

54. STEEL AND INDUSTRIAL FORGINGS LIMITED

I Date of incorporation	1st June, 1983		
II Address - Registered Office	Athani P.O, Trichur - 680 771		
	& Factory		
III Phone, E-mail, Fax	0487 2201751, 2201752, siflc@sancharnet.in Fax: 2201753		
IV Administrative Dept. (Under Govt.)	Industries Department		
V Name of Chairman	Shri. A. Younus Kunju		
VI Name of Managing Director	Cdr. (Retd.) K. Shamsuddin		
VII Present Activities	Manufacture and sale of steel forgings		
VIII Manpower as on 31-3-05	No.	Average Emoluments per person (Rs. per month)	
a. Workers (all non-supervisory employees in factory, office and field)	199	7800.00	
b. Supervisory Staff (in factory, office and field)	13	10700.00	
c. Executives	39	16500.00	
d. Senior Executives (Heads of department and above)	9	22000.00	
Total	260		
	2002-03	2003-04	2004-05
IX Bonus	Nil	Nil	Nil
X Financial Position (Rs.in lakhs)			
A. Liabilities			
1. Capital			
a. Authorised capital	1100.00	1100.00	1100.00
b. Paid up capital	1040.00	1040.00	1040.00
2. Reserves & Surplus			
a. Retained earnings	-	-	23.00
b. Others reserves (Investment Subsidy)	12.00	12.00	12.00
3. Long-term loans			
a. Holding Co. SILK	421.00	421.00	421.00
4. Current liabilities & provisions			
a. Bank borrowings for working capital	299.00	255.00	374.00
b. Sundry creditors	215.00	298.00	527.00
c. Outstanding expenses	91.00	111.00	149.00
d. Other current liabilities	120.00	119.00	194.00
e. Net Deferred Tax Liability	60.00	68.00	61.00
Total	2258.00	2324.00	2801.00
B. Assets			
5. a. Fixed assets:Gross Block	1116.00	1125.00	1101.00
b. Less: Depreciation	744.00	797.00	802.00
c. Net fixed assets	372.00	328.00	299.00
d. Capital work in progress	105.00	97.00	90.00
6. Investments	Nil		

7. Current assets			
a. Cash & Bank balance	43.00	41.00	57.00
b. Advances (including deposit with IT)	124.00	162.00	249.00
c. Sundry debtors	753.00	772.00	900.00
d. Prepaid expenses	7.00	6.00	15.00
e. Stock			
i) Raw materials	141.00	165.00	465.00
ii) Semi-finished goods (Work-in-process)	76.00	168.00	121.00
iii) Finished goods	58.00	53.00	100.00
iv) General stores & spares (including die blocks)	453.00	468.00	505.00
8. Miscellaneous expenditure not written off/adjusted			
a. P & L Account (Accumulated loss, if any)	126.00	64.00	-
	Total	2258.00	2324.00
			2801.00

C. Other Details

1 Share distribution(%)			
a. State Govt.through holding co.(SILK)	100.00	100.00	100.00
2 Net worth	926.00	988.00	1075.00
3 Capital employed	1347.00	1409.00	1496.00
4 Capital invested	1461.00	1461.00	1461.00
5 Working capital (Current assets - Current liabilities)	870.00	984.00	1107.00

XI Working results: (Rs.in lakhs)

1. Income

a. Sales/Service charges	1759.00	2071.00	2756.00
b. Other Income	28.00	11.00	34.00
c. Increase / decrease in stock of finished goods & work-in-progress	-5.00	82.00	8.00
	Total	1782.00	2164.00
			2798.00

2. Expenditure

a. Raw materials,chemicals etc. consumed	684.00	934.00	1410.00
b. Power, fuel and water charges	269.00	321.00	343.00
c. Other expenses	194.00	182.00	212.00
d. Personnel expenses	356.00	369.00	441.00
e. Interest & Bank charges	30.00	37.00	53.00
f. Selling & distribution expenses	50.00	68.00	69.00
g. Administration expenses	86.00	88.00	86.00
h. Depreciation	52.00	54.00	53.00
	Total	1721.00	2053.00
			2667.00

Operating profit/loss(+/-)	61.00	111.00	131.00
+/- Prior period adjustment	16.00	-1.00	-
Net profit/loss (+/-)	77.00	110.00	131.00
-Provison for income tax (if any)	20.00	44.00	51.00
-Minimum alternate tax set off credit availed	-13.00	-4.00	-
Net Deferred Tax	60.00	8.00	7.00

