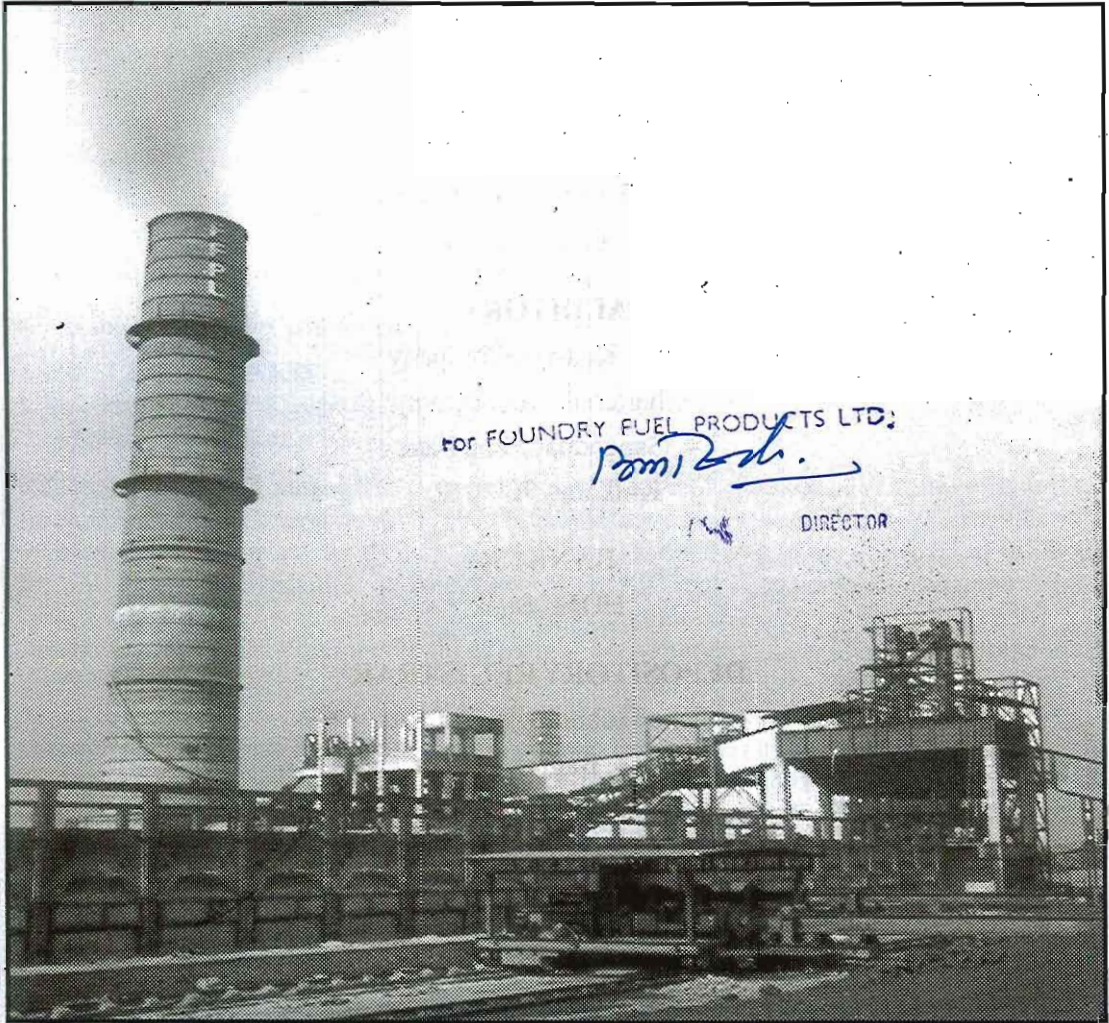


# ANNUAL REPORT

## 2010-2011



**FOUNDRY FUEL PRODUCTS LIMITED**

**BOARD OF DIRECTORS**

D. K. Agarwalla

- *Chairmain & Managing Director*

N.K. Agarwalla

Brij Mohan Todi

S. K. Kedia

Promod Kr. Agarwalla

**COMPLIANCE OFFICER**

B. Sharma

**AUDITORS**

Ashok Kedia & Company

Chartered Accountants

4, Gangadhar Babu Lane

Kolkata - 700 012

**BANKER**

HDFC Bank

**DEPOSITORY REGISTRAR**

Niche Technologies Pvt. Ltd.

C-444, Bagree Market,

71, B.R.B. Basu Road

Kolkata - 700 001

**REGD. OFFICE**

20, Biplabi Dinesh Majumder Sarani,

Type-A, 1<sup>st</sup> Floor, Kolkata - 700 053

**CORPORATE OFFICE & WORKS**

G. T. Road, Govindpur

Dhanbad, Jharkhand

**NOTICE OF ANNUAL GENERAL MEETING**

NOTICE is hereby given that the 47<sup>th</sup> Annual General Meeting of the Members of Foundry Fuel Products Limited will be held at "MAHAJATI SADAN" (Annexee Building), 166, Chittaranjan Avenue, Kolkata-700 007 on Monday, the 19<sup>th</sup> September, 2011 at 10.00 A.M. to transact the following: -

**AS ORDINARY BUSINESS**

1. To receive, consider and adopt Audited Balance Sheet of the Company as at 31<sup>st</sup> March, 2011 and the Profit & Loss Account for the year ended on that date together with the Reports of the Directors' and Auditors' thereon.
2. To appoint a Director in place of Mr. Santosh Kumar Kedia, who retires by rotation and, being eligible offers himself for re-appointment.
3. To appoint a Director in place of Mr. Nandan Kumar Agarwalla, who retires by rotation and, being eligible offers himself for re-appointment.
4. To appoint Auditors and fix their remuneration.

**AS SPECIAL BUSINESS**

5. To consider and if thought fit, to pass, with or without modification the following resolution as a Special Resolution: -

**"RESOLVED THAT** pursuant to the provisions of Section 81 (1A) and all other applicable provisions, if any, of the Companies Act, 1956 (including any statutory modification(s), amendment(s) or re-enactment(s) thereof for the time being in force) and **subject to the approval of the Board for Industrial & Financial Reconstruction (BIFR)** and in accordance with the existing guidelines, rules and regulations of the Securities and Exchange Board of India ("SEBI"), the Reserve Bank of India, the Government of India and all other applicable Acts, Rules, Regulations, Guidelines, if any and enabling provisions in the Listing Agreements and the Memorandum and Articles of Association of the Company (including any statutory modification(s), amendment(s) or re-enactment(s) thereof for the time being in force) entered into by the Company with the Stock Exchanges where the shares of the Company are listed and subject to such terms, conditions and modifications as may be considered appropriate and determined by the Board of Directors of the Company (hereinafter referred to as "the Board" which expression shall include any Committee thereof for the time being to which all or any of the powers hereby conferred on the Board by this resolution, may be / have been delegated) and subject also to such approvals, consents, permissions or sanctions (including any conditions thereof, or modifications to the terms contained therein), if any, of the appropriate authorities, as may be required and/or such terms and conditions, as may be prescribed while granting such consents and approvals and which may be agreed to by the Board, the Board of the Company be and is hereby authorised for conversion of unsecured loan of Rs. 4,97,77,000/- (Rupees Four Crores Ninety Seven Lacs Seventy Seven Thousand only) on a preferential basis, subject to the approval of the BIFR, into 49,77,700 Equity Shares of Rs.10/- each (at par) fully paid up to be issued and allotted to the Promoter/Director of the Company and/or to such other persons/ entities on such terms as may be deemed appropriate by the Board of Directors of the Company.

**“RESOLVED FURTHER THAT** the securities mentioned hereinabove shall be issued, subject to lock-in for a period of three years in respect of the above said allotment.”

**“RESOLVED FURTHER THAT** to the extent permitted as per the existing provisions of law in this regard all the Equity Shares to be allotted in preferential allotment shall rank pari-passu in all respects with the existing Equity Shares including dividend entitlement.”

**“RESOLVED FURTHER THAT** for the purpose of giving effect to this resolution, the Board be and is hereby authorised to do all such acts, deeds, matters and things, as it may in its absolute discretion deem necessary, proper or desirable and to settle any question, difficulty or doubt that may arise in regard to the offer, issue, allotment and utilization of the proceeds of the issue of the Equity Shares and further to do all such acts, deeds, matters and things to finalize and execute all documents and writings as may be necessary, desirable or expedient as it may deem fit.”

**“RESOLVED FURTHER THAT** the Board be and is hereby authorised to take necessary steps for listing of the Equity Shares allotted under the Preferential Issue on one or more recognized Stock Exchanges, where the Company’s shares are listed, as per the terms and conditions of the Listing Agreement with the Stock Exchanges concerned, and in accordance with such other guidelines, rules and regulations as may be applicable with regard to such listing.”

**“RESOLVED FURTHER THAT** the Board be and is hereby authorised to delegate all or any of the powers herein conferred to any Committee of Directors or the Chairman or any other Director(s) or Officer(s) or Constituted Attorney of the Company to give effect to the aforesaid resolution.”

By Order of the Board of Directors  
For Foundry Fuel Products Ltd.

Sd/-

20, Biplabi Dinesh Majumder Sarani,  
Type-A, 1<sup>st</sup> Floor,  
Kolkata -700 053  
12<sup>th</sup> August, 2011

(D.K. AGARWALLA)  
CHAIRMAN & MANAGING DIRECTOR

**Notes:**

1. A member entitled to attend and vote at this Annual General Meeting may appoint a proxy to attend and vote on a poll on his/her behalf. A 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 48 hours before the meeting.
2. The Register of Members and Share Transfer Books of the Company will remain closed from 15<sup>th</sup> September, 2011 to 19<sup>th</sup> September, 2011, both days inclusive.
3. An Explanatory statement as required under Section 173 (2) of the Companies Act, 1956 is attached herewith.
4. Members desiring any information on the accounts are requested to write the Company at least one week before the meeting so as to enable the management to keep the information ready.

**EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT, 1956: -****Item No. 5**

The demand for the coal is increasing in the country. The Company aims to actively pursue growth opportunities in the fast growing private sector.

Due to acute shortage of working capital and to repay the secured loan taken from the Industrial Development Bank of India ("IDBI") your Board of Directors ("Board") had taken unsecured loans of Rs. 95,00,000/- ( Rupees Ninety Five Lacs only) from Mr. D.K. Agarwalla & Rs. 4,02,77,000/- (Rupees Four Crores Two Lacs Seventy Seven Thousand only) from M/s. BLA Industries Ltd. during last couple of years. To repay the said unsecured loan, your Board has submitted a Draft Rehabilitation Scheme ("DRS") to the Board for Industrial and Financial Reconstruction ("BIFR") in which it is proposed to convert such unsecured loan into the equity shares of the Company subject to the approval of the said BIFR. Subject to such approval from the BIFR, your Board proposes to issue on preferential basis 49,77,700 equity shares @ Rs.10/- each fully paid up of the Company against unsecured loan of Rs. 4,97,77,000/- (Rupees Four Crores Ninety Seven Lacs Seventy Seven Thousand only) taken from both Mr. D.K. Agarwalla, Promoter-Director of the Company and M/s. BLA Industries Ltd. Such conversion is subject to the approval of the BIFR, the application of which is pending for approval. The ICDR Guidelines issued by the Securities and Exchange Board of India ("SEBI") for conversion of unsecured loan into equity and/or preferential issue shall not be applicable if the same is approved by the BIFR. The said equity shares proposed to be issued will be pari-passu in all respect including dividend, rights & bonus of the Company.

The securities issued under the above preferential issue shall be locked – in for a period of three years in respect of allotment to promoters from the date of allotment. The securities shall be non-tradable during the lock-in period. However, the *inter se* transfer amongst the promoters shall be permissible during the continuance of the lock-in period, provided that the securities so transferred shall remain under lock-in upto the period specified hereinabove.

Disclosure required to be made in the Explanatory Statement pursuant to the provisions of SEBI (Disclosure and Investor Protection) Guidelines, 2000 are set out below :

**OBJECTS OF THE ISSUE THROUGH PREFERENTIAL OFFER**

- a) To convert unsecured loan into equity, taken for day to day working capital purposes.
- b) To augment long term resources by infusing fresh equity.
- c) To raise funds for corporate actions viz., Capital Expenditure and general Corporate purposes.

**INTENTION OF THE PROMOTER/TO SUBSCRIBE TO THIS OFFER**

The unsecured loan will be converted into equity shares subject to the order of the BIFR. The Conversion of unsecured loan taken from the promoter viz., Mr. D.K. Agarwalla & BLA Industries Ltd. to whom 49,77,700 equity shares of the Company will be issued.

**SHAREHOLDING PATTERN BEFORE AND AFTER THE OFFER**

The information on shareholding pattern before and after the offer is as follows :

Name of the Shareholders	Pre Issue Shareholding (As on 12.08.2011)		Post Issue Shareholding (after conversion of loan)	
	No. of Shares Held	% of Shares	No. of Shares Held	% of Shares
<b>A. Promoters' Holding</b>				
(a) Indian Promoters				
i) Mr. D.K. Agarwalla	52,000	0.86	10,02,000	9.06
ii) BLA Industries Ltd.	9,400	0.15	40,37,100	36.51
(b) Others including Foreign holdings	14,63,184	24.07	14,63,184	13.23
<b>Sub Total (A)</b>	<b>15,24,584</b>	<b>25.08</b>	<b>65,02,284</b>	<b>58.81</b>
<b>B. Non-Promoters' Holding</b>				
(a) Mutual Funds & UTI	NIL	NIL	NIL	NIL
(b) Banks, FIs, Insurance and Institutions	NIL	NIL	NIL	NIL
<b>Sub Total (B)</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>
<b>C. Others</b>				
(a) Indian public & Other Corporate Bodies	45,54,116	74.92	45,54,116	41.19
(c) NRIs/ OCBs / FIs	NIL	NIL	NIL	NIL
Clearing Members	NIL	NIL	NIL	NIL
<b>Sub Total ( C )</b>	<b>45,54,116</b>	<b>74.92</b>	<b>45,63,516</b>	<b>41.19</b>
<b>Grand Total (A+B+C)</b>	<b>60,78,700</b>	<b>100.00</b>	<b>1,10,56,400</b>	<b>100.00</b>

**CONSEQUENTIAL CHANGES IN THE VOTING RIGHTS**

Voting rights will change in tandem with the shareholding pattern.

**PROPOSED TIME WITHIN WHICH THE ALLOTMENT SHALL BE COMPLETED**

The Board proposes to allot the equity shares after conversion of loan into Equity Shares within a period of 15 days from the date of passing of the resolution/subject to the approval of AAIFR/ BIFR, provided that where this allotment on preferential basis is pending on account of pendency of any approval of such allotment by any regulatory authority or the Central Government, the allotment shall be completed within 15 days from the date of such approval.

**THE IDENTITY OF THE PROPOSED ALLOTTEE AND THE PERCENTAGE OF POST PREFERENTIAL ISSUE CAPITAL THAT MAY BE HELD BY HIM**

Sl. No	Name & Category of the Proposed Subscriber	Pre Issue Holding		Post Issue Holding After conversion of loan Into Equity Shares	
		(Number)	(%)	(Number)	(%)
1	<b>Promoter</b>				
	(a) Mr. D.K. Agarwalla	52,000	0.86	10,02,000	9.06
	(b) BLA Industries Ltd.	9,400	0.15	40,37,100	36.51

**Presumptions :-**

1. All the shares as are offered to the proposed allottee are fully subscribed as conversion of loan.

Mr. D.K. Agarwalla, the Chairman & Managing Director of the Company to whom the above shares issued on conversion of loan into Equity Shares under preferential issue are proposed to be allotted subject to the approval of BIFR, and accordingly, may be deemed to be concerned or interested in the said resolution. Apart from him, none of the Directors of the Company is, in any way, concerned or interested in the said resolution, excepting as shareholders, if any.

Your Directors, therefore, recommend the said special resolution at Item No. 5 for your approval.

**DIRECTORS' REPORT**

Your Directors take pleasure in presenting the Forty Seventh Annual Report on the business and operations of the Company together with the Audited Accounts for the year ended 31st March, 2011.

**FINANCIAL RESULTS**

		Rs.
Loss before depreciation, interest & tax		9,73,632
Less: Interest	Rs. Nil	
Depreciation	<u>Rs. 20,51,071</u>	
		<u>20,51,071</u>
Loss before taxation & Prior Period Adjustments		30,24,703
Add: Short Provision on FBT		<u>3,675</u>
Loss for the year		30,28,378
Add: Amount of loss brought forward from last year		<u>8,80,72,569</u>
Balance of Loss Carried Forward		<u>9,11,00,947</u>

**PERFORMANCE & PROSPECTS**

During the year under review the overall economy was good but your company could not reap any benefit from that. Despite the market was good enough, your Company's performance was not good due to working capital shortage. The factory was shot down since April, 2010. During the year under review, revenue from operations of your Company decreased by nearly 60 % to Rs.7.18 Lacs compared to Rs. 17.85 Lacs of the previous year. The loss of the company increased to many fold due to brought forward losses. The accumulated losses of the Company increased to Rs.911 Lacs. Your Company is in a position of extreme working capital shortage. As the Networth of the Company has been eroded, hence the Company has been registered with the BIFR (Board for Industrial & Financial Reconstruction), New Delhi since 07.12.1998. A draft rehabilitation scheme has been submitted to the said BIFR for proper relief wherein the Promoters of the Company has intimated to infuse heavy funds for the revival of the Company. The rehabilitation scheme if passed by the BIFR will be very much beneficial & positive for the Company and your Company will come to profitability.

**REDUCTION OF PAID UP SHARE CAPITAL**

Due to erosion of Networth of the Company, your company was declared a sick industrial company under SICA as per the hearing of the BIFR (Board for Industrial & Financial Reconstruction), New Delhi held on 07.12.1998. The Company has heavy carry forward losses as on 2010-11. Its manufacturing operations are stopped since the April, 2010. The Company is in a very critical position to revive. In this overall situation, your Directors have submitted a draft rehabilitation scheme to BIFR wherein a reduction of share capital is proposed. To bring your company out of heavy losses and to make the Networth positive all the members have to forgo a 50 % of their shareholding through reduction of paid up share capital which is proposed for the interest of the Company.



**PREFERENTIAL ISSUE & ALLOTMENT**

Due to acute shortage of working capital and to repay the secured loan taken from the Industrial Development Bank of India ("IDBI") your Board of Directors ("Board") had taken unsecured loans of Rs. 95,00,000/- ( Rupees Ninety Five Lacs only) from Mr. D.K. Agarwalla & Rs. 4,02,77,000/- (Rupees Four Crores Two Lacs Seventy Seven Thousand only) from M/s. BLA Industries Ltd. during last couple of years. To repay the said unsecured loan, your Board has submitted a Draft Rehabilitation Scheme ("DRS") to the Board for Industrial and Financial Reconstruction ("BIFR") in which it is proposed to convert such unsecured loan into the equity shares of the Company subject to the approval of the said BIFR. Subject to such approval from the BIFR, your Board proposes to issue on preferential basis 49,77,700 equity shares @ Rs.10/- each fully paid up of the Company against unsecured loan of Rs. 4,97,77,000/- (Rupees Four Crores Ninety Seven Lacs Seventy Seven Thousand only) taken from both Mr. D.K. Agarwalla, Promoter-Director of the Company and M/s. BLA Industries Ltd. Such conversion is subject to the approval of the BIFR, the application of which is pending for approval. The ICDR Guidelines issued by the Securities and Exchange Board of India ("SEBI") for conversion of unsecured loan into equity and/or preferential issue shall not be applicable if the same is approved by the BIFR. The said equity shares proposed to be issued will be pari-passu in all respect including dividend, rights & bonus of the Company.

