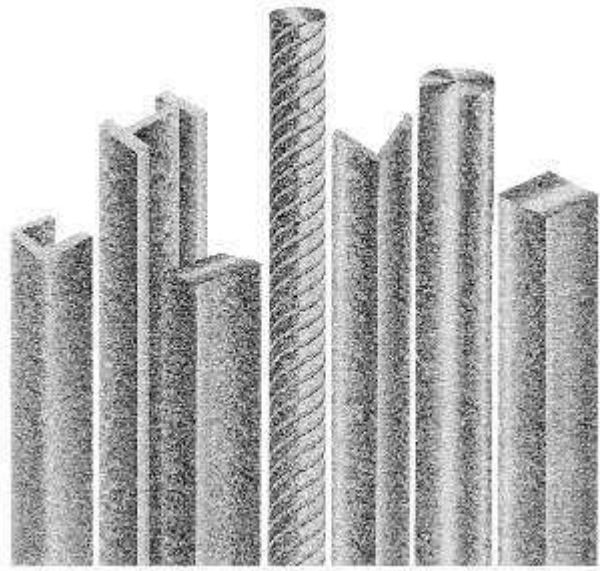


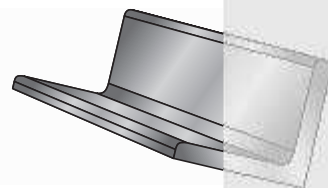
SHRI BAJRANG ALLOYS LTD.



21st Annual Report
2010-11



SHRI BAJRANG ALLOYS LTD.
21st Annual Report 2010-11



► **BOARD OF DIRECTORS AS AT 31ST MARCH 2011**

Mr. Suresh Goel	- Chairman
Mr. Anand Goel	- Managing Director
Mr. Narendra Goel	- Director
Mr. Vikash Kumar Khedia	- Independent Director
Mr. Dinesh Agrawal	- Independent Director
Mr. Raj Kumar Yadava	- Independent Director

► **AUDITORS**

R. K. Singhanian & Associates, Chartered Accountants

► **BANKERS**

Bank of Baroda, Raipur

► **LEGAL ADVISOR**

V.K. Munshi & Associates

► **REGISTERED OFFICE**

521/C, Urla Industrial Complex,
RAIPUR - 493 221 (C.G.)
Phone : 0771-4288000, Fax : 0771-4288001
Website : www.goelmt.com
E-mail : investors.sbal@sify.com

► **WORK**

521/C, Urla Industrial Complex,
RAIPUR - 493 221 (C.G.)

► **REGISTRAR AND SHARE TRANSFER AGENT**

Link Intime India Pvt. Ltd.
C-33, Pannalal Silk Mills Compound,
L. B. S. Marg,
Bhandup (W), Mumbai - 400078
Phone : 022-2594 6970, Fax : 022-2594 6969
E-mail : rnt.helpdesk@linkintime.co.in

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NOTICE OF ANNUAL GENERAL MEETING

(Pursuant to Provisions of section 171 & 172
of the Companies Act, 1956)

TO ALL THE MEMBERS OF OF SHRI BAJRANG ALLOYS LIMITED

Notice is hereby given that the 21st Annual General Meeting of the Company will be held on Tuesday, the 27th day of September 2011 at 10.00 A.M. at the Registered Office of the company, 521/C, Urla Industrial Complex, Raipur (CG) 493221 to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Profit and Loss Account of the company for the year ended 31st March 2011 and the Balance Sheet as at that date along with the reports of the Directors and Auditors thereon;
2. To re-appoint a retiring Director Mr.Dinesh Agrawal who is retiring by rotation at the ensuing Annual General Meeting and is being eligible to offers himself for reappointment.
3. To re-appoint M/s. R.K. Singhanian & Associates, Chartered Accountants, Raipur, the retiring Auditors as Statutory Auditors to hold the office from conclusion of this meeting until the conclusion of the next Annual General Meeting of the Company and to fix their remuneration.

FOR AND ON BEHALF OF THE BOARD

Sd/-

(ANAND GOEL)

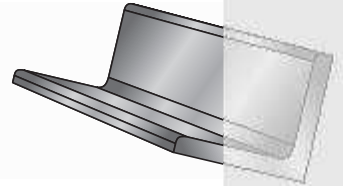
MANAGING DIRECTOR

PLACE: RAIPUR

DATE: 01.08.2011

NOTES :

1. Pursuant to provision of section 176 of the Companies Act, 1956, a member entitled to attend and vote at the meeting is entitled to appoint a proxy and vote instead of himself / herself on a poll only and the proxy need not be a member of the company. Proxy forms as enclosed herewith the notice should be deposited at the Registered Office of the Company not less than 48 hours before the time fixed for the meeting.
2. Pursuant to provisions of section 154 of the Companies Act, 1956, the Register of Members and share transfer books of the Company shall remain closed from 20th September 2011 to 27th September 2011 (both days inclusive).
3. The members are requested to immediately notify any change of address for further communication to their depository participants (DPs) in respect of their shares held in dematerialized form in respective electronic share accounts.



4. All documents referred to in the accompanying notice are open for inspection at the Registered Office of the Company on all working days between 11.00 am to 1.00 pm. up to the date of Annual General Meeting.
5. The Members who are holding shares in the identical order of names in more than one folio are insisted to send to the Company the details of such folios together with the share certificates for consolidating their holdings in single folio. The share certificates will be returned to the members after making requisite changes thereon.
6. The members desirous of obtaining any information concerning accounts and operations of the Company are requested to address their queries to the Company at least seven days before the date of meeting so that the information required may be made available at the meeting.
7. Members are requested to bring their copy of Annual Report to the Meeting and no additional copies will be provided during the meeting.
8. Members holding shares in physical form and desirous of making a nomination in respect of their shareholding in the Company as permitted under section 109A of the Companies Act, 1956 are requested to send the prescribed form 2B to the Registered Office of the Company. The form for the purpose would be made available on demand.
9. Information as required under Clause 49 IV (G) of the Listing Agreement with respect to the Directors who are retiring by rotation and being eligible seeking re-appointment is as under:

Information regarding Mr. Dinesh Agrawal proposed for re-appointment as Director.

Dinesh Agrawal is a learned man with wide knowledge and experience in steel industry with vast knowledge in marketing. Above all he is a good administrator and having good financial control over the Company. In his guidance the industry is having a good growth and trying to modernize the industry with innovative technology.

FOR AND ON BEHALF OF THE BOARD

Sd/-

(ANAND GOEL)

MANAGING DIRECTOR

PLACE: RAIPUR

DATE: 01.08.2011

Important Communication to Members

The Ministry of Corporate Affairs has taken a "Green Initiative in the Corporate Governance" by allowing paperless compliances by the companies and has issued circulars stating that service of notice / documents including Annual Report can be sent by e-mail to its members. To support this green initiative of the Government in full measure, members who have not registered their e-mail addresses, so far, are requested to register their e-mail addresses, in respect of electronic holdings with the Depository through their concerned Depository Participants. Members who hold shares in physical form are requested to register their e-mail id with Link Intime India Pvt. Ltd. (Registrar and Share Transfer Agents of the company) by sending a request letter duly signed by the first / sole shareholder.

DIRECTOR'S REPORT

For the Year ended 31st March 2011
(Pursuant to the provisions of section 217 of the Companies Act, 1956)

To,

The Members

Your Directors have immense pleasure in presenting the 21st Annual Report of the Company with the Audited Statement of Accounts and the Auditors' Report thereon on the business and operations of the Company for the financial year ended 31st March, 2011.

The summarized financial result for the year ended 31st March 2011 is as under:

FINANCIAL RESULTS :

(Rs. in lacs)

PARTICULARS	Year ended 31.03.2011	Year ended 31.03.2010
Total Turnover & other receipts	17621.17	17547.50
Profit before Interest, Depreciation and Tax	764.00	636.22
Interest	370.57	240.14
Depreciation for the year	81.44	93.88
Profit before Tax	311.99	302.20
Less: Provision for Income Tax	99.42	105.90
Add/(Less): Previous year adjustments	(0.42)	5.81
Add/(Less): Net Deferred Tax Asset/ (Liability)	(1.26)	4.91
Net Profit after Tax	210.89	207.02
Add: Balance in Profit & Loss Account	618.15	511.13
Amount available for appropriation	829.04	718.15
Transferred to General Reserve	100.00	100.00
Balance transferred to Balance Sheet	729.04	618.15
Earning Per Share (Basic & Diluted)	2.34	2.30

DIVIDEND:

The Directors of your Company do not recommend any dividend for the financial year 2010-11 as the Directors of your Company decided to plough back the profit for utilizing it for the enhancement of the business.

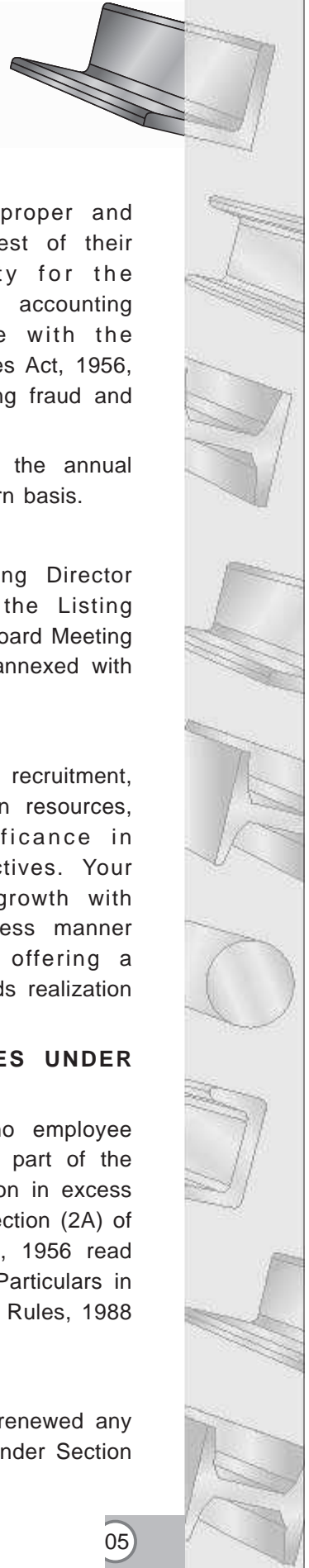
REVIEW OF OPERATIONS:

Your Company is engaged in the business of manufacturing of steels. The Company's financial performance has improved from the last year and shows a stability in the growth and performance of the Company. Revenue for current financial year stood at Rs. 17606.15 Lacs and profit after tax is Rs. 210.89 Lacs as compared to revenue of Rs. 17535.52 Lacs and profit after tax Rs. 207.02 Lacs in the previous year. The total sale (manufactured & traded goods) was of 43593.790 MT of value Rs. 17606.15 Lacs as compared to 50288.870 MT of value Rs.17535.52 Lacs in the previous year.

Your company has manufactured 38614.470 MT of Structural Steels in the current financial year as compared to 47709.360 MT in the previous year. The capacity utilization was 64.36% in the current financial year as compared to 79.52% in the previous year. The reduction in the capacity utilization was due to decrease in demand for the product.

MARKETING AND EXPORT:

We are pleased to place before the stake holders that our export has enhanced from previous year to the current year, due to quality steel produced by us. Moreover in the ensuing year we do hope our export will increase in near future. The total amount of export earnings in the current financial year is of Rs.47.65 Lacs as against the Rs.24.27 Lacs in the previous



financial year through cross border transactions. Your Directors are positive and hopeful towards the future growth.

DIRECTORS:

The Board consists of executive and non executive directors including the independent directors who have wide and varied experience in different disciplines of corporate functioning. The Directors of the Company are:

1. Mr. Suresh Goel
2. Mr. Anand Goel
3. Mr. Narendra Goel
4. Mr. Vikash Kumar Khedia
5. Mr. Dinesh Agrawal
6. Mr. Raj Kumar Yadava

In accordance with the provisions of Section 255 and 256 of the Companies Act 1956 and the Company's Articles of Association. Mr. Dinesh Agrawal Directors of your Company, retire by rotation and being eligible, offer himself for reappointment.

DIRECTOR'S RESPONSIBILITY STATEMENT:

Pursuant to the requirement under Section 217(2AA) of the Companies Act, 1956, with respect to Directors Responsibility Statement, the Directors confirm:

- i. That in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanations.
- ii. That they 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 at the end of the financial year and of the profit of the Company for that period;

- iii. That they have taken proper and sufficient care to the best of their knowledge and ability for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956, for preventing and detecting fraud and other irregularities;
- iv. That they have prepared the annual accounts on a going concern basis.

