

HEERA ISPAT LIMITED

HEERA ISPAT LIMITED.

**19TH AUDITED ANNUAL REPORT
FOR THE YEAR 2010-11**

COMPANY REGISTRATION NO: 04-018101

CIN NO: L27101GJ1992PLC018101

Registered with Registrar of Companies, Gujarat State

HEERA ISPAT LIMITED

Regd. Office: 13/A, VISHWAKARMA TOWER

GANDHI CHOWK

GODHARA

GUJARAT-389001

E MAIL: maildeveshpathak@rediffmail.com

HEERA ISPAT LIMITED

CIN: L27101GJ1992PLC018101
COMPANY REGN NUMBER: 04-018101
NOMINAL SHARE CAPITAL: Rs.6,00,00,000/-

DATE OF
INCORPORATION: 05/08/1992

HEERA ISPAT LIMITED

19th ANNUAL GENERAL MEETING - PROGRAMME.

DATE : 30TH NOVEMBER, 2011
DAY : WEDNESDAY
TIME : 04.00 P.M.
VENUE : REGISTERED OFFICE OF THE
COMPANY AT :
13/A, VIHWAKARMA,
GANDHI CHAWK,
GODHARA
GUJRAT-389001

NOTE TO SHAREHOLDERS:

As a measure of economy, copies of the Annual Report will not be distributed at the Annual General Meeting. Shareholders are requested to kindly bring their copies to the meeting.

CONTENTS:

- 1) Board of Directors and Other Information.
- 2) Notice for the Annual General Meeting.
- 3) Directors' Report.
- 4) Corporate Governance Report.
- 5) Auditors' Report.
- 6) Balance Sheet.
- 7) Profit & Loss Account.
- 8) Schedules to the Balance Sheet and Profit & Loss Account.
- 9) Notes to the Accounts.
- 10) Balance Sheet Abstract and Company's General Business Profile.
- 11) Cash Flow Statement pursuant to Clause 32 of the Listing Agreement and Auditors' report there on.
- 12) Attendance Sheet & Proxy Form.

HEERA ISPAT LIMITED

HEERA ISPAT LIMITED

BOARD OF DIRECTORS

Rameshchandra Tribhuvandas Mistry	Chairman And Director
Dharmeshkumar Rameshchandra Mistry	Managing Director
Hasumatiben Rameshchandra Mistry	Director
Alpesh Kiritbhai Patel	Director
Radheshyam Rampal Lodha	Director
Ramanugrah Singh	Director

CORPORATE GOVERNANCE TEAM.

AUDIT COMMITTEE.

Rameshchandra. T. Mistry.
Hasumatiben. R. Mistry.

INVESTORS SERVICES COMMITTEE

Chairman. Dharmesh. R. Mistry
Member Rameshchandra. T. Mistry.

ACTING IN ADVISORY CAPACITY ONLY TO VARIOUS COMMITTEES OF CORPORATE GOVERNANCE

Secretarial and Corporate Legal Matters

Shri Kamlesh M. Shah,
(Practicing Company Secretary)

Finance, Audit and Taxation Matters

M/s. DJNV & Co.
Chartered Accountants

BANKERS OF THE COMPANY

Bank of Baroda, Godhara Branch

REGISTRAR AND SHARE TRANSFER AGENT

Sharepro Services (India) Pvt. LTd.
13/A-B, Shamhita Warehousing Corporation
Near MTNL Exchange, Saki Naka,
Andheri (East), Mumbai.

Auditors

M/s. DJNV & Co.
Chartered Accountants
Ahmedabad.

Company Law Consultants

M/s. Kamlesh M. Shah & Co.,
Practicing Company Secretary
Baroda.

REGD. OFFICE

13/A, VIHWAKARMA,
GANDHI CHAUK,
GODHARA
GUJRAT-389001

INVESTORS GRIEVANCE AND COMPLIANCE OFFICER:

Dharmesh Rameshchandra Mistry
13/A, VIHWAKARMA,
GANDHI CHAUK,
GODHARA
GUJRAT-389001

HEERA ISPAT LIMITED

HEERA ISPAT LIMITED.

NOTICE

NOTICE is hereby given to the Members of Heera Ispat Limited that **19th Annual General Meeting** of the Members of the Company will be held on Wednesday the 30th November, 2011 at 04.00 P.M. at the Registered Office of the Company at 13/A, Vishwakarma, Gandhi Chauk, Godhara, Gujarat-389 001 to transact the following Business.

ORDINARY BUSINESS :

1. To Receive, Consider, Approve and Adopt the Audited Statement of Account i.e. The Audited Balance Sheet as at 30/06/2011, the Profit & Loss Account for the Year ended on that date and the report of the Auditors and Directors thereon.
2. To Appoint a Director in place of Ms. Hasumatiben Rameshchandra Mistry, who retires by rotation and being eligible offers herself for reappointment.
3. To Appoint a Director in place of Mr. Alpesh Kiritbhai Patel, who retire by rotation and being eligible offers himself for reappointment.
4. To Appoint M/s. DJNV & Co., Chartered Accountants, as the Statutory Auditors for the next Financial Year to hold the office as such from the conclusion of this Annual General Meeting up to the date of next Annual General Meeting and to fix their remuneration.

SPECIAL BUSINESS:

5. To Consider and if thought fit to pass with or without modification following resolution as Ordinary Resolution.

RESSOLVED THAT Mr. Ramanugrah Singh, Who was appointed as an Additional Director by the Board of Directors Of the company pursuant to Section 260 of the companies Act,1956 and relevant Article of the Article of Association of the Company and who hold office only up to the date of this Annual General Meeting and in respect of whom the company has received a Notice in Writing, under Section 257 of the Companies Act, 1956, from a member signifying his intention to propose Mr. Mr. Ramanugrah Singh as candidate for the office of a Director of the company be and is hereby appointed as Director of the Company liable to Retire by Rotation.

NOTES

- i) A Member entitled to attend and vote at the meeting is also entitled to appoint a proxy to attend and vote instead of him and that a Proxy need not be a member of the Company.
- ii) Proxies in order to be effective should be duly completed in the prescribed form stamped and signed and must be deposited at the Registered office of the company no less than 48 hours before the time fixed for the meeting.

HEERA ISPAT LIMITED

- iii) Members desiring any information as regards account are requested to write to the company at least 7 days before the meeting to enable the management to keep the information ready.
- iv) Members are requested to intimate any change in their registered addresses if any directly at the Registered Office of the Company at their address mentioned elsewhere in this report.

DATE: 21st July, 2011
PLACE: Godhara

By Order of the Board of Directors
Of Heera Ispat Limited
Sd/-
(Dharmesh R. Mistry)
Managing Director.

FOLLOWING EXPLANATORY STATEMENT PURSUANT TO PROVISION OF SECTION 173(2) OF THE COMPANIES ACT 1956 DISCLOSES ALL THE MATERIAL FACTS AND INFORMATION RELATING TO THE BUSINESS PROPOSED TO BE TRANSACTED AS SPECIAL BUSINESS IN THE ENSUING ANNUAL GENERAL MEETING ON 30TH SEPTEMBER 2010.

- 1) Mr. Ramanugrah Singh was Appointed by the Board of Directors of the company on 25th May, 2011 as an Additional Director and as per the provisions of Section 260 of the Companies Act, 1956, he holds Office as a Director up to the date of this Annual General Meeting. The company has received a Notice from a Member, signifying his intention to propose the appointment of Mr. Ramanugrah Singh as Director of the Company. He was mainly appointed in order make part compliance with the Corporate Governance norms prescribed in the Listing Agreement.

Your Directors recommend the passing of the Resolution at item No. 5

Mr. Ramanugrah Singh may be deemed to be concerned or interested in the Resolution relating to appointment.

DATE: 21st July, 2011
PLACE: Godhara

By Order of the Board of Directors
Of Heera Ispat Limited
Sd/-
(Dharmesh R. Mistry)
Managing Director.

HEERA ISPAT LIMITED

HEERA ISPAT LIMITED.

DIRECTORS' REPORT

To,
The Members,
HEERA ISPAT LIMITED

Dear Shareholders,

Your Directors have pleasure in presenting herewith the 19th Audited Annual report of your Company for the financial year ended on 30th JUNE, 2011.

FINANCIAL HIGHLIGHTS:

During the year under review the financial performance of the Company is as under:

(Amount in Rupees)

Particulars.	For the Year Ended on 30/06/2011	For the Year Ended on 30/06/2010
Gross Income	0.00	0.00
Total Expenses	(1557819)	(1494771)
Profit /(Loss) Before Depreciation & Tax	(1557819)	(1494771)
Profit Before Tax	(1557819)	(1494771)
Provision for Tax	0	0
Excess Income Tax Provision P.Y	0	0
Provision for FBT	0	0
Net Profit / (Loss) for the Year	(1557819)	(1494771)
Deferred Tax Assets (Previous year liabilities)	0.00	0.00
Net Loss for the Year.	(1557819)	(1494771)
Previous year Balance B/f.	(8758236)	(7263465)
Total Loss Transferred to Balance Sheet.	(10316055)	(8758236)

DIVIDEND

As your company has incurred a net loss during the year under review and due to Accumulated loss of the previous year does not permit your directors to declare any amount as dividend to be paid.

UNPAID/UNCLAIMED DIVIDEND

The Company does not have any outstanding unpaid/unclaimed dividend which is required to be transferred to the Investors Education and Protection funds as per the provision of Section 205C of the Companies Act, 1956. The Company does not have any outstanding liability on account of Interest and Principal on Deposits, Debentures or Share Application Money.

HEERA ISPAT LIMITED

SHARE CAPITAL STRUCTURE

There was no change in total value of Authorized, Issued, Subscribed and Paid up Share Capital Structure of the Company.

BUY BACK OF EQUITY SHARES

The Company had not made any Buy Back of its paid up equity shares during the year in terms of section 77A, 77AA and 77B of the Companies Act 1956. Hence no specific disclosure is required to be made in this report.

YEAR UNDER REVIEW

During the year Company has not earned any income by way of turnover and other income. After all Administrative Expenditure and Depreciation of Rs 15,57,819 (Previous year Rs. 14,97,771/-) the company has suffered a gross operational loss of Rs. 15,57,819/- (Previous year gross loss of Rs. 14,97,771/-). After making necessary adjustments for Deffered Tax, Fringe Benefit tax, Your Company had suffered a Net loss for the year which is transferred to balance sheet is Rs.1,03,16,055 /- (Previous year loss of Rs. 87,58,236 /-).

SETTLEMENT/ LIQUIDATION OF FINANCIAL LIABILITIES

The company has no any settlement/liquidation of Financial Liabilities .It is not a sick company as per audited balance sheet for the current year.

FUTURE BUSINESS PLANS

Board of Director of your Company has planning to grow business in manufacturing and selling activities As the company has incurred loss your Director are thinking to start about new business. .

DEMATERIALISATION OF SECURITIES

Your Company's equity shares are already admitted in the System of Dematerialization by both the Depositories namely NSDL and CDSL. The Company has already signed tripartite Agreement through Registrar and Share Transfer Agent M/s. Sharepro Services (India) Pvt Ltd. The Investors are advised to take advantage of timely dematerialization of their securities. The ISIN allotted to your Company is INE 025D01013.

COMPLIANCE TO CODE OF CORPORATE GOVERNANCE

The Complete Report on Corporate Governance is given separately after this report.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Management's discussion and perceptions on existing business, future out look of the industry, future expansion and diversification plans of the Company and future course of action for the development of the Company are fully explained in a separate Para in Corporate Governance Report in Annexure-A forming part of this report and also report on Corporate Governance.

HEERA ISPAT LIMITED

DEPOSITS

During the year under review your company has neither invited nor accepted any public deposit or deposits from the public as defined under Section 58A of the Companies Act-1956. The Deposits were accepted from the Directors are exempt as per the provisions of Section 58A of the Companies Act 1956.

DIRECTORS

During the year under review Smt Hasumati Rameshchandra Mistry and Mr Alpesh Kiritbhai Patel, shall retire by rotation at the ensuing Annual General Meeting as provisions of Law. They are eligible for reappointment as director and have offered themselves for directorship of the company. Your directors recommend to reappoint them as Directors. Mr. Ramanugrah Singh was Appointed by the Board of Directors of the company on 25th May, 2011 as an Additional Director and as per the provisions of Section 260 of the Companies Act, 1956, he holds Office as a Director up to the date of this Annual General Meeting. Except this there were no changes in the constitution of Board of Director of the company.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the provision contained in Section 217(2AA) of the Companies Act, 1956, the Directors of your Company confirm:

That in the preparation of the annual accounts, except the Accounting standard if any mentioned by Auditor in his Report as not Complied with , any applicable accounting standards which has been followed and no material departure has been made from the same;

That they have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affair of the company at the end of the financial year and of the profit or loss of the company for that period;

That they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company for preventing and detecting fraud and other irregularities;

That they have prepared the annual accounts on a going concern basis.

STATUTORY AUDITORS

M/s. DJNV & Co., present Statutory Auditors of the company have given their letter of consent and confirmation under section 224(1B) the Companies Act 1956 for reappointment as Statutory Auditors of the Company. Necessary Resolution making their appointment as the Statutory Auditors and fixing their remuneration is proposed to be passed at the Annual General Meeting.

INTERNAL AUDITORS

In order to make proper compliance with the provisions of Corporate Governance the company has established in house internal Audit Department which is functioning under the

HEERA ISPAT LIMITED

close supervision and direction of the Audit Committee and also taking expert guidance/advise of the statutory Auditors M/s. DJNV & Co., Chartered Accountants from time to time.

AUDITORS OBSERVATION

Auditors have observed that the Company has not complied with AS-22 for Accounting for Deferred Tax Provisions. As the Company's all fixed assets were not in use during the entire financial year and there was no commercial business activities, your directors have thought it fit and proper not to provide for Deferred Tax for the year. Apart from the same, there was no adverse remark by Auditor In the auditor Report of the company.

FORMATION OF AUDIT COMMITTEE

The present Board of Directors of the Company is not in compliance with the provisions of Section 292A and the Clause 49 of the Listing Agreement. Even though, however, in order to make part compliance to the Provisions of Section 292A of the Companies Act 1956 and clause 49 of the Listing Agreement on Corporate Governance, your directors have already formed an Audit Committee within the organization consisting of 2 directors, an advisor (Chartered Accountants) to internal audit Department and Practicing Company Secretary as advisors to the company. The area of operations and functional responsibilities assigned to the committee are as per the guidelines provided in Clause 49 of the Listing Agreement for implementation of code of corporate governance. The committee meets at least once in a quarter and gives its report of each meeting to the Board for its approval, record and information purpose.