**FOREIGN EXCHANGE EARNING AND OUTGO**

There was no foreign exchange earning and outgo during the year under review.

**DIVIDEND**

In view of the huge accumulated losses from the previous years, your Directors regret to recommend a dividend.

**DIRECTORS**

Mr. Nandan Kumar Agarwalla & Mr. Santosh Kumar Kedia, retires by rotation at the forthcoming Annual General Meeting and being eligible offer themselves for re-appointment.

**AUDITORS**

The Auditors Messrs Ashok Kedia & Co., Chartered Accountants, retire at the forthcoming Annual General Meeting and being eligible offer themselves for re-appointment.

**AUDITORS' REPORT**

Appropriate notes to the Accounts explain the observations in the Auditors' Report.

**DIRECTORS' RESPONSIBILITY STATEMENT**

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

- i) That in the preparation of the annual accounts, the applicable accounting standards issued by the Institute of Chartered Accountants of India had been followed;

- ii) That the Directors had selected such accounting policies and applied them consistently and made judgements 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, 2011 and of the loss of the Company for the year ended on that date;
- iii) That the Directors had taken proper and sufficient care of 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; and
- iv) That the Directors had prepared the annual accounts on a going concern basis.

### PROMOTERS

The Promoters of the Company infused fresh Unsecured Loans for working capital shortages. Your Promoters are ready to bring in additional interest-free unsecured loans to meet all the unprovided and contingent liabilities, if any, as and when crystallized.

### CORPORATE GOVERNANCE

Your Company has taken adequate steps to ensure compliance with the provisions of Corporate Governance as prescribed under the Listing Agreements with the stock Exchanges. A separate report on Corporate Governance alongwith the certificate from Practising Company Secretary, Messrs D. Raut & Associates, Company Secretaries, confirming compliance with the conditions of Corporate Governance, as stipulated under Clause 49 of the Listing Agreements entered into with the Stock Exchanges is annexed.

### CONSERVATION OF ENERGY AND TECHNOLOGY ABSORPTION

Your Company used D.G. Set as the only form of energy, the consumption of which is very minimal. No such technology absorbed by the Company during the period under review. There is no other information under the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 to be furnished.

### PARTICULARS OF EMPLOYEES

During the year under review none of the employees of the Company was paid remuneration over the limit prescribed in Section 217 (2A) of the Companies Act, 1956.

### ACKNOWLEDGEMENT

Your Directors express their appreciation or assistance and co-operation received from Government authorities, banks, vendors, customers and Shareholders of the Company. Your Directors also wish to place on record their sincere sense of appreciation for their continuous support the sincere efforts put in by all employees and workmen in the performance of the Company.

20, Biplabi Dinesh Majumder Sarani,  
Type-A, 1<sup>st</sup> Floor, Kolkata -700 053  
12th August, 2011

For and on behalf of the Board  
Sd/-  
(D.K. AGARWALLA)  
Chairman & Managing Director

## MANAGEMENT DISCUSSION AND ANALYSIS

The Company's performance during the year ended 31st March, 2011 and the Management's views on future outlook are discussed below:

This report contains forward looking statements that address expectations or projections about the future including but not limited to statements about the Company's strategy for growth, expenditures and financial results which are based on assumptions and expectations of future events. The Company cannot guarantee that these assumptions and expectations are accurate or will be realized.

The Company's actual results, performance or achievements could thus differ materially from those projected in any such forward looking statements.

**During the year under review the overall economy performed well and the GDP registered a growth rate of around 8.5% against 7.4% during the previous year. The global economy too maintained a healthy pace of growth during the year under review. There has been an improvement in economic and financial conditions in India.**

The year saw a mixed results in the Coke market and a slow growth in Indian economy. There is mixed trend in Manufacturing Sector. Industrial production grew compared to the previous year.

The Government of India through its earlier policies and regulations have discouraged setting up of indigenous Coke industries due to the reduction in the landed price of imported low ash coal and custom duty thereon which made Low Ash Metallurgical Coke (LAMC) from imported coal competitive to LAMC manufacturers by high ash coal available indigenously. Since the Coal India Limited is the sole supplier of indigenous Coal, the main raw material, any changes in Government policies affecting coal prices may have an impact in the workings of the Company. Due to cut throat competition and working capital shortage your Company could not do well during the year under review.

A number of large public sector unit in India are also importing coal as the quality of imported coal is better than indigenous. The quality of imported coal is better due to the reason that the coals produced by them are of good quality and not regulated by their Government. The demand for indigenous coal declined because of low grade coal supplied by the Government Undertaking - BCCL, who is the sole supplier of indigenous Coal and have the monopoly in regulating the price and allotment of coal.

Your Company's manufacturing operations are stopped since the April, 2010. The Company is in a very critical position to revive. In this overall situation, your Directors has submitted a draft rehabilitation scheme to BIFR in which a reduction of share capital is proposed.

Your Company is not free while competing with the indigenous industries as well as with imported coal. Although the coke market is doing well but your Company's working are below expectation due to working capital shortage & carry forward losses of the previous years. In between these limiting factors your Company make losses.

Your Company's integrated plants are well in operation to manufacture LAMC with a Coal Washery. There is a large demand & supply gap for LAMC being consumed in steel, foundries & chemical industries. Its manufacturing operations are stopped since the April, 2010. The Company is in a very critical position to revive. In this overall situation, your Directors has submitted a draft rehabilitation scheme to BIFR in which a reduction of share capital is proposed. Your Company perceives that stiff competition and unclear Government policies as the major risk that confronts your Company and the coke Industry. Your Company also during the year perceives a tight cash flow and its subsequent impact on meeting of commitments to long term debts of State Bank of India as a major concern although the Company has settled the dues of the IDBI.

Your Company has adequate internal control systems, commensurate with its size of operations and nature of its business and works in a highly automated environment. The statutory auditors have certified in their audit report that the internal control procedure are adequate and commensurate with the size of the Company and nature of its business.

Your Company has again incurred loss of Rs.30.25 Lacs excluding the prior period changes and accordingly the accumulated losses increased to 911 Lacs. Your promoters arranged funds for working capital. It appears that the tight financial conditions will continue during the year also.

Your Company's constant endeavour has been to attract human potential by developing human values. Your Company has during the previous year continued to have good industrial relations with its workers and employees at all levels.

Statements in the Management Discussion and Analysis describing the Company's objectives, strengths, estimates, projections, expectations may be forward looking statements within the meaning of applicable laws and regulations. Actual results could differ materially from those expressed or implied. The economic conditions in which the Company operates, changes in Government regulations, other statutes and other incidental factors including the order to be passed by the AAIFR could make a difference to the Company's workings is regarded as important factors.

**REPORT ON CORPORATE GOVERNANCE**

The Company in terms of Clause 49 of the Listing Agreement with the Stock Exchanges, is in continuous process of updating the principles and practices of Corporate Governance for ensuring and protecting the rights of its shareholders by means of transparency, integrity, accountability, trusteeship and checks at the different levels of the management of the Company. The details of corporate governance systems & processes are enumerated as under:

**COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE**

Your Company's corporate Governance philosophy has been framed to ensure requisite standards of transparency, accountability and delegation across various working levels so as to attain geared growth and accelerated operational efficiency. The Company believes in due constant adherence to the said values in various communications and interactions with its stakeholders.

The Company believes that all its actions must focus of enhancing overall shareholders' value. The Directors are committed to serve fairly and in proper balance, the interests of all groups associated with the business viz. investors, customers, employees, suppliers, Government and the society in which it conducts its business. The Company maintains high moral and ethical standards to reflect honesty, integrity, impartiality, reliability and forthrightness in all relationships.

Pursuant to Clause 49 of the Listing Agreements with Stock Exchanges the following is a report on Corporate Governance Code as implemented by your Company:

**Board of Directors**

In terms of the Company's Corporate Governance Policy, all statutory and other significant and material information are placed before the Board to enable it to discharge its responsibilities of strategic supervision of the Company and as trustees of stakeholders.

**(a) Composition and Category of Directors**

The Board of Directors ("The Board") of the Company consists of 5 (Five) Directors, which constitutes an optimum combination of Executive & Non-Executive Directors, having considerable experience in the field of coke and allied matter.

Particulars of Directors as on 12<sup>th</sup> August, 2011 are given below :-

Director	Designation	Category	No. of outside Directorship held (*)	Committee Membership held in other Companies (*)	
				Member	Chairman /M.D.
Mr. D K Agarwalla	Chairman & M.D.	Executive	4	1	1
Mr. B.M. Todi	Director	Non-Executive/Independent	-	-	-
Mr. S. K. Kedia	Director	Non-Executive/Independent	-	-	-
Mr. N.K. Agarwalla	Director	Non-Executive/Independent	2	1	-
Mr. Pramod K Agarwalla	Director	Non-Executive/Independent	-	-	-

(\* Excludes Directorships in Private Limited Companies, Membership of Managing Committees of Chamber of Commerce/Professional Bodies, Co-operatives and Clubs.

**Board Meetings and Annual General Meeting (AGM)**

During the year under review, Six Board Meetings were held, the dates being 30.04.10, 31.07.10, 21.07.2010, 31.10.10, 31.01.11 & 07.02.2011.

