



RAMSARUP INDUSTRIES LIMITED

Annual Report 2009-10

Forward-Looking Statement

The report contains forward-looking statements that involve risks and uncertainties. When used in this discussion, the word like ‘plans’, ‘expects’, ‘anticipates’, ‘believes’, ‘intends’, ‘estimates’, or other similar expressions as they relate to Company or its business are intended to identify such forward- looking statements. Forward-looking statements are based on certain assumptions and expectations of future events. The Company’s actual result, performance or achievements could differ materially from those expressed or implied in such forward-looking statements. The Company undertakes no obligation or responsibility to publicly amend, update, modify or revise any forward-looking statements, on the basis of any new information, future event, subsequent development or otherwise.

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TO THE MEMBERS

NOTICE is hereby given that the 31st Annual General Meeting of **Ramsarup Industries Limited** will be held on Monday, 27th September 2010 at 10.00 A.M. at Gyan Manch, 11, Pretoria Street, Kolkata 700 071 to transact the following business :

ORDINARY BUSINESS :

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March 2010 and the Profit & Loss Account for the year ended on that date along with the reports of Auditors and Directors thereon.
2. To elect a director in place of Mr. Bimal Kumar Jhunjhunwala, who retires by rotation and being eligible, offers himself for re-election.
3. To appoint Auditors and fix their remuneration and in this regard to consider and if thought fit, to pass with or without modification following Resolution as an Ordinary Resolution :

“RESOLVED THAT M/s P. K. Lilha & Co., Chartered Accountants being firm registration no. 307008E be and are hereby re-appointed as Auditors of the Company from the conclusion of this Annual General Meeting until the conclusion of next Annual General Meeting and the Board of Directors be and is hereby authorised to determine the remuneration payable to the Company's Auditors in consultation with them.”

SPECIAL BUSINESS :

To consider and, if thought fit, to pass, with or without modification(s), the following Resolution :

4. As a Special Resolution :

To consider and approve issue of Securities for an aggregate amount not exceeding US\$ 250 million or equivalent thereof.

“RESOLVED THAT pursuant to the provisions of Sections 81(1A) and other applicable provisions, if any, of the Companies Act, 1956, including any statutory modification(s) or re-enactment(s) thereof, for the time being in force, the provisions of the Memorandum and Articles of Association of the Company and in accordance with listing agreements entered into by the Company with the Stock Exchanges where the shares of the Company are listed and subject to the approval of the Government of India (hereinafter referred to as “GOI”), Securities and Exchange Board of India (hereinafter referred to as “SEBI”), Reserve Bank of India (hereinafter referred to as “RBI”), and all other appropriate authorities and

departments, and the provisions of the FEMA, Foreign Exchange Management (Transfer or Issue of Security by a person resident outside India) Regulations 2000 if and to the extent necessary and such other approvals, permissions and sanctions, as may be necessary, and subject to such condition(s) and modification(s) as may be prescribed or imposed by any of them while granting such approvals, permissions and sanctions, which may be agreed to by the Board of Directors of the Company and/or a duly Authorised Committee thereof for the time being exercising the powers conferred by the Board of Directors (hereinafter referred to as the "Board"), at its sole discretion, the consent of the Shareholders of the Company be and is hereby accorded to the Board to create, offer, issue and allot Equity Shares/any Securities convertible into Equity Shares whether optionally or otherwise/Securities linked to Equity Shares/Global Depository Receipts (GDRs)/American Depository Receipts (ADRs)/Foreign Currency Convertible Bonds (FCCBs) with or without Warrants/any other financial instrument (hereinafter referred to as "Securities") for an aggregate amount not exceeding US\$ 250 million (US Dollars Two hundred Fifty million only) inclusive of such premium as may be decided by the Board in one and/or various tranches and/or rupee equivalent thereof subscribed in rupees and/or foreign currency(ies), to the existing shareholders/Foreign Investors (whether institutions and/or incorporated bodies and/or individuals or otherwise)/ Overseas Corporate Bodies/Non-Resident Indians/ Foreign Institutional Investors/Financial Institutions/Banks Insurance Companies/Pension Funds/Mutual Funds/ Qualified Institutional Buyers (QIBs) within the meaning of Chapter VIII of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 as amended (SEBI ICDR Regulations) and to such other persons/entities as may be considered to be in the best interest of the Company and whether or not such investors are members of the Company through prospectus/letter of offer/circular and/or on private placement basis, at such time or times, in such tranche or tranches, at such price or prices, at a discount or premium to market price, in such manner and on such terms and conditions including security, rate of interest etc., as may be decided or considered appropriate by the Board at the time of such issue or allotment considering the prevailing market conditions and other relevant factors and in consultation with the Lead Manager(s), Merchant Bankers and/or advisors.”

“RESOLVED FURTHER THAT the consent of the Shareholders of the Company be and is hereby accorded to the Board



to enlist the securities at any Stock Exchange in India and/ or Singapore/Luxemburg/London, AIM and/ or any of the Overseas Stock Exchange(s).”

“RESOLVED FURTHER THAT without prejudice to the generality of the above, issue of securities in international offering shall comply with necessary regulatory requirements and may have all or any terms or combination of terms in accordance with the international practice including but not limited to conditions in relation to payment of interest, additional interest, premium on redemption, pre-payment and any other debt service payment whatsoever and all such terms as are provided in international offerings of this nature including terms for issue of additional Equity Shares, variation of conversion price of the securities during the duration of the securities etc.”

“RESOLVED FURTHER THAT the Board is also authorised to enter into and execute all such arrangements with any Lead Managers / Underwriters / Depositories / Custodians and all such agents as may be involved or concerned in such offering of securities and to remunerate them including by way of payment of commission, brokerage, fees or the like.”

“RESOLVED FURTHER THAT the Company and/ or any agency or body authorized by the Company may issue Depository Receipts representing the underlying Equity Shares/ Convertible Bonds issued by the Company in registered or bearer form with such features and attributes as are prevalent in international capital markets for instruments of this nature and to provide for the tradability or free transferability thereof as per the international regulations and practices and under the norms and practices prevalent in international markets.”

“RESOLVED FURTHER THAT the Board be and is hereby authorized to issue and allot such number of Equity Shares as may be required to be issued and allotted upon conversion of any securities referred to above, as may be necessary in accordance with the terms of the offering and all such shares to rank pari-passu with the existing Equity Shares of the Company in all respects.”

“RESOLVED FURTHER THAT for the purpose of giving effect to any issue or allotment of Equity Shares/ Securities/ Instruments/ Depository Receipts or Securities representing the same, the Board be and is hereby authorized to do all such acts, deeds, matters and things as it may, in its absolute discretion, deem necessary or desirable to create, offer, issue and allot such securities and/ or to settle any questions, difficulty or doubt that

may arise in regard to the offering, issue, allotment and utilization of the issue proceeds, as it may, in its absolute discretion, deem fit and proper.”

NOTES:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING, IS ENTITLED TO APPOINT A PROXY TO ATTEND AND TO VOTE ON A POLL INSTEAD OF HIMSELF AND SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES, IN ORDER TO BE EFFECTIVE, MUST BE RECEIVED AT THE REGISTERED OFFICE OF THE COMPANY, NOT LESS THAN FORTY-EIGHT HOURS BEFORE THE COMMENCEMENT OF THE MEETING. **A PROXY FORM IS APPENDED WITH THE ADMISSION SLIP.**
2. Information required under the provisions of clause 49 of the Listing Agreement, is given in the Corporate Governance Report annexed to the Director’s Report.
3. Members/Proxies should bring duly filled Attendance Slips sent herewith for attending the meeting.
4. Register of Members and share transfer books of the Company will remain closed from 23rd September 2010 to 27th September 2010 (both days inclusive).
5. Pursuant to Section 205A of the Companies Act, 1956 and the introduction of Section 205C by the Companies (Amendment) Act, 1999, the amount of dividend which remains unclaimed/unpaid for a period of seven years is being regularly transferred to the "Investors Education & Protection Fund" constituted by the Central Government and the Shareholders would not be able to claim any amount of the dividend so transferred to the fund. As such, Shareholders who have not encashed their dividend warrants are requested in their own interest to write to the company immediately, claiming dividends declared by the company, if any, during the years 2002-03 and onwards and still remaining outstanding.
6. Members are requested to notify change of address, bank mandate & nomination for shares held in demat form, should be notified only to the respective Depository participants where the member has opened its demat account. The Company or its share transfer agent will not act on any direct requests from these Members for change of such details. However, for any change in particulars for shares held in physical form change should be sent to the Registrar & share transfer agent of the company M/s Link Intime India Pvt. Limited at 59C, Chowringhee Road, 3rd Floor, Kolkata 700 020.

7. Members holding shares in demat form may please note that the Bank account details given by them to their depository participants (DPs) and passed on to the Company by such DPs would be printed on the dividend warrants of the concerned members. However, if any members wants to receive dividend in any other bank account, he/she should change/correct the bank account details with the concerned DPs. The company would not entertain any such requests from the shareholders directly for deletion/change in the Bank account details.
 8. Corporate Members intending to send their authorised representative are requested to send a duly certified copy of the Board resolution/Power of Attorney authorising their representative to attend and vote on their behalf at the Annual General Meeting.
 9. Members desirous of obtaining any information about the accounts and operations of the company are requested to address their questions in writing, at least 7 (Seven) days in advance of the meeting, at the Registered Office of the Company to keep the information available at the meeting.
 10. Documents referred to the accompanying Notice and Explanatory Statement are open for inspection at the Registered Office of the Company during office hours on all working days (Monday to Friday) between 11.00 a.m. and 1.00 p.m. up to the date of meeting and will also be available for inspection at the meeting.
 11. Members who have shareholdings in multiple accounts in identical names or joint accounts in the same order are requested to send all the share certificate(s) to the Registrars & Share Transfer Agents, M/s Link Intime India Pvt. Limited at 59C, Chowringhee Road, 3rd Floor, Kolkata 700 020, for consolidation of all such shareholdings into one account to facilitate better service.
 12. Individual shareholders can now take the facility of making nomination of their holding. The nominee shall be the person in whom all rights of transfer and/or amount payable in respect of Shares shall vest in the event of the death of the shareholder and the joint-holder(s), if any. A minor can be a nominee provided the name of the guardian is given in the nomination form. Non-individuals including society, trust, body corporate, partnership firm, Karta of Hindu Undivided Family, holder of Power of Attorney cannot nominate. For further detail in this regard shareholders may contact M/s Link Intime India Pvt. Limited, Kolkata.
 13. In all correspondence with the Company or with its Share Transfer Agents, members are requested to quote their folio number and in case their shares are held in the dematerialised form, they must quote their Client ID Number and their DPID Number.
 14. As an austerity measure, copies of the Annual Report will not be distributed at the Annual General Meeting. Members are requested to bring their copies to the meeting.
 - 15. MEMBERS MAY PLEASE NOTE THAT NO GIFT/GIFT COUPONS SHALL BE DISTRIBUTED AT THE VENUE OF THE MEETING.**
 - 16. MEMBERS ARE REQUESTED TO BRING THEIR COPY OF THE ANNUAL REPORT TO THE MEETING.**
- Registered Office :** Hastings Chambers,
7C, Kiran Shankar Roy Road, 1st Floor,
Kolkata - 700 001
Date : 3rd September, 2010
- By order of the Board
For **RAMSARUP INDUSTRIES LIMITED**
Sd/-
Gajendra Kumar Singh
Company Secretary

Ramsarup Industries Limited

Details of Directors seeking appointment/ Re-appointment at the forthcoming Annual General Meeting (In pursuance of Clause 49(IV) of the Listing Agreement)

Name of the Directors	Mr. Bimal Kumar Jhunjhunwala
Date of Birth	22nd January, 1961
Date of Appointment	29-07-2005
Expertise in specific functional areas	He has 18 year of experience in field like finance & accounts banking, legal matters related to ROC and SEBI and taxation.
Qualifications	FCA & ACS
Directorship held in other companies (excluding Foreign Companies & Private Limited Company)	Regency Convention Centre and Hotels Limited



Dear Members,

We take pleasure in presenting the **31st Annual Report** together with the Audited Statement of Accounts of the Company for the financial year ended 31st March 2010.

PERFORMANCE OF THE COMPANY

The Highlights of the Performance of the Company during the Financial Year ended 31st March 2010 are appended below :

(Rs. in Cr.)

Particulars	2009-10	2008-09
Sales/Contract Receipts	2059.17	1963.65
Profit before Interest, Depreciation & Tax	204.00	4.13
Less : Interest	104.24	87.07
Depreciation (Net of transfer from Reserve)	37.12	29.45
Profit Before Tax	62.64	(112.39)
Provision for -		
- Deferred Tax	17.88	(37.63)
- Fringe Benefit Tax	-	0.25
- Tax for earlier years	0.38	-
Profit after Tax	44.38	(75.01)
Add: - Balance brought forward from Previous Year	0.39	3.22
Profit available for appropriation	44.77	(71.79)
Which we recommend to appropriate as follows :		
Transfer to General Reserve	44.00	(65.00)
Proposed Dividend – Preference	-	-
– Equity	-	(6.14)
Tax on Dividend	-	(1.04)
Surplus Carried to next Year	0.77	0.39
	44.77	(71.79)

INDUSTRY OVERVIEW AND OUTLOOK

While 2008-09 was a year of global slowdown, 2009-10 proved to be a year of global resurgence. 2008-09 was one of the most challenging years for the global economy in past few decades. While the credit crunch coupled with widespread liquidity crisis translated to recessionary phase for all the countries globally. The developed economies like America and Europe were hit hard owing to slowdown in global trade and lower consumption. To infuse life into their respective economies, the countries introduced various stimulus funds. The impact was visible during the last two quarters of 2009-10, with the US economy expected to grow at 2.8% during 2010. However, some European countries continued to struggle with their asset quality, leading to persistent fears of renewed recessionary phase in Europe.

The economic resurgence was mainly led by Asian economies like China and India. Owing to a strong banking infrastructure, Government's timely infusion of stimulus package and captive consumption story, India withstood the global impact during 2008-09. With the upturn in the investor confidence during 2009-10, there was a distinct turnaround in the economic climate in India. According to the Union Finance Minister Mr. Pranab Mukherjee, the economy in 2009-10 is expected to grow by 7.2%, an impressive growth by global standards. The continued thrust on infrastructure development has also helped create consistent demand from the core industries – steel being one of them.

During 2009, production cuts in steel sector (globally) were the steepest among all the metals. This provided the steel companies particularly in India and China to cater to the increased demand. Since most of the demand was domestic, the realization for the first three quarters during 2009-10 was strong. However, owing to increase in raw material prices (iron ore and coking coal), there was considerable pressure on the Indian steel companies in the fourth quarter during the year under review.

Indian steel industry is in sweet spot as far as domestic growth story is concerned. However, global weak scenario makes it vulnerable to global trends. As per WSA estimates Indian steel consumption is expected to rise by 13.9% and 13.7% over 2009-10E and 2010-11E respectively. Indian government's focus on infrastructure spending and rising consumption level of the population with rising disposable income would be key drivers for steel consumption in India.

India will require around \$1.7tn in financing over the next

decade to meet its infrastructure needs in various sectors. India's ability to finance and build this infrastructure will be critical for it to sustain high growth rates over this period. Out of total spending projected railways, water supply, power and telecom would be major drivers for steel consumption. The expected infrastructure spending by the Government are US\$ 380 bn in 11th Plan and US\$ 640 bn in 12th Plan. Therefore, considering an average 15-16 mt of steel consumption in the infrastructure sector, it is expected to increase by 18% over 2010-11.

OPERATIONAL REVIEW

With the improved market sentiments and sustained demand from key sectors – power and infrastructure, the Company bounced back to back during 2009-10. The Company crossed Rs. 2,000 cr. mark, posting total revenue of Rs. 2,059 cr., up by 3.72%, against Rs. 1,985 cr. in 2008-09. The Company's EBITDA of Rs. 204 cr. and PAT of Rs 44.20 cr. are not comparable with that of previous year because of losses incurred in 2008-09. The Company's EBITDA margin improved to 9.98%, on account of strong cost control measures, efficient inventory management and higher realization.

2009-10 was also a year of achievements for the Company's divisions. As a huge boost to Company's integration strategy, the Company commenced commercial production of 500 TPD DRI plant using German Outokumpu technology at the Kharagpur plant, during the year under review. In addition, the private railway siding at the Company's Kharagpur plant commenced operations during 2009-10. The railway siding is expected to substantially reduce transportation and handling cost of iron ore, coal, coke and other raw materials, resulting in improved margins and efficient inventory management.

The year 2009-10 was also an year of achievement for Company's wires division. The Company received Homologation Certificate from Spain for LRPC strands and wires in 2009-10. This certification will enable the Company to increase its exports to the European Union in the coming years.

The Company in November, 2009 also signed Power Purchase Agreement for its Waste Heat, CO-gas based 22 MW power plant with West Bengal State Electricity Distribution Company, a state government owned electric utility Company. The Company's power plant at Kharagpur was commissioned in June 2009. The Company would supply 118.60 Million Units per annum to WBSEDCL. The agreement is valid for 25 years and further extendable on mutual terms and conditions.



Ramsarup Industries Limited

The Company bagged order worth Rs. 62 cr from RUIDP for laying sewerage line in northern Rajasthan. This order book is expected to translate into revenues in the coming 12 months.

