



AVERY
ANNUAL REPORT 2010-11

BOARD OF DIRECTORS

MR. P.A. MASON
Chairman

MR. BASANT SANDOOJA
Managing Director

MR. PRATIP SEN GUPTA

MR. A.R. BARWOOD

ASSISTANT COMPANY SECRETARY

MS. KANCHAN GAMBHIR

AUDITORS

DELOITTE HASKINS & SELLS
7th Floor, Building 10,
Tower B, DLF Cyber City
Gurgaon - 122 002
Phone : 0124-6792000
Fax : 0124-6792012

REGISTRARS

CB MANAGEMENT SERVICES (P) LTD.
P-22, Bondel Road, Kolkata - 700 019
Phone : 033-40116700
Fax : 033-40116739
Email: rta@cbmsl.com

REGISTERED AND HEAD OFFICE

Plot Nos. 50-59, Sector - 25,
Ballabgarh - 121 004 (Haryana)
Phone : 0129-4094400
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C O N T E N T S

Report of the Directors	2
Annexure to the Directors' Report	4
Auditors' Report	6
Balance Sheet.....	9
Profit & Loss Account	10
Cash Flow Statement	11
Schedules to the Accounts	12
Balance Sheet Abstract and	31
Company's General Business Profile	
Salter India Limited	32

REPORT OF THE DIRECTORS

TO THE MEMBERS OF AVERY INDIA LIMITED

Your Directors are pleased to present the 64th Annual Report of your Company together with the Audited Statement of Accounts and the Auditors' Report of your Company for the financial year ended, 31st March, 2011. The summarized financial performance for the year ended 31st March, 2011 is as under:

FINANCIAL PERFORMANCE

(Rs. million)

Particulars	For the year ended	
	31st March 2011	31st March 2010
Net Turnover	796	642
The Net Profit for the year is	122	12
Provision for Taxation,		
Current Tax	39	4
Deferred Tax Charge/ (Credit), and	-2	2
Provision for Fringe Benefit Tax is	-	-
Leaving a balance of Profit/(Loss) of	85	6

DIVIDEND

Your Directors do not recommend any dividend for the year ended 31st March 2011.

OPERATIONAL PERFORMANCE

Your Company has changed its focus mainly to Weighing Machines and Load Cells. Sale of Fuel Dispensing Units was declining hence your Company has concentrated operations mainly in Weighing Machines and Load cells. During the year under report your Company sold 1440 numbers of weighing machines against sales of 1295 in previous year. Total sales of weighing machines and load cells during the year has increased to Rs. 524 million as against Rs. 373 million in the previous year.

Your Company has been successful in widening its range. Your Company has completed designing of a new model J2 weighbridge and soon Company will launch the same. Last year your Company has started production and export of T302X load cells, during this year your Company has started development of T301X load cells. As Load Cell manufacturing and export of Load Cells is potential area of growth for your Company.

Profit during the year under report has increased to Rs. 122 million against Rs. 12 million in the previous year. Increase in profits is approximately 10 times as compared to last year's profits. Though there has been impact on Profit during 2010-11 due to out go of Rs. 11.6 million on Voluntary Retirement Scheme as against Rs. 20.5 Million in previous year, expenditure on Voluntary Retirement will continue to benefit the Company in coming years.

FUTURE OUTLOOK

Your Company is focusing on enhancing manufacturing capacity of technological products of load cells. This will help us for more value addition as compared to our competitors. Your Company believes it will help in enhancing its market position.

Your Company is looking forward to achieve a Net Sales Turnover of Rs. 900 million for 2011-12.

REGISTERED OFFICE

In 1911 your Company had started its operations at Kolkata and had Registered Office in the State of West Bengal. Later on Company started its factory and head office at Ballabgarh in the State of Haryana. Your Company has been working in Ballabgarh since 1974 and Kolkata factory was closed few years back. Electronic Division was started at Ballabgarh in 1985. Ballabgarh is now the only manufacturing facility of the Company. All operations are mainly undertaken at Ballabgarh Office. The Indian Directors and top management officials are located in the State of Haryana. Therefore in order to ensure effective and better administrative coordination, control and supervision over the affairs of the business, it was resolved in previous AGM to shift its Registered Office from Kolkata to Ballabgarh. Your Directors take an opportunity to inform you that Registered Office of the Company has been shifted to our Current Head Office address at Plot Nos. 50-59, Sector-25, Ballabgarh, Haryana.

