

Directors :

Shri Vijay Mal Lodha

Shri Jhanwar Lal Sipani

Shri Navrattan Mal Goliya

Smt. Pramila Goliya

Shri Chand Mal Goliya - Wholetime Director

Auditors :

CHHAJED & DOSHI

Chartered Accountants

Mumbai

Bankers :

ICICI Bank, Kolkatta

Canara Bank , Mumbai

Registered Office :

(a) **(Upto 29th June 2011)**

7, Sarat Bose Road

4 th Floor , Flat 4 B

Kolkata - 700 020

(b) **with effect from 30th June 2011**

G-17 , Bharat Industrial Estate

T.J. Road , Sewree

Mumbai – 400 015

Mumbai Office :

A -72 ,CHINAR Apartment,

R.A.K.ROAD

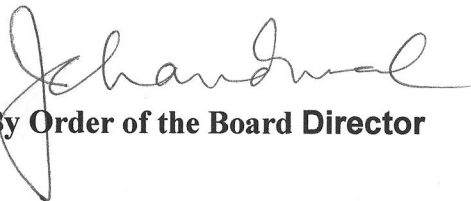
WADALA ,MUMBAI -400031

NOTICE

NOTICE IS HEREBY GIVEN THAT THE 29TH ANNUAL GENERAL MEETING OF THE SHAREHOLDERS OF "KUSAM ELECTRICAL INDUSTRIES LIMITED" WILL BE HELD ON FRIDAY, SEPTEMBER 28, 2012 AT 11.00 A.M. AT THE REGISTERED OFFICE OF THE COMPANY SITUATED AT G-17, BHARAT IND. ESTATE, T.J.ROAD, SEWREE, MUMBAI - 400 015

ORDINARY BUSINESS :

1. To receive, consider and adopt the audited Balance Sheet as at, and the statement of Profit and loss for the financial year ended 31st March, 2012 together with the Directors' Report and the auditor's Report thereon.
2. To appoint a director in place of Shri. Jhanwarlal Sipani, who retires by rotation and being eligible, offer himself for re-appointment.
3. To appoint a director in place of Shri. Chandmal Goliya, who retires by rotation and being eligible, offer himself for re-appointment.
4. To appoint Auditors to hold office from the conclusion of this meeting until the conclusion of the next Annual General Meeting and to fix their remuneration.


By Order of the Board 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 and such a proxy need not be a member of the company
2. Proxies in order to be effective must be deposited at the registered office of the company not later than 48 hours before commencement of the meeting. Proxies submitted on behalf of limited companies, societies, etc. must be supported by appropriate resolution / authority.
3. The Register of Member of the Company in respect of Equity Shares will remain closed from 21st September 2012 to 28th September 2012 both the days inclusive

KUSAM ELECTRICAL INDUSTRIES LIMIED

DIRECTORS' REPORT

To
The Members,

Your Directors have pleasure in presenting to you the 29th Annual Report and the Audited Statement of Accounts of the Company for the year ended 31st March, 2012.

PERFORMANCE OF THE COMPANY

This year's working shows an improvement in Sales, including Exports, as compared to previous year. The Global Competition in the Company Products affects the Profitability of the Company. The Global Economic Environment has affected the expansion plans in many sectors of the Indian Economy resulting in a tough year ahead for the company.

However continued efforts are being made to improve the sales by introducing new products in the same segment.

	Year Ended 31.3.2012	Year Ended 31.3.2011
FINANCIAL RESULTS	Rs.	Rs.
Profit/Loss before Tax	32,78,411	34,56,004
Less Provision for Taxation & FBT	(10,85,000)	(11,00,000)
Less : Deferred Tax Liability	60816	(787)
(Excess)/Short provision for Earlier years	(26,766)	(80,690)
Add: Balance Brought forward from Previous Year	11,174,629	87,38,722
Balance Carried to next year	13,455,622	11,174,629

DIVIDEND

No Dividend has been recommended in order to augment the resources of the Company.

DIRECTORS

Shri. Chandmal.P.Goliya and Shri. J.L.Sipani retire by rotation and being eligible offer themselves for re-appointment.

AUDITORS' OBSERVATIONS

The observations made by the Auditors in their report are self-explanatory and needs no further clarifications.

DIRECTOR'S RESPONSIBILITY STATEMENT

In terms of Section 217(2AA) of the Companies Act, 1956. your Directors state that :-

- A) In the preparation of annual accounts under review the applicable accounting standards have been followed.
- B) Appropriate accounting policies were selected and applied consistently and reasonable prudent judgments and estimates were so made as to give a true and fair view of the state of affairs of the Company at the end of the financial year under review and of the profit or loss of the Company.
- C) Proper and sufficient care was taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- D) The Annual Accounts are prepared on a going concern basis.

COMPLIANCE CERTIFICATE

In accordance with Section 383A of the Companies Act, 1956, and Companies (Compliance Certificate) Rules, 2002 the Company has obtained a certificate from a Secretary in the whole time practice, confirming that the Company has complied with all the provisions of the Companies Act, 1956.

OTHER STATUTORY INFORMATION

The Company has no activities relating to conservation of energy and absorption of Technology. There was Foreign Exchange earning on account of Export Sale of Rs 8,35,077/- (Rs. 2,90,188/-) and the outgo during the year was Rs. 16,415,894/-(Rs. 12,702,254/-) by way of imports and Rs. NIL (Rs. 4,50,425/-) by way of Traveling .

(Figures indicated in the bracket are of previous year.)

EMPLOYEES

None of the employees is covered by the provisions of Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 and therefore no details have been furnished as part of this report.

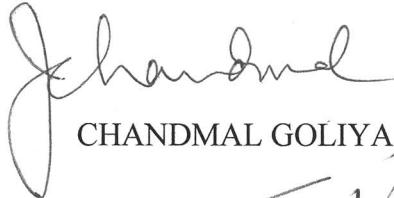
LISTING

Your Company's Shares are listed with The Calcutta Stock Exchange Association Ltd. and Bombay Stock Exchange Ltd. The Company is regular in paying the listing fees.

