



35th
ANNUAL REPORT
2010-2011

DRILLCO METAL CARBIDES LIMITED

BOARD OF DIRECTORS:

Mr. Rahul M. Timbadia
Mr. Kartik M. Timbadia
Mr. Parth R. Timbadia
Mr. Ramesh Khanna

STATUTORY AUDITORS :

Ravi Seth & Co., Chartered Accountants

PRACTICING COMPANY SECRETARY:

Kothari H. & Associates, Company Secretaries

REGISTERED OFFICE :

301/302, Navkar Plaza, Bajaj Road, Vile Parle (West), Mumbai - 400056

WORKS:

E-3, M.I.D.C. Indl. Area, Pune - Manmad Road,
Ahmednagar 414 111.

REGISTRAR & SHARE TRANSFER AGENT

Satellite Corporate Services Private Limited
B-302, Sony Apartment, Opp. St. Jude's High School,
Off Andheri Kurla Road, Jarimari, Sakinaka,
Mumbai- 400 072.

Notice

Notice is hereby given that the Thirty Fifth Annual General Meeting of the members of the company will be held at Registered Office of the Company at 301/302, Navkar Plaza, Bajaj Road, Vile Parle (West), Mumbai – 400056 on 22nd September, 2011 at 11:00 a.m. to transact the following business:

ORDINARY BUSINESS

- 1) To receive, consider and adopt the Audited Balance Sheet as at March 31, 2011 and Profit & Loss Account for the year ended on that date and the Report of the Directors and Auditors report thereon.
- 2) To appoint a Director in place of Ramesh Nandkishore Khanna, who retires by rotation and is eligible for re-appointment.
- 3) To consider and if thought fit, to pass with or without modifications following resolution as an ordinary resolution:

"RESOLVED THAT M/s. Ravi Seth & Co., Chartered Accountants, Mumbai be and are hereby appointed as Auditors of the Company to hold the office till the conclusion of next Annual General Meeting of the Company at the remuneration as may be decided by the Board of Directors in consultation with Auditors plus out of pocket expenses, if any."

SPECIAL BUSINESS

4) APPOINTMENT OF MR. RAMESH NANDKISHORE KHANNA, DIRECTOR OF THE COMPANY UNDER SECTION 314 (1) (a) OF THE COMPANIES ACT, 1956

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

"RESOLVED THAT pursuant to Section 314 (1) (a) and other applicable provisions of the Companies Act, 1956, and subject to necessary approval of the concern authorities, if required, consent of the shareholders be and is hereby accorded to the appointment of Mr. Ramesh Nandkishore Khanna, Director of the company to hold an office or place of profit as an advisor of the company on a yearly remuneration of Rs. 2,40,000/- or on such remuneration and terms and conditions as may be decided with the mutual consent of both the parties."

By order of the Board of Directors

**Rahul Timbadia
Director**

Notes:

1. Meeting is entitled to appoint a proxy to attend and vote on a poll instead of himself and the proxy need not be a member of the Company. The instrument appointing proxy should however, be deposited at the Registered Office of the Company not less than forty-eight hours before commencement of the Meeting.
2. The relevant explanatory statement pursuant to Section 173 of the Companies Act, 1956 in respect of agenda items is attached thereto.
3. Corporate Members intending to send their authorised representatives to attend the meeting are requested to send a certified copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the Meeting.
4. Members are requested to bring the Attendance Slip along with the copy of Annual Report at the time of attending the Annual General Meeting.
5. Members are requested to write their Folio Number in the attendance slip for attending the Meeting.
6. Members seeking any further information about the accounts are requested to write to the Company at least ten days before the date of the Annual General Meeting so as to enable the management to keep the information ready at the meeting.
7. Members are hereby requested to notify immediately any change in their address/ to the Registrar and Share Transfer Agent of the Company at Satellite Corporate Services Private Limited, with its office at B-302, SONY Apartment, Opp. St. Jude's High School, Off Andheri Kurla Road, Jarimari, Sakinaka, Mumbai – 400 072, Maharashtra in respect of their physical share folios, if any.
8. The Register of Members and the Share Transfer Books of the Company will remain closed from the 16th September, 2011 to 22th September, 2011 (both days inclusive) for ascertaining the Shareholders entitled to receive dividend, if approved and declared at the meeting.

