

GALAXY AGRICO EXPORTS LIMITED

RAJKOT

ANNUAL REPORT

2010-2011



DIRECTORS' REPORT

To,
The Members,
GALAXY AGRICO EXPORTS LTD.,

The Directors have pleasure in presenting their SEVENTEENTH ANNUAL REPORT and the Audited Statement of Accounts of your company for the year ended **31st MARCH, 2011**

		[Rs. in Lacs]	
01)	FINANCIAL RESULTS:	31-03-11	31.03.10
	Particulars		
	Total Income	479.47	592.16
	Total Expenditure excluding Interest & Depreciation	407.02	580.77
	Profit before Interest & Depreciation	72.45	11.39
	Less : Interest & Financial charges	13.40	18.11
	Depreciation & Miscellaneous Expenditure Written Off	34.36	40.49
	Profit/(Loss) before tax	24.69	(47.21)
	Less : Provision for Tax:		
	MAT	4.60	Nil
	Deferred Tax	12.72	(3.64)
	Profit/(Loss) after tax	7.37	(43.57)
	Balance of P&L A/c. Brought Forward from Previous Year	185.90	229.17
	Add : Excess/(Short) Provision of Tax of earlier year	Nil	0.30
	Balance of P&L A/c. Carried Forward to Balance Sheet	193.27	185.90

02) DIVIDEND:

Your directors do not recommend any dividend for the year ended on 31st March, 2011.

03) OPERATIONS:

The Company recorded an total income of Rs.479.47 Lacs as compared to Rs.592.16 Lacs in the previous year and Profit/(Loss) after tax of Rs.7.37 Lacs as compared to Rs.(43.57) Lacs in the previous year.

During the year, the company sold off major portion of its Plant and Machinery used for manufacturing of Agricultural implements and proposes to dispose off the remaining Plant and Machinery of Agricultural implements in the coming years. Company has set up a manufacturing unit of bearing rings with an installed capacity of 2400 tonnes p.a. In future company will expand its capacity in manufacturing bearing rings.





04) RESPONSIBILITY STATEMENT:

Your Directors confirm:

- (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 judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year ended 31st MARCH, 2011 and of the Profit of the Company for that year;
- (iii) that the Directors had 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) that the Directors have prepared the annual accounts on a going concern basis.

05) CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO:

Your Company has given utmost priority for conservation of energy and shall continue to do the same in future.

A. Power & Fuel Consumption:

	2010-11	2009-2010
(i) Electricity		
a) Purchased:		
Units	16,06,224	14,60,752
Total Amount Rs.	99,26,213	93,69,265
Rate/Unit Rs.	6.18	6.41
(ii) Fuel		
Quantity (Ltrs.)	4,886	23,740
Total Cost Rs.	1,10,627	5,70,186
Average Cost (Per Ltr.) Rs.	22.64	24.02

B. Consumption per unit of Production:

Your company manufactures variety of products. The products, before reaching the finishing stage, passes through various operations. It is, therefore, not feasible to furnish the information in respect of consumption of power and fuel per unit of production.





GALAXY

AGRICO EXPORTS LTD.

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C Foreign Exchange Earning & Used:

		[Amt. in lacs]	
		2010-2011	2009-2010
Foreign Exchange earned	Rs.	121.48	270.12
Foreign Exchange used	Rs.	0.23	Nil

06) ENVIRONMENT:

Your company has taken due care not to disturb the ecological balance of the region. The company also planted number of trees in the surrounding area to keep the environment pollution free.

07) DIRECTORS:

Shri Shashikant Bhalodia. and Shri Bharat Shah retires by rotation and being eligible offer themselves for re-appointment.

08) PARTICULARS OF EMPLOYEES:

There are no employees whose details are required to be mentioned as per Section 217(2A) of the Companies Act, 1956.

09) AUDIT COMMITTEE:

Pursuant to the provisions of Section 292A of the Companies Act, 1956 and Clause 49 of the Listing Agreement the Audit Committee comprises of the following Directors:

Mr. Bharat T. Shah
Mr. Ajay R. Patel
Mr. Manoj H. Shah

The Audit Committee of the Board of Directors reviews, acts and reports to the Board with respect to various auditing and accounting matters.

10) AUDITORS:

ARUN M KOTHARI, auditor of the Company will retire at the ensuing Annual General Meeting and is eligible for re-appointment. ARUN M KOTHARI has indicated his willingness to act as such and has confirmed that his re-appointment, if made, shall be within the limits of Section 224(1B) of the Companies Act, 1956.

11) CORPORATE GOVERNANCE:

A separate report on Corporate Governance along with Auditor's Certificate on its compliance is attached as a part of the Annual Report.



Regd. Off./Factory : 236, Jai Kishan Ind. Estate, Behind Murlidhar Weigh Bridge, Veraval (Shapur) 360 024
Dist. : (Rajkot). Guj. (India) Ph. : 91-2827-252676, 252990, Fax : 254371
Website : <http://www.galaxyagrico.com> <http://www.galaxyrings.in>
E-mail : info@galaxyagrico.com





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12) ACKNOWLEDGEMENT:

Your directors wish to express their appreciation to all employees of the Company for their excellent support and co-operation in achieving the Organizational Goals during the period under review. The Board wishes to thank the Government, Company's Bankers and all other Institutions connected with the company who have extended their support to the company during its operations.

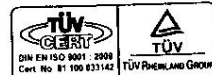
FOR & ON BEHALF OF THE BOARD OF DIRECTORS,


Jayantilal D. Patel
Chairman & Managing Director


Manoj H. Shah
Director

Rajkot, Dated 28th June, 2011

Regd. Off./Factory : 236, Jai Kishan Ind. Estate, Behind Murlidhar Weigh Bridge, Veraval (Shapar) 360 024
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CORPORATE GOVERNANCE REPORT

The Board of Directors of the company supported the broad principles of corporate governance. Given below is a report on corporate governance

1. COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE

Directed by Clause 49 and with the philosophy of Corporate Governance, it has been constant endeavor on the part of the company to achieve excellence in corporate governance by following policy of transparency and integrity. The Company attaches importance to good Corporate Governance and the code of governance as formulated by the Stock Exchanges/SEBI and other authorities. It will be the endeavor of the Board of Directors that the Company is so governed as to maximize the benefits of all stake-holders i.e., shareholders, employees, customers, society and others. The Company has been implementing the various clauses of Corporate Governance from time to time. It further inspires and strengthens investor's confidence and commitment to the Company.

The Company's Philosophy of Corporate Governance is aimed at assisting the top management of the Company in the efficient conduct of its business and in meeting its obligation to stakeholders, customers, creditors and society at a large and is guided by a strong emphasis on transparency, accountability and integrity. Company's Primary object is to adhere to corporate culture of conscience and consciousness, integrity, transparency and Accountability for efficient and ethical conduct of business. The Company, through its Board and Committees, endeavors to strike and deliver the highest governing standards for the benefit of its stakeholders.

Corporate Governance which has become the integral part of business operations encompasses the key elements such as integrity, transparency, fairness, and adoption of highest standards of business ethics to benefit the interest of the stakeholders. The Company has been practicing the principles of good Corporate Governance by adopting best global practices for corporate governance, disclosure standards while protecting the interests of stakeholders in every business decision. The Company endeavour to achieve high level of transparency, integrity and equity in all its operations, monitors continuously the developments in the areas of Corporate Governance to meet stakeholders aspirations and societal expectations.

In compliance with the disclosure requirements of Clause 49 of the Listing Agreement executed with the stock exchanges, the details are set out below:



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2. BOARD OF DIRECTORS

49 A (i)

The Board of Directors of the Company has an optimum combination of executive and non executive Directors. The present board comprises of three executive director and three non-executive directors.

49 A (ii)

The Chairman of the company is Jayantilal Patel who is a Managing Director. Further board is comprised of Three Independent Director which is 50 % of total strength of the Board of Director.

49 A (iv)

Any nominee Director has been not appointed by any Financial or other institution.

