

# SIMPLEX CASTINGS LIMITED

BEND & VALVE ASSEMBLY



STATOR FRAME



SLOTTED BED PLATE



FABRICATED BOGIE



BIG BELL & HOPPER FOR BF



**32nd  
ANNUAL REPORT  
2011 - 2012**





## **“CHAIRMAN’S MESSAGE”**

Dear Fellow Shareholders,

On behalf of the Simplex Castings Family, I welcome you on the occasion of 32nd Annual General Meeting.

India has emerged as the fourth largest economy globally with a high growth rate and has improved its global ranking in terms of per capita income. Yet, the fact remains that its per capita income continues to be quite low. India has a diverse set of factors, domestic as well as external, that could drive growth well into the future. The current global situation remains fragile and all steps need to be taken on the domestic front to guard against such uncertainties.

India’s real GDP grew by just 5.3% on an annual basis in January-March, the fourth quarter of the 2011-12 fiscal year. The fiscal year 2011-12 has been challenging for the Indian Economy. The year started on a note of optimism through impressive growth in exports and high levels of foreign exchange inflows but as the year progressed through continued monetary tightening in response to the untamed inflationary pressures; high levels of inflation gave way to a slow-down in the growth. India is suffering its own economic crisis, the growth is also a sharp drop from the 2010-11 financial year ‘s 8.4 percent.

As far as the performance of your company is concerned, the sales and other receipts for the year 2011–12 is Rs. 218.52 crores as against Rs. 204.41 Crores for the last year registering a growth of 6.90%.

For the fiscal year 2011-12 the Profit before tax is Rs. 15.89 Crores and Profit after Tax is Rs. 10.58 Crores, whereas these were Rs. 19.34 Crores and Rs. 12.95 Crores respectively in the preceding year thereby registering decrease of 17.84 % and 18.30 %.

Earnings per Share has declined from Rs. 21.66 to Rs. 17.68 for the Financial Year 2011-12, thus decreasing at the rate of 18.37 percent.

In the year 2011-12, your company has successfully supplied Leak proof air cooled coke oven doors & frames to Durgapur Steel Plant, Rourkela Steel Plant and Alnasar Coke Company, Egypt worth Rs. 10 cores, Rs. 6 crores and Rs. 4.5. crores respectively.

Your company has supplied more than 330 sets of truck frames and coco bogies to various units of Indian Railways, which is one of our prominent customers.

We have received fabrication order worth Rs. 3.5. crores from Bharat Heavy Electricals Ltd. In the financial year 2011-12.

Your company has been able to get new and reputed customers in the Indian as well as overseas Market such as Siemens Ltd., Nuclear Power Corporation of India Ltd., SMS India Pvt. Ltd., SMS MEER India Pvt. Ltd., Paul Worth Italia S.P.A. (Italy).

Your company has invested in three CNC machines out of which two being the Soraluec FR 4,000 & FR 10,000 and the third one being the Vertical Boring Machine from China.

On the export front, your company has successfully supplied the trial order of two truck frames to EMD, Canada worth Rs. 52 Lacs and is expecting bulk order for the same.

I would like to express my thanks to all our customers, dealers, suppliers, associates, financial institutions, Banks and the employees of Simplex Castings Ltd. and deep appreciation to all the shareholders for their support and understanding in good as well as bad times.

We indeed will be needing your consistent support in coming years to look to the future with more determination and confidence.

With Best wishes,

Thanking You

**Chairman**



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**COMMITTEES OF THE BOARD  
AUDIT COMMITTEE**

Kisan R. Choksey	<i>Chairman</i>
Shivji R. Shah	<i>Member</i>
Hashmukhlal S. Parikh	<i>Member</i>
Rajendra A. Shah	<i>Member</i>

**REMUNERATION COMMITTEE**

Kisan R. Choksey	<i>Chairman</i>
Hashmukhlal S. Parikh	<i>Member</i>
Rajendra A. Shah	<i>Member</i>

**SHARE TRANSFER CUM INVESTOR'S GRIEVANCE  
COMMITTEE**

Kisan R. Choksey	<i>Chairman</i>
Hashmukhlal S. Parikh	<i>Member</i>
Rajendra A. Shah	<i>Member</i>

**BOARD OF DIRECTORS**

<b>Arvind S. Shah</b>	<i>Chairman</i>
<b>Ketan M. Shah</b>	<i>Managing Director</i>
<b>Shailesh A. Shah</b>	<i>Director</i>
<b>Kisan R. Choksey</b>	<i>Director</i>
<b>Shivji R. Shah</b>	<i>Director</i>
<b>Hashmukhlal S. Parikh</b>	<i>Director</i>
<b>Rajendra A. Shah</b>	<i>Director</i>
<b>G. Gopalswamy</b>	<i>Director</i>

**COMPANY SECRETARY**

Ms. Varsha Sahbani

**STATUTORY AUDITORS**

M/s Taunk &amp; Srikanth, Chartered Accountants

**BANKERS**

State Bank of India  
Bank Of Baroda  
Axis Bank

**REGISTRARS & TRANSFER AGENTS**

Link Intirne India Pvt. Ltd.,  
C-13, Pannalal Silk Mills Compound,  
L.B.S. Marg, Bhandup (W),  
Mumbai 400 078.

**REGISTERED OFFICE**

601/602A, Fairlink Centre,  
Off Andheri Link Road, Andheri (West),  
Mumbai - 400 053.

**CORPORATE OFFICE**

32, Shivnath Complex,  
G. E. Road, Supela,  
Bhilai - 490 023.

**WORKS**

Unit I - 5, Industrial Estate, Bhilai, Dist. Durg, C.G. 490 026  
Unit II - Urla Industrial Estate, Raipur, Chattisgarh – 493221  
Unit III – 223/2 & 224, Industrial Estate, Tedesara,  
Rajnandgaon, C.G. 491443

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**NOTICE**

Notice is hereby given that the Thirty second Annual General Meeting of the members of Simplex Castings Limited will be held on Thursday 27th September, 2012 at 2.30 p.m. at Babasaheb Dhaanukar Hall, Maharashtra Chamber of Commerce & Industry, Oricon House, 6th Floor, 12 K. Dubhash Marg, Fort, Mumbai- 400 001 to transact the following business:

**Ordinary Business:**

1. To consider and adopt the Director's report, the Audited Financial Statements including Profit and Loss Account for the year ended 31st March, 2012, Cash Flow statement for the year ended 31st March 2012 and the Balance Sheet as at that date and the Auditor's report thereon.
2. To declare dividend for the financial year ended March 31, 2012.
3. To appoint a Director in place of Shri Rajendra A. Shah, who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint a Director in place of Shri H. S. Parikh, who retires by rotation and being eligible, offers himself for re-appointment.
5. To appoint a Director in place of Shri Shivji R. Shah , who retires by rotation and being eligible, offers himself for re-appointment.
6. To appoint auditors to hold office from the conclusion of this meeting until the conclusion of the next Annual General Meeting and to fix their remuneration.

**SPECIAL BUSINESS**

7. To Consider and if thought fit, to pass with or without modifications, the following resolution as an ordinary resolution:

"RESOLVED THAT pursuant to provisions of Section 293(1)(d) of the Companies Act, 1956 and all other enabling provisions, if any, and in supersession of the resolution passed at the Annual General Meeting held on 20th September, 2007, and further to Article No. 76 of the Articles of Association of the Company; the Directors of the Company be and are hereby authorized to borrow money from time to time notwithstanding that such borrowings, together with money already borrowed by the Company (apart from temporary loans obtained if any, from the Company's bankers in the ordinary course of business) may exceed the aggregate of the paid-up capital of the Company and its free reserves, that is to say, reserves not set apart for any specific purpose for the time being and from time to time but so that the total amount of money so borrowed by the Directors shall not exceed the sum of Rupees Two Hundred & Fifty (250) crores".

By Order of the Board  
**For Simplex Castings Limited**

**Registered Office**

601/602A, FAIRLINK CENTRE  
Off Andheri Link Road, Andheri (W)  
Mumbai- 400 053  
Place: Mumbai  
Date: 10/08/2012

**Varsha Sahbani**  
Company Secretary

**NOTES:**

1. A member entitled to attend and vote at the Annual General Meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be member of the Company. Proxy form duly stamped and executed in order to be effective, must reach the Registered Office of the Company not less than 48 hours before the time of commencement of the Annual General Meeting. Corporate Members are requested to send to the Registered Office of the Company a duly certified copy of the Board Resolution, pursuant to Section 187 of the Companies Act, 1956, authorizing their representative to attend and vote at the Annual General Meeting. Members / proxy holders are requested to bring their attendance slip duly signed so as to avoid inconvenience.
2. Members holding shares in physical form are requested to advise any change in their registered address or e-mail address, to the Company's Registrar and Share Transfer Agent, Link Intime India Pvt Limited quoting their folio number. Members holding shares in electronic form are requested to inform any changes in registered address/ e-mail address or bank particulars to their respective Depository Participant. The address/bank mandate as furnished to the Company by the respective Depositories viz. NSDL and CDSL will be printed on the dividend warrants.
3. Members desiring any information on the Accounts of the Company are requested to write to the Company at least 10 days in advance so as to enable the Company to keep the information ready.
4. In all correspondence with the Company or with its Share Transfer Agent, members are requested to quote their folio number and in case the shares are held in the dematerialized form, they must quote their Client ID Number and their DPID Number.
5. The Register of Members and Share Transfer Books of the Company shall remain closed from 21st September 2012 to 27th September, 2012 (both days inclusive) for determining the name of Members eligible for dividend on Equity Shares.
6. In terms of section 205C of the Companies Act, 1956, there is no unpaid / unencashed dividend amount liable to be transferred into Investor Education and Protection Fund.
7. As measure of austerity, copies of the Annual Report will not be distributed at the Annual General Meeting. Members are therefore requested to bring their copies of Annual Report to the Meeting.
8. Information required under clause 49IVG of the Listing Agreement (relating to Corporate Governance) with respect to the Directors retiring by rotation and eligible seeking re-appointment is as under:

Name of the Director	Rajendra A. Shah	H. S. Parikh	Shivji R. Shah
Date of Birth	14.05.1946	16.03.1927	05.03.1927
Date of Joining the Board	31.07.2004	22.03.1993	31.07.2004
Qualification	B. Sc. , L.L.B. (Solicitor)	Chartered Accountant	B.Com. LLB
Expertise in Specific Areas	Legal Aspects	Shri H.S.Parikh is a member of the Institute of Chartered Accountants of India, New Delhi. His main areas of expertise include corporate finance, taxation planning, acquisition planning.	Shri Shivji R. Shah is a senior person having vast legal experience.
List of other Companies in which Directorship held as on March 31st, 2012 (excluding Directorships in private, foreign companies and companies incorporate under section 25 of the Companies Act 1956)	Nil	Three (3)	Nil





**EXPLANATORY STATEMENT PUSUANT TO SECTION 173(2) OF THE COMPANIES ACT, 1956:**

**Item No. 7:**

Section 293(1)(d) of the Companies Act, 1956 provides that the Company cannot borrow money where the monies so borrowed together with monies already borrowed exceed the aggregate of the paid-up capital of the Company and its free reserves without the sanction of shareholders in a General Meeting. By a resolution passed at the Annual General Meeting of the shareholders of the Company held on 20th September, 2007, the Directors were authorized to borrow money upto a limit of Rupees 100 crores. Since then the Company has expanded its activities considerably and proposes to borrow monies for its future expansion programmes. The total borrowings of the Company may, therefore, exceed this limit. As such the Directors commend your approval for the resolution mentioned in this item.

None of the Directors of the Company is concerned or interested in this resolution.

**Registered Office**

601/602A, FAIRLINK CENTRE  
Off Andheri Link Road, Andheri (W)  
Mumbai- 400 053  
Place: Mumbai  
Date: 10/08/2012

By Order of the Board  
**For Simplex Castings Limited**

**Varsha Sahbani**  
Company Secretary



## Director's Report

Dear members,

Your Directors are pleased to present the 32nd Annual Report and Statement of Accounts of your Company, for the year ended on 31st March, 2012.

### FINANCIAL RESULTS:

(Rupees in Lacs)

Particulars	Financial year ended 31st March 2012		Financial Year ended 31st March 2011	
Operating Income		21,745.00		20,347.33
Other Income		107.20		94.04
Total Receipts		21,852.20		20,441.37
EBIDTA		3,609.18		3,367.30
Less: Interest & Financial Charges		1491.01		971.19
Depreciation & Amortisation	577.94		517.02	
Less: Transfer from Revaluation Reserve	49.02	528.92	55.33	461.69
Profit Before Tax		1,589.25		1,934.42
Less: Provision for current taxation		405.67		570.62
Less: Deffered Tax Liability/(Asset)		125.55		67.84
Profit for the year		1,058.03		1,295.96
Add: Balance in P&L Account		2006.16		1438.79
Less: Previous Year adjustments (net)		17.67		54.71
Amount Available for appropriation		3046.52		2680.04
Appropriations:				
General Reserve		1000.00		500.00
Dividend		149.61		149.60
Tax on distributed Profits		24.27		24.27
Balance Carried forward to Balance Sheet		1872.64		2006.16

### DIVIDEND:

The Board of Directors of the Company in their meeting held on 10th August, 2012 has recommended a dividend @ 25%, i.e. Rs. 2.50/- per equity share of the Company for the financial year ended on 31st March' 2012 and fixed 20th September' 2012 as the record date for the purpose of payment of dividend.

