

CENTURY EXTRUSIONS LIMITED

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BOARD OF DIRECTORS

M P Jhunjunwala
Chairman & Managing Director
R K Datta
R N Das
P K Sengupta
V Jhunjunwala

COMPANY SECRETARY

Sumit Modi

AUDITORS

Khetawat & Associates
Chartered Accountants
310, Todi Chambers
2, Lal Bazar Street
Kolkata - 700 001

COST AUDITORS

N Radhakrishnan & Co.
Cost Accountant
11A, Dover Lane, (Flat B1/B4)
Kolkata - 700 029

REGISTRAR

&

SHARE TRANSFER AGENTS

MCS Limited
77/2A, Hazra Road
Kolkata - 700 029

BANKERS

Stae Bank of India
Allahabad Bank

REGISTERED OFFICE

113, Park Street
'N' Block, 2nd Floor, Kolkata - 700 016

WORKS

WBIIDC Industrial Growth Centre
Nimpura, Kharagpur
Dist. Midnapur (W.B.)

NOTICE OF THE ANNUAL GENERAL MEETING

NOTICE is hereby given that the SEVENTEENTH ANNUAL GENERAL MEETING of the Members of the Company will be held on Friday, the 26th August 2005 at 11.00 a.m. at Gorky Sadan, 3, Gorky Terrace, Kolkata - 700017 to transact the following business:

ORDINARY BUSINESS

1. To consider and adopt the Profit and Loss Account for the year ended 31st March, 2005 and the Balance Sheet as at that date and the Reports of the Directors and Auditors thereon.
2. To appoint a Director in place of Sri R N Das who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint a Director in place of Sri R. K. Dutta who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint Auditors of the Company to hold office from the conclusion of this Meeting until the conclusion of the next Annual General Meeting and to authorise the Board of Directors to fix their remuneration.

SPECIAL BUSINESS

5. (As Special Resolution)

RESOLVED THAT pursuant to clause 49 of the Listing agreement and other applicable provisions of the Companies Act, 1956, the company hereby accords its approval to the payment of sitting fees to its non executive directors within the limits as may be notified by the Central Government from time to time.

By Order of the Board

Kolkata
Dated : 25th July 2005

Sumit Modi
Company Secretary

NOTES :

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ABOVE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND A PROXY NEED NOT BE A MEMBER. PROXIES, IN ORDER TO BE VALID MUST BE RECEIVED BY THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE MEETING.
2. The Register of Members and Share Transfer Books of the Company will remain closed from 24th August 2005 to 26th August 2005 (both days inclusive) for AGM & also for the purpose of determining names of the Shareholders eligible for Equity Rights Issue in the ratio of 35:12 i.e. 35 Equity Shares for every 12 Shares held on the close of business hours on 23rd August 2005, for cash at par.

3. Shareholders desiring any information as regards the Accounts are requested to write to the Company at an early date so as to enable the Management to keep the information ready.
4. Members, who hold the shares in dematerialised form are requested to bring their client ID and DP ID Nos. for easier identification of attendance at the meeting.
5. Members who hold shares in physical form are requested to notify any change in their address to the Registrar and Share Transfer Agents of the Company and always quote their Folio Number in all correspondence with the Company.
6. Re-appointment of Directors:
The brief particulars of the Directors of the Company, retiring by rotation and proposed to be re-appointed at the ensuing Annual General Meeting are furnished under the Corporate Governance Report.
7. During the year, the Company has transferred the unclaimed dividend for the financial year ended March 31, 1997 to the Investor Education and Protection Fund. It may be noted that U/s 205C of the Companies Act, 1956 no claim shall lie against the fund or the company.

ANNEXURE TO THE NOTICE

EXPLANATORY STATEMENT PURSUANT TO THE PROVISIONS OF SECTION 173(2) OF THE COMPANIES ACT, 1956

ITEM NO. 5

The clause 49 of the Listing agreement has been amended by SEBI vide circular No. SEBI/CFD/DIL/CG/2004/12/10 dated 29th October 2004. The new amendment provides that all fees / compensation, if any, paid to non-executive directors, including independent directors shall be fixed by the Board of Directors and shall require prior approval of shareholders in a General Meeting.

As per notification No. GSR 580 (E) dated 24.7.2003, issued by the Central Government, the maximum sitting fees for each meeting of Board of directors or a committee thereof has been fixed at Rs 20,000/- for companies with a turnover of Rs 50 crores or more.

The present approval of the members will also cover any increases / relaxation prescribed by the Central Government in terms of Section 310 of the Companies Act, 1956.

The non-executive directors may be deemed to be concerned or interested in the passing of this resolution to the extent of the sitting fees received by them.

No other director is concerned or interested in this resolution.

By Order of the Board

Kolkata
Dated : 25th July 2005

Sumit Modi
Company Secretary

DIRECTORS' REPORT

To the Members,

Your Directors present their Seventeenth Annual Report together with the Audited Statement of Accounts of the Company for the year ended 31st March 2005.

FINANCIAL RESULTS

| | <u>2004-05</u> | <u>2003-04</u> |
|---|-------------------|-------------------|
| | <u>(Rs. Lacs)</u> | <u>(Rs. Lacs)</u> |
| Sales | <u>8291.46</u> | <u>7536.13</u> |
| Profit/ (Loss) before Interest, Depreciation and Impairment of Assets | <u>369.31</u> | 9.05 |
| Interest | <u>88.05</u> | 138.96 |
| Profit/ (Loss) before Depreciation | <u>281.26</u> | (129.91) |
| Depreciation and Impairment of Assets | <u>166.63</u> | 96.41 |
| Net Profit / (Loss) | <u>114.63</u> | (226.32) |
| Income Tax | - | (0.15) |
| Previous Year Adjustments | <u>(1.41)</u> | (3.25) |
| Waiver on Settlement of Dues with Banks | - | 1284.87 |
| Adjustment on Capital Reduction | - | 1261.96 |
| Profit/(Loss) brought forward | <u>(400.28)</u> | <u>(2717.39)</u> |
| Balance of Profit / (Loss) carried to Balance Sheet | <u>(287.06)</u> | <u>(400.28)</u> |

DIVIDEND

Due to accumulated losses, your Directors regret their inability to recommend any dividend for the year.

OPERATIONS

During the year under review, your Company manufactured and sold 6599MT of aluminium extrusions against 6363MT and achieved a Sales Turnover of Rs. 8291.46 lacs against Rs.7536.13 lacs in the previous year. More importantly, the Company earned a net profit of Rs.114.63 lacs for the year against successive losses in past seven years.

The Company is focused on continuously increasing the sale to the end-use customers and is putting necessary efforts in this direction.

FINANCE

During the year, the Company successfully completed the process of restructuring as envisaged in the BIFR approved Rehabilitation Scheme. As a result, the financial difficulties faced in past few years eased substantially.

The Rights Issue of Rs.350.00 lacs in the ratio of 35 shares for every 12 shares envisaged in the Rehabilitation Scheme could not be completed during the year, though the Lead Managers appointed for the purpose have already filed the 'Draft letter of offer' with Securities and Exchange Board of India (SEBI). The Company would endeavour to complete the Rights Issue of Equity Shares in the shortest possible time upon receipt of necessary clearances.

Upon completion of Rights Issue during the year, the Company's 'net worth' would become positive, and the company would become financially stronger, so as to look towards the future with confidence.

STATUS WITH BIFR

The Board for Industrial and Financial Reconstruction (BIFR) had approved the rehabilitation scheme for the Company under section 17(2) of Sick Industrial Companies (Special Provisions) Act, 1985, vide its order dated 27th August 2003. The Scheme has been fully implemented except for raising of the Equity Capital of Rs.350.00 lacs by way of a 'Rights Issue' for which the 'Draft

letter of offer' has already been filed with SEBI. Your Company expects that the Equity Capital would be raised during the year, upon receipt of necessary clearances.

DIRECTORS

Shri R N Das and Shri R. K. Dutta, Directors of the Company retire by rotation and being eligible, offers themselves for re-appointment.

DIRECTORS' RESPONSIBILITY STATEMENT

The Board of Directors of the Company confirms:

- i. that in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- ii. that the selected accounting policies were applied consistently and the directors 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 as at March 31, 2005 and of the profit or loss of the Company for the year ended on that date;
- 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.

AUDITORS/AUDITORS' REPORT

M/s. Khetawat & Associates, Auditors of the Company, will retire at the forthcoming Annual General Meeting and are eligible for re-appointment. The Members are requested to appoint Auditors and authorise the Board to fix their remuneration.

As regards the observation made by the Auditors in para 10 of the Annexure to their report, the Directors consider that the paragraphs under the head 'Finance' here above fully explain the issue, and therefore, do not call for any further comments.

COST AUDITORS

As per the directive of Central Government pursuant to the provisions of Section 233B of the Companies Act, 1956, your Directors have re-appointed M/s. N Radhakrishnan & Co. a firm of Cost Accountants, to conduct the audit for the year ended 31st March, 2005.

PUBLIC DEPOSITS

The Company did not invite or accept any deposit from the public under Section 58A of the Companies Act, 1956.

PARTICULARS AS PER SECTION 217 OF THE COMPANIES ACT, 1956

The company had no employee of the category indicated under Section 217(2A) of the Companies Act, 1956.

The additional information on conservation of energy, technology absorption, foreign exchange earnings and outgo as required to be disclosed in terms of Section 217(1) (e) of the Companies Act, 1956 is set out in a separate statement, attached to this report.

CORPORATE GOVERNANCE

Your company has complied with the Corporate Governance code prescribed by the Stock Exchanges. A detailed report on corporate Governance along with Auditors' Certificate on compliance with the mandatory recommendations on Corporate Governance is annexed to this report.

