

ANNUAL REPORT
2009 -10



Contents

Corporate Information	01
Directors' Report	02
Management Discussion and Analysis	09
Corporate Governance Report	12
Managing Director Certification	21
Auditors Certificate on Corporate Governance	22
Auditors' Report	23
Financial Statements	26
Consolidated Auditors' Report	48
Consolidated Balance Sheet as at 31st March 2010	49

Corporate Information

Directors

R. N. Sengupta – Chairman
 B. K. Agrawal – Managing Director
 A. K. Chakraborty
 D. B. Guha
 K. K. Chaudhuri
 M. P. Agrawal
 Nadia Basak
 Smita Khaitan
 Sunil Kumar Agrawal
 Suresh Kumar Agrawal
 Sushil Kumar Agrawal

Company Secretary

Anubhav Maheshwari

Auditors

M/s. SRB & Associates
 Chartered Accountants
 Kolkata

Registrar & Share Transfer Agent

Link Intime India Pvt. Ltd.
 59C, Chowringhee Road,
 Kolkata-700020

Registered Office

8/1, Lal Bazar Street
 Bikaner Building, 3rd Floor,
 Kolkata-700001

Bankers

Axis Bank Ltd.
 Citi Bank N.A
 DBS Bank Ltd.
 HDFC Bank Ltd.
 ICICI Bank Ltd.
 Standard Chartered Bank
 State Bank of India



Directors' Report

Dear Shareholders,

Your Directors are pleased to present the Twenty Sixth Annual Report of the Company together with the Audited Accounts for the year ended 31st March 2010.

FINANCIAL RESULTS:

Rs. in lacs

	2009-10	2008-09
Total Income	84475.09	88062.09
Total Expenditure	74,991.99	78017.33
Profit before Interest, Depreciation and Tax	9483.10	10044.76
Less: Interest	3180.30	3786.78
Less: Depreciation	1946.81	1917.94
Profit before tax & Exceptional Items	4355.99	4340.04
Less: Prior Period Items	97.64	208.32
Less: Exceptional Items	1092.34	1126.04
Profit Before Tax	3166.01	3005.68
Less: Provisions for Taxation	688.00	620.00
Net Profit	2478.01	2385.68
Balance brought forward from previous year	25.71	36.15
Profit available for appropriation	2503.72	2421.83
Which the Directors have appropriated as under to:		
(i) General Reserve	250.00	250.00
(ii) Exchange Fluctuation Reserve	-	200.00
(iii) Debenture Redemption Reserve	300.00	150.00
(iv) Proposed Dividend on Equity Shares	1668.82	1529.75
(v) Dividend on Preference Shares	-	5.46
(vi) Tax on Proposed Dividends	277.17	260.91
Balance Carried to Balance Sheet	7.73	25.72
Total	2503.72	2421.83

DIVIDEND:

Your Directors recommend, subject to the approval of shareholders at the ensuing Annual General Meeting, a dividend of 120% i.e., Rs.2.40 per Equity Share of Rs.2/- each for the year ended 31.03.2010 (last year 110% i.e., Rs.2.20/- per equity share). The Dividend will be paid in compliance with the applicable regulations.

OPERATIONS AND BUSINESS PERFORMANCE:

Kindly refer to Management Discussion & Analysis which forms part of the Annual Report.

Directors' Report

FINANCE:

All financial commitments including payment of loan installments were met in time within the year under review.

The borrowing costs during the year saw a noticeable decrease since the Company had repaid the installments due for Long Term Loans apart from better utilization of working capital facilities.

The lenders continued to rate the Company as a prime customer.

CASH FLOW ANALYSIS:

In conformity with the provisions of Clause 32 of the Listing Agreement the Cash Flow Statement for the year ended 31st March 2010 is included in the annual accounts.

BUY BACK OF EQUITY SHARES:

The Board of Directors of the Company in its meeting held on 28th April 2010 and vide public announcement dated 30th April 2010 had approved buy back of equity shares of the Company from open market using electronic trading facilities of Bombay Stock Exchange Limited (BSE) and National Stock Exchange Limited (NSE). The Company as on the date of the report have bought back 21, 74,739 shares from the open market.

EARNINGS IN FOREIGN EXCHANGE:

During the year the foreign exchange earnings of the Company amounted to Rs. 52277.56 lacs from the previous year level of Rs. 60965.63 lacs. Foreign currency expenditure of your Company amounted to Rs. 52182.43 lacs as against Rs. 55907.36 lacs last year.

Full particulars of Foreign Exchange earnings and outgo are provided in Schedule "S" to the Accounts.

ENVIRONMENT:

The Company continues to place great emphasis on environment management and protection. As one of the Eastern India's premier corporations, Manaksia lays paramount importance on its responsibility to contribute to the preservation and enrichment of the physical environment.

CREDIT RATING:

The Company was awarded 'AA' rating by CARE for its long and medium term loans which represent high security for timely servicing of debt instruments and carrying very low credit risk.

DEPOSITS:

The Company has not accepted any deposit nor has it any outstanding deposit as defined under Section 58A of the Companies Act, 1956.

INDUSTRIAL RELATIONS & PERSONNEL:

Your Company continued to enjoy warm and healthy relations with its employees at all locations. Your Directors take this opportunity to record their appreciation for the dedicated services and significant efforts made by employees at all levels towards the progress of the Company.

PARTICULARS OF EMPLOYEES:

Information as per Section 217 (2A) of the Companies Act, 1956 read with The Companies (Particulars of Employees) Rules 1975 forms part of this report. However, as per the provisions of Section 219(1) (b)(iv) of the Companies Act 1956, the Report and Accounts are being sent excluding the statement containing the particulars to be provided under Section 217(2A) of the Companies Act 1956. Any member interested in obtaining such particulars may inspect the same at the Registered Office or write to the Company Secretary for a copy thereof.

DIRECTORS' RESPONSIBILITY STATEMENT:

We, the Directors of the Company, hereby confirm, pursuant to the provisions of Section 217 (2AA) of the Companies Act, 1956, in respect of financial year under review:

- a) That in the preparation of the annual accounts for the year ended 31st March 2010, the applicable accounting standards have been followed and there are no material departures.

Directors' Report

- b) That we have adopted such accounting policies and have applied them consistently and have made judgements and estimates in a reasonable and prudent manner so as to give a true and fair view of the state of affairs of the Company as at the end of the financial year and of the profit of the Company for that period.
- c) That we have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- d) That the annual accounts have been prepared on a going concern basis.

NATURE OF BUSINESS:

There has been no change in the nature of the business of the Company and any of its Subsidiary Companies during the year.

SUBSIDIARY COMPANIES AND CONSOLIDATED FINANCIAL STATEMENT:

During the year under review the Company subscribed to equity shares to an aggregate amount of Rs 2385.96 lakhs in its wholly owned Subsidiary Companies i.e. Euroasian Ventures FZE and Manaksia Global Limited.

The statement required under Section 212 of the Companies Act, 1956 in respect of Subsidiaries Companies is annexed hereto vide Annexure "A".

As on date of the Report, the Company has invested in 50,000 shares of Rs 10 each equivalent to 100% equity of each of the Companies: Manaksia Aluminium Company Ltd, Manaksia Overseas Ltd, Manaksia Coated Metals & Industries Ltd, Manaksia Ferro Industries Ltd and Manaksia Steels Ltd, thereby making it wholly owned subsidiary companies. The investments have been made keeping in mind the business opportunities available.

In terms of approval granted by the Central Government under Section 212(8) of the Companies Act 1956, copies of the Balance Sheet, Profit & Loss Account, Report of the Board of Directors and Report of the Auditors of the Subsidiary Companies and step down subsidiary companies have not been attached with the Annual Report. The Company will make available these documents upon request by any member of the Company interested in obtaining the same. The Annual Accounts of the Subsidiary Companies will also be kept open for inspection by any investor during working hours at its registered office. Further the report and accounts of the subsidiary companies will also be available at Investors Section of your Company's website www.manaksia.com. In compliance with the terms of the aforesaid approval summary financial information for each Subsidiary Company is given in Annexure "B" and forms part of this Report.

As required under the Listing Agreement with the Stock Exchange(s) a consolidated financial statement of the Company and all its Subsidiary Companies is attached. The consolidated financial statements have been prepared in accordance with Accounting Standard 21 issued by the Institute of Chartered Accountants of India and show the financial resources, assets, liabilities, income, profits and other details of the Company and its Subsidiary Companies as a single entity, after elimination of minority interest.

REPORT ON CORPORATE GOVERNANCE:

Pursuant to Clause 49 of the Listing Agreement with the Stock Exchanges, the following forms part of this Annual Report:

- (a) Report on Corporate Governance.
- (b) Managing Director declaration regarding compliance of Code of Conduct by Board Members and Senior Management Personnel.
- (c) Auditors Certificate regarding compliance of conditions of Corporate Governance

DIRECTORS:

The Board of Directors in its meeting held on 13th November 2010, subject to the approval of the shareholders, have appointed Mr Suresh Kumar Agrawal, Mr Sunil Kumar Agrawal, Mr Sushil Kumar Agrawal, Mr Nadia Basak and Mr Debabrata Guha, Directors of the Company as Wholtime Directors of the Company with effect from 1st January 2011.

Mr Debabrata Guha, Dr Kali Kumar Chaudhuri and Ms Smita Khaitan retire from the Board by rotation at the forthcoming Annual General Meeting and being eligible, offer themselves for re-appointment. The Board has recommended their re- appointment.

Directors' Report

AUDITORS & AUDITORS' REPORT:

The Auditors Messrs SRB & Associates Chartered Accountants, retire at the conclusion of the ensuing Annual General Meeting and, being eligible offer themselves for re-appointment. Certificate from the Auditors have been received to the effect that their re-appointment, if made, would be within the limits prescribed under Section 224 (1B) of the Companies Act, 1956.

The Auditors' Report to the shareholders does not call contain any qualification.

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

The information regarding conservation of Energy, Technology Absorption and Foreign Exchange earnings and outgo required under Section 217(1) (e) of the Companies Act, 1956, are set out as Annexure – "C" and form a part of this Report.

ACKNOWLEDGEMENT

Your Company continues its relentless focus on strengthening competitiveness in all its businesses. It is the endeavour of your Company to deploy resources in a balanced manner so as to secure the interest of the shareholders in the short, medium and long terms.

Your Directors convey their grateful appreciation for the valuable patronage and co-operation received and goodwill enjoyed by the Company from esteemed customers, commercial associates, banks, financial institutions, government departments, other stakeholders and the media.

Your directors also wish to place on record their deep sense of appreciation to all the employees at all levels for their commendable team-work, exemplary professionalism and enthusiastic contribution towards the growth of the Company during the year under review.

On behalf of the Board

R N Sengupta
Chairman

Kolkata, 13th November 2010

Annexure A

Statement pursuant to Section 212 (1)(e) of the Companies Act, 1956 relating to Subsidiary Companies

Name of the Subsidiary	MINL Limited	Dynatech Industries Ghana Limited	Mark Steels Limited	Euroasian Ventures FZE	Crescent Industries (Nepal) Pvt. Limited	Manaksia Global Limited, Mauritius	Solex Chemicals Pvt. Limited	Jebba Paper Mills Limited	Euroasian Steels LLC
1 The Financial Year of the Subsidiary Company ended on	31-Dec-09	31-Dec-09	31-Mar-10	31-Mar-10	15-Jul-09	31-Mar-10	31-Mar-10	31-12-2009	31-Mar-10
2 Date from which they became Subsidiary Companies	23-Aug-95	4-Oct-01	31-Mar-03	4-Jul-05	22-Mar-01	15-Jul-08	1-Jul-08	14-Jul-06	1-Apr-08
3 a) Number of Shares held by Manaksia Limited, with its nominee in the Subsidiary at the end of the financial year of the Subsidiary Company	907,897,869 Ordinary Shares of Naira 1 each fully paid up	843,961 Ordinary Shares of Cedi 10,000 each	3,000,000 Ordinary Shares of Rs. 10 each fully paid up	25 Ordinary Shares of AED 1000000 each fully paid up	1,520,000 Ordinary Shares of Nepalese Rs. 100 each fully paid up	11000 Ordinary Shares of United States Dollar 1 each	10,000 Ordinary Shares of Rs. 10 each fully paid up	20,000,000 Ordinary Shares of Naira 1 each fully paid up	16,700,000 shares of GL 1 each fully paid up
b) Extent of interest of Holding Company at the end of the Financial year of Subsidiary Company	100%	100%	100%	100%	100%	100%	100%	100%	93.75%
4 The net aggregate amount of the Subsidiary Company Profit/ (Loss) so far as it concerns to the members of the Holding Company									
a) Not dealt with in the Holding Company's accounts									
i) For the Financial year	Profit of Naira 2480645831 Equivalent to Rs.747490399	Profit of Cedi 41155 Equivalent to Rs.1301165	Profit of Rs. 12869860	Profit of AED 6763310 Equivalent to Rs.82735370	Profit of Nepali Rs. 35570090 Equivalent to Rs. 22231306	Loss of USD 25988 Equivalent to Rs. 1166724	NIL	Profit of Naira 184720731 Equivalent to Rs. 55661704	NIL
ii) For the Previous Financial years of the Subsidiary Company Since it became the Holding Company's Subsidiary	Profit of Naira 7290991302 Equivalent to Rs.2196986741	Profit of Cedi 8726 Equivalent to Rs.275883	Profit of Rs. 77300734	Profit of AED 17165261 Equivalent to Rs.209982124	Loss of Nepali Rs. -68261418 Equivalent to Rs. -42663386	Loss of US Dollar -74313 Equivalent to Rs. -3336283	N.A.	N.A.	N.A.
b) Dealt with in the Holding Company's accounts									
i) For the Financial year	Dividend Received in Naira 90789787 Equivalent to Rs. 27357591	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
ii) For the Previous Financial year of the Subsidiary Company Since it became the Holding	Dividend Received in Naira 503062174 Equivalent to Rs. 151587196	NIL	NIL	Dividend Received in AED 642250 Equivalent to Rs. 8043000	NIL	NIL	NIL	NIL	NIL

Statement pursuant to Section 212(5) of the Companies Act, 1956 relating to changes occurred between the end of financial year of Subsidiary Company and 31st March, 2010

Name of the Subsidiary	MINL Limited	Dynatech Industries Ghana Limited	Crescent Industries (Nepal) Pvt. Limited	Jebba Paper Mills Limited	Euroasian Steels LLC
A Detail of Material Changes which have occurred between the end of financial year of subsidiary and the end of the holding company's financial year in respect of -					
1 Increase / (-)Decrease in Fixed Assets	(Naira -79247717) Equivalent to (Rs.-23879632)	(Cedi -62317 Equivalent to (Rs.-1970227)	(Nepalees Rs. 419566 Equivalent to (Rs.262229)	Naira 9971920 Equivalent to Rs.3004828	GEL 16684041 Equivalent to Rs.428112492
2 Increase / (-)Decrease in Investments	NIL	NIL	NIL	NIL	NIL
3 Increase / (-)Decrease in Money Lent	(Naira -39679987) Equivalent to (Rs.-11956729)	NIL	NIL	NIL	NIL
4 Increase / (-)Decrease in Money Borrowed	(Naira 48513073) (Rs.14618393)	NIL	(Nepalees Rs 4000) Equivalent to (Rs.2500)	NIL	GEL 9541000 equivalent to Rs.244822060
B Whether there has been any change in the holding company's interest in the subsidiary between the end of financial year of subsidiary and the end of the holding company's financial year	No	No	No	No	No

Annexure B

**Information on Subsidiary Companies pursuant to Section 212 of the Companies Act 1956
(Pursuant to Approval dtd 27/07/2010 & 08/11/2010 from Ministry of Corporate Affairs)**

(Figures in lacs)

Name of the Subsidiary Company	Issued and Subscribed capital	Reserves	Total Assets	Total Liabilities	Investments	Turnover	Profit before taxation	Provision for taxation	Profit after taxation	Proposed Dividend
MINL Limited	NGN 9,078.98 INR 2,831.17	NGN 109,269.91 INR 34,074.48	NGN 185,365.69 INR 57,804.02	NGN 185,365.69 INR 57,804.02	NGN 277.99 INR 86.69	NGN 229,965.65 INR 71,711.97	NGN 32,751.38 INR 10,213.12	NGN 929.99 INR 290.01	NGN 31,821.39 INR 9,923.11	NGN 907.90 INR 283.12
Dynatech Industries Ghana Ltd	GHS 8.44 INR 271.51	(GHS 0.50) (INR 16.09)	GHS 46.33 INR 1,490.44	GHS 46.33 INR 1,490.44	-	GHS 171.79 INR 5,526.48	GHS 0.47 INR 15.12	GHS 0.06 INR 1.93	GHS 0.40 INR 12.87	-
Marks Steel Ltd	INR 300.00	INR 901.71	INR 5,327.79	INR 5,327.79	INR 4.25	INR 5,677.84	INR 148.75	INR 20.05	INR 128.70	-
Euroasian Venture FZE	AED 250.00 INR 3,180.60	AED 243.79 INR 3,101.60	AED 1,732.46 INR 22,041.07	AED 1,732.46 INR 22,041.07	AED 344.08 INR 4,377.53	AED 395.76 INR 5,035.02	AED 67.63 INR 860.42	-	AED 67.63 INR 860.42	-
Crescent Industries (Nepal) Pvt Ltd	NPR 1,520.00 INR 950.00	(NPR 719.13) (INR 449.46)	NPR 834.86 INR 521.79	NPR 834.86 INR 521.79	-	NPR 9.14 INR 5.71	(NPR 12.12) (INR 7.58)	-	(NPR 12.12) (INR 7.58)	-
Manaksia Global Ltd	US\$0.11 INR 4.94	(US\$0.48) (INR 21.55)	US\$23.50 INR 1,055.03	US\$23.50 INR 1,055.03	-	-	US\$0.26 INR 11.67	-	US\$0.26 INR 11.67	-
Solex Chemicals Ltd.	INR 1.00	-	INR 2.57	INR 2.57	-	-	-	-	-	-
Jebba Paper Mills Ltd	NGN 200 INR 62.00	NGN 1847.21 INR 572.64	NGN 19475.40 INR 6037.37	NGN 19475.40 INR 6037.37	-	NGN 9209.80 INR 2855.04	NGN 1847.21 INR 572.64	-	NGN 1847.21 INR 572.64	-
Euroasian Steels LLC	GL 167 INR 4285.22	-	GL 429.41 INR 11018.66	GL 429.41 INR 11018.66	-	GL 0.8 INR 20.53	GL 0.18 INR 0.46	-	GL 0.02 INR 0.51	-

The aforesaid data in respect of subsidiary companies is for 12 months as on 31st March 2010 other than Dynatech Industries Ghana Ltd and Jebba paper Mills Ltd, where it is as on 31st December 2009.

Exchange Rate as on 31st March 2010

1 INGN =	0.31
1 GHS =	32.17
1 AED =	12.72
1 US\$ =	44.90
1 INPR =	0.63
1 GL =	25.66

Directors' Report

Annexure C

Information as per Section 217(1)(e) read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 and forming part of the Directors' Report for the year ended 31st March 2010.

I. Conservation of Energy:

a. Energy Conservation measures taken during the year:

The thrust on energy conservation continued during the year across all manufacturing locations through combined use of systems and devices. The various measures taken during the year include –

- i. Installation of Alternative Energy General Devices in the form of Biomass Gasifiers for both power generation and thermal application.
- ii. Reduction in wastage through better control and tight vigil.
- iii. Conducting training programmes at various factories for conservation of energy.
- iv. Replacement of old inefficient equipment with new energy efficient equipment.
- v. Replacement of motors running below the optimum capacity.

b. Additional Investments and Proposals being implemented for Reduction of Consumption of Energy:

The Company is constantly taking steps to identify various alternative sources of energy both for thermal and power generation applications. In pursuit of its goal towards savings in energy cost, the company while procuring new machinery under phased modernisation / replacement program taking into account its impact on energy conservation.

c. Impact of measures as above for reduction of Energy Consumption and consequent impact on the cost of production of goods:

The energy conservation measures undertaken during the year as specified in (a) and (b) above have resulted in considerable saving and have thereby effectively contributed in reducing the cost of production.

d. Total Energy Consumption and Energy Consumption per Unit of Production:

FORM-A
(see Rule 2)

A. POWER & FUEL CONSUMPTION

	2009-10 Current Year	2008-09 Previous Year
1. ELECTRICITY		
A) Purchased		
Units (KWH in thousand)	22,555	14,413
Total Amount (Rs. Lacs)	1175	699
Rate/Unit (Rs.)	5.21	4.85
B) Own generation		
i) Through Diesel generator		
Units (KWH Lacs)	-	-
Units per litre of diesel oil	-	-
Cost/Unit (Rs.)	-	-
ii) Through steam turbine/generator		
Unit	-	-
Units per litre of fuel oil / gas	-	-
Cost/Unit (Rs.)	-	-
2. COAL		
Quantity	-	-
Total cost	-	-
Average rate	-	-
3. FURNACE OIL		
Quantity	-	-

Total cost	-	-
Average rate	-	-

4. OTHERS/INTERNAL GENERATION

Quantity	-	-
Total cost	-	-
Average rate	-	-

B. CONSUMPTION PER TONNE OF PRODUCTION

PARTICULARS	Aluminium Products	Steel Products
Electricity (KWH/MT)	968.76	366.56
Furnace Oil (Ltrs.)	135.80	28.15
Coal (Kgs)	36.25	-
Others	-	-

II. Technology Absorption:

Efforts made in technology absorption

(A) Research and Development (R&D)

a. Specific areas in which the Company carried out R&D -

- i. Productivity improvement in respect of current production processes and refining them with reference to quality yield and effluents.
- ii. Development of New Products
- iii. Environment protection
- iv. Energy Conservation
- v. Capacity utilization
- vi. Improvement in safety and reliability of the Plant.

b. Benefits derived as a result of the above R&D

- i. Plants operating at higher capacities with better efficiencies
- ii. Decrease in waste and rejection
- iii. Better quality product
- iv. Reduction in overall energy cost
- v. Increase in-house capability

c. Future plan of action

Continuous efforts towards energy conservation, reduction of Costs, protection of environment and minimization of waste.

d. Expenditures on R&D (Rs. in lakhs)

(a) Capital	-
(b) Recurring	14.39
(c) Total	14.39
(d) Total R & D expenditure as a percentage of total turnover	0.02%

(B) Technology Absorption, Adaptation and Innovation

a. Efforts -

R&D Division is currently involved in devising new methods of cost reduction and product development.

b. Benefits derived

- i. Cost Reduction
- ii. Better quality product

c. Details of imported technology

None of the technology being devised by the Company is imported.

III. Foreign Exchange Earnings and Outgo:

A. Details of activities relating to export, initiatives taken to increase exports, development of new export markets for products and services and export plans:

The Company has continued to maintain focus and avail of export opportunities based on economic considerations.

