



Hariyana Metals Ltd.

2012

12

ANNUAL
REPORT

2012

38th ANNUAL REPORT 2011 - 12
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NOTICE

HARIYANA METALS LIMITED

COMPANY REGN. NO : L99999MH1975PLC018080

**38th ANNUAL REPORT
2011 - 2012**

REGISTERED OFFICE

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

BOARD OF DIRECTORS

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

AUDITORS

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



NOTICE

NOTICE is hereby given that the Annual General Meeting of the Members of Hariyana Metals Limited will be held on Saturday, the **29th day of September, 2012** 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 31st March, 2012 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. Bharat Kumar Patni, 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 : 31st August 2012

Director
(Dinesh Agrawal)

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.



REPORT OF THE DIRECTORS

The Directors have pleasure in presenting their Annual Report and Audited Statement of Accounts for the year ended 31st March, 2012.

FINANCIAL RESULTS / WORKING:

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

	<u>2011-2012</u>	<u>2010-2011</u>
Total Revenue	1,18,67,046	18,50,68,564
Total expenses	<u>2,02,82,478</u>	<u>19,78,76,479</u>
Profit/(Loss) exceptional and extraordinary Items and tax	(84,15,432)	(1,28,07,915)
Exceptional Items	0	0
Profit before extraordinary items and tax	(84,15,432)	(1,28,07,915)
Extraordinary Items	0	0
Profit before Tax	(84,15,432)	(1,28,07,915)
Tax Before Tax		
1. Current tax	0	0
2. Deferred tax	0	0
3. Tax for Earlier years	(4,221)	(6,44,158)
4. Earlier year(TDS)	<u>0</u>	<u>0</u>
Profit(Loss) for the period	(84,19,653)	(1,34,52,073)
Profit/(Loss) from last year	73,40,568	2,07,92,641
Profit / (Loss) for the Period	(10,79,085)	73,40,568

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. Bharat Kumar Patni, 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;



- ANNEXURE TO THE REPORT OF THE DIRECTORS**
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 Rashul & 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 31st August 2012

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 st March 2012	31 st March, 2011
Electricity Purchased (Unit)	-	1367624
<u>Coal consumed :</u>		
Quantity	-	4076
Total Cost	-	148.26
Average Rate (PMT)	-	3637
Furnace Oil	-	-
Other Internal Generation	-	-
<u>Consumption per unit of Production :</u>		
Electricity	-	138

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 31st August 2012

DIRECTOR
(Dinesh Agrawal)

DIRECTOR
(Harish Agrawal)



AUDITOR'S REPORT

To the members of
HARIYANA METALS LIMITED

We have audited the attached Balance Sheet of Hariyana Metals Limited as at 31st March 2012, the Profit and Loss Account and also the 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.

1. 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 misstatement. 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.
2. As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we enclose in the Annexure, a statement on the matters specified in paragraphs 4 and 5 of the said order.

ATTENTION IS INVITED TO THE FOLLOWING :-

- The aggregate of balances in the account of parties to whom loans or advances (unsecured without bearing interest) in the nature of loan have been made, exceed the limit prescribed under section 370 of the Companies, Act, 1956.
- The representation made to us by the management (which cannot be verified and hence accepted) relating to:-
 1. Various entries of receipts and issues of cheque on behalf of various parties
 2. Various adjustments between the parties account by journal entry.
 3. Non inclusion of contingent liability of Rs. 4868223 item no.. 11(i) "Claim not acknowledged as debts in Schedule 19".
- Balances of sundry debtors and debit balances of sundry creditors and loans and advances are subject to confirmation.



3. Further to our comments in the Annexure referred to in paragraph 2 above, 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 the law, have been kept by the company, so far as appears from our examination of those books.
- c) The Balance Sheet, the Profit & Loss Account and the cash flow statement dealt with by this report are in agreement with the books of account.
- d) In our opinion, the Balance Sheet, the Profit & Loss Account and the cash flow statement dealt with by this report comply with the mandatory Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act 1956
- e) In our opinion, and based on information and explanation given to us, none of Directors are disqualified as on 31st March 2012 from being appointed as Directors in term of section 274(1)(g) of The Companies Act, 1956.
- f) 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 present a true and fair view in conformity with the accounting principles generally accepted in India:
 - (i) In so far as it relates to Balance Sheet, of the state of affairs of the company as at 31st March 2012;
 - (ii) In so far as it relates to the Profit & Loss Account, the loss of the company for the year ended on that date; and
 - (iii) In so far as it relates to the cash flow statement, of the cash flow of the company for the year ended on that date.



