

B.R.KHAITAN & CO.
CHARTERED ACCOUNTANTS

B.R.KHAITAN B.COM, F.C.A
GOVT. APPOINTED "ACCOUNTANT VALUER"

Telephone Off: 2269-1317

Resi: 2335 0958
3092 1230

132 COTTON STREET
KOLKATA - 700 007

AUDITORS' REPORT

The Members,
SWASTIKA CASTAL LIMITED

1. We have audited the attached Balance Sheet of SWASTIKA CASTAL LIMITED at 31st March, 2005 and the Profit and Loss Account of the Company for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the Management as well as evaluating the overall financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.
3. 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 enclose in the annexure a statement on the matters specified in paragraphs 4 and 5 of the said order.
4. Further to our comments in the annexure referred to in paragraph 3 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 such books;
 - c. The Balance Sheet and Profit & Loss Account dealt with by this report are in agreement with the books of accounts;
 - d. In our opinion the Balance Sheet and Profit & Loss Account dealt with by this comply with the Accounting Standards referred to in Sub section (3C) of Section 211 of the Companies Act, 1956;
 - e. On the basis of the written representations received from the Directors and taken on record by the Board of Directors, we report none of the Directors is disqualified as on 31st March, 2005 from being appointed as a Director u/s 274(1)(g) of the Companies Act, 1956;
 - f. In our opinion and to the best of our information and according to the explanations given to us, the said accounts together with the notes, give in 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 the Balance Sheet of the state of affairs of the Company as at 31st March, 2005 and ;
 - ii) In the case of the Profit & Loss Account of the profit of the Company for the year ended on that date.

For B. R. KHAITAN & COMPANY
CHARTERED ACCOUNTANTS



B. R. Khaitan
(B. R. KHAITAN)
PROPRIETOR

PLACE : KOLKATA
DATED : 8th September, 2005

CERTIFIED TRUE COPY
For SWASTIKA CASTAL LTD.

[Signature]
Director.

B.R.KHAITAN & CO.
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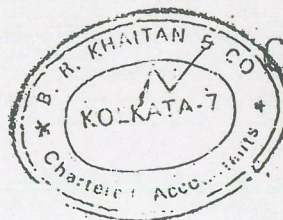
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ANNEXURE TO AUDITORS REPORT

Referred to paragraph 3 of the report of even date of the Auditors to the Members of SWASTIKA CASTAL LIMITED on the accounts for the year ended 31st March, 2005.

1. a) In our opinion the Company has maintained proper records to show full particulars including quantitative details and situation of Fixed Assets. As explained to us the fixed assets have been physically verified by the management and no discrepancies were noticed.
b) None of the Fixed Assets have been revalued during the year.
c) And no fixed assets have been disposed off during the year.
2. a) As explained to us physical verification, at reasonable intervals in respect of finished goods, stores, spare parts and raw materials have been conducted by the Management and certified by them accordingly.
b) In our opinion the procedures of physical verification of stocks followed are reasonable and adequate in relation to the size of the company and nature of its business.
c) In our opinion no significant discrepancies have been noticed on physical verification of stocks as compared to book records.
3. In our opinion and according to the information and explanations given to us, the rate of interest and other terms and conditions on which loans have been taken from the companies, firms or other parties listed in the register maintained under Section 301 of the Companies Act, 1956 are not prima facie prejudicial to the interest of the company.
4. The Company has not granted any loan secured or unsecured to companies, firms or other parties listed in the Register maintained U/s. 301 and to companies under the same management as defined U/s. 307 (1B) of the Companies Act, 1956.
5. The Company has not given interest free advances in the nature of loan to any party.
6. In our opinion the internal control procedure of the Company relating to the purchase of stores, spare parts and components raw materials, plant and machinery, equipment and other similar assets, is commensurate with the size and nature of business.
7. In our opinion and according to the information and explanations given to us (and having regard to the explanation in respect of the manner in which) the transactions and purchase of goods and materials and services and sale of goods and materials made in pursuance of contracts of arrangement entered in the register maintained under Section 301 and aggregating during the year to Rs. 5 Lacs. or more in respect of each party have been made at prices which are reasonable, except where no alternative quotation are available, having regard to prevailing market prices for such goods, materials or services or the prices of which transaction for similar goods or services have been made with other parties.
8. All unserviceable damaged stores and raw materials are determined and have been properly dealt within the accounts.
9. The company has not accepted any deposits from the public and the provisions of Section 58A of the Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975 does not apply.