### PERFORMANCE REVIEW:

The sales and other Income for the financial year 2011 - 2012 were Rs. 21852.20 lacs as against Rs. 20441.38 lacs for the year 2010 - 2011, registering an increase of 6.91% over the last year's figure.

The Profit before tax was Rs. 1589.25 lacs and Profit after tax was Rs. 1058.03 lacs for the financial year under review as against Rs. 1934.41 lacs and Rs. 1295.95 lacs of the previous year, a decline of 17.84% and 18.36% over the last year's respective figures.

### FUTURE PROSPECTS:

Analysis of the drivers and challenges indicate that the factors which lead to the growth of the market include increasing demand from automobile sector, strong economic growth, supportive government participation, low cost of labour and improving technology and modernization. Strong opportunity exists in the market as increasing



demand for castings will drive the production of such products. This coupled with the fact that the Indian economy is growing strongly will lead to a developing market.

Additionally, improving production technology and government support will help to stimulate growth in this market. The key challenges identified are the market constraints, rising input costs and low capacity utilization. Restriction to local markets and infrastructure constraints deters the growth of this market. Fluctuating input costs & supply and low capacity utilization also acts as a major bottleneck. In future, your company will take benefit of all the positive factors and plan to overcome the negative factors.

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

Information as required under section 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of particulars in the Report of Board of Directors) Rules, 1988 is given in the Annexure and forms part of this report.

**PUBLIC DEPOSITS:**

The Company has not accepted any deposit within the meaning of section 58A of the Companies Act, 1956 and the Rules made there under.

**MANAGEMENT DISCUSSION AND ANALYSIS:**

A report on Management Discussion and Analysis(MDA), which is forming part of this Report, inter-alia, adequately deal with the operations as also current and future outlook of the Company.

**PARTICULARS OF EMPLOYEES:**

Information pursuant to Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975, is given as below-

Name of the employee	Age (Years)	Qualification	Experience (Years)	Designation	Date of Joining	Remuneration (Rs.)
Mr. Arvind Shah	71	B. Com.	46	Chairman	25/08/1980	69,97,160

**BOARD OF DIRECTORS:**

Shri Rajendra A. Shah, Shri H. S. Parikh and Shri Shivji R. Shah, Directors of the Company retire by rotation at the ensuing Annual General Meeting and being eligible offer themselves for re-appointment. Your Directors recommend their appointment.

**DIRECTORS' RESPONSIBILITY STATEMENT:**

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

- In the preparation of the annual accounts for the year 2011 - 12, the applicable accounting standards have been followed and there are no material departures.
- They have selected such accounting policies and have 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 Company at the end of the financial year, and of the profit of the Company for the period ended on 31st March, 2012.
- They have 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.
- They have prepared the annual accounts on a going concern basis.

**COST AUDIT**

M/s. Murty A.V.R. & Co., Cost Accountants, Bhiali have been appointed as Cost Auditors of the company for Financial



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year 2011-12 commencing 1st April, 2011, subject to approval of Central Government. Audit of the Cost Accounts of the company for the year ended 31st March, 2012 will be conducted by the Cost Auditors and Cost Audit Report will be submitted to the Ministry of Corporate Affairs, Government of India within prescribed time.

**CORPORATE GOVERNANCE:**

The Company has been pro-active in following the principles and practices of good Corporate Governance. The Company has taken adequate steps to ensure that the conditions of Corporate Governance as stipulated in Clause 49 of the Listing agreements with the Stock Exchanges are complied in its letter and spirit. A separate section on Corporate Governance forming part of the Directors' Report and the certificate from the Company's auditors confirming the compliance of conditions on Corporate Governance as stipulated in Clause 49 of the listing agreement is annexed hereto.

**AUDITORS AND AUDITOR'S REPORT:**

M/s Taunk & Srikanth, Chartered Accountants, who are the Statutory Auditors of the Company, hold office until the conclusion of ensuing Annual General Meeting and are eligible for reappointment. The Company has received letter from them to the effect that their reappointment, if made, would be within the prescribed limits under Section 224 (1B) of the Companies Act, 1956 and that they are not disqualified for reappointment within the meaning of Section 226 of the said Act.

The Notes on Accounts referred to in the Auditor's Report are self-explanatory give complete information.

**APPRECIATION:**

Your Directors wish to place on record their appreciation towards the contribution of all employees of the company and their gratitude to the Company's valued customers, bankers, vendors, employee unions, Government authorities, shareholders and all other business associates for their continued support and confidence in the company and its management.

For and on behalf of the Board

Place: Mumbai

Date: 10th August, 2012

**(Arvind Shah)**  
Chairman



## ANNEXURE TO THE DIRECTORS' REPORT

### A. CONSERVATION OF ENERGY

#### a) Measures Taken:

In Bhilai Unit, the following measures have been taken for conservation of energy-

1. Retrofitting of Plano Miller
2. Installation of screw type rotary compressor

In Urla unit, the following measures have been taken for conservation of energy-

1. Replacement of one numbers of 300 cfm old Reciprocating Compressor by energy efficient 722 cfm screw compressor.

In Tedesara (III) Unit, the following measures have been taken for conservation of energy-

1. Using Power factor relay in APFC Panel for power factor correction.
2. Installation of variable frequencies AC drive in each EOT cranes.
3. To save electricity we are using all new Inverter based welding machines.
4. In our new floor type Boring CNC M/C ,we used variable frequencies AC drives to control the motors.

#### b) Measures Proposed:

In Bhilai Unit -

- a. Automation of Annealing Furnance.
- b. Demand Controler, to restrict the contract demand.
- c. To introduce the LED light for all sheds.
- d. To avoid the working or production in peak hour charge time.

In Urla Unit -

- a. Replacement of one numbers of 300 cfm old Reciprocating Compressor by energy efficient 300 cfm screw compressor.
- b. Installation of 6 numbers AC drive in different cranes.
- c. Conventional light fitting will be replaced with T-5 fitting.
- d. Plant Shed and Street light switching timing will be optimizing by using timer control.

In Tedesara (III) Unit -

- a. Installation of Solar Power Plant having capacity of 100 Kwt.
- c) Impact of the measures :

In future years, we are expecting reduction in power consumption.

### **FORM-A (As per rule 2)**

DISCLOSURE OF PARTICULARS WITH RESPECT TO CONSERVATION OF ENERGY:

### **A. POWER AND FUEL CONSUMPTION**



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PARTICULARS	2011-2012	2010-2011
1. ELECTRICITY		
a) Purchased Unit (Kwh in '000)	26733.75	26614.11
Total Amount (Rs in Lacs)	1254.53	1099.27
Rate /Unit (Rs./ Kwh)	4.70	4.13
b) Own Generation		
1) Through Diesel Generators	NIL	NIL
2) Through Steam Turbine / Generator	NIL	NIL
2. COAL (Specify Quality and where used)	NIL	NIL
3. A) FURNACE OIL		
Qty (K. Ltr)	1547.47	1137.27
Total Amt (Rs. in Lacs)	598.98	341.32
Avg Rate / Rs. Kltr.	38.71	30.01
B) OTHERS		
Qty (K Ltr)	NIL	NIL
Total Amt (Rs. in Lacs)	NIL	NIL
Avg Rate / Rs. Kltr	NIL	NIL
<b>B. CONSUMPTION PER UNIT OF PRODUCTION:</b>		
Electricity (KWH /TON)	1518	1359
Furnace Oil (Ltr / Ton)	88	58

**FORM – B (As per rule 2)**

FORM FOR DISCLOSURE OF PARTICULARS WITH RESPECT TO TECHNOLOGY ABSORPTION

**A. TECHNOLOGY ABSORPTION, ADOPTION AND INNOVATION**

Your company has always tried to develop, adopt and introduce newer technologies for benefit of the customers.

In Unit I – Your company has adopted and developed Blue Sky self aligning zero leakage coke oven doors. This technology is much ahead of the competitors and is beneficial for environment. Your company has also adopted the technology of making heat resistant grade steel casting viz grate bars which are used in sinter & pallet plants.

In Unit II – Your company has started using Magma soft solidification software. This is a simulation software which predicts occurrence and type of defects and is very useful in reducing rejections. Your company has developed low Alloy wear resistant grade steel castings for a German Company. Your company has also developed castings for pelletizing plants which are used for converting iron ore fines into pellets, a basic need of the country.

In Unit III – Your company has developed on its own design of pumps used in petroleum industry and supplied prototypes to Argentina.

**B. FOREIGN EXCHANGE EARNING AND OUTGO:**

Export activities: Please refer to clause “Exports” in main report. Total foreign

Exchange used and earned is as follows.

	Current Year	Previous Year (` In Lacs)
Foreign Exchange used:	54.26	219.83
Foreign Exchange Earned		
Export of goods on FOB basis	648.60	723.04



## MANAGEMENT DISCUSSION AND ANALYSIS REPORT

### THE INDIAN ECONOMY

During each of the previous two years, 2009-10 and 2010-11, India's gross domestic product GDP (at factor cost) grew by 8.4 per cent per annum. Further, in 2010-11, the GDP at market price grew by a remarkable 9.6 per cent. This performance, coming in the wake of one of the biggest global recessions in history, was outstanding. For the Indian economy 2011-12 was a year of disappointing growth performance. Overall GDP growth declined to 7.7 per cent in the first quarter (Q1) and then to 6.9 percent in Q2 of 2011-12. The advance estimates of the Central Statistics Office (CSO) has placed growth in real GDP at 6.9 per cent in 2011-12.

India (Asia's third largest) economy is grappling with slowing economic growth and high inflation at a time when the health of the global economy is deteriorating. In India, growth slumped to its lowest in nine years in the quarter to March (5.3% GDP) due to a slowdown in manufacturing. Inflation though has cooled off from the high of 9% for second half year of 2012 but still remains at a concerning 7.5%. Adding to the woes is the INR (Indian Rupees) depreciation vis a vis the major global currencies.

In the latest update of World Economic outlook of the IMF, growth in the advanced economies in 2011 and 2012, has been broadly projected at levels lower than those achieved in 2010.

### INDUSTRY STRUCTURE & DEVELOPMENT

With economy growth at 7%+, auto CAGR at 15% and Indian Foundry Industries having reached no. 2 position globally in casting manufacturing with just 7-8% CAGR the growth prospects of the industry seems to be poised for exponential growth. Any growth always has challenges and bottlenecks that need to be overcome.

The IIF therefore is organizing a CEO meet to bring together the best minds of casting manufacturers to deliberate, exchange information as well as discuss the opportunities, growth, threats & challenges to consolidate & sustain the leadership position that Indian casting industries has achieved.

The views of this forum will be used by the industries to draw attention of government and other stakeholders to draw their support in the Indian growth story.

While the growth in India has slipped off from a high of 8-9%, to 6-7% band- this still is relatively better than what most of the major economies of the world.

### OPPORTUNITIES & THREATS

Some of the international developments may adversely impact the growth prospects of the domestic economy, such as the Sovereign Debt Crisis of the Western economies, especially those in the Euro-Zone and recent downgrade of the US Government Sovereign Credit Rating by S&P and proposed cut in expenditures in the US as well as high volatility in currency and equity markets.

Another important factor which needs to be constantly watched is the possibility of a slowdown in the Chinese economy. China has been an engine of global growth in steel production and consumption for the last decade.

### RISKS & CONCERNS

During first quarter of current year i.e. Q1 2011-12, once again there was a modest increase in prices. Presently steel prices are under pressure following the slowdown in Europe –specially the EU and USA with adverse implications for investment and manufacturing activities within the country. Another important factor that contributed to the pressure on prices during the year specially of core raw materials was the earthquake and floods in the world's major producer and exporter i.e. Australia with adverse impact on global availability. In fact the movement in the Quarterly Price Index may also confirm that substantial part of increase in steel prices could be traced to the steep rise in prices of raw materials crucial for steel making i.e. coking coal, iron ore.

### INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY

The Company has adequate Internal Control System commensurate with the size and nature of the business. This system has been designed to ensure that;

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- a. All assets are acquired economically, used efficiently and protected against loss, destruction or unauthorized use.
- b. All resources are used efficiently and effectively.
- c. Accounting, Financial, and other Operational information are accurate, reliable and provided timely, and
- d. All applicable laws and internal policies are complied with in true spirit.

We have an internal audit function which is empowered to examine the adequacy and the compliance with policies and statutory requirements. The top management and the Audit Committee review the findings and recommendations in the Inter Audit Report, so that the corrective measures can be initiated as appropriate.

**Operational and Financial performance**

The Company has achieved a considerable growth in the financial performance during the year.

