

DCM TOOLS & DIES LIMITED

Regd. Office : 606, 6th Floor, Vikrant Tower, 4, Rajendra Place, New Delhi-110008

DIRECTORS' REPORT

Dear Shareholders

Your Directors have pleasure in presenting the 13th Annual Report together with the Audited Accounts of the company for the year ended March 31, 2011.

FINANCIAL HIGHLIGHTS

The accounts for the year under report shows a profit before tax of Rs. 21,425/- (Rs. Twenty One Thousand Four Hundred and Twenty Five only). After taking into account provision for income tax of Rs. 6,669/- (Rs. Six Thousand Six Hundred and Sixty Nine only) and profit of Rs. 69,343/- (Rs. Sixty Nine Thousand Three Hundred and Forty Three only) brought forward from the previous year, the profit carried to the Balance Sheet is Rs. 84,099/- (Rs. Eighty Four Thousand and Ninety Nine only).

DIVIDEND

The Director did not propose any dividend for the year under report.

FIXED DEPOSIT

The company has not accepted any deposit from the public within the meaning of section 58A of the Companies Act, 1956.

DIRECTOR

Mr. Ashwani Singhal retires by rotation at the ensuing Annual General Meeting and being eligible, offers himself for re-appointment as Director of the Company. His re-appointment is placed before the shareholders of the Company at the ensuing Annual General Meeting.

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

The provisions of energy conservation and technology absorption are not applicable to the Company. The Company has no earnings or outgo of foreign exchange in the financial year under review.

AUDITORS

The Auditors of the Company, M/s Grewal & Singh, Chartered Accountants, retires at the conclusion of ensuing 13th Annual General Meeting and are eligible for re-appointment from the conclusion of ensuing Annual General Meeting till the conclusion of next Annual General Meeting.

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AUDITORS' OBSERVATIONS

The observations of the auditors are self-explanatory and/or suitably explained in various notes to the Accounts.

PARTICULARS OF EMPLOYEES

There was no employee in the company during the year under the category specified under section 217 (2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975.

DIRECTORS' RESPONSIBILITY STATEMENTS

As required under section 217(2AA) of the Companies Act, 1956, your Directors state:

- (i) that in the preparation of the annual accounts, the applicable accounting standards have been followed.
- (ii) that the accounting policies selected and applied are consistent and the judgements and estimates made 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 and of the profit or loss of the Company for that period.
- (iii) that proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- (iv) that the annual accounts have been prepared on a going concern basis.

On behalf of the Board
FOR DCM TOOLS & DIES LIMITED

PLACE: NEW DELHI
DATED: 21.02.2011


(Sumant Bharat Ram)
DIRECTOR


(Ashwari Singh)
DIRECTOR

AUDITORS' REPORT

**TO
THE MEMBERS OF
DCM TOOLS & DIES LIMITED**

We have audited the attached Balance Sheet of **DCM TOOLS & DIES LIMITED** as at March 31, 2011 and the Profit and Loss Account for the year ended on that date annexed thereto and the Cash Flow Statement for the year ended on that date. 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 misstatements. An audit includes examining, on a test basis, evidences 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 (Auditors' Report) Order, 2003 (CARO) 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 & 5 of the said order.
3. 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 and Profit & Loss Account dealt with by this report are in agreement with the books of account;
 - iv) In our opinion, the Balance Sheet and Profit & Loss Account and the 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 March 31, 2011 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on March 31, 2011 from being appointed as a director in terms of clause (g) of sub – section (1) of Section 274 of the Companies Act, 1956.

In our opinion and to the best of our information and according to the explanations given to us, the said accounts, read together with the Notes appearing in Schedule "9", 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:

- i) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2011: and
- ii) In the case of the Profit & Loss Account, of the profit for the year ended on that date.
- iii) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.



for **GREWAL & SINGH**
Chartered Accountants
Firm No. 012322N


(JASPAL SINGH SAHNI)
PARTNER
M.NO. 501501

Place : New Delhi
Date : May 21, 2011

CHANDIGARH OFFICE :
1026, Sector 37B, Chandigarh
Tel.: 0172-2691997

JAMMU OFFICE :
41/3, Trikuta Nagar, Jammu-180012
Tel.: +91-9419794214

LUDHIANA OFFICE :
Preet Complex, 2nd Floor, Near Nirankari
Kucha No.-2, G.T. Road, Millerganj, Ludhiana
Tel.: 9999980496

