

**38TH  
ANNUAL REPORT  
2010-2011**



**STEEL STRIPS INFRASTRUCTURES LIMITED**  
(FORMERLY STEEL STRIPS & TUBES LIMITED)



## BOARD OF DIRECTORS

- Sh. R.K. Garg, *Chairman*
- Sh. S.S. Dawra, IAS (Retd.)
- Prof. (Dr.) B.B. Tandon
- Sh. S.S. Viridi
- Sh. H.K. Singhal
- Sh. Sanjay Garg, *Executive Director*

## AUDITORS

- S.C. Dewan & Co.  
Chartered Accountants  
SCO 90, 1st Floor, Swastik Vihar  
Panchkula.

## BANKERS

- HDFC Bank Limited

## REGD. OFFICE & WORKS

- Vill. : Somalheri/Lehli,  
P.O. Dappar, Tehsil Dera Bassi,  
Distt. Mohali, Punjab, 140 506

## CORPORATE OFFICE

- SCO 49-50,  
Sector 26, Madhya Marg,  
Chandigarh - 160 019.

## REGISTRAR & TRANSFER AGENTS

- Link Intime India Pvt. Ltd.  
A-40, 2nd floor, Near Batra Banquet Hall,  
Naraina Industrial Area, Phase II,  
New Delhi 110 028  
E-mail : delhi@linkintime.co.in

## CONTENTS

Notice	3-4
Directors' Report	5-6
Corporate Governance Report	7-11
Auditors' Report	12-13
Balance Sheet	14
Profit & Loss Account	15
Cash Flow Statement	16
Schedules	17-22
Notes on Accounts	23-26
Proxy Form/Attendance Slip	27

# STEEL STRIPS INFRASTRUCTURES LTD.

## NOTICE

Notice is hereby given that the 38th ANNUAL GENERAL MEETING of the Company shall be held as scheduled below:

**Day & Date : Tuesday, the 27th day of September, 2011**

**Time : 11 : 00 AM**

**Venue : Company's Regd. Office at  
Village Somalheri/ Lehli, P.O. Dappar,  
Tehsil Rajpura, Distt. Mohali (Punjab), 140 506**

To transact the following business:

### ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Profit and Loss Account and Cash Flow Statement for the year ended March 31, 2011 and the Balance Sheet as at that date and the Reports of Directors and Auditors thereon.
2. To elect a Director in place of Shri S.S. Viridi who retires by rotation and being eligible offers himself for re-appointment.
3. To elect a Director in place of Shri H.K. Singhal who retires by rotation and being eligible offers himself for re-appointment.
4. To appoint Auditors to hold office from the date of conclusion of this Annual General Meeting till the conclusion of next Annual General Meeting of the Company on the terms and conditions to be decided by the Board of Directors. The retiring Auditors M/s. S.C. Dewan & Co., Chartered Accountants, being eligible, offer themselves for reappointment.

By Order of the Board of Directors

For STEEL STRIPS INFRASTRUCTURES LIMITED

Place : Chandigarh

Dated : 20.08.2011

H.K. Singhal

Director

### NOTES:

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself/herself and the proxy so appointed need not be a member of the Company. The proxy executed and properly stamped should reach the Company's Registered Office or Head Office at least 48 hours before the time of the meeting. The Blank Proxy Form is enclosed herewith.
2. The Register of Members and Share Transfer Books of the Company shall remain closed from 15th September, 2011 to 24th September, 2011 (both days inclusive).
3. The Company is maintaining the "INVESTORS SERVICE CELL" at its head office at SCO 49-50, Sector-26, Madhya Marg, Chandigarh.
4. Members having any queries relating to Annual Report are requested to send their queries at Company's Head Office at SCO 49-50, Sector 26, Madhya Marg, Chandigarh, at least seven days before the date of Annual General Meeting.
5. Copies of the relevant documents would be available for inspection by members at the Registered office of the Company on all working days, between 10.00 a.m. to 12.00 noon, prior to the date of Annual General Meeting



6. M/s Link Intime India Pvt. Limited, A-40, 2nd Floor, Naraina Industrial Area, Phase-II, Nr. Batra Banquet Hall, New Delhi – 110028 are acting as the common agency to carry out the Dematerialization and physical transfer of shares. Therefore the shareholders are requested to send the shares for transfer at the above mentioned address of the registrar.

By Order of the Board of Directors  
For STEEL STRIPS INFRASTRUCTURES LIMITED

Place : Chandigarh  
Dated : 20.08.2011

H.K. Singhal  
Director

**DETAILS OF THE DIRECTORS SEEKING APPOINTMENT/RE-APPOINTMENT  
AT THE ANNUAL GENERAL MEETING  
(In Pursuance of Clause 49 of the Listing Agreement)**

Name of Director	Shri S.S. Virdi	Shri H.K. Singhal
Date of Birth	22/09/1942	02/01/1951
Date of Appointment	31/07/2000	21/02/2000
Qualification Experience in Specific Functional Areas	Shri S S Virdi an Engineer (F.I.E.) by qualification is a successful Industrialist for more than two decades.	Shri H K Singhal a Chartered Accountant has more than 35 years of experience in the area of corporate finance, banking, audit, treasury operations, internal management and management information systems. He has made significant contributions to the Company's growth and implementation of investment plans and business strategies. Over the period he occupied several managerial and advisory positions. He is the Whole - time Finance Director of Indian Acrylics Ltd., a group Company.
Directorship held in other Companies	Anaesthetic Gases Pvt. Ltd. Steel Strips Infrastructures Ltd.	SAB Industries Ltd., Steel Strips Ltd., Indlon Chemicals Ltd., Steel Strips Wheels Ltd., S.A.B. Udyog Ltd., Malwa Chemtex Udyog Ltd. & Indian Acrylics Limited.
Chairman/Member of the Committee of Board of Directors of the Company	Chairman of Audit Committee and Share Holder Grievance Committee of Steel Strips Ltd.	Member of Audit Committee, Share Transfer Committee & Investor Grievance Committee of Steel Strips Infrastructures Ltd.
Chairman/Member of the Committee of Directors of other Companies in which he is Director	Chairman of Audit Committee and Share Holder Grievance Committee of Steel Strips Infrastructures Ltd.	- Member of Secretarial Committee, Audit Committee, Sub - Committee, Remuneration Committee and Investor Grievance Committee of Indian Acrylics Limited  - Member of Audit Committee, Remuneration Committee, Share Transfer Committee, Allotment Committee, Sub - Committee & Investor Grievance Committee of Steel Strips Wheels Ltd.  - Member of Audit Committee, Share Transfer Committee & Investor Grievance Committee of Steel Strips Ltd. and SAB Industries Ltd.
Shareholding in the Company	Nil	Nil

# STEEL STRIPS INFRASTRUCTURES LTD.

## DIRECTORS' REPORT

To The Members,

Your Directors are pleased to present the 38th Annual Report of the Company together with Audited Accounts for the financial year ended 31st March, 2011.

## FINANCIAL HIGHLIGHTS

	(Rs. in Lacs)	
Particulars	2010-11	2009-10
<b>Gross income &amp; increase/ (decrease) in Value of property &amp; traded goods</b>	<b>370.05</b>	313.75
<b>Gross Profit / (Loss)</b>	<b>79.63</b>	122.38
<b>Interest. &amp; Financial Charges</b>	<b>39.30</b>	50.52
<b>Depreciation</b>	<b>20.70</b>	21.33
<b>Diminution in value of Investment</b>	<b>(20.72)</b>	(5.92)
<b>Profit / (Loss) before tax</b>	<b>40.35</b>	50.54
<b>Profit/ (Loss) for the year after tax</b>	<b>31.89</b>	37.63

During the year under review, the gross income of the Company has increased to Rs.370.05 Lacs as against Rs.313.75 Lacs. The gross profit and net profit have, however, decreased to Rs.79.63 Lacs and 40.35 Lacs as against Rs.122.38 Lacs and Rs.50.54 Lacs respectively in the previous year. Slow down in Real Estate business and higher maintenance costs led to decline in profits.

