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Twenty Eighth
ANNUAL REPORT
2011-2012

CEETA INDUSTRIES LIMITED

TWENTY EIGHTH ANNUAL GENERAL MEETING

Friday, the 28th September, 2012, at 10.30 a.m., at Plot No. 34-38, KIADB Industrial Area, Sathyamangala, Tumkur- 572 104, Karnataka

BOARD OF DIRECTORS

Sri K.M. Poddar, Managing Director
Sri A. De
Sri S.K. Chhawchharia
Sri S.L. Singhanian
Sri O.P. Kedia

AUDITORS

G.K.Tulsyan & Co.
Chartered Accountants, Kolkata

REGISTERED OFFICE

Plot No. 34-38, KIADB Industrial Area,
Sathyamangala, Tumkur- 572 104, Karnataka
E-mail : accounts@ceeta.com

HEAD OFFICE

240B, A.J. C. Bose Road
2nd Floor, Kolkata- 700 020
Ph.- 033-22832925/26
E-mail : kolkata@ceeta.com

REGISTRAR & TRANSFER AGENT

Niche Technologies Pvt. Ltd.
D- 511, Bagree Market, 71, B.R.B.Basu Road,
Kolkata- 700 001; Phone : 033-2235-7270/71

WORKS AT: TUMKUR

ISO 9001 : 2000 a 100% EOU Granite Unit
Plot No. 34-38, KIADB Industrial Area,
Sathyamangala, Tumkur- 572 104, Karnataka

CEETA INDUSTRIES LIMITED

NOTICE

NOTICE is hereby given that the **28th Annual General Meeting** of the Company will be held at the Registered Office of the Company at Plot No. 34-38, KIADB Industrial Area, Sathyamangala, Tumkur-572104, KARNATAKA on Friday, the 28th September, 2012 at 10.30 A.M. to transact the following business:-

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2012 and the Profit and Loss Statement for the year ended on that date together with the reports of the Auditors and Directors thereon.
2. To appoint a Director in place of Sri S.K. Chhawchharia, who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint the Auditors and to authorise the Board to fix their remuneration.

SPECIAL BUSINESS

4. Appointment of Sri Om Prakash Kedia as a Director

To consider and, if thought fit, to pass with or without modification, the following resolution as an Ordinary Resolution:

“RESOLVED THAT Sri Om Prakash Kedia, who was appointed as additional director of the Company in terms of Section 260 of the Companies Act, 1956 to hold office up to the date of the forthcoming Annual General Meeting of the Company and from whom a notice in writing proposing himself as candidature for the office of the Director of the Company along with a requisite deposit amount received by the Company in terms of Section 257 of the Act, be and is hereby appointed as a Director of the company liable to retire by rotation.”

5. Re-structure the Remuneration of President of the Company:

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

“RESOLVED THAT pursuant to the provisions of Section 314 read with Director’s Relative (Office or Place of Profit) Amendment Rule, 2011 and all other applicable provisions, if any, of the Companies Act, 1956 and in line with recommendation made by remuneration committee, consent be and is hereby accorded for the re-structure the remuneration of Sri Anubhav Poddar, President of the Company on the following terms:-

1. His remuneration shall be subject to the maximum of Rs. 1,25,000/- per month towards the aggregate of Basic Salary and perquisites as mentioned below:

A. Basic Salary – Rs. 60,000/- p.m. with effect from 1st April, 2012 which may be increased at the discretion of the Board and will be subject to maximum ceiling as mentioned above.

B. Allowances and Perquisites – In addition to the salary he will be eligible for the following allowances and perquisites:-

(I) Housing

Housing – I

Any expenditure, exceeding 15 % of his salary, incurred by the Company on hiring of furnished accommodation for him shall be paid by the Company, or

Housing – II

In case the accommodation is owned by the Company, fifteen percent (15%) of his salary shall be deducted by the Company, or

Housing – III

In case no accommodation is provided by the company, the President shall be entitled to House Rent Allowance subject to maximum 40 % of Basic Salary.

CEETA INDUSTRIES LIMITED

- (II). **Medical Reimbursement:**
Expenses incurred for self and his family subject to a ceiling of one month's salary in a year.
- (III). **Leave Travel Concession**
For self and his family once in a year incurred for travel by Business Class to any destination in India or abroad subject to maximum 10% of his basic salary.
- (IV). **Fee of Clubs**
Clubs' fee and charges subject to maximum of two clubs, excluding admission and life membership fees.
- (V). **Car for Office Use as well as Personal Use**
The Company will provide you a Motor Car to perform the office duties as well as for personal use. All the running and maintenance cost of the motor car will be bear by the Company.
- (VI) Actual expenses incurred on gas, electricity and water shall be paid/ reimbursed by the company.
- (VII). Other allowances and perquisites as per company's Rules within the maximum ceiling of remuneration.
6. **Appointment of Chief Executive Officer (CEO)**
To consider and if thought fit, to pass with or without modification(s), the following resolution as **Special Resolution-**
"RESOLVED THAT pursuant to the provisions of Section 198, 269 and 314 read with Director's Relative (Office or Place of Profit) Amendment Rule, 2011 and all other applicable provisions, if any, of the Companies Act, 1956 and in line with recommendation made by remuneration committee, consent be and is hereby accorded for the appointment of Sri Vaibhav Poddar as Chief Executive Officer (CEO) of the Company with effect from 1st May, 2012 on the following terms:-
1. His remuneration shall be subject to the maximum of Rs. 1,25,000/- per month towards the aggregate of Basic Salary and perquisites as mentioned below:
- A. Basic Salary** – Rs. 25,000/- p.m. with effect from 1st May, 2012 which may be increased at the discretion of the Board and will be subject to maximum ceiling as mentioned above.
- B. Allowances and Perquisites** – In addition to the salary he will be eligible for the following allowances and perquisites:-
- (I) **Housing -**
Housing –I
Any expenditure, exceeding 15 % of his salary, incurred by the Company on hiring of furnished accommodation for him, or
Housing – II
In case the accommodation is owned by the Company, fifteen percent (15%) of his salary shall be deducted by the Company, or
Housing – III
In case no accommodation is provided by the company, he shall be entitled to House Rent Allowance subject to maximum 40 % of Basic Salary.
- (II) **Uniform Allowance :**
He will get uniform allowance of Rs.5000 per month for the maintenance of uniform in the office.
- (III) **Transport Allowance:**
He will be provided a sum of Rs. 3000/- per month as transport allowance to meet his expenditure between place of his residence and the place of duty.

CEETA INDUSTRIES LIMITED

- (IV) **Medical Reimbursement:**
Expenses incurred for self and his family subject to a ceiling of one month's salary in a year.
- (V) **Leave Travel Concession**
For self and his family once in a year incurred for travel by Business Class to any destination in India or abroad subject to maximum 10% of his basic salary.
- (VI) **Fee of Clubs**
Clubs' fee and charges subject to maximum of two clubs, excluding admission and life membership fees.
- (VII) Actual expenses incurred on gas, electricity and water shall be paid/ reimbursed by the company.
- (VIII) Other allowances and perquisites as per company's rules within the maximum ceiling of remuneration.
7. **Commencement of business mentioned in the other objects of the memorandum of Association:** To consider and if thought fit, to pass with or without modification(s), the following resolution as Special Resolution-
"RESOLVED THAT in terms of section 149 (2A) of the Companies Act, 1956, the company be and is hereby authorised to enter into the business of Clearing and Forwarding Agent of Cement as mentioned in the clause 52 of the other objects of the Memorandum of Association of the Company."

By order of the Board
K. M. PODDAR
MANAGING DIRECTOR

PLACE: KOLKATA
DATE: 31/07/ 2012

NOTES:

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member of the Company.
2. The Register of Members and Share Transfer Books of the Company shall remain closed from 21st September, 2012 to 28th September, 2012 (both days inclusive).
3. Members are requested to notify immediately change of address, if any, to the registrar and transfer agent of the company and provide their e-mail ID.
4. Members who have shareholdings in physical form are requested to submit their shares for dematerialization at your registered depository at the earliest.

ANNEXURE TO NOTICE

Explanatory Statement, Pursuant to Section 173(2) of the Companies Act, 1956: Item No. 4

Sri O.P. Kedia, S/o Late Lalu Ram Kedia residing at 104, Upasana Residency, Jaisingh Highway, Bani Park, Jaipur- 302016, Rajasthan, was appointed as additional director with effect from 31st October, 2011 and in terms of Section 260 of the Companies Act, 1956 he holds office only up to the date of the forthcoming Annual General Meeting of the Company. Sri O.P. Kedia served in the industries in the past as CEO and Whole Time Director and having more than 30 years experience as key and senior managerial person. He does not holds directorship in any other limited company. Further, he does not hold any share of the Company in his own name.

Your Directors are of the view that the Company would be benefited by the wealth of experience of Sri O.P. Kedia and therefore recommended for approval, the resolution

CEETA INDUSTRIES LIMITED

contained in Item No. 4 of the Notice convening the Annual General Meeting. None of the Directors except Sri O.P. Kedia is interested in item no. 4 of the Notice.

Item No.5

Our Board, in line with the recommendation of the Remuneration Committee, at its meeting held on 24-04-2012 recommended to re-structure in salary of Sri Anubhav Poddar, president of the company, with effect from 01-04-2012 on the terms and conditions detailed in the resolution.

Contribution to Provident Fund, Superannuation Fund or Annuity Fund as per rules of the Company will not be included in the computation of maximum ceiling of remuneration. Provision of car for use in connection with Company's Business will not be considered as perquisites.

As per Section 314 of the Companies Act, 1956, a Special Resolution is required to be passed in Annual General Meeting of the company for the above purpose.

Your Directors, therefore, recommend the resolution set out at item No.5 of the Notice for your approval by way of special resolution.

No other Director except Sri Krishna Murari Poddar, Managing Director, being relative of Sri Anubhav Poddar is interested in the resolution.

The explanatory statement read with the proposed resolution may be treated as an abstract of terms of the re-appointment and memorandum of interest u/s 302 of the Companies Act, 1956.

Item No.6

Our Board, in line with the recommendation of the Remuneration Committee, at its meeting held on 24-04-2012 recommended to appoint Sri Vaibhav Poddar as Chief Executive Officer (CEO) of the Company with effect from 01-05-2012 on the terms and conditions detailed in the resolution.

Contribution to Provident Fund, Superannuation Fund or Annuity Fund as per rules of the Company will not be included in the computation of maximum ceiling of remuneration. Provision of car for use in connection with Company's Business will not be considered as perquisites.

As per Section 314 of the Companies Act, 1956, a Special Resolution is required to be passed in Annual General Meeting of the company for the above purpose. Your Directors, therefore, recommend the resolution set out at item No.6 of the Notice for your approval by way of special

No other Director except Sri Krishna Murari Poddar, Managing Director, being relative of Sri Vaibhav Poddar is interested in the resolution.

The explanatory statement read with the proposed resolution may be treated as an abstract of terms of the re-appointment and memorandum of interest u/s 302 of the Companies Act, 1956.

Item No.7

The Chairman mentioned to the board about the necessity of broad basing the company's activity in the changing scenario in the granite industry. Though no manufacturing project or other regular activity could yet be identified, our company does get opportunity of undertaking an activity of Clearing & Forwarding Agent of Cement in the state of Jharkhand. In order to undertake such activity which is included in the OTHER OBJECTS of the company's Memorandum of Association, the approval of the shareholders by way of special resolution in a general meeting would be required.

The Directors, therefore, recommend this resolution for members' approval.

None of the directors is interested in this resolution.

By order of the Board

**K. M. PODDAR
MANAGING DIRECTOR**

**PLACE: KOLKATA
DATE: 31/07/ 2012**

CEETA INDUSTRIES LIMITED

DIRECTORS' REPORT

For the year ended 31st March, 2012

Dear Shareholders,

Your Directors have pleasure in presenting their report on business and operations together with the Audited Accounts of your company for 2011-2012.

FINANCIAL RESULTS

Particulars	All figures in Rs. lacs	
	Current Year	Previous Year
Total Income	<u>859.11</u>	<u>992.36</u>
Profit before Interest & Depreciation	<u>506.99</u>	<u>239.25</u>
Interest	<u>196.72</u>	<u>56.35</u>
Depreciation	<u>34.05</u>	<u>33.64</u>
Profit before taxation	<u>276.22</u>	<u>149.26</u>
Provision for Tax	<u>-</u>	<u>-</u>
Profit after tax	<u>276.22</u>	<u>149.26</u>

REVIEW OF OPERATIONS:

The trading condition of the granite industry particularly in the export market continues to be difficult and our company is no exception. Our company being an Export Oriented Unit (EOU), the dearth of profitable export order affected the company's working adversely during 2011-12. The company could earn some surplus mainly by undertaking other activities such as trading, transportation, investments etc. The total revenue of the company was Rs. 859.11 lac in 2011-12 as against Rs. 992.36 lac in the previous year. It earned a Net Profit of Rs. 276.22 lac in 2011-12 as compared to Rs. 149.26 lac in 2010-11.

The profits of 2011-12 enabled the company to achieve positive net worth and it ceased to be a sick industrial undertaking. The Board for Industrial and Financial Reconstruction (BIFR) reviewed the company's financial status and discharged our company (vide its order dated 29-05-2012) from the preview of Sick Industries (Special Provision) Act, 1985 and BIFR.

PROSPECT:

The company continues to make effort to obtain profitable order for granite products from export market as also to explore possibility of diversified activity.

DIVIDEND:

Considering the amount of carry forward loss as also to conserve resources for working capital requirements in the absence of bank finance, no payment of dividend has been considered.

DIRECTORS:

Sri Sushil Kumar Chhawchharia, Director of the company, retires at the ensuing Annual General Meeting by rotation and being eligible, offers himself for re-appointment pursuant to the provisions of the Companies Act, 1956 and Articles of Association of the Company.

Sri O.P. Kedia was appointed as independent Additional Director of the company with effect from 31st October, 2011. He vacates his office in the ensuing Annual General Meeting. Further, the company received a notice from Sri O.P. Kedia proposing himself for candidature for the office of Director to be appointed in ensuing Annual General Meeting along with requisite amount in terms of Section 257 of Companies Act, 1956. He does not hold any equity share of Ceeta Industries Ltd. in his own name.

CONSOLIDATED FINANCIAL STATEMENTS

In compliance with the Accounting Standard 21 on Consolidated Financial Statements, the Annual Report also included Consolidated Financial Statement for the financial year 2011-12.

CEETA INDUSTRIES LIMITED

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirement under Section 217(2AA) of the Companies Act, 1956 with respect to Directors' Responsibility Statement, it is hereby confirmed that:

- I. in preparation of the Financial Statements for the year ended 31st March, 2012, the applicable Accounting Standard read with requirements set out under Schedule VI to the Companies Act, 1956, have been followed and there has been no material departure from the same;
- II. the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2012 and of the Profit of the Company for the year ended on that date;
- III. proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- IV. the Financial Statements have been prepared on a going concern basis.

SUBSIDIARY COMPANY

In terms of Section 212 of the Companies Act, 1956, the documents required to be annexed in respect of M/s. Kingstone Krystals Limited, a subsidiary Company are attached to this report.

PUBLIC DEPOSITS

Your company did not accept any deposits from the public during the year under review.

AUDITORS & AUDITORS' REPORT

The Auditors, M/s. G. K. Tulsyan & Co., Chartered Accountants retire at the conclusion of the ensuing Annual General Meeting and are eligible for re-appointment. As required under Section 224 of the Companies Act, 1956, the Company has obtained from them a certificate to the effect that re-appointment, if made would be in conformity with the limits prescribed in the said Section. The Directors recommend their reappointment.

Report of the Auditors, including reference made therein to the notes forming part of the Statement of Accounts, are self explanatory and does not require to be elucidated further.

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

Information as per Section 217(1)(e) read with Rule 2(A) and 2(B) of the Companies (Disclosure of particulars in the report of Board of Directors) Rules, 1988 are given in the 'Annexure - A' as forming part of the report.

