

30TH
Annual Report
And Accounts
2013

KUSAM ELECTRICAL INDUSTRIES LIMITED

Directors :

Shri Dinesh Babal
Shri Amar Bafna – Additional Director
Shri Jhanwar Lal Sipani
Shri Navrattan Mal Goliya
Shri Chandmal Goliya - Whole-time Director

Auditors:

CHHAJED & DOSHI
Chartered Accountants
Mumbai

Bankers :

Canara Bank , Mumbai

Registered Office :

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 30TH ANNUAL GENERAL MEETING OF THE MEMBERS OF M/S "KUSAM ELECTRICAL INDUSTRIES LIMITED" WILL BE HELD ON MONDAY, SEPTEMBER 30TH, 2013 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 TO TRANSACT THE FOLLOWING BUSINESS

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, 2013 together with the Directors' Report and the auditor's Report thereon.
- 2.) To appoint a Director in place of Shri Navratanmal Goliya who retires by rotation and being eligible, offers himself for re - appointment.
- 3.) To re-appoint M/s.Chhajed & Doshi - Chartered Accountants, as Statutory Auditor of the Company, to hold office from the conclusion of this Meeting until the conclusion of the next Annual General Meeting and to fix their remuneration.

SPECIAL BUSINESS

4. CHANGE IN DESIGNATION OF MR. AMAR KALYANMAL BAFNA FROM ADDITIONAL DIRECTOR TO DIRECTOR OF THE COMPANY

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

"RESOLVED THAT Mr. Amar Kalyanmal Bafna who was appointed by the Board of Directors as an Additional Director of the Company w.e.f. 31st October, 2012 under Article 82 of the Articles of Association of the Company who by virtue of the provisions of Section 260 of the Companies Act, 1956, holds office upto the date of this Annual General Meeting, and being eligible, offers himself for his appointment as Director of the Company and in respect of whom the Company has received a notice under Section 257 of the Companies Act, 1956, from a member signifying his intention to propose Mr. Amar Kalyanmal Bafna as a Director of the Company, be and is hereby appointed as Director of the Company, liable to retire by rotation."

Place: Mumbai
Date: 03-09-2013

For and on behalf of the Board


Chandmal Parasmal Goliya
(Chairman)



AN ISO 9001:2008 COMPANY

Kusam Electrical Industries Ltd.

Regd. Office : G-17, Bharat Industrial Estate, T.J.Road, Sewree (W), MUMBAI- 400 015. INDIA.

Tel. Sales Direct Line : (022) 24156638

Tel. : (022) 24181649, 24124540,

Fax : (022) 24149659

E-mail : kusam_meco@vsnl.net,

Website : www.kusamelectrical.com

Website : www.kusam-meco.co.in

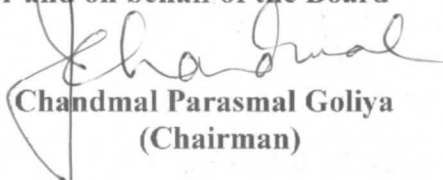


NOTES:

1. A Member entitled to attend and vote at the Meeting is entitled to appoint one or more proxies to attend and to vote instead of himself and proxy need not be a Member of the Company. Proxies in order to be effective must be received by the company not later 48 hours before the Meeting.
2. The Proxies in order to be effective must be deposited at the Registered Office of the Company not less then Forty Eight Hours before the time for holding the Meeting. Proxies submitted on behalf of limited companies, societies, partnership firms etc. must be supported by appropriate resolution/ authority, as applicable, issued by the member organization.
3. The Register of Members and the Share Transfer Book of the Company will be closed from 23rd September, 2013 to 30th September, 2013 (both days inclusive).
4. Members holding shares in physical form are requested to lodge/ notify transfer deeds or change of address, if any, to the Company at its Registered Office at G-17, Bharat Ind. Estate, T. J. Road, Sewree, Mumbai – 400015.
5. Members are requested to send their queries to the Company, if any, on Accounts at least 10 days before the Meeting.
6. Members/Proxies should bring the attendance slip duly filled in, for attending the Meeting. The Attendance slip is sent with this Annual Report.
7. Members are informed that in case of joint holders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote.
8. The Explanatory Statement pursuant to Section 173(2) of the Companies Act, 1956, forms part of the Notice.
9. Members seeking any information with regard to accounts are requested to write to the Company at an early date so as to enable the Management to keep the information ready.

