

# **HARIYANA METALS LIMITED**

**COMPANY REGN. NO : L99999MH1975PLC018080**

## **ANNUAL REPORT**

**2012 - 2013**

### **REGISTERED OFFICE**

**OLD MOTOR STAND, ITWARI,  
NAGPUR - 440 008  
MAHARASHTRA**

### **BOARD OF DIRECTORS**

**MR. DINESH AGRAWAL  
MR. BHARAT KUMAR PATNI  
MR. HARISH AGRAWAL**

### **AUDITORS**

**SAJJAD RASUL & CO.  
CHARTERED ACCOUNTANTS  
NAGPUR**

Book - closure

# HARIYANA METALS LIMITED

## NOTICE

**NOTICE** is hereby given that the Annual General Meeting of the Members of Hariyana Metals Limited will be held on Monday, the **30<sup>th</sup> day of September, 2013** at 2.00 P. M. at the Registered Office of the Company at Old Motor Stand, Itwari, Nagpur - 440 008, (Maharashtra) to transact the following business as an Ordinary Business :

To consider, pass following resolution with or without modification as an ordinary resolution

1. To receive, consider and adopt the Profit and Loss Account for the year ended 31<sup>st</sup> March, 2013 and the Balance Sheet as at that date and Reports of the Auditors and Directors thereon including Secretarial Compliance Certificate.
2. To appoint a Director in place of Mr. Dinesh Agrawal, who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint Auditors and to fix their remuneration.

By order of the Board

Place : Nagpur  
Dated : 26<sup>th</sup> August 2013

Director  
(Harish Agrawal)

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### NOTES

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 PROXIES IN ORDER TO BE EFFECTIVE, MUST BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE MEETING, DULY STAMPED AND SIGNED.

MEMBERS ARE REQUESTED TO BRING THEIR COPY OF ANNUAL REPORT.

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# HARIYANA METALS LIMITED

## REPORT OF THE DIRECTORS

The Directors have pleasure in presenting their Annual Report and Audited Statement of Accounts for the year ended 31<sup>st</sup> March, 2013.

### FINANCIAL RESULTS / WORKING:

The financial results of the company as disclosed in the account are summarised below

	<u>2012-2013</u>	<u>2011-2012</u>
Total Revenue	69,06,957	1,18,67,046
Total expenses	<u>87,98,944</u>	<u>2,02,82,478</u>
Profit/(Loss) exceptional and extraordinary Items and tax	(18,91,987)	(84,15,432)
Exceptional Items	<u>0</u>	<u>0</u>
Profit before extraordinary items and tax	(18,91,987)	(84,15,432)
Extraordinary Items	<u>0</u>	<u>0</u>
Profit before Tax	(18,91,987)	(84,15,432)
Tax Before Tax		
1. Current tax	0	0
2. Deferred tax	0	0
3. Tax for Earlier years	0	(4221)
4. Earlier year(TDS)	<u>0</u>	<u>0</u>
Profit(Loss) for the period	(18,91,987)	(84,19,653)
Profit/(Loss) from last year	<u>(10,79,085)</u>	<u>(73,40,568)</u>
<b>Profit / (Loss) for the Period</b>	<b><u>(29,71,072)</u></b>	<b><u>(10,79,085)</u></b>

The Directors of the company are hopeful for the better results in the next year.

**PUBLIC DEPOSITS:**

During the year under review, the Company has not accepted the Public Deposits within the meaning of Section 58-A of the Companies Act, 1956 read with the rules framed thereunder.

**CONSERVATION OF ENERGY:**

The consumption of energy is being continuously monitored and effective measures are adopted to achieve economic consumption. Total foreign earning and outgo, energy consumption and energy consumption per MT of Production is as per Form 'A' is enclosed.

**TECHNOLOGY ABSORPTION, RESEARCH AND DEVELOPMENT:**

Production Department of the Company are always in pursuit of finding the ways and means to improve the performance, quality and cost effectiveness of its products. The technology used by the Company is updated as a continuous exercise. The Company does not have a separate Research and Development activity.

**PARTICULARS OF EMPLOYEES:**

As required under section 217 (2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules 1975; as amended, the particulars of employees covered there under are Nil.

**DIRECTOR:**

Mr. Dinesh Agrawal, Director retire by rotation and being eligible, offers himself for re-appointment. There is no other change in the composition of the Board of your Company.

