

**SEVENTEENTH ANNUAL REPORT 2010-11****BOARD OF DIRECTORS**

Pratik R. Kabra	<i>Chairman &amp; Managing Director</i>
Jogesh D. Choksi	<i>Executive Director (w.e.f. 17/08/2011)</i>
Devendra P. Jain	<i>Director</i>
Bhupendra Singh Rajput	<i>Director</i>
Kapil G. Kabra	<i>Whole Time Director (upto 28/07/2011)</i>

**AUDITORS**

M/s. Bharadia Maheshwari & Associates,  
Chartered Accountant,  
Ahmedabad

**BANKERS**

Oriental Bank of Commerce  
HSBC Bank  
ICICI Bank

**REGISTRAR & SHARE TRANSFER AGENT**

MCS Ltd.  
Shatdal Complex,  
Ashram Road,  
Ahmedabad-380009  
Email: mcsamd@reliancemail.net

**REGISTERED OFFICE**

A/2, North View Apartment,  
St. Xaviers College Road,  
Navrangpura,  
Ahmedabad -380009  
Email: shreemetalloys.ahd@gmail.com

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**NOTICE**

NOTICE is hereby given that the 17th Annual General Meeting of the members of Shree Metalloys Limited (Formerly Valley Indiana Leisure Limited) will be held on Friday, 30th day of September, 2011 at 11.30 a.m. at Registered office of the company at A/2, North View Apartment, St. Xaviers College Road, Navrangpura, Ahmedabad – 380009 to transact the following business.

**ORDINARY BUSINESS:**

- (1) To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2011 and Profits & Loss Account for the financial year ended on 31st March, 2011 and Report of Directors and Auditors thereon.
- (2) To appoint a Director in place of Mr. Devendra P. Jain who retires by rotation and being eligible, offers himself for re-appointment.
- (3) To appoint Auditors of the Company and fix their remuneration.

**SPECIAL BUSINESS****(4) Appointment of Jogesh D. Choksi as a Director of Company liable to retire by rotation and also as a Wholetime Director designated as an Executive Director**

To consider and if thought fit, to pass with or without modification(s), the following Resolution as a Special Resolution

**“RESOLVE THAT** Mr. Jogesh D. Choksi who was appointed as an Additional Director of the Company with effect from 28th July, 2011 and who holds the office up to date of this Annual General meeting of the Company. In terms of section 260 of the Companies Act, 1956 and in respect of whom the Company has received a Notice in writing from a Member under section 257 of the Act, proposing his candidature for the office of Director of the Company, be and is hereby appointed as Director of the Company, liable to retire by rotation.”

**“RESOLVED FURTHER THAT** in accordance with the provisions of Sections 198, 269, 309 and 314 read with Schedule XIII and all other applicable provisions, if any, of the Companies Act, 1956 or any statutory modification(s) or re-enactment thereof, approval of the Company be and is hereby accorded to the appointment of Mr. Jogesh D. Choksi as a Whole time Director designated as an Executive Director of the Company, for a period of 3(Three) years with effect from 17th August, 2011 on the terms and conditions including remuneration as set out in Explanatory Statement annexed to the Notice convening this Meeting, with liberty to the Board of Directors (hereinafter referred to as “the Board” which term shall be deemed to include any Committee of the Board constituted to exercise its powers, including the powers conferred by this Resolution) to alter and vary the terms and conditions of appointment and / or remuneration, subject to the same not exceeding the limits specified under Schedule XIII to the Companies Act, 1956 or any statutory modification(s) or re-enactment thereof.”

**“RESOLVED FURTHER THAT** the Board be and is hereby authorized to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this Resolution.”

**(5) Appointment of Mr. Pratik Radheshyam Kabra as Managing Director of the Company.**

To consider and if thought fit, to pass with or without modification(s), the following Resolution as a Special Resolution

**“RESOLVED THAT** pursuant to the provisions of sections 198, 269, 309, 314 read with Schedule XIII and other applicable provisions, if any, of the Companies Act, 1956, the Company do hereby accord its approval to the appointment of Mr. Pratik Radheshyam Kabra, Director of the Company as Managing Director of the Company, not liable to retire by rotation, for a period of Five years with effect from 28th July, 2011 on the terms and conditions set out in the Explanatory Statement ( the said term and conditions as approved by the Remuneration Committee) and that he be paid remuneration by way of Salary and Perquisites not exceeding the amount thereof as set out in the accompanying explanatory statement which is permissible under part II of Schedule XIII to the Companies Act, 1956.”

**"RESOLVED FURTHER THAT** the Board of Directors, be and is hereby authorised to alter and vary the terms and conditions of appointment of Mr. Pratik Radheshyam Kabra as to remuneration (including perquisites) within the ceiling limits in that behalf laid down in Schedule XIII to the Companies Act, 1956."

**"RESOLVED FURTHER THAT** for the purpose of giving effect to this resolution, the Board of Directors of the Company, be and is hereby authorised to do all such acts, deeds and things as may be deemed necessary or desirable or to settle any question or difficulty that may arise, in such manner as it may deem fit."

Regd. Office  
A/2, North View Apartment,  
St. Xaviers College Road,  
Navrangpura, Ahmedabad -380009  
Date : 17/08/2011  
Place : Ahmedabad

By Order of the Board  
For, **Shree Metalloys Limited**

**Pratik R. Kabra**  
*Chairman & Managing Director*

**Notes:**

- 1) A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ALSO ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON A POLL INSTEAD OF HIMSELF AND PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES IN ORDER TO BE EFFECTIVE, MUST BE RECEIVED BY THE COMPANY AT ITS REGISTRERD OFFICE AT LEAST 48 HOURS BEFORE THE TIME OF MEETING.
- 2) All valid proxies must be deposited at the Registered Office of the company at least 48 hours before the commencement of the meeting.
- 3) Members are requested to bring their copies of Annual Report to the meeting.
- 4) Register of members and share transfer books of the company will remain closed from 26/09/2011 to 30/9/2011 (both days inclusive).
- 5) Shareholders desirous of any information on records of accounts are requested to write to the Company before 10 days of Annual General Meeting so as to enable the Management to keep the information ready.
- 6) The copies of relevant documents can be inspected at the Registered Office of the Company on any working day between 11.00 a.m. to 5.00 p.m.

**Brief resume of the Director seeking re-election at the 17th Annual General Meeting**

<b>Name</b>	<b>Mr. Devendra P. Jain</b>
Age (Date of Birth)	02/11/1968
Date of Appointment	01/10/2008
Qualification and experience in specific functional area	Chartered Accountant doing practice in the field of Finance and Audit, having more than 19 years of experience.
Directorship held in other ltd. Companies	Jindal Worldwide Limited
Membership/Chairmanships of Committee in Jindal Worldwide Ltd.	Audit Committee – Chairman Remuneration Committee – Chairman Shareholders' Grievances Committee - Chairman

**Brief resume of the Director seeking election at the 17th Annual General Meeting**

Name	Mr. Jogesh Dirajlal Choksi
Age (Date of Birth)	15/02/1955
Date of Appointment	28/07/2011
Qualification and experience in specific functional area	Graduate in Commerce having more than 18 years of experience account and finance.
Directorship held in other ltd. companies	None
Membership/Chairmanships of Committee in other Public Companies	None

**Brief resume of the Managing Director seeking election at the 17th Annual General Meeting**

Name	Mr. Pratik Kabra
Age (Date of Birth)	30/03/1986
Date of Appointment	13/11/2007
Qualification and experience in specific functional area	B. Tech in Electronics having more than 4 years of experience of production and management.
Directorship held in other ltd. companies	None
Membership/Chairmanships of Committee in other Public Companies	None

**ANNEXURE TO THE NOTICE****EXPLANATORY STATEMENT AS REQUIRED UNDER SECTION 173(2) OF THE COMPANIES ACT, 1956.**

In conformity with the provisions of section 173(2) of the Companies Act, 1956, following Explanatory Statement sets out all material facts relating to the Special Business mentioned at item No. 4 and 5 of the accompanying notice dated 17th August, 2011 and should be taken as forming part of Notice.

**Item No. 4.**

Under section 260 of the Companies Act, 1956, Mr. Jogesh D. Choksi who was appointed as an Additional Director of the Company in the meeting held on 28th July, 2011. Mr. Jogesh D. Choksi holds his office upto the date of the ensuing Annual General Meeting. Due notice under section 257 of the Act has been received from a member proposing the appointment of Mr. Jogesh D. Choksi as a Director of the Company liable to retire by rotation.

Further the Board has appointed, subject to approval of the members of the Company Mr. Jogesh D. Choksi as a Wholetime Director designated as an Executive Director of the Company for a period of three years w.e.f. 17/08/2011. It is proposed to seek members' approval for the appointment of and remuneration payable to Mr. Jogesh D. Choksi as a Wholetime Director designated as an Executive Director in terms of the applicable provisions of the Act.

The major terms and conditions of his appointment as recommended by the Remuneration Committee are as under:

**I. PERIOD:**

For a period of 3 years from 17th August, 2011.