CERTIFIED TRUE COPY

SWASTIKA CASTAL LTD.

A handwritten signature in dark ink, appearing to be "S. S. Saha", written over the printed name of the company.

10/05/05

B.R.KHAITAN & CO.
CHARTERED ACCOUNTANTS

B.R.KHAITAN B.COM, F.C.A
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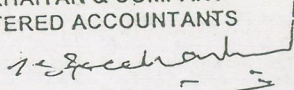
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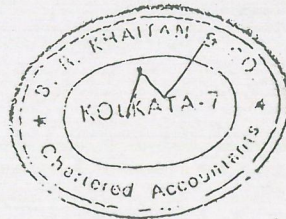
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10. In our opinion the company has an internal audit system commensurate with the size and nature of its business.
11. The company is regularly depositing the Provident Fund and Employees' State Insurance dues with the appropriate authority.
12. No maintenance of cost, record or audit has been prescribed by the Central Government U/s. 209(1)(d) of the Companies Act, 1956.
13. According to the information and explanation given to us, no undisputed amounts payable in respect of Income Tax, Wealth Tax, Sales Tax, Custom Duty, Excise Duty were outstanding as at 31.03.2005 for a period of more than six months from the date they become payable.
14. According to the information and explanations given to us, no personal expenses of Directors or Employees have been charged to Profit & Loss Account, other than those payable under contractual obligations or in accordance with generally accepted business practice.
15. The company is not a sick industrial unit within the meaning of Clause (o) of Sub-Section 91 of Section 3 of the Sick Industrial Companies (Special provision) Act, 1985.
16. According to the records of the Company, the Company neither have any accumulated losses at the end of the financial year nor it has incurred any cash loss during the financial year covered by our audit.
17. Based on the audit procedures performed and information and explanation given by the management, we report the company has not defaulted in repayment of dues to financial institution and banks.
18. Based on the audit procedures performed and representation obtained from the management the we report that no case of fraud on or by the company have been noticed or report during the year under audit.
19. No other provision of the said order are applicable to the company.

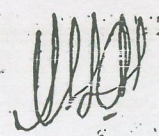
For B. R. KHAITAN & COMPANY
CHARTERED ACCOUNTANTS


(B. R. KHAITAN)
PROPRIETOR

PLACE : KOLKATA
DATED : 8th September, 2004



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SWASTIKA CASTAL LIMITED.
117A, CHITTARANJAN AVENUE, KOLKATA - 700 073.

BALANCE SHEET AS AT 31ST MARCH, 2005.

	SCHEDULE	AS AT 31.03.2005		AS AT 31.03.2004	
		Rs.	Rs.	Rs.	Rs.
SOURCES OF FUND					
SHARE HOLDERS' FUNDS					
Share Capital	1	4,675,000.00		4,675,000.00	
Reserve & Surplus	2	1,488,563.65	6,163,563.65	434,595.10	5,109,595.10
LOAN FUNDS :-					
Secured Loans	3	9,448,682.36		7,027,951.49	
Unsecured Loans	4	3,931,588.00	13,380,270.36	4,000,000.00	11,027,951.49
TOTAL			19,543,834.01		16,137,546.59
APPLICATION OF FUNDS					
FIXED ASSETS					
Gross Block		13,402,573.85		11,808,405.61	
Less : Depreciation		7,840,736.85		7,005,179.61	
NET BLOCK	5		5,561,837.00		4,803,226.00
CURRENT ASSETS					
LOANS & ADVANCES					
Inventories	6	5,165,101.00			
Sundries Debtors	7	14,205,689.94		2,674,866.00	
Cash and Bank Balances	8	855,888.82		10,733,586.28	
Loans & Advances	9	4,401,046.26		7,595.53	
Less : Current Liabilities and Provisions	10	24,627,726.02		3,295,172.04	
NET CURRENT ASSETS		10,704,756.01		16,711,219.85	
MISCELLANEOUS EXPENDITURE					
(To the extent not written off or adjusted)	11		13,922,970.01	5,464,934.26	11,246,285.59
			59,027.00		88,035.00
			19,543,834.01		16,137,546.59

As per our report of even date attached.