B. Total Foreign Exchange Used and Earned:

	(Rs. in lakhs)
a. Foreign Exchange Earnings	52277.56
b. Foreign Exchange Outgo:	
CIF Value of Imports	50729.04
c. Other Expenditure in Foreign Currency	1453.39

Management Discussion and Analysis

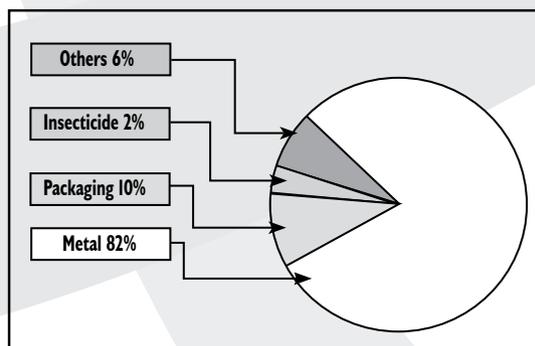
OVERVIEW OF OPERATIONS

RESULTS

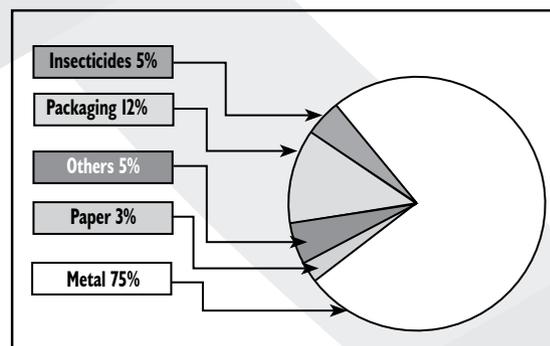
During the period under review the net profits of your Company grew from Rs 23.86 crores to Rs 24.78 crores on a standalone basis and from Rs 106.31 crores to Rs 131.53 crores, on a consolidated basis. Some effects of the global economic meltdown during the previous fiscal were reflected in the financial results of the Company during the year under review. Total income on a standalone basis fell from Rs 880.62 crores to Rs 844.75 crores, and on a consolidated basis fell from Rs 1,396.42 crores to Rs 1,312.09 crores. The earnings before interest, tax and depreciation (EBITDA) fell from Rs 100.45 crores to Rs 94.83 crores on a standalone basis, though the same increased from Rs 257.60 crores to Rs 261.99 crores on a consolidated basis. In order to reward the shareholders adequately, your Company has proposed a dividend of 120% an increase from last year's dividend payout of 110%.

BUSINESS

Manaksia's business consists of manufacturing of metal, packaging products, value added metal products both aluminium and steel and as outsourced manufacturer of mosquito repellent coils and vaporizers. The manufacturing operations are presently carried on in India and Nigeria. Through a step down subsidiary, the Company operates a paper mill in Nigeria. The share of the revenue among the various segments is shown in the Pie-Chart below:



For the Financial Year 2008-09



For the Financial Year 2009-10

ECONOMIC OVERVIEW

Global economy seems to be expanding after the shock suffered during the last fiscal. Indian economy, however has just felt the blow of the global economic recession and the real economic growth has seen a fall, followed by lower exports, capital outflow and corporate restructuring. In order to sustain the economic growth during the time of this recession, the Government of India announced stimulus packages to prop up economic growth.

INDUSTRY STRUCTURE AND DEVELOPMENTS

The Company continues to operate in packaging, steel and aluminium industry and household insecticide segments. In the packaging segment, the Company operates mainly in the metal/plastic caps and containers segments. In the household insecticides segment, the Company is a contract manufacturer for mosquito repellants. The Company manufactures value added metal products in both steel and aluminium, mostly used in the construction, engineering and transportation segments. The year under review saw some growth in these segments as compared to the previous year.

The Company also operates in the value added metal segment and metal packaging & paper segments in Nigeria.

The Company has set up a Steel Long Product Manufacturing facility at Georgia comprising of Steel Melting capacity of 1,00,000 MT which has already been commissioned and at present is under trial production producing about 2000 MT per month. Out of the envisaged Steel Rolling capacity of 2,00,000 MT the first phase of 1,00,000 MT per annum has already been commissioned and is under trial production, producing about 2000 MT per month. The second phase of the Steel Rolling capacity would be undertaken shortly.

OPPORTUNITIES AND THREATS

The Company constantly searches for growth opportunities and new markets - the world over, in all its product segments. With the signs of rejuvenation visible in the Indian and the world economies, the Company is in a position to take advantage of the growth in the specific sectors of construction, engineering, transportation and consumer goods.

Increase in capital costs, adverse exchange rate fluctuations and hardening of interest rates are some of the specific threats that the Company seeks to mitigate by careful planning, active treasury management and use of alternative borrowing instruments.

Management Discussion and Analysis

RISKS AND CONCERNS

A varied product portfolio and wide geographical presence and reach, both domestic and international, have helped the Company to significantly de-risk its business. Multiple manufacturing units in various states of the country have enabled the Company to cater to the needs of its customers, meeting delivery deadlines and at prescribed locations. The Company has sales and technical servicing offices at Mumbai, Delhi, Chennai and Bangalore. Multi locational presence has reduced distribution and inventory costs and delivery times.

SEGMENT-WISE PERFORMANCE

METALS DIVISION

The value-added metal products manufactured by the Company are the principal contributor to the revenues and profits for the Company and its Subsidiary Companies.

While sales have increased in the steel segment, there has been fall in the sales in the Aluminium segment due to cascading effect of the global meltdown.

The metals segment as a whole contributed to 75% of revenue and 73% of profits before interest and tax.

The table below shows the performance in the various product groups within the segment:-

Value-added Metal Products volume growth in 2009-10				
	Sales Qty (MT) 2009-10		Growth (%)	
	S	C	S	C
Aluminium Rolled Products	19782.43	32627.74	(26)	(20)
Aluminium Alloys	1140.04	6334.64	(41)	(62)
Colour coated Aluminium	-	6135.43	-	02
Aluminium Products Total	20922.47	45097.81	(27)	(29)
Galvanised Steel	14309.28	61931.64	100	37
Colour coated Steel	9594.09	9810.64	43	44
Cold Rolled Steel	35421.04	35421.04	05	(08)
Steel Products Total	59324.41	107163.32	24	18
Metal Products Segment	80246.88	152261.12	05	(01)
Packaging Products	11341.31	15930.73	15	09

S : Standalone C: Consolidated

ALUMINIUM PRODUCTS

During the period under review the domestic sales have improved in comparison to the previous year. The de-bottlenecking and downstream finishing equipment at the Haldia facility helped in improving the domestic margins. However, the impact of the Global recession was seen in the export division resulting in decrease in sales as compared to the previous year.

Colour coated Metal Coils & Sheets

Despite the poor economic conditions, performance in this segment (both steel and aluminium) was encouraging.

GALVANISED STEEL

Better price realization and improved demands both in international and domestic markets significantly contributed to the top line in this product segment.

PRICE REALIZATION OF ALUMINUM VALUE ADDED PRODUCTS

As the table below shows, there was a marked fall in LME price of aluminum from 2008-09 to 2009-10. However, the dollar has weakened in terms of Indian Rupee and the rupee value of aluminum on an average, fell about 20.70%.

Aluminium LME prices 2008-09 & 2009-10	2008-09	2009-10
Average Aluminium LME price (\$/ton)	2240	1899
Average currency rate Rs/\$	48	44.90
Average Aluminium Price Rs/ton	107520	85265
Percentage decrease in aluminum prices	-	20.70%

Management Discussion and Analysis

Unit realization for Aluminium Products : 2009-10 compared to 2008-09

Rs/MT	2008-09		2009-10		Percentage fall	
	S	C	S	C	S	C
Aluminium Rolled Products	145315	162564	120317	140029	17	14
Aluminium Alloys	103240	101911	90209	84164	13	17
Colour Coated/ Aluminium Sheets	195281	222369	N A	192747	NA	13
Aluminium Products Total	142713	152313	118677	139354	17	9

As would be observed from the chart above the fall in the aluminium segment is less than the fall in the general aluminium prices.

PACKAGING PRODUCTS

The renewed focus on this segment during the year under review has yielded positive results. In this segment, revenues for the year increased from Rs 98.59 crores to Rs 113.41 crores on a standalone basis and from Rs 145.71 crores to Rs 159.31 crores on a consolidated basis. Earnings before interest and taxes on a standalone basis increased from Rs 11 crores to Rs 12.62 crores, while on a consolidated basis it went up from Rs 24 crores to Rs 25.09 crores. The segment contributed to 12% of consolidated revenue and 11% of consolidated profit before interest and taxes. Further efforts have been initiated towards widening the product horizon and improvement of existing product portfolios.

MOSQUITO REPELLANTS

Revenues increased from Rs 31.55 crores to Rs 62.20 crores during the year and profits before interest and taxes went up from a loss of Rs 2.17 crores to a profit of Rs 4.56 crores. The increase in revenue is attributable to cost effective utilization of resources and on back to back increase in the turnover of the principal. The segment contributed to 5% of total revenue and 2% of profits.

FUTURE OUTLOOK

The Company is now in the process of consolidating the various projects and expansions that it had undertaken in the last several years.

INTERNAL CONTROL SYSTEMS

The Company had implemented ERP system SAP in the previous year and presently it covers all the manufacturing locations of the Company in India. The system helps in safeguarding the assets of the Company, ensures that the transactions are properly authorized and recorded and material errors and irregularities are either timely prevented or detected.

HUMAN RESOURCES

Employee relations were cordial throughout the year and recruitments were made commensurate with the needs of business. The Company employs about 4000 people in all its facilities worldwide.

DEBT

The total secured debt on the Balance Sheet of the Company as on 31st March 2010 on a standalone basis was Rs 114.09 crores (Rs 147.56 crores in the previous year) and on a consolidated basis was Rs 257.97 crores (Rs 384.81 crores in the previous year). The Company during the period under review has repaid the long term loans installments and have not taken any new long term loan.

FINANCE COST & INTEREST

Net finance cost and interest expenses, on a standalone basis, came down from Rs 37.87 crores to Rs 31.80 crores during the year. On a consolidated basis, finance cost has come down from Rs 63.56 crores to Rs 51.43 crores. This was due to net exchange gain owing to strengthening in the value of the rupee against the dollar during the year and utilization of loan fund having low bearing interest rates during the year.

CAUTIONARY STATEMENT

Statements in the Management Discussion and Analysis, describing the Company's objectives, outlook and expectation, may constitute "Forward Looking Statements" within the meaning of applicable laws and regulations. Actual results may differ from those expressed or implied expectations, projections etc. Several factors make a significant difference to the Company's operations, including climatic conditions, economic scenario affecting demand and supply, Government regulations, taxation, natural calamity and other such factors over which the Company does not have any direct control.

Corporate Governance Report

(As required under Clause 49 of the Listing Agreement entered into with the Stock Exchanges)

PHILOSOPHY OF THE COMPANY ON CORPORATE GOVERNANCE:

The Company has adopted the principles of good Corporate Governance and is committed to adopting, best relevant practices for Governance. The Company aims to be progressive, competent and trustworthy, creating and enhancing value for stakeholders and customers and to deliver to its customer's quality products and pro-active services in a satisfactory manner. The Company attempts to achieve this by such measures as:

- High Standard of ethics.
- Sound Business decisions
- Prudent financial management practices
- Professionalism in decision making and conducting the business
- Compliance with regulatory guidelines on governance.

BOARD OF DIRECTORS

Composition of the Board:

As on 14th August 2010, the composition of the Board of Directors is detailed below. Their attendance at the meetings during the year and number of other directorships in Indian public companies and memberships of the Committee of the Board of such companies as on 31st March 2010 are as follows:

Name of Director	Category of Director	No. of other Directorship held in other public companies		No. of Board Committee (s) of which he/she is a Member/Chairman	
		Chairman	Member	Chairman	Member
Rabindra Nath Sengupta, Chairman	NEI	None	None	None	None
Ajay Kumar Chakraborty	NEI	None	2	None	2
Basant Kumar Agrawal, Managing Director	WTD	None	3	None	None
Debabrata Guha	NE	None	None	None	None
Dr. Kali Kumar Chaudhuri	NEI	None	1	None	1
Mahabir Prasad Agrawal	NE	None	3	None	None
Nadia Basak	NE	None	None	None	None
Smita Khaitan	NEI	None	None	None	None
Sunil Kumar Agrawal	NE	None	3	None	None
Suresh Kumar Agrawal	NE	None	1	None	None
Sushil Kumar Agrawal	NE	None	1	None	None

NEI: Non Executive Independent Director NE: Non Executive Director WTD: Whole Time Director

As mandated by Clause 49 none of the Directors are member of more than ten (10) Board level Committees nor are they Chairman of more than five (5) Committees in which they are member. Chairmanship / Membership of Board Committee includes membership of Audit and Share Transfer Grievance Committees.

Board Agenda:

The meetings of the Board are governed by a structured agenda. The Board members in consultation with the Chairman may bring upon other matters for consideration at the Board Meeting.

Information placed before the Board:

Necessary information as required under statute and as per the guidelines on Corporate Governance are placed before the Board from time to time.

Number of Board Meetings held and attended by Directors:

Eight meetings of the Board of Directors were held during the year and gap between the meetings did not exceed 4 months. The dates on which the Board meetings were held are 18th June 2009, 30th June 2009, 31st July 2009, 26th August 2009, 31st October 2009, 11th January 2010, 30th January 2010 and 2nd March 2010.

Corporate Governance Report

The attendance record of each of the directors at the Board Meetings during the year ended on 31st March 2010 and of the last Annual General Meeting is as under:

Names of Director	No. of Board Meetings during the year 2009-10		Attendance at the last AGM
	Held	Attended	Yes/No
Rabindra Nath Sengupta	8	8	Yes
Ajay Kumar Chakraborty	8	7	No
Basant Kumar Agrawal	8	8	Yes
Debabrata Guha	8	-	No
Dr. Kali Kumar Chaudhuri	8	7	No
Mahabir Prasad Agrawal	8	7	Yes
Nadia Basak	8	1	No
Smita Khaitan	8	7	Yes
Sunil Kumar Agrawal	8	5	No
Suresh Kumar Agrawal	8	7	Yes
Sushil Kumar Agrawal	8	4	No

Code of Conduct:

The Company has adopted "Code of Conduct" for the Directors and senior executives of the Company. The code anchors ethical and legal behaviour within the organisation. The Code is available on the Company website www.manaksia.com.

All Board members and senior executives have affirmed compliance with the Code of Conduct. A declaration signed by the Managing Director to this effect is enclosed at the end of the Report.

Disclosure regarding appointment/ re-appointment of the Directors:

The brief resume and other information required to be disclosed under this Section is provided in the Notice of the Annual General Meeting.

CEO/CFD Certification:

The Managing Director of the Company has given a certificate to the Board of Directors of the Company under Clause 49(V) of the Listing Agreement for the year ended 31st March 2010.

BOARD COMMITTEES

Manaksia has four Board level committees:

- Audit Committee
- Committee of Directors
- Remuneration Committee
- Share Transfer Grievance Committee

The Board is responsible for constituting, assigning, co-opting and fixing the terms and reference for members of various committees. The minutes of all the Board and Committee meetings are placed before the Board and noted by the Directors at the meetings. The role and composition of the Committees including the number of meeting(s) held and the related attendance during financial year 2009-10 are as follows:

AUDIT COMMITTEE

The Audit Committee of the Company is constituted in line with the provisions of Clause 49 of the Listing Agreements with Stock Exchange read with Section 292A of the Companies Act, 1956. The terms of reference of the Audit Committee includes the powers as laid down in Clause 49 (II)(C) and role as stipulated in Clause 49(II)(D) of the listing agreement with Stock Exchanges. The Audit Committee also reviews the information as per the requirement of Clause 49(II) (E) of the Listing Agreement.

The Audit Committee also complies with relevant provisions of the Companies Act, 1956.

Terms of Reference:

The brief description of the terms of reference of the Audit Committee in line with Clause 49 of the Listing Agreement are:

- Overview of the Company's financial reporting process and the disclosure of the financial information to ensure that the financial statements are correct, sufficient and credible.

Corporate Governance Report

- (b) Review with the management quarterly and annual financial statements before submission to the Board.
- (c) Review with the management performance of the statutory and internal auditors.
- (d) Discussion with the internal auditor on any significant findings and follow up thereon.
- (e) And generally all items listed in Clause 49(II)(D) of the Listing Agreement.

The Audit Committee may also review such other matters as considered appropriate by it or referred to it by the Board.

Composition:

The composition of the Audit Committee is in accordance with the requirement of clause 49(II)(A) of the Listing Agreement. As on 31st March 2010, the Committee comprised of 5 Non Executive Directors out of which 4 including the Chairman of the Committee were independent directors. As per the requirement of Corporate Governance all members of the Audit Committee are financial literate with at least one member having accounting or related financial management expertise.

Mr. Ajay Kumar Chakraborty, Mr. Rabindra Nath Sengupta, Dr. Kali Kumar Chaudhuri, Mr. Mahabir Prasad Agrawal and Ms. Smita Khaitan were members of the Committee as on 31st March 2010. Mr. Ajay Kumar Chakraborty was appointed as Chairman of the Committee in place of Mr. Rabindra Nath Sengupta w.e.f 30th January 2010.

The Audit Committee is normally attended by V. P (Accounts), representatives of Statutory Auditors, representatives of Internal Auditors and Senior Executives of the Company, if required. The Company Secretary act as Secretary to the Committee. The Chairman of the Audit Committee attended the Annual General meeting held on 29th September 2009 to answer shareholders queries.

Meetings and Attendance:

Six Audit Committee meetings were held during the year ended 31st March 2010. The meetings were held on 18th June 2009, 30th June 2009, 31st July 2009, 26th August 2009, 31st October 2009 and 30th January 2010 and the gap between the 2 meetings did not exceed 4 months. The details of attendance of members are as under:

Name of Member	No. of meetings during the year 2009-10	
	Held	Attended
Ajay Kumar Chakraborty*	6	6
Dr. Kali Kumar Chaudhuri	6	6
Mahabir Prasad Agrawal	6	5
Rabindra Nath Sengupta *	6	4
Smita Khaitan	6	6

* Appointed Chairman w.e.f 30th January 2010 in place of Mr. Rabindra Nath Sengupta.

COMMITTEE OF DIRECTORS

The Committee of Directors meets as and when necessary to attend to important businesses and is empowered to do all such acts, deeds and things which the Board is empowered to do subject to the provisions of the Companies Act, 1956.

Composition:

As on 31st March 2010, the Committee of Directors consist of 2 Nos. Non Executive Directors and 3 Nos. Whole Time Directors. Mr. Rabindra Nath Sengupta (Chairman of the Committee), Mr. Basant Kumar Agrawal, Mr. Mahabir Prasad Agrawal, Mr. Sunil Kumar Agrawal and Mr. Suresh Kumar Agrawal are members of the Committee. The Company Secretary act as Secretary to the Committee.

Meetings and Attendance:

Four Committee of Directors meetings were held during the year ended 31st March 2010. These were held on 06.04.2009, 24.09.2009, 11.12.2009 and 08.02.2010. The details of attendance of members are as under:

Name of Member	No. of meetings during the year 2009-10	
	Held	Attended
Rabindra Nath Sengupta	4	4
Basant Kumar Agrawal	4	4
Mahabir Prasad Agrawal	4	4
Sunil Kumar Agrawal	4	2
Suresh Kumar Agrawal	4	4

Corporate Governance Report

REMUNERATION COMMITTEE

The Committee is responsible for recommending to the Board the remuneration package of Managing Director/Whole Time Director(s) and such other matters as the Board may from time to time require the Remuneration Committee to examine and recommend to it.

Composition

As on 31st March 2010, the Committee comprised of 4 Non Executive Directors out of which 3 including the Chairman of the Committee are Independent Directors. Mr. Rabindra Nath Sengupta (Chairman), Dr. Kali Kumar Chaudhuri, Mr. Mahabir Prasad Agrawal and Ms. Smita Khaitan are members of the Committee. The Company Secretary act as Secretary to the Committee.

Meeting and Attendance:

During the year the meeting of the Remuneration Committee Meeting was held on 31st March 2010. The details of attendance of members are as under:

Name of the Member	No. of meetings during the year 2009-10	
	Held	Attended
Rabindra Nath Sengupta	1	1
Dr. Kali Kumar Chaudhuri	1	1
Mahabir Prasad Agrawal	1	1
Smita Khaitan	1	1

Remuneration Policy:

The remuneration paid to the Directors are approved by the Board of Directors on the recommendation of the Remuneration Committee. The payment of remuneration to Managing Director/ Whole time Director(s) is in accordance to the approval of the shareholders in the general meeting.

The Non Executive Directors are entitled to sitting fees for attending meeting of the Board and committees thereof within the prescribed limit. The remuneration paid to the Executive Directors is within the limits approved by the shareholders.

Details of Remuneration paid to Executive Directors:

Name of Director	Remuneration (Rs.)
Basant Kumar Agrawal	6,00,000/-
Debabrata Guha	6,00,000/-
Nadia Basak	6,00,000/-
Sunil Kumar Agrawal	4,80,000/-
Suresh Kumar Agrawal	5,40,000/-
Sushil Kumar Agrawal	4,80,000/-

The agreements entered with the Managing Director/ Whole Time Director(s) are for a period of 5 years from the respective dates of appointment.

Details of Sitting Fees paid to Non Executive Directors:

Name of Director	Sitting Fees (Rs.)
Rabindra Nath Sengupta	1,00,000/-
Ajay Kumar Chakraborty	65,000/-
Dr. Kali Kumar Chaudhuri	65,000/-
Mahabir Prasad Agrawal	85,000/-
Smita Khaitan	70,000/-

Details of Equity Shares/ Non-Convertible instruments held by Non Executive Directors:

Name of Director	No. of Shares	Non Convertible Instrument
Debabrata Guha *	400	N A
Mahabir Prasad Agrawal	19,64,925	N A
Nadia Basak*	22,900	N A
Sunil Kumar Agrawal*	16,16,060	N A
Suresh Kumar Agrawal*	56,43,000	N A
Sushil Kumar Agrawal*	8,52,875	N A

* Non Executive Directors w.e.f. 01/04/2010

Corporate Governance Report

The Company does not have any Employee Stock Option Scheme and there is no separate provision for payment of severance fees.

SHARE TRANSFER GRIEVANCE COMMITTEE:

The Committee oversees the redressal of complaints of shareholders and investors such as transfer of shares/debentures, non receipt of dividend/notices/annual reports, etc. The Board of Directors have sub-delegated the authority to the Committee to approve transfer of shares debentures, share transmission, issue of duplicate share /debenture certificates, etc. The Committee meets once in a fortnight, if required, to dispose off all matters relating to share transfers, transmissions, etc.

Composition:

As on 31st March 2010, the Committee comprised of 2 Non Executive Directors and 2 Executive Directors. Mr. Rabindra Nath Sengupta (Chairman), Mr. Basant Kumar Agrawal, Mr. Mahabir Prasad Agrawal and Mr. Suresh Kumar Agrawal are the members of the Committee. The Company Secretary act as the Secretary to the Committee.

Meeting and Attendance:

During the year one Share Transfer Grievance Committee meeting was held on 31.03.2010. The details of attendance of members are as under:

Name of Member	No. of meetings during the year 2009-10	
	Held	Attended
Rabindra Nath Sengupta, Chariman		
Basant Kumar Agrawal		
Mahabir Prasad Agrawal		
Suresh Kumar Agrawal		

Compliance Officer:

Mr. Anubhav Maheshwari, Company Secretary of the Company has been designated as Compliance officer.

Investors Complaints:

Details of Investors Complaints received and redressed during the year

Opening Balance	Received during the year	Resolved during the year	Closing Balance
0	14	14	0

It is the endeavor of the Company to attend investors' complaints and other correspondence within 15 days except where constrained by disputes or legal impediments.

GENERAL BODY MEETINGS

(A) GENERAL MEETINGS:

- (i) Annual General Meeting (AGM)

The location and time of last three AGMs held are as under:

No.	Financial Year / Time	Date	Venue
25th AGM	2008-09 10.30 a.m.	29.09.09	"GYAN MANCH", 11 Pretoria Street, Kolkata- 700 071
24th AGM	2007-08 10.30 a.m.	26.09.08	"KALAMANDIR", 48 Shakespeare Sarani, Kolkata – 700 017.
23rd AGM	2006-07 11.00 a.m.	28.09.07	8/1 Lal Bazar Street, Kolkata - 700 001

- (ii) Extra Ordinary General Meeting

No Extra Ordinary General Meeting of the Company was held during the year.