**II. REMUNERATION:****1. SALARY:**

He shall be entitled to salary upto Rs.40,000/- per month.

**2. PERQUISITES:**

- HRA : upto Rs.2500/- per month
- City Allowance : upto Rs. 1000/-per month
- Conveyance : upto Rs.2000/- per month
- Medical Allowance : upto Rs.1000/- per month
- Special Allowance : upto Rs.1500/- per month

**IV.** The Wholetime Director shall be entitled to reimbursement of expenses incurred by him in connection with the business of the Company.

**V.** The Wholetime Director shall not, so long as he functions as such, become interested or Otherwise concerned directly or through his wife and/or minor children in any selling Agency of the Company without the prior approval of the Central Government.

**VI. DUTIES:**

The Wholetime Director will perform his duties as such with regard to all work of the Company and he will manage and attend to such business and carry out the orders and directions given by the Board from time to time in all respects and confirm to and comply with all such directors and regulations as may from time to time be given and made by the Board and his functions will be under the overall authority of the Chairman and Managing Director.

**VII. TERMINATION:**

The Wholetime Director may be removed from his office for gross negligence, breach of Duty or trust if a special Resolution to that effect is passed by the Company in its General Meeting. The Wholetime Director may resign from his office by giving 90 days' Notice to the Company.

**VIII. COMPENSATION:**

In the event of termination of office of Wholetime Director, takes place before the expiration of tenure thereof, Wholetime Director shall be entitled to receive compensation from the Company for loss of office to extent and subject to limitation as provided under Section 318 of the Companies Act, 1956.

As per the provision of Section 198, 269, 309, 314 and all other applicable provisions, if any, of the Companies Act, 1956 consent of the Company accorded by Special Resolution is necessary for holding office as Wholetime Director of the Company on remuneration.

The terms and conditions mentioned in the above Explanatory Statement may be treated as abstract of the terms of the proposed contract under Section 302 of the Companies Act, 1956.

Resolution of the Board of Directors and Draft agreement of appointment are open for inspection at the registered office of the Company between 11.00 A.M to 1.00 P.M.

None of the Director of the Company except Mr. Jogesh D. Choksi is concerned or interested in this resolution. The Board of Directors recommends the resolution for approval of shareholders.

**Item No. 5**

The Board of Directors in their meeting held on 28th July, 2011 and also on the basis of recommendation of the Remuneration Committee of the Company in their meeting held on 28th July, 2011 it has been proposed to appoint Mr. Pratik Radheshyam Kabra, Director of the Company as Managing Director of the Company for a period of 5 years with effect from 28th July, 2011.

Mr. Pratik Radheshyam Kabra, aged 25 years, is having B.Tech degree in Electronics and having 4 years experience of Production and Management. He is a young, energetic, ambitious and inherited with experience of business will give leadership to the Company, therefore the Board finds it appropriate to appoint him as Managing Director.

The major terms and conditions of his appointment as recommended by the Remuneration Committee are as under:

**I. PERIOD:**

For a period of 5 years from 28th July, 2011.

**II. REMUNERATION:****3. SALARY:**

The Managing Director shall be entitled to salary of Rs. 50,000/- per month.

**4. PERQUISITES:**

- Contribution to Provident Fund, Superannuation Fund and Annuity Fund to the extent these either or put together are not taxable under the Income-tax Act, 1961.
- Gratuity payable at a rate not exceeding half a month's salary for each completed year of service
- Encashment of leave at the end of tenure.
- Medical Reimbursement:  
Medical reimbursement expenses incurred for the Managing Director and family Subject to ceiling of one month's salary per year or three month's salary over a period of Five years.
- Leave Travel Concession for self and family at a rate not exceeding one month's Salary for one year or three month's salary in a block of Five years.
- Free use of Company's car with driver for Company's business and free telephone Facility at residence.

**III.** The Managing Director shall be entitled to reimbursement of expenses incurred by him in connection with the business of the Company.

**IV.** The Managing Director shall not, so long as he functions as such, become interested or Otherwise concerned directly or through his wife and/or minor children in any selling Agency of the Company without the prior approval of the Central Government.

**V. DUTIES:**

Subject to the superintendence, direction, and control of the Board of Directors of the Company, the Managing Director Shall be entrusted with substantial power of management and also such other duties and responsibilities as may be entrusted to him By the Board of Directors from time to time. The headquarter of the Managing Director shall be at Ahmadabad or at such place as the Board of Directors may decided from time to time.

**VI. TERMINATION:**

The Managing Director may be removed from his office for gross negligence, breach of Duty or trust if a special Resolution to that effect is passed by the Company in its General Meeting. The Managing Director may resign from his office by giving 90 days' Notice to the Company.

**VII. COMPENSATION:**

In the event of termination of office of Managing Director takes place before the expiration of tenure thereof, Managing Director shall be entitled to receive compensation from the Company for loss of office to extent and subject to limitation as provided under Section 318 of the Companies Act, 1956.

As per the provision of Section 198, 269, 309, 314 and all other applicable provisions, if any, of the Companies Act, 1956 consent of the Company accorded by Special Resolution is necessary for holding office as Managing Director of the Company on remuneration.

The terms and conditions mentioned in the above Explanatory Statement may be treated as abstract of the terms of the proposed contract under Section 302 of the Companies Act, 1956.

Resolution of the Board of Directors and Draft agreement of appointment are open for inspection at the registered office of the Company between 11.00 A.M to 1.00 P.M.

None of the present Directors except Mr. Pratik Radheshyam Kabra is concerned or interested in the business. The Board of Directors recommends the resolution for approval of shareholders.

Regd. Office  
A/2, North View Apartment,  
St. Xaviers College Road,  
Navrangpura, Ahmedabad -380009  
Date : 17/08/2011  
Place : Ahmedabad

By Order of the Board  
For, **Shree Metalloys Limited**

**Pratik R. Kabra**  
Chairman & Managing Director

**DIRECTOR'S REPORT**

Dear Members,

Your Directors have pleasure in presenting the 17th Annual Report together with the Audited Accounts of the Company for the year ended on 31st March, 2011.

**FINANCIAL RESULTS:**

	<b>2010-11</b>	(In Lacs) <b>2009-10</b>
Operating Profit / (Loss) (Before Interest & Depreciation)	<b>20.32</b>	29.50
Less: Interest	<b>0.55</b>	0.18
Profit/(Loss) before Depreciation	<b>19.77</b>	29.32
Less: Depreciation	<b>2.27</b>	1.13
Profit / (Loss) before Tax	<b>17.50</b>	28.19
Less: Provision for Taxation	<b>5.25</b>	4.40
Add/Less: Deferred Tax Assets/provision	<b>4.53</b>	(4.46)
Less: Prior Period Adjustment	<b>5.61</b>	—
Net Profit/(Loss) after Tax	<b>11.17</b>	19.33
Add: Balance brought forward from previous year	<b>53.50</b>	34.17
Profit / (Loss) carried to Balance Sheet	<b>64.67</b>	53.50

During the current fiscal 2010-2011 under review, Sales and other Income has been placed at Rs.4789.59 Lacs compared to Rs.4705.19 Lacs in the year 2009-2010. Your directors are confident and optimistic of achieving upward growth and achieving much better results in the coming years.

**DIVIDEND:**

Since the company is on the verge of growth and development your directors are unable to recommend any dividend in the current fiscal.

**MANAGEMENT DISCUSSION AND ANALYSIS AND INDUSTRY OUTLOOK:**

The board of directors believes in the strict compliance of provisions of listing agreement and believes in better corporate governance. The disclosure standards are adhered and boards of directors as well as top management personnel have adopted code of conduct. The disclosures as required under clause 49 of the listing agreement is forming part of this report as a separate annexure in the form of report.

Your directors are in the process of making diversification of its business in the manufacturing and trading metal and other allied activities. Your directors are optimistic of achieving commendable growth in the coming years.

**INSURANCE:**

The company has taken sufficient insurance for the properties against risks of fire, strike, riot and earthquake.

**PARTICULARS OF EMPLOYEES:**

The particulars of the employee of the Company drawing total remuneration of Rs.24,00,000/- per annum or Rs.2,00,000/- per month as required U/S 217 (2A) of the Companies Act, 1956 is Nil.

**FIXED DEPOSITS:**

Your Company has not accepted any deposits and, as such, no amount of principal or interest was outstanding on the date of balance sheet.

**DIRECTORS:**

Since last Annual General Meeting Mr. Kapil G. Kabra has resigned from the Board of Directors and Mr. Jogesh Dirajlal Choksi was appointed as an Additional Director of the Company w.e.f. 28th July, 2011. The Board has placed on record its appreciation for the services rendered and the contribution made by Mr. Kapil G. Kabra during his tenure as a Wholetime Director of the Company. The term of appointment of Mr. Jogesh Dirajlal Choksi expires on this Annual General Meeting and to appoint him as Director of the Company, notice in writing from a Member under section 257 of the Act, proposing his candidature for the office of Director of the Company has been received. The Board has appointed Mr. Jogesh D. Choksi as a Wholetime Director designated as an Executive Director for a period of three years and has proposed a special resolution to seek your approval.