**DIRECTORS' RESPONSIBILITY STATEMENT:**

The Board of Directors confirms:

1. That in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departure;
2. That the directors had selected such accounting policies and applied them consistently and made judgements 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 or 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.

**AUDITORS:**

Auditor's qualifications read with notes and other details in Balance Sheet are self-explanatory and do not require for any additional information.

The Company's Auditors Sajjad Rasul & Co., Chartered Accountants, Nagpur - retire at the conclusion of the ensuing Annual General Meeting and are eligible for re-appointment.

**SECRETARIAL COMPLIANCE CERTIFICATE:**

In terms of proviso to section 383A(1) of the Companies Act 1956, as amended, the Company has obtained necessary Secretarial Compliance Certificate from a Practising Company Secretary, and the same is attached herewith.

**LISTING OF SHARES:**

The Equity Shares of the Company are listed on The Bombay Stock Exchange, Mumbai & Calcutta Stock Exchange, Kolkata:

**ACKNOWLEDGEMENTS:**

The Board of Directors are grateful to the Company's Bankers, Other Government, Semi-Government, and Statutory Bodies for their continued co-operation and assistance during the year.

For and on behalf of the Board

Place : Nagpur  
Dated 26<sup>th</sup> August 2013

DIRECTOR  
(Dinesh Agrawal)

DIRECTOR  
(Harish Agrawal)

## ANNEXURE TO THE REPORT OF THE DIRECTORS

### CONSERVATION OF ENERGY:

The Company lays great emphasis on savings in the cost of energy consumption. Therefore, achieving reduction in per unit consumption of energy is an ongoing exercise in the Company. Effective measures have been taken to minimise the loss of energy as far as possible.

#### Form 'A': Disclosure of particulars with respect to Conservation of Energy

Particulars	31 <sup>st</sup> March 2013	31 <sup>st</sup> March, 2012
Electricity Purchased	--	--
<u>Coal consumed :</u>		
Quantity	--	--
Total Cost	--	--
Average Rate (PMT)	--	--
Furnace Oil		
Other Internal Generation		
<u>Consumption per unit of Production :</u>		
Electricity	--	--

### TECHNOLOGY ABSORPTION, RESEARCH AND DEVELOPMENT:

Production Department of the Company are always in pursuit of finding the ways and means to improve the performance, quality and cost effectiveness of its products. The technology used by the Company is updated as a continuous exercise. The Company does not have a separate Research and Development activity.

### FOREIGN EXCHANGE EARNINGS / OUTGO:

The relevant details in respect of earnings in foreign exchange and outgo in foreign currency are NIL.

For and on behalf of the Board

Place : Nagpur

Dated: 26<sup>th</sup> August 2013

DIRECATOR  
(Dinesh Agrawal)

DIRECTOR  
(Harish Agrawal)

## Independent Auditors' Report

To  
The Members of  
HARIYANA METALS LIMITED

### **Report on the Financial Statements**

1. We have audited the accompanying financial statements of HARIYANA METALS LIMITED ("the Company"), which comprise the Balance Sheet as at March 31, 2013, the Statement of Profit and Loss and Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information, which we have signed under reference to this report.

### **Management's Responsibility for the Financial Statements**

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

### **Auditors' Responsibility**

3. Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements.
4. An audit involves performing procedures to obtain audit evidence, about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Management, as well as evaluating the overall presentation of the financial statements.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### **Opinion**

6. In our opinion and to the best of our information and according to the explanations given to us, the accompanying financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India.

- a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2013;
- b) In the case of the Statement of Profit and Loss, of the profit for the year ended on that date;
- c) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

**Emphasis of Matter**

7. We draw your attention to the following  
Non- Inclusion of contingent liability of Rs. 48,68,223/- Item No. II (i) "Claim not acknowledged as debts in Schedule 19"
8. As required by the Companies (Auditor's Report) Order, 2003, as amended by the Companies (Auditor's Report) (Amendment) Order 2004 issued by the Central Government of India in terms of Section 227(4A) of the Act (herein after referred to as the Order) and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
9. As required by Section 227(3) of the Act, we report that:
  - a) We have obtained all the information and explanations which to the best of our knowledge and belief, were necessary for the purpose of our audit;
  - b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
  - c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - d) In our opinion, the Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with this report comply with the Accounting Standards referred to in section 211(3C) of the Act;
  - e) On the basis of the written representations received from the directors as on March 31, 2013, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013, from being appointed as a director in terms of Section 274(1)(g) of the Act.