PERSONNEL

Your Directors would like to put on record their appreciation of the sincere and dedicated services rendered by the loyal employees of the Company. There are no employees drawing remuneration in aggregate of Rs. 5,00,000/- or more per month, if employed for the part of the year and Rs. 60,00,000/- per annum if employed throughout the year, in terms of Section 217(2A) of the Companies Act, 1956.

CORPORATE GOVERNANCE

The Company believes in and has practiced good Corporate Governance. The spirit of Corporate Governance is being gradually built up in the Company and is not just restricted to ensuring compliance with regulatory requirements but also meeting higher standards of transparency, accountability and integrity in respect of all its transactions. Based upon the above philosophy your Directors present a report on corporate governance as 'Annexure - B' to their report.

Place : Kolkata

Dated : 31/07/2012

On behalf of the Board of Directors

K. M. Poddar
Managing Director

7

CEETA INDUSTRIES LIMITED

'ANNEXURE - A' FORMING PART OF DIRECTORS' REPORT:

INFORMATION PURSUANT TO SECTION 217 (1)(e) OF THE COMPANIES ACT, 1956 READ WITH RULE 2(A) AND 2(B) OF THE COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULES, 1988 AND FORMING PART OF THE DIRECTORS' REPORT.

A. Conservation of Energy:

Power and Fuel Consumption

	Current Year (2011-12)	Previous Year (2010-11)
1. Electricity - Purchased		
Units (Kwh)	51185	572088
Total Amount (Rs.)	15,12,052	35,40,309
Rate/ Unit (Rs.)	29.54	6.18
2. Electricity - Owned Generation		
Through Diesel Generator		
Units (Kwh)	NIL	NIL
Units/ Ltrs of Diesel Oil		
Total Amount (Rs.)	NIL	NIL
Cost/ Unit (Rs.)		

B. Technology absorption

a) Research & Development (R & D)

1. Specific areas in which R & D carried out by the Company and benefits derived as a result thereof.	No research and development work has been carried out by the Company. Therefore, there is no expenditure on account of R & D.
2. Future plan of action.	The Company being a sick Company with financial problem has kept in abeyance its plan on research and development.

b) Technology Absorption, Adaptation and Innovation

Technical Innovations/ modifications are being made on regular basis in the process to achieve cost reduction, product improvement, etc.

C. Foreign Exchange Earnings and Outgo

(Rs. in lacs)

1. Foreign Exchange Earnings	7.63
2. Foreign Exchange Outgo	
I) CIF Value of Imports of Components & Spare Parts	1.31
ii) Expenditure in Foreign Currency on Foreign Travel & Others	NIL

'ANNEXURE - B' FORMING PART OF DIRECTORS' REPORT:

REPORT ON CORPORATE GOVERNANCE

1. Brief Statement on company's Philosophy on code of governance

The Company believes in and has practiced good corporate governance. The spirit of corporate governance has prevailed in the Company since its inception. The Company's philosophy is shaped by the values of transparency, professionalism and accountability.

2. Board of Directors

The Board of Directors is constituted in compliance with Clause 49 of the Listing Agreement. The Board as on 31st March, 2012 comprised five members, out of which three members are Non-Executive Independent Directors, one is additional director and one is the Managing Director.

8

CEETA INDUSTRIES LIMITED

The Board's composition, categories and attendance are as under:

Sl. No.	Name	Category	No. of Directorship in other Cos.	No. of Member/ Chairman of Board / Committees of other public limited Companies	No. of Board Meetings attended	Whether attended last AGM
1	Sri K. M. Poddar	Promoter & Managing Director	3	2	4	No
2	Sri A. De	Independent, Non-Executive Director	10	NIL	4	Yes
3	Sri S.K. Chhawchharia	Independent, Non-Executive Director	6	2	3	No
4	Sri S.L. Singhanian	Independent, Non-Executive Director	3	NIL	4	No
5	Sri O. P. Kedia	Independent, additional Director	NIL	NIL	NIL	No

Details of Board Meeting during the financial year

During the year ended 31st March, 2012, Four Board Meetings of the Company were held, as follows:

Sl. No.	Date	Board Strength	No. of Directors Present
1	29th April, 2011	4	3
2	29th July, 2011	4	4
3	31st October 2011	5	4
4	6th February, 2012	5	4

Last Annual General Meeting (AGM) of the Company was held on 29th September, 2011.

3. Audit Committee

The Audit Committee of the Company was constituted in conformity with the requirements of Clause 49 of the Listing Agreement, as well as Section 292A of the Companies Act 1956.

The prime objective of the Audit Committee is to effectively supervise the Company's financial reporting process with a view to discharge the responsibility as per the terms of reference.

Briefly, the terms of reference of Audit Committee are as follows:

The Role of Audit Committee Under Section 292A of the Companies Act 1956 includes:

- Discuss with the Auditors periodically about the internal control systems and the scope of Audit which will include the observations of the Statutory Auditors;
- Review of the quarterly and annual financial statements before submission of the same to the Board;
- Ensuring compliance of internal control system; and
- Investigation into any matter relating to the above or referred to it by the Board.

CEETA INDUSTRIES LIMITED

The Role of Audit Committee Under clause 49 of Listing Agreement includes:

- Overseeing of the company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible;
- Recommending the appointment and removal of external auditor, fixation of audit fee and also approval for payment for any other services;
- Reviewing with management the annual financial statements before submission to the Board;
- Reviewing with the management, external and internal auditors, the adequacy of internal control systems;
- Reviewing the adequacy of internal audit functions;
- Discussion with internal auditors any significant findings and follow up thereon;
- Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board;
- Discussion with Statutory auditors before the audit commences, about the nature and scope of audit as well as have post-audit discussion to ascertain any area of concern;
- Reviewing the Company's financial and risk management policies;
- To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non payment of declared dividends) and creditors;
- Carrying out any other function as is mentioned in the terms of reference of the Audit Committee.

The composition and categories of the Audit Committee are as under:

Sl.No.	Name	Chairman / Member / Others	No. of Meetings attended
1.	Sri A. De	Chairman	4
2.	Sri S.L. Singhanian	Member	4
3.	Sri S.K. Chhawchharia	Member	3

Details of Audit Committee Meetings and Attendance

During the year ended 31st March, 2012, four meetings of the Audit Committee of the Company were held, as follows:

Sl.No.	Date	Committee Strength	No. of Members Present
1	29th April, 2011	3	2
2	29th July, 2011	3	3
3	31st October 2011	3	3
4	6th February, 2012	3	3

The meetings are usually held on the same day and before the Board meetings where the financial results of the Company are considered. The results are reviewed by the Committee before they are placed before the Board.

4. Remuneration Committee

The Remuneration Committee of Directors constituted mainly for the purpose of recommending the Company's policy on Remuneration Package for the Managing Director and other specified management personnel, reviewing the structure, design and implementation of remuneration policy in respect of such persons.

CEETA INDUSTRIES LIMITED

The composition and categories of the Remuneration Committee are as under:

Sl.No.	Name	Chairman / Member / Others	No. of Meetings held	No. of Meetings attended
1	Sri S.K. Chhawchharia	Chairman	1	NIL
2	Sri S.L. Singhania	Member	1	1
3.	Sri A. De	Member	1	1

Details of Remuneration of Directors for the financial year ended on 31st March, 2012.

Director	Consolidated Salary (Rs.)	Perquisites	Performance and other Benefits	Sitting Fees Bonus/ Commission	Total (Rs.)
Sri K.M Poddar	600000	252086	-	N.A.	852086
Sri A. De	-	-	-	4000	4000
Sri S.K.Chhawchharia	-	-	-	3000	3000
Sri S.L. Singhania	-	-	-	4000	4000

5. Shareholders/Investors Grievance Committee

The Board constituted a Committee under the chairmanship of Sri S. L. Singhania (Non-Executive Independent Director) to look into the matters of redressing of the shareholders/investors complaints, approves transfer / transmission of shares, issue of duplicate share certificates etc.

The composition and categories of the Committee are as under:

Sl.No.	Name	Chairman / Member / Others	No. of Meetings attended
1.	Sri S.L. Singhania	Chairman	4
2.	Sri S.K. Chhawchharia	Member	4
3.	Sri A. De	Member	4

There being no investor complaint pending, the committee reviewed the existing procedures for attending to complaints as and when they arise.

As per clause 47 of the Listing Agreement, Sri Alok Kumar Yaduka, Manager- Accounts & Finance, is appointed as Compliance Officer w.e.f. 29-01-2009 who oversees matters of redressing investor complaints / grievances.

The Board of Directors also constituted the sub-committee for share transfer and delegated the powers of authentication the transfer of shares to senior executives of the Company.

During the year ended 31st March, 2012, twenty meetings of the sub- committee which were held to consider and approve of transfer/ transmission of shares, are as follows:

Sl. No.	Date	Sub- Committee Strength	No. of Members Present
1	16th April, 2011	3	2
2	30th April, 2011	3	2
3	16th May, 2011	3	2
4	31st May, 2011	3	2
5	15th June, 2011	3	2
6	30th June, 2011	3	2
7	15th July, 2011	3	2
8	30th July, 2011	3	2
9	16th August, 2011	3	2
10	1st October, 2011	3	2
11	15th October, 2011	3	2
12	31st October, 2011	3	2
13	30th November, 2011	3	2
14	15th December, 2011	3	2
15	16th January, 2012	3	2
16	31st January, 2012	3	2
17	17th February, 2012	3	2
18	29th February, 2012	3	2
19	15th March, 2012	3	2
20	22nd March, 2012	3	2

Company sends reply to shareholders for their grievances on regular basis within time.

CEETA INDUSTRIES LIMITED

6. General Body Meetings

Location and time, where last three Annual General Meetings held:

Financial year	Location	Date & Time
2008-2009	Registered Office	22nd September, 2009 at 3.00 p.m.
2009-2010	Registered Office	21st September, 2010 at 3.00 p.m.
2010-2011	Registered Office	29th September, 2011 at 3.00 p.m.

Special Resolutions passed at last three Annual General Meetings:

Date of AGM	No. of Special Resolutions	Particulars
22nd September, 2009	None	None
21st September, 2010	Two	Re-appointment of two relatives of a director in terms of Section 314 of the Companies Act, 1956
29th September, 2011	Three	Revision in remuneration of two relatives of a director in terms of section 314 of Companies Act, 1956 and re-appointment of Managing Director

No Special Resolution was required to be put through postal ballot last year.

7. Disclosures

The Company did not enter into any transaction of material nature with promoters, directors or the management, their subsidiaries or relatives, etc. that might have potential conflict with the interests of the Company at large.

The Company complies with all mandatory requirements of Clause 49 of Listing Agreement.

8. Code of Conduct

The Board of Directors has adopted the Code of Conduct for Directors and Senior Management. The said Code has been communicated to the Directors and Senior Management.

9. Means of Communication

Timely disclosure of consistent, comparable, relevant and reliable information on corporate financial performance is at the core of good governance. Towards this end –

- The Board of Directors of the Company approves and takes on record the quarterly un-audited financial results in the format prescribed by the Stock Exchanges within 45 days of the close of every quarter and intimates to the Stock Exchanges immediately after they are taken on record.
- The coverage is given for the benefit of the shareholders and investors by publication of the financial results in newspapers normally in 'The Financial Express' and 'Amruthavani, Karnataka', within the stipulated time. The Company also publishes its annual audited results in these newspapers within the stipulated period of three months.
- The Company's website is www.ceeta.com, where it displays financial results and other reports and its e-mail address is kolkata@ceeta.com.
- At present company neither displays official news release for the above said results and reports nor making any presentation to institutional investors or to the analysts.
- The Report of the Directors, forming part of the Report and Accounts, includes all aspects of the Management Discussion and Analysis Report.

10. General Shareholders Information:

a) Annual General Meeting: Date, Time and Venue

Forthcoming Annual General Meeting is scheduled to be held on Friday, 28th September, 2012 at 10:30 A.M. at your Company's Registered Office at Plot No.34-38, KIADB Industrial Area, Sathyamangala, Tumkur – 572 104, Karnataka.

b) Financial Calendar for the year 2012 - 2013

Financial Reporting for the quarter ending	30th June, 2012	31st July, 2012
Financial Reporting for the quarter ending	30th September, 2012	Last week of October, 2012
Financial Reporting for the quarter ending	31st December, 2012	Last week of January, 2013
Financial Reporting for the quarter ending	31st March, 2013	Last week of April, 2013

CEETA INDUSTRIES LIMITED

c) Date of Book Closure

21st September, 2012 to 28th September, 2012 (both days inclusive) on account of forthcoming Annual General Meeting.

d) Dividend Payment Date

The Company did not declare any dividend.

e) Listing on Stock Exchanges & Stock Code

The Company's Shares are traded at Bombay Stock Exchange Limited. The stock code with The Bombay Stock Exchange Ltd. is - 514171

f) Registrar and Transfer Agents

In terms of SEBI Order No.D&CC/FITTC/CIR-15/2002 dated 27th December 2002 for having a common agency for share transfer work and electronic connectivity and in terms of the directive of the Stock Exchanges, the Company appointed M/s.Niche Technologies Pvt.Ltd. of D-511, Bagree Market, 71, B.R.B.Basu Road, Kolkata – 700 001 as the Registrar and Share Transfer Agents of the Company.

g) Share Transfer System

The transfer of shares, both in physical and electronic mode, are registered and returned within the requisite period by Registrar and Transfer Agent, if the documents are clear in all respects. The shareholders of the Company are requested to send their shares directly to the RTA for transfer or registry related work. However, for the sake of the convenience of the investors / shareholders, the Company shall continue to receive request for transfer of shares.

h) Stock Market Price Date – for F.Y. 2011-12 at - Bombay Stock Exchange Ltd.

Month	High (Rs.)	Low (Rs.)	Close Price	Volume
April, 2011	5.23	5.23	5.23	100
May, 2011	5.49	5.00	5.00	600
June, 2011	4.76	4.31	4.52	2600
July, 2011	4.78	4.00	4.55	3000
August, 2011	4.77	3.96	3.96	1300
September, 2011	4.14	3.43	3.43	2200
October, 2011	NIL	NIL	NIL	NIL
November, 2011	3.40	3.08	3.08	2900
December, 2011	3.10	3.10	3.10	100
January, 2012	NIL	NIL	NIL	NIL
February, 2012	3.25	3.15	3.15	1200
March, 2012	3.16	2.86	2.87	1000

i) Shareholding Pattern (by ownership) as on 31st March, 2012

Sl.No.	Category	No. of Shares	% of Holding
1	Promoters	10429400	71.915
2	Banks, Mutual Funds and Financial Institutions	32700	0.225
3	Private Corporate Bodies	84000	0.579
4	NRIs / OCBs	34700	0.239
5	Indian Public	3920975	27.038
6	Clearing Memb./ Clearing Corp.	625	0.004
	TOTAL	14502400	100.00

CEETA INDUSTRIES LIMITED

j) The Distribution of Shareholding (by size) as on 31st March, 2012

No. of Shares Slab	Number of Shareholders	% to Total	Number of Shares	% to Total
1 – 500	20071	95.6445	27,65,275	19.0677
501 – 1000	625	2.9783	525225	3.6216
1001 – 5000	254	1.2104	529000	3.6477
5001 – 10000	22	0.1048	148900	1.0267
10001 – 50000	7	0.0334	104800	0.7226
50001 – And Above	6	0.0286	10429200	71.9137
TOTAL	20985	100.000	14502400	100.000

Out of 14502400 equity shares, 3765400 shares are in physical form

k) Dematerialization of Shares and Liquidity

The Equity Shares of the Company are registered with National Securities Depository Ltd. (NSDL) and Central Depository Services (India) Ltd. (CDSL) for having the facility of Dematerialization of shares and its **ISIN NO. is – INE 760 J 01012**

l) Plant Location

Granite Division and Registered Office:

Plot No.34-38, KIADB Industrial Area

Sathyamangala, Tumkur – 572 104

Karnataka.

m) Address for Correspondence and Corporate Office

240B, A.J.C.Bose Road

2nd Floor, Kolkata – 700 020

Phone- 033-22832925/ 26

E.mail : kolkata@ceeta.com

n) Compliance Certificate from the Auditors

The Company has obtained a certificate from the Statutory Auditors certifying compliance of the mandatory recommendations mentioned in the clause 49 of the listing agreement. The certificate is annexed.