Corporate Governance Report

(B) SPECIAL RESOLUTIONS:

The following special resolutions have been passed in the previous three AGMs:

AGM date	Particulars
28.09.2007	i. Appointment of Managing Director ii. Revision in Salary of Executive Directors iii. Amendment in Articles of Association iv. Appointment of relative of Director u/s 314 of the Companies Act, 1956
26.09.2008	None
29.09.2009	i. Appointment of relative of Director u/s 314 of the Companies Act, 1956 ii. Delisting of Equity Shares from Calcutta Stock Exchange Limited (CSE).

(C) POSTAL BALLOT:

No postal ballot was conducted during the year.

DISCLOSURES:

- The details of the significant related party transactions have been disclosed by way of Note XIII of Scheduled S of Annual Report 2009-10. There are no materially significant related party transactions of the Company which have potential conflict with the interest of the Company at large.
- In preparation of the financial statements the Company has followed the accounting policies and practices as prescribed in the Accounting Standards.
- There have been no strictures or penalties imposed on the Company by either SEBI or any of the Stock Exchange(s) or any statutory authority for non-compliance of any matter related to the capital markets during the last three years.
- Manaksia does not have material non listed Indian subsidiary companies as defined under clause 49 of the Listing Agreement.
- The details of the utilisation of the IPO proceeds are placed before the meeting of Audit Committee and Board of Directors.

NON MANDATORY REQUIREMENTS

Remuneration Committee:

The Company has a Remuneration Committee. The details of the Remuneration Committee have been covered elsewhere in the report.

Shareholders Right:

The quarterly, half yearly and annual financial results of the Company are published in the leading newspapers and are also posted on the Company's website.

Audit Qualifications:

There are no qualifications in the Auditors' Report to the members on the financial statements for the year ended 31st March 2010.

Other Non mandatory Requirements:

The Company would implement the other non mandatory requirements in due course as and when required and /or deemed necessary by the Board

MEANS OF COMMUNICATION:

The Board of Directors of the Company approves and takes on record the quarterly, half-yearly and yearly financial results in the proforma prescribed under Clause 41 of the listing agreement.

The Company sends such approved financial results to the Calcutta Stock Exchange, Bombay Stock Exchange and National Stock Exchange, which have also been published in leading newspapers like Business Standard (Hindi & English), Financial Express, Economic Times, Kalantar / Danik Statesman (Bengali) etc.

The financial results and the official news releases of the Company are displayed on the website of the Company www.manaksia.com

As quarterly financial results are published in the press and are also posted on the website of the Company, the same are not mailed to the shareholders.

Corporate Governance Report

The Company has not made presentation to the institutional investors /analyst during the year.

Management Discussion and Analysis Report forms part of the Annual Report 2009-10.

GENERAL SHAREHOLDER INFORMATION

a) Annual General Meeting:

Date: Tuesday, 28th December 2010

Time: 10.00 a.m

Venue: Gyan Manch Education Society Hall, 11, Pretoria Street, Kolkata-700 071

b) Financial Year:

1st April 2009 – 31st March 2010. The financial result will be declared as per the following schedules.

Particulars	Schedule
Quarter ended 30th June 2010	14th August 2010
Quarter ending 30th September 2010	On and before 15th November 2010 (Tentative)
Quarter ending 31st December 2010	On and before 15th February 2011 (Tentative)
Annual Results of 2010-11	On and before 30th May 2011 (Tentative)

c) Dates of Book Closure:

Saturday, 18th December 2010 to Tuesday, 28th December 2010 (Both days inclusive)

d) Dividend Payment Date:

On or after 28th December 2010.

e) Listing on Stock Exchanges:

- (i) National Stock Exchange of India Limited (NSE)
- (ii) Bombay Stock Exchange Limited (BSE)
- (iii) Calcutta Stock Exchange Limited (CSE)

The annual listing fees have been paid to all the Stock Exchange for the year 2010-11.

f) Custodial Fees to Depositories:

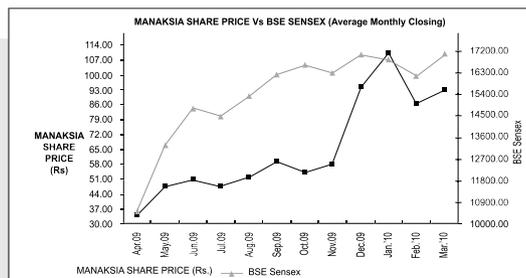
The Company has paid the custodial fees for the year 2010-11 to National Securities Depository Ltd (NSDL) and Central Depository Services Ltd (CDSL).

g) Market Price Data:

The details of monthly high and low quotations of the equity shares of the Company traded at BSE and NSE during the financial year 2009-10 are given hereunder:

Month	Bombay Stock Exchange Limited			National Stock Exchange of India Limited		
	High	Low	Total Number of Shares Traded	High	Low	Total Number of Shares Traded
April'2009	38.40	29.50	278041	38.55	28.20	551248
May'2009	62.00	32.90	1275374	60.25	32.00	2398008
June'2009	59.85	42.10	412682	59.65	42.05	749838
July'2009	52.90	41.85	276880	52.25	42.15	423773
August'2009	59.00	44.80	401896	59.00	44.00	759362
September'2009	66.00	53.00	901388	64.80	52.25	2109187
October'2009	61.50	47.25	349439	61.50	49.50	833962
November'2009	68.80	47.00	793141	68.90	47.00	2003654
December'2009	128.45	60.70	5052630	128.15	62.05	7957934
January'2010	133.95	86.85	1523377	134.00	86.40	2992321
February'2010	97.45	75.00	245867	98.05	71.50	707343
March'2010	106.05	80.50	442452	107.00	80.00	1321218

Note: There has been no trading in the equity shares of the Company on the Calcutta Stock Exchange Limited during the Financial year 2009-10.



Corporate Governance Report

h) Unclaimed shares lying in the Escrow Account:

The Company has opened a separate demat account in the name of "Manaksia Limited-Suspense Account" in order to credit the unclaimed shares of the IPO which could not be allotted to the rightful shareholder due to insufficient/incorrect information or any other reason. As on date the aforesaid Account contains the shares for 39 number of shareholders aggregating to 3484 outstanding equity shares and no shareholders have approached the Company for transfer of shares from said account. The voting rights in respect of said shares will be frozen the time the rightful owner claims such shares.

i) Stock Code:	ISIN No.	INE015D01022
	The Calcutta Stock Exchange Ltd.	18123
	National Stock Exchange of India Limited	MANAKSIA
	Bombay Stock Exchange Limited	532932

j) Registrar and Transfer Agents (RTA):

M/s Link Intime India Private Limited is acting as the Registrar and Share Transfer Agent of the Company. The address of the above Registrar is given hereunder:

Link Intime India Private Limited
59C, Chowringhee Road,
3rd Floor, Room No.5, Kolkata – 700 020
Ph: +91-033-2289 0540, Fax: +91-033-2289 0539
Contact Person: Mr. Debu Ghosh
Email id: debu.ghosh@linkintime.co.in

k) Share Transfer System:

85.21% of shares of the Company is held in electronic mode. Transfer of these shares is done through the depositories i.e. NSDL & CDSL with no involvement of the Company.

For transfer of shares in physical mode, the transfer documents should be sent to the office of the RTA at the above mentioned address. All share transfers are completed within the stipulated statutory time limit from the date of receipt, provided the documents meet the stipulated requirement of statutory provisions in all respects. The Share Transfer Grievance Committee has been delegated with the authority to approve transfer and/or transmissions of shares and other related matters.

As required under Clause 47 C of the Listing Agreement, a certificate on half yearly basis confirming due compliance of the share transfer formalities by the Company from Practicing Company Secretary has been submitted to the Stock Exchange within the stipulated time.

l) Share holding as on March 31, 2010

Distribution of Equity Shareholding as on March 31, 2010

No. of equity shares held		Shareholders		Shares	
From	To	Number	% of Total Holders	Number	% of Total Capital
1	500	40401	96.11	41,18,637	5.92
501	1000	789	1.88	6,29,790	0.91
1001	2000	334	0.79	5,17,841	0.74
2001	3000	132	0.31	3,37,479	0.49
3001	4000	61	0.15	2,21,167	0.32
4001	5000	60	0.14	2,84,724	0.41
5001	10000	92	0.22	6,73,775	0.97
10001	And above	168	0.40	6,27,50,637	90.24
TOTAL		42037	100.00	6,95,34,050	100.00

m) Categories of Equity Shareholders as on March 31, 2010

Sl. No.	Category	No. of Shares	% of Shareholding
1	Promoters	4,12,55,940	59.33
2.	Mutual Funds & UTI	NIL	NIL
3.	Financial Institutions / Banks	19,208	0.03
4.	Central Government / State Government(s)	NIL	NIL
5.	Venture Capital Fund	NIL	NIL
6.	Insurance Companies	NIL	NIL
7.	Foreign Institutional Investors	4,87,360	0.70
8.	Foreign Venture Capital Investors	NIL	NIL
9.	Bodies Corporate	1,84,07,130	26.47
10.	Public	93,04,834	13.38
11.	NRI's / OCB's / Foreign National	59,578	0.09
TOTAL		6,95,34,050	100.00

Corporate Governance Report

The names of the Promoters and entities comprising Group as defined under Monopolies & Restrictive Trade Practices ("MRTP") Act, 1969, for the purpose of Section 3(1)(e)(i) of the SEBI (Substantial Acquisition of Shares and Takeover) Regulations, 1997 include:

1. Aditya B Manaksia	16. Suman Manaksia	31. Agrim Steel Industries Ltd.	46. Maxell Securities Ltd.
2. Anirudha Agrawal	17. Sunil Kumar Agrawal	32. Arena Machineries Ltd.	47. Mooncity Treadecomm Pvt. Ltd.
3. Anuradha Agrawal	18. Suresh Kumar Agrawal	33. Aquarius Manufacturing Co Pvt. Ltd.	48. Newmech Manufacturing Co Pvt. Ltd.
4. Basant Kumar Agrawal	19. Sushil Kumar Agrawal	34. Athena Minerals and Steel Pvt. Ltd.	49. Rainbow Manufacturing Co Pvt. Ltd.
5. Basudeo Agrawal	20. Varun Agrawal	35. Crest Steel & Alloys Pvt. Ltd.	50. Salasar Properties Pvt. Ltd.
6. Chandrakala Agrawal	21. Vidushii Manaksia	36. Crossroad Tradelinks Pvt. Ltd.	51. Sampark Rolling Stocks & Containers Pvt. Ltd.
7. Kanta Devi Agrawal	22. Vineet Agrawal	37. Excel Vintrade Pvt. Ltd.	52. Shree Sanyogita Commercial Pvt. Ltd.
8. Karan Agrawal	23. Vishakha Agrawal	38. Fixopan Management Pvt. Ltd.	53. Spade Elektro Pvt. Ltd.
9. Mahabir Prasad Agrawal	24. Basudeo Agrawal (HUF)	39. Glitter Agencies Pvt. Ltd.	54. Sweka Caps Pvt. Ltd.
10. Manju Agrawal	25. Basant Kumar Agrawal (HUF)	40. Godson Exports Pvt. Ltd.	55. Titanic Manufacturing Company Pvt. Ltd.
11. Navneet Manaksia	26. Mahabir Prasad Agrawal (HUF)	41. Jivanjyoti Vanijiya Pvt. Ltd.	56. Vinayak Enclave & Developer Pvt. Ltd.
12. Prachi Agrawal	27. Suresh Kumar Agrawal (HUF)	42. Kohinoor Commodeal Pvt. Ltd.	57. Manaksia Overseas Ltd.
13. Saroj Devi Agrawal	28. Sunil Kumar Agrawal (HUF)	43. Krishna Devlo Consultancy Pvt. Ltd.	58. Manaksia Aluminium Company Ltd.
14. Shailaja Agrawal	29. Sushil Kumar Agrawal (HUF)	44. Manaksia Steels Ltd.	59. Manaksia Coated Metals & Industries Ltd.
15. Shobha Devi Agrawal	30. AGR Capital Markets Ltd.	45. Mansa Natural Resources Pvt. Ltd.	60. Manaksia Ferro Industries Ltd.

n) Dematerialization of Equity Shares:

The shares of the Company are currently traded only in dematerialized form and the Company has entered into agreements with the depositories i.e. National Securities Depository Limited (NSDL) and Central Depository Services (India) Ltd. (CDSL).

Under the Depository system, the International Securities Identification Number (ISIN) allotted to the Company's shares are INE015D01022

As on 31st March 2010 5,92,47,732 equity shares representing about 85.21% of the share capital is held in dematerialized form.

o) Outstanding GDRs / ADRs / Warrants / Other Convertible instruments: Nil

p) Listing of Debt Securities:

The Secured Redeemable Non -Convertible Debentures issued on private placement basis by the Company are listed on the Wholesale Debt market (WDM) of Bombay Stock Exchange Ltd (BSE).

q) Debenture Trustees:

IDBI Trusteeship Services Ltd., Asian Building, Ground Floor
17, R Kamani Marg, Ballard Estate, Mumbai-400 001

r) Plants Locations (Manufacturing Units) –

- ✓ Plot No. 125B, Shree Venkatesh Co-Op Industrial Area, IDA, Vill- Bollaram, Dist. Medak
- ✓ 161/2, Village – Khutli, Via Khanvel, Dudhni Road, Silvassa
- ✓ Plot no.25 & 24A, Anrich Industrial Estate IDA, Bollaram, Dist. Medak,
- ✓ 45-C, Phase-I, Jedimetla, R R District,
- ✓ 15, B.K. Pal Temple Road, Belur, Howrah
- ✓ Plot No. 125A, Shree Venkatesh Co-Op Industrial Area, IDA, Vill- Bollaram, Dist. Medak
- ✓ 12, Duffer Street, Liluah, Howrah
- ✓ Brahmanpara, PS. Haripal, Dist. Hooghly
- ✓ 471, Birsinghpur, PO & PS: Barjora
- ✓ 4, Garden Reach Road, Sleepway-III, Pan Bazar, Shalimar
- ✓ 71/3, Dharamtolla Road, Salkia, Howrah
- ✓ Vill & PO Bhunia Raichak, Haldia
- ✓ EPIP, Amingaon North Guwahati
- ✓ Plot No. 15, New Industrial Area-II, Mandideep, Dist. Raizen
- ✓ Plot No. 16, New Industrial Area-II, Mandideep, Dist. Raizen
- ✓ 9 & 12 AI, New Industrial Area-II, Mandideep, Dist. Raizen
- ✓ Survey No. 396, Chandrani, Taluka Anjar, Dist. Kutch
- ✓ 43/1 Garden Reach Road, Kolkata

s) Address for Correspondence:

Manaksia Limited

8/1, Lalbazar Street, Kolkata – 700 001
Phone Nos: +91 033 2231 0050 / 51 / 52
Fax Nos: +91 033 2231 1860
Email: investor.relations@manaksia.com
Website: www.manaksia.com

CERTIFICATION OF COMPLIANCE OF THE CODE OF CONDUCT OF THE COMPANY

This is to confirm that the Company has received declarations affirming compliance of the Code of Conduct from the persons concerned for the Financial Year ended 31st March' 2010.

Managing Director Certification

(Issued in accordance to the provision of Clause 49 of the Listing Agreement)

The Board of Directors
Manaksia Limited

Dear Sirs

In terms of Clause 49 of the Listing Agreement, I do hereby certify that:

- 1 I have reviewed the financial statements and the cash flow statements for the financial year 2009-10 and that to my best of knowledge and belief:
 - i. these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - ii. these statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- 2 There are, to the best of my knowledge and belief, no transactions entered into by the Company during the financial year 2009-10 are fraudulent, illegal or violative of the Company's code of conduct.
- 3 I accept responsibility for establishing and maintaining internal controls for financial reporting I have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and have disclosed to the Auditors and to the Audit Committee, deficiencies in the design or operation of such internal controls, if any, the steps they have taken or propose to be taken to rectify these deficiencies.
- 4 I have indicated to the Auditors and the Audit committee
 - i. significant changes in internal control over financial reporting during the year;
 - ii. significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - iii. instances of significant fraud of which I have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

Date: 14th August 2010
Place: Kolkata

For Manaksia Limited
Basant Kumar Agrawal
Managing Director

Auditors Certificate on Corporate Governance

TO THE MEMBERS OF MANAKSIA LIMITED

We have examined the compliance of conditions of Corporate Governance by Manaksia Limited, for the year ended 31st March, 2010, as stipulated in Clause 49 of the Listing Agreement entered into by the Company with the Stock Exchanges.

The compliance of conditions of Corporate Governance is the responsibility of the Management. Our examination was limited to 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 our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement.

We state that no investor grievances are pending for a period exceeding one month against the Company as per the records maintained by the Shareholders'/Investors' Grievance Committee.

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

For SRB & Associates
Chartered Accountants

Place : Kolkata
Date : 14th August 2010

Sanjit Patra
(Partner)
Membership No. 056121

Auditors' Report

TO THE MEMBERS

1. We have audited the attached Balance Sheet of Manaksia Limited as at 31st March' 2010 and the relative Profit & Loss account and Cash Flow Statement of the company for the year ended on that date annexed there to, all of which we have signed under reference to this report. These financial statements are the responsibility of the management of the Company. Our responsibility is to express an opinion on these financial statements based on our audit
2. We conducted our audit in accordance with auditing standards generally accepted in India. These 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 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 presentation of the financial statement. 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 Government of India in terms of Section 227(4A) of the Companies Act, 1956 and on the basis of such checks as we considered appropriate and according to the information and explanations given to us, we set out in the annexure a statement on the matters specified in paragraph 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. 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;
 - b. In our opinion, proper books of account as required by law have been kept by the company so far as appears from our examination of those books;
 - c. The Balance Sheet and Profit & Loss Account referred to in this report are in agreement with the books of account;
 - d. In our opinion, the Profit & Loss Account, Balance Sheet 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;
 - e. On the basis of written representation received from the Directors, and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2010 from being appointed as director in terms of clause (g) of Section 274(1) of the Companies Act, 1956;
 - f. In our opinion and to the best of our knowledge and according to the explanations given to us, the said accounts read together with notes thereon attached thereto, give the information required by the Companies Act, 1956 in the manner so required and present a true and fair view;
 - i. In the case of the Balance Sheet, of the State of Affairs of the Company as at 31st March, 2010; and
 - ii. In the case of the Profit & Loss Account, of the Profit for the year ended on that date.
 - iii. In case of the Cash Flow Statement of the cash flows for the year ended on that date.

For SRB & Associates
Chartered Accountants
Firm Regn. No. 310009E

Date – 29-05-2010
Place – Kolkata

Sanjit Patra
(Partner)
M. No: 056121

Annexure to Auditors' Report

Referred to in Paragraph 3 of our report of even date

1. In respect of its fixed assets:

The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets on the basis of available information.

- a. As explained to us, the management has physically verified the fixed assets in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such physical verification.
- b. In our opinion, the Company has not disposed of substantial part of fixed assets during the year and the going concern status of the Company is not affected.

2. In respect of its inventories:

- a. As explained to us, the management has physically verified the inventories at regular intervals during the year. In our opinion the frequency of the verification is reasonable.
- b. In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- c. The Company has maintained proper records of inventories. As explained to us, there were no material discrepancies noticed on physical verification of inventory as compared to the book records.

3. In respect of loans, secured or unsecured, granted or taken by the Company to / from companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act, 1956:

- a. The company has not granted any loans, secured or unsecured to companies, firms or other parties listed in the Register maintained under section 301 of the Companies Act, 1956. As the company has not granted any loans, secured or unsecured, to parties listed in Register maintained under section 301 of the Companies Act, 1956, paragraph (iii) (b), (c) and (d) of the order, are not applicable.
- b. The Company has not taken 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 taken any loans, secured or unsecured, from parties listed in the register maintained under Section 301 of the Companies Act, 1956, paragraphs (iii) (f) and (g) of the Order are not applicable.

4. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business for the purchase of inventory, fixed assets and also for the sale of goods. During the course of our audit, we have not observed any major weaknesses in internal controls.

5. 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 into in the register maintained under Section 301 of the Companies Act, 1956 have been so entered and the transactions have been made at prices which are reasonable with regard to prevailing market prices at the relevant time.

6. The Company has not accepted any deposits from the public during the year. Therefore the provision of clause (vi) of the companies (Auditor's report) order 2003 are not applicable.

7. In our opinion, the internal audit system of the Company is commensurate with its size and nature of its business.

8. The Central Government Under Section 209(1) (d) of the Companies Act 1956 has not prescribed the maintenance of cost record, for its products.

9. In respect of Statutory dues:

- a. According to the records of the Company, undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty, Cess and other material statutory dues to the extent applicable have been generally regularly deposited with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at 31st March, 2010 for a period of more than six months from the date of becoming payable.

- b. The disputed Statutory dues aggregating to Rs 1486.92 Lacs, that have not been deposited on account of matters pending before appropriate authorities are as follows:

Annexure to Auditors' Report

Referred to in Paragraph 3 of our report of even date

Name of the Statute	Nature of the dues	Forum where dispute is pending	Amount (Rs. in lacs)
Central Excise Act, 1944	Excise Duty	Hon'ble High Court, Kolkata	99.32
		CESTAT	625.41
		Commissioner, Central Excise	360.72
		Additional Commissioner, Central Excise	8.72
		Joint Commissioner, Central Excise	5.27
		Asst. Deputy Commissioner, Central Excise	27.63
		Appellate commissioner	40.50
		Range	4.13
	Service Tax	Superintendent of Service Tax	7.41
Central Sales Tax Act and Sales Tax Act of various States	Sales Tax	W.B Commercial Taxes Appellate and Revisional Board & Deputy Commissioner (Appeals)	76.71
Income Tax Act, 1961	Income Tax Demand	C.I.T. (Appeals)	73.53
Municipal Act, West Bengal	Municipal Tax	Haldia Municipality West Bengal	70.83
Customs Act, 1962	Customs Duty and Interest	Commissioner of Customs	37.29
West Bengal Taxation Laws (Amendment) Act 2003.	Stamp Duty	Commissioner Of Haldia Municipality	49.45

10. The Company has no accumulated losses and has not incurred any cash losses during the financial year covered by our audit or in the immediately preceding financial year.
11. Based on our audit procedures and according to the information and explanations given to us, we are of the opinion that the Company has not defaulted in repayment of dues to financial institutions, banks or debenture holders.
12. In our opinion and according to the informations and explanation given to us, no loans and advances have been granted by the Company on the basis of security by way of pledge of shares, debentures and other securities.
13. In our opinion, the Company is not a chit fund or a nidhi / mutual benefit fund / society. Therefore, clause 4(xiii) of the Companies (Auditor's Report) Order 2003 is not applicable to the Company.
14. The Company has maintained proper records of transactions and contracts in respect of trading in securities, mutual fund debentures and other investments and timely entries have been made therein. All shares, debentures mutual fund and other investments have been held by the Company in its own name.
15. The Company has given guarantees for loans taken by others from banks or financial institutions. According to the information and explanations given to us, we are of the opinion that the terms and conditions thereof are not prima-facie prejudicial to the interests of the Company.
16. To the best of our knowledge and belief and according to the information and explanations given to us term loans obtained were applied for the purpose for which they were raised.
17. According to the information and explanations given to us and on an overall examination of the Balance Sheet of the Company, we are of the opinion that the Company has not utilized funds raised on short-term basis for long-term investments and vice-versa.
18. The Company has not made any preferential allotment of share to parties and companies covered in the register maintained under section 301 of Companies Act 1956.
19. According to the information and explanations given to us the Company has not issued any secured debentures during the year under audit.
20. The management has disclosed the end use of money raised by public issue and the same has been verified by us.
21. To the best of our knowledge and belief and according to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year that causes the financial statements to be materially misstated.