Explanatory Statement

Item No-4

Mr. Ramesh Nandkishore Khanna, Director of the Company has been appointed as an advisor under section 314 (1) (a) of the Companies Act, 1956 w.e.f. 01st April, 2011 with the consent of Board of Directors of the Company. Mr. Ramesh Nandkishore Khanna is a Past Promoter of the Company and by profession he is Chartered Accountant, having more than 20 years experience in this corporate world.

Place: Mumbai
Date : August 11, 2011



Since Mr. Ramesh Nandkishore Khanna is a past promoter of the Company and has lots of knowledge about the Company and its working conditions and at the same time new management wanted to appoint some person on the post of advisor who has deft knowledge about the nature and business activities of the Company and also who can look after all the working of the company. As per the requirement of the Company Mr. Ramesh Nandkishore Khanna was found most suitable candidates for this post due to his past track record, experience and qualifications, so he was appointed as an advisor of the Company.

As per Section 314 (1) (a) of the Companies Act, 1956, approval of the Shareholders is required, if any Director hold any office or place of profit other than in the capacity of his directorship of the Company. So your Directors recommended this resolution for your acceptance as a Special Resolution.

None of the Directors of the Company is, in any way, concerned or interested in the said resolution, except as Members of the Company

**By Order of The Board Of Directors
For Drillco Metal Carbides Limited**

**Rahul Timbadia
(Director)**

Place: Mumbai
Date: 31.05.2011

Registered Office:
301/302, Navkar Plaza,
Bajaj Road, Vile Parle (W),
Mumbai - 400056

DIRECTOR'S REPORT

Dear Shareholders,

Your Directors have pleasure in presenting the **Thirty Fifth Annual Report** together with the audited statements of accounts of the Company for the year ended 31st March, 2011.

1. Financial Performance:

During the year, there was no business carried on by the company. Your Directors are hopeful for revival of the functions of the Company and achieving better results in the coming year.

2. Dividend:

Since there are no profits, directors do not recommend any dividend for the year.

3. Book Closure:

The register will remain close from 16th September, 2011 to 22nd September, 2011 (both days inclusive).

4. Fixed Deposit:

Your Company has not accepted any fixed deposit from public. As such no amount of principal or interest is outstanding as of the Balance Sheet date.

5. Directors:

In the terms of the provisions of the Article of Association of the Company, Shri Ramesh Nandkishore Khanna will retire by rotation at the ensuing Annual General Meeting of the Company, and being eligible, offers himself for reappointment.

6. Director's responsibility Statement:

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

- 1) That in the preparation of the accounts for the financial year ended 31st March, 2011, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- 2) That the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2011 and of the Profit of the Company for the year under review.
- 3) That the Directors have taken proper and sufficient care for the maintenance of adequate accounting record 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) That the Directors have prepared the accounts for the financial year ended 31st March 2011 on a 'going concern' basis.

7. Auditors & their Reports:

M/s Ravi Seth & Co., Chartered Accountants, Auditors of the Company holding office until the conclusion of the ensuing Annual General Meeting and are eligible for reappointment. The Company has received letter from M/s Ravi Seth & Co., Chartered Accountants, to the effect that their appointment, if made, would be within the prescribed limits under section 224 (1- B) of the Companies Act, 1956 and that they are not disqualified for such appointment within the meaning of the section 226 of the Companies Act, 1956.

With the reference to Auditor's remarks in Para 4(a) of their report, the directors clarify that the company has faced severe financial constraints since 2001 leading to complete closure of activities. And still continues to be in the same state. But the management is presently in the process of making long term revival plan for the company and they are putting their best efforts in order to start the operations of the Company.

8. Particulars of Employees:

No employees of the company draws remuneration in excess of limit prescribed under section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975.

9. Energy Conservation Measures, Technology Absorption and R & D Efforts and Foreign Exchange Earnings and Outgo:

Your Company is not carrying any activity and hence the particulars required to be furnished under section 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosures of Particulars Report of Board of Directors) Rules, 1988 regarding conservation of energy and technology absorption and R & D efforts are not applicable to the company.

During the period under review the company has no earnings and outgo of Foreign Exchange.

10. Compliance Certificate:

A Compliance Certificate from the Secretary in whole time practice in respect of the financial year ended March 31, 2011 is enclosed.

11. Acknowledgement:

Your Directors would like to express their sincere appreciation of the cooperation and assistance received from the shareholders, bankers, regulatory bodies and other business constituents during the year under review.

Your Directors also wish to place on record their deep sense of appreciation for the commitment displayed by all executives, officers and staff, resulting in successful performance of the company during the year.