SUBSIDIARY COMPANY

Salter India Ltd.(SIL), the wholly owned subsidiary of your Company which manufactures tubular spring balances and suspended spring dials scales, its performance was under pressure during the year. The net sales of SIL for the year 2010-11 have gone up to Rs. 150.04 million from Rs. 134.99 million in the previous year. But there was fall in net profits. The net pre-tax profit for the year was Rs. 31.68 million as against Rs. 32.26 million for the previous year. Fall in profit was due to rise in cost of inputs.

DIRECTORS

There has been no change in Board of Directors in the previous year. Your Company is working well under the guidance of Mr. Basant Sandooja, present Managing Director of the Company.

Mr. Paul Andrew Mason retires from the Board of Directors by rotation in accordance with the provisions of the Articles of Association of the Company and is eligible for reappointment. Members are requested to consider his re-appointment.

AUDITOR & AUDITORS' REPORT

M/s. Deloitte Haskins & Sells, Chartered Accountants, retire at forthcoming Annual General Meeting and have indicated their willingness to be reappointed as Statutory Auditors. The Company has received a certificate from the Auditors to the effect that their re-appointment, if made, would be in accordance with Section 224(1B) of the Companies Act, 1956. Members are requested to consider their re-appointment.

Observations made in the Auditors' Report read with Notes to the Financial Statements are self explanatory and therefore, do not call for any further comments under Sec. 217 (3) of the Companies Act, 1956.

AUDIT COMMITTEE

The Audit Committee comprises Mr. Andrew Richard Barwood, Chairman of the Committee, Mr. Paul Andrew Mason, Mr. Pratip Sen Gupta, and Mr. Basant Sandooja members of the Committee. Mr. Pawan Kumar Arora, Chief Financial Officer, who is in-charge of finance function and Mr. Vijay Agarwal, Partner M/s. Deloitte Haskins & Sells, Chartered Accountants, Statutory Auditors of the Company are invitees to the meeting. Mrs. Kanchan Gambhir, Assistant Company Secretary acts as the Secretary of the Audit Committee. The terms of reference of this Committee are wide enough covering the matters specified in Companies Act, 1956.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirement under Section 217 (2AA) of the Companies Act, 1956, the Board of Directors hereby state and confirm that:

- in the preparation of the Annual Accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- 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;
- 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 any fraud and irregularities and ;
- the Directors have prepared the annual accounts of the Company on a going concern basis.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE EARNINGS AND OUTGO

The particulars of Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo, as

required by the Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988 are annexed to this Report.

PARTICULARS OF EMPLOYEES

The Particulars of Employees in accordance with Section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975 as amended, are annexed to this Report.

PUBLIC DEPOSITS

The company, during the year under review, has not invited /accepted / renewed any fixed deposits in terms of the provisions of Section 58A of the Companies Act, 1956 read with the rules framed thereunder.

CORPORATE GOVERNANCE

Variation in remuneration of Managing Director Mr. Basant Sandooja, is annexed to this report.

APPRECIATION

Your Directors wish to place on record their appreciation for the commitment and dedication shown by the employees at all the areas of operation of the Company. Various HR initiatives are taken to align the HR policies to the growing requirements of the business. The Industrial Relations remained cordial during the year. As on 31st March 2011 your Company had 437 employees.

Your Directors wish to place on record their appreciation for the continued cooperation and whole-hearted support given by the Company's Customers, Shareholders, Suppliers, Bankers, State & Central Government as well as ITW and Avery Weigh-Tronix groups, the Promoters of your Company.

By Order of the Board

Basant Sandooja Pratip Sen Gupta
Managing Director Director

Place : Gurgaon
Date : 26.08.2011

ANNEXURE TO THE BOARD OF DIRECTORS' REPORT TO THE SHAREHOLDERS

1. Information in accordance with the Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988 and forming part of the Directors' Report for the period ended 31st March 2011.