## DIRECTORS

In accordance with the provisions of Companies Act, 1956, Shri H K Singhal and Shri S S Virdi retire by rotation at the forthcoming Annual General Meeting and are eligible for re-appointment.

## FINANCIAL STATUS

There is no change in the issued and subscribed capital of Rs.864.30 lacs

## INTERNAL CONTROL SYSTEMS

The Company has adequate Internal Control procedures commensurate with its size and nature of business. These internal policies ensure efficient use and protection of assets and

resources, compliance with policies and statutes, and ensure reliability as well as promptness of financial and operational reports.

## CORPORATE GOVERNANCE

A separate section on Corporate Governance forms part of the Directors' Report in pursuance to Clause 49 of the Listing Agreement and is included in the Annual Report.

## FIXED DEPOSITS

The Company has accepted fresh deposits of Rs.175.00 lac from the public during the year. Deposits of Rs.84.50 lacs were brought forward from previous year. During the year, the Company has repaid Rs.25.00 lacs and renewed Rs.35.00 lacs out of these deposits. There are no unpaid or unclaimed deposits as at the end of the year.

## AUDITORS

M/s S.C. Dewan & Co. was appointed as Statutory Auditors of the Company to hold office till the conclusion of the ensuing Annual General Meeting of the Company. The Auditors retire at the said meeting and, being eligible, have offered themselves for re-appointment. The company has received a certificate from them pursuant to Section 224 (IB) of the Companies Act, 1956, confirming their eligibility for reappointment.

## INSURANCE

All Properties and insurable interests of the Company including Buildings and Plant & Machinery are adequately insured.

## MANAGEMENT DISCUSSION AND ANALYSIS

Your Company is engaged in infrastructure, real estate, trading and commission agency business. The long term objective of the Company is to be a strong player in these segments and is continuously exploring various opportunities for growth.

## DIRECTORS' RESPONSIBILITY STATEMENT

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

- In preparation of the Annual Accounts, the applicable accounting standards have been followed.



- ii) Appropriate accounting policies have been selected and applied consistently, judgments and estimates made are reasonable and prudent so as to give true and fair view of the state of affairs of the Company as at the end of the financial year and the Profit for that period.
- iii) Proper and sufficient care has been taken for maintenance of 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.
- iv) The annual accounts have been prepared on a going concern basis.

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

The provisions of Section 217 (1)(e) of the Companies Act, 1956 with regard to conservation of Energy and Technology Absorption are not applicable because during the year the company was engaged in Real Estate and Trading & Agency Business. Further, during the year there was no foreign exchange earning & out go.

**PARTICULARS OF EMPLOYEES**

The statement of employees, as required under Section 217 (2A) of the companies Act, 1956 is not applicable as there was no employee who was drawing a salary of Rs.60,00,000/- and above per annum if employed for full year, or a salary of Rs.5,00,000/- and above per month if employed for a part of the year.

**ACKNOWLEDGMENTS**

Your Directors wish to place on record their appreciation for the continued co-operation the Company received from various departments of the Central and State Government, Bankers, Financial Institutions, Dealers and Suppliers, and also acknowledge the contribution made by the employees.

The Board also wishes to place on record its gratitude to the valued Customers, Members and Investing public for their continued support and confidence reposed in the Company.

For and on behalf of  
BOARD OF DIRECTORS

CHANDIGARH H.K.SINGHAL SANJAY GARG  
30.05.2011 DIRECTOR EXECUTIVE DIRECTOR

**GREEN INITIATIVE IN CORPORATE GOVERNANCE**

The Ministry of Corporate Affairs (MCA) has taken a "Green Initiative in Corporate Governance" allowing paperless compliances by Companies through electronic mode. Companies are now permitted to send various notices/documents to its shareholders through electronic mode to the registered E- mail addresses of shareholders. This move by the Ministry is welcome since it will benefit the society at large through reduction in paper consumption and contribution towards a Greener Environment. It will also ensure prompt receipt of communication and avoid loss in postal transit. Keeping in view the underlying theme and the circular issued by MCA, we proposed to send all documents, to be sent to shareholders like General Meeting notices( including AGM ), Audited Financial Statements, Directors' Report, Auditors' Report, etc., henceforth to the shareholders in Electronic form, to the E-mail Address provided by them and made available to us by the Depositories. The physical copies of the Annual

Report will also be available at our Corporate Office in Chandigarh for inspection during office hours. In case you desire to receive the above mentioned documents in physical forms, you are requested to send an E-mail to [delhi@linkintime.co.in](mailto:delhi@linkintime.co.in) please note that you will be entitled to receive free of cost a copy of the Balance Sheet of the Company and all other documents required by law to be attached thereto including the Profit & Loss Account and Auditors' Report, upon receipt of a requisition from you, any time, as a member of the Company.

Members who have not registered their E-mail address so far are requested to register their E-mail address, in respect of Electronic holdings with the Depository through their concerned Depository Participant. Members who hold shares in physical form are requested to register their E-mail addresses with the Company/ Registrar and Share Transfer Agents of the Company.

# STEEL STRIPS INFRASTRUCTURES LTD.

## REPORT ON CORPORATE GOVERNANCE

### Company's Philosophy on Code of Corporate Governance

The underlying principles of Corporate Governance are the values, ethics and commitment to follow best business practices. Thus it rests upon the foundations of transparency, disclosures and fairness in dealing with its stakeholders, i.e. investors, customers and business associates.

### Board of Directors

Composition and category of Directors:

The Board has a total strength of six Directors comprising of three Independent Directors, one Executive Director, one Non- Executive Director and one Promoter Director. None of the Independent Directors have any material pecuniary relationship with the company.

Shri Sanjay Garg, Executive Director, a Cost and Works Accountant and a Law Graduate, is a well qualified and experienced professional and is associated with the group since 1989. He has held various Managerial/Advisory positions. Prof. (Dr.) B.B. Tandon, an M.Sc from London School of Economics and a Textile Technologist, has been the Dean & Chairman, University Business School, Panjab University, Chandigarh. Shri S.S. Viridi, an Engineer (F.I.E) by qualification is a successful Industrialist for over two decades. Shri S S Dawra, retired as Secretary Personnel to the Govt. of India. Shri H.K. Singhal, Chartered Accountant, has over 30 years of experience in finance and administration, and has occupied several Managerial/ Advisory positions. Shri R.K. Garg, an Engineer (F.I.E.) and an eminent Industrialist, is the Promoter and Chairman of the Company.

### BOARD MEETINGS

The dates of Board meetings are fixed in advance and agenda papers are circulated to Directors seven days before the meeting. During the year under review, four Board Meetings were held, one each on 31.05.2010, 14.08.2010, 15.11.2010 and 25.01.2011.

Detail of attendance at the Board Meetings is as follows:

	Board Meetings held during the tenure of director	Attendance at the Board Meetings
<b>Promoter Director</b>		
Shri R.K. Garg, Chairman	4	4
<b>Executive Director</b>		
Shri Sanjay Garg	4	4
<b>Non Executive Directors</b>		
Prof. (Dr.) B.B. Tandon	4	4
Shri S.S. Viridi	4	4
Shri H.K. Singhal	4	4
Shri S S Dawra	4	3

### Number of Directorships and Committee Memberships held by Directors in other Companies

Name of Director	Directorship of other Companies	Membership of Committees*	Chairmanship of Committees*
Shri R.K. Garg			
Chairman	6	None	1
Shri Sanjay Garg			
Executive Director	2	1	None
Prof. (Dr.) B.B. Tandon	3	3	None
Shri S.S. Viridi	2	2	2
Shri H.K. Singhal	6	7	None
Shri S S Dawra	2	2	-

\* This includes Membership/Chairmanship of Audit Committee and Investors Grievance committee.