The last AGM was held on 29<sup>th</sup> September, 2010

**(b) Details of Attendance of Directors at the Board Meetings:**

Director	Board Meetings		Whether attended last AGM
	Held	Attended	
Mr. D. K Agarwalla	6	6	NO
Mr. B. M. Todi	6	6	YES
Mr. S. K. Kedia	6	Nil	NO
Mr. Pramod K Agarwalla	6	Nil	NO
Mr. N. K. Agarwalla	6	6	YES

**(c) Shareholding of Non-Executive Directors**

As on 31.03.2011 the number of shares held by all Non-Executive Directors were as follows:-

Name of Non-Executive Directors	No. of Shares held on 31.03.2011
Mr. B.M. Todi	Nil
Mr. S.K. Kedia	Nil
Mr. N.K. Agarwalla	Nil
Mr. Pramod Kumar Agarwalla	Nil

**3. Committees of the Board**

The following committees have been constituted by the Board of Directors as on date with adequate delegation of powers to discharge day-to-day affairs of the Company as well as to meet the exigencies of the business of the Company: -

### A. Audit Committee

The Audit Committee is entrusted with review of quarterly and annual financial statements before submission to the Board, review of observations of auditors and to ensure compliance of internal control systems authority for investigation and access for full information and external professional advice for discharge of the functions delegated to the Committee by the Board. The scope of the audit committee, inter alia, includes :

- a) Review of the Company's financial reporting process, the financial statements and financial/risk management policies ;
- b) Review of the adequacy of the internal control systems and finance of the internal audit team ;
- c) Discussions with the management and the external auditors, the audit plan for the financial year and joint post-audit and review of the same.

The Audit Committee consists of three Non-executive Directors Mr. B.M. Todi, Chairman of the Committee, Mr. Santosh Kedia and Mr. Pramod Kumar Agarwalla are the members of the Audit Committee. The Chairman and the Managing Director along with the statutory auditors are invitees of the meetings of the Committee. The rules and the terms of reference of this Committee are wide enough covering matters specified under Clause 49 of the Listing Agreement.

The Audit Committee met five (5) times during the year on **30.04.2010, 31.07.2010, 21.07.2010, 31.10.2010 and 30.01.2011**. All the members have attended the Audit Committee Meeting held on those dates.

The composition of the Audit Committee and attendance of its meetings are given below:

Constitution	No. of Meetings Attended
Mr. B. M. Todi- Non- Executive –Independent Director –Chairman	5
Mr. Santosh Kumar Kedia – Non- Executive –Independent Director	5
Mr. Pramod Kumar Agarwalla - Non- Executive –Independent Director	5

The Audit Committee meetings are usually held at Company's Registered Office and attended by members of the Committee, other Accounts Heads and Unit Heads. Representative of the Statutory Auditors are also invited in the meeting as and when required. The Chairman of the Audit Committee was also present at the last Annual General Meeting of the Company. The Compliance Officer is the Secretary to the Audit Committee.

## B. Investor Grievance Committee

The Investors Grievance Committee consists of Mr. Santosh Kedia, Mr. Nandan Kumar Agarwalla and Mr. B. M. Todi, three non-executive Directors. The Committee oversees the performance of in-house transfer of shares & the Registrar of Demat shares and recommends measures for overall improvement of the quality of investor service.

The Committee met twice during the year. Given below is the position of the complaints received and attended during the year 2010-2011.

Complaints/correspondence/queries received	- 34
Complaints/correspondence/queries attended	- 34
Pending complaints/correspondence/queries as on 31.3.2011	- Nil

## C. Remuneration Committee

The Company was passing through a very hard time since the year 1998, hence no remuneration and sitting fees were given to any Directors except remuneration to the Executive Director. As such no separate Remuneration Committee has been formed.

### Details of remuneration paid / payable to Chairman & Managing Director of the Company for the year ended 31.03.2011

1) Chairman & Managing Director, Mr. D. K. Agarwalla was paid/payable remuneration of Rs. 4,80,000 (No perquisites / commission was paid/payable to him).

## D. Share Transfer & Dematerialisation Committee

The Share Transfer Committee meets periodically as and when required and is entrusted with transfer / transmission of shares, issue of duplicate share certificates, change of name/status, transposition of names, sub-division/ consolidation of share certificates, de-materialisation / re-materialisation of shares, etc.

The Share Transfer Committee comprises of the following members:

Mr. D.K. Agarwalla- Chairman  
Mr. B.M. Todi –Member  
Mr. N.K. Agarwalla- Member

Mr. Basant Sharma, Compliance Officer & Secretary to the Committee. The rules and the terms of reference of this Committee are wide enough covering matters specified under the provisions of the Companies Act, 1956 & Depository rules & guidelines regarding transfer & Dematerialisation etc. of shares. The share transfers & dematerialisation cases approved by the Committee in their meeting is noted at the forthcoming Board Meeting and so on.

The Committee met Eighteen (18) times during the year the dates being 16.04.2010, 08.05.2010, 25.05.2010, 22.06.2010, 29.06.2010, 20.07.2010, 14.08.2010, 04.10.2010, 23.10.2010, 02.11.2010, 29.11.2010, 18.12.2010, 27.12.2010, 06.01.2011, 19.01.2011, 12.02.2011, 01.03.2011 & 31.03.2011.

All the members have attended the Committee Meeting held on those dates.



#### 4. General Body Meeting

Location, date and time of the Annual General Meetings held during the last three years:

AGM	Year Ended	Venue	Date	Time
44 <sup>th</sup>	31.03.2008	Mahajati Sadan (Annexee Building), 166, C.R. Avenue, Kolkata-700007	29.09.2008	10.00 AM
45 <sup>th</sup>	31.03.2009	Mahajati Sadan (Annexee Building), 166, C.R. Avenue, Kolkata-700007	19.09.2009	10.00 AM
46 <sup>th</sup>	31.03.2010	Mahajati Sadan (Annexee Building), 166, C.R. Avenue, Kolkata-700007	29.09.2010	10.00 AM

No Special Resolution was passed and no postal votes were asked for.

#### Notes on Directors seeking Appointment/ Re-appointment.

According to the Articles of Association of the Company 1/3rd of the rotational Directors will retire by rotation and eligible to offer themselves for re-appointment at every Annual General Meeting.

At the ensuing Annual General Meeting Messrs. B.M. Todi & Pramod Kumar Agarwalla, will retire by rotation and being eligible offers themselves for re-appointment.

Given below are the abbreviated resumes of the Directors seeking appointment/re-appointment.

#### Mr. Santosh Kumar Kedia

Mr. Santosh Kumar Kedia is associated with coke industry for the last 8 years and has varied and wide experience in coal & steel industries & administration, banking as well as accounting matters. He has no other Directorship

#### Mr. Nandan Kumar Agarwalla

Mr. Nandan Kumar Agarwalla holds Bachelor Degree in Commerce. Mr. Agarwalla is associated with coke industry for the last 30 years and has varied and wide experience in administration, banking as well as accounting matters. He has no other Directorship.

#### Disclosures

During the year the Company had sale/purchase/transactions in normal course of business with its associate Companies. All transactions were carried out on arms length basis. None of the transactions with any of the related parties were in conflict with the interest of the Company.

There were no penalties imposed on the Company by Stock Exchanges or Securities and Exchange Board of India (SEBI) or by any regulatory authority for non-compliance of any laws.

The Company has not issued any debentures/GDRs/ADRs and has not accepted any deposits from the public and there are no warrants or any convertible instruments issued by the Company.

### Means of Communications

Quarterly results are faxed/sent by post to the Stock Exchanges immediately after Board Meetings as required under the Listing Agreement. Quarterly results are published in "Financial Express" in English Language and in "Kalantar" in Bengali Language.

### Secretarial Audit

A qualified Practising Company Secretary carried out a secretarial audit to reconcile the total admitted capital with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) and the total issued and listed capital. The audit confirms that the total issued/paid up capital is in agreement with the total number of shares in physical form and the total number of dematerialised shares held with NSDL and CDSL.

### General Shareholders Information

#### i) 47<sup>th</sup> Annual General Meeting

Venue	:	Mahajati Sadan(Annexee Building) 166,Chittaranjan Avenue, Kolkata - 700 007
Time	:	10.00 A.M.
Date	:	September 19, 2011

#### ii) Financial Calendar

Unaudited Results for the quarter ending 30 <sup>th</sup> June, 2011	-	End of July, 2011
Unaudited Results for the quarter ending 30 <sup>th</sup> Sept., 2011	-	End of Oct., 2011
Unaudited Results for the quarter ending 31 <sup>st</sup> Dec., 2011	-	End of Jan. , 2012
Unaudited Results for the quarter ending 31 <sup>st</sup> March, 2012	-	End of April, 2012
Audited Annual Accounts for 2011-2012	-	End of July, 2012
Annual General Meeting for the year Ending 31st March, 2012	-	End of Sept., 2012

#### iii). Date of Book Closure:

15<sup>th</sup> September, 2011 to 19<sup>th</sup> September, 2011 (Both days inclusive)

**Listing on Stock Exchanges**

The Company's securities are listed at :-

1. The Stock Exchange, Mumbai  
Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai - 400 023
- \*2. The Calcutta Stock Exchange Association Ltd.  
7 Lyons Range, Kolkata - 700 001
- \*3. The Stock Exchange, Ahmedabad  
Kamdhenu Complex, Opposite Sahajand College, Panjarapole,  
Ahmedabad - 380 015
- \*4. The Magadh Stock Exchange Association Ltd.  
"Ashiana Plaza", 9th Floor, Budh Marg, Patna - 800 001

\*{However, the Company has already applied to delist its shares from the Exchanges ("\*\*") and will continue listed on the Stock Exchange, Mumbai, which has nation wide trading terminals, as per the SEBI Delisting Guidelines, 2009}.