A. CONSERVATION OF ENERGY

- | | |
|--|---|
| a) Measures taken to conserve energy. | – Manufacturing process of the Company is not very energy intensive. However all efforts are made for optimum energy consumption and conservation of energy. Some of the steps taken by the Company are Efficient utilization of Central Air-conditioning Plant, Compressors, E.O.T. Cranes, Welding machines etc. Regular maintenance of Generator Sets, Sub Station equipment, Transformer, P.F. Capacitor Banks and Switching over to low consumption Fluorescent Tubes. |
| b) Additional investment and proposals, if any, being Implemented for reduction of consumption of energy. | – The Company has not envisaged any major investment proposal. |
| c) Impact of measures at (a) & (b) above for reduction of energy consumption and consequent impact on the cost of production of goods. | – The steps enumerated above are expected to result in saving of energy and consequent reduction in manufacturing cost. |

B. TECHNOLOGY ABSORPTION

Research & Development

- | | |
|---|---|
| 1. Specific areas in which R&D carried out by the Company. | – R&D efforts are focused towards improvement in various products of the Company and to cater to the ever changing requirements of the customers. |
| 2. Benefits derived as a result of the above R&D. | – R & D benefit the company by keeping abreast with the changing market needs with technology enhancement as well as helps in Import substitution. R & D helps in reduction in cost and enables more effective utilization of manpower. |
| 3. Future plan of Action | – Improvements in weighbridge design and augmenting existing range of the products are planned for future action. |
| 4. Expenditure on R&D | |
| a) Capital | – Rs. 0.87 million |
| b) Recurring | – Rs. 12.32 million |
| c) Total | – Rs. 13.19 million |
| d) Total R & D Expenditure as a percentage of total turnover. | – 1.65 % |
| 5. Technology Absorption, Adaptation & Innovation: | |
| 1) Efforts in brief made towards Technology absorption, adaptation and innovation. | – Technical information regarding new developments in weighing and sensor technology is regularly exchanged between our collaborator's Technical Department and us. |
| 2) Benefits derived as a result of the above efforts. | – Improved productivity and quality improvement. |
| 3) Imported Technology | |
| a) Technology Imported | – Consolidation of technology previously imported from Avery Weigh-Tronix U.K. |
| b) Year of Import | – 2000-2011 |
| c) Has Technology been fully absorbed. | – Technology has been fully absorbed as per Technology Transfer Agreement. |
| d) If not fully absorbed, areas where this has not taken place and reasons thereof and future plan of Action. | – Not Applicable |

C. FOREIGN EXCHANGE EARNINGS AND OUTGO:

- | | |
|-----------------------------------|--|
| 1. Activities relating to Exports | : Export of Load Cells is the main export activity. During 2010-11, the Company exported 3914 Load Cells to Avery Weigh-Tronix U. K. Besides above, the Company has also exported 129 weighing machines to Avery Weigh -Tronix UK during the year 2010-11. |
| 2. Total Foreign Exchange | |

Used	: Rs. 78.00 million
Earned	: Rs. 62.81 million

2. CORPORATE GOVERNANCE

Details of remuneration as per clause IV of part II of schedule XIII of the Companies Act, 1956 are as follows

I. Managing Director -Mr. Basant Sandooja**(i) Elements of remuneration package**

- a) **Annual Basic Salary** - An annual basic salary of Rs. 3,828,000 paid monthly in arrears, subject to Income Taxes as applicable.
- b) **Annual House Rent Allowance**- An annual House Rent allowance of Rs. 1,148,400 paid monthly in arrears, subject to Income Taxes as applicable.
- c) **Special Allowance**- A Special Allowance of Rs. 2,800 per month payable in arrears subject to Income Taxes as applicable.
- d) **Medical Reimbursement**- Medical reimbursement in accordance with the Rules of the Company and the amount will be limited to Rs. 15,000 per financial year upon submission of vouchers for actual expenses.
- e) **Driver**- The driver shall be hired by the Company or through an Agency. The valuation of this perquisite shall be done as per Income Tax Rules and under Sections 198 and 351 of the Companies Act 1956.
- f) **Annual Leave Travel Allowance**- An annual leave travel allowance of Rs. 319,000 subject to Income Tax as applicable in each financial year as per the Rules of the Company.
- g) **Provident Fund Contribution** in accordance with the Rules of the Company.
- h) **Superannuation Fund Contribution** in accordance with the Rules of the Company.
- i) **Holiday**- will be governed by the Leave Rules and Regulations of the Company and will be granted four weeks' annual leave during employment with the Company.
- j) **Performance Linked Incentive** - In accordance Company policy, a maximum bonus as approved by the Board of Directors up to Rs. 1,000,000 per annum pro-rated subject to Income Tax and the maximum amounts permissible under the Companies Act, 1956 and the Rules made there under.