### DIRECTORS' REMUNERATION

#### A. WHOLETIME DIRECTOR:

Shri Sanjay Garg is whole time director of the Company. His appointment is valid upto 31.12.2011. His particulars and details of remuneration paid are as under:



<b>DESIGNATION</b>	<b>Executive Director</b>
DATE & TENURE	01.01.2009 & three years
BASIC SALARY	55,000 Per month
H.R.A. @ 35 %	19,250 Per month
SPECIAL ALLOWANCE	10,000 Per month
<b>TOTAL</b>	<b>84,250 Per month</b>

**PERQUISITES:** In addition to the above, the Executive Director enjoys the following perquisites:

- Contribution to Provident Fund @ 12% of the Basic Salary;
- Re-imbusement of Medical Bills upto one month's Basic Salary in a year;
- Gratuity not exceeding half month's salary for each completed year of service
- Earned Leave as per Company Rules (Unavailed portion of the Earned Leave may be encashed at the end of the tenure)
- Chauffeur Driven Car and Telephone at residence for Official use (the private use of Car and telephone shall be billed by the Company to the appointee)
- Re-imbusement of Club Fee subject to a maximum of one club (membership fee is not reimbursable).

#### **B. INDEPENDENT AND NON- EXECUTIVE DIRECTORS**

Following Sitting Fee was paid to the Directors for attending the meetings of the Board and Committees thereof:

NAME OF DIRECTOR	SITTING FEE (in Rs.)
Shri R.K. Garg	20000
(Prof.) Dr. B.B. Tandon	28000
Shri S.S. Virdi	28000
Shri H.K. Singhal	28000
Shri S S Dawra	15000

#### **COMMITTEES OF DIRECTORS**

The Board has constituted the following committees of Directors to deal with matters which need quick decisions and timely monitoring of activities falling within their terms of reference.

#### **AUDIT COMMITTEE**

The Audit Committee comprises of:

- Shri S.S. Virdi – Chairman
- Prof.(Dr.) B B Tandon
- Shri H.K. Singhal

The terms of reference of the Audit Committee are in accordance with the provisions of Section 292A of Companies Act, 1956 and the principles of Corporate Governance. The primary objective of the Audit Committee is to monitor and provide effective supervision of the management's financial reporting process with a view to ensure accurate, timely and proper disclosures and transparency, integrity and quality of financial reporting, briefing the Management about the adequacy of internal control systems, reviewing the adequacy of internal audit functions and appointment of external and internal auditors.

During the year under review four Meetings of the Committee were held, one each on 31.05.2010, 14.08.2010, 15.11.2010 and 25.01.2011.

Attendance of Members at the Meeting of the Audit Committee held during 2009-10 was as under:

Members	Meetings Held	Meetings attended
1. Shri S.S. Virdi - Chairman	4	4
2. Prof.(Dr.) B B Tandon	4	4
3. Shri H.K. Singhal	4	4



# STEEL STRIPS INFRASTRUCTURES LTD.

## SHARE TRANSFER COMMITTEE

The Share Transfer Committee considers, approves and monitors transfers, splitting/ consolidation of shares and issue of duplicate Shares.

The Committee consists of the following directors:

1. Shri H.K. Singhal – Director
2. Shri Sanjay Garg - Executive Director
3. Prof. (Dr.) B.B. Tandon - Director

The Committee met 17 times during the year. No requests for share transfer are pending.

## INVESTORS GRIEVANCE COMMITTEE

The Investors' Grievance Committee consists of following directors:-

- |                            |   |                         |
|----------------------------|---|-------------------------|
| 1. Prof. (Dr.) B.B. Tandon | - | Independent Director.   |
| 2. Shri S.S. Virdi         | - | Independent Director.   |
| 3. Shri H.K. Singhal       | - | Non Executive Director. |

The committee looks into the redressal of shareholders' complaints like transfer of shares, non-receipt of balance sheet, etc. The Committee oversees the performance of the Registrar and Transfer Agents, and recommends measures for overall improvement in the quality of investor services.

The Company addresses all complaints suggestions and grievances expeditiously and replies are sent and issues resolved with in 15 days unless there is a dispute or other legal constraint.

## GENERAL BODY MEETINGS

Date and venue of last few General Meetings of the shareholders:

	Date	Venue
35th AGM	24.09.2008	Regd Office of the Company at Village Somalheri/ Lehli, P.O. Dappar, Tehsil Rajpura, Distt. Mohali, (Punjab).
36th AGM	24.09.2009	- do -
37th AGM	24.09.2010	- do -

During the year ended 31.03.2011, the company's shareholders have not passed any Special Resolution through postal ballot, as there was no such item which required to be passed through postal ballot.

## DISCLOSURES

### A. Related Party Transactions

The company has not entered into any transaction of material nature, with its promoters, the directors or relatives, the management etc. that may have potential conflict with the interests of the company at large.

### B. Compliances by the Company.

No penalties, strictures have been imposed on the Company by Stock Exchanges or SEBI, or any statutory authority, on any matter related to capital markets, during the last three years.

## INSIDER TRADING

"Code of Conduct for Prevention of Insider Trading" pursuant to the requirement of SEBI (Prohibition of Insider Trading) Regulations, 1992, as amended, has been followed by the Company throughout the year.

## CONSTITUANTS OF RELATED PARTIES

Following named Companies and individuals constitute the related parties:

### GROUP COMPANIES

Indian Acrylics Ltd., SAB Industries Ltd., Steel Strips Wheels Ltd., Steel Strips Ltd., Steel Strips Industries Ltd., Indlon Chemicals Ltd., SAB Developers Pvt. Ltd., Malwa Chemtex Udyog Ltd., S.S. Credits Pvt. Ltd., S.J. Mercantile Pvt. Ltd., Indian Acrylics Investments Ltd., Malwa Holdings Pvt. Ltd., Steel Strips Mercantile Pvt. Ltd., Steel Strips Financiers Pvt. Ltd., Steel Strips Holdings Pvt. Ltd., Munak International Pvt. Ltd., Munak Financiers Pvt. Ltd., Munak Investments Pvt. Ltd., S.A.B. Udyog Ltd., Chandigarh Developers Pvt. Ltd. and DHG Marketing Pvt. Ltd.



## INDIVIDUALS

Shri R.K. Garg, Smt Sunena Garg, Ms. Priya Garg, Mr. Dheeraj Garg and Ms. Ute Mayr.

## MEANS OF COMMUNICATION

The Company regularly intimates the Unaudited Quarterly Financial Results as well as the Audited Financial Results to the Stock Exchanges immediately after the same are taken on record by the Board. These Financial Results are regularly published in the "Business Standard/Financial Express/ Jansatta."

## GENERAL SHAREHOLDER INFORMATION

Registered Office : Village Somalheri/Lehli, P.O. Dappar, Tehsil Rajpura, Distt. Mohali (Pb.)  
 Address for Correspondence : SCO 49-50, Sector 26, Madhya Marg, Chandigarh -160019  
 Annual General Meeting : To be held on 27th September, 2011 at the Registered office of the Company.

Financial Calendar (Tentative)

Results for quarter ending June 2011 -- Second week of Aug., 2011

Results for quarter ending Sept. 2011 -- Second week of Nov., 2011

Results for quarter ending Dec. 2011 -- Second week of Feb., 2012

Results for quarter ending March 2012 -- Last week of May, 2012

Book Closure date : 15th of Sept., 2011 to 24th of Sept., 2011

Scrip Code on BSE : 513173

### Listing On Stock Exchanges:

The shares of the Company are listed and traded regularly on Bombay Stock Exchange. The company confirms that it has paid listing fees due to the Stock Exchange.