EMPLOYEES

There are no employees of the company who were in receipt of the remuneration of Rs.60,00,000/- in the aggregate if employed for the year and in receipt of the monthly remuneration of Rs. 5,00,000/- in the aggregate if employed for a part of the year under review. Hence the information required under Section 217 (2A) of the Companies Act, 1956 and as amended being not applicable are not given in this report.

STATUTORY INFORMATION

The Information required to be disclosed in the report of the Board of Directors as per the provisions of Section 217 (1)(e) of the Companies Act-1956 and the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules 1988 regarding the conservation of energy, technology absorption, foreign exchange earnings and outgo, etc. are not being given as the Company was totally non operational during the year. In fact there were no commercial business activities, manufacturing activities, no sale or purchase of material etc. during the year. Hence, are not given herewith.

MATERIAL CHANGES

Except the information given in this report there are no material changes have taken place after completion of the financial year up to the date of this report which may have substantial effect on business and finances of the company.

HEERA ISPAT LIMITED

APPRECIATION

Your Directors take this opportunity to acknowledge the trust reposed in your company by its Shareholders, Bankers and Clients. Your Directors also keenly appreciate the dedication & commitment of all our employees, without which the continuing progress of the company would not have been possible.

DATE : 21st July, 2011
PLACE: Godhara.

On Behalf of the Board of Directors
Of Heera Ispat Limited

(Rameshchandra T. Mistry)
Chairman And Director

(Dharmesh R. Mistry)
Managing Director

HEERA ISPAT LIMITED

REPORT ON CORPORATE GOVERNANCE

MANAGEMENT PERCEPTION ON CORPORATE GOVERNANCE

The company believes that good Corporate Governance practices enable the Board to direct and control the affairs of the company in an efficient manner. As such, the company steps to put in place the system of Corporate Governance as per the guidelines provided in Clause 49 of the Listing Agreement. Further with the formation of the various committees within the organizations, the company also complies with various provisions of the Companies Act, 1956 as well as SEBI and Stock Exchange requirements. As per the norms prescribed under Listing Agreement being applicable to the company and in compliance to Section 292A of the Companies Act, 1956, the company had partly complied with the code of corporate governance on 30st June 2011.

BOARD COMPOSITION

Name of the Director	Designation	Type	Executive / Non Executive
Mr. Rameshchandra Tribhovandas Mistry.	Chairman And Director	Promoter & Non – Exec Dir.	Non –Executive
Mr. Dharmesh. R. Mistry.	Managing Director	Promoter & Exec Dir.	Executive
Mrs. Hasumatiben. R. Mistry.	Director	Promoter & Non-Exec Dir.	Non- Executive
Mr. Alpesh Kiritbhai Patel	Director	Non Promoter & Non – Exec Dir.	Non- Executive
Mr. Radheshyam Rampal Lodha	Director	Non Promoter & Non- Exec Dir.	Non- Executive
Mr. Ramanugrah Singh	Director	Non Promoter & Non- Exec Dir.	Non- Executive

COMPOSITION OF COMMITTEES

A. AUDIT COMMITTEE

	Name	Type
1	Shri Rameshchandra T Mistry	Chairman
2	Shri Dharmesh R. Mistry	Member
3	Shri Alpesh Kiritbhai Patel	Member
3	Shri Nainesh Khandhar*	C.A. & Advisor.
4	Shri Kamlesh M. Shah*	Company Secretary to act as secretary to committee

INVESTOR GRIEVANCE COMMITTEE

	Name	Type
1	Shri Dharmesh R. Mistry	Chairman
2	Shri Rameshchandra T Mistry	Member
3	Shri Radheshyam Rampal Lodha	Member
3	Shri Kamlesh M. Shah*	Company Secretary to act as Secretary

*(In the Advisory capacity only)

HEERA ISPAT LIMITED

NO. OF BOARD AND COMMITTEE MEETINGS HELD DURING THE YEAR:

Name of the Committee	No. of Meetings held
Board	6
Audit Committee of Board	4
Investor Grievance Committee	12

ATTENDANCE OF THE DIRECTORS IN VARIOUS MEETINGS:

	Name of the Director	Board Meeting	ACB Meeting	IGCB Meeting
1	Mr. Rameshchandra Tribhovandas Mistry.	6	4	12
2	Mr. Dharmesh. R. Mistry.	6	4	12
3	Mrs. Hasumatiben. R. Mistry.	6	-	-
4	Mr. Alpesh Kiritbhai Patel	6	4	-
5	Mr. Radheshyam Rampal Lodha	6	-	12
6	Mr. Ramanugrah Singh	1	-	-

DIRECTORS PRESENT AT THE LAST ANNUAL GENERAL MEETING DATED 30TH SEPTEMBER 2010

1	Mr. Rameshchandra T. Mistry	Chairman & Director.
2	Mr. Dharmesh. R. Mistry	Director
3	Mrs. Hasumati. R. Mistry	Director
4	Mr. Alpeshbhai Kiritbhai Patel	Director
5	Mr. Radheshyam Rampal Lodha	Director

DETAILS OF ANNUAL GENERAL MEETINGS HELD DURING THE LAST FINANCIAL YEARS

1. September 30, 2010 13/A, VIHWAKARMA, GANDHI CHAUK, GODHRA, GUJRAT-389001
2. September 30, 2009 13/A, VIHWAKARMA, GANDHI CHAUK, GODHRA, GUJRAT-389001
3. September 30, 2009 13/A, VIHWAKARMA, GANDHI CHAUK, GODHRA, GUJRAT-389001

HEERA ISPAT LIMITED

4. December 29, 2008 13/A, VIHWAKARMA, GANDHI CHAUK,
GODHRA, GUJRAT-389001

5. December 29, 2007 13/A, VIHWAKARMA, GANDHI CHAUK,
GODHRA, GUJRAT-389001

FUNCTIONS OF AUDIT COMMITTEE:

The Audit Committee is headed by Shri Rameshchandra T Mistry as Chairman and includes other director namely Shri. Dharmesh R. Mistry and Mr. Alpesh K. Patel. The Committee is regularly giving feed back on daily financial and accounting position of the company to the Board. In addition thereto the company has also appointed Mr. Nainesh Khandhar, C.A. as Advisor for Finance, Accounts and Taxation matters and Mr. Kamlesh M. Shah Practicing Company Secretary from time to time. The role of professional advisors has been of an Advisory nature. They do not take part in the proceedings of the committee. However they are giving their expert guidance on making compliance with the Accounting Standards, Financial transactions and accounting and Taxation matters, Company Law and other Corporate Legal Matters etc.

The Committee meets at least once in every quarter and prepare its minutes on the proceedings and business discussed, transacted. All committee Reports and minutes are placed before the Board in all its meetings for information, guidance, directions and taking the same on record.

Other functions, powers, duties etc. of the committee are defined taking in to account the legal provisions of the Listing Agreement and the same are kept flexible to be decided by the Board from time to time.

ESTABLISHMENT OF THE INTERNAL AUDIT SYSTEM

The company has already established the Internal Audit System under the Chairmanship of the Audit Committee. The Managing Director and the Chief Financial Officer of the company both are jointly responsible for giving full accounts to the committee including to carry out any suggestions of the committee. The audit system ensures proper financial control and accounting of the transactions as per the established accounting standards.

FUNCTIONS OF INVESTORS SERVICES COMMITTEE

This Committee looks in to all aspects and business related to Shares and retail investors. The Committee also looks after the Dematerialization process of equity shares.

The Committee is also empowered to keep complete records of Shareholders, Statutory Registers relating to Shares and Securities, maintaining of the complete records of Share Demated, Investors Grievances and complaints received from investors and also from various agencies.

The Committee also take advise and seek legal opinions from advocates to look after the legal cases and problems relating to the investors, shares etc.

The Committee meets every month to approve all the cases of shares demate, transfer, issue of duplicate and resolution of investors complaints, submission of information to various statutory authorities like NSDL/CDSL, SEBI, Stock Exchanges, Registrar of Companies periodically and from time to time.

HEERA ISPAT LIMITED

Other functions, roles, duties, powers etc. have been clearly defined in line with the Clause 49 of the Listing Agreement and are kept flexible for modification by the Board from time to time.

PASSING OF THE RESOLUTIONS BY POSTAL BALLOT SYSTEM

The Company had not passed any resolution by means of Postal Ballot at the last Annual General Meeting. The Company had during the financial year not passed any resolutions by means of Postal Ballot system.

MANAGEMENT DISCUSSION AND ANALYSIS

(a) PRESENT STRENGTH OF THE COMPANY

The company has made extensive efforts in developing of various products used in casting and construction and automobile industry. The company has strong fixed assets base in the form of land. Once, the market is identified, the management is hopeful of making optimum use of the fixed assets, land, building, plant and machineries etc. available in the company.

(b) FUTURE OUT LOOK

There is a strong buoyancy in the market for Automobile Sector. Construction and Infrastructure Industry is also showing good demand of steel. The Steel bars and wires proposed to be manufactured by the Company by using new raw materials, and imported coal, Pig Iron etc. will find a new market for these two industries. There is a bright future for the company. Once, the directors find the proposal commercially viable and receives good orders, the company will immediately start its production unit which would start earning good amount of profit for the company.

[c] COMPANY'S ACTION PLAN

The management of your company is trying to identify and explore all the available possibilities for smooth marketing of the products of steel plats, steel bars, wires for construction industry and cast iron products for automobile industry with best available remunerative prices and also provide after sales service. As the company no of any Bankers, Financial institutions, the company hopes to leverage upon this front by acquiring cheaper raw materials and improve upon the profitability margin for the products proposed to be manufactured by it.

WHILSTEL BLOWER POLICY

A. OVER COMING BARRIERS OF CURRENT OPERATIONS

This system is proposed to be established under the chairmanship of Shri Rameshchandra. T. Mistry and he will be further assisted by chief operational officer (COO) and chief financial officer (CFO). The company's operational department ensures whistle blower upon failure / shut down or breaks down of manufacturing, supply systems and service utilities of its resort project division. Upon such intimation the company has established the UPS systems for overcoming power failure problems, has established data back up systems on CDs, and is also in the process of hiring the data warehouse for retrieval of the information.

HEERA ISPAT LIMITED

The CFO blows the whistle upon any possible financial crunch or over/extensive financial liabilities. The short term financial management system ensures overcoming any unforeseen liabilities through overdrafts on deposits or temporary borrowing on Inter Corporate deposits basis. The long term financial planning ensures productive use of long term financial funds. The company as far as possible ensures making separation in usage of short term and long term funds.

B. POSSIBLE THREATS TO FINANCIAL SYSTEMS

The company operates in a multimedia and entertainment industry wherein the company is required to make heavy financial investment in products, high cost of manpower which are basically in the nature of revenue (Short Term) but the product being generated is of long term usage and can be marketed over the years which generates revenue in years. Further the company also faces threats of possible shortage of short term funds due to non completion of final products or delay in completion of the final products.

C. MANAGEMENT'S ACTION PLANS

(TO OVERCOME POSSIBLE SYSTEM FAILURES)

These are the areas which are difficult for any management to overcome and control. Even though the company's HRD and technical department ensures performance appraisal of manpower which to some extent help in eliminating this risk.

DISCLOSURES

A) MATERIALLY RELATED PARTY TRANSACTIONS:

Except all the Directors of the Company being relatives of each other, there are no other related party transactions. There are no other Group/ Associate Concerns, Companies under the same management. During the year as there was no commercial business activities, there was no related party transactions within the company. However, Name of the Related party & description of the relationship are disclosed in the Notes to the Accounts as per AS-18.

B) DETAILS OF NON-COMPLIANCE

No penalties imposed on the company or any of its directors by stock exchanges or SEBI or any statutory authority on any matter related to capital markets during the last three years.

MEANS OF COMMUNICATIONS

A] ESTABLISHMENT OF INTERNAL MANAGEMENT INFORMATION SYSTEMS

The company has established the Management Information System (MIS) whereby each and every functional department submits their performance reports and any type, nature, description of problems to their Functional heads. The functional heads have autonomy for redressal of problems and HRD problems or functional problems at their own level. Any problems requiring policy decisions are being intimated to Audit Committee for redressal or amendments in the policy and procedures. The progress reports are being regularly on monthly basis intimated to the Audit Committee through the Financial Officer of the company who in turn put the same to Audit Committee meetings. All the Investors'

HEERA ISPAT LIMITED

grievances or share department related queries are addressed to the Compliance Officer who in turn put the same before the Investors' Grievances Committee.

B] INFORMATION SYSTEM BETWEEN COMMITTEES AND THE BOARD

Both Audit Committee and Investors' Grievances Committees receive periodical regular information from the concerned functional heads, after resolutions of all the problems communicate back the same to functional heads for further communications. The progress report and minutes of all meetings held of both the committees are being placed before the Board for information and taking the same on records.

C] INFORMATION SYSTEM BETWEEN THE COMPANY AND INVESTORS:

The company is regularly taking on record the unaudited financial results on quarterly basis as per requirements of the Clause 41 of the Listing Agreement and the same are published in English and Gujarati newspapers in time. Further these original paper cuttings are also being submitted to Stock Exchanges in time. The material information relating to the business of the company are being intimated to the Stock Exchange who in turn publish the same in their daily official bulletin. The Audited Financial Balance Sheet is being dispatched to all shareholders in time at their registered addresses.

STATUTORY COMPLIANCES MADE AND RETURNS ETC. FILED:

The company has duly complied with the provisions of the Companies Act 1956, all the provisions of the Listing Agreement. The company has also filed various unaudited Financial Results, Balance Sheets, Income Tax returns and other statutory returns with all the authorities in time. There are no defaults as on date in any such compliances and no legal action of any nature has been taken against the company or its officers / directors.

OTHER DETAILS

REGISTERED OFFICE	:	13A, Vishwakarma, Gandhi Chawk, Godhara, Gujarat: 398 001
BOOK CLOSURE DATES	:	28 th November, 2011 To 30 th November, 2011 (Inclusive of both days)
REGISTRAR AND SHARE TRANSFER AGENT.	:	Sharepro Services (India) Pvt.Ltd. 13/A-B, Shamhita Warehousing Corp. Near MTNL Building, Sakinaka, Andheri Kurla Road, Andheri (East) Mumbai.
ISIN NUMBER OF THE COMPANY:	:	INE 025D01013.

HEERA ISPAT LIMITED

FINANCIAL CALENDAR

Unaudited Results for the Quarter :

Ending on 30th September, 2010	:	Last Week of October, 2010
Ending on 31st December, 2010	:	Last week of January, 2011
Ending on 31st March, 2011	:	Last week of April, 2011
Ending on 30th June, 2011	:	Last week of July, 2011

DETAILED PROGRAMME OF THE 19TH ANNUAL GENERAL MEETING

DATE	30 TH SEPTEMBER 2011
DAY	FRIDAY
TIME	04.00 P.M.
VENUE	REGISTERED OFFICE OF THE COMPANY AT 13A, Vishwakarma, Gandhi Chawk, Godhara, Gujarat. 398 001

Listing Details

Equity Shares of the company are listed and traded on
The Stock Exchange, Ahmedabad
The Stock Exchange, Mumbai
The Stock Exchange, Vadodara.