For Sajjad Rasul & Co.  
Chartered Accountants  
FRN 114158W

(Sajjad Rasul)  
(Proprietor)

Membership No : 108933  
F.R.N: 118493W

Place : Nagpur  
Date : 26th August, 2013

**ANNEXURE REFERRED TO IN PARAGRAPH 2 OF THE AUDITOR'S REPORT  
ON THE ACCOUNTS OF HARIYANA METALS LIMITED FOR THE YEAR  
ENDING 31<sup>ST</sup> MARCH 2013**

As required by the Companies (Auditor's report) Order, 2003 issued by the central Government of India in terms of section 227(4-A) of the Companies Act, 1956, we report that:

- 1 In respect of fixed assets:
  - (A) The company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets on the basis of available information.
  - (B) As explained to us, all the fixed assets have been physically verified by the management during the year at reasonable intervals, which in our opinion, is reasonable having regard to the size of the company and the nature of assets. No material discrepancies were noticed on such physical verification.
  - (C) In our opinion the Company has not disposed off any substantial/major part of fixed assets during the year and the going concern status of the company is not affected.
- 2 In respect of its inventories:
  - (A) As explained to us, the inventory of stocks of raw material, trading goods & finished goods has been physically verified by the management at regular intervals during the year.
  - (B) In our opinion and according to the information and explanations given to us and on the basis of our examination of the records of inventory, the Company has maintained proper records of inventory. And there were no material discrepancies noticed on physical verification of inventory as compared to the book records.
- 3 In respect of loans, secured or unsecured, granted or taken by the company to/from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act 1956:
  - (B) In our opinion and according to the information and explanations given to us, the rate of interest, wherever applicable and other the terms and conditions are not prima-facie prejudicial to the interest of the company.
  - (C) In respect of loans taken and granted by the company, the interest payment & receipt is regular and the principal amount is repayable on demand.
  - (D) Since the loans taken and granted by the company are repayable on demand, no question of overdue amounts arises.

- 4 In our opinion and according to the information and explanations given to us, there are no internal control procedures commensurate with the size of the company and nature of its business with regard to purchase of inventory and fixed assets and with regard for the sale of goods and services.
- 5 In respect of contracts or arrangements entered in the register maintained in pursuance of Section 301 of the Companies Act, 1956.
  - (A) In our opinion and according to the information and explanation given to us, the transactions made in pursuance of contracts or arrangements that needed to be entered in the register maintained under section 301 of the Companies Act 1956 have been so entered.
  - (B) In our opinion and explanation given to us, the transactions exceeding the value of 5 lakh in respect of any party during the year have been made at prices which are prima-facie reasonable having regard to prevailing market prices at the relevant time where such prices are available.
- 6 In our opinion and according to the information and explanations given to us, the Company has not accepted deposits from the public and therefore, the provisions of Section 58A and 58AA of the Companies Act, 1956 and Rules made there under are not applicable to the Company.
- 7 In our opinion, the company has no internal audit system commensurate with its size and nature of its business.
- 8 The maintenance of cost record has not been prescribed by the Central Government under section 209(1)(d) of the Companies Act, 1956.
- 9 In respect of statutory dues:
  - (A) According to the information and explanations given to us, the company was generally regular in depositing dues in respect of Employees Provident Fund, Employees State Insurance Fund, and other statutory dues except in certain cases of income tax and sales tax, with the appropriate authority during the year.
  - (B) According to the records examined by us and the information and explanations given to us, there are no disputed amounts due in respect of income tax, wealth tax, sales tax, excise duty, Employees provident fund, Employee state insurance fund and other statutory dues at the end of the year.
- 10 The Company has accumulated reserve and surplus of Rs. 9834223 and the company incurred cash loss of Rs. 1823889 during the financial year covered by our audit and Rs. 8340617 in the immediately preceding financial year.
- 11 Based on our audit procedures and on the basis of information and explanations given by the management, the Company has not defaulted in the repayment of dues to banks, financial institutions and Debentures holders during the year.