CEETA INDUSTRIES LIMITED

Auditor's Report on Corporate Governance

To

The members of Ceeta Industries Limited

We have examined the compliance of conditions of Corporate Governance by Ceeta Industries Limited, for the year ended on 31st March, 2012 as stipulated in clause 49 of the listing agreement for the said Company with stock exchange.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination has been limited to a review of the procedures and implementations thereof adopted by the company for ensuing compliance with the conditions of the Corporate Governance as stipulated in the said clause. 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 based on 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.

As required by the Guidance Note issued by the Institute of Chartered Accountants of India we have to state that no investor grievance were pending for a period of one month against the company as per the record maintained by the Shareholders/ Investors Grievances Committee.

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

For G.K. Tulsyan & Company
Chartered Accountants
Firm's Registration No. 323246E

G. K. Tulsyan
Partner
Membership No. 50511

4, Gangadhar Babu Lane,
Kolkata – 700 012.
Dated: 31/07/2012

CEETA INDUSTRIES LIMITED

CEO AND CFO CERTIFICATION

We, K. M. Poddar, Managing Director and Vaibhav Poddar, Chief Executive Officer, certify that:

- a) We have reviewed the financial statements and cash flow statement for the year ended 31st March, 2012 and 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) To the best of our knowledge and belief, no transactions entered into by the company during the year ended 31st March, 2012 are fraudulent, illegal or violative of the company's code of conduct.
- c) We accept responsibility for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting. Deficiencies in the design or operation of such internal controls, if any, of which we are aware have been disclosed to the auditors and the Audit Committee and steps have been taken to rectify these deficiencies.
- d)
 - (i) There has not been any significant change in internal control over financial reporting during the year under reference;
 - (ii) There has not been any significant change in accounting policies during the year requiring disclosure in the notes to the financial statements;
 - (iii) We are not aware of any instance during the year of significant fraud with involvement therein of the management or any employee having a significant role in the Company's internal control system over financial reporting.

Kolkata
31st July, 2012

Vaibhav Poddar
Chief Executive Officer (CEO)

K. M. Poddar
Managing Director

CEETA INDUSTRIES LIMITED

COMPLIANCE CERTIFICATE

CIN No of the Company L 85110 KA1984PLC021494

Nominal Capital Rs. 9,00,00,000

The Members

CEETA INDUSTRIES LTD.

PLOT NO. 34-38, KIADB INDUSTRIAL AREA

SATHYAMANGALA, TUMKUR

KARNATAKA - 572104

We have examined the registers, records, books & papers of M/S Ceeta Industries Ltd (the Company), as required to be maintained under the Companies Act, 1956 (the Act) and the rules made there under and also the provisions contained in the Memorandum & Articles of Association of the Company for the financial year ended on 31st March'2012. In our opinion & the best of our information & according to the examinations carried out by us & explanations furnished to us by the Company, its officers & agents, we certify that in respect of aforesaid financial year:

1. The Company has kept & maintained all the registers as stated in Annexure 'A' to this certificate, as per the provisions of the Act & the rules made there under and all entries therein have been duly recorded.
2. The Company has duly filed the forms and returns as stated in annexure 'B' to this certificate with the Ministry of Corporate Affairs under the Companies Act, 1956 and the rules made there under. However, no forms or returns were required to be filed with the Regional Director, Central Government, Company Law Board or other authorities.
3. The Company being a Public Limited Company, comments are not required
4. The Board of Directors duly met four times respectively on 29th April' 11, 29th July' 11, 31st October'11 and 6th February, 2012 in respect of which meetings proper notices were given and the proceedings were properly recorded and signed in the Minutes Book maintained for the purpose. The Company has not passed any Board resolution by circulation.
5. The Company has closed its Register of Members from 21st September, 2011 to 29th September, 2011 (both days inclusive) during the year under review.
6. The Annual General Meeting of the Company for the financial year ended on 31st March' 2011 was held on 29th September'11 after giving due notice to the Members of the Company and the resolutions passed thereat were duly recorded in the Minutes Book maintained for the purpose.
7. No Extra Ordinary General Meeting was held during the aforesaid financial year.
8. The Company has not advanced any loan to its Directors and/ or persons, firms or Companies referred in Section 295 of the Act
9. The Company has not entered into any contract falling within the purview of Section 297 of the Act.
10. The Company has made proper entries in the register maintained under Section 301 of the act wherever applicable.
11. The Company has revised the remuneration payable to relatives of one of the director of the company appointed in the place of profit under section 314 (1B) within the specified limit with the approval of board of directors and members.
12. The Company has issued four duplicate Share Certificates for 700 shares during the financial year under review.
13. The Company has:
 - a) not allotted any Equity Share or other Securities during the above financial year,
 - b) delivered all the Share Certificates received thereof for transfer/transmission/consolidation and for other purposes during the above financial year within

CEETA INDUSTRIES LIMITED

stipulated time period and as per provisions of the Companies Act and as per SEBI guidelines. The Share Transfer Committee met twenty times during the financial year 2011-12 and all the instrument of transfer were approved by this Committee.

- c) not required to deposit any amount of Dividend in a separate Bank account for Dividend, as no Dividend was declared during the above financial year ,
 - d) not required to post Dividend Warrants to any of its Member, as no Dividend was declared during the above financial year,
 - e) not lying any amount in respect of unpaid Dividend account or under any other head due for transfer to Investor Protection and Education fund u/s 205C of the Companies Act,
 - f) duly complied with the requirements of Section 217 of the Act.
14. The Board of Directors of the Company is duly constituted. The board has appointed Sri Om Prakash Kedia as additional director and Sri S.L. Singhania as an independent regular director as per applicable provisions of the Act. There was no appointment of alternate director or director to fill casual vacancy during the above financial year.
 15. The Company has appointed Sri K.M. Poddar as Managing Director for a period of five years with effect from 1st June, 2011 as per applicable provision of various sections of the Act during the year under review.
 16. The Company has not appointed any Sole-selling Agent during the above financial year under review.
 17. The Company was not required to obtain any approval of the Central Government, Company Law Board, Regional Director, Registrar of Companies and/or such other authorities prescribed under the various provisions of the Act.
 18. The Directors have disclosed their interest in other Firms/Companies to the Board of Directors pursuant to the provisions of the Act and the rules made there under.
 19. The Company has not issued any Equity Shares or other Securities during the aforesaid financial year.
 20. The Company has not bought back any Share during the above financial year.
 21. The Company has not any redeemable preference shares and / or debentures outstanding during the above financial year.
 22. There was no transactions' necessitating the Company to keep in abeyance the right to dividend, rights Shares and Bonus Shares pending registration of transfer of Shares.
 23. The Company has not invited/accepted any deposits including any unsecured loans falling within the purview of Section 58A of the Act during the above financial year under review.
 24. The Loan taken by the Company during the current financial year both secured and unsecured are within the limit prescribed under Section 293(1) (d) of the Company's Act.
 25. The Company has granted Loans and Advances to other Bodies Corporate and made investment in equities of other bodies corporate as per Provisions of Section 372A of the Act during the above financial year.
 26. The Company has not altered the provisions of the Memorandum with respect to situation of the Company's registered office from one state to another during the year under review.
 27. The Company has not altered the provisions of Memorandum with respect to the objects of the Company during the above period.
 28. The Company has not altered the provisions of Memorandum with respect to name of the Company during the above period.
 29. The Company has not altered the provisions of Memorandum with respect to Share Capital of the Company during the above period.
 30. The Company has not altered its Articles of Association during the above period.
 31. There was no prosecution initiated against or show cause notices received by the Company during the above period for offence under the Act.

CEETA INDUSTRIES LIMITED

32. The Company has not received any money as security from its employees during the above period.
33. The Company has deducted both the employer's and employee's contribution towards Provident fund and deposited the same with appropriate Authorities under Section 418 of the Act during the aforesaid financial year.

FOR DROLIA & COMPANY
(Company Secretaries)
(PK DROLIA)
Proprietor

Place: 9, Crooked Lane,
Kolkata 700 069
Date: 31/07/2012 CP: 1362

ANNEXURE: A
Register as maintained by the Company

SL NO	PARTICULARS	SECTION
1.	Register of Members	150
2.	Directors Minutes Book	193
3.	Shareholders Minutes Book	193
4.	Register of Directors	303
5.	Share transfer register / transmission	—
6.	Register of Director's Shareholding	307
7.	Register of Duplicate, consolidation and Exchange of Share Certificate	...
8.	Register of Investments	372A

ANNEXURE: B

SL No.	From No./Return	Filed under Section	Date of Filing	Whether filed within Statutory Time Period
1.	Compliance Report in e-form- 66 for the F.Y. ended on 31st March,11	383A	12/10/2011	Yes
2.	Balance sheet and P/L A/c as at 31st March 2011 in XBRL Format in Form No. 23AC/ 23ACA	220	24/11/2011	Yes
3.	Annual Return made up to 29/09/11 in e-form 20B	159	25/11/2011	Yes
4.	Form -32 for change in designation of Sri. S.L. Singhania as a regular director w.e.f. 29-09-2011	257	15/10/2011	Yes
5.	Form -32 for appointment of Sri. O.P. Kedia as additional director w.e.f. 31-10-2011	260	12/11/2011	Yes
6.	Form- 25C for appointment of Sri K.M. Poddar as M.D. w.e.f 01-06-2011 for five years.	269(2)	12/11/2011	No
7.	Form-23 for registration of three Special resolutions	192	22/10/2011	Yes

CEETA INDUSTRIES LIMITED

AUDITORS' REPORT
TO THE MEMBERS OF MESSRS CEETA INDUSTRIES LIMITED

We have audited the annexed Balance Sheet of Messrs CEETA INDUSTRIES LIMITED, as at 31st March, 2012, and also the Profit and Loss Statements 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 of these financials based on our audit.

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 management as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

Further we report that:

- 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 an annexure of the matters specified in paragraph 4 and 5 of the said order.
- Further to our comments on the annexure referred to in paragraph 1 above, we report that :
 - We have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - 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.
 - The Balance Sheet and Profit & Loss Statement dealt with by this report are in agreement with the books of account.
 - In our opinion the Profit and Loss Account and Balance Sheet comply with the accounting standards referred to in sub section 3 (C)of Section 211 of the Companies Act, 1956 to the extent applicable.
 - As per the information and explanations given to us none of the directors of the Company are prima facie, as at 31st March, 2012, disqualified from being appointed as directors of the Company under Clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956.
 - In our opinion and to the best of our information and according to explanations given to us, the said Balance Sheet and Profit and Loss Statement give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view :
 - In the case of Balance Sheet of the state of affairs of the Company as at 31st March, 2012
 - In the case of Profit and Loss Statement of the Profit of the Company for the year ended on that date.
 - In the case of cash flow statement, of the cash flow for the year ended as on that date.

For G. K. TULSYAN & COMPANY
CHARTERED ACCOUNTANTS,
Registration No. 323246E
G.K. Tulsyan
PARTNER

Membership No. 50511
4, Gangadhar Babu Lane, Kolkata-700012
Dated the 21st day of May, 2012.

CEETA INDUSTRIES LIMITED

Annexure referred to in paragraph 1 of the report of even date on the account for the year ended 31st March, 2012, of Messrs Ceeta Industries Limited.

1. In respect of its fixed assets:
 - (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
 - (b) The fixed assets have been physically verified by the Management at reasonable intervals. No discrepancies were noticed on such verification.
 - (c) In our opinion, the Company's has not disposal off any substantial part of its fixed assets.
2. In respect of its inventories:
 - a) As explained to us the stocks of finished goods, stores and raw materials have been physically verified by the Management during the year at reasonable intervals. The frequency of such verification is reasonable having regard to the size of the Company and the nature of its business.
 - (b) In our opinion and according to the information and explanation given to us the procedures of physical verification of the above referred stock followed by the Management are reasonable and adequate in relation to the size of the Company and nature of its business.
 - (c) The Company has maintained proper records of inventories.
 - (d) As explained to us no material discrepancies were noticed on physical verification of the stocks of raw materials, finished goods and packing materials as compared to the book records.
3. (a) The company has granted unsecured loan to 2 parties covered in the register maintained under section 301 of the companies Act. The total of loan outstanding in such account is Rs 18336748/-
 - (b) the rate of interest and other terms and conditions of loans given by the company, Prima facie are not prejudicial to the interest of the company;
 - (c) With regard to the unsecured loans granted, receipt of the principal amount and interest are regular;
 - (d) With regard to the unsecured loans granted and squared off during the year, there are no overdue amounts.
 - (e) The company has received unsecured loan from 5 parties covered in the register maintained under section 301 of the companies Act. The loan amount has been squared off during the year.
 - (f) The rate of interest and other terms and conditions in respect of the loans received by the company, Prima facie are not prejudicial to the interest of the company;
 - (g) With regard to the unsecured loans received, payment of the principal amount and interest are regular;
 - (h) With regards to the unsecured loans received, there are no overdue amounts.
4. In our opinion and according to the information and explanations given to us there are adequate internal control procedures commensurate with the size of the company and nature of its business for the purchase of raw materials, stores, spare including components, plant and machinery, equipment and other assets and also for sale of goods.
5. In our opinion and according to the information and explanations given to us, the transactions of purchase of goods, materials or services and sale of goods, materials or services made in pursuance of contracts or arrangements entered in the register maintained under Section 301 and aggregating during the year to Rs. 500000/- or more in

CEETA INDUSTRIES LIMITED

- respect of each party have been made at price which are reasonable having regard to prevailing market prices for such goods, materials or services or the prices at which transactions for similar goods, materials or services have been made with other products.
6. In our opinion and according to the explanation and information given to us the company has not accepted any deposit from public during the year.
 7. In our opinion the Company have a internal audit system commensurate with the size and nature of the business.
 8. The Central Government has not prescribed maintenance of cost records under Section 209(i) (d) of the Companies Act, 1956 in respect of this Company.
 9. In respect of its statutory dues :

According to the records of the company undisputed statutory dues including provident fund, employees' State Insurance, sales tax, customs duty, excise duty, cess and other statutory dues have been regularly deposited with the appropriate authorities.
 10. The Company has no accumulated losses of Rs 5069495/- at the year end (excluding capital reserve and capital redemption reserve and capital reserve on forfeiture of share) and has not incurred any cash losses during the financial year covered by our audit or in the immediately preceding financial year.
 11. Based on our audit procedures and according to the information and explanation given to us, we are of the opinion that the Company has not defaulted in repayment of dues to financial institutions or banks.
 12. In our opinion and according to the information and explanation given to us, no loans and advances have been granted by the Company on the basis of security by way of pledge of shares, debentures and other securities.
 13. In our opinion, the Company is not a chit fund or a nidhi/mutual benefit fund/society. Therefore clause 4 (xiii) of the Companies (Auditors' Report) Order 2003, is not applicable to the Company.
 14. The Company is not dealing or trading in shares, securities, debentures and other investments.
 15. The Company has not given guarantees for loans taken by others from banks or financial institutions.
 16. The Company has not raised any term loans during the year.
 17. The company has not raised any funds on short term basis which can be used for long term purpose.
 18. During the year, the company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under Section 301 of the companies Act, 1956.
 19. The Company has no debentures.
 20. The Company has not raised any money by way of public issue during the year.
 21. In our opinion and according to the information and explanations 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 mis-stated

For G. K. TULSYAN & COMPANY
CHARTERED ACCOUNTANTS,
Registration No. 323246E
G.K. Tulsyan
PARTNER

Membership No. 50511
4, Gangadhar Babu Lane, Kolkata-700012
Dated the 21st day of May, 2012.