Date: 29-05-2010
Place: Kolkata

For **SRB & Associates**
Chartered Accountants
FRN : 310009E

S.Patra
(Partner)
M. No. 056121

MANAKSIA LIMITED

BALANCE SHEET AS AT 31ST MARCH 2010

(Rs. in Lacs)

	Schedule	31st March 2010	31st March 2009
SOURCES OF FUNDS			
SHARE HOLDER'S FUNDS			
(a) Share Capital	A	1,390.68	1,390.68
(b) Reserves & Surplus	B	50,171.45	49,605.04
		51,562.13	50,995.72
LOANS			
(a) Secured	C	11,409.04	14,756.25
(b) Unsecured	D	2,547.74	2,546.74
		13,956.78	17,302.99
Foreign Currency Monetary Item Translation Difference Account		93.69	-
DEFERRED TAX LIABILITY (Net)		4,520.00	4,382.00
TOTAL		70,132.60	72,680.71
APPLICATION OF FUNDS			
FIXED ASSETS			
(a) Gross Block	E	43,744.60	42,126.38
(b) Less: Accumulated Depreciation/Amortisation		12,540.13	10,688.94
(c) Net Block		31,204.47	31,437.44
(d) Capital Work in Progress		3,790.58	2,923.96
		34,995.05	34,361.40
INVESTMENTS	F	10,460.79	11,331.54
Foreign Currency Monetary Item Translation Difference Account		-	606.75
CURRENT ASSETS, LOANS & ADVANCES			
(a) Inventories	G	15,526.45	10,848.80
(b) Sundry Debtors	H	20,744.09	21,177.80
(c) Cash and Bank Balances	I	379.18	205.20
(d) Loans and Advances	J	4,945.80	6,233.17
		41,595.52	38,464.97
Less :			
CURRENT LIABILITIES & PROVISIONS			
(a) Current Liabilities	K	14,347.39	9,809.98
(b) Provisions	L	2,571.37	2,280.22
		16,918.76	12,090.20
NET CURRENT ASSETS		24,676.76	26,374.77
MISCELLANEOUS EXPENDITURE			
(To the extent not written off/adjusted)			
Deferred Revenue Expenditure		-	6.25
TOTAL		70,132.60	72,680.71

26

ACCOUNTING POLICIES & NOTES TO THE ACCOUNTS

S

Schedules A to L, S referred to above form an integral part of the Balance Sheet.
In terms of our attached report of even date.

8 N S Road, Gillander House
Block A, 3rd Floor, Room No. 7
Kolkata - 700 001

For SRB & Associates
Chartered Accountants

R N Sengupta
Chairman

B K Agrawal
Managing Director

Dated: 29/05/2010

S.Patra
(Partner)
Membership No. 56121

Anubhav Maheshwari
Company Secretary

MANAKSIA LIMITED

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2010

(Rs. in Lacs)

Schedule		2009-2010	2008-2009
INCOME			
Gross Sales	88,050.72	88,514.95	90,598.07
Processing Income	464.23		499.96
			91,098.03
Less : Excise Duty	4,009.53	4,882.38	3,821.29
Commercial Tax	872.85		502.46
Net Sales		83,632.57	86,774.28
Other Income	M	842.52	1,287.81
		84,475.09	88,062.09
EXPENDITURE			
Decrease/(Increase) in Stocks	N	(1,522.88)	440.72
Excise Duty on Stocks		80.68	(56.34)
Raw Materials & Components Consumed (including Trading Goods)	O	58,796.53	64,371.51
Manufacturing, Administrative, Selling & Other Expenses	P	17,600.98	13,223.82
Directors' Remuneration	Q	36.68	37.62
		74,991.99	78,017.33
PROFIT BEFORE INTEREST, DEPRECIATION & TAX		9,483.10	10,044.76
Interest (Net)	R	3,180.30	3,786.78
Depreciation / Amortisation	E	1,946.81	1,917.94
PROFIT BEFORE PRIOR PERIOD & EXCEPTIONAL ITEMS		4,355.99	4,340.04
Less : Prior Period Items		97.64	208.32
Less : Exceptional Item		1,092.34	1,126.04
PROFIT BEFORE TAXATION		3,166.01	3,005.68
Less : Provision for Taxation			
Current Tax		550.00	275.00
Fringe Benefit Tax		-	70.00
Deferred Tax		138.00	275.00
PROFIT AFTER TAXATION		2,478.01	2,385.68
Surplus brought forward from last year		25.71	36.15
PROFIT AVAILABLE FOR APPROPRIATION		2,503.72	2,421.83
APPROPRIATIONS			
Transfer to General Reserve		250.00	250.00
Dividend on Preference Shares		-	5.46
Dividend on Equity Shares		1,668.82	1,529.75
Tax on Dividends		277.17	260.91
Transfer to Exchange Fluctuation Reserve		-	200.00
Transfer to Debenture Redemption Reserve		300.00	150.00
Balance carried to the balance sheet		7.73	25.71
		2,503.72	2,421.83
Basic and diluted earning per share (EPS) (Face value of Rs. 2 each)			
EPS before Prior Period and Exceptional items		Rs5.28	Rs5.34
EPS after Prior Period and Exceptional items (Refer to Note No. 2.(vii) of Schedule "S")		Rs3.56	Rs3.42

ACCOUNTING POLICIES & NOTES TO THE ACCOUNTS

S

Schedules M to R, E and S referred to above form an integral part of the Profit & Loss Account.
In terms of our attached report of even date.

8 N S Road, Gillander House
Block A, 3rd Floor, Room No. 7
Kolkata - 700 001

For SRB & Associates
Chartered Accountants

R N Sengupta
Chairman

B K Agrawal
Managing Director

Dated: 29/05/2010

S.Patra
(Partner)
Membership No. 56121

Anubhav Maheshwari
Company Secretary

MANAKSIA LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2010

	Particulars		31.03.2010 Rs. in Lacs	31.03.2009 Rs. in Lacs
A:	CASH FLOW FROM OPERATING ACTIVITIES:			
	Net Profit before Tax		3166.01	3005.68
	Adjustment for:			
	Depreciation		1946.81	1917.94
	Provision for Doubtful Debts /(old provision written back)		269.07	-9.55
	Profit on sale of Investment		-92.57	-222.50
	Finance Cost & Interest (Net)		3180.30	3786.78
	Profit on Fixed Assets Sold / Discarded (Net)		-181.64	-14.32
	Prior Period & Exceptional Items (Net)		1189.98	1334.36
	Amortisation of Foreign Currency Monetary Translation A/c		700.44	303.38
	Deferred Revenue Expenditure written off		6.25	12.48
	Dividend Income		-365.91	-855.56
	Operating Profit before Working Capital Changes		9818.74	9258.69
	Adjustment for:			
	Change in Trade & Other Receivables		1347.50	-5985.73
	Change in Inventories		-4677.65	944.41
	Change in Trade Payable		4427.44	36.35
	Cash Generated from Operations		10916.03	4253.72
	Direct Taxes Paid (Net)		-433.65	-952.01
	Cash Flow before Prior Period & Exceptional items		10482.38	3301.71
	Prior Period & Exceptional Items (Net)		-1189.98	-1334.36
	Net Cash Flow from Operating Activities	(A)	9292.40	1967.35
B:	CASH FLOW FROM INVESTING ACTIVITIES:			
	Purchase of Fixed Assets and change in Capital work in progress		-2569.26	-1550.68
	Sale of Fixed Assets		494.45	104.06
	Purchase of Investments		-2600.00	-5806.08
	Sale of Investments		5949.28	13932.94
	Investment in subsidiary Company		-2385.96	-1.45
	Interest Received		592.28	570.22
	Dividend Received		332.12	544.06
	Receipt of Investment Subsidy		34.39	
	Net cash Used in Investing Activities	(B)	-152.70	7793.07
C:	CASH FLOW FROM FINANCING ACTIVITIES:			
	Public Issue Expenses			-72.22
	Redemption of Preference Shares			-237.40
	Issue of Debentures			6000.00
	Repayment of Long Term Borrowings (Net)		-3724.44	-3906.59
	Short Term Borrowings /(Repayment) (Net)		378.23	-4129.70
	Payment of Dividend on Equity Shares		-1529.75	-1386.30
	Payment of Dividend on Preference Shares			-17.33
	Dividend Tax Paid		-259.98	-239.29
	Interest etc. Paid		-3829.80	-4347.28
	Utilisation of Exchange Fluctuation Reserve			-1455.53
	Net Cash Flow From Financing Activities	(C)	-8965.74	-9791.64
D:	Net Increase/(Decrease) in Cash and Cash Equivalents	(A+B+C)	173.96	-31.22
	Cash and Cash Equivalents as at 1st April		205.20	236.42
	Cash and Cash Equivalents as at 31st March		379.18	205.20

Note: Previous Year's figures have been rearranged and regrouped wherever considered necessary.

8 N S Road, Gillander House
Block A, 3rd Floor, Room No. 7
Kolkata - 700 001

For SRB & Associates
Chartered Accountants

R N Sengupta
Chairman

B K Agrawal
Managing Director

S.Patra
(Partner)
Membership No. 56121

Anubhav Maheshwari
Company Secretary

Dated: 29/05/2010

MANAKSIA LIMITED

SCHEDULE FORMING PART OF THE ACCOUNTS AS ON 31ST MARCH 2010

(Rs. in Lacs)

	31st March 2010	31st March 2009
SCHEDULE A		
SHARE CAPITAL		
Authorised :		
7,00,00,000 (7,00,00,000) Equity Shares of Rs.2/- each	1,400.00	1,400.00
1,250,000 (1,250,000) Preference Shares of Rs. 20/- each	250.00	250.00
	1,650.00	1,650.00
Issued, Subscribed & Paid up		
69,534,050 (69,534,050) Equity Shares of Rs.2/- each fully paid up	1,390.68	1,390.68
	1,390.68	1,390.68

Notes :

- i) 192,500 Equity Shares of Rs. 10/- each were allotted for cash.
- ii) 7,500 Equity Shares of Rs. 10/- each were allotted pursuant to a contract for consideration other than cash.
- iii) 508,396 Equity Shares of Rs. 10/- each were allotted as fully paid up pursuant to scheme of amalgamation without payment being received in cash.
- iv) 13,445,614 Equity Shares of Rs. 10/- each were allotted as fully paid up bonus shares by capitalisation of General Reserve.
- v) 3,347,200 Equity Shares of Rs. 10/- each held by erstwhile transferor companies were cancelled pursuant to the scheme of amalgamation without payment made in cash.
- vi) During financial year 2006-07 the Company sub-divided 10806810 equity share of the nominal value of Rs. 10/- each fully paid-up in the capital of the Company into five equity shares of Rs.2/- each fully paid-up.
- vii) 15,500,000 Equity Shares of Face Value Rs. 2/- each were allotted through public issue at a premium of Rs. 158/- per Equity share

(Rs. in Lacs)

	31st March 2010	31st March 2009
SCHEDULE B		
RESERVES & SURPLUS		
Capital Reserve	94.29	94.29
Arising during the year	34.39	-
	128.68	94.29
Investment Subsidy	89.58	89.58
Amalgamation Reserve	123.45	123.45
Exchange Fluctuation Reserve	200.00	200.00
Share Premium		
As per last Balance Sheet	22,917.66	22,989.88
Less : Issue related Expenses	-	(72.22)
	22,917.66	22,917.66
Capital Redemption Reserve Account	237.40	237.40
Debenture Redemption Reserve Account		
As per last year Balance Sheet	150.00	-
Arising during the year	300.00	150.00
	450.00	150.00
General Reserve		
As per last Balance Sheet	25,766.95	26,068.61
Add: (Short)/Excess Depreciation For Earlier Years	-	15.24
Less: Short Prov for Tax For Earlier Years	-	(329.50)
Add : Transfer from Profit & Loss A/c	250.00	250.00
Less: Transfer to Capital Redemption Reserve Account	-	(237.40)
	26,016.95	25,766.95
Surplus as per Profit & Loss Account	7.73	25.71
	50,171.45	49,605.04

MANAKSIA LIMITED

SCHEDULE FORMING PART OF THE ACCOUNTS AS ON 31ST MARCH 2010

(Rs. in Lacs)

SCHEDULE C	31st March 2010	31st March 2009
SECURED LOANS		
I) Debentures (Privately Placed)		
600 (600) 11.95% Non convertible Debentures of Rs. 10 lacs each	6,000.00	6,000.00
II) Loans from Banks & Financial Institutions		
a) Long Term		
1) Foreign Currency Loans	3,636.50	7,261.54
2) Rupee Loans	-	100.40
b) Short Term		
Working Capital Demand Loans & Cash Credit Accounts	1,772.54	1,394.31
	11,409.04	14,756.25

Notes :
1) Debentures:

Non Convertible Debentures of Rs.6000.00 Lacs (Prev. Yr. Rs 6000.00 Lacs) are secured by a way of creation of pari-passu charge on the movable and immovable assets of the Company's Aluminium Rolling Mill unit at Haldia, West Bengal and by an exclusive charge on the Company's freehold land at Mehsana, Gujarat. The Debentures are redeemable in three tranches as follows :

December 19, 2011	Rs1,800.00	Lacs
December 19, 2012	Rs1,800.00	Lacs
December 19, 2013	Rs2,400.00	Lacs

2) Foreign Currency Term Loans :

a) Foreign Currency Loans amounting to Rs. 269.37 Lacs (Prev. Yr. Rs. 914.04 Lacs) is secured by way of creation of charge ranking pari-passu on the movable and immovable assets of the Company's Aluminium Rolling Mill unit at Haldia, West Bengal. The Loan is further secured by personal guarantee of the promoter directors of the company.

b) Foreign Currency Loans amounting to Rs.3367.13 Lacs (Prev. Yr. Rs. 3808.50 Lacs) is secured by way of creation of charge ranking pari passu on the movable and immovable assets of all the manufacturing units of the company excluding assets of Haldia, West Bengal and Assam units. The Loan is further secured by personal guarantee of the promoter directors of the company.

3) The above term loans include Rs. 269.37 Lacs (Prev. Yr. Rs. 3248.36 Lacs) falling due for payment within one year.

4) Cash Credit facilities amounting to Rs. 1772.54 Lacs (Prev. Yr. Rs. 1394.31 Lacs) are secured by way of creation of charge ranking pari-passu on the movable and immovable assets of the Company. Some of the credit facilities are further secured by personal guarantee of the promoter directors of the company.

(Rs. in Lacs)

SCHEDULE D	31st March 2010	31st March 2009
UNSECURED LOANS		
Under Sales Tax Deferment Scheme (Interest Free) : (Including Rs.91.95 Lacs (Rs.240.55 Lacs) falling due for payment within one year)	2,547.74	2,546.74
	2,547.74	2,546.74

SCHEDULE E										
FIXED ASSETS										
(Rs. in Lacs)										
Description of Assets	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As at 01.04. 2009	Addition	Deletion/ Adjustment	As at 31.03. 2010	As at 01.04. 2009	Less : on Sales / Adjustments	For the Year	Upto 31.03. 2010	As at 31.03. 2010	As at 31.03. 2009
Tangible Assets :										
Land*	191.84	-	-	191.84	-	-	-	-	191.84	191.84
Leasehold Land	422.27	-	-	422.27	32.83	-	5.34	38.17	384.10	389.44
Building	8,354.18	54.22	-	8,408.40	1,430.30	(0.03)	279.81	1,710.08	6,698.32	6,923.88
Plant & Machinery	28,857.82	1,754.88	382.50	30,230.20	7,675.30	(78.89)	1,376.56	8,972.97	21,257.23	21,182.52
Electrical Installation	1,685.51	8.94	-	1,694.45	383.24	-	80.16	463.40	1,231.05	1,302.27
Electric Generator	690.70	1.45	9.20	682.95	205.66	(5.48)	32.28	232.46	450.49	485.04
Computer	320.96	35.90	0.14	356.72	241.86	(0.04)	28.54	270.36	86.36	79.10
Office Equipment	185.57	13.92	-	199.49	70.36	-	8.85	79.21	120.28	115.21
Furniture & Fixtures	270.19	10.04	-	280.23	128.99	-	14.69	143.68	136.55	141.20
Vehicles	994.85	122.42	16.58	1,100.69	486.87	(11.17)	88.35	564.05	536.64	507.98
Intangible Assets :										
Computer Software	152.52	24.84	-	177.36	33.52	-	32.23	65.75	111.61	119.00
TOTAL	42,126.41	2,026.61	408.42	43,744.60	10,688.93	(95.61)	1,946.81	12,540.13	31,204.47	31,437.48
Previous Year	41,196.55	1,047.90	118.08	42,126.36	8,814.58	(43.59)	1,917.94	10,688.93	31,437.43	32,381.96
Capital Work in Progress	2,923.96	1,326.96	460.34	3,790.58	-	-	-	-	3,790.58	2,923.96

Note : * Land includes cost of 35 acre land at Haldia for which conveyance deed has not been executed.

MANAKSIA LIMITED**SCHEDULE FORMING PART OF THE ACCOUNTS AS ON 31ST MARCH 2010****SCHEDULE F**

(Rs. in Lacs)

	No of Shares / Units	Face Value per Share/ Unit Rs.	31st March 2010	31st March 2009
INVESTMENTS				
LONG TERM				
Government Securities				
Unquoted				
6 Years National Savings Certificates			0.54	0.54
Trade (Fully Paid Up)				
Quoted				
Equity Shares				
United Spirits Ltd*	47	10.00	0.09	0.09
(Shaw Wallace & Co Ltd)	(200)			
Mansarovar Bottling Co. Ltd	5,000	10.00	0.88	0.88
Unquoted				
Equity Shares				
Agro Co-Operative Urban Bank Ltd	300	100.00	0.30	0.30
Other Than Trade (Fully Paid Up)				
Unquoted				
Equity Shares				
Singur - Haripal Rural Co-operative Society Ltd	90	10.00	0.01	0.01
AGR Capital Markets Ltd.	30,000	10.00	6.00	6.00
Maxell Securities Limited	47,500	10.00	4.75	4.75
SHARES IN SUBSIDIARY COMPANIES				
Unquoted				
Equity Shares (Fully Paid Up)				
MINL Ltd	907,897,869	1.00 Niara	2,874.18	2,874.18
Dynatech Industries (Ghana) Ltd	843,961	10000.00 Cedi	478.49	478.49
Mark Steels Ltd	3,000,000	10.00	300.00	300.00
Crescent Industries (Nepal) Pvt Ltd	1,520,000	100 NRS	950.00	950.00
Euroasian Venture FZE	25	1000000 AED	3,239.27	858.14
	(7)			
Solex Chemicals Pvt Ltd	10,000	10.00	1.00	1.00
Manaksia Global Ltd	11,000	1 \$	5.28	0.45
	(1,000)			
			7,860.79	5,474.83
SHORT TERM				
Current Investments - Others				
Unquoted				
In Units of Mutual Funds :				
HDFC Arbitrage Fund - Wholesale Plan - Growth	9,731,069	11.30	1,100.00	-
Kotak Select Focus Fund - Growth	14,669,927	10.23	1,500.00	-
LIC MF Liquid Plus Fund	-		-	-
Daily dividend Plan	(506,347)	(10.00)	-	50.63
HDFC Short Term Plan- Dividend	(3,893,860)	(10.34)	-	402.67
HDFC Short Term Plan- Dividend	(3,893,860)	(10.34)	-	402.67
AIG India Treasury Fund Super Institutional Daily Dividend Plan	(49,952,441)	(10.01)	-	5,000.74
			2,600.00	5,856.71
			10,460.79	11,331.54
Aggregate amount of investments :				
Quoted			0.97	0.97
Unquoted			10,459.82	11,330.56
Market Value of Quoted Investments			1.50	1.17
Notes:				
1) 6 Years National Savings Certificates are lodged with Directorate of Commercial Taxes				
*2) During the year pursuant to scheme of amalgamation, 47 shares of United Spirits Ltd have been allotted in exchange of 200 shares of Shaw Wallace Ltd.				
3) Figures in brackets represent previous year figures.				

MANAKSIA LIMITED

SCHEDULE FORMING PART OF THE ACCOUNTS AS ON 31ST MARCH 2010

Movement during the year

Investments purchased and sold/redeemed

Name of the Mutual Fund	Units	Face Value (in Rupees)	Cost (Rs. in Lacs)
LIC MF Floating Rate Fund-Short term plan-Growth Plan	10,445,101	14.36	1,500.00
AIG India Liquid Fund Super Institutional Daily Dividend	148,954	10.01	14.91
LICMF Savings Plus Fund - Growth Plan	10,781,318	13.91	1,500.19
Reliance Liquidity Fund Daily Dividend Reinvestment Option	139,956,613	10.00	14,000.00
ICICI Prudential- Flex Income Plan	132,406,488	10.57	14,000.00
ICICI Prudential Balanced Fund - Growth	2,030,751	34.47	700.00
Tarus Liquid Fund - Super Institutional Daily Dividend Reinvestment	34,001,268	10.00	3,400.16
Tarus Short Term Bond Fund - Super Institutional Daily Dividend Plan	34,104,583	10.00	3,410.83
Mirae Asset Liquid Fund Super Inst- Daily Dividend Plan	1,399,000	1,000.71	14,000.00
HDFC Short Term Plan- Dividend	171,196	10.31	15.60
HDFC Short Term Plan- Dividend	14,593,082	10.50	1,532.39
HDFC MF Monthly Income Plan - Short Term -Monthly Dividend	21,211,539	10.89	2,309.82
HDFC Prudence Fund - Growth (IX3)	875,171	137.32	1,200.00
HDFC Liquid Fund Premium Plan- Dividend	13,867,702	12.26	1,700.15
			59,284.05
Sold from balance lying as on 1st April 2009			
LIC MF Saving Plus Fund- Daily Dividend Plan	506,347	10.00	50.63
AIG India Liquid Fund Super Institutional Daily Dividend	49,952,441	10.01	5,000.74
HDFC Short Term Plan- Dividend	7,787,720	10.31	805.34
			5,856.71

MANAKSIA LIMITED**SCHEDULE FORMING PART OF THE ACCOUNTS AS ON 31ST MARCH 2010**

(Rs. in Lacs)

	31st March 2010	31st March 2009
SCHEDULE G		
INVENTORIES		
At Lower of Cost or Net Realisable Value		
Raw Materials	6,783.34	3,951.42
Finished Goods	2,872.33	2,727.14
Work-in-Process	4,529.95	3,371.04
Stores & Spares	994.94	591.21
At Cost		
Stock in Transit	11.48	92.36
At Estimated Realisable Value		
Scraps	334.41	115.63
	15,526.45	10,848.80
SCHEDULE H		
SUNDRY DEBTORS		
(Unsecured)		
Considered Doubtful provided for -		
Outstanding over six months	284.90	16.37
Less : Provision for Doubtful Debts	<u>284.90</u>	(16.37)
Considered Good -		
Outstanding over six months	1,636.65	1,040.87
Other Debts	19,107.44	20,136.93
	20,744.09	21,177.80
SCHEDULE I		
CASH AND BANK BALANCES		
Cash in Hand	38.09	22.12
With Scheduled Banks in :		
Current Accounts	268.44	94.94
Fixed Deposits	57.65	83.26
Savings Accounts	0.07	0.06
Unclaimed Dividend money lying in escrow account	<u>14.93</u>	4.82
	379.18	205.20
Note :		
Fixed Deposits are pledged with		
1. Bank as Margin Money against - Bank Guarantee Rs. 55.77 Lacs (Rs.52.34 Lacs)		
2. Commercial Tax Authorities Rs. 1.12 Lacs (Rs. 1.12 Lacs)		

MANAKSIA LIMITED

SCHEDULE FORMING PART OF THE ACCOUNTS AS ON 31ST MARCH 2010

(Rs. in Lacs)