**Stock Code:-**

Stock Exchange	Stock Code
The Stock Exchange, Mumbai	513579
The Calcutta Stock Exchange Association Ltd.	F019
The Stock Exchange, Ahmedabad	17500
The Magadh Stock Exchange Association Ltd	F018

**Note:** There is no regular transaction at Calcutta Stock Exchange, Ahmedabad Stock Exchange and Magadh Stock Exchange.

**Stock Performance**

Not commented, as the fluctuations in share prices are not material. The shares are traded regularly in the Stock Exchange, Mumbai. The last 52 Weeks Highest price of a share was Rs.17.50 and the last 52 weeks Lowest price of a share was Re.8.25.

**Registrar & Share Transfer System**

The Dematerialisation Registrar and Transfer Agent of the Company for the shares held in electronic form is mentioned elsewhere in this Report. The Company transfers in-house the shares in physical form. The transfers are normally processed & returned within a stipulated time period of which the documents are complete in all respects. The Transfer Committee formed by the Board of Directors is empowered to approve transfers. The Company is in the process to handover the shares in physical form to the Common Registrar.

**Dematerialisation of shares**

The Company's shares are compulsorily traded in the demat form with effect from 20th December, 2000 for all categories of shareholders. All transfers are debited/credited through the respective Accounts maintained with the Depository Participants (DPs) of the Investors. 4569366 Equity

shares of the Company representing 75.17 % of the Company's share capital are dematerialized as on the date of this report/ as on 12.08.2011.

**Code No. allotted by NSDL/CDSL**

Under the Depository System, the International Securities Identification Number (ISIN) allotted to the Company's Shares is INE617C01019

**Shareholding Pattern of the Company as on 31.03.2011**

Category	Total Shares	% of Total Holding
Foreign Holding	3,00,000	4.94
Financial Institutions & Banks	Nil	Nil
Other Bodies Corporate	573161	9.43
Promoters, Directors & their relatives	1224584	20.15
Public	4554116	74.92
<b>TOTAL</b>	<b>60,78,700</b>	<b>100.00</b>

**Distribution of Shareholding as on 31.03.2011**

Range	Shareholders		Share (Amount)	
	Number	% to Total	In Rs.	% to Total
01 - 5,000	7856	99.04	26,974,830	44.37
5,001 - 10,000	31	0.40	2,492,680	4.10
10,001 - 20,000	12	0.15	1,585,200	2.61
20,001 - 30,000	10	0.13	2,437,630	4.01
30,001 - 40,000	2	0.02	675,090	1.11
40,001 - 50,001	3	0.03	1,450,300	2.39
50,001 - 1,00,000	10	0.13	7,112,490	11.70
1,00,001 and above	8	0.10	18,058,780	29.70
<b>TOTAL</b>	<b>7932</b>	<b>100.00</b>	<b>60787000</b>	<b>100.00</b>

**Plant Location**

The Company owns one factory, situated in Jealgora, G.T. Road, Govindpur, Dist- Dhanbad in the State of Jharkhand.

**Address for Correspondence**

Regd. Office: 20, Biplabi Dinesh Majumder Sarani,  
Type-A, 1<sup>st</sup> Floor, Kolkata -700 053,  
Telephone - 2248-6442/6167  
Fax - (033) 2248-6167

**Compliance Officer**

Mr. Basant Sharma  
8, Waterloo Street, 1<sup>st</sup> Floor, Kolkata - 700 069.  
Telephone/Fax - (033) 2498-8864

**CERTIFICATE OF COMPLIANCE OF CORPORATE  
GOVERNANCE AS REQUIRED UNDER THE LISTING  
AGREEMENT WITH STOCK EXCHANGES**

To  
The Members of  
Foundry Fuel Products Limited

I have examined the compliance of conditions of Corporate Governance by Foundry Fuel Products Limited, for the year ended on 31st March, 2011, as stipulated in Clause 49 of the Listing Agreement of the said Company with the Stock Exchanges.

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

In my opinion and to the best of our information and according to the explanations given to me, I certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above-mentioned Listing Agreement.

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

Sd/-  
(D. Raut)  
D. Raut & Associates  
Practising Company Secretary

Kolkata  
12<sup>th</sup> August, 2011

M. No. 16624  
C.P. No.5232

**Certification by Chairman & Managing Director of the Company**

Declaration for Compliance with the Code of conduct of the Company as per Clause 49(I)(D)(ii) of Listing Agreement.

I, Debendra Kumar Agarwalla, Chairman and Managing Director of Foundry Fuel Products Limited declare that as of 31st March, 2011 all the Board members and senior management personnel have affirmed compliance with the code of conduct of the Company.

Place : Kolkata  
Date : 12<sup>th</sup> August, 2011

Sd/-  
(D.K. Agarwalla )  
Chairman & Managing Director

**AUDITOR'S REPORT**

To  
The Members of  
M/s Foundry Fuel Products Ltd.

We have audited the attached Balance Sheet of M/s Foundry Fuel Products Ltd. as at 31<sup>st</sup> March 2011 and also the Profit and Loss Account for the year ended on that date annexed thereto and Cash Flow Statement for the year ended on that date. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

As required by the Companies (Auditor's Report) Order, 2004 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.

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

- (i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
- (ii) In our opinion, proper books of account as required by law have been kept by the company so far as appears from our examination of those books;
- (iii) The Balance Sheet and Profit and Loss Account and cash flow statement dealt with by this report are in agreement with the books of account;

- (iv) In our opinion, the Balance Sheet and Profit and Loss Account and cash flow statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956;
- (v) On the basis of written representations received from the directors, as on 31<sup>st</sup> March, 2011, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31<sup>st</sup> March, 2011 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;
- (vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read with Notes to the account in Schedule No. 11 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:
- (a) in the case of the Balance Sheet, of the state of affairs of the Company as at 31<sup>st</sup> March, 2011; and
- (b) in the case of the Profit and Loss Account, of the Loss for the year ended on that date.
- (c) In the case of Cash Flow Statement of the Cash flow's of the company for the year ended on that date.

4, Gangadhar Babu Lane,  
Kolkata – 700 012.

Dated the 12<sup>th</sup> day of August, 2011.

For ASHOK KEDIA & COMPANY,  
CHARTERED ACCOUNTANTS,

Regn. No. 323330E

CA. A.K. KEDIA  
PARTNER

M. No. 050510

**Annexure**

Referred to in paragraph 3 of our report of even date.

- (i) (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets on the basis of available information.
- (b) All the fixed assets have not been physically verified by the management during the year but there is a regular programme of verification which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such verification.
- (c) In our opinion, the company has not disposed off any fixed assets during the year and the going concern status of the company is not affected.
- (ii) According to information and explanations given to us, there was no inventory. Therefore, the provisions of clause 4(ii) of the Companies (Auditor's Report) Order, 2004 are not applicable to the company.
- (iii) (a) The Company has not granted any loan secured or Unsecured to the companies, Firm or other parties covered in registered maintained u/s. 301 of the Companies Act 1956. Accordingly clause (iii) (b) to (iii) (d) of paragraph 4 of the Order are not applicable to the company for the current year.
- (b) The company has taken interest free un-secured loan from two parties covered in the register maintained under section 301 of the Companies Act, 1956. The maximum amount involved during the year was Rs. 97.00 Lacs and the year-ended balance of loans taken from such Party was Rs. 95.00 Lacs.
- (c) In our opinion and according to the information and explanation given to us, the rate of Interest and other terms and conditions on which loan have been taken are not, prima facie prejudicial to the interest of the company.
- (d) There was no stipulation for repayment of the above loan but the same was stated to be repayable on demand .
- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business with regard to purchases of inventory, fixed assets and with regard to the sale of goods and services. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal controls system.
- (v) (a) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contacts or arrangements, that needed to be entered in the register maintained under section 301 of the Companies Act, 1956 have been so entered.



- (b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements, that needed to be entered in the register maintained under section 301 of the Companies Act, 1956 have been so entered. In our opinion and according to the information and explanations given to us, there are no transaction in pursuance of contract or arrangements entered in the register maintained under section 301 of the Companies Act, 1956 aggregating during the year to Rs. 5,00,000/- or more in respect of any party in the said financial year.
- (vi) According to information and explanations given to us, the company has not accepted any deposits from public; hence the provisions of sections 58A and 58AA of the Companies Act, 1956 and rules framed there under are not applicable.
- (vii) In our opinion, the company has an internal audit system commensurate with the size and nature of its business.
- (viii) As informed to us the Central Government has not prescribed the maintenance of cost records under section 209(1) (d) of the Companies Act, 1956 for the company.
- (ix) (a) The Company has been generally regular in depositing income-tax, sales tax and cess with the appropriate authorities. The provisions relating to provident fund, investor education and protection fund, employees state insurance, wealth tax, service tax, custom duty and excise duty are applicable to the Company.  
(b) According to the information & explanation given to us, there is no undisputed amount payable in respect of provident fund, investor education and protection fund, employees' state insurance, income-tax, sales tax, custom duty, excise duty cess and other material outstanding, at the year end, for a period of more than six months from the date they become payable.  
(c) As at 31<sup>st</sup> March 2011, according to the records of the company and information & explanation given to us, no undisputed of statutory dues are pending before appropriate authorities.
- (x) Accumulated losses of the company are more than 50% of its net worth. The company has incurred cash losses during the financial year covered by our audit and also incurred cash losses in immediately preceding financial year.
- (xi) Based on our audit procedures and as per the information & explanation given by the management, the company has not taken any amount during the year from any financial institutions or banks and the company has not issued any debentures. Therefore, the provisions of clause 4(xi) of the Companies (Auditor's Report) Order, 2004 are not applicable to the company.
- (xii) According to information and explanations given to us and based on the documents and records produced to us, the company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) In our opinion, the company is not a chit fund or a nidhi/mutual benefit fund/society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2004 are

not applicable to the company.