One of your Director Mr. Devendra P. Jain retires by rotation in terms of the Articles of Association of the Company, He however, being eligible, offers himself for reappointment.

Since last Annual General Meeting, the Board has appointed Mr. Pratik R. Kabra as Managing Directors of the Company and for your approval your Board has proposed a Special Resolution for his appointment as Managing Director for a period of 5 years. Looking to his experience and qualification, the Board recommends his appointment as Managing Director.

**DIRECTORS' RESPONSIBILITY STATEMENT - SECTION 217 (2AA) OF THE COMPANIES ACT, 1956:**

The Board of Directors states:

- 1) that in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- 2) that the directors had 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 and loss of the company for that period;
- 3) that the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- 4) that the Directors had prepared the annual accounts on a going concern basis.

**CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:****1) CONSERVATION OF ENERGY :**

- A. Energy Conservation measures taken: The Company gives top most priority to energy conservation.
- B. Additional investment and proposal if any being implemented for reduction in consumption of energy : NIL
- C. Energy consumption in terms of electricity, LDO and Gas : NIL.
- D. Total energy consumption and energy consumption per unit of production : NIL.

**2) TECHNOLOGY ABSORPTION :**

- A. Adoption and innovation : N.A.
- B. Research and development (R & D) : NIL

**3) FOREIGN EXCHANGE EARNINGS AND OUT GO :****OUT GO**

- CIF Value of Import : Rs.97,76,383/- (US\$212398.59)  
Expenditure in Foreign Currency : Rs.99,708/- (UAE Dirham 8000)

**EARNING: NIL****CORPORATE GOVERNANCE:**

Your directors are pleased to inform you during the year provisions relating to the Corporate Governance as per listing Agreement has become applicable and has complied with the various requirements a report along with certificate is attached forming part of this report.

**AUDITORS:**

M/s. Bharadia Maheshwari & Associates, Chartered Accountants, Ahmedabad, statutory auditors retires at the end of ensuing Annual general meeting and being eligible, offer themselves for reappointment.

**AUDITORS REPORT AND COMMENTS:**

The contents and notes in the auditors report are self explanatory and needs no explanation.

**ACKNOWLEDGEMENT**

Your Directors would like to express their appreciation for the support extended by Bankers and Office bearers of Government Department and Financial Institutions. Your Directors also place on record their deep appreciation of the services rendered by the Officers, staff and workers of the company at all levels. Your Directors also acknowledge the continued invaluable support extended by you - our shareholders- and the confidence that you have placed in the company.

Date : 17/08/2011

Place : Ahmedabad

By Order of the Board  
For, **Shree Metalloys Limited**

**Pratik R. Kabra**  
Chairman & Managing Director



**MANAGEMENT DISCUSSION & ANALYSIS REPORT**

Management Discussion & Analysis Report Pursuant to Clause 49 of Listing Agreement.

**i) Industry Structure and Development**

The Company is engaged in the business of trading of ferrous, non ferrous and precious metals. The Company intends to extend its area of operations to manufacturing sector of ferrous and non-ferrous metals. The metal industry in which the Company is dealing is recently having trends of volatility and there are very good chances for the Company to develop its area of operation in the metal industry.

**ii) Opportunities and Threats**

The Metal industry to which the Company belongs is high capital investment sector. Presently this sector is very volatile and needed experienced management to cope up with the increasing competition. This sector has good business opportunity looking to increasing demand from infrastructure sector. The present management of the Company is having required level of skill and looking to expansion plans; the Company will include good mixture of experienced manpower at various levels. This sector is dominated by big players and requires huge investment to compete in highly volatile market the management is also looking to restructure the capital base of the Company. The Company intends to start its manufacturing facility for ferrous and non-ferrous metals and for that the Board is exploring all available opportunities.

**iii) Internal Control system and their adequacy**

The Company has adequate system of internal control commensurate with its size and operations to ensure orderly and efficient conduct of the business. These controls ensure safeguard of assets, reduction and detection of frauds and error, adequacy and completeness of the accounting record and timely preparation of reliable financial information.

**iv) Financial performance with respect to operational performance**

The financial performance of the Company for the year 2010-11 is described in the Directors Report.

**v) Human Resources/ Industrial Relations**

Your Company has undertaken certain employees' Development initiative which have very positive impact on the moral and team spirit of the employees. The Company has continued to give special attention to Human Resource/ Industrial Relations development. Industrial relations remained cordial throughout the year and there was no incident of strike, lock-out etc.

**vi) Cautionary Statement**

Statement in this Management Discussion and Analysis describing the company's objectives, projections, estimated and expectations are "forward looking statements" Actual results might differ, materially from those anticipated because of changing ground realities.

By Order of the Board  
For, **Shree Metalloys Limited**

Date : 17/08/2011  
Place : Ahmedabad

**Pratik Radhesyam Kabra**  
*Chairman & Managing Director*

**CORPORATE GOVERNANCE REPORT 2010-11**

(As required under Clause 49 of the Listing Agreements)

The Directors presents the Company's report on Corporate Governance in accordance with the provisions of clause 49 of the Listing Agreement with stock exchanges.

**THE COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE**

The Board has adopted the principles of good corporate governance and it is committed to adopting the same in future. It is true that the compulsion may initiate steps for compliance however voluntary adoption may take the same at its true place. We have taken steps for the good corporate governance practice, which will lead to the ethics of integrity, transparency and accountability.

**THE BOARD OF DIRECTORS**

The Board consists of 4 Directors showing the fair combination of Executive, Non-Executive and Independent Directors. The directors are different in respect of the knowledge and expertise in the field. Some of the directors are professionals from different field; some are having the vast knowledge and experience of marketing/production.

**COMPOSITION OF BOARD AND ATTENDANCE AT BOARD MEETINGS**

Dates of Board Meetings:

30/04/2010, 29/05/2010, 31/07/2010, 04/10/2010, 30/10/2010, 18/01/2011 and 31/01/2011

Name	Executive/ Non-Executive/ Independent	No. of other Directorships held in other Public Companies	Board meetings attended out of 7	Membership in the committee of other companies	Chairmanship at the committee of other companies	Attended last AGM 30th September, 2010
Mr. Pratik R. Kabra	Executive, Non-independent	None	07	—	—	Yes
Mr. Jogesh D. Choksi (w.e.f.28/07/2011)	Executive Director	None	N.A.	None	None	N.A.
Mr. Kapil Kabra (upto 28/07/2011)	Executive, Non-independent	None	07	—	—	Yes
Mr. Devendra P. Jain	Non-executive, Independent	Jindal Worldwide Limited	06	—	3	Yes
Mr. Bhupendra Singh Rajput	Non-executive, Independent	None	07	—	—	Yes

As required by the law, the appointment(s) and remuneration(s) of any executive Director(s) requires the approval of shareholders; such approvals are for a period of not more than 5 years and when eligible, they can be re-appointed at the end of the term.

One third of other Directors retire every year and when eligible, qualify for re-appointment.

**AUDIT COMMITTEE**

Term of reference:

The terms of reference of the Audit committee, as specified by the Board, includes the whole as specified in the clause 49 of the listing agreement, including a review of audit procedures and techniques, financial reporting systems, internal control systems and procedures besides ensuring compliance with regulatory guidelines. The committee members are all non-executive and majority being the independent directors, collectively having requisite knowledge

of finance, accounts and company law. The committee recommends the appointment of external auditors and their fees and payments and also takes an overview of the financial reporting process to ensure that financial statements are correct sufficient and credible. The report of the statutory auditors is reviewed along with managements' comments and action-taken reports.

The Audit Committee of the Company reconstituted on 28/07/2011. The meetings of the Audit Committee were held on 30/04/2010, 29/05/2010, 31/07/2010, 30/10/2010 and 31/01/2011 during the year. The Composition and attendance of directors in Audit Committee during the year is under-

<b>Sr. No.</b>	<b>Director</b>	<b>Status</b>	<b>No. of Meetings Attended</b>
01	Mr. B. S. Rajput	Chairman	05
02	Mr.Pratik R. Kabra*	Member	N.A.
03	Mr. Devendra P. Jain	Member	05
04	Mr. Kapil Kabra**	Member	05

\* w.e.f. 28/07/2011, \*\* upto 28/07/2011

#### **REMUNERATION COMMITTEE**

The remuneration committee consists of 3 directors all being non-executive directors. The committee recommends the remuneration packages to the Managing/Executive Directors, to the senior officers, employees etc.

Composition :

Due to changes in composition of the board of directors, the committee was reconstituted on 28/07/2011 and now the committee comprises of Shri B. S. Rajput, Chairman of the committee, Shri Devendra Jain and Shri Jogesh D. Choksi, as Members of the Committee.

Meetings and attendance during the year.:

Since there were no agenda requiring decision to fix remuneration of directors, no meetings were held during the year under review.

#### **SHAREHOLDERS & INVESTORS GIEVANCES COMMITTEE**

The Board has constituted Shareholders & Investors' Grievances Committee for the purpose of effective Redressal of the complaints of the shareholders such as Dematerialisation, share Transfer, Non-receipt of Balance Sheet etc.