CEO & CFO CERTIFICATION:

The certificate from the Managing Director pursuant to clause 49 (V) of the Listing Agreement has been tabled at the Board Meeting dated 30th May 2011 and is also annexed with this report.

HUMAN RESOURCES:

The Company places emphasis on recruitment, training and development of human resources, which assumes utmost significance in achievement of corporate objectives. Your Company integrates employee growth with organizational growth in a seamless manner through empowerment and by offering a challenging workplace, aimed towards realization of organizational goals.

PARTICULARS OF EMPLOYEES UNDER SECTION 217 (2A):

During the period under report no employee employed throughout the period or part of the period was in receipt of remuneration in excess of the limits prescribed under sub section (2A) of Section 217 of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the report of the Board of Directors) Rules, 1988 as amended from time to time.

DEPOSITS FROM PUBLIC:

The company has not accepted or renewed any deposits from public as envisaged under Section 58A of the Companies Act, 1956.

CORPORATE GOVERNANCE:

Your Company is committed in maintaining the highest standards of Corporate Governance and adheres to the stipulations prescribed under Clause 49 of the Listing Agreement with the Stock Exchange. A Report on Corporate Governance & Shareholder Information together with the Auditors Certificate thereon is annexed as part of the Annual Report.

MANAGEMENT DISCUSSION AND ANALYSIS:

A Management discussion and Analysis as required under Clause 49 of the Listing Agreement is annexed and forming part of the Director's Report.

FOREIGN EXCHANGE EARNINGS AND OUTGO:

The information as required under section 217(1)(e) of the Companies Act, 1956, read with the Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988 are as under:

(a) Activities relating to exports, initiatives taken to increase exports, development of new export markets for products and services and export plans.

(b) Information in respect of Foreign Exchange Earning and Outgo are :

(Rs. in Lacs)

Particulars	F.Y. 2010-11	F.Y. 2009-10
Earning	47.65	24.27
Outgoing	-	2.37
Net Amount	47.65	21.90

CONSERVATION OF ENERGY AND TECHNOLOGY ABSORPTION:

Information on Conservation of Energy, required to be disclosed under Section 217 (1) (e) of the Companies Act, 1956, read with the Companies (Disclosure of Particulars in the report of the Board of Directors) Rules, 1988, are given herein as under:

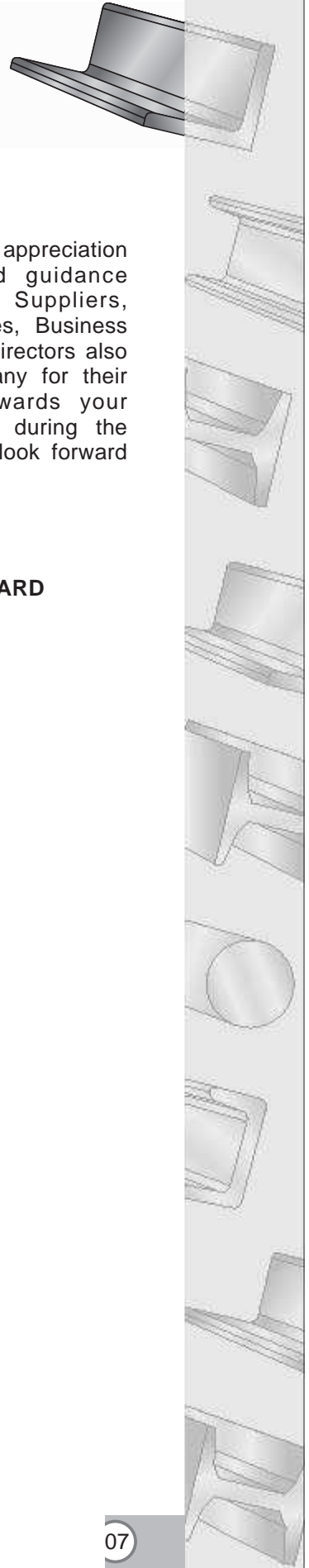
A. CONSERVATION OF ENERGY

Your Company recognizes the vital need to conserve energy and give due importance to the reduction of power consumption in its manufacturing processes. During the year under review the following energy conservation measures have been implemented:-

- Use of energy efficient lights.
- Monitoring of insulation resistance of motors to reduce dielectric losses.
- Use of good quality lubricants to reduce frictions.

DETAILS OF POWER AND FUEL CONSUMPTION

S.N.	PARTICULARS	F.Y. 2010-11	F.Y. 2009-10
1.	ELECTRICITY		
A	Units Consumed (in KWH)	2168160	2924700
B	Total Cost (in Rs.)	11168886	13419794
C	Rate per Unit (in Rs.)	5.15	4.59
2.	COAL		
A	Quantity Consumed (In MT.)	5981.690	NIL
B	Total Cost (in Rs)	31357767	NIL
C	Rate Per Mt. (in Rs)	5242.29	NIL
3.	FURNACE OIL		
A	Quantity Consumed (in Ltrs)	788110	2759370
B	Total Cost (in Rs)	21106131	66330858
C	Rate Per Ltrs. (in Rs)	26.78	24.04
4.	OXYGEN GAS		
A	Quantity Consumed (in Cu. Mtr.)	146590.50	148753.50
B	Total Cost (in Rs)	1500187	1487888
C	Rate Per Cu. Mtrs. (in Rs)	10.23	10.00
5.	CONSUMPTION PER UNIT OF PRODUCTION		
A	Production of Structural Steel (in MT)	38614.470	47709.360
B	Electricity (in KWH)	56.15	61.30
C	Coal (in MT)	0.155	NIL
D	Furnace Oil (in Ltrs.)	20.41	57.84
E	Gas (in Cu. Mtrs)	3.80	3.12



B. TECHNOLOGY ABSORPTION

Efforts in brief made towards technology absorption, adaptation and innovation:

- The Company has its own testing laboratory well equipped with modern machines and equipments for ensuring the quality.
- All the ranges of products offered by the Company to its valuable clients are all ISI marked known for its best quality products.
- Constant monitoring of process and technology up gradation taking place in advance countries and to offer similar products through in-house R & D as well as through progressive manufacturing activities. The Company is in the process of further improving its quality control methods and testing facilities.
- Regular interaction with equipment designers and manufacturers and major raw material suppliers for improvements to processing and operating parameters.
- Benefits derived as a result of above efforts – Improved product quality.

AUDITORS:

M/s. R.K. Singhania & Associates, Chartered Accountants, Raipur, the Statutory Auditors of the Company, retire at the forthcoming Annual General Meeting of the company. They being eligible for reappointment have expressed their consent to be reappointed for the financial year 2011-2012. The Company has received a certificate from them to the effect that their re-appointment, if made, would be within the limits prescribed under Section 224 (1B) of the Companies Act, 1956. Your Directors recommend for their reappointment.

AUDITOR'S REPORT:

The copy of the Annual Report for the year ending 31st March 2011 along with the Auditor's Report thereon and is annexed with the Director's Report. There are no qualification remark made by the Auditors in their report hence no reply is required in this regard.

ACKNOWLEDGEMENTS:

Your Directors record their sincere appreciation for the assistance, support and guidance provided by Banks, Customers, Suppliers, Regulatory & Government Authorities, Business Associates and Stakeholders. Your Directors also thank the employees of the Company for their contribution and commitment towards your Company performance and growth during the period under review. Your Directors look forward to your continuing support.

FOR AND ON BEHALF OF THE BOARD

Sd/-

(SURESH GOEL)
CHAIRMAN

PLACE: RAIPUR

DATE : 30.05.2011

MANAGEMENT DISCUSSION AND ANALYSIS

ECONOMIC OVERVIEW

The fundamentals of the Indian Economy are sound. A steady improvement is expected in the year ahead. Reforms may get further push. Industry has rebounded sharply and exports have turned positive. Private consumption is picking up and more importantly investment is showing signs of resurgence. The global environment has improved beyond initial expectations with Asia leading the rebound. The optimism is evident in budgetary expectation of 8.5 per cent GDP growth in 2010-11.

The management of your Company is pleased to present the discussions and analysis on the industry structure, developments, future outlook and operating and financial performance.

INDUSTRY OVERVIEW:

GLOBAL STEEL INDUSTRY – OVERVIEW:

Global steel consumption is likely to grow at a much faster rate than the 13% growth forecast of the World Steel Association. Between January and November, crude steel production was up by 16%. This is despite the seasonal drop in steel production in regions such as Europe. Global crude steel production fell by 2.8% on a sequential basis in the November quarter. China's output was stagnant in November, after rising by 5% in October over the previous month. The country's steel output has been under pressure for months, due to the government's attempt to prevent the economy from overheating. Europe's steel production fell by 5.3% and by a much lower 1.5% in North America.

The global steel scenario is in favour of steel producers, as restocking in countries such as Europe and North America has led to a recovery in 2010, after the slump in 2009. If there are worries, these are on the raw materials front; both iron ore and coal prices have begun to increase again in recent months. But companies have used the stronger demand environment to hike prices to end users, which should offset the impact of higher costs on margins, to some extent. Companies have also been disciplined in keeping production under check, with utilization

falling to the 73%-75% range in the second half of 2010, compared with the highs of 83% seen in April.

The long-term outlook for steel production is bright and, according to an Xstrata Plc presentation, should rise by a 3.6% compounded annual growth rate between 2010 and 2020. The medium-term outlook is still uncertain. Arcelor Mittal said that real demand is growing at a slower pace, due to uncertainty over the economic outlook for 2011, in a recent investor presentation. On the positive side, it believes that steel inventories in the US and Europe are at relatively low levels, which will be a positive when demand recovers

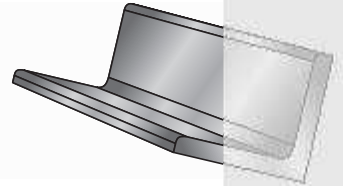
INDIAN STEEL INDUSTRY – OVERVIEW:

India occupied the eighth position in terms of global crude steel output. The Indian steel industry comprises producers of finished steel, semi-finished steel, stainless steel and pig iron. The private sector controls almost two-thirds of the steel market, while the public sector producers have the remaining one-third market share.

Indian steel companies are in a comfortable position, as lower Chinese output has brought down the threat of imported steel flooding the market. In November, steel imports were down by 62% over the year-ago period. Also, the ban on iron ore exports has given steel makers an edge. Since their capacities are not enough to meet domestic demand, they will depend on steel prices rising to see their performance improve in fiscal 2012 as well. That depends on a few key factors: chiefly whether developed economies recover and when China returns to its earlier high growth levels.

It also said that the government was drafting a National Steel Policy that would outline a five-year strategy for the steel sector.

A policy paper on research and development has also been prepared with special focus on beneficiation, coal ash reduction and promotion of high grade value added steel in the country.



OPPORTUNITIES & THREATS:

Shri Bajrang Alloys Limited is optimistic about that the industry in which it operates, force a robust demand both in domestic and international market of its product in the coming years.

Steel industry plays an important role in the development of a country. India, a developing nation, requires huge contribution from this industry, to expedite its run to reach new heights in world economy.

The growth of the construction industry, which is growing at a rate of around 8-9% is one of the major consumers of steel in the country which consistently maintain the demand of the steel products.

The eleventh five year plan (2007-2012) by the Indian government, has allocated investment of USD\$ 490 billion for the core infrastructure sector, comprising power, roads, railways, ports, airports, which are some of the major consumers of steel.

Indian steel industry is closely linked with domestic economic growth. Indian Infrastructure industries are growing at a robust speed, which is one of the major steel consuming industries and also Indian automobile industry, which depends on steel industry for parts manufacturing, will lead to a strong steel demand in future.

Your Company builds on its strength of locational advantages, raw material linkages, technology edge and management expertise to seize opportunities in the iron & steel industry. The steel industry has enough potential to grow at a much accelerated pace in the coming future due to the continuity of the developmental projects around the world. Your Company is presently working near its productive capacity which needs to be increased with increasing demand. New innovations are also taking place in steel industry for cost minimization and production maximization. Your Company is capital intensive, cyclical, highly competitive and has historically been characterized by overcapacity and the associated workforce are highly knowledgeable and experienced. The automobile industry in India, one of the main demander of steel, has a steep upward moving slope. The construction

and infrastructure industry, big demander of steel are also on upward slope due to the govt. policy regarding emphasis on developmental works.