49 B

No fees/compensation, sitting fees paid to non-executive directors, including independent Directors so there is no any previous approval of shareholders in general meeting

49 C (i) (ii)

The Board of Director has duly met as per compliance of Section 49C. The details of which is given as under

During the year ended March 2010 - 11 meeting was held on the following dates:

01/04/2010	30/04/2010	28/05/2010	21/06/2010
05/07/2010	20/07/2010	31/07/2010	12/08/2010
15/09/2010	30/10/2010	28/12/2010	29/01/2011
22/02/2011	31/03/2011		

Name	Category Of Directorship	Total No. of Directorship	Membership/ Chairmanship of any other Committee		Board Meeting		Last AGM attended or not
			Chairman	Member	Held	Attended	
Shri Jayantilal Devjibhai Patel	Managing director Executive	1	2	0	14	12	Yes
Shri Sanjay Jayantilal Patel	Whole Time Director - Executive	2	0	2	14	13	Yes
Shri Manoj Harsukhlal Shah	Whole Time Director- Executive	1	0	3	14	14	Yes
Shri Bharat Trambaklal Shah	Independent -Non Executive	1	1	1	14	10	Yes



Shri Ajay Ramjibhai Patel	Independent-Non Executive	1	1	1	14	11	Yes
Shri Shashikant Jadavbhai Bhalodi	Independent-Non Executive	1	0	1	14	10	Yes

The information as required under annexure IA to the clause 49 of the listing agreement is made available to the Board of Director

It is clarified by all the director that they are not a member in more than 10 committees or act as Chairman of more than five committees across all companies in which he is a director

49 C (iv)

No Independent director of the Company is removed or resigned from the Company so no compliance required under the clause.

COMMITTEE OF BOARD OF DIRECTORS

The Board of Directors has constituted Four Committee

- :→ Audit Committee
- :→ Investor Grievance Committee
- :→ Share Transfer Committee
- :→ Remuneration Committee

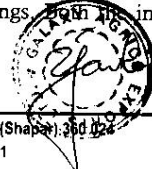
3. AUDIT COMMITTEE

The Committee comprises with combination of independent and executive Directors having financial background and knowledge in the business of the Company. The Committee comprises of following director

Sr. No.	Name of Director	Status
01	Shri Bharat Trambaklal Shah	Chairman- Independent -Non Executive
03	Shri Manoj Harsukhlal Shah	Whole time Director (Executive Director)
01	Shri Ajay Ramjibhai Patel	Independent- Non Executive

The Committee is engaging with reviewing with management, Quarterly, Half Yearly and annual financial statements before submission to the Board and overseeing the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible.

The meeting of the Audit committee was held seven times during the financial year and not more than four months has been elapsed between two meetings. One independent Director was present in all the meeting of committee.



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4. REMUNERATION COMMITTEE

The Company has constituted a Remuneration Committee. The remuneration committee comprises of three non executive independent directors and Chairman of the Committee is an Independent Director. The reference of the remuneration committee are to recommend the Company's Policy on remuneration packages for the Managing Director/ Executive Directors reviewing the structures, design and implementation of remuneration policy in respect of key management personnel.

Remuneration and sitting fees of the Director

Sr. No.	Name of Director	Status
01	Shri Ajay Ramjibhai Patel	Chairman - Independent- Non Executive
02	Shri Shashikant Jadavbhai Bhalodi	Independent -Non Executive
03	Shri Bharat Trambaklal Shah	Independent - Non Executive

Name	Salary Perquisite and Allowance
Shri Jayantilal Patel	Nil
Shri Sanjay Jayntilal Patel	12000/ Month
Shri Manoj Harsukhlal Shah	12000/Month
Shri Shashikant Bhalodi	Nil
Shri Bharat Shah	Nil
Shri Ajay Patel	Nil

5 INVESTORS GRIEVANCE COMMITTEE

The Committee meets as and when required, to deal with the matters relating to transfer/transmission of share, and monitors redressal of complaints from shareholders relating to transfer, non receipt of balance sheet, dividend declared etc., Mr. Jayantilal Devjibhai Patel executive directors is handling the committee.

Composition of Investor Grievance Committee

Name	Designation
Shri Jayantilal Devjibhai Patel	Chairman, Executive Director
Shri Sanjay Jayntilal Patel	Whole Time Director - Executive
Shri Manoj Harsukhlal Shah	Whole Time Director-Executive

Status of Complaints

Complaint Received	Complained Solved	Complaint pending
NIL	NIL	NIL



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The meeting of committee was held four times on

21/05/2010

13/09/2010

22/12/2010

29/03/2011

6. SHARE TRANSFER COMMITTEE

The Share transfer committee is empowered to consider and approve the physical transfer, transmissions, transposition, issue of duplicate Share Certificate, Consolidation-Split-Renewal of Share Certificate etc.

Composition of Share Transfer Committee

Name	Designation
Shri Jayantilal Devjibhai Patel	Chairman – Executive Director
Shri Sanjay Jayantilal Patel	Whole Time Director - Executive
Shri Manoj Harsukhlal Shah	Whole Time Director-Executive

The meeting of committee was held Twenty four times on

15.04.2010	30.04.2010	15.05.2010	31.05.2010	15.06.2010	29.06.2010
15.07.2010	31.07.2010	14.08.2010	31.08.2010	14.09.2010	30.09.2010
15.10.2010	30.10.2010	15.11.2010	30.11.2010	14.12.2010	31.12.2010
15.01.2011	30.01.2011	15.02.2011	28.02.2011	15.03.2011	31.03.2011

7. GENERAL BODY MEETING

Location, time and date where last three Annual General Meeting were held given below:

Financial Year	Date And Time	Location of the Meeting
2007-2008	30/09/2008	Registered office of the Company
2008-2009	26/09/2009	Registered office of the Company
2009-2010	31/08/2010	Registered office of the Company

* There is no Extra Ordinary General Meeting held during the year under review.

8. DISCLOSURE

a) Related Party Transaction

Related party transactions are defined as transactions of the Company of material nature, with promoters, Directors or the management, their subsidiaries or relatives etc. That may not have potential conflict with the interest of the Company at large.

A statement/ Summary of transaction with related party in the ordinary course of business are regularly place before the Audit committee.

As per opinion of the board all the transaction entered by the company are in the normal course of business and all are on the arm's length



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b) Disclosure on accounting treatment

In preparation of financial statements, a treatment different from that prescribed in an Accounting Standard has not been followed

c) Proceed from Public Issue, Right Issue or Preferential Issue

No Public issue, Right Issue or any Preferential Issue has been made during the financial year

d) Compliance by the company

During the last three years, there were no penalties, strictures imposed by either SEBI or stock exchange or any statutory authority for non-compliance of any matter related to the capital market.

e) CEO/CFO Certification

Mr. Jayantilal Devjibhai Patel issued a certificate to the board as prescribed under sub-clause V of Clause 49 of the listing agreement. The said certificate was place before the meeting of Board of Director held on 28th June 2011

f) Quarterly Corporate Governance Report

Company is very regular in filing Quarterly Corporate Governance Report to the Bombay Stock Exchange.

9. MEANS OF COMMUNICATION

- Annual, Half Yearly, Quarterly results are communicated to all the stock exchanges, whereby the company's share are listed, immediately after the board of director meeting. Results are published in Economic Times (in English Language) and Economic Times (in vernacular language). However quarterly and half year results are not sent to individual share holders.
- The Company has its own web side www.galaxyagrico.com and the information provided in the website is duly complied with the listing agreement.
- The management Discussion and Analysis is forming the part of director's report at present.
- At present the Company does not make presentation to Institutional Investors and Analysts.



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10. GENERAL SHAREHOLDERS INFORMATION

1. Date time and venue of AGM : 09th September 2011
2. Financial Calendar : 01st April 2010 to 31st March 2011
3. Date of book closure : 03/09/2011 to 09/09/2011
4. Dividend Payment date : Not Applicable
5. Listing on Stock Exchange : The Bombay Stock Exchange, Mumbai

Note: The Share of the Company was listed at Saurashtra Kutch Stock Exchange Limited. However SEBI vide order dated July 06, 2007 has withdrawn the recognition granted to Saurashtra Kutch Stock Exchange Limited.

