

## **N.G. INDUSTRIES LIMITED**

<b>BOARD OF DIRECTORS</b>	:	Mr. Ashok Kumar Goenka, Chairman Mr. Banwari Lal Goenka Mr. Ashok Bhat, Whole-Time Director Mr. Vinod Kumar Singhi Dr. Subash R. Kamath Mr. Rajkumar Bajoria Mr. Jagdish Chand Kumbhat Mr. Rajesh Goenka, Whole-Time Director
<b>AUDITORS</b>	:	M/s. M.R. Singhwi & Company
<b>BANKERS</b>	:	Allahabad Bank Axis Bank Ltd. HDFC Bank Ltd. Standard Chartered Bank
<b>REGISTERED OFFICE</b>	:	17, Chittaranjan Avenue 3rd Floor Kolkata - 700072
<b>DIVISIONS</b>	:	1. N. G. Medicare & Calcutta Hope Infertility Clinic 123A, Rash Behari Avenue Kolkata - 700029
	:	2. N. G. Nursing Home 23, Meghnad Saha Sarani, (Renamed from Southern Avenue) Kolkata - 700026
	:	3. N. G. Pharmacy -123A, Rash Behari Avenue Kolkata - 700029
	:	-23, Meghnad Saha Sarani Kolkata - 700026
<b>REGISTRARS &amp; SHARE TRANSFER AGENTS</b>	:	S. K .Infosolutions Pvt.Ltd. 34/1A Sudhir Chatterjee Street Kolkata - 700006
<b>LISTING OF SHARES</b>	:	1. The Calcutta Stock Exchange Association Ltd. 7, Lyons Range, Kolkata -700001
		2. Bombay Stock Exchange Ltd. Phiroze Jeejeebhoy Towers Dalal Street, Mumbai - 400001

# N.G. INDUSTRIES LIMITED

## NOTICE TO MEMBERS

NOTICE is hereby given that the 18th Annual General Meeting of the Members of N. G. INDUSTRIES LTD. will be held at the Community Hall, Jay Jayanti Building, 2A, Mandeville Gardens, Kolkata - 700019 on Saturday, 29th September, 2012 at 11.00 A.M. to transact the following business:

### ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2012 and Profit & Loss Account for the year ended on that date together with the Report of the Directors and Auditors' Report thereon.
2. To declare a Dividend on Equity Shares.
3. To appoint a Director in place of Shri Rajkumar Bajoria, who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint a Director in place of Dr. Subhas R. Kamath, who retires by rotation and being eligible, offers himself for re-appointment.
5. To appoint Auditors and fix their remuneration.

Registered Office:  
17, Chittaranjan Avenue,  
3rd Floor, Kolkata- 700 072  
Date • 30th day of May, 2012

By Order of the Board

Ashok Kumar Goenka  
Chairman

### NOTES:

1. A Member entitled to attend and vote at the Meeting is entitled to appoint one or more Proxy to attend and vote instead of himself on a poll only and such Proxies need not be a Member of the Company. The Proxies in order to be effective must be received at the Company's Registered Office not less than 48 hours before the Meeting. Proxy Form is attached herewith.

2. Members are requested to bring the copy of the Annual Report to the Annual General Meeting. No extra copies of the Annual Report will be supplied at the Meeting.

3. The Register of Members and Share Transfer Books of the Company will remain closed from 25th September, 2012 to 29th September, 2012 (Both days inclusive).

4. The payment of dividend, if declared at the Annual General Meeting, will be paid to those shareholders whose names shall appear on the Company's Register of Members on 29th September, 2012. In respect of shares held in dematerialised form, the dividend will be paid on the basis of beneficial ownership as per details furnished by National Securities Depository Limited and Central Depository Services (India) Limited for this purpose.

### 5. Appointment/ Re-appointment of Directors:

Name of Director	Shri Rajkumar Bajoria	Dr. Subash R. Kamath
Date of Birth	02.02.1952	21.07.1959
Qualification	B.Com.	MBBS,FRCS,MCh(Orth)
Experience	39 years in Finance & Corporate Management	Over 26 years as an Orthopaedic Surgeon at various Hospitals in UK till 1995 and thereafter in Kolkata
List of other Companies in which Directorship held as on 31.03.2012	1.Saurav Infotech Pvt.Ltd. 2.Nilachal Refractories Ltd.	None
Chairman/Member of the Committees of the Board of Directors of other Companies in which he is a Director as on 31.03.2012	Member- Audit Committee –Nilachal Refractories Ltd.	None

## N.G. INDUSTRIES LIMITED

6. As per the provision of the companies Act 1956, facilities for making nomination is now available to the Shareholders. Nomination forms can be obtained from the Company. If shares are held in electronic form, such nomination is mandated to their respective Depository Participant.

7. Members are requested to furnish their Bank Account details, change of address etc. to the Company Registrars and Transfer Agents in respect of Shares held in physical form and to their respective Depository Participants if the Shares are held in electronic form.

8. In order to avoid the risk of loss/interception of dividend warrants in postal transit and/ or fraudulent encashment of dividend warrants, Shareholders are requested to avail of NECS facility whereby the dividend will be directly credited electronically to their respective Bank accounts. This will ensure speedier credit of dividend.

The Company will utilize the facility of NECS for Payment of Dividend in future directly to bank account of shareholder who hold Equity shares of the Company in dematerialised form. It is, therefore, necessary that the correct bank details and your CBS account Number are recorded by your DP. In case you want to change or correct update your new CBS Account Number, kindly instruct your DP accordingly at the earliest. If the existing bank details, registered with your DP are correct and there is no change in your bank details, you may ignore this advice.

We wish to clarify that as all the relevant records are kept by your DP any change in your bank details, would need to be intimated to your DP only and not to the Company/Registrar & share Transfer Agents. If for any reason, we are unable to credit the dividend amount directly to your bank account, the same would be remitted to you by way of dividend warrant.

9. Pursuant to the provisions of section 205A of the Companies Act, 1956, as amended, Dividend for the Financial Year 2004 - 2005 and thereafter which remain unpaid or unclaimed for a period of 7 (Seven) years will be transferred by the Company to the Investor Education and Protection Fund (IEPF) established by the Central Government pursuant to section 205C of the Companies Act, 1956.

It may kindly be noted that once the unpaid or unclaimed Dividend is transferred to the abovesaid Fund of the Central Government as above, no claim shall lie in respect thereof.

Details of the unclaimed dividend which will be transferred to the Investor Education and Protection Fund are as follows:

For the year ended	Date of declaration of Dividend	Due for transfer on
31.03.2005	24.09.2005	30.10.2012
31.03.2006	23.09.2006	29.10.2013
31.03.2007	29.09.2007	04.11.2014
31.03.2008	27.09.2008	02.11.2015
31.03.2009	19.09.2009	25.10.2016
31.03.2010	25.09.2010	31.10.2017
31.03.2011	24.09.2011	30.10.2018

Shareholders who have not so far encashed the Dividend Warrant(s) are requested to seek issue of duplicate warrant(s) by writing to the Company before due date of transfer to IEPF. Also note that no claim shall lie against the said Fund or the Company in respect of any amounts which were unclaimed and unpaid for a period of 7 (Seven) years from the date that they first became due for payment and no payment shall be made in respect of any such claim.

Pursuant to Section 205C of the Companies Act, 1956 all unclaimed dividend for the financial year ended 31st March, 1998 to 31st March, 2004 have been transferred to the Investor Education and Protection Fund.

10. As per Section 53 of the Company Act, 1956, which provides for service of documents under 'Certificate of Posting' as one of the accepted mode of service, whereas the Department of Posts has recently discontinued the postal facility under 'Certificate of Posting' vide their letter dated February 23, 2011. The Information Technology Act, 2000 also permits service of documents etc. in electronic mode. Keeping this in view the Ministry of Corporate Affairs vide their circular no.17/2011 dated April 21, 2011 clarified that a Company would have complied with Section 53 of the Companies Act, 1956, if the service of document has been made through electronics mode provided the Company has obtained email addresses of its members for sending the notice/ documents through email by giving an advance opportunity to every shareholders to register their email address and changes therein from time to time with the Company.

In view of the above, the Company requests all its shareholders to kindly provide their email addresses along with client ID/ Folio no. and number of shares as reference to the following email addresses with Subject as N.G.Industries Ltd.- Member Email ID' at [ngmail@vsnl.com](mailto:ngmail@vsnl.com)

# N.G. INDUSTRIES LIMITED

## DIRECTORS' REPORT TO THE MEMBERS:

Your Directors have pleasure in submitting the 18th Annual Report together with the Audited Statement of Accounts for the year ended 31st March, 2012.

## FINANCIAL HIGHLIGHTS:

The financial results of the Company are summarised below:

Particulars	Year ended 31.03.2012 (Rs.in lacs)	Year ended 31.03.2011 (Rs.in lacs)
Income from Operations	1326.71	1117.28
Other Income	122.17	67.03
Total Income	1448.88	1184.31
Total Expenditure	1038.76	855.07
Interest	2.82	-
Depreciation	73.11	75.15
Profit before Taxation	334.19	254.09
Provision for Taxation		
Current Tax	72.90	69.10
Deferred Tax	(2.83)	(3.66)
Income Tax Adjustment for the earlier year	1.70	2.79
Net Profit	262.42	185.86
Proposed Dividend	117.27	117.27
Tax on Dividend	19.02	19.02
Transfer to General Reserve	27.00	20.00
Earnings per Share (Rs.)	7.83	5.55

## OPERATIONS AND PROSPECTS:

Your company's Division-'N G Nursing Home' achieved growth as well as consolidated its position as a widely accepted indoor establishment in South Kolkata. It is expected to further consolidate its position in the coming year.

Our first Division – 'N G Medicare & Calcutta Hope Infertility Clinic' continues to face stiff competition from different private medical establishments including large Hospitals which have come up in the city. Sustained efforts have helped us to hold on to our market share through quality services as well as penetration into newer segments.

N G Pharmacy – Our Retail Pharmacy Division continues to operate at two outlets and has grown in its operations.

Company's efforts to provide Total Healthcare Services from Clinics, Diagnostics, Indoor or Outpatient Services to Retail Pharmacy Dispensing in a cost effective and efficient manner will enable it to stay ahead of competitive threats and continue to perform well.

## DIVIDEND:

Your Directors recommend a Dividend of Rs. 3.50 per Equity Share (Previous Year Rs.3.50) for your consideration for the year ended 31st March, 2012. The Dividend will be paid after it is approved at the forthcoming Annual General Meeting.

## DIRECTORS:

Shri Rajkumar Bajoria and Dr. Subash R Kamath, Directors of the Company, retire by rotation and being eligible offer themselves for re-appointment.