CORPORATE OUTLOOK

The Company expects further improvement in its performance during 2010-11 owing to culminating effect of the following internal and external factors. The Company, during the year expects to complete its expansion programme that will transform it into a fully integrated player – from iron ore to laying of transmission lines.

Besides, the Company will also commence the production of plating wires, with the completion of its plating line at Durgapur plant. This will enable the Company to tap large demand from the auto sector and expand its margins going forward. The Company will continue to focus on becoming one of the top wire producers in the world.

In infrastructure division, the Company is expecting orders for construction of bridges and laying of water/sewerage lines in the state of West Bengal and Rajasthan. The existing work of above nature is going on smoothly at several sites in both the above states. The Company will increase its focus in Infrastructure business in time to come.

DIVIDEND

Due to lack of appropriate profit during the year under review and to conserve internal accruals for future expansion opportunities, the Board of Directors of the company has decided not to recommend any dividend for the year ended 2009-10.

JOINT VENTURES

Your Company has been jointly allotted Coal Block in the State of West Bengal with 5 other companies. A joint venture Company which will primarily be engaged in Mining and development of Moira Madhujore Coal Block by the name of Moira Madhujore Coal Limited has been formed by the allottees.

SUBSIDIARIES

Your Company has formed M/s Ramsarup Energy Limited as a subsidiary of the Company on 9th February, 2010 to venture into power generation business. The management is looking forward for establishment of suitable project for this Company.

INTERNAL CONTROL SYSTEMS

We have always believed that transparency, system and controls are important factors in the success and growth of

any organisation. The Company has an adequate system of internal control supported by an extensive programme of internal control and systems are established to ensure that financial and other records reliable for preparing financial statements. This department assumes great significance given the size, scope and rapid rate of growth of the Company. The team is headed by a Chartered Accountant along with senior officers to ensure that transactions are authorised, recorded and reported appropriately.

HUMAN RESOURCES

The biggest strength of the Company has always been its people. Only with their participation have we managed to achieve a healthy work culture, transparency in working, fair business practices and passion for efficiency. Thus development of human resources at all levels is taken on priority to upgrade knowledge and skill of employees and sensitise them towards productivity, quality, cost reduction, safety and environment protection. The Company's ultimate objective is to create a strong and cohesive team of employees wherein each link in the resource chain is as strong as the other.

FIXED DEPOSIT

Your Company has not accepted or renewed any fixed deposits under Section 58A of the Companies Act, 1956.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTIONS, FOREIGN EXCHANGE EARNING AND OUTGO

The information required under the 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, is appended below :

A. CONSERVATION OF ENERGY :

- (a) Energy conservation measures taken :
- i) Commission of waste heat recovery based 22 MW Captive Power Plant.
 - ii) Periodic checking and supervision of the Electrical Distribution Network and corrective and proactive measures helped to maximize energy usage, ensuring as effective and efficient system of energy distribution.
 - iii) Reuse of waste oil in furnaces.
 - iv) Regular monitoring of leakages of compressed air and fuel oil to save fuel.

- v) Controlling of idle running of equipment during stoppages to save energy.
- vi) Applying right voltage to the systems through transformers with automatic voltage regulator.
- vii) Reduction in steam, lower power consumption during peak hour rate.
- viii) The Company's technical cell continued to implement and find ways to conserve energy, avoiding any unnecessary operation and wasteful practice.
- ix) Shutting down all electrical equipments and other appliances, when not in use, to avoid wastage of energy.
- x) Installing soft starter's at all electrical control panels, to reduce power consumption.

B. TECHNOLOGY ABSORPTION :

- **Research & Development** - There have been ongoing efforts to improve productivity levels and quality standards but no specific research and development is required.
- **Technology Absorption, Adaptation & Innovation** - Indigenous development of technology has taken place continuously.
- **Particulars of technologies imported during last 5 years** - Not applicable.

C. FOREIGN EXCHANGE EARNINGS & OUTGO :

The relevant information has been provided in the notes to the accounts and the Company has taken various initiatives to increase the export of the Company during the ensuing financial year.

DIRECTOR

In accordance with the provisions of the Companies Act, 1956 read with Article 134 of the Articles of Association of the Company, Mr. Bimal Kumar Jhunjhunwala retires by rotation and, being eligible, offers himself for re-appointment.

DIRECTOR'S RESPONSIBILITY STATEMENT

Pursuant to Section 217(2AA) of the Act, as amended by the Companies (amendment) Act, 2000, the Directors confirms that :

1. In the preparation of annual accounts, the applicable accounting standards have been followed along with proper explanation related to the material departures.
2. Appropriate Accounting Policies have been selected and applied consistently and have made adjustments and estimates that are reasonable and prudent, so as to give a true and fair view of the state of affairs of the Company as on 31st March 2010 and profit of the Company for the year ended 31st March 2010.
3. Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
4. The Annual Accounts have been prepared on a going concern basis.

AUDITORS

M/s P. K. Lilha & Co. Chartered Accountants, Statutory Auditors of the Company, retire at the conclusion of the ensuing Annual General Meeting and being eligible offer themselves for reappointment as Auditors. The Company has received a certificate from them to the effect that the reappointment, if made would be within the limits prescribed under Section 224(1B) of the Companies Act, 1956.

AUDITORS REPORT

The Notes on Account referred in the Auditor's Report are self explanatory and therefore, do not call for any further clarification.

STATUS OF LISTING IN STOCK EXCHANGES

Your Company's shares are listed in National Stock Exchange Limited, Exchange Plaza, Bandra Kurla Complex, Bandra (East), Mumbai – 400 051 and Bombay Stock Exchange Limited(BSE), P. J. Towers, Dalal Street, 25th Floor, Mumbai – 400 001 for which listing fees for 2009-10 has been paid.

CORPORATE GOVERNANCE

The Board of Directors of the Company has taken all necessary steps and initiatives to ensure compliance with all the revised requirements of Clauses 49 of the Listing



agreement with the Stock Exchanges. A code of conduct as applicable to all the directors and members of the senior management has also been put in place.

A separate section on corporate governance and a certificate from the Auditors of your Company regarding compliance with requirements of corporate governance as stipulated under Clause 49 of the Listing Agreement with Stock Exchanges, form part of Annual Report.

PARTICULARS FOR EMPLOYEES U/S 217 OF THE COMPANIES ACT, 1956

During the year under review, no employees of your Company was in receipt of remuneration in excess of the limits prescribed under the provisions of Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules 1975

Place : Kolkata
Dated : 31st May, 2010

APPRECIATION

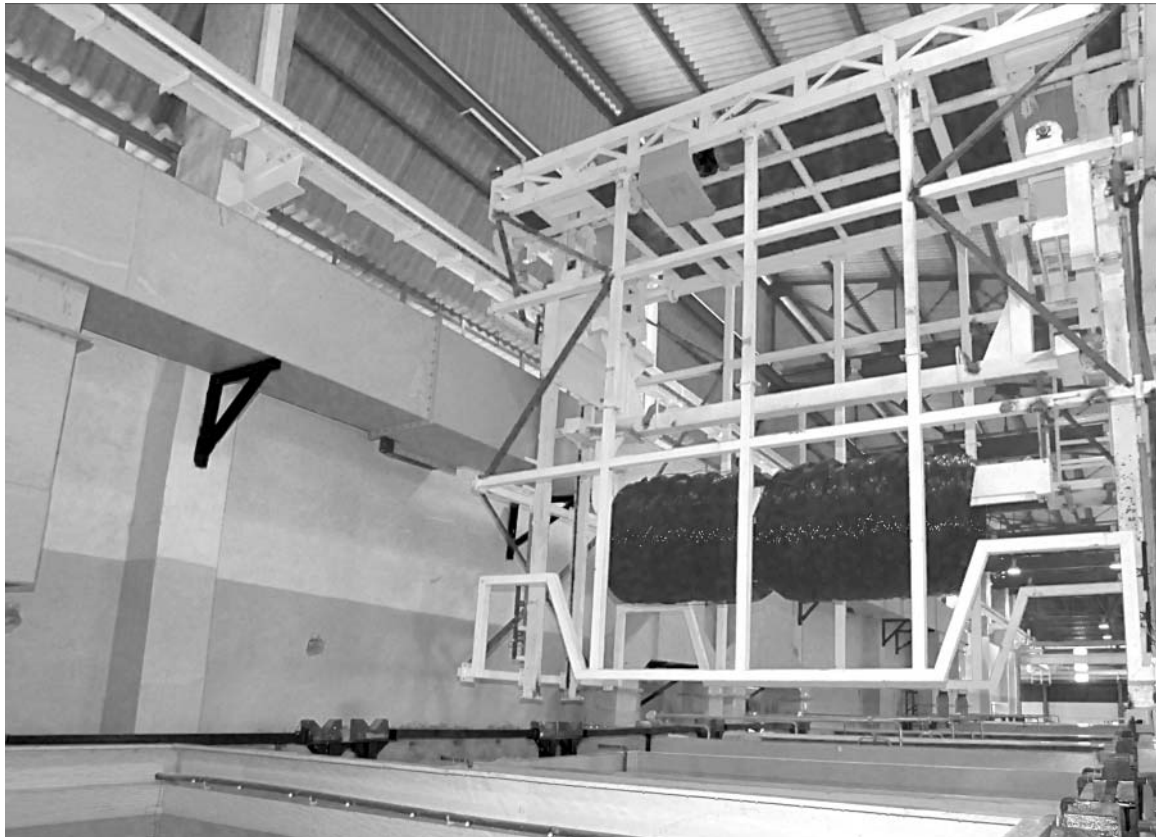
Your Directors would like to express their grateful appreciation for the excellent support and co-operation received from the Financial Institutions, Banks, Government Authorities, Reserve Bank of India, Securities and Exchange Board of India, Stock Exchanges, Customers, Manufacturers, Suppliers, Directors and Shareholders during the year under review.

At this point, we would like to place on record our sincere appreciation for the total commitment, dedication, untiring efforts and hard work put in by the employee members at all levels of the Company in realisation of the corporate goals in the years ahead.

For and on behalf of the Board of Directors

Ashish Jhunjunwala

*Chairman cum Managing Director
& Chief Executive Officer*



Corporate Governance is characterised by a style of leadership set by the Board of Directors and the degree of cooperation existing between Board and senior management. It also includes employment of competent employees, efficient structure, systems, and processes to manage and monitor the performance of the organisation including management, communication and accountability to all stakeholders. The core principles of corporate governance as laid down by the Organisation for Economic Cooperation and Development (OECD) advisory group on which the structure of corporate governance is built are fairness, transparency, accountability and responsibility. In addition, there are set of guidelines and rules which define the codes of standards with particular bearing towards protecting the interest of diverse stakeholders and to redefine business goals in such a way that business becomes socially more relevant.

CORPORATE GOVERNANCE AT RAMSARUP

Corporate Governance has indeed been an integral part of the way your Company have done business for several decades. Your Company is committed of maintaining the highest standards of corporate governance in its dealings

with its various shareholders. It is an integral part of the Company's core values, which include transparency, integrity, honesty and accountability. Corporate Governance for Your Company means to consistently strive to bring more accountability to the entire spectrum of stakeholders while creating wealth legally and ethically. Your Company follows the philosophy of working towards the creation of wealth by enhancing the value of shareholders, meeting the needs of customers and employees and the community at large.

The Company attaches great importance to investor relations. With a view to enhance shareholder participation in corporate affairs, the Company follows the policy of keeping its shareholders informed by putting up relevant information on its corporate website www.ramsarup.com, by issuing public notices of meetings and informing Stock Exchanges of new developments from time to time.

The Company's core values are based on qualities, respect for the laws and compliance thereof and a caring spirit towards its profile. The Company strongly believes that Human Resources are the best drivers for the growth of the organisation.



Our corporate governance philosophy is based on the following principles:

- Satisfy the spirit of the law and not just the letter of law, corporate governance standards should go beyond the law.
- Be transparent and maintain a high degree of disclosure levels. When in doubt, disclose.
- Make a clear distinction between the personal convenience and corporate resources.
- Communicate externally, in a truthful manner, about how the company is run internally.
- Have a simple and transparent corporate structure driven solely by business needs.
- Management is the trustee of the shareholders' capital and not the owner.

BOARD OF DIRECTORS

The Board of Directors along with its Committees provides leadership and guidance to the Company's Management

and directs, supervises and controls the performance of the Company. The total number of Directors on the Board as on 31st March, 2010 comprises 8 Directors, out of whom two are Executive Directors and six are Non-Executive Directors (NEDs) who bring in a wide range of skills and experience to the Board. The Company has an Executive Chairman and therefore the number of Independent Directors should be 50% of the total number of Directors. The composition of the Board is in conformity with Clause 49 of the Listing Agreement.

None of the Directors on the Board 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 Director. The Directors have made the necessary disclosures regarding Committee positions. The Company has constituted/reconstituted the Board/Committee to make it in alignment to clause 49 of the Listing Agreement.

The day to day management of the company is conducted by the Chairman & Managing Director subject to the supervision and control of the Board of Directors and he is being assisted by a Whole time Director.

(a) The composition of the Board as on 31st March 2010 was as under :

Name of the Director	Business Relationship	Category of Directorship	No. of Directorship in other Public Ltd. Companies	No. of Membership of the Committees other than Ramsarup	
				Chairman	Member
Mr. Ashish Jhunjhunwala	Chairman Cum Managing Director & C.E.O.	Executive	6	-	-
Mr. Naveen Gupta	Whole time Director & C.F.O.	Executive	4	-	-
Mr. K. M. Lal	Director	Non-Executive & Independent	6	-	4
Mr. Aayush Lohia	Director	Non-Executive & Independent	1	-	-
Mr. Lalit Mohan Chatterjee	Director	Non-Executive & Independent	1	-	-
Mr. Bimal Kumar Jhunjhunwala	Director	Non-Executive & Independent	1	-	-
Mr. Debashish Sarkar	Director (IDBI Nominee)	Non-Executive & Independent	1	-	-
Mr. Mohammed Shahid Aftab	Director	Non-Executive & Independent	1	-	-

b) Number of Board Meetings held and Attendance record of the Directors :

The Board meets at least once in a quarter to consider among other business, the performance of the Company & financial results.

During the Financial Year ended 31st March 2010, 5 (Five) Board Meetings were held, details of which are as under :

S.No.	Date of Meeting	Board Strength	No. of Directors Present
1	29.05.2009	8	5
2	30.06.2009	8	6
3	31.07.2009	8	3
4	31.10.2009	8	5
5	31.01.2010	8	6

c) The attendance of Directors at Board Meetings and in the last Annual General Meeting :

S.No.	Name of the Directors	No. of Board Meeting held	No. of Meetings attended	Whether attended last AGM held on 24-09-2009
1	Mr. Ashish Jhunjunwala	5	5	Yes
2	Mr. Naveen Gupta	5	5	Yes
3	Mr. K. M. Lal	5	2	No
4	Mr. Aayush Lohia	5	1	No
5	Mr. Bimal Kumar Jhunjunwala	5	2	No
6	Mr. Debashis Sarkar	5	4	Yes
7	Mr. Lalit Mohan Chatterjee	5	4	No
8	Mr. Mohammed Shahid Aftab	5	2	No

COMMITTEES OF DIRECTORS

Currently, the Board has following committees :

a. AUDIT COMMITTEE

Composition

The Board of Directors of the Company has constituted an Audit Committee of Directors to exercise powers and discharge function as stipulated in section 292A of the Companies Act, 1956, clause 49 of the listing agreements with stock exchanges and other relevant statutory / regulatory provisions. The Audit Committee consists of :

i)	Sri Bimal Kumar Jhunjunwala	Chairman	Non Executive & Independent
ii)	Sri L. M. Chatterjee	Member	Non Executive & Independent
iii)	Sri Aayush Lohia	Member	Non Executive & Independent

Mr. Bimal Kumar Jhunjunwala, Chairman of the Committee is Chartered Accountant by profession. The Company Secretary of the Company acts as Secretary to the Committee.