6. Stock code : 531911
7. Market price data, High, Low : The Company is suspended from trading during each month in last financial year : because of some non compliance with listing agreement, so no quotes are available.
8. Register and Transfer agent : LINK INTIME PRIVATE LIMITED
9. Share transfer system : In house (Physical)
10. Distribution of share holding : Share holding Pattern as on 28/06/2011 is As per follows

Sr. No.	Category	No. of Shares	% of Total Shares
01	Promoters	2000020	73.22
02	Person acting in Concert	0	0
03	Institution Investors	0	0
04	Mutual funds and UTI	0	0
05	Banks, Financial Institution ets.	0	0
06	FII's	50000	1.83
07	Private Bodies Corporate	0	0
08	Indian Public	583100	21.34
09	Non Resident Indians	98500	3.61
	TOTAL	2731620	100 %

Note: The percentage of Share holding is counted after considering Forfeiture of Shares which was approved by Board of Director on 05/01/2006 (The above given percentage exclude the shares forfeited by the company on 05/01/2006)

11. Demat of share and liquidity : Shares of the company is not in Demat Form. The Process of Demat is in progress.



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GALAXY
AGRICO EXPORTS LTD.

12. Plant location : Galaxy Agrico Exports Limited
S. NO. 236, Jai kishan Industrial Estate,
Behind Murlidhar Weighbridge
Veraval (Shapar)
Dist: Rajkot 360024
13. Correspondence address : Galaxy Agrico Exports Limited
S. NO. 236, Jai kishan Industrial Estate,
Behind Murlidhar Weighbridge
Veraval (Shapar)
Dist: Rajkot 360024

All the Directors and senior management personnel have respectively affirmed compliance with the code of conduct as approved and adopted by the board of directors

FOR GALAXY AGRICO EXPORTS LTD

Place: Veraval - Shapar
Date: 28/06/2011



DIRECTOR

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Regd. Off./Factory : 236, Jai Kishan Ind. Estate, Behind Murlidhar Weigh Bridge, Veraval (Shapar) 360 024
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Website : <http://www.galaxyagrico.com> <http://www.galaxyrings.in>
E-mail : info@galaxyagrico.com





Date : 28/06/2011

To
The Board of Director
GALAXY AGRICO EXPORTS LIMITED
Rajkot

CEO / MD CERTIFICATION CLAUSE NO. 49

I, Jayantilal Devjibhai Patel, Managing Director of the Galaxy Agrico Exports limited hereby certified to the Board that the

- (a) I have reviewed financial statements and the cash flow statement for the year and that to the best of my knowledge and belief:
- (i) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - (ii) these statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- (b) There are, to the best of my knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or volatile of the company's code of conduct.
- (c) I accept responsibility for establishing and maintaining internal controls for financial reporting and that I have evaluated the effectiveness of internal control systems of the company pertaining to financial reporting and I have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which I am aware and the steps I have taken or propose to take to rectify these deficiencies.
- (d) I have indicated to the auditors and the Audit committee
- (i) significant changes in internal control over financial reporting during the year; if any
 - (ii) Significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; if any and
 - (iii) Instances of significant fraud of which I have become aware and the involvement therein, if any, of the management or an employee having a significant role in the company's internal control system over financial reporting; if any.

FOR GALAXY AGRICO EXPORTS LIMITED

Jayantilal D Patel
JAYANTILAL D PATEL

ARUN M. KOTHARI
Chartered Accountant

4, Jay Gujarat Society,
Opp. Police Comm. Office,
Shahibaug, AHMEDABAD-4

AUDITORS' REPORT

To,
The Members of
GALAXY AGRICO EXPORTS LTD.,

We have audited the attached Balance Sheet of **GALAXY AGRICO EXPORTS LIMITED**, as at 31st March, 2011, the Profit & Loss Account and also the Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As required by the Companies (Auditor's Report) Order, 2003 and as amended by Companies (Auditor's Report) (Amendment) Order, 2005 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order

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

- (i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit;
- (ii) In our opinion, proper books of account as required by law have been kept by the company so far as appears from our examination of those books;
- (iii) The Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report are in agreement with the 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 Companies Act, 1956;
- (v) On the basis of written representations received from the directors, as on 31st March, 2011, and taken on records by the Board of Directors, we report that none of the director is disqualified as on 31st March, 2011 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;



ARUN M. KOTHARI
Chartered Accountant

4, Jay Gujarat Society,
Opp. Police Comm. Office,
Shahibaug, AHMEDABAD-4

AUDITORS' REPORT

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- (vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
- (a) in the case of the Balance Sheet, of the state of affairs of the Company as at *31st March, 2011*;
 - (b) in the case of the Profit & Loss Account, of the Profit for the year ended on that date; and
 - (c) in the case of Cash Flow Statement, of the cash flows for the year ended on that date.



For Arun M, Kothari,
Chartered Accountant

Arun Kothari
Arun M. Kothari
Proprietor
Membership No.108669

Ahmedabad, Dated 28th June, 2011

ARUN M. KOTHARI
Chartered Accountant

4, Jay Gujarat Society,
Opp. Police Comm. Office,
Shahibaug, AHMEDABAD-4

Statement on the Companies (Auditor's Report) Order, 2003

To,
The Members,
Galaxy Agrico Exports Limited

Referred to in paragraph 3 of our report of even date,

- (i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) All the assets have not been physically verified by the management during the year but there is a regular programmed of verification which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
- (c) Some of the fixed assets have been disposed during the year, however based on the information and explanation given by the management and on the basis of audit procedures performed by us; we are of the opinion that the sale of the said assets has not affected the going concern status of the Company.
- (ii) (a) As explained to us, 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 and according to the information & explanations 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) The Company has maintained proper records of inventory. As explained to us, there was no material discrepancy noticed on physical verification of inventory as compared to the book records.
- (iii) The Company has neither granted nor taken any loans, secured or unsecured, to or from Companies, firms, or other parties covered in the Register maintained under section 301 of the Companies Act, 1956.
- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control systems commensurate with the size of the Company and the nature of its business with regard to purchases of inventory, fixed assets and with regard to the sale of goods and services. During the course of our audit, we have not observed any continuing failure to correct major weakness in internal controls.
- (v) According to the information and explanation given to us, we are of the opinion that there were no transactions that were required to be entered in the register maintained under section 301 of the Companies Act, 1956.



ARUN M. KOTHARI
Chartered Accountant

4, Jay Gujarat Society,
Opp. Police Comm. Office,
Shahibaug, AHMEDABAD-4

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- (vi) The Company has not accepted any deposits from the Public.
- (vii) The Company does not have a formal internal audit system. However, according to the information and explanations given to us, operating control systems are commensurate with the size of the Company and nature of its business.
- (viii) The Central Government has prescribed the maintenance of cost records under section 209(1)(d) of the Companies Act, 1956 in respect of goods manufactured by the Company. We have broadly reviewed the accounts and records of the Company in this connection and are of the opinion, that prima facie, the prescribed accounts and records have been made and maintained. However, we have not made a detailed examination of the same.
- (ix) In respect of Statutory dues;
According to the information and explanations given to us, the Company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, income tax, sales tax, value added tax, service tax, excise duty, cess and other material statutory dues applicable to it except delay in case of Professional Tax.

According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, sales tax, value added tax, service tax, excise duty, cess and other material statutory dues were in arrears, as at 31st March, 2011 for a period of more than six months from the date they became payable.

According to the information and explanations given to us, there are no dues in respect of income tax, wealth tax, service tax, sales tax, value added tax, customs duty, excise duty and cess that have not been deposited with the appropriate authorities on account of any dispute except as given below:

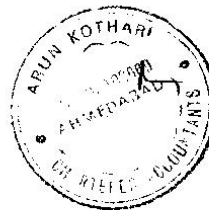
Name of the statute	Nature of the dues	Amount	Period to which the amount relates	Pending before
Income Tax Act, 1961	Income Tax	33,240	Financial Year 2006 - 07	Commissioner of Income Tax (Appeal), Rajkot

- (x) The company has no accumulated losses at the end of the financial year and it has not incurred cash losses during the year. However cash loss was incurred in the immediately preceding financial year.
- (xi) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to a financial institution or banks.