Stock Exchange Code ASE Code: HEERAISP BSE: 526967 VSE Code :

MARKET QUOTATIONS:

The Company has not paid listing fees of the Stock exchanges due to dull cash liquidity position. Hence due to that and due to non compliance with the other clauses of the Listing Agreement, the Company's Equity Shares are at present suspended from trading from the Stock Exchange. Hence, no stock quotes are available from any of the Stock Exchanges.

SHAREHOLDING PATTERN:

Sr.No.	Category of Shareholders	No. of Shares Held	% of shares held to total Capital of the Company.
(A)	Indian Promoters/ Directors. (All Individuals)	1060900	18.03%
(B)	NON PROMOTERS.		
1	NRI's/FII's/OCBs	5000	00.08%
2	Private Corporate Bodies.	1843800	31.34%
3.	Public Individual Shareholders	2973100	50.54%
	Total	5882800	100%

THE PROMOTERS/ DIRECTORS HAVE NOT MORTGAGED/ PLEDGED THEIR SHAREHOLDING.

HEERA ISPAT LIMITED

For and On Behalf of the Board of Directors
Of Heera Ispat Limited

Date: 21st July, 2011
Place: Godhra

(Dharmesh R. Mistry)
Managing Director

(Rameshchandra T. Mistry)
Chairman & Director

CERTIFICATE OF COMPLIANCE WITH THE CODE OF CONDUCT FOR BOARD OF DIRECTORS AND KEY MANAGEMENT PERSONNEL

To,
The Members,
Heera Ispat Limited,
Godhra.

I, Rameshchandra T. Mistry, Chairman of the Company, hereby certify that all the Board Members and Senior Management Personnel of the Company have affirmed their compliance with the Code of Conduct in accordance with Clause-49.I.D of the Listing Agreement entered into with Stock Exchange.

As required by Clause 49 of the Listing Agreement, Certificate of Compliance with the Corporate Governance Requirements by the Company issued by Auditors is given as an annexure to the Directors' Report.

We further confirm that during the year, none of the Directors or any of the Key managerial persons had done any trading in shares of the Company in the secondary market. Further the company had not made any allotment of shares to any Directors or any of the key managerial personnel during the year.

The above Report was adopted by the Board at their meeting held on

For and On Behalf of the Board of Directors
Of Heera Ispat Limited

Date: 21st July, 2011
Place: Godhra

(Dharmesh R. Mistry)
Managing Director

(Rameshchandra T. Mistry)
Chairman & Director

HEERA ISPAT LIMITED

CERTIFICATION BY CHIEF EXECUTIVE OFFICER AND CHIEF FINANCIAL OFFICER OF THE COMPANY

We, Mr. Rameshchandra T. Mistry, Chairman of the Board of Directors and Chairman of an Audit Committee of Heera Ispat Limited and Dharmesh R. Mistry, Managing Director and Compliance Officer of the company, do hereby certify that:

- (a) We have reviewed the financial statement and the cash flow Statement for the year and to the best of our knowledge and belief;
 - (i) These statements do not contain any materially untrue statement or omit any material fact or contain statement that might be misleading.
 - (ii) these statement together present a true and fair view of the Company affairs and are in compliance with existing accounting standards, applicable laws, and regulations.
- (b) As per the best of our knowledge and belief, no transactions entered into by Heera Ispat Limited during the year which is fraudulent, illegal or volatile of the company's Code of Conduct.
- (c) We are responsible for establishing and maintaining internal controls for financial reporting in Heera Ispat Limited and we have evaluated the effectiveness of the internal control system of the company pertaining to financial reporting. We have disclosed to the auditors and Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and steps we have taken or propose to take to rectify these deficiencies.
- (d) We have indicated to the auditors and the audit Committee:
 - (i) Significant changes in internal controls over financial reporting during the year.
 - (ii) Significant changes in accounting policies during the year and the same have been disclosed in the notes to the financial statements.
 - (iii) Instance of Significant fraud of which we have become aware and the involvement therein, if any, of the management of an employee having a significant role in the Company internal control system.
- (e) We affirm that we have not denied any personal access to the Audit Committee of the Company (in respect of matters involving alleged misconduct, if any.)
- (f) We further declare that all Board Members and senior management have affirmed compliance with the code of conduct for the current year.

**For & On Behalf of the Board of Director of
Of Heera Ispat Limited**

Place: Godhra. Mistry)	SD/- (Dharmesh R. Mistry)	SD/- (Rameshchandra	T.
Date: 21st July, 2011.	Managing Director & Compliance Officer	Chairman-Audit Committee	

HEERA ISPAT LIMITED

AUDITORS' REPORT ON WITH CORPORATE GOVERNANCE

To
The Members of
Heera Ispat Limited

We have examined the relevant records for the year ended June 30, 2011 relating to the Compliance with the requirement of corporate Governance as stipulated under clause 49 of the Listing Agreement with the Stock Exchanges.

On the basis of our review and according to the information and explanations given to us by the company, we state that in our opinion and to the best of our knowledge, the Company has complied with the mandatory requirements as contained in the Listing Agreement with the Stock Exchanges and as per Section 292A of the Companies Act 1956.

Date: 21st July, 2011

For DJNV & Co.,
Chartered Accountants,

Place: Godhara.

SD/-
(Nainesh Khandhar)
Partner
Membership No:039925

HEERA ISPAT LIMITED

ATTENDANCE SLIP

I Shri/Smt. _____ of _____

being a member/ proxy of HEERA ISPAT LIMITED do hereby record my presence at the 19th Annual General Meeting of the members of the Company to be held on Wednesday the 30th November, 2011, at 04.00 P.M. at 13/A, Vishwakarma, Near Gandhi Chawk, Godhara, Gujarat: 398 001.

Name of Shareholder

Ledger Folio No

D.P. NAME:

D.P. I.D.:

CLIENT I.D.:

Number of Shares Held

Date:

Place:

(Signature of the Member/
Proxy attending the meeting)

HEERA ISPAT LIMITED

PROXY FORM

Name of Shareholder

Ledger Folio No

D.P. NAME:

D.P. I.D.:

CLIENT I.D.:

Number of Shares Held

I Shri/Smt. _____ being a member of HEERA ISPAT LIMITED, holding _____ Shares in the company do hereby appoint Shri _____ of _____ or failing him Shri _____ of _____ or failing him Shri _____ of _____ to remain present at the 19th Annual General Meeting of the members of the Company to be held on Wednesday the 30th November, 2011, at 04.00 P.M. at 13/A, Vishwakarma, Near Gandhi Chawk, Godhara, Gujarat: 398 001 or at any adjournment thereof and to vote for and on my behalf if poll is granted.

Affix Rs 1/- revenue stamp

Date:

Place:

(Signature of the member
Appointing a Proxy)

HEERA ISPAT LIMITED
Standalone Balance Sheet for period 01/07/2010 to 30/06/2011

[610000] General information about financial statements

Unless otherwise specified, all monetary values are in INR

	01/07/2010 to 30/06/2011	01/07/2009 to 30/06/2010
Disclosure of general information about company [abstract]		
Disclosure of company information [abstract]		
Name of company	HEERA ISPAT LIMITED	
Corporate identity number	L27101GJ1992PLC018101	
Permanent account number of entity	AABCH6037Q	
Address of registered office of company	3/A VISHWAKARMA TOWER GANDHI CHOWK GODHRA Gujarat INDIA 389001	
Type of industry	Commercial and Industrial	
Disclosure of document information [abstract]		
Date of board meeting when final accounts were approved	21/07/2011	
Period covered by financial statements	12 Months	12 Months
Date of start of reporting period	01/07/2010	01/07/2009
Date of end of reporting period	30/06/2011	30/06/2010
Nature of report standalone consolidated	Standalone	
Content of report	Balance Sheet	
Description of presentation currency	INR	
Level of rounding used in financial statements	Actual	
Type of balance sheet	Sources and Application of Funds [Vertical Format]	
Type of cash flow statement	Indirect Method	
Disclosure of other general information [abstract]		
Date from which register of members remained closed	28/11/2011	
Date till which register of members remained closed	30/11/2011	

[630000] Disclosures - Directors report

Unless otherwise specified, all monetary values are in INR

	01/07/2010 to 30/06/2011
Disclosure in board of directors report [text block]	Textual information (1) [See below]
Date of Board of directors' meeting in which board's report referred to under section 217 was approved	21/07/2011

Textual information (1)

**Disclosure in board of directors report [text block]
HEERA ISPAT LIMITED.**

DIRECTORS' REPORT

To,
The Members,
HEERA ISPAT LIMITED

Dear Shareholders,

Your Directors have pleasure in presenting herewith the 19th Audited Annual report of your Company for the financial year ended on 30th JUNE, 2011.

FINANCIAL HIGHLIGHTS:

During the year under review the financial performance of the Company is as under:

(Amount in Rupees)

Particulars.	For the Year Ended on 30/06/2011	For the Year Ended on 30/06/2010
Gross Income	0.00	0.00
Total Expenses	(1557819)	(1494771)
Profit /(Loss) Before Depreciation & Tax	(1557819)	(1494771)
Profit Before Tax	(1557819)	(1494771)
Provision for Tax	0	0
Excess Income Tax Provision P.Y	0	0
Provision for FBT	0	0
Net Profit / (Loss) for the Year	(1557819)	(1494771)
Deferred Tax Assets (Previous year liabilities)	0.00	0.00
Net Loss for the Year.	(1557819)	(1494771)
Previous year Balance B/f.	(8758236)	(7263465)
Total Loss Transferred to Balance Sheet.	(10316055)	(8758236)

DIVIDEND

As your company has incurred a net loss during the year under review and due to Accumulated loss of the previous year does not permit your directors to declare any amount as dividend to be paid.

UNPAID/UNCLAIMED DIVIDEND

The Company does not have any outstanding unpaid/unclaimed dividend which is required to be transferred to the Investors Education and Protection funds as per the provision of Section 205C of the Companies Act, 1956. The Company does not have any outstanding liability on account of Interest and Principal on Deposits, Debentures or Share Application Money.

SHARE CAPITAL STRUCTURE

There was no change in total value of Authorized, Issued, Subscribed and Paid up Share Capital Structure of the Company.

BUY BACK OF EQUITY SHARES

The Company had not made any Buy Back of its paid up equity shares during the year in terms of section 77A, 77AA and 77B of the Companies Act 1956. Hence no specific disclosure is required to be made in this report.

YEAR UNDER REVIEW

During the year Company has not earned any income by way of turnover and other income. After all Administrative Expenditure and Depreciation of Rs 15,57,819 (Previous year Rs. 14,97,771/-) the company has suffered a gross operational loss of Rs. 15,57,819/- (Previous year gross loss of Rs. 14,97,771/-). After making necessary adjustments for Deffered Tax, Fringe Benefit tax, Your Company had suffered a Net loss for the year which is transferred to balance sheet is Rs.1,03,16,055 /- (Previous year loss of Rs. 87,58,236 /-).

SETTLEMENT/ LIQUIDATION OF FINANCIAL LIABILITIES

The company has no any settlement/liquidation of Financial Liabilities .It is not a sick company as per audited balance sheet for the current year.

FUTURE BUSINESS PLANS

Board of Director of your Company has planning to grow business in manufacturing and selling activities As the company has incurred loss your Director are thinking to start about new business. .

DEMATERIALISATION OF SECURITIES

Your Company's equity shares are already admitted in the System of Dematerialization by both the Depositories namely NSDL and CDSL. The Company has already signed tripartite Agreement through Registrar and Share Transfer Agent M/s. Sharepro Services (India) Pvt Ltd. The Investors are advised to take advantage of timely dematerialization of their securities. The ISIN allotted to your Company is INE 025D01013.

COMPLIANCE TO CODE OF CORPORATE GOVERNANCE

The Complete Report on Corporate Governance is given separately after this report.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Management's discussion and perceptions on existing business, future out look of the industry, future expansion and diversification plans of the Company and future course of action for the development of the Company are fully explained in a separate Para in Corporate Governance Report in Annexure-A forming part of this report and also report on Corporate Governance.

DEPOSITS

During the year under review your company has neither invited nor accepted any public deposit or deposits from the public as defined under Section 58A of the Companies Act-1956. The Deposits were accepted from the Directors are exempt as per the provisions of Section 58A of the Companies Act 1956.

DIRECTORS

During the year under review Smt Hasumati Rameshchandra Mistry and Mr Alpesh Kiritbhai Patel, shall retire by rotation at the ensuing Annual General Meeting as provisions of Law. They are eligible for reappointment as director and have offered themselves for directorship of the company. Your directors recommend to reappoint them as Directors. Mr. Ramanugrah Singh was Appointed by the Board of Directors of the company on 25th May, 2011 as an Additional Director and as per the provisions of Section 260 of the Companies Act, 1956, he holds Office as a Director up to the date of this Annual General Meeting. Except this there were no changes in the constitution of Board of Director of the company.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the provision contained in Section 217(2AA) of the Companies Act, 1956, the Directors of your Company confirm:

That in the preparation of the annual accounts, except the Accounting standard if any mentioned by Auditor in his Report as not Complied with , any applicable accounting standards which has been followed and no material departure has been made from the same;

That they have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affair of the company at the end of the financial year and of the profit or loss of the company for that period;

That they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company for preventing and detecting fraud and other irregularities;

That they have prepared the annual accounts on a going concern basis.

STATUTORY AUDITORS

M/s. DJNV & Co., present Statutory Auditors of the company have given their letter of consent and confirmation under section 224(1B) the Companies Act 1956 for reappointment as Statutory Auditors of the Company. Necessary Resolution making their appointment as the Statutory Auditors and fixing their remuneration is proposed to be passed at the Annual General Meeting.

INTERNAL AUDITORS

In order to make proper compliance with the provisions of Corporate Governance the company has established in house internal Audit Department which is functioning under the close supervision and direction of the Audit Committee and also taking expert guidance/ advise of the statutory Auditors M/s. DJNV & Co., Chartered Accountants from to time to time.

AUDITORS OBSERVATION

Auditors have observed that the Company has not complied with AS-22 for Accounting for Deferred Tax Provisions. As the Company's all fixed assets were not in use during the entire financial year and there was no commercial business activities, your directors have thought it fit and proper not to provide for Deferred Tax for the year. Apart from the same, there was no adverse remark by Auditor In the auditor Report of the company.

