03.11	AS AT 31.03.10
<u>SOURCES OF FUNDS</u>			
Share Capital	I	44155250.00	44155250.00
<u>LOAN FUNDS</u>			
Unsecured Loans (ICD'S)	II	2872000.00	2872000.00
<u>DEFERRED TAX LIABILITY</u>		164.00	428.00
Total		47027414.00	47027678.00
<u>APPLICATION OF FUNDS</u>			
<u>I) Fixed Assets</u>			
Gross Block	III	55079.00	55079.00
Less: Depreciation		46496.00	44531.00
Total		8583.00	10548.00
Net Block		8583.00	10548.00
<u>II) Investments</u>	IV	4070900.00	4070900.00
<u>III) Current Assets, Loan &amp; Advances</u>			
Cash & Bank Balances	V	1474718.96	1753703.96
Sundry Debtors		4645880.00	4665880.00
Loans & Advances		35775000.00	35425000.00
		41895598.96	41844583.96
Less: Current Liabilities & Prov.	VI	779996.00	733106.00
Net Current Assets		41115602.96	41111477.96
<u>IV) Miscellaneous Expenditure</u>			
PRELIMINARY EXP		0.00	0.00
<u>V) Profit &amp; Loss Account</u>		1832328.04	1834752.04
Total		47027414.00	47027678.00

NOTES ON ACCOUNT

VII

Schedule & Notes annexed here to forming part of these accounts

As per our report of even date attached

As per our report of even date attached

FOR PAWAN PURI & ASSOCIATES

CHARTERED ACCOUNTANTS

For and on behalf of the Board

PAWAN PURI & ASSOCIATES  
PARTNERS  
LUDHIANA  
MEMBERSHIP NO. 087919

  
(SANJIV GUPTA)  
MG.DIRECTOR

  
(ASHOK KUMAR)  
DIRECTOR

PLACE :- LUDHIANA

DATE :- 22.07.2011

S.G.GLOBAL EXPORTS LIMITED.  
LUDHIANA

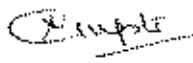
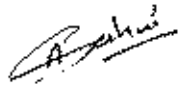
SCHEDULE FORMING PART OF BALANCE SHEET AS ON 31ST MARCH, 2011

PARTICULARS	AS AT 31.03.11	AS AT 31.03.10
<u>SCHEDULE-I</u>		
<u>SHARE CAPITAL</u>		
<u>AUTHORISED</u>		
55,00,000 Equity Share of Rs. 10/-each (Previous Year 5500000 Equity shares)	55,000,000.00	55,000,000.00
<u>ISSUED SUBSCRIBED &amp; PAID UP</u>		
50,08,500 Equity Share of Rs. 10/-each (Previous Year 5008500 Equity shares)	50,085,000.00	50,085,000.00
Less:- Call in Arrears	5,929,750.00	5,929,750.00
Total	44,155,250.00	44,155,250.00

SCHEDULE -II  
Unsecured Loans

SRU Securities Limited (ICD)	2,000,000.00	2,000,000.00
Shubh Poluterries Limited (ICD)	872,000.00	872,000.00
Total	2,872,000.00	2,872,000.00

For and on behalf of the Board

 (SANJIV GUPTA) MG.DIRECTOR	 (ASHOK KUMAR) DIRECTOR
---	--

S.G.GLOBAL EXPORTS LIMITED.  
LUDHIANA

PARTICULARS	AS AT 31.03.11	AS AT 31.03.10
SCHEDULE-IV		
INVESTMENTS (AT COST)		
UNQUOTED (AT COST)		
28000 Equity Share of Rs.50/-each Sanksam Papers P.Ltd. (Previous year NIL)	1,400,000.00	1,400,000.00
120000 Equity Share of Rs.10/-each of Sagar fastners (Previous year 25000)	1,200,000.00	1,200,000.00
110,000 Foudr imaging P. Ltd. of Rs. 10/- each	1,100,000.00	1,100,000.00
4,000 Shares of Mishre boilers of Rs. 40/- each	160,000.00	160,000.00
70,300 Exalt Finecap Ltd. of Rs. 3/- each	210,900.00	210,900.00
Total	4,070,900.00	4,070,900.00