Term of reference & Scope of the Audit committee shall be in accordance with paragraphs C & D of clause 49 of the listing agreement and include the following :

- ▶ Effective supervision of financial reporting process
- ▶ Ensuring completeness of coverage, accurate, timely and proper disclosure of financial reporting
- ▶ Review of annual, half yearly & quarterly financial results before submission to the Board
- ▶ Review of adequacy of internal audit and control and actions arising out of reports



- ▶ Discussion with statutory and internal auditors on the scope of audit, general observations, significant finding and follow up thereon
- ▶ Recommending the appointment of statutory auditor and their fees
- ▶ Review of foreign exchange exposures
- ▶ Review of related party transactions

The Committee in addition to above reviews the quarterly (un-audited) financial results, annual accounts before submitting to the Board of Directors

Details of the Audit Committee Meetings

S.No.	Date of Meeting	Committee Strength	No. of Members Present
1	29-05-2009	4	2
2	27-07-2009	4	2
3	28-10-2009	4	2
4	31-01-2010	4	2

The attendance at Audit Committee Meetings held during the financial year :

Name of Audit Committee Member	No. of meetings held	No. of meetings attended
Sri Bimal Kumar Jhunjhunwala	4	4
Sri Lalit Mohan Chatterjee	4	3
Sri Aayush Lohia	4	-
Sri Arvind Poddar*	4	1

*Sri Arvind Poddar has resigned from Directorship w.e.f. 30th September 2009

b. SHAREHOLDERS' / INVESTORS' GRIEVANCES COMMITTEE :

A shareholders / investors Grievance Committee has been constituted by the Board of Director to monitor the redressal of the shareholders / investors Grievance. The Committee comprises the following members :

Sl. No.	Name of Committee Member	Designation	Nature of Directorship
1	Mr. L.M. Chatterjee	Chairman	Non-Executive & Independent Director
2	Mr. Naveen Gupta	Member	Executive Director
3	Mr. Aayush Lohia	Member	Non-Executive & Independent Director

The Committee reviews the status of complaints received and redressal thereof. The shareholders / investors can register shares related complaints, if any, in the e-mail Id : company@ramsarup.com designated exclusively for this purpose.

c. SHARE TRANSFER COMMITTEE

The Board of the company has constituted a Share Transfer Committee. The Board has also delegated the power of share transfer to officers of the Company. The company has delegated powers of share transfer to 'Link Intime India Pvt. Limited', Registrar and Share Transfer Agent, 59C, Chowringhee Road, 3rd Floor, Kolkata - 700 020 for physical and Demat segment. All queries for shares held in physical form only pertaining to transfer/transmission, change in address bank mandate/ECS credit of dividend, nomination forms, loss of shares, issue of duplicate shares may be forwarded to the share transfer agent at the above

address to the kind attention of Mr. S. P. Guha. For any assistance from the Company members may contact Shri Gajendra Kumar Singh, Compliance Officer of the Company at the Registered office of the Company at "Hastings Chambers", 7C, Kiran Shankar Roy Road, 1st Floor, Kolkata - 700 001. The Company periodically reviews the operations of the share transfer agents and efficiency and effectiveness of services at regular intervals. Share transfer request received in physical form are registered within 30 days from the date of the receipt, subject to the documents being valid and complete in all respects.

d. COMMITTEE OF DIRECTORS (Non Mandatory Committee)

In addition to the aforesaid committee, the Company has constituted a Committee of Directors. The Board of Directors of the company provides leadership and strategic guidance, while the Committee administers the

affairs of the Company's business on a day to day basis. The said Committee comprises of :

1. Sri Ashish Jhunjhunwala - Chairman cum Managing Director
2. Sri Naveen Gupta - Whole Time Director & CFO

There were 128 Meetings of Committee of Directors during the year

REMUNERATION OF DIRECTORS :

The Company has not set up Remuneration Committee, as it is not mandatory. Out of 8 Directors, two are in Executive capacity. However, the remuneration of the Managing Director / Whole time Directors are determined by the Board and is subject to the approval of the Board of Directors and the shareholders in General Meeting and of such other authorities as may be necessary. Non Executive Directors do not draw any remuneration from the company except sitting fees where applicable.

The details of remuneration paid to the Managing Director and Whole time Director for the year 2009-2010 are as follows :

Name of the Director	Salary (Rs.)	Commission (Rs.)	Retirement Benefits & Perquisites (Rs.)
Mr. Ashish Jhunjhunwala	18,00,000	NIL	NIL
Mr. Naveen Gupta	6,00,000	NIL	NIL
Total	24,00,000	NIL	NIL

The details of remuneration paid to Non-Executive Directors for the year 2009-2010 are as follows :

S.No.	Name of the Non Executive Directors	Sitting fees paid (Rs.)
1.	Mr. K. M. Lal	10,000
2.	Mr. Debashish Sarkar	20,000
3.	Mr. Bimal Kumar Jhunjhunwala	10,000
4.	Mr. Lalit Mohan Chatterjee	20,000
5.	Mr. Mohammed Shahid Aftab	10,000
6.	Mr. Aayush Lohia	5,000

DETAILS OF DIRECTORS APPOINTED/RE-APPOINTED

Details of Directors appointed / re-appointed, have been disclosed in the Notice for the AGM, i.e, a brief resume, nature of expertise in specific functional areas, names of Directorships and committee memberships and thier shareholding in the Company

GENERAL BODY MEETINGS

Annual General Meeting Details :

Venue	Financial Year	Date & Time
At Gyan Manch, 11, Pretoria Street, Kolkata 700 071	2006-2007	20/09/2007 at 10 A.M.
At Gyan Manch, 11, Pretoria Street, Kolkata 700 071	2007-2008	29/11/2008 at 10 A.M.
At Merchants Chamber of Commerce, 15B, Hemanta Basu Sarani, Kolkata -1	2008-2009	24/09/2009 at 10 A.M.

POSTAL BALLOT

Whether resolutions were put through postal ballot last year : Yes

The Postal Ballot Notice pursuant to Section 192A of the Companies Act, 1956 in relation to **Special resolution** for seeking the Member's assent or dissent regarding the Issuance of Preference Shares u/s 80, 81(1), 81(1A) of the companies Act, 1956 and an **Ordinary resolution** for seeking members' assent or dissent regarding Re-classification of Authorized Share Capital u/s 16,94 and other Applicable Provision under Companies Act, 1956 was despatched on 29th December 2009.



Details of Voting Pattern

Particulars	Special Resolution		Ordinary Resolution	
	No. of Postal Ballot Forms	No. of Shares	No. of Postal Ballot Forms	No. of Shares
Postal Ballot Forms Received	60	2,42,95,121	60	2,42,95,121
- Valid Postal Ballot Forms	57	2,42,94,996	52	2,42,77,246
- Invalid Postal Ballot Forms	3	125	8	17,875
Postal Ballot forms with assent for the Resolution	53	2,42,94,968	48	2,42,77,218
Postal ballot forms with dissent for the Resolution	4	28	4	28

Note: None of the Postal ballot papers were defaced or mutilated and 0 (Zero) envelopes containing Postal Ballot were returned undelivered.

The Resolution was passed with requisite majority of 69.26% for Special Resolution and 69.21% for Ordinary Resolution.

Mr. Binod Kumar Gupta, Practicing Company secretary was appointed as a scrutinizer for Conducting the Postal Ballot.

Procedure for Postal Ballot

After receiving the approval of the Board/Committee of Directors, the Notice, Explanatory Statement along with the Postal Ballot Forms and a self addressed reply envelope, were dispatched to the members to enable them to consider and vote for or against the resolution within 30 days from the date of despatch. After the last date of receipt of Postal Ballot, the Scrutinizer after due verification, submitted his report. The result for the Postal ballot was declared by the Chairman and had been posted at the Registered Office of the company on 29th January 2010. The results were also published in the newspaper and intimated to the Stock Exchange.

Whether any resolution is proposed to be conducted through postal ballot: No

Disclosures

1. There were no materially significant related party transactions i.e., transactions of the Company of material nature, with its promoters, directors or the management, their subsidiaries or relatives etc. during the year, that may have potential conflict with the interests of the Company at large.
2. The Board has received disclosures from key managerial personnel relating to material, financial and commercial transactions where they and/or

their relatives have personal interest. There are no materially significant related party transactions which have potential conflict with the interest of the Company at large.

3. There was no non-compliance during the last three years by the Company on any matter related to Capital Market. There were no penalties imposed nor strictures passed on the Company by Stock Exchanges, SEBI or any statutory authority.

Means of Communication

1. Quarterly and half-yearly reports are published in the newspapers as per proforma prescribed under the Listing agreement.
2. Official news releases are given directly to the press.
3. Financial results and other information are displayed on the Company's website www.ramsarup.com.
4. Management's Discussion & Analysis forms part of this Annual Report, which is being posted to the shareholders of the Company.

General Shareholder Information

1. The Annual General Meeting is scheduled to be held on 27/09/2010. As required under Clause 49 VI (A) of the Listing Agreements with the Stock Exchanges, particulars of Directors seeking appointment / re-appointment at the forthcoming Annual General Meeting (AGM) are given in the Annexure to the Notice of the Annual General Meeting.
2. Financial Calender (Tentative) :
Financial Reporting for :
1st Quarter results - July 2010
2nd Quarter results - Oct. 2010
3rd Quarter results - Jan. 2011
Audited yearly result for the year
Ended 31st march, 2011 - May, 2011

3. **Book Closure :** From 23/09/2010 to 27/09/2010, both days inclusive.

4. **Dividend Payment Date :** N.A.

5. **Listing on Stock Exchanges :**

The Company's Shares are listed on the following 2 (Two) Stock Exchanges in India :

Bombay Stock Exchange Limited
Phiroze Jeejeebhoy Towers, 25th Floor
Dalal Street
Mumbai - 400001.

National Stock Exchange of India Limited
Exchange Plaza, Bandra Kurla Complex,
Bandra (East),
Mumbai - 400 051.

6. **Listing Fees :** The Company has paid listing fees for the financial year 2010-11 to the stock exchanges on which shares are listed.

7. **Stock Code (For Equity Shares)**

Bombay Stock Exchange Limited	532690
National Stock Exchange of India Ltd.	RAMSARUP

8. **Market Information**

Market Price Data: High, Low during each month and trading volumes of the Company's Equity Shares during the last financial year at the Stock Exchange, Bombay Stock Exchange Limited (BSE) and National Stock Exchange of India Limited (NSE) are given below :

Stock Exchange		BSE			NSE		
Month		High	Low	No. of shares traded during the month	High	Low	No. of shares traded during the month
2009	April	36.90	26.20	190205	36.15	25.00	60253
	May	45.80	28.45	225710	45.70	27.35	91279
	June	58.30	43.00	499217	58.20	42.30	296390
	July	52.80	35.00	177736	52.85	34.55	133007
	August	78.00	52.00	703938	79.25	52.00	587726
	September	85.10	68.10	789517	85.50	68.35	584612
	October	93.35	68.75	641098	95.00	71.00	618175
	November	92.50	68.80	674167	92.50	68.00	1908178
	December	88.60	77.10	292398	88.00	78.10	481131
2010	January	94.00	66.75	1085178	94.60	66.55	3092339
	February	82.75	69.95	432466	83.35	69.20	548380
	March	77.90	69.35	497598	81.50	69.20	604429

9. **Registrars and Transfer Agents**

Mr. S.P. Guha, Head - Kolkata Operations
Link Intime India Pvt. Ltd.
59C, Chowringhee Road, 3rd Floor
Kolkata - 700020
Phone No. : 033 22890540
Fax No. : 033 22890539
Email : Kolkata@linkintime.co.in



10. Details of unclaimed Shares as on 31 March, 2010

Pursuant to Clause 5A of Listing Agreement, the details of Shares issued pursuant to initial public issue of the Company which remains unclaimed and are lying in the Escrow Account as on 31st March 2010 are as follows :

Year	Opening Balance as on 01/04/2009		Cases disposed off during the Financial Year 2009-10		Closing Balance as on 31.03.2010	
	No. of cases	No. of Shares	No. of cases	No. of Shares	No. of cases	No. of Shares
2009-2010	12	1269	-----	-----	12	1269

11. DISTRIBUTION OF SHAREHOLDING AS ON 31ST MARCH, 2010

Sl. No.	No. of Equity Shares held	No. of Folios	No. of Shares	Percentage of shareholding
1.	1 to 500	9183	1236069	3.52
2.	501 to 1000	694	575270	1.64
3.	1001 to 2000	326	511247	1.46
4.	2001 to 3000	127	332018	0.95
5.	3001 to 4000	55	198869	0.57
6.	4001 to 5000	44	205153	0.58
7.	5001 to 10000	84	640292	1.82
8.	10000 & above	94	31379562	89.46
	Total	10607	35078480	100.00

12. SHAREHOLDING PATTERN OF EQUITY SHARES AS ON 31ST MARCH, 2010.

Sl. No.	Category	No. of Folios	% of Folios	No. of Shares Held	% of share holding
1.	Promoter Directors Relatives & Persons acting in concert	27	0.25	26620929	75.89
2.	Mutual Funds & UTI	1	0.01	8914	0.02
3.	Banks, Financial Institutions, Insurance Companies	1	0.01	550	0.00
4.	FII's	3	0.03	427785	1.22
5.	NRIs/OCBs	114	1.08	209368	0.60
6.	Body Corporate	469	4.42	3438189	9.80
7.	Public	9992	94.20	4372745	12.47
	TOTAL	10607	100.00	35078480	100.00

13. NSDL / CDSL / PHYSICAL SUMMARY REPORT AS ON 31-03-2010

Sl. No.	Particulars	Holders	No. of Shares	Percentage of shareholdings
1	Physical	39	370283	1.05
2	NSDL	7361	33186442	94.61
3	CDSL	3207	1521755	4.34

14. INFORMATION OF CHANGE OF ADDRESS, BANK DETAILS, NOMINATION ETC.

All the members are requested to notify immediately any change in their address, bank mandates and nomination details to the company. Members holding shares in electronic segment are requested to notify the change of address, Bank details, Nominations etc. to the depository participants (DP) with whom they are having client account for effecting necessary corrections.

15. DEMATERIALISATION OF SHARES AND LIQUIDITY :

The shares of the company are compulsorily traded in dematerialized form and are available for trading under both the depository systems in India-NSDL (National Securities Depository Ltd.) and CDSL [Central Depository Services (India) Limited].

Under Depository system the International Securities Identification Number (ISIN) allotted to the Company's Equity Shares is INE005D01015

16. Shares held in Electronic Form**Shareholders holding shares in electronic form may please note that :**

- i) Instructions regarding bank details which they wish to have incorporated in future dividend warrants must be submitted to their Depository Participants (DP). As per the regulations of NSDL and CDSL, the Company is obliged to print bank details on the dividend warrants, as furnished by these Depositories to the Company.
- ii) Instructions already given by them for shares held in physical form will not be automatically applicable to the dividend paid on shares held in electronic form.
- iii) Instructions regarding change of address, nomination and power of attorney should be given directly to the DP.
- iv) The Company provides ECS facilities for shares held in electronic form and shareholders are urged to avail of this facility.

The Company's shares are regularly traded on BSE and NSE as is seen from the volume of shares indicated in the table containing market information.

17. Number of GDRs/ADRs/Warrants or any convertible instruments outstanding as on 31st March 2010 : NIL**18. Plant Location :**

- (1) Ramsarup Industrial Corporation Plot 6 & 7, Block D Kalyani Industrial Area, Nadia, West Bengal.
- (2) Ramsarup Utpadak
68, East Ghosh Para Road, Athpur
Shyamnagar, 24 Parganas (North), West Bengal.
- (3) Ramsarup Vidyut
R.S. No. 481,482 and 487, Village : Khori,
Taluka : Sakri, District : Dhule, Maharashtra
- (4) Ramsarup Infrastructure
1-A-1, Housing Board, Jodhpur Road, Pali
Rajasthan - 304601
- (5) Ramsarup Nirmaan Wires
Gopalpur, P.S. - Kanksha, Durgapur, Burdwan.
- (6) Ramsarup Lohh Udyog
Sahachawk, Tata Metalik Road, P.O. Rakhajungle
Dist : Paschim Midnapore, Kharagpur - 721301.

19. Address for Correspondence :

Ramsarup Industries Limited
Hastings Chambers, 1st Floor,
7C, Kiran Shankar Roy Road
Kolkata 700 001

Contact Person :

1. Mr. Naveen Gupta
Whole Time Director & CFO
2. Mr. Gajendra Kumar Singh
Company Secretary & Compliance Officer
Tel : (033) - 40009100
Fax : (033) - 22421888
Website : www.ramsarup.com
Email : naveen@ramsarup.com
company@ramsarup.com

20. Ramsarup Code of Conduct for Prevention of Insider Trading**a) For Directors and Senior Management**

During the year, the Company has adopted Code of conduct for Directors and Senior Management. The Code is derived from three fundamental principles, viz. good corporate governance, good corporate citizenship and exemplary personal conduct and it is applicable to all Directors and Senior Management of the Company. The Board Member and Senior Management personnel have affirmed their compliance with the code of conduct. The CEO has certified that the Board Members and their senior management personnel have complied with the code of conduct.

b) For Other Employees

Ramsarup has a code of conduct for Prevention of Insider Trading in the shares and securities of the Company pursuant to SEBI (Prohibition of Insider Trading) Regulations, 1992. Ramsarup Code of Conduct for Prevention of Insider Trading, Inter alia, prohibits purchase / sale of shares of the Company by employees while in possession of unpublished price sensitive information in relation to the Company.

21. Whistle-blower policy

We have established a mechanism for employees to report concerns about unethical behaviour, actual or suspected fraud or violation of our code of conduct or ethics policy. The mechanism also provides for adequate safeguard against victimisation of employees who avail of the mechanism and also provides for direct access to the Chairperson of the audit committee in exceptional cases. We further affirm that during the financial year 2008-09, no employees has been denied access to the audit committee.

22. CEO/CFO Certification

As required by clause 49 of the listing agreement, the CEO/CFO certification is provided elsewhere in the Annual Report.



Chief Executive Officer (CEO) and Chief Financial Officer (CFO) Certification

We, Ashish Jhunjunwala, Chairman cum Managing Director & Chief Executive Officer (CEO) and Naveen Gupta, Whole Time Director & Chief Financial Officer (CFO) of RAMSARUP INDUSTRIES LIMITED to the best of our knowledge and belief, certify to the Board that :

- a. We have reviewed financial statements and the cash flow statement for the year and to the best of our knowledge and belief :
 - i. These statements do not contain any materially untrue statement or omit any fact or contain statements that might be misleading;
 - ii. These statements together present a true and fair view of the Company's affairs and are in compliance with existing accountings standards, applicable laws and regulations.
- b. There are, to the best of our knowledge and belief, no transactions entered into by Ramsarup Industries Limited during the year which are fraudulent, illegal or violative of the Company's Code of Conduct.
- c. We are responsible for establishing and maintaining internal controls for financial reporting in Ramsarup Industries Limited, and we have evaluated the effectiveness of the internal control systems of the company pertaining to financial reporting. We have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or proposed to take to rectify these deficiencies.
- d. We have indicated to the auditors and the Audit committee
 - i. significant changes in internal control over financial reporting during the year;
 - ii. significant change in accounting policies during the year and the same have been disclosed in the notes to the financial statements; and
 - iii. instances of significant fraud of which we have become aware and the involvement therein. If any, of the management or an employee having a significant role in the company's internal control system.
- e. We affirm that we have not denied any person access to the Audit Committee of the Company (in respect of matters involving alleged misconduct).
- f. We further declare that all Board members and senior management have affirmed compliance with the Company's Code of conduct for the current year.

