



# **Bloom Industries Ltd.**

**19th  
ANNUAL REPORT  
2007 - 2008**

**BOARD OF DIRECTORS**

KAMAL KUMAR CHAUDHARY	Chairman
ASHISH CHAUDHARY	Director
SHARAD KUMAR GUPTA	Director
VIMAL SHARMA	Director
RAJESH KUMAR NAGORI	Director

**REGISTERED OFFICE**

C-23/2, M.I.D.C.,  
TALOJA - 410 208.  
DIST - RAIGAD,  
MAHARASHTRA

**BANKERS**

AXIS BANK LTD.  
HDFC BANK LTD.  
STATE BANK OF HYDERABAD

**AUDITORS**

M/S. JANGID & ASSOCIATES  
21, REHMAN BUILDING, 3RD FLOOR,  
24 VEER NARIMAN ROAD, FORT,  
MUMBAI - 400 023.

**REGISTRAR & TRANSFER AGENT**

M/S. PURVA SHARE REGISTRY (INDIA) PVT. LTD.  
9, SHIV SHAKTI INDUSTRIAL ESTATE  
GROUND FLOOR, SITARAM MILL COMPOUND,  
J.R. BORICHAMARG, LOWER PAREL,  
MUMBAI - 400 011.

# Bloom Industries Ltd.

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## NOTICE

**NOTICE** is hereby given that the Nineteenth Annual General Meeting of the shareholders of **BLOOM INDUSTRIES LIMITED** will be held on Friday, 26<sup>th</sup> day of September, 2008 at Registered Office: C-23/2, M.I.D.C., Taloja, Dist-Raigad, Maharashtra - 410 208. at 10.30 a.m. to transact the following business:

### Ordinary Business

- 1 To receive and adopt the audited Profit and Loss Account for the year ended March 31, 2008 and the Balance Sheet as at March, 31, 2008 and Directors' and Auditors' Reports thereon.
- 2 To appoint a Director in place of Mr. Rajesh Kumar Nagori, who retire by rotation and, being eligible, offers himself for re-appointment.
- 3 To appoint Auditors for the year ending 31<sup>st</sup> March, 2009 and to fix their remuneration.

### NOTES:

1. THE MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF. THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE PROXIES, IN ORDER TO BE EFFECTIVE, MUST BE RECEIVED BY THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE MEETING.
2. Members are requested to intimate the change in their registered address, if any, to the Company's registered office.
3. Members desiring any information at the Annual General Meeting of the Company are requested to write to the Company at least 10 days in advance so as to enable the Company to keep the information ready.
4. The Register of Member and Share Transfer Books of the Company will remain closed from Monday, 22nd September 2008 to Friday, 26th September, 2008 (both days inclusive).
5. Member who hold shares in dematerialised form are requested to write their Client-ID and DP-ID Numbers and those who hold shares in physical form are requested to write their Folio Number in the Attendance Slip for attending the meeting.
6. All documents referred to in accompanying Notice and Explanatory Statement are open for inspection at the Registered Office of the Company on all working days except Tuesday between 11.00 a.m. to 4.00 p.m. up to the date of Annual General Meeting.

### Registered office:

C-23/2, MIDC,  
Taloja - 410 208,  
Dist. Raigad,  
Maharashtra.  
Date : July 30, 2008

By Order of the Board of Directors

Kamal Kumar Chaudhary  
Chairman



## DIRECTORS' REPORT

To,  
The Members,

Your Directors have pleasure in presenting the NINETEENTH ANNUAL REPORT and the Audited statements of Accounts of the Company for the year ended 31<sup>st</sup> March, 2008.

### FINANCIAL RESULTS

	Year ended 31st March, 2008 Rupees	Year ended 31st March, 2007 Rupees
Profit before Depreciation & Exceptional Items	1,15,30,862	1,07,33,275
Less: Depreciation	15,87,101	15,79,870
Add/(Less): Exceptional Items	(77,309)	-----
Profit/(Loss) before Tax	98,66,452	91,53,405
Less: Provision for Taxation	10,40,563	10,50,309
Profit / (Loss) after tax	88,25,889	81,03,096
Less: Earlier year adjustment	1,64,258	3,20,407
Add: Balance of Profit brought forward from previous year	(2,59,63,967)	(3,37,46,656)
Balance carried to Balance Sheet	(1,73,02,336)	(2,59,63,967)

### REVIEW OF OPERATIONS

During the year under review, the total income from operation is Rs. 137.04 Lac as against the Income of Rs. 254.61 Lacs of the previous year.

### DIVIDEND:

In view of accumulated brought forward loss, the Board of directors does not recommend any dividend.

### FINANCE

The Authorised Share Capital of the Company is Rs. 550.00 Lacs and Paid-up Share Capital is Rs. 470.60 Lacs.

### PUBLIC DEPOSITS

The Company has so far not invited any deposits from the public.

### DIRECTORS

The Board at present comprises of Mr. Kamal Kumar Chaudhary, Mr. Ashish Chaudhary, Mr. Sharad Kumar Gupta, Mr. Vimal Sharma and Mr. Rajesh Kumar Nagori all having vast business experience.

### DIRECTORS RESPONSIBILITY STATEMENT :

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

- (i) That in the preparation of the Annual Accounts, the applicable accounting standards have been followed;
- (ii) That the Directors have selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year ended 31st March, 2008 and of the profit or loss of the Company for that financial year.
- (iii) That the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- (iv) The Directors had prepared the Annual Accounts on a going concern basis.

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

The particulars with respect to Conservation of Energy, Technology Absorption and Foreign Exchange Earning and Outgo pursuant to Companies (Disclosure of particulars in the Report of the Board of Directors) Rules, 1988 and under section 217(1) (e) of the Companies Act, 1956 is set out hereunder.



# Bloom Industries Ltd.

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## (A) POWER AND FUEL CONSUMPTION

Electricity at Factory :

Purchase Unit (KWH)	67,002 Units
Total Amount	Rs. 4,28,824/-

Rate/Unit	Rs. 6.40
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## (B) TECHNOLOGY ABSORPTION

No research and development work has been carried out by the company and therefore, there is no expenditure on this head, or any benefit accrued from it.

## (C) FOREIGN EXCHANGE EARNING AND OUTGO

The foreign exchange earning during the year is Rs. NIL and outgo Rs. NIL.

## PARTICULARS OF EMPLOYEES :

Particulars of employees as required under Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules 1975 are not applicable to our company, as during the year under review no employee is in receipt of remuneration of more than Rs. 1,00,000/- per month or Rs. 12,00,000/- per annum.

## CORPORATE GOVERNANCE :

A separate report on the compliance with clause 49 of the Listing Agreement with the Stock Exchange on Corporate Governance and the Auditor's Certificate on its compliance forms part of this report.

## DEMATERIALISATION OF SECURITIES

The Company Dematerialised of Security 33,73,300 Shares out of 47,06,000 Shares till 31st March, 2008 (71.68%) with CDSL bearing ISIN No: INE 373E01015.

## AUDITORS

M/s. Jangid & Associates, Chartered Accountants retire as Auditors of the Company at the conclusion of the ensuing Annual General Meeting and, being eligible, have offered themselves for re-appointment.

## EMPLOYEES' RELATIONS

The relations between the employees and management continue to be good and cordial.

## ACKNOWLEDGMENTS

The Directors have pleasure to place on record their appreciation for the valuable co-operation and assistance by the Company's Bankers, Financial Institutions, Associates, Investors and Employees.