	31st March 2010	31st March 2009
SCHEDULE J		
LOANS AND ADVANCES (Unsecured - Considered good except stated otherwise)		
Loans		
Bearing Interest	157.95	639.75
Not Bearing Interest	289.76	494.92
	447.71	1,134.67
Advances :		
Advance Recoverable in cash or in kind or for value to be received or pending adjustment	1,693.51	2,563.52
Balances with Statutory Authorities	2,444.00	2,124.54
Other Deposits	360.58	410.44
	4,498.09	5,098.50
	4,945.80	6,233.17
SCHEDULE K		
CURRENT LIABILITIES		
Sundry Creditors for Goods, Services, Expenses etc.	12,021.39	8,322.89
Advance against Sales	1,049.99	672.17
Interest accrued but not due on Loans	256.32	241.82
Unclaimed Dividend	14.93	4.82
Other Liabilities	1,004.76	568.28
	14,347.39	9,809.98
SCHEDULE L		
PROVISIONS		
Gratuity	412.60	358.39
Excise Duty	212.78	132.10
Proposed Dividend	1,668.82	1,529.75
Tax on Proposed Dividend	277.17	259.98
	2,571.37	2,280.22
SCHEDULE M		
OTHER INCOME		
Income from Long Term Investment :		
Dividend From Subsidiary Company	279.03	311.51
Withholding Tax Rs. 27.90 Lacs, (Rs.31.15 Lacs)		
Income from Current Investment :		
Tax Free Dividends From Mutual Funds	86.88	544.06
Profit on Sale of Fixed Assets (Net)	181.64	14.32
Provision For Doubtful Debts Written Back	-	9.55
Profit on Sale of Mutual Fund	92.57	222.50
Miscellaneous Income	202.40	185.87
	842.52	1,287.81

MANAKSIA LIMITED**SCHEDULE FORMING PART OF THE ACCOUNTS AS ON 31ST MARCH 2010**

(Rs. in Lacs)

	31st March 2010	31st March 2009
SCHEDULE N		
DECREASE/(INCREASE) IN STOCKS		
Opening Stock :		
Finished Goods	2,727.14	2,812.14
Work in Progress	3,371.04	3,758.01
Scrap	115.63	84.38
	6,213.81	6,654.53
Less :		
Closing Stock :		
Finished Goods	2,872.33	2,727.14
Work in Progress	4,529.95	3,371.04
Scrap	334.41	115.63
	7,736.69	6,213.81
	(1,522.88)	440.72
SCHEDULE O		
RAW MATERIALS & COMPONENTS CONSUMED		
Opening Stock	3,951.42	4,659.81
Add: Purchases & Procurement Expenses / Job Charges	61,628.45	63,663.12
Less :		
Closing Stock	6,783.34	3,951.42
	58,796.53	64,371.51
SCHEDULE P		
MANUFACTURING, ADMINISTRATIVE, SELLING AND OTHER EXPENSES		
Consumption of Stores and Consumables	692.37	505.43
Power & Fuel	2,994.10	2,384.34
Processing Charges	648.14	379.99
Cleaning Charges	169.94	177.69
Carriage Inward	629.95	453.89
Lease Rent	7.34	7.25
Repairs to:		
Building	191.98	133.03
Machinery	672.74	341.12
Others	45.15	27.43
Other Manufacturing Expenses	804.26	683.32
Salaries, Wages and Bonus	1,857.33	1,709.05
Contribution to Provident and Other Funds	163.44	159.51
Welfare Expenses	513.69	424.84
Rent	66.38	78.41
Insurance	84.85	124.63
Rates & Taxes	79.31	78.80
Packing Expenses	2,041.76	1,195.55
Freight, Forwarding and Handling Expenses	1,969.96	1,587.11
Communication Expenses	111.65	105.48
Travelling & Conveyance	539.79	570.50
Discount	-	186.91
Bad Debt	525.72	-
Provision for Doubtful Debt	269.07	-
Auditors' Remuneration :		
Audit Fees	17.00	17.00
Tax Audit Fees	3.00	3.00
Donations	27.85	29.83
Commission	80.63	61.13
Other Miscellaneous Expenses	2,393.58	1,798.58
	17,600.98	13,223.82

MANAKSIA LIMITED

SCHEDULE FORMING PART OF THE ACCOUNTS AS ON 31ST MARCH 2010

(Rs. in Lacs)

		31st March 2010	31st March 2009
SCHEDULE Q			
DIRECTOR'S REMUNERATION			
Salary & Bonus		30.24	30.24
Meeting Fees		3.85	4.80
Perquisites		2.59	2.58
		36.68	37.62
SCHEDULE R			
FINANCE COST & INTEREST (Net)			
Finance Cost			
Net exchange loss/(gain) on translation of Loans in foreign currency		(321.05)	653.28
Interest Charge			
To Financial Institutions / Banks			
On Debentures		716.07	203.26
On Fixed Loans		459.90	607.64
On Others		2,989.38	2,987.68
To Others		-	80.99
		3,844.30	4,532.85
Less: Interest Income			
From Banks	86.81		311.95
From Others	577.19	664.00	434.12
T.D.S. Rs. 71.72 Lacs, (Rs. 175.85 Lacs)			
		3,180.30	3,786.78

MANAKSIA LIMITED

SCHEDULE FORMING PART OF THE ACCOUNTS AS ON 31ST MARCH 2010

SCHEDULE 5

Notes annexed to and forming part of Company's Balance Sheet and Profit & Loss Account as at and for the year ended 31st March 2010

1) Accounting Policies

i) Basis of Preparation

The financial statements have been prepared to comply in all material aspects with respect to the Notified Accounting Standard by Companies Accounting Standards Rules, 2006 and the relevant provisions of the Companies Act, 1956. Except otherwise mentioned, the accounting policies have been consistently applied by the Company and are consistent with those used in the previous year.

ii) Revenue Recognition

- a) Revenue from sale of goods and services rendered is recognized upon passage of title and rendering of services to the customers.
- b) Insurance and other claims/refunds, due to uncertainty in realisation, are accounted for on acceptance / actual receipt basis.

iii) Fixed Assets

Fixed Assets are stated at cost of acquisition inclusive of duties (net of CENVAT/VAT), taxes, borrowing costs directly attributable to acquisition, incidental expenses and erection / commissioning etc., upto the date, the asset is ready for its intended use.

iv) Impairment of Assets

The carrying amount of assets are reviewed at each balance sheet date to determine if there is any indication of impairment based on external/internal factor. An impairment loss is recognised wherever the carrying amount of an asset exceeds its recoverable amount which represents the greater of the net selling price and value in use of the assets. The estimated cash flows considered for determining the value in use, are discounted to the present value at weighted average cost of capital.

v) Foreign Currency Transactions Initial Recognition

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

Conversion

Foreign currency monetary items are reported using the closing rate. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction; and non-monetary items which are carried at fair value or other similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined.

Exchange Differences

Exchange differences arising on the settlement/conversion of monetary items are recognized as income or expenses in the year in which they arise. The premium or discount arising at the inception of forward exchange contracts is amortised as expenses or income over the life of the respective contracts. Exchange differences on such contracts are recognised in the statement of profit and loss in the year in which the exchange rates change. Any profit or loss arising on cancellation or renewal of forward exchange contract is recognised as income or expense for the year.

vi) Depreciation

- a) Depreciation on all Fixed Assets are calculated under Straight Line Method at the rates specified in Schedule XIV to the Companies Act, 1956
- b) Depreciation includes amortisation of leasehold land over the period of lease.
- c) Depreciation is calculated on prorata basis on additions and deletions of Fixed Assets during the year except for assets costing Rs. 5000/- or less on which 100% Depreciation is provided.
- d) Depreciation on individual items of plant and machinery costing Rs. 5000/- or less is being provided at normal applicable rates, whenever aggregate cost of such items constitute more than 10% of the total cost of plant and machinery in accordance with amendments to Schedule XIV to the Company Act, 1956 vide Notification No. GSR No. 101(E) dated 01.03.1995.
- e) In case of impairment, if any, depreciation is provided on the revised carrying amount of the assets over its remaining useful life.
- f) Computer software costs capitalised are amortised using the Straight Line Method over estimated useful life of 5 years, as estimated at the time of capitalisation.

vii) Investments

Long term Investments are stated at Cost. Investments in foreign companies are considered at the exchange rates prevailing on the date of their acquisition. Short term Investments in liquid fund scheme of mutual funds have been stated at their NAV on year end date or purchase price whichever is less.

viii) Inventories

Inventories are valued as under –

- a) Raw materials, Finished goods, Stock in trade, Work in process, Packing materials and stores & spares are valued at lower of cost and net realisable value. Closing stock has been valued on Weighted Average basis.
- b) Saleable scraps, whose cost is not identifiable, are valued at estimated realisable value.

ix) Research & Development

Research and development expenditure of revenue nature are charged to Profit & Loss Account, while capital expenditure are added to the cost of fixed assets in the year in which these are incurred.

x) Employee Benefits

- i) Short term employee benefits are charged off at the undiscounted amount in the year in which the related services is rendered.

MANAKSIA LIMITED

SCHEDULE FORMING PART OF THE ACCOUNTS AS ON 31ST MARCH 2010

- ii) Post employment and other long term employee benefits are charged off in the year in which the employee has rendered services. The amount charged off is recognised at the present value of the amounts payable determined using actuarial valuation techniques. Actuarial gain and losses in respect of post employment and other long term benefits are charged to Profit and Loss Account/Project Development Expenditure Account.
- xi) Deferred Revenue Expenditure**
Payment to employees under Voluntary Retirement Schemes are written off in annual installments in such manner that expenditure so deferred are not carried forward to accounting periods, commencing on or after 1st April 2010.
- xii) Earning per Share**
Basic earning per share is calculated by dividing the net Profit or Loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.
For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.
- xiii) Excise Duty and Custom Duty**
Excise duty on finished goods stock lying at factories is accounted for at the point of manufacture of goods and accordingly, is considered for valuation of finished goods stock lying in the factories as on the Balance Sheet date. Similarly, Custom duty on imported material in transit / lying in bonded warehouse is accounted for at the time, the same are released from Customs/ Bonded warehouse.
- xiv) Share issue Expenses**
Share issue expenses have been adjusted against Share Premium Account.
- xv) Financial Derivatives and Commodity Hedging Transactions**
In respect of derivative contracts, premium paid, gains/losses on settlement and provision for losses for cash flow hedges are recognised in the Profit and Loss Account, except in case where they relate to borrowing costs that are attributable to the acquisition or construction of fixed assets, in which case, they are adjusted to the carrying cost of such assets.
- xvi) Borrowing Costs**
Borrowing Costs relating to acquisition / construction of qualifying assets are capitalized until the time all substantial activities necessary to prepare the qualifying assets for their intended use are complete. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are charged to revenue.
- xvii) Taxation**
Tax expenses comprises of current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act, 1961. Deferred income taxes reflects the impact of current year timing differences between taxable income for the year and reversal of timing differences of earlier years.
The deferred tax for timing differences between the book and tax profits for the year is accounted for using the tax rates and laws that have been substantially enacted as on the Balance Sheet date. Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. If the company has carry forward unabsorbed depreciation and tax losses, deferred tax assets are recognised only to the extent there is virtual certainty supported by convincing evidence that sufficient taxable income will be available against which such deferred tax asset can be realized.
- xviii) Segment Reporting**
- Identification of segments**
The company has identified its business segments as the primary segments. The company's businesses are organized and managed separately according to the nature of products/ services, with each segment representing a strategic business unit that offers different product /services and serves different markets. The analysis of geographical segments is based on the areas in which the customers of the company are located.
 - Allocation of Common Costs**
Common allocable costs are allocated to each segment on case to case basis applying the ratio, appropriate to each relevant case. Revenue and expenses, which relate to the enterprise as a whole and are not allocable to segment on a reasonable basis, have been included under the head " Unallocated". The accounting policies adopted for segment reporting are in line with those of the Company.
- xix)** The Company's significant leasing arrangements are in respect of operating leases for premises. These leasing arrangements which are not non-cancellable and range between 1 year to 3 years generally and are renewable by mutual consent on mutually agreeable terms. The aggregate lease rentals payable are charged as Lease rent under Schedule 'P'
- xx) Sales**
- Sales includes trade sales.
 - Sales include applicable taxes unless separately charged and are net of discount.
 - Sales are recognised on despatch except consignment sales which are recognised on receipt of statement of accounts from the agent.
- xxi) Prior Period Expenses/Income**
Material items of prior period expenses/income are disclosed separately.
- xxii) Provision, Contingent Liabilities and Contingent Assets**
Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognised but are disclosed in the notes. Contingent Assets are neither recognised nor disclosed in the financial statements.

MANAKSIA LIMITED

SCHEDULE FORMING PART OF THE ACCOUNTS AS ON 31ST MARCH 2010

2) Notes on Accounts

(Rs. in Lacs)

	Balance as on 31st March 2010	Balance as on 31st March 2009
i) Estimated amount of contracts remaining to be executed on Capital Account and not provided for (net of advances)	2,231.63	3,906.00
ii) Contingent Liabilities not provided for in respect of:		
1) Guarantees in favour of banks/institutions against facilities granted to subsidiaries	12,836.27	13,434.17
2) Excise duty demands under appeal	1,171.35	2,533.21
3) Sales tax and Entry tax demand under appeal.	76.71	90.45
4) Income tax demands under appeal.	73.53	73.53
5) Excise duty liability on goods exported pending submission of proof of export.	0.38	0.32
6) Custom Duty	37.29	27.29
7) Service Tax	7.41	4.60
8) Civil	-	0.58
9) Municipal Tax	70.83	103.85
10) Demand by Haldia Development Authority towards Land Premium	332.50	332.50
11) Stamp Duty for Registration of Land	49.45	49.45

iii) Sundry Creditors include Rs. 336.44 Lacs (Previous Year Rs. 106.08 Lacs) towards Creditors for Capital Goods.

iv) Advances recoverable in kind or for value to be received include advance for capital goods amounting to Rs. 263.28 Lacs (Previous Year Rs. 356.89 Lacs).

v) Sundry Debtors, Advances, Balances with Director and Companies under the same management:

	Balance as on 31st March 2010	Balance as on 31st March 2009
Due from/to Associates Concern :		
Under Sundry Debtors Head :	127.32	-
Arena Machineries Limited	127.32	-
Due from/to Subsidiary Companies :		
Under Sundry Debtors Head :	10,856.95	12,217.68
MINL Ltd	7,693.05	8,320.82
Dynatech Industries (Ghana) Ltd	1,691.75	2,426.28
Mark Steels Ltd	283.45	269.15
Crescent Industries (Nepal) Pvt Ltd	85.50	85.50
Euroasian Ventures Fze	1,103.20	1,092.51
Jebba Paper Mills Ltd	-	23.41
Under Advance Head :	0.16	-
Mark Steels Ltd	0.16	-
Under Loan Given Head :	74.85	284.85
Mark Steels Ltd	74.00	284.00
Crescent Industries (Nepal) Pvt Ltd	0.85	0.85
Under Creditors Head :	129.80	93.17
MINL Ltd	128.34	1.27
Dynatech Industries (Ghana) Ltd	1.46	91.90

vi) The deferred tax liability as at 31st March 2010 comprise of the following :

	Balance as on 31st March 2010	Balance as on 31st March 2009
a. <u>Deferred Tax Liability</u>		
Timing difference in depreciable assets	4,822.20	4,574.26
b. <u>Deferred Tax Assets</u>		
Expenses allowable against taxable income in future years	(302.20)	(192.26)
Net Deferred tax Liability (a-b)	4,520.00	4,382.00

MANAKSIA LIMITED

SCHEDULE FORMING PART OF THE ACCOUNTS AS ON 31ST MARCH 2010

vii) Earnings per share (EPS)
(Rs. in Lacs)

	31st March 2010	31st March 2009
Profit as per Profit & Loss Account	2,478.01	2,385.68
Less : Preference Dividend for the year (including dividend tax)	-	6.39
	2,478.01	2,379.29
Add : Prior Period item	97.64	208.32
Add : Exceptional Item	1,092.34	1,126.04
Profit before Prior Period and Exceptional Items	3,667.99	3,713.65
Weighted average number of equity shares	69,534,050	69,534,050
Nominal value per share (Rs.)	2	2
Basic and diluted earning per share (EPS)		
EPS before Prior Period and Exceptional items (Rs)	5.28	5.34
EPS after Prior Period and Exceptional items (Rs)	3.56	3.42

viii) Excise duty on stocks represents differential excise duty on opening and closing stock of Finished Goods.

ix) In line with the notification dated 31st March, 2009 issued by the Ministry of Corporate Affairs, amending Accounting Standard (AS) 11 - 'Effects of Changes in Foreign Exchange Rates', the Company has chosen to exercise the option under paragraph 46 inserted in the standard by the notification.

Accordingly, with retrospective effect from 1st April, 2007 exchange differences on all long term monetary items are :

- to the extent such items are used for financing fixed assets, added to/subtracted from the cost of those fixed assets and depreciated over the balance useful life of the asset.
- in other cases accumulated in the 'Foreign Currency Monetary Item Translation Difference Account' and amortised over the balance period of such long term monetary item but not beyond 31st March, 2011.

Arising from the above, in the current year the Company has :

- Debited to the Profit and Loss Account Rs. 700.44 Lacs.
- carried forward Rs. 93.69 Lacs in the 'Foreign Currency Monetary Item Translation Difference Account' being the amount remaining to be amortised as at 31st March, 2010.

x) Exceptional items Rs. 1092.34 (Previous year Rs. 1126.04 lacs) represents short term exchange fluctuation loss.
xi) Financial and Derivative Instruments:-

- Derivative contracts entered into by the company and outstanding as on 31st March 2010
 - For hedging Interest rate related risk - (LIBOR Hedging) on Loan balance of USD 7.50 Million (Previous Year USD 5.00 Million)
 - For hedging commodity related risks - Forward contract (Net) USD 34.00 Million (Previous Year USD 60.00 Million)
- Foreign currency loan that are not hedged USD 19.10 Million (Previous Year USD 14.30 Million)

xii) Information pursuant to the provisions of the Paragraph 3, 4C, and 4D of Part II of Schedule VI to the Companies Act, 1956.
a) Raw Materials and components consumed.

Class of Goods	Unit	Year Ended 31st March 2010		Year Ended 31st March 2009 *	
		Quantity	Amount Rs. in Lacs	Quantity	Amount Rs. in Lacs
Aluminium Sheet/Ingot/	MT	26,081.335	23,768.64	27,797.690	31,563.32
Circle and Alu. Products					
Steel Sheet	MT	71,399.555	22,995.34	42,284.469	19,599.26
T F Sheet	MT	8,849.679	4,373.48	5,456.677	2,753.96
Other Raw Materials			7,659.07		10,454.97
			58,796.53		64,371.51

* Figures for Financial year ended 31st March 2009 have been recasted after eliminating consumption of inter unit purchases.

MANAKSIA LIMITED**SCHEDULE FORMING PART OF THE ACCOUNTS AS ON 31ST MARCH 2010****b) Value of Raw Materials, Components and Spare parts consumed.**

		Year Ended 31st March 2010		Year Ended 31st March 2009	
		Amount Rs. in Lacs	%	Amount Rs. in Lacs	%
1) Raw Materials	Indigenous	15,016.00	25.54%	10,380.16	16.13%
	Imported	43,780.53	74.46%	53,991.34	83.87%
		58,796.53	100.00%	64,371.51	100.00%
2) Stores & Spare Parts	Indigenous	588.44	84.99%	448.04	88.64%
	Imported	103.93	15.01%	57.39	11.36%
		692.37	100.00%	505.43	100.00%

(Rs. in Lacs)

	31st March 2010	31st March 2009
c) CIF value of import		
- Capital goods	1,321.09	135.37
- Raw materials, components and other purchases	49,294.47	54,238.92
- Spares parts and chemicals.	113.48	84.31
d) Expenditure in foreign currencies	1,453.39	1,448.76
Bank Charges	8.98	16.90
Commission	13.10	15.04
Foreign Travel	57.97	141.04
Interest on Loans From Banks & Financial Institutions	1,362.60	1,275.78
Consultancy Fees	2.85	-
Others	7.89	-
e) Earnings in foreign currencies	52,277.56	60,965.63
Export of Goods & Services (F.O.B. Value Including Freight Realised)	51,995.68	60,654.12
Consultancy Fees	2.85	-
Dividend income from Subsidiary Co.	279.03	311.51
f) Amount remitted in Foreign Currency towards dividend:		
i) Number of Non Resident Shareholders	338	368
ii) Ordinary Shares Held	767,368	1,294,397
iii) Amount remitted and/or paid in Indian Currency (Rs in lacs)	16.88	25.89
iv) Year to Which Dividend Relates	2008-2009	2007-2008

MANAKSIA LIMITED**SCHEDULE FORMING PART OF THE ACCOUNTS AS ON 31ST MARCH 2010**

b.

(Rs. in Lacs)

Sl No.	Nature of Transactions	Subsidiaries		Associates		Key Management Personnel		Relatives		Total as on	Total as on
		2009-2010	2008-2009	2009-2010	2008-2009	2009-2010	2008-2009	2009-2010	2008-2009	31.03.2010	31.03.2009
1.	Purchase of Goods from										
	MINL Ltd.	828.52	1.27	-	-	-	-	-	-	828.52	1.27
	Dynatech Industries Ghana Ltd.	138.78	710.27	-	-	-	-	-	-	138.78	710.27
	Euroasian Ventures FZE	538.94	4,956.82	-	-	-	-	-	-	538.94	4,956.82
	Arena Machineries Ltd	-	-	25.31	19.52	-	-	-	-	25.31	19.52
	Rainbow Manufacturing Co Pvt Ltd	-	-	14.15	-	-	-	-	-	14.15	-
	Others	-	2.23	-	-	-	-	-	-	-	2.23
2.	Sale of Goods to										
	MINL Ltd.	42,526.62	51,327.50	-	-	-	-	-	-	42,526.62	51,327.50
	Arena Machineries Ltd	-	-	124.84	1.59	-	-	-	-	124.84	1.59
	Others	4,431.55	5,215.33	2.03	-	-	-	-	-	4,433.58	5,215.33
3.	Sale of Fixed Assets to										
	MINL Ltd.	3.11	-	-	-	-	-	-	-	3.11	-
	Arena Machineries Ltd	-	-	2.48	-	-	-	-	-	2.48	-
4.	Finance (including loans & equity contributions in cash or kind) given (Net)										
	Mark Steels Ltd	-	284.00	-	-	-	-	-	-	-	284.00
	Euroasian Ventures FZE	2,056.86	288.82	-	-	-	-	-	-	2,056.86	288.82
	Manaksia Global Ltd	4.83	0.45	-	-	-	-	-	-	4.83	0.45
	Solex Chemicals Pvt Ltd	-	1.00	-	-	-	-	-	-	-	1.00
5.	Finance (including loans & equity contributions in cash or kind) received / repaid (Net)										
	Mark Steels Ltd	210.00	-	-	-	-	-	-	-	210.00	-
	Crescent Ind (Nepal) Pvt Ltd	-	36.18	-	-	-	-	-	-	-	36.18
	Agrim Steel Industries Ltd	-	-	-	26.09	-	-	-	-	-	26.09
6.	Dividend & Interest received										
	MINL Ltd.	279.03	311.51	-	-	-	-	-	-	279.03	311.51
	Agrim Steel Industries Ltd	-	-	-	1.62	-	-	-	-	-	1.62
7.	Remunerations	-	-	-	-	31.09	33.33	12.15	8.40	43.24	41.73
8.	Amount Due from as on March 31										
	MINL Ltd.	7,693.05	8,320.82	-	-	-	-	-	-	7,693.05	8,320.82
	Dynatech Industries Ghana Ltd.	1,691.75	2,426.28	-	-	-	-	-	-	1,691.75	2,426.28
	Euroasian Ventures FZE	1,103.20	1,092.51	-	-	-	-	-	-	1,103.20	1,092.51
	Arena Machineries Ltd	-	-	127.32	-	-	-	-	-	127.32	-
	Others	443.96	662.91	-	-	-	-	-	-	443.96	662.91
9.	Amount Due to as on March 31										
	MINL Ltd.	128.34	1.27	-	-	-	-	-	-	128.34	1.27
	Dynatech Industries Ghana Ltd.	1.46	91.90	-	-	-	-	-	-	1.46	91.90

Note:- No amount pertaining to the related parties have been written off or written back during the year. Transactions have taken place on arm's length basis.