FORMATION OF AUDIT COMMITTEE

The present Board of Directors of the Company is not in compliance with the provisions of Section 292A and the Clause 49 of the Listing Agreement. Even though, however, in order to make part compliance to the Provisions of Section 292A of the Companies Act 1956 and clause 49 of the Listing Agreement on Corporate Governance, your directors have already formed an Audit Committee within the organization consisting of 2 directors, an advisor (Chartered Accountants) to internal audit Department and Practicing Company Secretary as advisors to the company. The area of operations and functional responsibilities assigned to the committee are as per the guidelines provided in Clause 49 of the Listing Agreement for implementation of code of corporate governance. The committee meets at least once in a quarter and gives its report of each meeting to the Board for its approval, record and information purpose.

EMPLOYEES

There are no employees of the company who were in receipt of the remuneration of Rs.60,00,000/- in the aggregate if employed for the year and in receipt of the monthly remuneration of Rs. 5,00,000/- in the aggregate if employed for a part of the year under review. Hence the information required under Section 217 (2A) of the Companies Act, 1956 and as amended being not applicable are not given in this report.

STATUTORY INFORMATION

The Information required to be disclosed in the report of the Board of Directors as per the provisions of Section 217 (1)(e) of the Companies Act-1956 and the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules 1988 regarding the conservation of energy, technology absorption, foreign exchange earnings and outgo, etc. are not being given as the Company was totally non operational during the year. In fact there were no commercial business activities, manufacturing activities, no sale or purchase of material etc. during the year. Hence, are not given herewith.

MATERIAL CHANGES

Except the information given in this report there are no material changes have taken place after completion of the financial year up to the date of this report which may have substantial effect on business and finances of the company.

APPRECIATION

Your Directors take this opportunity to acknowledge the trust reposed in your company by its Shareholders, Bankers and Clients. Your Directors also keenly appreciate the dedication & commitment of all our employees, without which the continuing progress of the company would not have been possible.

DATE : 21st July, 2011

PLACE: Godhara.

On Behalf of the Board of Directors
Of Heera Ispat Limited

(Rameshchandra T. Mistry)
Chairman And Director

(Dharmesh R. Mistry)
Managing Director

01/07/2010 to 30/06/2011
Details of directors signing board report

Unless otherwise specified, all monetary values are in INR

	1	2
Name of director signing board report [abstract]		
First name of director	DHARMESHKUMAR	RAMESHCHANDRA
Middle name of director	RAMESHCHANDRA	TRIBHOVANDAS
Last name of director	MISTRY	MISTRY
Designation of director	Director	Chairman & Director
Director identification number of director	02489175	02489283
Date of signing board report	21/07/2011	21/07/2011

[620000] Disclosures - Auditors report

Unless otherwise specified, all monetary values are in INR

	01/07/2010 to 30/06/2011
Disclosure in auditor's report [text block]	Textual information (2) [See below]
Whether auditors' report has been qualified or has any reservations or contains adverse remarks	No
Disclosure in auditors report relating to fixed assets	
Disclosure relating to quantitative details of fixed assets	The company has not shown us records showing full particulars including quantitative details and
Disclosure relating to physical verification and material discrepancies of fixed assets	Textual information (3) [See below]
Disclosure relating to fixed assets disposed off	As informed to us, no substantial parts of fixed assets have been disposed of during the year
Disclosure in auditors report relating to inventories	Textual information (4) [See below]
Disclosure in auditors report relating to loans	Textual information (5) [See below]
Disclosure about loans granted or taken by parties covered under section 301 of companies act	The company has taken loan from 2 parties covered in the register maintained under section 301 of
Disclosure regarding terms of payment of loans granted or taken	As per the information and explanation given to us unsecured loans granted by the company is
Disclosure in auditors report relating to internal control system	Textual information (6) [See below]
Disclosure in auditors report relating to contracts and arrangements under section 301 of companies act	Textual information (7) [See below]
Disclosure in auditors report relating to deposits accepted from public	The company has not accepted any deposit within the means of section 58A of the Companies Act, 1956 and the Companies (Acceptance of deposit Rules), 1975.
Disclosure in auditors report relating to companies internal audit system	There is no internal audit system in the Company
Disclosure in auditors report relating to maintenance of cost records	As informed to us, the company is not required maintain cost records u/s 209 (1) (d) of the Companies Act, 1956 as the company has not done any business activity during the year under review
Disclosure in auditors report relating to statutory dues	
Disclosure relating to regularity in payment of undisputed statutory dues	Textual information (8) [See below]
Disclosure relating to disputed statutory dues	As informed to us, there is no disputed amount towards statutory liabilities during the year.
Disclosure in auditors report relating to accumulated losses	The company has accumulated loss but it is less than 50% of the net-worth and the company has incurred
Disclosure in auditors report relating to default in repayment of financial dues	The company has not defaulted in repayment of dues to a financial institution or debenture holder as the
Disclosure in auditors report relating to loans and advances granted by way of pledge of shares debentures and other securities	The company has not granted loans & advances on the basis of security by way of pledge of shares,
Disclosure in auditors report relating to provisions under special statute	Provision of any special statute applicable to chit fund are not applicable to the Company
Disclosure in auditors report relating to adequacy of records maintained by share trading companies	The company is not dealing and trading in shares, securities, debentures and other investment
Disclosure in auditors report relating to guarantee given	As informed to us, the company has not given any guarantee for loan taken by others from bank or financial institution
Disclosure in auditors report relating to term loans used for purpose other than for purpose they were raised	The Company has not taken any term loan during the year under review
Disclosure in auditors report relating to nature and amount of fund raised for short-term has been used for long-term or vice versa	As inform to us, no short term funds raised have been use for long term investment
Disclosure in auditors report relating to preferential allotment of shares	The Company has not made any preferential allotment of shares to parties and companies toward in the register maintain u/s 301 of the act

Disclosure in auditors report relating to securities created against debentures issued	The Company has not issued any debentures.
Disclosure in auditors report relating to purpose and end use of money raised through public issues	The Company has not raised money by way of public issue during the year under review
Disclosure in auditors report relating to any material fraud reported during period	According to the information and explanations given to us, a fraud on or by the company has not been

Textual information (2)

Disclosure in auditor's report [text block]

AUDITORS' REPORT

To the members of
HEERA ISPAT LTD.

1. We have audited the attached Balance Sheet of **HEERA ISPAT LTD.** for the year ended 30th June, 2011 and the Profit & Loss Account & cash flow 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.
2. We conducted our audit in accordance with the auditing standards generally accepted in India . Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material 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 financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003 and the Companies (Auditor's Report) (Amendment) Order , 2004 issued by the Central Government in terms of Section 227 (4A) of the Companies Act, 1956 we enclose in the Annexure a statement on the matter specified in paragraphs 4 & 5 of the said order.
4. Further, we report that :
 - (a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - (b) In our opinion, proper books of account as required by the law have been kept by the company so far as appears from our examination of the books;
 - (c) The Balance Sheet, and Profit & Loss Account & cash flow dealt with by this report are in agreement with the Books of Account;
 - (d) In our opinion, the Balance Sheet and Profit and Loss Account & cash flow dealt with by this report comply with the Accounting Standards referred to in Sub Section (3C) of Section 211 of the Companies Act, 1956
 - (e) On the basis of written representations received from the Directors of the company as at 30th June, 2011 and taken on record by the board of directors, we report that no director is disqualified from being appointed as director of the company under clause (g) of sub- section (1) of section 274 of the Companies Act, 1956.
 - (f) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with Accounting Policies and other notes thereon, give the information required by the Companies Act, 1956, in the manner so required and give a true & fair view;

- (I) in case of the Balance Sheet , of the state of Affairs of the company as at 30th June, 2011
- (II) in case of the Profit & Loss Account, of the loss for the year ended on that date.
- (III) in case of cash flow statement, of the cash flows for the year ended on that date.

For DJNV & Co.
Chartered Accountants
ICAI Firm No.:115145 W

(Nainesh Khandhar)
Partner
Membership no.39925
Place: Ahmedabad
Date: 21.07.2011

ANNEXURE TO THE AUDITOR'S REPORT

-
(Referred to in paragraph 1 of the Auditor's Report to even date on the accounts of HEERA ISPAT LTD. For the year ended 30th June, 2011.

- (1) (a) The company has not shown us records showing full particulars including quantitative details and situation of fixed assets.
 - (b) As informed to us, all fixed assets were physically verified by the management during the year. However we are unable to find any discrepancies between the book records and physical inventory in absence of book records and physical verification taken by the management.
 - (c) As informed to us, no substantial parts of fixed assets have been disposed of during the year.
- (2) As informed to us, the company has not done any activity during the year under review, & there was no closing stock at the year end, hence verification of stock and other related matter are not applicable.
- (3) (a) The company has not granted any loans, secured or unsecured to parties covered in the register maintained under Section 301 of the companies Act, 1956. Accordingly, clauses III (a) to (d) of the Order are not applicable.
 - (b) The company has taken loan from 2 parties covered in the register maintained under section 301 of the Companies Act, 1956. The Maximum amount involved during the year was Rs.837815/- and the year end balance of loan taken from company is Rs. 537815/--
 - (c) As per the information and explanation given to us unsecured loans granted by the company is interest free and repayable on demand.

- (d) In respect of loan taken from the company, the loan is interest free and repayable on demand.
- (4) In our opinion and according to the information and explanation given to us, there are no adequate internal control procedures commensurate with the size of the company and the nature of its business with regard to purchase.
- (5) According to the information and explanation given to us there were no transaction of purchase & sale of goods & material made in pursuance of contract or arrangements entered in the register maintained under section 301 of the companies Act 1956, aggregating during the year to Rs.50000/- or more in respect of each party.
- (6) The company has not accepted any deposit within the means of section 58A of the Companies Act, 1956 and the Companies (Acceptance of deposit Rules), 1975.
- (7) There is no internal audit system in the Company.
- (8) As informed to us, the company is not required maintain cost records u/s 209 (1) (d) of the Companies Act, 1956 as the company has not done any business activity during the year under review.
- (9) (a) As informed to us, Provident fund and employee state insurance act are not applicable to the company for the year under report. According to the information and explanations given to us, there were no undisputed amounts payable in respect of Income Tax, Wealth Tax, Sales Tax, and Customs Duty which have remained outstanding as at 30th June, 2011 for a period of more than six months from the date they became payable. However the company has not given statutory records for our verification during audit time.
- (b) As informed to us, there is no disputed amount towards statutory liabilities during the year.
- (10) The company has accumulated loss but it is less than 50% of the net-worth and the company has incurred cash losses in such financial year and in the financial year immediately proceeding such financial year also.
- (11) The company has not defaulted in repayment of dues to a financial institution or debenture holder as the company has not taken such kind of loan.
- (12) The company has not granted loans & advances on the basis of security by way of pledge of shares, debentures and other securities.
- (13) Provision of any special statute applicable to chit fund are not applicable to the Company.
- (14) The company is not dealing and trading in shares, securities, debentures and other investment.
- (15) As informed to us, the company has not given any guarantee for loan taken by others from bank or financial institution.
- (16) The Company has not taken any term loan during the year under review.
- (17) As inform to us, no short term funds raised have been use for long term investment.
- (18) The Company has not made any preferential allotment of shares to parties and companies toward in the register maintain u/s 301 of the act.
- (19) The Company has not issued any debentures.
- (20) The Company has not raised money by way of public issue during the year under review.

(21) According to the information and explanations given to us, a fraud on or by the company has not been noticed or reported during the year.

FOR DJNV & CO.
CHARTERED ACCOUNTANTS
ICAI Firm No.:115145W

PLACE: Ahmedabad

DATE : 21/07/2011

(Nainesh Khandhar)
(PARTNER)
M.NO.39925

Textual information (3)

Disclosure relating to physical verification and material discrepancies of fixed assets

As informed to us, all fixed assets were physically verified by the management during the year. However we are unable to find any discrepancies between the book records and physical inventory in absence of book records and physical verification taken by the management

Textual information (4)

Disclosure in auditors report relating to inventories

As informed to us, the company has not done any activity during the year under review, & there was no closing stock at the year end, hence verification of stock and other related matter are not applicable

Textual information (5)

Disclosure in auditors report relating to loans

The company has not granted any loans, secured or unsecured to parties covered in the register maintained under Section 301 of the companies Act, 1956. Accordingly, clauses III (a) to (d) of the Order are not applicable

Textual information (6)

Disclosure in auditors report relating to internal control system

In our opinion and according to the information and explanation given to us, there are no adequate internal control procedures commensurate with the size of the company and the nature of its business with regard to purchase.

Textual information (7)

Disclosure in auditors report relating to contracts and arrangements under section 301 of companies act

According to the information and explanation given to us there were no transaction of purchase & sale of goods & material made in pursuance of contract or arrangements entered in the register maintained under section 301 of the companies Act 1956, aggregating during the year to Rs.50000/- or more in respect of each party

Textual information (8)

Disclosure relating to regularity in payment of undisputed statutory dues

As informed to us, Provident fund and employee state insurance act are not applicable to the company for the year under report. According to the information and explanations given to us, there were no undisputed amounts payable in respect of Income Tax, Wealth Tax, Sales Tax, and Customs Duty which have remained outstanding as at 30th June, 2011 for a period of more than six months from the date they became payable. However the company has not given statutory records for our verification during audit time

01/07/2010 to 30/06/2011

Details regarding auditors

Unless otherwise specified, all monetary values are in INR

	1
Name of audit firm	DJNV & CO.
Name of auditor signing report	KHANDHAR NAINESH MAHESHKUMAR
Membership number of auditor	039925
Address of auditors	58, White House, Panchvati, C.G.Road, Ahmedabad-380006
Permanent account number of auditor or auditor's firm	ABBPK9883H
SRN of form 23B	S05789243
Date of signing audit report by auditors	21/07/2011
Date of signing of balance sheet by auditors	21/07/2011

[100000] Sources and Application of Funds

Unless otherwise specified, all monetary values are in INR

	30/06/2011	30/06/2010
Sources application funds [abstract]		
Sources of funds [abstract]		
Shareholders' funds [abstract]		
Paid-up share capital	5,79,74,000	5,79,74,000
Reserves surplus	0	0
Shareholders' funds	5,79,74,000	5,79,74,000
Loan funds [abstract]		
Secured loans	9,61,150	3,00,000
Unsecured loans	0	0
Loan funds	9,61,150	3,00,000
Sources of funds	5,89,35,150	5,82,74,000
Application of funds [abstract]		
Fixed assets [abstract]		
Net block [abstract]		
Gross block	1,37,46,198	1,37,46,198
Accumulated depreciation, amortization and impairment [abstract]		
Accumulated depreciation amortisation	51,58,281	39,56,959
Accumulated depreciation amortisation impairment	51,58,281	39,56,959
Net block	85,87,917	97,89,239
Capital work-in progress, net	5,10,300	5,10,300
Fixed assets	90,98,217	1,02,99,539
Investments, net	0	0
Net current assets [abstract]		
Current assets loans advances [abstract]		
Current assets [abstract]		
Sundry debtors	0	0
Cash bank balance	5,63,873	5,64,749
Inventories	0	0
Current assets	5,63,873	5,64,749
Loans advances	3,93,05,680	3,92,89,135
Current assets loans advances	3,98,69,553	3,98,53,884
Current liabilities provisions [abstract]		
Current liabilities	3,48,675	6,37,659
Provisions	0	0
Current liabilities provisions	3,48,675	6,37,659
Net current assets	3,95,20,878	3,92,16,225
Miscellaneous expenditure not written off	0	0
Profit loss debit balance	1,03,16,055	87,58,236
Application of funds	5,89,35,150	5,82,74,000