ACKNOWLEDGMENT

The Board of Directors places on record its sincere appreciation for continued support from State Bank of India, Allahabad Bank, the Govt. of West Bengal, Shareholders, Customers, Suppliers, and other business associates. The Board also accords its appreciation of the support from the employees at all levels.

For and on behalf of
the Board of Directors

M P Jhunjunwala

Chairman & Managing Director

Kolkata

Dated: 15th June 2005

ANNEXURE TO DIRECTORS' REPORT

DISCLOSURE OF PARTICULARS WITH RESPECT TO CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO AS REQUIRED UNDER THE COMPANIES (DISCLOSURE OF PARTICULARS IN THE BOARD OF DIRECTORS' REPORT) RULES, 1988.

A. CONSERVATION OF ENERGY:

- a) Energy Conservation measures taken:
- Homogenizing Furnace revamped to arrest heat loss.
 - Modification of melting furnace doors to avoid heat loss.
 - Minimization of air and water leakages by re-laying the pipelines over-head.
- b) Additional investments and proposals, if any, being implemented for reduction of consumption of energy:

Nil

- c) Impact of the measures at (a) and (b) above for reduction of energy consumption and consequent impact on the cost of production of goods:
- The cycle time and energy consumption per MT of logs produced have been reduced by arresting heat loss in Homogenizing Furnace.
 - Saving in furnace oil consumption
 - Air and water leakages arrested, thus saving the electrical energy.
- d) Total energy consumption and energy consumption per unit of production:-

Information is given in prescribed Form-A annexed. The summary is given hereunder:

| | Furnace Oil LTR/MT of logs produced | Electrical Energy KWH/MT of extrusions produced |
|------------------|---|---|
| 2004-2005 | 128 | 1137 |
| 2003-2004 | 134 | 1176 |

B. TECHNOLOGY ABSORPTION:

Information is given in Form - B annexed.

C. FOREIGN EXCHANGE EARNINGS AND OUTGO

- a) Activities relating to exports: initiatives taken to increase exports, development of new export markets for products and services, and export plans.
- The Company has not achieved much success in its efforts to enter the export market.
- b) Total foreign exchange used and earned :

| | Current Year (Rs. in lacs) | Previous year (Rs. in lacs) |
|--------|-------------------------------|--------------------------------|
| Used | 34.20 | 37.93 |
| Earned | Nil | Nil |

FORM - A

See Rule 2

FORM FOR DISCLOSURE OF PARTICULARS WITH RESPECT TO CONSERVATION OF ENERGY**A. Power and Fuel Consumption**

| | Current Year | Previous Year |
|--|-----------------|------------------|
| 1. Electricity | | |
| (a) Purchased | | |
| Units - KWH in thousands | 7643 | 7620 |
| Total amount – Rs. in thousands | 27823 | 26509 |
| Average Rate (Rs./KWH) | 3.64 | 3.48 |
| (b) Own generation through Diesel Generator | | |
| Units - KWH in thousands | 8 | 9 |
| Units/Ltr of Diesel | 2.85 | 3.04 |
| Diesel cost/Unit generated (Rs.) | 8.85 | 7.05 |
| 2. Coal (consumed in metal recovery unit) | | |
| Quantity in M.T. | 53 | 64 |
| Total cost (Rs. in thousands) | 175 | 193 |
| Average Rate (Rs/MT) | 3301 | 3001 |
| 3. Furnace Oil | | |
| Qty. in Kilo Litres. | 713 | 660 |
| Total cost (Rs. in thousands) | 8898 | 7752 |
| Average Rate (Rs/Ltr) | 12.48 | 11.74 |
| 4. Others | Nil | Nil |
| B. Consumption per unit of production | | |
| Electricity (KWH/MT of extrusions produced) | 1137 | 1176 |
| Coal (Kg/MT of extrusions produced) | 8 | 10 |
| Furnace Oil (Ltr./MT of logs produced) | 128 | 134 |

FORM - B

(See Rule 2)

FORM FOR DISCLOSURE OF PARTICULARS WITH RESPECT TO ABSORPTION**A. RESEARCH AND DEVELOPMENT (R&D)**

- Specific areas in which R&D carried out by the Company:
None
- Benefits derived as a result of the above R&D:
Not Applicable
- Future plan of action:
 - Development of auto lubrication facility for fixed dummy and shear blade lubrication.
 - Development of billet punching facility to mark cast number and alloy code on cut billets.
- Expenditure on R&D: Nil (Previous Year - Nil)

B. TECHNOLOGY ABSORPTION, ADAPTATION AND INNOVATION
None

For and on behalf of
the Board of Directors
M P Jhunjunwala
Chairman & Managing Director

Kolkata
Dated: 15th June 2005

REPORT ON CORPORATE GOVERNANCE

In compliance with Clause 49 of the Listing Agreement with Stock Exchanges, the Company submits the report on the matters mentioned in the said clause and on the practices as followed by the Company :

1. Company's Governance Philosophy

Your Company firmly believes in and continues to practice good Corporate Governance. Over the years, your company has complied with the broad principles of Corporate Governance through a strong emphasis on transparency, empowerment, accountability and integrity.

2. Board of Directors

The Board of Directors comprises a Chairman and Managing Director and 5 non-executive Directors.

During the year, 8 Board Meetings were held on 7.5.2004, 17.6.2004, 30.6.2004, 29.7.2004, 20.8.2004, 28.9.2004, 29.10.2004 and 27.1.2005.

The composition of the Board of Directors and their attendance at the Meetings during the year and at the last Annual General Meeting as also number of other directorships / memberships of committees are as follows :

| Name of the Director | Designation | Category | No. of Board Attendance | | No. of outside Directorships held | | | No. of outside Committees Chairman |
|----------------------|------------------------------|-----------------------------|-------------------------|---------|-----------------------------------|---------|--------|------------------------------------|
| | | | attended | at last | Public | Private | Member | |
| Mr. MPJhunjunwala | Chairman & Managing Director | Executive & Promoter | 7 | Yes | 2 | 1 | - | - |
| Mr. V Jhunjunwala | Director | Non-Executive & Promoter | 4 | No | 3 | - | - | - |
| Mr. G S Agarwala | Direct | Non-Executive | 2 | Yes | 3 | 1 | - | - |
| Mr. R K Datta | Director | Non-Executive & Independent | 6 | No | - | - | - | - |
| Mr. P K Sengupta | Director | Non-Executive & Independent | 8 | Yes | - | 1 | - | - |
| Mr. R N Das | Director | Non-Executive & Independent | 1 | No | 1 | - | - | - |

3. Directors' Interest in the Company & Remuneration:

Given below are the details of remuneration and sitting fees relating to the directors of the Company for the financial year 2004-05 :

| Name of the Director | Relationship with Other Directors | Salaries & Perquisites | Sitting Fees for Board and Committee Meetings (Rs. In Lacs) |
|----------------------|-----------------------------------|------------------------|---|
| Mr. M P Jhunjunwala | Father of Mr. V. Jhunjunwala | 10.14 | - |
| Mr. V Jhunjunwala | Son of Mr. M P Jhunjunwala | - | 0.13 |
| Mr. G S Agarwala | - | - | 0.04 |
| Mr. R K Datta | - | - | 0.16 |
| Mr. P K Sengupta | - | - | 0.19 |
| Mr. R N Das | - | - | 0.02 |

4. Re-Appointment of Directors:

The brief particulars of the Directors of the Company, retiring by rotation and proposed to be re-appointed at the ensuing Annual general Meeting are as under:

| Name of the Director | Age | Date of joining the Board | Qualifications |
|----------------------|----------|---------------------------|--------------------|
| Mr R N Das | 69 years | 12.3.1997 | M.A. (Pol Science) |
| Mr R K Datta | 83 years | 17.12.1989 | B. Com. (Hons.) |

Sri R N Das has held various posts in Orissa Government. At the time of his retirement he was serving as the Chief Secretary to the Government of Orissa.

Sri R. K. Datta was a director of Industrial Development Corporation of Orissa from 1976 to 1993, Ex-President of Calcutta Bank's Association and a member of the Cost Study Group of the Banking Commission, Govt. of India. He retired as Chairman and Managing Director of United Bank of India in December 1988 after serving in the bank for 40 years in various capacities including one and a half years in West Minister Bank, London.

5. Audit Committee:

The Company has set up an independent Audit Committee comprising of five member directors. The committee held four meetings during the year 2004-05.

Constitution of Audit Committee as on March 31, 2005 and related information:

| Name of Director | Category | No. of meetings attended |
|-------------------|--------------------------------------|--------------------------|
| Mr. R K Datta | Chairman, Non-Executive, Independent | 4 |
| Mr. V Jhunjunwala | Non-Executive | 3 |
| Mr. P K Sengupta | Non-Executive, Independent | 4 |
| Mr. G S Agarwala | Non-Executive | 1 |
| Mr. R N Das | Non-Executive, Independent | 1 |

The broad functions of the Audit Committee are in conformity with the requirements of the Companies Act, 1956 and the Listing Agreement.

6. Remuneration Committee

The Company has set up a Remuneration Committee comprising of three directors :

Mr. R K Datta, Chairman

Mr. V Jhunjunwala

Mr. P K Sengupta

The committee is empowered to discuss and submit its recommendation to the Board in respect of the remuneration packages for Executive Director and Managing Director. Sri R K Datta is the Chairman of the Committee. During the year the committee met once on 29.6.2004 to propose re-appointment of Mr. M P Jhunjunwala, Chairman and Managing Director for a period of five years w.e.f. 21.8.2004.