Shri Banwari Lal Goenka, Director retires at the conclusion of the ensuing Annual General Meeting by rotation and has expressed his intention to step down from the said assignment after a long and meritorious service. The Board commends the great zeal and dedication with which Shri Banwari Lal Goenka served the Company during his tenure and places on record the invaluable contribution made by him towards its growth and recommends not to re-appoint him.

## **N.G. INDUSTRIES LIMITED**

### **LISTING WITH STOCK EXCHANGES :**

As per the requirement of Clause 49 of the Listing Agreement with Stock Exchanges, the Company hereby declares that the Listing of its Shares at The Calcutta Stock Exchange Association Ltd. as well as Bombay Stock Exchange Limited continued throughout the year and the Listing Fee due till date stands paid.

### **DEMATERIALISATION OF SHARES :**

In order to facilitate dealing in shares in the electronic mode, your Company has entered into an arrangement with the National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL). With this, the members have the option to trade their dematerialised shares in the Company through NSDL or CDSL. Securities and Exchange Board of India (SEBI) has made it mandatory for all investors to trade in the shares of the Company in dematerialised form. The Company's Shares have been allotted **ISIN:INE825C01018**.

### **AUDITORS :**

M/s.M. R. Singhwi & Co., Chartered Accountants, Kolkata, Auditors of the Company, retire and being eligible offer themselves for re-appointment.

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

Information pursuant to Section 217 (1)(e) of the Companies Act 1956 read with Companies (Disclosures of particulars in the Report of Board of Directors) Rules 1988 are given in the Annexure forming part of this report.

### **PARTICULARS OF EMPLOYEES :**

None of the employees of your Company is covered under Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules 1975 as amended from time to time.

### **DIRECTORS' RESPONSIBILITY STATEMENT :**

In compliance to the Provisions of Section 217(2AA) of the Companies Act, 1956, your Directors confirm that :

- In the preparation of the Annual Accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures.
- The Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for that period.
- The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- The Directors had prepared the annual accounts on a going concern basis.

### **CORPORATE GOVERNANCE:**

The Corporate Governance form an integral part of this Report and are set out as separate annexures to this Report. The certificate from the Auditors of the company certifying compliance of condition of Corporate Governance stipulated in Clause 49 of the Listing Agreement with the Stock Exchanges is also annexed to Report on Corporate governance.

## **N.G. INDUSTRIES LIMITED**

### **SECRETARIAL COMPLIANCE REPORT :**

Pursuant to Section 383A(1) of Companies Act, 1956, the Company is statutorily required to obtain Certificate of Compliance from the practising Company Secretary. The copy of the Compliance Certificate for the Financial Year ended 31<sup>st</sup> march ,2012 as given by M/S.S.R Associates Practising Company Secretary in attached herewith as part of our Report.

### **DEPOSITS :**

During the period under review, your Company has not accepted any deposit from the Public.

### **ACKNOWLEDGEMENTS:**

Your Directors acknowledge the co-operation and assistance received from the Shareholders, Doctors, Banks and various Government Agencies. Your Directors wish to place on record their sincere appreciation for the contribution made by the employees.

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For and on behalf of the Board of Directors

Place : Kolkata  
Date : 30th day of May, 2012

Ashok Kumar Goenka  
Chairman

# N.G. INDUSTRIES LIMITED

## ANNEXURE TO DIRECTORS' REPORT

Information pursuant to the Companies (Disclosure of particulars in the Report of the Board of Directors) Rules, 1988 and forming part of the Directors' Report for the year ended 31st March, 2012.

### A. CONSERVATION OF ENERGY

Not applicable to our Industry.

### B. TECHNOLOGY ABSORPTION

Research & Development :

#### 1. Specific Areas in which R&D carried out by the Company.

- (a) Establishment of high standard modern Laboratory for conducting R&D in the field of Embryology, Diagnostics, etc.
- (b) Carried out training sessions with Consultants for training in various aspects of Diagnosis, Treatment, Embryology etc. through assimilation / adoption of latest technology.

#### 2. Benefits derived as a result of the above R&D. Develop superior skills and expertise, the benefits of which will go to patients of our Medical Centre in form of quality of services.

#### 3. Future plan of Action.

- (a) Develop new techniques and improvements in various fields of Medical Diagnostics, Infertility etc.
- (b) To obtain accreditation from NABL for our Laboratory and NABH for our Nursing Home.

#### 4. Expenditure on R&D. The Medical Centre has incurred capital costs for the facilities including Laboratories which are also being made use for R&D purposes. As such no separate costs have so far been quantified as R&D Expenditure.

#### 5. Technology Absorption, Adaption and Innovations :

The Company had taken technology only from its Indian collaborators, M/s. Hope Infertility Clinic, Bangalore and has successfully adapted and absorbed its technology needs for its various Infertility procedures. The collaboration has since been concluded at the end of 5 years.

### 6. EXPORTS, FOREIGN EXCHANGE EARNINGS AND OUTGO :

#### 1. EXPORTS ACTIVITIES & EXPORTS PLANS:

The Company's activities are in the field of Medical Services at its Centres in Kolkata and as such has no export possibilities.

#### 2. FOREIGN EXCHANGE EARNINGS AND OUTGO (Rs in lacs):

	2011 – 2012	2010 - 2011
EARNINGS	NIL	NIL
OUTGO	NIL	0.57

# **N.G. INDUSTRIES LIMITED**

**S. R. & Associates  
Company Secretaries**

31/1, Chatawala Lane, 2nd Floor  
Kolkata-700 012  
Phone; (O) 9830363084 (R) 32997498

## **COMPLIANCE CERTIFICATE**

(Under sub-section (1) of Section 383A of the Companies Act, 1956)

**Registration No. of the Company: L74140WB1994PLC065937**

**Nominal Capital: Rs.3,50,00,000/-**

**To  
The Members  
M/s. N.G. Industries Limited  
17, Chittaranjan Avenue, 3rd Floor  
Kolkata-700 072**

I have examined the registers, records, books and papers of **M/s. N.G. Industries Limited** as required to be maintained under the Companies Act, 1956, and the rules made thereunder and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended on 31st March, 2012. In my opinion and to the best of my information and according to the examinations carried out by me and explanations furnished to me by the Company, its officers and agents, I certify that in respect of the aforesaid financial year:

1. The Company has kept and maintained all registers as stated in Annexure 'A' to this certificate as per the provisions of the Act and the rules made thereunder and all entries therein have been duly recorded.
2. The Company has duly filed the forms and returns as stated in Annexure 'B' to this certificate, with the Registrar of Companies within the time prescribed under the Act and the rules made thereunder.
3. The Company, being a Public Limited Company, comments are not required.
4. The Board of Directors duly met six times respectively on 8th April 2011, 30th May 2011, 29th July 2011, 10th October 2011, 14th November 2011 and 31st January 2012 in respect of which Meetings proper notices were given and the proceedings were properly recorded and signed.
5. The Company has closed its Register of Members and share transfer Books from 20th September 2011 to 24th September 2011 during the period under review.
6. The Annual General Meeting for the financial year ended on 31st March 2011 was held on 24th September 2011 after giving due notice to the members of the Company and the resolutions passed thereat were duly recorded in Minutes Book maintained for the purpose.
7. No Extra-Ordinary General Meeting was held during the financial year.
8. The Company has not advanced any loans to its directors or persons or firms or Companies referred to under Section 295 of the Act.
9. The Company has not entered into any contracts falling within the purview of section 297 of the Act.

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## N.G. INDUSTRIES LIMITED

10. The Company has made necessary entries wherever required in the register maintained under section 301 of the Act.
11. As there were no instances during the Financial Year falling within the purview of Section 314 of the Act, the Company has not obtained any approvals from the Board of Directors, Members or Central Government as the case may be.
12. The Company has not issued any duplicate certificates during the financial year.
13. The Company has:
  - a. delivered all the certificates on transfer/transmission of securities during the financial year.
  - b. deposited the amount of dividend declared during the financial year in a separate Bank Account .
  - c. paid/posted warrants for dividend declared during the financial Year to all the member of the Company with in the prescribed time and that all unclaimed /unpaid dividend has been transferred to Unpaid Dividend Account of the Company .
  - d. transferred the amounts (Rs.67,955/- during the financial Year) in Unpaid Dividend Account which have remained unclaimed or unpaid for a period of Seven Years to Investor Education and Protection Fund .
  - e. duly complied with the requirements of section 217 of the Act
14. The Board of Directors of the Company is duly constituted. There was no appointment of additional directors, alternate directors and directors to fill casual vacancy during the financial year.
15. The Company has not appointed Managing/ Wholetime Directors during the Financial Year.
16. The Company has not appointed any sole selling agents during the financial year.
17. The Company was not required to obtain any approvals of the Central Government, Company Law Board, Regional Director, Registrar of Companies and/or such authorities prescribed under the various provisions of the Act.
18. The Directors have disclosed their interest in other firms/Companies to the Board of Directors pursuant to the provisions of the Act and the rules made thereunder.
19. The Company has not issued any Shares, debentures or other securities during the financial year.
20. The Company has not bought back any shares during the financial year.
21. There was no redemption of preference shares or debentures during the financial year.
22. The Company wherever necessary has kept in abeyance the rights to dividend, rights shares and bonus shares pending registration of transfer of shares.
23. The Company has not invited /accepted any deposits including any unsecured loans falling within the purview of section 58A during the financial year.
24. The borrowings made by the Company during the financial year ending 31st March,2012 are within the Limit.  
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## **N.G. INDUSTRIES LIMITED**

25. The Company has made loans and investments to other bodies corporate in compliance with the provisions of the Act.
26. The Company has not altered the provisions of the Memorandum with respect to situation of the Company's registered office from one state to another during the year under scrutiny.
27. The Company has not altered the provisions of the Memorandum with respect to the objects of the Company during the year under scrutiny.
28. The Company has not altered the provisions of the Memorandum with respect to name of the Company during the year under scrutiny.
29. The Company has not altered the provisions of the Memorandum with respect to share capital of the Company during the year under scrutiny.
30. The Company has not altered its Articles of Association during the financial year.
31. We have been given to understand by the management that there was no prosecution initiated against or show cause notices received by the Company during the Financial Year ended 31st March 2012 for offences under the Act.
32. The Company has not received any money as security from its employees during the financial year.
33. The Company has deposited both employee's and employer's contribution towards Provident Fund during the financial year with the prescribed authorities

Place: Kolkata

Signature :

**For S.R. & ASSOCIATES**

Date : 30th day of May 2012

*Proprietor*

Name of the Company Secretary : **SAHADEB RATH**  
C.P. No. : **3452**

# N.G. INDUSTRIES LIMITED

## ANNEXURE- A

Registers as maintained by the Company :

### Statutory Registers :

1. Register of Members & Index of Members	u/s 150 & 151
2. Register of Directors, Managing Directors	u/s 303
3. Director's Minute Book	u/s 193
4. Shareholder's Minutes Book	u/s 193
5. Register of Directors Shareholdings	u/s 307
6. Register of Companies and Firms in which Directors are interested	u/s 301(3)
7. Register of Transfer	u/s 108
8. Books of Accounts	u/s 209

### Other Registers :

1. Application & Allotment Register

## ANNEXURE- B

Forms and Returns as filed by the Company with Registrar of Companies, Regional Director, Central Government or other authorities during the financial year ended 31st March 2012.