The threats for your Company would come from adverse fluctuations in input and output capital costs, foreign exchange variations, taxes and duties. The buoyancy in Iron & Steel sectors has attracted many players, resulting in reduced availability of skilled manpower and contractor workforce. Key steel consuming industries such as auto, shipbuilding and construction have been experiencing weak demand in the last few quarters, forcing steel makers to slacken production levels. Financial crunch, coupled with high cost of input, severely will affect the profits of steel companies. The Indian steel industry has raw materials, but these needs to be turned better and in accordance with standardized international demand.

CHALLENGES, RISK & CONCERNS:

The risk of increased volatility of raw material prices remains a major concern to the steel industry and its customers during 2011. More-than-sufficient stockpiles have been weighing steel prices, a situation further complicated by the domestic steel consumers, who are importing relatively cheaper steel from China. This pressurizes steel prices even further. The Industry continues to be impacted by the problem of parallel imports and increasing incidents of counterfeit, spurious and low quality steel products, which could be detrimental to the Indian society and also damaging India's image in the International market. The high cost of electricity in India may hamper the steel industry's production and profitability level.

FINANCIAL PERFORMANCE:

During the year under review, the Company recorded Turnover of Rs. 17606.15 lacs as against Rs. 17535.52 lacs in the previous year. The Profit before tax has increased to Rs. 311.99 lacs from Rs. 302.20 lacs in the previous year. Profit after tax has also increased to Rs. 210.89 lacs from Rs. 207.02 lacs in the previous year.

RISK MANAGEMENT:

Your Company has identified the major thrust areas to concentrate on, which it believes to be critical to achievement of organizational goals. A

well defined structure has been laid down to assess, monitor and mitigate risks associated with these areas, briefly enumerated below:

1. Foreign Exchange – Your Company deals in foreign exchange in exports of finished products as well as in the forward foreign exchange contracts. Necessary guidance is provided by the forex consultant on mitigating foreign exchange exposure.

2. Systems – Your Company has planned to implement Enterprise Resource Planning (ERP) Software to integrate its operations and to use best business and commercial practice. ERP is in its processing phase and your company has appointed a support partner for smoother implementation.

3. Statutory Compliances - Procedure is in place for monthly reporting of compliance of statutory obligations and reported to the Board of Directors.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY:

The Company has clearly laid down proper internal control system which provide for automatic checks and also provide for the effectiveness and efficiency to ensure that all the assets are protected against and that the financial and operational information is complete and accurate and regular review of the Audit Committee of the Company's processes, systems and procedures ascertained during the course of their audit.

Audits are finalized and conducted based upon the internal risk assessment. Emphasis is placed on adequacy, reliability and accuracy of dissemination of the financial data and information. Compliance issues are given utmost importance and reported regularly to the Board.

HUMAN RELATIONS:

We lay special emphasis to the human resources functions in our organizations and believe that our work opportunities and competitive compensation policies help us in attracting and retaining our personnel.

We have an elaborate performance management system in place involving goal setting and periodic reviews involving confirmation and

annual reviews. The review sessions impress upon several aspects of the professionals careers such as career and competency development, financial rewards and recognition. We endeavor to link careers to competencies, individual preferences and organizational needs.

SAFETY:

Safety management is integrated with the Company's overall environment, health and safety (EHS) management and zero accident is taken up as the Company's goal. The following measures have been taken by the Company:

- Identification of hazard and risk present in the work environment and its rectification.
- Continuous monitoring of unsafe conditions and unsafe acts through safety inspections.
- Specific job safety awareness on continuous basis.

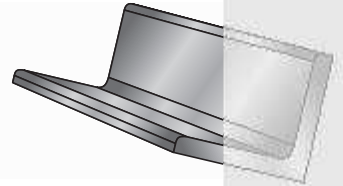
OUTLOOK:

This new research report Indian Steel Industry Outlook to 2012 says that the, Indian crude steel production will grow at a CAGR of around 10% during 2010-2013. Moreover, with the government proactive incentive plans to boost economic growth by injecting funds in various industries, such as construction, infrastructure, automobile, and power will drive the steel industry in future. The report also reveals that, steel consumption in India is expected to grow significantly in coming years as per capita finished steel consumption is far less than its regional counterparts.

The outlook for the steel sector in India remains positive. The Government of India has laid special emphasis on development of infrastructure with huge investments in power, roads & highways, railways, housing, oil and gas etc which shall drive demand. Your Company with a well defined product portfolio is well poised to take advantage of the growth in iron and steel demand.

ENVIRONMENT FRIENDLY OPERATIONS:

Environmental protection is prime concern for us and we are aware of our core responsibility to the society. The Company's plant complies with all norms set up for clean and better environment by the competent authorities. The Company



undertakes regular checks / inspection for the maintenance of environment, health and safety. The company has adequate effluent treatment plant to avoid pollution. The Company is continuously endeavoring to improve the quality of life in the community surrounding its industrial complex.

CAUTIONARY STATEMENT:

Statements in the Management Discussion and Analysis, describing the Company's objectives, projections, estimates and expectations may be forward looking statements within the meaning of applicable securities laws and regulations. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to the company's operations include, among other things, economic conditions affecting demand/supply and price conditions in the domestic and overseas markets in which the company operates, changes in the government regulations, tax laws and other statutes and incidental factors.

FOR AND ON BEHALF OF THE BOARD

Sd/-
(SURESH GOEL)
CHAIRMAN

PLACE: RAIPUR
DATE : 30.05.2011

CORPORATE GOVERNANCE REPORT
(Pursuant to Clause 49 of the listing agreement)

1. COMPANY'S PHILOSOPHY:

Corporate Governance is not something which can be governed by a statute, but it is environment of good self moral conduct. Good Corporate Governance is characterized by a firm commitment and adoption of ethical practices by an organization across its entire value chain and in all of its dealings with a wide group of stakeholders encompassing employees, customers, vendors, regulators and shareholders in both good and bad times. The basic objective of Corporate Governance is to build up an environment of trust and confidence amongst those having competing and conflicting interest to enhance shareholders value and protect the interest of other stakeholders by enhancing the corporate performance and accountability.

Your Company is a congregation of various stakeholders, namely customers, employees, investors, vendor partners, government and society. The Company has laid a strong foundation for making Corporate Governance a way of life by constituting a Board with balanced mix of experts of eminence and integrity. It is about openness, integrity and accountability, these substances is inexorably linked to the mindset and ethical standards of management. The Company promotes the concept of Corporate Governance by embracing and demonstrating the ethical conduct. Your Company had some values to which it stuck through thick and thin, it is these values which had helped to develop a corporate culture and the requisite focus over the superordinate goals and to overcome the challenges which an enterprise has to constantly meet.

In line with this, we are pleased to inform you that, as on 31st March 2011, the Company is in compliance with all the requirements of Clause 49 of the Listing Agreement. The necessary disclosures as required under Clause 49 of the Listing Agreement have been covered in this Annual Report.

2. BOARD OF DIRECTORS:

Composition:

Presently, the Board of Directors of the Company

is comprised of Six Directors out of which Three are Non-Executive Directors and Independent Directors who bring in a wide range of skills and experience to the Board. The Company has Executive Chairman and the number of Independent Directors is one-half of the total number of Directors. The Composition of the Board is in conformity with Clause 49 of the Listing Agreement.

10 (Ten) meetings of the Board were held on the following dates during the financial year ended 31st March 2011:

1. 16th April 2010
2. 12th May 2010
3. 29th June 2010
4. 10th July 2010
5. 31st July 2010
6. 08th August 2010
7. 28th October 2010
8. 12th November 2010
9. 11th February 2011
10. 31st March 2011

The attendance record, names and categories of the Directors on the Board and also the number of Directorships and Committee Memberships held by them in other Companies as on 31st March, 2011 are given as under:

Name of the Directors	Category of Directors	No. of other Directorship held**	No. of Board Meetings attended	Last AGM attended	No. of other Board committees member/ chairman ***
Mr. Suresh Goel	Executive & Non Independent	02	10	Present	01 (Chairman)
Mr. Anand Goel	Executive & Non Independent	01	9	Present	None
Mr. Narendra Goel	Executive & Non Independent	02	10	Present	None
Mr. Vikash Kumar Khedia	Non Executive & Independent	01	5	Present	None
Mr. Dinesh Agrawal	Non Executive & Independent	01	5	Present	None
Dr. Ramesh Chandra Gupta #	Non Executive & Independent	NIL	3	Absent	None
Mr. Raj Kumar Yadav*	Non Executive & Independent	01	2	N.A.	01
Total No. of Directors 06 (Six)					

Ceased to be Director w.e.f 28.09.2010

* Appointed as Director w.e.f 28.09.2010

**Excluding directorship in Private Limited Company, Foreign Companies and Companies u/s 25 of the Companies Act, 1956.

***Only two committees, namely, Audit Committee, Shareholders / Investor Grievance Committee have been considered.

Independent Directors is as defined as per Clause 49 of the Listing Agreement.

None of the Directors on the Board, as depicted from the above mentioned table, is a member on more than 10 Committees and Chairman of more than 5 Committees (as specified in Clause 49) across all the Companies in which he is a member.

3. AUDIT COMMITTEE:

Constitution and Composition

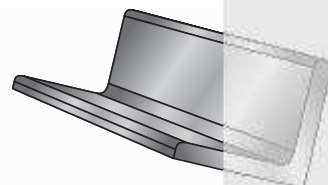
The Broad terms and reference of Audit Committee are to discuss the annual work programme and the depth and detailing of the audit plan to be undertaken by the auditor, examine and review the documentation and to recommend to the Board either the appointment / reappointment / removal of the statutory auditor, along with the annual audit remuneration. It also review the financial statements before submission to Board, to review reports of the Internal Audit and review weaknesses in internal controls reported by management and review the functioning of the Whistle Blower mechanism, in case the same is existing. The Audit Committee also have regard to the entire profile of the audit firm, its responsible audit partner, experience of handling audit for similar sized companies. In addition, the powers and role of the Audit Committee are as laid down under clause 49 of the Listing Agreement and section 292A of the Companies Act, 1956.

Meetings & Attendance during the year

The Audit Committee is constituted of Three Independent Directors. The detailed composition, meetings of the members of the Audit Committee is given below :



SHRI BAJRANG ALLOYS LTD.
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Name of the Chairman/ Member	Status	No. of Meetings	
		Held	Attended
Mr. Dinesh Agrawal	Chairman (Non Executive & Independent Director)	05	05
Mr. Vikash Kumar Khedia	Member (Non Executive & Independent Director)	05	05
Dr. Ramesh Chandra Gupta *	Member (Non Executive & Independent Director)	05	03
Mr. Raj Kumar Yadava **	Member (Non Executive & Independent Director)	05	02

* Ceased as member on 28.09.2010

** Appointed as member w.e.f 28.09.2010

The Audit Committee invites such of the executives, as it considers appropriate (and particularly the head of the finance function) to be present at its meetings. The Statutory and Internal Auditors are also invited to the meetings. All the members of the Audit Committee are financial literates as required by the revised Clause 49 of the Listing Agreement.

The Audit Committee met five times during the year under review on the following dates:

1. 12th May 2010.
2. 29th June 2010
3. 31st July 2010
4. 12th Nov 2010
5. 11th Feb 2011

The functioning and terms of reference of the Audit Committee, the role, powers and duties, quorum for meeting and frequency of meetings, have been devised keeping in view the requirements of Section 292A of the Companies Act, 1956 and Listing Agreement with the Stock Exchanges as are in force / applicable from time to time.

4. REMUNERATION COMMITTEE:

Constitution and Meetings

The terms of reference of the said committee are as follows:

I. To determine on behalf of the Board and on behalf of the shareholders, the company's policy

on specific remuneration packages for executive directors.

II. To approve the payment of remuneration to managerial personnel as per the policy laid down by the committee.

The Remuneration Committee met Two times during the financial year 2010-11 on 12th May 2010 and 12th Nov 2010.