[640000] Disclosures - Signatories of balance sheet**01/07/2010 to 30/06/2011
Details of directors signing balance sheet**

Unless otherwise specified, all monetary values are in INR

	1	2
Name of director signing balance sheet [abstract]		
First name of director	DHARMESHKUMAR	HASUMATIBEN
Middle name of director	RAMESHCHANDRA	RAMESHCHANDRA
Last name of director	MISTRY	MISTRY
Designation of director	Director	Director
Director identification number of director	02489175	02235790
Date of signing of balance sheet by director	21/07/2011	21/07/2011

[300000] Statement of Cash Flow, Indirect Method

Unless otherwise specified, all monetary values are in INR

	01/07/2010 to 30/06/2011	01/07/2009 to 30/06/2010
Cash flow statement [abstract]		
Net increase decrease cash and cash equivalents [abstract]		
Net cash flow from used in operating activities [abstract]		
Net profit loss before tax extraordinary items	-15,57,819	-14,94,771
Adjustments profit loss operations [abstract]		
Adjustment depreciation depletion amortisation [abstract]		
Adjustment depreciation	12,01,322	13,94,299
Adjustment depreciation depletion amortisation	12,01,322	13,94,299
Adjustments profit loss operations	12,01,322	13,94,299
Operating profit loss before changes working capital	-3,56,497	-1,00,472
Changes working capital [abstract]		
Changes current assets loans advances [abstract]		
Changes loans advances	-16,545	0
Changes current assets loans advances	-16,545	0
Changes current liabilities provisions [abstract]		
Changes trade other payables [abstract]		
Changes other payables	-2,88,984	-2,00,028
Changes trade other payables	-2,88,984	-2,00,028
Changes current liabilities provisions	-2,88,984	-2,00,028
Changes working capital	-3,05,529	-2,00,028
Cash from generated operations	-6,62,026	-3,00,500
Net cash flow from used in operating activities	-6,62,026	-3,00,500
Net cash flow from used in financing activities [abstract]		
Proceeds financial liabilities [abstract]		
Proceeds long-term borrowings	6,61,150	3,00,000
Proceeds financial liabilities	6,61,150	3,00,000
Net cash flow from used in financing activities	6,61,150	3,00,000
Net increase decrease cash and cash equivalents	-876	-500
Cash and Cash Equivalents, Ending Balance	5,63,873	5,64,749

[100100] Schedule - Share capital

Unless otherwise specified, all monetary values are in INR

	30/06/2011	30/06/2010
Share capital [abstract]		
Authorised share capital [abstract]		
Authorised equity share capital	6,00,00,000	6,00,00,000
Authorised share capital	6,00,00,000	6,00,00,000
Issued subscribed share capital [abstract]		
Issued share capital [abstract]		
Equity share capital issued	5,88,28,000	5,88,28,000
Issued share capital	5,88,28,000	5,88,28,000
Subscribed share capital [abstract]		
Equity share capital subscribed	5,88,28,000	5,88,28,000
Subscribed share capital	5,88,28,000	5,88,28,000
Paid-up share capital [abstract]		
Paid-up equity share capital	5,88,28,000	5,88,28,000
Calls arrears [abstract]		
Calls unpaid by others	8,54,000	8,54,000
Calls arrears	8,54,000	8,54,000
Paid-up share capital	5,79,74,000	5,79,74,000

01/07/2010 to 30/06/2011
Details of every class of share capital

Unless otherwise specified, all monetary values are in INR

	1
Type of share	Equity
Nature of share	Equity
Nominal value per authorised share	[INR/shares] 10
Number of authorised shares	[shares] 60,00,000
Value of authorised shares	6,00,00,000
Nominal value per issued share	[INR/shares] 10
Number of issued shares	[shares] 58,82,800
Value of issued shares	5,88,28,000
Nominal value per subscribed share	[INR/shares] 10
Number of subscribed shares	[shares] 58,82,800
Value of subscribed shares	5,88,28,000
Nominal value per paid-up share	[INR/shares] 10
Number of paid-up shares	[shares] 58,82,800
Value of paid-up shares	5,88,28,000

01/07/2009 to 30/06/2010
Details of every class of share capital

Unless otherwise specified, all monetary values are in INR

	1
Type of share	Equity
Nature of share	Equity
Nominal value per authorised share	[INR/shares] 10
Number of authorised shares	[shares] 60,00,000
Value of authorised shares	6,00,00,000
Nominal value per issued share	[INR/shares] 10
Number of issued shares	[shares] 58,82,800
Value of issued shares	5,88,28,000
Nominal value per subscribed share	[INR/shares] 10
Number of subscribed shares	[shares] 58,82,800
Value of subscribed shares	5,88,28,000
Nominal value per paid-up share	[INR/shares] 10
Number of paid-up shares	[shares] 58,82,800
Value of paid-up shares	5,88,28,000

[100200] Schedule - Reserves and Surplus

Unless otherwise specified, all monetary values are in INR

	30/06/2011	30/06/2010
Reserves surplus [abstract]		
Capital reserve [abstract]		
Capital Reserve, Ending Balance	0	0
Reserves surplus	0	0

[100210] Schedule - Reserves and Surplus [Summary]

Unless otherwise specified, all monetary values are in INR

	30/06/2011	30/06/2010
Reserves surplus [abstract]		
Reserves and Surplus, Ending Balance	0	0

[100300] Schedule - Secured debt

Unless otherwise specified, all monetary values are in INR

	30/06/2011	30/06/2010
Secured loans [abstract]		
Rupee term loans secured [abstract]		
Rupee term loans others secured	9,61,150	3,00,000
Rupee term loans secured	9,61,150	3,00,000
Secured loans	9,61,150	3,00,000

[100400] Schedule - Unsecured debt

Unless otherwise specified, all monetary values are in INR

	30/06/2011	30/06/2010
Unsecured loans [abstract]		
Public deposits unsecured	0	0
Unsecured loans	0	0

[100600] Schedule - Fixed assets

Unless otherwise specified, all monetary values are in INR

	01/07/2010 to 30/06/2011	01/07/2009 to 30/06/2010
Summary of assets [abstract]		
Net block [abstract]		
Gross block, at end of period	1,37,46,198	1,37,46,198
Accumulated depreciation, amortization and impairment [abstract]		
Depreciation amortisation during period	12,01,322	13,94,300
Accumulated depreciation amortisation, at end of period	51,58,281	39,56,959
Accumulated depreciation amortisation impairment, at end of period	51,58,281	39,56,959
Net block, at end of period	85,87,917	97,89,239
Capital work-in progress, net [abstract]		
Tangible assets work-in progress, net	5,10,300	5,10,300
Capital work-in progress, net	5,10,300	5,10,300
Classes of assets [abstract]		
Tangible assets, net [abstract]		
Land and land improvements, net [abstract]		
Land, net [abstract]		
Free hold land, net [abstract]		
Free hold land, gross, at end of period	5,12,462	5,12,462
Free hold land, net, at end of period	5,12,462	5,12,462
Land, net	5,12,462	5,12,462
Land and land improvements, net	5,12,462	5,12,462
Building and building improvements, net [abstract]		
Building, net [abstract]		
Office building, net [abstract]		
Office building, gross, at end of period	1,35,000	1,35,000
Depreciation office building during period	5,952	6,266
Accumulated depreciation office building, at end of period	21,903	15,951
Office building, net, at end of period	1,13,097	1,19,049
Factory building, net [abstract]		
Factory building, gross, at end of period	35,21,150	35,21,150
Depreciation factory building during period	2,72,079	3,02,310
Accumulated depreciation factory building, at end of period	10,72,443	8,00,364
Factory building, net, at end of period	24,48,707	27,20,786
Building, net	25,61,804	28,39,835
Building and building improvements, net	25,61,804	28,39,835
Plant machinery, net [abstract]		
Plant machinery, gross, at end of period	89,80,514	89,80,514
Depreciation plant machinery during period	8,60,241	9,99,235
Accumulated depreciation plant machinery, at end of period	36,56,418	27,96,177
Plant machinery, net, at end of period	53,24,096	61,84,337
Equipments, net [abstract]		
Office equipments, net [abstract]		
Office equipments, gross, at end of period	26,250	26,250
Depreciation office equipments during period	2,715	3,315
Accumulated depreciation office equipments, at end of period	13,966	11,251
Office equipments, net, at end of period	12,284	14,999
Computer equipments, net [abstract]		
Computer equipments, gross, at end of period	95,550	95,550
Depreciation computer equipments during period	8,778	14,630
Accumulated depreciation computer equipments, at end of period	82,383	73,605
Computer equipments, net, at end of period	13,167	21,945
Equipments, net	25,451	36,944

Furniture fixtures, net [abstract]		
Furniture fixtures, gross, at end of period	25,047	25,047
Depreciation furniture fixtures during period	2,654	3,241
Accumulated depreciation furniture fixtures, at end of period	13,037	10,383
Furniture fixtures, net, at end of period	12,010	14,664
Vehicles, net [abstract]		
Ships vessels, net [abstract]		
Ships vessels, gross, at end of period	4,13,010	4,13,010
Depreciation ships vessels during period	45,263	61,075
Accumulated depreciation ships vessels, at end of period	2,83,446	2,38,183
Ships vessels, net, at end of period	1,29,564	1,74,827
Vehicles, net	1,29,564	1,74,827
Other fixed assets, net [abstract]		
Other fixed assets, gross, at end of period	37,215	37,215
Depreciation other fixed assets during period	3,640	4,228
Accumulated depreciation other fixed assets, at end of period	14,685	11,045
Other fixed assets, net, at end of period	22,530	26,170
Intangible assets, net [abstract]		
Acquired goodwill, net [abstract]		
Acquired goodwill, gross, at end of period	0	0
Accumulated amortisation acquired goodwill, at end of period	0	0
Acquired goodwill, net, at end of period	0	0
Knowhow, net [abstract]		
Knowhow, gross, at end of period	0	0
Accumulated amortisation knowhow, at end of period	0	0
Knowhow, net, at end of period	0	0

[100610] Schedule - Fixed assets, net-gross classification

Unless otherwise specified, all monetary values are in INR

	01/07/2010 to 30/06/2011	01/07/2009 to 30/06/2010
Gross block [abstract]		
Tangible assets, gross [abstract]		
Land and land improvements, gross [abstract]		
Land, gross [abstract]		
Free hold land, gross	5,12,462	5,12,462
Land, gross	5,12,462	5,12,462
Land and land improvements, gross	5,12,462	5,12,462
Building and building improvements, gross [abstract]		
Building, gross [abstract]		
Office building, gross	1,35,000	1,35,000
Factory building, gross	35,21,150	35,21,150
Building, gross	36,56,150	36,56,150
Building and building improvements, gross	36,56,150	36,56,150
Plant machinery, gross	89,80,514	89,80,514
Equipments, gross [abstract]		
Office equipments, gross	26,250	26,250
Computer equipments, gross	95,550	95,550
Equipments, gross	1,21,800	1,21,800
Furniture fixtures, gross	25,047	25,047
Vehicles, gross [abstract]		
Ships vessels, gross	4,13,010	4,13,010
Vehicles, gross	4,13,010	4,13,010
Other fixed assets, gross	37,215	37,215
Tangible assets, gross	1,37,46,198	1,37,46,198
Intangible assets, gross [abstract]		
Acquired goodwill, gross	0	0
Knowhow, gross	0	0
Intangible assets, gross	0	0
Gross block	1,37,46,198	1,37,46,198
Accumulated depreciation, amortization and impairment [abstract]		
Accumulated depreciation amortisation [abstract]		
Accumulated depreciation on tangible assets [abstract]		
Accumulated depreciation building and building improvements [abstract]		
Accumulated depreciation building [abstract]		
Accumulated depreciation office building	21,903	15,951
Accumulated depreciation factory building	10,72,443	8,00,364
Accumulated depreciation building	10,94,346	8,16,315
Accumulated depreciation Building and building improvements	10,94,346	8,16,315
Accumulated depreciation plant machinery	36,56,418	27,96,177
Accumulated depreciation equipments [abstract]		
Accumulated depreciation office equipments	13,966	11,251
Accumulated depreciation computer equipments	82,383	73,605
Accumulated depreciation equipments	96,349	84,856
Accumulated depreciation furniture fixtures	13,037	10,383
Accumulated depreciation vehicles [abstract]		
Accumulated depreciation ships vessels	2,83,446	2,38,183
Accumulated depreciation vehicles	2,83,446	2,38,183
Accumulated depreciation other fixed assets	14,685	11,045
Accumulated depreciation tangible assets	51,58,281	39,56,959
Accumulated amortisation on intangible [abstract]		
Accumulated amortisation acquired goodwill	0	0

Accumulated amortisation knowhow	0	0
Accumulated amortisation intangible assets	0	0
Accumulated depreciation amortisation	51,58,281	39,56,959
Accumulated depreciation amortisation impairment	51,58,281	39,56,959
Net block [abstract]		
Tangible assets, net [abstract]		
Land and land improvements, net [abstract]		
Land, net [abstract]		
Free hold land, net	5,12,462	5,12,462
Land, net	5,12,462	5,12,462
Land and land improvements, net	5,12,462	5,12,462
Building and building improvements, net [abstract]		
Building, net [abstract]		
Office building, net	1,13,097	1,19,049
Factory building, net	24,48,707	27,20,786
Building, net	25,61,804	28,39,835
Building and building improvements, net	25,61,804	28,39,835
Plant machinery, net	53,24,096	61,84,337
Equipments, net [abstract]		
Office equipments, net	12,284	14,999
Computer equipments, net	13,167	21,945
Equipments, net	25,451	36,944
Furniture fixtures, net	12,010	14,664
Vehicles, net [abstract]		
Ships vessels, net	1,29,564	1,74,827
Vehicles, net	1,29,564	1,74,827
Other fixed assets, net	22,530	26,170
Tangible assets, net	85,87,917	97,89,239
Intangible assets, net [abstract]		
Acquired goodwill, net	0	0
Knowhow, net	0	0
Intangible assets, net	0	0
Net block	85,87,917	97,89,239
Depreciation amortisation during period [abstract]		
Depreciation tangible assets during period [abstract]		
Depreciation building and building improvements during period [abstract]		
Depreciation building during period [abstract]		
Depreciation office building during period	5,952	6,266
Depreciation factory building during period	2,72,079	3,02,310
Depreciation building during period	2,78,031	3,08,576
Depreciation Building and building improvements during period	2,78,031	3,08,576
Depreciation plant machinery during period	8,60,241	9,99,235
Depreciation equipments during period [abstract]		
Depreciation office equipments during period	2,715	3,315
Depreciation computer equipments during period	8,778	14,630
Depreciation equipments during period	11,493	17,945
Depreciation furniture fixtures during period	2,654	3,241
Depreciation vehicles during period [abstract]		
Depreciation ships vessels during period	45,263	61,075
Depreciation vehicles during period	45,263	61,075
Depreciation other fixed assets during period	3,640	4,228
Depreciation tangible assets during period	12,01,322	13,94,300
Depreciation amortisation during period	12,01,322	13,94,300