Place : Mumbai

Date : July 30, 2008

FOR AND ON BEHALF OF THE BOARD

KAMAL KUMAR CHAUDHARY  
CHAIRMAN

**ANNEXURE 1 TO DIRECTORS' REPORT :-**

**CORPORATE GOVERNANCE REPORT**

The detailed Report on Corporate Governance as per the Format prescribed by SEBI and incorporated in Clause 49 of the Listing Agreement is set out below.

**1. COMPANY'S PHILOSOPHY ON CODE OF CORPORATE GOVERNANCE :**

The Company's philosophy on Corporate Governance lays strong emphasis on transparency, accountability and integrity. The Company has implemented mandatory requirements of the Code of Governance as mentioned in Clause 49 of the Listing Agreement.

**2. BOARD OF DIRECTORS**

Composition and number of meeting held:

There are Five members of the Board of Directors. The Board comprises of Chairman and Four other Non-Executive Director. All are independent Directors.

During the financial year ending 31st March 2008, 4 (Four) meeting of the Board of Directors were held on 30<sup>th</sup> April, 2007, 23rd July, 2007, 30<sup>th</sup> October, 2007, and 28<sup>th</sup> January, 2008. The Composition the Board attendance of directors at the Board Meeting, Annual General Meeting and the number of Companies and Committees, were they are a Director / Member / Chairman are given below.

Name of the Director	Category	No. of other Directorships	Committee No. of Membership	Positions Chairman	No. of Board Meeting Attended	Last AGM Attended
Mr. Kamal Kumar Chaudhary	Chairman	NIL	1	4	4	Yes
Mr. Ashish Chaudhary	Independent Non-Executive	NIL	1	NIL	4	Yes
Mr. Sharad Kumar Gupta	Independent Non-Executive	1	2	NIL	4	Yes
Mr. Vimal Sharma	Independent Non-Executive	NIL	1	NIL	0	No
Mr. Rajesh Kumar Nogari	Independent Non-Executive	NIL	1	NIL	2	Yes

Chairman Mr. Kamal Kumar Chaudhary, and Three Directors Mr. Ashish Chaudhary, Mr. Sharad Kumar Gupta and Mr. Rajesh Kumar Nagori have attended the last AGM held on 28<sup>th</sup> September, 2007.

**3. AUDIT COMMITTEE:**

The Company has constituted Audit Committee to look after the accounts & audit works and following members have been appointed :

1. Shri Sharad Kumar Gupta Chairman of the Committee
2. Shri Rajesh Kumar Nagori Director
3. Shri Vimal Sharma Director

**4. REMUNERATION OF DIRECTORS:**

The Company does not pay any remuneration and sitting fees for attending the Board / Committee Meeting to Non-executive Directors.

Disclosure of Non-mandatory requirement:

The Board has not constituted a Remuneration Committee, as it is not mandatory, The same will be constituted as and when the need will arise.



# Bloom Industries Ltd.

## 5. SHAREHOLDERS COMMITTEE

The Shareholders / Investors Grievance and Share Transfer Committee consists of 2 Non executive and Chairman viz.,

1. Shri Kamal Kumar Chaudhary Chairman of the Committee  
Director
2. Shri Sharad Gupta Director
3. Shri Ashish Chaudhary Director

Compliance Officer Shri Sharad Gupta

The Company received 1 complaint from Shareholders/ investors' during the year under review, which were replied/ resolved to their satisfaction. There were no pending transfers/ complaints as on 31.03.2008.

## 6. GENERAL BODY MEETING

The previous three Annual General Meetings of the Company held on the dates, at the time and venue given below:

Financial Year	Date	Time	Venue
2004-2005	15 <sup>th</sup> September 2005, Thursday	10.30 A.M.	C-23/2, M.I.D.C., Taloja, Dist-Raigad, Maharashtra - 410208
2005-2006	15 <sup>th</sup> September 2006, Friday	10.30 A.M.	C-23/2, M.I.D.C., Taloja, Dist-Raigad, Maharashtra - 410208
2006-2007	28 <sup>th</sup> September 2007, Friday	10.30 A.M.	C-23/2, M.I.D.C., Taloja, Dist-Raigad, Maharashtra - 410208

All the resolutions set out in the respective notices were passed by the members. There were no resolutions put through postal ballot last year.

## 7. MEANS OF COMMUNICATIONS:

The Company does not send its half-yearly reports to each household of shareholders as the same is not required to be sent legally.

The Company's quarterly and yearly financial result have been sent to the Regional Stock Exchange on which the Company is listed in a prescribed form so as to enable the Stock Exchange to put them on their own web sites.

## 8. DISCLOSURES:

There were no materially significant transaction with the related party viz. Promoters Directors or the management, or relatives conflicting with company's interest. Suitable disclosures as required by the Accounting Standards (AS18) has been made in Annual Report.

The Company has complied with all the statutory requirements comprised in the Listing Agreement / Regulations / Guidelines/ Rules of the Stock Exchanges/ SEBI / other Statutory Authorities.

## 9. MANAGEMENT DISCUSSION AND ANALYSIS REPORT

The Company Chairman Mr. Kamal Kumar Chaudhary is experience in out looking works and Director Mr. Ashish Chaudhary is Finance Consult, Mr. Sharad Kumar Gupta Accounts, Mr. Vimal Sharma and Mr. Rajesh Nogari other matters.

## 10. GENERAL SHAREHOLDER INFORMATION

The financial year of the company is from 1st April to 31st March.

The Nineteenth Annual General Meeting of the Company will be held on 26th September, 2008 at 10.30 a.m. at Registered Office : C-23/2, M.I.D.C., Taloja, Dist-Raigad, Maharashtra - 410 208.



**Financial Calendar:-**

Quarter ended 30th June, 30th September, 31st December, 31st March.

The Register of Members and Share Transfer Books of the Company will be closed from Monday, the 22nd September, 2008 to Friday 26th September, 2008 (both days inclusive) for the purpose of Annual General Meeting.

The board has not recommended any dividend for the year.

The Equity Shares of the Company is listed on Stock Exchange at Mumbai.  
Script Code : 513422

High/ Low Market price of the Company's share traded on The Stock Exchange, Mumbai during the last twelve months is furnished below:

Period	The Stock Exchange, Mumbai	
	Highest (Rs.)	Lowest (Rs.)
April, 2007	No Trading	No Trading
May, 2007	No Trading	No Trading
June, 2007	No Trading	No Trading
July, 2007	No Trading	No Trading
August, 2007	No Trading	No Trading
September, 2007	No Trading	No Trading
October, 2007	No Trading	No Trading
November, 2007	No Trading	No Trading
December, 2007	No Trading	No Trading
January, 2008	No Trading	No Trading
February, 2008	No Trading	No Trading
March, 2008	No Trading	No Trading

M/s. Purva Sharegistry (India) Private Limited of Mumbai is acting as its Registrar & transfer Agents w.e.f. 1st February, 2003 of the Company (for both physical as well as demat segment)

For any assistance regarding Share Transfers, Transmissions, change of Address, duplicate / missing share certificate. and other relevant matters, please write to the registrar and Share Transfer Agents of the Company, at the address given below:

M/s. Purva Sharegistry (India) Private Limited  
9, Shiv Shakti Industrial Estate  
Ground Floor, Sitaram Mill Compound  
J.R. Boricha Marg, Lower Parel,  
Mumbai - 400 011.

Tel No. 23016761, 23018261 (Telefax)  
Contact Person : Mr. Rajesh Shah

Demat ISIN Number for CDSL

ISIN Number has been issued to Equity Shares by CDSL: INE373E01015.