Place: Mumbai
Date: 03-09-2013

For and on behalf of the Board


Chandmal Parasmal Goliya
(Chairman)

Explanatory Statement pursuant to Section 173(2) of the Companies Act, 1956

Item No. 4

Pursuant to Section 260 of the Companies Act, 1956 ("the Act"), Mr. Amar Kalyanmal Bafna was appointed as an Additional Director on the Board of the Company in the Board of Directors Meeting held on 31st October, 2012,. Mr. Amar Kalyanmal Bafna holds office upto the date of this Annual General Meeting. The Company has received a Notice in writing under Section 257 of the Act, from a Member, proposing Mr. Amar Kalyanmal Bafna as a Director of the Company along with a deposit of Rs. 500/- which will be refunded to such Member, if Mr. Amar Kalyanmal Bafna is elected as a Director.

Your Directors recommend the approval of proposed Resolution by the Members of the Company.

None of the Directors, other than Mr. Amar Kalyanmal Bafna, may be considered to be concerned or interested in the said appointment at item no. 4.

Place: Mumbai
Date: 03-09-2013

For and on behalf of the Board


Chandmal Parasmal Goliya
(Chairman)

KUSAM ELECTRICAL INDUSTRIES LIMITED

DIRECTOR'S REPORT

To
The Members,

Your Directors have pleasure in presenting to you the 30th Annual Report and the Audited Statement of Accounts of the Company for the year ended 31st March, 2013.

PERFORMANCE OF THE COMPANY

This year's working shows an improvement in Sales 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 31.3.2013	Year Ended 31.3.2012
FINANCIAL RESULTS	Rs.	Rs.
Profit/Loss before Tax	11,32,249	32,78,411
Less Provision for Taxation & FBT	(4,10,000)	(10,85,000)
Less : Deferred Tax Liability	21,363	60816
(Excess)/Short provision for Earlier years	-	(26,766)
Add: Balance Brought forward from Previous Year	13,455,622	11,174,629
Balance Carried to next year	14,199,234	13,455,622

DIVIDEND

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

DIRECTORS

Shri. Navratanmal Goliya retire by rotation and being eligible offer themselves for re-appointment.

AUDITOR'S 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 6,27,340/- (Rs. 8,35,077) and the outgo during the year was Rs.19,708,864 (Rs.16,415,894/-) by way of imports and Rs.5,27,628/- (NIL) 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

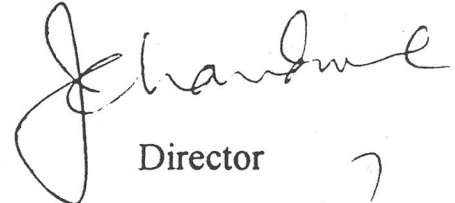
Your Company's Shares are listed with The Calcutta Stock Exchange Association Ltd. and Bombay Stock Exchange Ltd. The Company is regular in paying the listing fees.

AUDITORS

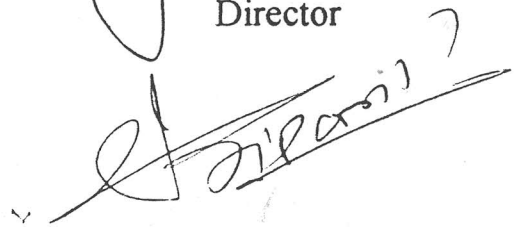
M/s CHHAJED & DOSHI, Chartered Accountants, Mumbai, the Auditors of the Company retire at the conclusion of the forthcoming Annual General Meeting and are eligible for re-appointment.

Registered Office:
G-17, Bharat Ind. Estate
T.J.Road, Sewree
Mumbai - 400015
Date: 03-09-2013

CHANDMAL GOLIYA



Director



INDEPENDENT AUDITORS' REPORT

To,
**THE MEMBERS OF
KUSAM ELECTRICAL INDUSTRIES LIMITED**

Report on the Financial Statements

We have audited the accompanying financial statements of KUSAM ELECTRICAL INDUSTRIES LIMITED ("the Company"), which comprise the Balance Sheet as at March 31, 2013, the Statement of Profit and Loss and Cash Flow Statement for the year then ended and a summary of the significant accounting policies and other explanatory information.

Management's responsibility for the financial statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India including Accounting Standards referred to in Section 211(3C) of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act 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 March 31, 2013;
- (b) In the case, of the Statement of Profit and Loss, of the Profit for the year ended on that date.
- (c) In the case, of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

- i. Attention is drawn to note no 28 wherein the company has not complied with various conditions as stipulated in the listing agreement.
- ii. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government in terms of Section 227(4A) of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
- iii. As required by Section 227(3) of the Act, we report that:
 - (a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
 - (c) The Balance Sheet and Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the Balance Sheet and Statement of Profit and Loss and the Cash Flow Statement comply with the Accounting Standards referred to in sub section (3C) of section 211 of Act.
 - (e) On the basis of the written representations received from the directors as on March 31, 2013, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013, from being appointed as a director in terms of Section 274(1) (g) of the Act.