**A. Total Revenue**

Total Income of the Company for the financial year 2011 - 12 comprises of Net Sales, work contract receipt and other income amounts to Rs. 218.52 crores which was an increase of 6.90% over last year's figure.

**B. Profit before Tax**

Profit before tax for the year under review was Rs. 15.89 crores, a decrease of 17.83% over the last year's figure.

**C. Profit after Tax**

Profit after tax for the year under review was Rs. 10.58 crores a decrease of 18.30% over the last year's figure.

**D. Earnings per Share**

Earnings per share for the year under review was Rs. 17.68 as compared to Rs. 21.66 for the last year.

**E. Net Worth**

Net worth of the Company for the financial year 2011-12 is Rs. 71.62 crores as against Rs. 61.21 crores of last year.

**CAUTIONARY STATEMENT**

In this report the forward looking information if any is for enabling investors to comprehend our prospects and take investment decisions. The Company's actual results are subject to risks, uncertainties and even inaccuracies in our assumptions. The Company's actual results, performances or achievements may thus differ materially from those projected in any such forward looking statements. The Company assumes no responsibility to publicly amend, modify or revise any forward looking statements, on the basis of any subsequent developments, information or events.





## Corporate Governance Report

### 1. Corporate Governance Philosophy

The essence of Corporate Governance lies in its transparency, its efficiency lies in its ability to protect the stakeholders interest. Sound ethical practices, transparency in operations and timely disclosures go a long way to enhancing long-term shareholder value while safeguarding the interest of all the stakeholders. Clause 49 of the listing agreement with stock exchanges in India has set the benchmark compliance rules for a listed company and the baseline for governance standards.

Corporate governance is an integral part of the way your Company does business. Your Company's governance process and practices venture to achieve transparency and professionalism in action as well as the implementation of policies and procedures to ensure high ethical standards as well as responsible management. We also believe that Corporate Governance is a continuously improving process and are always striving towards achieving the highest standards possible.

### 2. Board of Directors

#### Composition

As on March 31st 2012 the Board of the Directors of the Company consisted of eight Directors with varied experience in different areas. The composition of the Board is in conformity with the clause 49 of the provisions of Listing agreement, with 50% of the Board consisting of Independent Directors. The details of composition and categories of Directors are as follows.

Category	Name of Directors
Chairman	Arvind Kumar Shah
Managing Director	Ketan Moolchand Shah
Executive Directors	Shailesh Arvind Shah
	Goverdhana Gopalswamy
Independent Directors	Kisan R. Choksey
	Hasmukhlal Parikh
	Rajendra A Shah
	Shivji R. Shah

#### Number of Board Meetings

A total of six meetings of the Board of Directors were held in the financial year 2011-12, i.e. on 09.05.2011, 23.07.2011, 25.07.2011, 04.11.2011, 28.01.2012 and 15.02.2012. The company thus observed the provisions of listing agreement allowing not more than four months gap between two such meetings.

#### Director's Attendance record and Directorships held

Sr. No	Names of Directors	Number of Board Meetings Attended	Whether last AGM held on September 23, 2011 attended	Other Directorships held (including in Pvt. Co's) at year end	Number of Committee membership/ Chairmanship in other domestic companies as at year end
1	Shri. Arvind S Shah	5	Yes	4	-
2	Shri. Ketan M Shah	6	Yes	6	-
3	Shri. Shailesh A Shah	4	Yes	5	-
4	Shri. Kisan R Choksey	4	Yes	1	-
5	Shri. Shivji R Shah	2	No	1	-
6	Shri. Hasumukhlal S. Parikh	4	Yes	3	8
7	Shri. Rajendra A Shah	4	Yes	0	-
8	Shri Goverdhana Gopal swamy	2	Yes	1	-



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### 3. Audit Committee

As required under section 292A of the Companies Act, 1956 read with provisions of clause 49 of the Listing agreement with the stock exchange the Board constituted an Audit Committee. Audit Committee of the Board comprises of four independent Directors namely Shri Kisan R. Choksey, Chairman, and Shri. Hasmukhlal S. Parikh, Shri Shivji R. Shah and Shri Rajendra A Shah as members. During 2011-12, a total of four Audit Committee meetings were held, on 09.05.2011, 25.07.2011, 04.11.2011 and 15.02.2012. The attendances of the members of the Audit committee were as follows:

Sr. No	Date of Audit Committee Meeting	Attendance of Directors			
		K.R.Choksey	H.S.Parikh	S.R.Shah	R. A. Shah
1	09.05.2011	Yes	Yes	Yes	Yes
2	25.07.2011	Yes	Yes	No	Yes
3	04.11.2011	Yes	Yes	No	Yes
4	15.02.2012	Yes	Yes	Yes	Yes

The terms of reference and the role of the Audit Committee is to overview the accounting systems, financial reporting and internal controls of the Company. The Executive Chairman, the Managing Director, the Finance Director, the Statutory and Internal Auditors are regularly invited to attend the meeting.

### 4. Remuneration Committee

Shri Kisan R Choksey is the Chairman of the Remuneration Committee and Shri Hasmukhlal S Parikh and Shri Rajendra A. Shah are the members. The Committee has been constituted to review and recommend the remuneration policy of the Company and to recommend the revision in salary structure of Directors.

In the Financial year under review, the meeting of the Committee has not been held.

### 5. Remuneration of Directors

Details about Remuneration paid to the Chairman & Managing Director and the Whole time Directors in 2011-12 are as follows:

Particulars	(Amt. in Rs.)			
	Shri. Arvind S. Shah (Chairman)	Shri. Ketan M. Shah (Managing Director)	Shri. Shailesh A. Shah (Executive Director)	Shri Goverdhana Gopalswamy (Wholetime Director)
Salary	60,16,129	45,12,097	45,12,097	24,06,452
Benefit				
Allowance & perquisites	9,72,131	7,63,184	63,245	39,000
Bonus	8,900	8,900	8,900	-
Pension	-	-	-	-
<b>Fixed Component</b>				
Contribution to PF				
Superannuation & Gratuity	-	9,360	9,360	-
Commission	-	-	-	-
<b>Total</b>	<b>69,97,160</b>	<b>52,93,541</b>	<b>45,93,602</b>	<b>24,45,452</b>
<b>Grand Total</b>				<b>Rs. 1,93,29,755/-</b>

Sitting Fees and remuneration paid to Non Executive Directors during the financial year 2011-12 are given below. Non Executive Directors are not entitled for any remuneration other than the sitting fees.

Sr. No.	Name of Non Executive Directors	Sitting Fees (in Rs.)
1	Shri. Hasmukhlal S Parikh	75,500
2	Shri Kisan R Choksey	75,500
3	Shri Rajendra A Shah	75,500
4	Shri Shivji R Shah	30,500

**6. Share transfer cum Investor's Grievance Committee**

Shri Kisan R Choksey is the Chairman of the Share transfer cum Investor's Grievance Committee and Shri Hasmukhlal S Parikh and Shri Rajendra A. Shah are the members. In the Financial year under review, the meeting of the Committee has not been held.

The Company Secretary acted as a Secretary to all the Committees.

As on March 31, 2012 there were no requests pending for transfer of shares.

**7. General Body Meetings**

Location and time where the last three Annual General Meetings were held:

AGM	Year	Venue	Date & Time	No. of Special Resolutions passed
31st	2010-11	Babasaheb Dhaanukar Hall, Maharashtra Chamber of Commerce & Industry, Oricon house, 6th Floor, 12 K Dubhash Marg, Fort Mumbai- 400 001	23.09.2011 at 2.30 p.m.	No
30th	2009-10	Babasaheb Dhaanukar Hall, Maharashtra Chamber of Commerce & Industry, Oricon house, 6th Floor, 12 K Dubhash Marg, Fort Mumbai- 400 001	17.09.2010 at 2.30 p.m.	Yes
29th	2008-09	Babasaheb Dhaanukar Hall, Maharashtra Chamber of Commerce & Industry, Oricon house, 6th Floor, 12 K Dubhash Marg, Fort Mumbai- 400 001	23.09.2009 at 3.30 p.m.	No

Note: In the year 2009-10, Ordinary Resolution (Special Business) was passed to authorize the Remuneration Committee of the Company to revise the salary structure of Shri Arvind S. Shah, Chairman, Shri Ketan M Shah, Managing Director and Shri Shailesh A. Shah, Executive Director from time to time within the slab permissible under the Act.

**8. Disclosures**

i. Disclosure on material transactions i.e. transactions of the Company of material nature, with its promoters, the Directors or the management and their subsidiaries or their relatives, among others that may have potential conflict with the interest of the Company at large.

None of the transactions with any related parties were in conflict with the interests of the Company.

ii. Details of non compliance by the Company, penalties strictures imposed by the stock exchanges/SEBI or any other statutory authority and any matter related to capital markets, during the last three years.

None.

iii. Though there is no formal whistle blower policy, the Company takes cognizance of complaints made and suggestions given by the employees and others. No person has been denied access to the Audit Committee.

**9. Code of Conduct for Board Members and Senior Management**

Your company has adopted a code of conduct for all the Board members and members of senior management, between whom it has been circulated and compliance thereto affirmed. The declaration to this effect from the Managing Director affirming compliance with the said code by all the Board members and members of senior management, to whom the code is applicable, is annexed separately to this Report.

10. As required by clause 49(V) of the Listing Agreement, the CEO/CFO Certificate for the FY 2011-12 signed by Mr. Ketan M Shah, Managing Director and Mr. P. M. Turate, Chief Financial Officer of the Company, giving



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annual certification on financial reporting and internal controls. Certificate for the financial year under review is enclosed at the end of this report.

### 11. Means of Communication

- a) The quarterly financial results were published during the financial year in 'Economic Times' in English and 'Navbharat Times' in Marathi.
- b) Annual Report containing Director's Report, Auditor's Report and other important information as required to be set out in this has been sent to the members and other person entitled to receive this.

### 12. General Shareholder's Information

- i. 32nd Annual General Meeting
  - Date : 27th September' 2012.
  - Time : 2:30 PM
  - Venue : Babasaheb Dhaanukar Hall, Maharashtra Chamber of Commerce & Industry, Oricon house, 6th Floor, 12 K Dubhash Marg, Fort Mumbai 400001
- ii. Financial Calendar : 01/04/2012 to 31/03/2013 (tentative)
  - Unaudited First Quarterly Results : August 10th 2012
  - Unaudited Second Quarterly Results : End of October 2012
  - Unaudited Third Quarterly Results : End of January 2013
  - Unaudited Fourth Quarterly Results : End of May 2013
- iii. Date of Book Closure : 21st September 2012 to 27th September 2012 (both days inclusive)
- iv. Dividend Payment Date : On or before 3rd October, 2012
- v. Listing : Bombay Stock Exchange  
M.P. Stock Exchange  
Delhi Stock Exchange  
Calcutta Stock Exchange
- vi. Stock Code : BSE 513472  
Trading Symbol : Simplex Cast
- vii. ISIN Number : INE 658 D 01011
- viii. Monthly High and Low: :

#### Bombay Stock Exchange

Month	Highest	Lowest	BSE Sensex Highest	BSE Sensex Lowest	Number of Shares Traded
April 2011	106.80	81.00	19811.14	18976.19	92470
May 2011	98.85	79.05	19235.87	17786.13	53712
June 2011	88.80	76.85	18873.39	17314.38	27928
July 2011	93.60	77.75	19131.70	18131.86	51603
August 2011	90.95	73.65	18440.87	15765.53	77428
September 2011	83.10	74.00	17211.80	15801.01	19401
October 2011	78.00	71.20	17908.13	15743.43	28974
November 2011	78.00	61.50	17702.26	15478.69	32289
December 2011	64.50	47.50	17003.71	15135.86	40400
January 2012	67.45	48.20	17258.97	15358.02	55443
February 2012	68.00	59.00	18523.78	17061.55	66416
March 2012	63.15	54.95	18040.69	16920.61	27535

- ix. Registrar and Share Transfer Agents : M/s. Link Intime India Pvt. Ltd.,  
C-13 Pannalal Silk Mills Compound,  
LBS Marg, Bhandup (West), Mumbai  
78, Phone No.:-022-25963838;  
Fax No.:- 022 2594 6969.

#### x. Share Transfer System

Applications for transfer of shares held in physical form may be sent either to the Company's Registrar & Share Transfer Agent or to the Company. All valid applications are processed within 30 days from the date of receipt and after being registered in the name of the transferee, the share certificates have been dispatched to the shareholders.



