

# **19TH ANNUAL REPORT 2012-2013 OF**

## **SARAL MINING LIMITED**

(Formally Known as XO INFOTECH LIMITED)

### **BOARD OF DIRECTOR**

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MAHENDRA DOLATRAI GANATRA	-MANAGING DIRECTOR
AMISHKUMAR DANTARA	- DIRECTOR
DHANPAL JITENDRAKUMAR GANDHI	- DIRECTOR
ANIL CHANDULAL MISTRY	- DIRECTOR

### **AUDITOR**

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M/S. Y. D. & CO.  
Chartered Accountants  
LUDHIANA

### **SHARE TRANSFER AGENT**

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#### **M/s SATELLITE CORPORATE SERVICES PRIVATE LIMITED**

B-302, Sony Apartment, Opp. St. Judge's High School,  
Off Andheri-Kurla Road, Jarimari, Sakinaka,  
Mumbai-400072 Maharashtra, INDIA  
Ph No: +91-22-2852 0461 / 2852 0462  
Fax No: +91-22-2851 1809  
E mail: service@satellitecorporate.com

### **REGISTERED OFFICE**

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304, Saffron Building, Panchvati To Ambawadi Road,  
Ambawadi, Ahmedabad-380006, Gujarat, India

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**NOTICE**

**NOTICE** is hereby given that the **19th Annual General Meeting** of the Members of **SARAL MINING LIMITED** (Formerly known as Xo Infotech Limited) will be held at the Registered Office of the Company at 304, Saffron Building, Panchvati to Ambawadi Road, Ambawadi, Ahmedabad- 380006, Gujarat, India on Monday, 30th day of September, 2013 at 02:00 P.M. to transact the following business:

**ORDINARY BUSINESS:**

1. To receive, consider and adopt Audited Balance Sheet as at 31st March, 2013 and the Profit & Loss Account for the year ended on that date and the reports of the Directors' and the Auditors' thereon.
2. To appoint a Director in place of Mr. Amishkumar Dantara who retires by rotation and being eligible, offers him-self for re-appointment.
3. To appoint Auditor and to fix their remuneration.

**SPECIAL BUSINESS:**

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

**"RESOLVED THAT** Mr. Anil Chandulal Mistry who was appointed as an Additional Director in the category of independent director of the Company w.e.f. 20.06.2013 being the date of appointment and who holds office as such up to the date of the ensuing Annual General Meeting and in respect of whom notice under Section 257 of the Companies Act, 1956 has been received from a member signifying his intention to propose Mr. Anil Chandulal Mistry be and is hereby appointed as a Director subject to retire by rotation of the Company.

**By Order of the Board  
For, SARAL MINING LIMITED**

**PLACE: AHMEDABAD**

**DATE: 31.08.2013**

**Sd/-  
(MAHENDRA DOLATRAI GANATRA)  
CHAIRMAN**

**NOTES:**

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. A PROXY IN ORDER TO BE EFFECTIVE MUST BE RECEIVED BY THE COMPANY AT ITS REGISTERED OFFICE NOT LESS THAN 48 HOURS BEFORE THE TIME SCHEDULED FOR HOLDING THE MEETING.
2. The Explanatory Statement pursuant to Section 173(2) of the Companies Act, 1956, in respect of business under Item No. 4 of the Notice is annexed hereto.
3. Corporate members intending to send their authorised representatives to attend the Meeting are requested to send to the Company a certified copy of the Board Resolution authorising their representative to attend and vote on their behalf at the Meeting.
4. Members desiring any information on the Accounts are requested to write to the Company at least one week before the meeting, so as to enable the Management to keep the information ready. Replies will be provided only at the meeting.
5. Members are requested to notify the Company of any change in their address (in full) with the postal area pin code number quoting their folio numbers.
6. The Register of Members and Share Transfer Register of the Company will remain closed from 23rd September, 2013 to 30th September, 2013.
7. **M/s. SATELLITE CORPORATE SERVICES PRIVATE LIMITED** having its registered office at B-302, Sony Apartment, Opp. St. Judge's High School, Off Andheri-Kurla Road, Jarimari, Sakinaka, Mumbai-400072, Maharashtra, INDIA are Registrars and Share Transfer Agents for Company's shares in Demat and Physical Form. The members are requested to please ensure that their shares are converted into Demat Form.