Details of Remuneration for Chairman & Managing Director during 2004-05:

| | <u>Rs. 'lacs</u> |
|--------------------------------|------------------|
| Salary | 5.07 |
| Perquisites | 4.46 |
| Contribution to Provident Fund | 0.61 |
| Total | <u>10.14</u> |

7. Share Transfer and Shareholders' / Investors' Grievances Committee :

The Company has set up a Share Transfer and Shareholders' / Investors' Grievances Committee comprising of 5 Directors and the Chairman is an independent non-executive director:

Mr. R K Datta, Chairman

Mr. G S Agarwala

Mr. P K Sengupta

Mr. V Jhunjunwala

Mr. M P Jhunjunwala

The committee looks into redressal of investors' complaints in addition to the functions entrusted to the Share Transfer Committee.

Sri Sumit Modi, Company Secretary is the Compliance Officer.

M/S MCS Limited is the Registrar and Share Transfer Agent. There was no share transfer pending as on 31.3.2005. All complaints received from the shareholders during the year 2004 – 05 were redressed and resolved within 30 days from the respective date of receipt.

8. General Body Meetings :

The time and location where the General Body Meetings were held during last three years:

| Type | Location | Date | Time |
|------|--|-----------|----------|
| AGM | Bharatiya Bhasha Parishad (Sitaram Sekseria Auditorium) 36A, Shakespeare Sarani Kolkata – 700 017 | 27.9.2002 | 10.00 AM |
| EGM | Bharatiya Bhasha Parishad (Sitaram Sekseria Auditorium) 36A, Shakespeare Sarani Kolkata – 700 017 | 24.6.2003 | 10.00 AM |

| Type | Location | Date | Time |
|------|--|------------|----------|
| AGM | Gorky Sadan, Gorky Terrace Kolkata – 700017 | 26.9.2003 | 10.00 AM |
| EGM | Bharatiya Bhasha Parishad (Sitaram Sekseria Auditorium) 36A, Shakespeare Sarani Kolkata – 700 017 | 31.10.2003 | 10.00 AM |
| AGM | Bharatiya Bhasha Parishad (Sitaram Sekseria Auditorium) 36A, Shakespeare Sarani Kolkata – 700 017 | 20.8.2004 | 11.00 AM |

No Special Resolution was put through postal ballot last year. No postal ballot is proposed to be conducted this year.

9. Disclosures :**Related Party transactions**

The statutory disclosure requirements relating to related party transactions have been complied with in the Annual Accounts (Schedule 17). There were no material transactions during the year 2004 – 2005, which were prejudicial to the interest of the Company.

Statutory compliance, Penalties and Strictures

The Company complied with the requirements of the Stock Exchanges/SEBI/Statutory Authorities on all matters related to the capital market during the last three years. There were no penalties or strictures imposed on the Company by the Stock Exchanges, the SEBI or any Statutory authority relating to above.

10. Means of Communication :

The quarterly, half-yearly and annual financial results of the Company are forwarded to the Calcutta, Mumbai and National Stock Exchanges and are published in one English and one Bengali Newspaper.

11. Shareholder Information :**Annual General Meeting:**

Date : Friday, 26th August 2005.

Time : 11.00 a.m.

Venue : Gorky Sadan, 3, Gorky Terrace, Kolkata - 700017.

Financial Calendar : April to March

Publication of results for the Financial Year 2005-06

| | |
|---|--|
| ● First Quarter results | : Before 31 st July, 2005 |
| ● Second Quarter and half- yearly results | : Before 31 st October 2005 |
| ● Third Quarter results | : Before 31 st January 2006 |
| ● Fourth Quarter results and results for the year ending on 31.03.2004 | : During May / June 2006 |

Book Closure:

From 24th August 2005 to 26th August 2005 (both days inclusive)

Listing on Stock Exchanges and Stock code:

The Equity shares of the Company are listed on the following Stock Exchanges:

| Name of the Stock Exchange | Address | Code No |
|-----------------------------------|---|----------------|
| The Stock Exchange, Mumbai | P.J.Towers Dalal Street Mumbai-400001 | 500083 |

| Name of the Stock Exchange | Address | Code No |
|--------------------------------------|--|----------------|
| National Stock Exchange of India Ltd | Exchange Plaza Bandra Kurla Complex Bandra (E) Mumbai-400 051 | CENTEXT EQ |

ISIN Number for shares in Electronic form is INE281A01026 .

The face value of equity shares of the company had been reduced from Rs 10/- per share to Re 1/- per share as per rehabilitation scheme sanctioned by BIFR, record date being 30.10.2003. The trading in Equity Shares of the Company had resumed at NSE and BSE on 20.7.2004 and 19.7.2004 respectively. The company had, however, not received trading permission from CSE. In the meanwhile, the company had applied to CSE for voluntary delisting of Equity shares on 26.11.2004. The matter is still pending with CSE.

Annual Listing fees have been paid to the Stock Exchange, Mumbai and the National Stock Exchange for the financial year 2004-2005.

Market Price Data :

Monthly high and low quotation of shares traded on the National Stock Exchange of India Ltd. (NSE) and The Stock Exchange, Mumbai (BSE) for the year 2004-2005 :

| Month | N S E | | B S E | |
|--------------|--------------|------------|--------------|------------|
| | High | Low | High | Low |
| April | — | — | — | — |
| May | — | — | — | — |
| June | — | — | — | — |
| July | 6.55 | 2.90 | 5.60 | 3.02 |
| August | 5.85 | 2.90 | 6.30 | 3.00 |
| September | 5.50 | 3.70 | 5.60 | 4.00 |
| October | 5.40 | 3.90 | 5.40 | 4.02 |
| November | 7.20 | 4.15 | 6.75 | 3.60 |
| December | 9.85 | 5.20 | 9.74 | 5.16 |
| January | 11.20 | 7.25 | 11.50 | 7.91 |
| February | 10.40 | 7.10 | 9.90 | 6.85 |
| March | 9.55 | 5.80 | 8.95 | 6.80 |

The trading of Company's Shares was suspended upto 19th July 2004 at NSE and upto 18th July 2004 at BSE due to Capital Reduction i.e. reduction in face value of equity shares from Rs 10 per share to Re 1 per share.

Registrar & Share Transfer Agent

MCS Limited
77/2A, Hazra Road
Kolkata – 700 029
Ph : 2454 1892/3
Fax : 2454-1961/2474-7674
Email : mscal@cal2.vsnl.net.in

Distribution of Shareholding as on 31.03.2005

| No. of Equity Shares held | No. of Shareholders | % of Shareholders | Total No. of Shares | % of Shareholding |
|----------------------------------|----------------------------|--------------------------|----------------------------|--------------------------|
| Upto 500 | 8570 | 86.00 | 1483630 | 12.36 |
| 501 to 1000 | 750 | 7.53 | 659582 | 5.50 |
| 1001 to 2000 | 331 | 3.32 | 542171 | 4.52 |
| 2001 to 3000 | 93 | 0.93 | 241017 | 2.01 |
| 3001 to 4000 | 49 | 0.49 | 178172 | 1.48 |
| 4001 to 5000 | 53 | 0.53 | 253609 | 2.11 |
| 5001 to 10000 | 52 | 0.52 | 30748 | 3.09 |
| 10001 and above | 67 | 0.67 | 8271071 | 68.93 |
| Total | 9965 | 100.00 | 12000000 | 100.00 |

Categories of Shareholders as on 31st March 2005

| Category | No. of Shares held | % to paid-up Capital |
|---|---------------------------|-----------------------------|
| a. Promoters, Relatives and Associates | 6067747 | 50.56 |
| b. Financial & Investment Institutions | 435721 | 3.63 |
| c. Mutual Funds | 3300 | 0.03 |
| d. Non-Resident Individuals | 28632 | 0.24 |
| e. Bodies Corporate [other than covered in (a) & (b) above] | 1438884 | 11.99 |
| f. Resident Individuals | 4025716 | 33.55 |
| Total | 12000000 | 100.00 |

Dematerialization of Shares and Liquidity :

Trading in the Company's shares is permitted only in dematerialised form for all investors effective 8th May 2000 as per notifications issued by the Securities and Exchange Board of India. The Company has established connectivity with National Securities Depository Limited and Central Depository Services (India) Limited through the Registrars, MCS Limited, whereby the investors have the option to dematerialize.

Status of Dematerialisation as on March 31, 2005:

| PARTICULARS | NO. OF SHARES | %TO TOTAL CAPITAL | NO. OF ACCOUNTS |
|---|-----------------|-------------------|-----------------|
| National Securities Depository Limited | 10078337 | 83.99 | 2776 |
| Central Depository Services (India) Limited | 359307 | 2.99 | 378 |
| TOTAL DEMATERIALIZED | 10437644 | 86.98 | 3154 |
| PHYSICAL | 1562356 | 13.02 | 6811 |
| GRAND TOTAL | 12000000 | 100.00 | 9965 |

Secretarial Audit for Reconciliation of Capital :

As stipulated by SEBI, a qualified practicing Company Secretary carries out Secretarial Audit to reconcile the total admitted capital with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) and the total issued and listed capital. The audit is carried out every quarter and the report thereon is submitted to the Stock Exchanges where the Company's shares are listed. The audit confirms that the total Listed and Paid-up Capital is in agreement with the aggregate of the total number of shares in dematerialized form (held with NSDL and CDSL) and total number of shares in physical form.

Plant Location:

Century Extrusions Limited
WBIIIDC Industrial Growth Centre,
Nimpura , Kharagpur,
Dist-Midnapore (West Bengal)

Share Transfer System:

Shares are transferred at the meeting of the "Share Transfer and Shareholders' / Investors' Grievance Committee" of the Directors which meets at frequent intervals.