The constitution of the Committee as at 31.03.2011 and the attendance of each member are as given below:

Name of the Chairman/ Member	Status	No. of Meetings	
		Held	Attended
Dr. Ramesh Chandra Gupta*	Chairman (Non Executive & Independent Director)	02	01
Mr. Raj Kumar Yadava**	Chairman (Non Executive & Independent Director)	02	01
Mr. Vikash Kumar Khedia	Member (Non Executive & Independent Director)	02	02
Mr. Dinesh Agrawal	Member (Non Executive & Independent Director)	02	02

* Ceased as Chairman on 28.09.2010

** Appointed as Chairman w.e.f 28.09.2010

Details of the remuneration paid to all the Directors :

NAME OF DIRECTOR	DIRECTORS CATEGORY	SALARY (Inclusive of all)
Mr. Suresh Goel	Chairman	Rs. 900000/- Per Annum.
Mr. Anand Goel	Managing Director	Rs. 900000/- Per Annum.
Dr. Ramesh Chandra Gupta	Independent Director	Rs. 15000/- Per Annum (Sitting Fees).
Mr. Vikash Kumar Khedia	Independent Director	Rs. 25000/- Per Annum (Sitting Fees).
Mr. Dinesh Agrawal	Independent Director	Rs. 25000/- Per Annum (Sitting Fees).
Mr. Raj Kumar Yadava	Independent Director	Rs. 10000/- Per Annum (Sitting Fees).

Remuneration Policy

The Remuneration Committee recommends the remuneration package for the Executive Directors of the Board. In framing the remuneration policy the Committee takes into consideration the

remuneration practices of Companies of similar size, stature and the industry standards. It also recommends and monitor the level and structure of pay for senior management.

The Directors compensation is based on their individual goals which are linked to the organizational goals. Executive Directors (ED) are paid subject to the approval of the Board and of the Company in General Meeting, on such terms and conditions as per the agreements entered into by them and Company. The Non-Executive Directors are paid sitting fees for each meeting of the Board and Committee's attended by them.

5. SHAREHOLDERS / INVESTORS GRIEVANCE COMMITTEE:

The Shareholders / Investors Grievance Committee met four times during the Financial Year 2010-11 on 29th June 2010, 31st July 2010, 12th November 2010, 11th February 2011. The constitution of the Committee as at 31.03.2011 and the attendance of each member are given below :

Name of the Chairman/ Member	Status	Meetings attended
Shri Anand Goel	Chairman (Executive & (Non Independent Director)	04
Shri Dinesh Agrawal	Member (Non Executive & Independent Director)	04
Dr. Ramesh Chandra Gupta*	Member (Non Executive & Independent Director)	02
Mr. Raj Kumar Yadava**	Member (Non Executive & Independent Director)	02

* Ceased as Chairman on 28.09.2010

** Appointed as Chairman w.e.f 28.09.2010

The terms of reference of the said committees are as follows :

1. Review the reports submitted by the Registrars and Share Transfer Agents of the Company at Quaterly and half yearly intervals.
2. Periodically interaction with the Registrar and Share Transfer Agents to ascertain and look into the quality of the Company's Shareholders / Investors Grievances redressal system and to review the report on the functioning of the said investor grievances redressal system.

3. Follow-up on the implementation of suggestions for improvement.

4. Periodical review to the Board of any major concern, if any.

Although, there were no outstanding complaints as on 31st March 2011.

6. CORPORATE ETHICS:

The Company adheres to the highest standards of business ethics, compliance with the statutory and legal requirements and commitment to transparency in business dealings. A code of conduct for Board Members and senior management and a code of conduct for prevention of Insider Trading as detailed below have been adopted pursuant to clause 49 of the Listing agreement & the Securities Exchange Board of India (Insider Trading) Regulation. The code is applicable to all directors and specified senior management executives. The code impresses upon directors and senior management executives to uphold the interest of the Company and its stakeholders and to endeavor to fulfill all fiduciary obligations towards them. Another important principle on which the code is based is that the Directors and Senior Management Executives shall act in accordance with the highest standard of honesty, integrity, fairness and ethical conduct and shall exercise utmost good faith, due care and integrity in performing their duty.

A Declaration by the Managing Director affirming compliance of Board members and senior management personnel to the code is also annexed herewith.

DECLARATION AFFIRMING COMPLIANCE OF CODE OF CONDUCT

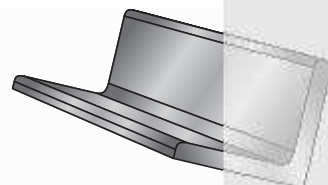
As provided under clause 49 (1) (d) of the Listing Agreement with the Stock Exchanges, the Board Members and the Senior Management Personnel have confirmed compliance with the Code of Conduct for the year ended 31st March, 2011.

For, Shri Bajrang Alloys Limited

Sd/-

(Anand Goel)

Managing Director



7. DISCLOSURES:

a. A statement, in summary form, of all the transactions entered into with the related parties in the ordinary course of business, details of material individual transactions with related parties that are in the normal course of business are placed before the audit committee. There are no material transactions with related parties, which require separate disclosure or have potential conflict with interests of the Company. A comprehensive list of transactions entered into with the related parties as required by the Accounting Standards (AS) 18 issued by the Institute of Chartered Accountants of India is given as a separate Schedule to notes on accounts as point no. 9 in the Annual Report.

b. The Company has followed all relevant accounting standards while preparing the financial statements.

c. The risk management issues are discussed in detail in the report of Management Discussion and Analysis. Since the risk control framework is new to Indian corporate culture, it is being strengthened on a continuous basis.

The Board, its audit committee and its executive management must collectively identify the risks impacting the company's business and document their process of risk identification, risk minimization, risk optimization as a part of risk management policy or strategy.

d. There were no public issues, right issues, preferential issues etc. during the Financial Year 2010-11 under review.

e. Management Discussion and Analysis report has been given as a separate chapter in the Annual Report.

f. The total amount of Rs. 18,00,000/- (inclusive of all) was paid as managerial remuneration to the executive directors of the Company and Rs. 75000/- was paid as sitting fees to the Independent Directors of the Company.

g. Comprehensive insider trading disclosure guidelines in line with the SEBI Regulations have been adopted by the Board in which the procedure to be followed by all the key managerial persons, staff and other relevant

business associates for disclosure of all security transactions of the shares of the Company on the basis of any unpublished price sensitive information relating to the Company.

h. The NIL no. of equity shares were held by Non Executive Directors in the company.

8. WHISTLE BLOWER POLICY:

The Whistle Blower Policy (WBP) adopted by the Company in line with clause 49 of the Listing Agreement, encourages all employees, officers and directors to report concerns about unethical behavior, actual or suspected fraud or violation of the Company's code of conduct or ethics policy, providing for adequate safeguards against victimization of employees who avail of the mechanism and also allow direct access to the Audit Committee. The Whistle Blower policy specifies the procedure and reporting authority for reporting unethical behaviour, actual or suspected fraud or violation of the code or any other unethical or improper activity misuse or improper use of accounting policies and procedures resulting in misrepresentation of accounts and financial statements.

9. ANNUAL GENERAL MEETING:

The details of date, time and location of Annual General Meeting (AGM) held in last three years

Meeting of the year	Date & Time	Location	Whether any special Resolution Passed	Special Resolution through Postal Ballot
2007-08	30 th Sept.2008 11.00 A.M.	521/C, Urla Industrial Complex, Raipur (CG)	-no-	-no-
2008-09	29 th Sept.2009 11.00 A.M.	521/C, Urla Industrial Complex, Raipur (CG)	-no-	-no-
2009-10	28 th Sept.2010 10.00 A.M	521/C, Urla Industrial Complex, Raipur (CG)	-no-	-no-

are as under :-

10. MEANS OF COMMUNICATION:

The quarterly, half yearly and yearly financial results and reports are sent to the stock exchanges immediately after they are approved by the Board. These are also published in the prescribed proforma within 48 hours of the conclusion of the meeting of the Board in which

they are considered, in one English newspaper circulating in the whole or substantially the whole of India and in one vernacular newspaper of the state where the registered office of the Company is located.

The Company has designated the following

11. GENERAL SHAREHOLDERS INFORMATION :

Annual General Meeting for the year ended 31st March 2011

Date	27th September 2011
Time	10.00 AM
Venue	521/C, Urla Industrial Complex, Urla, Raipur (CG) 493221
Dates of Book Closure	20th Sept 2011 to 27th Sept 2011 (Both day inclusive)
Dividend payment dates	No, dividend has been recommended for the year 2010-11.

Financial Calender (Tentative)

Unaudited Financial Results for the financial year 2011-12

First quarterly results	On or before 15th Aug 2011
Second quarterly results	On or before 15th Nov 2011
Third quarterly results	On or before 15th Feb 2012
Annual results for the year ending 31st March 2012.	On or before 15th May 2012 (if unaudited) On or before 30th May 2012 (if audited)
Annual General Meeting for the year ended 31st March 2012.	On or Before 30th of Sept 2012

Listed on	Bombay Stock Exchange (BSE)
Stock Code	Scrip Code – 526981 ISIN No. - INE 402H01015
Registrar and Share Transfer Agent for Physical shares and Electronic connectivity	LINK INTIME INDIA PVT. LTD. C-33, Pannalal Silk Mills Compound, L.B.S Marg, Bhandup (W) Mumbai – 78 Ph. : (022) 2594 6970 Fax : (022) 2594 6969

Share transfer system:

Share Certificates received in Physical mode for transfer purposes, processed and if certificate is valid and complete in all respect, have been registered and New Certificates have been sent within thirty days of receiving the same.

The Company has obtained from a Company Secretary in Practice Half yearly Certificate of Compliance regarding share transfer as per the requirement of Clause 47(c) of the Listing Agreement and filed a copy of this certificate to the Stock Exchange.

Market Price Date

Market Price Data: High, Low and Closing price of the Company's Equity shares in Bombay Stock Exchange Ltd., Mumbai during each month from April, 2010 to March, 2011 are as under (as available from the BSE website) :

Month	High	Low	Closing
Apr.-10	30.95	23.00	26.75
May-10	27.40	22.00	22.70
June-10	30.00	20.05	24.80
July-10	31.65	19.85	25.85
Aug.-10	26.50	18.75	23.45
Sep.-10	24.00	17.60	22.15
Oct.-10	25.80	21.85	24.00
Nov.-10	28.50	20.10	21.50
Dec.-10	24.50	18.85	21.85
Jan.-11	22.85	18.00	18.35
Feb.-11	21.70	14.20	16.65
Mar.-11	21.30	16.10	18.80

Distribution of Share holding as on 31st March 2011

S.No.	Category	No. of Shares held	Percentage
1	Promoters (including person acting in concert)	5410969	60.12
2	Corporate Bodies	1391649	15.46
3	General Public	2186219	24.29
4	Clearing Members	9570	0.11
5	NRI	1593	0.02
	TOTAL	9000000	100.00



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Distribution of Share holding (Size wise) as on 31.03.2011

Shareholding of No. of Shares.	No. of Share-holders	Percentage of Total Shareholders	No. of Shares held	Percentage of Total Shares
1-500	1260	67.89	289840	3.22
501-1000	284	15.30	205979	2.29
1001-2000	126	6.79	185992	2.07
2001-3000	51	2.75	134123	1.49
3001-4000	24	1.29	88414	0.98
4001-5000	22	1.19	104701	1.16
5001-10000	39	2.10	274600	3.05
10001-*****	50	2.69	7716351	85.74
Total	1856	100.00	9000000	100.00

Dematerialization of Shares & Liquidity

The Company's shares are available for Dematerialization with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL). As on 31st March, 2011 the status of Dematerialization is as under :

Held in Dematerialized Form in CDSL	984928
Held in Dematerialized Form in NSDL	7704757
Held in Physical Form	310315

Outstanding ADRs / GDRs / Warrants or any convertible Instrument, Conversion dates and likely to impact equity.

There are no GDRs / ADRs pending for conversion into equity shares.

Plant Locations

521/C, Urla Industrial Complex, Urla, Raipur – 493 221

Address for Correspondence

Shri Bajrang Alloys Limited, 521/C, Urla Industrial Complex, Raipur – 493 221, Ph. No. 0771-4288000 Fax. +91 771 4288001

Share Transfer Agents

LINK INTIME INDIA PVT LTD., C-33, Pannatal Silk Mills Compound, L.B.S. Marg, Bhandup (W), Mumbai – 400 078
Phone No. (022) 25963838 Fax: (022) 25946969

Compliance Certificate of the Auditors

Certificate from the Auditors of the Company M/s. R.K. Singhania & Associates, containing compliance with the conditions of Corporate Governance as stipulated under Clause 49 of the Listing Agreement, is annexed to the Directors' Report forming part of the Annual Report.