132, Cotton Street,
Kolkata - 700 007

Dated : 8th September, 2005



B.R. KHAITAN & CO.
Chartered Accountants

(Signature)

PROPRIETOR

For SWASTIKA CASTAL LTD

(Signature)
Director

For SWASTIKA CASTAL LTD

(Signature)
Director

CERTIFIED TRUE COPY

For SWASTIKA CASTAL LTD.

(Signature)
Director.

SWASTIKA CASTAL LIMITED.
117A, CHITTARANJAN AVENUE, KOLKATA - 700 073.

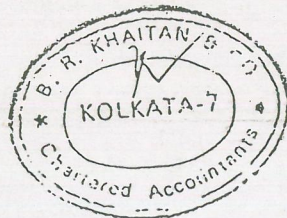
PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2005.

	SCHEDULE	AS AT 31.03.2005		AS AT 31.03.2004	
		Rs.	Rs.	Rs.	Rs.
INCOME :-					
Sales	12	53,708,305.50		38,435,734.87	
Miscellaneous Income	13	358,824.30		91,817.08	
			54,067,129.80		38,527,551.95
EXPENDITURE					
Cost of Raw Material Consumed	14	30,075,324.94		19,784,799.35	
Cost of Manufacturing or Manufacturing Expenses	15	16,739,431.73	46,814,756.67	12,076,908.86	31,861,708.21
FINISHED GOODS					
Opening Stock		853,160.00		688,403.00	
Less : Closing Stock		1,877,217.00	(974,057.00)	853,160.00	(164,757.00)
STOCK OF DIE (DEVELOPMENT)					
Administration & Selling Expenses	16		4,401,219.87		3,305,244.82
			50,241,919.54		35,002,196.03
PROFIT					
Before Depreciation and Interest and Miscellaneous expenditures			3,825,210.26		3,525,355.92
Less : Depreciation for the year		835,557.24		727,686.00	
Less : Interest		1,298,431.47		1,853,093.69	
Less : Miscellaneous Expenditures		29,008.00	2,162,996.71	29,008.00	2,609,787.69
NET PROFIT					
(After depreciation & Interest & Miscellaneous Expenses)			1,662,213.55		915,568.23
Less: Provision for Taxation			608,245.00		204,500.00
Profit after Tax			1,053,968.55		711,068.23
Previous/Earlier Years Debit Balances of Profit & Loss Account			434,595.10		(276,473.13)
BALANCE CARRIED TO			1,488,563.65		987,541.36
BALANCE SHEET					

As per our report of ... date attached.

132, Cotton Street,
Kolkata - 700 007

Dated : 8th September, 2005



B.R.KHAITAN & CO.
Chartered Accountants

PROPRIETOR

CERTIFIED TRUE COPY

For **SWASTIKA CASTAL LTD**

For **SWASTIKA CASTAL LTD**

For **SWASTIKA CASTAL LTD.**

Director

Director.

Director

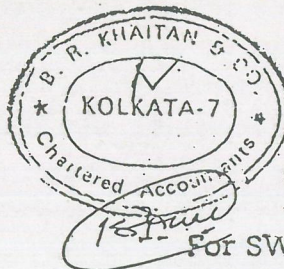
SWASTIKA CASTAL LIMITED

SCHEDULES TO AND FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH 2005.

	AS AT 31.03.2005		AS AT 31.03.2004	
	Rs.	Rs.	Rs.	Rs.
SCHEDULE 1				
SHARE CAPITAL				
7,00,000 Equity Shares of Rs. 10/- each		7,000,000.00		7,000,000.00
ISSUED & SUBSCRIBED & PAID UP :				
4,67,500 Equity Shares of Rs. 10/- each fully paid up in cash		4,675,000.00		4,675,000.00
SCHEDULE 2				
RESERVE & SURPLUS				
Profit & Loss Account		1,488,563.65		434,595.10
SCHEDULE 3				
SECURED LOANS :				
From Banks				
Cash Credit (From State Bank of India, Makarpura Branch, Baroda against hypothecation of stocks, bills discounting and personal guarantee of the Directors)	8,652,726.36		5,272,665.49	
Allahabad Bank, Dharamtolla St.Br., Kolkata C/A	NIL		NIL	
Terms Loan (Against Hypothecation of Plant & Machinery from SIDBI, a financial institution, and secured against personal guarantee of the Directors)	795,956.00		1,755,286.00	
		9,448,682.36		7,027,951.49
SCHEDULE 4				
UNSECURED LOANS :				
(Bearing Interest)				
From Inter Corporate Deposits	3,931,588.00		4,000,000.00	
		3,931,588.00		4,000,000.00