Place: Mumbai

For CHHAJED & DOSHI.
CHARTERED ACCOUNTANTS
[FRN 101794W]

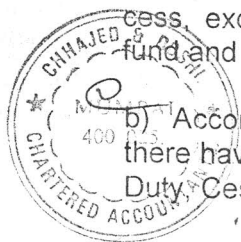


Date : 31st May, 2013

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

Annexure to Independent Auditors' Report
(Referred to in paragraph 1 under the heading of "Report on Other Legal and Regulatory Requirement" of our report of even date)

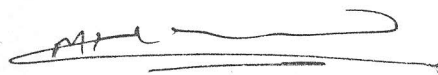
- i. a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed Assets.
- b) All the fixed assets of the company have been physically verified during the year by the management and no material discrepancies between the book records and 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) 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 Company does not have system of formal internal audit. However we have been informed by the management that day to day operations of the company are supervised by Directors and looking the size and nature of its business the company at present does not have system of formal internal audit.
- 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 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.
- The term loan obtained by the company during the year has been applied for the purpose for which it has been obtained.
- xvii. On the basis of our examinations of the books of account 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
[FRN 101794W]



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

Date : 31st May, 2013



KUSAM ELECTRICAL INDUSTRIES LIMITED
Balance Sheet as at 31 March, 2013

Particulars		Note No.	As at 31 March, 2013	As at 31 March, 2012
			₹	₹
A	EQUITY AND LIABILITIES			
1	Shareholders' Funds			
	(a) Share Capital	3	2,400,000	2,400,000
	(b) Reserves and Surplus	4	14,199,234	13,455,622
			16,599,234	15,855,622
2	Non-Current Liabilities			
	(a) Long-Term Borrowings	5	592,769	-
	(b) Other Long-Term Liabilities	6	235,144	175,592
	(c) Long-Term Provisions	7	93,398	63,205
			921,311	238,797
3	Current Liabilities			
	(a) Short-Term Borrowings	8	-	414,589
	(b) Trade Payables	9	566,762	416,378
	(c) Other Current Liabilities	10	2,289,194	1,589,199
	(d) Short-Term Provisions	11	982,520	825,333
			3,838,476	3,245,499
	TOTAL		21,359,021	19,339,918
B	ASSETS			
1	Non-Current Assets			
	(a) Fixed Assets			
	(i) Tangible Assets	12	7,727,897	5,814,120
	(ii) Intangible Assets		-	-
	(iii) Capital Work-in-Progress		-	-
	(iv) Intangible Assets Under Development		-	-
	(v) Fixed Assets held for Sale		-	-
			7,727,897	5,814,120
	(b) Non-Current Investments	13	255	255
	(c) Deferred Tax Assets (net)	42	378,485	357,122
	(d) Long-Term Loans and Advances	14	298,290	53,521
	(e) Other Non-Current Assets		-	-
			677,030	410,898
2	Current assets			
	(a) Current Investments		-	-
	(b) Inventories	15	8,504,357	7,718,074
	(c) Trade Receivables	16	1,502,268	1,708,760
	(d) Cash and Bank Balances	17	736,824	750,139
	(e) Short-Term Loans and Advances	18	1,492,588	2,134,405
	(f) Other Current Assets	19	718,057	803,521
			12,954,094	13,114,899
	TOTAL		21,359,021	19,339,918
	See accompanying notes forming part of the financial statements	1-43		

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

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

CHANDMAL P.GOLIYA
Wholetime Director

Director

Place : Mumbai
Date : 31st MAY 2013



KUSAM ELECTRICAL INDUSTRIES LIMITED
Statement of Profit and Loss for the year ended 31 March, 2013