Sl. No.	Form No./ Return	Filed U/S	For	Date of Filing	Whether filed within Prescribed time	If delay in filing whether requisite additional fee paid
1	Form 62	58A	Statement in Lieu of Advertisement	23.10.2011	YES	N.A
2	Form 66 Compliance Certificate	383A	Year ended 31.03.2011	23.10.2011	YES	N.A
3	Form 20B Annual Return	159	upto AGM on 24.09.2011	23.11.2011	YES	N.A
4	Form 1 INV	Rule 3 of EPF Rules 2001	Deposit of unclaimed /unpaid dividend	04.12.2011	YES	N.A
5	Form 23AC XBRL & 23ACA XBRL Balance Sheet & PL Account	220	Year ended 31.03.2011	30.12.2011	YES	N.A

Signature to Annexure – “A” & “B”

# N.G. INDUSTRIES LIMITED

## CORPORATE GOVERNANCE REPORT

**COMPANY VISION :** Our vision for the next phase of development is to be considered the best in Kolkata for Affordable Healthcare by the Common Citizen.

**MISSION STATEMENT :** Our mission is to bring Complete Healthcare of excellent Standards in an affordable manner to all Citizens.

### 1. Company's Philosophy on Code of Governance:

N.G. Industries Limited has over the years endeavored to follow practice of Corporate Governance. N.G. Industries Limited's business objective and that of its management and employees is to provide world class Medical Services at economical rates to citizens. In addition to compliance with regulatory requirements, N.G. Industries Limited endeavors to ensure that standards of ethical and responsible conduct are met throughout the organisation. We believe that Corporate Governance is dependent on transparency, maximum disclosures, un-biased monitoring and being fair to all including shareholders, especially minority shareholders.

### 2. Board of Directors

As per the requirements of Corporate Governance the composition of Board of Directors is required to have combination of non-executive and independent Directors alongwith the executive Directors.

The Board of Directors of the Company include eminent personalities from all walks of life.

#### Composition of Board of Directors:

The present strength of the Board is eight Directors. The Board comprises of two Executive and six Non Executive Directors.

Name of Director	Executive/ Non Executive/ Independent / Non Independent	No. of outside Directorship	Other Committees	
			Member	Chairman
Mr.Ashok Kumar Goenka	Non-Executive / Non-Independent	2	1	1
Mr.Ashok Bhat	Executive / Non-Independent	0		
Mr.Banwari Lal Goenka	Non-Executive / Non-Independent	0		
Mr.Jagdish Chand Kumbhat	Non-Executive / Independent	4		
Mr.Rajkumar Bajoria	Non-Executive / Independent	2	1	
Mr.Rajesh Goenka	Executive / Non-Independent	3	1	1
Dr.Subash R. Kamath	Non-Executive / Independent	0		
Mr.Vinod Kumar Singhi	Non-Executive / Independent	3		

#### Inter Director Relationship:

Mr.Banwari Lal Goenka – Father of Mr.Ashok Kumar Goenka & Mr.Rajesh Goenka

Mr.Ashok Kumar Goenka – Son of Mr.Banwari Lal Goenka & Brother of Mr.Rajesh Goenka

Mr.Rajesh Goenka – Son of Mr.Banwari Lal Goenka & Brother of Mr.Ashok Kumar Goenka

#### Attendance record of Directors:

Name of Director	No. of Board Meetings Held	Attended	Attended last AGM
Mr.Ashok Kumar Goenka	6	6	Yes
Mr.Ashok Bhat	6	6	Yes
Mr.Banwari Lal Goenka	6	6	No
Mr.Jagdish Chand Kumbhat	6	6	Yes
Mr.Rajkumar Bajoria	6	6	Yes
Mr.Rajesh Goenka	6	6	Yes
Dr.Subash R. Kamath	6	6	Yes
Mr.Vinod Kumar Singhi	6	6	No

The Chairman of the Board is a Non Executive Director and the number of Independent Directors on the Board meet the requirement of Corporate Governance.

## N.G. INDUSTRIES LIMITED

### No. of Board Meetings Held 2011-2012:

Total six Meetings were held during the year 2011-2012. The dates on which the said Meetings were held are as follows:-

08th April, 2011	10th October, 2011	-
30th May, 2011	14th November, 2011	-
29th July, 2011	31st January, 2012	-

### Details of Directors being re-appointed (Brief Resume)

Name of Director	Shri Rajkumar Bajoria	Dr. Subash R. Kamath
Date of Birth	02.02.1952	21.07.1959
Qualification	B.Com.	MBBS,FRCS,MCh (Orth)
Experience	39 years in Finance & Corporate Management	Over 26 years as an Orthopaedic Surgeon at various Hospitals in UK till 1995 and thereafter in Kolkata
List of other Companies in which Directorship held as on 31.03.2012	1.Saurav Infotech Pvt.Ltd. 2.Nilachal Refractories Ltd.	None
Chairman/Member of the Committees of the Board of Directors of other Companies in which he is a Director as on 31.03.2012	Member- Audit Committee –Nilachal Refractories Ltd.	None

### 3. Code of Conduct

The Company has adopted a code of conduct for the Board of Directors and Senior Management of the Company and all of them have affirmed compliance of the same.

### 4. Audit Committee

The Company has constituted an Audit Committee comprising of Mr. Jagdish Chand Kumbhat, non-executive and independent Director, Mr.Rajkumar Bajoria, non-executive and independent Director and Dr. Subash R. Kamath, a non-executive and independent Director, Mr.Jagdish Chand Kumbhat being the Chairman of the Committee.

Out of the above, Mr.Jagdish Chand Kumbhat and Mr. Rajkumar Bajoria are highly experienced in accounting and financial aspects as well as Corporate laws.

### Brief terms of references of the Audit Committee

The role and terms of reference of the Audit Committee covers the areas mentioned under Clause 49 of the Listing Agreement and Section 292A of the Companies Act, 1956 besides other terms as may be referred to by the Board of Directors. These include oversight of Company's financial reporting process and disclosure of financial information to ensure that the financial statement is correct, sufficient and credible; reviewing annual and quarterly financial statements with management before submission to the Board; reviewing the adequacy of internal control systems with management, external and internal auditors and reviewing the Company's financial risk and management policies.

## **N.G. INDUSTRIES LIMITED**

### **Audit Committee Meeting and attendance during the year**

During 2011 - 2012 The Audit Committee Meetings were held on 30.05.2011, 29.07.2011, 14.11.2011 & 31.01.2012.

Name of Director	No. of Meetings attended
Mr.Jagdish Chand Kumbhat	4
Mr.Rajkumar Bajoria	4
Dr.Subash R. Kamath	4

### **5. Subsidiary Companies**

The Company has no Subsidiary.

### **6. Disclosure of issue proceeds**

The Company did not make any Public, Rights or Preferential Issue of Securities during 2011-2012.

### **7. Shareholders Committee**

#### **a) Share Transfer Committee**

The Share Transfer Committee was constituted to deal with various matters relating to share transfer/ transmission, issue of duplicate share certificates, approving the split and consolidation request and other matters relating to transfer and registration of shares.

The members of the committee are Mr.Ashok Bhat, Whole-time-Director, Mr.Rajesh Goenka, Whole-time-Director and Mr.Vinod Kumar Singhi, non-executive & independent Director. Mr.Ashok Bhat is the Chairman of the Committee. During financial year 2011-2012, One share transfer committee meeting was held.

#### **b) Shareholders/Investors grievances Committee**

The company constituted the Shareholders/Investors grievances committee to oversee the redressal of shareholders' and investors' grievances in relation to transfer of shares, non-receipt of annual report and non-receipt of dividend.

Shareholders/Investors Grievance Committee comprises of Mr.Ashok Bhat, Whole-time-Director & Compliance Officer, Mr.Rajkumar Bajoria, non-executive & independent Director and Mr.Vinod Kumar Singhi, non-executive & independent Director. Mr.Vinod Kumar Singhi is the Chairman of the Committee.

### **Shareholders/Investors grievances Committee Meeting and attendance during the year**

During 2011-2012 The Shareholders/Investors grievances Committee Meetings were held on 30.05.2011, 29.07.2011, 14.11.2011 & 31.01.2012.

Name of Director	No. of Meetings attended
Mr.Ashok Bhat	4
Mr.Rajkumar Bajoria	4
Dr.Vinod Kumar Singhi	4

A total of 5 complaints were received during the year under review, out of which none were pending as on 31st March, 2012.

# N.G. INDUSTRIES LIMITED

## 8. Remuneration Committee

Matters of remuneration of Executive Directors are considered by Remuneration Committee before placing to the Board of Directors of the Company, with the interested Executive Director(s), not participating or voting. The terms of remuneration of Executive Directors are approved by the Shareholders at the General Meeting. Remuneration Committee is comprising of three Directors, Mr.Rajkumar Bajoria, Chairman, Mr.Vinod Kumar Singhi and Mr.Jagdish Chand Kumbhat. All of them are independent and non-executive Directors. During the Financial Year 2011-12, one of Remuneration Committee Meeting was held on 31.01.2012.

The Company has policy to pay commission on net profits to two executive Directors. The details of remuneration paid to the Directors are mentioned below:-

Name of Director	Sitting fee	Salary & perks	Commission	Total
Mr.Ashok Kumar Goenka	3000	N.A	N.A	3000
Mr.Ashok Bhat	N.A	282240	230464	512704
Mr.Banwari Lal Goenka	3000	N.A	N.A	3000
Mr.Jagdish Chand Kumbhat	3000	N.A	N.A	3000
Mr.Rajkumar Bajoria	3000	N.A	N.A	3000
Mr.Rajesh Goenka	N.A	282240	230464	512704
Dr.Subash R. Kamath	3000	N.A	N.A	3000
Mr.Vinod Kumar Singhi	3000	N.A	N.A	3000

The Company does not have any stock option scheme.

