



HINDUSTAN EVEREST TOOLS LTD.

50TH ANNUAL REPORT 2012-2013

Board of Directors

Shri Shravan Kumar Mandelia *Chairman & Mg. Director*
Shri Balgopal Mandelia, *Vice-Chairman and Jt. Mg. Director*
Smt Pallavi Joshi Bakhru
Shri Pradeep Jain
Shri V.K. Khanna, Executive Director (Finance)
Shri Ambarish Raj
Shri Lokesh Sood

Company Secretary

Shri Govind Deora

AUDITORS

Singhi & Co,
Chartered Accountants,
401-408, Pragati House
44-45, Nehru Place
New, Delhi-110 019

BANKERS

UCO Bank,
Punjab National Bank
HDFC Bank
Citi Bank

REGISTERED OFFICE

Dohil Chambers,
46, Nehru Place,
New Delhi-110 019

WORKS

Village Jatheri,
Distt. Sonapat,
Haryana

SHARES LISTED AT

Bombay Stock Exchange

REGISTAR & TRANSFER AGENT **LINK INTIME INDIA PVT. LTD.**

44 Community Centre,
2nd Floor
Naraina Industrial Area, Phase-I, Near PVR Naraina
New Delhi- 110 028



HINDUSTAN EVEREST TOOLS LTD.

NOTICE

Notice is hereby given that the 50th Annual General Meeting of the Members of Hindustan Everest Tools Ltd. will be held at "PHD House", opposite Asian Games Village, Siri Fort Road, New Delhi - 110016 on Monday the 30th day of September, 2013 at 11.00 A.M. to transact the following business :-

AS ORDINARY BUSINESS:

- 1) To receive, consider and adopt the audited Profit & Loss Account for the year ended 31st March, 2013 and the Balance Sheet as at that date together with Reports of the Auditors and Directors thereon.
- 2) To appoint Director in place of Shri Pradeep Jain who retires by rotation and being eligible, offer himself for re-appointment.
- 3) To appoint Auditors and to fix their remuneration.

AS SPECIAL BUSINESS :

- 4) To consider and if thought fit to pass with or without modification(s), the following resolutions as an Ordinary Resolution :
" Resolved that Shri Pallavi Joshi Bakhru who was appointed as an Additional Director of the Company by the Board of Directors and who ceases to hold office at the Annual General Meeting pursuant to Section 260 of the Companies Act, 1956 and in respect of whom the Company has received a Notice in writing proposing her candidature for the office of the Director, be and is hereby appointed a Director of the Company."

By Order of the Board

Sd/-

(GOVIND DEORA)

Company Secretary

New Delhi

30th May, 2013

NOTES :

- (1) A Member entitled to attend and Vote at the meeting is entitled to appoint a proxy and vote instead of himself and the proxy need not be a member of the Company. Proxies in order to be effective must be received by Company not less than 48 hours before the meeting.
- (2) The Register of Members and Share Transfer Books of the Company will remain closed from Friday the 20th day of September, 2013 to Monday the 30th day of September, 2013 (both the days inclusive).
- (3) Pursuant to Section 205A(5) of the Companies Act, 1956, dividend for the financial year ended 31.3.1999 and thereafter, which remain unclaimed for a period of 7 years will be transferred by the Company to the Investor Education and Protection Fund established by the Central government pursuant to Section 205C of the Companies Act, 1956.
- (4) (a) Members holding shares in physical form are requested to notify/send the following to the Registrar and Transfer Agent of the Company M/s Link Intime India Pvt. Limited 44, Community Centre, 2nd Floor, Naraina Industrial area, Phase-II, Near PVR Naraina, New Delhi-110028, Phone No. 41410592, Fax : 41410591, E-Mail : delhi@linkintime.Co.in and Company's - E-mail: admin@everesttools.com
 - i) Any change in their address/e-mail/mandate/bank details.
 - (b) Members holding shares in the dematerialised form are requested to notify all changes with respect to their address, mandate and bank details to their Depository Participant.
 - (c) Shareholders are also requested to quote their Folio No./DP ID-Client Id and details of shares held in physical/ demat mode, E-mail ids and Telephone/Fax numbers for prompt reply to their communications.