Particulars		Note No.	For the year ended 31 March, 2013	For the year ended 31 March, 2012
			₹	₹
INCOME:				
1	Revenue from Operations	20	39,078,024	36,889,462
2	Other Income	21	82,669	68,389
3	Total Revenue (1+2)		39,160,693	36,957,851
EXPENSES:				
	(a) Purchases of Stock-in-Trade	22	24,640,503	20,481,935
	(b) Changes in Inventories of Stock-in-Trade	23	(698,557)	(505,192)
	(c) Employee Benefits Expense	24	3,300,541	3,016,308
	(d) Finance Costs	25	237,099	26,413
	(e) Depreciation and Amortisation Expense	12	790,042	627,110
	(f) Other Expenses	26	9,739,386	10,032,867
	Total Expenses		38,009,014	33,679,440
5	Profit before exceptional and extraordinary items and tax (3 - 4)		1,151,679	3,278,411
6	Exceptional Items	27	(19,430)	-
7	Profit before extraordinary items and tax (5 + 6)		1,132,249	3,278,411
8	Extraordinary Items		-	-
9	Profit Before Tax (7 + 8)		1,132,249	3,278,411
10	Tax Expense:			
	(a) Tax Expense for Current Year		410,000	1,085,000
	(b) Tax Expense Relating to Prior Years		-	(26,766)
	(c) Net Current Tax Expense		410,000	1,058,234
	(d) Deferred Tax		(21,363)	(60,816)
			388,637	997,418
11	Profit / (Loss) for the year		743,612	2,280,993
12	Earnings per share (of ₹10/- each) Basic and Diluted	41	3.10	9.50
See accompanying notes forming part of the financial statements		1-43		

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

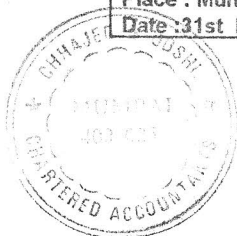
Place : Mumbai

Date : 31st MAY 2013

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

CHANDMAL P. GOLIYA
 Wholetime Director

Director



KUSAM ELECTRICAL INDUSTRIES LIMITED
Notes forming part of the financial statements

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.



KUSAM ELECTRICAL INDUSTRIES LIMITED
Notes forming part of the financial statements

Note 3 Share Capital

Particulars	As at 31 March, 2013		As at 31 March, 2012	
	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, 2013				
- Number of shares	240,000	-	-	240,000
- Amount (Rs.)	2,400,000	-	-	2,400,000
Year ended 31 March, 2012				
- Number of shares	240,000	-	-	240,000
- Amount (Rs.)	2,400,000	-	-	2,400,000

The Company has neither issued bonus shares nor brought 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.

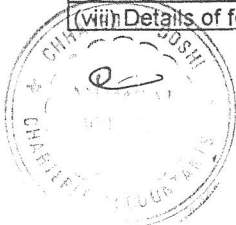
Class of shares / Name of shareholder	As at 31 March, 2013		As at 31 March, 2012	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Equity shares				
Chandmal Goliya	46,800	19.50	46,800	19.50
Jhanwarlal Sipani	39,500	16.46	39,500	16.46
Nandita Goliya	27,700	11.54	27,700	11.54
Pradip Goliya	14,500	6.04	14,500	6.04
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, 2013 - NIL shares (As at 31 March, 2012 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



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KUSAM ELECTRICAL INDUSTRIES LIMITED
Notes forming part of the financial statements

Note 4 Reserves and Surplus

Particulars	As at 31 March, 2013	As at 31 March, 2012
	₹	₹
(a) Surplus in Statement of Profit and Loss		
Opening Balance	13,455,622	11,174,629
Add: Profit for the year	743,612	2,280,993
Total	14,199,234	13,455,622

Note 5 Other long-term liabilities

Particulars	As at 31 March, 2013	As at 31 March, 2012
	₹	₹
(a) Secured Loans		
(i) Motor Car Loan from HDFC Bank (Secured by Hypothecation of the Motor Car)	592,769	NIL
Total	592,769	NIL

Note 6 Other long-term liabilities

Particulars	As at 31 March, 2013	As at 31 March, 2012
	₹	₹
(a) Others:		
(i) Trade Deposits Received	235,144	175,592
Total	235,144	175,592

Note 7 Long-term provisions

Particulars	As at 31 March, 2013	As at 31 March, 2012
	₹	₹
(a) Provision for Employee benefits:		
(i) Provision for Gratuity	77,690	49,738
(ii) Provision for Leave Salary	15,708	13,467
Total	93,398	63,205

Note 8 Short-term borrowings

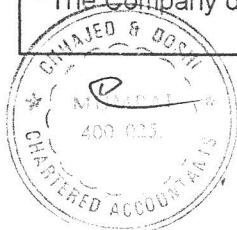
Particulars	As at 31 March, 2013	As at 31 March, 2012
	₹	₹
(a) Loans Repayable on Demand		
From Banks		
Secured	NIL	414,589
Total	NIL	414,589

Notes:

(i) Details of Security for the Secured Short-Term Borrowings:

Particulars	As at 31 March, 2013	As at 31 March, 2012
	₹	₹
<u>Loan Repayable on Demand from Banks:</u>		
Canara Bank Cash Credit *	NIL	414,589
(Secured by Hypothecation of Inventory and Books Debts and personally Guaranteed by three Directors of Company)		
Total - From Banks	NIL	414,589