- 12 In our opinion and according to information and explanation given to us, no loans and advances have been granted by the company on the basis of security by way of pledge of shares, debentures and other security.
- 13 In our opinion the company is not a Chit Fund, Nidhi or Mutual Benefit Fund/Society. Therefore, the provisions of clause 4(XIII) of the CARO,2003 are not applicable to the company.
- 14 The company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the order are not applicable.
- 15 The Company has not given Guarantees for the loan taken by others from banks or financial institutions.
- 16 As per record of the company, the company has not received any term loans during the year.
- 17 According to the information and explanations given to us and on examination of balance sheet, funds raised on short term basis have, prima facie, not been used during the year for long term investment and vice versa.
- 18 The company has not made any preferential allotment to parties and companies covered under register maintained under Section 301 of the Companies Act, 1956, during the year.
- 19 The Clause 13 of the order is not applicable, as the company has not issued any debentures during the year.

**As per our Report of even date**

For Sajjad Rasul & Co.  
Chartered Accountants  
FRN 114158W

(Sajjad Rasul)  
Proprietor  
(M.No. 108933)  
Address 85-A, Sadiquabad Mankapur  
Nagpur - 440 029  
Nagpur dated 26th August 2013

**HARIYANA METALS LIMITED**  
Balance Sheet as at 31st March 2013

Particulars		Schedules	31st March 2013	31st March 2012
<b>I.</b>	<b>EQUITY AND LIABILITIES</b>			
1	<b>Shareholders' Funds</b>			
	(a) <u>Share capital</u>	1	5,800,500	5,800,500
	(b) <u>Reserves and surplus</u>	2	7,942,233	9,834,223
2	<b>Non-Current liabilities</b>			
	(a) <u>Long term Borrowings</u>	3	4,234,589	5,569,406
	(b) <u>Deferred tax liabilities (Net)</u>			
3	<b>Current liabilities</b>			
	(a) <u>Trade payables</u>	4	1,592,087	636,268
	(b) <u>Short-term Borrowing</u>	5		
	<b>TOTAL</b>		<b>19,569,409</b>	<b>21,840,397</b>
<b>II.</b>	<b>ASSETS</b>			
1	<b>Non-current assets</b>			
	(a) <u>Fixed assets</u>			
	(i) <u>Tangible assets</u>	6	4,573,711	4,696,784
	(ii) <u>Intangible assets</u>		-	-
	(b) <u>Non Current Investment</u>	7	268,407	1,268,507
	(c) <u>Deferred tax Asset (Net)</u>		-	-
2	<b>Current assets</b>			
	(a) <u>Inventories</u>	8	-	-
	(b) <u>Trade receivables</u>	9	5,092,508	5,856,415
	(c) <u>Cash and cash equivalents</u>	10	984,848	991,968
	(d) <u>Short-term loans and advances</u>	11	8,649,935	9,026,723
	<b>TOTAL</b>		<b>19,569,409</b>	<b>21,840,397</b>

Accounting Policies, Contingent Liability 19

Schedule "1" to "11" & 19 referred to above form an integral part of the Balance Sheet

As per our Report of even date  
For Sajjad Rasul & Co.  
Chartered Accountants  
FRN 114158W

For HARIYANA METALS LIMITED

Director

Director

(Sajjad Rasul)  
Proprietor  
(M.No. 108933  
Address 85-A Sadiquabad Mankapur  
Nagpur 440029  
Nagpur dated 26th August 2013.