The present appointment of Mr.Ashok Bhat and Mr.Rajesh Goenka is from 1st September 2008 to 31st August, 2013.

## 9. Board Meetings and Procedures

The Board of Directors met for six times during the year as mentioned in the beginning. The Agenda papers were sent to all the Directors well in advance for each Meeting and the management presented before the Board all statutory and other important items as recommended by the SEBI Committee including operational plans and budgets, matters relating to work force and details of foreign exchange exposures and exchange rate movement.

## 10. Details of General Meetings

### Location and time for last three Annual General Meetings held:

Year	Location	Date	Time
2008-2009	Community Hall, Jay Jayanti Building 2A,Mandeville Gardens, Kolkata-700 019	19.09.2009	11.00 A.M.
2009-2010	Community Hall, Jay Jayanti Building 2A,Mandeville Gardens, Kolkata-700 019	25.09.2010	11.00 A.M.
2010-2011	Community Hall, Jay Jayanti Building 2A,Mandeville Gardens, Kolkata-700 019	24.09.2011	11.00 A.M.

All the Resolutions including the Special Resolutions set out in the respective notices were passed by the Shareholders. No postal ballots were used for voting at these Meetings. At the forthcoming AGM, there is no item on the agenda that needs approval by postal ballot.

There was no Extra-Ordinary General Meeting held in the three years and no resolution was put through postal ballot.

## 11. Certificate from Wholetime Director and Chief Financial Officer

Certificate from Mr. Rajesh Goenka, Wholetime Director and Chief Financial Officer, in terms of Clause 49 (V) of the Listing Agreement with the Stock Exchange for the financial year ended March 31, 2012 was placed before the Board of Directors of the Company in its meeting held on May 30, 2012.

# N.G. INDUSTRIES LIMITED

## 12. Disclosures

- a) The Company had no materially significant related party transactions, which was considered to have conflict with the interest of the Company at large.
- b) There has not been any non-compliance, penalties or strictures imposed on the Company by the Stock Exchange, SEBI or any other statutory authority, on any matter relating to the capital markets, during the last three years.
- c) The Company has complied with all the applicable mandatory and non-mandatory requirements of the revised Clause 49 of the Listing Agreement.

## 13. Means of Communication

### a) Results published in the Newspapers:

Quarterly Results                      Quarterly Results were published in The Financial Express and Lottery Sambad and also informed to all the Stock Exchanges where the Shares are listed through fax/speed post as well as put up on company's website.

Half Yearly Results                      Half Yearly Results were published in The Financial Express and Lottery Sambad and also informed to all the Stock Exchanges where the Shares are listed through fax/speed post as well as put up on company's website.

b) Official News release                      Not Issued

c) Presentation to  
Institutional Investors                      Not done.

d) Management Discussion Analysis Report forms part of the Annual Report.

## 14. General Shareholders Information

### a) Annual General Meeting:

**Date and time**                                      : 29th September, 2012 at 11.00 A.M.  
**Venue**                                                      : Community Hall, Jay Jayanti Building, 2A, Mandeville Gardens, Kolkata 700019.

**b) Date of Book Closure**                                      : Tuesday, 25th September, 2012 to Saturday, 29th September, 2012 (both days inclusive)

**c) Dividend Payment Date**                                      : On or before 29th October, 2012. Payment of Dividend is subject to the approval of the members of the Company at the forthcoming Annual General Meeting.

**d) Listing at Stock Exchanges**                                      : The Company's Equity Shares are listed at the following Stock Exchanges :  
1. The Calcutta Stock Exchange Association Ltd.  
2. Bombay Stock Exchange Ltd.

Listing Fee for the year 2011-2012 has been paid to the Stock Exchange(s) within the stipulated time.

**e) Stock Code Physical**                                      : 1. The Calcutta Stock Exchange Association Ltd. Code – **10024075**  
2. Bombay Stock Exchange Ltd. Code – **530897**

**Demat ISIN Number for  
NSDL & CDSL**                                      : **INE825C01018**

f) Website                                                              : The Company has put up a website [www.ngind.com](http://www.ngind.com) with all information for shareholders.

# N.G. INDUSTRIES LIMITED

**g) Registrar and Share Transfer Agent**

: S.K.Infosolutions Pvt.Ltd.  
34/ 1A, Sudhir Chatterjee Street, Kolkata – 700006  
Phone: 033 2219 6797 Fax: 033 2219 4815  
Email: skcomputers\_kolkata@vsnl.net

**h) Stock Market Data**

The month wise High & Low quotations of the Shares Traded during April, 2011 to March, 2012 at CSE and BSE.

Month	The Calcutta Stock Exchange Association Limited (CSE)			Bombay Stock Exchange Limited ( BSE)		
	Month's High Price	Month's Low Price	Volume	Month's High Price	Month's Low Price	Volume
April, 2011	-	-	-	70.80	59.05	9546
May, 2011	-	-	-	70.00	60.05	6752
June, 2011	-	-	-	68.30	63.00	2885
July, 2011	-	-	-	75.60	63.55	4833
August, 2011	-	-	-	72.60	61.15	4587
September, 2011	-	-	-	73.75	59.50	8434
October, 2011	-	-	-	67.20	60.00	1168
November, 2011	-	-	-	68.00	60.00	1387
December, 2011	-	-	-	68.45	60.00	1775
January , 2012	-	-	-	69.00	63.00	226
February, 2012	-	-	-	74.25	63.50	8020
March, 2012	-	-	-	77.00	67.80	8620
Total			-			58233

**i) a) Shareholding pattern as on 31st March, 2012**

SL No.	Category	No of Shares (Issued Equity)	Percentage
1	Promoters	2362473	70.51
2	Indian Financial Institutions, Bank , Mutual Funds	-	-
3	Foreign Institutions Investors/ NRIs	1022	0.03
4	Others	987005	29.46
	Total	3350500	100.00

**b) Distribution of Shareholding as on 31st March, 2012**

Shareholding of nominal Value of Rs.	Shareholders Folios		No. of Shares	
	No. of Shareholders	% to Total	No. of Equity Shares	% to Total
Upto - 5000	692	80.47	96168	2.87
5010 - 10000	72	8.37	58717	1.75
10010 - 20000	27	3.14	38750	1.16
20010 - 30000	19	2.21	48064	1.43
30010 - 40000	8	0.93	27076	0.81
40010 - 50000	5	0.58	25000	0.75
50010 - 100000	11	1.28	85736	2.56
100010 - 500000	15	1.74	346370	10.34
500010 - 1000000	5	0.58	530219	15.82
1000010 and above	6	0.70	2094400	62.51
Total	860	100.00	3350500	100.00

## **N.G. INDUSTRIES LIMITED**

**j) Outstanding GDRs/ADRs/Warrants or any Convertible instruments, Conversion date and likely impact on equity** : The Company has not issued any of these instruments so far.

- k) Divisions**
- : 1. N.G.Medicare & Calcutta Hope Infertility Clinic  
123A, Rash Behari Avenue, Kolkata – 700029
  - : 2. N.G.Nursing Home  
23, Meghnad Saha Sarani  
(Renamed from Southern Avenue), Kolkata -700026
  - : 3. N. G. Pharmacy  
- 123A, Rash Behari Avenue, Kolkata - 700029  
- 23, Meghnad Saha Sarani, Kolkata - 700026

### **l) Dematerialisation of Shares**

The Company has an Agreement with Central Depository Services (India) Ltd. (CDSL) and National Securities Depository Ltd. (NSDL) so that Shareholders of the Company could avail the benefits of the multi depository systems. Upto 31st March, 2012, 3083833 Shares representing 92.04% of the total Share capital are already under demat which has resulted in reducing the physical delivery related problems to a large extent.

### **m) Financial Calendar (Tentative and subject to change) for the year 2012-2013**

Financial reporting for the first quarter ending, 30th June, 2012	July, 2012
Financial reporting for the second quarter ending, 30th September, 2012	October, 2012
Financial reporting for the third quarter ending, 31st December, 2012	January, 2013
Financial reporting for the year ending 31st March, 2013	May, 2013
Annual General Meeting for the year ending 31st March, 2013	September, 2013

### **n) Investors correspondence may be addressed to**

S.K.Infosolutions Pvt.Ltd.  
34/1A, Sudhir Chatterjee Street, Kolkata – 700006, Tel: 22196797, email : skcomputers\_kolkata@vsnl.net

Or

Director, N.G.Industries Ltd.  
3rd Floor, 17, Chittaranjan Avenue, Kolkata – 700072, Tel: 22128345, email : ngmail@vsnl.com

Shareholders holding Shares in electronic mode should address all their change of registered address to their respective Depository Participants.

### **o) Declaration by the Whole-time-Director on the Code of Conduct**

Pursuant to clause 49 of the Listing Agreement with Stock Exchanges, I, Rajesh Goenka, Whole-time-Director of N.G.Industries Limited, declare that all the Board Members and senior Executives of the Company have affirmed their compliance with the Code of Conduct of the Company during the financial year 2011-2012.

Kolkata  
30th day of May, 2012

Rajesh Goenka  
Whole-time-Director

## **Whole-Time-Director & CFO Certification**

The Board of Directors  
N.G. Industries Limited  
Kolkata

### **Re : Financial Statements for the Financial Year 2011-2012 Certification by Whole-Time-Director & CFO**

We, Rajesh Goenka, Whole-Time-Director & CFO and Mr.Ashok Bhat, Whole-Time-Director of N.G.Industries Limited, on the basis of the review of the financial statements and the cash flow statement for the year ended 31st March, 2012 and to the best of our knowledge and belief, hereby certify that:-

1. These statements do not contain any materially untrue statements or omit any material fact or contain statements that might be misleading.
2. 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.
3. There are, to the best of our knowledge and belief, no transactions entered into by the company during the year ended 31st March, 2012 which are fraudulent, illegal or violative of the company's code of conduct.
4. We accept responsibility for establishing and maintaining internal controls for financial reporting, we have evaluated the effectiveness of the internal control systems of the company pertaining to financial reporting and we have disclosed to the auditors and the Audit Committee those deficiencies in the design or operation of such internal controls of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
5. We have indicated to the Auditors & the Audit Committee:
  - a)there have been no significant changes in internal control over financial reporting during this period.
  - b)there have been no significant changes in accounting policies during this period.
  - c)there have no instances of significant fraud of which we have become aware and the involvements therein of management or an employee having significant role in the company's internal control systems over financial reporting.