8. Additional information as required in terms of paragraph 3 of the Clause 49 of the Listing Agreement on Director seeking re-appointment at the ensuing Annual General Meeting is as under:

Mr. Amishkumar Dantara is Director of the Company. He has been associated with the Company w.e.f. 20.03.2012. He is Member of the Audit Committee and Share Transfer and Grievances Committee of the Company. Mr. Amishkumar Dantara retires by rotation and being eligible offers himself for re-appointment.

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**ANNEXURE TO NOTICE**

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**EXPLANATORY STATEMENT AS REQUIRED PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT, 1956**

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The Explanatory Statement sets out all the material facts relating to the Special Business mentioned under are accompanying this notice:

**Item No.4**

In terms of provisions of section 260 of Companies Act 1956 and provisions of Articles of Association of company Mr. Anil Chandulal Mistry who was appointed as an Additional Director in the meeting of the Board of Directors of the Company held on 20th June 2013 Who holds the office of Directors up to the date of the ensuing Annual General Meeting.

In Pursuant to section 257 of the Companies Act 1956 together with requisite deposit fee signifying his intention to propose the name of Mr. Anil Chandulal Mistry a director subject to retirement by rotation.

None of the Directors except Mr. Anil Chandulal Mistry is concerned or interested in this resolution.

Your Directors recommend this resolution for your approval.

**DIRECTORS' REPORT**

*Dear Shareholders,*

Your Directors here by present the 19th Annual Report on business and operations of the Company together with the Audited statements of Accounts for the financial year ended on 31st March 2013.

**FINANCIAL PERFORMANCE:**

Key aspects of Company' financial performance for the year 2012-13 is tabulated below:

[Amount in Rupees]

Particular	2012-13	2011-12
Total Income	22606314556	9756713482
Total Expenditure	22613667159	9756960230
Profit/(Loss) Before Extraordinary items and Taxation	(7352603)	(246748)
Extraordinary items	Nil	Nil
Profit/(Loss) before Tax (PBT)	(7352603)	(246748)
Less: Deferred Tax	Nil	Nil
Net Profit/(Loss) after Tax for the year	(7352603)	(246748)

**DIVIDEND:**

Your Directors have not declared any dividend during the year under review due to loss incurred.

**FIXED DEPOSIT:**

The Company has not accepted any deposit from the public pursuant to the provisions of Section 58A of the Companies Act, 1956.

**DIRECTORS:**

Mr. Amishkumar Dantara Director of the Company is retires by rotation at the ensuing Annual General Meeting and being eligible, offer himself for reappointment. Mr. Anil Chandulal Mistry was appointed as additional directors of the Company with effect from 20.06.2013 and is eligible for re-appointment as director of the Company at the forthcoming Annual General Meeting and whose period of office will be liable to retire by rotation.

**AUDITORS AND AUDITORS' REPORT:**

M/s. Y. D. & Co., Chartered Accountants, Ludhiana, Statutory Auditors of the Company, hold office until the conclusion of the ensuing Annual General Meeting and are eligible for reappointment. The observations made by the Auditors' in their Auditors' Report and the Notes on Accounts referred to in the Auditors' Report are self-explanatory and do not call for any further comments.

**MANAGEMENT DISCUSSION AND ANALYSIS:**

Management Discussion and Analysis forms part of the Annual Report to the shareholders and it includes discussion on matters as required under the provisions of Clause 49 of the listing agreement forming part of this report is annexed herewith. The Audit Committee of the Company has regularly reviewed internal Control System of the company.

**CORPORATE GOVERNANCE REPORT:**

Your Company has complied with the requirements of Clause 49 of the Listing Agreement on Corporate Governance. Pursuant to Clause 49 of the Listing Agreement with the Stock Exchanges, Report on Corporate Governance along with the Auditors' Certificate on its compliance is annexed separately to this Annual Report.

**PARTICULARS OF EMPLOYEES:**

The statement showing particulars of employees under section 217(2A) of the Companies Act, 1956, read with the companies (Particulars of Employees) Rules, 1975, as amended, is not required to be given as there were no employees coming within the purview of this section.

**CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:**

The details of conservation of energy, technology absorption etc. as required to be given under Section 217(1)(e) of the Companies Act 1956, are not applicable to our Company, as our Company in not engage in manufacturing activities. The foreign exchange earning on account of the operation of the Company during the year was Rs. Nil.

**DIRECTORS' RESPONSIBILITY STATEMENT:**

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

- i) in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- ii) 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 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) Directors have prepared the accounts on a "going concern basis".

**ACKNOWLEDGEMENT:**

Your Directors would like to express their sincere appreciation for the assistance and co-operation received from the Banks, Government Authorities, Customers, and Shareholders during the year. Your directors also wish to take on record their deep sense of appreciation for the committed services of the employees at all levels, which has made our Company successful in the business.

**For and on Behalf of the Board  
For, SARAL MINING LIMITED**

**PLACE: AHMEDABAD**

**DATE: 31.08.2013**

**Sd/-  
(MAHENDRA DOLATRAI GANATRA)  
CHAIRMAN**

**Annexure to Director's Report****MANAGEMENT DISCUSSION ANALYSIS REPORT****Outlook:**

The company is confident in spite of the possible recessionary conditions in the industry it will perform better in view of the strong fundamentals of the Indian companies and hope to improve its Turnover.

**Internal Controls Systems and their adequacy:**

The company has adequate internal control systems to ensure operational efficiency, protection and conservation of resources, accuracy and promptness in financial reporting and compliance of law and regulations. The internal control system is supported by the internal audit process. The Internal Auditor reviews and ensures that the audit observations are acted upon. The Audit Committee of the Board reviews the Internal Audit reports and the adequacy and effectiveness of internal controls.

**Human Resources**

The relationship with the employees continues to be cordial. The Company recognizes the importance and contribution of its employees for its growth and development and constantly endeavors to train nurture and groom its people. The Company puts emphasis on attracting and retaining the right talent. The company places emphasis on training and development of employees at all levels and has introduced methods and practices for Human Resource Development.

**Cautionary Statement:**

Statements in this Management Discussion and Analysis describing the company's objectives, projections, estimates and expectations may be forward looking statement within the meaning of applicable laws and regulations. Actual results might differ materially from those either expressed or implied.

**REPORT ON CORPORATE GOVERNANCE FOR THE YEAR ENDED ON 31ST MARCH, 2012****1. THE CORPORATE GOVERNANCE PHILOSOPHY**

Corporate Governance at the Company is by the need to “enhance shareholder value, keeping in view the interests of other stakeholders”. This definition places emphasis on the need to strike a balance at all times between the need to enhance shareholders’ wealth whilst not being detrimental to other stakeholders’ interests. The imperative for Corporate Governance lies not merely in drafting a code of Corporate Governance, but in practicing it to achieve desired results.

**2. BOARD OF DIRECTORS**

The Board of Directors is having non-executive and independent directors as on 31st March, 2013. The Board of Directors is consisting of three Directors. The Directors manages the day to day affairs of the Company. Non-executive and independent directors did not have any pecuniary relationship of transactions with the company during the period under review. There are no material transactions where they have had personal interests that conflict with that of the Company.

**Numbers of Board Meetings held and the dates on which such meetings were held:**

During the financial year 2012-13 the Board met 6 (Six) times on 14.05.2012, 26.05.2012, 03.08.2012, 07.08.2012, 09.11.2012 and 02.02.2013. The maximum gap between two meetings was not more than 4 months. Attendance record of Directors attending the Board meetings and Annual General Meetings

Name of the Director	Designation/ Category	No. of Board Meetings		Last AGM attended
		Held	Attended	
Mr. Mahendra Dolatrai Ganatra	Managing Director	6	6	Yes
Mr. Dhanpal Jitendrakumar Gandhi	Non Executive & Independent	6	6	Yes
Mr. Amishkumar Dantara	Non Executive & Independent	6	6	Yes
*Mr. Anil Chandulal Mistry	Non Executive & Independent	6	--	No
* Appointed as on 20.06.2013. None of the Director is a member in more than 10 Companies and Act as Chairman in more than 5 Companies across all Companies in which he is a Director.				