For SWASTIKA CASTAL LTD

[Signature]
Director



For SWASTIKA CASTAL LTD

[Signature]
Director

CERTIFIED TRUE COPY
For SWASTIKA CASTAL LTD.

[Signature]
Director

SCHEDULE OF FIXED ASSETS ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH 2005

Sl. No.	Particulars	Cost as on 01.04.2004	Acquisition during the year	Disposed of during the year/Subsidy Received	Cost as on 31.3.2005 Total	Depreciation as on 31.3.2004	Depreciation for the year	Total Depreciation	Net Block as on 31.3.2005	Rate at which Depreciation taken	Written down value as on 31.3.2004
1.	2.	3.	4.	5.	6.	7.	8.	9.	10.	11.	12.
1	Land	1,285,509.00	-	-	1,285,509.00	-	-	-	1,285,509.00	-	1,285,509.00
2	Plant & Machinery	3,580,008.00	1,171,688.00	-	4,751,696.00	3,132,430.00	266,058.00	3,398,493.00	1,353,198.00	25%	447,576.00
3	Building	3,093,076.00	-	-	3,093,076.00	1,284,614.00	180,846.00	1,465,460.00	1,627,616.00	10%	1,808,462.00
4	Electric Installation	1,282,289.28	-	-	1,282,289.28	1,046,420.28	56,457.00	1,106,887.28	175,402.00	25%	233,869.00
5	Tube-Well	118,653.00	-	-	118,653.00	100,177.00	4,619.00	104,796.00	13,857.00	25%	18,476.00
6	Laboratory Equipments	428,051.63	-	-	428,051.63	349,838.63	19,553.00	369,391.63	58,660.00	25%	78,213.00
7	Jigs, Fixtures & Tools	55,598.00	-	-	55,598.00	45,739.00	2,465.00	48,204.00	7,394.00	25%	9,859.00
8	Office Equipments	27,000.00	-	-	27,000.00	22,194.00	1,201.00	23,395.00	3,605.00	25%	4,806.00
9	Motor Car & Vehicle	69,100.00	-	-	69,100.00	51,066.00	3,607.00	54,673.00	14,427.00	20%	18,034.00
10	Furniture	60,732.74	16,700.00	-	77,432.74	27,198.74	4,541.00	31,739.74	45,693.00	10%	33,534.00
11	Cycle	3,151.00	-	-	3,151.00	1,617.00	307.00	1,924.00	1,227.00	20%	1,534.00
12	Die A/c	1,379,052.96	140,330.24	-	1,519,383.20	762,842.96	178,410.24	941,253.20	578,130.00	25%	616,210.00
13	Computer	47,300.00	49,000.00	-	96,300.00	46,089.00	26,527.00	72,616.00	23,684.00	60%	1,211.00
14	Fax Machine	9,500.00	-	-	9,500.00	4,824.00	1,169.00	5,993.00	3,507.00	25%	4,676.00
15	Measuring Instrument	158,154.00	3,250.00	-	161,404.00	44,587.00	29,205.00	73,792.00	87,612.00	25%	113,567.00
16	Electronic Way Scale	17,000.00	-	-	17,000.00	9,828.00	1,793.00	11,621.00	5,379.00	25%	7,172.00
17	New Tubewell	145,010.00	-	-	145,010.00	63,441.00	20,392.00	83,833.00	61,177.00	25%	81,569.00
18	Air Condition	16,250.00	-	-	16,250.00	2,031.00	3,555.00	5,586.00	10,664.00	25%	14,219.00
19	Water tank	32,970.00	-	-	32,970.00	8,212.00	6,182.00	14,424.00	18,546.00	25%	24,728.00
20	Sand Blasting System	-	213,200.00	-	213,200.00	-	26,650.00	26,650.00	186,550.00	25%	-
	Total	11,808,405.61	1,594,168.24	-	13,402,573.85	7,005,179.61	835,557.24	7,840,736.85	5,561,837.00		4,803,226.00
	Figure for the previous year	10,919,003.61	889,402.00	-	11,808,405.61	6,277,495.61	727,686.00	7,005,179.61	4,803,226.00		464,1510.00