For and Behalf of Board of Directors

Rahul Timbadia
(Director)

Place: Mumbai
Date: 31.05.2011

Compliance Certificate

To,
The Members,
DRILLCO METAL CARBIDES LIMITED,
301/302, Navkar Plaza, Bajaj Road,
Vile parle (W), Mumbai-400056

We have examined the registers, records, books and papers of DRILLCO METAL CARBIDES LIMITED ('the Company') as particularly required to be maintained under the Companies Act, 1956, ('the Act') and the rules made there under and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended 31st March, 2011 ('the financial year'). In our opinion, and to the best of our information and according to the examinations carried out by us and explanations furnished to us by the Company, its officers and agents, we certify that in respect of the aforesaid financial year:

1. The Company has kept and maintained all registers as stated in Annexure 'A' to this certificate, as per the provisions of the Act and the rules made there under and all entries therein have been recorded.
2. The Company has filed the forms and returns as stated in Annexure 'B' to this Certificate, with the Registrar of Companies, Regional Director, Central Government, Company Law Board or other authorities within the time prescribed under the Act and the rules made there under.
3. The Company being a Public Limited Company has maintained the minimum prescribed paid-up capital criteria.
4. The Board of Directors met on the every quarter interval in respect of which meetings notices were given and the proceedings were recorded and signed including the circular resolutions passed in the Minutes Book maintained for the purpose.
5. The Company has closed its Register of Members from Tuesday 28th September, 2010 to Wednesday 29th September, 2010 (inclusive of both days) during the financial year.
6. The Annual General Meeting for the financial year ended on 31st March 2010 was held on 29th September, 2010 after giving due notice to the members of the Company and the resolutions passed thereat were recorded in Minutes Book maintained for the purpose.
7. No Extra Ordinary General Meeting was held during the Year.
8. As per explanation and information, the Company has not given any loan under Section 295 of the Act.
9. The Company has not entered into contracts, which are falling within the purview of Section 297 of the Act.
10. The Company has made the necessary entries in the register maintained under Section 301 of the Act.
11. As there were no instances falling within the purview of Section 314 of the Act, the Company has not obtained any approvals from the Board of Directors, members or Central Government, as the case may be.
12. The Company has not issued any duplicate certificates during the financial year.
13. During the financial year;
 - a. There was no allotment or transmission, the share certificates have been duly endorsed after transfer of securities during the year.
 - b. The Company has not deposited any amount in a separate bank account as no dividend was declared.
 - c. The Company was not required to post warrants to any member of the Company as no dividend was declared during the year. There were no unpaid dividends in the company.
 - d. There was no amounts in unpaid dividend account, application money due for refund, matured deposits, matured debentures and the interest accrued which have remained unclaimed or unpaid for a period of seven years be transferred to Investor Education and Protection Fund.
 - e. The Company has complied with the requirements of Section 217 of the Act.
14. The Board of Directors of the Company is proper constituted. There was appointment of Mr. Rahul Maganlal Timbadia and Mr. Kartik Maganlal Timbadia as the directors and cessation of Mr. Virendra Singh Harbhajan Singh Khurana as the director, during the financial year.
15. The Company is not required to appoint any Managing Director/ Whole Time Director/ under Section 269 of the Act.
16. The Company has not appointed any sole selling agents during the financial year.
17. The Company is not required to obtain approvals of the Central Government under section 295 of the Act.
18. The Directors have disclosed their interest in other firms/ companies to the Board of Directors pursuant to the provisions of the Act and the rules made there under.
19. The Company has not allotted any securities during the financial year.
20. The Company has not bought back any shares during the financial year.

21. There was no redemption of preference shares or debentures during the financial year.
22. There were no transactions necessitating the Company to keep in abeyance the rights to dividend, rights shares and bonus shares pending registration of transfer of shares.
23. According to the information and explanation given, the Company has not accepted any deposit under section 58A of the Companies Act, 1956 during the financial year.
24. The amount borrowed by the Company during the financial year ending is within the borrowed limits as per section 293(1) (d) of the Act.
25. The Company has complied with the provision of Section 372A of the Act with regard to loans given, investment made, or guarantee given or securities provided to other body corporate during the financial year.
26. The Company has not altered the provisions of the Memorandum of Association with respect to situation of the Company's registered office from one state to another during the year under scrutiny.
27. The Company has not altered the provisions of the Memorandum of Association with respect to the objects of the Company during the year under scrutiny.
28. The Company has not altered the provisions of the Memorandum of Association with respect to name of the Company during the year under scrutiny.
29. The Company has altered the provisions of the Memorandum of Association as the Authorised Share Capital of the company has been increased during the year under scrutiny.
30. The Company has altered its Articles of Association by adopting new set of articles during the financial year.
31. There was no prosecution initiated against or show cause notices received by the Company, during the financial year for offences under the Act.
32. The Company has not received any money as security from its employees during the financial year.
33. The Company has not deducted any contribution towards Provident Fund during the financial year in terms of Section 418 of the Act as the said Section is not applicable to the Company.