## xi. Distribution of Shareholding as on 31.03.2012

Slab	Total Number of Shareholders	%	Number of shares	% of Total Share Capital
Less than 500	4210	89.57	573669	9.59
501-1000	231	4.92	190119	3.18
1001-2000	98	2.08	145607	2.43
2001-3000	40	0.85	100994	1.69
3001-4000	22	0.46	77891	1.30
4001-5000	21	0.44	96514	1.61
5001-10000	24	0.51	180653	3.02
10001-above	55	1.17	4618753	77.18
Total	4701	100.00	5984200	100.00

## xii. Shareholding Pattern as on 31.03.2012

Sr. No	Category	No of Shares	% Shareholding
1	Promoters/ Persons acting in concert	3326815	55.59
2	Financial Institutions, Banks & Mutual Funds	1600	0.03
3	Corporate Bodies	474615	7.93
4	NRI, Foreign National, OCB's & FII's	153930	2.57
5	Indian Public	2005060	33.51
6	Clearing Member	22180	0.37
7	Trust	0	0.00
Total		5984200	100

- xiii. Dematerialisation details : As on March 31st, 2012, 3,129 shareholders were holding 56,13,789 Equity shares in demat form which constitutes 93.81 % of the Share Capital of the Company.
- xiv. Outstanding GDRs/ADRs : Not Applicable as the Company has not issued any GDRs/ADRs or any convertible instruments so far.
- xv. Plant Location : 5, Industrial Estate, Bhilai, Durg, Chhattisgarh – 490 026 Phone - 0788– 2382031 / 32  
 Urla Industrial Estate, Raipur Chhattisgarh-493 221 Ph-0771- 2323805/ 2323483 Fax No. 0771 – 2324090  
 223/2 & 224, Industrial Estate, Tedesara, Rajnandgaon-491443 (C. G.) Ph-9203901697 Fax No.: 07744-220972
- xvi. Address For Correspondence : Simplex Castings Ltd.,  
 601/602A, Fair Link Centre, Off Andheri Link Road, Andheri (West), Mumbai – 400 053 Tele Fax: 022 40034768
- xvii. Email ID of Compliance Officer : cs@simplexcastings.com

**13. Delisting of Securities**

The delisting application is pending before delisting committee at Delhi Stock Exchange

**14. Auditor's Certificate on Corporate Governance**

As required by clause 49 of the listing Agreement, the Auditors Certificate is given as an Annexure to the Directors Report.

**15. Green Initiative in Corporate Governance-**

We invite all our shareholders to visit our website at [www.simplexcastings.com](http://www.simplexcastings.com) who wish to register their e-mail IDs and Bank Account Details and take a step forward towards their contribution in the Green Initiative introduced by Ministry of Corporate Affairs.





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**ANNEXURE TO CORPORATE GOVERNANCE REPORT OF SIMPLEX CASTINGS LTD**

**Declaration regarding Affirmation of code of conduct**

In terms of the requirement of Clause 49 of the Listing agreement, this is to confirm that all members of the Board and the senior management personnel have affirmed compliance with the Code of Conduct for the year ended March 31st, 2012.

**(Ketan M Shah)**  
Managing Director



**AUDITORS' CERTIFICATE ON CORPORATE GOVERNANCE**

**To**

**The Members of**

**SIMPLEX CASTINGS LIMITED,**

We have examined the compliance of conditions of Corporate Governance by Simplex Castings Ltd. for the year ended on 31st March 2012, as stipulated in clause 49 of the Listing Agreement of the said Company with the stock exchanges.

The compliance of conditions of Corporate Governance is the responsibility of the Management. Our examination was limited to review of procedures and implementation thereof, adopted by the Company for ensuring the compliance of conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, and the representations made by the Directors and the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in Clause 49 of the above-mentioned Listing Agreement(s).

We state that no investor grievances are pending for a period exceeding one month against the company as on 31st March, 2012 as per the records maintained by the Registrars and Share Transfer Agents of the Company and presented to the Shareholders/Investors Grievance Committee.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

**For M/s Taunk & Srikanth**  
Chartered Accountants

**(N. K. Taunk)**

Partner

Mem. No. 30421

**Place :** Bhilai

**Date :** 10th August, 2012

**To**

The Board of Directors,  
Simplex Castings Limited,  
601/602A, Fair Link Centre,  
Off Link Road, Andheri (West)  
Mumbai – 400 053

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(In terms of clause 49(V) of the Listing Agreement)

Dear Sirs,

**CEO/CFO CERTIFICATION:**

- I, Ketan M Shah, Managing Director along with Mr. P. M. Turate, Chief Financial Officer of the Company hereby certified to the Board that:
- a) We, have reviewed financial statements and the cash flow statement for the year 2011 - 2012 and that to the best of our knowledge and belief:
    - i) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
    - ii) these statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
  - b) There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent or illegal or violative of Company's Code of Conduct.
  - c) We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of the internal control systems of the Company pertaining to financial reporting and we have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
  - d) We have indicated to the auditors and the Audit Committee that:
    - i) There has not been any significant change in the internal control over financial reporting during the year under review.
    - ii) There has not been any significant change in accounting policies during the year requiring disclosure in the notes to the financial statements and,
    - iii) To the best of our knowledge and belief, there was no instance of any significant fraud during the year with the involvement therein, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

**For SIMPLEX CASTINGS LIMITED**

**(Ketan M. Shah)**  
Managing Director

**(P. M. Turate)**  
Chief Financial Officer

Date: 10th August' 2012  
Place: Mumbai

**AUDITORS' REPORT**

To  
The Members of  
SIMPLEX CASTINGS LIMITED,

We have audited the attached Balance Sheet of SIMPLEX CASTINGS LIMITED as at 31st March, 2012 and also the Profit & Loss Account and the Cash Flow Statement for the year ended on that date. 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.

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 statements presentation. We believe that our audit provides a reasonable basis of our opinion.

1. As required by the Companies (Auditors' Report) Order, 2003 issued by the Central Government of India in terms of Section 227(4A) of the Companies Act, 1956 we annex hereto a statement on the matters specified in paragraphs 4 and 5 of the said order.
2. Further to our comments in the Annexure referred to in paragraph (1) above, we state 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 Profit & Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of accounts;
  - (d) In our opinion, the Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt by this report comply with the Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956.
  - (e) On the basis of written representation from the directors as on 31st March, 2012, and taken on records by the Board of Directors in their meeting, we report that, none of the directors is disqualified as on 31st March, 2012 from being appointed as director in terms of clause (g) of sub-section (1) of Section 274 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 give a true and fair view in conformity with the accounting principles generally accepted in India;
    - i) in the case of Balance Sheet, of the state of affairs of the Company as at 31st March, 2012
    - ii) in the case of the Profit & Loss Account, of the profit for the year ended on that date; and
    - iii) in the case of Cash Flow Statement, of the cash flows for the year ended on that date.

For M/s TAUNK & SRIKANTH  
Chartered Accountants  
(Firm Regn. No. 001524C)

(N. K. TAUNK)  
Partner

Membership No. 30421

Place : Bhilai  
Dated : 10th August, 2012



## ANNEXURE TO THE AUDITORS' REPORT

Statement referred to in Paragraph (1) of the Auditors' Report of even date to the Members of Simplex Castings Limited on the Financial Statements for the year ended 31st March, 2012.

- i) In respect of its 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, the fixed assets have been physically verified by the management during the year in a phased periodical manner, which in our opinion is reasonable having regard to the size of the company and nature of its assets. No material discrepancies were noticed on such physical verification.
  - c) In our opinion the company has not disposed of substantial part of the fixed assets during the year and the going concern status of the company is not affected.
- ii) In respect of its Inventories:-
  - a) As explained by the management, the Inventories have been physically verified by the management during the year.
  - b) In our opinion and according to the information and explanation given to us the procedures of physical verification of stocks followed by the management were found to be reasonable and adequate in relation to the size of the company and nature of business.
  - c) In our opinion and according to the information and explanations given to us the company is maintaining proper records of inventory. The discrepancies noticed on verification between physical stock and book records were not significant and the same have been properly dealt with in the books of account.
- iii) In respect of the loans, secured and unsecured granted or taken by the company to/from companies, firms and other parties covered in the register maintained u/s 301 of the Companies Act, 1956:-
  - a) The company has granted loan to one companies covered in the register maintained u/s 301 of the Companies Act, 1956. The maximum amount involved during the year and the year end balance of the loan granted was same at Rs. 146.84 lacs (prev. yr Rs. 131.99 lacs). (Clause 4(iii)(a) of the Order)
  - b) In our opinion and according to the information and explanations given to us, the rate of interest and other terms and conditions on which loan has been granted to companies, firms or other parties listed in the register maintained u/s 301 of the Companies Act, 1956, were prima facie not prejudicial to the interest of the company. (Clause 4(iii)(b) of the Order)
  - c) According to the information and explanations given to us, there is no stipulation as to receipt of principal and interest. (Clause 4(iii)(c) of the Order)
  - d) There is no overdue amount of loans granted to companies, firms or other parties listed in the register maintained u/s 301 of the Companies Act, 1956. (Clause 4(iii)(d) of the Order)
  - e) The company has taken loan from five companies covered in the register maintained u/s 301 of the Companies Act, 1956. The maximum amount involved during the year was Rs. 1150.25 lacs (prev. year Rs.1227.25 lacs) and the year end balance was Rs. 1097.52 lacs (prev. year Rs.1227.25 lacs) (Clause 4(iii)(e) of the Order)
  - f) In our opinion and according to the information and explanations given to us, the rate of interest and other terms and conditions on which loan has been taken from companies, firms or other parties listed in the register maintained u/s 301 of the Companies Act, 1956, were prima facie not prejudicial to the interest of the company.(Clause 4(iii)(f) of the Order)
  - g) According to the information and explanations given to us, there is no stipulation as to repayment of principal and interest, eventhough interest is credited to the respective party's account at the year end. (Clause 4(iii)





(g) of the Order)

- iv) In our opinion and according to the information and explanation given to us during the course of our audit, there are adequate internal control system commensurate with the size of the company and the nature of its business with regard to the purchases of stores, raw-materials, plant & machinery, equipments and other assets and for the sale of goods and services. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in the internal control system.
- v) In respect of the transaction covered u/s 301 of the Companies Act 1956:-
  - a) In our opinion and according to the information and explanations given to us, we are of the opinion that the particulars of contracts or arrangements that need to be entered into the register maintained u/s 301 of the Companies Act, 1956 have been so entered.
  - b) In our opinion and according to the information given to us the transactions made in pursuance of the contracts or arrangements entered in the register maintained u/s 301 of the Companies Act, 1956 aggregating during the year to Rs.5,00,000/- or more in respect of any party were made at prices which are reasonable having regard to prevailing market prices at the relevant time where such market prices are available.
- vi) The company has not accepted any deposits from the public during the year to which the directives issued by the Reserve Bank of India and the provisions of section 58A & 58AA or any other relevant provisions of the Act and the rules made thereunder are applicable.
- vii) In our opinion, the company has an adequate internal audit system commensurate with the size and nature of its business.
- viii) We have broadly reviewed the cost records maintained by the Company pursuant to the Companies (Cost Accounting Record) Rules, 2011 prescribed by the Central Government under section 209(1)(d) of the Companies Act, 1956 and are of the opinion that prima facie the prescribed cost records have been maintained. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.
- ix) In respect of statutory dues:-
  - a) According to the information and explanations given to us, undisputed statutory dues including Provident Fund, Employees State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty, Cess and other dues have been regularly deposited with the appropriate authorities barring slight delay in few cases. According to the information and explanations given to us no undisputed amounts payable in respect of the aforesaid dues were outstanding as at 31st March 2012 for a period of more than six months from the date of becoming payable.
  - b) The disputed statutory dues that have not been deposited on account of matters pending before appropriate authorities are as under:

Sl No	Name of Statute	Nature of Dues	Forum where dispute is pending	Period	Amount Rs.in lacs
1	Central Excise Act	Excise Duty	Central Excise & Service Tax Appellate Tribunal. (CESTAT)	2003-04	0.80
2	Income Tax Act	Income Tax	Comm. of IT (Appeals)	2009-10	77.06

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- x) The company does not have accumulated losses and has not incurred any cash loss during the financial year and in the immediately preceding financial year.
- xi) In our opinion and according to the information and explanations given to us and the records examined by us, the Company has not defaulted in repayment of dues to financial institutions/banks. The Company has not issued any debentures.
- xii) In our opinion and according to the information and explanation given to us no loans or advances have been granted by the company on the basis of security by way of pledge of shares, debentures or other securities.
- xiii) In our opinion, the company is not a chit fund or a nidhi / mutual benefit fund / society. Accordingly, clause 4(xiii) of the Companies (Auditor's Report) Order 2003 is not applicable to the company.
- xiv) In our opinion and according to the information and explanation given to us the company is not dealing in or trading in shares, securities and other investments. Accordingly the provisions of clause 4(xiv) of the Companies (Auditor's Report) Order 2003 are not applicable to the company.
- xv) The company has not given guarantee for loans taken by others from banks or financial institutions.
- xvi) In our opinion and on the basis of information and explanation given to us, the term loans were applied for the purpose for which they were obtained.
- xvii) According to the information and explanations given to us and on an overall examination of the Balance Sheet of the company, we are of the opinion that the company has utilised Rs.103.48 lacs raised from short term sources towards long-term investment.
- xviii) According to the information and explanations given to us, the company has not made any preferential allotment of shares during the year to parties and companies covered in the register maintained u/s 301 of the Companies Act, 1956.
- xix) In our opinion and according to the informations and explanations given to us the company has not issued any secured debentures during the period covered by our report. Accordingly, the provisions of clause 4(xix) of the Companies (Auditor's Report) Order 2003 are not applicable to the company.
- xx) During the period covered by our audit report, the company has not raised any money by way of public issue.
- xxi) In our opinion and according to the information and explanation given to us, no fraud on or by the company has been noticed or reported during the year, that causes the financial statements to be materially misstated.