Address for Correspondence:

Investors' correspondence may be addressed to
Century Extrusions Ltd.,
113, Park Street,
'N' Block, 2nd Floor,
Kolkata-700 016.
Phone Nos. 2229-1291/1012
Fax No. 033-22261110
e-mail: sysadmin@centuryextrusions.com

or

MCS Limited
77/2A, Hazra Road
Kolkata – 700 029
Ph : 2454 1892/3
Fax : 2454-1961/2474-7674
Email : mscal@cal2.vsnl.net.in

MANAGEMENT DISCUSSION AND ANALYSIS REPORT**Industry Structure and developments**

The aluminium extrusions industry in India constitutes of two segments – Primary Metal Producers and Secondary Extrusion Manufacturers. The primary producers produce alumina, aluminium metal and also the further value added products such as rolled products, extrusions etc. There are four primary aluminium metal producers in India, viz. National Aluminium Co. Ltd. (NALCO), Hindalco Industries Ltd. (HINDALCO), Bharat Aluminium Co. Ltd. (BALCO) and Madras Aluminium Co. Ltd. (MALCO). Of these, HINDALCO also manufactures Aluminium Extrusions.

The Secondary Aluminium Extrusion Manufacturers buy aluminium metal from primary producers or alternatively import metal and manufacture extrusions. HINDALCO and one of the secondary aluminium extrusions manufacturers have very large capacities for manufacture of aluminium extrusions. Your Company is one of the important secondary aluminium extrusion manufacturers in the country.

The aluminium extrusion market in the country can be divided into two segments, viz. Trade Segment and End-use Customer Segment. The price realization in the End-use customer segment is stable, but is volatile in the trade segment. During the first nine months of the year under review, the price realization from Trade Segment was good, but has been under pressure since January 2005. Your company is focused on and has gradually strengthened its presence in end-use customer segment where it sells a major part of its production, and therefore, the impact of the drop in sales realization from Trade Segment is somewhat cushioned.

Opportunities, Threats, Risks and Concerns

Your company enjoys the reputation of being a manufacturer who has been supplying material with 'consistently good quality'. The Company has continuously been able to service customers needing products in extremely stringent quality parameters to their entire satisfaction. In the process, your Company has developed a significantly large number of end-use customers and has developed an excellent foundation for future growth.

The Company could not make required capital investment in past few years due to financial constraints, and has to necessarily make capital investments in near future to become more efficient and competitive. The cost of production for the company is higher and the production efficiencies are lower, in comparison to the best in the industry.

Having successfully completed the financial restructuring and returned to profitability the Company expects to raise necessary finance through internal accruals as also external sources to make required investments to become an efficient producer to manufacture extrusions at a more competitive cost.

The introduction of 'Value Added Tax' (VAT) with effect from April 2005 is a very positive development for the industry and would greatly help the Company to stand in price competition.

Outlook

The market for extrusions has shown a good growth in the last two years, and it continues to grow at a reasonable pace in the current year. Your Company expects that aluminium extrusions market

would continue to grow at a fair pace in coming years, as presently the level of usage of extrusions is only a fraction of the level in developed and developing economics.

The Company could achieve a higher capacity utilization during the year under review with its sales turnover increasing to Rs 82.91 crores from Rs.75.36 crores in 2003-04. The Company has been able to achieve stability with growth in its operations through gradual increase in sale to the end-use customers.

The company remains cautiously optimistic of continuous improvement in its operations in the years ahead.

Internal Control System and their adequacy

The Company has an adequate internal control system to ensure proper and efficient use of the Company's resources, their protection against any unauthorised use, accuracy in financial reporting and due compliance of the Company's policies and procedures as well as the statutes. The internal audit is carried out by an independent firm of Chartered Accountants on regular basis, and corrective actions are taken where any shortcomings are identified.

The audit committee reviews the adequacy of the internal control system and provides its guidance for constant improvement in the system.

Financial and Operational Performance

During the year under review, the Company manufactured and sold 6599 MT of extrusions against 6363MT of extrusions, earning a net profit of Rs.114.63 lacs against a loss of Rs.226.32 lacs, in the previous year.

Your Company has successfully completed its financial restructuring except for making the Rights Equity Issue of Rs.350.00 lacs, for which the 'draft letter of offer' has already been filed with SEBI. On receipt of necessary approvals, your company would endeavour to complete the Rights Issue soonest possible.

Upon completion of Rights Issue during the year, the Company's 'net worth' would become positive, and the company would become financially stronger, so as to look towards the future with confidence.

Cautionary Statement

Some of the statements in this Management Discussion and Analysis, describing the Company's objectives, projections, estimates and expectations may be 'forward looking statements' within the meaning of applicable laws and regulations. Actual results might differ substantially from those expressed or implied. The Company takes no responsibility to publicly amend, modify or revise any forward looking statements on the basis of any subsequent developments, information or events.

CERTIFICATE ON COMPLIANCE WITH THE CONDITIONS OF CORPORATE GOVERNANCE UNDER CLAUSE 49 OF THE LISTING AGREEMENT

To
The Members of
Century Extrusions Limited

We have reviewed the compliance of conditions of Corporate Governance by the Century Extrusions Limited for the year ended 31st March, 2005, as stipulated in clause 49 of the listing agreement of the Company with Stock Exchanges, with the relevant records and documents maintained by the Company and furnished to us.

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

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

No investor grievance is pending for a period exceeding one month against the Company as per the records maintained by the Company.

We certify that the conditions of Corporate Governance as stipulated in clause 49 of the listing agreement with Stock Exchanges have been complied with in all respects by the Company.

For KHETAWAT & ASSOCIATES
Chartered Accountants

A.K. Khetawat

Partner

Place : Kolkata
Dated : 15th day of June, 2005

Membership No. 052751

AUDITORS' REPORT

To The Members,

We have audited the attached Balance Sheet of **CENTURY EXTRUSIONS LIMITED** as at 31st March, 2005 and also the Profit & Loss Account and 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 standard generally accepted in India. These Standards require that we plan and perform the audit to obtain reasonable assurance whether the Financial Statements are prepared 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 presentation of financial statements. We believe that our audit provides a reasonable basis for our opinion.

1. As required by the Companies (Auditor's Report) Order 2003, issued by the Company Law Board in terms of Section 227(4A) of the Companies Act, 1956 we give in the Annexure a statement on the matters specified in paragraph 4 and 5 of the said Order, to the extent applicable to the Company.
2. Further to our comments in the Annexure referred to in paragraph 1 above, we report that:
 - 2.1. 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.
 - 2.2. 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 these books.
 - 2.3. The Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of the account.
 - 2.4. In our opinion, the Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report comply with the Accounting Standard referred to in Sub-section (3C) of Section 211 of the Companies Act, 1956, to the extent applicable.
 - 2.5. On the basis of written representations received from the directors, as on 31st March, 2005 and taken on record by the Board of Directors, we report that none of the director is disqualified as on 31st March, 2005 from being appointed as Director in terms of section 274(1)(g) of the Companies Act, 1956.
 - 2.6. In our opinion and to the best of our information and according to explanations given to us the said account, give the information required by the Companies Act, 1956 in the manner so required and read together with other notes given thereon, gives 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 the Company's affairs as at 31st March, 2005;
 - ii) in the case of Profit & Loss Account of the Profit for the year ended on that date; and
 - iii) in the case of the Cash Flow Statement, of the cash flow for the year ended on that date.

For KHETAWAT & ASSOCIATES
Chartered Accountants

A.K. Khetawat
Partner

Place : Kolkata
Dated : 15th day of June, 2005

Membership No. 052751

ANNEXURE TO THE AUDITORS REPORT

(Referred to in paragraph 1 of our report of even date)

- 1) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) The management has physically verified its fixed assets at reasonable intervals, which in our opinion is reasonable having regard to the size of the Company and nature of its fixed assets. No material discrepancies were noticed on such verification.
- (c) In our opinion, the Company has not disposed off the substantial part of fixed assets during the year, which would affect the going concern status of the Company.
- 2) (a) The inventories have been physically verified by the management during the year at reasonable intervals.
- (b) In our opinion and according to the information and explanations given to us, the procedures of physical verification followed by the management are reasonable and adequate in relation to the size of the Company and nature of its business.
- (c) The Company has maintained proper records of inventories and discrepancies noticed on physical verification were not material.
- 3) (a) During the year, the Company has not granted any loans, secured or unsecured to companies, firms and other parties covered under section 301 of the Act.
- (b) As the Company has not granted any loans, as mentioned in 3(a) above, in our opinion, clauses 4(iii)(b) to 4(iii)(d) of the order are not applicable to the company.
- (c) The Company has taken unsecured loans Rs.55.00 lakhs from Chairman & Managing Director of the Company in earlier years. The Company has not taken any other loans, secured or unsecured from firm and other parties covered under section 301 of the Act.
- (d) In our opinion and according to the information and explanations given to us, the above said loans are taken free of interest and other terms and conditions are prima facie not prejudicial to the interest of the Company.
- (e) In respect of loan taken from Chairman & Managing Director, the principal amount is repayable on demand.
- 4) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and nature of its business for the purchase of inventory and fixed assets and for the sale of goods and services. During the course of our audit, we have not observed any major weakness in internal controls.
- 5) (a) According to the information and explanations given to us and audit in accordance with generally accepted auditing practices, in our opinion, the particulars of contracts or arrangements referred to in section 301 of the Act have been entered in the register required to be maintained under that section.