**FOR KOTHARI H. & ASSOCIATES
Company Secretaries**

Hitesh Kothari
(Proprietor)
C. P. No. 5502
Place: Mumbai
Date: 11/08/2011

Annexure – A

Registers as maintained by the Company

1. Register of members under Section 150
2. Register of Share Transfers
3. Register of particulars of contracts in which directors are interested under Section 301
4. Register of directors, managing director, manager and secretary under Section 303.
5. Register of director's shareholding under Section 307.
6. Minutes book of General Meetings and Board Meetings under Section 193.
7. Register of Director's Attendance

FOR KOTHARI H. & ASSOCIATES

Company Secretaries

Hitesh Kothari

(Proprietor)

C. P. No. 5502

Place: Mumbai

Date: 11/08/2011

Annexure – B

Forms and Returns as filed by the Company with Registrar of Companies, Regional Director, Central Government or other authorities during the financial year ended 31st March 2011:**

Sr. No.	Form No./ Return	Filed under Section	For	Date of filing	Whether filed within prescribed time Yes/ No	If delay in filing whether requisite additional fee paid Yes/ No
1	Form 66	383A	Compliance Certificate	26/10/2010	Yes	--
2	Form 32	303	Particulars of Directors	19/05/2010	Yes	--
3	Form 32	303	Particulars of Directors	25/10/2010	Yes	--
4	Form 17	138	Satisfaction of Charge	15/03/2011	Yes	--
5	Form 20 A	149 (2A)(ii)	Declaration of compliance with the provisions of Section 149 (2A) and 2 (B)	28/10/2010	Yes	--
6	Form 18	146	Situation or Change of situation of Registered Office	19/05/2010	Yes	--
7	Form 18	146	Situation or Change of situation of Registered Office	8/11/2010	Yes	--

** The companies also filed other forms during the year but the challan and transaction of that forms have been expired due to various reasons

FOR KOTHARI H. & ASSOCIATES

Company Secretaries

Hitesh Kothari

(Proprietor)

C. P. No. 5502

Place: Mumbai

Date: 11/08/2011

Auditor's Report

To the members of
DRILLCO METAL CARBIDES LIMITED

1. We have audited the attached Balance Sheet of Drillco Metal Carbides Limited as at March 31, 2011, the Profit and Loss Account for the year ended on that date annexed thereto, which we have signed under reference to this report. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these statements based on our audit.
2. 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 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 presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditors' Report) Order, 2003 issued by the Central Government of India in terms of section 227(4A) of the Companies Act, 1956 of India (the Act) and on the basis of such checks as we considered appropriate and according to the information and explanations given to us, we set out in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said order.
4. Further to our comments in the Annexure referred to in paragraph 3 above, we report that:
 - a) The operations of the company are stand still since August 2001. In spite of continued efforts by the management there is a serious doubt of its commencing operation in foreseeable future. In view of above we are unable to comment on the going concern assumption generally adopted while preparing financial statements.
 - b) Subject to the above we have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the

purpose of our audit.

- c) 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.
- d) The Balance Sheet and Profit and Loss Account dealt with by this report are in agreement with the books of account
- e) In our opinion, the Balance Sheet and Profit & Loss Account dealt with by this report have been prepared in compliance with the applicable accounting standards referred to in sub section (3C) of section 211 of the Act.
- f) On the basis of written representations received from the director as on March 31, 2011 and taken on record by the Board of Directors of the Company, none of the directors is disqualified as on March 31, 2011 from being appointed as a director in terms of clause (g) of sub section (1) of section 274 of the Act.
- g) In our opinion and to the best of our information and according to the explanations given to us, the said accounts together with the notes thereon and attached thereto give in the prescribed manner the information required by the Act and give a true and fair view in conformity with the accounting principles generally accepted in India:
 1. In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2011;
 2. In the case of the Profit and Loss Account, of the Loss for the year ended on that date.