**ANNEXURE REFERRED TO IN PARAGRAPH 2 OF THE AUDITOR'S REPORT ON
THE ACCOUNTS OF PRABHU STEEL LIMITED FOR THE YEAR ENDING 31st
MARCH 2012**

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. The discrepancies, if any, in respect of other than finished goods, trading goods and raw materials, could not be ascertained in the absence of records which should have been maintained.

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



GENERAL STATEMENT

- 10 The Company has accumulated losses of Rs. 1055606_ and the company incurred cash loss of Rs. 8321359 during the financial year covered by our audit and Rs. 4905674 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 31st August 2012



HARIYANA METALS LIMITED

Balance Sheet as at 31st March 2012

Particulars		Schedule s	31st March 2012	31st March 2011
I. EQUITY AND LIABILITIES				
1 Shareholders' Funds				
(a)	Share capital	1	5,800,500	5,800,500
(b)	Reserves and surplus	2	9,834,223	18,253,876
(c)	Advance Against Share Application		-	7,205,000
2 Non-Current liabilities				
(a)	Long term Borrowings	3	5,569,406	7,111,733
(b)	Deferred tax liabilities (Net)		-	-
3 Current liabilities				
(a)	Trade payables	4	636,268	33,608,452
(b)	Short-term Borrowing	5	-	9,546,574
TOTAL			21,840,397	81,526,135
II. ASSETS				
1 Non-current assets				
(a)	Fixed assets			
(i)	Tangible assets	6	4,696,784	30,300,188
(ii)	Intangible assets		-	-
(b)	Non Current Investment	7	1,268,507	1,401,952
(c)	Deferred tax Asset (Net)		-	-
2 Current assets				
(a)	Inventories	8	-	3,582,213
(b)	Trade receivables	9	5,856,415	19,342,606
(c)	Cash and cash equivalents	10	991,968	12,840,393
(d)	Short-term loans and advances	11	9,026,723	14,058,783
TOTAL			21,840,397	81,526,135

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 HARIYANA METALS LIMITED

For Sajjad Rasul & Co.

Chartered Accountants

FRN 114158W

Director

Director

(Sajjad Rasul)

Proprietor

(M.No. 108933)

Address 85-A Sadiquabad Mankapur

Nagpur 440029

Nagpur dated 31st August 2012



HARIYANA METALS LIMITED
Profit and loss statement for the year ended 31st March 2012

Particulars		Schedules	31st March 2012	31st March 2011
I.	Revenue from operations	12	10,964,387	156,223,859
II.	<u>Other income</u>	13	902,659	28,844,705
III.	Total Revenue (I + II)		11,867,046	185,068,564
IV.	Expenses:			
	<u>Cost of materials consumed</u>	14	780,089	155,625,422
	<u>Purchases of Stock-in-Trade</u>		7,390,480	0
	<u>Changes in inventories of finished goods work-in-progress and Stock-in-Trade</u>	15	3,420,856	21,244,659
	<u>Employee benefits expense</u>	16	2,899	2,556,066
	<u>Finance costs</u>	17	1,498,082	3,967,053
	<u>Depreciation and amortization expense</u>		74,815	8,546,399
	<u>Other expenses</u>	18	7,115,257	5,936,880
	Total expenses		20,282,478	197,376,479
V.	Profit\Loss before exceptional and extraordinary items and tax (III-IV)		(8,415,432)	(12,807,915)
VI.	Exceptional items		0	0
VII.	Profit before extraordinary items and tax (V - VI)		(8,415,432)	(12,807,915)
VIII.	Extraordinary Items		0	0
IX.	Profit before tax (VII- VIII)		(8,415,432)	(12,807,915)
X	Tax expense:			
	(1) Current tax		0	0
	(2) Deferred tax		0	0
	(3) Tax for Earlier years		4,221	644,158
	(4) Earlier years (TDS)		0	0
XI	Profit (Loss) for the period from continuing operations (VII-VIII)		(8,419,653)	(13,452,073)
Xii	Profit/(Loss) from last year		7,340,568	20,792,641
X111	Profit (Loss) for the period (XI + XIV)		(1,079,085)	7,340,568
Xiv	Earnings per equity share:			
	(1) Basic		(14.50)	(23.17)
	(2) Diluted			