- (b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of such contracts or arrangements have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time.
- 6) During the year, the Company has not accepted any deposits from the public as defined under sections 58A and 58AA or any other relevant provisions of the Companies Act, 1956 and the rules framed thereunder.
- 7) In our opinion the Company has an internal audit system commensurate with the size and nature of its business.
- 8) The Company has maintained the cost records as prescribed by the Central Government under section 209(1)(d) of the Act.
- 9) (a) According to the records of the Company, the Company is regular in depositing undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Cess and any other statutory dues applicable to it with the appropriate authorities though *there has been delay in two cases in depositing of Deferred Sales Tax*. According to information and explanations given to us, there are no undisputed amounts payable in respect of aforesaid dues which were outstanding as at 31st March, 2005 for a period of more than six months from the date they became payable.
- (b) The disputed statutory dues aggregating Rs. 19.38 lakhs, that have not been deposited on account of matters pending before appropriate authorities are as under:

| Nature of Statute | Nature of Dues | Amount (in INR) | Period to which the amount relates | Forum where dispute is pending |
|---------------------------------|-------------------|-----------------|------------------------------------|---|
| West Bengal Sales Tax Act, 1994 | State Sales Tax | 0.71Lakhs | 1995-1996 & 1997-1998 | West Bengal Commercial Appellate & Revisional Board, Kolkata Deputy Commissioner of Commercial Tax |
| | | 1.05 Lakhs | 1999-2000 & 2001-2002 | |
| Central Sales Tax Act, 1956 | Central Sales Tax | 5.73Lakhs | 1996-1997 & 1997-1998 | West Bengal Commercial Appellate & Revisional Board, Kolkata Deputy Commissioner of Commercial Tax |
| | | 11.89Lakhs | 1999-2000 & 2001-2002 | |

- 10) *The Company's accumulated losses at the end of financial year exceeds fifty percent of its total net worth. The Company has not incurred cash losses in current year, but has incurred cash losses in the immediately preceding financial year.*
- 11) According to the information and explanations given to us and audit in accordance with generally accepted auditing practices, in our opinion, *the Company had defaulted in repayment of its dues to its bankers on account of Term Loan and interest thereon and the Cash Credit Account during the year which were subsequently regularised.*

- 12) According to the information and explanations given to us and based on the documents and records produced before us, the Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- 13) In our opinion and according to information and explanations given to us, the Company is not a chit fund or nidhi/ mutual benefit fund or society. Therefore clause 4(xiii) of the order is not applicable to the Company.
- 14) In our opinion and according to information and explanations given to us, the Company is not dealing in shares, securities, debentures and other investments and therefore clause (xiv) of the Order is not applicable to the Company.
- 15) According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from bank or financial institutions.
- 16) During the year, the Company has taken term loans, which have been applied for the purposes for which they were raised.
- 17) According to the information and explanations given to us and on an overall examination of Balance Sheet of the Company, we are of the opinion that the Company has not utilized Short Term Funds towards Long Term Investments.
- 18) During the year, the Company has not made any preferential allotment of shares to parties covered in the register maintained under section 301 of the Act.
- 19) During the year, the Company has neither issued any debentures nor it has any outstanding debentures.
- 20) During the year, the Company has not raised money through public issue.
- 21) In our opinion and according to information and explanations given to us, during the year, no fraud on or by the Company has been noticed or reported.

For KHETAWAT & ASSOCIATES
Chartered Accountants

A.K. Khetawat
Partner

Place : Kolkata
Dated : 15th day of June, 2005

Membership No. 052751

BALANCE SHEET

| Schedule | (Rs. ' 000) | |
|--|---------------|---------------|
| | 2005 | 2004 |
| SOURCES OF FUNDS | | |
| <i>Shareholder's Fund</i> | | |
| Share Capital | 12000 | 12000 |
| Reserves & Surplus | — | — |
| <i>Loan Funds</i> | | |
| Secured Loans | 81966 | 59964 |
| Unsecured Loans | 80378 | 122403 |
| Total | 174344 | 194367 |
| APPLICATION OF FUNDS | | |
| <i>Fixed Assets</i> | | |
| Gross Block | 211761 | 211070 |
| Less : Depreciation | 134380 | 125174 |
| Net Block | 77381 | 85896 |
| Capital Work-in-Progress | 226 | — |
| | 77607 | 85896 |
| <i>Investments</i> | | |
| Current Assets, Loans & Advances | 1 | 1 |
| Inventories | 67599 | 56009 |
| Sundry Debtors | 64402 | 43829 |
| Cash & Bank Balances | 13393 | 6547 |
| Loans & Advances | 20861 | 10658 |
| | 166255 | 117043 |
| <i>Less : Current Liabilities & Provisions</i> | | |
| Current Liabilities | 91957 | 48586 |
| Provisions | 6268 | 15 |
| | 98225 | 48601 |
| <i>Net Current Assets</i> | 68030 | 68442 |
| <i>Profit & Loss Account</i> | | |
| Debit Balance as per Profit and Loss Account | 28706 | 40028 |
| | 28706 | 40028 |
| Total | 174344 | 194367 |
| Accounting Policies and Notes on Accounts | 17 | |

The Schedules referred to above form part of the Accounts

As per our report of even date attached

for **KHETAWAT & ASSOCIATES**
Chartered AccountantsA K Akhetawat
Partner
Membership No. 052751
Kolkata
Dated : 15th day of June, 2005**Sumit Modi**
Company Secretary**M. P. Jhunjhunwala**
Chairman & Managing Director**Vikram Jhunjhunwala**
R K Datta
P K Sengupta
Directors**PROFIT & LOSS ACCOUNT**

| Schedule | (Rs. ' 000) | |
|--|----------------|----------------|
| | 2005 | 2004 |
| INCOME | | |
| Sales | 829146 | 753613 |
| Less : Excise Duty | 114736 | 102790 |
| Net Sales | 714410 | 650823 |
| Increase / (Decrease) in Stock | (4127) | 3670 |
| Other Income | 1088 | 2045 |
| | 711371 | 656538 |
| EXPENDITURE | | |
| Cost of Materials Consumed | 564811 | 545025 |
| Manufacturing, Selling & Administrative expenses | 109629 | 110592 |
| Interest | 8805 | 13896 |
| Depreciation | 10410 | 9641 |
| Impairment of Assets | 6253 | — |
| Preliminary, Capital Issue & Deferred Revenue Expenses | — | 16 |
| | 699908 | 679170 |
| PROFIT/(LOSS) FOR THE YEAR | 11463 | (22632) |
| Prior Period Adjustment | (141) | (325) |
| Waiver on Settlement of Dues with Banks | — | 128487 |
| PROFIT BEFORE TAX | 11322 | 105530 |
| Provision for Income Tax | — | (15) |
| PROFIT AFTER TAX | 11322 | 105515 |
| Transfer from Equity Share Capital | — | 108000 |
| Transfer from General Reserve | — | 4000 |
| Transfer from Capital Reserve | — | 4196 |
| Transfer from Share Premium Account | — | 10000 |
| LOSS BROUGHT FORWARD | (40028) | (271739) |
| BALANCE OF LOSS CARRIED FORWARD | (28706) | (40028) |
| Basic and Diluted Earning Per Share Rs. | 0.94 | 8.79 |
| Face Value of Equity Share Rs. | 1.00 | 1.00 |
| Accounting Policies and Notes on Accounts | 17 | |

The Schedules referred to above form part of the Accounts

As per our report of even date attached

for **KHETAWAT & ASSOCIATES**
Chartered AccountantsA K Akhetawat
Partner
Membership No. 052751
Kolkata
Dated : 15th day of June, 2005**Sumit Modi**
Company Secretary**M. P. Jhunjhunwala**
Chairman & Managing Director**Vikram Jhunjhunwala**
R K Datta
P K Sengupta
Directors

| | (Rs. ' 000) | |
|---|------------------|--------|
| | As At 31st March | |
| | 2005 | 2004 |
| 1. Share Capital | | |
| Authorised | | |
| 120,000,000 Equity Shares of Re.1/- each | 120000 | 120000 |
| | 120000 | 120000 |
| Issued Subscribed & Paid-up | | |
| 12,000,000 Equity Shares of Re. 1/- each | 12000 | 12000 |
| | 12000 | 12000 |
| 2. Reserves & Surplus | | |
| Capital Reserve | - | 4196 |
| Less: Transfer to Profit & Loss A/c | - | 4196 |
| | - | - |
| Share Premium Account | - | 10000 |
| Less: Transfer to Profit & Loss A/c | - | 10000 |
| | - | - |
| General Reserve : | | |
| As per the last Balance Sheet | - | 4000 |
| Less: Transfer to Profit & Loss A/c | - | 4000 |
| | - | - |
| | - | - |
| 3. Secured Loans | | |
| Term Loan from : | | |
| Govt. of West Bengal | 50000 | - |
| ICICI Bank | 566 | - |
| Sales Tax Loan | 31400 | - |
| In Settlement Account with : | | |
| Allahabad Bank | - | 23964 |
| State Bank of India | - | 36000 |
| | 81966 | 59964 |
| 4. Unsecured Loans | | |
| From Bodies Corporate | 34550 | 42400 |
| From a Director | 5500 | 5500 |
| West Bengal Industrial Development Corpn. Ltd | - | 141 |
| Deferred Sales Tax | 40328 | 74362 |
| | 80378 | 122403 |

Note :
Deferred Sales Tax are interest free and have been received by the Company under the West Bengal Incentive Schemes,1989 and 1993.

