

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, 2010 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, 2010 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on March 31, 2010 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, 2010: 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.



Place : New Delhi
Date : MAY 06, 2010

for GREWAL & SINGH
Chartered Accountants


(JASPAL SINGH SAHNI)
PARTNER
M.NO. 501501
FIRM NO NRO367


ANNEXURE TO THE AUDITORS' REPORT
[Referred to in Paragraph 1 of our report of even date to the Members of
DCM TOOLS & DIES LIMITED]
2009 - 2010

1. The company has not acquired any fixed assets so far. [Refer Clause (I) (a) of CARO]
2. The company has not taken/given any loans, secured or unsecured, from/to companies, firms and other parties to be listed in the register maintainable under section 301 of the Companies Act, 1956. [Refer Clause (III) (a) & (b) of CARO]
3. In our opinion and according to the information and explanation given to us, there are reasonable internal control procedures commensurate with the size of the company and the nature of its business in respect of its operations.[Refer Clause (IV) of CARO]
4. There has been no purchase / sale of goods and materials and services aggregating during the year to Rs.5,00,000/- or more in value in respect of each party made in pursuance of contracts or agreements entered with the parties mentioned in the register maintained under Section 301 of the Companies Act, 1956.[Refer Clause (V) of CARO]
5. The company has not accepted deposits from the public within the meaning of section 58 – A of the Companies Act, 1956.[Refer Clause (VI) of CARO]
6. According to the information and explanations given to us and the books and records examined by us, no undisputed amounts payable in respect of Income- tax, Wealth- tax, Sales- tax, Custom duty and Excise duty were outstanding on 31st March, 2010 for a period of more than six months from the date they become payable.[Refer Clause (IX) (b) of CARO]
7. The company is not required to comply with the provisions of any special statute applicable to Chit Fund, Nidhi or a Mutual Benefit Society.[Refer Clause (XIII) of CARO]
8. There being no investments made by the company so far.[Refer Clause (XIV) of CARO]
9. The company has not given any guarantee for loans taken by others from banks and financial institutions.[Refer Clause (XV) of CARO]
10. The company has not made any preferential allotment of shares during the year to parties and companies covered in the register maintained under section 301 of the Companies Act, 1956.[Refer Clause (XVIII) of CARO]
11. No fraud on or by the company has been noticed or reported during the year.[Refer Clause (XXI) of CARO]
12. The Clauses (I) (b) & (c), (II) (a) to (c), (III) (c) & (d), (VII), (VIII), (IX) (a), (X), (XI), (XII), (XVI), (XVII), (XIX) and (XX) of the said order being inapplicable so far have not been commented upon.



Place : New Delhi
Date : MAY 06, 2010

for GREWAL & SINGH
Chartered Accountants


(JASPAL SINGH SAHNI)
PARTNER
M.NO. 501501
FIRM NO NRO367

DCM TOOLS AND DIES LIMITED

BALANCE SHEET AS AT : MARCH 31, 2010

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 Funds			
Profit & Loss Account	2	69,343	45,816
		<u>5,69,343</u>	<u>5,45,816</u>
II APPLICATION OF FUNDS			
1. Current Assets, Loans and Advances			
Cash and Bank Balances	3	5,84,588	5,51,220
other Current Asset	4	-	785
Loans and Advances	5	16,259	10,459
		6,00,847	5,62,464
2. Less : Current Liabilities and Provisions			
Sundry Creditors	6	260	260
Expense Payable	7	6,454	4,248
Provisions	8	24,790	12,140
		31,504	16,648
Net Current Assets		5,69,343	5,45,816
		<u>5,69,343</u>	<u>5,45,816</u>
SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS	9		

The schedules referred to above form an integral part of the balance sheet.


SUMANT BHARAT RAM
DIRECTOR


ASHWANI SINGHAL
DIRECTOR

AUDITORS' REPORT

In terms of our separate report of even date.


for GREWAL & SINGH

Chartered Accountants



PLACE : NEW DELHI

DATE : MAY 06, 2010


(JASPAL SINGH SAHNI)

PARTNER

M. No. 501501

FIRM NO-NRO367


DCM TOOLS AND DIES LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2010

PARTICULARS	SCHEDULE	CURRENT YEAR	PREVIOUS YEAR
INCOME			
Interest Received on Fixed Deposit (TDS Rs.4,090/-, Previous Year Rs. 10,459/-)		40,897	39,276
Miscellaneous Income		-	100
		<u>40,897</u>	<u>39,376</u>
EXPENDITURE			
Filing Fees		600	1,500
Auditors' Remuneration			
- Audit Fees		1,103	1,000
- Certification Fees		1,103	1,000
Certification Charges		900	974
Bank Charges		1,000	2,850
Miscellaneous Expense		14	98
		<u>4,720</u>	<u>7,422</u>
Profit before Tax		36,177	31,954
Less : Provision for Tax		12,650	12,140
Less : Income tax adjustment for earlier years		-	5,141
Profit after Tax		23,527	14,673
Profit brought forward from previous year		45,816	31,143
Balance carried to Balance Sheet		<u>69,343</u>	<u>45,816</u>
Basic and Diluted Earning per Share (Rs. Per Share of Rs.10/- each)		0.47	0.29
SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS	9		

The schedules referred to above form an integral part of the balance sheet.