Composition and Meetings of Committee:

Due to change in composition of the board of directors, the committee was reconstituted on 28/07/2011 and now the committee comprises of Shri Pratik R. Kabra as Chairman and Shri Devendra P. Jain and Shri B. S. Rajput as Members of the Committee.

All the matters relating to share Department and investor services was handled by Shareholders and Investors Grievances Committee. The Shareholders and Investors Grievances Committee met five times in the year.

Shri Nimish H. Bavishi is the Compliance Officer of the Company.

#### **COMPLAINTS**

During the year there were nil complaints.

#### **SHAREHOLDER INFORMATION & RELATIONS**

The main source of information for shareholders is the Annual Report which includes, inter-alia, the reports of the Directors and the Auditors, Audited Accounts, etc. Shareholders are intimated through print media of quarterly financial results within time periods stipulated from time to time by the stock exchanges.

**GENERAL BODY MEETINGS**

The last 3 Annual General Meetings were held as follows.

	<b>Date</b>	<b>Time</b>	<b>Place</b>
1)	30th September, 2008	11:45 a.m.	39, Advani Market, O/s Delhi Gate Shahibaug, Ahmedabad-380004
2)	30th September, 2009	11.00 a..m.	A/2, North View Appatment, St. Xaviers College Road, Navrangpura Ahmedabad -380009
3)	30th September, 2010	11:00 a.m.	A/2, North View Appatment, St. Xaviers College Road, Navrangpura Ahmedabad -380009

There was no special resolution passed by the Company at the previous AGM. Pursuant to the provisions of Sections 192 A of the Companies Act, 1956, there was no matter during the year 2009-10, required to be dealt by the Company to be passed through postal ballot.

**MEANS OF COMMUNICATIONS**

- (a) In compliance with the requirements of the Listing Agreement, the Company now regularly intimates Unaudited/ Audited Financial Results to the Stock Exchange/s immediately after they are taken on record by the Board of Directors. These Financial Results are normally published in Western Times (English and Gujarati).
- (b) During the year ended on 31st March, 2011, no presentation was made to institutional investors or analyst or any other enterprise.
- (c) Management Discussion and Analysis form part of the Annual Report.

**DISCLOSURES****(a) Disclosures on materially significant related party transactions that may have potential conflict with the interests of the Company at large:**

In terms of Section 299 (3) of the Companies Act, 1956, the General Notices of disclosure of interest are obtained from the Directors and accordingly, the Register of Contracts under Section 301 of the Companies Act, 1956 is tabled and signed.

**(b) Details of non-compliance by the Company, penalties, strictures imposed on the Company by Stock Exchanges or SEBI or any statutory authority, on any matter related to capital markets, during the last three years:**

No strictures and penalties have ever been imposed on the Company by the Stock Exchanges or SEBI or any statutory authorities, on matters related to capital markets.

- (c) The Company has adopted a Code of Conduct for its Directors and employees. This Code of Conduct has been communicated to each of them.

**(d) Regarding Dematerialisation of Shares:**

The Company has appointed MCS Ltd. as its RTA and Equity Shares of the Company are available for dematerialisation, as the Company has entered into an agreement with both National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) for dematerialization services of its Equity Shares. Those Shareholders who wish to hold shares in electronic form may approach their Depository Participant. ISIN No. of the Company's Equity Share is INE914B01012.

**GENERAL SHAREHOLDERS INFORMATION****A) Annual general meeting :**

Day and Date : Friday, 30th September, 2011,

Time : 11.30 a.m.

Venue : A/2, North View Apartment, St. Xaviers College Road, Navrangpura Ahmedabad -380009

B) Financial Calendar for the year 2011-2012

First quarter	: By end of July 2011
Second quarter	: By end of October, 2011
Third quarter	: By end of January, 2012
Annual results for the Year ended on 31/3/2012	: By end of May 2012
Annual general meeting for The year 2011-12	: By end of September, 2012

C) Book Closure : 26th September, 2011 to 30th September, 2011 (both days Inclusive)

D) Listing of Shares and Securities : The company's shares are presently listed at Mumbai and Ahmedabad Stock exchanges.

Stock Code : BSE - 531962

ASE - 36427

E) Market Price Data : Equity Shares of the Company have been traded at the Bombay Stock Exchange during 1st April, 2010 to 31st March, 2011. The information of Stock Price data are submitted here under:

Month	High (Rs.)	BSE Low (Rs.)	Shares Traded (No.)
April, 2010	16.25	11.95	36,115
May, 2010	12.40	11.80	4,858
June, 2010	18.10	16.55	59,207
July, 2010	22.10	21.00	96,814
August, 2010	37.35	36.65	1,01,760
September, 2010	41.40	36.85	16,799
October, 2010	38.55	35.85	7,040
November, 2010	38.40	26.10	4,683
December, 2010	26.20	20.75	2,048
January, 2011	19.75	12.80	2,300
February, 2011	14.75	14.75	2,710
March, 2011	16.25	14.00	3,055

F) Category of Shareholding as on 31st March, 2011 :

Category	No. Of Shares	%to Share Capital
Indian Promoters	25,71,300	48.92
Mutual Funds	—	—
Bank , Financial Institute	—	—
Private Corporate Bodies	4,15,755	7.91
NRIs/OBCs	1,60,259	3.05
FII's	—	—
Indian Public	21,08,986	40.12
C.M	—	—
<b>Total</b>	<b>52,56,300</b>	<b>100</b>

## G) Distribution of Shareholding as on March 31, 2011 :

No. of Equity Shares Held	No. of Shareholders	% of Share Holders	No. of Shares Held	% of Shareholding
Up to 500	606	73.72	1,41,466	2.69
501-1000	99	12.04	84,706	1.61
1001-2000	38	4.62	59,238	1.13
2001-3000	13	1.58	34,216	0.65
3001-4000	8	0.97	28,773	0.55
4001-5000	7	0.85	31,438	0.60
5001-10,000	11	1.34	78,980	1.50
Above 10,000	40	4.87	47,97,483	91.27
<b>Total</b>	<b>822</b>	<b>100</b>	<b>52,56,300</b>	<b>100</b>

The Company has not issued any GDRs/ADRs/Warrants or any Convertible Instruments.

## H) Registrar And Share Transfer Agent:

The company has appointed below mentioned agency as Registrar and Share Transfer Agents (RTA) of Equity Share of the Company:

*MCS Limited*

Shatdal Complex, Ashram Road, Ahmedabad-380009  
Tel. No. : 079-6582878 Email : mcsamd@relianceemail.net

## I) Investor correspondence :

A/2, North View Apartment, St. Xaviers College Road, Navrangpura, Ahmedabad -380009  
Tel No. : 079-26300054 / 26300197 Fax No. : 079-26302231 Email : shreemetalloys.ahd@gmail.com

**MANAGEMENT DISCUSSION AND ANALYSIS**

The Management Discussion and Analysis form a part of the Annual Report.

The above represents the company's philosophy on corporate governance. Auditors' Certificate as required forms a part of this Annual Report.

By Order of the Board  
For, **Shree Metalloys Limited**

Date : 17/08/2011  
Place : Ahmedabad

**Pratik Radhesyam Kabra**  
*Chairman & Managing Director*

**CERTIFICATION UNDER CLAUSE 49 (I) (D) OF THE LISTING AGREEMENT**

All the Board Members and Senior Management personnel have affirmed compliance with the respective Codes of Conduct for Shree Metalloys Limited for the financial year ended 31st March, 2011.

By Order of the Board  
For, **Shree Metalloys Limited**

Date : 17/08/2011  
Place : Ahmedabad

**Pratik Radhesyam Kabra**  
*Chairman & Managing Director*

**CHAIRMAN & MANAGING DIRECTOR (CMD) CERTIFICATION**

I, Pratik Radheshyam Kabra, Chairman & Managing Director of Shree Metalloys Limited (Formerly Valley Indiana Leisure Limited), to the best of my knowledge and belief certify that:

1. I have reviewed the Balance Sheet and Profit and loss account and all its schedules and notes on accounts, as well as cash flow statement and the directors report;
2. Based on my knowledge and information, these statements do not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the statements made;
3. Based on my knowledge and information, the financial statements and other financial information included in this report, present in all material respects, a true and fair view of, the company's affairs, the financial condition, results of operations and cash flows of the company as of, and for, the periods presented in this report, and are in compliance with the existing accounting standards and/or applicable laws and regulations;
4. to the best of my knowledge and belief, no transactions entered into by the company during the year are fraudulent, illegal or violative of the company's code of conduct.
5. I am responsible for establishing and maintaining internal controls over financial reporting for the company, and I have :
  - (a) Designed such disclosure controls and procedures to ensure that material information relating to the company is made known to me by others within those entities, particularly during the period in which this report is being prepared.
  - (b) Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under my supervision, to provide reasonable assurance regarding the reliability of financial reporting and preparing of financial statements for external purposes in accordance with generally accepted accounting principles;
  - (c) Evaluated the effectiveness of the company's disclosure, controls and procedures and
  - (d) Disclosed in this report any change in the company's internal control over financial reporting that occurred during the company's most recent financial year that has materially affected, or is reasonably likely to materially affect, the company's internal control over financial reporting.
6. I have disclosed bad on our most recent evaluation, wherever applicable, to the company's auditors and the audit committee of the company's Board of directors.
  - (a) significant changes in internal controls during the year covered by this report;
  - (b) Significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements;
  - (c) 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.
7. I further declare that all board members and senior managerial personnel have affirmed compliance with the code of conduct for the current year.