**HARIYANA METALS LIMITED**  
**Profit and loss statement for the year ended 31st March 2013**

Particulars	Schedules	31st March 2013	31st March 2012
I. Revenue from operations	12	6,157,582	10,964,387
II. Other income	13	749,375	902,659
<b>III. Total Revenue (I + II)</b>		<b>6,906,957</b>	<b>11,867,046</b>
<b>IV. Expenses:</b>			
Cost of materials consumed	14	30,590	780,089
Purchases of Stock-in-Trade		5,568,281	7,390,480
Changes in inventories of finished goods work-in-progress and Stock-in-Trade	15	0	3,420,856
Employees benefit expense	16	324,000	2,899
Finance costs	17	3,244	1,498,082
Depreciation and amortization expenses		68,098	74,815
Other expenses	18	2,804,731	7,115,257
<b>Total expenses</b>		<b>8,798,944</b>	<b>20,282,478</b>
<b>V. Profit/(Loss) before exceptional and extraordinary items and tax (III-IV)</b>		<b>(1,891,987)</b>	<b>(8,415,432)</b>
<b>VI. Exceptional items</b>		0	0
<b>VII. Profit before extraordinary items and tax (V - VI)</b>		<b>(1,891,987)</b>	<b>(8,415,432)</b>
<b>VIII. Extraordinary Items</b>		0	0
<b>IX. Profit before tax (VII- VIII)</b>		<b>(1,891,987)</b>	<b>(8,415,432)</b>
<b>X Tax expense:</b>			
(1) Current tax		0	0
(2) Deferred tax		0	0
(3) Tax for Earlier years		0	4,221
(4) Earlier years (TDS)		0	0
<b>XI Profit (Loss) for the period from continuing operations (IX-X)</b>		<b>(1,891,987)</b>	<b>(8,419,653)</b>
<b>XII Profit/(Loss) from last year</b>		<b>(1,079,085)</b>	<b>7,340,568</b>
<b>X11I Total Profit (Loss) for the period (XI + XII)</b>		<b>(2,971,072)</b>	<b>(1,079,085)</b>
<b>XIV Earnings-per equity share:</b>			
(1) Basic		(3.26)	(14.50)
(2) Diluted			

**Accounting Policies,Contingent Liability "19"**

Schedule "12" to "19" referred to above form an integral part of the Profit & Loss Account.

As per our Report of even date  
For Sajjad Rasul & Co.  
Chartered Accountants  
FRN 114158W

(Sajjad Rasul)  
Proprietor  
(M.No. 108933)  
Address 85-A Sadiquabad Mankapur  
Nagpur 440029  
Nagpur dated 26th, August 2013

**HARIYANA METALS LIMITED**

Director

Director

**HARIYANA METALS LIMITED**

**Schedules Forming part of Balance Sheet as at 31st March 2013**

**Schedule 1**

<u>Share Capital</u>	<b>As on 31st March 2013</b>	<b>As on 31st March 2012</b>
<b>Authorised</b> (30,00,000 Equity Shares of Rs.10/- each)	300,000,000	300,000,000
<b>Issued</b> (5,80,500 Equity Shares of Rs.10/- each)	5,805,000	5,805,000
<b>Subscribed &amp; Paid up</b> (5,80,500 Equity Shares of Rs.10/- each)	5,805,000	5,805,000
<b>Less</b> : Allotment Due (Other)	4,500	4,500
<b>Total</b>	<b>5,800,500</b>	<b>5,800,500</b>

**Schedule 2**

<u>Reserves &amp; Surplus</u>	<b>As on 31st March 2013</b>	<b>As on 31st March 2012</b>
<b>(a) Capital Reserve</b> Opening Balance	10,913,306	10,913,306
Closing Balance	<b>10,913,306</b>	<b>10,913,306</b>
<b>(b) Surplus</b> Opening balance	(1,079,086)	7,340,570
(+) Net Profit/(Net Loss) For the current year	(1,891,987)	(8,419,653)
Closing Balance	<b>(2,971,073)</b>	<b>(1,079,083)</b>
<b>Total (a)+(b)</b>	<b>7,942,233</b>	<b>9,834,223</b>

**Schedule 3**

<u>Long Term Borrowings</u>	<b>As on 31st March 2013</b>	<b>As on 31st March 2012</b>
<b>Secured Borrowings :</b>		
<b>Term Loan</b>		
Sales Tax Defferal	1,775,397	3,399,914
<b>Unsecured Borrowings :</b>	2,459,192	2,169,492
<b>Total</b>	4,234,589	5,569,406

**Schedule 4**

<u>Trade Payables</u>	<b>As on 31st March 2013</b>	<b>As on 31st March 2012</b>
Sundry Creditors	1,583,813	611,292
Security Deposits Payable	8,274	24,976
<b>Total</b>	1,592,087	636,268

**Schedule 5**

<u>Short Term Borrowings</u>	<b>As on 31st March 2013</b>	<b>As on 31st March 2012</b>
<b>Secured :</b>		
<b>Loans Repayable on Demand</b>	-	-
<b>Total</b>	-	-

**Schedule 7**

<u>Non Current Investments</u>	<b>As on 31st March 2013</b>	<b>As on 31st March 2012</b>
<b>A. Trade Investments</b>		
Total (A)	-	-
<b>B. Other Investments</b>		
(a) Investment in Equity instruments	268,407	1,268,507
(b) Investments in preference shares		
(c) Other non-current investments (National Saving Certificate)	-	
Total (B)	268,407	1,268,507
Grand Total (A + B)	268,407	1,268,507
Less : Provision for dimunition in the value of Investments	-	-
<b>Total</b>	<b>268,407</b>	<b>1,268,507</b>