YAMUNA NAGAR OFFICE :
Opp. Old Post Office, Railway Road, Jagadhri
Tel.: 01732-242893, 9896044812

ANNEXURE TO THE AUDITORS' REPORT

(Referred to in paragraph 3 of our report of even date on the accounts for the year ended March 31, 2011 of **DCM TOOLS AND DIES LIMITED**)

1. The Company does not own any fixed assets. Hence no comment is made on the maintenance of records, procedure of physical verification and disposal of fixed assets.
2. The Company does not own any inventory. Hence no comment is made on the maintenance of records and physical verification thereof.
3.
 - a. The company has not granted any loans, secured or unsecured to the companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. As the company has not granted the said loans, the paragraphs 3(b), (c) and (d) of the statement of CARO report are not applicable.
 - b. Based on the information and explanations provided to us, the company has not taken any loans, secured or unsecured from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. As the company has not taken the said loans, the paragraphs 3(f) and (g) of the statement of CARO report are not applicable.
4. In our opinion and according to the information and explanations given to us, the company has adequate internal control procedure commensurate with the size of the company and the nature of its business. During the course of our audit no major weakness has been noticed in the internal controls. We have not come across any failure on the part of the company to correct the weakness in internal control system.
5. Based on the procedure applied by us and according to the information and explanations provided by the management, there are no transactions made in pursuance of contracts or arrangements, that needs to be entered into the register maintained under section 301 of the Companies Act, 1956.
6. Based on the procedure applied by us and according to the information and explanations provided to us by the management, the company has not accepted any deposit from the public under the provisions of section 58A, 58AA and any other relevant provisions of the Companies Act, 1956.
7. In our opinion the company has an internal audit system commensurate with the size and nature of business.
8. As per the information and explanations given to us, the Central Government has not prescribed maintenance of cost records under section 209(1)(d) of Companies Act, 1956.
9.
 - a. As informed to us, the provisions of Provident Fund Investor Education and Protection Fund, Employees State Insurance Act, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty and Cess are not applicable to the Company. However, the company is regular in depositing undisputed applicable other statutory dues including Income Tax etc.
 - b. As informed and explained to us and as per the records of the Company, it has no amount which has not been deposited on account of any dispute.
10. On the basis of our audit procedure and information and explanations provided to us the company has no accumulated losses. Further we state that the company has not incurred cash loss during the financial year covered by audit and in the immediately preceding financial year.
11. Based on the audit procedures and on the information and explanation given to us, there are no borrowings from the financial institution or banks and no debentures have been issued by the company.
12. According to the information and explanations provided to us, the company has not granted any loans or advances on the basis of security by way of pledge of shares, debentures and other securities.



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13. The company is not a Chit Fund, Nidhi or Mutual Benefit Society. Hence, the provisions of special statute are not applicable on the company.
14. According to the information and explanations given to us, as the Company is not dealing or trading in shares, securities, debentures and other investments, hence the paragraph xiv of the Order is not applicable.
15. According to the information and explanation provided to us, the company has not given any guarantee for the loans by others from banks and financial institutions.
16. The company has not raised any term loan during the year. Hence, no comment is made on utilization of term loan.
17. Based on the information and explanations given to us, the company has not raised any long term as well as short term fund, hence no comment is made on their utilization.
18. The company has not made any preferential allotment of shares to parties and companies covered under the registers maintained under section 301 of the Companies Act, 1956.
19. Based on the information and explanations given to us, the company has not issued debentures during the year. Hence, no comment is made on the creation of security or charge.
20. The company has not raised any money by way of Public Issue.
21. Based upon the audit procedures performed and information and explanations provided by the management, we report that no fraud by or on the company has been noticed or reported during the course of our audit.

