

CENTURY EXTRUSIONS LIMITED

BOARD OF DIRECTORS

M P Jhunjhunwala
Chairman & Managing Director
R N Das
P K Sengupta
V Jhunjhunwala
V K Mushran
M G Todi

CHIEF EXECUTIVE OFFICER AND CHIEF FINANCIAL OFFICER

Kailash Baheti

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

State 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.)

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NOTICE OF THE ANNUAL GENERAL MEETING

NOTICE is hereby given that the EIGHTEENTH ANNUAL GENERAL MEETING of the Members of the Company will be held on Friday, the 21st July 2006 at 11.00 a.m. at Gyan Manch, 11, Pretoria Street, Kolkata - 700 017 to transact the following business:

ORDINARY BUSINESS

1. To consider and adopt the Profit and Loss Account for the year ended 31st March, 2006 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 Vikram Jhunjhunwala who retires by rotation and being eligible, offers himself for re-appointment.
3. 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

4. To consider and if thought fit to pass, with or without modification, the following resolution as an ordinary resolution :

RESOLVED THAT Sri M G Todi, who was appointed as Additional Director of the Company by the Board of Directors and who holds office upto the date of this Annual General Meeting under section 260 of the Companies Act, 1956 and in respect of whom the company has received a notice in writing proposing his candidature for the office of Director, be and is hereby appointed a Director of the Company, liable to retire by rotation.

5. To consider and if thought fit to pass, with or without modification, the following resolution as an ordinary resolution :

RESOLVED THAT Sri V K Mushran, who was appointed as Additional Director of the Company by the Board of Directors and who holds office upto the date of this Annual General Meeting under section 260 of the Companies Act, 1956 and in respect of whom the company has received a notice in writing proposing his candidature for the office of Director, be and is hereby appointed a Director of the Company, liable to retire by rotation.

6. To consider and if thought fit to pass, with or without modification, the following resolution as an ordinary resolution :

RESOLVED THAT pursuant to the provisions of Section 198, 309, 310 and other applicable provisions, if any, read with Schedule XIII of the Companies Act, 1956, including any statutory modifications or re-enactments thereof, for the time being in force, and in part modification of the earlier agreement dated 21st August 2004, the company hereby approves an increase in remuneration payable to Sri M P Jhunjhunwala with effect from April 1, 2006 until the expiry of his term of appointment i.e. until August 20, 2009, as set out in the Draft Supplemental Agreement to be entered into between the company and Sri M P Jhunjhunwala, a copy whereof initialled by the Chairman is placed before the meeting with a liberty to the Board of Directors to alter and vary the terms and conditions of the said Agreement as may be agreed to between the Board of Directors and Sri M P Jhunjhunwala.

By Order of the Board

Sumit Modi

Company Secretary

Kolkata

Dated : 31st May 2006

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 18th July 2006 to 21st July 2006 (both days inclusive) for AGM.
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:
Brief particulars of the Directors of the Company proposed to be appointed or re-appointed at the ensuing Annual General Meeting are furnished under the Corporate Governance Report.
7. The notice itself may kindly be treated as an abstract under section 302 of the Companies Act, 1956 as far as Agenda No. 6 is concerned.

ANNEXURE TO THE NOTICE

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

ITEM NO. 4 & 5

Sri M G Todi and Sri V K Mushran were appointed by the Board of Directors as Additional Directors of the Company w.e.f. January 30, 2006, pursuant to the provisions of Section 260 of the Companies Act, 1956. Sri M G Todi and Sri V K Mushran, in terms of the said provisions, hold office only upto the date of this Annual General Meeting.

Sri M G Todi is the founder and the Chairman of Coastal Roadways Ltd. Mr Todi has taken his Masters degree in Commerce, has done LLB and is also a fellow member of the Institute of Chartered Accountants of India.

Sri V K Mushran had done his Masters Degree in Science. He had built a successful career in Senior Marketing position at Hindalco Industries Ltd. and was the Sr. Vice President in-charge of Marketing at the time of his retirement in the year 2000.

Notice u/s 257 of the Companies Act, 1956 has been received by the Company from a member signifying his intention to propose Sri M G Todi and Sri V K Mushran as directors

of the company. The board considers that it will be in the interest of the company to continue to have them on the Board and recommends the proposed resolution for approval of the Members.

Neither Sri M G Todi nor Sri V K Mushran hold any equity shares of the company.

None of the directors except Sri M G Todi and Sri V K Mushran is concerned or interested in the respective resolutions.

The Board recommends the resolutions set forth in items 4 and 5 for approval of the members.

ITEM NO. 6

Sri M P Jhunjunwala was appointed as Chairman and Managing Director with effect from 21st August 2004 with necessary approvals of the Board of Directors and Members of the Company. He is being paid a basic salary of Rs.50,000/- per month and perquisites restricted to annual salary or Rs 6 Lacs per annum whichever is less.

Considering the valuable services rendered by Sri M P Jhunjunwala; upon recommendation of the remuneration committee, the Board of Directors, at their meeting held on May 31, 2006, have revised the basic salary payable to Mr M P Jhunjunwala from Rs 50,000/- pm to Rs 1,00,000 per month in the scale of Rs 1,00,000 – 3,00,000 and removed the ceiling on perquisites, with the authority to the Remuneration Committee / Board to grant such increment within the said scale as it may determine from time to time, with effect from April 1, 2006 until the expiry of his term of appointment on August 20th, 2009, subject to approval of the members at the ensuing Annual General Meeting.

The principal terms and conditions set out in the aforesaid supplemental agreement are as follows :

SALARY & PERQUISITIES:

Basic Salary: Rs. 1,00,000/- per month. (in the scale of Rs 1,00,000/- to 3,00,000/-)

PART – A

Perquisites:

I. Housing:

- (a) House Rent Allowance at the rate of 60% of the salary. If, however, the accommodation is owned or hired by the Company, no such allowance will be payable and 10% of the salary of Shri M P Jhunjunwala will be deducted by the Company. The expenditure incurred by the Company for hiring furnished accommodation in Kolkata shall be subject to ceiling of 60% of the salary of Shri M P Jhunjunwala
- (b) The Company shall bear the cost of gas, electricity, water and furnishings in respect of the accommodation of Shri Jhunjunwala.

II. **Medical Reimbursement :** Expenses incurred for Shri M P Jhunjunwala and his family

III. **Leave Travel Concession :** For Shri M P Jhunjunwala and his family, once in a year incurred in accordance with the Rules of the Company.

IV. **Club Fees :** Fees for Clubs subject to a maximum of 2 Clubs.

V. **Personal Accident Insurance :** Personal accident insurance for an amount, annual premium of which does not exceed Rs. 10000/-.