- (xiv) According to the information and explanations given to us the company is not dealing or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the order, are not applicable.
- (xv) According to the information and explanations given to us the company has not given guarantees for loan taken by others from banks or financial institutions.
- (xvi) In our opinion, the company has not taken any term loan.
- (xvii) According to the information and explanations given to us and overall examination of the Cash Flow Statement and Balance Sheet of the Company, in our opinion, the fund raised on short term basis have, prima facie, not been used for long term Investment..
- (xviii) According to the information and explanations given to us, the company has not made preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Act, 1956.
- (xix) According to the information and explanations given to us, the company has not issued any secured debentures during the period covered by our report. Accordingly provisions of Clause 4 (xix) of the Companies (Auditors Report) Order 2004 are not applicable to the company.
- (xx) During the period covered by our audit report, the company has not raised any money by way of public issues during the year.
- (xxi) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per the 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 course of our audit.

4, Gangadhar Babu Lane,  
Kolkata – 700 012.

**For ASHOK KEDIA & COMPANY,  
CHARTERED ACCOUNTANTS,  
Regn. No. 323330E**

**Dated the 12<sup>th</sup> day of August, 2011.**

**CA. A.K. KEDIA  
PARTNER  
M. No. 050510**

**BALANCE SHEET AS AT 31ST MARCH, 2011**

	Schedule	AS AT		AS AT	
		31.03.2011	31.03.2010	31.03.2011	31.03.2010
		Rs.	Rs.	Rs.	Rs.
<b>SOURCES OF FUND</b>					
Shareholder's Fund					
Share Capital	1	60,675,500		60,675,000	
<b>LOAN FUND</b>					
Un-Secured Loan	2	51,727,187		51,377,187	
			<b>112,402,687</b>	<b>112,052,187</b>	
<b>APPLICATION OF FUND</b>					
<u>Fixed assets</u>					
a) Gross Block	3	87,755,494		87,755,494	
b) Less : Depreciation		<u>71,687,837</u>		<u>69,636,766</u>	
c) Net Block			16,067,657		18,118,72
Capital Work in Progress			1,355,000		1,355,000
Investment	4		321,250		321,250
<b>CURRENT ASSETS, LOANS &amp; ADVANCES:</b>					
a) Sundry Debtors	5	269,693		129,228	
b) Cash & Bank Balances	6	118,996		394,059	
c) Loans & Advances	7	4,110,989		4,230,417	
		<u>4,499,678</u>		<u>4,753,704</u>	
Less : Current Liabilities & Provisions	8				
a) Current Liabilities		843,743		476,145	
b) Provision		<u>105,791</u>		<u>104,452</u>	
		<u>949,534</u>		<u>580,597</u>	
Net Current Assets			3,550,144		4,173,107
<b>MISCELLANEOUS EXPENDITURE</b>					
(To the extent not written off or adjusted)					
Preliminary Expenses			7,689		11,533
<b>PROFIT &amp; LOSS A/C.</b>			<u>91,100,947</u>		<u>88,072,569</u>
			<b>112,402,687</b>		<b>112,052,187</b>

Notes on Account & Accounting Policies 11

The Scheduled referred to above from an integral part of Balance Sheet.

As per our report of even date annexed hereto

**For Ashok Kedia & Company**

**Chartered Accountants**

**(A.K.Kedia)**

Partner

4, Gangadhar Babu Lane,

Kolkata 700 012

Dated the 12th day of August, 2011

Sd//

**(D. K. Agarwalla)**

**Chairman & Managing Director**

Sd/-

**(N. K. Agarwalla)**

**Director**

**PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2011**

	Schedule	Year Ended 31.03.2011		Year Ended 31.03.2010	
		Rs.	Rs.	Rs.	Rs.
<b><u>INCOME</u></b>					
Other Income	9	717,897		1,785,011	
			<u>717,897</u>		<u>1,785,011</u>
<b><u>EXPENDITURE</u></b>					
Manufacturing & Other Expenditure	10	1,687,685		2,091,760	
Miscellaneous Expenses W/Off		3,844		3,844	
Bad Debts		-		4,899,011	
Depreciation		2,051,071		2,369,512	
			<u>3,742,600</u>		<u>9,364,127</u>
Profit (Loss) before Taxation & Extraordinary items			(3,024,703)		(7,579,116)
Prior period Adjustment a/c. (refer note (xiv) of scheduled-11)			-		(21,714,187)
Profit (Loss) before Taxation			(3,024,703)		(29,293,303)
Excess (Short) Provision of FBT		(3,672)		-	
Short/excess provision of FBT W/off		(3)	(3,675)		-
Profit (Loss) after Taxation			(3,028,378)		(29,293,303)
Net Profit/ (Loss)			(3,028,378)		(29,293,303)
Add : Loss brought forwarded from last year			(88,072,569)		(58,779,266)
Balance carried to Balance Sheet			(91,100,947)		(88,072,569)
Earning per share (Basic & Diluted) (Rs)			(0.50)		(4.82)

(Face Value Rs.10/- each)

Notes on Account & Accounting Policies 11

The Scheduled referred to above from an integral part of Balance Sheet.

As per our report of even date annexed hereto

**For Ashok Kedia & Company**  
Chartered Accountants  
(A.K.Kedia)

Partner

4, Gangadhar Babu Lane,

Kolkata 700 012

Dated the 12th day of August, 2011

Sd/-  
(D. K. Agarwalla)  
Chairman & Managing Director

Sd/-  
(N. K. Agarwalla)  
Director

**SCHEDULES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2011 & PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON THAT DATE**

	AS AT 31.03.2011 <u>(Rs.)</u>	AS AT 31.03.2010 <u>(Rs.)</u>
<b>SCHEDULE : 1</b>		
<b><u>SHARE CAPITAL</u></b>		
<b><u>AUTHORISED</u></b>		
10,000,000 (100,00,000) Equity Shares of Rs.10/- each	<u>100,000,000</u>	<u>100,000,000</u>
<b><u>Issued,Subscribed &amp; Paid Up :-</u></b>		
60,78,700 (60,78,700) Equity Shares of Rs.10/- each fully paid up (Out of which 4845 (4845) shares have been allotted as fully paid up pursuant to contract without payment being received in cash.)	60,787,000	60,787,000
Less : Allotment Money in arrears	111,500	112,000
	<u>60,675,000</u>	<u>60,675,000</u>
<b>SCHEDULE : 2</b>		
<b><u>UNSECURED LOANS</u></b>		
From Body Corporate	42,227,187	41,877,187
From Directors	9,500,000	9,500,000
	<u>51,727,187</u>	<u>51,377,187</u>

Schedules Annexed to and Forming part of the Balance Sheet as at 31st March, 2011

**SCHEDULE :3**

PARTICULARS	GROSS BLOCK			DEPRECIATION			NET BLOCK	
	Cost as on 01.04.2010	Additions	Total	Up to 31.03.2010	For the Year	Total	As at 31.03.2011	As at 31.03.2010
Land	905,668	--	905,668	--	--	--	905,668	905,668
Shed & Building	24,260,749	--	24,260,749	11,645,103	761,875	12,406,978	11,853,771	12,615,646
Plant & Machinery	57,989,723	--	57,989,723	53,408,430	1,285,960	54,694,390	3,295,333	4,581,293
Electric Installation	3,445,692	--	3,445,692	3,445,692	--	3,445,692	--	--
Furniture & Fixture	25,390	--	25,390	24,580	--	24,580	810	810
Computers	43,075	--	43,075	40,888	--	40,888	2,187	2,187
Office Equipment	231,792	--	231,792	218,668	3,236	221,904	9,888	13,124
Vehicles	853,405	--	853,405	853,405	--	853,405	--	--
<b>Total</b>	<b>87,755,494</b>	<b>--</b>	<b>87,755,494</b>	<b>69,636,766</b>	<b>2,051,071</b>	<b>71,687,837</b>	<b>16,067,657</b>	<b>18,118,728</b>
Previous year	87,755,494	--	87,755,494	67,267,254	2,369,512	69,636,766	18,118,728	--



	AS AT 31.03.2011 (Rs.)	AS AT 31.03.2010 (Rs.)
<b>SCHEDULE : 4</b>		
<b><u>INVESTMENTS (at Cost)</u></b>		
<u>Long Term :</u>		
<u>Quoted :-</u>		
48,500 Equity Shares of Anup Malleables Limited of Rs. 10/- each fully paid up.	485,000	485,000
<u>Uncoated :-</u>		
10,000 Equity Shares of M.& E.Engg. Co. (P) Ltd. Of Rs.10/-each fully paid up.	100,000	100,000
10,000 Equity Shares of B.L.Organics (P) Ltd. of Rs.10/- each fully paid up.	100,000	100,000
	<u>685,000</u>	<u>685,000</u>
Less :Provision for Diminution in value of long term investment	<u>363,750</u>	<u>363,750</u>
	<u><b>321,250</b></u>	<u><b>321,250</b></u>
<b><u>SUMMARY</u></b>		
Aggregate of quoted investments Cost	485,000	485,000
Aggregate of Non quoted investments	200,000	200,000
Market Value of quoted Investment	121,250	121,250
 <b>SCHEDULE : 5</b>		
<b><u>SUNDRY DEBTORS</u></b>		
(Unsecured Considered Good)		
Out standing for a period exceeding Six Months	-	-
Others Debts	269,693	129,228
	<u><b>269,693</b></u>	<u><b>129,228</b></u>

<b>SCHEDULE : 6</b>	<b>AS AT 31.03.2011 (Rs.)</b>	<b>AS AT 31.03.2010 (Rs.)</b>
<b><u>CASH &amp; BANK BALANCES</u></b>		
Cash in hand (as certified by the management)	96,729	388,015
With scheduled Banks in Current Account	<u>22,267</u>	<u>6,044</u>
	<b><u>118,996</u></b>	<b><u>394,059</u></b>

**SCHEDULE : 7**

**LOANS & ADVANCES**

(Unsecured considered good)

Advances recoverable in cash or in kind or for the value to be received.