For and on behalf of the Board of Directors

Sd/-
(SURESH GOEL)

Chairman

Date : 30.05.2011

Place: Raipur

CERTIFICATE OF CHIEF EXECUTIVE OFFICER / CHIEF FINANCIAL OFFICER

To

The Board of Directors
SHRI BAJRANG ALLOYS LIMITED
Raipur (CG)

I have reviewed the financial statements and the cash flow statement for the financial year 2010-11 and hereby certify that to the best of my/our knowledge and belief:-

1. These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading.
2. These statements together present a true and fair view of the Company's affair and are in compliance with existing accounting standards, applicable laws and regulations.
3. There are, to the best of my knowledge and belief, no transactions entered into by the Company during the year 2010-11 which are fraudulent, illegal or violate the Company's code of conduct.
4. I accept responsibility for establishing and maintaining internal controls for financial reporting and that I have evaluated the effectiveness of the internal control system for the purpose of financial reporting of the Company and I have disclosed to the auditors and the Audit Committee those deficiencies, of which I am aware, in the design or operation of the internal control systems for the purpose of financial reporting and that I have taken the required steps to rectify these deficiencies.
5. I further certify that:-
 - a) There have been no significant changes in internal control during this year.
 - b) There have been no significant changes in accounting policies during this year.
 - c) There have been no instances of significant fraud of which I have become aware and the involvement therein, of management or an employee having a significant role in the Company's internal control system.

Sd/-
(ANAND GOEL)
Managing Director

Date : 30.05.2011

Auditors' Certificate on Corporate Governance

To The Members of
SHRI BAJRANG ALLOYS LIMITED

We have examined the compliance of conditions of Corporate Governance by Shri Bajrang Alloys Limited, for the year ended on 31st March, 2011, as stipulated in Clause 49 of the Listing Agreement of the said Company with stock exchanges in India.

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 ensuring 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 Listing Agreement.

As required by the Guidance Note issued by the Institute of Chartered Accountants of India, we have to state that no investor grievances were pending for a period of one month against the Company as per the records maintained by the Shareholders / Investor's Grievance Committee.

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

For, **R.K. Singhania & Associates**
Chartered Accountants
Registration No. 004435C

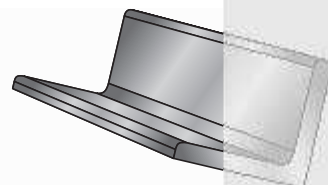
Sd/-
(RAMESH KUMAR SINGHANIA)
PARTNER
(Membership No. 41880)

PLACE : RAIPUR (C.G.)
Date : 30th May 2011



SHRI BAJRANG ALLOYS LTD.

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R.K.Singhania & Associates

CHARTERED ACCOUNTANTS

205, 1st FLOOR, SAMTA COLONY. RAIPUR – 492 001 (C.G.) INDIA

Phones : 91-771-2255744-45, 4036066, Fax : 91-771-2254188, E-mail : rkscaryp@yahoo.co.in

AUDITORS REPORT

To the Members of

SHRI BAJRANG ALLOYS LIMITED

1. We have audited the attached Balance Sheet of Shri Bajrang Alloys Limited as at 31st March' 2011 and the Profit and Loss Account and the Cash Flow Statement for the year ended on that date, annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan & 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 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.
3. As required by the Companies (Auditors' Report) Order, 2003 and the Companies (Auditors' Report) (Amendment) Order, 2004 issued by the Central Government in terms of Section 227 (4A) of the Companies Act, 1956, we enclose in the annexure a statement on the matter specified in paragraphs 4 and 5 of the said order.
4. Further to our comment in the Annexure referred to above, we report that:
 - (i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - (ii) In our opinion, proper books of account as required by law have been kept by the Company, so far as appears from our examination of such books.
 - (iii) The Balance Sheet and Profit and Loss Account and Cash Flow Statement dealt

with by this report are in agreement with the books of account.

- (iv) The Balance Sheet, Profit and Loss Account and Cash Flow 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.
- (v) Based on written representations received from all directors as on 31st March 2011, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March 2011 from being appointed as a Director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
- (vi) In our opinion and to the best of our information and according to the explanations given to us, the annexed accounts read together with notes and the significant accounting policies give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view: -
 - a) In the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2011,
 - b) In the case of the Profit and Loss Account, of the PROFIT of the Company for the year ended on that date, and
 - c) In the case of Cash Flow Statement, of the Cash Flows for the year ended on that date.

For, R.K. Singhania & Associates

Chartered Accountants

Registration No. 004435C

Sd/-

(Ramesh Kumar Singhania)

Partner

Membership No. - 41880

Raipur, 30th May, 2011

Annexure to the Auditors' Report

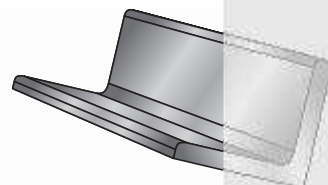
Re: Shri Bajrang Alloys Limited

(Referred to in paragraph 3 of our report of even date)

- i) (a) The Company has generally maintained the proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) As explained to us, the fixed assets have been physically verified by the management at reasonable intervals, in phased verification programme, which, in our opinion is reasonable, looking to the size of the company and the nature of its business. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
- (c) The Company has not disposed off substantial part of fixed assets during the year, which has any effect on going concern of the Company.
- ii) (a) As explained to us, physical verification of inventory have been conducted at reasonable intervals during the year by the management.
- (b) In our opinion, the procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
- (c) On the basis of our examination of the inventory records of the company, we are of the opinion that, the company is maintaining proper records of inventory. No discrepancies have been noticed on verification between physical stocks and the book records.
- iii) (a) Company has not granted any loan secured or unsecured to company, firm or other person covered in the registered

maintained u/s 301 of Companies Act and therefore sub clause (b), (c), (d) of clause (iii) are not applicable.

- (e) Company has taken unsecured loan from parties covered in the register maintained u/s 301 of the Companies Act, 1956 and maximum amount outstanding during the year Rs.5,99,08,038/- (Previous Year Rs. 6,77,11,529/-.) The Year end balance Rs.3,00,96,099/- (Previous Year Rs. 5,63,87,655/-.)
- (f) According to the information and explanations given to us, rate of interest and other terms and conditions on which loan was taken is not prima facie prejudicial to the interest of the company.
- (g) Payment of interest and principal are generally regular.
- iv) In our opinion and according to the information and explanations given to us the internal control procedures regarding purchase of inventory, fixed assets and for the sale of goods are adequate and the same are commensurate with the size of the company and nature of its business. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal controls.
- v) (a) In our opinion and according to the information and explanations given to us, contracts and arrangements that need to be entered into the Registers in pursuance of section 301 of the Act, have been so entered.



(b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956 and exceeding the value of five lakhs rupees in respect of any party during the year have been reasonable having regard to the prevailing market prices at the relevant time.

- vi) According to the information and explanations given to us, the Company has not accepted any deposits from public during the year; therefore, the provisions of clause 4(vi) of the Companies (Auditors' Report) Order, 2003 are not applicable to the Company.
- vii) The company is a listed company and in our opinion the Company has adequate internal audit system commensurate with its size and nature of its business.
- viii) As explained to us, no order has been made by the Central Government for the Audit of the cost records Under Section 209 (1) (d) of the Companies Act, 1956, for any of the products of the company.
- ix) (a) As explained to us there was no amount outstanding as on 31.03.2011 in respect of undisputed statutory dues including Provident Fund, Employees State Insurance, Income Tax, Wealth Tax, Sales Tax, Customs Duty and Excise Duty for a period of more than six months from the date they become payable.
- (b) According to the information and explanations given to us, there are no dues of Sales Tax, Income Tax, Custom Duty, Wealth Tax, Service Tax, Excise Duty and Cess outstanding as on 31.03.2011 which has not been deposited on account of any dispute except following :

Statute	Nature	Amount involved (Rs '000)	Period	Forum where dispute is pending
State Sales Tax Act	CGST	474.66	2006-07	D.C.C.T. (Appeal)
Central Excise Tax Act, 1944	CENVAT	292.37	2007-09	C.C.E. (Appeal)
Central Excise Tax Act, 1944	CENVAT	289.26	2008-09	C.C.E. (Appeal)
Central Excise Tax Act, 1944	Service Tax	2168.39	2006-08	C.C.E. (Appeal)

- x) The Company does not have any accumulated losses and has not incurred cash losses during the end of the financial year covered by our audit. Therefore, the provisions of clause 4(x) of the Companies (Auditors' Report) Order, 2003 are not applicable to the Company.
- xi) In our opinion and according to information and explanations given to us, the company has not defaulted in repayment due to financial institution or Banks. Therefore, the provisions of clause 4(xi) of the Companies (Auditors' Report) Order, 2003 are not applicable to the Company.
- xii) In our opinion and according to information and explanations given to us, the company has not granted loan and advances on the basis of security by way of pledge of share, debenture and other security.
- xiii) In our opinion, the Company is not a chit fund or a nidhi/mutual benefit fund/society. Therefore, the provisions of sub clause (a), (b), (c), (d) of clause 4 (xiii) of the Companies (Auditor's Report) Order 2003 is not applicable to the company.
- xiv) In our opinion and according to information and explanations given to us, the company has maintained proper records of transactions and contracts in respect of trading in securities, debentures and other investments and timely entries have been made therein. All shares, debenture and

other investments have been held by the company in its own name.

- xv) The Company has given corporate guarantees for loans availed by the others. The terms and conditions whereof, in accordance with information and explanations furnished to us, are not, prima facie, prejudicial to the interest of the Company.
- xvi) The Company has not obtained any term loan during the year. Therefore, the provisions of clause 4(xvi) of the Companies (Auditors' Report) Order, 2003 are not applicable to the Company.
- xvii) According to the information and explanations given to us and on overall examination of the Balance Sheet of the company, we are of the opinion that the Company has not utilized any amount from short term sources towards long term investments.
- xviii) According to the information and explanations given to us, during the year the company has not made preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Act. Therefore, the provisions of clause 4(xviii) of the Companies (Auditors' Report) Order, 2003 are not applicable to the Company.
- xix) The Company has not issued any debenture during the year; therefore, the provisions of clause 4(xix) of the Companies (Auditors' Report) Order, 2003 are not applicable to the Company.
- xx) The Company has not raised any fund by public issue during the year. Therefore, the provisions of clause 4(xx) of the Companies (Auditors' Report) Order, 2003 are not applicable to the Company.
- xxi) To our best of knowledge and according to information and explanations given to us, the Company has not been noticed or

reported any fraud during the year. Therefore, the provisions of clause 4(xxi) of the Companies (Auditors' Report) Order, 2003 are not applicable to the Company.

For, R.K. Singhania & Associates

Chartered Accountants

Registration No. 004435C

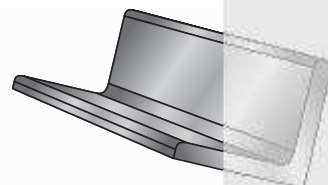
Sd/-

(Ramesh Kumar Singhania)

Partner

Membership No. – 41880

RAIPUR, 30th May, 2011



BALANCE SHEET AS AT 31ST MARCH 2011

PARTICULARS	SCHEDULE	AS AT 31.03.2011 (RUPEES)	AS AT 31.03.2010 (RUPEES)
I. SOURCE OF FUNDS:			
(1) Shareholders' Funds :			
(a) Share Capital	A	90000000	90000000
(b) Reserves & Surplus	B	126463460	105374524
(2) Loan Funds :			
(a) Secured Loans	C	242542584	231960055
(b) Unsecured Loans	D	42185911	318591839
(3) Deferred Tax Liability :		4191661	4065048
TOTAL		<u>505383616</u>	<u>749991466</u>
II. APPLICATION OF FUNDS :			
(1) Fixed Assets			
(a) Gross Block	E	172865408	148047979
(b) Less : Depreciation	E	121567105	113639059
(c) Net Block		<u>51298303</u>	<u>34408920</u>
(d) Capital Work in Progress		-	18682793
(2) Investments	F	14564179	11331133
(3) Current Assets, Loans and Advances :			
(a) Inventories	G	255578966	318064215
(b) Sundry Debtors	H	187413165	212655652
(c) Cash & Bank Balances	I	977456	11290996
(d) Loans, Advances & Deposits	J	46999944	196601052
		<u>490969530</u>	<u>738611915</u>
Less : Current Liabilities and Provisions	K		
(a) Liabilities		39725801	40832690
(b) Provisions		11722595	12210605
Net Current Assets		<u>439521134</u>	<u>685568620</u>
TOTAL		<u>505383616</u>	<u>749991466</u>

ACCOUNTING POLICIES & NOTES ON ACCOUNTS

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As per our attached report of even date
For, **R.K.Singhania & Associates**
Chartered Accountants