AUDITORS

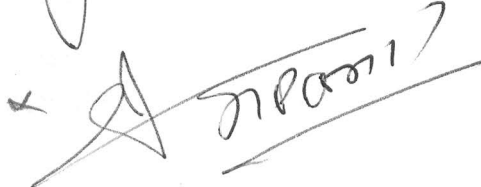
M/s CHHAJED & DOSHI, Chartered Accountants, Mumbai, the Auditors of the Company retire at the conclusion of the forthcoming Annual General Meeting and are eligible for re-appointment.

Registered Office:
G-17, Bharat Ind. Estate
T.J.Road, Sewree
Mumbai – 400015
Date: 06-09-2012



CHANDMAL GOLIYA

Whole time Director



Director

AUDITORS' REPORT

To
The Members,
KUSAM ELECTRICAL INDUSTRIES LIMITED

1. We have audited the attached Balance Sheet of **M/S KUSAM ELECTRICAL INDUSTRIES LIMITED** ("the Company") as at 31st March, 2012 and the related Statement of Profit and 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.
2. 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 mis-statements. 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 statements presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003 (As Amended) issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order to the extent applicable to the Company.
4. Attention is drawn to note no 26 wherein the company has not complied with various conditions as stipulated in the listing agreement.
5. Further to our comments in the Annexure referred to in paragraph 3 and 4 above, we report that:
 - (i) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit ;
 - (ii) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books ;
 - (iii) The Balance Sheet, Statement of Profit & Loss and Cash flow statement dealt with by this report are in agreement with the books of account ;
 - (iv) In our opinion, the Balance Sheet, Statement of Profit and Loss and Cash Flow statement dealt with by this report comply with the Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956;
 - (v) On the basis of written representations received from the directors, as on 31 March 2012 and taken on record by the Board Of Directors, none of the directors is disqualified on 31 March 2012 from being appointed as director in terms of clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956.

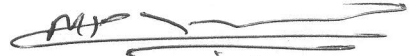


(vi) In our opinion and to the best of our information and according to explanations given to us the annexed accounts give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view :-

- (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 Statement of Profit & 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.

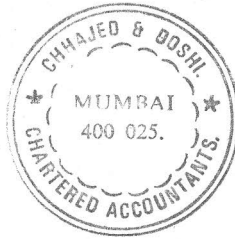
Place: Mumbai

For CHHAJED & DOSHI.
CHARTERED ACCOUNTANTS
Firm Registration No : 101794 W



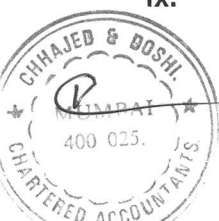
M.P. Chhajed
Partner
(Membership No. 49357)

Date : 6th September 2012



Annexure to Auditors' Report
(Referred to in paragraph 3 of our report of even date)

- i.
 - a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed Assets.
 - b) All the fixed assets of the company have been physically verified during the year by the management and no material discrepancies between the book records and the Physical inventory have been noticed.
 - c) In our opinion and according to the information and explanation given to us, the Company has not disposed off a substantial part of fixed assets during the year.
- ii.
 - a) The inventory has been physically verified during the year by the management at periodical intervals. In our opinion, the frequency of verification is reasonable.
 - b) In our opinion and according to the information and explanation given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
 - c) In our opinion and according to the information and explanations given to us and on the basis of our examination of records of inventory, the Company is maintaining proper records of inventory.
- iii. As informed to us, the Company has neither granted nor taken any loans, secured or unsecured, to/from companies, firms or other parties covered in the Register maintained under Section 301 of the Companies Act, 1956. Consequently, reporting under clause (iii)(b), (iii)(c), (iii)(d), (iii)(f), (iii)(g) of paragraph 4 of the Order is 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 sale of goods and services.
- v. Based on the audit procedures applied by us and according to the information, provided to us by the management, we are of the opinion that the transactions that need to be entered into the register maintained under Section 301 have been entered and the transactions are made at the prices which are reasonable with regard to the prevailing market prices at the relevant time.
- vi. The Company has not accepted any deposits from the public within the meaning of Section 58A of the Companies Act, 1956 and the rules framed there under. Therefore, the provisions of section 58AA or any other relevant provision of the Act are not applicable to the Company.
- vii. The internal audit procedures in the Company commensurate with the size and nature of its activities being carried on by the Company.
- viii. Since the company is not a manufacturing company, provisions for maintenance of cost records under section 209(1)(d) of the Companies Act, 1956 are not applicable to the company.
- ix.
 - a) According to the information and explanation given to us and the books and records as produced and examined by us, in our opinion, the Company is generally regular in depositing undisputed statutory dues including Sales tax, income tax, wealth tax, service tax, custom duty, cess, excise duty, provident fund, employee's state insurance, investor education & protection fund and other material statutory dues as applicable with appropriate authorities.



b) According to the information and explanation given to us and the records of the company, there have been no dues in respect of Sales Tax, Income Tax, Custom Duty, Wealth Tax, Excise Duty, Cess and Service Tax etc. which have not been deposited on account of any dispute.

- x. The Company had not incurred any cash losses both in the financial year under report and during the immediately preceding financial year.
- xi. Based on our procedures and on the basis of information and explanations given by the management, in our opinion the Company has not defaulted in repayment of dues to a financial institution and banks.
- xii. The company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures, stock and other securities.
- xiii. In our opinion, considering the nature of activities carried on by the Company during the year, the provisions of any special statute applicable to chit fund, nidhi or mutual benefit fund/ societies are not applicable to the Company.
- xiv. In our opinion and according to the information and explanation gives to us, the company is not dealing in or trading in shares, securities, debentures and other investments.
- xv. According to the information and explanations provided to us, the Company has not issued any guarantee for loans taken by others from banks or financial institutions.
- xvi. The company has not obtained any term loan, hence the question of reporting on the purpose of its application does not arise.
- xvii. On the basis of our examinations of the books of accounts and the explanations and information's provided to us, in our opinion, the funds raised on short term basis have not been used for long term investment.
- xviii. The Company has not made any preferential allotment of shares during the year to parties and companies covered in the register maintained under Section 301 of the Act.
- xix. The Company has not issued any debentures and hence clauses 4(xix) of the Companies (Auditor's Report) Order, 2003 is not applicable to the Company.
- xx. During the year covered by our report the Company has not raised any money by way of public issue.
- xxi. During the course of our examination of the books of account carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanation given to us, we have neither come across any instances of fraud on or by the Company nor have we been informed of such cases by the management.