For and on behalf of the Board

  
(SANJIV GUPTA)  
MG.DIRECTOR

  
(ASHOK KUMAR)  
DIRECTOR

S.G.GLOBAL EXPORTS LIMITED.  
LUDHIANA

PARTICULARS	AS AT 31.03.11	AS AT 31.03.10
<b>SCHEDULE-V</b>		
<b>CURRENT ASSETS, LOANS &amp; ADVANCES</b>		
<b>INVENTORIES</b>		
(As valued and Certified by Management)		
Shares & Securities	0.00	0.00
	0.00	0.00
<b>CASH AND BANK BALANCES</b>		
Cash in hand (As certified by management)	1,015,398.96	1,108,816.96
Cash at bank in C/A With Scheduled Bank	9,320.00	194,887.00
Cheques in hand	450,000.00	450,000.00
	1,474,718.96	1,753,703.96
<b>SUNDRY DEBTORS</b>		
(Unsecured but considered good)		
Outstanding for a period exceeding 6 months		
Others:		
O.P Gupta & Co.	3,610,630.00	3,610,630.00
Exalt Finicap Ltd.	1,035,250.00	1,055,250.00
	4,645,880.00	4,665,880.00
<b>LOAN &amp; ADVANCES</b>		
Share Application Money Invested	35,425,000.00	35,425,000.00
Other Loans & Advances (Considered good but unsecured)	350,000.00	0.00
Total	35,775,000.00	35,425,000.00

**SCHEDULE - VI**  
**CURRENT LIABILITIES & PROVISIONS**

Audit Fee Payable	10,000.00	10,000.00
Barnala Marketing	5,250.00	0.00
Listing Fees Payable	623,396.00	721,250.00
Provision for Tax	1,350.00	1,856.00
Other Payables	140,000.00	0.00
	779,996.00	733,106.00

For and on behalf of the Board

  
(SANJIV GUPTA)  
MG.DIRECTOR

  
(ASHOK KUMAR)  
DIRECTOR

S.G.GLOBAL EXPORT LTD  
 REGD.OFFICE 304, LSE BUILDING,  
 FEROZE GANDHI MARKET, LUDHIANA  
SCHEDULE OF FIXED ASSETS AS ON 31.03.11  
 SCHEDULE-III

ASSET	GROSS BLOCK			DEPPRECIATION		NET BLOCK		
	AS ON 01.04.2010	ADDITION	AS ON 31.03.2011	AS ON 01.04.2010	FOR THE YEAR	AS ON 31.03.2011	AS ON 31.03.2011	AS ON 31.03.2010
SCOOTER	32,079.00	0.00	32,079.00	30,470.00	5.00	30,475.00	1,604.00	1,609.00
COMPUTER	12,500.00	0.00	12,500.00	10,580.00	1,295.00	11,875.00	625.00	1,920.00
FUNITURE	10,500.00	0.00	10,500.00	3,481.00	665.00	4,146.00	6,354.00	7,019.00
TOTAL	55,079.00	0.00	55,079.00	44,531.00	1,965.00	46,496.00	8,583.00	10,548.00

For and on behalf of the Board

  
 SANJIV GUPTA  
 (MG.DIRECTOR)

  
 ASHOK KUMAR  
 (DIRECTOR)

S G GLOBAL EXPORTS LTD..LUDHIANA (Annexure A TO 3CD)  
DEPRICATION CHART FOR THE YEAR ENDING AS ON 31.03.2011

Particular	Balance As On 01/04/2010	Addition UP To 30/09/10	After	Sale	Total	Dep. @	Amount Rs.	W.D.V. AS ON 31.03.2011
SCOOTER	3,378.00	0.00	0.00	0.00	3,378.00	15%	507.00	2,871.00
COMPUTER	51.00	0.00	0.00	0.00	51.00	60%	31.00	20.00
FURNITURE	5,735.00	0.00	0.00	0.00	5,735.00	10%	574.00	5,161.00
	9,164.00	0.00	0.00	0.00	9,164.00		1,112.00	8,052.00