Place : Ahmedabad  
Date : 17/08/2011

Sd/-  
**Pratik Radheshyam Kabra**  
*Chairman & Managing Director*

**CERTIFICATE ON CORPORATE GOVERNANCE**

The Members of  
Shree Metalloys Limited  
Ahmedabad

We have examined the compliance of conditions of corporate governance by Shree Metalloys Limited for the year ended on 31st March, 2011 as stipulated in Clause 49 of the Listing Agreement of the Stock Exchanges.

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.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement.

For, **Bharadia Maheshwari & Associates**  
Chartered Accountants  
(Registration No. 123767W)

Date : 17/08/2011  
Place : Ahmedabad

**(CA Mayur Laddha)**  
Partner  
Membership No:132414



**AUDITOR'S REPORT****To the Members of  
SHREE METALLOYS LIMITED**

1. We have audited the attached Balance Sheet of SHREE METALLOYS LIMITED as at March 31, 2011, Profit and Loss Account and 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 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 misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) order, 2003 issued by the Company Law Board in terms of sub section (4A) of Section 227 of the Companies Act, 1956 and in terms of information and explanation given to us and also on the basis of such checks as we considered appropriate, we enclose in the Annexure, a statement on the matters specified in paragraph 4 and 5 of the said order to the extent applicable.
4. *Further to our comments in the Annexure referred to in paragraph 3 above, and paragraph 5 below 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 purposes of our audit;
  - ii) In our opinion, proper books of accounts, as required by Law, have been kept by the Company, so far as appears from our examination of those books;
  - iii) The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report, are in agreement with the books of accounts;
  - iv) In our opinion The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report comply with the Accounting Standard referred to in subsection (3C) of Section 211 of the Companies Act, 1956;
  - v) On the basis of the written representations received by the Company from the Directors as on 31st March, 2011, and taken on record by the Board of Directors of the Company, we report that none of the Directors is disqualified as on 31st March, 2011 from being appointed as a director in terms of clause (g) of subsection (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 read together with the Significant Accounting Policies and other notes thereon 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 31st March, 2011;
    - b) In the case of the Profit and Loss Account, of the Profit of the Company for the year ended on that date;
    - c) In case of the Cash Flow Statement, of the cash flows of the Company for the year ended on that date.
5.
  - i) ***Non confirmation/non reconciliation of certain deposits as Stated in Note (vii) in Schedule IXX***
  - ii) ***Valuation of investments at cost as stated in Notes (v) & (vi) in Schedule IXX.***
  - iii) ***Non provision for Depreciation on Plant & Machinery as stated in Note (viii) in Schedule IXX.***

For, **Bharadia Maheshwari & Associates**  
Chartered Accountants  
(Registration No. 123767W)

**(CA Mayur Laddha)**  
Partner

Membership No:132414

Date : 30/05/2011

Place : Ahmedabad

**ANNEXURE OF THE AUDITORS' REPORT**

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

- (i) a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- b) As explained to us, the fixed assets are being physically verified during the year by the management in accordance with the program of verification, which in our opinion is reasonable having regard to the size of the company and the nature of its assets. As informed to us no material discrepancies have been noticed on such verification.
- c) There was no disposal of a substantial part of fixed assets.
- (ii) a) The inventory has been physically verified during the year by the management at reasonable intervals.
- b) The procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- c) The company is maintaining proper records of its inventories and no material discrepancies were noticed on physical verification.
- (iii) a) The Company has not granted loans , to companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Therefore the provisions of clause 4 (iii) of the Order are not applicable to the Company.
- b) The Company has not taken any loans, secured or unsecured , from Companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Therefore the provisions of clause 4 (iii) of the Order are 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 the nature of its business with regard to purchases of inventories and fixed assets and with regard to the sale of goods. During the course of audit, we have not observed any major weaknesses in such internal controls.
- (v) a) To the best of our knowledge and belief and according to the information and explanations given to us, we are of the opinion that particulars of contracts or arrangements referred to in section 301 of the Companies Act, 1956 have been entered in the register required to be maintained under that section; and
- b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of such contracts or arrangements aggregating during the year to Rupees Five Lacs or more in respect of those parties have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time.
- (vi) In our opinion and according to the information and explanations given to us, the company has not accepted any deposits from the public during the year. Therefore the provisions of sections 58A and 58AA of the Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975 are not applicable.
- (vii) In our opinion, and according to the information and explanations given to us, the Company has an internal audit system commensurate with the size and the nature of its business.
- (viii) The Central Government has not prescribed maintenance of cost records under clause (d) of sub section (1) of Section 209 of the Companies Act, 1956 in respect of activities of the Company.
- (ix) According to the information given to us and on the basis of examination of the books of accounts, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State insurance Fund, Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom duty, Excise duty, Cess etc. and other material statutory dues with appropriate authorities, as far as applicable to the Company.

According to the information given to us and on the basis of examination of the books of accounts, no undisputed amount payable in respect of above referred tax/cess were outstanding, as at balance sheet date for a period of more than six months from the date they became payable.

- (x) The company does not have accumulated losses as at the Balance Sheet date and has not incurred cash losses during the financial year covered by our audit or in the immediately preceding financial year.
- (xi) On the basis of our examination and according to the information and explanations given to us, the company does not have any loan from financial institutions or banks.
- (xii) In our opinion and according to the information and explanations given to us, the company has not granted loans and advances on the basis of security by way of pledge of shares, debentures or other securities.
- (xiii) In our opinion and according to information and explanation given to us, the company is not a chit fund or nidhi or mutual benefit fund / society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company
- (xiv) In our opinion and according to information and explanation given to us, the Company is not a dealer or trader in shares, securities, debentures and other investments.
- (xv) In our opinion and 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) In our opinion and according to the information and explanation given to us, the company has not obtained any term loans.
- (xvii) In our opinion and according to the information and explanation given to us and on the basis of our examination of books of accounts, we report that no fund 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 preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Companies Act, 1956 during the period covered by our audit report.
- (xix) The company has not issued any debentures during the year.
- (xx) During the year covered by our audit report the company has not raised any money by way of public issue.
- (xxi) To the best of our knowledge and belief and accordingly to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the course of our audit.

For, **Bharadia Maheshwari & Associates**  
Chartered Accountants  
(Registration No. 123767W)

**(CA Mayur Laddha)**  
Partner  
Membership No:132414

Date : 30/05/2011  
Place : Ahmedabad

**SHREE METALLOYS LIMITED**

**BALANCE SHEET AS AT 31 ST MARCH, 2011**

		As At 31.03.2011 (Rs.)	As At 31.03.2010 (Rs.)
<b>SOURCES OF FUNDS</b>			
<b>Shareholders' Funds</b>			
Share Capital	[1]	52,563,000	52,563,000
Reserves & Surplus	[2]	6,466,553	5,349,995
<b>Loan Funds</b>			
Secured Loans	[3]	978,095	—
Unsecured Loans		—	—
<b>Deferred Tax Liability</b>		<b>965</b>	453,546
<b>TOTAL</b>		<b>60,008,612</b>	<b>58,366,541</b>
<b>APPLICATION OF FUNDS</b>			
<b>Fixed Assets :</b>	[4]		
Gross Block		22,101,724	20,532,889
Less: Depreciation		673,307	446,481
Net Block		21,428,417	20,086,408
<b>Investments :</b>	[5]	2,350,816	2,350,816
<b>Current Assets, Loans and Advances</b>			
Inventories	[6]	13,891,270	—
Sundry Debtors	[7]	4,676,224	28,126,574
Cash and Bank Balances	[8]	7,400,303	2,877,202
Loans, Advances & Deposits	[9]	11,506,069	6,219,253
		<b>37,473,866</b>	37,223,029
Less : Current Liabilities & Provisions	[10]	1,244,487	1,293,712
<b>Net Current Assets</b>		<b>36,229,379</b>	35,929,317
<b>TOTAL</b>		<b>60,008,612</b>	<b>58,366,541</b>
SIGNIFICANT ACCOUNTING POLICIES & NOTES FORMING PART OF ACCOUNTS	[19]		

In terms of our report of even date  
For **Bharadia Maheshwari & Associates**  
Chartered Accountants  
(Registration No. 123767W)  
**(CA Mayur Laddha)**  
Partner  
Membership No: 132414  
Date : 30/05/2011  
Place : Ahmedabad