Ashish Jhunjunwala

*Chairman cum Managing Director
& Chief Executive Officer*

Naveen Gupta

*Whole Time Director
& Chief Financial Officer*

Place : Kolkata
Dated : 31st May, 2010

Declaration

As provided under clause 49 of the Listing agreement with stock exchanges, it is hereby declared that all Board Members and Senior management personnel of the Company have affirmed the compliance of code of conduct for the year ended 31st March, 2010.

Place : Kolkata
Dated : 31st May, 2010

Ashish Jhunjunwala
Managing Director

CERTIFICATE FROM AUDITORS REGARDING COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE UNDER CLAUSE 49 OF THE LISTING AGREEMENT

To the Members of Ramsarup Industries Limited,

We have examined the compliance of conditions of Corporate Governance by Ramsarup Industries Limited, for the year ended 31st March, 2010, 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 was limited to procedures and implementations thereof, adopted by the Company for ensuring the compliance of 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 explanations given to us, and the representations made by the Directors and Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in Clause 49 of the abovementioned Listing Agreement.

No investors' grievance are pending for a period exceeding one month against the Company as per records maintained by the Company.

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

For P. K. Lilha & Co.
Chartered Accountants
 Registered No. 307008E

C.A. P. K. Lilha
Partner
 M. No. 11092

Place : Kolkata
 Date : 31st May, 2010

Persons constituting group coming under the definition of "Group" as defined in the Monopolies and Restrictive Trade Practices Act, 1969 include the following :

Bodies Corporate defined as Group
Amanat Merchants Pvt. Ltd.
Aryaman Construction Pvt. Ltd.
Blaze Properties Pvt. Ltd.
Denton Investments Ltd.
Dinkar Commercial Pvt. Ltd.
Greentop Realators Pvt. Ltd.
Imtihan Commercial Pvt. Ltd.
Laddugopal Porperties Pvt. Ltd.
Madhumalati Merchandies Pvt. Ltd.
Modak Properties Pvt. Ltd.
N. R. Mercantiles Pvt. Ltd.
Nandini Vyapaar Pvt. Ltd.
Naresh Engineers Limited
R. A. V. Dravya Pvt. Ltd.

Bodies Corporate defined as Group
Ramsarup Investments Ltd.
Ramsarup Khadan Limited
Ramsarup Kkhaniz Pvt. Ltd.
Ramsarup Projects Pvt. Ltd.
Ramsarup Vyapaar Limited
Vanguard Credit & Holding Pvt. Ltd.
Individual Defined as Group
A.P. Jhunjhunwala
Sharda Devi
Ashish Jhunjhunwala
Neerza Jhunjhunwala
Advay Jhunjhunwala
Aayshya Jhunjhunwala
Naveen Gupta



AUDITORS' REPORT

TO THE MEMBERS OF

RAMSARUP INDUSTRIES LIMITED

1. We have audited the attached Balance Sheet and Profit & Loss Account of **RAMSARUP INDUSTRIES LIMITED** as at 31st March, 2010 and also the Cash Flow Statement for the year ended on that date both 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 the auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003 as amended by the Companies (Auditor's Report) Amendment order 2004, issued by the Central Government of India in terms of Section 227(4A) of the Companies Act, 1956, and on the basis of such checks as we considered appropriate and according to the information and explanation given to us, we enclose in the Annexure a statement on the matters specified in Paragraphs 4 & 5 of the said order to the extent applicable to the Company.
4. Further to our comments in the Annexure referred to in Paragraph 3 above we report that :
 - a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;

- c) The Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by the report are in agreement with the books of account.
- d) In our opinion the Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report are in compliance with the Accounting standards referred to in Section 211(3C) of the Companies Act, 1956.
- e) On the basis of written representation received from the Directors, and taken on record by the Board of Directors, we report that none of the Director of the Company is disqualified as on 31st March 2010 from being appointed as a Director under Clause (g) of Sub-Section (1) of Section 274 of the Companies Act, 1956.
- f) In our opinion and to the best of our information and according to the explanations given to us, the said Accounts read together with Significant Accounting Policies and Notes thereon as per Schedule 21 & Schedule 22 respectively, give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India.
 - i) In the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2010.
 - ii) In the case of the Profit & Loss Account, of the Profit for the year ended on that date, and
 - iii) In the case of the Cash Flow Statement, of the Cash Flows for the year ended on the date.

For P. K. LILHA & Co.
Chartered Accountants
Registration No. : 307008E
CA.P. K.LILHA
Partner
M.No.11092

Place : Kolkata
Dated : 31st May

ANNEXURE TO THE AUDITOR'S REPORT

(Referred to in paragraph (3) of the Auditor's Report of even date)

- i) In respect of its Fixed Assets :
- a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
 - b) The Company has a regular programme of physical verification of fixed assets are verified in a phased manner over a period of three year. In accordance with this program, certain fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the company and the nature of its assets.
 - c) Fixed Assets disposed off during the year were not substantial, and therefore, do not affect the going concern assumption.
- ii) In respect of its Inventories :
- a) As explained to us the Inventories have been physically verified by the management at reasonable intervals. In our opinion the frequency of verification is reasonable.
 - b) The procedure of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the Company and nature of its business.
 - c) The Company has maintained proper records of its inventories and no material discrepancies were noticed on physical verification of inventories as compared to the book records.
- iii) In respect of the loans, secured or un-secured, granted or taken by the company to/from companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act, 1956 :
- a-d) As informed to us the Company has not granted any loan, secured or unsecured to companies, firms or other parties covered in register maintained under section 301 of the Companies act, 1956, accordingly, the provisions of sub clause (iii) (b) to (d) of the Companies (Auditors Report) order, 2003 (as amended) are not applicable.
- e) The company during the year has taken unsecured loan from 3 (Three) companies listed in the register maintained under Section 301 of the Act. In respect of the said loan the maximum amount outstanding at any time during the year amounts to Rs. 4,895.00 Lacs and the year end balance is NIL.
- f) In our opinion and according to the information and explanations given to us, the Loan taken are non bearing interest and other terms and conditions, are prima-facie not prejudicial to the interest of the company.
- g) The principal amounts, were repayable on demand.
- iv) In our opinion and according the information & explanations given to us, there is an adequate internal control system commensurate with the size of the company and the nature of its business for the purchase of Inventory, Fixed Assets and also for the sale of goods. During the course of our Audit no major weakness has been noticed in the internal control system in respect of these areas.
- v) a) According to the information and explanations given to us, we are of the opinion that the particulars of contract or arrangements referred to in section 301 of the Act, that need to be entered in to the register have been so entered.
- b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of such contracts or arrangements exceeding the value of Rupees Five Lacs have been entered during the year at prices which are reasonable having regard to the prevailing market prices at the relevant time.
- vi) According to the information and explanation given to us, the Company has not accepted any deposit from the public; therefore the provisions of Clause (vi) of Paragraph 4 of the order are not applicable to the Company.
- vii) In our opinion, the Company has an Internal Audit System commensurate with its size and nature of its business.



viii) We have broadly reviewed the Books of Accounts maintained by the company in respect of generation of electricity and some of the steel products where pursuant to the rules made by the Central Government of India, the maintenance of Cost Records have been prescribed U/s 209(1)(d) of the Act and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the records with a view to determine whether they are accurate or complete.

ix) a) According to the records of the Company, undisputed statutory dues including Provident

Fund, Investor Education & protection Fund, Employees State Insurance, Sales Tax, Income Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty, Cess and any other statutory dues have been generally regularly deposited with appropriate authorities during the year.

b) No undisputed amounts payable were outstanding at the year end, for a period of more than six months from the date they became payable.

c) The disputed statutory dues aggregating to Rs 5,970.32 lacs, that have not been deposited on account of disputed matter pending before appropriate authorities are as under :

Sl No.	Name of Statute	Nature of Dues	Amount (Rs In Lacs)	Period to which the amount relates	Forum Where Dispute is Pending
1	West Bengal Sales Tax Act, 1994	Sales Tax	59.41	Various Years from 1994-95 to 1999-00	Appellate & Revisional Board
2	West Bengal Sales Tax Act, 1994	Sales Tax	1887.14	Various Years from 2000-01 to 2003-04	West Bengal Taxation Tribunal
3	West Bengal Sales Tax Act, 1994	Sales Tax	3576.58	2004-05	Appellate & Revisional Board
4	Central Sales Tax Act, 1956	Sales Tax	51.68	Various Years from 1994-95 to 1999-00	Appellate & Revisional Board
5	Central Sales Tax Act, 1956	Sales Tax	200.63	Various Years from 2000-01 to 2003-04	Kolkata High Court
6	Central Sales Tax Act, 1956	Sales Tax	179.66	2004-05	Appellate & Revisional Board

x) The Company has no accumulated losses at the end of the year. The Company has not incurred Cash Losses during the financial year covered by the audit but in the immediately preceding financial year, there was Cash Loss of Rs. 8,277.47 Lacs.

xi) Based on our Audit procedure and on the basis of information and explanations given us, we are of the opinion that the company has delayed in payment of some of the dues to the financial institution/Banks but some of them has since been regularized and others are still in process.

xii) According to the information and explanation given to us, the company has not granted loans or advances on the basis of security by way of pledge of shares, debentures and other securities, accordingly Paragraph 4 (xii) of the Order is not applicable .

xiii) In our opinion the company is not a Chit Fund/Nidhi/ Mutual Benefit Fund/Society. Therefore the provisions of clause 4(xiii) of the order are not applicable to the company.

xiv) As informed and explained to us, the company has not dealt/traded in shares, securities, debentures and other investments during the year.

xv) According to the information and explanation given to us, there is no guarantee given by the company for the loans taken by others, from Banks or Financial institutions.

xvi) The term loans outstanding at the beginning of the year and those raised during the year have been applied for the purpose for which they were raised.

xvii) According to the information & explanations given to us and on overall examination of the balance sheet

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of the company we are of the opinion that there are funds raised on short term basis that have, prima facie, been used for long term investment.

xviii) The Company has made preferential allotment of Preference Shares (Unlisted) during the year to parties or companies covered in the register maintained under Section 301 of the Companies Act, 1956 to the extent of Rs. 912.76 lacs but the prices at which share have been issued is not prejudicial to the interest of the Company.

xix) The Company has not issued any secured Debenture during the year, hence the questions of charge does not arise.

xx) The Company has not raised any money by way of public issue during the year.

xxi) Based upon the audit procedures performed and information and explanation given by the management, we report that no material fraud on or by the company has been noticed or reported during the year ended 31st March, 2010.

For P. K. LILHA & Co.

Chartered Accountants

Registration No. : 307008E

CA.P. K. LILHA

Partner

M.No.11092

Place : Kolkata

Dated : 31st May, 2010



	Schedules	As at 31.03.2010	As at 31.03.2009
SOURCES OF FUNDS :		Rs.	Rs.
Share Capital	1	620,384,000.00	395,384,800.00
Reserves & Surplus	2	5,365,209,953.29	2,896,419,189.18
Secured Loans	3	16,139,254,235.53	15,215,861,897.57
Unsecured Loans	4	1,716,784,332.68	2,040,544,571.70
Deferred Tax Liability/(Assets)		72,823,734.62	(106,024,213.38)
TOTAL		23,914,456,256.12	20,442,186,245.07
APPLICATION OF FUNDS :			
Fixed Assets	5		
Gross Block		7,094,064,647.73	4,256,109,126.31
Less : Depreciation/Amortization		1,326,609,068.90	1,067,359,867.51
Net Block		5,767,455,578.83	3,188,749,258.80
Capital Work-in-Progress	6	9,612,494,428.00	11,243,108,166.00
		15,379,950,006.83	14,431,857,424.80
Investments	7	47,930.00	-
Current Assets, Loans & Advances :			
Inventories	8	4,408,403,121.44	2,691,774,326.01
Sundry Debtors	9	5,551,231,560.55	5,564,720,394.03
Cash & Bank Balances	10	291,673,854.87	356,428,863.90
Loans & Advances	11	1,223,348,700.83	1,295,517,299.76
		11,474,657,237.69	9,908,440,883.70
Less : Current Liabilities & Provisions	12	2,941,737,796.40	3,900,420,380.43
Net Current Assets		8,532,919,441.29	6,008,020,503.27
MISCELLANEOUS EXPENDITURE	13	1,538,878.00	2,308,317.00
(To the extent not written off &/or adjusted)			
TOTAL		23,914,456,256.12	20,442,186,245.07
Significant Accounting Policies	21		
Notes on Accounts	22		

The Schedules relating to the above form integral part of Balance Sheet.

As per our report of even date annexed herewith

FOR **P. K. LILHA & CO.**
Chartered Accountants
Registration No- 307008E
CA. P. K. Lilha
Partner
Membership No. 11092
5, Fancy Lane
Kolkata - 700 001

For and on behalf of The Board

Ashish Jhunjunwala Managing Director	Naveen Gupta Director	Gajendra Kumar Singh Company Secretary
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PROFIT & LOSS ACCOUNT AS AT 31ST MARCH 2010

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	Schedules	Year ended 31.03.2010	Year ended 31.03.2009
INCOME		Rs.	Rs.
Income From Operation & Other Income	14	20,591,786,205.19	19,636,498,843.90
		20,591,786,205.19	19,636,498,843.90
EXPENDITURE			
Raw Material Consumed/Purchases	15	16,676,971,841.21	17,635,328,017.44
Construction Expenses	16	753,604,313.63	485,163,894.96
Manufacturing & Other Expenses	17	930,544,088.68	1,272,628,784.03
Employees' Cost	18	190,596,332.15	202,083,167.69
Interest & Finance Charges	19	1,042,372,867.79	870,717,180.29
Depreciation/Amortisation	20	371,248,847.54	294,512,612.06
		19,965,338,291.00	20,760,433,656.47
Profit/(Loss) for the year before Tax		626,447,914.19	(1,123,934,812.57)
Provision for Income Tax (MAT)		56,429,400.00	-
Provision for Fringe Benefit Tax		-	2,464,000.00
Provision for Deferred Tax (Refer Note no. 4)		178,847,948.00	(376,269,397.04)
Taxes for earlier Years		3,802,002.08	-
Mat Credit Entitlement		(56,429,400.00)	
Profit/(Loss) after Tax		443,797,964.11	(750,129,415.53)
Balance Brought Forward		3,882,976.69	32,192,272.22
Profit/(Loss) Available for Appropriations		447,680,940.80	(717,937,143.31)
APPROPRIATIONS			
Proposed Dividend			
- On Equity Shares		-	(61,387,340.00)
- On Preference Shares		-	-
Tax on Interim/Proposed Dividend		-	(10,432,780.00)
Transfer to/(from) General Reserve		440,000,000.00	(650,000,000.00)
Balance Carried To Balance Sheet		7,680,940.80	3,882,976.69
		447,680,940.80	(717,937,143.31)
Basic & Diluted Earning per Share		12.59	(21.45)
(Refer Note No. 27)			
Significant Accounting Policies	21		
Notes on Accounts	22		

The Schedules relating to the above form integral part of Profit & Loss Account.