The Company has not issued any GDRs or ADRs.

Addresses of Correspondence:

C-23/2, M.I.D.C., Taloja, Dist- Raigad, Maharashtra -410 208.

SALMAN GARWAL  
PARTNER  
Membership No. 02586

Place : Mumbai  
Dated : July 30, 2008

# Bloom Industries Ltd.

Distribution of shareholding as on 31st March, 2008.

Category	No. of Shares holders	% of total shareholders held	No. of Shares held	% of total Shareholding
Upto 500	2084	85.94	3,71,600	7.90
501 to 1000	149	6.14	1,30,600	2.78
1001 to 2000	83	3.42	1,45,000	3.08
2001 to 3000	69	2.85	1,95,900	4.16
3001 to 4000	11	0.45	40,600	0.86
4001 to 5000	5	0.21	24,400	0.52
5001 to 10000	15	0.62	1,10,200	2.34
Above - 10001	9	0.37	36,87,700	78.36
<b>TOTAL</b>	<b>2425</b>	<b>100.00</b>	<b>47,06,000</b>	<b>100.00</b>

Distribution Pattern (Categories of Shareholders) as on 31<sup>st</sup> March, 2008

Category	No. of Shares held	% of total shareholding
Resident Indians	10,92,200	23.21
Bodies Corporate	2,49,500	5.30
Directors & Relatives	33,64,300	71.49
<b>TOTAL</b>	<b>47,06,000</b>	<b>100.00</b>

## AUDITORS' CERTIFICATE ON CORPORATE GOVERNANCE

To  
The Member of  
Bloom Industries Limited.

We have examined the compliance of conditions of Corporate Governance by Bloom Industries Limited for the year ended 31st March, 2008, as stipulated in Clause 49 of the Listing Agreement of the said Company with stock exchanges.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statement of the Company.

In our opinion and to the best of our information and according to the explanations given to us and the representations made by the Directors and the Management. We certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mention Listing Agreement.

We state that no investor grievances as at March 31, 2008 are pending for a period exceeding one month against the Company as per the records maintained by the share registrar and reviewed by the shareholders / Investors Grievance Committee.

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

For **JANGID & ASSOCIATES**  
Chartered Accountants

Place : Mumbai  
Dated : July 30, 2008

**SAJJAN AGARWAL**  
PARTNER  
Membership No. 102586



## AUDITOR'S REPORT

To  
The Members of  
Bloom Industries Limited.

We have audited the attached Balance Sheet of **BLOOM INDUSTRIES LIMITED** as at 31st March, 2008 and also the Profit & Loss Account and the Cash Flow statement of the Company 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.

1. We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting, the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
2. As required, by the Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of Section 227(4A) of the Companies Act, 1956, We enclose in the annexure, a statement on the matters prescribed in paragraphs 4 and 5 of the said order.
3. Further, to our comments, in annexure referred to in paragraph 2 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 purpose of our audit;
  - (ii) In our opinion, proper books of accounts as required by law have been kept by the Company so far as appears from our examinations of these books;
  - (iii) The Balance Sheet, Profit and Loss Account and Cash Flow statement dealt with by this report are in agreement with books of account;
  - (iv) In our opinion, the Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report comply with the accounting Standards referred to in sub-section (3C) of Section 211 of the Company Act, 1956; Excepts AS 15 on "Accounting of Retirement Benefit to Employees" which is on cash basis.
  - (v) On the basis of the written representations received from the directors, as on 31st March, 2008, and taken on record by the Board of Directors, We report that none of the directors is disqualified as on 31st March, 2008 from being appointed as a director in terms of clause (g) of Sub-section (1) of Section 274 of the Companies Act, 1956;
4. In our opinion and to the best of our information and according to the explanations given to us, the annexed accounts read with the Notes thereon given in Schedule "M", give the information required by the Companies Act, 1956 (as amended) in the manner so required except Provision for liability towards leave salary and gratuity of employees is accounted for on cash basis, which is not in conformity with accounting standard 15 on "Accounting of Retirement Benefit to Employees:."

Subject to the above observations and read with notes thereon in Schedule "M" the said accounts give a true and fair view :-

- (a) In the case of Balance Sheet, of the state of affairs of the Company as at 31st March, 2008;
  - (b) In the case of the Profit and Loss Account, of the Profit of the Company for the year ended on that date.
- And
- (c) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

For **JANGID & ASSOCIATES**  
Chartered Accountants

Place : Mumbai  
Dated : July 30, 2008

**SAJJAN AGARWAL**  
PARTNER  
Membership No. 102586



# Bloom Industries Ltd.

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Annexure Referred to in paragraph (2) of our report of even date on the accounts for the year ended 31st March, 2008 of BLOOM INDUSTRIES LIMITED.

**1. In respect of its fixed assets:**

- a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- b) All the assets have been physically verified by the management during the year, There is regular programme of verification which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. According to the information and explanation given to us, no material discrepancies have been noticed on such verification.
- c) The company has not disposed off a substantial part of fixed assets during the year.

**2. In respect of its inventories:**

- a) The inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
- b) In our opinion, the procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and nature of its business.
- c) The Company is maintaining proper records of inventory and no material discrepancies were noticed on physical verification as compared to book records.

**3. In respect of loans granted to parties covered in the register maintained u/s 301 of the Companies Act, 1956.**

- a) The company has granted loans to five parties covered in the register maintained under sections 301 of the Companies Act, 1956. The amount involved during the year was Rs. 140.83 Lacs and the year-end balance of loans granted to such parties was Rs. 89.04 Lacs.
- b) In our opinion the rate of interest & other terms and conditions on which loan have been granted to the companies listed in the register maintained under Section 301 of the Companies Act, 1956 are not, prima facie, prejudicial to the interest of the Company.
- c) The party to whom loans have been granted are regular in repaying the principal amount & interest as stipulated in the terms & conditions.
- d) There is no overdue amount of loan granted to the parties listed in the register maintained under Section 301 of the Companies Act, 1956.

**In respect of loans taken from parties covered in the register maintained u/s 301 of the Companies Act, 1956.**

- e) The company has taken unsecured loans from a company & one party covered in the register maintained under Section 301 of the Companies Act, 1956. The maximum amount involved during the year was Rs. 15.10 Lakhs and the year end balance of loans taken from such parties was Rs. 0.31 Lakhs.
- f) In our opinion the rate of interest and other terms and conditions on which loans have been taken by the companies, Secured or unsecured are not, prima facie, prejudicial to the interest of the Company.
- g) The payment of the principal amount and interest thereon are regular.

**4. In respect of internal control:**

In our opinion and according to the explanations given to us, there are adequate internal control system 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. During the course of the audit we have not observed any continuing failure to correct major weaknesses in internal control system.

**5. In respect of transactions need to be entered into a register maintained u/s 301 of the Companies Act, 1956.**

- a) According to the information and explanation given to us, we are of the opinion that the transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1956 have been so entered.
- b) In our opinion and according to the information and explanation given to us, the transaction made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956 and exceeding the value of rupees five lakhs in respect of any party during the year have been made at price which are reasonable having regard to prevailing market prices at the relevant time.

**6. In respect of deposits from public**

The Company has not accepted deposits from the public. As such, the question of complying with the directives issued by the Reserve Bank of India and the provisions of Section 58A of the Companies Act, 1956 and rules framed thereunder does not arise.

**7. In respect of internal audit system**

In our opinion, The company has an adequate internal Audit system commensurate with its size and nature of its business.