(ii) Service Contract, Notice period, severance fees & other clauses -

As per agreement dated 19th August 2010.

(iii) Stock option details - None**II. Other Directors - No Remuneration is paid to any other director.**

By Order of the Board

Place : Gurgaon
Date : 26.08.2011

Basant Sandooja
Managing Director

Pratip Sen Gupta
Director

ANNEXURE TO THE BOARD OF DIRECTORS' REPORT TO THE SHAREHOLDERS

Information as per Section 217 (2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 and forming part of the Directors' Report for the year ended 31st March, 2011

Name	Designation of the Employee	Remuneration Received ** Rs.	Qualification and Experience of the Employee	Date of Commencement of Employment	Age	Details of Previous Employment	Period of Previous Employment
Mr. Basant Sandooja	Managing Director	3,955,130	B.E (MECH.) 31 years	19th August 2010	51	Chief Marketing Officer Amiantit Oman LLC	March 2009 to July-10

- Notes:
1. Appointment is contractual
 2. Mr. Basant Sandooja is not related to any other Director.
 3. ** Remuneration received includes value of perquisites

By Order of the Board

Place : Gurgaon
Date : 26.08.2011

Basant Sandooja
Managing Director

Pratip Sen Gupta
Director

AUDITORS' REPORT**TO THE MEMBERS OF AVERY INDIA LIMITED**

1. We have audited the attached Balance Sheet of **AVERY INDIA LIMITED** ("the Company") as at 31st March, 2011, the Profit and Loss Account and the Cash Flow Statement of the Company for the year ended on that date, both annexed thereto. These financial statements are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with the 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 misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and the disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by the Management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003 (CARO) issued by the Central Government in terms of Section 227(4A) of the Companies Act, 1956, we enclose in the Annexure a statement on the 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 as follows:
 - (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 it appears from our examination of those books;
 - (c) the Balance Sheet, the Profit and Loss Account and the Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - (d) in our opinion, the Balance Sheet, the Profit and Loss Account and the Cash Flow Statement dealt with by this report are in compliance with the Accounting Standards referred to in Section 211(3C) of the Companies Act, 1956;
 - (e) in our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
 - (i) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2011;
 - (ii) in the case of the Profit and Loss Account, of the profit of the Company for the year ended on that date and
 - (iii) in the case of the Cash Flow Statement, of the cash flows of the Company for the year ended on that date.
5. On the basis of the written representations received from the Directors as on 31st March, 2011 taken on record by the Board of Directors, none of the Directors is disqualified as on 31st March, 2011 from being appointed as a director in terms of Section 274(1)(g) of the Companies Act, 1956.

For Deloitte Haskins & Sells
Chartered Accountants
 (Registration No.015125N)

Vijay Agarwal
 Partner

Place : Gurgaon
 Date : 26.08.2011

Membership No. 094468

ANNEXURE TO THE AUDITORS' REPORT

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

- (i) Having regard to the nature of the Company's business/activities/result, clauses (x) and (xiii) of CARO are not applicable.
- (ii) In respect of its fixed assets:
 - (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of the fixed assets.
 - (b) The fixed assets were physically verified during the previous year by the Management in accordance with a regular programme of verification which, in our opinion, provides for physical verification of all the fixed assets at reasonable intervals. According to the information and explanation given to us, no material discrepancies were noticed on such verification.
 - (c) The fixed assets disposed off during the year, in our opinion, do not constitute a substantial part of the fixed assets of the Company and such disposal has, in our opinion, not affected the going concern status of the Company.
- (iii) In respect of its inventory:
 - (a) As explained to us, the inventories were physically verified during the year by the Management at reasonable intervals.
 - (b) In our opinion and according to the information and explanation given to us, the procedures of physical verification of inventories followed by the Management were reasonable and adequate in relation to the size of the Company and the nature of its business.
 - (c) In our opinion and according to the information and explanations given to us, the Company has maintained proper records of its inventories and no material discrepancies were noticed on physical verification.
- (iv) In respect of loans, secured or unsecured, granted by the Company to companies, firms or other parties covered in the Register under Section 301 of the Companies Act, 1956, according to the information and explanations given to us:

- (a) The Company had granted loan aggregating Rs. 10,000,000 to Avery Weight-Tronix Private Limited covered in the register maintained under section 301 of the Companies Act, 1956. Same was repaid during the current year. As the loan has been repaid during the current year, the outstanding balance at year-end is only in respect of accrued interest of Rs. 25,616. The maximum balance involved during the year was Rs. 10,284,110 including interest accrued thereon.
- (b) The rate of interest and other terms and conditions of such loans are, in our opinion, prima facie not prejudicial to the interests of the Company.
- (c) The receipts of principal amounts and interest have been regular/ as per stipulations.
- (d) There is no overdue amount in respect of the loan referred to in para (iii)(a) above.

The Company has not taken any loans, secured or unsecured from companies, firms or other parties listed in the Register maintained under Section 301 of the Companies Act, 1956.

- (v) In our opinion and according to the information and explanations given to us, having regard to the explanations that some of the items purchased are of special nature and suitable alternative sources are not readily available for obtaining comparable quotations, there is an adequate internal control system commensurate with the size of the Company and the nature of its business with regard to purchases of inventory and fixed assets and the sale of goods and services. During the course of our audit, we have not observed any major weakness in such internal control system.
- (vi) In respect of contracts or arrangements entered in the Register maintained in pursuance of Section 301 of the Companies Act, 1956, to the best of our knowledge and belief and according to the information and

explanations given to us:

- (a) The particulars of contracts or arrangements referred to in Section 301 that needed to be entered in the Register maintained under the said Section have been so entered.
- (b) Where each of such transaction is in excess of Rs.5 lakhs in respect of any party, the transactions have been made at prices which are prima facie reasonable having regard to the prevailing market prices at the relevant time.
- (vii) According to the information and explanations given to us, the Company has not accepted any deposits from the public during the year within the meaning of section 58A and 58AA of the Companies Act, 1956 and the rules framed thereunder.
- (viii) In our opinion, the internal audit functions carried out during the year by a firm of Chartered Accountants appointed by the Management have been commensurate with the size of the Company and the nature of its business.
- (ix) We are informed that the maintenance of cost records have not been prescribed by the Central Government under section 209(1)(d) of the Companies Act, 1956.
- (x) According to the information and explanations given to us in respect of statutory dues:
- (a) The Company has generally been regular in depositing undisputed dues, including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income-tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Cess and other material statutory dues applicable to it with the appropriate authorities.
- (b) There were no undisputed amounts payable in respect of Income-tax, Wealth Tax, Custom Duty, Excise Duty, Cess and other material statutory dues in arrears as at 31st March, 2011 for a period of more than six months from the date they became payable.

- (c) According to the information and explanations given to us and the records of the Company examined by us, there are no disputed dues in respect of income tax, service tax, wealth tax, customs duty, and cess, which have not been deposited. The following are the particulars of sales tax and excise duty dues not deposited/ deposited under protest by the Company on account of disputes as at March 31, 2011.

Name of statute	Nature of dues	Amount involved (Rs.)	Period to which amount relates	Amount paid under protest (Rs.)	Forum where dispute is pending
Central Excise Act, 1944	Excise Duty	830,142	1991-94	—	Commissioner of Central Excise (Appeals), Kolkata
Bihar Finance Act, 1981	Sales Tax	675,152	1991-2000	135,229	Assistant Commissioner of Sales Tax, Ranchi
Delhi Sales Tax Act, 1975	Sales Tax	35,000	1992-93	—	Sales Tax Appellate Tribunal, New Delhi
Tamil Nadu General Sales Tax Act, 1959	Sales Tax	534,750	1995-96	—	Madras High Court
Kerala Value Added Tax, 2005	Sales Tax	246,917	2006-07	—	Deputy Commissioner Special Circle 1
Central Sales Tax Act, 1956 (Haryana)	Central Sales Tax	1,800,179	2003-04	1,800,179	Joint Excise and Taxation Commissioner