As per our report of even date annexed herewith

FOR **P. K. LILHA & CO.**
Chartered Accountants
Registration No- 307008E
CA. P. K. Lilha
Partner
Membership No. 11092
5, Fancy Lane
Kolkata - 700 001

For and on behalf of The Board

Ashish Jhunjhunwala
Managing Director

Naveen Gupta
Director

Gajendra Kumar Singh
Company Secretary



Rs. in Lacs

		Year ended 31.03.2010		Year ended 31.03.2009	
A)	CASH FLOW FROM OPERATING ACTIVITIES :	Rs.	Rs.	Rs.	Rs.
	Net Profit/(Loss) before tax and extraordinary items		6,264.48		(11,239.35)
	Adjustments for :				
	(a) Depreciation	3,712.49		2,945.13	
	(b) Gratuity & Leave Provision (Net)	46.36		97.68	
	(e) Deferred Expenses written off	7.69		16.75	
	(f) Interest Income	195.64		(288.66)	
	(g) Interest Expenses	10,423.73		8,707.17	
			14,385.91		11,478.06
	Operating Profit/(Loss) before Working Capital Change		20,650.39		238.71
	Adjustments for :				
	(a) (Increase)/Decrease in Inventories	(17,166.29)		24,700.30	
	(b) (Increase)/Decrease in Sundry Debtors	134.89		(16,776.47)	
	(c) (Increase)/Decrease in Loans & Advances	1,285.98		1,014.13	
	(d) Increase/(Decrease) in Creditors and other Liabilities	(9,696.72)		(11,349.15)	
			(25,442.14)		(2,411.20)
	Cash generated from Operations		(4,791.75)		(2,172.49)
	Direct Tax Paid	(521.55)		(200.00)	
	Fringe Benefit Tax	(0.43)		(26.39)	
			(521.98)		(226.39)
	NET CASH FLOW FROM OPERATING ACTIVITIES		(5,313.73)		(2,398.89)
B)	CASH GENERATED FROM INVESTING ACTIVITIES :				
	(a) Purchase of Fixed Assets/CWIP	(13,209.96)		(70,984.43)	
	(b) Purchase of Investment	(0.48)		-	
	(c) Interest Received	(195.64)		288.66	
	NET CASH USED IN INVESTING ACTIVITIES		(13,406.08)		(70,695.77)
C)	CASH FLOW FROM FINANCING ACTIVITIES :				
	(i) Proceeds from Issue of Pref. Shares (including Premium)	22,499.92		-	
	(ii) Secured Loan	9,233.92		82,495.08	
	(iii) Unsecured Loan	(3,237.60)		(620.40)	
	(iv) Interest on borrowing	(10,423.73)		(8,707.17)	
	(v) Dividend & Dividend Tax paid	(0.25)		(124.99)	
	NET CASH GENERATED FROM FINANCING ACTIVITIES		18,072.26		73,042.52
	NET INCREASE IN CASH OR CASH EQUIVALENTS		(647.55)		(52.14)
	Cash and Cash equivalents - Closing Balance as at 31.03.2010		2,916.74		3,564.29
	Cash and Cash equivalents - Opening Balance as at 31.03.2009		3,564.29		3,616.42
			(647.55)		(52.14)

As per our report of even date annexed herewith

FOR **P. K. LILHA & CO.**
Chartered Accountants
Registration No- 307008E
CA. P. K. Lilha
Partner
Membership No. 11092
5, Fancy Lane
Kolkata - 700 001

For and on behalf of the Board

Ashish Jhunjhunwala
Managing Director

Naveen Gupta
Director

Gajendra Kumar Singh
Company Secretary

SCHEDULES

31ST MARCH 2010

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	As at 31.03.2010	As at 31.03.2009
	Rs.	Rs.
SCHEDULE : 1		
SHARE CAPITAL		
AUTHORISED :		
7,10,00,000 (9,85,00,000) Equity Shares of Rs.10/- each	710,000,000.00	985,000,000.00
3,20,00,000 (45,00,000) Redeemable Preference Shares of Rs.10/- each	320,000,000.00	45,000,000.00
	1,030,000,000.00	1,030,000,000.00
ISSUED, SUBSCRIBED & PAID UP		
3,50,78,480 (3,50,78,480) Equity Shares of Rs. 10/- each fully paid in cash	350,784,800.00	350,784,800.00
Of the above 1,75,74,052 Equity Share of Rs. 10/- each have been allotted to the share holders of erstwhile Ramsarup Lohh Udyog Limited merged with the company.		
13,00,000 (13,00,000) 5% Redeemable Cumulative Preference Shares of Rs 10/- each fully paid up in cash	13,000,000.00	13,000,000.00
31,60,000 (31,60,000) 4% Redeemable Cumulative Preference Shares of Rs 10/- each fully paid up in cash	31,600,000.00	31,600,000.00
2,24,99,920 (NIL) 5% Redeemable Non - Cumulative Preference Shares of Rs 10/- each fully paid up in cash	224,999,200.00	-
	620,384,000.00	395,384,800.00
SCHEDULE : 2		
RESERVES & SURPLUS		
Capital Reserve		
- As per last Account	3,886,600.00	3,886,600.00
Securities Premium		
- As per last Account	1,875,038,832.49	1,875,038,832.49
Add : During the year	2,024,992,800.00	3,900,031,632.49
Amalgamation Reserve		
- As per last Account	263,610,780.00	263,610,780.00
General Reserve		
- As per last Account	750,000,000.00	1,400,000,000.00
Add : Transfer from/(to) Profit & Loss A/c.	440,000,000.00	(650,000,000.00)
	1,190,000,000.00	750,000,000.00
Surplus		
As per Annexed Profit & Loss Account	7,680,940.80	3,882,976.69
	5,365,209,953.29	2,896,419,189.18



	As at 31.03.2010	As at 31.03.2009
SCHEDULE : 3	Rs.	Rs.
SECURED LOANS		
Long Term		
i) Term Loans		
From Banks		
- Rupee Term Loans	8,258,682,749.89	7,872,738,234.87
- Foreign Currency Term Loans	337,372,938.00	1,396,915,292.21
- Vehicle/Construction equipment Loan	16,271,557.91	20,630,161.57
- Secured Loan against pledge of FDRs	-	13,462,600.00
- Interest Accrued & Due	81,970,161.90	4,841,540.00
- Buyers Credit	430,599,584.80	75,189,590.00
(In Foreign Currency)		
- Working Capital Term Loan	1,571,582,420.00	1,560,080,822.41
- Funded Interest Term Loan	1,257,784,869.23	217,665,277.54
Short Term		
i) From Banks		
- Rupee Term Loan	-	73,912,106.40
- Interest Accrued & Due	-	2,114,378.00
ii) Cash Credit/Packing Credit Limit		
- Working Capital facilities from scheduled Banks (including Foreign Currency Loan)	4,184,989,953.80	3,878,311,894.57
- Commercial Papers	-	100,000,000.00
	16,139,254,235.53	15,215,861,897.57
SCHEDULE : 4		
UNSECURED LOANS		
(Including interest accrued and due)		
Redeemable Non Convertible Debentures	400,000,000.00	400,000,000.00
-From Financial Institution		
From Body Corporates	1,316,784,332.68	1,640,544,571.70
	1,716,784,332.68	2,040,544,571.70

SCHEDULES 31ST MARCH 2010

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SCHEDULE : 5 FIXED ASSETS

Amount in Rs.

Particulars	GROSS BLOCK			DEPRECIATION/AMORTISATION			NET BLOCK			
	At the 01.04.2009	Since Added	Sale/ Adjustments	As at 31.03.2010	Upto 31.03.2009	For the Year	Adjustments/ deductions	Upto 31.03.2010	As at 31.03.2010	As at 31.03.2009
Free Hold Land	20,078,980.00	80,200.00	-	20,159,180.00	-	-	-	-	20,159,180.00	20,078,980.00
Lease Hold Land	81,782,604.13	40,680,643.71	-	122,463,247.84	3,107,071.20	1,173,249.00	-	4,280,320.20	118,182,927.64	78,675,532.93
Goodwill	1,000,000.00	-	-	1,000,000.00	-	200,000.00	-	200,000.00	800,000.00	1,000,000.00
Factory Building	693,582,209.43	279,578,209.18	-	973,160,418.61	76,198,849.92	27,797,343.43	-	103,996,193.35	869,164,225.26	617,383,359.51
Railway Siding	33,000.00	-	-	33,000.00	10,451.00	1,175.63	-	11,626.63	21,373.38	22,549.00
Plant & Machinery	2,815,540,127.50	2,352,711,454.44	73,410,407.01	5,094,841,174.93	858,327,473.73	299,479,730.64	73,410,407.01	1,084,396,797.36	4,010,444,377.57	1,957,212,653.77
Wind Mill Power Plant	181,375,000.00	-	-	181,375,000.00	38,490,061.00	9,576,600.00	-	48,066,661.00	133,308,339.00	142,884,939.00
Electrical Installations	311,810,140.57	264,310,640.64	-	576,120,781.22	30,208,757.00	26,528,493.40	-	56,737,250.40	519,383,530.81	281,601,383.57
Construction Equipments	52,530,136.73	5,992,617.52	-	58,522,754.25	4,856,636.01	2,718,302.98	-	7,574,938.99	50,947,815.26	47,673,500.72
Office Equipments	7,451,083.65	709,039.00	-	8,160,122.65	1,322,585.32	331,297.68	-	1,653,882.99	6,506,239.66	6,128,498.34
Computers	56,743,431.77	942,493.50	40,292,196.00	17,393,729.27	45,806,327.19	1,669,392.43	40,292,196.00	7,183,523.63	10,210,205.65	10,937,104.58
Furniture & Fixtures	11,924,541.78	98,875.00	-	12,023,416.78	2,638,873.18	714,987.29	-	3,353,860.47	8,669,556.31	9,285,668.60
Air Conditioners	1,948,878.97	-	-	1,948,878.97	279,236.97	90,126.91	-	369,363.88	1,579,515.09	1,669,642.00
Vehicles	20,308,990.77	6,553,952.44	-	26,862,943.21	6,113,544.98	2,671,104.92	-	8,784,650.00	18,078,293.21	14,195,445.79
Total	4,256,109,126.31	2,951,658,125.43	113,702,603.01	7,094,064,647.73	1,067,359,867.51	372,951,804.31	113,702,603.01	1,326,609,068.90	5,767,455,578.83	3,188,749,258.80
Previous Year's Total	4,064,221,932.24	191,887,194.07	-	4,256,109,126.31	771,406,750.51	295,953,118.00	-	1,067,359,867.51	3,188,749,258.80	-



	As at 31.03.2010	As at 31.03.2009
SCHEDULE : 6	Rs.	Rs.
CAPITAL WORK-IN-PROGRESS (At Cost)		
Purchase/Acquisition/Advance for Fixed Assets including Building & Site Development Expenses	6,702,377,515.44	8,960,481,762.92
Advances for Construction & Other Civil Works (Refer to Note No-10)	566,264,556.52	473,395,641.97
Expenses During Construction Period	511,916,400.17	360,815,994.60
Interest on Term Loan	1,611,757,859.25	1,272,094,214.89
"Project Development Expenses (Pending Allocation) (Refer Note No- 9)"	220,178,096.62	176,320,551.62
	9,612,494,428.00	11,243,108,166.00
SCHEDULE : 7		
INVESTMENTS (At Cost)		
Long Term (Trade unquoted)		
In Joint Ventures		
Moira Madhujore Coal Ltd.	47,930.00	-
4793 Equity Shares of Rs 10/- each fully paid up		
	47,930.00	-
SCHEDULE : 8		
INVENTORIES :		
(As taken, valued and certified by the Management)		
Raw Materials	1,202,736,326.16	537,373,895.88
Stock-in-Process	20,440,287.24	23,696,381.64
Construction Work in Process	290,111,906.07	281,969,945.87
Finished Goods (including for Resale)	2,602,745,942.93	1,600,134,824.38
Fuel, Chemical, Stores & Spares etc.	62,360,757.66	31,697,068.58
By Products	230,007,901.37	216,902,209.66
	4,408,403,121.44	2,691,774,326.01
SCHEDULE : 9		
SUNDRY DEBTORS :		
(Unsecured-Considered Good)		
a) Debts outstanding for a period exceeding six months	267,298,014.97	355,954,375.20
b) Other Debts	5,283,933,545.58	5,208,766,018.83
	5,551,231,560.55	5,564,720,394.03
SCHEDULE : 10		
CASH & BANK BALANCES		
Cash in Hand : (As Certified)	6,594,998.69	5,793,010.68
Balance with Scheduled Banks		
- Current Accounts	50,592,179.49	22,760,559.49
- Fixed Deposits* (Including interest accrued on FDRs)	234,486,676.69	327,875,293.73
	291,673,854.87	356,428,863.90

*Fixed Deposit with Scheduled Banks have been pledged against Letter of Credits and Letter of Guarantees Issued by them.

SCHEDULES
31ST MARCH 2010

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	As at 31.03.2010	As at 31.03.2009
	Rs.	Rs.
SCHEDULE : 11		
LOANS & ADVANCES		
(Unsecured, Considered Good)		
Advances Recoverable in Cash or in kind or for value to be received		
- Advance to Staff & Others	106,665,995.67	122,152,361.22
- Advance to Suppliers	329,668,504.98	324,357,035.01
Deposits with Govt. Departments & others	76,274,265.98	65,835,514.33
Balance with Excise Deptt./Vat Input	654,310,534.20	783,172,389.20
Mat Credit Entiltment	56,429,400.00	-
	1,223,348,700.83	1,295,517,299.76
SCHEDULE : 12		
CURRENT LIABILITIES & PROVISIONS :		
A) CURRENT LIABILITIES		
1) Acceptances	1,010,863,635.19	686,509,172.21
2) Sundry Creditors :		
- For Goods Supplied & Services	572,541,083.76	1,286,357,807.45
- For Capital Expenditure	752,167,648.17	1,309,903,682.69
- For Expenses & Others	557,107,804.83	579,430,222.28
3) Interest Accrued but not due	-	169,452.00
4) Investors Education & Protection Fund		
- Unpaid Dividend	471,561.25	446,848.49
	2,893,151,733.20	3,862,817,185.12
B) PROVISIONS :		
For Income Tax (Net of Advance tax/TDS)	26,067,382.20	19,846,237.31
" Gratuity & Leave encashment	22,518,681.00	17,756,958.00
	2,941,737,796.40	3,900,420,380.43
SCHEDULE : 13		
MISCELLANEOUS EXPENDITURE :		
(To the extent not written off &/or adjusted)		
Preliminary Expenses/Deferred Revenue Expenditure		
- As per last account	2,308,317.00	3,982,861.48
Less : Written off	769,439.00	1,674,544.48
	1,538,878.00	2,308,317.00



	Year ended 31.03.2010	Year ended 31.03.2009
SCHEDULE : 14	Rs.	Rs.
INCOME FROM OPERATION/OTHER INCOME		
Sales Net of Excise Duty	19,451,011,918.80	18,792,053,489.59
(Refer Note No. 18)		
Conversion Charges	63,358,088.52	27,564,760.00
(TDS Rs.- 7,56,814/-)		
Export Incentives	2,686,484.45	8,252,567.00
Contracts related Receipts	958,065,033.64	646,947,490.25
(TDS Rs 1,14,28,296/-)		
Sale of Power	97,100,855.00	21,946,026.00
Other Income (Gross) :		
- Interest on FDRs etc. (TDS Rs 3,23,786/-)	19,563,824.78	29,119,705.81
- Non Operating Income	-	110,614,805.25
	20,591,786,205.19	19,636,498,843.90
SCHEDULE : 15		
Raw Material Consumed/Purchases		
Opening Stock		
- Raw material*	568,203,077.05	1,570,005,256.64
- Stock-in-Process	23,696,381.64	36,211,125.08
- Finished Goods **	1,628,280,526.93	2,794,194,778.11
- By Products ***	218,274,763.26	489,419,515.75
	2,438,454,748.89	4,889,830,675.58
Add : Purchases		
- Raw material	14,960,506,421.71	13,885,490,443.66
- Finished Goods	3,333,941,128.32	1,238,114,209.76
	18,294,447,550.03	15,123,604,653.42
	20,732,902,298.92	20,013,435,329.00
Less : Closing Stock		
- Raw material	1,202,736,326.16	537,373,895.88
- Stock-in-Process	20,440,287.24	23,696,381.64
- Finished Goods	2,602,745,942.93	1,600,134,824.38
- By Products	230,007,901.37	216,902,209.66
	4,055,930,457.70	2,378,107,311.56
	16,676,971,841.21	17,635,328,017.44

* Include Rs. 308,29,181 being stock transferred on commercial production of Sponge Iron Plant.

** Include Rs. 281,45,703 being stock transferred on commercial production of Sponge Iron Plant.

*** Include Rs. 13,72,554 being stock transferred on commercial production of Sponge Iron Plant.

SCHEDULES

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		Year ended 31.03.2010	Year ended 31.03.2009
SCHEDULE : 16		Rs.	Rs.
CONSTRUCTION EXPENSES			
Opening Stock			
- Stock of Material	168,760,635.47		129,015,814.20
- Work-in-Progress at opening	113,209,310.40	281,969,945.87	116,911,495.45
			245,927,309.65
Purchase of Construction Material	670,104,497.06		426,511,487.87
Expenses on Construction/Contracts	91,641,776.78	761,746,273.84	94,695,043.31
		1,043,716,219.71	767,133,840.83
Less : Stock of Material	168,149,031.06		168,760,635.47
- Work-in-Progress at close (Incompleted Contract)	121,962,875.02	290,111,906.08	113,209,310.40
		753,604,313.63	485,163,894.96
SCHEDULE : 17			
MANUFACTURING & OTHER EXPENSES			
Conversion Charges		11,706,728.00	75,608,937.40
Chemical, Stores & Spare Parts etc. Consumed		82,634,061.82	118,163,590.65
Power & Fuel		319,087,609.86	289,475,291.95
Rent		66,000.00	90,000.00
Rates & Taxes		8,241,008.88	39,220,330.57
Excise Duty and Cess on Stocks (Refer to note no. 19)		115,313,939.23	(245,014,565.50)
Insurance		4,586,925.17	3,258,144.55
Bank Commission/Processing fees etc.		47,329,973.29	63,419,860.11
Loss/(Profit) in Foreign Currency Transactions		11,559,491.90	366,339,404.38
Miscellaneous Expenses		51,813,061.67	50,005,597.58
Listing Fees		182,326.00	1,487,425.00
Share Registrar & Transfer Agent Fees		93,448.00	72,000.00
Repairs & Maintenance			
- Building	538,590.47		4,370,041.17
- Plant & Machinery	14,081,319.51		4,042,541.95
- Others	4,314,785.91	18,934,695.89	3,833,337.21
Directors' Remuneration			
- Salary	2,400,000.00		2,100,000.00
- Sitting fees	75,000.00	2,475,000.00	52,000.00
Freight & Transport		248,198,481.99	472,338,004.63
Brokerage & Commission		7,282,057.40	6,381,203.90
Sales Tax/VAT Paid		108,714.58	15,010,955.00
Deferred Revenue/Preliminary Expenditure written off		769,439.00	1,674,544.48
Donation		161,126.00	700,139.00
		930,544,088.68	1,272,628,784.03



	Year ended 31.03.2010	Year ended 31.03.2009
SCHEDULE :18	Rs.	Rs.
EMPLOYEES' COST		
Salary, Wages, Bonus, Allowances etc.	163,627,883.27	169,134,341.42
Gratuity & Leave encashment	4,636,151.00	9,783,139.40
(Refer Note No. 27)		
Contribution to Provident & Other Funds	15,673,053.74	15,451,134.13
Workers and Staff Welfare Expenses	6,659,244.14	7,714,552.74
	190,596,332.15	202,083,167.69
SCHEDULE : 19		
INTEREST & FINANCE CHARGES		
On Term Loan	537,923,513.25	267,444,914.08
To Bank & Others	504,449,354.54	603,272,266.21
	1,042,372,867.79	870,717,180.29
SCHEDULE : 20		
DEPRECIATION/AMORTISATION		
Depreciation on fixed Assets (Refer Schedule 5)	372,951,804.31	295,953,118.00
"Less : Transferred to Project Development Expenses (Pending allocation) (Refer to Note-9)"	1,702,956.77	1,440,505.95
	371,248,847.54	294,512,612.06

SCHEDULE 21**SIGNIFICANT ACCOUNTING POLICIES :****1. BASIS OF PREPARATION OF FINANCIAL STATEMENTS**

The financial statements have been prepared and presented under the historical cost convention using the accrual basis of accounting and comply with all mandatory Accounting Standards as specified in the Companies (Accounting Standard) Rules, 2006 and the relevant provisions of Companies Act, 1956.