Green Initiative in Corporate Governance: Register E-mail Address

The Ministry of Corporate Affairs has now permitted companies to send various notices/ documents under the Companies Act 1956, to its shareholders, through electronic mode. We request the Members to support this initiative and register their E-mail addresses in respect of shares held in : (1) dematerialised mode, with their Depository Participants; and (2) physical mode with Link Intime India Pvt. Ltd. (RTA). Please quote the following particulars in the E-mail Registration request: Folio No./DPID-Client ID, PAN, names(s) of Registered Holder(s), Address, Telephone and E-mail address (to be registered for sending future communications through E-mail) and send the same under your signature(s).

By Order of the Board

Sd/-

(GOVIND DEORA)

Company Secretary

New Delhi

30th May, 2013



ANNEXURE TO THE NOTICE EXPLANATORY STATEMENT

(Pursuant to Section 173(2) of the Companies Act, 1956)

ITEM NO. 4

Pursuant to the provisions of Section 260 of the Companies Act, 1956, Smt. Pallavi Joshi Bakhru who was appointed as an Additional Director by the Board in its meeting held on 10.04.2013 ceases to hold office as Director at the ensuing Annual General Meeting. Notice has been received from a member signifying his intention to propose her appointment as Director of the Company. Smt. Pallavi Joshi Bakhru is a women of wide experience and as such her appointment as Director will be in the interest of the Company. Hence, this resolution for your approval. Except Smt. Pallavi Joshi Bakhru no other Director is interested in this resolution.

New Delhi
30th May, 2013

By Order of the Board
(GOVIND DEORA)
Company Secretary

ADDENDA

To the notice dated the 30th May, 2013 relating to holding of 50th Annual General Meeting of M/s Hindustan Everest Tools Ltd. on Monday, the 30th September, 2013

The following resolutions be added to the above to consider and if thought fit to pass with or without modification as Resolution No.5, 6 and 7 under the Special Business:

5. To consider and if thought fit to pass with or without modification(s), the following resolutions as an Ordinary Resolution :
“ Resolved that pursuant to the provisions of Section 198,309,310 and other applicable provisions of the Companies Act, 1956, read with schedule XIII and any other applicable provisions of the aforesaid Act and subject to the approval of the Central Government, if necessary, the consent of the Company be and is hereby accorded to the re-appointment of Shri Vinod Kumar Khanna as Executive Director(Finance) of the Company for a period of 3 years w.e.f. 17th August,2013 on a remuneration and on the terms and conditions as set out in the Explanatory Statement to this Resolution with liberty to the Board of Directors (hereinafter referred to as “Board” which term shall be deemed to include the Remuneration Committee constituted by the Board) to alter and vary any of the terms and conditions of the said appointment and/or agreement, if any, to alter in such manner as may be agreed to between the Board of Directors and Shri Vinod Kumar Khanna so as not to exceed the limit specified in Schedule XIII of the Companies Act, 1956 or any amendment thereon.
6. To consider and if thought fit to pass with or without modification(s), the following resolutions as an Ordinary Resolution :
“ Resolved that Shri Ambarish Raj who was appointed as an Additional Director of the Company by the Board of Directors and who ceases to hold office at the Annual General Meeting pursuant to Section 260 of the Companies Act, 1956 and in respect of whom the Company has received a Notice in writing proposing his candidature for the office of the Director, be and is hereby appointed a Director of the Company.”
7. To consider and if thought fit to pass with or without modification(s), the following resolutions as an Ordinary Resolution :
“ Resolved that Shri Lokesh Sood who was appointed as an Additional Director of the Company by the Board of Directors and who ceases to hold office at the Annual General Meeting pursuant to Section 260 of the Companies Act, 1956 and in respect of whom the Company has received a Notice in writing proposing his candidature for the office of the Director, be and is hereby appointed a Director of the Company.”

The following Item No.5, 6 and 7 be added in the Explanatory Statement under Section 173 of the Companies Act,1956.