Accounting Policies,Contingent Liability

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

As per our Report of even date
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 31st, August 2012



HARIYANA METALS LIMITED

Schedules Forming part of Balance Sheet as at 31st March 2012

Schedule 1

Share Capital	As on 31st March 2012	
	Number	Amount
Authorised (30,00,000 Equity Shares of Rs.10/- each)	30,000,000	30,000,000
Issued (5,80,500 Equity Shares of Rs.10/- each)	5,805,000	5,805,000
Subscribed & Paid up (5,80,500 Equity Shares of Rs.10/- each)	5,805,000	5,805,000
Less: Allotment Money Due from other than Directors	4,500	4,500
Total	5,800,500	5,800,500

Schedule 2

Reserves & Surplus	As on 31st March 2012	As on 31st March 2011
(a) Capital Reserve		
Opening Balance	10,913,306	10,913,306
Closing Balance	10,913,306	10,913,306
(b) Surplus		
Opening balance	7,340,570	20,792,641
(+) Net Profit/(Net Loss) For the current year	-8,419,653	-13,452,071
Closing Balance	-1,079,083	7,340,570
Total (a)+(b)	9,834,223	18,253,876

Schedule 3

Long Term Borrowings	As on 31 March 2012	As on 31 March 2011
Secured Borrowings :		
Term Loan		
Sales Tax Defferal	3,399,914	6,979,210
Unsecured Borrowings:	2,169,492	132,523
Total	5,569,406	7,111,733



Schedule 4

<u>Trade Payables</u>	As on 31 March 2012	As on 31 March 2011
Sundry Creditors	611,292	33,608,452
Security Deposits Payable	24,976	-
Total	636,268	33,608,452

Schedule 5

<u>Short Term Borrowings</u>	As at 31 March 2012	As at 31 March 2011
Secured :		
(i) Loans Repayable on Demand		
Cash Credit		
From State Bank Of Mysore	-	5,214,363
Corporation Bank	-	4,332,211
	-	-
Total	-	9,546,574

Schedule 7

<u>Non Current Investments</u>	As at 31 March 2012	As at 31 March 2011
A. Trade Investments		
Total (A)	-	-
B. Other Investments		
(a) Investment in Equity instruments	1,268,507	1,401,952
(b) Investments in preference shares	-	-
(c) Other non-current investments (National Saving Certificate)	-	-
Total (B)	1,268,507	1,401,952
Grand Total (A + B)	1,268,507	1,401,952
Less: Provision for diminution in the value of Investments	-	-
Total	1,268,507	1,401,952

Schedule 8

<u>Inventories</u>	As on 31 March 2012	As on 31 March 2011
Finished Goods	-	3,420,856
Stores & Spares	-	161,357
Total	-	3,582,213



Schedule 9

Trade Receivables	As on 31 March 2012	As on 31 March 2011
Trade receivable outstanding for a period less than six months from the date		
Secured, considered good		
Unsecured, considered good	4,724,631	11,081,623
Secured, considered doubtful		
Less: Provision for doubtful debts		
	4,724,631	11,081,623
Trade receivables outstanding for a period exceeding six months from the date they are due for payment		
Secured, considered good		
Unsecured, considered good	1,131,784	8,260,983
	1,131,784	8,260,983
Total	5,856,415	19,342,606

Schedule 10

Cash and cash equivalents	As on 31 March 2012	As on 31 March 2011
a. Balances with banks		
HDFC Bank Ltd. A/C NO.05022740000037	3,797	7,706
ICICI Bank (C/A.005985006050)	15,460	13,831
IDBI Bank LTD CA NO.389103000000772	52,667	64,646
State Bank of Mysore NO.30052090253772 64046004686	119,535	44,437
N.N.S.B. Bank C/a	6,514	3,061
		7,537
b. Fix Deposites with banks		
N.N.S.B. Bank FDR A/C	-	890,728
Corporation Bank FDR A/c	-	5,000,000
State Bank of Mysore FDR		6,148,422
c. Cash in hand		
Cash at Factory	149,886	149,886
Cash at Head Office	644,109	510,138
Total	991,968	12,840,393