2. USE OF ESTIMATES

The preparation of financial statements in conformity with the generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosures of contingent liabilities on the date of financial statements and the reported amounts of Revenue & Expenses during the reporting period. Actual results could differ from those estimates. Any revision to accounting estimates is recognized in the period in which such revisions are made.

3. FIXED ASSETS

- Free Hold Land / Lease Hold Land is stated at original cost of acquisition, inclusive of incidental expenses there to.
- Gross Block of Fixed Assets are stated at cost adjusted by revaluation on 31.3.93 at relevant replacement value. The cost of an asset comprises its purchase price / interest on specific borrowings

obtained for the purpose of acquiring fixed assets up to the date of commissioning of the assets and any directly attributable costs of bringing the assets to working conditions for its intended use. The purchase cost of Fixed Assets has been stated net of CENVAT / VAT wherever applicable.

- When assets are sold or discarded, their cost and accumulated depreciation are removed from the accounts and any gain / loss resulting from their disposal is included in profit & loss account.
- Capital Work in progress comprises direct cost of fixed assets, Advances to Suppliers, Technical know-how & related Project Development expenses together with attributable interest on borrowed fund for acquisition of Plant & Machinery, cost of erection etc. The total expenditure is allocated to the respective fixed assets on completion of the projects.

4. DEPRECIATION/AMORTISATION

- Leasehold Land is amortised during the respective lease period.
- Depreciation on fixed assets acquired prior to 01.04.87 has been charged on written down value basis at the rates specified in Income Tax Act, 1961 (As amended)
- Depreciation on fixed assets acquired after 01.04.87 has been charged in accordance with straight line method (SLM) as per rates specified in Schedule XIV of the Companies Act, 1956 as

amended by Notification GSR No: 756E dated 16.12.93 issued by Ministry of Law. Department of Company affairs.

- d. Classification of Plant & Machinery into continuous & non-continuous process is done as per technical certification and depreciation thereon is provided accordingly.
- e. Assets costing less than Rs. 5,000 are fully depreciated in the year of addition.
- f. Preliminary & Share issue expenses are written off to Profit & Loss Account.

5. INVENTORIES

- a. Inventories are valued as follows :
 - i) Raw Materials are valued at lower of cost less VAT/CENVAT including Service Tax, Education, Cess etc. or net releasable value.
 - ii) Goods-in-transit are valued at cost.
 - iii) Stocks-in-Process are valued at estimated Cost.
 - iv) Construction material in process etc. is valued at cost/estimated cost.
 - v) Finished Goods (Including for re-sale) is valued at cost and/or realisable value whichever is lower.
 - vi) Fuel, Chemical, stores & spares, etc. are valued at cost less VAT, CENVAT including Service Tax, Education Cess wherever adjustable.
 - vii) By Products are valued at estimated realisable value.
- b. The shortage/surplus found on physical verification of stock/ stores etc are duly adjusted in the quantitative records as and when detected.

6. EXCISE DUTY

- a. The Company accounts for the excise duty on finished goods, at the time of their clearance from the factory.
- b. The balance with excise department is on the basis of balance lying in PLA, including CENVAT credit, Service Tax and Education, Cess available on stock of raw materials, Capital goods, etc.
- c. CENVAT credits, Service Tax & Education, Cess taken and/or utilised is given due effects in the accounts, while valuing the closing stock of raw materials, store, spares and chemicals etc.

7. FOREIGN CURRENCY TRANSACTIONS

- a. Transactions denominated in foreign currencies are recorded at the exchange rate prevailing on the date of the transaction.
- b. Monetary items denominating foreign currencies at the year end are restated at year end rates. In case of items covered by the foreign exchange contracts, the difference between the year end rate and the rate on the date of contract is recognized

as exchange difference and the premium paid on forward contract is recognized over the life of the contract.

- c. Any income or expense on account of exchange difference either on settlement or on translation is recognized in the profit & loss account except in cases where they relate to acquisition of fixed assets, in which case they are adjusted to the carrying cost of such assets.

8. FINANCIAL DERIVATIVES AND HEDGING TRANSACTIONS

In respect of derivative contracts, premium paid, gains/losses on settlement and profit/loss on hedging transactions are recognized at the relevant time in the profit & loss account.

9. REVENUE RECOGNITION:

- a. Domestic Sales are recognised on despatch of material whereas export sales are recognised on the date of Bill of Lading.
- b. Sales is inclusive of freight charges, packing & forwarding, price escalation, Export Incentives and net of Excise Duty, Vat, returns, claims, rebates and discounts etc.
- c. In consistence with the practice followed by the Company Insurance Claim, Unexpected Claims, Govt. dues & others are accounted for on the basis of actual payment/receipt. Excise Duty and Vat on price escalation Bills are normally charged/ accounted for as and when such bills are actually raised.
- d. Conversion charges are recorded on receipt/ despatch of materials.
- e. Contract revenue is recognized by reference to the stage of completion of the contract activity at the reporting date of the financial statements on the basis of the percentage of completion method.
- f. The stage of completion of contract is measured by reference to the proportion that contract cost incurred for work performed up to the reporting date, bear to the estimated total contract cost for each contract.
- g. An expected loss on construction contract is recognized as an expense immediately when it is certain that the total contract cost will exceed the total contract revenue.
- h. Price escalation and other claims and or variation in the contact work are included in contract revenue when negotiations have reached at such an advanced stage that it is probable that the customer will accept the claim.
- i. Export Incentives are recognized when the right to receive credit as per the terms of Incentives is established in respect of the exports made and when there is no significant uncertainty regarding the ultimate collection of the relevant export proceeds.



10. BORROWING COST

Borrowing cost that are directly attributable to the construction/production of qualifying assets, is capitalised as part of cost of that assets and other borrowing cost are recognised as an expense in the period in which they are incurred.

11. PROVISIONS, CONTINGENT ASSETS & LIABILITIES

Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources embodying economic benefits. Contingent liabilities are not recognized but are disclosed in the note. Contingent assets are neither recognized nor disclosed in the financial statements.

12. EMPLOYEE BENEFITS

a. Short Term Employee Benefits :

The undiscounted amount of short term employee benefit expected to be paid in exchange for the services rendered by employee is recognized during the period when the employee remain under the service. This benefit includes salary, wages, short term compensatory absences and bonus.

b. Long Term Employee Benefits :

- i) Defined contribution scheme - This benefit includes contribution to Employee's State Insurance Corporation and provident fund scheme. The contribution is recognized during the period in which the employee rendered service.
- ii) Defined Benefit Scheme - For defined benefit scheme the cost of providing benefit is determined using the projected unit credit method with actuarial valuation being carried out at each balance sheet date. The retirement benefit obligation recognized in the balance sheet represents value of defined benefit obligation as reduced by the fair value of planned assets. Actuarial gains and losses are recognized in full during the period in which they occur.

13. TAXES ON INCOME

- a. Current Tax is determined as the amount of tax payable in respect of taxable income for the year, as per Income Tax Act 1961.
- b. Deferred Tax liability if any is recognised, subject to the consideration of prudence in respect of deferred tax assets, on timing differences, being the difference between taxable income and accounting income that originate in one year and are capable of reversal in one or more subsequent years.
- c. Fringe Benefit Tax is provided in the accounts wherever applicable.

14. DEFERRED REVENUE EXPENDITURE

The company amortises these expenses over a period of five years.

15. DIVIDEND

Interim/Final Dividend proposed by Board of Directors is paid/provided for in the books of accounts pending approval at the Annual General Meeting.

16. EARNING PER SHARE

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

For the purpose of calculating the diluted earning per share, the net profit & loss for the year attributable to equity shareholders and the weighted average number of equity shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

SCHEDULE : 22

NOTES ON ACCOUNTS

1. PREFERENCE SHARE CAPITAL

- a. 13,00,000 5% Redeemable Cumulative Preference Share of Rs 10/- each fully paid up were allotted on 31-03-2003, which is due for redemption at any time between 6th and 10th year from the date of allotment at a premium of Rs 25/- per share.
- b. 31,60,000 4% Redeemable Cumulative Preference Share of Rs 10/- each fully paid up were allotted on 24-09-2004, which is due for redemption at any time between 7th and 8th year from the date of allotment at a premium of Rs 25/- per share.
- c. The Company has allotted during the year 2,24,99,920 5% Redeemable Non Cumulative Preference Share of Rs 10/- each fully paid up on 31-03-2010, which is redeemable at a premium of Rs 90/- per share at any time with in 20th year from the date of allotment.

2. SECURED LOANS

i) Long Term

- a. Rupee Term Loan from IDBI Bank Limited is secured by equitable mortgage of lease hold land and First charge on certain Fixed Assets of the company's Kalyani unit on pari-passu basis with the other lenders and personal guarantee of Managing Director together with corporate guarantee of M/s. Ramsarup Investments Ltd and Pledge of part of Company's Equity Shares held by other related Body Corporates. The loan is repayable in 20 quarterly instalments commencing from April 2011. Repayable within next one year NIL (Previous year NIL).
- b. Term Loan from ICICI Bank Ltd. is secured by way of first equitable mortgage of all immovable properties and hypothecations of movable assets other than book debts, stock of raw material, finished, semi finished goods of the Shyamnagar unit ranking Pari-Passu with other term lenders & guaranteed by Managing Director of the Company. The Term Loan is repayable in 60 Monthly instalments of Rs 13.75 Lacs each

- commenced from December 2005. Repayable within next one year is Rs. 124 Lacs (Previous year Rs. 165 Lacs).
- c. The Term Loan from WBIDC Ltd secured by way of 1st equitable mortgage of immovable property and hypothecation of all movable assets pertaining to Shyamnagar unit ranking Pari-Passu with other term lenders and personal guarantee of the Managing Director of the company. Repayable within next one year is Rs 150 Lacs (Previous year NIL).
- d. Rupee Term Loan from Punjab National Bank is secured by way of hypothecation of factory shed & building, Plant & Machineries and other fixed assets of Durgapur Unit and also equitable mortgage of the factory shed & land belonging to Vanguard Credit & Holding Pvt Ltd on pari passu basis with other term lenders along with its corporate guarantee and personal guarantee of Managing Director of the company. The loan is repayable in 24 equal quarterly instalments of Rs. 300 Lacs commencing from 1st April 2011, Repayable within next one year NIL (Previous year Rs. NIL).
- e. Rupee Term Loan from Axis Bank Ltd. is secured by way of hypothecation of factory shed & building, Plant & Machineries and other fixed assets of Durgapur Unit and also equitable mortgage of the factory shed & land belonging to Vanguard Credit & Holding Pvt. Ltd. on pari passu basis with other term lenders along with its corporate guarantee and personal guarantee of Managing Director of the company. The loan of Rs. 4,500 Lacs is repayable in 20 equal quarterly instalments commencing from April 2010, and Rs. 5,000 Lacs in 14 equal quarterly instalments commencing from April 2012. Repayable within next one year Rs. 900 Lacs (Previous year NIL).
- f. The Term Loans for various modules of Integrated Steel project at Kharagpur have been tied up under multiple banking arrangements and secured by way of equitable mortgage of entire land including Building thereon on pari passu basis. The Lender Banks are having 1st charge on movable fixed assets of the specific module of the project on pari passu basis with other term lenders of specific modules and 2nd pari passu charge on the said assets on a reciprocal basis and further secured by personal guarantee of the Managing Director of the Company and some of the body corporates. Amount as per available terms of sanction repayable with in next one year is Rs. 3,568 Lacs (Previous year Rs. 447 Lacs).
- g. Rupee Term Loan of Rs.24,120.13 Lacs are secured by subservient charge on fixed assets of Kharagpur unit. Loan repayable within next one year is Rs. 18,900 Lacs (Previous year Rs. 1,000 Lacs)
- h. Term Loan from HSBC Limited was secured by way of first equitable mortgage of all immovable properties and hypothecation of all movable assets pertaining to Kalyani & Shyamnagar unit ranking pari-passu with other term lenders and personal guarantee of Managing Director together with pledge of part of company equity shares held by other related companies Repayable within next one year NIL (Previous year Rs. 2,492 Lacs).
- i. Term Loan from IREDA is secured by First charge by way of the mortgage on all immovable properties & hypothecation of movable assets/properties both existing and future pertaining to 3.75 MW Wind Farm Project at Village Khori, Taluka Sakri, District Dhule, in the state of Maharashtra (Project No. 1726) and elsewhere excluding specified movables to be charged to bankers for Working Capital Borrowings as agreed By IREDA. The Loan is Repayable in 24 equal quarterly instalments of Rs. 52 Lacs commenced from 31st March 2006. Repayable in next one year is Rs. 312 Lacs (Previous year Rs. 208 Lacs).
- j. Working Capital Term Loan (WCTL) is to be repaid in quarterly instalments. Repayable within next one year is Rs. 227.59 Lacs (Previous year NIL).
- k. Funded Interest Term Loan (FITL) is to be repaid in Quarterly instalments. Repayable within next one year Rs. 2,733.95 Lacs (Previous year NIL).
- l. Rupee Term Loan from bank includes acceptances for Rs 1,235.23 Lacs (Previous year Rs 4,365.30 Lacs) by way of L/C issued by bankers by earmarking the term Loan facilities in favour of suppliers for Capital Goods.

ii) Short Term/Working Capital Facilities

- a. Working Capital facilities from banks for Kalyani Unit are secured by hypothecation of stock of raw materials, finished goods, stock in process, stores & spares etc., book debts and personal guarantee of Managing Director of the Company and one of his relative together with corporate guarantee of M/s Ramsarup Investments Ltd. and collaterally secured by way of equitable mortgage on Leasehold Land and Building thereon at Kalyani on pari passu basis with the Consortium of Banks and IDBI Bank Limited and 2nd Charge on fixed assets financed by IDBI Bank Limited.
- b. Working Capital facilities from United Bank of India are secured by hypothecation of stock of raw materials, finished goods, stock in process, stores & spares etc. and book debts and second charge on its fixed assets at Shyamnagar and personal guarantee of Managing Director of the Company together with corporate guarantee of M/s. Ramsarup Investments Limited.
- c. Working Capital facilities from Punjab National Bank for the Mini Blast Furnace at Kharagpur is secured by Hypothecation of entire stock and book debts of the unit and personal guarantee of the Managing Director of the company and collaterally secured by way of 3rd charge on Plant & Machinery of the unit on pari passu basis with the charges created and/or to be created by the company in favour of the other working capital lenders.



- d. Working Capital Facilities from Punjab National Bank and IDBI Bank Ltd are secured on pari passu basis by hypothecation of entire stocks, stock in process, finished goods, stores & spares, stocks-in-transit, stock lying with others for conversion and book debts of Durgapur Unit of the company.
- e. Working capital facilities from Banks for some of its Turnkey Projects are secured by hypothecation of stocks, book debts & other current assets and personal guarantee of the Managing Director of the company, and second charge on the Fixed Assets of Infrastructure Unit on pari passu basis.
- f. Short Term Loan from The Bank of Rajasthan Limited was secured by way of first equitable mortgage of all immovable properties and hypothecations of all movable assets created ranking Pari-Passu with other term lender. Repayable within next one year NIL (Previous year Rs 760 Lacs).
- g. Short Term Loan from Axis Bank is secured by 2nd Charge on block of assets of Durgapur Unit. Amount repayable within next one year is Rs. 5,000 Lacs (Previous year Rs. 5,000 Lacs)
- h. Non Funded facilities from certain banks are secured by way of first pari-passu charge as applicable on inventories, book debts and other movable assets.
- i. Commercial Papers are issued by Earmarking Working Capital facilities, maximum balance outstanding at any time during the year Rs. 1,000 Lacs (previous year Rs 5000 Lacs).
- j. Buyers Credit from Bank are secured by earmarking term loan facilities from banks.

3. UNSECURED LOAN

Some of the Unsecured Loans from Body Corporate are not bearing interest.