| PARTICULARS | COST | | DEPRECIATION | | NET BLOCK | |
|--|------------------------------|----------------------|---------------------|---------------------|-----------------|---------------------|
| | As at Addition 01.04.2004 | Sales/ Adjustment | As at 31.03.2005 | Up to 31.03.2004 | For the Year | Up to 31.03.2005 |
| Leasehold Land (inclusive of site Development) | 1,492 | - | 1,492 | - | - | 1,492 |
| Freehold Land | 202 | 61 | 141 | - | - | 202 |
| Buildings | 49,036 | - | 49,036 | 14,700 | 1,509 | 32,827 |
| Plant & Machinery | 131,202 | 416 | 131,618 | 93,650 | 7,152 | 34,336 |
| Electric Installation | 11,502 | - | 11,502 | 6,305 | 546 | 37,552 |
| Vehicles | 2,090 | 1,402 | 2,098 | 1,469 | 207 | 5,197 |
| Furniture & Fittings | 5,983 | 48 | 6,031 | 3,239 | 349 | 621 |
| Office Equipments | 9,563 | 445 | 9,843 | 5,811 | 647 | 2,744 |
| Total | 211,070 | 2,311 | 211,761 | 125,174 | 10,410 | 134,380 |
| Previous Year | 214,101 | 993 | 211,070 | 117,006 | 9,641 | 125,174 |
| Capital Work in Progress | | | | | | 226 |

| 6. <i>Investments</i> | (Rs. '000) | | | | |
|---|-------------------|------------------|--------------|------------------|--------------|
| | Face Value Rs. | No. of Shares | Amount | No. of Shares | Amount |
| Long Term - Trade Unquoted Equity Shares Sangam Aluminium Ltd | 10 | 300000 | 1 | 300000 | 1 |
| | | | <u>1</u> | | <u>1</u> |
| 7. <i>Inventories</i> (as taken, valued and certified by the management) | | | | | |
| Stock-in-trade | | | | | |
| Raw Materials | | | 21999 | | 809 |
| Work-in-Progress | | | 15389 | | 17589 |
| Finished Goods | | | 3374 | | 5301 |
| Stores & Spare Parts | | | 26837 | | 32310 |
| | | | <u>67599</u> | | <u>56009</u> |
| 8. <i>Sundry Debtors</i> (Unsecured) | | | | | |
| Debts outstanding for a period exceeding six months | | | | | |
| – considered good | | | 2576 | | 3289 |
| – considered doubtful | | | 1273 | | 753 |
| Other debts | | | | | |
| – considered good | | | 61826 | | 40540 |
| | | | <u>65675</u> | | <u>44582</u> |
| Less : Provision for doubtful debts | | | 1273 | | 753 |
| | | | <u>64402</u> | | <u>43829</u> |
| 9. <i>Cash & Bank Balances</i> | | | | | |
| Cash in Hand | | | 343 | | 334 |
| Balance with scheduled Banks in | | | | | |
| Current Account | | | 1342 | | 2441 |
| Cheques in Hand | | | 5178 | | 2067 |
| Margin Money Accounts | | | 6530 | | 1705 |
| | | | <u>13393</u> | | <u>6547</u> |

| | (Rs. ' 000) | |
|---|---------------|--------------------------|
| | 2005 | As At 31st March 2004 |
| 10. <i>Loans & Advances</i> (Unsecured, considered good) | | |
| Deposits | 6854 | 7176 |
| Advance Payment of Income Tax | 136 | 184 |
| Advances recoverable in cash or in kind or for value to be received | 13871 | 3,298 |
| | <u>20861</u> | <u>10658</u> |
| 11. <i>Current Liabilities</i> | | |
| Sundry Creditors | 65247 | 18365 |
| Deposits from Dealers | 5259 | 8774 |
| Advances against Sales | 2050 | 7728 |
| Other Liabilities | 17301 | 13541 |
| Unclaimed Dividend | – | 178 |
| Interest accrued but not due | 2100 | – |
| | <u>91957</u> | <u>48586</u> |
| 12. <i>Provisions</i> | | |
| Provision for Impairment of Assets | 6253 | – |
| Provision for Income Tax | 15 | 15 |
| | <u>6268</u> | <u>15</u> |
| 13. <i>Sales</i> | | |
| Sale of Manufactured Goods (Tax Deducted Rs. 12305, Previous year Rs. 51326) | 829146 | 753613 |
| | <u>829146</u> | <u>753613</u> |
| 14. <i>Increase / (Decrease) in Stock</i> | | |
| Opening Stock | | |
| Work in Progress | 17589 | 15605 |
| Finished Goods | 5301 | 3615 |
| | <u>22890</u> | <u>19220</u> |
| Closing Stock | | |
| Work in Progress | 15389 | 17589 |
| Finished Goods | 3374 | 5301 |
| | <u>18763</u> | <u>22890</u> |
| Increase / (Decrease) in Stock | <u>(4127)</u> | <u>3670</u> |

| | (Rs. ' 000) | |
|--|------------------|---------------|
| | As At 31st March | |
| | 2005 | 2004 |
| 15. <i>Other Income</i> | | |
| Interest (Gross) (Tax Deducted Rs. 1627, Previous year Rs. 12100) | 410 | 852 |
| Miscellaneous Income | 257 | 132 |
| Liabilities no Longer Payable Written Back | 169 | 182 |
| Rent Received | 13 | 13 |
| Bad Debt Recovered | - | 427 |
| Excess Provision for Doubtful Debts Written Back | 239 | 389 |
| Profit On Sale/Discard Of Fixed Assets (Net) | - | 50 |
| | <u>1088</u> | <u>2045</u> |
| 16. <i>Manufacturing, Selling & Administrative Expenses</i> | | |
| Stores & Spares Consumed | 11699 | 18018 |
| Power & Fuel | 29944 | 34947 |
| Packing Expenses | 6509 | 4836 |
| Freight & Forwarding Charges | 4545 | 2945 |
| Salaries & Wages | 28970 | 26905 |
| Employees Welfare Expenses | 2004 | 1718 |
| Contribution to Provident Fund & Other Fund | 2643 | 2472 |
| Rent, Rates & Taxes | 1216 | 1381 |
| Insurance | 898 | 877 |
| Advertisement | 245 | 136 |
| Repairs & Maintenance | | |
| Building | 259 | 103 |
| Machinery | 5982 | 4305 |
| Others | 950 | 1287 |
| Managing Director's Remuneration | 868 | 577 |
| Directors Sitting Fees | 54 | 64 |
| Bad Debts | 841 | 599 |
| Less : Provision made earlier | <u>-</u> | <u>413</u> |
| Net Bad Debts | 841 | 186 |
| Miscellaneous Expenses | 11683 | 9835 |
| Loss on sale/discard of Fixed Assets (Net) | 188 | - |
| Sales Tax Paid | 131 | - |
| | <u>109629</u> | <u>110592</u> |

17. Accounting Policies and Notes on Accounts**1. Accounting Policies****a. Fixed Assets & Depreciation:**

Fixed Assets are valued at cost less accumulated depreciation. Depreciation is provided on Straight Line Method at rates prescribed under schedule XIV to the Companies Act, 1956. Free hold land, Leasedhold Land and Site Development Expenses are not depreciated. No amount is written off in respect of Lease Premium & Site Development Expenses for leasehold land since the lease is for a very long period.

b. Investments:

Long Term Investments are stated at cost less amount written off by debiting Profit & Loss Account when there is other than temporary diminution in value on individual investment.

c. Inventories:

Inventories are valued as under:

- Raw material and Stores at cost on First-in-First out (FIFO) basis.
- Work-in-progress at cost including related manufacturing overheads.
- Finished goods at lower of cost or net realizable value. Cost includes related manufacturing overheads. Cost or net realizable value also includes excise duty paid /payable on such goods.

Proceeds from sale of raw materials/stores, if any, are credited to the respective heads.

d. Dies and Tools:

Expenditure incurred on different heads for manufacture of dies and tools are directly charged to profit and loss account.

e. Sales:

Sales include excise duty wherever applicable.

f. Purchases:

Pending receipt of final invoices, materials purchased are accounted for on the basis of proforma invoice / purchase order / previous purchase rates. Subsequent adjustment is done on receipt of final invoice, wherever necessary.

g. Foreign Currency Expenditure:

Foreign currency expenditure is accounted for at the rates prevailing on the date of remittance. If any outstanding payment/claim is settled before finalization of account, the same is adjusted on the basis of the rate prevailing on the date of payment. In cases involving payments/claims after finalization of accounts, the same are accounted for at prevailing exchange rate at the year end.

h. Retirement Benefit:

- i) Gratuity : The Company contributes to a Gratuity Fund and the Fund has taken a Group Policy with Life Insurance Corporation of India for future payments of gratuity to retiring employees. The annual premium amount payable is so adjusted as to cover the liability under the Scheme in respect of all employees at the end of their future anticipated service with the Company.
- ii) Leave Encashment : Year-end accrued liability towards leave encashment benefit payable to employees is recognized as revenue charge in the accounts.

i. Taxation:

Provision for Taxes comprises of Current Tax and Deferred Tax. Deferred Tax Assets are recognized and carried forward to be adjusted against liability on taxable income arising in future, only if there is reasonable certainty that the company would have significant taxable income to realize the benefit of such deferred tax assets. Provision for wealth tax liability, if any, is estimated in accordance with the Wealth Tax Act, 1957 and provided for.

j. Borrowing Costs:

Interest and other borrowing costs directly attributable to the acquisition, construction or installation of qualifying capital assets till the date of commercial use of the assets are capitalized. Other borrowing costs are recognized as an expense in the period in which they are incurred.

k. Impairment of Assets :

The carrying amount of assets is reviewed at each balance sheet date for any indication of impairment based on internal / external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the assets' net selling price and its value in use. In assessing the value in use, the estimated future cash flows are discounted to their present value at the weighted average cost of capital.

2. Contingent Liabilities not provided in respect of:

- a. Estimated amount of contracts (net of advance) remaining to be executed on Capital Account and not provided for as on 31st March 2005 is Rs 3.79 lacs (Previous year Rs Nil)
- b. Bank Guarantees outstanding Rs.41.40 lacs (previous year Rs.42.09 lacs) and Letter of Credit issued by Banks on behalf of the Company Rs 500.00 lacs (Previous year nil) against which Rs. 65.30 lacs (previous year Rs.17.05 lacs) have been deposited with the Banks as Margin Money.
- c. The Company has received Sales Tax demand of Rs.0.36 lacs, Rs.0.17 lacs, Rs.5.91 lacs, Rs.10.05 lacs, and Rs 2.89 lacs respectively for the years 1995-1996, 1996-1997, 1997-1998, 1999-2000, and 2001-2002 against which the Company has referred appeals before the higher authorities.
- d. Bills discounted with banks Rs.133.35 lacs (previous year Rs.71.91 lacs).