Name of statute	Nature of dues	Amount involved (Rs.)	Period to which amount relates	Amount paid under protest (Rs.)	Forum where dispute is pending
Punjab General Sales Tax Act	Sales Tax	328,789	1999-2000	–	Excise and Taxation Officer, Amritsar
Haryana Value Added Tax Act, 2003	Sales Tax	6,225,508	2004-05	2,774,254	Joint Excise and Taxation Commissioner (Appeals), Faridabad
West Bengal Value Added Tax Act, 2003	Sales Tax	1,566,699	2005-06	–	Deputy Commissioner, Directorate of Commercial Taxes, West Bengal
Central Sales Tax Act, 1956 (Haryana)	Central Sales Tax	4,891,684	2005-06	–	Joint Excise and Taxation Commissioner (Appeals), Faridabad
Central Sales Tax Act, 1956 (Haryana)	Central Sales Tax	6,684,038	2006-07	–	Joint Excise and Taxation Commissioner (Appeals), Faridabad
Finance Act, 1994	Service Tax	3,278,939	2004-09	–	Commissioner of Service Tax (Appeals)

- (xi) In our opinion and according to the information and explanations given to us, the Company has not taken any loans from banks or financial institutions and has not issued any debentures.
- (xii) In our opinion and according to the information and explanations given to us, the Company has not granted any loans and advances during the year on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) According to the information and explanations given to us, the Company is not dealing or trading in shares, securities, debentures and other investments.
- (xiv) According to the information and explanations given to us, the Company has not given any guarantee during the year for loans taken by others from banks and financial institutions.
- (xv) The Company has not obtained any term loan during the year.
- (xvi) In our opinion and according to the information and explanations given to us and on an overall examination of the Balance Sheet, we report that funds raised on short-term basis have not been used during the year for long- term investment.

- (xvii) The Company has not made any preferential allotment of shares during the year to parties and companies covered in the Register maintained under Section 301 of the Companies Act, 1956.
- (xviii) The Company has not issued any debentures during the year.
- (xix) The Company has not raised any money by way of public issue during the year.
- (xx) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no fraud on the Company has been noticed or reported during the year.

For Deloitte Haskins & Sells
Chartered Accountants
 (Registration No. 015125N)

Place : Gurgaon
 Date : 26.08.2010

Vijay Agarwal
 Partner
 Membership No. 094468

BALANCE SHEET AS AT MARCH 31, 2011

	Schedule	As at March 31, 2011		As at March 31, 2010	
		Rs.	Rs.	Rs.	Rs.
I. SOURCES OF FUNDS					
Shareholders' funds					
Share capital	A	98,323,020		98,323,020	
Reserves and surplus	B	541,437,196	639,760,216	456,768,816	555,091,836
TOTAL			639,760,216		555,091,836
II. APPLICATION OF FUNDS					
Fixed assets	C				
Gross block		195,884,418		197,078,979	
Less : Accumulated depreciation		136,417,361		130,852,258	
Net block		59,467,057		66,226,721	
Capital work in progress (including capital advances)		283,092	59,750,149	40,165	66,266,886
Investments	D		34,106,250		35,606,250
Deferred tax assets (Refer to note 14 of schedule N)	E		15,180,144		12,924,128
Current assets, loans and advances	F				
Inventories		77,454,933		71,749,611	
Sundry debtors		96,690,565		63,544,516	
Cash and bank balances		452,030,455		376,991,714	
Other current assets		2,494,945		11,153,587	
Loans and advances		78,066,639		84,977,163	
		706,737,537		608,416,591	
Less : Current liabilities and provisions	G				
Current liabilities		157,855,341		149,941,649	
Provisions		18,158,523		18,180,370	
		176,013,864		168,122,019	
Net current assets			530,723,673		440,294,572
TOTAL			639,760,216		555,091,836
Significant accounting policies and notes to the accounts	N				
Schedules referred to above form an integral part of the financial statements					

As per our report attached

For **Deloitte Haskins & Sells**
Chartered Accountants**VIJAY AGARWAL**
PartnerPlace : Gurgaon
Date : 26.08.2011

For and on behalf of the Board of Directors

BASANT SANDOOJA
Managing Director**KANCHAN GAMBHIR**
Assistant Company Secretary**PRATIP SEN GUPTA**
Director