MANAKSIA LIMITED

SCHEDULE FORMING PART OF THE ACCOUNTS AS ON 31ST MARCH 2010

xiv) Segment information as on and for the Year ended 31st March 2010 are as below:

a) Primary Segment Information

(Rs. in Lacs)

Particulars	Packaging Products		Mosquito Coil		Metal Products		Engineering & Others		Unallocable		Eliminations		Total	
	31/3/2010	31/3/2009	31/3/2010	31/3/2009	31/3/2010	31/3/2009	31/3/2010	31/3/2009	31/3/2010	31/3/2009	31/3/2010	31/3/2009	31/3/2010	31/3/2009
Segment Revenue														
External Turnover	12,099.36	10,279.69	7,454.79	3,724.51	65,024.61	73,025.21	3,936.19	4,068.62					88,514.95	91,098.03
Add : Inter Segment	333.66	709.42		0.03	643.59	322.64	123.62	244.79			(1,100.86)	(1,276.88)		
Gross Turnover	12,433.02	10,989.11	7,454.79	3,724.54	65,668.20	73,347.84	4,059.81	4,313.42			(1,100.86)	(1,276.88)	88,514.95	91,098.03
Less : Excise duty/ Service Tax recovered*	862.92	956.46	927.32	523.16	2,097.83	2,309.52	121.47	32.16					4,009.54	3,821.30
Less : Commercial Tax	228.79	174.04	307.81	46.58	284.89	281.44	51.36	0.40					872.85	502.46
Net Turnover	11,341.31	9,858.61	6,219.66	3,154.80	63,285.48	70,756.89	3,886.98	4,280.85			(1,100.86)	(1,276.88)	83,632.56	86,774.27
Segment Results														
Segments Results (PBIT)	1,262.50	1,099.93	456.11	(217.48)	6,135.09	6,942.95	980.45	954.21					8,834.15	8,779.61
Less : Unallocated corporate Expenses net of unallocated income*									(1,297.87)	(652.78)			(1,297.87)	(652.78)
Operating Profit	1,262.50	1,099.93	456.11	(217.48)	6,135.09	6,942.95	980.45	954.21	(1,297.87)	(652.78)			7,536.28	8,126.83
Less : Interest Expenses									3,844.30	4,532.85			3,844.30	4,532.85
Add : Interest Income									664.00	746.07			664.00	746.07
Less : Prior Period Items									97.64	208.32			97.64	208.32
Less : Exceptional Item									1,092.34	1,126.04			1,092.34	1,126.04
Profit before Tax	1,262.50	1,099.93	456.11	(217.48)	6,135.09	6,942.95	980.45	954.21	(5,668.15)	(5,773.92)			3,166.00	3,005.69
Current Tax									550.00	275.00			550.00	275.00
Fringe Benefit Tax									-	70.00			-	70.00
Deferred Tax									138.00	275.00			138.00	275.00
Net Profit	1,262.50	1,099.93	456.11	(217.48)	6,135.09	6,942.95	980.45	954.21	(6,356.15)	(6,393.92)			2,478.00	2,385.69
Other Information														
Segment Assets	13,223.21	9,401.13	7,903.02	6,362.53	45,705.75	45,892.75	5,621.16	5,183.18	14,598.22	17,931.32			87,051.36	84,770.91
Segment Liabilities	519.88	1,013.66	479.68	455.99	12,530.82	7,695.27	1,210.38	796.96	2,178.00	2,128.32			16,918.76	12,090.20
Capital Expenditure	997.11	302.03	94.92	(1.35)	1,272.20	360.20	62.11	472.75	58.50	219.33			2,484.84	1,352.96
Depreciation	365.28	331.05	401.42	400.04	1,001.63	976.60	65.27	102.25	113.21	107.99			1,946.81	1,917.93

44

b) Secondary Segment Information

(Rs. in Lacs)

	31/3/2010	31/3/2009
1. Segment Revenue - External Turnover		
- Within India	36,519.27	30,443.91
- Outside India	51,995.68	60,654.12
Total Segment Revenue	88,514.95	91,098.03
2. Segment Assets		
- Within India	66,565.51	66,145.02
- Outside India	20,485.85	18,625.89
Total Segment Assets	87,051.36	84,770.91
3. Capital Expenditure		
- Within India	2,484.84	1,352.96
- Outside India	-	-
Total Capital Expenditure	2,484.84	1,352.96

Notes :

- Primary Segment:** Business segment has been identified as primary segment on the basis of the products of the company Accordingly, the company has identified Packaging Product, Mosquito Coil, Metal Products, Engineering & Others as the business segment.
 - Packaging** consists of manufacture and sale of PP Cap, Crown Closures, Metal Containers, EP Liners, Washer, EP Sheets etc.
 - Mosquito Coils** consists of manufacture and sale of Mosquito Repellant coils.
 - Metal Product** consists of manufacture and sale of Aluminium and Steel galvanized sheets, coils etc.
 - Engineering & others** consists of Manufacturing and Sales of Machine, Spare Parts etc.
- Secondary Segment :** Geographical segment has been identified as secondary segment. Geographical segments considered for disclosure are :
 - Within India
 - Outside India

MANAKSIA LIMITED

SCHEDULE FORMING PART OF THE ACCOUNTS AS ON 31ST MARCH 2010

xv) Outstanding dues of micro enterprises and small enterprises

The Company has not received information from vendors regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosure relating to amounts unpaid as at the year end together with interest paid / payable under this Act have not been given.

xvi) Employee Benefits

i) Defined contribution Plan

Contribution to defined contribution plan, recognized are charged of during the year as follows:

(Rs. in Lacs)

	31/3/2010	31/3/2009
Employees' contribution to Provident Fund	85.81	77.63

ii) Defined benefit plan

Gratuity is paid to employees under the Payment of Gratuity Act 1972 through unfunded scheme. The present value of obligation is determined based on actuarial valuation using projected unit credit method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

a) Reconciliation of opening and closing balances of defined obligation:		
1) Defined benefit obligation at the beginning of the year	358.39	312.67
2) Current service cost	43.48	40.37
3) Interest cost	28.91	25.16
4) Actuarial (gain) / loss	17.64	15.80
5) Benefit paid	(35.83)	(35.61)
6) Defined benefit obligation at the year end	412.60	358.39
b) Reconciliation of fair value assets and obligations:		
1) Fair value of plan assets as at 31st March 2010	Nil	Nil
2) Present value of obligations as at 31st March 2010	412.60	358.39
3) Amount recognized in balance sheet	412.60	358.39
c) Expenses recognized during the year (under the head salaries, wages & Bonus schedule – P)		
1) Current service cost	43.48	40.37
2) Interest cost	28.91	25.16
3) Actuarial (gain) / Loss	17.64	15.80
4) Net amount	90.03	81.33
d) Actuarial assumptions		
1) Mortality table	LIC	LIC
2) Discount rate (per annum)	7.50%	7.50%
3) Rate of escalation in salary (per annum)	5%	5%
4) Expected average remaining working lives of employees (years)	19.74	20.40

The estimates of rate of escalation in salary considered in actuarial valuation, takes into account inflation, seniority, promotion and other relevant factors. The above information has been certified by the actuaries.

xvii) The Company has raised Rs. 24800.00 Lacs by issue of shares in public issue in an earlier year. Below is the utilisation of the proceeds of the issue as approved in Annual General Meeting of Shareholders

Statement of Utilisation of Public Issue proceeds as on 31st March 2010

(Rs. in Lacs)

Particulars	
Gross proceeds of the Issue	24,800.00
Less : - Issue related expenses	1,572.34
Net proceeds of the issue	23,227.66
Deployment	
Repayment of debt	6,000.00
Expansion of various businesses both in India & Abroad	6,048.92
General Corporate purposes	8,578.74
Short term investments in mutual funds pending utilization	2,600.00
Total	23,227.66

MANAKSIA LIMITED

SCHEDULE FORMING PART OF THE ACCOUNTS AS ON 31ST MARCH 2010

xviii) Interest Received from others includes :

(Rs. in Lacs)

	31/3/2010	31/3/2009
Staff And Workers	3.90	2.45
Loan Parties	568.79	420.98
Customers	0.58	10.69
Vendors	3.92	-
	577.19	434.12

xix) Prior Period Items:

Expenditure:-		
Sales	56.35	-
Material	30.23	141.14
Service Tax	9.75	4.07
Carriage Inward	7.89	0.70
Consumption Of Stores And Consumables	5.58	1.34
Travelling & Conveyance	5.27	1.53
Freight, Forwarding And Handling Expenses	3.17	67.14
Other Miscellaneous Expenses	2.72	-
Other Manufacturing Expenses	2.29	0.18
Dividend from Mutual Fund	2.06	-
Communication Expenses	1.77	0.45
Repairs To Machinery	1.57	0.18
Power & Fuel	1.05	-
Rent	0.42	-
Contribution To Provident And Other Funds	0.09	0.06
Packing Expenses	0.09	1.69
Clearing Charges	0.03	-
Vehicle Upkeep	0.00	0.63
Exchange Fluctuation	-	6.64
Commercial Tax	-	0.08
Salaries,Wages And Bonus	-	3.25
Excise Duty	-	0.06
Sundry balance written off	-	0.49
	130.35	229.64
Income :-		
Discount	-	0.01
Insurance	-	0.97
Power & Fuel	-	1.48
Rent	-	0.19
Other Miscellaneous Income	-	12.54
Processing Charges	-	0.06
Profession Tax	-	0.02
Commercial Tax	0.38	-
Repairs To Electricals	0.45	-
Interest Charge To Others	1.29	4.92
Gratuity	2.40	1.13
Welfare Expenses written back	9.17	0.01
Salaries,Wages And Bonus	19.01	-
	32.71	21.32
Total	97.64	208.32

xx) Change in cost formula for valuation of inventories

Consequent upon introduction of SAP based ERP system the company has adopted weighted average cost formula for valuation of inventories as against first in first out (FIFO) method adopted during earlier year.

Due to such change in the cost formula the value of inventories have increased to the extent of Rs. 78.36 Lacs with corresponding increase in profits during the year.

xxi) Corresponding comparative figures for the previous year have been regrouped and readjusted wherever considered necessary.

Signature to Schedules A to S.

In terms of our attached report of even date.

8 N S Road, Gillander House
Block A, 3rd Floor, Room No. 7
Kolkata - 700 001

For SRB & Associates
Chartered Accountants

R.N Sengupta
Chairman

B K Agrawal
Managing Director

S.Patra
(Partner)
Membership No. 56121

Anubhav Maheshwari
Company Secretary

Dated: 29/05/2010

MANAKSIA LIMITED

SCHEDULE FORMING PART OF THE ACCOUNTS AS ON 31ST MARCH 2010

Additional Information Pursuant to the Provisions of Part IV of Schedule VI to the Companies Act, 1956
Balance Sheet Abstract and Company's General Business Profile

1. Registration Details :

Registration No.	L749510WBI984PLC038336
State Code	21
Balance Sheet Date	31st March 2010

2. Capital raised during the year :

Public Issue	NIL
Rights Issue	NIL
Bonus Issue	NIL
Private Placement	NIL

3. Position of mobilisation and deployment of funds :

Total Liabilities	Rs. in Lacs	87,051.40
Total Assets	Rs. in Lacs	87,051.40

Source of Funds :

Paid up Capital	Rs. in Lacs	1,390.68
Reserves & Surplus	Rs. in Lacs	50,171.45
Deferred Tax Liability	Rs. in Lacs	4,520.00
Secured Loans	Rs. in Lacs	11,409.04
Unsecured Loans	Rs. in Lacs	2,547.74
Foreign Currency Monetary Item Translation Difference Account	Rs. in Lacs	93.69

Application of Funds :

Net Fixed Assets including Capital Work in Progress	Rs. in Lacs	34,995.05
Investments	Rs. in Lacs	10,460.79
Net Current Assets	Rs. in Lacs	24,676.80
Miscellaneous Expenditure	NIL	
Accumulated Losses	NIL	

4. Performance of Company :

Turnover	Rs. in Lacs	88,514.95
Other Income	Rs. in Lacs	842.52
Total Expenditure	Rs. in Lacs	86,191.46
Profit/(Loss) before tax	Rs. in Lacs	3,166.01
Profit/(Loss) after tax	Rs. in Lacs	2,478.01
Earnings per share (Rs.)	Rs.	5.28
Basic & Diluted	Rs.	120%

5. Generic Names of Three Principal Products of Company :

Item Code No. (ITC Code)	7606
Product Description	Aluminium Products
Item Code No. (ITC Code)	7209
Product Description	C R Steel Products
Item Code No. (ITC Code)	3808
Product Description	Mosquito Coils

R N Sengupta
Chairman

B K Agrawal
Managing Director

Anubhav Maheshwari
Company Secretary

Dated: 29/05/2010

MANAKSIA LIMITED

CONSOLIDATED AUDITORS' REPORT

AUDITORS' REPORT TO THE BOARD OF DIRECTORS OF MANAKSIA LIMITED ON THE CONSOLIDATED FINANCIAL STATEMENTS OF MANAKSIA LIMITED AND ITS SUBSIDIARY COMPANIES.

We have examined the attached consolidated Balance Sheet of Manaksia Limited and its subsidiaries as at 31st March 2010 and also the consolidated Profit and Loss Account and the Cash Flow Statement for the year then ended.

These consolidated financial statements are the responsibility of the management of Manaksia Limited. Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with generally accepted auditing standards in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance whether the financial statements are prepared, in all material respects, in accordance with an identified financial reporting framework and are free of material misstatements. An audit includes, examining on a test basis, evidence, supporting the amounts and disclosure in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

We did not audit the Financial Statements of the subsidiary companies, MINL Ltd., Nigeria, Jebba Paper Mills Ltd, Nigeria, Dynatech Industries Ghana Ltd., Ghana, Crescent Industries (Nepal) Pvt Ltd, Nepal, Mark Steels Ltd., India, Euroasian Ventures FZE, UAE, Solex Chemicals Pvt Ltd, India, Euroasian steels LLC, Gerogia and Manaksia Global Ltd, Mauritius, whose financial statements reflect total assets of Rs.62,562.92 Lacs as at 31st March, 2010 and total revenues of Rs.46,734.01 Lacs for the year ended on that date. These financial statements have been audited by other auditors whose reports have been furnished to us and our opinion in so far as it relates to the amounts in respect of these subsidiaries, is based solely on the report of the other auditors.

We report that the consolidated financial statements have been prepared by the Company in accordance with the requirements of Accounting Standard (AS)21, Consolidated Financial Statements, issued by the Institute of Chartered Accountants of India and on the basis of the separate audited financial statements of Manaksia Limited and its subsidiary companies included in the aforesaid consolidation.

In our opinion, based on our audit and the report of other auditors, the consolidated financial position of Manaksia Limited and its subsidiaries as at 31st March, 2010 and of the results of their operations and Cash Flows for the year then ended are in conformity with generally accepted accounting principles in India.

For SRB & Associates
Chartered Accountants

8, N.S. Road, Gillander House
Block -A, 3rd Floor
Room No. 7
Kolkata - 700 001
Date : 29-5-2010

Sanjit Patra
Partner
M. No. 056121
FRN - 310009E

MANAKSIA LIMITED

CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH 2010

(Rs. in Lacs)

	Schedule	31st March 2010	31st March 2009
SOURCES OF FUNDS			
SHAREHOLDERS' FUNDS			
(a) Share Capital	A	1,390.68	1,390.68
(b) Reserves & Surplus	B	92,118.56	79,278.92
		93,509.24	80,669.60
MINORITY INTEREST			
Share Capital		267.86	0.01
LOAN FUNDS			
(a) Secured	C	25,796.96	38,480.72
(b) Unsecured	D	7,854.25	4,267.95
		33,651.21	42,748.67
Foreign Currency Monetary Item Translation Difference Account		93.69	-
Deferred Tax Liability (Net)		5,173.52	4,980.15
TOTAL		132,695.52	128,398.43
APPLICATION OF FUNDS			
FIXED ASSETS			
(a) Gross Block	E	90,843.14	76,215.98
(b) Less: Accumulated Depreciation/Amortisation		26,900.39	21,349.81
(c) Net Block		63,942.75	54,866.17
(d) Capital Work in Progress		18,140.72	15,049.91
		82,083.47	69,916.08
INVESTMENTS			
Foreign Currency Monetary Item Translation Difference Account	F	2,616.82	5,873.53
		-	606.75
CURRENT ASSETS, LOANS & ADVANCES			
(a) Inventories	G	35,407.27	37,101.82
(b) Sundry Debtors	H	18,853.49	16,619.93
(c) Cash and Bank Balances	I	7,576.51	3,558.09
(d) Loans and Advances	J	27,113.00	27,113.25
		88,950.27	84,393.10
Less :			
CURRENT LIABILITIES & PROVISIONS			
Current Liabilities	K	38,364.63	30,135.36
Provisions	L	2,591.51	2,289.06
		40,956.14	32,424.42
NET CURRENT ASSETS		47,994.13	51,968.68
MISCELLANEOUS EXPENDITURE			
(To the extent not written off or adjusted)			
Deferred Revenue Expenditure		-	6.24
Preliminary Expenses		1.10	27.13
TOTAL		132,695.52	128,398.43

ACCOUNTING POLICIES & NOTES TO THE ACCOUNTS

Schedules A to L and S referred to above form an integral part of the Balance Sheet. In terms of our attached report of even date.

8 N S Road, Gillander House
Block A, 3rd Floor, Room No. 7
Kolkata - 700 001

For SRB & Associates
Chartered Accountants

R N Sengupta
Chairman

B K Agrawal
Managing Director

Dated: 29/05/2010

S.Patra
(Partner)
Membership No. 56121

Anubhav Maheshwari
Company Secretary

MANAKSIA LIMITED

CONSOLIDATED PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2010

(Rs. in Lacs)

	Schedule		2009-2010	2008-2009
INCOME				
Gross Sales		135,062.24		142,979.75
Processing Income		464.23	135,526.47	499.96
				143,479.70
Less : Excise Duty		4,447.64		4,371.53
Commercial Tax		961.92	5,409.56	624.44
Net Sales			130,116.91	138,483.74
Other Income	M		1,092.19	1,158.14
			131,209.10	139,641.88
EXPENDITURE				
Decrease/(Increase) in Stocks	N		(1,183.05)	(118.10)
Excise Duty on Stocks			91.00	(71.75)
Raw Materials & Components Consumed (including Trading Goods)	O		73,828.61	90,058.70
Manufacturing, Administrative, Selling & Other Expenses	P		32,234.15	23,967.11
Directors Remuneration	Q		39.85	46.40
			105,010.56	113,882.35
PROFIT BEFORE INTEREST , DEPRECIATION & TAX				
Interest (Net) R			5,142.99	6,355.77
Depreciation / Amortisation	E		5,675.30	5,343.05
PROFIT BEFORE PRIOR PERIOD & EXCEPTIONAL ITEMS				
Less : Prior Period Items			98.09	217.11
Less : Exceptional Item			1,043.80	2,836.16
PROFIT BEFORE TAXATION				
Less : Provision for Taxation				
Current Tax			867.22	373.98
Fringe Benefit Tax			-	71.15
Deferred Tax			193.37	335.19
MAT Credit			(7.30)	(15.58)
PROFIT AFTER TAXATION				
Short/(Excess) Provision for Taxation for Earlier Years			31.68	(388.10)
PROFIT AFTER ADJUSTMENT				
Balance from last period			29,067.18	20,832.50
PROFIT AVAILABLE FOR APPROPRIATION				
APPROPRIATIONS				
Transfer to General Reserve			250.00	250.00
Dividend on Preference Shares			-	5.46
Dividend on Equity Shares			1,668.82	1,529.75
Tax on Dividends			277.17	260.91
Transfer to Exchange Fluctuation Reserve			-	200.00
Transfer to Debenture Redemption Reserve			300.00	150.00
Balance carried to the balance sheet			39,724.57	29,067.18
			42,220.56	31,463.30
Basic and diluted earning per share (EPS) (Face value of Rs. 2 each)				
EPS before Prior Period and Exceptional items			20.60	19.11
EPS after Prior Period and Exceptional items (Refer to Note No. 2.(vii) of Schedule "S")			18.96	14.72

ACCOUNTING POLICIES & NOTES TO THE ACCOUNTS

S

Schedules M to R, E and S referred to above form an integral part of the Profit & Loss Account.
In terms of our attached report of even date.

8 N S Road, Gillander House
Block A, 3rd Floor, Room No. 7
Kolkata - 700 001

For SRB & Associates
Chartered Accountants

R N Sengupta
Chairman

B K Agrawal
Managing Director

Dated: 29/05/2010

S.Patra
(Partner)
Membership No. 56121

Anubhav Maheshwari
Company Secretary

MANAKSIA LIMITED**CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2010**

(Rs. in Lacs)

Particulars		31.03.2010	31.03.2009
A: CASH FLOW FROM OPERATING ACTIVITIES:			
Net Profit before Tax & Extraordinary items :		14238.35	11007.43
Adjustment for:			
Depreciation/ Amortisation		5675.30	5343.05
Provision for Doubtful Debts / (written back)		269.07	(9.55)
Finance Cost & Interest (Net)		5142.99	6355.77
Profit on Fixed Assets Sold / Discarded (Net)		(182.02)	(14.68)
Profit on sale of Investment		(543.73)	(324.06)
Prior Period & Exceptional Items (Net)		1141.90	3053.27
Deferred Revenue Expenditure written off		6.24	12.48
Dividend Income		(86.98)	(544.06)
Amortisation of Foreign Currency Monetary Translation A/c		700.44	303.38
Amortisation of Preliminary Expenses		26.04	0.57
Operating Profit before Working Capital Changes		26387.60	25183.60
Adjustment for:			
Change in Trade & Other Receivables		(1134.42)	(6659.11)
Change in Inventories		1694.55	(6712.21)
Change in Trade Payable		7166.63	3538.01
Cash Generated from Operations		34114.36	15350.29
Direct Taxes Paid		(596.65)	(1637.53)
Cash Flow before Prior Period & Exceptional items		33517.71	13712.76
Prior Period & Exceptional Items (Net)		(1141.90)	(3053.27)
Net Cash Flow from Operating Activities	(A)	32375.81	10659.49
B: CASH FLOW FROM INVESTING ACTIVITIES:			
Purchase of Fixed Assets and change in Capital work in progress		(16771.69)	(17615.51)
Sale of Fixed Assets		512.69	103.39
Purchase of Investments		(2600.00)	(6053.53)
Sale of Investments		6400.44	14104.46
Interest Received		1116.66	576.14
Dividend Received		86.98	544.06
Receipt of subsidy from Government		34.38	-
Net cash Used in Investing Activities	(B)	(11220.54)	(8340.99)
C: CASH FLOW FROM FINANCING ACTIVITIES:			
Public Issue Expenses		-	(72.22)
Redemption of Preference Shares		-	(237.40)
Issue of Debentures		-	6000.00
Repayment of Long Term Borrowings (Net)		(2050.65)	(902.13)
(Repayment of)/ Proceeds from Short Term Borrowings (Net)		(7046.79)	5199.15
Payment of Dividend on Equity Shares		(1519.64)	(1386.30)
Payment of Dividend on Preference Shares		-	(17.33)
Dividend Tax Paid		(259.98)	(239.29)
Interest etc. Paid		(6259.79)	(6935.50)
Utilisation of Exchange Fluctuation Reserve		-	(1455.53)
Net Cash Flow From Financing Activities	(C)	(17136.85)	(46.55)
D: Net Increase/(Decrease) in Cash and Cash Equivalents	(A+B+C)	4018.42	2271.95
Cash and Cash Equivalents as at 1st April		3558.09	1286.14
Cash and Cash Equivalents as at 31st March		7576.51	3558.09

Note : Previous year's figures have been rearranged and regrouped wherever necessary.