SUMANT BHARAT RAM
DIRECTOR



ASHWAN SINGH
DIRECTOR

AUDITORS' REPORT

In terms of our separate report of even date.
for GREWAL & SINGH
Chartered Accountants



PLACE : NEW DELHI
DATE : MAY 06, 2010


(JASPAL SINGH SAHNI)
PARTNER
M. No. 501501
FIRM NO-NRO367

DCM TOOLS AND DIES LIMITED

SCHEDULES ATTACHED TO ANNUAL ACCOUNTS : 2009 – 2010

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
		<u>6,00,000</u>	<u>6,00,000</u>
	ISSUED, SUBSCRIBED AND PAID UP		
	50,000 (Previous year 50,000) Equity Shares of Rs. 10/- each fully paid up (Equity Shares are held by DCM Limited, the Holding Company)	5,00,000	5,00,000
		<u>5,00,000</u>	<u>5,00,000</u>
2	RESERVE FUND		
	Profit & Loss Account	69,343	45,816
		<u>69,343</u>	<u>45,816</u>
	CURRENT ASSETS, LOANS AND ADVANCES		
3	Cash and Bank Balances		
	Cash in hand	3,654	2,254
	Balance with Schedule Bank		
	- Current Account	5,80,934	98,966
	- Deposit Account	-	4,50,000
		<u>5,84,588</u>	<u>5,51,220</u>
4	Other Current Asset		
	Interest accrued on deposit	-	785
5	Loans and Advances		
	Advance Tax / Self Assessment Tax (Including TDS)	16,259	10,459
		<u>6,00,847</u>	<u>5,62,464</u>
	CURRENT LIABILITIES AND PROVISIONS		
6	Sundry Creditors	260	260
7	Other Liabilities		
	Expenses Payable	6,454	4,248
8	Provisions		
	Provision for Income Tax	24,790	12,140
		<u>31,504</u>	<u>16,648</u>



DCM TOOLS & DIES LIMITED

ANNUAL ACCOUNTS : 2009 - 2010

9. SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS

SIGNIFICANT ACCOUNTING POLICIES

- a) 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.
- b) The company follows mercantile system of accounting and recognises significant items of income and expenditure on accrual basis.

NOTES TO ACCOUNTS

- a) 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.
- d) Disclosures as per Accounting Standard (AS) – 18 " Related Party Disclosures" issued by the Institute of Chartered Accountants of India:

1. Related Parties where control exists

1. DCM LIMITED
2. DCM FINANCE & LEASING LIMITED
3. DCM ENGINEERING LIMITED
4. DCM TEXTILES LIMITED
5. DCM REALTY INVESTMENT & CONSULTING LIMITED

Key Management personnel and / or Individuals having direct or indirect control or significant influence and their relatives:-

1. MR. SUMANT BHARAT RAM

2. Disclosure of Transactions between the Company and Related Parties :

Nature of Transaction	(Rs.)
	NIL

Status of Outstanding Balances between the Company and the Related Parties as on March 31, 2010.

Particulars	Holding Company
50,000 Equity Shares of Rs.10/- each	5,00,000/-




- e) 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.
- f) 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.
- g) 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’. There is no deferred tax liability as there is no timing difference between Taxable and Accounting Profit.
- h) 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.
- b) Figures have been rounded off to the nearest rupee.
- c) The figures for the previous year have been regrouped / rearranged wherever necessary.



SUMANT BHARAT RAM
DIRECTOR



Place : New Delhi
Date : MAY 06, 2010


ASHWANI SINGHAL
DIRECTOR

AUDITORS' REPORT
In terms of our separate report of even date.
for GREWAL & SINGH
Chartered Accountants


(JASPAL SINGH SAHNI)
PARTNER
M.NO. 501501
FIRM NO NRO367

DCM TOOLS AND DIES LIMITED

Balance Sheet Abstract and Company's General Business Profile
[Refer Schedule VI Part IV]

I. Registration Details

Registration No.

