

INDEPENDENT AUDITOR'S REPORT

To the Members of

Steel Strips Limited.

We have audited the accompanying financial statements of Steel Strips Limited, which comprise the Balance Sheet as at March 31, 2013, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 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.

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 misstatement.

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.

In our opinion and to the best of our information and according to the explanations given to us the 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 Profit and Loss Account, of the loss 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.



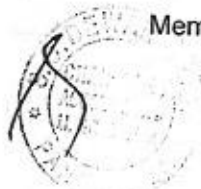
1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by section 227(3) 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, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - d) in our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;
  - e) on the basis of written representations received from the directors as on March 31, 2013, and 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 clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
  - f) Since the Central Government has not issued any notification as to the rate at which the cess is to be paid under section 441A of the Companies Act, 1956 nor has it issued any Rules under the said section, prescribing the manner in which such cess is to be paid, no cess is due and payable by the Company.

For S.C.Dewan & Co.  
Chartered Accountant  
Registration No.:000934N

(S.C.Dewan)  
(Partner)

Membership No. :015678

Place: Chandigarh  
Date: 25/05/2013



# STEEL STRIPS LIMITED

## Audited Financial Results for the Quarter Ended 31th MARCH, 2013

Particulars	THREE MONTHS ENDED			(Rs. In Lacs) FINANCIAL Year ended	
	31.03.2013	31.12.2012	31.03.2012	31.03.2013	31.03.2012
(Refer Notes Below)	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
<b>1 Income from operations</b>					
(a) Net sales/ income from operations (Net of excise duty)	0	0	0	0	0
(b) Other operating income	0	0	0	0	0
<b>Total income from operations (net)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>2 Expenses</b>					
(a) Cost of materials consumed	0	0	0	0	0
(b) Purchases of stock-in-trade	0	0	0	0	0
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	0.00	0.00	0.00	0.00	0.00
(d) Employee benefits expense	0	0	0	0	0
(e) Depreciation and amortisation expense	0	0	0	0	0
(f) Other Expenses	1.89	1.75	1.34	9.40	11.91
<b>Total expenses</b>	<b>1.89</b>	<b>1.75</b>	<b>1.34</b>	<b>9.40</b>	<b>11.91</b>
<b>3 Profit / (Loss) from operations before other income, finance costs and exceptional items</b>	<b>(1.89)</b>	<b>(1.75)</b>	<b>(1.34)</b>	<b>(9.40)</b>	<b>(11.91)</b>
<b>4 Other income</b>	<b>0.87</b>	<b>0.87</b>	<b>0.87</b>	<b>3.48</b>	<b>4.19</b>
<b>5 Profit / (Loss) from ordinary activities before finance costs and exceptional items</b>	<b>(1.02)</b>	<b>(0.88)</b>	<b>(0.47)</b>	<b>(5.92)</b>	<b>(7.72)</b>
<b>6 Finance costs</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0</b>	<b>0.00</b>
<b>7 Profit / (Loss) from ordinary activities after finance costs but before exceptional items</b>	<b>(1.02)</b>	<b>(0.88)</b>	<b>(0.47)</b>	<b>(5.92)</b>	<b>(7.72)</b>
<b>8 Exceptional items</b>	<b>0</b>	<b>0</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>9 Profit / (Loss) from ordinary activities before tax</b>	<b>(1.02)</b>	<b>(0.88)</b>	<b>(0.47)</b>	<b>(5.92)</b>	<b>(7.72)</b>
<b>10 Tax expense</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>11 Net Profit/(Loss) from ordinary activities after tax</b>	<b>(1.02)</b>	<b>(0.88)</b>	<b>(0.47)</b>	<b>(5.92)</b>	<b>(7.72)</b>
<b>12 Extraordinary items (net of tax expense)</b>	<b>0.00</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>13 Net Profit / (Loss) for the period</b>	<b>(1.02)</b>	<b>(0.88)</b>	<b>(0.47)</b>	<b>(5.92)</b>	<b>(7.72)</b>
<b>14 Paid-up equity share capital (Face value of Rs.10/-each)</b>	<b>828.31</b>	<b>828.31</b>	<b>828.31</b>	<b>828.31</b>	<b>828.31</b>
<b>15 Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>16.i Basic and Diluted Earnings per share (before extraordinary items)</b>	<b>(0.01)</b>	<b>(0.01)</b>	<b>(0.01)</b>	<b>(0.07)</b>	<b>(0.09)</b>
<b>16.ii Basic and Diluted Earnings per share (before extraordinary items)</b>	<b>(0.01)</b>	<b>(0.01)</b>	<b>(0.01)</b>	<b>(0.07)</b>	<b>(0.09)</b>
<b>A PARTICULARS OF SHAREHOLDING</b>					
<b>1 Public shareholding</b>					
- Number of shares	6500422	6500422	6500422	6500422	6500422
- Percentage of shareholding	78.48%	78.48%	78.48%	78.48%	78.48%
<b>2 Promoters and Promoter Group Shareholding **</b>					
a) Pledged / Encumbered	Nil	Nil	Nil	Nil	Nil
- Number of shares	0	0	0	0	0
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	0	0	0	0	0
- Percentage of shares (as a % of the total share capital of the company)	0	0	0	0	0
b) Non - encumbered					
- Number of shares	1782681	1782681	1782681	1782681	1782681
- Percentage of shares (as a % of the total shareholding of the Promoter and Promoter group)	100%	100%	100%	100%	100%
- Percentage of shares (as a % of the total share capital of the company)	21.52%	21.52%	21.52%	21.52%	21.52%
<b>B INVESTOR COMPLAINTS</b>					
Pending at the beginning of the quarter				Nil	
Received during the quarter				Nil	
Disposed of during the quarter				Nil	
Remaining unresolved at the end of the quarter				Nil	