- e. The Company had done a one time settlement of its entire outstandings of Term Loan and Working Capital dues to its banks viz. State Bank of India and Allahabad Bank whereby the banks had waived a part of the outstanding amount. One of the conditions of waiver by Banks was a 'Right of Recompense' of Rs.2.43 crores to State Bank of India and Rs. 1.69 crores to Allahabad Bank.
- f. The Employees State Insurance Corporation (ESI) has raised a demand of Rs.2.76 lacs plus interest of Rs.104.41 per day w.e.f. 1.1.2004 for the period 1999-2000 to 2000-2001. The company has preferred an appeal against the demand at the Employees Insurance Court, West Bengal. The honourable court has stayed the demand till final disposal of Company's appeal.

3. The Term Loan and Working Capital Facilities are secured as follows:

- a) Term Loan of Rs.500 lacs from Govt. of West Bengal is secured by first mortgage on all the immovable properties and a first charge by way of hypothecation of plant & machinery of the Company, both present and future, situated at Company's factory at Kharagpur in West Bengal, ranking pari passu with non-fund based facility of Rs.652 lacs which the Company has availed from State Bank of India and Allahabad Bank.
- b) Term Loan of Rs.314 lacs from Govt. of West Bengal is secured by way of residuary charge on all the immovable properties and a residuary charge by way of hypothecation of plant & machinery of the Company, both present and future, situated at Company's factory at Kharagpur in West Bengal,
- c) Non-fund based working capital facilities of Rs.652 lacs availed from State Bank of India and Allahabad Bank are secured -
 - i) By first mortgage on all the immovable properties and a first charge by way of hypothecation of plant & machinery of the Company, both present and future, situated at Company's factory at Kharagpur in West Bengal, ranking pari passu with Govt. of West Bengal for Term Loan of Rs.500 lacs.
 - ii) By first charge by hypothecation of stocks, book debts and other current assets.
 - iii) By personal guarantees of the Chairman & Managing Director and one other Director of the Company.
- d) Loan from ICICI Bank is secured by hypothecation of vehicle purchased out of the said loan. Rs 1.36 lacs is repayable within next 12 months towards loan amount.

4. Loans and Advances include:

- a. Rs.35.00 lacs (previous year Rs.35.00 lacs) being security deposit for office premises made to a private limited company in which a relative of two of the directors is interested as a director.
 - b. Rs.0.10 (previous year Rs.0.10 lacs) being security deposit made to the relative of the Directors of the Company.
5. The Company had deferred tax assets of Rs.503 lacs as on 31st March 2005. The industry scenario does not provide any certainty that company would have significant future taxable income to realize the benefit of such deferred tax assets. Hence, no provision has been made for the same.

6. In view of the past brought forward losses and the company being a sick industrial company, no income tax liability has arisen for the current financial year.
7. The total dues outstanding to Small Scale Industrial Undertakings as at 31.3.2005, to the extent identified based on the available information, included under Current Liabilities is Rs 3.61 lacs (Previous Year nil). There are no dues to Small Scale Industrial Undertakings outstanding exceeding Rs 1.00 lacs and more than 30 days as on 31.3.2005.
8. a) The Board for Industrial and Financial Reconstruction (BIFR) had, at its hearing held on 30.12.2002, declared the Company to be a sick industrial company within the meaning of Section 3(1)(0) of the Sick Industrial Companies (Special Provisions) Act, 1985 (SICA). The BIFR has since approved a rehabilitation scheme under Section 17(2) of SICA vide its order dated 27.08.2003 which is under implementation.
- b) In accordance with terms of the BIFR approved rehabilitation scheme, the Company's Paid Up Equity Share Capital was reduced from Rs.1200lacs (Rupees Twelve crores only) to Rs.120 lacs(Rupees One crore twelve lacs only) by way of reduction of each equity share of face value of Rs.10/- each fully paid up to one equity share of face of Re.1/- each fully paid up. Such reduction in Equity Capital amounting to Rs.1080 lacs (Rupees Ten crores eighty lacs only) was adjusted with the accumulated losses. Similarly, the Capital Reserve of Rs.41.96 lacs (Rupees Forty one lacs ninety six thousand only), Share Premium Account of Rs.100 lacs (Rupees One crore only) and balance in General Reserve of Rs.40 lacs (Rupees Forty lacs only) were also adjusted with the accumulated losses. Such reduction in Capital was effected on 30th October 2003.
- c) As part of the Rehabilitation Scheme, the Company was to raise a sum of Rs.350 lacs by way of 'Rights Issue' of Equity Shares. The Rights Issue was approved by the members of the Company at the Extraordinary general meeting held on 31.10.2003. The Rights Issue was delayed beyond the last date specified by the BIFR for reasons beyond control of the Company. The Lead Managers appointed by the Company for the Rights Issue have filed the Draft Letter of Offer with Securities And Exchange Board Of India (SEBI) and the SEBI approval is awaited. Pending receipt of money by way of Rights Equity Issue, the Company raised unsecured loan to meet its commitments under the Rehabilitation Scheme.
- d) As per the BIFR approved Rehabilitation Scheme, the Company is eligible to a 30% concession in power tariff from West Bengal State Electricity Board (WBSEB) for a period of three years beginning from 27th August, 2003 to 26th August, 2006. The said concession was unilaterally withdrawn by WBSEB with effect from 1st April 2004. The said benefit has been restored to the company with retrospective effect vide Notification No 276-CI/O/Incentive/052/05/1 dated 19.5.2005 issued by the Government of West Bengal. Accordingly, the Company has made provision for the amount of concession receivable from Government of West Bengal, in preparation of accounts for the current financial year.
- e) The company has continued its normal manufacturing operation during the year under review. Hence, the accounts are prepared on a going concern basis.
9. The Institute of Chartered Accountants of India has made the Accounting Standard (AS 28) on Impairment of Assets mandatory w.e.f. 1st April 2004. Accordingly, the impairment in value of assets as assessed as on 31st March 2005 has been duly provided for.

| | | 2004-2005 | | 2003-2004 | |
|----|--|-----------|--------------|-----------|--------------|
| | | MT | Rs. Lacs | MT | Rs. Lacs |
| 10 | Licensed & Installed Capacity, Production, Stocks and Turnover: Class of Goods - Aluminium Extrusions | | | | |
| | a) Licensed Capacity since delicensed | | | | |
| | b) Installed Capacity | 9000 | | 9000 | |
| | (As certified by Management) | | | | |
| | c) Production (1) | 6582 | | 6376 | |
| | d) Stocks | | | | |
| | Opening | | | | |
| | Aluminium Extrusions | 44 | 53.01 | 31 | 36.15 |
| | Closing | | | | |
| | Aluminium Extrusions | 27 | 33.74 | 44 | 53.01 |
| | e) Turnover | | | | |
| | Aluminium Extrusions (1) | 6599 | 8244.19 | 6363 | 7487.95 |
| | Others | - | 47.27 | - | 48.18 |
| | (1) Includes 703.18 MT valued at Rs 91.60 Lacs (previous year 187.21 MT valued at Rs. 27.59 lacs) on account of conversion | | | | |
| 11 | Raw Material Consumed | | | | |
| | a) Aluminium Ingots & Billets | 6700.99 | 5593.05 | 6375.21 | 5405.99 |
| | b) Others | 53.11 | 55.06 | 48.76 | 44.26 |
| | | % | Value | % | Value |
| | | | Rs. in Lacs | | Rs. in Lacs |
| 12 | Value of Imported and Indigenous Goods consumed and percentage thereof: | | | | |
| | Raw Material | | | | |
| | Imported | 0.03 | 1.64 | - | - |
| | Indigenous | 99.97 | 5646.47 | 100 | 5450.25 |
| | Stores & Spares | | | | |
| | (Including value of items consumed for manufacture of dies) | | | | |
| | Imported | 29.64 | 34.68 | 19.65 | 35.41 |
| | Indigenous | 70.36 | 82.31 | 80.35 | 144.77 |
| 13 | CIF value of Imports | | | | |
| | Raw material | | 3.77 | | 0.34 |
| | Stores & Spare parts | | 29.71 | | 37.17 |
| | | | <u>33.48</u> | | <u>37.51</u> |
| 14 | Expenditure in Foreign Currency | | | | |
| | Travel | | 0.72 | | 0.42 |
| 15 | FOB Value Of Export | | 0.13 | | 10.02 |

| | | | | |
|----|----|-----------------------------------|--------------|-------------|
| 16 | a) | Auditors' Remuneration | | |
| | | Audit Fees | 0.75 | 0.54 |
| | | Tax Audit Fees | 0.15 | 0.12 |
| | | Other Services | 0.43 | 0.26 |
| | | | <u>1.33</u> | <u>0.92</u> |
| | b) | Cost Audit Fees | <u>0.05</u> | <u>0.05</u> |
| 17 | | Remuneration to Managing Director | | |
| | | Salary | 5.07 | 3.60 |
| | | Perquisites | 4.46 | 2.17 |
| | | Contribution to Provident Fund | 0.61 | 0.43 |
| | | | <u>10.14</u> | <u>6.20</u> |