8 N S Road, Gillander House
Block A, 3rd Floor, Room No. 7
Kolkata - 700 001For SRB & Associates
Chartered AccountantsR N Sengupta
ChairmanB K Agrawal
Managing Director

Dated: 29/05/2010

S.Patra
(Partner)
Membership No. 56121Anubhav Maheshwari
Company Secretary

MANAKSIA LIMITED

SCHEDULE FORMING PART OF THE CONSOLIDATED ACCOUNTS AS ON 31ST MARCH 2010

(Rs. in Lacs)

	31st March 2010	31st March 2009
SCHEDULE A		
SHARE CAPITAL		
Authorised :		
7,00,00,000 (7,00,00,000) Equity Shares of Rs.2/- each	1,400.00	1,400.00
1,250,000 (1,250,000) Preference Shares of Rs. 20/- each	250.00	250.00
	1,650.00	1,650.00
Issued, Subscribed & Paid up		
69,534,050 (69,534,050) Equity Shares of Rs.2/- each fully paid up	1,390.68	1,390.68
	1,390.68	1,390.68

Notes :

- i) 192,500 Equity Shares of Rs. 10/- each were allotted for cash.
- ii) 7,500 Equity Shares of Rs. 10/- each were allotted pursuant to a contract for consideration other than cash.
- iii) 508,396 Equity Shares of Rs. 10/- each were allotted as fully paid up pursuant to scheme of amalgamation without payment being received in cash.
- iv) 13,445,614 Equity Shares of Rs. 10/- each were allotted as fully paid up bonus shares by capitalisation of General Reserve.
- v) 3,347,200 Equity Shares of Rs. 10/- each held by erstwhile transferor companies were cancelled pursuant to the scheme of amalgamation without payment made in cash
- vi) During financial year 2006-07 the Company sub-divided 10806810 equity share of the nominal value of Rs. 10/- each fully paid-up in the capital of the Company into five equity shares of Rs.2/- each fully paid-up.
- vii) 15,500,000 Equity Shares of Face Value Rs. 2/- each were allotted through public issue at a premium of Rs. 158/- per Equity share

SCHEDULE B	31st March 2010	31st March 2009
RESERVES & SURPLUS		
Capital Reserve	94.29	94.29
Arising during the year	34.38	-
	128.67	94.29
Investment Subsidy	89.58	89.58
Amalgamation Reserve	123.45	123.45
Exchange Fluctuation Reserve	200.00	200.00
Share Premium		
As per last Balance Sheet	22,917.66	22,989.88
Less : Issue related Expenses	-	(72.22)
	22,917.66	22,917.66
Capital Redemption Reserve Account	237.40	237.40
Debenture Redemption Reserve Account		
As per last year Balance Sheet	150.00	-
Arising during the year	300.00	150.00
	450.00	150.00
General Reserve		
As per last Balance Sheet	26,399.36	25,868.55
Arising during the year	1,597.87	832.47
Add: (Short)/Excess Depreciation For Earlier Years	-	15.24
Less: Short Prov for Tax For Earlier Years	-	(329.50)
Add : Transfer from Profit & Loss A/c	250.00	250.00
Less: Transfer to Capital Redemption Reserve Account	-	(237.40)
	28,247.23	26,399.36
Surplus as per annexed Profit & Loss Account	39,724.57	29,067.18
	92,118.56	79,278.92

MANAKSIA LIMITED**SCHEDULE FORMING PART OF THE CONSOLIDATED ACCOUNTS AS ON 31ST MARCH 2010**

(Rs. in Lacs)

	31st March 2010	31st March 2009
SCHEDULE C		
SECURED LOANS *		
I) Debentures (Privately Placed) 600 (600) 11.95% Non convertible Debentures of Rs. 10 lacs each	6,000.00	6,000.00
II) Loans from Banks & Financial Institutions		
a) Long Term		
1) Foreign Currency Loans	10,370.74	13,062.95
2) Rupee Loans	875.30	234.72
b) Short Term Working Capital Demand Loans & Cash Credit Accounts	8,550.92	19,183.05
	25,796.96	38,480.72

* Secured by charge over certain fixed assets and current assets of the company, both present and future. Some of the above loans are further secured by personal guarantee of promoter directors of the company. The debentures are redeemable in three tranches as follows:

December 19,2011	Rs.	1,800.00	Lacs
December 19,2012	Rs.	1,800.00	Lacs
December 19,2013	Rs.	2,400.00	Lacs

	31st March 2010	31st March 2009
SCHEDULE D		
UNSECURED LOANS		
Under Sales Tax Deferment Scheme (Interest Free) : (Including Rs.91.95 Lacs (Previous Year Rs. 240.55 Lacs) falling due for payment within one year)	2,547.73	2,546.74
From Banks	3,697.15	-
From Directors	3.39	4.25
From Bodies Corporate	1,605.98	1,716.96
	7,854.25	4,267.95

SCHEDULE E										
FIXED ASSETS										
	GROSS BLOCK			DEPRECIATION					NET BLOCK	
	As at 01.04. 2009	Addition	Deletion	As at 31.03. 2010	As at 01.04. 2009	Adjustment	For the Year	Upto 31.03. 2010	As at 31.03. 2010	As at 31.03.2009
Tangible Assets :										
Land*	842.90	-	-	842.90	-	-	-	-	842.90	842.90
Leasehold Land	326.02	-	-	326.02	32.83	-	5.34	38.18	287.85	293.19
Buildings	10,306.58	1,264.59	5.71	11,565.45	1,629.58	6.79	343.63	1,980.00	9,585.45	8,677.00
Plant & Machinery	58,629.03	13,344.57	382.50	71,591.10	17,321.80	(78.89)	4,869.65	22,112.56	49,478.54	41,307.23
Electrical Installations	1,987.29	8.94	-	1,996.23	443.90	-	94.41	538.31	1,457.93	1,543.39
Electric Generator	922.26	1.45	9.20	914.51	310.60	(5.48)	37.31	342.42	572.09	611.66
Computers	418.92	36.45	0.14	455.22	283.65	(0.04)	31.81	315.43	139.79	135.26
Office Equipments	268.53	56.26	-	324.79	134.26	1.63	23.55	159.44	165.35	134.27
Furniture & Fixtures	455.65	15.65	4.02	467.27	212.39	(2.06)	30.44	240.76	226.51	243.26
Vehicles	1,838.12	329.80	53.81	2,114.11	891.15	(46.66)	206.92	1,051.41	1,062.69	946.96
Lease Assets	68.16	-	-	68.16	56.12	-	-	56.12	12.04	12.04
Intangible Assets :										
Computer Software	152.52	24.84	-	177.36	33.52	-	32.23	65.75	111.61	119.00
TOTAL	76,215.98	15,082.55	455.39	90,843.14	21,349.81	(124.72)	5,675.30	26,900.39	63,942.75	54,866.16
Previous Year	66,086.41	10,251.48	121.91	76,215.98	16,044.17	(48.43)	5,354.07	21,349.81	54,866.16	50,042.24
Capital Work in Progress	15,049.91	5,152.64	2,061.83	18,140.72	-	-	-	-	18,140.72	15,049.91

Note : Fixed Assets added during the year have been valued at year end rates in respect of assets of foreign subsidiaries.

* Land includes cost of 35 acre land at Haldia for which conveyance deed has not been executed.

MANAKSIA LIMITED

SCHEDULE FORMING PART OF THE CONSOLIDATED ACCOUNTS AS ON 31ST MARCH 2010

(Rs. in Lacs)

	No of Shares/ Units	Face Value per Share/ Units Rs.	31st March 2010	31st March 2009
SCHEDULE F				
INVESTMENTS				
LONG TERM				
Government Securities				
Unquoted				
6 Years National Savings Certificates			0.54	0.54
Trade (Fully Paid Up)				
Quoted				
Equity Shares				
United Spirits Ltd *	47	10.00	0.09	0.09
(Shaw Wallace & Co Ltd)	(200)			
Mansarovar Bottling Co. Ltd	5,000	10.00	0.88	0.88
Unquoted				
Equity Shares				
Agro Co-Operative Urban Bank Ltd	300	100.00	0.30	0.30
Bengal Sponge Manuf. Mining (P) Ltd	42,500	10.00	4.25	4.25
Other Than Trade (Fully Paid Up)				
Unquoted				
Equity Shares				
Singur - Haripal Rural Co-operative Society Ltd	90	10.00	0.01	0.01
AGR Capital Markets Ltd.	30,000	10.00	6.00	6.00
Maxell Securities Limited	47,500	10.00	4.75	4.75
			16.82	16.82
SHORT TERM				
Current Investments - Others				
Unquoted				
In Units of Mutual Fund :				
HDFC Arbitrage Fund - Wholesale Plan - Growth	9,731,069	11.30	1,100.00	-
Kotak Select Focus Fund - Growth	14,669,927	10.23	1,500.00	-
LIC MF Liquid Plus Fund	-	-	-	-
Daily dividend Plan	(506,347)	(10.00)	-	50.63
HDFC Short Term Plan- Dividend	-	-	-	-
	(3,893,860)	(10.34)	-	402.67
HDFC Short Term Plan- Dividend	-	-	-	-
	(3,893,860)	(10.34)	-	402.67
AIG India Treasury Fund Super Institutional Daily Dividend Plan	-	-	-	-
	(49,952,441)	(10.01)	-	5,000.74
			2,600.00	5,856.71
			2,616.82	5,873.53
Aggregate amount of investments :				
Quoted			0.97	0.97
Unquoted			2,615.85	5,872.55
Market Value of Quoted Investments			1.50	1.17

Notes: 1) 6 Years National Savings Certificates are lodged with Directorate of Commercial Taxes

*2) During the year pursuant to scheme of amalgamation, 47 shares of United Spirits Ltd have been allotted in exchange of 200 shares of Shaw Wallace & Co. Ltd.

Movement during the year

Investments purchased and sold/redeemed

Name of the Mutual Fund	Units	Face Value (in Rupees)	Cost (Rs. in Lacs)
LIC MF Floating Rate Fund-Short term plan-Growth Plan	10,445,101	14.36	1,500.00
AIG India Liquid Fund Super Institutional Daily Dividend	148,954	10.01	14.91
LICMF Savings Plus Fund - Growth Plan	10,781,318	13.91	1,500.19
Reliance Liquidity Fund Daily Dividend Reinvestment Option	139,956,613	10.00	14,000.00
ICICI Prudential- Flex Income Plan	132,406,488	10.57	14,000.00
ICICI Prudential Balanced Fund - Growth	2,030,751	34.47	700.00
Tarus Liquid Fund - Super Institutional Daily Dividend Reinvestment	34,001,268	10.00	3,400.16
Tarus Short Term Bond Fund - Super Institutional Daily Dividend Plan	34,104,583	10.00	3,410.83
Mirae Asset Liquid Fund Super Inst- Daily Dividend Plan	1,399,000	1,000.71	14,000.00
HDFC Short Term Plan- Dividend	171,196	10.31	15.60
HDFC Short Term Plan- Dividend	14,593,082	10.50	1,532.39
HDFC MF Monthly Income Plan - Short Term -Monthly Dividend	21,211,539	10.89	2,309.82
HDFC Prudence Fund - Growth	875,171	137.32	1,200.00
HDFC Liquid Fund Premium Plan- Dividend	13,867,702	12.26	1,700.15
			59,284.05
Sold from balance lying as on 1st April 2009			
LIC MF Saving Plus Fund- Daily Dividend Plan	506,347	10.00	50.63
AIG India Liquid Fund Super Institutional Daily Dividend	49,952,441	10.01	5,000.74
HDFC Short Term Plan- Dividend	7,787,720	10.31	805.34
			5,856.71

MANAKSIA LIMITED**SCHEDULE FORMING PART OF THE CONSOLIDATED ACCOUNTS AS ON 31ST MARCH 2010**

(Rs. in Lacs)

	31st March 2010	31st March 2009
SCHEDULE G		
INVENTORIES		
At Lower of Cost or Net Realisable Value		
Raw Materials	22,054.67	24,753.24
Finished Goods	6,589.38	6,918.76
Work-in-Process	4,791.81	3,498.16
Stores & Spares	1,625.52	1,723.67
At Cost		
Stock in Trade in Transit	11.48	92.36
At Estimated Realisable Value		
Scraps	334.41	115.63
	35,407.27	37,101.82

	31st March 2010	31st March 2009
SCHEDULE H		
SUNDRY DEBTORS		
(Unsecured)		
Considered Doubtful provided for -		
Outstanding over six months	284.90	16.37
Less : Provision for Doubtful Debts	284.90	(16.37)
Considered Good -		
Outstanding over six months	2,680.73	2,328.11
Other Debts	16,172.76	14,291.82
	18,853.49	16,619.93

	31st March 2010	31st March 2009
SCHEDULE I		
CASH AND BANK BALANCES		
Cash in Hand	230.79	81.40
With Scheduled Banks in :		
Current Accounts	4,824.34	2,537.56
Savings Accounts	0.07	11.16
Fixed Deposits	2,506.39	908.17
Unclaimed Dividend money lying in escrow account	14.92	4.82
Margin Accounts	-	14.98
	7,576.51	3,558.09

Note :

- Fixed Deposits are pledged with
1. Bank as Margin Money against - Bank Guarantee and for Treasury deals Rs. 1,237.28 Lacs (Previous Year Rs.52.34 Lacs)
- Commercial Tax Authorities Rs. 1.12 Lacs (Previous Year Rs. 1.12 Lacs)

	31st March 2010	31st March 2009
SCHEDULE J		
LOANS AND ADVANCES		
(Unsecured - Considered good except stated otherwise)		
Loans :		
Bearing Interest	157.95	639.75
Not Bearing Interest	214.91	107.91
	372.86	747.66
Advances :		
Advance Recoverable in cash or in kind or for value to be received or pending adjustment	22,291.04	21,228.73
MAT Credit Entitlement	72.81	65.52
Balances with Central Excise and other Statutory Authorities	3,839.95	3,375.51
Other Deposits	536.34	1,695.83
	26,740.14	26,365.59
	27,113.00	27,113.25

	31st March 2010	31st March 2009
SCHEDULE K		
CURRENT LIABILITIES		
Sundry Creditors for Goods, Services, Expenses etc.	34,155.42	27,536.13
Advance against Sales	1,659.40	923.19
Interest accrued but not due on Loans	364.71	292.98
Unclaimed Dividend	14.93	4.82
Other Liabilities	2,170.17	1,378.24
	38,364.63	30,135.36

MANAKSIA LIMITED

SCHEDULE FORMING PART OF THE CONSOLIDATED ACCOUNTS AS ON 31ST MARCH 2010

(Rs. in Lacs)

SCHEDULE L	31st March 2010	31st March 2009
PROVISIONS		
Gratuity	417.69	362.49
Excise Duty	227.84	136.84
Proposed Dividend	1,668.81	1,529.75
Tax on Proposed Dividend	277.17	259.98
	2,591.51	2,289.06

SCHEDULE M	31st March 2010	31st March 2009
OTHER INCOME		
Income from Long Term Investment :		
Dividend on Trade Investments	0.10	-
Income from Current Investment :		
Tax Free Dividends From Mutual Funds	86.88	544.06
Profit on sale of Investment	451.16	101.56
Provision for Doubtful Debts Written Back	-	9.55
Profit on Sale of Fixed Assets (Net)	182.02	14.68
Profit on Sale of Mutual Fund	92.57	222.50
Miscellaneous Income	279.46	265.79
	1,092.19	1,158.14

SCHEDULE N	31st March 2010	31st March 2009
DECREASE/(INCREASE) IN STOCKS		
Opening Stock :		
Finished Goods	6,918.76	6,396.71
Work in Progress	3,498.17	3,933.36
Scrap	115.63	84.38
	10,532.56	10,414.45
Less :		
Closing Stock :		
Finished Goods	6,589.38	6,918.76
Work in Progress	4,791.82	3,498.16
Scrap	334.41	115.63
	11,715.61	10,532.55
	(1,183.05)	(118.10)

SCHEDULE O	31st March 2010	31st March 2009
RAW MATERIALS & COMPONENTS CONSUMED		
Opening Stock	24,753.24	18,734.03
Add : Purchases & Procurement Expenses / Job Charges	71,130.04	96,077.90
Less :		
Closing Stock	22,054.67	24,753.23
	73,828.61	90,058.70

MANAKSIA LIMITED**SCHEDULE FORMING PART OF THE CONSOLIDATED ACCOUNTS AS ON 31ST MARCH 2010**

(Rs. in Lacs)

	31st March 2010	31st March 2009
SCHEDULE P		
MANUFACTURING, ADMINISTRATIVE, SELLING AND OTHER EXPENSES		
Consumption of Stores and Consumables	1,502.13	1,312.04
Power & Fuel	5,415.14	3,768.75
Processing Charges	648.14	633.46
Clearing Charges	2,480.03	2,196.17
Carriage Inward	1,364.34	470.54
Lease Rent & Lease Management Fee	44.18	41.10
Repairs to:		
Building	477.24	445.04
Machinery	2,465.38	696.28
Others	220.46	49.62
Other Manufacturing Expenses	1,083.29	729.84
Salaries, Wages and Bonus	3,296.35	2,803.65
Contribution to Provident and Other Funds	189.29	182.77
Welfare Expenses	704.08	754.32
Rent	225.81	298.02
Insurance	339.25	397.36
Rates & Taxes	90.88	93.52
Packing Expenses	2,299.41	1,427.62
Freight, Forwarding and Handling Expenses	2,949.11	2,266.45
Communication Expenses	229.38	211.87
Travelling & Conveyance	697.02	700.02
Discount	-	186.91
Bad Debt	525.72	26.14
Provision for Doubtful Debt	269.07	-
Auditors' Remuneration :		
As Auditors	40.91	29.74
As Advisor in Taxation Matters	3.25	3.24
In other capacity for Certificates and other services	0.15	0.05
Donations	29.53	32.28
Provision for Diminution in Investment Value	248.55	-
Preliminary Expenses Written off	25.70	0.56
Commission	284.33	175.21
Other Miscellaneous Expenses	4,086.03	4,034.54
	32,234.15	23,967.11
SCHEDULE Q		
DIRECTORS' REMUNERATION		
Salary & Bonus	33.14	33.84
Medical Expenses	0.27	0.59
Meeting Fees	3.85	4.80
Perquisites	2.59	7.17
	39.85	46.40
SCHEDULE R		
FINANCE COST & INTEREST (Net)		
Finance Cost		
Net exchange loss/(gain) on translation of Loans in foreign currency	(321.05)	653.28
Interest Charge		
To Financial Institutions / Banks		
On Debentures	716.07	203.26
On Fixed Loans	2,058.97	2,647.20
On Others	3,849.17	3,507.19
To Others	28.36	96.83
	6,331.52	7,107.77
Less: Interest Income		
From Banks	611.30	317.88
From Others	577.23	434.12
(T.D.S. Rs. 71.87 Lacs, Previous Year Rs. 175.85 Lacs)		
	5,142.99	6,355.77

MANAKSIA LIMITED

SCHEDULE FORMING PART OF THE CONSOLIDATED ACCOUNTS AS ON 31ST MARCH 2010

SCHEDULE 5

Notes annexed to and forming part of Company's Balance Sheet and Profit & Loss Account as at and for the year ended 31st March 2010

1) Accounting Policies

i) Basis of Preparation

The financial statements have been prepared to comply in all material aspect in respects with the Notified Accounting Standard by Companies Accounting Standards Rules, 2006 and the relevant provisions of the Companies Act, 1956. Except otherwise mentioned, the accounting policies have been consistently applied by the Company and are consistent with those used in the previous year.

ii) Revenue Recognition

- Revenue from sale of goods and services rendered is recognized upon passage of title and rendering of services to the customers.
- Insurance and other claims/refunds, due to uncertainty in realisation, are accounted for on acceptance / actual receipt basis.

iii) Fixed Assets

Fixed Assets are stated at cost of acquisition inclusive of duties (net of CENVAT/VAT), taxes, borrowing costs directly attributable to acquisition, incidental expenses and erection / commissioning etc., upto the date, the asset is ready for its intended use.

iv) Impairment of Assets

The carrying amount of assets are reviewed at each balance sheet date to determine if there is any indication of impairment based on external/internal factor. An impairment loss is recognised wherever the carrying amount of an asset exceeds its recoverable amount which represents the greater of the net selling price and value in use of the assets. The estimated cash flows considered for determining the value in use, are discounted to the present value at weighted average cost of capital.

v) Foreign Currency Transactions

Initial Recognition

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

Conversion

Foreign currency monetary items are reported using the closing rate. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction; and non-monetary items which are carried at fair value or other similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined

Exchange Differences

Exchange differences arising on the settlement/conversion of monetary items are recognized as income or expenses in the year in which they arise.

The premium or discount arising at the inception of forward exchange contracts is amortised as expenses or income over the life of the respective contracts. Exchange differences on such contracts are recognised in the statement of profit and loss in the year in which the exchange rates change. Any profit or loss arising on cancellation or renewal of forward exchange contract is recognised as income or expense for the year.

vi) Depreciation

- Depreciation on all Fixed Assets are calculated under Straight Line Method at the rates specified in Schedule XIV to the Companies Act, 1956 and the Act in force for the time being of the concerned country, however in case of Dynatech Industries Ghana Ltd the depreciation has been provide in written down value method as per the Internal Revenue Act (Ghana) 2000.
- Depreciation includes amortisation of leasehold land over the period of lease at the rates specified in the Act in force for the time being of the concerned country.
- Depreciation is calculated on prorata basis on additions and deletions of Fixed Assets during the year except for assets costing Rs. 5000/- or less on which 100% Depreciation is provided.
- Depreciation on individual items of plant and machinery costing Rs. 5000/- or less is being provided at normal applicable rates, whenever aggregate cost of such items constitute more than 10% of the total cost of plant and machinery in accordance with amendments to Schedule XIV to the Companies Act, 1956 vide Notification No. GSR No. 101(E) dated 01.03.1995.
- In case of impairment, if any, depreciation is provided on the revised carrying amount of the assets over its remaining useful life.
- Computer software costs capitalised are amortised using the Straight Line Method over estimated useful life of 5 years, as estimated at the time of capitalisation.

vii) Investments

Long term Investments are stated at Cost. Short term Investments in liquid fund scheme of mutual funds have been stated at their NAV on year end date or Purchase price whichever is less.

viii) Inventories

Inventories are valued as under –

- Raw materials, Finished goods, Stock in trade, Work in process, Packing materials and stores & spares are valued at lower of cost and net realisable value. Closing stock has been valued on Weighted Average basis.
- Saleable scraps, whose cost is not identifiable, are valued at estimated realisable value.

ix) Research & Development

Research and development expenditure of revenue nature are charged to Profit & Loss Account, while capital expenditure are added to the cost of fixed assets in the year in which these are incurred.

x) Employee Benefits

- Short term employee benefits are charged off at the undiscounted amount in the year in which the related services is rendered.
- Post employment and other long term employee benefits are charged off in the year in which the employee has rendered services. The amount

MANAKSIA LIMITED

SCHEDULE FORMING PART OF THE CONSOLIDATED ACCOUNTS AS ON 31ST MARCH 2010

charged off is recognised at the present value of the amounts payable determined using actuarial valuation techniques. Actuarial gain and losses in respect of post employment and other long term benefits are charged to Profit and Loss Account / Project Development Expenditure Account.

xi) Deferred Revenue Expenditure

Payment to employees under Voluntary Retirement Schemes are written off in annual installments in such manner that expenditure so deferred are not carried forward to accounting periods, commencing on or after 1st April 2010.

xii) Earning per Share

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

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

xiii) Excise Duty and Custom Duty

Excise duty on finished goods stock lying at factories is accounted for at the point of manufacture of goods and accordingly, is considered for valuation of finished goods stock lying in the factories as on the Balance Sheet date. Similarly, Custom duty on imported material in transit / lying in bonded warehouse is accounted for at the time, the same are released from Customs/ Bonded warehouse.

xiv) Shares issue Expenses

Shares issue expenses have been adjusted against Share Premium Account.

xv) Financial Derivatives and Commodity Hedging Transactions

In respect of derivative contracts, premium paid, gains/losses on settlement and provision for losses for cash flow hedges are recognised in the Profit and Loss Account, except in case where they relate to borrowing costs that are attributable to the acquisition or construction of fixed assets, in which case, they are adjusted to the carrying cost of such assets.

xvi) Borrowing Costs

Borrowing Costs relating to acquisition / construction of qualifying assets are capitalized until the time all substantial activities necessary to prepare the qualifying assets for their intended use are complete. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are charged to revenue.

xvii) Taxation

Tax expenses comprises of current, deferred and fringe benefit tax. Current income tax and fringe benefit tax are measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act, 1961. Deferred income taxes reflects the impact of current year timing differences between taxable income for the year and reversal of timing differences of earlier years.