**For M/s TAUNK & SRIKANTH**  
Chartered Accountants  
(Firm Regn. No. 001524C)

**(N. K. TAUNK)**

Partner

Membership No. 30421

Place : Bhilai

Dated : 10th August, 2012



## BALANCE SHEET AS AT 31ST MARCH, 2012

	Note	As at 31.03.2012 Rs. in lacs	As at 31.03.2011 Rs. in lacs
<b>A EQUITY AND LIABILITIES</b>			
1) Shareholders' Funds			
a) Share Capital	2	598.42	598.42
b) Reserves & Surplus	3	6,738.46	5,921.00
		<u>7,336.88</u>	<u>6,519.42</u>
<b>2) Non-Current Liabilities</b>			
a) Long Term Borrowings	4	2,364.92	1,329.23
b) Deferred Tax Liability (net)	5	763.47	637.92
c) Other Long Term Liabilities	6	1,231.22	1,477.88
		<u>4,359.61</u>	<u>3,445.03</u>
<b>3) Current Liabilities</b>			
a) Short Term Borrowings	7	4,135.91	4,163.47
b) Trade Payables	8	4,055.47	2,905.47
c) Other Current Liabilities	9	3,338.19	2,833.04
d) Short Term Provisions	10	290.16	405.93
		<u>11,819.73</u>	<u>10,307.91</u>
		<u>23,516.22</u>	<u>20,272.36</u>
<b>TOTAL</b>			
<b>B ASSETS</b>			
<b>1) Non-Current Assets</b>			
a) Fixed Assets	11	8,835.69	7,000.13
- Tangible Assets		8,308.37	6,970.41
- Intangible Assets		41.60	2.70
- Capital Work-in-Progress		485.72	27.02
b) Non-Current Investments	12	14.47	13.95
c) Long-Term Loans and Advances	13	814.34	783.54
d) Trade Receivables	14	885.14	742.62
		<u>10,549.64</u>	<u>8,540.24</u>
<b>2) Current Assets</b>			
a) Inventories	15	6,215.98	5,016.64
b) Trade Receivables	16	4,981.62	5,439.05
c) Cash and Cash Equivalents	17	395.81	307.87
d) Short-Term Loans and Advances	18	1,336.59	929.88
e) Other Current Assets	19	36.58	38.68
		<u>12,966.58</u>	<u>11,732.12</u>
		<u>23,516.22</u>	<u>20,272.36</u>
<b>TOTAL</b>			

Significant Accounting Policies - 1  
Notes on Financial Statements - 2 to 33

In terms of our report of even date

For and on behalf of the Board

For M/s TAUNK & SRIKANTH.  
Chartered Accountants

**Ketan M. Shah**  
Managing Director

**Shailesh A. Shah**  
Director

**(N. K. TAUNK)**  
Partner  
BHILAI: 10th August 2012

**Varsha Sahbani**  
Company Secretary  
MUMBAI: 10th August 2012



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## STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2012

	Note	31.03.2012 Rs. in lacs	31.03.2011 Rs. in lacs
<b><u>INCOME :</u></b>			
Revenue from Operations	20	21,745.00	20,347.33
Other Income	21	107.20	94.04
<b>Total Revenue :</b>		<u>21,852.20</u>	<u>20,441.37</u>
<b><u>EXPENDITURE :</u></b>			
Cost of Materials Consumed	22	12,859.67	12,070.90
Changes in Inventories of Finished Goods, Stock-in-Process and Stock-in Trade	23	(980.60)	(1,179.93)
Employee Benefits Expense.	24	1,351.20	1,273.01
Finance Costs	25	1,491.01	971.20
Depreciation & Amortisation Expense	26	528.92	461.69
Other Expenses	27	5,012.75	4,910.09
<b>Total Expenses :</b>		<u>20,262.95</u>	<u>18,506.96</u>
Profit Before Tax		1,589.25	1,934.41
<b><u>Tax Expenses</u></b>			
- Current Tax		405.67	570.62
- Deferred Tax Liability/(Asset)		125.55	67.84
<b>Profit for the year</b>		<u>1,058.03</u>	<u>1,295.95</u>
Earnings per Share of face value of Rs. 10 each Basic and Diluted (in Rupees)	31	17.68	21.66

Significant Accounting Policies - 1

Notes on Financial Statements - 2 to 33

In terms of our report of even date

For and on behalf of the Board

For M/s TAUNK & SRIKANTH.  
Chartered Accountants**Ketan M. Shah**  
Managing Director**Shailesh A. Shah**  
Director**(N. K. TAUNK)**  
Partner  
BHILAI: 10th August 2012**Varsha Sahbani**  
Company Secretary  
MUMBAI: 10th August 2012

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2012**

	2011-2012 Rs. in lacs	2010-2011 Rs. in lacs
<b>A. Cash Flow from Operating Activities</b>		
Net Profit before Tax and Extra-Ordinary items	1,589.25	1,934.42
Adjustments for:		
- Depreciation	528.92	461.69
- Interest expenses	1,292.66	817.33
- (Profit)/Loss on Sale of Assets	(1.04)	(8.38)
- Dividend Income	(0.40)	(0.22)
- Agricultural Income	(4.50)	-
Operating Profit before Working Capital Changes	3,404.89	3,204.84
Adjustment for:		
Inventories - (Increase) / Decrease	(1,199.34)	(2,060.64)
Trade Receivables - (Increase) / Decrease	314.91	(967.97)
Other Receivables - (Increase) / Decrease	(535.67)	(365.34)
Trade & Other Payables - Increase / (Decrease)	1,023.87	1,826.01
Cash generated from Operations	3,008.66	1,636.90
Direct Taxes (incl FBT) paid	(534.92)	(419.73)
Cash Flow before Extra Ordinary Items	2,473.74	1,217.17
Net Prior Year Adjustments	(1.41)	(0.74)
Net Cash generated from Operating Activities	A 2,472.33	1,216.43
<b>B. Cash Flow from Investing Activities</b>		
Purchase of Fixed Assets	(2,316.51)	(1,684.48)
Sale of Fixed Assets	1.53	16.93
Dividend Received	0.40	0.22
Agricultural Income	4.50	-
Purchase of Long Term Investments	(0.52)	(5.00)
Net Cash used in Investing Activities	B (2,310.60)	(1,672.33)
<b>C. Cash Flow from Financing Activities</b>		
Borrowings from Bank (Short Term)	(27.39)	764.21
Proceeds from Bank Borrowings (Long Term)	1,568.50	(1.14)
Repayment of Bank Borrowings (Long Term)		
Other Borrowings - Increase / (Decrease)	(246.65)	533.58
Interest Paid	(1,199.80)	(742.35)
Dividend Paid	(144.18)	(129.48)
Dividend Tax Paid	(24.27)	(22.88)
Net Cash from Financing Activities	C (73.79)	401.94
<b>Net Increase in Cash &amp; Cash Equivalents (A+B+C)</b>	87.94	(53.96)
<b>Cash &amp; Cash Equivalent as on 1st April, 2011</b>	307.87	361.83
<b>Cash &amp; Cash Equivalent as on 31st March, 2012</b>	395.81	307.87

Note:- Cash Flow Statement has been prepared under the indirect method as set out in the Accounting Standards(AS-3) "Cash Flow Statements" as specified in the Companies (Accounting Standards) Rules, 2006.

In terms of our report of even date

For and on behalf of the Board

For M/s TAUNK & SRIKANTH.  
Chartered Accountants

**Ketan M. Shah**  
Managing Director

**Shailesh A. Shah**  
Director

**(N. K. TAUNK)**  
Partner  
BHILAI: 10th August 2012

**Varsha Sahbani**  
Company Secretary  
MUMBAI: 10th August 2012



## Notes on Financial Statements for the year ended 31st March, 2012

### NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES

#### a. Basis of Accounting

The Company follows the mercantile system of accounting and recognises income and expenditure on accrual basis except those with significant uncertainties.

#### b. Revenue Recognition

Sale Revenue represents revenue earned (net of returns, discount and allowances) from the sale of products & services. Sale revenue is recorded when the goods are despatched.

#### c. Capital Subsidy

Amount received as capital subsidy from the government for setting up an industrial undertaking in a backward area is credited to Capital Reserve.

#### d. Fixed Assets & Depreciation

##### Gross Block

\* All fixed assets except Land, Building and Plant & Machinery acquired before 1992 are stated at cost. Fixed Assets which are revalued by the company are stated at their revalued book value. The increase in the revalued amount over their historical cost has been credited to Revaluation Reserve.

All costs, relating to the acquisition and installation of fixed assets are capitalised and include financing costs relating to borrowed funds attributable to construction or acquisition of fixed assets upto the date the industrial unit started production.

##### Depreciation

\* The Company provides depreciation under written down value method (at rates prescribed under Schedule XIV of Companies Act, 1956) except in the case of Building and Plant & Machineries in which case depreciation is provided as per straight line method pursuant to section 205(2)(b) of Companies Act, 1956.

\* In the case of revalued assets, the additional charge of depreciation pertaining to revaluation amount is withdrawn from the Revaluation Reserve and adjusted to the depreciation charged in accounts.

\* Depreciation on addition to or sale/discardment of assets is calculated prorata from the date of such additions or upto the date of sale/discardment as the case may be.

\* Intangible Assets are stated at cost of acquisition less accumulated amortisation. Computer Software (Purchase cost, User licence fees etc.), Technical Know-how are amortised over a period of 4 years. Amortisation is done on Straight Line Method.

#### e. Impairment of Assets

An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value. An impairment loss is charged to the Profit & Loss A/c in the year in which the asset is identified as impaired.

#### f. Investments

Investments are stated at cost. Provision for diminution in the value of the long term investments are made only if in the opinion of the management, the decline is other than temporary.

#### g. Inventory

\* Raw and Packing Materials are valued at cost or market value whichever is lower. Cost includes taxes and duties other than credits under CENVAT.

\* Finished and Semi finished goods are valued at lower of cost and net realisable value. They include cost of conversion and other costs incurred in bringing them to their present condition. Stock against cancelled orders or without any sale orders are suitably depreciated as market value is not ascertainable

#### h. Borrowing Cost

Borrowing costs that are attributable to the acquisition, production or construction of qualifying assets are



capitalised as part of the cost of such assets. A qualifying asset is an asset that necessarily takes a substantial period of time to get ready for its intended use or sale. All other borrowing costs are recognised as an expense in the period in which they are incurred.

**i. Excise & Customs Duty**

- \* Excise duty payable on the finished goods is accounted for on the clearance of goods from the factory and the liability is provided at the end of the year only on the finished goods stock lying in the factory.
- \* Customs duty is accounted for on the clearance of goods from the port / bonded warehouse and the liability of the same is provided at the end of the year on rawmaterial stock in custom bonded warehouse or under clearance.
- \* CENVAT allowed on the raw material consumed in production of finished goods and in semi finished goods is reduced in material consumption.

**j. Foreign Exchange Transactions**

- \* Transactions in foreign currencies are recorded at the exchange rates prevailing on the date of the transaction or at the exchange rates as per related forward exchange contracts. Transactions not covered by forward exchange rate and outstanding at the year end are also translated at exchange rates prevailing at the year end and the profit / loss so determined and also the realised exchanged gains / losses are recognised in the Profit & Loss account.
- \* Exchange differences arising either on settlement or on translation of monetary items are recognised as income or expenses in the year in which they arise, except in cases where they relate to acquisition of fixed assets in which case they are adjusted in the carrying cost of fixed assets.

**k. Retirement Benefits**

- \* The Company has taken a policy under Group Gratuity Scheme with the Life Insurance Corporation of India. The company is liable to make up for the contribution in case funds in the hands of the trustees are insufficient to meet the actual claims of the employees under the rules of the fund.
- \* Leave Encashment is accounted for on actual payment.

**l. Export incentives are accounted for on cash basis**

**m. Research and Development Expenditure**

Revenue Expenditure, including overhead on research and development, is charged to profit & loss a/c as expenditure through the natural heads of expenses in the year in which it is incurred.

**n. Miscellaneous Expenditure (to the extent not written off or adjusted)**

- \* Share Issue expenses is written off in ten yearly instalments.

**o. Taxation**

- \* Provision for taxation is made in accordance with the income tax laws and rules prevailing at the time of the relevant assessment years.
- \* Deferred tax liability is recognised for all timing differences being the differences between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. It is quantified using the tax rates and laws enacted or substantively enacted as on Balance Sheet date.
- \* Deferred tax assets are recognised 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 realised.
- \* Wealth Tax is accounted for at the time of actual payment by debit to Prior Year Expenses in the year of payment and no provision is made in the accounts for the same.