**8. In respect of maintenance of cost records**

In the present case, the Central Government has not prescribed the maintenance of the cost records under section 209(1) (d) of the Companies Act, 1956. As such, the question of reviewing the books of account to be maintained by the company pursuant to such an order does not arise.



**9. In respect of statutory dues:**

- a) According to the information and explanations given to us, the Company is regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees State Insurance, Income-Tax, Sales Tax, Service Tax, Wealth Tax, Fringe Benefit Tax, Customs Duty, Excise Duty, Cess and other material statutory dues applicable to it.
- b) According to the information and explanations given to us, no undisputed amount payable in respect of Income Tax, wealth tax, sale tax, customs duty, excise duty, service tax, and cess were in arrears, as at 31st March 2008 for a period of more than six months from the date they became payable.
- c) According to the information and explanations given to us, there are no dues of income tax, wealth tax, service tax custom duty, excise duty and cess which have not been deposited on account of any dispute.

**10. In respect of accumulated losses and cash losses**

The Company has accumulated losses at the end of the year however it is less than fifty percent of its net worth. The Company has not incurred cash loss during the year as well as in the immediately preceding financial year.

**11. In respect of dues to financial institution /banks / debentures**

According to the information and explanation given to us and as per the our verification of records of the company, the Company has not defaulted in repayment of dues to any financial institution, banks or debenture holders as at the Balance Sheet date.

**12. In respect of loans and advances granted on the basis of security**

As informed to us, the company has not granted any loans and advances on the basis of security by way of pledge on any shares, debentures and other securities. therefore, the provisions of clause 4(xii) of the companies (Auditor's Report) Order 2003 are not applicable to the Company.

**13. In respect of chit fund or a nidhi mutual benefit**

In Our opinion, the Company is not a chit fund or a nidhi mutual benefit fund / society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order 2003 are not applicable to the Company.

**14. In respect of dealing or trading in shares, securities, debentures and other investments.**

The Company is maintaining timely proper records of the transaction and contracts for purchases or sales of shares, securities, debentures and other investment, and the same is held by the company in its own name except few Shares held as investment are lying with broker.

**15. In respect of guarantee given for loan taken by others**

As informed to us, the Company has not given any guarantee for any loans taken by other from bank or financial institutions. Therefore, the provision of clause 4(xv) of the Companies (Auditor's Report) Order 2003 are not applicable to the Company.

**16. In respect of term loans taken**

The term loan raised during the year and out standing at the beginning of the year was applied for the purpose for which it was taken.

**17. In respect of fund used**

According to the information and explanations given to us and overall examination of the Balance Sheet of the Company, we report that no fund raised on short term basis have been used for long term investments.

**18. In respect of preferential allotment of shares**

The Company has not made any preferential allotment of shares during the year under review. Therefore, the provisions of clause 4(xviii) of the Companies (Auditor's Report) Order 2003 are not applicable to the Company.

**19. In respect of securities created for debentures**

The Company has not issued any debentures. Therefore, the provisions of clause 4(xix) of the Companies (Auditor's Report) Order 2003 are not applicable to the Company.

**20. In respect of end use of money raised by public issue**

During the year under review, The Company has not raised any money by way of public issues. Hence the question of verification of end use of money raised in public issue as per the provision of clause 4(xx) of the companies (Auditor's Report) Order 2003 does not arise.

**21. In respect of fraud**

On the basis of our examinations and according to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the course of the audit.

For JANGID & ASSOCIATES  
Chartered Accountants

Place : Mumbai  
Dated : July 30, 2008.

SAJJAN AGARWAL  
PARTNER  
M.No. 102586

# Bloom Industries Ltd.

## BALANCE SHEET AS AT 31ST MARCH, 2008

Particulars	Schedule	As at 31.03.2008 Amount in Rupees	As at 31.03.2007 Amount in Rupees
<b>I. SOURCES OF FUNDS</b>			
<b>1. SHAREHOLDERS' FUNDS</b>			
(a) Capital	"A"	50,263,000	50,263,000
(b) Reserves & Surplus		-	-
		<u>50,263,000</u>	<u>50,263,000</u>
<b>2. LOAN FUND.</b>			
(a) Secured Loan	"B"	169,310	510,203
(b) Unsecured Loan	"C"	31,221	949,203
		<u>200,531</u>	<u>1,459,406</u>
<b>TOTAL</b>		<u><u>50,463,531</u></u>	<u><u>51,722,406</u></u>
<b>II. APPLICATION OF FUNDS</b>			
<b>1. FIXED ASSETS</b>			
(a) Gross Block	"D"	35,246,505	35,143,786
(b) Less : Depreciation		<u>18,639,352</u>	<u>17,192,838</u>
(c) Net Block		<u>16,607,153</u>	<u>17,950,948</u>
<b>2. INVESTMENTS</b>			
	"E"	5,246,020	5,086,186
<b>3. CURRENT ASSETS, LOANS &amp; ADVANCE "F"</b>			
(a) Sundry Debtors		1,924,912	776,034
(b) Cash & Bank Balances		582,010	375,258
(c) Loans & Advances		<u>11,951,039</u>	<u>3,068,904</u>
		<u>14,457,961</u>	<u>4,220,196</u>
<b>Less : Current Liabilities &amp; Provisions</b>			
(a) Liabilities	"G"	1,037,164	448,582
(b) Provisions (Tax)		<u>2,112,775</u>	<u>1,050,309</u>
		<u>3,149,939</u>	<u>1,498,891</u>
Net Current Assets		<u>11,308,022</u>	<u>2,721,305</u>
<b>4. MISCELLANEOUS EXPENDITURE</b>			
		-	-
<b>PROFIT &amp; LOSS A/C (DR BALANCE)</b>		<u>17,302,336</u>	<u>25,963,967</u>
<b>TOTAL</b>		<u><u>50,463,531</u></u>	<u><u>51,722,406</u></u>
Notes forming part of accounts	"M"		

As per our Report of even date attached

For JANGID & ASSOCIATES  
Chartered Accountants

SAJJAN AGARWAL  
PARTNER  
M.No. 102586

PLACE : MUMBAI  
DATE : 30/07/2008

FOR AND ON BEHALF OF THE BOARD

KAMAL KUMAR CHAUDHARY Chairman

ASHISH CHAUDHARY Director

SHARAD KUMAR GUPTA Director



**PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2008**

Particulars	Schedule	As at 31.03.2008 Amount in Rupees	As at 31.03.2007 Amount in Rupees
<b>INCOME</b>			
(a) Sales		-	16,282,069
(b) Job work Charge Recd		8,193,051	4,761,117
(b) Other Income	"H"	<u>5,510,926</u>	<u>4,418,145</u>
		13,703,977	25,461,331
<b>EXPENDITURE</b>			
Cost of Goods Consumed/ Sold		-	12,541,677
Manufacturing & Other Expenses	"I"	1,261,961	1,149,368
Administrative & Other Exp.	"J"	780,024	552,497
Interest	"K"	131,130	484,514
Depreciations		<u>1,587,101</u>	<u>1,579,870</u>
		<u>3,760,216</u>	<u>16,307,926</u>
PROFIT/(LOSS) BEFORE TAXATION FROM OPERATION		9,943,761	9,153,405
EXCEPTIONAL ITEMS		<u>(77,309)</u>	<u>-</u>
PROFIT/(LOSS) BEFORE TAXATION		9,866,452	9,153,405
Less : Provision for taxation			
Current Tax (Mat)		1,016,245	1,024,164
Fringe Benefit Tax		<u>24,318</u>	<u>26,145</u>
PROFIT/(LOSS) AFTER TAXATION		8,825,889	8,103,096
Less : Earlier year adjustment	"L"	<u>164,258</u>	<u>320,407</u>
NET PROFIT/(LOSS)		8,661,631	7,782,689
Add : Balance B/F from previous year		<u>(25,963,967)</u>	<u>(33,746,656)</u>
Balance Carried to Balance Sheet		<u><u>(17,302,336)</u></u>	<u><u>(25,963,967)</u></u>
Earnings (Loss) per share		1.84	1.65
Notes forming part of accounts	"M"		

As per our Report of even date attached

For JANGID & ASSOCIATES  
Chartered Accountants

SAJJAN AGARWAL  
PARTNER  
M.No. 102586

PLACE : MUMBAI  
DATE : 30/07/2008

FOR AND ON BEHALF OF THE BOARD

KAMAL KUMAR CHAUDHARY Chairman  
ASHISH CHAUDHARY Director  
SHARAD KUMAR GUPTA Director

# Bloom Industries Ltd.

SCHEDULES "A" TO "L" ANNEXED TO AND FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2008 AND PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2008.