EXPLANATORY STATEMENT

(Pursuant to Section 173(2) of the Companies Act, 1956)

ITEM NO. 5

The Board of Directors in its meeting held on 14th August, 2013 re-appointed Shri Vinod Kumar Khanna as Executive Director (Finance) of the Company for a further period of three years w.e.f. 17th August, 2013 on the terms and conditions as specified in the proposed Resolution forming part of the Notice , subject to the provisions contained in Schedule XIII as amended upto date of the Companies Act,1956 are given below :-

- A) Salary: Rs. 38,000/- per month and Special Allowance Rs. 24,000/— per month.
- B) Perquisites & Allowances :



HINDUSTAN EVEREST TOOLS LTD.

- I. In addition to his salary, Shri Vinod Kumar Khanna shall be entitled to following perquisites and allowances :
- 1) Unfurnished accommodation or House Rent Allowance in lieu of, subject to maximum of 50% of the salary.
 - 2) Medical Reimbursement: Reimbursement of expenses incurred for self and family subject to a ceiling of 15,000/- in a year or Rs. 45,000/- over a period of three years.
 - 3) Leave Travel Concession : For self and family, subject to ceiling of one month's salary in a year or three month's salary over a period of three years.
- II. He shall also be eligible to the following perquisites which shall however not be included in the computation of ceiling on remuneration specified in Part II of Schedule XIII.
- 1) Company's contribution towards provident Fund as per the Rules of the Company.
 - 2) Gratuity as per the Rules of the Company but shall not exceed half month's salary for each completed year of service.
 - 3) Earned Leave: Encashment of un-availed Earned Leaves as per the rules of the Company at the end of each year on his request or at the end of his tenure.
- III. Provision of Car for use on Company's business and telephone at residence will not be considered as perquisites. Personnel long distance calls on telephone and use of car for private purpose shall be billed by the Company.
- The Board recommends the Resolution for your approval.
- Except Shri Vinod Kumar Khanna no other Director is interested in this resolution.

ITEM NO. 6

Pursuant to the provisions of Section 260 of the Companies Act, 1956, Ambarish Raj who was appointed as an Additional Director by the Board in its meeting held on 14.08.2013 ceases to hold office as Director at the ensuing Annual General Meeting. Notice has been received from a member signifying his intention to propose his appointment as Director of the Company. Shri Ambarish Raj is a man of wide experience and as such his appointment as Director will be in the interest of the Company. Hence, this resolution for your approval. Except Shri Ambrish Raj no other Director is interested in this resolution.

ITEM NO. 7

(a) Pursuant to the provisions of Section 260 of the Companies Act, 1956, Lokesh Sood who was appointed as an Additional Director by the Board in its meeting held on 14.08.2013 ceases to hold office as Director at the ensuing Annual General Meeting. Notice has been received from a member signifying his intention to propose his appointment as Director of the Company. Shri Lokesh Sood is a man of wide experience and as such his appointment as Director will be in the interest of the Company. Hence, this resolution for your approval. Except Lokesh Sood no other Director is interested in this resolution.

NOTE : The above form the part of Notice dated 30th May, 2013 for all purpose.

**DIRECTORS' REPORT**

Dear Shareholders,

Your Directors present the 50th Annual Report together with Audited Accounts of the Company for the year ended 31st March, 2013.

	Rs. In Lakhs	
FINANCIAL RESULTS	2012- 2013	2011-2012
Profit/(Loss) before Finance Cost	1.28	141.69
Less: Finance Cost	141.01	140.57
Cash Profit/(Loss)	(139.77)	1.12
Depreciation	64.71	65.55
Net Profit/(Loss)	(204.48)	(64.43)
Add/Less:		
Provisions for Deferred Tax	15.61	1.84
	(220.09)	(66.27)
APPROPRIATION		
Transfer from General Reserve	-	-
Carried over to next year	(220.09)	(66.27)

OPERATIONS

The Company is passing through a difficult phase due to recession both in domestic as well as international markets as well as all round increase in cost of production. Since last few days the company is also facing labour unrest which is being diligently handled by the Management.