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



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Note 9 Trade Payables

Particulars	As at 31 March, 2013	As at 31 March, 2012
	₹	₹
Trade Payables	566,762	416,378
Total	566,762	416,378

Note 10 Other Current Liabilities

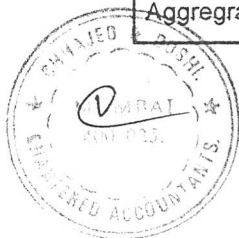
Particulars	As at 31 March, 2013	As at 31 March, 2012
	₹	₹
(a) Current Maturities of Long-term Debt (Secured by Hypothecation of the Motor Car)	140,718	NIL
(b) Other Payables		
(i) Statutory Remittances	196,107	280,779
(ii) Advances from Customers	372,667	178,782
(iii) Employee Related	591,865	575,241
(iv) Other Payables	987,837	554,397
Total	2,289,194	1,589,199

Note 11 Short-Term Provisions

Particulars	As at 31 March, 2013	As at 31 March, 2012
	₹	₹
(a) Provision for Employee Benefits:		
(i) Provision for Gratuity	982,065	825,062
(ii) Provision for Leave Salary	455	271
Total	982,520	825,333

Note 13 Non-Current Investments

Particulars	As at 31 March, 2013	As at 31 March, 2012
	₹	₹
Other Investments		
Investments in Equity Instruments		
UnQuoted		
5 Shares of The Mahakant Owners Association Ahmedabad of Rs.51/- each fully paid up (At Cost)	255	255
Total	255	255
Aggregate Value of Unquoted Investment	255	255



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KUSAM ELECTRICAL INDUSTRIES LIMITED
Notes forming part of the financial statements

Note 12 Fixed Assets

Fixed Assets	Gross Block			Accumulated Depreciation				Net Block		(Amount in ₹)
	Balance as at 1st April 2012	Additions	Disposals	Balance as at 31st March 2013	Balance as at 1st April 2012	Depreciation expense for the year	Eliminated on disposal of assets	Balance as at 31st March 2013	Balance as at 1st April 2013	
Tangible Assets (Owned)										
(a) Air Conditioners	113,045	126,986	-	240,031	24,928	21,021	-	45,949	194,082	88,117
(b) Office Premises	4,204,928	641,937	-	4,846,865	501,605	193,045	-	694,650	4,152,215	3,703,323
(c) Furniture and Fixtures	1,305,213	674,466	-	1,979,679	822,957	88,292	-	911,249	1,068,430	482,256
(d) Electrical Fittings	22,516	148,010	-	170,526	7,183	9,087	-	16,270	154,256	15,333
(e) Office equipment	693,123	-	-	693,123	314,423	52,677	-	367,100	326,023	378,700
(f) Computers	465,985	84,670	150,476	400,179	290,950	76,382	139,399	227,933	172,245	175,035
(g) Testing Equipment	1,011,757	67,397	-	1,079,154	309,978	111,781	-	421,759	657,395	701,779
(h) Vehicles *	1,313,563	1,079,390	537,425	1,855,528	1,043,986	237,756	429,465	852,277	1,003,251	269,577
Total	9,130,130	2,822,857	687,901	11,265,085	3,316,010	790,042	568,864	3,537,187	7,727,897	5,814,120
Previous Year	7,738,900	1,391,230	-	9,130,130	2,688,901	627,110	-	3,316,010	5,814,120	5,049,999

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



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KUSAM ELECTRICAL INDUSTRIES LIMITED
Notes forming part of the financial statements

Note 14 Long-Term Loans and Advances

Particulars	As at 31 March, 2013	As at 31 March, 2012
	₹	₹
Unsecured, considered good		
(a) Security Deposits	12,070	12,070
(b) Loans and Advances to Employees	152,052	NIL
(c) Advance Income Tax (Net of provisions)	134,168	41,451
Total	298,290	53,521

Note 15 Inventories

(At lower of cost and net realisable value)

Particulars	As at 31 March, 2013	As at 31 March, 2012
	₹	₹
(a) Stock-in-trade	7,967,722	7,269,165
(b) Consumable Stores and Spares	190,100	124,975
(c) Packing Material	346,535	323,934
Total	8,504,357	7,718,074

Note 16 Trade Receivables

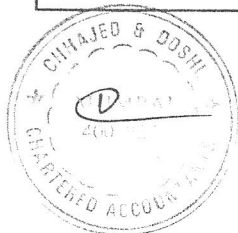
Particulars	As at 31 March, 2013	As at 31 March, 2012
	₹	₹
Unsecured, considered good		
Trade receivables outstanding for a period exceeding six months from the date they were due for payment	34,786	NIL
Other Trade Receivables	1,467,482	1,708,760
Total	1,502,268	1,708,760