	As at 31.03.2008 Amount in Rupees	As at 31.03.2007 Amount in Rupees
<b>SCHEDULE A : SHARE CAPITAL</b>		
<b>AUTHORISED</b>		
54,95,000 Equity Shares of Rs. 10/- each (Pre. yr. 54,95,000 Equity Shares of Rs.10/- each)	54,950,000	54,950,000
500 12% Non Cumulative Redeemable preference Shares of Rs.100/- each (Pre.yr.500 12% Non Cumulative Redeemable preference shares of Rs. 100/- each)	<u>50,000</u>	<u>50,000</u>
<b>TOTAL</b>	<u><u>55,000,000</u></u>	<u><u>55,000,000</u></u>
<b>ISSUED, SUBSCRIBED &amp; PAID-UP</b>		
47,06,000 Equity Shares of Rs. 10/- each (Previous year 47,06,000 Equity Shares of Rs.10/- each)	47,060,000	47,060,000
Add : 644000 Equity Shares Forfeited Amount paidup thereon. (Previous year 644000 Equity Shares)	<u>3,203,000</u>	<u>3,203,000</u>
<b>TOTAL</b>	<u><u>50,263,000</u></u>	<u><u>50,263,000</u></u>
<b>SCHEDULE B : SECURED LOANS</b>		
(i) Car Loan (Kotak Mahindra Bank Ltd.) (Secured Against Accent Car) (Repayable within one year Rs.88,400/- Previous year Rs. Nil /-)	85,847	-
(ii) CITI Bank (Secured Against Corolla Car) (Repayable within one year Rs.86,718/- Previous year Rs. 1,73,436/-)	83,463	241,364
(iii) Crain Loan (Kotak Mahindra) (Secured Against Mobile Crain) (Repayable within one year Rs. Nil Previous year Rs.2,80,040/-)	-	268,839
<b>TOTAL</b>	<u><u>169,310</u></u>	<u><u>510,203</u></u>
<b>SCHEDULE C : UNSECURED LOANS</b>		
Loan from Director's & their Relativitve	31,221	949,203
<b>TOTAL</b>	<u><u>31,221</u></u>	<u><u>949,203</u></u>

**SCHEDULE "D" FIXED ASSETS AS PER S.L.M OF THE COMPANIES ACT 1956 OF 31ST MARCH 2008.**

PARTICULARS	GROSS BLOCK (AT COST)			DEPRECIATION			NET BLOCK			
	AS AT 01.04.07	ADDITIONS	DEDUCTIONS	TOTAL 31.03.2008	AS AT 31.03.2007	FOR THE YEAR	ADJUSTMENT 2007 / 2008	TOTAL 31.03.2008	AS AT 31.03.2008	AS AT 31.03.2007
	LAND	887,370	-	-	887,370	-	-	-	-	887,370
BUILDINGS (Factory Building)	8,450,012	-	-	8,450,012	4,260,172	282,230	-	4,542,402	3,907,610	4,189,840
FURNITURE & FITTING	703,045	-	-	703,045	373,289	26,501	-	399,790	303,255	329,756
PLANT & MACHINERY	22,385,624	-	-	22,385,624	11,942,875	1,079,298	-	13,022,173	9,363,451	10,442,749
COMPUTER	182,850	74,650	-	257,500	176,016	5,842	-	181,858	75,642	6,834
TELEPHONE SYSTEM	62,620	-	-	62,620	24,005	2,974	-	26,979	35,641	38,615
MOTOR CAR	1,503,530	550,965	522,896	1,531,599	344,370	144,241	140,587	348,024	1,183,575	1,159,160
MOBILE CRAIN	968,735	-	-	968,735	72,111	46,015	-	118,126	850,609	896,624
<b>TOTAL</b>	<b>35,143,786</b>	<b>625,615</b>	<b>522,896</b>	<b>35,246,505</b>	<b>17,192,838</b>	<b>1,587,101</b>	<b>140,587</b>	<b>18,639,352</b>	<b>16,607,153</b>	<b>17,950,948</b>
PREVIOUS YEAR	35,014,989	128,797	-	35,143,786	15,612,968	1,579,870	-	17,192,838	17,950,948	19,402,021



# Bloom Industries Ltd.

	AS ON 31-3-2008 AMOUNT IN RUPEES	AS ON 31-3-2007 AMOUNT IN RUPEES
<b>SCHEDULE E: INVESTMENTS</b>		
<b>QUOTED ( Fully paid up Equity shares of Rs. 10/- each)</b>		
Southern Iron Steel NIL (1,30,000) Market Value Rs. Nil (36,59,500/-)		2,749,492
Reliance Industries Ltd. 1,400 (3000) Market Value Rs.31,70,300/- (41,10,900/-)	1,090,457	2,336,694
HMT Ltd. 6,000 (NIL) Market Value Rs. 4,22,400/- (Rs.Nil)	913,200	-
Jaibalaji Industries Ltd. 4,200 (NIL) Market Value Rs. 12,12,540/- (Rs.Nil)	1,801,209	-
Reliance Infra Ltd. 50 (NIL) Market Value Rs.45,850/- (Rs.Nil)	137,967	-
RPL Ltd. 600 (NIL) Market Value Rs. 93,750/- (Rs.Nil)	136,938	-
<b>QUOTED ( Fully paid up Equity shares of Rs. 5/- each)</b>		
Reliance Communication Ltd. 200 (NIL) Market Value Rs. 1,01,660/- (Rs.Nil)	144,234	-
RNRL Ltd. 6,500 (NIL) Market Value Rs. 6,48,050/- (Rs.Nil)	1,022,015	-
<b>Total</b>	<b>5,246,020</b>	<b>5,086,186</b>
Note : Figure in bracket are relating to previous year.		
<b>SCHEDULE F: CURRENT ASSETS, LOANS AND ADVANCES</b>		
<b>(a) SUNDRY DEBTORS</b>		
Debts Exceeding Six Months		
Others Unsecured Considered good	1,924,912	776,034
	1,924,912	776,034
<b>(b) CASH &amp; BANK BALANCES</b>		
Cash Balance on hand	16,843	49,022
Bank Balance(with Scheduled Bank)	565,167	326,236
		375,258
<b>(c) LOANS &amp; ADVANCES</b> (Unsecured and Considered Goods)		
<b>ADVANCES</b>		
Advances recoverable in cash or in Kind or for Value to be received	9,917,528	1,993,990
Deposits with Government Department and other	263,369	258,098
Advance Income Tax and Income Tax deducted at source.	1,736,568	765,665
Prepaid Expenses	33,574	51,151
	11,951,039	3,068,904
	14,457,961	4,220,196
<b>SCHEDULE G: CURRENT LAIBILITIES AND PROVISIONS</b>		
<b>(a) LIABILITIES</b>		
Sundry Creditors for Purchase	701,874	-
Sundry Creditors for Exp.	161,014	171,455
Other Liabilities	174,276	277,127
	1,037,164	448,582
<b>(b) PROVISIONS</b>		
Provisions For Mat Tax (A.Y.2008-09)	1,016,245	-
Provisions For F.B.T.(A.Y. 2008-09)	24,318	-
Provisions For Mat Tax (A.Y.2007-08)	1,072,212	1,024,164
Provisions For F.B.T.(A.Y. 2007-08)	-	26,145
	2,112,775	1,050,309
<b>TOTAL</b>	<b>3,149,939</b>	<b>1,498,891</b>