For and on behalf of the Board

  
 SANJIV GUPTA  
 (MG.DIRECTOR)

  
 ASHOK KUMAR  
 (DIRECTOR)

S.G.GLOBAL EXPORTS LIMITED.  
304, LSE Building, Feroze Gandhi Market  
Ludhiana.

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED ON 31.03.2011

PARTICULARS	SCHEDULE NO.	CURRENT YEAR	Previous YEAR
<b><u>INCOME</u></b>			
Consultancy Income		193,600.00	101,000.00
Profit on sale of Investments		0.00	5,250.00
		193,600.00	106,250.00
<b><u>EXPENDITURE</u></b>			
Advertisement		10,250.00	10,250.00
AGM Expenses		957.00	855.00
Audit Fees		10,000.00	10,000.00
Bank Charges		1,713.00	730.00
Conveyance		8,100.00	6,000.00
Depreciation		1,965.00	5,738.00
Fees & Taxes		10,375.00	0.00
Listing Fees		63,000.00	0.00
Misc. Exp.		0.00	2,150.00
Postage & Telegram		240.00	1,950.00
Printing & Stationery		1,706.00	1,654.00
Professional Charges		16,500.00	0.00
Salary to Directors		60,000.00	60,000.00
Telephone Exp		1,000.00	2,000.00
Food & Beverage to Staff		4,280.00	3,343.00
		190,086.00	104,670.00
Profit (Loss) before tax		3,514.00	1,580.00
Less: Provision for Tax		1,350.00	1,856.00
Profit/(Loss) after tax		2,164.00	(276.00)
Add: Deferred Tax Liability Reversed		264.00	1,368.00
Add: Previous year adj.		4.00	0.00
Balance of Profit/(Loss) for the year		2,424.00	1,092.00
Balance b/f from previous year		1,834,752.04	1,835,844.04
Balance carried to balance Sheet		1,832,328.04	1,834,752.04

**NOTES ON ACCOUNT**

VII

Schedule & Notes annexed here to forming part of these accounts

For and on behalf of the Board

As per our report of even date attached  
FOR PAWAN PURI & ASSOCIATES  
CHARTERED ACCOUNTANTS

PAWAN PURI  
PARTNER  
MEMBERSHIP NO. 088571



*(Signature)*  
(SANJIV GUPTA)  
MG.DIRECTOR

*(Signature)*  
(ASHOK KUMAR)  
DIRECTOR

PLACE :- LUDHIANA  
DATE :- 22.07.2011

S.G. GLOBAL EXPORTS LTD.  
 304, LSE BUILDING, FEROZE GANDHI MARKET, LUDHIANA  
 CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2011

PARTICULARS	
<b>A. CASH FLOW FROM OPERATING ACTIVITES</b>	
NET PROFIT BEFORE TAX AND EXTRA ORDINARY ITEMS	3514.00
ADJUSTMENTS FOR :-	
DEPRECIATION	1965.00
Depreciation reserve W/of	0.00
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	5479.00
ADJUSTMENTS FOR :-	
(INCREASE)/DECREASE IN TRADE & OTHER RECEIVABLES	20000.00
(INCREASE)/DECREASE IN INVENTORIES	0.00
INCREASE/(DECREASE) IN TRADE PAYABLES & OTHER LIABILITIES	46890.00
CASH GENERATED FROM OPERATIONS	72369.00
TAXES PAID/PROVIDED	1354.00
NET CASH FROM OPERATION ACTIVITIES	71015.00
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>	
(PURCHASE) OF FIXED ASSETS	0.00
(PURCHASE)/SALE OF INVESTMENTS	0.00
(INCREASE)/LOANS & ADVANCES	-350000.00
NET CASH FLOW IN INVESTING ACTIVITIES	-350000.00
<b>C. CASH FLOW FROM FINANCING ACTIVITIS</b>	
PROCEEDS FROM LONG TERM BORROWINGS	0.00
NET CASH FLOW FROM FINANCING ACTIVITIES	0.00
NET INCREASE IN CASH & CASH EQUIVALENTS	(278,985.00)
CASH & BANK EQUIVALENTS 01.04.2010	1,753,703.96
CASH & BANK EQUIVALENTS 31.03.2011	1,474,718.96