Note 17 Cash and Bank Balances

Particulars	As at 31 March, 2013	As at 31 March, 2012
	₹	₹
(a) Cash and Cash Equivalents		
(i) Cash on hand	314,619	498,022
(ii) Balances with Banks in Current Accounts	420,805	13,717
(b) Other Bank Balances		
(Margin money with banks against bank guarantee and FLC)		
(i) Deposits (less than three months)	NIL	237,000
(ii) Deposits (more than one year)	1,400	1,400
Total	736,824	750,139

Note 18 Short-Term Loans and Advances

Particulars	As at 31 March, 2013	As at 31 March, 2012
	₹	₹
Unsecured, considered good		
(a) Security Deposits	NIL	50,000
(b) Loans and Advances to Employees	2,780	14,780
(c) Prepaid Expenses	113,928	113,360
(d) Advances Recoverable in Cash or kind	1,375,880	1,956,265
Total	1,492,588	2,134,405



KUSAM ELECTRICAL INDUSTRIES LIMITED
Notes forming part of the financial statements

Note 19 Other current assets

	Particulars	As at 31 March, 2013	As at 31 March, 2012
		₹	₹
(a)	Interest Accrued on Deposits	160	2,005
(b)	VAT Refund Receivable	20,578	25,014
(c)	SAD Refund Receivable	380,031	541,859
(d)	Stock of Catalogues	317,288	234,643
	Total	718,057	803,521

Note 20 Revenue from Operations

	Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
		₹	₹
(a)	Sale of Traded goods @ (Refer Note (i) below)		
	Export Sales	627,340	835,078
	Inland Sales	36,566,858	35,333,300
	High Sea Sales	1,257,875	-
		38,452,073	36,168,378
(b)	Other Operating Revenues # (Refer Note (ii) below)	625,951	721,084
	Total	39,078,024	36,889,463
Note (i)	Sale of Products Comprises :		
	Traded Goods		
	Meters, Instruments & Accessories	38,452,073	36,168,378
	Total - Sale of Traded Goods	38,452,073	36,168,378
(ii)	Other Operating Revenues Comprise:		
	Repairing Charges	103,838	597,722
	Calibration Charges	522,113	123,362
	Total - Other Operating Revenues	625,951	721,084

Note 21 Other Income

	Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
		₹	₹
(a)	Interest Income (Refer Note (i) below)	36,733	18,056
(b)	Net Gain on Foreign Currency Transactions and Translation	9,352	12,339
(c)	Other Non-Operating Income (Refer Note (ii) below)	36,584	37,994
	Total	82,669	68,389
Note (i)	Interest Income Comprises:		
	Interest from Banks on :		
	Fixed Deposits	17,062	17,225
	Other Deposits(loans to employees)	19,671	NIL
	Interest on Overdue Trade Receivables	-	551
	Interest on Income Tax Refund	-	280
	Total - Interest Income	36,733	18,056
(ii)	Other Non-Operating Income Comprises:		
	Liabilities no longer required written back	36,584	37,994
	Total - Other Non-Operating Income	36,584	37,994



KUSAM ELECTRICAL INDUSTRIES LIMITED
Notes forming part of the financial statements

Note 22 Purchase of Traded Goods

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	₹	₹
Purchase of Stock in trade (refer note (i) below)	24,640,503	20,481,935
	24,640,503	20,481,935
Note (i) Purchase of Stock in trade Meters, Instruments & Accessories	24,640,503	20,481,935
Total	24,640,503	20,481,935

Note 23 Changes in Inventories of Stock-in-trade

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	₹	₹
Inventories at the end of the year: Stock-in-trade (refer note (i) below)	7,967,722	7,269,165
Inventories at the beginning of the year: Stock-in-trade (refer note (ii) below)	7,269,165	6,763,974
Net (increase) / decrease	(698,557)	(505,192)
Note (i) Closing Stock in trade Meters, Instruments & Accessories	7,967,722	7,269,165
Total	7,967,722	7,269,165
Note (ii) Opening Stock in trade Meters, Instruments & Accessories	7,269,165	6,763,974
Total	7,269,165	6,763,974

Note 24 Employee Benefits Expense

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	₹	₹
Salaries and Wages	2,847,204	2,460,716
Contributions to Gratuity Fund	184,955	263,546
Staff Welfare Expenses	268,382	292,046
Total	3,300,541	3,016,308