Sd/-
(Ramesh Kumar Singhania)
Partner
Membership No. - 41880
Raipur, 30th May, 2011

For and on behalf of the Board

Sd/-
ANAND GOEL, Managing Director

Sd/-
NARENDRA GOEL, Director

PROFIT & LOSS ACCOUNT FOR THE PERIOD ENDED 31ST MARCH 2011

PARTICULARS	SCHEDULE	FOR THE YEAR ENDED 31.03.2011 (RUPEES)	FOR THE YEAR ENDED 31.03.2010 (RUPEES)
I. INCOME:			
Gross Turnover		1760614503	1753552077
Less: Excise Duty recovered on sales		150787207	122642153
Net Turnover		1609827296	1630909924
Other Income	L	1502937	1197785
Increase/(Decrease) In stock	M	(20920457)	6047333
	TOTAL	1590409776	1638155042
II. EXPENDITURE:			
Raw Materials Consumed	N	1257297998	1338614324
Trading Material Purchases		94519539	65475149
Manufacturing Expenses	O	84040814	95335449
Payment to & Provision for Employees	P	8000217	5891994
Administrative Expenses	Q	6802254	7058946
Interest & Financial Charges	R	38550270	25280589
Selling, Distribution & Other Expenses	S	61855289	60890884
Depreciation	E	8144130	9387511
	TOTAL	1559210510	1607934847
Profit Before Tax & Dividend		31199266	30220196
Less : Provision for Tax		9941818	10590293
Less : Net Deferred Tax Liability/ (Assets)		126613	(491013)
Add: Excess Provision written back		-	611491
Less: Tax of Earlier Years		41899	29969
Profit / (Loss) after Tax		21088936	20702438
Profit Brought Forward from Previous Year		61815024	51112586
Profit Available for Appropriation		82903960	71815024
Appropriations			
Transferred to General Reserves		10000000	10000000
Balance Transferred to Balance Sheet		72903960	61815024
		82903960	71815024

ACCOUNTING POLICIES & NOTES ON ACCOUNTS

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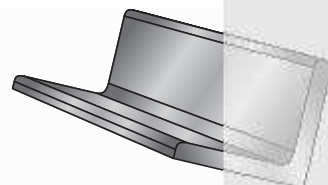
As per our attached report of even date
For, **R.K.Singhania & Associates**
Chartered Accountants

Sd/-
(Ramesh Kumar Singhania)
Partner
Membership No. - 41880
Raipur, 30th May, 2011

For and on behalf of the Board

Sd/-
ANAND GOEL, Managing Director

Sd/-
NARENDRA GOEL, Director



CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2011

PARTICULARS	YEAR ENDED 31.03.2011 (Rupees)	YEAR ENDED 31.03.2010 (Rupees)
(A) CASH FLOW FROM OPERATING ACTIVITIES:-		
(1) Net Profit before Taxation	31199266	30220196
Add: Adjustment for :		
(i) Depreciation	8144130	9387511
(ii) Interest	38550270	25280589
(iii) Profit on Sale of Investment & Assets	(1338131)	(1142183)
(iv) Loss on sale of fixed assets	-	43908
(v) Dividend Received	(102815)	(10039)
(vi) Provision for Taxation	(9941818)	(10590293)
(2) Operating Profit before working Capital Change	66510901	53189689
Add/(Less) : Decrease / (Increase) in Current Assets		
(i) Inventory	62485249	(84376576)
(ii) Sundry Debtors	25242487	(141501253)
(iii) Other Current Assets	149601108	(114906023)
	237328844	(340783852)
Add/(Less) : Increase/(Decrease) in Current Liabilities	(1594899)	(13270795)
(3) Net Cash Flow from Operating Activities	302244847	(300864959)
Less Income Tax paid	41899	(581522)
Subtotal (A)	302202948	(300283437)
(B) CASH FLOW FROM INVESTING ACTIVITIES:-		
(i) Purchase of Fixed Assets	(7019090)	(4891580)
(ii) Purchase of Investments	(3233046)	-
(iii) Dividend Received	102815	10039
(iv) Sale of Fixed Assets	2006500	145000
(v) Sale of Investment	-	1462550
Subtotal (B)	(8142821)	(3273991)
(C) CASH FLOW FROM FINANCING ACTIVITIES:-		
(i) Decrease of Unsecured Loan	(276405928)	288980526
(ii) Increase of Working capital loan	10582529	50242403
(iii) Interest paid	(38550270)	(25280589)
Subtotal (C)	(304373668)	313942340
Net Increase In Cash & Cash Equivalent Total [A+B+C]:-	(10313541)	10384912
Cash & Cash Equivalent At The Beginning Of The Period:-	11290996	906084
Cash & Cash Equivalent At The End Of The Year:-	977455	11290996

Notes

- (1) Cash & Cash equivalent includes Cash & Bank Balances
- (2) Figures of the previous year have been regrouped/rearranged found necessary.
- (3) The Cash Flow Statement has been prepared under the "Indirect Method" as set out in Accounting Standard - 3 on Cash Flow Statement issued by the Institute of Chartered Accountants of India.

As per our attached report of even date
For, **R.K.Singhania & Associates**
Chartered Accountants

Sd/-
(Ramesh Kumar Singhania)
Partner
Membership No. - 41880
Raipur, 30th May, 2011

For and on behalf of the Board

Sd/-
ANAND GOEL, Managing Director

Sd/-
NARENDRA GOEL, Director

SCHEDULE ANNEXED TO & FORMING PART OF THE BALANCE SHEET AS AT 31.03.2011

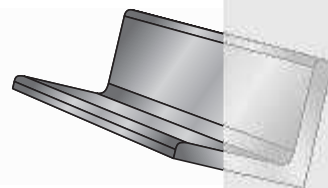
PARTICULARS	AS AT 31.03.2011 (Rupees)	AS AT 31.03.2010 (Rupees)
SCHEDULE - A : SHARE CAPITAL		
AUTHORISED		
20000000 Equity Shares of Rs. 10/- Each (Previous year 20000000 Equity Shares of Rs. 10/- each)	200000000	200000000
1000000 Preference Shares of Rs. 10/- Each (Previous year 1000000 Preference Shares of Rs. 10/- each)	10000000	10000000
ISSUED, SUBSCRIBED & PAID-UP		
9000000 Equity Shares of Rs. 10/- Each Fully Paid up (Previous year 9000000 Equity Shares of Rs. 10/- each fully paid up)	90000000	90000000
(Of the above shares, 6000000 Shares are allotted as fully paid-up by way of bonus shares by capitalisation of Security Premium and General Reserve)	90000000	90000000
SCHEDULE - B : RESERVES & SURPLUS		
Capital Reserve	13500	13500
General Reserve	53546000	43546000
Balance in Profit & Loss Account	72903960	61815024
	126463460	105374524
SCHEDULE - C : SECURED LOANS		
Cash Credit from Bank of Baroda, Raipur	242542584	231960055
	242542584	231960055

NOTE:

Cash Credit facility is secured by hypothecation of stocks of Raw Materials, Stock-in-Transit, Finished goods, Book debts and additionally secured by :-

- (1) Equitable mortgage of Land, Building and other superstructures at Plot No. 519,520,521 & 522 located at Sector- C, Urla Industrial Complex, Raipur (C.G.)
- (2) Extension of Hypothecation of Plant & Machinery and other fixed assets.
- (3) Personal guarantee of Shri Rajendra Goel, Shri Dinesh Goel, Shri Sandeep Goel, Smt. Sarla Goel and Directors of the company, Shri Suresh Goel, Shri Narendra Goel and Shri Anand Goel.
- (4) Corporate guarantee of M/s Swastik Mercantile Ltd. of Kanpur and Equitable mortgage of a Flat & Plot at Visakhapatnam & Raipur respectively belonging to M/s Swastik Mercantile Ltd.

SCHEDULE - D : UNSECURED LOANS		
From		
Directors / Promoters	21262842	48867853
Body Corporates	20923069	17259963
UCO Bank	-	250061644
Others	-	2402379
	42185911	318591839



SCHEDULE ANNEXED TO & FORMING PART OF THE BALANCE SHEET AS AT 31.03.2011

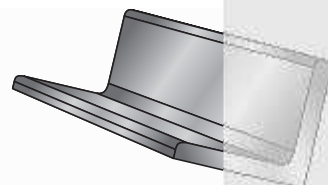
SCHEDULE - E : FIXED ASSETS

PARTICULARS	GROSS BLOCK			DEPRECIATION				NET BLOCK		
	Cost As At 31.03.2010 (Rupees)	Addition During The Year (Rupees)	Deletion During The Year (Rupees)	Cost As At 31.03.2011 (Rupees)	Upto 31.03.2010 (Rupees)	For the Year (Rupees)	Deletion During The Year (Rupees)	Total upto 31.03.2011 (Rupees)	As At 31.03.2011 (Rupees)	As At 31.03.2010 (Rupees)
Freehold Land	1244104	2117510	199454	3162160	-	-	-	-	3162160	1244104
Factory Building	2418645	-	-	2418645	1264396	80783	-	1345179	1073466	1154249
Other Building	7989518	-	-	7989518	959127	130229	-	1089356	6900162	7030391
Leasehold Land	845958	23066	-	869024	138078	8778	-	146856	722168	707880
Plant & Machinery	41816384	18754278	-	60570662	24447689	2871084	-	27318773	33251889	17368695
Rolls	84917852	4119279	-	89037131	82387784	4163490	-	86551274	2485857	2530068
Furniture & Fixtures	1224675	24850	-	1249525	551910	77987	-	629897	619628	672765
Computer	1083165	29750	-	1112915	830593	180205	-	1010798	102117	252572
Vehicles	6507678	633150	685000	6455828	3059482	631575	216085	3474972	2980856	3448196
TOTAL	148047979	25701883	884454	172865408	113639059	8144131	216085	121567105	51298303	34408920
Previous Year	143545757	4891580	389358	148047979	104451999	9387511	200450	113639060	34408919	39093758
Capital work in Progress	18682793	-	18682793	-	-	-	-	-	-	18682793
Previous Year	-	18682793	-	18682793	-	-	-	-	18682793	-



SCHEDULE ANNEXED TO & FORMING PART OF THE BALANCE SHEET AS AT 31.03.2011

PARTICULARS	AS AT 31.03.2011 (RUPEES)	AS AT 31.03.2010 (RUPEES)
SCHEDULE - F : INVESTMENTS		
Long Term Investment		
Unquoted Equity Shares of :		
Fully Paid up		
250100 Shares in Shri Bajarang Ispat & Plywood Ltd. of Rs. 10/- each (Previous year 250100 Shares of Rs. 10/- each)	2501000	2501000
577000 Shares in Shri Bajrang Power & Ispat Ltd. of Rs. 10/- each (Previous year 577000 Shares of Rs. 10/- each)	5770000	5770000
4900 Shares in Shri Bajrang Hydro Energy Pvt. Ltd. of Rs. 10/- each (Previous year 4900 Shares of Rs. 10/- each)	49000	49000
Quoted Equity Shares of :		
Fully Paid up		
500 Shares in Jyoti Structures Ltd. of Rs. 2/- each (Previous year 500 Shares of Rs. 2/- each)	3500	3500
871 Shares in Bank of Baroda of Rs. 10/- each (Previous year 871 Shares of Rs. 10/- each)	200330	200330
5700 Shares in Godawari Power & Ispat Ltd of Rs. 10/- each (Previous year 700 Shares of Rs. 10/- each)	1307330	74284
8000 Shares in Reliance Power Limited of Rs. 10/- each (Previous year 8000 Shares of Rs. 10/- each)	1733019	1733019
(Aggregate Market Value Rs.2917069/- (Prev. Year Rs. 2018007/-))		
Other Investments		
50000 units of SBI Comma Fund - Growth (Previous year 50000 units)	500000	500000
50000 units of SBI Blue Chip Fund - Dividend (Previous year 50000 units)	500000	500000
200000 units of IDFC Capital Protection Oriented Fund (Previous year NIL units)	2000000	-
(Aggregate Market Value Rs.3780500/- (Prev. Year Rs. 1826500/-))		
	14564179	11331133
SCHEDULE - G : INVENTORIES		
(As taken, valued and certified by the Management)		
Finished Goods	160151008	179460413
Furnace Oil	654975	1199118
Raw Materials	88909478	127662588
Rolls (Scrap)	2950500	2936500
Stores & Spares	2306100	3377399
Coal	606905	-
Trading Material	-	3428197
	255578966	318064215