Note: The above Results for the quarter ended 31th Mar 2013 were reviewed and recommended by the Audit Committee and thereafter approved and taken on records by the Board of Directors at their meeting held on 25/05/2013.

**STEEL STRIPS LTD**

Annexure - IX

Clause 41 of the Listing Agreement For Companies (Other than Banks)

Standalone / Consolidated Statement of Assets and Liabilities		31.03.2013	31.03.2012
Particulars			
<b>A</b>	<b>EQUITY AND LIABILITIES</b>		
1	<b>Shareholders' funds</b>		
	(a) Share capital	82831030	82831030
	(b) Reserves and surplus	(105375735)	(104783898)
	(c) Money received against share warrants	0	0
	<b>Sub-total - Shareholders' funds</b>	(22544705)	(21952868)
2	<b>Share application money pending allotment</b>		
3	<b>Minority interest *</b>		
4	<b>Non-current liabilities</b>		
	(a) Long-term borrowings	0	0
	(b) Deferred tax liabilities (net)	0	0
	(c) Other long-term liabilities	20769091	20369091
	(d) Long-term provisions	36000	426000
	<b>Sub-total - Non-current liabilities</b>	20805091	20795091
5	<b>Current liabilities</b>		
	(a) Short-term borrowings	1550000	500000
	(b) Trade payables	0	0
	(c) Other current liabilities	502923	1049450
	(d) Short-term provisions	0	0
	<b>Sub-total - Current liabilities</b>	2052923	1549450
	<b>TOTAL - EQUITY AND LIABILITIES</b>	313309	391673
<b>B</b>	<b>ASSETS</b>		
1	<b>Non-current assets</b>		
	(a) Fixed assets	0	0
	(b) Goodwill on consolidation *	0	0
	(c) Non-current investments	0	0
	(d) Deferred tax assets (net)	0	0
	(e) Long-term loans and advances	0	0
	(f) Other non-current assets	102907	102907
	<b>Sub-total - Non-current assets</b>	102907	102907
2	<b>Current assets</b>		
	(a) Current investments	0	0
	(b) Inventories	0	0
	(c) Trade receivables	0	0
	(d) Cash and cash equivalents	26039	38541
	(e) Short-term loans and advances	0	100000
	(f) Other current assets	184363	150224
	<b>Sub-total - Current assets</b>	210402	288765
	<b>TOTAL - ASSETS</b>	313309	391672