CEETA INDUSTRIES LIMITED

Balance Sheet as at 31st March 2012

Particulars	Note No.	2011-12 Rs.	2010-11 Rs.
I. EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	3	14,502,400	14,502,400
(b) Reserves and surplus	4	141,316,949	113,695,261
2 Current liabilities			
(a) Short-term borrowings	5	-	37,882,201
(b) Trade payables		3,023,346	1,799,255
(c) Other current liabilities	6	52,944,949	57,125,966
(d) Short-term provisions	7	535,751	1,795,667
TOTAL		212,323,395	226,800,750
II. ASSETS			
Non-current assets			
1 (a) Fixed assets			
(i) Tangible assets	8	19,652,744	21,923,829
(ii) Capital work-in-progress		-	19,024,225
(b) Non-current investments	9	704,231	1,919,632
(c) Long-term loans and advances	10	81,168,532	100,028,010
(d) Other non-current assets	11	233,433	233,433
2 Current assets			
(a) Current investments	12	-	4,362,710
(b) Inventories	13	61,659,289	61,522,358
(c) Trade Receivables	14	4,512,390	9,137,329
(d) Cash and cash equivalents	15	20,541,754	2,267,812
(e) Short-term loans and advances	16	23,832,463	6,362,853
(f) Other current assets	17	18,559	18,559
TOTAL		212,323,395	226,800,750

Singnificant Accounting Policies and
Notes on Financial Statements 1-28
This is the Balance Sheet as per our Report of even date

For G.K. Tulsyan & Company
Chartered Accountants
Firm's Registration No. 323246E

On behalf of the Board

K.M. Poddar
Managing Director

G.K. Tulsyan
Partner
Membership No. 50511
4, Gangadhar Babu Lane
Kolkata- 700012
Dated: 21-05-2012

A. De
Director

CEETA INDUSTRIES LIMITED

Statement of Profit and Loss for the year ended 31st March 2012

Particulars	Note No.	2011-12 Rs.	2010-11 Rs.
I. Revenue from operations	19	30,581,426	74,670,420
II. Other income	20	55,329,257	24,565,959
III. Total Revenue (I + II)		85,910,683	99,236,379
IV. Expenses:			
Cost of materials consumed	21	2,192,017	20,897,663
Changes in inventories of finished goods work-in-progress and Stock-in-Trade	22	(572,663)	(8,856,437)
Employee benefits expense	23	7,220,870	7,928,007
Finance costs	24	19,672,494	5,635,272
Depreciation and amortization expense		3,405,021	3,364,096
Other expenses	25	26,371,256	55,341,964
Total expenses		58,288,995	84,310,565
V. Profit before exceptional and extraordinary items and tax (III-IV)		27,621,688	14,925,814
VI. Exceptional / Extraordinary items		-	-
VII. Profit before tax (VII- VIII)		27,621,688	14,925,814
VIII. Provision for Taxation		-	-
IX. Profit/ (Loss) for the Period		27,621,688	14,925,814
X. Earnings per equity share:			
(1) Basic	26	1.90	1.03
(2) Diluted		1.90	1.03

Singnificant Accounting Policies and
Notes on Financial Statements 1-28
This is the Balance Sheet as per our Report of even date

For G.K. Tulsyan & Company
Chartered Accountants
Firm's Registration No. 323246E

On behalf of the Board

K.M. Poddar
Managing Director

G.K. Tulsyan
Partner
Membership No. 50511
4, Gangadhar Babu Lane
Kolkata- 700012
Dated: 21-05-2012

A. De
Director

CEETA INDUSTRIES LIMITED

Cash Flow Statement for the year ended 31st March, 2012

	As on 31/03/2012 Rs.	As on 31/03/2011 Rs.
A. CASH FLOW FROM OPERATING ACTIVITIES:		
Net profit before interest, tax and extraordinary items	47,294,182	20,561,086
Adjustment for:		
Income from Investment	(21,290,168)	(18,618,595)
Depreciation	3,405,021	3,364,096
Loss on sale of fixed assets (Net)	-	208,155
Interest received	(16,012,049)	(4,010,989)
Dividend	-	-
Operating profit before working capital charges	13,396,986	1,503,753
Adjustments for Increase/ decrease in :		
Trade and Other receivables	4624939	4,987,649
Inventories	(136,931)	(850,503)
Trade Payables	1224091	43,055,189
Other Current Liabilities & Provisions	(5,440,933)	-
Long Term Loans & Advances	18,859,478	-
Short Term Loans & Advances	(17,469,610)	(11,662,371)
Cash Generated from Operation	15,058,020	37,033,717
Direct Tax Paid	-	-
Cash Flow before extraordinary items	15,058,020	37,033,717
Extraordinary items	-	-
Net cash flow from operating activities(A)	15,058,020	37,033,717
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of fixed assets including Capital W.I.P.	(1,133,935)	(3,441,572)
Purchase of Investment	(14,825,194)	(43,152,940)
Sale of fixed assets	19,024,225	260,200
Sale of Investment	41,693,472	58,649,418
Interest Received	16,012,049	4,010,989
Net cash used in investing activities (B)	60,770,617	16,326,095
C. CASH FLOW FROM FINANCING ACTIVITIES		
Interest Paid	(19,672,494)	(5,635,272)
Proceeds from long term borrowings	(37,882,201)	(46,374,819)
Net Cash Flow from Financing Activities (C)	(57,554,695)	(52,010,091)
Net Increase in cash and Cash equivalent (A+B+C)	18,273,942	1,349,721
Cash and Cash equivalent as at beginning of the year	2,267,812	918,091
Cash and Cash equivalent as at end of the year	20,541,754	2,267,812

Note: - Figures in brackets represent cash outflows

For G.K. Tulsyan & Company
Chartered Accountants
Firm's Registration No. 323246E

G.K. Tulsyan
Partner
Membership No. 50511
4, Gangadhar Babu Lane
Kolkata- 700012
Dated: 21-05-2012

On behalf of the Board

K.M. Poddar
Managing Director

A. De
Director

CEETA INDUSTRIES LIMITED

NOTE 1

Corporate information

Ceeta Industries Limited is a domestic public limited company incorporated under the provisions of the Indian Companies Act, 1956. The company is mainly engaged in the manufacture of granite products. In view of continuing unfavourable trading condition in the export market for granite products, the company being an export oriented unit (EOU), the company from time to time take opportunity to undertake activities such as trading, handling and transportation and deployment of funds for short term with the corporates.

NOTE 2

Basis of preparation

The financial statements of the company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The company has prepared these financial statements to comply in all material respects with the accounting standards notified under the Companies (Accounting Standards) Rules, 2006, (as amended) and the relevant provisions of the Companies Act, 1956. The financial statements have been prepared on an accrual basis and under the historical cost convention.

The accounting policies adopted in the preparation of financial statements are consistent with those of previous year, except for the change in accounting policy explained below.

Summary of significant accounting policies

a. Change in accounting policy

Presentation and disclosure of financial statements
During the year ended 31 March 2012, the revised Schedule VI notified under the Companies Act 1956, has become applicable to the company, for preparation and presentation of its financial statements. The adoption of revised Schedule VI does not impact recognition and measurement principles followed for preparation of financial statements. However, it has significant impact on presentation and disclosures made in the financial statements. The company has also reclassified the previous year figures in accordance with the requirements applicable in the current year.

b. Use of estimates

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods

c. Tangible fixed assets

Fixed assets are stated at the book value as on 01/06/2003 and subsequent capital expenditure i.e.; addition to fixed assets are stated at cost prevailing at the date of acquisition.

d. Depreciation on tangible fixed assets

Depreciation on fixed assets has been provided on straight line method; in case of plant & machinery for granite division the 'triple shift basis' has been taken. The rates and manner for depreciation provision are as per schedule XIV to the Companies Act, 1956 as amended by the Companies (Amendment) Act, 1988.

CEETA INDUSTRIES LIMITED

e. Investments

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments.

On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties. If an investment is acquired, or partly acquired, by the issue of shares or other securities, the acquisition cost is the fair value of the securities issued. Current investments are carried in the financial statements at cost. Long-term investments are carried at cost. On disposal of an investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss.

f. Inventories

Raw materials, components, stores and spares are valued at lower of cost and net realizable value. Finished goods are valued at lower of cost and net realizable value. Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.

g. Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized:

Sale of goods

Revenue from sale of goods is recognized when all the significant risks and rewards of ownership of the goods have been passed to the buyer, usually on delivery of the goods. The company collects sales taxes and value added taxes (VAT) on behalf of the government and, therefore, these are not economic benefits flowing to the company. Hence, they are excluded from revenue. Excise duty deducted from revenue (gross) is the amount that is included in the revenue (gross).

Interest:

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate. Interest income is included under the head "other income" in the statement of profit and loss.

h. Foreign currency translation

- (i) Sale : Direct exports are undertaken in terms of the currency of the country of export and accounted for at the rate prevailing on the date of shipment. The difference in exchange on the date of realization of debts is taken in revenue. Third party exports are undertaken at rupee value.
- (ii) Expenses :The actual expenses in terms of rupees on the date of transaction/ remittance for purchase (import) of goods and expenses are taken into account.
- (iii) Capital Goods :No capital goods were acquired out of foreign exchange involvement since 01-06-2003.
- (iv) Borrowings: No foreign currency borrowings were made during the current financial year and no outstanding foreign currency borrowings was at the beginning of the year.

CEETA INDUSTRIES LIMITED

i. Retirement and other employee benefits

Retirement benefit in the form of provident fund is a defined contribution scheme. The contributions to the provident fund are charged to the statement of profit and loss for the year when the contributions are due. The company has no obligation, other than the contribution payable to the provident fund.

The retirement benefits of the employees in the form of gratuity is provided on accrual basis taking into account the actuarial valuation.

j. Income tax

No provision for income tax has been made since the company has no tax liability in accordance with the provision of the Income Tax Act. The company is having deferred tax asset by concept of prudence, no provision has been made in the books

k. Segment reporting

The Company at present has two segments viz. granite division engaged in manufacturing granite products and other operations which comprises trading transactions including brokerage, commission, mining, transportation, purchase / sale of property construction rights, interest income on short term lending and miscellaneous services.

Segment result includes revenue less operating expenses and provision, if any, for that segment. Segment capital employed represents the net assets in particular segments. Head office income and expenses are considered as unallocable corporate expenditure net of unallocable income.

l. Earnings Per Share

The company reports basic and diluted earnings per equity share in accordance with AS-20 (Earnings Per Share). Basic earnings per equity share has been computed by dividing net profit or loss by the weighted average number of equity shares outstanding for the period. Diluted earnings per equity share, has been computed using the weighted average number of equity shares and dilutive potential equity shares outstanding during the period.

m. Contingent liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The company does not recognize a contingent liability but discloses its existence in the financial statements.

n. Cash and cash equivalents

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand and bank deposits with more than 12 months maturity. Investment towards margin money and security deposit and other commitments are also grouped under cash and cash equivalents.

CEETA INDUSTRIES LIMITED

Note 3

Share capital

Share Capital	2011-12		2010-11	
	Number	Amount	Number	Amount
a) Authorised		Rs.		Rs.
150000 - 15% Non Cumulative Redeemable Preference Shares of Rs. 100/- each	150,000	15,000,000	150,000	15,000,000
75000000 Equity Shares of Re.1/- each	75,000,000	75,000,000	75,000,000	75,000,000
		90,000,000		90,000,000
b) Issued				
14502400 Equity Shares of Re. 1/- each	14,502,400	14,502,400	14,502,400	14,502,400
c) Subscribed & Paid up				
14502400 Equity Shares of Re. 1/- each	14,502,400	14,502,400	14,502,400	14,502,400
Total	14,502,400	14,502,400	14,502,400	14,502,400

d) Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period

Particulars	2011-12		2010-11	
	Number	Amount(Rs.)	Number	Amount(Rs.)
Shares outstanding at the beginning of the year	14,502,400	14,502,400	14,502,400	14,502,400
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	14,502,400	14,502,400	14,502,400	14,502,400

Terms/rights attached to equity shares:

The company has only one class of equity shares having a par value of Re.1/- per share. Each holder of equity shares is entitled to one vote per share.

In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders

e) Shares in the company held by each shareholder holding more than 5 percent shares-

Name of Shareholder	2011-12		2010-11	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Coronation Refrigeration Industries Ltd.	4050000	27.926	4050000	27.926
Likhmi Trading & Mfg. Co. Ltd.	3324000	22.920	3324000	22.920
Nouveau Metal Industries Ltd.	1177500	8.119	1177500	8.119
Rashmi Properties & Investments Ltd.	1307000	9.012	1307000	9.012

CEETA INDUSTRIES LIMITED

Note 4

Reserves and surplus

	2011-12	2010-11
a. Capital Reserves- Restructuring of Debt.	Rs.	Rs.
Opening Balance	132,995,444	132,995,444
(+) Current Year Transfer	-	-
(-) Written Back in Current Year	-	-
Closing Balance	132,995,444	132,995,444
b. Capital Redemption Reserve		
Opening Balance	13,300,000	13,300,000
(+) Current Year Transfer	-	-
(-) Written Back in Current Year	-	-
Closing Balance	13,300,000	13,300,000
c. Other Reserves (Capital Reserve on Forfeiture of Shares)		
Opening Balance	91,000	91,000
(+) Current Year Transfer	-	-
(-) Written Back in Current Year	-	-
Closing Balance	91,000	91,000
d. Surplus		
Opening balance	(32,691,183)	(47,616,997)
(+) Net Profit/(Net Loss) For the current year	27,621,688	14,925,814
(+) Transfer from Reserves	-	-
(-) Transfer to Reserves	-	-
Closing Balance	(5,069,495)	(32,691,183)
Total	141,316,949	113,695,261

Note 5

Short Term Borrowings

	2011-12	2010-11
Unsecured		
(b) Loans and advances from related parties	-	37,882,201
	-	37,882,201
In case of continuing default as on the balance sheet		
1. Period of default	-	-
2. Amount	-	-
Total	-	37,882,201

Note 6

Other Current Liabilities

	2011-12	2010-11
Other payables		
TDS Payable	195,741	283,799
Other liabilities	52,749,208	56,842,167
Total	52,944,949	57,125,966

Note 7

Short Term Provisions

	2011-12	2010-11
(a) Provision for employee benefits		
Gratuity (Funded)	535,751	1,284,694
(b) Others (Specify nature)		
Provisions for F.B. T.	-	510,973
Total	535,751	1,795,667

CEETA INDUSTRIES LIMITED

Note 8

	Fixed Assets		Gross Block		Accumulated Depreciation			Net Block	
	Balance as at 1 April 2011	Additions/ (Disposals)	Balance as at 31 March 2012	Balance as at 1 April 2011	Depreciation charge for the year	On disposals	Balance as at 31 March 2012	Balance as at 1 April 2011	Balance as at March 2012
a									
Tangible Assets									
Land	2,263,097	-	2,263,097	-	-	-	-	2,263,097	2,263,097
Assets under lease	44,900	-	44,900	-	-	-	-	44,900	44,900
Buildings	8,720,963	-	8,720,963	2,269,867	298,995	-	2,568,862	6,451,096	6,152,101
Non Factory building	1,541,813	-	1,541,813	113,766	17,416	-	131,182	1,428,047	1,410,631
Plant and Equipment	23,232,817	-	23,232,817	15,784,661	2,399,241	-	18,183,902	7,448,156	5,048,915
Furniture and Fixtures	623,669	-	623,669	252,381	46,588	-	298,969	371,288	324,700
Electrical Installation	2,668,686	6,553	2,675,239	974,003	126,999	-	1,101,002	1,694,683	1,574,237
Vehicles	2,262,254	672,662	2,934,916	967,994	273,230	-	1,241,224	1,294,260	1,693,692
Office equipment	867,720	130,570	998,290	227,608	46,521	-	274,129	640,112	724,161
Computer	1,016,161	324,150	1,340,311	727,971	196,030	-	924,001	288,190	416,310
Total	43,242,080	1,133,935	44,376,015	21,318,251	3,405,020	-	24,723,271	21,923,829	19,652,744
b									
Capital Work In Progress	19,024,225	(19,024,225)	-	-	-	-	-	19,024,225	-
Total	19,024,225	(19,024,225)	-	-	-	-	-	19,024,225	-