For the purposes of the aforesaid PART-A, "family" shall mean, wife of Shri M P Jhunjunwala.

PART – B

Gratuity : Not exceeding half month's salary for each completed year of service.

PART – C

I. **Car :** Car facility as may be required by Shri M P Jhunjunwala.

II. **Telephone :** Provision of telephone(s) at residence. .

OTHER BENEFITS

LEAVE

Shri M P Jhunjunwala will be entitled to leave on full pay and allowances as per the Rules of the Company, but not exceeding one month's leave for every eleven month's of service.

SITTING FEES

Shri M P Jhunjunwala will not be paid any sitting fees for attending the meetings of the Board of Directors or any Committee thereof.

Shri M P Jhunjunwala will be reimbursed the entertainment and other expenses actually incurred for the business of the company subject to such limits as may be fixed by the Board from time to time

Shri M P Jhunjunwala and his son Shri Vikram Jhunjunwala may be considered to be concerned or interested in the above resolution. None of the other directors is concerned or interested in the resolution.

The Board recommends the resolution set forth in item 6 for the approval of the members.

By Order of the Board

Kolkata
Dated : 31st May 2006

Sumit Modi
Company Secretary

DIRECTORS' REPORT

To the Members,

We are happy to present our report on the business and operations of the Company for the year ended 31st March 2006.

FINANCIAL RESULTS	<i>In Rs. lacs, except per share data</i>	
Year ended March 31	2006	2005
Sales	9678	8291
Profit before Interest, Depreciation and Impairment of Assets	522	369
Interest	101	88
Profit before Depreciation	421	281
Depreciation and Impairment of Assets	83	167
Net Profit	338	114
Provision for Taxation (Net of Deferred Tax Assets)	241	—
Profit after Tax	579	114
Previous Year Adjustments	1	(1)
Profit/(Loss) brought forward	(287)	(400)
Balance of Profit / (Loss) carried to Balance Sheet	293	(287)

DIVIDEND

The profit earned during the current year has helped the Company to wipe out its past accumulated losses. The balance of profit earned from operations is inadequate to consider payment of dividend for the year under review.

OPERATIONS

Over last few years, we have consciously revised our policy to fully concentrate on direct sale to end-use customers and to gradually reduce our dependence on the trade segment. We have been reasonably successful in our efforts as our sale to end-use customers increased from 53% in 2003 – 04 to 60% in 2004 – 05 and further to 75% in the year under review.

The demand for extrusions was buoyant during the year with an improved economic environment in the country.

Sales revenue increased to Rs.9678 lacs from Rs.8291 lacs in the previous year. The Company manufactured and sold 6617MT of extrusions against 6599MT in the previous year.

The operating profit increased from Rs.369 lacs to Rs.522 lacs. We have recorded deferred tax assets of Rs.267 lacs as on March 31, 2006. As a result of higher operating profit and recording of deferred tax assets, the Profit after tax has increased from Rs.114 lacs to Rs.579 lacs.

The Company had three extrusion press lines with Extrusion Presses of 1620MT, 1250MT and 900MT respectively. The 1620MT Press is used to cater to the demand from the end-use customers. The 1250MT Press is being used to partly meet demand of end-use customers and partly of the trade segment. The 900MT was capable to manufacture the products which were mainly sold through the trade segment. Unfortunately, the market in trade segment had not been good over last few years, and as such the 900MT Press was lying inoperative since 2001. During the year, the Company disposed off the 900MT Press line.

The Company has been operating the other two press lines at full capacity and there is only a limited scope to increase the production from the present level with the existing infrastructure.

We are evaluating various options including backward integration (installing new billet manufacturing facility with latest technology), expansion (installing a third extrusion press of higher capacity to meet demand from end-use customers) and forward integration (for production of further value added items from extruded products) to achieve sustainable future growth. However, we are yet to bring any of these projects to planning stage.

FINANCE

The Company raised its equity capital by Rs.350 lacs during the current financial year through a rights equity issue. The Rights Issue of 350 lacs equity shares of Re.1/- each for cash at par in the ratio of 35 shares for each 12 shares held was oversubscribed by 1.34 times. The Company made allotment of Rights Equity Shares as on November 11, 2005.

With support of the additional equity capital raised during the year and the improved working results and there being no major repayment obligations during the year under review, the company is presently working with reasonably comfortable level of available finance.

STATUS WITH BIFR

The Company has fully implemented the rehabilitation scheme approved by the Board of Industrial and Financial Reconstruction (BIFR). The net worth of the Company has become positive and the Company has also wiped out its entire accumulated loss. Hence, the Company is no longer a sick industrial unit and has accordingly applied for de-registration from the BIFR.

DIRECTORS

During the year Sri G S Agarwala resigned from the Board for personal reasons. We place on record our deep appreciation for the services rendered by Sri G S Agarwala during his tenure on the Board. Sri G S Agarwala participated actively in the deliberations of the Board and we benefited immensely from his insights.

Shri R K Datta passed away on November 23, 2005. We place on record our deep appreciation for the services rendered by Sri R K Datta during his tenure on the Board. Sri R K Datta participated actively in the deliberations of the Board and we benefited immensely from his insights.

Sri Vikram Jhunjhunwala, retires from directorship of the Company by rotation and being eligible, offers himself for re-appointment.

Sri P K Sengupta retires from directorship of the Company but has expressed his intention not to seek re-appointment. We place on record our deep appreciation for the services rendered by Sri P K Sengupta during his tenure on the Board. Sri P K Sengupta participated actively in the deliberations of the Board and we benefited immensely from his insights.

Further, we inducted Sri M G Todi and Sri V K Mushran as additional directors of the company. Their appointments require approval of the members at the ensuing annual general meeting.

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, 2006 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

The auditors, M/s. Khetawat & Associates, Chartered Accountants, retire at the ensuing Annual General Meeting and have confirmed their eligibility and willingness to accept office, if re-appointed.

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, 2006.

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

We thank our customers, vendors, investors and bankers for their continued support during the year. We place on record our appreciation of the contribution made by employees at all levels.

We thank the Government of India, the Customs and Excise Departments, the Sales Tax Department, the Income Tax Department, the State Government and other Government agencies for their support, and look forward to their continued support in the future.