**for GREWAL & SINGH
Chartered Accountants
FIRM No. 012322N**



**(JASPAL SINGH SAHNI)
PARTNER
M. No. 501501**



**PLACE : NEW DELHI
DATE : May 21, 2011.**

DCM TOOLS AND DIES LIMITED

BALANCE SHEET AS AT : MARCH 31, 2011

PARTICULARS	SCHEDULE	CURRENT YEAR	PREVIOUS YEAR
I. SOURCES OF FUNDS			
1. Shareholder's Funds			
Share Capital	1	5,00,000	5,00,000
2. Reserve Fund			
Profit & Loss Account	2	84,099	69,343
		<u>5,84,099</u>	<u>5,69,343</u>
II APPLICATION OF FUNDS			
1. Current Assets, Loans and Advances			
a) Cash and Bank Balances	3	5,87,945	5,84,588
b) Loans and Advances	4	8,580	16,259
		5,96,525	6,00,847
Less : Current Liabilities and Provisions			
a) Sundry Creditors	5	260	260
b) Expense Payable	6	5,516	6,454
c) Provisions	7	6,650	24,790
		12,426	31,504
Net Current Assets		5,84,099	5,69,343
		<u>5,84,099</u>	<u>5,69,343</u>
SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS	8		

The schedules 1 to 8 forms an integral part of the balance sheet and profit and loss account.

In terms of our separate report of even date For and on behalf of the Board
for GREWAL & SINGH
FIRM No. 012322N


JASPAL SINGH SAHNI
PARTNER
M. No. 501501




SUMANT BHARAT RAM
DIRECTOR


ASHWANI SINGHAL
DIRECTOR

PLACE : NEW DELHI
DATE : May 21, 2011

DCM TOOLS AND DIES LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2011

PARTICULARS	SCHEDULE	CURRENT YEAR	PREVIOUS YEAR
INCOME			
Interest Received on Fixed Deposit (TDS Rs.2,560/-, Previous Year Rs.4,090/-)		28,804	40,897
		<u>28,804</u>	<u>40,897</u>
EXPENDITURE			
Filing Fees		600	600
Auditors' Remuneration			
- Audit Fees		2,758	1,103
- Certification Fees		2,758	1,103
Professional Charges		900	900
Bank Charges		263	1,000
Miscellaneous Expense		100	14
		<u>7,379</u>	<u>4,720</u>
Profit before Tax		21,425	36,177
Less : Provision for Tax		6,650	12,650
Less : Income tax adjustment for earlier years		19	-
Profit after Tax		14,756	23,527
Profit brought forward from previous year		69,343	45,816
Balance carried to Balance Sheet		84,099	69,343
Basic and Diluted Earning per Share (Rs. Per Share of Rs.10/- each)		0.30	0.47
SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS	8		

The schedules 1 to 8 forms an integral part of the balance sheet and profit and loss account.

In terms of our separate report of even date
for GREWAL & SINGH
FIRM No. 012322N

For and on behalf of the Board


JASPAL SINGH SAHNI
PARTNER
M. No. 501501




SUMANT BHARAT RAM
DIRECTOR


ASHWANI SINGHAL
DIRECTOR

PLACE : NEW DELHI
DATE : May 21, 2011.

DCM TOOLS AND DIES LIMITED

SCHEDULES ATTACHED TO ANNUAL ACCOUNTS : 2010 – 2011

SCHEDULE	PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
1	SHARE CAPITAL		
	AUTHORISED		
	59,000 (Previous year 59,000) Equity Shares of Rs.10/- each	5,90,000	5,90,000
	100 (Previous Year 100) 13.5% Redeemable Cumulative Preference Shares of Rs.100/- each	10,000	10,000
		6,00,000	6,00,000
	ISSUED, SUBSCRIBED AND PAID UP		
	50,000 (Previous year 50,000) Equity Shares of Rs. 10/- each fully paid up	5,00,000	5,00,000
		5,00,000	5,00,000
	(Equity Shares are held by DCM Limited, the Holding Company)		
2	RESERVE FUND		
	Profit & Loss Account	84,099	69,343
		84,099	69,343
3	CURRENT ASSETS, LOANS AND ADVANCES		
	Cash and Bank Balances		
	Cash on hand	2,954	3,654
	Balance with Schedule Bank		
	- Current Account	61,953	580,934
	- Deposit Account	5,23,038	
		5,87,945	5,84,588
4	Loans and Advances		
	Advance Tax / Self Assessment Tax (Including TDS)	8,580	16,259
		8,580	16,259
	CURRENT LIABILITIES AND PROVISIONS		
5	Sundry Creditors	260	260
		260	260
6	Other Liabilities		
	Expenses Payable	5,516	6,454
		5,516	6,454
7	Provisions		
	Provision for Income Tax	6,650	24,790
		6,650	24,790



DCM TOOLS & DIES LIMITED

ANNUAL ACCOUNTS: 2010 - 2011

4. SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS

SIGNIFICANT ACCOUNTING POLICIES

1. The financial statements are prepared under the historical cost convention in accordance with applicable mandatory accounting standards and presentational requirements of the Companies Act, 1956.
2. The company follows mercantile system of accounting and recognises significant items of income and expenditure on accrual basis.