(31)

CEETA INDUSTRIES LIMITED

**Note 9
Non-current investments**

Particulars	2011-12	2010-11
A		
Trade Investments (Refer A below)		
(a) Investment in Equity Instruments	699,231	1,914,632
(b) Investments in Government or Trust securities	5,000	5,000
Total (A)	704,231	1,919,632
Less : Provision for diminution in the value of Investments	-	-
Total	704,231	1,919,632
Particulars	2011-12	2010-11
Aggregate amount of quoted investments (Market value of Rs. 37160/- (Previous Year - Rs.1605/-)	28731	3538
Aggregate amount of unquoted investments	675500	1916094

A. Details of Trade Investments

Sr. No.	Name of the Body Corporate	Subsidiary / Associate / JV/Controlled Entity /	No. of Shares / Units		Quoted / Unquoted	Partly Paid / Fully paid	Extent of Holding (%)		Amount		"Whether stated at Cost" Yes / No	If Answer to Column (12) is "No" - Basis of Valuation"
			2011-12	2010-11			2011-12	2010-11	2011-12	2010-11		
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)
(a)	Investment in Equity Instruments											
	Himalaya Granite Ltd	-	100	100	Quoted	Fully Paid	-	-	3538	3538	Yes	-
	Bharat Gear Ltd.	-	500	-	Quoted	Fully Paid	-	-	25193	-	Yes	-
	Kingstone Krystals Ltd.	Subsidiary	66800	66,800	Unquoted	Fully Paid	98.96	98.96	670500	670500	Yes	-
	P.R. Vyapaar Ltd.	-	-	50,000	Unquoted	Fully Paid	-	-	-	664157	Yes	-
	Bhilai Holdings Pvt. Ltd.	-	-	50,000	Unquoted	Fully Paid	-	-	576437	576437	Yes	-
									699,231	1914632		
(b)	Investments in Government or Trust securities											
	NSC VIII Issue	0	0	0	0	0	0	0	5000	5000	yes	-
Total									704,231	1,919,632		

(32)

CEETA INDUSTRIES LIMITED

Note 10

Long Term Loans and Advances

	2011-12	2010-11
b. Security Deposits	Rs.	Rs.
Unsecured, considered good	2,018,275	2,028,688
	2,018,275	2,028,688
d. Other loans and advances (specify nature)		
Unsecured, considered good	79,150,257	97,999,322
	79,150,257	97,999,322
Total	81,168,532	100,028,010

Note 11

Other non-current assets

	2011-12	2010-11
a. Long term trade receivables (including trade receivables on deferred credit terms)		
Unsecured, considered good	233,433	233,433
Total	233,433	233,433

Note 12

Current Investments

Particulars	2011-12	2010-11
(a) Other non-current investments		
Transferable Development Rights(992.32 Sq.Mt.)	-	4,362,710
Total (A)	-	4,362,710
Less : Provision for dimunition in the value of Investments		
Total	-	4,362,710

Particulars	2011-12	2010-11
Aggregate amount of quoted investments (Market value of ` __ (Previous Year ` __)	-	-
Aggregate amount of unquoted investments	-	4,362,710

Note 13

Inventories

	2011-12		2010-11	
a. Raw Materials and components (Valued at Cost)	8,206,859		8,616,072	
		8,206,859		8,616,072
b. Finished goods (Valued at Cost or net realisable value, whichever is low)	48,484,494		47,911,831	
		48,484,494		47,911,831
c. Stores and spares (Valued at Cost)	4,967,936		4,994,455	
		4,967,936		4,994,455
Total	61,659,289		61,522,358	

CEETA INDUSTRIES LIMITED

Note 14

Trade Receivables

	2011-12	2010-11
a) Aggregate of Trade receivables outstanding for a period exceeding six months from the date they are due for payment	Rs.	Rs.
Unsecured, considered good	2,639,505	4,230,992
	2,639,505	4,230,992
b) Trade Receivable outstanding for a period not exceeding six months from the due of payment	1,861,378	4,904,054
	1,861,378	4,904,054
c) Debts due by related parties		
Unsecured, considered good	11,507	2,283
	11,507	2,283
Total	4,512,390	9,137,329

Trade Receivable stated above include debts due by:

Particulars	2011-12	2010-11
Directors *	6,438	-
Other officers of the Company *	5,069	2,283
	11,507	2,283

*Either severally or jointly

Note 15

Cash and cash equivalents

	2011-12		2010-11	
a. Balances with banks*		20,332,350		1,841,784
This includes:				
Margin money	-		7,550	
Other commitments	6,400		-	
Bank deposits with more than 12 months maturity	196,098		194,891	
b. Cash on hand*		209,404		426,028
		20,541,754		2,267,812

*Repatriation restrictions, if any, in respect of cash and bank balances shall be separately stated.

Note 16

Short-term loans and advances

	2011-12	2010-11
a. Loans and advances to related parties		
Unsecured, considered good	18,336,748	-
	18,336,748	-
b. Others (specify nature)		
Unsecured, considered good -		
Advance Against Purchase	1,382,229	1,940,101
Prepaid Expenses	77,473	64,810
Advance Tax and TDS	3,814,351	4,053,865
Advance Against Expenses	221,662	304,077
	5,495,715	6,362,853
	23,832,463	6,362,853

CEETA INDUSTRIES LIMITED

Note 17 Other Current Assets

Particulars	2011-12		2010-11	
Interest accrued on Investments	18,559		18,559	
		18,559		18,559

Note 18 a) Contingent liabilities and commitments (to the extent not provided for)

	2011-12	2010-11
(i) Contingent Liabilities		
(a) Claims against the company not acknowledged as debt	2,842,570	2,842,570
(b) Other money for which the company is contingently liable	170,700	170,700
	3,013,270	3,013,270
(ii) Commitments		
	-	-
	3,013,270	3,013,270

b) In the opinion of the Board, all assets other than fixed assets and non current investments, have a realisable value in the ordinary course of business which is not different from the amount at which it is stated.

Note 19 Revenue from operations

Particulars	2011-12	2010-11
Sale of products	9,367,996	28,114,203
Sale of services	6,000,000	6,000,000
Other operating revenues	15,213,430	40,556,217
Total	30,581,426	74,670,420

Note 20 Other income

Particulars	2011-12	2010-11
a) Interest Income (in case of a company other than a finance company)	16012049	4,010,989
b) Net gain/loss on sale of investments	21,290,168	18,618,595
c) Other non-operating income (net of expenses directly attributable to such income)	18,027,040	1,859,055
d) Net gain/loss on foreign currency translation and transaction (other than considered as finance cost)	-	77,320
Total	55,329,257	24,565,959

(35)

CEETA INDUSTRIES LIMITED

Note 21 Cost of materials consumed

Particulars	2011-12	2010-11
Opening Stock	8,616,072	16,813,991
Add: Purchase	1,782,804	12,699,744
less:		
closing Stock	8,206,859	8,616,072
Total	2,192,017	20,897,663

Note 22 Changes in inventories of finished goods work-in-progress and Stock-in-Trade

Particulars	2011-12	2010-11
Opening Stock :		
Finished Goods	47,911,831	39,055,394
	47,911,831	39,055,394
Closing Stock :		
Finished Goods	48,484,494	47,911,831
	48,484,494	47,911,831
Total	(572,663)	(8,856,437)

Note 23 Employee Benefits Expense

	2011-12	2010-11
(a) Salaries and incentives	6,542,906	6,724,797
(b) Contributions to -		
"(i) Provident fund(ii) Superannuation scheme"	247,941	376,826
(c) Social security and other benefit plans for overseas employees	45554	122,184
(d) Staff welfare expenses	384469	704,200
Total	7,220,870	7,928,007

Note 24 Finance costs

Particulars	2011-12	2010-11
Interest expense	19672494	5,635,272
Total	19,672,494	5,635,272

(36)

CEETA INDUSTRIES LIMITED

Note 25

Other expenses

Particulars	2011-12	2010-11
	Rs.	Rs.
Consumption of stores and spare parts.	1,777,928	8,763,306
Consumption of Packing Materials	75,358	815,386
Other Manufacturing Expenses	674,448	3,585,450
Other Operating Expenses	10,382,197	24,360,993
Power and fuel.	1,670,197	3,751,255
Packing & Forwarding Charges	346,925	619,950
Electricity Charges	284,561	307,812
Rent.	1,013,400	1,023,600
Repairs and Maintenance - Office	560,316	455,068
Repairs to machinery - Factory	456,332	823,687
Insurance .	135,538	192,609
Rates and taxes, excluding, taxes on income.	173,138	77,603
Travelling and Conveyance Expenses	2,277,821	2,357,514
Vehicle Running and Maintenance Expenses	498,657	626,375
Printing & Stationary	252,147	208,346
Communication Charges(Postage & Telephone)	754,313	787,352
Legal & Professional Charges	1,979,808	944,713
Managerial Remuneration	780,086	701,252
Security Charges	870,986	592,979
Business Promotion Expenses	40,472	137,366
Vehicle Hire Charges	273,404	240,596
Miscellaneous Expenditure	646,169	1,506,657
Net loss on foreign currency translation and transaction (other than considered as finance cost)	390,802	51,206
Payments to the auditor as		
a. auditor	40,000	40,000
b. for taxation matters	11,000	11,000
c. for reimbursement of expenses/ Service Tax	5,253	5,253
Quality Defective Claims	-	2,146,482
Net loss on sale of Fixed Assets	-	208,155
Total	26,371,256	55,341,964

Note 26

Earning Per Share

	31.03.2012	31.03.2011
Profit After Tax	27,621,688	14,925,814
No of Equity Shares	14,502,400	14,502,400
Basic and diluted earning per equity share	1.90	1.03

(37)

CEETA INDUSTRIES LIMITED

Note 27

Segment Reporting

The Company has the two segments - Granite Division and Other Operations.
Summary of operating segments of the Company area:-

	Rs.in lac)		
	Granite	Other Operations	Total
Segmental Revenue:	97.20	761.91	859.11
TOTAL REVENUE	97.20	761.91	859.11
Segment Result :	(115.57)	45.47	(70.10)
(before interest and tax)			
Unallocated Corporate Expenses net of unallocable income	-	-	383.74
Operating Profit/(Loss)	-	-	313.64
Interest and other income	14.45	25.64	159.30
Interest Expenses	11.57	44.78	196.72
Net Profit / (Loss) before Tax	-	-	276.22
OTHER INFORMATION			
CAPITAL EMPLOYED			
Net Segment Assets	1680.94	23.10	1704.04
Unallocated Assets / (Liabilities)	-	-	(145.84)
Net Capital Employed	-	-	1558.20
Capital Expenditure	4.42	6.92	11.34
Depreciation	32.42	1.63	34.05

Note 28

Foreign Exchange earning / Outgo

	31/03/2012 (Rs. In lakhs)	31/03/2011 (Rs.In Lakhs)
a) Expenditure in foreign currency		
Travelling	NIL	0.60
Advertisement	NIL	0.55
Imported Consumables	1.31	NIL
b) FOB Value of exports/earnings in foreign currency	47.83	244.42
Other earnings in Foreign Currency	NIL	NIL
c) Value of imports on CIF basis		
Components & spare parts	1.31	11.46

Signature of Notes 1 to 28 as per our annexed report of even date.

For G.K.Tulsyan & Co.
Chartered Accountants
Firm's Registration No. 323246E

On behalf of the board

K.M. Poddar,
Managing Director

G. K. Tulsyan
Partner
Membership No.50511
4, Gangadhar Babu Lane
Kolkata – 700012
Date: 21/05/2012

A. De,
Director

(38)

CEETA INDUSTRIES LIMITED

STATEMENT PURSUANT TO SECTION 212 OF THE COMPANIES ACT, 1956 RELATING TO SUBSIDIARY COMPANY :

Name of the Company	Kingstone Krystals Limited
A. The Financial Year of the Subsidiary Company ended on	31/03/2012
B. Number of Shares in the Subsidiary Company held by Ceeta Industries Ltd. at the above date (equity shares unless stated otherwise) and % of holding.	66,800 98.96
C. The net aggregate of profits (losses) of the subsidiary company for its financial year so far as they concern the members of Ceeta Industries Ltd.	
a) Dealt with in the accounts of Ceeta Industries Limited for the year ended 31st March, 2012	Nil
b) Ceeta Industries Limited for the year ended 31st March, 2012.	Rs.12,863
D. The net aggregate of profits (losses) of the subsidiary company for its Previous financial years so far as they concern the members of Ceeta Industries Limited.	
a) Dealt with in the accounts of Ceeta Industries Limited for the year ended 31st March, 2011	Nil
b) Not dealt with in the accounts of Ceeta Industries Limited for the year ended 31st March, 2011	Rs. 14,47,689
	On behalf of the Board

K.M. Poddar,
Managing Director

A.De,
Director

Place: Kolkata
Date: 21-05- 2012

KINGSTONE KRYSTALS LIMITED

DIRECTORS' REPORT

Your Directors have the pleasure in submitting their Report and Audited Financial Statements for the financial year ended 31st March, 2012.

FINANCIAL RESULTS:

	2011-12	2010-11
	Rs.	Rs.
Profit/(Loss) as per Profit & Loss Statement	15,196	1,32,493
Less: Provision for Income Tax	2,198	25,075
Profit / (Loss) after taxation	12,998	1,07,418
Balance brought forward from previous year	14,62,859	13,55,441
Balance carried to next year	<u>14,75,857</u>	<u>14,62,859</u>

DIVIDEND:

In order to conserve cash resources, no dividend for the year has been recommended.

DIRECTORS:

Sri Arabinda De retires at the ensuing Annual General Meeting and being eligible, offers himself for re appointment pursuant to the provisions of the Companies Act, 1956 and Articles of Association of the Company.

AUDITORS:

The Auditors, M/s.G.K.Tulsyan & Co., Chartered Accountants retire at the ensuing Annual General Meeting and being eligible, offer themselves for re-appointment.

PERSONNEL:

As per the disclosure required under section 217(2A) of the Companies Act, 1956, the Company has no employee drawing remuneration in aggregate of Rs.5,00,000/- or more per month, if employed for the part of the year and Rs.60,00,000/- per annum if employed through out the year.

DEPOSITS:

The Company has no outstanding deposits and it neither invited nor accepted any deposit from the public within the meaning of Sec.58A of the Companies Act, 1956 during the year under review.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE EARNINGS AND OUT GO:

Since your Company is not carrying any manufacturing activity, the disclosure of the information relating to conservation of energy and technology absorption is not applicable.

There have been no foreign exchange earnings and outgo during the year under review.

DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to the requirement under Section 217(2AA) of the Companies Act, 1956 with respect to Directors' Responsibility Statement, it is hereby confirmed that:

- I. in preparation of the Financial Statements for the year ended 31st March, 2012, the applicable Accounting Standard read with requirements set out under Schedule VI to the Companies Act, 1956, have been followed and there has been no material departure from the same;
- II. the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2012 and of the Profit of the Company for the year ended on that date;
- III. proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- IV. the Financial Statements have been prepared on a going concern basis.

Place: Kolkata

Dated: the 21st day of May, 2012

By order of the Board

A. De
Director
S. L. Singhania
Director

KINGSTONE KRYSTALS LIMITED

Auditors' Report

To the Members of Messrs. Kingstone Krystals Limited.

We have audited the attached Balance Sheet of MESSRS. KINGSTONE KRYSTALS LIMITED as at 31st March, 2012 and also the Profit & Loss Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As required by the Companies (Auditors' Report) Order 2003, issued by the Central Government of India in terms of Sub-section (4A) of Section 227 of the Companies Act, 1956, we annex here to a statement on the matters specified in paragraphs 4 and 5 of the said order.