For and on behalf of
the Board of Directors

Kolkata
Dated: 31st May 2006

M P Jhunjhunwala
Chairman & Managing Director

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:
 - i) Thyristor controlled Homogenizing Furnace has been installed.
 - ii) CFL light fittings are being provided in place of conventional tube lights and bulbs in a phased manner.
- b) Additional investments and proposals, if any, being implemented for reduction of consumption of energy:
 - i) Conventional star / delta contactor logic will be replaced by Thyristor controlled operating system of Resistance type Heating Furnaces.
 - ii) Conventional motor starters shall be replaced by A.C. drives in one of the wire draw units.
- 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:
 - i) Reduction in the energy cost of homogenization of billets.
 - ii) Approx. 8 – 10% savings in the lighting load.
- 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
2005-2006	131	1119
2004-2005	128	1137

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	181.66	34.20
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	7580	7643
Total amount – Rs. in thousands	28377	27823
Average Rate (Rs./KWH)	3.74	3.64
(b) Own generation through Diesel Generator		
Units - KWH in thousands	7	8
Units/Ltr of Diesel	2.34	2.85
Diesel cost/Unit generated (Rs.)	13.39	8.85
2. Coal (consumed in metal recovery unit)		
Quantity in M.T.	37.08	53
Total cost (Rs. in thousands)	131	175
Average Rate (Rs/MT)	3522	3301
3. Furnace Oil		
Qty. in Kilo Litres.	658	713
Total cost (Rs. in thousands)	9790	8898
Average Rate (Rs/Ltr)	14.88	12.48
4. Others	Nil	Nil
B. Consumption per unit of production		
Electricity (KWH/MT of extrusions produced)	1119	1137
Coal (Kg/MT of extrusions produced)	5	8
Furnace Oil (Ltr./MT of logs produced)	131	128

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:
Development of auto lubrication facility for fixed dummy blocks at both presses
- Benefits derived as a result of the above R&D:
 - Sticking of fixed dummy blocks to discard reduced in both the presses.
 - Pollution due to graphite fumes has been reduced.
- Future plan of action:
None
- Expenditure on R&D: Not significant. (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: 31st May 2006

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 29.4.2005, 15.6.2005, 25.7.2005, 10.8.2005, 26.8.2005, 28.10.2005, 11.11.2005 and 30.1.2006.

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 Meetings attended	Attendance at last AGM	No. of outside Directorships held		No. of outside Committees	
					Public	Private	Member	Chairman
Mr. MPJhunjunwala	Chairman & Managing Director	Executive & Promoter	8	Yes	2	1	-	-
Mr. V Jhunjunwala	Director	Non-Executive & Promoter	8	Yes	3	-	-	-
Mr. P K Sengupta	Director	Non-Executive & Independent	8	Yes	-	1	-	-
Mr. R N Das	Director	Non-Executive & Independent	2	Yes	1	-	-	-
Mr. M G Todi	Director	Non-Executive & Independent	1	No	7	8	1	1
Mr. V K Mushram	Director	Non-Executive & Independent	-	No	-	-	-	-
Mr. G S Agarwala	Director	Non-Executive	-	No	1	-	-	-
(Resigned w.e.f. 25.7.2005)								
Mr. R K Dutta	Director	Non-Executive & Independent	5	Yes	-	-	-	-
(deceased on 25.11.05)								

3. Directors' Interest in the Company & Remuneration:

The details of remuneration and sitting fees paid to the directors of the Company for the financial year 2005-06 is given below :

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	12.09	–
Mr. V Jhunjunwala	Son of Mr. M P Jhunjunwala	–	0.19
Mr. R K Datta	–	–	0.12
Mr. P K Sengupta	–	–	0.19
Mr. R N Das	–	–	0.03
Mr. M G Todi	–	–	0.03
Mr. V K Mushran	–	–	–

4. CODE OF ETHICS AND BUSINESS CONDUCT

The Company has adopted a Code of Ethics and Business Conduct applicable to all its directors, officers and employees, a copy of which is available on the company's website www.centuryextrusions.com. The Managing Director hereby affirms compliance of the same.

5. APPOINTMENT AND RE- APPOINTMENT OF DIRECTORS:

Additional information on directors recommended for appointment or seeking re-appointment at the Annual General Meeting.

Mr Vikram Jhunjunwala

Mr Vikram Jhunjunwala, one of the promoters of the Company, is a commerce graduate and has over 17 years experience in all spheres of running an industrial organization in Aluminium Industry.

Companies in which Mr Vikram Jhunjunwala holds directorship and committee memberships

Name of the company and nature of interest

Century Aluminium Mfg Co Ltd	: Executive Director
Vintage Capital Markets Limited	: Director
Century N F Castings Ltd	: Director
Shareholding in the Company	: 2608 Equity Shares (0.005% of total paid up Capital)

Mr M G Todi

Mr M G Todi is the founder and the Chairman of Coastal Roadways Ltd. Mr Todi has taken his Masters degree in Commerce, has done LLB and is also a fellow member of the Institute of Chartered Accountants of India.

Companies in which Mr M G Todi holds directorship and committee memberships

Name of the company and nature of interest

Coastal Roadways Ltd	: Chairman and Director; Member - Audit Committee & Investor Grievance Committee
Coastal Industrial Finance Ltd	: Chairman and Director
Todi Sons Ltd	: Chairman and Director
Coastal Overseas Ltd	: Chairman and Director
Todi Services Ltd	: Chairman and Director
Khaitan Electricals Ltd	: Director
Hotel Ganges Ltd	: Director
Todi Projects (P) Ltd	: Director
Coastal Properties (P) Ltd	: Director
Coastal Agro – Tech (India) Pvt Ltd	: Director
Shri Salasar Finance (P) Ltd	: Director
Alfa Aluminium (P) Ltd	: Director
Volex Estates (P) Ltd	: Director
Towerbase Services (P) Ltd	: Director
Snuk Housing & Holdings (P) Ltd	: Director
Shareholding in the Company	: Nil

Mr V K Mushran

Mr V K Mushran has taken his Masters Degree in Science. He had built a successful career in Senior Marketing position at Hindalco Industries Ltd. and was the Sr Vice President in-charge of Marketing at the time of his retirement in the year 2000.

Companies in which Mr V K Mushran holds directorship and committee memberships	: Nil
Shareholding in the Company	: Nil

6. Audit Committee:

The Company had re-constituted the Audit Committee on January 30, 2006 The committee is presently comprising of 5 Directors and the Chairman is an independent non-executive director:

- Sri M G Todi, Non – Executive Independent director
- Sri P K Sengupta, Non – Executive Independent director
- Sri R N Das, Non – Executive Independent director
- Sri V K Mushran, Non – Executive Independent director
- Sri V Jhunjunwala, Non – Executive Director and Promoter

The committee held four meetings during the year 2005-06.