	AS ON 31-03-2008 AMOUNT IN RUPEES		AS ON 31-3-2007 AMOUNT IN RUPEES	
<b>SCHEDULE "H" OTHER INCOME</b>				
Interest Recd	822,708		2,995	
Dividend Recd	-		1,400	
Brokerage, Commission & Fees Recd	1,410,000		2,550,000	
Miscellaneous Income	3,381		-	
Speculation Profit on Shares	1,890		85,849	
Short Terms Profit on Shares	(5,919)		1,799,861	
Long Terms Profit on Shares	4,238,431		-	
Profit (Loss) on Derivative	(959,565)	5,510,926	(21,960)	4,418,145
<b>TOTAL</b>		<u>5,510,926</u>		<u>4,418,145</u>
<b>SCHEDULE "I" MANUFACTURING &amp; OTHER EXPENSES</b>				
<b>MANUFACTUREING EXPENSES</b>				
Labour charges & Wages	430,455		457,631	
Power, Fuel & Water Charges	478,718	909,173	422,219	879,850
<b>EMPLOYEES REMUNERATION &amp; BENEFITS</b>				
Salaries, Bonus & Allowance	189,000		153,500	
Professional Tax	-	189,000	7,920	161,420
<b>REPAIRS &amp; MAINTENANCE</b>				
Machinery	120,799		72,498	
Electric	19,989		15,600	
Others	3,000	143,788	-	88,098
<b>AUDITOR'S REMUNERATION</b>				
For Audit	15,000		15,000	
For Tax Audit	5,000	20,000	5,000	20,000
<b>TOTAL</b>		<u>1,261,961</u>		<u>1,149,368</u>
<b>SCHEDULE "J" ADMINISTRATIVE &amp; OTHER EXPENSES</b>				
Insurance	58,229		67,098	
Bank charges & Commission	6,008		12,567	
Rent, Rates & Taxes	150,202		89,414	
Miscellaneous Expenses	5,647		10,453	
Printing & Stationery	17,724		7,631	
Telephone Expenses	88,119		67,714	
Motor Car Exp.	123,013		135,111	
Registrar Annual Fees on Demat	21,348		21,326	
Security Charges	158,844		115,383	
Professional Fees	6,186		10,800	
Postage & Courier	9,704		-	
Listing Fees	15,000		15,000	
Director Remuneration	120,000	780,024	-	552,497
<b>TOTAL</b>		<u>780,024</u>		<u>552,497</u>
<b>SCHEDULE "K" INTEREST</b>				
Interest to Bank	39,383		70,826	
Interest to Others	91,747	131,130	413,688	484,514
<b>TOTAL</b>		<u>131,130</u>		<u>484,514</u>
<b>SCHEDULE "L" EARLIER YEAR EXPENSES</b>				
Professional Tax	-		20,090	
Water Charges	-		7,128	
Income tax	100,854		295,025	
Interest on FBT	2,790		-	
Interest on MAT	60,614		-	
Service tax on Audit Fees	-	164,258	(1,836)	320,407
<b>TOTAL</b>		<u>164,258</u>		<u>320,407</u>



# Bloom Industries Ltd.

SCHEDULE "M" OF NOTES ANNEXED TO AND FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2008, AND PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON THAT DATE.

## 1. SIGNIFICANT ACCOUNTING POLICIES

### A] FIXED ASSETS AND DEPRECIATION :

- (i) Fixed Assets are stated at cost inclusive of other identifiable direct expenses and erection expenses up to the date of the assets put to use and on commencement of production.
- (ii) The company is charging depreciation under the straight line method at the rates prescribed under schedule XIV of the Companies Act, 1956.

### B] INVESTMENTS :

Investments are stated at cost and valued on FIFO basis. In the management's opinion the decline in the value of shares on the concerned stock exchange is of short-term nature and no provision for the decline in the value of investment is considered necessary as on the date of the balance sheet.

### C] INVENTORIES :

The Company had followed the value of inventories as cost or market value whichever is lower. However Raw Materials, Material-in-Process, Stores and spare parts during the year are Nil.

### D] SALES :

Sales comprise sale of goods net of trade discounts.

### E] PURCHASE :

Purchases shown in the books of account are purchase cost and other direct expenses incurred.

### F] EXCISE DUTY :

The company has not liable to pay or charge excise duty as there is no any exciseable goods manufacturing activities during the year.

### G] CENVAT :

Benefit of Cenvat credit is directly reduce from the respective expenses A/C.

### H] TAXATION

Current Income tax and Fringe Benefit tax are measured at the amount expected to be paid to Tax authorities in accordance with the Income Tax Act. Mat Tax paid if any charge to profit & loss a/c.

### I] TREATMENT OF RETIREMENT BENEFITS :

Retirement benefits are recorded only on the Crystallisation of liability.

### J] CONTINGENT LIABILITY :

Contingent liabilities are determined on the basis of available information and are disclosed by way of a note to the accounts.

### K] FOREIGN CURRENCY TRANSACTION :

Foreign Currency transaction are recorded in the books of the Company at the rates prevailing on the date of Payment.

## 2. FORFEITURE OF EQUITY SHARES

Out of the forfeited equity shares of Rs.10/- which were forfeited in financial year 1994-95. Some allottees filed case against forfeiture in respect of 10400 Equity Shares which are pending before various courts. In this respect company has not made any provisions.

## 3. MANAGERIAL REMUNERATION :

(a) Director's Remuneration: Rs. 1,20,000/- (previous year Nil)

(b) The remuneration stated above is in accordance with the provisions of and Schedule XIII to the Companies Act, 1956.

Since the remuneration stated above is the minimum remuneration paid to the managerial personnel, calculation of managerial remuneration under Section 198 of the Companies Act, 1956 is not applicable.

4. CONTINGENT LIABILITY NOT PROVIDED FOR:

	As at 31.03.2008 (Rs. in Lakh)	As at 31.03.2007 (Rs. in Lakh)
(a) Estimated Amount of Capital Contract	46.00	NIL
(b) The Income tax summary assessment u/s 143(1) have been completed upto Assessment year 2005-2006. Assessment under for A.Y. 2006-2007 & 2007-2008 is awaited.		

5. Information pursuant to the provisions of Paragraph 3 and 4C of Part II Schedule VI of the Companies Act, 1956.

[A] LICENSED AND INSTALLED CAPACITIES AND PRODUCTION :

CLASS OF GOODS	* Capacity Licensed/Regstd		* Installed Capacity		Actual Production	
	2007-08	2006-2007	2007-08	2006-2007	2007-08	2006-2007
	MT	MT	MT	MT	MT	MT
Sharing, decoiling & Corrugation of Sheets	80000	80000	80000	80000	40,601.818	25573.276
Steel Fabrication Profile	12000	12000	12000	12000		
	3000	3000	3000	3000		--

(\*) Licensed Capacity and Installed Capacity as certified by the Management.