Note : Depreciation has been provided for after CENVAT & SUNDRY RECEIPTS (I.e. Net Assets)

In terms of our report of even date

132, COTTON STREET,
KOLKATA - 700 007

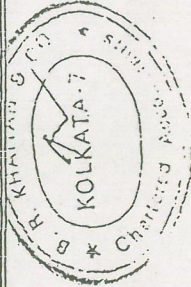
For B. R. KHAITAN & CO.
CHARTERED ACCOUNTANTS

DATED : 8th September, 2005

Director

For SWASTIKA CASTAL LTD For SWASTIKA CASTAL LTD

PROPRIETOR



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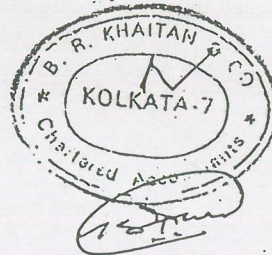
SWASTIKA CASTAL LIMITED

	AS AT 31.03.2005		AS AT 31.03.2004	
	Rs.	Rs.	Rs.	Rs.
SCHEDULE 6				
INVENTORIES				
Stock (As taken, valued & certified by the management)				
Stores & Spare Parts (at cost)	345,963.00		347,259.00	
Stock-in-Trade : (Die)	407,974.00		--	
Raw Materials (at cost excluding Excise Duty)	2,583,947.00		1,474,447.00	
Finished Goods (at estimated cost)	1,827,217.00		853,160.00	
		5,165,101.00		2,674,866.00
SCHEDULE 7				
SUNDRY DEBTORS (UNSECURED) (Considered goods by the management)				
Less than six months	14,205,689.94		10,733,586.28	
More than six months	--	14,205,689.94	--	10,733,586.28
				10,733,586.28
SCHEDULE 8				
Cash-in-hand	61,537.15		7,595.53	
Balances with schedule Banks				
On Current Account				
Allahabad Bank Kolkata	201,603.82		--	
Fixed Deposit with Bank	592,747.85	855,888.82	--	7,595.53
SCHEDULE 9				
LOANS & ADVANCES				
Deposits (Against security) & Advances (Recoverable in cash or kinds or value to be received)	4,401,046.26	4,401,046.26	3,295,172.04	3,295,172.04
SCHEDULE 10				
CURRENT LIABILITIES AND PROVISIONS				
CURRENT LIABILITIES				
Sundry Creditors for Goods	5,119,833.22		2,510,911.87	
Sundry Creditors for Expenses	4,542,023.79		2,513,230.39	
Sundry Creditors for Other Finance	431,654.00		236,292.00	
Provision for Taxation during the Year	608,245.00		204,500.00	
		10,704,756.01		5,464,934.26

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For SWASTIKA CASTAL LTD.

[Signature]
Director.