Schedule 11

Short-term loans and advances	As on 31 March 2012	As on 31 March 2011
a. Loans and advances to related parties	-	-
b. Others (specify nature)		
Secured, considered good	-	-
Unsecured, considered good	9,026,723	14,058,783
Doubtful	-	-
Less: Provision	9,026,723	14,058,783
	9,026,723	14,058,783

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 31st August 2012

**HARIYANA METALS LIMITED**

Schedules Forming part of Profit & Loss Account as on 31st March 2012

Schedule 12

Revenue from Operation	As on 31 March 2012	As on 31 March 2011
SALES		
A) Iron & Steel	10,976,112	161,713,580
FG Sales (Excise)	3,903,638	161,328,580
FG Sales (Trading)	7,072,474	385,000
Iron & Steel Sales	-	-
B) End Cutting	36,796	4,903,724
C) Raw Material	-	2,869,448
Other operating revenues	-	-
Less:		
Excise duty	48,521	13,262,893
Total	10,964,387	156,223,859

Schedule 13

Other Income	As on 31 March 2012	As on 31 March 2011
Interest Received	746,382	8,634,270
Divident Received	100,090	69,126
Conversion Charges	-	14,052,827
Job Work Charges Received	-	5,783,745
Miscellaneous Receipt	56,187	-
Accounts Written Off (Net)	-	304,737
Total	902,659	28,844,705



Schedule 14

Cost of Material Consumed	As on 31 March 2012	As on 31 March 2011
A) Cost of Raw Material Consumed		
Opening Stock	-	1,539,958
Add: Purchase & Expences	-	120,305,209
	-	121,845,167
less: Closing Stock	-	-
Cost of Raw Material Consumed	-	121,845,167
B) Manufacturing Expenses		
Goods Expenses	323,869	5,101,680
Material Handling Expences(Crene Forklift exp)	-	4,680
Stores & Spares Consumed	428,470	5,094,832
Repairs to :		
Plant & Machinery	-	279,097
Building	27,750	51,381
Other Assets	-	2,500
Power & Fuel	-	23,246,085
Sub Total	780,089	33,780,255
Total	780,089	155,625,422

Schedule 15

Changes in inventories of finished goods work-in-progress and Stock-in-Trade	As on 31 March 2012	As on 31 March 2011
Opening Stock		
Finished Goods	3,420,856	24,665,515
Sub Total	3,420,856	24,665,515
Less:- Closing Stock		
Finished Goods	-	3,420,856
Sub Total	-	3,420,856
Total	3,420,856	21,244,659

**Schedule 16**

Employee Benefit Expenses	As on 31 March 2012	As on 31 March 2011
Salary, Wages, Bonus and Allowances	-	2,406,315
Contribution To Provident Fund & Other Fund	2,899	103,602
Welfare Expenses	-	46,149
Total	2,899	2,556,066

Schedule 17

Finance Cost	As on 31 March 2012	As on 31 March 2011
Interest on Term Loan/Finance Charges	-	-
Interest to Other	1,498,082	3,967,053
Total	1,498,082	3,967,053

Schedule 18

Other Expenses	As on 31 March 2012	As on 31 March 2011
Finished Goods Transport (Net)	49,418	144,784
Brokerage on sales	-	13,809
Rent & Ground Rent	191,608	214,323
Excise Duty :		
On Closing Stock(Net)	-	319,445
Others	25,846	21,733
Service Tax	1,275	27,852
Rate & Taxes	156,799	34,888
Meeting Fees	1,200	1,200
Bank Commission and Charges	63,744	86,089
Provision for Sales Tax Deferral	487,906	753,073
Investment Written off	133,445	138,048
Remuneration to Directors	540,000	540,000
Perks To Directors	540,000	540,000
Loss on Sale Of Assests	1,251,825	-
Tds Written off	3,978	-
Accounts Written Off	1,581,884	-
Unuseable Assets Written off	14,279	-
Administrative & Other Misc.Expenses	2,054,550	3,072,636
Payment to Auditors	17,500	29,000
Total	7,115,257	5,936,880



Schedule "6"