Further to our comments in the Annexure referred to above, we report that:

- (a) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (b) In our opinion, proper books of accounts as required by law have been kept by the Company so far as appears from our examination of those books.
- (c) The Balance Sheet and Profit & Loss Statement dealt with by this report are in agreement with the books of accounts.
- (d) In our opinion, the Balance Sheet and Profit & Loss Statement dealt with 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 received from the directors as on 31st March, 2012 and taken on record by the Board of Directors, we report that none of the Directors of the Company is disqualified as on 31.03.2012 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 statement of accounts 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 :
 01. in the case of the Balance Sheet of the state of affairs of the Company as at 31st March, 2012 and
 02. in the case of the Profit & Loss Statement of the Profit of the Company for the year ended on that date.

For G.K. Tulsyan & Company

Chartered Accountants,

Firm's Registration No. : 323246E

U.K. Senapati

Partner

Membership No.58084

4, Gangadhar Babu Lane,

Kolkata - 700 012.

Dated : the 21st day of May, 2012.

KINGSTONE KRYSTALS LIMITED

Annexure to the Auditors' Report

- (i) The company does not have any fixed assets and as such clause (i)(a) to (i)(c) are not applicable.
- (ii) The company does not have any inventory and as such clause (ii)(a) to (ii)(c) are not applicable.
- (iii) (a) As informed to us and as per books of accounts, the company did not grant any loan to any party mentioned in the register maintained u/s.301 of Companies Act, 1956, hence clause iii(b) (c) & (d) are also not applicable.
(b) As informed to us and as per books of accounts, the company did not take any unsecured loan from any company, mentioned in the register maintained under Section 301 of the Companies Act, 1956.
- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business. During the course of our audit, no major weakness has been noticed in the internal controls.
- (v) According to the information and explanations provided by the management, we are of the opinion that there have been no transactions that need to be entered in to the register maintained under Section 301 and hence Clause (v)(b) is also not applicable.
- (vi) The company did not accept any deposit from Public within the meaning of Section 58A and 58AA of the Companies Act, 1956.
- (vii) In our opinion, the company has an internally designed Internal Audit System commensurate with the size and nature of its business.
- (viii) To the best of our knowledge and as explained, the Central Government has not prescribed maintenance of cost records under Clause (d) of Sub-Section (i) of Section 209 of the Companies Act, 1956.
- (ix) In respect of Statutory dues :
 - (a) According to the records of the company, the company is regular in depositing undisputed statutory dues, and other statutory dues applicable to it with the appropriate authorities. According to the information and explanations given to us there are no undisputed amounts payable in respect of wealth tax, sales tax, custom duty and excise duty etc which are due for more than six months from the date they became payable.
 - (b) There are no dues outstanding of sales tax, excise duty and cess on account of any dispute.
 - (c) The company has neither accumulated losses nor it incurred any cash losses during the financial year covered by our audit. There was also no cash loss in the immediately preceding financial year.
 - (d) Based on our audit procedures and according to the information and explanations given by the management, we are of the opinion that the company has not defaulted in repayment of dues to a financial institutions, banks or debenture holders.
- (x) According to the information and explanations given to us and based on the documents and records produced to us, the company did not grant loans and

KINGSTONE KRYSTALS LIMITED

advances on the basis of the security by way of pledge of shares, debentures and other securities.

- (xi) In our opinion and according to the explanations given to us, the nature of activities of the company does not attract any special statute applicable to chit fund and nidhi / mutual benefit fund / societies.
- (xii) As informed and explained to us in respect of the company's investment in shares and securities, proper records have been maintained of the transactions and contracts relating to dealing / trading in shares and other investments and timely entries have been made therein. The shares and other investments have been held by the company in its own names.
- (xiii) According to the information and explanation given to us, the company did not provide any guarantee for loans taken by others from bank or financial institution.
- (xiv) There are no term loans outstanding as at the end of the year.
- (xv) We have been informed by the management that no funds have been raised and used and hence Clause (xvii) is not applicable.
- (xvi) The company has not made any preferential allotment of shares to companies covered in the register maintained under Section 301 of the Companies Act, 1956.
- (xvii) The company did not have any outstanding debenture during the year.
- (xviii) The company did not raise any money through a public issue during the year.
- (xix) Based on information and explanations furnished by the management, which were relied upon by us there were no frauds on or by the company noticed or reported during the year.

For G.K. Tulsyan & Company
Chartered Accountants,
Firm's Registration No. : 323246E
U.K. Senapati
Partner
Membership No.58084
 4, Gangadhar Babu Lane
 Kolkata - 700 012
 Dated : the 21st day of May, 2012

KINGSTONE KRYSTALS LIMITED

Balance Sheet as at 31st March 2012

Particulars	Note No.	2011-12 Rs.	2010-11 Rs.
I. EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	3	675,000	675,000
(b) Reserves and surplus	4	1,475,857	1,462,859
2 Current liabilities			
(a) Other current liabilities	5	8,673	8,273
(b) Short-term provisions	6	36,147	33,949
TOTAL		2,195,677	2,180,081
II. ASSETS			
1 Non-current assets			
(a) Non-current investments	7	1,620,288	1,620,288
2 Current assets			
(a) Current investments	8	250,000	-
(b) Cash and cash equivalents	9	142,349	532,919
(c) Short-term loans and advances	10	34,042	26,874
(d) Other current assets	11	148,998	-
TOTAL		2,195,677	2,180,081

For G.K. Tulsyan & Company
Chartered Accountants
Firm's Registration No. 323246E

On behalf of the Board

A. De
Director

U.K. Senapati
Partner
Membership No. 58084
 4, Gangadhar Babu Lane
 Kolkata- 700012

S.L. Singhania
Director

Dated: 21-05-2012

KINGSTONE KRYSTALS LIMITED**Profit and Loss Statement for the year ended 31st March 2012**

Particulars	Refer Note No.	2011-12	2010-11
		Rs.	Rs.
I. Revenue from operations		-	-
II. Other income	12	52085	167,316
III. Total Revenue (I + II)		52085	167,316
IV. Expenses:			
Other expenses	13	36889	34,823
Total expenses		36889	34,823
V. Profit before tax (III- IV)		15196	132,493
VI. Tax expense:			
Current tax		2198	25,075
VII. Profit (Loss) for the period (V-VI)		12998	107,418
VIII. Earnings per equity share:	14		
(1) Basic		0.19	1.59
(2) Diluted		0.19	1.59

For G.K. Tulsyan & Company
Chartered Accountants
Firm's Registration No. 323246E

On behalf of the Board

U.K. Senapati
Partner
Membership No. 58084
4, Gangadhar Babu Lane
Kolkata- 700012

A. De
Director

S.L. Singhania
Director

Dated: 21-05-2012

KINGSTONE KRYSTALS LIMITED**NOTE 1****Corporate information**

Kingstone Krystals Limited is a domestic public limited company incorporated under the provisions of the Indian Companies Act, 1956. It is a subsidiary of Ceeta Industries Limited and 98.96 % shares are held by its holding company.

NOTE 2**Basis of preparation**

The financial statements of the company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The company has prepared these financial statements to comply in all material respects with the accounting standards notified under the Companies (Accounting Standards) Rules, 2006, (as amended) and the relevant provisions of the Companies Act, 1956. The financial statements have been prepared on an accrual basis and under the historical cost convention.

The accounting policies adopted in the preparation of financial statements are consistent with those of previous year, except for the change in accounting policy explained below.

Summary of significant accounting policies**a. Change in accounting policy****Presentation and disclosure of financial statements**

During the year ended 31 March 2012, the revised Schedule VI notified under the Companies Act 1956, has become applicable to the company, for preparation and presentation of its financial statements. The adoption of revised Schedule VI does not impact recognition and measurement principles followed for preparation of financial statements. However, it has significant impact on presentation and disclosures made in the financial statements. The company has also reclassified the previous year figures in accordance with the requirements applicable in the current year.

b. Use of estimates

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

c. Investments

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments.

On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties. If an investment is acquired, or partly acquired, by the issue of shares or other securities, the acquisition cost is the fair value of the securities issued.

KINGSTONE KRYSTALS LIMITED

Current investments are carried in the financial statements at cost. Long-term investments are carried at cost. On disposal of an investment, the difference between its carrying amount and net disposal proceeds is charged or credited under the head "capital gain" in the statement of profit and loss.

d. Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized:

Sale of goods

Revenue from sale of goods is recognized when all the significant risks and rewards of ownership of the goods have been passed to the buyer, usually on delivery of the goods.

Interest:

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate. Interest income is included under the head "other income" in the statement of profit and loss.

e. Income tax

In pursuance of accounting Standard-22 (accounting for taxes on income) issued by the Institute of Chartered Accountants of India, current tax is determined on the basis of the income for the year under Income Tax Act.

No provision for deferred tax liability made in the Profit and Loss Statement as there is no time difference persisting in the account.

f. Earnings Per Share

The company reports basic and diluted earnings per equity share in accordance with AS-20 (Earnings Per Share). Basic earnings per equity share has been computed by dividing net profit or loss by the weighted average number of equity shares outstanding for the period. Diluted earnings per equity share, has been computed using the weighted average number of equity shares and dilutive potential equity shares outstanding during the period.

g. Contingent liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The company does not recognize a contingent liability.

h. Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and in hand and bank deposits with more than 12 months maturity. Investment towards margin money and security deposit and other commitments are also grouped under cash and cash equivalents.

KINGSTONE KRYSTALS LIMITED

Note 3

Share capital

Share Capital	2011-12		2010-11	
	Number	Amount Rs.	Number	Amount Rs.
a) Authorised Equity Shares of Rs.10 each	250,000	2,500,000	250,000	2,500,000
b) Issued Equity Shares of Rs. 10 each	67,500	675,000	67,500	675,000
c) Subscribed & Paid up Equity Shares of Rs.10 each fully paid in cash	67,500	675,000	67,500	675,000
Total	67,500	675,000	67,500	675,000

d) Terms/rights attached to equity shares:

The company has only one class of equity shares having a par value of Rs.10/- per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders

e) Shares in the company held by each shareholder holding more than 5 percent shares

Name of Shareholder	2011-12		2010-11	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Ceeta Industries Limited	66800	98.96	66800	98.96

f) Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period

Particulars	2011-12		2010-11	
	Number	Amount(Rs.)	Number	Amount(Rs.)
Shares outstanding at the beginning of the year	67,500	675,000	67,500	675,000
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	67,500	675,000	67,500	675,000

Note 4

Reserves and surplus

a. Surplus	2011-12	2010-11
	Rs.	Rs.
Opening balance	1,462,859	1,355,441
(+) Net Profit/(Net Loss) For the current year	12,998	107,418
(+) Transfer from Reserves	-	-
(-) Transfer to Reserves	-	-
Closing Balance	1,475,857	1,462,859
Total	1,475,857	1,462,859

Note 5

Other Current Liabilities

(a) Other Payables :	2011-12	2010-11
Liabilities for Expenses	8,673	8,273
Provision for Tax	-	-
	8,673	8,273

Note 6

Short Term Provisions

(a) Provision for employee benefits (b) Others (Specify nature) Provisions for Taxation	2011-12	2010-11
	-	-
	36,147	33,949
Total	36,147	33,949

KINGSTONE KRYSTALS LIMITED

Note 9

Cash and cash equivalents

	2011-12		2010-11	
a. Balances with banks*		89,676		475,436
This includes:				
Margin money	-		-	
Security against borrowings	-		-	
Guarantees	-		-	
Other Commitments -		-		
Bank deposits with more than 12 months maturity		-		-
b. Cheques, drafts on hand		-		-
c. Cash on hand*		52,673		57,483
d. Others (specify nature)		-		-
		142,349		532,919

*Repatriation restrictions, if any, in respect of cash and bank balances shall be separately stated.

Note 10

Short-term loans and advances

	2011-12		2010-11	
a. Loans and advances to related parties "	-		-	
b. Others (specify nature)				
Unsecured, considered good				
Advance Tax & Self Asst. Tax	34,042		26,874	
		34,042		26,874
		34,042		26,874

Note 11

Other Current Assets

Particulars	2011-12	2010-11
Incorporates current assets that do not fit into any other asset	148,998	-
	148,998	-

Note 12

Other income

Particulars	2011-12	2010-11
a) Interest Income (in case of a company other than a finance company)	424	563
b) (i) Dividend from Subsidiary Companies	-	-
(ii) Dividend Income	11,762	7,204
c) Net gain/loss on sale of investments	-	119,401
d) Other non-operating income		
(net of expenses directly attributable to such income)	39,899	40,148
Total	52,085	167,316

KINGSTONE KRYSTALS LIMITED

Note 13

Other expenses

Particulars	2011-12	2010-11
Rent.	12,000	12,000
Bank Charges	56	224
Filing Fee	1,060	1,740
Demat Charges	400	486
Rates and taxes, excluding, taxes on income.	6,750	6,750
Legal & Professional Charges	3,000	850
Miscellaneous Expenditure	550	-
Printing & Stationery	300	-
Payments to the auditor as		
a. auditor	5,000	5,000
b. for taxation matters	1,000	1,000
c. for company law matters	1,500	1,500
d. for reimbursement of expenses/Service Tax	773	773
Director Sitting fee	4,500	4,500
Adjustment to the carrying amount investments		
Total	36,889	34,823

Note 14

Earning Per Share

	31.03.2012	31.03.2011
Profit After Tax	12,998	107,418
No of Equity Shares	67,500	67,500
Basic and diluted earning per equity share	0.19	1.59

For G.K. Tulsyan & Company
Chartered Accountants
Firm's Registration No. 323246E

On behalf of the Board

A. De
Director

U.K. Senapati
Partner
Membership No. 58084
 4, Gangadhar Babu Lane
 Kolkata- 700012
 Dated: 21-05-2012

S.L. Singhania
Director

CEETA INDUSTRIES LIMITED

Report of the Auditors to the Board of Directors of Ceeta Industries Limited on the consolidated Financial Statements of Ceeta Industries Limited and its subsidiary Company.

We have audited the attached consolidated balance sheet of Ceeta Industries Limited and its subsidiary as at 31st March, 2012 and also the consolidated profit & loss statement and the consolidated cash flow statement for the year ended on that date, annexed thereto. These consolidated financial statements are the responsibility of the management of Ceeta Industries Limited and have been prepared by the management on the basis of separate financial statements and other financial information regarding components. Our responsibility is to express an opinion on these consolidated financial statements based on our audit.

We conducted our audit in accordance with the 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 disclosure 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 statement presentation. We believe that our audit provides a reasonable basis for our opinion.

We report that the consolidated financial statements have been prepared by the management of Ceeta Industries Limited in accordance with the requirements of Accounting Standard 21, consolidated Financial Statements, issued by the Institute of Chartered Accountants of India.

Based on our audit on separate financial statements and on the other financial information of the components, in our opinion and to the best of our information and according to the explanations given to us, the attached consolidated financial statements give a true and fair view in conformity with the accounting principles generally accepted in India.

- (a) in the case of the consolidated balance sheet of the state of affairs of Ceeta Industries Limited and its subsidiary as at 31st March, 2012
- (b) in the case of consolidated profit & loss statement of the profit for the year ended on that date, and
- (c) in the case of the consolidated cash flow statement, of the cash flows for the year ended on that date.