[[3]]

- (xii) In our opinion and according to the information & explanations given to us, no loans and advances have been granted on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) In our opinion, the Company is not a chit fund or a *nidhi* mutual benefit fund/ society. Accordingly, the provisions of Clause 4(xiii) of the Order are not applicable to the Company.
- (xiv) In our opinion, the Company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the Order are not applicable to the Company.
- (xv) According to the information and explanations given to us, in our opinion, the Company has not given guarantees for loans taken by others from banks or financial institutions. Accordingly, the provisions of clause 4(xv) of the Order are not applicable to the Company.
- (xvi) In our opinion, and according to the information and explanation given to us and on an overall examination, the term loans have been applied for the purpose for which they were raised.
- (xvii) According to the information and explanations given to us, and on an overall examination of the balance sheet of the Company, we report that the no fund raised short-term basis have been used for long-term investment.
- (xviii) The Company has not made any preferential allotment of shares to parties covered in the register maintained under section 301 of the Companies Act 1956. Accordingly, the provisions of clause 4 (xviii) of the Order are not applicable to the Company.
- (xix) The Company has not issued any debentures. Accordingly, the provisions of clause 4(xix) of the Order are not applicable to the Company.
- (xx) The Company has not raised any money by public issues during the year. Accordingly, the provisions of clause 4(xx) of the Order are not applicable to the Company.
- (xxi) According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the course of our audit.



For Arun M. Kothari,
Chartered Accountant
Arun Kothari
Arun M. Kothari
Proprietor
Membership No.108669

Ahmedabad, Dated 28th June, 2011

GALAXY AGRICO EXPORTS LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2011

PARTICULARS	SCHEDULE	31.03.2011	31.03.2010
I. SOURCES OF FUNDS :			
<i>a) Shareholders' Funds :</i>			
1) Share Capital	1	39,136,200	39,136,200
2) Reserves & Surplus	2	19,576,698	18,840,424
<i>b) Loan Funds :</i>			
1) Secured Loans	3	3,132,962	3,317,961
2) Unsecured Loans	4	11,482,883	13,850,000
<i>c) Deferred Tax</i>		6,899,762	5,627,494
		80,228,505	80,772,079
II. APPLICATION OF FUNDS :			
<i>d) Fixed Assets :</i>	5		
Gross Block		76,871,360	81,493,044
Less : Depreciation		20,541,325	21,393,992
Net Block		56,330,035	60,099,052
Add.: Capital Work-in-Progress		553,633	-
Net Block		56,883,668	60,099,052
<i>e) Current Assets, Loans & Advances :</i>	6		
1) Inventories		8,987,201	8,658,362
2) Sundry Debtors		6,297,042	7,467,802
3) Cash & Bank Balances		1,598,773	1,059,895
4) Loans, Advances & Deposits		9,571,129	6,135,308
		26,454,145	23,321,366
<i>Less :</i>			
Current Liabilities & Provisions	7	3,109,308	2,648,339
NET CURRENT ASSETS		23,344,837	20,673,027
		80,228,505	80,772,079
Notes to Accounts	16		

As per our report of even date

For Arun M. Kothari,
Chartered Accountant

Arun Kothari
Arun M. Kothari
Proprietor



For & on behalf of the Board of Directors,

Jayantilal D. Patel
Jayantilal D. Patel
Chairman & Managing Director

Manoj H. Shah
Manoj H. Shah
Director

Ahmedabad, Dated 28th June, 2011

Rajkot, Dated 28th June, 2011

GALAXY AGRICO EXPORTS LIMITED

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2011

PARTICULARS	SCHEDULE	31.03.2011	31.03.2010
I. INCOME :			
Gross Sales	8	45,750,280	53,309,135
Less : Excise Duty		1,098,984	459,360
Net Sales		44,651,296	52,849,775
Other Income	9	3,221,146	4,004,784
Stock Variance	10	74,375	2,361,873
		47,946,817	59,216,433
II. EXPENDITURE :			
Semi-Finished Goods Purchased		6,134,456	12,499,184
Material Consumed	11	10,462,177	16,581,479
Manufacturing Expenses	12	15,765,841	14,868,706
Personnel Expenses	13	6,234,815	5,058,104
Administrative & Selling Expenses	14	2,104,736	9,070,288
		40,702,026	58,077,761
Profit before Interest and Depreciation		7,244,791	1,138,672
Less :			
Interest & Financial Charges	15	1,340,000	1,810,851
Depreciation		3,436,249	4,049,084
		4,776,249	5,859,935
Profit before tax		2,468,542	(4,721,263)
Less : Provision for taxation:			
Current Tax		460,000	-
Deferred Tax		1,272,268	(364,179)
Fringe Benefit Tax		-	-
Profit after tax		736,274	(4,357,084)
Add. : Balance Brought Forward From last year		18,590,424	22,917,386
Add. : Excess/(Short) Provision of Income Tax of earlier year			30,122
BALANCE CARRIED FORWARD		19,326,698	18,590,424

Notes to Accounts

16

As per our report of even date

For Arun M. Kothari,
Chartered Accountant

Arun Kothari

Arun M. Kothari
Proprietor

Ahmedabad, Dated 28th June, 2011

For & on behalf of the Board of Directors,

Jayantilal D. Patel
Jayantilal D. Patel
Chairman & Managing Director

Manoj H. Shah
Manoj H. Shah
Director

Rajkot, Dated 28th June, 2011

GALAXY AGRICO EXPORTS LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2011

SR. NO.	PARTICULARS	2010-11	2009-10
A.	Cashflow from Operating Activities		
	Net profit before tax and extraordinary items	2,468,542	(4,721,264)
	Adjustments for :		
	Excess Provision for earlier years	-	30,122
	Depreciation and other non cash charges	3,436,249	4,049,084
	Interest Paid	1,547,952	1,832,904
	Interest Received	(310,151)	(130,101)
	Loss on Sale of Asset	-	-
	Profit on Sale of Asset	(1,302,153)	3,189,547
	Operating Profit before working capital changes	5,840,439	4,250,292
	Adjustments for :		
	Provisions and Trade Payables	460,969	57,885
	Trade and other receivables	(2,593,900)	(2,411,808)
	Cash generated from operations	3,707,508	1,896,369
	Direct taxes paid (net of refund)	460,000	-
	Cashflow before extra-ordinary items	3,247,508	1,896,369
	Net cashflow from operating activities	3,247,508	1,896,369
B.	Cashflow from investing activities		
	Purchase of Fixed Assets	(8,388,089)	(6,927,203)
	Sale of Fixed Assets	9,469,379	5,269,508
	Net cash generated/used in investing activities	1,081,290	(1,657,695)
C.	Cashflow from financing activities		
	Proceeds from Unsecured Loan	(184,999)	3,447,512
	Proceeds from Secured Loan	(2,367,117)	(1,763,519)
	Interest paid	(1,547,952)	(1,832,904)
	Interest received	310,151	130,101
	Net cash generated/used in financing activities	(3,789,917)	(18,810)
	Net Increase in cash and cash equivalent	538,881	219,864
	Cash and cash equivalent as at 31.3.2010 (Opening Balance)	1,059,893	840,028
	Cash and cash equivalent as at 31.3.2011 (Closing Balance)	1,598,774	1,059,892

For & on behalf of the Board of Directors,

Jayantilal D. Patel **Manoj H. Shah**
Chairman & Managing Director **Director**

Rajkot, Dated 28th June, 2011

AUDITOR'S REPORT

We have examined the above cash flow statement and the same is in accordance with the SEBI requirement and is based on and in agreement with the corresponding Profit & Loss Account and Balance Sheet covered by our report of even date.