**p. Provisions & Contingent Liabilities**

Provisions are recognised in the accounts in respect of present probable obligations, the amount of which can be reliably estimated.

Contingent Liabilities are disclosed in respect of possible obligations that arise from past events but their existence is confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the company.





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NOTE 2 - SHARE CAPITAL				As at 31.03.2012 Rs. in lacs	As at 31.03.2011 Rs. in lacs
a)	AUTHORISED : 7500000 Equity Shares of Rs. 10/- each.			750.00	750.00
		<b>TOTAL :</b>		750.00	750.00
b)	ISSUED : 6093000 Equity Shares of Rs. 10/- each.			609.30	609.30
		<b>TOTAL :</b>		609.30	609.30
c)	SUBSCRIBED & PAID UP : 5984200 Equity Shares of Rs. 10/- each.			598.42	598.42
		<b>TOTAL :</b>		598.42	598.42
d)	Rights of shareholders: The Company has only one class of equity shareholders. Each holder is entitled to one vote per share. The Company declares and pays dividends in Indian Rupees. The dividend proposed by the Board of Directors is subject to the approval by the shareholders at the ensuing Annual General Meeting. In the event of liquidation, the shareholders of equity shares are eligible to receive the remaining assets of the company after distribution of all preferential amounts, in proportion to their shareholdings.				
e)	Reconciliation of the shares outstanding at the beginning and at the end of the year				
		<b>2012</b>		<b>2011</b>	
		<b>No. in Lacs</b>	<b>Rs. in lacs</b>	<b>No. in Lacs</b>	<b>Rs. in lacs</b>
	At the beginning of the year	59.84	598.42	59.84	598.42
	At the end of the year	59.84	598.42	59.84	598.42
f)	Shareholders holding more than 5% shares in the company				
		<b>2012</b>		<b>2011</b>	
	<b>Name</b>	<b>Shares held</b>	<b>% of Holding</b>	<b>Shares held</b>	<b>% of Holding</b>
	Ketan M Shah	485,450	8.11%	434,550	7.26%
	Shailesh A Shah	345,763	5.78%	345,763	5.78%
	Amrit A Shah	697,826	11.66%	697,826	11.66%
	Prabha M Shah	696,600	11.64%	696,600	11.64%

## NOTE 3 - RESERVES &amp; SURPLUS

A.	Capital Reserves :				
	As per last financial statements			6.25	6.25
B.	Revaluation Reserve :				
	As per last financial statements			397.47	452.80
	Less: Transfer to Profit & Loss A/c		49.02	397.47	452.80
				49.02	55.33
				348.45	397.47
C.	Share Premium Account :				
	As per last Balance Sheet			511.12	511.12
D.	General Reserve :				
	As per last Balance Sheet			3,000.00	2,500.00
	Add : Transfer from Profit & Loss A/c			1,000.00	500.00
				4,000.00	3,000.00
E.	Profit & Loss Account				
	As per last Balance Sheet			2,006.16	1,438.79
	Add: Profit for the year			1,058.03	1,295.95
	Less: Appropriation				
	- Prior Period Adjustments			17.67	54.71
	- Proposed Dividend @ 25% (25%)			149.61	149.60
	- Tax on Proposed Dividend			24.27	24.27
	- Transfer to General Reserve			1,000.00	500.00
				1,191.55	728.58
				1,872.64	2,006.16
	<b>TOTAL :</b>			6,738.46	5,921.00



<b>NOTE 4 - LONG TERM BORROWINGS</b>				<b>As at 31.03.2012 Rs. in lacs</b>	<b>As at 31.03.2011 Rs. in lacs</b>
	Secured				
	Term Loan - from banks			2,342.75	1,315.37
	Vehicle Loans - from banks			22.17	13.86
	<b>TOTAL :</b>			<b>2,364.92</b>	<b>1,329.23</b>

1) Term Loans from Banks (State Bank of India (SBI) Bank of Baroda (BOB) & Axis Bank (Axis)) are secured by 1st Pari Passu charge by way of Equitable Mortgage of factory leasehold land located at Bhilai and Urla including hypothecation of Plant & Machineries and entire existing and proposed Fixed Assets of the company and 2nd Pari-passu charge on the entire Current Assets of the company by way of hypothecation/pledge.

2) Vehicle Loans from Banks are secured by Hypothecation of respective vehicles purchased under the loan.

<b>NOTE 5 - DEFERRED TAX LIABILITIES (NET)</b>					
	Deferred tax liabilities Tax effect due to - Difference between written down value of assets under the Companies Act, 1956 and the Income Tax Act, 1961.			773.20	647.51
	<b>TOTAL</b>			<b>773.20</b>	<b>647.51</b>
	Deferred tax assets Tax effect due to - Expenses allowable on payment basis			9.73	9.59
	<b>TOTAL</b>			<b>9.73</b>	<b>9.59</b>
	Net Deferred Tax Liability			763.47	637.92
	Net Deferred Tax expense for the year			125.55	

<b>NOTE 6- OTHER LONG TERM BORROWINGS</b>					
	Unsecured Loans from Directors			251.01	326.36
	Unsecured Loans from Companies			969.08	1,143.41
	Security Deposits			11.13	8.11
	<b>TOTAL :</b>			<b>1,231.22</b>	<b>1,477.88</b>

<b>NOTE 7 - SHORT TERM BORROWINGS</b>					
	Secured				
	Cash Credit - from banks			1,435.22	3,023.40
	Working Capital Demand Loan - from banks			2,550.69	639.89
	Stand-by Line of Credit			50.00	500.00
	Export Packing Credit			100.00	-
	Un-Secured				
	Overdrawn Bank Balance			-	0.18
	<b>TOTAL :</b>			<b>4,135.91</b>	<b>4,163.47</b>

1) Cash credit, WCDL, Stand-by line of credit & Export Packing credit facility from Banks (State Bank of India (SBI), Bank of Baroda (BOB) and Axis Bank) under Cash Credit facilities are secured by 1st Pari Passu charge by way of Hypothecation / Pledge of entire Current Assets including Raw-Materials, Stock-in-Process, Finished Goods, Stores & Spares at factory premises or such other places as may be approved by bank and assignment of Book Debts both present and future and 2nd Pari-passu charge on the entire Fixed Assets (existing & proposed) of the company by way of hypothecation/mortgage.



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<b>NOTE 8 - TRADE PAYABLES</b>				<b>As at 31.03.2012 Rs. in lacs</b>	<b>As at 31.03.2011 Rs. in lacs</b>
	Sundry Creditors			4,055.47	2,905.47
	<b>TOTAL :</b>			4,055.47	2,905.47

There are no Micro, Small & Medium Enterprises, to whom the Company owes dues, which are outstanding for more than 45 days as at 31st March, 2012. This information as required to be disclosed under the Micro, Small and Medium Enterprise Development Act, 2006 has been determined to the extent such parties have been identified on the information available with the Company.

<b>NOTE 9 - OTHER CURRENT LIABILITIES</b>					
	Current Maturities of Long Term Borrowings			1,050.00	530.05
	Vehicle Loans - from banks			24.08	11.22
	Accrued Interest on Long Term Borrowings - Banks			66.83	31.12
	Accrued Interest on Long Term Borrowings - Others			169.22	112.06
	Advances from Customers			1,018.59	838.69
	Liabilities for Expenses			773.36	1,134.76
	Other Liabilities			212.00	156.46
	Unpaid Dividend *			24.11	18.68
	<b>TOTAL :</b>			3,338.19	2,833.04

\* There is no amount due and outstanding to be paid to the Investor Education and Protection Fund as at 31st March, 2012. As informed by management these amounts shall be paid to the said fund as and when they become due.

<b>NOTE 10 - SHORT TERM PROVISIONS</b>					
	Tax Provision net of Payments			115.61	231.44
	Proposed Dividend			149.61	149.60
	Tax on Dividend			24.27	24.27
	Provision for Wealth Tax			0.67	0.62
	<b>TOTAL :</b>			290.16	405.93



**NOTE 11 - FIXED ASSETS :**

Particulars	GROSS BLOCK			DEPRECIATION			NET BLOCK		
	As on 31.03.2011	Additions/ Adjustments during the year	Deductions/ Adjustments during the year	Total as on 31.03.2012	Up to 31.03.2011	Adjustments /Deductions during the year	Total upto 31.03.2012	As on 31.03.2011	As on 31.03.2012
<b>Tangible Assets:</b>									
Land	559.72	27.63	-	587.35	-	-	-	559.72	587.35
Building	2,701.91	108.96	-	2,810.87	873.48	-	955.28	1,828.43	1,855.59
Plant & Machinery	7,511.51	1,520.80	40.00	8,992.31	3,327.11	45.16	3,611.16	4,184.40	5,381.15
Mould Boxes	1,008.19	118.90	-	1,127.09	860.83	-	929.21	147.36	197.88
Patterns	994.29	-	-	994.29	965.92	-	974.43	28.37	19.86
Office Equipments	78.80	6.35	1.02	84.13	42.49	0.53	47.51	36.31	36.62
Furniture & Fixtures	83.44	6.55	-	89.99	55.09	-	60.96	28.35	29.03
Computers	180.84	20.00	-	200.84	161.92	-	173.94	18.92	26.90
Vehicles	331.09	87.47	-	418.56	192.54	-	244.57	138.55	173.99
Jigs & Fixtures	0.25	-	-	0.25	0.25	-	0.25	-	-
<b>Sub-total</b>	<b>13,450.04</b>	<b>1,896.66</b>	<b>41.02</b>	<b>15,305.68</b>	<b>6,479.63</b>	<b>45.69</b>	<b>6,997.31</b>	<b>6,970.41</b>	<b>8,308.37</b>
<b>Intangible Assets:</b>									
Software	13.11	53.47	-	66.58	10.41	-	24.98	2.70	41.60
Know-how	70.25	-	-	70.25	70.25	-	70.25	-	-
Sub-total	83.36	53.47	-	136.83	80.66	-	95.23	2.70	41.60
<b>TOTAL : Rs.</b>	<b>13,533.40</b>	<b>1,950.13</b>	<b>41.02</b>	<b>15,442.51</b>	<b>6,560.29</b>	<b>45.69</b>	<b>7,092.54</b>	<b>6,973.11</b>	<b>8,349.97</b>
Prev. Year : Rs.	11,910.13	1,672.14	48.87	13,533.40	6,083.60	40.33	6,560.29	5,826.53	6,973.11
Capital Work in Progress :									
Building								27.02	303.52
Plant & Machinery								-	182.20
								27.02	485.72
<b>GRAND TOTAL</b>								<b>7,000.13</b>	<b>8,835.69</b>



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<b>NOTE 12 - NON-CURRENT INVESTMENTS</b>				<b>As at 31.03.2012 Rs. in lacs</b>	<b>As at 31.03.2011 Rs. in lacs</b>
<b>LONG TERM INVESTMENTS</b>					
a)	Trade Investment : Simplex Mash - (Note below)			0.52	-
b)	Non Trade Investment : Quoted (Fully paid equity shares) 7200 Equity Shares of Rs. 10/- each of Industrial Development Bank of India. (Incl 2700 Bonus) (M.V. as on 31.03.2012 Rs. 7.54 lacs - previous year Rs. 10.26 lacs )			5.85	5.85
c)	Investment in Mutual Funds SBI MF - Magnum Comma Fund 24956 Units of Rs. 10/ each. (M.V. as on 31.03.2012 Rs. 5.25 lacs - previous year Rs.6.02 lacs )			2.74	2.74
	SBI MF - PSU Fund 50000 Units of Rs. 10/ each. (M.V. as on 31.03.2012 Rs. 4.22 lacs - previous year Rs. 4.92 lacs )			5.00	5.00
d)	In Government Securities : Unquoted 7 years National Saving Certificates deposited with Superintendent, Central Excise, Bhilai.			0.30	0.30
	NSC deposited with Sales Tax Dept. S. R. Post Master, Raipur			0.05	0.05
				0.01	0.01
<b>TOTAL :</b>				14.47	13.95

## Notes:

Simplex Mash is a subsidiary, registered as a limited liability partnership (LLP), in Temirtau City, Kazakhstan. Also refer clause (e) of Note 33.