**3. AUDIT COMMITTEE**

The Audit Committee of the Company presently comprises of three Directors being Mr. Mahendra Dolatrai Ganatra, Mr. Dhanpal Jitendrakumar Gandhi and Mr. Amishkumar Dantara. Mr. Dhanpal Jitendrakumar Gandhi is Chairman of the Committee.

The role, terms of reference, authority and powers of the audit committee are in conformity with the requirement of Companies Act, 1956, and Listing Agreement.

**Role/ Functions of the Committee:**

- Reviewing with management the annual financial statements before submission to the Board.
- Recommending the appointment and removal of external auditors, fixation of audit fee and also approval for payment for any other services.
- Review of policies relating to risk management – operational and financial.
- Reviewing with the management, external auditors and the adequacy of the internal control system.

**Powers of the Committee:**

- To investigate any activity within its terms of reference.
- To secure attendance of and seek any information from any employee including representative of the prime shareholders (subject to their internal approvals).
- Compliance with accounting standards.
- To obtain outside legal or other professional advice, if necessary.
- To secure attendance of outsiders with relevant expertise, if it considers necessary.
- Compliance with Stock Exchange and legal requirements concerning financial statements.

**Attendance at the Audit Committee Meetings**

During the year the Audit Committee met 4 times on 26.05.2012, 07.08.2012, 09.11.2012 and 02.02.2013 attendance of the members as under:

Name	No. of Meeting attended	
	Held	Attended
Mr. Mahendra Dolatrai Ganatra	4	4
Mr. Dhanpal Jitendrakumar Gandhi	4	4
Mr. Amishkumar Dantara	4	4

**4. REMUNERATION COMMITTEE**

As neither remuneration nor sitting fee paid to the director as no remuneration Committee has been set up.

**5. SHAREHOLDERS TRANSFER AND GRIEVANCES COMMITTEE**

This committee presently consists of three directors namely, Mr. Mahendra Dolatrai Ganatra, Mr. Dhanpal Jitendrakumar Gandhi and Mr. Amishkumar Dantara.

Mr. Mahendra Dolatrai Ganatra is Chairman of the Committee. The committee was constituted to redress shareholders'/ investors' complaints etc. relating to delay in transfer of shares, non-receipt of annual accounts, delay in balance sheet, split-up share certificate, issue duplicate certificate, transmission of shares, dematerialization of shares etc. relating to the shares issued by the Company. Mr. Mahendra Dolatrai Ganatra, Managing Director of the Company has been authorized by the Board to approve such transfers within the time stipulated under the Listing Agreement. Further the complaints of the above nature are promptly attended by the Compliance Officer.

Mr. Mahendra Dolatrai Ganatra has been appointed as the Compliance Officer of the Company by the Board of Directors.

There is no pending, unsolved complaint of Shareholders of the Company and no pending Share Transfer.

**6. GENERAL BODY MEETINGS:****Location and time for last 3 years Annual General Meetings:**

Financial Year	Location	Date	Time A.M./P.M.
18th 2011-12	304, Saffron Building, Panchvati to Ambawadi Road, Ambawadi, Ahmedabad- 380006	01.09.2012	10.00 A.M.
17th 2010-11	945, Lathmaran Street, Devi Bhawan Bazar, Jagadhri, Gurgaon, Haryana-135 009	29.06.2011	11.00 A.M.
16th 2009-10	945, Lathmaran Street, Devi Bhawan Bazar, Jagadhri, Gurgaon, Haryana-135 009	30.09.2010	11.00 A.M.
There was no Special Resolution passed in the last three Annual General Meeting. No special resolution was required to be carried out through postal ballot during the last year. No resolution is proposed by postal ballot at the ensuing Annual general meeting.			

**Location and time for last 3 years Extra Ordinary General Meetings:**

Financial Year	Location	Date	Time A.M./P.M.	Particulars of the Special Resolution
2011-12	--	--	--	--
2010-11	945, Lathmaran Street, Devi Bhawan Bazar, Jagadhri, Gurgaon, Haryana-135 009	12.06.2010	11.00 A.M.	Change of Name of the Company
2009-10	--	--	--	--
The above resolution which was put to vote by show of hands was passed unanimously.				