FOR Arun M. Kothari,
Chartered Accountant



Arun Kothari

Arun M. Kothari
Proprietor

Membership No.:108669

Ahmedabad, 28th June, 2011

GALAXY AGRICO EXPORTS LIMITED

SCHEDULE - 01

Share Capital	31.03.2011	31.03.2010
AUTHORISED CAPITAL :		
55,00,000 Equity Shares of Rs.10/- each	55,000,000	55,000,000
ISSUED CAPITAL :		
50,00,020 Equity Shares of Rs.10/- each	50,000,200	50,000,200
SUBSCRIBED & PAID CAPITAL:		
27,31,620 Equity Shares of Rs.10/- each	27,316,200	27,316,200
Add : Shares Forfeited	11,820,000	11,820,000
	39,136,200	39,136,200

SCHEDULE - 02

Reserves & Surplus	31.03.2011	31.03.2010
General Reserve	250,000	250,000
Balance in Profit & Loss Account	19,326,698	18,590,424
	19,576,698	18,840,424

SCHEDULE - 03

Secured Loans	31.03.2011	31.03.2010
Cash Credit:	3,033,295	3,003,858
Export Packing Credit Account-Corporation Bank		
The above limits are Secured by way of Equitable mortgage of Factory Land & Building & hypothecation of Moveable and Current Assets of the company]		
Car Loan-HDFC Bank Ltd.	99,667	314,103
[Secured by way of hypothecation of vehicle]		
	3,132,962	3,317,961

SCHEDULE - 04

Unsecured Loans	31.03.2011	31.03.2010
From Directors	10,982,883	12,850,000
From Body Corporates	500,000	1,000,000
	11,482,883	13,850,000



GALAXY AGRICO EXPORTS LIMITED

SCHEDULE - 05

FIXED ASSETS AS ON 31ST MARCH, 2011

ASSETS HEAD	OPENING BALANCE	GROSS BLOCK		TOTAL	DEPRECIATION		UPTO 31.03.2011	UPTO 31.03.2011	NET BLOCK	
		ADDITIONS	DEDUCTION		FOR THE YEAR	ADJUST- MENT			AS ON 31.03.2011	AS ON 31.03.2010
Land & Site Development	1,241,216	-	-	1,241,216	-	-	-	-	1,241,216	1,241,216
Factory Shed & Building	13,724,899	-	-	13,724,899	458,412	-	3,939,857	4,398,269	9,326,630	9,785,042
Plant & Machinery	56,827,599	7,635,790	12,308,135	52,155,254	2,497,113	4,257,308	13,543,740	11,783,545	40,371,709	43,283,859
Electric Installations	5,996,758	183,770	63,756	6,116,772	283,777	13,384	1,945,859	2,216,252	3,900,520	4,050,899
Furniture & Fixtures	1,438,475	6,426	-	1,444,901	91,351	-	629,401	720,752	724,149	809,074
Dies & Tools	265,872	-	84,254	181,618	21,533	18,227	75,577	78,883	102,735	190,295
Computers	1,003,532	8,470	-	1,012,002	1,638	-	1,000,333	1,001,971	1,561	3,199
Refrigerator	24,600	-	-	24,600	1,557	-	11,242	12,799	11,801	13,358
Air Conditioner	111,000	-	-	111,000	5,273	-	42,267	47,540	63,460	68,733
Motor Car	700,000	-	-	700,000	66,500	-	104,395	170,895	529,105	595,605
Motor Cycle	54,092	-	-	54,092	4,031	-	50,061	54,092	-	4,031
Bicycle	3,290	-	-	3,290	233	-	2,016	2,249	1,041	1,274
Fax Machine	58,343	-	-	58,343	2,771	-	36,645	39,416	18,927	21,698
Pager	2,553	-	-	2,553	121	-	1,117	1,238	1,315	1,436
Xerox Machine	40,820	-	-	40,820	1,939	-	11,485	13,424	27,396	29,335
	81,493,049	7,834,456	12,456,145	76,871,360	3,436,249	4,288,919	21,393,995	20,541,325	56,321,565	60,099,054

Capital WIP:

Plant & Machinery	553,633	553,633	-	553,633	-	-	-	-	553,633	-
	81,493,049	8,388,089	12,456,145	77,424,993	3,436,249	4,288,919	21,393,995	20,541,325	56,375,198	60,099,054
PREVIOUS YEAR	89,370,031	6,927,203	14,804,190	81,493,044	4,049,084	4,345,135	23,690,043	23,393,992	59,099,052	65,679,988



GALAXY AGRICO EXPORTS LIMITED

SCHEDULE - 06		
Current Assets, Loans & Advances	31.03.2011	31.03.2010
CURRENT ASSETS :		
Inventories [As valued and certified by the Management]	8,987,201	8,658,362
<i>Sundry Debtors :</i> [Unsecured, considered good]	272,831	160,756
More than six months	6,024,211	7,307,046
Less than six months		
<i>Cash & Bank Balances :</i>		
Cash on Hand	123,514	5,187
<i>With Scheduled Bank :</i>		
Current Account	1,195,419	794,289
Deposit Account	279,840	260,419
LOANS,ADVANCES & DEPOSITS :		
Advance to Staff	436,830	249,480
Advances recoverable in cash or in kind or for value to be received	5,549,574	3,186,518
Balances with Excise	1,075,809	796,940
Income Tax (1999-2000)	55,000	55,000
Income Tax Refund 2009-2010	369,508	-
Income Tax Refund Due	31,179	88,210
Tax Deducted at Sources	420,859	369,508
Deposits with Statutory Authorities	1,632,370	1,389,652
	26,454,145	23,321,366

SCHEDULE - 07		
Current Liabilities & Provisions	31.03.2011	31.03.2010
CURRENT LIABILITIES :		
Creditors for Goods	758,715	595,120
Creditors for Assets	97,938	138,683
Creditors for Expenses	868,339	778,711
Advance from Customers	16,208	500,000
PROVISIONS :		
For Taxation	460,000	-
For Expenditure	908,108	635,825
	3,109,308	2,648,339



GALAXY AGRICO EXPORTS LIMITED

SCHEDULE - 08

Sales & Job Work Income	31.03.2011	31.03.2010
Export Sales	17,099,690	27,623,455
Local Sales	4,791,624	5,024,267
OGS Sales	1,327,454	118,134
Scrap Sales	1,874,488	1,909,769
Job Work Income	20,657,024	18,633,510
	45,750,280	53,309,135
Gross Sales	1,098,984	459,360
Less : Excise Duty	44,651,296	52,849,775
Net Sales		

SCHEDULE - 09

Other Income	31.03.2011	31.03.2010
Import Entitlements	872,349	2,784,973
Profit on Sale of Assets	1,302,153	-
Rate Difference	958,439	-
Kasar	12,694	1,079,338
Sample Purchases Income	-	140,473
Gain on Foreign Exchange fluctuation	75,511	-
	3,221,146	4,004,784

SCHEDULE - 10

Stock Variance	31.03.2011	31.03.2010
Closing Stock of Finished Goods, Work-in-Progress & Scrap	4,138,732	4,068,693
Add. : Excise Duty on Opening Stock of Finished Goods	75,634	21,334
	4,068,693	1,652,520
Less : Opening Stock of Finished Goods, Work-in-Progress & Scrap	71,298	75,634
Less : Excise Duty on Closing Stock of Finished Goods		
	74,375	2,361,873



GALAXY AGRICO EXPORTS LIMITED

SCHEDULE - 11

Cost of Goods	31.03.2011	31.03.2010
<i>Raw Material Consumed :</i>		
Opening Stock	1,773,604	1,655,566
Add. : Purchases	7,480,878	13,750,074
Less : Closing Stock	2,968,241	1,773,604
	6,286,241	13,632,036
<i>Stores, Spares & Packing Material Consumed :</i>		
Opening Stock	2,705,438	2,880,757
Add. : Purchases	3,240,099	2,203,939
Less : Closing Stock	1,880,228	2,705,438
	4,065,309	2,379,258
<i>Fuel Consumed :</i>		
Opening Stock	110,627	137,511
Add. : Purchases	-	543,302
Less : Closing Stock	-	110,627
	110,627	570,186
	10,462,177	16,581,479