[100700] Schedule - Investments

Unless otherwise specified, all monetary values are in INR

	30/06/2011	30/06/2010
Investments, net [abstract]		
Investment property	0	0
Investments, net	0	0

[100800] Schedule - Sundry debtors

Unless otherwise specified, all monetary values are in INR

	30/06/2011	30/06/2010
Sundry debtors [abstract]		
Sundry debtors, gross [abstract]		
Debtors exceeding six months [abstract]		
Debtors exceeding six months secured	0	0
Debtors exceeding six months	0	0
Debtors within six months [abstract]		
Debtors within six months	0	0
Sundry debtors, gross	0	0
Provision doubtful debts	0	0
Sundry debtors	0	0

[100900] Schedule - Cash and bank balances

Unless otherwise specified, all monetary values are in INR

	30/06/2011	30/06/2010
Cash bank balance [abstract]		
Cash balance hand [abstract]		
Cash hand	5,33,249	5,64,749
Cash balance hand	5,33,249	5,64,749
Bank balances [abstract]		
Balance scheduled banks [abstract]		
Balance scheduled banks current account	30,624	0
Balance scheduled banks	30,624	0
Bank balances	30,624	0
Cash bank balance	5,63,873	5,64,749

[101000] Schedule - Inventories

Unless otherwise specified, all monetary values are in INR

	30/06/2011	30/06/2010
Inventories [abstract]		
Inventories raw materials	0	0
Inventories	0	0

[101200] Schedule - Loans and advances

Unless otherwise specified, all monetary values are in INR

	30/06/2011	30/06/2010
Loans advances [abstract]		
Secured loans advances [abstract]		
Secured loans advances given directors	0	0
Secured loans advances	0	0
Unsecured loans advances [abstract]		
Unsecured loans advances value be received	2,16,545	2,00,000
Unsecured loans advances	2,16,545	2,00,000
Other loans advances	3,90,89,135	3,90,89,135
Loans advances	3,93,05,680	3,92,89,135

[101300] Schedule - Current liabilities

Unless otherwise specified, all monetary values are in INR

	30/06/2011	30/06/2010
Current liabilities [abstract]		
Sundry creditors [abstract]		
Creditors due small micro enterprises	0	0
Creditors due others	3,48,675	6,37,659
Sundry creditors	3,48,675	6,37,659
Deposit liabilities [abstract]		
Public deposit payable current	0	0
Deposit liabilities	0	0
Current liabilities	3,48,675	6,37,659

[101400] Schedule - Provisions

Unless otherwise specified, all monetary values are in INR

	30/06/2011	30/06/2010
Provisions [abstract]		
Provisions dividend and dividend tax [abstract]		
Provisions dividend [abstract]		
Provision dividend equity shares	0	0
Provisions dividend	0	0
Provisions dividend and dividend tax	0	0
Provisions	0	0

[101500] Schedule - Miscellaneous Expenditure Not Written Off

Unless otherwise specified, all monetary values are in INR

	30/06/2011	30/06/2010
Miscellaneous expenditure not written off [abstract]		
Preliminary expenditure not written off	0	0
Miscellaneous expenditure not written off	0	0

[101600] Additional Details - Balance Sheet

Unless otherwise specified, all monetary values are in INR

	01/07/2010 to 30/06/2011	01/07/2009 to 30/06/2010
Additional information relating to balance sheet items		
Additional information regarding share capital [abstract]		
Details of share capital held by foreign companies		
Percentage of share capital held by foreign company	0.00%	0.00%
Value of share capital held by foreign company	0	0
Breakup of equity capital [abstract]		
Percentage of equity shares held up by foreign holdings	0.08%	0.08%
Percentage of equity shares held up by other body corporates	31.34%	31.34%
Percentage of equity shares held up by directors and related parties	18.03%	18.03%
Percentage of equity shares held up by major shareholders	50.55%	50.55%
Details of deposits [abstract]		
Deposits accepted or renewed during period	0	0
Deposits matured and claimed but not paid during period	0	0
Deposits matured and claimed but not paid	0	0
Interest on deposits accrued and due but not paid	0	0
Unpaid dividend	0	0

[400100] Notes - Accounting policies and basis of presentation

Unless otherwise specified, all monetary values are in INR

	01/07/2010 to 30/06/2011
Disclosure of accounting policies and basis of presentation [text block]	
Disclosure of basis of presentation [text block]	Textual information (9) [See below]
Disclosure of significant accounting policies [text block]	Textual information (10) [See below]

Textual information (9)**Disclosure of basis of presentation [text block]**

The accounts are prepared on an accrual basis and under the historical cost conventions, and are in line with the relevant laws as well as the guidelines prescribed by the Department of Company affairs and the Institute of Chartered Accountants of India.

Textual information (10)

Disclosure of significant accounting policies [text block]

HEERA ISPAT LTD 2010-11

SCHEDULE - G

NOTES FORMING PART OF ACCOUNTS :

SIGNIFICANT ACCOUNTING POLICIES

1)SIGNIFICANT ACCOUNTING POLICIES

The accounts are prepared on an accrual basis and under the historical cost conventions, and are in line with the relevant laws as well as the guidelines prescribed by the Department of Company affairs and the Institute of Chartered Accountants of India.

2) FIXED ASSETS:

Tangible Fixed assets are stated at original cost of acquisition including taxes, duties, freight and the incidental expenses related to acquisition of the concerned asset. Fixed assets are stated at cost of acquisition / Construction or cost.

3) DEPRECIATION:

Depreciation on fixed assets has been provided by using written down method at the rates specified in schedule – XIV to the Companies Act, 1956.

4) CONTINGENT LIABILITIES:

Contingent Liabilities are disclosed after careful evaluation of facts & legal aspects of the matter involved.

5) TAXES ON INCOMES :

Current tax is measured at the amount expected to be paid to the taxation authorities, using the applicable tax rates and tax laws. As the company has suffered loss during the year under review, no provision has been made in respect of current tax.

Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been announced up to the Balance Sheet date. Deferred tax assets and liabilities are recognised for the future tax consequences attributable to timing differences between the taxable income and accounting income. The effect of tax rate change is considered in the Profit & Loss Account of the respective year of change. During the year under review, the company has not carried out any business activity & no deferred tax /asset/liability was recognized on account of timing difference,hence,no provision was made in respect thereof.

7) EARNING PER SHARE:

The company reports basic and diluted earnings per share in accordance accounting standard (AS) 20”

Earning per share” issued by the institute chartered accountants of India. Basic Earning per share and Diluted ear per share is computed by dividing the net profit or loss for the year by weighted average number of Equity shares outstanding during years as adjust for the effect of all dilutive potential equity share except, where results are until-dilutive.

NOTES FORMING PARTS OF ACCOUNTS:

- As informed to us by the company, contingent liabilities not provided for Nil.(P.Y. Rs.Nil)
- Estimated amount of contracts remaining to be executed on capital account is Rs.NIL (P.Y. Rs. NIL).
- The break up of Auditors Remuneration is as under :

	For the year ended on 30-06-2011	For the year ended on 30-06-2010
Audit Fees (including Service Tax)	10500	10500
Legal Fees	4675	NIL
Total	15175	10500

- Balance of Sundry Debtors, Creditors, Loans & Advances and Current liabilities, and classification under the above heads, in absence of any documentary support, given and accepted as agreed by management, are subject to confirmation.
- The company has entered into an agreement for sale of 7538 square meters of land, on 11th July, 1994 with (1) Chandulal Tribhovandas Mistry and his 4 family members (2) Upendra Chandulal Mistry and his 4 family members, (3) Smt. Kamlaben C Mistry, (4) Smt. Gitaben N Mistry, (5) Smt. Hasumati R Mistry, (6) Bharatkumar G. Mistry, (7) Smt.Ramuben T Mistry, with the condition that possession of land which the company can develop and do the construction activity for it's factory. Hence land development has been shown in Fixed asset schedule even though land is not shown, as Fixed asset due to final sale deed of purchase of land is not made. As informed by the Management final sale deed for lands is yet not executed and extends the period for final sale deed.
- Earning Per Share

The earnings considered in ascertaining the Company's EPS comprises the net profit/(loss) after tax (and includes the post tax effect of any extra ordinary items) attributable to equity shareholder. The number of shares used in computing Basic EPS is the weighted average number of shares outstanding during the year .

Computation of EPS as per AS - 20

Particulars	Current Year	Previous Year
Net Profit After Tax	-1557819	-1494771
No. of Shares	5797400	5797400
Earning Per Share	-0.27	-0.26

7. According to the records available with the company, there were no dues to Micro and Small enterprises under the Micro, Small and Medium Enterprises Development Act 2006. Hence disclosures, if any, relating to amounts unpaid as at the period end together with the interest paid/payable as required under the said Act have not been given
- 8.. In the opinion of the management, the current assets, loans and advances are approximately of the value stated if realized in the ordinary course of the business which includes advances given for advances given to the parties and recovery is also not received as per mutual understanding.

9.Related Party transaction :

Name of the Party	Nature of Relationship	Description of Transaction	Amount Transaction
Alpesh Patel	Director	Loan Taken	40000/-

10. For the Current Year on review, as required by the Accounting Standard 28, Impairment of Fixed Assets, the management is of the opinion that no impairment or reversal of loss is required.
11. Previous year figures have been reclassified / regrouped whenever considered necessary to confirm to the current year figures.
12. The statement of Significant Accounting Policies and the Notes numbered 2 to 11 above form an integral part of the accounts for the year ended 30th June, 2011

As per our Report of even date
For DJNV & Co.
 Chartered Accountants
 ICAI Firm No.:115145W

FOR Heera Ispat Ltd.

(Nainesh Khandhar)
 Partner
 Place : Ahmedabad
 Date : 21.07.2011

DIRECTOR DIRECTOR
 Place : Godhara
 Date : 21.07.2011

[401000] Notes - Related Parties

Unless otherwise specified, all monetary values are in INR

	01/07/2010 to 30/06/2011
Disclosure of related parties [text block]	
Disclosure of related parties [abstract]	
Whether company is subsidiary company	No

**01/07/2010 to 30/06/2011
Details of related party transactions**

Unless otherwise specified, all monetary values are in INR

	1
Name of related party	ALPESH KIRITBHAI PATEL
Country of incorporation or residence of related party	INDIA
Permanent account number of related party	ACTPP8297K
Description of nature of related party relationship	Key Management Personnel
Details of amount and nature of related party transactions	Table [1] [See Below]
Outstanding balances for related party transaction	40,000
Provisions for doubtful debts related to outstanding balances of related party transaction	0
Expense recognised during period for bad and doubtful debts for related party transaction	0

Table [1]

Details of amount and nature of related party transactions

Unless otherwise specified, all monetary values are in INR

	1
Description of related party transaction	Loan taken
Amount of related party transaction	40,000

**01/07/2009 to 30/06/2010
Details of related party transactions**

Unless otherwise specified, all monetary values are in INR

	1	2
Name of related party	HASUMATIBEN RAMESHCHANDRA MISTRY	RAMESHCHANDRA TRIBHOVANDAS MISTRY
Country of incorporation or residence of related party	INDIA	INDIA
Permanent account number of related party	ADEPM5147R	ACOP5618B
Description of nature of related party relationship	Key Management Personnel	Key Management Personnel
Details of amount and nature of related party transactions	Table [1] [See Below]	
Outstanding balances for related party transaction	2,95,000	2,95,000
Provisions for doubtful debts related to outstanding balances of related party transaction	0	0
Expense recognised during period for bad and doubtful debts for related party transaction	0	0

Table [1]

Details of amount and nature of related party transactions

Unless otherwise specified, all monetary values are in INR

	1
Description of related party transaction	
Amount of related party transaction	0

[401300] Notes - Subsidiary Information

Unless otherwise specified, all monetary values are in INR

	01/07/2010 to 30/06/2011
Disclosure of subsidiary information [text block]	
Whether company has subsidiary companies	No

HEERA ISPAT LIMITED
Standalone Profit and Loss Statement for period 01/07/2010 to 30/06/2011

[610000] General information about financial statements

Unless otherwise specified, all monetary values are in INR

	01/07/2010 to 30/06/2011	01/07/2009 to 30/06/2010
Disclosure of general information about company [abstract]		
Disclosure of company information [abstract]		
Name of company	HEERA ISPAT LIMITED	
Corporate identity number	L27101GJ1992PLC018101	
Permanent account number of entity	AABCH6037Q	
Address of registered office of company	3/A VISHWAKARMA TOWER GANDHI CHOWK GODHRA Gujarat INDIA 389001	
Type of industry	Commercial and Industrial	
Disclosure of document information [abstract]		
Date of board meeting when final accounts were approved	21/07/2011	
Period covered by financial statements	12 Months	12 Months
Date of start of reporting period	01/07/2010	01/07/2009
Date of end of reporting period	30/06/2011	30/06/2010
Nature of report standalone consolidated	Standalone	
Content of report	Profit and Loss Statement	
Description of presentation currency	INR	
Level of rounding used in financial statements	Actual	
Type of profit and loss statement	Main	

[200000] Income Statement [Main]

Unless otherwise specified, all monetary values are in INR

	01/07/2010 to 30/06/2011	01/07/2009 to 30/06/2010
Income statement - main [abstract]		
Total income [abstract]		
Operating revenue, net	0	0
Other income	0	0
Total income	0	0
Total expenditure [abstract]		
Consumption materials changes inventories	0	0
Manufacturing other operating expenses [abstract]		
Manufacturing service costs	0	0
Employee related expenses	0	0
Administrative selling other expenses	3,56,497	1,00,472
Manufacturing other operating expenses	3,56,497	1,00,472
Depreciation amortisation impairment	12,01,322	13,94,299
Interest financial charges	0	0
Total expenditure	15,57,819	14,94,771
Net profit loss continuing operations	-15,57,819	-14,94,771
Net profit (loss) before tax, prior period and extraordinary items	-15,57,819	-14,94,771
Net profit loss before tax	-15,57,819	-14,94,771
Provision taxation	0	0
Net profit loss before minority interest share joint venture	-15,57,819	-14,94,771
Net profit loss	-15,57,819	-14,94,771
Profit (Loss) Carried to Balance Sheet	-1,03,16,055	-87,58,236