Constitution of Audit Committee as on March 31, 2006 and related information:

Name of Director	Category	No. of meetings attended
Mr M G Todi	Present Chairman	1
	Non-Executive, Independent	
Mr R K Datta	Former Chairman	3
(Since deceased)	Non-Executive, Independent	
Mr P K Sengupta	Non-Executive, Independent	4
Mr V Jhunjhunwala	Non-Executive	4
Mr R N Das	Non-Executive, Independent	0
Mr V K Mushran	Non-Executive, Independent	0

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

7. Remuneration Committee

The Company had re-constituted the Remuneration Committee on January 30, 2006. The committee is presently comprising of 5 Directors and the Chairman is an independent non-executive director:

Mr M G Todi, Chairman
Mr P K Sengupta
Mr R N Das
Mr V K Mushran
Mr V Jhunjhunwala

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 M G Todi is the Chairman of the Committee.

The committee did not meet during the year as it did not feel the necessity for the same.

Details of Remuneration of Chairman & Managing Director for the year 2005-06:

	Rs. 'lacs
Salary	6.00
Perquisites	5.37
Contribution to Provident Fund	0.72
Total	12.09

The Company does not pay any remuneration except sitting fee to the non-executive directors.

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

The Company had re-constituted the Share Transfer and Shareholders' / Investors' Grievances Committee on January 30, 2006. The committee is presently comprising of 6 Directors and the Chairman is an independent non-executive director:

Mr P K Sengupta, Chairman
Mr R N Das
Mr M G Todi
Mr V K Mushran
Mr V Jhunjhunwala
Mr M P Jhunjhunwala

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. The Company received 31 complaints during the year all of which were duly resolved. There was no share transfer pending as on March 31, 2006. All complaints received from the shareholders during the year 2005 – 06 were redressed and resolved within 30 days from the respective date of receipt.

9. General Body Meetings :

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

Type	Location	Date	Time	Special Resolution
EGM	Bharatiya Bhasha Parishad (Sitaram Sekseria Auditorium) 36A, Shakespeare Sarani Kolkata – 700 017	24.06.2003	10.00 AM	Yes
AGM	Gorky Sadan Gorky Terrace Kolkata – 700017	26.09.2003	10.00 AM	No
EGM	Bharatiya Bhasha Parishad (Sitaram Sekseria Auditorium) 36A, Shakespeare Sarani Kolkata – 700 017	31.10.2003	10.00 AM	Yes
AGM	Bharatiya Bhasha Parishad (Sitaram Sekseria Auditorium) 36A, Shakespeare Sarani Kolkata – 700 017	20.08.2004	11.00 AM	Yes
AGM	Gorky Sadan Gorky Terrace Kolkata – 700017	26.08.2005	11.00 AM	Yes

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

10. Disclosures :

Related Party transactions

The statutory disclosure requirements relating to related party transactions have been complied with in the Annual Accounts (Schedule 18). There were no material transactions during the year 2005 – 2006, 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.

Rights Issue

As part of the Rehabilitation Scheme, the Company had raised a sum of Rs.350 lacs by way of 'Rights Issue' of Equity Shares during the year. The money so raised was fully utilized to part finance the Cost of Scheme as per the BIFR approved rehabilitation scheme. The Allotment of equity shares was completed on 11th November 2005 and the refund orders were dispatched on 12th November 2006. The equity shares issued by way of Rights Issue are presently tradable on BSE and NSE.

11. Means of Communication :

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

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

Date : Friday, July 21, 2006.
Time : 11.00 a.m.
Venue : Gyan Manch, 11 Pretoria Street, Kolkata - 700017.

Financial Calendar : April to March

Publication of results for the Financial Year 2005-06

- First Quarter results : Before 31st July, 2006
- Second Quarter and half-yearly results : Before 31st October 2006
- Third Quarter results : Before 31st January 2007
- Fourth Quarter results and results for the year ending on 31.03.2007 : During May / June 2007

Book Closure:

From 18th July 2006 to 21st July 2006 (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
National Stock Exchange of India Ltd	Exchange Plaza Bandra Kurla Complex Bandra (E) Mumbai-400 051	CENXEQ

ISIN Number for shares in Electronic form is INE281A01026 .

The Company had issued and allotted 3.50 Crore Equity Shares of Re 1/- each under Rights Issue for cash at par on 11th November 2005. The Rights Issue was part of Rehabilitation Scheme approved by BIFR. The new shares are listed on BSE and NSE.

The Company had applied for voluntary delisting of Equity Shares from Calcutta Stock exchange (CSE) on 26.11.2004 but the matter is still pending at their end. The company did not apply for listing of 3.50 crore Equity Shares issued pursuant to Rights Issue with CSE as the Rights Issue was made subsequent to making application for delisting.

Annual Listing fees have been paid to the Stock Exchange, Mumbai and the National Stock Exchange for the financial year 2005-2006.

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 2005-2006 :

(in Rs)

Month	N S E		B S E	
	High	Low	High	Low
April	8.75	6.70	8.40	7.00
May	9.05	6.80	10.00	7.00
June	13.15	7.75	14.65	7.75
July	11.60	8.60	11.79	8.77
August	13.55	4.40	13.38	4.56
September	10.90	6.50	10.26	6.55
October	6.50	4.10	6.65	4.16
November	4.95	2.85	5.15	2.88
December	3.50	2.75	3.55	2.85
January	3.55	2.90	3.70	2.86
February	3.45	2.80	3.32	2.80
March	3.05	2.20	3.44	2.14

The Company had come out with Rights Issue of Rs 3.50 crores consisting of 3.50 crores Equity Shares of Re 1/- each for cash at par. The record date for the Rights Issue was 23rd August 2005. The Issue opened on 15th September 2005 and closed on 14th October 2005.

Registrar & Share Transfer Agent

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

Distribution of Shareholding as an 31.03.2006

No. of Equity Share held	No. of Shareholders	% of Shareholders	Total No. of Shares	% of Shareholding
Upto 500	8086	65.37	1546220	3.29
501 to 1000	1711	13.83	1368973	2.91
1001 to 2000	1060	8.57	1598769	3.40
2001 to 3000	473	3.82	1214778	2.58
3001 to 4000	206	1.67	758946	1.61
4001 to 5000	190	1.54	891953	1.90
5001 to 10000	351	2.84	2525893	5.37
10001 to 50000	236	1.91	4778456	10.17
50001 to 100000	30	0.24	2001289	4.26
100001 and above	26	0.21	30314723	64.50
Total	12369	100.00	47000000	100.00

Categories of Shareholders as on 31st March 2006

	Category	No. of Shares held	% to paid-up Capital
a.	Promoters, Relatives and Associates	23342153	49.66
b.	Financial & Investment Institutions	201821	0.43
c.	Mutual Funds	2800	0.01
d.	Non-Resident Individuals	116791	0.25
e.	Bodies Corporate [other than covered in (a) & (b) above]	5848870	12.44
f.	Indian Public	17485465	37.20
g.	Others - Trust	2100	0.01
	Total	47000000	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, 2006:

Particulars	No. of Shares	Percentage of total Capital	Number of Accounts
National Securities Depository Limited	43234830	91.66	5288
Central Depository Services (India) Limited	2180950	4.84	1147
Total Dematerialised	45415780	96.44	3154
Physical	1584220	3.56	5934
Grand Total	47000000	100.00	12369

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
WBIDC 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 .+ 91 33 2229-1291/1012
Fax No. + 91 33-22261110
e-mail: century@centuryextrusions.com

or

MCS Limited
77/2A, Hazra Road
Kolkata – 700 029
Phone Nos : + 91 33 2454 1892/3
Fax No. : + 91 33 2454-1961/2474-7674
Email : mcsca@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. 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. End-use Customer Segment and Trade Segment. The price realisation in the End-use customer segment is stable, but is volatile in the trade segment.

During the year, the demand for extrusions was buoyant. With expected economic growth, very large capacities are being put up to manufacture primary metal, which is expected to lead to a significant growth for extrusions industry in India.

Opportunities, Threats, Risks and Concerns

The Company has built a strong base of end-use customers, which is steadily increasing with our focus to add 'consuming industries' in our customer list. Out of our total sale, the sale to end-use customer segment has gradually increased from 53% in 2003 – 04 to 60% in 2004 – 05 and further 75% in 2005 – 06. Our end-use customer base is our strength and provides us a good base for future expansion of our capacity.

We have been operating at almost full capacity utilization with the available infrastructure for past three years. The production and sale in quantity terms has remained stagnant which is a cause for serious concern. Our fixed costs are continuously increasing and unless we are able to either expand our capacity or improve our efficiencies or go in for forward or backward integration, our future profitability would come under stress.

We could not make capital investment in last few years due to our difficult financial position. With our improved financial position, we are in the process to explore various alternatives for growth in coming days.

Outlook

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

in India would continue to grow at a fair pace in coming years, as presently the level of usage of extrusions in India is very low.

The demand supply scenario in the country is evenly matched at present. While there is some surplus availability of the products normally sold through the trade, the demand in end-use segment is higher than the available indigenous supply. The reason for this mismatch is that all extrusion producers are not equipped to meet the demand of the end-use customer segment who require the material within stringent quality parameters. We foresee a good growth in demand for extruded products in all the segments in the near future.

The company is quite 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

The Company raised its equity capital by Rs.350 lacs during the current financial year through a rights equity issue. The Rights Issue of 350 lacs equity shares of Re.1/- each for cash at par in the ratio of 35 shares for each 12 shares held was oversubscribed by 1.34 times. The Company made allotment of Rights Equity Shares as on November 11, 2005.

We assess the likelihood that our deferred tax assets representing timing differences in the financial and tax books arising from unabsorbed losses and depreciation on assets and other timing differences will be recovered from future taxable income. We believe it is more likely than not that we will realize the benefits of these deductible differences as on March 31, 2006. Accordingly, we recorded deferred tax assets of Rs.267.27 lacs as of March 31, 2006.

In view of improved working results and there being no major repayment obligations during the year under review, the company is working with reasonably comfortable level of available finance.

Sales increased to Rs.9678 lacs from Rs.8291 lacs in the previous year. The Company manufactured and sold 6617MT of extrusions against 6599MT in the previous year. The operating profit increased from Rs.306.78 lacs to Rs.536.63 lacs. We have recorded deferred tax assets of Rs.267.26 lacs as on March 31, 2006 (Nil as on March 31, 2005). As a result of higher operating profit and recording of deferred tax assets, the Profit after tax increased from Rs.113.22 lacs to Rs.579.89 lacs.

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, 2006, 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 : 31st day of May, 2006

Membership No. 052751

CHIEF EXECUTIVE OFFICER (CEO) AND CHIEF FINANCIAL OFFICER (CFO) CERTIFICATION

We, M P Jhunjhunwala, Chairman and Managing Director and Kailash Baheti, Chief Executive Officer and Chief Financial Officer of Century Extrusions Ltd. to the best of our knowledge and belief, certify that:

1. We have reviewed financial statements and cash flow statement for the year;
2. Based on our knowledge and information, these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
3. Based on our knowledge and information, the financial statements, and other financial information included in this report, present in all material respects, a true and fair view of the company's affairs, and are in compliance with the existing accounting standards and / or applicable laws and regulations;
4. To the best of our knowledge and belief, no transactions entered into by the company during the year are fraudulent, illegal or violative of the company's code of conduct;
5. We are responsible for establishing and maintaining internal controls, and we have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
6. We have disclosed based on our most recent evaluation, wherever applicable, to the company's auditors and the audit committee of the company's Board of Directors:
 - a) significant changes in internal controls during the year;
 - b) significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - c) instances of significant fraud of which we are aware and the involvement therein, if any, of the management or an employee having a significant role in the company's internal controls system.

Place : Kolkata
Date : May 31, 2006

MP Jhunjhunwala
Chairman & Managing Director

Kailash Baheti
Chief Executive Officer &
Chief Financial Officer

AUDITORS' REPORT

To The Members,

We have audited the attached Balance Sheet of **CENTURY EXTRUSIONS LIMITED** as at 31st March, 2006 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 accounts.
 - 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, 2006 and taken on record by the Board of Directors, we report that none of the director is disqualified as on 31st March, 2006 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, 2006;
 - 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

Place : Kolkata
Dated : 31st day of May, 2006

A.K. Khetawat
Partner
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 repaid during the year..
 - (f) There are no overdue amount in respect of loan taken by the company.
- 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. 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, 2006 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	0.71 Lakhs	1995-1996 & 1997-1998	West Bengal Commercial Appellate & Revisional Board, Kolkata Deputy Commissioner of Commercial Tax
		4.84 Lakhs	2002-2003	
Central Sales Tax Act, 1956	Central Sales Tax	5.73 Lakhs	1996-1997 & 1997-1998	West Bengal Commercial Appellate & Revisional Board, Kolkata Deputy Commissioner of Commercial Tax
		8.06 Lakhs	2002-2003	

- 10) The company has no accumulated losses at the end of financial year nor it has incurred cash losses during the financial year under review and in 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 has not defaulted in repayments of dues to financial institutions or banks or debenture holders.
- 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 banks 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) In our opinion, the management has disclosed the end use of money raised by Public Issue of Equity Shares and the same has been verified.
- 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 : 31st day of May, 2006