Note 25 Finance Costs

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	₹	₹
(a) Interest Expense on:		
(i) Borrowings	160,449	25,089
(ii) Term Loan	54,358	NIL
(b) Other Borrowing Costs	1,348	1,324
(c) OCC Renewal Charges	20,944	NIL
Total	237,099	26,413



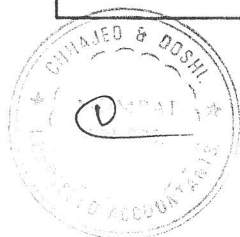
KUSAM ELECTRICAL INDUSTRIES LIMITED
Notes forming part of the financial statements

Note 26 Other Expenses

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	₹	₹
Consumption of Stores and Spare Parts	658,303	542,062
Consumption of Packing Materials	1,679,487	2,224,354
Electricity Charges	249,500	133,857
Repairs and Maintenance - Buildings	6,018	112,884
Repairs and Maintenance - Machinery	76,481	26,854
Insurance	31,770	30,472
Rates and Taxes	70,297	65,307
Travelling and Conveyance	937,928	290,302
Printing and Stationery	1,000,587	1,263,923
Rebate & Discount	-	145,985
Sales Commission	19,187	3,845
Vehicle Expense	383,073	302,126
Legal & Professional Charges	248,805	141,070
Freight & Forwarding	107,452	360,252
Communication Expense	127,125	121,640
Advertisement Expenses	771,178	934,100
Exhibition Expenses	25,000	1,424,393
Donations and Contributions	1,024,500	259,000
Postage & Courier Charges	519,727	540,907
Payments to Auditors (Refer Note (i) below)	336,160	411,676
Miscellaneous Expenses	1,466,808	697,857
Total	9,739,386	10,032,867
Notes:		
(i) Payments to the Auditors Comprises :		
As Auditors - Statutory Audit	100,000	100,000
For Tax Audit Fee	75,000	75,000
For VAT Audit	40,000	40,000
For Taxation Matters	49,680	79,000
Certification Fees	34,501	75,000
Service Tax	36,979	42,676
Total	336,160	411,676

Note 27 Exceptional Item

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	₹	₹
Loss on Sale of Fixed Assets	(19,430)	-
	(19,430)	-

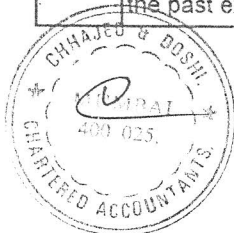


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KUSAM ELECTRICAL INDUSTRIES LIMITED
Notes forming part of the financial statements

Note	Particulars		
28	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 share 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.		
29	Particulars	As at 31 March, 2013	As at 31 March, 2012
	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 against FDR of ₹ 1400 (P.Y. ₹ 6400)	1390	18,890
	Letters of Credit against FDR of ₹ NIL (P.Y.₹ 232000)	NIL	941,031
30	Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006		
	Particulars	As at 31 March, 2013	As at 31 March, 2012
		₹	₹
	(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		
31	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)		
32	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, 2013		As at 31 March, 2012
	Receivable/ (Payable)	Receivable/ (Payable) in Foreign currency	Receivable/ (Payable) in Foreign currency
	₹	\$	₹
	12,62,931	\$23,110.50	15,22,872
	(3,78,587)	(\$6,914.20)	NIL
33	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.		



KUSAM ELECTRICAL INDUSTRIES LIMITED
Notes forming part of the financial statements

34	Value of Imports Calculated on CIF Basis:	For the year ended 31 March, 2013	For the year ended 31 March, 2012
		₹	₹
	Trading Goods (Meters, Instruments & Accessories)	19,708,864	16,415,894
35	Expenditure in Foreign Currency :	For the year ended 31 March, 2013	For the year ended 31 March, 2012
		₹	₹
	Traveling Expense	527,628	NIL
	Others	NIL	NIL
36	Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
		₹	₹
	Earnings in Foreign Exchange:		
	Export of Goods Calculated on FOB Basis	627,340	835,077



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KUSAM ELECTRICAL INDUSTRIES LIMITED
Notes forming part of the financial statements