**Schedule 8**

<u>Inventories</u>	<b>As on 31st March 2013</b>	<b>As on 31st March 2012</b>
Finished Goods	-	-
Stores & Spares	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**Schedule 9**

<b>Trade Receivables</b>	<b>As on 31st March 2013</b>	<b>As on 31st March 2012</b>
Trade receivable outstanding for a period less than six from months from the date they are due for payment.		
Secured, considered good	-	-
Unsecured, considered good	691,332	4,724,631
Secured, considered doubtful	-	-
Less: Provision for doubtful debts	-	-
	<b>691,332</b>	<b>4,724,631</b>
Trade receivables outstanding for a period exceeding six months from the date they are due for payment		
Secured, considered good	-	-
Unsecured, considered good	4,401,176	1,131,784
	<b>4,401,176</b>	<b>1,131,784</b>
<b>Total</b>	<b>5,092,508</b>	<b>5,856,415</b>

**Schedule 10**

<b>Cash and cash equivalents</b>	<b>As on 31st March 2013</b>	<b>As on 31st March 2012</b>
<b>a. Balances with banks</b>		
HDFC Bank Ltd. A/C NO.05022740000037	-	3,797
ICICI Bank (C/A.005985006050)	15,348	15,460
IDBI Bank LTD CA NO.389103000000772	161,975	52,667
SBI A/C NO. 30052093253772	13,612	119,535
N.N.S.B. Bank C/a	22,689	6,514
<b>b. Fix Deposits with banks</b>	-	-
<b>c. Cash in hand</b>		
Cash at Factory	-	149,886
Cash at Head Office	771,224	644,109
<b>Total</b>	<b>984,848</b>	<b>991,968</b>

**Schedule 11**

<b>Short-term loans and advances</b>	<b>As on 31st March 2013</b>	<b>As on 31st March 2012</b>
a. Loans and advances to related parties	-	-
b. Others (specify nature)		
Secured, considered good	-	-
Unsecured, considered good	8,649,935	9,026,723
Doubtful	-	-
Less:Provision	-	-
	8,649,935	9,026,723
<b>Total</b>	<b>8,649,935</b>	<b>9,026,723</b>

As per our Report of even date  
For Sajjad Rasul & Co.  
Chartered Accountants  
FRN 114158W

(Sajjad Rasul)  
Proprietor  
(M.No. (108933 )  
Address 85-A Sadiquabad Mankapur  
Nagpur 440029  
Nagpur dated 26th August 2013

For HARIYANA METALS LIMITED

Director

Director

**HARIYANA METALS LIMITED**

**SCHEDULE NO. 19**

**ACCOUNTING POLICIES & NOTES ON ACCOUNTS**

**Schedule " " and " "**

**a) Significant Accounting Policies**

**1) System of Accounting :-**

The financial statements have been prepared to comply in all material respects with the generally accepted accounting principles, Accounting Standards notified under Section 211(3C) of the Companies Act, 1956 and the relevant provisions thereof.

The financial statements have been prepared under the historical cost convention on accrual basis of accounting except that insurance and other claims/refunds are being accounted for/adjusted in the books as and when settled. The accounting policies have been consistently applied by the Company and are in line with those used last year. The Company has not carried out any fresh business, on account of accumulated losses, the net worth of the company had not eroded, The accounts of the company has been prepared on the going concern basis, although there exists an uncertainty about the future activities.

The Company follows mercantile system of accounting and recognizes significant items of income and expenditure on accrual basis.

**2) Revenue Recognition :-**

Expenses and Income considered payable and receivable respectively are accounted for on accrual.

**3) Fixed Assets :-**

Fixed assets are stated at historical cost, except part of leasehold land, building, shed and Plant & Machinery not revaluation and stated at less accumulated depreciation and impairment losses if any. Cost comprises of the purchase price (net of tax/duty credit availed) and any cost direct / incidental and borrowing cost attributable bringing the asset to its working condition for its intended use.