18 Disclosure of related parties / related party transactions:

a) Names of related parties :

| Sl.No. | Name of Related Party | Relationship |
|--------|-------------------------------------|--------------------|
| 1 | Century Aluminium Mfg. Co. Ltd. | Associated Concern |
| 2 | Vintage Capital Markets Ltd. | Associated Concern |
| 3 | Ensa Properties & Finance Pvt. Ltd. | Associated Concern |
| 4 | Paramsukh Properties Pvt. Ltd. | Associated Concern |
| 5 | Dhruv Metals Pvt. Ltd. | Associated Concern |
| 6 | Jeco Exports and Finance Ltd | Associated Concern |
| 7 | Century NF Castings Ltd. | Associated Concern |
| 8 | Multi Metal Udyog | Associated Concern |
| 9 | Nandadevi Sales Agency | Associated Concern |

b) Key Management Personnel & their relatives

Shri M P Jhunjunwala : Chairman & Managing Director

Relatives of Shri M P Jhunjunwala

| | | |
|----------------------------|---|----------|
| Smt. Sita Devi Jhunjunwala | : | Wife |
| Shri Vikram Jhunjunwala | : | Son |
| Smt. Saroj Saraf | : | Daughter |
| Smt. Shashi Khaitan | : | Daughter |
| Smt. Sarita Modi | : | Daughter |

c) Disclosure of related party transactions:

| (Rs.in lacs) | | | | |
|--------------|------------------------|---------------------|--------------------------|---------------------------------------|
| Sr. No. | Nature of relationship | Associated Concerns | Key Management Personnel | Relatives of Key Management Personnel |
| 1 | Purchase of Goods | 5,009.84 | — | — |
| 2 | Sale of Goods | 167.52 | — | — |
| 3 | Rent Paid | 7.63 | — | 0.28 |
| 4 | Interest Paid | 0.24 | — | — |

d) Outstanding balances as on 31st March, 2004

| (Rs.in lacs) | |
|--------------------------------------|--------|
| Loans & Advances | |
| Associated Concerns | 35.00 |
| Key Management Personnel & Relatives | — |
| Sundry Creditors | |
| Associated Concerns | 174.94 |
| Key Management Personnel & Relatives | — |
| Unsecured Loans | |
| Associated Concerns | — |
| Key Management Personnel & Relatives | 55.00 |
| Sundry Debtors | |
| Associated Concerns | — |
| Key Management Personnel & Relatives | — |

19 Earnings per share (EPS) computed in accordance with Accounting Standard 20 :

| | | <u>2004-05</u> | <u>2003-04</u> |
|--|------------------|----------------|----------------|
| Profit / (Loss) for the year | (Rs.in lacs) | 114.63 | (226.32) |
| Prior period adjustment | | (1.41) | (3.25) |
| Income Tax | | — | (0.15) |
| Waiver on settlement dues with banks | | — | 1284.87 |
| Net Profit / (Loss) | | 113.22 | 1055.15 |
| Weighted average number of Equity Shares outstanding | (Number in lacs) | 120 | 120 |
| Basic and diluted earnings per share | (Rs.) | 0.94 | 8.79 |

20 Additional information as required under Part IV of Schedule VI to the Companies Act, 1956**Balance Sheet Abstract and Company's General Business Profile:****I Registration Details**

| | | | |
|--------------------|------------|------------|----|
| Registration No. | 43705 | State Code | 21 |
| Balance Sheet Date | 31.03.2005 | | |

II Capital Raised during the year (Rs. '000)

| | | | |
|--------------|-----|-------------------|-----|
| Public Issue | NIL | Rights Issue | NIL |
| Bonus Issue | NIL | Private Placement | NIL |

III Position of Mobilisation and Deployment of Funds (Rs. '000)

| | | | |
|-------------------|--------|---------------|--------|
| Total Liabilities | 174344 | Total Assests | 174344 |
|-------------------|--------|---------------|--------|

Sources of Funds

| | | | |
|----------------------|-------|--------------------|-------|
| Paid-up Capital | 12000 | Reserves & Surplus | NIL |
| Secured Loans | 81966 | Unsecured Loans | 80378 |
| Application of Funds | | | |
| Net Fixed Assets | 77607 | Investments | 1 |
| Net Current Assets | 68030 | Misc. Expenditure | NIL |
| Accumulated Losses | 28706 | | |

IV Performance of Company (Rs.'000)

| | | | |
|--|--|-----------------------|--|
| Turnover | 714410 | Total Expenditure | 703088 |
| Profit/Loss Before Tax | <input checked="" type="checkbox"/> + <input type="checkbox"/> - 11322 | Profit/Loss After Tax | <input checked="" type="checkbox"/> + <input type="checkbox"/> - 11322 |
| " (Please tick Appropriate box + for Profit, - for Loss) " | | | |
| Earning per share in Rs. | 0.94 | Dividend @% | NIL |

V Generic Names of Three Principal Products/Services of Company (as per monetary terms)

| | | | |
|--------------------------|----------------------------------|--|--|
| Item Code No. (ITC Code) | 76.04 | | |
| Product Description | ALUMINIUM BARS RODS AND PROFILES | | |
| Item Code No. (ITC Code) | 76.05 | | |
| Product Description | ALUMINIUM WIRE | | |
| Item Code No. (ITC Code) | 76.08 | | |
| Product Description | ALUMINIUM TUBES AND PIPES | | |

The figures of the previous year have been regrouped/rearranged wherever considered necessary.

Signatures to the Schedules 1 to 17 which from an integral part of the Accounts.

As per our report of even date attached
for **KHETAWAT & ASSOCIATES**
Chartered Accountants

A K Akhetawat

Partner
Membership No. 052751
Kolkata

Dated : 15th day of June, 2005

M. P. Jhunjunwala
Chairman & Managing Director

Vikram Jhunjunwala**R K Datta****P K Sengupta**

Directors

Sumit Modi
Company Secretary

Cash Flow Statement

(Rs. '000)

For the year ended 31st March

| | 2005 | 2004 |
|--|----------------|--------------|
| A. CASH FLOW FROM OPERATING ACTIVITIES | | |
| Net Profit/(Loss) before tax and extraordinary items: | 11463 | (22632) |
| Adjustment : for Depreciation | 10410 | 9641 |
| for Provision for Impairment of Assets | 6253 | - |
| on Capital Reduction | - | 16663 |
| (Profit)/Loss on sale of fixed assets | 188 | (50) |
| Interest Paid | 8805 | 13896 |
| Less : Interest Received | 410 | 852 |
| | 8395 | 13044 |
| Operating Profit/(Loss) before working capital changes | 36709 | 19 |
| Adjustment for : Trade and other receivables | (30776) | 18506 |
| Inventories | (11590) | 7573 |
| Trade payables | 43371 | 13774 |
| Cash generated from operations | 37714 | 39872 |
| Interest paid | (8805) | (13896) |
| Interest received | 410 | 852 |
| Cash flow before extraordinary items | 29319 | 26828 |
| Taxation | - | (15) |
| Extraordinary Items | (141) | (325) |
| Net cash from operating activities | 29178 | 26488 |
| B. CASH FLOW FROM INVESTING ACTIVITIES | | |
| Purchase of fixed assets | (2537) | (914) |
| Sale/Adjustment of fixed assets | 228 | 2601 |
| Net cash flow in course of investing activities | (2309) | 1687 |
| C. CASH FLOW FROM FINANCIAL ACTIVITIES | | |
| Proceeds from long term borrowings | 43901 | (4778) |
| Proceeds from short term borrowings | (3960) | 12899 |
| Waiver on Settlement of Dues with Banks | - | 25945 |
| Net cash flow in course of financing activities | 39941 | 34066 |
| NET INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C) | 66810 | 62241 |
| Cash and cash equivalents opening balance: | | |
| Cash and bank balance | 6547 | 5000 |
| Settlement Accounts | (59964) | (120658) |
| | (53417) | (115658) |
| Cash and cash equivalents closing balance: | | |
| Cash and bank balance | 13393 | 6547 |
| Settlement Accounts | - | (59964) |
| | 13393 | (53417) |

As per our report of even date attached

for **KHETAWAT & ASSOCIATES**
Chartered Accountants

A K Akhetawat

Partner
Membership No. 052751

Kolkata
Dated : 15th day of June, 2005

M. P. Jhunjunwala
Chairman & Managing Director

Vikram Jhunjunwala**R K Datta****P K Sengupta**

Directors

Sumit Modi
Company Secretary

Century Extrusions Limited

Regd. Office : 113, Park Street, 'N' Block, 2nd Floor, Kolkata - 700 016

| | |
|------------|--|
| D P. ID★ | |
| Client ID★ | |

PROXY

| | |
|------------------|--|
| Master Folio No. | |
|------------------|--|

I/We _____ of
in the district of _____ being member(s) of the above-named company,
hereby appoint _____ of _____ in the
district of _____ or failing him/her _____ of
_____ in the district of _____ as my/our proxy
to attend and vote for me/us and on my/our behalf at the Annual General Meeting of the
Company to be held on 26th Day of August, 2005 and at any adjournment thereof.
Signed this _____ day of _____ 2005.
Full Name _____

For Office use only

No. of Shares:
Proxy No. :

Affix One
Rupee
Revenue
Stamp

Note :

The proxy to be valid should be deposited at the Registered Office : **113, Park Street, 'N' Block, 2nd Floor, Kolkata - 700 016**, at least 48 hours before the meeting.

★ Applicable for investors holding shares in electronic form.

Century Extrusions Limited

Regd. Office : 113, Park Street, 'N' Block, 2nd Floor, Kolkata - 700 016

| | |
|------------|--|
| D P. ID★ | |
| Client ID★ | |

ATTENDANCE SLIP

| | |
|------------------|--|
| Master Folio No. | |
|------------------|--|

Please complete this Attendance slip and hand it over at the entrance of Gorky Sadan,
3, Gorky Terrace, Kolkata - 700 017.

NAME OF THE MEMBERS

NO. OF SHARES(S) HELD

I hereby record my presence at the Annual General Meeting being held at Gorky
Sadan, 3, Gorky Terrace, Kolkata - 700 017.

SIGNATURE OF THE MEMBER OR PROXY

★ Applicable for investors holding shares in electronic form.

BOOK-POST

If undelivered please return to :

MCS Limited

Unit : Century Extrusions Limited
77/2A, Hazra Road
Kolkata - 700 029



**Seventeenth Annual Report
2004-2005**