### Distribution of Shareholding:

(a) Class-wise Distribution of Equity Shares as on 31st March, 2011

Share holding of		Shareholders		Share Amount	
Face Value (Rs.)	Face Value (Rs.)	Number	%age to Total	In Rs.	%age to Total
UPTO	5,000	14200	96.04	21275370	24.62
5,001	10,000	324	2.19	2693390	3.12
10,001	20,000	122	0.83	1882000	2.18
20,001	30,000	42	0.28	1089890	1.26
30,001	40,000	15	0.10	544000	0.63
40,001	50,000	17	0.11	795000	0.92
50,001	1,00,000	25	0.17	1747000	2.02
1,00,001	AND ABOVE	41	0.28	56403350	65.25
		14786	100.00	86430000	100.00

(b) Shareholding Pattern as on 31st March, 2011

S.NO.	PARTICULARS	NO. OF SHARES	(%) Age
1.	Promoter & Persons acting in concert	4326000	50.05
2.	Bodies Corporate	945474	10.94
3.	Financial Institutions, Banks & Mutual funds	100	--
4.	NRI's	1200	0.01
5.	General Public	3370226	39.00
	TOTAL SHAREHOLDING	8643000	100.00

# STEEL STRIPS INFRASTRUCTURES LTD.

## MARKET PRICE DATA: (BSE)

Date	High (Rs.)	Low (Rs.)	No. of Shares	No. of Trades	Net T/O (Rs.)
April 2010	20.07	12.40	47000	151	771,614
May 2010	16.35	12.40	11700	49	166,630
June 2010	22.69	12.15	59000	170	1,151,302
July 2010	29.20	20.60	78400	280	2,028,605
August 2010	28.00	18.00	14400	78	320,500
September 2010	21.85	16.70	28700	130	541,145
October 2010	26.75	17.20	116800	172	2,488,370
November 2010	18.95	14.60	18700	52	321,515
December 2010	15.33	11.80	16300	54	233,500
January 2011	14.26	11.23	6000	43	76,230
February 2011	11.90	8.80	3600	17	35,038
March 2011	9.18	7.90	63000	49	542,808

### Dematerialization of Shares and Liquidity:

The Company's script forms part of the "Compulsory demat segment" for all investors. The Company has established connectivity with National Securities Depository Limited (NSDL) and Central Depository Services Limited (CDSL) through the Registrar M/s Link Intime India Pvt. Limited, A-40, 2nd floor, Near Batra Banquet Hall, Naraina Industrial Area, Phase II, New Delhi 110 028. The Company has also appointed them as Common Agency to look after dematerialization of shares as well as for physical transfer of shares. Members are requested to address all their correspondence with the Registrar at the above address.

As on 31.03.2011 there were 14786 shareholders of the Company. 6997650 (80.96%) equity shares of the Company were held in demat form and the balance 1645350 (19.04%) equity shares were held in physical form.

**ISIN of the Company is: INE205F01016**

On behalf of Board of Directors

Place : Chandigarh  
Dated: 30.05.2011

**H. K. Singhal**  
Director

**Sanjay Garg**  
Executive Director

### AUDITORS' DECLARATION AS REQUIRED UNDER CLAUSE 49 OF THE LISTING AGREEMENT

The Board Members & the Senior Management Personnel have adopted and affirmed compliance of the Code of Conduct for the Financial Year ended on March 31, 2011

Place : Chandigarh  
Dated : 30.05.2011

**Sanjay Garg**  
Executive Director

### CERTIFICATE OF CORPORATE GOVERNANCE

We have examined the compliance of conditions of Corporate Governance by Steel Strips Infrastructures Limited for the year ended on 31st March 2011 as stipulated in Clause 49 of the Listing Agreement of the said Company with Stock Exchange.

The Compliance of conditions of Corporate Governance is the responsibility of the management. Our examination has been limited to a review of the procedures and implementation thereof, adopted by the Company for ensuring compliance with the conditions of Corporate Governance as stipulated in the said clause. It is neither an audit nor an expression of opinion on the financial statements of the Company.

On the basis of our review of the relevant records and documents maintained by the Company and furnished to us for review and the information and explanations given to us by the Company, we certify that the Company complied with the conditions of Corporate Governance as stipulated in Clause 49 of the above mentioned Listing Agreement with the Stock Exchanges.

For S.C. Dewan & Co.  
Chartered Accountants

Place : Chandigarh  
Date : 30.05.2011

**S.C. DEWAN**  
PARTNER



## AUDITORS' REPORT

To

The Shareholders,

Steel Strips Infrastructures Limited.

We have audited the attached Balance Sheet of M/s STEEL STRIPS INFRASTRUCTURES LIMITED (Formerly Known as Steel Strips & Tubes Ltd.) as at 31.03.2011 and also the Profit and Loss Account and the Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

- 1) As required by the Companies (Auditors' Report) Order, 2003 issued by the Central Government of India in terms of Section 227 (4-A) of the Companies Act, 1956 we enclose in the Annexure a statement on the matters as specified in paragraph 4 and 5 of the said order.
- 2) Further to our comments in the Annexure referred to in paragraph 1 above, we state that:-
  - (i) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (ii) In our opinion, proper books of accounts as required under the law, have been kept by the Company so far as appears from our examination of such books.
  - iii) The Balance Sheet and Profit and Loss Account and the Cash Flow Statement

referred to in this report are in agreement with the books of accounts.

- (iv) In our opinion, the Balance Sheet and Profit and Loss Account and the Cash Flow Statement dealt with by this report, comply with the Accounting Standards referred to in Section 211 (3C) of the Companies Act, 1956.
- (v) On the basis of written representation received from Directors, as on 31.03.2011 and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31.03.2011 from being appointed as a Director in terms of Clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956.
- (vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts, read together with the significant accounting policies as per schedule of Notes on Accounts, give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:-
  - (a) In the case of Balance Sheet, of the state of affairs of the company as at 31.03.2011, and,
  - (b) In the case of Profit and Loss Account, of the Profit for the year ended on that date.
  - (c) In the case of Cash Flow Statement, of the Cash Flows for the year ended on that date.

**for S.C. Dewan & Co.  
Chartered Accountants**

Place : Chandigarh  
Dated : 30.05.2011

**S.C. Dewan  
Partner  
M.No. 15678**

# STEEL STRIPS INFRASTRUCTURES LTD.

## ANNEXURE

Referred to in paragraph 1 of our report of even date:

1. The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets. The fixed assets have been physically verified by the management at reasonable intervals. No material discrepancies were noticed on such verification. No Material Fixed Assets have been disposed off during the year.

2. Physical verification of inventory has been conducted at reasonable intervals by the management. The procedures of physical verification of inventory followed by the management appear to be reasonable and adequate in relation to the size of the company and the nature of its business. The company is maintaining proper records of inventory. No material discrepancies were noticed on physical verification dealt with in the books of accounts.

3. The company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 301 of the Act. The company has taken loans from such companies, firms or other parties covered in the said register, terms where of are not prejudicial to the interest of the company.

4. There is an adequate internal control procedure commensurate with the size of the company and the nature of its business, for the purchase of inventory and fixed assets and for the sale of goods.

5. The transactions that need to be entered into a register in pursuance of section 301 of the Act have been so entered in the register. Each of these transactions have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time.

6. The company has accepted fresh deposits of Rs. 175.00 lac from the public during the year. Deposits of Rs. 84.50 lacs were brought forward from previous year. During the year, the Company has repaid Rs. 25.00 lacs and renewed Rs. 35.00 lacs out of these deposits. There are no unpaid or unclaimed deposits as at the end of the year. No deposit is maturing before 31.03.2012.

7. The company has an internal audit system commensurate with its size and nature of its business.

8. The Company has not been required to maintain cost records under Section 209(1)(d) of the Companies Act, 1956.

9. The company is regular in depositing undisputed

statutory dues including, Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income Tax, Sales tax, Service Tax, Wealth tax, Custom Duty, Excise Duty, Cess and any other statutory dues with the appropriate authorities.

10. The company is registered for a period of more than 5 years, having existing share capital of Rs. 864.30 lac. The company has no accumulated losses. It has neither incurred cash loss during the year under review nor during the previous year.

11. The company has not defaulted in repayment of dues to a financial institution or bank.

12. The company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.

13. The company is not a chit fund company.

14. The company is not running any Nidhi/Mutual Benefit Fund/ Society.

15. The company is not a Financing Company.

16. The company has not given any guarantee for loans taken by others from bank or financial institutions.

17. The term loans were applied for the purpose for which the loans were obtained, as per the information available from the records of the company.

18. The company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under section 301 of the Act.

19. The company has not issued any Debentures upto date.

20. The company has not raised any money by Public Issue during the year.

21. No fraud on or by the company has been noticed or reported during the year.

22. The company is not a sick company under the provisions of the Sick Industrial Companies (Special Provisions) Act, 1985.