4) Depreciation on Fixed Assets: -

Depreciation is provided on fixed assets on straight line basis in accordance with the rates prescribed in Schedule XIV of the Companies Act 1956. The carrying amounts of assets are reviewed at each balance sheet date if there is any indication of impairment based on internal and external factors, an impairment loss is recognized wherever the carrying amount of assets exceeds its recoverable amount. The recoverable amount is the greater of the assets' net selling price and the value in use. In assessing value in use the estimated future cash flows are discounted to their present value at the weighted average cost of capital

Till 31ST March, 1993:

i) Depreciation on assets installed upto 30<sup>th</sup> June, 1987 is provided at the rate of depreciation prevalent at the time of installation of assets as per clarification by the ministry of industry, department of company affairs, vide its circular no. 1/86 dated. 21<sup>st</sup> May, 1986.

ii) Depreciation on installation of fixed assets after 30<sup>th</sup> June, 1987 is provided as per rates specified in the schedule XIV of The Companies Act, 1956.

After 31ST March, 1993:

Depreciation on all Assets installed after 31<sup>st</sup> March 1993 is provided at the new rates as amended by the Notification No. GSR756(E) DT.16/12/93 read with circular no. 14 Dt. 20/12/93 issued by the Department of Company Affairs.

Depreciation on assets except Building & Shed & Plant & Machinery is provided on "Written down value method" as per provision of section 205(2) Schedule XIV of The Companies Act, 1956.

5. Investments: -

Investments are of long term nature and stated at cost.

6. Inventories: -

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

7. Employee Benefits

Contributions to defined contribution schemes such as provident fund are charged to profit and loss account as incurred. The liability for Gratuity has been provided. Actuary provision for Leave encashment payable to the employees is not made as the same is accounted on cash basis.

## 8. Provisions

A provision is recognized when an enterprise has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation in respect of which reliable estimates can be made.

- Provisions are not discounted to its present value and are determined based on best management estimates required to settle the obligations at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best management estimates.

## 9. Cash Flow Statement

The Company has prepared the Cash Flow Statement using the Indirect Method in compliance with Accounting Standard issued by The Institute of Chartered Accountants of India (AS-3).

## 10. Use of Estimates

The preparation of financial statements in conformity with the generally accepted accounting principles requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual result and estimates are recognized in the period in which the results are known/materialized.

## 11. Contingencies

Liabilities which are material and whose future outcome cannot be ascertained with reasonable certainty are treated as contingent.

Contingent liabilities not provided for are in respect of:

### I. Claims not acknowledged as debts

Sales Tax	48,68,223	48,68,223.
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II. Estimated value of contract remaining to be executed on capital accounts and not provided for (Net of advances)	Nil	Nil
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## 12 Sales Tax Deferal payable:

The Company is entitled to defer its Liability to pay Sales Tax for a period of ten years and liable to pay the same in five annual equal installment thereafter. the liability under the scheme as on 31.03.2013 is Rs. 17,75,397 (Previous Year 35,73,636), which is provided for on the basis of the net present Value of such liability.

**13 Taxes on Income: -**

Provision for current tax is made based on the tax payable under the current provisions of the tax laws applicable in the jurisdiction where in the income is assessable.

Deferred tax expenses or benefit is recognized on timing differences being the difference between taxable income and accounting income that arises in one period and are capable of reversal in one or more subsequent periods. Deferred Tax assets and liabilities are accounted for, using the tax rates and tax laws applicable as on the Balance Sheet date.

**(f) Notes on Accounts**

1. Sundry Creditors, Sundry Debtors, Loans & Advances have been taken at their book value subject to confirmation and reconciliation.

2. Shareholding of the Company. **(More than 5% is compulsory)**

Name of Shareholder	As at 31 March 2013		As at 31 March 2012	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Mr. DINESH G.AGRAWAL	42050	7.24	42050	7.24
MAHESH AGRI. IMP. & STEEL FORGINGS LTD.	57000	9.82	57000	9.82
Mr. P.D AGRAWAL	54500	9.39	54500	9.39
SHREE GOPAL FINANCE P LTD	64700	11.15	64700	11.15
Total	218250	37.60	218250	37.60

3. Payment to Auditors

Auditors Remuneration	2012-13	2011-12
Audit Fees & Tax Audit Fee,	37500	17500

4. Payment to Director

Directors Remuneration	2012-13	2011-12
Salary & Bonus	540000	540000
Sitting fees	1200	1200
Total	541200	541200

5. Loans and Advances are considered good in respect of which company does not hold any security other than the personal guarantee of persons.