For Ravi Seth & Co.
(Chartered Accountants)
(Firm No. 108757W)

R. K. Seth
(Proprietor)
Membership No. 016808

Place: Mumbai
Date: 31st May 2011

ANNEXURE REFERRED TO IN PARAGRAPH 3 OF THE REPORT OF THE AUDITORS FOR THE YEAR ENDED 31ST MARCH 2011

To,
The members of
Drillco Metal Carbides Limited

1. a. During the year under audit, no record was provided regarding maintenance of the fixed assets. Hence, we are unable to comment on its verification, its frequency, material discrepancy (if any).
b. The management has physically not verified the Tangible Fixed assets of the Company.
c. In our opinion and according to the information and explanations given to us, the company has not disposed off a substantial part of fixed assets during the year thereby affecting the going concern.
2. During the year under audit the company has not done any business due to which no inventory stock record was presented to us. In view of above, we are unable to comment about:
 - a. Physical verification of inventories by the management.
 - b. Dealing with discrepancies notified on Physical verification.
 - c. Valuation of inventories
 - d. Its adherence to Accounting standard and normally accept accounting principals.
3. The company has neither granted not any loans, secured or unsecured, from companies, firms or other parties listed in the Register maintained under section 301 of the companies Act, 1956. As the company has not granted / taken any loans, secured or unsecured, to / from companies, Firm etc., listed in the register maintained under section 301 of the Act, paragraphs 4(iii)(b), 4(iii)(c) and 4(iii)(d) of the Order are not applicable. The company has taken interest free unsecured loan of Rs. 27371100/- from 5 entities being companies, firms or other parties listed in the Register maintained under section 301 of the companies Act, 1956. There are no terms stipulated for repayment of such loan.
4. In our opinion and according to the information and explanations given to us, there are no internal control procedures in the company with regard to purchase of material, fixed assets and with regard to the sale of goods.
5. a. Accordingly to the information and explanations given to us, we are of the opinion that there are no transactions, other than the loans as referred to in Para 3 above, that need to be entered into the register maintained under section 301 of the companies Act, 1956.
b. In our opinion and according to the information and explanations given to us, there are not transactions of purchase or sale made in pursuance of contracts or arrangements entered in the registers maintained under section 301 and exceeding the valued of five Lakhs rupees in respect of any party during the year.
6. The company has not accepted any deposits from the public within the meaning of sections 58A and 58AA of the Act and the rules framed there under.
7. In our opinion, the company does not have an internal audit system commensurate with the size and nature of its business.
8. The Central Government has not prescribed maintenance of cost records under section 209(1)(d) of the Companies Act, 1956 for any of the activities of the company.
9. As per the information and explanations given and records produced before us the salaries and wages have not been paid since March 1998 and are in arrears except for some advances paid in account/ Provident Fund contributions have accordingly neither been deducted not paid.
10. According to the records of the company and information and explanations given to us there were no undisputed amounts payable in respect of Wealth Tax, Customs Duty and Excise Duty outstanding as 31st March, 2004 for a period of more than 6 months from the date they became payable.
11. As per the information and explanations given and records produced before us, the company is an S.S.I. unit and is, therefore, not a sick industrial company within the meaning of clause (O) of sub section (1) of section 3 of the Sick industrial companies (Special Provisions) Act, 1985.
12. Based on our audit procedures and on the information and explanations given by the management, in our opinion, the company has defaulted in repayment of due to banks.
13. The company has not granted any loans and advances on the basis of Security by way of pledge of shares, debentures and other securities.
14. In our opinion, the company is not a chit fund or a nidhi / mutual benefit fund / society. Therefore the provisions of paragraph 4(xiii) of the said order relating to compliance with the provisions of special statute are not relevant to the company.

35th Annual Report 2010-2011

- 15. In our opinion and according to the information and explanations given to us, the company is not a dealer or trader in securities.
- 16. Based on the information and explanations given to us, the company has not given any guarantee for loans taken by others from banks or financial institutions.
- 17. The company has not obtained any term loans during the year.
- 18. Based on the information and explanations given to us and on an Overall examination of the balance sheet of the company. In our opinion, there are no funds raised on a short term basis which have been used for long term investment, and vice versa.
- 19. The company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under section 301 of the Companies Act, 1956 during the year.
- 20. According to the information and examinations given to us, during the period covered by our audit report, the company has not issued any debentures.

- 21. According to the information and examinations given to us, the company has not made any public issue during the year and accordingly paragraph 4(xx) of the said order relating to end use of money raised is not applicable.
- 22. During the course of our examination of the books of accounts carried out in accordance with the generally accepted auditing practices in India and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the company, notices or reported during the year, nor have we been informed of such case by the management.