4. DEFERRED TAX

The break up of major components of net Deferred Tax Liabilities as on 31-03-2010 is as under :

	31.03.2010	31.03.2009
	Rs.	Rs.
Deferred Tax Liability		
Timing difference on Depreciable Fixed Assets	74,54,26,627	33,89,33,114
Less : Deferred tax Assets		
- On Provision		
For Gratuity, Leave benefit etc.	2,22,12,104	60,35,590
- MAT Credit Entitlement	1,87,38,789	--
- Deduction u/s 35 D	8,32,430	17, 03,578
- Business Loss	63,08,19,569	43, 72, 18,159
Deferred Tax Liability (Assets) (Net)	7,28,23,735	(10, 60, 24,213)

5. LAND

a) **At Kharagpur :** The Company has been allotted by West Bengal Industrial Development Corporation Ltd, Leasehold Land measuring about 315 acres for a period of 99 years at Saha Chowk, Rakha Jungle, Kharagpur, Paschim Midnapur (W.B.) for its Integrated steel plant, which has been registered during the year in the name of the Company.

b) **At Maharashtra, Dhule :** Free Hold Land and other Fixed Assets has been acquired/installed by the company at R.S. No 481, 482 & 487 Village Khori, Dist Dhule in the state of Maharashtra.

6. The Company has promoted a Subsidiary Company in the name of Ramsarup Energy Limited (REL) by agreeing to subscribe 49,000 Equity Shares of Rs. 10/- each equivalent

to 98% of Equity Share Capital of REL. REL has been incorporated on 09-02-2010 with one of its main object of carrying on the business of generation and distribution of electricity. REL is in the preliminary stage, as such has opted to close its first accounting year on 31-03-2011, as permitted by The Companies Act, 1956. In view of this the accounts of the Subsidiary are not consolidated with the accounts of the Company and a statement under Sec 212 of The Companies Act, 1956 is not separately made.

7. DISCLOSURE UNDER THE MICRO, SMALL & MEDIUM ENTERPRISES DEVELOPMENT ACT, 2006

There are no Micro, Small and Medium Enterprises as defined in Micro, Small & Medium Enterprises Development Act, 2006 to whom the Company owes dues on account of Principle amount together with Interest and accordingly no addition or disclosure has been made.

SCHEDULES

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The above information regarding Micro, Medium and Small Enterprises has been determined to the extent such party have been identified on the basis of information available with the company and has been relied upon by the Auditors'.

8. **Inventories include stock lying with outsiders :** NIL
 (As certified by the Management) (Rs 28,24,985) Amount in Rs.

9. PROJECT DEVELOPMENT EXPENSES (PENDING ALLOCATION)	As At 31.03.2010	As At 31.03.2009
(A) Opening Balance Brought Forward	176,320,551.62	67,931,647.84
(B) Personnel Cost		
Salaries, Wages & Bonus etc.	20,198,181.14	41,069,862.74
Contribution to Provident & Other Funds	1,326,155.00	1,195,696.00
Directors' Remuneration	-	300,000.00
Directors' Sitting Fees	-	5,000.00
Staff Welfare Expenses	181,293.50	3,617,183.79
	21,705,629.64	46,187,742.53
(C) Raw Material Consumed (For Sponge Iron)		
Opening Stock	-	-
Add : Purchases	175,812,908.64	-
"Less : Closing Stock on Commercial Production of DRI/Sponge Iron Plant" (Production 10,969 M/T)	30,829,181.18	-
	144,983,727.46	-
(D) Manufacturing and Administration Expenses		
Power & Fuel	26,907,105.09	4,587,388.00
Stores & Spare Parts Consumed	459,268.97	-
Repair & Maintenance	1,282,410.15	2,083,741.54
Testing & Inspection Charges	-	62,050.00
Loading & Unloading Charges	449,897.02	466,525.90
Rent	1,810,666.71	7,598,087.00
Professional/Technical Fees	539,260.00	3,758,341.00
Telephone & Mobile Expenses	-	631,817.54
Printing & Stationery	-	221,160.49
Bank Charges/Processing Fees	654,724.70	15,544,770.24
Depreciation (Refer to Schedule 20)	1,702,956.77	1,440,505.95
Travelling & Conveyance	129,475.00	1,508,327.00
Miscellaneous Expenses	30,312,921.13	24,298,446.59
	64,248,685.54	62,201,161.25
(E) Increase/(Decrease) in Stock		
" Closing Stock of Finished Goods on commercial production of DRI/ Sponge Iron Plant (2566 M/T) "	28,145,702.55	-
" Closing Stock of By Products on commercial production of DRI/Sponge Iron Plant "	1,372,552.60	-
Less : Opening Stock of Finished Goods	-	-
	29,518,255.15	-



(F) SALES OF SPONGE IRON ON TRIAL RUN (8404 M/T)	91,534,307.71	-
Total (A+B+C+D-E-F) = G	286,206,031.40	176,320,551.62
Less :		
Allocated to Fixed Assets on completion of DRI/Sponge Iron Plant	51,244,306.50	-
Allocated to Fixed Assets on completion of Wire Expansion Project	14,783,628.28	
		-
Carried over to Capital Work-in-Progress (Schedule-6)	220,178,096.62	176,320,551.62

10. Some of the advances included in Capital work in progress to the extent of Rs. 303.47 Lacs (Rs. 99.79 Lacs) is covered by performance guarantee received from the Bankers of the Contractors/Vendors and/or Corporate guarantee against the same.

11. CAPITAL COMMITMENTS

Estimated amount of Contracts remaining to be executed on Capital account and not provided for is Rs. 5523.00 Lacs (Previous year Rs 6807.80 Lacs), Advance Paid Rs. 123.46 Lacs, (Previous year Rs 127.63 Lacs) is covered by performance guarantee received from the Bankers of the Contractors/Vendors and/or Corporate guarantee against the same for Rs. 335.04 Lacs (Rs. 2,251.34 Lacs).

12. CONTINGENT LIABILITIES NOT PROVIDED FOR

a.	Sales Tax Liabilities (Under Appeal)	Rs. 5955.10 Lacs
	(Net of payments)	(Rs. 2193.83 Lacs)
	Bank Guarantees	Rs. 6173.19 Lacs
		(Rs. 6347.47 Lacs)
	Note: - Margin held by banks by way of pledge of FDRs for L/C & L/G	Rs. 1922.87 Lacs (Rs. 2219.10 Lacs)

b. In respect of the Letter of Undertaking/Guarantees for Rs. 2,454.61 Lacs (Previous Year Rs. 1,078.06 Lacs) issued in favour of Dy. Commissioner of Customs, for duty saved on account of Import of Plant & Machinery against the Import License issued under Para 5.2/5.7 of Exim Policy 2004-09 for lower Custom Duty under EPCG Scheme against which differential duty has been paid in the year of import. This concession is allowed based on the obligation that the Company will export items up to eight times of duty saved and realize money in Convertible Foreign Exchange out of which there is due export obligation of Rs. 19,577.42 Lacs over a period of 8 years from the date of issue of such license.

c. Show cause notices received by the Company has not been considered as Contingent Liability.

13. Dividend on Cumulative Preference Shares amounting to Rs 38.28 Lacs for two years ended 31st March 2010 has not been provided for.

14. In the opinion of Board of Directors of the Company the current assets, Loans & advances are approximately of the value as stated, if realised in the ordinary course of business. The provision for all known liabilities are adequate and not in excess of the amount reasonably necessary. There are no contingent liabilities other than those stated above. Certain balances of sundry debtors, advances and sundry creditors are subject to confirmations/reconciliation.

15. Construction Expenses include transfer of material from/to other units Rs. 443.12 Lacs (Rs. 168.75 Lacs) and Rs. 110.29 Lacs (Rs. 1,543.22 Lacs) respectively.

16. The Company has opted for Tax Holiday U/S 80 IA of the Income Tax Act, 1961 in respect of its income from power generation by 3 Nos. Wind Turbine Generators (WTG) for a period of 10 years from the financial year 2005-06.

17. The company is following the system of recognising CENVAT, Service Tax, Education Cess, Service Tax Receivable, VAT etc through receivable/payable in Balance Sheet.

18. Excise Duty and Cess recovered on sales during the year and shown in Schedule 14 as "Sales Net of Excise Duty" amounts to Rs. 4657.87 lacs (Previous year excise duty paid and CENVAT, Service Tax, Education Cess etc. utilised and debited/adjusted in other heads amounts to Rs. 12258.57 lacs) .

19. Excise Duty on increase/decrease in stock represents differential Excise Duty on Opening and Closing Stock of Finished Goods.

20. A sum of Rs. 66 Lacs has not been provided for maintenance of WTG for two years pending settlement of claim of the company for lower generation of power and break down of the WTG during earlier years.

21. There are two Foreign Currency Derivative Contracts

entered into by the company for hedging purposes outstanding as at 31st March, 2010 and an adverse position of Rs. 299.32 Lacs (approx) on Balance Sheet date has been indicated on Mark-to-Market basis which has not been provided in the accounts and will be dealt with at the time of crystallisation of the contracts.

22. MANAGERIAL REMUNERATION

Remuneration paid to the Managing Director and Whole time Director amounts to Rs. 18,00,000/- and Rs. 6,00,000/- respectively which is well within the limits prescribed under Schedule XIII of the Companies Act, 1956. Hence computation of net profit for the purpose of Directors remuneration under Section 349 of the Companies Act, 1956 has not been enumerated.

23. AUDITORS REMUNERATION

	31-03-2010	31-03-2009
	(in Rs.)	(in Rs.)
i) Audit Fees	15,00,000/-	13,50,000/-
ii) Tax Audit Fees	3,50,000/-	3,50,000/-
iii) Certification & Others	1,50,000/-	-- -
Total	20,00,000/-	17,00,000/-

24. UNHEDGED FOREIGN CURRENCY EXPOSURE AS ON BALANCE SHEET DATE

Particulars	Amount (In Foreign Currency)	Amount (in Rs)	Closing rate as on 31.03.2010
Foreign Currency Loan	US \$ 5.572 Million	Rs 25,15,20,080	1 US \$ = Rs. 45.14
Buyer's Credit	US \$ 2.095 Million	Rs 9,45,95,006	1 US \$ = Rs. 45.14

25. DISCLOSURE PURSUANT TO ACCOUNTING STANDARD - 15 (REVISED) 'EMPLOYEES BENEFITS'

a. Defined Contribution Plans

In accordance with the Accounting Standard 15 on employee benefits issued by the Institute Chartered Accountants of India, employer- established provident fund trust are treated as defined benefits plans. The Company in its Shyamnagar unit has established a provident fund trust which is exempted U/S 17 of Employees Provident Fund Act, 1952 which stipulates that the employer shall make good deficiency if any, in the interest rate declared by trust vis-à-vis statutory rate. For all other units the company contributes to the Regional Provident Fund Commissioner (RPFC) and recognized as expense for the year as under :

Employer's contribution to provident fund (to the Trust)	Rs 36,27,086/-
Employer's contribution to provident fund (to RPFC)	Rs 78,56,703/-

b. Defined Benefit Plans

In Keeping with the Company Gratuity Scheme (Defined Benefit plan) eligible employee are entitled to gratuity benefits (at half months eligible salary for each completed year of service on Retirement/Death/Termination). Vesting occurs upon completion of 5 years of service subject to the payment of Gratuity Act, 1972. The present value of obligation is determined based on actuarial valuation using the projected unit credit method. Obligation for the leave encashment is recognized in the same manner as Gratuity. Following are the further particulars with respect to Gratuity for the year-ended 31.03.2010 :

i) Changes in Defined Benefit obligation

Rs. in lacs

	Gratuity		Leave Encashment	
	2010	2009	2010	2009
1) Present value of obligation at the beginning of the year	384.05	310.33	23.78	15.99
2) Service Cost	39.00	40.00	8.54	12.96
3) Interest Cost	29.34	23.20	1.76	0.80
4) Expected Return on planned assets	--	--	--	--
5) Actuarial (Gain)/Loss	14.45	12.33	(3.95)	4.75
6) Benefit Paid	(34.53)	(1.81)	(3.66)	(10.72)
7) Present value of obligation at the end of the year	432.31	384.05	26.47	23.78

**ii) Change in Plan Assets**

Rs. in Lacs

	Gratuity		Leave Encashment	
	2010	2009	2010	2009
1) Plan Assets at the beginning of the year	230.27	219.12	-	-
2) Actual return on plan Assets	18.42	17.53	-	-
3) Contribution by the Company	6.71	-	-	-
4) Actual Benefits paid	(34.53)	(1.81)		
5) Actuarial (Gain)/Loss	12.72	(4.57)	-	-
6) Plan Asset at the end of year	233.59	230.27	-	-

iii) Reconciliation of the present value of defined obligation and fair value of planned Assets

Rs in Lacs

1)	Present value of the obligation at the end of the year	432.31	384.05	26.47	23.78
2)	Fair value of plan Assets at the end of the year	(233.59)	(230.27)	--	--
3)	Liability/(Asset) recognized/to be recognized in the Balance sheet	198.72	153.78	26.47	23.78

iv) Expenses Charged to Profit & Loss Account

Rs in Lacs

	Gratuity		Leave Encashment	
	2010	2009	2010	2009
Current Service Cost	39.00	40.00	8.53	12.96
Interest Cost	29.34	23.21	1.76	0.80
Expected return on Plan Assets	(18.42)	(17.53)	--	--
Actuarial (Gain) /Loss	1.73	16.90	(3.95)	04.75
Total Expenses Charged / (to be charged) in Profit & Loss A/c	51.65	62.58	6.34	18.51

v) Actuarial Assumptions As At 31st March 2010

	Gratuity		Leave Encashment	
	2010	2009	2010	2009
Discount Rate Per Annum Compound	8.0%	7.5%	8.0%	7.5%
Rate of Increase in Salary	5.0%	5.0%	5.0%	5.0%
Rate of Return on Plan assets	8.0%	8.0%	--	--

The Principal assumptions used in the calculation are the (1) Discount Rate, (2) Salary increase. The Discount rate is based upon the market yields available on Government Bonds at the accounting date with a term that matches debt of the liabilities and the salary increase take account of inflation, seniority, promotion and other relevant factors.

26. RELATED PARTY DISCLOSURES

Related Party Disclosure in accordance with Accounting Standard 18 issued by the Institute of Chartered Accountants of India where transaction exists :

- Joint Venture Company : Moira Madhujore Coal Limited
- Name of Related Parties and Description of Relationship :

Key Management Personnel {KMP} & their Relatives :

- Sri Ashish Jhunjunwala {Managing Director}
- Smt. Sharda Devi {Mother of M.D.}
- Smt. Neerza Jhunjunwala {Wife of M.D.}
- Sri. Naveen Gupta {Whole time Director}
- Ashish Jhunjunwala {HUF}

c. Enterprises where KMP/relatives of KMP have significant influence or control :

- i. Ramsarup Investments Limited
- ii. Ramsarup Projects Private Limited
- iii. Ramsarup Vyapaar Limited
- iv. Madhumalati Merchandise Private Limited
- v. Imtihan Commercial Private Limited
- vi. N. R. Mercantile Private Limited
- vii. Ramsarup Khadan Limited
- viii. Naresh Engineers Limited
- ix. Dinkar Commercial Private Limited
- x. Venguard Credit & Holding Private Limited
- xi. Balasore Minerals Co.

d. Employees' Benefit Plans where there is control :

- i) Ramsarup Industrial Corporation Employee's Gratuity Fund
- ii) Ramsarup Utpadak Unit II Employees Gratuity Fund

e. Transaction with Related Parties (Excluding reimbursements)

(Amount in Rs.)

Particulars	Enterprises where Control Exits	Key Management Personnel (KMP)	Relatives of KMP
Conversion Charges	30,61,101	-	-
	(5,59,93,987)	-	-
Managerial Remuneration	-	24,00,000	-
	-	(24,52,000)	-
Rent Paid	1,08,000	-	1,80,000
	(108,000)	-	(1,80,000)
Dividend Paid			
- Equity Shares	-	-	-
	(51,39,830)	(14,93,828)	(18,055)
- Preference Shares			
	(16,000)	(17,00,000)	

27. EARNING PER SHARE

	31.03.2010	31.03.2009
Earning per share has been computed as under :		
a) Profit/(Loss) after Taxation	44,37,97,964	(75,01,29,416)
b) Preference Shares Dividend & Tax thereon	(22,39,284)	(22,39,284)
Amount available to Equity Shareholders	44,15,58,680	(75,23,68,700)
No. of Effective Equity Shares	3,50,78,480	3,50,78,480
Earning Per Share (Basic & Diluted)	12.59	(21.45)



28. SEGMENT REPORTING

A. Primary Business Reporting (By Business Segment)

(Amount in Rs.)