Place : Kolkata  
Date :30th Day of May, 2012

Rajesh Goenka  
Whole-time-Director &  
Chief Financial Officer

Ashok Bhat  
Whole-time-Director

**AUDITORS' CERTIFICATE ON COMPLIANCE WITH THE CONDITIONS OF CORPORATE GOVERNANCE  
UNDER CLAUSE 49 OF THE LISTING AGREEMENTS**

To  
the members of  
**N. G. Industries Limited**

We have examined the compliance of the conditions of Corporate Governance by N.G.Industries Limited during the year ended 31st March, 2012 as stipulated in clause 49 of the listing agreement of the said Company with stock Exchanges in India.

The Compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to procedures and 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 in respect of investor grievances received during the year ended 31st March, 2012, 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 viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

**For M.R.SINGHWI & COMPANY**  
**Chartered Accountants**  
**(Firm Registration No.312121E)**

**CA. B. K. PODDAR**  
**(Partner)**  
**Membership No.054613**

Place : Kolkata  
Date : 30th day of May, 2012

# N.G .INDUSTRIES LIMITED

## MANAGEMENT DISCUSSION & ANALYSIS

### A) INDUSTRY STRUCTURE & DEVELOPMENT :

India continues though a bit moderately to grow in its GDP and particularly in the services sector and has created a very large unfolding of various sectors, Healthcare being one of the prominent ones.

Rising incomes in the hands of our citizens, increasing health awareness in society at large, increasing population of older citizens, new technologies in the sector, longer life expectancies, Health Insurance penetration, Medical Tourism on the rise are amongst factors which are contributing to the growth in our sector and will lead to major changes in the industry and its profile in the coming years. These fundamentals of the industry remain unchanged.

### B) OPPORTUNITIES,THREATS,RISKS AND CONCERNS :

#### Reputation Risk :

The business runs the risk of unfavorable publicity in case of unsuccessful treatment translating into reduction of patient flow.

#### Risk Mitigation :

The Company mitigates this risk through adopting a philosophy of ethical practices as well as transparent dealings with patients in all matters and explaining to the patients in plain layman language the pros and cons of the treatment as well as realistic assessments for recovery. Quality Surveillance and adherence to strict protocols also mitigates this risk.

#### Attrition Risk:

In the event of good professionals leaving the Company it stands to lose the years of on job training.

#### Risk Mitigation :

The Company provides professionals a very good and challenging environment with continuous growth. The Company is also always on its lookout to induct new and good professionals to keep strengthening its team. Ethical practices of the Company and its policy of transparent functioning also go a long way in good bonding with the best professionals who share similar philosophy.

#### Business Attrition :

Independent Consultants who refer their patients to us might begin to refer them elsewhere. With several Medical Centres coming up in the city, this is a threat no Company can afford to ignore.

#### Risk Mitigation :

To prevent this from happening the Company keeps close interaction with all leading Consultants and strives to keep services at levels meeting their standards. Company also on an ongoing basis carries out seminars and meetings to keep consultants well informed about the latest developments in the field. Company also strives to enlarge its referral base and not depend on few individuals for any of its services. Company is also continuously investing in newer Technologies and equipments to stay ahead in offering value added and superior quality of tests and at affordable tariffs .The Company's steps in investing in an Indoor New Facility has gone a long way in enhancing the Company's Image, range of services as well as depth of customer satisfaction.

# N.G .INDUSTRIES LIMITED

## **C) OUTLOOK**

Your Company operates in an industry that is increasingly getting more competitive. However the outlook of your Company looks good on account of the following reasons.

- 1) The Medical & Healthcare needs of the city and the state continue to grow in terms of range of services. Increased health awareness of citizens as well as growing income in hands of citizens is leading to more services of better order. N.G. looks forward to grow steadily as well.
- 2) The Company's policy of continuously enhancing its range and depth of services is ongoing and has added to its reputation and it has emerged as a reliable and affordable place for all sections of the city. The Company is also enlarging its coverage by new sectors like CGHS, Corporates, Insurance etc.
- 3) The Company's Newer division's - "N.G. Nursing Home" as well as "N.G. Pharmacy" have produced fresh opportunities in the near future for growth.
- 4) The growth of Medical Insurance in the country will make healthcare more affordable and will spur growth for the Company. The Company has already registered itself with a large number of TPA's for this purpose.
- 5) Your Company has managed to operate as well as set up its new divisions without any induction of Capital or any major borrowing thereby, has prudently avoided any cost of funds as is so common for any competitive venture.

## **D) INTERNAL CONTROL :**

Your Company has adequate internal control systems, commensurate with its size of operations and works in a highly-automated environment.

## **E) HUMAN RESOURCES/INDUSTRIAL RELATIONS :**

The Company recognises the importance and contribution of its Human Resources for its growth and development and is committed to the development of its people. The Company has started introducing methods and practices for Human Resources Development. Your Company has during the previous year continued to have good industrial relations with its employees.

## **F) FINANCIAL AND OPERATIONAL PERFORMANCE :**

Please refer Directors' Report.

**AUDITORS' REPORT**

To  
The Members of  
**N.G INDUSTRIES LIMITED**

We have audited the attached Balance Sheet of N.G INDUSTRIES LIMITED as at March 31, 2012 and the related statement of Profit & Loss and 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.

As required by the Companies (Auditor's Report) Order 2003 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act 1956, we enclose in the Annexure a statement on the matters specified in paragraph 4 and 5 of the said order.

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

- i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
- ii) In our opinion, proper books of accounts as required by law have been kept by the company so far as appears from examination of those books;
- iii) The Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of accounts;
- iv) In our opinion the Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report comply with the Accounting Standards referred to in Sub-section (3C) of Section 211 of Companies Act, 1956;
- v) On the basis of written representations received from the Directors as on 31st March 2012 and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31st March 2012 from being appointed as 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 financial statements give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
  - a) in the case of the Balance Sheet, of the state of affairs of the company as at 31st March 2012;
  - b) in the case of the Profit and Loss, 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 M.R.SINGHWI & CO.**  
Chartered Accountants  
(Firm Regd.No.312121E)

**CA B.K.PODDAR**  
( Partner )  
(M.No. 054613)

**Annexure to the Auditor's Report**

- (i) (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) All the assets have been physically verified by the Management during the year and there is a regular programme of verification which, in our opinion is reasonable having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such verification.
- (ii) (a) The inventory has been physically verified during the year by the Management. In our opinion, the frequency of verification is reasonable.
- (b) 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 is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and the book records were not material.
- (iii) The Company has not granted or taken any loans, secured or unsecured from companies, firms or other Parties covered in the register maintained under section 301 of the Companies Act, 1956 Accordingly Clauses 4(iii)(a) to 4(iii)(g) of the companies (Auditor's Report) Order, 2003 are not applicable.
- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business with regard to purchases of inventory, fixed assets and with regard to the sale of goods. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal controls.
- (v) (a) According to the information and explanations given to us, we are of the opinion that the transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1956 have been so entered.
- (b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956 and exceeding the value of rupees five lakhs in respect of any party during the year have been made at prices which are reasonable having regard to prevailing market prices at the relevant time.
- (vi) The Company has not accepted any deposit from public within the meaning of Section 58A and 58AA or any other relevant provisions of the Act and the rules framed there under.
- (vii) In our opinion, the Company has an internal audit system, which in our opinion, is commensurate with the size and nature of its business.
- (viii) The Central Govt. has not prescribed maintenance of cost records under section 209(1)(d) of the Companies Act, 1956 for the Company.

- (ix) (a) The company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees' state insurance, income tax, sales tax, wealth tax, custom duty, excise duty, cess and other material statutory dues applicable to it.
- (b) According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, wealth tax, sales tax, custom duty, excise duty, and cess which were in arrears, as at 31st march' 2012 for a period of more than six months from the date they became payable
- (c) According to the information and explanations given to us, there are no dues of excise duty, wealth tax, custom duty, and cess which have not been deposited on account of any dispute
- (x) The Company has no accumulated Losses and has not incurred any cash losses during the financial year covered by our report and the immediately preceding financial year.
- (xi) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to a Bank. The Company has not issued any debentures.
- (xii) The Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other similar securities.
- (xiii) In our opinion, the Company is not a chit fund or a nidhi / mutual benefit fund/ society.  
Therefore, the provisions of clause 4 (xiii) are not applicable to the company.
- (xiv) In our opinion , the company is not dealing in or trading in shares, securities, debentures and the other investments. Accordingly, the provisions of clause 4(xiv) are not applicable to the company.
- (xv) The Company has not given any corporate guarantee to a bank in respect of banking facilities granted to another company during the year .
- (xvi) The Company has not raised any money by way of Term Loans.
- (xvii) According to the information and explanations given to us and on overall examination of the Balance Sheet of the Company, we report that the no funds raised on short-terms basis have been used for long-term investment. No long-term funds have been used to finance short-term assets except permanent working capital.
- (xviii) The Company has not raised money on allotments of shares during the year.
- (xix) The Company has not raised any money by issue of debentures.
- (xx) The Company has not raised any money by way of public issue.
- (xxi) According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the course of our audit.

**For M.R.SINGHWI & CO.**  
**Chartered Accountants**  
**(Firm Regd..312121E)**

**CA B.K.PODDAR**  
**( Partner )**  
**(M.No. 054613)**

**N.G.INDUSTRIES LIMITED**  
Balance Sheet as at 31.03.212

(Amount in Rs)

Particulars		Note No.	As at 31 <sup>st</sup> March,2012	As at 31 <sup>st</sup> March,2011
1	2	3	4	4
<b>I. EQUITY AND LIABILITIES</b>				
<b>1 Shareholders' Funds</b>				
	2	33,505,000	33,505,000	
	3	101,155,632	88,542,699	
<b>2 Current Liabilities</b>				
	4	14,722,436	-	
	5	2,324,045	1,569,636	
	6	13,629,122	13,629,122	
<b>TOTAL</b>			<b>165,336,235</b>	<b>137,246,457</b>
<b>II. ASSETS</b>				
<b>1 Non-Current Assets</b>				
	7	43,718,015	42,654,138	
	8	79,759,947	78,616,233	
	9	9,882,035	9,839,345	
	10	1,302,935	1,019,818	
<b>2 Current Assets</b>				
	11	5,943,492	5,973,322	
	12	572,869	1,069,893	
	13	20,903,281	(4,198,440)	
	14	3,253,661	2,272,148	
<b>TOTAL</b>			<b>165,336,235</b>	<b>137,246,457</b>

Significant Accounting Policies  
Notes on Financial Statements  
As per our report of even date

1 To 27

**For M.R.SINGHWI & COMPANY**

Chartered Accountants  
Firm Registration No. 312121E

**For and on behalf of the Board of Directors**

Ashok Kumar Goenka  
Chairman

**CA B K PODDAR**

Partner  
Membership No. 054613

Rajesh Goenka  
Director

Ashok Bhat  
Director

Place : Kolkata  
Date : 30th day of May, 2012

**N.G.INDUSTRIES LIMITED**  
**Profit and Loss Statement for the year ended 31.03.2012**

(Amount in Rs)