**7 DISCLOSURES**

- There are no materially significant related party transactions i.e. transactions of the Company of material natures, with its promoters, the directors or the managements, their subsidiaries or relatives etc., that may have potential conflict with interest of the Company at large.
- No penalties or strictures were imposed on the Company by the Stock Exchange or SEBI or any statutory authority, on any matter related to capital markers, during the last three years.
- The Company has complied with various rules and regulations prescribed by the Stock Exchange and SEBI during the last three years. No penalties or strictures have been imposed by them on the Company.

**8 MEANS OF COMMUNICATION**

The Company has submitted its quarterly, half yearly and yearly financial results to the Stock Exchanges as well as website of the company immediately after its approval by the Board. The Company did not send the half yearly report to the Shareholders of the Company.

**9 GENERAL SHAREHOLDERS INFORMATION**

Financial Year	1st April, 2012 to 31st March, 2013
Date and time of Annual General Meeting	30th September, 2013 and 02:00 P.M.
Venue of Annual General Meeting	304, Saffron Building, Panchvati to Ambawadi Road, Ambawadi, Ahmedabad-380006, Gujarat, India
Dates of Book Closure	23.09.2013 to 30.09.2013
Listing on Stock Exchange	BSE Limited, Mumbai
Stock Code and Scrip ID	532116 (BSE) and XOINFO (BSE)
Demat ISIN No.	INE490B01013
Tentative Calendar for financial year ending 31st March, 2014:	
<b>Quarterly Financial Results</b>	<b>Date of Board Meeting</b>
First Quarterly Results	Last week of July, 2013
Second Quarterly Results	Last week of October, 2013
Third Quarterly Results	Last week of January, 2014
Fourth Quarterly Results	Last week of April, 2014

**10 CATEGORIES OF SHAREOWNERS AS ON 31.03.2013**

Category	No. of Shares Held	Voting Strength (%)
Promoters	Nil	0.00
Resident Individuals	11377537	23.49
Financial Institutions/ Banks	Nil	0.00
Bodies Corporate	34531249	71.30
NRI's/ OCBs	318373	0.66
Directors Relatives	Nil	0.00
Others	2201241	4.55
<b>Total</b>	<b>48428400</b>	<b>100.00</b>

**11 DISTRIBUTION OF SHAREHOLDING AS ON 31.03.2013**

Share Balance	Holders	% of Total	Total Shares	% of Total
0001- 5000	70.54	70.54	1100148	2.27
5001- 10000	14.95	14.99	860865	1.78
10001- 20000	6.49	6.50	689991	1.42
20001- 30000	2.56	2.39	427722	0.88
30001- 40000	0.88	0.91	206006	0.43
40001- 50000	1.27	1.28	392883	0.81
50001-100000	1.43	1.31	702774	1.45
100001 and above	1.88	1.85	44048011	90.95
<b>Total</b>	<b>6375</b>	<b>100.00</b>	<b>48428400</b>	<b>100.00</b>

**12 STOCK MARKET DATA**

The monthly movement of Equity Share prices on BSE during the year is summarized below:

Month	Highest (Rs)	Lowest (Rs)
April, 2012	3.15	2.48
May, 2012	3.10	2.17
June, 2012	3.20	2.32
July, 2012	3.05	1.96
August, 2012	2.11	1.65
September, 2012	2.07	1.53
October, 2012	2.10	1.63
November, 2012	1.80	1.39
December, 2012	2.19	1.60
Jan, 2013	2.08	1.71
Feb., 2013	1.93	1.49
March, 2013	1.63	1.36

**13. REGISTRAR AND SHARE TRANSFER AGENT**

**M/s SATELLITE CORPORATE SERVICES PRIVATE LIMITED** having its registered office at B-302, Sony Apartment, Opp. St. Judge's High School, Off Andheri-Kurla Road, Jarimari, Sakinaka, Mumbai-400072 Maharashtra, INDIA is the Registrar & Share Transfer Agent for processing the transfer of securities issued by the Company.

FORMERLY KNOWN AS XO INFOTECH LIMITED