Place: Mumbai

For CHHAJED & DOSHI.
CHARTERED ACCOUNTANTS
Firm Registration No : 101794 W



M.P. Chhajed
Partner
(Membership No. 49357)

Date : 6th September 2012



KUSAM ELECTRICAL INDUSTRIES LIMITED

Balance Sheet as at 31 March, 2012

Particulars		Note No.	As at 31 March, 2012	As at 31 March, 2011
			₹	₹
A	EQUITY AND LIABILITIES			
1	Shareholders' funds			
	(a) Share capital	3	2,400,000	2,400,000
	(b) Reserves and surplus	4	13,455,622	11,174,629
			15,855,622	13,574,629
2	Non-current liabilities			
	(a) Long-term borrowings		NIL	NIL
	(b) Other long-term liabilities	5	175,592	200,592
	(c) Long-term provisions	6	63,205	611,254
			238,797	811,846
3	Current liabilities			
	(a) Short-term borrowings	7	414,589	51,071
	(b) Trade payables	8	416,378	743,514
	(c) Other current liabilities	9	1,589,199	1,580,265
	(d) Short-term provisions	10	825,333	13,413
			3,245,498	2,388,264
	TOTAL		19,339,918	16,774,738
B	ASSETS			
1	Non-current assets			
	(a) Fixed assets			
	(i) Tangible assets	11	5,814,120	5,049,999
	(ii) Intangible assets		NIL	NIL
	(iii) Capital work-in-progress		NIL	NIL
	(iv) Intangible assets under development		NIL	NIL
	(v) Fixed assets held for sale		NIL	NIL
			5,814,120	5,049,999
	(b) Non-current investments	12	255	256
	(c) Deferred tax assets (net)	39	357,122	296,306
	(d) Long-term loans and advances	13	53,521	70,599
	(e) Other non-current assets		NIL	NIL
			410,898	367,161
2	Current assets			
	(a) Current investments		NIL	NIL
	(b) Inventories	14	7,718,074	7,230,527
	(c) Trade receivables	15	1,708,760	1,108,673
	(d) Cash and Bank balances	16	750,139	967,096
	(e) Short-term loans and advances	17	2,369,048	2,025,725
	(f) Other current assets	18	568,878	25,557
			13,114,899	11,357,578
	TOTAL		19,339,918	16,774,738
	See accompanying notes forming part of the financial statements	2		

In terms of our report attached.

For CHHAJED & DOSHI
Chartered Accountants
(Firm Ref. No. 101794 W)

M.P. CHHAJED
Partner
Membership No: 049357



For and on behalf of the Board of Directors of
KUSAM ELECTRICAL INDUSTRIES LTD.

CHANDMAL P. GOLIYA
Wholtime Director

Director

Place : Mumbai
Date : 6th September 2012

KUSAM ELECTRICAL INDUSTRIES LIMITED
Statement of Profit and Loss for the year ended 31 March, 2012

Particulars		Note No.	For the year ended 31 March, 2012	For the year ended 31 March, 2011
			₹	₹
CONTINUING OPERATIONS				
1	Revenue from operations	19	36,889,462	32,618,161
2	Other income	20	68,389	200,511
3	Total revenue (1+2)		36,957,851	32,818,672
4	Expenses			
	(a) Purchases of stock-in-trade	21	20,481,935	16,577,397
	(b) Changes in inventories of stock-in-trade	22	(505,192)	186,961
	(c) Employee benefits expense	23	3,016,308	2,299,677
	(d) Finance costs	24	26,413	73,668
	(e) Depreciation and amortisation expense	11	627,110	622,480
	(f) Other expenses	25	10,032,867	9,602,484
	Total expenses		33,679,440	29,362,667
5	Profit before exceptional and extraordinary items and tax (3 - 4)		3,278,411	3,456,005
6	Exceptional items		-	-
7	Profit before extraordinary items and tax (5 ± 6)		3,278,411	3,456,005
8	Extraordinary items		-	-
9	Profit before tax (7 ± 8)		3,278,411	3,456,005
10	Tax expense:			
	(a) Tax expense for current year		1,085,000	1,100,000
	(c) Tax expense relating to prior years		(26,766)	(80,690)
	(d) Net current tax expense		1,058,234	1,019,310
	(e) Deferred tax		(60,816)	787
			997,418	1,020,097
11	Profit / (Loss) for the year		2,280,993	2,435,908
12	Earnings per share (of Rs.10/- each)	38	9.50	10.15
See accompanying notes forming part of the financial statements		2		

In terms of our report attached.

For CHHAJED & DOSHI
Chartered Accountants
(Firm Ref. No. 101794 W)

M.P.CHHAJED
Partner
Membership No: 049357

Place : Mumbai
Date : 6th September 2012



**For and on behalf of the Board of Directors of
KUSAM ELECTRICAL INDUSTRIES LTD.**

CHANDMAL P. GOLIYA
Wholetime Director

Director

KUSAM ELECTRICAL INDUSTRIES LIMITED
Cash Flow Statement for the year ended 31 March, 2012