<b>Particulars</b>		<b>Note No.</b>	<b>For the Year ended 31<sup>st</sup> March,2012</b>	<b>For the Year ended 31<sup>st</sup> March,2011</b>
<b>I.</b>	Revenue from Operation	15	132,671,085	111,727,819
<b>II.</b>	Other Income	16	12,216,610	6,702,905
<b>III.</b>	<b>Total Revenue (I+II)</b>		144,887,695	118,430,724
<b>IV.</b>	Expenses:			
	Cost of Materials Consumed	17	36,947,717	32,511,085
	Employee Benefits Expense	18	5,481,074	4,750,721
	Finance Costs	19	282,392	-
	Depreciation and Amortization Expense	20	7,310,773	7,514,650
	Other Expenses	21	61,446,332	48,245,125
	Total Expenses		111,468,288	93,021,581
<b>V.</b>	<b>Profit Before Tax</b>		33,419,407	25,409,143
<b>VI.</b>	Tax Expense:			
	(1) Current Tax		7,290,000	6,910,000
	(2) Deferred Tax		(283,117)	(366,088)
	(3) Income Tax adjustment for earlier year		170,469	279,421
<b>VII.</b>	<b>Profit (Loss) for the period (V-VI)</b>		26,242,055	18,585,810
<b>VIII.</b>	Earnings per equity share:			
	(1) Basic and Diluted	22	7.83	5.55

Significant Accounting Policies  
Notes on Financial Statements  
As per our report of even date

1 To 27

**For M.R.SINGHWI & COMPANY**  
Chartered Accountants  
Firm Registration No. 312121E

**For and on behalf of the Board of Directors**

Ashok Kumar Goenka  
Chairman

**CA B K PODDAR**  
Partner  
Membership No. 054613

Rajesh Goenka  
Director

Place : Kolkata  
Date : 30th day of May, 2012

Ashok Bhat  
Director

**N.G.INDUSTRIES LIMITED**

**Cash flow statement for the year ended 31st March,2012**

(Amount in Rs)

Particulars	For the Year ended 31 <sup>st</sup> March,2012	For the Year ended 31 <sup>st</sup> March,2011
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit Before Tax	33,419,407	25,409,143
Adjustment for:		
Add: Depreciation	7,310,773	7,514,650
	40,730,180	32,923,793
Less: Dividend Income	2,438,000	1,440,000
Interest Received	677,628	259,730
Loss on Sale of Fixed Assets	(76,003)	(84,609)
Profit on Sale of Investments	9,175,785	5,086,584
	12,215,410	6,701,705
Operating Profit Before working Capital Changes Adjustment for :	28,514,770	26,222,088
Inventories	29,830	8,034
Trade Receivable	497,024	73,792
Long-Term Loans & Advances	(42,690)	(33,861)
Short-Term Loans & Advances	(588,496)	117,614
Other Current Liabilities	785,781	(308,689)
	654,449	(143,110)
Cash Generated from operation	29,169,219	26,078,978
Direct tax paid	(7,853,485)	(5,746,733)
Net Cash flow from operating activities	21,315,734	20,332,245
<b>B. CASH FLOW FROM INVESTING ACTIVITIES:</b>		
Purchase of Fixed Assets	(8,475,654)	(4,072,543)
Sale of Fixed Assets	25,000	50,000
Purchase of Investments	(33,195,172)	(28,241,406)
Sale of Investments	41,227,243	23,574,870
Dividend Income	2,438,000	1,440,000
Interest Received	677,628	259,730
Net cash flow from Investing Activities	2,697,045	(6,989,349)
<b>C. CASH FLOW FROM FINANCIAL ACTIVITIES</b>		
Dividend Paid	(11,731,122)	(10,018,226)
Dividend Tax Paid	(1,902,372)	(1,708,252)
Secured loans	14,722,436	-
Net cash flow from Financial activities	1,088,942	(11,726,478)
Net increase in Cash & Cash equivalents (A+B+C)	25,101,721	1,616,418
Cash & Cash equivalents as at 1.4.2011/1.4. 2010	(4,198,440)	(5,814,858)
<b>Cash &amp; Cash equivalents as at 31.3.2012/31.3.2011</b>	20,903,281	(4,198,440)

As per our report of even date

**For M.R.SINGHWI & COMPANY**

Chartered Accountants  
Firm Registration No. 312121E

**For and on behalf of the Board of Directors**

Ashok Kumar Goenka  
Chairman

**CA B K PODDAR**

Partner  
Membership No. 054613

Rajesh Goenka  
Director

Place : Kolkata  
Date : 30th day of May, 2012

Ashok Bhat  
Director

**Significant Accounting Policies****A Basis of accounting and preparation of financial statements**

The financial statements have been prepared to comply in all material respects with the Accounting Standards notified by the Companies Accounting Standards Rules, 2006 and the relevant provisions of the Companies Act, 1956. The financial statements have been prepared under the historical cost convention on an accrual basis except in case of assets for which provision for impairment is made and revaluation is carried out.

**B Use of estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

**C Fixed assets**

Fixed assets are stated at cost of acquisition inclusive of duties, taxes, incidental expenses, erection / commissioning expenses and borrowing costs etc. up to the date the assets are ready for their intended use.

Machinery spares which can be used only in connection with an item of fixed assets and whose use as per technical assessment is expected to be irregular, are capitalised and depreciated over the residual life of the respective assets.

Fixed Assets retired from active use are valued at net realisable value.

**D Depreciation'**

Depreciation on Fixed Assets is provided on written down value method at the rates prescribed in Schedule XIV of the Companies Act, 1956 or at rates determined based on the useful life of the assets, whichever is higher. In case of impairment, if any, depreciation is provided on the revised carrying amount of the assets over their remaining useful life. Assets created but not owned by the Company are amortized over a period of five periods.

**E Impairment of assets**

The carrying amount of assets is reviewed at each balance sheet date to determine if there is any indication of impairment thereof based on external / internal factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount, which represents the greater of the net selling price of assets and their 'value in use'. The estimated future cash flows are discounted to their present value at appropriate rate arrived at after considering the prevailing interest rates and weighted average cost of capital.

**F Investments**

Investments are valued at cost of acquisition, less provision for diminution as necessary.

Investments other than current investments, made by the Company are intended to be held for long – term, hence diminutions in value of quoted Investments are generally not considered to be a permanent nature. Current investments intended to be held for a period less than 1 year from the date on which the investment is made are stated at cost adjusted for amortization and diminution as necessary.

The management has laid out guidelines for the purpose of assessing likely impairments in investments and for provisions based on given criteria. Appropriate provisions are accordingly made, which in the opinion of the management are considered adequate and also considering the prudential norms specified by the Reserve Bank of India, applicable to the Company in this behalf.

## **G Revenue Recognition**

Revenue (income) is recognized when no significant uncertainty as to determination/realization exists.

### **Sale of Service**

Revenue is recognized on accrual basis

### **Interest**

Revenue is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.

### **Dividends**

Dividend is recognized when the shareholders' right to receive payment is established by the balance sheet date. Dividend from the subsidiaries is recognized even if same are declared after the balance sheet date but pertains to period on or before the date of Balance Sheet.

## **H Earning Per Share**

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

## **I Taxation**

Tax expense comprises of current and deferred tax.

Current income-tax are measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax, 1961.

Deferred tax is recognized on a prudent basis for time differences, being difference between taxable and accounting income/expenditure that originate in one period and are capable of reversal in one or more subsequent period(s). Deferred tax asset is recognized on carry forward of unabsorbed depreciation and tax losses only if there is virtual certainty that such asset can be realized against future taxable income. Unrecognized deferred tax asset of earlier periods are re-assessed and recognized to the extent that it has become reasonably certain that future taxable income will be available against which such deferred tax assets can be realized.

MAT credit is recognized as an asset only when and to what extent there is convincing evidence that the Company will pay normal income tax during the specified period. In the period in which Maximum Alternative Tax (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, the said asset is created by the way of credit to the profit and loss account and shown as MAT Credit entitlement. The Company reviews the same at each balance sheet date and writes down the carrying amount of MAT Credit Entitlement to the extent there is no longer convincing evidence to the effect that Company will pay normal Income Tax during the specified period.

## **J Cash and Cash Equivalents**

Cash and cash equivalents in the balance sheet comprise cash at bank and in hand and short term investments with an original maturity of three months or less.

# N.G .INDUSTRIES LIMITED

## **K Contingent Liabilities**

Liabilities which are material and whose future outcome cannot be ascertained with reasonable certainty, are treated as contingent and disclosed by the way of notes to the accounts.

Bank guarantee in favor of CGHS, for Rs.5,00,000/- (Pervious year Rs.5,00,000/-)and in favour in Directorate of Commercial Taxes for Rs. 55,000/- (Previous year Rs.NIL)

## **L Provisions**

A provision is recognized when the company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance date and adjusted to reflect the current best estimates.

## **M Gratuity and Post Employment Benefit Plan**

Since the Company is covered under sub-paragraph (c)of the first paragraph of Accounting Standard (AS) 15 (revised 2005) issued by Institute of Chartered Accountants of India, therefore the following paragraphs of the said standard will not be applicable:

- (i) Requirements under paragraphs 11 to 16
- (ii) Requirements under paragraphs 46 and 139
- (iii) Requirements under paragraphs 50 to 116 and 117 to 123
- (iv) Requirements under paragraphs 129 to 131

## **N Micro, Small & Medium Enterprises**

There are no Micro, Small & Medium Enterprises, to whom the Company owes dues, which are outstanding for more than 45 days as at 31st March 2012. This information as required to be disclosed under the Micro, Small & Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company.

## **O Fixed Deposit**

Bank Fixed Deposit to the tune of Rs.1,00,00,000/- have been pledged to HDFC Bank Ltd. for securing Over Draft limit.

Bank Fixed Deposit held to the tune of Rs.1,00,00,000/- in Axis Bank.

Bank Fixed Deposit to the tune of Rs.5,55,000 have been pledged to State Bank of Travancore for securing Bank Guarantee.

## **P Short Term Borrowings**

Short term borrowing as per Balance Sheet Rs.1,47,22,236/-. Actual utilization as per Bank Statement is Rs.72,05,671/- as on 31st March, 2012. The difference between Balance Sheet amount and physical Bank Account is Rs.75,16,765/-. This is due to cheques received and cheques issued which are not credited and debited in Bank Account, AS PER BRS.