**for S.C. Dewan & Co.  
Chartered Accountants**

Place : Chandigarh  
Dated : 30.05.2011

**S.C. Dewan  
Partner  
M.No. 15678**



## BALANCE SHEET AS AT 31<sup>ST</sup> MARCH, 2011

PARTICULARS	SCHEDULE NO.	AS AT 31.03.2011	AS AT 31.03.2010 (Rs.)
<b>SOURCES OF FUNDS</b>			
<b>SHARE HOLDERS FUNDS</b>			
Capital	A	8,64,30,000	8,64,30,000
Reserve & Surplus	B	1,62,34,744	1,36,93,925
<b>LOANS FUNDS</b>			
Secured	C	85,537	12,58,880
Un-Secured	D	3,51,65,000	3,72,10,000
Deferred Tax Liability		13,91,199	17,95,629
<b>Total:</b>		<u>1,39,33,06,480</u>	<u>14,03,88,434</u>
<b>APPLICATION OF FUNDS</b>			
<b>FIXED ASSETS</b>			
Gross Block	E	2,88,98,741	2,88,98,741
Less : Depreciation		<u>1,98,86,865</u>	<u>1,78,16,502</u>
Net Block		90,11,876	1,10,82,239
<b>INVESTMENTS</b>			
	F	2,08,68,000	1,87,96,000
<b>CURRENT ASSETS, LOANS &amp; ADVANCES</b>			
Inventories	G	11,36,93,584	11,39,81,634
Sundry Debtors	H	82,43,543	43,92,874
Cash & Bank Balances	I	8,99,945	6,10,534
Other Current Assets, Loans & Advances	J	<u>1,55,15,240</u>	<u>2,08,69,057</u>
		13,83,52,312	13,98,54,099
Less :Current Liabilities & Provisions	K	<u>2,89,25,708</u>	<u>2,93,43,904</u>
Net Current Assets		<u>10,94,26,604</u>	<u>11,05,10,195</u>
<b>Total:</b>		<u>13,93,06,480</u>	<u>14,03,88,434</u>
<b>NOTES ON ACCOUNTS</b>	S		

### AUDITORS' REPORT:

Certified in terms of our separate report of even date annexed:

For S.C.Dewan & Co.  
Chartered Accountants

PLACE : Chandigarh  
DATED : 30.05.2011

**S.C.Dewan**  
Partner

**Sanjay Garg**  
Executive Director

**B.B. Tandon**  
**H. K. Singhal**  
Directors

# STEEL STRIPS INFRASTRUCTURES LTD.

## PROFIT & LOSS FOR THE YEAR AS AT 31<sup>ST</sup> MARCH, 2011

PARTICULARS	SCHEDULE NO.	AS AT 31.03.2011 (Rs.)	AS AT 31.03.2010 (Rs.)
<b>INCOME</b>			
Operating & Other Income	L	3,72,92,891	3,40,23,638
Increase / (Decrease) in the value of Property	M	-	(26,93,040)
Increase / (Decrease) in the value of Traded goods stock	M	(2,88,050)	44,089
		<u>3,70,04,841</u>	<u>3,13,74,687</u>
<b>EXPENDITURE</b>			
Traded Goods Purchased	N	31,321	41,602
Employee Cost	O	47,51,170	43,42,707
Financial Expenses	P	39,29,532	50,51,717
Administrative Expenses	Q	55,45,282	46,80,427
Bad Debts & Advances Written Off	: 56,84,002		
Less: Provision Already Made	: 56,84,002	-	-
Up Keep & Maintaince Charges	R	1,87,14,473	1,06,63,259
Provision for diminution in the value of investment written back		(20,72,000)	(5,92,000)
Depreciation		20,70,363	21,33,375
<b>Total</b>		<u>3,29,70,141</u>	<u>2,63,21,087</u>
<b>PROFIT FOR THE YEAR BEFORE TAX</b>		<b>40,34,700</b>	50,53,600
Prior Period Adjustment		-	6,702
Provision for Taxation		12,50,000	16,70,000
Deffered tax Liability/(Assets)		(4,04,430)	(3,86,520)
<b>PROFIT FOR THE YEAR AFTER TAX</b>		<b>31,89,130</b>	37,63,418
Income Tax Related to Earlier Year Paid & Adjusted		6,48,311	-
LESS: Brought Forward Profit from Previous Year		93,15,446	55,52,028
<b>BALANCE CARRIED TO RESERVES &amp; SURPLUS</b>		<u>1,18,56,265</u>	<u>93,15,446</u>
Earing per share - basic and diluted		<b>0.37</b>	0.44

### AUDITORS' REPORT:

Certified in terms of our separate report of even date annexed:

For S.C.Dewan & Co.  
Chartered Accountants

PLACE : Chandigarh  
DATED : 30.05.2011

**S.C.Dewan**  
Partner

**Sanjay Garg**  
Executive Director

**B.B. Tandon**  
**H. K. Singhal**  
Directors



## CASH FLOW STATEMENT AS AT 31ST MARCH 2011

(AMOUNT IN RS.)

<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>	<b>2010-2011</b>	<b>2009-2010</b>
NET PROFIT / LOSS BEFORE TAX AND EXTRAORDINARY ITEMS:	40,34,699	50,53,600
ADJUSTMENT FOR:-		
LESS - PRIOR PERIOD ADJUSTMENT	(6,48,311)	-
-DEPRICIATION	20,70,363	21,33,375
-INTEREST AND OTHER FINANCIAL CHARGES	39,29,532	50,51,717
<b>OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES</b>	<b>93,86,283</b>	<b>1,22,38,692</b>
ADJUSTMENT FOR :-		
-TRADE AND OTHER RECEIVABLES	15,03,147	(39,26,457)
-INVENTORIES	2,88,050	26,48,951
-TRADE PAYABLES / Current liabilities	(8,22,626)	13,96,641
	9,68,571	1,19,135
<b>CASH GENERATED FROM OPERATIONS</b>	<b>1,03,54,854</b>	<b>1,23,57,827</b>
-INTEREST AND OTHER FINANCIAL CHARGES PAID	39,29,532	50,51,717
-PROVISION FOR TAXATION	12,50,000	16,70,000
-DEFERRED TAX LIABILITY	(4,04,430)	(3,86,520)
CASH FLOW BEFORE EXTRAORDINARY ITEMS	55,79,752	60,22,630
-EXTRAORDINARY ITEMS	-	6,703
<b>NET CASH FROM OPERATING ACTIVITIES (A)</b>	<b>55,79,752</b>	<b>60,15,927</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
-INCREASE IN FIXED DEPOSITS (PUBLIC)	1,50,00,000	(50,00,000)
<b>NET CASH USED IN INVESTING ACTIVITIES (B)</b>	<b>1,50,00,000</b>	<b>(50,00,000)</b>
INCREASE / (-) DECREASE IN THE VALUE OF INVESTMENT	20,72,000	5,92,000
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
-PROCEEDS FROM PROMOTERS & ASSOCIATES	-	2,87,60,000
-REPAYMENT OF INTER CORPORATE LOAN	(1,70,45,000)	(53,46,207)
-REPAYMENT OF SECURED LOAN	(11,73,343)	(2,69,00,138)
<b>NET CASH USED IN FINANCING ACTIVITIES (C)</b>	<b>(2,02,90,342)</b>	<b>(40,78,345)</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS : (A+B+C)</b>	<b>2,89,411</b>	<b>(30,62,417)</b>
<b>CASH AND CASH EQUIVALENTS AS AT THE BEGINNING OF THE YEAR</b>	<b>6,10,534</b>	<b>36,72,951</b>
( OPENING BALANCE )		
<b>CASH AND CASH EQUIVALENTS AS AT THE CLOSING OF THE YEAR</b>	<b>8,99,945</b>	<b>6,10,534</b>
(CLOSING BALANCE)		

PLACE: Chandigarh  
DATED: 30.05.2011

**Sanjay Garg**  
Executive Director

**B.B. Tandon**  
**H. K. Singhal**  
Directors

### AUDITORS' REPORT:

We have verified the attached Cash Flow Statement of Steel Strips Infrastructures Limited derived from audited financial statements and the books and records maintained by the Company for the year ended 31st March, 2011 and found the same in agreement therewith.