On behalf of the Board of Directors  
**Shree Metalloys Limited**

**Pratik R. Kabra**  
*Director*

**Kapil Kabra**  
*Director*

**SHREE METALLOYS LIMITED**

**PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED ON 31 ST MARCH, 2011**

	SCH.	For the Year Ended 31.03.2011 (Rs.)	For the Year Ended 31.03.2010 (Rs.)
<b>INCOME :</b>			
Sales	[11]	478,958,609	470,518,747
Other Income	[12]	663,362	2,034,648
Increase (Decrease ) in Stock	[13]	13,891,270	—
<b>TOTAL</b>		<b>493,513,241</b>	<b>472,553,395</b>
<b>EXPENDITURE :</b>			
Purchases	[14]	488,136,528	463,022,983
Direct Expenses	[15]	1,100,372	3,717,453
Payment to and provision for employees	[16]	1,361,356	1,544,574
Selling, Distribution, Administration and Other Expenses	[17]	846,127	1,265,437
Interest & Financial Charges	[18]	92,004	71,145
Depreciation	[4]	226,827	112,964
<b>TOTAL</b>		<b>491,763,213</b>	<b>469,734,556</b>
<b>Profit Before Tax</b>		<b>1,750,027</b>	<b>2,818,839</b>
Provision for Taxation			
Current Year		525,000	440,000
Previous Years short provision		561,051	—
Deferred Tax Liability/ (Assets)		(452,581)	446,227
<b>Profit After Tax</b>		<b>1,116,557</b>	<b>1,932,611</b>
Balance brought forward from previous year		5,349,996	3,417,385
<b>Balance carried forward to Balance Sheet</b>		<b>6,466,553</b>	<b>5,349,996</b>
Basic Earning Per Share (Rs.)		0.21	0.37
Diluted Earning Per Share (Rs.)		0.21	0.37
Face Value Per Equity Share( Rs.)		10	10
SIGNIFICANT ACCOUNTING POLICIES & NOTES FORMING PART OF ACCOUNTS	[19]		
In terms of our report of even date For <b>Bharadia Maheshwari &amp; Associates</b> Chartered Accountants (Registration No. 123767W) <b>(CA Mayur Laddha)</b> Partner Membership No: 132414 Date : 30/05/2011 Place : Ahmedabad		On behalf of the Board of Directors <b>Shree Metalloys Limited</b>  <b>Pratik R. Kabra</b> <i>Director</i>  <b>Kapil Kabra</b> <i>Director</i>	

**SCHEDULES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH 2011**

PARTICULARS	As At 31st March 2011	As At 31st March 2010
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**SCHEDULE : 1 - SHARE CAPITAL**

**AUTHORISED :**

1,00,00,000 (previous year 1,00,00,000) Equity Shares of Rs.10/- each	100,000,000	100,000,000
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**ISSUED SUBSCRIBED AND PAID UP :**

52,56,300(previous year 52,56,300) Equity Shares of Rs.10/- each fully paid-up.	52,563,000	52,563,000
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**TOTAL**

	52,563,000	52,563,000
	52,563,000	52,563,000

**SCHEDULE : 2 - RESERVE & SURPLUS**

Profit and Loss Account	6,466,553	5349995
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	6,466,553	5,349,995
	6,466,553	5,349,995

**SCHEDULE : 3 - SECURED LOAN**

HDFC Bank Car loan (Secured against hypothication of Innova Car)	978,095	0.00
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**TOTAL**

	978,095	—
	978,095	—

**SCHEDULES : 4 - FIXED ASSETS**

In Rupees

DESCRIPTION	GROSS BLOCK				DEPRECIATION					NET BLOCK	
	Rate of Dep.%	As at 01.04.2010	Additions	Deduction	As at 31.03.2011	Upto 31.03.2010	For the Year	Deduction	Upto 31.03.2011	As at 31.03.2011	As at 31.03.2010
Plant & Machinery *** (See Note below)	13.91%	20,090,165	314,333	110,000.0	20,294,499	154,954	—	—	154,954	20,139,545	19,935,212
Tools & Equipment	13.91%	18,335	—	—	18,335	16,966	5,163	—	22,129	(3,794)	37,119
Computer	40.00%	309,926	—	—	309,926	230,998	28,571	—	259,569	50,357	71,428
Motor Car (Innova)	25.89%	—	1,360,102	—	1,360,102	—	187,160	—	187,160	1,172,942	—
Office Equipment	13.91%	114,462	4,400	—	118,862	43,562	5,933	—	49,495	69,367	42,650
<b>TOTAL</b>		<b>20,532,889</b>	<b>1,678,835</b>	<b>110,000</b>	<b>22,101,724</b>	<b>446,480</b>	<b>226,827</b>	<b>—</b>	<b>673,307</b>	<b>21,428,417</b>	<b>20,086,409</b>
Previous Year		20,532,889	—	—	20,532,889	365,898	112,964	—	446,481	20,086,408	88,668

**SHREE METALLOYS LIMITED**

PARTICULARS	As At 31st March 2011	As At 31st March 2010
<b>SCHEDULE : 5 - INVESTMENTS</b>		
<b>LONG TERM INVESTMENTS</b>		
<b>In Equity Shares- Unquoted, fully paid up</b>		
a) Advance Bio Coal (India) Ltd. (8500 Equity Shares of Rs.10/- each (P.Y 8500))	<b>85,000</b>	85,000
b) Shreeji Phosphate Limited (formerly known as Satyam Cement Ltd.) (35000 Equity Shares of Rs.10/- each (P.Y 35000))	<b>530,250</b>	530,250
c) Zora Pharma Ltd. (26600 Equity Shares of Rs. 10/- each (P.Y 26600))	<b>665,000</b>	665,000
d) The Nawanagar Co-Op Bank Ltd. (500 Equity Shares of Rs. 10/- each (P.Y Nil))	<b>5,000</b>	5,000
<b>Quoted at Cost</b>		
a) Gujarat State Financial Corporation Ltd (93600 Equity Shares of Rs.10/- each partly paid Rs.5) (P.Y 93600)	<b>1,048,522</b>	1,048,522
b) Riddhi Siddhi Gluco Biols Ltd. (formerly known as Riddhi Siddhi Starch Ltd.) (800 Equity Shares of Rs. 10/- each (P.Y 800))	<b>17,044</b>	17,044
<b>TOTAL</b>	<b>2,350,816</b>	2,350,816
Aggregate Book Value of :		
(A) Quoted Investments	<b>1,065,566</b>	1,065,566
(B) Unquoted Investments	<b>1,285,250</b>	1,285,250
<b>Aggregate Market Value of Quoted Investments</b>	<b>222,400</b>	31,250
<b>SCHEDULE : 6 - INVENTORIES</b>		
<b>Closing Stock</b> <b>(Valued at cost and certified by Management)</b>	<b>13,891,270</b>	0.00
	<b>13,891,270</b>	—
<b>SCHEDULE : 7 - SUNDRY DEBTORS</b>		
Unsecured, Considered Good Outstanding		
Exceeding Six Months	—	—
Others	<b>4,676,224</b>	28,126,574
<b>TOTAL</b>	<b>4,676,224</b>	28,126,574

**SHREE METALLOYS LIMITED**

<b>PARTICULARS</b>	<b>As At</b>	<b>As At</b>
	<b>31st March 2011</b>	<b>31st March 2010</b>
<b>SCHEDULE : 8 - CASH &amp; BANK BALANCE</b>		
Cash in Hand	<b>671,435</b>	621,427
Balance with Scheduled banks	<b>6,577,199</b>	2,241,200
Balance with Other banks	<b>151,669</b>	14,575
<b>TOTAL</b>	<b>7,400,303</b>	<b>2,877,202</b>

**SCHEDULE : 9 - LOANS AND ADVANCES**

(Unsecured, considered good)

Advance recoverable in cash or in kind or for value to be received	<b>7,180,776</b>	1,893,960
Deposits	<b>4,325,293</b>	4,325,293
<b>TOTAL</b>	<b>11,506,069</b>	<b>6,219,253</b>

**SCHEDULE : 10 - CURRENT LIABILITIES AND PROVISIONS**

Sundry Creditors for Capital Expenditure	<b>24,283</b>	424,733
Creditors for Expenses	<b>12,353</b>	174,048
Duties & Taxes	<b>14,775</b>	23,974
Other Liabilities	<b>668,076</b>	230,957
Provisions for Taxation	<b>525,000</b>	440,000
<b>TOTAL</b>	<b>1,244,486</b>	<b>1,293,712</b>