For Ravi Seth & Co.
(Chartered Accountants)
(Firm No. 108757W)

R. K. Seth
(Proprietor)
Membership No. 016808

Place: Mumbai
Date: 31st May 2011

BALANCE SHEET AS AT 31ST MARCH, 2011

SCHEDULE		2011 Rs. In Lakhs	2011 Rs. In Lakhs	2010 Rs. In Lakhs	2010 Rs. In Lakhs
SOURCE OF FUNDS					
SHARE HOLDERS FUNDS					
Capital	A	219.44		219.44	
Reserve & Surplus	B	(373.19)	(153.75)	(363.52)	(144.08)
LOAN FUNDS					
Unsecured Loans	C	355.38	355.38	325.23	325.23
TOTAL			201.63		181.15
APPLICATION OF FUNDS					
FIXED ASSETS					
Gross Block	D	276.17		276.17	
Less:- Depreciation		48.64		48.64	
Net Block			227.53		227.53
CURRENT ASSETS LOANS & ADVANCES					
Sundry Debtors	E	70.95		70.95	
Cash & Bank Balances	F	0.06		0.57	
Loans & Advances	G	8.83		8.83	
Interest Accrued on Deposits		0.65		0.65	
		80.49		81.00	
Less: Current Liabilities & Provisions Creditors / Others	H	106.39		127.38	
NET CURRENT ASSETS			(25.90)		(46.38)
TOTAL			201.63		181.15
Notes on Accounts					
	J				

As per our attached report of even date

For and on behalf of the Board

For Ravi Seth & Co.
(Chartered Accountants)
(Firm No. 108757W)

R. K. Seth
(Proprietor)
Membership No.016808

Rahul Timbadia
Director

Ramesh Khanna
Director

Place : Mumbai
Date : 31st May 2011

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

SCHEDULE	2011 Rs. In Lakhs	2011 Rs. In Lakhs	2010 Rs. In Lakhs	2010 Rs. In Lakhs
INCOME				
Sales		0.00		0.00
Other Income		0.00		0.00
		0.00		0.00
EXPENDITURE				
Administrative & Establishment Expenses	I	9.67		5.06
		(9.67)		(5.06)
PROFIT / LOSS				
Balance Brought Forward		(547.72)		(542.66)
Balance Carried Forward		(557.39)		(547.72)
Notes on Accounts	J			

As per our attached report of even date

For and on behalf of the Board

For Ravi Seth & Co.
(Chartered Accountants)
(Firm No. 108757W)

R. K. Seth
(Proprietor)
Membership No.016808

Rahul Timbadia
Director

Ramesh Khanna
Director

Place : Mumbai
Date : 31st May 2011

SCHEDULE TO ACCOUNTS

	2011 Rs. in Lakhs	2010 Rs. in Lakhs
SCHEDULE A		
SHARE CAPITAL		
AUTHORISED		
4500000 (Previous Year 2500000) Equity Shares of Rs. 10 each	450.00	250.00
500000 (Previous Year Nil) Redeemable Preference Shares of Rs.10 each	50.00	0.00
	500.00	250.00
ISSUED, SUBSCRIBED AND PAID UP		
(2194375 Equity Shares of Rs.10/- each)	219.44	219.44
SCHEDULE B		
RESERVED AND SURPLUS		
Revaluation Reserve	170.12	170.12
Capital Reserve	0.09	0.09
General Reserve Fund	13.81	13.81
Share Premium Account	0.18	0.18
Profit & Loss Account (Bal)	(557.39)	(547.72)
Total	(373.19)	(363.52)
SCHEDULE C		
UNSECURED LOANS		
Unsecured Sales Tax - SICOM	81.67	81.67
Short Term Loans - Others	273.71	243.56
	355.38	325.23

SCHEDULE TO ACCOUNTS

	Land	Buildings	2011 Rs. in Lakhs
SCHEDULE "D"			
FIXED ASSETS			
GROSS BLOCK			
(at cost)			
At closing of the year	19.95	256.22	276.17
	<u>19.95</u>	<u>256.22</u>	<u>276.17</u>
DEPRECIATION			
At beginning of the year	0	48.64	48.64
	<u>0</u>	<u>48.64</u>	<u>48.64</u>
NET BLOCK			
At 31st March 2011	19.95	207.58	227.53
Previous Year	<u>19.95</u>	<u>207.58</u>	<u>227.53</u>

NOTE:

Leasehold Land and Buildings had been revalued on 30th September 1998

The net book value appreciation of Rs. 170.12 Lakhs stands credited to revaluation reserve.