For SWASTIKA CASTAL LTD

[Signature]
Director

For SWASTIKA CASTAL LTD

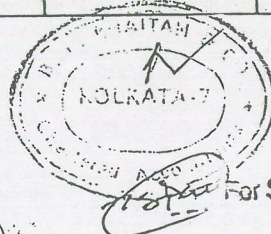
[Signature]
Director

SWASTIKA CASTAL LIMITED

	AS AT 31.03.2005		AS AT 31.03.2004	
	Rs.	Rs.	Rs.	Rs.
SCHEDULE 11				
MISCELLANEOUS EXPENDITURE (TO THE EXTENT NOT WRITTEN OFF)				
Preliminary Expenses	31,615.00		46,920.00	
Pre-operative Expenses	27,412.00		41,115.00	
		59,027.00		88,035.00
SCHEDULE 12				
SALES (Exclusive of Excise Duty)	27,576,629.00			18,680,828.00
Exports	17,277,656.00		12,246,998.00	
Indirect Exp.	10,120,853.00		9,095,430.00	
	27,398,509.00			21,342,428.00
	54,975,138.00			40,023,256.00
Less: Returns/Rejections				
Indegenous	1,203,062.50		1,342,573.00	
Exports	31,920.00		201,696.00	
Indirect Export	31,850.00	1,266,832.50	43,252.13	1,587,521.13
		53,708,305.50		38,435,734.87
SCHEDULE 13				
MISCELLANEOUS INCOME				
Other Income (F E F)	336,524.45		48,614.00	
Other Adjustments & Misc. Receipt	14,178.85		15,537.73	
Interest Received	8,121.00		27,665.35	
		358,824.30		91,817.08
SCHEDULE 14				
COST OF RAW MATERIAL				
OPENING STOCKS : Raw Material	1,474,447.00		1,146,791.00	
Add : Purchases Less Returns	31,129,105.24		19,735,661.35	
	32,603,552.24		20,882,452.35	
Add : Die Purchases	463,693.70		376,794.00	
	33,067,245.94		21,259,246.35	
Less : Closing Stock				
Raw Material	2,583,947.00		1,474,447.00	
Die	407,974.00	2,991,921.00		
		30,075,324.94		19,784,799.35

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For SWASTIKA CASTAL LTD

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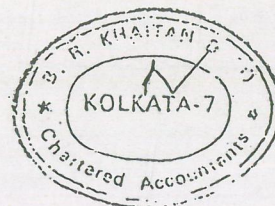
[Handwritten Signature]
Director

SWASTIKA CASTAL LIMITED

	AS AT 31.03.2005		AS AT 31.03.2004	
	Rs.	Rs.	Rs.	Rs.
SCHEDULE 15				
COST OF MANUFACTURING OR MANUFACTURING EXPENSES				
Octroi Charges	65,983.00		32,338.00	
Consumption of Stores	601,455.20		352,876.74	
Die Development & Die Repairing Expenses			35,834.00	
Freight Inward	584,336.80		451,227.00	
Power & Fuel	4,440,128.74		3,844,520.88	
Rent, Rates & Taxes	35,124.00		17,460.00	
Anodising/Conversion Charges	223,321.75		147,368.00	
Wages & Bonus	2,696,631.25		2,007,576.24	
Foundry Exp.	6,784,801.99		4,411,087.00	
Laboratory & Testing Charges	97,102.00		21,692.00	
Maintenance (P&M) Exp.	834,229.00		450,028.00	
Security Expenses	114,245.00		111,014.00	
Import Expenses (R/M Cost)	246,060.00		193,887.00	
Calibration Charges	15,013.00		25,015.00	
CED Expenses	1,000.00		--	
		16,739,431.73		12,101,923.86
SCHEDULE 16				
ADMINISTRATION & SELLING EXPENSES				
Salary & Bonus	546,413.00		485,365.00	
Rent (Staff)	20,800.00		16,600.00	
Export Expenses (Including Freight & Packing)	2,005,224.10		1,249,820.00	
General Expenses	482,849.98		172,200.57	
Travelling & Conveyance Expenses	193,387.00		124,796.22	
Printing & Stationery	61,753.18		48,988.85	
Postage & Stamps & Telephone Exp.	152,106.50		107,240.50	
Bank Charges (Interest & Discounting)	177,991.11		292,059.13	
Insurance Charges	41,506.00		17,704.00	
Motor Car Expenses	104,727.00		100,968.50	
ISO Certificate Expenses	8,100.00		84,748.00	
Audit Fees	27,500.00		3,300.00	
Consultancy Charges	180,182.00		177,077.00	
Repair & Maintenance Charges (Computer)	30,750.00		16,400.00	
Brokerage Expenses	312,145.00		19,800.00	
Packing Expenses	54,285.00		33,337.00	
R.O.C. Expenses	1,500.00		1,875.00	
TDS Demand Expenses	--		348.00	
Bad Debts	--		327,602.05	
		4,401,219.87		3,280,229.82

For SWASTIKA CASTAL LTD.

[Signature]
Director.



For SWASTIKA CASTAL LTD.

[Signature]

For SWASTIKA CASTAL LTD.