Particulars	For the year ended 31 March, 2012		For the year ended 31 March, 2011	
	₹	₹	₹	₹
A. Cash flow from operating activities				
Net Profit / (Loss) before extraordinary items and tax		3,278,411		3,456,005
<u>Adjustments for:</u>				
Depreciation and amortisation	627,110		622,480	
(Profit) / loss on sale / write off of assets	-		9,547	
Finance costs	26,413		73,668	
Interest income	(18,056)		12,732	
Liabilities / provisions no longer required written back	(37,994)		(182,910)	
Provision for Gratuity	263,546		87,400	
Provision for Leave Salary	325		5,925	
Net unrealised exchange (gain) / loss	(12,339)		7,037	
Operating profit / (loss) before working capital changes		849,005		635,879
<u>Changes in working capital:</u>		4,127,415		4,091,884
<u>Adjustments for (increase) / decrease in operating assets:</u>				
Inventories	(487,548)		80,616	
Trade receivables	(612,426)		55,346	
Short-term loans and advances	(343,323)		(315,892)	
Long-term loans and advances	14,780		-	
Other Current Assets	(543,320)		-	
<u>Adjustments for increase / (decrease) in operating liabilities:</u>				
Other long term liabilities (Incentives)	(25,000)		-	
Trade payables	(365,131)		(316,421)	
Other current liabilities	8,933		-	
Taxes Paid		(2,353,035)		(496,351)
Net cash flow from / (used in) operating activities (A)		(1,193,669)		(1,153,497)
B. Cash flow from investing activities		580,710		2,442,036
Proceeds from sale of fixed assets	-		135,785	
Interest Income	18,056		17,601	
Capital expenditure on fixed assets	(1,391,230)		(1,325,339)	
Net cash flow from / (used in) investing activities (B)		(1,373,174)		(1,171,953)
C. Cash flow from financing activities				
Proceeds from other short-term borrowings(Net)	363,518		(1,059,108)	
Finance cost	(26,413)		(73,668)	
Net cash flow from / (used in) financing activities (C)		337,105		(1,132,776)
Net increase / (decrease) in Cash and cash equivalents (A+B+C)		(455,358)		137,307
Cash and cash equivalents at the beginning of the year		967,096		413,710
Cash and cash equivalents at the end of the year		511,739		551,017
Reconciliation of Cash and cash equivalents with the Balance Sheet:				
Cash and cash equivalents as per Balance Sheet (Refer Note 16)		750,139		967,096
Less: Bank balances not considered as Cash and cash equivalents as defined in AS 3 Cash Flow Statements (give details)		238,400		416,079
Net Cash and cash equivalents (as defined in AS 3 Cash Flow Statements) included in Note 16		511,739		551,017
Add: Current investments considered as part of Cash and cash equivalents (as defined in AS 3 Cash Flow Statements)		-		-
Cash and cash equivalents at the end of the year *		511,739		551,017
* Comprises:				
(a) Cash on hand	498,022		480,100	
(b) Balances with banks				
(i) In current accounts	13,717		70,917	
(c) Current investments considered as part of Cash and cash equivalents	-		-	
		511,739		551,017

Notes:

- (i) The Cash Flow Statement reflects the cash flows pertaining to continuing operations.
(ii) These earmarked account balances with banks can be utilised only for the specific identified purposes.

See accompanying notes forming part of the financial statements

As per our report of even date attached

For CHHAJED & DOSHI
Chartered Accountants
(Firm Ref. No. 101794 W)

M.P.CHHAJED
Partner
Membership No: 049357
Place : Mumbai
Date : 6th September 2012



For and on behalf of the Board of Directors of
KUSAM ELECTRICAL INDUSTRIES LTD.

CHANDMAL P. GOLIYA
Wholetime Director

Director

Note	Particulars
1	Corporate information Kusam Electrical Industries Ltd. is listed company having its shares listed at Bombay stock Exchange & Calcutta Stock Exchange. The company is importer and trader in Digital Multimeters & Clampmeters in Indian industry.
2	Significant accounting policies
2.1	Basis of accounting and preparation of financial statements The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006 (as amended) and the relevant provisions of the Companies Act, 1956. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.
2.2	Use of estimates The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognized in the periods in which the results are known or materialized.
2.3	Inventories In respect of inventories, Stock of Trading Goods is valued at lower of cost or market value and Packing Material is valued at cost.
2.4	Cash and cash equivalents (for purposes of Cash Flow Statement) Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.
2.5	Cash flow statement Cash flows are reported using the indirect method, whereby profit before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.
2.6	Tangible fixed assets Fixed assets are carried at cost less accumulated depreciation and impairment losses, if any. The cost of fixed assets includes interest on borrowings attributable to acquisition of qualifying fixed assets up to the date the asset is ready for its intended use and other incidental expenses incurred up to that date.
2.7	Depreciation and amortisation The Company provides depreciation as per written down value method at the rates prescribed in Schedule XIV to The Companies Act, 1956. On additions / deletions to the fixed assets made during the year, depreciation is provided on pro-rata basis. Depreciation @ 100% is provided on assets costing less than Rs. 5,000/-.
2.8	Revenue recognition <u>Sale of goods</u> Sales are recognised on transfer of significant risks and rewards of ownership to the buyer, which generally coincides at the time of dispatch of goods to the buyer. <u>Income from services</u> Revenues from services are recognised when such services are rendered.
2.9	Other income Interest income is accounted on accrual basis. Dividend income is accounted for when the right to receive it is established.
2.10	Foreign currency transactions and translations Foreign currency transactions are accounted at the rates prevailing on the date the transaction takes place. Foreign currency assets and liabilities at the year-end are restated at the prevailing exchange rates and any difference is recognized in the Profit and Loss Account except in cases where they relate to the acquisition of qualifying fixed assets in which case they are adjusted to the carrying cost of such assets.
2.11	Investments Long-term investments are valued at cost. However, provision for diminution is made to recognize a decline, other than temporary, in the value of such investment, such reduction being determined and made for each investment individually.
2.12	Employee benefits Short term employee benefits are recognized as an expense at the undiscounted amounts in the Profit and Loss account of the year in which the related service is rendered. <u>Defined benefit plans</u> Provision for gratuity and leave salary is made on the basis of actuarial valuation.



Note	Particulars
2.13	Borrowing costs Borrowing costs attributable to the acquisition of qualifying Assets are capitalized, all other borrowing costs are charged off to the Profit and Loss Account.
2.14	Segment reporting The Company operates in single business segment of Electrical & Electronics Measuring Instruments.
2.15	Earnings per share Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) as adjusted for dividend, interest and other charges to expense or income relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares
2.16	Taxes on income Tax on income for the current period is determined on the basis of the taxable income computed in accordance with the provisions of Income Tax Act, 1961. Deferred Tax is recognized on timing differences between accounting income and taxable income for the year, and based on the rates of tax as per law enacted or substantively enacted as on the balance sheet date. Deferred tax assets is recognized and carried forward, subject to consideration of prudence, to the extent that there is a reasonable certainty of its realization.
2.17	Impairment of assets Impairment loss is recognized wherever the carrying amount of an asset is in excess of its recoverable amount and the same is charged to the Profit and Loss Account in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.
2.18	Provisions and contingencies A Provision is made based on a reliable estimate when it is probable that an outflow of resources embodying economic benefits will be required to settle an obligation. Contingent Liabilities, if material, are disclosed by way of notes to accounts. Contingent Assets are not recognized or disclosed in the financial statements.