SCHEDULE TO ACCOUNTS

	2011 Rs. in Lakhs	2010 Rs. in Lakhs
SCHEDULE E		
SUNDRY DEBTORS		
More than 6 months old		
Unsecured		
Considered Goods	70.95	70.95
Considered Doubtful	18.40	18.40
	<u>89.35</u>	<u>89.35</u>
Less:- Provision for Doubtful Debts	18.40	18.40
	<u>70.95</u>	<u>70.95</u>
SCHEDULE F		
CASH & BANK BALANCES		
Cash On Hand	0.02	0.00
Balance in Current Account with a Scheduled Bank	0.04	0.57
	<u>0.06</u>	<u>0.57</u>
SCHEDULE G		
LOAN & ADVANCES		
Sundry Advances	7.96	7.96
National Saving Certificates	0.87	0.87
Total	<u>8.83</u>	<u>8.83</u>
SCHEDULE H		
CURRENT LIABILITIES & PROVISIONS		
Sundry Creditors & Other Liabilities	106.39	127.38
	<u>106.39</u>	<u>127.38</u>
SCHEDULE I		
ADMINISTRATIVE & ESTABLISHMENT EXPENSES		
Printing & Stationery	0.03	0.20
Bank Charges	0.04	0.18
Advertisement Charges	0.95	0.36
Travelling & Conveyance	0.08	0.26
Legal & Professional Charges	5.94	2.49
Postage & Courier	0.12	0.10
Subscription & fees	1.96	0.73
Auditors Remuneration		
Audit Fees	0.16	0.11
Other Capacity	0.11	0.00
Other Expenses	0.29	0.64
	<u>9.67</u>	<u>5.06</u>

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2011

	2011 Rs. In Lakhs	2011 Rs. In Lakhs	2010 Rs. In Lakhs	2010 Rs. In Lakhs
(A) CASH FLOW FROM OPERATING ACTIVITIES:				
LOSS BEFORE TAX		(9.99)		(5.06)
Operating Profit before working capital changes		(9.99)		(5.06)
(B) Adjustments for :				
Trade Payables & Other Creditors	(20.67)	(20.67)	(86.25)	(86.25)
NET CASH FLOW FROM OPERATION		(30.66)		(91.31)
(C) CASH FLOW FROM FINANCING ACTIVITIES				
BORROWING - SECURED LOANS (NET)	0.00		(43.53)	
BORROWING - UNSECURED LOANS (NET)	30.15		134.50	
NET CASH FROM FINANCING ACTIVITIES		30.15		90.97
NET INCREASE / (DECREASE) IN CASH & CASH EQUIVALENTS		(0.51)		(0.34)
CASH & CASH EQUIVALENTS AS AT 1ST April 2009 (Opening Balance)		0.57		0.91
CASH & CASH EQUIVALENTS AS AT 31.03.2010 (CLOSING)		0.06		0.57
		(0.51)		(0.34)

As per our attached report of even date

For and on behalf of the Board

For Ravi Seth & Co.
(Chartered Accountants)
(Firm No. 108757W)

R. K. Seth
(Proprietor)
Membership No.016808

Rahul Timbadia
Director

Ramesh Khanna
Director

Place : Mumbai
Date : 31st May 2011

SCHEDULE TO ACCOUNTS

SCHEDULE J

Notes on Accounts

1. The Company did not carryout any business activity during the year.
2. The Company had revalued its Leasehold Land and Buildings on 30th September 1998. The resultant balance appreciation of Rs.170.12 Lakhs stands credited to the Revaluation Reserve Account.
3. Accounting policies were the same as in previous years and consistent with generally accepted practices.

As per our attached report of even date

For Ravi Seth & Co.
(Chartered Accountants)
(Firm No. 108757W)

R.K. Seth
(Proprietor)
Membership No. 016808

For and on behalf of the Board

Rahul Timbadia
Director

Ramesh Khanna
Director

**ANNEXURE TO NOTES TO THE ACCOUNTS
BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE AS PER PART IV OF
SCHEDULE VI TO THE COMPANIES ACT 1956.**

I Registration Details

Registration No.