[Signature]

SCHEDULE 17

NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET
AS AT 31ST MARCH, 2005 AND PROFIT & LOSS ACCOUNT FOR THE
YEAR ENDED ON THAT DATE

1. SIGNIFICANT ACCOUNTING POLICIES :

i) Basis of Accounting :

The Company prepares its accounts on accrual basis except, otherwise stated in accordance with the normally accepted accounting principles.

ii) Sales :

- (a) Sales are exclusive of Excise Duty. (Net of Claims, Rejections)
- (b) Sales of manufactured goods comprises mainly Gravity Dies, Aluminium Alloy Gravity Die Castings and non-ferrous products.

iii) Research & Development :

Research & Development cost of Dies, Tools & Jigs (other than cost of Fixed Assets) are charged as expenses in the year in which they are incurred.

iv) Fixed Assets :

Fixed Assets are stated at their original cost (Net of Cenvat & Sundry receipt) less depreciation.

v) Depreciation :

Depreciation is provided for on written down value method as per rates prescribed under Income Tax Act., 1961.

vi) Investments :

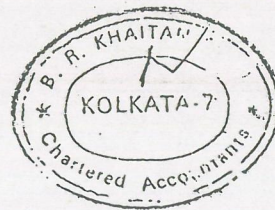
There is no long term Investments.

vii) Inventories :

The Inventories are valued on the following basis :

- (a) Raw material and Packing materials. | At cost exclusive of Excise Duty.
- (b) Stores and Spare Parts. |
- (c) Finished Goods. | At estimated cost and certified
- (d) Goods in process. | by the Management.

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For SWASTIKA CASTAL LTD.

For SWASTIKA CASTAL LTD.

Director

2. INCOME TAX ASSESSMENT

: No assessment have been completed during the period.

3. ADDITIONAL INFORMATIONS AS PER PROVISION OF PARAGRAPH III & IV (C & D) OF PART II, SCHEDULE VI.

- a) Nature of Products : Non ferrous casting.
- b) Licensed Capacity : Not applicable.
- c) Installed Capacity : Not applicable.
- d) Actual Production : Details of Actual Production having hundreds of items is not feasible.

4. CONSUMPTION OF RAW MATERIAL STORES, COMPONENTS, SPARES.

(Exclusive of Excise Duty after Credit Sales Tax Refunds)

Aluminium Alloy including Aluminium Ingot, Silicon, Manganese, Magnesium, Aluminium Scrap, etc.

	Financial Year 2004-2005		Financial Year 2003-2004	
	<u>Kg.</u>	<u>Rs.</u>	<u>Kg.</u>	<u>Rs.</u>
	399258.350	30075324.94	301503.240	19784799.00
a) Raw Materials	90515	7493078.42	24856	1814230
b) Stores & Spare Parts				

5. C.I.F. VALUE OF IMPORTED GOODS :

- a) Raw Materials
- b) Stores & Spare Parts

None None

6. NO. OF EMPLOYEES IN RESPECT OF REMUNERATION AGGREGATING TO Rs. 6,00,000/- OR MORE PER ANNUM OR Rs. 50,000/- OR MORE PER MONTH

IN CASE OF PERSONS EMPLOYED FOR PART OF THE YEAR

- a) Employed for full year
- b) Employed for the part of the year

None None
None None

7. EARNING IN FOREIGN EXCHANGE

172.46 Lacs 118.37 Lacs

8. EXPENDITURE IN FOREIGN CURRENCY

7493078.42 1814230

[Handwritten Signature]



For SWASTIKA CASTAL LTD.

[Handwritten Signature]
Director

For SWASTIKA CASTAL LTD.

[Handwritten Signature]
Director

9. EARNING PER SHARE (AS 20)

Earning per share had been computed as under :

	<u>2004-05</u>	<u>2003-04</u>
a) Profit after taxation	(Rs.) 1,053,968.55	725,568.00
b) No. of Equity Share	4,67,500	4,67,500
c) Earning per Share (Face value of Rs. 10/-)	2.25	1.55

10. RELATED PARTY TRANSACTION

ASSOCIATES

Metal Forms : Die Purchase

KEY MANAGEMENT PERSONAL

Shree Gopal Sharda (Director) : Interest paid on advances


Sushil Kumar Sharda (Director) : - Do -

Anup Sharda (Director) : - Do -

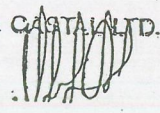
DISCLOSURE OF TRANSACTIONS BETWEEN THE COMPANY AND RELATED PARTIES AND STATUS OF OUTSTANDING BALANCES AS ON 31ST MARCH 2004.