SCHEDULE - 12

Manufacturing & Other Direct Expenses	31.03.2011	31.03.2010
Weighting, Octroi, Clearing & Forwarding Charges	76,023	54,449
Repairs & Maintenance Charges	2,743,487	1,352,232
Job Work Charges	2,141,777	2,792,142
Transportation Charges	815,415	1,217,279
Factory Misc. Expenses	62,926	83,339
Sample Purchase		-
Electricity Expenses	9,926,213	9,369,265
	15,765,841	14,868,706

SCHEDULE - 13

Personnel Expenses	31.03.2011	31.03.2010
Wages, Salaries & Bonus	5,546,427	4,296,154
Leave Encashment	250,521	185,867
Workers Insurance	51,203	25,444
Provident Fund Expenses	361,496	240,814
Medical Expenses	25,168	309,825
	6,234,815	5,058,104



GALAXY AGRICO EXPORTS LIMITED

SCHEDULE - 14

Administrative & Selling Expenses	31.03.2011	31.03.2010
Printing, Stationery, Postage, Advertisement & Telephone Expenses	166,699	151,491
Travelling & Vehicle Expenses	336,844	271,250
Professional Tax, Fees etc.	382,382	388,778
Auditors' Remuneration	5,000	5,515
Repairs & Maintenance	370,610	105,771
Commission paid to selling agents	125,987	377,274
Insurance Expenses	62,472	31,774
General Expenses	298,681	255,114
Subscription & Membership Fees	28,674	38,454
Licence, Trademark, Technical Report Fees	15,975	35,640
Electricity Charges	-	7,601
Excise/Service Tax Expenses	17,913	19,106
Income Tax Expenses	-	1,000
Directors' Remuneration	288,000	288,000
Sales Promotion Expenses	5,500	16,810
Loss on Sale of Assets	-	3,189,547
Bad Debts/Discounts	-	125,583
Foreign Exchange Fluctuation	-	443,958
Excise Receivable written off	-	3,000,000
Custom Duty Receivable written off	-	317,621
	2,104,736	9,070,288

SCHEDULE - 15

Interest & Financial Charges	31.03.2011	31.03.2010
To Bank	60,350	402,744
To Others	1,487,602	1,430,160
Bank Commission Charges	102,199	108,047
	1,650,151	1,940,952
	310,151	130,101
Less : Received	1,340,000	1,810,851



GALAXY AGRICO EXPORTS LIMITED

SCHEDULE - 16

NOTES TO ACCOUNTS

I. BASIS OF PREPARATION OF FINANCIAL STATEMENTS:

The financial statements have been prepared under the historical cost convention and materially comply with the mandatory accounting standards issued by the Institute of Chartered Accountants of India. The significant accounting policies followed by the company are as stated below:

i) FIXED ASSETS:

Capitalized at the acquisition cost including directly attributable cost of bringing the assets to their working condition for intended use.

Fixed Assets are stated at cost net of CENVAT/ Value Added Tax, rebates less accumulated depreciation.

ii) DEPRECIATION:

Depreciation on fixed assets is provide on Straight Line Method basis as per the rates and in the manner prescribed in Schedule XIV of the Companies Act, 1956.

iii) INVENTORIES:

Inventories are valued at cost or net realizable value whichever is lower.

iv) REVENUE:

Sales are recognized on dispatch of goods to customers

Job work Income is recognized upon completion of the job and ready for delivery as there is no significant uncertainty in collection of the amount of consideration.

v) FOREIGN CURRENCY TRANSACTIONS:

Export sales proceeds are taken at the exchange rate applicable on the date of conversion of proceeds by the Bankers. The difference in rate of exchange as on date of transaction and as on date of realization has been dealt with in the Profit & Loss Account.

vi) ACCOUNTING OF IMPORT ENTITLEMENTS:

Benefit on account of entitlement to import goods Free of duty under the "Duty Entitlement Pass Book under the Duty Exemption Scheme" is being accounted in the year of export.

vii) INCOME TAX:

Current Tax: Provision is made for income tax on yearly basis under the tax payable method, based on tax liability as computed after taking credit for allowances and exemptions.

Deferred Tax: Provision for deferred tax is made based on guidelines given as per Accounting Standard 22 (AS 22) "Accounting for taxes on income" issued by the Institute of Chartered Accountants of India.



II. Segment Reporting:

The Company is engaged in the manufacturing of Bearing Rings. It was previously engaged in manufacturing of Agricultural implements. However the company has sold off majority of the plant and machinery used for manufacturing agricultural implements and is focused on manufacturing bearing rings. In view of the same, the management has not shown the Agricultural implements as a separate segment for the purpose of Segment Reporting under AS-17.

III. Related Party Disclosure:

Disclosure required as per Accounting Standard 18 (AS 18), "Related party disclosure" of the ICAI is as follows:

Particulars	Name of the Concern/Person	Nature of Relationship	Related Concern				Total
			Opening Balance	Receipt (including interest)	Repayment	Closing Balance	
Interest Paid	Jayantibhai D. Patel	Key Management Personnel					6,06,000
	Sanjay J. Patel	Key Management Personnel					1,50,067
	Manoj H. Shah	Key Management Personnel					3,86,916
	Jitendra H. Shah	Relative of Key Management Personnel					53,221
Loans accepted & repaid	Jayantilal D. Patel	Key Management Personnel	50,50,000	6,06,000	6,06,000	50,50,000	
	Sanjay J. Patel	Key Management Personnel	21,50,000	5,50,067	24,00,067	3,00,000	
	Manoj H. Shah	Key Management Personnel	33,38,000	13,86,916	13,86,916	33,38,000	
	Jitendra H. Shah	Relative of Key Management Personnel	5,12,000	5,53,221	5,70,338	4,94,883	
Directors' Remuneration & Bonus	Sanjay J. Patel	Key Management Personnel					1,44,000
	Manoj H. Shah	Key Management Personnel					1,44,000

IV. Deferred Tax Liability:

The deferred tax liability on account of timing difference for the current year amounting to Rs.12,72,268 /- has been recognized and credit to Profit & Loss Account.

	Deferred tax liability/(assets) as on 01.04.10	Current Years' Charge/Credit	Deferred tax liability/(assets) as on 31.03.11
Difference between book and tax depreciation	1,36,92,823	14,76,152	1,51,68,975
Loss on sale of Plant and Machinery 2008-09	(16,06,309)	4,45,751	(11,60,558)
Loss on sale of Computer 2008-09	(2,788)	2,342	(446)
Loss on sale of Motor Car 2008-09	(1,37,790)	38,237	(99,553)
Loss on Sale of plant and machinery 2009-10	(31,86,868)	4,78,030	(27,08,838)
Loss on Sale of Motor Cycle 2009-10	(2,677)	402	(2,275)
Profit on Sale of Plant & Machinery 2010-11		13,02,153	13,02,153
Net Timing Difference	87,56,391	37,43,067	1,24,99,458
Deferred Tax liability/(assets)	56,27,494	12,72,268	68,99,762



V. Earning Per Share (EPS) Calculation (basic and diluted) :

		Unit	2010-11	2009-2010
a)	Profit after taxation used as the numerator	Rs. in Lac	7.36	(43.57)
b)	Weighted average number of equity shares used as the denominator	No.	27,31,620	27,31,620
c)	Nominal value of share	Rs.	10	10
d)	Earnings per share	Rs.	0.27	(1.59)

VI. Estimated amount of contracts on capital account to be executed and not provided for	Rs. Nil
-------------------------------------------------------------------------------------------------	----------------

VII. CIF value of Imports	Rs. Nil
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VIII. Payment to Auditors

		2010-2011	2009-2010
a)	Statutory & Tax Audit	5,000	5,000
b)	Service Tax		515

IX. Earning in Foreign Currency

Earning in Foreign Currency		[Rs. In Lacs]
	2010-2011	2009-2010
FOB Value of Exports	117.23	270.12

X. Details of Licensed and Installed Capacity:

During the year company sold out major portion of Plant and Machinery regarding manufacturing of Agricultural implements and will be selling remaining Plant and Machinery of Agricultural implements as an when they get the buyer for the same. To run its Agricultural implements business, company has decided to buy semi finished goods from the market and will do finishing and packing process in house and then export the same. Company has set up a manufacturing unit of bearing rings. In future company will expand its capacity in manufacturing bearing rings.