FOR THE BEHALF OF THE BOARD

  
 DIRECTOR

  
 DIRECTOR

AS PER OUR SEPARATE REPORT OF EVEN DATE ATTACHED

for PAWAN PURI & ASSOCIATES  
 CHARTERED ACCOUNTANTS





**S.G. GLOBAL EXPORTS LTD.**  
**LUDHIANA**

**SCHEDULE-VII**

**NOTES TO ACCOUNTS AND SIGNIFICANT ACCOUNTING POLICIES**

**1. SIGNIFICANT ACCOUNTING POLICIES**

- a) **ACCOUNTING CONVENTION:** - The accompanying financial statements have been prepared in accordance with the historical cost convention and in accordance with mandatory Accounting Standard issued by the Institute of Chartered Accountants of India.
- b) **INVESTMENTS:** - Investment has been valued at cost and any diminishing in the value of shares is considered temporary
- c) **REVENUE RECOGNITION:** - Income and the expenditure is accounted on accrual basis.
- d) **FIXED ASSETS:** - Fixed assets are stated at original cost plus any directly attributable cost of bringing the assets to their working condition for intended use.
- e) **DEPRECIATION:** - Depreciation is provided on straight-line method at the appropriate rates in accordance with schedule XIV of the companies Act, 1956. Further the dep. has been provided on the computer & scooter keeping in view the residual value of 5%.
- f) **FOREIGN TRANSACTIONS:** - The Company has not transacted any foreign transaction during the year 2010-11.
- g) **CURRENT ASSETS:** - There company has no any closing stock as on 31.03.2011.
- h) **PROVISIONS:** - The Company has provided for the Provision for Income Tax for ₹ 1350.00 and Provision for expenses payable has been made for the year 2010-11.
- i) **PRELIMINARY EXP.:** - There is no Preliminary Exp. to be w/off, so no exp. has amortised during the year 2010-11.
2. The balances of Sundry creditors and Sundry debtors are subject to their confirmation from respective parties.
3. The provisions for Deferred Tax Liability in accordance with Accounting Standard –22 issued by the Institute of Chartered Accountants of India have been provided for as per detail below:

	<u>2010-11</u>	<u>2009-10</u>
Diff. In net block of assets	531.00	1384.00
Deffered Tax Liability	164.00	428.00
Opening Balance of DTL	428.00	796.00
Prov. required to be reversed	264.00	1368.00
4. Claims against the company not acknowledged as debts	NIL	NIL
5. Contingent Liabilities not provided for Bank Guarantee of	NIL	NIL

For S.G. GLOBAL EXPORTS LTD.

  
DIRECTOR

6. Estimated amount of contracts remaining to be executed NIL NIL
7. Break up value of expenditure incurred on employees who:
- (a) if employed for one or more than one full year were in receipt of remuneration which, in aggregate was not less than Rs. 2400000/- NIL NIL
- (b) if employed for a part of the year were in receipt of remuneration which, for any month of that year was not less than Rs. 200000/- NIL NIL
8. Additional information pursuant to the provisions of paragraph 3, 4C & 4D of Schedule VI of the Companies Act, 1956,

As the company has not traders any goods except of sale of investment so no information has been given.