[B] RAW MATERIALS CONSUMED, PURCHASES FOR RESALE AND COST OF GOODS SOLD.

	2007-2008		2006-2007	
	QTY (MT)	AMOUNT (RS.)	QTY (IN)	AMOUNT (RS.)
(a) Indigenous	Nil	Nil	Nil	Nil
(b) Imported	Nil	Nil	1492.371	1,25,41,677
[C] PARTICULARS OF SALES	Nil	Nil	1492.371	1,62,82,069
[D] PARTICULARS OF SERVICE RENDERED				
Labour Job	40601.818	81,93,051	25573.276	47,61,117
[E] DETAILS OF OPENING STOCKS				
(i) FINISHED GOODS	Nil	Nil	Nil	Nil
(ii) RAW MATERIALS	Nil	Nil	Nil	Nil
[F] PARTICULARS OF CLOSING STOCK				
(i) FINISHED GOODS	Nil	Nil	Nil	Nil
(ii) RAW MATERIALS	Nil	Nil	Nil	Nil

6. Value of Import during the year is Rs. Nil (Previous year Rs. 1,25,41,677/-)

7. (a) Expenditure in foreign currency during the year USD \$ Nil Rs. Nil (Previous Year US \$ 2,71,132.37 Rs. 1,25,41,677/-).

(b) Earning in foreign currency during the year NIL (Previous Year Nil)

8. The Balance of Sundry Debtors, Creditors and advances are subject to confirmation and reconciliation.



# Bloom Industries Ltd.

9. There is no any amount due to Small Scale Industrial undertaking. The disclosure is based on the information available with the company.
10. Previous year's figure have been regrouped and recast whenever necessary to make them Comparable with the current year.
11. SEGMENT REPORTING

The Company has disclosed business segment as the primary segment. Segments have been identified taking into account the nature of the products and services, the differing risks & returns & the organisational structure.

The categories in the reported business segments are as follows:-

- 1) Sale of Galvanised, C.R., M.S. Colour Coated Sheets.
- 2) Labour Job Charges.
- 3) Shares & security.
- 4) Other services

Revenue and expenses have been accounted based on the basis of their relationship to the operating activities of the segment. Revenue and expenses, which relate to the enterprise as a whole and are not allocable to segments on a reasonable basis, have been included under 'Unallocable Expenses'. Assets and Liabilities which relate to the enterprise as a whole and are not allocable to segments on a reasonable basis, have been included under 'Unallocable Assets / Liabilities.'

Particulars	CURRENT YEAR				PREVIOUS YEAR				
	BUSINESS SEGMENT		BUSINESS SEGMENT		BUSINESS SEGMENT		BUSINESS SEGMENT		
	Sale of Gal., CR.,MS.Colour Coated Sheet	Labour Job Charges	Shares & Securities	Other Services	Amount in Rs. Total	Sale of Gal., CR.,MS.Colour Coated Sheet	Labour Job Charges & Securities	Other Services	Amount in Rs. Total
A) SEGMENT REVENUE									
Allocable Sales	---	81,93,051	32,74,837	14,10,000	128,77,888	162,82,069	47,61,117	18,63,750	25,50,000
Unallocable Revenue	---	---	---	---	8,26,089	---	---	---	4,395
TOTAL REVENUE	---	81,93,051	32,74,837	14,10,000	137,03,977	162,82,069	47,61,117	18,63,750	25,50,000
B) SEGMENT EXPENSES									
Allocable Expenses	---	28,68,570	---	---	28,68,570	125,41,677	31,41,202	---	156,82,879
Unallocable Expenses	---	---	---	---	9,68,955	---	---	---	6,25,047
TOTAL EXPENSES	---	28,68,570	---	---	38,37,525	125,41,677	31,41,202	---	163,07,926
SEGMENT RESULT									
Profit / (Loss) Before Taxation					98,66,452				91,53,405
C) SEGMENT CURRENT ASSETS									
Allocable Assets	---	4,85,866	9,12,888	14,39,046	28,37,800	---	2,60,597	5,15,437	7,76,034
Unallocable Assets	---	---	---	---	116,20,161	---	---	---	34,44,162
Total Assets	---	4,85,866	9,12,888	14,39,046	144,57,961	---	---	---	42,20,196

D) SEGMENT CURRENT LIABILITIES													
Allocable Liabilities	67,261	7,01,874	1,74,276	9,43,411	91,007	---	---	---	---	---	---	13,71,908	91,007
Unallocable Liabilities	---	---	---	22,06,528	---	---	---	---	---	---	---	---	14,62,915
Total Liabilities	---	---	---	31,49,939	---	---	---	---	---	---	---	---	---
E) SECURED & UNSECURED LIABILITIES													
Allocable Liabilities	---	---	---	---	2,68,839	---	---	---	---	---	---	---	2,68,839
Unallocable Liabilities	---	---	---	2,00,531	---	---	---	---	---	---	---	---	11,90,567
Total Liabilities	---	---	---	2,00,531	---	---	---	---	---	---	---	---	14,59,406
F) CAPITAL EXPENDITURE (NET)													
Segment Capital Expenditure	---	---	---	---	1,28,797	---	---	---	---	---	---	---	1,28,797
Other Capital Expenditure	---	---	---	1,02,719	---	---	---	---	---	---	---	---	---
Total Capital Expenditure	---	---	---	1,02,719	---	---	---	---	---	---	---	---	---
G) DEPRECIATION													
Segment Depreciation	---	---	---	---	14,32,002	---	---	---	---	---	---	---	14,32,002
Unallocable Depreciation	14,34,044	---	---	1,53,057	---	---	---	---	---	---	---	---	1,47,868
Total Depreciation	---	---	---	15,87,101	---	---	---	---	---	---	---	---	15,79,870
H) FIXED ASSETS (NET)													
Allocable Assets	---	---	---	---	167,46,339	---	---	---	---	---	---	---	167,46,339
Unallocable Assets	153,12,295	---	---	12,94,858	---	---	---	---	---	---	---	---	12,04,609
Total Depreciation	---	---	---	166,07,153	---	---	---	---	---	---	---	---	179,50,948
I) NON CASH EXPENSES OTHER THAN DEPRECIATION													
Segment non Cash Expenses	---	---	---	---	---	---	---	---	---	---	---	---	---
Unallocable Cash Expenses	---	---	---	---	---	---	---	---	---	---	---	---	---
Total Non Cash Expenses	---	---	---	---	---	---	---	---	---	---	---	---	---



# Bloom Industries Ltd.

## 12) RELATED PARTY DISCLOSURES

### a) Related parties with whom transactions have taken place during the year

i) Key Management Person	:	Kamal Kumar Chaudhary Ashish Chaudhary Sharad Kumar Gupta Vimal Sharma Rajesh kumar Nagori
ii) Relative of Key Management Personnel	:	Smt. Rekha Rajgharia Smt. Chanda Devi Chaudhary Colour Steel Co. Pawan J. Chaudhary
iii) Enterprise over which the Key Management Personnel is able to exercise significant influence	:	Ken Financial Services Ltd. Jagdamba Salt