DIVIDEND

In view of the Company having suffered a loss during the year, the Directors hereby express their inability to recommend any dividend for the year ended 31st March, 2013.

CONSERVATION OF ENERGY, RESEARCH & DEVELOPMENT, TECHNOLOGY ABSORPTION FOREIGN EXCHANGE EARNINGS & OUTGO

As required under Section 217(1)(e) of the Companies Act, 1956 read with the Companies Declaration of particulars in the Report of Board of Directors Rules, 1988, the information relating to the Conservation of Energy, Research and Development, Technology Absorption and Foreign Exchange Earning and Outgo is given in the Annexure 'A' forming part of this report.

DIRECTORS

In accordance with the provision of Companies Act, 1956 and Articles of Association, Shri Pradeep Jain retire by rotation and being eligible, offer themselves for re-appointment.

DIRECTORS' RESPONSIBILITY STATEMENTS

In compliance to the Provisions of Section 217(2AA) of the Companies Act, 1956, with respect to Directors' responsibility statement, it is hereby confirmed that:

- That in the preparation of the accounts for the financial year ended 31st March, 2013, the applicable accounting standards have been followed along with proper explanation relating to material departures.
- That the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that were 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 or loss of the Company for the year under review.
- That 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.
- That the Directors have prepared the accounts for the financial year ended 31st March, 2013 on a "going concern" basis.

AUDITORS

M/s Singhi & Company, Chartered Accountants, Auditors of the Company retires at the conclusion of this Annual General meeting and being eligible offer themselves for re-appointment.

As regards auditors observations/ qualification made in the Auditor's Report, Regarding other observations/qualification made in the Auditor's Report, relevant Notes of Notes on Accounts are self -explanatory and therefore do not call for any further comments under Section 217(3) of the Companies Act, 1956.

COST AUDITORS

In view of the direction of the Central Government that the cost accounts maintained by the Company be audited by the Cost auditor, the Company has appointed M/s Kabra & Associates, Cost Accountants, as Cost Auditors for conducting the cost audit for the Hand Tools manufacturing business of the Company for the financial year ending 31.03.2014.

PERSONNEL

Your Directors wish to place on record their sincere appreciation to employees for their continuous efforts and valuable services rendered by them at all levels.

There is no employee who was in receipt of remuneration as required to be disclosed under Section 217(2A) of the Companies Act, 1956.

FOR & ON BEHALF OF THE BOARD

Place : New Delhi

Dated : May 30th, 2013

S.K.MANDELIA

CHAIRMAN



ANNEXURE TO DIRECTORS' REPORT

Information as per Section 217(i)(e) read with the Companies (Declaration of Particulars in respect of the Board of Directors) Rule, 1988 and forming part of the Directors' Report for the year ended 31st March, 2013.

A. CONSERVATION OF ENERGY

(a) Energy Conservation measures taken:

Energy conservation is an on-going activity in the Company and depending upon the average energy consumption per unit of each department, Internal Checking, necessary corrective measures are being taken to reduce the energy consumption per unit of Production.

(b) Additional Investments and Proposals:

With the help of equipment like Automatic Power Factor Correction Meter, Ammeter in each phase, the Company is monitoring the consumption of plant as well various equipment's as and where required. Installation of additional equipment is done to improve efficiency.

(c) Impact of measures:

With the implementation of various measures taken, total energy consumption and the energy consumption per unit of production should be considered satisfactory due to emphasis on production of high value added products and processes, which consume more specific energy.