John *BN*

Note 3 Share capital

Particulars	As at 31 March, 2012		As at 31 March, 2011	
	Number of shares	₹	Number of shares	₹
(a) Authorised Equity shares of Rs. 10/- each	250,000	2,500,000	250,000	2,500,000
(b) Issued, Subscribed and fully paid up Equity shares of Rs. 10/- each	240,000	2,400,000	240,000	2,400,000
Total	240,000	2,400,000	240,000	2,400,000

Refer Notes (i) to (viii) below

Notes:

(i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:

Particulars	Opening Balance	Fresh issue	Buy back	Closing Balance
Equity shares				
Year ended 31 March, 2012				
- Number of shares	240,000	-	-	240,000
- Amount (Rs.)	2,400,000	-	-	2,400,000
Year ended 31 March, 2011				
- Number of shares	240,000	-	-	240,000
- Amount (Rs.)	2,400,000	-	-	2,400,000

The Company has neither issued bonus shares nor bought back any equity shares during the last 5 years.

(ii) Rights & Restrictions attached to shares

(a) The Company has only one class of share capital namely Equity Shares having face value of Rs 10/-each. The equity shares have right, preferences and restrictions which are in accordance with the provisions of law, in particular the Companies Act, 1956.

(b) In respect of every equity share (whether fully paid or partly paid except where calls are in arrears), voting right shall be in the same proportion as the capital paid up on such equity share bears to the total paid up equity capital of the company.

(c) The dividend proposed by Board Of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend.

(d) In the event of liquidation, the shareholders of equity shares are eligible to receive the remaining assets of the company after distribution of all preferential amounts, in proportion to their shareholdings.

(iii) Details of shares held by the holding company, the ultimate holding company, their subsidiaries and associates: **NIL**

(iv) Details of shares held by each shareholder holding more than 5% of the Aggregate Shares in the Company

Class of shares / Name of shareholder	As at 31 March, 2012		As at 31 March, 2011	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Equity shares				
Chandmal Goliya	61,300	25.54	61,300	25.54
Jhanwarlal Sipani	39,500	16.46	39,500	16.46
Nandita Goliya	27,700	11.54	27,700	11.54
Abhay Kumar Goliya	20,000	8.33	20,000	8.33
Kamal Goliya	18,350	7.65	18,350	7.65
Paras Electronics Pvt. Ltd.	18,350	7.65	18,350	7.65
Suraj Instruments Pvt. Ltd.	15,000	6.25	15,000	6.25

(v) As at 31 March, 2012 - **NIL** shares (As at 31 March, 2011 **NIL** shares) were reserved for issuance.

(vi) Aggregate number and class of shares allotted as fully paid up pursuant to contract(s) without payment being received in cash, bonus shares and shares bought back for the period of 5 years immediately preceding the Balance Sheet date: **NIL**

(vii) Details of calls unpaid - **NIL**

(viii) Details of forfeited shares - **NIL**



Two handwritten signatures in black ink.

Note 4 Reserves and surplus

Particulars	As at 31 March, 2012	As at 31 March, 2011
	₹	₹
(a) Surplus in Statement of Profit and Loss		
Opening balance	11,174,629	8,738,721
Add: Profit for the year	2,280,993	2,435,908
Total	13,455,622	11,174,629

Note 5 Other long-term liabilities

Particulars	As at 31 March, 2012	As at 31 March, 2011
	₹	₹
(a) Others:		
(i) Trade deposits received	175,592	200,592
Total	175,592	200,592

Note 6 Long-term provisions

Particulars	As at 31 March, 2012	As at 31 March, 2011
	₹	₹
(a) Provision for employee benefits:		
(i) Provision for leave salary	13,467	-
(ii) Provision for gratuity	49,738	611,254
Total	63,205	611,254

Note 7 Short-term borrowings

Particulars	As at 31 March, 2012	As at 31 March, 2011
	₹	₹
(a) Loans repayable on demand		
From banks		
Secured	414,589	51,071
Total	414,589	51,071

Notes:

(i) Details of security for the secured short-term borrowings:

Particulars	As at 31 March, 2012	As at 31 March, 2011
	₹	₹
<u>Loan repayable on demand from banks:</u>		
Canara Bank Cash Credit *	414,589	51,071
(Secured by Hypothecation of Inventory and Books Debts and personally Guaranteed by three Directors of Company)		
Total - From banks	414,589	51,071

* The Company does not have any continuing default in repayment of loan and interest as on the balance sheet date.

Note 8 Trade payables

Particulars	As at 31 March, 2012	As at 31 March, 2011
	₹	₹
Trade payables	416,378	743,514
Total	416,378	743,514

Note 9 Other current liabilities

Particulars	As at 31 March, 2012	As at 31 March, 2011
	₹	₹
Other payables		
(i) Statutory remittances	280,779	235,687
(ii) Advances against order	36,813	96,197
(ii) Advances from customers	141,969	67,225
(iv) Employee Related	575,241	446,146
(v) Other payables	554,397	735,011
Total	1,589,199	1,580,265

Note 10 Short-term provisions

Particulars	As at 31 March, 2012	As at 31 March, 2011
	₹	₹
(a) Provision for employee benefits:		
(i) Provision for leave salary	271	13,413
(ii) Provision for gratuity	825,062	-
Total	825,333	13,413



[Handwritten signatures]

KUSAM ELECTRICAL INDUSTRIES LIMITED
Notes forming part of the financial statements

Note 11 Fixed assets

(Amount in Rs.)

Fixed Assets	Gross Block			Accumulated Depreciation				Net Block	
	Balance as at 1st April 2011	Additions	Disposals	Balance as at 31st March 2012	Balance as at 1st April 2011	Depreciation expense for the year	Eliminated on disposal of assets	Balance as at 31st March 2012	Balance as at 1st April 2012
Tangible Assets (Owned)									
(a) Air Conditioners	113,045	-	-	113,045	10,691	14,237	-	24,928	88,117
(b) Office Premises	3,046,908	1,158,020	-	4,204,928	342,622	158,983	-	501,605	3,703,323
(c) Furniture and Fixtures	1,208,356	96,857	-	1,305,213	730,809	92,148	-	822,957	482,256
(d) Electrical Fittings	22,516	-	-	22,516	3,794	3,389	-	7,183	15,333
(e) Office equipment	641,623	51,500	-	693,123	258,209	56,214	-	314,423	378,700
(f) Computers	381,132	84,853	-	465,985	212,898	78,052	-	290,950	175,035
(g) Testing Equipment	1,011,757	-	-	1,011,757	180,068	129,910	-	309,978	701,779
(h) Vehicles *	1,313,563	-	-	1,313,563	949,810	94,176	-	1,043,986	269,577
Total	7,738,900	1,391,230	-	9,130,130	2,688,901	627,110	-	3,316,010	5,814,120
Previous Year	6,549,347	1,325,339	(135,785)	7,738,900	2,192,659	622,480	(126,238)	2,688,901	5,049,999
									4,356,688

* Two of the vehicles are being held in the name of the Whole time director in trust for and on behalf of the Company.