For S.C.Dewan & Co.  
Chartered Accountants

PLACE : Chandigarh  
DATED : 30.05.2011

**S.C. Dewan**  
Partner



# STEEL STRIPS INFRASTRUCTURES LTD.

## SCHEDULES FORMING PART OF THE ACCOUNTS

PARTICULARS	AS AT 31.03.2011 (Rs.)	AS AT 31.03.2010 (Rs.)
<b>SCHEDULE - 'A' SHARE CAPITAL</b>		
<b>AUTHORISED CAPITAL:</b>		
1,15,00,000 Equity Shares of Rs. 10 each (Previous year 1,15,00,000 Equity Shares)	<b>11,50,00,000</b>	11,50,00,000
50,000 Redeemable Cumulative Preference Shares of Rs. 100 each (Previous year 50,000 Shares)	<b>50,00,000</b>	50,00,000
	<u><b>1,20,00,000</b></u>	<u>12,00,00,000</u>
<b>ISSUED, SUBSCRIBED &amp; PAID UP:</b>		
86,43,000 Equity Shares of Rs. 10/- each fully paid-up (Previous year 86,43,000)	<b>8,64,30,000</b>	86430000
	<u><b>8,64,30,000</b></u>	<u>86430000</u>
 <b>SCHEDULE - 'B' RESERVES &amp; SURPLUS</b>		
<b>CAPITAL RESERVES</b>		
Fixed Assets Revaluation Reserve	<b>43,78,479</b>	43,78,479
 PROFIT & LOSS A/C	 <b>1,18,56,265</b>	 93,15,446
	<u><b>1,62,34,744</b></u>	<u>1,36,93,925</u>
 <b>SCHEDULE - 'C' SECURED LOANS</b>		
<b>A. TERM LOANS</b>		
The Housing & Urban Development Corporation (HUDCO)	-	507
Car Loan from ICICI Bank	<b>85,537</b>	12,58,373
	<u><b>85,537</b></u>	<u>12,58,880</u>
 <b>SCHEDULE - 'D' UNSECURED LOANS</b>		
Fixed deposits (From Public)	<b>2,34,50,000</b>	84,50,000
Inter Corporate / Promoters & Associates	<b>1,17,15,000</b>	2,87,60,000
	<u><b>3,51,65,000</b></u>	<u>3,72,10,000</u>

### SCHEDULE - 'E' FIXED ASSETS & CAPITAL WORK IN PROGRESS

Particulars	Gross Block		Depreciation		Net Block	
	Cost As At	Sales/	As at	For the year	As at	As at
	01.04.2010	During The Adjustments	01.04.2010	2010-2011	31.03.2011	31.03.2010
Land & Site Development	6,90,172	-	-	-	-	6,90,172
Infrastructure project for commercial Parking	76,07,589	-	49,25,717	6,16,000	55,41,717	20,65,872
Plant & Machinery	58,10,072	-	20,43,461	2,75,978	23,19,439	34,90,633
Data Processing Equipment	14,02,907	-	13,95,774	-	13,95,774	7,133
Furniture, Fixture & Office Equipment	25,93,542	-	10,59,545	1,67,581	12,27,126	13,66,416
Vehicles	1,01,90,834	-	80,91,982	9,68,129	90,60,111	11,30,723
Kitchen Equipment	6,03,625	-	30,00,23	42,676	3,42,699	2,60,926
<b>TOTAL</b>	<b>2,88,98,741</b>	<b>-</b>	<b>1,78,16,502</b>	<b>20,70,364</b>	<b>1,98,86,865</b>	<b>90,11,874</b>
<b>Previous Year</b>	<b>2,88,98,741</b>	<b>-</b>	<b>1,56,83,127</b>	<b>21,33,375</b>	<b>1,78,16,504</b>	<b>1,10,82,237</b>

\*The infrastructure project is under licence for 15 years from the date of allotment, after which it is to be handed over to Noida free of cost. The remaining period after capitalization is 12 year 4 months & 5 days (12.35 years). The project is being depreciate over this entire period on straight line basis.

# STEEL STRIPS INFRASTRUCTURES LTD.

PARTICULARS	AS AT 31.03.2011 (Rs.)	AS AT 31.03.2010 (Rs.)
-------------	------------------------------	------------------------------

## SCHEDULE - 'F' INVESTMENTS

3700000 Equity Shares of Indian Acrylics Ltd. of Rs. 10/- each at cost (Quoted)	3,70,00,000	3,70,00,000
<b>Less</b> : Provision for diminution in the value of Investment	<u>1,61,32,000</u>	<u>1,82,04,000</u>
	<u><u>2,08,68,000</u></u>	<u><u>1,87,96,000</u></u>

## SCHEDULE - 'G' INVENTORIES

### A. CURRENT ASSETS: INVENTORIES

(As taken valued and certified by the Management)

a) Commercial Property	11,34,56,907	11,34,56,907
b) Traded Goods stock	<u>2,36,677</u>	<u>5,24,727</u>
	<u><u>11,36,93,584</u></u>	<u><u>11,39,81,634</u></u>

## SCHEDULE - 'H' SUNDRY DEBTORS

(Unsecured and considered good/unless  
otherwise specified)

Outstanding for more than six months old	54,84,465	86,19,876
Others	<u>27,59,078</u>	<u>14,57,000</u>
	<u>82,43,543</u>	<u>1,00,76,876</u>
Less Bad & Doubtful Debts charged to Profit & Loss Account	-	56,84,002
	<u><u>82,43,543</u></u>	<u><u>43,92,874</u></u>

## SCHEDULE - 'I' CASH & BANK BALANCES

Cash in Hand	81,686	1,34,070
Cheque in Hand	-	3,35,092
With scheduled Banks		
- In current Accounts	8,03,259	1,26,372
- Fixed Deposits Receipts	<u>15,000</u>	<u>15,000</u>
	<u><u>8,99,945</u></u>	<u><u>6,10,534</u></u>



**PARTICULARS**

**AS AT**  
**31.03.2011**  
**(Rs.)**

**AS AT**  
**31.03.2010**  
**(Rs.)**

**SCHEDULE - 'J' LOANS & OTHER ADVANCES**

Advances recoverable in cash or in kind or for

value to be received (Unsecured, Considered good unless otherwise stated)

Tax deducted at source	<b>31,90,809</b>		74,31,714
Security Deposits	<b>12,54,842</b>		12,54,842
Other Advances	<b>1,27,97,055</b>	-	1,39,09,967
Less: Bad & Doubtful Advances charged to Profit & Loss account	<u><b>17,27,466</b></u>	<b>1,10,69,589</b>	17,27,466
	<u><b>1,55,15,240</b></u>		<u><b>2,08,69,057</b></u>

**SCHEDULE - 'K' CURRENT LIABILITIES & PROVISIONS**

**A CURRENT LIABILITIES**

Sundry creditors

-For Purchases	<b>19,03,859</b>		5,82,687
others	<b>219</b>		328

Advances from customers	<b>3,91,804</b>		2,78,552
-------------------------	-----------------	--	----------

Security Deposits	<b>89,68,451</b>		69,55,451
-------------------	------------------	--	-----------

Service Tax Payable	<b>25,09,599</b>		16,90,274
---------------------	------------------	--	-----------

Ed. Cess Payable	<b>1,79,157</b>		84,622
------------------	-----------------	--	--------

Other Liabilities	<b>1,06,56,519</b>		1,39,83,988
-------------------	--------------------	--	-------------

**B PROVISIONS**

For Gratuity	<b>12,83,233</b>		5,91,548
--------------	------------------	--	----------

For Earned Leave	<b>1,12,867</b>		1,10,454
------------------	-----------------	--	----------

For Taxation	<b>29,20,000</b>		50,66,000
--------------	------------------	--	-----------