[200100] Schedule - Income

Unless otherwise specified, all monetary values are in INR

	01/07/2010 to 30/06/2011	01/07/2009 to 30/06/2010
Operating revenue, net [abstract]		
Operating revenue, gross [abstract]		
Operating revenue, gross	0	0
Operating revenue, net	0	0
Other income [abstract]		
Other income	0	0

[200200] Schedule - Expenditure

Unless otherwise specified, all monetary values are in INR

	01/07/2010 to 30/06/2011	01/07/2009 to 30/06/2010
Consumption materials changes inventories [abstract]		
Consumption raw other materials [abstract]		
Consumption raw materials [abstract]		
Consumption raw materials	0	0
Consumption stores spares [abstract]		
Consumption stores spares	0	0
Cost traded goods [abstract]		
Cost traded goods	0	0
Increase decrease inventories [abstract]		
Increase decrease finished goods [abstract]		
Increase decrease finished goods	0	0
Increase decrease work-in progress [abstract]		
Increase decrease work-in progress	0	0
Consumption materials changes inventories	0	0
Manufacturing service costs [abstract]		
Cost power fuel	0	0
Cost repairs maintenance [abstract]		
Cost repairs maintenance	0	0
Cost insurance	0	0
Manufacturing service costs	0	0
Employee related expenses [abstract]		
Employees remuneration benefits [abstract]		
Salary wages bonus	0	0
Employees remuneration benefits	0	0
Employee related expenses	0	0
Administrative selling other expenses [abstract]		
Administrative general expenses [abstract]		
Legal professional charges	46,744	46,972
Rent rates and taxes [abstract]		
Rent rates taxes	0	0
Auditors remuneration	15,175	10,500
Directors sitting fees	0	0
Managerial remuneration [abstract]		
Managerial remuneration	0	0
Registration filing fees	17,000	500
Custodial fees	2,09,440	42,500
Bank charges	168	0
Other administrative general expenses	67,970	0
Administrative general expenses	3,56,497	1,00,472
Selling distribution expenses [abstract]		
Selling distribution expenses	0	0
Write-off assets liabilities [abstract]		
Bad debts advances written off	0	0
Administrative selling other expenses	3,56,497	1,00,472
Depreciation amortisation impairment [abstract]		
Depreciation amortisation expenses [abstract]		
Depreciation tangible assets	12,01,322	13,94,299
Depreciation amortisation expenses	12,01,322	13,94,299
Depreciation amortisation impairment	12,01,322	13,94,299
Interest financial charges [abstract]		
Interest financial charges	0	0

Provision taxation [abstract]		
Provision current tax	0	0
Provision deferred tax	0	0
Provision taxation	0	0

[200300] Additional Details - Income Statement

Unless otherwise specified, all monetary values are in INR

	01/07/2010 to 30/06/2011	01/07/2009 to 30/06/2010
Additional information regarding income and expenses [abstract]		
Operating revenue, net [abstract]		
Operating revenue, gross [abstract]		
Operating revenue, gross	0	0
Operating revenue, net	0	0

[400100] Notes - Accounting policies and basis of presentation

Unless otherwise specified, all monetary values are in INR

	01/07/2010 to 30/06/2011
Disclosure of accounting policies and basis of presentation [text block]	
Disclosure of basis of presentation [text block]	Textual information (1) [See below]
Disclosure of significant accounting policies [text block]	Textual information (2) [See below]

Textual information (1)

Disclosure of basis of presentation [text block]

The accounts are prepared on an accrual basis and under the historical cost conventions, and are in line with the relevant laws as well as the guidelines prescribed by the Department of Company affairs and the Institute of Chartered Accountants of India.

Textual information (2)

Disclosure of significant accounting policies [text block]

HEERA ISPAT LTD 2010-11

SCHEDULE - G

NOTES FORMING PART OF ACCOUNTS :

SIGNIFICANT ACCOUNTING POLICIES

1)SIGNIFICANT ACCOUNTING POLICIES

The accounts are prepared on an accrual basis and under the historical cost conventions, and are in line with the relevant laws as well as the guidelines prescribed by the Department of Company affairs and the Institute of Chartered Accountants of India.

2) FIXED ASSETS:

Tangible Fixed assets are stated at original cost of acquisition including taxes, duties, freight and the incidental expenses related to acquisition of the concerned asset. Fixed assets are stated at cost of acquisition / Construction or cost.

3) DEPRECIATION:

Depreciation on fixed assets has been provided by using written down method at the rates specified in schedule – XIV to the Companies Act, 1956.

4) CONTINGENT LIABILITIES:

Contingent Liabilities are disclosed after careful evaluation of facts & legal aspects of the matter involved.

5) TAXES ON INCOMES :

Current tax is measured at the amount expected to be paid to the taxation authorities, using the applicable tax rates and tax laws. As the company has suffered loss during the year under review, no provision has been made in respect of current tax.

Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been announced up to the Balance Sheet date. Deferred tax assets and liabilities are recognised for the future tax consequences attributable to timing differences between the taxable income and accounting income. The effect of tax rate change is considered in the Profit & Loss Account of the respective year of change. During the year under review, the company has not carried out any business activity & no deferred tax /asset/liability was recognized on account of timing difference,hence,no provision was made in respect thereof.

7) EARNING PER SHARE:

The company reports basic and diluted earnings per share in accordance accounting standard (AS) 20”

Earning per share” issued by the institute chartered accountants of India. Basic Earning per share and Diluted ear per share is computed by dividing the net profit or loss for the year by weighted average number of Equity shares outstanding during years as adjust for the effect of all dilutive potential equity share except, where results are until-dilutive.

NOTES FORMING PARTS OF ACCOUNTS:

- As informed to us by the company, contingent liabilities not provided for Nil.(P.Y. Rs.Nil)
- Estimated amount of contracts remaining to be executed on capital account is Rs.NIL (P.Y. Rs. NIL).
- The break up of Auditors Remuneration is as under :

	For the year ended on 30-06-2011	For the year ended on 30-06-2010
Audit Fees (including Service Tax)	10500	10500
Legal Fees	4675	NIL
Total	15175	10500

- Balance of Sundry Debtors, Creditors, Loans & Advances and Current liabilities, and classification under the above heads, in absence of any documentary support, given and accepted as agreed by management, are subject to confirmation.
- The company has entered into an agreement for sale of 7538 square meters of land, on 11th July, 1994 with (1) Chandulal Tribhovandas Mistry and his 4 family members (2) Upendra Chandulal Mistry and his 4 family members, (3) Smt. Kamlaben C Mistry, (4) Smt. Gitaben N Mistry, (5) Smt. Hasumati R Mistry, (6) Bharatkumar G. Mistry, (7) Smt.Ramuben T Mistry, with the condition that possession of land which the company can develop and do the construction activity for it's factory. Hence land development has been shown in Fixed asset schedule even though land is not shown, as Fixed asset due to final sale deed of purchase of land is not made. As informed by the Management final sale deed for lands is yet not executed and extends the period for final sale deed.
- Earning Per Share

The earnings considered in ascertaining the Company's EPS comprises the net profit/(loss) after tax (and includes the post tax effect of any extra ordinary items) attributable to equity shareholder. The number of shares used in computing Basic EPS is the weighted average number of shares outstanding during the year .

Computation of EPS as per AS - 20

Particulars	Current Year	Previous Year
Net Profit After Tax	-1557819	-1494771
No. of Shares	5797400	5797400
Earning Per Share	-0.27	-0.26

7. According to the records available with the company, there were no dues to Micro and Small enterprises under the Micro, Small and Medium Enterprises Development Act 2006. Hence disclosures, if any, relating to amounts unpaid as at the period end together with the interest paid/payable as required under the said Act have not been given
- 8.. In the opinion of the management, the current assets, loans and advances are approximately of the value stated if realized in the ordinary course of the business which includes advances given for advances given to the parties and recovery is also not received as per mutual understanding.

9.Related Party transaction :

Name of the Party	Nature of Relationship	Description of Transaction	Amount Transaction
Alpesh Patel	Director	Loan Taken	40000/-

10. For the Current Year on review, as required by the Accounting Standard 28, Impairment of Fixed Assets, the management is of the opinion that no impairment or reversal of loss is required.
11. Previous year figures have been reclassified / regrouped whenever considered necessary to confirm to the current year figures.
12. The statement of Significant Accounting Policies and the Notes numbered 2 to 11 above form an integral part of the accounts for the year ended 30th June, 2011

As per our Report of even date
For DJNV & Co.
 Chartered Accountants
 ICAI Firm No.:115145W

FOR Heera Ispat Ltd.

(Nainesh Khandhar)
 Partner
 Place : Ahmedabad
 Date : 21.07.2011

DIRECTOR DIRECTOR
 Place : Godhara
 Date : 21.07.2011

[402300] Notes - Directors Remuneration and Other Information**01/07/2010 to 30/06/2011****Details of directors**

Unless otherwise specified, all monetary values are in INR

	1	2	3
Name of director	DHARMESHKUMAR RAMESHCHANDRA MISTRY	RAMESHCHANDRA TRIBHOVANDAS MISTRY	HASUMATIBEN RAMESHCHANDRA MISTRY
Director identification number of director	02489175	02489283	02235790
Date of birth of director	10/11/1973	02/02/1948	14/05/1956
Designation of director	Director	Chairman & Director	Director
Qualification of director	Graduate	Graduate	Qualified
Shares held by director	[shares] 1,15,700	[shares] 1,49,500	[shares] 7,95,700
Director remuneration [abstract]			
Total salary to director	0	0	0

Details of directors

Unless otherwise specified, all monetary values are in INR

	4	5	6
Name of director	RADHESHYAM LODH	RAMPAL ALPESH PATEL	KIRITBHAI RAMANUGRAH SINGH
Director identification number of director	02694786	00389094	00369580
Date of birth of director	12/08/1968	23/08/1970	02/01/1946
Designation of director	Director	Director	Director
Qualification of director	Qualified	Qualified	Qualified
Shares held by director	[shares] 0	[shares] 0	[shares] 0
Director remuneration [abstract]			
Total salary to director	0	0	0

[402400] Notes - Auditors Remuneration

Unless otherwise specified, all monetary values are in INR

	01/07/2010 to 30/06/2011	01/07/2009 to 30/06/2010
Auditors remuneration [abstract]		
Audit fees	10,500	10,500
Consultancy fees auditors [abstract]		
Legal consultancy fees	4,675	0
Management consultancy fees	0	0
Consultancy fees auditors	4,675	0
Auditors remuneration	15,175	10,500

HEERA ISPAT LIMITED

REPORT ON CORPORATE GOVERNANCE

MANAGEMENT PERCEPTION ON CORPORATE GOVERNANCE

The company believes that good Corporate Governance practices enable the Board to direct and control the affairs of the company in an efficient manner. As such, the company steps to put in place the system of Corporate Governance as per the guidelines provided in Clause 49 of the Listing Agreement. Further with the formation of the various committees within the organizations, the company also complies with various provisions of the Companies Act, 1956 as well as SEBI and Stock Exchange requirements. As per the norms prescribed under Listing Agreement being applicable to the company and in compliance to Section 292A of the Companies Act, 1956, the company had partly complied with the code of corporate governance on 30st June 2011.

BOARD COMPOSITION

Name of the Director	Designation	Type	Executive / Non Executive
Mr. Rameshchandra Tribhovandas Mistry.	Chairman And Director	Promoter & Non – Exec Dir.	Non –Executive
Mr. Dharmesh. R. Mistry.	Managing Director	Promoter & Exec Dir.	Executive
Mrs. Hasumatiben. R. Mistry.	Director	Promoter & Non-Exec Dir.	Non- Executive
Mr. Alpesh Kiritbhai Patel	Director	Non Promoter & Non – Exec Dir.	Non- Executive
Mr. Radheshyam Rampal Lodha	Director	Non Promoter & Non- Exec Dir.	Non- Executive
Mr. Ramanugrah Singh	Director	Non Promoter & Non- Exec Dir.	Non- Executive

COMPOSITION OF COMMITTEES

A. AUDIT COMMITTEE

	Name	Type
1	Shri Rameshchandra T Mistry	Chairman
2	Shri Dharmesh R. Mistry	Member
3	Shri Alpesh Kiritbhai Patel	Member
3	Shri Nainesh Khandhar*	C.A. & Advisor.
4	Shri Kamlesh M. Shah*	Company Secretary to act as secretary to committee

INVESTOR GRIEVANCE COMMITTEE

	Name	Type
1	Shri Dharmesh R. Mistry	Chairman
2	Shri Rameshchandra T Mistry	Member
3	Shri Radheshyam Rampal Lodha	Member
3	Shri Kamlesh M. Shah*	Company Secretary to act as Secretary

*(In the Advisory capacity only)

HEERA ISPAT LIMITED

NO. OF BOARD AND COMMITTEE MEETINGS HELD DURING THE YEAR:

Name of the Committee	No. of Meetings held
Board	6
Audit Committee of Board	4
Investor Grievance Committee	12

ATTENDANCE OF THE DIRECTORS IN VARIOUS MEETINGS:

	Name of the Director	Board Meeting	ACB Meeting	IGCB Meeting
1	Mr. Rameshchandra Tribhovandas Mistry.	6	4	12
2	Mr. Dharmesh. R. Mistry.	6	4	12
3	Mrs. Hasumatiben. R. Mistry.	6	-	-
4	Mr. Alpesh Kiritbhai Patel	6	4	-
5	Mr. Radheshyam Rampal Lodha	6	-	12
6	Mr. Ramanugrah Singh	1	-	-

DIRECTORS PRESENT AT THE LAST ANNUAL GENERAL MEETING DATED 30TH SEPTEMBER 2010

1	Mr. Rameshchandra T. Mistry	Chairman & Director.
2	Mr. Dharmesh. R. Mistry	Director
3	Mrs. Hasumati. R. Mistry	Director
4	Mr. Alpeshbhai Kiritbhai Patel	Director
5	Mr. Radheshyam Rampal Lodha	Director

DETAILS OF ANNUAL GENERAL MEETINGS HELD DURING THE LAST FINANCIAL YEARS

1. September 30, 2010 13/A, VIHWAKARMA, GANDHI CHAUK, GODHRA, GUJRAT-389001
2. September 30, 2009 13/A, VIHWAKARMA, GANDHI CHAUK, GODHRA, GUJRAT-389001
3. September 30, 2009 13/A, VIHWAKARMA, GANDHI CHAUK, GODHRA, GUJRAT-389001
4. December 29, 2008 13/A, VIHWAKARMA, GANDHI CHAUK, GODHRA, GUJRAT-389001
5. December 29, 2007 13/A, VIHWAKARMA, GANDHI CHAUK, GODHRA, GUJRAT-389001

HEERA ISPAT LIMITED

FUNCTIONS OF AUDIT COMMITTEE:

The Audit Committee is headed by Shri Rameshchandra T Mistry as Chairman and includes other director namely Shri. Dharmesh R. Mistry and Mr. Alpesh K. Patel. The Committee is regularly giving feed back on daily financial and accounting position of the company to the Board. In addition thereto the company has also appointed Mr. Nainesh Khandhar, C.A. as Advisor for Finance, Accounts and Taxation matters and Mr. Kamlesh M. Shah Practicing Company Secretary from time to time. The role of professional advisors has been of an Advisory nature. They do not take part in the proceedings of the committee. However they are giving their expert guidance on making compliance with the Accounting Standards, Financial transactions and accounting and Taxation matters, Company Law and other Corporate Legal Matters etc.