(Signature)

KUSAM ELECTRICAL INDUSTRIES LIMITED
Notes forming part of the financial statements

Note 12 Non-current investments

Particulars	As at 31 March, 2012	As at 31 March, 2011
Other Investments		
UnQuoted		
50 Shares of The Vaibhav Co-op Bank Ltd. of Rs.25/- each fully paid up (At written down value)	-	1
5 Shares of The Mahakant Owners Association Ahmedabad of Rs.51/- each fully paid up (At Cost)	255	255
Total	255	256
Aggregate Value of Unquoted Investment	255	256

Note 13 Long-term loans and advances

Particulars	As at 31 March, 2012	As at 31 March, 2011
Unsecured, considered good		
(a) Security deposits	12,070	12,070
(b) Loans and advances to employees	-	14,780
(c) Advance income tax (Net of provisions)	41,451	43,749
Total	53,521	70,599

Note 14 Inventories

(At lower of cost and net realisable value)

Particulars	As at 31 March, 2012	As at 31 March, 2011
(a) Stock-in-trade	7,269,165	6,763,974
(b) Consumable Stores and spares	124,975	85,946
(c) Packing Material	323,934	380,607
Total	7,718,074	7,230,527

Note 15 Trade receivables

Particulars	As at 31 March, 2012	As at 31 March, 2011
Unsecured, considered good		
Trade receivables outstanding for a period exceeding six months from the date they were due for payment	-	7,855
Other Trade receivables	1,708,760	1,100,818
Total	1,708,760	1,108,673

Note 16 Cash and Bank Balances

Particulars	As at 31 March, 2012	As at 31 March, 2011
(a) Cash and Cash Equivalents		
(i) Cash on hand	498,022	480,100
(ii) Balances with banks in current accounts	13,717	70,917
(b) Other Bank balances		
(Margin money with banks against bank guarantee and FLC)		
(i) Deposits (less than three months)	237,000	416,079
(ii) Deposits (more than one year)	1,400	-
Total	750,139	967,096

Note 17 Short-term loans and advances

Particulars	As at 31 March, 2012	As at 31 March, 2011
Unsecured, considered good		
(a) Security deposits	50,000	9,770
(b) Loans and advances to employees	14,780	12,000
(c) Prepaid expenses	348,003	479,427
(d) Advances recoverable in cash or kind	1,956,265	1,524,528
Total	2,369,048	2,025,725



Handwritten signature and date 21/03/12

KUSAM ELECTRICAL INDUSTRIES LIMITED
Notes forming part of the financial statements

Note 18 Other current assets

Particulars	As at 31 March, 2012	As at 31 March, 2011
	₹	₹
(a) Interest accrued on deposits	2,005	3,053
(b) VAT Credit Receivable	25,014	22,504
(c) SAD refund receivable	541,859	-
Total	568,878	25,557

Note 19 Revenue from operations

Particulars	For the year ended 31 March, 2012	For the year ended 31 March, 2011
	₹	₹
(a) Sale of traded goods @ (Refer Note (i) below)		
Export Sales	835,077	290,188
Inland Sales	35,333,300	31,810,987
	36,168,377	32,101,175
(b) Other operating revenues # (Refer Note (ii) below)	721,084	516,986
Total	36,889,462	32,618,161
<u>Note (i) - Sale of products comprises :</u>		
Meters, Instruments & Accessories	36,168,378	32,101,175
Total - Sale of traded goods	36,168,378	32,101,175
<u>Note (ii) - Other operating revenues comprise:</u>		
Repairing Charges	597,722	450,729
Calibration Charges	123,362	66,257
Total - Other operating revenues	721,084	516,986

Note 20 Other income

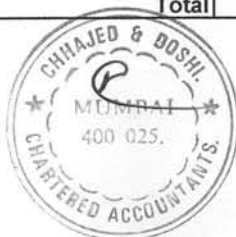
Particulars	For the year ended 31 March, 2012	For the year ended 31 March, 2011
	₹	₹
(a) Interest income (Refer Note (i) below)	18,056	17,601
(b) Net gain on foreign currency transactions and translation	12,339	-
(c) Other non-operating income (Refer Note (ii) below)	37,994	182,910
Total	68,389	200,511
<u>Note (i) - Interest income comprises:</u>		
Interest from banks on :		
fixed deposits	17,225	12,732
other deposits	-	1,625
Interest on overdue trade receivables	551	3,244
Interest on income tax refund	280	-
Total - Interest income	18,056	17,601
<u>Note (ii) - Other non-operating income comprises:</u>		
Liabilities no longer required written back	37,994	182,910
Total - Other non-operating income	37,994	182,910

Note 21 Purchase of traded goods

Particulars	For the year ended 31 March, 2012	For the year ended 31 March, 2011
	₹	₹
Purchase of stock in trade (refer note (i) below)	20,481,935	16,577,397
	20,481,935	16,577,397
<u>Note (i) Purchase of Stock in trade</u>		
Meters, Instruments & Accessories	20,481,935	16,577,397
Total	20,481,935	16,577,397

Note 22 Changes in inventories of stock-in-trade

Particulars	For the year ended 31	For the year ended
	₹	₹
<u>Inventories at the end of the year:</u>		
Stock-in-trade (refer note (i) below)	7,269,165	6,763,974
<u>Inventories at the beginning of the year:</u>		
Stock-in-trade (refer note (ii) below)	6,763,974	6,950,935
Net (increase) / decrease	(505,192)	186,961
<u>Note (i) Closing Stock in trade</u>		
Meters, Instruments & Accessories	7,269,165	6,763,974
Total	7,269,165	6,763,974
<u>Note (ii) Opening Stock in trade</u>		
Meters, Instruments & Accessories	6,763,974	6,950,935
Total	6,763,974	6,950,935