Note 37 : Employee Benefit Plans

Notes	Particulars				
37.1	Defined Benefit Plans				
	The Company offers the following employee benefit schemes to its employees:				
	i. Gratuity				
	ii. Leave Salary				
	Particulars	Year ended 31 March, 2013	Year ended 31 March, 2012	Year ended 31 March, 2013	Year ended 31 March, 2012
		Gratuity	Gratuity	Leave Salary	Leave Salary
		₹	₹	₹	₹
37.2	Components of employer expense				
	Current service cost	101,931	89,566	3,298	3,687
	Interest cost	74,358	48,900	1,168	1,073
	Expected return on plan assets	0	0	0	0
	Actuarial losses/(gains)	8,666	125,080	(2,041)	(4,435)
	Total expense recognised in the Statement of Profit and Loss	184,955	263,546	2,425	325
37.3	Actual contribution and benefit payments for year				
	Actual benefit payments	NIL	NIL	NIL	NIL
	Actual contributions	NIL	NIL	NIL	NIL
37.4	Net asset / (liability) recognised in the Balance Sheet				
	Present value of defined benefit obligation 31st March	1,059,755	874,800	16,163	13,738
	Fair value of plan assets	NIL	NIL	NIL	NIL
	Funded status (Surplus / (Deficit))	NIL	NIL	NIL	NIL
	Net asset / (liability) recognised in the Balance Sheet	1,059,755	874,800	16,163	13,738
	* Being Surplus, as a prudence not recognised in the books				
37.5	Change in defined benefit obligations (DBO) during the year				
	Present value of DBO at beginning of the year	874,800	611,254	13,738	13,413
	Current service cost	101,931	89,566	3,298	3,687
	Interest cost	74,358	48,900	1,168	1,073
	Actuarial (gains) / losses	8,666	125,080	(2,041)	(4,435)
	Benefits paid		NIL	NIL	NIL
	Present value of DBO at the end of the year	1,059,755	874,800	16,163	13,738
37.6	Actuarial assumptions				
	Discount rate	8.50%	8.50%	8.50%	8.50%
	Salary escalation	5.00%	5.00%	5.00%	5.00%
	Medical cost inflation	NA	NA	NA	NA
	Mortality tables	LIC(1994-96) ULTIMATE	LIC(1994-96) ULTIMATE	LIC(1994-96) ULTIMATE	LIC(1994-96) ULTIMATE
38	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.				



Note 39: Related Party Transactions

Note 39. Related Party Transactions

Note	Particulars			
39.1	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 Manan Computers	
	Key Management Personnel (KMP)		Shri C.P. Goliya (Wholetime Director)	
	Relatives of Key Management Personnel		Smt. Neha Goliya (Daughter-in-law of Director)	
	Note: Related parties have been identified by the Management.			
39.2	Details of related party transactions during the year ended 31 March, 2013 and balances outstanding as at 31 March, 2013:			
	Nature of Transaction	Associates	KMP/ Relative of KMP	Total
	Purchase of goods	664,617 (199,108)	NIL (NIL)	664,617 (199,108)
	Sale of goods	1,355,813 (88,552)	NIL (NIL)	1,355,813 (88,552)
	Purchase of fixed assets	NIL (950,000)	NIL (NIL)	NIL (950,000)
	Payment of rent, rates and taxes	26,105 (23,614)	NIL (NIL)	26,105 (23,614)
	Tours and Travelling Expenses	40,502 (400)	NIL (NIL)	40,502 (400)
	Payment of professional charges	NIL (NIL)	6,000 (25,500)	6,000 (25,500)
	Payment of remuneration, bonus & perquisites	NIL (NIL)	1,755,976 (1,461,902)	1,755,976 (1,461,902)
	Balances outstanding at the end of the year	Associates	KMP/ Relative of KMP	Total
	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)	384,990 (188,031)	384,990 (188,031)
	Note: Figures in bracket relates to the previous year			

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



KUSAM ELECTRICAL INDUSTRIES LIMITED
Notes forming part of the financial statements

Note	Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
		₹	₹
41	Earnings Per Share		
	Basic & Diluted		
	Net profit for the year attributable to the equity shareholders	743,612	2,280,993
	Weighted average number of equity shares	240,000	240,000
	Par value per share	10	10
	Earnings per share - Basic & Diluted	3.10	9.50

Note	Particulars	As at 31 March, 2013	As at 31 March, 2012
		₹	₹
42	Deferred Tax (Liability) / Asset		
	<u>Tax effect of items constituting deferred tax liabilities</u>		
	On difference between book balance and tax balance of fixed assets	(61,617)	11,353
		(61,617)	11,353
	<u>Tax effect of items constituting deferred tax assets</u>		
	On difference between book balance and tax balance of fixed assets	NIL	NIL
	Provision for gratuity	327,464	270,313
	Provision for leave salary	4,994	4,245
	Disallowances under Section 43B of the Income Tax Act, 1961	107,644	93,917
		440,102	368,475
	Net deferred tax (liability) / asset	378,484	357,122

Note	
43	Previous year's figures have been regrouped / reclassified to the extent 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 : 31st MAY 2013

For and on behalf of the Board of Directors of
KUSAM ELECTRICAL INDUSTRIES LIMITED

CHANDMAL P. GOLIYA
Wholesale Director

Director