HARIYANA METALS LIMITED

Statement of Fixed Asset for the year ending on 31st March 2012

Fixed Assets	Gross Block				Accumulated Depreciation					Net Block		
	Balance as at 1 April 2011	Additions/ (Disposals)	Acquired through business combinations	Revaluations/ (Impairments)	Balance as at 31 March 2012	Balance as at 1 April 2011	Depreciation charge for the year	Adjustment due to revaluations	On disposals	Balance as at 31 March 2012	Balance as at 1 April 2011	Balance as at 31 March 2012
Tangible Assets												
Land Leasehold	359,840	-	-	-	359,840	-	-	-	-	-	359,840	359,840
Building & Shed	12,372,760	(10,769,614)	-	-	1,603,146	6,769,969	26,292	6,286,406	-	509,855	5,602,791	1,093,291
Plant & Machinery	109,959,689	(69,010,816)	-	-	40,948,873	85,962,761	-	47,979,713	-	37,983,048	23,996,928	2,965,824
Vehicles	285,598	(285,598)	-	-	(0)	271,318	-	271,318	-	-	14,280	-
Furniture, Fixture & Office Equipments	1,401,100	-	-	-	1,401,100	1,074,748	48,523	-	-	1,123,271	326,352	277,829
Total	124,378,986	(80,066,028)	-	-	44,312,969	94,078,796	74,815	54,537,437	-	39,616,174	30,300,190	4,696,784

**HARIYANA METALS LIMITED**

Detail Sheet to Schedules Forming part of Profit & Loss Account as on 31st March 2012

Salary, Wages, Bonus and Allowances :	As on 31 March 2012	As on 31 March 2011
Salary	-	609,481.15
Wages	-	855,016.85
House Rent Allowance	-	114,400.00
Leave with Pay	-	83,801.00
Ex-Gratis	-	240,575.00
Bonus	-	114,055.00
Gratuity Paid	-	299,308.00
Conveyance Allowance	-	68,900.00
lay Off Compensation	-	20,777.80
Total	-	2,406,314.80

Contribution To Provident Fund & Other Fund	As on 31 March 2012	As on 31 March 2011
Provident Fund	2,899.00	97,508.00
Link Insurance Fund	-	6,094.00
Total	2,899.00	103,602.00

Welfare Expenses	As on 31 March 2012	As on 31 March 2011
Contribution To E.S.I.C.	-	44,264.00
Staff & Welfare Expenses	-	397.00
Labour Welfare Fund	-	1,488.00
Total	-	46,149.00

Goods Expenses	As on 31 March 2012	As on 31 March 2011
Raw Material Cutting	-	-
F/G Cutting, Bending, Bundling (Net)	-	1,211,521.00
F/G. Handling Charges	323,869.00	3,890,159.15
Total	323,869.00	5,101,680.15

Stores and Spares Consumed	As on 31 March 2012	As on 31 March 2011
a) Stores & Spares	428,469.69	4,866,330.61
b) Tools, Implements & Dies	-	228,501.00
Total	428,469.69	5,094,831.61



HARIYANA METALS LIMITED

Power & Fuel	As on 31 March 2012	As on 31 March 2011
Steam Coal	-	14,826,253.29
Power	-	8,419,832.00
Total	-	23,246,085.29

Rates & Taxes (Others)	As on 31 March 2012	As on 31 March 2011
Corporation Tax	26,521.00	34,888.00
Sales Tax Earlier years	130,278.00	-
Total	156,799.00	34,888.00

Administrative & Other Misc Expenses	As on 31 March 2012	As on 31 March 2011
Advertisement Charges	-	20,000.00
Computer Expenses	640.00	33,947.55
Conveyance Charges	11,822.00	22,033.00
Electricity Charges	586,300.00	456,463.00
Fees & Subscription	305,388.00	37,350.00
lab & Testing Charges	-	168,765.00
Law & Legal Expenses	72,300.00	11,650.00
Office Expenses	14,579.00	12,965.00
P.F. Administrative Charges	-	14,201.00
Postage & Telegram	78.00	-
Printing & Stationery	909.00	10,069.50
Professional Charges	63,494.00	312,824.00
Profession Tax (Company)	2,500.00	2,500.00
Retainership & Consultancy Fees	9,000.00	552,080.00
Sales Promotion Expenses	457,852.00	327,751.88
Security Charges	425,924.00	805,029.00
Telephone Charges	88,598.00	95,255.00
Travelling Expenses	-	179,116.00
water Charges	15,166.00	10,636.00
Total	2,054,550.00	3,072,635.93

Payment to Auditors :	As on 31 March 2012	As on 31 March 2011
Audit Fees	10,000.00	20,000.00
Vat Audit Fees	-	-
Tax Audit Fees	7,500.00	9,000.00
Total	17,500.00	29,000.00

As per our Report of even date

For HARIYANA METALS Limited

For Sajjad Rasul & Co.