[Handwritten signatures]

KUSAM ELECTRICAL INDUSTRIES LIMITED
Notes forming part of the financial statements

Note 23 Employee benefits expense

Particulars	For the year ended 31 March, 2012	For the year ended 31 March, 2011
	₹	₹
Salaries and wages	2,460,716	1,939,899
Contributions to gratuity fund	263,546	87,400
Staff welfare expenses	292,046	272,378
Total	3,016,308	2,299,677

Note 24 Finance costs

Particulars	For the year ended 31 March, 2012	For the year ended 31 March, 2011
	₹	₹
(a) Interest expense on:		
(i) Borrowings	25,089	65,230
(b) Other borrowing costs	1,324	8,438
Total	26,413	73,668

Note 25 Other expenses

Particulars	For the year ended 31 March, 2012	For the year ended 31 March, 2011
	₹	₹
Consumption of Stores and Spare parts	542,062	457,211
Consumption of packing materials	2,224,354	1,865,252
Electricity charges	133,857	169,801
Repairs and maintenance - Buildings	112,884	140,371
Repairs and maintenance - Machinery	26,854	37,767
Insurance	30,472	32,900
Rates and taxes	65,307	75,968
Travelling and conveyance	290,302	872,930
Printing and stationery	1,263,923	1,306,728
Rebate & discount	145,985	397,935
Sales Commission	3,845	200,281
Vehicle Expense	302,126	300,146
Legal & Professional Charges	141,070	143,578
Freight & Forwarding	360,252	272,498
Communication Expense	121,640	163,720
Advertisement Expenses	934,100	894,643
Exhibition Expenses	1,424,393	661,012
Donations and contributions	259,000	81,000
Postage & Courier Charges	540,907	534,967
Payments to auditors (Refer Note (i) below)	411,676	248,270
Net loss on foreign currency transactions and translation (other than considered as finance cost)	-	7,037
Loss on fixed assets condemned	-	9,547
Miscellaneous expenses	697,857	728,921
Total	10,032,867	9,602,484
Notes:		
(i) Payments to the auditors comprises :		
As auditors - statutory audit	100,000	79,000
For tax audit fee	75,000	33,500
For VAT Audit	40,000	-
For Taxation Matters	79,000	-
Service Tax	42,676	-
For Other Services	75,000	135,770
Total	411,676	248,270



[Handwritten signature]

[Handwritten signature]

KUSAM ELECTRICAL INDUSTRIES LIMITED
Notes forming part of the financial statements

Additional information to the financial statements

Note	Particulars		
26	Change of Registered Office The registered office of the company has been shifted from Kolkata to Mumbai vide order dated 27th June 2011 passed by The Ministry of Corporate Affairs, Government of India. The company is listed on Bombay Stock Exchange and Calcutta Stock Exchange.but due to non compliance of various terms and conditions as envisaged in the listing agreements, trading in Company's stock has been suspended. Costs and/or Liability, if any, arising on account of regularising the same with the stock exchanges is not ascertainable and will be accounted as and when demanded.		
27	Particulars	As at 31 March, 2012	As at 31 March, 2011
	Contingent liabilities and commitments (to the extent not provided for)	₹	₹
	Contingent liabilities		
	(a) Claims against the Company not acknowledged as debt	NIL	NIL
	(b) Guarantees		
	Bank Gurantees againts FDR of Rs.6400 (P.Y. Rs.1079)	18,890	3,938
	Letters of Credit against FDR of Rs.232000 (P.Y.Rs 415000)	941,031	1,649,850
28	Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006		
	Particulars	As at 31 March, 2012	As at 31 March, 2011
		₹	₹
	(i) Principal amount remaining unpaid to any supplier as at the end of the accounting year	The company does not have the required information from Suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006. Hence disclosures, if any, relating to amounts unpaid as at the year end together with interest paid/payable as required under the said Act have not been made.	
	(ii) Interest due thereon remaining unpaid to any supplier as at the end of the accounting year		
	(iii) The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day		
	(iv) The amount of interest due and payable for the year		
	(v) The amount of interest accrued and remaining unpaid at the end of the accounting year		
	(vi) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid		
29	Disclosure as per Clause 32 of the Listing Agreements with the Stock Exchanges Loans and advances in the nature of loans given to subsidiaries, associates and others and investment in shares of the Company by such parties: NIL (P.Y. NIL)		
30	Details on unhedged foreign currency exposures The company has not carried out any hedging of foreign currency receivable and payable. The year-end foreign currency exposures that have not been hedged by a derivative instrument or otherwise are given below		
	As at 31 March, 2012		As at 31 March, 2011
	Receivable/ (Payable)	Receivable/ (Payable) in Foreign currency	Receivable/ (Payable) in Foreign currency
	₹	(indicate amount with currency)	(indicate amount with currency)
	Rs.15,22,872	\$29,942	Rs.15,00,365
	NIL	NIL	(Rs.6,21,064)
			\$33,817 (\$14,010)
30	Provisions The company has given warranties on products sold by it. However no provision has been made for the same looking to the past experience of claims received and on materiality grounds.		
31	Value of imports calculated on CIF basis :	For the year ended 31 March, 2012	For the year ended 31 March, 2011
		₹	₹
	Trading Goods (Meters, Instruments & Accessories)	16,415,894	12,702,254
		16,415,894	12,702,254
32	Expenditure in foreign currency :	For the year ended 31 March, 2012	For the year ended 31 March, 2011
		₹	₹
	Traveling Expense	Nil	450,425
	Others	Nil	7,376
33	Particulars	For the year ended 31 March, 2012	For the year ended 31 March, 2011
		₹	₹
	Earnings in foreign exchange:		
	Export of goods calculated on FOB basis	835,077	290,188



Handwritten signatures of two individuals.