1	1	-	1	7	9	5	1
---	---	---	---	---	---	---	---

State Code

1	1
---	---

Balance Sheet Date

3	1
---	---

0	3
---	---

2	0	1	1
---	---	---	---

Date Month Year

II Capital Raised during the year [Amount in Thousands]

Public Issue

	N	I	L	
--	---	---	---	--

Right Issue

	N	I	L	
--	---	---	---	--

Bonus Issue

	N	I	L	
--	---	---	---	--

Private Placement

	N	I	L	
--	---	---	---	--

**III Position of Mobilisation & Deployment of Funds
[Amount in Thousands]**

Total Liabilities

8	6	5	7	3
---	---	---	---	---

Total Assets

8	6	5	7	3		
---	---	---	---	---	--	--

SOURCES OF FUNDS

Paid up Capital

2	1	9	4	4
---	---	---	---	---

Reserves & Surplus

1	8	4	2	0
---	---	---	---	---

Secured Loans

	N	I	L	
--	---	---	---	--

Unsecured Loans

	3	5	5	3	8
--	---	---	---	---	---

Deferred Tax Liability

	N	I	L	
--	---	---	---	--

APPLICATION OF FUNDS

Net Fixed Assets

	2	2	7	5	3
--	---	---	---	---	---

Deferred Tax Asset

	N	I	L	
--	---	---	---	--

Investments

	N	I	L	
--	---	---	---	--

Net Current Assets

-	2	6	2	2
---	---	---	---	---

Misc. Expenditure

	N	I	L	
--	---	---	---	--

Accumulated Losses

-	5	5	7	7	1
---	---	---	---	---	---

IV Performance of the Company [Amount in Thousands]

Turnover

N I L

Total Expenditure

- 9 9 9

+ - Profit before Tax

- 9 9 9

+ - Profit after Tax

- 9 9 9

Earning per Share in Rs.

N I L

Dividend Rate %

N I L

V Generic Name of Principal Product/Services of the Company

Item Code No. (ITC. Code) 8 2 0 9 0 0

Product Description S I N T E R E D M E T A L C A R B I D E S

Item Code No. (ITC. Code) 8 2 0 7 0 0

Product Description D R I L L I N G R O D S

Item Code No. (ITC. Code) 2 8 4 9 9 0

Product Description T U N G S T E N C A R B I D E P O W D E R

SIGNATURES TO SCHEDULES "A " to " J " & BALANCE SHEET ABSTRACT

As per our attached report of even date

For and on behalf of the Board

For Ravi Seth & Co.
(Chartered Accountants)
(Firm No. 108757W)

R. K. Seth
(Proprietor)
Membership No.016808

Rahul Timbadia
Director

Ramesh Khanna
Director

Place : Mumbai
Date : 31st May 2011



DRILLCO METAL CARBIDES LIMITED

301/302, Navkar Plaza, Bajaj Road, Vile Parle (West), Mumbai - 400056

ATTENDANCE SLIP

NAME & THE ADDRESS OF THE THE SHAREHOLDER	LF No.

I/We hereby record my presence at the THIRTYFIFTH ANNUAL GENERAL MEETING of the Company held at 301/302, Navkar Plaza, Bajaj Road, Vile Parle (West), Mumbai - 400056 on September, 22nd 2011 at 11.00 a.m.

IF SHAREHOLDERS, PLEASE SIGN HERE	IF PROXY, PLEASE SIGN HERE

Note: - The Copy of Annual Report may please brought to the meeting hall.

DRILLCO METAL CARBIDES LIMITED

301/302, Navkar Plaza, Bajaj Road, Vile Parle (West), Mumbai - 400056

PROXY FORM

I / We _____
of _____
company hereby appoint Shri./ Smt. / Kum. _____ name being member of above of
in the district of _____ of _____
in the district of _____ or failing him/ her shri /Smt. / Kum. _____
for me / us on my / behalf at the
Thirtyfifth Annual General Meeting of the Company to be held at 301/302, Navkar Plaza, Bajaj Road, Vile Parle (West),
Mumbai - 400056 on September, 22nd 2011 at any adjournment thereof.

Signed this _____ day of _____ 2011

Place: _____

Signature: _____

**Affix
Revenue
Stamp**

Note: This proxy Form duly completed must be received at the Company's Registered Office at least 48 hours before the meeting.

Signature of the Share Holders



DRILLCO METAL CARBIDES LIMITED

BOOKPOST
U.P.C.

If underdelivered please return to:

DRILLCO METAL CARBIDES LIMITED

Regd., Office : 301/302, Navkar Plaza, Bajaj Road, Vile Parle (West), Mumbai - 400056