The Committee meets at least once in every quarter and prepare its minutes on the proceedings and business discussed, transacted. All committee Reports and minutes are placed before the Board in all its meetings for information, guidance, directions and taking the same on record.

Other functions, powers, duties etc. of the committee are defined taking in to account the legal provisions of the Listing Agreement and the same are kept flexible to be decided by the Board from time to time.

ESTABLISHMENT OF THE INTERNAL AUDIT SYSTEM

The company has already established the Internal Audit System under the Chairmanship of the Audit Committee. The Managing Director and the Chief Financial Officer of the company both are jointly responsible for giving full accounts to the committee including to carry out any suggestions of the committee. The audit system ensures proper financial control and accounting of the transactions as per the established accounting standards.

FUNCTIONS OF INVESTORS SERVICES COMMITTEE

This Committee looks in to all aspects and business related to Shares and retail investors. The Committee also looks after the Dematerialization process of equity shares.

The Committee is also empowered to keep complete records of Shareholders, Statutory Registers relating to Shares and Securities, maintaining of the complete records of Share Demated, Investors Grievances and complaints received from investors and also from various agencies. The Committee also take advise and seek legal opinions from advocates to look after the legal cases and problems relating to the investors, shares etc.

The Committee meets every month to approve all the cases of shares demate, transfer, issue of duplicate and resolution of investors complaints, submission of information to various statutory authorities like NSDL/CDSL, SEBI, Stock Exchanges, Registrar of Companies periodically and from time to time.

Other functions, roles, duties, powers etc. have been clearly defined in line with the Clause 49 of the Listing Agreement and are kept flexible for modification by the Board from time to time.

HEERA ISPAT LIMITED

PASSING OF THE RESOLUTIONS BY POSTAL BALLOT SYSTEM

The Company had not passed any resolution by means of Postal Ballot at the last Annual General Meeting. The Company had during the financial year not passed any resolutions by means of Postal Ballot system.

MANAGEMENT DISCUSSION AND ANALYSIS

(a) PRESENT STRENGTH OF THE COMPANY

The company has made extensive efforts in developing of various products used in casting and construction and automobile industry. The company has strong fixed assets base in the form of land. Once, the market is identified, the management is hopeful of making optimum use of the fixed assets, land, building, plant and machineries etc. available in the company.

(b) FUTURE OUT LOOK

There is a strong buoyancy in the market for Automobile Sector. Construction and Infrastructure Industry is also showing good demand of steel. The Steel bars and wires proposed to be manufactured by the Company by using new raw materials, and imported coal, Pig Iron etc. will find a new market for these two industries. There is a bright future for the company. Once, the directors find the proposal commercially viable and receives good orders, the company will immediately start its production unit which would start earning good amount of profit for the company.

[c] COMPANY'S ACTION PLAN

The management of your company is trying to identify and explore all the available possibilities for smooth marketing of the products of steel plats, steel bars, wires for construction industry and cast iron products for automobile industry with best available remunerative prices and also provide after sales service. As the company no of any Bankers, Financial institutions, the company hopes to leverage upon this front by acquiring cheaper raw materials and improve upon the profitability margin for the products proposed to be manufactured by it.

WHILSTEL BLOWER POLICY

A. OVER COMING BARRIERS OF CURRENT OPERATIONS

This system is proposed to be established under the chairmanship of Shri Rameshchandra. T. Mistry and he will be further assisted by chief operational officer (COO) and chief financial officer (CFO). The company's operational department ensures whistle blower upon failure / shut down or breaks down of manufacturing, supply systems and service utilities of its resort project division. Upon such intimation the company has established the UPS systems for overcoming power failure problems, has established data back up systems on CDs, and is also in the process of hiring the data warehouse for retrieval of the information.

The CFO blows the whistle upon any possible financial crunch or over/extensive financial liabilities. The short term financial management system ensures overcoming any unforeseen liabilities through overdrafts on deposits or temporary borrowing on Inter Corporate deposits basis. The long term financial planning ensures productive use of long

HEERA ISPAT LIMITED

term financial funds. The company as far as possible ensures making separation in usage of short term and long term funds.

B. POSSIBLE THREATS TO FINANCIAL SYSTEMS

The company operates in a multimedia and entertainment industry wherein the company is required to make heavy financial investment in products, high cost of manpower which are basically in the nature of revenue (Short Term) but the product being generated is of long term usage and can be marketed over the years which generates revenue in years. Further the company also faces threats of possible shortage of short term funds due to non completion of final products or delay in completion of the final products.

C. MANAGEMENT'S ACTION PLANS

(TO OVERCOME POSSIBLE SYSTEM FAILURES)

These are the areas which are difficult for any management to overcome and control. Even though the company's HRD and technical department ensures performance appraisal of manpower which to some extent help in eliminating this risk.

DISCLOSURES

A) MATERIALLY RELATED PARTY TRANSACTIONS:

Except all the Directors of the Company being relatives of each other, there are no other related party transactions. There are no other Group/ Associate Concerns, Companies under the same management. During the year as there was no commercial business activities, there was no related party transactions within the company. However, Name of the Related party & description of the relationship are disclosed in the Notes to the Accounts as per AS-18.

B) DETAILS OF NON-COMPLIANCE

No penalties imposed on the company or any of its directors by stock exchanges or SEBI or any statutory authority on any matter related to capital markets during the last three years.

MEANS OF COMMUNICATIONS

A] ESTABLISHMENT OF INTERNAL MANAGEMENT INFORMATION SYSTEMS

The company has established the Management Information System (MIS) whereby each and every functional department submits their performance reports and any type, nature, description of problems to their Functional heads. The functional heads have autonomy for redressal of problems and HRD problems or functional problems at their own level. Any problems requiring policy decisions are being intimated to Audit Committee for redressal or amendments in the policy and procedures. The progress reports are being regularly on monthly basis intimated to the Audit Committee through the Financial Officer of the company who in turn put the same to Audit Committee meetings. All the Investors' grievances or share department related queries are addressed to the Compliance Officer who in turn put the same before the Investors' Grievances Committee.

B] INFORMATION SYSTEM BETWEEN COMMITTEES AND THE BOARD

Both Audit Committee and Investors' Grievances Committees receive periodical regular information from the concerned functional heads, after resolutions of all the problems

HEERA ISPAT LIMITED

communicate back the same to functional heads for further communications. The progress report and minutes of all meetings held of both the committees are being placed before the Board for information and taking the same on records.

C] INFORMATION SYSTEM BETWEEN THE COMPANY AND INVESTORS:

The company is regularly taking on record the unaudited financial results on quarterly basis as per requirements of the Clause 41 of the Listing Agreement and the same are published in English and Gujarati newspapers in time. Further these original paper cuttings are also being submitted to Stock Exchanges in time. The material information relating to the business of the company are being intimated to the Stock Exchange who in turn publish the same in their daily official bulletin. The Audited Financial Balance Sheet is being dispatched to all shareholders in time at their registered addresses.

STATUTORY COMPLIANCES MADE AND RETURNS ETC. FILED:

The company has duly complied with the provisions of the Companies Act 1956, all the provisions of the Listing Agreement. The company has also filed various unaudited Financial Results, Balance Sheets, Income Tax returns and other statutory returns with all the authorities in time. There are no defaults as on date in any such compliances and no legal action of any nature has been taken against the company or its officers / directors.

OTHER DETAILS

REGISTERED OFFICE	:	13A, Vishwakarma, Gandhi Chawk, Godhara, Gujarat: 398 001
BOOK CLOSURE DATES	:	28 th November, 2011 To 30 th November, 2011 (Inclusive of both days)
REGISTRAR AND SHARE TRANSFER AGENT.	:	Sharepro Services (India) Pvt.Ltd. 13/A-B, Shamhita Warehousing Corp. Near MTNL Building, Sakinaka, Andheri Kurla Road, Andheri (East) Mumbai.
ISIN NUMBER OF THE COMPANY:	:	INE 025D01013.

FINANCIAL CALENDAR

Unaudited Results for the Quarter :

Ending on 30th September, 2010	:	Last Week of October, 2010
Ending on 31st December, 2010	:	Last week of January, 2011
Ending on 31st March, 2011	:	Last week of April, 2011
Ending on 30th June, 2011	:	Last week of July, 2011

HEERA ISPAT LIMITED

DETAILED PROGRAMME OF THE 19TH ANNUAL GENERAL MEETING

DATE 30TH SEPTEMBER 2011
DAY FRIDAY
TIME 04.00 P.M.
VENUE REGISTERED OFFICE OF THE COMPANY AT
13A, Vishwakarma,
Gandhi Chawk,
Godhara, Gujarat. 398 001

Listing Details

Equity Shares of the company are listed and traded on
The Stock Exchange, Ahmedabad
The Stock Exchange, Mumbai
The Stock Exchange, Vadodara.

Stock Exchange Code ASE Code: HEERAI SP BSE: 526967 VSE Code :

MARKET QUOTATIONS:

The Company has not paid listing fees of the Stock exchanges due to dull cash liquidity position. Hence due to that and due to non compliance with the other clauses of the Listing Agreement, the Company's Equity Shares are at present suspended from trading from the Stock Exchange. Hence, no stock quotes are available from any of the Stock Exchanges.

SHAREHOLDING PATTERN:

Sr.No.	Category of Shareholders	No. of Shares Held	% of shares held to total Capital of the Company.
(A)	Indian Promoters/ Directors. (All Individuals)	1060900	18.03%
(B)	NON PROMOTERS.		
1	NRI/FII/OCBs	5000	00.08%
2	Private Corporate Bodies.	1843800	31.34%
3.	Public Individual Shareholders	2973100	50.54%
	Total	5882800	100%

THE PROMOTERS/ DIRECTORS HAVE NOT MORTGAGED/ PLEDGED THEIR SHAREHOLDING.

**For and On Behalf of the Board of Directors
Of Heera Ispat Limited**

**Date: 21st July, 2011
Place: Godhra**

**(Dharmesh R. Mistry)
Managing Director**

**(Rameshchandra T. Mistry)
Chairman & Director**

HEERA ISPAT LIMITED

CERTIFICATE OF COMPLIANCE WITH THE CODE OF CONDUCT FOR BOARD OF DIRECTORS AND KEY MANAGEMENT PERSONNEL

To,
The Members,
Heera Ispat Limited,
Godhra.

I, Rameshchandra T. Mistry, Chairman of the Company, hereby certify that all the Board Members and Senior Management Personnel of the Company have affirmed their compliance with the Code of Conduct in accordance with Clause-49.I.D of the Listing Agreement entered into with Stock Exchange.

As required by Clause 49 of the Listing Agreement, Certificate of Compliance with the Corporate Governance Requirements by the Company issued by Auditors is given as an annexure to the Directors' Report.

We further confirm that during the year, none of the Directors or any of the Key managerial persons had done any trading in shares of the Company in the secondary market. Further the company had not made any allotment of shares to any Directors or any of the key managerial personnel during the year.

The above Report was adopted by the Board at their meeting held on

**For and On Behalf of the Board of Directors
Of Heera Ispat Limited**

**Date: 21st July, 2011
Place: Godhra**

**(Dharmesh R. Mistry)
Managing Director**

**(Rameshchandra T. Mistry)
Chairman & Director**

HEERA ISPAT LIMITED

CERTIFICATION BY CHIEF EXECUTIVE OFFICER AND CHIEF FINANCIAL OFFICER OF THE COMPANY

We, Mr. Rameshchandra T. Mistry, Chairman of the Board of Directors and Chairman of an Audit Committee of Heera Ispat Limited and Dharmesh R. Mistry, Managing Director and Compliance Officer of the company, do hereby certify that:

- (a) We have reviewed the financial statement and the cash flow Statement for the year and to the best of our knowledge and belief;
 - (i) These statements do not contain any materially untrue statement or omit any material fact or contain statement that might be misleading.
 - (ii) these statement together present a true and fair view of the Company affairs and are in compliance with existing accounting standards, applicable laws, and regulations.
- (b) As per the best of our knowledge and belief, no transactions entered into by Heera Ispat Limited during the year which is fraudulent, illegal or volatile of the company's Code of Conduct.
- (c) We are responsible for establishing and maintaining internal controls for financial reporting in Heera Ispat Limited and we have evaluated the effectiveness of the internal control system of the company pertaining to financial reporting. We have disclosed to the auditors and Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and steps we have taken or propose to take to rectify these deficiencies.
- (d) We have indicated to the auditors and the audit Committee:
 - (i) Significant changes in internal controls over financial reporting during the year.
 - (ii) Significant changes in accounting policies during the year and the same have been disclosed in the notes to the financial statements.
 - (iii) Instance of Significant fraud of which we have become aware and the involvement therein, if any, of the management of an employee having a significant role in the Company internal control system.
- (e) We affirm that we have not denied any personal access to the Audit Committee of the Company (in respect of matters involving alleged misconduct, if any.)
- (f) We further declare that all Board Members and senior management have affirmed compliance with the code of conduct for the current year.

**For & On Behalf of the Board of Director of
Of Heera Ispat Limited**

**Place: Godhra.
Date: 21st July, 2011.**

**SD/- (Dharmesh R. Mistry) SD/- (Rameshchandra T. Mistry)
Managing Director & Chairman-Audit Committee
Compliance Officer**

HEERA ISPAT LIMITED

AUDITORS' REPORT ON WITH CORPORATE GOVERNANCE

To
The Members of
Heera Ispat Limited

We have examined the relevant records for the year ended June 30, 2011 relating to the Compliance with the requirement of corporate Governance as stipulated under clause 49 of the Listing Agreement with the Stock Exchanges.

On the basis of our review and according to the information and explanations given to us by the company, we state that in our opinion and to the best of our knowledge, the Company has complied with the mandatory requirements as contained in the Listing Agreement with the Stock Exchanges and as per Section 292A of the Companies Act 1956.

Date: 21st July, 2011

For DJNV & Co.,
Chartered Accountants,

Place: Godhara.

SD/-
(Nainesh Khandhar)
Partner
Membership No:039925