<b>NOTE 13 - LONG TERM LOANS &amp; ADVANCES</b> (unsecured & considered good)					
	Capital Advances			309.83	402.16
	Loans & Advances to Related Parties			146.84	131.99
	Other Deposits (S.D.)			247.36	205.90
	Other Loans & Advances - Tax Payment net of Provisions - Other Advances			- 110.31	7.94 35.55
<b>TOTAL :</b>				814.34	783.54
<b>NOTE 14 - LONG TERM TRADE RECEIVABLE</b> (unsecured & considered good)					
	Long Term Trade Receivables			885.14	742.62
<b>TOTAL :</b>				885.14	742.62



<b>NOTE 15 - INVENTORIES.</b> (At lower of cost & net realisable value)				<b>As at 31.03.2012 Rs. in lacs</b>	<b>As at 31.03.2011 Rs. in lacs</b>
	a) Raw-materials, Components, Stores & Spares			2,348.98	2,130.24
	b) Semi-finished goods			2,956.14	1,832.18
	c) Finished goods			649.38	1,054.22
	d) Works Contract in Progress			261.48	-
	<b>TOTAL :</b>			<b>6,215.98</b>	<b>5,016.64</b>
<b>NOTE 16 - TRADE RECEIVABLE</b> (unsecured & considered good)					
	a) Due over six months			391.22	239.69
	b) Other Debts			4,590.40	5,199.36
	<b>TOTAL :</b>			<b>4,981.62</b>	<b>5,439.05</b>
<b>NOTE 17 - CASH AND CASH EQUIVALENTS</b>					
	Cash on hand			3.84	3.39
	Balance with Banks				
	- in current account			39.96	15.59
	- in time deposit *			327.90	270.21
	- in Unclaimed Dividend Accounts			24.11	18.68
	<b>TOTAL :</b>			<b>395.81</b>	<b>307.87</b>
* Time Deposits with the Banks are endorsed and pledged with State Bank of India, Bank of Baroda & Axis Bank towards :					
	i) Security for Bank Guarantees against EMD/Performances/Advances			176.64	166.58
	ii) Margin Money for Letter of Credit			151.26	103.63
	<b>TOTAL :</b>			<b>327.90</b>	<b>270.21</b>
<b>NOTE 18-SHORT TERM LOANS &amp; ADVANCES</b> (unsecured & considered good)					
	Loans & Advances to Related Parties			4.43	32.16
	Balance with Excise/Sales Tax Dept.			265.40	187.52
	Other Loans & Advances			1,066.76	710.20
	<b>TOTAL :</b>			<b>1,336.59</b>	<b>929.88</b>



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<b>NOTE 19 - OTHER CURRENT ASSETS</b>				<b>As at 31.03.2012 Rs. in lacs</b>	<b>As at 31.03.2011 Rs. in lacs</b>
	Interest Accrued on Deposits (Banks & Others)			32.08	38.68
	Interest Accrued on Investments			4.50	-
	<b>TOTAL :</b>			36.58	38.68

<b>NOTE 20 - REVENUE FROM OPERATIONS :</b>					
	Sale of Products			23,118.65	21,600.74
	Job Contract Receipts (TDS Rs. 12,88 lacs Pre. Yr. 2.31 lacs )			338.52	95.38
	Works Contract Receipt (TDS Rs. 2.79 lacs - Pre. Yr. Rs. 4.94 lacs )			582.80	635.05
				24,039.97	22,331.17
	Less: Excise Duty/Service Tax			2,294.97	1,983.84
	<b>TOTAL :</b>			21,745.00	20,347.33

Sales include sales of scrap & raw-materials. Sale of goods and job work receipts are exclusive of :

- Sales Tax Rs. 707.56 lacs (Prev. Year Rs. 662.03 lacs )

<b>PARTICULARS OF PRODUCT SOLD</b>					
	C.I. Castings and Equipments			6,062.56	5,616.57
	Steel, SG Iron & Special Alloy Castings			12,816.92	11,046.08
	Fabricated Equipments			1,614.15	1,816.58
	MS / Forging quality Ingots			207.87	863.98
	Works Contract & Job Contract Receipts			921.32	730.43
	Others			122.18	273.69
	<b>TOTAL :</b>			21,745.00	20,347.33

<b>NOTE 21 - OTHER INCOME :</b>					
	Miscellaneous Receipts			25.32	13.94
	Dividend Income (Gross)			0.40	0.22
	Profit on Sale of Assets			1.04	8.38
	Exchange Rate Fluctuation			14.79	-
	Interest (Gross) (TDS Rs. 4.72 lacs - Pre. Yr. Rs. 6.12 lacs )			47.42	46.41
	Agricultural Income			4.50	-
	Sale of DEPB Licence			13.73	25.09
	<b>TOTAL :</b>			107.20	94.04





<b>NOTE 22 - COST OF MATERIALS CONSUMED :</b>			<b>2011-2012 Rs. in lacs</b>	<b>2010-2011 Rs. in lacs</b>
Inventories (at Commencement)			2,130.24	1,249.53
Add : Purchase (TCS Rs. 0.01 lac - Pre. Year. Rs. 0.20 lacs )			13,078.41	12,951.61
			15,208.65	14,201.14
Less: Inventories (at Close)			2,348.98	2,130.24
<b>NET CONSUMPTION</b>			<b>12,859.67</b>	<b>12,070.90</b>

<b>PARTICULARS OF MATERIALS CONSUMED :</b>				
Iron Scrap (incl. Pig Iron & Sponge Iron)			2,279.91	1,937.31
Steel Scrap			3,053.37	3,065.72
Steel			983.40	718.69
Coke			154.40	104.97
Other Components etc.			6,388.59	6,244.21
			<b>12,859.67</b>	<b>12,070.90</b>

**NOTE 23 - CHANGES IN INVENTORIES OF FINISHED GOODS  
STOCK-IN-PROCESS & STOCK-IN-TRADE :**

Inventories (at Close)				
- Semi Finished goods			2,956.14	1,832.18
- Finished goods			649.38	1,054.22
- Works Contract in Progress			261.48	-
			<b>3,867.00</b>	<b>2,886.40</b>
Inventories (at Commencement)				
- Semi Finished goods			1,832.18	1,225.97
- Finished goods			1,054.22	480.50
			<b>2,886.40</b>	<b>1,706.47</b>
<b>NET (INCREASE)/DECREASE :</b>			<b>(980.60)</b>	<b>(1,179.93)</b>

**NOTE 24 - EMPLOYEE BENEFITS EXPENSE :**

Salaries, Wages & Bonus			1,193.47	980.26
Contribution to PF & FPF			55.52	43.39
Gratuity			20.48	174.35
Welfare Expenses			81.73	75.01
		<b>TOTAL :</b>	<b>1,351.20</b>	<b>1,273.01</b>



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<b>NOTE 25 - FINANCE COST :</b>			<b>2011-2012</b>	<b>2010-2011</b>
			<b>Rs. in lacs</b>	<b>Rs. in lacs</b>
Interest Expenses				
- On Bank Borrowings			1,099.71	689.57
- On Others			192.95	127.76
			1,292.66	817.33
Other Borrowing costs			198.35	153.87
		<b>TOTAL :</b>	1,491.01	971.20
<b>NOTE 26 - DEPRECIATION &amp; AMORTISATION EXPENSES :</b>				
Depreciation and Amortisation			577.94	517.02
Less: Transfer from Revaluation Reserve			49.02	55.33
		<b>TOTAL :</b>	528.92	461.69
<b>NOTE 27 - OTHER EXPENSES :</b>				
Testing / Laboratory Charges			30.24	82.69
Off Loading/Contract Labour Charges			1,744.70	1,566.93
Power & Fuel			1,261.69	1,107.79
Freight/Forwarding/Handling Charges			546.43	480.52
Repairs & Maintenance				
Buildings		44.53		59.70
Plant & Machinery		265.02		199.95
Vehicles		87.05		59.22
Other Assets		67.56		66.30
			464.16	
Works Contract Expenses			-	47.56
Rent, Rates & Taxes			82.71	66.67
Insurance			43.83	32.89
Prining/Stationery/Postage/Telephone etc.			46.59	41.98
Legal/Professional/Consultancy Fee.			84.55	106.64
Advertisement/Sales Promotion/Subscription/Membership			53.48	22.60
Donation			56.63	2.54
Travelling & Conveyance Expenses			186.50	184.25
Commission			122.34	114.70
Payment to Auditors :				
- Audit Fees		3.75		2.75
- For Tax Audit		0.25		0.25
- Other Services		0.54		0.54
- Out of Pocket Expenses		0.04		0.03
			4.58	3.57
Directors Remuneration			168.84	165.24
Sales Tax / Excise Duty / Service Tax			44.48	70.39
Miscellaneous Expenses			8.88	16.76
Liquidated Damages (Net)			62.12	310.31
Exchange Rate Fluctuation			-	100.89
Loss on Sale of Assets			-	-
		<b>TOTAL :</b>	5,012.75	4,910.09



<b>NOTE 28 - CONTINGENT LIABILITIES :</b>			<b>As at 31.03.2012</b>	<b>As at 31.03.2011</b>
a)	Bank Guarantees (Time deposits pledged with banks agst. Above)		2,546.08 176.64	2,276.28 166.58
b)	Letters of Credit		3,025.21	2,072.63
c)	Excise/Service Tax matters		0.80	2.52
d)	Income Tax matters		158.43	477.72
f)	Penalties for late deliveries / liquidated damages in respect of contracts are accounted for as and when claims are received and accepted. Aggregate amount of possible claims as at the year end is not ascertained.			
g)	Pursuant to the judgement of the State Industrial Court, Raipur, on the labour case relating to strike declared in the year 1990, the Company has been directed to pay compensation to the retrenched workers amounting to Rs.82.80 lacs in total. However the company has obtained a stay against the said order from the High Court, Bilaspur vide order dated 28.11.2001, on account of a petition contending the order which is yet to be heard. Since the management is hopeful of favourable decision, no provision has been made in the accounts for the said liability of Rs. 82.80 lacs.			
h)	Pursuant to the interim judgement of the Honourable High Court, Bilaspur in the case relating to levy of Terminal Tax by Municipal Corporation, Bhilai, the Company has been directed to deposit 50% of the tax demand for the period upto 31st December, 2001 subject to which the balance 50% has been stayed. Accordingly the company deposited Rs.5.83 lacs on 14.02.02. However the said amount covers about 50% of the full liability (100%) upto 31.03.2005. The petition is yet to be heard. However from 2005-2006 onwards the company is making a provision / payment only for 50% of the tax liability for the respective year on the basis of the interim judgement. Since the management is hopeful of favourable decision no provision is being made in the accounts for the balance 50% of the liability.			

<b>NOTE 29 - INFORMATION REGARDING EXPORTS &amp; IMPORTS &amp; OTHER MATTERS</b>			<b>2011-2012 Rs. in lacs</b>	<b>2010-2011 Rs. in lacs</b>
1.	Earnings in Foreign Currency : - FOB value of Exports		648.60	723.05
2.	Value of Imports on CIF basis : - Raw materials & components		140.03	271.86
	- Capital Goods (Including under Install. & Capital Adv)		1,180.71	495.69
3.	Value of imported & indogenous raw material & components consumed:			
	- Imported at landed cost		166.74	551.87
	- Indegenously obtained (steel castings, forgings and bought-out spares, components & stores etc.)		12,692.93	11,519.03
	Percentage to total consumption:			
	- Imported		1.30%	4.57%
	- Indigenously obtained		98.70%	95.43%



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<b>NOTE 30 - EXPENDITURE IN FOREIGN CURRENCY</b> (subject to deduction of tax where applicable)				<b>2011-2012</b> <b>Rs. in lacs</b>	<b>2010-2011</b> <b>Rs. in lacs</b>
a)	Travelling Expenses			16.82	19.81
b)	Export Promotion Expenses			27.70	4.90
c)	Advertisement			3.78	2.90
d)	Licence & Registration			3.35	3.20
e)	Machinery Repairs & Maintenance			2.61	4.00
f)	Interest			64.56	122.69
g)	Commission & Brokerage			-	38.82
h)	Professional Service Charges			-	23.34
i)	Books & Periodicals			-	0.17

**NOTE 31 - EARNINGS PER SHARE**

Profit after Tax (Rs. in lacs)			1,058.03	1,295.95
Weighted average number of equity shares out-standing during the year.			5984200	5984200
Basic earnings per share - Rupees (face value - Rs. 10/- per share.)			17.68	21.66
Diluted earnings per share - Rupees (face value - Rs. 10/- per share.)			17.68	21.66