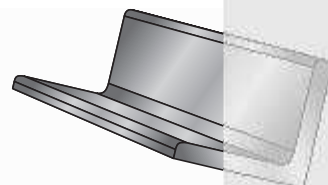


SCHEDULE ANNEXED TO & FORMING PART OF THE BALANCE SHEET AS AT 31.03.2011

PARTICULARS	AS AT 31.03.2011 (RUPEES)	AS AT 31.03.2010 (RUPEES)
SCHEDULE - H : SUNDRY DEBTORS (Unsecured, Considered Good)		
Outstanding for more than Six Months	1526933	11025934
Other Debts	185886232	201629718
	<u>187413165</u>	<u>212655652</u>
SCHEDULE - I : CASH & BANK BALANCES		
Cash in Hand	372435	406816
(As verified and certified by the management)		
Bank Balance with Scheduled Banks		
In Current Account	235716	10274449
In Dividend Account	1304	1304
In Margin Deposit Account	368000	608427
	<u>977456</u>	<u>11290996</u>
SCHEDULE - J : LOANS, ADVANCES & DEPOSITS (Unsecured, Considered Good)		
Advances (recoverable in cash or in kind or for value to be received)	30326414	171719432
Advance Tax & Deduction at Source	10694607	10305249
Balance with Excise Department and others	2739223	11585934
Deposit with Government Authorities and others	2968775	2733541
Other Receivables	270925	256896
	<u>46999944</u>	<u>196601052</u>
SCHEDULE - K : CURRENT LIABILITIES & PROVISIONS		
Current Liabilities		
Advance from Customers	10426661	11756026
Other Liabilities and Provisions	16781483	18953696
Sundry Creditors	11835972	8574193
T. D. S. Payable	681685	1548775
	<u>39725801</u>	<u>40832690</u>
Provision		
For Taxation	9941818	10590293
For Gratuity	1780777	1620312
	<u>11722595</u>	<u>12210605</u>
	<u>51448396</u>	<u>53043295</u>

SCHEDULE ANNEXED TO & FORMING PART OF THE PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31.03.2011

PARTICULARS	FOR THE YEAR ENDED 31.03.2011 (RUPEES)	FOR THE YEAR ENDED 31.03.2010 (RUPEES)
SCHEDULE - L : OTHER INCOME		
Income from Sale of Investments & Assets	1338131	1142183
Foreign Exchange Difference (Net)	61991	45563
Dividend Income	102815	10039
	<u>1502937</u>	<u>1197785</u>
SCHEDULE - M : INCREASE / (DECREASE) IN STOCK		
Closing Stock		
Finished Goods	160151008	179460413
Trading Goods	-	3428197
Rolls (Scrap)	2950500	2936500
	<u>163101508</u>	<u>185825110</u>
Less: Opening Stock		
Finished Goods	179460413	170231845
Trading Goods	3428197	3349177
Rolls (Scrap)	2936500	2397700
	<u>185825110</u>	<u>175978722</u>
Net Increase/ (Decrease) In Stock	<u>(22723602)</u>	<u>9846388</u>
Excise Duty on (Increase) / Decrease of Stock	1803145	(3799055)
	<u>(20920457)</u>	<u>6047333</u>
SCHEDULE - N : RAW MATERIAL CONSUMED		
Opening Stock	127662588	54741809
Purchases	1253642598	1422001244
	<u>1381305186</u>	<u>1476743053</u>
Less : Raw Material Sales	35097710	10466141
Less: Closing Stock	88909478	127662588
	<u>1257297998</u>	<u>1338614324</u>
SCHEDULE - O : MANUFACTURING EXPENSES		
Entry Tax	2328934	891523
Furnace Oil Consumed	21106131	66330858
Coal Consumed	31357767	-
Excise Duty Expenses	268016	-
Gas Consumed	2682563	2292610
Coal Feeding Charges	2084693	-
Conversion Charges	1129980	-
Power Charges	11168886	13419794
Repairs to Building	157719	141480
Repairs to Plant & Machinery	5179073	5740838
Stores & Spares Consumed	6577052	6518346
	<u>84040814</u>	<u>95335449</u>



SCHEDULE ANNEXED TO & FORMING PART OF THE PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31.03.2011

PARTICULARS	FOR THE YEAR ENDED 31.03.2011 (RUPEES)	FOR THE YEAR ENDED 31.03.2010 (RUPEES)
SCHEDULE - P : PAYMENTS TO & PROVISION FOR EMPLOYEES		
Salaries, Wages & Benefits	7601766	5664790
Medical & Welfare Expenses	398451	227204
	8000217	5891994
 SCHEDULE - Q : ADMINISTRATIVE EXPENSES		
Audit Fees	175000	130000
Charity & Donations	12000	16101
Director's Remuneration	1800000	1800000
Electricity Charges	33670	49985
Insurance Charges	218347	192041
Legal & Professional Charges	639848	1195575
Listing & Filing Fee	52998	47696
Loss on Sale of Assets	-	43908
Registration & Renewal Charges	135608	152644
Miscellaneous Expenses	507305	586835
Postage & Telephone	694128	652396
Printing & Stationery	144973	417903
Rent, Rates & Taxes	269526	527730
Running & Maintenance - Others	1242052	578114
Travelling & Conveyance	876799	668018
	6802254	7058946
 SCHEDULE - R : INTEREST & FINANCIAL CHARGES		
Bank Charges	1493532	1266382
Interest		
On Cash Credit	27310618	16992451
Other Interest	9746120	7021756
	38550270	25280589
 SCHEDULE - S : SELLING, DISTRIBUTION & OTHER EXPENSES		
Advertisement & Sales Promotion	7646392	7171296
Carriage Outward	565347	4373439
Finished Goods Handling Charges	2829934	3530944
Sales Commission	1005408	632700
Sales Tax	49785708	45148245
Tender Fees	22500	2000
Testing & Inspection Charges	-	32260
	61855289	60890884

SCHEDULE "T"**SCHEDULE ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT AND THE PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31.03.2011****(A) COMPANY OVERVIEW :**

Shri Bajrang Alloys Limited is one of the leading manufacturing company of Raipur. Company is engaged in manufacturing of Structural Steels like Angle, Channal, Joist/Beam, Round etc.

(B) SIGNIFICANT ACCOUNTING POLICIES :**1. BASIS OF PREPARATION :**

- (i) The financial statements have been prepared on Historical Cost convention in accordance with the generally accepted accounting principles and the provisions of the Companies Act, 1956 and the applicable Accounting Standards in India.
- (ii) The company follows mercantile system of accounting and recognizes income and expenditure on accrual basis except those with significant uncertainties.
- (iii) The accounting policies have been consistently applied by the company.

2. USE OF ESTIMATES :

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues & expenses during the reported period. Although these statements are based up on management's best knowledge of current events and actions, actual results could differ from these statements. Difference between the actual results and the estimates are recognised in the period in which the results are known / materialised.

3. FIXED ASSETS :

Fixed Assets are stated at acquisition cost less depreciation. Cost includes related taxes, duties, freight, insurance etc attributable to acquisition and installation of assets and borrowing cost incurred up to the date of commencing operations, but excludes duties and taxes that are recoverable subsequently from the taxing authorities.

4. DEPRECIATION :

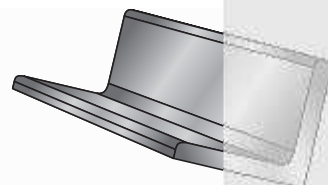
- (i) Depreciation on Fixed Assets has been provided on "Straight Line Basis" at the rates and in the manner prescribed in Schedule – XIV of the Companies Act, 1956.
- (ii) Leasehold land is amortised over the period of lease.
- (iii) Depreciation on Fixed Assets added / disposed off during the year is provided on pro-rata basis with reference to the date of addition / disposal.
- (iv) Expenditure of amount below Rs. 5000 /- had been written off in full.

5. INVESTMENTS :

- (i) Long Term Investments are stated at cost. A provision for diminution is made to recognise a decline, other than temporary, in the value of long term investments.
- (ii) Current Investments are stated at lower of cost and fair value.

6. INVENTORIES : Inventories are valued in following manner:

Raw Materials	: At Cost
Finished Goods	: At Lower of Cost or Market Price
Traded Goods	: At Cost
Materials in transit	: At Invoice Value.
Stores & Consumables	: At Cost
Waste and Scrap	: At Net Realisable Value



Cost of finished goods includes direct materials, labour and conversion and other manufacturing expenses incurred to bring the inventories in the present condition and location

The determination of cost are on FIFO basis.

7. CONTINGENT LIABILITIES :

Liabilities which are material and whose future outcome cannot be reasonably ascertained are treated as contingent and not provided for and disclosed by way of notes to the accounts.

8. REVENUE RECOGNITION :

- (i) Mercantile method of accounting has been employed unless otherwise specifically stated elsewhere in this schedule. However where the amount is immaterial / negligible and / or establishment of accrual / determination of amount is not possible, no entry is made for accruals.
- (ii) Sale of Products - Revenue is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer. Excise Duty and Value Added Tax deducted from turnover (gross) is the amount that is included in the amount of turnover (gross) and not the entire amount of liability arising during the year.
- (iii) Bonus and Leave Encashment are recognised as per Cash Basis.

9. FOREIGN CURRENCY TRANSACTIONS :

- (i) Transactions denominated in foreign currencies are normally recorded at the exchange rate prevailing at the time of the transaction.
- (ii) Any income or expense on account of exchange difference on settlement of Monetary items is recognised in the Profit & Loss Account.
- (iii) In respect of transactions covered by Forward Foreign Exchange Contracts, the difference between the forward rate and exchange rate at the inception of contract is recognized as income or expenses over the life of the contract except for contracts relating to liabilities incurred for purchase of Fixed Assets, the difference thereof is adjusted in the carrying amount of respective Fixed Assets.

10. BORROWING COST :

Interest and other costs in connection with the borrowing of the funds to the extent related/attributed to the acquisition/construction of fixed assets are capitalized only with respect to qualifying fixed assets i.e. those which take substantial period of time to get ready for its intended use.

11. EMPLOYEES RETIREMENT BENEFITS :

- (i) **Defined Contribution plan**
Company's contribution to Provident Fund and Employee state Insurance are charged to Profit and Loss Account. Value of encashable leave are encashed during the year and charged to Profit & Loss Account. there is no other obligation other than the contribution Payable to respective authorities.
- (ii) **Defined Benefit plan**
Company's Liabilities towards gratuity are determined on the basis of simple calculation as per Gratuity Act and Labour Act only.

12. PROVISIONS :

Provisions are recognized, where the company has any legal or constructive obligation or where reliable estimate can be made for the amount of the obligation and as a result of past events, for which it is probable that an outflow of economic benefits will be required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

13. IMPAIRMENT OF ASSETS :

The Company assesses at each balance sheet date whether there is any indication that any asset may be impaired. If any such indication exists, the carrying value of such assets is reduced to its estimated recoverable amount and the amount of such impairment loss is charged to profit & loss account. If at the balance sheet date there is an indication that previously assessed impairment loss no longer exists, then such loss is reversed and the asset is restated to that effect.

14. TURNOVER :

Gross Turnover includes sales inclusive of excise duty, sales tax, services and are adjusted for discounts.

15. EXCISE DUTY :

Excise duty expenses are accounted for at the time of removal of goods from the factory. Total excise expenses includes the amount of reversal of cenvat amount and penalty, if any, on order passed during the year.

CENVAT Credit relating to raw materials/components are debited under current assets for availing credit against CENVAT and credited to respective materials/component account.

16. UNSECURED LOAN FORM OTHERS :

Unsecured Loan from others consists of amount payable to State Sales Tax Department on account of deferred sales tax liability. This year its account is settled.

17. SEGMENT REPORTING :

The company has only one primary segment, i.e. Structural Rolling Mill. As such there is no other reportable segment as defined by Accounting Standard - 17 "Segment Reporting" issued by the Institute of Chartered Accountants of India. There is no reportable Geographical Segment either.

18. PROVISION FOR CURRENT AND DEFERRED TAX :

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961. Deferred Tax resulting from "timing difference" between book profit and taxable profit is accounted for using the tax rates and laws that have been enacted or substantially enacted as on the Balance Sheet Date. The Deferred Tax Asset is recognised and carried forward only to the extent that there is reasonable certainty that the asset will be realised in future.

19. EARNING PER SHARE :

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by weighted average number of equity shares outstanding during the period.