## 2. Share Capital

<b>Share Capital</b>	<b>As at 31st March 2012</b>		<b>As at 31st March 2011</b>	
	<b>Number</b>	<b>Amount(Rs)</b>	<b>Number</b>	<b>Amount(Rs)</b>
<b>Authorised Share Capital</b> Equity Shares of Rs.10 each	3,500,000	35,000,000	3,500,000	35,000,000
<b>Issued, Subscribed &amp; Paid Up</b> Equity Shares of Rs.10 each fully paid	3,350,500	33,505,000	3,350,500	33,505,000
<b>Total</b>	<b>3,350,500</b>	<b>33,505,000</b>	<b>3,350,500</b>	<b>33,505,000</b>

The reconciliation of the number of shares outstanding is set out

<b>Particulars</b>	<b>Equity Shares</b>	
	<b>Number</b>	<b>Amount(Rs)</b>
Shares outstanding at the beginning of the year	3,350,500	33,505,000
Shares issued during the year	-	-
Shares outstanding at the end of the year	<b>3,350,500</b>	<b>33,505,000</b>

The details of Shareholders holding more than 5% shares

<b>Name of Shareholder</b>	<b>As at 31st March 2012</b>		<b>As at 31st March 2011</b>	
	<b>No. of Shares</b>	<b>% of Holding</b>	<b>No. of Shares Held</b>	<b>% of Holding</b>
a. AKG Finvest Ltd.	791,400	23.62	791,400	23.62
b. Ashok Kumar Goenka	379,700	11.33	379,700	11.33
c. Banwari Lal Goenka	301,900	9.01	301,900	9.01
d. Rajesh Goenka	-	-	252,000	7.52
<b>Total</b>	<b>1,473,000</b>	<b>43.96</b>	<b>1,725,000</b>	<b>51.48</b>

## 3. Reserve & Surplus

<b>Reserves &amp; Surplus</b>	<b>As at 31st March 2012</b>		<b>As at 31st March 2011</b>	
	<b>Amount(Rs)</b>		<b>Amount(Rs)</b>	
<b>a. General Reserves :</b>				
Balance at the beginning of the year		23,727,515		21,727,515
Add: Additions during the year		2,700,000		2,000,000
Balance at the end of the year		<b>26,427,515</b>		<b>23,727,515</b>
<b>b. Surplus in Statement of Profit &amp; Loss:</b>				
Balance at the beginning of the year		64,815,184		61,858,496
Add: Profit after tax for the year		26,242,055		18,585,810
Amount available for Appropriation		<b>91,057,239</b>		<b>80,444,306</b>
Less: Appropriations:				
Proposed Equity Dividend		11,726,750		11,726,750
Dividend Distribution Tax		1,902,372		1,902,372
Transfer to General Reserve		2,700,000		2,000,000
Total Appropriations		<b>16,329,122</b>		<b>15,629,122</b>
Balance at the end of the year		<b>74,728,117</b>		<b>64,815,184</b>
<b>Total</b>		<b>101,155,632</b>		<b>88,542,699</b>

4 Short Term Borrowings

<u>Short Term Borrowings</u>	As at 31st March 2012	As at 31st March 2011
	Amount(Rs)	Amount(Rs)
<b>Secured:</b>		
<b>Loans repayable on demand</b>		
From Banks	14,722,436	-
(Secured by fixed deposit of HDFC Bank Ltd.; Rs.1,00,00,000/-) (of the above, Loans is guaranteed by Fixed Deposit) (Bank Over draft utilised as per Bank Statement as on 31.03.2012 Rs.72,05,671/- and the difference of Rs.75,16,765/- is Due to cheques issued but not encash by parties as per BRS)		
<b>Total</b>	<b>14,722,436</b>	<b>-</b>

5 Other Current Liabilities

<u>Other Current Liabilities</u>	As at 31st March 2012	As at 31st March 2011
	Amount(Rs)	Amount(Rs)
<b>a. Liabilities for Expenses</b>	1,068,358	457,503
<b>b. Other Liabilities</b>	450,449	77,857
<b>c. Security Deposit</b>	209,158	188,000
<b>d. Tax Deducted at Source</b>	99,206	345,030
<b>e. Unpaid Dividend</b>	496,874	501,246
<b>Total</b>	<b>2,324,045</b>	<b>1,569,636</b>

6 Short Term Provisions

<u>Short Term Provisions</u>	As at 31st march 2012	As at 31st march 2011
	Amount(Rs)	Amount(Rs)
a. Proposed Equity Dividend	11,726,750	11,726,750
b. Dividend Distribution Tax	1,902,372	1,902,372
<b>Total</b>	<b>13,629,122</b>	<b>13,629,122</b>

# N.G .INDUSTRIES LIMITED

## 7.Fixed Assets

	Gross Block		Accumulated Depreciation				Net Block	
	Balance as at 1st April 2011	Balance as at 31st March 2012	Balance as at 1st April 2011	Depreciation for the year	Withdrawn this year	Balance as at 31st March 2012	Balance as at 1st April 2011	Balance as at 31st March 2012
	Amount(Rs)	Amount(Rs)	Amount(Rs)	Amount(Rs)	Amount(Rs)	Amount(Rs)	Amount(Rs)	Amount(Rs)
<b>Tangible Assets</b>								
Air conditioners & Refrigerators	3,322,256	3,503,540	1,927,062	212,921	-	2,139,983	1,395,194	1,363,557
Computers & Printers	4,833,697	5,032,563	4,019,626	362,368	-	4,381,994	814,071	650,569
Electricals & Office Equipments	5,930,143	6,420,276	2,937,878	461,312	-	3,399,190	2,992,265	3,021,086
Fire Safety Equipments	-	437,617	-	5,550	-	5,550	-	432,067
Furniture & Fixtures	14,638,661	19,175,055	7,218,905	1,828,427	-	9,047,332	7,419,756	10,127,723
Land & Building	24,868,313	25,492,723	7,806,387	1,597,887	-	9,404,274	17,061,926	16,088,449
Medical Equipments	34,153,182	36,160,132	22,082,456	2,637,306	-	24,719,762	12,070,726	11,440,370
Motor Vehicles	2,455,112	1,776,470	1,554,912	205,002	577,638	1,182,276	900,200	594,194
<b>Total</b>	90,201,364	97,998,376	47,547,226	7,310,773	577,638	54,280,361	42,654,138	43,718,015

# N.G .INDUSTRIES LIMITED

## 8 Non-Current Investments

Particulars	As at 31st March 2012	As at 31st March 2011
	Amount(Rs)	Amount(Rs)
<b>Other Investment (Refer A below)</b>		
Investment in Equity instruments	79,759,947	78,616,233
<b>Total</b>	<b>79,759,947</b>	<b>78,616,233</b>

### Details of Non-Trade

Name of the Body Corporate (1)	No. of Shares / Units		Amount(Rs)	
	2012	2011	2012	2011
	(2)	(3)	(4)	(5)
<b>a. Investment in Equity Instruments</b>				
<b>Quoted,fully paid-long Term Investments</b>				
GSFC Ltd.	75,000	100,000	12,602,248	16,802,997
IFCI Ltd.	196,000	-	7,197,352	-
Jaiprakash Power Ventures Ltd.	268,000	268,000	11,233,502	11,233,502
Jaiprakash Associates Ltd.	120,000	120,000	10,033,725	10,033,725
Oriental Bank of Commerce	70,000	-	25,997,820	-
Ramkrishna Forgings Ltd.	50,000	50,000	5,392,731	5,392,731
Reliance Industries Ltd.	-	25,000	-	24,678,429
Syndicate Bank	130,000	180,000	7,302,569	10,474,849
<b>Total</b>			<b>79,759,947</b>	<b>78,616,233</b>

Aggegate amounts of Quoted Investments	79,759,947	78,616,233
Market Value of Quoted Investments	99,425,650	109,900,700

## 9 Long Term Loans and Advances

<u>Long Term Loans &amp; Advances</u>	As at 31st March 2012	As at 31st March 2011
	Amount(Rs)	Amount(Rs)
<b>(Unsecured, considered good)</b>		
<b>Security Deposit</b>	9,882,035	9,839,345
<b>Total</b>	<b>9,882,035</b>	<b>9,839,345</b>

## 9 Deferred tax Assets (Net)

### Disclosure under AS 22 for Deferred tax (liability) / asset

In accordance with AS-22 on 'Accounting for taxed on Income' by the Institute of Chartered Accounts of India, net deferred tax, has been accounted for, as detailed below:

Particulars	As at 31st March 2012	As at 31st March 2011
	Amount(Rs)	Amount(Rs)
<b>Deferred Tax Asset:</b>		
Deferred Tax Asset:	1,302,935	1,019,818
<b>Total</b>	<b>1,302,935</b>	<b>1,019,818</b>

# N.G .INDUSTRIES LIMITED

## 11 Inventories

<u>Inventories</u>	As at 31st March 2012	As at 31st March 2011
	Amount(Rs)	Amount(Rs)
<b>Medical Consumables</b>	5,940,522	5,970,352
Postage & Stamps	2,970	2,970
<b>Total</b>	<b>5,943,492</b>	<b>5,973,322</b>

## 12 Trade Receivables

<u>Trade Receivables</u>	As at 31st March 2012	As at 31st March 2011
	Amount(Rs)	Amount(Rs)
<b>(Unsecured, considered good)</b>		
More than six months	-	-
Others	572.869	1,069,893
<b>Total</b>	<b>572.869</b>	<b>1,069,893</b>

## 13 Cash and Bank Balances

<u>Cash and Bank Balance</u>	As at 31st March 2012	As at 31st March 2011
	Amount(Rs)	Amount(Rs)
<b>Balance with Banks:</b>		
In Current Accounts (Due to Reconciliation)	(940,302)	(5,762,963)
Fixed Deposits with banks	20,830,119	631,356
Cash on hand	515,590	430,921
Gratuity Fund Trust Account	1,000	1,000
Unpaid Dividend Account	496,874	501,246
<b>Total</b>	<b>20,903,281</b>	<b>(4,198,440)</b>

## 14 Short Term Loans and Advances

<u>Short Term Loans and Advances</u>	As at 31st March 2012	As at 31st March 2011
	Amount(Rs)	Amount(Rs)
<b>(Unsecured, considered good)</b>		
Others		
Loans and Advances to other parties	948,184	675,298
Prepaid Expenses	364,981	166,234
Staff Advance	162,427	34,989
Service Tax Input	3,361	13,935
Advance Payment of Taxes(Net)	1,774,708	1,381,692
<b>Total</b>	<b>3,253,661</b>	<b>2,272,148</b>