For G.K. Tulsyan & Company
Chartered Accountants
Firm's Registration No.-323246E

G.K. Tulsyan
Partner
Membership No.50511
4, Gangadhar Babu Lane
Kolkata - 700 012
Dated :21/05/2012

CEETA INDUSTRIES LIMITED

Consolidated Balance Sheet as at 31st March 2012

Particulars	Note No.	2011-12 Rs.	2010-11 Rs.
I. EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	3	14,502,400	14,502,400
(b) Reserves and surplus	4	142,777,500	115,142,949
2 Minority Interest		22,306	22,171
3 Current liabilities			
(a) Short-term borrowings	5	-	37,882,201
(b) Trade payables		3,023,346	1,799,255
(c) Other current liabilities	6	52,953,622	57,134,239
(d) Short-term provisions	7	571,898	1,829,616
TOTAL		213,851,072	228,312,831
II. ASSETS			
Non-current assets			
1 (a) Fixed assets			
(i) Tangible assets	8	19,652,744	21,923,829
(ii) Intangible assets		2,500	2,500
(iii) Capital work-in-progress		-	19,024,225
(b) Non-current investments	9	1,654,019	2,869,420
(c) Long-term loans and advances	10	81,168,532	100,028,010
(d) Other non-current assets	11	233,433	233,433
2 Current assets			
(a) Current investments	12	250,000	4,362,710
(b) Inventories	13	61,659,289	61,522,358
(c) Trade Receivables	14	4,512,390	9,137,329
(d) Cash and cash equivalents	15	20,684,103	2,800,731
(e) Short-term loans and advances	16	23,866,505	6,389,727
(f) Other current assets	17	167,557	18,559
TOTAL		213,851,072	228,312,831
Significant Accounting Policies and Notes on Financial Statements 1-28			

This is the Balance Sheet as per our Report of even date

For G.K. Tulsyan & Company
Chartered Accountants
Firm's Registration No. 323246E

On behalf of the Board

K.M. Poddar
Managing Director

G.K. Tulsyan
Partner
Membership No. 50511
4, Gangadhar Babu Lane
Kolkata- 700012
Dated: 21-05-2012

A.De
Director

CEETA INDUSTRIES LIMITED

Consolidated Statement of Profit and Loss for the year ended 31st March 2012

Particulars	Refer Note No.	2011-12 Rs.	2010-11 Rs.
II. Revenue from operations	19	30,581,426	74,670,420
II. Other income	20	55,381,342	24,733,275
III. Total Revenue (I + II)		85,962,768	99,403,695
IV. Expenses:			
Cost of materials consumed	21	2,192,017	20,897,663
Changes in inventories of finished goods work-in-progress and Stock-in-Trade	22	(572,663)	(8,856,437)
Employee benefits expense	23	7,220,870	7,928,007
Finance costs	24	19,672,494	5,635,272
Depreciation and amortization expense		3,405,021	3,364,096
Other expenses	25	26,408,145	55,376,787
Total expenses		58,325,884	84,345,388
Profit before exceptional and extraordinary items and			
V. tax (III-IV)		27,636,884	15,058,307
VI. Exceptional / Extraordinary items		-	-
VII. Profit before tax (V- VI)		27,636,884	15,058,307
VIII. Provision for Taxation		2,198	25,075
IX. Profit/ (Loss) for the Period		27,634,686	15,033,232
X. Earnings per equity share:	26		
(1) Basic		1.91	1.04
(2) Diluted		1.91	1.04

Singnificant Accounting Policies and Notes on Financial Statements 1-28

This is the Balance Sheet as per our Report of even date

For G.K. Tulsyan & Company
Chartered Accountants
Firm's Registration No. 323246E

On behalf of the Board

K.M. Poddar
Managing Director

G.K. Tulsyan
Partner
Membership No. 50511
4, Gangadhar Babu Lane
Kolkata- 700012
Dated: 21-05-2012

A. De
Director

CEETA INDUSTRIES LIMITED

Consolidated Cash Flow Statement for the year ended 31st March, 2012

	As on 31/03/2012 Rs.	As on 31/03/2011 Rs.
A. CASH FLOW FROM OPERATING ACTIVITIES:		
Net profit before interest, tax and extraordinary items	47,309,379	20,693,579
Adjustment for:		
Income from Investment	(21,290,168)	(18,737,996)
Depreciation	3,405,021	3,364,096
Loss on sale of fixed assets (Net)	-	208,155
Interest received	(16,012,473)	(4,010,989)
Dividend	(11,762)	(7,204)
Operating profit before working capital charges	13,399,997	1,509,641
Adjustments for Increase/ decrease in :		
Trade and Other receivables	4624939	6,120,947
Inventories	(136,931)	(850,503)
Trade Payables	1224091	42,978,200
Other Current Liabilities & Provisions	(5,440,533)	-
Long Term Loans & Advances	18,859,478	-
Short Term Loans & Advances	(17,618,608)	(11,579,263)
Cash Generated from Operation	14,912,433	38,179,022
Direct Tax Paid	(7,168)	(21,874)
Cash Flow before extraordinary items	14,905,265	38,157,148
Extraordinary items	-	-
Net cash flow from operating activities(A)	14,905,265	38,157,148
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of fixed assets including Capital W.I.P.	(1,133,935)	(3,441,573)
Purchase of Investment	(15,075,194)	(44,237,322)
Sale of fixed assets	19,024,225	260,200
Sale of Investment	41,693,472	58,887,972
Interest Received	16,012,473	4,010,989
Dividend Received	11,762	7,204
Net cash used in investing activities (B)	60,532,803	15,487,470
C. CASH FLOW FROM FINANCING ACTIVITIES		
Interest Paid	(19,672,494)	(5,635,272)
Proceeds from long term borrowings	(37,882,201)	(46,374,819)
Net Cash Flow from Financing Activities(C)	(57,554,695)	(52,010,091)
Net Increase in cash and Cash equivalent(A+B+C)	17,883,373	1,634,527
Cash and Cash equivalent as at beginning of the year	2,800,730	1,166,203
Cash and Cash equivalent as at end of the year	20,684,103	2,800,730
Note: - Figures in brackets represent cash outflows		

For G.K. Tulsyan & Company
Chartered Accountants
Firm's Registration No. 323246E

On behalf of the Board

K.M. Poddar
Managing Director

G.K. Tulsyan
Partner
Membership No. 50511
4, Gangadhar Babu Lane
Kolkata- 700012
Dated: 21-05-2012

A. De
Director

CEETA INDUSTRIES LIMITED

NOTES ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012

NOTE 1

PRINCIPLES OF CONSOLIDATION FINANCIAL STATEMENTS:

The consolidated financial statements which relate to Ceeta Industries Limited and its Subsidiary company, have been prepared on the following basis:

- The financial statements of the Parent Company and its subsidiary are combined on a line-by line basis by adding together the book value of like items of assets, liabilities, income and expenditure, after fully eliminating intra group balances, intra group transactions and any unrealised profit / loss included therein.
- The consolidated financial statements have been prepared using uniform accounting policies, except stated otherwise, for like transactions and are presented, to the extent possible, in the same manner as the Parent Company's separate financial statements.
- The difference between the cost of investment in the subsidiary and the share of net assets at the time of acquisition of shares in the subsidiary is recognized in the financial statements as Goodwill or Capital Reserve as the case may be.
- Minority Interest's share of net profit of consolidated subsidiary for the year is identified and adjusted against the income of the group in order to arrive at the net income attributable to shareholders of the Company.
- Minority Interest's share of net assets of consolidated subsidiary is identified and presented to the consolidated balance sheet separate from liabilities and the equity of the Company's shareholders.
- The subsidiary Company considered in the financial statements is as follows:

Name	Country of Incorporation	% Voting power as on 31/03/12
Kingstone Krystals Ltd.	India	98.96

NOTE 2

Basis of preparation

The financial statements of the company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The company has prepared these financial statements to comply in all material respects with the accounting standards notified under the Companies (Accounting Standards) Rules, 2006, (as amended) and the relevant provisions of the Companies Act, 1956. The financial statements have been prepared on an accrual basis and under the historical cost convention.

The accounting policies adopted in the preparation of financial statements are consistent with those of previous year, except for the change in accounting policy explained below.

Summary of significant accounting policies

a. Change in accounting policy

Presentation and disclosure of financial statements

During the year ended 31 March 2012, the revised Schedule VI notified under the Companies Act 1956, has become applicable to the group, for preparation and presentation of its financial statements. The adoption of revised Schedule VI does not impact recognition and measurement principles followed for preparation of financial statements. However, it has significant impact on presentation and disclosures made in the financial statements. The group has also reclassified the previous year figures in accordance with the requirements applicable in the current year.

b. Use of estimates

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent

CEETA INDUSTRIES LIMITED

NOTES ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012

liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods

c. Tangible fixed assets

Fixed assets of the Parent Company are stated at the book value as on 01/06/2003 and subsequent capital expenditure i.e.; addition to fixed assets are stated at cost prevailing at the date of acquisition. There is no fixed asset in the subsidiary company.

d. Depreciation on tangible fixed assets

Depreciation on fixed assets has been provided on straight line method; in case of plant & machinery for granite division the 'triple shift basis' has been taken. The rates and manner for depreciation provision are as per schedule XIV to the Companies Act, 1956 as amended by the Companies (Amendment) Act, 1988.

e. Investments

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments.

On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties. If an investment is acquired, or partly acquired, by the issue of shares or other securities, the acquisition cost is the fair value of the securities issued.

Current investments are carried in the financial statements at cost. Long-term investments are carried at cost. On disposal of an investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss.

f. Inventories

Raw materials, components, stores and spares are valued at lower of cost and net realizable value. Finished goods are valued at lower of cost and net realizable value. Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.

g. Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized:

Sale of goods

Revenue from sale of goods is recognized when all the significant risks and rewards of ownership of the goods have been passed to the buyer, usually on delivery of the goods. The company collects sales taxes and value added taxes (VAT) on behalf of the government and, therefore, these are not economic benefits flowing to the company. Hence, they are excluded from revenue. Excise duty deducted from revenue (gross) is the amount that is included in the revenue (gross).

Interest:

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate. Interest income is included under the head "other income" in the statement of profit and loss.

h. Foreign currency translation

(i) Sale : Direct exports are undertaken in terms of the currency of the country of export and accounted for at the rate prevailing on the date of shipment. The difference in exchange on the date of realization of debts is taken in revenue. Third party exports are undertaken at rupee value.

CEETA INDUSTRIES LIMITED

NOTES ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012

(ii) Expenses :The actual expenses in terms of rupees on the date of transaction/ remittance for purchase (import) of goods and expenses are taken into account.

(iii) Capital Goods :No capital goods were acquired out of foreign exchange involvement since 01-06-2003.

(iv) Borrowings: No foreign currency borrowings were made during the current financial year and no outstanding foreign currency borrowings was at the beginning of the year.

i. Retirement and other employee benefits

Retirement benefit in the form of provident fund is a defined contribution scheme. The contributions to the provident fund are charged to the statement of profit and loss for the year when the contributions are due. The company has no obligation, other than the contribution payable to the provident fund.

The retirement benefits of the employees in the form of gratuity is provided on accrual basis taking into account the actuarial valuation. There is no employee in subsidiary company

j. Income tax

No provision for income tax has been made since the company has no tax liability in accordance with the provision of the Income Tax Act. The company is having deferred tax asset by concept of prudence, no provision has been made in the books

k. Segment reporting

The Company at present has two segments viz. granite division engaged in manufacturing granite products and other operations which comprises trading transactions including brokerage, commission, mining, transportation, purchase / sale of property construction rights, interest income on short term lending and miscellaneous services.

Segment result includes revenue less operating expenses and provision, if any, for that segment. Segment capital employed represents the net assets in particular segments. Head office income and expenses are considered as unallocable corporate expenditure net of unallocable income.

l. Earnings Per Share

The company reports basic and diluted earnings per equity share in accordance with AS-20 (Earnings Per Share). Basic earnings per equity share has been computed by dividing net profit or loss by the weighted average number of equity shares outstanding for the period. Diluted earnings per equity share, has been computed using the weighted average number of equity shares and dilutive potential equity shares outstanding during the period.

m. Contingent liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The company does not recognize a contingent liability but discloses its existence in the financial statements.

n. Cash and cash equivalents

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand and bank deposits with more than 12 months maturity. Investment towards margin money and security deposit and other commitments are also grouped under cash and cash equivalents.

CEETA INDUSTRIES LIMITED

NOTES ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012

Note 3

Share capital

Share Capital	2011-12		2010-11	
	Number	Amount	Number	Amount
a) Authorised		Rs.		Rs.
150000 - 15% Non Cumulative Redeemable Preference Shares of Rs. 100/- each	150,000	15,000,000	150,000	15,000,000
75000000 Equity Shares of Re.1/- each	75,000,000	75,000,000	75,000,000	75,000,000
		90,000,000		90,000,000
b) Issued				
14502400 Equity Shares of Re. 1/- each	14,502,400	14,502,400	14,502,400	14,502,400
c) Subscribed & Paid up				
14502400 Equity Shares of Re. 1/- each	14,502,400	14,502,400	14,502,400	14,502,400
Total	14,502,400	14,502,400	14,502,400	14,502,400

d) Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period

Particulars	2011-12		2010-11	
	Number	Amount (Rs)	Number	Amount (Rs)
Shares outstanding at the beginning of the year	14,502,400	14,502,400	14,502,400	4,502,400
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	14,502,400	14,502,400	14,502,400	4,502,400

Terms/rights attached to equity shares:

The company has only one class of equity shares having a par value of Re.1/- per share. Each holder of equity shares is entitled to one vote per share.

In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders

e) Shares in the company held by each shareholder holding more than 5 percent shares-

Name of Shareholder	2011-12		2010-11	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Coronation Refrigeration Industries Ltd.	4050000	27.926	4050000	27.926
Likhami Trading & Mfg. Co. Ltd.	3324000	22.920	3324000	22.920
Nouveau Metal Industries Ltd.	1177500	8.119	1177500	8.119
Rashmi Properties & Investments Ltd.	1307000	9.012	1307000	9.012

CEETA INDUSTRIES LIMITED

NOTES ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012

Note 4

Reserves and surplus

	2011-12	2010-11
	Rs.	Rs.
a. Capital Reserves- Restructuring of Debt.		
Opening Balance	132,995,444	132,995,444
(+) Current Year Transfer	-	-
(-) Written Back in Current Year	-	-
Closing Balance	132,995,444	132,995,444
b. Capital Redemption Reserve		
Opening Balance	13,300,000	13,300,000
(+) Current Year Transfer	-	-
(-) Written Back in Current Year	-	-
Closing Balance	13,300,000	13,300,000
c. Other Reserves (Capital Reserve on Forfeiture of Shares)		
Opening Balance	91,000	91,000
(+) Current Year Transfer	-	-
(-) Written Back in Current Year	-	-
Closing Balance	91,000	91,000
d. Surplus		
Opening balance	(31,243,495)	(46,275,613)
(+) Net Profit/(Net Loss) For the current year*	27,634,551	15,032,118
(+) Transfer from Reserves	-	-
(-) Transfer to Reserves	-	-
Closing Balance	(3,608,944)	(31,243,495)
Total	142,777,500	115,142,949

* Net Profit is taken after reducing minority interest Rs. 135/- (previous Year Rs.1114/-)

Note 5

Short Term Borrowings

	2011-12	2010-11
	Rs.	Rs.
Unsecured		
(b) Loans and advances from related parties	-	37,882,201
	-	37,882,201

Note 6

Other Current Liabilities

	2011-12	2010-11
	Rs.	Rs.
Other payables		
TDS Payable	195,741	283,799
Other liabilities	52,757,881	56,850,440
Total	52,953,622	57,134,239

Note 7

Short Term Provisions

	2011-12	2010-11
	Rs.	Rs.
(a) Provision for employee benefits		
Gratuity (Funded)	535,751	1,284,694
(b) Others (Specify nature)		
Provision for Taxation	36,147	33,949
Provisions for F.B. T.	-	510,973
Total	571,898	1,829,616

(61)

CEETA INDUSTRIES LIMITED

NOTES ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012

Note 8

	Gross Block		Accumulated Depreciation		Net Block	
	Balance as at 1 April 2011	Balance as at 31 March 2012	Balance as at 1 April 2011	Depreciation charge for the year	Balance as at 1 April 2011	Balance as at 31 March 2012
Fixed Assets						
I Tangible Assets						
Land	2,263,097	2,263,097	-	-	2,263,097	2,263,097
Assets under lease	44,900	44,900	-	-	44,900	44,900
Buildings	8,720,963	8,720,963	2,269,867	298,995	6,451,096	6,152,101
Non Factory building	1,541,813	1,541,813	113,766	17,416	1,428,047	1,410,631
Plant and Equipment	23,232,817	23,232,817	15,784,661	2,399,241	7,448,156	5,048,915
Furniture and Fixtures	623,669	623,669	252,381	46,588	371,288	324,700
Electrical Installation	2,668,686	2,675,239	974,003	126,999	1,694,683	1,574,237
Vehicles	2,262,254	2,934,916	967,994	273,230	1,294,260	1,693,692
Office equipment	867,720	998,290	227,608	46,521	640,112	724,161
Computer	1,016,161	1,340,311	727,971	196,030	288,190	416,310
Total	43,242,080	44,376,015	21,318,251	3,405,020	21,923,829	19,652,744
II Intangible Assets						
Goodwill	2,500	2,500	-	-	2,500	2,500
III Capital Work In Progress						
	19,024,225	(19,024,225)	-	-	19,024,225	-
Total	19,024,225	(19,024,225)	-	-	19,024,225	-

(Amount in Rs.)