Product	Installed Capacity	Actual Production	
		2010-11	2009-10
Bearing Rings (Tonnes)	2400 p.a	1245.17	1328.28

(The installed capacities are as certified by the management and relied upon by the auditors, being a technical matter)

XI. The company has requested the suppliers to give information about their status as Micro, Small & Medium Enterprise as defined under the MSMED Act, 2006. In the absence of this information company is unable to provide details regarding the overdue to such Enterprise.

XII. The outstanding balances as at 31.03.2011 in respect of certain Sundry Debtors, Sundry Creditors, Loans & Advances and deposits are subjected to confirmation from respective parties and consequential reconciliation and or adjustments arising there from, if any. The Management, however, does not expect any material variation.

XIII. According to the opinion of the Management the value of realization of current assets, loans & advances and other receivables in the ordinary course of business would not be less than the amount at which they are stated in the Balance Sheet.

XIV. Contingent liabilities not provided for:

NIL



- XV.** Previous years' figures have been regrouped/rearranged wherever necessary to make them comparable.
- XVI.** Schedules 1 to 16 forms an integral part to the financial statements and have been authenticated.

For Arun M. Kothari,
Chartered Accountant

Arun Kothari

Arun M. Kothari
Proprietor
Membership No.:108669



For & on behalf of the Board of Directors,

Jayantilal D. Patel
Jayantilal D. Patel
Chairman & Managing Director

Manoj H. Shah
Manoj H. Shah
Director

Ahmedabad, Dated 28th June, 2011

Rajkot, Dated 28th June, 2011

GALAXY AGRICO EXPORTS LIMITED

STATEMENT - 01

Inventories	31.03.2011	31.03.2010
Raw Materials	2,968,241	1,773,604
General/Fuel etc.	-	110,627
Other Materials	-	93,037
Finished Products	1,913,734	1,806,445
Rolls	758,636	1,423,681
Machinery Stores & Spares	1,121,592	1,188,720
Work-in-Progress	1,629,942	2,029,942
Scrap etc.	595,056	232,306
	8,987,201	8,658,362

STATEMENT - 02

Sundry Debtors	LESS THAN SIX MONTHS	MORE THAN SIX MONTHS	31.03.2011
Didisa-Guatemala	1,922,700		1,922,700
Diamond Tools Pvt.Ltd.	4,725		4,725
H.M.Trading Corporation		2,715	2,715
Shrushti Industries-Gondal		28	28
ABC Bearing Ltd.		160,756	160,756
ARB Bearings Ltd.-Haryana	46,402	-	46,402
ARB Bearings Ltd.-New Delhi	254,269	-	254,269
Gujarat Industries	185,469	-	185,469
Orbit Bearings India Pvt. Ltd.	2,094,267	-	2,094,267
Preceision Bearing Pvt.Ltd.	9,786	-	9,786
RMP Bearing Ltd.		-	-
Texspin Bearings Ltd.	1,445,821	109,332	1,555,153
Yogi Hitech Pvt.Ltd.	60,772	-	60,772
	6,024,211	272,831	6,297,042
Previous Year			7,467,802



GALAXY AGRICO EXPORTS LIMITED

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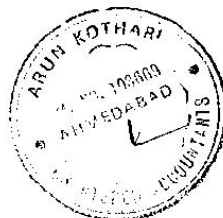
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Previous Year			7,467,802



GALAXY AGRICO EXPORTS LIMITED
STATEMENT - 03

Loans, Advances & Deposits	31.03.2011	31.03.2010
<i>Advance to Staff</i>	13,220	9,000
Amarjitsinh Ganeshsinh	13,000	23,000
Appasaheb Bhalerav	30,000	2,500
Arjun Gupta	9,000	-
Ashok Shankar Vale	4,500	1,000
Atul V. Kamani	13,000	20,000
Boss Ramchandra Pillay	15,000	-
Deepak Gulab Sindhe	20,000	2,000
Dhiru D Raval	23,000	1,000
Dhiru Gautam	59,350	29,000
Dilip A. Yeshi	22,500	-
Dinbandhu Rana Mahakur	-	9,000
Dipak Gulab Sindhe	18,000	-
Dukhran Yadav	-	5,500
Ganpat Dalpat Mori	6,730	8,000
Gokul Ramdas Thakery	18,000	-
Gyaneshwar B Patil	-	4,500
Gyansingh B Kushwaha	4,000	-
Kamlesh Rajeshwar Ray	6,000	-
Kishor Manga	7,740	2,000
Laxman Dalpat Mori	1,000	-
Laxmidevi Shivpal	12,500	-
Manish Shallendu	9,000	-
Manojisingh Jagdishsingh	6,860	-
Markanday Jayram Yadav	5,500	-
Mintu Shivprasad Chaudhari	8,830	-
Mukesh Shrifulena Tivari	5,000	-
Namdeo N. Patil	4,000	3,000
Nandu Vishwas Patil	72,600	103,690
Pradeep T.	-	17,790
Rajesh Ramakhyali	3,500	-
Rajesh Sukhdev Bhagat	5,500	2,000
Rajubhai Trambak Patil	-	1,500
Rampravesh Pandit	10,000	5,000
Shivpal Churaman	3,500	-
Sreejith Chandrasekhar Pilay	6,000	-
Vijay Prakash Surendra	436,830	249,480
<i>Advances recoverable in cash or in kind or for value to be received :</i>	37,214	150,000
Ace Designers Ltd.	-	13,275
Aximos Thermo Furnaces Pvt.Ltd.	-	6,000
Ferro Foyndries Pvt.Ltd.	-	-
Hi Speed Turbo Drives	-	15,344
Sadhu Engineering Works	400	-
Scan Electronic Systems	-	289,126
Divy Jyot Agricultural Pvt.Ltd.	-	-
Divine Laboratory Services	1,050	-
J. K. Packing Machine	1,975	-
Krishna Rewinding Works	-	5,250
Amardeep Oil Trading Co.	-	-
CDS Overseas Logistics Pvt.Ltd.	25,000	-
Chennai Metco Pvt. Ltd.	-	-
Maheshbhai Gulabbhai Pari	500,000	-
Mankoo (India) Pvt. Ltd.	7,339	-
Noble Electric Co. Pvt. Ltd.	107,039	-
Radhe Engineering Works	-	2,730
Reliable Associates	-	2,942
Smart Traders	25,000	-
Sms Consultants	6,505	-
Jay gurudev roadlines- Manojgiri	9,850	-
Jay gurudev roadlines- Jaysukhbhai	-	10,000
TUV Rheinland (India) Pvt.Ltd.	200,582	20,620
Pari Ratilal Manilal	3,381,184	1,203,832
Job Work Bearing Receivables	-	-



Service Tax Receivables	4,413	13,121
Service Tax MODVAT	21,160	11,639
VAT Receivables	208,479	58,062
Licence Fees Provisional	936,837	1,287,789
Pre-paid Expenses	75,547	96,788
MAT Credit available for set off	-	-
	<u>5,549,574</u>	<u>3,186,518</u>
<i>Balances with Excise :</i>	187,513	262,561
Excise Receivables		251,653
Excise Receivables-Capital Goods		4,016
Excise Expenses Receivables	91,340	1,072
Excise PLA A/c.	277,424	105,920
Excise RG 23A Part II	519,532	171,718
Excise RG 23C Part II	<u>1,075,809</u>	<u>796,940</u>
<i>Tax Deducted at Sources :</i>	-	369,508
TDS Receivables (2009-2010)	420,859	-
TDS Receivables (2010-2011)	<u>420,859</u>	<u>369,508</u>
<i>Deposits with Statutory Authorities :</i>	2,400	2,400
Cell Phone-Deposit	-	37,706
Excise Rebate Claim	3,020	3,020
Gas Cylinder-Deposit	1,539,171	1,270,131
GEB Deposit	59,132	47,748
Interest Receivable on GEB Deposit	1,599	1,599
Internet Deposit	1,500	1,500
IOL Ltd.-Deposit	4,000	4,000
Mobile Phone Deposit (Reliance)	21,548	21,548
Telephone- Deposit	<u>1,632,370</u>	<u>1,389,652</u>
	<u>9,115,442</u>	<u>5,992,098</u>