**SCHEDULES FORMING PART OF PROFIT AND LOSS ACCOUNT**

<b>PARTICULARS</b>	<b>Year Ended 31.03.2011 (Rs.)</b>	<b>Year Ended 31.03.2010 (Rs.)</b>
<b>SCHEDULE : 11 - SALES</b>		
Metals	69,634,386	55,049,689
Precious Metals	394,285,859	405,311,368
High Seas Sales	15,038,364	10,157,690
<b>TOTAL</b>	<b>478,958,609</b>	<b>470,518,747</b>
<b>SCHEDULE : 12 - OTHER INCOME</b>		
Commission Income	468,899	—
Interest Recd on I T Refund	704	—
Interest Received	193,009	38,542
Dividend Received	750	1,600
Other Income	—	22,946
Profit on sale of Investment	—	1,971,560
<b>TOTAL</b>	<b>663,362</b>	<b>2,034,648</b>
<b>SCHEDULE : 13 - INCREASE / (DECREASE ) IN STOCK</b>		
Closing Stock	13,891,270	—
Less : Opening Stock	—	—
<b>Increase / (Decrease ) in Stock</b>	<b>13,891,270</b>	<b>—</b>
<b>SCHEDULE : 14 - PURCHASES</b>		
Metals	95,691,472	57,094,022
Precious Metals	380,468,618	388,820,846
Custom Duty	11,789,149	17,091,881
Rate Difference	187,289	16,234
<b>TOTAL</b>	<b>488,136,528</b>	<b>463,022,983</b>
<b>SCHEDULE : 15 - DIRECT EXPENSES</b>		
Electricity Charges	604,136	947,609
Freight & Loading Charges	23,865	186,610
Repair & Maintenance	50,456	—
Clearing & Forwarding Expenses	—	978,090
Stores & Other Expenses	—	100,164
Labour Charges	—	10,032
Insurance Expenses	1,915	10,278
Rent	420,000	420,000
Loss in MCX on commodity trading	—	953,538
Commission to Consignment Agent	—	111,132
<b>TOTAL</b>	<b>1,100,372</b>	<b>3,717,453</b>

**SHREE METALLOYS LIMITED**

<b>PARTICULARS</b>	<b>Year Ended 31.03.2011 (Rs.)</b>	<b>Year Ended 31.03.2010 (Rs.)</b>
<b>SCHEDULE : 16 - PAYMENT TO AND PROVISION FOR EMPLOYEES</b>		
Salaries,Bonus, Allowances etc.	<b>1,179,320</b>	1,295,331
Director's Remuneration	<b>133,200</b>	104,000
Staff Welfare & Food Allowances	<b>43,796</b>	108,292
Security Expenses	<b>5,040</b>	36,951
<b>TOTAL</b>	<b>1,361,356</b>	1,544,574

**SCHEDULE : 17 - SELLING, DISTRIBUTION & ADMINISTRATION & OTHER EXPENSES**

Advertisement Expenses	<b>16,843</b>	8,208
Auditors Remueration	<b>33,090</b>	33,090
Computer Expenses	<b>18,853</b>	6,686
Demat Maint(Ratnakar)	<b>412</b>	249
Freight (General) A/c.	<b>7,352</b>	225,974
Income Tax Exp	<b>—</b>	24,772
Legal, Registration & Professional charges	<b>365,360</b>	405,694
Office & Miscellaneous Expenses	<b>103,856</b>	166,958
Petrol Expenses & Conveyance	<b>17,475</b>	
Telephone Expenses	<b>56,083</b>	50,343
Printing & Stationery	<b>7,179</b>	43,159
Rate & Taxes Exp A/c	<b>20,636</b>	98,784
Stock Exchange Fees	<b>66,180</b>	88,344
Travelling Expenses	<b>106,838</b>	40,363
Prior Period Expenses	<b>—</b>	28,179
Repairs & Maintenance	<b>25,970</b>	40,270
Type Writer written off	<b>—</b>	4,365
<b>TOTAL</b>	<b>846,127</b>	1,265,437

**SCHEDULE : 18 - INTEREST & FINANCIAL CHARGES**

Bank Commission & Charges	<b>36,505</b>	53,485
Interest Charges	<b>55,323</b>	17,660
Interest on late payment for TDS/ PT	<b>176</b>	—
<b>TOTAL</b>	<b>92,004</b>	71,145

**SCHEDULE : 19 - SIGNIFICANT ACCOUNTING POLICIES, NOTES AND ADDITIONAL INFORMATION FORMING PARTS OF ACCOUNTS:****1. Significant Accounting Policies;****(A) Basis of Preparation of Financial Statement**

The financial statements are prepared under the historical cost convention method in accordance with the generally accepted accounting principles and in accordance with the provisions of the Companies (Accounting Standards) Rules, 2006 by the Central Government. The Company follows mercantile system of accounting.

**(B) Revenue Recognition**

Sales are recognized upon delivery of goods and are recorded net of trade discounts, rebates, sales tax/ value added tax and excise duty.

**(C) Fixed Assets and Depreciation**

Fixed assets are stated at their cost of acquisition net of cenvat/ value added tax, less accumulated depreciation.

Depreciation on fixed assets is provided on written down value method at the rates and in the manner prescribed in Schedule XIV to the Companies Act, 1956.

**(D) Investment**

Investment in shares of companies, quoted and unquoted, are stated at cost.

**(E) Inventories**

Inventories are valued at cost or net realizable value, whichever is lower.

**(F) Retirement Benefits**

Provision in accounts for any retirement benefit is based on actuarial valuation, if applicable any.

**(G) Earning per Share**

The basic earning per share is computed by dividing the net profit attributed to equity shareholders for the year by the weighted average number of equity shares outstanding during the year. The company has no potential dilutive equity shares outstanding during the year.

**(H) Taxation**

Provision for Current tax is made on the basis of estimated taxable income for the current accounting period and in accordance with the provisions of Income Tax Act, 1961. Deferred tax resulting from "timing differences" between the accounting and taxable profit for the period is accounted for using the tax rates and laws that have been enacted or substantively enacted as at the balance sheet date. Deferred tax assets is recognized and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

**(I) Contingent Liability**

Disclosures for contingent liabilities are considered to the extent of estimates/notices/ demands received by the Company

**(J) Foreign Currency Transaction**

Foreign currency transactions are recorded at the rates on which they have been settled during the year. Foreign currency denominated assets and liabilities are translated into rupees at the exchange rates prevailing at year-end and overall net gain\loss is adjusted in the Profit and Loss Account.

**2. Notes on accounts;**

- i. Balances of Sundry Debtors, Sundry Creditors, Loans and Advances are subject to their confirmation.
- ii. Managerial Remuneration paid or payable during the financial year is as under.

Particulars	For the year ended March 31, 2011 (Rs.)	For the year ended March 31, 2010 (Rs.)
i. Salary	1,33,200	1,04,000
ii. Perquisites	—	—
<b>Total</b>	<b>1,33,200</b>	<b>1,04,000</b>

- iii. Auditors' remuneration are as under

i. Auditors' remuneration	22,060	22,060
ii Tax Audit Fees	11,030	11,030
<b>Total Remuneration</b>	<b>33,090</b>	<b>33,090</b>

- iv. Information pursuant to the provisions of the paragraph 3 and 4 of Part-II of Schedule-VI of the Companies Act, 1956:-

(a) S.No.	Particulars	Amount (in Rupees )
1.	CIF Value of Import	97,76,383
2.	Expenditure in foreign currency	99,708
3.	Earning in foreign Exchange F.O.B Value of Exports	NIL

- (b) Quantitative details of major items traded: (in K.G.)

S.No	Particulars	Opening Stock	Purchase during the year	Sales during the year	Closing Stock
<b>1</b>	<b>Metal and Scraps</b>				
	Copper Rod/wire	Nil	62,035.00	53,550	8,485
	Tin Ingots	Nil	7,512	7512	Nil
	Brass Scrap	Nil	2,09,596	1,75,281	34,315
	Lead Ingots	Nil	50,540	50,540	Nil
	Zinc Ingots	Nil	49,907	49,907	Nil
	Gold Bullion	Nil	20	20	Nil
	Silver Bar	Nil	7630	7630	Nil

- (c) Quantitative details stock of Raw material received on job work and production made during the year.  
**Nil** (in K.G.)

S.No	Particulars	Opening Stock	Purchase during the year	Consumption during the year	Closing Stock

(d) Quantitative details stock of Finished Goods : **Nil** (in K.G.)

S.No	Particulars	Opening Stock	Production during the year for job work	Dispatched to job worker	Closing Stock
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- v. Investments in Equity Shares of Gujarat State Financial Corporation Ltd are considered at cost. These shares (Face Value Rs.10) are partly paid up shares and allotment money of Rs. 5 /- per shares has not been paid. Further these shares are not in the name of the company. No provision has been made for possible diminution in the value of shares.
- vi. Certain investments in shares of listed companies have been shown under unquoted investment, due to no transaction in the stock exchange during the year. No provision has been made for the possible diminution in the value of shares held as investment.
- vii. Advances include a sum of Rs.3.25 lacs with Ahmedabad Stock Exchange and Rs.20.50 lacs with Vadodara Stock Exchange Ltd have been treated as deposits since long. The nature and justification of such deposits are not available, however according to management these are recoverable/realizable.
- viii. Company has started its commercial production on 24.03.2010 in previous year on job work basis on D G Set, as power connection was not released, however power bills for connection load has been issued by PGVCL, Company has written to PGVCL, since no matter has been resolved, Company filed a case in Consumer forum at Rajkot for the disputed amount between them. Due to non release of Power and some technical fault in production thorough D G Set, Company stops its production activity. Changes in configuration of machines has been done during the year, however due to non release of power, management decided to kept plant idle until power release and settlement of dispute with PGVCL of Rs 7,52,453/- (upto March 2011) Company has not provided any depreciation during the year on the plant & machinery, which were capitalised in previous year. Further during the year company has revised its income tax return for the previous year ended March 31, 2010. In spite of dispute, expenses for electricity expenses has been accounted and shown as liability of the Company.
- ix. The Company does not have employees, who are covered for retirement benefit scheme. Accordingly AS-15 of Companies (Accounting Standard) Rules, 2006 issued by the Central Government is not applicable.