Form - A

(d) Total energy consumption and Energy Consumption per Unit of production:

1. Power & Fuel Consumption		Current Year	Previous Year
(a) Electricity		2,331,260	2,585,430
i. Purchased Units			
Amount	Rs.	16,183,470	14,841,613
Rate/Unit (average)	Rs.	6.94	5.74
ii. Own generation DG Sets			427,900
Units Generated		401,860	
Units per Ltr. of Diesel		2.53	3.05
Rate per Ltr. of Fuel	Rs.	42.39	39.95
Cost/Unit (average)	Rs.	16.75	13.10
(b) LPG			
Quantity (Kg.)		57	741
Amount	Rs.	3,002	38,762
Average Rate	Rs.	52.75	52.31
(c) PNG			
Quantity(SCM)		344,743	355,316
Amount	Rs.	377,094	958,249
Average Rate	Rs.	33.00	26.96
2 Consumption per Unit of Production			
Product – Hand Tools			
Electricity Units/MT		3,374	3,289
LPG		—	—
PNG		426	388

**B) TECHNOLOGY ABSORPTION****Research & Development :**

- (i) The Research & Development Center of the Company continuously endeavors to upgrade the existing product process and venture in new product development and process improvement. This has lead to enhance progress and efficiency throughout the plant. The benefits derived can be summed-up as under:-
- a) Extension of Product Range & introduction of new product.
 - b) Upgradation of process leading to better quality, performance and efficiency.
 - c) Upgradation of existing product for better quality and performance.
 - d) Extensive study of process, product function vis-à-vis customer requirement and its modification.
- (ii) Benefits derived as a result of the in-house R & D:
- a) Improving productivity by designing better accuracy & aromatic production Tools & Fixtures.
 - b) Better and product with better performance.
 - c) Effective and better controls of process thereby increasing the consistency of quality.
- (iii) Expenditure on R & D:

(Rs. in Lakhs)

a) Capital	-
b) Recurring	3.93
c) Total	3.93
d) Total R & D expenditure of total turnover	0.10%

(iv) Technology Imports:

No technology was imported during last five years.

C. FOREIGN EXCHANGE EARNING AND OUTGO:

Total Foreign Exchange used and earned:

(Rs. in Lakhs)

Total Foreign Exchange used	10.35
Total Foreign Exchange Earned	1518.77

FOR & ON BEHALF OF THE BOARD

S.K.MANDELIA
CHAIRMAN

Place: New Delhi

Dated: May 30th, 2013



HINDUSTAN EVEREST TOOLS LTD.

INDEPENDENT AUDITOR'S REPORT

To the Members of HINDUSTAN EVEREST TOOLS LIMITED,

Report on the Financial Statements

We have audited the accompanying financial statements of HINDUSTAN EVEREST TOOLS LIMITED, ("the company") which comprise the Balance Sheet as at 31st March, 2013 and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies' Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating to overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give

the information required by the Act 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 31st March, 2013;
- b. In the case of Statement of Profit and Loss, of the loss for the year ended on that date; and
- c. In the case of Cash Flow Statement, of the cash flows for the year ended on that date.

Report on the other legal and regulatory requirements

1. As required by the companies (Auditor's Report) order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statements on the matters specified in the paragraphs 4 and 5 of the Order.
2. As required by section 227(3) of the Act, 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 purpose 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, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account
 - d. In our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956;
 - e. On the basis of written representations received from the directors as on 31st March, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

For SINGHI & CO.
Chartered Accountants
Firm Reg. No.302049E

B.K. Sipani
Partner
Membership No.088926

Place: New Delhi
Date: 30th May, 2013



ANNEXURE REFERRED TO IN PARAGRAPH 1 OF OUR REPORT OF EVEN DATE ON THE OTHER LEGAL AND REGULATORY REQUIREMENTS (RE: HINDUSTAN EVEREST TOOLS LIMITED)