Balance Sheet date State Code

Date Month Year

II. Capital raised during the Year : (Amount in Rs. Thousands)

Public Issue <input type="text" value="N"/> <input type="text" value="I"/> <input type="text" value="L"/>	Right Issue <input type="text" value="N"/> <input type="text" value="I"/> <input type="text" value="L"/>
Right Issue <input type="text" value="N"/> <input type="text" value="I"/> <input type="text" value="L"/>	Private Placement <input type="text" value="N"/> <input type="text" value="I"/> <input type="text" value="L"/>

III. Position of Mobilization and Deployment of Funds : (Amount in Rs. Thousands)

Total Liabilities <input type="text" value="5"/> <input type="text" value="6"/> <input type="text" value="9"/>	Total assets <input type="text" value="5"/> <input type="text" value="6"/> <input type="text" value="9"/>
<i>Sources of Funds</i>	
Paid-up Capital <input type="text" value="5"/> <input type="text" value="0"/> <input type="text" value="0"/>	Reserve and Surplus <input type="text" value="6"/> <input type="text" value="9"/>
Secured Loans <input type="text" value="N"/> <input type="text" value="I"/> <input type="text" value="L"/>	Unsecured Loans <input type="text" value="N"/> <input type="text" value="I"/> <input type="text" value="L"/>
<i>Application of Funds</i>	
Net Fixed Assets <input type="text" value="N"/> <input type="text" value="I"/> <input type="text" value="L"/>	Investments <input type="text" value="N"/> <input type="text" value="I"/> <input type="text" value="L"/>
Net Current Assets <input type="text" value="5"/> <input type="text" value="6"/> <input type="text" value="9"/>	Misc. Expenditure <input type="text" value="N"/> <input type="text" value="I"/> <input type="text" value="L"/>
Accumulated Losses <input type="text" value="N"/> <input type="text" value="I"/> <input type="text" value="L"/>	

IV. Performance of the company : (Amount in Rs. Thousands)

Turnover <input type="text" value="4"/> <input type="text" value="1"/>	Total expenditure <input type="text" value="5"/>
+ - Profit/Loss before Tax <input checked="" type="checkbox"/> <input type="checkbox"/> <input type="text" value="3"/> <input type="text" value="6"/>	+ - Profit/Loss after tax <input checked="" type="checkbox"/> <input type="checkbox"/> <input type="text" value="2"/> <input type="text" value="4"/>

(Please tick the appropriate box + for profit,--- for loss)

Earning per Share in Rs. <input type="text" value="0"/> <input type="text" value="4"/> <input type="text" value="7"/>	Dividend Rate % <input type="text" value="N"/> <input type="text" value="I"/> <input type="text" value="L"/>
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V. Generic Names of Three Principal Products/Services of Company(as per monetary terms)

Item Code No.

(ITC Code)

Product Description


SUMANT BHARAT RAM
DIRECTOR


ASHWANI SINGHAL
DIRECTOR

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PLACE : NEW DELHI
DATE : MAY 06, 2010


(JASPAL SINGH SAHNI)
PARTNER
M. No. 501501
FIRM NO-NRO367

DCM TOOLS & DIES LIMITED

CASH FLOW STATEMENT FOR THE PERIOD ENDED 31st March, 2010


PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
A. CASH INFLOW / OUTFLOW FROM OPERATING ACTIVITIES		
Net profit/(loss) before tax and extraordinary items but after Adjustments for: -	36,177	31,954
Interest income	(40,897)	(39,276)
Operating profit/(loss) before working capital changes	(4,720)	(7,322)
Adjustments for changes in: -		
Trade and other receivables	785	(785)
Trade payables	2,206	(248)
Cash generated from operations	(1,729)	(8,355)
Direct taxes (Paid) / Refund (Net)	(5,800)	(13,174)
Net Cash Outflow from Operating Activities - A	(7,529)	(21,529)
B. CASH INFLOW / OUTFLOW FROM INVESTING ACTIVITIES		
Interest received	40,897	39,276
Net Cash Inflow from Investing Activities - B	40,897	39,276
C. CASH FLOW FROM FINANCING ACTIVITIES		
Net Cash Flow from Financing Activities - C	-	-
Net Changes in Cash and Cash Equivalents (A+B+C)	33,368	17,747
Cash and Cash equivalents (Opening Balance)	5,51,220	5,33,473
Cash and Cash equivalents (Closing Balance)	5,84,588	5,51,220

Previous year figures, wherever necessary, have been regrouped to make them comparable with current period.


SUMANT BHARAT RAM
DIRECTOR




PLACE : NEW DELHI
DATE : MAY 06, 2010


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DIRECTOR

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