### b) Transactions carried out with the related parties referred in (a) above in the ordinary course of business

	Current Year			Previous Year		
	Key Management Personal	Relative of Key Management Personnel	Other Enterprise	Key Management Personal	Relative of Key Management Personnel	Other Enterprise
1) <b>Labour Job Charges Received</b> Colour Steel Co.		1,56,879		--	1,36,330	--
2) <b>Out Standing Loan (Liability)</b> Smt. Rekha Rajgharia		31,221			9,49,203	--
3) <b>Purchase of shares &amp; security of quoted equity</b> Pawan J. Chaudhary (BSE Member)		9,61,569			53,39,417	--
4) <b>Sales of shares &amp; security of quoted equity</b> Pawan J. Chaudhary (BSE Member)		82,46,082			49,31,122	--
5) <b>Payment of Interest</b> Smt. Rekha Rajgharia Smt. Chanda Devi Chaudhary Ashish Chaudhary Kamal Kumar Chaudhary		91,436	--	1,13,184 59,286	1,14,067 1,20,833	-- -- --
6) <b>Receipt of Interest</b> Kamal Kumar Chaudhary Ashish Chaudhary Jagdamba Salt	8,844 3,081		8,07,366			-- --
7) <b>Out Standing Advances (Assets)</b> Jagdamba Salt			89,04,263		19,93,000	
8) <b>Director Remuneration</b> Sharad Kumar Gupta	1,20,000					--

### 13. Earnings per Share (EPS) has been computed as under :-

		31st March, 2008	31st March, 2007
a) Net Profit/(Loss) for the period	(A)	86,61,631	77,82,689
b) Weighted Average Equity Shares (Nos.)	(B)	47,06,000	47,06,000
c) Earnings /(Loss) per Share	(A/B)	1.84	1.65

### 14. DEFERRED TAX ASSETS / LIABILITY.

The AS -22 (Accounting Standard for Accounting for Taxes on Income ) issued by ICAI becomes applicable to the company w.e.f.01.04.2002. The Company had incurred cumulative loss of Rs. 259.64 Lacs as per its Balance Sheet dated 31.03.2007 and adjust current year profit after Mat Tax Rs. 86.62 lacs and cumulative losses as per income tax return filed is amounted to Rs. 305.63 Lacs up to the A.Y.2007-2008 and setoff current year taxable profit Rs. 64.15 lacs and expiry of carry forward business loss of A.Y. 2000-2001 Rs. 11.06 lacs balance Rs. 230.42 lacs carry forward to next year. The only item causing timing difference for deferred tax liability is depreciation which is due to the different rate of depreciations. The amount of deferred tax liability arising on account of differential treatment of depreciation can be fully offset against the amount of deferred tax assets arising on account of cumulative losses incurred by the company as per Clause 29 of the said accounting standard. However, the company has not recognized the net balance of deferred tax assets in its Balance Sheet dated 31st March, 2008, as there is no reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized (refer Clause 15 of AS-22)

15. Balance Sheet Abstract and Company's General Business Profile for the year ended 31st March, 2008.

I. Registration Details

Registration No. : 11-54774 State Code : 11  
Balance Sheet Date : 31-03-2008

II. Capital Raised During the Year (Amount in Rs.)

Public Issue : Nil Bonus Issue : Nil  
Right Issue : Nil Private Placement : Nil

III. Position of Modification and Development of Funds (Amount in Rs.)

Total Liabilities : 5,04,63,531 Total Assets : 5,04,63,531

Sources of Funds

Paid-up Capital : 5,02,63,000 Reserves & Surplus : NIL  
Secured Loans : 1,69,310 Unsecured Loans : 31,221

Application of Funds

Net Fixed Assets : 1,66,07,153 Investments : 52,46,020  
Net Current Assets : 1,13,08,022 Misc. Expenditure : NIL  
Profit & Loss (Dr.) : 1,73,02,336

IV. Performance of the Company

Turnover : 1,37,03,977 Total Expenditure : 39,24,474  
Exceptional Item Net : 77,309  
Profit/(Loss)Before : Profit/(Loss)After  
Tax : 97,02,194 Tax : 86,61,631  
Earning per share Re : 1.84 Dividend(Proposed%) : Nil

V. Generic Names of three Principal Products/Services of Company  
(As per Monetary Terms)

Item Code No. (ITC Code) : 7210 49 00, 7208 27 40  
Product Description : G.P. Coil

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AS PER OUR REPORT ATTACHED

**For JANGID & ASSOCIATES  
CHARTERED ACCOUNTANTS**

**FOR AND ON BEHALF OF THE BOARD**

**SAJJAN AGARWAL  
PARTNER  
M.No. 102586**

**KAMAL KUMAR CHAUDHARY** Chairman  
**ASHISH CHAUDHARY** Director  
**SHARAD KUMAR GUPTA** Director

PLACE : MUMBAI  
DATED : JULY 30, 2008



# Bloom Industries Ltd.

## ANNEXURE TO CLAUSE 32 OF LISTING AGREEMENT CASH FLOW STATEMENT

	YEAR ENDING 31ST MARCH, 2008 (Amount in Rs.)	YEAR ENDING 31ST MARCH, 2007 (Amount in Rs.)
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit/(Loss) before tax and extra ordinary items	9,943,761	9,153,405
Adjustment for :		
Depreciation	1,446,514	1,579,870
Preliminary Exp.	-	-
Interest Income	(822,708)	(2,995)
Dividend Income	-	(1,400)
Mis.Income W/Off	-	-
Interest Expenses	131,130	484,514
Operating Profit/(Loss) before Working Capital Changes	10,698,697	11,213,394
<b>Adjustment for Current Assets</b>		
i) Trade and other receivables	(10,031,013)	(2,825,506)
ii) Inventories	-	-
iii) Trade payable	588,582	161,448
iv) Provision for taxation	1,062,466	377,424
Cash generated from operations	2,318,732	8,926,760
Tax on Income	(1,040,563)	(1,050,309)
Cash flow before extraordinary items	1,278,169	7,876,451
Extraordinary items	(77,309)	-
earlier year adjustment	(164,258)	(320,407)
Net cash from operating activities	1,036,602	7,556,044
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of fixed assets	(625,615)	(128,797)
Sale of Fixed Assets	522,896	-
Prurchase of investments	(4,155,563)	(1,847,724)
Sale of Investments	3,995,729	1,032,810
Interest received	822,708	2,995
Dividend received	-	1,400
Mis. Income W/off	-	-
Net cash used in investing activities	560,155	(939,316)
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from long term borrowing	(1,258,875)	(7,594,597)
Interest Paid	(131,130)	(484,514)
Advances given (net of repayments)	(1,390,005)	(8,079,111)
<b>D. NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENT (A+B+C)</b>	206,752	(1,462,383)
Opening cash and cash equivalents as at 31.3.2007	375,258	1,837,641
Closing cash and cash equivalents as at 31.3.2008	582,010	375,258

Note : 1. Cash and cash equivalents represents cash and bank balances (including Bank Fixed Deposit)  
2. Previous year figure have been regrouped wherever necessary to conform to this year classifications.

For and on behalf of the Board

Place : Mumbai  
Date : 30/07/2008

KAMAL KUMAR CHAUDHARY  
Chairman

### AUDITORS CERTIFICATE

We have verified the above cash flow statement of BLOOM INDUSTRIES LIMITED derived from the audited financial statements for the year ended March, 2008 and found the same to be drawn in accordance therewith and also with the requirements of Clause 32 of the Listing Agreement with Stock Exchanges

For Jangid & Associates  
Chartered Accountants

Place : Mumbai  
Date : 30/07/2008

Sajjan Agarwal  
Partner  
M.No. 102586