**2,89,25,708**

**2,93,43,904**

**SCHEDULE - 'L' OPERATING AND OTHER INCOME**

Sale of Traded Goods	<b>58,425</b>		1,98,225
Income from Trading & Agency Business	-		6,067
Shop sale consideration	-		38,00,000
Rental Income of Commercial property	<b>1,89,82,175</b>		1,98,96,767
Hoarding & Publicity receipts	<b>48,62,758</b>		46,70,070
Receipts from Parking Area Infrastructure Project	<b>33,97,860</b>		30,36,460
Miscellaneous Income	<b>12,97,629</b>		6,02,426
Interest Received	<b>3,42,965</b>		15,62,378
Excess Provision Written back	-		2,51,245
Bad Debts Recovered	<b>83,51,079</b>		-
	<u><b>3,72,92,891</b></u>		<u><b>3,40,23,638</b></u>

# STEEL STRIPS INFRASTRUCTURES LTD.

PARTICULARS	AS AT 31.03.2011 (Rs.)	AS AT 31.03.2010 (Rs.)
-------------	------------------------------	------------------------------

## SCHEDULE - 'M' INCREASE/DECREASE IN THE VALUE OF PROPERTY & TRADED GOODS

### A REAL ESTATE

Opening Gross Value	<u>21,83,07,386</u>	<u>21,83,07,386</u>
Percentage of unsold area of the total estimated built up area	51.97%	51.97 %
Closing Value of unsold area (a)	11,34,56,907	11,34,56,907
Opening Value (b)	11,34,56,907	11,61,49,947
Increase / (Decrease) in value of Property (a-b)	<u>-</u>	<u>(26,93,040)</u>

### B INCREASE / DECREASE IN VALUE OF TRADED GOODS

Opening Stock	5,24,727	4,80,638
Closing stock	2,36,677	5,24,727
Increase / Decrease in Value of Stock	<u>(2,88,050)</u>	<u>44,089</u>

## SCHEDULE - 'N' PURCHASE OF TRADED GOODS

Traded goods Purchased	<u>31,321</u>	41,602
	<u>31,321</u>	<u>41,602</u>

## SCHEDULE - 'O' EMPLOYEE COST

Salary, Wages Bonus & Other Allowances	33,45,285	30,25,544
Directors Remuneration (including contribution to provident fund)	11,78,400	10,90,200
Contribution to Provident Fund & others	1,36,352	1,62,638
Welfare Expenses.	91,133	64,324
	<u>47,51,170</u>	<u>43,42,706</u>



PARTICULARS	AS AT 31.03.2011 (Rs.)	AS AT 31.03.2010 (Rs.)
<b>SCHEDULE - 'P' FINANCIAL EXPENSES</b>		
Interest		
-Term Loans	82,318	26,53,418
-Public Deposits	15,30,870	11,71,323
-Others	22,95,468	6,24,150
Other Financial Charges	20,876	6,02,826
	<u>39,29,532</u>	<u>50,51,717</u>
<b>SCHEDULE - 'Q' ADMINISTRATIVE &amp; OTHER EXPENSES</b>		
Rents	-	5,867
Lease charges	24,71,881	16,75,161
Licence fees for infrastructure project	2,67,920	2,44,271
Travelling & Conveyance - Directors		
-Others	1,33,374	1,51,156
Printing & Stationery	1,46,083	1,40,082
Postage,Telegram & Telephones	2,29,866	2,37,440
Directors' Sitting Fee	1,14,000	1,44,000
Advertisement & Publicity	43,772	44,784
Bonus	5,000	-
Vehicle Running Expenses	2,81,585	2,65,147
Auditors' Remuneration	55,150	55,150
Legal & Professional Charges	2,94,015	2,99,300
Brokerage	52,500	-
Crane Exp	16,000	-
Fees & Taxes	2,95,400	1,07,530
Insurance Charges	1,87,607	2,59,462
Office Expenses	75,980	49,850
Licence fees for Software Charges	-	97,249
Diwali Expenses	18,222	44,040
Sale/Service Tax Paid	-	15,990
Other Miscellaneous Expenses	92,194	1,32,895
Listing Fee	62,333	57,794
Business Promotion	8,000	12,100
Managers' Fee for Parking Area Infrastructure Project	694,400	6,41,159
	<u>55,45,282</u>	<u>46,80,427</u>
<b>SCHEDULE - 'R' UPKEEP &amp; MAINTENANCE COST</b>		
Diesel & Electricity Charges	78,19,387	66,87,824
Repair & Maintenance expenses	90,31,342	21,55,742
Security services	8,21,714	7,82,768
Horticulture Expenses	10,42,030	10,36,925
	<u>1,87,14,473</u>	<u>1,06,63,259</u>

# STEEL STRIPS INFRASTRUCTURES LTD.

## **SCHEDULE - 'S' NOTES ON ACCOUNTS:**

### **1. SIGNIFICANT ACCOUNTING POLICIES**

#### **i). Convention**

The financial statements are prepared under the historical cost convention in accordance with the applicable Accounting standards and relevant presentational requirements of the Companies Act, 1956.

#### **ii) Fixed Assets**

Fixed Assets are stated at cost less depreciation. Cost of acquisition or construction is inclusive of duties, taxes and other incidental expenses.

#### **iii). Depreciation**

Depreciation on fixed assets is provided on straight line method as per rates specified in schedule XIV to Companies Act, 1956. Infrastructure project of commercial parking under 'Build Operate and Transfer' scheme of Noida is being depreciated over a period of 12.35 years, which is the remaining period of the license agreement after capitalisation, on straight line basis.

#### **iv). Inventories**

Inventory of Real Estate business and of Traded Goods has been valued at cost or market price whichever is lower.

#### **v). Transactions in Foreign Currency**

There were no foreign currency transactions during the year.

#### **vi). Retirement Benefits:-**

Gratuity and Earned Leave have been provided for in the books of accounts on actuarial valuation basis at the end of the year.

#### **vii). Interest**

Interest in respect of fixed deposits from public or with Bank have been accounted for on accrual basis.

#### **viii). Recognition of Income/Expenditure**

All revenues and expenses are accounted for on accrual basis.

### **2. In compliance with AS 22 issued by ICAI on Accounting for the taxes of Income, a sum of Rs 404430/- (previous year Rs.386520/-) has been considered as deferred tax Assets in respect of timing difference for the year under consideration and the same has been credited to profit & loss account.**

### **3. The quoted investments are stated at cost. A provision for diminution in value is made if the diminution seems to be of permanent nature. An amount of Rs.20,72,000/- was reversed in the provisions during the year under consideration as the value of shares of Indian Acrylics Limited increased as compared to previous year .The overall provision towards diminution in the value of shares stands at Rs.1,61,32,000/- as on 31.03.2011**

### **4. Contingent liabilities not provided for amount to Rs. NIL (Previous Year NIL)**

### **5. In the opinion of the Board, the current assets, loans & advances are approximately of the value stated, if realised in the ordinary course of business. The provision for all known liabilities are adequate and not in excess of amount considered reasonably necessary.**

### **6. Sales Tax liability/Service Tax liability has been provided for as per returns filed. Liability arising on assessment, if any, shall be provided for at the time of final assessment.**



7. Debit and credit balance in the accounts of a few suppliers and others are subject to confirmation and reconciliation.

8. Payments to Auditors included under Auditors Remuneration:

	Current Year (Rs)	Previous Year (Rs)
- Statutory Audit Fee	40000	40000
- Company Law Matters & Tax Audit	8,000	8,000
- Certification Work	2,000	2,000
- Service Tax	5,150	5,150
	<b>55,150</b>	55,150

9. The accounting policies adopted for segment reporting are in line with the accounting policies of the company. The company has considered following business segments for disclosure.

- (a). Real Estate business.
- (b). Infrastructure Project of commercial parking under 'Built, Operate and Transfer' scheme.
- (c). Trading and Agency business.
- (d). Services.

10. Earning per Share (EPS)	Current year	Previous year
	(Rs. In Lacs)	
Profit/Loss as per profit and loss account (PAT)	25.41	37.63
No. of equity shares	8643000	8643000
Profit / Loss per share (Rs.)	0.37	0.44

Note:- Diluted Earning per share is not applicable as the same is anti-dilutive.

11. Sundry creditors include a sum of Rs. Nil (Previous year Rs. Nil) due to Micro and Small Undertaking, which are outstanding for more than 45 days as at 31.03.2011.