Membership No. 052751

BALANCE SHEET

		(Rs. '000)	
		As At 31st March	
Schedule	2006	2005	
SOURCES OF FUNDS			
<i>Shareholder's Fund</i>			
Share Capital	1	47000	12000
Reserves & Surplus	2	29283	—
<i>Loan Funds</i>			
Secured Loans	3	83288	81966
Unsecured Loans	4	36966	80378
Total		196537	174344
APPLICATION OF FUNDS			
<i>Fixed Assets</i>			
Gross Block	5	208798	211761
Less : Depreciation		136352	134380
Net Block		72446	77381
Capital Work-in-Progress		1156	226
		73602	77607
<i>Investments</i>	6	—	1
<i>Deferred Tax Assets</i>	7	26726	—
<i>Current Assets, Loans & Advances</i>			
Inventories	8	112542	67599
Sundry Debtors	9	74858	64402
Cash & Bank Balances	10	10693	13393
Loans & Advances	11	30094	20861
		228187	166255
<i>Less : Current Liabilities & Provisions</i>			
Current Liabilities	12	124558	91957
Provisions	13	7420	6268
		131978	98225
<i>Net Current Assets</i>		96209	68030
<i>Profit & Loss Account</i>			
Debit Balance as per Profit and Loss Account		—	28706
Total		196537	174344
Accounting Policies and Notes on Accounts	18		

The Schedules referred to above form 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 : 31st day of May, 2006

Kailash Baheti
Chief Executive Officer
and Chief Financial Officer

Sumit Modi
Company Secretary

M. P. Jhunjhunwala
Chairman & Managing Director

R N Das**M G Todi****P K Sengupta****V K Mushran****Vikram Jhunjhunwala**

Directors

PROFIT & LOSS ACCOUNT

		(Rs. '000)	
		For the year ended 31st March	
Schedule	2006	2005	
INCOME			
Sales	14	967773	829146
Less : Excise Duty		132823	114736
Net Sales		834950	714410
Increase / (Decrease) in Stock	15	47168	(4127)
Other Income	16	1579	1088
Impairment of Assets Written Back		1525	—
		885222	711371
EXPENDITURE			
Cost of Materials Consumed		704150	564811
Manufacturing, Selling & Administrative expenses	17	126148	109629
Interest		10068	8805
Depreciation		9780	10410
Rights Issue Expenditure Written Off		1260	—
Investment Written Off		1	—
Impaired of Assets Written Off		—	6253
		851407	699908
PROFIT FOR THE YEAR			
Prior Period Adjustment		33815	11463
PROFIT BEFORE TAX		33940	11322
Provision for Taxation :			—
Fringe Benefit Tax		(720)	—
Income Tax		(1957)	—
Deferred Taxes		26726	—
PROFIT AFTER TAX		57989	11322
LOSS BROUGHT FORWARD		(28706)	(40028)
BALANCE OF PROFIT/LOSS CARRIED FORWARD		29283	(28706)
Basic and Diluted Earning Per Share Rs.		2.27	0.94
Face Value of Equity Share Rs.		1.00	1.00
Accounting Policies and Notes on Accounts	18		

The Schedules referred to above form 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 : 31st day of May, 2006

Kailash Baheti
Chief Executive Officer
and Chief Financial Officer

Sumit Modi
Company Secretary

M. P. Jhunjhunwala
Chairman & Managing Director

R N Das**M G Todi****P K Sengupta****V K Mushran****Vikram Jhunjhunwala**

Directors

Cash Flow Statement

(Rs. '000)

For the year ended 31st March

	2006	2005
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax and extraordinary items:	33815	11463
Adjustment : for Depreciation	9780	10410
for Investment written off	1	-
for Provision for Impairment of Assets	(1525)	6253
for Provision for Taxation	24049	-
	32305	16663
(Profit)/Loss on sale of fixed assets	(507)	188
Interest Paid	10068	8805
Less : Interest Received	(714)	(410)
	9354	8395
Operating Profit before working capital changes	74967	36709
Adjustment for : Trade and other receivables	(19689)	(30776)
Inventories	(44943)	(11590)
Trade payables	32601	43371
Cash generated from operations	42936	37714
Interest paid	(10068)	(8805)
Interest received	714	410
Cash flow before extraordinary items	33582	29319
Taxation	(24049)	-
Extraordinary Items	125	(141)
Net cash from operating activities	9658	29178
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of fixed assets	(6611)	(2537)
Sale/Adjustment of fixed assets	1343	228
Net cash used in investing activities	(5268)	(2309)
C. CASH FLOW FROM FINANCIAL ACTIVITIES		
Increase in Equity Share Capital	35000	-
Proceeds from long term borrowings	(2540)	43901
Proceeds from short term borrowings	(39550)	(3960)
Net cash used in financing activities	(7090)	39941
NET INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C)	(2700)	66810
Cash and cash equivalents opening balance:		
Cash and bank balance	13393	6547
Settlement Accounts	-	(59964)
	13393	(53417)
Cash and cash equivalents closing balance:		
Cash and bank balance	10693	13393

As per our report of even date attached

for KHETAWAT & ASSOCIATES

Chartered Accountants

A K Akhetawat
Partner
Membership No. 052751
Kolkata

Dated : 31st day of May, 2006

Kailash Baheti
Chief Executive Officer
and Chief Financial Officer

Sumit Modi
Company Secretary

M. P. Jhunjunwala
Chairman & Managing Director

R N Das
M G Todi
P K Sengupta
V K Mushran
Vikram Jhunjunwala
Directors

(Rs. '000)

As At 31st March

	2006	2005
1. Share Capital		
Authorised		
120,000,000 Equity Shares of Re.1/- each	120000	120000
	120000	120000
<i>Issued Subscribed & Paid-up</i>		
47,000,000 Equity Shares of Rs. 1/- each (Previous year 12,000,000 Equity Shares of Re. 1/- each)	47000	12000
	47000	12000
2. Reserves & Surplus		
Profit & Loss Account	29283	-
3. Secured Loans		
Term Loan from :		
Govt. of West Bengal	50000	50000
ICICI Bank	1888	566
Sales Tax Loan	31400	31400
	83288	81966
4. Unsecured Loans		
From Bodies Corporate	500	34550
From a Director	-	5500
Deferred Sales Tax	36466	40328
	36966	80378

Note :