GALAXY AGRICO EXPORTS LIMITED

STATEMENT - 04		
Current Liabilities & Provisions	31.03.2011	31.03.2010
CURRENT LIABILITIES :		
<i>Creditors for Goods</i>	-	9,108
Amardeep Oil Sales	169	107,094
Ceegee Chemicals	9,863	247
Galaxy Electric Co.	13,554	9,031
Ganga Enterprise	2,607	4,989
Gayatri Steel	12,868	-
Haresh Eng. Co.	7,544	-
Innova Engineering Products Pvt. Ltd.	15,235	-
Jay Shivshakti Chemicals	6,729	-
Kishan Industrial Corporation	924	-
Krishna Packaging	169,048	-
Mahek Sales Corporation	-	97,665
Makim Agency	-	5,863
Mascot CNC Tools & Equipment Pvt.Ltd.	-	6,195
Moldex Agencies	39,154	62,405
Multitech Enterprise	49,979	21,451
National Minerals & Chemical Co.	3,150	-
P. K. and Sons Tadelink Pvt. Ltd.	9,890	-
Prakash Petro-chem Ind.	-	30,900
Prateek Engg.	9,377	5,271
Raj Agencies	2,424	6,432
Ravi Metal Treatment	-	5,032
Sahara Polymers	2,940	-
Sanjay Tools Centre	4,249	6,941
Saurashtra Machine Tools	3,796	5,250
Shree Ram Oil Trading Co.	-	22,440
Steel Plant Specillities	318,326	-
Supertech Industries	5,591	1,210
Tirupati Oxygen Pvt.Ltd.	-	45,900
Tushar Industries	-	66,062
Veebasons Corrugating Pvt.Ltd.	71,298	75,634
Excise Duty on Closing Stock of Finished Goods	758,715	595,120
 <i>For Assets :</i>	-	2,020
Akal Induction Pvt.Ltd.	-	20,588
Akal Industries	6,070	6,070
Foundry Trading Co.	7,832	5,626
Jyoti CNC Automations Pvt.Ltd.	2,783	-
Rotocare Engineers	48,252	-
Sadhu Engineering Works	-	-
Safex Engineers Pvt.Ltd.	1,008	-
Sukrit Control System	27,132	-
Tejas Steels	-	-
Thakur Agencies	-	56,440
Thermochem Furnaces	4,861	47,940
Universal Conveyors	97,938	138,683
 <i>For Expenses :</i>	552	-
Sovereign Shipping Pvt. Ltd	8,192	-
SB Overseas	552	-
MSC Agency (India) Pvt. Ltd	10,400	10,400
Pest Contron (India) Pvt.Ltd.-Ahmedabad	1,700	1,700
Pest Contron (India) Pvt.Ltd.-Gandhidham	34,287	34,287
Pest Contron (India) Pvt.Ltd.-Rajkot	88,611	106,386
Tiger Logistics (I) Pvt. Ltd.	601	-
Ani International	1,900	-
Accura Electro Controls	-	400
Argent Technologies	650	-
Arihant Computer House	-	2,730
Asharam Agencies	30,948	-
Bharat Engineering Works	2,910	-
Bharat Tool Steel Syndicate	-	-



	-	695
Bhavani Heat Treaters	1,104	4,968
Brahmani Distilled Water	3,254	-
Charmi Cotton	-	150
Electro Care System	3,386	-
Fitwell Hydraulic	5,145	-
Friends Tools	-	37,427
Gujarat Packaging Industries	4,590	-
Gurukrupa Offset Printers	-	4,025
Hareesh H. Parmar	2,573	-
Hawa Engineers	-	2,955
Jay Shree Chamunda Machine Tools	26,257	3,042
Jaydeep Enterprise	698	-
Jay Hanuman Infotech	-	750
Jet Sales & Services	-	1,950
Jagdish Papers	-	1,312
Jignasha Sales Corporation	-	1,000
J. K. Packing Machine	15,350	11,465
Karan Roadlines	7,766	-
Lalit Industrial Agencies	-	304,211
Mech Tech Industries	-	210
Mascot Marketing Services	675	2,258
Nareshkumar & Co.	3,278	-
New Radhe Industries	-	1,272
Omega Scrap Traders	44,350	-
Om Steel Traders	2,500	-
Patel Telecom	3,519	3,273
Perfect Weighbridge	-	8,460
P.D.Enterprise	-	2,200
Popular Industries	5,880	-
Power Metal	260	-
Pramukh Instrumentation	11,465	-
Prashant Industries	6,000	-
Reliable Associates	8,335	8,335
Royal Refractories	2,920	-
Sale Service	8,328	330
Sale Service Syndicate	38,556	7,382
Saurashtra Brass Works	80	-
Scientific Chemical Metal Laboratory	19,740	-
Shree Mahavir Trading Co.	3,008	-
Shreenathji Machinery Traders	3,557	3,557
Shree Om Industries	-	126
Shree Umiyaji Sales Agency	21,114	-
Shrid Surface Technologies	620	620
Somnath Potteries	-	179
Star Service	-	6,081
Swadesh Enterprises	565	-
Swastik Stationery & Zerox	24,947	-
SYM Singhal Alloys	86,671	-
Umiya Ceramics	1,014	-
Yera Ceramics	38,208	23,617
Kalaria & Sampat	1,500	-
Sachin & Co.	8,000	-
V. B. Sheth & Co.	-	-
	57,520	-
Profession Tax-Workers	5,400	-
Profession Tax-Directors	5,500	-
Profession Tax-Office Staff	28,094	-
Provident Fund	175,309	180,958
Tax Deducted at Sources & Tax Coll. At Sources	868,339	778,711
<i>Advance from Customers :</i>	-	500,000
Globus Enterprises-Srilanka	1,270	-
Excellent Engineering Corporation	14,938	-
Balaji Steel Udyog	-	-
	16,208	500,000



PROVISIONS :

Bonus
Leave Encashment
Legal Fees
Expenses
Salary

5,000	5,515
725,178	418,234
177,930	212,076
908,108	635,825
<u>2,649,308</u>	<u>2,648,339</u>



GALAXY AGRICO EXPORTS LIMITED

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

a)	Registration Details	
	Registration No.	04-21368
	Balance Sheet Date	31st March, 2011
b)	Capita I raised during the year	(Amt in '000)
	Public Issue	Nil
	Rights Issue	Nil
	Bonus	Nil
	Private placements	Nil
c)	Position of mobilization and deployment of funds	(Amt in '000)
	Total Assets	Rs. 80,229
	Total Liabilities	Rs. 80,229
	Sources of Funds	
	Paid up Capital	Rs. 39,136
	Reserves and Surplus	Rs. 19,576
	Secured Loans	Rs. 3,133
	Unsecured Loans	Rs. 11,483
	Deferred Tax Liability	Rs. 6,900
	Application of Funds	
	Net Fixed Assets	Rs. 56,884
	Investments	Nil
	Net Current Assets	Rs. 23,345
	Misc. Expenditure	Nil
	Accumulated Losses	Nil
d)	Performance of the Company	(Amt in '000)
	Total Income	Rs. 47,947
	Total Expenditure	Rs. 45,478
	Net Profit before Tax	Rs. 2,469
	Net Profit after Tax	Rs. 736
	Earning per share (in Rs.)	Rs. 0.27
	Dividend (%)	Nil
e)	Generic Names of Three Principal Products/Services of Company	
	Item Code No. (ITC Code)	820130.00
	Product Description	MATTOCKS, PICKS, HOES
	Item Code No. (ITC Code)	73261990.
	Product Description	FORGED RING

FOR & ON BEHALF OF THE BOARD OF DIRECTORS,





Jayantilal D. Patel
Chairman & Managing Director

Rajkot, Dated 28th June, 2011