Net profit after tax and dividend	10.00	62.00	87.00
XII Taxes & duties:			
a. Excise duty	266.00	306.00	429.00
b. CST	76.00	86.00	123.00
c. Sales Tax	3.00	5.00	4.00
XIII Dividend	Nil	Nil	Nil
XIV Long Term Loans (R.in lakhs) including interest	State Govt. (Through SILK)		
a. Opening balance (01-04-04)	421.00		
b. Closing balance (As on 31-03-05)	421.00		
XV Interest charges on term loans	Nil	Nil	Nil
XVI Statutory dues as on 31-03-05	Opening Balance as on 01-04-04	Amount paid during the year	Balance to be paid on 31-03-05
a. Provident Fund	6.53	72.33	6.49
b. ESI	0.67	6.98	0.64
c. Guarantee Commission	0.68	2.22	3.41
d. Others: Sales tax	1.40	123.36	5.12
e. TDS	1.37	9.37	1.83

XVII Production: (Rs. in lakhs)

2003-04									
Production	Unit	Capacity		Budgeted production		Production		% of capacity utilised	
		Licensed	Installed	Qty.	Value	Qty.	Value	Licensed	Installed
Steel forgings	MT	7500	5040	2750	2159	2471	2085	33	49

2004-05									
Production	Unit	Installed Capacity		Budgeted production		Production		% of capacity utilised	
		Licensed	Installed	Qty.	Value	Qty.	Value	Licensed	Installed
Steel forgings	MT	7500	5040	3000	2700	2486	2666	33	49

XVIII Sales (Product-wise) (Rs. in lakhs)

2003-04										
Sales for the year										
Products	Unit	Qty.	Budgeted Sales		Domestic		Export		Total	
			Value	Qty.	Value	Qty.	Value	Qty.		
Steel forgings	MT	2750	2159.00	2279	1930.00	103	56.00	2382	1986	
Total		2750	2159.00	2279	1930.00	103	56.00	2382	1986	

2004-05										
Sales for the year										
Products	Unit	Qty.	Budgeted Sales		Domestic		Export		Total	
			Value	Qty.	Value	Qty.	Value	Qty.		
Steel forgings	MT	2750	2159.00	2279	1930.00	103	56.00	2382	1986	
Total		2750	2159.00	2279	1930.00	103	56.00	2382	1986	

Steel forgings	MT	3000	2700.00	2522	2637.00	33	22.00	2555	2659
Total		3000	2700.00	2522	2637.00	33	22.00	2555	2659

XIX Financial / Operating ratios	2002-03	2003-04	2004-05
a. Debt-equity ratio	0.40:1	0.40:1	0.40:1
b. Current ratio	2.11:1	2.16:1	1.85:1
c. Receivables to sales (in months)	5.14	4.47	3.92
d. Stock of finished goods to sales (in months)	0.40	0.31	0.44
e. Stock of raw materials to consumption (in months)	2.47	2.12	3.96
f. Consumption to sales (%)	38.89	45.10	51.16
g. Net profit to sales(%)	4.38	5.31	4.75
h. Return on investment (%)	5.72	7.81	8.76

XX Status of Accounts

a. Year up to which Accounts have been finalised by the company	2004-05
b. Year up to which audit is complete	2004-05

XXI Employee Development:	2002-03	2003-04	2004-05
(i) Training			
a. Budget provision (Rs.in lakhs)	0.80	0.69	0.43
b. Actually spent (Rs.in lakhs)	0.80	0.69	0.43
(ii) No. of persons sent for external training programme	23	35	15
(iii) No. of in-house programmes	3	8	1
(iv) No. of persons covered in in-house programmes	22	51	34

XXII Income-tax Benefits/Reduction/Relief

a) Have you initiated any activity or project during the year that would result in income tax benefits/reduction/relief for the company?	Yes
--	-----

If yes, give details of such activities/projects

Amount deposited to LIC's Group Gratuity Scheme

(Rs. in lakhs)

Sl.No.	Activity/Project Investment during	Total invested	Amount reduction/relief the year	Income tax benefit/ Received	Expected
1	Contribution to SIFL Employees Gratuity Fund Trust [Group Gratuity (Cash accumulation) Scheme of LIC]	114.06	9.15	3.35	-

XXIII Summary of Performance

During the year under review, the sales of the Company has gone up by 33% to Rs.2756 lakhs as against Rs.2071 lakhs during the previous year. The production of steel forgings has also increased to 2486 MT as against 2471 MT during 2003-04. The net profit has increased to Rs.131 lakhs as against Rs.110 lakhs during the previous year.

THE AUDIT OF ACCOUNTS OF THE COMPANY IS COMPLETE AND UP-TO-DATE.