**x. Segment Reporting :**

The company's primary business is trading of metals, On the basis of Accounting Standard On " Segment Reporting" [(AS-17) issued by the institute of Chartered Accountants of India], this activity falls within a single primary business segment and accordingly the disclosure requirement of As-17 in this regard are not applicable.

There being no business outside India, the entire business has been considered as single geographic segment.

**xi. Related Parties Disclosures : Accounting Standard-18**

Particulars of related Parties

S. No.	Name of the Related Party	Nature of Relationship
1.	Pratik R Kabra	Director
2.	Kapil G Kabra	Director
3.	Kabra Agro Farms Pvt. Ltd.	Under the same Management Associate Concern
4.	Shree Extrusions Limited	Associate Concern
5.	Mercury Metals Limited	Associate Concern

Details of transactions between the company and related parties and outstanding balances as on 31st March 2011:

S.N.	Name of Party	Particulars of transaction & value	Balance outstanding as on 31.03.11(Rs.)
1.	Pratik R Kabra	Rent Rs.4,20,000	—
2.	Kapil G Kabra	Salary Rs.1,33,200/-	—
3.	Shree Extrusions Ltd.	Sales made during the year:Rs. 48,90,172 ( including Rs. 1,24,053 machinery sale)	Nil

**xii. Earning Per Share ( AS-20 )**

As per Accounting Standard (AS) -20 on " Earning Per Share ", the particulars of EPS for equity shareholders are as below :-

Particulars	For the year ended March 31, 2011 (Rs.)	For the year ended March 31, 2010 (Rs.)
Net Profit/ (Loss) as per profit & loss account (Rs,)	<b>11,16,557</b>	19,32,610/-
Average No. of Equity Shares used for calculating EPS	<b>52,56,300</b>	52,56,300
EPS (Basic and Diluted) ( Rs.)	<b>0.21</b>	0.37
Face value of each equity share(Rs.)	<b>10</b>	10

xiii. The position of Deferred Tax assets and Liabilities computed in accordance with the requirements of AS-22 on 'Accounting for taxes on income' by the institute of Chartered Accountants of India is as stated below:

Amount in Rs.

Particulars	As at 31stMarch' 2011	Current Year Charge/(Credit)	As at 31stMarch' 2010
Deferred Tax Liabilities	<b>(965)</b>	Nil	(4,53,546)
Deferred Tax Assets	<b>Nil</b>	4,52,581	Nil
Net Deferred Tax Liabilities	<b>(965)</b>	4,52,581	(4,53,546)

The net effect of setting off Deferred Tax Assets and liabilities during the year amounting to Rs. (+) 4,52,581 (previous year Rs.(-) 4,46,227) is taken as Deferred Tax Expenses/(Income) in the Profit & Loss Account.

- xiv. All the Assets have been verified by the management during the year. There is a regular program of verification. No material discrepancies were noticed on such verification. Provision for impairment of assets has not been made in accordance to AS -28 as prescribed by the Institute of Chartered Accountants of India. In the opinion of Management, it was not possible to ascertain impairment, if any.
- xv. In the opinion of the Board of Directors, the Current Assets, Loans and Advances are stated approximate value, if realized in the ordinary course of business .The provisions of all known liabilities are adequately provided and not in the excess of amount reasonably necessary.
- xvi. There are no delays in payment to Micro and Small Enterprises as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006. The information regarding Micro and Small Enterprise has been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the Auditors.
- xvii. The previous year's figure have been regrouped/ reclassified wherever necessary to make them comparable to current year's figure.

In terms of our report of even date  
For **Bharadia Maheshwari & Associates**  
Chartered Accountants  
(Registration No. 123767W)  
**(CA Mayur Laddha)**  
Partner  
Membership No: 132414  
Date : 30/05/2011  
Place : Ahmedabad

On behalf of the Board of Directors  
**Shree Metalloys Limited**  
  
**Pratik R. Kabra**  
*Director*  
  
**Kapil Kabra**  
*Director*

## CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2011

Particulars	Year Ended 31/03/2011		Year Ended 31/03/2010	
	Amount	Amount	Amount	Amount
<b>A. Cash Flow from Operating Activities</b>				
Net Profit before tax and Extraordinary Items		1,750,027		2,818,837
Adjusted for				
Add: Depreciation	226,827		112,964	
Typewriter written off			4,365	
	<u>226,827</u>		<u>117,329</u>	
Less: Profit on sale of Investment	—	226,827	1,971,560	
		<u>—</u>	<u>—</u>	(1,854,231)
<b>Operating Profit before Working Capital Changes</b>		<b>1,976,854</b>		<b>964,606</b>
Adjusted for				
Trade and other receivable	23,450,350		(3,648,603)	
Inventories	(13,891,270)		—	
Trade Payable	(574,226)		(11,353,922)	
Loans & Advances	(5,286,816)		657,512	
		<u>3,698,039</u>		<u>(14,345,013)</u>
<b>NET CASH GENERATED BY OPERATING ACTIVITIES</b>		<b>5,674,893</b>		<b>(13,380,407)</b>
<b>B. Cash Flow from Investing Activities</b>				
Purchase of Fixed Assets	(1,568,835)		(2,619,198)	
Decrease in Investments	—		18,680,000	
Increase in Deposits	—		(1,931,775)	
Income Taxes paid	(561,051)			
<b>NET CASH USED IN INVESTING ACTIVITIES</b>		<b>(2,129,886)</b>		<b>14,129,027</b>
<b>C. Cash Flow from Financing Activities</b>				
Increase in Share Capital	—		—	
Increase in Secured Loan	978,095		—	
Increase in Unsecured Loan	—		—	
<b>NET CASH USED IN FINANCING ACTIVITIES</b>		<b>978,095</b>		<b>—</b>
<b>NET(DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS</b>		<b>4,523,102</b>		<b>748,620</b>
Opening Balance of Cash and Cash Equivalents		2,877,202		2,128,582
Closing Balance of Cash and Cash Equivalents		7,400,303		2,877,202

The previous year's figures have been regrouped and reclassified wherever necessary.

In terms of our report of even date  
For **Bharadia Maheshwari & Associates**  
Chartered Accountants  
(Registration No. 123767W)  
**(CA Mayur Laddha)**  
Partner  
Membership No: 132414  
Date : 30/05/2011  
Place : Ahmedabad

On behalf of the Board of Directors  
**Shree Metalloys Limited**

**Pratik R. Kabra**  
Director

**Kapil Kabra**  
Director

**STATEMENT PURSUANT TO PART IV OF SCHEDULE VI TO THE COMPANIES ACT, 1956  
BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE**

**I. REGISTRATION DETAILS**

Registration No.	23471	State Code	04
Balance Sheet	31-03-11		

**II. CAPITAL RAISED DURING THE YEAR (AMOUNT RS. IN THOUSAND)**

Public Issue	NIL	Right Issue	NIL
Bonus Issue	NIL	Private Placement	NIL

**III. POSITION OF MOBILISATION AND DEPLOYMENT OF FUNDS (AMOUNT RS. IN THOUSAND)**

Total Liabilities	60008	Total Assets	60008
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**SOURCES OF FUNDS**

Paid-up Capital	52563	Reserves and Surplus	6466
Secured Loans	978	Unsecured Loans	NIL
Deferred Tax Liability	1		

**APPLICATION OF FUNDS**

Net Fixed Assets	21428	Investments	2351
Net Current Assets	36229	Miscellaneous Expenditure	NIL
Accumulated Losses	NIL		

**IV. PERFORMANCE OF COMPANY (AMOUNT RS. IN THOUSANDS)**

Turnover*	493513	Total Expenditure	491763
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\* including other income & increase in stock

Profit/(Loss) Before Tax	1750	+ - Profit/(Loss) After Tax	1116
Earning Per Share (Rs.)	0.21	Dividend Rate (%)	NIL

**V. GENERIC NAMES OF THREE PRINCIPAL PRODUCTS/SEVICES OF THE COMPANY (AS PER MONETARY TERMS)**

Item Code No. (ITC Code)	N.A.	Product Description	NIL
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In terms of our report of even date  
For **Bharadia Maheshwari & Associates**  
Chartered Accountants  
(Registration No. 123767W)  
**(CA Mayur Laddha)**  
Partner  
Membership No: 132414  
Date : 30/05/2011  
Place : Ahmedabad

On behalf of the Board of Directors  
**Shree Metalloys Limited**  
  
**Pratik R. Kabra**  
*Director*  
  
**Kapil Kabra**  
*Director*