**NOTE 32 - RELATED PARTY DISCLOSURE****Disclosure of related party transactions as per Accounting Standard - 18.**

a)	<u>Related party and their relationship</u>  <u>Subsidiary</u> - Simplex Mash LLP  <u>Associates:</u> - Sangam Forgings Pvt. Ltd. - Prabha Plantations Pvt. Ltd. - Sim Prabha Estates & Trading Co. Pvt. Ltd. - Sim Amrit Estates & Trading Co. Pvt. Ltd. - Simplex Developers Pvt. Ltd. - SEFW Projects Pvt. Ltd.  Key Management Personnel: - Shri Arvind Shah - Shri Ketan M. Shah - Shri Shailesh A. Shah - Shri G Gopalswamy.  Relatives of Key Management Personnel: - Smt. Prabha M. Shah - Smt. Monica S. Shah - Smt. Sangeeta K. Shah - Smt. Vinoda Gopalswamy - Shri G. Praveen.				
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b)	Transaction with Related Parties	Subsidiar-ies	Associates	Key Man-agement Personnel	Relative of key Management Personnel
	Sale of Goods (inclusive of sales tax)		220.94 (971.63)		
	Interest Received		16.50 (14.83)		
	Testing Charges Receipt		5.65 (1.50)		
	Purchase of Goods		508.39 (922.01)		
	Processing of Goods (expenses)		1.00 (4.58)		
	Commission paid on order/sales		85.93 (51.73)		
	Interest paid on loans/deposits		128.42 (83.83)	40.78 (28.23)	
	Rent Paid		21.02 (26.28)		29.45 (22.58)
	Hire Charges Payment		2.40 (2.60)		
	Medical Aid				0.22 (0.19)
	Remuneration / Salary			193.30 (189.40)	10.94 (3.66)
	Sale of Fixed Assets		1.78 ( - )		
	Investments	0.52 ( - )			

c)	Balance with Related Parties	Subsidiar-ies	Associates	Key Man-agement Personnel	Relative of key Management Personnel
	Trade Receivables		293.98 (155.24)		3.47 (8.74)
	Trade & Other Payables		12.78 (52.11)		0.72 (8.74)
	Loans & Advances	0.97 ( - )	146.84 (131.99)		
	Unsecured Loans		1,097.52 (1,227.25)	291.79 (354.59)	

d)	Disclosure in respect of material transaction with related parties		2011-2012 Rs. in lacs	2010-2011 Rs. in lacs
	Sale of good	Sangam Forgings Pvt. Ltd.	220.94	971.63
	Purchase of good	Sangam Forgings Pvt. Ltd.	508.39	922.01
	Loans & Advances	Sangam Forgings Pvt. Ltd.	146.84	131.99

**NOTE 33 - OTHER NOTES**

- a) The revised Schedule VI has become effective from 1st April, 2011 for the preparation of financial statements. This has significantly impacted the disclosure and presentation made in the financial statements. Previous year's figures have been regrouped /reclassified wherever necessary to correspond with the current year classification / disclosure.
- b) Interest on Investments under lien & in custody of Govt. Departments and Export Incentives the quantum of which is un-ascertainable with reasonable certainty, continue to be accounted for on cash basis.
- c) As per the accounting policy followed by the company the valuation of Finished Goods is inclusive of excise duty. Accordingly the value of Finished Goods in Profit & Loss A/c include the amount of excise duty. Correspondingly the amount of such duty on finished goods has been debited to Excise Duty Expenses in the Profit & Loss A/c with an equivalent credit amount carried forward in the Balance Sheet under the head "Liability for Expenses". As a result the effect of the same on the profit for the year is 'Nil'.
- d) Pursuant to Accounting Standard (AS) 28, as explained to us, there being no indication of impairment of assets, no loss has been recognised on this account by the company.
- e) On 8th July, 2011, a wholly owned subsidiary 'Simplex Mash' was registered in Temirtau city, Kazakhstan, as a Limited Liability Partnership (LLP). The initial capital contribution of \$ 1,000 (Rs.51,820/) and \$ 1,868 (Rs. 96,805/-) other payments towards formation & other related expenditure has been made by Simplex Castings Ltd. No further transaction has taken place between the two entities, and Simplex Mash has not commenced its activity during the year. Accordingly no other disclosure nor the consolidated balance sheet has been made.
- f) In the opinion of the Board, the Current Assets, Loans and Advances are approximately of the value stated if realised in the ordinary course of business. The Provisions for depreciation and all known liabilities are adequate and not in excess of amount considered reasonably necessary.
- g) Trade Receivables and other debit and credit balances are subject to confirmation and reconciliation, if any.
- h) Some of the Bank Balances are subject to reconciliation and balance confirmation.

As per our attached Report

For M/s TAUNK & SRIKANTH.  
Chartered Accountants

**Ketan M. Shah**  
Managing Director

**Shailesh A. Shah**  
Director

**(N. K. TAUNK)**  
Partner  
BHILAI: 10th August 2012

**Varsha Sahbani**  
Company Secretary  
MUMBAI: 10th August 2012





# SIMPLEX CASTINGS LIMITED

Regd office: 601/602A, Off Andheri Link Road, Fair Link Road, Andheri (West) Mumbai-400 053.

## PROXY FORM

Reg. Folio No. \_\_\_\_\_ DP ID No.\* \_\_\_\_\_ Client ID No.\* \_\_\_\_\_

\*Applicable for members holding shares in electronic form.

I/We \_\_\_\_\_

of \_\_\_\_\_ being Member(s) of  
SIMPLEX CASTINGS LTD. Hereto appoint \_\_\_\_\_

of \_\_\_\_\_ or failing him/her \_\_\_\_\_

of \_\_\_\_\_ as my /our Proxy to vote for me/us and on my/our behalf at the 32nd Annual General Meeting of the Company to be held on Thursday 27th September' 2012 at 02.30 P. M. at Baba Saheb Dhaanukar hall, Maharashtra Chamber Of Commerce and Industry, Oricon House, 6th floor, 12, K. Dubhash Road, Fort, Mumbai – 400001, and at any adjournment thereof.

As witness my/our hand(s) this \_\_\_\_\_ day of \_\_\_\_\_ 2012.

Affix Rs. 1/-  
Revenue  
Stamp

Signed by the said \_\_\_\_\_

- Note:
1. The Proxy form must be deposited at the Registered Office of the Company not less than 48 hours before the meeting.
  2. Those members who have multiple folios with different proxy/holders may use xerox copies of this Attendance Slip/Proxy.

TEAR HERE

←----- TEAR HERE ----->

# SIMPLEX CASTINGS LIMITED

Regd Office: 601/602A, Fair Link Centre, Off Andheri Link Road, Andheri (West), Mumbai-400 053.

## ATTENDANCE SLIP

I hereby record my presence at the 32nd Annual General Meeting of SIMPLEX CASTINGS LTD. held on Thursday 27th September' 2012 at 02.30 P. M. at Baba Saheb Dhaanukar hall, Maharashtra Chamber Of Commerce and Industry, Oricon House, 6th floor, 12, K. Dubhash Road, Fort, Mumbai – 400001.

Full Name of Member (in Block Letters) \_\_\_\_\_ Signature \_\_\_\_\_

Reg. Folio No. \_\_\_\_\_ DP ID No.\* \_\_\_\_\_ Client ID\* No. \_\_\_\_\_

\*Applicable for members holding shares in electronic form.

\_\_\_\_\_

Full Name of Proxy (in Block Letters)

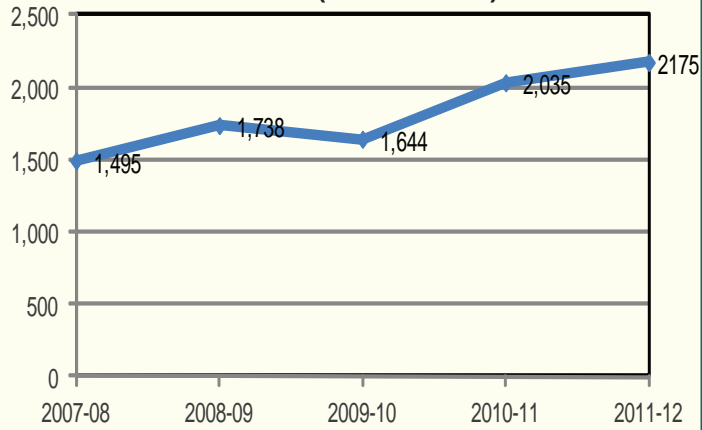
Signature

NOTE: 1. Member/Proxy holder wishing to attend the meeting must bring the Attendance Slip to the meeting.

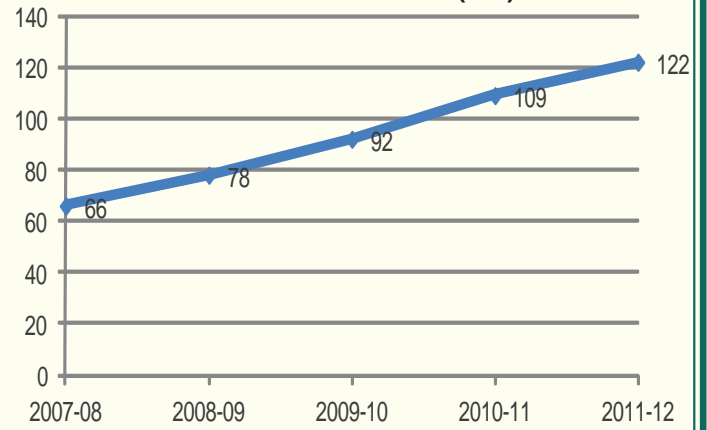
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# Financial Performance Highlights

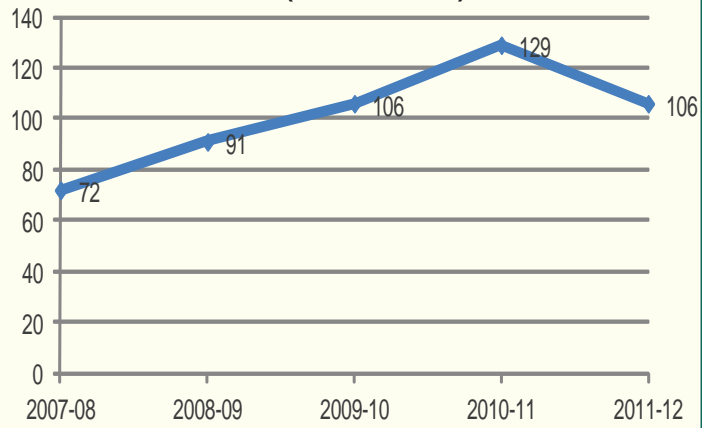
**Turnover (Rs. In Million)**



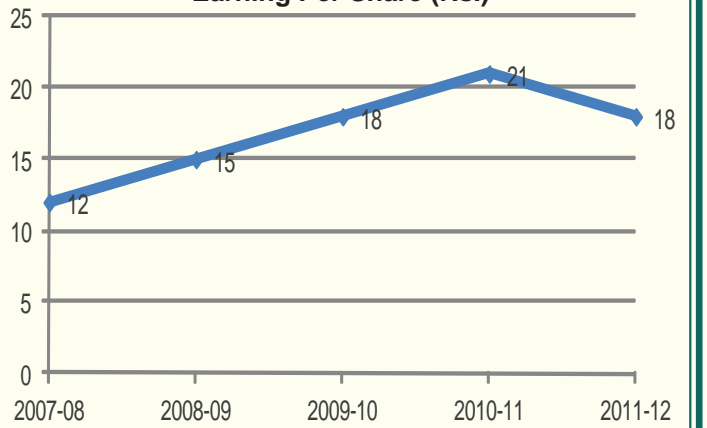
**Book Value Per Share (Rs.)**



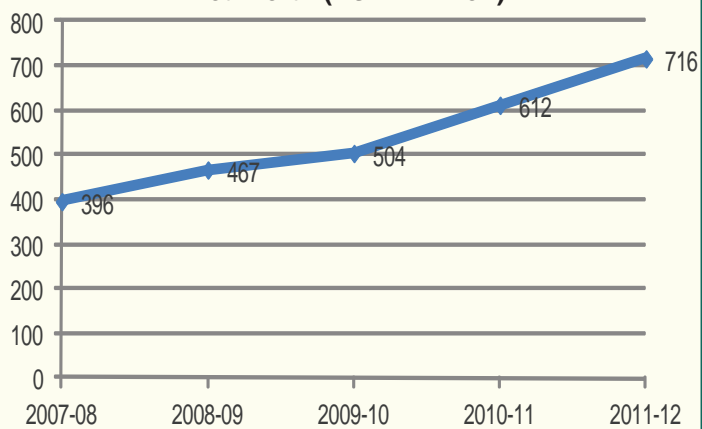
**PAT (Rs. In Million)**



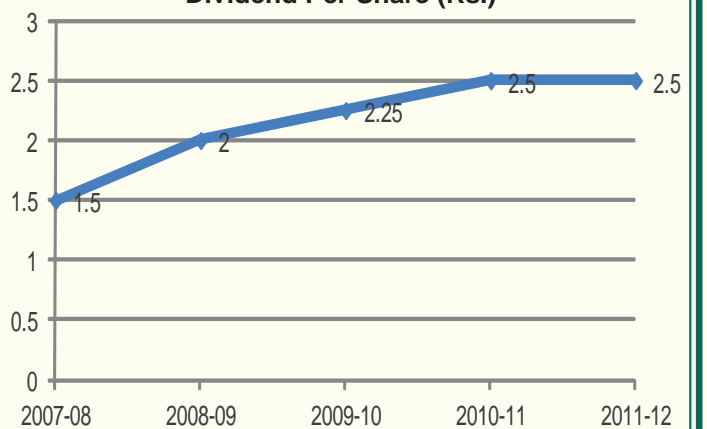
**Earning Per Share (Rs.)**



**Net Worth (Rs. In Million)**



**Dividend Per Share (Rs.)**



## BOOK POST



**SUCKER ROD PUMP**



If undelivered please return to:

**SIMPLEX CASTINGS LTD.**

**Regd. Office. :** 601/602 A, Fairlink Centre,  
Off Andheri Link Road,

Andheri (West), Mumbai - 400 053 (INDIA)

Website : [www.simplexcastings.com](http://www.simplexcastings.com)