- | | |
|---|---|
| <p>(i) a. The company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.</p> <p>b. Fixed Assets have been physically verified by the management during the year. In our opinion, the frequency of physical verification is reasonable having regard to the size of the company and nature of its assets. No material discrepancies were noticed on such verification.</p> <p>c. The company has not disposed off substantial part of fixed assets during the year.</p> | <p>duty, excise duty, cess and other statutory dues applicable to it with the appropriate authorities though there have been some delays.</p> <p>There are no significant undisputed outstanding statutory dues as at the yearend for a period of more than six months from the date they became payable.</p> |
| <p>(ii) a. As explained to us inventories were physically verified during the year by the management at reasonable intervals.</p> <p>b. In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.</p> <p>c. In our opinion and according to the information and explanation given to us, the company is maintaining proper records of inventory and no material discrepancies were noticed on physical verification.</p> | <p>b. According to the records of the company, there are no dues outstanding of sales tax, income tax, service tax, custom tax, wealth tax, excise duty and cess on account of any dispute.</p> <p>(x) The company has no accumulated loss at the end of the financial year. However, the company has incurred cash loss during the current year, but not in immediately preceding financial year.</p> <p>(xi) Based on our audit procedures and on the information and explanations given by the management, we are of the opinion that the company has not defaulted in repayment of dues to financial institution and banks. We have been informed that the company has not issued any debenture during the year.</p> |
| <p>(iii) a. According to the information and explanations given to us, the company has taken unsecured loan including in previous year from four parties (Maximum balance Rs. 5,31, 51,862 and year end balance Rs. 4,97,05,466) listed in the register maintained under section 301 of the Companies Act' 1956.</p> <p>b. The rate of interest and other terms & condition of such loan are prima facie not prejudicial to the interest of the company.</p> <p>c. As informed to us, the company has not granted any loan to parties covered in the register maintained under section 301 of the Companies' Act, 1956.</p> | <p>(xii) According to the information and explanations given to us and based on the documents and records produced to us, the company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.</p> <p>(xiii) In our opinion, the company is not a chit fund or a nidhi/mutual benefit fund/society. Therefore, the provisions of clause 4 (xiii) of the Order are not applicable to the company.</p> <p>(xiv) The company does not deal or trade in shares, securities, debentures and other securities.</p> <p>(xv) According to the information and explanations given to us, the company has not given any guarantees in favour of banks / financial institution for loans taken by others.</p> |
| <p>(iv) In our opinion and according to the information and explanations given to us, there is adequate internal control system commensurate with the size of the company and the nature of its business, for the purchase of inventory and fixed assets and for the sale of goods and services. During the course of our audit, we have not noticed any continuing failure to correct major weakness in internal control system.</p> | <p>(xvi) According to the information and explanations given to us, term loan taken by the company during the year has been utilized for the purpose for which loan was obtained.</p> <p>(xvii) According to the information and explanation given to us, on an overall basis, fund raised on short term during the year has not been used for long term investment.</p> |
| <p>(v) a. In our opinion and according to the information and explanations provided by the management, we are of the opinion that the particulars of contract or arrangements that need to be entered into the register maintained under section 301 of the Companies Act'1956 have been so entered.</p> <p>b. In our opinion and according to the information and explanations given to us, there is no transaction of purchase and sale of goods, materials and services made exceeding the value of Rs. five lakhs from any party covered under section 301 of the Companies' Act 1956.</p> | <p>(xviii) The company has not made any preferential allotment of shares to parties or companies covered in the register maintained under Section 301 of the Companies' Act, 1956.</p> <p>(xix) The company did not have any outstanding debentures during the year. Accordingly clause 4(xix) of the Order is not applicable.</p> <p>(xx) The company has not raised any money through a public issue during the year. Accordingly clause 4(xx) of the Order is not applicable.</p> <p>(xxi) Based on our examination of the books and records of the company, carried out in accordance with the generally accepted auditing practice in India and according to the information and explanations given to us, no fraud on or by the company, was noticed or reported during the year.</p> |
| <p>(vi) In our opinion and according to the information and explanations given to us, the company has not received any public deposit during the year.</p> | |
| <p>(vii) The company has no internal audit system during the year..</p> | |
| <p>(viii) This company is not maintaining cost records for the company's products under section 209(1)(d) of the Companies' Act 1956, .</p> | |
| <p>(ix) a. According to the records of the company, the company is generally regular in depositing undisputed statutory dues including provident fund, investor education and protection fund, employees' state insurance, income-tax, sales-tax, services tax, wealth tax, custom</p> | |

For SINGHI & CO.
Chartered Accountants
Firm Reg No. 302049E
B.K.Sipani
Partner
Membership No.088926

Place: New Delhi
Date: 30th May 2013