I. Die & Component Purchase :	
Metal Forms	601,290.00 (Inclusive of Excise Duty)
Closing Balance Outstanding as on 31/03/05	551,137.80
II. Interest Paid on advances :	
Swastik Precast Pvt. Ltd.	53,260.00
Closing Balance Outstanding as on 31/03/05	1842129
iii. Machinery Purchased :	
Swsatik Metforms	49,920.00
Closing Balance Outstanding as on 31/03/05	49,920.00
iv. Computer Accounting Charges :	
Pramila Sharda	12,000.00
Closing Balance Outstanding as on 31/03/05	NIL

For SWASTIKA CASTAL LTD.

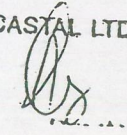

Director.

For SWASTIKA CASTAL LTD.





For SWASTIKA CASTAL LTD.



11. CONTRACT TO BE EXECUTED ON CAPITAL A/C.

: NIL

12. GRATUITY & BONUS

: Rs. 150,000/- Paid to LIC Gratuity Scheme for Gratuity and shall be paid as and when payable. Bonus is being paid in ordinary course of business.

13. MANAGERIAL REMUNERATION

NIL

14. CONTINGENT LIABILITY

NIL

15. SUNDRY DEBTORS

Considered Good by the Management

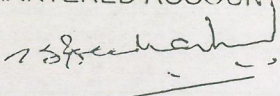
16. A) TERM LOAN :

Are secured against Land & Moveable property of the company including Plant & Machinery, Tools & Accessories, Office Equipments and Computers (save & except book debts).

B) WORKING CAPITAL LOAN :

Secured against hypothecation of all moveables, book debts and other assets - and a second charge on LAND & BUILDING and PLANT & MACHINERY.

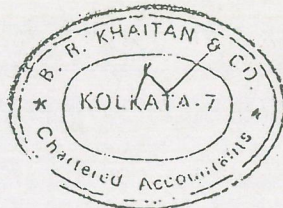
For B. R. KHAITAN & CO.
CHARTERED ACCOUNTANTS,



PROPRIETOR

132, COTTON STREET,
KOLKATA - 700 007

Dated : 8th September, 2005

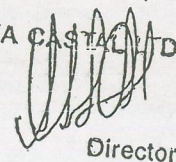


On Behalf of the Board

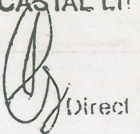
DIRECTOR

DIRECTOR

For SWASTIKA CASTAL LTD.

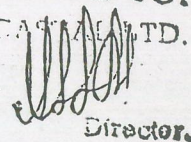

Director

For SWASTIKA CASTAL LTD.


Director

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For SWASTIKA CASTAL LTD.


Director.

For SWASTIKA CASTAL LTD.


Director

BALANCE SHEET ABSTRACT AND COMPANY'S BUSINESS PROFILE

1. Registration Details

Regn. No. 21-79995

State Code 21
(Refer Code List)

Balance Sheet Date : 31/03/05

2. Capital raised during the year (Amount in Rs. Thousand)

Public Issue
NIL

Right Issue
NIL

Bonus Issue
NIL

Private Placement
NIL

3. Position of mobilization and deployment of funds (Amount in Rs. Thousand)

Total Liabilities
30249

Total Assets
30249

SOURCE OF FUNDS
Paid-up Capital
4675

Reserve & Surplus
1489

Secured Loans
9449

Unsecured Loans
3931

APPLICATION FUNDS
Net Fixed Assets
5562

Investments
NIL

Net Current Assets
13923

Misc. Expenses
59

Accumulated Losses
NIL

4. Performance of Company (Amount in Rs. Thousand)

Turnover
54,067

Total Expenditure
52405

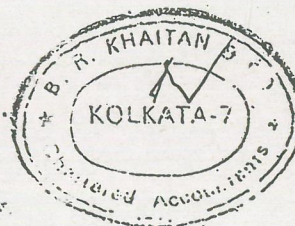
+ - Profit/Loss before tax
1662

+ - Profit/Loss after tax
1054

Earning per share in Rs. 2.25

Dividend rate %
NIL

[Handwritten Signature]



For SWASTIKA CASTAL LTD.

For SWASTIKA CASTAL LTD.