Chartered Accountants

FRN 114158W

Director

Director

(Sajjad Rasul)

Proprietor

(M.No. 108933)

Address 85-A Sadiquabad Mankapur

Nagpur 440029

Nagpur dated 31st August 2012

**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 any accumulated losses, the net worth of the company had eroded, the account 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 revalued 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 30th 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 dt. 21st May, 1986. ii) Depreciation on installation of fixed assets after 30th 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 31ST 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 and Shed and Plant and 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 48,68,223 821,379
- II. Estimated value of contract remaining to be executed on capital accounts and not provided for (Net of advances) Nil Nil

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 31.03.2012 is Rs. 35,73,636 (Previous Year 77,76,563). 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.

**(B) 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 2012		As at 31 March 2011	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
DINESH G.AGRAWAL	42050	7.24	42050	7.24
MAHESH AGRI IMP STEEL F.LTD	57000	9.82	57000	9.82
P.D AGRAWAL	54500	9.39	54500	9.39
SHREE GOPAL FINANCE P LTD	64700	11.14	64700	11.14
Total	218250	37.59	218250	37.59

3. Payment to Auditors

Auditors Remuneration	2011-12	2010-11
	(`)	(`)
Audit Fees & Tax Audit Fee	17500	27500

4. Payment to Director

Directors Remuneration	2011-12	2010-11
	(`)	(`)
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:

	2011-12		2010-11	
	Closing Balance(`)	Max. Bal. (`)	Closing Balance (`)	Max. Bal. (`)
PRABHU STEEL INDUSTRIES LTD	121700	10515741	NIL	NIL
TOTAL	121700	10515741	NIL	NIL



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

	01/04/2011		01/04/2010	
	Quantity	(MT `)	Quantity	(MT `)
IRON & STEEL	83		802	
Trading Stock:				

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

	31/03/2012		31/03/2011	
	Quantity	(MT `)	Quantity	(MT `)
IRON & STEEL	0	MT	83	MT
Trading Stock:				

E) PURCHASE OF TRADING & FINISHED GOODS:-

	Unit	2011-12 Quantity	2010-11 Quantity-
Iron & steel		198	0

F) TURNOVER: -

Class of Goods	Unit	2011-12 Quantity	2010-11 Quantity
Iron & STEEL		281	4241



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

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

A% of imported & indigenous raw material & consumables

	2011 -12		2010 -11	
	%	()	%	()
Imported	0		0	
Indigenous	100		100	
Total	100		100	



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	3245912	PRABHU STEEL INDUSTRIES LTD
	SALES OF FG	1826299	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	10976112
2	Export Sales	0
	Total	10976112

Business Segments

Sr. No.	Particulars	Amount
1	IRON & STEEL	10976112
	Total	10976112

11. unsecured loans & Advances:

5. The SSI status of the creditors is not known to the company; hence the information is not given.
6. Previous year figures have been regrouped or rearranged whenever 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 31st August 2012



HARIYANA METALS LIMITED

Registered Office : Old Motor Stand, Itwari, Nagpur – 2

PROXY FORM

(To be handed over at the entrance of the Meeting Hall)

I hereby record my presence at the 38TH ANNUAL GENERAL MEETING at Old Motor Stand, Itwari, Nagpur – On Saturday 29th day of September, 2012 at 2.00 P. M.

Name of the Member _____

No. of Shares held _____

Folio No. _____

DP ID* _____ Cliend ID* _____

Name of the Proxy/Representative (in Block Letter) (To be filed in if the Proxy attends instead of the Member)

Signature of the Members of Proxy/Representative

*Applicable for investors holding shares in Electronic Mode.