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

5. Fixed Assets

PARTICULARS	COST		DEPRECIATION		NET BLOCK	
	As at 01.04.2005	Addition Sales/ Adjustment As at 31.03.2006	Up to 31.03.2005	For the Year Sales/ Adjust- ment 31.03.2006	As at 31.03.2006	As at 31.03.2005
Leasehold Land (inclusive of site Development)	1,492	-	-	-	1,492	1,492
Freehold Land	141	141	-	-	-	141
Buildings	49,036	-	16,209	1,509	31,318	32,827
Plant & Machinery	131,618	2,435	100,802	6,490	26,140	30,816
Electric Installation	11,502	-	6,851	546	4,105	4,651
Vehicles	2,098	2,325	614	262	3,544	1,484
Furniture & Fittings	6,031	247	3,588	334	2,356	2,443
Office Equipments	9,843	674	6,316	639	3,491	3,527
Total	211,761	5,681	134,380	9,780	72,446	77,381
Previous Year	211,070	2,311	125,174	10,410	1,156	226
Capital Work-in-Progress						

	No. of Shares	Amount	No. of Shares	Amount
6. <i>Investments</i>				(Rs. '000)
Long Term - Trade				
Unquoted - Equity Shares				
Sangam Aluminium Ltd.				
(Face Value – Rs. 10/-)	—	—	300000	1
				1
7. <i>Deferred Tax</i>				
Deferred Tax Assets				
On Unabsorbed Losses & Unabsorbed Depreciation		45795		—
On other timing difference		787		—
		46582		—
Deferred Tax Liabilities				
On timing differences on Depreciation		19856		—
		26726		—
8. <i>Inventories</i>				
(as taken, valued and certified by the management)				
Stock-in-trade				
Raw Materials		25285		21999
Work-in-Progress		59579		15389
Finished Goods		5899		3374
Stores & Spare Parts		21779		26837
		112542		67599
9. <i>Sundry Debtors</i>				
(Unsecured)				
Debts outstanding for a period exceeding six months				
- considered good		3335		2576
- considered doubtful		1390		1273
Other debts				
- considered good		71523		61826
		76248		65675
Less : Provision for doubtful debts		1390		1273
		74858		64402

	(Rs. ' 000)	
	As At 31st March	
	2006	2005
10. <i>Cash & Bank Balances</i>	2006	2005
Cash in Hand	322	343
Balance with scheduled Banks in		
Current Account	1370	1342
Cheques in Hand	2541	5178
Margin Money Accounts	6460	6530
	10693	13393
11. <i>Loans & Advances</i>		
(Unsecured, considered good)		
Deposits	5671	6854
Advance Payment of Income Tax	2301	136
Advances recoverable in cash or in kind or for value to be received	22122	13871
	30094	20861
12. <i>Current Liabilities</i>		
Sundry Creditors	97368	65247
Deposits from Dealers	4415	5259
Advances against Sales	3173	2050
Other Liabilities	16803	17301
Interest accrued but not due	2422	2100
Investor Education & Protection Fund :		
Unpaid Right Issue Account	377	—
	124558	91957
13. <i>Provisions</i>		
Provision for Impairment of Assets	4728	6253
Provision for Income Tax	1972	15
Provision for Fringe Benefit Tax	720	—
	7420	6268
14. <i>Sales</i>		
Sale of Manufactured Goods (Tax Deducted Rs. 36062, Previous year Rs. 12305)	967773	829146
	967773	829146
15. <i>Increase / (Decrease) in Stock</i>		
Opening Stock		
Work in Progress	15389	17589
Finished Goods	3374	5301
	18763	22890
Adjustment of Value Added Tax	453	—
	18310	22890
Closing Stock		
Work in Progress	59579	15389
Finished Goods	5899	3374
	65478	18763
Increase / (Decrease) in Stock	47168	(4127)

	(Rs. ' 000)	
	As At 31st March	
	2006	2005
16. <i>Other Income</i>		
Interest (Gross) (Tax Deducted Rs. 33722, Previous year Rs. 1627)	714	410
Miscellaneous Income	143	257
Liabilities no Longer Payable Written Back	202	169
Rent Received	13	13
Excess Provision for Doubtful Debts Written Back	—	239
Profit On Sale/Discard Of Fixed Assets (Net)	507	—
	1579	1088
17. <i>Manufacturing, Selling & Administrative Expenses</i>		
Stores & Spares Consumed	13539	11699
Power & Fuel	30883	29944
Packing Expenses	6954	6509
Freight & Forwarding Charges	8118	4545
Salaries & Wages	33143	28970
Employees Welfare Expenses	1107	2004
Contribution to Provident Fund & Other Fund	3070	2643
Rent, Rates & Taxes	2817	1347
Insurance	949	898
Advertisement	130	245
Repairs & Maintenance		
Building	399	259
Machinery	4809	5982
Others	1665	950
Managing Director's Remuneration	1037	868
Directors Sitting Fees	55	54
Bad Debts	528	841
Less : Provision made earlier	97	—
Net Bad Debts	431	841
Miscellaneous Expenses	17042	11683
Loss on sale/discard of Fixed Assets (Net)	—	188
	126148	109629

18. 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 whenever 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.

Provision for impairment is written back in case of sale of impaired assets.

l. Capital Issue Expenses

The entire Capital Issue expenses is written off during the year of issue.

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 2006 is Rs 1.27lacs (Previous year Rs 3.79 lacs).

- b. Bank Guarantees outstanding Rs 72.20 lacs (previous year Rs.41.40 lacs) and Letter of Credit issued by Banks on behalf of the Company Rs 568 lacs (Previous year 500.00) against which Rs.64.60 lacs (previous year Rs.65.30 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 12.90 lacs respectively for the years 1995-1996, 1996-1997, 1997-1998, and 2002-2003 against which the Company has preferred appeals before the higher authorities.
- d. Bills discounted with banks Rs 180.61 lacs (previous year Rs.133.35 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.108.81 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.
- g. The Commercial Tax Officer has not allowed input tax credit under West Bengal Value Added Tax Act of Rs.0.51 lacs on account of sales tax paid on opening stock of stores and spares. The Company has preferred a revision application before the Deputy Commissioner, Commercial Taxes.