Reportable Segments	Wires & Steel Products		Power		Infrastructure		Total	
	2009-10	2008-09	2009-10	2008-09	2009-10	2008-09	2009-10	2008-09
1) Segment Revenue								
Sales & Services	19,517,056,492	18,827,870,817	97,100,855	21,946,026	958,065,034	646,947,490	20,572,222,380	19,496,764,333
Other Income	19,563,825	139,734,511	-	-	-	-	19,563,825	139,734,511
Total	19,536,620,317	18,967,605,328	97,100,855	21,946,026	958,065,034	646,947,490	20,591,786,205	19,636,498,844
Less : Inter Segment Sales	(70,686,230)	(16,875,108)	-	-	-	(154,321,984)	(70,686,230)	(171,197,092)
	19,465,934,087	18,950,730,220	97,100,855	21,946,026	958,065,034	492,625,506	20,521,099,975	19,465,301,752

2) Segment Results								
Segment Result	501,796,340	(1,219,052,793)	10,178,977	5,774,481	154,167,048	113,824,972	666,142,365	(1,099,453,340)
Less : Unallocable Expenses							39,694,450	24,481,471
Profit/(Loss) Before Tax							626,447,914	(1,123,934,811)
Less : Provision for Tax (MAT)							56,429,400	-
Less : Income Tax Payment							-	-
for Earlier Years							3,802,002	
Less : Provision for FBT							-	2,464,000
Less : Deferred Tax Liability (Assets)							178,847,948	(376,269,397)
(Add) : Mat Credit Entitlement							(56,429,400)	
Profit/(Loss) After Tax							443,797,964	(750,129,414)

3) Segment Assets	25,664,223,081	23,358,412,950	140,354,656	148,421,259	958,197,490	939,488,313	26,762,775,227	24,446,322,522
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4) Segment Liability	18,798,219,460	20,520,647,608	49,165,313	70,561,380	451,328,640	565,617,861	19,298,713,413	21,156,826,849
Capital Employed (Segment Assets - Segment Liabilities)	6,866,003,621	2,837,765,342	91,189,343	77,859,879	506,868,850	373,870,451	7,464,061,814	3,289,495,673
Add : Unallocable Assets							93,418,826	-
Less : Unallocable Liabilities							1,499,062,952	-
							6,058,417,688	3,289,495,673

5) Capital Expenditure	1,317,372,454	7,090,796,555	-	-	3,671,933	5,183,358	1,321,044,386	7,095,979,913
Add : Unallocable	-	-	-	-	-	-	-	2,462,588
							1,321,044,386	7,098,442,500

6) Depreciation	359,987,432	283,878,193	9,576,600	9,576,600	1,476,128	899,345	371,040,160	294,354,138
Add : Unallocable	-	-	-	-	-	-	208,687	158,474
							371,248,848	294,512,612

Geographical Segment

The Company caters mainly to the needs of Indian Market and the export Turnover being 0.81% (Previous Year 5.88%) of the total turnover of the company there are no reportable geographical segments.

The Accounting policies adopted for segment reporting are in line with the accounting policies of the company.

Revenue & Expense have been identified to segment on the basis of the relationship to the operating activities of the segment but Revenue & Expense which relate to the enterprise as a whole, and not allocable to segments on a reasonable basis, have been shown under the head "Unallocable".

SCHEDULES

31ST MARCH 2010

Annual Report 2009-2010

29. ADDITIONAL INFORMATION PURSUANT TO THE PROVISIONS OF PARAGRAPH 3, 4C AND 4D OF PART II OF THE SCHEDULE VI OF THE COMPANIES ACT, 1956

a. PARTICULARS IN RESPECT OF GOODS MANUFACTURED

			Qty. in MTs.
i)	Licensed Capacity *		Not applicable
ii)	Installed Capacity	- Wire Drawing	1,68,000
	(As Certified)		(1,68,000)
		- Galvanising	84,000
			(84,000)
		- TMT Bars & Rods	1,67,000
			(1,67,000)
		- LRPC/Wire	66,000
			(36,000)
		- 3 WTG	3.75 MW
			(3.75)MW
		- Pig Iron	2,20,320
			(2,20,320)
		- Sponge Iron	1,82,500
			(-)
		- Waste Heat Recovery Boiler	22.00 MW
		Power Plant	(-)
iii)	Actual Production (Including conversion/processing)		
		- Wire Drawing#	1,31,132
			(1,30,916)
		- Galvanising#	95,193
			(1,01,389)
		- LRPC/Wire	66,389
			(30,494)
		- TMT Bars & Rods *	94,170
			(85,588)
		- Power Generated (KWH)	59,80,154 KWH
			(55,67,677 KWH)
		- Pig Iron	1,16,308
			(1,03,594)
		- Sponge Iron	32,639
			(-)
		- WHRB Power (Saleable)	1,44,57,000 KWH
			(-)

**iv) Stock of Finished Goods (Including for Resale)**

	Quantity	Value
	(MTs)	RS.
Opening Stock	36428	160,01,34,824
	(76067)	(279,41,94,778)
Closing Stock	55482	260,27,45,943
	(36428)	(160,01,34,824)

*Not applicable in terms of Govt of India Notification No S.C.477 (E) dated 25th July 1991.

ACTUAL PRODUCTION

- # 1) Wire drawing Production includes Conversion from outsiders: 2099 MTs
(5397)MTs
- # 2) Wire drawing production is including conversion for Inter transfer: 1639 MTs
(5386) MTs
- # 3) Wire Drawing production includes - 54047 MTs (38029 MTs) of annealed wire.
- # 4) Wire drawing production is inclusive of 44065 MTs (76164 MTs) used for captive production of Galvanised wire.
- * 5) Bars & Rods production includes conversion for outsiders 22568 MTs (NIL).

b. BREAK UP OF SALE OF PRODUCTS

Particulars	2009 – 2010		2008 – 2009	
	Quantity	Amount	Quantity	Amount
	(In MTs)	(In Rs)	(In MTs)	(In Rs)
G.I.Wires, Steel Wires, TMT Bars, Rods & Other Iron & Steel Products	371436	15,86,92,89,272	290058	15,10,45,33,213
Pig Iron & Sponge Iron	145010	328,41,07,043	137062	308,67,34,823
By-Products	113070	29,76,15,604	85825	60,07,85,454
		19,45,10,11,919		18,79,20,53,490

c. PURCHASE OF FINISHED GOODS : FOR RESALE

Iron & Steel Products	121988	3,33,39,41,129	55079	1,23,81,14,210
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30. RAW MATERIAL CONSUMED

Particulars	2009 – 2010		2008 – 2009	
	Quantity	Amount	Quantity	Amount
	(In MTs)	(In Rs)	(In MTs)	(In Rs)
Wire Rods/ H.B Wires/ Billets/ Ingots/ Slab/Square Bars	2,67,017	1150,86,21,939	2,40,204	1218,89,15,948
Lead / Zinc	2,245	22,02,85,701	2,258	22,94,88,362
Iron Ore	2,14,756	117,50,95,926	1,82,632	81,00,84,840
Coke	88,480	130,21,16,212	82,387	165,97,38,116
Coal	81,198	24,73,87,787	-	-
Dolomite	10,919	53,11,832	14,947	80,57,154
Lime Stone	10,780	17,62,534	15,790	49,01,910
Manganese	1,870	1,08,99,611	2,704	2,49,63,944
Quartzite	4,586	27,31,452	5,815	34,91,852
Iron Ore Fines	-	-	1,242	9,94,422
		1447,42,12,994*		1493,06,36,548

* Includes material consumed during Trial Run Rs.14,49,83,727/- as per Note 9(c) of Schedule 22.

31. a. VALUE OF IMPORTED / INDIGENOUS MATERIALS CONSUMED

	31.03.2010		31.03.2009	
	%	Rs	%	Rs
Indigenous	100.00	1447,42,12,994	99.35	1483,35,27,085
Imported Wire Rod/Zinc (Including on High Seas)	-	-	0.65	9,71,09,463
	100.00	1447,42,12,994	100.00	1493,06,36,548

b. C.I.F VALUE OF IMPORTED RAW MATERIALS :

Wire Rod/ Zinc (Including on High Sea)	NIL	NIL
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32. CONSUMPTION OF CHEMICALS & STORES & SPARES (100% INDIGENOUS)

Chemicals, Stores & Spares	826,34,062	1,181,63,591
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33. DISCLOSURE PURSUANT TO ACCOUNTING STANDARDS AS-7 "CONSTRUCTION CONTRACT"

		31.03.2010	31.03.2009
i)	Contract's Revenue recognised for the year.	34,17,59,046	36,29,91,640
ii)	Aggregate amount of Contract cost incurred and recognised Projects (less losses) for all contract in progress up to Balance Sheet date.	1,14,52,19,499	80,17,11,273
iii)	Gross amount due from Customers for Contracts in progress.	22,18,06,679	25,89,66,013
iv)	Gross amount due to Customers for Contracts in progress.	NIL	NIL

34. a. EXPORTS OF GOODS (F.O.B Value) :

		31.03.2010	31.03.2009
i)	Wires/ Steel Products	12,16,37,543	85,94,19,689
ii)	Pig Iron	3,51,98,226	24,61,95,203
		15,68,35,769	110,56,14,892

b. EXPENDITURE IN FOREIGN CURRENCY :

		31.03.2010	31.03.2009
i)	Foreign Travelling	5,77,185	6,80,940

35. The previous year figures had been regrouped, rearranged and reclassified wherever considered necessary Signatures to Schedule 1 to 22 to Balance Sheet as at 31st March, 2010 and Profit & Loss Account for the year ended on that date.

As per our report of even date annexed herewith

FOR P. K. LILHA & CO.
Chartered Accountants
Registration No- 307008E
CA. P. K. Lilha
Partner
Membership No. 11092
5, Fancy Lane
Kolkata - 700 001

For and on behalf of the Board

Ashish Jhunjunwala
Managing Director

Naveen Gupta
Director

Gajendra Kumar Singh
Company Secretary



BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE AS REQUIRED IN PART IV OF SCHEDULE VI OF THE COMPANIES ACT 1956

I. Registration Details

Registration No	32113	State Code	21
Balance Sheet Date	31.3.2010		

II. Capital Raised during the year (Amount in Rs.'000)

Public Issue	NIL	Right Issue	NIL
Bonus Issue	NIL	Private Placement	2249992

III. Position of Mobilisation and Deployment of Funds (Amount in Rs.'000)

Total Liability	23,914,456	Total Assets	23,914,456
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Sources of funds

Paid Up Capital	620,384	Reserve and Surplus	5,365,210
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Share Suspense	-	Secured Loan	16,139,254
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Defered Tax	72,824	Unsecured Loan	1,716,784
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Application of Funds

Net Fixed Assets	15,379,950	Investments	48
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Net Current Assets	8,532,919	Misc. Expenditure	1,539
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Accumulated Losses	Nil		
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IV. Performance of Company (Amount in Rs.'000)

Income	20,591,786	Total Expenditure	19,965,338
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Profit/Loss Before Tax	626,448	Profit/Loss After Tax	443,798
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Earning Per Share in Rs.	12.59	Dividend Rate %	NIL
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V. Generic Names of Principal Products

Product Despriction	Iron & Steel Coated With Zinc	Product Despriction	MS BILLETS
Item Code No. (ITC Code)	721720.01	Item Code No. (ITC Code)	720790

Product Despriction	Stranded Wire	Product Despriction	PIG IRON
Item Code No. (ITC Code)	731210.03	Item Code No. (ITC Code)	720110.00

Product Despriction	MS BARS / ROD	Product Despriction	IRON ORE FINES
Item Code No. (ITC Code)	7214.90	Item Code No. (ITC Code)	260111.04

For and on behalf of the Board

Place : Kolkata
Dated : 31st May, 2010**Ashish Jhunjunwala**
Managing Director**Naveen Gupta**
Director**Gajendra Kumar Singh**
Company Secretary



Ramsarup Industries Limited

Registered Office: Hastings Chambers, 7C, Kiran Shankar Roy Road, 1st Floor, Kolkata –700 001

ATTENDANCE SLIP

Members or their proxies are requested to present this form for admission, duly signed in accordance with their specimen signatures registered with the Company.

DP Id		Client Id
Regd. Folio No.*		No. of shares

	Name in Full	Father/Husband's Name	Address as Regd. with the Company
1			
2			
3			

I/We hereby record my/our presence at the 31th Annual General Meeting of the Company being held on Monday, 27th day of September 2010 at 10.00 A.M at Gyan Manch, 11, Pretoria Street, Kolkata - 700 071.

Please (√) in the box

MEMBER

PROXY

Members Signature

Proxy's Signature

*Applicable for investor holding shares in physical form.



Ramsarup Industries Limited

Registered Office: Hastings Chambers, 7C, Kiran Shankar Roy Road, 1st Floor, Kolkata - 700 001

PROXY FORM

DP Id		Client Id
Regd. Folio No.*		No. of shares

	Name in Full	Father/Husband's Name	Address as Regd. with the Company
1			
2			
3			

being a member of Ramsarup Industries Limited, hereby appoint _____ of _____ in the district of _____ or failing him _____ of _____ in the district of _____ as my/our Proxy to attend and vote for me/us on my/our behalf at the 31th Annual General Meeting of the Company scheduled being to be held on Monday, 27th day of September 2010 at 10.00 A.M at Gyan Manch, 11, Pretoria Street, Kolkata - 700 071 or/and at any adjournment thereof.

Signed this..... day of.....2010 Signature_____

*Applicable for investor holding shares in physical form.

Notes: The Proxy form duly completed and signed should be deposited at the registered office of the company, not later than 48 hours before the commencement of the Annual General Meeting.

Affix
Revenue
Stamp
Rs.1





Ramsarup Industries Limited

Registered Office: Hastings Chambers, 7C, Kiran Shankar Roy Road, 1st Floor, Kolkata –700 001

FROM 2B

(see rules 4CCC and 5D)

NOMINATION FORM

(To be filled in by individual applying singly or jointly)
(if jointly, only upto two persons)

I / We..... and the holders of Equity Shares
(Folio No.....) of Ramsarup Industries Limited wish to make a nomination and do hereby nominate
the following person in whom all rights of transfer and / or amount payable in respect of shares shall vest in the event
of my / our death.

Name and Address of Nominee

Name :

Address :

Date of Birth* :

(to be furnished in case the nominee is a minor)

**The Nominee is minor whose guardian is

Name and Address :

(**to be deleted if not applicable)

Signature..... Signature.....

Name Name

Address Address

Date Date

Folio No.

Signature of two Witnesses

Name and Addresses

Signature with date

1.

2.

Instructions:

1. The Nomination can be made by individuals only applying / holding shares on their own behalf singly or jointly upto two persons. Non-individuals including society, trust, body corporate, partnership firm, Karta of Hindu Undivided Family, holder of power of attorney cannot nominate. If the shares are held jointly all joint holders will sign the nomination form.
2. A minor can be nominated by a holder of shares in, that event the name and address of the Guardian shall be given by the holder.
3. The nominee shall not be a Trust, Society, Body Corporate, and Partnership Firm, Karta of Hindu

Undivided Family or a Power of Attorney holder. A non-resident Indian can be a nominee of re-patriable basis.

4. Nomination stands rescinded upon transfer of share made.
5. Transfer of share in favour of a nominee shall be valid discharge by a Company against the legal heir.
6. Shareholders should sign as per specimen signature(s) recorded with the Company.
7. Shareholder's address given here will not be considered for change of address. If any change in address is desired to be recorded, please write a separate letter.



Corporate Information

Board of Directors

Mr. Ashish Jhunjhunwala - Chairman & Managing Director
Mr. Naveen Gupta - Whole time Director & CFO
Mr. K. M. Lal
Mr. Debashis Sarkar - IDBI Nominee
Mr. Lalit Mohan Chatterjee
Mr. Bimal Kumar Jhunjhunwala
Mr. Aayush Lohia
Mr. M.S. Aftab

Company Secretary

Mr. Gajendra Kumar Singh

Auditors

M/S P. K. Lilha & Co.
Chartered Accountants
5, Fancy Lane
kolkata - 700001

Bankers & Financial Institutions

Punjab National Bank
Indian Overseas Bank
Vijaya Bank
The Karur Vysya Bank Ltd.
Allahabad Bank
UCO Bank
ING Vysya Bank Ltd.
United Bank of India
ICICI Bank Ltd.
Industrial Development Bank of India Ltd.
West Bengal Industrial Development Corporation Ltd.
Indian Renewable Energy Development Agency Ltd.
State Bank of India
Canara Bank
Central Bank of India
Oriental Bank of Commerce
Bank of India
The Federal Bank Limited
Development Credit Bank

OFFICES

1. Registred Office

Hastings Chambers, 1st and 2nd floor
7c, Kiran Shankar Roy Road
Kolkata - 700001
Ph: + 91 33 2242 1200
Fax: + 91 33 2242 1888
Email: company@ramsarup.com
Website: www.ramsarup.com

2. Branch Office

Raja Chambers, 2nd floor
4, Kiran Shankar Roy Road
Kolkata - 700001
Ph: + 91 33 40119300
Manufacturing units and service locations

Unit I: Ramsarup Industrial Corporation

Plot no. 6&7, 'D' block,
Kalyani, Nadia
West Bengal

Unit II: Ramsarup Utpadak

68, East Ghosh Para Road
Athpur, Shyamnagar
24 Parganas (North), West Bengal

Unit III: Ramsarup Vidyut

Village Khori
Taluka Sakri
District- Dhule, Maharashtra

Unit IV: Ramsarup Infrstructure

West Bengal and Rajasthan

Unit V: Ramsarup Nirmaan Wires

Mouza - Gopalpur, Durgapur
District - Burdwan, West Bengal

Unit VI: Ramsarup Lohh Udyog

Saha chowk, Rakha Jungle
Kharagpur, Paschim Midnapur
West Bengal

Registar & Share Transfer Agent

Link Intime India Pvt. Ltd.
59C, Chowringhee Road, 3rd floor
kolkata - 700020
Ph: 91 33 2289 0540
Tele Fax: 91 33 2289 0539
Email: kolkata@linktime.co.in



www.ramsarup.com

If undelivered, please return to:

Ramsarup Industries Limited

Hasting Chambers, 1st and 2nd Floor

7C, Kiran Shankar Roy Road, Kolkata 700 001, India

Ph : 91 33 2242 1200, 4000 9100, Fax : 91 33 2242 1888