9. **PAYMENT TO AUDITORS:**

<u>PARTICULARS</u>	<u>CURRENT YEAR</u>	<u>PREVIOUS YEAR</u>
Statuary Audit Fee	10000.00	10000.00

10. Due to lack of information regarding the status of creditors, the amount outstanding to SSI undertaking beyond 30 days could not be given.
11. Previous years figures have been regrouped/ rearranged wherever necessary.
12. Statement on Calculation of Basic & Diluted EPS is as under:

	<u>Current Year</u>	<u>Previous Year</u>
Profit after Tax	2424.00	1092.00
Weighted avg. no. of equity shares	5008500	5008500
Weighted avg. no. of equity shares Which would be issued on conversion Of Diluted potential equity shares	NIL	NIL
Earning per shares of Rs. 10/- each		
---- Basic	0.0005	0.0002
---- Diluted	NIL	NIL

13. Related Party Disclosure:-

Detail of transaction entered in to with related parties during the year as required by Accounting standard (AS-18) on "Related party Disclosures" issued by Institute of Chartered Accountants of India are as under.

Name of related parties and description of relationship.

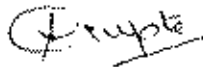
- a) Key Management Personnel Mr. Sanjeev Gupta. (MG. Director)  
Enterprise over which Key Salary ₹ 60000.00 paid

For S.G. GLOBAL EXPORTS LTD.

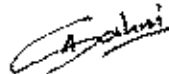
*Sanjeev Gupta*  
DIRECTOR

14. The Company is advised that the computation of the profit under section 349 of the Companies act, 1956 need not be made because remuneration/ commission paid/ payable to the Directors for the year ended 31<sup>st</sup> March 2011 is within the limits as prescribed in Schedule XIII Part II.
15. Previous Year's figures have been regrouped and rearranged wherever considered necessary to make them comparable with current year's figures.
16. Schedule I to VII form an integral part of the Balance sheet.

For S.G. GLOBAL EXPORTS LTD.



(SANJEEV GUPTA)  
MG. DIRECTOR



(ASHOK KUMAR)  
DIRECTOR

Place : LUDHIANA  
Dated : 22.07.2011

For PAWAN PURI & ASSO.  
CHARTERED ACCOUNTANTS  
Firm Reg. No. 005950



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**S.G.GLOBAL EXPORTS LIMITED**  
304, LSE BUILDING, FEROZE GANDHI MARKET, LUDHIANA

**ATTENDANCE SLIP**

DP ID.	
CLIENT ID	

FOLIO NO.	
NO. OF SHARES	

Name & Address of Shareholder / Proxy holder

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I certify that I am a registered Shareholder / Proxy for the registered Shareholder of the Company. I hereby record my presence at the Annual General Meeting of the Company held on \_\_\_\_\_, the \_\_\_\_\_ at the Registered Office of the Company at \_\_\_\_\_.

Member's / Proxy's Signature

(Shareholder attending the meeting in person or by proxy is requested to complete the attendance slip and handover at the entrance of the Meeting Hall)

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**S.G.GLOBAL EXPORTS LIMITED**  
304, LSE BUILDING, FEROZE GANDHI MARKET, LUDHIANA

**PROXY FORM**

DP ID.	
CLIENT ID	

FOLIO NO.	
NO. OF SHARES	

I / We \_\_\_\_\_ of \_\_\_\_\_

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Being a Member / Members of \_\_\_\_\_ Limited hereby appoint Mr. / Ms. \_\_\_\_\_

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as my / our Proxy to attend and vote for me / us and on my / our behalf at the ANNUAL GENERAL MEETING of the Company to be held on Friday the 30<sup>th</sup> Day of September and at any adjournment(s) thereof.

Signed this \_\_\_\_ day of \_\_\_\_\_ 2011

Affix Re.1/- Revenue Stamp
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Signature(s)
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Proxy form must reach company's registered office not later than 48
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FOR OFFICE USE ONLY
DATE OF RECEIPT