(62)

CEETA INDUSTRIES LIMITED

NOTES ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012

Note 9

Non-current investments

Particulars	2011-12	2010-11
	Rs.	Rs.
Non-Trade investments (Refer A below)		
(b) Investment in Equity Instruments	1,649,019	2,864,420
(d) Investments in Government or Trust securities	5,000	5,000
Total (A)	1,654,019	2,869,420
Less : Provision for diminution in the value of investments	-	-
Total	1,654,019	2,869,420

Particulars	2011-12	2010-11
Aggregate amount of quoted investments (Market value of Rs.828878/- (Previous Year Rs.1075284/-) 1198244/1173051		
Aggregate amount of unquoted investments	450775	1691369

63

A. Details of Trade Investments

Sr. No.	Name of the Body Corporate	Subsidiary / Associate / JV/Controlled Entity /	No. of Shares / Units		Quoted / Unquoted	Partly Paid / Fully paid	Extent of Holding (%)		Amount		"Whether stated at Cost" Yes / No	If Answer to Column (12) is "No" - Basis of Valuation"
			2011-12	2010-11			2011-12	2010-11	2011-12	2010-11		
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)
(b)	Investment in Equity Instruments											
	Himalaya Granite Ltd	-	100	100	Quoted	Fully Paid	-	-	3538	3538	Yes	-
	Bharat Gear Ltd. -	-	500	-	Quoted	Fully Paid	-	-	25193	-	Yes	-
	P.R. Vyapaar Ltd.	-	-	50,000	Unquoted	Fully Paid	-	-	-	664157	Yes	-
	Bhillar Holdings Pvt. Ltd.	-	-	50,000	Unquoted	Fully Paid	-	-	-	576437	Yes	-
	Ceeta Synthetics & Turfs Ltd.	Controlled	555,000	555,000	Unquoted	Fully Paid	18.50	18.50	350,525	350,525	Yes	-
	Impact Stoneworks Pvt. Ltd.	Controlled	10,000	10,000	Unquoted	Fully Paid	25.00	25.00	100,250	100,250	Yes	-
	Gujrat NRE Coke Ltd.	-	462	462	Quoted	Fully Paid	-	-	47,360	47,360	Yes	-
	Karnataka Bank Ltd.	-	1,500	1,500	Quoted	Fully Paid	-	-	192,858	192,858	Yes	-
	Reliance Industries Ltd.	-	850	850	Quoted	Fully Paid	-	-	929,295	929,295	Yes	-
(d)	Investments in Government or Trust securities								1,649,019	2,864,420		
	NSC VIII Issue	0	0	0	0	0	0	0	5000	5000	Yes	-
Total									1,654,019	2,869,420		

CEETA INDUSTRIES LIMITED

NOTES ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012

Note 10

Long Term Loans and Advances

	2011-12	2010-11
	Rs.	Rs.
b. Security Deposits		
Unsecured, considered good	2,018,275	2,028,688
	2,018,275	2,028,688
d. Other loans and advances (specify nature)		
Unsecured, considered good	79,150,257	97,999,322
	79,150,257	97,999,322
	81,168,532	100,028,010

Note 11

Other non-current assets

	2011-12	2010-11
	Rs.	Rs.
a. Long term trade receivables (including trade receivables on deferred credit terms)		
Unsecured, considered good	233,433	233,433
	233,433	233,433

Note 12

Current Investments

	2011-12	2010-11
(a) Investments in Mutual Funds	250,000	-
(b) Other non-current investments		4,362,710
Transferable Development Rights(992.32 Sq.Mt.)	-	4,362,710
Total	250,000	4,362,710

Particulars	2011-12	2010-11
Aggregate amount of unquoted investments	250,000	4,362,710

A. Details of Current Investments

Sr. No.	Name of the Body Corporate	Subsidiary / Associate / JV/Controlled Entity /	No. of Shares / Units		Quoted / Unquoted	Partly Paid / Fully paid	Amount in (Rs.)		Basis of Valuation"
			2011-12	2010-11			2011-12	2010-11	
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
(a)	Investments in Mutual Funds								
	ICICI Prudential Liquid Plan- Growth	Others	1033.908	-	Unquoted	N.A.	250000	-	Cost Price
(b)	Other non-current investments								
	Transferable Development Rights(in Sq.Mt.)			992.32	Unquoted	N.A.	-	4362710	Cost Price
	Total						250,000	4,362,710	

64

CEETA INDUSTRIES LIMITED

NOTES ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012

Note 13 Inventories

	2011-12		2010-11	
	Rs.	Rs.	Rs.	Rs.
a. Raw Materials and components (Valued at Cost)	8,206,859		8,616,072	
		8,206,859		8,616,072
b. Finished goods (Valued at Cost or net realisable value, whichever is low)	48,484,494		47,911,831	
		48,484,494		47,911,831
c. Stores and spares (Valued at Cost)	4,967,936		4,994,455	
		4,967,936		4,994,455
		61,659,289		61,522,358

Note 14

Trade Receivables

	2011-12	2010-11
	Rs.	Rs.
a) Aggregate of Trade receivables outstanding for a period exceeding six months from the date they are due for payment Unsecured, considered good	2,639,505	4,230,992
	2,639,505	4,230,992
b) Trade Receivable outstanding for a period not exceeding six months from the due of payment	1,861,378	4,904,054
	1,861,378	4,904,054
c) Debts due by related parties Unsecured, considered good	11,507	2,283
	11,507	2,283
Total	4,512,390	9,137,329

Trade Receivable stated above include debts due by:

Particulars	2011-12	2010-11
	Rs.	Rs.
Directors *	6,438	-
Other officers of the Company *	5,069	2,283
	11,507	2,283

Note 15

Cash and cash equivalents

	2011-12		2010-11	
	Rs.	Rs.	Rs.	Rs.
a. Balances with banks This includes:		20,422,026		2,317,220
Margin money	-		7,550	
Other commitments	6,400		-	
Bank deposits with more than 12 months maturity	196,098		194,891	
b. Cash on hand		262,077		483,511
		20,684,103		2,800,731

(65)

CEETA INDUSTRIES LIMITED

NOTES ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012

Note 16

Short-term loans and advances

	2011-12		2010-11	
	Rs.	Rs.	Rs.	Rs.
"a. Loans and advances to related parties" Unsecured, considered good	18,336,748	-	-	-
		18,336,748		-
b. Others (specify nature) Unsecured, considered good -				
Advance Against Purchase	1,382,229		1,940,101	
Prepaid Expenses	77,473		64,810	
Advance Tax and TDS	3,848,393		4,080,739	
Advance Against Expenses	221,662		304,077	
		5,529,757		6,389,727
		23,866,505		6,389,727

Note 17

Other Current Assets

Particulars	2011-12	2010-11
	Rs.	Rs.
Incorporates current assets that do not fit into any other asset	148,998	-
Interest accrued on Investments	18,559	18,559
	167,557	18,559

Note 18

a) Contingent liabilities and commitments (to the extent not provided for)

	2011-12	2010-11
	Rs.	Rs.
(i) Contingent Liabilities		
(a) Claims against the company not acknowledged as debt	2,842,570	2,842,570
(b) Other money for which the company is contingently liable	170,700	170,700
	3,013,270	3,013,270
(ii) Commitments		
	-	-
	3,013,270	3,013,270

b) In the opinion of the Board, all assets other than fixed assets and non current investments, have a realisable value in the ordinary course of business which is not different from the amount at which it is stated.

Note 19

Revenue from operations

Particulars	2011-12	2010-11
	Rs.	Rs.
Sale of products	9,367,996	28,114,203
Sale of services	6,000,000	6,000,000
Other operating revenues	15,213,430	40,556,217
Total	30,581,426	74,670,420

(66)

CEETA INDUSTRIES LIMITED

NOTES ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012

Note 20**Other income**

Particulars	2011-12	2010-11
	Rs.	Rs.
a) Interest Income (in case of a company other than a finance company)	16012473	4,011,552
b) Net gain/loss on sale of investments	21,290,168	18,737,996
c) Dividend Income	11,762	7,204
d) Other non-operating income (net of expenses directly attributable to such income)	18,066,939	1,899,203
e) Net gain/loss on foreign currency translation and transaction (other than considered as finance cost)	-	77,320
Total	55,381,342	24,733,275

Note 21**Cost of materials consumed**

Particulars	2011-12	2010-11
	Rs.	Rs.
Opening Stock	8,616,072	16,813,991
Add: Purchase	1,782,804	12,699,744
less:		
closing Stock	8,206,859	8,616,072
Total	2,192,017	20,897,663

Note 22**Changes in inventories of finished goods work-in-progress and Stock-in-Trade**

Particulars	2011-12	2010-11
	Rs	.Rs.
Opening Stock :		
Finished Goods	47,911,831	39,055,394
	47,911,831	39,055,394
Closing Stock :		
Finished Goods	48,484,494	47,911,831
	48,484,494	47,911,831
Total	(572,663)	(8,856,437)

Note 23**Employee Benefits Expense**

	2011-12	2010-11
	Rs.	Rs.
(a) Salaries and incentives	6,542,906	6,724,797
(b) Contributions to -		
"(I) Provident fund(ii) Superannuation scheme"	247,941	376,826
(c) Social security and other benefit plans for overseas employees	45554	122,184
(d) Staff welfare expenses	384469	704,200
Total	7,220,870	7,928,007

Note 24**Finance costs**

Particulars	2011-12	2010-11
	Rs.	Rs.
Interest expense	19672494	5,635,272
Total	19,672,494	5,635,272

(67)

CEETA INDUSTRIES LIMITED

NOTES ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012

Note 25**Other expenses**

Particulars	2011-12	2010-11
	Rs.	Rs.
Consumption of stores and spare parts.	1,777,928	8,763,306
Consumption of Packing Materials	75,358	815,386
Other Manufacturing Expenses	674,448	3,585,450
Other Operating Expenses	10,382,197	24,360,993
Power and fuel.	1,670,197	3,751,255
Packing & Forwarding Charges	346,925	619,950
Electricity Charges	284,561	307,812
Rent.	1,025,400	1,035,600
Repairs and Maintenance - Office	560,316	455,068
Repairs to machinery - Factory	456,332	823,687
Insurance .	135,538	192,609
Rates and taxes, excluding, taxes on income.	179,888	84,353
Travelling and Conveyance Expenses	2,277,821	2,357,514
Vehicle Running and Maintenance Expenses	498,657	626,375
Printing & Stationary	252,147	208,346
Communication Charges(Postage & Telephone)	754,313	787,352
Legal & Professional Charges	1,982,808	945,563
Managerial Remuneration	780,086	701,252
Security Charges	870,986	592,979
Business Promotion Expenses	40,472	137,366
Vehicle Hire Charges	273,404	240,596
Miscellaneous Expenditure	653,035	1,513,607
Net loss on foreign currency translation and transaction (other than considered as finance cost)	390,802	51,206
Payments to the auditor as		
a. auditor	45,000	45,000
b. for taxation matters	12,000	12,000
c. for Company law matter	1,500	1,500
c. for reimbursement of expenses/ Service Tax	6,026	6,026
Quality Defective Claims	-	2,146,482
Net loss on sale of Fixed Assets	-	208,155
Total	26,408,145	55,376,787

Note 26**Earning Per Share**

Particulars	31.03.2012	31.03.2011
	Rs.	Rs.
Profit After Tax	27,634,686	15,033,232
No of Equity Shares	14,502,400	14,502,400
Basic and diluted earning per equity share	1.91	1.04

(68)

CEETA INDUSTRIES LIMITED

NOTES ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012

Note 27**Segment Reporting**

The Company has the two segments - Granite Division and Other Operations.
Summary of operating segments of the Company area:-

Rs.in lac)

	Granite	Other Operations	Total
Segmental Revenue:	97.20	761.91	859.11
TOTAL REVENUE	97.20	761.91	859.11
Segment Result :	(115.57)	45.47	(70.10)
(before interest and tax)			
Unallocated Corporate Expenses net of unallocable income	-	-	383.74
Operating Profit/(Loss)	-	-	313.64
Interest and other income	14.45	25.64	159.30
Interest Expenses	11.57	44.78	196.72
Net Profit / (Loss) before Tax	-	-	276.22
OTHER INFORMATION			
CAPITAL EMPLOYED			
Net Segment Assets	1680.94	23.10	1704.04
Unallocated Assets / (Liabilities)	-	-	(145.84)
Net Capital Employed	-	-	1558.20
Capital Expenditure	4.42	6.92	11.34
Depreciation	32.42	1.63	34.05

Note 28**Foreign Exchange earning / Outgo**

	31/03/2012 (Rs. In lakhs)	31/03/2011 (Rs. In Lakhs)
a) Expenditure in foreign currency		
Travelling	NIL	0.60
Advertisement	NIL	0.55
Imported Consumables	1.31	NIL
b) FOB Value of exports/earnings in foreign currency	47.83	244.42
Other earnings in Foreign Currency	NIL	NIL
c) Value of imports on CIF basis		
Components & spare parts	1.31	11.46

Signature of Notes 1 to 28 as per our annexed report of even date.

For G.K.Tulsyan & Co.**Chartered Accountants****Firm's Registration No. 323246E****On behalf of the board****K.M. Poddar,**
Managing Director**G. K. Tulsyan****Partner****Membership No.50511**

4, Gangadhar Babu Lane

Kolkata – 700012

Date: 21/05/2012

A. De,
Director**CEETA INDUSTRIES LIMITED**

Regd Off: : Plot No. 34-38, KIADB Industrial Area

Sathyamangala, Tumkur – 572 104, Karnataka

PROXY FORM

Regd.FolioNo. _____
I/We _____
of _____
being a member/members of the above named Company hereby appoint _____
_____ of _____
or failing him / her _____ of _____
_____ as my / our Proxy to vote for me/ us on my / our behalf
at the Annual General Meeting of the Company to be held on 28th September, 2012 at
10.30 A.M. and any adjournment thereof.

Signed this _____ day of _____ 2012.

Affix Re. 1/=
Revenue
Stamp

Signature _____

NOTE: The Proxy form duly completed must reach at the Registered Office of the Company
not less than 48 hours before the time of the meeting.

CEETA INDUSTRIES LIMITED

Regd Off: Plot No. 34-38, KIADB Industrial Area

Sathyamangala, Tumkur – 572 104, Karnataka

ATTENDANCE SLIP

Annual General Meeting on Friday, the 28th September, 2012 at 10.30 A.M. at plot no.34-38, KIADB Industrial Area, Sathyamangala, Tumkur - 572 104, KARNATAKA.

Regd. Folio No./ Client ID :

No. of Shares held:

D.P. ID :

Name of the Attending Member:

I certify that I am a registered shareholder/proxy for the registered shareholder of the Company. I hereby record my presence at the Annual General Meeting of the Company at the Registered Office of the Company at Plot No.34-38, KIADB Industrial Area, Sathyamangala, Tumkur - 572 104, Karnataka on Friday, the 28th September, 2012 at 10.30 A.M.

Member's / Proxy's Name in BLOCK Letters_____
Member's / Proxy's signature

NOTE: Please fill in this attendance slip and hand it over at the ENTRANCE OF THE HALL.