Note 34 : Employee benefit plans

Notes	Particulars			
34.1	Defined benefit plans The Company offers the following employee benefit schemes to its employees: i. Gratuity ii. Leave salary			
	Particulars	Year ended 31 March, 2012	Year ended 31 March, 2011	Year ended 31 March, 2012
		Gratuity	Gratuity	Leave Salary
		₹	₹	₹
34.2	Components of employer expense			
	Current service cost	89,566	69,957	3,687
	Interest cost	48,900	41,908	1,073
	Expected return on plan assets	0	0	0
	Actuarial losses/(gains)	125,080	(24,465)	(4,435)
	Total expense recognised in the Statement of Profit and Loss	263,546	87,400	325
34.3	Actual contribution and benefit payments for year			
	Actual benefit payments	NIL	NIL	NIL
	Actual contributions	NIL	NIL	NIL
34.4	Net asset / (liability) recognised in the Balance Sheet			
	Present value of defined benefit obligation 31st March	874,800	611,254	13,738
	Fair value of plan assets	NIL	NIL	NIL
	Funded status [Surplus / (Deficit)]	NIL	NIL	NIL
	Net asset / (liability) recognised in the Balance Sheet	874,800	611,254	13,738
	* Being Surplus, as a prudence not recognised in the books			
34.5	Change in defined benefit obligations (DBO) during the year			
	Present value of DBO at beginning of the year	611,254	523,854	13,413
	Current service cost	89,566	69,957	3,687
	Interest cost	48,900	41,908	1,073
	Actuarial (gains) / losses	125,080	(24,465)	(4,435)
	Benefits paid	NIL	NIL	NIL
	Present value of DBO at the end of the year	874,800	611,254	13,738
34.6	Actuarial assumptions			
	Discount rate	8.50%	8.00%	8.50%
	Salary escalation	5.00%	5.00%	5.00%
	Medical cost inflation	NA	NA	NA
	Mortality tables	LIC(1994-96) ULTIMATE	LIC(1994-96) ULTIMATE	LIC(1994-96) ULTIMATE

Note 35 : Segment Reporting

Segment information: The Company is engaged in trading in Electrical & Electronic Measuring Instruments and all Business Operations are carried from a single geographical segment. Therefore there are no reportable business and geographical segments.



John *John*

Note 36: Related party transactions

Note 36. Related party transactions

Note	Particulars			
36.1	Details of related parties:			
	Description of relationship	Names of related parties		
	Associates	Goliya Instruments Private Limited Goliya Electricals Private Limited Kusam - Meco Import Export Private Limited Mahavir Instrumentation Private Limited Goliya Industrial Corporation		
	Key Management Personnel (KMP)	Shri C.P. Goliya (Director)		
	Relatives of Key Management Personnel (KMP)	Smt. Neha Goliya (Daughter-in-law of Director)		
	Note: Related parties have been identified by the Management.			
36.2	Details of related party transactions during the year ended 31 March, 2012 and balances outstanding as at 31 March, 2012:			
		(Amount in Rs.)		
	Nature of transaction	Associates	KMP/ Relative of KMP	Total
	Purchase of goods	199,008 (105,942)	NIL (NIL)	199,008 (105,942)
	Sale of goods	88,552 (39,488)	NIL (NIL)	88,552 (39,488)
	Purchase of fixed assets	950,000 (NIL)	NIL (NIL)	950,000 (NIL)
	Payment of rent, rates and taxes	23,614 (29,514)	NIL (NIL)	23,614 (NIL)
	Payment of professional charges	NIL (NIL)	25,500 (NIL)	25,500 (NIL)
	Payment of remuneration, bonus & perquisites	NIL (NIL)	1,461,902 (1,201,980)	1,461,902 (1,201,980)
	<u>Balances outstanding at the end of the year</u>			
	Trade receivables	NIL (NIL)	NIL (NIL)	NIL (NIL)
	Trade payables	NIL (NIL)	NIL (NIL)	NIL (NIL)
	Other current liabilities (director Remuneration, Bonus & Perquisites)	NIL (NIL)	188,301 (96,019)	188,301 (96,019)
	Note: Figures in bracket relates to the previous year			

Note 37: Impairment of Assets

There has been no impairment of assets on the balance sheet date.



[Handwritten signatures]

KUSAM ELECTRICAL INDUSTRIES LIMITED
Notes forming part of the financial statements

Note	Particulars	For the year ended 31 March, 2012	For the year ended 31 March, 2011
		₹	₹
38	Earnings per share		
	Basic & Diluted		
	Net profit for the year attributable to the equity shareholders	2,280,993	2,435,908
	Weighted average number of equity shares	240,000	240,000
	Par value per share	10	10
	Earnings per share - Basic & Diluted	9.50	10.15

Note	Particulars	As at 31 March, 2012	As at 31 March, 2011
		₹	₹
39	Deferred tax (liability) / asset		
	Tax effect of items constituting deferred tax liabilities		
	On difference between book balance and tax balance of fixed assets	11,353	NIL
		11,353	NIL
	Tax effect of items constituting deferred tax assets		
	On difference between book balance and tax balance of fixed assets	NIL	29,371
	Provision for gratuity	270,313	188,877
	Provision for leave salary	4,245	4,145
	Disallowances under Section 43B of the Income Tax Act, 1961	93,917	73,913
		368,475	296,306
	Net deferred tax (liability) / asset	357,122	296,306

Note	Particulars
40	The Revised Schedule VI has become effective from 1 April, 2011 for the preparation of financial statements. This has significantly impacted the disclosure and presentation made in the financial statements. Previous year's figures have been regrouped / reclassified to the extent the information is available wherever necessary to correspond with the current year's classification / disclosure.

For CHHAJED & DOSHI
Chartered Accountants
(Firm Ref. No. 101794 W)

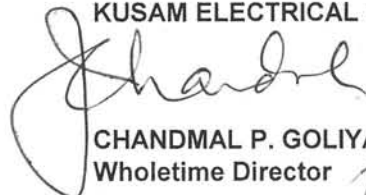


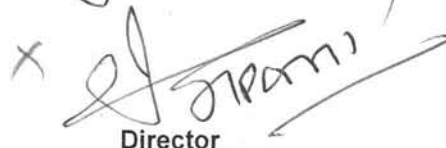
M.P. CHHAJED
Partner
Membership No: 049357

Place : Mumbai
Date : 6th September 2012



For and on behalf of the Board of Directors of
KUSAM ELECTRICAL INDUSTRIES LTD.


CHANDMAL P. GOLIYA
Wholetime Director


Director