The deferred tax for timing differences between the book and tax profits for the year is accounted for using the tax rates and laws that have been substantially enacted as on the Balance Sheet date. Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. If the company has carry forward unabsorbed depreciation and tax losses, deferred tax assets are recognised only to the extent there is virtual certainty supported by convincing evidence that sufficient taxable income will be available against which such deferred tax asset can be realized.

Minimum Alternative Tax (MAT) credit is recognized as an asset only when and to the extent there is convincing evidence that the company will pay normal income tax during the specified period. MAT credit becomes eligible to be recognized as an asset in accordance with the recommendations contained in guidance note issued by the Institute of Chartered Accountants of India.

xviii) Segment Reporting

a) Identification of segments

The company has identified its business segments as the primary segments. The company's businesses are organized and managed separately according to the nature of products/ services, with each segment representing a strategic business unit that offers different product/ services and serves different markets. The analysis of geographical segments is based on the areas in which the customers of the company are located.

b) Allocation of Common Costs

Common allocable costs are allocated to each segment on case to case basis applying the ratio, appropriate to each relevant case. Revenue and expenses, which relate to the enterprise as a whole and are not allocable to segment on a reasonable basis, have been included under the head "Unallocated".

The accounting policies adopted for segment reporting are in line with those of the Company.

xix) Assets Acquired under Lease

The Company's significant leasing arrangements are in respect of operating leases for premises.

These leasing arrangements which are not non-cancellable and range between 1 year to 3 years generally and are renewable by mutual consent on mutually agreeable terms. The aggregate lease rentals payable are charged as Lease rent under Schedule 'P'

xx) Sales

a) Sales include trade sales and are of net of discount.

b) Sales are recognised on despatch except consignment sales which are recognised on receipt of statement of accounts from the agent.

xxi) Prior Period Expenses/Income

Material items of prior period expenses/income are disclosed separately.

xxii) Provision, Contingent Liabilities and Contingent Assets

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

MANAKSIA LIMITED

SCHEDULE FORMING PART OF THE CONSOLIDATED ACCOUNTS AS ON 31ST MARCH 2010

2) Notes on Accounts

(Rs. in Lacs)

	Balance as on	
	31st March 2010	31st March 2009
i) Estimated amount of contracts remaining to be executed on Capital Account and not provided for (net of advances)	2231.63	3906.00
ii) Contingent Liabilities not provided for in respect of :		
1) Excise duty demands under appeal	1171.35	2533.21
2) Sales tax and Entry tax demand under appeal.	94.04	93.25
3) Income tax demands under appeal.	73.53	73.53
4) Excise duty liability on goods exported pending submission of proof of export.	-	-
5) Custom Duty	0.38	0.32
6) Service Tax	37.29	27.29
7) Civil	7.41	4.60
8) Municipal Tax		0.58
9) Demand by Haldia Development Authority towards Land Premium	70.83	103.85
10) Stamp Duty for Registration of Land	332.50	332.50
	49.45	49.45

iii) a) Sundry Creditors include Rs. 4,892.69 Lacs (Previous Year Rs. 3,765.70 Lacs) towards Creditors for Capital Goods.

b) Advances recoverable in kind or for value to be received include advance for capital goods amounting to Rs. 352.78 Lacs (Previous Year Rs. 359.61 Lacs)

iv) Exceptional items Rs. 1043.80 lacs (Previous Year Rs. 2,836.16 Lacs) represents short term exchange fluctuation loss.

v) Sundry Debtors, Advances, Balances with Director and Companies under the same management:

	31st March 2010	31st March 2009
Due from Associates Concern :		
Under Sundry Debtors Head :		
Arena Machineries Limited	127.32	-

vi) The deferred tax liability as at 31st March 2010 comprise of the following :	31st March 2010	31st March 2009
a. Deferred Tax Liability		
Timing difference in depreciable assets	5,475.98	5,187.41
b. Deferred Tax Assets		
Expenses allowable against taxable income in future years	(302.46)	(207.26)
c. Provision for Deferred Tax (Net)	5,173.52	4,980.15

vii) Earnings per share (EPS)

In terms of Accounting Standard 20 issued by The Institute of Chartered Accountants of India, the calculation of EPS is given below :

	31st March 2010	31st March 2009
Profit as per Profit & Loss Account	13185.06	10242.70
Less : Preference Dividend for the year (including dividend tax)	-	6.39
	13185.06	10236.31
Add : Prior Period item	98.09	217.11
Add : Exceptional Item	1043.80	2,836.16
Profit before Prior Period and Exceptional Items	14326.95	13289.58
Weighted average number of equity shares	69534050	69534050
Nominal value of shares (Rs.)	2.00	2.00
Basic and diluted earning per share (EPS)		
EPS before Prior Period and Exceptional items (Rs.)	20.60	19.11
EPS after Prior Period and Exceptional items (Rs.)	18.96	14.72

viii) Excise duty on stocks represents differential excise duty on opening and closing stock of Finished Goods.

MANAKSIA LIMITED

SCHEDULE FORMING PART OF THE CONSOLIDATED ACCOUNTS AS ON 31ST MARCH 2010

ix) In line with the notification dated 31st March, 2009 issued by the Ministry of Corporate Affairs, amending Accounting Standard (AS) 11 - 'Effects of Changes in Foreign Exchange Rates', the Company has chosen to exercise the option under paragraph 46 inserted in the standard by the notification.

Accordingly with retrospective effect from 1st April, 2007 exchange differences on all long term monetary items are :

- to the extent such items are used for financing fixed assets, added to/subtracted from the cost of those fixed assets and depreciated over the balance useful life of the asset.
- in other cases accumulated in the 'Foreign Currency Monetary Item Translation Difference Account' and amortised over the balance period of such long term monetary item but not beyond 31st March, 2011.

Arising from the above the Company in current year has :

- Debited to the Profit and Loss Account Rs. 700.44 Lacs.
- carried forward Rs. 93.69 Lacs in the 'Foreign Currency Monetary Item Translation Difference Account' being the amount remaining to be amortised as at 31st March, 2010.

x) Financial and Derivative Instruments :-

- Derivative contracts entered into by the company and outstanding as on 31st March 2010
 - For hedging Interest rate related risk - (LIBOR Hedging) USD 7.50 Million (Previous Year USD 5.00 Million)
 - For hedging commodity related risks - Forward contract (Net) USD 34.00 Million (Previous Year USD 60.00 Million)
- Foreign currency loan that are not hedged USD 19.10 Million (Previous Year USD 14.30 Million)

xi) Related Parties disclosure.

a.

Associates	Key Management Personnel	Relatives	Relationship
Arena Machineries Ltd Manaksia Steels Ltd Agrim Steel Industries Ltd AGR Capital Markets Ltd Maxell Securities Ltd Rainbow Manufacturing Co Pvt Ltd	Mr. Basant Kumar Agrawal Mr. Mahabir Pd. Agrawal Mr. Suresh Kumar Agrawal Mr. Sushil Kumar Agrawal Mr. Sunil Kumar Agrawal Mr. Nadia Basak Mr. Debarata Guha	Mrs. Saroj Devi Agrawal Mr. Navneet Manaksia Mr. Aditya Agrawal Mr. B.D. Agrawal Mrs. Chandrakala Agrawal Mr. Varun Agrawal Mrs. Shailja Agrawal Mr. Karan Agrawal Mrs. Manju Agrawal Mr. Anirudha Agrawal Mrs. Latika Basak	Wife Son Son Brother Wife Son Wife Son Wife Son Wife

b.

(Rs. in Lacs)

Sl No.	Nature of Transactions	Associates		Key Management Personnel		Relatives		Total as on	Total as on
		2009-2010	2008-2009	2009-2010	2008-2009	2009-2010	2008-2009	31.03.2010	31.03.2009
1.	Purchase of Goods from Rainbow Manufacturing Co. Pvt. Ltd. Arena Machineries Ltd	14.15 25.31	- 19.52	- -	- -	- -	- -	14.15 25.31	- 19.52
2.	Sale of Goods to Arena Machineries Ltd Others	124.84 2.03	1.59 -	- -	- -	- -	- -	124.84 2.03	1.59 -
3.	Sale of Fixed Assets to Arena Machineries Ltd	2.48	-	-	-	-	-	2.48	-
4.	Finance (including loans & equity contributions in cash or kind) received / repaid (Net) Agrim Steel Industries Ltd	-	26.09	-	-	-	-	-	26.09
5.	Interest Income Agrim Steel Industries Ltd	-	1.62	-	-	-	-	-	1.62
6.	Remunerations	-	-	31.09	33.33	12.15	8.40	43.24	41.73
7.	Amount Due from as of March 31.2010 Arena Machineries Ltd	127.32	-	-	-	-	-	127.32	-

Note:- No amount pertaining to the related parties have been written off or written back during the year. Transactions have taken place on arm's length basis.

MANAKSIA LIMITED

SCHEDULE FORMING PART OF THE CONSOLIDATED ACCOUNTS AS ON 31ST MARCH 2010

xii) Segment information as on and for the year ended 31st March 2010 are as below:

a) Primary Segment Information

(Rs. in Lacs)

Particulars	Packaging Products		Mosquito Coil		Metal Products		Engineering & Others		Paper Products		Unallocable		Eliminations		Total	
	31.03.2010	31.03.2009	31.03.2010	31.03.2009	31.03.2010	31.03.2009	31.03.2010	31.03.2009	31.03.2010	31.03.2009	31.03.2010	31.03.2009	31.03.2010	31.03.2009	31.03.2010	31.03.2009
Segment Revenue																
External Turnover	16,688.78	14,992.38	7,454.79	3,724.51	101,245.94	116,247.79	6,709.29	8,515.02	3,427.66	-	-	-	-	-	135,526.46	143,479.70
Add : Inter Segment	333.66	709.42	-	0.03	643.59	322.64	123.62	244.79	-	-	-	-	(1,100.87)	(1,276.88)	-	-
Gross Turnover	17,022.44	15,701.81	7,454.79	3,724.54	101,889.53	116,570.43	6,832.91	8,759.81	3,427.66	-	-	-	(1,100.87)	(1,276.88)	135,526.46	143,479.70
"Less : Excise duty/ Service Tax recovered"	862.92	956.45	927.32	523.16	2,535.94	2,859.76	121.47	32.16	-	-	-	-	-	-	4,447.65	4,371.52
Less : Commercial Tax	228.79	174.04	307.81	46.58	373.96	403.42	51.36	0.40	-	-	-	-	-	-	961.92	624.44
Net Turnover	15,930.73	14,571.32	6,219.66	3,154.80	98,979.63	113,307.25	6,660.08	8,727.25	3,427.66	-	-	-	(1,100.87)	(1,276.88)	130,116.89	138,483.74
Segment Results																
Segments Results (PBIT)	2,508.93	2,399.94	456.11	(217.48)	16,137.85	17,958.45	2,334.74	928.34	662.50	-	-	-	-	-	22,100.13	21,069.25
"Less : Unallocated corporate Expenses net of unallocated income"	-	-	-	-	-	-	-	-	-	(1,576.90)	(652.78)	-	-	-	(1,576.90)	(652.78)
Operating Profit	2,508.93	2,399.94	456.11	(217.48)	16,137.85	17,958.45	2,334.74	928.34	662.50	-	(1,576.90)	(652.78)	-	-	20,523.23	20,416.47
Less : Interest Expenses	-	-	-	-	-	-	-	-	-	-	6,331.52	7,107.77	-	-	6,331.52	7,107.77
Add : Interest Income	-	-	-	-	-	-	-	-	-	-	1,188.53	752.00	-	-	1,188.53	752.00
Less : Prior Period Items	-	-	-	-	-	-	-	-	-	-	98.09	217.11	-	-	98.09	217.11
Less: Exceptional Item	-	-	-	-	-	-	-	-	-	-	1,043.80	2,836.16	-	-	1,043.80	2,836.16
Profit before Tax	2,508.93	2,399.94	456.11	(217.48)	16,137.85	17,958.45	2,334.74	928.34	662.50	-	(7,861.78)	(10,061.82)	-	-	14,238.35	11,007.43
Current Tax	-	-	-	-	-	-	-	-	-	-	867.22	373.98	-	-	867.22	373.98
Fringe Benefit Tax	-	-	-	-	-	-	-	-	-	-	71.15	71.15	-	-	71.15	71.15
Deferred Tax	-	-	-	-	-	-	-	-	-	-	193.37	335.19	-	-	193.37	335.19
MAT Credit	-	-	-	-	-	-	-	-	-	-	(7.30)	(15.58)	-	-	(7.30)	(15.58)
Net Profit	2,508.93	2,399.94	456.11	(217.48)	16,137.85	17,958.45	2,334.74	928.34	662.50	-	(8,915.08)	(10,826.56)	-	-	13,185.06	10,242.69
Other Information																
Segment Assets	17,519.00	13,233.15	7,906.03	6,362.53	107,702.37	107,036.74	10,580.08	7,422.42	11,288.24	-	18,655.93	26,768.00	-	-	173,651.65	160,822.83
Segment Liabilities	1,516.11	2,196.81	482.69	455.99	24,379.65	24,156.52	6,755.02	3,320.15	5,415.16	-	2,407.50	2,294.95	-	-	40,956.13	32,424.42
Capital Expenditure	2,046.15	302.02	94.92	(1.35)	13,360.22	7,649.45	243.42	426.10	1,158.90	-	814.36	9,035.45	-	-	17,717.97	17,411.67
Depreciation	580.75	652.64	401.42	400.04	4,249.49	4,080.11	91.59	102.27	238.83	-	113.21	107.99	-	-	5,675.29	5,343.07

b) Secondary Segment Information

(Rs. in Lacs)

	31st March 2010	31st March 2009
Segment Revenue - External Turnover		
- India	42,734.60	36,657.97
- Outside India	92,791.86	106,821.73
Total Segment Revenue	135,526.46	143,479.70
2. Segment Assets		
- India	71,873.56	90,390.72
- Outside India	101,778.09	70,432.11
Total Segment Assets	173,651.65	160,822.83
3. Capital Expenditure		
- India	2,517.23	2,194.35
- Outside India	15,200.74	15,217.32
Total Capital Expenditure	17,717.97	17,411.67

Notes :

- Primary Segment : Business segment has been identified as primary segment on the basis of the products of the company. Accordingly, the company has identified Packaging Product, Mosquito Coil, Metal Products, Engineering & Others as the business segment
 - Packaging consists of manufacture and sale of PP Cap, Crown Closures, Metal Containers, EP Liners, Washer, EP Sheets etc.
 - Mosquito Coils consists of manufacture and sale of Mosquito Repellent coils.
 - Metal Product consists of manufacture and sale of Aluminium and Steel galvanized sheets, coils etc.
 - Engineering & others consists of Manufacturing and Sales of Machine, Spare Parts etc.
- Secondary Segment : Geographical segment has been identified as secondary segment. Geographical segments considered for disclosure are :
 - India
 - Outside India

xiii) **The Consolidated Financial Statements have been prepared in accordance with Accounting Standard 21 (AS 21) - "Consolidated Financial Statements" issued by the Institute of Chartered Accountants of India.**

- The financial statements of the company and its subsidiaries are combined on a line by line basis by adding together the book values of like items of assets, liabilities, income and expenditure, after fully eliminating intra group balances, intra group transactions and any unrealised profit/ loss included therein.
- The consolidated financial statements have been prepared using uniform accounting policies, except stated otherwise, for like transactions and are presented, to the extent possible, in the same manner as the company's separate financial statements.
- In respect of foreign subsidiaries, figures have been converted for the purpose of Consolidation at exchange rate on balance sheet date.

MANAKSIA LIMITED

SCHEDULE FORMING PART OF THE CONSOLIDATED ACCOUNTS AS ON 31ST MARCH 2010

d. The subsidiaries considered in the preparation of these consolidated financial statements are :

Name	Country of Incorporation	Percentage of voting power as at 31st March 2010	Percentage of voting power as at 31st March 2009
MINL Ltd **	Nigeria	100.00%	100.00%
Jebba Paper Mills Ltd ** (Subsidiary of MINL Ltd)	Nigeria	100.00%	100.00%
Dynatech Industries Ghana Ltd. *	Ghana	100.00%	100.00%
Crescent Industries (Nepal) Pvt. Ltd. **	Nepal	100.00%	100.00%
Mark Steels Ltd. **	India	100.00%	100.00%
Euroasian Ventures FZE **	UAE	100.00%	100.00%
Solex Chemicals Pvt Ltd **	India	100.00%	100.00%
Manaksia Global Ltd **	Mauritius	100.00%	100.00%
Euroasian Steels LLC ** (Subsidiary of Euroasian Ventures FZE)	Georgia	93.75%	87.50%

* For the consolidation purpose Balance Sheet drawn upto 31st December,2009 has been considered.

** For the consolidation purpose Balance Sheet drawn upto 31st March,2010 has been considered.

xiv) Outstanding dues of micro enterprises and small enterprises

The Company has not received information from vendors regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosure relating to amounts unpaid as at the year end together with interest paid / payable under this Act have not been given.

xv) The Group has adopted revised Accounting Standard 15 (AS 15) on 'Employee Benefits'. These consolidated financial statements include the obligations as per requirement of this standard except for those subsidiaries which are incorporated outside India who have determined the valuation/provision for employee benefits as per requirements of their respective countries.

The disclosures required under Accounting Standard 15 "Employee Benefits" notified in the Companies (Accounting Standards) rules 2006, are given below:

i) Defined contribution Plan

Contribution to defined contribution plan, recognized are charged of during the year as follows:

(Rs. in Lacs)

	31/3/2010	31/3/2009
Employees' contribution to Provident Fund	93.00	83.49
ii) Defined benefit plan		
Gratuity is paid to employees under the Payment of Gratuity Act 1972 through unfunded scheme. The present value of obligation is determined based on actuarial valuation using projected unit credit method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.		
a) Reconciliation of opening and closing balances of defined obligation:		
1) Defined benefit obligation at the beginning of the year	362.49	316.50
2) Current service cost	44.72	41.52
3) Interest cost	29.25	25.46
4) Actuarial (gain) / loss	16.89	14.62
5) Benefit paid	(35.83)	(35.61)
6) Defined benefit obligation at the year end	417.52	362.49
b) Reconciliation of fair value assets and obligations:		
1) Fair value of plan assets as at 31st March 2010	Nil	Nil
2) Present value of obligations as at 31st March 2010	417.52	362.49
3) Amount recognized in balance sheet	417.52	362.49
c) Expenses recognized during the year (under the head salaries, wages & Bonus schedule - P)		
1) Current service cost	44.72	41.52
2) Interest cost	29.25	25.46
3) Actuarial (gain) / Loss	16.89	14.62
4) Net amount	90.86	81.60
d) Actuarial assumptions		
1) Mortality table	LIC	LIC
2) Discount rate (per annum)	7.50%	7.50%
3) Rate of escalation in salary (per annum)	5%	5%
4) Expected average remaining working lives of employees (years)	19.74	20.40
The estimates of rate of escalation in salary considered in actuarial valuation, takes into account inflation, seniority, promotion and other relevant factors. The above information has been certified by the actuaries.		

xvi) The Company has raised Rs. 24800.00 Lacs by issue of shares in public issue in an earlier year. Below is the utilisation of the proceeds of the issue as approved in Annual General Meeting of Shareholders

Statement of Utilisation of Public Issue proceeds as on 31st March 2010

Particulars	(Rs. in Lacs)
Gross proceeds of the Issue	24,800.00
Less : - Issue related expenses	1,572.34
Net proceeds of the issue	23,227.66
Deployment	
Repayment of debt	6,000.00
Expansion of metals business	6,048.92
General Corporate purposes	8,578.74
Short term investments in mutual funds pending utilization	2,600.00
Total	23,227.66

MANAKSIA LIMITED

SCHEDULE FORMING PART OF THE CONSOLIDATED ACCOUNTS AS ON 31ST MARCH 2010

(Rs. in Lacs)

	31/3/2010	31/3/2009
xvii) Interest Received from others includes :		
Staff and Workers	3.90	2.45
Loan Parties	568.84	420.98
Customers	0.58	10.69
Vendors	3.91	-
	577.23	434.12

xviii) Prior Period Items :

Expenditure :-	31/3/2010	31/3/2009
Sales	56.35	-
Material	30.23	141.14
Service Tax	9.75	4.07
Carriage Inward	7.89	0.70
Consumption of Stores and Consumables	5.58	1.34
Travelling & Conveyance	5.27	1.53
Freight, Forwarding and Handling Expenses	3.17	67.14
Other Miscellaneous Expenses	3.18	-
Other Manufacturing Expenses	2.29	0.18
Dividend from Mutual Fund	2.06	-
Communication Expenses	1.77	0.45
Repairs To Machinery	1.57	0.18
Power & Fuel	1.05	-
Rent	0.42	-
Contribution to Provident and Other Funds	0.09	0.06
Packing Expenses	0.09	1.69
Clearing Charges	0.03	-
Vehicle Upkeep	-	0.63
Exchange Fluctuation	-	6.64
Commercial Tax	-	0.08
Salaries, Wages and Bonus	-	3.25
Excise Duty	-	0.06
Sundry balance written off	-	0.51
	130.79	229.65
Income :-		
Discount	-	0.01
Insurance	-	0.97
Power & Fuel	-	1.48
Rent	-	0.19
Other Miscellaneous Income	-	3.75
Processing Charges	-	0.06
Profession Tax	-	0.02
Commercial Tax	0.38	-
Repairs to Electricals	0.45	-
Interest Charge to Others	1.29	4.92
Gratuity	2.40	1.13
Welfare Expenses written back	9.17	0.01
Salaries, Wages and Bonus	19.01	-
	32.70	12.54
Total	98.09	217.11

xix) Preliminary Expenses written off Rs. 0.33 Lacs Capitalised during the year.

xx) Sales figure for financial year ended 31st March 2009 have been recasted after eliminating inter unit sales.

xxi) Change in cost formula for valuation of inventories

Consequent upon introduction of SAP based ERP system, the company has adopted weighted average cost formula for valuation of inventories as against first in first out (FIFO) method adopted during earlier year.

Due to such change in the cost formula, the value of inventories have increased to the extent of Rs. 78.36 Lacs with corresponding increase in profits during the year.

xxii) Corresponding comparative figures for the previous year have been regrouped and readjusted wherever considered necessary

Signature to Schedules A to S.

In terms of our attached report of even date.

8 N S Road, Gillander House
Block A, 3rd Floor, Room No. 7
Kolkata - 700 001

For SRB & Associates
Chartered Accountants

R N Sengupta
Chairman

B K Agrawal
Managing Director

S.Patra
(Partner)
Membership No. 56121

Anubhav Maheshwari
Company Secretary

Dated: 29/05/2010



Paper Making Machine at our Subsidiary
Jebba Paper Mills, Nigeria



Aluminium Caster Division at Haldia, India



Color Coating Line at our Subsidiary MINL, Nigeria