Share Application Money

Advance to S.Tax Department under appeal

Prepaid Expenses

Advance/TDS Receivable (Net of Provision)

Security Deposit

2,047,622	2,046,747
1,750,000	1,750,000
-	116,012
4,650	8,432
4,057	4,566
<u>304,660</u>	<u>304,660</u>
<b><u>4,110,989</u></b>	<b><u>4,230,417</u></b>

**SCHEDULE : 8**

**CURRENT LIABILITIES & PROVISIONS.**

Current Liabilities

Sundry Creditors

Due to Micro, Small & Medium Enterprises

Others

Liabilities for Expenses

Tax Deducted at Source

-	-
340,904	250,481
489,189	221,939
<u>13,650</u>	<u>3,725</u>
<b><u>843,743</u></b>	<b><u>476,145</u></b>

Provisions

For FBT

For Gratuity

-	836
105,791	103,616
<u>105,791</u>	<u>104,452</u>
<b><u>949,534</u></b>	<b><u>580,597</u></b>



	AS AT 31.03.2011 (Rs.)	AS AT 31.03.2010 (Rs.)
<b>SCHEDULE : 9</b>		
<b><u>OTHER INCOME</u></b>		
Plant Rent Received {TDS -1798/-(P.Y-7979/-)}	231,699	1,769,974
Interest Received from Income Tax Department	243	15,037
Interest Received on Security Deposits	19,955	-
Sale of Rej. Fire Bricks	466,000	-
	<u>717,897</u>	<u>1,785,011</u>
<b>SCHEDULE : 10</b>		
<b><u>MANUFACTURING &amp; OTHER EXPENDITURE</u></b>		
Repairs to Plant & Machinery	-	223,200
Repairs to Building	-	328,080
Director Remuneration	480,000	480,000
Salary, Wages, Bonus & Gratuity	234,825	462,704
Rent, Rates & Taxes	27,057	16,690
Insurance	11	830
Vehicles Maintenance	2,537	7,305
Miscellaneous Expenses	103,320	146,208
Postage	39,051	32,612
Printing & Stationery	46,700	45,150
Travelling Expenses	18,068	19,968
Auditors Remunerations	16,545	16,545
Appeal Fee	-	38,000
Sales Tax	127,421	27,941
Penalty	-	19,453
General Charges	336,030	-
Professional & Consultancy	210,795	188,074
Legal Charges	43,000	31,500
Intrest paid to I.Tax Department	950	-
Previous Year Expenses	1,375	7,500
	<u>1,687,685</u>	<u>2,091,760</u>

**SCHEDULE – 11****NOTES TO THE BALANCE SHEET AS AT 31<sup>st</sup> MARCH 2011 AND PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON THAT DATE****1. SIGNIFICANT ACCOUNTING POLICIES:****(A) Basis of preparation of financial statements :**

- (i) The financial statements have been prepared under the historical cost convention and accrual basis in accordance with the generally accepted accounting principles and provisions of the Companies Act, 1956 as adopted consistently by the Company.
- (ii) Accounting policies not specifically referred to otherwise be consistent with generally accepted accounting principles followed by the Company.

**(B) Fixed Assets and Depreciation :**

- (i) Fixed Assets are stated at cost less depreciation.
- (ii) Depreciation is provided on Straight-Line method at the rates specified in Schedule --XIV of the Companies Act, 1956.

**(C) Impairment of Assets**

An asset is treated as impaired when carrying cost of the asset exceeds its recoverable amount. An impairment loss, if any, is charged to the Profit and Loss Account in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting periods is reversed if there has been a change in the estimate of the recoverable amount.

**(D) Investments:**

- (i) Long Term Investments are carried at cost after deducting provisions, where the fall in market value has been considered as other than temporary in nature.
- (ii) Current Investments are valued at lower of cost or market value.

**(E) Valuation of Inventories:**

Raw materials, stores & spares and finished goods are valued at cost or net realizable value, whichever is lower. Cost is determined on FIFO Basis.

**(F) Borrowing Cost:**

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost till the assets are ready for use. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are treated as expense in the period in which these are incurred.

**(G) Sales:**

Sales are net off sales tax. Revenue from sales is recognized at the point of dispatch to the customers when the risk and reward stands transferred to the customers.

**(H) Provisions, Contingent Liabilities & Contingent Assets:**

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognized but are disclosed in the notes to the accounts. Contingent Asset is neither recognized nor disclosed in the financial statements.

**(I) Taxes on Income**

Current Tax is determined as the tax payable in respect of taxable income for the year.

Provision is made for Deferred tax for all timing differences arising between taxable income and accounting income at currently enacted or substantively enacted tax rate.

Deferred Tax assets are recognized, only if there is reasonable certainty that they will be realized and are reviewed for the appropriateness of their respective carrying values at each balance sheet date.

**(J) (i) Employee Benefits**

Short-term Employees Benefits : Short term Employees benefits are recognized as an expense at the undiscounted amount in the profit and loss account of the year/period in which the related services are rendered.

- ii) Long term employee benefits are recognized as an expense in the Profit & Loss account for the year in which the employee has rendered services. The expense is recognized at the present value of the amounts payable determined using actuarial valuation techniques. Actuarial gains and losses in respect of long term benefits are charged to the Profit and Loss account.

**2. NOTES ON ACCOUNTS:-**

- (i) Previous year's figures have been re-grouped / re-arranged wherever necessary and figures for previous year and current year have been rounded off to the nearest rupee.
- (ii) **Sundry Creditors**  
Disclosure under Micro and Small Enterprises Development Act, 2006 : The company has not received the required information from Creditors regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006. Hence disclosures, if any, relating to amounts unpaid as at the year end together with interest paid/ payable as required under the said Act have not been made.
- (iii) In the opinion of the Board of Directors, all current assets, loans & advances are expected to realize in the ordinary course of business at least an amount equal to the amount at which they are stated in the Balance Sheet.
- (iv) **Contingent Liabilities :**  
Claims against the Company not acknowledged as debts Rs: 33,832,837/- (Previous year 34,140,695/-) towards interest payable to B.L.A. Industries Ltd. In the opinion of Management this amount is not payable in terms of order passed by AAIFR.

(v) Miscellaneous Expenses do not include any item exceeding Rs. 5,000/- or 1% of turnover whichever is higher.

(vi) Auditors remuneration includes:

	<u>2010-2011</u>	<u>2009-2010</u>
	Rs.	Rs.
As Audit fee	15,000/-	15,000/-
As Service Tax	1,545/-	1,545/-

(vii) The company has given its Hard Coke Plant for the part of the year on managing contract and income thereof has been shown as Plant Rent.

(viii) **Employee Benefits:**

Effective from financial year 2007-08, the company adopted Accounting Standard (AS) 15 (Revised 2005) dealing with Employee Benefits, issued by the Institute of Chartered Accountants of India. The Company has defined benefit plans for gratuity to eligible employees. The company does not have policy of carry forward of the compensated absence to the employees. The details of these defined benefit plans recognized in the financial statement are as under :

**Defined Benefit Plan**

**A Reconciliation of opening and closing balance of the present Gratuity value of defined benefit obligation**

	<u>Current Yr.</u>	<u>Previous Yr.</u>
	Rs.	Rs.
Obligation at the beginning of the year	103616.00	78193.00
Current Service Cost	5,568.00	13459.00
Interest Cost	8,376.28	7272.36
Actuarial (gain)/Loss	(11,769.28)	4691.64
Benefits paid	0.00	0.00
<b>Obligation at the end of the year</b>	<b>105,791.00</b>	<b>103616.00</b>

**B Reconciliation of opening and closing balance of fair value of plan assets**

Plan assets at the beginning of the year, at fair value	-	-
Expected Return on plan assets	-	-
Actuarial gain/(loss)	-	-
Contribution	-	-
Benefits paid	-	-
<b>Plan assets at the end of the year, at fair value</b>	<b>-</b>	<b>-</b>

**C Net Liability recognized in Balance Sheet**

Obligation at the end of the year	105,791.00	103616.00
Less: Plan assets at the end of the year, at fair value	-	-
<b>Liability recognized in Balance Sheet as at 31.03.11</b>	<b>105,791.00</b>	<b>103616.00</b>

**D Components of employer expenses for the year**

Current service cost		
Interest cost	5,568.00	13459.00
Expected return on plan assets	8,376.28	7272.36
Net Actuarial (gain)/loss	-	-
<b>Net cost</b>	<b>(11,769.28)</b>	<b>4691.64</b>
	2,175.00	25423.00

**E Assumptions**

Discount Rates (p.a)	8.00%	8.00%
Expected Rate of Return on plan assets (p.a)	0.00%	0.00%
Expected rate of increase in compensation levels (p.a)	5.00%	5.00%

**Defined Contribution Plan :**

Employees' Provident Fund & other contribution plan are not applicable to the company.

(ix) As there is no reasonable certainty that sufficient future taxable income will be available, against which deferred tax assets can be realized, deferred tax assets have been recognized only to the extent of liability.

**(x) Related party Disclosures**

A) Name of the Related parties :

1) Key Management personnel of the Company :

- a) Mr. Devendra Kumar Agarwalla
- b) Mr. Nandan Kumar Agarwalla
- c) Mr. Brij Mohan Todi
- d) Mr. Pramod Kumar Agarwalla
- e) Mr. Santosh Kumar Kedia.

2) Enterprises over which key Management Personnel and Relatives of such Personnel are able to exercise significant Influence.

- a. M/s Anup Malleables Ltd.
- b. M/s BLA International (P)Ltd.
- c. M/s BLA Minerals (P) Ltd.
- d. M/s Mechanical & Electrical Engg. Co (P) Ltd.
- e. M/s Waste Products Reclaimer (P) Ltd.