(C) NOTES ON ACCOUNTS :

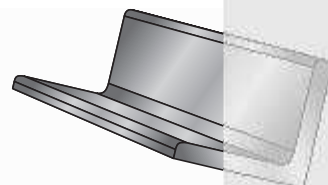
1. Contingent Liabilities not provided for in the accounts in respect of:

- Bank Guarantees outstanding at Rs. 26.64 Lacs (previous year Rs. 30.02 Lacs) against which margin money of Rs. 3.14 Lacs (previous year Rs. 4.36 Lacs) has been deposited with bank.
- Claims against the company / disputed tax liabilities not acknowledged as debt amounting to Rs. 32.25 Lacs (Previous year Rs. 31.00 Lacs).
- Guarantees given on behalf of the other companies Rs. 33711 Lacs (previous year Rs.33711 Lacs).
- Customers' bills discounted Rs. 3101.52 Lacs (previous year 3627.31 Lacs).

2. Auditor's remuneration include the following: -

	F.Y. 2010-11	F.Y. 2009-10
PARTICULARS	AMOUNT* (Rs.)	AMOUNT* (Rs.)
a. Audit Fees	125000	100000
b. Tax Audit	50000	30000
c. Certification Works	45000	30000
TOTAL	220000	160000

*Excluding applicable Service Tax.



3. TAXES ON INCOME :

- a) Provision for Income Tax has been made in terms of the normal provisions of the Income Tax Act' 1961.
- b) Deferred Taxation

(Amount in Rs.)

	Accumulated as at 31.03.2010	Charge / Credit during the year	As at 31.03.2011
Deferred Tax Liability on account of Depreciation / Loss on sale of fixed asset	4615792	167399	4783191
Less: Deferred Tax Asset on provision for Gratuity	(550744)	(40786)	(591530)
	4065048	126613	4191661

- c) In accordance with "Accounting Standard – 22" issued by the "Institute of Chartered Accountants of India", the Company has recognised net of deferred tax assets and deferred tax liability amounting to Rs. 4191661/- as on 31/03/2011 under a separate head "Deferred Tax Liability". Net of deferred tax liability and asset for the year amounting to Rs. 126613/- has been recognised in the Profit & Loss Account.

4. EARNING PER SHARE :

	Current Year 2010-11	Previous Year 2009-10
Profit / (Loss) after Taxation as per Profit & Loss Account	21088936	20702438
Weighted Avg. No. of Equity Share Outstanding	9000000	9000000
Basic / Diluted Earning / (Loss) per Share	2.34	2.30

5. GRATUITY :

- (i) Provision for gratuity has been determined on the basis of simple calculation as per Gratuity Act and Labour Act only. This is not as per compliance of the accounting standard 15 issued by ICAI as the company has not determined the liability as required as per revised AS-15, which was mandatory w.e.f. 01.04.2007 However, additional liabilities if any will be provided later on. The quantum of additional liability is at present unascertainable.
 - (ii) Provision for gratuity has been made on the basis of half month of last drawn salary as this method is generally followed by all the incidental industries. Actuarial was not done as the strength of employees are not too high. Had the actuarial valuation been made the difference would not be material, looking towards the low strength of Employees.
 - (iii) As the company has not separately invested any of its liability of Gratuity in any specific Govt. Bonds / Securities, hence the changes in assets is not there.
6. Amounts have been rounded off to the nearest rupees and previous year's figures have been regrouped, rearranged and reclassified wherever considered necessary.
 7. Balances of the sundry debtors, sundry creditors, loans and advances etc. are subject to confirmation and reconciliation.
 8. The company has not received any information from any of the suppliers of their being a Small Scale Industrial Unit. Hence the amounts due to Small Scale Industrial Unit as on 31st March 2011 are not ascertainable.

9. Related Party disclosures, as required by Accounting Standard-18 "Related Party Disclosures" issued by the Institute of Chartered Accountants of India are given below :

i) Related Party

a) Associate Companies

Shri Bajrang Metallics & Power Limited
Shri Bajrang Power & Ispat Limited
Shri Bajrang Ispat & Plywood Limited
Shri Bajrang Hydro Energy Pvt. Ltd.
S.B. Multimedia Private Limited
Shimmer Investment Pvt. Ltd.
Swastik Mercantiles Ltd.

b) Key Management Personnel

Shri Suresh Goel
Shri Anand Goel
Shri Narendra Goel

ii) Transaction with Related Parties in the ordinary course of business (In Lacs)

	Associates		Key management	
	2010-11	2009-10	2010-11	2009-10
Purchase of materials	4483.62	7363.06	-	-
Sale of materials	667.03	72.85	-	-
Service Received	75.00	70.33	-	-
Interest Paid	7.52	1.72	36.38	24.92
Remuneration paid	-	-	18.00	18.00
Repair & Maintenance	1.25	0.81	-	-
Rent	0.60	0.60	-	-
Investment	-	-	-	-
Outstanding as on 31.03.2011				
Receivables	98.63	1228.80	-	-
Payables	88.33	75.20	212.63	488.68
Investment	83.20	83.20	-	-

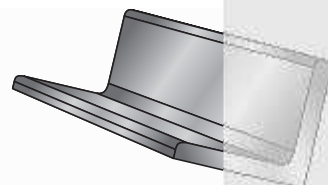
Note: Related party relationship is as identified by the Company on the basis of available information and relied upon by the auditors.

10. In accordance with the Accounting Standard (AS-28) on "Impairment of Assets" issued by the Institute of Chartered Accountants of India, the Company during the year carried out an exercise of identifying the assets that may have been impaired in respect of each cash generating unit in accordance with the said Accounting Standard. The company has not identified any Fixed Assets to be materially impaired mainly on account of economic performance and alternative viability of such assets and accordingly no amount has been charged as impairment loss to the Profit & Loss Account at the year end.

11. FOREIGN CURRENCY TRANSACTION :

Foreign Exchange Income shown in Profit and loss Account Rs.61991/- (PY. Rs. 45563/-) relates to fluctuation of currency value of Sales Transaction .

12. In accordance with ASI-14 ' Discloser from sales Transaction' issued by Institute of Chartered accountants of India, Differential Excise duty on Opening and Closing Stock of Finished goods amounting to Rs. (1803145) (PY Rs. 3799055) has been adjusted from (increase) / decrease in Stock in schedule - M.



13. Additional information pursuant to provisions of Part -II of Schedule VI to the Companies Act, 1956.

A) Turnover	Unit	(Rs. in Lacs)			
		Current Year		Previous Year	
		Quantity	Amount	Quantity	Amount
Manufactured Goods	M.T	40410.710	16617.58	47925.855	16834.16
Traded Goods	M.T	3183.080	988.57	2363.015	701.36

B) Opening Stock					
Manufactured Goods	M.T	5407.201	1794.60	5623.696	1702.32
Traded Goods	M.T	127.830	34.28	129.170	33.49

C) Closing Stock					
Manufactured Goods	M.T	3610.961	1601.51	5407.201	1794.60
Traded Goods	M.T	-	-	127.830	34.28

D) Raw Material Consumed					
Blooms, Billets, Slabs etc.	M.T	42245.880	12572.98	52204.750	13386.14

E) Breakup of Raw Material Consumed				
	%	Amount	%	Amount
Imported	-	-	-	-
Indigeneous	100.00%	12572.98	100.00%	13386.14

F) Stores Consumed				
	%	Amount	%	Amount
Imported	-	-	-	-
Indigeneous	100.00%	65.77	100.00%	65.18

G) Value of Imports on C.I.F. Basis		NIL	NIL
H) Earnings in Foreign Exchange			
(i) FOB Value of Goods Exported	Rs. (in Lacs)	47.65	24.27
	USD	\$ 105880	\$ 54549
I) Expenditure in Foreign Currency			
(i) Commission on Exports	Rs. (in Lacs)	-	2.37
	USD	\$ -	\$ 5098

J) Installed Capacity and Production (Per Annum) (Qty. in M.T.)					
	Unit	Installed Capacity		Actual Production*	
		Current Year	Previous Year	Current Year	Previous Year
Structural Steels	M.T.	60000.000	60000.000	38614.470	47709.360

* Actual Products includes 376.660 MT Job Work by others.
(As certified by the management and accepted by the auditors being a technical matter)

14. Additional information pursuant to Part IV of Schedule VI to the Companies Act, 1956.**I. REGISTRATION DETAILS**

Registration No.	5964
State Code	10
Balance Sheet Date	31/03/2011

II. CAPITAL RAISED DURING THE YEAR**(Amount in Rs. Thousands)**

Public Issue	Nil
Preferential Issue	Nil
Bonus Issue	Nil
Private Placement	Nil
Rights Issue	Nil

III. POSITION OF MOBILISATION AND DEPLOYMENT OF FUNDS**(Amount in Rs. Thousands)**

Total Liabilities	556832.01
Total Assets	556832.01

Sources of Funds

Paid up Share Capital	90000.00
Reserves & Surplus	126463.46
Secured Loans	242542.58
Unsecured Loans	42185.91
Deferred Tax Liability	4191.66

Application of Funds

Net Fixed Assets	51298.30
Capital Work in Progress	-
Investments	14564.18
Net Current Assets	439521.13
Miscellaneous Expenses	-
Accumulated Losses	-

IV. PERFORMANCE OF COMPANY**(Amount in Rs. Thousands)**

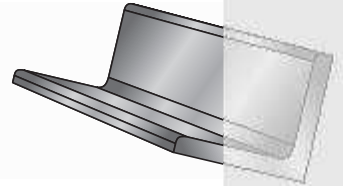
Turnover (including other income)	1611330.23
Total Expenditures	1580130.97
Profit / (Loss) before tax	31199.27
Profit / (Loss) after tax	21088.94
Earning / (Loss) Per Share (In Rs.)	2.34
Dividend rate %	-

V. GENERIC NAMES OF THREE PRINCIPAL PRODUCTS / SERVICES OF THE COMPANY**(As per Monetary terms)**

ITEM CODE NO. (ITC CODE)	Product Description
7211/7214/7216	Structural Steel

15. Schedules "A" to "T" form part of Balance Sheet as at 31st March 2011 and Profit & Loss Account for the year ended on that date.
Signature to Schedule "A" to "T"

As per our attached report of even dateFor, **R.K.Singhania & Associates**
Chartered Accountants**Sd/-**
(Ramesh Kumar Singhania)
PartnerMembership No. - 41880
Raipur, 30th May, 2011**For and on behalf of the Board****Sd/-**
ANAND GOEL, Managing Director**Sd/-**
NARENDRA GOEL, Director



SHRI BAJRANG ALLOYS LIMITED

Regd. Office : 521/C, Urla Industrial Complex, Raipur (C.G.) 493 221

Proxy Form

Folio No. / DPID No.* Client ID No.*
I/We
.....in the district ofbeing a member /members
of the above named Company, hereby appoint Shri/Smt.
.....or failing him / her, Shri/Smt.
ofin the district ofas
my/our proxy to vote for me/us on my/our behalf at the 21st ANNUAL GENERAL MEETING of the
Company to be held on Tuesday, 27th September 2011 at 10.00 A.M. at the registered office of the
Company at Raipur and at any adjournment thereof.
Signed this.....day of 2011.

No. of Shares held

Signature

Affix
Revenue
Stamp

* Applicable for investors holding shares in electronic form.

Note : This Instrument of proxy shall be deposited at the Registered Office of the Company not less than
48 hours before commencement of the meeting. The proxy need not be a member of the Company.

TEAR HERE

SHRI BAJRANG ALLOYS LIMITED

Regd. Office : 521/C, Urla Industrial Complex, Raipur (C.G.) 493 221

Attendance Slip

PLEASE FILL THIS ATTENDANCE SLIP AND HAND IT OVER AT THE ENTRANCE OF THE MEETING HALL

Folio No. / DPID No.* Client ID No.*

NAME AND ADDRESS OF THE SHARE HOLDER / PROXY /

No. of Shares(S) held :

I here by record my presence at the 21st ANNUAL GENERAL MEETING of the Company being held on
Tuesday, 27th September, 2011, at 10.00 A.M. at the registered office of the Company at Raipur.

Dated :

Note :

Signature of the Member/Proxy

- (1) Shareholders/Proxy holder are requested to bring the attendance slip with them
- (2) Persons attending the Meeting are requested to bring their copies of Annual Report with them
as further copies will not be provided at the Meeting Hall.



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E-mail : sbal@goeltmt.com, Website : www.goeltmt.com