6. Loans and advances includes amount outstanding from directors or/and Company in which directors are interested. Maximum Balance during the year:

	2012-13		2011-12	
	Closing Balance	Max. Bal.	Closing Balance	Max. Bal.
PRABHU STEEL INDUSTRIES LTD	NIL	4471604	121700	10515741
<b>TOTAL</b>	NIL	4471604	121700	10515741

7. Additional information pursuant to provision of paragraph 3 and 4 of part II of the schedule VI of the companies Act, 1956 is Nil or none except given below.

Quantitative Details of Opening Stock Turnover, Production / Purchases , Closing Stock

**C) PRODUCTION QUANTITY:-**

	Unit	31/03/2013	31/03/2011
	MT	NIL	NIL
<b>Job Work :</b>		NIL	NIL

**D[1] OPENING STOCK OF FINISHED GOODS:-**

	01/04/2012 Quantity (MT)	01/04/2011 Quantity (MT)
IRON & STEEL	00	83

Trading Stock:

**D[2] CLOSING STOCK OF FINISHED GOODS:-**

	31/03/2013 Quantity (MT)		31/03/2012 Quantity (MT)	
IRON & STEEL	0	MT	0	MT

**E) PURCHASE OF TRADING & FINISHED GOODS:-**

	Unit	2012-13 Quantity	2011-12 Quantity
Iron & steel	MT	156	198

**F) TURNOVER:-**

Class of Goods

	Unit	2012-13 Quantity	2011-12 Quantity
Iron & STEEL	MT	156	281

g) Consumption of consumables and raw material have been arrived by adding purchases to opening stock and deducted closing stock there from.

Raw Material Consumption Sr.No.	Items	Unit	Qty	(C)
1				
2				
3	NIL		NIL	NIL
4				
5				
6				
7				
8				
9				
10				
11				
12				
<b>Total</b>				

**A% of imported & indigenous raw material & consumables**

	2012-13		2011-12	
		%		%
Imported		0		0
Indigenous		100		100
Total		100		100

8. Investment Break- up

Details of Other Investments					
(1)	(2)	Subsidiary / Associate / JV/ Controlled Entity / Others	No. of Shares / Units		Quoted / Unquoted
			31-03-2013	31-03-2012	
(a)	Investment in Equity Instruments	(3)	(4)	(5)	(6)
	PRABHU STEEL INDUSTRIES LTD		70000	70000	UNQUOTED
	SHREE GOPAL FINANCE PVT LTD		1500	1500	UNQUOTED
	SHARDA ISPAT LTD		500	500	
(b)	GAMMON INDIA LTD		200	200	
	Other non-current investments (specify nature)				
	Total				

9. Related Party Disclosure

Sr. No.	Category	Name of the related Party
1	Subsidiaries	
2	Key Management	HARISH AGRAWAL DINESH AGRAWAL
3	Associates	PRABHU STEEL INDUSTRIES LTD
4	Relatives of Key Management Personnel	

Transaction with Related Parties

Sr. No.	Nature of Transaction		Name of Related Party
1	Remuneration		NIL
2	Purchase / FG	5081386	PRABHU STEEL INDUSTRIES LTD
	SALES OF FG	461249	PRABHU STEEL IND.LTD
3	Revenue Expenses		NIL
4	Purchase of Fixed Assets		NIL
5	Sales of RM / PM / FG		
6	Loan Received		NIL
7	Advance Given		NIL

10. Segment Reporting: -  
Geographical Segments

Sr. No.	Particulars	Amount
1	Domestic sales	6157582
2	Export Sales	0
	Total	6157582

Business Segments

Sr. No.	Particulars	Amount
1	IRON & STEEL	6157582
	Total	6157582

11. Unsecured Loans & Advances;
12. The SSI status of the creditors is not known to the company; hence the information is not given.
13. Previous year figures have been regrouped or rearranged Wherever necessary.

Signature to Schedule "1" to "11" of Balance sheet and "12" to "19" of Profit and Loss account

As per our Report of even date

For Sajjad Rasul & Co.  
Chartered Accountants  
FRN 114158W

For HARIYANA METALS LIMITED

(Sajjad Rasul)  
Proprietor  
(M.No. 108933)  
Address 85-A, Sadiquabad Mankapur  
Nagpur - 440 029

DIRECTOR

DIRECTOR

Nagpur dated 26th August 2013