## 15 Revenue from Operations

Particulars	For the year ended 31st March 2012	For the year ended 31st March 2011
	Amount(Rs)	Amount(Rs)
<b>Sale pf Products:</b>		
Medical Centre Revenue	132,671,085	111,727,819
<b>Total</b>	<b>132,671,085</b>	<b>111,727,819</b>

# N.G .INDUSTRIES LIMITED

## 16 Ohter Income

Particulars	For the year ended 31st March 2012	For the year ended 31st March 2011
	Amount(Rs)	Amount(Rs)
Interest Received -Fixed Deposit (On Fixed Deposit TDS.63541/- Previous year Rs.5416/-)	637,972	55,720
Interest Received - others (On Security Deposit TDS.3966/- Previous year Rs.3762/-)	39,656	37,624
Interest Received-Income Tax	-	166,386
<b>Total</b>	<b>677,628</b>	<b>259,730</b>
Dividend Income	2,438,000	1,440,000
Profit on Sales of Investments	9,175,785	5,086,584
Miscellaneous Income	1,200	1,200
Profit(Loss) on Sales of Fixed Assets	(76,003)	(84,609)
<b>Total</b>	<b>12,216,610</b>	<b>6,702,905</b>

## 17 Cost of Materials Consumed

Cost of Materials Consumed	For the year ended 31st March 2012	For the year ended 31st March 2011
	Amount(Rs)	Amount(Rs)
Opening Stock	5,970,352	5,978,386
Add: Purchases	36,917,887	32,503,51
<b>Total</b>	<b>42,888,239</b>	<b>38,481,437</b>
Less:Closing Stock	5,940,522	5,970,352
<b>Cost of Materials Consumed Total</b>	<b>36,947,717</b>	<b>32,511,085</b>

## 18 Employee Benefits Expense

Employee Benefits Expense	For the year ended 31st March 2012	For the year ended 31st March 2011
	Amount(Rs)	Amount(Rs)
(a) Salaries, Wages and Bonus	4,331,264	3,808,557
(b) Staff Welfare Expanses	426,142	335,205
(c) Contribution to Gratuity Fund	73,893	33,869
(d) Contribution to Providend Fund,ESI & Others Funds	649,775	573,090
<b>Total</b>	<b>5,481,074</b>	<b>4,750,721</b>

## 19 Finance Costs

Particulars	For the year ended 31st March 2012	For the year ended 31st March 2011
	Amount(Rs)	Amount(Rs)
Interest Paid on Bank Over Darft- HDFC Bank Ltd.	282,392	-
<b>Total</b>	<b>282,392</b>	<b>-</b>

# N.G .INDUSTRIES LIMITED

## 20 Depreciation and Amortization Expenses

Particulars	For the year ended 31st March 2012	For the year ended 31st March 2011
	Amount(Rs)	Amount(Rs)
Depreciation on Fixed Assets	7,310,773	7,514,650
<b>Total</b>	<b>7,310,773</b>	<b>7,514,650</b>

## 21 Other Expenses

Particulars	For the year ended 31st March 2012	For the year ended 31st March 2011
	Amount(Rs)	Amount(Rs)
Advertisement Charges	336,200	301,190
Annual Maintenance Charges	1,225,195	1,124,523
Auditor's Remuneration		
Statutory Audit Fees	47,191	44,120
Tax Audit Fees	17,697	16,545
Certification Charges	8,824	7,309
Conveyance Expenses	943,674	824,722
Directors' Commission	460,928	410,898
Directors' Remuneration	504,000	480,000
Directors' Sitting Fees	18,000	20,000
Donation Paid	760,000	568,000
Electricity Charges	3,220,988	3,007,565
Insurance Charges	159,555	163,659
Interest Paid –Income Tax	22,540	192,269
Laundry Expenses	366,374	292,976
Linen Expenses	516,824	364,599
Listing Fees	25,500	22,612
Miscellaneous Expenses	1,387,261	1,227,090
OT Complex Maintenance Charges	2,436,854	1,534,771
Printing and Stationery	1,222,023	1,074,084
Professional Service Fees	36,674,971	27,029,342
Rates and Taxes	650,248	581,173
Rent Paid	588,539	585,468
Repairs & Maintenance	2,096,487	1,621,254
Security Charges	247,518	214,569
Service Promotion Expenses	390,125	174,648
Telecommunication Expenses	475,849	416,594
Testing Charges	1,998,384	1,854,896
Travelling Expenses	280,763	171,313
UP-Keep & Maintenance	1,015,508	928,172
Vehicles Up-Keeps	406,602	492,686
Ward Kitchen & Canteen	2,941,710	2,498,078
<b>Total</b>	<b>61,446,332</b>	<b>48,245,125</b>

## Payment to the Auditor

Payments to the Auditor as	For the year ended 31st March 2012	For the year ended 31st March 2011
	Amount(Rs)	Amount(Rs)
a. Auditor		
Statutory Audit Fees	47,191	44,120
Tax Audit Fees	17,697	16,545
b. Certification Charges	8,824	7,309
<b>Total</b>	<b>73,712</b>	<b>67,974</b>

# N.G .INDUSTRIES LIMITED

## 22 Earning per Share (EPS)

Particulars		For the year ended 31st March 2012
Profit after Tax	Rs.	26,242,055
Weighted average number of equity shares outstanding during the year	Nos	3,350,500
Nominal value of equity per share	Rs.	10
Basic/ diluted earning per share(EPS)	Rs	7.83

## 23 Disclosers of related party transactions (as identified & certified by the management):

As per Accounting Standard-18-' Related Party Disclosers' issued by the Institute of Chartered Accounts of India, the names of the related parties are given below:

### a Associates / Joint Venture Concerns

#### b Key Management Personnel

- |                               |                       |
|-------------------------------|-----------------------|
| (a) Mr. Ashok Kumar Goenka    | (Chairman)            |
| (b) Mr. Banwari Lal Goenka    | (Director)            |
| (c) Mr. Rajesh Goenka         | (Whole-Time-Director) |
| (d) Dr. Subash R. Kamath      | (Director)            |
| (e) Mr. Rajkumar Bajoria      | (Director)            |
| (f) Mr. Ashok Bhat            | (Whole-Time-Director) |
| (g) Mr. Jagdish Chand Kumbhat | (Director)            |
| (h) Mr. Vinod Kumar Singhi    | (Director)            |

#### c Relatives of Key Management Personal

- (a) Ashok Kumar Goenka & Others (HUF)
- (b) Banwari Lal Goenka & Sons (HUF)
- (c) Rajesh Goenka & Others (HUF)

#### d Transaction with related parties during the year

Nature of Transaction	Amount in Rs			
	Joint venture Concern/WOS	Key Management Personnel	Relatives of Key Management Personnel	Enterprise owned or significantly influenced by key Management Personnel and their relatives
Managerial remuneration paid	-	1,025,408	-	-
Directors' Setting Fees	-	18,000	-	-
Dividend Paid	-	3,301,200	-	-
Advance paid	-	50,000	-	-
Rent Paid	-	-	540,000	-

#### e Balance with Related Parties at the end of the year

Nature of Transaction	Joint venture Concern/WOS	Key Management Personnel	Relatives of Key Management Personnel	Enterprise owned or significantly influenced by key Management Personnel and their relatives
Advance Paid	-	50,000	-	-

24 Investments Purchased and Sold during the year

Particulars of goods	For the year ended March 31				
	2012		2011		
	Nos	Value(Rs)	Nos	Value(Rs)	
Shares & Securities Purchased	Face value				
1. IFCL Ltd	10	196000	7,197,352	-	-
2. Jaiprakash Power Ventures Ltd.	10	-	-	268000	11,233,502
3. Jaiprakash Associates Ltd.	2	-	-	120000	10,033,725
4. Oriental Bank of Commerce	10	70000	25,997,820	-	-
5. Ramkrishna Forgings Ltd.	10	-	-	50000	5,392,731
6. Syndicate Bank	10	-	-	16900	1,581,488
<b>Total</b>		<b>266000</b>	<b>33,195,172</b>	<b>454900</b>	<b>28,241,406</b>
<b>Shares &amp; Securities Sold</b>					
1. GSFC Ltd	10	25000	10,306,207	50000	18,194,555
2. Ramkrishna Forgings Ltd.	10	-	-	50000	5,380,315
3. Reliance Industries Ltd.	10	25000	25,321,842	-	-
4. Syndicate Bank	10	50000	5,599,131	-	-
<b>Total</b>		<b>100000</b>	<b>41,227,243</b>	<b>100000</b>	<b>23,574,870</b>

25 Previous year's figures have been regrouped/ rearranged, wherever necessary.

26 Figures in the bracket relate to previous year.

27 Figures have been rounded off to nearest rupee.

As per our report of even date attached  
 For M.R.SINGHWI & CO.  
 Chartered Accountants  
 Firm Registration No. 312121E

For and on behalf of the Board of Directors

Ashok Kumar Goenka  
 Chairman

CA B K PODDAR

Partner  
 Membership No.054613

Rajesh Goenka  
 Director

Place : Kolkata  
 Date : 30th day of May ,2012

Ashok Bhat  
 Director

**N.G INDUSTRIES LIMITED**

**Registered Office : 17, CHITTARANJAN AVENUE, KOLKATA – 700072**

**ATTENDANCE SLIP**

**to be surrendered at the time of delivery**

Folio No. / Client ID: ..... No. of Shares .....

Name of Member / Proxy: .....

I hereby record my presence at the 18th Annual General Meeting of the Company of 29th September, 2012 at 11:00 a.m at Community Hall, Jay Jayanti Building, 2A Mandeville Gardens, Kolkata – 700 019

Member's / Proxy's Signature

Notes:

- 1. Members are requested to produce the above attendance slip, duly signed in accordance with their Specimen signatures registered with the Company, for admission to the Meeting.
- 2. Members are informed that no duplicate attendance slips will be issued at the hall.

.....TEAR

**N.G INDUSTRIES LIMITED**

**Registered Office : 17, CHITTARANJAN AVENUE, KOLKATA – 700072**

**FORM OF PROXY**

I/We ..... of .....being a Member(s) of N.G INDUSTRIES LIMITED, hereby appoint ..... of ..... or failing him/her ..... of ..... or failing him/her ..... of ..... as my/our proxy to attend and vote for me/us on my/our behalf at the 18th Annual General Meeting of the Company on 29th September, 2012 at 11:00 a.m at Community Hall, Jay Jayanti Building, 2A Mandeville Gardens, Kolkata – 700 019 and at any adjournment thereof.

Signed the ..... day of ..... 2012

Folio No./Client ID: .....

Name: .....

Address: .....

Note: The form of Proxy should be deposited at the Registered Office of the Company not less than forty – eight hours before the Meeting.