12. Detail of Provision as per AS-29	(Rs. in lacs)				
PARTICULARS	Employee Benefits (Gratuity)	Employee Benefits (Earned Leave)	Doubtful Debtors/ Advances	Deffered Tax Fringe Benefit Tax And Income Tax (MAT)	Provision for Diminution in The value of Investment
Balance as at 01.04.10	5.91	1.10	74.10	50.66	182.04
Provision made during the year	6.92	0.11	Nil	12.50	Nil
Provision Written off or w/back paid during the period	0.00	0.09	56.84	33.96	20.72
Balance as at 31.03.11	12.83	1.12	17.26	29.20	161.32

13. Directors Remuneration:

PARTICULARS	Current year Ended	Previous year Ended
	31.03.11	31.03.10
	(Rs.)	(Rs.)
Salary and Allowances	1092000	1011000
Contribution to Provident Fund	86400	79200
<b>Total:</b>	<b>1178400</b>	<b>1090200</b>



# STEEL STRIPS INFRASTRUCTURES LTD.

## 14. Related Party Disclosures

Detail of transactions entered into with related parties during the year as required by Accounting Standard 18 on "Related Party Disclosures" issued by the Institute of Chartered Accountants of India are as under: -

(Rs. in lacs)

Particulars	Key management personnel (KMP)	Enterprises over which KMP are able to exercise significant influence including relatives	Total for the current year 2010-11	Total for the Previous year 2009-10
1. Interest Paid	-	22.95	22.95	6.24
2. (i) Loan Received	-	-	-	287.60
(ii) Outstanding at the end of the year	-	117.15	117.15	287.60
3. Loan Repaid	-	170.45	170.45	53.46
4. Management Contact - (Salaries)	11.78	-	11.78	10.90

### Notes:-

- a. Key Management Personnel:
 

Sh. R.K. Garg Chairman	Sh. Sanjay Garg Executive Director	Sh. H.K. Singhal Director
---------------------------	---------------------------------------	------------------------------
- b. Enterprises over which Key Management Personnel (KMP) are able to exercise significant control and with whom transactions have taken place during the year:-  
Sh. R.K. Garg  
Sab Udyog Ltd.  
Sab Industries Ltd.  
Steel Strips Ltd.
- c. No transactions have taken place during the year with the relatives of the key Management Personnel.
15. Additional information pursuant to the provision of Paragraphs 3 & 4 of Part II of Schedule VI of the Companies Act, 1956:
  - a). The company is primarily dealing in Real Estate, Infrastructure and Trading & Agency business activities; hence the quantitative data is not applicable.
  - b). There was no employee during the year (previous year nil) who was drawing a remuneration of not less than Rs. 6000000/- per annum, if employed throughout the year, or not less than Rs. 500000/- per month if employed for a part of the year.
16. The company has taken the Group Gratuity and Group Leave encashment policies from LIC and entire premiums demanded by them for the year 2010-11 have been paid / provided for as per the requirements of AS-15.
17.
  - a). Previous year figures have been regrouped and re-arranged wherever considered necessary to make them comparable with those current year.
  - b). Figures have been rounded off to the nearest rupee.
18. Schedule A to S form an integral part of Balance Sheet, Profit & Loss Account and Cash Flow Statement.

### AUDITORS' REPORT:

Certified in terms of our separate report of even date annexed:

For S.C.Dewan & Co.  
Chartered Accountants

PLACE : Chandigarh  
DATED : 30.05.2011

**S.C.Dewan**  
Partner

**Sanjay Garg**  
Executive Director

**B.B. Tandon**  
**H. K. Singhal**  
Directors



**ADDITIONAL INFORMATION AS REQUIRED UNDER PART IV OF SCHEDULE VI OF THE THE COMPANIES ACT, 1956.**

**Balance Sheet Abstract and Company's General Business Profile**

**I. Registration Details**

Registration No.	L27109PB1973PLC003232	State Code
Balance Sheet Date	31-03-2011	16

**II. Capital Raised during the year**

<b>(Rs. In Lacs)</b>	<b>(Rs. In Lacs)</b>
Public Issue	Right Issue
NIL	NIL
Bonus	Private Placement
NIL	NIL

**III. Position of Mobilization and Deployment of funds**

<b>(Rs. In Lacs)</b>	<b>(Rs. In Lacs)</b>
Total Liabilities	Total Assets
1393.06	1393.06

**Sources of Funds:**

Paid Up Capital	Reserves & Surplus
864.30	162.34
Secured Loans	Unsecured Loans
0.86	351.65
Deffered Tax Liability	
13.91	

**Application of Funds:**

Net Fixed Assets	Investments
90.12	208.68
Net Current Assets	Misc. expenditure
1094.26	-
Accumulated Losses	
-	

**IV. Performance of Company (Amount Rs. in lacs)**

Turnover & Other Income	Total Expenditure
370.05	329.70
Profit before Tax	Profit after Tax
40.35	31.89
Earning Per Share	Dividend
0.37	NIL

**V. Generic Names of Three Principal Products of Company(as per monetary terms) :**

Item Code No. (ITC Code)	-- N.A.--
Product Description	

**AUDITORS' REPORT:**

Certified in terms of our separate report of even date annexed:

For S.C.Dewan & Co.  
Chartered Accountants

PLACE : Chandigarh  
DATED : 30.05.2011

**S.C.Dewan**  
Partner

**Sanjay Garg**  
Executive Director

**B.B. Tandon**  
**H. K. Singhal**  
Directors

# STEEL STRIPS INFRASTRUCTURES LTD.

Regd. Office : Village Somalheri / Lehli, P.O. Dappar, Tehsil Derabassi,  
Distt. S.A.S. Nagar, Mohali, Punjab

(In case the Member is unable to be present in person at the meeting this form may be used.)

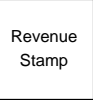
## PROXY FORM

I/We \_\_\_\_\_  
of \_\_\_\_\_ being a member/members of Steel  
Strips Infrastructures Limited hereby appoint Mr./ Mrs. /Miss \_\_\_\_\_ of  
\_\_\_\_\_ or failing him/her, Mr./Mrs./Miss/ \_\_\_\_\_ of as  
my/our proxy to attend and to vote for me/us and on my/our behalf at the 38<sup>th</sup> ANNUAL GENERAL  
MEETING of the Company to be held on Tuesday the 27<sup>th</sup> September 2011 at 11.00 a.m. at Company's  
Registered Office at Village Somalheri / Lehli, P.O. Dappar, Tehsil Derabassi, Distt. S.A.S. Nagar, Mohali,  
Punjab - 140 506 and at any adjournment thereof.

Signed this \_\_\_\_\_ day of September 2011.

Regd. Folio No./Client ID No. \_\_\_\_\_

Signature \_\_\_\_\_



### NOTE:

1. The Proxy must be deposited at the Registered Office of the Company at least 48 hours before the time for holding the meeting.
2. A proxy need not be a member of the Company.

---

# STEEL STRIPS INFRASTRUCTURES LTD.

Regd. Office : Village Somalheri / Lehli, P.O. Dappar, Tehsil Derabassi,  
Distt. S.A.S. Nagar, Mohali, Punjab

## ATTENDANCE SLIP

**(To be handed over at the entrance of the Meeting Hall)**

\_\_\_\_\_  
Name of the Member

(In Block Letters)

Registered Folio No./Client ID No.....

\_\_\_\_\_  
Name of the Proxy (in Block Letters)

[To be filled in case the Proxy attends instead of the member (s)]

I hereby record my presence at the 38<sup>th</sup> ANNUAL GENERAL MEETING held on Tuesday the 27<sup>th</sup> September 2011 at 11.00 A.M. at Company's Registered Office at Village Somalheri / Lehli, P.O. Dappar, Tehsil Derabassi, Distt. S.A.S. Nagar, Mohali, Punjab - 140 506

Member's/Proxy Signature  
(To be Signed at the time of handing over this slip)

**BOOK POST**  
(Printed Material)



*If Undelivered please return to:*  
**STEEL STRIPS INFRASTRUCTURES LIMITED**  
(Formerly Steel Strips & Tubes Ltd.)  
S.C.O. 49-50, Sector 26, Madhya Marg,  
CHANDIGARH - 160 019