NOTES TO ACCOUNTS

1. The main object of the Company mainly comprise to carry on the business of purchase, sell, import, export, manufacture Tools & Dies and as such there are no separate reportable segments as per Accounting Standard Segment reporting (AS-17) issued by the Institute of Chartered Accountants of India.

2. Related Party Disclosures as per AS-18 "Related Party Disclosures"

A) Name of Related Party and Nature of Related Party Relationship

Key Management Personnel	Holding Company	Fellow Subsidiary
(A)	(B)	(C)
Mr. Sumant Bharat Ram, Director	DCM Limited	DCM Finance & Leasing Ltd.
		DCM Engineering Ltd.
		DCM Textiles Ltd.
		DCM Realty Investment & Consulting Ltd.

B) Transactions during the year and Balance as on March 31, 2011 with related parties referred to in (A) above: NIL

3. The company has no outstanding dues in respect of Micro, Small and Medium Enterprises at the year end, therefore no disclosure is required under the Micro, Small and Medium Enterprises Development Act, 2006.

4. Earnings per share

	Current Year	Previous Year
Profit after Tax	14,756	23,527
Weighted average number of equity Shares outstanding	50,000	50,000
Basic and Diluted Earnings per share (face value – Rs.10 per share)	0.30	0.47



**DCM TOOLS AND DIES LIMITED
SIGNIFICANT ACCOUNTING POLICIES AND
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5. The Company had executed a Surety Bond on the request of DCM Ltd., the holding Company, in favour of Land Acquisition Collector – Delhi Administration, Delhi in connection with the release of certain compensation to DCM Limited.
6. The company has not taken any leased assets and therefore disclosure requirement of Accounting Standard (AS) – 19 "Leases" issued by the Institute of Chartered Accountants of India are not applicable.
7. The income tax liability is ascertained on the basis of assessable profits computed in accordance with the provisions of the Income-tax Act, 1961 and after complying with the provisions of Accounting Standard 22 regarding 'Accounting for Taxes on Income' and as such there is no deferred tax liability so far.
8. Quantitative details pursuant to Part II of Schedule VI to the Companies Act, 1956 are either nil or not applicable to the company so far.
9. Figures have been rounded off to the nearest rupee.
10. The figures for the previous year have been regrouped / rearranged wherever necessary.

**Signature to Schedules 1 TO 9
In terms of our separate report of even date
for GREWAL & SINGH
FIRM No. 012322N**


**JASPAL SINGH SAHNI
PARTNER
M. No. 501501**



for and on behalf of the Board


**SUMANT BHARAT RAM
DIRECTOR**


**ASHWANI SINGHAL
DIRECTOR**

**PLACE : NEW DELHI
DATE : May 21, 2011.**

DCM TOOLS AND DIES LIMITED

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

(Amount in Rupees)

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
Cash flow from Operation Activities		
Net profit before tax	21,425	36,177
Adjustments for :-		
Interest Income on Fixed Deposits	(28,804)	(40,897)
Operating Loss before Working Capital Changes	(7,379)	(4,720)
Adjustments for changes in: -		
Trade and other receivables	-	785
Trade payables	(938)	2,206
Cash used in operations	(8,317)	(1,729)
Direct taxes (Paid) / Refunds (Net)	(17,130)	(5,800)
Net Cash used in Operating Activities	(25,447)	(7,529)
Cash flow from Investing Activities		
Interest received on fixed deposits	28,804	40,897
Net Cash generated from Investing Activities	28,804	40,897
Cash flow from Financing Activities		
Net Cash Generated from Financing Activities	-	-
Net Increase in Cash and Cash equivalents	3,357	33,368
Cash and Cash equivalents at the beginning of the year	5,84,588	5,51,220
Cash and Cash equivalents at the end of the year	5,87,945	5,84,588

Notes :

- 1 The Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Accounting Standard 3 " Cash Flow Statements".
- 2 Previous year figures have been regrouped and rearranged wherever necessary.

In terms of our separate report of even date For and on behalf of the Board
for GREWAL & SINGH
FIRM No. 012322N


JASPAL SINGH SAHNI
PARTNER
M. No. 501501




SUMANT BHARAT RAM
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