B) Aggregate Related party disclosure as at for the year ended 31<sup>st</sup> March 2011..

Sl. No.	Nature of the Transaction	Enterprises over which key Management Personnel and Relatives of such Personnel are able to exercise significant Influence.		Key Management Personnel of the company		Total	
		(Rs.)		(Rs.)		(Rs.)	
		2010-11	2009-10	2010-11	2009-10	2010-11	2009-10
1	<b>Receipts towards Advances</b> M/s Mechanical & Electrical Engg. Co (P) Ltd.	2,00,000	-	-	-	2,00,000	-
2	<b>Repaid of Advance</b> M/s Mechanical & Electrical Engg. Co (P) Ltd.	2,00,000	-	-	-	2,00,000	-
3	<b>Sales</b> M/s Anup Malleables Ltd.	4,66,000	-	-	-	4,66,000	-
4	<b>Remuneration</b> Mr. D. K. Agarwalla	-	-	4,80,000	4,80,000	4,80,000	4,80,000

**Balance as on 31.03.2011**

Sl. No.	Nature of the Transaction	Enterprises over which key Management Personnel and Relatives of such Personnel are able to exercise significant Influence.		Key Management Personnel of the company	
		(Rs.)		(Rs.)	
		2010-11	2009-10	2010-11	2009-10
1	<b>Loans Taken :</b> Mr. Devendra Kumar Agarwalla	-	-	95,00,000	95,00,000
2	<b>Advance Taken :</b> Mr. Devendra Kumar Agarwalla	-	-	-	-
3	<b>Remuneration</b> Mr. Devendra Kumar Agarwalla	-	-	360,000	80,000
4	<b>Advance Given</b> M/s Anup Malleables Ltd.	16,00,000	16,00,000	-	-

(xi) **Segment reporting :**

The company has given its plant on hire, so segment wise reporting on required by Accounting Standard - 17 issued by the Institute of Chartered Accountants of India has not been given.

(xii) **Preliminary expenses**

Preliminary expenses are written off over a period of five years

(xiii) Expenses Rs 1,375/- related to earlier year for Bonus has been paid during the year.

(xiv) **Earning per share**

The earnings per shares, computed as per the requirement under Accounting Standard 20 on Earning per shares, issued by the Institute of Chartered Accountants of India, is as under

	(Rs.) <b><u>Current year</u></b>	(Rs.) <b><u>Previous year</u></b>
Net Profit (Loss) Rs.	(3,028,378)	(29,293,303)
Weighted average number of Shares	6,078,700	6,078,700
Basic / Diluted EPS (Rs) (on nominal value Rs. 10/-per Share)	(.50)	(4.82)

(xv) Additional information pursuant to the provisions of paragraphs 3, 4 (C) and 4 (D) of Part II of the schedule VI of the Companies Act, 1956.

(i) Expenditure in foreign currency Rs Nil (Previous Year Rs. Nil)

(ii) Earning in foreign currency Rs. Nil (Previous Year Rs. Nil)

(iii) Managerial Remuneration. Rs. 480,000/- (Previous Year Rs. 480,000/)

(iv) **Details of Licensed & Installed Capacity & Production**

Name of Item	Licensed Capacity		Installed Capacity		Production	
	31.03.11	31.03.10	31.03.11	31.03.10	31.03.11	31.03.10
	M.T	M.T	M.T	M.T	M.T	M.T
Coke	350,000	350,000	45,000	45,000	—	—

(v) Details of goods produced during the year NIL (Previous year NIL)

(vi) CONSUMPTION OF RAW MATERIALS: NIL (Previous Year NIL)

(xvi) Additional Information as required under Part IV of Schedule VI to the Companies Acts, 1956.

Balance Sheet Abstract and Company's General Profile:

I. Registration No: 026053      State Code: 21      Balance Sheet Date  
31.03.2011.

II. Capital raised during the year: (Amount in Rs.)

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

III. Position of Mobilization and deployment of funds: (Amount in Rs.)

Total Liabilities	112,402,687	Total Assets	112,402,687
<u>Sources of Funds:</u>		<u>Application of Funds:</u>	
Paid up Capital	60,675,500	Net Fixed Assets	16,067,657
Reserve & Surplus	—		
Unsecured Loans	51,727,187	Investments	321,250
		Net Current Assets	3,550,144
		Accumulated Losses	91,100,947
		Preliminary Expenses	7,689

IV. Performance of Company: (Amount in Rs.)

Turnover	717,897	Total Expenditure	3,742,600
Profit/ (Loss) before Tax	(3,024,703)	Profit /(Loss) after Tax	(3,028,378)
Earning per Share	(0.50)	Dividend Rate	Nil

V. Generic Name of Principal Products, Services of the Company:

Item Code (ITC Code)	270400.03	Product Description	Hard Coke
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For ASHOK KEDIA & COMPANY  
CHARTERED ACCOUNTANTS,

CA. A. K. KEDIA  
PARTNER

M. No. 050510  
4, Gangadhar Babu Lane, Kolkata - 700 012.

Dated the 12th day of August 2011

Sd/-  
(D. K. Agarwalla)  
Chairman & Managing Director

Sd/-  
(N. K. Agarwalla)  
Director



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

	For the year ended 31.03.2011 (Rs.)	For the year ended 31.03.2010 (Rs.)
<b>A CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit / (Loss) before Tax & After Extraordinary items	(3,024,703)	(29,293,303)
Adjustment for :- Extraordinary items	<u>                    -</u>	<u>21,714,187</u>
Net Profit / (Loss) before Tax & Extraordinary items	(3,024,703)	(7,579,116)
<b>Adjustments for :</b>		
Depreciation	2,051,071	2,369,512
Gratuity	2,175	25,423
Miscellaneous Expenditure W/Off	<u>3,844</u>	<u>3,844</u>
<b>Operating Profit before Working Capital Charges</b>	<b>(967,613)</b>	<b>(5,180,337)</b>
<b>Adjustment for :</b>		
Trade & Other Receivables	(140,465)	5,010,426
Trade & Other Payables	367,598	(136,822)
Changes in Loans & Advances	119,428	170,072
<b>Cash Generation from Operation</b>	<b>(621,052)</b>	<b>(136,661)</b>
Taxes paid	<u>(4,511.00)</u>	<u>-</u>
<b>Net Cash From Operating Activities</b>	<b>(625,563)</b>	<b>(136,661)</b>
<b>B CASH FLOW FROM INVESTING ACTIVITIES</b>		
Net Cash used in Investing Activities	<u>                    -</u>	<u>                    -</u>
<b>C CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from issue of equity share	500	-
Proceeds from Long term Borrowing	<u>350,000</u>	<u>-</u>
<b>Net Cash (used in)/ from Financing Activities</b>	<b>350,500.00</b>	<b>-</b>
<b>Net Increase / (Decrease) in Cash and Cash equivalent (A+B+C)</b>	<b>(275,063)</b>	<b>(136,661)</b>
Opening Balance of Cash and Cash Equivalents	<u>394,059</u>	<u>530,720</u>
Closing Balance of Cash and Cash Equivalents	<u>118,996</u>	<u>394,059</u>

Note :- Figures in brackets represents Cash outflows

For ASHOK KEDIA & COMPANY  
CHARTERED ACCOUNTANTS,

CA. A. K. KEDIA  
PARTNER  
M. No. 050510

4, Gangadhar Babu Lane, Kolkata - 700 012.

Dated the 12th day of August 2011

Sd/-  
(D. K. Agarwalla)  
Chairman & Managing Director

Sd/-  
(N. K. Agarwalla)  
Director

**FOUNDRY FUEL PRODUCTS LIMITED**

*Regd. Office : 20, Biplabi Dinesh Majumder Sarani,*

*Type-A, 1<sup>st</sup> Floor, Kolkata - 700 053*

**PROXY**

**47<sup>TH</sup> ANNYAL GENERAL MEETING, 19<sup>TH</sup> SEPT., 2011**

DPID *	
CLIENT ID*	

Regd. FOLIO No. .
-------------------

I/We.....  
of.....  
.....being a Member/Members of Foundry Fuel Products Limited  
hereby appoint.....  
of.....  
or failing him/her.....  
of.....

as my/our Proxy to attend and vote for me/us and on my/our behalf at the 47<sup>th</sup> Annual General Meeting of the Company to be held on Monday, 19<sup>th</sup> Sept., 2011 at 10.00 A.M. and at any adjournment thereof.

As witness my hand/our hands this.....day of .....2011.

Signature by the said.....  

Revenue Stamp
---------------

.....

\* Applicable to investors who are holding shares in electronic form.

**NOTE : The Proxy must be deposited at the Registered Office of the Company not less than 48 hours before the time for holding the meeting .**

**FOUNDRY FUEL PRODUCTS LIMITED**

*Regd. Office : 20, Biplabi Dinesh Majumder Sarani,*

*Type-A, 1<sup>st</sup> Floor, Kolkata - 700 053*

**ATTENDANCE SLIP**

**47<sup>TH</sup> ANNYAL GENERAL MEETING, 19<sup>TH</sup> SEPT., 2011**

DPID *	
CLIENT ID*	

Regd. FOLIO No. .
-------------------

I certify that I am a registered member /Proxy for the registered member of the company.

I hereby record my attendance at the 47<sup>th</sup> Annual General Meeting of the Company at Mahajati Sadan, Annexee Building 166, C.R. Avenue, Kolkata-700007, on Monday, 19th September, 2011.

-----  
(Members/Proxy's Name in Block Letters)

-----  
(Member's//Proxy's Sign.)

\* Applicable to investors who are holding shares in electronic form.

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**NOTE : Please fill in this Attendance Slip and hand it over at the entrance of the hall.**