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) Loans from ICICI Bank is secured by hypothecation of vehicles purchased out of the said loan. Rs 5.35 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. Nil (previous year Rs.0.10 lacs) being security deposit made to the relative of the Directors of the Company.
5. In view of the brought forward losses under Income Tax, the Company is liable to pay only the Minimum Alternate Tax.
6. The total dues outstanding to Small Scale Industrial Undertakings as at 31.3.2006, to the extent identified based on the available information, included under Current Liabilities is Rs 6.12lacs (Previous Year 3.61 lacs). There are no dues to Small Scale Industrial Undertakings outstanding exceeding Rs 1.00 lacs and more than 30 days as on 31.3.2006.
7. Since the accumulated losses have been wiped out, the Company has made an application for de-registration as a sick company from the Board for Industrial and Financial Reconstruction (BIFR).
8. The Company has raised a sum of Rs.350 lacs by way of 'Rights Issue' of Equity Shares. The money was raised to part finance the Cost of Scheme as per the BIFR approved rehabilitation scheme, and was accordingly utilized. The Allotment of equity shares was completed on 11th November 2005.
9. Input tax credit available under West Bengal Value Added Tax Act on opening stock has been reduced from opening inventories as follows:

Raw Materials	:	Rs. 3.36 lacs
Work-in-Progress	:	Rs. 0.82 lacs
Finished Goods	:	Rs. 3.71 lacs
Stores & Spare Parts	:	Rs. 0.51 lacs

	2005-2006		2004-2005	
	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	7500	9000	
	(As certified by Management)			
c)	Production			
	Aluminium Extrusions (1)	6633	6582	
d)	Stocks			
	Opening			
	Aluminium Extrusions	27	44	53.01
	Closing			
	Aluminium Extrusions	42	27	33.74
e)	Turnover			
	Aluminium Extrusions (1)	6618	6599	8244.19
	Others	—	—	47.27
	(1) Includes 244.271 MT valued at Rs 37.60 Lacs (previous year 703.18 MT valued at Rs. 91.60 lacs) on account of conversion			
11	Raw Material Consumed			
a)	Aluminium Ingots & Billets	7090.11	6700.99	5593.05
b)	Others	80.07	53.11	55.06
		%	%	%
		Value	Value	Value
		Rs. in Lacs	Rs. in Lacs	Rs. in Lacs
12	Value of Imported and Indigenous Goods consumed and percentage thereof:			
	Raw Material			
	Imported	2.06	0.03	1.64
	Indigenous	97.94	99.97	5646.47
	Stores & Spares			
	(Including value of items consumed for manufacture of dies)			
	Imported	31.56	29.64	34.68
	Indigenous	68.44	70.36	82.31
13	CIF value of Imports			
	Raw material	136.09	3.77	
	Stores & Spare parts	44.77	29.71	
		180.86	33.48	
14	Expenditure in Foreign Currency			
	Travel	0.66	0.72	
	Interest	0.14	—	

15	FOB Value Of Export	Nil	0.13
16	a) Auditors' Remuneration		
	Audit Fees	0.75	0.75
	Tax Audit Fees	0.15	0.15
	Other Services	0.33	0.43
		1.23	1.33
	b) Cost Audit Fees	0.05	0.05
17	Remuneration to Managing Director		
	Salary	6.00	5.07
	Perquisites	5.37	4.46
	Contribution to Provident Fund	0.72	0.61
		12.09	10.14
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		
	(i) Shri M P Jhunjhunwala : Chairman & Managing Director		
	Relatives of Shri M P Jhunjhunwala :		
	Smt. Sita Devi Jhunjhunwala	:	Wife
	Shri Vikram Jhunjhunwala	:	Son
	Smt. Saroj Saraf	:	Daughter
	Smt. Shashi Khaitan	:	Daughter
	Smt. Sarita Modi	:	Daughter
	(ii) Shri Kailash Baheti : Chief Executive Officer & Chief Financial Officer		
	Relatives of Shri Kailash Baheti :		
	Shri Shankar Lal Baheti	:	Father
	Smt. Bimla Devi Baheti	:	Mother
	Smt. Shashi Baheti	:	Wife
	Ms. Ankita Baheti	:	Daughter
	Ms. Apoorva Baheti	:	Daughter

Sr. No.	Nature of relationship transaction	Associated Concerns	Key Management Personnel	(Rs. in lacs) Relatives of Key Management Personnel
1	Purchase of Goods	4,089.16	–	–
2	Sale of Goods	126.56	–	–
3	Rent Paid	5.53	–	0.42
4	Interest Paid	0.24	–	–
5	Sale of Fixed Assets	2.26	–	–
6	MD Remuneration	–	12.09	–
7	Remuneration to CEO & CFO	–	9.85	–

d) Outstanding balances as on 31st March, 2006

	(Rs.in lacs)
Loans & Advances	
Associated Concerns	35.00
Key Management Personnel & Relatives	–
Sundry Creditors	
Associated Concerns	116.46
Key Management Personnel & Relatives	–
Unsecured Loans	
Associated Concerns	–
Key Management Personnel & Relatives	–
Sundry Debtors	
Associated Concerns	–
Key Management Personnel & Relatives	–

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

	2005-06	2004-05
Profit for the year (Rs.in lacs)	338.15	114.63
Prior period adjustment	1.25	(1.41)
Provision for Taxation :		
Income Tax	(19.57)	–
Fringe Benefit Tax	(7.20)	–
Deferred Tax Assets	267.26	–
Net Profit / (Loss)	579.89	113.22
* Weighted average number of Equity Shares outstanding (Number in lacs)	255	120
Basic and diluted earnings per share (Rs.)	2.27	0.94
Number of shares outstanding from 1.4.2005 to 10.11.2005	120 lacs	
Number of shares outstanding from 11.11.2005 to 31.3.2006	470 lacs	
* Weighted average number of Equity Shares outstanding	255 lacs	

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	31.03.2006		

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

Public Issue	NIL	Rights Issue	35000
Bonus Issue	NIL	Private Placement	NIL

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

Total Liabilities	196537	Total Assests	196537
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Sources of Funds

Paid-up Capital	47000	Reserves & Surplus	29283
Secured Loans	83288	Unsecured Loans	36966

Application of Funds

Net Fixed Assets	73602	Investments	NIL
Net Current Assets	96209	Misc. Expenditure	NIL
Accumulated Losses	NIL	Deferred Tax Assets	26726

IV Performance of Company (Rs.'000)

Turnover	834950	Total Expenditure	801010
Profit/Loss Before Tax	<input checked="" type="checkbox"/> 33940	Profit/Loss After Tax	<input checked="" type="checkbox"/> 57989
“(Please tick Appropriate box + for Profit, – for Loss)”			
Earning per share in Rs.	2.27	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 18 which form 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 : 31st day of May, 2006

Kailash Baheti
Chief Executive Officer
and Chief Financial Officer

Sumit Modi
Company Secretary

M. P. Jhunjhunwala
Chairman & Managing Director

R N Das
M G Todi
P K Sengupta
V K Mushran
Vikram Jhunjhunwala
Directors



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 21st Day of July, 2006 and at any adjournment thereof.

Signed this _____ day of _____ 2006.

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 Gyan Manch, 11, Pretoria Street, 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 Gyan Manch, 11, Pretoria Street, Kolkata - 700 017 on 21st Day of July, 2006.

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



***Eighteenth Annual Report
2005-2006***